

LRB - FISCAL SECTION ANALYSIS

JANUARY 15, 2003

ITEM 25, FILE 021359

FINANCE & PERSONNEL COMMITTEE

JAMES CARROLL

File #021359 is a resolution relating to the issuance and sale of general obligation bonds in the amount of \$12,000,000 for School Board borrowing for Milwaukee Public School (MPS) capital purposes.

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 \$12,000,000 MPS capital purposes.
3. The table below shows the projects and the amount of borrowing authorized by this resolution.

Capital Project	Amount
ADA Improvements	\$2,000,000
Major Maintenance to Facilities	\$10,000,000
Total	\$12,000,000

Fiscal Impact

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 2003, a maximum of 6 months interest would be incurred during the year. If sold after July 1, 2003, there would be no fiscal impact in 2003.

cc: Marianne Walsh
Laura Engan
W. Martin Morics
Mike Daun
John Ledvina

Prepared by: James Carroll, X8679
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