



HISTORIC
FRANKLIN
TENNESSEE

MEMORANDUM

TO: Board of Mayor and Alderman

FROM: Eric Stuckey, City Administrator
Chris Bridgewater, Director, Building & Neighborhood Services
Kathleen L. Sauseda, Housing Development Coordinator

DATE: August 2, 2016

SUBJECT: Contract #2016-0077 that supports the Community Development Block Grant Emergency Repair Program with Community Housing Partnership.

Purpose

The purpose this memorandum is to provide information to the Board of Mayor and Aldermen (BOMA) to consider a contract with Community Housing Partnership (CHP) to continue program delivery assistance with the CDBG Emergency Repair Program.

Background

In 2007, following BOMA approval of the City's first Consolidated Plan, the Department of Housing and Urban Development (HUD) designated the City of Franklin as an "entitlement city". Entitlement city status allows the City to receive annual allotments to implement projects and activities that prevent/eliminate blight, meet urgent need, or principally benefit persons of low and moderate income. HUD has, on average, allocated \$273,000 per year to support our community development projects and activities.

Community Housing Partnership has successfully assisted the City of Franklin with the Emergency Repair Program since its inception. Approval of this contract will allow CHP to continue their program assistance, with an award of Eighty-Six Thousand Six-Hundred Eighty-Seven and No/100's, (\$86,687.00).

Financial Impact

This contract is fully funded by HUD through the Community Development Block Grant Program.

Recommendation

The Housing Commission and staff recommends approval of contract to the Board of Mayor and Aldermen.

**CONTRACT FOR HOME REHABILITATION ASSISTANCE FOR LOW-MODERATE
INCOME RESIDENTS OF THE CITY OF FRANKLIN
(COF Contract No.: 2016-0077)**

This Contract, made and entered into this ___ day of _____, 2016, by and between the City of Franklin, (hereinafter "THE CITY") and Community Housing Partnership of Williamson County (hereinafter "THE ORGANIZATION").

WITNESSETH:

WHEREAS, THE CITY has identified a need to conduct a Home Rehabilitation Program utilizing Community Development Block Grant funding; and

WHEREAS, THE ORGANIZATION is experienced in Home Rehabilitation projects and has met the certification requirements of providing Home Rehabilitation Assistance; and

WHEREAS, THE ORGANIZATION replied to a publicly advertised Request For Proposals and was selected to participate as a contractor in the City's Community Development Block Grant Program;

NOW, THEREFORE, in consideration of the mutual promises as contained herein, the parties hereto have agreed and hereby enter into this Contract according to the provisions as set forth herein.

SECTION 1 - SCOPE OF SERVICES

THE ORGANIZATION will carry out activities necessary to assist low to moderate income owner occupants of the City of Franklin, who are elderly and/or disabled with emergency-type home rehabilitation services. Items to be corrected must represent a health and safety hazard, with an emphasis on exterior repairs and major structural and mechanical deficiencies.

When applicable, the work will also include testing, remediating, and clearing structures for lead-based paint hazards. All structures constructed pre-1978 must be tested and cleared for lead-based paint hazards. In the presence of lead-based paint hazards, contractors/workers are required to be certified in and use safe-work practices. A HUD required Environmental Review Report will be required.

Incorporated into this contract is Exhibit A, the proposal by THE ORGANIZATION, which is attached hereto and made a part hereof.

SECTION 2 - RESPONSIBILITIES OF PARTIES

- A. THE ORGANIZATION will perform the duties described above and in Exhibit A and take other actions necessary to accomplish the spirit of this Contract.

- B. THE ORGANIZATION will submit regular reports (not less often than quarterly) as directed by THE CITY detailing the progress of their project.
- C. At the request of THE CITY, THE ORGANIZATION will periodically send a representative to neighborhood or other public meetings to discuss and promote their project.
- D. THE CITY will provide funding for the program from the Community Development Block Grant program as set forth in Section 3 of this contract.

SECTION 3 – COMPENSATION

For the services outlined above and contained in Exhibit A, THE ORGANIZATION will receive an amount up to but not to exceed fifteen-percent (15%) of the actual total programs delivery costs (inclusive of lead-based paint testing, clearance and/or mitigation expenses) for each home. The combined total of construction and services shall not exceed **Eighty-Six Thousand Six-Hundred-Eighty-Seven and No/100 Dollars (\$86,687.00)**.

SECTION 4 - TIME OF PERFORMANCE

- A. The CITY has the option to renew this contract under the same terms and conditions for an additional 12 months based on the availability of CDBG funds allocated to the Emergency Home Rehabilitation Program, provided both parties agree in writing.
- B. Services shall begin no later than sixty (60) days following execution of this Contract.
- C. This Contract may be terminated upon thirty (30) days written notice by either party.

