

## Financial Reserves – Schedule O4

<b>Type:</b>	Operating Reserve
<b>Name:</b>	Risk Management
<b>Purpose:</b>	To provide funds for the management of unexpected risk as managed and defined by the Legal Services Department.
<b>Source of Funding:</b>	<ul style="list-style-type: none"><li>• Automatic transfer of insurance premium annual budget surpluses, if the ceiling has not been reached.</li><li>• Automatic transfer of surplus funds left over from unspent budgeted claims expense dollars, if the ceiling has not been reached.</li><li>• Annual transfer or other sources as approved by Council.</li></ul>
<b>Ceiling:</b>	Principal set at \$1,200,000 with annual interest increases.
<b>Application:</b>	To be used for stabilizing budgetary impacts resulting from changes in insurance and risk management related costs, including but not limited to premiums, risk control and prevention, and losses that exceed the claims retention fund.
<b>Interest Bearing:</b>	Yes.