



Office of the City Manager

CONSENT CALENDAR

July 10, 2007

To: Honorable Mayor and
Members of the City Council

From: *PK* Phil Kamlarz, City Manager

Submitted by: Tracy Vesely, Budget Manager, City Manager's Office

Subject: Contract: Downtown Berkeley YMCA

RECOMMENDATION

Adopt a Resolution authorizing the City Manager to execute a contract and any amendments with the Downtown Berkeley YMCA in the amount of \$254,448 for fitness center memberships for City employees for the period July 1, 2007 through June 30, 2008.

FISCAL IMPACTS OF RECOMMENDATION

FY 2008 Contract Cost: \$254,448 (456 members @ \$46.50 per month * 12 months)

FY 2007 Contract Cost: \$248,310 (445 members @ \$46.50 per month * 12 months)

The FY 2008 contract represents an increase of \$6,138 from the FY 2007 contract. This increase is due to the number of memberships used to base the contract rising from 445 members to 456 members during FY 2007. Although the contract cost of \$254,448 for FY 2008 is based on 456 memberships, this amount is a flat fee for the duration of the fiscal year regardless of whether memberships increases or decreases during fiscal year. The FY 2008 Budget includes funding for this contract through fringe benefit costs in department budgets. The General Fund will cover approximately \$127,224 of the contract cost and the remaining \$127,224 will be covered by other funds.

CURRENT SITUATION AND ITS EFFECTS

The current agreement began on July 1, 2006 and ends on June 30, 2007. A new contract is proposed for FY 2008, which will continue the memberships for City employees and Legislative Assistants at a low cost.

BACKGROUND

Since 1989, the City has had an agreement with the YMCA to provide low cost fitness memberships for City employees and officials.

The City's labor contracts require the City to pay 75% of the total membership cost and employees pay the remaining 25%. Beginning on July 1, 2006, the full membership cost was

\$62 per month, which meant the City share was \$46.50 and the employee share was \$15.50 per month. For FY 2008, the membership cost will remain at \$62 per month.

This benefit is included in all of the collective bargaining agreements and would terminate at the same time as the longest union contract containing the benefit. The City would need to hold meet and confer sessions with each union if it wishes to eliminate this benefit in FY 2008.

RATIONALE FOR RECOMMENDATION

City contracts for personal services over \$25,000 require authorization from the City Council before the City Manager can execute the contract.

ALTERNATIVE ACTIONS CONSIDERED

None

CONTACT PERSON

Rama Murty, Senior Management Analyst, City Manager's Office, 981-7000

Attachments:

1: Resolution

RESOLUTION NO. ##,###-N.S.

CONTRACT: WITH THE DOWNTOWN BERKELEY YMCA FOR LOW COST FITNESS CENTER MEMBERSHIPS FOR CITY EMPLOYEES FOR THE PERIOD JULY 1, 2007 TO JUNE 30, 2008

WHEREAS, the City has had an agreement with the Downtown Berkeley YMCA to provide low cost fitness memberships for City employees and legislative assistants; and

WHEREAS, the City's labor contracts require the City to pay 75 percent of the total membership cost; and

WHEREAS, the current agreement began on July 1, 2006 and ends on June 30, 2007 and a new contract is proposed for FY 20078 and

WHEREAS, funds are available in the current year budget in the budget code 930-9701-410-2090 and the contract has been entered into the City contract database, and assigned CMS No. DKH8X.

NOW THEREFORE, BE IT RESOLVED by the Council of the City of Berkeley that the City Manager is authorized to execute a contract and any amendments with the Downtown Berkeley YMCA for low cost fitness center memberships for City of Berkeley employees and legislative assistants for the period July 1, 2007 to June 30, 2008 in the amount not to exceed \$254,448. A record signature copy of said contract and any amendments to be on file in the Office of the City Clerk.

