



CITY OF AUBURN HILLS

Regular City Council Meeting

November 16, 2020

CALL TO ORDER: Mayor McDaniel at 7:00 PM.
LOCATION: Virtual Meeting, Auburn Hills, MI 48326
Present: Mayor McDaniel, Council Members Burmeister, Kittle, Knight, Marzolf, Moniz and Verbeke
Absent: None
Also Present: City Manager Tanghe, Assistant City Manager Grice, City Attorney Beckerleg, City Clerk Pierce, Mgr. of Business Development Carroll, Fire Chief Taylor, Police Chief Baker, Director of Authorities Skopek, Deputy Assessor Collias, Community Development Director Cohen, Deputy DPW Director Stahly, Mgr of Public Utilities Deman, Mgr of Roads & Fleet Michling, Finance Director/Treasurer Schulz, Deputy Finance Director/Deputy Treasurer Farmer, Engineer Juidici, Assessor

9 Guests

4. APPROVAL OF MINUTES

4a. City Council Workshop Minutes, November 2, 2020

Moved by Verbeke, Seconded by Moniz.

RESOLVED: To approve the City Council Workshop Minutes of November 2, 2020 as presented.

VOTE: Yes: Burmeister, Kittle, Knight, Marzolf, McDaniel, Moniz, Verbeke

No: None

Resolution No. 20.11.156

Motion Carried (7 - 0)

4b. City Council Regular Meeting Minutes, November 2, 2020

Mr. Knight asked that the following phrase be added to the comment section; *He and his wife will match any contributions by individuals or families at 10% up to \$10,000 by March 31, 2021.*

Moved by Knight, Seconded by Kittle.

RESOLVED: To approve the City Council Regular Meeting Minutes of November 2, 2020 as corrected.

VOTE: Yes: Burmeister, Kittle, Knight, Marzolf, McDaniel, Moniz, Verbeke

No: None

Resolution No. 20.11.157

Motion Carried (7 - 0)

5. APPOINTMENTS AND PRESENTATIONS

5a. Motion – To confirm the appointment of Shawanna Fletcher to the Board of Review

Moved by Moniz, Seconded by Verbeke.

RESOLVED: To confirm the appointment of Shawanna Fletcher to the Board of Review for a term ending 12/31/2021.

VOTE: Yes: Burmeister, Kittle, Knight, Marzolf, McDaniel, Moniz, Verbeke

No: None

Resolution No. 20.11.158

Motion Carried (7 - 0)

5b. Third Quarter Investment Report Presentation, by Insight Investment

Ms. Schulz presented Mr. David Witthohn with Insight Investment. Mr. Witthohn presented the Third Quarter Investment Report. He shared the portfolio has a 1.5% return on the investment. He stated that the portfolio is well positioned but, it will take time to get over the pandemic.

Moved by Verbeke, Seconded by Burmeister.

RESOLVED: To receive and file the Third Quarter Investment Report.

VOTE: Yes: Burmeister, Kittle, Knight, Marzolf, McDaniel, Moniz, Verbeke

No: None

Resolution No. 20.11.159

Motion Carried (7 - 0)

6. PUBLIC COMMENT

Mr. Tyson Brown of 3097 Waukegan commented that he has heard the Mom's Memorial will be moved to the Aaron Webster Cemetery. He questioned what would be happening to the bronze portion on the current memorial. He stated that the historical society would like to see the bronze portion preserved and put on display in a public place if it is not going to be incorporated into the new memorial. He stated the bronze portion is important to the Auburn Hills history and should be put in archival storage not discarded.

Mr. Knight shared that the committee has not come to any conclusions but will pass along the information from the Historical Society. The idea is that there will a section in the cemetery to recognize those that served during WWII.

7. CLOSED SESSION

7a. Motion - To meet in closed session to discuss an attorney opinion letter.

Moved by Knight, Seconded by Marzolf.

RESOLVED: To meet in closed session to discuss an attorney opinion pursuant to MCL 15.268 8(h) of the Open Meetings Act.

