



STATE OF MICHIGAN  
DEPARTMENT OF TREASURY  
LANSING

RICK SNYDER  
GOVERNOR

NICK A. KHOURI  
STATE TREASURER

**DETROIT FINANCIAL REVIEW COMMISSION**

**CITY RESOLUTION 2016-12**

**APPROVING THE CITY'S AUGUST 2016 CONTRACT REQUESTS**

WHEREAS, Public Act 181 of 2014, the Michigan Financial Review Commission Act (the "Act"), allows for the creation of the Detroit Financial Review Commission (the "Commission") within the Michigan Department of Treasury; and

WHEREAS, Section 6(1) of the Act empowers the Commission to provide oversight for the City of Detroit (the "City") beginning on the Effective Date of the Plan of Adjustment; and

WHEREAS, Section 6(6) of the Act provides that during the period of oversight, the Commission review and approve the City's applicable contracts, as defined by Section 3(a) of the Act, and that an applicable contract does not take effect unless approved by the Commission; and

WHEREAS, at the Commission meeting on August 29, 2016, the City presented applicable contracts, attached as **Exhibit A** to this Resolution, for the Commission's review and approval.

NOW THEREFORE, be it resolved by the Detroit Financial Review Commission as follows:

1. That the City's August 2016 contract requests, attached as **Exhibit A** to this Resolution but excluding any contracts a majority of Commission members present has agreed to exclude as noted in the minutes, are hereby approved.
2. That the minutes of the Detroit Financial Review Commission meeting at which this Resolution is adopted take notice of the adoption of this Resolution.
3. This Resolution shall have immediate effect.

CITY OF DETROIT CONTRACT SUBMISSION TO FINANCIAL REVIEW COMMISSION  
THE FOLLOWING CONTRACTS ARE BEING SENT TO THE FRC FOR REVIEW AND APPROVAL PURSUANT TO  
SECTION 6, SUBSECTION 6 OF THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT  
For August 29, 2016 Meeting

Prepared By: Boysie Jackson, Chief Procurement Officer

City Council and Water Board Approvals Through August 25, 2016

	Department	Contract Number	Description	Contract Request Type	Competitively Bid? If not a New contract, was the original contract competitively bid?	Lowest Bid? If not a New contract, was the original contract the lowest bid?	City Council Approval Date	Office of the Chief Financial Officer Approval Date	Comments
<b>CONTRACTS GREATER THAN \$750K</b>									
1	GENERAL SERVICES	6000232	<b>Contract Amount: \$750,000.00</b> <b>Contract Period: Upon FRC Approval through 7/25/18</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Park Site Amenities Repair</b> Contractor: Michigan Recreational Construction Location: 1091 Victory Drive, Howell, MI 48843	New	Yes	Yes	8/25/2016	8/29/2016	
2	INNOVATION TECHNOLOGY	2780852	<b>Contract Amount: \$12,500,000.00</b> <b>Contract Period: 1/24/16 through 11/30/16</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide for the Purchase, Maintenance and Installation of Network Equipment</b> Contractor: GroundWork0 Location: 2000 Brush Street, #262, Detroit, MI 48226	Extension of Time	Yes	Yes	8/4/2016	8/29/2016	Total Contract Amount: \$12,500,000.00  This Amendment is for extension of time only. The original contract period is January 23, 2015 through January 23, 2016.
3	INNOVATION TECHNOLOGY	2896596	<b>Contract Amount: \$1,700,000.00</b> <b>Contract Period: Upon FRC Approval through 9/30/17</b> <b>Source: 100% QOL Funding</b> <b>Purpose: To Provide Microsoft Software and Services for ITS Operating System Upgrade</b> Contractor: CDW-Government Location: 200 N. Milwaukee Avenue, Vernon Hills, IL 60061	Increase of Funds and Extension of Time	Yes	Yes	8/11/2016	8/29/2016	Contract Amount: \$7,445,071.00  This Amendment is for increase of funds and extension of time. Original contract amount is \$5,745,071.00 and original contract period is September 30, 2014 through September 30, 2016
4	POLICE	6000253	<b>Contract Amount: \$3,562,931.00</b> <b>Contract Period: Upon FRC Approval through 8/25/19</b> <b>Source: 100% City Funding</b> <b>Purpose: Lease Contract between the Detroit Building Authority and the Police Department for Build Out of the Real Time Crime Center on the Fourth Floor of the Detroit Public Safety Headquarters</b> Contractor: Detroit Building Authority Location: 1301 Third Street, Suite 328, Detroit, MI 48226	New	Intergovernmental Agreement	Intergovernmental Agreement	8/25/2016	8/29/2016	
5	TRANSPORTATION	2883231	<b>Contract Amount: \$894,460.10</b> <b>Contract Period: Upon FRC Approval through 10/31/16</b> <b>Source: 80% Federal, 20% State Funding</b> <b>Purpose: To Provide JARC/New Freedom Transportation Services</b> Contractor: Moe Transportation Location: 23300 Greenfield, Suite 125, Oak Park, MI 48237	Increase of Funds	Yes	Yes	8/25/2016	8/29/2016	Wind down of JARC Program.  Total Contract Amount: \$2,010,460.10  This Amendment is for increase of funds only. The original contract amount is \$1,116,000.00

