Economic Development and Housing Department

# GARDEN GROVE G

Notice of Funding Availability

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Proposals Due January 9

# APPLY NOW

ggcity.org/neighborhoodimprovement/hud-nofa



(714) 741-5131

danay@ggcity.org

# I. <u>Introduction</u>

The City of Garden Grove Economic Development and Housing Department (City) is pleased to announce the release of this Notice of Funding Availability (NOFA) for \$120,000 in funding to operate the City's Home Repair Program, which is supported by Community Development Block Grant (CDBG) funding.

The CDBG Program provides federal assistance from the U.S. Department of Housing and Urban Development (HUD) to the largest localities in the country. The primary objective of the CDBG Program is the development of viable urban communities, principally for low-income persons (LMI), through:

- i. Decent housing;
- ii. Suitable living environment; and
- iii. Expanded economic opportunity.

Since 1974, the CDBG Program has provided a flexible source of annual funding to communities nationwide. The program offers local governments, with citizen participation, the opportunity to fund certain projects, programs, and/or public services provided that these meet one of three National Objectives:

- i. Benefit low-income (LMI) persons;
- ii. Prevent or eliminate slums and blight; and
- iii. Meet an urgent need.

This program is aligned with the U.S. Department of Housing and Urban Development (HUD) objectives, aiming to enhance housing safety, habitability, and affordability for low-income homeowners.

The City seeks qualified organizations to administer the Home Repair Program. Successful program operators will implement the program in adherence to CDBG requirements and assist homeowners with health and safety repairs.

# II. <u>NOFA Overview</u>

Sealed applications are due by <u>January 9, 2025 at 5:00 pm</u> to the Neighborhood Improvement Division, located at 11222 Acacia Parkway, Garden Grove, CA 92840, Third Floor. This NOFA is available on the City website: <u>https://ggcity.org/neighborhood-improvement/hud-nofa</u> or can be requested by emailing Dana Yang at <u>danay@ggcity.org</u>.

The use of the term "firm" throughout this NOFA means: Individual Proprietor, Partnership, Limited Liability Company, Corporation or Joint Venture. Responses must conform to the requirements outlined in this NOFA, and the City reserves the right to waive any irregularities or to reject any application.

The successful firm will be required to enter into an agreement, which will include the requirements of this NOFA as well as other local and federal requirements (see Attachment A for the draft agreement). The City intends to enter into a one-year agreement with the selected firm. The contract will be reviewed for performance annually, and the selected firm, at the sole discretion of the City, may be authorized to sign a maximum of four (4) one-year contract extensions. By submitting a proposal, the proposing firm agrees to all the terms in this NOFA.

The recommendation for the selected firm will be presented to the Neighborhood Improvement Conservation Commission (NICC) on March 3, 2025 and City Council in April 2025. The City looks to the firm to present a high-quality scope of work and cost-effective fee budget for the period of one year from the effective date of the agreement as a part of their submittal. The fee proposal should not exceed \$120,000 per year.

## III. Program Overview and Scope of Work

The City's Home Repair Program is federally funded by the Community Development Block Grant (CDBG) and is therefore required to adhere to all U.S. Department of Housing and Urban Development (HUD) requirements. This program provides home repair grants up to \$5,000 for owner-occupied single-family homes, concentrating on health and safety code repairs. For the program year from July 1, 2025, to June 30, 2026, the City, in partnership with the selected program operator, will provide minor rehabilitation services for 20 single-family homes.

### **Service Provider Requirements**

The selected program operator will be responsible for:

### 1. Initial Inspection and Assessment

- Conduct an initial walkthrough of the property to assess the scope of rehabilitation.
- Identify and prioritize repair items based on health, safety, and code compliance.
- Provide a detailed cost estimate.
- If subcontracting, coordinate with homeowners and subcontractors to prepare competitive bids for the proposed work.

### 2. Scope Development and Budget Coordination

- Collaborate with homeowners and subcontractors to develop a scope of work that aligns with the available budget, which includes up to \$5,000 from the City and any additional homeowner contributions.
- Ensure clear communication with homeowners regarding the total project cost and obtain their approval before proceeding.
- If necessary, negotiate with subcontractors to adjust pricing to fit within the established budget.

### 3. Home Improvement Services.

- Perform the approved rehabilitation work directly or manage subcontractors to ensure timely and high-quality execution.
- Eligible repairs include: exterior painting, window replacement, termite and pest remediation, electrical, plumbing, and HVAC repairs or replacements, handicap accessibility modifications, such as wheelchair ramps, grab bars, and walk-in showers, and roof repairs or replacements.
- Verify that all contractors and subcontractors are properly licensed, insured, and eligible to work on HUD-funded projects.
- Work closely with the City's Building Department to ensure all necessary permits are obtained and procedures followed.

### 4. Construction Management

- Oversee and coordinate all rehabilitation activities.
- Ensure adherence to City standards and compliance with building codes.
- Provide progress updates to the City and maintain regular communication with homeowners.

### 5. Mold/Asbestos/Lead-Based Paint Abatement

- Ensure compliance with federal regulations regarding mold, asbestos, and leadbased paint abatement.
- Applicants must have prior experience and appropriate certifications for handling environmental hazards.
- Implement safe work practices and complete necessary testing and clearance procedures as required by HUD and City standards.

