



**Request for Proposal (RFP)**  
**Michigan Department of Technology, Management and Budget (DTMB)**  
**for**  
**DEPARTMENT OF HEALTH & HUMAN SERVICES (DHHS) – REDFORD, MI**  
**SR #2016-0381**

**RFP Summary, Submission Requirements and Checklist**

**SUMMARY**

<b>Agency:</b>	Department of Health & Human Services (DHHS)
<b>Location:</b>	Redford & Redford Township area
<b>Square Footage/Use:</b>	28,000 – 35,000 SF / general services office
<b>Floor(s):</b>	1 <sup>st</sup> floor required
<b>Parking Requirement:</b>	200 on-site parking spaces
<b>Occupancy Date:</b>	November 1, 2016
<b>Broker:</b>	n/a
<b>Agreement:</b>	Standard form of state rental agreement is attached to this RFP.
<b>Note:</b>	The attached RFP and rental agreement is for temporary space, at this time.
<b>Other:</b>	Proposals must be received by 5 p.m. <b>on September 14, 2016</b>

**SUBMISSION DOCUMENT CHECKLIST**

- Written summary of proposal
- Complete Space Available Proposal (SAP) form
- Proof of ownership of property
- Proof of legal authority to enter into agreement (see attached “legal documentation and signature requirements checklist”)
- Proposed floor plan
- Proposed site plan
- Proposed time line from executed date of agreement
- Proposed rendering
- Signed bidder’s acknowledgement

**SUBMISSION DUE DATE / PROCEDURES**

Two (2) copies of each proposal, clearly indicating the appropriate proposal number SR #2016-0381, must be received by 5:00 p.m. E.S.T. on September 14, 2016 to: Robert M. Burns, Director, Real Estate Division, Michigan Department of Technology, Management and Budget, c/o Eric Yope, 3111 W. St. Joseph Street, Lansing, MI 48917 (for hand carried drop off or overnight delivery services) or P.O. BOX 30026, Lansing, MI 48909 (for regular mail).

**Please be advised that proposals MUST be received by the date and time stated herein or they will not be accepted. There will be NO exceptions.**

An electronic version of the proposal is also requested and should be submitted to [dtmb-realestate@michigan.gov](mailto:dtmb-realestate@michigan.gov) within 24 hours of the due date defined herein and please indicate the appropriate proposal number SR# 2016-0381 in the subject line.



**Request for Proposal (RFP)**  
**Michigan Department of Technology, Management and Budget (DTMB)**  
**for**  
**DEPARTMENT OF HEALTH & HUMAN SERVICES (DHHS) – REDFORD, MI**  
**SR #2016-0381**  
**August 31, 2016**

**Introduction and Overview**

The State of Michigan, by the Department of Technology, Management and Budget (DTMB/State or Tenant), for the Department of Health & Human Services (DHHS) is evaluating their space alternatives in the vicinity of Redford, Michigan. Please respond to the Request for Proposal (RFP) if you (Landlord or Bidder) have a potential location in the geographic boundaries set forth in this RFP. If you have more than one potential location, submit separate proposals for each location.

Please review and read this package thoroughly. Your proposal should be based on the sample documents and the requirements as detailed in this package.

Please be advised that State tax credits and incentives are administered by the Michigan Economic Development Corporation (MEDC), who is the appropriate contact for resources and program information. The DTMB will not accept proposals contingent upon receiving credits, incentives or other project cost inducements.

The State reserves the right to waive any irregularities or defects in any submission; to request clarifications or additional information regarding proposals; to conduct a Best and Final Offer (BAFO); and to reject any and all proposals at its sole discretion. The submission of this RFP does not constitute an agreement to lease with the State. The State shall assume no liability whatsoever for any expense incurred by a Bidder in replying to this RFP. The State shall also assume no liability for any development risk of a successful bidder. A rental agreement, if completed, shall be with the proposal deemed to have offered the best value to the State of Michigan.

