

BOARD of SUPERVISORS



City Hall
1 Dr. Carlton B. Goodlett Place, Room 244
San Francisco 94102-4689
Tel. No. (415) 554-5184
Fax No. (415) 554-5163
TDD/TTY No. (415) 554-5227

MEMORANDUM

TO: Daniel Tsai, Director, Department of Public Health

FROM: Victor Young, Assistant Clerk *Victor Young*

DATE: August 7, 2025

SUBJECT: LEGISLATION INTRODUCED

The Board of Supervisors' Rules Committee received the following proposed Ordinance:

File No. 250807

Ordinance amending the Administrative Code to establish an Independent Pharmacy Task Force to advise City bodies and officials on expanding the City's wholesale prescription drug contracts and purchasing capacity, expanding the City's 340B Drug Pricing Program coverage, creating an independent pharmacy network in the City including the benefits of membership and criteria for joining the network, and revising existing licensing requirements to allow more pharmacies to be members of an independent pharmacy network.

If you have comments or reports to be included with the file, please forward them to Victor Young at the Board of Supervisors, City Hall, Room 244, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102 or by email at: victor.young@sfgov.org.

(attachment)

- c. Dr. Naveena Bobba, Public Health
Sneha Patil, Public Health
Ana Validzic, Public Health



City and County of San Francisco

Master Report

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

File Number: 250807	File Type: Ordinance	Status: 30 Day Rule
Enacted:	Effective:	
Version: 1	In Control: Rules Committee	
File Name: Administrative Code - Independent Pharmacy Task Force	Date Introduced: 07/29/2025	
Requester:	Cost:	Final Action:
Comment:	Title: Ordinance amending the Administrative Code to establish an Independent Pharmacy Task Force to advise City bodies and officials on expanding the City's wholesale prescription drug contracts and purchasing capacity, expanding the City's 340B Drug Pricing Program coverage, creating an independent pharmacy network in the City including the benefits of membership and criteria for joining the network, and revising existing licensing requirements to allow more pharmacies to be members of an independent pharmacy network.	
Sponsors: Chan; Chen and Walton		

History of Legislative File 250807

Ver	Acting Body	Date	Action	Sent To	Due Date	Result
1	President	07/29/2025	ASSIGNED UNDER 30 DAY RULE	Rules Committee	08/28/2025	

[Administrative Code - Independent Pharmacy Task Force]

Ordinance amending the Administrative Code to establish an Independent Pharmacy Task Force to advise City bodies and officials on expanding the City's wholesale prescription drug contracts and purchasing capacity, expanding the City's 340B Drug Pricing Program coverage, creating an independent pharmacy network in the City including the benefits of membership and criteria for joining the network, and revising existing licensing requirements to allow more pharmacies to be members of an independent pharmacy network.

NOTE: **Unchanged Code text and uncoded text** are in plain Arial font.
Additions to Codes are in *single-underline italics Times New Roman font*.
Deletions to Codes are in *strikethrough italics Times New Roman font*.
Board amendment additions are in double-underlined Arial font.
Board amendment deletions are in ~~strikethrough Arial font~~.
Asterisks (* * * *) indicate the omission of unchanged Code subsections or parts of tables.

Be it ordained by the People of the City and County of San Francisco:

Section 1. Background and Findings.

(a) Easy access to pharmacies is crucial to many communities in the City, including senior citizens, families with children, immigrants, and monolingual language speakers. Residents who do not have a neighborhood pharmacy within walking distance and do not have access to a vehicle may struggle to obtain necessary medications and other products. And for many community members, it is important to have access to a pharmacist to speak to in person, who can provide instructions on how to take or administer prescribed medications.

(b) In recent years, large chain drugstores have closed numerous locations in the City. Due to online shopping, including medication delivery services, and increased costs of

1 doing business, locally owned drugstores and pharmacies have struggled to stay open, and
2 many such independent local businesses have closed. These closures have left gaps across
3 the City where a neighborhood pharmacy is well outside walking distance to many residents.

4 (c) The Board of Supervisors finds that it is in the public interest to explore ways that
5 City government can support independent pharmacies to close gaps in pharmacy coverage
6 and create thriving neighborhoods and commercial corridors, and to ensure that residents
7 have easy access to necessary medications and other goods.

