

**PONTIAC CITY COUNCIL
FORMAL MEETING
July 21, 2016
6:00 pm
141st Session of the 9th Council**

It is this Council's mission "To serve the citizens of Pontiac by committing to help provide an enhanced quality of life for its residents, fostering the vision of a family-friendly community that is a great place to live, work and play."

Call to order

Moment of Silence or Invocation

Pledge of Allegiance

Roll Call

Authorization for excused absences for councilmembers

Amendments to and approval of the agenda

Approval of Minutes

1. July 14, 2016

Closed Session

2. Resolution to go into Closed Session.

Departmental Head Reports

Subcommittee Oral Report

Community Announcements

Recognition of Elected Officials

Agenda Address

AGENDA ITEMS

Agreements/Contracts

3. Resolution for the Paddock Contract Amendment.

Ordinances

4. Ordinance from the Mayor in regards to the Proposed Temporary Increase to Retirees.

Public Comment

Mayor Report

Clerk and Council Closing Comments

Adjournment

July 14, 2016

**Official Proceedings
Pontiac City Council
140th Session of the Ninth Council**

A Regular Meeting of the City Council of Pontiac, Michigan was called to order in City Hall, Thursday, July 14, 2016 at 6:00 p.m. by President Patrice Waterman.

Moment of Silence

Invocation – Kermit Williams

Pledge of Allegiance

Roll Call

Members Present: Pietila, Taylor-Burks, Waterman, Williams and Woodward.

Members Absent: Carter and Holland.

Mayor Waterman was absent.

Deputy Mayor Jane Bais-Disessa was present.

Clerk announced a quorum.

16-182 **Excuse Councilman Randy Carter and Mark Holland for personal reasons.** Moved by Councilperson Pietila and supported by Councilperson Taylor-Burks.

Ayes: Pietila, Taylor-Burks, Waterman, Williams and Woodward

No: None

Motion Carried.

16-183 **Approval of the Agenda.** Move by Councilperson Pietila and supported by Councilperson Taylor-Burks.

Ayes: Pietila, Taylor-Burks, Waterman, Williams and Woodward

No: None

Motion Carried.

16-184 **Journal of July 7, 2016.** Moved by Councilperson Pietila and supported by Councilperson Woodward.

Ayes: Pietila, Taylor-Burks, Waterman, Williams and Woodward

No: None

Motion Carried.

Councilman Holland and Williams arrived at 6:09 p.m.

Department Head Report - Deputy Mayor Jane Bias-DiSessa and DPW Director Terrance King

16-185 **Resolution for Street Light Maintenance.** Moved by Councilperson Williams and supported by Councilperson Pietila.

July 14, 2016

Whereas, The City of Pontiac is in need of a contractor to perform Street Light Maintenance throughout the City; and,

Whereas, the City solicited bids for this project; and,

Whereas, the lowest qualified bidder is a monthly based company, and is being recommended for a contract; and,

Whereas, the contract will be granted for a one (1) year, with an option of extending the contract for two additional years, in one year increments, following the bid prices for 2016 (Year 1);

Now, Therefore, Be It Resolved, that the Pontiac City Council grants the one (1) year contract, with the option of extending the contract for an additional two years, for Street Light Maintenance to State Line construction & Maintenance as presented.

Ayes: Holland, Pietila, Taylor-Burks, Waterman, Williams and Woodward

No: None

Resolution Passed.

16-186 Resolution for Traffic Maintenance Agreement with the Road Commission for Oakland County. Moved by Councilperson Pietila and supported by Councilperson Taylor-Burks.

Whereas, The City of Pontiac has requested and received a quote for Traffic Signal Operation and Maintenance from RCOG on April 11, 2016, and;

Whereas, the Department of Public Works has reviewed and compared proposed costs to current expenses, and;

Now, Therefore, Be It Resolved, The Pontiac City Council authorizes the Mayor or the Deputy Mayor to enter into agreements for Traffic Signal Operation and Maintenance until such time as the City deems the agreement not beneficial. This agreement can be terminated with thirty day written notice.

Ayes: Holland, Pietila, Taylor-Burks, Waterman, Williams and Woodward

No: None

Resolution Passed.

