

Council Meeting of
February 5, 2008

Honorable Mayor and Members
of the City Council
City Hall
Torrance, California

Members of the Council:

SUBJECT: Community Services – Authorize the termination of the Agreement with Michael Hogue of Educational Sponsorship Partners.
Expenditure: \$1,800

RECOMMENDATION

Recommendation of the Acting Community Services Director that City Council authorize the termination of the agreement with Michael Hogue of Educational Sponsorship Partners (C2003-154).

FUNDING

Funding is available in the Recreation Services Division's Operating budget.

BACKGROUND

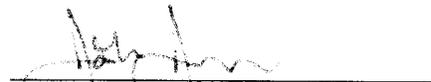
On July 22, 2003, the City of Torrance hired Michael Hogue of Educational Sponsorship Partners to negotiate two citywide vending agreements (C2003-154). Mr. Hogue negotiated a cold drink agreement with Pacific Snapple Distributors, Inc., 7up-Royal Crown Bottling Company, Inc, and a hot drink and snack agreement with G & G Vending. The terms of the agreement with Mr. Hogue specified that he was to receive 10% of all payments received by both of the negotiated contracts. The term of both vending contracts ran through 2011.

On May 15, 2007, Your Honorable Body approved the cancellation of the agreement with Snapple/7up, which thereby amended the agreement with Mr. Hogue. However, while the G & G contract remains in place, Mr. Hogue's agreement continues in full force and effect.

ANALYSIS

According to the terms of Mr. Hogue's agreement, the City may terminate for convenience without cause. At this time, the Community Services Department wishes to provide notice to terminate the agreement. Notice will be sent in letter format, and is available for review as Attachment A. Mr. Hogue will be invited to submit an invoice for the funds he believes he is due as stated in his agreement.

Respectfully submitted,



John Jones
Community Services Director

CONCUR:



LeRoy J. Jackson
City Manager

Attachment: A) Termination Letter to Michael Hogue



CITY OF
TORRANCE

COMMUNITY SERVICES DEPARTMENT
Administrative Services Division

Norm Reeder
Acting Community Services
Director

December 18, 2007

Michael Hogue
21430 Grant Avenue
Torrance, CA 90503

RE: City of Torrance Contract C2003-154

Dear Mr. Hogue:

Pursuant to Paragraph 4.A.1 of the above referenced Contract, the City of Torrance is providing you notice that it is terminating the Contract with you for the City's convenience and without cause. This termination is effective immediately.

Please comply with Paragraph 4.A.2 of the Contract immediately. You may submit an accounting within 30 days of receipt of this letter stating any payments that you believe you are entitled to as a result of the City's termination of this Contract in accordance with Section 4.A.3.

Very truly yours,

Norm Reeder
Acting Community Services Director