



Agenda Date: 1/24/2006
Agenda Placement: 6T

NAPA COUNTY BOARD OF SUPERVISORS Board Agenda Letter

TO: Board of Supervisors
FROM: Britt Ferguson for Nancy Watt - County Executive Officer
County Executive Office
REPORT BY: Lorenzo Zialcita, Principal Management Analyst , 253-4826
SUBJECT: Budget Transfer, BU 18300, Insurance - Liability

RECOMMENDATION

County Executive Officer requests approval of Budget Transfer No. 39 appropriating \$700,000 from the Insurance Liability Fund's retained earnings to enable the Insurance Liability budget to pay for expenditures related to the County's self-insurance claim/lawsuit settlements. (4/5 vote required)

EXECUTIVE SUMMARY

The unanticipated level of cases dealt with this fiscal year calls for the augmentation of the authorized appropriation in this budget.

FISCAL IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	No
What is the revenue source?	Funding is being transferred from the retained earnings of the Insurance Liability Fund, which currently stands at \$3.9 million.
Is it Mandatory or Discretionary?	Discretionary
Discretionary Justification:	If the appropriation is not increased, payments legally owed will not be processed.
Is the general fund affected?	No
Future fiscal impact:	None.
Consequences if not approved:	Possibility of lawsuits for non-payment of legally owed payments.

Additional Information: None

ENVIRONMENTAL IMPACT

ENVIRONMENTAL DETERMINATION: The proposed action is not a project as defined by 14 California Code of Regulations 15378 (State CEQA Guidelines) and therefore CEQA is not applicable.

BACKGROUND AND DISCUSSION

The unanticipated level of costs to date of litigated claims have almost reached the total authorized appropriation. To enable the payment of claims through the end of the current fiscal year, it is necessary to transfer additional funds from the retained earnings of the Insurance Liability Fund. With this adjustment, the total appropriation level for the Insurance Liability Fund will be \$3,051,662.

The County Executive Officer and the County Risk Manager recommend approval of the requested budget transfer.

SUPPORTING DOCUMENTS

None

CEO Recommendation: Approve
Reviewed By: Maiko Klieman