

Meeting Date: 7/9/14

Agenda Item Number: 3

**SUBJECT:** Safety Patrol

**COMMENTS:** In 2011, the City entered into an agreement with the DTC to provide a Safety Patrol (the "Yellow Shirts") in the Downtown and Town Lake area. This agreement was for an initial five year term with the option of extending the agreement for two additional 5 year terms. The first term of the agreement between the City and the DTC ends in October of 2016. Funding from the program comes from the DTC and the Community Facility District.

The DTC then contracted with a private security company (Block By Block or BBB) to patrol both Downtown and the Town Lake. The first term of that contract ends in December of this year. DTC and BBB have been negotiating a new rate for this contract. Attached is the proposed rate. The proposed rate will increase roughly \$13,677 over what the CFD paid last year. The Current CFD Budget can absorb this increase for this fiscal year using contingent money already included in the budget.

DTC would like to enter into a contract for at least a two year period and would like to get the Commissions input. DTC, Tempe Police, and City Staff will be at the meeting to further discuss the proposal.

July- December 2014				
Category	Lake Team	Overnight Lake Supervisor	Mill Ave Team	Manager
Pay Rate	11.50	14.5	11.50	24.04
FICA	0.88	1.25	0.88	1.84
Workers Compensation Liability	0.06	0.065	0.06	0.12
Unemployment	0.20	0.24	0.20	0.12
	0.74	0.97	0.74	1.54
Payroll & Taxes	13.38	17.03	13.38	27.66
Operating Expenses	0.95	0.95	0.95	0.95
SGI Admin & Overhead	0.26	0.26	0.26	0.26
Capital Equipment	0.50	0.50	0.10	0.50
Employee Benefits	1.37	2.10	1.37	2.10
Profit	1.50	1.50	1.50	1.50
<b>Bill Rate</b>	<b>17.96</b>	<b>22.335</b>	<b>17.56</b>	<b>32.97</b>

January - June 2015				
Category	Lake Team	Overnight Lake Supervisor	Mill Ave Team	Manager
Pay Rate	11.85	14.9	11.85	27.6
FICA	0.89	0.89	0.89	2.11
Workers Compensation Liability	0.64	0.76	0.64	1.52
Unemployment	0.30	0.35	0.30	0.7
	0.30	0.36	0.30	0.73
Payroll & Taxes	13.98	17.26	13.98	32.66
Operating Expenses	0.00	0.00	0.00	0.00
SGI Admin & Overhead	2.33	2.33	2.33	2.33
Capital Equipment	0.50	0.00	0.00	0.00
Employee Benefits	1.37	2.10	1.37	2.10
Profit	1.50	1.50	1.50	1.50
<b>Bill Rate</b>	<b>19.68</b>	<b>23.19</b>	<b>19.18</b>	<b>38.59</b>

Weekly Hours	110	70	142.25	40	
Semi - Annual Hours	2860	1820	3698.5	1040	
Semi - Annual Costs	\$51,365.60	\$40,649.70	\$64,945.66	\$34,288.80	\$191,249.76

Weekly Hours	110.00	70.00	142.25	40.00	
Semi- Annual Hours	2860	1820	3698.5	1040	
Semi - Annual Costs	\$56,284.80	\$42,205.80	\$70,937.23	\$40,133.60	
<b>Total Annual Contract Labor</b>	<b>\$107,650.40</b>	<b>\$82,855.50</b>	<b>\$135,882.89</b>	<b>\$74,422.40</b>	

City Employee Cost	\$107,650.40	\$82,855.50	\$44,653.44	\$235,159.34	
Boat Insurance	\$1,491.00			\$1,491.00	
Fuel Cost Boat	\$1,800.00			\$1,800.00	
Boat Maintenance	\$2,400.00			\$2,400.00	
Truck Insurance	\$2,815.00			\$2,815.00	
Truck Maintenance	\$2,000.00			\$2,000.00	
Fuel Cost truck	\$5,800.00			\$5,800.00	\$10,506.00
<b>Total City Costs</b>				<b>\$251,465.34</b>	

DTC Employee Cost		\$135,882.89	\$29,768.96	\$165,651.85	
DTC Supervisor (non BBB)				\$14,348.15	
<b>Total DTC Cost</b>				<b>\$180,000.00</b>	

**DTC Contingency** \$40,000