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# District Retiree Health Contribution

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**Table RH0-1**

<b>Description</b>	<b>FY 2019 Actual</b>	<b>FY 2020 Actual</b>	<b>FY 2021 Approved</b>	<b>FY 2022 Approved</b>	<b>% Change from FY 2021</b>
OPERATING BUDGET	\$46,000,000	\$47,300,000	\$48,400,000	\$50,300,000	3.9
FTEs	0.0	0.0	0.0	0.0	N/A
CAPITAL BUDGET	\$0	\$0	\$0	\$0	N/A
FTEs	0.0	0.0	0.0	0.0	N/A

The mission of the District Retiree Health Contribution is to contribute to the funding of the District's other post-employment benefits (OPEB) liabilities.

District government retirees who were first employed after September 30, 1987 ("post-87") may obtain health insurance (pursuant to D.C. Code 1-622) and life insurance (pursuant to D.C. Code 1-623) from the District. The federal government is responsible for funding OPEB costs for District government retirees who were first employed prior to October 1, 1987 ("pre-87").

In 1999, the Council of the District of Columbia established the Annuitants' Health and Life Insurance Employer Contribution Trust Fund ("Trust Fund") to pay the District's portion of post-87 retirees' health and life insurance premiums. Through FY 2007, the District contributed to the Trust Fund from available funds. Beginning in FY 2008, the Governmental Accounting Standards Board requires state and local governments, including the District, to recognize any OPEB liability in their financial statements. The District is budgeting an actuarially determined annual OPEB contribution to cover normal costs and other actuarially determined liabilities. The proposed budget of the District Retiree Health Contribution represents the District's FY 2022 contribution to the funding of its OPEB liabilities.

The District passed permanent legislation effective in FY 2011 changing the calculation of its contribution to the cost of health, vision, and dental insurance premiums for retirees and their dependents to a scale based on the amount of creditable service of the retiree. The District's maximum contribution for the cost of healthcare for retirees is 75.0 percent, the same as the contribution for all current employees.

The agency's FY 2022 approved budget is presented in the following tables:

## FY 2022 Approved Gross Funds Operating Budget and FTEs, by Revenue Type

Table RH0-2 contains the approved FY 2022 budget by revenue type compared to the FY 2021 approved budget. It also provides FY 2019 and FY 2020 actual data.

**Table RH0-2**

(dollars in thousands)

Appropriated Fund	Dollars in Thousands						Full-Time Equivalents					
	Actual	Actual	Approved	Approved	Change	%	Actual	Actual	Approved	Approved	Change	%
	FY 2019	FY 2020	FY 2021	FY 2022	FY 2021	Change*	FY 2019	FY 2020	FY 2021	FY 2022	FY 2021	Change
<b>GENERAL FUND</b>												
Local Funds	46,000	47,300	48,400	50,300	1,900	3.9	0.0	0.0	0.0	0.0	0.0	N/A
<b>TOTAL FOR GENERAL FUND</b>	<b>46,000</b>	<b>47,300</b>	<b>48,400</b>	<b>50,300</b>	<b>1,900</b>	<b>3.9</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>N/A</b>
<b>GROSS FUNDS</b>	<b>46,000</b>	<b>47,300</b>	<b>48,400</b>	<b>50,300</b>	<b>1,900</b>	<b>3.9</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>N/A</b>

\*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 2022 Operating Appendices** located on the Office of the Chief Financial Officer's website.

## FY 2022 Approved Operating Budget, by Comptroller Source Group

Table RH0-3 contains the approved FY 2022 budget at the Comptroller Source Group (object class) level compared to the FY 2021 approved budget. It also provides FY 2019 and FY 2020 actual expenditures.

**Table RH0-3**

(dollars in thousands)

Comptroller Source Group	Actual FY 2019	Actual FY 2020	Approved FY 2021	Approved FY 2022	Change from FY 2021	Percentage Change*
50 - Subsidies and Transfers	46,000	47,300	48,400	50,300	1,900	3.9
<b>SUBTOTAL NONPERSONAL SERVICES (NPS)</b>	<b>46,000</b>	<b>47,300</b>	<b>48,400</b>	<b>50,300</b>	<b>1,900</b>	<b>3.9</b>
<b>GROSS FUNDS</b>	<b>46,000</b>	<b>47,300</b>	<b>48,400</b>	<b>50,300</b>	<b>1,900</b>	<b>3.9</b>

\*Percent change is based on whole dollars.

