

2-1-18 FINANCE AND AUDIT COMMITTEE APPROPRIATION TRANSFERS
 A INTER- DEPARTMENTAL

Action Required

Finance and Audit Committee
 Majority County Board

WHEREAS, department requests for transfers between separate departmental accounts have been received by the Department of Administration, Fiscal Affairs, and the Director finds that the best interests of Milwaukee County will be served by allowance of such transfers;

THEREFORE, BE IT RESOLVED, that the Director, Department of Administration, is hereby authorized to make the following transfers in the 2018 appropriations of the respective listed departments:

1)	<u>From</u>	<u>To</u>
<u>8000 – Department of Health and Human Services</u>		
8123 – Purchase of Service		\$2,444,400
9755 – Crosscharge-Administrative Services	\$855,540	
9855 – Abatement- Administrative Services	\$1,588,860	
 <u>6300- Department of Health and Human Services - Behavioral Health Division</u>		
8139 – Wraparound Client Services	\$2,444,400	
9755 – Crosscharge- Administrative Services		\$1,588,860
9855 – Abatement- Administrative Services		\$855,540

A transfer of \$4,888,800 is requested by the Interim Director, Department of Health and Human Services (DHHS), to transfer expenditure authority related to a residential treatment center to the Delinquency and Court Services Division (DCSD) from the Behavioral Health Division (BHD).

In partnership with BHD's Wraparound Program and pending County Board approval, DCSD plans to contract with a provider to operate a Type II Residential Treatment Center (RTC) anticipated to open in May 2018. The targeted youth for the RTC would be considered high risk to recidivate and in jeopardy of placement in the State Department of Corrections (DOC) or youth transitioning out of the detention portion of the Milwaukee County Accountability Program (MCAP) or from DOC. This facility is expected to provide up to 24 slots and will allow more youth to remain in the community with individualized treatment plans as well as assist youth with transitioning out of detention in MCAP back into the community.

The 2018 Budget includes \$2.4 million for a contract for an RTC which is offset with Medicaid and Youth Aids revenues. The cost is currently budgeted in BHD Wraparound as it was assumed that approximately 65% of the available slots would be filled by Wraparound-eligible youth. The budget included a crosscharge to DCSD by Wrap for the net cost remaining after adjusting for Medicaid revenue reimbursement.

The budget was structured in this manner in order to draw down Medicaid revenue to offset the cost of the RTC. However, in so doing, the contract expense was added to BHD's budget and the approval authority no longer resided with the County Board. For this reason, DHHS is requesting this appropriation transfer to align the budget with the authorization of the contract.

In a separate item to the County Board for January, DHHS is requesting approval of a contract with Wisconsin Community Services, the vendor recommended to provide the programming and services for the RTC.

Per Wisconsin Stat. §59.60(8)(b)2, appropriation transfers between two departments cannot be processed until the last quarter of the year. In order to satisfy this statutory requirement, the Comptroller's Office will not actually process the appropriation transfer until October 1, 2018. DHHS is submitting the appropriation transfer in January to allow the contract to be approved by the County Board and executed in department 8000 (DHHS).

This fund transfer has no tax levy impact.

TRANSFERS SIGNED BY THE COUNTY EXECUTIVE DECEMBER 21, 2017.