

**TOWN OF AVON
MEDICAL CLAIMS
INTERNAL SERVICE FUND
REVENUE AND EXPENDITURE BUDGET
FISCAL YEAR 2016/2017**

NAME OF FUND: Medical Claims Internal Service Fund (10)

FUND TYPE: Proprietary

PROGRAM DESCRIPTION

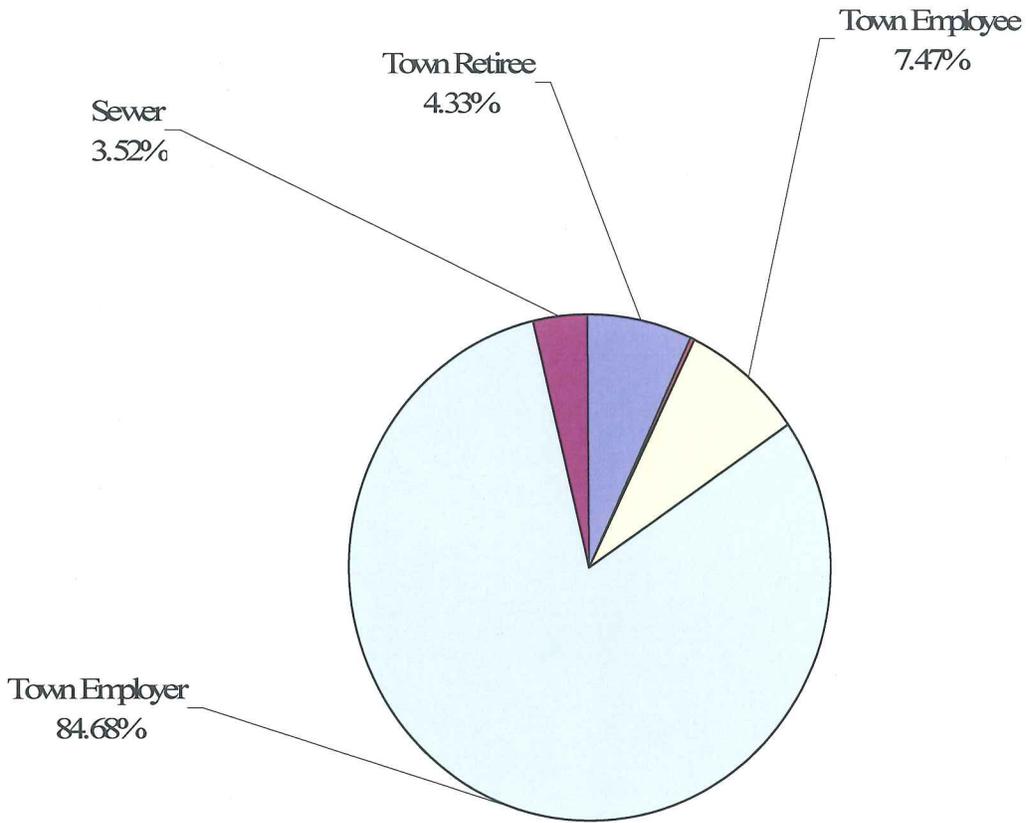
For budgeting purposes, the appropriations for this fund for the Town are within the General Fund and Sewer Special Revenue Fund in two (2) benefit object numbers, 51033, in the amount of \$1,731,349 for current employee's health benefits and 51039, in the amount of \$891,656 for net current retiree's health benefits. For the Board of Education, the appropriations are budgeted in the General Fund. For reporting purposes, the Town will continue to report a separate Medical Claims Internal Service Fund within the Proprietary Fund Type and include contributions from all sources.

Management instituted an audit recommendation to account for the financing on a cost-reimbursement basis for medical claims services provided by one agency to other departments. This fund is to account for the revenues and expenses related to the Town and Board of Education's medical insurance plan. Town Manager's Request, Town Council Recommended, and Board of Finance Adopted include Board of Education, General Government, and Sewer Fund. When the final renewal is received, all proposed sources of revenues and all proposed estimated expenses will be allocated to the new activity accounts.

