

Municipal Stability Board Minutes

Wednesday, July 17, 2019 at 10:00 a.m.
Richard H. Austin Building
State Treasurer's Boardroom
430 W. Allegan Street
Lansing, MI 48922

CALL TO ORDER

Chairman Eric Scorsone called the meeting to order at 10:02 a.m.

ROLL CALL

Members Present: Three

Eric Scorsone
Barry Howard
John Lamerato

Let the record show that three Board members eligible to vote were present. A quorum was present.

APPROVAL OF MINUTES

Motion was made to approve the minutes regarding the June 13, 2019 board meeting.

Motion moved to approve the June 13, 2019 board meeting minutes by Barry Howard and supported by John Lamerato and Eric Scorsone. The Board unanimously approved the June 13, 2019 meeting minutes. 3 ayes, 0 nays.

PUBLIC COMMENT

No public comment.

CORRESPONDENCE

Nick Brousseau presented the Board with Treasury updates. Barry Howard questioned the need to meet during the months where no Corrective Action Plans are scheduled to be received. The Attorney General's Office tentatively agreed that it was not necessary as long as no CAPs are received for the Board to take action on before the next scheduled meeting. Treasury agreed to further research this.

OLD BUSINESS

AMENDED AND RESTATED BYLAWS (RESOLUTION 2019-17)

Nick Brousseau provided the Board with a review of the Amended and Restated Bylaws (Resolution 2019-17).

Motion was made to approve the Amended and Restated Bylaws (Resolution 2019-17). Motion was made by Barry Howard and supported by John Lamerato and Eric Scorsone. The Board unanimously approved the Amended and Restated Bylaws (Resolution 2019-17). 3 ayes and 0 nays.

BEST PRACTICES PUBLIC COMMENT (RESOLUTION 2019-18)

Nick Brousseau provided the Board with a review of the Best Practices Public Comment (Resolution 2019-18).

The Board would like to amend the Best Practices Public Comment (Resolution 2019-18) to remove the recommended changes that state “Added best practices regarding bonding if appropriate and meeting Municipal Finance Act” and “Added to Effective Plan Administration a best practice to explore policies to automatically lower benefits or increase contributions in response to market downturn.” A motion was moved by Barry Howard to amend and adopt and supported by John Lamerato and Eric Scorsone. The Board unanimously approved the Best Practices Public Comment (Resolution 2019-18) as amended. 3 ayes. 0 nays.

NEW BUSINESS

CORRECTIVE ACTION PLAN MONITORING PROCESS

Nick Brousseau provided the Board with a review of the Corrective Action Plan Monitoring Process.

A motion was moved by Barry Howard to begin the public comment period and supported by John Lamerato and Eric Scorsone. The Board unanimously approved the public comment period. 3 ayes. 0 nays.

RECEIPT OF 10 LOCAL GOVERNMENTS' CORRECTIVE ACTION PLANS (13 SYSTEMS)

Nick Brousseau provided the Board with the following 10 local governments' Corrective Action Plans (13 systems):

- 35th District Court (2 systems)
- Cadillac Housing Commission
- City of Gladstone
- Harrison Charter Township (3 systems)
- Henika District Library
- Kalkaska County Road Commission

- Monroe Housing Commission
- Negaunee Housing Commission
- South Haven Area Emergency Services Authority
- Kingsford City Housing Commission

A motion was made to receive the 13 Corrective Action Plans from 10 local governments.

Motion moved by Barry Howard and supported by John Lamerato and Eric Scorsone. The Board unanimously received the Corrective Action Plans. 3 ayes. 0 nays.

APPROVALS AND DISAPPROVALS OF CORRECTIVE ACTION PLANS FROM 8 LOCAL GOVERNMENTS (10 SYSTEMS) (RESOLUTION 2019-19)

Nick Brousseau was asked to review the Treasury recommendations for approval or disapproval of the Corrective Action Plans (Resolution 2019-19) with the Board. Mr. Brousseau highlighted the local governments that Treasury felt did not meet the Board's criteria. Mr. Brousseau addressed questions from the Board.

- Village of Chesaning (approval)
- Chippewa County Road Commission (pension system) (approval)
- Chippewa County Road Commission (OPEB system) (disapproval)
- City of Gaylord (approval)
- City of Harper Woods (disapproval)
- Village of Homer (approval)
- Village of Lexington (approval)
- City of Melvindale (pension system) (approval)
- City of Melvindale (OPEB system) (disapproval)
- Oscoda County Road Commission (approval)

A motion was made to approve the Approvals and Disapprovals of Corrective Action Plans (Resolution 2019-19).

Motion made by Barry Howard and supported by John Lamerato and Eric Scorsone. The Board unanimously approved the Approvals and Disapprovals of Corrective Action Plans (Resolution 2019-19). A voice vote was made with 3 ayes and 0 nays.

PUBLIC COMMENT

No public comment.

BOARD COMMENT

No Board comments.

NEXT MEETING

The next regular meeting will be on August 21, 2019 at 10:00 a.m.

ADJOURNMENT

Motion made to adjourn. Motion moved by Barry Howard and supported by John Lamerato and Eric Scorsone. The Board unanimously approved the motion to adjourn. 3 ayes. 0 nays,

There being no further business, the meeting was adjourned at 10:40 a.m.