Special Presentation – Downtown Business Association (DBA)

Subcommittee Oral Report – Public Safety – Mary Pietila and DPW-Doris Taylor-Burks

Recognition of Elected Officials – Rosie Lance-Richardson, Chairperson of Pontiac Library Board

There were 6 individuals who addressed the body during public comments.

President Patrice Waterman left the meeting at 7:26 p.m.

Finance Director Nevrus Nazarko Reported.

16-187 Resolution for Workers Compensation and Liability Insurance Renewal. Moved by Councilperson Taylor-Burks and supported by Councilperson Woodward.

Whereas, the Huttenlocher Group, the City's insurance agent has presented the City with proposals for workers compensation and general liability and property insurance for coverage beginning July 1, 2016; and,

Whereas, the Deputy Mayor and Finance Director have reviewed the proposals, have recommended that both proposals are accepted, and have certified available funding;

July 14, 2016

Now, Therefore, Be It Resolved, that the City Council approves the proposal from the Accident Fund of Michigan for a premium of \$65,256 and approves the proposal from the Michigan Municipal Risk Management Authority for general liability and property insurance for the total contribution of \$774,030.

Ayes: Holland, Pietila, Taylor-Burks, Williams and Woodward

No: None

Resolution Passed.

16-188 **Resolution for Demolition Contractor Recommendation.** Moved by Councilperson Williams and supported by Councilperson Pietila.

Whereas, The City of Pontiac is in need of contractors to perform Home Demolition Services throughout the City; and,

Whereas, the City solicited bids for Batches 4A, 5A, & 6A; and,

Whereas, the three (3) lowest bidders are being recommended for contracts; and,

Whereas, the contract will be granted for each Home Demolition, following the bid prices for Batches 4A, 5A, & 6A;

Now, Therefore, Be It Resolved, that the Pontiac City Council grants three (3) contracts, for Home Demolition Services for Batch 4A to International Construction, Inc. and Batch 5A and 6A to S.A. Torello Demolition, Inc. as presented.

Ayes: Holland, Pietila, Taylor-Burks, Williams and Woodward

No: None

Resolution Passed.

Mayor Deidre Waterman arrived at the meeting at 8:06 p.m.

City Clerk Sherikia L. Hawkins, Councilwoman Doris Taylor-Burks, Councilman Kermit Williams, Councilman Don Woodward, Councilman Mark Holland, and Pro-Tem Mary Pietila made closing comments.

Mayor Deidre Waterman Reported.

Councilwoman Doris Taylor-Burks left the meeting at 9:01 p.m.

Pro-Tem Mary Pietila adjourned the meeting at 9:07 p.m.

SHERIKIA L. HAWKINS
CITY CLERK

CLOSED SESSION

City of Pontiac

Pontiac City Council

Whereas, the City's attorney has presented the city two written legal memorandums;

Whereas section 8 (h) to consider material exempt from discussion or disclosure by state or federal statute.

Whereas, Section 13 (1) (g) of the Freedom of Information Act which exempts from public disclosure information or records subject to the attorney client privilege;

Therefore, Be It Resolved that the Pontiac City Council recesses into closed session for the purpose of consulting with its attorney regarding the written legal memorandums.

AGREEMENTS/CONTRACTS



CITY OF PONTIAC

OFFICIAL MEMORANDUM

Executive Branch

TO: Honorable Mayor, Council President and City Council Members

FROM: Jane Bais-DiSessa, Deputy Mayor, at the request of
John V. Balint, City Engineer

DATE: July 19, 2016

RE: Paddock Street Contract Amendment

On June 2nd, 2016, the Pontiac City Council approved a resolution to enter into a contract with Angelo lafrate for the Paddock Road reconstruction. Since that time, it has become evident that Franklin Road is in need of immediate attention, especially just North of South Boulevard. In an effort to get this area repaired in time for Dream Cruise as well as to save money, the Department of Public Works, Engineering Division would like to add the Franklin Road repairs to the existing contract with Angelo lafrate. In doing so, there will be significant savings with respect to traffic control, mobilization as well as many other items.

