

ORG. UNIT: Unfinished Business

BUDGET: 1192

FINANCE & AUDIT COMMITTEE HEARING DATE: October 26, 2006

CASSETTE NO. 24, SIDE A, #16

STAFF PRESENT:

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

APPEARANCES: Robert Dennik, Director, Economic and Community Development Division

There were two amendments: 1A061 and 1A031

By Supervisor Nyklewicz

To amend the County Executive’s 2007 Recommended Budget for Org. Unit No. 1192– Department of Administrative Services – Economic and Community Development, by denying the creation of one Economic Development Specialist positions, for a tax levy savings of \$185,296.

This amendment would result in a net tax levy decrease of \$92,648. This amount includes \$55,314 for salary and \$37,334 fringe benefit costs.

Org. No.	Department (or Capital Project)	Expenditure	Revenue (or Bonds)	Tax Levy
1192	DAS – Economic Development	(\$92,648)	\$0	(\$92,648)
TOTALS:		(\$92,648)	\$0	(\$92,648)

ACTION BY: (McCue) Approve Amendment 1A061 as set forth above. 4-3

AYES: McCue, Broderick, West & Nyklewicz (Chair) – 4

NOES: Coggs-Jones, Mayo & Johnson-3

EXCUSED: 0

By Supervisor Nyklewicz

To amend the County Executive’s 2007 Recommended Budget for Org. Unit No. 1192– Department of Administrative Services – Economic and Community Development, by denying the creation of two Economic Development Specialist positions, for a tax levy savings of \$185,296.

This amendment would result in a net tax levy decrease of \$185,296. This amount includes \$110,628 for salary and \$74,668 fringe benefit costs.

Org. No.	Department (or Capital Project)	Expenditure	Revenue (or Bonds)	Tax Levy
1192	DAS – Economic Development	(\$185,296)	\$0	(\$185,296)
TOTALS:		(\$185,296)	\$0	(\$185,296)

ACTION BY: (Mayo) Moved denied of Amendment 1A031 as set forth above. 6-1

AYES: McCue, Coggs-Jones, Mayo, Johnson, Broderick, & West-6

NOES: Nyklewicz (Chair)-1

ACTION BY: (Mayo) Approve the budget for Org. Unit 1192 as amended. 7-0

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

NOES: 0

Delores “Dee” Hervey

Delores “Dee” Hervey Chief Committee Clerk
Committee on Finance and Audit

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ORG. UNIT: Unfinished Business

BUDGET: 6300

FINANCE & AUDIT COMMITTEE HEARING DATE: October 26, 2006

**CASSETTE NO. 24 SIDE A, #63
24 SIDE A, #171**

STAFF PRESENT:

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

APPEARANCES:

AMENDMENT 1A055 BY SUPERVISORS MAYO, COGGS-JONES, *JOHNSON & *WHITE

To amend the County Executive’s 2007 Recommended Budget for Org. Unit No. 6300 Department of Health and Human Services- Behavioral Health Division by amending language of the third bullet on page 6300-8 as follows:

- Due to fiscal constraints, the 2007 Budget reduces the Adult Community Service Purchase of Service budget by ~~\$500,000~~ \$250,000. This reduction will be met via contractual savings in both outpatient clinical services and non-clinical services—that will be achieved to the greatest extent possible by reducing program costs as opposed to reducing the number of clients served.

This amendment would result in a net tax levy increase of \$250,000.

Org. No.	Department (or Capital Project)	Expenditure	Revenue (or Bonds)	Tax Levy
6300	DHHS-BHD	\$250,000		\$250,000
TOTALS:		\$250,000		\$250,000

ACTION BY: (Coggs-Jones) Approve Revised Amendment 1A055 as set forth above 7-0

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

NOES: 0

EXCUSED:

*Supervisors Johnson and White requested to be added as co-sponsors. There being no objection, so ordered.

AMENDMENT 1B019 BY SUPERVISORS COGGS-JONES, JOHNSON, BRODERICK, WEST, WHITE, DIMITRIJEVIC, WEISHAN, DE BRUIN, QUINDEL, CLARK.

