
District of Columbia Retirement Board

www.dcrb.dc.gov
Telephone: 202-343-3200

Table DY0-1

Description	FY 2017	FY 2018	FY 2019	FY 2020	% Change
	Actual	Actual	Approved	Approved	from FY 2019
OPERATING BUDGET	\$0	\$0	\$43,578,719	\$42,835,902	-1.7
FTEs	0.0	0.0	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 prudently invest the assets of the pension plans of the police officers, firefighters, and teachers of the District of Columbia, while providing plan members with retirement administration 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 for 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 2020 approved budget is presented in the following tables:

FY 2020 Approved Gross Funds Operating Budget and FTEs, by Revenue Type

Table DY0-2 contains the approved FY 2020 budget by revenue type compared to the FY 2019 approved budget. It also provides FY 2017 and FY 2018 actual data.

Table DY0-2

(dollars in thousands)

	Dollars in Thousands						Full-Time Equivalents					
	Actual FY 2017	Actual FY 2018	Approved FY 2019	Approved FY 2020	Change from FY 2019	% Change*	Actual FY 2017	Actual FY 2018	Approved FY 2019	Approved FY 2020	Change from FY 2019	% Change
Appropriated Fund												
ENTERPRISE AND OTHER												
Enterprise and Other Funds	0	0	43,579	42,836	-743	-1.7	0.0	0.0	75.0	75.0	0.0	0.0
TOTAL FOR ENTERPRISE AND OTHER	0	0	43,579	42,836	-743	-1.7	0.0	0.0	75.0	75.0	0.0	0.0
GROSS FUNDS	0	0	43,579	42,836	-743	-1.7	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 2020 Operating Appendices** located on the Office of the Chief Financial Officer's website.

FY 2020 Approved Operating Budget, by Comptroller Source Group

Table DY0-3 contains the approved FY 2020 budget at the Comptroller Source Group (object class) level compared to the FY 2019 approved budget. It also provides FY 2017 and FY 2018 actual expenditures.

Table DY0-3

(dollars in thousands)

	Actual FY 2017	Actual FY 2018	Approved FY 2019	Approved FY 2020	Change from FY 2019	Percentage Change*
Comptroller Source Group						
11 - Regular Pay - Continuing Full Time	0	0	8,085	8,343	258	3.2
13 - Additional Gross Pay	0	0	609	310	-299	-49.2
14 - Fringe Benefits - Current Personnel	0	0	2,202	2,196	-7	-0.3
15 - Overtime Pay	0	0	18	18	0	0.0
SUBTOTAL PERSONAL SERVICES (PS)	0	0	10,913	10,866	-48	-0.4
20 - Supplies and Materials	0	0	125	108	-18	-14.2
31 - Telecommunications	0	0	85	40	-45	-52.9
32 - Rentals - Land and Structures	0	0	1,772	1,808	36	2.0
40 - Other Services and Charges	0	0	28,520	27,570	-950	-3.3
41 - Contractual Services - Other	0	0	1,819	2,088	269	14.8
70 - Equipment and Equipment Rental	0	0	345	357	12	3.5
SUBTOTAL NONPERSONAL SERVICES (NPS)	0	0	32,666	31,970	-695	-2.1
GROSS FUNDS	0	0	43,579	42,836	-743	-1.7

*Percent change is based on whole dollars.

