

**JANUARY STATEWIDE
CONTRACT #2
SWC # 530
Edison # 19309**

**Department of General Services
Central Procurement Office
(CPO)**

**VENDOR:
Morris & Dickson**



STATE OF TENNESSEE
DEPARTMENT OF GENERAL SERVICES

BILL HASLAM
GOVERNOR

ROBERT E. OGLESBY, AIA
COMMISSIONER

MEMORANDUM

TO: Fiscal Review Committee

FROM: Tracy Barber, Category Specialist

DATE: 12/22/2014

SUBJECT: 3 Month Extension beyond sixty (60) months

SWC 530 Pharmaceutical Edison Contract 19309 to be extended beyond the sixty (60) months limitation through 5/31/2015 to match the master contract extension period between the Minnesota Multi-State Cooperative for Pharmacy and Morris & Dickson. This extension period will offer the time needed for the CPO to facilitate the contract review and evaluation of the three (3) new wholesaler contracts with MMCAP by TN state user agency subject matter expert while offering the time needed for the CPO to prepare the recommendation and supporting documents as required in order to obtain the approval of the Comptroller of the Treasury, pursuant to 4-56-108(a)(4).

CENTRAL PROCUREMENT OFFICE

312 ROSA L. PARKS AVENUE, 3RD FLOOR • NASHVILLE, TENNESSEE 37243
(615) 741-1035 • FAX: (615) 741-0684 • WWW.TN.GOV/GENERALSERV/

Supplemental Documentation Required for
Fiscal Review Committee

*Contact Name:	Tracy Barber	*Contact Phone:	615-741-4592		
*Presenter's name(s):	Shay Oliphant				
Edison Contract Number: (if applicable)	19309	RFS Number: (if applicable)	N/A		
*Original or Proposed Contract Begin Date:	03/01/2010	*Current or Proposed End Date:	02/28/2015		
Current Request Amendment Number: (if applicable)	N/A				
Proposed Amendment Effective Date: (if applicable)	03/01/2015				
*Department Submitting:	General Services				
*Division:	Central Procurement				
*Date Submitted:	12/22/2014				
*Submitted Within Sixty (60) days: <i>If not, explain:</i>	Yes				
*Contract Vendor Name:	Morris & Dickson				
*Current or Proposed Maximum Liability:	N/A				
*Estimated Total Spend for Commodities:	\$ 47,662,817.00				
*Current or Proposed Contract Allocation by Fiscal Year: (as Shown on Most Current Fully Executed Contract Summary Sheet)					
FY: 10	FY: 11	FY: 12	FY: 13	FY: 14	FY: 15
\$ N/A	\$ N/A	\$ N/A	\$ N/A	\$ N/A	\$ N/A
*Current Total Expenditures by Fiscal Year of Contract: (attach backup documentation from Edison)					
FY: 10	FY: 11	FY: 12	FY: 13	FY: 14	FY: 15
\$2,439,134.49	\$26,522,554.31	\$31,429,490.83	\$30,987,777.69	\$30,460,767.44	\$14,080,234.07
IF Contract Allocation has been greater than Contract Expenditures, please give the reasons and explain where surplus funds were spent:		N/A, This is a Statewide contract			
IF surplus funds have been carried forward, please give the reasons and provide the authority for the carry forward provision:		N/A			
IF Contract Expenditures exceeded Contract Allocation, please give the reasons and explain how funding was acquired to pay the overage:		N/A			

Supplemental Documentation Required for
Fiscal Review Committee

*Contract Funding Source/Amount:			
State:	N/A	Federal:	N/A
<i>Interdepartmental:</i>	N/A	<i>Other:</i>	N/A
If “ <i>other</i> ” please define:			
If “ <i>interdepartmental</i> ” please define:			
Dates of All Previous Amendments or Revisions: <i>(if applicable)</i>	Brief Description of Actions in Previous Amendments or Revisions: <i>(if applicable)</i>		
Method of Original Award: <i>(if applicable)</i>	RFP		
*What were the projected costs of the service for the entire term of the contract prior to contract award? How was this cost determined?	\$ 47,662,817.00 Costs were determined by purchase history and agency projections		
*List number of other potential vendors who could provide this good or service; efforts to identify other competitive procurement alternatives; and the reason(s) a sole-source contract is in the best interest of the State.	N/A		

