

Lansing, Michigan

September 30, 2015

A special meeting of the State Administrative Board was held in the Lake Superior Room, 1st Floor, Michigan Library and Historical Center, on Thursday, September 30, 2015, at 11:00 a.m.

Present: Paul Smith, representing Rick Snyder, Governor, Chairperson
Nat Forstner, representing Brian Calley, Lt. Governor
William Kordenbrock, representing Ruth Johnson, Secretary of State
Carol Isaacs, representing Bill Schuette, Attorney General
Joe Fielek, representing, Nick A. Khouri, State Treasurer
Myron Frierson, representing Kirk T. Steudle, Director, Department of Transportation
Kyle Guerrant, representing Brian J. Whiston, Superintendent of Public Instruction
Shelby Troub, Secretary

Others Present:

Tom Falik, Tammy Martin, Sharon Maynard, Pat Mullen, Shelby Troub, Jillian Yeates, Department of Technology, Management and Budget; Bill Rottiers, Department of Transportation; Deborah Allen, Department of Treasury; Alex Rosaen, Zeid El-Kilani, Anderson Economic Group; Robbyn Martin, Binson's Hospital Supplies, Inc.; Andrew Switalski, Leonard Wolfe, Dykema Gossett PLLC representing Binson's Hospital Supplies; Chris Klaver, Gongwer News; Jacob Kanclerz, MIRS; Nancy Bareham, State Representative Tim Kelly's Office

1. CALL TO ORDER:

Mr. Smith called the meeting to order and led the Pledge of Allegiance to the Flag.

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

Mr. Frierson moved to approve the minutes of the regular meeting of September 10, 2015. Supported by Mr. Guerrant, the motion was unanimously adopted.

3. HEARING OF CITIZENS ON MATTERS FALLING UNDER JURISDICTION OF THE BOARD:

Leonard Wolfe of Dykema Gossett PLLC spoke in opposition to the mail order incontinent supplies and services contract award to J & B Medical Supply Co., Inc., Item 13(3) of the regular Finance and Claims Agenda. Mr. Wolfe stated their client did not have enough time to gather information from its F.O.I.A. request to complete its protest in the allotted time.

Nancy Bareham, Legislative Director for Representative Tim Kelly, spoke in opposition to the education financial study award to Augenblick, Palaich and Associates, Item 13(1) of the regular Finance and Claims Agenda.

Alex Rosaen of Anderson Economic Group spoke in opposition to the education financial study award to Augenblick, Palaich and Associates, Item 13(1) of the regular Finance and Claims Agenda. Mr. Rosaen stated they did not have enough time to review information from their F.O.I.A. request to do a meaningful protest in the allotted time.

Mr. Smith asked Ms. Maynard if the procurements were conducted in accordance with the rules and guidelines of DTMB procurement, including bid protests periods, and F.O.I.A. requests and she stated they were.

4. COMMUNICATIONS:

None

5. UNFINISHED BUSINESS:

None

6. NEW BUSINESS:

RETENTION AND DISPOSAL SCHEDULE

DEPARTMENT OF ATTORNEY GENERAL
Corporate Oversight, 9/30/2015

DEPARTMENT OF ENVIRONMENTAL QUALITY
Resource Management Division

DEPARTMENT OF TRANSPORTATION
Design Division

Mr. Fielek, moved to approve the Retention and Disposal Schedules. Supported by Mr. Frierson, the motion was unanimously adopted.

7. REPORTS AND RECOMMENDATIONS OF COMMITTEES:

(Please see the following pages)

APPROVED

September 30, 2015

September 30, 2015 No. 3

Michigan State
Administrative Board

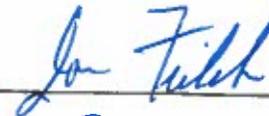
COMMITTEE REPORT TO THE STATE ADMINISTRATIVE BOARD

The Honorable Rick Snyder, Governor
and
Members of the State Administrative Board

A regular meeting of the Building Committee was held at 11:00 a.m.
on September 30, 2015. Those present being:

Chairperson: Joe Fielek, representing
State Treasurer Khouri

Approved



Member: Paul Smith, representing
Governor Snyder

Approved



Member: Nat Forstner, representing
Lt. Governor Calley

Approved



Others: Carol Isaacs, Iris Lopez, James Shell, Department of Attorney
General; Kyle Guerrant, Department of Education; William
Kordenbrock, Department of State; Tom Falik, Sharon Maynard, Tammy
Martin, Pat Mullen, Shelby Troub, Jillian Yeates, Department of
Technology, Management and Budget; Myron Frierson, Bill Rottiers,
Department of Transportation; Deborah Allen, Treasury; Alex Rosaen,
Zeid El-Kilani, Anderson Economic Group; Robbyn Martin, Binson's
Hospital Supplies, Inc.; Andrew Switalski, Leonard Wolfe, Dykema
Gossett PLLC; Chris Klaver, Gongwer News; Jacob Kanclerz, MIRS;
Nancy Bareham, State Representative Tim Kelly's Office

Mr. Fielek called the meeting to order.

The Building Committee Regular Agenda was presented.

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

Mr. Fielek adjourned the meeting.

A G E N D A
BUILDING COMMITTEE / STATE ADMINISTRATIVE BOARD
 September 30, 2015 / September 30, 2015
 11:00 A.M. Lake Superior Room, 1st Floor
 Michigan Library and Historical Center

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This agenda is for general informational purposes only. At its discretion, the Building Committee may revise this agenda and may take up other issues at the meeting.

AWARD OF CONSTRUCTION CONTRACT

1. DEPARTMENT OF CORRECTIONS, MANISTEE – Oaks Correctional Facility – Video Management and Surveillance Enhancements
 File No. 472/14416.RMP - Index No. 55730 - Contract No. Y15459
 Recommended Contract Award: MKC Group, Bay City; \$1,576,525.00

Description and Justification

The purpose of this contract is to furnish and install new interior and exterior cameras, camera recording servers/new camera viewing software for the system, and to replace existing fixtures with new LED fixtures.

Funding Source

100% Agency Operating Funds

2. DEPARTMENT OF CORRECTIONS, FREELAND – Saginaw Correctional Facility – Video Management and Surveillance Enhancements
 File No. 472/14417.RMP - Index No. 48630 - Contract No. Y15460
 Recommended Contract Award: MKC Group, Bay City; \$1,382,097.00

Description and Justification

The purpose of this contract is to furnish and install new interior and exterior cameras, camera recording servers/new camera viewing software for the system, and to replace existing fixtures with new LED fixtures.

Funding Source

100% Agency Operating Funds

3. DEPARTMENT OF CORRECTIONS, KINCHELOE – Chippewa Correctional Facility – Video Management and Surveillance Enhancements
 File No. 472/14418.RMP - Index No. 55260 - Contract No. Y15461
 Recommended Contract Award: MKC Group, Bay City; \$1,974,974.00

Description and Justification

The purpose of this contract is to furnish and install new interior and exterior cameras, camera recording servers/new camera viewing software for the system, and to replace existing fixtures with new LED fixtures.

Funding Source

100% Agency Operating Funds

4. DEPARTMENT OF CORRECTIONS, IONIA – Handlon Correctional Facility – Security Upgrades
File No. 472/14331.SMD - Index No. 37180 - Contract No. Y15462
Recommended Contract Award: Nationwide Construction, Chesterfield;
\$669,930.00

Description and Justification

The purpose of this contract is to provide construction services to implement a number of security/fencing upgrades throughout the facility. Items in this contract are buffing fencing, perimeter fence detection system, razor wire/microwave heads, and an alarm system.

Funding Source

100% Agency Operating Funds

5. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS, GRAYLING – Camp Grayling – Virtual Pipeline and Station
File No. 511/14270.AGY - Index No. 21000 - Contract No. Y15463
Recommended Contract Award: J. Ranck Electric, Inc., Mt. Pleasant;
\$766,786.00

Description and Justification

The purpose of this contract is to install a natural gas hookup location. Semi-trailers will bring the natural gas to the hookup location and then the gas will be pumped into Camp Grayling's natural gas pipe network.

Funding Source

100% Federal Funds

6. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS, GRAYLING – Camp Grayling – Renovate Building 540MA
File No. 511/15245.AGY - Index No. 21000 - Contract No. Y15464
Recommended Contract Award: Ripman Construction Co., Inc., St. Helen;
\$1,092,073.00

Description and Justification

The purpose of this contract is to renovate building 540MA including concrete, masonry, carpentry, doors, windows, finishes, plumbing, HVAC, mechanical, electrical, fire alarm, communications and related site work.

Funding Source

100% Federal Funds

7. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS, GRAYLING – Camp Grayling – Replace Barracks Roofs 117, 510Q, 512Q, 516Q, 518Q, 520Q
File No. 511/15252.AGY - Index No. 21000 - Contract No. Y15465
Recommended Contract Award: Ripman Construction Co., Inc., St. Helen;
\$440,754.00

Description and Justification

The purpose of this contract is to replace five barracks roofs and one administration/general purpose buildings roof. The roofs are leaking and at the end of their useful lifecycle.

Funding Source

100% Federal Funds

8. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS, AUGUSTA – Fort Custer Training Center – Bituminous Paving
File No. 511/15253.AGY - Index No. 22000 - Contract No. Y15466
Recommended Contract Award: Robbert Construction, Inc., Lakeview;
\$517,000.00

Description and Justification

The purpose of this contract is to repair and pave Range Road and a section of Longman Road. The project will also pave some of the existing privately owned vehicle (POV) parking lots/improve ditches and drainage.

Funding Source

100% Federal Funds

9. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS, AUGUSTA – Fort Custer – Renovate Building 2717
File No. 511/15255.AGY - Index No. 22000 - Contract No. Y15467
Recommended Contract Award: Robbert Construction, Inc., Lakeview;
\$563,000.00

Description and Justification

The purpose of this contract is to remodel the existing building, including the insulation in the roof, ceiling and walls, new flooring, wall covering and ceiling, renovations to latrine areas, fire alarm, new lighting/electrical and a new entrance. The barrack is at the end of its lifecycle and these renovations will bring the building up to department standards.

Funding Source

100% Federal Funds

10. DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT, WAYNE AND OAKLAND COUNTY – Michigan Land Bank Fast Track Authority – Highland Park and Miscellaneous Hardest Hit Funds Demolitions
File No. 636/15161.IJH – Index No. 13000 - Contract No. Y15468
Recommended Contract Award: Salenbien Trucking and Excavating, Inc., Dundee; \$2,138,997.50

Description and Justification

The purpose of this contract is to demolish one hundred and twelve (112) abandoned and blighted houses on property owned or controlled by the Michigan Land Bank Fast Track Authority, in Highland Park, Hamtramck, and Inkster in Wayne County, and in Pontiac, Oakland County, Michigan. Demolition will improve public safety, remove blight, and allow the land to be redeveloped and returned to the tax rolls.

Funding Source

100% Federal Hardest Hit Funds

MODIFICATION TO ISID ASSIGNMENT

- 11. DEPARTMENT OF ENVIRONMENTAL QUALITY, WATERFORD – Emma Milner Property Site – Operation and Maintenance Services
 File No. 777/11030.SAR - Index No. 44701 - Contract No. Y11034
 DLZ Michigan, Inc.; Lansing; Modification No. 2, Increase \$54,050.88
 ISID No. 00278 - Assignment No. 14
 New ISID Contract Limit: \$5,871,928.66

Description and Justification

The purpose of this modification is to provide additional sampling/monitoring services. The system reduced the contamination level at the site but was decommissioned last year as the cost to benefit ratio was deemed undesirable. However, additional sampling of soil/gas and groundwater is needed to monitor the risk due to the remaining contamination. The work is needed to protect public health, safety, welfare and the environment and to comply with environmental regulations.

