

APPROVED

MAR 31 2015

**MICHIGAN STATE
ADMINISTRATIVE BOARD**

Lansing, Michigan

March 10, 2015

A regular meeting of the State Administrative Board was held in the Forum, 1st Floor, Michigan Library and Historical Center, on Tuesday, March 10, 2015, at 11:00 a.m.

Present: Valerie Brader, representing Rick Snyder, Governor, Chairperson
Nat Forstner, representing Brian Calley, Lt. Governor
Rose Jarois, representing Ruth Johnson, Secretary of State
David Brickey, representing Bill Schuette, Attorney General
Melissa Castro, representing, R. Kevin Clinton, State Treasurer
Laura Mester, representing Kirk T. Steudle, Director, Department of
Transportation
Ross Fort, representing Michael P. Flanagan, Superintendent of Public
Instruction
Shelby Troub, Secretary

Others Present:

Kelly Hamilton, Pat Mullen, Department of Technology, Management and Budget; Bill Rottiers, Department of Transportation

1. CALL TO ORDER:

Ms. Brader called the meeting to order and led the Pledge of Allegiance to the Flag.

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

Ms. Jarois moved to approve the minutes of the regular meeting of February 24, 2015. Supported by Ms. Mester, 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:

None

RETENTION AND DISPOSAL SCHEDULE

ATTORNEY GENERAL

State Operations Division, 03/10/2015

CALDONIA COMMUNITY SCHOOLS

Administrative Office, 03/10/2015

INSURANCE AND FINANCIAL SERVICES

Financial and Administrative Services, 03/10/2015

General Counsel, 03/10/2015

Insurance Evaluation, 03/10/2015

LICENSING AND REGULATORY AFFAIRS

Michigan Public Service Commission Electric Reliability Division, 03/10/2015

Michigan Public Service Commission Operations and Wholesale Markets
Division, 03/10/2015

Michigan Public Service Commission Regulated Energy Division, 03/10/2015

SECRETARY OF STATE

Office of the Great Seal, 03/10/2015

STATE

Uniform Commercial Code, 03/10/2015

TREASURY

BSAF - Student Loan Finance (formerly MHESLA), 03/10/2015

Bureau of Tax Policy, 03/10/2015

Compliance and Corporate Governance Division, 03/10/2015

Field Audit 1, Field Audit 2, 03/10/2015

MFA - Student Loan Program, 03/10/2015

Office of Accounting Services, 03/10/2015

Office of Fiscal Responsibility, 03/10/2015

Property Services Division, 03/10/2015

Real Estate and Infrastructure Investments Division, 03/10/2015

Student Scholarships and Grants, 03/10/2015

Tax Policy Division, 03/10/2015

Tax Policy Division, 03/10/2015

TRANSPORTATION

Civil Rights, 03/10/2015

Environmental Services, 03/10/2015

Mackinaw Bridge Authority, 03/10/2015

Office of Business Development, 03/10/2015

Ms. Mester 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)

March 10, 2015

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 **March 3, 2015**. Those present being:

Chairperson: Melissa Castro, representing
State Treasurer Clinton

Approved Melissa Castro

Member: Not Available, representing
Governor Snyder

Approved N/A

Member: Nat Forstner, representing
Lt. Governor Calley

Approved [Signature]

Others: Iris Lopez, James Shell, Department of Attorney General; Jennifer Huhn, Karen Maidlow, Department of Natural Resources; Rose Jarois, Jackie Pena-Klanecky, Department of State; Kelly Hamilton, Pat Mullen, Shelby Troub, 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. Forstner, moved that the Regular Agenda be recommended to the State Administrative Board for approval. The motion was supported by Ms. Castro and unanimously adopted.

Ms. Castro adjourned the meeting.

The Building Committee Supplemental Agenda was presented.

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

At the Building Committee meeting on March 3, 2015, Item 2 on the regular agenda was withdrawn by the Department of Technology, Management and Budget.

A G E N D A

BUILDING COMMITTEE / STATE ADMINISTRATIVE BOARD

March 3, 2015 / March 10, 2015
11:00 A.M. Lake Superior Room/Forum, 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 CORRECTIONS, MUSKEGON – Muskegon Correctional Facility – Vocational Welding Program Renovation
File No. 472/13418.SMD - Index No. 48700 - Contract No. Y15120
Recommended Firm: Pearson Construction Company, Inc. Benton Harbor, Michigan; \$584,000.00

Description and Justification

The purpose of this construction contract is to renovate the existing vocational area to convert it from an auto repair to welding training. The project will provide the required facilities to train inmates for a trade.

Funding Source

100% Agency Operating

2. DEPARTMENT OF NATURAL RESOURCES, MONROE – Bolles Harbor BAS – BAS Re-Paving
File No. 751/09295.CAK - Index No. 99058, 59010 - Contract No. Y15119
Recommended Contract Award: Antler Construction, Inc., Canton; \$678,239.00

Description and Justification

The purpose of this contract is to repair and upgrade the parking lot and the entrance drive. This work will include asphalt paving, concrete sidewalks, storm sewer structures and piping, rain gardens/bio-swale and landscaping. This work is necessary to reduce the site's maintenance costs and improve user safety. The storm sewer, rain gardens, and landscaping will improve the quality of storm water leaving the site.

Funding Source

100% Waterways Funds

MODIFICATION TO ISID ASSIGNMENT

3. DEPARTMENT OF ENVIRONMENTAL QUALITY, LINDEN – Broad and Bridge Site – Remedial Investigation Services
File No. 761/14285.SAR - Index No. 44801 - Contract No. Y14375

Environmental Consulting & Technology, Inc.; Lansing; Modification No. 1,
 Increase \$243,629.65
 ISID No. 00468 - Assignment No. 1

Description and Justification

The purpose of this modification is to expand the interim response activities at this site. The original assignment was to obtain samples of air, soil and groundwater as part of an investigation into effective mitigation of exposure risks and implementation of interim response and correction. The tasks defined for the additional work include technical support, repairs, system modifications and enhancement, permitting, and routine maintenance through December of 2016. The work is needed to protect public health, safety, welfare and the environment and comply with the environmental regulations.

Funding Source

100% Refined Petroleum Funds

Base Contract	\$85,276.21	Purpose of this assignment is to provide professional environmental investigation services. Approved Director's Agenda – 8/15/2014
Modification No.	\$243,629.65	See Justification Above
Total Contract	\$328,905.86	

MODIFICATION TO PROFESSIONAL SERVICES CONTRACTS

- 4. DEPARTMENT OF ENVIRONMENTAL QUALITY, COHOCTAH – The Pit Stop Site – Remedial Investigation
 File No. 761/11208.SAR - Index No. 44801 - Contract No. Y11138
 AECOM of Michigan, P.C. (Formerly STS Consultants, Ltd.), Lansing;
 Modification No. 3, Increase \$81,940.36

Description and Justification

The purpose of this modification is to provide additional environmental services for sampling and evaluation. A total of 353 tons of contaminated soil have been removed from the site, but additional sampling and monitoring is needed. The professional will conduct twelve quarterly groundwater sampling events, evaluate the contamination and prepare the necessary reports. The work is needed to protect public health, safety, welfare and the environment and comply with the environmental regulations.

Funding Source

100% Refined Petroleum Funds

Base Contract	\$89,313.29	Purpose of this contract is to provide environmental investigation services. Approved Director's Agenda – 4/29/2011
Modification No. 1	\$4,963.77	Purpose of this modification is to provide additional environmental

		services for evaluating remedial options. It was concluded that additional diagrams are needed to effectively demonstrate the distribution of contaminants. Approved Director's Agenda – 1/25/2013
Modification No. 2	\$82,622.75	Purpose of this modification is to provide additional environmental services for evaluating remedial options. Approved Director's Agenda – 4/5/2013
Modification No. 3	\$81,940.36	See Justification Above
Total Contract	\$258,840.17	

REVISIONS TO CONSTRUCTION CONTRACTS

- DEPARTMENT OF CORRECTIONS, Coldwater – Lakeland Correctional Facility – Window Replacement
File No. 472/13379.SMD - Index No. 45730 - Contract No. Y14358
Contractor: Pranam GlobalTech, Inc., Livonia; CCO No. 1, Increase \$446,000.00

Description and Justification

The purpose of this construction change order is to include windows that were originally scheduled for replacement within buildings A, D, and E but deleted due to budget issues. Current funding allows these windows to be replaced at the costs determined in the original bidding, fully implementing the project.

Funding Source

100% Agency Operating Funds

Base Contract	\$647,000.00	Purpose of this contract is to replace original steel sash windows. Approved Ad Board Agenda – 06/25/2014
Change Order No. 1	\$446,000.00	100% Scope Change See Justification Above
Total Contract	\$1,093,000.00	

- DEPARTMENT OF NATURAL RESOURCES, BELLE ISLE – Belle Isle Conservatory, Aquarium, and Casino – Heating System Improvements
File No. 751/14268.SMD - Index No. 59715 - Contract No. Y15036
Allied Building Service, Detroit, Michigan; CCO No. 2, Increase \$312,198.78

Description and Justification

The purpose of this change order is to replace the existing boilers. The original intent of the project was to reuse the existing boilers, however, it has been determined that the

boilers do not function adequately to heat the Casino. The Casino is used for many public functions.

