

SOLICITATION/CONTRACT/ORDER FOR COMMERCIAL ITEMS OFFEROR TO COMPLETE BLOCKS 12, 17, 23, 24, & 30				1. REQUISITION NUMBER	PAGE 1 OF 111 + 6 Attach.	
CONTRACT NO. V797P-1080	3. AWARD EFFECTIVE DATE 1-20-2005	4. ORDER NUMBER	5. SOLICITATION NUMBER RFP-797-NC-04-006	6. SOLICITATION ISSUE DATE June 25, 2004		
7. FOR SOLICITATION INFORMATION CALL: a. NAME Maria A. Ramirez, Contracting Officer			b. TELEPHONE NUMBER (No collect calls) (708) 786-5181	8. OFFER DUE DATE/ LOCAL TIME 8/05/04, 4:00 P.M. Central Time		
9. ISSUED BY: CODE Department of Veterans Affairs (049A1N2PV) National Acquisition Center, Bldg. #37 P.O. Box 76 First Avenue, One Block N. of Cermak Rd. Hines, IL 60141			10. THIS ACQUISITION IS <input checked="" type="checkbox"/> UNRESTRICTED* <input checked="" type="checkbox"/> SET ASIDE: * % FOR * SMALL BUSINESS * See Part VI <input type="checkbox"/> 8(A) NAICS: 423450 SIZE STANDARD: 500	11. DELIVERY FOR FOB DESTINATION UNLESS BLOCK IS MARKED <input type="checkbox"/> SEE SCHEDULE <input type="checkbox"/> 13a. THIS CONTRACT IS A RATED ORDER UNDER DPAS (15 CFR 700) 13b. RATING 14. METHOD OF SOLICITATION <input type="checkbox"/> RFQ <input type="checkbox"/> IFB <input checked="" type="checkbox"/> RFP	12. DISCOUNT TERMS NET 30 NET 15 Days	
15. DELIVER TO CODE Delivery Addresses Shown on Delivery Orders			16. ADMINISTERED BY CODE Same as Block #9			
17a. CONTRACTOR/ OFFEROR CODE FACILITY CODE Kreisers Inc 2200 West 46th St Sioux Falls SD 57105 "DUNS" 024375602 (605) 336-1155			18a. PAYMENT WILL BE MADE BY CODE Payment address will be listed on individual delivery orders issued against this contract.			
<input type="checkbox"/> 17b. CHECK IF REMITTANCE IS DIFFERENT AND PUT SUCH ADDRESS IN OFFER			<input type="checkbox"/> 18b. SUBMIT INVOICES TO ADDRESS SHOWN IN BLOCK 18a UNLESS BLOCK BELOW IS CHECKED <input type="checkbox"/> SEE ADDENDUM			
19. ITEM NO.	20. SCHEDULE OF SUPPLIES/SERVICES		21. QUANTITY	22. UNIT	23. UNIT PRICE	24. AMOUNT
	PRIME VENDOR PROGRAM FOR THE DISTRIBUTION OF MEDICAL AND SURGICAL SUPPLIES AND RELATED SERVICES. PLEASE REFER TO THE "STATEMENT OF WORK" OF THE SOLICITATION. (Use Reverse and/or Attach Additional Sheets as Necessary)					
25. ACCOUNTING AND APPROPRIATION DATA				26. TOTAL AWARD AMOUNT (For Govt. Use Only) (BASE Estimated \$8,677,709. PERIOD)		
<input type="checkbox"/> 27a. SOLICITATION INCORPORATES BY REFERENCE FAR 52.212-1, 52.212-4, FAR 52.212-3 AND 52.212-5 ARE ATTACHED. ADDENDA				x ARE <input type="checkbox"/> ARE NOT ATTACHED		
<input type="checkbox"/> 27b. CONTRACT/PURCHASE ORDER INCORPORATES BY REFERENCE FAR 52.212-4, FAR 52.212-5 IS ATTACHED. ADDENDA				x ARE <input checked="" type="checkbox"/> ARE NOT ATTACHED		
x 28. CONTRACTOR IS REQUIRED TO SIGN THIS DOCUMENT AND RETURN COPIES TO ISSUING OFFICE. *Please refer to Part V for further instructions. 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 HEREIN.			<input checked="" type="checkbox"/> 29. AWARD OF CONTRACT BY PER OFFER DATED 1/15 & 1/25/05 YOUR OFFER ON SOLICITATION (BLOCK 5), INCLUDING ANY ADDITIONS OR CHANGES WHICH ARE SET FORTH HEREIN, IS ACCEPTED AS TO ITEMS: Please refer to attached "Summary of Award"			
30a. SIGNATURE OF OFFEROR/CONTRACTOR <i>Philip L. Johnson</i>			31a. UNITED STATES OF AMERICA (SIGNATURE OF CONTRACTING OFFICER) <i>Maria A. Ramirez</i>			
30b. NAME AND TITLE OF SIGNER (Type or print) Philip L Johnson, V.P.		30c. DATE SIGNED 7/29/04	31b. NAME OF CONTRACTING OFFICER (Type or print) MARIA A. RAMIREZ Contracting Officer		31c. DATE SIGNED 1/20/2005	

