

FAR 8 - JUSTIFICATION FOR LIMITING SOURCES <\$150K

Requirement or RFQ Number: 760-16-3-060-0544
Contracting Module UID: VA770-16-AP-0505

1. Description of Action:

Nature: New Requirement Follow-on Order
 Mod to Existing Order Number

Order against: GSA Contract Number: GS-02F-0018P (Systemics, Inc.)

Pricing: Firm-Fixed Price Time & Materials Cost Type

Funds: OMA Other Funds:

Name of Proposed Contractor: Systemics, Inc.

Street Address: 3103 Scarborough Lane West
City, State, Zip: Colleyville, Texas 76034-4623
Phone: (817) 723-3277

2. Description of Supplies or Services:

The estimated value of the proposed action is

Prescription/Labeling/Mailing Labels used in patient packing for pharmaceuticals dispensed and mailed to Veterans. Each label must be compatible with a number of different printers old and new. The specific label sizes and packaging sizes that are compatible with Leavenworth CMOP printers are described on the 2237.

3. Authority:

ORDER AGAINST FSS: Authority of the Multiple Award Schedule Program, Title III of the Federal Property and Administrative Services Act of 1949 (41 USC 251, et seq.); Title 40 USC 501, Services for Executive Agencies; and Section 803 of the National Defense Authorization Act of 2002 (PL 107-107) and implemented by [FAR 8.405-6](#). Mark the applicable exception:

An urgent and compelling need exists, and following the procedures would result in unacceptable delays([FAR 8.405-6\(a\)\(1\)\(i\)\(A\)](#));

Chapter VI: Other Than Full and Open Competition (OFOC) SOP
Attachment 1: Justification for Limiting Sources \$3K up to \$150K

Only one source is capable of providing the supplies or services required at the level of quality required because the supplies or services are unique or highly specialized; ([FAR 8.405-6\(a\)\(1\)\(i\)\(B\)](#)) or

In the interest of economy and efficiency, the new work is a logical follow-on to an original Federal Supply Schedule order and the original order was placed in accordance with the applicable Federal Supply Schedule ordering procedures. **The original order was not previously issued under sole-source or limited-sources procedures.** ([FAR 8.405-6\(a\)\(1\)\(i\)\(C\)](#))

4. **Rational/explanation to support cited authority:** Since the current labels BPA ended 9/30/15 the Leavenworth CMOP only has an estimated 75-90 days of stock on a multiple delivery order that can be used until a prospective labels and paper BPA is awarded. There are other vendors in the commercial marketplace that produce similar labels, though these products have not yet been subject to testing on VA printers. Due to the length of time required to test new labels the Leavenworth CMOP would run out of labels before the testing is completed. This would result in the Leavenworth CMOP being unable to distribute prescriptions to VA patients, and would result in workload being shifted to other CMOPS. Such a shift would cause unacceptable cost overruns at other CMOP facilities and the unacceptable idling of the Leavenworth CMOP. Further, VA patients would be at risk of receiving their medications late, placing their health in danger, while also placing stress on several VA Medical Center pharmacies that would be forced to fill prescription volumes they are not staffed to handle. The Leavenworth CMOP processes approximately 170,000 packages per week, that can contain multiple prescriptions, therefore the negative impact of idling the Leavenworth CMOP would be substantial. The required labels distributed by SYSTIMS, Inc. are unique because they are very specific in size, the direction they are wound, and have specific core sizes. Some labels also have a special yellow band where specific information is to be printed. Until other labels are tested, the SYSTIMS labels are the only labels in the commercial market place that are tested and proven to work on Leavenworth CMOP printers, and are therefore the only label products that can meet this requirement.
5. BRAND NAME ONLY: This buy is estimated to exceed \$25,000 and this documentation will be posted on e-Buy, as required by [FAR 8.405-6\(b\)\(3\)](#).
6. Note that this determination satisfies the requirements of FAR 8.405-6. The requirement to prepare a written justification IAW FAR 6.303 does not apply to Federal Supply Schedules.

JOSIE M
MANDERSCHIED
639764

Digitally signed by JOSIE M MANDERSCHIED
639764

DN: dc=gov, dc=va, o=internal, ou=people,
0.9.2342.19200300.100.1.1=josie.mandersch
eid@va.gov, cn=JOSIE M MANDERSCHIED
639764

Date: 2016.06.23 11:40:55 -05'00'

Contracting Officer

Date: 06/23/2016