

ORG UNIT: None

BUDGET: Overview of the Recommended 2008 Budget By County Board Staff

FINANCE & AUDIT COMMITTEE HEARING DATE: October 5, 2007

CASSETTE NO. 1, SIDE A & B-15-EOT

STAFF PRESENT:

County Board: Steve Cady, Fiscal & Budget Analyst
Roy de la Rosa, Director, Intergovernmental
Relations Division
Kelly Bablitch, Assistant Director,
Intergovernmental Relations
Supervisor Jim "Luigi" Schmitt, District 19

Department of Administrative Services: Rob Henken, Director, Department of
Administrative Services (DAS)
Cynthia Archer, Fiscal and Budget Administrator,
DAS
Pamela Bryant, Capital Budget Manager-DAS

County Executive: Ed Eberle

APPEARANCES: Supervisor Luigi Schmitt (Bonding issue)
Jerome Heer, Department of Audit

Mr. Cady summarized the County Board Staff Overview, a copy of which is attached to the original of these minutes. Discussion ensued on the following:

- Unemployment compensation for seasonal workers
- Who proposed the recommended transit route cuts
- What % of the Para transit plus increase is offset by Care Management Operation (CMO)
- Bonding issue
- Projections on Debt Service

Supervisor Quindel inquired about the projections on Debt Service needs.

Supervisor Mayo requested County Board Staff report back on using sales tax to address operational budgets and when did this go into effect.

The IGR staff reported on the State Budget. The Governor's proposed 2008 Budget has not been approved to date. Two communications were distributed. A joint letter dated July 23, 2007 from County Executive Scott Walker and County Board Chairman Lee Holloway to Assembly Speaker Michael Huebsch and Senate Majority Leader Judy Robson regarding the pending 2007-09 State Budget and its impact on Milwaukee County. A second letter dated October 1, 2007 again from the County Executive and County Board Chairman addressed to the same parties concerning the failure to pass a comprehensive biennial budget will leave local units of government and property taxpayers in the lurch.

The IGR staff addressed questions and concerns raised by the Committee on Juvenile Correctional Institutions (JCI)

Supervisor West inquired when or if an audit had been conducted by the State on the JCI rates and costs.

Chairman Nyklewicz recommended that Mr. Cady and Ms. Archer get together and address Supervisor West's concerns about a JCI Audit and costs.

In addition, there was discussion on the Real Estate Transfer fees being used to offset the cost projected with the Youth Aids.

Mr. Heer addressed the issue of health care costs for both active and retired County employees.

The discussion revealed that the County Executive in the 2008 Recommended Budget does not address fringe benefit costs.

No action was taken on the overview

Delores "Dee" Hervey

Chief Committee Clerk

Committee on Finance and Audit

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ORG UNIT: 1993

BUDGET: State Shared Taxes

FINANCE & AUDIT COMMITTEE HEARING DATE: October 5, 2007

CASSETTE NO. 1, SIDE B-525

STAFF PRESENT:

County Board: Steve Cady, Fiscal and Budget Analyst
Department of Administrative Services: Cindy Archer
Pamela Bryant, Capital Finance Manager
County Executive: Ed Eberle

APPEARANCES: Pamela Bryant, Capital Finance Manager

ACTION BY: (Mayo) Approve the budget as recommended by the County Executive and if needed, this can be reopened at a later date. 7-0

AYES: Broderick, Coggs-Jones, Mayo, Johnson, West, Quindel and Nyklewicz (Chair) – 7

NOES: 0

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ORG UNIT: 1996

BUDGET: County Sales Tax Revenue

FINANCE & AUDIT COMMITTEE HEARING DATE: October 5, 2007

CASSETTE NO. 1, SIDE B-548

STAFF PRESENT:

County Board: Steve Cady
Department of Administrative Services: Cindy Archer
Pamela Bryant
County Executive: Ed Eberle

APPEARANCES: Pamela Bryant, Capital Finance Manager

Discussion on the sales tax. Supervisor Mayo asked Mr. Eberle to obtain a formal position of the County Executive on the use of the Sales Tax.

