

SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA



FROM: Human Resources

SUBMITTAL DATE: March 26, 2003

SUBJECT: Budget Adjustment To Unemployment Insurance Internal Service Fund

RECOMMENDED MOTION: That the Board of Supervisors approve and direct the Auditor-Controller to increase appropriations in Unemployment Claims by \$600,000 as outlined in Attachment A.

BACKGROUND: Based on the last three quarters of claim history and projected claims for the fourth quarter of Fiscal Year 2002/03, the expected annual claims will exceed the budgeted appropriation. There are several contributing factors causing this increase in claim cost. One factor is the recent bill to increase the benefit dollars of claimants which will reach a maximum of \$430 a week by 2005. The previous benefit amount was \$230 per week and had been so for nearly a decade. Another factor has been the nearly \$150 million annual increase in covered payroll caused by adding over three thousand positions per year since FY 1999/00.

The appropriations budgeted for FY 02-03 were in line with the gradual increase in claims since FY 97-98. There are sufficient unrestricted net assets to pay for claims and no additional charges will be made to departments.

There are no costs associated with the recommended action.

Ronald W. Komers
Asst. County Executive Officer/
Human Resources Director

**REQUIRES
4/5 VOTE**

FINANCIAL DATA:

CURRENT YEAR COST: \$600,000
NET COUNTY COST: \$0
BUDGET ADJUSTMENT: YES
SOURCE OF FUNDS: Unemployment Insurance ISF

ANNUAL COST: \$1,913,000
IN CURRENT YEAR BUDGET: NO
FOR FY: 2002/2003

C.E.O. RECOMMENDATION:

APPROVE

COUNTY EXECUTIVE OFFICER SIGNATURE

Prev. Agn. Ref.

Dist.

AGENDA NO.

3.17

FISCAL PROCEDURES APPROVED
ROBERT E. BYRD, Auditor-Controller
BY Steve Wane 4/3/03
Deputy

Consent [X] Policy
 Consent [X] Policy

Department Recommendation:
Per Executive Office:

ATTACHMENT "A"

	Fund-Dept ID-Acct.	Account Description	Amount
Unemployment Insurance			
Increase Appropriation:	46080-1131100000-534400	Unemployment Claims	600,000
TOTAL			600,000
There is sufficient net assets in fund 46080 to cover increase in appropriation:			
Decrease Unrestricted Net Asset	46080-1131100000-380100	Unrestricted Net Asset	600,000