

APPROVED

DEC 15 2015

MICHIGAN STATE
ADMINISTRATIVE BOARD

Lansing, Michigan

November 17, 2015

A regular meeting of the State Administrative Board was held in the Lake Superior Room, 1st Floor, Michigan Library and Historical Center, on Tuesday, November 17, 2015, at 11:00 a.m.

Present: Travis Weber, representing Rick Snyder, Governor, Chairperson
Nat Forstner, representing Brian Calley, Lt. Governor
Rose Jarois, representing Ruth Johnson, Secretary of State
David Brickey, representing Bill Schuette, Attorney General
Joe Fielek, representing, Nick A. Khouri, State Treasurer
Myron Frierson, representing Kirk T. Steudle, Director, Department of Transportation
Jane Schultz, representing Brian J. Whiston, Superintendent of Public Instruction
Shelby Troub, Secretary

Others Present:

Daniel Sonneveldt, Department of Attorney General; Kevin Dunn, Department of Health and Human Services; Jeff Brownlee, Tammy Martin, Pat Mullen, Department of Technology, Management and Budget; Bill Rottiers, Department of Transportation; Dawn Siggett, Fidelis Secure Care; Tony Des Chenes, Michigan Legislative Consultants; Mark Brett, James Butler, John Foren, Dennis Reese, Mary Anne Sesti, Sparrow Physicians Health Plan; John Pirich, Molina Healthcare; Gary Reed, Kandler Reed Khoury & Muchmore; Joshua Richmond, Michigan State Medical Society; Jim Connelly, Rory Lafferty, Health Alliance Plan; Christine Shearer, Michigan Association of Health Plans; Hassan Jabar, ACCESS

1. CALL TO ORDER:

Mr. Weber 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. Forstner moved to approve the minutes of the special meeting of October 20, 2015. Supported by Mr. Fielek, the motion was unanimously adopted.

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

Hassan Jabar, Executive Director of ACCESS, spoke in opposition to the Comprehensive Health Care Program contract awards, item 2(1) from the Special Finance and Claims Agenda. His concern is that HAP Midwest was not awarded

contracts in Regions 9 and 10. This will have a major impact on the large immigration population.

Jim Connelly, Chief Executive Officer of Health Alliance Plan Midwest, spoke in opposition to the Comprehensive Health Care Program contract awards, item 2(1) from the Special Finance and Claims Agenda. He also has concerns that HAP Midwest was not awarded contracts in regions 9 and 10. Health Alliance Plan has been dedicated to Detroit for the last 100 years and this would be a disservice to their members.

Ms. Jarois asked about the notes on the evaluation process sheet. There is a note on the bottom of page 3 that states, "The State reserves the right to adjust the number of Contractors needed in a region during the RFP process as well as during the term of the contract." She asked Mr. Brownlee if this was a true statement that the numbers can be adjusted throughout the term of the contract.

Mr. Brownlee said it was.

Ms. Jarois also said the next statement is; "Adjustments will be made at the sole discretion of MDHHS." She asked if that "meant that MDHHS would make any adjustments, not this body, correct?"

Mr. Brownlee said yes.

Mr. Weber asked Mr. Brownlee if the procurements were conducted in accordance with the rules and guidelines of DTMB procurement. Mr. Brownlee stated they were.

4. **COMMUNICATIONS:**

Chief Compliance Officer's report for FY15 Q4. This report covers July 1, 2015 through September 30, 2015. Report was submitted to the State Administrative Board for its November 17, 2015 meeting.

5. **UNFINISHED BUSINESS:**

None

6. **NEW BUSINESS:**

RETENTION AND DISPOSAL SCHEDULE

GENERAL SCHEDULE #7

Human Resource Records, 11/17/2015

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

General Counsel, 11/17/2015

MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY
Rental and Homeless Solutions, 11/17/2015

DEPARTMENT OF NATURAL RESOURCES
Grants Management, 11/17/2015

DEPARTMENT OF TRANSPORTATION
Office of Business Development, 11/17/2015
Office of Operations Administrative Services - Fleet Administration and Operation,
11/17/2015
Region Office, 11/17/2015

Ms. Jarois, moved to approve the Retention and Disposal Schedules. Supported by Mr. Forstner the motion was unanimously adopted.

7. REPORTS AND RECOMMENDATIONS OF COMMITTEES:

(Please see the following pages)

APPROVED
November 17, 2015

November 17, 2015 No. 4

**Michigan State
Administrative Board**

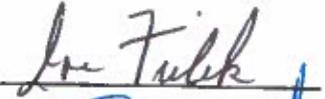
**COMMITTEE REPORT TO THE
STATE ADMINISTRATIVE BOARD**

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 November 3, 2015. Those present being:

Chairperson: Joe Fielek, representing
State Treasurer Khouri

Approved



Member: Travis Weber, representing
Governor Snyder

Approved



Member: Nat Forstner, representing
Lt. Governor Calley

Approved



Others: James Shell, Daniel Sonneveldt, Department of Attorney General;
Rose Jarois, Department of State; Tammy Martin, Pat Mullen, Shelby
Troub, Department of Technology, Management and Budget; Bill
Rottiers, Department of Transportation; Rory Lafferty, Health
Alliance Plan

Mr. Fielek called the meeting to order.

The Building Committee Regular Agenda and Supplemental Agenda were
presented.

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

Mr. Fielek adjourned the meeting.

**At the State Administrative Board meeting on November 17, 2015, Item
2 was withdrawn by the Department of Technology, Management and
Budget.**

AGENDA

BUILDING COMMITTEE / STATE ADMINISTRATIVE BOARD

November 3, 2015 / November 17, 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, MARQUETTE – Marquette Branch Prison Perimeter Security System - Fence Upgrades
File No. 472/14364.RAA - Index No. 54720 - Contract No. Y16020
Recommended Contract Award: Midstate Security Company, LLC, Wyoming; \$396,300.00

Description and Justification

The purpose of this contract is to provide construction services to replace the existing outdated perimeter security system with new Flexzone system. The new system is designed to improve accuracy and reliability and reduce facility maintenance.

Funding Source

100% Federal Funds

2. DEPARTMENT OF NATURAL RESOURCES, GRAYLING – Rose Lake Shooting Range
File No. 500/AL/BN/21
Recommended Contract Award: Amer Construction Company, Inc., Canton; \$830,000.00

WITHDRAWN

Description and Justification

The purpose of this contract is to construct a new education building at the existing Rose Lake Shooting Range facility, which will enable a full range of educational programs related to recreational shooting and archery activities.

Funding Source

75% Federal Funds 20% Private Donations, 5% Agency Funds

3. DEPARTMENT OF ENVIRONMENTAL QUALITY, MUSKEGON – Zephyr Naph-Sol Refinery Site – Treatment System Upgrades
File No. 761/14093.BDH - Index No. 44901 - Contract No. Y16022
Recommended Contract Award: MKC Group, Inc., Bay City; \$437,200.00

Description and Justification

The purpose of this contract is to upgrade the existing groundwater treatment system to effectively control the migration of contamination. The cleanup involves the installation and operation of a complex free product and groundwater treatment system. This contract will install an oil water separator, aerator, miscellaneous piping and restore the site. The work is needed to protect public health, safety, welfare and the environment.

Funding Source

100% Strategic Water Quality Initiative Funds

- 4. DEPARTMENT OF ENVIRONMENTAL QUALITY, RHODES – Estey Service Station Site – Excavation
 File No. 761/14255.SAR - Index No. 44601 - Contract No. Y16023
 Recommended Contract Award: Rohde Environmental Services, LLC, Saginaw; \$337,870.00

Description and Justification

The purpose of this contract is to remove/dispose any petroleum impacted soils and restore the site. The contractor will excavate, remove and dispose of approximately 3,350 tons of soil, apply a chemical oxidation reagent to enhance bioremediation of residual contamination and restore the site. The soil removal/treatment will reduce the potential risk posed by the presence of soil contamination.

Funding Source

100% Refined Petroleum Funds

MODIFICATION TO PROFESSIONAL SERVICES CONTRACTS

- 5. 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. 3, Increase \$98,628.00

Description and Justification

The purpose of this modification is to provide additional professional services to install two (2) articulating cranes and two (2) 1000 lb. manual hoists for lifting and lowering circuit breakers/testing equipment from the roof level up to the rooftop electrical substations. This modification also provides for additional arc flash study services additional to cover items that were not in the drawings at the time of proposal submittal. In addition to the professional's arc flash study field investigation at Cadillac Place, they have encountered numerous electrical panels that had not been previously documented on available building drawings, which are outdated.

