



Recommendation for Action

File #: 22-1854, **Agenda Item #:** 20.

5/5/2022

Posting Language

Ratify an agreement with The Center at Parmer, LLC, (the "Center"), for the City to occupy rooms at the property located at 13800 N. FM 620 Rd, Austin, Texas 78717 for emergency housing, isolation, and support services related to COVID-19 for a total amount not to exceed \$744,000.

Lead Department

Financial Services Department.

Fiscal Note

Funding in the amount of \$744,000 is available in the Fiscal Year 2021-2022 Emergency Reserve Fund.

For More Information:

Diana Justice, Financial Services Department, 512-974-7170; Michael Gates, Financial Services Department, (512) 974-5639; Juan Ortiz, Homeland Security and Emergency Management (512) 974-0461; Adrienne Sturup, Austin Public Health (512)-972-5167; Janet Pichette, Austin Public Health (512) 972-5486.

Additional Backup Information:

This action authorizes the ratification of an agreement with The Center at Parmer, LLC, a limited liability company (the "Center"), to occupy rooms at the property located at 13800 N. FM 620 Rd, Austin, Texas 78717, to occupy the property for emergency housing, isolation, and support services related to COVID-19 (the "Agreement"). The Agreement will include the exclusive use of at least one guestroom, with appurtenances, with estimated average use of up to 12 guestrooms located in a COVID-19 isolation unit owned and operated by the Center, including guestrooms that will accommodate two-person occupancy. The Term of this Agreement will begin on March 30, 2022, and shall expire at 11:59 p.m. on April 30, 2022, with an option to extend for three successive one-month extension terms, for a total amount not to exceed \$744,000. The Agreement allows for early termination after providing a fourteen-day notice to vacate. In contrast to the hotels and motels previously secured to serve as Isolation Facilities and Protective Lodging to address COVID-19, this Agreement does not require that the City lease the entire facility. Nor does it require the City to provide the ancillary services that were required for the previously secured sites such as nursing, security, biohazard-related cleaning costs, and catering. The City will also avoid incurring the overtime pay associated with providing the ancillary services. The City will only be charged for the rooms it occupies and the ancillary services are included in the per room price.

Initial Term and Options Rental	Rental Rate * \$6,000 per day (\$500 x 12 guest rooms)	Occupancy Costs *
3/30/22-4/30/22	\$6,000/day x 32	\$192,000
5/1/22-5/31/22	1st Extension Option \$6,000/day x 31	\$186,000

6/1/22-6/30/22	2nd Extension Option \$6,000/day x 30	\$180,000
7/1/22-7/31/22	3rd Extension Option \$6,000/day x 31	\$186,000
	TOTAL NTE AMOUNT:	\$744,000

* Rental Rate to be charged only for occupied rooms. The City will not be charged for any unused rooms.

The City Manager for the City of Austin, or designee, has the authority to negotiate and execute ministerial or administrative amendments to this Agreement without further action of the City Council. Any amendment that would constitute a substantive modification to the Agreement must be approved by the City Council.

The health of Austin and Travis County residents and visitors is our highest priority. Our public health officials continue to take appropriate actions to ensure the health and safety of our community.

The Agreement to use rooms at this facility will allow the City to house individuals who may have been exposed to COVID-19 and move away from leasing the entire hotel.

Strategic Outcome(s):

Health and Environment.