

REVISED

MILWAUKEE COUNTY FISCAL NOTE FORM

DATE: October 22, 2014

Original Fiscal Note

Substitute Fiscal Note x

SUBJECT: Authorization to Sell Tax Deeded Properties Back to Previous Owners

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
- x 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.

	<b>Expenditure or Revenue Category</b>	<b>Current Year</b>	<b>Subsequent Year</b>
<b>Operating Budget</b>	Expenditure	0	
	Revenue	0	
	Net Cost	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.

Five Tax Deeded foreclosed properties that the County wishes to sell back to their previous owners. Properties were acquired by the Treasurer through foreclosure because of non payment of real estate taxes. Economic Development is seeking approval to sell the properties for an outstanding total value of \$221,440.11. Sale of these properties will:

- (a) relieve the County of maintenance obligations; the Economic Development Department does not track maintenance costs per parcel, rather the maintenance budget is spread across all parcels, including new inventory; consequently no budget impact is expected but the sale will allow maintenance efforts to be focused on newly acquired parcels; and
- (b) Reimburse the Treasurer for any outstanding balance incurred by the Treasurer pursuant to Milwaukee County Ordinances 6.03(3)(a). The current balance of outstanding taxes and interest is \$196,440.11. The remaining balance of approximately \$25,000, after closing costs, will be allocated towards Economic Development's budget of \$400,000 of land sales.

Department/Prepared By Teig Whaley-Smith, Economic Development Director

Authorized Signature \_\_\_\_\_

Did DAS-Fiscal Staff Review?  Yes  No

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

<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.