

CITY OF DETROIT

**Office of the Chief Financial Officer**

**Financial Report for the Eleven Months ended May 31, 2017**

July 31, 2017



# Table of contents

---

	Page
Executive summary	2
May year-to-date (YTD) general ledger actuals and annualized projection	3
May active employee count compared to budget	4
May YTD net cash flows	5
May YTD cash flow to general ledger reconciliation	6
May YTD property tax revenue collections	7
May accounts payable summary	8
Exit financing summary	9
External funding summary	10



## Executive summary

---

- The City Council approved the new ordinances and trust agreement for the Retiree Protection Fund on July 25, 2017. The City is preparing to transfer the initial \$90 million in previously appropriated funds to the trust fund.
- The OCFO distributed its FY 2017 year-end closing instructions to departments in June and has begun the initial planning activities for the FY 2017 audit.
- The OCFO has joined the Detroit Water and Sewerage Department's bill payment kiosk initiative. Taxpayers are now able to pay their current and delinquent property taxes, water and sewer bills, and DTE Energy bills at locations throughout the City and by using the DivDat mobile payment app.
- Current projections indicate FY 2017 ended with a budget surplus of approximately \$59.8M, subject to year-end audit adjustments that may reduce that amount.
  - Revenue projections reflect the results of the OCFO's May revenue estimates update. (page 3)
  - Payroll and employee benefit expenditures are trending below budget as a result of position vacancies. (page 3)
  - The General City active employee count increased in May but remains below budget. (page 4)
- The May YTD General City property tax collection rate of 79.6% has improved slightly over the prior year. (page 7)
- Accounts Payable for all funds as of May increased by \$5.7M, from \$23.0M to \$28.7M, compared to April. During May, the City made payments totaling \$77.8M. The Invoices on Hold include \$13.5M from the Great Lakes Water Authority (GLWA). The invoices will remain on hold as a matter of MOU negotiations between DWSD and GLWA. (page 8)
- In May, the Federal and State grant funds had a net increase of \$1.6M with the addition of 2 new grants for Homeland Security, 1 for Recreation, and a budget increase for the Health Department. From private funds, \$1M was received from the Ford Foundation in support of the Strategic Neighborhood Fund hosted by Invest Detroit, which supports the revitalization of Livernois-McNichols, Southwest Detroit, and West Village neighborhoods. (page 10)



# FY 2017 year-to-date general ledger actuals and annualized projection

## GENERAL FUND

\$ in millions

### REVENUE:

Municipal Income Tax	\$ 248.0	\$ 235.1	\$ (2.3)	\$ 232.8	\$ (15.1)	(6.1%)	\$ 266.6	\$ 285.0	\$ 18.4	6.9%
Property Taxes	112.6	103.6	-	103.6	(9.0)	(8.0%)	117.0	124.0	7.0	6.0%
Wagering Taxes	161.0	163.7	-	163.7	2.8	1.7%	175.2	176.0	0.8	0.5%
Utility Users' Tax	33.9	19.1	12.5	31.6	(2.3)	(6.8%)	37.0	35.0	(2.0)	(5.4%)
State Revenue Sharing	163.8	132.2	-	132.2	(31.5)	(19.3%)	196.5	197.5	1.0	0.5%
Sales and Charges for Services	113.1	84.0	-	84.0	(29.1)	(25.8%)	123.9	117.3	(6.6)	(5.3%)
Licenses, Permits, and Inspection Charges	10.3	10.1	-	10.1	(0.2)	(1.6%)	11.2	10.9	(0.3)	(2.6%)
Contributions and Transfers	135.3	0.0	67.9	67.9	(67.4)	(49.8%)	143.0	137.2	(5.8)	(4.1%)
Fines, Forfeits and Penalties	20.4	12.1	-	12.1	(8.3)	(40.6%)	22.2	24.5	2.2	10.1%
Revenues from Use of Assets	1.2	2.6	-	2.6	1.4	110.4%	1.3	1.3	(0.0)	(0.6%)
Other Taxes, Assessments, and Interest	8.3	14.4	-	14.4	6.1	73.7%	9.1	7.7	(1.3)	(14.8%)
Sales of Assets and Compensation for Losses	13.2	0.3	-	0.3	(13.0)	(97.8%)	14.4	5.7	(8.8)	(60.7%)
Miscellaneous	9.4	8.2	-	8.2	(1.3)	(13.3%)	12.6	9.5	(3.1)	(24.4%)
Adjust for Prior Year Encumbrances (6)	40.8	-	40.8	40.8	0.0	0.0%	40.8	40.8	-	-

### TOTAL (L)

	YTD ANALYSIS			VARIANCE (BUDGET VS. ACTUAL)		
	BUDGET	ACTUAL + ACCRUAL + ENCUMBRANCE		YTD		
	YTD	ACTUAL (2)	ACCRUAL + ENCUMBRANCE (3)	TOTAL	(\$ ) F = E-B	% G = (F/B)
	ADJUSTED (1)					
B	C	D	E = C + D			
\$ 1,071.2	\$ 785.4	\$ 118.9	\$ 904.3	\$ (166.9)	(15.6%)	

### EXPENDITURES: (6)

Salaries and Wages	\$ (359.8)	\$ (327.7)	\$ -	\$ (327.7)	\$ 32.1	8.9%	\$ (390.0)	\$ (377.0)	\$ 13.0	3.3%
Employee Benefits	(220.2)	(80.4)	0.0	(80.4)	139.9	63.5%	(234.3)	(223.9)	10.4	4.5%
Professional and Contractual Services	(82.9)	(53.4)	(13.9)	(67.3)	15.6	18.8%	(87.6)	(75.4)	12.2	13.9%
Operating Supplies	(36.6)	(28.2)	(28.3)	(56.5)	(19.9)	(54.3%)	(40.6)	(43.8)	(3.2)	(7.8%)
Operating Services	(143.0)	(50.3)	(7.4)	(57.6)	85.4	59.7%	(155.5)	(146.2)	9.3	6.0%
Capital Equipment	(3.5)	(1.6)	(1.9)	(3.5)	(0.0)	(0.5%)	(3.5)	(4.3)	(0.8)	(23.1%)
Capital Outlays	(42.1)	(6.9)	(16.2)	(23.1)	19.0	45.2%	(46.4)	(45.6)	0.8	1.8%
Debt Service	(69.1)	(63.1)	0.1	(63.0)	6.2	8.9%	(75.4)	(66.6)	8.9	11.8%
Other Expenses	(124.8)	(53.3)	(0.3)	(53.5)	71.2	57.1%	(137.4)	(129.8)	7.7	5.6%

### TOTAL (M)

\$ (1,082.0)	\$ (664.8)	\$ (67.7)	\$ (732.5)	\$ 349.5	32.3%
--------------	------------	-----------	------------	----------	-------

### VARIANCE (N = L + M)

\$ (10.8)	\$ 120.6	\$ 51.1	\$ 171.8	\$ 182.6	(1688.5%)
-----------	----------	---------	----------	----------	-----------

## ANNUALIZED PROJECTION ANALYSIS

	ANNUALIZED PROJECTION ANALYSIS		VARIANCE (BUDGET VS. PROJECTION)	
	BUDGET	PROJECTION	ANNUAL	
	ANNUAL	ANNUAL	ESTIMATED	
	ADJUSTED	ESTIMATED (4)	ESTIMATED	
H	I	(\$ ) J = I-H	% K = (J/H)	
\$ 1,170.9	\$ 1,172.4	\$ 1.5	0.1%	

### Notes

- (1) Adjusted monthly budget assumes pro rata as well as seasonal distribution of annual adjusted budget.
- (2) Year-to-date actuals reflect eleven months ending May 31, 2017.
- (3) Reflects encumbrances and pending accruals, including prior year carry-forwards and current year activities.
- (4) Revenues are based on the OCFO's May 2017 Revenue Estimates Update results.
- (5) YTD revenue in this category will appear to exceed the projection until distributions to other jurisdictions are completed later in the year.
- (6) This revenue line reflects funding to support prior year encumbrances and carry-forwards, for which equivalent amounts are captured within expenditures.



# Monthly active employee count compared to budget

	Actual April 2017 <sup>(1)</sup>	Actual May 2017 <sup>(1)</sup>	May 2017 vs. April 2017	Amended Budget FY 2017 <sup>(2)</sup>	Budget vs. May 2017	
<b>Public Safety</b>						
Police	2,911	2,947	36	3,115	168	5%
Fire	1,156 <sup>(3)</sup>	1,145	(11)	1,331	186	14%
Total Public Safety	4,067	4,092	25	4,446	354	8%
<b>Non-Public Safety</b>						
Office of the Chief Financial Officer	418	418	0	453	35	
Public Works	359	373	14	379	6	
Health and Wellness Promotion	35	35	0	64	29	
Human Resources	98	97	(1)	70	(27) <sup>(5)</sup>	
Housing and Revitalization	69	69	0	64	(5) <sup>(5)</sup>	
Innovation and Technology	96	95	(1)	134	39	
Law	102	103	1	109	6	
Mayor's Office (includes Homeland Security)	72	70	(2)	72	2	
Planning and Development	26	25	(1)	22	(3) <sup>(5)</sup>	
Recreation	211	225	14	285 <sup>(4)</sup>	60	
General Services	409	509	100	579 <sup>(4)</sup>	70	
Legislative <sup>(6)</sup>	169	175	6	252 <sup>(4)</sup>	77	
36th District Court	315	315	0	326	11	
Other <sup>(7)</sup>	91	96	5	100	4	
Total Non-Public Safety	2,470	2,605	135	2,909	304	10%
<b>Total General City</b>	<b>6,537</b>	<b>6,697</b>	<b>160</b>	<b>7,355</b>	<b>658</b>	<b>9%</b>
<b>Enterprise</b>						
Airport	3	4	1	4	0	
BSEED	199	197	(2)	214	17	
Transportation	887	939	52	935	(4)	
Municipal Parking	89	87	(2)	89	2	
Water and Sewerage	470	469	(1)	488	19	
Library	289	291	2	325	34	
<b>Total Enterprise</b>	<b>1,937</b>	<b>1,987</b>	<b>50</b>	<b>2,055</b>	<b>68</b>	<b>3%</b>
<b>Total City</b>	<b>8,474</b>	<b>8,684</b>	<b>210</b>	<b>9,410</b>	<b>726</b>	<b>8%</b>

Notes:

- (1) Actuals are based on active employees only (both permanent and temporary) and include full-time, part-time, seasonal employees and PSCs if funded by vacant budgeted positions.
- (2) Amended Budget reflects amendments and other adjustments impacting approved position counts compared to the original budget. It excludes personal services contractors (PSCs).
- (3) April 2017 Actual amount for the Fire Department has been corrected compared to the previous month's report.
- (4) The Budget counts for these departments are modified in the report to include budgeted positions for employees that are not full-time.
- (5) Variances are due to ongoing departmental reorganizations occurring during FY 2017.
- (6) Includes: Auditor General, Inspector General, Zoning, City Council, Ombudsperson, City Clerk, and Elections.
- (7) Includes: Civil Rights Inclusion & Opportunity, Administrative Hearings, Public Lighting Department, and Non-departmental.



# FY 2017 year-to-date net cash flows

For 11 Months Ended May 31, 2017

\$ in millions

## Cash Flows - General Pool Cash

	Actual 11 Months		Prior Year	
			11 Months	Change
Property Taxes	103.6	(1)	119.4	\$ (15.8)
Municipal Income Taxes	259.1		249.9	9.2
Utility Users Taxes	23.1	(2)	20.5	2.6
Wagering Taxes	163.9		161.1	2.8
State Revenue Sharing	197.0		194.1	3.0
Other / Misc.	173.2		177.9	(4.7)
<b>Total Receipts</b>	<b>919.9</b>		<b>922.8</b>	<b>(2.9)</b>
Salaries and Wages	(364.1)		(334.1)	(30.1)
Employee Benefits	(74.7)		(50.6)	(24.1)
Materials, Contracts & Other	(367.7)		(248.6)	(119.0)
<b>Total Disbursements</b>	<b>(806.5)</b>		<b>(633.3)</b>	<b>(173.3)</b>
<b>Operating Surplus (before Reinvestment)</b>	<b>113.4</b>		<b>289.6</b>	<b>(176.1)</b>
Debt Service	(59.8)	(2)	(118.4)	(3) 58.6
Non-Financing Adjustments	(26.6)	(4)	-	(26.6)
<b>Total Adjustments to arrive at Net Cash Flow</b>	<b>(86.4)</b>		<b>(118.4)</b>	<b>32.0</b>
<b>Net Cash Flow (5)</b>	<b>\$ 27.0</b>		<b>\$ 171.1</b>	<b>\$ (144.2)</b>
<b>Beginning cash balance (net of distribution) (6)</b>	<b>\$ 372.1</b>		<b>\$ 211.0</b>	<b>\$ 161.1</b>
Net Cash Flow (5)	27.0		171.1	(144.2)
Lockbox reserves	-		-	-
<b>Ending cash balance (net of distribution owed) (6)</b>	<b>\$ 399.1</b>		<b>\$ 382.1</b>	<b>\$ 17.0</b>

Notes:

- (1) Property Tax Detail located on page 7.
- (2) Utility Users Tax and Debt Service decreased from prior month due to reclass of Public Lighting Authority obligation.
- (3) Includes \$30m principal repayment on Exit financing made in August 2015.
- (4) Includes \$30m set aside for Retiree Protection Fund net of \$3.4m inflow of excess self-insurance requirements.
- (5) Net Cash Flow is based on cash activity adjusted for known deposits in transit, prior period adjustments and classification differences.
- (6) The main operating pool contains cash balances of the Risk Management Fund, Street Fund, Solid Waste Fund, General Grants and Motor Vehicle Fund.



