

APPROVED

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MICHIGAN STATE
ADMINISTRATIVE BOARD

Lansing, Michigan

November 25, 2014

A regular meeting of the State Administrative Board was held in the Lake Superior Room, 1st Floor, Michigan Library and Historical Center, on Tuesday, November 25, 2014, at 11:00 a.m.

Present: Paul Smith, representing Rick Snyder, Governor, Chairperson
Jenell Leonard, representing Brian Calley, Lt. Governor
Rose Jarois, representing Ruth Johnson, Secretary of State
Michael Reilly, representing Bill Schuette, Attorney General
Melissa Castro, representing, R. Kevin Clinton, State Treasurer
Demetrius Parker, representing Kirk T. Steudle, Director, Department of Transportation
Jane Schultz, representing Michael P. Flanagan, Superintendent of Public Instruction
Shelby Troub, Secretary

Others Present:

Kelly Hamilton, TeAnn Smith, Department of Technology, Management and Budget; Bill Rottiers, Department of Transportation; Ann McDaniel, Grant Consulting Group, LLC; Elise Lancaster, Scofes & Associates Consulting, Inc.

1. CALL TO ORDER:

Mr. Smith called the meeting to order and led the Pledge of Allegiance to the Flag.

2. READING OF MINUTES OF PRECEDING MEETING AND APPROVAL THEREOF:

Mr. Reilly moved to approve the minutes of the regular meeting of October 28, 2014. Supported by Ms. Jarois, the motion was unanimously adopted.

3. HEARING OF CITIZENS ON MATTERS FALLING UNDER JURISDICTION OF THE BOARD:

None

4. COMMUNICATIONS:

None

5. UNFINISHED BUSINESS:

None

6. NEW BUSINESS:

RETENTION AND DISPOSAL SCHEDULE

LANSING COMMUNITY COLLEGE

Academic Affairs - Veterans and Military Affairs, 11/25/2014

Extended Learning and Professional Studies - Clinton County Center, St. Johns
(STJCCC), 11/25/2014

Extended Learning and Professional Studies - Small Business Development Center
Capital Region, 11/25/2014

LICENSING AND REGULATORY AFFAIRS

Public Service Commission - Telecommunications Division, 11/25/2014

TECHNOLOGY, MANAGEMENT & BUDGET

Office of Financial Management, 11/25/2014

Mr. Reilly moved to approve the Retention and Disposal Schedules. Supported by
Ms. Jarois, the motion was unanimously adopted.

7. REPORTS AND RECOMMENDATIONS OF COMMITTEES:

(Please see the following pages)

APPROVED

November 25, 2014

November 25, 2014 No.3

Michigan State
Administrative Board

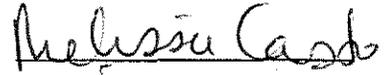
COMMITTEE REPORT TO THE STATE ADMINISTRATIVE BOARD

The Honorable Rick Snyder, Governor
and
Members of the State Administrative Board

A regular meeting of the Building Committee was held at 11:00 a.m.
on November 18, 2014. Those present being:

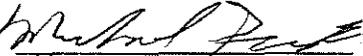
Chairperson: Melissa Castro, representing
State Treasurer Clinton

Approved



Member: Mike Gadola, representing
Governor Snyder

Approved



Member: Nat Forstner, representing
Lt. Governor Calley

Approved



Others: Iris Lopez, Michael Reilly, Department of Attorney General; Karen
Maidlow, Department of Natural Resources; Rose Jarois, Department
of State; TeAnn Smith, Shelby Troub, Jillian Yeates, Department of
Technology, Management and Budget; Bill Rottiers, Department of
Transportation

Ms. Castro called the meeting to order.

The Building Committee Regular Agenda was presented.

Following discussion, Mr. Gadola, representing the Governor's Office
moved that the Regular Agenda be recommended to the State
Administrative Board for approval. The motion was supported by Mr.
Forstner and unanimously adopted.

Ms. Castro adjourned the meeting.

AGENDA

BUILDING COMMITTEE / STATE ADMINISTRATIVE BOARD

November 18, 2014 / November 25, 2014
2:00 P.M. Lake Superior Room, 1st Floor
Michigan Library and Historical Center

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This agenda is for general informational purposes only. At its discretion, the Building Committee may revise this agenda and may take up other issues at the meeting.

AWARD OF CONSTRUCTION CONTRACT

1. DEPARTMENT OF ENVIRONMENTAL QUALITY, CROSWELL – AMCO Group
#1209 Site – Soil Excavation and Disposal, Treatment System Construction & Site Renovation
File No. 761/13006.SAR- Index No. 44601 - Contract No. Y15047
Recommended Contract Award: Ripman Construction Company, Inc., St. Helen;
\$359,450.00

Description and Justification

The purpose of this contract is to remediate this leaking underground storage tank site by removing contaminated soil and installing a groundwater remediation system. The contractor will excavate, transport, and dispose of contaminated soil, furnish and install the infiltration gallery piping, place and compact infiltration gallery media, backfill, and construct the groundwater treatment system. This remediation activity is needed to protect the environment and comply with state regulations

Funding Source

100% Refined Petroleum Funds

MODIFICATION TO PROFESSIONAL SERVICES CONTRACTS

2. DEPARTMENT OF NATURAL RESOURCES, OTSEGO TOWNSHIP –
Kalamazoo River Dam (Otsego) – Repair Feasibility Study
File No. 751/11104.SAR - Index No. 87710 - Contract No. Y11133
URS Corporation, Grand Rapids; Modification No. 5, Increase \$33,943.00

Description and Justification

The purpose of this modification is to provide additional engineering services to rank repair options and select one of three options for implementation. First a project workshop meeting will be conducted, which will be followed up by a review of the geotechnical data and preliminary engineering design. The solutions memorandum will be the final product. Repair of this dam is urgent, as it is retaining contaminated sediments and is showing signs of failure.

Funding Source

100% EPA - Federal

Base Contract	\$283,000.00	Provide design services for the Kalamazoo River Otsego City and Otsego Township Dams removal of polychlorinated biphenyls contaminated sediments which have accumulated behind the dams and associated river corridor restoration and provide technical advice to the agency to ensure compliance with the requirements of the Grant Award by the United States Environmental Protection Agency. Approved State Ad Board Agenda – 05/03/2011
Modification No. 1	\$37,210.56	Conduct a geotechnical investigation to support the engineering design for the Otsego City Dam removal. Approved Director's Agenda – 8/12/2011
Modification No. 2	\$0.00	Contract Reallocation
Modification No. 3	\$34,400.00	Purpose of this modification is to implement design modifications incorporating comments received from the United States Environmental Protection Agency for the installation of a water control structure and the removal of the Otsego City Dam. Approved Director's Agenda – 11/15/2013
Modification No. 4	\$0.00	Zero Cost Change Order
Modification No. 5	\$33,943.00	See Justification Above
Total Contract	\$388,553.56	

3. DEPARTMENT OF NATURAL RESOURCES, VARIOUS – Eight State Parks –
Below Ground Sewer & Water Analysis - Statewide Eight Locations
File No. 751/13198.GAG - Index No. 50790 - Contract No. Y13400
Nowak & Fraus Engineers, Pontiac; Modification No. 3, Increase \$98,266.00

Description and Justification

The purpose of this modification is to provide design, bidding, and construction administration services to complete construction at Petoskey State Park and Pontiac Lake Recreation Area, two of the eight state parks included in the original study phase. A comprehensive study and evaluation of eight locations with failing below ground water and sewer infrastructure comprised the first phase of this project. Six of the projects were funded for construction in fiscal year 2014, with three of the sites completed and

three currently under construction. Fiscal year 2015 funds have been added for construction of the remaining two sites, including replacement of the complete water and sewer system at the Pontiac Lake Day Use Area, and replacement of the sewage lift station at Petoskey State Park. Construction plans must be completed prior to March 1, 2015 to accommodate construction before the 2015 camping season. Nowak & Fraus Engineers performed the original study and are able to escalate the design and construction phases to meet the required schedule.