## FY 2022 Approved Operating Budget and FTEs, by Division/Program and Activity

Table RH0-4 contains the approved FY 2022 budget by division/program and activity compared to the FY 2021 approved budget. It also provides FY 2019 and FY 2020 actual data. For a more comprehensive explanation of divisions/programs and activities, please see the Division/Program Description section, which follows the table.

**Table RH0-4**

(dollars in thousands)

Division/Program and Activity	Dollars in Thousands					Full-Time Equivalents				
	Actual FY 2019	Actual FY 2020	Approved FY 2021	Approved FY 2022	Change from FY 2021	Actual FY 2019	Actual FY 2020	Approved FY 2021	Approved FY 2022	Change from FY 2021
<b>(1000) DISTRICT RETIREE HEALTH CONTRIBUTION</b>										
(1100) District Retiree Health Contribution	46,000	47,300	48,400	50,300	1,900	0.0	0.0	0.0	0.0	0.0
<b>SUBTOTAL (1000) DISTRICT RETIREE HEALTH CONTRIBUTION</b>	<b>46,000</b>	<b>47,300</b>	<b>48,400</b>	<b>50,300</b>	<b>1,900</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>TOTAL APPROVED OPERATING BUDGET</b>	<b>46,000</b>	<b>47,300</b>	<b>48,400</b>	<b>50,300</b>	<b>1,900</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

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

**Note:** For more detailed information regarding the approved funding for the activities within this agency's programs, please see **Schedule 30-PBB Program Summary by Activity** in the **FY 2022 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 Retiree Health Contribution operates through the following program:

**District Retiree Health Contribution** – provides the contribution for the funding of the District's OPEB liabilities.

### Program Structure Change

The District Retiree Health Contribution has no program structure changes in the FY 2022 approved budget.

## FY 2021 Approved Budget to FY 2022 Approved Budget, by Revenue Type

Table RH0-5 itemizes the changes by revenue type between the FY 2021 approved budget and the FY 2022 approved budget. For a more comprehensive explanation of changes, please see the FY 2022 Approved Budget Changes section, which follows the table.

**Table RH0-5**

(dollars in thousands)

DESCRIPTION	DIVISION/PROGRAM	BUDGET	FTE
<b>LOCAL FUNDS: FY 2021 Approved Budget and FTE</b>		<b>48,400</b>	<b>0.0</b>
No Change		0	0.0

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**Table RH0-5**

(dollars in thousands)

DESCRIPTION	DIVISION/PROGRAM	BUDGET	FTE
<b>LOCAL FUNDS: FY 2022 Recurring Budget</b>		<b>48,400</b>	<b>0.0</b>
Increase: To support actuarial valuation of the District of Columbia Annuitants' Health and Life Insurance Employee Contribution Plan	District Retiree Health Contribution	1,900	0.0
<b>LOCAL FUNDS: FY 2022 Mayor's Proposed Budget</b>		<b>50,300</b>	<b>0.0</b>
No Change		0	0.0
<b>LOCAL FUNDS: FY 2022 District's Approved Budget</b>		<b>50,300</b>	<b>0.0</b>
<b>GROSS FOR RH0 - DISTRICT RETIREE HEALTH CONTRIBUTION</b>		<b>50,300</b>	<b>0.0</b>

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

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**FY 2022 Approved Operating Budget Changes**

Table RH0-6 contains the approved FY 2022 budget by fund compared to the FY 2021 approved budget.

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**Table RH0-6**

Appropriated Fund	FY 2021 Approved	FY 2022 Approved	% Change from FY 2021
Local Funds	\$48,400,000	\$50,300,000	3.9
<b>GROSS FUNDS</b>	<b>\$48,400,000</b>	<b>\$50,300,000</b>	<b>3.9</b>

**Recurring Budget**

The District Retiree Health Contribution's budget reflects no change from the FY 2021 approved budget to the FY 2022 recurring budget.

**Mayor's Proposed Budget****Increase:** The District Retiree Health Contribution's proposed budget includes an increase of \$1,900,000 to reflect the actuarial valuation of the District of Columbia Annuitants' Health and Life Insurance Employee Contribution Plan. The purpose of the valuation is to provide an estimate of the actuarial accrued liabilities of the Plan and the Annual Required Contribution in accordance with Governmental Accounting Standard Board (GASB) statement numbers 43 and 45.**District's Approved Budget****No Change:** The District Retiree Health Contribution's budget reflects no change from the Mayor's proposed budget to the District's approved budget.