

OAKLAND CITY COUNCIL

A. Fowler

RESOLUTION No. 79065

OFFICE OF THE CITY CLERK
OAKLAND

2005 JAN 27 PM 5:09

INTRODUCED BY COUNCILMEMBER _____

RESOLUTION AUTHORIZING THE BUDGETARY APPROPRIATION OF MONIES FROM THE SELF-INSURANCE GENERAL LIABILITY FUND (FUND 1100) TO DEPARTMENTS FOR FY 2005-06 AND 2006-07 ALLOCATION OF GENERAL LIABILITY COSTS BASED ON IMPLEMENTATION OF THE "PHOENIX MODEL" OF RISK MANAGEMENT COST ALLOCATION

WHEREAS, in 2004, the City Council adopted the Risk Management Cost Allocation Program (RMCAP) to monitor the liability claim and litigation payouts incurred by certain City agencies/departments; and

WHEREAS, the RMCAP is modeled after a program currently utilized by the City of Phoenix, Arizona; and

WHEREAS, the RMCAP budgeted appropriations for claims/litigation payouts in those agencies/departments based upon historical performance and future projections; and

WHEREAS, the Current Expenditure Baseline Budget for Fiscal Years 2005-07 reflects funding allocations established in FY 1999-2000, without significant modification; and

WHEREAS, the Current Expenditure Baseline Budget for Fiscal Years 2005-07 underfunds the projected loss in the amounts reflected below:

Department	2005-06 Baseline	2006-07 Baseline
Fire	\$114,444	\$114,444
Parks and Recreation	\$53,770	\$53,770
Police Services	\$1,431,299	\$1,431,299
Public Works	\$969,546	\$969,546
Other Departments	\$4,617,654	\$4,617,654
Total:	\$7,186,713	\$7,186,713

WHEREAS, actuarial analysis of claims/litigation payout performance for the past 5 fiscal years has recommended budgetary appropriations for the upcoming budget cycle as listed below:

Department	2005-06 Projected Loss / Proposed Budget	2006-07 Projected Loss / Proposed Budget
Fire Department	\$794,868	\$845,435
Parks and Recreation	\$238,710	\$253,896
Police Services Agency	\$3,728,837	\$3,966,053
Public Works Agency	\$4,243,989	\$4,513,977
Other Departments	\$1,605,705	\$1,707,854
Total	\$10,612,110	\$11,287,215

Now therefore, be it

RESOLVED: That funds be allocated from the self-insurance fund, non-departmental account to establish the actuarially recommended budget appropriations for claims/litigation payments for the departments/agencies and in the amounts listed above, for Fiscal Years 2005-06 and 2006-07.

IN COUNCIL, OAKLAND, CALIFORNIA, FEB 15 2005, 20__

PASSED BY THE FOLLOWING VOTE:

AYES- BROOKS, BRUNNER, CHANG, NADEL, QUAN, REID AND PRESIDENT DE LA FUENTE -7

NOES- 0

ABSENT- 0

Attest:

Tatonda Simmons
Interim City Clerk and Clerk of the
Council, Oakland, California