Funding Source

100% Refined Petroleum Funds

Base Contract	\$54,686.70	Purpose of this contract is to provide fourteen months of operation and maintenance oversight of the currently operating air sparge/soil vapor extraction treatment system and perform groundwater sampling. Approved by Director's Agenda – 11/12/2010
Modification No.	\$160,232.95	Purpose of this modification is to provide additional investigation and conduct in situ chemical oxidation/oxygen releasing compounds (ISCO/ORC) injections. The site operated as an automotive service and retail gasoline fueling station with a leaking underground storage tank system. Approved by Director's Agenda –

		4/18/2014
Modification No.	\$54,050.88	See Justification Above
Total Contract	\$268,970.53	

MODIFICATION TO PROFESSIONAL SERVICES CONTRACTS

12. DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET, DETROIT
 – Cadillac Place – Electrical Distribution Condition Assessment and Arc Flash Study
 File No. 071/14304.JNS - Index No. 44411 - Contract No. Y15057
 Century A&E, Grand Rapids; Modification No. 2, Increase \$70,519.00

Description and Justification

The purpose of this modification is to provide additional personnel and reimbursable structural engineering including analysis, coordination, inspection and construction administration including the provision of two (2) articulating jib cranes and one (1) 1,000 pound capacity winch for lifting and lowering circuit breakers to and from rooftop substations (Substations 4 and 5) from and to the main roof level.

Funding Source

100% Agency Operating Funds - BOC

Base Contract	\$129,515.00	Purpose of this contract is to perform an arc flash study, including a short circuit analysis, coordination study and condition assessment, for the electrical switchgear at Cadillac Place. Approved Director's Agenda – 12/5/2014
Modification No. 1	\$160,000.00	Purpose of this modification is to perform additional switchgear condition assessment (testing and maintenance) for 17 secondary unit substations. Approved by Ad Board Agenda – 3/31/2015
Modification No. 2	\$70,519.00	See Justification Above
Total Contract	\$360,034.000	

13. DEPARTMENT OF NATURAL RESOURCES, ALLEGAN COUNTY – Otsego City and Otsego Township Dams – Dam Removal and River Restoration Design
 File No. 751/11104.SAR - Index No. 87710 & 99003 - Contract No. Y11133
 URS Corporation, Southfield; Modification No. 7, Increase \$252,447.00

Description and Justification

The purpose of this modification is to provide construction oversight services to stabilize the Otsego Township Dam and reduce the risk of failure. The professional designed a

stabilizing system including a temporary sheet pile water control structure in addition to concrete/riprap to reinforce the existing spillway.

Funding Source

7% Other General Fund

93% Agency O&M

Base Contract	\$283,000.00	Provide design services for the Kalamazoo River Otsego City and Otsego Township Dams removal of polychlorinated biphenyls contaminated sediments which have accumulated behind the dams and associated river corridor restoration and provide technical advice to the agency to ensure compliance with the requirements of the Grant Award by the United States Environmental Protection Agency. Approved State Ad Board Agenda – 05/03/2011
Modification No. 1	\$37,210.56	Conduct a geotechnical investigation to support the engineering design for the Otsego City Dam removal. Approved Director's Agenda – 8/12/2011
Modification No. 2	\$0.00	Contract Reallocation
Modification No. 3	\$34,400.00	Purpose of this modification is to implement design modifications incorporating comments received from the United States Environmental Protection Agency for the installation of a water control structure and the removal of the Otsego City Dam. Approved Director's Agenda – 11/15/2013
Modification No. 4	\$0.00	Zero Cost Change Order
Modification No. 5	\$33,943.00	Purpose of this modification is to provide additional engineering services to rank repair options and select one of three options for implementation. Approved Ad Board Agenda – 11/25/2014
Modification No. 6	\$169,402.00	Purpose of this modification is to provide additional design services to stabilize the Otsego Township Dam and reduce the risk of its failure.

		Approved Ad Board Agenda – 3/31/2015.
Modification No. 7	\$252,447.00	See Justification Above
Total Contract	\$810,402.56	

14. DEPARTMENT OF NATURAL RESOURCES, VARIOUS – Eight State Parks –
 Below Ground Sewer and Water Analysis - Statewide Eight Locations
 File No. 751/13198.GAG - Index No. 50790 - Contract No. Y13400
 Nowak & Fraus Engineers; Pontiac; Modification No. 5, Increase \$39,993.81

Description and Justification

The purpose of this modification is to provide design services for numerous small field changes requested by the agency at each of the sites. These changes include: additional drainage and site improvements at Mitchell SP; lagoon modifications to change from surface discharge to sub-surface at Ionia RA; developing and administering a second "materials only" contract at Petoskey SP; assisting with Consumers Energy/DNR access agreement for Seven Lakes SP; additional water well and sanitary sewer pump station coordination at Hayes SP; sanitation station improvements at Hayes SP. This modification also re-allocates balances in other contract pay categories to provide added funding expected to be required for construction administration at Pontiac Lake RA. This is due to the change in scope of the sewer routing required by the local municipality.

Funding Source

100% Park Improvement Funds

Base Contract	\$49,648.00	Purpose of this contract is to conduct a comprehensive study and evaluation of eight state park locations deemed to have a failing below ground water and sewer infrastructure that is in need of replacement. Approved Director's Agenda – 06/28/2013
Modification No. 1	\$172,592.00	Provide design, bidding, and construction administration services to complete the construction phase of work at five of the eight state parks included in the original study. These locations are: Hayes State Park, Ionia Recreation Area, Seven Lakes State Park, Otsego Lake State Park and Mitchell State Park. Approved Director's Agenda – 11/26/2013
Modification No. 2	\$9,170.00	Purpose of this modification is to provide additional Phase 100 services to complete a review and assessment

		of the Tuscarora Township proposed sanitary improvement program and its impact on the Burt Lake State Park (BLSP). Approved Director's Agenda – 1/4/2014
Modification No. 3	\$98,266.00	Purpose of this modification is to provide design, bidding, and construction administration services to complete construction at Petoskey State Park and Pontiac Lake Recreation Area, two of the eight state parks included in the original study phase. Approved Ad Board Agenda – 11/25/2014
Modification No. 4	\$8,580.00	Purpose of this modification is to provide testing, waste characterization, and analysis necessary to meet the Department of Environmental Quality requirements for abandoning the existing sewage lagoon at Pontiac Lake Recreation Area and repurposing the lagoon area after connecting to the local municipal sanitary sewer system. Approved DCD Agenda – 6/26/2015
Modification No. 5	\$39,993.81	See Justification Above
Total Contract	\$378,249.81	

15. DEPARTMENT OF ENVIRONMENTAL QUALITY, MANISTIQUE – Manistique River AOC Site – Contaminated Sediment Remediation
File No. 761/14001.SAR - Index No. 60733 - Contract No. Y14047
ARCADIS of Michigan, LLC; Brighton; Modification No. 5 & 6, Increase \$208,445.79

Description and Justification

The purpose of this modification is to conduct pre-design investigation activities. The Manistique River site has been designated as a Great Lakes Area of Concern (AOC) with approximately 1.7 miles of contamination-laden sediments from the dam in Manistique to the harbor. Additional parameters are needed to design an effective abatement system. The cost covers two modification requests. Under Modification No. 5 in the amount of \$87,117.74, the professional will update project Quality Assurance/Health & Safety Plans, complete utility/bedrock probing, conduct treatability testing and dispose of waste. Under Modification No. 6 in the amount of \$121,328.05, the professional will complete hydrographic survey, install 8 geotechnical borings and

conduct analysis of geotechnical samples. The abatement system is needed to protect public health, safety, welfare and the environment.

Funding Source

100% Federal Funds

Base Contract	\$466,890.00	Purpose of this contract is to conduct a feasibility study and provide design and construction administration services for the remediation of contaminated sediments and removal of the remaining Beneficial Use Impairments. Approved Ad Board Agenda – 12/17/2013
Modification No. 1	\$0.00	Contract Adjustment
Modification No. 2	\$11,605.34	Purpose of this modification is to evaluate the polychlorinated biphenyls (PCBs) from the upland source area and their contributions to the contamination at the Manistique Harbor. Approved Director's Agenda – 05/16/2014
Modification No. 3	\$55,224.08	Purpose of this modification is to install passive flux meters in, and collect groundwater from, the wells for polychlorinated biphenyl (PCB) analysis. Approved Director's Agenda – 8/08/2014
Modification No. 4	\$14,123.69	Purpose of this modification is to prepare a pre-design investigation work plan. The Manistique River site has been designated as a Great Lakes Area of Concern (AOC) with approximately 1.7 miles of contamination-laden sediments from the dam in Manistique to the harbor. Approved Ad Board Agenda – 4/14/2015
Modification No. 5 & 6	\$208,445.79	See justification above
Total Contract	\$756,288.90	

REVISIONS TO CONSTRUCTION CONTRACTS

16. DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET, LANSING
– Capitol Complex – Controls Integration and Utility Metering

File No. 071/11192.GAG - Index No. 43000 - Contract No. Y13479
 Control-Net, LLC, Kalamazoo; CCO No. 3, Increase \$131,618.00

Description and Justification

The purpose of this change order is to continue with Phase Two of implementing the Energy Benchmarking system for 1200 State of Michigan buildings (40,000 sq-ft or larger) across all 19 agencies using the EPA Energy Star scoring system and portfolio manager as the standard for measuring efficiency. This work includes the following:

- Coordinate with State Agencies to collect and input all historical data required for the EPA Energy Star Portfolio Manager.
- Integrate the Energy Star Scoring System into a State wide aggregated hosted Website for use by State of Michigan business officials.
- Integrate the Energy Star Scoring and historical data to the hosted web based Periscope Energy Dashboard Tool for use by State of Michigan Energy and Facility Managers.
- Integrate the existing DTMB Tridium Web Supervisor database with interval utility data to the EPA Energy Star Site for automated reporting.
- Continue to add agency utility data to Energy Star for updated scoring and provide training and feedback to each State Agency throughout the process. Includes hosting, software, licensing and software updates for the 1st year.

Funding Source

100% Agency Operating Funds - BOC

Base Contract	\$670,500.00	
Change Order No. 1	\$400,000.00	Scope Increase
Change Order No. 2	\$45,838.00	Scope Increase
Change Order No.	\$131,618.00	Scop Increase
Total Contract	\$1,247,956.00	

17. DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET, FLINT –
 Flint State Office Building – Interior Renovations
 File No. 071/12354.JAN - Index No. 53322 - Contract No. Y14013
 B & B Construction Services, LLC, St. Clair Shores; CCO No. 15, Increase
 \$215,690.70

Description and Justification

The purpose of this change order is to complete the build out of the 7th floor as requested by the agency. Additional time extension is not recommended at this time as it is under review.

Funding Source

100% State Building Authority Funds

Base Contract	\$6,100,000.00	Renovate all floors of the existing building, including the lobby and entrance vestibules. The renovations include new ADA toilet rooms, ceilings, lighting, interior doors and
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		frames, security upgrades, mechanical, electrical, exterior signage, and replacement of the crosswalk skylight system. Approved Ad Board Agenda – 10/15/2013
Change Order No. 1	\$0.00	Use \$10,651.00 of Owner's Contingency Allowance 100% Field Condition
Change Order No. 2	\$0.00	Use \$26,821.20 of Owner's Contingency Allowance 64% Scope Change, 19% Field Condition and 17% Design Omission
Change Order No. 3	\$292,716.50	100% Scope Change
Change Order No. 4	\$0.00	Use \$48,196.00 of the Owner's Contingency Allowance 100% Field Condition
Change Order No. 5	\$203,833.61	100% Field Condition
Change Order No. 6	\$0.00	Use \$25,472.00 of the Owner's Contingency Allowance 100% Field Condition
Change Order No. 7	\$0.00	Use \$28,302.39 of the Owner's Contingency Allowance 91% Scope Change and 9% Field Condition
Change Order No. 8	\$0.00	Use \$33,422.00 of the Owner's Contingency Allowance 100% Scope Change
Change Order No. 9	\$0.00	Use \$54,429.00 of the Owner's Contingency Allowance 86% Design Error and 14% Scope Change
Change Order No. 10	\$0.00	Use \$42,221.00 of the Owner's Contingency Allowance 100% Field Condition
Change Order No. 11	\$49,519.28	Use \$91,883.40 of the remaining Owner's Contingency Allowance 95% Field Condition and 5% Scope Change
Change Order No. 12	\$18,798.00	Purpose of this change order is to relocate existing piping to allow for the installation of: new duct work on the 4th & 5th floors; remove and replace insulation and drywall on exterior walls in rooms 412 & 513, replace VAV boxes 6-27, 6-28 & 6-29. Approved Ad Board Agenda –

		4/28/2015
Change Order No. 13	\$30,122.99	100% Field Conditions Approved Ad Board Agenda – 5/12/2015
Change Order No. 14	\$84,799.00	100% Field Conditions Approved Ad Board Agenda – 9/10/2015
Change Order No. 15	\$215,690.70	100% Field Conditions See Justification Above
Total Contract	\$6,995,480.08	

18. DEPARTMENT OF CORRECTIONS, KINCHELOE – Chippewa Correctional Facility – Fire Alarm System Upgrades
 File No. 472/13423.RAA - Index No. 52260 - Contract No. Y15114
 Master Electric, Inc., Gladwin; CCO No. 2, Increase \$407,635.00

Description and Justification

The purpose of this change order is to provide fire alarm system upgrades in the remaining half of the facility. This change is necessary to upgrade aged systems, add additional system components, and meet agency safety and regulatory code requirements. The new system will be non-proprietary and allow the agency to greatly decrease costs for system maintenance by certified system firms.

