

# RESERVE FOR EXTRAORDINARY LIABILITY CLAIMS FUND

## BASIS FOR THE PROPOSED BUDGET

The 2003-04 Proposed Budget for the Reserve for Extraordinary Liability Claims relates to current year funding as follows:

	Amount	% Change
2002-03 Adopted Budget	\$ 10,000,000	
2003-04 Proposed Budget	\$ 0	
Change from 2002-03 Budget	(\$10,000,000)	(100)%

The Reserve for Extraordinary Liability Claims Fund was established during 1999-00 for police-related litigation. Funding in the amount of \$10 million was provided in 2002-03. The total available balance for 2002-03 was \$47.8 million. As of March 1, 2003, 20 claims totaling \$7.76 million have been approved by the Mayor and Council for payment from this Fund. It is estimated that an additional \$4 million may be approved for payment by the end of 2002-03. Total estimated expenditures for 2002-03 will be \$12 million. The estimated fund balance as of June 30, 2003 will be \$28.7 million.

The 2003-04 Proposed Budget will not provide any additional appropriation for Extraordinary Liability Claims.

2002-03 Available	\$ 40.9 million
2002-03 Estimated Expenditures	( 12.0)
Transfer Out	<u>( 0.2)</u>
Available, July 1, 2003	\$ 28.7
2003-04 Proposed Budget	\$ --
Available, 2003-04	<u>\$ 28.7 million</u>