8 (d) This ordinance will begin a process for the City to evaluate policy options to
9 support the continued operation of independent pharmacies and the opening of new
10 independent pharmacies. The task force established by this ordinance will advise City
11 officials on ways the City can use its wholesale purchasing capacity to assist independent
12 pharmacies and on options for creating an independent pharmacy network, including the
13 benefits that could be available to members of such a network and the criteria for
14 membership.

15
16 Section 2. Chapter 5 of the Administrative Code is hereby amended by adding Article
17 XVI, consisting of Sections 5.16-1 through 5.16-6, to read as follows:

18
19 **ARTICLE XVI: INDEPENDENT PHARMACY TASK FORCE**

20
21 **SEC. 5.16-1. CREATION OF INDEPENDENT PHARMACY TASK FORCE.**

22 The Board of Supervisors hereby establishes the Independent Pharmacy Task Force (the “Task
23 Force”) of the City and County of San Francisco.

24
25 **SEC. 5.16-2. MEMBERSHIP.**

1 (a) The Task Force shall be comprised of nine members, appointed by the Board of
2 Supervisors, as specified in subsection (b).

3 (b) Seats 1 through 9 shall be filled as follows:

4 (1) Seat 1 shall be held by a member of the Board of Supervisors, who shall serve as
5 the chairperson of the Task Force.

6 (2) Seat 2 shall be held by a pharmacist employed by the Department of Public Health.

7 (3) Seats 3 and 4 shall be held by licensed or certified pharmacists employed by
8 independent pharmacies located in the City. For purposes of this Article XVI, an independent
9 pharmacy is one that is either stand-alone or part of a group of two or three pharmacies that are
10 pharmacist-owned, privately held businesses.

11 (4) Seat 5 shall be held by a former or current representative of the San Francisco
12 Health Plan with expertise in pharmacy benefits and prescription drug coverage.

13 (5) Seats 6 and 7 shall be held by medical service providers, including, but not limited
14 to, a physician, nurse, or physician's assistant, with expertise in prescription drug and other pharmacy
15 benefits.

16 (6) Seat 8 shall be held by a representative from a City department that issues permits
17 to small businesses who has experience and expertise regarding the obligations that a small business
18 must comply with in order to operate in the City.

19 (7) Seat 9 shall be held by a representative of the National Community Pharmacists
20 Association.

21
22 **SEC. 5.16-3. ORGANIZATION AND TERMS OF OFFICE.**

23 (a) Members of the Task Force shall serve two-year terms, beginning on December 1, 2025;
24 provided, however, the terms of the initial appointees in Seats 3, 5, and 7 shall be one year, expiring on
25 November 30, 2026.

1 **(b) Members of the Task Force shall serve at the pleasure of the Board of Supervisors, and**
2 **may be removed by the Board of Supervisors at any time.**

3 **(c) The Board of Supervisors shall make initial appointments to the Task Force within 90 days**
4 **of the effective date of the ordinance in Board File No. _____ establishing this Article XVI.**

5
6 **SEC. 5.16-4. DUTIES.**

7 **(a) The Task Force shall advise the Health Commission, the Department of Public Health, the**
8 **Mayor, and the Board of Supervisors, on:**

9 **(1) The City's options to expand City's wholesale prescription drug contracts and**
10 **purchasing capacity;**

11 **(2) Opportunities to expand the City's access to discounted outpatient drugs through**
12 **the federal 340B Drug Pricing Program;**

13 **(3) The creation of an independent pharmacy network in the City, including the**
14 **benefits that would be available to members of the network and the criteria for membership; and**

15 **(4) Changes to existing licensing requirements that may be necessary or**
16 **recommended for pharmacies to become a part of an independent pharmacy network.**

17 **(b) By no later than June 30, 2026, and every year thereafter, the Task Force shall submit to**
18 **the Board of Supervisors, the Mayor, and the Director of Health a written report on its progress.**