By Supervisors Coggs-Jones, Johnson, Broderick, West, White, Dimitrijevic, Weishan, De Bruin, Quindel, Clark and McCue

To amend the County Executive's 2007 Recommended Capital Improvements Budget by amending WO043 – Milwaukee County Inclusive Housing Fund as follows:

An appropriation of \$1,000,000 is budgeted in 2007, in addition to the \$1,000,000 that was appropriated in the 2006 budget. The Behavioral Health Division of the Department of Health and Human Services shall use up to \$1 million in authorized bond funds, utilizing either Tax-exempt or Taxable debt instruments, exclusively for the purpose of financing bond eligible capital expenditures (still to be determined) in order to implement the Department's housing initiatives. Staff, including the Capital Finance Manager and the County Board staff, will work with the County's Bond Counsel to assist BHD in determining which projects in the overall plan can be financed with these anticipated proceeds. Milwaukee County has committed to sponsoring construction of affordable housing of not less than 20% of the total number of housing units built on the County's Park East land. The proposed housing initiatives of the Behavioral Health Division will accomplish some of the policies established in Park East Redevelopment Compact (PERC).

The 2007 County Executive's Recommended Budget for Org. Unit. No. 6300 – Department of Health and Human Services – Behavioral Health Division states that, "Fifty percent of proceeds from Park East land sales deposited in the County's Affordable Housing Fund will be earmarked for permanent affordable housing for persons with mental illness." This amendment is an addition to that amount.

The County Board shall approve criteria for all expenditures using this account.

[NOTE: The bonded funds in this account shall only be used for bond-eligible projects.]

[NOTE: The County Board may provide funds from future land sales (Org. Unit No. 1933 – Land Sales) to offset expenditures incurred by principal and interest payments for the \$1,000,000 in bonded funds provided by this amendment.]

This amendment would result in an increase general obligation bonding by \$1,000,000.

NOTE: If approved, the Adopted Budget narrative shall be modified as needed to reflect this amendment.

Org. No.	Department (or Capital Project)	Expenditure	Revenue (or Bonds)	Tax Levy
WO043	Milwaukee County Inclusive Housing Fund	\$1,000,000	\$1,000,000*	\$0
TOTALS:		\$1,000,000	\$1,000,000*	\$0

ACTION BY: (Coggs-Jones) Approve Revised Amendment 1B019 as set forth above 7-0

Discussion ensued on the said amendment as it relates to long-term plans and whether or not there are tools necessary to address this need.

Supervisor McCue requested unanimous consent to be added as a co-sponsor. There being no objection. So ordered by the Chair.

On the motion to approve. 7-0

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

NOES: 0

EXCUSED:

Delores "Dee" Hervey

Delores "Dee" Hervey Chief Committee Clerk
Committee on Finance and Audit

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ORG. UNIT: Unfinished Business

BUDGET: 5040

FINANCE & AUDIT COMMITTEE HEARING DATE: October 26, 2006

CASSETTE NO. 24 SIDE A, #235

STAFF PRESENT:

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

AMENDMENT #1B027 BY SUPERVISORS NYKLEWICZ, *WHITE AND *McCUE

Supervisor Nyklewicz stated that Supervisor White was added as a co-sponsor.

To amend the County Executive's 2007 Capital Improvements Budget by inserting the following narrative language relating to Airport Capital Improvement Projects:

"The Airport Director shall submit quarterly reports to the Committees on Finance and Audit and Transportation and Public Works on the status of all currently authorized Capital Improvement projects. In a format pre-approved by the DAS Capital Finance Manager, County Board staff and Director of Audits, the report shall provide the following information for each authorized Capital Improvement Project:

- Date of initial County Board approval
- Brief description of scope of project
- Estimated completion date
- Expenditures and revenues summary, including reconciliation of each revenue source (e.g. Passenger Facility Charges, Airport Reserve, Bonds and Miscellaneous Revenue) and amount of committed funds for each.
- Date, purpose and amount of any approved appropriation transfers

Each quarterly report shall be submitted to the County Board within one month of the end of each quarter. The first report, for the period ending December 31, 2006, shall be submitted to the County Board Committees of Finance and Audit and Transportation, Public Works and Transit no later than February 1, 2007. Airport Capital Improvement appropriation transfers will be highly discouraged until an acceptable Airport Capital Improvement project quarterly report is developed and submitted to the County Board.”

This amendment has no tax levy impact.

