



City Council Report

Date: December 4, 2023
To: City Council
Through: Michael Kennington, Deputy City Manager/Chief Financial Officer
From: Edward Quedens, Business Services Director
Candace Cannistraro, Deputy City Manager
Subject: Dollar Limit Increase to the Term Contract for Leasing Hotel Rooms for Off the Streets Emergency Housing Program for the Community Services Department (**Funded by Arizona Department of Housing (ADOH) Homeless and Shelter Services Funds**) (**Citywide**)

Recommendation

Council is requested to approve the contract amendment as recommended.

The Community Services Department and Purchasing recommend increasing the dollar limit with Ramdas Investments II LLC dba Windemere Hotel and Conference Center by \$1,000,000, from \$1,600,000 to \$2,600,000.

Background / Discussion

This contract provides leasing of hotel rooms for the City's Off the Streets program which provides emergency, temporary, and safe shelter for individuals and families of Mesa's at-risk homeless population. This contract increase allows for the addition of 25 rooms for a total of 110 rooms reserved for the Off the Streets program.

On January 13, 2022, Council approved the one-year term contract with a two-year renewal option in the amount of \$1,200,000 funded by the American Rescue Plan Act (ARPA). On May 16, 2022, Council approved an additional \$400,000 for each year (2022, 2023, and 2024) for the program, funded by the American Rescue Plan Act (ARPA).

On July 3, 2023, Council approved the funding agreement from the Arizona Department of Housing, Homeless and Shelter Services Funds (HSSF) for the Off the Streets program for FY 2024. This Council action will increase the contract threshold with Ramdas Investments II LLC to match.

Purchase Information

Action: Amendment
Procurement Type: Emergency Purchase (Public Health and Public Safety)
Contract Number: 2022129
Initial Contract Term: One year

Possible Renewals: Two, one-year renewal options as funding is available subject to Administrative review and approval.

Funding Source: American Rescue Plan Act – Local Fiscal Recovery and ADOH Homeless and Shelter Services (FY 2024)

Dollar Limit History

Original Council Award 1/24/2022:	\$1,200,000.00
Council approved Increase 5/16/2022:	\$400,000.00
This Increase Request 12/4/2023:	<u>\$1,000,000.00</u>
New Contract Value (Year 2):	<u>\$2,600,000.00</u>

One-Year Renewal (Year 3) upon Administrative approval: \$2,600,000.00