Funding Source

100% Agency Operating Funds

Base Contract	\$49,435.00	Purpose of this assignment is to provide professional design/build services for the evaluation, repair, modification, and or replacement work for the existing boilers. Approved Director's Agenda – 10/24/2014
Change Order No. 1	\$168,678.35	100% Scope Change Approved Director's Agenda – 1/30/2015
Change Order No. 2	\$312,198.78	100% Scope Change See Justification Above
Total Contract	\$530,312.13	

7. DEPARTMENT OF ENVIRONMENTAL QUALITY, BALDWIN – Wash King Laundry Site – Operation and Maintenance Groundwater and Soil Vapor Extraction Treatment System
File No. 761/06037.RRD - Index No. 44081- Contract No. Y06106
Lakeshore Environmental, Inc.; Grand Haven; CCO No. 12, Increase \$13,400.00

Description and Justification

The purpose of this change order is to provide an additional two months of operation and maintenance of the groundwater treatment and the soil vapor extraction systems. The change includes a transition from the current contractor to the new contractor. The contractor will provide maintenance, sampling, and reporting. The work is needed to protect public health, safety, welfare and the environment and to comply with state environmental regulations.

Funding Source

100% Cleanup and Redevelopment Funds

Base Contract	\$144,060.00	Purpose of this contract is to provide two years of system operation and maintenance (O&M) of the groundwater pump, treatment and discharge system. Approved Director's Agenda – 03/27/2009
Change Order No. 1	\$94,359.00	100% Scope Change Approved Ad Board Agenda – 08/31/2007
Change Order No. 2	\$0.00	Contract Reallocation

Change Order No. 3	\$152,740.00	100% Scope Change Approved Ad Board Agenda – 05/06/2008
Change Order No. 4	\$26,500.00	100% Field Condition Approved Ad Board Agenda – 12/16/2008
Change Order No. 5	\$262,560.00	90% Scope Change 10% Field Condition Approved Ad Board Agenda – 12/01/2009
Change Order No. 6	\$0.00	Contract Extension
Change Order No. 7	\$213,755.00	100% Scope Change Approved Ad Board Agenda – 08/03/2010
Change Order No. 8	\$246,000.00	100% Scope Change Approved Ad Board Agenda – 05/17/2011
Change Order No. 9	\$326,555.00	100% Scope Change Approved Ad Board Agenda – 03/06/2012
Change Order No. 10	\$101,500.00	100% Scope Change Approved Ad Board Agenda – 05/20/2014
Change Order No. 11	\$59,000.00	100% Scope Change Approved Ad Board Agenda – 10/3/2014
Change Order No. 12	\$13,400.00	100% Scope Change See Justification Above
Total Contract	\$1,640,429.00	

ADDENDUM TO LEASE FOR PRIVATE PROPERTY

8. DEPARTMENT OF STATE, ATLANTA - Addendum No. 1 to Lease No. 10078-2008 approved by the State Administrative Board on April 21, 2009, by and between Charles R. Otto, Joel H. Otto, Ronald W. Pore, a Co-partnership, d/b/a A.I.G., LLC, and subsequently assumed by Joel H. Otto and Wendy G. Otto, a Co-partnership, d/b/a A.I.G., LLC, and the State of Michigan by the Department of Technology, Management & Budget for the Department of State, as Lessee, for 793 square feet of space located at 12519 State Street, Atlanta, Michigan, 49709. This Addendum provides for one 10-year renewal and one 5-year renewal option. The annual per square foot rental rate for the 10-year renewal for this space will be \$6.05 (\$399.80 per month). This Addendum contains one 5-year renewal option with an annual per square foot rental rate of \$7.56 (\$499.59 per month). This Addendum is effective upon obtaining State Administrative Board approval and required signatures and continues to the termination date of the April 30, 2024, or any extension. This Lease contains a Standard cancellation

clause with 90-days' notice. The Attorney General has approved this Addendum as to legal form.

Purpose/Business Case:

The purpose of this Addendum is to add two renewal options to the existing Lease so the Department may remain in their current location at a fair market rate.

Benefit:

This Addendum would allow the Department to continue use of its current location. Remaining at this location would allow the Department to provide continued service in Montmorency County.

Source of Funds:

26.3% General Fund; 73.7% Restricted Fund (TACF 60.4%; Auto Repair Facilities Fees 1.3%; Driver Fees 7.3%; Parking Ticket Court Fines 4.4%; Enhanced Driver License & Personal ID 0.3%

Commitment Level:

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

Risk Assessment:

Non-approval of this Addendum will hinder the Department from operating in Montmorency County as mandated by law. Non-approval of this Addendum would also have fiscal impact on the Department as it would be forced to incur additional moving and building expenses.

Zip Code:

49709

- 9. DEPARTMENT OF STATE, MOHAWK - Addendum No. 1 to Lease No. 10602 approved by the State Administrative Board on September 1, 1998, between James Trevethan as Lessor, and the State of Michigan by the Department of Technology, Management & Budget for the Department of State, as Lessor, for 880 square feet of space located at 3616 Highway US 41, Mohawk, Michigan 49950. This Addendum provides for the Department to continue to operate and provide service in Keweenaw County at their current location. This Addendum is effective upon obtaining State Administrative Board approval and required signatures and continues to the termination date of the Lease, or any extension. The annual per square foot rental rate for this space beginning January 28, 2014, is \$12.52 (\$918.13 per month). This Addendum contains one 5-year renewal option with an annual per square foot rental rate of \$13.90 (\$1,019.13 per month). These rates are within current fair market rate for this area. This Lease contains a Standard cancellation clause with 90-days' notice. The Attorney General has approved this Addendum as to legal form.

Purpose/Business Case:

The purpose of this Addendum is to add two renewal options to the existing Lease so the Department may remain in their current location at a fair market rate.

Benefit:

This Addendum would allow the Department to continue use of its current location. Remaining at this location would allow the Department to provide continued service in Keewenaw County.

Source of Funds:

26.3% General Fund; 73.7% Restricted Fund (TACF 60.4%; Auto Repair Facilities Fees 1.3%; Driver Fees 7.3%; Parking Ticket Court Fines 4.4%; Enhanced Driver License & Personal ID 0.3%

Commitment Level:

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

Risk Assessment:

Non-approval of this Addendum will hinder the Department from operating in Keweenaw County as mandated by law. This location is one of a very few commercial properties located in this service area that is suitable for commercial storefront use. Non-approval of this Addendum would also have fiscal impact on the Department, as it would be forced to incur additional moving and building expenses.

Zip Code:

49950

2/19/2015 – 2:47 P.M. – FINAL

SUPPLEMENTAL AGENDA

BUILDING COMMITTEE / STATE ADMINISTRATIVE BOARD

March 3, 2015 /March 10, 2015
11:00 A.M. Lake Superior Room/Forum 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 COMMUNITY HEALTH, CARO – Caro Center – Utility Service Backup Generator
File No. 391/13193.DCS- Index No. 40000 - Contract No. Y15123
Recommended Responsive Proposal: William F. Nelson Electric, Inc., Saginaw;
\$1,804,000.00

Description and Justification

The purpose of this contract is to install an automatic backup electrical generator system to serve the entire Caro Regional Mental Health Center. This project will replace the multiple existing backup generators, and will also provide a safe and more secure electrical service to meet the requirements of the staff and patients, while reducing costly maintenance. The work also includes the installation of a new automated primary electrical switchgear and primary cable replacement that is needed to implement an automatic transfer system.

Funding Source

100% Agency Operating Funds

Ms. Castro presented the Building Committee Report for the regular meeting of March 3, 2015. After review of the foregoing Building Committee Report, Ms. Castro moved that the Report covering the regular meeting of March 3, 2015 be approved and adopted. The motion was supported by Mr. Forstner and unanimously approved.

APPROVED

March 10, 2015

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 **March 3, 2015**. Those present being:

- | | | | |
|--------------|---|----------|-----------------------|
| Chairperson: | <u>Melissa Castro, representing
State Treasurer Clinton</u> | Approved | <u>Melissa Castro</u> |
| Member: | <u>Not Available, representing
Governor Snyder</u> | Approved | <u>N/A</u> |
| Member: | <u>Iris Lopez, representing
Attorney General Schuette</u> | Approved | <u>Iris Lopez</u> |

Others: James Shell, Department of Attorney General; Nat Forstner, Lt. Governor's Office; Jennifer Huhn, Karen Maidlow, Department of Natural Resources; Rose Jarois, Jackie Pena-Klanecky, Department of State; Kelly Hamilton, Pat Mullen, Shelby Troub, Department of Technology, Management and 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 Ms. Castro and unanimously adopted.

The Finance and Claims Committee Supplemental Agenda was presented.

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

Ms. Castro adjourned the meeting.