Funding Source

100% Agency Operating Funds - BOC

Base Contract	\$129,515.00	Approved Ad Board Agenda – 12/5/2014
Modification No. 1	\$160,000.00	Approved Ad Board Agenda – 3/31/2015

Modification No. 2	\$70,519.00	Approved Ad Board Agenda – 9/30/2015
Modification No. 3	\$98,628.00	See Justification Above
Total Contract	\$458,662.00	

6. DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET,
 DIMONDALE – General Office Building – Capital Area Reconfiguration
 File No. 071/15052.DCS - Index No. 00282 - Contract No. Y15083
 PARTNERS In Architecture, PLC, Mount Clemens; Modification No. 1, Increase \$427,508.90

Description and Justification

The purpose of this modification is to continue the professional engineering and architectural services associated with the Capital Area Reconfiguration (CAR) project. Specifically, PARTNERS In Architecture will develop the required preliminary design, final design, along with office and field construction administration services to implement the approved project program. The overall scope involves development of design construction documents to achieve competitive construction proposals to move the Michigan State Police into the General Office Building. In addition, PARTNERS In Architecture will work in concert with our Construction Manager, The Christman Company, to ensure the overall construction is in compliance with design documentation.

Funding Source

100% Lump Sum Special Maintenance - GF

Base Contract	\$79,566.40	Approved Director's Agenda – 12/30/2014
Change Order No.	\$427,508.90	See Justification Above
Total Contract	\$507,075.30	

7. DEPARTMENT OF HEALTH & HUMAN SERVICES, WESTLAND – Walter Reuther Psychiatric Hospital – Activity Building/Generator/Parking
 File No. 391/13046.MNB - Index No. 53326 - Contract No. Y13199
 Hobbs & Black Architects; Ann Arbor; Modification No. 5, Increase \$12,538.00

Description and Justification

The purpose of this modification is to provide engineering and construction administration services to add access control security grilles on the patio to allow air circulation and also to provide a therapeutic environment for patients. This modification also adds safety plated features for the exterior doors and windows to prevent accidental breakage by patients. This is to provide a safe environment per the agency's request.

Funding Source

100% State Building Authority

Base Contract	\$238,243.50	Approved Director's Agenda – 5/3/2013
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Modification No. 1	\$11,560.50	Approved Director's Agenda – 8/2/2013
Modification No. 2	\$60,481.20	Approved Director's Agenda – 10/11/2013
Modification No. 3	\$21,112.00	Approved Director's Agenda – 2/7/2014
Modification No. 4	\$31,908.00	Approved Director's Agenda – 9/24/2014
Modification No. 5	\$12,538.00	See Justification Above
Total Contract	\$375,843.20	

8. DEPARTMENT OF CORRECTIONS, YPSILANTI – Women's Huron Valley Correctional Facility – Multiple Function Building Renovation
File No. 472/13408.TMH - Index No. 59110 - Contract No. Y14113
CHMP, Inc., Grand Blanc; Modification No. 6, Increase \$12,186.70

Description and Justification

The purpose of this modification is to provide additional professional services to allow for continuing support of the construction phase due to the extended construction duration necessary due to recent change orders which were required for work added to the project.

Funding Source

100% Agency Operating Funds

Base Contract	\$96,664.55	Approved Director's Agenda – 2/21/2014
Modification No. 1	\$55,439.05	Approved Director's Agenda – 6/13/2014
Modification No. 2	\$22,748.28	Approved Director's Agenda – 10/03/2014
Modification No. 3	\$0.00	Zero Cost Change Order
Modification No. 4	\$2,500.00	Approved Director's Agenda – 11/26/2014
Modification No. 5	\$32,202.82	Approved Director's Agenda – 5/22/2015
Modification No. 6	\$12,186.70	See Justification Above
Total Contract	\$221,741.40	

REVISIONS TO CONSTRUCTION CONTRACTS

9. DEPARTMENT OF COMMUNITY HEALTH, NORTHVILLE – Caro Center – Utility Service Backup Generator
File No. 391/13193.DCS - Index No. 40000 - Contract No. Y15123
William F. Nelson Electric, Inc., Saginaw; CCO No. 5, Increase \$33,231.00

Description and Justification

The purpose of this change order is to provide and rewire the electrical circuits for numerous exit sign locations within Building No. 27 and 51. In addition, a new 48VDC battery system/battery charger is required to provide the appropriate power to control the new automatic switchgear in the event of a power loss. This additional work was discovered during construction activities and is required to complete the overall backup generator system.

Funding Source

100% Agency Operating Funds

Base Contract	\$1,804,000.00	Approved Director's Agenda – 3/10/2015
Change Order No. 1	\$23,306.00	Approved Director's Agenda – 5/1/2015
Change Order No. 2	\$34,341.00	Approved Director's Agenda – 7/24/2015
Change Order No. 3	\$23,444.00	Approved Director's Agenda – 8/21/2015
Change Order No. 4	\$13,072.00	Approved Director's Agenda – 10/30/2015
Change Order No. 5	\$33,231.00	See Justification Above
Total Contract	\$1,931,394.00	

10. DEPARTMENT OF CORRECTIONS, KINCHELOE – Hiawatha Correctional Facility – Video Management and Perimeter Surveillance Enhancements
File No. 472/13119.RMP - Index No. 53250 - Contract No. Y15188
JRanck Electric, Inc., Mt Pleasant; CCO No. 4, Increase \$15,644.68

Description and Justification

The purpose of this change order is to provide electrical room venting, additional cameras, lighting, fiber transceivers and testing. This change is necessary to complete the fiber service connectivity. This change will result in security systems and safety alarm monitoring per the agency's request and meet code requirements.

Funding Source

100% Agency Operating Funds

Base Contract	\$1,154,500.00	Approved Director's Agenda – 4/28/2015
Change Order No. 1	\$165,231.74	Approved Ad Board Agenda – 8/4/2015
Change Order No. 2	\$15,883.07	Approved Ad Board Agenda – 10/09/2015
Change Order No. 3	\$0.00	Zero Cost Change Order
Change Order No. 4	\$15,644.68	See Justification Above
Total Contract	\$1,351,259.49	

- 11. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS, GRAYLING – Camp Grayling Airfield – Replace Helicopter Parking Pads**
 File No. 511/14193.CAK - Index No. 21000 - Contract No. Y14421
 Pyramid Paving & Contracting Company, Essexville; CCO No. 3, Increase \$153,965.00

Description and Justification

The purpose of this change order is to revise the design-build contract to cover changes requested by the Army Corp of Engineers during their plan review. This includes changes to the site layout, drainage structure, paving mix, electrical conduit and cabling, and landscaping.

Funding Source

100% Federal Funds

Base Contract	\$1,354,851.00	Approved Ad Board Agenda – 9/30/2014
Change Order No. 1	\$31,383.00	Approved Director's Agenda – 5/1/2015
Change Order No. 2	\$0.00	No Cost Change Order
Change Order No. 3	\$153,965.00	See Justification Above
Total Contract	\$1,540,199.00	

- 12. DEPARTMENT OF ENVIRONMENTAL QUALITY, GREGORY – Millie's Market Site – Bio-Sparge System Installation**
 File No. 761/10233.SAR - Index No. 44401- Contract No. Y11199,
 Nova Consultants, Inc., Novi; CCO No. 7, Increase \$124,227.28

Description and Justification

The purpose of this change order is to provide (24) months of operation and maintenance services. It's anticipated that the existing remediation system will continue to operate until the soil/groundwater meets cleanup standards. The cleanup activities are needed to protect public health, safety, welfare and the environment

Funding Source

100% Refined Petroleum Funds

Base Contract	\$348,500.00	Approved Ad Board Agenda – 6/21/2011
Change Order No. 1	\$5,817.13	Approved Director's Agenda – 3/9/2012
Change Order No. 2	\$11,499.47	Approved Director's Agenda – 1/11/2013
Change Order No. 3	\$0.00	No Cost Change Order
Change Order No. 4	\$0.00	No Cost Change Order
Change Order No. 5	\$81,215.00	Approved Director's Agenda – 6/13/2014
Change Order No. 6	\$0.00	No Cost Change Order
Change Order No. 7	\$124,227.28	See Justification Above

Total Contract	\$571,258.88
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LEASE FOR STATE OWNED PROPERTY

13. DEPARTMENT OF STATE POLICE, CORUNNA – New Lease No. 11822 with Arthur L. Irish & Mary J. Irish, Husband and Wife, 6321 Pine Hollow Drive, East Lansing, Michigan 48823, as Lessor, and the State of Michigan by the Department of Technology, Management & Budget for the Michigan State Police, as Lessee, for 4,000 square feet of office/dispatch space located at 706 West Corunna Avenue, Corunna, Michigan 48817. The Lease is effective upon obtaining State Administrative Board approval and required signatures. The annual per square foot rental rate for this space beginning July 1, 2015, is \$3.00 (\$1,000.00 per month). This rate does not include utilities, janitorial or trash/dumpster removal. This Lease contains two 5-year renewal options with an annual per square foot rental rate of \$6.00 (\$2,000.00 per month) for the first option period and increases in the second option with an annual per square foot rental rate of \$9.00 (\$3,000.00 per month). This Lease contains a Standard cancellation clause with 90-days' notice. The Attorney General has approved this Lease as to legal form.

