
Captive Insurance Agency

Table RJ0-1

Description	FY 2022 Actual	FY 2023 Actual	FY 2024 Approved	FY 2025 Proposed	% Change from FY 2024
OPERATING BUDGET	\$8,202,335	\$9,450,177	\$10,502,210	\$11,371,699	8.3
FTEs	6.5	5.7	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 2025 proposed budget is presented in the following tables:

FY 2025 Proposed Gross Funds Operating Budget and FTEs, by Revenue Type

Table RJ0-2 contains the proposed FY 2025 budget by revenue type compared to the FY 2024 approved budget. It also provides FY 2022 and FY 2023 actual data.

Table RJ0-2

(dollars in thousands)

Appropriated Fund	Dollars in Thousands						Full-Time Equivalents					
	Actual FY 2022	Actual FY 2023	Approved FY 2024	Proposed FY 2025	Change from FY 2024	% Change*	Actual FY 2022	Actual FY 2023	Approved FY 2024	Proposed FY 2025	Change from FY 2024	% Change
GENERAL FUND												
Local Funds	7,796	9,208	9,809	10,522	712	7.3	3.5	3.7	4.0	4.0	0.0	0.0
Special Purpose Revenue Funds	231	242	693	850	157	22.7	2.0	2.0	2.0	2.0	0.0	0.0
TOTAL FOR GENERAL FUND	8,027	9,450	10,502	11,372	869	8.3	5.5	5.7	6.0	6.0	0.0	0.0
FEDERAL RESOURCES												
Federal Payments	58	0	0	0	0	N/A	1.0	0.0	0.0	0.0	0.0	N/A
TOTAL FOR FEDERAL RESOURCES	58	0	0	0	0	N/A	1.0	0.0	0.0	0.0	0.0	N/A
INTRA-DISTRICT FUNDS												
Intra District	117	0	0	0	0	N/A	0.0	0.0	0.0	0.0	0.0	N/A
TOTAL FOR INTRA-DISTRICT FUNDS	117	0	0	0	0	N/A	0.0	0.0	0.0	0.0	0.0	N/A
GROSS FUNDS	8,202	9,450	10,502	11,372	869	8.3	6.5	5.7	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 2025 Operating Appendices** located on the Office of the Chief Financial Officer's website.

FY 2025 Proposed Operating Budget, by Account Group

Table RJ0-3 contains the proposed FY 2025 budget at the Account Group level compared to the FY 2024 approved budget. It also provides FY 2022 and FY 2023 actual expenditures.

Table RJ0-3

(dollars in thousands)

Account Group	Actual FY 2022	Actual FY 2023	Approved FY 2024	Proposed FY 2025	Change from FY 2024	Percentage Change*
701100C - Continuing Full Time	390	501	593	473	-120	-20.3
701200C - Continuing Full Time - Others	230	105	95	174	80	84.1
701300C - Additional Gross Pay	19	25	0	0	0	N/A
701400C - Fringe Benefits - Current Personnel	140	135	163	157	-6	-3.5
SUBTOTAL PERSONNEL SERVICES (PS)	779	766	850	804	-46	-5.4

Table RJ0-3

(dollars in thousands)

Account Group	Actual FY 2022	Actual FY 2023	Approved FY 2024	Proposed FY 2025	Change	
					from FY 2024	Percentage Change*
711100C - Supplies and Materials	2	-1	4	1	-3	-75.0
713100C - Other Services and Charges	7,421	8,681	9,648	10,566	919	9.5
715100C - Other Expenses	0	4	0	0	0	N/A
SUBTOTAL NONPERSONNEL SERVICES (NPS)	7,423	8,684	9,652	10,567	916	9.5
GROSS FUNDS	8,202	9,450	10,502	11,372	869	8.3

*Percent change is based on whole dollars.

FY 2025 Proposed Operating Budget and FTEs, by Division/Program and Activity

Table RJ0-4 contains the proposed FY 2025 budget by division/program and activity compared to the FY 2024 approved budget. It also provides FY 2022 and FY 2023 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 2022	Actual FY 2023	Approved FY 2024	Proposed FY 2025	Change from FY 2024	Actual FY 2022	Actual FY 2023	Approved FY 2024	Proposed FY 2025	Change from FY 2024
(GO0064) CAPTIVE OPERATIONS										
(O06401) Medical Liability Insurance	0	0	100	100	0	0.0	0.0	0.0	0.0	0.0
(O06403) Property Personal and Liability Insuranceoversight	7,479	8,679	9,198	9,983	785	1.0	0.0	0.0	0.0	0.0
(O06404) Subrogation Activity	723	771	1,204	1,288	85	5.5	5.7	6.0	6.0	0.0
SUBTOTAL (GO0064) CAPTIVE OPERATIONS	8,202	9,450	10,502	11,372	869	6.5	5.7	6.0	6.0	0.0
TOTAL PROPOSED OPERATING BUDGET	8,202	9,450	10,502	11,372	869	6.5	5.7	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 proposed funding for the activities within this agency’s programs, please see **Schedule 30-PBB Program Summary by Activity**. For detailed information on this agency’s Cost Center structure as reflected in the District’s Chart of Accounts, please see **Schedule 30-CC FY 2025 Proposed Operating Budget and FTEs, by Division/Office**. Additional information on this agency’s interagency agreements can be found in **Appendix H**. All schedules can be found in the FY 2025 Operating Appendices, Volume 6 located on the Office of the Chief Financial Officer’s website.

