

1 [Contract Agreement - Walgreen Co. - Pharmacy Services - Not to Exceed \$19,600,000]

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3 **Resolution approving a contract between the Department of Public Health and**
4 **Walgreen Co., to provide pharmacy services under the federal drug discount program**
5 **established by Public Health Service Act, Section 340B, for a five-year term of July 1,**
6 **2016, through June 30, 2021, in an amount not to exceed \$19,600,000.**

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8 WHEREAS, The Department of Public Health is qualified for and participates in the
9 federal drug discount program established under Section 340B of the federal Public Health
10 Service Act, which requires participating pharmaceutical manufacturers to extend discounted
11 pricing to qualified health care providers; and

12 WHEREAS, Under the 340B program, the City is authorized to purchase prescription
13 and non-prescription medications at reduced cost for its patients served at outpatient City
14 clinics and locations, and to contract with a licensed pharmacy to manage and dispense its
15 340B Drugs; and

16 WHEREAS, The Department of Public Health conducted a Request for Proposals for
17 these services and selected Walgreen Co.; and

18 WHEREAS, These services will enable patients from 26 City locations and clinics to fill
19 their prescriptions at 32 Walgreen Co. retail pharmacies in the community; and

20 WHEREAS, These retail pharmacy locations include 1344 Stockton Street, 3398
21 Mission Street, 4645 Mission Street, 1979 Mission Street, 498 Castro Street, 1630 Ocean
22 Avenue, 2494 San Bruno Avenue, 790 Van Ness Avenue, 3801 Third Street, 1363 Divisadero
23 Street, 825 Market Street, 1189 Potrero Avenue, 2690 Mission Street, 4129 18th Street, 1301
24 Market Street, 5300 3rd Street, 965 Geneva Avenue, 3400 Cesar Chavez, 901 Hyde Street,
25 1300 Bush Street, 5280 Geary Blvd, 1496 Market Street, 776 Market Street, 745 Clement

1 Street, 25 Point Lobos Avenue, 199 Parnassus Avenue, 2050 Irving Street, 1201 Taraval
2 Street, 1750 Noriega Street, 135 Powell Street, 500 Geary Street, and 2262 Market Street;
3 and

4 WHEREAS, City locations and clinics to be served include health centers and clinics
5 which are part of the San Francisco Community Consortium (the Tom Waddell, Balboa Teen,
6 Castro-Mission, Maxine Hall, Silver Avenue, Chinatown, Ocean Park, Potrero Hill, and
7 Southeast Health Centers; the Cole Street, Larkin Street, and Tom Waddell Urban Health
8 Clinics; Curry Senior Services; and five outpatient clinics Zuckerberg San Francisco General
9 Hospital), and eight additional outpatient clinics at Zuckerberg San Francisco General
10 Hospital; and

11 WHEREAS, The San Francisco Charter, Section 9.118, requires that contracts entered
12 into by a department or commission having a term in excess of ten years or requiring
13 anticipated expenditures of ten million dollars or more be approved by the Board of
14 Supervisors; and

15 WHEREAS, The Department of Public Health requests approval of a contract to the
16 contract between the Department of Public Health and Walgreens Co. for these pharmacy
17 services from July 1, 2016, through June 30, 2021, in an amount not to exceed \$19,600,000;
18 now, therefore, be it

19 RESOLVED, That the Board of Supervisors hereby authorizes the Director of Public
20 Health and the Purchaser, on behalf of the City and County of San Francisco, to enter into a
21 contract with Walgreen Co. for the term of July 1, 2016, through June 30, 2021, in an amount
22 not to exceed \$19,600,000; and, be it

23 FURTHER RESOLVED, That within thirty (30) days of the contract being fully executed
24 by all parties, the Director of Health and/or the Director of the Office of Contract

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1 Administration/Purchaser shall provide the final contract to the Clerk of the Board for inclusion
2 into the official file (File No. _____).

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4 RECOMMENDED:

APPROVED:

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7 Barbara A. Garcia

Mark Morewitz

8 Director of Health

Health Commission Secretary

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