

June 23, 2022

Board of Commissioners  
Clackamas County

Approval of Amendment #2 to an Agency Services Contract Agreement with Dirgesh LLC for On-Call Hotel Rooms for Temporary Housing Participants. Increases the Pool of Funding Available by \$246,000 to a New Value of \$1,076,400.00 funded with American Rescue Plan Act Funds.

County General Funds are not involved.

<b>Purpose/Outcomes</b>	The purpose of the motel shelter program is to provide safety and temporary housing to this vulnerable population while partner agencies assist them with obtaining permanent housing.
<b>Dollar Amount and Fiscal Impact</b>	Amendment #2 increases the funds available by \$246,000 for a revised value of \$1,076,400.00.
<b>Funding Source</b>	American Rescue Plan Act funds
<b>Duration</b>	Amendment #2 is effective upon signature, with an eligible expenditure period through 9-30-2022
<b>Previous Board Action</b>	The original Agreement was approved by the Board of Commissioners on 10-07-2021. Amendment #1 was approved by the Board of County Commissioners on March 31, 2022, Item at County Issues on June 21, 2022
<b>Strategic Plan Alignment</b>	1. This funding aligns with the strategic priority to increase self-sufficiency for our clients. 2. This funding aligns with the strategic priority to ensure safe, healthy and secure communities by providing shelter to houseless medically fragile and vulnerable participants as they transition into permanent housing
<b>Counsel Review</b>	Reviewed and approved by Andrew Naylor 5/31/2022
<b>Procurement Review</b>	1. Was this item processed through Procurement? Yes 2. In no, provide brief explanation: N/A
<b>Contact Person</b>	Teresa Christopherson, Administrative Services Manager– 503-650-5718
<b>Agreement No.</b>	County #4623/ H3S#10278

**BACKGROUND:**

Clackamas County Social Services Division seeks approval of Amendment #2 to a Contract with Dirgesh LLC for on-call hotel rooms for temporary housing participants. This program provides safety and temporary housing to this vulnerable population while partner agencies assist them with obtaining permanent housing.

Between December, 2020, and March, 2021, the County, through its Social Services Division, developed a Non-Congregate Hotel Shelter program for houseless persons who were at high risk of a COVID19 infection due to age or health conditions. There are approximately 67 households still housed in hotels. To avoid transitioning people back into an unhoused situation while we are seeking permanent housing options, the County will contract with motel/hotel owners'/operators' to provide shelter during this time. The program is expected to end by September 30, 2022.

The contract will be paid using American Rescue Plan Act (ARPA) funds dedicated by the Board of County Commissioners for use to provide temporary hotel shelter for vulnerable populations. No county general fund is involved.

County Counsel approved the Amendment, and it is effective upon signature by all parties.

**PROCUREMENT PROCESS:**

This project was advertised in accordance with ORS and LCRB Rules on August 3, 2021, through RFQ 2021-66 the County requested for multiple contracts. The RFQ is continuously open to allow for multiple vendors to quote and for the County to award multiple contracts. The County received the quote from Dirgesh LLC for the Econolodge on August 26, 2021. It was determined to be in the best interest of the county to move forward with the quote with Dirgesh LLC.

**RECOMMENDATION:**

Staff recommends the Board approval of this Contract Amendment and authorization for the Chair to sign on behalf of the county.

Respectfully submitted,

Rodney A. Cook, Director  
Health, Housing and Human Services

Attached:  
County #4623 H3S#10278 Dirgesh LLC Amend #2

**AMENDMENT #2**  
**TO THE CONTRACT DOCUMENTS WITH**  
**DIRGESH LLC, DBA ECONO LODGE SOUTHEAST FOR**  
**PROVIDING HOTEL ROOMS FOR HOMELESS FAMILIES AND INDIVIDUALS**  
**Contract #4626 H3S#10278**

This Amendment #2 is entered into between **DIRGESH LLC, dba ECONO LODGE SOUTHEAST** (“Contractor”) and Clackamas County (“County”) and shall become part of the Contract documents entered into between both parties on 10/27/2021 (“Contract”).

The Purpose of this Amendment #2 is to make the following changes to the Contract:

1. **ARTICLE I, Effective Date and Duration** is hereby amended as follows:  
The Contract termination date is hereby changed from June 30, 2022 to September 30, 2022
2. **ARTICLE III Compensation, Section 1, Payment**, is hereby amended as follows:  
In consideration for Contractor providing on-call hotel rooms during the extended term of this Contract, County may pay Contractor an amount not to exceed \$246,000.00. The total Contract compensation will not exceed **\$1,066,400.00**.

ORIGINAL CONTRACT	\$ 582,400.00
AMENDMENT #1	\$ 248,000.00
<u>AMENDMENT #2</u>	<u>\$ 246,000.00</u>
<b>TOTAL AMENDED CONTRACT</b>	<b>\$ 1,076,400.00</b>

Except as expressly amended above, all other terms and conditions of the Contract shall remain in full force and effect. By signature below, the parties agree to this Amendment #2, effective upon the date of the last signature below.

**DIRGESH LLC, dba ECONO LODGE  
SOUTHEAST**

Dirgesh Patel                          6/2/2022  
 Authorized Signature                          Date

Dirgesh Patel  
 Printed Name

**CLACKAMAS COUNTY**

Commissioner: Tootie Smith, Chair  
 Commissioner: Sonya Fischer  
 Commissioner: Paul Savas  
 Commissioner: Martha Schrader  
 Commissioner: Mark Shull

**County Signatures:**

\_\_\_\_\_  
 Tootie Smith, Chair    Dated

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 Recording Secretary    Dated