

**MINUTES OF THE
FINANCE COMMITTEE
WEDNESDAY, MARCH 18, 2015**

At a meeting of the **Finance Committee**, held Wednesday, March 18, 2015, in the Board Room, on the 9th Floor of the Administration Building, Mount Clemens, the following members were present:

Miller-Chair, Carabelli, Duzyj, Flynn, Klinefelt, Marino, Mijac, Sabatini,
Sauger, Smith, Tocco and Vosburg.

Absent and excused was Brown-Vice-Chair, who was attending a SEMCOG Legislative Policy Task Force meeting.

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

Chair Miller requested the addition of a report from John Anderson regarding a Blue Cross Blue Shield breach issue and an interview for a SEMCOG Board appointment, which was waived by the Government Operations Committee Chair. He also made some changes to the order of agenda items.

MOTION

A motion was made by Marino, supported by Duzyj, to adopt the agenda, as amended.
The Motion Carried.

CHAIRMAN'S COMMENTS

No comments were provided.

ITEM WAIVED BY GOVERNMENT OPERATIONS COMMITTEE CHAIR

Budget Amendment/2015 Remonumentation Grant/Clerk/Register of Deeds

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Sauger, supported by Mijac, to recommend that the Board of Commissioners approve an increase of \$58,234 in the 2015 Remonumentation Grant budget; 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.

Todd Schmitz, Chief Deputy County Clerk, gave an overview.

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

REPORT ON BLUE CROSS BLUE SHIELD DATA BREACH

John Anderson spoke about recent news reports regarding data breaches affecting Blue Cross members locally and across the nation, and the possible impact upon some Macomb County plan participants. He also gave an update regarding the MITN data incident.

MOTION

A motion was made by Carabelli, supported by Duzyj, to receive and file the report provided by John Anderson. **The Motion Carried.**

ITEM WAIVED BY JUSTICE AND PUBLIC SAFETY COMMITTEE CHAIR

Contract for Consulting Services for Jail Needs Analysis and Feasibility Study/Sheriff

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Carabelli, supported by Vosburg, to recommend that the Board of Commissioners concur with the Sheriff's request to approve the contract with the Associated Team of Voorhis/Robertson Justice Services LLC, David Bennett Consulting Inc. and AECOM for consulting services for Jail Needs Analysis and Feasibility Study; funds for the cost of \$240,000 are available in the Capital Improvement Fund; further, a copy of this Board of Commissioners' action is directed to be delivered forthwith to the Office of the County Executive.

Sheriff Anthony Wickersham gave an overview of the contract.

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

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

ADOPT RESOLUTION AMENDING PARAGRAPH 13 OF THE BOND RESOLUTION AUTHORIZING THE COUNTY OF MACOMB TO ISSUE THE COUNTY OF MACOMB RETIREES HEALTH CARE BONDS, SERIES 2015 (GENERAL OBLIGATION LIMITED TAX)/FINANCE (REFERRED FROM 3-12-15 MEETING)

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Flynn, supported by Mijac, to recommend that the Board of Commissioners adopt a resolution amending paragraph 13 of the Bond Resolution authorizing the County of Macomb to issue the County of Macomb Retirees Health Care Bonds, Series 2015 (General Obligation Limited Tax). **THE MOTION CARRIED WITH SABATINI VOTING “NO.”**

RECOMMENDATIONS FROM 3-17-15 INFRASTRUCTURE/ECONOMIC DEVELOPMENT COMMITTEE MEETING

J. Ranck Electric Contract for Traffic Signal Modernization Project (32 Mile and Van Dyke)/Department of Roads

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Carabelli, supported by Smith, to recommend that the Board of Commissioners approve the award of bid and contract between the Department of Roads and J. Ranck Electric for the Traffic Signal Modernization Project at 32 Mile and Van Dyke scheduled for the 2015 construction season; 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.**

Cost Participation Agreement with Road Commission for Oakland County-Dequindre Road Right-of-Way Acquisition/Department of Roads

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Flynn, supported by Marino, to recommend that the Board of Commissioners approve the Cost Participation Agreement between the Department of Roads and the Road Commission for Oakland County for the right-of-way acquisition on Dequindre from Long Lake to Auburn Road; 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.**

R.S. Contracting Contract for Pavement Marking/Department of Roads

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Vosburg, supported by Sauger, to recommend that the Board of Commissioners approve the contracts between the Macomb County Department of Roads and R.S. Contracting for the Pavement Marking Program scheduled to be

completed in 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.**

MDOT Contract for 15 Traffic Signal Upgrades (15 Mile/Chrysler and 17 Mile/Ford Motor Company/Department of Roads)

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Sabatini, supported by Mijac, to recommend that the Board of Commissioners approve the MDOT contract outlining scope of work and funding for traffic signal upgrades at the intersections of 15 Mile/Chrysler and 17 Mile/Ford Motor Company; 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.**

