



Montana Association of Counties

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DISTRICTS 4 & 5 MEETING MINUTES

Cut Bank, MT – Courthouse Annex

August 15, 2012

District 4

Blaine
 Chouteau
 Hill
 Liberty

District 5

Cascade
 Glacier
 Pondera
 Teton
 Toole

MACo Staff: Harold Blattie, Executive Director; Sheryl Wood, Associate Director; and Shantil Siaperas, Legislative Coordinator

MACo Officers: Joe Briggs, Cascade County Commissioner, MACo 2nd Vice President; Cynthia Johnson, Pondera County Commissioner, MACo Fiscal Officer

Guests: Deb Brandon, Toole County Economic Development Director

Welcome & Introductions: Ben Ober, Toole County, and Tony Sitzmann, Glacier County, welcomed everyone to Cut Bank and called the meeting to order. Everyone introduced themselves.

Agenda Adjustments: There were no agenda adjustments made.

Approval of Previous Meeting Minutes: May 24, 2012 Minutes

- MOTION: Cynthia Johnson, Pondera County, moved to accept the May 24, 2012 minutes. Mike Wendland, Hill County, seconded the motion. Motion carried unanimously.

District Chair/Vice Chair Elections: District 4 Vice Chair, 2-year term

- Only two counties from District 4 present
 - MOTION: Cynthia Johnson moved to postpone the election until the Annual Conference. Mike Wendland seconded the motion. Motion carried unanimously.

MACo Officer Nominations: 2nd Vice President and Fiscal Officer

Harold Blattie announced that Allan Underdal, Toole County, and Tony Berget, Lincoln County, were nominated for MACo 2nd Vice President, and Cynthia Johnson was nominated for MACo Fiscal Officer during the Spring District Meetings. Cynthia Johnson withdrew from her nomination.

- MOTION: Allan Underdal moved to nominate Mike McGinley, Beaverhead County, for MACo Fiscal Officer. Cynthia Johnson seconded the motion. Motion carried unanimously.

MACo Staff Report

- MACo Staff, Harold Blattie
 - Personnel Services Administrator: Our current JPIA Personnel Services Administrator, Jack Holstrom, is retiring and will complete his last day of work on August 31. We have reviewed the submitted applications and will begin the interview process.
 - Loss Control Specialist: We haven't had any suitable applicants. Greg Jackson, JPIA/JPA Trust Administrator, spoke with other states, and they are in the same position—thinking about outsourcing.

- Paralegal: This position was approved by the JPIA/JPA Trustees.
- Legislative Policy Analyst: This position was approved by the Board of Directors and will spend a significant amount of time lobbying; therefore, allowing Sheryl step back and focus more on the organization as well as the pension issues during the legislative session. We will start advertising for this position after District Meetings.
- Pension Stakeholder Meeting/Conference Call, Sheryl Wood
 - Monday, August 27 at 10 a.m.—the MACo membership is invited to call in or attend.
 - We would like to get conversations going on this subject amongst all of the stakeholders.
 - MACo has not taken a position on any pension proposals.
 - We proposed that there be equal representation on the pension board.
- Resolutions Committee Meeting/Conference Call, Sheryl Wood
 - Tuesday, August 28 at 2 p.m.
- MACo Annual Survey, Sheryl Wood
 - We will be sending the survey out after district meetings. Let us know what we're doing right, what can be done better, and what else we can do.
- Committee Appointments/Biographies, Sheryl Wood
 - The biography forms will be handed out at the annual conference; these help with our directory updates as well as assist our president in appointing members to committees, so please fill them out and get them back to us.
 - If you can't be at the conference, the form is posted on our website.
- Proposed MACo Bylaw Amendment, Sheryl Wood
 - We are proposing a minor cleanup amendment, clarifying that it is the "Immediate" Past President that serves on the MACo Executive Committee.
- Nationwide 457 Program, Harold Blattie
 - Nationwide's 457 Program is NACo and MACo endorsed and continually comes out on top; both MACo and NACo receive money for the endorsement (revenue sharing).
 - This is the best program for your counties and doesn't cost you a thing.
 - Montana now has Nationwide Representative stationed here: Margaret Volpe-Rodgers.
- Annual Conference, Harold Blattie
 - Monday: General Session Workshops
 - Statewide Public Safety Communications
 - How to Effectively Communicate with Legislators from Home: Before and During the Session
 - The Role of NACo Financial Services Center at the National Association of Counties and With Your County
 - US Department of Transportation Federal Highway Administration
 - Working with the Attorney General's Office
 - Marketing Efforts – 457 Plans
 - Map 21 Federal Transportation Bill
 - Parliamentary Procedures – Roberts Rules of Order
 - IRS Section 125 – Cafeteria Plans
 - Tuesday: Committee Meetings—there will be one block in the morning and one block in the afternoon, at the request of the membership.
 - Wednesday: General Session Resumes – Legislative Priorities & Business Session
 - Thursday: New Board of Directors Meeting
- Budget and Road Law Workshops, Harold Blattie
 - Thank you for attending our recent Budget and Road Law Workshops.
 - 2nd Budget Workshop: Miles City on August 21 – for people from Eastern Montana who couldn't make the trip to Helena for the 1st Budget Workshop
 - 3rd Budget Workshop: Helena on September 5 – Requested by Legislative Services
- SB 372, Lower business equipment tax -- phase more reduction on state economic growth, Harold Blattie
 - We sent out the floating mill calculation spreadsheet. If you have any questions about the distribution, please contact us, as there is some confusion on how to handle the 2013 payment.

