

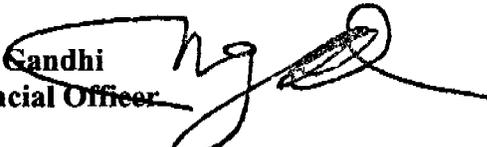
GOVERNMENT OF THE DISTRICT OF COLUMBIA  
Office of the Chief Financial Officer



Natwar M. Gandhi  
Chief Financial Officer

**MEMORANDUM**

**TO:** The Honorable Linda W. Cropp  
Chairman, Council of the District of Columbia

**FROM:** Natwar M. Gandhi   
Chief Financial Officer

**DATE:** SEP 22 2006

**SUBJECT:** Fiscal Impact Statement: "Contract Number CFOPD-05-C-058A  
Approval and Payment Authorization Emergency Declaration  
Resolution of 2006"

**REFERENCE:** Draft Legislation to be Introduced – No Number Available

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**Conclusion**

Funds are sufficient in the FY 2007 through FY 2010 budget and financial plan as agreed to by the Mayor and the Council of the District of Columbia to implement the proposed legislation. No additional resources will be required.

**Background**

The proposed resolution would approve and authorize payment to Merrill Lynch Investment Managers, L.P. The purpose of this contract is to provide investment management services for the Annuitants' Health and Life Insurance Employer Contribution Trust Fund. The Fund pays the District's contribution for retiree health and life insurance. Terms of the contract have a base period of 5 years and 4 option years not to exceed 9 total years. The five-year cost is approximately \$1.11 million.

**Financial Plan Impact**

Funds are sufficient in the FY 2007 through FY 2010 budget and financial plan as agreed to by the Mayor and the Council. No additional staff or resources will be required.