

Chairperson: Supervisor Elizabeth M. Coggs  
Clerk: Delores "Dee" Hervey, 278-4230  
Research Analyst: Steve Cady, 278-4347

**COMMITTEE ON FINANCE AND AUDIT**  
**Thursday, October 30, 2008 - 9:00 A.M.**  
**Milwaukee County Courthouse - Room 201-B**

**MINUTES**

**SCHEDULED ITEMS:**

**DEPARTMENT OF TRANSPORTATION, PUBLIC WORKS AND TRANSIT -1**

1. 08-355 From the Director, Department of Transportation, Public Works and Transit, requesting authorization to create 27 Airport Snow Removal Operator – Seasonal positions. **(Also to Committee of Personnel, Department of Administrative Services and Division of Human Resources)**

**#B88 APPEARANCE(S):**

Barry Bateman, Director, General Mitchell International Airport (GMIA)

**ACTION BY: (Mayo) Moved approval. Vote 7-0**

**AYES:** Thomas, Mayo, Schmitt, Johnson, \*West, Jursik and Coggs (Chair)

**NOES:** None.

**\*Supervisor West, who was not present when the roll was called, requested unanimous consent to be recorded as voting with the majority. There being no objection, it was so ordered by the Chair.**

**AIRPORT -1**

2. 06-395 **Adopted 2007 Budget Amendment (1B027)** directing the Airport Director to submit semi-annual capital improvement project status reports to the Committees on Finance and Audit and Transportation, Public Works and Transit beginning in April 2008. **(Also to the Committee on Transportation, Public Works and Transit.) (INFORMATIONAL UNLESS OTHERWISE DIRECTED BY THE COMMITTEE.)**
  - (a)(i)

**#B89 APPEARANCE(S):**

**ACTION BY: (Mayo) Moved to receive and place on file. Vote 7-0**

**AYES:** Thomas, Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)

**NOES:** None.

SCHEDULED ITEMS (CONTINUED):

This item was taken out of order.

CLERK OF CIRCUIT COURT/DIRECTOR OF COURT SERVICES -1

3. 08-372 From Clerk of Circuit Court/Director of Court Services, requesting authorization to enter into a contract with Midwest Medical Records Association, Inc. for the period of January 1, 2008 through December 31, 2008 for services already being provided for on-site duplication; copying services of court records for the Criminal Division. **(Also referred to the Committee of Judiciary, Safety and General Services)**

**#B86**

**APPEARANCE(S):**

John Barrett, Clerk of Circuit Court/Director of Court Services  
Tom Oelstrom, Courts Accounting Coordinator

**ACTION BY: (Johnson) Moved concurrence with the actions by the Committee of Judiciary, Safety and General Services. Vote 6-0**

**AYES:** Thomas, Mayo, Schmitt, Johnson, Jursik and Coggs (Chair)-6

**NOES: None**

**EXCUSED:** West-1

CHIEF JUDGE -1

4. 08-359 From the Chief Judge, requesting authorization to negotiate and sign professional services contracts with Wisconsin Community Services, Inc. and Justice 2000, Inc. for the provision of following pretrial services for the period of January 1, 2009 to December 31, 2011. **(Also referred to the Committee of Judiciary, Safety and General Services)**

**#B87**

**APPEARANCE(S):**

Holly Szablewski, Circuit Court

**ACTION BY: (Johnson) Moved concurrence with the actions by the Committee of Judiciary, Safety and General Services. Vote 6-0**

**AYES:** Thomas, Mayo, Schmitt, Johnson, Jursik and Coggs (Chair)-6

**NOES: None**

**EXCUSED:** West-1

EMPLOYEE BENEFITS DIVISION -3

5. 08-278 From the Director, Employee Benefits Division, requesting authorization to execute a three-year contract for administration of Milwaukee County's medical plan coverage. **(Also referred to the Committee on Personnel)**  
(a)(a)

**SCHEDULED ITEMS (CONTINUED):**

**See Item No. 6 for Committee's action.**

6. 08-279 From the Director, Employee Benefits Division, requesting authorization to  
(a)(a) execute a three-year contract for administration of Milwaukee County's  
prescription drug coverage. **(Also referred to the Committee on Personnel)**

**APPEARANCE(S):**

David Arena, Director, Employee Benefits Division  
Dustin Hinton, VP Sales, United Health Care  
Matt Hanchek, Fiscal Benefits Manager, Employee Benefits Division  
Jerome Heer, Director of Audits

Discussion ensued at length.

