

ADOPTED 2005 BUDGET

DEPT: STATE TRUST FUND LOAN PROGRAM

UNIT NO. 1960
FUND: General - 0001

OPERATING AUTHORITY & PURPOSE

Pursuant to the provisions of Section 59.51(2) of the Wisconsin Statutes, the County Board may represent the County and have the management of the business

and concerns of the County in all cases where no other provision is made.

BUDGET SUMMARY			
	2003 <u>Actual</u>	2004 <u>Budget</u>	2005 <u>Budget</u>
State Trust Fund	\$ 0	\$ 145,000	\$ 0

This non-departmental budget was established to finance the first payment to the State Trust Fund Loan Program. The State Trust Fund Loan Program was utilized to finance \$539,524 in various Countywide capitalized equipment as part of the 2004 Adopted Capital Improvements Budget.

The State Trust Fund Loan Program, overseen by the State of Wisconsin Board of Commissioners of Public Lands, provides loans to towns, villages, cities, counties and school districts for buildings, roads, sewer and water facilities, equipment, recreation facilities, industrial development or other public purposes.

A list of the capitalized equipment being purchased can be found in the 2004 Adopted Capital Improvements Budget under capital project WO040 - State Trust Fund Loan Program.

Interest rates for the loans are established by the Board of Commissioners and once a loan is approved, the interest rate is set for the duration of the loan. The estimated interest rate is 2.75 percent for a term of five years. The loan represents a current obligation debt of Milwaukee County and is payable annually.

Once a formal loan application is submitted to the Board of Commissioners of Public Lands identifying the capitalized equipment to be purchased, there can be no alterations to the equipment that is ultimately purchased by Milwaukee County.

The County has been approved for the loan and is in the process of purchasing the equipment. The loan payment is considered a debt obligation of the County and the estimated 2005 payment of \$145,000 has been budgeted in Org. 9960 – General Debt Service Fund. Therefore, Org. 1960 – State Trust Fund Loan Program is no longer needed.