

**SOLICITATION/CONTRACT/ORDER FOR COMMERCIAL ITEMS
OFFEROR TO COMPLETE BLOCKS 12, 17, 23, 24, & 30**

1. REQUISITION NO. PAGE 1 OF 125

2. CONTRACT NO. **VA 797-P-0195** 3. AWARD/EFFECTIVE DATE **A: 3/24/11 E: 4/20/11** 4. ORDER NO. 5. SOLICITATION NUMBER **VA-797-10-RP-0159** 6. SOLICITATION ISSUE DATE **10-21-2010**

7. SOLICITATION INFORMATION CALL: a. NAME **Timothy Richards, Contracting Officer** b. TELEPHONE NO. (No Collect Calls) **(708) 786-4959** 8. OFFER DUE DATE/LOCAL TIME **11-22-2010 4:00 PM**

9. ISSUED BY **Department of Veterans Affairs
OA&L / National Acquisition Center
Building 37, Attn: Timothy Richards
1st Avenue, One Block North of Cermak
Hines IL 60141** CODE 10. THIS ACQUISITION IS UNRESTRICTED OR SET ASIDE: % FOR: SMALL BUSINESS EMERGING SMALL BUSINESS HUBZONE SMALL BUSINESS SERVICE-DISABLED VETERAN-OWNED SMALL BUSINESS 8(A) **See Schedule** NAICS: **500 Employees** SIZE STANDARD: 13a. THIS CONTRACT IS A RATED ORDER UNDER DPAS (15 CFR 700) 13b. RATING **N/A** 14. METHOD OF SOLICITATION RFQ IFB RFP

11. DELIVERY FOR FOB DESTINATION UNLESS BLOCK IS MARKED SEE SCHEDULE 12. DISCOUNT TERMS **Net 30 Days**

15. DELIVER TO **National Acquisition Center
1st Avenue, One Block North of Cermak
Building 37
HINES IL 60141** CODE 16. ADMINISTERED BY **Department of Veterans Affairs
OA&L / National Acquisition Center
Building 37
1st Avenue, One Block North of Cermak
Hines IL 60141** CODE

17a. CONTRACTOR/OFFEROR CODE **6J471** FACILITY CODE 18a. PAYMENT WILL BE MADE BY **Department of Veterans Affairs
Medical Facilities
In accordance with Delivery Order
Instructions** CODE **Kreisers Inc
2200 West 46th St.
Sioux Falls, SD 57105
DUNS # 024375602
TELEPHONE NO. 605-336-1155**

17b. CHECK IF REMITTANCE IS DIFFERENT AND PUT SUCH ADDRESS IN OFFER 18b. SUBMIT INVOICES TO ADDRESS SHOWN IN BLOCK 18a UNLESS BLOCK BELOW IS CHECKED SEE ADDENDUM

20. SCHEDULE OF SUPPLIES/SERVICES	21. QUANTITY	22. UNIT	23. UNIT PRICE	24. AMOUNT
<p>PRIME VENDOR PROGRAM FOR THE DISTRIBUTION OF MEDICAL AND SURGICAL SUPPLIES AND RELATED SERVICES.</p> <p>PLEASE REFER TO THE "STATEMENT OF WORK" OF THE SOLICITATION.</p> <p>(Use Reverse and/or Attach Additional Sheets as Necessary)</p>				

ACCOUNTING AND APPROPRIATION DATA 26. TOTAL AWARD AMOUNT (For Govt. Use Only) **\$3,593,408 Estimated Base**

27a. SOLICITATION INCORPORATES BY REFERENCE FAR 52.212-1, 52.212-4, FAR 52.212-3 AND 52.212-5 ARE ATTACHED. ADDENDA ARE ARE NOT ATTACHED. 27b. CONTRACT/PURCHASE ORDER INCORPORATES BY REFERENCE FAR 52.212-4, FAR 52.212-5 IS ATTACHED. ADDENDA ARE ARE NOT ATTACHED.