VOTE: Yes: Burmeister, Kittle, Knight, Marzolf, McDaniel, Moniz, Verbeke

No: None

Resolution No. 20.11.160

Motion Carried (7 - 0)

City Council recessed to Closed Session at 7:31 PM.

City Council reconvened in Open Session at 8:08 PM.

8. CONSENT AGENDA

The following items were removed from the Consent Agenda:

- Item 8e (List of Authorized Depositories) by Mr. Knight
- Item 8b (Riverside Riverbank Stabilization Project) by Mr. Marzolf

8a. Board and Commission Minutes

8a.1 Planning Commission, November 4, 2020

RESOLVED: To receive and file the Board and Commission Minutes.

8c. Motion - To amend the City's Investment Policy as indicated as of November 16, 2020.

RESOLVED: To amend the City's Investment Policy as reviewed and approved as of November 16, 2020 with the amendment indicated in the draft policy.

8d. Motion – To approve the list of Authorized Broker/Dealers.

RESOLVED: To adopt the resolution approving the attached list of authorized broker/dealers used by the Investment Manager on behalf of the City. (Attachment A)

8f. Motion - To receive and file the 3rd Quarter 2020 Cash Management Summary and Executive reports.

RESOLVED: To receive and file the AndCo Consulting 3rd Quarter 2020 Cash Management Summary and Executive reports.

8g. Motion - To approve the purchase of three Police 2021 Dodge Chargers.

RESOLVED: To approve the purchase of three Dodge Chargers from Lafontaine Chrysler Dodge Jeep Ram FIAT in Lansing for the amount of \$82,959.00. Funding for these purchases will be provided from the Fleet Management Account # 661-442-981.000.

Moved by Verbeke, Seconded by Knight.

RESOLVED: To approve the Consent Agenda.

VOTE: Yes: Burmeister, Kittle, Knight, Marzolf, McDaniel, Moniz, Verbeke

No: None

Resolution No. 20.11.161

Motion Carried (7 - 0)

8b. Motion - To authorize the Riverside Riverbank Stabilization Project to proceed and be constructed in 2021.

Mr. Marzolf stated the schedule for this project looks too be ambitious and looked for confirmation of completion. Mr. Stahly shared that this project will not be completed until 2021. Mr. Marzolf stated this is a great project and one this area has needed for a long time.

Mr. Kittle confirmed that this project will be assigned against the 2020 budget but the money will not be spent until 2021.

Moved by Marzolf, Seconded by Verbeke.

RESOLVED: To authorize the Riverside Riverbank Stabilization Project to proceed in accordance with the plans and specifications in the bid awarded by the TIFA Board on November 10th, 2020.

VOTE: Yes: Burmeister, Kittle, Knight, Marzolf, McDaniel, Moniz, Verbeke

No: None

Resolution No. 20.11.162

Motion Carried (7 - 0)

8e. Motion – To approve the list of Authorized Depositories.

Mr. Knight pointed out that this list does not include InTouch Credit Union which is a member of the Auburn Hills community and sought clarification as to why not.

Ms. Schulz shared that the InTouch Credit Union did not meet the S&L score requirements.

Moved by Knight, Seconded by Burmeister.

RESOLVED: To adopt the resolution herein approving the list of authorized depositories for City funds. (Attachment B)

VOTE: Yes: Burmeister, Kittle, Knight, Marzolf, McDaniel, Moniz, Verbeke

No: None

Resolution No. 20.11.163

Motion Carried (7 - 0)

- 9. OLD BUSINESS
- 10. NEW BUSINESS

10a. Motion – Approval of Special Land Use Permit, Site Plan, and Private Road named Taylor Point / Project 140 East - Project Worldwide Global Headquarters / George P. Johnson Detroit Headquarters.

Mr. Cohen presented the Special Land Use Permit for the northeast corner of Giddings and Taylor Road. The project is for the Project Worldwide Global Headquarters / George P. Johnson Detroit Headquarters. It was discussed that a new road is to be constructed to provide access to this site, Taylor Point. Mr. Cohen shared that 29% of the building will be office space and the remaining 71% will be for light assembly and warehouse operations. The Cunningham-Limp Company intends to begin construction in December 2020, with completion taking place in December 2021. It was discussed that the space is designed to park 280 vehicles with the anticipation of approximately 150 employees on a daily basis.

