



TOWN ATTORNEY

To: Mayor and Town Council
From: Terrence S. Welch, Town Attorney
Through: Mario Canizares, Town Manager
Re: Cook Children's 340B Program
Town Council Meeting – March 10, 2026

Strategic Visioning Priority: 4. Provide Excellent Municipal Services

Agenda Item:

Consider and act upon authorizing the Mayor to execute an Agreement with Cook Children's Hospital for the Town to enroll in a 340B Program to provide Health Care services to low-income individuals.

Description of Agenda Item:

Cook Children's Hospital has approached the Town about being a sponsor of the Hospital so it may participate in the drug discount program established under Section 340B of the Public Health Services Act (the "340B Program"). In order to participate in the 340B Program, Cook Children's must maintain an agreement with a unit of state or local government pursuant to which Cook Children's commits to provide healthcare services to low-income individuals who are neither entitled to benefits under Medicare (Title XVIII of the Social Security Act (SSA)) nor eligible for assistance under Medicaid (Title XIX of the SSA). Cook Children's desires to affirm its commitment to Prosper to provide health care services to low-income individuals who are neither entitled to benefits under Title XVIII of the Social Security Act nor eligible for assistance under the State plan of Title XIX under this Act. The Town has no financial obligations under the Agreement other than acting as a sponsor for the 340B Program. If the Town were to ever request not to be a sponsor, it may do so with 60 days' notice to Cook Children's Hospital, thus terminating the Agreement.

Budget Impact:

There is no budgetary impact affiliated with this item.

Legal Obligations and Review:

The Agreement with Cook Children's Hospital has been approved by the Town Attorney.

Attached Documents:

1. Agreement

Town Staff Recommendation:

Town staff recommends the Town Council authorize the Mayor to execute the Agreement on behalf of the Town.

Proposed Motion:

I move to approve authorizing the Mayor to execute an Agreement with Cook Children's Hospital to provide Health Care Services to low-income individuals.