



BOARD OF SUPERVISORS  
AGENDA LETTER

Agenda Number:

Clerk of the Board of Supervisors  
105 E. Anapamu Street, Suite 407  
Santa Barbara, CA 93101  
(805) 568-2240

Department Name: Public Health  
Department No.: 041  
For Agenda Of: July 17, 2018  
Placement: Administrative  
Estimated Tme:  
Continued Item: No  
If Yes, date from:  
Vote Required: Majority

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**TO:** Board of Supervisors  
**FROM:** Department Van Do-Reynoso, MPH, PhD, Director  
Director(s) Public Health Department  
Contact Info: Dana Gamble, Assistant Deputy Director. Ext. 5171  
**SUBJECT: CenCal Health 340B Pharmacy Network Savings Share Agreement**

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**County Counsel Concurrence**

As to form: Yes

**Auditor-Controller Concurrence**

As to form: Yes

**Other Concurrence:** N/A

As to form:

**Recommended Actions:**

That the Board of Supervisors consider recommendations as follows:

- a) Approve, ratify and Authorize the Chair to execute the the Santa Barbara San Luis Obispo Regional Health Authority dba CenCal Health 340B Pharmacy Network Savings Share Agreement for a one-year term from July 1, 2018 through June 30, 2019.
- b) Determine that the activity is not a "Project" subject to California Environmental Quality Act (CEQA) review per CEQA Guideline Section 15378(b)(5), since the activity is an organizational or administrative activity of government that will not result in direct or indirect physical changes in the environment.

**Summary Text:**

This item is on the Agenda to execute the CenCal Health 340B Savings Share Agreement effective July 1, 2018. The Public Health Department uses the savings generated from the 340B program in accordance with 340B Program requirement that the savings be used to support health center services offered to the low income insured and uninsured population.

**Background:**

Since 2012, the Public Health Department (PHD) has participated with CenCal Health in a 340B Savings Share Agreement (Attachment A) with allowing for the extension of 340B Drug Pricing Program discounts to retail and specialty pharmacies that provide pharmaceuticals for PHD patients. The Public Health Department uses the savings generated from the 340B program in accordance with

340B Program requirement that the savings are used to support health center services offered to the low income insured and uninsured population. The 340B program was created by Congress in 1992 to help vulnerable or uninsured patients gain access to needed prescription medicines, by requiring pharmaceutical manufacturers to provide discounts to health centers such as those operated by the PHD as a condition of their drugs being covered by Medicaid (Medi-Cal in California). Execution of this Agreement through June 2019 ensures the savings experienced by the PHD participation in the 340B program continue to benefit PHD Health Center patients including those who are CenCal Health members in Santa Barbara County.

**Fiscal and Facilities Impacts:**

Budgeted: N/A

**Fiscal Analysis:** There are no fiscal or facilities impacts associated with this action as it is purely administrative in nature.

**Special Instructions:**

Please return an electronic copy of the Minute Order to the PHD Contracts Unit at [PHDRES.ContractsUnit@sbcphd.org](mailto:PHDRES.ContractsUnit@sbcphd.org)

**Attachments:**

- A. Santa Barbara San Luis Obispo Regional Health Authority 340B Savings Share Agreement.

**Authored by:**

Dana Gamble, Assistant Deputy Director, Public Health Department