# FY 2017 year-to-date cash flow to general ledger reconciliation

For 11 Months Ended May 31, 2017

\$ in millions

Cash Flows	Cash Activity				General Fund General Ledger				Difference
	General Pool	Adjustments	General Fund		Posted	To Be Posted	(1)	Total	
Property Taxes	\$ 103.6	\$ -	\$ 103.6		\$ 103.6	\$ -		\$ 103.6	0.0
Municipal Income taxes	259.1	(26.3)	232.8	(2)	235.1	(2.3)		232.8	0.0
Utility Users taxes	23.1	(4.0)	19.1	(2)(8)	19.1	-		19.1	0.0
Wagering Taxes	163.9	(0.2)	163.7	(2)	163.7	-		163.7	0.0
State Revenue Sharing	197.0	(64.8)	132.2	(2)	132.2	-		132.2	0.0
Other / Misc.	173.2	(39.5)	133.7	(2)(3)	131.7	2.0		133.7	0.0
<b>Total Receipts</b>	<b>919.9</b>	<b>(134.8)</b>	<b>785.1</b>		<b>785.4</b>	<b>(0.3)</b>		<b>785.1</b>	<b>0.0</b>
Salaries and Wages	(364.1)	36.4	(327.7)	(4)	(327.7)	-		(327.7)	0.0
Employee Benefits	(74.7)	(5.7)	(80.4)	(5)	(80.4)	-		(80.4)	0.0
Materials, contracts & other	(367.7)	174.1	(193.6)	(6)	(193.6)	-		(193.6)	0.0
<b>Total Disbursements</b>	<b>(806.5)</b>	<b>204.8</b>	<b>(601.7)</b>		<b>(601.7)</b>	<b>-</b>		<b>(601.7)</b>	<b>0.0</b>
<b>Operating Surplus (before Reinvestment)</b>	<b>113.4</b>	<b>70.0</b>	<b>183.4</b>		<b>183.7</b>	<b>(0.3)</b>		<b>183.4</b>	<b>0.0</b>
Debt Service	(59.8)	(3.3)	(63.1)	(7)(8)	(63.1)	-		(63.1)	0.0
Non-Financing Adjustments	(26.6)	26.6	-	(9)	-	-		-	0.0
<b>Total Adjustments to arrive at Net Cash Flow</b>	<b>(86.4)</b>	<b>23.3</b>	<b>(63.1)</b>		<b>(63.1)</b>	<b>-</b>		<b>(63.1)</b>	<b>0.0</b>
<b>Net Inflows /(Outflows)</b>	<b>\$ 27.0</b>	<b>93.3</b>	<b>120.3</b>		<b>\$ 120.6</b>	<b>(0.3)</b>		<b>120.3</b>	<b>0.0</b>

Notes:

- (1) To be posted amounts represent collections and disbursements that have not yet been reconciled.
- (2) \$26.3m of Municipal Income Tax, \$4m of Utility Users Tax, \$0.8m of Wagering Taxes offset by \$0.7m collected in June 2017, \$64.8m of State Revenue Sharing, \$7.3m of Other Revenue (Wagering Municipal Service Fees) in FY2017 related to FY2016 activity.
- (3) \$8m of revenues collected in FY2017 related to activity in FY2016. \$15.7m of collections are cash specific transactions, \$8.5m are non-General Fund 1000 receipts.
- (4) Approximately \$12.7m of the difference relates to FY2016 activity and the balance of \$23.7m is attributed to timing of payments and non-General Fund disbursements.
- (5) Approximately \$1.0m of Benefits relates to FY2016 payments and \$15.7m to the timing of payments offset by the \$22.4m Pension accrual to be paid at the end of FY2017.
- (6) Approximately \$54.2m of disbursements are non-General Fund, \$74.5m related to prior period and \$45.4m are cash specific transactions.
- (7) \$14.2m of Debt Service related to prior period offset by \$17.5m of exit financing and state revenue sharing debt set aside.
- (8) Utility Users Tax and Debt Service decreased from prior month due to reclass of Public Lighting Authority obligation.
- (9) \$30.0m set aside for Retiree Protection Fund net of \$3.4m inflow of excess self-insurance escrow requirements.



# FY 2017 year-to-date property tax collections

For 11 months ended May 31, 2017

\$ in millions

	FY 2017			FY 2016		
	Adjusted Tax roll	Collections YTD (1)	Collection Rate YTD	Adjusted Tax roll	Collections YTD (1)	Collection Rate YTD
General Ad Valorem		\$ 93.5		\$ 96.4		
General Special Acts		2.6		3.4		
<b>General Total</b>	<b>\$ 120.7</b>	<b>\$ 96.1</b>	<b>79.62%</b>	<b>\$ 129.6</b>	<b>\$ 99.8</b>	<b>77.01%</b>
<b>Debt Service Total</b>	<b>\$ 62.0</b>	<b>\$ 50.2</b>	<b>80.91%</b>	<b>\$ 68.3</b>	<b>\$ 54.0</b>	<b>79.09%</b>
<b>Solid Waste Total</b>	<b>\$ 54.8</b>	<b>\$ 31.2</b>	<b>56.93%</b>	<b>\$ 57.4</b>	<b>\$ 31.3</b>	<b>54.55%</b>

		FY 2017	FY 2016
General City Ad Valorem Collections YTD	(2)	\$ 93.5	\$ 96.4
Delinquent Tax Revolving Fund (DTRF) Collections YTD	(3)	10.1	14.8
<b>Total Property Tax Collections (Ad Val + DTRF)</b>		<b>\$ 103.6</b>	<b>\$ 111.2</b>

## Activity Subsequent to May 31, 2017 (FY17 amounts are estimated)

Remaining DTRF Distributions (net of chargebacks)	(4)	\$ 13.3	\$ 21.8
Auction Proceeds	(5)	3.3	5.1
Personal Property Reimbursement	(6)	4.8	- (6)
Michigan Tax Tribunal (MTT) Liability	(7)	(1.0)	(4.0)
Audit Adjustment		-	13.3 (8)
<b>Total Year-End Property Tax Collections (Ad Val + DTRF)</b>	(9)	<b>\$ 124.0</b>	<b>\$ 147.4 (9)</b>
Admin Fee, Interest, Penalty YTD	(10)	\$ 6.6	\$ 7.4

## Notes:

- (1) Amounts do not include collections from Wayne County settlement checks as a result of foreclosure and auction activity.
- (2) Amounts are net of property taxes collected by the City on behalf of DPS, State Education Trust, Wayne County and other non-City taxing authorities.
- (3) Wayne County monthly DTRF settlement checks.
- (4) The remaining DTRF distributions totals were calculated with projections from Wayne County.
- (5) Auction proceeds are estimated with projections from Wayne County.
- (6) FY17 was the first year Personal Property Reimbursement funds were received.
- (7) The MTT Liability is estimated using the most recent information from the Law Department.
- (8) FY16 reconciling item related to audit.
- (9) FY17 numbers are estimated using information from Wayne County and the City Law Department.
- (10) Special Act, Admin Fee, Interest and Penalty are recorded in Budget's Other Taxes, Assessments, and Interest category.





# Accounts payable summary

- Total Accounts Payable as of May increased by \$5.7M, from \$23.0M to \$28.7M, compared to April. During May, the City made payments totaling \$77.8M. The Invoices on Hold include \$13.5M from the Great Lakes Water Authority (GLWA). The invoices will remain on hold as a matter of MOU negotiations between DWSD and GLWA.

## All Funds

\$ in millions

Accounts Payable (AP) as of 31-MAY-2017	
Total AP	\$ 28.7
Less: Invoices on hold (1)	(16.2)
Less: Installments/Retainage Invoices (2)	(0.3)
Net AP not on hold	\$ 12.2

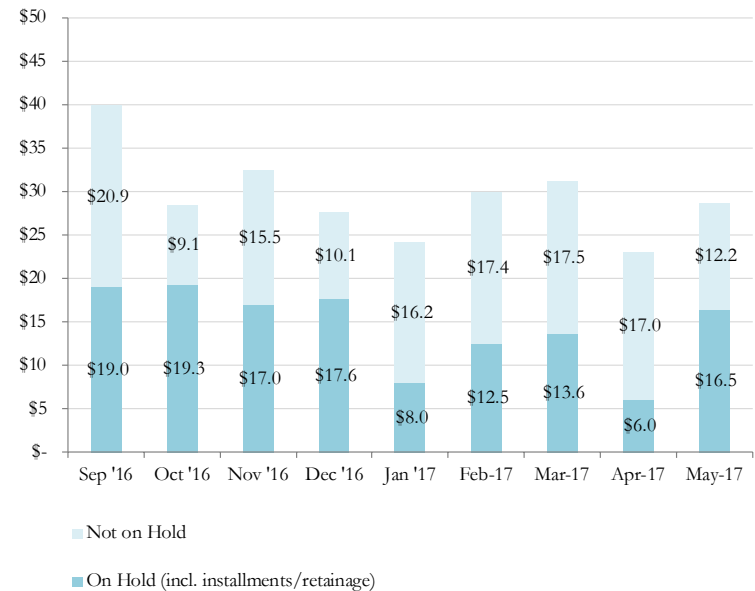
### AP Aging (excluding invoices on hold)

	Net AP	Current	Days Past Due		
			1-30	31-60	61+
<b>May-17. Total</b>	\$ 12.2	\$ 8.6	\$ 2.0	\$ 0.7	\$ 0.8
<i>% of total</i>	100%	71%	17%	6%	7%
Total Count of Invoices	2,179	1,249	606	92	232
<i>% of total</i>	100%	57%	28%	4%	11%
<b>Apr-17. Total</b>	\$ 17.0	\$ 10.1	\$ 0.8	\$ 0.6	\$ 5.5
<i>% of total</i>	100%	59%	5%	4%	32%
Total Count of Invoices	1,341	654	88	236	363
<i>% of total</i>	100%	49%	7%	18%	27%

#### Notes:

- Invoices with system holds are pending validation. Some reasons include: pending receipt, does not match purchase order quantity/price and legal holds.
- Invoices on retainage are on hold until the supplier satisfies all contract obligations
- Invoices are processed and aged based on invoice date. If invoices were aged based on the date received, the aging would show improved current category values

### Total AP



# Exit financing utilized to jump start technology, neighborhoods, and public safety improvements

- No new projects were approved in May. Business cases for additional projects are under review.

<i>\$ in millions</i>	Number of Projects	Amount of Approved and Authorized Projects	Total Amount Expensed
<b>Available Exit Financing Proceeds</b>		<b>\$233.2</b>	
<b>Project Allocation:</b>			
Department of Innovation and Technology	6	(43.3)	(35.8)
Blight	7	(25.2)	(25.2)
Police	6	(25.1)	(20.8)
Fire	11	(35.7)	(18.6)
General Services	14	(28.3)	(20.7)
Office of the Chief Financial Officer	11	(18.3)	(15.0)
Building, Safety Engineering & Environmental Department	1	(4.4)	(2.4)
Law	1	(1.1)	(1.1)
Detroit Department of Transportation	1	(1.8)	(1.8)
Recreation	1	(1.2)	(1.2)
Human Resources	2	(0.7)	(0.7)
Other	4	(0.3)	(0.2)
Subject to Reconciliation	–	–	(3.7)
<b>Subtotal Projects</b>	<b>65</b>	<b>(\$185.6)</b>	<b>(\$147.3)</b>
Post-Petition Financing Interest and Other Fees	–	(2.8)	–
<b>Totals</b>	<b>65</b>	<b>(\$188.4)</b>	<b>(\$147.3)</b>
<b>AMOUNT RESERVED FOR PROJECTS UNDER REVIEW</b>		<b>\$44.8</b>	

**Notes:**

Amount expensed subject to reconciliation.

Approved amount reflects finalization and closure of business cases approved and fully spent through 6/30/16.



## The City is leveraging funding from external sources

- In May, the Federal and State grant funds had a net increase of \$1.6M with the addition of 2 new grants for Homeland Security, 1 for Recreation, and a budget increase for the Health Department. From private funds, \$1M was received from the Ford Foundation in support of the Strategic Neighborhood Fund hosted by Invest Detroit, which supports the revitalization of Livernois-McNichols, Southwest Detroit, and West Village neighborhoods.

<i>\$ in millions</i>	<u>Amount Awarded (1)</u>		Number of Grants
	<u>Appropriation Approved (2)</u>	<u>Appropriation Pending (2)</u>	
<b>Department</b>			
Transportation	\$ 368.1	\$ -	19
Housing & Revitalization	207.9	-	17
Public Works	30.6	-	20
Fire Department	28.2	-	9
Police	17.1	-	24
Health & Wellness Promotion	16.8	-	3
Recreation	3.3	-	9
Homeland Security and Emergency Management (HSEM)	2.7	-	8
General Services	0.8	-	1
Coleman A. Young Airport (Airport)	0.3	-	2
Other (3)	1.1	-	4
<b>Active Federal/State grants (4)</b>	<b>\$ 676.9</b>	<b>\$ -</b>	<b>116</b>
<b>Active private grants and donations (5)</b>	<b>57.7</b>	<b>-</b>	<b>65</b>
<b>Total active grants and donations</b>	<b>\$ 734.6</b>	<b>\$ -</b>	<b>181</b>

Notes:

(1) Reflects original amounts awarded and amendments for active grants as of May 31, 2017. Remaining amount available to be spent will be lower for most departments.

(2) The amounts awarded as of May 31 are separated between grant appropriations already approved and those pending approval as of the date this report is presented.

(3) Other includes BSEED and Historic Designation Advisory Board.

(4) Excludes Federal/State grants received directly by third-party agencies for the benefit of the City.

(5) Includes private funds received directly by third-party agencies for the benefit of the City.



---

**Page Intentionally Left Blank**





CITY OF DETROIT  
OFFICE OF THE CHIEF FINANCIAL OFFICER

COLEMAN A. YOUNG MUNICIPAL CENTER  
2 WOODWARD AVE., SUITE 1100  
DETROIT, MICHIGAN 48226  
PHONE: 313-628-2535  
FAX: 313-224-2135  
WWW.DETROITMI.GOV

**CFO MEMORANDUM**  
**No. 2017-101-005**

**TO:** Financial Review Commission  
**FROM:** John W. Hill, Chief Financial Officer *John W. Hill*  
**SUBJECT:** Pension Payments Report for Payments Made in FY 2017  
**ISSUANCE DATE:** July 12, 2017

---

1. AUTHORITY

1.1. State of Michigan Public Act 181 of 2014, Section 7(d) states the Financial Review Commission (the “Commission”) may require the chief financial officer to provide the Commission with information it requests related to the City’s finances.

2. PURPOSE

2.1. To fulfill the requirements of the Financial Review Commission’s City Resolution 2016-5 (the “Resolution”). The Resolution states that the City shall provide annual reports on or before July 15, in a form acceptable to the Commission, on pension payments made to the Retirement Systems of the City of Detroit (the “Retirement Systems) and any other funding provided or allocated for the City’s pension obligations.

3. OBJECTIVE

3.1. To submit the annual pension payments report for the fiscal year ended June 30, 2017 (“FY 2017”) to the Financial Review Commission.

