



Department of Administration  
Budget and Management Division

Tom Barrett  
Mayor

Sharon Robinson  
Administration Director

Dennis Yaccarino  
Budget and Management Director

October 22, 2018

Ref: 2019 BF, 3C

MEMORANDUM

To: Finance and Personnel Committee Members  
From: Eric Pearson, Budget and Policy Manager  
Subject: Contingent spending

The Committee requested information on contingent spending by the City over the last 10 years. There are two sources of contingent spending:

- The Common Council Contingent Fund, which historically has been funded at \$5 million per year
- Contingent Borrowing; historically, \$200 million in contingent borrowing authority has been provided each year

The preference is to use the Contingent Fund when contingent spending is required, as this avoids future debt service costs. However, contingent spending needs can exceed \$5 million; if this occurs, Contingent Borrowing is the only method available to the City to fund the spending.

The table shows the annual amounts of Contingent Fund expenditures and Contingent Borrowing issued over the last 10 years.

Year	Contingent Fund	Contingent Borrowing
2008	5,000,000	18,982,062
2009	1,489,764	37,505,170
2010	4,098,228	56,203,860
2011	4,910,689	2,365,895
2012	2,108,896	3,604,000
2013	4,775,967	70,257,639
2014	4,877,522	20,992,888
2015	3,797,914	47,737,470
2016	5,000,000	18,105,821
2017	2,328,014	8,223,187

The attachment provides more detail on the contingent borrowing amounts.

DY: ECP  
Attachment: Contingent Borrowing history

Budget\2019budget\F&P Write ups\Contingent spending



## Contingent Borrowing, 2008 - 2017

Purpose	Year	Res. File No.	Sold
Material Recovery Facility	2017	140034	130,299.00
Lemons Settlement	2017	161353	2,500,000.00
Hamilton Settlement	2017	170146	2,300,000.00
Water - LSL Principal Forgiveness	2017	170239	1,305,875.71
Avery Settlement	2017	171004	1,987,012.00
Material Recovery Facility	2016	140034	1,105,821.00
TID 84 - McKinley/Juneay - Bucks Arena	2016	150481	12,000,000.00
Damages and Claims - Strip Search	2016	151340	5,000,000.00
Water (WT450108000)	2015	130941	3,431,766.00
Police Digital Radio	2015	140033	761,330.00
Material Recovery Facility	2015	140034	6,143,813.60
Material Recovery Facility	2015	131792	9,427.56
Damages and Claims - Ott	2015	141890	6,500,000.00
Remission of Taxes	2015	150187	3,891,133.14
TID 22 Beerline - Bucks Arena	2015	150480	27,000,000.00
City Hall Teracotta	2014	130642	6,707,000.00
Police Digital Radio	2014	131442	59,775.00
Police 911 System	2014	131442	208,000.00
Remission of Taxes (Walgreens)	2014	131773	3,747,541.00
Material Recovery Facility	2014	131792	6,990,572.44
Bridges	2014	140032	2,080,000.00
Betker Settlement	2014	140488	1,200,000.00
Police Digital Radio	2013	091456	0.18
Police Admin Bldg, Phase 2	2013	120145	350,000.00
Schools (Refund RACM 2005)	2013	121643	4,847,639.00
ERS Prepayment	2013	130069	63,000,000.00
Demolition (taxable)	2013	130722	1,200,000.00
Remission of Taxes	2013	130851	860,000.00
Villard Library NMTC 1	2012	110279	245,000.00
Villard Library NMTC 2	2012	110820	659,000.00
Damages and Claims	2012	111415	2,000,000.00
Milwaukee Jobs	2012	120456	700,000.00
Police Digital Radio	2011	091456	130,895.00
Delinquent Tax	2011	101087	2,235,000.00
Economic Stimulus Grants - Sewers	2010	090330	1,826,260.09
Milwaukee QSCB - Initial Borrowing Resolution	2010	090555	36,000,000
Refund RACM MPS	2010	091323	12,511,000
Delinquent Tax	2010	091046	5,866,600
Energy Projects	2009	080766	1,611,453
Excess 2008 Expenditures	2009	081610	724,869
Economic Stimulus Grants - Sewers	2009	090330	14,488,847.91
Delinquent Tax	2009	081374	3,680,000
Litigation Settlement	2009	090686	3,000,000
Tower Grant	2009	090556	2,000,000
Milwaukee QSCB - Initial Borrowing Resolution	2009	090555	12,000,000
Delinquent Tax Financing	2008	071100	4,075,000
2007 Unanticipated Expenditures	2008	071493	4,232,062
Judgement Funding	2008	080949	1,600,000
PDAF: Deposit to Debt Service Fund	2008	071100	9,075,000