Funding Source

100% Agency Operating Funds Corrections

Base Contract	\$313,641.00	Purpose of this contract is to replace the existing fire alarm system. This project is necessary to upgrade existing systems, add additional system components, and meet agency safety and regulatory code requirements. Approved Ad Board Agenda – 2/24/2015
Change Order No. CCO1	\$19,250.00	100% Scope Change Approved DCD Agenda – 8/7/2015
Change Order No.	\$407,635.00	100% Scope Change See Justification Above
Total Contract	\$740,526.00	

19. DEPARTMENT OF ENVIRONMENTAL QUALITY, SAGINAW – Former National Plate Glass Site – Operation, Maintenance and Monitoring
 File No. 761/10396.SAR - Index No. 44601 - Contract No. Y11102,
 GHD Services, Inc. (Formerly Conestoga-Rovers & Associates, Inc.),
 Kalamazoo; CCO No. 8, Increase \$354,986.08

Description and Justification

The purpose of this change order is to extend the contract completion date by three years to provide additional operation and maintenance (O&M) services of the dewatering and discharge system. It is anticipated that the system will continue to operate until the contamination levels are below the cleanup standards.

Funding Source

100% Strategic Water Quality Initiative Funds

Base Contract	\$288,734.00	Provide twelve months of operation and maintenance of the dewatering and discharge system. This contract will operate the pumping station, valve vault, air relief systems, and the system discharge line. Approved Ad Board Agenda – 03/08/2011
Change Order No. 1	\$0.00	Revised Contract End Date
Change Order No. 2	\$19,740.96	100% Scope Change Approved Director's Agenda – 8/26/2011
Change Order No. 3	\$7,957.00	100% Scope Change Approved Director's Agenda – 11/10/2011
Change Order No. 4	\$438,635.80	100% Scope Change Approved Director's Agenda – 5/15/2012
Change Order No. 5	\$0.00	Revised Contract End Date
Change Order No. 6	\$0.00	Revised Contract End Date
Change Order No. 7	\$488,191.48	100% Scope Change Approved Ad Board Agenda – 9/13/2013
Change Order No. 8	\$354,986.08	100% Scope Change See justification above
Total Contract	\$1,598,245.32	

SALE OF STATE-OWNED PROPERTY – DEPARTMENT OF MILITARY AND VETERANS AFFAIRS – CITY OF LANSING, MICHIGAN ARMY NATIONAL GUARD

20. 1992 PA 307 authorizes The Department of Military and Veterans Affairs, with State Administrative Board approval, to convey property located in the Township of Grayling, County of Crawford, State of Michigan pursuant to the terms of a written agreement entitled "Offer to Purchase Real Property" between the Michigan Department of Military and Veterans Affairs and James W. Kiefer and Pamela D. Kiefer, a married couple, for the consideration of \$6,000.00. The property was appraised at \$6,000.00 by Kenneth Arndt & Associates, Inc., P.O. Box 1235, Gaylord, MI 49735 on November 15, 2011.

RECOMMENDATION: That in consideration of \$6,000.00, the property identified below, under the jurisdiction of the Department of Military and Veterans Affairs, is conveyed to James W. Kiefer and Pamela D. Kiefer, Grayling, Michigan. The property is located in the City of Grayling, County of Crawford, State of Michigan, and is further described as:

A parcel of land in Section 9, T26N, R4W, Grayling (SW) Township, Crawford County, Michigan, being Lots 21-28, Block 12, as shown in accordance with the plat of the Fifth Addition to Portage Lake Park, as recorded in Liber 1 of plats, page 24, Crawford County Records. Subject to easements, encumbrances, and restrictions of record, if any.

LEASE FOR PRIVATE PROPERTY

21. DEPARTMENT OF HEALTH AND HUMAN SERVICES, IONIA – Renewal Lease No. 10132 with H&M Investment Properties, LLC, 813 North Main Street #976, Mt. Pleasant, MI 48858, as Lessor, and the State of Michigan by the Department of Technology, Management & Budget for the Department of Health and Human Services, as Lessee, for 12,955 square feet of office space located at 920 E. Lincoln Avenue, Ionia, MI 48846. The Lease is effective upon obtaining State Administrative Board approval and required signatures. The annual per square foot rental rate for this space beginning May 1, 2015, is \$16.00 (\$17,273.33 per month). This rate does not include utility costs for electricity and natural gas. This Lease contains one 5-year renewal option with an annual per square foot rental rate of \$16.97 (\$18,320.53 per month). This Lease contains a Standard cancellation clause with 60-days' notice. The Attorney General has approved this Lease as to legal form.

Purpose/Business Case:

The purpose of this request is to renew the Lease at the current location in order to continue to meet the needs of the customers in the county.

Benefit:

The benefit of this renewal will allow the Department to remain in a location that works very well for serving customers in the county. The rental rate is within current market rates.

Funding Source:

31% General Fund; 69% Federal Funds

Commitment Level:

Ten years with one 5-year renewal option; however, this Lease contains a Standard cancellation clause with 60-days' notice.

Risk Assessment:

Non-approval of this Lease would obligate the Department to seek a new location which would require additional expenditures for moving and build-out costs and could result in a less-than-ideal location for serving customers.

Zip Code:

48846

ADDENDUM TO LEASE FOR PRIVATE PROPERTY

22. DEPARTMENT OF HEALTH & HUMAN SERVICES, HIGHLAND PARK - Addendum No. 1 to Lease No. 10217 approved by the State Administrative Board on December 30, 1995, between the City of Highland Park, 12050 Woodward Avenue, Highland Park, MI 48203, as Lessor, and the State of Michigan by the Department of Technology, Management & Budget for the Department of Health & Human Services, as Lessee, for 27,128 square feet of space located at 396 Glendale, Highland Park, MI 48203. This Addendum provides for revision of the cancellation language and the notification to the Lessor of the cancellation of this Lease. This Addendum is effective upon obtaining State Administrative Board approval and required signatures and continues to the termination date of the Addendum, or any extension. The annual per square foot rental rate for this space is \$13.95 (\$31,536.30 per month). This Addendum contains a Standard cancellation clause with a 1-day notice. The Attorney General has approved this Addendum as to legal form.

Purpose/Business Case:

The purpose of this Addendum is to change the cancellation language so that the Lease can be cancelled.

Benefit:

The Department does not want to remain at this site because the current location does not meet the safety requirements of the State of Michigan.

Source of Funds:

43% General Fund; 57% Federal Funds

Commitment Level:

Two-years four months; however, this Addendum contains a Standard cancellation clause with a 1-day notice.

Risk Assessment:

Non-approval of this Addendum will not allow the Department to cancel this Lease for staff that has already been relocated.

Zip Code:

48203

23. DEPARTMENT OF HEALTH & HUMAN SERVICES, HIGHLAND PARK - Addendum No. 1 to Lease No. 10218 approved by the State Administrative Board on June 6, 1995, between the City of Highland Park, 12050 Woodward Avenue, Highland Park, MI 48203, as Lessor, and the State of Michigan by the Department of Technology, Management & Budget for the Department of Health & Human Services, as Lessee, for 49,624 square feet of space located at 13233 Hamilton Avenue, Highland Park, MI 48203. This Addendum provides for extending the Lease by lengthening the initial term by three years and providing for needed renovations to the office with the sale of a new bond. This Addendum is effective upon obtaining State Administrative Board approval and required signatures and continues to the termination date of the Addendum, or any

extension. The annual per square foot rental rate for this space is \$13.95 (\$57,687.90 per month). This Addendum contains a Legislative cancellation clause with 60-days' notice for the initial term and a Standard cancellation clause with 120-days' notice for the renewal options. The Attorney General has approved this Addendum as to legal form.

Purpose/Business Case:

The purpose of this Addendum is to renovate the office and extend the current initial term, and modify the renewal option period, plus provide funding for potential future maintenance issues.

Benefit:

The Department wants to remain at this site because the current location meets the operational needs of the Department and provides an enhanced level of service to their clients. The rental rate is within current market rates.

Source of Funds:

43% General Fund; 57% Federal Funds

Commitment Level:

Six years with two 5-year renewal options; however, this Addendum contains a Legislative cancellation clause with 60-days' notice for the remainder of the initial term, and a Standard cancellation clause with 120-days' notice for the renewal option periods, if exercised.

Risk Assessment:

Non-approval of this Addendum will not allow the Department to obtain needed renovations for this office to operate properly and could bring about increased costs if they are required to relocate.

Zip Code:

48203

24. DEPARTMENT OF STATE, FLINT – Addendum No. 1 to Lease No. 10751 approved by the State Administrative Board on April 5, 2005 Item No.18, between Chesterfield Industrial Corporation, a Michigan Corporation, as Lessor, 27322 23 Mile Road, Suite 3, Chesterfield, Michigan 48051, for 6,620 square feet of office space located at G-5512 Fenton Road, Flint, Michigan 48507, and the State of Michigan by the Department of Technology, Management & Budget for the Department of State. This Addendum provides for adding an additional five years to the Lease term, amortizing the build-out cost to pay for renovations needed to enlarge the lobby and updating the Lease language. This Addendum is effective upon obtaining State Administrative Board approval and required signatures and continues to the termination date of the Addendum or any extension. The annual per square foot rental rate for this space is \$14.87 (\$8,203.28 per month). This rate does not include electricity, heating and cooling, janitorial, telecommunications or alarm. This Lease contains a Standard 90-day cancellation. The Attorney General has approved this lease as to legal form.

Purpose/Business Case:

The purpose of this Addendum is to add five years to the Lease term, amortize the build-out costs to pay for enlarging the lobby area, and update the Lease language.

Funding Source:

27.46 General Fund; 72.54% Restricted Fund (TACF 59.62%; Auto Repair Facilities 1.3%; Driver Fees 7.3%; Expedient Service Fees .02%; Parking Ticket Court Fines 4.3%)

Commitment level:

Five years, however, this Lease contains a Standard cancellation clause with 90-days' notice.

Risk Assessment:

There are no known risks associated with the expansion of the lobby area to accommodate more customers. The risk of non-approval of this relocation is putting the agency at a disadvantage to meet the State Optimization Plan for having "Plus Centers" and for meeting the above stated Department of State objectives.