### 6. **Performance Measures**

- Maintain a project timeline that ensures efficient use of resources and timely completion.
- Conduct a final walkthrough with homeowners to confirm their satisfaction and ensure all work is completed to their expectations.
- Obtain final approval from the City Building Inspector before issuing payments.
- Submit a final invoice to the City upon completion of all rehabilitation activities.

### **Budget Overview**

- Project Budget (Rehabilitation of 20 homes): \$100,000
- Activity Delivery Costs: \$20,000
- **Total Budget:** \$120,000

The selected program operator will ensure all project costs align with the approved budget and provide detailed documentation for program reporting. Payments will be issued within 30 days of project approval by the City Building Inspector.

This comprehensive scope of work ensures that program participants benefit from professional, high-quality rehabilitation services that address critical home repair needs while supporting the City's commitment to improving housing conditions for its residents.

# IV. Program Operator Services

The Applicant shall include the information outlined below in a manner which demonstrates the Proposer's competence and qualifications for the satisfactory performance of the services identified in this NOFA.

The City is requesting that applications contain the following information in the ensuing order:

- 1. **Table of Contents:** A table of contents shall be provided that identifies the page numbers where to find the various sections included in the proposal.
- 2. Letter of Interest: A letter expressing the firm's interest in being considered, introduces the firm's members and outlines the proposed services.
- 3. **Organization Overview and Description:** Please describe the organizational structure of the firm that will be performing the Scope of Work. Define the relationship between administrative support and project management staff. Please also include the billing rates for the proposed project manager and all other applicable staff. A project manager must be designated and must be the principal contact for the City. Please indicate if any persons employed by your agency have been debarred by HUD or are otherwise prohibited from entering into contracts with any Federal agency. (5-page maximum).
- 4. **Program Manager & Key Staff Experience:** For key team members, please provide recent examples of experience with managing similar programs for other local government jurisdictions (city or county). For each, please include a detailed description of the jurisdiction, work performed, and types and number of projects completed on an annual basis. Please also provide the name, title, phone number and email address of at least one (1) reference for each jurisdiction who can attest to the quality and effectiveness of the team's work. For each project, give a brief statement of the firms and project team's adherence to schedule and budget, the success of the process and outcome. (5-page maximum).
- 5. **Organizational Viability:** Provide most current unaudited financial statements and the last three years of audited financial statements, and any other information that establishes the financial capacity of the administrator/developer to undertake and complete the proposed project.
- 6. Scope of Work, Fee Proposal, and Schedule: Please provide a detailed scope of work for a period of one year from the contract effective date, task-by-task fee proposal not to exceed \$120,000 and task-by-task schedule. At a minimum, the proposal should address the administration tasks for the Home Repair Program including:

- Initial Inspection and Assessment
- Preparing scope of work and budgets
- Construction management
- Documentation and Reporting
- Environmental and Safety Compliance
- Project close out

Firms are invited to propose provision of additional services and deliverables. If the firm would charge additional fees to any related party, please describe the cost and services provided for those fees. The overall fee proposal should not exceed \$120,000.

- 7. **Comments/Questions on the City Standard Agreement**: The City's standard agreement, which the firm will be required to sign, is attached for your consideration (see Attachment A). If the firm has any questions/concerns related to the standard form contract, they must be submitted in writing with your response to this NOFA.
- 8. Acknowledgement of California Public Records Act: The firm to include a statement as follows: "Contractor understands that all documents submitted to the City in connection with the proposal are subject to the California Public Records Act and may be disclosed without notice to Contractor."

# V. Selection Criteria

The Internal Review Committee (IRC) will review and rank the submitted proposals according to the following criteria:

- 1. **Qualifications and Experience:** The quality and experience of the Program Manager and key staff persons who will be assigned to work with the City of Garden Grove's Home Repair Program. (25 points)
- 2. **Organizational Capacity:** Strength and financial stability of the agency. Narrative summary of administrative program, including required and anticipated services; relevance of project approach to providing services. Capacity to provide professional services in a timely and quality manner. (35 points)
- 3. Budget: Demonstrated ability to perform on schedule and within budget. (15 points)
- 4. **Record of Performance:** The firm's past experience and demonstrated success working with cities, or similar programs, including experience working with diverse low-income communities. (15 points)
- 5. Quality of Application: Clarity, comprehensiveness and organization that demonstrates strategic thinking, creative and innovative approaches, an understanding of best practices, and delivery of services to specialized populations low-income seniors and/or persons with disabilities. (10 points)

After review of the submitted applications, the City may invite some or all firms to present their qualifications and proposed approach or may decide to select the operator without conducting interviews and enter into contract negotiations directly. Applicant interviews, if necessary, are anticipated to be conducted according to the schedule provided in Section VI. Details of the

interview process will be provided along with the invitation to present. The final selection will be based on the submitted proposals, interview and reference checks.

# VI. Calendar of Events

The following outlines the timeline for the NOFA process. The City will utilize its Internal Review Committee (IRC) to evaluate the applicant submittals. The selection panel may contact references, investigate previous projects, interview some or all of the project team members, and consider any other information in their evaluation of the project applications. The City reserves the right to request clarification, additional information, and/or schedule interviews with applicants.

