CITY OF MILWAUKEE FISCAL NOTE

CC-170 (REV.6/86)

A) DATE: June 2, 2003

FILE NUMBER: 030301

Original Fiscal Note [X] Substitute [ ]

SUBJECT: Resolution authorizing issuance of short-term promissory notes under sec. 67.12(1), Stats., for the purpose of financing the operating budget of the Milwaukee Public Schools on an interim basis.

B) SUBMITTED BY (name/title/dept./ext.): Richard Li, Public Debt Specialist, Public Debt Commission   x 2319

C) CHECK ONE:	[X]	ADOPTION OF THIS FILE AUTHORIZES EXPENDITURES.
		ADOPTION OF THIS FILE DOES NOT AUTHORIZE EXPENDITURES; FURTHER COMMON COUNCIL ACTION NEEDED. LIST ANTICIPATED COSTS IN SECTION G BELOW.
		NOT APPLICABLE/NO FISCAL IMPACT.

D) CHARGE TO:
[ ] DEPARTMENTAL ACCOUNT (DA)   CONTINGENT FUND (CF)
CAPITAL PROJECTS FUND (CPF)   SPECIAL PURPOSE ACCOUNTS (SPA)
PERM. IMPROVEMENT FUNDS (PIF)   GRANT & AID ACCOUNTS (G & AA)
X   OTHER (SPECIFY)   Debt Service

E) PURPOSE	SPECIFY TYPE/USE	ACCOUNT	EXPENDITURE	REVENUE	SAVINGS
SALARIES/WAGES:					
SUPPLIES:					
MATERIALS:					
NEW EQUIPMENT:					
EQUIPMENT REPAIR:					
OTHER:	Debt Service – Interest on RAN		1,660,000		
	General Fund – Interest Earnings			500,000	
	Issuance Expenses		158,000	158,000	
TOTALS					

F) 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.**

[x] 1-3 YEARS	[ ] 3-5 YEARS	2003: Issuance Expenses, ½ Interest earnings. 2004: Remaining expenditures
[ ] 1-3 YEARS	[ ] 3-5 YEARS	
[ ] 1-3 YEARS	[ ] 3-5 YEARS	

G) LIST ANY ANTICIPATED FUTURE COSTS THIS PROJECT WILL REQUIRE FOR COMPLETION:

H) COMPUTATION USED IN ARRIVING AT FISCAL ESTIMATE:

$133,000,000 RAN issue at 1.25% interest rate for 1 year.

1.00% interest rate on additional General Fund Balances (average balance of ½ RAN issue during same period).

Cost of issuance at $1.00/bond plus $25,000. Amount Reimbursed by MPS.

Known as 2003 MPS RAN

PLEASE LIST ANY COMMENTS ON REVERSE SIDE AND CHECK HERE   [ ]