Purpose/Business Case:

The Shiawassee County Sherriff's Department suspended all patrols for all of their Deputies outside the city limits of Owosso and Corunna. Michigan State Police is filling the gap for the County by having a dispatch office from the Flint State Police Post locate in Corunna to meet the needs of the citizens of the County.

Benefit:

This CCO will allow for the utilization of a dispatch office within Shiawassee County for the Michigan State Police to patrol including all of the county and state roads in addition to the I-69 corridor.

Funding Source:

100% General Fund

Commitment Level:

Five years with two 5-year renewal options; however, this Lease contains a Standard cancellation clause with 90-days' notice.

Risk Assessment:

Non-approval of this Lease will hinder the Department from having a local dispatch office to work for the safety and police protection of the citizens of Shiawassee County.

Zip Code:

48817

14. DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS, LANSING - Renewal Lease No. 10853 with Lawrence D. Clark and Doris A. Clark, of 6851 Millet Highway, Lansing, Michigan 48917, as Lessor, and the State of Michigan by the Department of Technology, Management & Budget for the Department of Licensing & Regulatory Affairs, as Lessee, for 11,382 square feet of laboratory space located at 7707 Rickle Road, Lansing, Michigan 48917. The Lease is effective upon obtaining State Administrative Board approval and required

signatures. The annual per square foot rental rate for this space beginning April 1, 2016, is \$24.00 (\$22,764.00 per month). This rate does not include utilities. This Lease contains an Executive cancellation clause with 90-days' notice. The Attorney General has approved this Lease as to legal form.

Purpose/Business Case:

The purpose of this renewal is to extend the current Lease for MIOSHA's laboratory space for ten years and lower the square foot rate.

Benefit:

The benefit of this renewal will allow the Department to continue to use the space uninterrupted at a cost savings.

Funding Source:

50% Federal Funds; 50% Restricted Funds (32% Securities Fund, 18% Safety Education Training Fund).

Commitment Level:

Ten years; however, this Lease contains an Executive cancellation clause with 90-days' notice.

Risk Assessment:

Non-approval of this Lease will hinder the Department from continuing to utilize a laboratory space needed for testing.

Zip Code:

48917

ADDENDUM TO LEASE FOR PRIVATE PROPERTY

15. DEPARTMENT OF HEALTH & HUMAN SERVICES, GRAND RAPIDS - Addendum No. 2 to Lease No. 10232 approved by the State Administrative Board on March 23, 2006, between Cascade Commons, LLC, 1946 Turner Avenue NW, Grand Rapids, MI 49504, as Lessor, and the State of Michigan by the Department of Technology, Management & Budget for the Department of Health & Human Services, as Lessee, for 11,318 square feet of space located at 5303 28th Street Court SE, Grand Rapids, MI 49512. This Addendum provides for extending the Lease by lengthening the renewal option and increasing the total square footage of the office. 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 beginning October 1, 2015, is \$14.06 (\$13,260.92 per month). This Lease contains a Standard cancellation clause with 90-days' notice. The Attorney General has approved this Addendum as to legal form.

Purpose/Business Case:

The purpose of this Addendum is to increase the size of the office by 2,018 square feet for a revised total of 11,318 square feet and increase the rental rate accordingly; extend the current renewal option period and add one 5-year renewal option period. In addition, the responsibility of providing janitorial services and supplies will be taken over by the Lessor.

Benefit:

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

Source of Funds:

30% General Fund; 70% Federal Funds

Commitment Level:

Six years with one 5-year renewal option; however, this Lease contains a Standard cancellation clause with 90-days' notice.

Risk Assessment:

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

Zip Code:

49512

ADDENDUM TO SUB-LEASE FOR PRIVATE PROPERTY

16. DEPARTMENT OF ENVIRONMENTAL QUALITY, CADILLAC - Addendum No. 2 to Sub-Lease No. 10215 approved by the State Administrative Board on December 20, 1994, between the City of Cadillac, a Local Unit of Government, as Lessor, and the State of Michigan by the Department of Technology, Management & Budget for the Department of Environmental Quality, as Lessee, for 19,305 square feet of space located at 120 Chain Street, Cadillac, Michigan 49601. This Addendum provides for adding one 6-year and one 15-year renewal option, and adds language for future improvements. This Addendum is effective upon obtaining State Administrative Board approval and required signatures and continues to the termination date of the Sub-Lease, or any extension. The annual per square foot rental rate for this space beginning April 1, 2015, is \$8.00 (\$12,870.00 per month). This Sub-Lease contains one 15-year renewal option with an annual per square foot rental rate of \$10.01 (\$16,103.59) per month. This Sub-Lease contains a Standard cancellation clause with 120-days' notice. The Attorney General has approved this Addendum as to legal form.

Purpose/Business Case:

The purpose of the Addendum is to add one 6-year and one 15-year renewal option, reduce the square foot rate in the first renewal option, update barrier free language, add language for new carpeting, paint, and ceiling grid as needed, update transfer of ownership process language, delete bond language, replace cancellation language, and update Sub-Lease contact information.

Benefit:

The benefit of this Addendum is to lock in a significant reduction in the cost of the Sub-Lease to the State and include needed repairs and improvements to the interior of the building. The Department will also benefit from the continued use of a facility that meets their current needs. The rental rate is within current market rates.

Source of Funds:

100% Federal Funds

Commitment Level:

Six years and one 15-year renewal option; however, this Sub-Lease contains a Standard cancellation clause with 120-days' notice.

Risk Assessment:

Non-approval of this Addendum would eliminate the cost savings the Department is set to gain with the new terms. Additionally, the Department would incur undue moving expenses and an interruption in work flow, should they be required to relocate.

Zip Code:

49601

BROKER COMMISSION PAYMENT AGREEMENT

17. DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET, GRAND RAPIDS - a Broker Commission Payment Agreement between DTMB and DTZ Americas, Inc. with offices at 8390 East Crescent Parkway, Suite 450, Greenwood Village, CO 80111. This one-time Agreement only pertains to a renewal of Sub-Lease No. 11194 with the U.S. General Services Administration (GSA) as Sub-Lessee and DTMB as Sub-Lessor for 54,903 Square feet of office space at One North Division Avenue in Grand Rapids as permitted by parent Lease No. 10954 between DTMB and the City of Grand Rapids as owner. The Attorney General has approved this form of Broker Commission Payment Agreement as to legal form.

Purpose/Business Case:

DTMB Sub-Leases office space to GSA at One North Division Avenue in Grand Rapids under Lease No. 11194 for use by the U.S Bankruptcy Court for the Western District of Michigan. Lease No. 11194 (including a one-year extension still awaiting execution by the GSA as of September 10, 2015) is set to expire on September 30, 2016. The parties are also interested in securing a longer term Sub-Lease beginning October 1, 2016. For that, GSA is contractually obliged to be represented by their private sector Broker, DTZ Americas, Inc. which charges a Broker Commission Fee to Lessors for the right to lease to its clients. In the Broker Commission Payment Agreement at hand, that fee would be equal to 2% of the Aggregate Sub-Lease Value (i.e. rent plus any operating costs paid by Sub-Lessee) during the initial renewal term of the Sub-Lease renewal. Based on current rent and informed key assumptions about other Sub-Lease renewal terms to be negotiated, this would yield a commission of approximately \$155,650.00 payable as follows: ½ at Agreement execution and ½ at GSA's occupancy with subsequent adjustments as needed. Further, a portion of the Broker's Commission yet to be negotiated would be required to be applied by DTMB as a rent credit directly to GSA.

