

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

COMMITTEE ON FINANCE AND AUDIT
Thursday, March 12, 2009 - 9:00 A.M.
Milwaukee County Courthouse - Room 201-B
MINUTES

SCHEDULED ITEMS:

CONFIRMATIONS -1

1. 09-74 From the County Executive, appointing Mr. Brian Dranzik to the Southeastern Wisconsin Regional Planning Commission (SEWRPC) for a term expiring September 15, 2014. Mr. Dranzik will replace George Torres.

B002 **APPEARANCE(S)**
Fran McLaughlin, Director of Communications, County Executive's Office
Sherry Hill, Director of Community Relations, County Executive's Office
Brian Dranzik, Appointee

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

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

NOES: 0

***Note: Supervisor West was not present at the time of the vote but later requested unanimous consent as voting "aye". There being no objection, it was so ordered by the Chair.**

RESOLUTIONS - 2

2. 09-118 A resolution by Supervisors Lipscomb and Rice, providing for the joinder of Milwaukee County, Wisconsin, to the East Wisconsin Counties Railroad Consortium. **(Also to the Committee on Transportation and Public Works)**

B006 **APPEARANCE(S)**
County Board Supervisor Ted Lipscomb, District 1

Supervisor Thomas in Chair

ACTION BY: (Mayo) Approve. Vote 6-0

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

NOES: 0

EXCUSED: (Coggs)-1

SCHEDULED ITEMS (CONTINUED):

3. 08-335 (a)(a) A resolution by Supervisor Coggs, authorizing and approving a contract extension for up to \$120,000 to retain outside consultant assistance from the Lazarus Group, LLC, to the Milwaukee County Task Force on Work Reform for Men, to provide more focus on equitable employment opportunities in work reform, particularly for fathers and other males of color. **(Also to the Committee on Economic and Community Development)**

B004 **APPEARANCE(S)**

Gerard Randall, Consultant, Lazarus Group, LLC
Pastor leondis, Fuller, Word of Hope Ministries
Mr. Roy Williams
Cynthia Archer, Director, DAS

A letter from Bishop Charles McClelland, Word of Hope Ministries, Inc. was distributed to the Committee.

Discussion ensued at length. A copy of the written contract was provided. Mr. Randall distributed a six-page status report dated March 2009 regarding objectives.

Questions and comments ensued.

Supervisor Thomas in Chair.

ACTION BY: (Johnson) Approve. Vote 5-2

AYES: Coggs, Mayo, Johnson, West and Thomas (Chair)-5

NOES: Schmitt and Jursik-2

DEPARTMENT ON AGING -1

4. 09-107 From the Director, Department on Aging, requesting to amend Section 15.18 of the General Ordinances of Milwaukee County and create a Solvency and Risk Reserve Bank Account to meet Contractual Requirements of the Department on Aging – Care Management Organization (CMO) under Family Care. **(Also to the Committee on Health and Human Needs)**

B005 **APPEARANCE(S)**

Stephanie Stein, Director, Department on Aging
James Hodson, Chief Financial Officer (CMO), Department on Aging

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

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

NOES: None

SCHEDULED ITEMS (CONTINUED):

CONTROLLER - 3

5. 09-97 From the Controller, requesting authorization to close 31 trust and agency accounts outlined in the Bi-Annual Review of Trust and Agency Funds.

B007 **APPEARANCE(S)**
Scott Manske, Controller
Steve Kreklow, Fiscal and Budget Administrator, DAS

ACTION BY: (Thomas) Lay over. Vote 7-0

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

NOES: None

6. 09-105 From the Controller, Preliminary 2008 Fiscal Report as of December 31, 2008.

B008 **APPEARANCE(S)**
Scott Manske, Controller

ACTION BY: (Johnson) Receive and place on file the said report. Vote 6-1

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

NOES: Jursik-1

Later in the meeting, Supervisor Thomas requested unanimous consent to change his "aye" vote to a "no" vote. There being no objection, it was so ordered by the chair. The vote was 5-2:NOES- Thomas and Jursik

7. 09F8 From the Controller, Report of Professional Service Contracts – Third Quarter
09-132 2008. **(FOR INFORMATION ONLY UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

B011 **APPEARANCE(S)**
Scott Manske, Controller

ACTION BY: (Johnson) Receive and place on file the said report. Vote 7-0

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

NOES: None

Supervisor Mayo requested information on sole source contracts without an RFP.

