
District of Columbia Retirement Board

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Table DY0-1

Description	FY 2018	FY 2019	% Change
	Approved	Proposed	from FY 2018
OPERATING BUDGET	\$41,643,704	\$43,578,719	4.6
FTEs	75.0	75.0	0.0

Note: Prior year actuals are not reported for the District of Columbia Retirement Board because the agency 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 administer 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 participant groups. In addition, the District's Treasurer serves on the Board as an ex-officio (non-voting) member, representing the District's Chief Financial Officer.

The agency's FY 2019 proposed budget is presented in the following tables:

FY 2019 Proposed Gross Funds Operating Budget and FTEs, by Revenue Type

Table DY0-2 contains the proposed FY 2019 budget by revenue type compared to the FY 2018 approved budget. It also provides FY 2016 and FY 2017 actual data.

Table DY0-2

(dollars in thousands)

	Dollars in Thousands						Full-Time Equivalents					
	Actual FY 2016	Actual FY 2017	Approved FY 2018	Proposed FY 2019	Change from FY 2018	% Change*	Actual FY 2016	Actual FY 2017	Approved FY 2018	Proposed FY 2019	Change from FY 2018	% Change
Appropriated Fund												
ENTERPRISE AND OTHER												
Enterprise And Other Funds	0	0	41,644	43,579	1,935	4.6	0.0	0.0	75.0	75.0	0.0	0.0
TOTAL FOR ENTERPRISE AND OTHER	0	0	41,644	43,579	1,935	4.6	0.0	0.0	75.0	75.0	0.0	0.0
GROSS FUNDS	0	0	41,644	43,579	1,935	4.6	0.0	0.0	75.0	75.0	0.0	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 2019 Operating Appendices** located on the Office of the Chief Financial Officer's website.

FY 2019 Proposed Operating Budget, by Comptroller Source Group

Table DY0-3 contains the proposed FY 2019 budget at the Comptroller Source Group (object class) level compared to the FY 2018 approved budget. It also provides FY 2016 and FY 2017 actual expenditures.

Table DY0-3

(dollars in thousands)

	Actual FY 2016	Actual FY 2017	Approved FY 2018	Proposed FY 2019	Change from FY 2018	Percentage Change*
Comptroller Source Group						
11 - Regular Pay - Continuing Full Time	0	0	7,652	8,085	432	5.6
12 - Regular Pay - Other	0	0	85	0	-85	-100.0
13 - Additional Gross Pay	0	0	299	609	310	103.4
14 - Fringe Benefits - Current Personnel	0	0	2,408	2,202	-206	-8.6
15 - Overtime Pay	0	0	32	18	-15	-46.2
SUBTOTAL PERSONAL SERVICES (PS)	0	0	10,478	10,913	435	4.2
20 - Supplies and Materials	0	0	137	125	-12	-8.7
31 - Telephone, Telegraph, Telegram, Etc.	0	0	85	85	0	0.0
32 - Rentals - Land and Structures	0	0	1,771	1,772	1	0.0
40 - Other Services and Charges	0	0	27,059	28,520	1,461	5.4
41 - Contractual Services - Other	0	0	1,669	1,819	150	9.0
70 - Equipment and Equipment Rental	0	0	445	345	-100	-22.5
SUBTOTAL NONPERSONAL SERVICES (NPS)	0	0	31,166	32,666	1,500	4.8
GROSS FUNDS	0	0	41,644	43,579	1,935	4.6

*Percent change is based on whole dollars.

FY 2019 Proposed Operating Budget and FTEs, by Division/Program and Activity

Table DY0-4 contains the proposed FY 2019 budget by division/program and activity compared to the FY 2018 approved budget. It also provides FY 2016 and FY 2017 actual data. For a more comprehensive explanation of divisions/programs and activities, please see the Division/Program Description section, which follows the table.