Benefit:

Entering into this Agreement would secure DTMB's right to negotiate the renewal Sub-Lease with the GSA's broker and when that renewal Sub-Lease is in place, to continue to collect what is easily the single largest rental income for the State - currently at \$1,556,499.96 per year (\$129,708.33 per month).

Proposed Funding Source:

DTMB Building Operations Division, budget account index code 41110. Note that the rent from Sub-Lease No. 11194 also accrues to the DTMB Building Operations Division via budget account index code 40003.

Commitment Level:

From execution of the Broker Commission Payment Agreement by the State, to the end of the initial renewal term to be negotiated for Sub-Lease No. 11194, which is presently anticipated to be on September 30, 2021. When the renewal for Sub-Lease No. 11194 is negotiated, it too will be submitted for approval as to legal form by the AG and for implementation approval by the SAB.

Risk Assessment:

Non-approval of this Agreement will likely force the Federal government to not renew Sub-Lease No. 11194 in 2016 in favor of leasing elsewhere from a Lessor whom will accept their Broker Commission Payment Agreement. That could leave DTMB suddenly holding 54,903 Square footage of unused leased office space that DTMB has to pay for under Parent Lease No. 10954 between DTMB and the City of Grand Rapids.

ZIP Code:

49503

CONTRACT CHANGE ORDER

18. DEPARTMENT OF HEALTH & HUMAN SERVICES, DETROIT - CCO No. 1 for Lease No. 11713-2013 approved by the State Administrative Board on June 10, 2014, between The Realty Company 2485 Scotten, LLC, as Lessor, and the State of Michigan by the Department of Technology, Management & Budget for the Department of Health & Human Services, as Lessee. This Contract Change Order (CCO) provides for additional electrical circuits for more systems furniture, in-floor receptacles in the conference rooms, a second security gate at the entrance to the employee parking area, removal of 2 walls, and the installation of power assist door openers for all restrooms, as requested by the Department of Health & Human Services at a cost not-to-exceed \$88,288.20. The space is located at 2524 Clark Street, Detroit, MI 48216.

Purpose/Business Case:

The purpose of this CCO is to alter the original floor plan for this new office to better accommodate the staff and to allow for improved efficiency in the new space.

Benefit:

This CCO allows the Department to better utilize the new office space and provide a professional environment to clients and staff. It will also provide a cost savings by allowing for the consolidation of two Detroit MRS locations with this General Services office.

Source of Funds:

31% General Fund, 69% Federal Funds

Commitment Level:

When completed in 2015 through January 31, 2035, with two 5-year renewal options; however, this Lease contains a Legislative cancellation clause for the first 10 years of the initial 20-year term with 120-days' notice, an Executive cancellation clause for the

second 10 years of the initial 20-year term with 120-days' notice, and a Standard cancellation clause with 120-days' notice for the two 5-year renewal options.

Risk Assessment:

Non-approval of this CCO will hinder the Department from providing efficient services to its clients and will not allow the new space to properly accommodate the consolidation of multiple offices.

ZIP Code:

48216

11/2/2015 – 3:15 P.M. -FINAL

SUPPLEMENTAL AGENDA

BUILDING COMMITTEE / STATE ADMINISTRATIVE BOARD

November 3, 2015 /November 17, 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.

REVISION TO CONSTRUCTION MANAGEMENT

1. DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET, VARIOUS
 – DTMB Owned and Managed – Capital Area Reconfiguration
 File No. 071/15050.JRC - Index No. 00282 - Contract No. Y15150
 The Christman Company, Lansing; Modification No. 2, Increase \$5,280,217.00

Description and Justification

The purpose of this modification is to provide and continue the construction trade material and labor components of the Capital Area Reconfiguration (CAR). The Christman Company through their Contract for Project Construction Management Services has completed and assembled the required Contract Bidding Documents, initiated the bidding process, and obtained competitively, the bid subcontractor proposals for the subject work. Separate bid packages have been accepted and evaluated including landscaping, ADA site work/parking, masonry, roofing, glass/glazing, general trades, metal frame/drywall/insulation, hard tile and terrazzo, painting and wall covering, fire protection, mechanical and electrical systems. The subject work scope will be implemented at both the General Office Building and State Warehouse Facility Building locations.

Funding Source

100% Lump Sum Special Maintenance - GF

Base Contract	\$250,000.00	The purpose of the contract is to provide construction management services for cost estimating, coordinating design modifications, assembling bid documents, and entering into contracts Phases II, III and IV of the project. Fees for the construction management services will be negotiated based on a percentage of the construction cost. Approved Director's Agenda – 3/13/2015
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11/2/2015 – 3:15 P.M. -FINAL

Change Order No. 1	\$1,689,863.00	Approved Ad Board Agenda – 10/20/2015
Change Order No. 2	\$5,280,217.00	See justification above
Total Contract	\$7,220,080.00	

Mr. Fielek presented the Building Committee Report for the regular meeting of November 3, 2015. After review of the foregoing Building Committee Report, Mr. Fielek moved that the Report covering the regular meeting of November 3, 2015, be approved and adopted with Item 2 withdrawn from the regular agenda by the Department of Technology, Management & Budget. The motion was supported by Ms. Jarois and unanimously approved.

APPROVED
November 17, 2015

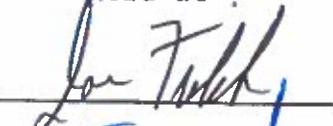
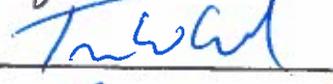
November 17, 2015 No. 20

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 November 3, 2015. Those present being:

Chairperson:	<u>Joe Fielek, representing</u> State Treasurer Khouri	Approved	
Member:	<u>Travis Weber, representing</u> Governor Snyder	Approved	
Member:	<u>Daniel Sonneveldt, representing</u> Attorney General Schuette	Approved	

Others: James Shell, Department of Attorney General; Nat Forstner, Lt.
Governor's Office; Rose Jarois, Department of State; Tammy Martin,
Pat Mullen, Shelby Troub, Department of Technology, Management and
Budget; Bill Rottiers, Department of Transportation; Rory Lafferty,
Health Alliance Plan

Mr. Fielek called the meeting to order.

The Finance and Claims Committee Regular Agenda and Supplemental Agenda
were presented with Item 2(1) withdrawn from the supplemental agenda.

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

Mr. Fielek adjourned the meeting.

*At the State Administrative Board meeting on November 17, 2015, Item
11(2) from the regular agenda was withdrawn by the Department of
Technology, Management and Budget.*

11/13/2015 12:48 p.m. FINAL

A G E N D A

FINANCE AND CLAIMS COMMITTEE
November 3, 2015, 11:00 a.m.
Lake Superior Room
1st Floor, Michigan Library
and Historical Center

STATE ADMINISTRATIVE BOARD
November 17, 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

1. DEPARTEMENT OF MILITARY AND VETERENS AFFAIRS

1) Therapy Management, Inc. \$ 780,000.00 Total
Bay City, MI FY16-18 40% Federal Funds
30% General Funds
30% Restricted Funds
Income Assessment
Physical Therapy Services

2. STATE POLICE

1) Elizabeth McGuire Heller \$ 270,000.00 Total
Manchester, MI FY16-19 100% Federal Funds
STOP Violence Against Women
Grant Coordinator

SECTION II - AGENCY SUBMITTED - CONTRACT CHANGES

SECTION III - AGENCY SUBMITTED - NEW GRANTS

3. DEPARTMENT OF HEALTH & HUMAN SERVICES

1) Orchards Children's Services \$ 285,000.00 Total
Southfield, MI FY16-18 100% Federal Funds
To provide Family Preservation
services to families referred
by Sanilac County to develop
parenting skills

3. DEPARTMENT OF HEALTH & HUMAN SERVICES continued

- 2) Action for Healthy Kids, Inc.
Chicago, IL \$ 370,590.00 Total
FY16 100% Federal Funds
One-year grant agreement to create opportunities for kids to increase physical activity and increase their nutrition knowledge
- 3) Various - Centers for Independent Living
(List on file) \$ 1,558,341.00 Total
FY16 100% Federal Funds
One-year grant agreement to provide funding for nursing facility transitioning from a nursing facility to another living arrangement in a private residence
- 4) Various Counties
(List on file) \$ 3,874,400.00 Total
FY16 31% General Funds
69% Federal Funds
Collaboration of Michigan Rehabilitation Services and Centers for Independent Living through coordination of Title I Services

