CDBG Program Administration Agreement

Between the
City of Norton Shores
And
City of Muskegon

An agreement made and entered into this 24th day of May, 2011, by and between the City of Muskegon; a Michigan municipal corporation ("Muskegon"), and the City of Norton Shores, a Michigan municipal corporation ("Norton Shores"), with reference to the following facts;

Background

Norton Shores desires that Muskegon assume responsibilities for the administration of the Norton Shores’ Community Development and Block Grant ("CDBG") Program.

Therefore, the parties agree as follows:

1. **Administration of CDBG Program.** Muskegon agrees to assume responsibility for the preparation and submission of the following CDBG documents on behalf of Norton Shores:
   a. Federal Application 424, narratives, project tables, certifications, Environmental Summary, Combined Notice of no Significant Findings and Intent to Release Funds.
   e. CDBG liens for projects, in accordance with HUD guidelines and regulations, as well as any other applicable Norton Shores requirements.
   f. Preparation of quarterly reports to comply with CAPER, maintaining sub-recipient contract format for the City of Norton Shores’ contract with the American Red Cross and CALL 211.
   g. IDIS reporting will be done by the City of Muskegon. Norton Shores will continue to do its own draw-downs.

   Norton Shores shall provide Muskegon with a copy of all forms previously used by Norton Shores, and Muskegon shall provide a copy of the above reports to Norton Shores upon completion. Norton Shores will continue to publish its own public notices.

2. **Terms of CDBG Fund Payments.** Muskegon shall submit payment request for release of CDBG funds to Norton Shores’ Finance Department, and Norton Shores shall remit payment within 10 days of a payment request by Muskegon.

3. **Administration Fee.** Norton Shores shall pay Muskegon the maximum CDBG allowable costs minus $1,000 (for legal work, etc) per program year for administration of CDBG program. Payment shall be made by way of quarterly payments beginning on July 1, 2011.
4. **Terms of the Contract.** The parties agree that this contract shall be effective July 1, 2011 through June 30, 2013. In addition, either party may terminate this Agreement at any time, and for any reason, upon 45 days written notice to the other party. Upon termination of the contract, Muskegon shall owe Norton Shores a pro rata return of the unearned Administration Fee paid to date.

5. **Building Inspection.** Norton Shores’ Building Inspection Department will perform all inspections for CDBG projects and submit the inspection reports to Muskegon for inclusion in the relevant project file.

6. **Purchasing Guidelines.** Muskegon and Norton Shores agree to evaluate the current CDBG program purchasing guidelines used by Norton Shores and establish a written quotation and sealed project bid system acceptable to both parties.

7. **General Provision.**
   a. **Non-Waiver.** No waiver by any party of any provision of this Agreement shall constitute a waiver by such party of such provision on any other occasion or a waiver by such party of any other provision of this Agreement.
   b. **Severability.** Should any provision of this Agreement be determined to be invalid, unlawful, or unenforceable in any respect, the validity, legality, and enforceability of the remaining provisions shall not in any way be impaired or affected.
   c. **Assignment or Delegation.** Neither party may assign all or any portion of its rights and obligations in this Agreement without the express prior written approval of the other party which approval may be withheld for any reason.

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City of Muskegon  

By [Signature]  

Stephen J. Warrington, Mayor  

By [Signature]  

Ann-Marie Becker, Clerk

City of Norton Shores  

By [Signature]  

Gary Nelund, Mayor  

By [Signature]  

Lynne A. Fuller, Clerk
RESOLUTION

NOW THEREFORE BE IT RESOLVED that the City Council authorizes the Mayor and City Clerk to execute the CDBG Program Administration Agreement between the City of Norton Shores and the City of Muskegon for the administration of the City of Norton Shores CDBG Program.

At a regular meeting of the City Council of the City of Norton Shores, held at the Norton Shores Branch Library, 705 Seminole Road, on the 17th day of May 2011, the foregoing resolution was moved for adoption by Council Member Wiersma. The motion was supported by Council Member Ostrom.

Ayes: Mayor Nelund, Council Members Beecham, Dolack, Martinez, Ostrom, Rood, Wiersma and Wood

Nays: None

Resolution declared adopted.

Lynne A. Fuller, City Clerk