Org. No.	Department (or Capital Project)	Expenditure	Revenue (or Bonds)	Tax Levy
Capital	Airport Narrative	\$0	\$0	\$0
TOTALS:		\$0	\$0	\$0

*Supervisor McCue requested unanimous consent to be added as a co-sponsor. There being no objection, so ordered by the Chair.

Mr. Cady indicated that a quarterly report process be developed and report back to the County Board and particularly the Finance and Audit Committee and Transportation, Public Works and Transit. This report would outline each capital improvement project currently authorized for the airport. This process would begin February 2007.

ACTION BY: (McCue) *Approve the Amendment 1B027 as set forth above. 7-0*
AYES: McCue, Coggs-Jones, Mayo, Johnson, Broderick, West & Nyklewicz (Chair)-7
NOES: None
EXCUSED: None

Supervisor Nyklewicz inquired of Ms. Bryant and Mr. Agostini, was it possible for the projects to be reconsidered or added to be the bond issue prior to issuance next year if the airport authority issue is resolved and other matters are cleared in terms of priorities established by the airport and their reporting and managing of capital projects? This is not the only opportunity to add these projects.

Ms. Bryant responded an opportunity would be afforded before the bond issue either when she goes down for authority any time period before she issues the debt. The debt issue would be back before the Committee, typically the final quarter of the year or the cycle she is asking permission for or sometime prior to that. Because you want to make sure it can be added to the overall dollar amount.

Supervisor White withdrew amendments 1B010-1B017 with the understanding he may reintroduce them. There are some outstanding issues, which are no fault of the County. to It may be prudent at this time to withdrawn them.

Supervisor Nyklewicz said there is a willingness on the part of the County Board to entertain the capital needs of the airport but it is clouded at this time due to the airport debate/discussion and efforts of the airlines to secure an airport authority. He applauded Supervisor White in withdrawing the said amendments.

Delores "Dee" Hervey

Delores "Dee" Hervey Chief Committee Clerk
Committee on Finance and Audit

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ORG. UNIT: 5040

BUDGET: Airport (Operating)

FINANCE & AUDIT COMMITTEE HEARING DATE: October 26, 2006

CASSETTE NO. 24 SIDE A, #299

STAFF PRESENT:

County Board: Steve Cady
Steve Agostini
Ed Eberle

APPEARANCE: Supervisor James White District 1

AMENDMENT 1A056 BY SUPERVISOR WHITE

To amend the County Executive's 2007 Recommended Budget for Org. No. 5040 – Airport, by adding the following new language added as bullet point on page 5040-4:

- The Airport's operating budget is increased by \$60,000 for the purposes of travel so that airport staff can attend training and workshops.

This amendment has no tax levy effect, revenues generated by the airport will provide funding for this proposal.

Org. No.	Department (or Capital Project)	Expenditure	Revenue (or Bonds)	Tax Levy
5040	Airport	\$60,000	\$60,000	\$0
TOTALS:		\$60,000	\$60,000	\$0

The Clerk read the said amendment.

Supervisor White addressed the Committee relative to the said amendment for specialized trainings.

Mr. Agostini made a reduction in the proposed budget on the number of trips. He agrees with Supervisor White about training and conferences from PFC, Airport financing, Airport Authority. He suggested that the Committee may want to see what conferences are being requested and who is going to attend in advance prior to approving any requests.

Supervisor Nyklewicz stated that is not what is before the Committee, the amendment stands on its own.

ACTION BY: (Mayo) Approve Amendment 1A056 as set forth above. 5-2

AYES: Coggs-Jones, Mayo, Johnson, Broderick, & West – 5

NOES: McCue and Nyklewicz (Chair)-2

EXCUSED: None

ACTION BY: (Mayo) Approve 5040 as amended. Vote 7-0

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

NOES: None

Delores "Dee" Hervey

Delores "Dee" Hervey Chief Committee Clerk
Committee on Finance and Audit

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ORG. UNIT: 5700

BUDGET: Facilities Management

FINANCE & AUDIT COMMITTEE HEARING DATE: October 26, 2006

CASSETTE NO. 24 SIDE A, #358

STAFF PRESENT:

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

APPEARANCES: Supervisor James White, District 1
William Domina, Corporation Counsel
Patty Yunk, DC 48
Jack Takerian, Director Facilities Management
Russell Weber-Machinist-Skilled Trades

AMENDMENT BY SUPERVISOR WHITE 1A057

To amend the County Executive’s 2007 Recommended Budget for Org. Unit No. 5700 – Facilities Management, by amending the following language on page 5700-3:

One position of ~~Office Assistant 3~~ Clerical Assistant 1 will be transferred from the Parks to Facilities Management and one position of Administrative Assistant will be transferred from Facilities Management to Parks, to realize staff as a part of the de-merger of the Department of Parks and Public Infrastructure (DPPI).

