

1 [Agreement Amendment - McKesson Corporation - Group Purchasing Organization Purchase
2 of Pharmaceuticals - Not to Exceed \$977,652,155]

3 **Resolution approving Amendment No. 1 to the Group Purchasing Organization**
4 **pharmaceutical Agreement between McKesson Corporation and the Department of**
5 **Public Health (DPH), under Administrative Code, Chapter 21A.2, to increase the**
6 **Agreement sum by \$596,269,164 for a not to exceed amount of \$977,652,155; extend**
7 **the term by four years and five months from February 1, 2024, for a total term of**
8 **February 1, 2020, through June 30, 2028; and to authorize DPH to enter into**
9 **modifications of the Agreement that do not materially increase the City’s obligations or**
10 **liabilities and are necessary to effectuate the purposes of the Agreement or this**
11 **Resolution.**

12
13 WHEREAS, The Department of Public Health (DPH) has an ongoing need to buy a
14 broad range of pharmaceuticals for use in the daily delivery of care to patients in various DPH
15 programs; and

16 WHEREAS, DPH procured the Agreement as authorized under Administrative Code,
17 Chapter 21A.2 (Membership in Group Purchasing Organizations); and

18 WHEREAS, Charter, Section 9.118, provides that contracts entered into by a
19 department requiring anticipated expenditures by the City of ten million dollars or the
20 modification or amendments to such contracts having an impact of more than \$500,000 shall
21 be subject to approval of the San Francisco Board of Supervisors by Resolution; and

22 WHEREAS, The San Francisco Board of Supervisors approved the Agreement in an
23 amount not to exceed \$381,382,991 by Resolution No. 123-20 (File No. 200012); and

24 WHEREAS, DPH wishes to amend the Agreement to extend the term by four years
25 and five months, from February 1, 2024, for a total term of February 1, 2020, through June 30,

