

COUNCIL AGENDA

For

May 15, 2006, 5:00 p.m., Council Chamber

ROLL CALL:

CORRECTION AND APPROVAL OF MINUTES OF PRECEDING SESSIONS:

ANNOUNCEMENTS:

1. Minister Rhonda Webb to accept proclamation designating May 20, 2006 as Cross the Street Day in the City of Saginaw.

PUBLIC HEARINGS:

PERSONAL APPEARANCES:

(A list will be provided on Monday after 1:30 p.m.)

REMARKS OF COUNCIL:

PETITIONS:

06-12 from Robert Wiersum, Diversity Enterprises, LLC, submitting a request for an Obsolete Property Rehabilitation Act (OPRA) for 117 N. Hamilton.

06-13 from Toni Reinert, 2000 Whittier, requesting permission to erect a banner in the 500 block of Court St. from May 19, 2006 through June 17, 2006 for the purpose of promoting the KCQ Country Music Fest Free Concert.

REPORTS FROM BOARDS AND COMMISSIONS AND COMMITTEES:

From the City Board of Canvassers:

1. Recommending that City Council receive and file the election results from the City of Saginaw's Public Safety Millage.

APPOINTMENT OF BOARDS AND COMMISSIONS MEMBERS:

REPORTS FROM MANAGER:

A. Management Update

1. Darnell Earley, Interim City Manager, will review the City Manager's and City Council's budget.
2. Odail Thorns, Development Director, will review the budgets from Community Development Block Grant, Inspections, Downtown Development, and Planning and Zoning.
3. Jay Beelman, Director of Information Services, will review the Information Services Department budget.
4. Tom Darnell, Director of Public Services, will review the budgets of Major Streets, Local Streets, Rubbish Fund, Parking, Parks and Facilities, GIS, and various other budgets under the Public Services Department.

B. Recommended Actions

1. Recommending that payment be made to Remer's Plumbing, Heating & Air Conditioning, Inc. in the amount of \$2,483.51 for emergency repairs to the heating system at the fire station located at 2208 State Street. This vendor meets all requirements of the contract compliance provisions. Funds are available in the Saginaw Fire Department General Repairs Account No. 101 3751 751 8040.
2. Recommending acceptance of the lowest quote received from CMP Distributors and that a purchase order be approved and issued to them in the amount of \$17,589.00 for the purchase of 11 tactical external body armor vests to be used by the Police Department. This vendor meets all requirements of the contract compliance provisions. Funds are available in the Drug Forfeiture – Capital Outlay Account No. 264 3040 731 9705.
3. Recommending acceptance of the low alternate bid from Hesco and that a purchase order be approved and issued to them in the amount of \$2,414.00 for

- the purchase of chlorine regulator unit parts to be used by the Wastewater Treatment Division. This vendor meets all requirements of the contract compliance provisions. Funds are available in the Sewer Operation and Maintenance Fund Account No. 590 4830 861 8040.
4. Recommending acceptance of the only bid received Central Metallizing and that a purchase order be approved and issued to them in the amount of \$4,395.00 for the purchase of pump packing sleeves to be used by the Wastewater Treatment Division. This vendor meets all requirements of the contract compliance provisions. Funds are available in the Sewer Operation and Maintenance Fund Account No. 590 4830 861 8040.
 5. Recommending that payment be made to General Fence Service in the amount of \$5,495.00 for repairs to the Public Services Division security gate. This vendor meets all requirements of the contract compliance provisions. Funds are available in the Capital Outlay/Replacements Account No. 641 4439 811 9720.
 6. Recommending acceptance of the low bid received from PlanSight LLC and that a purchase order be approved and issued to them in the amount of \$5,760.00 for the purchase of handheld GPS equipment to be used by the GIS Division. This vendor meets all requirements of the contract compliance provisions. Funds are available in the GIS Capital Outlay Account No. 650 1738 781 9160.
 7. Recommending acceptance of the only bid received from Central Metallizing and that a purchase order be approved and issued to them in the amount of \$7,990.00 to recondition pumps located at the Wastewater Treatment Plant. This vendor meets all requirements of the contract compliance provisions. Funds are available in the Sewer Operation and Maintenance Fund Account No. 590 4830 861 8040.
 8. Recommending that payment be made to NES Rentals in the amount of \$10,389.00 for the purchase of one Genie/Electric Scissor Lift to be used by the Facilities Maintenance Division. This vendor meets all requirements of the contract compliance provisions. Funds are available in the Public Works Building Operation Capital Outlay Account No. 641 4439 811 9741.
 9. Recommending that payment be made to Jack Doheney Supplies, Inc. in the amount of \$14,554.89 for emergency repairs to the sewer jets located in the Public Services Department, Maintenance and Service Division. This vendor meets all requirements of the contract compliance provisions. Funds are available in the Sewer Account No. 590 4821 861 8042.
 10. Recommending that payment be made to Lois Kay Contracting in the amount of \$18,410.00 for the emergency pavement repair on Weiss Street. This vendor

