

IMPACT STATEMENT

Legislation title: *Amend contract with Milliman, Inc. to extend the contract term for four years and increase the Agreement for PTE Services for the Fire and Police Disability and Retirement (FPDR) by \$325,000 for a not-to-exceed contractual total of \$575,000. (Ordinance; amend Contract No. 30003232)

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Purpose of proposed legislation and background information:

Milliman provides biannual plan valuations and tax levy adequacy analyses, annual accounting schedules, plan experience studies, domestic relations order calculations, and other general actuarial consultation and advisory services for FPDR. Their current contract is for the period July 1, 2013 to March 31, 2017. FPDR wishes to extend their contract through March 31, 2021 for an additional \$325,000. This is the first contract extension.

Financial and budgetary impacts:

The not-to-exceed amount for the four-year contract extension is \$325,000, which is a \$75,000 increase over the current \$250,000 contract. The additional expense derives from 1) increased fees for the biannual valuation and annual audit schedules 2) a larger budget for domestic relations orders and ad-hoc analyses, which are variable and difficult to predict and 3) the fact that the contract extension period is three months longer than the current contract period, which will require funding for a fourth set of audit schedules. Funds are budgeted and available in FPDR's FY 2017-18 budget, and were included in FPDR's FYE18-22 five-year forecast.

Community impacts and community involvement:

None

Budgetary Impact Worksheet

Does this action change appropriations?

- YES: Please complete the information below.
- NO: Skip this section

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Sponsored Program	Amount