

Approved by the Board of Trustees
January 18, 2018

Board Meeting
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ROLL CALL

PURCHASE RECOMMENDATIONS

The "Purchase Recommendations" are presented by university and a Summary from "Appropriated Funds" (i.e., from State appropriations to the University) and from "Institutional Funds" is included. The latter term is used here to designate funds received by the University under contracts with the United States Government; contracts with private corporations and other organizations, from foundation grants, and grants from corporations and other donors; and University revolving funds authorized by law. The Summary also indicates a total amount by university.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois Statutes, The General Rules Concerning University Organization and Procedure, and Board of Trustees policies and directives.

The Interim Assistant Vice President for Procurement Services has proposed and the Interim Vice President, Chief Financial Officer and Comptroller recommends the following purchases. Unless otherwise specified, the purchase in each case is recommended on the basis of the lowest acceptable bid.

The President of the University concurs.

PURCHASES RECOMMENDED

University of Illinois at Chicago

1 Unit University of Illinois Hospital & Health Sciences System (UIHHSS)

Item Purchase of sterilizations and disinfection services for the period beginning February 21, 2018, or upon contract execution, through February 20, 2023 with the following one two-year renewal option and one three-year renewal option. All renewals are subject to continuing need, availability of funds, satisfactory performance, and Board of Trustees' approval.

Cost \$17,841,600.00 (estimated); \$3,568,320 annually

Renewal Options:

February 21, 2023 through February 20, 2025 \$7,850,304.00 (estimated)

February 21, 2025 through February 20, 2028 \$12,953,001.00 (estimated)

Vendor Integrated Medical Systems International, Inc., Birmingham, AL

<u>Proposals Received</u>	<u>Total Evaluation Points Awarded 1,500 maximum</u>
Integrated Medical Systems International, Inc. Birmingham, AL	1,348
Stryker Corporation San Jose, CA	344

Competitive sealed proposal procedures were followed in accordance with the Illinois Procurement Code, 30 ILCS 500/20-15.

Integrated Medical Systems will provide staffing and all support services for operating the Central Sterile Department (CSD) operation. CSD is outsourced to this vendor and they are responsible for providing full support services regarding sterilization and High Level Disinfection (HLD) as they are considered the key content experts in all aspects of these activities within UI Health. IMS will provide a fully staged CSD that will deliver sterile instruments and supplies to the Operating Rooms daily with minimal defects. Further, IMS will be responsible for full CSD departmental oversight, processing instrumentation and trays, and ensuring availability for procedures performed at UI Health. These services will be provided on a full-time basis. Responsibilities include:

- Decontamination, cleaning, assembly and sterilization of all surgical trays, vendor loaner trays, peel pack instrumentation, scopes, tracheotomy blades, etc. used within UI Health & Clinics, with the exception of GI Lab and certain Radiology/Cath lab equipment
- Clean all re-useable Isolation hangers, carts, pharmacy crash carts and soiled equipment
- Perform inventory management of surgical custom packs and Central Sterile supply inventory of key items supplied on case carts based on physician preference items
- Filling and delivery of case carts based on above preference items derived from surgical services pick tickets

- Work with external implant suppliers with tray management regarding consigned implant trays for orthopedic, spine, trauma and other specialty surgical services
- Represent the institution on various focus groups and committees relative to HLD and Sterilization processes
- Manage the day to day operations of the Sterile Processing Department (SPD) area including acting as a liaison between the operating room and SPD
- Content expert and facilitate in the training and competencies of clinic staff that perform pre-cleaning, HLD, and sterilization within the hospital and clinic areas
- Report periodically on key metrics that show productivity and accuracy of staff and the department as a whole
- Manage equipment maintenance of sterilizers, washers, and other devices used in the SPD area and make recommendations for upgrades or replacements

Pricing is indexed against established benchmarks and renewals are capped at rates favorable to the University. The proposed award is an estimated savings of \$1,640,000 for the initial term compared to the second lowest-priced bidder.

This purchase is subject to award notice, State Purchasing Officer approval and receipt of a waiver review or no-action taken from the Procurement Policy Board.

University of Illinois at Urbana - Champaign

2 Unit Facilities and Services Administration, Energy Services Division

Item One-time purchase to furnish and deliver control retrofits and package system upgrades for two Titan 130 generator sets.

Cost \$1,619,398.00 (actual)

Renewal Option: None

Vendor Solar Turbines, Inc., San Diego, CA

Sole source procurement procedures were followed in accordance with the Illinois Procurement Code, 30 ILCS 500/20-25.

This purchase is considered a sole source because Solar Turbines is the Original Equipment Manufacturer (OEM) for the two gas turbines being retrofitted. This purchase is a justifiable sole source purchase because Solar Turbines is the only vendor who can provide the equipment & service necessary to fulfill the system upgrades.

Solar Turbines is the owner of the design documents, plans and operating requirements/sequences for the two gas turbines. In addition, the University has a contract with Solar Turbines to maintain and insure the reliable operation of the gas turbines. In order to maintain the original operating parameters as outlined by the OEM and preserve all terms as outlined in the maintenance contract, we must contract with Solar Turbines to perform the control system upgrade.

The proposed purchase is to upgrade the control system on both gas turbines at Abbott Power Plant. The current control systems are at the end of their useful life and contain electronic parts that are no longer manufactured nor available in stock as replacement parts. If those parts should fail, Solar Turbines, would not be able to get the turbines back online in a timely manner.

The pricing proposal is considered consistent with the scope of work proposed.

This purchase has been approved by the State Purchasing Officer.

SUMMARY OF PURCHASES	
University of Illinois at Chicago	\$17,841,600.00
University of Illinois at Urbana-Champaign	\$1,619,398.00
Recommended from Institutional Funds	
Grand Total	\$19,460,998.00