

**MINUTES OF THE
FINANCE COMMITTEE
THURSDAY, JUNE 5, 2014**

At a meeting of the **Finance Committee**, held Thursday, June 5, 2014, in the Board Room, on the 9th Floor of the Administration Building, Mount Clemens, the following members were present:

Miller-Chair, Boyle, Brown, Carabelli, Flynn, Klinefelt, Mijac, Sabatini,
Sauger, Smith, Tocco and Vosburg.

Absent and excused was Mocerri.

There being a quorum of the committee present, Chair Miller called the meeting to order at 9:02 a.m.

PLEDGE OF ALLEGIANCE

The Pledge of Allegiance was recited.

AGENDA

Chair Miller requested the removal of #13, an Ordinance establishing procedures for proposing charter amendments, and noted that it will be reviewed at the Full Board meeting. He also requested the addition of a Depository Resolution that was submitted by the Treasurer's Office.

MOTION

A motion was made by Carabelli, supported by Sauger, to adopt the agenda, as amended (and to include #17, proclamation for Joe Jaczkowski). **The Motion Carried.**

CHAIRMAN'S COMMENTS

Chair Miller requested a moment of silence for Macomb County Human Services Board member Penny Hader's husband, Bob, who recently passed away.

Chair Miller commented on an article that he distributed titled "Suburban Detroit college draws a blueprint for education."

MINUTES

MOTION

A motion was made by Brown, supported by Mijac, to approve the April 17, 2014, minutes of this committee, as written. **The Motion Carried.**

ITEM WAIVED BY HEALTH & HUMAN SERVICES COMMITTEE CHAIR

**Budget Amendment/Comprehensive Planning & Budgeting Contracting
(CPBC) Grant Agreement/Health**

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Carabelli, supported by Flynn, to recommend that the Board of Commissioners approve an increase in revenues and expenses in the amount of \$99,257 in the fiscal year Health Grants Fund; this increase is due to Amendment #4 to the FY 2013/2014 Comprehensive Planning and Budgeting Contracting (CPBC) Grant Agreement between the Michigan Department of Community Health and the Macomb County Health Department; further, this budget action addresses budgetary issues only. It does not constitute the Commission's approval of any County contract. If a contract requires Commission approval under the County's Contracting Policy or the County's Procurement Ordinance, such approval must be sought separately; further, a copy of this Board of Commissioners' action is directed to be delivered forthwith to the Office of the County Executive. **THE MOTION CARRIED.**

ITEMS WAIVED BY INFRASTRUCTURE COMMITTEE CHAIR

**Revised Budget Amendment/Traffic Operations Center Director/
Department of Roads**

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Brown, supported by Sauger, to recommend that the Board of Commissioners approve an amendment to the 2013/2014 Department of Roads budget to include the additional salary/benefits expense of \$53,791.28 for the Traffic Operations Center Director to be covered through the Roads' fund balance; further, this budget action addresses budgetary issues only. It does not constitute the Commission's approval of any County contract. If a contract requires Commission approval under the County's Contracting Policy or the County's Procurement Ordinance, such approval must be sought separately; further, a copy of this Board of Commissioners' action is directed to be delivered forthwith to the Office of the County Executive.

The following commissioners spoke: Carabelli, Flynn and Klinefelt.

Chair Miller called for a vote on the motion and **THE MOTION CARRIED.**

**Revised Budget Amendment/Three Assistant Foreman Positions/
Department of Roads**

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Brown, supported by Sauger, to recommend that the Board of Commissioners approve an amendment to the 2013/2014 Department of Roads budget to include the addition of \$78,357.79 for three Assistant Foreman positions to be covered through the Roads' fund balance; further, this budget action addresses budgetary issues only. It does not constitute the Commission's approval of any County contract. If a contract requires Commission approval under the County's Contracting Policy or the County's Procurement Ordinance, such approval must be sought separately; further, a copy of this Board of Commissioners' action is directed to be delivered forthwith to the Office of the County Executive.

