

Captive Insurance Agency

Table RJ0-1

Description	FY 2021	FY 2022	FY 2023	FY 2024	% Change
	Actual	Actual	Approved	Approved	from FY 2023
OPERATING BUDGET	\$7,200,999	\$8,202,335	\$10,479,928	\$10,502,210	0.2
FTEs	5.8	6.5	6.0	6.0	0.0
CAPITAL BUDGET	\$0	\$0	\$0	\$0	N/A
FTEs	0.0	0.0	0.0	0.0	N/A

The mission of the Captive Insurance Agency (“the Captive”) is to provide medical malpractice insurance for local non-profit health centers, and to procure real property insurance for District government real property assets, personal property insurance for District personal property assets, liability insurance to protect the District against loss arising out of a legal liability to others, and such other insurance policies as the Chief Risk Officer determines necessary to minimize the risk of loss to the District. The Captive is administered by the Chief Risk Officer, Office of Risk Management (ORM). The liability of the agency is limited to the funds available to the Captive's participants.

The agency’s FY 2024 approved budget is presented in the following tables:

FY 2024 Approved Gross Funds Operating Budget and FTEs, by Revenue Type

Table RJ0-2 contains the approved FY 2024 budget by revenue type compared to the FY 2023 approved budget. It also provides FY 2021 and FY 2022 actual data.

Table RJ0-2

(dollars in thousands)

Appropriated Fund	Dollars in Thousands						Full-Time Equivalents					
	Actual FY 2021	Actual FY 2022	Approved FY 2023	Approved FY 2024	Change from FY 2023	% Change*	Actual FY 2021	Actual FY 2022	Approved FY 2023	Approved FY 2024	Change from FY 2023	% Change
GENERAL FUND												
Local Funds	6,864	7,796	9,793	9,809	16	0.2	3.8	3.5	4.0	4.0	0.0	0.0
Special Purpose												
Revenue Funds	218	231	687	693	6	0.9	1.9	2.0	2.0	2.0	0.0	0.0
TOTAL FOR GENERAL FUND	7,082	8,027	10,480	10,502	22	0.2	5.8	5.5	6.0	6.0	0.0	0.0

Table RJ0-2

(dollars in thousands)

Appropriated Fund	Dollars in Thousands						Full-Time Equivalents					
	Actual FY 2021	Actual FY 2022	Approved FY 2023	Approved FY 2024	Change from FY 2023	% Change*	Actual FY 2021	Actual FY 2022	Approved FY 2023	Approved FY 2024	Change from FY 2023	% Change
FEDERAL RESOURCES												
Federal Payments	0	58	0	0	0	N/A	0.0	1.0	0.0	0.0	0.0	N/A
TOTAL FOR FEDERAL RESOURCES	0	58	0	0	0	N/A	0.0	1.0	0.0	0.0	0.0	N/A
INTRA-DISTRICT FUNDS												
Intra-District Funds	119	117	0	0	0	N/A	0.0	0.0	0.0	0.0	0.0	N/A
TOTAL FOR INTRA-DISTRICT FUNDS	119	117	0	0	0	N/A	0.0	0.0	0.0	0.0	0.0	N/A
GROSS FUNDS	7,201	8,202	10,480	10,502	22	0.2	5.8	6.5	6.0	6.0	0.0	0.0

*Percent change is based on whole dollars.

Note: If applicable, for a breakdown of each Grant (Federal and Private) and Special Purpose Revenue type, please refer to **Schedule 80 Agency Summary by Revenue Source** in the **FY 2024 Operating Appendices** located on the Office of the Chief Financial Officer’s website.

FY 2024 Approved Operating Budget, by Comptroller Source Group

Table RJ0-3 contains the approved FY 2024 budget at the Comptroller Source Group (object class) level compared to the FY 2023 approved budget. It also provides FY 2021 and FY 2022 actual expenditures.

Table RJ0-3

(dollars in thousands)

Comptroller Source Group	Actual FY 2021	Actual FY 2022	Approved FY 2023	Approved FY 2024	Change from FY 2023	Percentage Change*
11 - Regular Pay - Continuing Full Time	271	390	349	593	243	69.6
12 - Regular Pay - Other	331	230	281	95	-186	-66.2
13 - Additional Gross Pay	1	19	0	0	0	N/A
14 - Fringe Benefits - Current Personnel	125	140	151	163	12	8.2
SUBTOTAL PERSONAL SERVICES (PS)	727	779	780	850	70	9.0
20 - Supplies and Materials	0	2	4	4	0	0.0
40 - Other Services and Charges	6,474	7,421	9,695	9,648	-48	-0.5
SUBTOTAL NONPERSONAL SERVICES (NPS)	6,474	7,423	9,699	9,652	-48	-0.5
GROSS FUNDS	7,201	8,202	10,480	10,502	22	0.2

*Percent change is based on whole dollars.

FY 2024 Approved Operating Budget and FTEs, by Division/Program and Activity

Table RJ0-4 contains the approved FY 2024 budget by division/program and activity compared to the FY 2023 approved budget. It also provides FY 2021 and FY 2022 actual data. For a more comprehensive explanation of divisions/programs and activities, please see the Division/Program Description section, which follows the table.

