

MILWAUKEE COUNTY FISCAL NOTE FORM

DATE: August 16, 2024

Original Fiscal Note

Substitute Fiscal Note

SUBJECT: A report from the Director, Department of Health and Human Services (DHHS), providing an update on capital project WS0156011-Oak Creek Housing Development and seeking approval to transfer affordable housing funds designated in the 2024 DHHS operating budget to the capital project

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 checked="" type="checkbox"/> Decrease Operating Expenditures
<input type="checkbox"/> Increase Operating Revenues
<input type="checkbox"/> Decrease Operating Revenues | <input checked="" 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	(\$2,000,000)	0
	Revenue	0	0
	Net Cost	(\$2,000,000)	0
Capital Improvement Budget	Expenditure	\$2,000,000	
	Revenue		
	Net Cost	\$2,000,000	

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 Health and Human Services is seeking approval to transfer \$2,000,000 in funding designated for affordable housing development in its 2024 Adopted Budget. Approval of this request will allow infrastructure improvement work to continue under capital project WS0156011-Oak Creek Housing Development to include utility work, road construction, and other site work to allow for the eventual building of affordable single-family homes.

B. This transfer would increase the total budget for capital project WS0156011 by \$2,000,000. The original budget established for this capital project is \$5 million authorized by File 24-472 adopted in May 2024.

C. Through the 2024 Milwaukee County budget process, the County Board authorized \$4 million for the development of additional affordable housing units. Of this amount, \$2 million was allocated to the Concordia 27 Project located in the Near West Side neighborhood. Housing Services is requesting that the remaining \$2 million be placed in capital project WS0156011-Oak Creek Housing Development to increase the total budget for the infrastructure development to \$7 million.

D. There are no additional assumptions made.

Department/Prepared By: Clare O'Brien, DHHS Budget and Policy Director

Authorized Signature *Shakita LaGrant-McClain*

Did DAS-Fiscal Staff Review? Yes No

Did CDPB Staff Review? 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.