19 **(c) By no later than June 30, 2027, the Task Force shall submit to the Board of Supervisors,**
20 **the Mayor, and the Director of Health its final recommendations concerning the City's options to**
21 **expand the City's wholesale prescription drug contracts and purchasing capacity, ways to expand the**
22 **City's 340B Drug Pricing Program coverage, and recommendations relating to licensing requirements**
23 **to make it easier for pharmacies to become licensed as a part of an independent pharmacy network,**
24 **including the design of the network, and any steps that may be required to ensure its successful**
25 **implementation.**

1
2 **SEC. 5.16-5. MEETINGS AND PROCEDURES.**

3 (a) The Task Force's inaugural meeting shall be held within 120 days of the effective date of
4 this Article XVI, provided that a majority of the members have been appointed and are present at the
5 meeting. There shall be at least ten days' public notice of the inaugural meeting.

6 (b) The Task Force shall hold a regular meeting at least once every three months after the
7 inaugural meeting for a total of at least four meetings per year. The place, date and time of meetings of
8 the Task Force shall be prescribed by the Chair. All meetings shall be open to the public.

9 (c) Any member who misses two regular meetings of the Task Force within any 12-month
10 period without the express approval of the Task Force at or before each missed meeting shall be
11 deemed to have resigned from the body 10 days after the second unapproved absence. The Task Force
12 shall inform the Board of Supervisors of any such resignation.

13 (d) Service on the Task Force is voluntary and members shall receive no compensation from
14 the City, except that a City employee appointed to Seats 2, 6, 7, and 8 shall receive compensation from
15 the City as an employee, because work on the Task Force shall be considered part of the employee's
16 work for the City.

17 (e) The Department of Public Health shall provide administrative and clerical support for the
18 Task Force. All City officials and agencies shall cooperate with the Task Force in the performance of
19 its functions.

20 (f) One representative from each of the following departments shall attend meetings of the
21 Task Force to be available for consultation by its members: the Department of Public Health-
22 Behavioral Health Services and the Controller's Office.

23 (g) In the event a vacancy occurs during the term of office of any member, the Board of
24 Supervisors shall appoint a successor for the unexpired term of the vacated seat in a manner similar to
25 that described for the initial member.

1 (h) The Task Force may establish subcommittees to be convened as directed by the Task
2 Force. The Chair or the Chair's designee shall appoint members to the subcommittees. Subcommittees
3 shall report findings and make recommendations to the full Task Force for its consideration.

4
5 **SEC. 5.16-6. SUNSET.**

6 Unless the Board of Supervisors by ordinance extends the term of the Task Force, this Article
7 XVI shall expire by operation of law, and the Task Force shall terminate, three years after the effective
8 date of the ordinance in Board File No. _____ enacting this Article XVI. After that date, the City
9 Attorney is authorized to cause this Article XVI to be removed from the Administrative Code.

10
11 Section 2. Effective Date. This ordinance shall become effective 30 days after
12 enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the
13 ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board
14 of Supervisors overrides the Mayor's veto of the ordinance.

15 APPROVED AS TO FORM:
16 DAVID CHIU, City Attorney

17 By: /s/
18 ARNULFO MEDINA
19 Deputy City Attorney

20 n:\legana\as2025\2500383\01856937.docx

LEGISLATIVE DIGEST

[Administrative Code - Independent Pharmacy Task Force]

Ordinance amending the Administrative Code to establish the San Francisco Independent Pharmacy Task Force to advise City bodies and officials on expanding the City's wholesale prescription drug contracts and purchasing capacity, expanding the City's 340B Drug Pricing Program coverage, creating an independent pharmacy network in the City including the benefits of membership and criteria for joining the network, and revising existing licensing requirements to allow more pharmacies to be members of an independent pharmacy network.

Existing Law

Currently, there are no existing laws that establish an advisory body to make recommendations to City bodies and officials on expanding the City's prescription drug purchasing capacity or creating an independent pharmacy network.