The following people were present virtually:

James Butler, PEA Group, 2430 Rochester Court, Suite 100, Troy 48083
Sam Ashley, Cunningham-Limp Company, 28970 Cabot Drive, Suite 100, Novi 48337
Jason Lipa, Cunningham-Limp Company, 28970 Cabot Drive, Suite 100, Novi 48337
Larry Vallee, George P. Johnson Company, 3600 Giddings Road, Auburn Hills 48326
Brett Jordan, George P. Johnson Company, 3600 Giddings Road, Auburn Hills 48326

Ms. Verbeke confirmed the business owners knew there was to be no outside storage. Mr. Ashley stated they have been made aware of this fact.

Ms. Verbeke shared her concerns for the traffic on Taylor Road. She stated there have been discussions regarding the traffic flow. She is aware this project will not increase the traffic flow enough to initiate a change in the traffic but she would like to see the addition of a traffic circle.

Mr. Juidici stated that during the detailed engineering review, the land division will be reviewed and the right-of-way will be asked to be dedicated to allow for future expansion at the intersection. Mr. Juidici shared that this intersection continues to be monitored and at this time, it does not meet any warrants for traffic signalization. He commented that a roundabout has been discussed as an option for the future, if needed.

Mr. Moniz agrees that the traffic does need to be looked at and shared that he has seen a "stacking" of semi-trucks on Taylor Road, when they deliver and are not able to get into the docks. It was discussed that they will be moving to a smaller building, reducing the traffic at the warehouse, which is what causes this stacking.

Moved by Knight, Seconded by Kittle.

RESOLVED: To accept the Planning Commission's recommendation and approve the Special Land Use Permit, Site Plan and Private Road named Taylor Point for Project 140 East - Project Worldwide Global Headquarters and George P. Johnson Detroit Headquarters subject to the conditions of the City's Administrative Review Team.

VOTE: Yes: Burmeister, Kittle, Knight, Marzolf, McDaniel, Moniz, Verbeke

No: None

Resolution No. 20.11.164

Motion Carried (7 - 0)

10b. Motion – To approve the Scope of Engineering Services with updating the City's Water Master Plan.

Mr. Deman shared these necessary updates are being driven by two major factors; America's Water Infrastructure Act (AWIA), passed in 2018, and Michigan Department of Environment, Great Lakes, and Energy (EGLE) Safe Drinking Water Act (SDWA). AWIA requires the water distribution systems abide by and comply with new federal reporting regulations. EGLE requires similar plans and documents that are

required through Safe Drinking Water PA399. The plan will include the reliability study, the general plan and the asset management plan.

Mr. Deman shared that by completing the items in 2021 it enables the department to only update the documents every 5 years as opposed to completing different components of the plan every three years. The \$70,000 is an estimated amount and could be less due to the job being billed in hourly increments.

Moved by Burmeister, Seconded by Moniz.

RESOLVED: To approve OHM Advisors scope of engineering services for the Water Master Plan update for the not-to-exceed amount of \$70,000. Funds are budgeted from account 592.536.817.000.

VOTE: Yes: Burmeister, Kittle, Knight, Marzolf, McDaniel, Moniz, Verbeke

No: None

Resolution No. 20.11.165

Motion Carried (7 - 0)

10c. Motion – To approve the Scope of Engineering Services associated with the Hillfield Watermain Connection and PRV.

Mr. Deman presented the need for the Hillfield watermain connection and pressure relieving valve (PRV) improvement. This improvement will help to maintain and build a reliable water system for years to come. This addition will give the City a connection from the middle to the south end of the City. This improvement will increase the reliability between these districts in case of an emergency. This project is part of the water asset management plan and capital improvement plan.

Mr. Deman for Mr. Marzolf that this will not cross the Clinton River.

Moved by Moniz, Seconded by Knight.

RESOLVED: To approve OHM Advisors scope of engineering services associated with the Hillfield watermain connection and PRV in the not-to-exceed amount of \$68,000. Funds are budgeted from account 592.536.977.001.