SECTION 5 - PAYMENT TERMS AND CONDITIONS

- A. THE CITY shall reimburse THE ORGANIZATION for services rendered based on submittal of valid invoices for project costs with a description and documentation of work performed. The CITY has the option of inspecting the completed work prior to making any payments.
- B. Invoices may be submitted upon completion of the First Phase (Construction) and Second Phase (Program Delivery Expenses) of each housing project as detailed in Exhibit B. The maximum per-project award is Fifteen Thousand and 00/100 Dollars (\$15,000.00). If the First Phase of a project exceeds fifty percent (50%) of the total project cost, an invoice may be submitted with the balance on completion of the Second Phase without penalty to THE ORGANIZATION.
- C. Final payment will be subject to receipt of a final report that is satisfactory to THE CITY.

SECTIONS 6 - NOTICES

All notices under this Contract shall be in writing and sent by certified mail to the address listed below for each party.

**Vernon J. Gerth
City of Franklin
City Hall
109 3rd Avenue South
Franklin, TN 37064**

**Stephen Murray
Community Housing Partnership
of Williamson County
129 W. Fowlkes Street, Suite 128
Franklin, TN 37064**

SECTION 7 - STANDARD TERMS AND CONDITIONS

A. COMPLIANCE WITH FEDERAL LAWS/REGULATIONS

THE ORGANIZATION shall comply with all applicable Federal and State laws and regulations in the performance of this Contract.

B. ANTIDISCRIMINATION/AFFIRMATIVE ACTION AND EQUAL EMPLOYMENT OPPORTUNITY

No person on the grounds of handicap, age, race, color, religion, sex, national origin, disability, or marital/familial status or any other classification protected by Federal and/or State of Tennessee constitutional and/or statutory law-shall be excluded from participation in, or be denied benefits or, or be otherwise subjected to discrimination in the performance of this Contract.

C. AUDIT REQUIREMENTS

1. This Contract, as well as any sub-agreement made with other participating agencies, is subject to all of the administrative requirements in OMB Circulars A-110 and A-122.

2. THE CITY hereby notifies THE ORGANIZATION that a single audit is required for non-profit agencies receiving \$300,000 or more in federal funds in any single fiscal year. This requirement is in accordance with OMB Circulars A-110 and A-133. If required, a copy of the single audit report will be kept on file and made available to THE CITY staff during sub-recipient monitoring visits and appropriate officials as requested.

D. CONFLICT OF INTEREST

THE ORGANIZATION agrees to abide by the following requirements with respect to conflicts of interest, and covenants that it presently has no interest, direct or indirect, and shall not acquire any interest, direct or indirect, which would conflict in any manner or

degree with the performance of services required under this Contract. THE ORGANIZATION further covenants that in the performance of this Contract no person having such an interest, direct or indirect, shall be employed or retained by THE ORGANIZATION hereunder. These conflict of interest provisions apply to any person who is an employee, agent, consultant, officer, or elected official or appointed official of THE ORGANIZATION or of any designated public agencies or sub-recipients that are receiving funds under this program.

E. PROCUREMENT STANDARDS AND METHODS

THE ORGANIZATION shall comply with THE CITY's current policy concerning the purchase of equipment and shall maintain inventory records of all non-expendable personal property as defined by such policy as may be procured with funds herein.

THE ORGANIZATION shall procure all materials, property, or services in accordance with the requirements of Attachment O of OMB Circular A-110, Procurement Standards.

F. VENUE

In the event of a dispute or litigation arising out of said Contract, it is understood and agreed and that this Contract was executed and performed in Williamson County, Tennessee, and as such, it is agreed by both parties that venue of said litigation, including an action for Declaratory Judgment, will be in Williamson County, Tennessee.

G. ASSIGNMENT

Neither THE CITY nor THE ORGANIZATION may assign its rights or delegate its responsibilities under this contract.

H. ENTIRE CONTRACT AND MODIFICATION

The Contract between the parties and supersedes any prior or contemporaneous communications, representations or agreements between the parties, whether oral or written, regarding the subject matter of the entire Contract. The terms and conditions of this Contract may not be changed except by an amendment expressly referencing this Contract by section number and signed by an authorized representative of each party.

If seeking any addition or modification to the Contract, the parties agree to reference the specific paragraph number sought to be changed on any future document or purchase order issued in furtherance of the Contract, however, an omission of the reference to same shall not affect its applicability. In no event shall either party be bound by any terms contained in any purchase order, acknowledgement, or other writings unless: (a) such purchase order, acknowledgement, or other writings specifically refer to the Contract or to the specific clause they are intended to modify; (b) clearly indicate the intention of both parties to override and modify the Contract; and (c) such purchase order, acknowledgement, or other

writings are signed, with specific material clauses separately initialed, by authorized representatives of both parties.

