Lockington, Elliott (SPAC/PSPC)

From: Media < media@tpsqc-pwqsc.qc.ca >

Sent October 21, 2020 4:35 PM

To: Roy, Cecely (SPAC/PSPC); fitz-morris, James (SPAC/PSPC)

Cc: Elizabeth Lindsay; Me'Shel Gulliver Bélanger; Bryan Blom; Jean-François

Létourneau; Media

Subject: FW: Update to Media Response / Min() questions...FW: QUESTION: For MO

Approval: Media Response/Tier 1—COVID-19 - Follow-up: mobile health

units/QMI Agency

Hello James and Cecely,

Program has provided context in response to your request for clarity on the payments made. The content has been vetted by Program ADM.

The payments since the last response are for many different things. In general, some of the costs are for the following:

- 1. Most significantly, medical equipment and consumables are coming into the warehouse and thus payment is being sought by the Contractors as these things arrive (e.g. ventilators came in batches as they were hard to come by). Equipment and consumables continue to be delivered from orders placed weeks ago.
- 2. Warehousing of the consumables etc... must be done and the warehousing costs are paid by Canada (including warehouse lease costs, warehouse management of items stored, security costs, maintenance of equipment while stored (e.g. charging of batteries)
- 3. The Contractors have set up Project Management Offices to manage the various items and respond to queries from Canada.
- 4. Design testing and modifications continue related to the Risk Reduction Units (RRU)

Thank you.

Jeremy

From: fitz-morris, James (SPAC/PSPC) [mailto:james.fitz-morris@canada.ca]

Sent: October 16, 2020 12:21 PM **To:** Media < media@tpsqc-pwqsc.qc.ca>

Cc: Elizabeth Lindsay < Elizabeth.Lindsay@tpsgc-pwgsc.gc.ca>; James Stott < James.Stott@tpsgc-pwgsc.gc.ca>; Jean-

François Létourneau Letourneau@tpsqc-pwqsc.qc.ca; Me'Shel Gulliver Bélanger

<a href="mailto:<meshel.GulliverBelanger@tpsqc-pwqsc.qc.ca">meshel.GulliverBelanger@tpsqc-pwqsc.qc.ca; Rachel Lagacé_Rachel.Lagace@tpsqc-pwqsc.qc.ca; Renee Harden

<a href="mailto: <a href="

<Vivianne.Soubhie@tpsqc-pwqsc.qc.ca>

Subject: RE: For MO Approval: Media Response/Tier 1—COVID-19 - Follow-up: mobile health units/QMI Agency

Can we get some more clarify on what the payments made since the last update are for?

Have the consumables mentioned been delivered?

Thanks, James

From: Media [mailto:media@tpsqc-pwqsc.qc.ca]

Sent: October 16, 2020 11:24 AM

To: fitz-morris, James (SPAC/PSPC) < <u>james.fitz-morris@canada.ca</u>>

Cc: Elizabeth Lindsay <<u>Elizabeth.Lindsay@tpsgc-pwgsc.gc.ca>;</u> James Stott <<u>James.Stott@tpsgc-pwgsc.gc.ca>;</u> Jean-François Létourneau <u>Jean-Francois.Letourneau@tpsgc-pwgsc.gc.ca>;</u> Media <u>media@tpsgc-pwgsc.gc.ca>;</u> Me'Shel Gulliver Bélanger <u>MeShel.GulliverBelanger@tpsgc-pwgsc.gc.ca>;</u> Rachel Lagacé <u>Rachel.Lagace@tpsgc-pwgsc.gc.ca>;</u> Renee Harden <u>Renee.Harden@tpsgc-pwgsc.gc.ca>;</u> Sara Lacasse <u>Sara.Lacasse@tpsgc-pwgsc.gc.ca>;</u> Vivianne Soubhie <u>Vivianne.Soubhie@tpsgc-pwgsc.gc.ca></u>;

Subject: For MO Approval: Media Response/Tier 1—COVID-19 - Follow-up: mobile health units/QMI Agency

Hi James,

For MO approval please. **Translation in progress**. New info.

Thanks,

Marc

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Media Response QMI Agency Bergeron, Émilie (QMI Agency)

Date call received: October-13-20 at 5:00 PM

<u>Deadline: October-16-20 at 4:00 PM</u> (renegotiated and CLOSED)

Tier 1 - COVID-19 - Follow-up: mobile health units

BACKGROUND: The reporter has follow-up questions about the mobile health units designed by SNC-Lavalin PAE and Weatherhaven Global Resources to address the COVID-19 pandemic.