VOTE: Yes: Burmeister, Kittle, Knight, Marzolf, McDaniel, Moniz, Verbeke

No: None

Resolution No. 20.11.166

Motion Carried (7 - 0)

10d. Motion - To adopt PA152 Waiver Election Resolution.

Mr. Tanghe presented the first of two resolutions that are needed to take action on the annual PA152 for employee sharing of healthcare premium costs.

Mr. Knight asked to abstain from voting on this item due to being a benefiting participant.

Moved by Moniz, Seconded by Verbeke.

RESOLVED: To allow Mr. Knight to abstain from Item 10d.

VOTE: Yes: Burmeister, Kittle, Knight, Marzolf, McDaniel, Moniz, Verbeke

No: None

Resolution No. 20.11.167

Motion Carried (7 - 0)

Moved by Verbeke, Seconded by Marzolf.

RESOLVED: To adopt the attached resolution titled: Resolution to Adopt the Annual Exemption Option as Set Forth in 2011 Public Act 152, the Publicly Funded Health Insurance Contribution Act. (Attachment C)

VOTE: Yes: Burmeister, Kittle, Marzolf, McDaniel, Moniz, Verbeke
No: None
Abstention: Knight

Resolution No. 20.11.168

Motion Carried (6 - 0)

10e. Motion - To reduce Employee Contribution Cost Share for Medical and Prescription Drug Plans.

Mr. Tanghe shared the second of the two resolutions that are needed to fulfill PA152. Mr. Tanghe commented that this requires employees to contribute 10% to the healthcare premium. He mentioned there has been discussions about modifying the 90/10 resolution to reflect a different set of numbers. The motion is up the presenter of the motion to offer the resolution at a different percentage.

The Mayor shared his appreciation of Mr. Tanghe being able to align the three employee groups to the same health plan to save on healthcare costs.

Mr. Tanghe noted this is an annual decision and City Council is gracious to accept the recommendation of a 5% employee contribution for 2021. He stated this may not be the same for the years that follow, there should be no expectation that the 5% employee contribution will continue beyond 2021. The Council will have to make this concession each year.

Moved by Moniz, Seconded by Burmeister.

RESOLVED: To adopt the resolution titled: Resolution to Reduce Employee Contribution Cost Share for Medical and Prescription Drug Plan Coverage for Calendar Year 2021 to allow for 5% employee contribution and 95% employer contribution. (Attachment D)

MOTION WITHDRAWN

Moved by Verbeke, Seconded by Kittle.

RESOLVED: To allow Mr. Knight to abstain from Item 10e as he is a benefiting participant.

VOTE: Yes: Burmeister, Kittle, Knight, Marzolf, McDaniel, Moniz, Verbeke

No: None

Resolution No. 20.11.169

Motion Carried (7 - 0)

Moved by Moniz, Seconded by Burmeister.

RESOLVED: To adopt the resolution titled: Resolution to Reduce Employee Contribution Cost Share for Medical and Prescription Drug Plan Coverage for Calendar Year 2021 to allow for 5% employee contribution and 95% employer contribution. (Attachment D)

VOTE: Yes: Burmeister, Kittle, Marzolf, McDaniel, Moniz, Verbeke

No: None

Abstention: Knight

Resolution No. 20.11.170

Motion Carried (6 - 0)

11. COMMENTS AND MOTIONS FROM COUNCIL

Mr. Knight – He commented that he is looking forward to having the road striped. He reported that he is thrilled to see the parks looking so nice. He commented that he would like to see Council match 10% of the giving towards the new Veterans Memorial, as an incentive to others.

Mr. Kittle – He shared his appreciation for all the effort that has been taken to keep the City open since the beginning of the pandemic in May.

Ms. Verbeke – She followed up with the conversations regarding the traffic flow issues on Giddings Road, especially the intersection of Joslyn and Taylor Roads. She stated that she would like to see this area added to the list of roads to be looked at. She questioned Chief Baker about Black Friday shopping and if the Police Department knew what to expect. Chief Baker commented that due to the latest report from the Governor, they are not sure of the turnout in the retail district, but they are planning for the typical traffic patterns and additional staff will be on hand.

