

EM SUBMISSION NO.: 2012EM098

PRESENTED: 2-9-12

ADOPTED: 2-16-12

BY THE EMERGENCY MANAGER:

**RESOLUTION**

Resolution is to enter into a third change order to extend term of current contract number 10-034 with Transportation-Development Department for Neighborhood Stabilization Program (NSP) demolitions until December 31, 2012.

The goal of the City's Neighborhood Stabilization Program 1 (NSP-1) is to restore vitality to distressed neighborhoods by facilitating the acquisition, rehabilitation and resale of vacant and foreclosed single family homes.

The Transportation-Development Department is a department within the City of Flint that handles all demolitions for the City's Neighborhood Stabilization Program and received a contract award (10-034) in the amount of \$300,000 for the purpose of implementation of a demolition plan to address abandoned and foreclosed homes in the City's approved NSP areas.

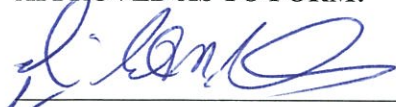
The first contract change order (10-034A) added an additional fifty six (56) demolitions and increased the contract amount to \$710,000 that expired on December 31, 2011.

The second contract change order (10-034B) increased the contract amount to \$920,000 that expired on December 31, 2011. The Transportation-Development Department has requested a second extension to its initial demolition contract due to many obstacles faced by both the City and the Transportation-Development Department which prevented the department from expending funds within the time frame outlined in the demolition contract. An additional one year time extension is necessary for the City and Transportation-Development Department to meet the goals and objectives of the NSP-1 program.

Funding available to reimburse Transportation-Development Department for the NSP-1 eligible and reasonable expenses is available in the expense account 297-747.150-805.076.

**IT IS RESOLVED**, to enter into a third change order to extend term of current contract number 10-034 with Transportation-Development Department for Neighborhood Stabilization Program (NSP) demolitions until December 31, 2012.

APPROVED AS TO FORM:

  
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Peter M. Bade, Chief Legal Officer

**EM DISPOSITION:**

ENACT ☒ \_\_\_\_\_

FAIL \_\_\_\_\_

DATED 2-16-12 \_\_\_\_\_

  
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Michael K. Brown, Emergency Manager

## RESOLUTION STAFF REVIEW

**DATE:** January 24, 2012,

**Agenda Item Title:**

Resolution is to enter into a third change order to extend term of current contract number 10-034 with Transportation-Development Department for Neighborhood Stabilization Program (NSP) demolitions until December 31, 2012.

**Prepared By:** The Department of Community and Economic Development

**Author:** Kevin L. Miller

**Requestor:** Karen A. Morris *AM*

**Background/Summary of Proposed Action:**

The Transportation-Development Department is a department within the City of Flint that handles all demolitions for the City's Neighborhood Stabilization Program and received a contract award (10-034) in the amount of \$300,000 for the purpose of implementation of a demolition plan to address abandoned and foreclosed homes in the City's approved NSP areas.

The first contract change order (10-034A) added an additional fifty six (56) demolitions and increased the contract amount to \$710,000 that expired on December 31, 2011.

The second contract change order (10-034B) increased the contract amount to \$920,000 that expired on December 31, 2011. The Transportation-Development Department has requested a second extension to its initial demolition contract due to many obstacles faced by both the City and the Transportation-Development Department which prevented the department from expending funds within the time frame outlined in the demolition contract. An additional one year time extension is necessary for the City and Transportation-Development Department to meet the goals and objectives of the NSP-1 program.

**Financial Implications:**

*cc*  
This third contract extension obligates \$56,759.15 which is the balance remaining on the \$920,000 demolition contract. The financing source for this project is the Neighborhood Stabilization Program 1 grant funding from the U.S. Department of Housing and Urban Development.

**Budgeted Expenditure?** Yes ☒ No ☐ Please explain if no:

**Account No.** Revenue: 297-747.150-502.747 and Expense: 297-747.150-805.076

**Reviewed and approved by:** *Cynthia Chesher* **Date:** *01-26-12*

**Pre-encumbered?** Yes ☒ No ☐ **Requisition #:** *NA* **P.O. #:** *NA*

**Other Implications (i.e., collective bargaining):**

There are no known implications

**Staff Recommendation:**

Staff recommends approval of this resolution

**Supervisor Approval:**

(Signature required)

*Tracy B. Atkinson*  
Tracy B. Atkinson, DCED Director

*Howard Croft*  
Howard Croft, Development and Infrastructure Director