NOFA Issued	December 9, 2024
Proposals Due	January 9, 2025
Applicant Interviews	January 27-31, 2025
IRC Review Period Completed	February 6, 2025
Neighborhood Improvement and Conservation Commission Presentation	March 3, 2025
City Council Presentation	April 2025
Award/Denial Notification Letters	May 2025
Agreement Execution	June 2025

# VII. Application Instructions and Requirements

### **Eligible Applicants**

This NOFA is open to all qualified organizations with experience in Residential Rehabilitation Program Administration. Applicants must adhere to the following submission process to be considered:

### **Electronic Submission:**

- Submit a complete electronic copy of the proposal by following the instructions provided on the online portal.
- A digital version of the application and submission guidelines can be accessed on the City's website: <u>https://ggcity.org/neighborhood-improvement/hud-nofa</u>

### Hard Copy Submission:

• Submit five (5) hard copies of the proposal, organized according to the order specified in this NOFA, by January 9, 2025, at 5 PM.

• Proposals must be delivered to the following address:

Dana Yang Office of Economic Development and Housing Department City of Garden Grove 11222 Acacia Parkway Garden Grove, CA 92840

• Note: Proposals may <u>not</u> be submitted by fax or email. The City reserves the right to request additional information or clarifications before making funding decisions.

### **Questions and Clarifications:**

• Questions regarding the application process can be directed to **Dana Yang** via email at **danay@ggcity.org** or by phone at (714) 741-5131.

### Submittal Deadline

• All applications must be submitted by January 9, 2025, at 5 PM. Late submissions will not be considered.

### Mailing Address

Hard Copies: 11222 Acacia Parkway, Garden Grove, CA 92840 ATTN: Dana Yang 11222 Acacia Pkwy, Garden Grove, CA 92842

Applicants are encouraged to confirm receipt of their submissions to ensure timely delivery.

Attachment A Draft Agreement

### CONSULTANT AGREEMENT

### [Service Provider]

### Home Repair Program

**THIS AGREEMENT** is made and entered into this \_\_\_\_\_ **day of July 2025**, by and between the **CITY OF GARDEN GROVE**, a municipal corporation of the State of California, hereinafter referred to as "CITY," and **[Service Provider]**, a California nonprofit religious corporation, hereinafter referred to as "CONSULTANT."

### **RECITALS**

The following recitals are a substantive part of this Agreement:

- 1. The CITY has applied for and received Community Development Block Grant (CDBG) funds from the U.S. Department of Housing and Urban Development (HUD) under Title I of the Housing and Community Development Act of 1974, Public Law 93-383 as amended;
- 2. The CITY wishes to engage the CONSULTANT to assist the CITY in utilizing such funds (for purposes of the Agreement, collectively referred to as CDBG funds) to provide rehabilitation and construction management services for the City's Home Repair Program participants; and
- 3. The provision of this service is an eligible expenditure of available CDBG funds of the CITY.

### **AGREEMENT**

THE PARTIES MUTUALLY AGREE AS FOLLOWS:

- 1. **Term of Agreement.** This Agreement shall continue in effect through June 2026 unless terminated sooner. The term of this Agreement and the provisions herein shall be extended to cover any additional time period during which the CONSULTANT remains in control of CDBG funds or other assets. The parties may by written amendment to this agreement extend this agreement for additional one year terms.
- 2. <u>Services to be Provided</u>. The services to be performed by CONSULTANT shall consist of the following:
  - 2.1. <u>Activities</u>. The CONSULTANT will be responsible for administering the Home Repair Program as set forth in the Proposal in a manner satisfactory to the CITY, in accordance with all applicable grant fund requirements, and consistent with any standards required as a condition of providing these funds.

- 2.2. Scope of Services. In addition to the normal administrative services required as part of this Agreement, the CONSULTANT agrees to provide the levels of program services set forth in Attachment "A" hereto ("Consultant's Proposal"), which attachment is incorporated herein by reference. PERMITS AND CODES. All work shall be performed in conformance with applicable laws, ordinances, regulations, and orders whether or not such applicable laws, ordinances, regulations and orders are specified in this AGREEMENT or the attachments hereto. If any discrepancy is discovered in the AGREEMENT in relation to any such law, ordinance, regulation, or order, CONSULTANT shall immediately notify CITY of the discrepancy. The CONSULTANT agrees to secure and pay for all necessary permits and licenses required for the performance of work under this AGREEMENT in compliance with applicable federal, state and local laws, regulations and requirements, including local but not limited to building and housing codes, whether or not specified in the Scope of Work.
- 2.3. <u>Performance Monitoring</u>. The CITY will monitor the performance of the CONSULTANT against goals and performance standards required herein. Substandard performance as determined by the CITY will constitute non-compliance with this Agreement. If action to correct such substandard performance is not taken by the CONSULTANT within a reasonable period of time after being notified by the CITY, Agreement suspension or termination procedures may be initiated.
- 2.4 <u>Performance Objectives</u>. CONSULTANT represents and warrants that the activities carried out with CDBG Funds provided under this Agreement will meet one or more of the CDBG program's National Objectives: 1) benefit low/moderate income persons; 2) aid in the prevention or elimination of slums or blight; or 3) meet community development needs having a particular urgency as defined in Title 24 of the Code of Federal Regulations ("24 CFR") Part 570.208.
- 3. **<u>Compensation</u>**. CONSULTANT shall be compensated as follows:
  - 3.1. <u>Amount</u>. It is expressly agreed and understood that the total amount to be paid by the CITY under this Agreement shall not exceed \$120,000.
  - 3.2. <u>Not to Exceed</u>. Compensation under this Agreement shall not exceed ONE HUNDRED TWENTY THOUSAND DOLLARS (\$120,000.00), payable in arrears and in accordance with the Proposal in Attachment "A."
  - 3.3. <u>Payment Schedule</u>. Payment shall be made to CONSULTANT through the submission to the CITY of invoices detailing actual expenses. CONSULTANT shall be reimbursed for work performed in accordance with Attachment "A."

