

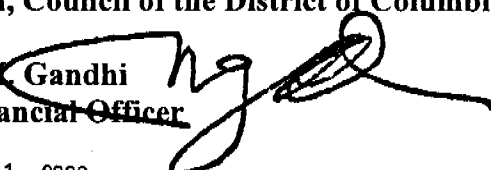
**Government of the District of Columbia
Office of the Chief Financial Officer**



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: MAY 31 2006

SUBJECT: Fiscal Impact Statement: "University of the District of Columbia Non-Faculty, Non-Union Educational Service Employees Compensation System Changes Approval Resolution of 2006"

REFERENCE: Draft Approval Resolution -- No Number Available

Conclusion

Funds are sufficient in the FY 2006 budget and the proposed FY 2007 through FY 2010 budget and financial plan to implement the provisions of the proposed approval resolution. No additional resources will be required to implement the proposed compensation agreement.

Background

The proposed legislation would approve a 3.5 percent Cost of Living Adjustment (COLA) approved by the Board of Trustees of the University of the District of Columbia (UDC). The compensation increases would affect 435 non-faculty, non-union educational service employees at the UDC. An increase of 3.5 percent to base wages retroactive to July 1, 2005 will be reflected in the proposed salary schedule.

Financial Plan Impact

Funds are sufficient in the FY 2006 budget and the proposed FY 2007 through FY 2010 budget and financial plan to implement the provisions of the proposed resolution.

The table in Figure 1 presents the local personnel services costs¹ associated with implementing the proposed compensation agreement.

Figure 1.

Expenditure Impact to the Financial Plan (\$ in millions)					
FY 2006	FY 2007	FY 2008	FY 2009	FY 2010	5 -Year Total
\$1.07	\$0.88	\$0.92	\$0.95	\$0.98	\$4.80

The Chief Financial Officer's legislative fiscal analysis is prepared by the Special Projects and Fiscal Analysis Administration in the Office of Research and Analysis. Contact us at 441 4th Street, NW, Suite 400S, Washington D.C., 20001 or view our work on-line at <http://cfo.dc.gov>.

¹ Figures include salary and benefits.