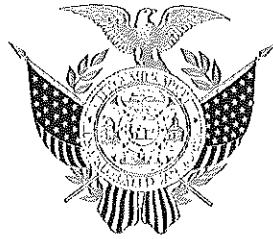


Aycha Sawa, CPA, CIA
Comptroller

Joshua Benson
Deputy Comptroller



Office of the Comptroller

Toni Biscobing
Special Deputy Comptroller

Rocklan Wruck, CPA
Special Deputy Comptroller

May 22, 2020

To the Honorable
The Common Council
Milwaukee, Wisconsin 53202

RE: Introduction of one Resolution Relating to Expenditure of Funds
to be Reimbursed by Greater Than Anticipated Revenue
(Debt Service Fund-Principal Expenditure)

Dear Council Members:

We are submitting the attached resolution for introduction at the May 27, 2020 Common Council meeting. This resolution is needed to increase the 2019 appropriations for the Debt Service Fund-Bonded Debt Principal. Revenue Anticipation Notes, Series 2019 R2 and the 2019 N8,N9,T10 Line of Credit Notes were issued on an interim basis for the purpose of financing the City's and Schools operating budgets in anticipation of the receipt of State shared revenue payments and school State Aid Payments. Operating transfers (revenues) of \$125,000,000 from the General Fund in 2019 were greater than anticipated and will offset the principal paid in the Debt Service Fund on these debt issues.

This resolution is recommended for adoption.

Sincerely,

A handwritten signature in black ink, appearing to read "Aycha Sawa".

Aycha Sawa
Comptroller

AS: pn:

Attachments:
1 resolutions
1 fiscal notes

...Number

...Version

ORIGINAL

...Reference

...Sponsor

...Title

Resolution relating to expenditure of funds to be reimbursed by greater than anticipated revenue. (Debt Service Fund-Bonded Debt - principal)

...Analysis

This resolution provides additional appropriation for the payment of principal on general obligation debt financed from the General Fund as an operating transfer. Revenue Anticipation Notes Series 2019 R2 and 2019 N8, N9, T10 Line of Credit Notes were issued for the purpose of financing the City's operating budgets on an interim basis in anticipation of the receipt of State shared revenue.

..Body

Whereas, The City of Milwaukee issued Revenue Anticipation Notes Series 2019 R2 and 2019 N8, N9, T10 Line of Credit to finance the City's operating budgets on an interim basis in anticipation of the receipt of State shared revenue in the General Fund; and,

Whereas, the General Fund has received State shared revenues and recorded an operating transfer out of the General Fund equal to the principal due on the debt; and,

Whereas, Generally Accepted Accounting Principles require that General Obligation Debt be recorded in the Debt Service Fund, with an operating transfer from the General Fund; and

Whereas, The Comptroller has certified greater than anticipated revenue in the amount of \$125,000,000.00 from State shared revenue, pursuant to s. 304-91; and

Pursuant to s. 304-91, I hereby certify that the money required for this is anticipated to be realized on or before 12/31/2019 and to be expended only for the purpose in this resolution.

Comptroller

Date

; now, therefore, be it

Resolved, That up to \$125,000,000.00 is appropriated to the Debt Service Fund, Bonded Debt (principal) account 0210-2110-006610-0001-R999-2019; and, be it

Further Resolved, That the Comptroller is authorized to expend these funds for the payment of principal on the debt; and be it

Further Resolved, That the Comptroller is authorized and directed to establish the necessary accounts and accounting procedures to carry out the intent of this resolution.

..Requestor

CITY COMPTROLLER

..Drafter

CITY COMPTROLLER

AS:pn:

05-22-2020



City of Milwaukee Fiscal Impact Statement

A Date 5/22/2020 File Number _____ Original Substitute

Subject Resolution relative to expenditure of funds to be reimbursed by greater than anticipated revenue (Debt Service Fund)

B Submitted By (Name/Title/Dept./Ext.) Pamela Nash, Accounting Supervisor, Comptroller Office, #8225

C This File

- Increases or decreases previously authorized expenditures.
- Suspends expenditure authority.
- Increases or decreases city services.
- Authorizes a department to administer a program affecting the city's fiscal liability.
- Increases or decreases revenue.
- Requests an amendment to the salary or positions ordinance.
- Authorizes borrowing and related debt service.
- Authorizes contingent borrowing (authority only).
- Authorizes the expenditure of funds not authorized in adopted City Budget.

D Charge To

- Department Account
- Capital Projects Fund
- Debt Service
- Other (Specify) _____
- Contingent Fund
- Special Purpose Accounts
- Grant & Aid Accounts

E

Purpose	Specify Type/Use	Expenditure	Revenue
Salaries/Wages		\$0.00	\$0.00
		\$0.00	\$0.00
Supplies/Materials		\$0.00	\$0.00
		\$0.00	\$0.00
Equipment		\$0.00	\$0.00
		\$0.00	\$0.00
Services		\$0.00	\$0.00
		\$0.00	\$0.00
Other	Bonded Debt (Principal)	\$125,000,000.00	\$125,000,000.00
		\$0.00	\$0.00
TOTALS		\$125,000,000.00	\$125,000,000.00

F

Assumptions used in arriving at fiscal estimate. (1) Principal amount due on 2019 N8,N9,T10 Line of Credit, and Revenue Anticipation Notes, Series 2019 R2.

G

For expenditures and revenues which will occur on an annual basis over several years check the appropriate box below and then list each item and dollar amount separately.

1-3 Years 3-5 Years

1-3 Years 3-5 Years

1-3 Years 3-5 Years

H

List any costs not included in Sections D and E above.

I

Additional information.

J

This Note Was requested by committee chair.