meets all requirements of the contract compliance provisions. Funds are available in the Water Surplus Capital Outlay Account No. 577 4740 881 9720.

11. Recommending acceptance of the low bid and issuance of a purchase order to Paradigm System Solutions in the amount of \$25,788.00 for the purchase of six Panasonic Tough Book Mobile Computers to be used by the Public Utilities Division. This vendor meets all requirements of the contract compliance provisions. Funds are available in the Information Services Capital Outlay Office Equipment Account No. 658 1720 711 9760.
12. Recommending that the property located at 800 E. Remington be transferred pursuant to the buy and sell agreement and that the City Manager or his designee be authorized to execute the necessary documents to complete this transaction.
13. Recommending that the property located at 368 S. 5th Ave. be transferred pursuant to the buy and sell agreement and that the City Manager or his designee be authorized to execute the necessary documents to complete this transaction.

INTRODUCTION OF ORDINANCES:

CONSIDERATION AND PASSING OF ORDINANCES:

1. An Ordinance to vacate the entire alley lying between Federal Avenue and South Sixth Street, Janes Street and South Seventh Street, located in the City of Saginaw, and to retain therein an easement for Public Utilities, Cable TV and Telecommunications to be added to the Table of Special Ordinances II of the Saginaw Code of Ordinances.

RESOLUTIONS:

UNFINISHED BUSINESS:

MOTIONS AND MISCELLANEOUS BUSINESS:

1. Motion to go into closed session to review and consider the contents of applications for employment as City Manager.

Darnell Earley
Interim City Manager

COUNCIL COMMUNICATION

From: The City Board of Canvassers

Subject: City Board of Canvassers Certified Election Results from City of Saginaw Public Safety Millage Election held May 2, 2006

City Board of Canvassers Recommendation:

The City Board of Canvassers met on May 3, 2006, after which they requested the Clerk prepare a report for submission to the City Council including the tabulation of votes as canvassed to be received and filed.

Justification:

The City Clerk called the meeting to order and the following members were present: George C. Bush, E. Louis Ognisanti and Mary C. Washington.

The City Clerk presented the Statement of Votes polled from the City of Saginaw Precincts #1 through #20 and the Absent Voter Counting Board (AVCB) Precinct #21 for the Public Safety Millage Election held May 2, 2006. Upon examination, it was found that the number of ballots cast for each precinct equaled the number of voters in the Poll Book and the number of ballots tabulated, therefore, all ballots were accounted for.

Mary C. Washington offered and moved the adoption of the following resolution:

WHEREAS, the Statement of Votes polled from the City of Saginaw Precincts #1 through #20 and the Absent Voter Counting Board (AVCB) Precinct #21 for the City of Saginaw Public Safety Millage Proposal Election held May 2, 2006, were examined and considered by said Board; and

WHEREAS, it was found that the number of ballots cast for each precinct equaled the number of voters in the Poll Book and the number of ballots tabulated, therefore, all ballots were accounted for; and

COUNCIL COMMUNICATION

WHEREAS, the City Clerk advised there was one (1) provisional and/or envelope ballots, which could not be counted.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Canvassers of the City of Saginaw does hereby determine and certify that the total votes cast for the following City of Saginaw Proposal was 11,179, according to the Precinct Reports, Summary Report, and Canvassers Certification:

PROPOSED CREATION OF A SPECIAL ASSESSMENT DISTRICT FOR POLICE AND FIRE SERVICES

Shall the City Council be authorized to create a special assessment district consisting of the entire City of Saginaw and levy up to six (6) mills on the taxable value of all real property in the district for a period of five (5) years, from 2006 through 2010 inclusive, to fund police and fire services for the City of Saginaw, which levy would collect estimated revenues of \$3,635,449, in the first year, if approved and levied?

