

Reply to Common Council File No. 021475  
From DOA-Budget and Management Division

February 3, 2003

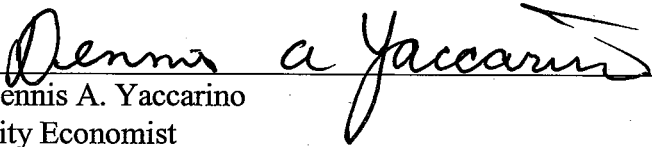
Ref: 03032

Common Council file 021475 contains a resolution appropriating \$221,302 from the 2002 Common Council contingent fund for payment of basic plan health care expenses.

There was \$26.6 million appropriated in 2002 for employee health care costs associated with the basic plan after consideration of any fund transfers. Actual year end 2002 costs total approximately \$26.8 million for the basic plan. The department has transferred all other health care funding available in the health care account into the claims account. With no other funding available, the department is seeking a contingent fund appropriation.

Based on information from the department, the request for \$221,302 from the contingent fund can be reduced to \$195,000. We suggest amending the resolution accordingly.

**RECOMMENDATION: AMEND COMMON COUNCIL RESOLUTION 021475  
FROM \$221, 302 TO \$195,000 FROM THE 2002 COMMON COUNCIL  
CONTINGENT FUND FOR HEALTH CARE BASIC CLAIMS COSTS AND  
ADOPT THE AMENDED RESOLUTION.**

  
Dennis A. Yaccarino  
City Economist

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