- 3.4. <u>Records of Expenses</u>: CONTRACTOR shall keep complete and accurate records of all costs and expenses incidental to services covered by this Agreement. These records will be made available at reasonable times to CITY.
- 3.5. <u>Documentation</u>. CONSULTANT, at such times and in such forms as CITY or HUD may require, shall furnish CITY or HUD such statements, records, reports, data, and information as CITY or HUD may require pertaining to its performance of services hereunder and other matters covered by this Agreement.
- 3.6. <u>Findings Confidential</u>. All of the reports, information and data prepared or assembled by the CONSULTANT under this Agreement, are confidential, and the CONSULTANT agrees that such materials shall not be made available to any individual or organization without the prior written approval of CITY.
- 3.7. <u>Inspections</u>. CONSULTANT shall make its records and data available for inspection and audit to CITY or HUD officials with respect to all matters covered by this Agreement. Inspection and audit may be made at any time during normal business hours, after reasonable notice.
- 4. <u>General Conditions</u>. During the performance of this Agreement, the CONSULTANT agrees as follows:
  - 4.1. <u>General Compliance</u>. The CONSULTANT agrees to comply with the requirements of Title 24 Code of Federal Regulations, Part 570 of the Housing and Urban Development regulations concerning Community Development Block Grants (CDBG) and all federal, state and local laws and regulations governing the funds provided under this Agreement. The CONSULTANT further agrees to utilize funds available under this Agreement to supplement, rather than supplant, funds otherwise available.
  - 4.2. <u>Notices</u>. All notices shall be personally delivered or mailed to the below listed addresses, or to such other addresses as may be designated by written notice. These addresses shall be used for delivery of service of process.

Addresses of CITY and CONSULTANT are as follows:

Address of CITY is as follows:	(with a copy to):
CITY of Garden Grove Attn: Economic Development and Housing Dept.	CITY of Garden Grove Attn: CITY Attorney
11222 Acacia Pkwy Garden Grove, CA 92840	11222 Acacia Pkwy Garden Grove, CA 92840

Address of CONSULTANT is:

Attn: \_\_\_\_\_ Address

- 4.3. <u>Independent Contractor</u>. Nothing contained in this Agreement is intended to, or shall be construed in any manner, as creating or establishing the relationship of employer/employee between the parties. The CONSULTANT shall at all times remain an independent contractor with respect to the services to be performed under this Agreement. All persons employed for the performance of services and functions hereunder shall be officers, agents, or employees (including volunteers) of the CONSULTANT and shall have no entitlement in wages, pension, civil service, or any status or rights with CITY. The CITY shall be exempt from payment of all Unemployment Compensation, FICA, retirement, life and/or medical insurance and Workers' Compensation Insurance, as the CONSULTANT is an independent contractor.
- 4.4. Hold Harmless. CONSULTANT agrees to protect, defend, and hold harmless CITY and its elective or appointive boards, officers, agents, and employees from any and all claims, liabilities, expenses, or damages of any nature, including, without limitation, reasonable attorneys' fees, for injury or death of any person, or damage to property, or interference with use of property, arising out of, or in any way connected with performance of services under the Agreement by CONSULTANT, CONSULTANT's agents, officers, employees, subcontractors, or independent contractors hired by CONSULTANT. The only exception to CONSULTANT's responsibility to protect, defend and hold harmless CITY, is due to the sole negligence of CITY, or any of its elective or appointive boards, officers, agents, or employees. This hold harmless Agreement shall apply to all liability regardless of whether any insurance policies are applicable. The policy limits do not act as a limitation upon the amount of indemnification to be provided by CONSULTANT.
- 4.5. <u>Recapture of Funds</u>. CITY shall have the right to recapture all or a portion of CDBG funds dispersed to CONSULTANT, should CONSULTANT fail to comply with all of the terms and conditions of this Agreement, or refuse to accept any conditions which may subsequently be imposed by HUD for the operation of the CDBG Program. Such recapture shall include all costs of recovery incurred by CITY or HUD, including attorney fees, if any.
- 4.6. <u>Non-Liability of Officials and Employees of the CITY</u>. No official or employee of CITY shall be personally liable to CONSULTANT in the event

of any default or breach by CITY, or for any amount which may become due to CONSULTANT.

- 4.7. <u>Disclosure of Documents</u>. All documents or other information developed or received by CONSULTANT are confidential and shall not be disclosed without written authorization by CITY, unless disclosure is required by law.
- 4.8 <u>Ownership of Work Product</u>. All documents or other information developed or received by CONSULTANT shall be the property of CITY. CONSULTANT shall provide CITY with copies of these items upon demand or upon termination of this Agreement.
- 4.9 <u>Insurance Requirements.</u>

(a) <u>COMMENCEMENT OF WORK</u>. CONSULTANT shall not commence work under this Agreement until all certificates and endorsements have been received and approved by the CITY. Subcontractors shall provide the same insurance as required herein of CONSULTANT, and shall not commence work until all certificates and endorsements have been received and approved. CONSULTANT shall be responsible to collect and maintain all insurance from Subcontractors, and shall provide the insurance to the CITY upon request. All insurance required by this Agreement shall contain a Statement of Obligation on the part of the carrier to notify the CITY of any material change, cancellation, or termination at least thirty (30) days in advance.

