

~~Mr. Pixley suggested that the charity consider using the Community Foundation of Greater Rochester as a clearinghouse for its funds going toward scholarships. He stated that the charity should consider collaborating with another organization for a period time to help sponsor its gaming activities; and requested that the group return to Council with more specific detail on how the funds will be raised and where they are going.~~

~~Mr. Ciotti stated that the organization is unique and each request accepted is something that is found to drive the group. He pointed out that their request for 501(c)3 status was approved in 30 days with no questions.~~

~~Mr. Yalamanchi noted that the organization's bylaws show great heart, but are very vague. He questioned why a Form 990 was filed in 2010 while the 501(c)3 status was not received until this past March.~~

~~President Hooper stated that while he recognizes that the group has great enthusiasm, it needs more refinement. He questioned whether a motion is necessary to deny the request at this time.~~

~~Mr. Staran responded that rather than a denial, Council should consider a motion to postpone the request.~~

~~After the vote, Mr. Yalamanchi suggested that the Charitable Gaming License Policy be amended to include a request that the organization include a copy of the Solicitation License from the Michigan Attorney General.~~

~~Mr. Staran noted that this document runs hand-in-hand with the application for 501(c)3 Status and commented that this is a good suggestion.~~

~~A motion was made by Rosen, seconded by Klomp, that this matter be Postponed by Resolution. The motion carried by the following vote.~~

~~Aye 7 - Brennan, Hooper, Klomp, Pixley, Rosen, Webber and Yalamanchi~~

~~**Resolved**, that the request from Thomas Richards Charity, located at 55 N. Plaza Blvd., #415, Rochester Hills, Michigan 48307, Oakland County, asking that they be recognized as a nonprofit organization operating in the community for the purpose of obtaining a charitable gaming license, be Postponed.~~

- 2011-0027 Request for Purchase Authorization - FISCAL: Approval of insurance coverage (general liability, motor vehicle, physical damage, property and crime coverage) pool contributions/costs, legal defense and risk management consulting in the amount not-to-exceed \$408,666.00; Michigan Municipal Risk Management Authority, Livonia, MI

Attachments: [Agenda Summary.pdf](#)
[032111 Agenda Summary.pdf](#)
[Questions Answers Nickel.pdf](#)
[Questions Answers MMRMA.pdf](#)
[Actual Event Comparison.pdf](#)
[Educational Programs MMRMA.pdf](#)
[Education Program Brochures Nickel.pdf](#)
[MMRMA net asset distribution announcement.pdf](#)
[Adjusted 2011 premium email.pdf](#)
[Adjusted 2011-12 premium.pdf](#)
[012411 Agenda Summary.pdf](#)
[Pros and Cons for MMRMA.pdf](#)
[Pros and Cons for MML.pdf](#)
[Pros and Cons for Nickel & Saph.pdf](#)
[Add'l Questions to Proposers.pdf](#)
[References.pdf](#)
[Proposals Tabulation.pdf](#)
[032111 Resolution.pdf](#)
[Resolution.pdf](#)

Mr. Webber stated that while he is employed by one of the firms involved in the bid process, he will recuse himself from discussion and any decision on this matter in the interest to avoid any appearance of impropriety or conflict of interest.

Keith Sawdon, Director of Finance, noted that at the April 4, 2011 meeting, Council voted to move forward with the City's current insurance provider. He stated that preparation of the Request for Proposal (RFP) for the consultant is underway. He pointed out that it is his recommendation that the City not include Stop Loss Coverage this year or add any additional monies to the Self Insured Retention (SIR) account. He mentioned that the asset distribution amount coming back from the Michigan Municipal Risk Management Authority (MMRMA) has not yet been determined.

Mr. Pixley questioned whether there is a ballpark figure for the distribution, when it will be received, and how work on the consultant RFP is progressing.

Mr. Sawdon responded that the distribution will be in the range of \$210,000 to \$215,000 and should arrive in mid-July after the rate period begins. He explained that the RFP has been roughed-in and should be out to the Michigan Intergovernmental Trade Network (MITN) site by approximately June 1st, with a return date of 30 days. The intent is to have a full proposal ready by late fall, with a presentation ready for Council with the results of the proposals in late January or February of next year.

A motion was made by Yalamanchi, seconded by Klomp, that this matter be Adopted by Resolution. The motion carried by the following vote.

Aye 6 - Brennan, Hooper, Klomp, Pixley, Rosen and Yalamanchi

Abstain 1 - Webber

Enactment No: RES0092-2011

Resolved, that the Rochester Hills City Council authorizes the purchase of insurance coverage (general liability, motor vehicle, physical damage, property and crime coverage)

pool contributions/costs, legal defense and risk management consulting to Michigan Municipal Risk Management Authority (MMRMA), Livonia, Michigan, in the amount not-to-exceed \$408,666.00 covering the period July 1, 2011 to June 30, 2012.

2011-0219

Request for Purchase Authorization - ~~MIS~~ Blanket Purchase Order for Cloud Based Backup and Recovery Services in the amount not-to-exceed \$135,000.00 for three years; Docustore Data Management, Dearborn, MI

Attachments: [Agenda Summary.pdf](#)
[Proposals Tabulation.pdf](#)
[Resolution.pdf](#)

Kevin Krajewski, Network Administrator/Deputy Director of MIS, explained that the City's current backup and recovery system is 5-1/2 years old. The Department is in the process of doing a full network upgrade this year and the move to a cloud based backup and recovery system is the first phase of this upgrade. Data will be backed up to secure data centers in Austin, Texas, and Wichita, Kansas, rather than on tape stored at Fire Station #1.

President Hooper questioned how the current backup is done and whether the move to a cloud based system will be labor-saving.

Mr. Krajewski stated that the backup library is stored at Fire Station #1 and tapes are removed from that location once per week. He explained that he currently spends one-half hour to 45 minutes each day managing backups; and if the City were to stay with a tape system, more labor would be required to warehouse tapes. He noted that this move will enhance the security of the City's data. He reported that the Administration has \$80,000 in its budget for contractual services and money is available to cover the half-year that will be used this year.

Mr. Rosen questioned whether the storage locations are secure, as the cities noted are in areas of the country where tornadoes are common. He noted that the real labor savings is in transporting data over the internet rather than storing it on media.

Mr. Krajewski responded that the original data still remains here at the City.

Mr. Brennan questioned why the City could not stay with its current system.

Mr. Krajewski responded that it has been 5-1/2 years since any backup or network upgrades have been done.

Bob Grace, Director of MIS, stated that the data is stored here in the City's server room and is replicated to disk and transferred only one-half mile away. Should a tornado come through this area, it is possible that this location is not far enough away. The City will save money as it will no longer have a capital expense of a tape library or maintenance contracts for equipment.

Mr. Krajewski stated that if this request was not approved, the backup system would then be required to be upgraded as a part of the network upgrade, which could cost in excess of \$180,000, amortized to approximately \$53,000 to \$62,000 per year in capital costs. He noted that while the request is for \$45,000