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CITY COUNCIL
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TO: The Honorable City Council

FROM: David Whitaker, Director
Legislative Policy Division Staff

DATE: October 29, 2019

RE: **REVIEW OF CONTRACTS AND PURCHASING FILES**

Attached are the contracts that were submitted by the Office of Contracting and Procurement, for the regular session of October 29, 2019. This list includes the comments and review of the Legislative Policy Division.

The contracts included on this list were referred to the Standing Committees for their review and report back to the City Council.

The comments and review of the Legislative Policy Division staff are printed in bold following each contract.

Attachments

cc:

Janice Winfrey
Mark Lockridge
Boysie Jackson
Irvin Corley
Marcell Todd
Stephanie Washington

City Clerk
Auditor General
Office of Contracting and Procurement
Legislative Policy Division
Legislative Policy Division
Mayor's Office

Contracts Submitted to City Council
 Regular Session of October 29, 2019

Statistics compiled for the Contracts submitted in the list for October 29, 2019.

Page 1

Department	No. of Contracts or Purchase Orders	Detroit-Based Business Bids	Change, Extension Increases, Renewals	Located in Detroit
City Council 1 Detroit Building Authority contract	1	0	0	1
Chief Financial Officer 1 Det. Brownfield Redevelopment Authority contract	1	0	1 Amendment	1
Housing & Revitaliz. 7 Demolition contracts	7	0	1 Amendment	6
Innovation & Techno.	2	0	0	0
Police 1 Contract extension with MI Dept. of Corrections	3	0	3 Amendments	2
Treasury 1 REVENUE contract – City-Wide services	1	0	0	0
<hr/>				
Totals	15	0 Detroit-Based Bids	5 Amendments	10

Contracts Submitted to City Council
Regular Session of October 29, 2019

Statistics compiled for the Contracts submitted in the list for October 29, 2019.

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This list represents costs totaling \$52,005,314.00¹

The list also includes a 4-year Revenue contract, amount not determined

Demolition contracts total \$ 1,533,610.00

Included in the total costs are the following:

General Fund	\$45,821,704.00
Blight Reinvestment Project Fund	\$ 1,533,610.00
Bond Funds	\$ 3,650,000.00
Capital Projects Fund	\$ 1,000,000.00

¹ The contract list includes: 4 Amendments to extend time period and increase costs; 4 Contracts for terms of 3 and 5 years; and 7 Demolition contracts [including 1 amended contract].

TO: THE HONORABLE CITY COUNCIL

FROM: David Whitaker, Director
Legislative Policy Division Staff

DATE: October 29, 2019

RE: **CONTRACTS AND PURCHASE ORDERS SCHEDULED TO BE CONSIDERED AT
THE FORMAL SESSION OF OCTOBER 29, 2019**

CITY COUNCIL

6002453 100% City Funding – To Provide Capital Improvements and Related Services for the Engineering and Construction Renovation of the City Council Office and Meeting Space on the 13th Floor of the Coleman A. Young Municipal Center. – Contractor: Detroit Building Authority – Location: 1301 Third Street Suite 328, Detroit, MI 48226 – Contract Period: Upon City Council Approval through October 29, 2022 – Total Contract Amount: \$1,000,000.00.

Costs budgeted to Capital Projects Fund, Acct. 4533-20251-358035-644124-0-0, Appropriation for Capital Restructuring currently shows a deficit in available funds of \$1,133,270; Encumbered funds indicated to total \$3,144,221, as of October 25, 2019.

This proposed contract with the Detroit Building Authority [DBA] is to assist the City Council with the capital improvements, engineering and construction for renovation of 2,160 square feet of offices and meeting space on the 13th Floor of the Coleman Young Municipal Center.

Information provided includes the tabulation sheet and evaluation of 3 businesses; The DBA has solicited and evaluated proposals for this proposed project.

The proposal ranked the highest received from LLP Construction Services, located at 1800 Michigan Ave., Detroit; and 2585 Industrial Row, in Troy.

LLP Construction was the highest ranked proposal based on their certification as a Detroit Based Business. Included as a “Partner” for this project is SDG Architects & Planners, also based in Detroit.

Other proposals received from: KEO & Associates and Cross Renovations.

The actual construction/renovation is expected to require 45 days, from Nov. 26 through January 7, 2020.

Contract Discussion continues on following page.

City Council - *continued*

6002453 100% City Funding – To Provide Capital Improvements and Related Services for the Engineering and Construction Renovation of the City Council Office and Meeting Space on the 13th Floor of the Coleman A. Young Municipal Center. – Contractor: Detroit Building Authority – Location: 1301 Third Street Suite 328, Detroit, MI 48226 – Contract Period: Upon City Council Approval through October 29, 2022 – Total Contract Amount: \$1,000,000.00.

Contract Discussion continued

**LLP fees [overhead & profit] 4% of Project cost.
LLP General Conditions [including costs of SDG Architects at 4.8%] is 10.8%**

**According to the Detroit Building Authority:
Planning and Architectural Fees are \$38,400;
Construction costs are estimated at \$665,600**

Affidavits for LP

**Covenant of Equal Opportunity Affidavit signed 9-9-19;
TAXES: Clearances were not included in the documents;
Hiring Policy Compliance Affidavit signed 9-9-19;
Slavery Era Records Disclosure Affidavit signed 9-9-19, indicating business established 2015, NO records to disclose;
Political Contributions and Expenditures Statement signed 9-9-19, No donations to City officials.**

No Clearances and Affidavits are requested for Detroit Building Authority.