4. SCOPE

4.1. This Memorandum is intended solely to satisfy the requirements of the Resolution for payments made in FY 2017.

5. STATEMENT

5.1. The annual pension payments report attached as **Exhibit A** includes the City’s pension payments made to the Retirement Systems and any other funding provided or allocated for the City’s pension obligations in FY 2017.

**Exhibit A: City of Detroit FY 2017 Employer Pension Payments**  
(unaudited)

<b>Source of Payment / Date</b>	<b>PFRS Legacy</b>	<b>GRS Legacy</b>	<b>PFRS ISF (2)</b>	<b>GRS ISF (2)</b>	<b>PFRS Hybrid</b>	<b>GRS Hybrid</b>	<b>Total (1)</b>
<b>UTGO Stub</b>							
9/14/2016		\$ 17,544,550	\$ 2,471,412	\$ 7,401,159			\$ 27,417,121
10/1/2016		119,358	16,770	50,372			186,500
4/1/2017		699,501	98,535	295,084			1,093,120
<b>City (General City/DDOT)</b>							
4/27/2017					8,421,418	3,893,846	12,315,264
6/20/2017		20,000,000			3,864,048	1,880,906	25,744,954
7/31/2017 anticipated (3)					4,162,780	2,114,862	6,277,641
<b>City (Library)</b>							
4/27/2017						285,478	285,478
6/20/2017						139,001	139,001
6/22/2017		2,500,000					2,500,000
7/31/2017 anticipated (3)						144,596	144,596
<b>City (DWSD)</b>							
6/15/2017						745,684	745,684
6/28/2017		6,355,800					6,355,800
6/29/2017		7,128,000					7,128,000
7/31/2017 anticipated (3)						266,535	266,535
<b>Great Lakes Water Authority</b>							
6/28/2017		31,916,200					31,916,200
<b>Detroit Institute of Arts (DIA)</b>							
6/30/2017		375,000					375,000
<b>Foundation for Detroit's Future</b>							
6/30/2017	18,300,000						18,300,000
<b>COBO Authority</b>							
Total (paid monthly)						13,984	13,984
<b>Total Payment All Sources</b>	<b>\$ 18,300,000</b>	<b>\$ 86,638,409</b>	<b>\$ 2,586,717</b>	<b>\$ 7,746,616</b>	<b>\$ 16,448,245</b>	<b>\$ 9,484,893</b>	<b>\$ 141,204,880</b>
<b>Memo: POA Projected Amount</b>							
UTGO Stub		\$ 4,000,000	\$ 575,000	\$ 1,725,000			\$ 6,300,000
General Fund		20,000,000			28,800,000	6,100,000	54,900,000
Library		2,500,000					2,500,000
DWSD/GLWA		45,400,000					45,400,000
DIA		5,000,000					5,000,000
Foundations	18,300,000						18,300,000
<b>Total POA Projected Amount</b>	<b>\$ 18,300,000</b>	<b>\$ 76,900,000</b>	<b>\$ 575,000</b>	<b>\$ 1,725,000</b>	<b>\$ 28,800,000</b>	<b>\$ 6,100,000</b>	<b>\$ 132,400,000</b>
Variance (Actual vs. POA)	\$ -	\$ 9,738,409 (4)	\$ 2,011,717 (4)	\$ 6,021,616 (4)	\$ (12,351,755) (5)	\$ 3,384,893 (5)	\$ 8,804,880

(1) Excludes \$90 million appropriated for deposit into the proposed Retiree Protection Trust Fund (deposit anticipated to occur in FY 2018).

(2) Income Stabilization Fund (ISF) provides certain supplemental benefit payments to reduce the impact of the pension changes on financially vulnerable participants.

(3) Reflects amounts billed on 6/30/2017 for Q4 hybrid employer pension payments. Payments due 7/31/2017 pending review and verification.

(4) UTGO Stub payment more than POA due to UTGO bond refunding in FY 2017. DIA payment less than POA due to prepayment in FY 2016.

(5) Hybrid contributions are based on a percentage of payroll. Variance due to actual payrolls differing from POA. GRS variance also due to inclusion of non-General Fund payroll in actuals.

Prepared: 7/12/2017



**City of Detroit**  
**Corrective Action Plan**  
**For the Year Ended June 30, 2016**

<b>Finding No.</b>	<b>Finding Condition</b>	<b>Program Name/Financial Reporting Internal Control</b>	<b>Finding Type Criteria</b>	<b>Questioned Costs</b>	<b>Management Views Agree or Disagree</b>	<b>Contact Person</b>	<b>Corrective Action Plan</b>	<b>Anticipated Completion Date</b>
2016-001	The City, DWSD, and DDOT's general ledger and underlying financial records were not reconciled and closed in a timely manner. In addition, there were numerous adjustments that should have been identified by management which were instead identified during the audit of the City, DWSD, and DDOT, and by component auditors for the Detroit Building Authority, Detroit Transportation Corporation, and the Detroit Land Bank Authority (component units of the City).	N/A	Material Weakness	N/A	Agree	Eric S. Higgs Pam Scales Roger Short Lenora Olson Irene Tucker	We will continue to implement the strategic objectives of the Office of the Chief Financial Officer (OCFO) to restructure and reorganize the financial operations of the City. The OCFO is in the process of documenting all policies and procedures.	June 30, 2018
2016-002	The City, Detroit Water and Sewerage Department (DWSD), Detroit Department of Transportation (DDOT), and the Detroit Transportation Corporation (DTC) discretely presented component unit did not have procedures in place to ensure all bank accounts were fully reconciled to the general ledger and the reconciliations were performed timely. The City's outstanding check list also contained a large amount of voided checks dating back many years. In addition, the City's account listing was incomplete and user access was not updated for employee status changes. Purchasing card (P-Cards) cash balances were not reconciled to the general ledger by the City to reflect actual ending balances.	N/A	Material Weakness	N/A	Agree	Eric Higgs Pam Scales Christa McLellan	We will enhance our existing bank reconciliation procedures to incorporate the original date of reconciliation and approval thresholds for unreconciled amounts. As a part of the implementation of the CFO's strategic objectives to restructure and reorganize the financial operations of the City, the bank reconciliation process was centralized and accounting staff was hired to prepare bank reconciliations throughout the year. The City's existing policy includes preparation, review and dissemination of reconciling items to appropriate OCFO personnel for correction. This process also includes weekly status meetings to resolve outstanding issues. We note that reconciliations go through reiterations as reconciling items are resolved until the month end/period is closed.	June 30, 2018



**City of Detroit**  
**Corrective Action Plan**  
**For the Year Ended June 30, 2016**

Finding No.	Finding Condition	Program Name/Financial Reporting Internal Control	Finding Type Criteria	Questioned Costs	Management Views Agree or Disagree	Contact Person	Corrective Action Plan	Anticipated Completion Date
							<p>Treasury continually review the necessity of certain bank accounts and will close unnecessary accounts when appropriate. We will establish a reporting process to track active and closed accounts and communication closed accounts on a monthly basis.</p> <p>Treasury will review online banking access rights on a quarterly basis to ensure access rights are updated to align with employee status changes. Treasury will also work with Human Resources to establish process to receive notifications of employee status changes.</p>	
2016-003	There was a lack of adequately documented, segregated, and implemented controls over approval processes related to the appropriateness of certain cash disbursements.	N/A	Material Weakness	N/A	Agree	Christa McLellan Denise Starr Ursula Holland	<p>Treasury will develop policies and procedures for income tax refund approvals, to include approval thresholds for Income Tax Division staff.</p> <p>We will continue the HR Department's restructuring in addition to the implementation of a new Human Resources Information System (HRIS). This HRIS implementation will include new policies, procedures and internal controls, and staff will monitor, track and measure the adequacy of the internal controls. These new policies and</p>	June 30, 2018





**City of Detroit**  
**Corrective Action Plan**  
**For the Year Ended June 30, 2016**

Finding No.	Finding Condition	Program Name/Financial Reporting Internal Control	Finding Type Criteria	Questioned Costs	Management Views Agree or Disagree	Contact Person	Corrective Action Plan	Anticipated Completion Date
							procedures will also include controls over compensated absence bank payouts. These new procedures will include validation checks to ensure that accumulated hours are accurate based on source data. The procedures will also include a separate review and authorization process to ensure accuracy.	
2016-004	During the audit of the census data provided to the actuary, several instances of errors were noted in the data or there was missing data that resulted in incomplete information.	N/A	Material Weakness	N/A	Agree	Cynthia Thomas Denise Starr Ursula Holland	The City will develop and document a process to ensure accurate information is provided to the actuary.	June 30, 2018
2016-005	<p>The City did not have processes in place to assess and validate controls in place at third-party service providers including those which handle processing and payment of worker's compensation claims, provide cloud hosting of the City's financial application, collect and administer parking fines and outstanding parking tickets, process credit card payments for parking garages and parking meters, provide payroll processing services for the 36th District Court, administer self-insured medical and dental claims, and provide ambulance billing services.</p> <p>The Service Organization Controls Report (SOC-1) for each of these vendors providing services was not reviewed. The SOC-1 reports focus on controls at the service organization that affect the City's financial reporting, security of the City's data held by the third party, and the third party's</p>	N/A	Material Weakness	N/A	Agree	Michael Jamison Lori Cetlinski	DoIT and OCFO-Financial Planning & Analysis will establish a policy to review the relevant reports (ie SOC-1 reports) on annual basis.	June 30, 2018



**City of Detroit**  
**Corrective Action Plan**  
**For the Year Ended June 30, 2016**

Finding No.	Finding Condition	Program Name/Financial Reporting Internal Control	Finding Type Criteria	Questioned Costs	Management Views Agree or Disagree	Contact Person	Corrective Action Plan	Anticipated Completion Date
2016-006	<p>processing integrity.</p> <p>There were instances identified where the City and the Detroit Transportation Corporation (DTC), a component unit, were not in compliance with laws and regulations as follows:</p> <ul style="list-style-type: none"> <li>The City has outstanding checks related to payroll, accounts payable, and property tax refunds that have not been escheated to the State of Michigan. Many of these checks have been outstanding for several years.</li> <li>The City's final budget for several nonmajor special revenue funds resulted in a projected deficit. There were expenditures incurred against appropriations in excess of the amount appropriated by the City Council.</li> <li>Quarterly investment reports were not provided to the City Council.</li> <li>The City's process to accumulate transactions related to fiscal year 2016 into its general ledger did not allow for timely reporting of accurate financial information. Additionally, in certain instances, we were unable to trace the expenditures into the City's general ledger at the lowest level of detail.</li> </ul>	N/A	Material Noncompliance /Material Weakness	N/A	Agree	Christa McLellan Tanya Stoudemire Eric S. Higgs	<p>We will continue reorganization of Treasury. We will establish a team specifically dedicated to process escheatment. Treasury will also document its escheatment policies and procedures.</p> <p>We will continue to prepare monthly budget reports and conduct meetings between the Office of Budget, the Office of Departmental Financial Services and the City departments to monitor and analyze the budget to prevent recurring violations of the Uniform Budgeting and Accounting Act. These monthly budget to actual reports are shared with the CFO and the Mayor's team to maintain compliance with the budget. If warranted, Budget amendments will be prepared to better align the budget with actual spending to eliminate projected year-end appropriation deficits in General Fund departments.</p> <p>We will finalize the Investment Policy and Procedures, which will include the requirement to provide quarterly investment reporting to City Council.</p> <p>We will continue to centralize the Grant Accounting and Draw-down function within the Office of the Controller. As a result, we have begun to monitor bank and</p>	June 30, 2018



**City of Detroit**  
**Corrective Action Plan**  
**For the Year Ended June 30, 2016**

Finding No.	Finding Condition	Program Name/Financial Reporting Internal Control	Finding Type Criteria	Questioned Costs	Management Views Agree or Disagree	Contact Person	Corrective Action Plan	Anticipated Completion Date
							general ledger activities on a monthly basis, to ensure completeness and accuracy of expenses in the proper period. This will ultimately allow the City to create the SEFA in a timely manner	
2016-007	The City did not have processes in place to ensure user access to the financial application systems was reviewed to ensure appropriate access rights were granted and limited to user needs and changes in access were made as user roles changed.	N/A	Material Weakness	N/A	Agree	Lori Cetlinski Michael Jamison	OCFO-FP&A is in the process of establishing a matrix that lists by position the appropriate roles to be assigned. DoIT will work with OCFO-FP&A to complete this matrix. This matrix will be used by the System Administrator ensure appropriate access is granted. DoIT and OCFO-FP&A will review roles assignments on a regular basis.	June 30, 2018
2016-008	We identified two customers whose drainage charges were modified in the utility billing system, and we did not observe any documented procedure for a second person to review and approve these changes. In one of the instances, we did not note any documentation supporting the change or explaining why the change was being made.	NA	Material Weakness	NA	Agree	Marcus Hudson	As this control issue was first identified by DWSD internal audit late last year, we have since drafted a policy to address the control issue. Some portions of the new policy have been implemented; e.g., no refund checks provided to customers under \$150 - all over \$150 to be signed by CFO, but others will be approved after the full policy is approved by the BOWC. Also note that full implementation of the policy will likely require some system modifications.	September 30, 2018
2016-009	The initial SEFA did not report expenditures in accordance with regulations.	Community Development Block Grant	Material Weakness	None	Agree	Eric S. Higgs, Charles Allen	The Office of the Chief Financial Officer (OCFO) will design stronger internal controls over SEFA reporting to ensure	June 30, 2018



