

RISK MANAGEMENT: THREE YEAR FORECAST

REVENUES AND EXPENDITURES

DESCRIPTION

The Risk Management Fund was established in FY05 as an Internal Service Fund. Prior to this date, costs associated with this function were expended in the General Fund; because Risk Management provides services to all agencies, including education, across all funds, the budget is more properly captured within the Internal Service Fund Series. Resources for this fund are primarily provided by a transfer from the General Fund as well as interdepartmental charges from Public Utilities. Risk Management provides protection from accidental losses arising out of the County and Public Schools operations, including workers' compensation, automobile, property, and liability claims.

ASSUMPTIONS

- The majority of funding comes from a General Fund transfer which accounts for approximately 90.7% of total revenues.
 - A transfer from the General Fund totaling \$9,790,984 is anticipated for FY25, with an increase of \$1,030,000 projected for FY26 and \$1,020,000 for FY27 to minimize mid-year budget amendments.
- Public Utilities Charges are based on actual claims cost and a pro rata share of the insurance costs expended by the Department of Public Utilities in the Water and Sewer Enterprise Fund.
 - Projected billings for FY25 through FY27 are \$900,000 per year.
- While recovered costs – miscellaneous revenues of \$1,377,482 were received during FY23, revenues of \$100,000 will be anticipated in this area throughout the forecast period.
- Use of Money and Property represents interest on the certificate of deposit for self-insurance. While revenues of \$293,944 were received during FY23, there are no revenues anticipated in this area throughout the forecast period.
- In FY25, expenditures are budgeted at \$10,790,775. For FY26 and FY27, expenses are projected to total \$11,820,984 and \$12,840,984, respectively.

RISK MANAGEMENT FORECAST

	FY23 Actual	FY24 Original	FY25 Forecast	FY26 Forecast	FY27 Forecast
Revenues:					
Public Utilities Charges	\$ 723,041	\$ 900,000	\$ 900,000	\$ 900,000	\$ 900,000
Recovered Costs - Misc	1,377,482	100,000	100,000	100,000	100,000
Use of Money and Property	293,944	-	-	-	-
Total Revenues	\$ 2,394,468	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
 (To) From General Fund	 \$ 19,495,522	 \$ 9,619,234	 \$ 9,790,984	 \$ 10,820,984	 \$ 11,840,984
Total Resources	\$ 21,889,990	\$ 10,619,234	\$ 10,790,984	\$ 11,820,984	\$ 12,840,984
Expenditures:					
Risk Management	\$ 21,889,990	\$ 10,619,234	\$ 10,790,984	\$ 11,820,984	\$ 12,840,984
Total Expenditures	\$ 21,889,990	\$ 10,619,234	\$ 10,790,984	\$ 11,820,984	\$ 12,840,984
 Self-Insurance Reserve	 \$ 10,000,000	 \$ 10,000,000	 \$ 10,000,000	 \$ 10,000,000	 \$ 10,000,000