
District of Columbia Retirement Board

www.dcrb.dc.gov

Telephone: 202-343-3200

Description	FY 2014 Approved	FY 2015 Proposed	% Change from FY 2014
Operating Budget	\$30,338,398	\$30,338,398	0.0
FTEs	56.2	57.6	2.5

Note: The District of Columbia Retirement Board does not use the District's financial system for its actual transactions.

The mission of the District of Columbia Retirement Board (DCRB) is to invest prudently the assets of the police officers, firefighters, and teachers of the District of Columbia, while providing those employees with retirement services.

Summary of Services

DCRB is an independent agency that has exclusive authority and discretion to manage and control the District's retirement funds for teachers, police officers, and firefighters (hereinafter referred to as the "Fund") pursuant to Section 1-711(a) of the District of Columbia Official Code. In 2005, the responsibility of administering the teachers', police officers' and firefighters' retirement programs was transferred to DCRB.

The federal government assumed the District's unfunded liability for the retirement plans of teachers, police officers, firefighters, and judges under provisions of the National Capital Revitalization and Self-Government Improvement Act of 1997. Under this law, the federal government pays the retirement benefits and death benefits, and a share of disability payments, for members for years of service earned up to the freeze date of June 30, 1997. The District of Columbia government is responsible for all subsequently earned benefits for the members of the retirement plans.

The DCRB Board of Trustees is comprised of 12 voting trustees: 3 appointed by the Mayor, 3 appointed by the District Council, and 6 elected by employee participation groups. The District's Chief Financial Officer or his designee serves as a non-voting, ex-officio member of the Board.

The agency's FY 2015 proposed budget is presented in the following tables:

FY 2015 Proposed Gross Funds Operating Budget, by Revenue Type

Table DY0-1 contains the proposed FY 2015 agency budget compared to the FY 2014 approved budget.

Table DY0-1
(dollars in thousands)

Appropriated Fund	Approved FY 2014	Proposed FY 2015	Change from FY 2014	Percent Change*
General Fund				
Special Purpose Revenue Funds	30,338	0	-30,338	-100.0
Total for General Fund	30,338	0	-30,338	-100.0
Enterprise and Other				
Enterprise and Other Funds	0	30,338	30,338	N/A
Total for Enterprise and Other	0	30,338	30,338	N/A
Gross Funds	30,338	30,338	0	0.0

*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 2015 Operating Appendices** located on the Office of the Chief Financial Officer's website.

FY 2015 Proposed Full-Time Equivalent, by Revenue Type

Table DY0-2 contains the proposed FY 2015 FTE level compared to the FY 2014 approved FTE level by revenue type.

Table DY0-2

Appropriated Fund	Approved FY 2014	Proposed FY 2015	Change from FY 2014	Percent Change*
General Fund				
Special Purpose Revenue Funds	56.2	0.0	-56.2	-100.0
Total for General Fund	56.2	0.0	-56.2	-100.0
Enterprise and Other				
Enterprise and Other Funds	0.0	57.6	57.6	N/A
Total for Enterprise and Other	0.0	57.6	57.6	N/A
Total Proposed FTEs	56.2	57.6	1.4	2.5

FY 2015 Proposed Operating Budget, by Comptroller Source Group

Table DY0-3 contains the proposed FY 2015 budget at the Comptroller Source Group (object class) level compared to the FY 2014 approved budget.

Table DY0-3
(dollars in thousands)

Comptroller Source Group	Approved FY 2014	Proposed FY 2015	Change from FY 2014	Percent Change*
11 - Regular Pay - Continuing Full Time	5,079	5,523	444	8.7
12 - Regular Pay - Other	0	0	0	N/A
13 - Additional Gross Pay	204	218	14	6.7
14 - Fringe Benefits - Current Personnel	1,323	1,438	116	8.7
15 - Overtime Pay	10	24	14	128.6
Subtotal Personal Services (PS)	6,617	7,203	586	8.9
20 - Supplies and Materials	228	232	4	1.6
31 - Telephone, Telegraph, Telegram, Etc.	56	75	19	34.6
32 - Rentals - Land and Structures	1,702	1,702	0	0.0
34 - Security Services	13	10	-3	-24.6
40 - Other Services and Charges	20,009	19,253	-756	-3.8
41 - Contractual Services - Other	1,077	1,077	0	0.0
70 - Equipment and Equipment Rental	636	786	150	23.5
Subtotal Nonpersonal Services (NPS)	23,721	23,135	-586	-2.5
Gross Funds	30,338	30,338	0	0.0

*Percent change is based on whole dollars.

Program Description

The District of Columbia Retirement Board operates through the following program:

DCRB Agency Management – provides administrative support and the required tools to achieve operational and programmatic results.

This program contains the following 8 activities:

- **Executive** – provides executive direction for all activities to achieve the mission of the agency. Executive activity expenses are paid from two sources: (1) earnings derived from the Fund; and (2) reimbursements from the United States Department of the Treasury (Treasury) for services provided by DCRB for programs for which the federal government is responsible;
- **Investments** – manages all activities and resources dedicated to the investment of the assets of the Fund. Investment activity expenses are paid from the earnings derived from the Fund;
- **Board of Trustees** – determines the overall investment strategy for the Fund and monitors staff implementation of the strategy. The Board of Trustees' activity expenses are paid from the earnings derived from the Fund;
- **General Counsel** – provides legal support to the agency. General Counsel activity expenses are paid from the earnings derived from the Fund;

- **Benefits** – provides administrative services for members and timely and accurate payment of benefits to retirees and survivors. Benefits activity expenses are paid from two sources: (1) earnings derived from the Fund; and (2) reimbursements from the Treasury for services provided by DCRB for programs for which the federal government is responsible;
- **Operations** – provide operational and accounting support. Operations activity expenses are paid from two sources: (1) earnings derived from the Fund; and (2) reimbursements from Treasury for services provided by DCRB for programs for which the federal government is responsible;
- **Information Technology** – provides technology systems support to achieve programmatic results. Information Technology activity expenses are paid from the earnings derived from the Fund; and
- **Projects** – manages the special projects undertaken by the agency. Projects activity expenses are paid from the earnings derived from the fund.

