

MILWAUKEE COUNTY FISCAL NOTE FORM

DATE: November 14, 2025

Original Fiscal Note ☒

Substitute Fiscal Note ☐

SUBJECT: A report from the Executive Director, Department of Health and Human Services, requesting authorization to amend **2026** fee-for-service contracts with community vendors for Children, Youth and Family Services (CYFS)

FISCAL EFFECT:

- | | |
|---|--|
| ☐ No Direct County Fiscal Impact | ☐ Increase Capital Expenditures |
| ☐ Existing Staff Time Required | ☐ Decrease Capital Expenditures |
| ☒ Increase Operating Expenditures
(If checked, check one of two boxes below) | ☐ Increase Capital Revenues |
| ☒ Absorbed Within Agency's Budget | ☐ Decrease Capital Revenues |
| ☐ Not Absorbed Within Agency's Budget | |
| ☐ Decrease Operating Expenditures | ☐ Use of contingent funds |
| ☒ Increase Operating Revenues | |
| ☐ Decrease Operating Revenues | |

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 - 2026	Subsequent Year
Operating Budget	Expenditure	\$750,000	\$862,500
	Revenue	\$750,000	\$862,500
	Net Cost	\$0	\$0
Capital Improvement Budget	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.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.
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- A. DHHS is requesting authorization to enter into five fee-for-service (FFS) agreements for youth justice related services that were inadvertently left off of the contract listing in the 2026 Budget document. All contracts are effective 1/1/26 through 12/31/26 and total \$750,000. Two are for Clinical Service Providers totaling \$235,000, one is for Parent Advocate Services totaling \$115,000, and two are for Group Home Providers (GH) totaling \$400,000.
 - B. Approval of this request will enable CYFS to enter into 2026 contracts for youth justice involved youth. Actual costs for each contract will depend on the number of youth receiving services, or are court ordered to out-of-home care and the facilities that the court chooses for each placement. Due to the youth being court ordered to these programs, CYFS is required to enter into a contract with the GH facility and oversee the placement of the youth (DOC 938.36).
 - C. The 2026 Budget includes sufficient funding for these contracts.
 - D. This fiscal note assumes that the total contract amounts for each provider is sufficient for 2026. Actual contract amounts will depend on 2026 utilization which is difficult to predict accurately. This fiscal note also assumes a 15% increase in GH and RTC costs for 2027.

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.

Department/Prepared By: Pam Matthews, Sr. Budget & Management Analyst

Authorized Signature Shakita LaGrant-McClain

Did DAS-Fiscal Staff Review? ☐ Yes ☒ No

Did CBDP Review? ☐ Yes ☐ No ☒ Not Required