



City Council Report

Date: October 6, 2014
To: City Council
Through: Alex Deshuk, Manager of Technology and Innovation
From: Edward Quedens, MPA, C.P.M., CPPO, Business Services Director
Matt Bauer, MBA, CPPO, CPPB, CPSM, Procurement Administrator
Subject: Dollar Limit Increase for the Term Contract for Vaccines for the Fire and Medical Department's Childhood Immunization Program as well as Public Safety Employees (**Funded by the CMS Healthcare Innovation Grant**) (**Citywide**)

Purpose and Recommendation

Council is requested to approve a Dollar Limit Increase to the Term Contract for Vaccines as recommended.

Mesa Fire and Medical (MFMD), and Purchasing recommend authorizing a dollar limit increase of \$30,333.00 annually, increasing the annual contract amount from \$110,000.00 to \$140,333.00 annually, over the next three years. This contract utilizes the Minnesota Multistate Contracting Alliance for Pharmacy (MMCAP) cooperative contract with multiple vendors: Sanofi Pasteur, GlaxoSmithKline, Merck Sharp & Dohme Corp., and McKesson.

Background / Discussion

For more than eleven years, MFMD has purchased immunizations for sworn personnel and Tuberculosis (TB) testing, as well as flu vaccinations for Police and Fire employees. Fire recruits are immunized against Hepatitis B, as required by Occupational Safety and Health Administration (OSHA). Sworn fire personnel are immunized against several other communicable diseases such as Tetanus, Diphtheria, Pertussis, Measles, Mumps, Rubella, Varicella, and Hepatitis A as recommended by the Centers for Disease Control (CDC), OSHA, and the National Fire Protection Association (NFPA) 1582. Sworn Fire employees receive TB testing annually as recommended by NFPA 1582. Police and Fire employees are also immunized against the influenza virus each year as recommended by the CDC and OSHA.

For the past nine years, MFMD has immunized children utilizing roving clinics at schools. Traditionally all of the vaccines were provided by the State and County Immunization Grants. However due to Federal and State vaccine budget cuts as of 10/1/2012, community immunization programs cannot provide federally purchased flu vaccine to insured children, even to those school children with a very high deductible. This poses a serious threat to the continuation of providing this service within schools. Since the school program is a convenience to many working families, this may prohibit many of these children from receiving Influenza, Meningitis and Tetanus, Diphtheria and Pertussis vaccines resulting in potential illness, disease spread, and school absenteeism.

On September 23, 2013, Council approved the initial five-year contract utilizing the MMCAP cooperative contract to support the City's Childhood Immunization Program, MFMD disease prevention program, and the City's Police and Fire employee flu vaccine programs.

MFMD has been awarded additional immunization dollars through the CMS Healthcare Innovation Grant. The grant funding is \$90,999.00 for the next three years, or \$30,333.00 each year. Through the Community Care Units the MFMD will have the ability to immunize more citizens within the community utilizing the additional grant dollars.

Alternatives

Council may choose not to authorize the dollar limit increase using the CMS Healthcare Innovation grant funding.

Fiscal Impact

The dollar limit increase of \$30,333.00 annually is funded by the CMS Healthcare Innovation Grant for the next three years (Contract years 2, 3 and 4).

Coordinated With

Mesa Fire and Medical Department, CMS Healthcare, and Office of Management and Budget.

PURCHASING INFORMATION

Action: Dollar Limit Increase (Years 2, 3 and 4)

Contracting Agency: Minnesota Multistate Contracting Alliance for Pharmacy (MMCAP)

Agency Contract Number: MMS28004, MMS11068, MMS11087 and MMS11081

Mesa Contract Number: 2014050

Contract Term: Five Years

Possible Renewals: Two, one-year renewals subject to the MMCAP renewing its contract.

DOLLAR LIMIT INCREASE RECOMMENDATION

Description	
Multiple vendors to provide vaccines for Childhood Immunization and Public Safety Employee Programs (Influenza, Tdap, MMR, Varicella, Hepatitis B and Hepatitis A) per Minnesota Multistate Contracting Alliance for Pharmacy, Contract Numbers #MMS28004, MMS11068, MMS11087 and MMS11081:	
1. Sanofi Pasteur	
2. GlaxoSmithKline	
3. Merck Sharp & Dohme Corp.	
4. McKesson	
Original Award 9/23/2013 – Current Limit	\$110,000.00
This Increase Request 10/6/2014	<u>\$30,333.00</u>
New Annual Contract Amount (Years 2, 3 and 4)	<u>\$140,333.00</u>