

COUNTY OF MILWAUKEE
INTEROFFICE COMMUNICATION

Date: July 18, 2019

To: Members of the Milwaukee County Capital Improvements Committee


From: Vince Masterson, Capital Budget Coordinator; Office of Performance, Strategy and Budget, Department of Administrative Services

Subject: Preliminary Financing Goals for the 2020 Capital Improvement Budget

Attached you will find a table outlining the preliminary financing guide (guide) for the 2020 Capital Improvement Budget. The guide provides an estimated total amount of capital project costs the County can incur based on the following assumptions:

1. Adherence to the annual bonding cap of no more than 3% over the previous year's General Obligation bond issue. The estimated 2020 Bonding Cap is \$44,927,646 (based on the 2019 adopted bonding amount of \$43,619,074).
2. 20% Cash financing goal (or \$11,231,912) for the County's share of each capital improvement project.

Please keep in mind that this is a preliminary guide and is subject to modification. Any revisions to the guide made as a result of such changes, will be given to members at the next Capital Improvement Committee meeting.



Vince Masterson
Capital Budget Coordinator, Office of Performance, Strategy and Budget, Department of
Administrative Services

Attachment

Attachment

Table 1 - Estimated Available County Financing for Capital Projects (Excludes All Airport (WA) Projects)

	<u>2019 (Adopted BASE)</u>	<u>2020</u>
Bond Cap (Actual for 2019)	\$43,619,074	\$44,927,646
20% Cash Financing Goal (Actual for 2019)	\$11,476,492	\$11,231,912
Available Financing for Capital Projects:	\$55,095,566	\$56,159,558
<i>TOTAL County Cash Finance</i>	20.8%	20.0%

Table 2 - Preliminary Departmental Capital Project Requests (estimated County Share of Project Costs)

	<u>2019 (Adopted BASE)</u>	<u>2020</u>
TOTAL Capital Project Requests:	\$86,549,026	\$131,238,861

Table 3 - Estimated County Financing Shortfall

Estimated County Financing Shortfall:	(\$31,453,460)	(\$75,079,303)
--	-----------------------	-----------------------

NOTE: The listing of Departmental Requested Capital Projects is preliminary. DAS-PSB and Comptroller staff is in the process of verifying project requests with departments. As a result, some project requests may be adjusted in future reports to reflect updated information.