

MILWAUKEE COUNTY FISCAL NOTE FORM

DATE: August 18, 2023

Original Fiscal Note

Substitute Fiscal Note

SUBJECT: A report from the Director, Department of Health and Human Services, requesting retroactive authorization to grant a lease renewal to Goodwill Industries of Southeast Wisconsin, Inc. for the Wil-O-Way Underwood Recreation Center

FISCAL EFFECT:

- | | |
|---|--|
| <input checked="" 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 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	\$0	\$0
	Revenue	\$0	\$0
	Net Cost	\$0	\$0
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. The Director, Department of Health and Human Services, is requesting retroactive authorization to execute a contract between Goodwill Industries of Southeastern Wisconsin, Inc. and the Milwaukee County DHHS-Office of Persons with Disabilities (OPD) for a term of three years, with two, one-year extension options to provide community-integrated recreational programming and office space.

B. The negotiated lease contract maintains the 2023 Adopted Budget monthly lease rate of \$2,900 for the second six months of the budget year, effective July 1, 2023. The negotiated lease reflects increases, effective July 1, 2024 through June 30, 2028. The specified contract rate increases begin effective July 1, 2024 as shown below:

TERMS		
July 1, 2023 - June 30, 2024	\$2,900	Monthly
July 1, 2024 - June 30, 2025	\$2,950	Monthly
July 1, 2025 - June 30, 2026	\$3,000	Monthly
July 1, 2026 - June 30, 2027	\$3,050	Monthly
July 1, 2027 - June 30, 2028	\$3,100	Monthly

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.

² Community Business Development Partners' review is required on all professional service and public work construction contracts.

- C. The negotiated lease contract between Goodwill Industries of Southeastern Wisconsin, Inc. and DHHS-OPD maintains the 2023 Adopted Budget monthly lease rate of \$2,900 to be effective for the second six months of the year, effective July 1, 2023 through December 2023, resulting in no tax levy impact.

- D. The revenue rates include assumptions that Goodwill Industries accept two, one-year extension options.

Department/Prepared By: Mary Proctor Brown, Budget Manager-Aging and Disabilities Services

Authorized Signature Shakita LaGrant-McClain

Did DAS-Fiscal Staff Review? Yes No

Did CBDP Review?² Yes No Not Required