She has received two responses from PSPC on the same subject and has recently published: https://www.journaldemontreal.com/2020/09/11/des-millions-pour-des-hopitaux-mobiles-qui-nont-pas-encore-servi-1

QUESTIONS/ANSWERS:

- Q1. Which provinces have shown interest in using mobile health units? Which have made a formal request to the Government of Canada?
- **A1.** No formal request has been made by a province or territory to date as these units have been ordered in anticipation of a potential need by the Government of Canada for a broad range of situations.
- Q2. How many units have been ordered so far? Last time we spoke, you told us about two units. How many of the maximum 10 units have now been ordered?
- **A2.** We remain at two units ordered.

Q3. The last time we spoke, you told us that the Government of Canada paid \$19,867,005.03 to SNC PAE and \$12,211,119.95 to Weatherhaven. What are the amounts so far?

A3. The Government of Canada has now paid \$26,173,758.44 to SNC-Lavalin PAE and \$22,438,150.51 to Weatherhaven.

To provide a bit of context, these amounts include consumables such as the purchase of medical equipment (including Intensive Care Unit capabilities) — 100 hospital beds per MHU, ventilators, etc., and the purchase of medical consumables for 10 days (PPE, medical supplies, stationary) for 5 MHUs for SNC-Lavalin & PAE and for 2 MHUs for Weatherhaven.

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Response forwarded to QMI on Sept. 9, 2020:

Q1. If I understand your answer correctly, this means that, to date, no mobile unit has been built, or is under construction?

A1. Our work continues to ensure that Canada is prepared for any eventuality in this time of pandemic. Access to additional capacity to support the health system through Mobile Health Units (MHUs) is part of our overall pandemic preparedness plans. The planning and design work for MHUs must be done before they are ready for adaptation and deployment in the provinces and territories. This work is ongoing, in cooperation with the provinces and territories. Public Services and Procurement Canada has ordered two MHUs to be ready in case an MHU is urgently required.

Q2. Exactly how many units were built? If no units have been built, what is the expected delivery date of the first unit?

A2. Two units have been ordered in anticipation of a requirement, so there is no fixed delivery date at the moment. The Government of Canada continues to work closely with the provinces and territories to help them assess, prepare for and respond to their health care needs. This includes the planning and design process for MHUs. This allows us to ensure that we are ready to respond to their request.

Q3. Has Canada paid \$150 million to date to SNC-Lavalin, or part of that amount? Has Canada paid \$150 million to date to Weatherhaven Global Resources Ltd., or part of that amount? Exactly how much has been paid out to the companies so far?

A3. Canada paid both contractors for work performed under the task authorizations to ensure that the units are ready to be deployed as required to protect the health and lives of Canadians. To date, Canada has paid a total of \$19,867,005.03 to SNC and \$12,211,119.95 to Weatherhaven for medical equipment and supplies, project management services, storage and design of the MHUs to ensure that Canada is prepared for any eventuality.

Q4. Which administrations are involved, or, in other words, who determines the number of beds and medical equipment required?

A4. The design is flexible enough to support different configurations. The specific configuration sought will be determined with the local health agency in the province or territory requesting the unit. The design was developed in consultation with the provinces and territories and the Department of National Defence, which has extensive experience in this area.

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Response forwarded to QMI on August 17, 2020:

In response to your questions, these federal contracts for mobile health units were awarded on April 9, 2020, for a period of six months. Each contract includes two six-month options, but no options have been exercised. These are task authorization contracts, which means that Canada only pays for what it asks the Contractor to do or provide.

These mobile health units are designed to be flexible enough to meet the additional health care capacity requirements of the particular jurisdiction where they will be deployed. The number of beds and other medical equipment is determined on the basis of the size and specifications required by the jurisdiction.

Administrative agreements set out the terms and conditions that the supplier must meet in order to maintain its status and be able to do business with the Government of Canada. These may include corrective actions, compliance programs and regular reporting on progress and compliance. Under its administrative agreement, SNC-Lavalin has retained an independent third party, recognized by PSPC, to monitor compliance with the terms of the agreement, at its expense.

In addition to regular reporting, the independent third party evaluates and reports regularly on compliance with the terms of the administrative agreement.