

● **Guy Scaife** 

To: Izadi, Michael

City Of Meriden Fund Balance Projection

August 14, 2017 at 8:38 AM

GS 


Michael,

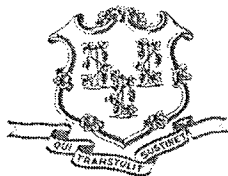
Attached is the requested projection for the City of Meriden's FY17 and FY18 fund balance as requested by Secretary Barnes. Please be aware that the City of Meriden is a self-insured provider of healthcare benefits to City and School employees and we are projecting a \$4.3 million short fall in the fund this year due to excessive claims. This amount exceed our reserve fund by \$303,000 leaving us with a negative internal fund balance and in a very vulnerable position in the event we have another year of higher than expected claims.

Please contact me at 203-603-4129 if you would like to discuss or have additional questions.

Regards,

Guy Scaife
City Manager

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STATE OF CONNECTICUT

OFFICE OF POLICY AND MANAGEMENT

OFFICE OF THE SECRETARY

August 7, 2017

Dear Mr. Scaife,

On August 2nd, the Governor directed the Office of Policy and Management to produce a series of reports on the fiscal health of municipalities (please see attached).

To that end, I am requesting updated information on your municipality's fund balance. We have historic data already reported to our office, which we have included below. We are looking for estimates of your General Fund's total fund balance and unassigned fund balance for as of June 30, 2017. In addition, we are requesting projections of your municipality's General Fund total fund balance and unassigned fund balance as of June 30, 2018, based on the assumptions from your adopted FY 18 budget.

MERIDEN

General Fund

	<u>Total Fund Balance</u>	<u>Unassigned Fund Balance per GASB 54</u>
FY 15 Actual	17,668,570	16,296,211
FY 16 Actual	18,145,295	16,664,792
FY 17 Estimated	\$ 18,155,295	\$ 16,674,792
FY 18 Projected (based on adopted municipal budget)	\$ 18,155,295	\$ 16,674,792

Finally, please provide any supplemental information about the potential impact of a continuing state budget impasse on your community's finances, such as contingency plans to utilize fund balance, issue supplemental taxes or reduce spending.

Please email the requested information to Michael Izadi on my staff at michael.izadi@ct.gov by August 16, 2017.

Sincerely,

Benjamin Barnes
Secretary

Please refer to cover email with information regarding a \$4M plus short fall in FY17 internal fund for Health Care Cost.

Cc: Michael Lupkas, Director Of Finance
Michael Izadi, Office of Policy and Management
Kerry Kelley, Office of Policy and Management

*My Scaife
City Manager
8/14/17*