CHIEF FINANCIAL OFFICER

6002222 100% City Funding – AMEND – To Provide an Increase of Funds for Land Acquisition Related Activities in Support of Industrial Economic Development. – Contractor: Detroit Brownfield Redevelopment Authority – Location: 500 Griswold Suite 2200 Detroit, MI, 48226 – Contract Period: Upon City Council Approval through June 26, 2020 – Contract Increase Amount: \$3,650,000.00 – Total Contract Amount: \$3,800,000.00.

Account number not provided with this request.

**Account number indicated with initial submission of this contract was :
Obligation Bond Fund, Acct. 4524-20315-353500-730160, Appropriation for GO Bonds for
Neighborhood Redevelopment and Housing Rehabilitation, includes available funding of \$3,105,511
as of October 25, 2019.**

**This request is for approval of Amendment 1 to this contract, to increase the costs by \$3,650,000,
to assist the City with land acquisition costs for the FCA project.**

A final signed contract amendment was not available for review.

**Contract 6002222 was initially approved June 25, 2019, for a 1-year term through June 26, 2020,
for a cost of \$150,000.**

**Contract services indicated to include land acquisition related activities in support of Industrial
Economic Development.**

No Clearances and Affidavits are required for contracts with other governmental entities.

DoIT

6001990 100% City Funding – To Provide Ethernet Dedicated Internet Access at Requested Locations on an As Needed Basis. – Contractor: Comcast Business Communication, LLC – Location: 1701 JFK Blvd., Philadelphia, PA 19103 – Contract Period: Upon City Council Approval through April 22, 2024 – Total Contract Amount: \$700,000.00.
Costs budgeted to General Fund, Acct. 1000-00870-350800-626700-0-0, Appropriation for Centralized Utility Payments includes available funding of \$7,044,651 as of Oct. 25, 2019.

This recommendation is for approval of a proposed contract with Comcast to provide internet services to City facilities, for a 5 –year period, through April 22, 2024, for estimated costs not to exceed \$700,000.

This contract is based on Proposals that were solicited from April 3 through April 13, 2018, for services to provide Internet Access; 4 Proposals were received and ranked.

The proposals ranked the highest were received from Rocket Fiber and Comcast. Contracts were recommended with both companies at the time.

Contract 6001520 with Rocket Fiber, for a 5 year term through July 1, 2023, and costs of \$430,000 was approved by City Council on July 3, 2018.

An agreement with Comcast was indicated to have been delayed due to negotiations. According to Office of Contracting & Procurement, both contracts are required, Rocket Fiber is not available in all locations.

Other proposals received from: AT & T, and Metro Wireless International.

Contract services are to provide Ethernet dedicated Internet access at Service locations for terms as set forth on a Sales Order provided to the contractor; Services to be provided as needed.

**Services to include at a minimum: 1 public IP address per Service location;
Provide web-based utilization reports;
Provide a Project plan for all work required to install Internet circuit at each service location.**

Payments for services to be based upon receipt of an invoice for payment, indicating total costs and itemizing costs when applicable.

**Covenant of Equal Opportunity Affidavit signed 5-29-18;
TAXES: Good Through 8-27-20 and 1-31-20;
Hiring Policy Compliance Affidavit signed 5-30-18, online application appears to comply;
Slavery Era Records Disclosure Affidavit signed 5-29-18, indicating business established 2009, No records to disclose;
Political Contributions and Expenditures Statement signed 4-10-18, indicating 3 donations, from officers, to the Mayor in 2017 and 2018.**

Innovation & Technology - *continued*

6002454 100% City Funding – To Provide End Point Anti-Virus Computer Software and Support for the entire City of Detroit’s network. This Software will Alert, Monitor, and Block Threats to our City’s Employee Network. – Contractor: CDW Government, Inc., - Location: 120 S. Riverside, Chicago, IL 60616 - Contract Period; upon City Council approve through October 31, 2024 - Total Contract Amount: - \$750,000.

Costs budgeted to General Fund, Acct. 1000-00870-350800-622302-0-0, Appropriation for Centralized Utility Payments includes available funding of \$7,044,651 as of Oct. 25, 2019.

According to Office of Contracting and Procurement, this contract, as of Monday, October 28, 2019, is currently in review by Law Department.

Information was not available for review, to prepare a report for City Council.

LPD does not have in the records a previous contract for a City-Wide Anti-Virus Software and support. There have been individual department contracts that included Anti-virus software:

Contract 6001301, approved April 2018 for the Police Dept., with Creative Breakthroughs, based in Ferndale, for a term through April 20, 2020, for \$58,800 to manage and monitor all mobile devices, which included protection from malware and viruses.

Contract 2709967 with OAS Group, for Water & Sewerage, approved in Oct. 2006, to provide Upgrade to Anti-Virus Software, for a cost of \$144,513.

