

**ALGER COUNTY BOARD OF COMMISSIONERS
REGULAR BOARD MEETING**

July 16, 2012

Minutes are subject to corrections and approval

Pursuant to recess, the Alger County Board of Commissioners convened in the conference room of the county building at 4:00 p.m. on the above date.

The meeting was called to order by Vice-Chairman Mattson with the following Commissioners present: Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Absent ó Commissioner Doucette.

The board of commissioners said the Pledge of Allegiance.

Public comment session was open. There was no public comment from the floor; thus, the public comment session was closed.

It was moved by Commissioner VanLandschoot and seconded by Commissioner Pullen to approve the agenda as presented. Motion carried by the following vote: Ayes ó Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Nays ó none. Absent ó Commissioner Doucette.

It was moved by Commissioner VanLandschoot and seconded by Commissioner Rondeau to approve the Committee of the Whole minutes of June 11, 2012 and the Regular Board of Commissionerø minutes of June 18, 2012. Motion carried by the following vote: Ayes ó Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Nays ó none. Absent ó Commissioner Doucette.

There was discussion on a letter drafted from the Chair regarding cost allocation monies and changes were made. It was moved by Commissioner VanLandschoot and seconded by Commissioner Pullen to authorize the Chair to send out the following cost allocation letter to MSU Extension, the County Road Commission, Alger County Commission on Aging, and the Alger County Library Board:

TO:

FROM: Jerry Doucette, Board Chair

RE: Cost Allocations

DATE:

Earlier this year you may recall that the Alger County Board of Commissioners held a special meeting regarding your concerns about the Board's decision to implement a cost allocation plan into the 2011 and 2012 budgets. At that meeting we also had representatives from MGT and Anderson Tackman to answer all of our concerns.

In an effort to resolve everyone's concerns, it was agreed and the Board directed MGT and Anderson Tackman to work together and draft a letter to the State of Michigan Department of Treasury in Lansing addressing all of our concerns. The response is attached.

In regards to the liability insurance concerns, it was advised that both the County as well as all other agencies, organizations, etc., list each other as hold harmless on our insurance policies. Otherwise the cost allocation could include those liability insurance fees.

Hopefully this information addresses all concerns and at this time Alger County is asking for your payment. Again, the Alger County Board of Commissioners thank you for all your patience in this matter.

Sincerely,

Jerry Doucette, Chair
Alger County Board of Commissioners

Enclosures: Letter
Previous Notices

4425 (Rev. 01-11)



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

ANDY DILLON
STATE TREASURER

June 20, 2012

James R. Olson
MGT of America, Inc.
2343 Delta Road
Bay City, Michigan 48706

Dear Mr. Olson:

Thank you for your letter regarding the allocation of indirect costs. Several local units of government throughout the state have used cost allocation plans in order to distribute indirect or overhead costs more consistently. All departments or agencies of a governmental unit desiring to claim indirect costs should have a reasonable basis for such costs and develop related documentation to support those costs which is subject to review and/or audit.

Although the Department of Treasury does not require a particular method of allocating indirect costs, methods used and related documentation substantiating the actual costs, rates, and methods are subject to Department review. The fact that a duty is statutorily mandated or the funds are received through a tax levy is not a restricting factor in determining whether indirect costs may be allocated. However, one should keep in mind any restrictions grantor organizations may have prior to making any determination.

If you have further questions, do not hesitate to contact me.

Sincerely,

Cary Jay Vaughn, CPA
Audit Manager
Local Audit and Finance Division

Motion carried by the following vote: Ayes ó Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Nays ó none. Absent ó Commissioner Doucette.

There was discussion on the unemployment invoices. The clerk tried to explain what the costs were that were explained by the Unemployment Insurance Agency. She said that the actual amount owed is \$2,356.08. She is going to pay that amount under protest as per Attorney McNulty. The monies are to come from the employee fringe benefits. It was moved by Commissioner Pullen and seconded by Commissioner Rondeau to authorize the clerk to pay the State of Michigan, Unemployment Insurance Agency in the amount of \$2,356.08, as directed by the Unemployment Insurance Agency. Motion carried by the following vote: Ayes ó Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Nays ó none. Absent ó Commissioner Doucette.

Old business was next. There was none.

It was moved by Commissioner VanLandschoot and seconded by Commissioner Rondeau to authorize payment to LMAS for their third quarterly appropriation in the amount of \$20,745 (101-601-969.000). Motion carried by the following vote: Ayes ó Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Nays ó none. Absent ó Commissioner Doucette.

It was moved by Commissioner Pullen and seconded by Commissioner VanLandschoot to approve payment of all of the board bills as recommended by the Committee of the Whole. Motion carried by the following vote: Ayes ó Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Nays ó none. Absent ó Commissioner Doucette.

It was moved by Commissioner VanLandschoot and seconded by Commissioner Pullen to approve the financial reports for all funds. A full 30-page report is available upon request with the treasurer. Motion carried by the following vote: Ayes ó Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Nays ó none. Absent ó Commissioner Doucette.

