



STATE OF DELAWARE  
EXECUTIVE DEPARTMENT  
OFFICE OF MANAGEMENT AND BUDGET

October 1, 2013

TO: ALL STATE AGENCIES, SCHOOL DISTRICTS, MUNICIPALITIES, VOLUNTEER  
FIRE COMPANIES AND POLITICAL SUBDIVISIONS

FROM: BRUCE KRUG  
STATE CONTRACT PROCUREMENT SUPERVISOR

SUBJECT: **AWARD NOTICE – Addendum 6: effective June 21, 2018**  
**CONTRACT NO. GSS13227-P\_CARD**  
**DELAWARE PROCUREMENT CARD PROGRAM**

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## **KEY CONTRACT INFORMATION**

### **1. MANDATORY USE CONTRACT**

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**REF: Title 29, Chapter 6911(d) Delaware Code.** Every state department and agency within the Executive Branch and Judicial Branch of the state government shall procure all material, equipment and nonprofessional services through the statewide contracts administered by Government Support Services, Office of Management and Budget. Delaware State University, Delaware Technical and Community College, the operations funded by Public School Districts, Delaware Transit Corporation, the Legislative Branch and the Board of Pension Trustees and their consultants are specifically exempted from the requirements of this subsection.

### **2. CONTRACT PERIOD**

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Each contractor's contract shall be valid for a three (3) year period from October 1, 2013 through September 30, 2016. Each contract may be renewed for two (2) additional one (1) year periods through negotiation between the contractor and Government Support Services. Negotiation may be initiated no later than ninety (90) days prior to the termination of the current agreement.

Addendum 3 extends the contract by one year. The contract will remain valid through September 30, 2017.

Addendum 5 extends the contract by one year. The contract will remain valid through September 30, 2018.

**Addendum 6 extends the contract due to a critical need. The contract will remain valid through March 31, 2019. Dependent on the establishment of a new award for p-card services under the Treasurer's Office, the contract may terminate prior to March 31, 2019 but no earlier than a date established by the State's thirty day notice to the Vendor. The contract may continue to be extended in one month increments beyond March 31, 2019 upon the State's notification to the Vendor.**

### **3. VENDORS**

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JP Morgan Chase Bank, N.A.  
270 Park Avenue  
New York, NY 10017-2070  
FSF# 0000000006

Primary Contact:  
Gregg Powell (410) 381-7762  
[Gregory.j.powell@jpmchase.com](mailto:Gregory.j.powell@jpmchase.com)

### **4. SHIPPING TERMS**

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F.O.B. destination; freight pre-paid.

**5. DELIVERY AND PICKUP**

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N/A

**6. PRICING**

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The contract is structured on a volume based rebate schedule. The schedule provided is applicable to the initial term of the contract.

Annual Charge Volume	Rebate Rate @ 30/14 Settlement Terms
\$70,000,000	1.82%
\$80,000,000	1.85%
\$95,000,000	1.86%
\$110,000,000	1.87%
\$125,000,000	1.88%
\$150,000,000	1.89%
\$175,000,000	1.90%
\$200,000,000	1.91%
\$225,000,000	1.92%
\$250,000,000+	1.93%

**ADDITIONAL TERMS AND CONDITIONS**

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**7. PAYMENT**

The agencies or school districts involved will authorize and process for payment each invoice within thirty (30) days after the date of receipt. The contractor or vendor must accept full payment by procurement (credit) card and/or conventional check and/or other electronic means at the State's option, without imposing any additional fees, costs or conditions.

**8. PRODUCT SUBSTITUTION**

All items delivered during the life of the contract shall be of the same type and manufacture as specified unless specific approval is given by Government Support Services to do otherwise. Substitutions may require the submission of written specifications and product evaluation prior to any approvals being granted.

## **9. ORDERING PROCEDURE**

Successful contractors are required to have either a local telephone number within the (302) area code, a toll free (800) number, or agree to accept collect calls. Each agency is responsible for placing their orders and may be accomplished by written purchase order, telephone, fax or computer on-line systems. The contractor or vendor must accept full payment by procurement (credit) card and/or conventional check and/or other electronic means at the State's option, without imposing any additional fees, costs or conditions.