Rule Exception Request

Route completed request, as one file in PDF format, via e-mail attachment sent to: AgSprs.Agsprs@tn.gov

APPROVED

CHIEF PROCUREMENT OFFICER
 (Required for all Rule Exception Requests)
 12-16-14

APPROVED

COMPTROLLER OF THE TREASURY
 (ONLY for applicable statutorily required approvals e.g., records, annual report and audit, or monitoring provisions)
 12/17/14

Request Tracking #	
1. Contract #	19309
2. Goods or Services Caption	Pharmaceutical Products
3. Contractor	Morris & Dickson
4. Contract Period (with ALL options to extend exercised)	60 months
5. Contract Maximum Liability (with ALL options to extend exercised)	\$ Statewide
6. Rule(s) (for which the exception is requested) Please include citation and written explanation of Rule(s) to be excepted.	0690-03-01-.14(2)(c) The requirement of a multi-year contract shall be stated in the solicitation, and any multi-year contract shall be awarded pursuant to these Rules and shall not be for a period longer than sixty (60) months unless approved by the Chief Procurement Officer as being in the best interest of the State. The justification for the contract term exceeding sixty (60) months shall be maintained in the records of the Central Procurement Office. A report of all contracts awarded for a period longer than sixty (60) months in such format and at such interval determined requested shall be provided to the Comptroller of the Treasury.
7. Explanation of Rule Exception Requested	Requesting that contract 19309 be extended beyond the sixty (60) months limitation through 05/31/2015 to match the master contract extension period between the Minnesota Multi-State Cooperative Alliance for Pharmacy (MMCAP) and Morris & Dickson (see attached E-mail).
8. Justification	This extension period will offer the time needed for the CPO to facilitate the contract review and evaluation of the three (3) new wholesaler contracts with MMCAP by State user agency subject matter experts; will offer the time needed for the CPO to prepare the recommendation and supporting documents as required in order to obtain the approval of the Comptroller of the Treasury, pursuant to 4-56-108(a)(4).
Agency Head Signature and Date (contracting agency head or authorized signatory)  Director of Contract Management and Legal Team 12/16/14	

Tracy Barber

From: Lopez-Burandt, Debra (ADM) [debra.lopez-burandt@state.mn.us]
Sent: Tuesday, December 16, 2014 12:27 PM
To: Tracy Barber
Cc: Turnbow, Sara S (ADM); Faricy, Jennifer (ADM); Pickett, Heather C (ADM); Callta Richards; Dahlgren, Alan (ADM)
Subject: RE: Wholesaler Contract Extension

Tracy,

MMCAP and the State of Minnesota will be executing contract extensions with each of the wholesalers, including Morris & Dickson, to have the current contract extended through 5/31/2015.

As the pharmaceutical wholesaler distribution services coordinator, specifically the contract manager of the wholesaler relationships, please consider this our statement that we will be processing this extension.

I have included MMCAP's managing director, Alan Dahlgren, on this email as another source of validation that this extension will be completed.