The following commissioner spoke: Klinefelt.

Chair Miller called for a vote on the motion and **THE MOTION CARRIED.**

QUARTERLY REVENUE AND EXPENDITURE REPORTS FOR MARCH 31, 2014

Finance Director Pete Provenzano summarized the reports.

The following commissioner spoke: Carabelli.

MOTION

A motion was made by Brown, supported by Carabelli, to receive and file the Quarterly Revenue and Expenditure Reports for March 31, 2014. **The Motion Carried.**

ECONOMIC VITALITY INCENTIVE PROGRAM (EVIP) CATEGORY III FILING

Finance Director Pete Provenzano stated that this quarter's report outlines the County's progress regarding the reduction of retiree healthcare costs.

The following commissioner spoke: Miller.

MOTION

A motion was made by Carabelli, supported by Mijac, to receive and file the Economic Vitality Incentive Program Category III Filing. **The Motion Carried.**

RECOMMENDATIONS FROM 5-13-14 INFRASTRUCTURE COMMITTEE MEETING

Budget Amendment/Three New Positions/Public Works Wastewater Services Division

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Brown, supported by Sauger, to recommend that the Board of Commissioners approve an amendment to the Public Works 2014 budget by an increase of \$127,557 to fund three new positions for the Wastewater Services Division; the funding for this increase will be 100 percent reimbursed through the user charge rates of the Macomb County Wastewater Disposal System; further, this budget action addresses budgetary issues only. It does not constitute the Commission's approval of any County contract. If a contract requires Commission approval under the County's Contracting Policy or the County's Procurement Ordinance, such approval must be sought separately; further, a copy of this Board of Commissioners' action is directed to be delivered forthwith to the Office of the County Executive.

Bill Misterovich, Chief Deputy Public Works Commissioner, gave an overview and stated that the positions are needed and funding is available.

The following commissioners spoke: Sauger, Tocco and Miller.

Chair Miller called for a vote on the motion and **THE MOTION CARRIED WITH FLYNN AND TOCCO VOTING "NO."**

Budget Amendment/Public Works Inspector Positions/Public Works

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Brown, supported by Sauger, to recommend that the Board of Commissioners approve an amendment to the Public Works general administration budget by \$106,035 to fund pay grade reclassifications for Public Works Inspector positions; this request is to be funded from fund balance, in consideration of the inspection fee revenue budgeted for 2014 which was increased by \$250,000; further, this budget action addresses budgetary issues only. It does not constitute the Commission's approval of any County contract. If a contract requires Commission approval under the County's Contracting Policy or the County's Procurement Ordinance, such approval must be sought separately; further, a copy of this Board of Commissioners' action is directed to be delivered forthwith to the Office of the County Executive.

Chair Miller introduced Public Works' employees Alex Pirkovic, Field Operator, and Courtney Hogeveen, Inspector, who commented on the budgetary issues pertaining to this request.

Also in attendance were Lara Sucharski, Public Work's Supervisor of Soil Erosion and Sediment Control, and Eric Herppich, Human Resources Director.

The following commissioners spoke: Miller, Klinefelt and Vosburg.

AMENDMENT

A motion was made by Carabelli, supported by Vosburg, to remove the retroactive pay and approve a budget amendment of \$61,854 instead of \$106,035.

The following commissioners spoke: Mijac, Flynn, Tocco, Smith and Miller.

