

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

COMMITTEE ON FINANCE AND AUDIT
Thursday, May 15, 2008 - 9:00 A.M.
Milwaukee County Courthouse - Room 201-B

MINUTES

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

SCHEDULED ITEMS:

1. 08-115 Public hearing is being held pursuant to the requirements of Section 147(f) of
(a) the Internal Revenue Code of 1986, as amended for the Issuance of
\$30,860,000 General Obligation Corporate Purpose Bonds.

APPEARANCES:

Pamela Bryant, Capital Budget Manager, Department of Administrative Services (DAS)
Charles Jarik, Co-Bond Counsel

B003 No one from the public appeared on this item.

No action was taken on this item.

2. 08-189 From the County Executive, appointing Mr. George Torres to the Southeastern Wisconsin Regional Planning Commission (SEWRPC) to replace Ms. Linda Seemeyer with completion of that term to expire September 15, 2008.

APPEARANCES:

Mr. George Torres, Director, Department of Public Works (DPW)

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

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

NOES: None

3. 08-174 From the County Executive, appointing Ms. Cynthia Archer to the position of Director of the Department of Administrative Services for Milwaukee County.

APPEARANCES:

County Executive Scott Walker
Ms. Cynthia Archer, Acting Director, DAS

Supervisor Mayo requested that Ms. Archer provide an updated resume.

SCHEDULED ITEMS (CONTINUED):

ACTION BY: (Johnson) Approve. Vote 6-1.

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

NOES: West-1

4. 08-190 From the Acting Director, Department of Administrative Services, appointing Mr. Steven R. Kreklow as Fiscal and Budget Administrator.

APPEARANCES:

Ms. Cynthia Archer, Acting Director, DAS

Mr. Steven R. Kreklow

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

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

NOES: None

EXCUSED: Mayo-1

5. 08-1
(a) **Fund Transfers.**

APPEARANCES:

Pamela Bryant, Capital Budget Manager, DAS

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

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

NOES: None

6. 08-1
(a) Report, referred back, March 20, 2008, recommending adoption of a Departmental –Other Charges Fund Transfer, in the amount of \$75,000, requested by the Director, Department of Administrative Services, for the MMSD Tree Replacement Trust Fund. **(Also to be considered by the Committee on Parks, Energy and Environment.)**

APPEARANCES:

Josh Fudge, Parks Analyst

Discussion ensued.

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

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

NOES: None

7. 07-269
(a)(a) From the Acting Director, Department of Administrative Services and Chief Information Officer, IMSD, submitting a status report on the Human Resource Information System. **(Also to the Committee on Personnel) (1/13/08: Directed DAS and IMSD to prepare a status report, due by May 1, 2008, outlining all**

SCHEDULED ITEMS (CONTINUED):

outstanding issues related to the implementation of the Human Resource Information System, and to provide a total cost to implement the system, including outside consultant expenditures. (FOR INFORMATIONAL ONLY UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)

APPEARANCES:

Dennis John, Chief Information Officer, Information Management Services Division (IMSD)

Mary Reddin, Deputy Information Officer, IMSD

Patty Yunk, District Council (DC) 48

Dave Eisner, AFSCME DC 48, President, Local 594

Discussion ensued on timelines.

No action was taken on this item.

8. 06-395 (a)(h) **Adopted 2007 Budget Amendment (1B027)** directing the Director, General Mitchell International Airport (GMIA) to submit quarterly reports on the status of all authorized Airport Capital Improvement projects. **(Also to the Committee on Transportation, Public Works and Transit)** (Semi-Annual Report due from Airport Director)

APPEARANCES:

Anthony Sneig, Deputy Director, General Mitchell International Airport

Supervisor Jursik inquired about the College Avenue Project and would like more information at the June cycle.

No action was taken on this item.

9. 08-12 (a) From the Director, Department of Parks, Recreation and Culture, 2008 Revenue Deficit Report. **(FOR INFORMATION ONLY UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

APPEARANCES:

Josh Fudge, Parks Analyst

Sue Black, Director of Parks

The matter was temporarily laid over to allow Ms. Black to appear.

Later in the meeting, Ms. Black did appear and discussion ensued on marketing and special events. Kudos was given for both Ms. Black and Mr. Baudry for their excellent marketing efforts for the Milwaukee County Parks.

