



LEROY D. BACA, SHERIFF

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



A Tradition of Service

July 31, 2012

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

Dear Supervisors:

**APPROVE AMENDMENT NUMBER FIVE TO AGREEMENT
NUMBER 76038 WITH QUEST DIAGNOSTICS, INCORPORATED
FOR MEDICAL LABORATORY SERVICES
(ALL DISTRICTS) (3 VOTES)**

SUBJECT

The Los Angeles County Sheriff's Department (Department) is seeking your Board's approval and execution of Amendment Number Five (Amendment) to Agreement Number 76038 (Agreement) with Quest Diagnostics, Incorporated (Quest), that will extend the term of the current Agreement for medical laboratory services (Services) for up to 18 months. This extension period is required to allow for the completion of the Jail Health Information System (JHIS) transition to the remote hosting environment and to complete the Request for Proposal (RFP) process for a new Agreement for Services.

IT IS RECOMMENDED THAT YOUR BOARD:

1. Approve and instruct the Chairman of the Board to sign the attached Amendment to the Agreement with Quest to continue providing Services. The Amendment will extend the term of the Agreement for up to 18 months, from August 20, 2012, through February 19, 2014.
2. Delegate authority to the Sheriff or his designee to terminate the Agreement earlier, in whole or in part, with 30 days advance written notice, once the transition to the remote hosting environment has been completed and the Department has completed the solicitation process for a new Agreement.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

Approval of this action will allow the Department to complete the solicitation process for a new Agreement, enable the Department to provide continued medical treatment to inmate patients, and allow Quest to provide the required Services while the Department completes the transition to the JHIS remote environment.

The Department is currently engaged in the solicitation process for a new Agreement. The selected vendor for the new Agreement will be required to interface their laboratory information system with JHIS. As the transition to the remote environment has not yet been completed, and because the required specifications for the new environment have not yet been established, it has caused a delay to the RFP process for the new Agreement.

Implementation of Strategic Plan Goals

The Services provided under this Amendment support the Los Angeles County's (County) Strategic Plan, Goal 1, Operational Effectiveness; and Goal 5, Public Safety. This Amendment Number Five will enable the Department to provide a quality level of inmate Services.

FISCAL IMPACT/FINANCING

The annual expenditures for this Service is estimated to be approximately \$4.5 million. Over the term of the extension to this Agreement, appropriate allocations will be established in the Department's annual budget to meet the anticipated need for the fiscal year. Actual expenditures will only be incurred on an as-needed basis.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

Under both Federal and State law, the Department has the legal obligation to provide medical treatment to its inmate population. Since September 1, 2000, the Department has contracted with Quest for Services which include, but are not limited, to diagnostic analyses of specimens for the purpose of assisting County physician(s) in determining the appropriate medical treatment for inmate patients being held by the Department. Proper treatment is dependent on laboratory test results.

Quest's laboratory information system currently interfaces with the internally hosted JHIS application providing complete medical and mental health records of inmates in custody. Once the transition to the remote hosting environment and the solicitation process is complete, the Department will return to your Board to award a new Agreement. The current Agreement expires on August 19, 2012.

The Amendment extends the term of the Agreement for a period not to exceed 18 months.

Quest is in compliance with all Board and Chief Executive Office requirements.

County Counsel has reviewed and approved the Amendment as to form.

Except as expressly provided in the Amendment, all other provisions and conditions of the Agreement will remain the same and in full force and effect.

The Honorable Board of Supervisors

7/31/2012

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IMPACT ON CURRENT SERVICES (OR PROJECTS)

Approval of these actions will ensure uninterrupted Services for inmates.

CONCLUSION

Upon approval by your Board, please return three adopted copies of this Board letter and three original executed copies of the Amendment to the Department's Contracts Unit.

Sincerely,



LEROY D. BACA

Sheriff

LDB:Gl:gi

Enclosures

**AMENDMENT NUMBER FIVE TO AGREEMENT NO.76038
BY AND BETWEEN
COUNTY OF LOS ANGELES
AND
QUEST DIAGNOSTICS, INCORPORATED
FOR MEDICAL LABORATORY SERVICES**

This Amendment Number Five ("Amendment") is entered into by and between County of Los Angeles (hereinafter "County") and Quest Diagnostics, Incorporated (hereinafter "Contractor"), effective upon execution by all parties.

- A. WHEREAS, on February 20, 2007, County and Contractor entered into County Agreement Number 76038 (hereinafter "Agreement") to provide Medical Laboratory Services for diagnostic analysis; and
- B. WHEREAS, pursuant to Subparagraph 4.2 of the Agreement, the Sheriff has the option to extend the Initial Term of the Agreement for up to two (2) additional one-year periods and thereafter, for six (6) months in any increment (each an "Option Term"), and the Sheriff has the authority to exercise and execute the extension options; and
- C. WHEREAS, the Agreement is currently in its final option period of six (6) months and expires on August 19, 2012; and
- D. WHEREAS, County and Contractor desire to extend the term of the Agreement for an additional eighteen (18) months, to avoid an interruption of services during which the necessary transition to the remote hosting environment will be determined and the Sheriff's Department has completed the solicitation process for a new agreement.
- E. WHEREAS, County and Contractor agree that the Agreement may terminate prior to its expiration upon thirty (30) days advance written notice by County to Contractor.

NOW THEREFORE, in consideration of the mutual covenants contained herein, and for good and valuable consideration, County and Contractor hereby agree as follows:

- 1. The Term of the Agreement shall be extended for up to eighteen (18) months, from August 20, 2012, through and including February 19, 2014. Notwithstanding, the Sheriff, or his designee, may terminate this Agreement earlier, in whole or in part, with thirty (30) days advance written notice of such termination.
- 2. Except as expressly provided in this Amendment Number Five, all other provisions, and conditions of the Agreement will remain the same and in full force and effect.

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3. Contractor represents and warrants that the person executing Amendment Number Five for Contractor is an authorized agent who has actual authority to bind Contractor to each and every item, condition, and obligation of the Amendment and that all requirements of Contractor have been fulfilled to provide such actual authority.

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IN WITNESS WHEREOF, the County of Los Angeles, by order of its Board of Supervisors has caused this Amendment Number Five to be executed on its behalf by the Chairman of said Board and attested by the Executive Officer-Clerk of the Board of Supervisors thereof, and Contractor has executed this Amendment Number Five, or caused it to be duly executed by its duly authorized officer.

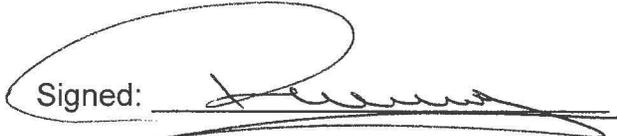
COUNTY OF LOS ANGELES

By: _____
Chairman, Board of Supervisors

ATTEST:
SACHI A. HAMA
Executive Officer
Los Angeles County
Board of Supervisors

By: _____
Deputy

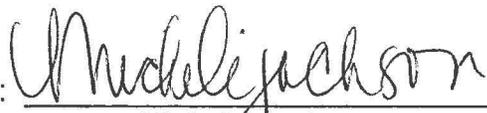
QUEST DIAGNOSTICS,
INCORPORATED

Signed: 

Printed: Rob Moverley

Title: Managing Director

APPROVED AS TO FORM:
JOHN F. KRATTLI
County Counsel

By: 
Michele Jackson
Deputy County Counsel