

Reply to Common Council File No. 041645
From DOA-Budget and Management Division

April 4, 2005

Ref: 04009

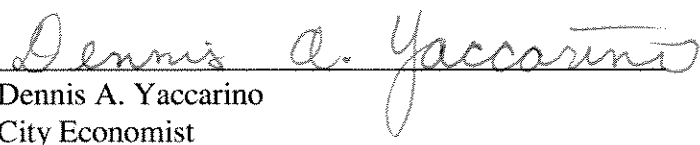
Common Council File 041645 contains a resolution appropriating \$2.9 million from the 2004 Common Council Contingent Fund for the purpose of closing the 2004 financial books. This appropriation will use the remaining funding in the Contingent Fund for 2004.

There are several benefits of this resolution.

1. No need for 2004 operating borrowing.
2. Does not rely on the use of any 2005 Contingent Funds.
3. Resolves all 2004 health care benefit accrual issues.
4. Uses intra-departmental transfers and the Wages Supplement Funds.

The \$2.9 million in appropriation provides funding to the Department of City Development (\$3,275), the Election Commission (\$372,613), SPA-Health Care (\$1,721,836), SPA-Workers' Compensation (\$384,474) and the Police Department (\$404,431).

RECOMMENDATION: ADOPT COMMON COUNCIL RESOLUTION 041645 SUBSTITUTE 1 THAT APPROPRIATES \$2.9 MILLION FROM THE 2004 COMMON COUNCIL CONTINGENT FUND FOR THE PURPOSE OF CLOSING THE CITY'S 2004 FINANCIAL BOOKS.


Dennis A. Yaccarino
City Economist

DY:dmr

FINANCE: 041645sr.doc