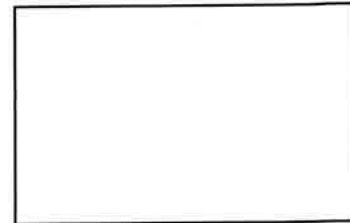
Amendments to Current Law

This ordinance amends the Administrative Code to establish an Independent Pharmacy Task Force to advise and make recommendations to the Board of Supervisors, the Mayor, and the Department of Public Health, concerning the City's options to expand the City's wholesale prescription drug contracts and purchasing capacity and ways to expand the City's 340B Drug Pricing Program coverage. The task force will also make recommendations to City bodies and officials to establish the criteria for entities to join the San Francisco Independent Pharmacy Network, the structure and benefits for joining the San Francisco Independent Pharmacy Network, and any steps that may be required to ensure its successful implementation.

n:\legana\as2025\2500383\01858525.docx

Introduction Form

(by a Member of the Board of Supervisors or the Mayor)



I hereby submit the following item for introduction (select only one):

- ☒ 1. For reference to Committee (Ordinance, Resolution, Motion or Charter Amendment)
- ☐ 2. Request for next printed agenda (For Adoption Without Committee Reference)
(Routine, non-controversial and/or commendatory matters only)
- ☐ 3. Request for Hearing on a subject matter at Committee
- ☐ 4. Request for Letter beginning with "Supervisor _____ inquires..."
- ☐ 5. City Attorney Request
- ☐ 6. Call File No. _____ from Committee.
- ☐ 7. Budget and Legislative Analyst Request (attached written Motion)
- ☐ 8. Substitute Legislation File No. _____
- ☐ 9. Reactivate File No. _____
- ☐ 10. Topic submitted for Mayoral Appearance before the Board on _____

The proposed legislation should be forwarded to the following (please check all appropriate boxes):

- ☐ Small Business Commission ☐ Youth Commission ☐ Ethics Commission
- ☐ Planning Commission ☐ Building Inspection Commission ☐ Human Resources Department

General Plan Referral sent to the Planning Department (proposed legislation subject to Charter 4.105 & Admin 2A.53):

- ☐ Yes ☐ No

(Note: For Imperative Agenda items (a Resolution not on the printed agenda), use the Imperative Agenda Form.)

Sponsor(s):

Chan, Chen, Walton

Subject:

Administrative Code - Independent Pharmacy Task Force

Long Title or text listed:

Ordinance amending the Administrative Code to establish an Independent Pharmacy Task Force to advise City bodies and officials on expanding the City's wholesale prescription drug contracts and purchasing capacity, expanding the City's 340B Drug Pricing Program coverage, creating an independent pharmacy network in the City including the benefits of membership and criteria for joining the network, and revising existing licensing requirements to allow more pharmacies to be members of an independent pharmacy network.

Signature of Sponsoring Supervisor:

From: [Hsieh, Frances \(BOS\)](#)
To: [BOS Legislation, \(BOS\)](#)
Cc: [MEDINA, ARNULFO \(CAT\)](#); [PEARSON, ANNE \(CAT\)](#); [RUSSI, BRAD \(CAT\)](#)
Subject: Chan Roll Call item
Date: Tuesday, July 29, 2025 1:27:07 PM
Attachments: [Pharmacy Task Force Leg Digest.DOCX](#)
[Pharmacy Task Force Final.docx](#)
[Chan - Intro Form - Pharmacy Task Force.pdf](#)

Dear Clerk staff,

Attached, please find legislation that Supervisor Chan is planning to introduce today. A hard copy was dropped off earlier at the front desk.

Please let me know if you have any questions.

Thanks!

Frances

Frances Hsieh | 謝令宜

Pronouns: she/her/hers

Office of Supervisor Connie Chan

San Francisco Board of Supervisors, District 1

(415) 554-7410

From: [Medina, Arnulfo \(CAT\)](#)
To: [BOS Legislation, \(BOS\)](#); [Hsieh, Frances \(BOS\)](#); [BOS Legislation, \(BOS\)](#)
Cc: [PEARSON, ANNE \(CAT\)](#); [RUSSI, BRAD \(CAT\)](#)
Subject: RE: Chan Roll Call item
Date: Tuesday, July 29, 2025 1:31:45 PM
Attachments: [image001.png](#)

Approved.

