

RESOLUTION NO. _____

A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, APPROVING AMENDMENT NO. 4 TO THE PROFESSIONAL SERVICES AGREEMENT WITH THE SALVATION ARMY FOR EMERGENCY SHELTER SERVICES, AMENDING SECTION 3.1 OF THE AGREEMENT, "FIXED FEE" TO STIPULATE THE RENEWAL TERMS OF THE AGREEMENT; APPROVING THE INCREASE IN THE DAILY BED RATE FOR EMERGENCY SHELTER BEDS FROM \$36.08 PER BED, PER DAY, TO \$38.00 PER BED, PER DAY; AND FURTHER AUTHORIZING THE CITY MANAGER TO EXECUTE THE AMENDMENT.

WHEREAS, on September 25, 2017, the Mayor and City of Miami Beach ("City") adopted Resolution No. 2017-30000, approving the award of Request for Proposal ("RFP") No. 2017-293-KB for Emergency Shelter Beds to Serve Homeless Population; and

WHEREAS, on March 21, 2018, the City executed an Agreement with the Salvation Army ("Contractor") with respect to the Emergency Shelter Services (the Agreement), which services include Emergency Housing and Emergency Shelter Beds, as set forth in Exhibit A and Exhibit B of the Agreement; and

WHEREAS, Section 3.1 of the agreement established a "not-to-exceed" limit for twenty (20) beds per year; and

WHEREAS, on February 28, 2019, the City Manager approved Amendment No. 1 to the Agreement, removing the not-to-exceed amounts; and updated the renewal terms of the Agreement from two (2) one-year renewal terms to two (2) two-year terms with the approval of the City Manager; and

WHEREAS, on June 12, 2023, following the approval of the Mayor and City Commission of item C2J at its December 14, 2022 Commission meeting, the City Manager approved Amendment No. 2 to the Agreement, authorizing the increase in daily bed rates by 3% for each bed, increasing the approved rate to \$36.08 per bed, per day, and approving the purchase of a family room, inclusive of six (6) beds; and

WHEREAS, on July 24, 2024, the City Commission approved Resolution 2024-33188, approving Amendment No. 3 to the Agreement for the purchase of four (4) additional shelter beds at the existing rate of \$36.08 per bed, and further authorizing the City Manager to add additional beds to the current Agreement based on need and budget appropriation, and

WHEREAS, to address the rising demand for emergency shelter beds, the Administration has also negotiated an additional nine (9) beds, at the same rate, for the remainder of the Agreement's term, which ends on March 20, 2025; and

WHEREAS, the total cost for the thirteen (13) additional beds now amounts to \$73,098.08; and

WHEREAS, once Amendment No. 3 has been fully executed, the City's bed inventory at the Salvation Army will total 32 single beds, one (1) family room (6 beds), and four (4) after-hour beds for the Miami Beach Police Department ("MBPD"); and

WHEREAS, the initial 5-year term of the Agreement with the Contractor ended on March 20, 2023, with the option to extend the Agreement for an additional two (2), two (2) year renewals; and

WHEREAS, the first renewal is set to expire on March 20, 2025; and

WHEREAS, in July 2024, when the City issued the Salvation Army an "Intent to Renew" letter for the second renewal, the Contractor informed the City of an updated cost matrix reflecting actual expenses for shelter bed maintenance, including food, case management, and other services which exceeded the current contract rates; and

WHEREAS, based on these costs, the Contractor requested an increase from \$36.08 to \$47.00 per bed per day, which represented a significant increase beyond the current contract rate; and

WHEREAS, following negotiations, the Administration and the Contractor agreed to a fixed rate of \$38.00 per bed per day for the second renewal term; and

WHEREAS, the Contractor has submitted its "Intent to Renew" letter to the Procurement Department, noting that the renewal is contingent upon the City's approval of the rate adjustment; and

WHEREAS, the Office of Housing and Community Services has identified funds within its operating budget to cover the rate increase, effective March 21, 2025; and

WHEREAS, the impact amount will result in an estimated additional cost of \$15,644.15 for 194 days left in the fiscal year; and

WHEREAS, the Administration recommends approving Amendment No. 4 to the Professional Services Agreement with the Contractor, amending the Fixed Fee to stipulate the terms of the second renewal term, commencing on March 21, 2025, and expiring on March 20, 2027.

NOW, THEREFORE, BE IT DULY RESOLVED BY THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, that the Mayor and City Commission hereby approve Amendment No. 4 to the Professional Services Agreement with the Salvation Army for Emergency Shelter Services, amending Section 3.1 of the Agreement, "Fixed Fee" to stipulate the renewal terms of the Agreement; approve the increase in the daily bed rate for emergency shelter beds from \$36.08 per bed, per day, to \$38.00 per bed, per day; and further authorize the City Manager to execute the Amendment.

PASSED AND ADOPTED this _____ day of _____ 2025.

ATTEST:

Steven Meiner, Mayor

Rafael E. Granado, City Clerk

APPROVED AS TO
FORM & LANGUAGE
& FOR EXECUTION



City Attorney

2/14/2025

Date