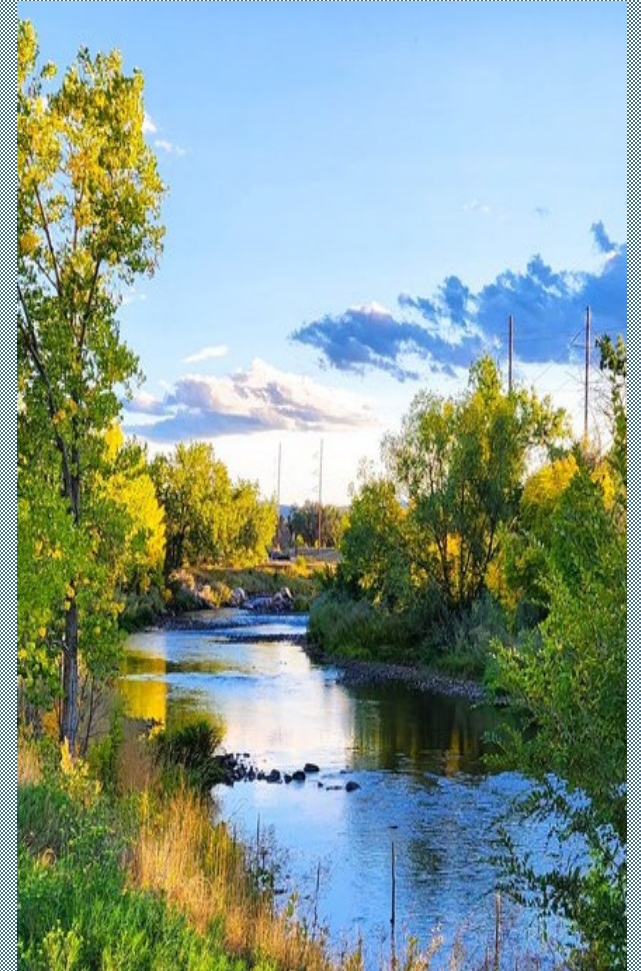


# BUDGET AMENDMENT ORDINANCE 32-2024

Tiffany Hooten, Finance Director

JANUARY 7, 2025



# SUMMARY

- Ordinance on second reading amending the 2024 Annual Appropriation and budget

# EMPLOYEE INSURANCE FUND

## ADDITIONAL EMPLOYEE INSURANCE APPROPRIATION

**\$850,000**

- Additional funds for employee health insurance claims and employee clinic costs, specifically prescription costs
- Additional revenues will be received to help offset this increase
- The remaining difference to be funded from fund balance; estimated to be \$380,000 at the end of 2024
- Staff will be monitoring health insurance costs in 2025 with health insurance options to be considered during the 2026 budget development



# PROPERTY AND LIABILITY INSURANCE FUND

## ADDITIONAL PROPERTY AND LIABILITY INSURANCE APPROPRIATION

**\$125,000**

- Appropriating additional funds for property and liability insurance due to timing of premium renewals and development of the 2024 budget.
- The increase in premium costs will be funded from fund balance; estimated to be \$900,000 at the end of 2024.

# FISCAL IMPACT

## ORDINANCE 32-2024

Fund	2024 Budget <sup>a</sup>	Amendment	2024 Amended Budget
Employee Insurance	\$7,928,967	\$850,000	\$8,778,967
Property & Liability	1,031,288	125,000	1,156,288
<b>Total</b>	<b>\$8,960,255</b>	<b>\$975,000</b>	<b>\$9,935,255</b>

<sup>a</sup>Includes previous Budget Amendments approved by City Council

# ALTERNATIVES

- **Option 1** - Approve amending the 2024 budget amendment appropriation to align the expenditures with the budget.
- **Option 2** - Do not approve the amendment and provide additional appropriation for these two funds

# RECOMMENDATION

- Staff recommends approval of the ordinance on second reading to amend the Annual Appropriation for the 2024 budget.



QUESTIONS?