



## AGENDA MEMORANDUM

First Reading Ordinance for the City Council Meeting of February 26, 2013  
Second Reading Ordinance for the City Council Meeting of March 13, 2013

**DATE:** February 11, 2013  
**TO:** Ronald L. Olson, City Manager  
**FROM:** Eddie Houlihan, Assistant Director of Management and Budget  
EddieHo@cctexas.com  
(361) 826-3792

Rebate of Excess Fund Balances in the General Liability and Workers Compensation Funds and appropriation of funds for Texas Safe Shelter Initiative

### **CAPTION:**

Ordinance amending the Fiscal Year 2012-2013 Operating Budget adopted by Ordinance No. 029577 by adjusting expenditures and revenues in the General Fund and various Enterprise, Internal Service and Special Revenue Funds, by increasing expenditures by \$6,600,000 and increasing revenues by \$6,600,000 to rebate excess funds contributed for General Liability and Workers' Compensation; and, appropriating \$600,000 of the unreserved fund balance in the General Fund as part of the Texas Safe Shelter Initiative, for the construction of a domed structure to be used by the City of Corpus Christi, Texas as a community safe room for protection from emergencies.

### **PURPOSE:**

This action is to rebate excess funds contributed by various departments for General Liability and Workers Compensation insurance contributions. This action also appropriates money, which represents City matching funds, for the construction of a domed structure that will be available for use as a safe shelter during emergencies and for other purposes.

### **BACKGROUND AND FINDINGS:**

Over the last several years, expenditures in the General Liability and Workers Compensation Funds have been less than actuarial projections. Thus, the fund balances in the General Liability and Workers Compensation Funds have increased above the amounts required by the Financial Policies.

In order to build a domed structure to provide immediate shelter to the at risk population in the city, the City of Corpus Christi applied for funding through the Texas Division of Emergency Management as part of the Texas Safe Shelter Initiative, and will receive the funding from the Federal Emergency Management Agency.

### **ALTERNATIVES:**

The City can choose to not rebate the excess amounts contributed by the various departments. By doing so, the fund balances in the General Liability and Workers Compensation Funds will

remain above the required amounts.

The City can choose not to participate in the Texas Safe Shelter Project.

**OTHER CONSIDERATIONS:**

Not applicable.

**CONFORMITY TO CITY POLICY:**

This item conforms to the Financial Policies adopted by Resolution #029521 dated May 29, 2012.

**EMERGENCY / NON-EMERGENCY:**

This item is a non-emergency.

**DEPARTMENTAL CLEARANCES:**

Legal Department

**FINANCIAL IMPACT:**

Operating       Revenue       Capital       Not applicable

<b>Fiscal Year: 2012-2013</b>	<b>Project to Date Expenditures (CIP only)</b>	<b>Current Year</b>	<b>Future Years</b>	<b>TOTALS</b>
Line Item Revenue Budget		6,600,000.00		6,600,000.00
Encumbered / Expended Amount				
This item		6,600,000.00	0.00	6,600,000.00
BALANCE		0.00	0.00	0.00

Fund(s): Funds receiving the rebate are listed on the attached spreadsheet.

**Comments:**

N/A

**RECOMMENDATION:**

Staff's recommends approval of the Ordinance.

**LIST OF SUPPORTING DOCUMENTS:**

Ordinance  
Internal Service Fund Rebates