



Legislation Details (With Text)

File #: 22-0866 **Version:** 1 **Name:**
Type: Discussion Items **Status:** Passed
File created: 9/9/2022 **In control:** County Council
On agenda: 9/13/2022 **Final action:** 9/13/2022
Title: Budget Adjustment: Mayor's Finance and Administration Requests \$5.6M for the ESR Fund to Cover Increases in 2022 Actual Medical Claims and Anticipated Claims and Reinsurance Premiums in 2023.

Sponsors:

Indexes:

Code sections:

Attachments: 1. Staff Report, 2. 26907 - Countywide Medical Expense Increase, 3. 26907 - 2022- 5300 Rev and Exp Budget 8-30 FIN for Budg Adj

Date	Ver.	Action By	Action	Result
9/13/2022	1	Council Work Session	approved and forwarded	Pass
9/13/2022	1	County Council	ratified	Pass

Requested Agenda Date:

9/13/2022

Requested Agenda Title:

Budget Adjustment: Mayor's Finance and Administration Requests \$5.6M for the ESR Fund to Cover Increases in 2022 Actual Medical Claims and Anticipated Claims and Reinsurance Premiums in 2023.

Requested Agenda Item Description: The County is self-insured for medical insurance, meaning we pay the actual claims as they are incurred. In 2022 actual medical claims and some related costs have increased more than what was anticipated for in the budget. Because claims and reinsurance premiums are projected to be over what is budgeted in 2022, we are requesting a budget adjustment in the ESR Fund to cover these projected costs. The lines being adjusted are for PEHP and Select Health medical claims and reinsurance premiums. The ESR Fund has medical insurance reserves that will cover the increase in these expenses.

Medical costs in future years may continue to increase more than they have in prior years and 2023 adjustments could be needed to County and employee premiums, and to accounts in the ESR Fund, to cover costs and maintain reserves.

Requested Action: Discussion - Vote Needed

Presenter(s) (with titles): Hoa Nguyen, Council Budget and Policy Analyst

Time Needed: 5 MINS

Is this Item Time-Sensitive and/or Requesting a Time-Certain? No

Requesting Staff Member: Greg Folta, Director of Finance and Payroll

Are Supporting Documents Needed for this Agenda Item Request? Yes