

## **LRB – RESEARCH AND ANALYSIS SECTION ANALYSIS**

**FEBRUARY 22, 2007 AGENDA**

**ITEM 6, FILE 061313**

**FINANCE & PERSONNEL COMMITTEE**

**JAMES CARROLL**

File #061313 is a resolution relating to the carryover of 2006 authorization for general obligation and revenue based borrowing.

### **Background**

1. The Office of the Comptroller annually prepares a resolution pertaining to the carryover of general obligation and revenue based borrowing authorization.
2. On December 12, 2006, the Common Council adopted File #060991, a resolution relating to the carryover of 2006 authorization for general obligation and revenue based borrowing.
3. This resolution updates File #060991 which contained estimated amounts for borrowing.
4. File #061006 and 061007 authorizes the issuance of general obligation debt, and the authorizations are based upon the carryover of 2006 borrowing authorizations.

### **Discussion**

1. The Office of the Comptroller annually prepares a resolution pertaining to the carryover of general obligation and revenue based borrowing authorization.
2. This resolution provides that \$182,380,519 authorized for general obligation and revenue based borrowing in the 2006 Budget be carried over into 2007.
3. The 2006 Budget contains carryover and new authorization for general obligation and revenue based borrowing in the aggregate amount of \$771,199,610.
4. In 2006, the City issued general obligation and/or revenues based notes (other than for refunding purposes) in the aggregate amount of \$426,871,934.90
5. Of the \$771,199,610 in borrowing authorized in the 2006 Budget, \$161,947,156 is dropped because of statutory requirements or no anticipated future need. Of the \$161.9 million being dropped, \$59 million was authorized for revenue anticipation borrowing and approximately \$99 million was authorized for contingent borrowing.

6. This resolution also makes corresponding updates to borrowing resolutions 061006 and 061007. The update only affects the permitted purposes, and does not change the aggregate amount of debt that may be issued.

**Fiscal Impact**

The resolution facilitates and allows for actual borrowing at a later date. Specific debt service costs will not become known or incurred until actual sale(s) take place.

Cc:	Marianne Walsh Mike Daun Mark Nicolini W. Martin Morics Richard Li Craig Kammholz	Prepared by: Jim Carroll, X8679 LRB Fiscal Review February 19, 2007
-----	--	--