

MAYOR LINDA GORTON



LEXINGTON

LISA FARMER
DIRECTOR
COMMUNITY CORRECTIONS

TO: Mayor Linda Gorton
Sally Hamilton, Chief Administrative Officer
Members, Urban County Council

FROM:


Lisa A. Farmer 11-01-21

Lisa Farmer, Director
Community Corrections

CC: Kenneth Armstrong, Commissioner Public Safety

DATE: November 1, 2021

SUBJECT: Approve Contract Addendum to Master Services Agreement with Securus Technologies (contract 314-2017)

Request

Request Council authorization to contract addendum to Master Services Agreement (contract 314-2017) with Securus Technologies.

Why are you requesting?

Request Council authorization to approve contract addendum to Master Services Agreement (contract 314-2017) with Securus Technologies. On May 24, 2021 the FCC released a new order that impacts the current commission structure as stated in the original Master Services



Agreement.

A summary of the new FCC order and contract modifications are below:

- implements new interim interstate and international rate caps
- significantly changes the previous industry practice with the respect to rate caps applies to interstate and intrastate calls
 - the current interstate and intrastate calling rates are compliant with the applicable calling rate caps and will not be changed at this time
 - the current international rate will be adjusted to comply with the FCC ruling
-
- modifies rules relating to ancillary third party transaction fees
- modifies applicable regulation with respect to consumer reporting and cost recovery of site commissions
 - The commission percentages for prepaid, collect, and debit calls, and prepaid calling card discount will be reduced to 14.28%
 - Securus will pay LFUCG a fixed monthly commission of \$49,196 per month during the term of the agreement to be funded by products and services provided that are not telephone service
- For international call traffic only, the per minute amount paid by Securus as a passthrough to its underlying wholesale international carriers to terminate interational calls will not be commissionable.

What is the cost in this budget year and future budget years? No cost to government

The cost for this FY is: 0

The cost for future FY is: 0

Are the funds budgeted? No

File Number: 1146-21

Director/Commissioner: Farmer/ Armstrong