28. CONTRACTOR IS REQUIRED TO SIGN THIS DOCUMENT AND RETURN One COPIES TO ISSUING OFFICE. CONTRACTOR AGREES TO FURNISH AND DELIVER ALL ITEMS SET FORTH OR OTHERWISE IDENTIFIED ABOVE AND ON ANY ADDITIONAL SHEETS SUBJECT TO THE TERMS AND CONDITIONS SPECIFIED 29. AWARD OF CONTRACT REF. _____ OFFER DATED _____ YOUR OFFER ON SOLICITATION (BLOCK 5), INCLUDING ANY ADDITIONS OR CHANGES WHICH ARE SET FORTH HEREIN IS ACCEPTED AS TO ITEMS:

SIGNATURE OF OFFEROR/CONTRACTOR **Philip L. Johnson** 31a. UNITED STATES OF AMERICA (SIGNATURE OF CONTRACTING OFFICER) **Timothy M. Richards** NAME AND TITLE OF SIGNER (TYPE OR PRINT) **Philip L. Johnson** 30c. DATE SIGNED **11/15/2010** 31b. NAME OF CONTRACTING OFFICER (TYPE OR PRINT) **Timothy Richards** 31c. DATE SIGNED **3/24/2011**

AMENDMENT OF SOLICITATION/MODIFICATION OF CONTRACT		1. CONTRACT ID CODE	PAGE OF PAGES 1 of 1
2. AMENDMENT/MODIFICATION NO. #1	3. EFFECTIVE DATE 02/18/11	4. REQUISITION/PURCHASE REQ. NO.	5. PROJECT NO. (IF APPLICABLE)
6. ISSUED BY: Dept. of Veterans Affairs National Acquisition Center (049A1N3MS) National Contracts Division P.O. Box 76, Building 37 Hines, IL 60141		7. ADMINISTERED BY (IF OTHER THAN ITEM 6) CODE	
8. NAME AND ADDRESS OF CONTRACTOR (No., street, county, State and Zip Code)		9A. AMENDMENT OF SOLICITATION NO. VA-797-10-RP-0159	
		9B. DATED (SEE ITEM 11)	
		10A. MODIFICATION OF CONTRACT/ORDER	
		10B. DATED (SEE ITEM 13)	
CODE	FACILITY CODE		

11. THIS ITEM ONLY APPLIES TO AMENDMENTS OF SOLICITATIONS

+ The above numbered solicitation is amended as set forth in Item 14. The hour and date specified for receipt of Offers is extended + is not extended.

Offers must acknowledge receipt of this amendment prior to the hour and date specified in the solicitation or as amended, by one of the following methods:

- (a) By completing Items 8 and 15, and returning _____ copies of the amendment;
- (b) By acknowledging receipt of this amendment on each copy of the offer submitted;
- (c) By separate letter or telegram which includes a reference to the solicitation and amendment numbers. FAILURE OF YOUR ACKNOWLEDGMENT TO BE RECEIVED AT THE PLACE DESIGNATED FOR THE RECEIPT OF OFFERS PRIOR TO THE HOUR AND DATE SPECIFIED MAY RESULT IN REJECTION OF YOUR OFFER. If by virtue of this amendment you desire to change an offer already submitted, such change may be made by telegram or letter, provided each telegram or letter makes reference to the solicitation and this amendment, and is received prior to the opening hour and date specified.

12. ACCOUNTING AND APPROPRIATION DATA (IF REQUIRED)

13. THIS ITEM APPLIES ONLY TO MODIFICATIONS OF CONTRACTS/ORDERS, IT MODIFIES THE CONTRACT/ORDER NO. AS DESCRIBED IN ITEM 14.

- A. THIS CHANGE ORDER IS ISSUED PURSUANT TO: (Specify authority) THE CHANGES SET FORTH IN ITEM 14 ARE MADE IN THE CONTRACT ORDER NO. IN ITEM 10A.
- B. THE ABOVE NUMBERED CONTRACT/ORDER IS MODIFIED TO REFLECT THE ADMINISTRATIVE CHANGES (Such as changes in the paying office, appropriation state, etc.) SET FORTH IN ITEM 14, PURSUANT TO THE AUTHORITY OF FAR 43.103(b).
- C. THIS SUPPLEMENTAL AGREEMENT IS ENTERED INTO PURSUANT TO AUTHORITY OF:
- D. OTHER (Specify type of modification and authority)

E. IMPORTANT: Contractor is not, XX is required to sign this document and return 1 copies to the issuing office.

14. DESCRIPTION OF AMENDMENT/MODIFICATION (Organized by UCF section headings, including solicitation/contract subject matter where feasible.)
Except as provided herein, all terms and conditions of the document referenced in Item 9A or 10A, as heretofore changed, remains unchanged and in full force and effect.

