
COMMITTEE ON GOVERNMENT OPERATIONS

COUNCILMEMBER KENYAN R. MCDUFFIE, CHAIRPERSON
FISCAL YEAR 2014 COMMITTEE BUDGET REPORT



TO: Members of the Council of the District of Columbia

FROM: Councilmember Kenyan R. McDuffie
Chairperson, Committee on Government Operations

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DATE: May 9, 2013

SUBJECT: Report and Recommendations of the Committee on Government Operations on the Fiscal Year 2014 Budget for Agencies Under Its Purview

The Committee on Government Operations ("Committee"), having conducted hearings and received testimony on the Mayor's proposed operating and capital budgets for Fiscal Year (FY) 2014 for the agencies under its purview, reports its recommendations for review and consideration by the Committee of the Whole. The Committee also comments on several sections in the Fiscal Year 2014 Budget Support Act of 2013, as proposed by the Mayor.

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COUNCIL BUDGET DIRECTOR CERTIFICATION:

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DATE: 5/20/13

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I. SUMMARY

A. FISCAL YEAR 2014 AGENCY OPERATING BUDGET SUMMARY TABLE (DOLLARS IN THOUSANDS)

	FY2012 Actual	FY2013 Approved	FY2014 Mayor's Proposed	Change from FY2013	Percent Change from FY2013	FY2014 Committee Recommend	FY2014 Variance between Proposed and Committee
Local Funds	744	894	895	1	0.1%	902	7
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	0	0	0	0	0.0%	0	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	0	0	0	0	0.0%	0	0
GROSS FUNDS	744	894	895	1	0.1%	902	7
Local Funds	7,998	8,435	8,253	-182	-2.2%	8,253	0
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	0	0	0	0	0.0%	0	0
Federal Funds	4,050	3,556	3,050	-506	-14.2%	3,050	0
Private Funds	2	0	0	0	0.0%	0	0
Intra-District	658	360	697	337	93.6%	697	0
GROSS FUNDS	12,708	12,351	12,000	-351	-2.8%	12,000	0
Local Funds	2,890	2,246	2,266	20	0.9%	2,266	0
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	887	1,000	1,000	0	0.0%	1,000	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	6	0	0	0	0.0%	0	0
Intra-District	0	0	0	0	0.0%	0	0
GROSS FUNDS	3,783	3,246	3,266	20	0.6%	3,266	0
Local Funds	2,847	3,401	3,383	-18	-0.5%	3,383	0
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	0	0	0	0	0.0%	0	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	251	288	336	48	16.7%	336	0
GROSS FUNDS	3,098	3,689	3,719	30	0.8%	3,719	0

	FY2012 Actual	FY2013 Approved	FY2014 Mayor's Proposed	Change from FY2013	Percent Change from FY2013	FY2014 Committee Recommend	FY2014 Variance between Proposed and Committee
Local Funds	2,196	2,962	2,946	-16	-0.5%	2,946	0
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	0	0	0	0	0.0%	0	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	0	0	0	0	0.0%	0	0
GROSS FUNDS	2,196	2,962	2,946	-16	-0.5%	2,946	0
Local Funds	8,392	7,536	7,605	69	0.9%	7,605	0
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	268	278	286	8	2.9%	286	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	4,128	2,505	4,023	1,518	60.6%	4,023	0
GROSS FUNDS	12,788	10,319	11,914	1,595	15.5%	11,914	0
Local Funds	177	2,430	2,488	58	2.4%	1,803	-685
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	0	66	49	-17	-25.8%	49	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	0	0	0	0	0.0%	0	0
GROSS FUNDS	177	2,496	2,537	41	1.6%	1,852	-685
Local Funds	35,799	39,974	49,680	9,706	24.3%	48,115	-1,565
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	7,244	10,943	16,334	5,391	49.3%	16,334	0
Federal Funds	2,268	2,498	985	-1,513	-60.6%	985	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	27,342	24,929	27,604	2,675	10.7%	27,604	0
GROSS FUNDS	72,653	78,344	94,603	16,259	20.8%	93,038	-1,565

	FY2012 Actual	FY2013 Approved	FY2014 Mayor's Proposed	Change from FY2013	Percent Change from FY2013	FY2014 Committee Recommend	FY2014 Variance between Proposed and Committee
Local Funds	1,343	1,468	1,480	12	0.8%	1,480	0
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	0	0	0	0	0.0%	0	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	0	0	0	0	0.0%	0	0
GROSS FUNDS	1,343	1,468	1,480	12	0.8%	1,480	0
Local Funds	87	979	1,159	180	18.4%	1,255	96
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	0	60	60	0	0.0%	60	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	0	0	0	0	0.0%	0	0
GROSS FUNDS	87	1,039	1,219	180	17.3%	1,315	96
Local Funds	11,932	13,308	13,465	157	1.2%	13,465	0
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	0	0	0	0	0.0%	0	0
Federal Funds	2,044	2,377	2,483	106	4.5%	2,483	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	71	0	0	0	0.0%	0	0
GROSS FUNDS	14,047	15,685	15,948	263	1.7%	15,948	0
Local Funds	0	0	0	0	0.0%	0	0
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	9,328	10,360	11,612	1,252	12.1%	11,612	0
Federal Funds	562	463	319	-144	-31.1%	319	0
Private Funds	10	0	0	0	0.0%	0	0
Intra-District	13	0	0	0	0.0%	0	0
GROSS FUNDS	9,913	10,823	11,931	1,108	10.2%	11,931	0

	FY2012 Actual	FY2013 Approved	FY2014 Mayor's Proposed	Change from FY2013	Percent Change from FY2013	FY2014 Committee Recommend	FY2014 Variance between Proposed and Committee
Local Funds	208,936	244,338	262,416	18,078	7.4%	262,933	517
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	4,215	6,579	6,129	-450	-6.8%	6,129	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	138,655	137,525	128,777	-8,748	-6.4%	128,777	0
GROSS FUNDS	351,806	388,442	397,322	8,880	2.3%	397,839	517
Local Funds	5,278	5,812	6,430	618	10.6%	6,615	185
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	0	0	0	0	0.0%	0	0
Federal Funds	604	150	0	-150	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	0	0	0	0	0.0%	0	0
GROSS FUNDS	5,882	5,962	6,430	468	7.8%	6,615	185
Local Funds	1,301	2,601	2,629	28	1.1%	2,629	0
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	94	0	0	0	0.0%	0	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	0	0	0	0	0.0%	0	0
GROSS FUNDS	1,395	2,601	2,629	28	1.1%	2,629	0
Local Funds	114	1,151	1,162	11	1.0%	1,162	0
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	0	0	0	0	0.0%	0	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	0	0	0	0	0.0%	0	0
GROSS FUNDS	114	1,151	1,162	11	1.0%	1,162	0

¹ The Committee recognizes \$615,175 from the Committee on Transportation and Environment for recycling initiatives implemented by the DGS.