Table RJ0-4

(dollars in thousands)

Division/Program and Activity	Dollars in Thousands					Full-Time Equivalents				
	Actual FY 2021	Actual FY 2022	Approved FY 2023	Approved FY 2024	Change from FY 2023	Actual FY 2021	Actual FY 2022	Approved FY 2023	Approved FY 2024	Change from FY 2023
(1000) AGENCY MANAGEMENT PROGRAM										
(1010) Personnel	0	231	230	244	14	0.0	0.0	2.0	2.0	0.0
SUBTOTAL (1000) AGENCY MANAGEMENT PROGRAM	0	231	230	244	14	0.0	0.0	2.0	2.0	0.0
(2000) CAPTIVE OPERATIONS										
(2001) Oversight	6,474	7,479	9,239	9,198	-40	0.0	1.0	0.0	0.0	0.0
(2002) Growth and Income Strategy and Management	727	493	1,012	1,060	49	5.8	5.5	4.0	4.0	0.0
SUBTOTAL (2000) CAPTIVE OPERATIONS	7,201	7,972	10,250	10,259	8	5.8	6.5	4.0	4.0	0.0
TOTAL APPROVED OPERATING BUDGET	7,201	8,202	10,480	10,502	22	5.8	6.5	6.0	6.0	0.0

(Change is calculated by whole numbers and numbers may not add up due to rounding)

Note: For more detailed information regarding the approved funding for the activities within this agency's programs, please see **Schedule 30-PBB Program Summary by Activity** in the **FY 2024 Operating Appendices** located on the Office of the Chief Financial Officer's website. "No Activity Assigned" indicates budget or actuals that are recorded at the division/program level.

Program Description

The Captive Insurance Agency operates through the following 2 programs:

Captive Operations – funds the management and insurance policies of the Captive Insurance Agency. The Office of Risk Management underwrites and administers medical malpractice insurance policies to non-profit community health centers and offers gap insurance to Federally Qualified Health Centers for claims that are not covered by the Federal Tort Claims Act. It also provides property insurance for risks to District government real property assets for various hazards. Moreover, the Chief Risk Officer administers the Subrogation Fund.

This program contains the following 2 activities:

- **Oversight** – the Chief Risk Officer, with the advice of the Captive Advisory Council, administers the Captive by hiring a Captive manager and other staff, including legal staff; and
- **Growth and Income Strategy and Management** – distributes payments and collects premium and interest income on behalf of the Captive for the establishment, operation, and administration of the agency.

Agency Management – provides administrative support and the required tools to achieve operational and programmatic results. This program is standard for all agencies using performance-based budgeting.

Program Structure Change

The Captive Insurance Agency has no program structure changes in the FY 2024 approved budget.

FY 2023 Approved Budget to FY 2024 Approved Budget, by Revenue Type

Table RJ0-5 itemizes the changes by revenue type between the FY 2023 approved budget and the FY 2024 approved budget. For a more comprehensive explanation of changes, please see the FY 2024 Approved Budget Changes section, which follows the table.

Table RJ0-5

(dollars in thousands)

DESCRIPTION	DIVISION/PROGRAM	BUDGET	FTE
LOCAL FUNDS: FY 2023 Approved Budget and FTE		9,793	4.0
No Change		0	0.0
LOCAL FUNDS: FY 2024 Recurring Budget		9,793	4.0
Increase: To align personal services and Fringe Benefits with projected costs	Captive Operations	56	0.0
Decrease: To realize programmatic cost savings in nonpersonal services	Captive Operations	-40	0.0
LOCAL FUNDS: FY 2024 Mayor’s Proposed Budget		9,809	4.0
No Change		0	0.0
LOCAL FUNDS: FY 2024 District’s Approved Budget		9,809	4.0
SPECIAL PURPOSE REVENUE FUNDS: FY 2023 Approved Budget and FTE		687	2.0
Increase: To align personal services and Fringe Benefits with projected costs	Agency Management Program	14	0.0
Decrease: To align budget with projected revenues	Captive Operations	-7	0.0
SPECIAL PURPOSE REVENUE FUNDS: FY 2024 Mayor’s Proposed Budget		693	2.0
No Change		0	0.0
SPECIAL PURPOSE REVENUE FUNDS: FY 2024 District’s Approved Budget		693	2.0
GROSS FOR RJ0 - CAPTIVE INSURANCE AGENCY		10,502	6.0

(Change is calculated by whole numbers and numbers may not add up due to rounding)

Note: For more detailed information regarding the approved funding for interagency projects funded within this agency, please see Appendix J, FY 2024 Interagency Budgets, in the Executive Summary budget volume.

FY 2024 Approved Operating Budget Changes

Table RJ0-6 contains the approved FY 2024 budget by fund compared to the FY 2023 approved budget.

Table RJ0-6

Appropriated Fund	FY 2023 Approved	FY 2024 Approved	% Change from FY 2023
Local Funds	\$9,793,411	\$9,809,362	0.2
Special Purpose Revenue Funds	\$686,517	\$692,848	0.9
GROSS FUNDS	\$10,479,928	\$10,502,210	0.2

Mayor's Proposed Budget

Increase: In Local funds, the proposed budget includes an increase of \$56,103 in the Captive Operations program, and in Special Purpose Revenue funds, it reflects an increase of \$13,817 in the Agency Management program. These increases will support projected costs for salary and Fringe Benefits for current personnel.

Decrease: The proposed Local funds budget reflects cost savings of \$40,152 in nonpersonal services in the Captive Operations program to partially offset personal service increases. In addition, a decrease of \$7,486 in the Captive Operations program will align the Special Purpose Revenue funds budget with projected revenue.

District's Approved Budget

No Change: The Captive Insurance Agency's budget reflects no change from the Mayor's proposed budget to the District's approved budget.