Funding Source

100% Park Endowment Funds

Base Contract	\$49,648.00	Purpose of this contract is to conduct a comprehensive study and evaluation of eight state park locations deemed to have a failing below ground water and sewer infrastructure that is in need of replacement. Approved Director's Agenda – 06/28/2013
Modification No. 1	\$172,592.00	Provide design, bidding, and construction administration services to complete the construction phase of work at five of the eight state parks included in the original study. These locations are: Hayes State Park, Ionia Recreation Area, Seven Lakes State Park, Otsego Lake State Park and Mitchell State Park. Approved Director's Agenda – 11/26/2013
Modification No. 2	\$9,170.00	Purpose of this modification is to provide additional Phase100 services to complete a review and assessment of the Tuscarora Township proposed sanitary improvement program and its impact on the Burt Lake State Park (BLSP). Approved Director's Agenda – 1/4/2014
Modification No. 3	\$98,266.00	See Justification Above
Total Contract	\$329,676.00	

REVISIONS TO CONSTRUCTION CONTRACTS

- DEPARTMENT OF NATURAL RESOURCES, ROSCOMMON – Forest Fire Experiment Station – Forest Fire Experiment Station Replacement
File No. 751/12385.CAK - Index No. 53323 - Contract No. Y13428
Eckler Building Solutions, LLC, Traverse City; CCO No. 12, Increase \$17,325.00

Description and Justification

The purpose of this change order is to add the painting of all exposed steel frames, columns, crane rail, brackets, etc. in the Shop Area. Painting will improve the maintainability and durability of these building elements.

Funding Source

100% State Building Authority Funds

Base Contract	\$1,980,000.00	Purpose of this contract is to replace the existing undersized and inefficient Department of Natural Resources' (DNR) Forest Fire Experiment Station near Roscommon. The DNR staff at this unique facility design, construct, and test specialized fire fighting equipment used throughout the State to protect against, and fight fires on State owned property. Approved Ad Board Agenda – 8/6/2013
Change Order No. 1	\$0.00	Extended Contract Date Approved Director's Agenda – 8/6/2014
Change Order No. 2	\$(6,643.00)	100% Scope Change Approved Directors Agenda – 02/21/2014
Change Order No. 3	\$3,634.96	100% Scope Change Approved Director's Agenda – 3/7/2014
Change Order No. 4	\$(1,980.00)	100% Scope Change Approved Director's Agenda – 3/21/2014
Change Order No. 5	\$2,747.52	100% Scope Change Approved Director's Agenda – 4/25/2014
Change Order No. 6	\$0.00	Extended Contract Date Approved Director's Agenda – 6/6/2014
Change Order No. 7	\$74,507.50	100% Field Condition Approved Director's Agenda – 8/8/2014
Change Order No. 8	\$39,259.84	100% Scope Change Approved Director's Agenda – 8/15/2014
Change Order No. 9	\$0.00	Reallocation of Funds
Change Order No. 10	\$3,640.35	100% Scope Change Approved Director's Agenda –

		9/12/2014
Change Order No. 11	\$38,181.58	80% Scope Change, 20% Design Error Approved Ad Board Agenda – 10/28/2014
Change Order No. 12	\$17,325.00	100% Scope Change See Justification Above
Total Contract	\$2,150,673.75	

LEASE FOR PRIVATE PROPERTY

5. DEPARTMENT OF CORRECTIONS, KALAMAZOO – Renewal Lease No. 11718 with Kalamazoo County, A Governmental Unit, 201 West Kalamazoo Avenue, Kalamazoo, Michigan 49007, Lessor, and the State of Michigan by the Department of Technology, Management & Budget for the Department of Corrections, as Lessee, for 3,350 square feet of office space located at 1421 Healy Street, Kalamazoo, Michigan, 49007. The Lease is effective upon obtaining State Administrative Board approval and required signatures. The annual per square foot rental rate for this space beginning May 1, 2014, is 12.60 (\$3,517.50 per month). Effective May 1, 2017, the annual per square foot rental rate for this space is \$13.23 (\$3,693.37 per month). This Lease contains a 5-year renewal option beginning May 1, 2022. If exercised, the annual per square foot rental rate would be \$13.89 (\$3,877.62 per month). This is a full-service Lease. This Lease contains a Standard cancellation clause with 90 days' notice. The Attorney General has approved this Lease as to legal form.

Purpose/Business Case:

The purpose of this Lease is to provide space for a parole office used by the Department of Corrections. The space is leased from the County of Kalamazoo whose County Probation Office resides in the adjacent space.

Benefit:

The benefit of this Lease will allow the Department to provide service in an established location while recognizing a cost savings. The space is an opportunity to co-locate with a local unit of government. The rental rate is within market rate for comparable space.

Funding Source:

100% General Fund

Commitment Level:

Eight years with one 5-year renewal option; however, this Lease contains a Standard cancellation clause with 90 days' notice.

Risk Assessment:

Non-approval of this Lease will hinder the Department from having offenders report in a timely manner to their probation officers and possibly cause expenditures associated with relocating.

Zip Code:

49007

ADDENDUM TO LEASE FOR PRIVATE PROPERTY

6. DEPARTMENT OF HUMAN SERVICES, GRAND RAPIDS - Addendum No. 1 to Lease No. 10064 with AC Holdings-GR, L.L.C., a Michigan Limited Liability Company, 750 Front Street NW, Suite 300, Grand Rapids, MI 49504, as Lessor, and the State of Michigan by the Department of Technology, Management & Budget for the Department of Human Services, as Lessee, for 6,831 square feet of office space located at 750 Front Street NW, Suite 211, Grand Rapids, MI 49504. This Addendum adds two 5-year renewal options and exercises the first renewal option which includes new flooring throughout the office and new paint in the high traffic areas of the office. This Addendum is effective upon obtaining State Administrative Board approval and required signatures and continues to the termination date of the September 30, 2019, or any extension. The annual per square foot rental rate is \$16.00 (\$9,108.00 per month). This Addendum contains a second 5-year renewal option with an annual per square foot rental rate of \$17.00 (\$9,677.25 per month). This Addendum contains a standard cancellation clause with 180 days' notice. The Attorney General has approved this Addendum as to legal form.

Purpose/Business Case:

The purpose of this Addendum is to continue to provide the Department of Human Services – Michigan Rehabilitation Services (MRS) with an office location that fulfills their client and operational needs in Kent County.

Benefit:

The extension of the Lease allows the Department to remain at its current location and gain the benefit of new flooring and improvements. The rental rate is within the current market rate for comparable space.

Funding Source:

31% General Fund; 69% Federal Funds

Commitment Level:

Two 5-year renewal options; however, this Lease contains a Standard cancellation clause with 180 days' notice.

Risk Assessment:

Non-approval of this Addendum will hinder the Department from continuing to provide uninterrupted service and obtain needed upgrades to the office space. It may require the Department to relocate to a new location and incur increased costs.

Zip Code:

49504

RESOLUTION

7. Resolution of the State Administrative Board Approving Construction and Completion Assurance Agreements, Conveyances of Property and Leases for Certain Facilities

Legislative Background

Project	Public Act	Total Cost	SBA Share	College / University Share	GF/GP Share
Alpena Community College Electrical Power Technology and Training Addition	PA 329 of 2010 PA 192 of 2012	\$4,989,600	\$2,494,600	\$2,494,800	\$200
DTMB SFPP Group T Walter P. Reuther New Activity Building	PA 329 of 2010	\$6,671,400	\$6,671,400	\$0.00	\$0.00
Michigan State University Bio-Engineering Facility	PA 329 of 2010 PA 192 of 2012	\$57,700,000	\$29,999,800	\$27,700,000	\$200
Wayne State University Bio-Medical Research Building	PA 329 of 2010 PA 192 of 2012	\$90,414,700	\$29,999,800	\$60,414,700	\$200

Purpose/Business Case

The purpose of this resolution is to approve the form of the Completion Assurance Agreement between the State Building Authority, State of Michigan, and certain facilities, the conveyance of the Facility to the Authority, and the form of the Lease. The State Building Authority is the State's primary capital outlay funding mechanism for projects that would otherwise be paid for by the General Fund.

Benefit

The approval of this resolution will allow the State Building Authority to finance the Authority's share of the project with short-term commercial paper notes.

Funding Source/ Commitment Level

Short-term commercial paper notes will initially finance the Authority's share of the project through the acquisition/renovation phase of the project. At project completion, the short-term notes will be refinanced with long-term bonds, usually outstanding 15-17 years.

The debt service on the bonds will be paid from the annual rental, appropriated annually from the General Fund. At this time, only a rental range has been determined. The annual rental will be within or below this range.

