



Legislation Details (With Text)

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Title: Resolution approving Tax Incremental District 19 (Campus Circle) loan repayment accounting treatment.

Sponsors: THE CHAIR

Indexes: DEBT SERVICE FUNDS, TAX INCREMENTAL DISTRICTS, TAX INCREMENTAL FINANCING

Attachments:

Date	Ver.	Action By	Action	Result	Tally
9/7/1999	0	COMMON COUNCIL	ASSIGNED TO		
9/13/1999	0	ZONING, NEIGHBORHOODS & DEVELOPMENT COMMITTEE	HEARING NOTICES SENT		
9/22/1999	0	ZONING, NEIGHBORHOODS & DEVELOPMENT COMMITTEE	RECOMMENDED FOR ADOPTION	Pass	4:0
9/28/1999	0	COMMON COUNCIL	ADOPTED	Pass	14:0
10/8/1999	0	MAYOR	SIGNED		

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THE CHAIR

Resolution approving Tax Incremental District 19 (Campus Circle) loan repayment accounting treatment.

-Analysis-

This resolution designates that a loan repayment of \$4,786,425.37 to the City of Milwaukee related to TID 19 (Marquette Circle) be deposited in the City's General Obligation (GO) Debt Service Fund to offset City GO debt service costs incurred for this purpose.

WHEREAS, The City of Milwaukee granted the Redevelopment Authority of the City of Milwaukee (RACM) a \$6,150,000 grant for the purposes of assisting Marquette University in its development of the Marquette Campus Circle project; and

WHEREAS, RACM subsequently provided the above noted funds as a grant to the Milwaukee Economic Development Corporation (MEDC) for the purpose of funding various aspects of the Marquette Campus Circle Project; and

WHEREAS, MEDC subsequently provided a \$4,170,000 loan to Hilltop Enterprises, Inc. (Hilltop), a non-profit corporation established by Marquette University to finance and manage the construction and operation of a specified commercial development on its campus; and

WHEREAS, The Development Loan Agreement between MEDC and Hilltop allowed prepayment of any outstanding loan balance at any time without penalty; and

WHEREAS, The outstanding Hilltop loan balance on May 21, 1999 totaled \$ 4,170,000.00; and

WHEREAS, Hilltop made a full repayment of the loan on May 21, 1999; and

WHEREAS, Consistent with Wisconsin State Statutes Chapter 66.45 (2)(f) 1, all repayments of this loan are to be considered TID #19 program revenue to offset or "diminish" the cost of this TID until its closure; and now therefore be it

RESOLVED, That the entire Hilltop loan prepayment of \$4,786,425.37 representing \$ 4,170,000.00 for repayment of outstanding principal and \$616,425.37 for repayment of unpaid interest be directed to be applied to the City General Operation Debt Service Fund for the purpose of offsetting eligible TID costs in the form of City principal and interest payments for general operation debt previously issued for TID 19 purposes.

Comptroller
MJD:RS:glk
8/4/99
REF: PD4788W.DOC