

BY AUTHORITY

ORDINANCE NO.
SERIES OF 2021

COUNCIL BILL NO. CB21-0255
COMMITTEE OF REFERENCE:
Finance & Governance

A BILL

For an ordinance making a rescission from General Fund Contingency, making an appropriation in the General Fund, and making a cash transfer to the General Government Special Revenue Fund.

WHEREAS, the City and County of Denver uses the Risk Management Special Revenue Fund (SRF) to pay deductibles for various insurance programs and to cover replacement costs where the City is self-insured, such as City-owned vehicles involved in auto accidents; and

WHEREAS, revenue for this fund has come from insurance reimbursements, subrogation claims, and General Fund transfers when those two sources and the Fund's cash balance cannot cover obligations; and

WHEREAS, average annual expenditures for the Fund have been approximately \$780,000; however, expenses began to escalate in 2019, when they totaled \$2,778,040 due to an increase in property insurance deductibles (general deductible and special hail deductible), as well as an increase in severe storms causing damage to City buildings (hail and wind), and the total loss of Department of Transportation and Infrastructure large vehicles; and

WHEREAS, in 2020, annual expenses are estimated to be about \$2 million, due to repairs resulting from weather-related damage, repairs resulting from civil unrest, and totaled vehicles; and

WHEREAS, City Council previously authorized a \$1 million cash transfer from General Fund Contingency to address the rising cost of property damage that could not be supported by the SRF's existing revenue streams or cash balance through Ordinance No. 206, Series of 2020; and

WHEREAS, during the 2021 budget process, the Department of Finance addressed the increase in ongoing costs by appropriating a transfer in the 2021 budget of \$500,000 from the General Fund to the SRF to supplement existing revenue streams; and

WHEREAS, the Department of Finance has determined that the SRF will require additional funding to address the outstanding 2020 totaled vehicle list, specifically to replace vehicles in the Police Department, Fire Department, and Parks and Recreation, while also covering ongoing expenses;

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

Section 1. From appropriations heretofore made from the General Fund listed or indicated in the following tabulation there is hereby RESCINDED the amount listed or indicated in such tabulation under the heading "Amount Rescinded" and transferred to the General Fund:

<u>Accounting</u>			<u>Amount</u>
<u>Number</u>	<u>Account Title</u>	<u>Expending Authority</u>	<u>Rescinded</u>
01010-2580900	General Contingency	Chief Financial Officer	\$1,150,000

Section 2. From the General Fund, Accounting No. 01010, out of monies rescinded from Section 1 and not otherwise appropriated and in addition to amounts heretofore appropriated by Ordinance No. 1216, Series of 2020, and any supplemental appropriations or rescissions, there is hereby appropriated to the appropriation accounts hereinafter designated the amount of money following such designation, to be expended for the purposes and upon the authorizations in said Ordinance set forth:

<u>Accounting</u>			<u>Amount</u>
<u>Number</u>	<u>Appropriation Account</u>	<u>Expending Authority</u>	<u>Appropriated</u>
	Transfer to General		
	Government Special Revenue		
01010-9911100	Fund	Chief Financial Officer	\$1,150,000

The foregoing is to appropriate funds to make a cash transfer to the Risk Management Special Revenue Fund.

Section 3. The Chief Financial Officer of the City and County of Denver is hereby authorized and directed to make such book and record entries and to do such other things as may be necessary to accomplish the purposes of this Ordinance.

[Signature page follows].

1 COMMITTEE APPROVAL DATE: March 16, 2021
2 MAYOR-COUNCIL DATE: March 23, 2021 by Consent
3 PASSED BY THE COUNCIL: _____
4 _____ - PRESIDENT
5 APPROVED: _____ - MAYOR _____
6 ATTEST: _____ - CLERK AND RECORDER,
7 EX-OFFICIO CLERK OF THE
8 CITY AND COUNTY OF DENVER
9 NOTICE PUBLISHED IN THE DAILY JOURNAL: _____; _____
10 PREPARED BY: Rachel Bardin, Budget and Management Office DATE: March 25, 2021
11 Pursuant to section 13-12, D.R.M.C., this proposed ordinance has been reviewed by the Office of
12 the City Attorney. We find no irregularity as to form, and have no legal objection to the proposed
13 ordinance. The proposed ordinance is not submitted to the City Council for approval pursuant to §
14 3.2.6 of the Charter.
15 Kristin M. Bronson, Denver City Attorney
16 BY: _____, Assistant City Attorney DATE: _____