

**SPECIAL MEETING  
OF THE  
BUDGET & FINANCE COMMITTEE  
OF THE  
PUTNAM COUNTY LEGISLATURE  
CALLED BY THE CLERK AT THE REQUEST OF THE CHAIRWOMAN  
TO BE HELD IN THE  
HISTORIC COURTHOUSE  
CARMEL, NEW YORK 10512**

Tuesday June 7, 2016  
(Immediately Following the Regular Meeting)

The meeting was called to order at 7:38 P.M. by Chairwoman Nacerino who requested Legislator Albano lead in the Pledge of Allegiance. Upon roll call, Legislators Scuccimarra, Gouldman, Addonizio, Albano, Gross, Castellano, LoBue, Wright and Chairwoman Nacerino were present. Also present was Legislative Counsel Van Ross.

**Item #3 – Consideration and/or Adoption of the 2017 Decentralized Budget Process**

Chairwoman Nacerino made a motion to waive the rules and accept the additional material; seconded by Legislator Addonizio. All in favor.

Chairwoman Nacerino stated that this year we have added other items to be included. She stated that Section E(20) was added which pertains to not-for-profit corporations and the documentation we would like to see before any monies are allocated. Section E(21) has been added which requests that the tentative budget breakout the contracts line of the Golf Facility and to delineate any Capital Improvements to the facility or grounds.

Chairwoman Nacerino stated that Legislator Gouldman, as Chair of the Protective Services Committee, has requested that cell phones, if feasible, could be designated on a separate line in the budget rather than included in the phone line.

Legislator Wright believed there should be a policy with respect to “pass codes” on cell phones. He stated if they are indeed the property of the County, we should never be put in the situation such as the Justice Department was of seeking help from outside companies to uncode some of these passwords to gain access. He believed that there needed to be some mechanism in place so that we would never be in the situation such as the Justice Department faced in California with the terrorist phones. He stated that the Justice Department went to court to try and get Apple to unlock the phones.

Legislator LoBue believed that it was a manufacturer based program.

Legislator Albano believed that we should revisit the IT policy and make the cell phones part of it.

Chairwoman Nacerino believed that it was something that should be discussed in Committee to review and update the policy. She stated that, to Legislator Wright’s point, it would incorporate all the phones in the County, including the District Attorney’s which were recently purchased as well.

Chairwoman Nacerino stated that the request before us this evening is to include a line in the budget in order to see the expenditures for the cell phones versus the land line phones.

Legislator LoBue clarified that it would be broken down by department.

Chairwoman Nacerino said, "yes."

Chairwoman Nacerino made a motion to include the request for the cell phone lines as part of the Decentralized Budget Process; seconded by Legislator Albano. All in favor.

Legislative Counsel Van Ross clarified that the request would now be item E(22).

Chairwoman Nacerino made a motion to approve the Decentralized Budget Review process as amended; seconded by Legislator Albano. All in favor.

## **DECENTRALIZED BUDGET REVIEW PROCESS/2017**

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### **A. PROPOSAL SUMMARY:**

The review and adoption of the annual budget is among the most important functions of the Putnam County Legislature. The various Committees of the Legislature have increasingly important roles in this approach. The respective Committee Chairs and all members of the Legislature also are called upon to contribute their expertise in several capacities.

The Budget Adoption Process for an ensuing fiscal year effectively began on March 10<sup>th</sup> of this year when the County Executive filed her Annual Report on the State of the County. In addition, the various Department Heads at this time submitted a written report detailing the activities of their unit of government. By July 15<sup>th</sup>, the County Legislature must determine policy guidelines for expenditures, limits and priorities so that they can

be distributed to the Head of each Administrative Unit. The materials submitted in March and the policy guidelines approved by July 15<sup>th</sup> form an important background foundation for the entire process.

## **B. COMMITTEE RESPONSIBILITIES**

Each committee shall meet in a timely fashion and consider the various departmental budget requests under its overview.

It shall schedule and obtain necessary information from the Executive Branch at its Committee deliberations and produce a brief and concise written report on its recommendations.

Care should be taken by the Chair to be certain that the Committee records a reason or rationale behind each recommendation. Failure to disclose a reason or rationale behind a recommendation to amend the tentative budget usually results in unnecessary delay and discussion. Observance of these responsibilities will benefit the Full Legislature in its deliberations on the suggestions of each Committee.

