

MINUTES
BUDGET ADVISORY COMMISSION

August 2012

Members Present:

Andy Clary
Greg Gursey
Shirley Nelson
Bill Webb

Bob Griffin
Jim Bailey
Liz Vasquez
Joe Riggs (by phone)

Al Tamagni

Guests:

MOA: Marilyn Banshaf, OMB

ASD: Kathleen Plunket, School Board
Chad Stiteler, CFO

1. Meeting called to order by Chair Clary – 12:00 pm

2. Roll Call: 10 members present

Amy Demboski – excused

Tom Smith – resigned since last meeting

3. Approval of Agenda – approved no objections

4. Approval of June 2012 regular meeting minutes – approved no objections.

5. Reports:

a. Assembly – none given

b. OMB – Marilyn

Departments and administration and still trying to figure out a plan for dealing with a \$25-32M shortfall for the 2013 budget, major decisions are expected to be made by August 24th. We should have more information at our next meeting. Shirley N. asked for more detailed information regarding the budgeted increase in health care costs. A 12% increase for MOA is budgeted for next year. Because of unusual circumstances, ASD has experienced a lower than usual growth in health care costs.

c. ASD – Chad –Superintendent Browder wanted to attend the meeting, but another responsibility came up at the last minute. He wants to meet us and will try to make it to the next meeting. There has been good discussion between ASD, MOA, School Board and the Assembly regarding Shared Services. Chad mentioned the following services specifically:

- Internal Auditor – a service level agreement is currently being developed between MOA and ASD, work is expected to begin at the beginning of October.
- Fleet Maintenance – the efficiency work that CH2MHill is doing for MOA is being expanded to include ASD as well.
- Risk Management
- Purchasing
- Other Business Services – possibly aligning on the same ERP platform in the future.
- MOA looking into changing their fiscal year to match ASD's.

Chad also mentioned he has been hard at work on a new fiscal model which should be ready to share by the next meeting. A draft calendar for the upcoming budget process has been created but needs more work. The long term effect of the state statute change which affects funding of ASD is being analyzed.

d. School Board- Kathleen Plunkett: All members are now in place and committees are at work.

6. Collective Bargaining

Chair- Bill Webb put together some thoughts on how the next round of collective bargaining could go differently. Al Tamagni put together an item by item accounting of areas that the current contracts could be changed. Bob Griffin suggested our focus should remain at the macro level where we look at the total dollar amount per bargaining unit and compare that to similarly sized cities, pattern bargaining. All were in agreement that the two MOA staff involved in collective bargaining should be at the next meeting.

7. 2013 Budget Shortfall

The number could be anywhere from \$25M-32M. We will know more by the next meeting. No decisions have been made yet.

8. BAC member comments

9. Upcoming meeting dates

- September 5, 2012
- October 3, 2012

10. Meeting Adjourned – 1:20