

City of Flint, Michigan

*Third Floor, City Hall
1101 S. Saginaw Street
Flint, Michigan 48502
www.cityofflint.com*



Meeting Agenda - Final

Wednesday, May 3, 2017

5:00 PM

Committee Room

FINANCE COMMITTEE

Scott Kincaid, Chairperson, Ward 9

*Eric Mays, Ward 1
Kerry L. Nelson, Ward 3
Wantwaz D. Davis, Ward 5
Monica Galloway, Ward 7*

*Jacqueline Poplar, Ward 2
Kate Fields, Ward 4
Herbert J. Winfrey, Ward 6
Vicki VanBuren, Ward 8*

Inez M. Brown, City Clerk

ROLL CALL**SPECIAL ORDER**

- 170219 Special Order/Update/Men's Community Action Resource (MCAR)
- Special Order to allow Jimmie Whitaker, Men's Community Action Resource (MCAR) CEO, to provide an update on an upcoming event.

RESOLUTIONS

- 170220 Multi-Year/Leases/Agreements/AIS Construction Equipment/Two (2) Backhoe Loaders/John Deere Financial
- Resolution resolving that the proper city officials, upon City Council's approval, are hereby authorized to order two (2) backhoe loaders through AIS Construction Equipment, and to enter into a five-year lease agreement with John Deere Financial, as requested by Street Maintenance in an amount NOT-TO-EXCEED \$26,214.18 annually for five years, pending adoption of each year's budget [Fleet/Central Garage Fund Acct. No. 661-451.100-940.000].
- 170221 Contract/M.L. Chartier Excavating, Inc./Water Line Hydro-Excavation
- Resolution resolving that the proper city officials are hereby authorized to enter into a contract with M.L. Chartier Excavating, Inc. for water line hydro-excavation, in an amount NOT-TO-EXCEED \$700,000.00, pending receipt of Water Infrastructure Improvements for the Nation (WIIN) and/or the Children Health Insurance Program (CHIP) grants, as requested by Utilities [Water Fund Acct. No. 591-540.210-801.012.] [NOTE: According to the Staff Review, hydro-excavation is the process of removing or moving soil with pressurized water in which an air conveyance or vacuum is then used to transfer the soil or debris, which is a more accurate way to identify the composition of the water service lines.]
- 170222 Contract/Dependable Sewer Cleaner/Water Line Hydro-Excavation
- Resolution resolving that the proper city officials are hereby authorized to enter into a contract with Dependable Sewer Cleaner for water line hydro-excavation, in an amount NOT-TO-EXCEED \$550,000.00, pending receipt of Water Infrastructure Improvements for the Nation (WIIN) and/or the Children Health Insurance Program (CHIP) grants, as requested by Utilities [Water Fund Acct. No. 591-540.210-801.012.] [NOTE: According to the Staff Review, hydro-excavation is the process of removing or moving soil with pressurized water in which an air conveyance or vacuum is then used to transfer the soil or debris, which is a more accurate way to identify the composition of the water service lines.]

- 170223** FY2017/Budget Adjustment (Amendment)/Transfer of Funds/City Clerk/May 2, 2017 Election

Resolution resolving that the appropriate city officials are authorized to do all things necessary to amend the FY2016-2017 Budget of the City of Flint to reflect the changes in the city's General Fund. [NOTE: Due to the May 2, 2017 Special Election, the City Clerk's budget needs to be adjusted by \$70,885.35. The money will be transferred from postage, printing and publishing, repairs and maintenance, education, training and conferences and miscellaneous expenses to fund the election.]

- 170224** Budget Amendment/Police Department Grant/Office of Justice Programs/Department of Justice (DOJ)/Charter Township of Flint

Resolution resolving that the appropriate City Officials are authorized to do all things necessary to appropriate revenue and expenditure amounts in Fund-Department No. 296-301.601, under Grant Code FDOJ16JAG, in compliance with the Department of Justice-Office of Justice Program guidelines, in the amount of \$155,606.00, as requested by the Police Department. [NOTE: The City of Flint applied for and accepted a 2016 Justice Assistance grant as a sub-grant from the Charter Township of Flint, who was awarded the grant from the DOJ-Office of Justice Programs.

- 170225** FY2017/Budget Amendment/Transfer of Funds/Water Crisis/Legal Department

Resolution resolving that the appropriate city officials are authorized to do all things necessary to appropriate funds in the amount of \$500,000.00 in Suits & Settlements Acct. No. 677-266.200-801.500 from the 677 Fund (Self-Insurance fund) Fund Balance. [NOTE: Legal expenses related to the water crisis will exceed the budgeted appropriation in the self-insurance 677 fund.]

