

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,



City and County of San Francisco
Tails
Resolution

City Hall
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

File Number: 231146

Date Passed: December 12, 2023

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


December 06, 2023 Budget and Finance Committee - RECOMMENDED

December 12, 2023 Board of Supervisors - ADOPTED


Ayes: 11 - Chan, Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

File No. 231146

I hereby certify that the foregoing Resolution was ADOPTED on 12/12/2023 by the Board of Supervisors of the City and County of San Francisco.



Angela Calvillo
Clerk of the Board



London N. Breed
Mayor



Date Approved