SCHEDULED ITEMS (CONTINUED):

Questions and comments ensued.

No action was taken on this item.

10. 08-12 From the Operations Manager, Medical Examiner's Office, 2008 Revenue
(a) Deficit Report. **(FOR INFORMATION ONLY, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE) (3/13/08: Report was received and placed on file with a status report in one month.)**

APPEARANCES:

Karen Domagalski, Operations Manager, Medical Examiner's Office
County Board Chairman Lee Holloway

Discussion ensued on the Ozaukee County autopsy support referral revenue.

The Chairman and the Committee felt it would be better to lay the matter over until the new Medical Examiner for Milwaukee County was hired.

ACTION BY: (West) Lay over to the Call of the Chair. Vote 7-0.

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

NOES: None

11. 08F7 From the Director, Department on Aging, informational report on the January,
(08-207) February, and March 2008 Income Statements of the Care Management Organization (CMO) under Family Care. **(Also to Committee on Health and Human Needs)**

APPEARANCES:

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

ACTION BY: (Mayo) Receive and place on file the said report and that quarterly reports are submitted. Vote 7-0

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

NOES: None

12. 07-420 From the County Treasurer, a report of the Direct Deposit Task Force, to carry
(a)(b) out the recommendations of the Direct Task force to implement direct deposits for all county payroll checks. **(Also to the Committee of Personnel)**

APPEARANCES:

Rex Queen, Deputy Treasurer

Discussion ensued.

SCHEDULED ITEMS (CONTINUED):

ACTION BY: (Thomas) A written amendment was offered that authorized and directed the Director of the Department of Administrative Services to mandate direct deposit of payroll checks for all employees beginning with the first paycheck after September 1, 2008; and

BE IT FURTHER RESOLVED, that the Director of Labor Relations is authorized and directed to negotiate with represented employees agreements to implement the direct deposit mandate as soon as possible; and

BE IT FURTHER RESOLVED, that the Director of the Department of Administrative Services and Director of Labor Relations shall furnish a joint status report to the Committee on Personnel for consideration at its October 2008 meeting on the progress of direct deposit implementation for all employees including efforts to promote the use of debit cards for employees that have no bank account. **Vote 7-0**

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

NOES: None

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

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

NOES: None

13. 08-172 From the County Treasurer, requesting authorization to renew contracts for investment advisory services with M&I Investment Management.

APPEARANCES:

Rex Queen, Deputy Treasurer

ACTION BY: (Mayo) Approve.

Supervisor Jursik indicated she would be abstaining from voting on the item because of M&I stock ownership.

On the motion. Vote 6-0 and 1-Abstention.

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

NOES: None

ABSTENTION: Jursik-1

14. 08-11 (a) From the County Treasurer, submitting the 2008 First Quarter Investment Report.

APPEARANCES:

Rex Queen, Deputy Treasurer

SCHEDULED ITEMS (CONTINUED):

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

15. 07-368 A. From the Superintendent, House of Correction and Director of Human
(a)(d) Resources, report on House of Correction Recruitment and Respite Efforts per resolution File 07-368. **(Also to be considered by the Committee on Judiciary, Safety and General Services and Personnel) (Monthly status report due on implementation of Audit recommendations.)**

APPEARANCES:

Ronald Malone, Superintendent, House of Correction (HOC)
Jerome Heer, Director of Audits
Molly Pahl, Fiscal Operations, HOC
Dr. Karen Jackson, Director, Department of Human Resources (DHR)

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

- 07-368 B. From the Director of Audits, an Audit of the Milwaukee County House of
(a)(c) Correction Correctional Officer Staffing. (COPIES PREVIOUSLY PROVIDED) (Also to Committee on Personnel) (3/13/08 Was referred to Corporation Counsel and Labor Relations to see if the County can legally be reimbursed for trained staff (HOC) who leave employment within 12 to 18 months. The report is due next cycle. Vote 6-0) (Report due from Corporation Counsel)

APPEARANCES:

John Jorgensen, Principal Assistant Corporation Counsel
Ronald Malone, Superintendent, HOC

ACTION BY: (West) Refer to County Board Staff and do a comparison study of the Milwaukee Police Department, Racine and Waukesha Counties and see if they have similar guidelines on the books. Also refer to Labor Relations and the Committee on Personnel. Vote 7-0

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

16. 08-197 From the Director of Audits, 2007 Annual Report on Audit Hotline and Audit
Activity Related to Fraud, Waste and Abuse dated April 2008. (COPIES PREVIOUSLY PROVIDED)

SCHEDULED ITEMS (CONTINUED):

APPEARANCES:

Jerome Heer, Director of Audits

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

NOES: None

17. 08-198 From the Director of Audits, a report on the results of a survey of Information Management Service Division Help Desk Users.

