

Reply to Common Council File No. 021216

From DOA-Budget and Management Division

March 17, 2003

Ref: 03008

This file is an annual "housekeeping" resolution. In accordance with State Law and the City Charter, it provides authority to carryover certain fund balances (from 2002 to 2003) to permit achieving or completing a previously authorized and funded purpose, program, project, or equipment purchase. This procedure has been effectively utilized for years, and should continue to be utilized, in lieu of providing new funding in a future budget(s) for an item which has been previously authorized and funded.

The total amount recommended for carryover into 2003 is \$36,262,952. This is approximately \$12 million more than the \$24.3 million that was approved for carryover into 2002. A comparison of the 2002 and 2003 carryovers are as follows:

	<u>2001-2002</u>	<u>2002-2003</u>	<u>Difference</u>
General City Funds	\$2,591,341	\$3,217,757	\$626,416
Wages Supplement Fund	\$12,795,463	\$23,264,826	\$10,469,363
Enterprise Funds	\$7,265,874	\$2,813,053	(\$4,452,821)
Retirement Funds	\$1,122,893	\$6,469,254	\$5,346,361
Contribution Fund	\$511,320	\$498,063	(\$13,257)
Grant & Aid	\$0	\$0	\$0
Special Ledger Accounts*	\$0	\$0	\$0
Contingent Fund	\$0	\$0	\$0
Total Carryover Recommended:	\$24,286,891	\$36,262,952	\$11,976,061

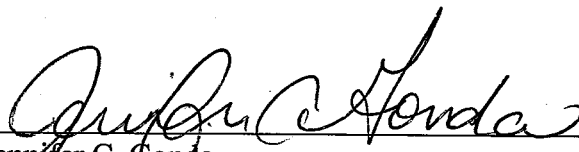
Carryover requests from city departments and agencies are carefully screened by the Budget and Management Division, and only those which meet specific, well defined, objective criteria are recommended. Exhibit A (attached) details the specific departmental accounts and purposes for which carryovers are being recommended.

Significant carryovers in the 2002-2003 Carryover Resolution include the following:

Department of Administration (DOA): \$23,264,826 million will be carried over in the **Wages Supplement Fund (01-2110-0001-5174-2002-006000)**. It is anticipated that this amount will be needed for recently settled Police and Fire Department wage rate settlements and remaining bargaining unit settlements that have yet to be negotiated.

Department of Public Works – Operations Division: \$700,000 is recommended to be carried over in **Operating Expenditures Account (01-5450-0001-R999-006300)** to fund the planning and design of the new Traser Yard facility on the Port of Milwaukee property. Additionally, \$152,000 is recommended to be carried over in the **Salaries Account (01-5450-0001-R999-2002-006000)** to fund a 2003 Budget Amendment which restored funding for salting of side streets by authorizing a carryover of 2002 funding.

RECOMMENDATION: APPROVE COMMON COUNCIL FILE NO. 021216 AUTHORIZING THE CARRYOVER OF THE RECOMMENDED ACCOUNTS SHOWN IN EXHIBIT A.



Jennifer C. Gonda
Fiscal Planning Specialist

JCG:

FINANCE:021216sr.doc