

**DETROIT CHARTER REVISION COMMISSION**

**PROPOSAL/ISSUE REVIEW SUMMARY**

**ISSUE NUMBER:** BF 82

**ISSUE CATEGORY:** Budget & Finance

**SOURCE:** Mayor Bing Administration  
Letter, dated December 20, 2010

**RELATED CHARTER SECTIONS:** §2-113 (Prohibition Against Entering into  
Contracts or Giving Positions to Those in Default) [New Section]

**RELEVANT ORDINANCE SECTION:**

**RELEVANT LAW(S):** Home Rule City Act, MCL 117.5(f)

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**ISSUE/PROPOSAL STATEMENT:** Prohibit contracting with or employing those in default to City.

**Sec. 2-113. Prohibition Against Entering Into Contracts or Giving Position to Those in Default.**

The City of Detroit, through its Executive Branch departments and Legislative Branch agencies, is prohibited from making a contract with, or giving an official position to, one who is in default to the City.

**RATIONALE:** *“At times, potential City contractors or employees who have failed to pay income, personal, or property taxes, or inspection or license fees, will bid or solicit new work or will apply for employment. This addition will clarify that potential contractors and employees must become current in their back payments to the City before being awarded any contract or obtaining any employment. This section iterates the prohibition that is contained in Section 5(f) of the Michigan Home Rule City Act, MCL 117.5(f).”-Bing Administration, Letter, dated December 20, 2010.*

**ANALYSIS:**

**DISPOSITION/COMMISSION ACTION:**

**NOTES:**

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