

MILWAUKEE COUNTY FISCAL NOTE FORM

DATE: 8/19/2016

Original Fiscal Note

Substitute Fiscal Note

SUBJECT: Report from the Director, Department of Health and Human Services, requesting retroactive authorization to increase the 2016 Purchase of Service Contract with St. Charles Shelter in the amount of \$133,963, from \$2,038,483 to \$2,172,446, for the Delinquency and Court Services Division.

FISCAL EFFECT:

- | | |
|---|--|
| <input 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 checked="" type="checkbox"/> Increase Operating Expenditures
(If checked, check one of two boxes below) | <input type="checkbox"/> Increase Capital Revenues |
| <input checked="" 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	\$133,963	\$230,000
	Revenue		
	Net Cost	\$133,963	\$230,000
Capital Improvement Budget	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. 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. St. Charles provides shelter care for pre-dispositional youth who are pending a delinquency petition as an alternative to secure detention. The youth referred to this program are alleged delinquent and are not considered an immediate risk to the community but need additional support and supervision in the community.

B. This action increases the 2016 Purchase of Service Contract with St. Charles Shelter in the amount of \$133,963, from \$2,038,483 to \$2,172,446, for the Delinquency and Court Services Division (DCSD). The \$133,963 will fund additional staff, transportation costs and other costs associated with increased capacity demand.

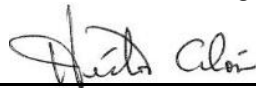
C. There is no budgetary impact in 2016. DCSD has sufficient expenditure authority to absorb this amendment in its purchase of service contract line (object 8123). The total budget in this object is \$10 million, with \$4.9 million spent year to date (as of 8/16/16), \$4.3 million encumbered and about \$300,000 in additional anticipated spending. This leaves an available balance of about \$500,000 to cover this contract amendment.

For 2017, the full annual cost is anticipated to be about \$230,000 and reflects the additional staff, transportation and indirect costs.

D. No further assumptions are made.

Department/Prepared By Clare O'Brien, Senior Budget Analyst, DHHS

Authorized Signature _____



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.