

LRB – FISCAL REVIEW SECTION ANALYSIS

JUDICIARY & LEGISLATION COMMITTEE

ITEM 3, FILE 030883

OCTOBER 27, 2003

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File #030883 is a resolution authorizing the cancellation of the amount over-billed on invoices due from Union Pacific Railroad for the years 2000 and 2001 by the Port of Milwaukee.

Background and Discussion

1. This resolution authorizes the cancellation of the over-billed amounts on 76 invoices billed to Union Pacific Railroad (UP Rail) during 2000 and 2001 by the Port of Milwaukee.
2. The Port is responsible for maintaining the railroad tracks on Jones Island used by UP Rail and Canadian Pacific Railroad (CP Rail). Through agreements with UP Rail and CP Rail, maintenance and repair costs are billed to the companies according to the percentage of use by each company.
3. Due to incomplete rail car information provided, UP Rail was over-billed during 2000 and 2001 by \$82,513.
4. Through a joint meeting with both companies, the Port has received the correct rail car count. With this new information, the maintenance and repair costs were adjusted, rebilled and paid.
5. As a result, 76 invoices billed to UP Rail for \$82,513 can be cancelled.
6. Both companies have agreed to provide rail car information in a timely manner. The Port is scheduled to bill both companies on a quarterly basis.

Fiscal Impact

1. This resolution authorizes the cancellation of 76 invoices billed to Up Rail for \$82,513.

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