Memorandum



The City of OKLAHOMA CITY POLICE DEPARTMENT Wade Gourley Chief of Police

- TO: Sharmanlyne Vickers, Purchasing Agent Procurement Services Division, Finance Department
- FROM: Wade Gourley, Chief of Police Acting Chief Ron Bacy Oklahoma City Police Department
- DATE: March 3, 2023
- SUBJECT: Sole Source LeadsOnline, LLC

LeadsOnline, LLC is a sole source vendor that provides an efficient and secure method of evidence collecting and analyzing pawn, secondhand, metal recycler, eBay, and OfferUp transactions for investigative purposes.

The Police Department wants to renew their sole source contract. The renewal cost has gone up from \$56,612.00 to \$77,741.00.

Funding:

Police–Police Sales Tax -RSTR–Police Investigations–Miscellaneous Services Contracts (020-0100-4200731-52010028-11056)

MEMORANDUM



The City of OKLAHOMA CITY POLICE DEPARTMENT Wade Gourley Chief of Police

TO:	Bo Mathews, Major Investigations Bureau
FROM:	Shane Neal, Captain Property Crimes
DATE:	March 1, 2023
SUBJECT:	Justification for Purchase Order / Leads Online Renewal

Leads Online is a sole source provider for data base of pawn, secondhand, metal recyclers, ebay and OfferUp. This data base is an invaluable tool utilized by officers to further investigations and identify / recover stolen property. Leads Online is a contract verdor (SS23-C231006) and this is a renewal contract for period April 1, 2023 to March 31, 2024.

Leads Online has offered six renewal options for this contract year. Three include the addition of Real Time Crime but after discussion with Police IT and considering the RMS patch that is required it is recommended to reevaluate Real Time Crimes after Axon RMS is online.

The three renewal options that DO NOT include Real Time Crime are attached. It appears Option 1 "Straight-lined annual dollar renewal increase" is the best option. This option provides for a steady increase over the next three years and ends the three years at the same price point (\$119,998.00) as the "Standard Quote." The increase for this contract year will be \$21,129.00 for a total cost of \$77,741.00.

Should additional investigation be needed, please advise.



February 15, 2023

Shane Neal Oklahoma City Police Department 701 Colcord Drive Oklahoma City, Ok 73102

We applaud and support your efforts to provide your community an efficient and secure method of collecting and analyzing pawn, secondhand, scrap metal recycler, eBay, and OfferUp transaction data for use in criminal investigations.

This letter serves as a sole source document for services provided by LeadsOnline.

The LeadsOnline system functionality designed specifically for criminal investigations using transaction data from pawnshops, scrap yards, eBay, gold buyers, OfferUp.com and other secondhand stores is the exclusive proprietary property of LeadsOnline and is protected under the United States Copyright Act (17 U.S.C.), as well as by all applicable state and international copyright laws, and by the Lanham Act (15 U.S.C. §§1051-1141n). No other supplier has access to this technology which has been developed over 17 years.

There are many reasons law enforcement agencies conclude that LeadsOnline is the sole source for their criminal investigations system. Key points defining the uniqueness of LeadsOnline include but are not limited to the following:

1. LeadsOnline is the only complete national system owned and managed from end to end

Investigators will have direct access to the entire LeadsOnline network with a single login. LeadsOnline owns and manages its entire network, receiving data directly from pawnshops and secondhand stores that do not report in any other way, managing server performance, optimizing database indexing, updating code to support new browsers, and increasing bandwidth to maintain rapid system response and search times. No other system comes close to this level of integration and accountability.

2. <u>LeadsOnline is the sole connection to a vast and locally-critical network of law enforcement</u> agencies

LeadsOnline connects your investigators to a growing network of 4,800 law enforcement agencies throughout the United States.

3. <u>LeadsOnline is the sole connection to a vast and locally-critical network of participating businesses</u>

LeadsOnline connects your investigators to a network of 25,000 reporting businesses throughout the country.



Investigators will instantly access more than 1.5 BILLION transactions from more than 3,000 American cities across all 50 states, with more than 400,000 being added daily.