SECTION III - AGENCY SUBMITTED - NEW GRANTS

3. DEPARTMENT OF COMMUNITY HEALTH

- | | | |
|----|--------------------------------------|---|
| 1) | The Guidance Center
Southgate, MI | \$ 3,000,000.00 New Total
FY15 25.00% Federal Fund
75.00% General Fund
Nineteen-month grant agreement
to provide funding to support
the Children's Behavioral
Action Team |
|----|--------------------------------------|---|

4. DEPARTMENT OF ENVIRONMENTAL QUALITY

- | | | |
|----|--|---|
| 1) | City of Grand Rapids
Grand Rapids, MI | \$ 1,000,000.00 Total
FY15-17 100% Restricted Funds
<i>Clean Michigan Initiative Bond
Fund</i>
For the Grand Rapids Research
Center Brownfield
Redevelopment Project A
medical research facility in
downtown Grand Rapids |
| 2) | Mancelona Area Water and
Sewer Authority
Mancelona, Michigan | \$ 273,303.25 Total
FY15-16 100% Restricted Funds
<i>RD Cleanup & Redevel Prog-Env
Prot. Bond</i>
The groundwater contaminant
plume associated with the
Wickes Manufacturing site
continues to expand in the side
gradient (west) and down
gradient (north/northwest)
direction. Mancelona Area Water
& Sewer Authority (MAWSA),
which provides municipal water
into the affected areas,
extended main to the Church in
the Woods along Shanty Creek
Road in fiscal year 2014. |

SECTION IV - AGENCY SUBMITTED - GRANT CHANGES5. DEPARTMENT OF COMMUNITY HEALTH

- | | | |
|----|--|--|
| 1) | Michigan Primary
Care Association
Lansing, MI | \$ 261,799.00 Amendment
\$ 1,696,219.00 New Total
FY15 72.88% Federal Fund
24.15% General Fund
2.97% 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 | \$ 6,819,177.00 Amendment
\$ 72,669,747.00 New Total
FY15 79.73% Federal Fund
13.16% General Fund
3.73% State Restricted Fund
2.97% Private, .41% Local
Additional funds for a one-year
grant agreement to provide
funding for various community
health projects |
| 3) | Regents of the University
of Michigan, The
Ann Arbor, MI | \$ 1,005,109.00 Amendment
\$ 11,355,238.00 New Total
FY15 71.26% Federal Fund
4.60% General Fund
5.15% State Restricted Fund
0.81% Private
18.18% Local
Additional funds for a one-year
grant agreement to provide
funding for various community
health projects |

5. DEPARTMENT OF COMMUNITY HEALTH continued

- 4) Southeastern Michigan Health Association (SEMHA) Detroit, MI \$ 512,844.00 Amendment \$ 11,178,115.00 New Total FY15 68.56% Federal Fund 9.85% General Fund 15.16% State Restricted Fund 6.43% Private
Additional funds for a one-year grant agreement to provide funding for various community health projects
- 5) Various Vendors Listing Attached \$ 310,408.00 Amendment \$120,619,622.00 New Total FY15 59.82% Federal Fund 38.49% General Fund 1.53% State Restricted Fund *Michigan Health Initiative Fund* 0.16% Private
Additional funds for a one-year grant to provide funding for a joint and cooperative agency/department relationship and basis for facilitating health services delivery to Michigan citizens through the Local Health Departments
- 6) Various Vendors Listing Attached \$ 1,540,258.00 Amendment \$ 9,901,013.00 New Total FY15 77.12% Federal Fund 9.50% State Restricted 12.92% Private 0.46% Local
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

5. DEPARTMENT OF COMMUNITY HEALTH continued

7) Western Michigan University \$ 249,308.00 Amendment
 Kalamazoo, MI \$ 551,212.00 New Total
 FY15 100% Federal Fund
Compulsive Gaming Prevention Fund
 Additional funds for a one-
 year grant agreement to
 provide funding for various
 community health projects

6. DEPARTMENT OF ENVIRONMENTAL QUALITY

1) U.S. Environmental \$ 140,000.00 Amendment
 Protection Agency \$1,635,669.00 New Total
 Chicago, IL FY15-17 100% Restricted Funds
 (*CMI-Strategic Water Quality*
Initiative).
 To add funds and utilize option
 years for remedial measures;
 increase is the 10% state
 portion

7. DEPARTMENT OF HUMAN SERVICES

1) Family Care Network, Inc. \$ 39,666.00 Amendment
 Livonia, MI \$ 282,360.63 New Total
 FY13-15 100% Federal Fund
Supportive Visitation Program
 To increase funds for the
 Supportive Visitation Program
 for families who need
 assistance in changing family
 behavior or order to decrease
 further abuse and/or neglect

7. DEPARTMENT OF HUMAN SERVICES continued

- 1) Various PAFC Contracts \$ 0.00 Amendment
 \$175,617,000.00 New Total
 FY15-17 34% Federal Fund
 66% General Fund
Placing Agency Foster Care
 For the placement and treatment
 needs of children who require
 foster care placement.
 Additional contracts with
 licensed child placing agencies
 will be added to the PAFC
 series when requested
- 2) Various RFC Contracts \$ 0.00 Amendment
 \$222,930,000.00 New Total
 FY15-17 34% Federal Fund
 66% General Fund
Residential Foster Care
 To provide basic residential
 care essential to the physical
 and emotional well-being of
 children in out-of-home
 placement. Additional
 contracts with licensed
 facilities are added to the RFC
 series as need to maintain
 program integrity and funding
 levels.
- 3) Various TFC Contracts \$ 0.00 Amendment
 \$ 15,390,000.00 New Total
 FY13-15 35% General Fund
 35% Local Funds
 30% Federal Funds
Treatment Foster Care
 To provide personalized care to
 children that are in the
 process of being reunified with
 their family. Additional
 contracts with licensed
 providers will be added to the
 TFC series when requested.

SECTION V - DTMB SUBMITTED - NEW CONTRACTS

SECTION VI - DTMB SUBMITTED - CONTRACT CHANGES

8. DEPARTMENT OF COMMUNITY HEALTH

1)	Magellan Medicaid Administration Glen Allen, VA	\$ 9,962,724.69 Amendment \$ 50,569,332.30 New Total FY15-16 34% General Funds 66% Federal Funds 071B0200069 Exercise a one- year option and add funds for Pharmacy Benefits Manager Services for Medicaid
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9. DEPARTMENT OF CORRECTIONS

1)	Radiology Imaging Solutions, Inc. Grand Rapids, MI	\$ 44,000.00 Amendment \$ 974,261.98 New Total FY15 100% General Funds 071B9200320 Extend six-months, sixteen days and add funds for computerized medical imaging
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10. DEPARTMENT OF ENVIRONMENTAL QUALITY

1)	Life Technologies Corporation Carlsbad, CA	\$ 378,552.00 Amendment \$ 4,490,313.54 New Total FY15 100% General Funds 071B3200108 Add funds for equipment, consumables, service and maintenance repair
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11. DEPARTMENT OF NATURAL RESOURCES

1)	Superior Forestry Inc. Tilly, AR	\$ 300,000.00 Amendment \$ 2,489,250.00 New Total FY15-16 80% Restricted Funds <i>Forest Development Fund</i> 20% Other Funds <i>Various Private Funds</i> 071B13002 One-year option and to increase funds for Lift and Plant services
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12. DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET

- | | | |
|----|--|--|
| 1) | AIS Construction
Equipment
Lansing, MI | \$ 550,000.00 Amendment
\$ 2,350,000.00 New Total
FY15 100% Various Funds
<i>Varies by agency</i>
071B1300081 To add funds for
heavy equipment |
| 2) | Stericycle, Inc.
Northbrook, IL | \$ 0.00 Amendment
\$ 1,940,434.00 New Total
FY15 Various Funds
<i>Varies by agency</i>
071B0200084 Twelve-month
extension for Medical Waste
Removal and Disposal Services |
| 3) | Tandus Centiva US, LLC
Dalton, GA | \$ 3,000,000.00 Amendment
\$ 15,000,000.00 New Total
FY15-16 100% Other Funds
<i>Various Funding Sources</i>
071B9200174 One-year option
and add funds for carpet tiles
and related services |

13. DEPARTMENT OF TRANSPORTATION

- | | | |
|----|--|--|
| 1) | National Industrial
Maintenance, Inc.
Dearborn, MI | \$ 325,503.42 Amendment
\$ 2,269,211.91 New Total
FY15-16 100% Restricted Funds
<i>Bay Region Maintenance Funds</i>
071B8200201 Exercise the
second option year and add
funds for curb sweeping in the
Bay Region |
|----|--|--|

SECTION VII - CLAIMS - PERSONAL PROPERTY LOSS

14. DEPARTMENT OF CORRECTIONS

Employee Claims

- 1) Jessica Leski \$914.00

The claimant (15-SAB-012) requests \$914.00 reimbursement for damage to personal vehicle while conducting state business. The Committee recommends denial of this claim

Prisoner Claims

- 2) Shakeal Sawyer #848857 \$180.00

The claimant (15-SAB/DOC-633) requests \$180.00 reimbursement for missing television. The Committee recommends approval of \$155.77 for this claim