Pursuant to 1984 PA 431, as amended, ("The DMB Act"), the Department of Technology, Management and Budget is the only agency authorized to enter into rental agreements on behalf of the State of Michigan. No individual, employee or agent of the State of Michigan has authority to bind the State without proper authorization. Bidders are directed to section VI.4 Proposal Submission of this RFP for correct information on the submission of a proposal. Bidders are hereby notified that communications during the RFP process non-compliant with the Proposal Submission guidelines may result in disqualification of a proposal.

Any release to the public of information relating in any respect to the contemplated rental agreement or any other matters set forth (i.e. advertisement, ground breaking, press releases, etc.) must have prior written approval and be made only in the form approved by the DTMB Real Estate Division Director.

**I. Space Requirements**

- I.1. Location:** The space shall be located within the boundaries of 8 Mile Rd to the North, Lasher Rd to the East, Plymouth Rd to the South and Middlebelt Rd to the West including up to ½ mile outside of these boundaries, but with preference given to properties located within these boundaries. This includes properties on either side of the street delineating the boundaries. Please identify the location of the space by street and mailing address.
- I.2. Space (Premises):** The State requires approximately 28,000 – 35,000 usable square feet of office space. The State reserves the right to increase or decrease the size of this requirement by up to 10%. Special circumstances may require more extensive program size changes.

Please verify that the Premises square footage is based upon the A.N.S.I. Z65.1 – 1996 method for calculating space.

- I.3. **Parking:** The State requires two hundred (200) on-site, paved, striped illuminated parking spaces. Please describe the parking provided at the site, including the total number of spaces available and provide detail as to how you will meet this parking requirement.
- I.4. **Occupancy/Commencement:** The Occupancy/Commencement Date is the latest date on which the improvements to the Premises are substantially complete and the Landlord secures a Certificate of Occupancy, or the Tenant begins beneficial use of the Premises. The Landlord will deliver the Premises to the Tenant no later than November 1, 2016.

## II. Rental Agreement Term

- II.1. **Initial Term:** The Initial Term is for a maximum of twelve (12) months; however, the State will consider a longer term if economic benefits are deemed to be in the State's best interest.

Please propose a fixed, or flat, rental rate for a Gross Rental Agreement: including all expenses – taxes, insurance, janitorial services, maintenance, etc.

The State may elect to pay for utilities separately so please include a cost per square foot to reduce the rental rate if such occurs.

- II.2. **Renewal Option(s):** There will be no renewal option periods.
- II.3. **Adjustments/Escalations:** There will be no adjustments made to the rental consideration.
- II.4. **Allowances and Contributions:** Please include all allowances and contributions proposed with respect to design costs, construction, moving, and any allowance items (indicate a per square foot moving allowance in the space provided on the Space Available Proposal (SAP) form).
- II.5. **Concessions:** Given current market conditions, the State is very interested in acquiring market concessions for this transaction. Any concessions, especially the timing of such, will be a major factor in assessing proposals received. Concessions may include reduced rent, free rent, moving allowances or any other item you are willing to incorporate into the proposal. Clearly a combination of these items may be included also.
- II.6. **Cancellation:** Standard cancellation requiring sixty (60) days written notice. All State Rental Agreements for real property are required to contain a cancellation provision as established within the framework of the Michigan Constitution. The attached SAP form and sample Rental Agreement contain this provision.
- II.7. **Security Deposit:** The State will not provide a security deposit.
- II.8. **Alternative Terms:** The State may consider proposals with alternative Rental Agreement terms and conditions if such are determined to be in the best financial interest of the State; however, bidders are encouraged to respond to the specific requirements listed in this RFP, as alternative proposals may or may not be considered. All proposed alterations from the standard form of the Rental Agreement attached to this RFP must be clearly identified. The State must receive sufficient information to accurately assess all proposals. The State reserves the sole and exclusive right to consider alternative proposals, to seek proposal clarification, and to reject any and all proposals.

## III. Building Standards and Systems

- III.1. **Building and Tenant Improvements:** If you are submitting proposal(s) for either a build to suit or an existing building requiring remodeling work, reference the attached State of Michigan Minimum Design Standards for guidelines. The Landlord will be responsible for providing the Premises in a turnkey condition.

