



CITY OF LONG BEACH

C-13

DEPARTMENT OF HEALTH AND HUMAN SERVICES

2525 GRAND AVENUE • LONG BEACH, CALIFORNIA 90815 • (562) 570-4000 • FAX: (562) 570-4049

September 4, 2018

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION

Adopt a Resolution authorizing the City Manager, or designee, to execute a contract with Hologic, Inc., of San Diego, CA, for the purchase of molecular diagnostic test kits, in an annual amount not to exceed \$250,000, for a period of one year, with the option to renew for two additional one-year periods, at the discretion of the City Manager. (Citywide)

DISCUSSION

City Council approval is requested to enter into a contract with Hologic, Inc. (Hologic), to purchase molecular tests for mycobacteria species and chlamydia/gonorrhea (CT/GC) identification. The Health and Human Services Department's (Health Department) Public Health Laboratory performs approximately 18,500 chlamydia tests, 15,000 gonorrhea tests, and 200 DNA mycobacteria tests each year. In addition to Health Department's Tuberculosis Clinic and STD-Family Planning Clinic, the laboratory also provides these tests to the following fee-for-service agencies: St. Mary's Hospital, Long Beach Memorial Medical Center, the University of California, San Diego (UCSD), and the University of Southern California (USC). This partnership, with the different programs and agencies, makes up the public health laboratory system. With the Public Health Laboratory in the lead role, system participants play an interconnected role in facilitating the exchange of information that aids in the prevention and spread of infectious diseases and public health threats.

Hologic is the only company that has FDA approval on most of the specimen collection sites for testing for CT/GC. Additionally, Hologic's APTIMA Combo2 Assay for CT/GC and mycobacteria DNA probe is proprietary to Hologic.

City Charter Section 1801 requires that contracts for City purchases be awarded to the lowest responsible bidder after a competitive bid process but allows for awards without a competitive bid process if accompanied by a Resolution adopted by the City Council.

This matter was reviewed by Deputy City Attorney Linda T. Vu on August 7, 2018 and by Revenue Management Officer Geraldine Alejo on August 16, 2018.

TIMING CONSIDERATIONS

City Council action to adopt a Resolution and award a contract concurrently is requested on September 4, 2018, to ensure that the contract is in place expeditiously. The contract will help maintain inventory of reagents and diagnostic test kits, which will help ensure uninterrupted testing of patients.


FISCAL IMPACT

The annual cost of the contract will not exceed \$250,000. Sufficient funds are currently budgeted in the Health Fund (SR 130) in the Health and Human Services Department (HE). The cost is offset by fee revenue generated from service agencies requesting testing. There is no local job impact associated with this recommendation.

SUGGESTED ACTION

Approve recommendation.

Respectfully submitted,


KELLY COLOPY
DIRECTOR
HEALTH AND HUMAN SERVICES

APPROVED:



PATRICK H. WEST
CITY MANAGER

Attachment: Resolution

OFFICE OF THE CITY ATTORNEY
CHARLES PARKIN, City Attorney
333 West Ocean Boulevard, 11th Floor
Long Beach, CA 90802-4664

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RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LONG BEACH AUTHORIZING THE CITY MANAGER TO EXECUTE A CONTRACT WITH HOLOGIC, INC., WITHOUT ADVERTISING FOR BIDS, FOR THE PURCHASE OF MOLECULAR DIAGNOSTIC TEST KITS FOR A PERIOD OF ONE YEAR, WITH THE OPTION TO RENEW FOR TWO ADDITIONAL YEARS, IN AN ANNUAL AMOUNT NOT TO EXCEED \$250,000

WHEREAS, the City's Department of Health and Human Services performs approximately 18,500 chlamydia tests, 15,000 gonorrhea tests and 200 DNA mycobacteria identification tests each year; and

WHEREAS, Hologic, Inc. is the only company that has FDA approval on most of the specimen collection sites for testing for chlamydia and gonorrhea; and

WHEREAS, Hologic, Inc. is the only company that produces molecular DNA probe test for the identification of mycobacteria; and

WHEREAS, the technology used by Hologic, Inc. for the chlamydia and gonorrhea testing methodology is proprietary and not available from another manufacturer; and

WHEREAS, as a result, no useful purpose would be served by advertising for bids for furnishing and delivering these testing kits and to do so would constitute an idle and useless act and an unnecessary expenditure of public funds because Hologic, Inc. is the only corporation, firm or individual that could or would bid for the furnishing of these testing kits to the City;

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OFFICE OF THE CITY ATTORNEY
CHARLES PARKIN, City Attorney
333 West Ocean Boulevard, 11th Floor
Lona Beach, CA 90802-4664

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NOW, THEREFORE, the City Council of the City of Long Beach resolves as follows:

Section 1. The City Manager is hereby authorized to enter a contract with Hologic, Inc. for the purchase of testing kits for the Department of Health and Human Services as may be required by the City for a period of one (1) year in an amount not to exceed Two Hundred Fifty Thousand Dollars (\$250,000) annually without advertising for bids. The parties may, by mutual agreement, extend the term for two (2) additional years. If the sole source status of Hologic, Inc. changes, City shall publicly bid instead of extending the contract.

Section 2. This resolution shall take effect immediately upon its adoption by the City Council, and the City Clerk shall certify the vote adopting this resolution.

I hereby certify that the foregoing resolution was adopted by the City Council of the City of Long Beach at its meeting of _____, 2018 by the following vote:

Ayes: Councilmembers: _____

Noes: Councilmembers: _____

Absent: Councilmembers: _____

City Clerk