



## Request for City Council Committee Action From the Finance Department

Date: March 26, 2007  
To: Ways and Means Committee  
Referral to: None

### Subject:

Increase amount of professional services agreement C-21724 by \$100,000.

### Recommendation

- 1) Increase Professional Services Agreement No. C-21724 with Deloitte Consulting by \$100,000.

Previous Directives: Finance Department Master Contract C-21724 established  
5-01-05

Prepared or Submitted by Charles Elliott, Controller, 673.2621

Approved by: Patrick Born, City Finance Officer \_\_\_\_\_

Steven Bosacker, City Coordinator \_\_\_\_\_

Presenters in Committee: Charles Elliott

### Financial Impact (Check those that apply)

- No financial impact - or - Action is within current department budget.  
(If checked, go directly to Background/Supporting Information)
- Action requires an appropriation increase to the Capital Budget
- Action requires an appropriation increase to the Operating Budget
- Action provides increased revenue for appropriation increase
- Action requires use of contingency or reserves
- Other financial impact (Explain):
- Request provided to the Budget Office when provided to the Committee Coordinator

### Community Impact (use any categories that apply)

- Not applicable

### Background/Supporting Information:

The reasons for the increase in this contract from \$225,000 to \$325,000, is to support the City's pension reform agenda in the 2007 legislature and other actuarial work.

The City proposed legislation in 2007 to eliminate prepayment of obligations related to the MERF pension plan. In addition, the Minneapolis Police Relief Association (MPRA) has requested from the Legislature a change to its mortality table this session, which would negatively impact the City's General Fund. Actuarial analysis is needed to evaluate these and other proposals and project City costs related to its pension obligations.

Additionally, Deloitte will continue performing Governmental Accounting Standards Board (GASB) required actuarial work in the City's Self-Insurance Fund.