

# Attachment B

## Budget Journal Entry

Document Number: BJE - 0006638      Batch ID: 2348452      Created On: 9/18/2019 1:33:56 PM  
 Document Description: LPT Agreement with CSAC-EIA      Processed On:      Created By: Wesley Welch  
 Post On: 10/8/2019      Processed By:

### References

Audit Trail: \_\_\_\_\_ Actualizing JE: 0193130

### Budget Revision Request

Agenda Item: Agenda Date: 10/8/2019      Approval: BOS 4/5      Has Board Letter: Yes  
 Title: Increase Appropriation for LPT Agreement with CSAC-EIA  
 Budget Action: Establish appropriations of \$2,274,200 in County Executive Office Workers' Comp Self Insurance Fund 1911 to increase Services and Supplies funded by a decrease to Retained Earnings.

Justification: The County is executing a Loss Portfolio Transfer (LPT) Agreement with the California State Association of Counties – Excess Insurance Authority (CSAC-EIA), which transfers the County of Santa Barbara's outstanding self-insured workers' compensation liability to the CSAC-EIA.

The total cost of the agreement is \$13,739,800, which will be paid out over three fiscal years. In FY 2019-20, the County will pay the CSAC-EIA \$11,675,800, followed by payments of \$1,000,000 in FY 2020-21 and \$1,064,000 in FY 2021-22. The County has appropriated funds in prior years to accumulate a liability of \$11,465,600 related to the portfolio. The source of funds for the remaining \$2,274,200 payable per the LPT Agreement is the Workers' Comp Self Insurance Fund 1911 Unreserved Retained Earnings balance.

This budget revision appropriates funds to adjust the County's liability to match the amount payable per the LPT Agreement.

### Budget Revision Request Financial Summary

Fund	Department	Project	Object Level	Source Amount	Use Amount
1911 - Workers' Comp Self Insurance	012 - County Executive Office		55 - Services and Supplies	0.00	2,274,200.00
1911 - Workers' Comp Self Insurance	012 - County Executive Office		89 - Changes to Retained Earnings	2,274,200.00	0.00
Fund: 1911 - Workers' Comp Self Insurance, Department: 012 - County Executive Office Total:				2,274,200.00	2,274,200.00

### Accounting

Fund	Dept	GL Acct	LI Acct	Debit Amount	Credit Amount	Prog	Unit	Proj	Budget Period	Description

## Budget Journal Entry

1911 012	2420	9600	2,274,200.00	2114	201910	Inc Approp for LPT Agreement with CSAC-EIA
1911 012	2530	7089	2,274,200.00	2114	201910	Inc Approp for LPT Agreement with CSAC-EIA
Total			<u>2,274,200.00</u>	<u>2,274,200.00</u>		

### Signatures

Signed By	Approval Level	Department/Agency-Fund Group	Signed On	Valid
Wesley Welch	CEO Analyst	All Depts-All Funds	9/27/2019 2:06:51 PM	Y
Kyle Slattery	Chief Deputy Controller	All Depts-All Funds	9/27/2019 4:42:51 PM	Y
Sara Weal	FACS	All Depts-All Funds	9/30/2019 8:42:07 AM	Y
Jeff Frapwell	Budget Director	All Depts-All Funds	9/30/2019 4:05:56 PM	Y