McKenna, Neil

From:

Kim, Sabrina

ent:

Sunday, May 3, 2020 9:41 PM

Stickney, Matt; Clow, Brian; Chin, Ben; Duchesneau, Olivier; Theis, Rick; Deagle, Jordan;

Lamothe, Colleen; Holland, Alyx; Khalil, Samantha

Cc:

Church, Leslie (SPAC/PSPC); Saini, Sabina (HC/SC); Dunn, Ryan (Ext.); Zimmerman,

Subject:

Procurement Call - May 3

Hi team,

Please see below for a summary of tonight's call:

PSPC - regular update:

Preliminary test results from first 500k Tango masks indicate that they have failed (82% failure rate in total thus far)

Putting a pause in place on this contract & on further shipments from this supplier

o Officials will carefully go through the test results with the contractor & make sure this is resolved

Focus is on 3M masks - a lot of diff players offering these masks, need to make sure they check out

O Working on a transaction in the UK for 3M masks; looking to have as many as 20 million masks this

Work being undertaken on the ground in China with Deloitte & some of our suppliers to make sure we're

moving towards NIOSH masks Expecting some shipments from China this week from four diff suppliers – would total 4 million N95 masks

coming in this week that are not from Tango

o These would be the first N95 masks that we receive from non-Tango suppliers in China

PSPC - logistics:

- New declaration from the Chinese gov in the last 48 hours that all temporary cargo flights from one of the terminals in Shanghai would be suspended temporarily
- Will need to become a permanent operator of Cargo out of China
- Officials are still exploring flight alternatives from Shanghai
- RFP on Buy & Sell for the selection of a second logistics company in China to increase capacity & to be able to operate out of a second airport will go live tmrw
 - This will be part of our diversification strategy
- Will be issuing an LOI for additional capacity for FAC in Canada as well to deal with sea shipments into Vancouver to beef up capacity in Canada to deal with bigger orders
- Are the Zoll ventilators still on track?
 - o Yes, should arrive on time

PHAC update:

- Gowns produced by domestic suppliers will start to be distributed to P/Ts from the warehouse as of tmrw (170k)
- A lot of the Tango N95 masks can be used as surgical masks, however there are choices to be made from a contractual / cost perspective
- 82% failure rate in terms of testing of Tango masks thus far
 - Looking into getting a third party to test these masks to make sure our own tests were 100% accurate Note that KN95s are not being used as N95s by the P/Ts at the moment - they're being used as surgicals or they're being stockpiled until there is an emergency

- Officials are in talks with 3M about another potential fed shipment out of the U.S.
- Sterilizers are being installed to sanitize N95s
 - o DM Fox indicated that P/Ts want the right supply of sterilizers & that this will be discussed on a P/T call tomorrow
 - o 5 units that have been approved by HC to sterilize masks & two are already in wide use in Canada, with over 500 already installed

Update - Spartan test kits

- April 11 authorization provided after Spartan was able to demonstrate that they were meeting the safety & efficacy requirements that we required
 - o They had laboratory testing of the device that demonstrated its effectiveness
- We gave them authorization but we knew that before the devices would be used in medical settings, that they would go through additional steps via NML and provincial labs
- On April 26 FACs NML gave us the first prelim results of their studies they said the devices were working as expected and that they <u>could be moved to a clinical setting</u>
- On Monday aft. evidence suggested there were issues & that they came from the swab
- New conditions imposed on May 2 these have been communicated to the company & their website has been updated accordingly
- 5500 tests had been distributed
 - o Spartan confirmed in writing that they were with AHS, QC Laval, province of ON & the Public Health Agency
 - o Spartan says that these parties have been contacted
- Q: Is there a scenario where they'd use a diff swab?
 - Need to use their swab that fits into their cartridge
- Q: What are the implications of the delay of a Spartan product?
 - o Spartan now has to plan on how they're going to recall, replace the swab etc.
 - o They can't sell them for any kind of use though
- Intention was to provide these swabs to places where low throughput is needed such as remote communities –
 however, there is another pint of care test which can still be used in such circumstances that officials are
 working on
- Q: Confirmation from Spartan that none of the 5500 tests were used in a diagnostic type of setting?
 - o They have indicated that to us, but not in writing expect this will come soon

Sabrina Kim Issues Advisor / Conseillère en enjeux Office of the Prime Minister / Cabinet du premier ministre 613-795-7803