	FY2012 Actual	FY2013 Approved	FY2014 Mayor's Proposed	Change from FY2013	Percent Change from FY2013	FY2014 Committee Recommend	FY2014 Variance between Proposed and Committee
Local Funds	0	0	0	0	0.0%	0	0
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	4,986	6,116	6,566	450	7.4%	6,566	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	0	0	0	0	0.0%	0	0
GROSS FUNDS	4,986	6,116	6,566	450	7.4%	6,566	0
Local Funds	27,988	19,822	20,021	199	1.0%	20,021	0
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	0	0	0	0	0.0%	0	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	0	0	0	0	0.0%	0	0
GROSS FUNDS	27,988	19,822	20,021	199	1.0%	20,021	0
Local Funds	24,337	21,477	21,292	-185	-0.9%	21,292	0
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	0	0	0	0	0.0%	0	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	0	0	0	0	0.0%	0	0
GROSS FUNDS	24,337	21,477	21,292	-185	-0.9%	21,292	0

B. FISCAL YEAR 2014 AGENCY FULL-TIME EQUIVALENT TABLE

	FY2012 Actual	FY2013 Approved	FY2014 Mayor's Proposed	Change from FY2013	Percent Change from FY2013	FY2014 Committee Recommend	FY2014 Variance between Proposed and Committee
Animal Services Department							
Local Funds	2.3	2.5	2.5	0.0	0.0%	2.5	0.0
Dedicated Taxes	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
Special Purpose	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
Federal Funds	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
Private Funds	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
Intra-District	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
TOTAL FTEs	2.3	2.5	2.5	0.0	0.0%	2.5	0.0
City of Chicago Police Department							
Local Funds	77.6	78.3	75.0	-3.3	-4.2%	75.0	0.0
Dedicated Taxes	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
Special Purpose	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
Federal Funds	2.6	4.8	2.2	-2.6	-54.2%	2.2	0.0
Private Funds	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
Intra-District	6.8	4.4	7.8	3.4	77.3%	7.8	0.0
TOTAL FTEs	87.0	87.5	85.0	-2.5	-2.9%	85.0	0.0
Department of Public Safety							
Local Funds	18.0	18.0	18.0	0.0	0.0%	18.0	0.0
Dedicated Taxes	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
Special Purpose	4.4	6.0	6.5	0.5	8.3%	6.5	0.0
Federal Funds	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
Private Funds	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
Intra-District	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
TOTAL FTEs	22.4	24.0	24.5	0.5	2.1%	24.5	0.0
Department of Public Works Administration							
Local Funds	34.7	22.4	23.0	0.6	2.7%	23	0.0
Dedicated Taxes	0.0	0.0	0.0	0.0	0.0%	0	0.0
Special Purpose	0.0	0.0	0.0	0.0	0.0%	0	0.0
Federal Funds	0.0	0.0	0.0	0.0	0.0%	0	0.0
Private Funds	0.0	0.0	0.0	0.0	0.0%	0	0.0
Intra-District	0.0	3.6	3.0	-0.6	-16.7%	3	0.0
TOTAL FTEs	34.7	26.0	26.0	0.0	0.0%	26	0

	FY2012 Actual	FY2013 Approved	FY2014 Mayor's Proposed	Change from FY2013	Percent Change from FY2013	FY2014 Committee Recommend	FY2014 Variance between Proposed and Committee
Local Funds	18.7	23.0	23.0	0	0.0%	23	0.0
Dedicated Taxes	0.0	0.0	0.0	0	0.0%	0	0.0
Special Purpose	0.0	0.0	0.0	0	0.0%	0	0.0
Federal Funds	0.0	0.0	0.0	0	0.0%	0	0.0
Private Funds	0.0	0.0	0.0	0	0.0%	0	0.0
Intra-District	8.5	0.0	0.0	0	0.0%	0	0.0
TOTAL FTEs	27.2	23.0	23.0	0.0	0.0%	23	0
Local Funds	86.2	79.0	83.8	5	6.1%	83.8	0.0
Dedicated Taxes	0.0	0.0	0.0	0	0.0%	0.0	0.0
Special Purpose	3.5	3.7	3.4	0	-8.1%	3.4	0.0
Federal Funds	0.0	0.0	0.0	0	0.0%	0.0	0.0
Private Funds	0.0	0.0	0.0	0	0.0%	0.0	0.0
Intra-District	21.1	19.7	16.1	-4	-18.3%	16.1	0.0
TOTAL FTEs	110.8	102.4	103.3	0.9	0.9%	103.3	0.0
Local Funds	0	0	0	0	0.0%	0	0
Dedicated Taxes	0	0	0	0	0.0%	0	0
Special Purpose	0	0	0	0	0.0%	0	0
Federal Funds	0	0	0	0	0.0%	0	0
Private Funds	0	0	0	0	0.0%	0	0
Intra-District	0	0	0	0	0.0%	0	0
TOTAL FTEs	0.0	0.0	0.0	0.0	0.0%	0	0
Local Funds	181.6	195.5	199.0	4	1.8%	197	-2.0
Dedicated Taxes	0.0	0.0	0.0	0	0.0%	0	0.0
Special Purpose	0.0	7.8	13.9	6	78.2%	14	0.0
Federal Funds	0.0	0.0	0.0	0	0.0%	0	0.0
Private Funds	0.0	0.0	0.0	0	0.0%	0	0.0
Intra-District	80.0	84.8	79.1	-6	-6.7%	79	0.0
TOTAL FTEs	261.6	288.1	292.0	3.9	1.4%	290	-2.0

	FY2012 Actual	FY2013 Approved	FY2014 Mayor's Proposed	Change from FY2013	Percent Change from FY2013	FY2014 Committee Recommend	FY2014 Variance between Proposed and Committee
Local Funds	598.0	661.0	659.2	-2	-0.3%	658.2	-1.0
Dedicated Taxes	0.0	0.0	0.0	0	0.0%	0.0	0.0
Special Purpose	12.1	17.0	16.0	-1	-5.9%	16.0	0.0
Federal Funds	0.0	0.0	0.0	0	0.0%	0.0	0.0
Private Funds	0.0	0.0	0.0	0	0.0%	0.0	0.0
Intra-District	0.0	0.0	0.0	0	0.0%	0.0	0.0
TOTAL FTEs	610.1	678.0	675.2	-2.8	-0.4%	674.2	-1.0
Local Funds	56.7	59.8	59.8	0.0	0.0%	59.8	0.0
Dedicated Taxes	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
Special Purpose	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
Federal Funds	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
Private Funds	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
Intra-District	0.0	0.0	0.0	0.0	0.0%	0.0	0.0
TOTAL FTEs	56.7	59.8	59.8	0.0	0.0%	59.8	0.0
Local Funds	14.8	31.0	31.0	0	0.0%	31.0	0.0
Dedicated Taxes	0.0	0.0	0.0	0	0.0%	0.0	0.0
Special Purpose	0.8	0.0	0.0	0	0.0%	0.0	0.0
Federal Funds	0.0	0.0	0.0	0	0.0%	0.0	0.0
Private Funds	0.0	0.0	0.0	0	0.0%	0.0	0.0
Intra-District	0.0	0.0	0.0	0	0.0%	0.0	0.0
TOTAL FTEs	15.6	31.0	31.0	0.0	0.0%	31.0	0
Local Funds	9.2	9.0	9.0	0	0.0%	9.0	0.0
Dedicated Taxes	0.0	0.0	0.0	0	0.0%	0.0	0.0
Special Purpose	0.0	0.0	0.0	0	0.0%	0.0	0.0
Federal Funds	0.0	0.0	0.0	0	0.0%	0.0	0.0
Private Funds	0.0	0.0	0.0	0	0.0%	0.0	0.0
Intra-District	0.0	0.0	0.0	0	0.0%	0.0	0.0
TOTAL FTEs	9.2	9.0	9.0	0.0	0.0%	9.0	0.0

