TRANSPORTATION COMMITTEE REPORT relative to amending the Los Angeles Department of Transportation's (LADOT) LA Express Park contract to increase the compensation amount and to change the contractor name and the assignment of rights.

Recommendations for Council action:

- 1. AUTHORIZE an increase to the total compensation limit under LA Express Park Contract No. C-119654, from \$30.5 million to \$35.5 million for the continued operation and expansion and enhancement of the LA Express Park program.
- 2. AUTHORIZE the General Manager, LADOT, or designee, to execute the proposed contract amendment to effect the name change and reassignments of all rights from Xerox State and Local Solutions, Inc., to Conduent State and Local Solutions, Inc., subject to the approval of the City Attorney as to form and legality.

<u>Fiscal Impact Statement</u>: The LADOT reports that this action will not impact the General Fund. Contractual expenses are funded on an annual basis through the budget in the Special Parking Revenue Fund.

Community Impact Statement: None submitted.

## <u>SUMMARY</u>

In 2011, LADOT entered into a contract with ACS State and Local Solutions, Inc., to provide development, installation, and operation of the systems and equipment necessary to implement the LA Express Park program, an intelligent parking management system, for an amount not to exceed \$30.5 million. LADOT requests authority to increase the total compensation limit by \$5 million to \$35.5 million. LADOT anticipates nearing the original compensation limit by the end of September 2018, prior to completion of several projects. Also, the City received awards for additional LA Express Park grant-funded expansion projects not contemplated or included in the original contract. The new projects are the implementation of the Hollywood Integrated Modal Information System project which includes the LA Express Park program for the Hollywood area, and the expansion of the LA Express Park program to the Venice and Exposition Park / USC areas.

LADOT goes on to discuss the proposed name change. Since the execution of the original contract, the contracting party, ACS State and Local Solutions, Inc., changed its name twice. It first changed its name to Xerox State and Local Solutions, Inc., then to Conduent State and Local Solutions, Inc. In a letter dated March 6, 2017, Conduent informed LADOT that the business services division of its parent company, Xerox Corporation, is now part of and is being conducted under the new name Conduent, Inc., as the result of the split from the Xerox Corporation.

At its meeting held September 26, 2018, the Transportation Committee recommended that Council approve LADOT's requests to increase the amount of, and to change the contractor name for LA Express Park contract, as discussed above.

Respectfully Submitted,

TRANSPORTATION COMMITTEE

MEMBER VOTE BONIN: YES MARTINEZ: YES KORETZ: YES

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## -NOT OFFICIAL UNTIL COUNCIL ACTS-