4. DEPARTMENT OF NATURAL RESOURCES

- 1) Mississippi State University
Mississippi State, MS \$ 1,931,600.00 Total
FY16-21 100% Federal Funds
Grant for predator/prey survey

5. DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT

- 1) Various Statewide Michigan Works! Agencies
(List on file) \$ 520,800.00 Total
FY16 100% Restricted Funds
Penalty & Interest
Funds used to coordinate employer recruitment, strategic planning, marketing, curriculum development/ administration

5. DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT continued

- | | | |
|----|---|---|
| 2) | Various Statewide Workforce
Development Boards
(List on file) | \$ 900,000.00 Total
FY15-17 100% Federal Funds
Workforce Investment Act. Funds
awarded to workforce
development areas as incentive
funding for aligning with the
Regional Prosperity Initiative.
Funds allocate may be used for
any allowable Workforce
Innovation and Opportunity Act
activity |
| 3) | Various Michigan Works!
Agencies (MWA)
(List on file) | \$ 15,000,000.00 Total
FY16 100% General Funds
Skilled Trades Training Fund
(STTF) to provide training
dollars to Michigan's
businesses to train new and
current employees |

SECTION IV - AGENCY SUBMITTED - GRANT CHANGES6. DEPARTMENT OF HEALTH & HUMAN SERVICES

- | | | |
|----|--|--|
| 1) | Michigan State University
Lansing, MI | \$ 165,000.00 Amendment
\$ 330,000.00 New Total
FY16 100% Federal Fund
Add funds and a one-year
extension for contractor to
serve as a Medical Consultant
for psychotropic formularies,
policies, and processes and
provide training to MDHHS
health liaison officers
providing services to foster
children |
|----|--|--|

6. DEPARTMENT OF HEALTH & HUMAN SERVICES continued

- 2) Disability Network Southwest \$ 247,330.00 Amendment
Michigan (DN/SWM) \$ 498,230.00 New Total
Kalamazoo, MI FY16 100% Federal Funds
An increase to a one-year grant agreement to provide funding for nursing facility transition services which are non-reoccurring expenses for persons transitioning from a nursing facility to another living arrangement in a private residence
- 3) Michigan Primary Care \$ 137,200.00 Amendment
Association \$ 1,631,061.00 New Total
Lansing, MI FY16 65% Federal Funds
29% General Funds, 6% Restricted Funds
An increase to a one-year grant agreement to provide funding to various health and human services projects
- 4) Michigan Public Health \$ 16,221,403.00 Amendment
Institute \$ 18,014,893.00 New Total
Okemos, MI FY16-18 90% Federal Funds
10% General Funds
An increase to a three-year grant agreement to provide funding to support iCloud Migration and Transformation of existing information technology for critical department applications

6. DEPARTMENT OF HEALTH & HUMAN SERVICES continued

- 5) Regents of the University
Of Michigan
Ann Arbor, MI
- \$ 269,747.00 Amendment
\$ 12,912,666.00 New Total
FY16 71.62% Federal Funds
4.65% General Funds, 5.38%
Restricted Funds, 0.30%
Private Funds, 18.05% Local
Funds
An increase to the agreement
that provides funding for
various Health and Human
Services projects
- 6) Michigan Health Information
Technology Network
East Lansing, MI
- \$ 3,153,313.00 Amendment
\$ 10,336,557.00 New Total
FY16 90% Federal Funds
10% General Funds
An increase to a one-year
grant agreement to provide
funding for various health
and Humans Services projects
- 7) Various Vendors
(List on file)
- \$ 909,171.00 Amendment
\$ 6,311,645.00 New Total
FY16 84.81% Federal Funds
15.19% General Funds
An increase to a one-year
grant agreement to provide
rental housing funding to
non-profits that provide
housing and coordinate
supportive services to
homeless and disabled persons

6. DEPARTMENT OF HEALTH & HUMAN SERVICES continued

- | | | |
|----|---|--|
| 8) | Neighborhood Service
Organization
Detroit, MI | \$ 1,308,725.00 Amendment
\$ 2,616,245.00 New Total
FY16 79.18% Federal Funds
20.82% General Funds
An increase to a one-year
grant agreement to provide
funding for various health
and human services project |
| 9) | Wayne State University
Detroit, MI | \$ 955,964.00 Amendment
\$ 9,397,142.00 New Total
FY16 43.76% Federal Funds
31.10% State Funds, 5%
Restricted Funds, 18.68%
Private Funds, 1.46% Local
Funds
An increase to a one-year
grant agreement to provide
funding for various health
and human services projects |

SECTION V - DTMB SUBMITTED - NEW CONTRACTS7. DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET

- | | | |
|----|---|--|
| 1) | Banc of America Public
Capital Corp.
New York, NY | \$ 2,875,896.23 (4 Years)
FY15-19 100% Revolving Funds
<i>List on file</i>
071B6600010 Lease with option
to purchase EMC Storage |
| 2) | Cyber Defense Technologies
Reston, VA | \$ 2,500,000.00 (5 years)
FY15-20 100% Restricted Funds
<i>List on file</i>
007115B0004447 Vulnerability
Assessment Services (VAS) |

SECTION VI - DTMB SUBMITTED - CONTRACT CHANGES8. DEPARTMENT OF MICHIGAN GAMING CONTROL BOARD

1) Camtronics, Inc.
Detroit, MI

\$	7,828.11	Amendment
\$	588,032.07	New Total

FY16 100% Restricted Funds
State Service Fee
071B0200272 To increase funds
for security maintenance and
repair

9. DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET

1) Axiom Services, Inc.
Burton, MI

\$	42,507.00	Amendment
\$	175,604.05	New Total

FY16-17 100% Restricted Funds
Restricted Building Occupancy
071B2200215 To increase funds
and extend the contract for
University Region Janitorial -
Jackson State Office Building

2) Fiberlink Communications
Blue Bell, PA

\$	450,000.00	Amendment
\$	1,673,040.00	New Total

FY16 100% Various Funds
Varies by agency
071B3200064 To exercise a one-
year option and add funds to
allow mobile device monitoring
services and additional and
existing licenses

3) Presort Services, Inc.
Lansing, MI

\$	210,000.00	Amendment
\$	433,948.00	New Total

FY16-18 3% General Funds
97% Restricted funds
*Transportation Administration
Collection Fund and Various Fees*
071B3200074 Exercising two
option years and adding funds
for bulk mailing services
(license plates) for the
Department of State

10. DEPARTMENT OF TRANSPORTATION

- 1) Cryotech Deicing Technology
Fort Madison, IA
- \$ 0.00 Amendment
\$ 2,176,779.06 New Total
FY16 100% Restricted Funds
State Trunkline Fund
071B0200087 To extend this
contract for six months for
calcium magnesium acetate
- 2) Syntech Products
Corporation
Toledo, OH
- \$ 75,000.00 Amendment
\$ 1,177,192.40 New Total
FY16 100% Restricted Funds
State Trunkline Fund
071B0200088 To extend the
contract for six months for
non-chloride liquid deicer
- 3) TDE Group
Southfield, MI
- \$ 414,000.00 Amendment
\$ 1,656,000.00 New Total
FY16 100% Restricted Funds
State Trunkline Operations
071B3200038 To exercise the
first option year and add funds
for winter road maintenance for
the City of Pontiac

11. DEPARTMENT OF TREASURY

- 1) BS&A Software
Bath, MI
- \$ 531,802.50 Amendment
\$ 1,572,752.50 New Total
FY16-18 100% General Funds
071B3200022 To add funds and
exercise three option years for
equalization data collection
and reporting services
- 2) GC Services Limited
Palo Alto, CA
Houston, TX
- \$132,000,000.00 Amendment
\$2,832,397.39 New Total
FY16-19 100% Other Funds
Delinquent Tax Collection
071B0200101 To add funds and
exercise a three-year, eleven-
month option for collection
services

12. DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET AND DEPARTMENT OF TRANSPORTATION

- 1) Great Lakes Chloride, Inc. \$ 200,000.00 Amendment
Warsaw, IN \$ 1,329,240.00 New Total
FY16 100% Restricted Funds
071B3200004 To add funds and
an option year for Agricultural
By-Product/Anti-icing

SECTION VII - CLAIMS - PERSONAL PROPERTY LOSS

13. DEPARTMENT OF CORRECTIONS

Prisoner Claims

- 1) Joshua S. Demars #642673 \$144.75

The claimant (15-SAB/DOC-914) requests \$144.75 reimbursement for a stolen television. The Committee recommends denial of this claim.