It was moved by Commissioner VanLandschoot and seconded by Commissioner Rondeau to amend the revenues in the amount of \$49,622 as follows:

AMEND REVENUE

101-000428000 - PAYMENT IN LIEU OF TAXES	\$9,165.00
101-000544000 - P.A. ATTY FEES - STATE INMATE	3,724.00
101-000546000 - DRUNK DRIVING FUND	1,528.87
101-000591000 - FAMILY INDEPENDENCE AGENCY	2,312.58
101-000677000 - MISC	<u>32,891.55</u>
<u>TOTAL</u>	\$49,622.00

Motion carried by the following vote: Ayes ó Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Nays ó none. Absent ó Commissioner Doucette.

It was moved by Commissioner VanLandschoot and seconded by Commissioner Pullen to amend the expenditures in the capital improvements account in the amount of \$49,622. Motion carried by the following vote: Ayes 6 Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Nays 0 none. Absent 0 Commissioner Doucette.

There were no miscellaneous items.

It was moved by Commissioner Pullen and seconded by Commissioner VanLandschoot to authorize the Chair to sign the following U.P. Area Agency on Aging FY 2013 Area Plan/Annual Implementation Plan resolution:

RESOLUTION

**U.P. AREA AGENCY ON AGING
FY 2013 AREA PLAN/ANNUAL IMPLEMENTATION PLAN**

WHEREAS, UPCAP, which serves as the U.P. Area Agency on Aging, has developed and is operating under a Multi-Year (FY 2010-2013) Area Plan that provides funding for programs for services to older adults in the Upper Peninsula; and

WHEREAS, the Multi-year Area Plan has been approved by all 15 counties of the Upper Peninsula; and

WHEREAS, the U.P. Area Agency on Aging is required to submit an Annual Implementation Plan which updates the Multi-Year Plan; and

WHEREAS, the UPCAP Board of Directors unanimously approved the proposed, updated Annual Implementation Plan; and

WHEREAS, each U.P. county is represented by a county official on the UPCAP Board of Directors; and

WHEREAS, the Annual Implementation Plan also requires review by individual county boards.

THEREFORE, BE IT RESOLVED that the Alger County Board of Commissioners has received and hereby supports the U.P. Area Agency on Aging FY 2013 Annual Implementation Plan.

BE IT FURTHER RESOLVED that this resolution be submitted to UPCAP and placed on file.

Authorized Signatory _____
Jerry Doucette, Chairman
Alger County Board of Commissioners (Name/Title of County Official)

Motion carried by the following vote: Ayes 6 Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Nays 0 none. Absent 0 Commissioner Doucette.

It was moved by Commissioner Pullen and seconded by Commissioner VanLandschoot to authorize the Chair to sign the following resolution #2012-10:

RESOLUTION #2012-10

RESOLUTION SUPPORTING AN UPPER PENINSULA INTEGRATED CARE MODEL

WHEREAS, the Michigan Department of Community Health (MDCH) has submitted an Integrated Care Demonstration proposal to the Center for Medicare and Medicaid Services (CMS) to serve persons that are eligible for both Medicare and Medicaid services (dually eligible), and;

WHEREAS, the demonstration proposes that MDCH contract with Integrated Care Organizations (ICOs) for the provision of physical health services and long term care supports and services and with existing prepaid inpatient health plans (PIHPs) in Michigan for the provision of behavioral services to persons who are dually eligible, and;

WHEREAS, if approve by CMS, the program will be phased in starting July 2013, and;

WHEREAS, key stakeholders in the Upper Peninsula, including the U.P. Health Plan, Northcare (the PIHP for the U.P.), local CMHs, UPCAP (and the aging/MIChoice network), medical care facilities and private nursing facilities, home health and home care agencies will be greatly impacted by this initiative, and;

WHEREAS, all of these stakeholders provide quality and coordinated services to residents of the Upper Peninsula, a region with its own unique geography and culture, and;

WHEREAS, Upper Peninsula organizations, agencies, service providers and local government have a long and proud history of collaboration and coordination in addressing the needs and challenges of a very rural and economically sensitive region of the country.

THEREFORE BE IT RESOLVED, that the Alger County Board of Commissioners strongly supports having the Upper Peninsula serve as a demonstration site with the understanding that the aforementioned key stakeholders will be fully involved and engaged and that existing U.P. based infrastructures will be utilized and enhanced.

Dated: July 16, 2012

Jerry Doucette, Chairman
Alger County Board of Commissioners

Motion carried by the following vote: Ayes ó Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Nays ó none. Absent ó Commissioner Doucette.

