 <p style="text-align: center;">Council Communication Office of the City Manager</p>	Date: January 25, 2016
	Agenda Item No. 29 Roll Call No. <u>16-0130</u> Communication No. <u>16-050</u> Submitted by: Pamela S. Cooksey, P.E., City Engineer

AGENDA HEADING:

Resolution approving an Operational Agreement with Childtime Childcare, Inc. to operate and manage a childcare center in the Intermodal Transportation Facility at 6th Avenue and Center Street.

SYNOPSIS:

Recommend approval of the operational agreement with Childtime Childcare, Inc. (David Baratta, SVP of Real Estate, Facilities and Market Development Strategy, 21333 Haggerty Road, Suite 300, Novi, Michigan, 48375) to continue to serve as operator of the childcare center in the Intermodal Transportation Facility at 6th Avenue and Center Street. The Operational Agreement is in the vital and best interests of the City and in accord with federal requirements associated with the Intermodal Transportation Facility. The Operational Agreement is for a 3-year term, plus a 3-year renewal option, with first-year's rent at \$3,005 per month, and annual rent increases thereafter based on increases in the Consumer Price Index, not to exceed 5% annually.

FISCAL IMPACT:

Amount: \$36,060 (first year revenue).

Funding Source: 2015-16 Operating Budget, Engineering Department, T & T Park and Ride Operations Fund, E078, EG062086, Page 61

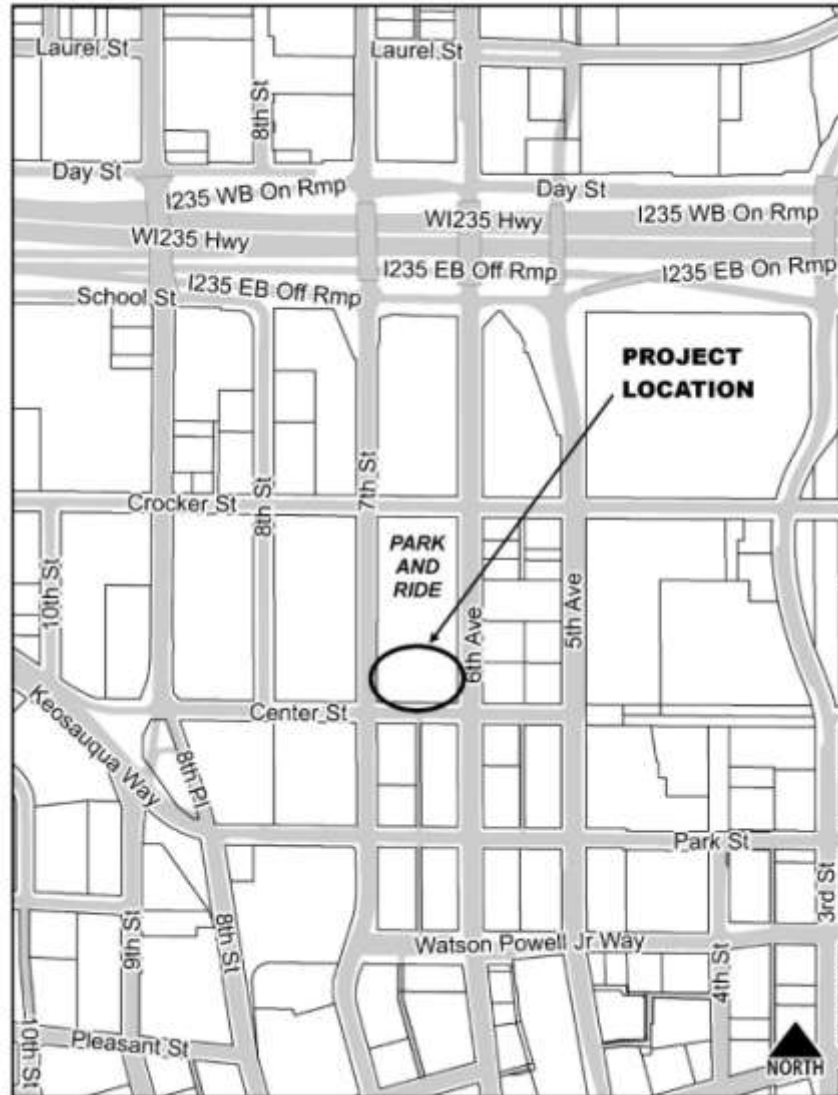
ADDITIONAL INFORMATION:

On April 28, 1997, by Roll Call No. 97-1549, the City Council entered into a 28E Agreement with the Des Moines Metropolitan Transit Authority (now Des Moines Area Regional Transit Authority) for construction and operation of a Park & Ride Facility. This facility included designs for a childcare facility to serve the needs of those families working in the downtown area.

Childtime Childcare, Inc. was selected as the childcare provider for this facility. On December 21, 1998, by Roll Call No. 98-3949, the City Council approved a 4-year lease agreement with an additional 2-year renewable option with Childtime Childcare, Inc.

On January 7, 2008, by Roll Call No. 08-076, the City Council approved an Operational Agreement with Childtime Childcare, Inc. to operate and manage the childcare facility until March 31, 2009 with an option to renew the Agreement for an additional five (5) years until March 31, 2014, which option to renew was exercised. The term of the 2008 Agreement expired on March 31, 2014 and has been continuing on a month-to-month basis under the same terms and conditions then in effect.

The City of Des Moines and Childtime Childcare, Inc. have negotiated a new Operational Agreement that includes, among other terms, a 3-year initial term, plus a 3-year renewal option, with an initial monthly rent of \$3,005. Annual rent shall be adjusted upward based on the percent increase in the Consumer Price Index for the previous 12 months, not to exceed 5% percent.



PREVIOUS COUNCIL ACTION(S):

Date: October 20, 2014

Roll Call Number: [14-1644](#)

Action: [Operational](#) Agreement with Childtime Childcare, Inc. to operate and manage a childcare center in the Intermodal Transportation Facility at 6th Avenue and Center Street. ([Council Communication No. 14-498](#)) Moved by Hensley to adopt. Motion Carried 7-0.

Date: May 24, 2010

Roll Call Number: [10-0821](#)

Action: [Approval](#) of first amendment to Operational Agreement with Childtime Childcare, Inc. to operate and manage a childcare center in the Intermodal Transportation Facility at 6th Avenue and Center Street. (Council Communication No. 10-282) Moved by Hensley to adopt. Motion Carried 7-0.

Date: January 7, 2008

Roll Call Number: [08-0076](#)

Action: [First](#) Amendment to Operational Agreement with Childtime Childcare, Inc. to operate and manage a childcare center in the Intermodal Transportation Facility, 610 Center Street, and to change the rental amount to reflect current market conditions. ([Council Communication No. 10-282](#)) Moved by Hensley to adopt. Motion Carried 7-0.

Date: December 21, 1998

Roll Call Number: 98-3944

Action: Amended Agreement with Childtime Childcare, Inc., to operate and manage the Child Care Center in the Intermodal Transportation Facility, for revised construction plans and responsibility of Childtime to pay a portion of the increased construction costs. ([Council Communication No. 98-562](#)). Moved by Hensley to adopt. Motion Carried 4-3. Absent: Daniels, Flagg, and McPherson.

Date: April 28, 1997

Roll Call Number: 97-1549

Action: Intergovernmental 28E Agreement with the Metropolitan Transit Authority, (MTA), regarding construction and operation. (Council Communication No. 97-232). Moved by Vlassis to adopt. Motion Carried 5-1.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE

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