

LRB – RESEARCH AND ANALYSIS

JUNE 13, 2007 AGENDA

ITEM 19, FILE 070246

FINANCE & PERSONNEL COMMITTEE

JAMES CARROLL

File #070246 is a resolution authorizing contingent borrowing authority, and the sale and issuance of general obligation notes in order to provide for the budget of a department authorized to determine its expenditures.

Background & Discussion

1. The City of Milwaukee City bills and collects taxes levied for the State of Wisconsin Forestry Tax, Southeastern Wisconsin Regional Planning Commission, Milwaukee Metropolitan Sewerage District, Milwaukee Public Schools, Milwaukee Area Technical College, Milwaukee County, and the City of Milwaukee.
2. An error in the amount levied in 2006 for the Milwaukee Public Schools 2006-07 Budget resulted in an approximately \$9.1 million shortfall in its current year's operating budget. The MPS fiscal year ends on June 30, 2007.

Fiscal Impact

This resolution is necessary for the City to provide \$9,137,066 to the Milwaukee Public School Operations Fund prior to the close of its 2006-07 fiscal year. The resolution provides a mechanism for the City to internally finance the liability without having to pay interest.

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LRB Research & Analysis

June 11, 2007

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