We have approached Angelo lafrate regarding the additional work. They have provided us a quote for the work, which is primarily based on the already bid items of work that are included in the Paddock project. The total for the proposed work on Franklin Road is \$198,039.45

It is the recommendation of the Department of Public Works, Engineering Division that the City amend the existing contract with Angelo lafrate, adding the additional Franklin Road work to their contract.

WHEREAS, The City of Pontiac has approved and entered into a contract with Angelo Iafrate Construction for the reconstruction of Paddock Road on July 8, 2016, and;

WHEREAS, the Department of Public Works, Engineering Division had requested and received a quote for the additional work on Franklin Road and has reviewed the proposed costs, and;

WHEREAS, The Department of Public Works, Engineering Division requests amending the existing contract with Angelo Iafrate to add the Franklin Road resurfacing work for an additional cost of \$198,039.45

NOW, THEREFORE,
BE IT RESOLVED, The Pontiac City Council authorizes the Mayor or the Deputy Mayor to amend the existing Paddock Reconstruction Project contract to add the Franklin Road Resurfacing work for the above listed amount.

JVB

attachments



ENGINEER'S OPINION OF PROBABLE PROJECT COST

PROJECT: Franklin Road - CPM Overlay LOCATION: Pontiac, MI BASIS FOR ESTIMATE: <input type="checkbox"/> CONCEPTUAL <input checked="" type="checkbox"/> PRELIMINARY <input type="checkbox"/> FINAL Scope: 2" CPM overlay of Franklin Road from South Blvd. to Rockwell 150' length of full R & R north of South Blvd Goal: Maximize scope of work with targeted budget of \$150K - \$200K Project Length: 1,800 ft	DATE: 6/7/2016 PROJECT NO.: 20160418 ESTIMATOR: CEH CHECKED BY:
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DESCRIPTION	QUANT.	UNIT	UNIT PRICE		TOTAL
Mobilization, Max 10%	1	LSum	\$ 19,750.00	\$	19,750.00
Excavation, Earth (SPECIAL)	150	Cyd	\$ 25.00	\$	3,750.00
Curb and Gutter, Rem (SPECIAL - PATCHING)	250	Ft	\$ 20.00	\$	5,000.00
Pavt, Rem, Special	600	Syd	\$ 10.00	\$	6,000.00
Curb and Gutter, Conc, Det C4 (SPECIAL - PATCHING)	250	Ft	\$ 30.00	\$	7,500.00
Cold Milling HMA Pavt	5,100	Syd	\$ 2.00	\$	10,200.00
Aggregate Base, 9 inch, Modified (SPECIAL)	600	Syd	\$ 15.00	\$	9,000.00
HMA 5E3	620	Ton	\$ 100.00	\$	62,000.00
HMA 4E3	100	Ton	\$ 125.00	\$	12,500.00
HMA 3E3	150	Ton	\$ 100.00	\$	15,000.00
Structure Adjustment, Case 1	10	Ea	\$ 500.00	\$	5,000.00
Structure Adjustment, EJ 1020H, 2"	8	Ea	\$ 250.00	\$	2,000.00
Structure Adjustment, Additional Depth	6	Ft	\$ 200.00	\$	1,200.00
Pavt Mrkg, Regular Dry, 4 inch, Yellow	3,600	Ft	\$ 0.35	\$	1,260.00
Pavt Mrkg, Regular Dry, 2nd Application, 4 inch, Yellow	3,600	Ft	\$ 0.10	\$	360.00
Pavt Mrkg, Regular Dry, 4 inch, White	250	Ft	\$ 0.35	\$	87.50
Pavt Mrkg, Regular Dry, 2nd Application, 4 inch, White	250	Ft	\$ 0.10	\$	25.00
Pavt Mrkg, Ovly Cold Plastic, Lt Turn Arrow Sym	2	Ea	\$ 165.00	\$	330.00
Pavt Mrkg, Ovly Cold Plastic, Only Sym	2	Ea	\$ 165.00	\$	330.00
Pavt Mrkg, Ovly Cold Plastic, 18 inch, Stop Bar	24	Ft	\$ 8.00	\$	192.00
Sign, Type B, Temp, Prismatic, Furn & Oper *	275	Sft	\$ 10.01	\$	2,752.75
Plastic Drum, High Intensity, Furn & Oper	100	Ea	\$ 18.01	\$	1,801.00
Baricade, Type III, High Intensity, Double Sided, Lighted, Furn & Oper	20	Ea	\$ 80.01	\$	1,600.20
Minor Traf Devices	1	LSum	\$ 27,000.00	\$	27,000.00
Traffic Regulator Control	1	LSum	\$ 1.00	\$	1.00
Restoration, Inc. 2" Topsoil, Mulch and Hydrosseed, TUF Mix **	170	Syd	\$ 20.00	\$	3,400.00