Alpena Community College – Electrical Power Technology Education and Training
Center Addition
\$171,000 - \$224,000
Zip Code: 49707

DTMB State Facility Preservation Projects – Phase IV Group T DCH Walter P. Reuther
Psychiatric Hospital New Activity Building
\$457,000 - \$598,000
Zip Code: 48186

Michigan State University – Bio-Engineering Facility
\$2,057,000 - \$2,690,000
Zip Code: 48824

Wayne State University – Multidisciplinary Bio-Medical Research Building
\$2,057,000 - \$2,690,000
Zip Code: 48202

Risk Assessment
N/A

8. Resolution of the State Administrative Board Approving the Conveyance of Property of Alpena Community College and a Second Amendment to Lease

Legislative Background

The Alpena Community College Concrete Technology Center project was authorized for construction in PA 321 of 1996. The lease for this project, dated December 1, 2000, was bonded in the 2000 Series I bond issue. A First Amendment to lease was approved by the Ad Board on June 4, 2013.

Purpose/Business Case

The purpose of this resolution is to amend the existing lease to release a portion of the property not needed for the Concrete Technology Center project.

Benefit

The approval of this resolution will release excess property not needed for the Concrete Technology Center project so that it can be used for the new Electrical Power Technology Education project. This project will likely be bonded by the SBA in 2015.

Funding Source/Commitment Level

N/A

Risk Assessment

Amendment to the lease will not result in a reduction of rent. Integra Realty Resources – Detroit has stated that the release of the described property will not reduce the economic or market value of the Alpena Community College Concrete Technology Center project. If this resolution is not approved, the SBA will not be able to help fund the construction costs of the Electrical Power Technology Education project.

Zip Code
49707

CONSENT TO EASEMENT

9. DEPARTMENT OF TREASURY and the STATE BUILDING AUTHORITY (the "AUTHORITY"), recommend that the State Administrative Board grant to the Regents of the University of Michigan (the "University"), whose address is 326 East Hoover, Ann Arbor, Michigan, 48109-1002, consent to the Easement Agreements entered into by the University. These Easement Agreements cover portions of property situated in the County of Wayne, City of Dearborn, State of Michigan (the "Property") that the University conveyed to the Authority in connection with a Lease dated August 1, 2007 (the Lease"). By Lease, the Authority leased the Property to the University for a period not to exceed thirty five years.

The Attorney General's office has approved the consent to easement agreements as to legal form.

Purpose:

In June of 2013, the University transferred the historical estate known as "Fair Lane" in Dearborn, Michigan to a nonprofit entity. To ensure that natural gas and sanitary sewer service continued to serve the Fair Lane property, it was necessary to grant easements to the Henry Ford Estate for the continued operation and use of the natural gas and sewer facilities that run through the UM-Dearborn campus (the "Easement Agreements"). The University seeks the Authority's consent, as fee owner of the Property, to the natural gas and sanitary sewer easements for those small segments that run through the Property.

Benefit:

Consenting to the Easement Agreements will allow the University and the nonprofit entity the legal right to maintain and operate the gas and sanitary sewer lines that run through the Authority's bonded property.

Funding Source:

n/a

Commitment:

These easements will be permanent, non-exclusive easements subject to existing easements and restrictions of record, if any.

Risk Assessment:

Failure to grant consent to the Easement Agreements will preclude the University and the nonprofit entity from maintaining and operating the natural gas and sanitary sewer lines that run through the Authority's bonded property.

ZIP Code:

48128

Ms. Castro presented the Building Committee Report for the regular meeting of November 18, 2014. After review of the foregoing Building Committee Report, Ms. Castro moved that the Report covering the regular meeting of November 18, 2014, be approved and adopted. The motion was supported by Ms. Leonard and unanimously approved.

APPROVED

November 25, 2014

Michigan State
Administrative Board

COMMITTEE REPORT TO THE STATE ADMINISTRATIVE BOARD

The Honorable Rick Snyder, Governor
and
Members of the State Administrative Board

A regular meeting of the Finance and Claims Committee was held at 11:00 a.m. on November 18, 2014. Those present being:

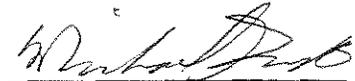
Chairperson: Melissa Castro, representing
State Treasurer Clinton

Approved



Member: Mike Gadola, representing
Governor Snyder

Approved



Member: Iris Lopez, representing
Attorney General Schuette

Approved



Others: Michael Reilly, Department of Attorney General; Nat Forstner, Lt. Governor's Office; Karen Maidlow, Department of Natural Resources; Rose Jarois, Department of State; TeAnn Smith, Shelby Troub, Jillian Yeates, Department of Technology, Management & Budget; Bill Rottiers, Department of Transportation

Ms. Castro called the meeting to order.

The Finance and Claims Committee Regular Agenda was presented.

Following discussion, Ms. Lopez moved that the Regular Agenda be recommended to the State Administrative Board for approval. The motion was supported by Mr. Gadola and unanimously adopted.

Ms. Castro adjourned the meeting.

11/17/2014 11:00 a.m. FINAL

A G E N D A

FINANCE AND CLAIMS COMMITTEE

November 18, 2014, 11:00 a.m.
Lake Superior Room
1st Floor, Michigan Library
and Historical Center

STATE ADMINISTRATIVE BOARD

November 25, 2014, 11:00 a.m.
Lake Superior Room
1st Floor, Michigan Library
and Historical Center

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This agenda is for general informational purposes only.
At its discretion the Finance and Claims Committee may revise
this agenda and may take up other issues at the meeting.

SECTION I - AGENCY SUBMITTED - NEW CONTRACTS

SECTION II - AGENCY SUBMITTED - CONTRACT CHANGES

1. DEPARTMENT OF CORRECTIONS

- | | | |
|----|--|---|
| 1) | Keefe Group
St. Louis, MO | \$ 0.00 Amendment
\$ 0.00 New Total
FY15 100% Other Funds
<i>Prisoner Benefit Fund</i>
Three-month extension to
continue purchasing prisoner
store products |
| 2) | MHM Correctional Services,
Inc.
Vienna, VA | \$ 10,300,000.00 Amendment
\$ 70,068,770.00 New Total
FY15 100% General Fund
Six-month extension to
continue purchasing psychiatric
services |

2. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

1)	Therapy Management Inc. Bay City, MI	\$ 325,800.00 Amendment \$ 1,289,000.00 New Total FY15 30% General Fund, 30% Restricted Fund, <i>Income Assessment</i> 40% Federal Fund Physical Therapy Services Additional funds for one-year option to the contract for veteran resident physical therapy services for the DMVA, GRHV
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3. DEPARTMENT OF NATURAL RESOURCES

1)	Michigan Products, LLC. Newberry, MI	\$ 138,250.00 Amendment \$ 286,993.75 New Total FY15-16 100% Restricted Funds <i>Park Improvement Fund</i> Request to add one-year option and add funds to cover the option period - bundled firewood
2)	Central Wood Supply Clare, MI	\$ 224,000.00 Amendment \$ 472,725.00 New Total FY15-16 100% Restricted Funds <i>Park Improvement Fund</i> Request to add one-year option and add funds to cover the option period - bundled firewood

SECTION III - AGENCY SUBMITTED - NEW GRANTS4. DEPARTMENT OF COMMUNITY HEALTH

- 1) Hurley Medical Center
Flint, MI \$ 544,583.00 Total
FY15 82% Federal Funds
18% Local Funds
Eleven-month grant agreement to
provide funding for nurse
family partnership home
visiting services
- 2) Various
(List on file) \$ 2,666,467.00 Total
FY15 100% General Funds
One-year grant agreement to
provide funding for a mental
health jail diversion pilot
project

5. DEPARTMENT OF ENVIRONMENTAL QUALITY

- 1) United States Geological
Lansing, MI \$1,206,189.25 Total
FY15 9% General Fund,
21% Restricted, 70% Other Funds
*Collected from Local
Cooperators*
Water data collection
information will be provided
to the state and to local
cooperators allowing us to
make timely permitting
decisions, monitoring the lake
flows, water quality, water
levels, and fish habitat

6. STATE POLICE

- 1) Various Grantees
(List on file) \$ 1,628,646.25 Total
FY15-16 100% Restricted Funds
*Michigan Justice Training Fund
For In-Service Criminal Justice
Training*

SECTION IV - AGENCY SUBMITTED - GRANT CHANGES7. DEPARTMENT OF COMMUNITY HEALTH

- | | | |
|----|--|---|
| 1) | Michigan Primary
Care Association
Lansing, MI | \$ 179,529.00 Amendment
\$ 1,434,420.00 New Total
FY15 67.90% Federal Fund
28.60% General Fund
3.50% State Restricted Fund
Additional funds for a one-year
grant agreement to provide
funding for various community
health projects |
| 2) | Michigan Public Health
Institute
Okemos, MI | \$ 4,911,069.00 Amendment
\$ 64,835,895.00 New Total
FY15 77.48% Federal Fund
14.47% General Fund
4.06% State Restricted Fund
<i>Newborn Screening Fees
Fees and Collections
Michigan Health Initiative
Emergency Medical Service Fees
Healthy Michigan Fund</i>
3.53% Private, .46% Local
Additional funds for a one-year
grant agreement to provide
funding for various community
health projects |
| 3) | Neighborhood Services
Organization
Detroit, MI | \$ 704,913.00 Amendment
\$ 1,557,721.00 New Total
FY15 100% Federal Funds
Additional funds for a one-year
grant agreement to provide
funding for various community
health projects |

