

MILWAUKEE COUNTY FISCAL NOTE FORM

DATE: 4/21/16

Original Fiscal Note

Substitute Fiscal Note

SUBJECT: Creation of a Capital Budget for Project Development of BRT

FISCAL EFFECT:

- | | |
|--|---|
| <input type="checkbox"/> No Direct County Fiscal Impact | <input checked="" type="checkbox"/> Increase Capital Expenditures |
| <input type="checkbox"/> Existing Staff Time Required | <input type="checkbox"/> Decrease Capital Expenditures |
| <input type="checkbox"/> Increase Operating Expenditures
(If checked, check one of two boxes below) | <input checked="" type="checkbox"/> Increase Capital Revenues |
| <input type="checkbox"/> Absorbed Within Agency's Budget | <input type="checkbox"/> Decrease Capital Revenues |
| <input type="checkbox"/> Not Absorbed Within Agency's Budget | |
| <input type="checkbox"/> Decrease Operating Expenditures | <input type="checkbox"/> Use of contingent funds |
| <input type="checkbox"/> Increase Operating Revenues | |
| <input type="checkbox"/> 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	Subsequent Year
Operating Budget	Expenditure		
	Revenue	0	0
	Net Cost		
Capital Improvement Budget	Expenditure	2,190,000	
	Revenue	2,190,000	
	Net Cost	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.

A. The Department of Transportation is requesting the creation of a new capital project for the purpose of project development for the proposed Bus Rapid Transit (BRT) project that is under consideration.

B. Federal Transit Administration (FTA) 5307 formula funds are provided to Milwaukee County and can be used for capital projects such as the proposed BRT project. In order to enter project development with the FTA, Milwaukee County needs to demonstrate that it has sufficient funds available to complete project development. The amount requested to demonstrate this is 7% of the project cost which is currently estimated at \$40,000,000. A 7% planning and design would be \$2,800,000 of which Milwaukee County, MCTS and SEWRPC already has \$610,000 available, therefore, a request of \$2,190,000 of 5307 would be needed to make up the difference.

C. The amount of 5307 funds requested are federally available and currently not allocated toward any project in 2016. Therefore, these funds are available and the allocation of these funds would not impact any project currently budgeted for 2016. Should the BRT project not move forward for any reason, the amount of any unspent funds could be re-programmed for future capital needs in future years.

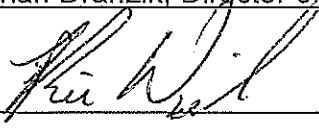
D. None

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 Brian Dranzik, Director of Transportation

Authorized Signature



Did DAS-Fiscal Staff Review? Yes No

Did CBDP Review?² Yes No Not Required