

MILWAUKEE COUNTY FISCAL NOTE FORM

DATE: May 12, 2022

Original Fiscal Note

Substitute Fiscal Note

SUBJECT: A resolution to extend a \$3.00 per hour premium pay increase through the end of 2023 for certain essential positions at the House of Correction that work near Correctional Officer staff and persons in their care with up to \$119,448 of funding support from American Rescue Plan Act (ARPA) funds

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 type="checkbox"/> Absorbed Within Agency's Budget | <input type="checkbox"/> Decrease Capital Revenues |
| <input checked="" 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	\$43,848	\$75,600
	Revenue	\$43,848	\$75,600
	Net Cost	\$0	\$0
Capital Improvement Budget	Expenditure	\$0	\$0
	Revenue	\$0	\$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.
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- A. Approval of this resolution will authorize an additional \$3 per hour premium pay increase for 14 House of Correction positions assigned to the Graphics Shop or Laundry units. The Office of Strategy, Budget and Performance and the Comptroller are authorized and directed to provide an administrative appropriation transfer in late 2022 to recognize \$43,848 of American Rescue Plan Act (ARPA) Local Fiscal Recovery Funds and allocate the funds to the appropriate House of Correction departmental accounts. In late 2023, a transfer of \$75,600 from ARPA funding is authorized to cover 2023 projected costs. These allocations from ARPA funds are authorized if no other surplus funds are projected to be available (e.g. sales tax, budget appropriations, or other increasing revenue projections, etc.) to cover a portion or all of the projected cost for 2022 and/or 2023.
 - B. It is projected the cost of the \$3 per hour premium for the 14 positions will be \$43,848 for the remainder of 2022 (assuming a May 29, 2022 start date) and \$75,600 for the full year in 2023. This amount will be reduced if any of the positions are vacant. To the extent that surplus budget funds are available (or other available surpluses), it will reduce the need to tap ARPA funds to cover this position action.
 - C. Approval of this action will result in the expenditure of \$43,848 in ARPA funding in 2022 and \$75,600 in 2023 if no other funds are identified. To the extent that non-ARPA funds are used, it will reduce the department and/or county's budget surplus (or increase its deficit). If non-ARPA funds are used, this will allow the federal grant funds to be allocated for other purposes.

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.

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