HOUSING AND REVITALIZATION

3035148 100% City Funding – AMEND 1 – To Provide Residential Demolition Services for the Following, 5.13.2019 Group F of Forty-Seven (47) Properties District 6. – Contractor: Gayanga Co. – Location: 1120 W. Baltimore Suite 200, Detroit, MI 48202 – Contract Period: Upon City Council Approval through July 16, 2020 – Total Contract Amount: \$1,074,146.00. Previously Approved by City Council on July 16, 2019
Contract Amendment to Update Property Address from 8378 Burdeno to 8372 Burdeno.

Costs budgeted to Blight Reinvestment Project Fund, Acct. 1003-20253-367303-622975-0-0, Appropriation for Reinvestment-Blight includes available funds of \$38,677,598 as of Oct. 25, 2019.

This contract was previously submitted and approved by City Council on July 16, 2019.

This request is for a modification of 1 address indicated in the request for bids and in the final contract reported to City Council.

Bids solicited from May 18 at 2 PM through May 31, 2019 at 3 PM, for residential demolition at 47 addresses, identified as 5.13.19 Group F.

The recommendation was for the Lowest Bid received from Gayanga for \$61,643.

Included in the request for bids and the final Purchase Order was demolition at 8378 Burdeno; The cost quoted by Gayanga was \$14,282.

According to the Detroit Building Authority, it has been determined that 8378 is a vacant lot; the address, for the required demolition, is 8372 Burdeno, for the same cost of \$14,282.

Detroit Building Authority has issued a “Partial” Notice to Proceed on this demolition contract, this did NOT include the structure at 8372 Burdeno, that structure is still standing pending this amendment.

There is NO CHANGE to the total cost of the contract or the completion date of July 16, 2020

Covenant of Equal Opportunity Affidavit signed 8-16-19;

Certification as a Detroit Headquartered, Small, and Resident Business good through 2-5-20;

TAXES: Good Through 1-3-20 and 1-31-20;

Hiring Policy Compliance Affidavit signed 8-16-19, Employment application submitted complies;

Slavery Era Records Disclosure Affidavit signed 8-16-19, indicating business established 2016, NO records to disclose;

Political Contributions and Expenditures Statement signed 1-31-19, indicating 1 2017 donation to City Clerk candidate.

Housing & Revitalization-Demolition - *continued*

3038414 100% City Funding – To Provide Residential Demolition Services for the Following, 7.22.2019 Group F Twenty-Four (24) Properties. – Contractor: Gayanga Co. – Location: 1120 W. Baltimore Suite 200, Detroit, MI 48202 – Contract Period: Upon City Council Approval through October 17, 2020 – Total Contract Amount: \$566,552.00.

Costs budgeted to Blight Reinvestment Project Fund, Acct. 1003-20253-367303-622975-0-0, Appropriation for Reinvestment-Blight includes available funds of \$38,677,598 as of Oct. 25, 2019.

Bids solicited, from July 26, at 3:55 PM to August 16, 2019 at 1 PM, for demolition at 25 addresses, identified as 7.22.2019 Group F; 8 bids received.

This recommendation is for the Lowest Acceptable Bid received from Gayanga for \$626,604 [eligible for 8% equalization for comparison bid of \$576,475.68].

The Lowest Bid received RDC Construction for \$494,970 was withdrawn by the vendor on Sept. 1.

Contract costs quoted by Gayanga was reduced to \$566,552 with the removal of 1 address at 5384 Oregon for the quoted cost of \$60,052.

Demolition costs by Category at all 24 addresses includes the following:

**Asbestos Abatement for \$170,551; HAZMAT & Additional fees for \$3,750;
Demolition & debris removal & disposal for \$225,203; Backfill costs of \$76,005;
Grading & site finishing costs of \$133,595; and Seeding costs of \$17,500.**

Other Bids received include: DMC Consultants for \$657,591; Able Demolition for \$711,261.30; Homrich for \$730,630; Adamo Group for \$741,664; Dore & Associates for \$811,919 and Salenbien Trucking for \$828,810.57.

Covenant of Equal Opportunity Affidavit signed 8-16-19;

Certification as a Detroit Headquartered, Small, and Resident Business good through 2-5-20;

TAXES: Good Through 1-3-20 and 1-31-20;

Hiring Policy Compliance Affidavit signed 8-16-19, Employment application submitted complies;

Slavery Era Records Disclosure Affidavit signed 8-16-19, indicating business established 2016, NO records to disclose;

Political Contributions and Expenditures Statement signed 1-31-19, indicating 1 2017 donation to City Clerk candidate.

Addresses listed on following page.

Housing & Revitalization-Demoliton - *continued*

3038414 100% City Funding – To Provide Residential Demolition Services for the Following, 7.22.2019 Group F Twenty-Four (24) Properties. – Contractor: Gayanga Co. – Location: 1120 W. Baltimore Suite 200, Detroit, MI 48202 – Contract Period: Upon City Council Approval through October 17, 2020 – Total Contract Amount: \$566,552.00.

