

TOWN OF PALM BEACH

Information for Town Council Meeting on: September 13, 2018

To: Mayor and Town Council

Via: Kirk Blouin, Town Manager

From: Jane Le Clainche, Finance Director

Re: Amendment to the Town's Health Insurance Trust Budget (610)
Ordinance No. 17-2018

Date: August 27, 2018

STAFF RECOMMENDATION

Staff recommends that the Town Council approve emergency Ordinance No. 17-2018 on first reading, amending the Town's FY2018 Health Insurance Trust Budget (610).

GENERAL INFORMATION

Staff has been monitoring the Health Insurance Trust Budget (610) for a potential budget amendment in order to ensure sufficient funds are available to cover all expenditures for FY18.

Over the past few months the fund has experienced higher than anticipated health insurance claims. More recently, the fund experience a single claim in the amount of \$449,391. While this amount exceeds the stop loss threshold of \$125,000, and the Town will receive a reimbursement from the stop loss carrier, a budget amendment in the amount of \$525,000 is necessary to ensure the fund does not finish the year over budget.

This amendment does not affect the Town's tax rate and the funding for the amendment will come from the reserves of the Health Insurance Trust.

FUNDING/FISCAL IMPACT

The Ordinance will amend the Health Insurance Trust Budget (610) in the amount of \$525,000.

TOWN ATTORNEY REVIEW

Ordinance 17-2018 has been reviewed and approved by the Town Attorney for legal form and sufficiency.

Attachments

jll

cc: Danielle Olson, Director of Human Resources
John C. Randolph, Town Attorney