

EM Submission No.: EME 173 2014

Presented: 2-26-14

Adopted: 3-6-14

By the Emergency Manager:

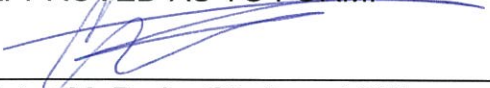
Resolution Authorizing a \$12,000 Contract with the Economic Development Corporation for Loan Servicing for the Enterprise Community Revolving Loan Program

The City of Flint Economic Development Corporation (EDC) has under its purview, numerous revolving loan fund programs for which it provides loan servicing. Similar loan fund programs were administered by the Flint Area Enterprise Community, Inc. (FAEC), a non profit created back in 1994 by the City of Flint as a result of its federal designation as an *enterprise community*.

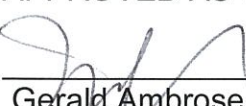
Now that the designation has expired, and the purpose for which the FAEC was created no longer exists, the organization is in the process of dissolving its board. Consequently, the loan fund programs under purview of the FAEC, are currently in transition to and being administered by the City. As the FAEC loan programs require the same loan servicing as the EDC loan programs being administered by the EDC, administration proposes to enter into a contract with the EDC for loan servicing of the FAEC revolving loan programs. Twelve thousand (\$12,000) has been set aside for such a contract. Funds available for the contract are available in account no. FHUD14CDBG 274.748-107.801.000

BE IT RESOLVED, That the Emergency Manager is authorized to enter into a \$12,000 contract with the City of Flint's Economic Development Corporation for the provision of loan servicing of the Flint Area Enterprise Community, Inc. revolving loan fund programs currently in transition to the City of Flint. Funds available for the contract are in account no. FHUD14CDBG 274.748-107.801.000.

APPROVED AS TO FORM:


Peter M. Bade, City Legal Officer

APPROVED AS TO FINANCES:


Gerald Ambrose, Finance Director

EFM DISPOSITION:

ENACT 

REFER TO COUNCIL _____

FAIL _____


Darnell Earley, Emergency Manager

DATED: 3-6-14

RESOLUTION STAFF REVIEW FORM

DATE - January 14, 2014

Agenda Item Title:

Resolution Authorizing a \$12,000 Contract with the Economic Development Corporation for Loan Servicing for the Enterprise Community Revolving Loan Fund Programs

Prepared By - The Department of Community and Economic Development

Background/Summary of Proposed Action:

The purpose for this resolution is to authorize a \$12,000 contract with the Economic Development Corporation to consider the extension of contract no. 12-133.

The City of Flint Economic Development Corporation (EDC) has under its purview, numerous revolving loan fund programs for which it provides loan servicing. Similar loan fund programs were administered by the Flint Area Enterprise Community, Inc. (FAEC), a non profit created back in 1994 by the City of Flint as a result of its federal designation as an *enterprise community*.

Now that the designation has expired, and the purpose for which the FAEC was created no longer exists, the organization is in the process of dissolving its board. Consequently, the loan fund programs under purview of the FAEC, are currently in transition to the City. As the FAEC loan programs require the same loan servicing as the EDC loan programs being administered by the EDC, administration proposes to enter into a contract with the EDC for loan servicing of the FAEC loan programs. Twelve thousand (\$12,000) has been set aside for such a contract. Funds available for the contract are available in account no. FHUD14CDBG 274.748-107.801.000

Financial Implications (Analysis): - None – Funds are grant funds

Budgeted Expenditure: Yes ☒ No ☐ Please explain, if no: N/A

Account #: - Reviewed and approved by Carissa Dotson

FHUD14CDBG 274.748-107.801.000

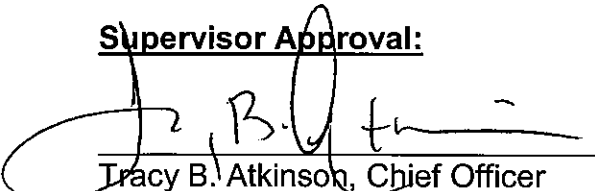

Date

Pre-encumbered: Yes ☐ No ☐ **Requisition #** N/A

Other Implications (i.e., collective bargaining): There are no known implications

Staff Recommendation: The Administration recommends approval.

Supervisor Approval:


Tracy B. Atkinson, Chief Officer