FY 2020 Approved Operating Budget and FTEs, by Division/Program and Activity

Table DY0-4 contains the approved FY 2020 budget by division/program and activity compared to the FY 2019 approved budget. It also provides FY 2017 and FY 2018 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 2017	Actual FY 2018	Approved FY 2019	Approved FY 2020	Change from FY 2019	Actual FY 2017	Actual FY 2018	Approved FY 2019	Approved FY 2020	Change from FY 2019
(3000) DCRB AGENCY										
MANAGEMENT										
(3001) Executive	0	0	1,713	1,709	-4	0.0	0.0	9.0	9.0	0.0
(3002) Investments	0	0	16,099	16,688	589	0.0	0.0	6.0	5.0	-1.0
(3003) Trustees	0	0	567	640	73	0.0	0.0	0.0	0.0	0.0
(3004) Legal Department	0	0	1,594	1,970	377	0.0	0.0	4.0	6.0	2.0
(3005) Benefits	0	0	3,809	4,407	598	0.0	0.0	31.0	33.0	2.0
(3006) Operations	0	0	4,086	4,384	298	0.0	0.0	11.0	11.0	0.0
(3007) Information Technology	0	0	8,398	13,038	4,640	0.0	0.0	13.0	11.0	-2.0
(3008) Projects	0	0	7,314	0	-7,314	0.0	0.0	1.0	0.0	-1.0
SUBTOTAL (3000) DCRB AGENCY										
MANAGEMENT	0	0	43,579	42,836	-743	0.0	0.0	75.0	75.0	0.0
TOTAL APPROVED										
OPERATING BUDGET	0	0	43,579	42,836	-743	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 2020 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 7 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;

- **Legal Department** – provides legal support to the agency. Legal Department 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; and
- **Information Technology** – provides technology systems support to achieve programmatic results, and manages the special projects undertaken by the agency. The Information Technology activity expenses are paid from the earnings derived from the Fund. The Information Technology and Projects budgets are consolidated in the FY 2020 Proposed Budget.

Program Structure Change

The District of Columbia Retirement Board has no program structure changes in the FY 2020 approved budget.

FY 2019 Approved Budget to FY 2020 Approved Budget, by Revenue Type

Table DY0-5 itemizes the changes by revenue type between the FY 2019 approved budget and the FY 2020 approved budget. For a more comprehensive explanation of changes, please see the FY 2020 Approved Budget Changes section, which follows the table.

Table DY0-5

(dollars in thousands)

DESCRIPTION	DIVISION/PROGRAM	BUDGET	FTE
ENTERPRISE AND OTHER FUNDS: FY 2019 Approved Budget and FTE		43,579	75.0
Increase: To adjust the Contractual Services budget	DCRB Agency Management	269	0.0
Increase: To support operational requirements	DCRB Agency Management	12	0.0
Decrease: To align Fixed Costs with proposed estimates	DCRB Agency Management	-9	0.0
Decrease: To align personal services and Fringe Benefits with projected costs	DCRB Agency Management	-48	0.0
Decrease: To realize programmatic cost savings in nonpersonal services	DCRB Agency Management	-968	0.0
ENTERPRISE AND OTHER FUNDS: FY 2020 Mayor's Proposed Budget		42,836	75.0
No Change		0	0.0
ENTERPRISE AND OTHER FUNDS: FY 2020 District's Approved Budget		42,836	75.0
GROSS FOR DY0 - DISTRICT OF COLUMBIA RETIREMENT BOARD		42,836	75.0

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

FY 2020 Approved Budget Changes

The District of Columbia Retirement Board's (DCRB) approved FY 2020 gross budget is \$42,835,902, which represents a 1.7 percent decrease from its FY 2019 approved gross budget of \$43,578,719. The budget is comprised entirely of Enterprise and Other Funds.

Mayor's Proposed Budget

Increase: The proposed budget for the District of Columbia Retirement Board absorbed the Project activity into the Information Technology activity to ensure accessibility and transparency and better reflect the

organizational structure of the agency as listed on the agency's website. The proposed FY 2020 DCRB budget reflects an increase of \$269,400 in Contractual Services due to higher projections provided by the U.S. Department of the Treasury for its System to Administer Retirement (STAR), administered by DCRB. The increase includes support for maintenance and upgrade costs to the system that will be carried out this fiscal year. An increase of \$12,000 accounts for additional expenses related to equipment purchases.

Decrease: The proposed DCRB budget reflects a decrease of \$9,000 due primarily to lower projected telecommunication estimates. DCRB installed a new telephone system in September, resulting in an anticipated savings in operating costs. Personal Services was reduced by \$47,548 to align with projected salary costs. Lastly, a decrease of \$967,669 is comprised of reductions in the amounts of \$949,919 in Other Services and Charges, due to the discontinuation of IT services, contractor support and professional services related to several IT projects, and \$17,750 in supply costs due to the discontinuation of online investment research services.

District's Approved Budget

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