

### MILWAUKEE COUNTY FISCAL NOTE FORM

**DATE:** 5/18/23

Original Fiscal Note

Substitute Fiscal Note

**SUBJECT:** Unspent Bond Reallocations from the Debt Service Reserve

**FISCAL EFFECT:**

- |  |   |
|--|---|
| <input type="checkbox"/> No Direct County Fiscal Impact<br><input type="checkbox"/> Existing Staff Time Required<br><input type="checkbox"/> Increase Operating Expenditures<br>(If checked, check one of two boxes below)<br><input type="checkbox"/> Absorbed Within Agency's Budget<br><input type="checkbox"/> Not Absorbed Within Agency's Budget<br><input type="checkbox"/> Decrease Operating Expenditures<br><input type="checkbox"/> Increase Operating Revenues<br><input type="checkbox"/> Decrease Operating Revenues | <input checked="" type="checkbox"/> Increase Capital Expenditures<br><input type="checkbox"/> Decrease Capital Expenditures<br><input type="checkbox"/> Increase Capital Revenues<br><input type="checkbox"/> Decrease Capital Revenues<br><input type="checkbox"/> Use of contingent funds |
|--|---|

*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
<b>Operating Budget</b>	Expenditure	See Explanation	See Explanation
	Revenue		
	Net Cost		
<b>Capital Improvement Budget</b>	Expenditure		
	Revenue		
	Net Cost		

## 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. <sup>1</sup> 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. The Office of Strategy Budget and Performance (SBP) and the Office of the Comptroller (Comptroller) are requesting approval to reallocate approximately \$1.2 million of unspent bonds from the Debt Service Reserve.

Bond Issue	Amount Unspent	Closing Date	Expenditure Deadline
2015A	\$1,488	11/12/2015	11/12/2018
2017A	\$1,001	11/8/2017	11/8/2020
2018D	\$211,206	11/15/2018	11/15/2021
2019C	\$334,681	10/2/2019	10/2/2022
2019E	\$59,414	11/7/2019	N/A
2020A	\$105,257	10/28/2020	10/28/2023
2020C	\$87,790	10/28/2020	N/A
2020D	\$124,426	10/28/2020	10/28/2023
2021D	\$209,783	11/23/2021	11/23/2024
2022A	\$47,492	11/3/2022	11/3/2025
<b>Total</b>	<b>\$1,182,537</b>		

<sup>1</sup> 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.

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

B. The resolution will provide unspent bonds of \$377,538 to pay debt service expenses. The resolution will also provide unspent bonds of \$805,000 to cover various project shortfalls listed in the table below.

<u>Project Description</u>	<u>Unspent Bond Amount</u>
<i>Use Unspent Bonds to Pay Eligible Debt Service Expenses</i>	
Org. Unit 9960 Debt Service (2023 Tax-Exempt Interest Expenses)	\$204,167
Org. Unit 9960 Debt Service (2023 Taxable Debt Service Expenses)	\$147,204
Org. Unit 9960 Debt Service (2024 Tax-Exempt Interest Expenses)	\$26,167
<b>Subtotal</b>	<b>\$377,538</b>
<i>Use Unspent Bonds to Cover Project Shortfalls</i>	
WO051710 - War Memorial Center/Milwaukee Restroom Renovation	\$310,000
WP062802 - Brown Deer Park Roadway Phase 2	\$230,000
WP069501 - Washington Park Bridge Replacements	\$135,000
WP069701 - Little Menomonee River Parkway OLT Reconstruction	\$105,000
WP062501 - Dretzka Park-Lighting, Storm Water, Parking Imprv	\$25,000
<b>Subtotal</b>	<b>\$805,000</b>
<b>Total</b>	<b>\$1,182,537</b>

The resolution will also reallocate \$351,371 of levy financed expenditure authority from Org. 9960 Debt Service to the projects that have shortfalls that are listed in the table below.

<u>Project Description</u>	<u>Amount</u>
<i>Provide Funding for Projects with Shortfalls</i>	
WP076001 - McKinley Beach Improvements	\$319,371
WO088901 - Marcus Center Pedestrian Pavement	\$22,000
WS012801 - Wilson Sr Center Boiler and Exhaust Replacement	\$10,000
<b>Total</b>	<b>\$351,371</b>

C. See B

D. No assumptions are being used.

Department/Prepared By Justin Rodriguez

Authorized Signature Scott B. Manske

Did DAS-Fiscal Staff Review?  Yes  No

Did CBDP Review?<sup>2</sup>  Yes  No  Not Required