Mr. Moniz – He shared that he will be making a donation to the memorial and clarified as to where the checks are to be mailed. Mr. Knight commented that the Auburn Hills Foundation is receiving and caring for all funds that are to be raised for the memorial. All donations can be sent to the City Hall address of 1827 N. Squirrel.

Mr. Marzolf – He thanked the Parks and Rec staff for the Diwali event and commented that it is nice to see different events in the park. He also complimented the City Clerk and her election staff for the good job during the election process.

Mr. Burmeister – He asked for an update to the Tree lighting event. It was shared that the annual tree lighting event details are being discussed due to the newest restrictions from the Governor regarding the Covid pandemic.

Mayor McDaniel – He thanked the City Clerk and everyone helping with the election. He commented that it was great see all departments pull together.

City Clerk Pierce - She thanked City Council for all of their support throughout the election process. She stated that there was at least one person from every department helping during the process.

12. CITY ATTORNEY REPORT

13. CITY MANAGER REPORT

Mr. Tanghe – He stated the Tree Lighting event will be different from past years and that there are conversations taking place to find a compromise to the event that will deliver this annual event to the residents during a bleak time.

14. ADJOURNMENT

Hearing no objections, the Mayor adjourned the meeting at 9:10 PM

Kevin R. McDaniel, Mayor

Laura M. Pierce, City Clerk

ATTACHMENT A

RESOLUTION:

WHEREAS, Section 7.0 of the City of Auburn Hills Investment Policy states that “The City Treasurer/Finance Director shall maintain a listing of financial institutions and broker/dealers authorized to provide investment services,” approved annually by City Council for investment and depository purposes,

NOW THEREFORE BE IT RESOLVED, that the Auburn Hills City Council approve the attached brokers/dealers as legal pass-through agents for all public monies effective to December 31, 2021.



Insight Investment
Broker Dealer List
Prepared for the City of Auburn Hills
November 4, 2020

Primary dealers or affiliated firms

Barclays Capital
BMO Capital Markets
BNP Paribas Securities
BofA Securities
Cantor Fitzgerald & Co.
Citigroup Global Markets
Credit Suisse Securities (USA)
Daiwa Capital Markets America
Deutsche Bank Securities
Goldman Sachs & Co.
HSBC Securities (USA)
Jefferies
JP Morgan Securities
Mizuho Securities USA
Morgan Stanley & Co.
NatWest Markets Securities
Nomura Securities International
RBC Capital Markets
SG Americas Securities
TD Securities (USA)
UBS Securities
Wells Fargo Securities

Non-primary dealer firms

Amherst Pierpont
ANZ Securities
BB&T Securities
Blaylock Van
Credit Agricole Securities (USA)
FHN Financial Securities
Incapital
INTL FCStone Financial
Keybank Capital Markets
MUFG Securities Americas
NAB Securities
Oppenheimer & Co.
Piper Jaffray & Co.
Raymond James & Associates
Robert W. Baird & Co.
Samuel A. Ramirez & Co.
Scotia Capital (USA)
SMBC Nikko Securities America
Stifel Nicolaus & Co.
Truist Securities
US Bancorp Investments
Vining Sparks

The approved list of broker/dealers includes affiliates of designated firms and is subject to change without notice.

ATTACHMENT B

RESOLUTION

WHEREAS, Section 4.23 of the Auburn Hills Charter states that "The City Council shall select annually one or more depositories in which funds of the City shall be deposited" and

WHEREAS, Section 7.0 of the City of Auburn Hills Investment Policy states that "The City Treasurer/Finance Director shall maintain a listing of financial institutions and brokers/ dealers authorized to provide investment services," approved annually by City Council for investment and depository purposes, and

WHEREAS, the currently approved list of legal depositories has expired,

NOW THEREFORE BE IT RESOLVED, that the Auburn Hills City Council approve the following financial institutions as legal depositories for all public monies effective to December 31st, 2021.