14. DEPARTMENT OF NATURAL RESOURCES

Civilian Claims

- 1) Rhonda Baxter \$999.99

The claimant (15-SAB-090) requests \$999.99 reimbursement for damages caused by a tree located on State land falling onto her camper. The Committee recommends approval of \$999.99 for this claim.

- 2) Kyle Becksvoort \$436.83

The claimant (15-SAB-088) requests \$436.83 reimbursement for damages caused by a tree located on State land falling onto his vehicle. The Committee recommends approval of \$436.83 for this claim.

15. DEPARTMENT OF STATE

Civilian Claims

- 1) Pontoons, LLC \$8.90

The claimant (15-SAB-091) requests \$8.90 reimbursement for credit card interest resulting from branch error. The Committee recommends approval of \$8.90 for this claim.

- 2) Toni Ann-Watson Owens \$906.00

The claimant (15-SAB-093) requests \$906.00 reimbursement for towing and impound fees, lost wages, mental stress and alternate transportation. The Committee recommends approval of \$5.00 for this claim.

16. DEPARTMENT OF TRANSPORTATION

Civilian Claims

- 1) Ken Belk \$308.95

The claimant (15-SAB-104) requests \$308.95 reimbursement for damages vehicle damage caused by debris falling from an overpass. The Committee recommends approval of \$308.95 for this claim.

- 2) Maria Layman \$376.50

The claimant (15-SAB-103) requests \$376.50 reimbursement for damages caused by hot tar. The Committee recommends approval of \$376.50 for this claim.

SECTION VIII - CLAIMS - PERSONAL INJURY LOSS

SECTION IX - SPECIAL ITEMS

17. STATE POLICE

- 1) Requests the State Administrative Board approval to establish a petty cash fund for the Michigan State Police in the amount of \$2,500.00 to be used in their Mobile Narcotics Enforcement Team (MNET)

18. DEPARTMENT OF TREASURY

- 1) Requests approval of a resolution entitled "Michigan Education Trust Resolution 2015-8, Approval of 2016 University Contract (Full And Limited Benefits) 2016 Community College Contract (Plan D Contracts)".
- 2) Requests approval of a resolution entitled "Michigan Education Trust Resolution 2015-9, 2016 MET Charitable Contracts".

19. DEPARTMENT OF TREASURY/MICHIGAN STRATEGIC FUND

- 1) Request from the Michigan Strategic Fund for approval of a Forest Products Processing Renaissance Zone Project Title - ARAUCO New Particle Board Facility County of Crawford

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.

SECTION V - DTMB SUBMITTED - NEW CONTRACTS

2. DEPARTMENT OF CORRECTIONS AND DEPARTMENT OF ATTORNEY GENERAL

1) PTS of America, LLC \$ 655,500.00 (3 Years)

WITHDRAWN

100% Various

es by agency

007115B0005909 To transport
male and female prisoners,
escapees, parole violators,
parole absconders, and
detainees from out-of-state
locations back to Michigan

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.

APPROVED
November 17, 2015

November 17, 2015 No. 34

**Michigan State
Administrative Board**

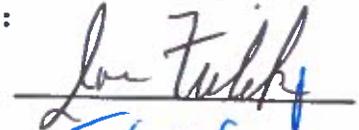
**COMMITTEE REPORT TO THE
STATE ADMINISTRATIVE BOARD**

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

A special meeting of the Finance and Claims Committee was held at 11:00 a.m. on November 17, 2015. Those present being:

Chairperson: Joe Fielek, representing
State Treasurer Khouri

Approved



Member: Travis Weber, representing
Governor Snyder

Approved



Member: Daniel Sonneveldt, representing
Attorney General Schuette

Approved



Others: David Brickey, Department of Attorney General; Jane Schultz, Department of Education; Kevin Dunn, Department of Health and Human Services; Nat Forstner, Lt. Governor's Office; Rose Jarois, Department of State; Jeff Brownlee, Tammy Martin, Pat Mullen, Shelby Troub, Department of Technology, Management and Budget; Myron Frierson, Bill Rottiers, Department of Transportation; Dawn Siggett, Fidelis Secure Care; Tony Des Chenes, Michigan Legislative Consultants; Mark Brett, James Butler, John Foren, Dennis Reese, Mary Anne Sesti, Sparrow Physicians Health Plan; John Pirich, Molina Healthcare; Gary Reed, Kandler Reed Khoury & Muchmore; Joshua Richmond, Michigan State Medical Society; Jim Connelly, Rory Lafferty, Health Alliance Plan; Christine Shearer, Michigan Association of Health Plans; Hassan Jabar, Access

Mr. Fielek called the special meeting to order.

The Finance and Claims Committee Special Agenda was presented.

James Butler, Chairman of the Board of Sparrow Physicians Health Plan, introduced Mark Brett, Senior Vice-President of Sparrow Health System. Mr. Brett spoke in opposition to the award for the Comprehensive Health Care Program.

Finance and Claims Committee Report
November 17, 2015
Page 2

Mr. Fielek asked Jeff Brownlee, Chief Procurement Officer of the Department of Technology, Management and Budget, if these procurements were conducted according to the rules and guidelines.

Mr. Brownlee said it was.

Following discussion, Mr. Sonneveldt from the Attorney General's Office made a motion that Item 2(1) be tabled from the agenda. This motion was denied.

Mr. Weber moved that the Special Agenda be recommended to the State Administrative Board for approval with Mr. Sonneveldt abstaining from voting on Item 2(1). The motion was supported by Mr. Fielek and adopted.

Mr. Fielek adjourned the meeting.

11/13//2015 1:00 p.m. FINAL

SPECIAL AGENDA

FINANCE AND CLAIMS COMMITTEE
November 17, 2015, 11:00 a.m.
Lake Superior Room
1st Floor, Michigan Library
and Historical Center

STATE ADMINISTRATIVE BOARD
November 17, 2015, 11:00 a.m.
Lake Superior Room
1st Floor, Michigan Library
and Historical Center

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

1. DEPARTMENT OF STATE

- 1) Winstead PC
Dallas, TX
\$ 300,000.00 Amendment
\$ 549,000.00 New Total
FY16 1% General Funds
99% Federal Funds
To add funds for a Special
Assistant Attorney General

SECTION III - AGENCY SUBMITTED - NEW GRANTS

SECTION IV - AGENCY SUBMITTED - GRANT CHANGES

SECTION V - DTMB SUBMITTED - NEW CONTRACTS

2. DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET

- 1) Various
(See bid tab)
\$35,000,000,000.00 (5 Years)
FY16-20 30% General Funds
70% Federal Funds
007115B0005022 Comprehensive
Health Care Program (CHCP)

Mr. Fielek presented the Finance and Claims Committee Report for the regular meeting of November 3, 2015. After review of the foregoing Finance and Claims Committee Report, Mr. Fielek moved that the Report covering the regular meeting of November 3, 2015, be approved and adopted with item 11(2) withdrawn from the regular agenda by Department of Technology, Management & Budget. The motion was supported by Ms. Jarois and unanimously approved.

Mr. Fielek presented the Finance and Claims Committee Report for the special meeting of November 17, 2015. After review of the foregoing Finance and Claims Committee Report, Mr. Brickey, from the Attorney General's Office made a motion to table item 2(1) from the special agenda. There was no support and the motion was denied. Mr. Fielek moved that the Report covering the special meeting of November 17, 2015, be approved and adopted. The motion was supported by Mr. Forstner. Mr. Brickey abstained from voting on Item 2(1) from the special agenda. The motion was approved.

APPROVED
November 17, 2015

November 17, 2015 No. 39

**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 November 3, 2015. Those present being:

Chairperson: Rose Jarois, representing
Secretary of State Johnson

Approved



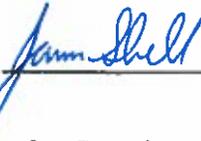
Member: Nat Forstner, representing
Lt. Governor Calley

Approved



Member: James Shell, representing
Attorney General Schuette

Approved



Others: Daniel Sonneveldt, Department of Attorney General; Travis Weber, Governor's Office; Tammy Martin, Pat Mullen, Shelby Troub, Department of Technology, Management and Budget; Bill Rottiers, Department of Transportation; Joseph Fielek, Department of Treasury; Rory Lafferty, Health Alliance Plan

Ms. Jarois called the meeting to order.

The Department of Transportation Agenda was presented.

