

FISCAL NOTE

Executive Proposed Supplemental

Ordinance/Motion: 2021-2022 Omnibus

Title: Safety & Claims Fund Expenditure Adjustment (S3_001)

Requesting Agency: SAFETY AND CLAIMS MANAGEMENT (EN_A66600)

Adjust expenditure authority to align with the projected expenditures in 2021-2022, based on increased worker's compensation claims, WA State Dept. of Labor & Industry taxes, and KC Risk Management costs.

	2021-2022	2023-2024	2025-2026
Total Revenue			
SERVICES-OTHER CHARGES (53000)	7,800,000		
INTRAGOVERNMENTAL SERVICES (55000)	522,000		
CONTINGENCIES (59800)	6,000,000		
Total Expenditure	14,322,000		
Net Impact	-14,322,000		

Claim Expenditure projections for 2021-2022 are based on YTD actuals through DEC 2021 plus actuary projections through 2022. (\$5.2M increase from adopted amounts)

WA State Dept of Labor & Industries projections for 2021-2022 are based on YTD amounts paid for Q1 2021 through Q4 2021. (\$2.6M increase from adopted amounts)

The central rates increase (\$522K) based on communications from PSB and Office of Risk Management.

Contingency Reserve was increased by \$2,500,000 from 2021-2022 biennial amounts. This contingency amount was increased based on taking the average monthly claim payments from January 2021 through March 2022 (\$2.1M) and projecting them through December 2022.