

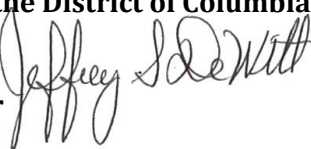
Government of the District of Columbia
Office of the Chief Financial Officer



Jeffrey S. DeWitt
Chief Financial Officer

MEMORANDUM

TO: The Honorable Phil Mendelson
Chairman, Council of the District of Columbia

FROM: Jeffrey S. DeWitt
Chief Financial Officer 

DATE: September 11, 2017

SUBJECT: Fiscal Impact Statement – Captive Insurance Agency Amendment Act of 2017

REFERENCE: Draft bill provided to the Office of Revenue Analysis on August 29, 2017

Conclusion

Funds are sufficient in the fiscal year 2018 through fiscal year 2021 budget and financial plan to implement the proposed bill.

Background

The bill expands the insurance products that may be purchased through the Captive Insurance Agency by the Chief Risk Officer (CRO) to include general liability insurance and other insurance the CRO determines is necessary to minimize risk of loss to the District. Currently, the law only specifically authorizes medical malpractice insurance, real property insurance and personal property insurance.

Financial Plan Impact

Funds are sufficient in the fiscal year 2018 through fiscal year 2021 budget and financial plan to implement the proposed bill. Expanding the type of insurance that may be purchased does not have a fiscal impact as the agency's purchase of the insurance is limited to funding available in the Captive Trust Fund.¹

¹ Section 1032 of the Captive Insurance Agency Amendment Act of 2016, effective October 8, 2016 (D.C. Law 21-160; D.C. Official Code § 1-307.82(c)).