(b) <u>WORKERS COMPENSATION INSURANCE</u>. For the duration of this Agreement, CONTRACTOR and all subcontractors shall maintain Workers Compensation Insurance in the amount and type required by California law, if applicable. A waiver of subrogation endorsement shall be provided waiving subrogation against the City of Garden Grove, its officers, officials, agents, employees, and volunteers.

(c) <u>INSURANCE AMOUNTS</u>. CONTRACTOR shall maintain the following insurance for the duration of this Agreement:

(i) Commercial General Liability in the amount not less than \$1,000,000 per occurrence; (**claims made and modified occurrence policies are <u>not</u> acceptable**); Insurance companies must be acceptable to CITY and have an AM Best's Guide Rating of A-, Class VII or better, as approved by the CITY.

 (ii) Automobile Liability in an amount not less than \$1,000,000 combined single limit; (claims made and modified occurrence policies are not acceptable); Insurance companies must be acceptable to CITY and have an AM Best's Guide Rating of A-, Class VII or better, as approved by the CITY.

(iii) Commercial Crime Policy in an amount not less than \$100,000 and sufficient to protect Agreement Assets from loss due to employee theft; forgery and alteration; theft, disappearance and destruction – inside and outside; and computer fraud. (claims made and modified occurrence policies are not acceptable); Insurance companies must be acceptable to CITY and have an AM Best's Guide Rating of A-, Class VII or better, as approved by the CITY. Coverage must be called out on the insurance certificate.

An Additional Insured Endorsement, **ongoing and completed operations,** for the policy under section 4.9 (c)(i) shall designate the City of Garden Grove, and its respective officers, officials, employees, agents, and volunteers as additional insureds for liability arising out of work or operations performed by or on behalf of the CONSULTANT. CONSULTANT shall provide to CITY proof of insurance and endorsement forms that conform to CITY'S requirements, as approved by the CITY.

An Additional Insured Endorsement for the policy under section 4.9 (c)(ii) shall designate City of Garden Grove, and its respective officers, officials, employees, agents, and volunteers as additional insureds for automobiles owned, leased, hired, or borrowed by the CONSULTANT. CONSULTANT shall provide to CITY proof of insurance and endorsement forms that conform to CITY'S requirements, as approved by the CITY.

A Loss Payee Endorsement for commercial crime policies under section 4.9(c)(iii) shall designate the City of Garden Grove as loss payee due to employee theft; forgery and alteration; disappearance and destruction – inside and outside; computer fraud, and any other losses covered by the commercial crime policy.

For any claims related to this Agreement, CONSULTANT's insurance coverage shall be primary insurance as respects City of Garden Grove, and its respective officers, officials, employees, agents, and volunteers. Any insurance or self-insurance maintained by the City of Garden Grove, and/or their officers, officials, employees, agents, or volunteers shall be excess of the CONSULTANT's insurance and shall not contribute with it.

If CONSULTANT maintains higher insurance limits than the minimums shown above, CONSULTANT shall provide coverage for

the higher insurance limits otherwise maintained by the CONSULTANT.

- This Agreement constitutes the entire Agreement 4.10. Amendments. between the parties and supercedes any previous agreements, oral or written. CITY or CONSULTANT may amend this Agreement at any time, provided that such amendments make specific reference to this Agreement, and are executed in writing, signed by a duly authorized representative of both organizations, and approved by the CITY's governing body. Such amendments shall not invalidate this Agreement, nor relieve or release CITY or CONSULTANT from its obligations under this Agreement. CITY may in its discretion, amend this Agreement to conform with federal, state, or local governmental guidelines, policies, and available funding, the scope of services, or schedule of, the activities to be undertaken as part of this Agreement. Such modifications will be incorporated only by written amendment signed by both CITY and CONSULTANT.
- 4.11. Suspension or Termination. Either party may terminate this Agreement at any time by given written notice to the other party of such termination and specifying the effective date thereof at least 30 days before the effective date of such termination. Partial terminations of the Scope of Services in Section 2 above may only be undertaken with the prior approval of CITY. In the event of any termination for convenience, all finished or unfinished documents, data, studies, surveys, maps, models, photographs, reports, or other materials prepared by CONSULTANT under this Agreement shall, at the option of the CITY, become the property of the CITY, and CONSULTANT shall be entitled to receive just and equitable compensation for any satisfactory work completed on such documents or materials prior to the termination. CITY may also suspend or terminate this Agreement, in whole or in part, if CONSULTANT materially fails to comply with any term of this Agreement, or with any of the rules, regulations, or provisions referred to herein; and the CITY may declare the CONSULTANT ineligible for any further participation in CITY agreements, in addition to other remedies as provided by law. In the event there is probable cause to believe the CONSULTANT is in noncompliance with any applicable rules or regulations, the CITY may withhold up to fifteen (15) percent of said Agreement funds until such time as the CONSULTANT is found to be in compliance by the CITY, or is otherwise adjudicated to be in compliance.
- 4.12. <u>CONSULTANT's Proposal</u>. This Agreement shall include CONSULTANT's proposal or bid which is incorporated herein as Attachment A. In the event of any inconsistency between the terms of the proposal and this Agreement, this Agreement shall govern.

