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Office of the Comptroller

July 23, 2010

Ref: Pay Admin

The Honorable Common Council
Committee on Finance & Personnel
City of Milwaukee

Dear Committee Members:

Re: Common Council File No. 081273

I have reviewed the fiscal note in the above file, which reports the impact of the wage agreement prepared by the Labor Negotiator for the Milwaukee Police Supervisors' Organization. The total incremental costs as developed by my staff for the 2007-2009 agreement by category are:

| | <u>Year 1</u> | <u>Year 2</u> | <u>Year 3</u> |
|--|-------------------|--------------------|--------------------|
| Salaries – Base pay | \$ 597,400 | \$1,264,110 | \$1,929,080 |
| Salary Rollups – Workers' Comp, Unemploy. Comp, Terminal Leave, Overtime, and Group Life | 161,393 | 287,741 | 331,925 |
| Pension & FICA | 46,678 | 98,771 | 150,728 |
| Health Ins. Savings | --- | --- | (21,900) |
| Total Contract Costs: | \$ 805,471 | \$1,650,622 | \$2,389,833 |

While we have reviewed all of the items, the Labor Negotiator's pension costs were developed by an actuary. We are not in a position to recompute these figures, as we do not have the appropriate database. We have found the balance of the figures in the note to be reasonable. The figures developed by the Labor Negotiator are adequate for use in the file.

Very truly yours,

W. MARTIN MORICS
Comptroller

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c: Labor Relations
Deferred Comp
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