

**CORRECTIONAL COMMUNICATIONS SERVICES AGREEMENT**

Made on this day of August 12, 2024, by and between these parties:

City Tele-Coin Company, Inc. (hereinafter referred to as "CITY"), and

Clay County Sheriff's Office (hereinafter referred to as "CLAY")

WHEREAS, CLAY has requested CITY to perform the services hereinafter described and CITY has agreed to perform such services, subject to the terms and conditions hereinafter set out:

NOW IN CONSIDERATION of the payment of fees provided hereinafter and other terms and conditions hereinafter set out, CLAY and CITY hereby agree:

**(A) THE WORK**

CLAY agrees that it is the manager of the locations listed directly hereunder in *Section A.1 - Locations*, and that said locations require inmate telephone, video visitation and messaging telecommunication services, and that said telecommunications services are to include all local, *interLATA*, *intraLATA*, and interstate telephone and video services. CITY shall install, service, and maintain inmate telephone, video visitation and messaging services using methods consistent with sound, generally recognized practices ordinarily associated with the type of work to be performed, to include all existing and future facilities under the management of CLAY. CITY will be responsible for any and all local, long distance, and equipment charges. CITY shall remit to CLAY its portion of the revenues as set out herein below.

**(1) LOCATIONS**

- (a) **Clay County Jail**  
215 West Gilbert Street  
Henrietta, Texas 76365

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City Tele-Coin Company, Inc.

4501 Marlena Street, Bossier City, LA 71111

800.682.0707 / www.citytelecoin.com

**(B) COMMISSIONS**

As to any inmate unit that is located within those locations listed in Section A.1 whereby service to that unit is being provided by CITY successive of cut-over, revenue shall be deemed commissionable and henceforth payable by CITY to CLAY commencing with the exact point in time in which the first billable or prepaid call has been initiated from that unit; moreover, such revenue shall remain commissionable and payable on any such unit until service to that unit has been reassigned through contractual reassignment.

- (1) CITY shall remit to CLAY 58% (Fifty-Eight Percent) of all *Billable Gross Usage Revenue* generated through *Gross Collect, Prepaid Inmate Calling Cards, and Direct Pay*, traffic (local, *intraLATA*, *interLATA*, and interstate). CITY shall remit to CLAY 25% (Twenty-Five Percent) of all *Billable Gross Usage Revenue* generated through all *Video Visitation Services, Messaging, and Attachments* originating from the facility managed by CLAY, as listed in Section A "The Work" and processed by CITY's call processing system. CITY shall remit to CLAY 10% (Ten Percent) of *Billable Gross Usage Revenue* generated through all *Media Apps* originating from the facility, via inmate tablets, managed by CLAY. *Billable Gross Usage Revenue* is defined as Gross Revenue minus all applicable state, county, city, and/or federal taxes, and all fees applicable by law. CITY will pay all said commissions on a monthly basis along with a monthly report of all said monies.
- (2) Remittance and Acceptance – *Remittance* of commissions shall commence Twenty (20) Days after installation of equipment. Furthermore, CITY shall remit commission payments to CLAY on a monthly basis on or around the 20<sup>th</sup> day of each month. Any objection to a commission payment shall be brought to the attention of CITY by way of written notice by CLAY and shall be made within 30 days after receiving said commission payment. *Acceptance* of said commission payment shall be final and binding if no objections are brought forth within 30 days after receipt thereof.
- (3) Adverse Conditions – The parties acknowledge that any time while this contract is in force and effect, the Public Utility Commission of Texas, the Louisiana Public Service Commission, the Federal Communications Commission, or any other governmental or regulatory agency that has legal authority over inmate telecommunications, may change rates or impose restrictions or otherwise modify any rules or regulations under which inmate telecommunications are currently operating, so that such changes, restrictions, or modifications affect inmate communication traffic in a way that causes CLAY'S generated revenue from such traffic to be adversely affected.

**(C) TERMS**

The initial term of this agreement shall be for period beginning \_\_\_\_\_, 2024, with the initial term completed in Sixty (60) months, on \_\_\_\_\_, 2029. At the initial term completion date, or any subsequent renewal term completion date, CITY or CLAY, at its option, has the right to refuse this contract, under the terms and conditions set forth by this contract, by giving certified notice to CLAY or CITY. Any certified notice shall be mailed and received Ninety (90) days prior to scheduled termination date of this contract, or subsequent renewal term, to the address provided herein. This initial contract, and any renewal thereof, shall continue in force automatically for additional Twelve (12) Month periods should no action be taken by either party within the time frame set out herein.