	FY2012 Actual	FY2013 Approved	FY2014 Mayor's Proposed	Change from FY2013	Percent Change from FY2013	FY2014 Committee Recommend	FY2014 Variance between Proposed and Committee
Local Funds	11.2	12.0	14.0	2	16.7%	14.0	0.0
Dedicated Taxes	0.0	0.0	0.0	0	0.0%	0.0	0.0
Special Purpose	0.0	0.0	0.0	0	0.0%	0.0	0.0
Federal Funds	0.0	0.0	0.0	0	0.0%	0.0	0.0
Private Funds	0.0	0.0	0.0	0	0.0%	0.0	0.0
Intra-District	0.0	0.0	0.0	0	0.0%	0.0	0.0
TOTAL FTEs	11.2	12.0	14.0	2.0	16.7%	14.0	0.0
Local Funds	0.0	9.0	10.0	1	11.1%	11.0	1.0
Dedicated Taxes	0.0	0.0	0.0	0	0.0%	0.0	0.0
Special Purpose	0.0	0.0	0.0	0	0.0%	0.0	0.0
Federal Funds	0.0	0.0	0.0	0	0.0%	0.0	0.0
Private Funds	0.0	0.0	0.0	0	0.0%	0.0	0.0
Intra-District	0.0	0.0	0.0	0	0.0%	0.0	0.0
TOTAL FTEs	0.0	9.0	10.0	1.0	11.1%	11.0	1.0
Local Funds	88.7	94.8	94.8	0	0.0%	94.8	0.0
Dedicated Taxes	0.0	0.0	0.0	0	0.0%	0.0	0.0
Special Purpose	0.0	0.0	0.0	0	0.0%	0.0	0.0
Federal Funds	15.9	17.2	17.2	0	0.0%	17.2	0.0
Private Funds	0.0	0.0	0.0	0	0.0%	0.0	0.0
Intra-District	0.0	0.0	0.0	0	0.0%	0.0	0.0
TOTAL FTEs	104.6	112.0	112.0	0.0	0.0%	112.0	0.0
Local Funds	62.0	68.0	76.2	8	0.0%	76.2	0.0
Dedicated Taxes	0.0	0.0	0.0	0	0.0%	0.0	0.0
Special Purpose	0.0	0.0	0.0	0	0.0%	0.0	0.0
Federal Funds	5.5	4.7	2.4	-2	-48.9%	2.4	0.0
Private Funds	0.0	0.0	0.0	0	0.0%	0.0	0.0
Intra-District	0.0	0.0	0.0	0	0.0%	0.0	0.0
TOTAL FTEs	67.5	72.7	78.6	5.9	8.1%	78.6	0.0

C. FISCAL YEAR 2014 AGENCY CAPITAL BUDGET SUMMARY TABLE (DOLLARS IN THOUSANDS)

Code	Project Name	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019
Department of General Services							
AMO-PL104	ADA Compliance Pool	600	600	600	600	600	600
AMO-PL401	City Wide Physical Access Control System	2,000	2,000	2,000	2,000	2,000	0
AMO-PL902	Critical System Replacement	7,500	5,000	0	0	0	0
AMO-PL901	Energy Retrofitting of District Buildings	5,000	5,000	5,000	5,000	5,000	5,000
AMO-PL402	Enhancement Communication Infrastructure	2,000	2,000	0	0	0	0
AMO-BC101	Facility Condition Assessment	1,000	800	0	0	0	0
AMO-PL103	Hazardous Materials Abatement Pool	500	500	500	500	500	500
AMO-BC401	Hill E Relocation of Gov't & Function	500	0	0	0	0	0
AMO-PR101	One Judiciary Square Roof	3,000	2,800	0	0	0	0
Agency Total		22,100	18,700	8,100	8,100	8,100	6,100
Office of the Secretary							
AMO-AB102	Archives	4,000	20,000	20,000	0	0	0
Agency Total		4,000	20,000	20,000	0	0	0
Office of the Chief Technology Officer							
TO0-N3102	Capstat	120	650	0	0	0	0
ELC-N1603	Citywide Network Infrastructure Upgrade	2,385	500	0	0	0	0
ELC-EQ101	Credentialing and Wireless Communications	500	500	0	0	0	0
TO0-EQ103	Credentialing and Wireless -GO Bond	500	0	0	0	0	0
TO0-N1715	Cyber Security Modernization	1,200	650	0	0	0	0
ELC-N2501	Data Center Relocation	500	500	0	0	0	0
TO0-N2503	Data Center Relocation-Go Bond	650	500	0	0	0	0
ELC-N3101	Data Transparency and Accountability	581	0	0	0	0	0
TO0-ZA143	DC GIS Capital Investment	550	550	0	0	0	0
ELC-N1604	DC GIS Master Lease	528	550	0	0	0	0
TO0-ZB141	Enterprise Resource Planning	1,654	2,500	0	0	0	0
ELC-N3701	Human Resource System	947	475	0	0	0	0
TO0-N3699	Pool SMP Projects	1,500	1,500	0	0	0	0
TO0-N3802	Procurement System-GO Bond	1,000	500	0	0	0	0
ELC-N2201	Server Consolidation	0	250	0	0	0	0
TO0-N2504	Server Consolidation-GO Bond	1,000	500	0	0	0	0
ELC-N6001	Transportation Infrastructure Modernization	0	500	0	0	0	0
TO0-N6002	Transportation Infrastructure Modernization	2,000	500	0	0	0	0
Agency Total		15,615	11,125	0	0	0	0

D. SUMMARY OF COMMITTEE BUDGET RECOMMENDATIONS

ADVISORY NEIGHBORHOOD COMMISSIONS

Operating Budget Recommendations

- Increase CSG 20 (Supplies and Materials) by \$5,000 for supplies and materials critical to the operations of the Office of the ANC. The Committee recognizes that current budget requirements adversely affected the OANC and eliminated its entire NPS budget. As a result, the Committee restores funding for Non Personal Services.
- Increase CSG 11 (Regular Pay – Continuing Full Time) by \$2,000 for the Agency Management Program. Because the OANC cut salaries in order to present a balanced budget, the Committee is restoring the salary to the FY13 level.

Policy Recommendations

- The Committee noted that Commissions are burdened when grants have been awarded and the grantee fails to provide the Commission with the requisite documentation. The Commission's report is accepted by the District of Columbia Auditor (Auditor), but the Auditor will preclude any funds from being disbursed in subsequent quarters until the documentation for these grants is received. The Committee recommends OANC discuss this issue with various Commissions and recommend the best approach to address this problem.
- The Committee also noted that some Commissions do not expend all funds disbursed in a single fiscal year and that the funds indefinitely roll over to subsequent fiscal years. The Committee recommends OANC identify any issues with this practice and a prudent approach, if any, to ensure Commissions are being financially responsible.

