

LRB-FISCAL REVIEW SECTION ANALYSIS

FINANCE AND PERSONNEL COMMITTEE

ITEM 10, FILE # 031680

MAY 19, 2004

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File # 031680 is a substitute resolution releasing a portion of the 2002 capital project appropriations held by prior Common Council resolution.

Background

1. This substitute resolution authorizes the release of portions of 2002 capital improvement projects for the Milwaukee Police Department (MPD) and the Milwaukee Public Library (MPL) deferred by Common Council resolution 011615 adopted on April 23, 2002 related to proposed reductions in state shared revenue payments.
2. The 2002 adopted budget provided for a total of \$2,175,000 for these projects.
3. The economic concerns related to the release of 2002 State Shared Revenue to the City of Milwaukee have been resolved with the city receiving its anticipated allocation.

Discussion

1. In light of proposed state shared revenue payments, the Common Council deferred certain capital projects in April of 2002 including \$2,175,000 for renovation needs at the MPD District Station #2 (constructed in 1953 with no major remodeling since) and the MPL Central Library.
2. To date, \$395,000 of the \$2,000,000 in funding appropriated in 2002 for the MPD District Station #2 has been expended. Significant improvements completed include roof repairs, electrical upgrades, heating, ventilation and air conditioning repairs as well as an overall remodeling study.
3. The release of \$565,000 in capital project funds for MPD District Station #2 will provide for renovation work to meet compliance with state of Wisconsin, Department of Justice requirements for juvenile detention, window and boiler replacement, generator installation and other necessary improvements. Remodeling work deferred includes reconfiguring the layout of the station and work areas as well as general updating for its 1950's construction.
4. MPL will receive \$175,000 (originally budgeted for a space needs and remodeling study, since cancelled, for the third floor) in 2002 retained funds to supplement \$500,000 in 2004 capital funding to remove and replace heating, ventilation and air conditioning equipment located above the *Rare Books Room*. The current equipment is leaking condensate and the replacement equipment will exceed the original estimate budgeted for 2004.

5. The \$175,000 for MPL and the \$565,000 for MPD will be debt-financed.

Fiscal Impact

1. The total amount of this resolution is \$740,000, to be expended from the 2002 Capital Improvements budget.
2. Upon approval of this resolution, \$1,040,000 will be retained for the MPD District Station #2 station renovation project.

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