Arnulfo Medina (*he/him/his*)
Deputy City Attorney
Office of City Attorney David Chiu
(415) 554-3817 Direct

www.sfcityattorney.org

Find us on: [Facebook](#) [Twitter](#) [Instagram](#)

The information contained in this email may be confidential and may be subject to the attorney-client privilege and/or the attorney work product doctrine. It is intended only for the use of the individual or entity to whom it is addressed. If you are not the intended recipient, you are hereby notified that any use, dissemination, or copying of this communication is strictly prohibited. If you have received this electronic message in error, please notify me by telephone and delete the original message from your email system. Thank you.

From: BOS Legislation, (BOS) <bos.legislation@sfgov.org>
Sent: Tuesday, July 29, 2025 1:30 PM
To: Hsieh, Frances (BOS) <frances.hsieh@sfgov.org>; BOS Legislation, (BOS) <bos.legislation@sfgov.org>
Cc: Medina, Arnulfo (CAT) <Arnulfo.Medina@sfcityatty.org>; Pearson, Anne (CAT) <Anne.Pearson@sfcityatty.org>; Russi, Brad (CAT) <Brad.Russi@sfcityatty.org>
Subject: RE: Chan Roll Call item

Thanks Frances. We are seeking the approval from Deputy City Attorney Arnulfo Medina for use of their electronic signature and approval as to form for the proposed Ordinance, by reply to this email. Thank you.

Jocelyn Wong
Legislative Clerk
San Francisco Board of Supervisors
1 Dr. Carlton B. Goodlett Place, Room 244
San Francisco, CA 94102
T: 415.554.7702 | F: 415.554.5163
jocelyn.wong@sfgov.org | www.sfbos.org

(VIRTUAL APPOINTMENTS) To schedule a “virtual” meeting with me (on Microsoft Teams), please ask and I can answer your questions in real time.

Click [HERE](#) to complete a Board of Supervisors Customer Service Satisfaction form.

The [Legislative Research Center](#) provides 24-hour access to Board of Supervisors legislation, and archived matters since August 1998.

Disclosures: *Personal information that is provided in communications to the Board of Supervisors is subject to disclosure under the California Public Records Act and the San Francisco Sunshine Ordinance. Personal information provided will not be redacted. Members of the public are not required to provide personal identifying information when they communicate with the Board of Supervisors and its committees. All written or oral communications that members of the public submit to the Clerk's Office regarding pending legislation or hearings will be made available to all members of the public for inspection and copying. The Clerk's Office does not redact any information from these submissions. This means that personal information—including names, phone numbers, addresses and similar information that a member of the public elects to submit to the Board and its committees—may appear on the Board of Supervisors website or in other public documents that members of the public may inspect or copy.*

From: Hsieh, Frances (BOS) <frances.hsieh@sfgov.org>

Sent: Tuesday, July 29, 2025 1:27 PM

To: BOS Legislation, (BOS) <bos.legislation@sfgov.org>

Cc: MEDINA, ARNULFO (CAT) <Arnulfo.Medina@sfcityatty.org>; PEARSON, ANNE (CAT) <Anne.Pearson@sfcityatty.org>; RUSSI, BRAD (CAT) <Brad.Russi@sfcityatty.org>

Subject: Chan Roll Call item

Dear Clerk staff,

Attached, please find legislation that Supervisor Chan is planning to introduce today. A hard copy was dropped off earlier at the front desk.

Please let me know if you have any questions.

Thanks!

Frances

Frances Hsieh | 謝令宜

Pronouns: she/her/hers

Office of Supervisor Connie Chan

San Francisco Board of Supervisors, District 1

(415) 554-7410

[Administrative Code - Independent Pharmacy Task Force]

Ordinance amending the Administrative Code to establish an Independent Pharmacy Task Force to advise City bodies and officials on expanding the City's wholesale prescription drug contracts and purchasing capacity, expanding the City's 340B Drug Pricing Program coverage, creating an independent pharmacy network in the City including the benefits of membership and criteria for joining the network, and revising existing licensing requirements to allow more pharmacies to be members of an independent pharmacy network.

NOTE: **Unchanged Code text and uncoded text** are in plain Arial font.
Additions to Codes are in *single-underline italics Times New Roman font*.
Deletions to Codes are in *strikethrough italics Times New Roman font*.
Board amendment additions are in double-underlined Arial font.
Board amendment deletions are in ~~strikethrough Arial font~~.
Asterisks (* * * *) indicate the omission of unchanged Code subsections or parts of tables.

