

BY AUTHORITY

ORDINANCE NO.
SERIES OF 2019

COUNCIL BILL NO. CB19-1197
COMMITTEE OF REFERENCE:
Finance & Governance

A BILL

For an ordinance establishing a new fund in the Payroll Clearing Fund Series for the “Medical Self-Insurance” program and the means for authorizing expenditures for such fund.

WHEREAS, starting in 2020 the City will convert part of its medical insurance benefits to self-insured through the City’s contract with United Healthcare; and

WHEREAS, the City wishes to create a Fund to administer the new program; and

WHEREAS, an appropriation is required in 2020 for insurance claims, administrative costs and an initial reserve; and

WHEREAS, the 2020 Budget includes a transfer of surplus reserves from the Dental Self-Insurance Fund to support an initial reserve for the program;

NOW, THEREFORE, BE IT ENACTED BY THE COUNCIL OF THE CITY AND COUNTY OF DENVER:

Section 1. A new fund is hereby established in the Payroll Clearing Fund Series, Accounting No. 59000, a “Medical Self-Insurance Program” Fund, Accounting No. 59700, for the purpose of accounting for the Medical Self-Insurance Program.

Section 2. Monies received from City and employee contributions for the self-insurance program, transfers from other City funds, and interest earned on said monies shall be deposited into the Treasury of the City and credited to Payroll Clearing Fund No. 59000, which is set forth and described in Section 20-18 of the Revised Municipal Code of the City and County of Denver, and specifically to Accounting No. 59700.

Section 3. Program expenditures are hereby authorized for the “Medical Self-Insurance Program” Fund, Accounting No. 59700, to be expended by the Personnel Director. Authorized expenditures include insurance claims and administrative costs. This is an appropriated, lapsing fund.

1 **Section 4.** Expenditures are hereby authorized in 2020 for the “Medical Self-Insurance
2 Program” Fund, Accounting No. 59700, in the amount in the following tabulation to be expended by
3 the Personnel Director for the purposes and upon the authorizations in said Ordinance set forth:
4

<u>Accounting Number</u>	<u>Appropriation Account</u>	<u>Amount</u>
59700-6010000	Medical Self-Insurance Program	\$64,000,000

5
6 **Section 5.** The Chief Financial Officer of the City and County of Denver is hereby authorized
7 and directed to make such book and record entries and to do such other things as may be necessary
8 to accomplish the purposes of this Ordinance.
9

10 COMMITTEE APPROVAL DATE: November 5, 2019 by Consent
11 MAYOR-COUNCIL DATE: November 12, 2019
12 PASSED BY THE COUNCIL: _____ November 25, 2019

13 _____ - PRESIDENT
14 APPROVED: _____ - MAYOR Nov 27, 2019
15 ATTEST: _____ - CLERK AND RECORDER,
16 EX-OFFICIO CLERK OF THE
17 CITY AND COUNTY OF DENVER

18 NOTICE PUBLISHED IN THE DAILY JOURNAL: _____;

19 PREPARED BY: Rachel Bardin, Budget and Management Office DATE: November 14, 2019

20 Pursuant to section 13-12, D.R.M.C., this proposed ordinance has been reviewed by the Office of
21 the City Attorney. We find no irregularity as to form, and have no legal objection to the proposed
22 ordinance. The proposed ordinance is not submitted to the City Council for approval pursuant to §
23 3.2.6 of the Charter.

24 Kristin M. Bronson, Denver City Attorney

25 BY: Kristin J. Crawford, Assistant City Attorney DATE: Nov 14, 2019