It was moved by Commissioner Pullen and seconded by Commissioner VanLandschoot to authorize the Chair to sign the following resolution #2012-11:

RESOLUTION #2012-11

RESOLUTION REQUESTING THAT THE MICHIGAN CONGRESSIONAL DELEGATION PREVENT TO CONTINUED LOSS OF DEPARTMENT OF DEFENSE FORCE STRUCTURE AND EVENTUAL CLOSURE OF SELFRIDGE AIR NATIONAL GUARD BASE

WHEREAS, like an auto assembly plant that loses its production models, for an air force base that loses its air frames closure is only a matter of time; and

WHEREAS, Congressional approval of past Defense Base Closure and Realignment (BRAC) Commission reports resulted in Michigan becoming the largest state in the nation without a full-service active duty military base; and

WHEREAS, Selfridge Air National Guard Base is the closest approximation of a full-service military facility remaining in Michigan; and

WHEREAS, Selfridge ANGB hosts the only Commissary and Exchange remaining in a state that ranks eighth in population and eleventh in the number of veterans, facilities that are critical to providing services to current Michigan service members and their families, veterans and military retirees; and

WHEREAS, the results of the 2005 BRAC have been to reduce services to current Michigan service members and their families, veterans and military retirees without significant overall savings to the Department of Defense; and

WHEREAS, ten years of armed conflict have put huge demands on the thousands of Michiganders serving in uniform and their families, creating a need for more follow-on services that is not being met by the current level of Department of Defense funding allocated to Michigan; and

WHEREAS, Selfridge ANGB is the only reserves forces installation with permanently assigned units from all five branches of the uniformed services, the Michigan National Guard and local unit commanders have created a model of success for other installations to follow in their execution of past Congressional guidance that military services create cost savings by working together in a joint environment. In addition, reserve component units cost a fraction of the amount of a comparable active component unit.

BE IT THEREFORE RESOLVED that the Alger County Board of Commissioners hereby asks the Michigan Congressional delegation to show their support for past and present Michigan service members and their families by preventing the US Air Force from implementing a reduction of the number of aircraft and airmen stationed at Selfridge Air National Guard Base.

BE IT FURTHER RESOLVED that the Michigan Congressional delegation take the necessary steps to restore the support services taken away from past and present Michigan service members and their families as a result of the 2005 BRAC.

BE IT FURTHER RESOLVED that copies of this resolution be transmitted to the members of the Michigan Congressional Delegation, the United States Secretary of Defense, President of the United States Senate, the Speaker of the United State House of Representatives, the Governor of Michigan and both legislative house and the other county Boards of Commissioners.

Dated: July 16, 2012

Jerry Doucette, Chairman
Alger County Board of Commissioners

Motion carried by the following vote: Ayes ó Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Nays ó none. Absent ó Commissioner Doucette.

It was moved by Commissioner Pullen and seconded by Commissioner VanLandschoot to authorize the Chair to sign the following resolution #2012-12:

RESOLUTION #2012-12

**RESOLUTION IN OPPOSITION OF MICHIGAN NATURAL RESOURCES TRUST FUND (MNRTF)
DOLLARS BEING DIVERTED TO FUND STATE PROJECTS**

WHEREAS, the Michigan Natural Resources Trust Fund created the Michigan Land Trust Fund program to provide a source of funding for the public acquisition of lands for resource protection and public recreation, and

WHEREAS, the funding was derived from royalties on the sale and lease of state-owned mineral rights, and

WHEREAS, Michigan residents and communities benefit greatly from the grant awards given by the MNRTF, and

WHEREAS, the granting of these funds should not be earmarked for political agendas, and

WHEREAS, such action would erode the integrity of the Land Trust Fund;

THEREFORE BE IT RESOLVED that the Alger County Board of Commissioners opposes any action that would divert Land Trust Fund dollars to anything other than the sole purpose of land acquisition, preservation of critical areas and the establishment and development of public recreation sites to enhance the lives of all Michigan residents and visitors.

Dated: July 16, 2012

Jerry Doucette, Chairman
Alger County Board of Commissioners

Motion carried by the following vote: Ayes ó Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Nays ó none. Absent ó Commissioner Doucette.

Committee reports were next. Commissioner Pullen talked about a discussion she had with Dan Wilson on the airport contract with Alger County and Munising Township. Commissioner VanLandschoot talked about AMCAB and that they are working on projects.

New correspondence was read and will be placed in the file.

Board comments were next. Commissioner Rondeau had some questions regarding the Honeywell invoice. The clerk explained what the costs were for and how it could be paid.

Staff comments were next. The sheriff said that he thinks they should make the medical examiner a priority. He said that someone is currently interested in the position.

Public comment session was open. There was no public comment; thus, the public comment session was closed.

On a motion by Commissioner VanLandschoot and seconded by Commissioner Rondeau to adjourn the meeting at 4:45 p.m. Motion carried by the following vote: Ayes ó Commissioners Pullen, Rondeau, VanLandschoot, and Mattson. Nays ó none. Absent ó Commissioner Doucette.

Jerry Doucette, Chairman
Alger County Board of Commissioners

Mary Ann Froberg
Alger County Clerk