AT&T ILEC Centrex Service Contract/Information Technology

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Flynn, supported by Vosburg, to recommend that the Board of Commissioners approve a two-year contract with AT&T ILEC Centrex Service for a fixed minimum cost of \$100,800 per year; 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.**

AT&T Intrastate Services Pricing Schedule Contract/Information Technology

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Mijac, supported by Smith, to recommend that the Board of Commissioners approve a three-year contract with AT&T Intrastate Services for a fixed minimum cost of \$134,400 per year; 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.**

REPORT ON OPEB BOND SALE

Steve Smigiel, Interim Finance Director, provided a summary of the bonding process indicating that he, along with a group including Board Chair Dave Flynn, Deputy Executive Mark Deldin and Kari Blanchett from Public Financial Management (PFM), worked with the underwriters, J.P. Morgan, to price the bonds. The average interest rate came in at 3.88 percent making annual debt service \$18,390,000. He noted that \$18.4 million had been budgeted. Because 20 year bonds were issued, the long term savings will be \$47 million.

The following commissioner spoke: Flynn.

MOTION

A motion was made by Carabelli, supported by Smith, to receive and file the report provided on the OPEB Bond sale. **The Motion Carried.**

QUARTERLY REVENUE AND EXPENDITURE REPORTS FOR DECEMBER 31, 2014

Steve Smigiel, Interim Finance Director, summarized the reports.

The following commissioners spoke: Carabelli, Vosburg, Smith and Sabatini.

MOTION

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

ADOPT RESOLUTION TO SUPPORT THE NOMINATION OF NANCY M. WHITE TO THE MICHIGAN WOMEN'S HALL OF FAME (OFFERED BY BOARD CHAIR ON BEHALF OF BOARD)

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Flynn, supported by Duzyj, to recommend that the Board of Commissioners adopt a resolution to support the nomination of Nancy M. White to the Michigan Women's Hall of Fame. **THE MOTION CARRIED.**

EXECUTIVE SESSION TO DISCUSS LABOR NEGOTIATIONS

MOTION

A motion was made by Flynn, 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 9:37 a.m., with it concluding at 9:46 a.m.

CONTRACT RATIFICATION ON WAGES ONLY FOR POAM DEPUTIES AND DISPATCHERS

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Vosburg, supported by Smith, to recommend that the Board of Commissioners concur in the recommendation of the Macomb County Executive and the Human Resources and Labor Relations Department and approve ratification of a

2015 and 2016 wage re-opener with POAM (Deputies and Dispatchers) 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 MARINO AND SABATINI VOTING "NO."**

REVIEW, DISCUSSION AND VOTE ON AMENDMENTS TO PROPOSED ORGANIZATION PLAN (AMENDMENTS WILL BE FORWARDED TO 3-19 FULL BOARD MEETING)

AMENDMENT

A motion was made by Tocco, supported by Marino, to amend the 2015 Organization Plan proposed by the County Executive on January 29, 2015 by inserting the "2015 Macomb County, Michigan, Organization Plan Draft of 03-16-15", provided on pages 223 through 235 of the agenda packet.

The following commissioners spoke: Vosburg and Flynn.

Chair Miller called for a vote on the motion and **The Motion Carried.**

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Flynn, supported by Sauger, to recommend that the Board of Commissioners adopt the 2015 Macomb County, Michigan Organization Plan, as amended; 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.**

ADOPT RESOLUTION APPROVING FUND ADVANCE AGREEMENT BETWEEN THE COUNTY AND THE HUMAN SERVICES BOARD (OFFERED BY BOARD CHAIR ON BEHALF OF BOARD)

COMMITTEE RECOMMENDATION – MOTION

A motion was made by Flynn, supported by Tocco, to recommend that the Board of Commissioners adopt a resolution approving the Fund Advance Agreement between the County and the Human Services Board.

The following commissioner spoke: Flynn.

Scott Smith provided an overview of the agreement. He stated this will have no impact on the County's finances for this fiscal year; it is a cash flow arrangement.

The following commissioners spoke: Klinefelt and Vosburg.

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

**INTERVIEW OF CANDIDATE FOR BOARDS & COMMISSIONS APPOINTMENTS
(WAIVED BY GOVERNMENT OPERATIONS COMMITTEE CHAIR)**

SEMCOG Board

Committee was in receipt of a correspondence from Board Chair Flynn recommending Commissioner Steve Marino to replace Toni Mocerri as Bob Smith's alternate.

Commissioner Marino spoke about his interest in serving on this board.

CORRESPONDENCE

No correspondence was provided.

ADJOURNMENT

MOTION

A motion was made by Duzyj, supported by Klinefelt, to adjourn the meeting at 10:02 a.m. **The Motion Carried.**



**Corinne Bedard
Committee Reporter**