Contract Discussion continued:

The 24 Addresses, and the total costs at each address include the following:

4949 Ivanhoe for \$24,865;	4971 Ivanhoe for \$50,147;	5039 Vancouver for \$23,742;
5071 Vancouver for \$14,147;	5077 Vancouver for \$15,268;	5101 Vancouver for \$24,164;
5227 Vancouver for \$21,518;	5241 Larchmont for \$19,710;	5254 Vancouver for \$18,732;
5256 Oregon for \$39,805;	5257 Seebaldt for \$14,561;	5266 Seebaldt for \$10,019;
5280 Vancouver for \$26,395;	5286 Seebaldt for \$14,321;	5303 Seebaldt for \$15,288;
5309 Vancouver for \$23,552	5317 Seebaldt for \$14,127;	5321 Vancouver for \$16,161;
5328 Seebaldt for \$20,453;	5333 Seebaldt for \$22,267;	5362 Vancouver for \$38,094;
5374 Allendale for \$16,387;	5393 Seebaldt for \$26,913;	5563 Vancouver for \$46,916.

Housing & Revitalization-Demolition - continued

3038415 100% City Funding – To Provide Residential Demolition Services for the Following, 7.22.2019 Group I Twenty-Five (25) Properties. – Contractor: Gayanga Co. – Location: 1120 W. Baltimore Suite 200, Detroit, MI 48202 – Contract Period: Upon City Council Approval through October 17, 2020 – Total Contract Amount: \$848,751.00.

Costs budgeted to Blight Reinvestment Project Fund, Acct. 1003-20253-367303-622975-0-0, Appropriation for Reinvestment-Blight includes available funds of \$38,677,598 as of Oct. 25, 2019.

Bids solicited, from July 26, at 4:04 PM to August 16, 2019 at 1 PM, for demolition at 25 addresses, identified as 7.22.2019 Group I; 8 bids received.

This recommendation is for the Lowest Equalized Bid received from Gayanga for \$848,751 [eligible for 8% equalization for comparison bid of \$780,850.92].

The Lowest Bid received RDC Construction for \$793,500 was withdrawn by the vendor on Sept. 1.

Demolition costs by Category at all 25 addresses includes the following:

**Asbestos Abatement for \$323,691.50; HAZMAT & Additional fees for \$5,000;
Demolition & debris removal & disposal for \$282,590; Backfill costs of \$107,332.50;
Grading & site finishing costs of \$111,387; and Seeding costs of \$18,750.**

Other Bids received include: DMC Consultants for \$858,833; Able Demolition for \$892,879; Adamo Group for \$920,384; Homrich for \$929,912; Salenbien Trucking for \$933,006.41; and Dore & Associates for \$1,025,949.

Covenant of Equal Opportunity Affidavit signed 8-16-19;

Certification as a Detroit Headquartered, Small, and Resident Business good through 2-5-20;

TAXES: Good Through 1-3-20 and 1-31-20;

Hiring Policy Compliance Affidavit signed 8-16-19, Employment application submitted complies;

Slavery Era Records Disclosure Affidavit signed 8-16-19, indicating business established 2016,

NO records to disclose;

Political Contributions and Expenditures Statement signed 1-31-19, indicating 1 2017 donation to City Clerk candidate.

Addresses listed on following page.

Housing & Revitalization-Demoliton - *continued*

3038415 100% City Funding – To Provide Residential Demolition Services for the Following, 7.22.2019 Group I Twenty-Five (25) Properties. – Contractor: Gayanga Co. – Location: 1120 W. Baltimore Suite 200, Detroit, MI 48202 – Contract Period: Upon City Council Approval through October 17, 2020 – Total Contract Amount: \$848,751.00.

Contract Discussion continued:

The 25 Addresses, and the total costs at each address include the following:

3757 Rochester for \$55,499;	9243 Broadstreet for \$18,289;	9271 N. Martindale for \$35,486;
9303 Ostego for \$16,744;	9321 Quincy for \$30,817;	9323 Petoskey for \$27,883;
9331 Quincy for \$24,250;	9343 Broadstreet for \$50,871;	9359 Broadstreet for \$82,042.40;
9375 Petosky for \$22,859.10	9384 Petosky for \$31,931;	9388 Ostego for \$29,617;
9609 Petosky for \$27,860;	9614 Ostego for \$15,615;	9615 Petoskey for \$54,739;
9626 Ostego for \$33,885;	9632 Ostego for \$55,456;	9644 Broadstreet for \$35,527;
9651 Ostego for \$21,577;	9682 Broadstreet for \$21,112.50;	9695 Broadstreet for \$32,149;
9699 Ostego for 29,096;	9746 Ostego for \$46,091;	9909 Quincy for \$28,841.50;
9914 Petosky for \$20,513.		

POLICE

2884051 100% City Funding – AMEND 4 – To Provide an Extension of Time for Five (5) Years and Increase of Funds (\$8,843,400.00 Per Year) to Continue the Use of the Detroit Detention Center to House Detainees and/or Arrestees. – Contractor: State of Michigan – Location: 206 East Michigan Avenue, Lansing, MI 48933 – Contract Period: Upon City Council Approval through July 31, 2024 – Contract Increase Amount: \$44,217,000.00 – Total Contract Amount: \$94,265,173.28.

Previous Contract Period: November 8, 2018 – August 1, 2019

Costs budgeted to General Fund, Acct. 1000-00119-370687-626400-0-0, Appropriation for Police Support Services includes available funding of \$14,980,639 as of Oct. 25, 2019.

This request is for approval of a Recommended Amendment 4, to extend Contract 2884051 with the Sate of Michigan, Department of Corrections, for the lease of 2 buildings at the former Mound Road Correctional facility at 17601 Mound Road; and the services to operate and manage the facility, house individuals arrested, custody and security services.

