

EM SUBMISSION NO.

2012EM/01

PRESENTED.

2-9-12

ADOPTED.

2-16-12

BY THE EMERGENCY MANAGER:

Authorization for Appropriate City of Flint Officials to Do All Things Necessary to Enter Into a Second Change Order with Salem Housing Community Development Corporation Through December 31, 2012, to Continue the Implementation of its Neighborhood Stabilization Program 1 for Area 2

The goal of the City's Neighborhood Stabilization Program 1 (NSP1) is to restore vitality to distressed neighborhoods by facilitating the acquisition, rehabilitation and resale of vacant and foreclosed single family homes.

Salem Housing Community Development Corporation is a non-profit developer for the City's Neighborhood Stabilization Program and received a contract award (09-216) in the amount of \$108,800.00 for the purpose of implementation of a redevelopment plan to address abandoned and foreclosed homes in the NSP Area 2. The NSP Area 2 is bounded by Andrew, Industrial, Leith, West Pasadena, Dupont and West. Stewart.

The first contract extension (09-216A) that extended the agreement for an additional year, expired on December 31, 2011. Salem Housing Community Development Corporation has requested a second extension to its initial development contract due to many obstacles faced by both the City and Salem which prevented the development corporation from expending funds within the time frame outlined in the development agreement. An additional one year time extension is necessary for the City and Salem Housing Community Development Corporation to meet the goals and objectives of the NSP1 program.

Funding available to reimburse Salem Community Development Corporation for all NSP1 eligible and reasonable expenses is available in the expense account 297-747.471-805.327.

In order to comply with federal rules concerning Environmental Review, Salem Housing Community Development Corporation will not obligate any funds, incur any costs, nor implement any physical activities until the Flint Department of Community and Economic Development has completed the Environmental Review Record, received a release of funds from the U.S. Department of HUD and has issued a written notice to proceed to Salem Housing Community Development Corporation.

IT IS RESOLVED, that the Emergency Manager shall, on behalf of the City of Flint, enter into a second change order that authorizes a time extension until December 31, 2012, for a development agreement to Salem Housing Community Development Corporation for continued implementation related to redevelopment of abandoned and foreclosed homes using NSP1 funds targeted in area Area 2.

APPROVED AS TO FORM:



Peter M. Bade, Chief Legal Officer

EM DISPOSITION:

ENACT ☒

FAIL ☐

DATED 2-16-12



Michael K. Broyn Emergency Manager

RESOLUTION STAFF REVIEW FORM

DATE: January 24, 2012

Agenda Item Title:

Authorization for Appropriate City of Flint Officials to Do All Things Necessary to Enter Into a Second Change Order with Salem Housing Community Development Corporation Through December 31, 2012, to Continue the Implementation of its Neighborhood Stabilization Program 1 for Area 2

Prepared By:

The Department of Community and Economic Development

Author and Requestor: Karen A. Morris

Background/Summary of Proposed Action:

Salem Housing Community Development Corporation is a non-profit developer for the City's Neighborhood Stabilization Program and received a contract award (09-216) in the amount of \$108,800 for the purpose of implementation of a redevelopment plan to address abandoned and foreclosed homes in the NSP Area 2. The NSP Area 2 is bounded by Andrew, Industrial, Leith, West Pasadena, Dupont and West. Stewart.

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Financial Implications:

This second contract extension obligates \$ 97,722.00 which is the balance remaining on the \$108,800 development agreement. 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:**

Accounts #: 297-747.471-805.327 Expense 297-747.471-502.747 Revenue

Reviewed and approved by Cindy Cheshier: cc Date: 01-24-12

Pre-encumbered: Yes ☐ No ☒ **Requisition #** PO# 11-002008

Other Implications (i.e., collective bargaining:

There are no known implications.

Staff Recommendation:

Staff recommends approval of this resolution.

Staff Person:


Tracy B. Atkinson, Director


Howard Croft, Development and Infrastructure Director