
Unemployment Insurance Trust Fund

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Description	FY 2014	FY 2015	FY 2016	% Change
	Actual	Approved	Proposed	from FY 2015
Operating Budget	\$160,402,995	\$367,000,000	\$235,000,000	-36.0

The Unemployment Insurance Trust Fund, administered by the Department of Employment Services (DOES), represents the proceeds from unemployment taxes paid by private sector employers and reimbursements from the District and federal governments deposited in the Unemployment Trust Fund (the “Fund”). The Fund is used to pay benefits for private and public sector employees during periods of unemployment. Payments include transfers to other governments to reimburse unemployment benefits paid to District residents.

Trust funds are fiduciary funds that are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, and other governments. Such trust funds are custodial in nature, reporting only assets and liabilities. Because fiduciary funds cannot be used for the operations of the government, they are not included in the District's government-wide financial statements.

Prior to FY 2005, these agency trust funds were included in the operating budgets of the agencies that administered the trust funds. The District created a separate agency fund in FY 2005 so that the District's budget structure would report these trust funds pursuant to the District's accounting structure. The Unemployment Insurance Trust Fund was separated from the DOES budget for improved fiscal transparency and to enable the District's budget format to more closely follow the presentation of the Comprehensive Annual Financial Report.

The agency's FY 2016 proposed budget is presented in the following tables:

FY 2016 Proposed Gross Funds Operating Budget, by Revenue Type

Table UI0-1 contains the proposed FY 2016 agency budget compared to the FY 2015 approved budget. It also provides FY 2013 and FY 2014 actual expenditures.

Table UI0-1
(dollars in thousands)

Appropriated Fund	Actual FY 2013	Actual FY 2014	Approved FY 2015	Proposed FY 2016	Change from FY 2015	Percent Change*
General Fund						
Special Purpose Revenue Funds	255,645	160,403	0	0	0	N/A
Total for General Fund	255,645	160,403	0	0	0	N/A
Enterprise and Other						
Enterprise and Other Funds	0	0	367,000	235,000	-132,000	-36.0
Total for Enterprise and Other	0	0	367,000	235,000	-132,000	-36.0
Gross Funds	255,645	160,403	367,000	235,000	-132,000	-36.0

*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 2016 Operating Appendices** located on the Office of the Chief Financial Officer's website.

FY 2016 Proposed Operating Budget, by Comptroller Source Group

Table UI0-2 contains the proposed FY 2016 budget at the Comptroller Source Group (object class) level compared to the FY 2015 approved budget. It also provides FY 2013 and FY 2014 actual expenditures.

Table UI0-2
(dollars in thousands)

Comptroller Source Group	Actual FY 2013	Actual FY 2014	Approved FY 2015	Proposed FY 2016	Change from FY 2015	Percent Change*
50 - Subsidies and Transfers	255,645	160,403	367,000	235,000	-132,000	-36.0
Subtotal Nonpersonal Services (NPS)	255,645	160,403	367,000	235,000	-132,000	-36.0
Gross Funds	255,645	160,403	367,000	235,000	-132,000	-36.0

*Percent change is based on whole dollars.

Program Description

The Unemployment Insurance Trust Fund operates through the following program:

Unemployment Trust Fund – pays benefits for private and public sector employees during periods of unemployment.

Program Structure Change

The Unemployment Insurance Trust Fund has no program structure changes in the FY 2016 proposed budget.

FY 2016 Proposed Operating Budget and FTEs, by Program and Activity

Table UI0-3 contains the proposed FY 2016 budget by program and activity compared to the FY 2015 approved budget. It also provides the FY 2014 actual data.

Table UI0-3

(dollars in thousands)

Program/Activity	Dollars in Thousands				Full-Time Equivalents			
	Actual FY 2014	Approved FY 2015	Proposed FY 2016	Change from FY 2015	Actual FY 2014	Approved FY 2015	Proposed FY 2016	Change from FY 2015
(2000) Unemployment Trust Fund								
(2200) Benefits Trust Fund	160,403	367,000	235,000	-132,000	0.0	0.0	0.0	0.0
Subtotal (2000) Unemployment Trust Fund	160,403	367,000	235,000	-132,000	0.0	0.0	0.0	0.0
Total Proposed Operating Budget	160,403	367,000	235,000	-132,000	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 2016 Operating Appendices** located on the Office of the Chief Financial Officer's website.

FY 2016 Proposed Budget Changes

The Unemployment Insurance Trust Fund's (UITF) proposed FY 2016 gross budget is \$235,000,000, which represents a 36.0 percent decrease from its FY 2015 approved gross budget of \$367,000,000. The budget is comprised entirely of Enterprise and Other funds.

Agency Budget Submission

Decrease: The budget proposal for UITF reflects a decrease of \$132,000,000 in the Unemployment Trust Fund program. This reduction is based on the projection that unemployment rates will continue to fall in the District of Columbia and this is expected to decrease the number of unemployment filings in FY 2016. Consequently, the payments of unemployment benefits will be reduced based on the current projections.

Mayor's Proposed Budget

No Change: The Unemployment Insurance Trust Fund's budget proposal reflects no change from the agency budget submission to the Mayor's proposed budget.

District's Proposed Budget

No Change: The Unemployment Insurance Trust Fund's budget proposal reflects no change from the Mayor's proposed budget to the District's proposed budget.

FY 2015 Approved Budget to FY 2016 Proposed Budget, by Revenue Type

Table UI0-4 itemizes the changes by revenue type between the FY 2015 approved budget and the FY 2016 proposed budget.

Table UI0-4
(dollars in thousands)

DESCRIPTION	PROGRAM	BUDGET	FTE
ENTERPRISE AND OTHER FUNDS: FY 2015 Approved Budget and FTE		367,000	0.0
Decrease: To align budget with projected expenditures	Unemployment Trust Fund	-132,000	0.0
ENTERPRISE AND OTHER FUNDS: FY 2016 Agency Budget Submission		235,000	0.0
No Change		0	0.0
ENTERPRISE AND OTHER FUNDS: FY 2016 Mayor’s Proposed Budget		235,000	0.0
No Change		0	0.0
ENTERPRISE AND OTHER FUNDS: FY 2016 District’s Proposed Budget		235,000	0.0
Gross for UI0 - Unemployment Insurance Trust Fund		235,000	0.0

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