SUMMARY OF AWARD

Addenda to Standard Form 1449 – Contract V797P-1080
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Contractor: Kreisers, Inc.
2200 West 46th Street
Sioux Falls, SD 57105

Contract Number: V797P-1080

Payment Terms: Net 15 Days

Items Awarded: #21 - VISN 23

Date of Award: January 20, 2005

Contract Period: April 20, 2005 through December 19, 2006, with two 20-month renewable options.

Implementation Period: January 20, 2005 through April 19, 2005

Estimated Value of Award Base Period:

- Value of products: \$8,217,527
- Distribution fees: \$460,182
- Total Estimated Value of Award: \$8,677,709 (Base Period)

Distribution Fees:

- Conventional Deliveries:
 - 5.00% Base Period
 - 4.90% Each Option Period
- Just-In-Time:
 - 7.50% Base Period
 - 7.25% Each Option Period

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: \$75.00 flat fee per delivery trip.

SUMMARY OF AWARD

Addenda to SF 1449 – Contract V797P-1080

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Conventional Delivery Method – KREISER’S, INC.

<p>VALUE-ADDED SERVICES</p>	<p>Adjustment To Conventional Base Distribution Fee. <i>(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.)</i></p>
<p>One delivery per week</p>	<p><i>No Change</i></p>
<p>Two deliveries per week</p>	<p><i>+.10%</i></p>
<p>97% fill-rate</p>	<p><i>+.2%</i></p>
<p>Additional exterior delivery sites beyond the two required by the solicitation. (Delivery sites are located within the same Government complex).</p>	<p><i>No Change</i></p>
<p>Shelf Life Greater Than Six Months</p>	<p><i>No Change</i></p>
<p>Bar Code Labels</p>	<p><i>+.2% per Label</i></p>
<p>Fill/Call</p>	<p><i>No Change</i></p>
<p>Custom Pallet Architecture</p>	<p><i>(This adjustment should be proposed as both an adjustment to the conventional delivery method distribution fee and as a per activity flat fee.)</i></p> <p>Adjustment to Conventional Delivery:</p> <p>Fee: <i>.25%</i></p> <p>Flat Fee: <i>\$20.00 per Order</i></p>

SUMMARY OF AWARD

Addenda to SF 1449 – Contract V797P-1080

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Just-In-Time 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	+.5%
Sunday Deliveries	+1%
100% Fill-Rate	+1%
Delivery to 2-4 Floor Delivery Locations	+1%
Delivery to 5-7 Floor Delivery Locations	+1%
Shelf Life Greater Than Six Months	<i>No Change</i>
Bar-Code Labels	+.2%
Fill/Call	<i>No Change</i>
Custom Pallet Architecture	<p><i>(This adjustment should be proposed as both an adjustment to the conventional base distribution fee and as a per activity flat fee.)</i></p> <p>Adjustment to Just-In-Time Delivery : Fee: .25%</p> <p>Flat Fee: \$20.00 Per Order</p>