7. DEPARTMENT OF COMMUNITY HEALTH continued

- 4) Regents of the University of Michigan, The Ann Arbor, MI \$ 1,927,491.00 Amendment \$ 9,367,553.00 New Total FY15 73.58% Federal Fund 5.03% General Fund 6.25% State Restricted Fund 0.72% Private, 14.42% Local Additional funds for a one-year grant agreement to provide funding for various community health projects
- 5) Regents of the University of Michigan, The Ann Arbor, MI \$ 136,400.00 Amendment \$ 5,672,838.00 New Total FY15 50% Federal Fund 50% General Fund Additional funds for a one-year grant to provide funding for the Michigan Primary Care Transformation (MiPCT) project for Medicaid managed care participants
- 6) Southeastern Michigan Health Association (SEMHA) Detroit, MI \$ 506,757.00 Amendment \$ 10,361,124.00 New Total FY15 66.08% Federal Funds 10.63% General Funds 16.36% State Restricted Funds *Newborn Screening Fees* 6.93% Private Additional funds for a one-year grant agreement to provide funding for various community health projects

7. DEPARTMENT OF COMMUNITY HEALTH continued

7) Southwest Counseling \$ 299,351.00 Amendment
 and Development Services \$ 678,185.00 New Total
 Detroit, MI FY15 100% Federal Funds
 Additional funds for a one-year
 grant agreement to provide
 funding for Project for
 Assistance and Transition from
 Homelessness (PATH) program
 outreach services to people
 with mental illness who are
 homeless or at imminent risk of
 homelessness

8) Various \$ 576,591.00 Amendment
 (List on file) \$ 8,360,755.00 New Total
 FY15 84.37% Federal Funds
 10.68% Restricted Funds
 4.47% Private Funds, .48%
 Local Funds
 Additional funds for a
 one-year grant agreement
 to provide funding for the
 prevention services for
 persons at risk of
 HIV/AIDS and continuum of
 care services to persons
 living with HIV/AIDS

8. DEPARTMENT OF ENVIRONMENTAL QUALITY

1) Leelanau Conservancy \$ 200,000.00 Amendment
 Leeland, MI \$ 619,700.000 New Total
 FY11-15 100% Federal Funds.
 Additional funds for securing a
 permanent conservation easement
 as part of the West Grand
 Traverse Bay Watershed
 Protection Project

9. DEPARTMENT OF HUMAN SERVICES

- 1) Lutheran Social Services \$ 600,000.00 Amendment
 Jackson, MI \$ 9,733,013.00 New Total
 FY12-15 80% Federal Funding
 20% General Funds
 *Chafee Education and Training
 Voucher Program (ETV)*
 Additional funds to continue
 education and training needs
 for youth aging out of foster
 care
- 2) Various grantees \$ 435,531.00 Amendment
 (Listing attached) \$ 1,618,731.00 New Total
 FY13-15 100% Federal Fund
 Refugee School Impact Program
 Additional funds to provide
 refugee assistance services to
 eligible youths and their
 families

SECTION V - DTMB SUBMITTED - NEW CONTRACTS10. DEPARTMENT OF COMMUNITY HEALTH

- 1) Classic Optical Laboratories NOT TO EXCEED
 Youngstown, OH \$ 6,250,000.00 (3 Years)
 FY15-17 34% General Funds
 66% Federal Funds
 07114B0002968 Eyeglasses
 Fabrication

11. DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET

- 1) Blue Care Network \$ 33,000,000.00 (1 Year)
 Of Michigan FY14-15 100% Restricted Funds
 Southfield, MI *MPSERS Pension Fund*
 07114B0003234 HMO Services for
 MPSERS
- 2) Health Alliance Plan \$ 33,000,000.00 (1 Year)
 Of Michigan FY14-15 100% Restricted Funds
 Detroit, MI *MPSERS Pension Fund*
 07114B0003234 HMO Services for
 MPSERS

11. DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET continued

- | | | |
|----|-------------------------------------|--|
| 3) | HealthPlus of Michigan
Flint, MI | \$ 33,000,000.00 (1 Year)
FY14-15 100% Restricted Funds
<i>MPSERS Pension Fund</i>
07114B0003234 HMO Services for
MPSERS |
| 4) | Priority Health
Grand Rapids, MI | \$ 33,000,000.00 (1 Year)
FY14-15 100% Restricted Funds
<i>MPSERS Pension Fund</i>
07114B0003234 HMO Services for
MPSERS |

SECTION VI - DTMB SUBMITTED - CONTRACT CHANGES

12. DEPARTMENT OF NATURAL RESOURCES

- | | | |
|----|--|---|
| 1) | Birchler Arroyo Associates,
Inc.
Lathrup Village, MI | \$ 54,100.00 Amendment
\$ 828,545.00 New Total
FY15 100% Restricted Funds
<i>Park Improvement (Management
Planning Services)</i>
071B9200234 Add funds and
exercise an option year for
Management Planning Services |
|----|--|---|

13. STATE POLICE

- | | | |
|----|-------------------------------------|--|
| 1) | Tri-Tech Forensics
Southport, NC | \$ 450,000.00 Amendment
\$ 1,872,700.00 New Total
FY15 100% General Funds
071B1300130 Add funds and
exercise the second option year
for sexual assault collection
and blood/urine alcohol kits |
|----|-------------------------------------|--|

14. DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET

- | | | |
|----|---|---|
| 1) | Accenture LLP
Southfield, MI | \$ 775,000.00 Amendment
\$ 1,773,750.00 New Total
FY15 35% General Funds
65% Restricted Funds
<i>Enterprise Risk Assessment</i>
071B4300078 To add funds and
utilize an option year to
determine statewide security
needs(Phase1), implementation
action plan, specify solutions
to risks, vulnerabilities and
threats, and provide
remediation plan for
implementing recommendations
(Phase II - Optional) and
actual plan implementation
(Phase III - Optional) |
| 2) | ACRO Service Corp.
Livonia, MI | \$ 543,080.00 Amendment
\$ 3,621,005.00 New Total
FY15 100% General Funds
071B9200084 Increase funds and
exercise an option year for
Aging Information System for
Department of Community Health |
| 3) | Analysts International
Lansing, MI | \$ 1,172,939.27 Amendment
\$ 8,998,939.27 New Total
FY15 100% Various Funds
<i>Varies by agency</i>
071B8200236 To add funds for
facilitated sessions for
business requirements |
| 4) | Besco Water Treatment
Battle Creek, MI | \$ 100,000.00 Amendment
\$ 2,175,860.32 New Total
FY15 100% General Funds
071B9200194 Six-month
extension and increase funds to
allow time for the bid process
to be completed for general
salt |

14. DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET continued

- 5) BP Canada Marketing Corporation
Calgary, Canada
- \$ 11,222,717.00 Amendment
\$143,672,717.00 New Total
FY15 100% Revolving Funds
Varies by agency
071B0200335 Add funds to the
contract for Natural Gas Supply
Management
- 6) Catamaran PBM of
Of Maryland, Inc.
Rockville, MD
- \$800,000,000.00 Amendment
\$2,931,798,804.00 New Total
FY15-17 100% Restricted Funds
MPSERS Pension Fund
071B0200095 Add funds and
exercise two, one-year options
to the contract for Pharmacy
Benefit Management Services
- 7) Haworth, Inc.
Holland, MI
- \$ 2,000,000.00 Amendment
\$ 9,203,402.50 New Total
FY15 100% Various Funds
071B9200309 Add funds for
Ergonomic and General Office
Seating & Delivery, Set Up and
Fitting
- 8) Hewlett-Packard State &
Local Enterprise
Services, Inc.
Plano, TX
- \$ 186,047.00 Amendment
\$ 37,161,915.00 New Total
FY15 100% Restricted Funds
Fish and Game
071B1300157 To add Change
Authorization Request (CAR)
2015-002 and to add funds for
Second Generation Retail Sales
System Development, Hosting,
and Support Services for
Department of Natural Resources

14. DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET continued

- 9) Mediware Information Systems, Inc.
Lenexa, KS
- \$ 383,385.00 Amendment
\$ 3,722,871.00 New Total
FY15-16 50% General Funds
50% Federal Funds
071B0200070 To exercise the first two option years, add Avatar (ADT and Billing), and add funds for maintenance and support for Department of Community Health
- 10) PTS of America, LLC
Nashville, TN
- \$ 95,000.00 Amendment
\$ 3,320,900.00 New Total
FY15 100% General Funds
071B920050 Add funds for transport services for prisoners and detainees
- 11) Various
(See list on file)
- \$ 0.00 Amendment
Various-list on file New Total
FY15 100% Restricted Funds
Insurance Bureau Fund
Two-month extension for Statewide Actuarial Services for Department of Insurance & Financial Services
- 12) Various
(See list on file)
- \$ 0.00 Amendment
Various-list on file New Total
FY15 Various funds
List on file
To utilize an option year for Enterprise Content Management Services
- 13) Various
(See list on file)
- NOT TO EXCEED
\$ 50,000,000.00 Amendment
\$100,000,000.00 New Total
FY15-17 100% Various Funds
Varies by agency
Multi-Award; Project Control
Office Prequalification

14. DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET continued**Various RE:START Vendors****Amendment(s) to existing contract(s) for Short-term Staff Augmentation for Information Technology for various departments**

14) Amberian Corporation
Granger, IN

NOT TO EXCEED
\$ 156,736.00 Amendment
\$ 470,208.00 New Total
FY14-15 100% Federal Funds
071B2200308 To exercise the final option year and to add funds for the continuation of services of a Senior Programmer Analyst to provide continued support for development of new features and proposed functionality for the One Stop Management Information System (OSMIS), Jet Redesign Project and the Michigan Talent Bank

15) Systems Technology
Group, Inc.
Troy, MI

NOT TO EXCEED
\$ 168,640.00 Amendment
\$ 505,920.00 New Total
FY14-15 100% Restricted Fund
State Trunkline Funds
071B3200033 To exercise the final option year and to add funds for the continuation of a Senior Application/System Engineer to support the Asset Management Systems Unit (AMSU) with support of maintenance, enhancement and development activities for several web-based systems for IT Projects

SECTION VII - CLAIMS - PERSONAL PROPERTY LOSS15. DEPARTMENT OF CORRECTIONS

Prisoner Claims

- 1) Anthony Ciavone #317010 \$58.12

The claimant (14-SAB/DOC-145) requests \$58.12 reimbursement for miscellaneous lost items in footlocker. The Committee recommends denial of this claim
- 2) Danny Downing #220945 \$144.75

The claimant (14-SAB/DOC-143) requests \$144.75 reimbursement for damaged television while being transported. The Committee recommends approval of \$86.85 for this claim
- 3) Daniel Flores #607384 \$75.01

The claimant (14-SAB/DOC-146) requests \$75.01 reimbursement for miscellaneous lost items. The Committee recommends approval of \$37.21 for this claim
- 4) E'Monta Goss #822086 \$217.24

The claimant (14-SAB/DOC-117) requests \$217.24 reimbursement for lost shoes and MP3 player. The Committee recommends denial of this claim
- 5) Mickey Gray #371492 \$143.25

The claimant (14-SAB/DOC-118) requests \$143.25 reimbursement for lost television. The Committee recommends denial of this claim
- 6) Bennie Hough #640287 \$6.00

The claimant (14-SAB/DOC-151) requests \$6.00 reimbursement for lost padlock. The Committee recommends denial of this claim

15. DEPARTMENT OF CORRECTIONS continued7) Marquis Jenkins #512603 \$200.00

The claimant (14-SAB/DOC-138) requests \$200.00 reimbursement for miscellaneous lost items. The Committee recommends approval of \$100.00 for this claim

8) Tyrone Mahan #264524 \$385.84

The claimant (14-SAB/DOC-140) requests \$385.84 reimbursement for miscellaneous lost items. The Committee recommends approval of \$51.87 for this claim

3) Terell Manciel #135270 \$300.40

The claimant (14-SAB/DOC-122) requests \$300.40 reimbursement for damaged television, typewriter and footlocker while in transit. The Committee recommends approval of \$37.89 for this claim

10) Jamero Moses #231885 \$132.45

The claimant (14-SAB/DOC-153) requests \$132.45 reimbursement for damaged MP3 player. The Committee recommends approval of \$25.86 for this claim

11) Leonard Null #695254 \$86.24

The claimant (14-SAB/DOC-123) requests \$86.24 reimbursement for food items. The Committee recommends denial of this claim

12) Franklin Price #801208 \$27.40

The claimant (14-SAB/DOC-154) requests \$27.40 reimbursement for lost book. The Committee recommends denial of this claim

13) Brenden Ramsey #842748 \$170.36

The claimant (14-SAB/DOC-136) requests \$170.36 reimbursement for damaged television and fan. The Committee recommends denial of this claim

15. DEPARTMENT OF CORRECTIONS continued14) Leonard Reeder #537923 \$146.95

The claimant (14-SAB/DOC-125) requests \$146.95 reimbursement for lost television. The Committee recommends denial of this claim

15) John Robertson #207791 \$144.75

The claimant (14-SAB/DOC-126) requests \$144.75 reimbursement for lost television. The Committee recommends approval of \$57.90 for this claim

16) Joseph Schultz #540238 \$50.00

The claimant (14-SAB/DOC-128) requests \$50.00 reimbursement for miscellaneous lost items. The Committee recommends denial of this claim

17) Ronald Searcy #210284 \$250.00

The claimant (14-SAB/DOC-129) requests \$250.00 reimbursement for miscellaneous lost items. The Committee recommends denial of this claim

18) Steven Stone #828330 \$70.00

The claimant (14-SAB/DOC-131) requests \$70.00 reimbursement for missing secure pak and food items. The Committee recommends denial of this claim

19) Christopher Thompson #261144 \$46.17

The claimant (14-SAB/DOC-133) requests \$46.17 reimbursement for stolen secure pak. The Committee recommends denial of this claim

20) Thomas Triggs #224109 \$144.75

The claimant (14-SAB/DOC-144) requests \$144.75 reimbursement for damaged television in transit. The Committee recommends denial of this claim

17. DEPARTMENT OF HUMAN SERVICES

Employee Claims

- 1) Mikel Nokaleta \$500.00

The claimant (14-SAB-152) requests \$500.00 reimbursement for damage to vehicle while using for state purposes. The Committee recommends approval of this claim

18. DEPARTMENT OF NATURAL RESOURCES

Civilian Claims

- 1) Christina Corona \$448.00

The claimant (14-SAB-140) requests \$448.00 reimbursement for damage to her vehicle from falling branch while on state property. The Committee recommends denial of this claim

19. DEPARTMENT OF STATE

Civilian Claims

- 1) Karah Gehrken \$382.50

The claimant (14-SAB-118) requests \$382.50 reimbursement for towing, impound fees, and lost wages. The Committee recommends approval of \$312.50 of this claim

20. DEPARTMENT OF TRANSPORTATION

Civilian Claims

- 1) Eugenie Insidioso \$212.00

The claimant (14-SAB-158) requests \$212.00 reimbursement for mileage and cleaning of vehicle as a result of driving over wet concrete improperly marked. The Committee recommends approval of \$104.00 of this claim

- 2) Katie Patino \$497.21

The claimant (14-SAB-034) requests \$497.21 reimbursement for damage to vehicle from pothole. The Committee recommends denial of this claim

20. DEPARTMENT OF TRANSPORTATION continued

- 3) Timothy Styszko \$181.39

The claimant (14-SAB-087) requests \$181.39 reimbursement for damage to vehicle from pothole. The Committee recommends denial of this claim

- 4) Timothy Styszko \$226.41

The claimant (14-SAB-148) requests \$226.41 reimbursement for damage to vehicle from pothole. The Committee recommends denial of this claim

- 5) Carolyn Williams \$850.00

The claimant (14-SAB-079) requests \$850.00 reimbursement for damage to vehicle from pothole. The Committee recommends approval of this claim

SECTION VIII - CLAIMS - PERSONAL INJURY LOSS

21. DEPARTMENT OF NATURAL RESOURCES

- 1) Judy Holler Weybright \$999.99

The claimant (14-SAB-144) requests \$999.99 reimbursement for medical expenses that resulting from an injury that occurred while on state property. The Committee recommends approval of this claim

SECTION IX - SPECIAL ITEMS

The Director of the Department of Technology, Management and Budget recommends approval by the State Administrative Board of the items contained in Sections I, II, III, IV, V, and VI of this agenda. Approval by the State Administrative Board of these award recommendations does not require or constitute the award of same. Award of contracts shall be made at the discretion of the DTMB Director or designee.