Please provide a detailed description of the building and other material descriptions; for example, explain the HVAC system, the type of access and security system and procedures, and the telecommunications services available, barrier free design, etc. that will allow the State to understand the quality and appearance of the building.

- III.2. Construction Taxes, Permits and Fees:** The Landlord is responsible for all taxes, permits, fees, etc., required for any construction and/or remodeling. The Landlord is responsible for all necessary inspections by the architect/engineer during the construction and/or remodeling.
- III.3. Network and Telecommunication Services:** The State of Michigan requires state of the art infrastructure and telecommunication products to support voice, data and video systems. Telecommunication items incorporated in this building project shall adhere to ANSI/EIA/TIA and BICSI Standards. The detailed specification for telecommunications may override the ANSI/EIA/TIA and BICSI standards in some areas due to changes in technology. In addition to the ANSI/EIA/TIA and BICSI Standards, all applicable building standards and codes must be incorporated. Leased spaces shall meet or exceed current industry Standards relating to building spaces, pathways and equipment which will be required from the building owner in order to achieve compliance.
- III.4. Environmental Disclosure:** The Landlord covenants that he/she has undertaken a due diligence inquiry of the Premises. The Premises, and property on which the Premises is located, is free of any toxic, hazardous or injurious substances as defined under Federal and State laws and regulations. The attached sample Rental Agreement contains environmental provisions that must be adhered to when entering into a Rental Agreement with the State of Michigan. These provisions, as recited in the Rental Agreement agreement, will not be altered. Proposers are directed to the attached Rental Agreement agreement to review all environmental requirements.

#### **IV. Forms and Documents**

- IV.1. Enclosed Documents:** The enclosed documents (electronic copies only) are provided to assist you in establishing your rental rate:
- Sample Rental Agreement
  - State of Michigan Minimum Building Design Standards and Additional Standards for DHHS. These standards are to be used in determining the cost of remodeling and/or construction.
  - Space Estimator Spreadsheet
  - Janitorial and Recycling Standards
  - Legal Documentation and Signature Requirements
  - Excerpt from PA 295 of 2008
  - ANSI Standards
  - Bidder's Acknowledgment
- IV.2. Space Available Proposal Form(s):** To be considered, your proposal shall be made on the enclosed Space Available Proposal form(s) and all blank spaces on the form(s) shall be filled in. Please note: Improperly completed proposal forms will be rejected.

Your signature shall be in longhand, and no part of the proposal form shall be altered (except for your alternate proposals, if any).

- IV.3. Standard Rental Agreement Form:** All Rental Agreements entered into by the State of Michigan are based on the Standard Rental Agreement form pre-approved by the Attorney General's office, which is enclosed with this RFP. Any requested exceptions or alterations to this Standard Rental Agreement form must accompany your proposal. However, the Attorney General's office must approve as to legal form any proposed revisions. Exceptions to the Standard Rental Agreement form may have an impact on the recommendation. The State of Michigan reserves the right to make further modifications to the Rental Agreement document to accurately reflect final business terms.

#### **V. Required Approvals for State Rental Agreements**

- V.1. Requirements for State Rental Agreements:** The proposed Rental Agreement shall not be binding or effective on either party until approved as to legal form by the Department of Attorney General; signed and witnessed by the Landlord and the Tenant, and signed and witnessed by the Department of Technology, Management and Budget. If the Rental Agreement or any subsequent amendments to it fall within the requirements of 1984 PA 431, as amended, MCL 18.1101 *et seq.* ("The DMB Act"), the Rental Agreement and any subsequent amendments to it shall also require approval of the Joint Capital Outlay Subcommittee of the Legislature. The effective date of the proposed Rental Agreement is the date the last State governmental approval is obtained as set forth on the signature page. At any time prior to the

last State governmental approval, the State reserves the right to reject the proposal and terminate the Rental Agreement approval process.

- V.2. Legal Documentation:** Pursuant to The DMB Act (Public Act 431, as amended) all Rental Agreements must be approved as to legal form by the Attorney General's office, which includes the submission of documentation necessary to evidence legal authority of Bidder to enter into the Rental Agreement, including the signatory's authority to bind. For your convenience, a guideline indicating necessary legal documentation is included with this RFP. Failure to provide appropriate legal documentation may result in your proposal being rejected.

