(BID #12-128)

EM SUBMISSION NO.: 2013EM/06

PRESENTED:

5-31-13

ADOPTED:

6-4-13

RESOLUTION AUTHORIZING CHANGE ORDER #3TO FICK EXCAVATING CONTRACT #12-116 TO AUTHORIZE FUNDING THROUGH FIRE WITHHOLDING

BY THE EMERGENCY MANAGER:

At the request of the Department of Infrastructure & Development, the Department of Purchases and Supplies solicited Bid #12-128 for demolition of 313 structures. On November 9, 2012, the Emergency Financial Manager authorized the Proper City Officials to enter into a contract with Fick Excavating, 2500 S. Elms Rd., Swartz Creek, Michigan, the lowest bidder on 58 of the 313 structures for the demolition of said 58 structures in an amount not to exceed \$341,300.00 as requested by the Department of Infrastructure/Development; and

On November 13, 2012, the Department of Infrastructure & Development executed Contract #12-116 with Fick Excavating for the demolition of the 58 structures utilizing 542-741.150-801.000 Neighborhood Stabilization Program 3 (NSP3) in the amount of \$341,300.00; 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

On May 1, 2013, the Emergency Manager authorized the Proper City Officials to process change order #2 to said contract to extend the expiration date from April 22, 2013 to June 15, 2013; and

The Department of Infrastructure & Development recognized that some structures that were eligible to be demolished with Fire Withholding (FWA) Funds held in escrow were awarded to Fick Excavating under NSP3. The Department of Infrastructure & Development is now requesting that funding for Contract #12-116 be extended to include Fire Withholding Funds from account 542-371.710-801.000 FWA; and

IT IS RESOLVED that the Proper City Officials, upon the Emergency Manager's approval, are authorized to enter into Change Order #3 to the aforementioned contract with Fick Excavating to authorize funding from the Fire Withholding Escrow account as necessary to accommodate the costs of demolition for properties that were awarded to Fick Excavating under NSP3 where fire withholding funds are applicable.

APPROVED AS TO FORM: Peter M. Bade, City Attorney Michael K. Brown, City Administrator	APPROVED AS TO FINANCE: Gerald Ambrose, Finance Director
EM DISPOSITION:	
ENACTEdward J. Kurtz, Emergency Manager	FAIL
05/22/13 – FCF	

RESOLUTION STAFF REVIEW

Date: May 22, 2013

Agenda Item Title:

RESOLUTION AUTHORIZING CHANGE ORDER #3TO FICK EXCAVATING CONTRACT #12-116 TO AUTHORIZE FUNDING THROUGH FIRE WITHHOLDING

Prepared by:

Faith C. Finholm Demolition Grants Monitor Infrastructure & Development Division

Summary of Proposed Action:

Enter into Change Order #3 for Fick Excavating Contract 12-116 NSP3 to authorize funding from the Fire Withholding Escrow account as necessary to accommodate the costs of demolition for properties that were awarded to Fick Excavating under NSP3 where fire withholding funds are held in escrow.

Financial Implications:

Authorizing funding from the Fire Withholding Account will have no net effect on the Fick Excavating's total contract amount but it will use funding held in escrow for contracted demolitions freeing funds from NSP3 to be applied to other necessary projects.

Anticipated transfer is approximately \$12,200.00; however, the Department of Infrastructure & Development is requesting authorization of an open-ended purchase order for the Fire Withholding funds to ensure all possible projects are covered.

Waird alexander Solv

Pre-encumbered?: Yes___ No __X_ Requisition# 001300835

Account No.

Staff Person

542-741.150-801.000 \$12,200 (NSP3) 542-371.710-801.000 (FWA)

Other implications (i.e. collective bargaining):

No other implications are known at this time.

Staff Recommendation: Recommend Approval

Jesse W. Buchanan

Director, B.S.I., Blight & Demolition