APPEARANCES:

Jerome Heer, Director of Audits

ACTION BY: (Mayo) Receive and place on file the said report and that IMSD provide a six-month status report on the four items outlined in the said report. Vote 7-0.

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

NOES: None

18. 08-137 From the Director of Audits, a report on the Release of Confidential Records and Processing of Open Records Requests.
(a)(a)

APPEARANCES:

Jerome Heer, Director of Audits

ACTION BY: (Mayo) Receive and place on file the said report. Refer to Department of Administrative Services, County Board, and Corporation Counsel to research the four recommendations contained in the said Audit.

Supervisor West inquired about the custodian of records.

On the motion. Vote 7-0.

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

NOES: None

19. 08-192 From the Director of Audits, an Audit of Milwaukee County's War Memorial – HVAC Renovation Costs, dated May 2008. **(COPIES PREVIOUSLY PROVIDED)**

APPEARANCES:

Jerome Heer, Director of Audits

ACTION BY: (Mayo) Receive and place on file the said audit with a six-month status report.

SCHEDULED ITEMS (CONTINUED):

The Committee suggested that the Audit Department work with both the Department of Public Works and Corporation Counsel.

On the motion. Vote 7-0

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

NOES: None

20. 07-71 From the Director of Economic and Community Development, Director of
(a)(b) Health and Human Services and the Administrator, Behavioral Health Division, follow up report, requesting authorization to enter into final negotiations with WEAS Development Company for the long-term lease of the St. Michael's Hospital facility for Behavioral Health Division Inpatient and Nursing home operations. **(Also to the Committees of Economic and Community Development and Health and Human Needs.)**

APPEARANCES:

Corey Hoze, Director, Department of Health and Human Services (DHHS)

Alex Kotze, Financial Analyst, Behavioral Health Division (BHD)

John Chianelli, Administrator, Behavioral Health Division (BHD)

James Tietjen, Administrator, Management Services Division, DHHS

Candice Owley, Wisconsin Federation of Nurses & Health Professionals

Patty Yunk, DC 48

Mr. Hoze provided the Committee with background information on the project that lead to the proposal before the Committee. Mr. Hoze stated in the last ten months, a great deal of work has been done to provide a thorough analysis for the following options: renovate BHD, build a new BHD facility, purchase St. Michael's Hospital, lease St. Michael's Hospital, and maintain status quo at BHD.

Ms. Kotze highlighted Attachments D and E, which reflect the fiscal numbers.

Mr. Chianelli addressed the impact this move would have on patient care. He explained how they see the leasing option as being beneficial to actual service delivery and BHD's ability to serve people.

Mr. Hoze, said as a result of all the analysis, it is requested that authorization be granted to DHHS, DAS, and the Department of Economic and Community Development to enter into final negotiations with WEAS Development for the long-term lease of St. Michael Hospital.

ACTION BY: (Thomas) Refer the report to County Board and Department of Audit staff for a review of the proposed alternatives, including the Administration's recommended leasing option of St. Michael's. The staff

SCHEDULED ITEMS (CONTINUED):

report shall include an opinion as to which option, based on their analysis, should be pursued. In addition, the Department of Audit is authorized to retain an outside consultant to provide technical real estate consulting services that, among other things, will help quantify the value of the current Behavioral Health Division site. The cost of the outside consultant shall not exceed \$50,000 and will be paid for with a transfer from the Appropriation for Contingencies (Org. 1945) account.

Supervisor West offered an amendment to attach a timeline of July.

On the motion. Vote 5-2.

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

NOES: West and Jursik-2

21. 08F8 (08-208) From Chief Information Officer, IMSD, informational report regarding regional collaboration between Milwaukee County and the City of Cudahy for IT Services. **(FOR INFORMATION ONLY UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

This item was taken out of order.

