




Daniel J. Diliberti
Milwaukee County Treasurer

DATE: February 21, 2014
TO: Marina Dimitrijevic, Chairwoman Milwaukee County Board of Supervisors
FROM: Daniel Diliberti, Milwaukee County Treasurer 
RE: 2013 Annual Report on Public Funds
(Informational Item reviewed by Finance and Audit Committee)

Milwaukee County Ordinance 56.31 requires departmental officers who deposit public funds with any depository other than the County Treasurer to report annually to the County Board of Supervisors the status of such accounts. These accounts are typically "petty cash" or Imprest fund accounts and are established for many different reasons. Some accounts, such as those held by the Department of Aging, are required by the federal government as a way to segregate the funds from other County money for accounting purposes.

On page two of the attachment, you will note there is an item near the bottom of the page called "Total Exposure." This concerns the total reported amounts deposited at that institution by various county departments. Each exposure is measured against whether these amounts are insured or collateralized.

During the 2013 calendar year, the amount covered by Federal Deposit Insurance totals \$250,000 and unlimited on Non-Interest Bearing (NIB) accounts which expired December 31, 2013. Given the current instability of the banking sector, the Office of the Treasurer has taken several steps to safeguard the deposits reported to this office. We have recommended that those departments that hold deposits in non-securitized accounts to: (1) transfer those deposits to US Bank - which was awarded our county banking contract; or (2) transfer those deposits to banks that have signed collateral agreements with the Treasurer's Office and keep the Treasurer informed as to any changes in the deposited amounts. This office has secured collateralization agreements with US Bank and Tri City National Bank.

One question that arises each year has to do with the NIB accounts. There are a variety of reported reasons for these accounts. For example, some NIB accounts are non-interest bearing checking accounts for authorized departmental disbursements. Another example is the House of Correction NIB account that holds the total amount of individual inmate holdings. If interest earnings would have to be broken out, calculated and applied to each small and variable inmate holding, additional HOC staff accounting costs would accrue with no balancing revenue.

Finally, the Community Reinvestment Act (CRA) ratings of all banks that hold County funds are listed at the bottom of the second page of the attachment. The CRA ratings are issued every five years. County funds are only deposited with those financial institutions that have a rating of "satisfactory" or above. Two of the reported Banks have an "outstanding" rating and four have a "satisfactory" rating.

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MILWAUKEE COUNTY										
BANK ACCOUNTS AND BALANCES										
NOT UNDER CONTROL OF THE COUNTY TREASURER										
Fiscal Year Ending Dec 31, 2013										
ORG	A/C No.	TYPE	BMO HARRIS	NORTH MILWAUKEE	TRI-CITY NATL	U.S. BANK	SEAWAY BANK	COLUMBIA SAVINGS	WELS FARGO	PURPOSE/FOOTNOTE
Airport	0023-11-9888	Checking (NIB)	128.00							Imprest Fund: O.15.17 (2) (s) (4)
	0000-00-2119	Checking (NIB)	2,235.35							Imprest Fund: O.15.17 (2) (s) (2)
	121-667-805	Checking 3.05%				743,335.64				HOPP & Noise Mitigation Programs: O.15.18 (5) (c)
Child Support Enforcement	112-795-661	Checking (NIB)				3,916.72				Expedite Legal Process: O.15.17 (2) (g) 190.1
	111-850-382	Checking (NIB)				54,400.29				Child Support Payments: Resolution 97.769
Clerk of Circuit Court Called Dave 2/17/14 x4695	001 810 1627	Checking (NIB)			320,000.00					Daily Operating Account WI Stat Sec 59.40 (3)
	18900234	Money Market 0.073%			1,535,163.87					WI Stat Sec 59.40 (3)
	153613	Checking			7,490.44					Drug Treatment Court related: County Board File 11-54
	935607	Money Market 0.11%			411.50					Fiduciary funds held on behalf of minor : by court order
Corporation Counsel	00-02-2276	Checking (NIB)	262.57							Witness & Mileage Fees, Imprest Fund: O.15.17 (2) (c)
County Clerk	005-02-2010	Checking (NIB)	1,552.31							Court Ordered Withholdings & WI DNR Sales/Disb: O.15.13
DOA-Housing	125637-83	Passbook 0.2%						614.73		HUD Rent Assist. Operating Reserve: Resolution 93-703
*DOA-Real Estate	121-641-592	Checking				185,244.50				Earnest Money Escrow: Resolution 93-1005
*This account has the State Tax ID number. Interest earned on this account is paid to the State of Wisconsin for the Homeless. Should not be on the public funds list										
DOA-Disadvantaged Business	6003168	Money Market 0.7%		305,091.64						Minority Business Loan Program: Per adopted Budget
Department on Aging	21-21-0387	Money Market	13,058.60							COP Risk Reserve Account (external ins.): File No 02-107
Department of Family Care	19-197-046	Money Market	7,841,808.12							Risk & Solvency Reserve (external ins.): File No 00-635
	00450-83698	Money Market	3,616,294.70							CMO Solvency Restricted Reserve: File No 09-107
House of Correction Called Mary 427-4176 2/17/14	000-110-7678	Checking (NIB)			752,499.92					Hold Inmate Funds in Trust: O.15.18 (3)(A)
	001-108-363	Checking (NIB)			143,626.95					Hold Work Release Inmate Funds in Trust: O.15.18 (3)(A)
Department of Human Services	112-800-395	Checking (NIB)				500.00				Petty Cash: O.15.17
	111-850-200	Checking (NIB)				3,500.00				Medical Transport & Emergency Funds: O.15.17
Parks	0001108945	Checking (NIB)	29,410.15							Petty Cash: O.15.17
Register of Deeds	121-740-582	Checking (NIB)				886.41				Petty Cash / Refund Disbursements: O.15.17 & O.15.19
** Foley and Lardner are the name and tax ID number on the account. This account will be closed during the next year.										

