

Agenda Report

TO:

CITY COUNCIL

DATE: AUGUST 16, 1999

FROM:

CYNTHIA J. KURTZ, CITY MANAGER

SUBJECT:

APPROVAL OF FY 1999-2000 AIDS DRUG ASSISTANCE PROGRAM

(ADAP) STANDARD AGREEMGENT WITH THE STATE DEPARTMENT OF HEALTH SERVICES, OFFICE OF AIDS

RECOMMENDATION:

It is recommended that the City Council:

- 1. Authorize the City Manager to execute an FY 1999-2000 AIDS Drug Assistance Program (ADAP) Standard Agreement with the State Department of Health Services, Office of AIDS in the amount of \$10,742; and,
- 2. Approve a journal voucher increasing estimated FY 2000 estimated revenues and appropriations in the HIV/AIDS Early Intervention Program account #563315 by \$10,742 from \$240,662 to \$251,404.

BACKGROUND:

The AIDS Drug Assistance Program (ADAP) provides HIV/AIDS medications to clients who meet financial eligibility requirements. ADAP has been operated by the State Office of AIDS for the past two years through a sole-source contract with a pharmacy benefits management corporation. Prior to that time, the City's Public Health Department managed the local program for six years. During those six years (from 1990 to 1997), the funds allocated for ADAP covered the cost of providing drugs to persons infected with human immunodeficiency virus (HIV), but did not allow for administrative costs associated with the program.

While the pharmacy benefits management corporation dispenses the ADAP medications, the Pasadena Public Health Department (PPHD) has continued administrative activities related to ADAP. PPHD staff screens HIV/AIDS patients for eligibility and enrolls or recertifies qualifying patients in the ADAP program. A total of 213 patients are enrolled in the ADAP, with an average of four new patients screened monthly.

| MEETING OF08/16/99 | AGENDA ITEM NO. 4.A.(4) |
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| INCETING OF | , (GE(10) / / / E / (GE) |

CITY COUNCIL FY 2000 Standard Agreement for ADAP August 16, 1999

Since centralizing provision of the ADAP medications through the pharmacy benefits management corporation, the State Office of AIDS has realized cost savings. For the 1999-2000 fiscal year funds have been allocated to local health jurisdictions to help cover costs incurred directly related to the enrollment or recertification of clients in ADAP.

This contract is exempt from the City's Affirmative Action in Contracting Ordinance pursuant to PMC 4.09.060 (A), which exempts contracts with other governmental entities for labor, materials, supplies or services.

FISCAL IMPACT:

This action by the City Council will increase estimated revenues and appropriations in the FY 2000 budget for the Public Health Department's HIV/AIDS Early Intervention Program account #563315 by \$10,742 from \$240,662 to \$251,404.

Respectfully submitted,

CYNTHIA J. KURTZ

City Manager

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Wilma J/. Allen

Acting Director of Public Health