This amendment has no tax levy impact.

Org. No.	Department (or Capital Project)	Expenditure	Revenue (or Bonds)	Tax Levy
5700	Facilities Management	\$0	\$0	\$0
TOTALS:		\$0	\$0	\$0

ACTION BY: (Mayo) Approve Amendment 1A057 as set forth above. 7-0

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

NOES: 0

EXCUSED: 0

Mr. Russell Weber stated that the Skilled Trades and Machinist Unions were the first ones to settle their contracts with the County last year. A workable situation was attained. They now are the group that appears not put back into the budget. He explained that security would be compromise if the trades were eliminated. There are only a few skilled trades to accomplish many things within the County.

Discussion ensued on the amendments (1A58, 59 & 60) with questions and comments.

Supervisor West requested division on the three amendments.

AMENDMENT BY SUPERVISOR WHITE 1A058

To amend the County Executive’s 2007 Recommended Budget for Org. No. 5700 – Facilities Management, by striking the following language on page 5700-3:

~~Facilities Management will contract the Security Services function in 2007. An appropriation of \$1,000,000 is budgeted for an outside agency to provide Milwaukee County with the appropriate level of service. This initiative represents a net tax levy savings of \$1,517,088.~~

This amendment would increase tax levy by \$2,395,708.

Org. No.	Department (or Capital Project)	Expenditure	Revenue (or Bonds)	Tax Levy
5700	Facilities Management	\$2,395,708		\$2,395,708
TOTALS:		\$2,395,708		\$2,395,708

ACTION BY: (McCue) Deny Amendment 1A058 as set forth above. 5-2

AYES: McCue, Coggs-Jones, Mayo, Broderick and Nyklewicz (Chair)-5

NOES: Johnson and West-2

EXCUSED: 0

AMENDMENT BY SUPERVISOR WHITE 1A059

To amend the County Executive’s 2007 Recommended Budget for Org. No. 5700 – Facilities Management, by striking the following language on page 5700-3:

~~For 2007, Facilities Management will contract for the housekeeping function. An amount of \$1,615,921 is budgeted in professional services to execute a contract with an external vendor to provide a comparable level of housekeeping services for the County. This represents a net savings of \$2,296,337.~~

This amendment would increase tax levy by \$2,699,657.

Org. No.	Department (or Capital Project)	Expenditure	Revenue (or Bonds)	Tax Levy
5700	Facilities Management	\$2,699,657		\$2,699,657
TOTALS:		\$2,699,657		\$2,699,657

Supervisor White addressed the Committee relative to his amendments if the positions are not restored in the budget.

Mr. Cady said if all three of the amendments were approved this would put the budget over the legal limit by \$3.3M and increase the tax levy by \$13.1M. The 1A058 amendment if approved, would put \$624,000 under the legal limit. Currently we are at 2.92% and up \$6.8M and have \$3M remaining under the cap.

Supervisor Nyklewicz asked Mr. Agostini, what dollar amount could be realized in savings in the healthcare area if a similar provision of contractual amounts from DC 48.

The estimates range in the \$5M to \$7M dollar area for 2006. Projected out in 2007 an additional million dollars. If DC 48 would accept the existing healthcare packet.

ACTION BY: (McCue) Deny Amendment 1A059 as set forth above. 6-1

AYES: McCue, Coggs-Jones, Mayo, Broderick, West & Nyklewicz (Chair)-6

NOES: Johnson-1

Mr. Domina said DC 48 is currently involved in arbitration proceedings with the County. An arbitrator has been selected as well as dates.

Ms. Yunk stated for the record that DC 48 has been willing to go back to the table up to and including a time an arbitration hearing is set for the parties to talk for consensus. A voluntary settlement is the goal. The union was ready in 2005/2006 and negotiations were held up while the County filed a declaratory petition that was ultimately resolved. Although DC48 has not come to the same consensus as other unions, means they were exercising their legal rights to negotiate a contract in the best interest of their members. There is a level of frustration because the DC48 Contract has and will continue to be open. No phone call has been made to DC48.