This contract was initiated by the Emergency Manager for a 5-year term, from July 21, 2013 through July 31, 2018; The lease includes Building 100, approximately 27,052 sq. feet used for administrative offices, Detective duties, Interview rooms; and Building 500, approx.. 29,497 sq. feet, used to house up to 200 arrestees; Lease also includes parking for up to 200 vehicles.

The cost for the initial 5-year lease and services was authorized at \$41,083,000.

Amendment 1, approved by Emergency Manager, included an increase of \$433,840, to a total of \$41,516,840, for installation of video equipment, booking software and computers.

Amendment 2, extended the contract 5 months through December 2018, for an increase of \$3,047,474.92 to a total of \$44,564,314.97.

Amendment 3, was approved by City Council on Nov. 20, 2018, for an increase of \$5,483,858.31 to a total contract cost of \$50,048,173.28, to extend the contract period 7 months through July 31, 2019; The monthly costs for January through July 2019 were \$727,808.33.

This proposed Amendment 4 extends the term of the contract for 5 years; The Annual cost of this amendment is \$8,843,400 - at a monthly rate of \$736,950.

Annual cost may be increased once per year, after the first year [in January 2021] to adjust for actual costs incurred for services provided by State Dept. of Corrections.

It is acknowledged that during the fiscal years 2017 and 2018, rental payments paid by City of Detroit were more than the actual operating costs by \$674,222.64; and the Police Dept. is entitled to rental rebate credits for \$674,222.64.

Contract Discussion continues on following page.

Police Dept. - continued

2884051 100% City Funding – AMEND 4 – To Provide an Extension of Time for Five (5) Years and Increase of Funds (\$8,843,400.00 Per Year) to Continue the Use of the Detroit Detention Center to House Detainees and/or Arrestees. – Contractor: State of Michigan – Location: 206 East Michigan Avenue, Lansing, MI 48933 – Contract Period: Upon City Council Approval through July 31, 2024 – Contract Increase Amount: \$44,217,000.00 – Total Contract Amount: \$94,265,173.28.

Contract Discussion continued:

The City and the State agree the rental rebate will be applied to the costs of facility updates or maintenance: \$500,000 to be used by MI Dept. of Corrections for parking lot maintenance; and \$174,222.64 to be used for potential repair or replacement of air conditioning in Building 100.

The estimated cost for full replacement of the Air Conditioning in Building 100 is \$1,480,000.

The Detroit Police Dept. agree, in this amendment, to pay the reasonable costs for replacement of the air conditioning and if necessary, any emergency costs if the air conditioning system fails.

The State and the City acknowledge that each are using a different system of Jail Management System software, and the different systems do not easily share or exchange necessary data and information. The parties agree to explore the feasibility of the MI Dept. of Corrections using the same Jail Management System used by the Detroit Police Dept.

Finally, this amendment indicates, if the MI Dept. of Corrections Health Care staff determine an arrestee cannot be housed safely at the Detroit Detention Center due to their health condition, the Detroit Police Dept. is responsible for arrangements to transport the arrestee from the Detroit Detention Center.

Clearances and Affidavits are not required for contracts with other Governmental entities.

Police Dept. - continued

6001034 100% City Funding – AMEND 1 – To Provide an Extension of Time and Increase of Funds for Vehicle Wash Services for the City of Detroit’s Police Department. – Contractor: Star Auto Wash & Detailing – Location: 18401 W Warren, Detroit, MI 48228 – Contract Period: Upon City Council Approval through October 31, 2020 – Contract Increase Amount: \$84,384.00 – Total Contract Amount: \$253,152.00.
Previous Contract Period: November 1, 2017 – October 31, 2019

Costs budgeted to General Fund, Acct. 1000-00119-370676-622100-0-0, Appropriation for Police Support Services includes available funding of \$14,980,639 as of Oct. 25, 2019

This request is for an Amendment to extend the contract for 1 year, through October 31, 2020; and increase the costs by \$84,384 to a contract total of \$253,152.

Contract 6001034 was approved November 14, 2017, for a 2 year term through October 31, 2019, for a total of \$168,768.

The agreed cost of \$6 per car, SUV, Van or Truck will continue for the extension period.

Bids were solicited for Car Wash services from May 24 through May 30, 2017; 4 bids were received, and contracts were authorized and approved with all 4 bidders.

Contracts were all approved for a term from Nov. 1, 2017 through October 31, 2019.

In addition to this one with Star Auto Wash & Detailing, other contracts approved with:

No. 6001028 Downtown Auto Wash for \$154,704, approved Oct. 24, 2017;

No. 6001033 Jefferson Car Wash for \$133,608, approved October 24, 2017; and

No. 6001036 with Turbo Auto Wash for \$140,640, approved October 24, 2017.

[Amendment to extend No. 6001036 is submitted on the following page]

According to the Police Dept. specifications there are approximately 1,122 vehicles that utilize Vehicle Washing Services on a monthly basis.

This also includes approximately 50 Fire vehicles – Sedans only, no Trucks, on a monthly basis.

