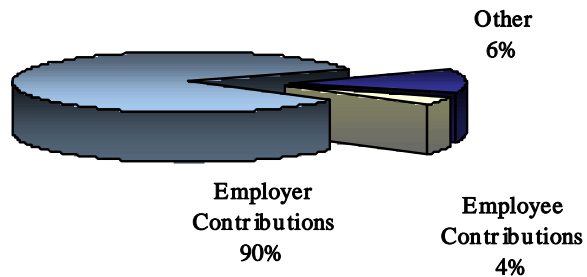


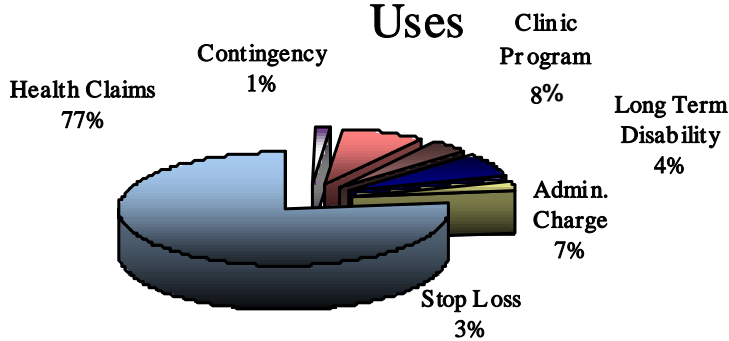
CITY OF PORT ST. LUCIE MEDICAL TRUST FUND ANNUAL BUDGET 2009-10

Revenue Source	Amount
Employer Contributions	\$11,435,453
Employee Contributions	615,000
Non-Employee Revenue	500,000
Fund Balance	1,222,934
Total	\$13,773,387

Sources



Uses



Expenditure by Function	Amount
Health Claims	\$10,600,000
Long Term Disability	575,000
Contingency	187,031
Clinic Program	1,111,356
Stop Loss	400,000
Admin. Charges	900,000
Total	\$13,773,387

Medical Trust Fund

This fund tracks the accumulation of the employee and employer contributions that fund the total cost of the Health Insurance Program for the city staff. The City is self-insured for Health Insurance and directly benefits from any period of favorable claim ratios. A system of internal rates is used to charge the various department budgets based on the number of participants and their type of coverage. In order to create a steady revenue flow for this fund, the departments are charged based on their budgeted staffing level regardless of any vacancies. Included in this fund's budget is the cost for the City Clinic which is available for the covered employees and dependents.

Major Revenue Source

The largest revenue for this fund is the employer contributions toward employee health insurance. This figure is charged as an expense to the operating department while it is a

revenue to this fund. The employer contribution revenue will decrease by 10% to \$11.4 million based on the number of employees being reduced. Also, there is an expected balance forward for FY 2009-10 of \$1.2 million.

Expenditure Trends

The health insurance claims being paid are the largest expense in this fund. The level of claims expense is expected to be down slightly from 2007-08 and perhaps equal to the 2008-09 level. The budgeted cost for the clinic is slightly higher based on the assumption that usage will climb. Also, note that the projected ending balance (contingency) is only \$187 thousand compared to the opening balance of \$1.2 million. This trend will require an adjustment in the future of either lower costs or higher charges to the employer and/or employee.

CITY OF PORT ST. LUCIE
APPROVED BUDGET - MEDICAL TRUST FUND #605
FY 2009-10

	AUDITED 2006-07 *****	AUDITED 2007-08 *****	ESTIMATED 2008-09 *****	APPROVED 2009-10 *****
REVENUES & SOURCES:				
Employee Contributions	\$556,651	\$565,407	\$615,000	\$615,000
Employer Contribution	10,195,065	10,588,221	12,724,584	11,435,453
Stop Loss Ins. Proceeds	0	0	0	0
Non-Employee Revenue	347,425	335,825	335,000	350,000
Refund of Prior Year Costs	0	0	0	0
Interest Income & Misc.	539,143	1,082,329	30,000	20,000
Refund of Pharmacy Expenses	0	0	130,000	130,000
Fund Transfer	0	3,956,027	0	0
Budgeted Cash Carryforward	0	0	919,696	1,222,934
Totals	<u>\$11,638,284</u>	<u>\$16,527,809</u>	<u>\$14,754,280</u>	<u>\$13,773,387</u>
EXPENDITURES:				
Insurance Program				
Administrative Charges -Administrator	\$882,272	\$883,728	\$975,000	\$900,000
Disability, Vision & Other Ins.	618,718	645,311	560,000	575,000
Stop Loss	391,525	404,463	400,000	400,000
Health/Dental Insurance Claims	10,902,271	11,010,151	10,600,000	10,600,000
Financial Policy Contingency	0	0	0	187,031
Totals	<u>\$12,794,786</u>	<u>\$12,943,654</u>	<u>\$12,535,000</u>	<u>\$12,662,031</u>
Clinic Program				
Salary Cost of City Staff	\$14,002	\$0	\$0	\$0
Professional Fees	299,157	851,875	800,000	900,000
Other Contractual Services	0	11,777	12,000	12,000
Communications	0	795	0	0
Electricity	0	2,607	2,200	2,200
Water	0	324	350	350
Sewer	0	652	700	700
Rental of Building	0	0	10,056	10,056
Rental of Equipment	0	0	31,000	31,000
Repairs of Building	0	532	540	550
Office Supplies	0	1,275	4,500	4,500
Operating Supplies	0	21,391	135,000	150,000
Administrative Fees	0	0	0	0
Office Equipment	0	0	0	0
Improvements - Bldg	0	0	0	0
Totals	<u>\$313,159</u>	<u>\$891,228</u>	<u>\$996,346</u>	<u>\$1,111,356</u>
Total Expenditures	<u>\$13,107,945</u>	<u>\$13,834,883</u>	<u>\$13,531,346</u>	<u>\$13,773,387</u>
Contingency - Future Years	\$0	\$0	\$0	\$0
SURPLUS <DEFICIT>	<u>(\$1,469,661)</u>	<u>\$2,692,926</u>	<u>\$1,222,934</u>	<u>\$0</u>