Table DY0-4

(dollars in thousands)

Division/Program and Activity	Dollars in Thousands					Full-Time Equivalents				
	Actual FY 2016	Actual FY 2017	Approved FY 2018	Proposed FY 2019	Change from FY 2018	Actual FY 2016	Actual FY 2017	Approved FY 2018	Proposed FY 2019	Change from FY 2018
(3000) DCRB AGENCY										
MANAGEMENT										
(3001) Executive	0	0	2,004	1,713	-291	0.0	0.0	9.0	9.0	0.0
(3002) Investments	0	0	13,734	16,099	2,366	0.0	0.0	6.0	6.0	0.0
(3003) Trustees	0	0	558	567	8	0.0	0.0	0.0	0.0	0.0
(3004) General Counsel	0	0	1,615	1,594	-21	0.0	0.0	4.0	4.0	0.0
(3005) Benefits	0	0	3,522	3,809	286	0.0	0.0	31.0	31.0	0.0
(3006) Operations	0	0	4,302	4,086	-216	0.0	0.0	11.0	11.0	0.0
(3007) Information Technology	0	0	8,305	8,398	93	0.0	0.0	13.0	13.0	0.0
(3008) Projects	0	0	7,604	7,314	-291	0.0	0.0	1.0	1.0	0.0
SUBTOTAL (3000) DCRB AGENCY	0	0	41,644	43,579	1,935	0.0	0.0	75.0	75.0	0.0
TOTAL PROPOSED	0	0	41,644	43,579	1,935	0.0	0.0	75.0	75.0	0.0
OPERATING BUDGET	0	0	41,644	43,579	1,935	0.0	0.0	75.0	75.0	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 2019 Operating Appendices** located on the Office of the Chief Financial Officer's website. "No Activity Assigned" indicates budget or actuals that are recorded at the division/program level.

Program Description

The District of Columbia Retirement Board (DCRB) 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** – provides operational and accounting support. Operations 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;
- **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 2019 proposed budget.

FY 2018 Approved Budget to FY 2019 Proposed Budget, by Revenue Type

Table DY0-5 itemizes the changes by revenue type between the FY 2018 approved budget and the FY 2019 proposed budget. For a more comprehensive explanation of changes, please see the FY 2019 Proposed Budget Changes section, which follows the table.

Table DY0-5

(dollars in thousands)

DESCRIPTION	DIVISION/PROGRAM	BUDGET	FTE
ENTERPRISE AND OTHER FUNDS: FY 2018 Approved Budget and FTE		41,644	75.0
Agency Request-Increase: To align resources with operational spending goals	DCRB Agency Management	1,461	0.0
Agency Request-Increase: To align personal services and Fringe Benefits with projected costs	DCRB Agency Management	435	0.0
Agency Request-Increase: To support operational requirements	DCRB Agency Management	150	0.0
Agency Request-Increase: To align Fixed Costs with proposed estimates	DCRB Agency Management	1	0.0
Agency Request-Decrease: To realize programmatic cost savings in nonpersonal services	DCRB Agency Management	-112	0.0
ENTERPRISE AND OTHER FUNDS: FY 2019 Mayor's Proposed Budget		43,579	75.0
No Change		0	0.0
ENTERPRISE AND OTHER FUNDS: FY 2019 District's Proposed Budget		43,579	75.0
GROSS FOR DY0 - DISTRICT OF COLUMBIA RETIREMENT BOARD		43,579	75.0

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

FY 2019 Proposed Budget Changes

The District of Columbia Retirement Board's (DCRB) proposed FY 2019 gross budget is \$43,578,719, which represents a 4.6 percent increase over its FY 2018 approved gross budget of \$41,643,704. The budget is comprised entirely of Enterprise and Other Funds.

Mayor's Proposed Budget

Agency Request – Increase: The proposed FY 2019 DCRB budget reflects an increase of \$1,460,920 in nonpersonal services for ongoing operations and expenses related to investment management fees in the investments department. Investment Management fees fluctuate annually, based on assets under management. Personal services increased by \$435,341 to support projected salary, step increase and Fringe Benefit cost. Contractual Services reflect an increase of \$150,059 due to higher projections provided by the U.S. Department of the Treasury for its System to Administer Retirement (STAR), administered by DCRB. Lastly, fixed costs increased by \$795 due to higher projected Rent estimates.

Agency Request – Decrease: The FY 2019 proposed budget reflects a net decrease of \$112,100, which is comprised of a reduction of \$100,100 in equipment purchases and \$12,000 in supply costs.

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.