

**CITY OF SHEBOYGAN
RESOLUTION 113-24-25**

BY ALDERPERSONS MITCHELL AND PERRELLA.

NOVEMBER 4, 2024.

A RESOLUTION authorizing the Finance Director to amend the 2024 budget and transfer fund balance from the Workers Compensation Insurance Fund to the Health Insurance Fund.

WHEREAS, the Workers Compensation Insurance Fund had an unrestricted net position balance on December 31, 2023 of \$3,176,803; and

WHEREAS, the Health Insurance Fund had an unrestricted net position balance on December 31, 2023 of \$5,836,757; and

WHEREAS, the current City financial policy requires 1.5 times the average claim amount to be available in unrestricted net position; and

WHEREAS, the current three-year average annual claim amount for the Workers Compensation Insurance Fund is \$205,433; and

WHEREAS, the current three-year average annual claim amount for the Health Insurance Fund is \$4,824,081; and

WHEREAS, there is an additional anticipated surplus in 2024 for the Workers Compensation Insurance Fund; and

WHEREAS, to assist with the shortfall in the required net position of the Health Insurance Fund amount, management believes it is in the City's best interest to transfer a portion of the Workers Compensation Insurance Fund unrestricted net position to the Health Insurance Fund.

NOW, THEREFORE, BE IT RESOLVED: That the Finance Director is hereby authorized to transfer funds in the amount of \$2,800,000 from the Workers Compensation Insurance Fund to Health Insurance Fund via the following budget amendment:

INCREASE:

Health Insurance Fund –Interfund Transfers In (Acct. No. 710-492000)	\$2,800,000
Health Insurance Fund – Health Insurance – Fund Equity Increase (Acct. No. 710144-599999)	\$2,800,000
Workers Compensation Fund –Fund Equity Applied (Acct. No. 712-493000)	\$2,800,000
Workers Compensation Fund – Workers Compensation – Interfund Transfers Out (Acct. No. 712144-811100)	\$2,800,000

PASSED AND ADOPTED BY THE CITY OF SHEBOYGAN COMMON COUNCIL

Presiding Officer

Attest

Ryan Sorenson, Mayor, City of
Sheboygan

Meredith DeBruin, City Clerk, City of
Sheboygan