Covenant of Equal Opportunity Affidavit signed 9-18-19;

TAXES: Good Through 9-20-20 and 1-31-20;

Hiring Policy Compliance Affidavit signed 8-9-19, Employment application submitted complies;

Slavery Era Records Disclosure Affidavit signed 5-29-18, indicating business established 1971, No records to disclose; Also NO records that business has used inmate labor or provided services to prison facilities; and NO records of income derived from services to facilities to detain non-citizens;

Political Contributions and Expenditures Statement signed 8-9-19, indicating “None.”

Police Dept. - continued

6001036 100% City Funding – AMEND 1 – To Provide an Extension of Time and Increase of Funds for Vehicle Wash Services for the City of Detroit’s Police Department. – Contractor: Turbo Auto Wash – Location: 4119 E Davison, Detroit, MI 48212 – Contract Period: Upon City Council Approval through October 31, 2020 – Contract Increase Amount: \$70,320.00 – Total Contract Amount: \$210,960.00.
Previous Contract Period: November 1, 2017 – October 31, 2019

Costs budgeted to General Fund, Acct. 1000-00119-370676-622100-0-0, Appropriation for Police Support Services includes available funding of \$14,980,639 as of Oct. 25, 2019

This request is for an Amendment to extend the contract for 1 year, through October 31, 2020; and increase the costs by \$70,320 to a contract total of \$210,960.

Contract 6001036 was approved October 24, 2017, for a 2 year term through October 31, 2019, for a total of \$140,640.

The agreed cost of \$5 per car, SUV, Van or Truck will continue for the extension period.

Bids were solicited for Car Wash services from May 24 through May 30, 2017; 4 bids were received, and contracts were authorized and approved with all 4 bidders.

Contracts were all approved for a term from Nov. 1, 2017 through October 31, 2019.

**In addition to this one with Turbo Auto Wash, other contracts approved with:
No. 6001028 Downtown Auto Wash for \$154,704, approved Oct. 24, 2017;
No. 6001033 Jefferson Car Wash for \$133,608, approved October 24, 2017; and
No. 6001034 with Star Auto Wash for \$168,768, approved November 14, 2017.
[Amendment to extend No. 6001034 is submitted on the preceding page]**

According to the Police Dept. specifications there are approximately 1,122 vehicles that utilize Vehicle Washing Services on a monthly basis.

This also includes approximately 50 Fire vehicles – Sedans only, no Trucks, on a monthly basis.

Covenant of Equal Opportunity Affidavit signed 9-20-19;

TAXES: Good Through 7-12-20 and 1-31-20;

Hiring Policy Compliance Affidavit signed 8-9-19, Employment application submitted complies;

Slavery Era Records Disclosure Affidavit signed 9-20-19, indicating business established 1991, No records to disclose;

Political Contributions and Expenditures Statement signed 8-9-19, indicating “None.”

TREASURY

6002274 100% General Funding – REVENUE – To Provide City Wide Collection Assistance Services to the Department of Treasury, Revenue Collections and Other City Departments by a Third Party Collection Agency. – Contractor: Harris and Harris LTD – Location: 111 West Jackson Blvd. Suite 400, Chicago, IL 60604 – Contract Period: Upon City Council Approval through July 31, 2023 – Total Contract Amount: \$0.00.

Revenue budgeted to General Fund, Acct. 1000-00063-230070-617900-0-0, Appropriation for Office of the Treasury includes available funds of \$10,796,305 as of October 25, 2019.

Bids / Proposals solicited, from February 26, 2019 through March 28, 2019, for Debt Collection Services; 7 Bids received and evaluated.

This recommendation is for the Bid/Proposal ranked the highest, received from Harris and Harris. Harris and Harris proposal ranked higher due to experience in Michigan – currently works with State Income tax, major local client is DTE, half of their business is with the Health Sector; Indication this vendor does have a Detroit Office.

This proposal was more detailed, customer services, and included a transitional process; Harris and Harris also works with the Harris Law Firm, which also has a Detroit office.

Indicated to have 56 full time employees in the City of Detroit

Ranked the highest for Percentage fee for services, indicating the lowest cost to the City.

Other Bids/Proposals received include: Linebarger, the only other proposal to be evaluated; Dashporter-DQ did not meet minimal qualifications; GC Service [indicated to have current contract] has not met the needs of the City; Scheer, Green & Burke, lacks experience and no Detroit presence; Universal Credit Service did not meet minimal qualifications; Nutek Solutions did not appear to be evaluated.

This contract is for collection assistance to the Treasury –Revenue Collections Section, and other City Departments, according to the terms of this Contract.

Contractor to implement collection procedures to achieve maximum recovery, using standard methods of collection, including letters, telephone calls, follow-up requests, skip tracing efforts.

Must demonstrate knowledge and understanding of the HiPAA rules before this contractor is eligible to collect on Fire/EMS receivables.

Contract Discussion continues on following page.

Treasury - continued

6002274 100% General Funding – REVENUE – To Provide City Wide Collection Assistance Services to the Department of Treasury, Revenue Collections and Other City Departments by a Third Party Collection Agency. – Contractor: Harris and Harris LTD – Location: 111 West Jackson Blvd. Suite 400, Chicago, IL 60604 – Contract Period: Upon City Council Approval through July 31, 2023 – Total Contract Amount: \$0.00.

