

MILWAUKEE COUNTY FISCAL NOTE FORM

DATE:08/5/2025

Original Fiscal Note☒

Substitute Fiscal Note☐

SUBJECT: Bond Proceeds Reallocation for Compliance and Efficiency

FISCAL EFFECT:

- ☐ No Direct County Fiscal Impact

☐ Existing Staff Time Required

☐ Increase Operating Expenditures
(If checked, check one of two boxes below)

☐ Absorbed Within Agency’s Budget☐ Not Absorbed Within Agency’s Budget

☐ Decrease Operating Expenditures

☐ Increase Operating Revenues

☐ Decrease Operating Revenues
- ☐ Increase Capital Expenditures

☒ Decrease Capital Expenditures

☐ Increase Capital Revenues

☐ Decrease Capital Revenues

☐ 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
Operating Budget	Expenditure	See Explanation	See Explanation
	Revenue		
	Net Cost		
Capital Improvement Budget	Expenditure	See Explanation	See Explanation
	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.¹ 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 the Comptroller is requesting approval of the attached resolution, which includes the following actions:

- Authorize the reallocation (via administrative transfers) of approximately \$6.4 million in unspent bond proceeds from projects financed with 2021–2023 bond issues (“Older Projects”) to pay interest on bonds to the extent possible (\$38,976) and allocate \$5,982,983 to projects that will be able to spend the proceeds more quickly (“Newer Projects”). The 42 Older Projects are listed on Exhibit A. The two Newer Projects are financed by 2024 bonds. The remaining \$368,012 of older bonds from Project WF0600014 will be lapsed to the debt service reserve to be applied towards future interest payments. The reallocation of the bonds by project are listed on Exhibit B. The Newer Projects include:
- Project WT0171014 – Bus Replacement Program – 2024 – Equipment (\$4,620,700)
- Project WP0706032 – South Shore Breakwater North Section – Phase 2 (\$1,362,282).
- Allocate \$368,012 in cash from the debt service reserve to pay 2025 debt service to free up levy for WF0600014 - Countywide Vehicle and Equipment Replacement-2023 to replace lapsed older bonds.
- Allocate \$4,833,223 of 2024 bond proceeds from the Newer Projects to the Older Projects so that the Older Projects can continue spending while subject to the extended expenditure deadlines related to the 2024 bonds.

¹ 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.

² Community Business Development Partners’ review is required on all professional service and public work construction contracts.

- Decrease the 2025 budgeted bond amount for Project WP0706032 – South Shore Breakwater North Section – Phase 2 by \$1,149,760 for an estimated savings of \$595,450 over a 15-year term. The project's expenditure authority will not be impacted.
- Apply \$38,976 in bonds/notes from Older Fleet Equipment projects to pay interest on the 2022A (\$1,889) and 2023B (\$37,087) bonds.

B. The resolution will transfer surplus bonds from Project WH011101 W. Forest Home Ave. (CTHOO)-Hi-View Dr. To S. North Cape to Project WP0706032 – South Shore Breakwater North Section – Phase 2. Applying the lapsed 2023A bonds to the project will reduce the 2025 bond issue by the \$1,149,761 and save an estimated \$595,450 in interest costs. There will also be \$38,976 in older bonds used to pay interest on the 2022A (\$1,889) and 2023B (\$37,087) bonds.

C. See B

D. The amounts may change due to activity that may occur subsequent submittal of the report.

Department/Prepared By Pamela Bryant

Authorized Signature 

Did DAS-Fiscal Staff Review? ☐ Yes ☒ No

Did CBDP Review?² ☐ Yes ☐ No ☒ Not Required