

**CITY OF PHOENIX
REQUEST FOR COUNCIL ACTION**

**Complete this form per O.P. 1.906 and A.R. 4.11.
Refer to the City Council Agenda Process Reference Guide for Assistance**

ACTION REQUESTED	Formal Action:	OR	Legal Document:
	Bid Award <input type="checkbox"/>		Ordinance <input checked="" type="checkbox"/>
	License Application <input type="checkbox"/>		Resolution <input type="checkbox"/>
	Public Hearing <input type="checkbox"/>		Emergency Clause? <input type="checkbox"/>
	Other <input type="checkbox"/>		(for use only w/ord. or res. requests)
IMPACTED DISTRICT(S)	CITYWIDE	ADDITIONAL BACKUP MATERIAL SENT UNDER SEPARATE COVER?	<input type="checkbox"/>
SUBJECT	AUTHORIZATION TO RENEW AND AMEND CONTRACTS FOR WORKFORCE INVESTMENT ACT ADULT SERVICES		
REQUESTED AGENDA DATE	6/14/2006	PREPARED BY	Name: Cynthia Spell Department: CEDD CED 05-20 Phone: 26776
APPROVALS	Division Head:	Cynthia Spell	If prepared for another department: Department Name: Approval:
	Department Head:	Roberto E. Franco 5/30/2006	
BID AWARD INFORMATION	Bid Surety Required? <input type="checkbox"/>	Performance Surety Required <input type="checkbox"/>	
	Submitted by Low Bidder? <input type="checkbox"/>	Amount? _____ Requisition No. _____	
CONTRACT INFORMATION	Contract Amendment? <input checked="" type="checkbox"/>	If Yes, Current Contract No. 111931, 112057, 112074, 112116	
	Approved by:	Ordinance <input checked="" type="checkbox"/> Resolution <input type="checkbox"/> Formal Action <input type="checkbox"/>	on Date: 6/8/2005
BUDGET INFORMATION	\$ 1,397,661.00	To Be Encumbered? <input type="checkbox"/>	
	Source of Funds: Workforce Investment Act	Fiscal Year? _____	
	Fund Center(s) (SAP-FM): Commitment Item(s) (SAP-FM):		

ITEM**DISTRICT****AUTHORIZATION TO RENEW
AND AMEND CONTRACTS FOR
WORKFORCE INVESTMENT
ACT ADULT SERVICES**

Request authorization for the City Manager or his designee to renew contracts with Workforce Investment Act (WIA) adult service providers, and authorize the City Controller to disburse WIA funds in the amount up to ONE MILLION THREE HUNDRED NINETY-SEVEN THOUSAND SIX HUNDRED SIXTY-ONE DOLLARS (\$1,397,661) from the State of Arizona Department of Economic Security (ADES) for the period of July 1, 2006, through June 30, 2007. These funds will be used to provide adult services under the Workforce Investment Act of 1998.

The Phoenix Workforce Connection (PWC) Board is responsible for the programmatic and fiscal oversight of the WIA adult program. The City of Phoenix issued a Request of Proposals on behalf of the PWC Board in October 2003 with proposal responses due in January 2004. The PWC Executive Committee and Full Board approved the funding recommendations for multiyear, renewable contracts in March 2004. The contracts were made renewable for up to three additional years based on available funds. The current contracts are renewable through Fiscal Year 2008.

The preliminary federal allocation of adult program funds to the State of Arizona for Program Year 2006 was reduced by 13.25%. Based on these preliminary estimates, City staff is projecting that the City's allocation of adult funds will be reduced by nearly 24%, which represents a loss of \$735,000. The City will not receive the actual WIA adult allocation from the state until after mid-June 2006.

In Program Year 2005, 33% of the adult budget, or \$1,825,000, was allocated to the adult contractors. Taking into account the projected reductions in the overall WIA allocation, 33% of the adult budget represents \$1,477,000 available to be allocated to adult service providers. The formula used to determine the base allocations left a balance of \$79,339. Once the City receives actual allocations from the state, additional amendments may be required to allocate the balance of \$79,339 that could be higher or lower than preliminary projections.

The individual contract base funding recommendations are as follows:

Agency	Contract Number	PY 2006 Amount	AA Expiration
Arizona Women's Education and Employment, Inc.	112116	\$146,936.00	5/15/07
Arizona Opportunities Industrialization Center (AzOIC)/(includes subcontract with Chicanos Por La Causa (CPLC)	112057	\$432,375.00	9/23/06
Friendly House, Inc.	111931	\$464,750.00	1/14/07
Goodwill Industries, Inc.	112074	\$353,600.00	1/12/07
TOTAL		\$1,397,661.00	

Disbursement of these funds will provide continued access to adult services to include job placement services, occupational training and support services.

AFFIRMATIVE ACTION

Contractors are eligible to conduct business with the City by their compliance with the Affirmative Action requirements of the City Code, Chapter 18, Article IV or V. Each contractor is responsible for maintaining its eligibility during the life of the contract and failure to do so may result in contract termination.

FISCAL IMPACT

No General Purpose Funds are required. Funding for the contracts is available from Workforce Investment Act Grant Funds, in Fiscal Year 2006-07.

CONCURRENCE

The Phoenix Workforce Investment Board Executive Committee approved these funding recommendations at the May 11, 2006 Executive Committee meeting.

The Knowledge Workforce, Education, Arts, Families and Youth Subcommittee recommended approval at the May 23, 2006 meeting.

RECOMMENDATION

This item is recommended for approval by Mr. Cavazos and the Community and Economic Development Department.