B93 **ACTION BY: (Mayo) Moved lay over to a special meeting on Thursday,  
November 6, 2008 at 8:30 a.m. to address the DBE component.**

**ACTION BY: (Mayo) Moved lay over to both Items 5 &6 to Thursday,  
November 6, 2008 at 8:30 a.m. to address the DBE issue. Vote 7-0**

**AYES:** Thomas, Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-7

**NOES:** None

7. 08F25 From the Director, Department of Administrative Services (DAS) and Director of  
the Division of Employee Benefits, submitting a status report on the Vitech V3  
Pension Management Information System. **(FOR INFORMATION ONLY UNLESS  
OTHERWISE DIRECTED BY THE COMMITTEE) (Also to be considered by the  
Committee on Personnel)**

**#B94 APPEARANCE(S):**

David Arena, Director, Employee Benefits Division  
Sushil Pillai, Program Manager for Vitech V3

Mr. Pillai highlighted the informational report. The program is targeted to go live  
January 2009. Everything is on track and within the budget.

**The Committee took no action on this informational report.**

**DEPARTMENT OF ADMINISTRATIVE SERVICES (DAS) -6**

8. 08-322 (A). From the Pension Obligation Bond Work Group, requesting approval of a  
strategic and financial plan resolution/ordinance relating to the issuance of  
Pension Obligation Bonds. **(Referred back 9/25/08)**

**SCHEDULED ITEMS (CONTINUED):**

- (B). From the Pension Obligation Bond Work Group, requesting approval to establish a Stabilization Fund as a trust on behalf of the County for purposes of receiving, administering, managing and investing funds. **(Referred back 9/25/08)**
- (C). From the Pension Obligation Bond Work Group, requesting approval of an initial authorizing and sale resolutions for the issuance of Pension Obligation Bonds. 9/18/08 **(Referred to Budget Process)**

**#B90**

**APPEARANCE(S):**

Steve Kreklow, Fiscal and Budget Administrator, DAS  
Charles L. Jarik, Chapman and Cutler, LLP  
James Kelly, JP Morgan Securities, Inc.  
Dave Anderson, PFM, Financial Advisors  
Steven A. Wood, Citigroup Global Markets, Inc.  
Larry Langer, Buck Consultants  
William Domina, Corporation Counsel  
Gail Garcia Steffen, Peralta Garcia Solutions  
Leticia Peralta Davis, Peralta Garcia Solutions  
Reed Groethe, Foley & Lardner LLP  
Jerome Heer, Director of Audits  
Cynthia Archer, Director of Administrative Services

Mr. Cady explained the reason the item was referred back because three resolutions needed to be sent to the Board.

Ms. Hervey read item 8A.

**ACTION BY: (Schmitt) Moved approval of A&B.**

Supervisor Mayo, requested division on the said items, which was granted by Chairperson Coggs.

Mr. Kreklow introduced members of the POB Workgroup that were in attendance.

Supervisor Jursik requested that members of the POB workgroup team, who are giving the County advice, stand up and affirmatively state if they are advising the Committee to move forward.

Mr. Anderson strongly recommended that the Committee move forward; however, to wait to see if this is the right time to go into the market.

Basically the members indicated that the structure can be put into place and wait until the market is appropriate.

**SCHEDULED ITEMS (CONTINUED):**

The final decision of issuance of Bonds will be made at a later date per Mr. Jursik who recommended moving forward.

Mr. Kelly recommended the Committee continue along the path to get the necessary approval. The structure is sufficient for the County to go forward to the next step.

Mr. Langer addressed due diligence and supports moving forward.

Ms. Archer indicated the Committee should move forward and keep in mind the timing of the current market. She also spoke about unfunded versus funded liabilities.

**On the motion to approve 8A. Vote 6-1**

**AYES:** Thomas, Schmitt, Johnson, West, Jursik and Coggs (Chair)-6

**NOES:** Mayo-1

**B91 ACTION BY: (Schmitt) Moved approval of 8B. Vote 6-1**

**AYES:** Thomas, Schmitt, Johnson, West, Jursik and Coggs (Chair)-6

**NOES:** Mayo-1

**B92 ACTION BY: (West) Moved approval of 8C. Vote 6-1.**

**AYES:** Thomas, Schmitt, Johnson, West, Jursik and Coggs (Chair)-6

**NOES:** Mayo-1

9. 08-334 From the Controller, Department of Administrative Services, the 2008 Fiscal  
(a)(a) Report as of June 30, 2008 – Revised Projections. **(FOR INFORMATION ONLY, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

**#95 APPEARANCE(S):**

Scott Manske, Controller, Director of Department of Administrative Services DAS  
Cynthia Archer, Director of Department of Administrative Services (DAS)  
Steve Kreklow, Fiscal and Budget Administrator, (DAS)  
George Torres, Director, Transportation and Public Works

The original second quarter fiscal report for 2008 projected a Countywide year-end deficit of \$5.8 million. However, based on updated projections, Milwaukee County's projected year-end fiscal status for 2008 is a deficit of (\$3.2) million. Mr. Manske indicated an updated report based upon the October results within departments. The plan of monitoring departments and freezes on professional services, operating capitals, positions and travel is ongoing.

Discussion ensued on corrective action plans.