BUDGET	2014/15 BUDGETED	2015/2016 BUDGETED	2015/2016 ESTIMATED	2016/2017 REQUESTED TOWN MANAGER	2016/2017 RECOMMEND TOWN COUNCIL	2016/2017 ADOPTED	2016/2017 DOLLAR INC/(DEC)	2016/2017 PERCENTAGE INC-/DEC
Operating Rev.								
43620	Town Retiree	\$ 166,905	\$ 171,957	\$ 171,957	\$ 171,825		(\$ 132)	-0.08%
43622	Town EE Cont.	263,800	282,621	282,621	296,253		13,632	4.82%
43623	Town ER Cont.-GF & GFFB	2,717,223	3,198,991	3,198,991	3,358,424		159,433	4.98%
43620	BOE Retiree	22,000	23,300	23,300	February 15, 2016		(23,300)	-100.00%
43628	BOE Food Service	120,979	80,694	80,694	February 15, 2016		(80,694)	-100.00%
43626	BOE COBRA	56,991	59,000	59,000	February 15, 2016		(59,000)	-100.00%
43627	BOE EE Cont.	1,343,913	1,284,538	1,284,538	February 15, 2016		(1,284,538)	-100.00%
43628	BOE ER Cont.-GF	5,709,784	6,126,189	6,126,189	February 15, 2016		(6,126,189)	-100.00%
	Total GF and Other	10,401,595	11,227,290	11,227,290	3,826,502		(7,400,788)	-65.92%
	Sewer Fund	135,309	129,520	129,520	139,581		10,061	7.77%
	TOTAL REVENUES	\$ 10,536,904	\$ 11,356,810	\$ 11,356,810	\$ 3,966,083		(\$ 7,390,727)	-65.08%
BUDGET APPROPRIATIONS								
Medical Claims								
51038	Def.Contrib. for Waivers	\$ 24,723	\$ 27,744	\$ 27,744	\$ 29,708		\$ 1,964	7.08%
51041	Medical-Claims - Town	2,670,165	3,127,998	3,127,998	3,296,176		168,178	5.38%
51041	Medical Claims - BOE	6,581,667	6,900,421	6,900,421	February 15, 2016		☞ (6,900,421)	-100.00%
51042	Medical Admin. - Town	213,773	230,933	230,933	232,000		1,067	0.46%
51042	Medical Admin. - BOE	650,000	650,000	650,000	February 15, 2016		☞ (650,000)	-100.00%
51043	Pymts in Lieu of Cov.	320,725	340,842	340,842	348,354		7,512	2.20%
51044	Other Serv: Town EAP	2,280	2,280	2,280	1,680		(600)	-26.32%
51045	Fully Insured Retirees -	34,771	36,492	36,492	36,565		73	0.20%
51045	Fully Insured Retirees - BOE	22,000	23,300	23,300	February 15, 2016		☞ (23,300)	-100.00%
52184	Service & Consultant	16,800	16,800	16,800	21,600		4,800	28.57%
	TOTAL	\$ 10,536,904	\$ 11,356,810	\$ 11,356,810	\$ 3,966,083		(\$ 7,390,727)	-65.08%

For fiscal year 2015/2016: Medical- Claims- Town includes estimated contribution from other sources, for a total of \$454,578 (Town Retiree, Town Employee). For fiscal year 2015/2016: Medical- Claims- BOE includes estimated contributions from other sources, for a total of \$1,447,532 (BOE Cobra, BOE Employee, Food Service, and BOE Retiree).

**Internal Service Fund -
Medical Claims Funding Sources**



TOWN OF AVON, CONNECTICUT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2015

	<u>Governmental Activities</u>
	<u>Internal Service Fund</u>
Operating Revenues:	
Charges for Services:	
Town of Avon	\$1,789,515
Board of Education	7,090,691
Refunds and Reimbursements	<u>170,460</u>
Total Operating Revenues	<u>\$9,050,666</u>
Operating Expenses:	
Medical Claims:	
Town of Avon	\$1,898,884
Board of Education	<u>7,492,474</u>
Total Operating Expenses	<u>\$9,391,358</u>
Changes in Net Position	(340,692)
Net Position at Beginning of Year	<u>\$ 2,476,116</u>
Net Position at End of Year	<u>\$ 2,135,424</u>

