



NOT-FOR-PROFIT HOSPITAL CORPORATION

2018 JAN 24 AM 11:26

OFFICE OF THE
SECRETARY

Date: **JAN 24 2018**

The Honorable Phil Mendelson
Chairman, Council of the District of Columbia
John A. Wilson Building
1350 Pennsylvania Avenue, N.W.
Suite 504
Washington, DC 20004

Dear Chairman Mendelson:

Enclosed for consideration and approval by the Council of the District of Columbia is proposed emergency legislation, "Modification to Contract No. NFPHC-8-1 with Morrison Approval and Payment Authorization Emergency Act of 2017" and accompany declaration resolution, to approve Modification No. 3 to Contract No. NFPHC-8-1 ("contract") and approve payment for goods and services received and to be received for services to Not-for-Profit Hospital Corporations.

Council action is necessary to approve the Contract in the amount of \$3,054,291.00 for the period beginning August 1, 2017 and ending on July 31, 2018.

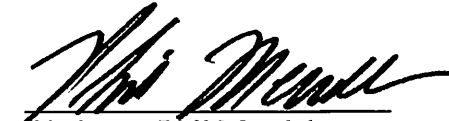
As always, I am available to discuss any questions you may have regarding this proposed Contract. In order to facilitate a response to any questions you may have, please have your staff contact me at (202) 574-6611. I look forward to a favorable consideration on this contract.

Sincerely,

A handwritten signature in black ink that reads "Luis A. Hernandez".

Luis Hernandez
Chief Executive Officer
Not-for-Profit Hospital Corporation

Enclosure


Chairman Phil Mendelson
at the request of the Not-for-
Profit Hospital Corporation

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A RESOLUTION

IN THE COUNCIL OF THE DISTRICT OF COLUMBIA

To declare the existence of an emergency with respect to the need to approve Contract No. NFPHC-8-1 Modification 3 between the Not-for-Profit Hospital Corporation and Morrison Management Specialists Inc. (Morrison), to provide nutritional services to the Hospital, and to authorize payment for the services received and to be received under the Contract.

RESOLVED, BY THE COUNCIL OF THE DISTRICT OF COLUMBIA, That this resolution may be cited as the “Contract No. NFPHC-8-1 Modification 3 with Morrison Approval and Payment Authorization Emergency Declaration Resolution of 2018”.

Sec. 2. (a) There exists an immediate need to approve Contract No. NFPHC-8-1 Modification 3 (“Contract”) between the Not-for-Profit Hospital Corporation (“NFPHC” or “Hospital”) and Morrison Management Specialists Inc. (Morrison), to provide nutritional services to the hospital and to authorize payment for the services received and to be received under this Contract.

(b) The base year of this Contract was approved by Council (CA20-432) on July 17, 2016, in the amount of \$2,295,192.00.

37 (c) Modification 1 exercising option year 1 in the amount of \$2,314,305.00 was
38 approved by Council on July 12, 2015. (CA21-0151)

39 (d) Modification 2 seeks to exercised option year 2 in the amount \$2,634,513.00.

40 (e) Under the new consultant, NFPHC continues to undergo operational and
41 fiscal analysis for improved performance and efficiency. Quite often, such review results
42 in contract amendments seeking to achieve cost savings.

43 (d) In addition, the Hospital has experienced personnel transitions that
44 unfortunately may have caused delays with respect to negotiations, preparation of the
45 Council package, or transmittal.

46 (e) This Contract has an aggregate value that exceeds \$1 million in a 12-month
47 period, and therefore Council approval is necessary.

48 (f) Emergency approval of this Contract for a total value of \$3,054,291.00 is
49 necessary to prevent any impact to the hospital's provision of nutritional services.

50 (g) Without this approval, Morrison cannot be paid for these critical services
51 provided and to be provided in excess of \$999,999.99.

52 Sec. 3. The Council determines that the circumstances enumerated in section 2
53 constitute emergency circumstances making it necessary that the Contract No. NFPHC-8-
54 1 Modification 3 with Morrison Approval and Payment Authorization Emergency Act of
55 2018 be adopted after a single reading.

56 Sec. 4. This resolution shall take effect immediately.