The Florida State Risk Management Trust Fund (SRMTF) provides coverage that protects state property and workforce members that are exposed to the risk of financial losses through damage, injuries, and alleged negligent or improper acts. The Florida Self-Insurance Estimating Conference forecasts the annual funding that is needed to cover such losses on a fiscal year basis.

The trust fund income is calculated based on information provided by the Division of Risk Management, Department of Financial Services. In FY 2022-23, trust fund income was $274.8 million. This amount is above the February estimate primarily due to a one-time General Revenue transfer of $70.0 million. For FY 2023-24 through FY 2028-29, trust fund income is expected to increase to $231.1 million. The estimate is higher than the February forecast due to an increase in Casualty Premiums and Investment Income.

Non-operating expenditures totaled $160.0 million in FY 2022-23. This estimate is $13.2 million below the February estimate for non-operating expenditures. Both WC Medical and WC Indemnity were lower than forecasted with WC Medical paying out $4.4 million less in claims than expected. Even so, the Conference reaffirmed the prior forecast for the out years. Conversely, WC Indemnity paid out $0.9 million less than projected in February, but—in this case—the Conference slightly lowered the estimates. Except for Automotive Liability, the remaining non-operating expenditures came in below the February forecast. Most significantly, Property Losses totaled $18.1 million for the year which was $5.7 million below the February forecast. For FY 2023-24, the projection for Property Losses was reduced by $11.5 million to $27.6 million—both years reflecting a downward revision in the total amount of Hurricane Ian claims. All subsequent years were left at the prior forecast levels. Both General Liability and Automotive Liability estimates were revised slightly upward from the February forecast. General Liability was revised upward due to an expected increase in tort claims. Automotive Liability was revised upward due to inflationary pressures. Federal Civil Rights came in $0.9 million below the $11.6 million estimate in FY 2022-23. As a result, the annual estimates for Federal Civil Rights were revised downward to $11.2 million for the entire forecast.

Operating expenditures are expected to range between $92.9 million to $93.9 million throughout the forecast. These amounts reflect the Division’s latest approved budget.

The ending cash balance for FY 2023-24 is now projected to be $65.3 million. It is expected to remain positive until FY 2027-28 when it turns negative, although to a far lesser extent than previously projected.