- GASB 45, Harold Blattie
 - Changing Montana law is not effective, as the auditors still have to abide by the accounting principles.
 - The Department of Administration (DOA) has a spreadsheet to carry forward GASB 45.
- Federal Mineral Royalty, Harold Blattie
 - The spreadsheet has been sent.
- Department of Natural Resources (DNRC) Fire Conference Call Feedback, Harold Blattie
 - Group Consensus: The call was good; response times have been great; volunteers are running low and exhausting their vacation time—they are wore out, because of the long fire season.
- Secure Rural Schools (SRS) Payment Update, Harold Blattie
 - Passed for an additional year: you must decide if you'll be in the 25% payment or SRS.
- NACo Prescription Discount Card Program, Shantil Siaperas
 - Counties can offer savings to residents who are uninsured or underinsured with the NACo Prescription Discount Card; it's free to NACo member counties and their residents. The card provides an average savings of 24% off the full retail cost of a prescription, including pet medications.
 - We brought additional information, as well as contracts, and the marketing fee reimbursement documentation, if you're interested; or you can contact me.
- Inmate Medical, Sheryl Wood
 - We are pursuing getting the NACo Prescription Discount Card established for inmates' use as well.
- NACo Updates, Harold Blattie
 - NACo's new Executive Director is Matthew Chase; he wants to take a more proactive approach.
 - Mike Murray, Lewis & Clark County, is now the chair of the NACo Public Lands Steering Committee.
 - Lesley Robinson, Phillips County, is the 2nd Vice President of the Western Interstate Region (WIR) and Vice Chair of the NACo Public Lands Steering Committee.

MACo President's & Officers' Report

- Cynthia Johnson, Pondera County, MACo Fiscal Officer : NACo Board of Directors, Membership Committee, Finance Committee, Community & Economic Development Steering Committee Update
 - Montana is well represented. There were not many controversial resolutions. There was much discussion concerning the country's budget and bringing solutions forward.
- Joe Briggs, Cascade County, MACo 2nd Vice President: NACo Telecommunications & Technology Steering Committee Update
 - NACo is viewed by the Republican side of Congress as an adversary; it is important that we stay neutral.
 - Montanan's will hold several senior positions on NACo Committees (committee chairs and vice chairs)
 - Information Technology: Public Safety Broadband/First Responder System – Nationwide Network – Question here in Montana as to if we have to support two separate systems or if we can join them.
- Sandra Broesder, Pondera County: NACo Environment, Energy, and Land Use Steering Committee Update,
 - John Prinkki, Carbon County, sponsored a resolution on Carbon Cap & Trade, which passed.
 - Richard Dunbar, Phillips County, sponsored a resolution the Keystone XL Pipeline, which passed.

MACo Resolutions

- Introduced Resolutions for Districts 4 & 5
 - Heavy Load Permits, Glacier County
 - Equitable distribution of overweight and over size permit fees collected by the Montana Department of Transportation (MDT)—the counties issue permits for such loads on highways over which counties have jurisdiction and forward funds to the department for distribution.
 - MOTION: Tony Sitzmann moved to support the proposed resolution. Cynthia Johnson seconded the motion. Motion carried unanimously.
- Resolutions Presented at Previous District Meetings, Harold Blattie
 - Spring District Meetings
 - Equipment & Auction, Park County: Remove \$60,000 cap
 - Special Fuel Permit, Park County: Conceptual Resolution

- Montana Land Information Act Modification, Lewis & Clark County: Funds Allocation; Counties \$0.75 and State \$0.25
 - Notion: School Zones on State Highways, Lewis & Clark County – Speed change methodology; something to reduce speeds in those areas
 - Justice Courts' Authority over Budget and Staff, Ravalli County
- Other Possible Resolutions, Harold Blattie & Sheryl Wood
 - Concealed Weapon Permit (CWP) Fees, Missoula County
 - E-911 Stranded Wireless Fees, Missoula County: Redistribute money back to counties
 - Emergency Medical Services (EMS) Run Review, Missoula County: Establish local government board like state has for quality assurance; also important for the record of what occurred
 - Livestock Protective Committee, Beaverhead County: Make it so counties can use Department of Revenue headcounts
 - Two NACo Resolutions, Prairie County: 1. Sage Grouse; 2. Endangered Species Act
 - Oil Impact, McCone County: Funding for communities impacted by oil and gas development
 - Public Safety Communications, Beaverhead County