Zip Code:

48507

CONTRACT CHANGE ORDER

25. DEPARTMENT OF HEALTH AND HUMAN SERVICES, MANISTEE - CCO No. 2 for Lease No. 10488 approved by the State Administrative Board on May 20, 1997, between AC Geenan and subsequently assigned to Arissa, LLC, as Lessor, and the State of Michigan by the Department of Technology, Management and Budget for the Department of Human Services, subsequently named, Department of Health and Human Services, as Lessee. This CCO provides for an upgrade to the HVAC system in the Teledata room so that the temperature can be maintained as required for the operation of the equipment, as requested by the Department of Health and Human Services at a cost not-to-exceed \$4,323.00. The space is located at 1672 US 31 South, Manistee, Michigan 49660

Purpose/Business Case:

The purpose of this CCO is to upgrade the HVAC system in the Teledata room so that the temperature can be maintained for the operation of the equipment.

Benefit:

This CCO allows continued operating of the existing teledata equipment.

Source of Funds:

37% General Fund; 63% Federal Funds

Commitment Level:

Present through October 16, 2022; however, this Lease contains an Executive Legislative cancellation clause with 60-days' notice.

Risk Assessment:

Non-approval of this CCO will hinder the Department from continuing to use the current teledata equipment. If the temperature is not maintained appropriately, the equipment will overheat and fail and will prevent the Department from adequately serving its customers. It could also require the replacement of the equipment.

ZIP Code:

49660

26. DEPARTMENT OF STATE, TRENTON - CCO No. 2 for Lease No. 10818 approved by the State Administrative Board on May 18, 2010, between Trafford Square Limited Partnership, as Lessor, and the State of Michigan by the Department of Technology, Management and Budget for the Department of State, as Lessee. This CCO provides for new carpeting throughout the office and power assist door openers in the public vestibule, as requested by the Department of State at a cost not-to-exceed \$36,717.45. The space is located at 3040 van Horn Road, Trenton, MI 48183.

Purpose/Business Case:

The purpose of this CCO is to replace the worn carpet with new carpet and the installation of power assist door openers.

Benefit:

This CCO provides for a better appearance of this SOS office with the new carpet and improved customer accessibility with the installation of the automated door openers.

Source of Funds:

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

Commitment Level:

Present through September 30, 2020; however, this Lease contains Standard cancellation clause with 90-days' notice.

Risk Assessment:

Non-approval of this CCO will hinder the Department from providing ease of access to the office and an updated work environment.

ZIP Code:

48183

Mr. Fielek presented the Building Committee Report for the regular meeting of September 30, 2015. After review of the foregoing Building Committee Report, Mr. Fielek moved that the Report covering the regular meeting of September 30, 2015, be approved and adopted. The motion was supported by Mr. Forstner and unanimously approved.

APPROVED

September 30, 2015

September 30, 2015 No. 23

Michigan State
Administrative Board

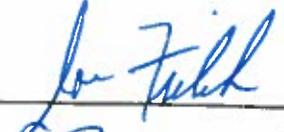
**COMMITTEE REPORT TO THE
STATE ADMINISTRATIVE BOARD**

The Honorable Rick Snyder, Governor
and
Members of the State Administrative Board

A regular meeting of the Finance and Claims Committee was held at
11:00 a.m. on September 30, 2015. Those present being:

Chairperson: Joe Fielek, representing
State Treasurer Khouri

Approved



Member: Paul Smith, representing
Governor Snyder

Approved



Member: Iris Lopez, representing
Attorney General Schuette

Approved



Others: Carol Isaacs, James Shell, Department of Attorney General; Nat Forstner, Lt. Governor's Office; Kyle Guarrant, Department of Education; William Kordenbrock, Department of State; Tom Falik, Tammy Martin, Sharon Maynard, Pat Mullen, Shelby Troub, Jillian Yeates, Department of Technology, Management and Budget; Myron Frierson, Bill Rottiers, Department of Transportation, Deborah Allen, Department of Treasury; Alex Rosaen, Zeid El-Kilani, Anderson Economic Group; Robbyn Martin, Binson's Hospital Supplies, Inc.; Andrew Switalski, Leonard Wolfe, Dykema Gossett PLLC representing Binson's Hospital Supplies; Chris Klaver, Gongwer News; Jacob Kanclerz, MIRS; Nancy Bareham, State Representative Tim Kelly's Office

Mr. Fielek called the meeting to order.

The Finance and Claims Committee Regular Agenda and Supplemental Agenda were presented.

Leonard Wolfe of Dykema Gossett PLLC spoke in opposition to the mail order incontinent supplies and services contract award to J & B Medical Supply Co., Inc., Item 13(3) of the regular agenda. Mr. Wolfe stated their client did not have enough time to gather information from its F.O.I.A. request to complete its protest in the allotted time.

Finance and Claims Committee Report
September 30, 2015
Page 2

Alex Rosaen of Anderson Economic Group spoke in opposition to the education financial study award to Augenblick, Palaich and Associates, Item 13(1) of the regular agenda. Mr. Rosaen stated they did not have enough time to review information from their F.O.I.A. request to do a meaningful protest in the allotted time.

Mr. Fielek asked Sharon Maynard, Sourcing Director of the Department of Technology, Management and Budget, if these procurements were conducted according to the rules and guidelines.

Ms. Maynard said the procurements were conducted in accordance with the rules and guidelines of DTMB procurement, including bid protests periods, and F.O.I.A. requests

Following discussion, Ms. Lopez moved that the Regular Agenda and the Supplemental Agenda be recommended to the State Administrative Board for approval, with the Attorney General's office abstaining from voting on item 13(1) of the regular agenda. The motion was supported by Mr. Smith and unanimously adopted.

Mr. Fielek adjourned the meeting.

3. DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

- 1) Hearing Officer-Tax Tribunal NOT TO EXCEED
(List on file) \$ 224,100.00 Total
FY16 100% Restricted Fund
Tax Tribunal Fund
These contracts are needed for
Hearing Officer Services,
appointed by MAHS for hearing
small claim cases and appeals
for the Michigan Tax Tribunal

4. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

- 1) Capital Services NOT TO EXCEED
Battle Creek, MI \$450,000.00 Total
FY16 100% Federal Funds
Front Desk Operations Services
for the Department of Military
and Veterans Affairs (DMVA),
Fort Custer Education Center
(FCEC).
- 2) K-Con, Inc. NOT TO EXCEED
North Charleston, SC \$380,607.00 Total
FY15 100% Federal Funds
One-time purchase for
installation of a pre-
fabricated Petroleum, Oils, &
Lubricants (POL)
Administrative building for
the Department of Military and
Veterans Affairs (DMVA), Camp
Grayling Joint Maneuvering
Training Center (CGJMTC)
Airfield

4. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS continued

- | | | |
|----|--------------------------------------|---|
| 3) | K-Con, Inc.
North Charleston, SC | NOT TO EXCEED
\$664,515.00 Total
FY15 100% Federal Funds
One-time purchase for
installation of a pre-
fabricated steel maintenance
building for the Department of
Military and Veterans Affairs
(DMVA), Camp Grayling Joint
Maneuvering Training Center
(CGJMTC) Airfield |
| 4) | Navigations Inc.
Battle Creek, MI | NOT TO EXCEED
\$ 417,951.69 Total
FY16 100% Federal Funds
Department of Military and
Veterans Affairs, Fort Custer
Educations Center, Janitorial
and Housekeeping Services |

SECTION II - AGENCY SUBMITTED - CONTRACT CHANGES

5. DEPARTMENT OF CORRECTIONS

- | | | |
|----|---|--|
| 1) | Professional Consulting
Services, Inc.
Jackson, MI | \$ 0.00 Amendment
\$ 45,871,000.00 New Total
FY16 100% General Fund
Request two-month extension
to continue existing Prisoner
Reentry Project for offenders
with special needs |
| 2) | Kalamazoo Probation
Enhancement Program
Kalamazoo, MI | \$ 190,000.00 Amendment
\$ 1,424,400.00 New Total
FY16 100% General Fund
Add Service Location and
additional funding to continue
sex offender counseling
services |

5. DEPARTMENT OF CORRECTIONS continued

3) Bay Group Ventures, Inc. \$ 0.00 Amendment
 dba Bay Technical \$ 3,877,200.00 New Total
 Staffing FY16 100% General Fund
 Belmont, MI Request two-month extension
 to continue substance abuse
 testing services for parolees
 and probationers

6. DEPARTMENT OF TREASURY

1) Gabriel, Roeder, Smith & Co. \$ 126,875.00 Amendment
 Southfield, MI \$ 625,305.00 New Total
 FY16 100% Restricted Funds
 Michigan Education Trust
 Additional funds for one-year
 contract renewal for Actuarial
 services for the Michigan
 Education Trust (MET)

SECTION III - AGENCY SUBMITTED - NEW GRANTS7. DEPARTMENT OF CORRECTIONS

1) Various P.A. 511 Grants \$ 9,430,231.00 Total
 (List on File) FY16 100% General Funds
 One-year grants to provide
 the local communities with
 funding resources to provide
 alternative sentencing
 options and rehabilitative
 programs

8. DEPARTMENT OF HEALTH & HUMAN SERVICES

1) Northern Family Interventions \$ 345,000.00 Total
 Gaylord, MI FY16-18 100% Federal Funds
 Family Preservation
 Parent Education home based
 service for families who need
 assistance in changing family
 behavior in order to decrease
 risk of further abuse and/or
 neglect

8. DEPARTMENT OF HEALTH & HUMAN SERVICES continued

- 2) Wellspring Lutheran Services \$ 267,000.00 Total
 Flint, MI FY16-18 100% Federal Funds
Family Preservation
 In-home family services for families who need assistance in changing family behavior in order to decrease risk of further abuse and/or neglect
- 3) Food Bank Council of MI \$ 3,900,000.00 Total
 Lansing, MI FY16-18 100% General Funds
Family Program Agency
 Marketing and Recruitment of the Michigan Agriculture Surplus System (MASS) program. Freshly harvested produce is purchased from Michigan farmers and delivered to the Food Bank Network throughout Michigan for distribution to low-income individuals and families
- 4) Food Bank Council of MI \$ 1,750,000.00 Total
 Lansing, MI FY16-18 100% General Funds
Family Program Policy
 Collection of surplus and donated food items and personal care products from within and outside of Michigan. Collected donated goods are distributed to low-income Michigan individuals and families
- 5) Angela Hospice Home Care \$ 404,040.00 Total
 Livonia, MI FY16 100% General Fund
 One-year agreement for room and board expenses for residential hospice patients

8. DEPARTMENT OF HEALTH & HUMAN SERVICES continued

- | | | |
|-----|---|---|
| 6) | Edward W. Sparrow Hospital
Lansing, MI | \$ 265,152.00 Total
FY16 100% General Fund
One-year agreement for room and
board expenses for residential
hospice patients |
| 7) | Faith Hospice
Grand Rapids, MI | \$ 252,525.00 Total
FY16 100% General Fund
One-year agreement for room and
board expenses for residential
hospice patients |
| 8) | Hospice of Jackson
Jackson, MI | \$ 303,030.00 Total
FY16 100% General Fund
One year agreement for room and
board expenses for residential
hospice patients |
| 9) | Health Management Systems
of America
Detroit, MI | \$ 908,533.00 Total
FY16 100% State Restricted
<i>Compulsive Gaming Prevention Fund</i>
One-year agreement to provide
24-hour disordered gambling
help line services |
| 10) | Michigan Blood
Grand Rapids, MI | \$ 250,000.00 Total
FY16 100% General Fund
One-year agreement for the Be
The Match donor registry |
| 11) | Planned Parenthood of Mid
and South MI
Ann Arbor, MI | \$ 8,857,943.00 Total
FY16 41.39% Federal Fund
58.61% Local Fund
One-year agreement to support
family planning services |
| 12) | Planned Parenthood of
West and Northern MI
Grand Rapids, MI | \$ 1,515,360.00 Total
FY16 50.67% Federal Fund
49.33% Local Fund
One-year agreement to support
family planning services |