Yes _____
No _____

BE IT FURTHER RESOLVED, that the Board of Canvassers of the City of Saginaw does hereby determine and certify according to law that in as much as 7,758 votes were cast in favor of the proposal, and 3,417 votes were cast against said proposal, said proposal is hereby certified to have won. (See attached.)

Adopted unanimously.

Council Action:

Council _____ moved that the report from the City Board of Canvassers be received and filed.

COUNCIL COMMUNICATION

The votes cast for and against the proposal are as follows

#	PRECINCT	BALLOTS CAST	PUBLIC SAFETY MILLAGE	
			YES	NO
1	ST. JOSEPH EDUCATION CENTER	178	127	51
2	ARTHUR EDDY ACADEMY	261	191	70
3	HEAVENRICH SCHOOL	473	377	96
4	MAPLEWOOD MANOR	439	350	89
5	CENTRAL MIDDLE SCHOOL	335	252	83
6	AUDRA FRANCIS RECREATION CENTER	265	193	72
7	WEBBER ELEMENTARY	338	246	92
8	SAGINAW HIGH SCHOOL	493	375	118
9	JESSE ROUSE	370	269	101
10	NEW MT CALVARY MISSIONARY BAPTIST	210	168	42
11	HANDLEY SCHOOL	795	578	216
12	KEMPTON SCHOOL	395	282	113
13	SAGINAW CAREER COMPLEX	722	484	238
14	FAITH HARVEST CHURCH	514	327	187
15	ST. PAUL LUTHERAN SCHOOL	846	570	276
16	STAFF DEVELOPMENT CENTER	957	596	361
17	ST. STEPHEN'S SCHOOL	714	563	151
18	ROSIEN TOWERS	629	430	199
19	JEROME SCHOOL	785	484	301
20	MERRILL PARK SCHOOL	550	316	232
21	ABSENT VOTER COUNTING BOARD	910	580	329
	TOTALS	11,179	7,758	3,417

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COUNCIL COMMUNICATION

From: The City Manager

Subject: Panasonic Tough book Mobile Computers

Manager's Recommendation:

I recommend that the low bid from Paradigm System Solutions in the amount of \$25,788.00 be accepted and a purchase order be issued to them for the purchase of 6 Panasonic Tough book Computers.

This vendor meets all requirements of the Contract Compliance Provisions, Title 1, Chapter 14, §14.35-14.44, of the Saginaw Code of Ordinances.

Funds for these items are available in the Information Services Capital Outlay Office Equipment Account No. 658-1720-711.97-60.

Justification:

On April 18th, 2006, the City received bids for 6 Panasonic Tough book Computers that will be utilized in field operations for the Public Utilities Division. Following is a tabulation of the bids that were received:

Paradigm System Solutions Prior Lake, MN	\$25,788.00
Find It Solutions Oakland, MI	\$26,496.00
PC Mall Gov Inc Torrance, CA	\$26,615.92
Smart Solutions Southfield, MI	\$29,479.56
Solstice Solutions Port St Lucie, FL	\$29,970.00
Questing Hound Technology Partners Deerfield Beech, FL	\$31,883.40
Vision Of Video Northridge, CA	\$33,120.00

Council Action:

Council _____ moved that the recommendation of the City Manager be approved.

COUNCIL COMMUNICATION

From: The City Manager

Subject: 800 E. Remington Property Transfer

Manager's Recommendation:

It is recommended that the property located at 800 E. Remington Ave. be transferred pursuant to the buy and sell agreement, and further that the City Manager or his designee be authorized to execute the necessary documents to complete this transaction.