ACTION BY: (Mayo) Approve the amount contained in the Sales Tax Revenue but lay over the policy relating to the use of the sales tax revenue in other areas. 7-0

AYES: Broderick, Coggs-Jones, Mayo, Johnson, West, Quindel and Nyklewicz (Chair) – 7

NOES: 0

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ORG UNIT: 1997

BUDGET: Power Plant Revenue

FINANCE & AUDIT COMMITTEE HEARING DATE: October 5, 2007

CASSETTE NO. 1, SIDE B-635

STAFF PRESENT:

County Board: Steve Cady
Department of Administrative Services: Cindy Archer
County Executive: Ed Eberle

APPEARANCES: Pamela Bryant, Capital Finance Manager

ACTION BY: *(Broderick) Approve the budget as recommended by the County Executive.*

7-0

AYES: Broderick, Coggs-Jones, Mayo, Johnson, West, Quindel & Nyklewicz (Chair) – 7

NOES: 0

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ORG UNIT: 1998

BUDGET: Surplus (Deficit) from Prior Year

FINANCE & AUDIT COMMITTEE HEARING DATE: October 5, 2007

CASSETTE NO. 1, SIDE B-647

STAFF PRESENT:

County Board: Steve Cady
Department of Administrative Services: Cindy Archer
County Executive: Ed Eberle

APPEARANCES: Pamela Bryant, Capital Finance Manager

ACTION BY: (West) Approve the budget as recommended by the County Executive. 7-0

AYES: Broderick, Cogg-Jones, Mayo, Johnson, West, Quindel and Nyklewicz (Chair) – 7

NOES: 0

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ORG UNIT: 1930

BUDGET: Offset to Internal Service Charges

FINANCE & AUDIT COMMITTEE HEARING DATE: October 5, 2007

CASSETTE NO. 1, SIDE B-667

STAFF PRESENT:

County Board: Steve Cady
Department of Administrative Services: Cindy Archer
County Executive: Ed Eberle

APPEARANCES: Molly Pahl, Assistant Fiscal and Budget Administrator

ACTION BY: (West) Approve the budget as recommended by the County Executive. 7-0

AYES: Broderick, Coggs-Jones, Mayo, Johnson, West, Quindel and Nyklewicz (Chair) – 7

NOES: 0

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ORG UNIT: 1935

BUDGET: Charges to Other County Organization Units

FINANCE & AUDIT COMMITTEE HEARING DATE: October 5, 2007

CASSETTE NO. 1, SIDE B-695

STAFF PRESENT:

County Board: Steve Cady
Department of Administrative Services: Cindy Archer
County Executive: Ed Eberle

APPEARANCES: Molly Pahl, Assistant Fiscal and Budget Administrator
Scott Manske, Controller-DAS

Discussion ensued with questions and comments on the Cost Allocation Plan.

ACTION BY: (Wes) *Approve the budget as recommended by the County Executive. 7-0*

AYES: Broderick, Coggs-Jones, Mayo, Johnson, West, Quindel and Nyklewicz (Chair) – 7

NOES: 0

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ORG UNIT: 1937

BUDGET: Potawatomi Revenue

FINANCE & AUDIT COMMITTEE HEARING DATE: October 5, 2007

CASSETTE NO. 1, SIDE B-769-EOT
CASSETTE NO. 2, SIDE A-10,

STAFF PRESENT:

County Board: Steve Cady
Department of Administrative Services: Cindy Archer
County Executive: Ed Eberle

APPEARANCES: Pamela Bryant, Capital Finance Manager
Rob Henken, Director, Department of Administrative Services (DAS)

Discussion on Access To Recovery (ATR).

ACTION BY: (Quindel) Approve the budget as recommended by the County Executive. 7-0

AYES: Broderick, Coggs-Jones, Mayo, Johnson, West, Quindel and Nyklewicz (Chair) – 7

NOES: 0

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ORG UNIT: 1945

BUDGET: Appropriation for Contingencies

FINANCE & AUDIT COMMITTEE HEARING DATE: October 5, 2007

CASSETTE NO. 2, SIDE A-43

STAFF PRESENT:

County Board: Steve Cady
Department of Administrative Services: Cindy Archer
County Executive: Ed Eberle

APPEARANCES: Molly Pahl, Assistant Fiscal and Budget Administrator
Cynthia Archer, Fiscal and Budget Administrator-DAS
Steve Cady, Fiscal and Budget Analyst, County Board
Supervisor Joseph Rice, District 6

Discussion ensued on using contingency funds for ethic issues. The question was asked whether or not the County could adopt the State's code and maybe this should be posed to Corporation Counsel.