8. DEPARTMENT OF HEALTH & HUMAN SERVICES continued

- 13) Salvation Army Harbor Lights
Detroit, MI
- \$ 4,132,826.00 Total
FY16 67.340% Federal Fund
17.934% General Fund
12.158% Fees and Collections
2.568% Private
One-year agreement to provide drug and alcohol abuse prevention in Southwest Michigan
- 14) University of Detroit Mercy
Detroit, MI
- \$ 1,000,000.00 Total
FY16 100% General Fund
One-year agreement to provide dental clinic services
- 15) Wayne State University
Detroit, MI
- \$ 4,000,000.00 Total
FY16 100% General Fund
One-year agreement to provide psychiatric residency programming

9. DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

- 1) Michigan State University
East Lansing, MI
- \$ 300,634.00 Total
FY16 100% General Fund
For the maintenance of the Michigan Workforce Background Check Program

10. DEPARTMENT OF STATE POLICE

- 1) Multiple Agencies
(List on file)
- \$ 4,897,535.00 Total
FY16 100% Restricted Funds
Automobile Theft Prevention Fund
Automobile Theft Prevention Authority funds State, County, Local Law Enforcement, Prosecutor's Offices, and Community Organizations to combat auto theft throughout Michigan

SECTION IV - AGENCY SUBMITTED - GRANT CHANGES11. DEPARTMENT OF HEALTH & HUMAN SERVICES

- 1) Lutheran Social Services
Jackson, MI
- \$ 1,900,000.00 Amendment
\$ 11,633,013.00 New Total
FY16 80% Federal Chaffee
Funding
20% State Funds - General
Funds/General Purpose
Administration
The purpose of the additional
funding is to provide resources
specifically to meet the
education and training needs of
youth aging out of foster care.
- 2) Jewish Family Services
Of Washtenaw County, Inc.
Ann Arbor, MI
- \$ 265,060.00 Amendment
\$ 1,026,325.00 New Total
FY16 100% Federal Funds
*Refugee Assistance
Recertification*
Purpose to provide refugee
assistance in the form of
Employment Support services to
eligible entrants, refugees,
asylees, and adult victims of
human trafficking. Additional
funds added to support these
services.
- 3) Northwest Michigan
Community Action Agency
Traverse City, MI
- \$ 277,575.00 Amendment
\$ 1,100,698.00 New Total
FY16 80% Federal Funds
20% General Funds
Supportive Housing Program
The Permanent Supportive
Housing program provides long-
term leasing assistance to
homeless families who have an
adult with a disability

11. DEPARTMENT OF HEALTH & HUMAN SERVICES continued

- 4) Covisint
Southfield, MI
- \$ 314,670.00 Amendment
\$ 6,526,681.00 New Total
FY16 50% Federal Fund
50% General Fund
One-year extension and
increase to a grant
agreement for Medicaid
electronic claims
attachments
- 5) Michigan Disability
Rights Coalition
East Lansing, MI
- \$ 470,200.00 Amendment
\$ 965,498.00 New Total
FY16 69.68% Federal Fund
7.54% General Fund
22.78% Fees
To increase a one-year
grant agreement to provide
funding for the
administration of the peer
support staffing and
training projects
- 6) Various Vendors
(List on file)
- \$ 498,186.00 Amendment
\$ 11,840,381.00 New Total
FY16 77.62% Federal Fund
10.16% State Restricted
*Michigan Health Initiative
Fund*
12.22% Private Fund
An increase to a one year
grant agreement to provide
funding for the prevention
services for persons at
risk of HIV/AIDS and
continuum of care services
to persons living with
HIV/AIDS

12. DEPARTMENT OF TALENT & ECONOMIC GROWTH

- 7) Various Michigan Works!
Agencies
(List on file)
- \$ 653,500.00 Amendment
\$ 70,494,511.00 New Total
FY16 85% Federal Funds
15% General Funds
Federal temporary assistance
for needy families/State
General Fund-General Purpose
formula funding for Michigan
Works! Agencies

SECTION V - DTMB SUBMITTED - NEW CONTRACTS13. DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET

- 1) Augenblick, Palaich and
Associates
Denver, CO
- \$ 399,000.00 (6 Months)
FY16 100% General Funds
007115B0005699 Education
Financial Study
- 2) BP Canada Energy Marketing
Corp.
Traverse City, MI
- \$325,000,000.00 (7 Years)
FY15-22 100% Restricted Funds
Internal Services Fund
007115B0005323 Tier I Natural
Gas Supplier
- 3) J & B Medical Supply Co Inc.
Wixom, MI
- \$ 38,058,193.71 (3 Years)
FY16-19 34% General Funds
66% Federal Funds
007115B0005516 Mail order
incontinence supplies and
services
- 4) Peterson Paletta, PLC
Grand Rapids, MI
- NOT TO EXCEED
\$ 831,600.00 (3 Years)
FY15-18 100% General Funds
007115B0005545 Prisoner Legal
Writer Services for the
Department of Corrections

SECTION VI - DTMB SUBMITTED - CONTRACT CHANGES14. DEPARTMENT OF HEALTH AND HUMAN SERVICES

- 1) Alan C. Young & Associates,
PC
Detroit, MI
- \$ 159,900.00 Amendment
\$ 317,400.00 New Total
FY16 34% General Funds
66% Federal Funds
071B5500040 Add funds for a
one-year option for
Professional Check Writing
Services for Wayne County
Office
- 2) Kunz, Leigh & Associates
Lathrup Village, MI
- \$ 943,200.00 Amendment
\$ 4,979,433.37 New Total
FY16 100% Other Funds
SIGMA Contingency Fund
071B4300022 Add funds for
SIGMA enhancements for
Enterprise Support Services for
MIRS, RPS, and MiCARS
- 3) Milliman USA Inc.
Indianapolis, IN
- \$ 1,900,000.00 Amendment
\$ 7,614,939.63 New Total
FY16 50% General Funds
50% Federal Funds
071B1300082 Add funds to
support the actuarial services
contract
- 4) Myers and Stauffer LC
Austin, TX
- \$ 186,460.88 Amendment
\$ 1,104,312.07 New Total
FY16 50% General Funds
50% Federal Funds
071B3200080 Add funds and
exercise a one-year option for
annual reports and audits for
Disproportionate Share Hospital
(DSH) Medicaid Program

14. DEPARTMENT OF HEALTH AND HUMAN SERVICES continued

- 5) National Council on Crime and Delinquency
Oakland, CA
- | | |
|-------------------------|--|
| \$ 165,000.00 | Amendment |
| \$ 362,955.00 | New Total |
| FY16 100% Federal Funds | |
| 071B5500085 | Exercise the first option year and add funds for Caseload Ratio Work Study for Foster Care for the Department of Health and Human Services |
- 6) Public Consulting Group
Boston, MA
- | | |
|------------------------|--|
| \$ 1,950,000.00 | Amendment |
| \$ 9,826,987.50 | New Total |
| FY16 50% General Funds | |
| 50% Federal Funds | |
| 071B2200003 | Add funds and exercise first option year |

15. DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET

- 1) Accenture, LLP
Southfield, MI
- | | |
|---------------------------|--|
| \$ 387,061.00 | Amendment |
| \$142,792,157.12 | New Total |
| FY15-16 34% General Funds | |
| 66% Federal Funds | |
| 071B9200166 | Add funds and a revised cost table for the maintenance and support of the Michigan child Support Enforcement Services Application (MiCSES) for the Department of Health and Human Services |
- 2) Bell & Howell
Durham, NC
- | | |
|-------------------------------|--|
| \$ 293,000.00 | Amendment |
| \$ 1,142,129.30 | New Total |
| FY16-17 100% Restricted Funds | |
| Internal Service Funds | |
| 071B3200007 | To increase funds for mail sorting machine maintenance and repairs |

15. DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET continued

- 3) DK Security Inc.
Kentwood, MI
- \$ 459,205.50 Amendment
\$ 4,136,073.20 New Total
FY16-17 100% Various Funds
Varies by agency
071B0200043 To increase funds
and extend the contract for
unarmed security guard services
- 4) Iron Data Solutions, Inc.
Chesterfield, MO
- \$ 333,327.00 Amendment
\$ 1,113,327.00 New Total
FY16 96% Federal Funds
4% General Funds
071B1300064 One-year option
and increase of funds for
software maintenance for the
Disability Determination Case
Management System for DHHS
- 5) Pitney Bowes, Inc.
Stamford, CT
- \$ 775,000.00 Amendment
\$ 4,122,292.00 New Total
FY16-17 100% Various Funds
Varies by agency
071B3200013 Exercise the last
option year and add funds for
mailing equipment, software,
supplies, and maintenance
- 6) R & D Conley's Security
Agency, Inc.
Saginaw, MI
- \$ 61,967.00 Amendment
\$ 903,751.79 New Total
FY16-17 34% General Funds
66% Federal Funds
071B0200044 To increase funds
and extend contract for unarmed
security guard services
- 7) Strategic Protection Group,
Inc.
Oak Park, MI
- \$ 1,434,710.00 Amendment
\$ 19,415,447.00 New Total
FY16-17 100% Various Funds
Varies by agency
071B0200043 To increase funds
and extend the contract for
unarmed security guard services

15. DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET continued

8) Verizon Wireless
Southfield, MI

\$ 0.00 Amendment
\$ 26,725,000.00 New Total
FY16 100% Other Funds
MiDeal Only
071B8200195 Extend contract
for Cellco Partnership/DBA
Verizon Wireless products and
support services for MiDeal
participants with DTMB

16. DEPARTMENT OF TRANSPORTATION

1) Tri-County International
Trucks, Inc.
Dearborn, MI.

\$ 4,000,000.00 Amendment
\$ 17,189,706.00 New Total
FY16 100% Restricted Funds
State Trunk Line Fund
071B1300013 Add funds for
heavy duty truck chassis

17. DEPARTMENT OF TREASURY

1) Printwell Acquisition Co.,
Inc.
Talyor, MI

\$ 50,000.00 Amendment
\$ 277,663.83 New Total
FY16-17 100% Restricted Funds
Multiple Restricted Funds
071B2200044 Exercise an option
year and add funds for tax form
printing services

18. DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET/CIVIL SERVICE
COMMISSION

1) Blue Cross Blue Shield of
Michigan
Detroit, MI

\$1,100,000,000.00 Amendment
\$2,410,000,000.00 New Total
FY16-19 100% Restricted Funds
*State Sponsored Group Insurance
Fund*
071B4300062 Add funds and
exercise a four-year option for
State Employees & Retirees
Health Plan (PPO)

18. DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET/CIVIL SERVICE COMMISSION continued

- 2) MedImpact Healthcare Systems, Inc.
San Diego, CA
- \$275,000,000.00 Amendment
\$996,095,000.00 New Total
FY16-17 100% Restricted Funds
State Sponsored Group Insurance Fund (SSGIF)
071B3200060 Add funds and exercise an option year for Pharmacy Benefits Management for State Employees/Retirees

SECTION VII - CLAIMS - PERSONAL PROPERTY LOSS

19. DEPARTMENT OF CORRECTIONS

Prisoner Claims

- 1) Gerald Colson #190780 \$214.05

The claimant (15-SAB/DOC-37) requests \$214.05 reimbursement for miscellaneous missing items. The Committee recommends denial for this claim.

20. DEPARTMENT OF CORRECTIONS continued

- 2) Gerald Hughes #423817 \$ 53.44

The claimant (15-SAB/DOC-1136) requests \$53.44 reimbursement for miscellaneous missing shoes. The Committee recommends approval of \$25.00 for this claim.

- 3) Robert Walton #136952 \$ 10.60

The claimant (15-SAB/DOC-1288) requests \$10.60 reimbursement for miscellaneous missing. The Committee recommends denial of claim.

21. DEPARTMENT OF CIVIL SERVICE COMMISSION

Civilian Claims

- 1) Thomas Lewandowski \$597.34

The claimant (15-SAB-075) requests \$597.34 reimbursement for damage personal vehicle being used in performance of duty. The Committee recommends approval of \$597.34 for this claim.

22. DEPARTMENT OF HUMAN SERVICES

Civilian Claims

- 1) Alicia M. Seibenick \$500.00

The claimant (15-SAB-071) requests \$500.00 reimbursement for damages to her vehicle. The Committee recommends denial of this claim.

23. DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

Employee Claims

- 1) Marijane Arredondo \$413.12

The claimant (15-SAB-068) requests \$413.12 reimbursement for shattered rear window of personal vehicle for use of annual leave incurred while dealing with this incident. The Committee recommends approval of \$251.92 of this claim.

24. DEPARTMENT OF NATURAL RESOURCES

Civilian Claims

- 1) Terry Andrzejewski \$654.99

The claimant (15-SAB-056) requests \$654.99 reimbursement for dropping eyeglasses in the lake while checking electrical connections to his boat. The Committee recommends denial of this claim.

25. DEPARTMENT OF STATE

Civilian Claims

- 1) Natasha Mitchell \$530.00

The claimant (15-SAB-073) requests \$530.00 reimbursement for towing, storage fees and lost wages. The Committee recommends denial of this claim.

26. DEPARTMENT OF TRANSPORTATION

Civilian Claims

- 1) Adam London \$252.73

The claimant (15-SAB-078) requests \$252.73 reimbursement for windshield damage. The Committee recommends approval of \$252.73 for this claim.

- 2) Jordan Salsbury \$535.60

The claimant (15-SAB-067) requests \$535.60 reimbursement for damage to tires, ball joint and tie rod. The Committee recommends approval of \$535.60 for this claim.

- 3) Steven Smalla \$250.00

The claimant (15-SAB-079) requests \$250.00 reimbursement for hot tar damage to vehicle. The Committee recommends approval of \$250.00 for this claim.

- 4) Isaly Szetela \$128.00

The claimant (15-SAB-083) requests \$128.00 reimbursement for tire damage due to a pothole. The Committee recommends denial of this claim.

SECTION VIII - CLAIMS - PERSONAL INJURY LOSS

SECTION IX - SPECIAL ITEMS

27. DEPARTMENT OF STATE POLICE

- 1) Reporting an emergency purchase per Administrative Guide Procedure 0520.38 and 0620.02 - P.O. 551N5500574 for \$39,022.64 with Paradigm Aerospace Corp. to repair Bell 430 Helicopter.

The Director of the Department of Technology, Management and Budget recommends approval by the State Administrative Board of the items contained in Sections I, II, III, IV, V, and VI of this agenda. Approval by the State Administrative Board of these award recommendations does not require or constitute the award of same. Award of contracts shall be made at the discretion of the DTMB Director or designee.

09/24/2015 3:30 p.m.. FINAL

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

FINANCE AND CLAIMS COMMITTEE
September 30, 2015, 11:00 a.m.
Lake Superior Room
1st Floor, Michigan Library
and Historical Center

STATE ADMINISTRATIVE BOARD
September 30, 2015, 11:00 a.m.
Lake Superior Room
1st Floor, Michigan Library
and Historical Center

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This agenda is for general informational purposes only.
At its discretion the Finance and Claims Committee may revise
this agenda and may take up other issues at the meeting.

SECTION I - AGENCY SUBMITTED - NEW CONTRACTS

SECTION II - AGENCY SUBMITTED - CONTRACT CHANGES

SECTION III - AGENCY SUBMITTED - NEW GRANTS

1. **DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT (TED) / TALENT
INVESTMENT AGENCY (TIA) / WORKFORCE DEVELOPMENT AGENCY (WDA)**

- 1) Michigan Works! Berrien/
Cass/Van Buren (Kinexus)
Benton Harbor, MI \$ 2,100,000.00 Total
FY16 100% Restricted Funds
Penalty and Interest
Jobs for Michigan Graduates
(JMG) Initiative

SECTION V - DTMB SUBMITTED - NEW CONTRACTS

SECTION VI - DTMB SUBMITTED - CONTRACT CHANGE

SECTION VII - CLAIMS - PERSONAL PROPERTY LOSS

SECTION VIII - CLAIMS - PERSONAL INJURY LOSS

SECTION IX - SPECIAL ITEMS

The Director of the Department of Technology, Management and Budget recommends approval by the State Administrative Board of the items contained in Sections I, II, III, IV, V, and VI of this agenda. Approval by the State Administrative Board of these award recommendations does not require or constitute the award of same. Award of contracts shall be made at the discretion of the DTMB Director or designee.

Mr. Fielek presented the Finance and Claims Committee Report for the regular meeting of September 30, 2015. After review of the foregoing Finance and Claims Committee Report, Mr. Fielek moved that the Report covering the regular meeting of September 30, 2015, be approved and adopted. The motion was supported by Mr. Guerrant and unanimously approved with Carol Isaacs from the Attorney General's office abstaining their vote for Item 13(1) on the regular agenda.

APPROVED
September 30, 2015

September 30, 2015 No. 45

Michigan State
Administrative Board

**COMMITTEE REPORT TO THE
STATE ADMINISTRATIVE BOARD**

The Honorable Rick Snyder, Governor
and
Members of the State Administrative Board

A regular meeting of the Transportation and Natural Resources Committee was held at 11:00 a.m. on September 30, 2015. Those present being:

Chairperson: William Kordenbrock, representing Approved 
Secretary of State Johnson

Member: Nat Forstner, representing Approved 
Lt. Governor Calley

Member: James Shell, representing Approved 
Attorney General Schuette

Others: Carol Isaacs, Iris Lopez, Department of Attorney General; Paul Smith, Governor's Office; Kyle Guerrant, Department of Education; Tom Falik, Tammy Martin, Sharon Maynard, Pat Mullen, Shelby Troub, Jillian Yeates, Department of Technology, Management and Budget; Myron, Frierson, Bill Rottiers, Department of Transportation; Deborah Allen, Joe Fielek, Department of Treasury, Alex Rosaen, Zeid El-Kilani, Anderson Economic Group; Robbyn Martin, Binson's Hospital Supplies, Inc.; Andrew Switalski, Leonard Wolfe, Dykema Gossett PLLC; Chris Klaver, Gongwer News; Jacob Kanclerz, MIRS; Nancy Bareham, State Representative Tim Kelly's Office

Mr. Kordenbrock called the meeting to order.

The Department of Environmental Quality Agenda was presented.

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

The Department of Natural Resources was presented.

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

Transportation and Natural Resources Committee Report
September 30, 2015
Page 2

The Department of Transportation Agenda was presented.

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

Mr. Kordenbrock adjourned the meeting.

PROPOSED USE AGREEMENTS

2. Proposed Private Use Agreement (0.20-acre) of Lake Superior public trust bottomlands, offshore of Marquette County.

Applicant: Superior Watershed Partnership and Land Trust (File LS 064)

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

- A. Purpose/Business Case (Why should the State do this now?): To authorize the use of the State's public trust ownership of the subject Lake Superior bottomlands under Part 325, Great Lakes Submerged Lands, of the NREPA.
- B. Benefit: Compliance with Part 325.
- C. Funding Source/Income to the State: \$0 annual fee
- D. Commitment Level (is the contract cost fixed for the project; is the contract optional use; is the contract based on estimates, therefore, no quantity is guaranteed?) or not applicable (N/A): N/A.
- E. Risk Assessment (i.e., is there risk to the State associated with the award, etc.?). If no, enter N/A: N/A.

3. Proposed Public Use Agreement (0.36-acre) of Lake Superior public trust bottomlands, city of Munising, Alger County.

Applicant: City of Munising – fishing pier (File LS 065)

Consideration: \$0 – public use of Great Lakes public trust bottomlands

- A. Purpose/Business Case (Why should the State do this now?): To authorize the use of the State's public trust ownership of the subject Lake Superior bottomlands under Part 325, Great Lakes Submerged Lands, of the NREPA.
- B. Benefit: Compliance with Part 325.
- C. Funding Source/Income to the State: \$0 annual fee
- D. Commitment Level (is the contract cost fixed for the project; is the contract optional use; is the contract based on estimates, therefore, no quantity is guaranteed?) or not applicable (N/A): N/A.
- E. Risk Assessment (i.e., is there risk to the State associated with the award, etc.?). If no, enter N/A: N/A.

State Administrative Board Agenda
Page 3
September 30, 2015

4. Proposed Public Use Agreement (2.5 acres) of Lake Superior public trust bottomlands, City of Munising, Alger County.

Applicant: City of Munising – municipal marina expansion (File LS 066)

Consideration: \$0 – public use of Great Lakes public trust bottomlands

A. Purpose/Business Case (Why should the State do this now?): To authorize the use of the State's public trust ownership of the subject Lake Superior bottomlands under Part 325, Great Lakes Submerged Lands, of the NREPA.

B. Benefit: Compliance with Part 325.

C. Funding Source/Income to the State: \$0 annual fee

D. Commitment Level (is the contract cost fixed for the project; is the contract optional use; is the contract based on estimates, therefore, no quantity is guaranteed?) or not applicable (N/A): N/A.

E. Risk Assessment (i.e., is there risk to the State associated with the award, etc.?). If no, enter N/A: N/A.

5. Proposed Public Use Agreement (2.48 acres) of Lake Huron public trust bottomlands, Clark Township, Mackinac County.

Applicant: Clark Township (File L 545)

Consideration: \$0 – public use of Great Lakes public trust bottomlands

A. Purpose/Business Case (Why should the State do this now?): To authorize the use of the State's public trust ownership of the subject Lake Huron bottomlands under Part 325, Great Lakes Submerged Lands, of the NREPA.

B. Benefit: Compliance with Part 325.

C. Funding Source/Income to the State: \$0 annual fee

D. Commitment Level (is the contract cost fixed for the project; is the contract optional use; is the contract based on estimates, therefore, no quantity is guaranteed?) or not applicable (N/A): N/A.

E. Risk Assessment (i.e., is there risk to the State associated with the award, etc.?). If no, enter N/A: N/A.



William Creal, Chief
Water Resources Division
Department of Environmental Quality



Date

FINAL

September 23, 2015, 9:08 A.M.

A G E N D A

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

Transportation and Natural Resources - September 30, 2015 - 11:00 A.M.
State Administrative Board Meeting - September 30, 2015 - 11:00 A.M.

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This agenda is for general informational purposes only. At its discretion, the Transportation and Natural Resources Committee may revise this agenda and may take up other issues at the meeting.

MINERAL LEASE

1. **DIRECT OIL AND GAS LEASE - NONDEVELOPMENT:**

Oil and gas lease rights to 0.57 acres, more or less, of state-owned Michigan Department of Transportation fluid mineral and gas rights located in Section 15, T04N, R10W, Thornapple Township, Barry County, have been requested by West Bay Exploration Company, of Traverse City, Michigan.

Terms: Three-year primary term; no extension options; three-sixteenths (3/16) royalty; \$430 flat bonus consideration; and \$5 minimum annual rental.

The Natural Resources Deputy approved this item September 10, 2015. The form of legal documents involved in these transactions has previously been approved by the Attorney General.

I recommend approval.

Respectfully submitted:
Department of Natural Resources

By: Mark B. Sweatman
Mark B. Sweatman, Director
Office of Minerals Management



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF NATURAL RESOURCES
LANSING



KEITH CREAGH
DIRECTOR

September 8, 2015

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

Transaction: One Direct Oil and Gas Lease, Nondevelopment

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

Applicant: West Bay Exploration Company, of Traverse City, Michigan

Jurisdiction: Michigan Department of Transportation (MDOT), state-owned fluid mineral and gas rights

Mineral Description: That part of Parcel 29PV of Control Section 08032, M-37 highway right-of-way lying within the SE/4 SW/4 of Section 15, T04N, R10W, Thornapple Township, Barry County, containing 0.57 acres, more or less (map attached).

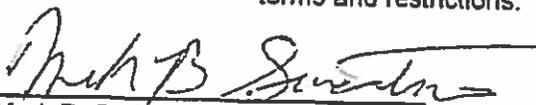
Drilling Type/Unit: Proposed 40-acre Traverse Limestone formation drilling unit comprised of the SE/4 SW/4 of Section 15, T04N, R10W, Thornapple Township, Barry County.

