Saint Paul Regional Water Services December 12, 2023

STAFF REPORT

SUBJECT

BOARD RESOLUTION NO. 23-1869

Pertaining to a 2023 Budget Amendment No. 9 to record the increase in spending due to the Settlement Agreement with American Guarantee and Liability Insurance Company as subrogee of Health Partners, Inc.

STRATEGIC PLAN GOALS: Financial Stability

A settlement has been reached in the lawsuit captioned *American Guarantee and Liability Insurance Company as subrogee of HealthPartners, Inc v. City of Saint Paul, Board of Water Commissioners and Saint Paul Regional Water Services*, Case No. 62-CV-23-4109. Staff is seeking approval of a Budget Amendment required to issue payment. This budget amendment will increase the Board's 2023 budget by $1,175,000 with financing from Use of Fund Equity as shown below and in the attached Financial Analysis.

ADMINISTRATIVE ADJUSTMENT # 9
WATER UTILITY FUND
CHANGES TO 2023 ADOPTED BUDGET

Spending

Accounting Unit/Account	2023 Adopted Budget	Proposed Change	Proposed Change AO # 9	2023 Revised Budget	Comments*
8-69082100-74205	$140,000	$0	$1,175,000	$1,315,000	Increase spending for Health Partners settlement
				$0	
Total Spending	$140,000	$0	$1,175,000	$1,315,000	

See attached Financial Analysis

RECOMMENDATION

Approval