

## SCHEDULES: By-law Number 2021-046

<b>Schedule Reference:</b>	<b>ST8</b>
<b>Reserve Fund Category:</b>	<b>Stabilization</b>
<b>Reserve Fund Name:</b>	<b>Insurance</b>
<b>Financial Statement Location:</b>	<b>Surplus Allocation</b>

The Insurance Reserve Fund (the "Fund") is hereby established to receive and hold property tax sourced contributions for funding periodic unexpected insurance costs, premiums, uninsured claims losses, corporate fines and penalty adjudications or related items, and to fund phasing-in significant policy premium increases.

Contributions may be established in annual budgets, or be allocations of year-end operating or capital surpluses including but not limited to unused budget funds established annually for funding uninsured or deductible portions of claims settlements and adjusting or legal defense costs. Fund balances will earn and retain annual interest allocations as determined annually by the Treasurer.

The target balance in this reserve fund account is set at 10 times the Township's combined insurance policy deductible limits or other amounts as determined periodically by the Treasurer. Allocations of balances in the Fund will be planned for specific projects and purposes as approved by Council during the annual budget process or other times throughout the year, or made as part of the year-end accounting processes as reported to Council for approval by the Treasurer.

At any time, acting in the best interests of the Township, Council may direct that some or all balances in the Fund be transferred to other reserve funds, or be used for other purposes, provided that the transfer or use of tax sourced funding is appropriate in the circumstances.

The Fund is hereby established arising from the consolidation of the following existing reserve accounts and balances:

G/L Account Number	Name of Existing Account
10-03-0400-1316	OMEX Insurance
10-03-0400-1325	Insurance