

MILWAUKEE COUNTY FISCAL NOTE FORM

DATE: April 12, 2023

Original Fiscal Note ☒

Substitute Fiscal Note ☐

SUBJECT: A resolution authorizing and directing an amendment to the Lease and Management Agreement with the Milwaukee County War Memorial Center to provide a new funding schedule starting in 2024 through 2033.

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 | |
| ☐ 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.

	Expenditure or Revenue Category	Current Year	Subsequent Year
Operating Budget	Expenditure	\$0	\$108,000 ¹
	Revenue	\$0	\$0
	Net Cost	\$0	\$108,000
Capital Improvement Budget	Expenditure	\$0	\$0
	Revenue	\$0	\$0
	Net Cost	\$0	\$0

¹ This amount is for year 1 of the proposed agreement. Years 2 through 10 have an additional cost of \$1,972,000.

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. ² 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 amend the funding schedule approved in File No. 16-229 for the years 2024 – 2033 by providing an additional \$2,080,000 of funding to the War Memorial Center (WMC) over those years.
- B. The direct cost will be \$2,080,000 over a 10-year period as follows:

	Original Agreement	Proposed Agreement	Change
2024	442,000.00	550,000.00	108,000.00
2025	398,000.00	550,000.00	152,000.00
2026	354,000.00	550,000.00	196,000.00
2027	310,000.00	550,000.00	240,000.00
2028	266,000.00	550,000.00	284,000.00
2029	222,000.00	442,000.00	220,000.00
2030	178,000.00	398,000.00	220,000.00
2031	134,000.00	354,000.00	220,000.00
2032	90,000.00	310,000.00	220,000.00
2033	46,000.00	266,000.00	220,000.00
Total Cost of Resolution:			2,080,000.00

- C. Approval of this resolution would require that the County Executive and County Board of Supervisors adopt a budget in 2024 and each subsequent year of the agreement that

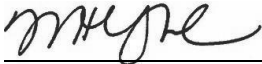
² If it is assumed that there is no fiscal impact associated with the requested action, then an explanatory statement that justifies that conclusion shall be provided. If precise impacts cannot be calculated, then an estimate or range should be provided.

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

includes the additional amount shown in the schedule above. It should be noted that for that the years 2024 – 2028 the County is projecting an overall structural deficit that will near \$110,000,000 by 2028. Approval of this resolution will increase that amount by approximately \$1,000,000.

D. No assumptions were used.

Department/Prepared By Cynthia J. Pahl, Financial Services Director, Office of the Comptroller

Authorized Signature 

Did DAS-Fiscal Staff Review? ☐ Yes ☒ No

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