15. DEPARTMENT OF NATURAL RESOURCES

Employee Claims

- 1) Theresa Sysol \$36.29

The claimant (14-SAB-142) requests \$36.29 reimbursement for damaged clothing. The Committee recommends denial of this claim

- 2) Ben Travis \$26.08

The claimant (14-SAB-132) requests \$26.08 reimbursement for damaged clothing. The Committee recommends denial of this claim

- 3) Ben Travis \$42.39

The claimant (14-SAB-141) requests \$42.39 reimbursement for damaged clothing. The Committee recommends denial of this claim

16. DEPARTMENT OF STATE

Citizen Claims

- 1) Deanna Humphrey \$5.42

The claimant (15-SAB-002) requests \$5.42 reimbursement for credit card fees. The Committee recommends denial of this claim

17. DEPARTMENT OF TRANSPORTATION

Citizen Claims

- 1) Gary Pancerz \$999.99

The claimant (15-SAB-014) requests \$999.99 reimbursement for damage to vehicle from state lawn mower. The Committee recommends approval of this claim

- 2) Clinton Van Nocker \$262.10

The claimant (15-SAB-013) requests \$262.10 reimbursement for damage to vehicle from pothole. The Committee recommends approval of this claim

SECTION VIII - CLAIMS - PERSONAL INJURY LOSS

SECTION IX - SPECIAL ITEMS

18. DEPARTMENT OF MILITARY & VETERANS AFFAIRS

- 1) Report from the department of claims against the State of Michigan for personal losses less than \$500 by employees that have been delegated to the department director per Administrative Guide Procedures 0620.02.

Date: January 2015
 Claim #: None
 Claimant's Name: Fred J. Wetton
 Claim Amount: \$31.49
 For: Shirt
 Action: Approved

19. DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET

- 1) Requests approval of a resolution entitled, "STATE ADMINISTRATIVE BOARD RESOLUTION 2015-1 Regarding DTMB Procurement's Submissions to the Finance and Claims Committee."

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

March 10, 2015

Michigan State
Administrative Board

STATE ADMINISTRATIVE BOARD

RESOLUTION 2015-1

**Regarding DTMB Procurement's Submissions to the
Finance and Claims Committee**

Effective March 10, 2015

WHEREAS, the State Administrative Board (Board) exercises general supervisory control over the functions and activities of all administrative departments, boards, commissioners, and officers of this State, and of all State institutions pursuant to 1921 PA 2, MCL 17.3;

WHEREAS, the Department of Technology, Management and Budget's central Procurement team is experiencing unprecedented demand and limited resources;

WHEREAS, the Department of Technology, Management and Budget's Chief Procurement Officer has requested that the Board permit DTMB Procurement to reinstate the process approved in Resolution 2014-1 that expired September 30, 2014, to increase efficiencies in order to meet the current unprecedented demands and limited resources by permitting it to be excepted from the submission requirements in Administrative Board Resolution 2011-1 and current practices; and

WHEREAS, recognizing the Board's duty to promote efficiency of State government the Board resolves, notwithstanding Administrative Board Resolution 2011-1 and current practices, that DTMB Procurement may proceed as follows:

- 1. Until 9/30/2015, contract extensions—except for legal services contracts—including those that require additional expenditures of over \$125,000, do not require Board approval if they meet all of the following conditions:**
 - a. The extensions are approved by the Chief Procurement Officer or his or her designee and are reported to the Board on a quarterly basis;**
 - b. The extensions are for one year or less beyond the initial term when (1) no option term was included in the original contract or (2) all options in the contract have been exercised; and**
 - c. The Chief Procurement Officer or his/her designee has determined that the vendor is not unreasonably raising prices during the extension period.**

02/19/2015 3:00 p.m.. FINAL

**S U P P L E M E N T A L
A G E N D A**

FINANCE AND CLAIMS COMMITTEE

March 3, 2015, 11:00 a.m.
Lake Superior Room
1st Floor, Michigan Library
and Historical Center

STATE ADMINISTRATIVE BOARD

March 10, 2015, 11:00 a.m.
Forum
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 V - DTMB SUBMITTED - NEW CONTRACTS

SECTION VI - DTMB SUBMITTED - CONTRACT CHANGE

1. **DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET**

- | | | |
|----|---|--|
| 1) | Great Lakes Auto Drive
Away, LLC
Holt, MI | \$ 250,000.00 Amendment
\$ 750,000.00 New Total
FY15 100% Revolving
Internal Revenue Fund
071B2200129 Increase funds and
extend contract one-year for
vehicle hauling and cleaning
services |
|----|---|--|

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 March 3, 2015. After review of the foregoing Finance and Claims Committee Report, Ms. Castro moved that the Report covering the regular meeting of March 10, 2015, be approved and adopted. The motion was supported by Ms. Jarois and unanimously approved.

APPROVED

March 10, 2015 No. 30

March 10, 2015

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 March 3, 2015. Those present being:

Chairperson: Rose Jarois, representing
Secretary of State Johnson

Approved



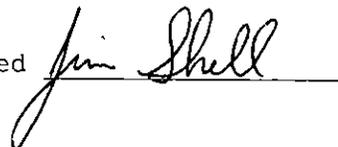
Member: Nat Forstner, representing
Lt. Governor Calley

Approved



Member: James Shell, representing
Attorney General Schuette

Approved



Others: Iris Lopez, Department of Attorney General; Jennifer Huhn, Karen Maidlow, Department of Natural Resources; Jackie Pena-Klanecky, Department of State; Kelly Hamilton, Pat Mullen, Shelby Troub, 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. Shell 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 Resources Agenda was presented.

Following discussion, Mr. Shell moved that the Natural Resources 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. Shell moved that the Transportation Agenda be recommended to the State Administrative Board with Item 5 contingent upon approval from the Office of Attorney General and Item 6 contingent upon approval of the Office of Attorney General and Office of Commission Audit. The motion was supported by Mr. Forstner and unanimously adopted.

Ms. Jarois adjourned the meeting.

AGENDA

DEPARTMENT OF ENVIRONMENTAL QUALITY
WATER RESOURCES DIVISION

TRANSPORTATION AND NATURAL RESOURCES COMMITTEE
STATE ADMINISTRATIVE BOARD

Transportation and Natural Resources Committee March 3, 2015

State Administrative Board March 10, 2015

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.

SUBMERGED LANDS

PROPOSED USE AGREEMENTS

1. Proposed Private Use Agreement (3.18 acres) of Lake Michigan public trust bottomlands, Hendricks Township, Mackinac County.

Applicant: Sault Ste. Marie Tribe of Chippewa Indians (File LM 287)

Consideration: **\$0 annual fee** - No annual fee shall be charged by the Department of Environmental Quality (DEQ) for use of the subject bottomlands as long as the subject bottomlands are used for the described purposes of dockage for tribal commercial fishing, tribal law enforcement boats, and tribal biological research boats to assist tribal commercial fishers in engaging in Great Lakes treaty fishing activities pursuant to the 2000 Consent Decree or any valid successor agreement with the State of Michigan for the management of the fishery.

- 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 Michigan bottomlands under Part 325, Great Lakes Submerged Lands, of the Natural Resources and Environmental Protection Act, 1994 PA 451, as amended (NREPA).
- B. Benefit: Compliance with Part 325.
- C. Funding Source/Income to the State: \$0 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.

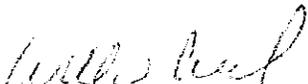
USE AGREEMENTS

2. Proposed Private Use Agreement (0.13 acre) of Lake Huron public trust bottomlands, offshore of Mackinac Island, Mackinac County.

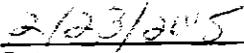
Applicant: Ed Glosemeyer (File LH 540)

Consideration: **\$0 annual fee** – The State of Michigan agrees that applicant's restoration, maintenance, and operation of the Round Island Passage Light in accordance with the federal covenant and deed, and the public interest served by the applicant preserving and making available to the public an important part of Michigan's maritime heritage, constitutes adequate consideration for this agreement.

- A. Purpose/Business Case (Why should the State do this now?): To authorize the use agreement 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.
- 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

February 26, 2015, 1:55 P.M.

A G E N D A

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

Transportation and Natural Resources - March 3, 2015 - 11:00 A.M.
State Administrative Board Meeting - March 10, 2015 - 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 LEASE

- 1. **DIRECT OIL AND GAS LEASE - DEVELOPMENT WITH RESTRICTIONS:** Oil and gas lease rights to 80.00 acres, more or less, of state-owned Department of Natural Resources oil and gas rights located in Section 28, T30N, R05W, Star Township, Antrim County, have been requested by Kosco Energy Group LLC, of Traverse City, Michigan.

Terms: One-year primary term; no extension options; three-sixteenths (3/16) royalty; \$800 bonus consideration (\$10 per acre); and \$2 per acre annual rental.

- 2. **ONE DIRECT METALLIC MINERAL LEASE - NONDEVELOPMENT:** Metallic mineral lease rights to 40 acres, more or less, of state-owned Department of Natural Resources metallic mineral rights located in the NE1/4 SE1/4, Section 13, T50N, R29W, Michigamme Township, Marquette County, have been requested by Eagle Mine, LLC of Champion, Michigan.