APPEARANCES:

Mayor Ryan McCue, City of Cudahy,
Dennis John, Chief Information Officer, IMSD

Mayor McCue addressed the Committee and looking forward to the collaboration between Milwaukee County and the City of Cudahy regarding Information Technology Services.

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

22. 08F9 From Chief Information Officer, IMSD, an informational report regarding Cell Phone and Blackberry Service. **(FOR INFORMATION ONLY UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

This item was taken out of order.

APPEARANCES:

Dennis John, Chief Information Officer, IMSD
Mary Reddin, Deputy Information Officer, IMSD

No action was taken on this informational report.

SCHEDULED ITEMS (CONTINUED):

23. 08-199 From the Acting Director, Department of Administrative Services requesting approval to renew the financial advisory services contract with Public Financial Management for an additional three-year term and to establish Peralta Garcia Solutions as the disadvantage business enterprise partner for the contract

This item was taken out of order.

APPEARANCES:

Pamela Bryant, Capital Budget Manager, DAS
Dave Anderson, Public Financial Management
Gail Garcia Steffen, Peralta Garcia Solutions
Leticia Peralta Davis, Peralta Garcia Solutions

Discussion ensued on DBE. Supervisor Johnson requested materials about Peralta Garcia Solutions to all Supervisors before Board Day.

ACTION BY: (Schmitt) Approve. Vote 6-1.

AYES: Thomas, Schmitt, Johnson, West, Jursik and Coggs-6

NOES: Mayo-1

24. 08-200 From the Acting Director, Department of Administrative Services requesting approval of the underwriting syndicate of JP Morgan as lead bookrunner, Citi as co-senior and Ramirez and Company, Siebert Brandford Shank and Loop Capital as co-managing underwriters for potential pension obligation bond financing.

APPEARANCES:

Pamela Bryant, Capital Budget Manager, DAS
Steve Cady, County Board Fiscal and Budget Analyst

Discussion ensued. Mr. Cady said he supports the recommendations and that the underwriters were present at the meeting.

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

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

NOES: None

25. 08-101 From the Acting Director, Department of Administrative Services a request to approve the 2007 to 2008 carryovers. **(Preliminary report was heard at the March 13, 2008 F&A meeting and no action was taken.)**

APPEARANCES:

Pamela Bryant, Capital Budget Manager, DAS
Steve Cady, County Board Fiscal and Budget Analyst

SCHEDULED ITEMS (CONTINUED):

Discussion ensued.

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

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

NOES: None

STAFF PRESENT:

Pamela Bryant, Capital Budget Manager, DAS
Dennis John, Chief Information Officer, IMSD
Mary Reddin, Deputy Information Officer, IMSD
Anthony Sneig, Deputy Director, GMIA
Sue Black, Director of Parks
Josh Fudge, Parks Analyst
Karen Domaglaski, Operations Manager, Medical Examiner's Office
Stephanie Stein, Director, Department on Aging
James Hodson, Chief Financial Officer (CMO), Department on Aging
Rex Queen, Deputy Treasurer
Ronald Malone, Superintendent, HOC
Jerome Heer, Director of Audits
Corey Hoze, Director, DHHS
Alex Kotze, Financial Analyst, Behavioral Health Division
John Chianelli, Administrator, Behavioral Health Division
James Tietjen, Administrator, Management Services Division, DHHS
Molly Pahl, Fiscal Operations, HOC
Cynthia Archer, Acting Director, DAS
Dr. Karen Jackson, Director, DHR
John Jorgensen, Principal Assistant Corporation Counsel

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. **Note: Due to technical difficulty, no audio recording.**

Length of meeting: 9:00 a.m. to 1:55 p.m.

Adjourned,

Delores "Dee" Hervey
Chief Committee Clerk

SCHEDULED ITEMS (CONTINUED):

DEADLINE

The deadline for items for the next regular meeting (June 17, 2008) is Tuesday, June 3, 2008.

All items for the agenda must be in the Committee Clerk's possession by the end of the business day on Tuesday, June 3, 2008.

NOTE:

The Finance and Audit Committee meeting will be held on

Tuesday, June 17, 2008 @ 1:00 p.m. Room 201-B.