

**Agenda Item:**

Consider recommendation for OCIP (owner controlled insurance program) capital budget contingency transfer.

**Objective:** For the Board to authorize the transfer of \$132,000.00 from the Capital Budget Contingency account to cover amount which exceed the current fiscal year budget.

**Background:** The OCIP – Outstanding Claims account for FY2011 was budgeted at \$75,000. Costs to date have totaled \$73,646.13, primarily for the Diane Richards claim. Staff anticipates additional costs for this claim through the remainder of FY2011. The \$132,000 request is the estimate of these expected costs.

FY2011 Capital Budget Contingency	\$986,000
<b>Contingency Transfer Request #1 (to 1834-10)</b>	<b>\$132,000</b>
Remaining Contingency	\$854,000

**Committee Activity:** The Engineering Committee is to review and discuss the contingency transfer request at the May 4, 2011 Engineering Committee meeting.

**Recommendation:** Staff recommends the Board approve the transfer of \$132,000 from FY2011 Capital Contingency.