

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	23954	Agenda Number	22.
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Meeting Date:	May 9, 2013
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Department:	Purchasing
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Subject

Authorize award and execution of Amendment No. 2 to a requirements supply contract with MCKESSON MEDICAL-SURGICAL, INC., for medical supplies for various City departments to increase the contract authorization for the current contract period in an amount not-to-exceed \$139,650 and remaining three extension options in an estimated amount not to exceed \$92,880 for the first option, \$111,456 for the second option, and \$133,747 for the third option, for a revised total contract amount not to exceed \$2,668,666.

Amount and Source of Funding

Funding in the amount of \$139,650 is available in the Fiscal Year 2012-2013 Operating Budgets of various City departments. Funding for the extension options is contingent upon available funding in future budgets.

Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

Purchasing Language:	Contract Amendment
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Prior Council Action:	June 24, 2010 - Approved 36-month requirements supply contract with three 12-month extension options.
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For More Information:	Gage Loots, Senior Buyer/972-4009
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Boards and Commission Action:	
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Related Items:	
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MBE / WBE:	This contract was awarded in compliance with City Code Chapter 2-9D (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.
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Additional Backup Information

This contract with McKesson Medical-Surgical, Inc., Richmond, VA was awarded in August 2010 as a competitive procurement of medical supplies for the Health and Human Services Department (HHSD) and the Austin Fire Department (AFD) to be purchased on an as-needed basis. The Austin Police Department (APD) was added to this contract in April 2011 and the Austin Animal Center (AAC) was added in November 2012. A variety of supplies are provided by this contract such as syringes, exam gloves, microscopes, disinfectants, thermometers, bandages and test kits for use at various City facilities including HHSD's WIC Clinics, Neighborhood and Community Centers, the Refugee Clinic, the STD/TB Clinic, the HIV Clinic, and the AFD Wellness Center.

Amendment No. 1 was issued in March 2013 for \$56,000 to purchase additional quantities of supplies under this contract. This Recommendation for Council Action is to approve Amendment No. 2 to increase the authorization for the current contract period in an estimated amount not to exceed \$139,650 and remaining three extension options in an estimated amount not to exceed \$92,880 for the first option, \$111,456 for the second option, and \$133,747 for the third option. The requested authorization is necessary to accommodate greater demand for these supplies than was originally forecasted including the needs of the City departments that were not initially included in the contract. The increase will allow the various City departments to purchase the medical supplies required to adequately supply their facilities.

Contract Summary

Action	Description	Amount
Original Contract awarded 08/01/2010	Original 36-month contract with three 12-month extension options in amounts of \$371,520 for the first option, \$445,824 for the second option, and \$534,989 for the third option.	\$ 782,600 \$1,352,333
Amendment No. 1	Administrative increase	\$ 56,000
Proposed Amendment No. 2	Approve an increase to the current contract period in an amount of \$139,650 and the remaining three 12-month extension options in amounts not to exceed \$92,880 for the first option, \$111,456 for the second option, and \$133,747 for the third option.	\$ 477,733
Total Revised Contract Amount		\$2,668,666