



Budget & Finance Committee

Monday, November 14, 2012 – 1:30 p.m.
Room 212 – Otsego County Building
225 West Main Gaylord, MI 49735

MINUTES

CALL TO ORDER

Mr. Olsen called the meeting to order at 1:30 p.m.

Roll call – Present: Lee Olsen, Paul Beachnau, Erma Backenstose, Clark Bates, John Burt

Others present –Rachel Frisch, Diann Axford

APPROVAL OF MINUTES

Motion by Mr. Bates to approve the minutes from the November 5, 2012 budget and finance committee meeting. Motion passed unanimously.

UNFINISHED BUSINESS

A. Foreclosure Fund Update

Ms. Axford distributed a report showing the breakdown of the chargeback amounts for each taxing unit. Her recommendation is to chargeback the losses going forward, starting with the 2012 foreclosure sale. She is required to communicate her intent in a letter sent out to the taxing units no later than December 1st.

Motion by Mr. Bates to recommend to the full board charging back the foreclosure sale losses to all taxing entities, as recommended by the County Treasurer. Motion passed unanimously.

NEW BUSINESS

A. FOC Cash Flow Plan

Ms. Frisch explained to the Committee that the FOC Fund (Fund 215) will soon be in a negative cash situation due to a 3-month lag in Title IVD (cooperative reimbursement) payments from the State. She recommends a \$10,000 loan from the Budget Stabilization Fund (Fund 257) to alleviate the cash flow concerns in the FOC Fund. She indicated that this will be a short-term loan, and anticipates that it will be repaid in a 3-6 month timeframe.

Motion by Mr. Beachnau to recommend to the full board loaning \$10,000 from the Budget Stabilization Fund (Fund 257) to the FOC Fund (Fund 215), to alleviate cash flow concerns. Motion passed unanimously.

B. Parks Budget Amendment

Ms. Frisch distributed a budget amendment for the parks that has been reviewed and approved by the Parks and Recreation Board.

Motion by Mr. Bates to recommend to the full board approving the parks and rec budget amendment. Motion passed unanimously.

C. 2013 Budget Discussion

The Committee reviewed and discussed the 2013 budget reports and appropriation act.

Motion by Ms. Backenstose to recommend to the full board approving the 2013 budget and appropriations act. Motion passed unanimously.

Mr. Olsen adjourned the meeting at 3:12 p.m.