APPROVED

November 25, 2014

Michigan State
Administrative Board

**COMMITTEE REPORT TO THE
STATE ADMINISTRATIVE BOARD**

The Honorable Rick Snyder, Governor
and
Members of the State Administrative Board

A special meeting of the Finance and Claims Committee was held at
11:00 a.m. on November 25, 2014. Those present being:

Chairperson: Melissa Castro, representing
State Treasurer Dillon

Approved Melissa Castro

Member: Paul Smith, representing
Governor Snyder

Approved Paul Smith

Member: Iris Lopez, representing
Attorney General Schuette

Approved Iris Lopez

Others: Michael Reilly, Department of Attorney General; Jane Schultz,
Department of Education; Rose Jarois, Department of State; Kelly
Hamilton, TeAnn Smith, Shelby Troub, Department of Technology,
Management and Budget; Demetrius Parker, Bill Rottiers, Department
of Transportation; Jenell Leonard, Lt. Governor's Office

Ms. Castro called the meeting to order.

The Finance and Claims Committee Special Agenda was presented.

Following discussion, Ms. Lopez moved that the Special Agenda be
recommended to the State Administrative Board for approval. The motion
was supported by Mr. Smith and unanimously adopted.

Ms. Castro adjourned the meeting.

11/21/2014 11:00 a.m. FINAL

**S P E C I A L
A G E N D A**

FINANCE AND CLAIMS COMMITTEE
November 25, 2014, 11:00 a.m.
Lake Superior Room
1st Floor, Michigan Library
and Historical Center

STATE ADMINISTRATIVE BOARD
November 25, 2014, 11:00 a.m.
Lake Superior Room
1st Floor, Michigan Library
and Historical Center

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This agenda is for general informational purposes only.
At its discretion the Finance and Claims Committee may revise
this agenda and may take up other issues at the meeting.

SECTION I - AGENCY SUBMITTED - NEW CONTRACTS

SECTION II - AGENCY SUBMITTED - CONTRACT CHANGES

SECTION III - AGENCY SUBMITTED - NEW GRANTS

SECTION IV - AGENCY SUBMITTED - GRANT CHANGES

SECTION V - DTMB SUBMITTED - NEW CONTRACTS

SECTION VI - DTMB SUBMITTED - CONTRACT CHANGES

1. DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET

- 1) Motorola Solutions, Inc. \$149,555,970.00 Amendment
Schaumburg, IL \$232,401,721.00 New Total
FY15-22 100% General Funds
071B2200101 To increase funds
and exercise five option years
to provide equipment,
infrastructure, maintenance and
support services for the
Michigan Public Safety
Communications System (MPSCS)

SECTION VII - CLAIMS - PERSONAL PROPERTY LOSS

SECTION VIII - CLAIMS - PERSONAL INJURY LOSS

SECTION IX - SPECIAL ITEMS

The Director of the Department of Technology, Management and Budget recommends approval by the State Administrative Board of the items contained in Sections I, II, III, IV, V, and VI of this agenda. Approval by the State Administrative Board of these award recommendations does not require or constitute the award of same. Award of contracts shall be made at the discretion of the DTMB Director or designee.

Ms. Castro presented the Finance and Claims Committee Report for the regular meeting of November 18, 2014 and the special meeting of November 25, 2014. After review of the foregoing Finance and Claims Committee Report, Ms. Castro moved that the Report covering the regular meeting of November 18, 2014, and the special meeting of November 25, 2014, be approved and adopted. The motion was supported by Mr. Parker and unanimously approved.

APPROVED

November 25, 2014

Michigan State
Administrative Board

**COMMITTEE REPORT TO THE
STATE ADMINISTRATIVE BOARD**

The Honorable Rick Snyder, Governor
and
Members of the State Administrative Board

A regular meeting of the Transportation and Natural Resources Committee was held at 11:00 a.m. on November 18, 2014. Those present being:

Chairperson: Rose Jarois, representing
Secretary of State Johnson

Approved Rose Jarois

Member: Nat Forstner, representing
Lt. Governor Calley

Approved Nat Forstner

Member: Michael Reilly, representing
Attorney General Schuette

Approved Michael J. Reilly

Others: Iris Lopez, Department of Attorney General; Mike Gadola, Governor's Office; Karen Maidlow, Department of Natural Resources; TeAnn Smith, Shelby Troub, Jillian Yeates, Department of Technology, Management and Budget; Bill Rottiers, Department of Transportation; Melissa Castro, Department of Treasury

Ms. Jarois called the meeting to order.

The Department of Environmental Quality Agenda was presented.

Following discussion, Mr. Reilly moved that the Environmental Quality Agenda be recommended to the State Administrative Board. The motion was supported by Mr. Forstner and unanimously adopted.

The Department of Natural Resource Agenda was presented.

Following discussion, Mr. Reilly moved that the Natural Resource Agenda be recommended to the State Administrative Board. The motion was supported by Mr. Forstner and unanimously adopted.

The Department of Transportation Regular Agenda was presented.

Following discussion, Mr. Reilly moved that the Transportation Agenda be recommended to the State Administrative Board with Item 1 withdrawn by the Department of Transportation. The motion was supported by Mr. Forstner and unanimously adopted.

Transportation and Natural Resources Committee Report
November 18, 2014
Page 2

The Department of Transportation Supplemental Agenda was presented.

Following discussion, Mr. Reilly moved that the Transportation Agenda be recommended to the State Administrative Board. The motion was supported by Mr. Forstner and unanimously adopted.

Ms. Jarois adjourned the meeting.

State Administrative Board Agenda
Page 2
November 25, 2014

2. Proposed Marina Lease (3.96 acres) of Lake St. Clair public trust bottomlands, city of St. Clair Shores, Macomb County.

Applicant: Michigan Harbor Properties (File LSC 666)

Consideration: \$8,600 annual fee

- A. Purpose/Business Case (Why should the State do this now?): To authorize the lease of the State's public trust ownership of the subject Lake St. Clair bottomlands under Part 325, Great Lakes Submerged Lands, of the NREPA.
- B. Benefit: Compliance with Part 325.
- C. Funding Source/Income to the State: \$8,600 annual fee.
- D. Commitment Level (is the contract cost fixed for the project; is the contract optional use; is the contract based on estimates, therefore, no quantity is guaranteed?) or not applicable (N/A): N/A.
- E. Risk Assessment (i.e., is there risk to the State associated with the award, etc.?). If no, enter N/A: N/A.

PROPOSED USE AGREEMENTS

3. Proposed Private Use Agreement (0.04-acre) of Lake Superior public trust bottomlands, city of Munising, Alger County.

Applicant: Riptide Ride LLC – (File LS 063)

Consideration: \$350 annual fee

- A. Purpose/Business Case (Why should the State do this now?): To authorize the use of the State's public trust ownership of the subject Lake Superior bottomlands under Part 325, Great Lakes Submerged Lands, of the NREPA.
- B. Benefit: Compliance with Part 325.
- C. Funding Source/Income to the State: \$350 annual fee
- D. Commitment Level (is the contract cost fixed for the project; is the contract optional use; is the contract based on estimates, therefore, no quantity is guaranteed?) or not applicable (N/A): N/A.
- E. Risk Assessment (i.e., is there risk to the State associated with the award, etc.?). If no, enter N/A: N/A.

State Administrative Board Agenda
Page 3
November 25, 2014

4. Proposed Public Use Agreement (4.71 acres) of Lake Huron public trust bottomlands, village of Port Hope, Huron County.

Applicant: Village of Port Hope – (File LH 539)

Consideration: \$0 annual fee as public marina operated by municipality

- A. Purpose/Business Case (Why should the State do this now?): To authorize the use of the State's public trust ownership of the subject Lake Huron bottomlands under Part 325, Great Lakes Submerged Lands, of the NREPA.
- B. Benefit: Compliance with Part 325.
- C. Funding Source/Income to the State: \$0 annual fee as public marina operated by municipality.
- D. Commitment Level (is the contract cost fixed for the project; is the contract optional use; is the contract based on estimates, therefore, no quantity is guaranteed?) or not applicable (N/A): N/A.
- E. Risk Assessment (i.e., is there risk to the State associated with the award, etc.?). If no, enter N/A: N/A.

