

FINANCE COMMITTEE
April 4, 2018
Draft Minutes

Members Present: Grebner, Louney, Crenshaw, Koenig, Tennis, Anthony, and Schafer
Members Absent: None
Others Present: Treasurer Eric Schertzing, Michael Townsend, Rick Terrill, Tim Morgan, Lance Langdon, Doug Stover, Stacy Biers, Eric Thelen, Ryan Buck, and others

The meeting was called to order by Chairperson Grebner at 6:01 p.m. in Conference Room D & E of the Human Services Building, 5303 South Cedar Street, Lansing, Michigan.

Approval of the March 21, 2018 Minutes

WITHOUT OBJECTION, CHAIRPERSON GREBNER RECOGNIZED THAT THE MARCH 21, 2018 FINANCE COMMITTEE MEETING MINUTES WERE APPROVED AS PRESENTED.

Additions to the Agenda –

Please note that Agenda Item 2 was renumbered as Agenda Item 2(a).

2. Treasurer's Office
 - b. Resolution to Provide the Ingham County Land Bank Fast Track Authority with Capacity Building Funding
10. Board of Commissioners – Resolution Recognizing April 5, 2018 as the 180th Anniversary of the Organization of the County Of Ingham

Removed –

9. Health Department
 - f. Resolution to Authorize Conversion of Nutrition Educator Positions

Limited Public Comment

None.

MOVED BY COMM. SCHAFFER, SUPPORTED BY COMM. LOUNEY, TO APPROVE A CONSENT AGENDA CONSISTING OF THE FOLLOWING ACTION ITEMS:

1. Sheriff's Office
 - a. Resolution to Continue Contract with Dr. Jerry Gallagher for Psychological Services for the Screening of New Applicants who are given Conditional Job Offers and for Post-Traumatic Stress Reviews for Deputies
 - b. Resolution to Continue Records Management Software Support from TriTech
2. Treasurer's Office
 - a. Resolution to Provide Imprest Cash for Friend of the Court Account
3. Human Resources
 - a. Resolution to Approve a Collective Bargaining Agreement with Michigan Nurses Association – Nurse Practitioners/Clinic Nurses Unit
 - b. Resolution to Approve a Letter of Understanding with Capitol City Labor Program, Inc. – 911 Non-Supervisory Unit Regarding Vacation Leave Pay-Out
4. Facilities
 - a. Resolution to Amend Resolution #18-063 Which Authorized the Purchase and Installation of a New Dishwasher for the Ingham County Family Center Kitchen
 - b. Resolution to Authorize Purchase of a Liebert Cooling Unit
5. 9-1-1 Center – Resolution to Authorize the Cardinal Group II to Conduct Organization Wide Training with the Staff of the Ingham County 9-1-1 Central Dispatch Center
6. Parks Department – Resolution to Authorize an Agreement with Comsource, Inc. for Radios at Hawk Island County Park
7. Potter Park Zoo – Resolution to Purchase Flavor Burst Color Touch Panel
8. Equalization Department
 - a. Resolution to Award a Contract for Monumentation and Remonumentation Project Representative
 - b. Resolution to Award Contracts for Peer Review Group Members
 - c. Resolution to Award Contracts for Remonumentation Project Surveyors
9. Health Department
 - a. Resolution to Authorize Amendment #2 to the 2017-2018 Comprehensive Agreement with the Michigan Department of Health and Human Services
 - b. Resolution to Accept Healthy! Capital Counties Funds
 - c. Resolution to Authorize an Agreement with the Michigan Department of Environmental Quality for FY 2018
 - d. Resolution to Authorize Agreements with Licensed Dentists and Hygienists
 - e. Resolution to Authorize an Agreement with University of Michigan-Flint for Implementation of the Engaged Father Program
10. Board of Commissioners – Resolution Recognizing April 5, 2018 as the 180th Anniversary of the Organization of the County Of Ingham

THE MOTION CARRIED UNANIMOUSLY.

THE MOTION TO APPROVE THE ITEMS ON THE CONSENT AGENDA CARRIED UNANIMOUSLY.

2. Treasurer's Office

- b. Resolution to Provide the Ingham County Land Bank Fast Track Authority with Capacity Building Funding

MOVED BY COMM. CRENSHAW, SUPPORTED BY COMM. ANTHONY, TO APPROVE THE RESOLUTION TO PROVIDE THE INGHAM COUNTY LAND BANK FAST TRACK AUTHORITY WITH CAPACITY BUILDING FUNDING.

