

**OFFICE OF THE CITY MANAGER
LITTLE ROCK, ARKANSAS**

**BOARD OF DIRECTORS COMMUNICATION
NOVEMBER 17, 2015 AGENDA**

Subject:	Action Required	Approved By:
<p>Authorize the City Manager to allow an expenditure increase of 10% contingency on the contracts for four (4) new constructions with the use of Neighborhood Stabilization Programs II Funds (NSP2)</p> <p>Submitted By:</p> <p>Housing & Neighborhood Programs Department</p>	<p>Ordinance √ Resolution Approval Information Report</p>	<p>Bruce T. Moore City Manager</p>
SYNOPSIS	<p>Approval to allow the City Manager to authorize an expenditure increase of 10% contingency on the contracts to develop the Neighborhood Stabilization Program 2 (NSP2) units.</p>	
FISCAL IMPACT	<p>The City received \$8.6 Million in Neighborhood Stabilization Program 2 (NSP2) Funds from the U.S. Department of Housing & Urban Development as a part of the American Recovery Reinvestment Act (ARRA). The total amount of the contracts will be in an amount of \$503,505 for four (4) new NSP2 units. The expenditure increased amount of the 10% for contingencies would be \$50,350.</p>	
RECOMMENDATION	<p>Approval the resolution.</p>	
CITIZEN PARTICIPATION	<p>The NSP2 Program followed the requirements outlined in the HUD Notice of Funds Available (NOFA) and is consistent with the City's priorities in the Five (5)-Year Consolidated Plan.</p>	

BACKGROUND

These projects are consistent with the City's application for funding to HUD through the NSP2 Program. In January 2010, a funding agreement was executed allocating \$8,602,359 to the City of Little Rock Consortium. The funds are to be used for the acquisition and redevelopment of abandoned, foreclosed and nuisance properties for low to moderate income beneficiaries. Staff received formal construction bids for the addresses of the four (4) NSP2 new construction units: 1400 South Booker Street; 1406 South Booker Street; 3109 West 13th Street; and 1521 South Maple Street. The construction companies include JHL Builders (\$248,350), Construction 313 (\$125,235) and Craig Custom Construction (\$129,920).