

HENNEPIN COUNTY

MINNESOTA

FINAL-REVISED COMMITTEE AGENDA

ADMINISTRATION, OPERATIONS AND BUDGET COMMITTEE

TUESDAY, APRIL 2, 2024
1:30 PM

Chair: Debbie Goettel, District 5
ViceChair: Marion Greene, District 3
Members: Jeff Lunde, District 1
Irene Fernando, District 2
Angela Conley, District 4
Vacant, District 6
Kevin Anderson, District 7

1. Minutes from Previous Meeting

1.A. March 12, 2024 Minutes

Attachments: [Administration.Operations.Budget-COMMITTEE.MINUTES-12-March-2024](#)

2. New Business

Routine Items

2.A. [24-0121](#)

Amd 2 to Agmt PR00004679 with OptumRx, the county's self-insured pharmacy benefit plan's third-party administrator, to include reporting service for Centers for Medicare and Medicaid Services required by the Consolidated Appropriations Act Prescription Drug Data Collection filing

Addendum

2.B. [24-0140](#)

JPA PR00006037 with the State of MN for a Joint Disparity Study to examine whether there is evidence of discrimination against BIPOC- and women-owned firms in Hennepin County's market area and to assess potential measures to address any such discrimination, 02/01/24-01/31/26, NTE \$32,660

2.C. [24-0141](#)

Amend the 2024 Capital Budget to include to include CP 1010889 Hennepin Healthcare Space Improvements Project to fund facility improvements at Hennepin County Medical Center; Transfer \$15,000,000 funds from the HHS Purple Parking Ramp Expansion (CP 1008705), direct Administrator to include additional funding in the 2025 Capital Budget

HENNEPIN COUNTY

MINNESOTA

300 South Sixth Street
Minneapolis, MN
55487-0240

Board Action Request

TMP-0946

Item Description:

March 12, 2024 Minutes

HENNEPIN COUNTY

MINNESOTA

COMMITTEE MINUTES

ADMINISTRATION, OPERATIONS AND BUDGET COMMITTEE

TUESDAY, MARCH 12, 2024
1:30 PM

Chair: Debbie Goettel, District 5
ViceChair: Marion Greene, District 3
Members: Jeff Lunde, District 1
Irene Fernando, District 2
Angela Conley, District 4
Vacant, District 6
Kevin Anderson, District 7

Commissioner Debbie Goettel, Chair, called the meeting of the Administration, Operations and Budget Committee for Tuesday, March 12, 2024 to order at 1:39 p.m.

Present: Debbie Goettel, Jeff Lunde, Irene Fernando, Marion Greene, Angela Conley and Kevin Anderson

1. Minutes from Previous Meeting

1.A. February 27, 2024 Administration, Operations and Budget Committee Minutes

APPROVE

Commissioner Jeff Lunde moved, seconded by Commissioner Irene Fernando, to approve the Minutes.

Aye: Commissioner Goettel, Commissioner Lunde, Commissioner Fernando, Commissioner Greene, Commissioner Conley and Commissioner Anderson

2. Presentation

Metropolitan Mosquito Control District presentation by Alex Carlson and Dan Huff

3. New Business

Routine Items

A. [24-0088](#)

Establish a public hearing on Tuesday, April 23, 2024 at 1:30 pm during the County Administration, Operations and Budget Committee for the purpose of issuing debt under the county's 2024-2028 Capital Improvement Program

CONSENT

Commissioner Jeff Lunde moved, seconded by Commissioner Marion Greene, to approve the Resolution.

Aye: Commissioner Goettel, Commissioner Lunde, Commissioner Fernando, Commissioner Greene, Commissioner Conley and Commissioner Anderson

B. [24-0089](#)

Establish a public hearing on the Hennepin County Consortium 2024 HUD Annual Action Plan on Tuesday, April 23, 2024 at 1:30 p.m.

CONSENT

Commissioner Jeff Lunde moved, seconded by Commissioner Marion Greene, to approve the Resolution.

Aye: Commissioner Goettel, Commissioner Lunde, Commissioner Fernando, Commissioner Greene, Commissioner Conley and Commissioner Anderson

C. [24-0090](#)

Authorize the issuance and sale of one or more tax-exempt multifamily housing revenue bonds by the HCHRA for an affordable housing project at 505, 507, 525, 527, 560 Humboldt Avenue and 1315 Olson Memorial Highway, Mpls

PROGRESS

Commissioner Marion Greene moved, seconded by Commissioner Jeff Lunde, to progress the Resolution to the March 19th, 2024 Board meeting.

