

	2020-21		2021-22		2022-23		2023-24		2024-25		2025-26		2026-27	
Comprehensive Liability	Actuals		Estimated		Proposed		Projected		Forecast		Forecast		Forecast	
Beginning Fund Balance	\$	1,853	\$	589	\$	(708)	\$	1,748	\$	1,469	\$	1,327	\$	1,356
Revenues														
Investment/Interest Earnings	\$	44	\$	10	\$	10	\$	28	\$	32	\$	32	\$	32
Interfund Charges		1,400		1,610		2,236		2,761		3,434		4,273		5,322
Total Revenues	\$	1,444	\$	1,620	\$	2,246	\$	2,789	\$	3,466	\$	4,305	\$	5,354
Expenses														
Personnel	\$	116	\$	133	\$	140	\$	143	\$	146	\$	149	\$	152
Insurance Premiums		1,221		1,339		1,771		2,037		2,546		3,183		3,979
Claims		745		923		250		250		258		266		274
Attorney's Fees		346		300		430		430		443		456		470
Other Costs		281		221		199		209		215		222		228
Total Expenses	\$	2,709	\$	2,917	\$	2,789	\$	3,069	\$	3,608	\$	4,275	\$	5,103
Transfer In	\$	-	\$	-	\$	3,000	\$	-	\$	-	\$	-	\$	-
Ending Fund Balance	\$	589	\$	(708)	\$	1,748	\$	1,469	\$	1,327	\$	1,356	\$	1,607

Values are shown in thousands.

The Comprehensive Liability Insurance Fund accounts for the City's general liability program. Expenses in this fund primarily consist of insurance premiums, the cost of claims, legal and other professional services, and program administration.

As anticipated, the budget for the general liability program reflects increasingly higher costs. The City's insurance premium was \$0.6 million in 2017-18 and is projected to be at \$1.7 million for 2022-23. The California public entity insurance marketplace has been changing dramatically in recent years, and public agencies throughout the state are seeing a significant increase in plaintiff demands and high dollar liability claims. Areas of particular concern include wildfire, dangerous conditions, road design, intersections, sidewalks, and public safety services. Insurance premiums are anticipated to increase considerably.

In addition to high insurance costs, the last two years have turned out to be some of the unusually high claims years, causing the fund's balance to be negative in short term. To address this, the baseline collections amount has been set to increase in the five-year forecast and \$3 million will be transferred from other funds (\$1.5 million from the Workers' Compensation Fund and \$1.5 million from the Sewer Fund) to help to return the fund to a positive fund balance. Activities in this fund will continually be monitored closely and this plan will be updated accordingly.