- 4. <u>LeadsOnline is the sole source for growth in coverage due to corporate expansion</u> Not only will you access information from the vast numbers of reporting businesses, but the LeadsOnline network will continue to grow as major corporations such as Best Buy, ecoATM, Pawn America, etc. continue to expand product lines and open new businesses across America.
- 5. <u>LeadsOnline is the sole source for instant access to the identity of sellers on eBay and OfferUp</u> With LeadsOnline, your personnel will simply enter the eBay member name or Offer Up User URL related to stolen property to instantly learn the actual name and other information for this seller. Without LeadsOnline, investigators must contact the company and wait for a response. No other service provider has this capability.
- 6. <u>LeadsOnline is the sole source for the Real Time Crime system where automated leads</u> <u>generated by an automated feed of case information being cross referenced against the</u> <u>LeadsOnline database</u>

The LeadsOnline Real Time Crime system is the only system capable of running <u>all</u> people, property and other case information from <u>every</u> case of <u>all</u> types against the nationwide LeadsOnline database to provide automated leads to investigators. Further, the LeadsOnline Real Time Crime system is the only system that can automatically identify leads on cases before an investigator is assigned or after the case has been put down. With Real Time Crime you can confidently tell your victims you are on it – because you are!

There is no similar service operating in your jurisdiction or in the surrounding area, and LeadsOnline is the sole source for information of this kind for investigations.

We look forward to serving your community and are available to answer any additional questions you may have.

Sincerely,

hawna Crary

Shawna Evans Executive Assistant 972-331-7748 accounting@leadsonline.com

Oklahoma City OK PD - LeadsOnline Renewal Options

LeadsOnline Start Date 4/1/2014 1,030 Sworn Officers

Current Year 1 Year 2

Year 3

Contract Total Discounted vs. Market Rates

Leads Qnline

Friday, February 24, 2023

9
e Level: Let your cases
Real Time Crime

			Market Rate	Stan
Example price adjustmet options		C	urrent PowerPlus rates for	Adjust to mai
(2023 market price for : \$168,813)		comparison		
nt	4/1/22 - 3/31/23	\$	168,813	\$
	4/1/23 - 3/31/24	\$	168,813	\$
	4/1/24 - 3/31/25	\$	180,630	\$
	4/1/25 - 3/31/26	\$	193,274	\$
act Total			3YR: \$542,717	
inted vs. Market Rates	5	-	/	P

Standard Quote	
djust to market in Year 1 [typical process]	
56,612	5
168,813	\$
173,877	Ş
179,094	Ş
\$521,784	Г
-\$20,933 / -4%	

Option 1 (Additional Discount)			
Straight-lined annual dollar renewal increase			
\$	56,612		
\$	97,439		
\$	138,266		
\$	179,094		
	\$414,799		
	-\$127,917 / -24%		

Option 2 (Additional Discount)			
Gradual percent change (lower initial			
yı	ears)		
\$	56,612		
\$	89,274		
\$	131,232		
\$	183,725		
	\$404.232		
	1 . 7 .		
	-\$138,485 / -26%		

Q

Current Service Level: Build your intel with a few clicks PowerPlus

Standard Quate

			Market Rate	
Example price adjustmet options		Current PowerPlus rates for		
(2023 market price for : \$113,110)		comparison		
Current	4/1/22 - 3/31/23	\$	113,110	
Year 1	4/1/23 - 3/31/24	\$	113,110	
Year 2	4/1/24 - 3/31/25	\$	121,028	
Year 3	4/1/25 - 3/31/26	\$	129,500	
Contract Total			3YR: \$363,637	
Discounted vs. Ma	rket Rates		/	

Standard Quote		
Adjust to market in Year 1 [typical process]		
proces	55/	
\$	56,612	
\$	113,110	
\$	116,503	
\$	119,998	
	\$349,612	
	-\$14,026 / -4%	

Option 1 (Additional Discount)		Option 2
Straight-lined annual dollar renewo increase	1	Gradual per
\$ 56,63	12	\$
\$ 77,74	41	\$
\$ 98,8	70	\$
\$ 119,99	98	\$
\$296,60	09	
-\$67,029 / -18	3%	

(Additional Discount)

cent change (lower initial years) 56,612 69,289 91,462 125,303 \$286,054 -\$77,583 / -21%

Other options open for discussion: 1) Different mix of renewal pricing rates within 3-year period, still arriving at market rate/contract 2) Prorating contracts to align timing of renewals with budgets / funding 3) 5-year renewal option period

Confidential: This file is confidential and intended solely for the individual or entity to whom they are addressed. If you have received this email in error please destroy it immediately.