Chair Miller called for a vote on the amendment and **THE MOTION CARRIED WITH BOYLE, FLYNN AND MILLER VOTING "NO."**

Chair Miller called for a vote on the motion, as amended, and **THE MOTION CARRIED WITH BOYLE, FLYNN AND KLINEFELT VOTING "NO."**

The motion now reads as follows:

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Brown, supported by Sauger, to recommend that the Board of Commissioners approve an amendment to the Public Works general administration budget by \$61,854 (which reflects deletion of retroactive pay) to fund pay grade reclassifications for Public Works Inspector positions; this request is to be funded from fund balance, in consideration of the inspection fee revenue budgeted for 2014 which was increased by \$250,000; further, this budget action addresses budgetary issues only. It does not constitute the Commission's approval of any County contract. If a contract requires Commission approval under the County's Contracting Policy or the County's Procurement Ordinance, such approval must be sought separately; further, a copy of this Board of Commissioners' action is directed to be delivered forthwith to the Office of the County Executive. **THE MOTION CARRIED WITH BOYLE, FLYNN AND KLINEFELT VOTING "NO."**

PREVIEW OF FY 2015-2017 BUDGET REVIEW

Andrew Kim, Legislative Affairs Director, summarized the information that was provided: a May 12, 2014 memo from the Finance Director to department heads and elected officials regarding the 2015 budget preparation, Board of Commissioners budget review principles and a budget review calendar.

MOTION

A motion was made by Carabelli, supported by Vosburg, to receive and file the information provided regarding the FY 2015-2017 budget review. **The Motion Carried.**

EXECUTIVE SESSION TO DISCUSS LABOR NEGOTIATIONS

MOTION

A motion was made by Carabelli, supported by Brown, to enter into Executive Session for the purpose of discussing labor negotiations. **The Motion Carried.**

In accordance with the motion, committee entered Executive Session at 10 a.m., with it concluding at 10:35 a.m.

EXECUTIVE SESSION TO DISCUSS PENDING LITIGATION

MOTION

A motion was made by Sabatini, supported by Klinefelt, to enter into Executive Session for the purpose of discussing attorney/client privileged correspondence from Corporation Counsel dated May 20 and May 21, 2014.

A roll call vote was taken as follows:

Voting Yes were Boyle, Brown, Carabelli, Flynn, Klinefelt, Mijac, Miller, Sabatini, Sauger, Smith, Tocco and Vosburg. There were 12 "Yes" votes.

The Motion Carried.

In accordance with the motion, committee entered Executive Session at 10:38 a.m., with it concluding at 10:45 a.m.

RECOMMENDATIONS FROM CORPORATION COUNSEL

Case of Consiglia Attard v. Macomb County Department of Roads

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Vosburg, supported by Sauger, to recommend that the Board of Commissioners concur in the recommendation of Corporation Counsel to settle the lawsuit of Consiglia Attard v. Macomb County Department of Roads, 16th Circuit Court Case No. 13-4601-NI; further, a copy of this Board of Commissioners' action is directed to be delivered forthwith to the Office of the County Executive. **THE MOTION CARRIED.**

Case of Ronald Craft v. Macomb County Department of Roads

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Vosburg, supported by Klinefelt, to recommend that the Board of Commissioners concur in the recommendation of Corporation Counsel to settle the

lawsuit of Ronald Craft v. Macomb County Department of Roads, 16th Circuit Court Case No. 13-3420-NO; further, a copy of this Board of Commissioners' action is directed to be delivered forthwith to the Office of the County Executive. **THE MOTION CARRIED.**

AMENDED DEPOSITORY RESOLUTION

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Carabelli, supported by Sauger, to recommend that the Board of Commissioners adopt a resolution designating Public Fund Depositories in compliance with Act 40 Public Acts of 1932.

The following commissioner spoke: Vosburg.

Chair Miller called for a vote on the motion and **THE MOTION CARRIED.**

ADOPT PROCLAMATION COMMENDING JOE JACZKOWSKI – EAGLE SCOUT (OFFERED BY SMITH)

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Smith, supported by Mijac, to recommend that the Board of Commissioners adopt a proclamation commending Joe Jaczkowski – Eagle Scout. **THE MOTION CARRIED.**

CORRESPONDENCE

No correspondence was provided.

ADJOURNMENT

MOTION

A motion was made by Smith, supported by Sabatini, to adjourn the meeting at 10:50 a.m. **The Motion Carried.**



**Corinne Bedard
Committee Reporter**