

LRB-FISCAL REVIEW SECTION ANALYSIS

FEBRUARY 5, 2002 AGENDA

ITEM 14, FILE 021469

FINANCE & PERSONNEL COMMITTEE

JAMES CARROLL

File #021469 is a resolution relating to expenditure of funds to be reimbursed by greater than anticipated revenue.

Background

1. The Reimbursable Service Advance Fund serves as a mechanism for advancing funds to City departments to pay for services and materials which will subsequently be reimbursed through non-tax-levy funding sources. Funds must be appropriated by Common Council resolution.

Discussion

1. In 2002, the Employee's Retirement System (ERS) had costs that were approximately \$1.1 million more than provided for in its 2002 budget.
2. The unanticipated costs were for the following items:
 - Investment Manager Fees approximately \$850,000
 - Custody Fees-approximately \$165,000
 - City Attorney costs- approximately \$119,000

Fiscal Impact

The resolution appropriates \$1.1 million from the Reimbursable Service Advance Fund and provides for the \$1.1 million reimbursement from the ERS for unanticipated costs in 2002.

cc: Marianne Walsh
W. Martin Morics
Anne Bahr
Katherine O'Sullivan

Prepared by: James Carroll, X8679
LRB-Fiscal Review
February 3, 2003