Justification:

In the fall of 2005, Mrs. Mechall Smith contacted the City about the property located at 800 E. Remington. Apparently, Mrs. Smith was not aware that her property taxes had gone unpaid due to a recent bankruptcy and advice from her attorney. The property ultimately reverted to the Michigan Department of Treasury and then to the City of Saginaw. Mrs. Smith has deposited with the City Treasurer the full amount the property taxes that were owed at the time the property reverted. Mrs. Smith and her family are currently living at this address. As a condition of this agreement, the owners of the property have agreed that the property taxes will be kept in a current status and failure to do so will result in the City of Saginaw regaining ownership of the property. It is in the best interest of the City to transfer this property to the Smith's under the above conditions.

Council Action:

Council _____ moved that the recommendation from the City Manager be approved.

COUNCIL COMMUNICATION

From: The City Manager

Subject: Weiss Street Emergency Pavement Repair

Manager's Recommendation:

I recommend that the emergency pavement repair on Weiss Street be approved and that payment be made to Lois-Kay Contracting in the amount of \$18,410.00.

This vendor meets all requirements of the Contract Compliance Provisions, Title 1, Chapter 14, §14.35-14.44, of the Saginaw Code of Ordinances.

Funds for this service are available in the Water Surplus Capital Outlay Account No. 577-4740-881 97-20.

Justification:

On May 15, 2006 Lois Kay will begin the emergency work to repair Weiss Street. The City received quotes from three vendors for repairing concrete pavement on Weiss Street east of Michigan Avenue that was damaged due to a recent watermain failure. This street is a designated truck route, and is used heavily on a daily basis for loaded trucks that are coming to and from all businesses along Carrollton Street. This area is in need of immediate repair, and continues to deteriorate to the point that it may become unsafe for vehicular travel. As such, it was necessary to solicit quotes instead of bids and begin repairs as soon as possible. Following is a tabulation of quotes received:

Lois-Kay Contracting Saginaw, MI	\$18,410.00
A.J. Rehms & Son, Inc. Saginaw, MI	\$20,500.00
Wobig Construction Saginaw, MI	\$21,912.00

Council Action:

Council _____ moved that the recommendation of the City Manager be approved.

COUNCIL COMMUNICATION

From: The City Manager

Subject: 368 S. 5th Ave. Property Purchase Agreement

Manager's Recommendation:

It is recommended that the Purchase Agreement be approved and that the City Manager or his designee be authorized to execute all documents necessary. This purchase agreement is subject to approval by the City Manager as to substance and the City Attorney as to form.

Funds for this purchase are available in Major Streets Fund, Account No. 202-4614-781-9730 (Property Purchases).

Justification:

On January 27, 2003, the City Council approved and adopted a resolution indicating the City of Saginaw's willingness to actively seek TEA-21 Federal Transportation Safety Funds for participation in construction improvements at the intersection of Cherry St. and Sixth Ave. On December 11, 2003, the City of Saginaw was notified that funding for this project was approved for \$250,000.00, \$50,000.00 of which is a local match.

In order for this project to proceed, the City of Saginaw must first acquire a residential property located at 368 S. Fifth St., since a portion of the street will be reconstructed on this property. This property is currently listed on the Dangerous Building List and is slated for demolition soon. City staff has negotiated a purchase price with the owner for this property in the amount of \$7,400.00, which is fair market value pursuant to the State Equalized Value (SEV) which is determined by the City Assessor.

Council Action:

Council _____ moved that the recommendation of the City Manager be approved.

COUNCIL COMMUNICATION

From: The City Manager

Subject: Tactical Vests for Emergency Services Team (EST)

Manager's Recommendation:

I recommend that acceptance of the lowest quote from CMP Distributors and issuance of a purchase order to them in the amount of \$17,589.00 for the purchase of 11 tactical external body armor vests to be used by the Police Department.

This vendor meets all requirements of the Contract Compliance Provisions, Title 1, Chapter 14, §14.35-14.44, of the Saginaw Code of Ordinances.

Funds for these items are available in the Drug Forfeiture - Capital Outlay Account No. 264-3040-731-9705.

Justification:

The Saginaw Police Department received quotes for tactical external body armor vests for the Emergency Services Team to replace the vests purchased in 1996 which were only guaranteed to last five years. Following is a tabulation of the quotes that were received:

Armor Holdings Grandview Heights, OH 43212	\$2,360.00/per vest
Michigan Police Equipment Charlotte, MI 48813	\$1,885.00/per vest
CMP Distributors, Inc. Detroit, MI 48239	\$1,599.00/per vest

Council Action:

Council _____ moved that the recommendation of the City Manager be approved.