Mr. Domina said the place for development of bargaining direction is through the Personnel Committee. Full discussion has occurred in that Committee and direction given. They are headed toward arbitration. There needs to be movement before conclusion and whatever route it takes should occur. The numbers must be real. He encouraged no real specific questions but referred to Personnel Committee.

Supervisor Coggs-Jones inquired of Mr. Domina, what will happen to the following positions: Securities, Facilities Management, and Skilled Labor positions come January 1, 2007. How will those departments handle what the Committee has done thus far?

Mr. Domina stated that those positions have been placed in a V&T status. No funding provided. If those place positions are placed in the budget without adequate funding, there will be a decision by the Administration, because by law they are authorized to administer the budget to bring it into balance. Lay off notifications would be sent out to individuals.

Supervisor Coggs-Jones wanted to know how close the County Executive was to appointing a Labor Relations Director. Mr. Eberle stated that it's close.

Supervisor Coggs-Jones said it is an urgent matter due to the day-to-day activities.

Supervisor Nyklewicz said the ability to contract out has been stricken from the budget. It is an ongoing discussion. Our actions as a Committee and County Board is to work with the union and maintain effective services on behalf of the constituency that we serve and try to use County employees when possible if they are cost competitive. To the extent we get help from the union to do that, we will do that. If on the other hand, we are not successful we have to give managers of the County some opportunities to manage within the dollars we are providing them within the budgets. It's a difficult position.

We are not asking for anything more than what we have done to ourselves. We have not gotten salary increases. Salaries have been cut and frozen for four years.

Supervisor Coggs-Jones offered a verbal amendment to put the skilled trades back into the budget so there is no lay offs.

AMENDMENT BY SUPERVISOR WHITE 1A060

To amend the County Executive’s 2007 Recommended Budget for Org. No. 5700– Facilities Management, by amending the following language on page 5700-3 as follows:

- ~~Personnel Services decreased by \$2,631,997, from \$13,806,442 to \$11,174,425.~~
- For 2007, Facilities Management has the following position actions: transfer out of one Administrative Assistant, create one Administrative Assistant IV, create 12 Facility Worker IV-Hourly, abolish 12 Facility Worker Security, abolish 34 Facility Worker Security, abolish one Stores Clerk III, ~~abolish two Facilities Maintenance Supervisors, abolish 38~~ 34 Facility Worker IV, ~~abolish one Facility/Grounds Supervisor, abolish two Painter Buildings, abolish one Painter Supervisor, abolish one Machinist, abolish one Machinist Lead, abolish two~~ one Carpenters, abolish one Steamfitter Welder, and ~~abolish one Stone Mason.~~

This amendment would increase tax levy by \$1,221,526

Org. No.	Department (or Capital Project)	Expenditure	Revenue (or Bonds)	Tax Levy
5700	Facilities Management	\$1,221,526		\$1,221,526
TOTALS:		\$1,221,526		\$1,221,526

If approved, the Adopted Budget narrative shall be modified as needed to reflect this amendment.

Supervisor Nyklewicz stated that he was uncomfortable with a verbal amendment of this magnitude and called for a brief recess to allow staff to work with Supervisor Coggs-Jones in developing an amendment. (Tape 24-A-12)

Roll call taken and there was a quorum.

The written amendment was distributed and Mr. Dranzik explained what it does.

Supervisor Nyklewicz stated that staff has tentatively identified some hard dollars (real cash) that could be used to augment the lump sum salary reduction that is being done. Supervisor Coggs-Jones in the form of an amendment would bring that back after the public hearing on Monday.

Supervisors Mayo, White, Johnson, Broderick and West requested unanimous consent to be added as co-sponsors. There being no objection, so ordered by the Chairman.

AMENDMENT BY SUPERVISORS COGGS-JONES, MAYO, WHITE, JOHNSON, BRODERICK AND WEST 1A062 (Revised based on her verbal amendment)

To amend the County Executive’s 2007 Recommended Budget for Org. Units No. 4000 – Sheriff and 5700 – Facilities Management by modifying the budget as follows:

Org. 4000 – Sheriff

- Increase general transportation aid revenue by \$859,982 based on revised estimate from the State.

