

INNOVATION, GRANTS, TECHNOLOGY, COMMERCE AND TRADE COMMITTEE REPORT relative to the approval of the contracts to change the name of the contractors from Verizon California, Inc. to Frontier California, Inc. and from Verizon Select Services, Inc. to Frontier Communications of America, Inc. for voice and data communications.

Recommendation for Council action:

AUTHORIZE the General Manager, Information Technology Agency, to execute, subject to the approval of the City Attorney:

- a. The First Amended and Restated Contract No. C-120393 to change the name of the contractor from Verizon California, Inc. to Frontier California, Inc. and increase the term of the contract by three years for a new term effective May 10, 2012 through March 31, 2020.
- b. Amendment No. 1 to Contract C-126376 to change the name of the contractor from Verizon Select Services, Inc. to Frontier Communications of America, Inc.
- c. Amendments with Frontier California, Inc. and Frontier Communications of America, Inc. in the event of a change to the name of the company, providing that the new company agrees to the City's terms and conditions and all other legal requirements are met.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that funding for these services has been approved through the annual budget process. There is no additional impact to the General Fund. Since budgeted funds are available and future payments are subject to future appropriation, the recommendations provided above comply with the City's Financial Policies.

Community Impact Statement: None submitted.

SUMMARY

At the meeting held on August 2, 2016, your Innovation, Grants, Technology, Commerce and Trade Committee considered a CAO report relative to the approval of the contracts to change the name of the contractors from Verizon California, Inc. to Frontier California, Inc. and from Verizon Select Services, Inc. to Frontier Communications of America, Inc. for voice and data communications. The CAO reports that Contract C-120393 with Verizon California, Inc. has a five-year term effective May 10, 2012 through May 9, 2017 and total compensation not-to-exceed \$7.5 million. Verizon California, Inc. provides telecommunications services through its Centranet system to various small City facilities. The City has executed contracts with Verizon California, Inc. for these telecommunications services since 2000, and has an existing contract with ATandT California (C-112988), which provides its Centrex telephone and data services to additional City facilities that are located outside of Verizon California, Inc.'s services area. The services provided under the Verizon California, Inc. contract will remain identical under the successor entity.

Contract C-126376 with Verizon Select Services has a five-year term effective October 6, 2015 through October 5, 2015 and total compensation not-to-exceed \$15 million. Verizon Select Services provides on-site service, installation and maintenance of telephones, and associated

technical, administrative, warehouse, clerical and drafting support. Verizon Select Services was selected as a result of a Request for Proposals conducted in 2013. The services provided under the Verizon Select Services contract will remain identical under the successor entity. An opportunity for public comment was held. After further discussion of the matter, the Committee moved to approve the recommendations contained in the CAO report as modified in Committee, as detailed above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

INNOVATION, GRANTS, TECHNOLOGY, COMMERCE, AND TRADE COMMITTEE



<u>MEMBER</u>	<u>VOTE</u>
BLUMENFIELD:	YES
BONIN:	YES
KREKORIAN:	YES
BUSCAINO:	YES
MARTINEZ:	YES

ME

-NOT OFFICIAL UNTIL COUNCIL ACTS-