County of Los Angeles
Sheriff's Department Headquarters
4700 Ramona Boulevard
Monterey Park, California 91754-2169

LEROY D. BACA, SHERIFF

September 6, 2005

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Dear Supervisors:

APPROVAL TO EXTEND CONTRACT FOR INMATE COMMISSARY SERVICES (ALL DISTRICTS) (3 VOTES)

IT IS RECOMMENDED THAT YOUR BOARD:

1. Approve and instruct the Chair of the Board to execute Amendment Number 7 to County Contract Number 70912, to extend the current Inmate Commissary Services with Compass Group, USA, Canteen Corporation, for a term not to exceed twelve (12) months, effective September 29, 2005.

2. Authorize the Sheriff to execute amendments to extend the term of the contract in any monthly increment to meet the needs of the Department.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

The purpose of this recommended action is to enable the Sheriff's Department to continue receiving inmate commissary services from the contractor, Compass Group, USA, Canteen Corporation, while an audit of the contract is being performed. The inmate commissary services provides inmates an opportunity to purchase a variety of goods from the contractor. The revenue generated from the commissary operation is deposited into the Inmate Welfare Fund and provides funding for inmate programs and services. The audit, managed by the Auditor-Controller's office, is currently in process and is anticipated to be completed by the end of December 2005.

The current inmate commissary contract has been in effect since July 1997, and will expire in September 2005. A new solicitation for this service has been developed and is subject to change pending any financial recommendations from the audit. The results of the audit may indicate to the Sheriff's Department ways to improve the source of revenue, whether the revenue generated by the contractor is optimal, and other recommendations that could assist in the preparation of the new solicitation and resulting contract.

Implementation of Strategic Plan Goals

The services provided under this agreement support the County's Strategic Goals, Service Excellence and Fiscal Responsibility, by allowing the Sheriff's Department to provide better services to inmates and by generating revenue to offset County expenses.

FISCAL IMPACT

The inmate commissary services contract is a revenue-generating contract and will not have a fiscal impact on the Sheriff's Department budget. The Inmate Commissary Services generated a net sales of $12,320,000 with a net commission of $3,543,000 for the Fiscal Year 2004-2005.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

This Contract, approved by the Board in July 1997, is for the provision of commissary goods to inmates at County detention facilities and the Mira Loma facility. The rate of revenues during the extension period will remain the same. The contract currently contains the Board's, the Chief Administrative Officer's, and County Counsel's required contract provisions.

CONTRACTING PROCESS

This section is not applicable as this is a request to extend the existing contract.

IMPACT ON CURRENT SERVICES

There will be no impact on Sheriff's Department operations.

CONCLUSION

Upon approval by your Board, please return the signed amendments and two (2) adopted copies of this action to the Department's Contracts Unit.

Sincerely,

LEROY D. BACA
SHERIFF

COUNTY OF LOS ANGELES SHERIFF'S DEPARTMENT

AMENDMENT NO. 7 TO AGREEMENT NO. 70912 BY AND BETWEEN COMPASS GROUP, USA, CANTEEN CORPORATION AND THE LOS ANGELES COUNTY SHERIFF'S DEPARTMENT FOR COMMISSARY SERVICES TO INMATES

This Amendment Number 7 ("Amendment") is entered into by and between the County of Los Angeles (hereinafter "COUNTY") and Compass Group, USA, Canteen Corporation, (hereinafter "CONTRACTOR"), effective as of September 29, 2005, based on the following recitals:

A. WHEREAS, the County of Los Angeles, a political subdivision of the State of California, hereinafter referred to as "COUNTY", and Compass Group, USA, Canteen Corporation, hereinafter referred to as "CONTRACTOR", have entered into Agreement No. 70912 to provide commissary services in the Los Angeles County Jail; and

B. WHEREAS, the current contract expires on September 28, 2005; and

C. WHEREAS, COUNTY AND CONTRACTOR desire to extend this agreement beyond the current expiration date of September 28, 2005.

NOW THEREFORE, in consideration of the foregoing recitals, all of which are incorporated as part of this AGREEMENT, COUNTY and CONTRACTOR hereby further agree as follows:

1. Paragraph 1.0 is amended to extend the term for a period not to exceed twelve months, and that the Sheriff shall have the discretion to extend the agreement during that time on a month to month basis in any increment.

Except as expressly provided in this Amendment Number 7, all other provisions, and conditions of the AGREEMENT shall remain the same and in full force and effect.

The person executing this Amendment for CONTRACTOR represents and warrants that he or she is an authorized agent, who has actual authority to bind CONTRACTOR to each and every item, condition, and obligation of the AGREEMENT and that all requirements of CONTRACTOR have been fulfilled to provide such actual authority.

COUNTY OF LOS ANGELES SHERIFF'S DEPARTMENT

AMENDMENT NO. 7 TO AGREEMENT NO. 70912

IN WITNESS WHEREOF, the parties hereto have caused this Amendment Number 7 to be executed on its behalf by its duly authorized officers, effective as of September 29, 2005.

COUNTY OF LOS ANGELES

By_____
Chair, Board of Supervisors

ATTEST:

VIOLET VARONA-LUKENS
Executive Officer-Clerk
of the Board of Supervisors

By _____

COMPASS GROUP, USA,
CANTEEN CORPORATION

By: _____
LARRY JOLLY

Date: 8-22-05

APPROVED AS TO FORM:

RAYMOND G. FORTNER, JR.
County Counsel

By: _____
GARY GROSS
Principal Deputy County Counsel

Date: 8/17/05