

RESOLUTION NO. WC-011

A RESOLUTION OF THE CITY OF CHANDLER WORKERS' COMPENSATION AND EMPLOYER LIABILITY TRUST BOARD RECOMMENDING WORKERS' COMPENSATION CONTRIBUTION AND RESERVE LEVEL FOR FISCAL YEAR 2024-25

WHEREAS, the City of Chandler Workers' Compensation and Employer Liability Trust Fund ("the Fund") was created by the City of Chandler through Ordinance No. 4415, adopting City Code § 2-16 *et seq.*, on December 10, 2012; and

WHEREAS, City Code § 2-16.3, established the City of Chandler Workers' Compensation and Employer Liability Trust Fund Board ("the Board"); and

WHEREAS, City Code § 2-16.4(a)(2), provides that the Board shall provide financial oversight by evaluating claim expenses and reserve amounts; and

WHEREAS, the Chandler Workers' Compensation and Employer Liability Trust (the Trust") was established by the Chandler Workers' Compensation and Employer Liability Trust Document ("the Trust Document") authorized and approved by the City of Chandler through Resolution No. 4658, adopted on January 24, 2013, and amended by Resolution No. 4835, passed and adopted on February 26, 2015; and

WHEREAS, Article IV, Section 4.03(d), of the Trust Document provides that the Board shall have the authority and responsibility to determine the appropriate amount of Funds that the Trust should hold as Restricted Reserve, provided that the Restricted Reserve shall be no less than the minimum (or nominal) amount recommended and attested by the actuary engaged by the Council to provide services to the Trust. The actuarial report as of June 30, 2023, notes that the actuarial central (nominal) estimate represents the expected value over the range of reasonably possible outcomes (as opposed to all conceivable outcomes); and

WHEREAS, Article V, Section 5.01(a), of the Trust Document provides that the Board shall make an annual recommendation to the City Council of funds anticipated to be needed for the following fiscal year to fulfill the needs and purposes of the Trust. The Council shall make an appropriation of funds to the Trust as part of the annual City budget; and

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WHEREAS, the Board has determined that the current ongoing Workers' Compensation contribution from the City of \$5,060,100 is sufficient to fund the expenditure requirements.

NOW THEREFORE, BE IT RESOLVED that the City of Chandler Workers' Compensation and Employer Liability Trust Board hereby recommends that the current ongoing Workers' Compensation contribution from the City of \$5,060,100 remains unchanged for FY 2024-25.

PASSED AND ADOPTED by the City of Chandler Workers' Compensation and Employer Liability Trust Board on this 31st day of January, 2024.

Chairperson

City of Chandler Workers' Compensation and Employer Liability Trust Board

Attest:

City Clerk

Approved As To Form:

City Attorney