

| Sect.                                    | Contractor                    | Target Population;<br>Description of Services  | UOS<br>(annual) | UDC/<br>NOC<br>(annual) | Ct. Term          | Total Contract<br>Amount With<br>Contingency | Annual<br>or Mod | Funding<br>Source | Prior Annual<br>Amt. without<br>Contingency | Prop. Annual<br>Amt. without<br>Contingency | Annual<br>Difference<br>\$ | Annual<br>Difference<br>% | Selection<br>Type |
|--|-------------------------------|--|-----------------|-------------------------|-------------------|--|------------------|-------------------|---|---|----------------------------|---------------------------|-------------------|
| DPH/IT                                   | Cerner Health Services, Inc.* | Enterprise wide Life Time Clinical Record (LCR) and Financial systems.   | N/A             | N/A                     | 07/01/10-06/30/20 | \$ 88,585,606                                | Annual           | General Fund      | \$ 7,402,812                                | \$ 8,507,077                                | \$ 1,104,266               | 15%                       | Sole Source       |
| * Requires Board of Supervisors approval |                               |  |                 |                         |                   |  |                  |                   |   |   |                            |                           |                   |
| FOOTNOTES:                               |                               |  |                 |                         |                   |  |                  |                   |   |   |                            |                           |                   |
| DPH/IT                                   | Cerner Health Services, Inc.  | <p>The requested action is the approval of contract modification to extend the contract term from 7/1/17 through 06/30/19, with a one-year option to extend the contract term through 06/30/20, and a corresponding increase of \$36,765,926 (including the optional year), for 07/01/17-06/30/20. This modification extends the current services for an additional two years, and accounts for transition to a new Electronic Health Record. The option to extend the contract term through 6/30/20 is included in the event further work is needed to complete the transition and related data archiving.</p> <p><b>Reason for Increase:</b> The increase in the contract is the result of additional costs for meaningful use enhancements (Stages 1 and 2) procured through the previously approved base contract budget in prior years, and the inclusion of new additional products and services to facilitate the transition to a new Electronic Health Record. The current contract for these products and services were previously approved by the Health Commission.</p> <p><b>Reason for Sole Source:</b> The Cerner Health Services information systems installed at DPH are proprietary products of Cerner Health Services, Inc. User licensing system support and upgrades for these Cerner Health Services information systems can only be acquired through Cerner Health Services, Inc.. The systems have performance features that are essential for the Department to maintain its ability to provide critical healthcare services. Replacement of these information systems are neither economically nor operationally feasible. They are required for regulatory compliance for State licensing and certification of healthcare facilities, as well as meeting the standards mandated by the Joint Commission and other regulatory agencies. Included are the Invision system software applications, which support patient billing functions that result in over \$500 million in annual patient care-related revenue.</p> |                 |                         |                   |  |                  |                   |   |   |                            |                           |                   |