Org. 5700 – Facilities Management (p. 5700-3)

- ~~Personnel Services decreased by \$2,631,997, from \$13,806,442 to \$11,174,425.~~
- For 2007, Facilities Management has the following position actions: transfer out of one Administrative Assistant, create one Administrative Assistant IV, create 12 Facility Worker IV-Hourly, abolish 12 Facility Worker Security, abolish 34 Facility Worker Security, abolish one Stores Clerk III, ~~abolish two Facilities Maintenance Supervisors, abolish 38 Facility Worker IV, abolish one Facility/Grounds Supervisor, abolish two Painter Buildings, abolish one Painter Supervisor, abolish one Machinist, abolish one Machinist Lead, abolish two one Carpenters, abolish one Steamfitter Welder, and abolish one Stone Mason.~~

This amendment will restore the full salary and fringe cost of \$1,221,526, partially offset with an increase of \$361,544 in the personal service lump sum adjustment for a net expenditure and tax levy increase in Org. 5700 – DPW-Facilities Management of \$859,982. This amount is completely offset with \$859,982 in revenue in Org. 4000-Sheriff for no net tax levy increase.

Org. No.	Department (or Capital Project)	Expenditure	Revenue (or Bonds)	Tax Levy
4000	Sheriff	\$0	\$859,982	(\$859,982)
5700	Facilities Management	\$859,982	\$0	\$859,982
TOTALS:		\$859,982	\$859,982	\$0

ACTION BY: (Coggs-Jones) Approve Amendment 1A062 as set forth above. 7-0

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

NOES: 0

Supervisors Mayo, White, Johnson, Broderick and West requested unanimous consent to be added as co-sponsors. There being no objection, so ordered by the Chairman.

24-B-86

ACTION BY (Mayo) Approve budget for 5700 as amended. 7-0

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

NOES: 0

EXCUSED: 0

Ms. Seemeyer clarified that there is an offer on the table for someone to be the Director of Labor Relations.

Delores "Dee" Hervey

Delores "Dee" Hervey Chief Committee Clerk
Committee on Finance and Audit

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ORG. UNIT: Various

BUDGET: DAS Budget Corrections

FINANCE & AUDIT COMMITTEE HEARING DATE: October 26, 2006

CASSETTE NO. 24, SIDE B, 112

STAFF PRESENT:

County Board: Steve Cady
Department of Administration: Steve Agostini, Pamela Bryant, Justin Rodriguez
County Executive: Ed Eberle

The Department of Administrative Services submitted various corrections to the 2007 County Executive's Recommended Capital Improvements Budget and the 2007 County Executive's Recommended Budget for Operations a copy of each is attached to the original of these minutes. The Department was seeking direction as to incorporating the changes in the 2007 Adopted Budget. It was noted that, in the past, the Department of Administrative Services made changes at the adopted level if such changes did not impact the expenditures, revenue or property tax levy. Unless otherwise directed, the Department would like to continue this practice.

ACTION BY: (McCue) Approve the corrections to the Operating budget as contained in the report from the Department of Administrative Services, with the understanding that such changes will be incorporated in the Adopted Budget. 7-0

Supervisor West inquired about the total population numbers on Page 4 for the House of Corrections. Mr. Agostini attempted to answer but he suggested that Superintendent Malone contact Supervisor West regarding her inquiry.

On the motion to approve. *7-0

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

NOES: 0

Supervisor Mayo requested unanimous consent to change his vote from no to aye. There being no objection, so ordered by the Chairman.

Delores "Dee" Hervey

Delores "Dee" Hervey, Chief Committee Clerk

ORG. UNIT: *

BUDGET: ORDINANCES CHANGES

FINANCE & AUDIT COMMITTEE HEARING DATE: October 26, 2006

CASSETTE NO. 24, SIDE B, #160

STAFF PRESENT:

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

APPEARANCES: Supervisor Marina Dimitrijevic, District 4

Mr. Cady addressed the three ordinance changes pertaining to changes in the budget that this Committee has either adopted or not chosen to change that would require a change to the County General Ordinances.

- Division of Labor Relations
- Imprest Fund for Emergency Aid, changing the bank designee
- Admission Fees for the Zoo.

Supervisor Dimitrijevic inquired about the increase of \$.75 at the Zoo. It was explained this change is what the County Executive recommended in his budget.