Lease Terms: Three-year primary term; no extension options; three-sixteenths (3/16) royalty; \$430 flat bonus consideration; and \$5 minimum annual rental.

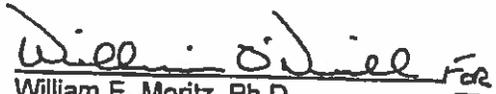
Restrictions: Nondevelopment with standard highway right-of-way restrictions pertaining to nondiscrimination and no development work or drilling to be conducted on the leased premises without expressed written consent of MDOT.

Notice: Notice was published in the *Maple Valley News* newspaper August 8, 2015. This item appeared on the September 1, 2015, DNR Business Calendar and is eligible for approval September 8, 2015.

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


 Mark B. Sweatman, Director
 Office of Minerals Management

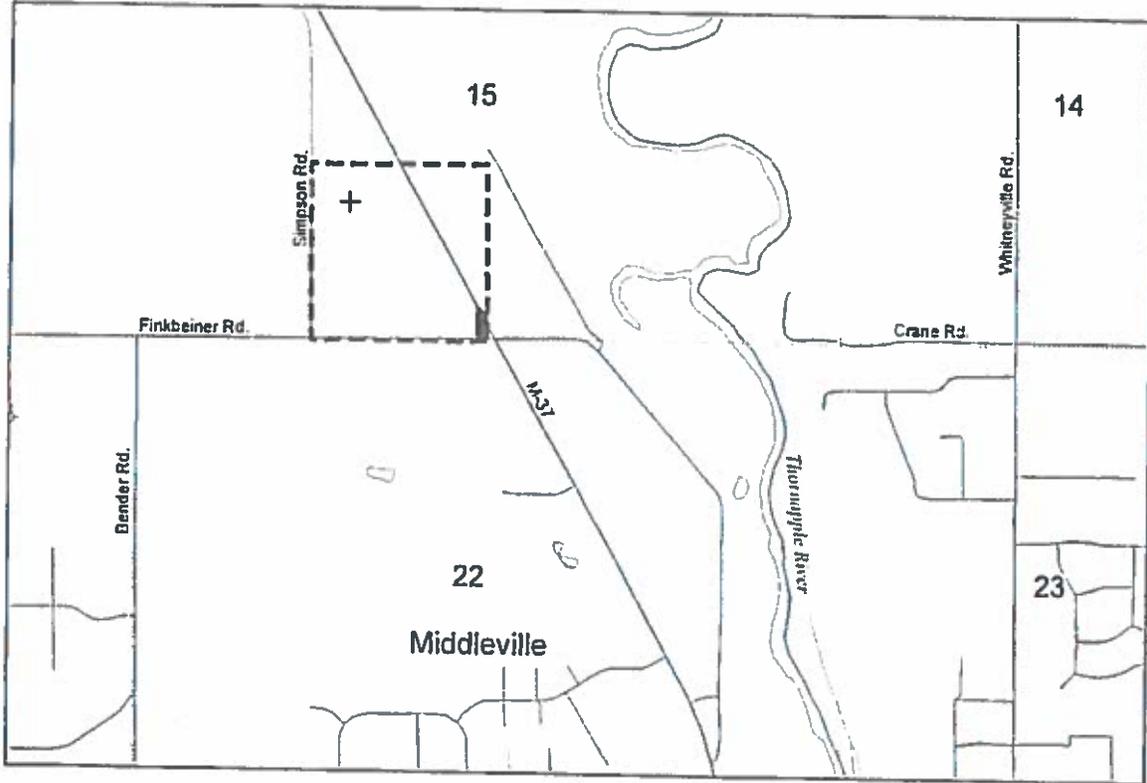
I approve the staff recommendation.


 William E. Moritz, Ph.D
 Natural Resources Deputy

9/15/15
 Approval Date

DIRECT OIL AND GAS LEASE – NONDEVELOPMENT

West Bay Exploration Company
Proposed 40-acre Traverse Limestone Drilling Unit
Part of SE1/4 SW1/4, Section 15, T04N, R10W
Thornapple Township, Barry County



-  State-owned MDOT fluid mineral and gas rights requested for lease (0.57 acre, more or less)
-  M-37 Highway right-of-way
-  Note: Requested parcel not drawn to scale on map
-  Proposed 40-acre Traverse Limestone Drilling Unit
-  Proposed well location



BARRY COUNTY



FINAL 9.25.15

AGENDA

DEPARTMENT OF TRANSPORTATION

TRANSPORTATION and NATURAL RESOURCES COMMITTEE
STATE ADMINISTRATIVE BOARD

T&NR Meeting: September 30, 2015– Lake Superior Room,
1st Floor, Michigan Library and Historical Center, 11:00 AM
State Administrative Board Meeting: September 30, 2015 – Lake Superior Room,
1st Floor, Michigan Library and Historical Center, 11:00 AM

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CONTRACT - POST-AWARD REPORTING

1. ***HIGHWAYS - Intelligent Transportation System Services**
Contract (2015-0197) between MDOT and Parsons Brinckerhoff Michigan, Inc., provides for as-needed Connected Vehicle (CV) engineering and technical support services to be performed for the MDOT Intelligent Transportation System (ITS) Program Office. The work includes CV research and reporting support, planning, development, deployment, maintenance support, regulatory evaluation support, training and outreach support, system operation support, and USDOT CV pilot deployment development support. This contract was pre-approved by the State Administrative Board at its March 31, 2015, meeting. The contract term is August 31, 2015 through May 31, 2018. The contract amount is \$809,617.30. Source of Funds: 81.85% Federal Highway Administration Funds and 18.15% State Restricted Trunkline Funds.

CONTRACTS

2. ***EXECUTIVE (Office of Economic Development) - SIB Loan**
Contract (2015-0372) between MDOT and the City of Luna Pier is a state infrastructure bank (SIB) loan to assist the City in financing transportation infrastructure improvements through the completion of the Luna Pier Road Streetscape Project in the City of Luna Pier. The City plans to use its Transportation Economic Development Fund Category F grant funds to repay the loan. MDOT will loan \$408,297.67 at 3 percent interest for 15 years to the City. The contract will be in effect from the date of award through September 30, 2030. Source of Funds: SIB Loan Funds - \$408,297.67.

3. ***FINANCE & ADMINISTRATION – Increase Services and Amount**
 Amendatory Contract (2011-0040/A3) between MDOT and Public Financial Management, Inc., will increase the maximum contract amount by \$150,500 to provide for the performance of additional bond financial advisor services. The original contract provides for the performance of financial advisory services with respect to the financial details of issuing and marketing State Trunkline Fund and refunding bonds, Comprehensive Transportation Fund and refunding bonds, and Grant Anticipation Revenue Vehicles (GARVEE), including maturity schedules, call features, interest payment dates, and rating agency presentations, among other duties. The contract term remains unchanged, December 7, 2010, through December 6, 2015. The revised maximum contract amount will be \$390,500. Source of Funds: State Restricted Trunkline Funds and/or State Restricted Comprehensive Transportation Funds, depending on the issue.
4. **HIGHWAYS – IDS University Research Services**
 Authorization (5) under Contract (2013-0066) between MDOT and Michigan State University will provide for the review and development of safety performance functions (SPFs) for Michigan's rural road network. SPFs are statistical models used to estimate the average crash frequency for a specific site type (with specified base conditions) based on traffic volume and roadway segment length. Researchers will review existing efforts to generate SPFs, identify sites for rural intersections and road segments, and develop SPFs for each type. The authorization will be in effect from September 1, 2015, through September 30, 2017. The authorization amount will be \$315,355.45. The contract term is January 2, 2013, through September 30, 2017. Source of Funds: 80% Federal Highway Administration Funds and 20% State Restricted Trunkline Funds.
5. **HIGHWAYS – IDS University Research Services**
 Authorization (4) Revision (2) under Contract (2013-0069) between MDOT and Western Michigan University (WMU) will provide for the performance of additional services, will increase the contract amount by \$225,693.94, and will extend the contract term by two years to provide sufficient time for WMU to complete the services. The additional services will include implementing an extended group of project delivery alternatives, developing specific recommendations for bridge slide construction, and developing methods and tools to assess public perception of Accelerated Bridge Construction (ABC). The original authorization provides for evaluation and standardization of ABC techniques. The revised authorization term will be October 1, 2013, through September 30, 2017. The revised authorization amount will be \$494,854.95. The contract term is January 2, 2013, through September 30, 2017. Source of Funds: 80% Federal Highway Administration Funds and 20% State Restricted Trunkline Funds.

6. HIGHWAYS - IDS Engineering Services
 Contract (2016-0004) between MDOT and Alfred Benesch & Company will provide for services for which the consultant is prequalified to be performed on an as needed/when needed basis. The contract will be in effect from the date of award through three years. The maximum contract amount will be \$4,000,000, and the maximum amount of any authorization will be \$1,000,000. Authorizations over \$500,000 will be submitted to the State Administrative Board for approval. Source of Funds: Federal, Restricted State, or local funds, depending on the particular project authorized.
7. HIGHWAYS - IDS Engineering Services
 Contract (2016-0007) between MDOT and Bergmann Associates, Architects, Engineers, Landscape Architects & Surveyors, D.P.C., will provide for services for which the consultant is prequalified to be performed on an as needed/when needed basis. The contract will be in effect from the date of award through three years. The maximum contract amount will be \$4,000,000, and the maximum amount of any authorization will be \$1,000,000. Authorizations over \$500,000 will be submitted to the State Administrative Board for approval. Source of Funds: Federal, Restricted State, or local funds, depending on the particular project authorized.
8. HIGHWAYS - IDS Engineering Services
 Contract (2016-0008) between MDOT and Collins Engineers, Inc., will provide for services for which the consultant is prequalified to be performed on an as needed/when needed basis. The contract will be in effect from the date of award through three years. The maximum contract amount will be \$4,000,000, and the maximum amount of any authorization will be \$1,000,000. Authorizations over \$500,000 will be submitted to the State Administrative Board for approval. Source of Funds: Federal, Restricted State, or local funds, depending on the particular project authorized.
9. HIGHWAYS - IDS Engineering Services
 Contract (2016-0009) between MDOT and HNTB Michigan, Inc., will provide for services for which the consultant is prequalified to be performed on an as needed/when needed basis. The contract will be in effect from the date of award through three years. The maximum contract amount will be \$4,000,000, and the maximum amount of any authorization will be \$1,000,000. Authorizations over \$500,000 will be submitted to the State Administrative Board for approval. Source of Funds: Federal, Restricted State, or local funds, depending on the particular project authorized.
10. HIGHWAYS - IDS Engineering Services
 Contract (2016-0011) between MDOT and Hubbell, Roth & Clark, Inc., will provide for services for which the consultant is prequalified to be performed on an as needed/when needed basis. The contract will be in effect from the date of award through three years. The maximum contract amount will be \$4,000,000, and the maximum amount of any authorization will be \$1,000,000. Authorizations over \$500,000 will be submitted to the State Administrative Board for approval. Source of Funds: Federal, Restricted State, or local funds, depending on the particular project authorized.

