

**SELF-FUNDED INSURANCE**  
**Fund 476-000**

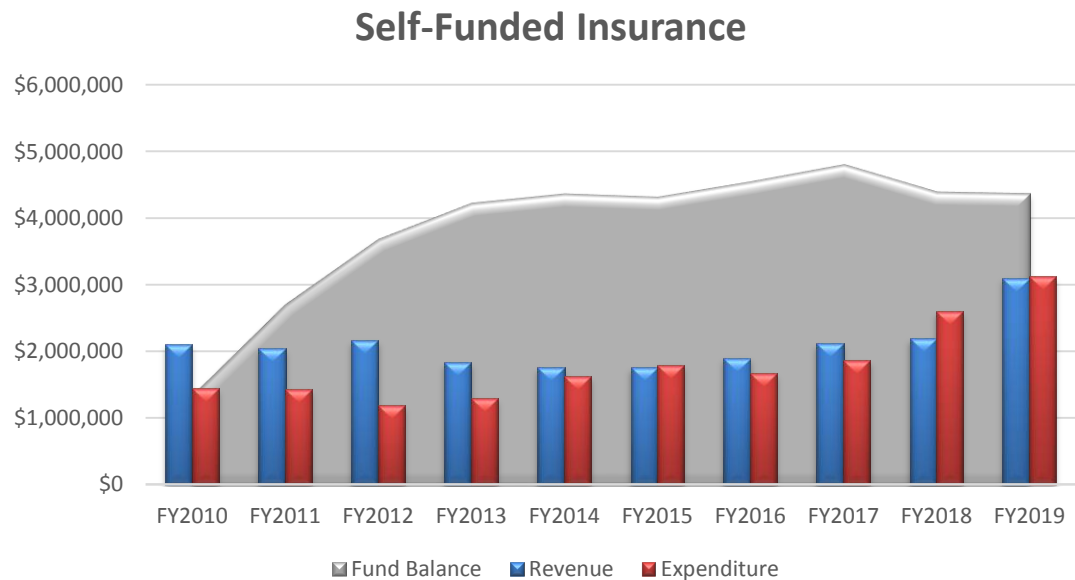
The fund accounts for risk financing activities. Revenue comes from the Tort Immunity Fund to cover costs relevant to the County’s General Corporate Fund departments; and from billings to various County Special Revenue Funds to cover their representative share of cost. The Self-Funded Insurance Fund provides financing for the County’s auto liability and property, general liability, unemployment and worker’s compensation claims payments, and for stop-loss insurance premiums for auto, liability, property, unemployment and workers compensation.

In FY1986, the county established a self-funded worker’s compensation insurance plan which was accounted for in the Tort Immunity (Special Revenue) Fund through FY1992. In 1993, the County created a separate internal service fund – the Self-Funded Insurance Fund, and moved self-funded worker’s compensation to that fund. The County also began self-funding liability and auto insurance in 1994 through the Self-Funded Insurance Fund. The billings to various funds for the self-funded portion of worker’s compensation, general liability and auto liability are based upon projections provided through an actuarial study documenting the County’s Loss Reserve and Funding Analysis.

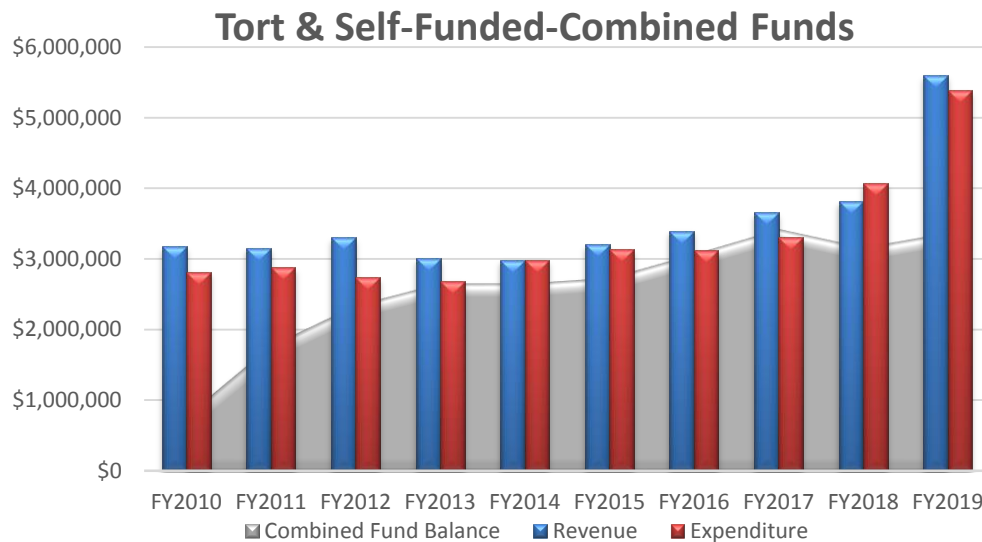
**BUDGET HIGHLIGHTS**

With the exception of FY2015, the Self-Funded Insurance fund has experienced revenue in excess of expenditure from FY2008 through FY2017. This results from the fact that actual claims paid have been lower than budgeted based on the actuarial report, and thus billings to the outside funds based on the actuarial estimates and worker’s compensation rates generated revenue in excess of actual expenditure.