MILWAUKEE COUNTY BANK ACCOUNTS AND BALANCES NOT UNDER CONTROL OF THE COUNTY TREASURER									
ORG	A/C No.	TYPE	BMO HARRIS	NORTH MILWAUKEE	TRI-CITY NATL	U.S. BANK	SEAWAY BANK	COLUMBIA SAVINGS	PURPOSE/FOOTNOTE
Sheriff	1602185	Checking (NIB)			153,810.21				Federal Forfeiture Funds: Resolution 86.129 (1) Daily Operating Account: O.15.18 (1) Inmate Trust Account: O.15.18 (3) Excess Daily Operating Account: O.15.18 (1) Excess Daily Operating Account: O.15.18 (1)
	182380410668	Checking (NIB)				266,344.17			
	182380410650	Checking (NIB)				238,650.90			
	013-0000-930	Money Market					50,101.84		
	015-0000-979	Certificate of Deposit					100,000.13		
Veteran Service Office Milw Cnty	182380382198	Checking (NIB)				7,842.56			Fund for Hardship by Levy & Donation: Resolution 07-2007
District Attorney	42694971	Checking (NIB)	3,725.33						Petty Cash: O.15.17 (2) (r) Asset Forfeiture Fund: Resolution 01-213
	04-58-3722	Money Market	8,832.21						
Behavioral Health Division	001-01104-688	Checking (NIB)			29,153.04				MCMHD-Housing rent assistance when discharge: O.15.18 MCMHD-Patient Funds: O.15.18 Petty Cash: O.15.17 MCMHD-CSP Client Living Expenses: O.15.18 MCMHD-CSP Client Living Expenses: O.15.18 MCMHD-TCM Client Living Expenses: O.15.18
	001-01104-872	Checking (NIB)			70,059.29				
	112-803-334	Checking (NIB)				2,341.93			
	001-20-399	Checking (NIB)	166,303.97						
	112-710-242	Checking (NIB)				174,529.40			
	183-197-765	Checking (NIB)							
Milwaukee Transport Services	0034312630	Checking (NIB)	1,650.48						Pension Benefit Account A/P - Operating Account Employee Payroll Account
	0034312586	Checking (NIB)	5,687,420.37						
	0034312608	Checking (NIB)	12,286.60						
DPTW-Highway Maintenance	6109605	Checking (NIB)							Petty Cash: O.15.17 - Closed 05/31/12
DHR Employee Retirement System	40002353	Checking (NIB)						2,546,374.03	
	40002355	Checking (NIB)						2,780.74	
Total-Above Accounts			17,384,968.76	305,091.64	3,012,215.22	1,681,492.52	150,101.97	614.73	22,534,484.84
Treasurer Accounts									0.00
CD's Outstanding									0.00
Total Exposure			17,384,968.76	305,091.64	3,012,215.22	1,681,492.52	150,101.97	614.73	22,534,484.84
CRA Rating Date			Satisfactory 07/01/09	Outstanding 07/01/12	Satisfactory 02/13/06	Outstanding 12/31/08	Satisfactory 11/01/10	Satisfactory 05/01/09	