

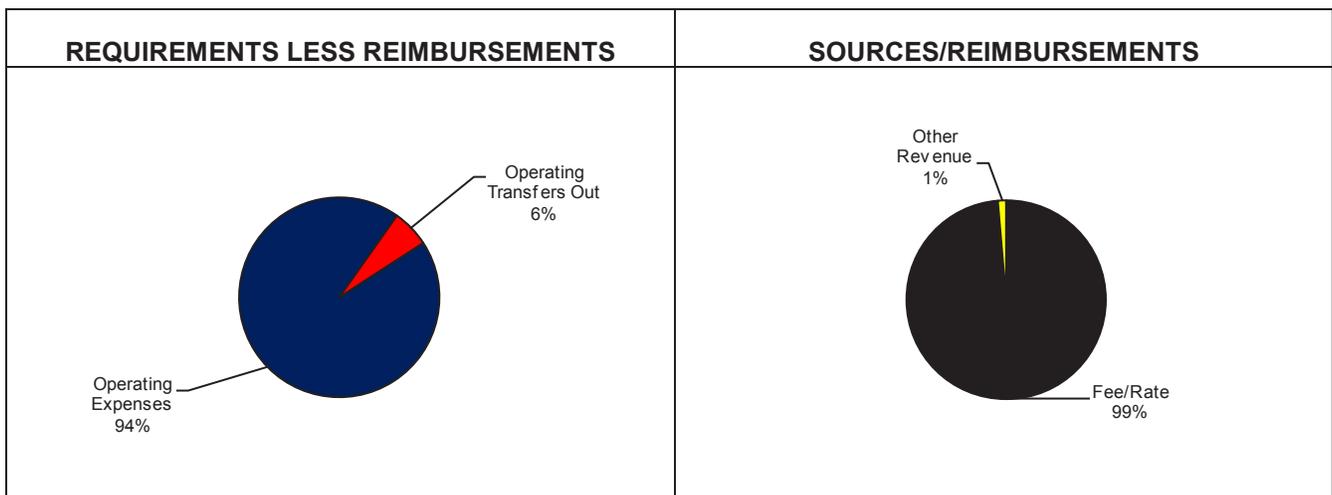
## Insurance Programs

### DESCRIPTION OF MAJOR SERVICES

Risk Management administers the County's self-insured workers' compensation, public liability, property conservation, safety and risk reduction programs and its insured programs. All programs are financed by charging general fund and non-general fund departments, as well as Board-Governed Special Districts and County Service Areas. Each is billed for its specific coverage for the cost to pay losses under the self-insured programs and the cost of insurance for the insured programs.

Budget at a Glance	
Requirements Less Reimbursements	\$100,188,045
Sources/Reimbursements	\$103,105,819
Use of / (Contribution To) Net Position**	(\$2,917,774)
Total Staff	0

### 2015-16 ADOPTED BUDGET



\*\*Contribution to Net Position appears as a negative number and increases Estimated Net Position Available



## ANALYSIS OF 2015-16 ADOPTED BUDGET

GROUP: Administration  
DEPARTMENT: Risk Management  
FUND: Insurance Programs

BUDGET UNIT: VARIOUS  
FUNCTION: General  
ACTIVITY: Other General

	2011-12 Actual	2012-13 Actual	2013-14 Actual	2014-15 Actual	2014-15 Final Budget	2015-16 Adopted Budget	Change From 2014-15 Final Budget
<b>Requirements</b>							
Staffing Expenses	0	0	0	0	0	0	0
Operating Expenses	67,173,901	62,512,745	68,403,173	63,043,339	90,928,627	94,056,831	3,128,204
Capital Expenditures	9,110	7,457	0	0	0	65,796	65,796
Total Exp Authority	67,183,011	62,520,202	68,403,173	63,043,339	90,928,627	94,122,627	3,194,000
Reimbursements	0	0	0	0	0	0	0
Total Appropriation	67,183,011	62,520,202	68,403,173	63,043,339	90,928,627	94,122,627	3,194,000
Operating Transfers Out	6,235,825	7,059,078	6,262,212	5,844,503	6,785,344	6,065,418	(719,926)
Total Requirements	73,418,836	69,579,280	74,665,385	68,887,842	97,713,971	100,188,045	2,474,074
<b>Sources</b>							
Taxes	0	0	0	0	0	0	0
Realignment	0	0	0	0	0	0	0
State, Fed or Gov't Aid	0	0	0	78,441	0	0	0
Fee/Rate	67,268,843	68,078,017	84,186,876	92,984,414	87,805,500	101,728,000	13,922,500
Other Revenue	2,334,747	3,075,228	3,786,298	562,131	2,451,767	1,377,819	(1,073,948)
Total Revenue	69,603,590	71,153,245	87,973,174	93,624,986	90,257,267	103,105,819	12,848,552
Operating Transfers In	0	(60,720,621)	0	428	0	0	0
Total Financing Sources	69,603,590	10,432,624	87,973,174	93,625,414	90,257,267	103,105,819	12,848,552
<b>Net Position</b>							
Use of/ (Contribution to) Net Position**	3,815,246	59,146,656	(13,307,789)	(24,737,572)	7,456,704	(2,917,774)	(10,374,478)
Est. Net Position Available					0	35,112,050	35,112,050
Total Net Position					7,456,704	32,194,276	24,737,572
Budgeted Staffing*	0	0	0	0	0	0	0

\*Data represents final budgeted staffing

\*\*Contribution to Net Position appears as a negative number and increases Estimated Net Position available

## MAJOR EXPENDITURES AND REVENUE IN 2015-16 ADOPTED BUDGET

Requirements of \$100.2 million include judgment and settlement costs, medical treatment and expenses, temporary disability and loss earnings, property insurance, and legal defense services.

Sources of \$103.1 million primarily include Board of Supervisor's approved premiums paid by departments, Board-Governed Special Districts, and County Service Areas.

## BUDGET CHANGES AND OPERATIONAL IMPACT

Requirements are increasing by \$2.5 million due to an increase in ongoing costly settlements and increased liability claim experience. Additionally, there are increased medical claims costs in workers' compensation.

Sources are increasing by \$12.8 million primarily due to additional premium allocations to the Law Enforcement Liability, General Liability, Auto Liability, and Workers' Compensation Programs to achieve the 80% confidence level of funding. It also includes a slight decrease in anticipated interest revenue and insurance recoveries.

## ANALYSIS OF NET POSITION

For 2015-16 the Department's insurance programs budget has an estimated net position available of \$35.1 million which includes a beginning net position of \$32.2 million, plus an anticipated contribution to net position of \$2.9 million. Net position supports the insurance programs in maintaining and reaching an 80% confidence level of funding as recommended by annual actuarial studies.



## STAFFING CHANGES AND OPERATIONAL IMPACT

There is no staffing associated with this budget unit. Staff that administers these programs are budgeted in Risk Management's Operations budget unit.