I. SEVERABILITY

If any provision of this Contract is held invalid, the remainder of the Contract shall not be affected thereby and all other parts of this Contract shall nevertheless be in full force and effect.

J. TIME OF THE ESSENCE

The parties agree that TIME IS OF THE ESSENCE with respect to the parties' performance of all provisions of the Contract.

K. NO TAXES, NO INTEREST PAYMENTS

As a tax-exempt entity, THE CITY shall not be responsible for sales or use taxes incurred for products or services. THE CITY shall supply THE ORGANIZATION with its Sales and Use Tax Exemption Certificate upon THE ORGANIZATION's request. THE ORGANIZATION shall bear the burden of providing its suppliers with a copy of THE CITY's tax exemption certificate and shall assume all liability for such taxes, if any, that should be incurred. THE CITY does not agree to pay any interest for late payments, having agreed to pay in a timely manner.

L. WAIVER

Neither party's failure or delay to exercise any of its rights or powers under the Contract will constitute or be deemed a waiver or forfeiture of those rights or powers. For a waiver of a right or power to be effective, it must be in writing signed by the waiving party. An effective waiver of a right or power shall not be construed as either (a) a future or continuing waiver of that same right or power, or (b) the waiver of any other right or power.

M. BREACH

Upon deliberate breach of the Contract by either party, the non-breaching party shall be entitled to terminate the Contract without notice, with all of the remedies it would have in the event of termination, and may also have such other remedies as it may be entitled to in law or in equity.

In witness whereof, the parties enter into this Contract on the date set forth above.

THE CITY OF FRANKLIN

By: _____
Dr. Ken Moore, Mayor

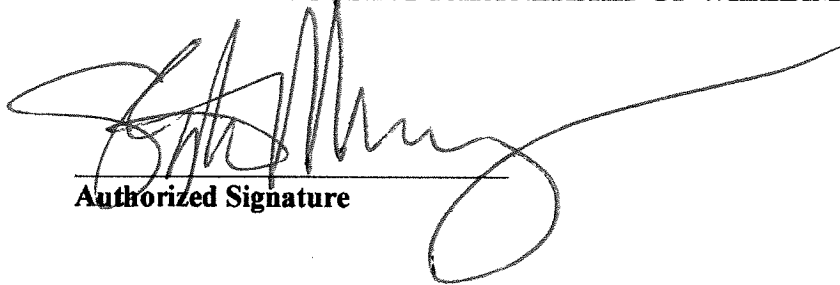
Attest:

Eric S. Stuckey, City Administrator

Approved as to Form:

Kristen L. Corn, Assistant City Attorney

COMMUNITY HOUSING PARTNERSHIP OF WILLIAMSON COUNTY (CHP)



Authorized Signature

COF Contract No. 2016-0077
Exhibit A
Community Housing Partnership of Williamson County (CHP)
Proposed Scope of Services

CHP has split the scope of services into two categories as the actual contracts are to be split. First is the actual construction for each project that as per the Request for Proposals as outlined by the City of Franklin, is to be paid under a direct contract between the City of Franklin and the contractor. Second is the supervision of the program and construction directly by CHP with some assistance by City of Franklin staff now known as Program delivery Expenses. This follows the format that was use successfully in the past years contract that CHP had with the City of Franklin.

Section 1; Construction:

Construction services will be performed by licensed, bonded and insured State of Tennessee contractors performing emergency-type health and safety hazard home rehabilitation services per a work write up specifying the necessary services (defined under 2nd section) and under a direct contract with the City of Franklin as specified under the Requests for Proposals document. No contract shall exceed \$15,000 in repair work or be less then \$2,000 in repair work. All construction activity shall require all necessary permits and insurance by the contractor. The contractor shall provide progress schedules to the City of Franklin and CHP on a monthly basis. All items listed in paragraphs 8.0 through 17.0 in the Request for Proposals by the City of Franklin shall be incorporated in any agreement by the contractor and the City of Franklin.

CHP is proposing that a minimum of 7 homes or a maximum of 9 homes in the City limits of Franklin rehabilitated under this program.