SCHEDULED ITEMS (CONTINUED):

DEPARTMENT OF ADMINISTRATIVE SERVICES -7

8. 09-64 From the Fiscal and Budget Administrator, requesting to amend Sections 32.91 (6) and (7) of the Milwaukee County Code of General Ordinances pertaining to the Department of Administrative Fiscal Affairs reporting on fund balances and regulating the carryover of fund balances, to change the date for the submittal of carryover report no later than May 1 of each year and to also delete quarterly reporting.

B012 **APPEARANCE(S)**
Steve Kreklow, Fiscal and Budget Administrator, DAS

ACTION BY: (Mayo) Refer to County Board and Audit Staff to work with DAS. Vote 7-0

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

NOES: None

9. 09-116 A Resolution by Supervisors Weishan and Larson, authorizing and directing the Director of the Department of Administrative Services to establish an interest earning trust fund for the purposes of depositing monies bequeathed by the estate of Frank and Maxine Allen.

APPEARANCE(S)
County Board Supervisor John Weishan, District 16
William Domina, Corporation Counsel
Steve Kreklow, Fiscal and Budget Administrator-DAS

B013 **ACTION BY: (West) Approve**
and
B016 Discussion ensued.

Supervisor West later withdrew her motion to approve.

Discussion ensued.

ACTION BY: (West) Refer to County Board and Audit staff and Corporation Counsel (on legal boundaries) with some recommendations. Vote 7-0

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

NOES: None

10. 08-1 Part of a Report, referred back (02/05/09), recommending adoption of a
(a)(aa) (Departmental – Receipt of Revenue A1) fund transfer in the amount of \$1,125,000, requested by the Director of Administrative Services for unanticipated revenue and increase the general fund revenue budget. **(Note: Also**

SCHEDULED ITEMS (CONTINUED):

see Item 11, Fund Transfer "A" 1-Departmental- Receipt of Revenue)

APPEARANCE(S)

Steve Kreklow, Fiscal and Budget Administrator, DAS

11. 08-1
(a)(*)

Fund Transfers (3)

- (A) 1 - Departmental – Receipt of Revenue
- (B) 1 - Unallocated Contingency
- (C) 1 - Inter-Departmental

B012 &
B013

APPEARANCE(S)

Steve Kreklow, Fiscal and Budget Administrator, DAS

ACTION BY: (Mayo) Lay over Items 10 and 11 A-1 (Departmental- Receipt of Revenue. Vote 7-0

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

NOES: None

12. 09-1
(a)(*)

Fund Transfers (17)

- (A) 5 - Departmental-Receipt of Revenue
- (B) 6 - Capital Improvements
- (C) 2 - Departmental –Other Charges
- (D) 4 - Departmental

B014

APPEARANCE(S)

Steve Kreklow, Fiscal and Budget Administrator, DAS

Mr. Kreklow, provided clarification on why the DHHS Fund Transfer, in the amount of \$9,547,995, was removed from 09-1 to 08-1.

ACTION BY: (Thomas) Approve. Vote 7-0

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

NOES: None

13. 09-98

From Capital Finance Manager, Department of Administrative Services, requesting approval of the reimbursement resolution to express the County's intent to reimburse various corporate purpose capital projects for expenditures incurred prior to the issuance of General Obligation Corporate Purpose Bonds.

APPEARANCE(S)

Pamela Bryant, Capital Finance Manager, DAS

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

SCHEDULED ITEMS (CONTINUED):

AYES: Thomas, Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-7
NOES: None

B017 **Committee took a break from 12:00 to 12:45. The same Committee members were in attendance.**

14. 09-106 From Capital Finance Manager, Department of Administrative Services, requesting approval of a reimbursement resolution to express the County's intent, to reimburse various airport capital projects for expenditures incurred prior to the issuance of airport revenue bonds.

B015 **APPEARANCE(S)**
Pamela Bryant, Capital Finance Manager, DAS

ACTION BY: (Mayo) Approve. Vote 6-1
AYES: Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-6
NOES: Thomas-1

DEPARTMENT OF AUDIT - 6

15. 09-84 From the Director of Audits, submitting an Audit of the Milwaukee County Transit System's Fare and Data Collection Systems dated February 2009. **(COPIES PREVIOUSLY PROVIDED BY THE AUDIT DEPARTMENT)**

B021 **APPEARANCE(S)**
Jerome Heer, Director of Audits
Anita Gulotta-Connelly, Managing Director, MCTS

Discussion ensued.