11. HIGHWAYS - IDS Engineering Services
Contract (2016-0012) between MDOT and Midwestern Consulting, LLC, will provide for services for which the consultant is prequalified to be performed on an as needed/when needed basis. The contract will be in effect from the date of award through three years. The maximum contract amount will be \$4,000,000, and the maximum amount of any authorization will be \$1,000,000. Authorizations over \$500,000 will be submitted to the State Administrative Board for approval. Source of Funds: Federal, Restricted State, or local funds, depending on the particular project authorized.
12. HIGHWAYS - IDS Engineering Services
Contract (2016-0013) between MDOT and Orchard, Hiltz & McCliment, Inc., will provide for services for which the consultant is prequalified to be performed on an as needed/when needed basis. The contract will be in effect from the date of award through three years. The maximum contract amount will be \$4,000,000, and the maximum amount of any authorization will be \$1,000,000. Authorizations over \$500,000 will be submitted to the State Administrative Board for approval. Source of Funds: Federal, Restricted State, or local funds, depending on the particular project authorized.
13. TRANSPORTATION PLANNING - Transportation Planning Activities
Authorization (4) under Master Agreement (2015-0001) between MDOT and the Battle Creek Area Transportation Study will provide for the undertaking of transportation planning activities for urbanized areas in the Greater Battle Creek Area. The authorization will be in effect from October 1, 2015, through September 30, 2016. The authorization amount will be \$266,035. The term of the master agreement is July 1, 2014, through September 30, 2017. Source of Funds: 81.85% Federal Highway Administration Funds and 18.15% Local Funds.
14. TRANSPORTATION PLANNING - Transportation Planning Activities
Authorization (4) under Master Agreement (2015-0012) between MDOT and the West Michigan Shoreline Regional Development Commission will provide for the undertaking of transportation planning activities for urbanized areas in Muskegon and Western Ottawa Counties. The authorization will be in effect from October 1, 2015, through September 30, 2016. The authorization amount will be \$404,478. The term of the master agreement is July 1, 2014, through September 30, 2017. Source of Funds: 81.85% Federal Highway Administration Funds and 18.15% Local Funds.
15. TRANSPORTATION PLANNING - Transportation Planning Activities
Authorization (9) under Master Agreement (2015-0004) between MDOT and the Grand Valley Metropolitan Council (GVMC) will provide for the undertaking of transportation planning activities for urbanized areas in the GVMC boundary area. The authorization will be in effect from October 1, 2015, through September 30, 2016. The authorization amount will be \$1,268,094. The term of the master agreement is July 1, 2014, through September 30, 2017. Source of Funds: 81.85% Federal Highway Administration Funds and 18.15% Local Funds.

16. TRANSPORTATION PLANNING - Transportation Planning Activities
 Authorization (4) under Master Agreement (2015-0005) between MDOT and the Kalamazoo Area Transportation Study will provide for the undertaking of transportation planning activities at the local and regional levels. The authorization will be in effect from October 1, 2014, through June 30, 2016. The authorization amount will be \$567,048. The term of the master agreement is July 1, 2014, through September 30, 2017. Source of Funds: 81.85% Federal Highway Administration Funds and 18.15% Local Funds.
17. TRANSPORTATION PLANNING - Transportation Planning Activities
 Authorization (5) under Master Agreement (2015-0006) between MDOT and the Macatawa Area Coordinating Council (MACC) will provide for the undertaking of transportation planning activities for urbanized areas within the MACC's metropolitan area boundaries. The authorization will be in effect from October 1, 2015, through September 30, 2016. The authorization amount will be \$291,073. The term of the master agreement is July 1, 2014, through September 30, 2017. Source of Funds: 81.85% Federal Highway Administration Funds and 18.15% Local Funds.
18. TRANSPORTATION PLANNING - Transportation Planning Activities
 Authorization (3) under Master Agreement (2015-0007) between MDOT and the Region 2 Planning Commission will provide for the undertaking of transportation planning activities for urbanized areas in the Jackson Metropolitan Area. The authorization will be in effect from October 1, 2015, through September 30, 2016. The authorization amount will be \$282,789. The term of the master agreement is July 1, 2014, through September 30, 2017. Source of Funds: 81.85% Federal Highway Administration Funds and 18.15% Local Funds.
19. TRANSPORTATION PLANNING - Transportation Planning Activities
 Authorization (6) under Master Agreement (2015-0011) between MDOT and the Tri-County Regional Planning Commission will provide for the undertaking of transportation planning activities for urbanized areas in the Lansing-East Lansing Metropolitan Area (Clinton, Eaton, and Ingham Counties). The authorization will be in effect from October 1, 2015, through September 30, 2016. The authorization amount will be \$802,777. The term of the master agreement is July 1, 2014, through September 30, 2017. Source of Funds: 81.85% Federal Highway Administration Funds and 18.15% Local Funds.

23. Letting of October 2, 2015 Prequalification Level:
 Letting Call: 1510 029 \$1,511,000.00
 Project: M 63900-M71546
 Local Agreement:
 Start Date: 10 days after award
 Completion Date: September 30, 2018
- As-needed guardrail maintenance on various routes, Oakland County.
- 0.00 % DBE participation required

24. Letting of October 7, 2015 Prequalification Level:
 Letting Call: 1510 601 \$1,890,000.00
 Project: STP 84915-107966
 Local Agreement:
 Start Date: 10 days after award
 Completion Date: March 17, 2017
- Up to 15 Environmental Sensor Stations in the Southwest Region, Allegan, Barry, Berrien, Branch, Calhoun, Cass, Kalamazoo, St. Joseph, and Van Buren Counties. This project will be let using an innovative contracting method, fixed price variable scope. Section 0001 Alternate includes sites 1 through 13, Section 0002 Alternate includes sites 1 through 14, and Section 0003 Alternate includes sites 1 through 15.
- 0.00 % DBE participation required

BID LETTING POST APPROVALS

LOCAL PROJECTS

25. Letting of September 4, 2015
 Letting Call: 1509 007 Low Bid: \$888,434.12
 Project: STL 74555-112608 Engineer Estimate: \$741,453.24
 Local Agreement: 15-5419 Pct Over/Under Estimate: 19.82 %
 Start Date: 10 days after award
 Completion Date: July 1, 2016
- 4.94 mi of hot mix asphalt surfacing, aggregate shoulders, concrete deck repair, and guardrail on Snover Road from M-19 easterly to North Sandusky Road, Sanilac County.
- 3.00 % DBE participation required

Bidder	As-Submitted	As-Checked	
Albrecht Sand & Gravel Co.	\$888,434.12	Same	1 **
Ace-Saginaw Paving Company	\$891,949.46	Same	2
Pyramid Paving and Contracting Co.	\$895,914.69	Same	3

Total Number of Bidders: 3

* Denotes a non-standard contract/amendment
 9/25/2015

26. Letting of September 4, 2015
 Letting Call: 1509 008 Low Bid: \$736,133.62
 Project: HSIP 63609-120576 Engineer Estimate: \$637,098.05
 Local Agreement: 15-5400 Pct Over/Under Estimate: 15.54 %
 Start Date: 10 days after award
 Completion Date: 60 Calendar Days

0.35 mi of concrete pavement, roadway grading, aggregate base, drainage, concrete curb, gutter, sidewalk and ramps, and traffic signal on Beck Road at Grand River Avenue in the city of Novi, Oakland County.

3.00 % DBE participation required

Bidder	As-Submitted	As-Checked	
Fonson Company, Inc.	\$736,133.62	Same	1 **
Warren Contractors & Development	\$771,756.35	Same	2
Fiore Enterprises LLC	\$781,999.22	Same	3
Angelo Iafrate Construction Co.	\$863,086.06	Same	4
C & D Hughes, Inc.	\$876,154.34	Same	5
Audia Concrete Construction, Inc.	\$898,580.72	Same	6
Major Cement Co.	\$938,174.09	Same	7
Florence Cement Company	\$1,039,519.84	Same	8

Total Number of Bidders: 8

27. Letting of September 4, 2015
 Letting Call: 1509 034 Low Bid: \$1,097,594.62
 Project: HSIP 39609-120523 Engineer Estimate: \$923,574.99
 Local Agreement: 15-5358 Pct Over/Under Estimate: 18.84 %
 Start Date: 10 days after award
 Completion Date: September 1, 2016

2.12 mi of traffic signal work, concrete curb, gutter, sidewalks and ramps, aggregate base, hot mix asphalt removal and resurfacing for intersection work, drainage structures, pavement markings, and turf establishment on East Main Street from East Michigan Avenue east to Sprinkle Road, Kalamazoo County.

4.00 % DBE participation required

Bidder	As-Submitted	As-Checked	
Kamminga & Roodvoets, Inc.	\$1,097,594.62	Same	1 **
Severance Electric Co., Inc.	\$1,143,251.83	Same	2
Hoffman Bros., Inc.	\$1,166,251.14	Same	3
Peters Construction Co.	\$1,170,493.68	Same	4
Rauhorn Electric, Inc.	\$1,175,189.95	Same	5
Nashville Construction Company	\$1,469,835.92	Same	6

Total Number of Bidders: 6

28. Letting of September 4, 2015
 Letting Call: 1509 043
 Project: STUL 12435-126198
 Local Agreement: 15-5401
 Start Date: 10 days after award
 Completion Date: November 15, 2015

Low Bid: \$531,386.24
 Engineer Estimate: \$471,552.98
 Pct Over/Under Estimate: 12.69 %

2.60 mi of hot mix asphalt cold milling and resurfacing, concrete curb, gutter, sidewalk and ramps, aggregate base, drainage, and pavement markings on Grand Street/Union City Road from Cardinal Drive northwesterly to Jonesville Road in the city of Coldwater, Branch County.

2.00 % DBE participation required

Bidder	As-Submitted	As-Checked	
Rieth-Riley Construction Co., Inc.	\$531,386.24	Same	1 **
Michigan Paving and Materials Comp	\$560,060.08	Same	2

Total Number of Bidders: 2

In accordance with MDOT's policies and procedures and subject to concurrence by the Federal Highway Administration, the preparation and award of the appropriate documents approved by the Attorney General, and compliance with all legal and fiscal requirements, the Director recommends for approval by the State Administrative Board the items on this agenda.

The approval by the State Administrative Board of these contracts does not constitute the award of same. The award of contracts shall be made at the discretion of the Director-Department of Transportation when the aforementioned requirements have been met. Subject to exercise of that discretion, I approve the contracts described in this agenda and authorize their award by the responsible management staff of MDOT to the extent authorized by, and in accordance with, the December 14, 1983, resolution of the State Transportation Commission and the Director's delegation memorandum of August 25, 2015.

Respectfully submitted,


 for Kirk T. Steudle
 Director



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF TRANSPORTATION
LANSING

KIRK T. STEUDLE
DIRECTOR

September 11, 2015

Ms. Shelby Troub, Secretary
State Administrative Board
P.O. Box 30026
Lansing, Michigan 48909

Dear Ms. Troub:

The Michigan Department of Transportation (MDOT) must obtain State Administrative Board (SAB) approval for all maintenance/construction contracts \$500,000 or greater prior to commencement of work. In cases where MDOT determines emergency action is required, normal procedures cannot be followed prior to beginning work. In accordance with Administrative Guide Procedure 0510.09 Emergency Purchases, a letter describing the emergency and action taken shall be submitted to notify the SAB, Civil Service Commission, and other sources, if applicable.

On August 25, 2015, an inspection of the Porter Drain culvert under M-43, west of Oneida Road in Eaton County, revealed significant structural deterioration. MDOT determined that there was imminent danger to the public and action needed to be taken immediately to protect the public; therefore, M-43 was closed until emergency repair work could be completed. Subsequently, two adjacent culverts of the same age under M-43 were also inspected, revealing significant deterioration in one of the culverts. Based on the inspection results, MDOT determined that an emergency contract was necessary to remove and replace the two of the three culverts.

On August 28, 2015, four MDOT prequalified contractors were contacted; three bids and one "not interested" response were received. Davis Construction was awarded the contract as the low bidder at an initial price of \$701,639. MDOT also anticipates the need of a contingency for potential changes to the estimated quantities. The emergency contract work is underway and expected to be completed by September 30, 2015.

Thank you for your consideration in this matter. If you have any questions, please contact either me or Demetrius Parker, Administrator, Contract Services Division, at 517-373-4680.

Sincerely,

A handwritten signature in black ink, appearing to read "K. Steudle", written over a horizontal line.

Kirk T. Steudle
Director

Mr. Kordenbrock presented the Transportation and Natural Resources Committee Report for the regular meeting of September 30, 2015. After review of the foregoing Transportation and Natural Resources Committee Report, Ms. Jarois moved that the Report covering the regular meeting of September 30, 2015, be approved and adopted. The motion was supported by Mr. Forstner and unanimously approved.

8. MOTIONS AND RESOLUTIONS:

None

9. ADJOURNMENT:

Mr. Smith adjourned the meeting.



SECRETARY



CHAIRPERSON