## **10. HOLD HARMLESS**

The contractor agrees that it shall indemnify and hold the State of Delaware and all its agencies harmless from and against any and all claims for injury, loss of life, or damage to or loss of use of property caused or alleged to be caused, by acts or omissions of the contractor, its employees, and invitees on or about the premises and which arise out of the contractor's performance, or failure to perform as specified in the Agreement.

## **11. NON-PERFORMANCE**

In the event the contractor does not fulfill its obligations under the terms and conditions of this contract, the ordering agency may purchase equivalent product on the open market. Any difference in cost between the contract prices herein and the price of open market product shall be the responsibility of the contractor. Under no circumstances shall monies be due the contractor in the event open market products can be obtained below contract cost. Any monies charged to the contractor may be deducted from an open invoice.

## **12. FORCE MAJEURE**

Neither the contractor nor the ordering agency shall be held liable for non-performance under the terms and conditions of this contract due, but not limited to, government restriction, strike, flood, fire, or unforeseen catastrophe beyond either party's control. Each party shall notify the other in writing of any situation that may prevent performance under the terms and conditions of this contract.

## **13. AGENCY'S RESPONSIBILITIES**

The Agency shall:

- a. Examine and review in detail all letters, reports, drawings and other documents presented by the Contractor to the Agency and render to the Contractor in writing, findings and decisions pertaining thereto within a reasonable time so as not to delay the services of Contractor.
- b. Give prompt written notice to the Contractor whenever the Agency observes or otherwise becomes aware of any development that affects the scope or timing of the Contractor's services.
- c. When an ordering agency first experiences a relatively minor problem or difficulty with a vendor, the agency will contact the vendor directly and attempt to informally resolve the problem. This includes failure to perform by the date specified and any unacceptable difference(s) between the purchase order and the merchandise received. Ordering

agencies should stress to vendors that they should expedite correction of the differences because failure to reply may result in an unfavorable rating in the execution of the awarded contract.

- d. The state has several remedies available to resolve non-performance issues with the contractor. The Agency should refer to the Contract Terms and Conditions to view these remedies. When a default occurs, the Agency should first review the contract to confirm that the issue is a part of the contract. If the issue is not covered by the contract, the state cannot expect the contractor to perform outside the agreement. If the issue is a part of the contract, the Agency or GSS - Contracting must then contact the contractor, discuss the reasons surrounding the default and establish a date when the contractor will resolve the non-performance issue.
- e. If there is a performance deficiency, a Corrective Action Report (CAR) may be used. Complete this form to report concerns with vendors or commodities. Be sure to furnish as much detail as possible. <http://gss.omb.delaware.gov/divisionwide/forms.shtml>.

#### **14. ISSUANCE OF REBATE**

Addendum 1 adjusts the timing of rebate payments such that payments will be made in USD in the first quarter for the previous calendar year via wire transfer to an account designated by the State.

#### **15. SINGLE USE ACCOUNT SERVICES**

Addendum 2 incorporates Single User Account Services as an additional p-card payment methodology available to the State.

#### **16. FEES ON INTERNATIONAL TRANSACTIONS**

Addendum 4 modifies the standard fees for international transaction to 1.5 % of the U.S. dollar amount charged beginning March 17, 2017.

#### **17. STATEWIDE COORDINATOR:**

The operational aspects of this contract are being managed by the Division of Accounting. All procedures, questions, issues, concerns, etc. should be addressed to:

Contact:

Donna Purcell, Procurement Card Manager  
Division of Accounting  
Phone: (302) 672-5086  
FAX: (302)739-2219  
Email: [Donna.Purcell@state.de.us](mailto:Donna.Purcell@state.de.us)

or

Cheryl Sipple, Module Lead  
Division of Accounting  
Phone: (302) 672-5068  
FAX: (302)739-2219  
Email: [Cheryl.Sipple@state.de.us](mailto:Cheryl.Sipple@state.de.us)