COUNCIL COMMUNICATION

From: The City Manager

Subject: Emergency Repairs to Combination Sewer Cleaning Machines

Manager's Recommendation:

I recommend that payment be made to Jack Doheny Supplies, Inc. in the amount of \$14,554.89 for emergency repairs to the sewer jets located in the Public Services Department, Maintenance and Service Division.

This vendor meets all requirements of the Contract Compliance Provisions, Title I, Chapter 14, §14.35-14.44, of the Saginaw Code of Ordinances.

Funds for this repair are available in the Sewer Fund Account No. 590-4821-861.80-42.

Justification:

On March 27, 2006, the Maintenance and Service Division experienced a catastrophic failure of the fan vacuum assembly on truck # 839 and subsequently a hi-pressure jetter pump on truck # 837 needed emergency repairs as well. These specialty vehicles are both front line units for cleaning sewers and catch basins. During this period of having both units down for repairs, the City would have had to rely on contractors had the need for this type of equipment arose. Both vehicles were taken to the vendor who originally sold us the units and who specializes in repairing this type of sewer cleaning equipment.

Council Action:

Council _____ moved that the recommendation of the City Manager be approved.

COUNCIL COMMUNICATION

From: The City Manager

Subject: ~~Total Toxic Organics, Printing and Mailing of Water Bills~~ Pump Packing Sleeves

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Manager's Recommendation:

I recommend acceptance of the only low bid received from Test America Analytical Testing ~~low bid from TBF Graphics~~ Central Metallizing and issuance of a purchase order to them in the amount of \$4,395 ~~10,920.00~~ for the purchase of pump packing sleeves ~~60,600.00~~

for Fiscal Year 2003-04. This vendor meets all requirements of the Contract Compliance Provisions, Title 1, Chapter 14, §14.35-14.44, of the Saginaw Code of Ordinances.

Funds for this service ~~will be~~ budgeted ~~are available~~ in the Sewer Operation and Maintenance Fund Account No. 590-~~4830-8614-80-40.05-5311-711-8005~~ pending City Council budget adoption. ~~(\$30,300.00), and Water Operation and Maintenance Fund Account No. 591-5310-711-8005 (\$30,300.00).~~

Justification:

These pumps are worn and abraded by the material they are pumping. Reconditioning of the pumps allows us to extend the useful life before replacement is required.

~~Huron Valley Laboratories~~ Saturday's Child III, Inc.
~~\$15,600.00~~ \$203,000.00
~~Romulus, MI~~

COUNCIL COMMUNICATION

~~AAC Trinity~~ ~~\$17,280.00~~

~~Farmington Hills, MI~~

~~Jones & Henry Laboratories~~ ~~\$23,400.00~~

~~Northwood, OH~~

Council Action:

~~KAR Laboratories~~ ~~\$23,700.00~~

~~Kalamazoo, MI~~

~~Trinity Analytical Laboratories~~ ~~\$26,100.00~~

~~Mound Valley, KS~~

~~Saginaw, MI (In-city)~~

~~The proposed cost is a 27.2% decrease from the current fiscal year a 54% decrease in cost from previous years.~~

Council Action:

Council _____ moved that the recommendation of the City Manager be approved.

COUNCIL COMMUNICATION

From: The City Manager

Subject: Chlorine Regulator Unit Parts

Manager's Recommendation:

I recommend acceptance of the alternate bid from Hesco and issuance of a purchase order to them in the amount of \$2,414.50 for the purchase of chlorine regulator unit parts.

This vendor meets all requirements of the Contract Compliance Provisions, Title 1, Chapter 14, §14.35-14.44, of the Saginaw Code of Ordinances.

Funds for this purchase are budgeted in the Sewer Operation and Maintenance Fund Account No. 590 4830 861 8040.