OFFICE OF THE CITY ADMINISTRATOR

Operating Budget Recommendations

- The Committee on Government Operations transfers \$82,035 to the Committee of the Whole to support an increase of 1.0 FTE in the Office of Labor Relations and Collective Bargaining (OLRCB). Because OLRCB's budget rests in OCA's budget, the transfer is as follows:
- An increase of \$65,945 local funds (PS) to CSG 12 (Regular Pay Other) and an increase of 1.0 FTE. (At the request of the Mayor)

- An increase of \$16,090 local funds (PS) to Comptroller Source Group 14 (Fringe Benefits – Current Personnel) to fund fringe benefits associated with the 1.0 FTE increase in the recommendation above. (At the request of the Mayor)
- A decrease of \$82,035 local funds (NPS) from Comptroller Source Group 41 (Contractual Services – Other) from the Office of the City Administrator’s budget to cover the increase resulting from the two recommendations above. (At the request of the Mayor)

CAPTIVE INSURANCE AGENCY

Operating Budget Recommendations

- Reduce CSG 40 (Other Services and Charges) by \$735,000

The Committee believes that the Agency’s FY 14 budgeted amount of \$2.5 million will cover the \$1.43 million estimated total costs for a third party insurance contract and all other necessary operating expenditures . The Committee also believes that the \$5 million dollars in non-lapsing funds will cover its Medical Liability Insurance and the Captive Insurance Agency can absorb the reduction of one time local funds.

- The Committee transfers \$300,000 to the Committee on Human Services for the Emergency Rental Assistance Program (for families).
- The Committee on Government Operations transfers \$250,000 to the Committee on Workforce and Community Affairs to support grant funds for lead agencies who support senior District residents.

OFFICE OF THE CHIEF TECHNOLOGY OFFICER

Operating Budget Recommendations

- Reduce CSG11 (Regular Pay – Continuing Full Time) by \$129,803.

The agency’s proposed budget has authorized \$2.5M for positions currently listed as vacant. These vacancies have existed for half of FY13 and the Committee believes these positions will continue to be vacant for FY14. The Committee will reduce 2 FTEs.

- Reduce CSG 14 (Fringe Benefits) by \$35,047 to correspond with the FTE reduction called for in CSG 11.
- Reduce CSG 40 (Other Services and Charges) by \$500,000; Reduce CSG 41(Contractual Services & Other) by \$900,000

The Committee believes the one time local funding of \$3.4 million for an Affordable Housing Database to be overestimated based on responses gathered from the Budget Oversight hearing. The Committee also believes that with current vacancies and historical agency under spending, the Office of the Chief Technology Officer can absorb the reduction of one time local funds if full funding is actually required.

The Committee transfers \$164,850 to the Committee on Workforce and Community Affairs, for the Department of Aging's Community Based Support Program (9400) in the activity line (9450) under Community Services.

- The Committee transfers \$1,000,000 to the Committee on Transportation and the Environment for the Department of Transportation project ED102- Rhode Island Avenue Small Area Plan for (04) Construction.
- The Committee transfers \$300,000 to the Committee on Business, Consumer and Regulatory Affairs for the Commercial Revitalization division to be divided as follows: \$200,000 to support the creation of a Rhode Island Avenue NE Main Street (Activity Code 4030); and \$100,000 to support a Clean Team on Bladensburg Road NE (Activity Code 4040).
- The Committee transfers \$95,000 to the Committee on Workforce and Community Affairs to support the Washington Elderly Handicapped Transportation Service (WEHTS) program.

DEPARTMENT OF GENERAL SERVICES

Operating Budget Recommendations

- Reduce CSG11 (Regular Pay – Continuing Full Time) by \$82,000.

The agency's proposed budget has authorized \$4.3M for positions currently listed as vacant. These vacancies have existed for half of FY13 and the Committee believes these positions will continue to be vacant for FY14. The Committee will reduce 1 FTE.

- Reduce CSG 14 (Fringe Benefits) by \$16,400 to correspond with the FTE reduction called for in CSG 11.
- Increase CSG 20 (Supplies and Materials) by \$389,175.
- Increase CSG 40 (Other Services and Charges) by \$201,000.

The Committee recognizes the transfer of \$615,175 from the Committee on Transportation and Environment for the usage of school recycling incentives, recycling collection at DPR facilities and recycling containers at DPR facilities.

Capital Budget Recommendations

- Reduce capital project PR101, “One Judiciary Square Roof” by \$1,000,000. Transfer the same amount to the following, capital project exclusively for Department of Transportation project ED102- Rhode Island Avenue Small Area Plan for (04) Construction.

BOARD OF ELECTIONS

Operating Budget Recommendations

- Increase CSG 70 (Equipment and Equipment Rental) by \$185,000 for Electronic Poll Books and Direct-Recording Electronic voting machines. The Committee recognizes a need to increase the efficiency of the election process by means of equipment modernization. As a result, the Committee increases the Non Personal Services budget.

BOARD OF ETHICS AND GOVERNMENT ACCOUNTABILITY

Operating Budget Recommendations

- Increase CSG 11 (Regular Pay – Continuing Full Time) by \$80,000 for a new attorney position for the Office of Open Government.
- Increase CSG 14 (Fringe Benefits) by \$16,400 for fringe associated with the new attorney position.

Policy Recommendations

- The Committee recommends that the Director of Government Ethics publish an executive summary with each advisory opinion that is general enough so as to not require redaction. The purpose of the executive summary is to concisely inform the public of BEGA’s application of the Code of Conduct to a given scenario.
- The Committee recommends that BEGA offer yearly ethics training to members of the Council of the District of Columbia.
- The Committee recommends that BEGA disseminate hard copies of its updated “District Ethics Manual” to all Councilmembers and Council staff.
- The Committee recommends that BEGA develop a training program for government employees to facilitate compliance with the local Hatch Act.

II. AGENCY FISCAL YEAR 2014 BUDGET RECOMMENDATIONS

A. INTRODUCTION

The Committee on Government Operations is responsible for oversight of the general operations and services of the government of the District of Columbia, including matters relating to: elections; government ethics; campaign finance; general services; personnel, including employee appeals; public utilities; maintenance of public buildings, and, property management, including the declaration of government property as no longer required for public purposes; technology services; and, matters regarding Advisory Neighborhood Commissions.

The following agencies are within the purview of the Committee: Office of Advisory Neighborhood Commissions; the Board of Ethics and Government Accountability; the Department of General Services; the Department of Human Resources; the District of Columbia Board of Elections; the Executive Office of the Mayor (including the Office of Policy and Legislative Affairs, Serve DC, the Office of Partnerships and Grants, and, the Office of Community Affairs); the Office of Campaign Finance; the Office of Employee Appeals; the Office of People's Counsel; the Office of Risk Management; the Office of the Chief Technology Officer; the Office of the City Administrator; the Office of the Inspector General; the Public Employees Relations Board; the Public Service Commission; and, the Secretary of the District of Columbia (including the Notaries Public Board of Review). The Committee also oversees the Settlements and Judgments Fund, the Captive Insurance Agency, and the Disability Compensation Fund.

The Committee is chaired by Councilmember Kenyan R. McDuffie who began his tenure as Chairperson in January of 2013. Councilmembers Muriel Bowser (Ward 4), David Catania (At-large), Mary Cheh (Ward 3), and Vincent Orange, Sr. (At-large) comprise the remaining Committee members.

The Committee has continued to monitor agency performance and expenditures in an effort to increase transparency and efficiency throughout government.

The Committee held budget oversight hearings to solicit public input on the proposed budgets for the agencies under its purview on the following dates:

April 11, 2013	Department of Human Resources District of Columbia Board of Elections Disability Compensation Fund Office of Employee Appeals Office of Risk Management Public Employees' Relations Board
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April 22, 2013	Office of Advisory Neighborhood Commissions Board of Ethics and Government Accountability Office of Campaign Finance Office of the Inspector General
April 25, 2013	Department of General Services Office of Partnerships and Grants Office of People's Counsel Public Service Commission
May 2, 2013	Executive Office of the Mayor Office of Policy and Legislative Affairs Serve DC Office of Community Affairs Office of the City Administrator Office of the Chief Technology Officer Secretary of the District of Columbia

The Committee received important comments from members of the public during these budget oversight roundtables. Copies of witness testimony are included in this report as *Attachments A, B, C, and D*. A video recording of the hearings can be obtained through the Office of Cable Television or at oct.dc.gov. The Committee welcomes public input on the agencies and activities within its purview.