- 4.13. <u>Licenses, Permits, and Fees</u>. At its sole expense, CONSULTANT shall obtain a Garden Grove Business License, all permits, and licenses or certification as may be required by this Agreement.
- 4.14. <u>Familiarity with Work</u>. By executing this Agreement, CONSULTANT warrants that: (1) it has investigated the work to be performed; (2) it has investigated the site of the work and is aware of all conditions there; and (3) it understands the facilities, difficulties, and restrictions of the work under this Agreement. Should CONSULTANT discover any latent or unknown conditions materially differing from those inherent in the work or as represented by CITY, it shall immediately inform CITY of this and shall not proceed, except at CONSULTANT's risk, until written instructions are received from CITY.
- 4.15. <u>Time of Essence</u>. Time is of the essence in the performance of this Agreement.
- 4.16. <u>Authority to Execute</u>. The persons executing this Agreement on behalf of the parties warrant that they are duly authorized to execute this Agreement and that by executing this Agreement, the parties are formally bound.
- 4.17. <u>Waiver</u>. All waivers of the provisions of this Agreement must be in writing by the appropriate authorities of CITY and CONSULTANT.
- 4.18. <u>California Law</u>. This Agreement shall be construed in accordance with the laws of the State of California. Any action commenced about this Agreement shall be filed in the central branch of the Orange County Superior Court.
- 4.19. <u>Interpretation</u>. This Agreement shall be interpreted as though prepared by both parties.
- 4.20. <u>Preservation of Agreement</u>. Should any provision of this Agreement be found invalid or unenforceable, the decision shall affect only the provision interpreted, and all remaining provisions shall remain enforceable.

### 5. Section 3 Covered Assistance

- 5.1 Policies and Procedures. Where CONSULTANT receives CDBG Funds for work arising in connection with housing rehabilitation, housing construction, or other public improvements, the requirements of Section 3 of the Housing and Urban Development Act of 1968 shall apply as follows:
  - (a) The work to be performed under this Agreement is subject to the requirements of Section 3 of the Housing and Urban Development

Act of 1968, as amended, 12 U.S.C. 170lu (Section 3). The purpose of Section 3 is to ensure that employment and other economic opportunities generated by HUD assistance or HUD-assisted projects covered by Section 3, shall, to the greatest extent feasible, be directed to low- and very low-income persons, particularly persons who are recipients of HUD assistance for housing.

- (b) The parties to this Agreement agree to comply with HUD's regulations in 24 CFR Part 135, which implement Section 3. As evidenced by their execution of this Agreement, the parties to this Agreement certify that they are under no contractual or other impediment that would prevent them from complying with the Part 135 regulations.
- (c) The CONSULTANT agrees to send to each labor organization or representative of workers with which the CONSULTANT has a collective bargaining agreement or other understanding, if any, a notice of advising the labor organization or workers' representative of the CONSULTANT's commitments under this Section 3 clause, and will post copies of the notice in conspicuous places at the work site where both employees and applicants for training and employment positions can see the notice. The notice shall describe the Section 3 preference, shall set forth minimum number of job titles subject to hire, availability of apprenticeship and training positions, the qualifications for each; and the name and location of the person(s) taking applications for each of the positions; and the anticipated date the work shall begin.
- (d) The CONSULTANT shall include this Section 3 clause in every subcontract subject to compliance with regulations in 24 CFR Part 135, and agrees to take appropriate action, as provided in an applicable provision of the subcontract or in this Section 3 clause, upon a finding that the subcontractor is in violation of the regulations in 24 CFR Part 135. The CONSULTANT will not subcontract with any subcontractor where the CONSULTANT has notice or knowledge that the subcontractor has been found in violation of the regulations in 24 CFR Part 135.
- (e) The CONSULTANT will certify that any vacant employment positions, including training positions, that are filled (1) after the Subrecipient is selected but before the Agreement is executed, and (2) with persons other than those to whom the regulations of 24 CFR Part 135 require employment opportunities to be directed, were not filled to circumvent the CONSULTANT's obligations under 24 CFR Part 135.

(f) Noncompliance with HUD's regulations in 24 CFR Part 135 may result in sanctions, termination of this Agreement for default, and debarment or suspension from future HUD assisted contracts.

### 6. **Documentation and Record-Keeping.**

- 6.1. <u>Records to be Maintained</u>. The CONSULTANT shall maintain all records required by the federal regulations specified in 24 CFR Part 570.506, and that are pertinent to the activities to be funded under this Agreement. Such records shall include but not be limited to:
  - a. Records providing a full description of each activity undertaken;
  - b. Other records necessary to document compliance with Subpart K of 24 CFR 570.
- 6.2. <u>Retention</u>. The CONSULTANT shall retain all records pertinent to expenditures incurred under this Agreement for a period of three (3) years after the termination of all activities funded under this Agreement, or after the resolution of all Federal audit findings, whichever occurs later. Records for non-expendable property acquired with funds under this Agreement shall be retained for three (3) years after final disposition of such property. Records for any displaced person must be kept for three (3) years after he/she has received final payment.
- 6.3. <u>Client Data</u>. The CONSULTANT shall maintain client data demonstrating client eligibility for services provided. Such data shall include, but not be limited, to client name, address, income level or other basis for determining eligibility, and description of service provided. Such information shall be made available to CITY monitors or their designees for review upon request.
- 6.4. <u>Disclosure</u>. The CONSULTANT understands that client information collected under this Agreement is private and the issue or disclosure of such information, when not directly connected with the administration of the CITY's or CONSULTANT's responsibilities with respect to services provided under this Agreement, is prohibited unless written consent is obtained from such person receiving service and, in the case of a minor, that of a responsible parent/guardian.
- 6.5. <u>Close-Outs</u>. CONSULTANT's obligation to the CITY shall not end until all close-out requirements are completed. Activities during this close-out period shall include, but are not limited to: making final payments, disposing of program assets (including the return of all unused materials, equipment, unspent cash advances, program income balances, and receivable accounts to the CITY, and determining the custodianship of records.