Legislative Report

- Potential/Pending Legislation, Harold Blattie & Sheryl Wood
 - Workers Compensation for Volunteer Firefighters
 - Budget Bill Addition: Cleanup – tax levies – first Thursday after first Tuesday
 - Elected Official Vacancies (Title 7): Number of days – currently 75 days, needs to be 85 days
 - Subdivision for Rent or Lease: MACo advocates local control with reasonable sideboards; Eastern and Western Montana have different issues; Senator Facey and Representative Rosendale are working on a solution.
 - Exempt Wells: Committee is discussing limiting exempt wells to low rates, limiting size, seems like a statewide fix; one solution does not fit all; watersheds differ; DNRC will adopt administrative rules if this committee doesn't come up with something); Tara DePuy has been very involved
 - Forest Receipts: The federal government adopted this, so we need a bill (cleanup) on our end to implement the adoption.
 - Legal Holidays: Cleanup bill – If the holiday falls on a Saturday, Friday is considered the holiday.
 - Storage of Electronic Records: The Select Committee on Efficiency in Government (SCEG) – Allowing counties to store records electronically outside of the Clerk & Recorder's office
 - Authority of Sheriffs & Deputies: POST Council withdrew their proposals.
 - DNA: On the Law & Justice Interim Committee's agenda—we'll be watching it.
 - Emergency Detention: Coming out the Law & Justice Interim Committee; it's early intervention, which we support.
 - Social Host Ordinance: Coming out the Law & Justice Interim Committee
 - Suicides Pilot Projects: Suicide rates are higher than ever; there are two proposals coming out with different funding models; they are coming out the Law & Justice Interim Committee
 - Medical Marijuana: SB 423 is on the ballot; if it is repealed, we will need something in place again for local government authority to regulate.
 - Public Assistance/Welfare Assumptions: Department of Public Health & Human Services (DPHHS) OPA Offices
 - Clinical Trials/Affordable Care Act: The State drafted a bill through the Children Families Health & Human Services (CFHHS) Committee and included local governments to cover these treatments, so we will work to get that taken out.
 - Increase justice court filing fees: Magistrates
- Council of County Officials (CCO) Meeting: Review of legislative agendas – November
- Missile Counties, Joe Briggs
 - Privatization of Maelstrom House: Placeholder by Senator Edward Buttrey
 - School Compacting – Graduation Requirements: Placeholder by Senator Edward Buttrey

Break for Lunch

Legislative Report (Continued)

- Pensions, Sheryl Wood
 - We've been attending the State Administration & Veterans' Affairs (SAVA) Interim Committee meetings, PERB meetings, and meeting separately with the Legislative Fiscal Division. Montana's pensions are not actuarially sound, and we're looking for your input and guidance.
 - There is no specific plan yet—several proposals and presentations.
 - Everyone is wondering what MACo's position is on the pension issue—we haven't taken a position as of yet, as the members will decide at the annual conference in September. We are organizing a stakeholders meeting; we need some unofficial direction before annual conference. We want to be proactive and part of the solution.
 - Issues:
 - Numbers & Data: the numbers range from \$6 million to \$2 billion for local government (counties, cities, towns, special districts, etc.). According to the Budget Director, the annual contribution for the counties' share is \$3.9 million.
 - Questions of contract impairment and constitutionality regarding current proposals
 - Public Employee Retirement Board (PERB): All are beneficiaries – three current employees, two at-large members, one retiree, one person with knowledge of investments. We gathered information from other states, and 14 of the 19 that responded have local representation on the board.
 - Possible MACo Proposals
 - PERB Restructuring: three employees, one representative from MACo, one representative from cities & towns, one representative from unions, one representative from the Board of Investments
 - Plan Design: No more changes – work to equalize them.
 - Investment Policy & Strategy: Maybe have some restraints on investing in statute – may not be needed with board restructuring
 - Employer/Employee Contribution: Up to 1%
- Actions by Districts 4 & 5
 - PERB Restructuring
 - MOTION: Cynthia Johnson moved to allow MACo's executive leadership to pursue restructuring the Public Employee Retirement Board. Joe Briggs seconded the motion. Motion carried unanimously.
 - Plan Design
 - DISCUSSION CONSENSUS: Move toward equalizing, and stop tiering the plans.
 - Investment Policy & Strategy
 - MOTION: Allan Underdal moved to support altering the investment policy & strategy along the same lines as local governments. Cynthia Johnson seconded the motion. Motion carried unanimously.
 - Employer/Employee Contribution
 - MOTION: Cynthia Johnson moved to support up to a 1% employer/employee contribution with permissive levy authority. Larry Hedrickson, Liberty County, seconded the motion. Motion carried unanimously.

MDT – MAP 21 & FLAP: Wayne Noem, MDT

- Off-System Bridges: Included in MAP 21—monetary value is up to the individual state
- On-System Bridges: Rolled into state primary, secondary, and urban, STP, and NaH highway money
- Nominations for off-system bridge program
- Secondary Roads/STP Programs: Recommending same funding level
- Federal Lands Access Program (FLAP): Federal and tribal land transportation program – opened up many more routes – repealed Forest Highways Program

- Local matches (in kind for funded)
- State picks up match on state secondaries
- Local matches will likely be 13.42%

Meeting Adjourned