

April 9, 2024

Honorable Mayor and City Council  
City of Long Beach  
California

**RECOMMENDATION:**

Recommendation to authorize the City Manager, or designee, to execute all documents necessary to amend Contract No. 36647 with McKesson Medical-Surgical Government Solutions LLC, of Henrico, VA, for as-needed medical surgical supplies and pharmaceuticals, and to increase the annual amount by \$300,000, for a revised annual contract amount not to exceed \$575,000. (Citywide)

**DISCUSSION**

City Council approval is requested to amend Contract No. 36647 with McKesson Medical-Surgical Government Solutions LLC (McKesson) to include the purchase of as-needed vaccines and to continue the purchase of as-needed medical surgical supplies and pharmaceuticals.

At its meeting on March 21, 2023, the City Council awarded a contract to McKesson as part of its adoption of Resolution No. 23-0042 for as-needed medical surgical supplies and pharmaceuticals, on the same terms and conditions afforded to Sourcewell, a state of Minnesota local government unit and service cooperative, in a total annual amount not to exceed \$275,000, until the Sourcewell contract expires on April 30, 2026, with the option to renew for an additional one year period, at the discretion of the City Manager.

Previous formal solicitations for Public Health Vaccines were unsuccessful and, therefore, the Health and Human Services Department (Health Department) researched alternative procurement options. The Health Department determined the existing McKesson Contract No. 36647 can provide the necessary public health vaccines.

This matter was reviewed by Deputy City Attorney Anita Lakhani on March 25, 2024, Purchasing Agent Michelle Wilson on March 14, 2024, and Budget Analysis Officer Greg Sorensen on March 21, 2024.

**TIMING CONSIDERATIONS**

City Council action to amend Contract No. 36647 is requested on April 9, 2024, to ensure there is no interruption to services.

FISCAL IMPACT

The requested action increases the Contract authority with McKesson by \$300,000. The total annual amount of the contract will not exceed \$575,000. Sufficient appropriation of \$500,000 is budgeted in the Health Fund Group in the Health and Human Services Department, offset by grant and fees revenue. In addition, an appropriation of \$75,000 is budgeted in the Insurance Fund Group in the Human Resources Department, offset with funds available. This recommendation has no staffing impact beyond the normal budgeted scope of duties and is consistent with existing City Council priorities. There is no local job impact associated with this recommendation.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



Alison King  
Director  
Health and Human Services

APPROVED:



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THOMAS B. MODICA  
CITY MANAGER