Be it ordained by the People of the City and County of San Francisco:

Section 1. Background and Findings.

(a) Easy access to pharmacies is crucial to many communities in the City, including senior citizens, families with children, immigrants, and monolingual language speakers. Residents who do not have a neighborhood pharmacy within walking distance and do not have access to a vehicle may struggle to obtain necessary medications and other products. And for many community members, it is important to have access to a pharmacist to speak to in person, who can provide instructions on how to take or administer prescribed medications.

(b) In recent years, large chain drugstores have closed numerous locations in the City. Due to online shopping, including medication delivery services, and increased costs of

1 doing business, locally owned drugstores and pharmacies have struggled to stay open, and
2 many such independent local businesses have closed. These closures have left gaps across
3 the City where a neighborhood pharmacy is well outside walking distance to many residents.

4 (c) The Board of Supervisors finds that it is in the public interest to explore ways that
5 City government can support independent pharmacies to close gaps in pharmacy coverage
6 and create thriving neighborhoods and commercial corridors, and to ensure that residents
7 have easy access to necessary medications and other goods.

8 (d) This ordinance will begin a process for the City to evaluate policy options to
9 support the continued operation of independent pharmacies and the opening of new
10 independent pharmacies. The task force established by this ordinance will advise City
11 officials on ways the City can use its wholesale purchasing capacity to assist independent
12 pharmacies and on options for creating an independent pharmacy network, including the
13 benefits that could be available to members of such a network and the criteria for
14 membership.

15
16 Section 2. Chapter 5 of the Administrative Code is hereby amended by adding Article
17 XVI, consisting of Sections 5.16-1 through 5.16-6, to read as follows:

18
19 **ARTICLE XVI: INDEPENDENT PHARMACY TASK FORCE**

20
21 **SEC. 5.16-1. CREATION OF INDEPENDENT PHARMACY TASK FORCE.**

22 The Board of Supervisors hereby establishes the Independent Pharmacy Task Force (the “Task
23 Force”) of the City and County of San Francisco.

24
25 **SEC. 5.16-2. MEMBERSHIP.**

1 (a) The Task Force shall be comprised of nine members, appointed by the Board of
2 Supervisors, as specified in subsection (b).

3 (b) Seats 1 through 9 shall be filled as follows:

4 (1) Seat 1 shall be held by a member of the Board of Supervisors, who shall serve as
5 the chairperson of the Task Force.

6 (2) Seat 2 shall be held by a pharmacist employed by the Department of Public Health.

7 (3) Seats 3 and 4 shall be held by licensed or certified pharmacists employed by
8 independent pharmacies located in the City. For purposes of this Article XVI, an independent
9 pharmacy is one that is either stand-alone or part of a group of two or three pharmacies that are
10 pharmacist-owned, privately held businesses.

11 (4) Seat 5 shall be held by a former or current representative of the San Francisco
12 Health Plan with expertise in pharmacy benefits and prescription drug coverage.

13 (5) Seats 6 and 7 shall be held by medical service providers, including, but not limited
14 to, a physician, nurse, or physician's assistant, with expertise in prescription drug and other pharmacy
15 benefits.

16 (6) Seat 8 shall be held by a representative from a City department that issues permits
17 to small businesses who has experience and expertise regarding the obligations that a small business
18 must comply with in order to operate in the City.

19 (7) Seat 9 shall be held by a representative of the National Community Pharmacists
20 Association.

21
22 **SEC. 5.16-3. ORGANIZATION AND TERMS OF OFFICE.**

23 (a) Members of the Task Force shall serve two-year terms, beginning on December 1, 2025;
24 provided, however, the terms of the initial appointees in Seats 3, 5, and 7 shall be one year, expiring on
25 November 30, 2026.