Justification:

The Wastewater Treatment Division is required by the Environmental Protection Agency, through it's NPDES permit, to disinfect the Plant Effluent to assure pathogen reduction. In the course of normal operation these regulators become worn and require parts replacement extending the useful life before replacement is required. The alternate equipment, manufactured by Hydro Instruments and offered by HESCO, meet the needs of the Wastewater Treatment Division. Following is a tabulation of the bids received:

HESCO Warren, MI	\$2,414.00 (alternate bid)
HESCO Warren, MI	\$4,141.00
Severn Trent Colmer, PA	\$4,075.00

Council Action:

Council _____ moved that the recommendation of the City Manager be approved.

COUNCIL COMMUNICATION

From: The City Manager

Subject: ~~Re~~ Pump Housing ~~Total Toxic Organics~~ ~~Printing and Mailing of Water~~
~~Bills~~ ~~Re~~ conditioning

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Manager's Recommendation:

I recommend that the ~~low bid from Test America Analytical Testing~~ ~~ow bid from TBF~~
~~Graphics~~ Central Metallizing be accepted and that a purchase order be issued to them in
the amount of \$7,990 ~~10,920.00~~ to recondition pumps located at the Wastewater
Treatment Plant.

~~60,600.00 for Fiscal Year 2003-04.~~ This vendor meets all requirements of the
Contract Compliance Provisions, Title 1, Chapter 14, §14.35-14.44, of the Saginaw Code
of Ordinances.

Funds for this service ~~will be~~ ~~budgeted~~ ~~are available~~ in the Sewer Operation and
Maintenance Fund Account No. 590-~~4830-8614-80-40.05-5311-711-8005~~ ~~pending City~~
~~Council budget adoption.~~ ~~(\$30,300.00), and Water Operation and Maintenance Fund~~
~~Account No. 591-5310-711-8005 (\$30,300.00).~~

Justification:

The pumps at the Wastewater Treatment Plant are used to pump a liquid stream
containing a portion of inorganic solids that are abrasive. These pumps are worn and
abraded by the material they are pumping. Reconditioning of the pumps allows us to
extend the useful life before replacement is required. One bid was received for this
service.

Council Action:

KAR Laboratories	\$23,700.00
Kalamazoo, MI	
Trinity Analytical Laboratories	\$26,100.00

5-15-223-24-12

COUNCIL COMMUNICATION

_____ ~~Mound Valley, KS~~

_____ ~~Saginaw, MI (In-city)~~

~~The proposed cost is a 27.2% decrease from the current fiscal year a 54% decrease in cost from previous years.~~

Council Action:

Council _____ moved that the recommendation of the City Manager be approved.

COUNCIL COMMUNICATION

From: The City Manager

Subject: Heating Repairs, Fire Station #4

Manager's Recommendation:

I recommend that payment be made to Remer's Plumbing, Heating & Air Conditioning, Inc. in the amount of \$2,483.51 for emergency repairs to the heating system at Fire Station #4 located at 2208 State Street.

This vendor meets all requirements of the Contract Compliance Provisions, Title 1, Chapter 14, §14.35-14.44 of the Saginaw Code of Ordinances.

Funds are available in the Saginaw Fire Department General Repairs Account No. 101-3751-751.80-40.

Justification:

In early March, the heating system at Fire Station #4, 2208 State Street, malfunctioned.

The repairs included replacing a motor in the Co-Ray-Vac system, replacing pilot sensors and filters on nine burners, cleaning eight spark plugs and replacing one spark plug and wire. Total cost for these repairs totaled \$2,483.51. Due to the emergency nature of the repairs, Remer's Plumbing, Heating and Air Condition, Inc. completed the work.

Council Action:

Council _____ moved that the recommendation of the City Manager be approved.