Contract Discussion continued:

Contract services may be provided for General Receivables [Airport, Municipal Parking, Fire, Public Works, Transportation, Recreation] approximately \$8 Million in receivables of over 120 days; Collection fee of 14.5% of total collected;

**EMS, with receivables of more than \$3 Million, collection fee of 18% of Total Collected;
Income Tax - collection fee of 11.9% of Total Collected;
Personal Property Tax, receivables indicated to exceed \$20 Million annually, collection fee for 11.9% of Total amount collected.**

100% of the amounts collected to be provided to the City; Payment for services contingent upon receipt of an invoice for services with total cost and itemization of costs if necessary.

Covenant of Equal Opportunity Affidavit signed 3-26-19;

TAXES: Good Through 5-1-20 and 1-31-20;

Hiring Policy Compliance Affidavit signed 3-26-19, Online application appears to comply;

Slavery Era Records Disclosure Affidavit signed 3-26-19, indicating business established 1968, No records to disclose;

Political Contributions and Expenditures Statement signed 3-26-19, indicating “None.”

This proposed contract is indicated to replace services provided through Contract 2885009, with GC Services that provided services for collection of Income Tax. LPD has no record of the City Council’s approval of this contract.

Contract 2806001 was approved in November 2009, with Muniservices for a term of 3 years, to provide collection services for delinquent receivables; This contract was amended 2 times, to extend the contract term through December 2014. Fee was 13.5% of total collected.

**COMPLETED EMERGENCY DEMOLITION CONTRACTS
FOR CITY COUNCIL REVIEW**

HOUSING AND REVITALIZATION

3037970 100% City Funding – To Provide an Emergency Demolition for Residential Property, 5750 Haverhill. – Contractor: Able Demolition, Inc. – Location: 5675 Auburn Road, Shelby Township, MI 48317 – Contract Period: Upon City Council Approval through November 5, 2020 – Total Contract Amount: \$17,877.00.

Costs budgeted to Blight Reinvestment Project Fund, Acct. 1003-20253-367303-622975-0-0, Appropriation for Reinvestment-Blight includes available funds of \$38,677,598 as of Oct. 25, 2019.

A Notice of Emergency Ordered Demolition, dated August 7, 2019, signed by director of Buildings Safety Engineering and Environmental Dept., issued for residential structure at 5750 Haverhill.
Pictures of structure to be demolished follow this contract discussion.

Bids solicited, from August 8, at 4:38 PM to Aug. 9, 2019 at 2 PM, for demolition at 5750 Haverhill; 6 bids received.

**This recommendation is for the Lowest Bid received from Able Demolition for \$17,877.
Contract award date is September 25, 2019.**

**Demolition costs includes: Demolition & debris removal & disposal for \$13,877;
Backfill costs of \$2,100; Grading & site finishing costs of \$1,500; and Seeding costs of \$400.**

**Other Bids received include: Salenbien Trucking for \$22,484; Gayanga for \$22,577 [eligible for 12% equalization for comparison bid of \$19,867.76]; Adamo Group for \$23,500;
DMC Consultants for \$24,520; and Dore & Associates for \$26,000.**

**Covenant of Equal Opportunity Affidavit signed 3-6-19;
TAXES: Good Through 12-11-19 and 1-31-20;
Hiring Policy Compliance Affidavit signed 3-6-19, Employment application submitted complies;
Slavery Era Records Disclosure Affidavit signed 3-6-19, indicating business established 1995, NO records to disclose;
Political Contributions and Expenditures Statement signed 3-6-19, indicating “None.”**

Housing & Revitalization-Demolition - *continued*

3037970

Able Demolition Contract cost of \$17,877

5750 Haverhill - \$17,877



Housing & Revitalization-Demolition - continued

3037979 100% City Funding – To Provide an Emergency Demolition for the Following Residential Properties, 4275, 4283 and 4293 Webb. – Contractor: Inner City Contracting – Location: 18701 Grand River, Detroit, MI 48223 – Contract Period: Upon City Council Approval through October 1, 2020 – Total Contract Amount: \$51,600.00.

Costs budgeted to Blight Reinvestment Project Fund, Acct. 1003-20253-367303-622975-0-0, Appropriation for Reinvestment-Blight includes available funds of \$38,677,598 as of Oct. 25, 2019.

A Notice of Emergency Ordered Demolition, dated November 12, 2019, signed by director of Buildings Safety Engineering and Environmental Dept., issued for residential structures at 4275 Webb, 4283 Webb, and 4293 Webb.

Pictures of structures to be demolished follow this contract discussion.

Bids solicited, from Sept. 17, at 10:59 AM to Sept. 18, 2019 at 1 PM, for demolition at 4275, 4283 & 4293 Webb; 7 bids received.

This recommendation is for the Lowest Bid received from Inner City Contracting for \$51,600. Contract Award date was September 19, 2019.

Demolition costs at each address includes the following:

4275 Webb for \$16,900 - Demolition & debris removal & disposal for \$11,530; Backfill costs of \$3,580; Grading & site finishing costs of \$930.80; and Seeding costs of \$859.20.

4283 Webb for \$21,780 - Demolition & debris removal & disposal for \$14,646; Backfill costs of \$4,756; Grading & site finishing costs of \$1,236.56; and Seeding costs of \$1,141.44.

4293 Webb for \$12,920 - Demolition & debris removal & disposal for \$9,644; Backfill costs of \$2,184; Grading & site finishing costs of \$567.84; and Seeding costs of \$524.16.