ACTION BY: (Mayo) Verbal amendment to amend the County Executive's 2008 Recommended Budget for Org. Unit No. 1945 – Appropriation for Contingencies, by striking the following narrative language: "The first \$1,000,000 of any land sale revenue received in excess of the amount budgeted in Org. Unit 1933 – Land Sales shall be dedicated to low-income and special needs housing, split equally between the Milwaukee County Inclusive Housing Fund created by Adopted County Resolution File No. 05-14(a)(h), and the special needs housing fund maintained by the DHHS Housing Division. Any land sale revenue received in excess of that amount shall be placed in Org. Unit 1945 – Appropriation for Contingencies."

AYES: Coggs-Jones, Mayo, Johnson, West and Nyklewicz (Chair) – 5

NOES: Broderick and Quindel-2

ACTION BY: (West) Approve the budget as amended. 5-2

AYES: Coggs-Jones, Mayo, Johnson, West and Nyklewicz (Chair) – 7

NOES: Broderick and Quindel-2

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ORG UNIT: 1985

BUDGET: Capital Outlay/Depreciation Contra

FINANCE & AUDIT COMMITTEE HEARING DATE: October 5, 2007

CASSETTE NO. 2 SIDE B-221

STAFF PRESENT:

County Board: Steve Cady
Department of Administrative Services: Cindy Archer
County Executive: Ed Eberle

APPEARANCES: Molly Pahl, Assistant Fiscal and Budget Administrator

ACTION BY: *(Quindel) Approve the budget as recommended by the County Executive. 7-0*

AYES: Broderick, Coggs-Jones, Mayo, Johnson, West, Quindel and Nyklewicz (Chair) – 7

NOES: 0

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ORG UNIT: 9960

BUDGET: General County Debt Issue

FINANCE & AUDIT COMMITTEE HEARING DATE: October 5, 2007

CASSETTE NO. 2, SIDE A-247

STAFF PRESENT:

County Board: Steve Cady
Department of Administrative Services: Cindy Archer
County Executive: Ed Eberle

APPEARANCES: Pamela Bryant, Capital Finance Manager

Discussion ensued on projection trend. Chairman Nyklewicz asked Ms. Bryant to provide a report on projection trends over the next five years with what the actual payments, surpluses and deficits would be. Ms. Bryant indicated that she would like to include in that report the concerns raised by Supervisor Quindel

ACTION BY: *(Coggs-Jones) Lay over the said budget. 7-0*

AYES: Broderick, Coggs-Jones, Mayo, Johnson, West, Quindel and Nyklewicz (Chair) – 7

NOES: 0

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ORG UNIT: 1987

BUDGET: Debt Issue Expense

FINANCE & AUDIT COMMITTEE HEARING DATE: October 5, 2007

CASSETTE NO. 2, SIDE A-279

STAFF PRESENT:

County Board: Steve Cady
Department of Administrative Services: Cindy Archer
County Executive: Ed Eberle

APPEARANCES: Pamela Bryant, Capital Budget Manager, DAS

ACTION BY: *(Broderick) Approve the budget as recommended by the County Executive.*
7-0

AYES: Broderick, Coggs-Jones, Mayo, Johnson, West, Quindel and Nyklewicz (Chair) – 7

NOES: 0

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ORG UNIT: None

BUDGET: POB's

FINANCE & AUDIT COMMITTEE HEARING DATE: October 5, 2007

CASSETTE NO. 2, SIDE A-494

STAFF PRESENT:

County Board: Steve Cady
Department of Administrative Services: Cindy Archer
County Executive: Ed Eberle

APPEARANCES: Pamela Bryant, Capital Budget Manager, DAS
Ed Eberle
Steve Cady
Dave Anderson, Public Financial Management (PFM)
Rob Henken, Director, Department of Administrative Services
Supervisor Patricia Jursik, District 8
Roy de la Rosa, Director, IGR
Scott Manske, Controller-Das
Marilyn Mayr, Retired County Employee

A written Pension Obligation Bond presentation dated 9/25/07 by the Public Financial Management, Inc, (PFM) was provided to the Committee. Mr. Anderson, PFM, highlighted the report with input from DAS staff. Comments and questions ensued on savings and risks.

The Committee took no action on this item.

The meeting was adjourned at 12:15 p.m. Budget hearings will continue on Monday, October 8th at 9:00 a.m., Room 203-R.

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Committee on Finance and Audit

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