



BOARD OF DIRECTORS

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**Meeting Location:
County of Tulare
Board of Supervisors Chambers
2800 W. Burrel Avenue
Visalia, CA 93291**

AGENDA DATE: December 8, 2023

ITEM NUMBER: Item 20

SUBJECT: Approve Amendment 3 to Agreement with EmpiRx Health to Continue to Provide Pharmacy Benefit Management Services and Authorize President to Execute Amended Agreement Subject to Approval of SJVIA Counsel and Staff (A)

REQUEST(S): That the Board approve and authorize the President to execute amendment to the agreement with EmpiRx Health.

DESCRIPTION:

The SJVIA entered into contract with EmpiRx on January 1, 2018. Amendment No. 3 extends the term to December 31, 2025 (three years) with an optional year through December 31, 2026. Amendment No. 3 also outlines the following enhancements:

- Clinical savings increase to \$1,800,000;
- Exhibit B, Section 1: Pricing Assumptions language is updated;
- Exhibit B, Section 5: EmpiRx Health Clinical Savings Program Guarantee was added to provide clarity; and
- Guarantee exclusions updated and rebates will be paid out after 100 days.

Staff recommends extending the agreement with EmpiRx Health for a 3-year term effective January 1, 2023 through December 31, 2025.

FISCAL IMPACT/FINANCING:

Fees Paid to EmpiRx: \$6.00 Base Admin Fee per Rx

AGENDA: San Joaquin Valley Insurance Authority

DATE: December 8, 2023

EmpiRx Amendment No. 3 has created more than \$1.95M in additional annual value; which includes improved rebates and discounts, and a new increased Clinical Savings Guarantee.

ADMINISTRATIVE SIGN-OFF:



Lupe Garza
SJVIA Manager



Hollis Magill
SJVIA Assistant Manager