

EM SUBMISSION NO.: 2013EFM 018

PRESENTED: 1-8-13

ADOPTED: 1-10-13

BY THE EMERGENCY MANAGER:

RESOLUTION

Resolution is to enter into a sixth change order to extend term of current contract number 09-217 with Salem Housing CDC, to acquire, rehabilitate and sell, for the Neighborhood Stabilization Program (NSP) Area 1 until March 18, 2013.

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.

Salem Housing is a non-profit developer for the City's Neighborhood Stabilization Program and received a contract award (09-217) in the amount of \$303,997.00 for the purpose of implementation of a redevelopment plan to address abandoned and foreclosed homes in the NSP-1 Area 1. The NSP-1 Area 1 is bounded by North Saginaw Street, Welch Blvd., DuPont Street and The Flint River.

This sixth contract change order (09-217) will extended this agreement until March 18, 2013. Salem Housing CDC has requested an extension to its initial developer contract due to many obstacles faced by Salem Housing CDC which prevented the development corporation from expending funds within the time frame outlined in the developer agreement. Additional time is necessary for Salem Housing CDC to meet the goals and objectives of the NSP-1 program.

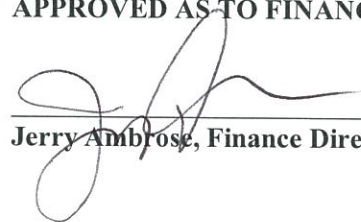
Funding available to reimburse Salem Housing CDC for the NSP-1 eligible and reasonable expenses is available in the expense account 297-747.470-805.327.

IT IS RESOLVED, to enter into a sixth change order to extend term of current contract number 09-217 with Salem Housing CDC, to acquire, rehabilitate and sell, for the Neighborhood Stabilization Program (NSP) Area 1 until March 18, 2013.

APPROVED AS TO FORM:

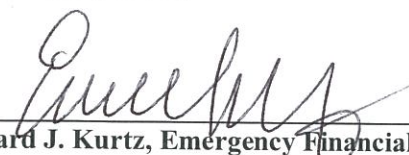

Peter M. Bade, Chief Legal Officer

APPROVED AS TO FINANCE:


Jerry Ambrose, Finance Director

EFM DISPOSITION:

ENACT ☒ REFER TO COUNCIL ☐ FAIL ☐


Edward J. Kurtz, Emergency Financial Manager

DATED: 1-10-13

RESOLUTION STAFF REVIEW

DATE: December 17, 2012,

Agenda Item Title:

Resolution is to enter into a sixth change order to extend term of current contract number 09-217 with Salem Housing CDC, to acquire, rehabilitate and sell, for the Neighborhood Stabilization Program (NSP) Area 1 until March 18, 2013.

Prepared By: The Department of Community and Economic Development

Author: Kevin L. Miller

Requestor: Karen A. Morris *KAM*

Background/Summary of Proposed Action:

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.

Salem Housing is a non-profit developer for the City's Neighborhood Stabilization Program and received a contract award (09-217) in the amount of \$303,997.00 for the purpose of implementation of a redevelopment plan to address abandoned and foreclosed homes in the NSP-1 Area 1. The NSP-1 Area 1 is bounded by North Saginaw Street, Welch Blvd., DuPont Street and The Flint River.

This sixth contract change order (09-217) will extended this agreement until March 18, 2013. Salem Housing CDC has requested an extension to its initial developer contract due to many obstacles faced by Salem Housing CDC which prevented the development corporation from expending funds within the time frame outlined in the developer agreement. Additional time is necessary for Salem Housing CDC to meet the goals and objectives of the NSP-1 program.

Funding available to reimburse Salem Housing CDC for the NSP-1 eligible and reasonable expenses is available in the expense account 297-747.470-805.327.

Financial Implications:

There are no known financial implications.

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

Account No. Revenue: 297-747.470-502.747 and Expense: 297-747.470-805.327

Reviewed and approved by: *Cynthia Cheshire* **Date:** *12/27/12*

Pre-encumbered? Yes ☒ No ☐ **Requisition #:** _____ **P.O. #:** *12-001728*

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

David Solis
David Solis, Director ED

Howard Croft
Howard Croft, Development and Infrastructure Director