No separate action or division was requested.

ACTION BY: (Mayo) Approve the three ordinance changes as recommended. 7-0

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

NOES: 0

EXCUSED: 0

Delores "Dee" Hervey

Delores "Dee" Hervey Chief Committee Clerk
Committee on Finance and Audit

ORG. UNIT: *

BUDGET: AMENDMENT NO. 2

FINANCE & AUDIT COMMITTEE HEARING DATE: October 26, 2006

CASSETTE NO. 24, SIDE B, #194

STAFF PRESENT:

County Board: Steve Cady
Department of Administrative Services: Steve Agostini
County Executive: Justin Rodriguez
Ed Eberle

APPEARANCES:

Mr. Rodriguez stated that Amendment No. 2 reflects personnel actions approved by the Personnel Committee and the County Board, which are not included in the 2006 County Executive's Recommended Budget. The details of these actions are on file in the Department of Administrative Services. The expenditure impact is \$9,326. Revenues of \$1,056. This is a net tax increase of \$8270 to the 2007 budget. A copy of Amendment No. 2 is attached to the original of these minutes.

ACTION BY: (McCue) Approve Amendment 2 as submitted by the Department of Administrative Services. 7-0

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

NOES: 0

EXCUSED:

Delores "Dee" Hervey

Delores "Dee" Hervey Chief Committee Clerk
Committee on Finance and Audit

ORG. UNIT: 1994

BUDGET: State Exempt Computer Aid

FINANCE & AUDIT COMMITTEE HEARING DATE: October 26, 2006

CASSETTE NO. 24 SIDE B #210

STAFF PRESENT:

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

APPEARANCES:

Mr. Cady said the amount is \$71,147,000, which is additional revenue.

ACTION BY: (Mayo) Approve the additional revenue amount of \$71,147,000. 7-0

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

NOES: 0

EXCUSED:

ACTION BY: (Mayo) Approve 1994 as amended. 7-0

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

NOES: 0

EXCUSED:

Delores "Dee" Hervey

Delores "Dee" Hervey Chief Committee Clerk
Committee on Finance and Audit

ORG. UNIT: 1991

BUDGET: Property Taxes

FINANCE & AUDIT COMMITTEE HEARING DATE: October 26, 2006

CASSETTE NO. 24, SIDE B, #231

STAFF PRESENT:

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

APPEARANCES:

Mr. Cady said the tax levy total is \$239,323,575. This reflects an increase of \$6,731,058 from the County Executive's recommended budget. An increase of 2.89% and leaves the County \$3,091,179, under the State Legal Tax Levy Limit.

Mr. Cady stated the taxes on a median home for Milwaukee County would reflect an increase of \$41.50 based on a \$150,000 home last year and reassessed at the citywide average increase of 12.35%. This means that a home is valued at \$168,525 this year. An \$80,000 home would be valued at about \$90,600, which is an increase of \$25.14.

ACTION BY: (McCue) Approve 1991. 7-0

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

NOES: 0

EXCUSED:

Delores "Dee" Hervey

Delores "Dee" Hervey Chief Committee Clerk
Committee on Finance and Audit

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ORG. UNIT: *
2007 Budget
BUDGET: AS AMENDED

FINANCE & AUDIT COMMITTEE HEARING DATE: October 26, 2006

CASSETTE NO., SIDE B, #308-390

STAFF PRESENT:

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

APPEARANCES:

ACTION BY: (McCue) Approve the budget as amended. 7-0

Discussion ensued on the Pension Obligation Bonds (POB's). At the request of the Chair, Mr. Agostini clarified actions of the Committee on October 30, 2006. He stated that there is a conceptual agreement to the extent that the Committee study the proposal. Look at the various assumptions, especially the actuarial and set aside \$100,000 to study those. Pending those reviews and that study, there will be a subsequent action of either yes or no by the full Board with respect to moving forward with POB's.

The size of the POB's is yet to be determined. The County has asked both the State Legislature and Governor to allow thirty years to bond.

Mr. Cady said the unfunded liability may change based on the actuarial review and comfort level of the Board.

On the motion to approve. 7-0

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

NOES: 0

EXCUSED: 0

Delores "Dee" Hervey

Delores "Dee" Hervey Chief Committee Clerk
Committee on Finance and Audit