## **C. RELEVANT BUDGET DEADLINES PURSUANT TO THE PUTNAM COUNTY CHARTER**

- i. BUDGET DUE: Section 7.04 A(5b) – By the 1<sup>st</sup> day of October the County Executive shall submit the Tentative 2017 Fiscal Year Budget to the Clerk of the Legislature by 5:00 P.M. Recommended date – October 3, 2016. (MONDAY) as October 1, 2016 is a Saturday.**
- ii. Tentative Budget posted on the County Internet Website by 5:00 P.M. Recommended date – October 4, 2015 (TUESDAY)**
- iii. BUDGET AND FINANCE COMMITTEE MEETS WITH THE COUNTY EXECUTIVE: Section 7.04 B(2) – Within five (5) days after the transmittal of the Tentative Budget of the County Executive and the Commissioner of Finance shall meet with the Budget and Finance Committee to review the Tentative Budget. Recommended date – October 5, 2016 (WEDNESDAY) – at 7:00 P.M.**
- iv. BUDGET AND FINANCE HEARING: Section 7.04 B(3) – The Budget and Finance Committee shall conduct a Public Hearing on the Tentative Budget with the County Executive and Commissioner of Finance present to answer questions. Recommended date - October 5, 2016 (WEDNESDAY) – at 8:00 P.M.**
- v. COMMITTEE REVIEW: Section 7.04 B(3) – After the Public Hearing, the Budget and Finance Committee shall review the Tentative Budget as submitted by the County Executive. Recommended dates for Sub-committees are October 6th through October 18, 2016. The Full Budget and Finance Committee will meet on October 20, 2016 (THURSDAY) to review the Tentative 2017 budget.**

- vi. **COMMITTEE ACTION: section 7.04 B(3) – On or before October 24, 2016 the Budget and Finance Committee shall file with the Clerk of the Legislature its report on the Tentative Budget and shall include any recommendations made by the Committee. Recommended date for this action is October 24, 2016.**
- vii. **LEGISLATIVE HEARING: Section 7.04 B(4) – On or before the 26<sup>th</sup> day of October, the County Legislature shall conduct a Public Hearing on the Tentative Budget and the Report of the Budget and Finance Committee. Recommended date: October 26, 2016 (WEDNESDAY) at 7:00 P.M.**
- viii. **LEGISLATIVE CONSIDERATION: Section 7.04B(5) – Prior to the thirty-first (31<sup>st</sup>) day of October, the Legislature shall commence consideration of the annual budget. Recommended dates: October 27, 2016 (THURSDAY) to October 31, 2016 (MONDAY).**
- ix. **BUDGET ADOPTION: Section 7.04 B(6) – If a Budget has not been adopted on or before November 1, 2016, the Tentative Budget as submitted by the County Executive shall be the Budget for the ensuing fiscal year. Recommended date: October 31, 2016 (MONDAY).**
- x. **DELIVERY TO COUNTY EXECUTIVE: Section 7.04B(7) - Within three (3) business days following the adoption of the annual budget, the Clerk of the Legislature shall forward to the County Executive the changes made to the tentative budget.**
- xi. **EXECUTIVE VETO: Section 7.04 B(7) – The County Executive shall approve or veto any or all changes by line item and return the same to the Clerk of the Legislature by the 8th day of November.**
- xii. **LEGISLATIVE CONSIDERATION: Section 7.04 B(8) – The Legislature shall convene on or before November 15<sup>th</sup> for the purpose of reconsidering each vetoed item.**

**TO BE ADOPTED FOR ACTION:**

**D. RECOMMENDED ACTIONS:**

The Clerk of the Putnam County Legislature shall advertise in a timely fashion during the month of September for the public hearing to be held according to Action IV and during the month of October for the public hearing to be held according to Action VII below:

1. The County Executive will be submitting the tentative budget to the Clerk of the Legislature on or before October 3, 2016.
2. All Legislators should be present to discuss the budget with the County Executive at the meeting held with the County Executive and the Commissioner of Finance.
3. All Legislators should be present to observe and participate at the public hearing on the County Executive's Budget. The County Executive and the Commissioner of Finance shall be present to answer questions about the budget.
4. It is recommended that the above two separate actions be conducted on October 5, 2016 as follows:  
Legislators meet with the County Executive at 7:00 p.m.

Public Hearing will be held on October 5, 2016 at 8:00 p.m.

5. **Between October 6, 2016 and until October 18, 2016, each Committee, including:**
  - a. **Economic Development**
  - b. **Health**
  - c. **Personnel**
  - d. **Physical**
  - e. **Protective**
  - f. **Rules**
  - g. **Audit**

shall meet and consider the budgets as defined under that particular Committee's responsibilities and submit a concise, written report of changes, exceptions, additions and comments to the Clerk, including the reasoning behind each recommendation.