B. ADVISORY NEIGHBORHOOD COMMISSIONS

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	833	744	894	895	7	902	0.9%
Dedicated Taxes	-	-	-	-	-	-	0.0%
Special Purpose	-	-	-	-	-	-	0.0%
General Fund Total	833	744	894	895	7	902	0.9%
Federal Payments	-	-	-	-	-	-	0.0%
Federal Grant Funds	-	-	-	-	-	-	0.0%
Federal Medicaid	-	-	-	-	-	-	0.0%
Federal Funds Total	-	-	-	-	-	-	0.0%
Private Funds	-	-	-	-	-	-	0.0%
Gross Funds, Less Intra-District	833	744	894	895	7	902	0.9%
Intra-District	-	-	-	-	-	-	0.0%
Net Funds	833	744	894	895	7	902	0.9%

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	2.4	2.3	2.5	2.5	-	2.5	0%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	2.4	2.3	2.5	2.5	-	2.5	0%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	2.4	2.3	2.5	2.5	-	2.5	-
Intra-District	-	-	-	-	-	-	0%
Net Funds	2.4	2.3	2.5	2.5	-	2.5	-

Fiscal Year 2014 Operating Budget, by Comptroller Source Group (Dollars in Thousands)							
Comptroller Source Group	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11 Regular Pay	148	148	148	149	2	151	2%
12 Regular Pay - Other	14	10	27	27		27	0%
13 Additional Gross Pay	-	-	-	-		-	0%
14 Fringe Benefits	25	23	39	41		41	5%
15 Overtime Pay	-	-	-	-		-	0%
Personal Services (PS)	187	181	214	217	2	219	0
20 Supplies & Materials	1	3	2	-	5	5	150%
40 Other Services & Charges	-	1	-	-		-	0%
50 Subsidies and Transfers	645	559	678	678		678	0%
Nonpersonal Services (NPS)	646	563	680	678	5	683	0%
GROSS FUNDS	833	744	894	895	7	902	0

Fiscal Year 2014 Operating Budget, by Program (Dollars in Thousands)						
Agency Program	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000 Agency Management Program	185	216	218	7	225	4%
2000 Advisory Neighborhood Commissions	559	678	678		678	0%
GROSS FUNDS	744	894	896	7	903	0

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The mission of the Advisory Neighborhood Commissions (ANC) is to advise the District government on matters of public policy, including decisions regarding planning, streets, recreation, social service programs, health, safety, and sanitation in respective neighborhood areas. This mission, supported by the Office of ANC, in the Agency Management program, includes reviewing and making recommendations on zoning changes, variances, public improvements, licenses, and permits of significance for neighborhood planning and development.

b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed Fiscal Year 2014 gross fund budget for the Advisory Neighborhood Commissions (ANC) is \$895,378, an increase of \$1698 from Fiscal Year 2013, or 0.2%. This funding supports 2.5 full time equivalents (FTEs) which maintains the same amount of FTEs approved in Fiscal Year 2013. Local funds are the only fund type within ANC's operating budget.

Committee Analysis and Comments

Local Funds

In Local funds, personal services increased by \$2,099 to support proposed step increases. Nonpersonal services ("Supplies and Materials") decreased primarily to absorb proposed step increases. Essentially, the FY14 proposed Agency Management budget for Supplies and Materials is \$0.00.

Staffing and Services

ANC consists of 40 independent commissions that provide advice and recommendations to the Council, the Mayor, and various agencies, boards, and commissions of government. This ensures that each neighborhood's needs and concerns receive full consideration in the formulation and implementation of governmental decision-making and in the delivery of public services.

The ANC's Agency Management provides administrative support and the required tools to achieve operational and programmatic results. This program is standard for all agencies using performance-based budgeting.

The ANC employs two full-time employees and one part-time employee. The ANC indicated that the agency is inundated with requests each day. Since the number of commissions and commissioners recently increased, the aforementioned increase in requests was expected. In the midst of fielding requests, staff time is also dedicated to manage special elections within Commissions. The cost associated with this service is absorbed in the agency's operating budget. On average, there are two or three special elections a month in the first and second quarter of the fiscal year.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

1. Increase CSG 20 (Supplies and Materials) by \$5,000 for supplies and materials critical to the operation of the Office of the ANC. The Committee recognizes that

current budget requirements adversely affected the OANC and eliminated its entire NPS budget. As a result, the Committee restores funding for Non Personal Services.

2. Increase CSG 11 (Regular Pay – Continuing Full Time) by \$2,000 for the Agency Management Program. Because the OANC cut salaries in order to present a balanced budget, the Committee is restoring the salary to the FY13 level.

b. Policy Recommendations

1. The Committee noted that Commissions are burdened when grants have been awarded and the grantee fails to provide the commission with the requisite documentation. The Commission's report is accepted by the District of Columbia Auditor (Auditor), but the Auditor will preclude any funds from being disbursed in subsequent quarters until the documentation for these grants is received. The Committee recommends the OANC discuss this issue with various Commissions and recommend the best approach to address this problem.
2. The Committee also noted that some commissions do not expend all funds disbursed in a single Fiscal Year and that the funds indefinitely roll over to subsequent fiscal years. The Committee recommends the OANC identify any issues with this practice and a prudent approach, if any, to ensure commissions are being financially responsible.

C. EXECUTIVE OFFICE OF THE MAYOR

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	42,090	7,998	8,435	8,253	-	8,253	-2%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	42,090	7,998	8,435	8,253	-	8,253	-2%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	3,487	4,050	3,556	3,050	-	3,050	-14%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	3,487	4,050	3,556	3,050	-	3,050	-14%
Private Funds	10	12	-	-	-	-	0%
Gross Funds, Less Intra-District	45,587	12,060	11,991	11,303	-	11,303	-16%
Intra-District	474	658	360	697			

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	77.4	77.6	78.3	75.0	-	75	-4%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	77.4	77.6	78.3	75.0	-	75.0	-4%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	4.1	2.6	4.8	2.2	-	2	-54%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	4.1	2.6	4.8	2.2	-	2.2	-54%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	81.5	80.2	83.1	77.2	-	77.2	-8%
Intra-District	4.2	6.8	4.4	7.8	-	8	77%

Comptroller Source Group		FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11	Regular Pay	5,132	5,774	6,322	6,338	-	6,338	-4%
12	Regular Pay - Other	975	1,095	773	629	-	629	0%
13	Additional Gross Pay	652	43	-	-	-	-	0%
14	Fringe Benefits	1,138	1,211	1,756	1,797	-	1,797	-4%
15	Overtime Pay	1	1	-	-	-	-	0%
Personal Services (PS)		7,898	8,124	8,851	8,764	-	8,764	-54%
20	Supplies & Materials	110	94	64	76	-	76	0%
30	Energy, Comm. and Building Rentals	241	-	-	-	-	-	-54%
31	Telephone, Telegraph, Telegram, Etc.	9	6	-	-	-	-	0%
40	Other Services & Charges	515	739	494	330	-	330	-7%
41	Contractual Services & Other	3	47	-	-	-	-	77%
50	Subsidies and Transfers	37,244	3,565	2,933	2,820	-	2,820	-3%
70	Equipment and Equipment Rental	42	144	10	10	-	-	0%
Nonpersonal Services (NPS)		38,164	4,595	3,501	3,236	-	3,226	0%