Aye: Commissioner Goettel, Commissioner Lunde, Commissioner Fernando, Commissioner Greene, Commissioner Conley and Commissioner Anderson

D. [24-0091](#)

Agmt A2412204 with Ramsey County Housing and Redevelopment Authority, 03/20/24-12/31/24, total (recv \$46,000); Amd 1 to PR00004899 with Interise, Inc., 11/01/22-12/31/24, NTE \$320,000, for CEO Now programming

CONSENT

Commissioner Jeff Lunde moved, seconded by Commissioner Marion Greene, to approve the Resolution.

Aye: Commissioner Goettel, Commissioner Lunde, Commissioner Fernando, Commissioner Greene, Commissioner Conley and Commissioner Anderson

E. [24-0092](#)

Amd 8 to Agmt A102233 with Sirius Computer Solutions Inc. for managed mainframe services, ext end date to 03/21/27 with two additional one-year extension options through 03/31/29, incr NTE by \$3,151,485

CONSENT

Commissioner Jeff Lunde moved, seconded by Commissioner Marion Greene, to approve the Resolution.

Aye: Commissioner Goettel, Commissioner Lunde, Commissioner Fernando, Commissioner Greene, Commissioner Conley and Commissioner Anderson

F. [24-0093](#)

Amd 1 to Agmt PR00005559 with RBA, Inc. for web migration services, ext end date to 06/01/25, incr NTE by \$182,000

CONSENT

Commissioner Jeff Lunde moved, seconded by Commissioner Marion Greene, to approve the Resolution.

Aye: Commissioner Goettel, Commissioner Lunde, Commissioner Fernando, Commissioner Greene, Commissioner Conley and Commissioner Anderson

G. [24-0094](#)

Agmt PR00005981 with The Network for Better Futures dba Better Futures Minnesota to provide janitorial services at East Lake Library, Nokomis Library, Northeast Library and Pierre Bottineau Library, 04/01/24-03/31/27, NTE \$450,000

CONSENT

Commissioner Jeff Lunde moved, seconded by Commissioner Marion Greene, to approve the Resolution.

Aye: Commissioner Goettel, Commissioner Lunde, Commissioner Fernando, Commissioner Greene, Commissioner Conley and Commissioner Anderson

H. [24-0095](#)

Approve two agmts to provide deconstruction services, 03/05/24-12/31/25, combined total NTE \$650,000

CONSENT

Commissioner Jeff Lunde moved, seconded by Commissioner Marion Greene, to approve the Resolution.

Aye: Commissioner Goettel, Commissioner Lunde, Commissioner Fernando, Commissioner Greene, Commissioner Conley and Commissioner Anderson

Items for Discussion and Action

I. [24-0096](#)

Agmts with Avivo and HIRED for the provision of services under the Workforce Innovation and Opportunity Act Youth Program, 04/01/24-03/31/27, combined NTE \$820,000

CONSENT

Commissioner Irene Fernando moved, seconded by Commissioner Kevin Anderson, to approve the Resolution.

Aye: Commissioner Goettel, Commissioner Lunde, Commissioner Fernando, Commissioner Greene, Commissioner Conley and Commissioner Anderson

Addendum

J. [24-0120](#)

Amend the 2024 Capital Budget to include CP 1010846 Reuse and Recycling Recovery Facility; supplemental budget appropriation of \$5,000,000 from the Solid Waste Enterprise Fund balance, direct Administrator to include additional funding in the 2025 Capital Budget

CONSENT

Commissioner Debbie Goettel moved, seconded by Commissioner Irene Fernando, to approve the Resolution.

Aye: Commissioner Goettel, Commissioner Lunde, Commissioner Fernando, Commissioner Greene, Commissioner Conley and Commissioner Anderson

There being no further business, the Administration, Operations and Budget Committee for Tuesday, March 12, 2024 was declared adjourned at 2:17 p.m.

Maria Rose
Clerk to the County Board

HENNEPIN COUNTY

MINNESOTA

300 South Sixth Street
Minneapolis, MN
55487-0240

Board Action Request

24-0121

Item Description:

Amd 2 to Agmt PR00004679 with OptumRx, the county's self-insured pharmacy benefit plan's third-party administrator, to include reporting service for Centers for Medicare and Medicaid Services required by the Consolidated Appropriations Act Prescription Drug Data Collection filing

Resolution:

BE IT RESOLVED, that Amendment 2 to Agreement PR00004679 with OptumRx, who serves as the third party administrator of the county's self-insured pharmacy benefit plan, be amended to include reporting services for Centers for Medicare and Medicaid Services required by the Consolidated Appropriations Act Prescription Drug Data Collection filing, at no additional cost be approved; that the Chair of the Board be authorized to sign the Amendment on behalf of the county; and that the Controller be authorized to disburse funds as directed.