Terms: Primary term of ten years; rental for the first through fifth year of \$3.00 per acre and increasing to \$6.00 per acre thereafter; variable production royalty rate; and bonus consideration of \$120.00 (\$3.00 per acre)

The Natural Resources Deputy approved item 1 February 11, 2015; item 2 was approved January 30, 2015. 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: 
Tracie Bonner, Acting Manager
Minerals Management



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF NATURAL RESOURCES
LANSING



KEITH CREGG
DIRECTOR

February 10, 2015

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

Transaction: One Direct Oil and Gas Lease, Development with Restrictions

Authority: Part 5, of the Natural Resources and Environmental Protection Act, 1994 PA 451, as amended; and R 299.8105, Direct Leases, Rule 105, Section (4)

Applicant: Kosco Energy Group LLC, of Traverse City, Michigan

Jurisdiction: Department of Natural Resources (DNR), state-owned oil and gas rights

Mineral Description: W1/2 SE1/4, Section 28, T30N, R05W, Star Township, Antrim County, containing 80.00 acres, more or less (map attached)

Drilling Type/Unit: Parcel lies adjacent to the existing producing Starfire South Antrim Unitized Area; within Sections 28, 29, and 32, T30N, R05W, Star Township, Antrim County.

Comments: Applicant wishes to amend the existing Starfire South Antrim Unitized Area to add the requested 80-acre parcel. A DNR geologist confirmed that the requested parcel is currently being drained of state-owned hydrocarbons without payment of royalties.

Lease Terms: One-year primary term; no extension options; three-sixteenths (3/16) royalty; \$800 bonus consideration (\$10 per acre); and \$2 per acre annual rental.

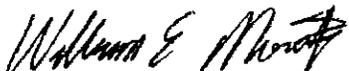
Restrictions: Limited surface disturbance.

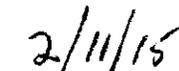
Notice: Notice was published in the *Antrim Review* newspaper December 18, 2014. This item appeared on the February 3, 2015, DNR Business Calendar and is eligible for approval February 10, 2015.

Recommendation: The oil and gas lease be issued to the applicant pursuant to the above terms and restrictions.


Tracie Bonner, Acting Manager
Minerals Management

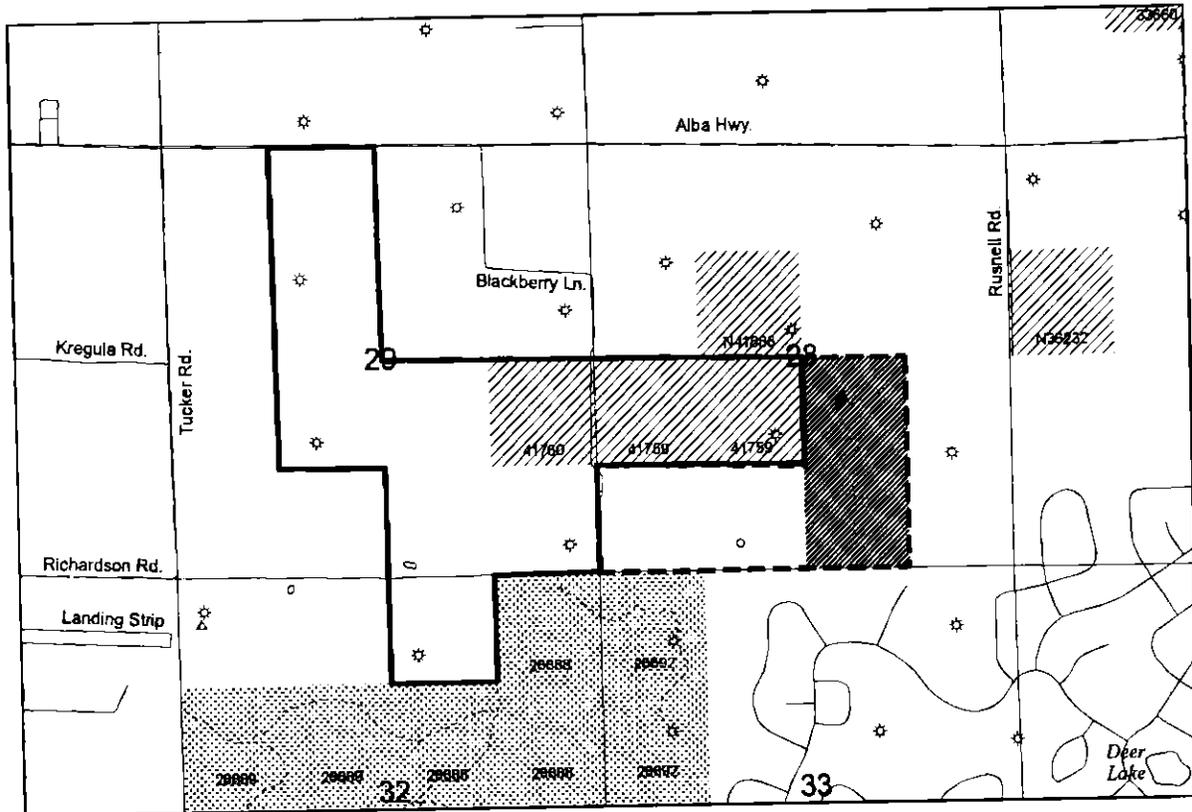
I approve the staff recommendation.


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


Approval Date

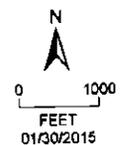
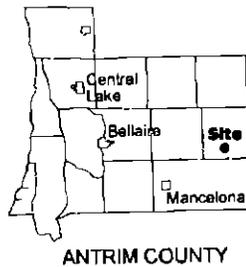
DIRECT OIL AND GAS LEASE - DEVELOPMENT

Kosco Energy Group LLC
 Starfire South Antrim Unitized Area
 W1/2 SE1/4, Section 28, T30N, R05W
 Star Township, Antrim County



- Starfire South Unitized Area boundary (existing)
- - - Lands proposed to be amended into existing Starfire South Unitized Area
- ▨ State-owned DNR oil and gas rights requested for lease (80.00 acres, more or less)

- ▨ Mineral and surface ownership
- ▨ Mineral ownership
- Mixed ownership
- ▨ Surface ownership
- / Plugged well
- ☆ Natural gas well
- △ Brine disposal well
- Permitted well location





RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF NATURAL RESOURCES
LANSING



KEITH CREAGH
DIRECTOR

December 9, 2014

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

Transaction: One Direct Metallic Mineral Lease, Nondevelopment

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

Applicant: Eagle Mine, LLC, of Champion, Michigan

Jurisdiction: Department of Natural Resources (DNR) fee ownership

Land Description: NE1/4 SE1/4, Section 13, T50N, R29W, Michiganme Township, Marquette County, containing 40.00 acres, more or less (map attached)

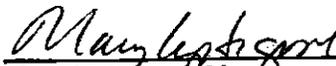
Lease Terms: Primary term of ten years; rental for the first through fifth year of \$3.00 per acre and increasing to \$6.00 per acre thereafter; variable production royalty rate; and bonus consideration of \$120.00 (\$3.00 per acre).

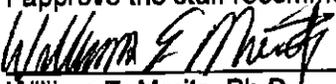
Restrictions: Nondevelopment

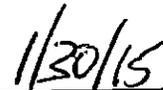
Comments: DNR field staff originally recommended a lease classification of Development with Restrictions based on review of the parcel to be leased. However, after receiving public comment, consideration was given to resource information for the area surrounding the parcel to be leased. Based on the additional resource information obtained, and discussion with the applicant, the recommendation is to offer the lease with a classification of Leaseable Nondevelopment.

Notice: Notice was published in *The Mining Journal* October 20, 2014, and a corrected notice (adding the proposed lease classification) was published in *The Mining Journal* October 31, 2014. This item appeared on the December 2, 2014 DNR Business Calendar and is eligible for approval December 9, 2014.

Recommendation: That one metallic mineral lease be issued to the applicant pursuant to the above terms and restrictions.