This Amendment is hereby issued to:

(1) Modify the Clean Storage Area Requirements in the solicitation. The inspections will be made after award to the clean storage area distribution centers. The awarded contractor must still comply with all the requirements of Paragraph 18 in the solicitation after inspection.

(2) The Base Contract Period (section 6.4 in solicitation) is changed from 20 months to 8 months.

15A. Name and Title of Signer (Type or print) Philip L. Johnson		16A. Name and Title of Contracting Officer (Type or print) Amber Zavala	
15B. Contractor/Officer	15C. Date Signed 3/2/2011	16B. United States of America	16C. Date Signed
<i>(Signature of person authorized to sign)</i>		<i>BY (Signature of Contracting Officer)</i>	

EXCEPTION TO SF30
APPROVED BY OIRM 11-84

30-105-04

STANDARD FORM 30 (REV. 10-83)
Prescribed by GSA

SUMMARY OF AWARD

Addenda to Standard Form 1449 – Contract VA797-P-0195

Contractor: Kreisers, Inc.
2200 W. 46th St.
Sioux Falls, SD 57105

Contract Number: VA797-P-0195

Payment Terms: Net 30 Days

Items Awarded: VISN 23

Date of Award: March 24, 2011

Contract Period: Base period: 4/20/2011 to 12/19/2011
Option period 1: 12/20/2011 to 8/19/2013
Option period 2: 8/20/2013 to 4/19/2015

Estimated Value of Award Base Period:

- Value of Products: \$3,593,408
- Distribution fees: \$249,490
- Total Estimated Value of Award: \$3,842,898

Distribution Fees:

- Conventional Deliveries: 4.9% for the base and each option period
- Just-In-Time: 7.25% for the base and option period 1. Option period 2 is 7.00%

Fill Rates:

- Conventional Deliveries: 95%, 3 Bulk Deliveries per week, F.O.B. Destination
- Just-In-Time Deliveries: 98%, 5 Low Unit of Measure Deliveries per week, F.O.B. Destination

Emergency Deliveries: Two monthly deliveries per account provided at no cost.
Thereafter: \$150.00 flat fee per delivery trip.

SUMMARY OF AWARD

Addenda to SF 1449 – Contract VA797-P-0195

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Conventional Delivery Method – Kreisers, Inc.

VALUE-ADDED SERVICES	Adjustment To Conventional Base Distribution Fee. (Please indicate proposed adjustment as either an increase(+) or decrease (-) to the conventional base distribution fee. Please indicate "No Change" for no adjustment to conventional base distribution fee.)
Deliveries One or Two Days per week	<i>No Change</i>
Deliveries Four or Five Days per week	<i>+50%</i>
Saturdays deliveries (see note 1)	<i>+2.00% + \$100 Fee</i>
Sunday deliveries (see note 1)	<i>+5.00% + \$150 Fee</i>
97% fill-rate	<i>+1.50%</i>
Deliveries on Federal Government Holidays (see note 1)	<i>+5.00% + 150 Fee</i>
Bar Code Labels	<i>+2.50%</i>
Fill/Call	<i>No Change</i>

Note1: Any charges for this service will apply only to the specific day on which the service was provided.

SUMMARY OF AWARD

Addenda to SF 1449 – Contract VA797-P-0195

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Just-In-Time Delivery Method – Kreisers, Inc.

VALUE-ADDED SERVICES	Adjustment To Just-In-Time Base Distribution Fee. (Please indicate proposed adjustment as either an increase or decrease to the Just-in-Time Base Distribution Fee. Please indicate "No Change" for no adjustment to the Just-In-Time Base Distribution Fee.)
Saturday Deliveries (see note 1)	+2.00% + \$100 Fee
Sunday Deliveries (see note 1)	+5.00% + \$150 Fee
Deliveries on Federal Government Holidays (see note 1)	+5.00% + \$150 Fee
Fill/Call	No change

Note1: Any charges for this service will apply only to the specific day on which the service was provided.

6.7. At the discretion of facilities, changes to delivery service levels and/or value-add services may be made by facilities by providing the awarded prime vendor contractor 15 days advance notice.