Following discussion, Mr. Shell moved that the Transportation Agenda be recommended to the State Administrative Board with Items 1 thru 4 contingent upon approval from the Office of Commission Audit and Item 6 contingent upon approval from the Office of Attorney General and the Office of Commission Audit. The motion was supported by Mr. Forstner and unanimously adopted.

Ms. Jarois adjourned the meeting.

At the State Administrative Board meeting on November 17, 2015, Item 6 from the Department of Transportation regular agenda had a change to the dollar amount.

FINAL 10.30.15

AGENDA

DEPARTMENT OF TRANSPORTATION

TRANSPORTATION and NATURAL RESOURCES COMMITTEE
STATE ADMINISTRATIVE BOARD

T&NR Meeting: November 3, 2015-- Lake Superior Room,
1st Floor, Michigan Library and Historical Center, 11:00 AM
State Administrative Board Meeting: November 17, 2015 – Lake Superior Room,
1st Floor, Michigan Library and Historical Center, 11:00 AM



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.

CONTRACTS

1. HIGHWAYS – Design Services

Contract (2016-0033) between MDOT and Fishbeck, Thompson, Carr & Huber, Inc., will provide for short and medium span bridge design services to be performed on Brush Street over I-94 (S05 of 82024) within the limits of the I-94 Modernization Project, between I-96 and Conner Avenue in the city of Detroit, Wayne County (CS 82024 – JN 113558C). The work items will include preparation of required plans, computation of plan quantities, preparation of staging plans and special provisions for maintaining traffic during construction, and utility coordination. The contract will be in effect from the date of award through July 31, 2018. The contract amount will be \$766,686.62. Source of Funds: 90% Federal Highway Administration Funds and 10% State Restricted Trunkline Funds.

2. HIGHWAYS – Design Services

Contract (2016-0034) between MDOT and RS Engineering, LLC, will provide for short and medium span bridge design services to be performed on Cadillac Avenue over I-94 (S02 of 82025) within the limits of the I-94 Modernization Project, between I-96 and Conner Avenue in the city of Detroit, Wayne County (CS 82025 – JN 113126C). The work items will include preparation of required plans, computation of plan quantities, preparation of staging plans and special provisions for maintaining traffic during construction, and utility coordination. The contract will be in effect from the date of award through July 31, 2018. The contract amount will be \$783,670.28. Source of Funds: 90% Federal Highway Administration Funds and 10% State Restricted Trunkline Funds.

* Denotes a non-standard contract/amendment
10/30/2015

3. HIGHWAYS – Design Services

Contract (2016-0035) between MDOT and Orchard, Hiltz & McCliment, Inc., will provide for short and medium span bridge design services to be performed on Mt. Elliott Street over I-94 (S10 of 82024) within the limits of the I-94 Modernization Project, between I-96 and Conner Avenue in the city of Detroit, Wayne County (CS 82024 – JN 113552C). The work items will include preparation of required plans, computation of plan quantities, preparation of staging plans and special provisions for maintaining traffic during construction, and utility coordination. The contract will be in effect from the date of award through July 31, 2018. The contract amount will be \$848,935.73. Source of Funds: 90% Federal Highway Administration Funds and 10% State Restricted Trunkline Funds.

4. HIGHWAYS – Design Services

Contract (2016-0036) between MDOT and Bergmann Associates, Architects, Engineers, Landscape Architects & Surveyors, D.P.C., will provide for short and medium span bridge design services to be performed on Concord Avenue over I-94 (S11 of 82024) within the limits of the I-94 Modernization Project, between I-96 and Conner Avenue in the city of Detroit, Wayne County (CS 82024 – JN 113551C). The work items will include preparation of required plans, computation of plan quantities, preparation of staging plans and special provisions for maintaining traffic during construction, and utility coordination. The contract will be in effect from the date of award through July 31, 2018. The contract amount will be \$841,965.37. Source of Funds: 90% Federal Highway Administration Funds and 10% State Restricted Trunkline Funds.

5. HIGHWAYS – Design Services

Contract (2016-0037) between MDOT and DLZ Michigan, Inc., will provide for short and medium span bridge design services to be performed on French Road over I-94 (S03 of 82025) within the limits of the I-94 Modernization Project, between I-96 and Conner Avenue in the city of Detroit, Wayne County (CS 82025 – JN 113127C). The work items will include preparation of required plans, computation of plan quantities, preparation of staging plans and special provisions for maintaining traffic during construction, and utility coordination. The contract will be in effect from the date of award through July 31, 2018. The contract amount will be \$662,808.92. Source of Funds: 90% Federal Highway Administration Funds and 10% State Restricted Trunkline Funds.

6. ***HIGHWAYS – Design Services**

Contract (2016-0043) between MDOT and Tetra Tech of Michigan, P.C., will provide for as-needed design support services to be performed for the removal and replacement of eight bridges located within the limits of the I-94 Modernization Project, between I-96 and Conner Avenue in the city of Detroit, Metro Region (CSs various – JN 127727C). The work items will include mentoring small business consultants performing various design services, coordinating extensively with other MDOT design consultants to provide any information needed to complete the design tasks for which they are responsible, incorporating the required street lighting and permanent signing into the design of the roadway approaches, incorporating the selected aesthetic details into the design of the project, incorporating consultant geotechnical recommendations into the design of the roadway approaches, preparing any unique special provisions required for the project, maintaining a design project record on MDOT's ProjectWise system, and submitting proposed plans to MDOT. The contract will be in effect from the date of award through June 30, 2018. The contract amount will be \$1,660,149.50. Source of Funds: 90% Federal Highway Administration funds and 10% State Restricted Trunkline Funds.

7. ***HIGHWAYS – Owner's Representative Consultant Services**

Contract (2016-0044) between MDOT and HNTB Michigan, Inc., will provide for owner's representative consultant (ORC) services to be performed for the Metro Region freeway lighting project (Contract 2015-0206), which provides for the replacement of the existing freeway lighting infrastructure through a Public-Private Partnership (P3) in the city of Detroit and in Wayne, Oakland and Macomb Counties (CS 84917 – JN 125988). The project utilizes a design, build, finance, operate, and maintain contract structure. The ORC will review, verify, and make recommendations to the MDOT Project Manager regarding design submittals, construction work requirements, operation and maintenance requirements, and the payment mechanism of the P3 contract. The contract will be in effect from the date of award through August 20, 2018. The contract amount will be \$989,599.85. Source of Funds: 81.85% Federal Highway Administration Funds and 18.15% State Restricted Trunkline Funds.

BID LETTING PRE-APPROVALS**STATE PROJECTS**

8. Letting of December 4, 2015 Prequalification Level:
 Letting Call: 1512 001 \$4,208,000.00
 Project: GF15 38101-110027
 Local Agreement:
 Start Date: May 1, 2016
 Completion Date: November 4, 2016

Deck patching, joint replacement, epoxy overlay, partial painting, steel and concrete beam high-load hit repairs, shallow and deep concrete overlays, concrete T-beam, substructure and bridge railing repairs, ITS, and approach work on 10 structures located on I-94, Jackson County.

0.00 % DBE participation required

9. Letting of December 4, 2015 Prequalification Level:
 Letting Call: 1512 002 \$4,844,000.00
 Project: ST 79081-109334-3
 Local Agreement:
 Start Date: April 18, 2016
 Completion Date: October 14, 2016

3.87 mi of hot mix asphalt cold milling, two-course overlay, concrete curb, gutter, sidewalk and ramps, drainage, and pavement marking on M-25 and M-24 from Bay Park Road to the Tuscola/Huron county line in the village of Unionville, Tuscola County.

4.00 % DBE participation required

10. Letting of December 4, 2015 Prequalification Level:
 Letting Call: 1512 003 \$3,233,000.00
 Project: NH 82211-120062
 Local Agreement:
 Start Date: 10 days after award
 Completion Date: September 23, 2016

Bridge replacement, shallow overlay, scour countermeasures, and approach work on M-85 over Marsh Creek and Frank & Poet Drain, Wayne County.

6.00 % DBE participation required

11. Letting of December 4, 2015 Prequalification Level:
 Letting Call: 1512 004 \$2,367,000.00
 Project: EDA 25522-124371
 Local Agreement: 15-5514
 Start Date: April 18, 2016
 Completion Date: July 30, 2016

0.50 mi of hot mix asphalt roadway reconstruction including concrete paving, curb, gutter, sidewalk and ramps, grading, drainage, traffic signals, and signing on Stewart Avenue from James P. Cole Boulevard to

M-54 and on Andrews Street from Stewart Avenue to Wager Avenue in the city of Flint, Genesee County. This project includes two 5 year materials and workmanship pavement warranties.

