

MILWAUKEE COUNTY FISCAL NOTE FORM

DATE: August 20, 2021

Original Fiscal Note

Substitute Fiscal Note

SUBJECT: From the Executive Director of Milwaukee County Parks, requesting authorization to grant monetary relief to Zilli Hospitality Group in the amount of \$120,000 due to the impacts of COVID-19 in 2020 and 2021.

FISCAL EFFECT:

- | | |
|---|--|
| <input type="checkbox"/> No Direct County Fiscal Impact
<input type="checkbox"/> Existing Staff Time Required
<input type="checkbox"/> Increase Operating Expenditures
(If checked, check one of two boxes below)
<input type="checkbox"/> Absorbed within Agency's Budget
<input type="checkbox"/> Not Absorbed within Agency's Budget
<input type="checkbox"/> Decrease Operating Expenditures
<input type="checkbox"/> Increase Operating Revenues
<input checked="" type="checkbox"/> Decrease Operating Revenues | <input type="checkbox"/> Increase Capital Expenditures
<input type="checkbox"/> Decrease Capital Expenditures
<input type="checkbox"/> Increase Capital Revenues
<input type="checkbox"/> Decrease Capital Revenues
<input type="checkbox"/> Use of contingent funds |
|---|--|

Indicate below the dollar change from budget for any submission that is projected to result in increased/decreased expenditures or revenues in the current year.

	Expenditure or Revenue Category	Current Year	Subsequent Year
Operating Budget	Expenditure		
	Revenue	(\$48,000)	
	Net Cost	\$48,000	
Capital Improvement Budget	Expenditure		
	Revenue		
	Net Cost		

DESCRIPTION OF FISCAL EFFECT

In the space below, you must provide the following information. Attach additional pages if necessary.

- A. Briefly describe the nature of the action that is being requested or proposed, and the new or changed conditions that would occur if the request or proposal were adopted.
- B. State the direct costs, savings or anticipated revenues associated with the requested or proposed action in the current budget year and how those were calculated. ¹ If annualized or subsequent year fiscal impacts are substantially different from current year impacts, then those shall be stated as well. In addition, cite any one-time costs associated with the action, the source of any new or additional revenues (e.g. State, Federal, user fee or private donation), the use of contingent funds, and/or the use of budgeted appropriations due to surpluses or change in purpose required to fund the requested action.
- C. Discuss the budgetary impacts associated with the proposed action in the current year. A statement that sufficient funds are budgeted should be justified with information regarding the amount of budgeted appropriations in the relevant account and whether that amount is sufficient to offset the cost of the requested action. If relevant, discussion of budgetary impacts in subsequent years also shall be discussed. Subsequent year fiscal impacts shall be noted for the entire period in which the requested or proposed action would be implemented when it is reasonable to do so (i.e. a five-year lease agreement shall specify the costs/savings for each of the five years in question). Otherwise, impacts associated with the existing and subsequent budget years should be cited.
- D. Describe any assumptions or interpretations that were utilized to provide the information on this form.

A. Parks is requesting authorization to grant Zilli Hospitality Group monetary relief in the amount of \$120,000 to offset Zilli Hospitality Group's inability to pay Milwaukee County guaranteed commissions for 9 months in 2020 and 6 months in 2021 due to the impacts of COVID-19. Approval of this resolution will grant Zilli Hospitality Group forgiveness of \$120,000 which will result in a reduction to Parks revenues.

B. The current year operating revenues will be decreased by \$48,000, because the remaining \$72,000 of forgiveness was already accounted for in 2020. Although the \$72,000 was accounted for in 2020, Zilli Hospitality Group is still contractually obligated to pay this amount unless forgiveness is granted.

C. Operating revenues will be decreased by \$48,000 in the current budget year. Reduced revenue was anticipated in 2021 based on the ongoing pandemic.

D. No interpretations or assumptions were utilized.

Prepared by: Erica Goblet, Contract Manager, Parks.

Authorized Signature: Guy Smith
Did DAS-Fiscal Staff Review? Yes No
Did CBDP Review?² Yes No Not Required

¹ If it is assumed that there is no fiscal impact associated with the requested action, then an explanatory statement that justifies that conclusion shall be provided. If precise impacts cannot be calculated, then an estimate or range should be provided.