Background:

Under Section 204 of the Consolidated Appropriations Act, employer-based health plans must submit information about prescription drugs and health care spending. This data submission is called the Prescription Drug Data Collection (RxDC) report and is annually due June 1. OptumRx will coordinate with Hennepin County to compile and submit the RxDC report and any necessary narratives to the Centers for Medicare and Medicaid Services as required.

Recommendation from County Administrator: Recommend Approval

HENNEPIN COUNTY

MINNESOTA

300 South Sixth Street
Minneapolis, MN
55487-0240

Board Action Request

24-0140

Item Description:

JPA PR00006037 with the State of MN for a Joint Disparity Study to examine whether there is evidence of discrimination against BIPOC- and women-owned firms in Hennepin County's market area and to assess potential measures to address any such discrimination, 02/01/24-01/31/26, NTE \$32,660

Resolution:

BE IT RESOLVED, that Joint Powers Agreement PR00006037 between Hennepin County and the State of Minnesota, Department of Administration, during the period February 1, 2024 through January 31, 2026, in the not to exceed amount of \$32,660, for a Joint Disparity Study to be conducted by Keen Independent Research LLC (Keen) for a consortium of Minnesota public entities, led by the State of Minnesota and including other governmental units, be approved; that following review and approval by the County Attorney's Office, the Chair of the Board be authorized to sign the Joint Powers Agreement on behalf of the County; and that the Controller be authorized to disburse funds as directed.

Background:

The 1989 U.S. Supreme Court in City of Richmond v. J.A. Croson Company held there are only certain limited permissible reasons for a local government to have a race-conscious procurement program, and set specific conditions for such programs:

1. A government agency must establish and thoroughly examine evidence to determine whether there is a compelling governmental interest in remedying specific past identified discrimination or its present effects; and
2. A jurisdiction must also ensure that any program adopted is narrowly tailored to achieve the goal of remedying the identified discrimination.

These two requirements must both be satisfied to meet the U.S. Supreme Court's strict scrutiny standard of review for race-conscious programs.

Disparity studies examine whether there is a disparity between the utilization and availability of BIPOC- and women-owned firms in a governmental entity's contracting. If an underutilization is documented, the study identifies the extent to which it may be the result of the entity being a passive participant in a system of racial exclusion practiced by elements of the local industry and/or other factors that exist within the relevant market area. Studies recommend options governmental entities may adopt to redress any documented discrimination.

Based on an analysis of common marketplace availability data as well as Hennepin County-specific utilization data, Keen will produce a report for Hennepin County that includes specific quantitative and qualitative information from which the County Board can determine whether to continue supplementing the county's race- and gender-neutral Small Business Enterprise (SBE) Program with narrowly-tailored race- and gender-conscious measures that are applied to procurements within specific industry categories in the county's market area.

Participating Jurisdictions

In addition to Hennepin County, the following governmental entities comprise the consortium that will participate in the 2025 Joint Disparity Study:

- the Minnesota Department of Administration
- the Minnesota Department of Transportation.
- the Metropolitan Council
- the Metropolitan Airport Commission
- the Metropolitan Mosquito Control District
- the University of Minnesota
- Minnesota State Colleges and Universities
- the City of Saint Paul
- the City of Minneapolis
- the City of Rochester
- the City of Bloomington
- Ramsey County
- Saint Paul Public Schools
- Hennepin Healthcare System

Study Focus

Keen Independent Research LLC (Keen) was selected by the State and representatives of the participating governmental entities pursuant to a competitive selection process for a study author. Keen was the author of the 2017 Minnesota Joint Disparity Study, the last study in which the county participated.

Geographic Market Area/Industry Categories

The study will determine the county's relevant geographic market area and within that defined area will analyze county utilization, firm availability, and disparities, relative to four industry categories:

- Construction;
- Professional and technical services;
- Commodities; and
- Miscellaneous services.

The study will also examine entry and advancement, business formation and business success within these four industry categories. Keen will also analyze subindustries within each category. Examples of subindustries:

- under Construction - (20 or more) from highway work to electrical work to plumbing
- under Professional Services - architecture, engineering, accounting, business consulting
- under Commodities - chemicals, office equipment, construction materials
- under Miscellaneous - janitorial, rubbish services, landscape maintenance, building operation

Utilization Analysis

Keen will use a five-year study period (July 1, 2016 through June 30, 2021) from which county contract data will be analyzed. This time period dovetails with the study period from the county's last disparity study (July 1, 2011 through June 30, 2016). The county's utilization of BIPOC- and women-owned firms will be measured on the basis of contract dollars rather than the number of firms that received work or the number of contracts awarded. The report produced specifically for the county will analyze the effectiveness of the narrowly-tailored race- and gender-conscious measures the county uses to supplement its SBE Program, as a method to promote the utilization of available BIPOC- and women-owned firms within the county's market area.

