

Police Officers' and Fire Fighters' Retirement System

www.dcrb.dc.gov

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Description	FY 2010 Actual	FY 2011 Approved	FY 2012 Proposed	% Change from FY 2011
Operating Budget	\$132,300,000	\$127,200,000	\$116,700,000	-8.3

The mission of the Police Officers' and Fire Fighters' Retirement System is to provide the District's required contribution as the employer to these two pension funds, which are administered by the District of Columbia Retirement Board (DCRB).

Under provisions of the Police Officers, Fire Fighters, and Teachers Retirement Benefit Replacement Plan Act of 1998 ("the Act"), the federal government assumed the District's unfunded pension liability for the retirement plans for teachers, police officers, fire fighters and judges. Pursuant to the Act, the federal government will pay the retirement and death benefits, and a defined share of disability benefits, for employees for service accrued prior to July 1, 1997. The costs for benefits earned after June 30, 1997 are the responsibility of the Government of the District of Columbia. This budget reflects the required annu-

al District contribution to fund these earned benefits. Pursuant to District Code section 1-907.02(a) (2006 Repl.), the District is required to budget the pension contribution at an amount equal to or greater than the amount certified by the DCRB on the basis of a prescribed actuarial study and formula calculation that is set forth in section 1-907.03. On January 5, 2011, DCRB transmitted the certified contribution for inclusion in the District's FY 2012 proposed budget, as reflected in this chapter.

The agency's FY 2012 proposed budget is presented in the following tables:

FY 2012 Proposed Gross Funds Operating Budget, by Revenue Type

Table FD0-1 contains the proposed FY 2012 agency budget compared to the FY 2011 approved budget. It also provides FY 2009 and FY 2010 actual expenditures.

Table FD0-1
(dollars in thousands)

Appropriated Fund	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
General Fund						
Local Funds	106,000	132,300	127,200	116,700	-10,500	-8.3
Total for General Fund	106,000	132,300	127,200	116,700	-10,500	-8.3
Gross Funds	106,000	132,300	127,200	116,700	-10,500	-8.3

*Percent change is based on whole dollars.

Note: If applicable, for a breakdown of each Grant (Federal and Private), Special Purpose Revenue type and Intra-District agreement, please refer to **Schedule 80 Agency Summary by Revenue Source** in the **FY 2012 Operating Appendices** located on the Office of the Chief Financial Officer's website.

FY 2012 Proposed Operating Budget, by Comptroller Source Group

Table FD0-2 contains the proposed FY 2012 budget at the Comptroller Source Group (object class) level compared to the FY 2011 approved budget. It also provides FY 2009 and FY 2010 actual expenditures.

Table FD0-2
(dollars in thousands)

Comptroller Source Group	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
50 - Subsidies and Transfers	106,000	132,300	127,200	116,700	-10,500	-8.3
Subtotal Nonpersonal Services (NPS)	106,000	132,300	127,200	116,700	-10,500	-8.3
Gross Funds	106,000	132,300	127,200	116,700	-10,500	-8.3

*Percent change is based on whole dollars.

Program Description

The Police Officers' and Fire fighters' Retirement System operates through the following program:

Police/Fire Fighters' Retirement System- D.C. Code section 1-907.02(a) requires the District to appropriate funds that are equal to or greater than the actuarially determined amount certified by the DCRB on the basis of a prescribed actuarial study and formula calculation that is set forth in section 1-907.03.

Program Structure Change

The Police Officers' and Fire Fighters' Retirement System has no program structure changes in the FY 2012 Proposed Budget.

FY 2012 Proposed Operating Budget and FTEs, by Program and Activity

Table FD0-3 contains the proposed FY 2012 budget by program and activity compared to the FY 2011 approved budget. It also provides FY 2010 actual data.

Table FD0-3

(dollars in thousands)

Program/Activity	Dollars in Thousands				Full-Time Equivalents			
	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011
(1000) Police / Fire fighters' Retirement System								
(1100) Police / Fire Fighters' Retirement System	132,300	127,200	116,700	-10,500	0.0	0.0	0.0	0.0
Subtotal (1000) Police / Fire fighters' Retirement System	132,300	127,200	116,700	-10,500	0.0	0.0	0.0	0.0
Total Proposed Operating Budget	132,300	127,200	116,700	-10,500	0.0	0.0	0.0	0.0

(Change is calculated by whole numbers and numbers may not add up due to rounding)

Note: For more detailed information regarding the proposed funding for the activities within this agency's programs, please see **Schedule 30-PBB Program Summary By Activity** in the **FY 2012 Operating Appendices** located on the Office of the Chief Financial Officer's website.

FY 2012 Proposed Budget Changes

Cost Savings: The pension contribution decreased by \$10,500,000, or 8.3 percent, from the FY 2011 Approved Budget of \$127,200,000 of Local funds. The reduction is on the basis of the actuarial report certified by the District of Columbia Retirement Board and transmitted to the Mayor in a letter dated January 5, 2011.

FY 2011 Approved Budget to FY 2012 Proposed Budget, by Revenue Type

Table FD0-4 itemizes the changes by revenue type between the FY 2011 approved budget and the FY 2012 proposed budget.

Table FD0-4

(dollars in thousands)

	PROGRAM	BUDGET	FTE
LOCAL FUNDS: FY 2011 Approved Budget and FTE		127,200	0.0
Cost Decrease: D.C. Retirement Board Actuarial Valuation	Police/Fire Fighters' Retirement System	-10,500	0.0
FY 2012 Initial Adjusted Budget		116,700	0.0
LOCAL FUNDS: FY 2012 Proposed Budget and FTE		116,700	0.0
Gross for FDO - Police Officers' and Fire Fighters' Retirement System		116,700	0.0

