



County of Milwaukee
Office of the Sheriff

David A. Clarke Jr.
Sheriff

June 29, 2016

Theodore Lipscomb, Sr., Milwaukee County Board Chairman
Milwaukee County Courthouse
901 North 9th Street, Room 201
Milwaukee, WI 53233

Re: G4S Secure Solutions (USA) Inc. Fiscal Note Revision

Dear Chairman,

In 2015 MCSO issued an RFP to select a vendor to provide inmate transportation services. G4S Secure Solutions (USA) Inc., was selected as the highest ranked bidder based upon various criteria and a contract was signed effective October 4, 2015. Original contract terms for the first fifteen (15) months through December 31, 2016 required monthly billing of \$174,546.21 including transportation officers/drivers, supervisors, project managers, administrative personnel and equipment costs. This is the monthly amount budgeted for inmate transportation in 2016. After six months of operations in 2015 and 2016 MCSO Fiscal cautioned G4S that billings were exceeding the budgeted and contracted amount and funds would not be available to reimburse these services by the end of 2016.

The management of G4S Secure Solutions (USA) Inc. indicated an error in their original contract bid resulting in a significant shortage in the number of transportation officers/drivers bid rather than the actual number needed. G4S requested that the MCSO revise the contract to allow for the increased number of transportation officers/drivers required to provide the services itemized within the contract. MCSO refused. G4S issued a cancellation notice according to the terms of the contract effective August 31, 2016.

In May 2016 the MCSO issued RFP (#7111) to seek out a vendor to provide inmate transportation services as of September 1, 2016. Two vendors submitted proposals and G4S Secure Solutions (USA) Inc. was selected as the preferred applicant based upon various ranking criteria including price. The contract is currently being finalized. The monthly billing amount effective for the entire three (3) year contract will be \$217,149.48. For the remainder of 2016 this will exceed the amount budgeted for inmate transportation by \$170,413.08.

After initial preparation of the Fiscal Note I was advised by the Milwaukee County Comptroller's Office to identify the amount that the new contract amount would exceed the 2016 budgeted funds and indicate that it is included in the annual MCSO financial projections. The Comptroller also suggested that readers be advised that a Contingency Fund transfer will be required to maintain daily operations prior to the end of 2016. This information was also included in a revision to the Resolution.

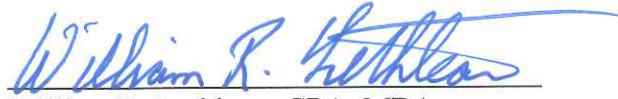
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I apologize for any confusion this has created, however, I felt full disclosure is appropriate to clarify the amount that the new contract will exceed the 2016 budgeted amount and how it impacts projected 2016 results. In consideration of the beginning 2016 structural budget deficit, this is a component of the annual projected fiscal results for MCSO.

Thank you for your time and consideration. If you have any questions, please contact me.

Respectfully,



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