

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

147



FROM: Human Resources Department

SUBMITTAL DATE:
June 20, 2013

SUBJECT: Human Resources ISF - General Liability Fund

RECOMMENDED MOTION: That the Board of Supervisors approve and direct the Auditor-Controller to increase FY 2012/13 appropriation authority, increase estimated revenue and increase anticipated use of unrestricted net assets in the ISF - General Liability Fund as shown in Schedule "A", attached.

BACKGROUND: As a result of adverse development on claims paid from the County's General Liability Fund during the current fiscal year, it is necessary to increase FY 2012/13 appropriations within the ISF to meet the expected current year obligations. The adverse claims experience is primarily due to increased claims settled in the fourth quarter. The use of Unrestricted Net Assets in the current fiscal year will be partially offset by stop loss reimbursements to be received in FY 2013/14. The reduced General Liability ISF Rate based on a 55% confidence level requires the continued utilization of reserves to meet current claims obligations. Maintaining reserves below actuarially recommended levels will continue to have an adverse impact on future actuarial reports.

Barbara A. Olivier
Asst. County Executive Officer/Human Resources Director

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 13,200,000	In Current Year Budget:	No
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	Yes
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2012/13

SOURCE OF FUNDS: General Liability Fund Stop Loss Reimbursement and Unrestricted Net Assets

Positions To Be Deleted Per A-30	<input type="checkbox"/>
Requires 4/5 Vote	<input checked="" type="checkbox"/>

C.E.O. RECOMMENDATION:

APPROVE

BY:
Ivan M. Chand

County Executive Office Signature

MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Tavaglione, seconded by Supervisor Ashley and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes: Jeffries, Tavaglione, Stone, Benoit and Ashley
Nays: None
Absent: None
Date: July 2, 2013
xc: H.R., Auditor, E.O.

Kecia Harper-Ihem
Clerk of the Board
By
Deputy

Prev. Agn. Ref.:

District: All

Agenda Number:

3-33

FISCAL PROCEDURES APPROVED
PAUL ANGULO, CPA, AUDITOR-CONTROLLER
BY 6/24/13
SAMUEL WONG

Departmental Concurrence

Policy ☒ Policy ☒
Consent ☒ Consent ☒

Dep't Recomm.:
Per Exec. Ofc.:

Schedule A

Human Resources ISF-General Liability

Increase Appropriation Authority

45960-1131000000-525480	Arbitration Services	\$ 200,000
45960-1131000000-534280	Liab Adj Exp	\$ 13,000,000

Increase Estimated Revenue

45960-1131000000-777010	Stop Loss Reimbursement	\$ 4,900,000
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Increase Anticipated Use of Unrestricted Net Assets

45960-1131000000-380100	Unrestricted Net Assets	\$ 8,300,000
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