

**MINUTES OF THE
FINANCE COMMITTEE
WEDNESDAY, OCTOBER 15, 2014**

At a meeting of the **Finance Committee**, held Wednesday, October 15, 2014, in the Board Room, on the 9th Floor of the Administration Building, Mount Clemens, the following members were present:

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

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

PLEDGE OF ALLEGIANCE

The Pledge of Allegiance was recited.

AGENDA

MOTION

A motion was made by Boyle, supported by Mijac, to adopt the agenda, as presented.
The Motion Carried.

CHAIRMAN'S COMMENTS

No comments were provided.

**RECOMMENDATIONS FROM 10-14-14 HEALTH & HUMAN SERVICES
COMMITTEE MEETING**

**Budget Amendment/FY 2014-15 Health Grants-Supplies & Services/
Health**

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Mijac, supported by Brown, to recommend that the Board of Commissioners approve an increase in budgeted revenues and expenses in the Supplies and Services category of the FY 2014/15 Health Grants Budget in the amount of \$10,000, as a result of a new program grant received from the Michigan Department of Community Health, Family Center for Children and Youth with Special Health Care Needs; 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.**

Budget Amendment/FY 2014-15 Health Grants-Infant Safe Sleep Initiative

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Carabelli, supported by Flynn, to recommend that the Board of Commissioners approve an increase in budgeted revenues and expenses in the 2014-15 Health Grants Budget in the amount of \$22,500 for the Infant Safe Sleep Initiative; the budget categories being increased are as follows: full-time wages - \$3,214; FICA/Medicare - \$181; pension/retiree health care - \$648; employee health/dental/life insurance - \$423; workers comp/other - \$34; supplies/services - \$17,515; internal services - \$485; total amount - \$22,500; 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.**

RECOMMENDATION FROM 10-14-14 INFRASTRUCTURE COMMITTEE MEETING

**MDOT Contract for Staffing of Traffic Operations Center for FY 2014-15/
Department of Roads**

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Carabelli, supported by Smith, to recommend that the Board of Commissioners approve the MDOT contract outlining scope of work and funding for staffing of the Traffic Operations Center for Fiscal Year 2014-2015; 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.**

2014 MACOMB COUNTY APPORTIONMENT REPORT

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Carabelli, supported by Sauger, to recommend that the Board of Commissioners adopt the 2014 Macomb County Apportionment Report as prepared by the Finance Department; further, a copy of this Board of Commissioners' action is directed to be delivered forthwith to the Office of the County Executive.

Interim Finance Director Steve Smigiel and Equalization Director Steve Mellen were present. Mr. Smigiel provided an overview of the report. He referred to page 10, taxable value increase, and noted that a zero percent increase was budgeted.

The following commissioners spoke: Brown, Vosburg, Mijac and Miller.

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

DISCUSSION ON REINSTATEMENT OF DROP (DEFERRED RETIREMENT OPTION PROGRAM) PROGRAM FOR NON-UNION EMPLOYEES

Eric Herppich, Human Resources Department Director, provided a summary of the DROP program and provided rationale for extending the program to non-union employees.

The following commissioners spoke: Miller, Vosburg, Tocco and Sabatini.

Louise Gates, Actuary from Gabriel, Roeder, Smith and Company, provided an overview of the study they performed on the proposed changes in pension benefits for general nonunion employees as it pertains to the DROP Program.

The following commissioners spoke: Miller, Flynn, Vosburg and Klinefelt.

MOTION

A motion was made by Tocco, supported by Smith, to receive and file the report provided on the reinstatement of DROP Program. **The Motion Carried.**

EXECUTIVE SESSION TO DISCUSS LABOR NEGOTIATIONS

MOTION

A motion was made by Tocco, supported by Carabelli, 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 9:42 a.m., with it concluding at 9:48 a.m.

RATIFICATION OF 2015 WAGE RE-OPENER WITH AFSCME, LOCAL 411

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Tocco, supported by Sauger, to recommend that the Board of Commissioners approve ratification of a 2015 wage re-opener with the American Federation of State, County and Municipal Employees (AFSCME), Local 411, as an amendment to the 2014-2016 Collective Bargaining Agreement; 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 CARABELLI, SABATINI AND VOSBURG VOTING “NO.”**

**EXECUTIVE SESSION TO DISCUSS ATTORNEY/CLIENT PRIVILEGED
MEMORANDUM FROM INDEPENDENT COUNSEL DATED 10-10-14 RE:
MARTHA T. BERRY**

MOTION

A motion was made by Tocco, supported by Vosburg, to enter into Executive Session for the purpose of discussing an attorney/client privileged memorandum from Independent Counsel dated October 10, 2014 regarding Martha T. Berry.

A roll call vote was taken as follows:

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

The Motion Carried.

In accordance with the motion, committee entered Executive Session at 9:50 a.m., with it concluding at 10:58 a.m.

CORRESPONDENCE

No correspondence was provided.

NEW BUSINESS

Commissioner Vosburg noted that Commissioner Brown had to leave earlier to attend a SEMCOG meeting.

ADJOURNMENT

MOTION

A motion was made by Mocerri, supported by Tocco, to adjourn the meeting at 10:59 a.m. **The Motion Carried.**



**Corinne Bedard
Committee Reporter**