Regards,

Debra

Debra A. López-Burandt, MBA, CEBS, FLMI
Pharmaceutical Wholesaler Distribution Services Coordinator
Minnesota Multistate Contracting Alliance for Pharmacy (MMCAP)
State of Minnesota, Department of Administration
50 Sherburne Avenue, Suite 112, St. Paul, MN 55155
☎: (651) 201-3053
FAX: (651) 297-3996
✉: debra.lopez-burandt@state.mn.us

Upcoming out of office dates: 12/23 - 12/26

Connect with us on social media



Manufacturers: Please use the following e-mail address to communicate with MMCAP staff regarding all MMCAP contract maintenance operations: mmcab.contracts@state.mn.us

From: Tracy Barber [mailto:Tracy.Barber@tn.gov]
Sent: Tuesday, December 16, 2014 11:06 AM
To: Lopez-Burandt, Debra (ADM)
Cc: Turnbow, Sara S (ADM); Faricy, Jennifer (ADM); Pickett, Heather C (ADM); Richards, Callta

SWC 530 - Pharmaceutical Products

Spend Summary Only for the Period of 03/1/2010 - 12/17/2014

***** Detailed spend available upon request due to size limitation of over 20,000 lines.**

Baseline Query Volume	Dates	Months Included
\$ 2,439,134.49	3/1/10-6/30/10	4 months
\$ 26,522,554.31	7/1/10-6/30/11	12 months
\$ 31,429,490.83	7/1/11-6/30/12	12 months
\$ 30,987,777.69	7/1/12-6/30/13	12 months
\$ 30,460,767.44	7/1/13-6/30/14	12 months
\$ 14,080,234.07	7/1/14-12/17/14	5 & 1/2 months
\$ 135,919,958.83		57 & 1/2 months



**STATE OF TENNESSEE, DEPARTMENT OF GENERAL SERVICES
CENTRAL PROCUREMENT OFFICE**

Statewide Multi-Year Contract Issued to:

Morris & Dickson Co LLC
410 Kay Ln
Shreveport, LA 71115

Vendor ID: 0000123185

Contract Number: 0000000000000000000019309

Title: SWC 530, Pharmaceutical Co-op

Start Date : March 01, 2010 End Date: February 28, 2015

Is this contract available to local government agencies in addition to State agencies?: Yes

Purchases by Local Government and Authorized Non-Profit Agencies (SWC) - T500

The purpose of this Invitation to Bid is to establish a source or sources of supply for all state agencies, local governmental agencies within the geographic limits of the State of Tennessee, any private nonprofit institution of higher education charter in Tennessee, and any corporation which is exempted from taxation under 26 U.S.C. Section 501(c) (3) as amended and which contracts with the Department of Mental Health and Mental Retardation to provide services to the public (T.C.A. 33-2-401). Purchases by local governmental agencies, private institutions of higher education, and authorized corporations are optional with those agencies, private institutions of higher education, and corporations and offers to sell to local governmental agencies are optional with the bidder.

Contract Contact Information:

State of Tennessee
Department of General Services, Central Procurement Office
Contract Administrator: Tracy Barber
3rd Floor, William R Snodgrass, Tennessee Tower
312 Rosa L. Parks Avenue
Nashville, TN 37243-1102
Phone: 615-741-4592
Fax: 615-741-0684

Line Information

Line 1

Item ID: 1000122086

DELIVERY CHARGE FOR DRUG CONTRACT FOR SWC 530, SHIPMENTS UNDER THE MINIMUM ORDER OF \$750

Unit of Measure: EA

Vendor Item/Part #: DELIVERY

Manufacturer Item #:

Unit Price: \$ 45.00

Line 2

Item ID:

Drugs on SWC 530

Unit of Measure:

Vendor Item/Part #:

Manufacturer Item #:

Unit Price: \$ 0

Line 3

Item ID:

Drugs not listed on SWC 530

Unit of Measure:

Vendor Item/Part #:

Manufacturer Item #:

Unit Price: \$ 0

Line 4

Item ID:

Drugs, Public Health Service Pricing

Unit of Measure:

Vendor Item/Part #:

Manufacturer Item #:

Unit Price: \$ 0

APPROVED:

Michael F. Perry / MPJ

CHIEF PROCUREMENT OFFICER

BY:

Greg Barber

PURCHASING AGENT

1/2/2013

DATE