

December 10, 2003

Ref: SF, Pensions

Common Council
City of Milwaukee

Subject: Introduction of Pension File Related to the Employer's Reserve Fund

Dear Honorable Members:

I have attached two resolutions that relate to a deposit and withdraw from the Employer's Reserve Fund for pensions for introduction.

The first resolution deposits the funding allocated in the 2003 and 2004 budget from the general fund into the Employer's Reserve Fund in the Employees' Retirement System.

The second resolution withdraws \$1 million from the Employer's Reserve Fund to assist the city in payment of its annual annuity payment that is based on the employee's contribution paid by the city. This will allow the city to use these funds to offset an anticipated \$1 million shortage in the annuity account caused by labor settlements. Normally, wages supplement funds would be used for this purpose but problems with Police overtime funding have forced the city to find other funding sources.

If you have any questions, please contact Dennis Yaccarino of my staff. He can be reached at extension 8552.

Sincerely,

Joseph J. Czarnecki
Budget and Management Director

DY:dmr
Attachments

Type Addressee Here

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Date

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