

Reply to Common Council File No. 070702
From DOA-Budget and Management Division

October 12, 2007

Ref: 07005

Common Council File 070702 contains a resolution amending the Intergovernmental Cooperation Agreement between the City and the Employees' Retirement System and the Annuity and Pension Board for indirect service charges.

ERS recently moved from City Hall 6th floor offices to leased space at 789 N. Water St., Suite 300 to consolidate its administrative, customer service and information technology sections in one space. IT had occupied leased space in another commercial building during the MERITS pension information management system development and implementation.

The indirect rate is revised from 9.2% to 4.2% effective July 1, 2007, as a result of ERS's move from City Hall. This results in a decrease in indirect cost recovery of about \$39,300 in 2007.

RECOMMENDATION: ADOPT THE RESOLUTION INCLUDED IN THIS FILE APPROVING AN AMENDMENT TO THE INTERGOVERNMENTAL COOPERATION AGREEMENT BETWEEN THE CITY AND ERS AND THE ANNUITY AND PENSION BOARD.

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JJL:

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