As of June 30, 2018, the Nursing Home fund owed the Self-Funded Insurance fund a total of \$691,167 for worker’s compensation costs, property insurance premium payments, outside attorney fees and Interfund liability billings. In FY2019 the County’s liability levy includes \$439,285 that has been reallocated from the Nursing Home operating levy for the outstanding obligations of the home. This amount is reflected in this budget as a transfer from the Tort Immunity fund. In FY2018 there is an anticipated revenue to expenditure deficit, and subsequent decline in the fund balance, resulting from the anticipated payment of claims incurred by the Nursing Home and the lack of reimbursement for the home’s insurance costs.



The Self-Funded Insurance Fund is in a combined fund with the Tort Immunity Fund, which has a fund balance deficit. That negative fund balance has realized gradual improvement since FY2015 (see the Tort Immunity Fund Budget Document 076-075). Combining the funds allows the fund balance surplus in the Self-Funded Insurance Fund to absorb the fund balance deficit in the Tort Immunity Fund. The following chart depicts the combined revenues and expenditures for the Tort Immunity Fund and Self-Funded Insurance Fund, exhibiting the actual fund balance available for Self-Funded operations.



## FINANCIAL

Fund 476 Summary			2017 Actual	2018 Original	2018 Projected	2019 Budget
341	8	PROPERTY/LIAB INS BILLING	\$1,062,635	\$1,478,080	\$1,105,080	\$1,298,074
341	9	WORKERS COMP INS BILLINGS	\$748,716	\$1,048,810	\$771,000	\$1,096,295
		FEES AND FINES	\$1,811,351	\$2,526,890	\$1,876,080	\$2,394,369
361	10	INVESTMENT INTEREST	\$25,315	\$3,000	\$30,000	\$30,000
369	80	INSURANCE CLAIMS REIMB	\$2,313	\$0	\$0	\$0
369	90	OTHER MISC. REVENUE	\$28,042	\$0	\$35,824	\$0
		MISCELLANEOUS	\$55,670	\$3,000	\$65,824	\$30,000
371	76	FROM TORT IMMUNITY FND076	\$0	\$0	\$0	\$439,285
381	17	UNEMPLOYMENT INS REIMB	\$247,926	\$0	\$250,000	\$236,000
		INTERFUND REVENUE	\$247,926	\$0	\$250,000	\$675,285
<b>REVENUE TOTALS</b>			<b>\$2,114,947</b>	<b>\$2,529,890</b>	<b>\$2,191,904</b>	<b>\$3,099,654</b>
513	4	WORKERS' COMPENSATION INS	\$244,647	\$253,172	\$258,038	\$270,940
513	14	WKRS COMP SELF-FUND CLAIM	\$545,912	\$782,150	\$777,284	\$797,374
		PERSONNEL	\$790,559	\$1,035,322	\$1,035,322	\$1,068,314
522	1	STATIONERY & PRINTING	\$31	\$0	\$36	\$50
		COMMODITIES	\$31	\$0	\$36	\$50

Fund 476 Summary			2017 Actual	2018 Original	2018 Projected	2019 Budget
533	1	AUDIT & ACCOUNTING SERVCS	\$12,500	\$0	\$0	\$13,000
533	3	ATTORNEY/LEGAL SERVICES	\$102,838	\$100,000	\$175,000	\$110,000
533	20	INSURANCE	\$837,501	\$954,629	\$954,629	\$987,306
533	26	PROPERTY LOSS/DMG CLAIMS	\$14,942	\$40,000	\$30,000	\$40,000
533	93	DUES AND LICENSES	\$385	\$400	\$0	\$400
534	80	AUTO DAMAGE/LIAB CLAIMS	\$55,617	\$44,206	\$54,206	\$46,128
534	81	GENERAL LIABILITY CLAIMS SERVICES	\$26,898 \$1,050,681	\$332,701 \$1,471,936	\$332,701 \$1,546,536	\$837,410 \$2,034,244
571	80	TO GENERAL CORP FUND 080	\$19,246	\$19,632	\$19,596	\$20,403
		INTERFUND EXPENDITURE	\$19,246	\$19,632	\$19,596	\$20,403
EXPENDITURE TOTALS			\$1,860,517	\$2,526,890	\$2,601,490	\$3,123,011

### ***FUND BALANCE***

FY2017 Actual	FY2018 Projected	FY2019 Budgeted
\$4,805,406	\$4,395,820	\$4,372,463

The fund balance goal is \$2.5 million to allow for appropriate cash flow and adequate funding for unanticipated claims. Per the County's actuarial study, the discounted actuarial central estimate of unpaid claim liability is \$3.9 million for the period ending December 31, 2019.

### ***COMBINED FUND BALANCE (TORT IMMUNITY AND SELF-FUNDED INSURANCE)***

FY2017 Actual	FY2018 Projected	FY2019 Budgeted
\$3,410,712	\$3,154,341	\$3,364,920