



To: Mayor Keil and Council Members
City Manager Doug Faseler

From: Dale Skinner, Fire Chief

Date: July 9, 2014

Re: Service Agreement with McKesson Corporation

In 2009, the Texas Ambulance Supplemental Payment Program (TASPP), a State and Federally approved program, was implemented. The purpose of this program is to assist government ambulance service providers to receive supplemental payments to offset losses incurred when treating and transporting Medicaid beneficiaries and uninsured patients. The potential supplemental payments are outside of the department's existing billing revenue stream.

McKesson Corporation will assist Seguin Fire/EMS in the application process to become an approved provider in the program, submit required documents and filling of required annual reports. Services also include assistance during the auditing process. Fees for this service includes a one-time fee of \$5,500 for the approval process and 10% of the revenue realized annually. The term of the contract is three years.

Staff would like to submit a resolution to Council authorizing the City Manager to enter into an agreement with McKesson Corporation. Attached is the resolution for your consideration.

Dale Skinner
Fire Chief