ACTION BY: (Mayo) Receive and place on file the said Audit. Vote 7-0.
AYES: Thomas, Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-7

B022 **NOES:** None

Mr. Cady introduced two representatives from the Great West Retirement System. Mr. Darryl Collier, Assistant Vice President, Great West Retirement Services and Ms. Sue Oelke.

16. 09-99 From the Director of Audits, 2008 Annual Report Audit Hotline and Audit Activity Related to Fraud, Waste and Abuse dated February 2009. **(COPIES PREVIOUS PROVIDED BY THE AUDIT DEPARTMENT)**

B023 **APPEARANCE(S)**
Jerome Heer, Director Audits

SCHEDULED ITEMS (CONTINUED):

ACTION BY: (Schmitt) Receive and place on file the said Audit. Vote 7-0
AYES: Thomas, Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-7
NOES: None

17. 07-320 From Director of Audits, status report on an Audit of the Jury Selection Process in
(a)(*) the Milwaukee County Circuit Court System. **(FOR INFORMATION ONLY, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

B024 **APPEARANCE(S)**
Jerome Heer, Director of Audits
John Barrett, Clerk of Circuit Courts

ACTION BY: (Johnson) Moved concurrence with the Committee of Judiciary, Safety and General Services. Vote 7-0
AYES: Thomas, Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-7
NOES: None

18. 08-215 From the Director of Audits, status report on the Audit of the Milwaukee County
(a)(a) Procurement Division. **(FOR INFORMATION ONLY UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

B025 **APPEARANCE(S)**
Jerome Heer, Director of Audits

ACTION BY: (Schmitt) Receive and place on file the said report. Vote 7-0
AYES: Thomas, Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-7
NOES: None

19. 08-55 From the Director of Audits, an Audit of the Milwaukee County Transit System's
(a)(a) Security Contract with Wackenhut Corporation dated March 2009. **(COPIES PREVIOUSLY PROVIDED BY THE AUDIT DEPARTMENT)**

B026 **APPEARANCE(S)**
Jerome Heer, Director of Audits
Anita Gulotta-Connelly, Managing Director, MCTS
Mark D. Schaefer, Wackenhut Corporation

Discussion ensued at length.

ACTION BY: (West) Refer to County Board and Audit Staff, Sheriff's Department to address diversity, what can be done to end the current contract with Wackenhut and what can the Sheriff's Department accomplish with the monies allocated if they provided security. Vote 7-0

SCHEDULED ITEMS (CONTINUED):

AYES: Thomas, Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-7
NOES: None

20. 08-192 From the Director of Audits, status report on the Audit of the War Memorial –
(a)(a) HVAC Renovation Costs. **(FOR INFORMATION ONLY UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

B027 **APPEARANCE(S)**
Jerome Heer, Director of Audits

ACTION BY: (Thomas) Receive and place on file the said report. Vote 6-0
AYES: Thomas, Schmitt, Johnson, West, Jursik and Coggs (Chair)-6
NOES: None
EXCUSED: Mayo-1

OFFICE OF COMMUNITY BUSINESS DEVELOPMENT PARTNERS -1

21. 09F9 From the Director, Office of Community Business Development Partners, a status
09-134 update on Compliance efforts of United Healthcare toward 17% DBE
Commitment. **(FOR INFORMATION ONLY, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

B028 **APPEARANCE(S)**
Freida Webb, Director, Office of Community Business Development Partners
Susan Bridges, United Healthcare
Dustin Hinton, United Healthcare

Supervisor Coggs requested that monthly progress reports be provided until the DBE goal is achieved.

ACTION BY: (Mayo) Receive and place on file the said reports from both CBDP and United Healthcare. Vote 6-0
AYES: Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-6
NOES: None
EXCUSED: Thomas-1

MILWAUKEE PUBLIC MUSEUM -1

22. 09-28 From the Senior Vice President and Chief Financial Officer, Milwaukee Public
Museum, the 2008 Fiscal Audit Report. **(Also to be considered by the Committee of Parks, Energy and Environment) (FOR INFORMATION ONLY, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

SCHEDULED ITEMS (CONTINUED):

B029

APPEARANCE(S)

Daniel Finley Senior Vice President, Milwaukee Public Museum
Michael Bernatz, Chief Financial Officer, Milwaukee Public Museum
Patty Yunk, AFSCME-DC48

Both Mr. Finley and Mr. Bernatz highlighted the MPM report.

Ms. Yunk raised concerns about upper management salaries.

