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[Agreement Amendment - MedImpact Healthcare Systems, Inc. - Third Party Pharmacy Administration Services at Community Pharmacies - \$17,575,376]

Resolution approving the third amendment to the agreement between the Department of Public Health and MedImpact Healthcare Systems, Inc., for third party pharmacy administration services at community pharmacies to increase the total contract amount from \$9,900,000 for the term of July 1, 2008, through June 30, 2014, by \$7,675,376 for a total contract amount of \$17,575,376 for six years.

WHEREAS, The Department of Public Health, in order to provide third party pharmacy administration services at more than 15 community pharmacies for the more than 50,000 patients of the Department's Community Health Network who require them; and

WHEREAS, The Department of Public Health conducted a Request for Proposals in December 2007 (RFP 33-2007) to solicit these services, which provided for an initial contract term of one year with options to renew the contract to a maximum term of nine years, and selected MedImpact Healthcare Systems, Inc. to perform them; and

WHEREAS, The Department established an agreement with MedImpact Healthcare Systems, Inc. for these services in 2008, amending the contract in 2009 and 2011 to increase the total contract amount and extend the term as needed to the present total contract amount of \$9,900,000; and,

WHEREAS, The contract provides online, point-of-service electronic claims adjudication for prescriptions, including, but is not limited to, verifying patient and provider eligibility, formulary status of prescribed medication, patient co-pay status; and,

WHEREAS, The Department requests approval of a third amendment to the contract to increase the total contract amount by \$7,675,376 to \$17,575,376 to enable the continued provision of these services through June 30, 2014, a total term of six years; and

WHEREAS, A copy of this amendment is on file with the Clerk of the Board of Supervisors in File No. <u>121062</u>, which is hereby declared to be a part of this resolution as if set forth fully herein; now, therefore, be it

RESOLVED, That the Board of Supervisors hereby authorizes the Director of Public Health and the Purchaser, on behalf of the City and County of San Francisco, to amend the contract with MedImpact Healthcare Systems, Inc. to increase the total amount from \$9,900,000 for the term of July 1, 2008, through June 30, 2014 by \$7,675,376, for a total contract amount of \$17,575,376 for the period of July 1, 2008 through June 30, 2014; and, be it

FURTHER RESOLVED, That the Board of Supervisors requires that any expenditures under this amendment be consistent with Health Commission policy which currently provides for a 12% contingency.

RECOMMENDED:

APPROVED:

Mark Morewitz

Barbara A. Garcia Director of Health

Secretary to the Health Commission



City and County of San Francisco **Tails**

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

Resolution

File Number:

121062

Date Passed: December 04, 2012

Resolution approving the third amendment to the agreement between the Department of Public Health and MedImpact Healthcare Systems, Inc., for third party pharmacy administration services at community pharmacies to increase the total contract amount from \$9,900,000 for the term of July 1, 2008, through June 30, 2014, by \$7,675,376 for a total contract amount of \$17,575,376 for six years.

November 28, 2012 Budget and Finance Committee - AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE

November 28, 2012 Budget and Finance Committee - RECOMMENDED AS AMENDED

December 04, 2012 Board of Supervisors - ADOPTED

Ayes: 10 - Avalos, Campos, Chiu, Chu, Elsbernd, Farrell, Kim, Mar, Olague and

Wiener

Absent: 1 - Cohen

File No. 121062

I hereby certify that the foregoing Resolution was ADOPTED on 12/4/2012 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Date Approved