

Committee-of-the-Whole Agenda

6:00 p.m.

Tuesday, July 2, 2019

Oath of Office

Oath of office for regular commissioned appointment as Police Officer to Joshua McManus effective July 2, 2019 (hire date January 2, 2018).

Questions on the Agenda

Agenda Items

1. **Project 1314 Change Order #1** (Scott Hinton, City Engineer)
2. **RingCentral Phone System** (Don Goff, IT Manager)
3. **Other**

Public Comment

Members of the Public are permitted to speak after coming to the podium and stating their names.

Explanation

1. **A Resolution authorizing approval of Change Order #1 with Tri-City Electric Company of Iowa for Project #1314, River Drive and University Drive Traffic Signals, in the amount of \$16,131.** (Scott Hinton, City Engineer)

Explanation: The Development Agreement with the IH Mississippi Valley Credit Union (IHMVCU) includes language through which the City shall use the proceeds from the sale of the property to IHMVCU to fund certain TIF-eligible improvements. IHMVCU shall then be rebated the actual cost of the improvements as increment becomes available. Among the improvements is the installation of traffic signals at the intersection of River Drive and University Drive for a maximum amount of \$225,000 and the installation of a pedestrian crossing across River Drive for a maximum amount of \$25,000. The City engaged a local engineering consultant to provide design services for the traffic signals and pedestrian crossing, purchased certain items such as the mast arms and control cabinets for the project, and entered into a contract with Tri-City Electric to install the items as Project #1314. The plans and specifications omitted necessary items such as a hand hole and wire for the electrical service, installation of City-provided pedestrian push buttons and signal heads, and a foundation for the control cabinets. Also, a previously unknown underground foundation was encountered when attempting to drill a mast arm foundation. In order to pay the contractor for additional costs which are not included in the contract, a change order in the amount of \$16,131 is necessary. This increases the original contract value of \$101,429.58 by 15.9% to \$117,560.58. Additional documentation attached.

Staff Recommendation: Approval
Fiscal Impact: \$250,000 is budgeted in TIF #12 for this work.

Design Services

Shive Hattery 25,400.00

Materials Purchased by City

Mobotrex Control Cabinet 45,833.50

Republic Hand Hole 338.27

Valmont Mast Arms 19,342.00

Pools Pump Station Cabinet 2,200.00

Tapco Ped Crossing Beacons 6,148.42

Construction Contract

Tri-City Electric Original Contract Value 101,429.58

Change Order #1 16,131.00

Total \$216,822.77

Public Notice/Recording: N/A
Goals Impacted: Strong Local Economy, Upgrade City Infrastructure & Facilities

- 2. A Resolution authorizing the IT Manager to enter in an agreement with RingCentral for a new NextGen Cloud-Based VoIP phone system, and for staff to do all things necessary to implement said system. Funds will come from the IT Reserve account. (Don Goff, IT Manager)**

Explanation: The City's current phone system is currently ten years old and is in need of replacement on multiple fronts. Moving to a cloud-based VoIP system will alleviate many unnecessary expenses, save resources, improve customer service, improve communication between staff and residents, and save the city money over the next five years. If we do not purchase now, approximately \$18,000 - \$25,000 would be wasted on an antiquated phone system that is slated for replacement during the first quarter of 2020. Additional documentation attached.

Staff Recommendation: Approval
Fiscal Impact: \$38,000 from IT Reserves, leaving a balance of \$435,700 in that account
Public Notice/Recording: N/A
Goals Impacted: Upgrade City Infrastructure & Facilities

Council Bill/Resolution No.
Sponsor: _____

A RESOLUTION

AUTHORIZING approval of Change Order #1 with Tri-City Electric Company of Iowa for Project #1314, River Drive and University Drive Traffic Signals, in the amount of \$16,131.00.