- 170226** Sale of City-Owned Land/Vacant Lot/Fenton Road/C & S Red Ribbon Holding, LLC

Resolution resolving that the appropriate city officials are authorized to do all things necessary to enter into and complete the sale of the property commonly known as a vacant lot on Fenton Road, Parcel No. 41-19-303-002, for a cost of \$50.00, and transfer the property to C & S Red Ribbon Holding, LLC, 10851 Carol Ridge, Holly, MI 48442, in an AS IS condition by means of conveyance of a Quit Claim Deed, with revenue from the sale to be placed in General Fund Acct. No. 101-371.209-673.100.

- 170227** Approval/Issuance of Water Supply System Subordinate Lien Revenue Bonds/Series 2017

Resolution resolved by the City Council of the City of Flint, Genesee County, Michigan, as follows: SECTION 1 - Definitions; SECTION 2 - Necessity; Public Purpose: Project Costs; Period of Usefulness; SECTION 3 - Series 2017

Bonds Authorized; SECTION 4 - Series 2017 Bond Details; SECTION 5 - Payment of Principal and Interest; SECTION 6 - Forgiveness of Principal; SECTION 7 - Bond Registrar and Paying Agent; SECTION 8 -Execution and Delivery of the Series 2017 Bonds; SECTION 9 - Exchange and Transfer of the Series 2017 Bonds; SECTION 10 - Bondholders' Rights: Receiver; SECTION 11 - Rates and Charges; SECTION 12 - No Free Service or Use; SECTION 13 - Fixing and Revising Rates: Rate Covenant; SECTION 14 Funds and Accounts: Flow of Funds; SECTION 15 - Series 2017 Bond Proceeds; SECTION 16 - Series 2017 Bond Form; SECTION 17 - Sale, Issuance, Delivery, Transfer and Exchange of Series 2017 Bonds; SECTION 18 - Replacement of Bonds; SECTION 19 - Covenants; SECTION 20 - Additional Bonds; SECTION 21 - Reduction of Principal Maturities, Other Changes; SECTION 22 - Michigan Department of Treasury Approval; SECTION 23 - Severability: Section Headings; SECTION 24 - Conflicting Resolutions; and SECTION 25 - Effective Date. [NOTE: The City Council does hereby determine that it is necessary to acquire and construct improvements to the System by acquiring, constructing and installing the replacement of approximately 6,000 water service pipelines to remove lead and steel service lines from the street to home meters as described in the Drinking Water Revolving Fund Final Supplemental Intended Use Plan Fiscal Year 2017, dated February 19, 2017, as Project No. 7421-1; site restoration work; and other related improvements (the "Project"); AND the cost of acquiring, constructing and installing the Project is estimated to be at least Forty Million Dollars (\$40,000,000.00); AND the city desires to issue bonds, as authorized by the provisions of Act 94, Public Acts of Michigan, 1933, as amended ("Act 94"), to pay all or part of the cost of acquiring, constructing and installing the Project; AND the city wishes at this time to authorize the issuance of such bonds to defray the cost of acquiring, constructing and installing the Project and to sell the bonds to the Michigan Finance Authority ("the Authority") as authorized by Act 227, Public Acts of Michigan, 1985, as amended ("Act 227"), in order to enable the Authority to provide assistance with respect to the Project from the proceeds of the Drinking Water Revolving Fund, including funding provided through the Drinking Water Revolving Fund pursuant to the Water Infrastructure Improvements for the Nation Act of 2016, Pub. Law N. 114-322 ("WIIN Act"); AND the loan provided by the issuance of such bonds are eligible to receive subsidization under the WIIN Act, including 100 percent principal forgiveness, and Act 227 and Part 54, Safe Drinking Water Assistance of the Natural Resources and Environmental Protection Act, Act 451 of the Public Acts of 1994 ("Part 54").]

