

BILL/ RESOLUTION REQUEST

1. Title: Approves supplemental request for \$1,300,000 from the General Fund Contingency to reimburse the State for extended Unemployment Insurance payments and to cover forecast shortfall in 2012 budget.

2. Requesting Agency: Department of Finance

3. Contact Person *with actual knowledge of proposed ordinance*

Name:Laurel Bandy / Brendan Hanlon

Phone:720-913-5051 / 720-913-5510

Email:Laurel.Bandy@denvergov.org / Brendan.Hanlon@denvergov.org

4. Contact Person *with actual knowledge of proposed ordinance who will present the item at Mayor Council and who will be available for first and second reading, if necessary*

Name:Laurel Bandy

Phone:720-913-5051

Email:Laurel.Bandy@denvergov.org

5. Describe the proposed ordinance, including what the proposed ordinance is intended to accomplish, who's involved

a. Scope of Work

This Ordinance is requested to supplement the current funding to the Unemployment Compensation Insurance account 01010-0125100 by \$1,300,000. The Unemployment Compensation Insurance program reimburses the State of Colorado for unemployment benefits paid by the State to former General Fund employees per our agreement with the state as a "Direct Reimbursing." The Federal Government has extended employment benefits, thus the City is responsible for all extended benefits in addition to the quarterly base reimbursement. The City did not anticipate the cost of extended benefits and did not budget for it. A supplemental is needed to cover extended benefits retroactively in the amount of \$733,688.32. This supplemental will also cover an increase to the 2012 budget to account for extended benefits in the amount of \$350,000, and estimated shortfall for base benefits. At this time, we do not anticipate the need for a second supplemental request for Unemployment Insurance in 2012.

b. Duration

Q3&4 2010, Q1-4 2011, and Q1-4 2012

c. Location

n/a

d. Affected Council District

n/a

e. Benefits

Reimburse the State

f. Costs
\$1,300,000

6. Is there any controversy surrounding this ordinance, groups or individuals who may have concerns about it? Please explain.

No.

Bill Request Number: RR12-0193

Date: 3/6/2012