

CITY OF DETROIT FINANCIAL ADVISORY BOARD

DECEMBER 10, 2012 - 2:00 P.M.
MINUTES

Members Present:

Mary Beth Kuderik
Darrell Burks
Ronald E. Goldsberry

Sandy Pierce
W. Howard Morris
Kenneth Whipple

Glenda Price
Eddie Munson

Members Absent:

Robert Bowman

I. CALL TO ORDER

Ms. Pierce called the meeting to order at 2:02 P.M. Eight Financial Advisory Board members were present, a quorum.

Roll Call – Eddie Munson, Ronald E. Goldsberry, A. Howard Morris, Darrell Burks, Sandy Piece, Kenneth Whipple, Glenda Price, Mary Beth Kuderik .

By motion made and supported, the Board unanimously voted 8-0 to approve today's agenda.

II. APPROVAL OF BOARD MEETING MINUTES

By motion made and supported, the Board unanimously voted 8-0 (via roll call vote) to approve the November 12, 2012, regular Board meeting minutes.

By motion made and supported, the Board unanimously voted 8-0 (via roll call vote) to approve the November 12, 2012, closed session meeting minutes.

III. PRESENTATIONS: CITY OF DETROIT

The City presented the FAB with an eight (8) page document entitled "City of Detroit FAB Discussion Document December 10, 2012."

CET IMPLEMENTATION AND CASH FLOW: Presentations by Kriss Andrews and Jack Martin.

FAB INQUIRES:

FAB Burkes: requested that the City provide the cash amount that's included in the fiscal 2013 Budget on what the savings is.

Mr. Andrews stated that the Payroll project took about 50 people to implement CET.

FAB Burkes: Inquired about implementation for CET and what was included in the 2013 budget amount that was included in the fiscal budget for those cuts?

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FAB Whipple: Asked about negative margins. Mr. Andrews responded stating the City is still in discussions and explained that rate increases go in effect January 1, 2013

Eddie Munson: Inquired about the potential impact due to right-to-work.

FAB Chair: Requested to see the actual for the prior 6 months.

FAB Goldsberry: Inquired about the number of one-time adjustments and asked to what extent we can forecast.

FAB Chair: Requested an explanation in regards to Pension issues.

FAB Burkes: Asked for ten to fifteen asset categories that can be identified.

FAB Chair: Informed the group that in the August minutes the same asset list was requested.

Mr. Andrews suggested that the State and the City working together is fully functional.

FAB Munson: Asked to account for the separate branch funds.

FAB Burkes: requested the reconciliation or schedule.

FAB Kuderik: Inquired of the timeframe for the Pension Analysis.

Mr. Andy Dillon, State Treasurer, explained and commented on the financial review under PA 72 being a 30 day process.

IV. BOARD ACTION AND/OR DISCUSSION ITEMS

By motion made and supported, the Board unanimously voted 8-0 (via roll call vote) to approve a motion urging the State to immediately commence a 30-day review of the City of Detroit finances pursuant to PA 72.

V. PUBLIC PARTICIPATION/COMMENTS

There were 8 individuals who addressed the Board:

Sandra Hines	Valerie Glenn	Cecily McClellan
Tyrone Travis	Valerie Burris	Eloria Jones
Marie Thornton	John Jackson	

VI. MOTION TO ADJOURN

There being no further business, and by motion and second, Ms. Pierce adjourned the meeting at 3:49 P.M.

Date Approved: February 11, 2013