FILLED BOTTOMLANDS DEEDS

5. Proposed Deed (0.18-acre) of Lake St. Clair public trust bottomlands, Clay Township, St. Clair County.

Applicant: Joan Larson Scott (File SBC 324)

Consideration: \$1,492 fee

- A. Purpose/Business Case (Why should the State do this now?): To authorize the sale of the State's public trust ownership of the subject Lake St. Clair bottomlands under Part 339, Control of Certain State Lands, of the NREPA.
- B. Benefit: Compliance with Part 339.
- C. Funding Source/Income to the State: \$1,492 fee.
- D. Commitment Level (is the contract cost fixed for the project; is the contract optional use; is the contract based on estimates, therefore, no quantity is guaranteed?) or not applicable (N/A): N/A.
- E. Risk Assessment (i.e., is there risk to the State associated with the award, etc.?). If no, enter N/A: N/A.

State Administrative Board Agenda
Page 4
November 25, 2014

6. Proposed Deed (0.27-acre) of Lake St. Clair public trust bottomlands, Clay Township, St. Clair County.

Applicant: Peter Meek (File SBC 052)

Consideration: \$3,535 fee

A. Purpose/Business Case (Why should the State do this now?): To authorize the sale of the State's public trust ownership of the subject Lake St. Clair bottomlands under Part 339, Control of Certain State Lands, of the NREPA.

B. Benefit: Compliance with Part 339.

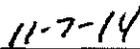
C. Funding Source/Income to the State: \$3,535 fee.

D. Commitment Level (is the contract cost fixed for the project; is the contract optional use; is the contract based on estimates, therefore, no quantity is guaranteed?) or not applicable (N/A): N/A.

E. Risk Assessment (i.e., is there risk to the State associated with the award, etc.?). If no, enter N/A: N/A.



William Creal, Chief
Water Resources Division
Department of Environmental Quality



Date

FINAL

November 7, 2014 10:45 A.M.

A G E N D A

**NATURAL RESOURCES ITEMS FOR THE
TRANSPORTATION AND NATURAL RESOURCES COMMITTEE - STATE ADMINISTRATIVE BOARD**

Transportation and Natural Resources - November 18, 2014 - 11:00 A.M.
State Administrative Board Meeting - November 25, 2014 - 11:00 A.M.

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This agenda is for general informational purposes only. At its discretion, the Transportation and Natural Resources Committee may revise this agenda and may take up other issues at the meeting.

MINERAL LEASES

1. **THREE DIRECT NONMETALLIC (SALT) LEASES - NONDEVELOPMENT:** Nonmetallic mineral (salt) lease rights to 239.26 acres, more or less, of state-owned Department of Transportation nonmetallic mineral rights located in Section 25, T02S, R10E, city of Allen Park, and Sections 17, 19, 20 and 30, T02S, R11E, cities of Allen Park and Dearborn, all located in Wayne County, have been requested by Detroit Salt Company, LLC of Detroit, Michigan.

Terms: Ten-year primary term with an extension option; rental of \$3.00 per acre for the first five years; minimum royalty of \$10.00 per acre the sixth year (increasing by \$5.00 per acre each year to a maximum of \$30.00 per acre); royalty rate of 3.24% of the sale value; and a bonus consideration of \$2,392.60 (\$10.00 per acre).

The Natural Resources Deputy approved this item November 6, 2014. The form of legal documents involved in these transactions has previously been approved by the Attorney General.

I recommend approval.

Respectfully submitted:
Department of Natural Resources

By: Mary Uptigrove
Mary Uptigrove, Manager
Minerals Management



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF NATURAL RESOURCES
LANSING



KEITH GREAGH
DIRECTOR

November 4, 2014

To: Dr. William E. Moritz, Natural Resources Deputy

Transaction: Three Direct Nonmetallic Mineral (Salt) Leases, Nondevelopment

Authority: Part 5, of the Natural Resources and Environmental Protection Act, 1994 PA 451, as amended

Applicant: The Detroit Salt Company, L.L.C., of Detroit, Michigan

Jurisdiction: Department of Transportation (MDOT), state-owned nonmetallic mineral rights

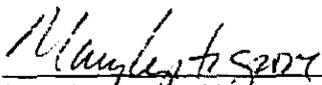
Mineral Description: Parcels within Control Section 82022, I-94 highway right-of-way lying within Section 25, T02S, R10E, city of Allen Park, and Sections 17, 19, 20 and 30, cities of Allen Park and Dearborn, Wayne County, containing 239.26 acres, more or less (map attached).

Lease Terms: Ten-year primary term with an extension option; rental of \$3.00 per acre for the first five years; minimum royalty of \$10.00 per acre the sixth year (increasing by \$5.00 per acre each year to a maximum of \$30.00 per acre); royalty rate of 3.24% of the sale value; and a bonus consideration of \$2,392.60 (\$10.00 per acre).

Restrictions: Nondevelopment; the leases are for the underground mining of salt and no surface operations are allowed.

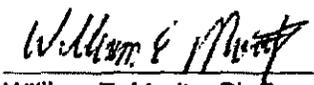
Notice: Notice was published in the *Detroit News and Free Press* newspaper September 7, 2014. This item appeared on the October 28, 2014, DNR Business Calendar and is eligible for approval November 4, 2014.

Recommendation: That three nonmetallic mineral salt leases be issued pursuant to the above terms and restrictions.

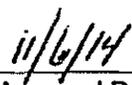


 Mary Uptigrove, Manager
 Minerals Management

I approve the staff recommendation.



 William E. Moritz, Ph.D.
 Natural Resources Deputy



 Approval Date

NONMETALLIC MINERAL (SALT) LEASES (3) NONDEVELOPMENT

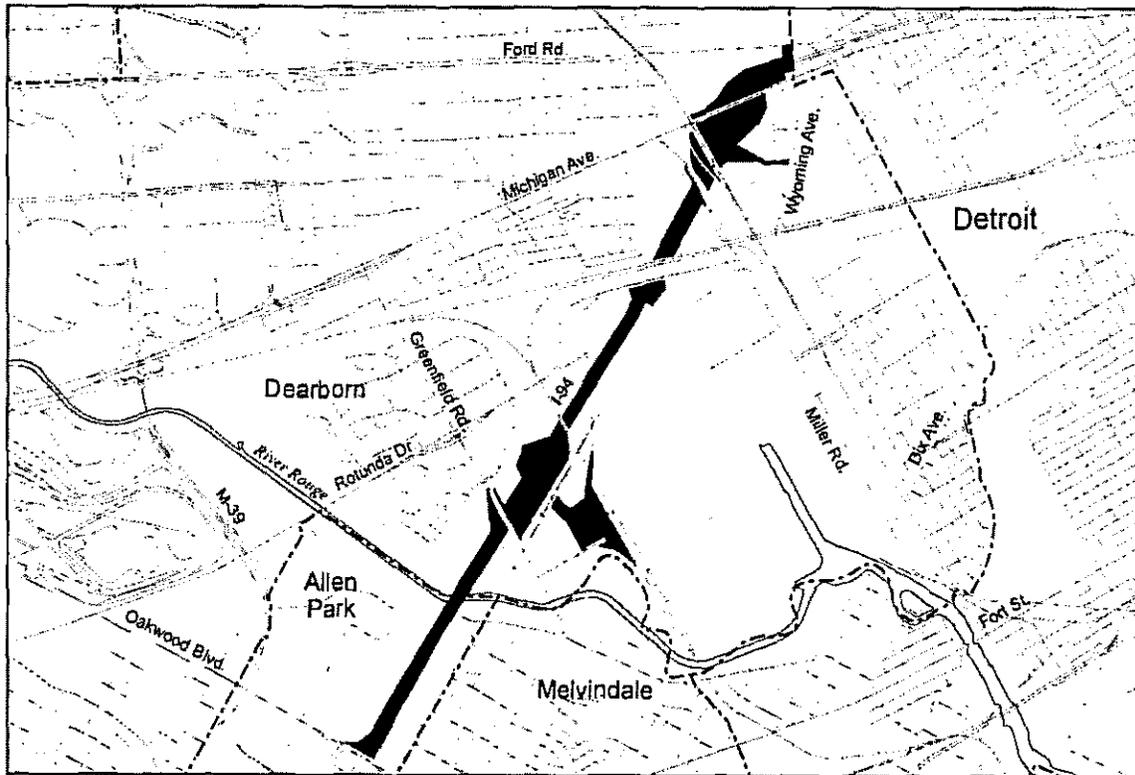
Detroit Salt Company, LLC

I-94 Right-of-Way

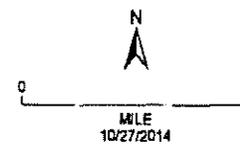
Section 25, T02S, R10E

Sections 17, 19, 20 and 30, T02S, R11E

Cities of Allen Park and Dearborn, Wayne County



 State-owned mineral rights requested for lease (239.26 acres, more or less)
I-94 right-of-way



DEPARTMENT OF TRANSPORTATION

TRANSPORTATION and NATURAL RESOURCES COMMITTEE
STATE ADMINISTRATIVE BOARD

T&NR Meeting: November 18, 2014– Lake Superior Room,
1st Floor, Michigan Library and Historical Center, 11:00 AM
State Administrative Board Meeting: November 25, 2014 – Lake Superior Room,
1st Floor, Michigan Library and Historical Center, 11:00 AM

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This agenda is for general informational purposes only. At its discretion, the Transportation and Natural Resources Committee may revise this agenda and may take up other issues at the meeting.