**City of Detroit**  
**Corrective Action Plan**  
**For the Year Ended June 30, 2016**

<b>Finding No.</b>	<b>Finding Condition</b>	<b>Program Name/Financial Reporting Internal Control</b>	<b>Finding Type Criteria</b>	<b>Questioned Costs</b>	<b>Management Views Agree or Disagree</b>	<b>Contact Person</b>	<b>Corrective Action Plan</b>	<b>Anticipated Completion Date</b>
		Entitlement Cluster/HOME Investment Partnership/High way Safety Cluster					that the expenditures on the SEFA are complete and accurate. A review will be performed in advance of SEFA reporting to ensure compliance.	
2016-010	The City applied for and was awarded the 2013 SAFER award to hire and maintain 150 firefighters on payroll. However, as of June 30, 2016, the City had 147 firefighters on payroll. The City's inability to meet the level of effort requirements did not create any questioned costs.	SAFER (Staffing for Adequate Fire and Emergency Grants)	Material Noncompliance	None	Agree	Eric Jones, Derek Hillman, Nichelle Hughley	The Detroit Fire Department will review the turnover rates and hire adequate firefighters to meet any shortfall that might occur as a result of turnover. OCFO will periodically review the number of firefighters and highlight any shortfalls.	June 30, 2018
2016-011	During fiscal year 2016, the City had 147 firefighters who charged 100 percent of their time to the 2013 SAFER award. The City completed payroll certification to meet the requirements under Circular A-87; however, the first payroll certification for the fiscal year covered the period from July 1, 2015 through February 21, 2016 (essentially covered 7.5 months rather than the minimum six- month period) and the payroll certification was not signed until September 2016. The payroll certification for the remaining part of the fiscal year did cover 4.5 months (February 22, 2016 through June 30, 2016) and was signed in a more timely manner in August 2016. This condition did not create any questioned costs.	SAFER (Staffing for Adequate Fire and Emergency Grants)	Significant Deficiency	None	Agree	Eric Jones, Derek Hillman, Nichelle Hughley	The Detroit Fire Department will continue to develop written policies and procedures to include provisions for collecting and tracking required certifications in a timely manner to comply with Federal rules and regulations.	June 30, 2018
2016-012	Controls in place did not minimize the time elapsing between the transfer of funds from	WIC (Special Supplemental	Material Noncompliance /Material	None	Agree	Eric S. Higgs	OCFO has centralized the drawdown and payment processes. OCFO will review its	June 30, 2018



**City of Detroit**  
**Corrective Action Plan**  
**For the Year Ended June 30, 2016**

<b>Finding No.</b>	<b>Finding Condition</b>	<b>Program Name/Financial Reporting Internal Control</b>	<b>Finding Type Criteria</b>	<b>Questioned Costs</b>	<b>Management Views Agree or Disagree</b>	<b>Contact Person</b>	<b>Corrective Action Plan</b>	<b>Anticipated Completion Date</b>
	HRSA (Ryan White HIV/AIDS Program Part A) and Michigan Department of Health and Human Services (WIC) and the disbursements to the City of Detroit, Michigan's sub-recipients.	Nutrition Program for Women, Infants, and Children) and Ryan White HIV/AIDS Program Part A (HIV Emergency Relief Programs)	Weakness				procedures and controls to ensure billings are paid in accordance with 45 CFR 75.305 2(b) and 2 CFR 305 (b) (3).	
2016-013	The controls in place did not ensure that the required information as prescribed by 2 CFR 200.331, Requirements for Pass-through Entities, was included in the grant agreement of its sub-recipient.  Additionally for WIC, controls in place did not ensure that the contract modifications were formally communicated to reimburse three of four sub-recipients based on actual costs rather than a fixed award amount.	WIC (Special Supplemental Nutrition Program for Women, Infants, and Children) and Ryan White HIV/AIDS Program Part A (HIV Emergency Relief Programs)	Significant Deficiency	None	Agree	Dr. Joneigh Khaldun, Boysie Jackson, Nichelle Hughley	The Detroit Health Department and the Office of Contracting and Procurement has amended its procedures and controls to ensure the required information as prescribed by 2 CFR 200.331, (requirements for pass-through entities), are included in all subawards to subrecipients, including contract modifications, when applicable. Contract amendments pertaining to this requirement were sent out to current sub-recipients.	June 30, 2017
2016-014	The controls in place did not ensure that advance-funded awards were deposited into an interest-bearing checking account or that an exception was met.	WIC (Special Supplemental Nutrition Program for Women, Infants, and Children)	Significant Deficiency	None	Agree	Eric S. Higgs, Nichelle Hughley	The Office of the Chief Financial Officer will review its procedures and controls to ensure advanced funded grants are deposited into interest bearing checking accounts in compliance with 2 CFR 200.305(8)(i).	June 30, 2018
2016-015	The City is required to file the HUD 60002, Section 3 Summary report, Economic Opportunities for Low-and Very Low-income Persons for both CDBG and Home. The City did not file the Section 3 report for program	Housing and Urban Development (HUD), Home Investment	Material Noncompliance /Material Weakness	None	Agree	Arthur Jemison, Portia Roberson	The Housing and Revitalization Department (HRD) concurs with the finding and is finalizing the transfer of this function from HRD to the Civil Rights, Inclusion, and Opportunity Department to	June 30, 2018



**City of Detroit**  
**Corrective Action Plan**  
**For the Year Ended June 30, 2016**

Finding No.	Finding Condition	Program Name/Financial Reporting Internal Control	Finding Type Criteria	Questioned Costs	Management Views Agree or Disagree	Contact Person	Corrective Action Plan	Anticipated Completion Date
	year ended June 30, 2016.	Partnership					ensure future compliance.	
2016-016	<p>During the year, the City administered these grants under the guidelines of 2 CFR 200 subparts A through E. However, certain required policies were not maintained and sub-recipient agreements did not include all the required components.</p> <p>While certifications are included with each voucher requesting payment, the certification wording does not mirror the wording outlined under 2 CFR part 200.415.</p> <p>The written policy outlining how allowable costs are determined was not maintained under 2 CFR 200.302 (b) (7). In addition, while the City did create and maintain a policy in accordance with 2 CFR 200.305 outlining cash management procedures, the policy may need to be more clear as to the procedures followed by the City for reimbursement-based grants to ensure that expenditures are actually paid before the City draws funding down from the federal agency.</p>	Housing and Urban Development (HUD), Home Investment Partnership, Environmental Protection Agency (EPA)	Material Noncompliance /Significant Deficiency	None	Agree	Arthur Jemison, Boysie Jackson, Nichelle Hughley	The Housing and Revitalization Department (HRD) has amended its procedures and controls to ensure the required information as prescribed by 2 CFR 200.331, (requirements for pass-through entities), are included in all subawards to sub-recipients, including contract modifications, when applicable. Contract amendments pertaining to this requirement are being prepared and sent out to current sub-recipients.	June 30, 2017
2016-017	The City has a sub-recipient agreement with LISC to administer the 0 percent Rehabilitation Loan Program. The original contract indicated that the activity would be advance funded. It was subsequently determined this program design was not feasible. However, the sub-recipient agreement was not properly amended. During a monitoring visit performed in September 2015, HUD identified this as a finding. The finding has not	Housing and Urban Development (HUD), Community Development Block Grant (CDBG)	Material Noncompliance /Material Weakness	None	Agree	Arthur Jemison, Boysie Jackson	The Housing and Revitalization Department (HRD) and the Office of Contracting and Procurement (OCP) will implement a process to ensure that all subrecipient contracts reflect the appropriate scope of work and intended funding methodology, including timely amendments when necessary.	June 30, 2018



**City of Detroit**  
**Corrective Action Plan**  
**For the Year Ended June 30, 2016**

<b>Finding No.</b>	<b>Finding Condition</b>	<b>Program Name/Financial Reporting Internal Control</b>	<b>Finding Type Criteria</b>	<b>Questioned Costs</b>	<b>Management Views Agree or Disagree</b>	<b>Contact Person</b>	<b>Corrective Action Plan</b>	<b>Anticipated Completion Date</b>
	been cleared.							
2016-018	The HUD 60002 Report requires that the City monitor and report the number of jobs and assistance provided to low-income persons. The City did not complete the portion of this report related to agency hires. On the submitted 60002 report, the City stated, "No monitoring of contracts for Section 3 compliance occurred for FY 2014-2015." The City did not perform this required monitoring to properly complete the HUD 60002 report for the year ended June 30, 2015.	Housing and Urban Development (HUD), Emergency Solutions Grant (ESG)	Material Noncompliance /Material Weakness	None	Agree	Arthur Jemison, Portia Roberson	The Housing and Revitalization Department (HRD) concurs with the finding and is finalizing the transfer of this function from HRD to the Civil Rights, Inclusion and Opportunity Department to ensure future compliance.	June 30, 2018
2016-019	For 28 of 40 expenditures selected for testing, payment was not made to the sub-recipient within 30 days of receiving the payment request as required.	Housing and Urban Development (HUD), Emergency Solutions Grant (ESG)	Material Noncompliance /Material Weakness	None	Agree	Eric S. Higgs, Charles Allen	OCFO has centralized the drawdown and payment processes. OCFO will review its procedures and controls to ensure payments are made to sub-recipients within 30 days of receiving payment in accordance with 24 CFR 572.203 (c) and 2 CFR 200.514 (c).	June 30, 2018







STATE OF MICHIGAN  
DEPARTMENT OF TREASURY  
LANSING

RICK SNYDER  
GOVERNOR

NICK A. KHOURI  
STATE TREASURER

**DETROIT FINANCIAL REVIEW COMMISSION**

**CITY RESOLUTION 2017-16**

**APPROVING THE CITY'S JULY 2017 BUDGET AMENDMENT 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 7(c) of the Act provides that during the period of oversight, the Commission review, modify, and approve the City's proposed and amended operational budgets and that a proposed budget or budget amendment does not take effect unless approved by the Commission; and

WHEREAS, Section 6(3) of the Act further requires the Commission to ensure that the City complies with the requirements of the Uniform Budgeting and Accounting Act; and

WHEREAS, the Uniform Budgeting and Accounting Act prevents the City from deviating from its original general appropriations act without amending it and requires the City to amend its general appropriations act as soon as it becomes apparent that a deviation from the original general appropriations act is necessary and the amount of the deviation can be determined; and

WHEREAS, at the Commission meeting on July 31, 2017, the City presented budget amendment requests, 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 July 2017 budget amendment requests, attached as **Exhibit A** to this Resolution but excluding any budget amendments 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 BUDGET AMENDMENTS

THE FOLLOWING BUDGET AMENDMENTS ARE BEING SENT TO THE FRC FOR REVIEW AND APPROVAL PURSUANT TO  
THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT  
For July 31, 2017 MEETING

### FY 2016 - 2017 Grant Budget Amendments

No.	Department	Grantor	Grant / Program	Brief Description	Amount		Appr. #
					Revenue	Expense	
1	Recreation	United Way for Southeastern Michigan	2017 Summer Mini Grant Program	This grant will be used to support the Meet Up Eat Up Program and will be used for Summer Meal Programs in the community.	20,000.00	20,000.00	20401
<b>Recreation Total</b>					<b>20,000.00</b>	<b>20,000.00</b>	
2	Health	Michigan Department of Health and Human Services (MDHHS)	Sudden Unexplained Infant Death Program	This grant will help facilitate bereavement support services to families and caretakers of infants experiencing a fetal or SUID infant death.	6,750.00	6,750.00	20411
3	Health	United States Department of Health and Human Services (USDHHS)	HIV Emergency Relief Grant	This grant provides funding to that will enable individuals and families living with HIV/AIDS to access and remain in primary medical care to improve their medical outcomes.	727,119.00	727,119.00	20222
<b>Health Total</b>					<b>733,869.00</b>	<b>733,869.00</b>	
<b>GRAND TOTAL</b>					<b>753,869.00</b>	<b>753,869.00</b>	

## CITY OF DETROIT BUDGET AMENDMENTS

THE FOLLOWING BUDGET AMENDMENTS ARE BEING SENT TO THE FRC FOR REVIEW AND APPROVAL PURSUANT TO  
THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT  
For July 31, 2017 MEETING

### FY 2016 - 2017 Non-Grant Budget Amendments

No.	Department	Brief Description	Budget Amendment Amount		
			Revenue	Expense	Appr. #
The purpose of the amendment is to appropriate excess revenues received as a result of Executive Order 2016-1. This policy was created to maximize the utilization of Detroit residents on public-funded construction projects. A failure to meet the requirements specified in the order results in the vendor paying non-compliance fees. These funds, once appropriated, can only be used to educate and train the Detroit workforce for construction jobs.					
1	Civil Rights Inclusion & Opportunity (CRIO)	Increase the Compliance Fee Appropriation	2,441,077.79	2,441,077.79	20303

## CITY OF DETROIT BUDGET AMENDMENTS

THE FOLLOWING BUDGET AMENDMENTS ARE BEING SENT TO THE FRC FOR REVIEW AND APPROVAL PURSUANT TO  
THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT  
For July 31, 2017 MEETING

### FY 2017 - 2018 Grant Budget Amendments

No.	Department	Grantor	Grant / Program	Brief Description	Amount		Appr. #
					Revenue	Expense	
1	Health	Michigan Department of Health and Human Services (MDHHS)	Climate Health Adaptation Program	This grant will be used to build capacity to adapt to climate related health risks in the city.	15,000.00	15,000.00	20409
2	Health	Michigan Department of Health and Human Services (MDHHS)	West Nile Virus Community Surveillance Program	This grant will be utilized to conduct surveillance among mosquito populations and to produce or distribute educational materials related to West Nile virus prevention and control.	8,000.00	8,000.00	20406
3	Health	Michigan Department of Health and Human Services (MDHHS)	Zika Virus Community Support Program	This grant will support the development of community programs aimed at reducing Zika virus and other mosquito-borne disease.	10,000.00	10,000.00	20407
4	Health	Michigan Department of Health and Human Services (MDHHS)	HIV Ryan White Part B MAI (Minority AIDS Initiative) Program	This grant will be used to fund outreach and education services designed to increase minority access to needed HIV/AIDS medications.	75,951.00	75,951.00	20404
5	Health	Michigan Department of Health and Human Services (MDHHS)	Zika Virus Mosquito Surveillance Program	This grant will support the development of a low cost surveillance system for the early detection of Zika virus vectors at the community level.	10,000.00	10,000.00	20408
6	Health	Michigan Department of Health and Human Services (MDHHS)	HIV Data to Care Program	This grant will be used to identify HIV-diagnosed individuals not in care, link them to care and support the HIV Care Continuum.	306,378.00	306,378.00	20403
7	Health	Michigan Department of Health and Human Services (MDHHS)	WIC Breastfeeding Program	This grant will be utilized to provide services under the WIC Breastfeeding Program.	32,900.00	32,900.00	20354
8	Health	Michigan Department of Health and Human Services (MDHHS)	Local Maternal and Child Health (MCH) Program	This grant will provide services to women, children and families that focus on improving their health.	298,654.00	298,654.00	20367
9	Health	Michigan Department of Health and Human Services (MDHHS)	Infant Safe Sleep Program	This grant will provide services and information on ways to keep infants safe while sleeping.	16,000.00	16,000.00	20366
10	Health	Michigan Department of Health and Human Services (MDHHS)	Immunization Action Plan (IAP) Program	This grant be used to coordinate immunization activities and raise immunization rates through education and outreach.	11,331.00	11,331.00	20365
11	Health	Michigan Department of Health and Human Services (MDHHS)	Children's Special Health Care Services (CSHCS) Outreach & Advocacy Program	This grant will provide coordination to various programs to families with special health care needs.	87,000.00	87,000.00	20362
12	Health	Michigan Department of Health and Human Services (MDHHS)	Childhood Lead Poisoning Prevention Program	This grant will help provide education and outreach regarding lead hazards and the impact of lead poisoning.	74,750.00	74,750.00	20355
13	Health	Michigan Department of Health and Human Services (MDHHS)	WIC (Women, Infant and Children) Resident Services Program	This grant will help provide health and nutrition programs to women, infants and children.	797,681.00	797,681.00	20353
14	Health	Michigan Department of Health and Human Services (MDHHS)	Essential Local Public Health Services (ELPHS) grant	This grant will help provide a range of health services to residents.	323,332.00	323,332.00	20358
<b>Health Total</b>					<b>2,066,977.00</b>	<b>2,066,977.00</b>	

