



City Council Report

Date: September 10, 2018

To: City Council

Through: Michael Kennington, Chief Financial Officer

From: Edward Quedens, Business Services Director
Matt Bauer, Procurement Administrator

Subject: Four-Year Term Contract with Renewal Options for Childhood and Adult Vaccines for the Fire & Medical Department (**\$10,200 funded by the Salt River Pima - Maricopa Indian Community Grant and \$74,800 funded by Fire & Medical Department operating budget**) (Citywide)

Recommendation

Council is requested to approve the award as recommended.

The Fire & Medical Department and Purchasing recommend authorizing the purchase using the Minnesota Multistate Contracting Alliance for Pharmacy (MMCAP) cooperative contract with multiple vendors: Sanofi Pasteur, Merck Sharp & Dohme Corp., McKesson Packaging Services, a division of McKesson, McKesson Medical-Surgical Minnesota Supply, and GlaxoSmithKline, at \$85,000 annually, based on estimated usage.

Background / Discussion

Fire & Medical purchases vaccines from multiple vendors for their Immunization Program. The MMCAP cooperative agreement provides vaccines and other pharmaceuticals including, Influenza, Tuberculin skin tests, Pertussis (Tdap), Measles, Mumps, Rubella (MMR), Varicella, and Hepatitis B and Hepatitis A for their Childhood Immunization Program. Using the MMCAP cooperative contract will provide special pricing not otherwise available to the City based on the City's volume.

Fire & Medical and Purchasing are requesting approval for a four-year term coinciding with the term of the longest agency contract (MMS17016) that expires on 12/31/2022. Approval of the initial four-year term will provide efficiencies in renewing the City's contract concurrent with MMCAP's annual renewal.

Purchase Information

Action: Initial Award

Procurement Type: Cooperative Contract Use

Contract Number: 2018248

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

Agency Contract Number and Name – Contract Term

MMS15198, Sanofi Pasteur – 7/1/2015 to 6/30/2019

MMS17019, Sanofi Pasteur – 1/1/2018 to 6/30/2019

MMS15147, Merck Sharp & Dohme – 7/1/2015 to 6/30/2019

MMS15139, McKesson Packaging Services, a division of McKesson – 7/1/2015 to 6/30/2019

MMS14005, McKesson Medical-Surgical Minnesota Supply – 2/12/2014 to 12/31/2018

MMS15112, GlaxoSmithKline – 7/1/2015 to 6/30/2019

MMS17016, GlaxoSmithKline – 1/1/2018 to 12/31/2022

Initial Contract Term: Four years (through 12/31/2022)

Possible Renewals: Subject to MMCAP term renewals, City administrative review and approval

Funding Source: \$10,200 (12%) by Salt River Pima-Maricopa Indian Community Grant and \$74,800 (88%) by Fire & Medical Department operating budget