

**RESOLUTION OF THE
COAL AND CLAY MINE SUBSIDENCE INSURANCE BOARD (THE BOARD)**

WHEREAS, Section 10 of the Act of August 23, 1961, P.L. 1068, No. 484, as amended, 52 P.S. §3210(c), provides:

The Board shall keep an accurate account of the money paid in premiums by the subscribers and the disbursements on account of damages to the premises thereof, and if at the expiration of any year there shall be a balance remaining after deducting such disbursements, the unearned premiums on undetermined risks and the percentage of premiums paid or payable to create or maintain the surplus provided herein, and after setting aside an adequate reserve, so much of the balance as the Board may determine to be safely distributable may either be allocated to the cost of administering the Fund or be distributed among the subscribers

WHEREAS, the Board, at a meeting held on December 18, 2001, determined that the sum of Two Million Nine Hundred Forty-one Thousand and Fourteen Dollars (\$2,941,014), as identified in the attached budget document, would be adequate to defray the administrative costs of the Coal and Clay Mine Subsidence Insurance Program during Fiscal Year 2002-2003.

WHEREAS, the Board, at that same meeting, determined that an adequate surplus would remain in the Coal and Clay Mine Subsidence Insurance Fund should the estimated amount of administrative costs be expended.

NOW, THEREFORE, BE IT RESOLVED that the Board authorizes the Department of Environmental Protection to expend up to Two Million Nine Hundred Forty-one Thousand and Fourteen Dollars (\$2,941,014) from the Coal and Clay Mine Subsidence Insurance Fund for the administration of the Coal and Clay Mine Subsidence Insurance Program during Fiscal Year 2002-2003.

**COAL AND CLAY MINE SUBSIDENCE
INSURANCE BOARD:**

J. Scott Roberts
Director of the Bureau of Mining and Reclamation
Department of Environmental Protection
Designated Board Chairman

Honorable Barbara Hafer
State Treasurer
Board Member

Randy Rohrbaugh
Deputy Insurance Commissioner for the Office of Rate and Policy
Insurance Department
Designated Board Member

DATED:

ATTACHMENT

BUREAU OF MINING & RECLAMATION		
BUDGET FOR FY 02/03		
MINE SUBSIDENCE INSURANCE FUND		
GENERAL OPERATIONS APPROPRIATION 291		
100 FUNDS	\$ 1,337,697	Total Salaries 32 Filled Positions
	\$ 56,050	Salary Adjustment Factor
	\$ 132,000	Six Temporary MSI Reps.
	\$ 24,000	Four Interns
	\$ 45,000	Other Personnel Costs (overtime, out of class pay, etc.)
	\$ 1,594,747	Total all positions
	55,816	General Salary Increase (3.5%)
	\$ 437,381	Benefits @ 26.50%
	\$ 9,600	Out Service Training
	\$ (252,000)	ACDS/AMIS Activity
	\$ 1,845,544	TOTAL MO 100 FUNDS
300 FUNDS	322,970	Operating Expenses
	\$ 35,000	Equipment under \$5,000/item
	\$ 50,000	Consulting Contract Wilkes Barre
	\$ 50,000	Consulting Contract McMurray
	\$ 15,000	Comptroller Charges
	\$ 5,000	Photo Development Contract - McMurray
	\$ 2,500	Photo Development Contract - Wilkes Barre
	\$ 15,000	Public Outreach Program
	\$ 200,000	Marketing
	\$ 695,470	TOTAL MO 300 FUNDS
400 FUNDS	\$ 110,000	Computer and related equipment
	\$ 110,000	TOTAL MO 400 FUNDS
800 FUNDS	\$ 290,000	Estimated charges for DEP mainframe computer
	\$ 290,000	TOTAL MO 800 FUNDS
GRAND TOTAL	\$ 2,941,014	MINE SUBSIDENCE GENERAL OPERATIONS APPROP.

MO 400 EQUIPMENT LIST MSI APPROP. 291			
2	Software		\$ 30,000
1	Work Station		\$ 20,000
1	Work Station Data Storage		\$ 30,000
1	Large-Format Scanner & Plotter		\$ 30,000
TOTAL			\$ 110,000
MO 300 EQUIPMENT UNDER \$5,000 PER UNIT			
	Software, hardware, misc. office equip.		\$ 25,000
3	Desktop Computers and/or 1 Laptop		\$ 10,000
TOTAL			\$ 35,000