DISCUSSION ITEMS

170218 Discussion/Fast-Start Management Fund

A discussion item as requested by Councilperson Mays: He would like to talk about a proposed Fast-Start Management Fund. [Referral Action Date: 4/19/2017 @ Finance Committee Meeting]

170217 Discussion Item/Fast Start Program Funds

A discussion item as requested by Councilperson Mays, re: He would like to discuss the \$2 million Fast Start Program funds, specifically the \$500,000.00 (approximate) amount of which \$190,000.00 was to be reimbursed to the Street Fund. [Referral Action Date: 4/24/2017 @ City Council Meeting]

170216 Discussion Item/Pre-Qualification of Engineering Services

A discussion item as requested by Councilperson Mays, re: City Administration's desire to pre-qualify engineering firms to provide engineering services for major construction projects (e.g. Fleis & Vandenbrink Engineering, Inc., Hubbell, Roth & Clark, Inc., Johnson & Anderson, OHM, Rowe Professional Services Co., and Wade Trim, Inc.). [Referral Action Date: 4/24/2017 @ City Council Meeting]

170207 Documentation/All Nine Water Options Considered by City of Flint/Long- & Short-Term Use

Referral by Councilperson Fields to ADMIN/WATER, re: She would like backup documentation on all nine (9) water options considered by the City of Flint for short- and long-term use. Please respond in writing with copies for all councilpersons. [Referral Action Date: 4/19/2017 @ Finance Meeting]

OLD, OUTSTANDING DISCUSSION ITEMS

170032 Referral/2016-17 Annual Action Plan Disbursement/My Brother's Keeper

Referral by Councilperson Poplar to ADMIN/PLANNING and DEVELOPMENT, re: She wants to know if My Brother's Keeper has received its allocated 2016-17 Action Plan funding (an expected \$8,000) from the City and, if not, what has caused the delay in disbursement. [Referral Action Date: 1/09/2017 @ City Council Meeting]

170056 Referral/Status/Revolving Loan Fund

Referral by Councilperson Poplar to ADMIN/PLANNING and DEVELOPMENT, re: She would like the status of the revolving loan fund for 2016 - who got them, what they were for, how much they received and how much they owe. [Referral Action Date: 1/18/2017 @ Finance Committee Meeting]

170057 Referral/Status/Grants

Referral by Councilperson Poplar to ADMIN/PLANNING and DEVELOPMENT, re: She would like the status of all grants received by Planning & Development for 2016 - amount, who got them and what they were for. [Referral Action Date: 1/18/2017 @ Finance Committee Meeting]

170059 Referral/RFP/Street Restoration

Referral by Councilperson Fields to ADMIN/FINANCE, re: She would like to

see the separate RFP for road restoration after pipe replacement. [Referral Action Date: 1/18/2017 @ Finance Committee Meeting]

170061 Referral/Copy/Public Relations Contract

Referral by Councilperson Fields to ADMIN/LEGAL, re: She would like a copy of the public relations contract that was entered into with pipe replacement funding. [Referral Action Date: 1/18/2017 @ Finance Committee Meeting]

170062 Referral/677 Payments/November & December 2016

Referral by Councilperson Fields to ADMIN/FINANCE, re: She would like all 677 payments made in November and December 2016. [Referral Action Date: 1/18/2017 @ Finance Committee Meeting]

170063 Referral/Fringe Benefits Paid/2016

Referral by Councilperson Fields to ADMIN/FINANCE, re: She would like a printout of all fringe benefits paid in 2016, including who it was paid to, amount and for what purpose. [Referral Action Date: 1/18/2017 @ Finance Committee Meeting]

170064 Referral/Fast Start Program Dollars

Referral by Councilperson Fields to ADMIN/FINANCE, re: She would like to know what the first two million in the Fast Start program was used for, and what the last \$741,000.00 was used for. [Referral Action Date: 1/18/2017 @ Finance Committee Meeting]

170066 Referral/Business Customers/Legal Action/Multi-Unit Developments

Referral by Councilperson Mays to ADMIN/LEGAL, re: He would like the law department to provide information on how to pursue action against owners of multi-unit developments when the renters pay their water bills but the landlord does not, and if that can be written into an ordinance. [Referral Action Date: 1/18/2017 @ Finance Committee Meeting]

170102 Referral/Guidelines for Rebidding

Referral by Councilperson Fields to ADMIN/PURCHASING, re: She would like to know if there is documentation (ordinance or resolution) that allows the city to rebid jobs/contractual work. If documentation exists, she would like a copy. [Referral Action Date: 2/22/2017 @ Finance Committee Meeting]

170110 Referral/Bidding Process/Ordinance/Resolution

Referral by Councilperson Fields to ADMIN/PURCHASING/WATER SERVICE CENTER, re: She would like a copy of whatever (Resolution or Ordinance) gives the Purchasing Department the power to rebid. [Referral Action Date: 2/22/2017 @ Finance Committee Meeting]

170139 Referral/Protocol for Grants

Referral by Councilperson Mays to CITY CLERK: re: He asks for the written protocol on grants (what has to be approved by council). [Referral Action Date: 3/8/2017 @ Finance Committee Meeting]

ADJOURNMENT