



City of San Antonio

Agenda Memorandum

File Number:19-1746

Agenda Item Number: 7.

Agenda Date: 3/7/2019

In Control: City Council A Session

DEPARTMENT: Finance

DEPARTMENT HEAD: Troy Elliott

COUNCIL DISTRICTS IMPACTED: Citywide

SUBJECT:

Amendment to Hologic Testing Platform Contract

SUMMARY:

This ordinance authorizes an amendment to a contract between the San Antonio Metro Health District and Gen-Probe Sales & Service, a wholly owned subsidiary of Hologic, Inc. for an estimated annual cost of \$297,000.00 funded through the Texas State Health Services Department, STD Staff Support Program.

BACKGROUND INFORMATION:

The San Antonio Metro Health District (SAMHD) receives a grant award on an annually recurring basis from the Texas Department of Health Services (TDSHS) to forward the mission of the City's STD/HIV Prevention Program to provide diagnosis, treatment, and partner notification services to residents in San Antonio and Bexar County. The Hologic (Gen-Probe) testing technology was adopted by the State of Texas in the late 1980's. SAMHD has utilized this technology since the early 1990's. The reagents, test kits and supplies in this contract amendment can only be utilized with Hologic equipment.

Funding for this contract was authorized through Ordinance 2018-11-29-0941 which accepted funds from TDSHS for the STD Staff Support Program. The TDSHS contract is funded by a pass-through grant from the Centers for Disease Control (CDC), Funding Opportunity Number PS14-1402, CFDA #93.977.

Prior to this contract amendment, the day to day ordering activities were coordinated through TDSHS. This contract amendment will allow for the continued lease of testing equipment and purchase of specific STD

reagent test kits and supplies through a City specific contract with Gen-Probe Sales & Service, a wholly owned subsidiary of Hologic, Inc. Hologic is the only company that can provide testing kits and reagents for the equipment currently utilized by Metro Health. It is expected that this City specific contract will significantly decrease lead times that were experienced through TSDHS.

ISSUE:

This contract amendment will provide SAMHD with the necessary contracting mechanism for the efficient and expedient procurement of equipment, kits and supplies required as part of their STD/HIV Prevention Program.

This contract is an exception to the Local Preference Program.

The Veteran-Owned Small Business (VOSB) Preference Program does not apply to non-professional service contracts, so no preference was applied to this contract.

ALTERNATIVES:

Should this action not be approved, SAMHD would need to create a new contract with Gen-Probe Sales & Service, a wholly owned subsidiary of Hologic, Inc., which could result in a disruption in the delivery of these critical test kits and supplies. The City could also be forced to return funding to the Texas Department of State Health Services.

FISCAL IMPACT:

This ordinance authorizes an amendment to a contract between the San Antonio Metro Health District and Gen-Probe Sales & Service, a wholly owned subsidiary of Hologic, Inc. for an estimated annual cost of \$297,000.00 funded through the Texas State Health Services Department, STD Staff Support Program. Funding in the amount of \$297,000.00 annually is available from the Texas Department of State Health Services, STD Staff Support Program.

RECOMMENDATION:

Staff recommends approval of this contract amendment for the continued lease of equipment and purchase of STD test kits and supplies for a term of 1 year, with four, one-year renewal options.

This contract amendment was processed citing a Public Health & Safety Exemption and a Contracts Disclosure Form is not required.