

**City of Dearborn
Fleet and General Liability Insurance Fund
Proposed FY 2018, 2019 and 2020 Budget**

This fund accounts for reserves established for both fleet and general liability insurance and related claims against the City. It also holds funds for the General Fund portion of property tax appeal settlements and refunds.

Revenue

- The General Fund contributed \$825,000 for in FY2016 to eliminate a negative reserve carried forward from FY2014. In FY2017, the General Fund contributed \$620,000 for tax refunds. The proposed budget is \$100,000 in FY2018 through FY2020.
- Contributions from Other Funds for liability insurance is calculated by an allocation to departments based on their previous year operating expenditures. Additional charges are allocated for vehicle coverage, inland marine, property, machinery and boiler coverage. Settlements Expense for uninsured costs is also analyzed and departments are charged for losses related to their operations.

Expenditures

- Settlement Costs are projected at \$500,000 for 2018 through 2020. This can vary widely from year to year.

Reserves

- In order to maintain the funds reserve balance, the contributions from other funds are budgeted at \$1.4M in FY18, and \$1.5M for FY19 and FY20.
- Reserves for tax refunds are budgeted to increase in future years to eliminate a negative reserve.