## **VI. Selection Criteria and Submission**

- VI.1. Selection Criteria:** The selection of the recommended proposal is based on, but is not limited to, the following criteria:
- A clear and concise proposal, particularly in terms of dates, numbers, dollars, and any other information requested in this RFP. Vague and/or general proposals may be rejected.
  - The ability to comply with Barrier Free Design
  - The ability to meet any build out specifications and timelines, and special needs of the Tenant
  - The overall condition of the building, including infrastructure, HVAC, property, etc. (existing space)
  - The overall cost, which is deemed in the best interest of the State
  - The type of accessibility (e.g. roads, public transportation, etc.)
  - The type of utilities available
- VI.2. Required Documents:** Please return the following documents for our review and consideration. Please note: Failure to provide the following may result in your proposal being rejected.
- Written Summary of Proposal
  - Completed Space Available Proposal form(s) – must be properly completed
  - Proof of ownership of Property
  - Proof of Legal authority to enter into the proposed agreement
  - Proposed Floor Plan
  - Proposed Site Plan
  - Project timeline from date of executed agreement
  - Proposed Rendering
  - Signed Bidder's Acknowledgement
- VI.3. Rental Agreement Questions and Answers:** Questions concerning clarifications or standards contained in this RFP are to be submitted by e-mail only (Please indicate the appropriate proposal number in the subject line) no later than 5:00 p.m. on September 6, 2016, to [dtmb-realestate@michigan.gov](mailto:dtmb-realestate@michigan.gov)

All questions and answers will be posted to the website at [www.michigan.gov/dtmb-realestate](http://www.michigan.gov/dtmb-realestate) no later than September 8, 2016. Prospective Bidders should check the website for any updates, questions and answers.

The State will not respond to telephone inquiries or visits by Bidders or their representatives, or respond to questions after the due date.

- VI.4. Proposal Due Date:** Two (2) copies of each proposal, clearly indicating the appropriate proposal number SR #2016-0381, **must be received by 5:00 p.m. Eastern Standard Time on September 14, 2016** to:

Robert M. Burns, Director, DTMB - Real Estate Division  
Bid Response for SR #2016-0381

*For hand-carried or overnight delivery services:*  
3111 W. St. Joseph Street  
Lansing, MI 48917

**OR**

*For regular mail:*  
P.O. BOX 30026  
Lansing, MI 48909

**Please be advised that two (2) hard copies of your proposal MUST be received by the date and time stated herein or your proposal will NOT be accepted. There will be NO exceptions.**

An electronic version of the proposal is also required and should be submitted to [dtmb-realestate@michigan.gov](mailto:dtmb-realestate@michigan.gov) within 24 hours of the due date defined herein and please indicate the appropriate proposal number SR #2016-0381 in the subject line.

All proposals shall be valid for one-hundred and twenty (120) days from the submission due date, unless mutually agreed to in writing by both parties.

**VI.5. Best and Final Offer (BAFO):** A BAFO may be requested at the sole and exclusive discretion of DTMB. A BAFO or other alteration to original proposals submitted after the Proposal Due Date will not be accepted unless requested in writing by DTMB.

A BAFO may be requested from one or more proposers during the review and evaluation process. If the evaluation process does not lead to a viable recommendation and there are alterations to the original RFP requirements, the requirements will be presented to all Bidders with a due date for submission.

Bidders will not be provided any information about other proposals, or where a Bidder stands in relation to others, at any time during the evaluation process.

**VI.6. State Acceptance and Authority:** After all proposals have been analyzed and the recommendation is made to and accepted by the Department, DTMB will notify all Bidders accordingly. Any proposals not meeting the minimum requirements of the enclosed sample Rental Agreement and instructions may be rejected.

It is the State's practice to select the lowest most responsive bid in consideration of all factors set forth in this RFP. The lowest bid does not necessarily mean it will be selected.

The DMB Act (1984 Public Act 431, as amended) specifies that the DTMB is the only Department authorized to enter into agreements, subject to obtaining all necessary approvals. No individual, employee or agent of the State of Michigan has authority to bind the State without proper authorization.