Section 2;Program Delivery Expenses (Program implementation and supervision):

CHP proposes to serve as the program administrator for the program, providing the following services:

1. Marketing the program through outreach to the neighborhood associations, direct press releases and advertising through all local media outlets, direct outreach to all social service agencies who might have clients within these neighborhoods, direct contact with the residents of these neighborhoods through flyers or other means and direct contact with the three other not for profits operating in Franklin neighborhoods (Habitat for Humanity, Hard Bargain Mount Hope Redevelopment Inc. and United Community Resource Foundation).
2. Performing Intake functions and record keeping of all applicants for the funding. This includes the initial application documents certifying (but not limited to) income verification (insuring income compliance per the CDBG guidelines), Ownership status (verification of warranty deed showing owner occupied), and Property status (verification that owner is living in house).
3. Inspecting the property jointly with the homeowner and City of Franklin staff. Composing with the City of Franklin staff and the homeowner a comprehensive Work Write Up. This includes all necessary inspections and certifications including (but not limited to):
 - A. Lead Based Paint inspections by certified inspector
 - B. Flood Plain certification with appropriate map and panel

- C. National Park Service Standards of Rehabilitation (Historic) submittals to the appropriate agent whether it be a State Historic Preservation Officer (SHPO) at the City of Franklin or directly to the Tennessee Historic Commission.
 - D. Thermal/ Explosive/Toxic/Radioactive verifications with the Fire Marshall of the City of Franklin
 - E. Noise verifications through the City of Franklin Building and Neighborhood Services Department
4. **Facilitating** the contract to the City of Franklin by **bidding** out the contract to the appropriate Contractors, **conducting the public bid opening** with City of Franklin staff, **consolidating** the bids to present to City of Franklin staff and **presenting** the bids to the City of Franklin for final contract decisions. Once the City of Franklin has gone through their final decisions on the winning contractors and provided contracts CHP can facilitate the signing of those contracts if necessary. At the point of **Notice to Proceed** CHP will conduct the following:
- A. Provide the homeowner the necessary guidance in preparing for the construction
 - B. Provide the contractor the necessary communications to begin the work
 - C. Do initial inspections that all permits have been obtained
 - D. Provide scheduled inspections to insure that the work is being conducted correctly and within time constraints
 - E. Provide inspections on draw requests to insure that the contractor is only drawing what they have in the job. Evaluate and authorize payments with City of Franklin staff
 - F. Provide final inspections and certify completion of the project with City of Franklin staff
5. **Record keeping** will be maintained by CHP with a complete project book for each individual project and all records regarding the intake, facilitation, inspections, contracts and draw requests that will be provided to the City of Franklin as requested. All record keeping will be maintained to insure that CDBG compliance is maintained by both CHP and the City of Franklin.
6. **Complaints and Grievances** will be addressed by CHP with representation of the City of Franklin where applicable. CHP will maintain an individual file regarding any complaint and grievances by either the homeowner, contractor or interested party. CHP will act as the negotiator to address any issues arising and if CHP can resolve the problem we will do so. However if the problem cannot be resolved we would suggest that the City of Franklin have other resources, such as arbitration possibilities.

CHP has all the internal systems available to begin this program immediately as we will follow the successfully format from the past years. Inspection systems exist within programs to do all initial inspections and staff is available and certified in all compliance and inspection areas. Indeed this program is very similar to programs performed by CHP staff for United Way, Williamson County, and Tennessee Housing Development Agencies emergency grant program. Additionally, CHP has conducted the past years of the CDBG programs for the City of Franklin and an individual grant in the past.

CHP will close out each project after final reporting and record keeping to the City of Franklin and will keep all records available for 10 years after the completion of each project. Additionally, CHP will be

available and help the City of Franklin on all compliance reporting regarding this CDBG program to the US Department of Housing Urban Development.

COF No. 2016-0077
Exhibit B
Community Housing Partnership of Williamson County (CHP)
Costs

Given the Scope of Work defined in earlier text CHP has identified the costs directly to CHP to administer this program for the City of Franklin. These costs are broken down in two facets. First is the actual construction cost for each project that as per the Request for Proposals as outlined by the City of Franklin, is to be paid under a direct contract between the City of Franklin and the contractor. As these funds do not pass through CHP they are separated. A contract between CHP should not reflect these funds even though this submittal includes them in the program as was specified by the City of Franklin. Second are the program delivery expenses associated with the program which will come directly to CHP.

Section 1, Construction:

CHP is proposing to do a minimum of 7 and a maximum of 9 home rehabilitations at an average of \$8,886 to \$9,775 per house for a total construction cost of \$75,387.

Section 2, Program Delivery Expenses (Program implementation and supervision):

CHP is proposing to do the implementation and the supervision of each project for program delivery expenses an average per project of \$1,568 to \$1,725, and a total maximum of \$11,300. Individual categories covered under the program delivery expenses are:

- Marketing
- Intake/Certifications
- Inspecting/Work Write Ups
- Facilitating contract
- Lead Based Paint Inspection
- Record Keeping
- Complaints & Grievances

TOTAL PROGRAM PROPOSAL

<u>Section 1:</u>	<u>Avg. \$8,886 to \$9,775 per house</u>	<u>\$ 75,387 Total</u>
<u>Section 2:</u>	<u>Avg. \$1,568 to \$1,725 per house</u>	<u>\$11,300 Total</u>
<u>Total</u>		<u>\$86,687 Total</u>