Program Description

The Captive Insurance Agency operates through the following program:

Captive Operations – funds the management and insurance policies of the Captive Insurance Agency.

This program contains the following 3 activities:

- **Medical Liability Insurance** - 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 collects premiums and distributes payments related to medical malpractice insurance.
- **Property Personal and Liability Insurance Oversight** - The agency procures 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; and
- **Subrogation** – Collects revenue and distributes payments and interest related to subrogation activity.

Program Structure Change

The Captive Insurance Agency has no program structure changes in the FY 2025 proposed budget.

FY 2024 Approved Budget to FY 2025 Proposed Budget, by Revenue Type

Table RJ0-5 itemizes the changes by revenue type between the FY 2024 approved budget and the FY 2025 proposed budget. For a more comprehensive explanation of changes, please see the FY 2025 Proposed Budget Changes section, which follows the table.

Table RJ0-5

(dollars in thousands)

DESCRIPTION	DIVISION/PROGRAM	BUDGET	FTE
LOCAL FUNDS: FY 2024 Approved Budget and FTE		9,809	4.0
No Change		0	0.0
LOCAL FUNDS: FY 2025 Recurring Budget		9,809	4.0
Increase: To support operational requirements	Captive Operations	785	0.0
Decrease: To align personnel services and Fringe Benefits with projected costs	Captive Operations	-69	0.0
Reduce: To realize savings in supplies and materials	Captive Operations	-3	0.0
LOCAL FUNDS: FY 2025 Mayor's Proposed Budget		10,522	4.0
SPECIAL PURPOSE REVENUE FUNDS: FY 2024 Approved Budget and FTE		693	2.0
Increase: To align the budget with projected revenues	Captive Operations	157	0.0
SPECIAL PURPOSE REVENUE FUNDS: FY 2025 Mayor's Proposed Budget		850	2.0
GROSS FOR RJ0 - CAPTIVE INSURANCE AGENCY		11,372	6.0

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

Note: For more detailed information regarding the proposed funding for interagency projects funded within this agency, please see Appendix J, FY 2025 Interagency Budgets, in the Executive Summary budget volume.

FY 2025 Proposed Operating Budget Changes

Table RJ0-6 contains the proposed FY 2025 budget by fund compared to the FY 2024 approved budget.

Table RJ0-6

Appropriated Fund	FY 2024 Approved	FY 2025 Proposed	% Change from FY 2024
Local Funds	\$9,809,362	\$10,521,699	7.3
Special Purpose Revenue Funds	\$692,848	\$850,000	22.7
GROSS FUNDS	\$10,502,210	\$11,371,699	8.3

Mayor's Proposed Budget

Increase: In Local funds, the proposed budget includes an increase of \$784,814 in the Captive Operations program for professional service fees in the Property Personal and Liability Insurance Oversight activity.

In Special Purpose Revenue funds, the budget proposal is increased by \$157,152 to align the budget with projected revenue.

Decrease: The proposed Local funds budget reflects cost savings of \$69,476 in personnel services in the Captive Operations program to partially offset nonpersonnel services increases.

Reduce: The Local funds budget proposal includes a decrease of \$3,000 to realize savings in the projected cost of supplies in the Subrogation activity.

FY 2025 Proposed Full-Time Equivalents (FTEs)

Table RJ0-7 contains the summary of FY 2025 Proposed Budgeted Full-Time Equivalents (FTEs).

Table RJ0-7

Total FY 2025 Proposed Budgeted FTEs	6.0
Total FTEs employed by this agency	6.0

Note: Table RJ0-7 displays the impact of the buyer agencies budgets funding the seller agencies FTEs in the FY 2025 budget, compared to how FTEs were budgeted in FY 2024.

- It starts with the FY 2025 budgeted FTE figure, 6.0 FTEs.
- It subtracts 0.0 FTEs budgeted in RJ0 in FY 2025 who are employed by another agency.
- It adds 0.0 FTEs budgeted in other agencies in FY 2025 who are employed by RJ0.
- It ends with 6.0 FTEs, the number of FTEs employed by RJ0, which is the FTE figure comparable to the FY 2024 budget.

