(Bid #12-128)

EM SUBMISSION	NO.: 2013 EM 00	4
PRESENTED:	4-1-13	
ADOPTED:	4-3-13	

BY THE EMERGENCY MANAGER:

RESOLUTION AUTHORIZING CHANGE ORDER #2 TO WT STEVENS/SORENSEN GROSS CONSTRUCTION TO ASSIGN ADDITIONAL PROPERTIES TO DEMOLISH

BY THE EMERGENCY MANAGER

RESOLUTION

On November 9, 2012, the Emergency Financial Manager authorized the Proper City Officials to enter into a contract with WT Stevens/Sorensen Gross Construction, 801 S. Saginaw St., Flint, MI for the demolition of six (6) structures in an amount not to exceed \$38,964.00, as requested by the Department of Infrastructure/Development; and

On February 22, 2013, the Emergency Financial Manager authorized the Proper City Officials to process change order # 1 to said contract to extend the expiration date from February 22, 2013 to April 22, 2013; and

The Department of Infrastructure/Development was informed by a vendor that it would not be able to demolish properties that were assigned to them on November 9, 2012. Based on this development, The Department is requesting to assign an additional four (4) properties to WT Stevens/Sorensen Construction in an amount not to exceed \$27,234.00. The funding for this request will come from the following account number: 542-741.150-801.000 (\$27,234.00); and

IT IS RESOLVED, that the Proper City Officials, upon the Emergency Manager's approval, are hereby authorized to enter into change order # 2 to the contract with WT Stevens/Sorensen Gross Construction for demolition of an additional four (4) properties in an amount not to exceed \$27,234.00. for a revised aggregate contractual amount of \$66,198.00. (Building Inspection Fund)

(fr	APPROVED-PURCHASING DEPT: Derrick Jones APPROVED AS TO FORM: Peter M. Bade, City Attorney	APPROVED AS FO FINANCE: Gerald Ambrose, Finance Director
	ENACT Edward J. Kurtz, Emergency Manager 03/28/13 – DFJ	DUNCIL FAIL DATED:7-3-/3

Date: March 25, 2013

<u>Agenda Item Title:</u> The Department of Transportation, Development Management, is requesting a Resolution authorizing a transfer of 24 properties awarded to Able Demolition under BID #12-128 to the next lowest bidder as Able Demolition is unable to complete awarded demolitions in a timely fashion due to Frost Law Restrictions. The properties are to be re-awarded to the next lowest bidder still under contract for the appropriate funding program.

Zito Construction	20 Structures	-	\$123,000.00
W.T. Stevens/Sorenson Gross	4 Structures	-	\$27,234.00

The properties have been awarded to the next lowest bidder taking into consideration Section 3 and local preference, as well as existing, non-expired contracts. W.T. Stevens bid on 3 of the properties awarded to Able and would appear to be the next lowest bidder for 1 property, however, W. T. Stevens does not have an active CDBG or FWA contract with the City and so those properties are being awarded to Zito Construction who does have an existing contract under those programs.

<u>Prepared by:</u> Faith C. Finholm Demolition Grants Manager Development Division

Summary of Proposed Action:

The Department of Transportation, Development Management, is requesting a Resolution authorizing a Contract amendment to the following contracts in order to complete the demolition of 24 structures with various funding sources in a timely fashion:

Able Demolition

Contract #12-114	FWA	Recapture 1 Structure	\$5,500.00			
Contract #12-114	CDBG	Recapture 3 Structures	\$15,500.00			
Contract #12-114	NSP3	Recapture 20 Structures	\$109,100.00			
TOTAL RECAPTURE		24 Structures	\$130,100.00			
Zito Construction						
Contract #12-115	FWA	Add 1 Structure	\$6,100.00			
Contract #12-115	CDBG	Add 3 Structures	\$18,600.00			
Contract #12-121	NSP3	Add 16 Structures	<u>\$98,300.00</u>			
TOTAL		Add 20 Structures	\$123,000.00			
W. T. Stevens/Sorenson Gross						
Contract #12-127	NSP3	Add 4 Structures	\$27,234.00			
TOTAL		Add 4 Structures	\$27,234.00			
			-			
TOTAL AWARD		24 Structures	\$150,234.00			

This funding will be made available through Fire Withholding Funds (FWA), Community Development Block Grant (CDBG), and Neighborhood Stabilization Program 3 (NSP3).

Financial Implications:

The Department has been notified by Able Demolition that it would be unable to complete remaining demolition properties by the contract deadline due to frost restrictions. The properties are to be re-awarded to the next lowest bidders, Zito Construction and W. T. Stevens, who have existing contracts under the same grant programs. Their bids were higher than the bids of Able. Therefore, the re-award for the properties increases by \$20,134.00.

Pre-encumbered?: Yes____ No X Requisition# 001300292 Zito Construction

<u>Account No.</u> 542-741.150-801.000 \$98,300.00 (NSP3) 542-748.151-801.000 \$18,600.00 (CDBG) 542-371.710-801.000 \$6,100.00 (FWA)

Pre-encumbered?: Yes____ No X Requisition# 001300293 W. T. Construction/Sorenson Gross

Account No. 542-741.150-801.000 \$27,234.00 (NSP3)

Other implications (i.e. collective bargaining): No other implications are known at this time.

Staff Recommendation: Recommend Approval

Staff Person

Jesse W. Buchanan Director, B.S.I., Blight & Demolition