

CITY OF ALLENTOWN

No.____

RESOLUTION

R15 - 2024

Introduced by the Administration on February 7, 2024

Authorization for Contract price increase with Alliance Hall of Allentown, Inc. in the amount of \$359,088.78 for the lease of Alliance Hall. The initial contract Sum was for \$246,316.08, the increase of \$359,088.78 brings it to a total of \$605,404.86. This is due to the increase of space being rented which in return has increased the rent from the original amount written into the original agreement and to cover the rent for the five-year extension term.

Resolved by the Council of the City of Allentown, That

WHEREAS, Article 130.16 of the City's Administrative Code (recodified as §5-21) requires City Council approval by Resolution for the award of contracts or engagement of professional services.

WHEREAS, it is the desire of the City of Allentown to increase the contractual sum of the previously awarded agreement with the following named contractor/consultant, for the use and purpose indicated in supporting the Recommendation of Award or Contract dated March 1, 2018:

- 1. Name of Contractor/Consultant: Alliance Hall of Allentown, Inc.
- 2. Project or Contract Reference: C31-000064 Alliance Hall Lease Agreement
- 3. Description of Service(s) to be provided: Lease of Alliance Hall.

NOW, THEREFORE, BE IT RESOLVED, on this the 7th day of February, 2024, that the Council of the City of Allentown, hereby authorizes the Mayor and/or such other City officials as deemed appropriate by the City Solicitor, to sign and execute a Contract or Amendment and such other agreements and documents as are deemed by the City Solicitor to be necessary and/or related thereto, with the above named contractor/consultant, for the project identified.

SUBJECT:	Request for Approval by City Council of Contract Price Increase Pursuant to City Ordinance, Article 130.16
	Project or Contract Reference: C31-000064 Alliance Hall Lease Agreement
то:	City Council, City Clerk, and Council Solicitor
FROM:	Vicky Kistler, Department Head
DATE:	January 26, 2024

Pursuant to City Ordinances, Article 130.16, this Recommendation of Award is before City Council for it's approval of the contract consideration increase.

- This recommendation is for a contract consideration increase of 10% or more for an existing contractual sum. Said contract was previously bid and awarded under city policies.
- The contract appropriation or price increase is included in this year's budget.
- List the name and address of the recommended Contractor/Vendor, include the following:

Alliance Hall of Allentown, Inc.

Contract Sum:	\$246,316.08
Requested Increase:	<u>\$359,088.78</u>
New Contract	\$605,404.86

Funding Source: 000-09-0908-0001-30

• Description of project or scope of services to be provided and why is an increase needed:

At this time, the department is requesting to increase the contract in the amount of \$359,088.78. This is due to the increase of space being rented which in return has increased the rent from the original amount written into the original agreement and to cover the rent for the five year extension term.

• List the current Contract Term and if an increase is needed:

Original contract expires on March 31, 2023.

• List any renewal term options and duration of each renewal, if any:

The contract has one (1) renewal period of five (5) years.

• Maximum dollar value of all renewals provided for beyond the original term as if all renewals were exercised:

\$605,404.86 minimum for the remainder of the contract.

A vote of final approval is requested of the members of Council and by passing the accompanying resolution, this Contract will be deemed approved.

By: Vicky Kistler, Department Head

Copies To: Mayor Director of Finance Purchasing Controller

Attachment: proposed resolution