

## AGENDA REPORT

To: Mayor Pat Humphrey and the Clare City Commission  
From: Jeremy Howard, City Manager  
Date: July 13, 2023  
Regarding: Approval of Michigan Economic Development Corporation (MEDC) Community Development Block Grant (CDBG) Water Resources Infrastructure (WRI) Grant Agreement

For the Agenda of July 17, 2023

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Background. In October of 2022, the City of Clare was awarded a \$2.77 million dollar grant (2 million in grant funds and 770,000 in city matching funds (match amount was later increased due to increased costs in the project) from the MEDC CDBG WRI program for the construction of new water well, water treatment facility improvements, new chemical feed system, electrical updates, lab updates, new backwash and retention tanks, new and integrated SCADA system, replacement of high service pumps and other water-related infrastructure improvements. We have received the formal grant award documents MEDC that now require approval by the City Commission to allow us to accept the grant award and proceed with the project. The Commission is asked to approve the grant agreement (*copy att'd*) as presented and authorize the City Manager to sign any and all necessary documents and authorize the City Treasurer to make any and all budget amendments that may be necessary.

Issues & Questions Specified. Should the City Commission approve the grant award documents?

Alternatives.

1. Approve the grant award documents.
2. Do not approve the grant award documents.
3. Defer decision regarding the matter to a subsequently scheduled meeting.

Financial Impact. The total project cost is approximately \$3.9 million. The MEDC CDBG WRI grant will contribute approximately \$2.03 million of the total project cost, and the balance of approximately \$1.87 million is the responsibility of the City.

Recommendation. I recommend that the City Commission approve the grant agreement as presented and authorize the City Manager to sign any and all necessary documents and authorize the City Treasurer to make any and all budget amendments that may be necessary by adoption of Resolution 2023-054 (*copy att'd*).

Attachments.

1. Grant Agreement (to be provided at Monday's meeting)
2. Resolution 2023-054.

**RESOLUTION 2023-054**

**A RESOLUTION OF THE CLARE CITY COMMISSION APPROVING THE GRANT AGREEMENT FOR A MICHIGAN ECONOMIC DEVELOPMENT CORPORATION (MEDC) COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) WATER RESOURCES INFRASTRUCTURE (WRI) GRANT IN THE CITY OF CLARE.**

**WHEREAS**, the City of Clare applied to the Michigan Economic Development Corporation (MEDC) for a Michigan Economic Development Corporation (MEDC) Community Development Block Grant (CDBG) Water Resources Infrastructure (WRI) grant for various water-related infrastructure improvements in the City of Clare; and

**WHEREAS**, the City's application for said proposed infrastructure enhancement project was approved with a total project amount of approximately \$3.9M, with approximately \$2.03 million of said project costs being provided by an MEDC grant and the City being responsible for \$1.87M of said project costs; and

**WHEREAS**, MEDC has provided the City a formal grant agreement outlining the terms, conditions, stipulations, restrictions, and provisions of said grant offer; and

**WHEREAS**, the City Commission has duly reviewed, discussed, and considered said grant agreement and determined it is in the best interests of the City to approve said agreement.

**NOW THEREFORE BE IT RESOLVED THAT**, the Clare City Commission hereby approves the grant agreement offered by MEDC for various water-related infrastructure improvements in the City of Clare, the terms, conditions, stipulations, restrictions, and provisions of said grant agreement as outlined therein.

**ALL RESOLUTIONS AND PARTS OF RESOLUTIONS INsofar AS THEY CONFLICT WITH THE PROVISIONS OF THIS RESOLUTION BE AND THE SAME ARE HEREBY RESCINDED.**

**The Resolution was introduced by Commissioner \_\_\_\_\_ and supported by Commissioner \_\_\_\_\_. The Resolution declared adopted by the following roll call vote:**

**YEAS:**

**NAYS:**

**ABSENT:**

Resolution approved for adoption on this 17<sup>th</sup> day of July, 2023.

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Diane Lyon, Clare City Clerk