

## MILWAUKEE COUNTY FISCAL NOTE FORM

**DATE:** January 13, 2012

Original Fiscal Note

Substitute Fiscal Note

**SUBJECT:** A resolution authorizing and directing the Director of the Department of Health and Human Services to enroll Milwaukee County in the National Association of Counties modified prescription drug discount card program.

**FISCAL EFFECT:**

- |   |  |
|---|--|
| <input type="checkbox"/> No Direct County Fiscal Impact<br><input type="checkbox"/> Existing Staff Time Required<br><input type="checkbox"/> Increase Operating Expenditures<br>(If checked, check one of two boxes below)<br><input type="checkbox"/> Absorbed Within Agency's Budget<br><input type="checkbox"/> Not Absorbed Within Agency's Budget<br><input type="checkbox"/> Decrease Operating Expenditures<br><input checked="" type="checkbox"/> Increase Operating Revenues<br><input type="checkbox"/> Decrease Operating Revenues | <input type="checkbox"/> Increase Capital Expenditures<br><input type="checkbox"/> Decrease Capital Expenditures<br><input type="checkbox"/> Increase Capital Revenues<br><input type="checkbox"/> Decrease Capital Revenues<br><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
<b>Operating Budget</b>	Expenditure	0	0
	Revenue	11,722	15,629
	Net Cost	-11,722	-15,629
<b>Capital Improvement Budget</b>	Expenditure	0	0
	Revenue	0	0
	Net Cost	0	0

## 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.<sup>1</sup> 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.

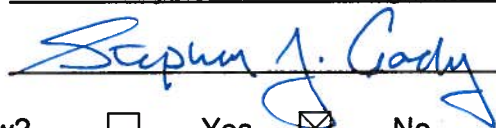
Approval of this resolution will authorize and direct the Director, Department of Health and Human Services, to participate in a modified prescription drug discount card program sponsored by the National Association of Counties (NACo).

Currently, Milwaukee County distributes prescription drug discount card free of charge to anyone who wishes to have one. The recipient is eligible to receive discounts at pharmacies and the County only receives aggregate data on the use of the cards. No database of user names is maintained or provided to the County.

Under the modified program being offered by NACo, sponsoring entities would be eligible to receive a \$1 commision for each prescription filled using the card. Based on approximately 15,629 prescriptions filled in 2011 (projected using 11 months of actual data), Milwaukee County would receive \$15,629 in revenue in future years assuming the usage is the same. For 2012, this fiscal note assumes nine months of participation under the new program, providing \$11,722 in new revenues.

Department/Prepared By Steve Cady, Fiscal and Budget Analyst, County Board

Authorized Signature

  
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Did DAS-Fiscal Staff Review?

Yes

No

<sup>1</sup> 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.