

Detroit RCP Credit and Clearance Summary

Overview: In an effort to ensure a level playing field for construction contract bidding of City of Detroit projects, the Responsible Contracting Credits and Clearances were introduced at the Council table in 2021 as part of former Council President Brenda Jones' Invest in Detroit package. Currently, we are aiming to have them reintroduced to the table as a stand-alone measure. As part of the preparation for their introduction, Council passed a credit cap and additional funding for the Offices of Procurement and Contracting and Civil Rights, Inclusion & Opportunity to administer these new regulations.

There are two proposed clearances and two proposed credits that would make up this package. They are complimentary and would ensure best value for the City of Detroit and have long term viability. The exact language that was used in former Council President Jones' package is sufficient to be reintroduced to as a standalone package – the language below is taken directly from that package.

Construction Clearances – prospective contractors would have to meet these requirements to be able to have their bids considered by the Office of Procurement and Contracting.

- **Corporate Accountability Clearance:** means an administrative clearance obtained by the Office of Contracting and Procurement which verifies a construction contractor's compliance with the following requirements:
 - (1) The contractor and its employees have the required licenses, registrations and certificates required to perform the work;
 - (2) The contractor has not had any licenses, registrations, or certificates required for the performance of the contract revoked in the past five years; and
 - (3) The contractor has not been disbarred or suspended by any federal, state or local governmental agency or authority in the past three years
- **Workforce Safety Clearance:** means an administrative clearance provided by the Office of Contracting and Procurement, which verifies a construction contractor's compliance with the following requirements:
 - (1) All employees handling or interacting with hazardous materials have been appropriately trained, which shall be verified by:
 - a. Providing a certificate of completion in hazardous materials awareness training; or
 - b. Providing any other documentation from the training entity that verifies participation and completion in the requisite awareness training program compliant with state and federal guidelines.
 - (2) All employees providing craft labor have at a minimum completed the OSHA 10-hour construction training course for safety established by the U.S. Department of Labor, Occupational Safety and Health Administration.

Equalization Credits – 6% each.

- **Construction Workforce Development Business (C-WDB):** means a construction contractor, that participates in a Registered Apprenticeship Program, and is registered with the United States Department of Labor Office of Apprenticeship, or by any State Apprenticeship Agency recognized by the Office of Apprenticeship, such registration shall be verified by:
 - (1) Providing a Certificate of Registration of Apprenticeship Program from the Office of Apprenticeship with the United States Department of Labor for a federally certified program or
 - (2) Providing a Certificate of Apprenticeship from the State Department of Labor and Economic Opportunity for a state certified program.
- **Construction Workforce Investment Business (C-WIB):** means a construction contractor, that provides health insurance and retirement benefits to the employees working on the proposed construction contract, such benefits may be verified by submission of:
 - (1) A copy of the relevant sections of a collective bargaining agreement;
 - (2) A copy of the plan documents for a pension;
 - (3) A copy of the insurance contracts for health insurance; or
 - (4) Any other documentation deemed appropriate by the Office of Contracting and Procurement.