

Financial Review Commission Minutes

June 22, 2015 – 2:30 p.m.
Cadillac Place
Conference Room L-150
3062 W. Grand Boulevard
Detroit, MI 48202

APPROVED – JULY 27, 2015

I. Call to Order

Treasurer Nick A. Khouri called the meeting to order at 2:32 p.m.

II. Roll Call

Members Present - 9

Darrell Burks
Mike Duggan
Stacy Fox
Lorron James
Brenda Jones
Nick A. Khouri
William Martin
John Roberts (via teleconference)
Tony Saunders

Members Absent - 0

Let the record show that 9 Commission members were present; 8 Commission members participated in person and one Commission member participated via teleconference. A quorum was present.

III. Approval of Minutes

Motion made to approve the draft minutes of May 18, 2015 meeting as presented.

Motion moved and supported, the Commission unanimously approved the minutes of May 18, 2015 as presented.

IV. Approval of Resolution 2015-10 – Designation of Secretary

Motion made to approve Resolution 2015-10 – Designation of Secretary as presented.

Motion moved and supported, the Commission unanimously approved Resolution 2015-10 as presented.

9 ayes, 0 nays

V. Administrative Reports

1. The City's Chief Financial Officer John Hill gave an update on the City's exit financing that included a revised timeline of the financing schedule, including the Investors meeting later in July and the Public Offering that will be held in mid-August. The City may have an option to repay a portion of the exit financing before syndication. The city will provide the official numbers at the next FRC meeting on Monday, July 27, 2015.
2. The City's Chief Financial Officer John Hill gave an update of the restructuring of the Office of the Chief Financial Officer (OCFO) that included recent milestones, the restructuring timeline, curriculum focus of the training and development activities, and an organizational chart. All executive appointees have been hired for the OCFO and it is anticipated that all other positions will be filled and training will begin by the end of September 2015.
3. The Detroit Land Bank Authority (DLBA) Executive Director Kevin Simowski and Public Affairs Director, Craig Fahle gave a presentation on the role of the DLBA that included the new structure since the land bank was reconstituted in 2014, the current DLBA activities, and new programs that will start in the near future. Discussion was held regarding funding for program support in the long-term and how it will impact the city budget in future years.

VI. Approval of 16 Contracts for Detroit

Public Act 181 of 2014 requires the Financial Review Commission to review and approve contracts meeting any of the three following criteria: 1) the contract exceeds \$750,000; 2) the contract has a term exceeding 2 years; and 3) multiple contracts within a single entity that exceed \$750,000 in aggregate. All contracts must be approved by the Mayor's Office and by Detroit City Council prior to consideration by the Financial Review Commission.

Boysie Jackson, Chief Procurement Officer gave an overview of the 16 contract approvals. All contracts have been approved by City Council and reviewed by the FRC subcommittee.

Motion made to approve the 16 Contract Approval Requests from the City of Detroit as presented.

Motion moved and supported, the Commission unanimously approved the 16 Contract Approval Requests from the City of Detroit as presented.

9 ayes, 0 nays

VII. Public Comment

John Lauve, Detroit, MI
Alicia Roberts, Detroit MI

VIII. Next Meeting Date

Mr. Khouri notified the public that the next Financial Review Commission meeting is scheduled for Monday, July 27, 2015 - 2:30 p.m. at Cadillac Place, 3062 W. Grand Boulevard, Suite L-150, Detroit, MI 48202.

IX. Adjournment

Motion made to adjourn.

On a voice vote the Commission unanimously approved the motion to adjourn.

9 ayes 0 nays

There being no further business, the meeting adjourned at 3:30 p.m.