COUNCIL COMMUNICATION

Manager's Recommendation: Approval of the resolution as follows:

RESOLUTION REGARDING WILLINGNESS TO TRANSFER EXISTING INCENTIVES FOR DELPHI ENERGY & CHASSIS

Council _____ offered and moved adoption of the following resolution:

WHEREAS, Delphi Energy & Chassis located in the City of Saginaw at 2328 E. Genesee Avenue and has been operating in the City of Saginaw as Delphi Corporation and previously as General Motors Corporation since 1920; and

WHEREAS, on October 8, 2005, Delphi Corporation filed for protection under Chapter 11 of the U.S. Bankruptcy Code; and

WHEREAS, on March 31, in its Transformation Plan submitted to the U.S. Bankruptcy Court, Delphi Corporation indicated its intent to sell or wind-down non-core product lines and manufacturing sites including the Delphi Energy & Chassis site located in the City of Saginaw, by January 1, 2008; and

WHEREAS, the City of Saginaw has historically been supportive of Delphi and its predecessor, General Motors, by approving property tax abatements and brownfield redevelopment incentives, many of which are currently on the tax rolls; now
THEREFORE BE IT RESOLVED, that it is the intention of the City of Saginaw to transfer existing abatements and incentives to any potential new owner of the Delphi Energy & Chassis facilities located in the City, as allowed under Michigan law at the time of the transfer and to communicate the Saginaw City Council's willingness to support additional incentives that provide for the retention and creation of jobs and new investment in the City of Saginaw.

COUNCIL COMMUNICATION

From: The City Manager

Subject: Transfer of Incentives for Delphi Energy & Chassis

Manager's Recommendation:

Recommending that the City Council approve a Resolution communicating its willingness to transfer existing incentives for the Delphi Energy & Chassis site to a potential new purchaser.

On October 8, 2005, Delphi Corporation filed for protection under Chapter 11 of the U.S. Bankruptcy Code. On March 31, 2006 Delphi submitted a transformation plan indicating its intent to sell or wind-down non-core product lines and manufacturing sites, including Delphi Energy & Chassis located at 2328 E. Genesee in the City of Saginaw.

The City Manager and Mayor have been active participants in "Project Delphi", an initiative to retain Delphi plants and jobs in Saginaw. As part of this effort, the City intends to put its best foot forward in trying to encourage the potential purchaser to continue operating the Delphi Energy & Chassis plants in the City of Saginaw.

There are presently three property tax abatements on the City of Saginaw tax rolls as follows:

<u>Parcel Number</u>	<u>Abatement Type</u>	<u>Year Approved</u>	<u>Amount Approved</u>	<u>Expiration</u>	<u>2006 Taxable Val.</u>
10-9660-00000	IFT Personal	1997	\$51,917m	12/30/2009	\$ 3,681,800
10-9661-00000	IFT Personal	1995	\$86,755m	12/30/2007	\$13,254,500
55-1999-01010	Public Act 328	1999	n/a	12/30/2019	\$43,069,700

There is also a Brownfield Redevelopment Single Business Tax Credit that was approved by the City and the State for investment that was made at the site in 2002.

The Resolution communicates the intent of the Saginaw City Council to transfer existing abatements and incentives to any potential new owner of the Delphi

COUNCIL COMMUNICATION

Energy and Chassis facilities located in the City of Saginaw as allowed under Michigan law at the time of the transfer. The resolution further communicates the willingness of the Saginaw City Council to support the potential for additional incentives that provide for the retention and creation of jobs and additional investment in the City of Saginaw.

While this resolution communicates the intent of Saginaw City Council, formal action on any transfer will be requested at the time of a sale.

COUNCIL COMMUNICATION

From: The City Manager

Subject: Replacement purchase of an Electric Scissor Lift

Manager's Recommendation:

I recommend that payment be made to NES Rentals Company in the amount of \$10,389.00 for the purchase of one (1) Genie / Electric Scissor Lift (model# GS-2032) for the Facilities Maintenance Division.

This vendor meets all requirements of Contract Compliance Provisions, Title 1, Chapter 14, §14.35-14.44, of the Saginaw Code of Ordinances.

Funds are available in account 641-4439-811-9741 in the Public Works Building Operation Capital Outlay fund.

Justification:

The current Condor Scissor Lift was purchased approximately 14 years ago. This equipment is used extensively for the maintenance and upkeep of the Public Services building and had been in continuous operation from the date of purchase. Repair and or replacement parts are no longer made for this model. Below is a tabulation of the bids received:

NES Rentals Mount Pleasant, MI	\$10,389.00
H P Fork Lift, Inc. Saginaw, MI	10,992.00
Bell Fork Lift Clinton, MI	12,000.00

Council Action:

Council _____ moved that the recommendation of the City Manager be approved.