Other Bids received include: Able Demolition for \$52,217; Salenbien Trucking for \$53,400; Leadhead Construction for \$66,650; Dore & Associates for \$67,300; Adamo Group for \$87,250; and DMC Consultants for \$88,800/

Covenant of Equal Opportunity Affidavit signed 4-22-19;

Certification as a Detroit Headquartered and Small Business good through 3-7-20;

TAXES: Good Through 12-18-19 and 1-31-20;

Hiring Policy Compliance Affidavit signed 4-22-19, Employment application submitted complies;

Slavery Era Records Disclosure Affidavit signed 4-22-19, indicating business established 2009,

NO records to disclose;

Political Contributions and Expenditures Statement signed 4-22-19, indicating “None.”

Housing & Revitalization-Demolition - continued

3037979

Inner City Contracting Contract cost of \$51,600

4275 Webb - \$16,900



Housing & Revitalization-Demolition - *continued*

3037979

Inner City Contracting Contract cost of \$51,600

4283 Webb - \$21,780



Housing & Revitalization-Demolition - *continued*

3037979

Inner City Contracting Contract cost of \$51,600

4293 Webb - \$12,920



Housing & Revitalization-Demoliton - *continued*

3038087 100% City Funding – To Provide an Emergency Demolition for Commercial Property, 19765 Fenmore. – Contractor: Leadhead Construction – Location: 1660 Midland, Detroit, MI 48238 – Contract Period: Upon City Council Approval through October 15, 2020 – Total Contract Amount: \$13,950.00.

Costs budgeted to Blight Reinvestment Fund, Acct. 1003-20253-367303-622975-0-0, Appropriation for Reinvestment Project-Blight includes available funds of \$38,677,598 as of Oct. 25, 2019.

A Notice of Emergency Ordered Demolition, dated September 13, 2019, signed by director of Buildings Safety Engineering and Environmental Dept., issued for commercial structure at 19765 Fenmore.

Pictures of structure to be demolished follow this contract discussion.

Bids solicited, from Sept. 17, at 10:45 AM to Sept. 18, 2019 at 1 PM, for demolition at 19765 Fenmore; 5 bids received.

This recommendation is for the Lowest Bid received from Leadhead Construction for \$13,950. Contract awarded on September 19, 2019

Demolition costs includes: Demolition & debris removal & disposal for \$12,000; Backfill costs of \$1,200; Grading & site finishing costs of \$550; and Seeding costs of \$200.

Other Bids include: Inner City Contracting for \$18,300; Able Demolition for \$28,179; Dore & Associates for \$42,600; and Adamo Group for \$48,000.

Covenant of Equal Opportunity Affidavit signed 2-18-19;

Certification as Detroit Based and Small Business good through 9-23-19;

TAXES: Good Through 1-10-20 and 1-31-20;

Hiring Policy Compliance Affidavit signed 2-18-19, Employment Application submitted complies;

Slavery Era Records Disclosure Affidavit signed 2-18-19, indicating business established 2004, NO records to disclose;

Political Contributions and Expenditures Statement signed 12-14-18, indicating “N/A.”

Housing & Revitalization-Demolition - *continued*

3038087 Leadhead Construction Contract cost of \$13,950 **19765 Fenmore - \$13,950**



9-13-



Housing & Revitalization-Demolition - continued

3038094 100% City Funding – To Provide an Emergency Demolition for Commercial Property, 14820 W Grand River. – Contractor: Inner City Contracting – Location: 18701 Grand River, Detroit, MI 48223 – Contract Period: Upon City Council Approval through October 15, 2020 – Total Contract Amount: \$34,880.00.

Costs budgeted to Blight Reinvestment Project Fund, Acct. 1003-20253-367303-622975-0-0, Appropriation for Reinvestment-Blight includes available funds of \$38,677,598 as of Oct. 25, 2019.

A Notice of Emergency Ordered Demolition, dated September 11, 2019, signed by director of Buildings Safety Engineering and Environmental Dept., issued for commercial structure at 14820 W. Grand River.

Pictures of structure to be demolished follow this contract discussion.

Bids solicited, from Sept. 17, at 10:45 AM to Sept. 18, 2019 at 1 PM, for demolition at 14820 W. Grand River; 5 bids received.

This recommendation is for the Lowest Bid received from Inner City Contracting for \$34,880.

Demolition costs includes: Demolition & debris removal & disposal for \$24,416; Backfill costs of \$6,976; Grading & site finishing costs of \$1,813.76; and Seeding costs of \$1,674.24.

Other Bids received include: Dore & Associates for \$44,400; Able Demolition for \$49,692; Leadhead Construction for \$54,350; and Adamo Group for \$57,000.

Covenant of Equal Opportunity Affidavit signed 4-22-19;

Certification as a Detroit Headquartered and Small Business good through 3-7-20;

TAXES: Good Through 12-18-19 and 1-31-20;

Hiring Policy Compliance Affidavit signed 4-22-19, Employment application submitted complies;

Slavery Era Records Disclosure Affidavit signed 4-22-19, indicating business established 2009,

NO records to disclose;

Political Contributions and Expenditures Statement signed 4-22-19, indicating “None.”

Housing & Revitalization-Demolition - *continued*

3038094 Inner City Contracting Contract cost of \$34,880 **14820 W.Grand River - \$34,880**