JPMorgan Chase Bank NA	Comerica Bank	Genisys CU
Cornerstone Community Financial CU	Michigan Schools and Government CU	Oxford Bank
Flagstar Bank	Michigan State University Federal CU	Mercantile Bank of Michigan
PARDA Federal CU		

ATTACHMENT C

City of Auburn Hills
Resolution No.

RESOLUTION TO ADOPT THE ANNUAL EXEMPTION OPTION AS SET FORTH IN 2011 PUBLIC ACT 152, THE PUBLICLY FUNDED HEALTH INSURANCE CONTRIBUTION ACT

WHEREAS, Public Act 152 of 2011 was passed by the State Legislature and signed by the Governor on September 24, 2011; and

WHEREAS, the Act contains three options for complying with the requirements of the Act; and

WHEREAS, the three options for consideration are as follows:

- 1) Apply the hard cap (capped dollar amount a local government employer may pay toward an employee’s healthcare costs),
- 2) Adopt by majority vote the 80/20% cost-sharing model,
- 3) Adopt by a two-thirds vote to opt out of the cost-sharing model as set forth in Public Act 152 of 2011 and revisit it prior to the next plan year; and

WHEREAS, the City of Auburn Hills has elected the Exemption provision of the Act for the 2021 calendar year as its choice for compliance with the Act.

NOW, THEREFORE, BE IT RESOLVED, the City of Auburn Hills City Council elects to comply with the requirements of the Publicly Funded Health Insurance Contribution Act by adopting the annual Exemption option for the medical plan coverage year for the period January 1, 2021 through December 31, 2021.

AYES:
NAYS:
ABSENT:
ABSTENTIONS:

Resolution No. _____
Enacted _____

STATE OF MICHIGAN)
)SS
COUNTY OF OAKLAND)

I, the undersigned and duly appointed City Clerk for the City of Auburn Hills, Oakland County, Michigan do hereby certify that the foregoing is a true and complete copy of a resolution adopted at a regular meeting of the Auburn Hills City Council held on the 16th day of November, 2020.

IN WITNESS WHEREOF, I have hereunto affixed my official signature on this 17th day of November, 2020.

Laura M. Pierce
City Clerk

ATTACHMENT D

City of Auburn Hills
Resolution No.

RESOLUTION TO REDUCE EMPLOYEE CONTRIBUTION COST SHARE FOR MEDICAL AND PRESCRIPTION DRUG PLAN COVERAGE FOR CALENDAR YEAR 2021

WHEREAS, the City of Auburn Hills has elected the Exemption Provision of Public Act 152 of 2011, titled, "The Publicly Funded Health Insurance Contribution Act", for the 2021 calendar year as its choice for compliance with the Act; and,

WHEREAS, the City of Auburn Hills has received a Memorandum of Understanding signed by authorized representatives of city employees represented by Chapter D of AFSCME Local 2720, Police Officers Labor Council representing Patrol, Detectives, and Command Officers, Firefighters represented by IAFF Local 4404, and Non-Union employees; all agreeing to their cost sharing for city provided medical and prescription drug coverage to be 5% during calendar year 2021, as more fully stated therein.

THEREFORE BE IT RESOLVED, the City of Auburn Hills City Council hereby authorizes the City to pay 95% cost sharing of the cost of its covered employees' medical and prescription drug coverage in calendar year 2021 with the employees' cost sharing to be 5% for those employees in Chapter D of AFSCME Local 2720, Police Officers Labor Council representing Patrol, Detectives and Command Officers, Firefighters represented by IAFF Local 4404, and Non-Union Employees; to the extent required by said action.

AYES:

NAYS:

ABSENT:

ABSTENTIONS:

Resolution No. _____

Enacted _____

STATE OF MICHIGAN)

)SS

COUNTY OF OAKLAND)

I, the undersigned and duly appointed City Clerk for the City of Auburn Hills, Oakland County, Michigan do hereby certify that the foregoing is a true and complete copy of a resolution adopted at a regular meeting of the Auburn Hills City Council held on the 16th day of November, 2020.

IN WITNESS WHEREOF, I have hereunto affixed my official signature on this 17th day of November, 2020.

Laura M. Pierce
City Clerk