## CITY OF DETROIT BUDGET AMENDMENTS

THE FOLLOWING BUDGET AMENDMENTS ARE BEING SENT TO THE FRC FOR REVIEW AND APPROVAL PURSUANT TO  
THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT  
For July 31, 2017 MEETING

### FY 2017 - 2018 Grant Budget Amendments

No.	Department	Grantor	Grant / Program	Brief Description	Amount		Appr. #
					Revenue	Expense	
15	Innovation & Technology	John S. and James L. Knight Foundation	Smart City Grant	This grant will be used to hire a consultant to develop a smart city strategy for the City. Clear and realistic guidelines on how the city can implement, support and use smart technology will be prepared.	200,000.00	200,000.00	20410
<b>Innovation &amp; Technology Total</b>					<b>200,000.00</b>	<b>200,000.00</b>	
16	Detroit City Council (Historic Designation Advisory Board)	Michigan State Housing Development Authority (State Historic Preservation Office)	Certified Local Government (CLG) grant	The City of Detroit's Historic Designation Advisory Board received a grant to hire a qualified consultant to prepare a new National Register of Historic Places nomination for the Phillip A. Hart Plaza. An inventory of the resources of the Plaza, including buildings, structures, objects, open space and features will be taken. Herman Miller Cares, Inc will contribute \$10,000 to the project. The Historic Designation Advisory Board will provide guidance during the process.	41,295.00	41,295.00	20415
<b>Detroit City Council (HDAB) Total</b>					<b>41,295.00</b>	<b>41,295.00</b>	
<b>GRAND TOTAL</b>					<b>2,308,272.00</b>	<b>2,308,272.00</b>	

# CITY OF DETROIT BUDGET AMENDMENTS

THE FOLLOWING BUDGET AMENDMENTS ARE BEING SENT TO THE FRC FOR REVIEW AND APPROVAL PURSUANT TO  
THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT  
For July 31, 2017 MEETING

## FY 2017 - 2018 Non-Grant Budget Amendments

No.	Department	Brief Description	Budget Amendment Amount		Appr. #
			Revenue	Expense	
The purpose of the amendment is to accept the Book Cadillac Section 108 Loan Payment Settlement Agreement. These funds will be handled by a defeasance agent who will pay Section 108 payments during the fiscal year.					
1	Housing & Revitalization	Increase the Section 108 Loans Appropriation	10,000,000.00	10,000,000.00	13529
		<b>Net Change</b>	<u>10,000,000.00</u>	<u>10,000,000.00</u>	
The purpose of the amendment is to recognize and appropriate cash receipts related to the Federal Drug Forfeiture Fund.					
2	Police	Increase Federal Forfeiture Appropriation	6,155,403.00	6,155,403.00	12584
		<b>Net Change</b>	<u>6,155,403.00</u>	<u>6,155,403.00</u>	
The purpose of the amendment is to recognize and appropriate cash receipts related to the Local Drug Forfeiture Fund.					
3	Police	Increase Local Forfeiture Appropriation	3,800,000.00	3,800,000.00	00648
		<b>Net Change</b>	<u>3,800,000.00</u>	<u>3,800,000.00</u>	
<b>Grand Total</b>			<b>19,955,403.00</b>	<b>19,955,403.00</b>	

# CITY OF DETROIT BUDGET AMENDMENTS

THE FOLLOWING BUDGET AMENDMENTS ARE BEING SENT TO THE FRC FOR REVIEW AND APPROVAL PURSUANT TO  
THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT  
For July 31, 2017 MEETING

## FY 2017 - 2018 Non-Grant Budget Amendments - Gordie Howe International Bridge Project

No.	Department	Source	Brief Description	Budget Amendment Amount		
				Revenue	Expense	Appr. #
<p>The purpose of the amendment is to establish an appropriation for the Bridging Neighborhoods Fund. Revenues received as a result of certain agreements related to the Gordie Howe International Bridge project will be used to provide renovation of blighted residential properties and increase population density in neighborhoods across the City of Detroit.</p>						
1	Housing & Revitalization	Michigan Department of Transportation (MDOT)	Establish the Briding Neighborhoods Fund Appropriation	18,021,630.00	18,021,630.00	20413
		Windsor Detroit Bridge Authority (WDBA)		10,100,000.00	10,100,000.00	
		State of Michigan (SOM)		4,500,000.00	4,500,000.00	
		<b>Net Change</b>		<u>32,621,630.00</u>	<u>32,621,630.00</u>	
<p>The purpose of the amendment is to establish an appropriation for the Job Training Initiative Fund. Revenues received as a result of certain agreements related to the Gordie Howe International Bridge project will be specifically designated to training in an effort to increase the pool of qualified applicants for jobs resulting from economic activity in the City.</p>						
2	Civil Rights, Inclusion and Opportunity (CRIO)	State of Michigan (SOM)	Establish Job Training Initiative Fund Appropriation	1,500,000.00	1,500,000.00	20416
		<b>Net Change</b>		<u>1,500,000.00</u>	<u>1,500,000.00</u>	
<p>The purpose of the amendment is to establish an appropriation for the Briding Neighborhoods - Health &amp; Emissions Monitoring Program. Revenues received as a result fo certain agreements related to the Gordie Howe International Bridge project will be used to implement a health and emissions monitoring program in conjunction with the Michigan Department of Environmental Quality (MDEQ).</p>						
3	Health	State of Michigan (SOM)	Establish the Briding Neighborhoods - Health & Emissions Monitoring Program Fund Appropriation	2,400,000.00	2,400,000.00	20417
		<b>Net Change</b>		<u>2,400,000.00</u>	<u>2,400,000.00</u>	



## CITY OF DETROIT BUDGET AMENDMENTS

THE FOLLOWING BUDGET AMENDMENTS ARE BEING SENT TO THE FRC FOR REVIEW AND APPROVAL PURSUANT TO  
THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT  
For July 31, 2017 Meeting

### FY 2016 - 2017 Grant Budget Amendments (Correction)

No.	Department	Grantor	Grant / Program	Brief Description	Amount		
					Revenue	Expense	Appr. #
<b>Item Approved on June 26, 2017 Read As:</b>							
<b>1</b>	Office of the Chief Financial Officer (Office of Grants Management)	Bloomberg Philanthropies	iTeam Program Grant	This grant will support Detroit's innovation team (i-Team) who will help the City drive innovation, change culture and create an ongoing ability to tackle big problems and deliver better results for residents.	454,333.00	454,333.00	13967
					908,667.00	908,667.00	20387
<b>Office of the Chief Financial Officer Total</b>					<b>1,363,000.00</b>	<b>1,363,000.00</b>	

<b>Item Approved on June 26, 2017 Should Have Read As:</b>							
<b>1</b>	Office of the Chief Financial Officer (Office of Grants Management)	Bloomberg Philanthropies	iTeam Program Grant	This grant will support Detroit's innovation team (i-Team) who will help the City drive innovation, change culture and create an ongoing ability to tackle big problems and deliver better results for residents.	454,333.00	454,333.00	13967
					1,363,000.00	1,363,000.00	20387
<b>Office of the Chief Financial Officer Total</b>					<b>1,817,333.00</b>	<b>1,817,333.00</b>	

# CITY OF DETROIT BUDGET AMENDMENTS

THE FOLLOWING BUDGET AMENDMENTS ARE BEING SENT TO THE FRC FOR REVIEW AND APPROVAL PURSUANT TO  
THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT  
For July 31, 2017 MEETING

## FY 2017 - 2018 HRD CDBG Reprograming

No.	Department	Brief Description	Budget Amendment Amount		
			Revenue	Expense	Appr. #
The purpose of this amendment is to reprogram CDBG Funds in order to provide temporary relocation services to eligible residents of the 40 Davenport St. project.					
1	Housing & Revitalization	Increase CDBG Relocation Appropriation	-	243,000.00	20414
		Decrease Housing Pre-Development Construction Appropriation	-	(243,000.00)	20343
		<b>Net Change</b>	-	0.00	
The purpose of this amendment is to reprogram unused CDBG and Section 108 Loan Funds.					
2	Housing & Revitalization	Increase CDBG Housing Rehab Loan Program Appropriation	-	500,000.00	13609
		Increase Conventional Home Repair Grant Program Appropriation	-	500,000.00	20153
		Increase CDBG Departmental Allocations Appropriation	-	800,000.00	13635
		Increase BSEED Code Enforcement Appropriation	-	500,000.00	20419
		Decrease Economic Development Appropriation	-	(500,000.00)	13837
		Decrease Section 108 Loans Appropriation	-	(1,800,000.00)	13529
		<b>Net Change</b>	-	-	



STATE OF MICHIGAN  
DEPARTMENT OF TREASURY  
LANSING

RICK SNYDER  
GOVERNOR

NICK A. KHOURI  
STATE TREASURER

**DETROIT FINANCIAL REVIEW COMMISSION**

**CITY RESOLUTION 2017-17**

**INCREASING THE AGGREGATE AMOUNT FOR WHEN MULTIPLE  
CONTRACTS REQUIRE THE COMMISSION'S APPROVAL**

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, Section 3(a) of the Act includes in its definition of applicable contracts "multiple contracts for less than \$750,000.00, or the higher amount determined by the commission, with 1 entity that, in the aggregate, exceed \$750,000.00, or a higher amount as determined by the commission, within a 12-month period"; and

WHEREAS, the Commission wishes to exercise its authority to determine a higher aggregate amount within a 12-month period for defining when multiple City contracts for less than \$750,000, with 1 entity, are defined as applicable contracts requiring the Commission's approval, subject to certain conditions and limitations.

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

1. That the aggregate amount within a 12-month period, for defining when multiple City contracts for less than \$750,000, with 1 entity, are defined as applicable contracts requiring the Commission's approval, is hereby increased from \$750,000 to \$2,000,000, subject to the following conditions and limitations:
  - a. This higher aggregate threshold for multiple contracts shall only apply to City contracts for less than \$250,000;
  - b. This higher aggregate threshold for multiple contracts shall only apply to City contracts that are competitively bid;
  - c. For demolition contracts within a 12-month period, for defining when multiple City contracts for less than \$750,000, with 1 entity, are defined as applicable contracts requiring the Commission's approval, is hereby increased from \$750,000 to \$3,000,000, subject to the following conditions:
    - i. This higher aggregate threshold for multiple demolition contracts shall only apply to City contracts for less than \$750,000;
    - ii. This higher aggregate threshold for multiple demolition contracts shall only apply to City contracts that are competitively bid
  - d. The City shall provide monthly reports, in a form acceptable to the Commission, of all approved contracts that otherwise would have required the Commission's approval but for this Resolution.
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.



STATE OF MICHIGAN  
DEPARTMENT OF TREASURY  
LANSING

RICK SNYDER  
GOVERNOR

NICK A. KHOURI  
STATE TREASURER

**DETROIT FINANCIAL REVIEW COMMISSION**  
**CITY RESOLUTION 2017-18**

**APPROVING THE CITY'S JULY 2017 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 July 31, 2017, 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 July 2017, 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 July 31, 2017 Meeting**

Prepared By: Boiesie Jackson, Chief Procurement Officer

**City Council and Water Board Approvals Through July 25, 2017**

	Department	Contract Number	Description	Contract Request Type	Competitively Bid? If not a New contract, was the original contract competitively bid?	Highest Ranked or Lowest Bid? If not a New contract, was the original contract the lowest bid?	BOWC or City Council Approval Date	Office of the Chief Financial Officer Approval Date	Comments
--	------------	-----------------	-------------	-----------------------	--	--	------------------------------------	---	----------

**CONTRACTS GREATER THAN \$750K (Yes = Lowest Bid Unless Specified)**

1	TRANSPORTATION	6000792	<b>Contract Amount: \$105,000,000.00</b> <b>Contract Period: Upon FRC Approval through 3/15/22</b> <b>Source: 100% Grant Funding</b> <b>Purpose: To Provide DBA-DDOT Lease Contract Agreement – To Manage Major DDOT Facility Construction Projects</b> Contractor: <b>Detroit Building Authority</b> Location: 1301 Third St. Suite 328, Detroit, MI 48226	New	Intergovernmental Agreement	Intergovernmental Agreement	7/18/2017	7/31/2017	Five Year Agreement to handle DDOT Construction Projects and to provide management of the Transportation Department's 5-year Capital Plan.
2	GENERAL SERVICES	6000880	<b>Contract Amount: \$28,510,904.00</b> <b>Contract Period: 8/16/17 through 8/15/21</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Light Duty Fleet Vehicles</b> Contractor: <b>Jorgensen Ford Sales, Inc.</b> Location: 8333 Michigan Avenue, Detroit, MI 48210	New	Yes	Yes	7/25/2017	7/31/2017	Contract to upgrade Fleet across the City. Over 16 types of vehicles. (Purchase of 1060 vehicles over 4 years - mostly Police)
3	GENERAL SERVICES	2908627	<b>Contract Amount: \$11,679,182.00</b> <b>Contract Period: 7/1/18 through 6/30/20</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Management of Vehicle Supply Parts for the City of Detroit Emergency Vehicles</b> Contractor: <b>Vitec LLC</b> Location: 2627 Clark Avenue, Detroit, MI 48210	Amendment Exercising Renewal Option	Yes	Yes	7/25/2017	7/31/2017	Exercising Renewal Contract option approved in 2014. Contract enables ongoing vehicle parts coverage and brings Fire Apparatus to ISO Standards.
4	GENERAL SERVICES	6000740	<b>Contract Amount: \$10,341,300.00</b> <b>Contract Period: Upon FRC Approval through 6/30/22</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide City Wide Janitorial Services</b> Contractor: <b>Kristel Group Inc.</b> Location: 136 S. Rochester Road, Clawson, MI 48017	New	Yes	Yes	7/25/2017	7/31/2017	Contract supports Public Safety Headquarters, numerous Police locations, Fire locations, Public Works, Transportation, Parking and City Airport.
5	ELECTIONS	3014134	<b>Contract Amount: \$904,655.00</b> <b>Contract Period: One Time Purchase</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide New Voting Equipment</b> Contractor: <b>Dominion Voting Systems Inc.</b> Location: 1201 18th Street, Suite 210, Denver, CO 80202	New	Agreement with State and Wayne County	Agreement with State and Wayne County	6/27/2017	7/31/2017	Contract based on Agreement between City, State and Wayne County to award an exclusive contract to Dominion Voting for New Voting Equipment.
6	HOUSING AND REVITALIZATION	6000897	<b>Contract Amount: \$1,117,000.00</b> <b>Contract Period: Upon FRC Approval through 7/1/18</b> <b>Source: 100% City Funding</b> <b>Purpose: To Create and/or Retain Jobs for Low Income Residents</b> Contractor: <b>Detroit Economic Growth Corporation</b> Location: 500 Griswold Ste 2200, Detroit, MI 48226	New	Intergovernmental Agreement	Intergovernmental Agreement	7/25/2017	7/31/2017	Contract to assist and encourage companies and organizations to relocate to City of Detroit or expand operations in the City.