WHEREAS, among TIF-eligible improvements under the IH Mississippi Valley Credit Union development agreement are the installation of traffic signals at the intersection of River Drive and University Drive for a maximum amount of \$225,000.00 and the installation of a pedestrian crossing across River Drive for a maximum amount of \$25,000.00; and

WHEREAS, the City engaged a local engineering consultant to provide design services for the traffic signals and pedestrian crossing, purchased certain items such as the mast arms and control cabinets for the project, and entered into a contract with Tri-City Electric to install the items as Project #1314; and

WHEREAS, the plans and specifications omitted necessary items such as a hand hole and wire for the electrical service, installation of City-provided pedestrian push buttons and signal heads, and a foundation for the control cabinets; and

WHEREAS, in addition, a previously unknown underground foundation was encountered when attempting to drill a mast arm foundation; and

WHEREAS, a change order in the amount of \$16,131.00 is necessary to pay the contractor for costs not included in the contract, and funds are budgeted and available as detailed below:

<u>Design Services</u>		
Shive Hattery		25,400.00
<u>Materials Purchased by City</u>		
Mobotrex	Control Cabinet	45,833.50
Republic	Hand Hole	338.27
Valmont	Mast Arms	19,342.00
Pools	Pump Station Cabinet	2,200.00
Tapco	Ped Crossing Beacons	6,148.42
<u>Construction Contract</u>		
Tri-City Electric	Original Contract Value	101,429.58
	Change Order #1	<u>16,131.00</u>
	Total	\$216,822.77

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MOLINE, ILLINOIS, as follows:

That the City Council hereby finds it in the best interest of the City of Moline, Illinois, to authorize approval of Change Order #1 with Tri-City Electric Company of Iowa for Project #1314, River Drive and University Drive Traffic Signals, in the amount of \$16,131.00; provided, however, that said change order is in substantially similar form and content to that attached hereto and incorporated herein by this reference thereto as Exhibit A.

CITY OF MOLINE, ILLINOIS

Mayor

July 16, 2019

Date

Passed: July 16, 2019

Passed: July 23, 2019

Attest: _____
City Clerk

Twenty-Six Million Dollars (\$26,000,000.00). In the event that the total Project cost is less than the amount shown above, then fifteen percent (15%) of the reduced Project cost will be the maximum amount paid to the Developer through the term of this Agreement. If, for example, the total cost of the Project is 20% less than the amount shown above, then the total City rebate distributed from the net incremental real estate tax will be reduced by 20%. In no case shall more than Three Million Nine Hundred Thousand Dollars (\$3,900,000.00) be paid out as the 15% incentive payment.

- ii. Developer shall also receive 100% of the actual costs for TIF eligible improvements made by the City using proceeds from the Purchase Price up to the maximum amounts set forth below. Should the cost of one item below be higher than the estimated cost listed, then the City may use excess funds from another item that actually cost less. If there are no excess funds, the Developer shall pay the difference for the items, if it still desires the improvements, and be rebated 100% of the difference. These reimbursements shall be paid after each improvement is made and as unobligated increment from the Project is available for reimbursement and these expenses shall not be included as part of the total Project cost:
 - 1. Clean fill to raise the site, up to a maximum of One Hundred Fifty Thousand Dollars (\$150,000.00); and
 - 2. Curb cuts into the Property from the public street, up to a maximum of Sixty Thousand Dollars (\$60,000.00); and
 - 3. A traffic signal at River Drive and University Drive, up to a maximum of Two Hundred Twenty-Five Thousand Dollars (\$225,000.00).
 - 4. A pedestrian crosswalk near the east side of the Property across River Drive, up to a maximum of Twenty-Five Thousand Dollars (\$25,000.00).
 - 5. Public sidewalks as required by City Code up to Sixty-Five Thousand Dollars (\$65,000.00).

Developer shall at its sole discretion be entitled to an accounting of all amounts spent by the City on the foregoing items and may inspect the relevant books and records during regular business hours. If the documents and information show the City spent less than \$525,000.00 on the foregoing improvements then Developer shall at its sole discretion be entitled to a refund of the difference as an adjustment to the Purchase Price.

Council Bill/Resolution No.