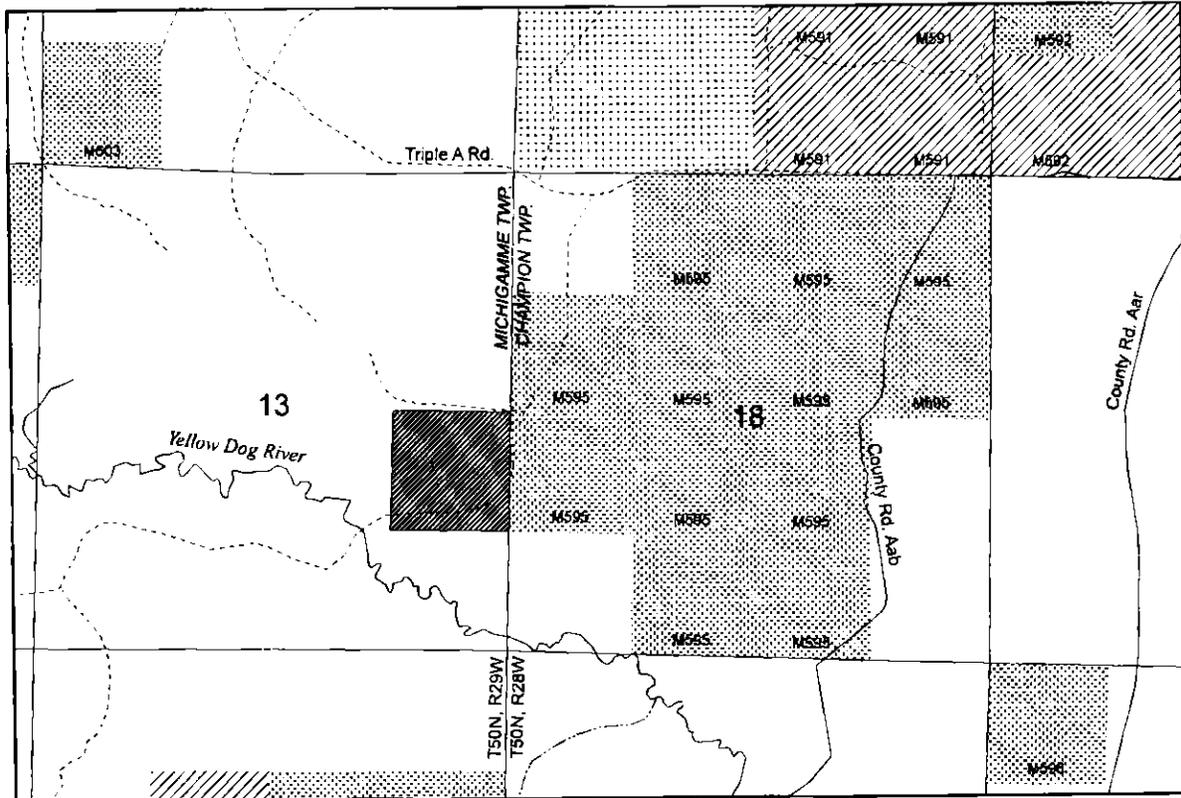

 Mary Uptigrove, Manager
 Minerals Management

I approve the staff recommendations.

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

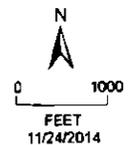
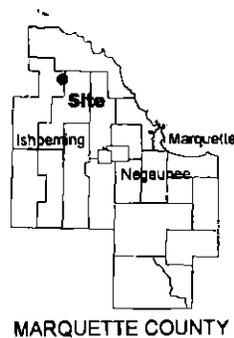

 Approval Date

DIRECT METALLIC MINERAL LEASE DEVELOPMENT WITH RESTRICTIONS

Eagle Mine, LLC
 NE1/4 SE1/4, Section 13, T50N, R29W
 Michigamme Township, Marquette County



-  State-owned metallic mineral rights requested for lease (40 acres, more or less)
-  Mineral and surface ownership
-  Mineral ownership
-  Mixed ownership
-  Surface ownership



FINAL 2.26.15

AGENDA

DEPARTMENT OF TRANSPORTATION

TRANSPORTATION and NATURAL RESOURCES COMMITTEE
STATE ADMINISTRATIVE BOARD

T&NR Meeting: March 3, 2015-- Lake Superior Room,
1st Floor, Michigan Library and Historical Center, 11:00 AM
State Administrative Board Meeting: March 10, 2015 – Forum,
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.

CONTRACT PRE-APPROVAL

1. **HIGHWAYS - Design Services**

Contract (2015-0166) between MDOT and URS Corporation Great Lakes will provide for design services to be performed for the reconstruction of westbound I-196 from west of 32nd Avenue to west of Kenowa Avenue in the City of Hudsonville and in Jamestown and Georgetown Townships, Ottawa County (CS 70024 - JN 118618C). The work items will include preparing required plans, including maintaining traffic and construction staging plans and pavement marking plans; performing surveys and drainage work; and computing and verifying all plan quantities. The contract will be in effect from the date of award through December 31, 2020. The engineer's estimate is \$826,133.86. Source of Funds: 90% Federal Highway Administration Funds and 10% State Restricted Trunkline Funds.

2. **HIGHWAYS - Design Services**

Contract (2015-0167) between MDOT and Bergmann Associates, Architects, Engineers, Landscape Architects & Surveyors, D.P.C., will provide for design services to be performed for the reconstruction of eastbound I-196 from west of 32nd Avenue to west of Kenowa Avenue in the City of Hudsonville and in Jamestown and Georgetown Townships, Ottawa County (CS 70024 - JN 118618C). The work items will include preparing required plans, including maintaining traffic and construction staging plans and pavement marking plans; performing surveys and drainage work; and computing and verifying all plan quantities. The contract will be in effect from the date of award through December 31, 2020. The engineer's estimate is \$1,145,918.32. Source of Funds: 90% Federal Highway Administration Funds and 10% State Restricted Trunkline Funds.

* Denotes a non-standard contract/amendment
2/26/2015

CONTRACTS

3. *HIGHWAYS – As-Needed Engineering and Technical Assistance Services
 Contract (2015-0118) between MDOT and HNTB Michigan, Inc., will provide for as-needed consultant services to be performed for the development of a new MDOT Special Provision on Critical Path Methods (CPM) and for assistance utilizing Primavera P6 software in the Metro Region. The work items will include the development of a new Special Provision on CPMs, review of contractors' CPM schedules according to current industry standards, and providing training to MDOT staff on performing CPM reviews and using the Primavera P6 software. The contract will be in effect from the date of award through April 1, 2017. The contract amount will be \$800,000. Source of Funds: Federal, Restricted State, or local funds, depending on the particular project authorized.

4. *HIGHWAYS – Inspection and Testing Services
 Contract (2015-0157) between MDOT and Alfred Benesch & Company will provide for as-needed inspection and testing services to be performed road and bridge construction projects in the Kalamazoo Transportation Service Center service area. The work items will include inspection; quality assurance testing and reporting; and measurement, computation, and documentation of quantities. The contract will be in effect from the date of award through December 31, 2016. The contract amount will be \$910,422.81. Source of Funds: Federal Highway Administration Funds, State Restricted Trunkline Funds, or local funds, depending on the particular project authorized.

5. *HIGHWAYS - Construction Engineering Services
 Contract (2015-0161) between MDOT and Great Lakes Engineering, LLC, will provide for as-needed construction inspection services to be performed for the reconstruction of I-75 from Dixie Highway to I-275 in Monroe County. The work items will include project administration, inspection, and preparation and documentation of project records. The contract will be in effect from the date of award through August 1, 2017. The contract amount will be \$1,875,249.51. Source of Funds: 90% Federal Highway Administration Funds and 10% State Restricted Trunkline Funds.

6. *HIGHWAYS - Construction Engineering Services
 Contract (2015-0162) between MDOT and Parsons Brinckerhoff Michigan, Inc., will provide for as-needed construction inspection services to be performed for the reconstruction of I-75 from Dixie Highway to I-275 in Monroe County. The work items will include project administration, inspection, and preparation and documentation of project records. The contract will be in effect from the date of award through August 1, 2017. The contract amount will be \$1,785,832.02. Source of Funds: Federal Highway Administration Funds, State Restricted Trunkline Funds, or local funds, depending on the particular project authorized.

7. *HIGHWAYS - Construction Engineering Services
 Contract (2015-0163) between MDOT and Somat Engineering, Inc., will provide for as-needed construction testing services to be performed for the reconstruction of I-75 from Dixie Highway to I-275 in Monroe County. The work items will include project administration, quality assurance testing, and preparation and documentation of project records. The contract will be in effect from the date of award through August 1, 2017. The contract amount will be \$727,097.16. Source of Funds: Federal Highway Administration Funds, State Restricted Trunkline Funds, or local funds, depending on the particular project authorized.

8. HIGHWAYS - Construction Engineering Services
 Contract (2015-0165) between MDOT and Fishbeck, Thompson, Carr & Huber, Inc., will provide for full construction engineering services to be performed for the reconstruction of I-75 at University Drive in the City of Auburn Hills, Oakland County (CS 63172 – JN 123143A). The work items will include project administration; inspection; staking; quality assurance testing and reporting; measurement, computation, and documentation of quantities; reporting and record-keeping; and finalizing all project documentation. The contract amount will be \$2,500,627.63. The contract will be in effect from the date of award through December 31, 2016. Source of Funds: 95% Federal Highway Administration Funds and 5% State Restricted Trunkline Funds.

SUB CONTRACTS

9.	Strategic Consulting 13100-168 th Avenue Grand Haven, MI 49417	Low Bid	\$576,000
		1 st year	\$192,000
		2 nd year	\$192,000
		3 rd year	\$192,000
		Engineers Estimate:	\$600,000
		Over/Under	- 4%

Description of Work: Bridge Operation

Approval is requested to authorize the Ottawa County Road Commission to award a three-year subcontract for (2012-0543/S2) the operation of the Bascule Bridge, which carries US-31 traffic over the Grand River. The project was advertised, and three bids were received. Ottawa County Road Commission found the cost to be reasonable and competitive with costs in surrounding counties. The lowest bidder was selected. The subcontract will be in effect from March 15, 2015, through December 31, 2017. Source of Funds: 100% State Restricted Trunkline Funds.

