

## LRB – FISCAL REVIEW SECTION ANALYSIS

JANUARY 14, 2004 AGENDA

ITEM 26, FILE 031273

FINANCE & PERSONNEL COMMITTEE

JAMES CARROLL

File #031273 is resolution relating to the issuance and sale of general obligation short-term promissory notes under s. 67.12(12) Wis. Stats., for current expenses, i.e., anticipated delinquent taxes in the amount of \$15,000,000.

### **Background and Discussion**

1. The Comptroller's Office annually submits initial-borrowing resolutions for projects and programs approved in the adopted budget.
2. The resolution authorizes the sale of general obligation bonds in the amount of \$15,000,000 for current expenses, i.e., anticipated delinquent taxes.

### **Fiscal Impact**

1. Until the actual structuring of the debt issue is determined by the Public Debt Commission, details relating to the long-term fiscal impact will not be known. Depending on actual sale date in 2004, a maximum of 6 months interest would be incurred during the year. If sold after July 1, 2004, there would be no fiscal impact in 2004.
2. Historically, the debt service from this issuance has been recovered through the payment of delinquent taxes.

Cc: Marianne Walsh  
John Ledvina  
Joe Czarnecki  
W. Martin Morics  
Jennifer Gonda  
Richard Li  
Mike Daun

Prepared by:  
Jim Carroll, X8679  
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