

# DETROIT FINANCIAL REVIEW COMMISSION

## CITY REGULAR MEETING

Monday, August 28, 2017 at 1:00 p.m.  
Cadillac Place, Suite L-150  
3062 West Grand Boulevard  
Detroit, MI 48202

### MINUTES

**Approved: Monday, September 25, 2017**

#### **I. Call to Order**

Chairman Nick A. Khouri called the meeting to order at 1:05 p.m.

#### **II. Roll Call**

##### Members Present – 7

Darrell Burks (via teleconference)  
Mike Duggan  
Stacy Fox  
Bill Martin  
Nick A. Khouri  
David Nicholson  
Al Pscholka

##### Members Absent – 2

Brenda Jones  
Dr. Iris Taylor (non-voting)  
Dr. Nicholai Vitti (non-voting)

Let the record show that 7 Commission members eligible to vote were present, 6 participated in person and 1 participated via teleconference. A quorum was present.

#### **Approval of Proposed Minutes from the July 31, 2017 City Meeting**

Motion made to approve the draft minutes of the Commission's July 31, 2017 City Meeting as presented. Motion moved and supported, the Commission approved the minutes of the July 31, 2017 meeting as presented.

#### **III. Executive Director's Report – None**

#### **IV. Old Business - None**

## **V. New Business**

### **a. Presentation of the City's Monthly Financial Report**

Mr. Hill presented his monthly financial report and highlighted that following the City's enactment and subsequent publication, the ordinances authorizing the Retiree Protection Fund have taken effect. He further stated that the office of Budget is preparing updated revenue estimates for FY 2018 through FY 2022 for review at the City's upcoming Consensus Revenue Estimating Conference; the Office of the Controller is overseeing the year-end closing process and preparing for the FY2017 audit. He further stated that projections indicate that FY 2017 ended with an approximate budget surplus from current year activity of \$38.5M and from unused prior year carry-forward of \$31 million, subject to year-end audit adjustments that may change those amounts; the June YTD General City property tax collection rate of 79.6% has improved slightly over the prior year; total Accounts Payable as of June had a net increase of \$35.6M compared to May. The Federal and State grant funds had a net increase of \$5.4M with the addition of 1 new grant from DDOT and a net budget increase based on Police and Health Department activity. He addressed questions from the Commission.

### **b. Transmittal of City of Detroit debt service requirements per MCL 141.1636 (11)**

Mr. Naglick stated that the Debt Service Requirements Report is a statutorily required report from the City. He noted that the total debt service payments for FY 2017 was 143 million; the City's total debt outstanding at June 30, 2017 is \$.17 billion; the City's total debt outstanding has been reduced by \$217.4 million since the City's exit from bankruptcy, and confirmed that the City made all required debt service payments for FY 2017.

### **c. Consideration of the City's August 2017 contract approval requests per MCL 141.1636(6) (FRC City Resolution 2017-19)**

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.

Chief Procurement Officer Boysie Jackson gave an overview of the City's 10 contract approval requests and addressed questions from the Commission. All contracts have been reviewed by the FRC Advisory Subcommittee on Contracts and Procurement.

Motion made to approve the City's August 2017 contract approval requests (City Resolution 2017-19) as presented. Motion moved and supported. The Commission approved City Resolution 2017- 19 as presented.

## **VI. Public Comment**

John Lauve  
Joan Aurwick

**VII. Next Meeting Date**

City Regular Meeting: Monday, September 25, 2017 at 1:00 p.m. at Cadillac Place, 3062 West Grand Boulevard, Suite L-150, Detroit, MI 48202.

**VIII. Adjournment**

Motion made to adjourn. Motion moved and supported, the Commission approved the motion to adjourn.

There being no further business, the meeting adjourned at 1:45 p.m.