In accordance with the above, oral and written promises or representations made regarding a agreement, existing or proposed, or transmittal of written documents that have not been approved by the State Administrative Board, shall not be binding on the State. You must receive a fully executed document, signed by an authorized representative of the DTMB, for an agreement to be valid.

**Thank you for your interest in doing business with the State of Michigan.**



**Request for Proposal (RFP)**  
**Michigan Department of Technology, Management and Budget (DTMB)**  
**for**  
**DEPARTMENT OF HEALTH & HUMAN SERVICES (DHHS) – REDFORD, MI**  
**SR #2016-0381**  
**August 31, 2016**

**Bidder's Acknowledgement**

**This Acknowledgment must be signed, dated, and returned with your Proposal**

Please review and read this RFP thoroughly. Your proposal should be based on the sample documents and requirements as presented in this RFP. The Bidder acknowledges and certifies that they are authorized to submit the proposal; that they have read and fully understand all terms and conditions of this RFP; that the proposal complies with the requirements of this RFP; and that they shall be responsible for any errors or omissions in the proposal.

\_\_\_\_\_  
Signature of Authorized Bidder/Representative

\_\_\_\_\_  
Date

\_\_\_\_\_  
Printed Name

# SPACE AVAILABLE PROPOSAL SR#

State of Michigan - Department of Technology, Management & Budget - Real Estate Division

This form is a **proposal only** to serve notification that the property noted below, with the building construction/remodeling, as per prints and specifications, is available for lease to the State of Michigan (STATE). NOTE: The State reserves the right to accept any proposal, to reject any or all proposals, and/or to waive any defects in proposal. Establishment of a lease agreement, if made, shall be with the Proposer whose proposal is in the best interest of the State of Michigan.

## PROPOSER INFORMATION

NAME OF PROPOSER (LESSOR): ADDRESS OF PROPOSER (STREET):	CURRENT LEGAL ENTITY (i. e., HUSBAND/WIFE, LLC, CORP., PARTNERSHIP):
CONTACT PERSON: TELEPHONE NUMBER: FAX NUMBER: EMAIL ADDRESS:	ADDRESS OF LEGAL ENTITY:

## PROPOSAL

<b>PROPERTY INFORMATION</b> BUILDING ADDRESS AND/OR LEGAL DESCRIPTION OF LEASED PREMISES:	TOTAL BUILDING SQ. FT. : (PROVIDE DOCUMENTATION)	*SQUARE FOOT OF LEASED PREMISES:
DO YOU HAVE LEGAL TITLE TO PROPERTY:    Y        N WHAT IS THE CURRENT ZONING??	CURRENT STATE EQUALIZED VALUE (SEV): DATE OF SEV:	% LEASED TO STATE: %

<b>INITIAL LEASE TERM:</b> -		<b>CANCELLATION:</b> -day notice		
MONTHLY BASE RENT:	MONTHLY OPERATING COST:	MONTHLY RENT:	ANNUAL RENT:	SQ FT RATE:

<b>RENEWAL OPTION:</b> -		<b>CANCELLATION:</b> -day notice		
MONTHLY BASE RENT:	MONTHLY OPERATING COST:	MONTHLY RENT:	ANNUAL RENT:	SQ FT RATE:

<b>RENEWAL OPTION:</b> -		<b>CANCELLATION:</b> -day notice		
MONTHLY BASE RENT:	MONTHLY OPERATING COST:	MONTHLY RENT:	ANNUAL RENT:	SQ FT RATE:

TOTAL DEVELOPMENT COST OR REMODELING COST:	LUMP SUM COST INCLUDED IN FIRST MONTH RENT:	TOTAL NUMBER OF ON-SITE PARKING SPACES: NUMBER OF ON-SITE PARKING SPACES FOR STATE:
---	--	--

If applicable, indicate any of the following:

