

City of Fort Worth, Texas

Mayor and Council Communication

DATE: 06/09/26

M&C FILE NUMBER: M&C 26-0476

LOG NAME: 13PAMEND CSC65156 MEDICAL SUPPLIES

SUBJECT

(ALL) Authorize Execution of an Amendment to a Cooperative Contract with McKesson Medical-Surgical Government Solutions, LLC for Medical, Surgical, and Laboratory Equipment to Increase the Annual Spending Authority by \$1,900,000.00 for a New Total Annual Amount Up to \$2,000,000.00 for the Initial Term, to Increase the Annual Spending Authority for All Renewal Terms by the Same Amount and to Allow an Additional One-Year Renewal Option

RECOMMENDATION:

It is recommended that the City Council authorize an amendment to a cooperative contract with McKesson Medical-Surgical Government Solutions, LLC for medical, surgical, and laboratory equipment to increase the annual spending authority by \$1,900,000.00 for a new total annual amount up to \$2,000,000.00 for the initial term, to increase the annual spending authority for all renewal terms by the same amount, and to allow an additional one-year renewal option.

DISCUSSION:

The purpose of this Mayor and Council Communication (M&C) is to authorize an amendment to City Secretary Contract (CSC) No. 65156 with McKesson Medical-Surgical Government Solutions, LLC for medical supplies to increase the annual amount by \$1,900,000.00, and to add an additional one-year renewal option in keeping with the underlying cooperative agreement.

On May 05, 2026, the Fire Department executed CSC No. 65156, authorizing an annual amount up to \$100,000.00 through an Interlocal Agreement with McKesson Medical-Surgical Government Solutions, LLC. for medical supplies using the Cooperative Council of Governments/Equalis Group (CCOG/Equalis) Cooperative Purchase (COOP) No. COG-2167B.

On March 27, 2026, the Fire Department approached Purchasing requesting an amendment to increase the annual amount by \$1,900,000.00 for a new total amount up to \$2,000,000.00. The amendment request is being made to establish sufficient contract capacity under the agreement necessary to support the continued procurement of medical supplies for Emergency Medical Services (EMS) operations, ensuring continuity of care and availability of critical items, especially given current demand and supply chain considerations.

FUNDING: The maximum amount allowed under this agreement will be \$2,000,000.00; however, the actual amount used will be based on the need of the department and available budget. Funding is budgeted in the General Operating & Maintenance category in the Emergency Medical Services Fund for the Fire Department.

COOPRATIVE PURCHASE: State law provides that a local government purchasing an item under a COOP satisfies state laws requiring that the local government seek competitive bids for the purchase of the item or service. CCOG/Equalis contracts have been competitively bid to increase and simplify the purchasing power of government entities. The Equalis Group issued RFP No. COG-2167 on August 1, 2025 with advertisements published on August 1, 2025, and August 8, 2025. Submissions were opened on August 29, 2025.

AGREEMENT TERMS: The initial term of the agreement expires on October 31, 2027.

RENEWAL TERMS: The agreement may be renewed for three additional one-year terms in keeping with the underlying COOP agreement. This action does not require specific City Council approval provided that the City Council has appropriated sufficient funds to satisfy the City's obligations during the renewal term.

ADMINISTRATIVE CHANGE ORDER: An administrative change order or increase may be made by the City Manager up to the amount allowed by relevant law and the Fort Worth City Code and does not require specific City Council approval as long as sufficient funds have been appropriated.

SMALL BUSINESS: The decision and justification for utilizing a cooperative purchasing contract were previously established and documented during the initial procurement process. As such, the waiver process would be redundant and serve only as a formality; therefore, no waiver is required for this action.

This project will serve ALL COUNCIL DISTRICTS.

A Form 1295 is not required because: This contract will be with a publicly-traded business entity or a wholly-owned subsidiary of a publicly-traded business entity: McKesson Corporation

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that upon approval of the recommendation, funds are available in the current operating budget, as previously appropriated, in the Emergency Medical Services Fund. Prior to an expenditure being incurred, the Fire Department has the responsibility to

validate the availability of funds.

<u>Submitted for City Manager's Office by:</u>	Reginald Zeno	8517
	William Johnson	5806
<u>Originating Business Unit Head:</u>	Reginald Zeno	8517
	Ashley Clement	8505
<u>Additional Information Contact:</u>	Brandy Hazel	8087
	Eugene Chandler	2057