BID LETTING PRE-APPROVALS

STATE PROJECTS

10. Letting Of March 6, 2015 Prequalification Level: **\$1,321,000.00**
Letting Call: 1503 058
Project: STG 84915-109857
Local Agreement:
Start Date: April 13, 2015
Completion Date: October 23, 2015

128.92 mi of permanent, non-freeway signing upgrades on various routes, Berrien County.

0.00 % DBE participation required

11. Letting Of March 6, 2015 Prequalification Level: **\$1,858,000.00**
Letting Call: 1503 059
Project: STG 84914-117048
Local Agreement: 15-5004
Start Date: March 2, 2015
Completion Date: November 13, 2015

Traffic signal modernization and concrete curb, gutter, sidewalk, and ramps at 21 locations on various routes in the cities of Mt. Pleasant and Alma, Clare, Isabella and Gratiot Counties.

0.00 % DBE participation required

12. Letting Of March 6, 2015 Prequalification Level: **\$728,000.00**
Letting Call: 1503 066
Project: STG 84914-119962
Local Agreement:
Start Date: April 1, 2015
Completion Date: November 13, 2015

58.18 mi of non-freeway signing on various trunkline routes, Clare, Gratiot, Isabella and Midland Counties.

0.00 % DBE participation required

13. Letting Of March 6, 2015 Prequalification Level: **\$4,828,000.00**
Letting Call: 1503 068
Project: IM 63172-123144-2
Local Agreement:
Start Date: April 15, 2015
Completion Date: October 15, 2015

4.10 mi of hot mix asphalt overlay, concrete pavement patching, detail 7 joint and crack repair and pavement markings on I-75 from Clintonville Road to M-15, Oakland County. This project includes a 3 year material and workmanship pavement warranty.

5.00 % DBE participation required

14. Letting Of March 6, 2015 Prequalification Level: **\$1,100,000.00**
Letting Call: 1503 069
Project: PRIP 58034-124033-2
Local Agreement:
Start Date: 10 days after award
Completion Date: August 1, 2015

3.97 mi of concrete pavement repairs and diamond grinding concrete on US-23 from School Road northerly to Ida Center Road, Monroe County.

0.00 % DBE participation required

15. Letting Of March 6, 2015 Prequalification Level: **\$533,000.00**
Letting Call: 1503 070
Project: STG 84911-109837
Local Agreement:
Start Date: 10 days after award
Completion Date: September 25, 2015

93.88 mil of non-freeway signing on M-35 from the Delta County Line to US-41 and M-95 from the Wisconsin State Line to US-41, Dickinson and Marquette Counties.

0.00 % DBE participation required

16. Letting Of March 6, 2015 Prequalification Level: **\$3,965,000.00**
 Letting Call: 1503 072
 Project: NH 17033-124087
 Local Agreement:
 Start Date: July 6, 2015
 Completion Date: October 2, 2015

9.68 mi of hot mix asphalt cold milling and single course resurfacing with fiber reinforced membrane interlayer on I-75 from north of the Mackinac/Chippewa County Line northerly to north of M-80, Chippewa County. This project includes a 3 year materials and workmanship pavement warranty.

0.00 % DBE participation required

17. Letting Of March 6, 2015 Prequalification Level: **\$1,674,000.00**
 Letting Call: 1503 073
 Project: HSIP 84911-125497
 Local Agreement:
 Start Date: 10 days after award
 Completion Date: December 1, 2015

Application of longitudinal markings on trunkline routes, Alger, Baraga, Chippewa, Delta, Dickinson, Gogebic, Houghton, Iron, Keweenaw, Luce, Mackinac, Marquette, Menominee, Ontonagon, and Schoolcraft Counties.

0.00 % DBE participation required

18. Letting Of March 6, 2015 Prequalification Level: **\$665,000.00**
 Letting Call: 1503 075
 Project: ST 83021-109681
 Local Agreement:
 Start Date: June 15, 2015
 Completion Date: 25 AD

2.75 mi of hot in place recycling, hot mix asphalt cold milling and ultra-thin resurfacing, concrete joint repairs and sidewalk ramp on Old 55 in the City of Cadillac, Wexford County. This project includes a 2 year pavement performance warranty.

0.00 % DBE participation required Letting of March 6, 2015

19. Letting Call: 1503 076 Prequalification Level: **\$2,422,000.00**
Project: PRIP 63132-123947, ETC
Local Agreement:
Start Date: May 15, 2015
Completion Date: September 15, 2015

4.10 mi of hot mix asphalt cold milling and resurfacing, catch basin, curb, gutter, sidewalk and ramp, and pavement markings on M-150 from M-59 to Avon Road and from Paint Creek to Tienken Road in the cities of Rochester and Rochester Hills, Oakland County. This project includes a 3 year materials and workmanship pavement warranty.

7.00 % DBE participation required

20. Letting Of March 6, 2015 Prequalification Level: **\$2,017,000.00**
Letting Call: 1503 077
Project: ST 62022-118174
Local Agreement:
Start Date: June 15, 2015
Completion Date: June 6, 2016

10.02 mi of hot mix asphalt cold milling and resurfacing, ADA ramps, and shoulder resurfacing on M-82 from Main Street to M-37 in the cities of Fremont and Newaygo, Newaygo County. This project includes a 3 year materials and workmanship pavement warranty.

4.00 % DBE participation required

21. Letting Of March 6, 2015 Prequalification Level: **\$1,169,000.00**
Letting Call: 1503 078
Project: PRIP 70081-122636-2
Local Agreement:
Start Date: September 8, 2015
Completion Date: June 6, 2016

4.43 mi of hot mix asphalt cold milling and resurfacing, detail 8 joint and crack repairs, centerline and shoulder corrugations, traffic loop, concrete curb, gutter, sidewalk and ramps, and permanent pavement markings on M-104 from west of Lake Street to west of 124th Avenue in the village of Spring Lake, Ottawa County. This project includes a 3 year materials and workmanship pavement warranty.

..0.0% DBE participation required

22. Letting Of March 6, 2015 Prequalification Level: **\$1,762,000.00**
Letting Call: 1503 079
Project: IM 82194-123927
Local Agreement:
Start Date: April 15, 2015
Completion Date: November 1, 2015

2.00 mi of full depth concrete pavement repairs, centerline repairs, crack sealing, joint re-sealing and permanent pavement markings on I-75 from Springwells Street to Clark Street in the city of Detroit, Wayne County.

5.00 % DBE participation required

23. Letting Of March 6, 2015 Prequalification Level: **\$4,723,000.00**
Letting Call: 1503 080
Project: NH 41061-112069, ETC
Local Agreement: 15-5035
Start Date: 10 days after award
Completion Date: August 8, 2015

2.43 mi of mix asphalt cold milling and resurfacing, detail 8 joint repairs and construct roundabouts on M-11 from west of Hayes Street east to Wilson Avenue and M-11 at Remembrance Road and Wilson Avenue in the city of Walker, Ottawa and Kent Counties. This project includes a 5 year materials and workmanship pavement warranty.

5.00 % DBE participation required

24. Letting Of March 6, 2015 Prequalification Level: **\$1,121,000.00**
Letting Call: 1503 081
Project: STR 62032-115082, ETC
Local Agreement:
Start Date: July 20, 2015
Completion Date: June 6, 2016

4.38 mi of hot mix asphalt cold milling and single course resurfacing, concrete curb, gutter, sidewalk and ramps and railroad crossing replacement on M-37 from the south city limits of White Cloud northerly to Three Mile Road and M-20 from M-37 easterly to Swain Street in the village of Kent City, city of White Cloud, Kent, Newaygo, and Muskegon Counties. This project includes a 3 year materials and workmanship pavement warranty.

4.00 % DBE participation required

25. Letting Of March 11, 2015 Prequalification Level: \$694,000.00
 Letting Call: 1503 601
 Project: ST 23091-123966
 Local Agreement:
 Start Date: July 19, 2015
 Completion Date: September 18, 2015

5.58 mi of hot mix asphalt cold milling and resurfacing, centerline corrugations, concrete curb, gutter, sidewalk and ramps, traffic loops, and pavement markings on M-99 from the Eaton/Jackson county line north to Bradford Highway, on M-50 from the Eaton/Jackson county line to M-99 (Priority 1 Work), and on M-99 from Bradford Highway north to Kimbark Avenue (Priority 2 Work). This project will be constructed with an innovative contracting method, fixed price variable scope. This project includes a 3 year materials and workmanship pavement warranty.

3.00 % DBE participation required

26. Letting Of March 11, 2015 Prequalification Level: \$1,641,000.00
 Letting Call: 1503 602
 Project: NH 84913-123213
 Local Agreement:
 Start Date: 10 days after award
 Completion Date: August 28, 2015

65.90 lnmi of concrete joint resealing on M-6, US-131, and 1-96 in the city of Wyoming and the village of Cutlerville, Kent County. This project will be constructed with an innovative contracting method, fixed price variable scope.

