



Department of Public Works  
Infrastructure Services Division

**Jeffrey J. Mantes**  
Commissioner of Public Works

**James P. Purko**  
Director of Operations

**Jeffrey S. Polenske**  
City Engineer

June 25, 2009

To the Honorable, the Common Council

Subject: Review of the Financial Condition of  
the Sewerage System

Dear Council Members:

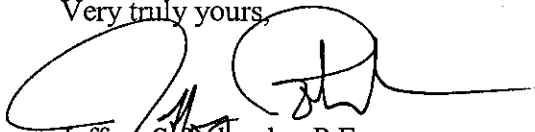
The Department of Public Works is submitting a "Statement of Mid-Year Review for Financial Condition" of the Sewer Maintenance Fund as required by the Sewerage System Revenue Bonds Master Resolution Article VIII, section 8.02 adopted August 2001, and the second lien resolution, section 11, adopted by the City of Milwaukee on June 20, 2006.

The analysis covers the current year 2009 and the proposed budget for 2010. The data for the current year covers actual revenue and actual expenditures through May, plus an estimate for revenue and expenditures through the end of the current year. The 2010 cost to continue budget was used for the projected year 2010.


The estimated debt service coverage of 6.43 for 2009 and 6.86 for 2010 exceeds the minimum requirement of 1.20 for the senior bonds. The estimated debt service coverage of 8.76 for 2009 and 5.51 for 2010 exceeds the requirement of 1.20 for second lien debt.

If you have any questions regarding this report, please do not hesitate to contact the City Engineer at 286-2400.

Very truly yours,



Jeffrey S. Polenske, P.E.  
City Engineer



Jeffrey J. Mantes  
Commissioner of Public Works

*CAW*  
*MJ*  
MJ:amh

c: Mr. W. Martin Morics  
Mr. Mark Nicolini  
Mr. Martín Aquino  
Ms. Shirley Kruge

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