Availability Analysis

Keen's approach to determining the availability of BIPOC-, women- and majority-owned firms within a designated market area has been reviewed and approved by courts and federal agencies. The study will quantify the availability of BIPOC-, women- and majority-owned firms that are qualified, willing and able to

perform specific public sector prime contracts and subcontracts within the county's market area.

Overall counts of qualified MBEs, WBEs and majority-owned firms within the county's geographic market area will be provided for each of the study's industry categories, as well as for subindustries within each category. The study will also report availability for firms owned by African Americans, Asian Americans (divided into Asian-Pacific Americans and Subcontinent Asian Americans, as possible), Hispanic Americans and Native Americans (or "Indigenous Americans").

Timeline for Key Deliverables

The county will receive a draft study in 2025, which will be presented by staff to the County Board.

Joint Powers Agreement

The State of Minnesota, through its Commissioner of Administration, and Hennepin County would enter into a Joint Powers Agreement for a 2025 Joint Disparity Study to be produced on behalf of the State and the other participating governmental units. Each participating governmental unit will be responsible for a prorated share of the study's cost. Hennepin County's cost is \$32,660. The State will assume responsibility for project and contract management of the contract with Keen.

Recommendation from County Administrator: Recommend Approval

HENNEPIN COUNTY

MINNESOTA

300 South Sixth Street
Minneapolis, MN
55487-0240

Board Action Request

24-0141

Item Description:

Amend the 2024 Capital Budget to include to include CP 1010889 Hennepin Healthcare Space Improvements Project to fund facility improvements at Hennepin County Medical Center; Transfer \$15,000,000 funds from the HHS Purple Parking Ramp Expansion (CP 1008705), direct Administrator to include additional funding in the 2025 Capital Budget

Resolution:

BE IT RESOLVED, that capital project (CP) 1010889 Hennepin Healthcare Space Improvements Project be identified in the 2024 Capital Budget with an appropriation of \$15,000,000 funded by a transfer from the HHS Purple Parking Ramp Expansion (CP 1008705) to fund facility improvements at Hennepin County Medical Center; that the administrator is directed to estimate additional project costs for consideration as part of the 2025 Capital Budget and 2025-2029 Capital Improvement Program process; and that the Controller be authorized to transfer and disburse funds as directed.

Background:

Hennepin Healthcare plays a pivotal role caring for vulnerable and at-risk populations with material physical and mental health needs. However, current limitations in physical space hinder its ability to fully address all patient needs. Critical programmatic space modifications will allow for improved patient experience, healing, safety and meeting best practice standards for infection control and privacy.

This board action requests that \$15,000,000 be moved from capital project 1008705 HHS Purple Parking Ramp Expansion to the capital project 1010889 Hennepin Healthcare Space Improvements Project to support near term program-specific capital needs.

Capital project 1008705 HHS Purple Parking Ramp Expansion is currently being reevaluated and a proposed parking solution will be presented for the 2025 capital budget.

The following seven (7) Hennepin Healthcare Service Lines, and campus wide wayfinding, security and building access will be supported through the programmatic space improvements project:

1. Orthopedics
2. Mental Health
3. Addiction Medicine
4. Children/Adolescent Psychiatry Services
5. Trauma
6. Emergency Department
7. Histology, Lab Services
8. HHS Wayfinding, security and building access

Through capital project 1007546 HHS Asset Preservation 2021-2025 the county also funds asset preservation projects that include life safety / code compliance, mechanical and other building systems, electrical, building

envelope and exterior site projects. These projects preserve building integrity and maintain the long-term value of real estate assets.

Currently, Hennepin County and Hennepin Healthcare are also in the early stages of planning for a new In-patient bed tower that aims to positively position the hospital and its impact on team members, patients, communities, and statewide stakeholders. Both the Hennepin Healthcare Space Improvements Project and the Asset Preservation capital projects will allow the hospital to continue to provide quality patient care until the new in-patient bed tower is constructed and operational.

This request supports the county's disparity reduction efforts in the health domain by providing improved care and access to Hennepin Healthcare's diverse patient population.

Impact/Outcomes: The Hennepin Healthcare Space Improvements Project (CP 1010889) will fund near term program-specific capital projects to improve the patient experience at Hennepin Healthcare.

Recommendation from County Administrator: Recommend Approval