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From the Milwaukee County Comptroller and the Director of the Office of Strategy, Budget and Performance, requesting approval to allocate approximately \$1.9 million in unspent bond proceeds from the Debt Service Reserve; and to process the associated administrative appropriation transfers to pay eligible debt service expenses, to apply proceeds towards the 2022 bond issuances, to provide additional funding to Project WO053501 War Memorial Green Print; and to transfer \$1,028,585 to the unallocated contingency account from Org. 9960 Debt Service to Org. 1945 Appropriation, by recommending adoption of the following:

A RESOLUTION

WHEREAS, in April 2021, the Office of the Comptroller submitted a report to the Milwaukee County Board of Supervisors and County Executive, that requested authorization to lapse surplus funds from the capital projects to the Debt Service Reserve (DSR) [Adopted File No. 22-628]; and

WHEREAS, the report indicated that there was approximately \$2.4 million of surplus funds being lapsed to the DSR; and

WHEREAS, additional analysis indicated that approximately \$1.9 million of the surplus funds are unspent bond and note proceeds; and

WHEREAS, Adopted File No. 22-628 indicated that the reallocation of bond proceeds 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 2018 and have not been spent are currently out of compliance with IRS expenditure rules; and

WHEREAS, bonds issued in 2019 will not be in compliance by the end of the year; and

WHEREAS, the Committee on Finance, at its meeting of June 16, 2022, recommended adoption of File No. 22-701 (vote 7-0); now, therefore,

47 BE IT RESOLVED, the Office of the Comptroller (Comptroller) and the Office of
48 Strategy, Budget, and Performance (OSBP) are authorized and directed to perform
49 administrative transfers to reallocate approximately \$1.9 million of unspent bonds from
50 the Debt Service Reserve (DSR); and

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52 BE IT FURTHER RESOLVED, the Comptroller and OSBP are authorized and
53 directed to transfer \$1,028,585 of unspent bonds from the DSR to Org. Unit 9960 Debt
54 Service to pay eligible principal and interest expenses; and

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56 BE IT FURTHER RESOLVED, the Comptroller and OSBP are authorized and
57 directed to transfer \$696,811 of unspent bonds from the DSR to Capital Project
58 WP062501 - Dretzka Park Lighting, Storm Water, and Parking Improvements in order to
59 reduce the size of the 2022 financings; and

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61 BE IT FURTHER RESOLVED, the Comptroller and OSBP are authorized and
62 directed to transfer \$185,000 of unspent bonds from the DSR to Capital Project
63 WO053501 - War Memorial Green Print, to provide the project with additional
64 expenditure authority; and

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66 BE IT FURTHER RESOLVED, the Comptroller and OSBP are authorized and
67 directed to transfer \$1,028,585 of levy financed expenditure authority from Org. Unit
68 9960 Debt Service to Org. Unit 1945 Appropriation for Contingency - Unallocated
69 Contingency Account.

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06/16/2022
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