Treasurer Eric Schertzing introduced the resolution to the Committee.

Chairperson Grebner stated that the idea was that the Land Bank was going to pay down its line of credit by \$300,000.

Treasurer Schertzing stated that the Land Bank had been paying down its debt previously. He further stated that this was an attempt to eliminate the debt in a shorter amount of time.

Commissioner Crenshaw asked how the resolution would increase the Land Bank's funding in the 2018 through 2022 fiscal years with funding from the Delinquent Tax Revolving Fund for tax years 2015 through 2019.

Treasurer Schertzing stated that the maturation of the Delinquent Tax Revolving Funds had a two to three year lag due to the collection process. He further stated that the money that would convey in 2018 would come out of the 2015 Delinquent Tax Revolving Fund year because it was the year they were closing out more or less.

Discussion.

Treasurer Schertzing stated that the Treasurer's Office now owned the property where the Life O'Riley trailer park was located.

Commissioner Tennis asked how this line of credit was used in the past.

Treasurer Schertzing stated that it was used for many things, including demolition and construction financing.

Commissioner Tennis asked how much the debt was.

Treasurer Schertzing stated that the amount was approximately \$3.5 million.

Chairperson Grebner stated that \$5 million was the maximum of the two lines. He further stated that their balance sheet was one with a lot of nonconventional assets on it. Chairperson Grebner

stated that their balance sheet showed that they had approximately \$4.5 million to \$5 million in assets, receivables, balances on hand, and properties they owned. He further stated that they were not insolvent. Chairperson Grebner stated that the assets they owned were hard to liquidate in a hurry and were subject to value decline in a recession.

Discussion.

Commissioner Schafer asked what the value of all the assets was.

Chairperson Grebner stated that it was approximately \$4.5 million to \$5 million.

Treasurer Schertzing stated that it depended on the method of valuation.

Commissioner Schafer asked whether the 1,300 properties they had was approximately \$5 million.

Chairperson Grebner stated that it was many things, including tax receipts, assets on hand, and land contracts. He asked whether \$3 million were for actual properties.

Treasurer Schertzing stated that they had thirty rental properties and other standing inventory. He further stated that there were something like that in hard assets of real estate.

Chairperson Grebner stated that they have a pro forma, which is a formal statement of this.

Discussion.

Treasurer Schertzing stated that at one point in time, they had 250-300 houses, which were not assets, but liabilities. He further stated that because they were able to work with partners to take care of these blighted structures, their true net worth probably went up.

Commissioner Koenig asked what the Treasurer was most proud of.

Treasurer Schertzing stated that he was proud of the 250 houses that they had renovated or built in Lansing that had twenty year owner occupancy covenants, which would bring population back to Lansing. He further stated that they had leveraged \$60-\$70 million in investments.

Commissioner Koenig stated that we should talk about what the benefits of the Land Bank were.

Discussion.

THE MOTION CARRIED UNANIMOUSLY.

Commissioner Schafer asked whether the wells were capped at the Life O'Riley property.

Treasurer Schertzing stated that they just took ownership of the property.

Announcements

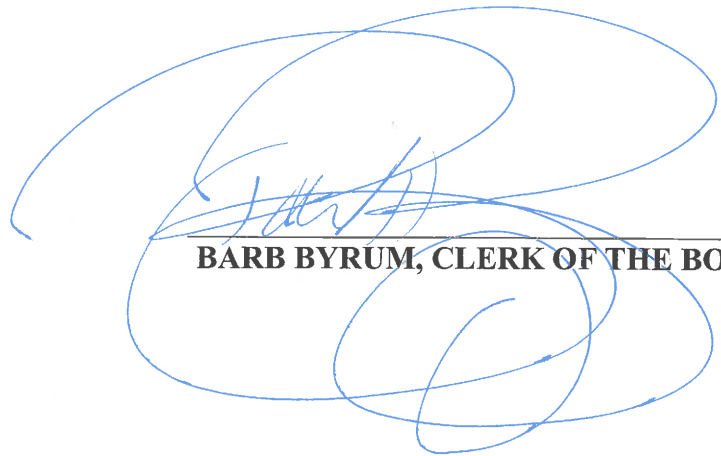
None.

Public Comment

None.

Adjournment

The meeting was adjourned at 6:14 p.m.

A large, stylized handwritten signature in blue ink, consisting of several overlapping loops and curves, positioned above a horizontal line.

BARB BYRUM, CLERK OF THE BOARD