**SCHEDULED ITEMS (CONTINUED):**

Supervisor Thomas requested the actual account balances along with projections. Mr. Manske indicated that future reports would include the actual account balances with future reports. A detailed spreadsheet will be included to reflect the projections and actual changes. If future reports do not contain the requested information, those reports will be passed on to the next one.

**ACTION BY: (Johnson) Moved to receive and place on file the said report. Vote 7-0**

**AYES:** Thomas, Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-7

**NOES:** None.

10. 08F26 From the Fiscal and Budget Administrator, Department of Administrative Services, 08-399 an informational report on Passenger Vehicle Review. **(FOR INFORMATION ONLY, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE) (9/18/08: LAID OVER TO THE CALL OF THE CHAIR)**

**#B96**

**APPEARANCE(S):**

Steve Kreklow, Fiscal and Budget Administrator, DAS  
George Torres, Director of Transportation and Public Works.

Discussion ensued.

**ACTION BY: (Thomas) Moved to receive and place on file the said report. Vote 7-0**

**AYES:** Thomas, Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-7

**NOES:** None.

11. 07-312 From the Director of Administrative Services, Corporation Counsel and Controller, (a)(a) requesting authorization to increase the contract amount with Foley & Lardner, Weissburg & Aronson to represent Milwaukee County in matters relating to John L. Doyne Hospital.

**#B97**

**APPEARANCE(S):**

Scott Manske, Controller, Department of Administrative Services  
William Domina, Corporation Counsel

Mr. Manske addressed the said report.

A technical correction needed to be made on heading for the resolution to reflect \$60,000 versus \$50,000.

**ACTION BY: (Johnson) Moved approval with the said correction. Vote 7-0**

**AYES:** Thomas, Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-7

**NOES:** None.

**SCHEDULED ITEMS (CONTINUED):**

12. 08-1  
(a)

**Fund transfers.**

**Note: Problems with the recorder.**

**#B98-  
B101**

**APPEARANCE(S):**

Steve Kreklow, Fiscal and Budget Administrator, DAS  
Greg High, Director of AE&ES  
Josh Fudge, Parks Budget Manager  
Pamela Bryant, Capital Budget Manager, DAS

**ACTION BY: (Schmitt) Moved approval. Vote 7-0.**

**AYES:** Thomas, Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-7

**NOES:** None.

13. 08-231  
(a)(a)

An adopted resolution authorizing the Director, Department of Administrative Services to provide an annual report itemizing vacant and funded positions in each department. **(Also to the Committee on Personnel) (REVISED REPORT FROM DAS – INFORMATIONAL ONLY UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

**#B101**

**APPEARANCE(S):**

Steve Kreklow, Fiscal and Budget Administrator, DAS  
Dennis John, Chief Information Officer, IMSD-DAS

Discussion ensued on when the reports should be submitted to the Committee. Supervisor Thomas indicated that he wanted to be a part of the workgroup.

**ACTION BY: (Jursik) Moved to receive and place on file the said report.  
Vote 7-0**

**AYES:** Thomas, Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-7

**NOES:** None.

**SCHEDULED ITEMS (CONTINUED):**

**STAFF PRESENT:**

Cynthia Archer, Director of Administrative Services (DAS)  
Jerome Heer, Director of Audits  
Steve Kreklow, Fiscal and Budget Administrator, DAS  
Pamela Bryant, Capital Budget Manager, DAS  
Scott Manske, Controller, DAS  
David Arena, Director, Employee Benefits, DHR-DAS  
Matt Hanchek, Fiscal Benefits Manager, Employee Benefits Division  
Dennis John, Chief Information Officer, Information Management and Services Division (IMSD)  
Sushil Pillai, Information and Management Services Division, IMSD  
William Domina, Corporation Counsel  
Josh Fudge, Parks Budget Manager  
Greg High, Director, Architecture Engineering and Environmental Services  
Steve Cady, County Board Fiscal and Budget Analyst

This meeting was recorded on a tape. Committee files contain copies of communications, reports and resolutions, which may be reviewed upon request to the Chief Committee Clerk. The official copy of these minutes, along with the audio recording of this meeting, are available in the County Board Committee Services Division.

Length of meeting: 9:00 a.m. to 11:45 a.m.

Adjourned,

*Delores "Dee" Hervey*

Chief Committee Clerk

**DEADLINE**

*The deadline for items for the next regular meeting  
(December 8, 2008)  
is Tuesday November 25, 2008,  
**All items for the agenda must be in the Committee Clerk's  
possession by the end of the business day on  
Tuesday, November 25, 2008.***

***If for some reason your report(s) will be late, you need to contact  
Supervisor Elizabeth Coggs, Chairperson of Finance and Audit  
@278-4265 or 278-5173***

*ADA accommodation requests should be filed with the Milwaukee County Office for Persons with Disabilities, 278-3932 (voice) or 278-3937 (TTD), upon receipt of this notice.*