

Reply to Common Council File No. 050573  
From DOA-Budget and Management Division

September 19, 2005

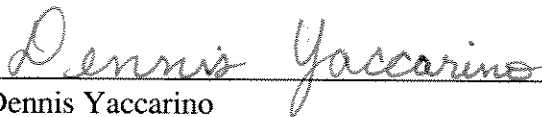
Ref: 05009

Common Council File 050573 contains a resolution appropriating \$920,000 from the 2005 Common Council Contingent Fund to the Workers' Compensation Special Purpose Account.

The latest estimate has the shortfall decreasing to \$800,000. It appears that there was an unusual temporary increase in costs that was experienced prior to June. Costs have returned to a more normal level since that time. At this time, the cause of the problem is not known.

Because there is some uncertainty as to the final amount needed from the Common Council Contingent Fund, the resolution requests an amount not to exceed.

**RECOMMENDATION: AMEND COMMON COUNCIL RESOLUTION  
050573 TO PROVIDE AN AMOUNT NOT TO EXCEED \$800,000 FROM  
THE COMMON COUNCIL CONTINGENT FUND TO THE WORKERS'  
COMPENSATION SPECIAL PURPOSE ACCOUNT.**

  
\_\_\_\_\_  
Dennis Yaccarino  
City Economist

DY:dmr

FINANCE:050573sr.doc