**Moving Allowance:** \_\_\_\_\_                      **Free Rent for** \_\_\_\_\_

<b>SERVICES TO BE PROVIDED BY LESSOR AND/OR STATE:</b>	
Heat and Air Conditioning Utilities _____	Telephone System _____
Electricity _____	Alarm System _____
Water and Sewer _____	Grounds Maintenance _____
Janitorial Services and Supplies (including waste baskets) _____	Snow Removal _____
Restroom Supplies _____	Dumpster Services _____
Water Well and/or Septic System Maintenance _____	Parking Lot Maintenance _____
Maintenance of Sidewalks, Curbs, and Gutter _____	Maintenance of Portable Fire Extinguishers _____
Pest Control _____	Replacement of Tubes and Bulbs _____
	Building Maintenance (including Physical Plant) _____

Failure to return this form will exclude you from consideration for this project. However, your name will remain on the notification list for future projects.

By signing this proposal, I/we certify that I/we have confirmed financing arrangements to construct and/or remodel and lease this building for possession by the Michigan Department of

If selected as the successful proposal, it is agreed that written evidence of funding arrangements will be submitted within 15 days of successful proposal notification.

### PROPOSAL TO BE RECEIVED IN THIS OFFICE ON OR BEFORE:

This form must be completely filled in, signed, and returned to:

<b>DTMB - Real Estate Divison</b> <b>ATTN:</b> 3111 W. St. Joseph Street Lansing, MI 48917	<b>OR</b>	<b>DTMB - Real Estate Divison</b> <b>ATTN:</b> P.O. BOX 30026 Lansing, MI 48909
---	-----------	--

SIGNATURE(S):	DATE:
---------------	-------



## DEFINITIONS

Lump Sum Cost - Predetermined dollar amount based on a percentage of the total development cost; payment of which shall be made to the Lessor upon submission of proper invoices concurrently with the first month's rent consideration for satisfactory completion of the remodeling or construction work.

Monthly Base Rental Rate – The portion of the monthly rental payment, which is attributable to debt service and return on equity (excluding operating costs).

Monthly Operating Cost – The portion of the monthly rental payment, which is attributable to operation expenses, such as utilities, maintenance, real estate taxes and/or insurance.

Possession - Lawful availability and physical access to install the State's furnishings and compliance with submitting a certificate of occupancy and completion of remodeling standards and specifications.

Renewal Option - A lease covenant giving the State the right to extend a lease for an additional period on specified terms.

Square Footage (Leased Premises) - The amount of square footage using inside dimensions that can be used by the State for which rent is charged (based upon the A.N.S.I. Z65.1 - 1996 method for calculating space).

Total Development Cost And Remodeling Cost - The total cost of the project, including the construction of the building and purchase of the land.

## INSTRUCTIONS

Proposer Information – Provide the name, address, and type of legal entity of the Proposer. Entity papers, if applicable, are needed if your proposal is selected. Provide contact information for the person responsible for submitting and answering any questions related to this proposal on the Proposer's behalf.

Property Information – Provide the complete address and legal description (if available) of the premises offered for lease. Complete all property information fields.

Initial Term and Renewal Options – Provide the proposed monthly base rent and operating costs (see definitions above) for the initial term and any renewal options. The monthly rent, annual rent, and square foot rates will automatically calculate if the property information has been provided.

Total Development Cost or Remodeling Cost - Provide an estimate for any development or remodeling costs. Additional documentation may be requested. If any up-front costs are requested it must be noted, and may be included in the first monthly rental payment.

Total Number of on-site parking spaces – Provide the TOTAL number of parking spaces on-site.

Number of on-site parking spaces for State - Provide the total number of parking spaces to be included in the lease terms guaranteed for State.

Services to be provided by Lessor / State – Select the proposed responsible party from the drop down menu for each service listed.

The proposal must be received by our office by the due date listed; ***late proposals are not accepted.***

## CALCULATIONS

\* - the number "1" is used as a place holder only (for purposes of auto calculations).

**Square Foot of Leased Premises / Total Building Sq. Ft. = % Leased to State**

**Monthly Base Rental Rate + Monthly Operating Cost = Total Monthly Rent**

**Monthly Rent x 12 = Annual Rent**

**Annual Rent / Sq. Ft. of Lease Premises = Sq. Ft. Rate**