**(D) ASSIGNMENT**

CITY's interest in and to this service agreement may be transferred or assigned, at the discretion of CITY, to any banking or financial institution to provide the financial requirements needed to provide the equipment and services listed in this agreement, or any other legal entity.

**(E) EQUIPMENT**

CITY agrees to provide for CLAY adequate equipment with the ability to perform monitoring, recording, and cutoff switches. CITY has the right, and maintains the right, to remove or relocate any telephone or video equipment, from any location which is the subject of and governed by the terms of this agreement that CITY, in its sole and absolute discretion, determines is not economically profitable. The removal or relocation of the equipment shall not be undertaken until CLAY is given ten (10) days written notice of CITY's intent to remove said equipment. The removal of equipment under terms herein shall in no way create or constitute a default of the terms of this contract. CITY agrees that upon removal or relocation of equipment it will restore the site where said equipment was removed from to its original condition. This excludes ordinary wear and tear, any condition(s) resulting from prior material, and any condition(s) resulting from actions of individuals other than employees or agents of CITY. CITY agrees to install and maintain at least the minimum number of coin-less inmate telephones and video units as needed at the facility and/or as many as requested by CLAY, subject to industry standards.

**(F) OBLIGATIONS OF CLAY**

CLAY agrees to undertake and perform the following: (i) Protect the equipment from abuse and report any damage(s), service problem(s), and/or hazardous condition(s) to CITY; (ii) Provide all necessary power and space for proper installation and maintenance of the equipment; (iii) Provide safe and secure access to the equipment by CITY and its employees or agents as needed by CITY; (iv) Allow CITY to affix signs to the equipment, as required by law. Said signs are to be furnished by CITY, and CLAY will not allow any other signs, equipment or information to be affixed to the equipment or in the immediate area unless mutually agreed to by both parties; (v) CLAY will allow inmates access to the telephone and video equipment a minimum of 10 hours per day, 7 days per week except during transport.

**(G) DEFAULT**

In the event either party fails to perform one of its obligations under this agreement (i) *by defaulting on a payment due*; (ii) *by non-performance or by interfering with the other party's performance or ability to perform*; or (iii) *through inability to perform their obligations under this agreement*, and such default or failure continues for more than thirty (30) days after the non-defaulting party shall have given the defaulting party written notice specifying such default and demanding that the default be remedied or, in the case of any such default which cannot be remedied with thirty (30) days, if defaulting party fails to proceed promptly to remedy any such default receiving such notice, (iv) *or if either party shall make voluntary assignment in bankruptcy or proposal to its creditors or take any similar action or if any bankruptcy, reorganization, proposal, insolvency, receivership, or similar proceeding is instituted against either party hereto or involving substantially all of its property and, in the case of such proceeding instituted against such party and not consented to by such party, such proceeding is not discontinued or dismissed with thirty (30) days from the date of its commencement*, then the non-defaulting party may terminate this Agreement by giving written notice to the defaulting party. No failure of either party hereto to enforce any remedy available to it or delay of such party shall be considered to prohibit such party from enforcing any such remedy. The rights and remedies of the parties hereto contained in this Agreement shall not be exclusive but shall be cumulative, in addition to all other rights and remedies existing at law or in equity available to the parties hereto.

**(H) GOVERNING LAW**

This Agreement and the rights and obligations of CLAY and CITY hereunder shall be subject to and interpreted in accordance with the laws of the State of Texas.

**(I) NOTICES**

Notices or other communications required to be given under this agreement shall be in writing and may be delivered by courier or prepaid certified mail and addressed as follows:

**TO CLAY: Clay County Sheriff's Office**

Attn: Sheriff Sidney "Kirk" Horton  
215 West Gilbert Street  
Henrietta, Texas 76365

(PH) 940-538-5611

(FX)

**TO CITY: City Tele-Coin Company, Inc.**

Attn: Jerry Juneau, Sr.  
4501 Marlena Street  
Bossier City, Louisiana 71111

(PH) 318-746-1114 or 800-682-0707

(FX) 318-746-1214

**(J) EQUIPMENT OWNERSHIP**

CLAY acknowledges and agrees that CITY shall remain the sole and exclusive owner of all inmate communication equipment, from the interface to, and including, the telephone and video unit.