**FRC City Resolution 2016-12  
Exhibit A**

	Department	Contract Number	Description	Contract Request Type	Competitively Bid? If not a New contract, was the original contract competitively bid?	Lowest Bid? If not a New contract, was the original contract the lowest bid?	City Council Approval Date	Office of the Chief Financial Officer Approval Date	Comments
<b>CONTRACTS GREATER THAN \$750K--continued</b>									
6	TRANSPORTATION	2883536	<b>Contract Amount: \$1,773,934.50</b> <b>Contract Period: Upon FRC Approval through 10/31/16</b> <b>Source: 80% Federal, 20% State Funding</b> <b>Purpose: To Provide JARC/New Freedom Transportation Services</b> Contractor: Checker Cab Company Location: 2128 Trumbull, Detroit, MI 48216	Increase of Funds	Yes	Yes	8/25/2016	8/29/2016	Wind down of JARC Program. Total Contract Amount: \$8,343,934.50 This Amendment is for increase of funds only. The original contract amount is \$6,570,000.00
7	TRANSPORTATION	6000251	<b>Contract Amount: \$6,500,000.00</b> <b>Contract Period: Upon FRC Approval through 6/30/17</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide for the Operation and Maintenance of The Detroit People Mover</b> Contractor: Detroit Transportation Corp. Location: 535 Griswold, Suite 400, Detroit, MI 48226	New	Intergovernmental Agreement	Intergovernmental Agreement	8/25/2016	8/29/2016	
<b>CONTRACTS GREATER THAN 2 YEARS</b>									
			No Contracts Submitted for this Category						
<b>WITH 1 ENTITY, WITHIN 1 YEAR, GREATER THAN \$750K</b>									
8	PUBLIC WORKS	2841740	<b>Contract Amount: \$546,365.24</b> <b>Contract Period: Upon FRC Approval through 12/31/17</b> <b>Source: 100% City (Street) Funding</b> <b>Purpose: To Provide Construction Engineering and Inspection for the Link Detroit Project</b> Contractor: Parsons Brinckeroff Michigan Inc. Location: 500 Griswold St., Suite 2900, Detroit, MI 48226	Increase of Funds	Yes	Yes	8/18/2016	8/29/2016	Total Contract Amount: \$2,425,464.15 This Amendment is for increase of funds only. Original contract amount is \$1,879,098.91
9	PUBLIC WORKS	2881025	<b>Contract Amount: \$377,419.63</b> <b>Contract Period: Upon FRC Approval through 12/31/17</b> <b>Source: 53% Federal, 20% Street, 27% Other Funding</b> <b>Purpose: To Provide Construction Engineering and Inspection (CE&amp;I) Services for Eight (8) MDOT Projects</b> Contractor: Parsons Brinckeroff Michigan Inc. Location: 500 Griswold St., Suite 2900, Detroit, MI 48226	Increase of Funds	Yes	Yes	8/18/2016	8/29/2016	Total Contract Amount: \$2,582,656.07 This Amendment is for increase of funds only. Original contract amount is \$2,205,236.44

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**DEPARTMENT OF WATER AND SEWAGE CONTRACTS  
CONTRACTS GREATER THAN \$750,000.00**

10	Water and Sewerage	DWS-894 Change Order No. 4	<p><b>Contract Amount Not to Exceed: \$4,275,000.00</b>  <b>Contract Period:</b> Add 191 Calendar Days to Final completion date December 21, 2016  <b>Source:</b> CIP funded  <b>Purpose:</b> Water Shut-Off/Turn-On Project            Contractor: Homrich Wrecking, Inc.            Location: 65 Cadillac Square, Suite 2701, Detroit, MI 48226</p>	Increase of Funds and Extension of Time	Yes	Yes	Approved 8/17/2016 BOWC	08/29/16	DWSD Contract No. DWS-894 was initiated to reduce DWSD's delinquent water accounts. As part of the overall plan to increase DWSD's revenue collection, the Department increased its efforts of water shut-offs for customers with a 60-day or more past due balance. At the start of this project, DWSD's staff averaged 1,500 to 2,000 shut-offs per month and had 150,000 delinquent water accounts that required additional staff to help address this ongoing issue. Currently, with Homrich Wrecking, Inc.'s assistance, during the peak shut-off period of April to November, DWSD is averaging 2,148 shut-offs per month and 540 per week. As of January 31, 2015, DWSD had approximately 87,335 customers with 60-day past due balances. The total is 65,463 customers less those with active installment agreements.
11	Water and Sewerage	51130	<p><b>Contract Amount Not to Exceed: \$1,197,278.13</b>  <b>Contract Period:</b> One (1) Year with Two (2) One (1) Year Renewal Options  <b>Source:</b> 100% Operating Budget (Operations &amp; Maintenance)  <b>Purpose:</b> Field Services and Meter Operations Project Management Office            Contractor: Veolia Water North America, LLC            Location: 53 State Street, 14th Floor, Boston, MA 02109</p>	New	Yes	Highest Score	Approved 5/11/2016 BOWC	08/29/16	The PMO will be responsible for managing projects, coordinating and improving resource management, driving accountability, improving workforce effectiveness and processes, developing planned maintenance activities and work forecasts, training the workforce on new processes and procedures implemented, tracking costs/performance and ensuring quality for Field Services Maintenance and Repair Division and the Meter Operations Division. The PMO will adjust or create new methodology/practices that are both simple and repeatable for the workforce to utilize, while improving service delivery. The PMO will also be responsible for assessing the existing training program and provide recommendations for cross-functional training opportunities to further increase workforce effectiveness. The PMO will report to DWSD Management and Executive Leadership weekly on policy/process change recommendations, performance and progress. PMO shall also provide recommendations to DWSD Management and Executive Leadership on budget and staffing requirements to meet level of service goals. PMO shall also be responsible for coordinating work with the Field Engineering Division which is responsible for delivery of capital projects, utility locating services (i.e. MISS DIG), and construction inspection services for both O&M and capital projects.

**CONTRACTS GREATER THAN 2 YEARS**

		No Contracts Submitted for this Category						
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**WITH 1 ENTITY, WITHIN 1 YEAR, GREATER THAN \$750K**

		No Contracts Submitted for this Category						
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