

**MILWAUKEE COUNTY FISCAL NOTE FORM**

**DATE: 4/18/15**

Original Fiscal Note

Substitute Fiscal Note

**SUBJECT: Resolution authorizing Milwaukee County Department of Transportation to enter Contract No. 03 with the Wisconsin Department of Transportation (WisDOT) for purposes of providing eligible transit services as part of the Zoo Interchange project**

**FISCAL EFFECT:**

- |  |  |
|--|--|
| <input checked="" type="checkbox"/> No Direct County Fiscal Impact                                     | <input type="checkbox"/> Increase Capital Expenditures |
| <input type="checkbox"/> Existing Staff Time Required  | <input type="checkbox"/> Decrease Capital Expenditures |
| <input type="checkbox"/> Increase Operating Expenditures<br>(If checked, check one of two boxes below) | <input 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.*

	<b>Expenditure or Revenue Category</b>	<b>Current Year</b>	<b>Subsequent Year</b>
<b>Operating Budget</b>	Expenditure	See explanation	3,375,000
	Revenue	See explanation	3,375,000
	Net Cost	See explanation	0
<b>Capital Improvement Budget</b>	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.<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.

A. The Milwaukee County Department of Transportation (MCDOT) Director's Office is requesting approval of not-to-exceed rates to be charged by freeway towing vendors to the traveling public.

B. MCDOT receives a portion of the cost collected by the freeway towing vendors in the form of revenue. Assuming an August 1, 2016 contract implementation date is expected to result in an estimated increase of \$28,750 in revenue to MCDOT through the end of 2016 or \$69,000 if calculated on an annualized basis.

C. MCDOT receives a portion of the cost collected by the freeway towing vendors in the form of revenue. Assuming an August 1, 2016 contract implementation date is expected to result in an estimated increase of \$28,750 in revenue to MCDOT through the end of 2016 or \$69,000 if calculated on an annualized basis. Any additional unbudgeted revenue in 2016 resulting from the approved rate change would be directed to the contingency fund. Starting in 2017, the additional revenue would be budgeted in the operating budget for the MCDOT Director's Office as a partial offset to overall expenditures, which is consistent with current budgeting practice.

D. Projected revenue increases are based upon approval of the proposed rates and a subsequent approval of contracts for an August 1, 2016 effective date. Any changes in the not-to-exceed rates or timing of contract implementation would impact the revenue estimates in this fiscal note.

The estimates of increased revenue are based upon the actual number of tows and instances of storage provided for 2015 in Vehicle Weight Class I as the activity associated with Vehicle Weight Classes II and III are minor in comparison.

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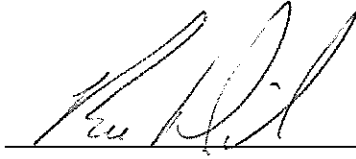
<sup>1</sup> If it is assumed that there is no fiscal impact associated with the requested action, then an explanatory statement that justifies that conclusion shall be provided. If precise impacts cannot be calculated, then an estimate or range should be provided.

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

Department/Prepared By MCDOT

Dan Boehm, Managing Director, MCTS

Authorized Signature



Brian Dranzik  
Director, Department of Transportation

Did DAS-Fiscal Staff Review?<sup>1</sup>       Yes       No

Did CBDP Review?<sup>2</sup>       Yes       No       Not Required

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