Sponsor: _____

A RESOLUTION

AUTHORIZING the IT Manager to execute an agreement with RingCentral for a new NextGen Cloud-Based VoIP phone system and authorizing City staff to do all things necessary to implement said system.

WHEREAS, the City's current phone system, purchased in 2009, is in need of replacement on multiple fronts; and

WHEREAS, current costs for this phone system are approximately \$130,000 annually, and costs to bring it up to date would be a minimum of \$50,000 in new CISCO hardware (servers, gateways and phones), \$50,000 in new licensing costs, and \$12,000-15,000 in implementation costs (PRI vs. SIP = primary rate interface vs. session initiation protocol); and

WHEREAS, City staff has researched alternatives and found a cloud-based VoIP system is the most suited to the City's current needs and will alleviate many unnecessary expenses, save resources, improve customer service, improve communication between staff and residents, and save the City money over the next five years; and

WHEREAS, staff solicited bids from industry-leading cloud-based VoIP carriers and the current carrier, and RingCentral submitted the lowest bid and TCO (total cost of ownership) at a cost of \$38,000 for hardware, implementation and training, and a monthly fee of \$6,163 for the next 60 months with one month free.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MOLINE, ILLINOIS, as follows:

That the IT Manager is hereby authorized to execute an agreement with RingCentral for a new NextGen Cloud-Based VoIP phone system; provided, however, that said agreement is in substantially similar form and content to that attached hereto and incorporated herein by this reference thereto as Exhibit A.

BE IT FURTHER RESOLVED that City staff is hereby authorized to do all things necessary to implement said system.

CITY OF MOLINE, ILLINOIS

Mayor

July 16, 2019

Date

Passed: July 16, 2019

Approved: July 23, 2019

Attest: _____

City Clerk



Tony Pacini, Sr. Account Executive - Public Sector
 Connect with me: 312-858-5206 | tony.pacini@ringcentral.com

PRICE QUOTE

Presented to: City of Moline

June 26, 2019

Service Price - 60 Month Term (MRC) - Phone Purchase- Monthly Pay				
Description	Qty.	Discounted Unit Price	RingCentral Monthly Amount	RingCentral Annual Amount
RingCentral Standard Office Licenses	250	\$15.09	\$3,772.50	\$45,270.00
VoIP Softphone & Mobile App	250	\$0.00	\$0.00	\$0.00
Limited Voice Extensions (Conference, common area)	52	\$10.99	\$571.48	\$6,857.76
Local & Long Distance for US & Canada	UNLIMITED	\$0.00	\$0.00	\$0.00
Compliance and Administrative Cost Recovery Fee	302	\$3.50	\$1,057.00	\$12,684.00
E-911	302	\$1.00	\$302.00	\$3,624.00
Federal Universal Service Fund*	1	-	\$459.72	\$5,516.64
Promotion - 1 Month Service Credit (expires 7/31/19)^			-	(\$6,155.98)
RingCentral Office Grand Total*			\$6,162.70	\$67,796.42

*Federal Universal Service Fee (FUSF) charge varies. Quote is estimate. Calculated at time of invoice.

^ Monthly service credit is estimated

Tax exemption of State & Local taxes pending RingCentral approval

Services (one-time fee/purchase)			
Description	Qty.	Unit Price	Total for Units
Professional Services - Remote Project Management, Implementation, & Training	1	TBD based on SOW*^	\$15,100.00
Phone Hardware - Polycom VVX350	15	\$162.00	\$2,430.00
Phone Hardware - Polycom VVX250	10	\$129.00	\$1,290.00
Phone Hardware - Polycom VVX150 (includes 2 spares)	277	\$69.00	\$19,113.00
Total for Professional Service Implementation			\$37,933.00

*Final scope of work (SOW) and associated pricing will be developed upon the completion of services discovery conversations

^Subject to change based on final SOW

SHIPPING & HANDLING NOT INCLUDED IN QUOTE

PRICING VALID FOR 45 DAYS. 1 Month Service Credit valid through 7/31/19