
Police Officers' and Fire Fighters' Retirement System

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Description	FY 2012 Actual	FY 2013 Approved	FY 2014 Proposed	% Change from FY 2013
Operating Budget	\$116,700,000	\$96,314,000	\$110,766,000	15.0

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).

Summary of Services

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 annual 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 9, 2013, DCRB transmitted the certified contribution for inclusion in the District's FY 2014 proposed budget, as reflected in this chapter.

The agency's FY 2014 proposed budget is presented in the following tables:

FY 2014 Proposed Gross Funds Operating Budget, by Revenue Type

Table FD0-1 contains the proposed FY 2014 agency budget compared to the FY 2013 approved budget. It also provides FY 2011 and FY 2012 actual expenditures.

Table FD0-1
(dollars in thousands)

Appropriated Fund	Actual FY 2011	Actual FY 2012	Approved FY 2013	Proposed FY 2014	Change from FY 2013	Percent Change*
General Fund						
Local Funds	127,200	116,700	96,314	110,766	14,452	15.0
Total for General Fund	127,200	116,700	96,314	110,766	14,452	15.0
Gross Funds	127,200	116,700	96,314	110,766	14,452	15.0

*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 2014 Operating Appendices located on the Office of the Chief Financial Officer's website.

FY 2014 Proposed Operating Budget, by Comptroller Source Group

Table FD0-2 contains the proposed FY 2014 budget at the Comptroller Source Group (object class) level compared to the FY 2013 approved budget. It also provides FY 2011 and FY 2012 actual expenditures.

Table FD0-2
(dollars in thousands)

Comptroller Source Group	Actual FY 2011	Actual FY 2012	Approved FY 2013	Proposed FY 2014	Change from FY 2013	Percent Change*
50 - Subsidies and Transfers	127,200	116,700	96,314	110,766	14,452	15.0
Subtotal Nonpersonal Services (NPS)	127,200	116,700	96,314	110,766	14,452	15.0
Gross Funds	127,200	116,700	96,314	110,766	14,452	15.0

*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 2014 proposed budget.

FY 2014 Proposed Operating Budget and FTEs, by Program and Activity

Table FD0-3 contains the proposed FY 2014 budget by program and activity compared to the FY 2013 approved budget. It also provides FY 2012 actual data.

Table FD0-3

(dollars in thousands)

Program/Activity	Dollars in Thousands				Full-Time Equivalents			
	Actual FY 2012	Approved FY 2013	Proposed FY 2014	Change from FY 2013	Actual FY 2012	Approved FY 2013	Proposed FY 2014	Change from FY 2013
(1000) Police / Fire Fighters' Retirement System								
(1100) Police / Fire Fighters' Retirement System	116,700	96,314	110,766	14,452	0.0	0.0	0.0	0.0
Subtotal (1000) Police / Fire Fighters' Retirement System	116,700	96,314	110,766	14,452	0.0	0.0	0.0	0.0
Total Proposed Operating Budget	116,700	96,314	110,766	14,452	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 2014 Operating Appendices located on the Office of the Chief Financial Officer's website.

FY 2014 Proposed Budget Changes

The Police Officers' and Fire Fighters' Retirement System's proposed FY 2014 gross budget is \$110,766,000, which represents a 15.0 percent increase over its FY 2013 approved gross budget of \$96,314,000. The budget is comprised entirely of Local funds.

Current Services Funding Level

The Current Services Funding Level (CSFL) is a Local funds ONLY representation of the true cost of operating District agencies, before consideration of policy decisions. The CSFL reflects changes from the FY 2013 approved budget across multiple programs, and it estimates how much it would cost an agency to continue its current programs and operations into the following fiscal year. The initial adjustments in the budget proposal represent changes that should be compared to the FY 2014 CSFL budget and not necessarily changes made to the FY 2013 Local funds budget. The FY 2014 CSFL adjustments to the FY 2013 Local funds budget are described in table 4 of this agency's budget chapter. Please see the CSFL Development section within Volume 1: Executive Summary for more information regarding the methodology used and components that comprise the CSFL.

The Police Officers' and Fire Fighters' Retirement System's FY 2014 CSFL budget is \$96,314,000, which represents no change from its FY 2013 approved Local budget.

Agency Budget Submission

Increase: The pension contribution increased by \$14,452,000, or 15.0 percent, from the FY 2013 approved Local budget of \$96,314,000. This increase is based on the actuarial report certified by the District of Columbia Retirement Board and transmitted to the Mayor in a letter dated January 9, 2013.

Mayor's Proposed Budget

The Police Officers' and Fire Fighters' Retirement System has no changes from the FY 2014 agency budget submission to the FY 2014 Mayor's proposed budget.

District's Proposed Budget

The Police Officers' and Fire Fighters' Retirement System has no changes from the FY 2014 Mayor's proposed budget to the FY 2014 District's proposed budget.

FY 2013 Approved Budget to FY 2014 Proposed Budget, by Revenue Type

Table FD0-4 itemizes the changes by revenue type between the FY 2013 approved budget and the FY 2014 proposed budget.

Table FD0-4

(dollars in thousands)

	PROGRAM	BUDGET	FTE
LOCAL FUNDS: FY 2013 Approved Budget and FTE		96,314	0.0
No Changes		0	0.0
LOCAL FUNDS: FY 2014 Current Services Funding Level Budget (CSFL)		96,314	0.0
Increase: D.C. Retirement Board's actuarial valuation	Police / Firefighters' Retirement System	14,452	0.0
LOCAL FUNDS: FY 2014 Agency Budget Submission		110,766	0.0
No Changes		0	0.0
LOCAL FUNDS: FY 2014 Mayor's Proposed Budget		110,766	0.0
No Changes		0	0.0
LOCAL FUNDS: FY 2014 District's Proposed Budget		110,766	0.0
Gross for FD0 - Police Officers' and Fire Fighters' Retirement System		110,766	0.0

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