

**DANE COUNTY
POLICY AND FISCAL NOTE**

_____ Original	_____ Update	Substitute No. _____
Sponsor:		Resolution No. 447
Vote Required:		Ordinance Amendment No. _____
Majority	Two-Thirds X	

Title of Resolution or Ord. Amd.:

**AMENDING 2014 PROFESSIONAL SERVICES CONTRACT WITH ST. MARYS HOSPITAL
DCDHS - ACS Division**

Policy Analysis Statement:

Brief Description of Proposal -

The Department of Human Services annually contracts with community hospitals for inpatient psychiatric care for indigent individuals as an alternative to Mendota Mental Health Institute (MMHI) and Winnebago Mental Health Institute (WMHI). The community hospitals offer a different therapeutic environment, are local and are the treatment setting that some consumers prefer. For 2014, hospital contracts were written for less than budgeted amounts, in part because lower rates were being negotiated and in part because it was unclear whether lower rates would impact admissions.

Current Policy or Practice -

Budget and professional service contract changes require County Board approval.

Impact of Adopting Proposal -

The Department of Human Services professional service contracts with community hospitals will reflect anticipated Utilization. Use at St. Marys Hospital has been high, and 2014 costs are projected to exceed the current contracted amount by \$50,000. St. Marys Hospital has \$18,000 available in budgeted but not contracted funding. St. Marys Hospital needs an additional \$32,000, which will be reallocated from two accounts that are running below budget.

Fiscal Estimate:

Fiscal Effect (check all that apply) -

- _____ No Fiscal Effect
- _____ Results in Revenue Increase
- X Results in Expenditure Increase
- _____ Results in Revenue Decrease
- X Results in Expenditure Decrease

Budget Effect (check all that apply)

- _____ No Budget Effect
 - _____ Increases Rev. Budget
 - X Increases Exp. Budget
 - _____ Decreases Rev. Budget
 - X Decreases Exp. Budget
 - _____ Increases Position Authority
 - _____ Decreases Position Authority
- Note: if any budget effect, 2/3 vote is required

Narrative/Assumptions about long range fiscal effect:

There is no long term fiscal effect from the amendment of 2014 Professional Service Contracts. Expenses at Community Hospital also vary from year to year, so it is hard to predict 2015 expenses.

Expenditure/Revenue Changes:

	Current Year		Annualized			Current Year		Annualized	
	Increase	Decrease	Increase	Decrease		Increase	Decrease	Increase	Decrease
Expenditures -					Revenues -				
Personal Services					County Taxes				
Operating Expenses					Federal				
Contractual Services	\$32,000	(\$32,000)			State				
Capital					Other				
Total	\$32,000	(\$32,000)	\$0	\$0	Total	\$0	\$0	\$0	\$0

Personnel Impact/FTE Changes:

Prepared By:

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