6.6. <u>Audits & Inspections</u>. CONSULTANT is responsible for obtaining audits in accordance with the Single Audit Act of 1984 (31 U.S.C. 7501-7) and Federal agency implementation regulations. A copy of said audit will be submitted to CITY within 60 days after the close of the fiscal year ending June 30<sup>th</sup>. Any deficiencies noted in audit reports must be fully cleared by the CONSULTANT within 30 days after receipt by the CONSULTANT. Failure of the CONSULTANT to comply with the above audit requirements will constitute a violation of this Agreement and may result in the withholding of future payments. All CONSULTANT records with respect to any matters covered by this Agreement shall be made available to the CITY, grantor agency, their designees, or the Federal Government, at any time during normal business hours, as often as the CITY or grantor agency deems necessary, to audit, examine, and make excerpts or transcripts of all relevant data.

### 7 <u>Reporting and Payment Procedures</u>

- 7.1. <u>Budgets</u>. The CONSULTANT will submit a detailed budget of a form and content prescribed by the CITY for approval by the CITY. The CITY and the CONSULTANT may agree to revise the budget from time to time in accordance with existing CITY policies.
- 7.2. <u>Indirect Costs</u>. If indirect costs are charged, the CONSULTANT will develop an indirect cost allocation plan for determining the appropriate CITY share of administrative costs and shall submit such plan to the CITY for approval.
- 7.3. <u>Payment Procedures</u>. The CITY will pay to the CONSULTANT funds available under this Agreement based upon information submitted by the CONSULTANT and consistent with any approved budget and CITY policy concerning payments. With the exception of certain advances, payments will be made for eligible expenses actually incurred by the CONSULTANT, and not to exceed actual cash requirements. Payments will be adjusted by the CITY in accordance with advance fund and program income balances available in this Agreement for costs incurred by the CITY on behalf of the CONSULTANT.
- 7.4. <u>Progress Reports</u>. The CONSULTANT shall submit regular Progress Reports to the CITY in the form, content, and frequency as required by the CITY.

### 8. <u>Personnel & Participant Conditions</u>.

### <u>Civil Rights</u>.

8.1 <u>Compliance</u>. The CONSULTANT agrees to comply with Title VI of the Civil Rights Act of 1964 as amended, Title VII of the Civil Rights Act of 1968

as amended, Section 109 of Title 1 of the Housing and Community Development Act of 1974, Section 504 of the Rehabilitation Act of 1973, the Americans with Disabilities Act of 1990, the Age Discrimination Act of 1975, Executive Order 11063, and with Executive Order 11246, as amended by Executive Orders 11375 and 12086.

- 8.2. <u>Nondiscrimination</u>. The CONSULTANT will not discriminate against any employee or applicant for employment because of race, color, creed, religion, ancestry, national origin, sex, disability, or other handicap, age, marital status, or status with regard to public assistance. The CONSULTANT will take affirmative action to ensure that all employment practices are free from such discrimination. Such employment practices include but are not limited to the following: hiring, upgrading, demotion, transfer, recruitment or recruitment advertising, layoff, termination, rates of pay, or other forms of compensation, and selection for training, including apprenticeship. The CONSULTANT agrees to post in conspicuous places, available to employees and applicants for employment, notices to be provided by the contracting agency setting forth the provisions of this nondiscrimination clause.
- 8.3 <u>W/MBE</u>. The CONSULTANT will use its best efforts to afford minority and women-owned business enterprises the maximum practicable opportunity to participate in the performance of this Agreement. As used in this Agreement, the term "minority and female business enterprise" means a business at least fifty-one (51) percent owned and controlled by minority group members or women. For the purpose of this definition, "minority group members" are Afro-Americans, Spanish-speaking, Spanish surnamed or Spanish-heritage Americans, Asian-Americans, and American Indians. The CONSULTANT may rely on written representations by CONSULTANTS regarding their status as minority and female business enterprises in lieu of an independent investigation.
- 8.4. <u>Access to Records</u>. The CONSULTANT shall furnish and cause each of its subcontractors to furnish all information and reports required hereunder and will permit access to its books, records and accounts by the CITY, HUD or its agent, or other authorized federal officials for purposes of investigation to ascertain compliance with the rules, regulations, and provisions stated herein.
- 8.5. <u>Notifications</u>. The CONSULTANT will send to each labor union or representative of workers with which it has a collective bargaining agreement or other contract or understanding, a notice, to be provided by the agency contracting officer, advising the labor union or worker's representative of the CONSULTANT's commitments hereunder, and shall post copies of the notice in conspicuous places available to employees and applicants for employment.

- 8.6. <u>EEO/AA Statement</u>. The CONSULTANT will, in all solicitations or advertisements for employees placed by or on behalf of the CONSULTANT, state that it is an Equal Opportunity or Affirmative Action employer.
- 8.7. <u>Subcontract Provisions</u>. The CONSULTANT will include the provisions of Paragraphs 6.1 through 6.4, Civil Rights, and Paragraphs 6.5-6.9, Affirmative Action, in every subcontract or purchase order, specifically or by reference, so that such provisions will be binding upon each of the CONSULTANT's subcontractors.