Agency Program		FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000	Agency Management Program	91	142	124	-	124	-13%
2000	Office of the Mayor	2,852	3,026	3,183	-	3,183	5%
3000	Office of Policy and Legislative Affairs	802	843	820	-	820	-3%
4000	Office of Boards and Commissions	295	333	361	-	361	8%
5000	Office of Community Affairs	2,512	2,543	2,310	-	2,310	-9%
6000	Office of Budget and Finance	1,194	1,236	1,249	-	1,249	1%
7000	Serve DC	4,974	4,230	3,953	-	3,953	-7%
9960	Year End Close	(1)	-	-	-	-	0%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The mission of the Executive Office of the Mayor (EOM) is to serve the public by leading the District government and ensuring residents are served with efficiency, accountability, and transparency.

The EOM provides District agencies with vision and policy direction, and provides agencies with the leadership, support, and oversight to implement specific policy goals. To discharge these duties, the EOM is divided into five core offices: the Office of Boards and Commissions, the Office of Communications, the Office of Policy

and Legislative Affairs, the Office of Budget and Finance, Serve DC, and the Office of Community Affairs.

b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed FY 2014 gross budget is \$11,999,801, a decrease of \$352,317 or 2.9% from the FY 2013 approved budget. This funding supports 85 FTEs, a decrease of 2.5 FTEs, or 2.9% from FY 2013. The proposed budget is comprised entirely of local funds. The staff managing the fund is funded through ORM's budget.

Local Funds: The Mayor's proposed local fund budget is \$8,252,962 which represents a 2.2% decrease. The proposed funding by local funds supports 75.0 FTEs, a decrease of 3.3 FTEs, or 4.2%.

Federal Grant Funds: The Mayor's proposed Federal Grant funds budget is \$3,049,517, a 14.3% decrease. The proposed funding by Federal Grant funds supports 2.2 FTEs, a decrease of 2.6 FTEs, or 54%.

Intra-District Funds: The Mayor's proposed Intra-District funds budget is \$697,323 which represents a 93.5% increase. The proposed funding by local funds supports 7.8 FTEs, an increase of 3.4 FTEs, or 76.9%.

Committee Analysis and Comments

EOM's FY 2014 budget proposal makes one significant change to its organizational structure. The Mayor proposes moving the functions of the Office of Returning Citizen Affairs - formerly located in the Mayor's Office of Community Affairs - to the Office of the Deputy Mayor for Public Safety and Justice. EOM described this change as a better alignment with the Council's oversight assignments.

The Committee was concerned to learn that EOM, and particularly Serve DC was facing a reduction in its budget due to the elimination of several federal grants. At the Budget Oversight hearing, Christopher Murphy, Chief of Staff to the Mayor, testified that these cuts were a result of the federal sequestration. EOM, however, has increased its Intra-District funds to dampen the loss in Serve DC's budget.

The Committee is pleased that local non-profits consider OPGS helpful and the primary resource-provider to viable grants for various non-profits and their diverse missions. Witnesses indicated that the free funding alerts are timely and are helpful to different non-profits.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee recommends approval of the FY 2014 operating budget for the Executive Office of the Mayor, as proposed by the Mayor.

b. Policy Recommendations

The Committee makes no policy recommendations.

D. OFFICE OF THE SECRETARY

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	2,013	2,890	2,246	2,266	-	2,266	1%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	858	887	1,000	1,000	-	1,000	0%
General Fund Total	2,871	3,777	3,246	3,266	-	3,266	1%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	6	-	-	-	-	0%
Gross Funds, Less Intra-District	2,871	3,777	3,246	3,266	-	3,266	1%
Intra-District	-	-	-	-	-	-	0%
						3,266	1%

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	18.0	18.0	18.0	18.0	-	18	0%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	3.2	4.4	6.0	6.5	-	7	8%
General Fund Total	21.2	22.4	24.0	24.5	-	25	2%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	21.2	22.4	24.0	24.5	-	25	2%
Intra-District	-	-	-	-	-	-	0%
Gross Funds	21.2	22.4	24.0	24.5	-	25	2%

Comptroller Source Group		FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11	Regular Pay	1,558	1,731	1,833	1,695	-	1,695	-8%
12	Regular Pay - Other	-	15	-	248	-	248	0%
13	Additional Gross Pay	43	-	-	-	-	-	0%
14	Fringe Benefits	278	307	391	433	-	433	11%
15	Overtime Pay	-	-	-	-	-	-	0%
Personal Services (PS)		1,879	2,053	2,224	2,376	-	2,376	7%
20	Supplies & Materials	28	18	29	14	-	14	-52%
31	Telephone, Telegraph, Telegram, Etc.	-	(4)	-	-	-	-	0%
40	Other Services & Charges	163	923	183	106	-	106	-42%
41	Contractual Services & Other	598	538	597	564	-	564	-6%
50	Subsidies and Transfers	200	201	200	200	-	200	0%
70	Equipment and Equipment Rental	2	53	13	6	-	6	-54%
Nonpersonal Services (NPS)		991	1,729	1,022	890	-	890	-13%
GROSS FUNDS		2,870	3,782	3,246	3,266	-	3,266	1%

Agency Program		FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000	Agency Management Program	752	833	653	-	653	-22%
1002	International Relations and Protocol	180	181	216	-	216	19%
1003	Ceremonial Services	679	253	219	-	219	-13%
1004	Office of Documents and Admin. Issuances	350	271	350	-	350	29%
1005	Notary Commission and Authentications	349	474	573	-	573	21%
1006	Office of Public Records	1,142	1,035	1,055	-	1,055	2%
1007	Executive Management	330	200	200	-	200	0%
GROSS FUNDS		3,332	3,167	3,000	-	3,000	1%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The Office of the Secretary of the District of Columbia (OS) is the official resource for protocol, legal records, city history, proclamations and ceremonial resolutions, and international relations.

OS provides services to the government and citizens through the Office of Notary Commissions and Authentications (commissions notaries and authenticates documents), the Office of Documents and Administrative Issuances (“ODAI,” publishes the D.C. Register and the D.C. Municipal Regulations), and the Office of Public Records (manages of the D.C. Records Center, the District of Columbia Archives, and the Library

of Government Information). The Office of Ceremonial Services is responsible for all Mayoral proclamations and ceremonial documents. Finally, the Office of Protocol and International Affairs manages Sister City relationships and communications between the Executive Office of the Mayor and foreign government representatives.

b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed fiscal year 2014 gross fund budget for the Office of the Secretary is \$3,265,909, an increase of \$19,978 from Fiscal Year 2013, or 0.6%. This funding supports 24.5 full time equivalents (FTEs) an increase of .5 FTEs or 2.1% from the Fiscal Year 2013 approved level.

Local Funds: The Mayor's proposed local funds budget is \$ 2,266,000, an increase of \$20,000 or .9% from the Fiscal Year 2013 approved budget of \$ 2,246,000. The proposed funding by local funds support 18.0 FTEs, which maintains Fiscal Year 2013 approved levels.

