



Human Services Department Broward Addiction Recovery Center / Administration 325 SW 28th Street • Fort Lauderdale, Florida 33315 • 954-357-4860

MEMORANDUM

DATE: March 26, 2020

TO: John Torrenga, Purchasing Agent, Purchasing Division

FROM: William Card, Assistant Director, Broward Addiction Recovery Division

TOPIC: Request for Threshold Increase for Contract G1253007G1_1 Prescription Medications for BARC William Digitally signed by William Card Date: 2020.03.26 10:41:16 -04'00'

Please process an annual threshold increase to Contract No. G1253007G1_1 between Broward County and Cardinal Health 101, Inc., increasing the threshold amount from \$350,000 to \$1,000,000, effective immediately and through the final contract renewal term expiring January 28, 2023.

The purpose of this contract is to provide pharmaceuticals to Broward County residents participating in substance abuse treatment programs for the Broward Addiction and Recovery Division (BARC). Cardinal Health 110, Inc. ("Cardinal Health") is the State of Florida's designated supplier of client drugs related to Vivitrol and other maintenance drugs through the State of Florida Contract No. 268-000-04-1.

On October 7, 2014, the Director of Purchasing approved a cooperative open-end Contract No. G1253007G1 to the MMCAP, for the Pharmaceutical Purchasing Program under the State of Florida Contract No. 268-000-04-1, with an annual estimated amount of \$128,000 (Exhibit 1).

On February 2, 2018, the Commission approved a retroactive renewal of cooperative Contract No. G1253007G1 for a one-year period in the estimated annual amount of \$350,000 and authorized the Director of Purchasing to renew the contract for four one-year periods, for a total five-year potential estimated amount of \$1,750,000. The contract's final renewal term is January 29, 2022 to January 28, 2023.

Over the past few years, the opioid crisis and related treatment regiments have resulted in an increased need to acquire medication to adequately serve BARC clients. The average monthly expenditures in Fiscal Year 2018-2019 were \$46,000/month or

Recipient of National Accreditation Through The Joint Commission Broward County Board of County Commissioners Mark D. Bogen • Lamar P. Fisher • Beam Furr • Steve Geller • Dale V.C. Holness • Nan H. Rich • Tim Ryan • Barbara Sharief • Michael Udine Broward.org approximately \$552,000 annually. As a result, BARC requested two, one-time threshold increases in January 2019 and November 2019 for \$100,000 and \$224,664 respectively, in the previous contract terms. Current monthly expenditures in FY 2019-2020 are averaging \$60,000/month and increasing, with an anticipated annual cost of \$720,000. BARC's current contract threshold with Cardinal Health is not sufficient to sustain the rise in usage or pay invoices for the remainder of the contract term.

This contract is not subject to the requirements of the Sheltered Market Program or assigned County Business Enterprise participation goals.

If you have any questions, please contact Simone Knight, Contract Grant Administrator, Senior at: (954) 357-4887 or <u>siknight@broward.org</u>. Thank you for your attention to this matter.

Cc: Jack Feinberg, Director, BARC Anika Hamilton, Business Manager Simone Knight, Contract Grant Administrator, Sr.