### 9. <u>Employment Restrictions</u>.

- 9.1. <u>Prohibited Activity</u>. The CONSULTANT is prohibited from using funds provided herein or personnel employed in the administration of the program for political activities; sectarian, or religious activities; lobbying, political patronage, and nepotism activities.
- 9.2. <u>OSHA</u>. Where employees are engaged in activities not covered under the Occupational Safety and Health Act of 1970, they shall not be required or permitted to work, be trained, or receive services in buildings or surroundings or under working conditions which are unsanitary, hazardous, or dangerous to the participants' health or safety.
- 9.3. <u>Subcontracts</u>. The CONSULTANT will include HUD's, Section 3 Clause in every subcontract and will take appropriate action pursuant to the subcontract upon a finding that the CONSULTANT's subcontractor is in violation of regulations issued by the Grantor Agency. The CONSULTANT will not subcontract with any subcontractor where it has notice or knowledge that the latter has been found in violation of regulations under 24 CFR 135 and will not let any subcontract unless the subcontractor has first provided it with a preliminary statement of ability to comply with the requirements of these regulations.

### 10. <u>Conduct</u>.

- 10.1. <u>Assignability</u>. The CONSULTANT shall not assign or transfer any interest in this Agreement without prior written consent of the CITY thereto; provided, however, that claims for money due or to become due to the CONSULTANT from the CITY under this Agreement may be assigned to a bank, trust company, or other financial institution without such approval. Notice of any such assignment or transfer shall be furnished promptly to the CITY.
- 10.2. <u>Conflict of Interest</u>. The CONSULTANT agrees to abide by the provisions of 24 CFR 570.611 with respect to conflicts of interest, and covenants that it presently has no financial interest and shall not acquire any financial interest, direct or indirect, which would conflict in any manner

or degree with the performance of services required under this Agreement. The CONSULTANT further covenants that in the performance of this Agreement no person having such a financial interest shall be employed or retained by the CONSULTANT 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 CITY or of any designated public agencies or CONSULTANT's which are receiving funds under the CDBG Entitlement program.

### 10.3. Subcontracts.

- a. <u>Subcontract Approval</u>. The CONSULTANT shall not enter into any subcontracts with any agency or individual in the performance of this Agreement without the written consent of the CITY prior to the execution of such agreement.
- b. <u>Monitoring</u>. The CONSULTANT will monitor all subcontracted services on a regular basis to assure Agreement compliance. Results of monitoring efforts shall be summarized in written reports and supported with documented evidence of follow-up actions taken to correct areas of noncompliance.
- c. <u>Content</u>. The CONSULTANT shall cause all of the provisions of this Agreement in its entirety to be included in and made a part of any subcontract executed in the performance of this Agreement.
- d. <u>Selection Process</u>. The CONSULTANT shall undertake to ensure that all subcontracts let in the performance of this Agreement shall be awarded on a fair and open competition basis. Executed copies of all subcontracts shall be forwarded to the CITY along with documentation concerning the selection process.
- 10.4 <u>Copyright</u>. If the Agreement results in any copyrightable material, the CITY and/or grantor agency reserves the right to royalty-free, non-exclusive and irrevocable license to reproduce, publish, or otherwise use and to authorize others to use, the work for government purposes.

### SIGNATURE BLOCK ON FOLLOWING PAGE

**IN WITNESS THEREOF,** these parties have executed this Agreement on the day and year shown below.

### "CITY" CITY OF GARDEN GROVE, a municipal corporation.

By: \_\_\_\_\_

Lisa L. Kim, City Manager

Date: \_\_\_\_\_

ATTESTED:

Lizabeth Vasquez, City Clerk

Date: \_\_\_\_\_

**APPROVED AS TO FORM:** 

Omar Sandoval, City Attorney

Date: \_\_\_\_\_

### "CONSULTANT"

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

Date: \_\_\_\_\_

If CONSULTANT is a corporation, a Corporate Resolution and/or Corporate Seal is required. If a partnership, a Statement of Partnership must be submitted to CITY.

### ATTACHMENT A

### SCOPE OF SERVICES AND BUDGET CITY OF GARDEN GROVE & [Service Provider]

### A <u>SCOPE OF SERVICES</u>

This project is designed to provide rehabilitation and construction management services for the City's Home Repair Program [Service Provider] shall provide home improvement services for all participants in the Home Repair Program. Home improvement services include, but are not limited to: exterior painting, window replacement, termite and pest remediation, electrical, plumbing, heating (HVAC), handicap accessibility (wheelchair ramp, grab bars, walk-in shower, etc.), and roof repair or replacement. Repairs are limited to improvements that bring the participant's home into compliance with the City's Health, Safety or Building Codes and must be approved by a City Building Inspector prior to the start of rehabilitation. [Service Provider] will also be responsible for managing the construction for each project and ensuring all projects are completed in accordance to the City's standards.

Between **July**, **2025** and **June**, **2026**, [Service Provider] will provide for the rehabilitation of **20** single-family homes through the Home Repair Program.

### B. <u>PERFORMANCE MEASURES</u>

All work performed under this agreement must meet industry standards and meet the satisfaction of the homeowner. The rehabilitation work must be approved by the City Building Inspector prior to payment being issued to [Service Provider]. Once the work is approved by the City Building Inspector, payment will be issued within 30 days.

### C. **PROJECT BUDGET**

Total Budget	\$120,000.00
Administration	\$20,000.00
Project Budget (20)	\$100,000.00