	Department	Contract Number	Description	Contract Request Type	Competitively Bid? If not a New contract, was the original contract competitively bid?	Highest Ranked or Lowest Bid? If not a New contract, was the original contract the lowest bid?	BOWC or City Council Approval Date	Office of the Chief Financial Officer Approval Date	Comments
--	------------	-----------------	-------------	-----------------------	--	--	------------------------------------	---	----------

**CONTRACTS GREATER THAN \$750K -- continued (Yes = Lowest Bid Unless Specified)**

7	INNOVATION & TECHNOLOGY	2881385	<b>Contract Amount: \$1,200,000.00</b> <b>Contract Period: Upon FRC Approval through 6/30/18</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Cellular Phone Services</b> Contractor: Verizon Wireless Location: P.O. Box 15040, Albany, NY 12212	Amendment Exercising Renewal Option	Yes	Yes	7/15/2017	7/31/2017	Contract extension for data and cell phone service until longer term contract is in place.
8	INNOVATION AND TECHNOLOGY	6000030	<b>Contract Amount: \$1,115,865.00</b> <b>Contract Period: Upon City Council and FRC Approval through 6/30/18</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Oracle Cloud ERP (Fusion) Application Managed Services</b> Contractor: AST Corporation Location: 1755 Park Street, Naperville, IL 60569	Amendment	Yes	Yes	6/27/2017	7/31/2017	Agreement by CIO and CFO to extend ERP Implementation Support until Vendor is selected from RFP that is in process.
9	INNOVATION AND TECHNOLOGY	6000687	<b>Contract Amount: \$1,012,400.00</b> <b>Contract Period: Upon FRC Approval through 5/30/21</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Licenses for City-Wide Enterprise Mapping Platform</b> Contractor: ESRI Inc. Location: 380 New York Street, Redlands, CA 92373	New	Sole Source	Sole Source	7/5/2017	7/31/2017	Contract to provide mapping software to DWSD, BSEED, Assessors, Health, Police and Fire. (Geographic Information System Software)
10	INNOVATION AND TECHNOLOGY	6000871	<b>Contract Amount: \$2,923,586.25</b> <b>Contract Period: Upon FRC Approval through 6/30/18</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide IT Staffing</b> Contractor: Data Consulting Group Location: 965 E. Jefferson Avenue, Detroit, MI 48207	Amendment	Yes	Yes	7/25/2017	7/31/2017	IT Staff Augmentation Contract to provide 12 technical Support. (Project Managers, Programmer Analysts, etc.)
11	INNOVATION AND TECHNOLOGY	6000879	<b>Contract Amount: \$2,983,383.00</b> <b>Contract Period: Upon FRC Approval through 6/30/18</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide IT Staffing</b> Contractor: CW Professionals/Lochbridge Location: 150 W. Jefferson, Suite 1200, Detroit, MI 48226	Amendment	Yes	Yes	7/25/2017	7/31/2017	IT Staff Augmentation Contract to provide 12 technical Support (Programmer Analysts, Project Managers and Database Administrators).
12	POLICE	6000801	<b>Contract Amount: \$1,048,444.40</b> <b>Contract Period: Upon FRC Approval through 7/17/20</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Facial Recognition, Licensing, Software and Necessary Equipment</b> Contractor: DataWorks Plus Location: 728 North Pleasantburg, Greenville, SC	New	Yes	Yes	7/25/2017	7/31/2017	Contract supports Real Time Crime Center. Contract performs image searches and receives and processes information from phones.
13	POLICE	6000870	<b>Contract Amount: \$1,490,000.00</b> <b>Contract Period: Upon FRC Approval through 7/25/20</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Improvements and Renovations of 900 Merrill Plaisance Street for use by the Office of the Chief Investigator and the Police Discipline Unit</b> Contractor: Detroit Building Authority Location: 1301 Third St., #328, Detroit, MI 48226	New	Yes	Yes	7/18/2017	7/31/2017	Contract includes Construction, Equipment, Technology and Security Systems
14	PUBLIC WORKS	6000868	<b>Contract Amount: \$5,314,692.50</b> <b>Contract Period: Upon FRC Approval through 12/31/19</b> <b>Source: 100% Street Funding</b> <b>Purpose: To Provide Repair to Damaged Sidewalks and Driveways at Various Locations on the East Side of the City of Detroit</b> Contractor : Giorgi Concrete Joint Venture with Major Cement Location: 20450 Sherwood, Detroit, MI 48234	New	Yes	Yes	7/25/2017	7/31/2017	Contract includes repairs an Replacement of an estimated 800k Square Ft of sidewalk and 7200 Square Ft of sidewalk ramps.

	Department	Contract Number	Description	Contract Request Type	Competitively Bid? If not a New contract, was the original contract competitively bid?	Highest Ranked or Lowest Bid? If not a New contract, was the original contract the lowest bid?	BOWC or City Council Approval Date	Office of the Chief Financial Officer Approval Date	Comments
--	------------	-----------------	-------------	-----------------------	--	--	------------------------------------	---	----------

**CONTRACTS GREATER THAN \$750K -- continued (Yes = Lowest Bid Unless Specified)**

15	PUBLIC WORKS	6000869	<b>Contract Amount: \$5,182,700.00</b> <b>Contract Period: Upon FRC Approval through 12/31/19</b> <b>Source: 100% Street Funding</b> <b>Purpose: To Provide Repair to Damaged Sidewalks and Driveways at Various Locations on the West Side of the City of Detroit</b> <b>Contractor : Giorgi Concrete Joint Venture with Major Cement</b> <b>Location: 20450 Sherwood, Detroit, MI 48234</b>	New	Yes	Yes	7/25/2017	7/31/2017	
16	HOUSING AND REVITALIZATION	2901645	<b>Contract Amount: \$955,000.00</b> <b>Contract Period: 11/1/14 through 12/15/17</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Property Management Functions and Property Transaction Facilitation. Manage All City Owned Property; Buildings and/or Vacant Land for Sale or Lease of that Includes Deed Preparation, Closing Statement Preparation, Filing of Property Transfer Affidavits, Recordation of Deeds and Administration of the Closing of Escrow</b> <b>Contractor: Detroit Building Authority</b> <b>Location: 1301 Third Street, Suite 328, Detroit, MI 48226</b>	Amendment	Intergovernmental Agreement	Intergovernmental Agreement	6/27/2017	7/31/2017	
17	OCFO – OFFICE OF CHIEF FINANCIAL OFFICER	6000889	<b>Contract Amount: \$1,220,000.00</b> <b>Contract Period: Upon FRC Approval through 11/30/17</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Financial Services (Updating the City's 10-Year Pro Forma Financial Projections, Preparing Labor-Related Analyses and Analyzing Departmental Revenue and Fee Analyses)</b> <b>Contractor: Ernst and Young</b> <b>Location: 777 Woodward Avenue, Detroit, MI 48226</b>	Amendment	No	No	7/25/2017	7/31/2017	Wind-down of Financial Services by CFO with company providing financial, labor and supplier assessments/data
18	TRANSPORTATION	3014186	<b>Contract Amount: \$4,333,515.84</b> <b>Contract Period: Upon FRC Approval through 5/31/18</b> <b>Source: 100% Federal Funding</b> <b>Purpose: To Provide Nine (9) Buses (Damaged from Fire at the Shoemaker Terminal)</b> <b>Contractor: New Flyer Industries Canada ULC</b> <b>Location: 711 Kernaghan Avenue, Winnipeg MB R2C 34, Canada</b>	New	Yes	Yes	7/11/2017	7/31/2017	Replacement contract with current Bus Provider

**CONTRACTS GREATER THAN 2 YEARS**

			No Contracts Submitted for this Category						
--	--	--	--	--	--	--	--	--	--

**PREVIOUS CONTRACTS WITH 1 ENTITY, WITHIN 1 YEAR, GREATER THAN \$750K**

19	AUDITOR GENERAL	6000238	<b>Contract Amount: \$650,000.00</b> <b>Contract Period: 8/1/16 through 6/30/19</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide a Comprehensive Annual Financial Report for the City of Detroit</b> <b>Contractor: Plante Moran</b> <b>Location: 1000 Oakwood Drive, Suite 400, Ann Arbor, MI 48104</b>	Amendment	No	No	7/25/2017	7/31/2017	Company plans to complete audits and financial statements by the designated timeline in order to issue the CAFR by December 31st.
20	DETROIT BUILDING AUTHORITY	3012704	<b>Contract Amount: \$398,293.00</b> <b>Contract Period: 4/28/17 through 7/28/17</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide for Payment of Invoices Paid by Eagle Security at the DPSH Building</b> <b>Contractor: Detroit Building Authority</b> <b>Location: 1301 Third St. 328, Detroit, MI 48226</b>	New	Intergovernmental Agreement	Intergovernmental Agreement	6/27/2017	7/31/2017	



	Department	Contract Number	Description	Contract Request Type	Competitively Bid? If not a New contract, was the original contract competitively bid?	Highest Ranked or Lowest Bid? If not a New contract, was the original contract the lowest bid?	BOWC or City Council Approval Date	Office of the Chief Financial Officer Approval Date	Comments
--	------------	-----------------	-------------	-----------------------	--	--	------------------------------------	---	----------

**PREVIOUS CONTRACTS WITH 1 ENTITY, WITHIN 1 YEAR, GREATER THAN \$750K -- continued**

21	GENERAL SERVICES	6000587	<b>Contract Amount: \$249,000.00</b> <b>Contract Period: Upon FRC Approval through 9/27/18</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Park Renovations – 40 Parks</b> Contractor: <b>WCI Contractors, Inc.</b> Location: 20210 Conner St., Detroit, MI 48234	Amendment	Yes	Yes	6/20/2017	7/31/2017	
22	GENERAL SERVICES	6000136	<b>Contract Amount: \$249,000.00</b> <b>Contract Period: Upon FRC Approval through 12/31/17</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Neighborhood Parks Improvement For Luizzo, Simmons and Mansfield-Diversey Playgrounds</b> Contractor: <b>KEO and Associates, Inc.</b> Location: 18286 Wyoming, Detroit, MI 48221	Amendment	Yes	Yes	6/20/2017	7/31/2017	
23	GENERAL SERVICES	6000232	<b>Contract Amount: \$249,000.00</b> <b>Contract Period: 7/26/16 through 7/25/17</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Parksite Amenities Repair Services</b> Contractor: <b>Michigan Recreational Construction Inc.</b> Location: 1091 Victory Drive, Howell, MI 48843	Amendment	Yes	Yes	6/20/2017	7/31/2017	
24	GENERAL SERVICES	2895758	<b>Contract Amount: \$93,000.00</b> <b>Contract Period: 7/1/15 through 12/30/17</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide General Contractor Services, Space Planning</b> Contractor: <b>KEO and Associates, Inc.</b> Location: 18286 Wyoming, Detroit, MI 48221	Amendment	Yes	Yes	6/20/2017	7/31/2017	
25	HOUSING AND REVITALIZATION	3015101	<b>Contract Amount: \$322,200.00</b> <b>Contract Period: One Time Purchase</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Commercial Demolition – Group 59 (8 Properties in Districts 2, 3 and 5)</b> Contractor: <b>Able Demolition Co.</b> Location: 5675 Auburn Road, Shelby Township, MI 48317	New	Yes	Yes	7/25/2017	7/31/2017	
26	HOUSING AND REVITALIZATION	3015115	<b>Contract Amount: \$268,140.00</b> <b>Contract Period: One Time Purchase</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Commercial Demolition – Group 61 (7 Properties in District 6)</b> Contractor: <b>Rickman Enterprise</b> Location: 15533 Woodrow Wilson, Detroit, MI 48238	New	Yes	Yes	7/25/2017	7/31/2017	
27	HOUSING AND REVITALIZATION	3015116	<b>Contract Amount: \$275,700.00</b> <b>Contract Period: One Time Purchase</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Commercial Demolition – Group 60 (4 Properties in District 6)</b> Contractor: <b>Dore &amp; Associates</b> Location: 900 Harry S. Truman Parkway, Bay City, MI 48706	New	Yes	Yes	7/25/2017	7/31/2017	
28	HOUSING AND REVITALIZATION	3015119	<b>Contract Amount: \$274,000.00</b> <b>Contract Period: One Time Purchase</b> <b>Source: 100% City Funding</b> <b>Purpose: To Provide Commercial Demolition: Group 62 (7 properties in Districts 3 &amp; 4)</b> Contractor: <b>Dore &amp; Associates Contracting Inc.</b> Location: 900 Harry S. Truman Parkway, Bay City, MI 48706	New	Yes	Yes	7/25/2017	7/31/2017	

	Department	Contract Number	Description	Contract Request Type	Competitively Bid? If not a New contract, was the original contract competitively bid?	Highest Ranked or Lowest Bid? If not a New contract, was the original contract the lowest bid?	BOWC or City Council Approval Date	Office of the Chief Financial Officer Approval Date	Comments
--	------------	-----------------	-------------	-----------------------	--	--	------------------------------------	---	----------

