

MILWAUKEE COUNTY FISCAL NOTE FORM

DATE: November 15, 2021

Original Fiscal Note ☒

Substitute Fiscal Note ☐

SUBJECT: A resolution to appropriate funds collected as part of the Development Agreement for the University of Wisconsin-Milwaukee Innovation Campus related to the purchase and proposed development of land by Irgens Partners, LLC to repair and rebuild aging playgrounds, and support Friends Groups of County Parks to help maintain the natural areas of the Milwaukee County Grounds

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 checked="" 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 checked="" 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	\$81,159	SEE NARRATIVE
	Revenue	\$81,159	\$0
	Net Cost	\$0	\$0
Capital Improvement Budget	Expenditure	\$918,841	SEE NARRATIVE
	Revenue	\$918,841	\$0
	Net Cost	\$0	\$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. Approval of this resolution will authorize the appropriation to various projects of \$1,000,000 of land sale revenue anticipated to be received from Irgens Partners, LLC (Irgens) as part of the Amended and Restated Development Agreement for the University of Wisconsin – Milwaukee (UWM) Innovation Campus related to the purchase and proposed development of land by Irgens in November 2020 (File No. 20-234). The resolution would appropriate \$918,841 to three Capital Improvement Projects as follows:
 - \$296,805 to Capital Improvement Project WP63501 - Cooper Park Playground Replacement
 - \$325,231 to Capital Improvement Project WP56401 – Playground Resurfacing – Phase 2
 - \$296,805 to Capital Improvement Project WP67301 – Tippecanoe Park Playground Replacement

The resolution would appropriate \$81,159 to two operating budget destinations, including \$5,000 to Org. 9000 – Department of Parks, Recreation and Culture Account 8501 – Building/Structures New to purchase small structure(s) (likely small sheds) to enable two Friends Groups to house their equipment on-site and \$76,159 to Org. Unit 1800-1945 – Appropriation for Contingencies.

- B. Total expenditures of \$1,000,000 are offset with \$1,000,000 of land sale proceeds for no net tax levy impact. All expenditures and revenues are “one-time” events and would not

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.

occur in subsequent years. It should be noted the timing of the receipt of the \$1,000,000 in revenue may occur in 2021 or 2022 and will be recognized by the Comptroller in the appropriate year based on accounting principles and guidelines. It should be noted the funds placed into the Appropriation for Contingencies (Org. 1800-1945) do not carryover and would lapse at the end of the year. The other three capital improvement projects and funds placed into a capitalized account within the Department of Parks, Recreation and Culture are eligible for carryover subject to recommendation and approval by the County Board of Supervisors.

C. Approval of this resolution will increase expenditures and revenues by \$1,000,000 in 2021. If the funds are received at a point in time where they will be recognized as being received in 2022, it will increase expenditures and revenues in 2022. There is no tax levy impact.

D. No assumptions were used.

Department/Prepared By Steve Cady, Research and Policy Director, Office of the Comptroller

Authorized Signature *Stephen J. Cady*

Did DAS-Fiscal Staff Review? ☐ Yes ☒ No

Did CBDP Review?² ☐ Yes ☐ No ☒ Not Required