1 **(b) Members of the Task Force shall serve at the pleasure of the Board of Supervisors, and**
2 **may be removed by the Board of Supervisors at any time.**

3 **(c) The Board of Supervisors shall make initial appointments to the Task Force within 90 days**
4 **of the effective date of the ordinance in Board File No. _____ establishing this Article XVI.**

5
6 **SEC. 5.16-4. DUTIES.**

7 **(a) The Task Force shall advise the Health Commission, the Department of Public Health, the**
8 **Mayor, and the Board of Supervisors, on:**

9 **(1) The City's options to expand City's wholesale prescription drug contracts and**
10 **purchasing capacity;**

11 **(2) Opportunities to expand the City's access to discounted outpatient drugs through**
12 **the federal 340B Drug Pricing Program;**

13 **(3) The creation of an independent pharmacy network in the City, including the**
14 **benefits that would be available to members of the network and the criteria for membership; and**

15 **(4) Changes to existing licensing requirements that may be necessary or**
16 **recommended for pharmacies to become a part of an independent pharmacy network.**

17 **(b) By no later than June 30, 2026, and every year thereafter, the Task Force shall submit to**
18 **the Board of Supervisors, the Mayor, and the Director of Health a written report on its progress.**

19 **(c) By no later than June 30, 2027, the Task Force shall submit to the Board of Supervisors,**
20 **the Mayor, and the Director of Health its final recommendations concerning the City's options to**
21 **expand the City's wholesale prescription drug contracts and purchasing capacity, ways to expand the**
22 **City's 340B Drug Pricing Program coverage, and recommendations relating to licensing requirements**
23 **to make it easier for pharmacies to become licensed as a part of an independent pharmacy network,**
24 **including the design of the network, and any steps that may be required to ensure its successful**
25 **implementation.**

1
2 **SEC. 5.16-5. MEETINGS AND PROCEDURES.**

3 (a) The Task Force's inaugural meeting shall be held within 120 days of the effective date of
4 this Article XVI, provided that a majority of the members have been appointed and are present at the
5 meeting. There shall be at least ten days' public notice of the inaugural meeting.

6 (b) The Task Force shall hold a regular meeting at least once every three months after the
7 inaugural meeting for a total of at least four meetings per year. The place, date and time of meetings of
8 the Task Force shall be prescribed by the Chair. All meetings shall be open to the public.

9 (c) Any member who misses two regular meetings of the Task Force within any 12-month
10 period without the express approval of the Task Force at or before each missed meeting shall be
11 deemed to have resigned from the body 10 days after the second unapproved absence. The Task Force
12 shall inform the Board of Supervisors of any such resignation.

13 (d) Service on the Task Force is voluntary and members shall receive no compensation from
14 the City, except that a City employee appointed to Seats 2, 6, 7, and 8 shall receive compensation from
15 the City as an employee, because work on the Task Force shall be considered part of the employee's
16 work for the City.

17 (e) The Department of Public Health shall provide administrative and clerical support for the
18 Task Force. All City officials and agencies shall cooperate with the Task Force in the performance of
19 its functions.

20 (f) One representative from each of the following departments shall attend meetings of the
21 Task Force to be available for consultation by its members: the Department of Public Health-
22 Behavioral Health Services and the Controller's Office.

23 (g) In the event a vacancy occurs during the term of office of any member, the Board of
24 Supervisors shall appoint a successor for the unexpired term of the vacated seat in a manner similar to
25 that described for the initial member.

1 (h) The Task Force may establish subcommittees to be convened as directed by the Task
2 Force. The Chair or the Chair's designee shall appoint members to the subcommittees. Subcommittees
3 shall report findings and make recommendations to the full Task Force for its consideration.

4
5 **SEC. 5.16-6. SUNSET.**

6 Unless the Board of Supervisors by ordinance extends the term of the Task Force, this Article
7 XVI shall expire by operation of law, and the Task Force shall terminate, three years after the effective
8 date of the ordinance in Board File No. _____ enacting this Article XVI. After that date, the City
9 Attorney is authorized to cause this Article XVI to be removed from the Administrative Code.

10
11 Section 2. Effective Date. This ordinance shall become effective 30 days after
12 enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the
13 ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board
14 of Supervisors overrides the Mayor's veto of the ordinance.

15
16 APPROVED AS TO FORM:
16 DAVID CHIU, City Attorney

17
18 By: /s/
18 ARNULFO MEDINA
19 Deputy City Attorney

20 n:\legana\as2025\2500383\01856937.docx