6. **The Budget and Finance Committee will meet on October 20, 2016 (THURSDAY) to consider and adopt the various Committee Reports. The Budget Committee shall file a report with the Clerk of the Legislature by October 24, 2016 (MONDAY).**
7. **Legislature shall hold its Public Hearing on October 26, 2016 (WEDNESDAY) at 7:00 P.M.**
8. **The County Legislature shall meet during a period beginning on October 27, 2016 and if necessary, through October 31, 2016 at the call of the Chair of the Legislature, to consider all recommended actions and to adopt the budget. In all cases, it shall be the responsibility of the various committee Chairs to see that all majority recommendations of the Committee are considered by the Full Legislature.**
9. **In any case, the budget must be adopted by November 1, 2016.**
10. **Within three (3) business days of budget adoption, the Clerk will deliver the budget and changes to the County Executive for approval or veto.**
11. **The last day for the County Executive to veto the budget resolutions is November 8, 2016 (TUESDAY).**
12. **Upon receipt of a veto message by the County Executive, the County Legislature shall convene on or before November 15, 2016 (TUESDAY) to consider each specific veto and shall vote to sustain or override each separate question.**

**E. GUIDELINES TO THE COUNTY EXECUTIVE ADOPTED BY THE LEGISLATURE FOR DETERMINING EXPENDITURES, LIMITS AND PRIORITIES:**

1. **In the Tentative Budget submission, the term "Capital Project" as used in Section 7.05 (a) of the Putnam County Charter shall not include the routine repairing and re-surfacing of highways and routine repair of guardrails (guiderails) nor shall said routine repairs be subject to long term bonding and that such routine repairs shall be included in the Operating Budget. The Capital Projects Committee shall determine which requested projects meet the criteria to be defined as a Capital Project as set forth above, and their**

recommendations will be included in the applicable operating and capital budget procedures contained within the Putnam County Charter.

2. In the Tentative Budget submission, the term “Capital Projects” so used in Section 7.05 (a) of the Putnam County Charter shall not include replacement of existing equipment and machinery, and that such replacement shall not be included in the Operating Budget. The Capital Projects Committee shall determine which requested projects meet the criteria to be defined as a Capital Project as set forth above, and their recommendations will be included in the applicable operating and capital budget procedures contained within the Putnam County Charter. A detailed narrative identifying the preceding five (5) year’s Capital Projects Budgets and any additions or changes to same including the dates on which the additions or changes to same took place.
3. The County Executive will submit a detailed narrative explaining any differences between the Department’s request and the County Executive’s recommendation and the reason for not granting the request or increasing any such request.
4. Any subsequent information that the County Executive is aware of that the Department Head did not submit relating to the request and recommendation must also be included in the narrative.
5. The revenues are to be reported and itemized in each individual department’s budget for the fiscal year and not in the budget of the Commissioner of Finance, or any other department, where applicable.
6. Each revenue account shall indicate in the Tentative Budget the amount of revenue requested and the amount of revenue projected and actually received to date from the prior fiscal year.
7. All proposed changes in grades, promotions or reclassifications in position in management or non-management be collated and presented as a separate part of the Tentative Budget, including a detailed narrative for each.
8. a) The names of all employees engaged in employment for the County of Putnam in more than one department be separately listed and disclosed apart from the budget document with the name of the position for the current fiscal year and the next fiscal year separately.  
b) The names of all employees engaged in employment for the County of Putnam who have had overtime be listed with the amount of dollars for overtime for 2014 and 2015 year-to-date separately.
9. All current and expected personnel vacancies be identified by line item in the budget or in supporting documents throughout the entire budget process.
10. a) Each department head shall identify those personnel positions within his/her department that were entitled to either New York State or Federal Government reimbursement, either by statute, grant or otherwise, including the rate of reimbursement, amount of reimbursement actually received and

amount of reimbursement expected to be received until the end of the fiscal year.

b) Also to be included is a separate list of personnel positions funded fully or partially by grant funds expected to expire and include the expected grant expiration date.