Program Structure Change

The District of Columbia Retirement Board has no program structure changes in the FY 2015 proposed budget.

FY 2015 Proposed Operating Budget and FTEs, by Program and Activity

Table DY0-4 contains the proposed FY 2015 budget by program and activity compared to the FY 2014 approved budget.

Table DY0-4
(dollars in thousands)

Program/Activity	Dollars in Thousands			Full-Time Equivalents		
	Approved FY 2014	Proposed FY 2015	Change from FY 2014	Approved FY 2014	Proposed FY 2015	Change from FY 2014
(3000) DCRB Agency Management						
(3001) Executive	1,804	1,817	13	11.0	11.0	0.0
(3002) Investments	14,031	11,637	-2,394	5.0	5.0	0.0
(3003) Trustees	500	515	15	0.0	0.0	0.0
(3004) General Counsel	858	978	121	3.0	3.0	0.0
(3005) Benefits	2,026	2,074	48	20.6	19.6	-1.0
(3006) Operations	3,417	3,410	-8	9.6	10.0	0.4
(3007) Information Technology	4,283	5,461	1,178	6.0	8.0	2.0
(3008) Projects	3,420	4,447	1,026	1.0	1.0	0.0
Subtotal (3000) DCRB Agency Management	30,338	30,338	0	56.2	57.6	1.4
Total Proposed Operating Budget	30,338	30,338	0	56.2	57.6	1.4

(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 2015 Operating Appendices** located on the Office of the Chief Financial Officer's website.

FY 2015 Proposed Budget Changes

The District of Columbia Retirement Board's (DCRB) proposed FY 2015 gross budget is \$30,338,398, which represents no change from its FY 2014 approved gross budget. The budget is comprised entirely of Enterprise and Other funds.

Note: For FY 2015, a new appropriated fund, Enterprise and Other Funds, was created to replace the appropriated fund associated with the General Fund. In tables that categorized changes by fund, the budget associated with the original appropriated funds, Special Purpose Revenue, is reflected as a decrease. As the budget shifts from the General Fund to the new Enterprise and Other appropriated fund, the budget is shown as a corresponding increase.

Agency Budget Submission

Shift: The budget shows a shift from Special Purpose Revenue to Enterprise and Other funds, a decrease of \$30,338,398 and 56.2 FTEs offset by an increase of \$30,338,398 and 57.6 FTEs. Included in the shift, the budget supports a total personal services increase of \$586,238 and 1.4 FTEs. Of this amount, \$572,738 supports 1.4 additional positions, the filling of existing vacancies, the projected costs of salary and Fringe Benefits; and \$13,500 in Overtime Pay to cover necessary expenses as the agency prepares to convert to a new pension system. In nonpersonal services, the budget increased by \$153,317, which includes \$149,611 to support information technology infrastructure projects; and \$3,706 to support increased costs in Supplies and Materials to meet the administrative needs of the agency.

The proposed budget also includes a decrease of \$755,957 in Other Services and Charges to correspond with a lower projection provided by the U.S. Department of the Treasury for its System to Administer Retirement (STAR), which is utilized by DCRB.

Mayor's Proposed Budget

No Change: The District of Columbia Retirement Board's budget proposal reflects no change from the agency's budget submission to the Mayor's proposed budget.

District's Proposed Budget

No Change: The District of Columbia Retirement Board's budget proposal reflects no change from the Mayor's proposed budget to the District's proposed budget.

FY 2014 Approved Budget to FY 2015 Proposed Budget, by Revenue Type

Table DY0-5 itemizes the changes by revenue type between the FY 2014 approved budget and the FY 2015 proposed budget.

Table DY0-5
(dollars in thousands)

DESCRIPTION	PROGRAM	BUDGET	FTE
SPECIAL PURPOSE REVENUE FUNDS: FY 2014 Approved Budget and FTE		30,338	56.2
Shift: To reallocate funding within agency (across fund types)	DCRB Agency Management	-30,338	-56.2
SPECIAL PURPOSE REVENUE FUNDS: FY 2015 Agency Budget Submission		0	0.0
ENTERPRISE AND OTHER FUNDS: FY 2014 Approved Budget and FTE		0	0.0
Shift: To reallocate funding within agency (across fund types)	DCRB Agency Management	30,338	57.6
ENTERPRISE AND OTHER FUNDS: FY 2015 Agency Budget Submission		30,338	57.6
No Change		0	0.0
ENTERPRISE AND OTHER FUNDS: FY 2015 Mayor's Proposed Budget		30,338	57.6
No Change		0	0.0
ENTERPRISE AND OTHER FUNDS: FY 2015 District's Proposed Budget		30,338	57.6
Gross for DY0 - District of Columbia Retirement Board		30,338	57.6

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