Special Purpose Revenue Funds: The Mayor's proposed Special Purpose Revenue Funds budget is \$ 1,000,000, which maintains the Fiscal Year 2013 approved budget of \$1,000,000. The proposed funding by special purpose revenue funds support 6.5 FTEs, an increase of 0.5 FTEs or 8.3% from Fiscal Year 2013 approved levels.

Committee Analysis and Comments

Local Funds

OS increased Local funds personal services by \$39,294 in support of projected salary, step, and Fringe Benefit increases. The agency also increased Local funds for Other Services and Charges by \$4,408 for projected cost increases. To absorb increases in Local funds personal services, OS reduced Contractual Services and Equipment by \$28,440 and Supplies by \$15,262.

Spending Plan

FY13 YTD spending for "Other Services and Charges" and "Contractual Services" is different from the spending plan submitted to the Committee. However, the Committee finds that these funds are being spent appropriately. OS indicated that the majority of these funds will pay for storage and preservation fees. The United States National Archives Records and Administration (US-NARA) stores many of the District's valuable historical documents which generates considerable charges. Furthermore, differences in YTD spending and the FY13 OS' spending plan are the result of the following:

1. Storing records with US-NARA costs about \$550,000 annually which varies each year. OS is billed on a monthly basis; however the payment method was changed to direct voucher which resulted in some delays in billing and payments. Because of these delays, some of these payments were not reflected in the YTD analysis.
2. The remaining funds will cover the required expenditures from the Historical Preservation Assessment of records stored in the Archives. (NOTE: The Office of Public Records was awarded a \$6,000 grant from the National Endowment of the Humanities to conduct a conservation and preservation assessment of genealogical, historical, and land records in the holdings of the District of Columbia Archives that date back to 1790. The assessment will identify, survey, and appraise the condition of the collections. The goal of the grant is to identify the preservation and conservation problems within the collections, and to issue a report with recommendations on best practices to preserve and conserve these records.)
3. OS occasionally pays for additional unanticipated storage space for various agencies during the fiscal year.
4. US-NARA also charges OS when an agency would like to obtaining a record stored on US-NARA property.

While the OS indicated that storage fees are sometimes unpredictable and are difficult to manage, OS also assured the Committee that the current budget is sufficient to pay for FY14 storage fees. Furthermore, any funds that remain in “Other Services and Charges” and “Contractual Services” will fund Emancipation Day activities. OS estimates the balance after storage fees are paid will be approximately \$219,000. This is sufficient to fund FY14 Emancipation Day activities, as OS budgeted \$200,000 to carry out the activities in FY13.

FTEs

OS indicated that all positions are currently filled. In the FY14 budget, OS requests an increase of .5 FTEs. The FTE will be a permanent part-time employee. Originally, the FTE was first added exclusively for the 150th Anniversary of Emancipation Day in 2012. This position was requested to support the added activities associated with this celebration in FY 12. OS discovered that additional help was needed and most of what was needed could be accomplished by the part-time FTE. The role since that time has been expanded based on the expertise of the person in the role to cover OS’s strategic planning and performance managements, the home rule anniversary, and the anniversary of the March on Washington’s. Given the growing number of special activities, OS is requesting to officially add this part-time position for future fiscal years.

Finally, OS previously indicated to the Committee (in the FY13 Budget Oversight Hearing) that the office urgently needed an electronic records manager. The Committee is

pleased to note that OS is realizing its mission to digitize records and has hired a Special Project Manager (formerly referred to as an electronic records managed).

Special Purpose Revenue

The agency increased Special Purpose Revenue (SPR) funds by \$83,043 in support of projected salary, step, Fringe Benefit increases, and the addition of 0.5 FTEs. To absorb the personal services increases in SPR funds, the agency reduced “Other Services and Charges” by \$83,043.

To increase revenue for the District, OS has encouraged more economic partnership opportunities with Sister Cities. The Office of the Deputy Mayor for Planning and Economic Development is working with the China Center to explore opportunities to increase revenue for the District. The Committee is pleased to learn that the Office of the Secretary is assisting where it can to encourage partnerships with Sister Cities and generate revenue for the District.

c. Mayor’s Proposed Fiscal Year 2014-2019 Capital Budget

Proposed Capital Budget Summary

The Department of General Services (DGS) is working with the Office of Public Records and Archives (OPRA) and OS to develop a facility that will serve as a unified center for the archival and records keeping needs of the District. The project is in its initiation phase. The scope will include but is not be limited to the analysis and needs assessment asserting the agencies’ programming and space planning needs, and development of the best-practice for archival facilities. Such findings will culminate in the design and construction of a new State-of-the-art Archival facility for the District of Columbia.

The proposed schedule is as follows:

March 15, 2013 – September 15, 2013	Planning and initiation/feasibility study
September 30, 2013 – January 15, 2014	Design-Building procurement process
January 20 – June 30, 2014	35% design/Bridging document
July 2014 – September 30, 2014	Design Development
November 2014 – June 2015	Construction Document/Permit
June 2015 – June 2016	Construction
July 2016 – Dec 2016	Move old records into new facility

The \$500,000 appropriated during FY13 will be used during the planning/design phase. \$4 million proposed for FY14 will fund the design, building, and procurement process.

Committee Analysis and Comments

OS indicated that Department of General Service (DGS) is committed to planning the construction of the Archives building and that the Office of Contracts and Procurement (OCP) should have the Request for Proposals advertised soon. In addition, the OS expects the OCP to award the contract within 30-60 days after the RFP is advertised.

The Committee recommends approval of the FY 2014 capital budget request of the Agency.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee recommends approval of the FY 2014 operating budget for the Office of the Secretary of the District of Columbia, as proposed by the Mayor.

b. Fiscal Year 2014 Capital Budget Recommendations

Office of the Secretary						
AMO-AB102 Archives	4,000	20,000	20,000	0	0	0
Agency Total	4,000	20,000	20,000	0	0	0

The Committee recommends approval of the FY 2014 capital budget for the Office of the Secretary of the District of Columbia, as proposed by the Mayor.

c. Policy Recommendations

The Committee makes no policy recommendations.

E. OFFICE OF THE CITY ADMINISTRATOR

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	4,012	2,847	3,401	3,383	-	3,383	-1%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	4,012	2,847	3,401	3,383	-	3,383	-1%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	63	-	-	-	-	-	0%
Gross Funds, Less Intra-District	4,075	2,847	3,401	3,383	-	3,383	-1%
Intra-District	30	251	288	336	-	336	17%
GROSS FUNDS	4,105	3,098	3,689	3,719	-	3,719	1%

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	34.1	34.7	22.4	23.0	-	23.0	3%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	34.1	34.7	22.4	23.0	-	23.0	3%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	34.1	34.7	22.4	23.0	-	23.0	3%
Intra-District	-	-	3.6	3.0	-	3.0	-17%
GROSS FUNDS	34.1	34.7	26.0	26.0	-	26.0	0%