11. Each department head shall identify all line items in their department that are entitled to either New York State or Federal Government reimbursement and maximum allowable reimbursement, if applicable.
12. The Commissioner of Finance shall supply this information with the Tentative Budget.
13. Each department head shall complete a Motor Vehicle Inventory Control Form for any and all vehicles being used by said department.
14. An organizational chart by department for 2015 shall be provided along with an organizational chart for 2016 highlighting all proposed changes.
15. If the County Executive plans on out-sourcing or privatizing any department, or part thereof in the total departmental budget, in the 2017 budget, the County Executive must provide a detailed statement of the rationale and his/her proposed recommendations to the Legislature no later than August 1, 2016.
16. Certain budget lines are considered approved with specific limitations or conditions on how the funds shall be applied and this limitation shall not be disregarded without the formal approval of the Legislature. Any violation of these limitations may result in withdrawal of funding for these or other budget lines within the department.
17. The County Executive will present an inventory of all County vehicles including a report on the condition, mileage and maintenance of each vehicle. The report will be supplied with the Tentative Budget.
18. Any personnel positions which are vacant at the time of the submission of the Tentative Budget to the County Legislature shall state the calendar date at which time the position first became vacant.
19. Any and all revenue projections for the 2017 budget shall only include revenue that falls within the jurisdiction and approval of the Putnam County Legislature and requires no other jurisdiction's approval (federal, state or other). Any revenue projections that require approval from an outside jurisdiction (federal, state or other) shall not be budgeted unless the revenue has been approved by that outside jurisdiction prior to the submission of the budget to the Legislature.
20. Any not-for-profits seeking funding from the County must submit to the Administration along with their request for funding the following Documentation, which documents shall be forwarded to the Legislature Along with the Tentative Budget:

- Any distributed summary or report of the strategic plan and the accomplishments of the Non-For-Profit (NFP);
  - A list of the NFP's current serving directors, including contact information for each, the date and length of their respective terms and their conflict disclosures;
  - A complete list of the NFP's employees;
  - Complete copies of the NFP's current by-laws and the minutes for any board and committee meetings conducted in the last two (2) years;
  - Copies of each independent audit and/or auditor compilation of the NFP's financial reports for the last three (3) years;
  - Copies of the NFP's current Code of Conduct and any Administrative Policies, including but not limited to policies that address check signing authority, opening of bank accounts, or use of credit cards;
  - Copies of the NFP's Conflict of Interest and Related Party policies, if any;
  - Records relating to review and approval by the NFP of the engagement and salary for any compensated positions; and
  - Copies of the NFP's IRS 990 or IRS 990EZ filed for the last three (3) years and the records relating to review and approval by the NFP's board for said filings.
21. The Tentative Budget shall breakout the "Contracts" line as shown in Previous budgets of the Golf Facility and shall delineate any Capital Improvements to the facility or its grounds.
  22. The budget will break out in each department the cell phone expense from the total telephone expense and provide a separate account number for this cell phone item.
  23. Any additional new items, if desired.

**F. CONCLUSION:**

Implementation of this Legislative Budget Review System will bring the expertise of the various Legislative Committees and their Chairs to bear on one of the most important functions of the Legislature.

It is expected that proposal acceptance will result in increased budget efficiency and greatly reduced cost to the County.



**G. PROPOSED RESOLUTION:**

**WHEREAS, the Budget and Finance Committee has reviewed and recommended the adoption of the attached Decentralized Budget Review Process for implementation in 2016 of the adoption of the 2017 budget; now therefore be it**

**RESOLVED, that the Putnam County Legislature hereby adopts the attached budget review process; and be it further**

**RESOLVED, that pursuant to Putnam County Charter Section 7.04 the Putnam County Legislature hereby adopts and notifies the County Executive of the policy and practice guidelines contained in Section E of this Decentralized Budget Review Process/2017 to be complied with by the County Executive.**

**Item #4 – Appointment/Budget & Finance Committee Representative/Capital Projects Committee was next.**

**Chairwoman Nacerino made a motion to move the following; seconded by Legislator Addonizio.**

**By Roll Call Vote: Six Ayes – Legislators Addonizio, Albano, Castellano, Gouldman , Scuccimarra and Chairwoman Nacerino. Three Nays – Legislators Gross, LoBue and Wright. Motion carries.**

**APPOINTMENT/BUDGET & FINANCE COMMITTEE REPRESENTATIVE/CAPITAL PROJECTS COMMITTEE**

**RESOLVED, that Carl L. Albano be appointed as Budget & Finance Committee Representative to the County’s Capital Projects Committee for a period of one (1) year, said term to expire December 31, 2016.**

**There being no further business, at 7:49 P.M., Chairwoman Nacerino made a motion to adjourn; seconded by Legislator Castellano. All in favor.**

**Respectfully submitted by Diane Schonfeld, Clerk.**