

# Medical Liability Captive Insurance Company

Description	FY 2010 Actual	FY 2011 Approved	FY 2012 Proposed	% Change from FY 2011
Operating Budget	\$209,774	\$3,182,000	\$3,181,640	0.0

The mission of the Medical Liability Captive Insurance Company (“the Captive”) is to provide insurance for local non-profit health centers. The Captive was created by statute in 2008 and is administered by the Chief Risk Officer, Office of Risk Management (ORM). ORM incorporated the Captive and began writing insurance policies in FY 2008. The liability of the agency is limited to the funds available to the Captive participants.

The agency’s FY 2012 proposed budget is presented in the following tables:

## FY 2012 Proposed Gross Funds Operating Budget, by Revenue Type

Table RJ0 -1 contains the proposed FY 2012 agency budget compared to the FY 2011 approved budget. It also provides FY 2009 and FY 2010 actual expenditures.

**Table RJ0 1**  
(dollars in thousands)

Appropriated Fund	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
<b>General Fund</b>						
Local Funds	198	0	2,500	2,584	84	3.4
Special Purpose Revenue Funds	0	210	682	598	-84	-12.4
<b>Total for General Funds</b>	<b>198</b>	<b>210</b>	<b>3,182</b>	<b>3,182</b>	<b>0</b>	<b>0.0</b>
<b>Gross Funds</b>	<b>198</b>	<b>210</b>	<b>3,182</b>	<b>3,182</b>	<b>0</b>	<b>0.0</b>

\*Percent change is based on whole dollars.

Note: If applicable, for a breakdown of each Grant (Federal and Private), Special Purpose Revenue type and Intra-District agreement, please refer to **Schedule 80 Agency Summary by Revenue Source** in the **FY 2012 Operating Appendices** located on the Office of the Chief Financial Officer’s website.

## FY 2012 Proposed Full-Time Equivalents, by Revenue Type

Table RJ0-2 contains the proposed FY 2012 FTE level compared to the FY 2011 approved FTE level by revenue type. It also provides FY 2009 and FY 2010 actual data.

**Table RJ0-2**

Appropriated Fund	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change
<b>General Funds</b>						
Local Funds	0.1	0.0	0.0	0.0	0.0	N/A
<b>Total for General Fund</b>	<b>0.1</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>N/A</b>
<b>Total Proposed FTEs</b>	<b>0.1</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>N/A</b>

## FY 2012 Proposed Operating Budget, by Comptroller Source Group

Table RJ0-3 contains the proposed FY 2012 budget at the Comptroller Source Group (object class) level compared to the FY 2011 approved budget. It also provides FY 2009 and FY 2010 actual expenditures.

**Table RJ0-3**

(dollars in thousands)

Comptroller Source Group	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
11 - Regular Pay - Cont Full Time	62	37	0	0	0	N/A
12 - Regular Pay - Other	66	60	0	0	0	N/A
13 - Additional Gross Pay	0	1	0	0	0	N/A
14 - Fringe Benefits - Curr Personnel	30	16	0	0	0	N/A
<b>Subtotal Personal Services (PS)</b>	<b>158</b>	<b>115</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>N/A</b>
20 - Supplies and Materials	0	0	0	10	10	N/A
40 - Other Services and Charges	40	95	3,182	3,172	-10	-0.3
<b>Subtotal Nonpersonal Services (NPS)</b>	<b>40</b>	<b>95</b>	<b>3,182</b>	<b>3,172</b>	<b>0</b>	<b>0.0</b>
<b>Gross Funds</b>	<b>198</b>	<b>210</b>	<b>3,182</b>	<b>3,182</b>	<b>0</b>	<b>0.0</b>

\*Percent change is based on whole dollars.

## Program Description

The District of Columbia Medical Liability Captive Insurance Company consists of the following program:

**District Medical Liability Captive Insurance Company** - is developed to reduce the District's unlimited medical malpractice risks, while providing insurance for local non-profit health centers. 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.

This program contains the following 2 activities:

- **Oversight** - The Chief Risk Officer, with the assistance of the Captive Advisory Council, continues to advise and oversee the needs and inter-

ests of the health centers to ensure that they continue to meet the requirements of the Captive for providing services to their customers and the financial condition of its policyholders; and

- **Growth and Income Strategy and Management** - distributes payments and collects premium and interest income on behalf of the District Medical Liability Captive Insurance Company for the establishment, operation, and administration of the Agency.

## Program Structure Changes

The District of Columbia Medical Liability Captive Insurance Company has no program structure changes in the FY 2012 Proposed Budget.

## FY 2012 Proposed Operating Budget and FTEs, by Program and Activity

Table RJ0-4 contains the proposed FY 2012 budget by program and activity compared to the FY 2011 approved budget. It also provides the FY 2010 actual data.

**Table RJ0-4**

(dollars in thousands)

Program/Activity	Dollars in Thousands				Full-Time Equivalents			
	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011
<b>(2000) Medical Liability Captive Operations</b>								
(2001) Oversight	0	2,500	2,584	84	0.0	0.0	0.0	0.0
(2002) Growth and Income Strategy and Management	210	682	598	-84	0.0	0.0	0.0	0.0
<b>Subtotal (2000) Medical Liability Captive Operations</b>	<b>210</b>	<b>3,182</b>	<b>3,182</b>	<b>0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Total Proposed Operating Budget</b>	<b>210</b>	<b>3,182</b>	<b>3,182</b>	<b>0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

(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 in the FY 2012 Operating Appendices located on the Office of the Chief Financial Officer's website.

## FY 2012 Proposed Budget Changes

**Transfer Out:** Funding in the amount of \$117,866 was transferred out to support 1.0 FTE in the Office of Risk Management.

**Shift:** One-time funding in the amount of \$202,000 from the Special Purpose Revenue budget was moved to the Local funds budget.

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## FY 2011 Approved Budget to FY 2012 Proposed Budget, by Revenue Type

Table RJ0-5 itemizes the changes by revenue type between the FY 2011 approved budget and the FY 2012 proposed budget.

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### Table RJ0-5

(dollars in thousands)

	PROGRAM	BUDGET	FTE
<b>LOCAL FUNDS: FY 2011 Approved Budget and FTE</b>		<b>2,500</b>	<b>0.0</b>
Transfer Out: Funding for FTE transferred to the Office of Risk Management	Medical Liability Captive Operations	-118	0.0
Shift: One-time funds converted from Special Purpose Revenue funds	Medical Liability Captive Operations	202	0.0
<b>LOCAL FUNDS: FY 2012 Proposed Budget and FTE</b>		<b>2,584</b>	<b>0.0</b>
<b>SPECIAL PURPOSE REVENUE FUNDS: FY 2011 Approved Budget and FTE</b>		<b>682</b>	<b>0.0</b>
Cost Increase: Other services and charges	Medical Liability Captive Operations	118	0.0
Shift: Converted to Local funds	Medical Liability Captive Operations	-202	0.0
<b>SPECIAL PURPOSE REVENUE FUNDS: FY 2012 Proposed Budget and FTE</b>		<b>598</b>	<b>0.0</b>
<b>Gross for RJ0 - Medical Liability Captive Insurance Company</b>		<b>3,182</b>	<b>0.0</b>