ACTION BY: (Mayo) Receive and place on file the said report. Vote 7-0

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

NOES: None

TREASURER'S OFFICE -2

23. 09F11
09-135

From the County Treasurer, submitting an informational report on Projected Budget Deficit in non-departmental account 1992 Earnings on Investments. **(FOR INFORMATION ONLY, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

B030

APPEARANCE(S)

Daniel Diliberti, County Treasurer

ACTION BY: (Mayo) Receive and place on file the said report. Vote 7-0

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

NOES: None

24. 09-123

From the County Treasurer, 2009 Annual Report on Public Funds. **(FOR INFORMATION ONLY, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

B031

APPEARANCE(S)

Daniel Diliberti, County Treasurer

ACTION BY: (West) Refer to County Board, Audit and DAS staff to work with the Treasurer's office. Vote 7-0

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

NOES: None

DEPARTMENT OF HEALTH AND HUMAN SERVICES -1

25. 07-71
(a)(d)

From the Director of Health and Human Services and the Administrator of the Behavioral Health Division, requesting authorization to enter into final negotiations with WEAS Development Company for the long-term lease of the St Michael Hospital facility for Behavioral Health Division Inpatient and Nursing Home Operations. **(Also to the Committees on Health and Human Needs and**

SCHEDULED ITEMS (CONTINUED):

Economic and Community Development)

B032

APPEARANCE(S)

John Chianelli, Administrator, BHD
Steve Kreklow, Fiscal and Budget Administrator, DAS
Mark LeRoux, Federation of Nurses & Health Professionals
Beth Werve, AFSCME-DC48, Local 645
Patty Yunk, AFSCME-DC48, (Registered to speak but had to leave). Ms. Yunk's written comments were read into the record
Tim Russell, County Executive's Office

Discussion ensued at length.

ACTION BY: (Thomas) Moved to deny the Department's request. Vote 5-2.

AYES: Thomas, Mayo, Schmitt, Johnson and Coggs (Chair)-5

NOES: West and Jursik-2

**MILWAUKEE COUNTY SELECT COMMITTEE ON
DEFERRED COMPENSATION -1**

This item was taken out of order

26. 09-117 From the Milwaukee County Select Committee on Deferred Compensation, requesting authorization for the Select Committee to enter into an agreement with Great-West Retirement Services for third party administration of the Milwaukee County Plan of Deferred Compensation. **(Also to the Committee on Personnel)**

B020

APPEARANCE(S)

Steve Cady, County Board Fiscal and Budget Analyst

ACTION BY: (Mayo) Moved concurrence with the Committee on Personnel to approve. Vote 7-0

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

NOES: None

DEPARTMENT OF ADMINISTRATIVE SERVICES -8

27. 09F12 From the Fiscal and Budget Administrator, Department of Administrative Services, 09-133 a preliminary report on 2009 Budget Projections. **(FOR INFORMATION ONLY, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

APPEARANCE(S)

Scott Manske, Controller, DAS
Steve Kreklow, Fiscal and Budget Administrator, DAS

SCHEDULED ITEMS (CONTINUED):

ACTION BY: (Johnson) Receive and place on file the said report. Vote 7-0
AYES: Thomas, Mayo, Schmitt, Johnson, West, Jursik and Coggs (Chair)-7
NOES: None

STAFF PRESENT:

Cynthia Archer, Director of Administrative Services (DAS)
Jerome Heer, Director of Audits
Anita Gulotta-Connelly, Manager Director, MCTS
Pamela Bryant, Capital Budget Manager, DAS
Scott Manske, Controller, DAS
Stephanie Stein, Director on Aging
James Hodson, Chief Financial Officer (CMO), Department on Aging
Dan Diliberti, Treasurer
Steve Cady, County Board Fiscal and Budget Analyst
William Domina, Corporation Counsel
Freida Webb, Director, Office of Community Business Development Partners
John Barrett. Clerk of Circuit Court

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 a.m. to 3:45 p.m.

Adjourned,

Delores "Dee" Hervey

Chief Committee Clerk

DEADLINE

*The deadline for items for the next regular meeting (April 16, 2009)
is Tuesday, March 31, 2009.*

***All items for the agenda must be in the Committee Clerk's
possession by the end of the business day on
Tuesday, March 31, 2009.***

SCHEDULED ITEMS (CONTINUED):

NOTE

**SPECIAL FINANCE AND AUDIT COMMITTEE MEETING
THURSDAY, MARCH 19, 2009 @ 12:00 Noon
Room 201-B**

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.