

To: Ed Zuercher City Manager Date: April 16, 2018

From: Denise Olson Chief Financial Officer

## Subject: ITEMS 38 AND 42 – FENCE SUPPLY AND SERVICE

The purpose of this memo is to provide additional information on Items 38 and 42 on the April 18, 2018 Formal Meeting agenda. Two separate contracts are needed to provide the City with various types of fencing supplies and services.

Item 38 is requested specifically for the Housing Department because it is federally funded and requires specific compliance with federal requirements. The Housing Department participates in the Section 32 program, administered by the Department of Housing and Urban Development (HUD) which is a federal program for low income affordable home ownership for residents of the City of Phoenix. As part of the program, there are repair and rehabilitation requirements mandated by HUD. Federally funded projects require HUD Federal Labor Standards Provisions, and Davis Bacon wages in solicitations.

Item 42 is requested for citywide fencing supplies and services without federal requirements. Conducting two separate procurements increases competition and reduces prices by separating projects that have less stringent requirements.

Approval:

EO <u>30</u> <sup>-</sup>d Zuercher, City Manager

4/18/18