0.00 % DBE participation required

LOCAL PROJECTS

27. Letting Of March 6, 2015 Prequalification Level: \$524,000.00
 Letting Call: 1503 056
 Project: STL 16555-112775
 Local Agreement: 15-5041
 Start Date: April 13, 2015
 Completion Date: May 29, 2015

0.74 mi of hot mix asphalt cold milling and resurfacing, aggregate base, concrete driveway, curb, gutter, sidewalk and ramps, and pavement markings on South Huron Avenue from US-23 northerly to Central Avenue in the village of Mackinaw City, Cheboygan County.

6.00 % DBE participation required

28. Letting Of March 6, 2015 Prequalification Level: **\$920,000.00**
Letting Call: 1503 060
Project: STL 32555-109508
Local Agreement: 15-5000
Start Date: 10 days after award
Completion Date: September 15, 2015

8.84 mi of hot mix asphalt cold milling and resurfacing, aggregate shoulders and pavement markings on Kinde Road from M-25 north easterly to Pinnebog Road, Huron County.

3.00 % DBE participation required

29. Letting Of March 6, 2015 Prequalification Level: **\$721,000.00**
Letting Call: 1503 061
Project: STL 31061-116609
Local Agreement: 15-5032
Start Date: 10 days after award
Completion Date: August 28, 2015

3.13 mi of hot mix asphalt base crushing, shaping and resurfacing, aggregate base, drainage, guardrail and pavement markings on Pike River Road from Lower Worham Road then southerly, Houghton County.

0.00 % DBE participation required

30. Letting Of March 6, 2015 Prequalification Level: **\$2,436,000.00**
Letting Call: 1503 062
Project: NH 39405-121017
Local Agreement: 15-5048
Start Date: April 27, 2015
Completion Date: August 21, 2015

0.74 mi of hot mix asphalt removal, cold milling and resurfacing, concrete curb, gutter, sidewalk and ramps, aggregate base, drainage, traffic signal and pavement markings on South Westnedge Avenue from Mall Drive north to Dawnlee Avenue in the city of Portage, Kalamazoo County.

5.00 % DBE participation required

31. Letting Of March 6, 2015 Prequalification Level: \$1,718,000.00
 Letting Call: 1503 063
 Project: STU 81001-123008
 Local Agreement: 15-5009
 Start Date: 10 days after award
 Completion Date: October 30, 2015

Bridge overlay, replacing expansion joints, structural steel repairs, cleaning and coating structural steel, substructure repairs and pavement markings on Fuller Road over Amtrak Railroad and Maiden Lane over Huron River in the city of Ann Arbor, Washtenaw County.

3.00 % DBE participation required

32. Letting Of March 6, 2015 Prequalification Level: \$943,000.00
 Letting Call: 1503 064
 Project: STL 64555-114118
 Local Agreement: 15-5038
 Start Date: June 8, 2015
 Completion Date: August 21, 2015

0.40 mi of hot mix asphalt surface removal and resurfacing, earth excavation, sanitary sewer, water main, storm sewer, lighting, concrete driveway, curb, gutter, sidewalk and ramps, guardrail, and pavement markings on Johnson Street from Peach Street easterly to State Street in the city of Hart, Oceana County.

5.00 % DBE participation required

POST-APPROVALS

STATE PROJECTS

33. Letting Of January 9, 2015
 Letting Call: 1501 028 Low Bid: \$841,283.39
 Project: IM 80024-124021 Engineer Estimate: \$627,972.88
 Local Agreement: Pct Over/Under Estimate: 33.97 %
 Start Date: September 21, 2015
 Completion Date: November 6, 2015

2.94 mi of diamond grinding, longitudinal grooving, concrete repairs, and joint resealing on I-94 eastbound from approximately mile marker 58 easterly to mile marker 61, Van Buren County.

3.00 % DBE participation required

Bidder	As-Submitted	As-Checked
Interstate Improvement, Inc.	\$841,283.39	Same 1 **
Diamond Coring Company, Inc.	\$862,618.99	Same 2
Penhall Company	\$952,044.98	Same 3

Total Number of Bidders: 3

* Denotes a non-standard contract/amendment
 2/25/2015

34. Letting Of January 9, 2015
 Letting Call: 1501 061 Low Bid: **\$2,729,476.06**
 Project: ST 84915-103295 Engineer Estimate: \$2,169,306.93
 Local Agreement: Pct Over/Under Estimate: 25.82 %
 Start Date: June 1, 2015
 Completion Date: August 21, 2015

27.25 mi of chip sealing, overband crack filling, fog sealing, and hot mix asphalt spot corrections on M-40 from M-60 to the south Marcellus city limit, on M-43 from 64th Street to the west Bangor city limit, on M-62 from Cassopolis to Dowagiac, on M-140 from M-139 to East Main Street, and at the I-94/M-40 carpool parking lot, Berrien, Cass and Van Buren Counties. This project includes two 2 year pavement performance warranties.

No DBE participation required

Bidder	As-Submitted	As-Checked
Fahrner Asphalt Sealers, L.L.C.	\$2,729,476.06	Same 1**
Highway Maintenance and Construction	\$2,340,232.76	Cannot Total Rej

Total Number of Bidder: 1

35. Letting Of February 6, 2015
 Letting Call: 1502 023 Low Bid: **\$8,915,951.80**
 Project: STU 41481-124551 Engineer Estimate: \$7,331,749.50
 Local Agreement: 14-5659 Pct Over/Under Estimate: 21.61 %
 Start Date: March 16, 2015
 Completion Date: September 30, 2017

1.09 mi of hot mix asphalt reconstruction, storm sewer, concrete curb, gutter, sidewalk and ramps, landscaping, watermain, sanitary sewer, and pavement markings on Lafayette Avenue from Bradford Street north to Leonard Street, on Leonard Street from Lafayette Avenue east to Ashland Avenue, and on Cedar Street from Clancy Avenue east to Lafayette Avenue in the city of Grand Rapids, Kent County.

4.00 % DBE participation required

Bidder	As-Submitted	As-Checked
Schippers Excavating, Inc.	\$8,915,951.80	Same 1 **
Diversco Construction Company, Inc.	\$9,212,376.03	Same 2
Nagel Construction, Inc.	\$9,229,810.13	\$9,229,810.63 3
Kammainga & Roodvoets, Inc.	\$9,333,727.43	\$9,333,727.93 4

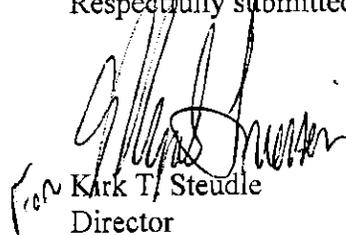
Total Number of Bidders: 4

* Denotes a non-standard contract/amendment

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,



Kirk T. Steudle
Director

March 10, 2015

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 Transportation and Natural Resources Committee was held at 11:00 a.m. on March 10, 2015. 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: David Brickey, representing
Attorney General Schuette

Approved David D. Brickey

Others: Valerie Brader, Governor's Office; Kelly Hamilton, Pat Mullen, Shelby Troub, Department of Technology, Management and Budget; Laura Mester, Bill Rottiers, Department of Transportation; Melissa Castro, Department of Treasury

Ms. Jarois called the meeting to order.

The Department of Transportation Special Agenda was presented.

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

Ms. Jarois adjourned the meeting.

2. Letting of February 6, 2015
 Letting Call: 1502 041
 Project: MBWB 77111-123051
 Local Agreement:
 Start Date: March 2, 2015
 Completion Date: July 24, 2015

Low Bid: **\$4,054,081.88**
 Engineer Estimate: \$3,465,237.16
 Pct Over/Under Estimate: 16.99 %

Deep overlay, bridge joint replacement and repair, and brush block rehabilitation on the Michigan half of the first Blue Water Bridge (I-94 westbound over the St. Clair River and CN/GTW Railroad) in the city of Port Huron, St. Clair County.

No DBE participation required

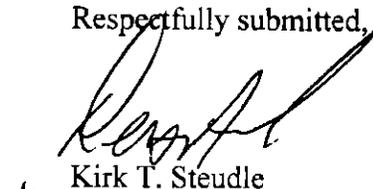
Bidder	As-Submitted	As-Checked	
Z Contractors, Inc.	\$4,054,081.88	Same	1 **
C. A. Hull Co., Inc.	\$4,202,509.31	Same	2
Toebe Construction LLC	\$4,624,242.78	Same	3
Anlaan Corporation	\$5,494,784.15	Same	4

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.

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,



Kirk T. Steudle
 Director

Ms. Jarois presented the Transportation and Natural Resources Committee Report for the regular meeting of March 3, 2015 and the special meeting of March 10, 2015. After review of the foregoing Transportation and Natural Resources Committee Report, Ms. Jarois moved that the Report covering the regular meeting of March 3, 2015, and the special meeting of March 10, 2015, be approved and adopted. The motion was supported by Ms. Castro and unanimously approved.

8. MOTIONS AND RESOLUTIONS:

None

9. ADJOURNMENT:

Ms. Brader adjourned the meeting.

Shelby Jarois
SECRETARY

Valerie Brader
CHAIRPERSON