

1 [Agreement Amendment - McKesson Plasma and Biologics LLC - Group Purchasing
2 Organization Purchase of Pharmaceuticals - Not to Exceed \$1,466,737,824]

3 **Resolution approving Amendment No. 1 to the Group Purchasing Organization (GPO)**
4 **pharmaceutical Agreement between McKesson Plasma and Biologics LLC and the**
5 **Department of Public Health (DPH), under Administrative Code, Chapter 21A.2, to**
6 **increase the Agreement amount by \$1,170,803,034 for a not to exceed amount of**
7 **\$1,466,737,824; extend the term by four years and five months from February 1, 2024,**
8 **for a total term of February 1, 2020, through June 30, 2028; and authorize DPH to enter**
9 **into modifications of the Agreement that do not materially increase the City’s**
10 **obligations or liabilities and are necessary to effectuate the purposes of the Agreement**
11 **or this Resolution.**

12
13 WHEREAS, DPH has an ongoing need to buy a broad range of pharmaceuticals.
14 biologics, and specialty drugs 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 Board of Supervisors by resolution; and

22 WHEREAS, The Board of Supervisors approved the Agreement in an amount not to
23 exceed \$381,382,991, by Resolution No. 124-20 (File No. 200013); 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,

