

AGENDA ITEM SUMMARY

City Council



STAFF

Joe Wimmer, Senior Financial Analyst
Jim Byrne, Director Emergency Preparedness & Security
Travis Storin, Chief Financial Officer

SUBJECT

First Reading of Ordinance No. 176, 2024, Making a Supplemental Appropriation of Additional Revenue and Appropriating Prior Year Reserves in the Self Insurance Fund for Unanticipated Insurance Expenses.

EXECUTIVE SUMMARY

The purpose of this item is to request additional appropriation of \$462,711 in the City's Self Insurance Fund to be used for unanticipated increases in fourth quarter insurance premiums and various forecasted claim payments.

STAFF RECOMMENDATION

Staff recommends adoption of the Ordinance on First Reading.

BACKGROUND / DISCUSSION

City insurance premiums and claim settlements are projected to exceed the 2024 budget within the Self Insurance Fund. 2024 Fund revenues in the amount of \$307,152, and prior year reserves of \$155,559 are available for appropriation to cover excess insurance expenses. Self Insurance Fund reserves exceed the City's target reserve level, and surplus revenues are not needed to contribute to fund balance at year end.

CITY FINANCIAL IMPACTS

This Ordinance will appropriate \$462,711 for Self Insurance Fund expenses in 2024, including \$307,152 in unanticipated current year revenues and \$155,559 in prior year reserves.

Fund reserves are projected to end the year above the City's fund reserve target.

BOARD / COMMISSION / COMMITTEE RECOMMENDATION

None.

PUBLIC OUTREACH

None.

ATTACHMENTS

1. Ordinance for Consideration