**PREVIOUS CONTRACTS WITH 1 ENTITY, WITHIN 1 YEAR, GREATER THAN \$750K -- continued**

29	PUBLIC WORKS	2902588	<b>Contract Amount: \$156,048.04</b> <b>Contract Period: 12/14/14 through 12/31/17</b> <b>Source: 100% Street Funding</b> <b>Purpose: To Provide Relocation of Oakwood Blvd between Dix and Oakwood</b> Contractor: <b>Giorgi Concrete Joint Venture with Major Cement</b> Location: 20450 Sherwood, Detroit, MI 48234	Amendment	Yes	Yes	7/11/2017	7/31/2017	
30	TRANSPORTATION	6000410	<b>Contract Amount: \$690,035.20</b> <b>Contract Period: 12/29/16 through 12/28/17</b> <b>Source: 100% Federal Funding</b> <b>Purpose: To Provide Additional Features to 20 Transit Coaches Already Purchased</b> Contractor: <b>New Flyer Industries Canada ULC</b> Location: 711 Kernaghan Avenue, Winnipeg, MB R2C 34 Canada	Amendment	Yes	Yes	7/11/2017	7/31/2017	
31	TRANSPORTATION	3009871	<b>Contract Amount: \$91,111.10</b> <b>Contract Period: One Time Purchase</b> <b>Source: 100% Federal Funding</b> <b>Purpose: To Provide Two, Five (5) Passenger Heavy Duty 4x4 SUV Trucks to be used for Managing and Supervision Service</b> Contractor: <b>Jorgensen Ford Sales, Inc.</b> Location: 8333 Michigan Avenue, Detroit, MI 48210	New	Yes	Yes	7/5/2017	7/31/2017	
32	TRANSPORTATION	3009872	<b>Contract Amount: \$273,333.30</b> <b>Contract Period: One Time Purchase</b> <b>Source: 100% Federal Funding</b> <b>Purpose: To Provide Six, Five Passenger Heavy Duty Vehicles</b> Contractor: <b>Jorgensen Ford Sales, Inc.</b> Location: 8333 Michigan Avenue, Detroit, MI 48210	New	Yes	Yes	7/5/2017	7/31/2017	
33	TRANSPORTATION	3009873	<b>Contract Amount: \$334,444.39</b> <b>Contract Period: One Time Purchase</b> <b>Source: 100% Federal Funding</b> <b>Purpose: To Provide Seven, Five Passenger SUV Support Vehicles</b> Contractor: <b>Jorgensen Ford Sales, Inc.</b> Location: 8333 Michigan Avenue, Detroit, MI 48210	New	Yes	Yes	7/5/2017	7/31/2017	
34	TRANSPORTATION	3011839	<b>Contract Amount: \$55,555.54</b> <b>Contract Period: One Time Purchase</b> <b>Source: 100% Federal Funding</b> <b>Purpose: To Provide Two (2) Cargo Vans with Sliding Side Doors and Swing Out Rear Doors</b> Contractor: <b>Jorgensen Ford Sales, Inc.</b> Location: 8333 Michigan Avenue, Detroit, MI 48210	New	Yes	Yes	7/5/2017	7/31/2017	

	Department	Contract Number	Description	Contract Request Type	Competitively Bid? If not a New contract, was the original contract competitively bid?	Highest Ranked or Lowest Bid? If not a New contract, was the original contract the lowest bid?	BOWC or City Council Approval Date	Office of the Chief Financial Officer Approval Date	Comments
--	------------	-----------------	-------------	-----------------------	--	--	------------------------------------	---	----------

**DEPARTMENT OF WATER AND SEWAGE CONTRACTS**

**CONTRACTS GREATER THAN \$750,000.00**

35	Water and Sewerage	6000816	<b>Contract Amount: \$725,000.00</b> <b>Contract Period:</b> September 31, 2017 - June 30, 2018 <b>Source:</b> Operations and Maintenance (O&M) Funded <b>Purpose:</b> To grant an increase of \$725,000.00 in the contract price and an extension of one (1) year for DWSD Contract No. CS-1831 "Drainage Charge Program Support" <b>Contractor:</b> Tetra Tech of Michigan, P.C. <b>Location:</b> City of Detroit	Amendment	No	No, this was a sole source	6/21/2017	7/31/2017	The original contract was sole sourced through Tetra Tech of Michigan on September 1, 2016. A number of Drainage Charge Program critical elements are currently in process/progress and this change order will allow Tetra Tech to continue working for another year. The original contract was approved for \$725,000 and the extension is for \$725,000 and one additional year.
36	Water and Sewerage	6000877	<b>Contract Amount Not to Exceed: \$846,258.00</b> <b>Contract Period:</b> July 31, 2017 - March 28, 2018 <b>Source:</b> Capital Improvement Program (CIP) Funded <b>Purpose:</b> To enter into Contract No. PC-799 "Crowell Recreation Center and Ecological Site Restoration Phase II" <b>Contractor:</b> Tooles Contracting Group LLC <b>Location:</b> Crowell Recreation Center	New	Yes	Yes	7/19/2017	7/31/2017	Contract to redo the Parking Lots at the Recreation Center that was not draining properly.
37	Water and Sewerage	3014961	<b>Contract Amount Not to Exceed: \$750,000.00</b> <b>Contract Period:</b> July 31, 2017 - May 2, 2019 <b>Source:</b> Operations and Maintenance (O&M) Funded <b>Purpose:</b> To implement a fleet and fuel asset management system <b>Contractor:</b> AssetWorks LLC <b>Location:</b> 6425 Huber St., Detroit MI (CSF Fleet Garage)	Amendment	No	No, this was a sole source	7/19/2017	7/31/2017	DWSD Piggybacking off City of Detroit contract.
38	Water and Sewerage	6000875	<b>Contract Amount Not to Exceed: \$ 1,926,020.00</b> <b>Contract Period:</b> July 31, 2017 - July 31, 2019 <b>Source:</b> Operations and Maintenance (O&M) Funded <b>Purpose:</b> To maintain functionality of current DWSD HVAC System <b>Contractor:</b> Johnson Control <b>Location:</b> All DWSD Facilities	New	Yes	Yes	7/19/2017	7/31/2017	Contract to provide an inspection of existing HVAC units and make recommendations for repair and replacement.

**CONTRACTS GREATER THAN 2 YEARS**

		No Contracts Submitted for this Category							
--	--	--	--	--	--	--	--	--	--

**WITH 1 ENTITY, WITHIN 1 YEAR, GREATER THAN \$750K**

		No Contracts Submitted for this Category							
--	--	--	--	--	--	--	--	--	--



STATE OF MICHIGAN  
DEPARTMENT OF TREASURY  
LANSING

RICK SNYDER  
GOVERNOR

NICK A. KHOURI  
STATE TREASURER

DATE: July 27, 2017  
TO: Financial Review Commission Members  
FROM: Kevin Kubacki, Financial Specialist – Financial Review Commission  
SUBJECT: Contract Summary - July 2017 City of Detroit FRC Meeting

The City has submitted 38 contracts for review/approval at the July 31, 2017 commission meeting. These contracts have been vetted by the FRC Advisory Subcommittee on Contracts and Procurement. Additionally, all of these contracts have been approved by the Office of the Chief Financial Officer, and where required, City Council. Each contract is summarized below:

**Contract 1 – New Contract to Provide DBA Funding to Manage Major DDOT Facility Construction Projects**

Contractor	Nature of Contract	City Council Approval Date	Contract Value	Bid?	Lowest Bid or Highest Ranked?	Budgeted Funding Sources
Detroit Building Authority	New Contract	7/18/2017	\$105,000,000	Inter-governmental Agreement	Inter-governmental Agreement	Transportation Grant Fund

This contract is subject to FRC review because it exceeds the statutory threshold of \$750,000 and because the terms exceed two years. This proposed contract with the Detroit Building Authority (DBA) is for a term of 5 years and will provide management of the Transportation Department's 5-Year Capital Plan. Funding will be provided from the Federal Transit Authority, the Michigan Department of Transportation, and insurance claim payments. The DBA will competitively bid all contracts and its board will review all contracts over \$20k prior to their award. The DBA will provide a listing of the results of the procurement process and all contract awards on its website.

**Contract 2 – New Contract for Light Duty Fleet Vehicles**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked ?</b>	<b>Budgeted Funding Sources</b>
Jorgensen Ford Sales, Inc.	New Contract	7/25/2017	\$28,510,904	Yes	Lowest	Various Funds Throughout City

This contract is subject to FRC review because it exceeds the statutory threshold of \$750,000 and because the terms of the contract exceed two years. This contract will provide for the purchase of 1,060 light duty vehicles classified over 16 vehicle types for a 4-year term. This contract supports the City's new approach to fleet management and results in significant savings as the City reduces "spot buys". The subcommittee confirmed this contract is funded in the four-year plan. This contract was competitively bid and six vendors responded. The recommendation for approval is to the lowest bidder in all 16 vehicle type categories.

**Contract 3 – Contract Amendment for Vehicle Supply Parts for Emergency Vehicles**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Vitec, LLC	Amendment Exercising Renewal Option	7/25/2017	\$11,679,182 Increase; \$23,207,182 Total	Yes	Yes	General Fund

This contract amendment is subject to FRC review because it exceeds the statutory threshold of \$750,000. This contract provides vehicle supply parts for emergency vehicles and is largely used to help assist the City with bringing Fire apparatuses to ISO standards. This amendment is for the City to exercise a renewal option on this contract for two years.

**Contract 4 – New Contract for City-Wide Janitorial Services**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Kristel Group, Inc.	New Contract	7/25/17	\$10,341,300	Yes	Both	General Fund, Parking Operations Fund, and Transportation Operation Fund

This contract is subject to FRC review because it exceeds the statutory threshold of \$750,000 and because the terms exceed two years. This contract provides for City-wide janitorial services for a term of five years. It was noted during the subcommittee call that the longer length in contract produced the greatest savings. This contract was competitively bid and four vendors responded. The contract is being recommended to the lowest bidder.

**Contract 5 – New Contract for New Voting Equipment**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Dominion Voting Systems, Inc.	New Contract	6/27/2017	\$904,655	Grant Specified Vendor	Grant Specified Vendor	General Fund

This contract is subject to FRC review because it exceeds the statutory threshold of \$750,000. This contract is a sole source purchase through the Wayne County contract with Dominion Voting Systems authorized through the State. The contract is for voting systems approved for use in Michigan and includes hardware, firmware, maintenance, and training services.

**Contract 6 – New Contract to Create and/or Retain Jobs for Low Income Residents**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Detroit Economic Growth Corporation	New Contract	7/25/2017	\$1,117,000	Inter-Governmental Agreement	Inter-Governmental Agreement	General Fund

This contract is subject to FRC review because it exceeds the statutory threshold of \$750,000. This contract provides funding for the Detroit Economic Growth Corporation to provide services to assist and encourage companies and organizations to relocate to or expand their operations in the City of Detroit. The Detroit Economic Growth Corporation will submit quarterly performance reports to the Housing Revitalization Department as part of this contract.

**Contract 7 – Contract Amendment to Provide Cellular Phone Services**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Verizon Wireless	Amendment Exercising Renewal Option	7/15/2017	\$1,200,000	Yes	Yes	

This contract amendment is subject to FRC review because it exceeds the statutory threshold of \$750,000. This amendment extends the current pricing and terms of the City's cellular data contract for one year at the cost of \$100k per month. This contract supplies all City cellular and data needs spanning approximately forty departments and over 1,800 data-enabled devices. It was noted on the subcommittee call that the City will issue a new RFP during this fiscal year.

**Contract 8 – Contract Amendment to Provide Oracle Cloud ERP Application Managed Services**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
AST Corporation	Contract Amendment	6/27/2017	\$1,115,865 Increase; \$2,178,585 Total	Yes	Yes	General Fund

This contract amendment is subject to FRC review because it exceeds the statutory threshold of \$750,000. This contract provides support of the City's Oracle Cloud ERP and Oracle Planning and Budgeting services. This amendment is to extend the contract period for one year with a 5% increase in cost from the previous year.

**Contract 9 – New Contract for Licenses for City-Wide Enterprise Mapping Platform**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
ESRI, Inc.	New Contract	7/5/2017	\$1,012,400	Sole Source	Sole Source	General Fund

This contract is subject to FRC review because it exceeds the statutory threshold of \$750,000 and because the terms exceed two years. This contract provides Arc licensing required to continue using the ArcGIS mapping software. The software is used by multiple departments. The Chief

Innovation and Technology Office has recommend this contract be sole sourced. It was noted on the subcommittee call that this is a standardized software platform that other technology links too.

**Contract 10 – Contract Amendment to Provide IT Staff Augmentation**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Data Consulting Group	Contract Amendment	7/25/2017	\$2,983,383 Increase; \$5,847,173 Total	Yes	Yes	General Fund

This contract amendment is subject to FRC review because it exceeds the statutory threshold of \$750,000. This contract provides IT staff augmentation services. This amendment extends the terms of the current contract one year. There are 12 individuals included in the contract whose individual rates range from \$54 - \$125 per hour. These individuals support some of the City’s legacy systems. It was noted during the subcommittee call that the need for these contracts will be reduced in the future as the City implements its new technology.

**Contract 11 – Contract Amendment to Provide IT Staff Augmentation**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
CW Professionals/ Lochbridge	New Contract	7/25/2017	\$2,983,383 Increase; \$5,966,766 Total	Yes	Yes	General Fund

This contract amendment is subject to FRC because it exceeds the statutory threshold of \$750,000. This contract provides IT staff augmentation services. This amendment extends the terms of the current contract one year. There are 12 individuals included in the contract whose individual rates range from \$50 - \$125 per hour. These individuals support some of the City’s legacy systems. It was noted during the subcommittee call that the need for these contracts will be reduced in the future as the City implements its new technology.



**Contract 12 – New Contract for Facial Recognition Licensing, Software and Equipment**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
DataWorks Plus	New Contract	7/25/2017	\$1,048,444	Yes	Lowest	Quality of Life Fund

This contract is subject to FRC review because it exceeds the statutory threshold of \$750,000 and because the terms of the contract exceed two years. This contract provides the Police Department with facial recognition software that is capable of performing searches of images on the Police Department's image repository. This contract was competitively bid and three vendors responded. The recommendation for approval is to the lowest bidder.

