



**San Francisco
Department of Public Health**

**DHRPSC0004305 : Pharmacy Administration/340b Drug
Pricing Program**

Department Project Manager: David Smith, Chief Pharmacy Officer

DPH Division – Section: SFHN – Pharmacy

Civil Service Commission

June 1, 2026

Scope of Services:

- Third Party Pharmacy Adjudication (TPA) of claims and 340B Drug Pricing Program services for the Department of Public Health's
- Includes provision of pharmacy network in San Francisco for uninsured patients within San Francisco Health Network

Need of Services:

- San Francisco Health Network (SFHN) has 13 primary care clinics across the City, including Specialty Care clinics at ZSFG campus. The service allows patients to fill prescriptions at any of the contracted pharmacies, facilitating medication access near their clinic, where they live, or work.
- Allows for more equitable medication access for uninsured population within SFHN.
- TPA services allowed expansion of SFHN's utilization of the 340b Federal Drug Discount program, which enables access to lower drug prices whose savings supports prescription coverage for uninsured patients.

Service Delivery Locations:

- 19+ Walgreens locations throughout the City and County for any SFHN patient, regardless of insurance status

Service Delivery Timeline and Service Background:

- The current contract has been in place since 2016 for TPA services at this network of pharmacies
- Requesting extension prior to expiration in July 2026
- Similar prescription services are provided at ZSFG, which focuses on campus-based prescriptions, hospital discharges.

Why Contracting is the Right Tool for This Need:

- Providing pharmacy services which are available 24/7 or within the community where a patient may live, work, or receive care is best performed by pharmacies already established in those communities. Those pharmacies have established relationships and understand of the patients and needs in that community.

How This Supports DPH Programs:

- Provides equitable access to prescription medications for uninsured and insured patients, promoting the well being and health of San Franciscans.

PSC Amount:

- Total PSC Requested: \$54,400,000
- Total increase requested with this PSC modification: \$0
- <0.076% of current contract budget has been utilized → does not draw from general fund
 - (note: original PSC cost included cost of drugs themselves, not the services)

• PSC Duration:

- Total Current Duration: 144 months
- Proposed increase: 24 months (until new RFP and contract can be executed)



THANK YOU

