

February 17, 2010

Dear MMCAP Members:

As discussed in our weekly PVP meetings with the MMCAP Office Staff, Cardinal Health has been reviewing the Tax Exempt status setup in our system looking for potential inaccuracies. As you know, many states, counties and facilities have various reasons for their Tax Exempt status based on local laws. Cardinal has compiled a listing of MMCAP facilities that appear to be "questionable". This does not mean these facilities are in fact setup in our system incorrectly, but there may be some inconsistencies that our Tax Department has called out during their audit practices.

Please review the attachment and review your respective tab labeled for your state if applicable. In column F labeled "Taxable", you will see a 1 (one) which means the account is setup as TAXABLE or a 0 (zero) which means the account is EXEMPT.

If you find that your state has a facility that needs to be updated, please contact Kyle Johnson via email kyle.johnson@cardinalhealth.com. If your facility needs to be changed to EXEMPT, Kyle will need a copy of the appropriate Exempt Certificate.

If there are any further questions about the spreadsheet provided, please feel free to contact me via phone or email. 614-657-4158 or anita.anderson01@cardinalhealth.com.

Best Regards,

Anita Anderson Dir. State Govt./GPO Acct. Management Cardinal Health

cc: Kyle Johnson