[Contract Agreement - Walgreen Co. - Pharmacy Services - Not to Exceed \$19,600,000]

Resolution approving a contract between the Department of Public Health and Walgreen Co., to provide pharmacy services under the federal drug discount program established by Public Health Service Act, Section 340B, for a five-year term of July 1, 2016, through June 30, 2021, in an amount not to exceed \$19,600,000.

WHEREAS, The Department of Public Health is qualified for and participates in the federal drug discount program established under Section 340B of the federal Public Health Service Act, which requires participating pharmaceutical manufacturers to extend discounted pricing to qualified health care providers; and

WHEREAS, Under the 340B program, the City is authorized to purchase prescription and non-prescription medications at reduced cost for its patients served at outpatient City clinics and locations, and to contract with a licensed pharmacy to manage and dispense its 340B Drugs; and

WHEREAS, The Department of Public Health conducted a Request for Proposals for these services and selected Walgreen Co.; and

WHEREAS, These services will enable patients from 26 City locations and clinics to fill their prescriptions at 32 Walgreen Co. retail pharmacies in the community; and

WHEREAS, These retail pharmacy locations include 1344 Stockton Street, 3398

Mission Street, 4645 Mission Street, 1979 Mission Street, 498 Castro Street, 1630 Ocean

Avenue, 2494 San Bruno Avenue, 790 Van Ness Avenue, 3801 Third Street, 1363 Divisadero

Street, 825 Market Street, 1189 Potrero Avenue, 2690 Mission Street, 4129 18th Street, 1301

Market Street, 5300 3rd Street, 965 Geneva Avenue, 3400 Cesar Chavez, 901 Hyde Street,
1300 Bush Street, 5280 Geary Blvd, 1496 Market Street, 776 Market Street, 745 Clement

Street, 25 Point Lobos Avenue, 199 Parnassus Avenue, 2050 Irving Street, 1201 Taraval Street, 1750 Noriega Street, 135 Powell Street, 500 Geary Street, and 2262 Market Street; and

WHEREAS, City locations and clinics to be served include health centers and clinics which are part of the San Francisco Community Consortium (the Tom Waddell, Balboa Teen, Castro-Mission, Maxine Hall, Silver Avenue, Chinatown, Ocean Park, Potrero Hill, and Southeast Health Centers; the Cole Street, Larkin Street, and Tom Waddell Urban Health Clinics; Curry Senior Services; and five outpatient clinics Zuckerberg San Francisco General Hospital), and eight additional outpatient clinics at Zuckerberg San Francisco General Hospital; and

WHEREAS, The San Francisco Charter, Section 9.118, requires that contracts entered into by a department or commission having a term in excess of ten years or requiring anticipated expenditures of ten million dollars or more be approved by the Board of Supervisors; and

WHEREAS, The Department of Public Health requests approval of a contract to the contract between the Department of Public Health and Walgreens Co. for these pharmacy services from July 1, 2016, through June 30, 2021, in an amount not to exceed \$19,600,000; 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 enter into a contract with Walgreen Co. for the term of July 1, 2016, through June 30, 2021, in an amount not to exceed \$19,600,000; and, be it

FURTHER RESOLVED, That within thirty (30) days of the contract being fully executed by all parties, the Director of Health and/or the Director of the Office of Contract

RECOMMENDED:

APPROVED:

Barbara A. Garcia

Director of Health

Mark Morewitz

**Health Commission Secretary** 



## City and County of San Francisco **Tails**

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

## Resolution

File Number:

160512

Date Passed: June 21, 2016

Resolution approving a contract between the Department of Public Health and Walgreen Co., to provide pharmacy services under the federal drug discount program established by Public Health Service Act, Section 340B, for a five-year term of July 1, 2016, through June 30, 2021, in an amount not to exceed \$19,600,000.

June 16, 2016 Government Audit and Oversight Committee - RECOMMENDED AS **COMMITTEE REPORT** 

June 21, 2016 Board of Supervisors - ADOPTED

Ayes: 10 - Avalos, Breed, Campos, Cohen, Farrell, Kim, Peskin, Tang, Wiener

and Yee

Excused: 1 - Mar

File No. 160512

I hereby certify that the foregoing Resolution was ADOPTED on 6/21/2016 by the Board of Supervisors of the City and County of San Francisco.

Clerk of the Board