0.00 % DBE participation required

12. Letting of December 4, 2015 Prequalification Level:
 Letting Call: 1512 015 \$17,413,000.00
 Project: IM 11015-88117
 Local Agreement:
 Start Date: March 2, 2016
 Completion Date: June 9, 2017

7.36 mi of hot mix asphalt cold milling and overlay, median cable barrier, guardrail, culvert, freeway signing, right-of-way fence, structure widening with prestressed concrete beam, concrete bridge approach, deep deck overlay, railing replacement, pier cap replacement, and substructure and beam repair on I-94 from Red Arrow Highway to northeast of Puetz Road and on I-94 bridges over Lost Dunes Drive and Puetz Road in the city of Bridgman and village of Stevensville, Berrien County. This project includes a 5 year materials and workmanship pavement warranty.

6.00 % DBE participation required

13. Letting of December 4, 2015 Prequalification Level:
 Letting Call: 1512 016 \$10,808,000.00
 Project: IM 39025-112614
 Local Agreement:
 Start Date: April 18, 2016
 Completion Date: September 30, 2016

0.96 mi of cold milling hot mix asphalt and resurfacing, interchange reconfiguration, drainage, sanitary sewer, culverts, signing, guardrail, concrete curb and gutter, pavement markings, and structure removal and replacement on I-94 from Michigan Avenue to east of 40th Street, and at Michigan Avenue and 40th Street, Kalamazoo County. This project includes one 5 year materials and workmanship pavement warranty, one 3 year materials and workmanship pavement warranty, and one 2 year warranty on concrete surface coating.

5.00 % DBE participation required

14. Letting of December 4, 2015 Prequalification Level:
 Letting Call: 1512 019 \$8,211,000.00
 Project: NH 41131-110807, ETC
 Local Agreement: 15-5518
 Start Date: 10 days after award
 Completion Date: October 31, 2018

2.26 mi of concrete weave/merge lane, full-depth pavement repairs, hot mix asphalt cold milling and resurfacing, curb and gutter, barrier and glare screen, guardrail, fence, and deck replacement on two structures on US-131 southbound from Pearl Street northerly to Ann Street and over Richmond Street, over Mill Creek/Grand Rapids Eastern Railroad, and over Ann Street in the city of Grand Rapids, Kent County. This project includes a 5 year materials and workmanship pavement warranty and a 2 year warranty on concrete surface coating.

6.00 % DBE participation required

LOCAL PROJECTS

15. Letting of December 4, 2015 Prequalification Level:
 Letting Call: 1512 005 \$1,602,000.00
 Project: MCS 63017-105318
 Local Agreement: 15-5359
 Start Date: 10 days after award
 Completion Date: July 22, 2016

Bridge removal and replacement with a precast, concrete box culvert, earthwork, and concrete paving on Featherstone Road at Grand Trunk Western Railroad in the city of Pontiac, Oakland County.

0.00 % DBE participation required

16. Letting of December 4, 2015 Prequalification Level:
Letting Call: 1512 006 \$799,000.00
Project: MCS 82022-118543
Local Agreement: 15-5507
Start Date: 10 days after award
Completion Date: August 31, 2016

Bridge preventative maintenance for partial bridge barrier replacement, rocker bearing realignment, substructure patching, drain downspout replacement, approach pavement removal and replacement with hot mix asphalt, and guardrail on Mount Elliott Street over GTW Railroad and Caniff Street, Wayne County.

0.00 % DBE participation required

17. Letting of December 4, 2015 Prequalification Level:
Letting Call: 1512 007 \$675,000.00
Project: BRT 07005-118645
Local Agreement: 15-5489
Start Date: 10 days after award
Completion Date: August 26, 2016

Bridge removal and replacement with a three-sided culvert, hot mix asphalt surfacing, and guardrail on Imperial Heights Road over Spurr River, Baraga County.

3.00 % DBE participation required

18. Letting of December 4, 2015 Prequalification Level:
Letting Call: 1512 008 \$1,414,000.00
Project: NH 25402-127071
Local Agreement: 15-5491
Start Date: April 18, 2016

Completion Date: August 26, 2016

0.42 mi of hot mix asphalt cold milling and resurfacing, pavement repairs, drainage, and concrete curb, gutter, sidewalk and ramps on Pierson Road from Linden Road to I-75, Genesee County.

5.00 % DBE participation required

19. Letting of December 4, 2015 Prequalification Level:
Letting Call: 1512 009 \$1,690,000.00
Project: MCS 33010-118679
Local Agreement: 15-5501
Start Date: 10 days after award
Completion Date: October 31, 2016

Superstructure replacement with steel beams, slope paving replacement, and approach work on Marsh Road over Canadian National Railroad, Ingham County.

0.00 % DBE participation required

20. Letting of December 4, 2015 Prequalification Level:
Letting Call: 1512 010 \$1,337,000.00
Project: STU 82457-127202
Local Agreement: 15-5466
Start Date: 10 days after award
Completion Date: 45 Working Days

0.91 mi of hot mix asphalt cold milling and resurfacing, drainage, sidewalk ramps, guardrail, signing, and pavement markings on Goddard Road from I-75 to Toledo Road in the cities of Allen Park, Lincoln Park, and Southgate, Wayne County.

7.00 % DBE participation required

21. Letting of December 4, 2015 Prequalification Level:
Letting Call: 1512 011 \$727,000.00
Project: STUL 34470-126247
Local Agreement: 15-5478
Start Date: 10 days after award
Completion Date: August 26, 2016

0.61 mi of hot mix asphalt cold milling and resurfacing, concrete curb, drainage, tree removal, sanitary sewer, sidewalk, and ADA ramps on Kent Street from the south city limits of Portland to Academy Street in the city of Portland, Ionia County.

3.00 % DBE participation required

22. Letting of December 4, 2015 Prequalification Level:
 Letting Call: 1512 018 \$520,000.00
 Project: CMG 39405-119152
 Local Agreement: 15-5486
 Start Date: 10 days after award
 Completion Date: July 29, 2016

4.10 mi of hot mix asphalt paving, concrete curb, gutter, sidewalk and ramps, drainage, signal interconnect, and signal modernization on Kilgore Road from Woodmont Drive/Burdick Street to Lovers Lane and from Lovers Lane to East Centre Avenue, Kalamazoo County.

0.00 % DBE participation required

BID LETTING POST APPROVAL

STATE PROJECTS

23. Letting of September 4, 2015 Low Bid: \$2,292,159.40
 Letting Call: 1509 027 Engineer Estimate: \$1,943,924.55
 Project: STT 16033-115777-3 Pct Over/Under Estimate: 17.91 %
 Local Agreement:
 Start Date: March 28, 2016
 Completion Date: August 5, 2016

Bridge removal and replacement with a prestressed, concrete deck, watermain replacement, and approach work on US-23 over Little Black River in the city of Cheboygan, Cheboygan County.

5.00 % DBE participation required

Bidder	As-Submitted	As-Checked	
Anlaan Corporation	\$2,292,159.40	Same	1 **
Davis Construction, Inc.	\$1,730,219.82	Same	WD
Milbocker and Sons, Inc.	\$2,325,775.31	Same	3

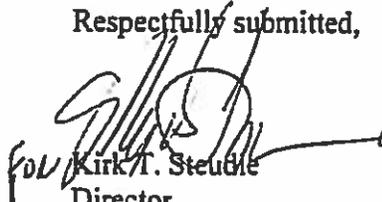
Total Number of Bidders: 3

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.

* Denotes a non-standard contract/amendment
 10/30/2015

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

Ms. Jarois presented the Transportation and Natural Resources Committee Report for the regular meeting of November 3, 2015. After review of the Transportation and Natural Resources Committee Report, Ms. Jarois moved that the Report covering the regular meeting of November 3, 2015, be approved and adopted with a correction made to the dollar amount of Item 6 on the Department of Transportation agenda. The motion was supported by Mr. Forstner and unanimously approved.

8. MOTIONS AND RESOLUTIONS:

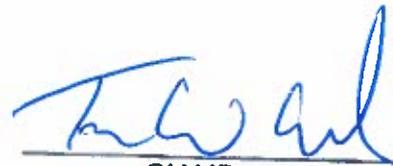
None

9. ADJOURNMENT:

Mr. Weber adjourned the meeting.



SECRETARY



CHAIRPERSON