

BUFFALO ERIE NIAGARA LAND IMPROVEMENT CORPORATION

MEMORANDUM

TO: Board of Directors, Buffalo Erie Niagara Land Improvement Corporation
FROM: Brendan Mehaffy, Chairperson
SUBJECT: **Resolution #2016-32** Approve Bid for Complete Project of 22 Allegany
DATE: **July 21, 2016**

DISCUSSION:

BENLIC acquired the property of 22 Allegany, Kenmore via donation from JP Morgan Chase Bank NA. Conveyance of title to BENLIC occurred on January 22, 2016. BENLIC endeavors to rehabilitate and resell the property to a responsible moderate-income homebuyer in accordance with a grant agreement between BENLIC and the New York State Office of the Attorney General. An average development budget for a residential rehabilitation property as part of the 2nd Round of Attorney General funding is \$75,000. Exterior improvements have been completed. An architect was engaged to complete construction notes and drawings for the remaining work on the property. The bid for Complete Project was put out on June 24, 2016. A pre-bid walk-thru was held on July 12, 2014.



ACTION:

WHEREAS, the Buffalo Erie Niagara Land Improvement Corporation wishes to approve a bid and enter into contract for Complete Project construction services for the improvement of the property of 22 Allegany Ave., Village of Kenmore, New York; and

WHEREAS, pursuant to the Corporation's Procurement Policy section B(2)(c), the desired services were put out to bid on June 24, 2016 with a deadline to submit bids of July 21, 2016; and

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WHEREAS, the bids of the various bidders are presented in the table below:

<i>Architect/ BENLIC Estimate</i>	<i>\$80,476.58</i>		
CONTRACTOR	BID PRICE	MBE/ WBE?	COMMENT
RJ Properties	\$61,000		
Sunset Custom Homes	\$90,000		
P&D Construction	\$97,500		
HOI Builders Inc.	\$107,000		
DiPaolo & Sons Inc.	\$114,990		

RESOLVED, that the BENLIC Board of Directors, pursuant to section B(4) of the Corporation's Procurement Policy hereby rejects the bid from RJ Properties of \$61,000 for reason that the bid provide is significantly below the estimate for the entire scope of work as prepared by BENLIC, and be it further,

RESOLVED, that the BENLIC Board of Directors approves the bid of Sunset Custom Homes of *not to exceed* \$90,000, and authorizes the execution of a contract for said amount to perform Complete Project construction services to the property of 22 Allegany for the benefit of BENLIC and in accordance of a grant between BENLIC and grant project funder, the New York State Attorney General's Office; and be it further,

RESOLVED, that this Resolution, approving the bid of Sunset Custom Homes Inc., 3172 South Park Ave. Lackawanna NY 14218 shall take effect immediately.