CITY OF MERCED

Merced Civic Center
678 W. 18th Street
Merced, CA 95340

Legislation Details (With Text)

File #:	19-165	**Version:**	1	**Name:**	
Type:	Consent Item			**Status:**	Passed
File created:	3/22/2019			**In control:**	City Council/Public Finance and Economic Development Authority/Parking Authority/Successor Agency to the Redevelopment Agency
On agenda:	4/15/2019			**Final action:**	4/15/2019

Title: SUBJECT: Approval of Supplemental Budget Appropriation From the Unreserved, Unappropriated Fund Balance of the General Fund to Fund 666-Worker's Compensation in the Amount of $120,000 Due to Increased Activity in Worker's Compensation Claims in Fiscal Year 2018-19

REPORT IN BRIEF
Considers approving a supplemental budget appropriation from the Unreserved, Unappropriated Fund Balance of the General Fund to Fund 666-Worker's Compensation by $120,000. This adjustment is necessary due to higher than projected worker's compensation claims activity than what was originally budgeted in fiscal year 2018-2019.

RECOMMENDATION
City Council - Adopt a motion:

A. Approving a supplemental appropriation from the unreserved, unappropriated fund balance of the General Fund in the amount of $120,000, transferring to Fund 666-Worker's Compensation Fund, and appropriating the same in Fund 666; and,

B. Authorizing the Finance Officer to make the necessary budget adjustments.

Sponsors: Support Services Department, Rosa Winzer

Indexes:

Code sections:

Attachments:

Date	Ver.	Action By	Action	Result
4/15/2019	1	City Council/Public Finance and Economic Development Authority/Parking Authority/Successor Agency to the Redevelopment Agency	approved	Pass

Report Prepared by: Rosa M. Kindred-Winzer, Insurance Coordinator, Support Services Department

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AUTHORITY

Article XI - Fiscal Administration

CITY COUNCIL PRIORITIES

As provided for in the 2018-19 Adopted Budget

DISCUSSION

The City of Merced's Workers' Compensation program is a self-funded plan. During the annual budget process, the Support Services department works with the City Attorney's office to estimate the needs of existing claims and pending settlements to recommend funding for this program. During this fiscal year, the City has experienced higher than anticipated workers' compensation claims activity than what was originally budgeted in fiscal year 2018-2019.

Support Services is requesting a supplemental appropriation of $120,000 to cover the claims and payments needed for the administration of the City's self-insured worker's compensation plan. Prior to making this request, the department has depleted all prior year funding and contingency reserves in Fund 666 for payment of worker's compensation medical and permanent disability claims.

IMPACT ON CITY RESOURCES

A Supplemental appropriation in the amount of $120,000 is necessary to fund the City's self-insured worker's compensation plan during this fiscal year. The amount of $120,000 is being requested as a supplemental appropriation from the unreserved, unappropriated fund balance of the General Fund.

ATTACHMENTS

None.

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