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From the Milwaukee County Comptroller, Office of the Comptroller, and the Director, Office of Performance, Strategy, and Budget, Department of Administrative Services, requesting authorization to: allocate approximately \$3.1 million in unspent bond proceeds from the Debt Service Reserve; and to process the associated administrative appropriation transfers to pay eligible debt service expenses, apply funds towards bond 2020 bond issuances, allocate funds towards previously approved projects, allocate funds to the unallocated contingency account, provide funding to create Project WH24601 Resurface CTH BB - North Cape Rd., and to create revenue and expenditure budgets for Project WH24601 Resurface CTH BB - North Cape Rd. to recognize Local Road Improvement Program Funds, by recommending adoption of the following:

A RESOLUTION

WHEREAS, in April 2020, the Office of the Comptroller, and the Office of Performance, Strategy, and Budget, Department of Administrative Services (OPSB-DAS) submitted a report to the Milwaukee County Board of Supervisors, and the County Executive (File No. 20-309) that requested authorization to lapse certain capital expenditures and revenues from 2019 to 2020; and

WHEREAS, the report indicated that there was approximately \$3.1 million of unspent bond proceeds that was being lapsed to the Debt Service Reserve; and

WHEREAS, the reallocation of bonds would be done to apply to pay eligible debt service expenses, or to finance projects that would be able to spend the proceeds in a timely fashion; and

WHEREAS, in most cases, this would mean that only ongoing projects would be considered; and

WHEREAS, other factors such as capitalization and private activity also limit which projects are considered; and

WHEREAS, the Internal Revenue Service (IRS) regulations dictate the expenditure of tax-exempt bond proceeds within three years; and

WHEREAS, tax-exempt bonds that were issued prior to 2017 and have not been spent are currently out of compliance with IRS expenditure rules; and

WHEREAS, bonds issued in 2017 will not be in compliance by the end of the year; and

WHEREAS, the approximately \$3.1 million in unspent bonds includes \$185,370 of bonds or notes that were issued prior to 2017; and

47 WHEREAS, the Committee on Finance, at its meeting of June 18, 2020,
48 recommended adoption of File No. 20-401 (vote 5-0); now, therefore,
49

50 BE IT RESOLVED, the Office of the Comptroller, and the Office of Performance,
51 Strategy, and Budget, Department of Administrative Services (OPSB-DAS), are
52 authorized and directed to perform administrative transfers to reallocate approximately
53 \$3.1 million of unspent bonds from the Debt Service Reserve (DSR); and
54

55 BE IT FURTHER RESOLVED, the Office of the Comptroller, and the OPSB-DAS,
56 are authorized and directed to transfer \$1,306,111 of unspent bonds from the Debt
57 Service Reserve to Org. Unit 9960 Debt Service to pay eligible principal and interest
58 expenses; and
59

60 BE IT FURTHER RESOLVED, the Office of the Comptroller, and the OPSB-DAS,
61 are authorized and directed to transfer \$1,306,111 of levy financed expenditure
62 authority within Org. Unit 9960 Debt Service to Org. Unit 1945 Appropriation for
63 Contingencies – Unallocated Contingency Account; and
64

65 BE IT FURTHER RESOLVED, the Office of the Comptroller, and the OPSB-DAS,
66 are authorized and directed to transfer \$346,024 of unspent bonds from the Debt
67 Service Reserve to replace existing cash financing in the following capital projects:
68

- 69 • Project WP53601- Mitchell Airport Park Playground Replacement (\$291,984)
- 70 • Project WP69701- Little Menomonee River Oak Leaf Trail (OLT) Relocation
71 (\$30,000)
- 72 • Project WP69801 - Greenfield Park OLT Reconstruction (\$24,040);
73

74 ; and
75

76 BE IT FURTHER RESOLVED, the Office of the Comptroller, and the OPSB-DAS,
77 are authorized and directed to transfer \$346,024 of expenditure authority (cash
78 financed) from the following capital projects to Org. Unit 1945 Appropriation for
79 Contingencies – Unallocated Contingency Account:
80

- 81 • Capital Project WP53601- Mitchell Airport Park Playground Replacement
82 (\$291,984)
- 83 • Capital Project WP69701 - Little Menomonee River OLT Relocation
84 (\$30,000)
- 85 • Capital Project WP69801 - Greenfield Park OLT Reconstruction
86 (\$24,040)
87

88 ; and
89

90 BE IT FURTHER RESOLVED, the Office of the Comptroller, and the OPSB-DAS,
91 are authorized and directed to transfer \$558,403 of unspent bonds from the Debt
92 Service Reserved to Capital Project - WT12101 Bus Replacement Program – 2019 in
93 order to reduce the amount needed to be included in the 2020 financings; and
94

95 BE IT FURTHER RESOLVED, the Office of the Comptroller, and the OPSB-DAS,
96 are authorized and directed to transfer \$437,000 of unspent bonds from the Debt
97 Service Reserve to add expenditure authority to the following capital projects:
98

- 99 • Capital Project WH24201 - North Shop Improvements (\$272,000)
- 100 • Capital Project WP70401- Honey Creek Bridge Repair – St. Anne Court
101 to Bluemound Road (\$90,000)
- 102 • Capital Project WP51201 - McKinley Marina Parking Lot Improvements
103 (\$75,000)

104
105 ; and
106

107 BE IT FURTHER RESOLVED, the Office of the Comptroller, and the OPSB-DAS,
108 are authorized and directed to transfer \$419,310 of unspent bonds from the Debt
109 Service Reserve to create expenditure authority for the local share of newly created
110 Capital Project WH24601- County Trunk Highway (CTH) BB – South North Cape Road
111 to United States Highway (USH) 45; and
112

113 BE IT FURTHER RESOLVED, the Office of the Comptroller, and the OPSB-DAS,
114 are authorized and directed to process an administrative transfer to create the
115 expenditure and revenue budgets (\$270,690) to reflect the State of Wisconsin (the
116 State) share of newly created Capital Project WH24601- CTH BB – South North Cape
117 Road to USH 45 after the State/Municipal Agreement is executed; and
118

119 BE IT FURTHER RESOLVED, if activity changes the dollar amounts prior to a
120 transfer being processed after final adoption by the Milwaukee County Board of
121 Supervisors, an amount as close as possible to the current unspent amounts as
122 possible will be transferred.
123

124
125 srb
126 06/18/20
127 S:\Committees\2020\June\F&A\Resolutions\20-401 unspent bond reallocation.docx