**(K) HOLD HARMLESS**

CLAY agrees to defend, hold harmless, and indemnify CITY from any and all damages, of any nature and kind, caused by CLAY, its agents, employees, or assigns, whether the damage be to the person or property, and shall include but not be limited to attorney fees incurred by CITY in defense of a claim for damages caused by CLAY. Further, specifically, but not limited to any and all damages that are in any way, shape, or form related to the improper or illegal use by any individual, including but not limited to inmates, of any exposed conduit installed by CITY, whether the damage be to the person or property, including but not limited to attorney's fees incurred by CITY in defense of any such damage or claim for any such damage(s).

CITY agrees to defend, hold harmless, and indemnify CLAY from any and all damages, of any nature and kind, caused by CITY, its agents, employees, or assigns, whether the damage be to person or property, and shall include but not be limited to attorney fees incurred by CLAY in defense of claim for damages caused by CITY.

**(L) REPAIR SERVICE**

CITY shall provide reasonable response time for repairs Monday through Friday, 9 a.m. to 5 p.m. CITY shall respond within 24 hours after receipt of verbal notice, email notice, or facsimile notice, as set out herein below, except where it is impossible to restore the service due to acts beyond the control of CITY such as riot, fire, war, flood, parts unavailability, and strike.

- (i) Verbal Notice.....318-629-0760
- (ii) Facsimile Notice.....318-746-1214
- (iii) E-Mail Notice.....support@citytelecoin.com
- (iv) Emergency.....318-588-7094 or 318-629-0760

**(M) PREPAID-CALLING CARDS**

Prepaid calling cards will be provided to CLAY to be used for resale to inmates at CLAY only. The prepaid cards provided will not be subject to return or refund. Calling cards are subject to any applicable per charge surcharge fee together with all federal, state, and local taxes. All calling cards will be honored beginning with their first use or sale. Should you desire a third-party commissary operator to handle the prepaid calling card purchases for your facility, we will work with said commissary operator to facilitate the sale of calling cards to you. It is your obligation to notify CITY in writing as to the name of the commissary operator you wish to use for the sale of the cards to you. The change to commissary operative will become effective upon our receipt of your notice to change. The change to a commissary operative will not affect your liability for the cost of the cards. You will remain primarily liable for said cost of purchase.

CITY shall invoice you for each of your orders for calling cards. All applicable sales taxes and other charges, including to shipping and handling, will be included in said invoice. You specifically agree to pay said invoice within thirty (30) days of your receipt of your order. Should you provide CITY with a Sales and Use Tax Resale Certificate wherein you take responsibility for, and assume the sole liability for, charging and collecting applicable taxes from the end users, and for remitting said taxes to the proper taxing authority, CITY will not charge the sales taxes on the purchase invoice submitted to you upon purchase of the prepaid calling cards.

CLAY acknowledges that the prepaid calling cards invoice may be subject to a discount as agreed by the parties. The sales invoice will show the face value of the cards less the discount, if any, together with sales tax, shipping and handling charges and will be due and payable thirty (30) days after receipt of CLAY's order. Should the invoice not be paid within said thirty (30) days, CITY hereby reserves, and CLAY hereby authorizes, CITY to charge reasonable interest on any amounts past due. Further, should the invoice amount not be paid within the thirty (30) day period, you specifically authorize CITY to deduct the balance due from any earned commissions which you may have coming due from CITY. It is understood that sales taxes will be charged unless a valid reseller's certificate is received by CITY prior to the time of sale.

**(N) TELECOMMUNICATIONS TABLETS**

CITY shall continue to provide at no cost to CLAY a Telecommunications Tablet System (the "System") which consists of Twelve (12) telecommunications tablets.

**(i) REQUIREMENTS**

**Accommodations for Network Hardware**

CLAY shall provide the necessary space in the main network room at the Center for all network hardware and must allow for linkage to the network infrastructure. CLAY may provide access to an alternate network closet or dedicate private space for a new network closet wherefrom the existing network infrastructure and power is readily accessible.

CLAY shall set aside a Two (2) hour period for training of the System Administrator by an employee of CITY within Ten (10) working days of the System Install.

