

## **LRB – RESEARCH AND ANALYSIS SECTION ANALYSIS**

**APRIL 4, 2008 AGENDA**

**ITEM 8, FILE 071570**

**FINANCE & PERSONNEL COMMITTEE**

**JAMES CARROLL**

File #071570 is a substitute resolution rescinding reserved commitments and appropriating funds from the 2007 Common Council Contingent Fund for the purpose of closing the 2007 financial books due to unanticipated shortfalls in current year operating expenses.

### **Background**

1. The 2007 Budget provided \$5.5 million for the 2007 Common Council Contingent Fund.
2. On March 18, 2007, the Common Council adopted File #071278 authorizing the transfer of up to \$5,212,209.74 from the 2007 Common Council Contingent Fund to supplement expenditures in various departments' accounts. With the adoption of the resolution, it was anticipated that the entire funding (\$5.5 million) provided for in the 2007 Common Council Contingent Fund would be depleted.
3. Since the adoption of Common Council File #071278, additional 2007 adjustments and accruals occurred.

### **Discussion**

1. To account for the accruals and adjustments that occurred after the approval of Common Council Contingent Fund File #071278, this resolution rescinds previously reserved commitments and appropriations, and directs transfers from the 2007 Common Contingent Fund.
2. This resolution rescinds Common Council File #070241 reserving \$25,000 from the 2007 Common Council Contingent Fund for an Employee's Retirement System Group Life Insurance consultant and from Common Council File #071278 the authorization to transfer up to \$1,082.55 to the 2007 Remissions of Taxes SPA.
3. This resolution also rescinds from Common Council File #071278, \$441,476.57 appropriated from the 2007 Common Council Contingent Fund for 2007 DPW snow and ice control operations and authorizes the transfer of up to \$440,675.46 for the same purpose
4. This resolution also authorizes the following transfers from the 2007 Contingent fund (all amounts are up to):
  - \$1,557.95 to the Department of Administration's Operating Expenditure Account.
  - \$3.00 to the Department of Employee Relations' Unemployment Compensation SPA.

- \$197.00 to the Department of Employee Relations' Operating Expenditure Account.
- \$3,140.72 to the Fire Department's Operating Expenditure Account.
- \$1,278.25 to the Police Department's Operating Expenditure Account.
- \$500.00 to the DPW's Infrastructure Operating Expenditure Account.

**Fiscal Impact**

With the adoption of this resolution, it is anticipated that the entire funding (\$5.5 million) provided for in the 2007 Common Council Contingent Fund will be depleted.

Prepared by  
Jim Carroll, X8679  
Research & Analysis  
April 3, 2008

LRB