

NON-DEPARTMENTAL GENERAL FUND

Program Description

The Non-Departmental expenditures category provides budgetary funding and control for General Fund expenditures not attributable to any other specific department, but to the City as a whole.

PROGRAM SUMMARY					
	Actual 2003/04	Actual 2004/05	Budget 2005/06	Budget 2006/07	% Change
Operating	1,959,767	1,833,448	1,997,870	2,790,990	39.7%
Internal Services	267	-	-	-	n/a
Debt Service	783,513	775,881	769,970	1,744,680	126.6%
Transfers	1,429,404	2,874,303	1,903,820	1,970,900	3.5%
Total General Fund	4,172,951	5,483,632	4,671,660	6,506,570	39.3%

Program Highlights

- ❖ The Non-Departmental program is used to budget for those items that are not directly associated with any one department or operating budget.
- ❖ Interfund transfers for fiscal year 2006/07 include the estimated tax increment payments to the Community Redevelopment Agencies (CRA) in the amount of \$1,115,160. This 34% increase in the transfer to the CRA is due to a 26.5% increase in property values within the old CRA district and a \$215,000 tax increment payment related to the new CRA.
- ❖ Operating costs include \$2,906,190 for general property and liability insurance for all General Fund programs. Final Council direction to reflect a salary savings component in the General Fund budget in the amount of \$501,000 is reflected here. The actual increase in property and liability insurance costs is 48% more than the 2005/06 budget, and is the primary reason for the 39.3% increase in Operating costs.
- ❖ Interfund transfers for fiscal year 2006/07 include an estimated amount of \$342,240 for the contribution to the Harborview Fund representing the annual cash deficit of this operation. This amount is \$18,470, or 5.7% more than the 2005/06 budget.
- ❖ New this year, the contractual services for the Jolley Trolley will now be funded as an operating cost in the General Fund rather than in the Parking Fund as in previous fiscal years. At \$229,000 this year's contribution is 11% less than the \$257,000 funded in FY 2005/06.
- ❖ Other interfund transfers include \$540,000 to fund capital improvement projects for maintenance and technology needs within City facilities, and \$1,500 to fund a Special Program project for incidental United Way Fund campaign expenses. The contribution to capital projects is \$100,000 more than the 2005/06 budget.
- ❖ Debt services costs of \$1,744,680 include \$744,680 for the debt on the Public Safety Complex and \$1 million to fund debt on Beach Walk.

NON-DEPARTMENTAL CENTRAL INSURANCE FUND

Program Description

This program accounts for health, liability, life insurance and workers' compensation expenditures for all City employees.

PROGRAM SUMMARY					
	Actual 2003/04	Actual 2004/05	Budget 2005/06	Budget 2006/07	% Change
Personnel	1,535	3,566	15,000	15,000	0.00%
Operating	14,881,316	17,729,119	18,038,520	21,651,410	20.03%
Internal Services	268	171	1,500	1,500	0.00%
Transfers	500,000	1,100,000	-	-	0.00%
Total Central Insurance Fund	15,383,119	18,832,856	18,055,020	21,667,910	20.01%

Program Highlights

- ❖ The Central Insurance Fund - Non Departmental program is an internal service operation primarily managed by the Finance and Human Resource Departments. All anticipated costs are charged to City Departments through interfund charges to the department operating budgets.
- ❖ Medical insurance costs per employee have remained at \$6,400 for fiscal year 2006/07, the same as the current year. The total estimated cost for medical insurance paid for by the City is approximately \$11.8 million. Any variance from the estimated amount will be added to or deducted from the premium stabilization fund once the final actual costs are determined.
- ❖ Workers compensation costs are estimated to increase by approximately 2.8% across all operations. Total costs are now estimated at \$2.9 million for fiscal year 2006/07.
- ❖ Property liability insurance costs are estimated to increase by as much as 122% citywide in this budget and total estimated costs for property/liability insurance are estimated at \$6.4 million. Of this amount, \$4.4 million has been allocated out to City department budgets. The balance of \$2 million is funded from the retained earnings of the Central Insurance Fund.