**Data Connections**

CITY shall provide an Ethernet Data connection capable of supplying at minimum enough bandwidth to simultaneously store and stream continuous video and audio feed. The cost of the circuit shall be deducted from CLAY's commissions on a monthly basis.

**Electrical Power Sources**

CLAY shall provide the electrical power sources required for the system. In lieu of individual power outlets, 16-gauge conductor cables may be used to connect each unit to the network (a cost-efficient means of providing power to the unit). If CLAY does not provide a dedicated power outlet to a backup generator, the warranty shall be void. CLAY shall provide CITY with adequate access to a 20-amp electrical outlet tied to CLAY's Emergency Backup Power Circuit (Generator) within the confines of CLAY's Server Room. Should CLAY not currently have an Emergency Backup Power Unit, then, and only then, the facility shall provide an Emergency Backup Power Unit (generator) with sufficient capacity to power the CITY video system without causing damage to same. Any damage incurred by CITY'S equipment due to electrical failure while not connected to CLAY's Emergency Backup Power Circuit (Generator) shall be the sole financial responsibility of the facility and will not be covered under any warranty offerings by CITY.

**Network Hardware & Software**

Hardware, including servers, recording devices, battery backups, audio and System components, processors, cables and wires, and equipment rack shall be provided by the vendor. The vendor will provide program software. CITY is not responsible for any cost dictated by the County's JMS Company. The System requires JMS integration. CLAY shall be responsible for any costs associated with Interfacing with their Jail Management System, (JMS).

**(ii) DELIVERY**

The estimated installation date of the System shall be 90 to 120 days from the execution of the *Correctional Communications Services Agreement* (the "Agreement").

**(iii) COST**

CITY shall provide the System at no cost to CLAY. The System shall remain the sole property of CITY and as such, shall be returned to CITY upon termination of the Agreement.

(iv) **RIGHT OF USE**

CITY, as part and parcel of this Agreement, allows CLAY the use of the software program(s) hereinafter referred to as "PROGRAM(S)" that are the basis of the operating system used in the video system hardware. It is specifically understood and agreed that the PROGRAM(S) shall remain the sole proprietary property of CITY. No part of this attachment, or the Correctional Communication Services Agreement, shall be interpreted in any way to attempt to state the ownership, or any rights of ownership, in and to the PROGRAM(S) are conveyed herein to CLAY.

The use of the PROGRAM(S) shall not convey any ownership interest in and to said PROGRAM(S) to CLAY, only the use of the PROGRAM(S) during the life of this agreement. Should CLAY terminate this agreement and/or the Correctional Communications Services Agreement, an extension or renewal thereof, or any new agreement with CITY, for any cause whatsoever, the right of use in and to the PROGRAM(S) granted herein, shall terminate immediately by means independent to CITY, without notice to CLAY.

(O) **EXCLUSIVITY PROVISION**

CLAY hereby states and affirms that CITY shall, during the terms of this agreement and any rollover term, be the exclusive sole provider of any and all inmate communications systems, including but not limited to inmate telephone systems, video visitation systems, messaging, texting, arraignment systems, and any and all other Apps or systems which can be provided by CITY by wired or wireless devices.

City Tele-Coin Company, Inc.

4501 Marlena Street, Bossier City, LA 71111  
800.682.0707 / www.citytelecoin.com

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**(P) ENTIRE AGREEMENT**

This agreement constitutes the entire agreement between the parties and may be modified or amended only by written agreement signed by both parties.

**(Q) SEVERABILITY**

If any term, sentence, paragraph, or provision of this agreement or the application thereof, be deemed invalid or unenforceable, the remaining terms, sentences, paragraphs, and provisions shall not be affected and shall remain valid and enforceable to the maximum extent allowed by law and the terms of this agreement.

THUS DONE AND SIGNED on this day of 8/13/24.

Clay County Sheriff's Office

By: Sid K. Horton  
*Signature*

Sidney "Kirk" Horton  
*Print Name*

Sheriff  
*Title*

THUS DONE AND SIGNED on this day of 8/12/24.

Clay County, Texas

By: [Signature]  
*Signature*

MIKA CHAMBERLAIN  
*Print Name*

COUNTY JUDGE  
*Title*

THUS DONE AND SIGNED on this day of 8/14/24.

City Tele-Coin Company, Inc.

By: [Signature]  
*Signature*

Gerald L. Juneau  
*Print Name*

President & CEO  
*Title*