EXCESS PROPERTY

- 1. HIGHWAYS (Development Services) – Resolution “A” (Excess Exchange)
Tract 1355, Control Section 50011, Parcels C-59, Part A, C-60, Part A, C-61, Part A

The subject tract is located in the Township of Sterling, Macomb County, Michigan, and contains approximately 4.3 acres. The tract was appraised by independent fee appraiser Michael Rende on February 7, 2012, at \$335,000. The appraised tract was approved for exchange by Kelly Ramirez, Supervisor, Program and Property Management Unit, Development Services Division, on October 22, 2014, at \$365,000. The increase from the appraised value reflects \$30,000 in demolition costs that were included in the sale value. In exchange for MDOT conveying the excess property to the Gilson Corporation, the Gilson Corporation will remove the slip ramp from westbound Metro Parkway to northbound M-53, close the ramp opening and add curb and gutter, and place revised pavement markings. In addition, the Gilson Corporation will pay MDOT the difference in cost between the appraised value and the cost of the demolition and construction work it will perform in conjunction with the elimination of the ramp. The estimated cost of the demolition and construction work is \$141,000, which will be subtracted from the appraised purchase price. The Gilson Corporation has submitted an Application to Purchase and Agreement of sale with a deposit of \$7,500. The tract was not offered to the local municipalities because it is part of an exchange. The property has been declared excess by the Bureau of Highway Development.

CONTRACTS

2. HIGHWAYS – Design Services
Contract (2015-0068) between MDOT and Northwest Consultants, Inc., will provide for design services to be performed for the rehabilitation of US-131 from U Avenue to I-94 in the City of Portage, Kalamazoo County (CS 39013 – JN 116399C). The work items will include performing surveys, preparing required plans and typical cross-sections, computing and verifying plan quantities, and reporting and record-keeping. The contract will be in effect from the date of award through January 9, 2016. The authorization amount will be \$799,246.06. Source of Funds: 81.85% Federal Highway Administration Funds and 18.15% State Restricted Trunkline Funds.

3. TRANSPORTATION PLANNING – RoadSoft Maintenance and Development
Authorization (5) under Contract (2014-0952) between MDOT and Michigan Technological University (MTU) will provide for the ongoing maintenance and development of pavement management software (RoadSoft) used by local units of government. A pavement management system allows an engineer to determine the best fix to apply to a road to ensure the maximum useful life of that road. The authorization will be in effect from January 1, 2015, through December 31, 2015. The authorization amount will be \$723,778. The contract term is October 15, 2014, through October 14, 2018. Source of Funds: Federal Highway Administration Funds - \$579,022; State Restricted Trunkline Funds - \$144,756.

POST-AWARD REPORTING

4. *HIGHWAYS – Contract Management Services
Contract (2014-0466) between MDOT and Detroit Belle Isle Grand Prix, Inc., provides for contract management services to be performed for the Phase 1 design of improvements to the roadways used for both normal park operations and high profile special events like the Grand Prix race on Belle Isle in the City of Detroit. This contract was pre-approved by the State Administrative Board at its March 11, 2014, meeting. The contract term is September 18, 2014, through June 30, 2015. The maximum contract amount is \$53,484.65. Source of Funds: 100% State Road and Risk Reserve Funds.

5. *HIGHWAYS – Contract Management Services
Contract (2015-0069) between MDOT and Detroit Belle Isle Grand Prix, Inc., provides for contract management services to be performed for the Phase 2 preconstruction and construction of improvements to the roadways used for both normal park operations and high profile special events like the Grand Prix race on Belle Isle in the City of Detroit. This contract was pre-approved by the State Administrative Board at its March 11, 2014, meeting. The contract term is September 1, 2014, through June 30, 2015. The maximum contract amount is \$3,876,668.19. Source of Funds: 100% State Road and Risk Reserve Funds.

In accordance with MDOT's policies and procedures and subject to concurrence by the Federal Highway Administration, the preparation and award of the appropriate documents approved by the Attorney General, and compliance with all legal and fiscal requirements, the Director recommends for approval by the State Administrative Board the items on this agenda.

The approval by the State Administrative Board of these contracts does not constitute the award of same. The award of contracts shall be made at the discretion of the Director-Department of Transportation when the aforementioned requirements have been met. Subject to exercise of that discretion, I approve the contracts described in this agenda and authorize their award by the responsible management staff of MDOT to the extent authorized by, and in accordance with, the December 14, 1983, resolution of the State Transportation Commission and the Director's delegation memorandum of June 17, 2014.

Respectfully submitted,

Laura J. Mester
for Kirk T. Stuedle
Director

SUPPLEMENTAL AGENDA

DEPARTMENT OF TRANSPORTATION

TRANSPORTATION and NATURAL RESOURCES COMMITTEE
STATE ADMINISTRATIVE BOARD

T&NR Meeting: November 18, 2014– Lake Superior Room,
1st Floor, Michigan Library and Historical Center, 11:00 AM
State Administrative Board Meeting: November 25, 2014 – Lake Superior Room,
1st Floor, Michigan Library and Historical Center, 11:00 AM

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This agenda is for general informational purposes only. At its discretion, the Transportation and Natural Resources Committee may revise this agenda and may take up other issues at the meeting.

BID LETTING

STATE PROJECTS

- 1. Letting Of November 7, 2014 Low Bid: \$8,397,873.83
Letting Call: 1411 002
Project: ST 31012-118271, ETC Engineers Estimate: \$5,372,592.12
Local Agreement:
Start Date: 10 Days After Award Pct Over/Under Estimate: 56.31 %
Completion Date: April 22, 2016

Electrical, mechanical and structural rehabilitation and high load hit repairs to operator's house on US-41/M-26 over Portage Lake in the cities of Houghton and Hancock, Houghton County.

3.00 % DBE participation required

Bidder Ranking	As-Submitted	As-Checked
Zenith Tech, Inc.	\$8,397,873.83	Same 1 **
PCL Civil Constructors, Inc.	\$8,898,530.80	Same 2
Cianbro Corporation	\$10,656,867.70	Same 3
Anlaan Corporation	\$11,065,007.62	Same 4

Total Number of Bidders: 4

In accordance with MDOT's policies and procedures and subject to concurrence by the Federal Highway Administration, the preparation and award of the appropriate documents approved by the Attorney General, and compliance with all legal and fiscal requirements, the Director recommends for approval by the State Administrative Board the items on this agenda.

* Denotes a non-standard contract/amendment
11/17/2014

The approval by the State Administrative Board of these contracts does not constitute the award of same. The award of contracts shall be made at the discretion of the Director-Department of Transportation when the aforementioned requirements have been met. Subject to exercise of that discretion, I approve the contracts described in this agenda and authorize their award by the responsible management staff of MDOT to the extent authorized by, and in accordance with, the December 14, 1983, resolution of the State Transportation Commission and the Director's delegation memorandum of June 17, 2014.

Respectfully submitted,

Laura J. Mester

KS Kirk T. Steudle
Director

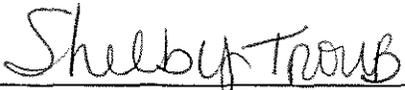
Ms. Jarois presented the Transportation and Natural Resources Committee Report for the regular meeting of November 25, 2014. After review of the foregoing Transportation and Natural Resources Committee Report, Ms. Jarois moved that the Report covering the regular meeting of November 25, 2014, be approved and adopted. The motion was supported by Mr. Reilly and unanimously approved.

8. MOTIONS AND RESOLUTIONS:

None

9. ADJOURNMENT:

Mr. Smith adjourned the meeting.



SECRETARY



CHAIRPERSON