**Contract 13 – New Contract for Office Space Improvements and Renovations**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Detroit Building Authority	New Contract	7/18/2017	\$1,490,000	Inter-Governmental Agreement	Inter-Governmental Agreement	General Fund

This contract is subject to FRC review because it exceeds the statutory threshold of \$750,000. This contract provides for the Detroit Building Authority (DBA) to manage the renovation of the building that houses the Office of the Chief Investigator and the Police Discipline Unit. The DBA will competitively bid all contracts and its board will review all contracts over \$20k prior to their award. The DBA will provide a listing of the results of the procurement process and all contract awards on its website.

**Contract 14 – New Contract to Provide Repair to Sidewalks and Driveways at Various Locations on the East Side of the City**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Giorgi Concrete Joint Venture with Major Cement	New Contract	7/25/2017	\$5,314,693	Yes	Lowest	Local and Major Street Funds

This contract is subject to FRC review because it exceeds the statutory threshold of \$750,000. This contract provides for the repairs and replacement of an estimated 808,575 square feet of sidewalk, 7,200 square feet of sidewalk ramps, and the removal of 46 stumps on the east side of Detroit. This contract was competitively bid and two vendors responded. The recommendation for approval is to the lowest bidder.

**Contract 15 – New Contract to Provide Repair to Sidewalks and Driveways at Various Locations on the West Side of the City**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Giorgi Concrete Joint Venture with Major Cement	New Contract	7/25/2017	\$5,182,700	Yes	Lowest	Local and Major Street Funds

This contract is subject to FRC review because it exceeds the statutory threshold of \$750,000. This contract provides for the repairs and replacement of an estimated 804,030 square feet of sidewalk, 7,200 square feet of sidewalk ramps, and the removal of 66 stumps on the west side of Detroit. This contract was competitively bid and two vendors responded. The recommendation for approval is to the lowest bidder.

**Contract 16 – Contract Amendment for Property Management Services**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Detroit Building Authority	Contract Amendment	6/27/2017	\$955,000	Inter-Governmental Agreement	Inter-Governmental Agreement	General Fund

This contract amendment is subject to FRC review because it exceeds the statutory threshold of \$750,000. This original contract is a result of Emergency Manager Order No. 38 which effectively disbanded the Real Estate Division (RED) and calls for the Detroit Building Authority (DBA) to perform city real estate sales. The contract with the DBA calls for the Building Authority to receive transaction fees and brokerage commissions; however, it was determined that the contract did not account for those transactions previously initiated by the RED and later completed and closed by the DBA. This contract amendment provides for funding to account for these fees and commissions.

**Contract 17 – Contract Amendment for Financial Services Analysis**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Ernst and Young	Contract Amendment	7/25/2017	\$1,220,000 increase; \$5,620,000 Total	No	No	General Fund

This contract amendment is subject to FRC review because it exceeds the statutory threshold of \$750,000. This contract provides various financial analyses as requested by the Office of Chief Financial Officer (OCFO). This contract extends these services through November 30, 2017. At the conclusion of this extension, the OCFO plans to take over the work being performed by the contractor.

**Contract 18 – New Contract to Provide Repairs to Nine Buses**

<b>Customer</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
New Flyer Industries Canada	New Contract	7/11/2017	\$4,333,516	Yes	Lowest	Transportation Grant Fund

This contract is subject to FRC review because it exceeds the statutory threshold of \$750,000. This contract provides for the purchase of nine coaches to replace coaches that were destroyed in a garage fire. The cost is \$481,502 per coach. This contract serves as a replacement contract for the additional 9 buses that was originally bid in November.

**Contract 19 – New Amendment for Audit Services**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Plante Moran	Contract Amendment	7/25/2017	\$650,000 Increase; \$6,400,000 Total	No	No	General Fund, Transportation Fund, and DWSD Fund

This contract is subject to FRC review because the aggregate sum of the City's contracts with this contractor exceed \$750,000. This contract provides for the City's audit on its Comprehensive Annual Financial Statements (CAFR). This amendment is for services that were

incurred outside of the scope of work related to the audit. It was noted that Plante Moran submitted documentation initially for an increase of \$825,955; however, through negotiations this was reduced to \$650,000.

#### **Contract 20 – New Contract for Security Services**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Detroit Building Authority	New Contract	6/27/2017	\$398,293	Inter-Governmental Agreement	Inter-Governmental Agreement	General Fund

This contract is subject to FRC review because the aggregate sum of the City's contracts with this contractor exceed \$750,000. This contract provides for the reimbursement of payments to a security provider for city owned buildings.

#### **Contract 21 – Contract Amendment for Park Renovations**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
WCI Contractors, Inc.	Contract Amendment	6/20/2017	\$249,000 Increase; \$793,100 Total	Yes	Lowest	General Fund

This contract amendment is subject to FRC review because the aggregate sum of the City's contracts with this contractor exceed \$750,000. This contract provides for the renovations of parks as part of the Mayor's 40 park initiative. This contract amendment provides for the inclusion of removing four outdated tennis courts and replacing them with new ones at Lafayette Plaisance Park.

#### **Contract 22 – Contract Amendment for Park Renovations**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
KEO and Associates, Inc.	New Contract	6/20/2017	\$249,000 increase; \$1,390,884 Total	Yes	Lowest	General Fund

This contract amendment is subject to FRC review because the aggregate sum of the City's contracts with this contractor exceed \$750,000. This contract provides for the renovations of parks as part of the Mayor's 40 park initiative. This contract amendment provides for the inclusion of repairing and replacement for 11 outdated tennis courts at Stoepel Park.

**Contract 23 – Contract Amendment for Park Site Amenities Repair Services**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Michigan Recreational Construction, Inc.	Contract Amendment	6/20/2017	\$249,000 increase; \$999,000 Total	Yes	Lowest	General Fund

This contract amendment is subject to FRC review because the aggregate sum of the City's contracts with this contractor exceed \$750,000. This contract provides for the renovations of parks as part of the Mayor's 40 park initiative. This contract amendment provides for the chain link fencing around tennis courts, replace 7,100 square feet of playground surface and repair various playground equipment at four parks.

**Contract 24 – Contract Amendment for General Contractor Services and Space Planning**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
KEO and Associates, Inc.	Contract Amendment	6/20/2017	\$93,000 Increase; \$2,593,000 Total	Yes	Lowest	General Fund

This contract amendment is subject to FRC review because the aggregate sum of the City's contracts with this contractor exceed \$750,000. This contract provides for the renovations of parks as part of the Mayor's 40 park initiative. This contract amendment provides for various light fixture repairs and to provide electric for additional field lights and to the Jayne Playfield's scoreboard.

**Contract 25 – New Contract to Provide Commercial Demolition**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Able Demolition, Co.	New Contract	7/25/2017	\$322,200	Yes	Lowest	General Fund

This contract is subject to FRC review because the aggregate sum of the City's contracts with this contractor exceed \$750,000. This contract provides demolition of eight commercial properties. This contract was competitively bid and four vendors responded. The recommendation for approval is to the lowest bidder.

**Contract 26 – New Contract for Commercial Demolition**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Rickman Enterprise	New Contract	7/25/2017	\$268,140	Yes	Lowest	General Fund

This contract is subject to FRC review because the aggregate sum of the City's contracts with this contractor exceed \$750,000. This contract provides demolition of seven commercial properties. This contract was competitively bid and five vendors responded. The recommendation for approval is to the lowest bidder.

**Contract 27 – New Contract for Commercial Demolition**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Dore & Associates Contracting, Inc.	New Contract	7/25/2017	\$275,700	Yes	Lowest	General Fund

This contract is subject to FRC review because the aggregate sum of the City's contracts with this contractor exceed \$750,000. This contract provides demolition of seven commercial properties. This contract was competitively bid and five vendors responded. The recommendation for approval is to the lowest bidder.

**Contract 28 – New Contract for Commercial Demolition**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>BOWC Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Dore & Associates Contracting, Inc.	New Contract	7/25/2017	\$274,000	Yes	Lowest	General Fund

This contract is subject to FRC review because the aggregate sum of the City's contracts with this contractor exceed \$750,000. This contract provides demolition of seven commercial properties. This contract was competitively bid and five vendors responded. The recommendation for approval is to the lowest bidder.

**Contract 29 – Contract Amendment to Provide Relocation of Oakwood to New Location**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>BOWC Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Giorgi Concrete Joint Venture with Major Cement	Contract Amendment	7/11/2017	\$156,048 increase; \$5,338,266 Total	Yes	Yes	Street Fund

This contract amendment is subject to FRC review because the aggregate sum of the City's contracts with this contractor exceed \$750,000. The original contract provided for the completion of a 5-lane street for the relocation of Oakwood Boulevard. This contract amendment reconciles the estimated quantities and costs with the actual, final quantities and cost of the completed project. It was noted during the subcommittee call that the City pays the vendor initially for these costs; however, it is subsequently reimbursed by Marathon Petroleum Co.

**Contract 30 – Contract Amendment to Provide Additional Features to 20 Buses**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
New Flyer Industries Canada ULC	Contract Amendment	7/11/2017	\$690,035 Increase; \$9,630,035 Total	Yes	Yes	Transportation Grant Fund

This contract amendment is subject to FRC review because the aggregate sum of the City’s contracts with this contractor exceed \$750,000. This contract provides for the purchase of 20 transit coaches. This amendment provides for additional features to the buses such as trash can and bracket, roof hatch, American flag decal, radio, etc. The additional options result in an increase of \$35,056 per coach.

**Contract 31 – New Contract for Five Passenger Heavy Duty 4x4 SUV Trucks**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Jorgensen Ford Sales, Inc.	New Contract	7/5/2017	\$91,111	Yes	Highest Ranked	Transportation Grant Fund

This contract is subject to FRC review because the aggregate sum of the City’s contracts with this contractor exceed \$750,000. This contract provides for the purchase of five heavy duty SUV’s. Two of the SUV’s will have option up-fitting. The vehicles will be used for managing and supervision in the Transportation Department. This contract was competitively bid and two vendors responded. This contract is being recommended to the highest ranked bid. The vehicles from the vendor with the lowest bid were noted for having mechanical failures in the past. This contract was added to the FRC contract packet subsequent to the subcommittee call and thus was not discussed.

**Contract 32 – New Contract for Six Passenger Heavy Duty Vehicles**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Jorgensen Ford Sales, Inc.	New Contract	7/5/2017	\$273,333	Yes	Highest Ranked	Transportation Grant Fund

This contract is subject to FRC review because the aggregate sum of the City’s contracts with this contractor exceed \$750,000. This contract provides for the purchase of six 5-passenger SUVs. The vehicles will be used by employees for daily job activities. This contract was competitively bid and two vendors responded. This contract is being recommended to the highest ranked bid. The vehicles from the vendor with the lowest bid were noted for having mechanical failures in the past. This contract was added to the FRC contract packet subsequent to the subcommittee call and thus was not discussed.



**Contract 33 – New Contract for Seven Passenger Heavy Duty Vehicles**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Jorgensen Ford Sales, Inc.	New Contract	7/5/2017	\$334,444	Yes	Highest Ranked	Transportation Grant Fund

This contract is subject to FRC review because the aggregate sum of the City's contracts with this contractor exceed \$750,000. This contract provides for the purchase of seven heavy duty SUV's. The vehicles will be used for managing and supervision in the Transportation Department. This contract was competitively bid and two vendors responded. This contract is being recommended to the highest ranked bid. The vehicles from the vendor with the lowest bid were noted for having mechanical failures in the past. This contract was added to the FRC contract packet subsequent to the subcommittee call and thus was not discussed.

**Contract 34 – New Contract for Two Cargo Vans**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>City Council Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Jorgensen Ford Sales, Inc.	New Contract	7/5/2017	\$55,556	Yes	Only Bid	Transportation Grant Fund

This contract is subject to FRC review because the aggregate sum of the City's contracts with this contractor exceed \$750,000. This contract provides for the purchase of two cargo vans. This contract was competitively bid and only one vendor responded.

**Contract 35 – DWSD Contract Amendment for Drainage Charge Program Support**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>BOWC Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Tetra Tech of Michigan, P.C.	Contract Amendment	6/21/2017	\$725,000 Increase; \$1,450,000 Total	No	Sole Source	General Fund

This contract amendment is subject to FRC review because the aggregate sum of the City's contracts with this contractor exceed \$750,000. This contract provides for technical and engineering support for DWSD's Drainage Charge Program. The original contract was intended to fund the consultant support services until the end of June 2017; however, as noted on the

subcommittee call, the City has required additional technical support to this program than originally projected. Thus, this amendment is for an increase of time and funds.

**Contract 36 – New DWSD Contract for Phase II of the Crowell Recreation Center and Ecological Site Restoration.**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>BOWC Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Tooles Contracting Group, LLC	New Contract	7/19/2017	\$846,258	Yes	Lowest	General Fund

This contract is subject to FRC review because it exceeds the statutory threshold of \$750,000. This contract provides for phase II of the Crowell Recreation Center and Ecological Site Restoration. This project will redo the parking lots at the Recreation Center that are not draining properly. This contract was competitively bid and six vendors responded. The recommended vendor provided the lowest bid.

**Contract 37 – New DWSD Contract to Implement a Fleet and Fuel Asset Management System**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>BOWC Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
AssetWorks, LLC	Contract Amendment	7/19/2017	\$750,000	No	Sole Sourced	General Fund

This contract amendment is subject to FRC review because it exceeds the statutory threshold of \$750,000. This contract provides the City of Detroit with a comprehensive system of tracking vehicles repairs, failures, and spend. It also contains a real-time fuel usage tracking. This contract amendment allows for DWSD vehicles to be covered under this contract. This will allow the City to have one vendor to provide a fleet and fuel asset management system.

**Contract 38 – New DWSD Contract Maintain Functionality of Current DWSD HVAC System**

<b>Contractor</b>	<b>Nature of Contract</b>	<b>BOWC Approval Date</b>	<b>Contract Value</b>	<b>Bid?</b>	<b>Lowest Bid or Highest Ranked?</b>	<b>Budgeted Funding Sources</b>
Johnson Control	New Contract	7/19/2017	\$1,926,020	Yes	Lowest	General Fund

This contract is subject to FRC review because it exceeds the statutory threshold of \$750,000. This contract will require the vendor to inspect and make necessary direct repairs and

maintenance of any and all HVAC equipment for the entire DWSD. Included in this contract is the cost of labor, parts, supplies, and equipment. This contract was competitively bid and five vendors responded. The vendor recommended for approval provided the lowest bid.