



## Fiscal Estimate Narratives

DOR 3/2/2009

LRB Number	09-0797/1	Introduction Number	AB-0033	Estimate Type	Original
<b>Description</b> Technical changes that affect the public debt amortization fund of a first class city.					

### Assumptions Used in Arriving at Fiscal Estimate

State law requires a first class city (currently, only the City of Milwaukee) to establish a public debt amortization fund, to be operated as a segregated fund, to assist in the management of the city's general obligation debt. The fund is managed by a public debt commission.

The bill makes three technical changes to the state statutes under which the public debt amortization fund is created, as follows: (1) The date by which the secretary of the public debt commission must make an annual report on fund operations to the common council is changed from January 15 to September 30. (2) The permissible investments for monies in the fund is expanded to include city notes and other city securities. (3) The permissible expenditures from the fund is expanded to include interest and principal payments on city general obligation bonds without regard to the maturity dates of the debt.

The bill is not expected to have a significant effect on the operation of Milwaukee's public debt amortization fund. The bill will therefore not have a significant effect on the city's property tax levy.

### Long-Range Fiscal Implications