

Reply to Common Council File No. 031471

From DOA-Budget and Management Division

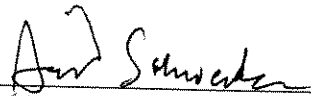
March 1, 2004

Ref: 04010

Common Council File 031471 contains a resolution relating to the issuance and sale of short-term general obligation promissory notes under sec. 67.12(12), Stats. for financing unbudgeted 2003 Milwaukee Police Department overtime expenditures in an amount not to exceed \$2,300,000.

As of March 1, 2004 the 2003 Milwaukee Police Department's salary budget expended \$145,708,452, or \$24,876,984 more than its appropriation. After accounting for \$17,551,808 budgeted in the Wages Supplement Fund for the 2003 Milwaukee Police Association's salary settlement, there is a remaining shortfall of \$7,325,176. This remaining amount will be addressed by withdrawing an additional \$3.0 million from the Wages Supplement Fund, the remaining \$2,462,397 in the Common Council Contingent Fund, and the above resolution's \$1,862,779 in general obligation promissory notes. If there are any other adjustments or accruals to the department's account, this final amount may change slightly. Since the outstanding amount it would not change significantly, we recommend that the file be amended to reduce the amount not to exceed to \$2,000,000.

**RECOMMENDATION: AMEND THE RESOLUTION RELATING TO THE
ISSUANCE AND SALE OF SHORT-TERM GENERAL OBLIGATION PROMISSORY
NOTES FOR UNBUDGETED 2003 MPD OVERTIME EXPENDITURES FROM AN
AMOUNT NOT TO EXCEED \$2.3 MILLION TO NOT TO EXCEED \$2.0 MILLION.**



David Schroeder
Budget & Management Special Assistant

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