Notes: Total Construction Costs \$ 198,039.45

- Costs not included:**
- * Design, construction engineering, inspection, layout, etc.
 - * Base repairs, joint repairs not included in scope
 - * Underground / utility improvements
 - * Signal work
 - * Perm signing improvements

- Assumptions:**
- * Design life of improvement is less than 5 years with reflective cracking expected after first winter
 - * As directed / needed quantity of 250' of curb & gutter replacement included
 - * MOT / Temp signing quantities incomplete
 - * EJ structure cover/adjustment rings / product ID to be finalized

-Given the small quantities/small work area/change in character of the work compared to Paddock Street where entire street is being reconstructed, the unit cost for earth excavation, curb removal and replacement, and aggregate base is higher. In order to avoid problems trying to use the same unit prices from Paddock St., I suggest we call them "SPECIAL" so we are not locked into the same units.

-Sign, Type B = 1500 sft quantity originally listed seems excessive. I changed to 275 sft to match what is on the Paddock Street project, assuming it should be more or less equal to that.

-Restoration = 2,000 syd quantity originally listed seems excessive. I changed to 175 syd (assuming back of curb 6' wide x 250' at the curb repairs).

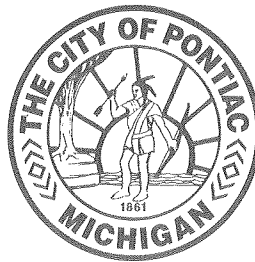
-HMA mixes are assumed to have final A/C grade of 64-22.

-Our proposal is based upon completing the scope of work under a total road closure, with all traffic detoured.

Misc. Notes / Comments:

- * ADA Sidewalk and Ramp improvements planned as future projects and not in this scope

ORDINANCES



DR. DEIRDRE WATERMAN
MAYOR
CITY OF PONTIAC

July 19, 2016

To: The Honorable City Council

From: Dr. Deirdre Waterman, Mayor

Re: Proposed Temporary Increase to Retirees

Please note that the temporary benefit for GERS will be expiring in August 2016. I am recommending that the temporary increase be extended for one year. The estimated cost for the year is \$4,990,000.

It is respectfully requested that the attached recommended Emergency Ordinance be adopted.

Sincerely,

Dr. Deirdre Waterman
Mayor

Attachment: Emergency Ordinance, GERS Proposal Temporary Increase to Retiree.

06/09/16

Memo

To City of Pontiac
Attn: Mr. Nevrus Nazarko
47450 Woodward Avenue
Pontiac, MI 48340

From Heath Merlak, FSA, EA, MAAA
Danielle Winegardner, ASA, EA, MAAA

Re **City of Pontiac General Employees' Retirement System
Actuarial Analysis of \$400 Monthly Supplement through August 31, 2017**

As requested by the City of Pontiac, we have estimated the impact of extending the \$400 monthly benefit supplement from August 31, 2016 to August 31, 2017 for participants in payment status of the City of Pontiac General Employees' Retirement System. The \$400 monthly benefit would not be subject to cost of living increases. Based on December 31, 2015 census data, 1,134 participants are expected to receive the \$400 monthly supplement during this time frame. Liabilities are expected to increase by 2.0%, reducing the funded percentage by 3.2%. However, due to the current surplus position of the plan, there is no change to the recommended contribution. The results as of December 31, 2015 are summarized in the following table:

	Prior to Supplement Extension	After \$400 Supplement Extension	Impact of Extending \$400 Supplement
12/31/2015 Accrued Liability	\$ 252,615,769	\$ 257,605,769	\$ 4,990,000
12/31/2015 Plan Assets	\$ 417,151,476	\$ 417,151,476	N/A
12/31/2015 Unfunded Accrued Liability	\$ (164,535,707)	\$ (159,545,707)	\$ 4,990,000
12/31/2015 Funded Percentage	165.1%	161.9%	-3.2%
12/31/2015 Annual Recommended Contribution	\$0	\$0	\$0

The actuarial assumptions and methods, plan provisions, and participant data used in this analysis are the same as those used in the December 31, 2015 City of Pontiac General Employees' Retirement System Actuarial Valuation Report. As a result, these sections of the report dated May 12, 2016 should be considered part of this memo. The impact of extending the \$400 monthly supplement was calculated assuming a 7.50% interest rate.

Future actuarial measurements may differ significantly from the current measurements presented in this memo due to such factors as plan experience differing from that anticipated by the economic or demographic assumptions and changes in plan provisions or applicable law.

The Nyhart Company

Tel 317-845-3500 / 800-428-7106
Fax 317-845-3650

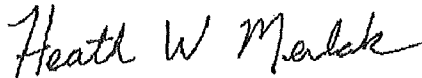
8415 Allison Pointe Boulevard, Suite 300 www.nyhart.com
Indianapolis, IN 46250

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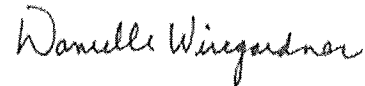
The information presented is based on the information furnished to us by the Plan Administrator. All calculations have been made in accordance with generally accepted actuarial principles and practice.

If you have any questions, please do not hesitate to contact us. We can be reached at heath.merlak@nyhart.com and danielle.winegardner@nyhart.com or by phone at 317-845-3500.

Thank you,



Heath W. Merlak, FSA, EA, MAAA



Danielle Winegardner, ASA, EA, MAAA

Ordinance No. 2xxx

An ordinance to provide for a limited increase in pension payments for certain members of the General Employee Retirement System.

Whereas, the temporary increase to certain members of the GERS pension system is set to expire on August 31, 2016; and,

Whereas, the City Council desires that this temporary increase continues for at least one more year; and,

Whereas, in order for this temporary increase to continue, the Transition Advisory Board must recommend that the State Treasurer approve an amendment to Order S-307; and,

Whereas, such amendment must be approved by the State Treasurer before September 1, 2016; and,

Whereas, the Pontiac City Council considers this an emergency.

The City of Pontiac ordains:

Section 1. Amendments.

The General Employee Retirement System ordinance shall be amended to read as follows:

- a. Section 17.6 shall be amended to add the following language:

Temporary Pension Increase

"All persons who are receiving retirement benefits as of August 1, 2016 and who enter pay status through August 1, 2017, shall be entitled to receive an increase in their monthly allowance of four hundred dollars (\$400.00) per month beginning September 1, 2016 through August 31, 2017.

Section 2. Severability.

If any section, or provision of this Ordinance shall be declared to be unconstitutional, void, illegal, or ineffective by any Court of competent jurisdiction, such section, clause or provision declared to be unconstitutional, void or illegal shall thereby cease to be a part of this Ordinance, but the remainder of the Ordinance shall stand and be in full force and effect.

Section 3. Repealer.

All Ordinances or parts of Ordinances in conflict herewith are hereby repealed only to the extent necessary to give this Ordinance full force and effect.

Section 4. Publication.

The Clerk shall publish this Ordinance in a newspaper of general circulation.

Section 5. Emergency Declaration and Effective Date.

This Ordinance is declared an emergency to allow the pension recipients to collect the increase authorized in this Ordinance on the date identified in this Ordinance and shall be effective immediately upon adoption by the City Council and approval by the Transition Advisory Board and State Treasurer. This ordinance must be approved by the State Treasurer by August 31, 2016. I, Sherikia L. Hawkins, Clerk of Pontiac, Michigan, does hereby certify that the forgoing ordinance was published in the Oakland County News on this ??? day of August 2016.

Sherikia L. Hawkins, City Clerk.

NOTES