Fiscal Year 2014 Operating Budget by Department Source Group (Dollars in Thousands)								
Comptroller Source Group		FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11	Regular Pay	2,830	2,399	2,604	2,711	-	2,711	4%
12	Regular Pay - Other	160	109	110	67	66	67	-39%
13	Additional Gross Pay	207	10	-	-	-	-	0%
14	Fringe Benefits	530	412	635	678	16	678	7%
15	Overtime Pay	-	-	-	-	-	-	0%
Personal Services (PS)		3,727	2,930	3,349	3,456	82	3,456	-28%
20	Supplies & Materials	26	22	23	23	-	23	0%
30	Energy, Comm. and Building Rentals	6	-	-	-	-	-	0%
31	Telephone, Telegraph, Telegram, Etc.	5	9	-	-	-	-	0%
40	Other Services & Charges	208	16	162	140	-	140	-14%
41	Contractual Services & Other	134	20	150	94	(82)	94	-37%
70	Equipment and Equipment Rental	-	-	5	5	-	5	0%
Nonpersonal Services (NPS)		379	67	340	262	(82)	262	-23%
GROSS FUNDS		4,106	3,007	3,689	3,718		3,718	1%

Fiscal Year 2014 Operating Budget by Program (Dollars in Thousands)							
Agency Program		FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000	Agency Management Program	342	364	367	-	367	1%
2000	City Administrator	1,287	1,667	1,781	-	1,781	7%
3000	Labor Relations and Collective Bargaining	1,470	1,658	1,570	-	1,570	-5%
GROSS FUNDS		3,089	3,689	3,718		3,718	1%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The mission of the Office of the City Administrator (OCA) is to facilitate the effective and efficient implementation of the Mayor's policies by providing leadership, support, and oversight of District government agencies.

OCA provides oversight and support to the Deputy Mayors to increase government effectiveness with cross-agency and targeted improvement initiatives, including the integration of strategic policy priorities, budgetary constraints, and operational directives.

The City Administrator manages the city's Performance Management activity and organizes multi-agency accountability sessions with the Mayor (via a program called DCStat). OCA also includes the Office of Labor Relations and Collective Bargaining (OLRCB), which represents the District of Columbia as the principal management

advocate during labor negotiations and in administering the District's Labor Relations activities.

The Office of the City Administrator operates through the following 3 divisions:

The City Administrator, which provides support to the City Administrator and District agencies in the areas of budget, management, and policy; organizes accountability sessions with the Mayor and City Administrator; and manages the city's Performance Management activity.

This division contains the following 2 activities:

Resource and Program Management Activity – provides support to the City Administrator and District agencies in the areas of budget, management, and policy implementation; and, DCStat which organizes accountability sessions with the Mayor and City Administrator and manages the Performance Management activity.

The Labor Relations and Collective Bargaining Division which represents the District of Columbia as the principal management advocate during labor negotiations and in administering the District's Labor Relations activity.

The Agency Management Division, which provides for administrative support and the required tools to achieve operational and programmatic results. This division is standard for all agencies using performance-based budgeting.

b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed FY 2014 gross budget is \$3,718,417, an increase of \$29,113 or 0.8% from the FY 2013 approved budget. This funding supports 26.0 FTEs, which is unchanged from FY 2013¹.

Local Funds: The Mayor's proposed local fund budget is \$3,383,000, which represents a \$19,000 or 0.5% decrease. The proposed funding by local funds supports 23.0 FTEs, an increase of 0.6 FTEs, or 2.9%².

Federal Grant Funds: The Mayor's proposed Federal Grant funds budget is \$3,049,517, a 14.3% decrease. The proposed funding by Federal Grant funds supports 2.2 FTEs, a decrease of 2.6 FTEs, or 54%.

¹ The City Administrator testified, and subsequently the Council received the Mayor's errata letter indicating that it was the Mayor's intention that 27.0 FTEs be funded through the OCA's approved budget.

² Per the Mayor's errata letter this would shift to 24.0

Intra-District Funds: The Mayor’s proposed Intra-District funds budget is \$697,323, which represents a 93.5% increase. The proposed funding by local funds supports 7.8 FTEs, an increase of 3.4 FTEs, or 76.9%.

Committee Analysis and Comments

On May 2, 2013, City Administrator Allen Lew testified that the original budget proposal for the OCA contained an error and that the Council would receive an errata letter from the Mayor concerning the problem. On May 2, 2013, the Mayor transmitted his errata letter indicating that a technical correction to the OCA’s budget was necessary to increase funding for OLRCB to account for an attorney-advisor position that was funded in the FY2013 budget but was inadvertently omitted from the FY2014 budget.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee recommends approval of the FY 2014 operating budget for the Office of the City Administrator, as proposed by the Mayor with the modifications stated below. The OLRCB is structured, for budgetary purposes, under the Office of the City Administrator, which is under the jurisdiction this Committee. However, for purposes of oversight, the OLRCB is under the jurisdiction of the Committee of the Whole. The Committee on Government Operations transfers \$82,035 to the Committee of the Whole to support an increase of 1.0 FTE in the Office of Labor Relations and Collective Bargaining (OLRCB). The transfer is as follows:

1. An increase of \$65,945 in local funds (PS) to Comptroller Source Group 12 (Regular Pay Other) and an increase of 1.0 FTE. This restores an attorney-advisor position that is currently accounted for in the Fiscal Year 2013 budget but which was accidentally eliminated in the Fiscal Year 2014 budget.
2. An increase of \$16,090 local funds (PS) to Comptroller Source Group 14 (Fringe Benefits – Current Personnel) to fund fringe associated with the 1.0 FTE increase in number 1 above.
3. A decrease of \$82,035 local funds (NPS) from Comptroller Source Group 41 (Contractual Services – Other) from the Office of the City Administrator’s budget to cover the increase resulting from number 1 and 2 above.

b. Policy Recommendations

The Committee notes, as it did in the Budget Oversight hearing, that the OCA has made no effort to implement A19-661, the “Flood Assistance Fund Act of 2012.” The Committee stresses the importance of the Office of the City Administrator implementing legislation that is duly passed by the Council and enacted into law.

F. D.C. OFFICE OF RISK MANAGEMENT

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	722	2,196	2,962	2,946	-	2,946	-1%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	722	2,196	2,962	2,946	-	2,946	-1%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	722	2,196	2,962	2,946	-	2,946	-1%
Intra-District	798	-	-	-	-	-	0%

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	6.8	18.7	23.0	23.0	-	23.0	0%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	6.8	18.7	23.0	23.0	-	23.0	0%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	6.8	18.7	23.0	23.0	-	23.0	0%
Intra-District	8.4	-	-	-	-	-	0%
GROSS FUNDS	15.2	18.7	23.0	23.0	-	23.0	0%

Fiscal Year 2014 Operating Budget by Program (Dollar in Thousands)								
Comptroller Source Group		FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11	Regular Pay	913	1,278	1,433	1,696	-	1,696	18%
12	Regular Pay - Other	275	227	324	156	-	156	-52%
13	Additional Gross Pay	53	-	-	-	-	-	0%
14	Fringe Benefits	245	300	372	409	-	409	10%
15	Overtime Pay	-	-	-	-	-	-	0%
Personal Services (PS)		1,486	1,805	2,129	2,261	-	2,261	6%
20	Supplies & Materials	7	14	17	24	-	24	41%
31	Telephone, Telegraph, Telegram, Etc.	-	7	-	-	-	-	0%
40	Other Services & Charges	27	369	806	636	-	636	-21%
70	Equipment and Equipment Rental	-	-	10	25	-	25	150%
Nonpersonal Services (NPS)		34	390	833	685	-	685	-18%
GROSS FUNDS		1,520	2,205	2,962	2,946	-	2,946	-3%

Fiscal Year 2014 Operating Budget by Program (Dollar in Thousands)							
Agency Program		FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000	Agency Management Program	91	142	124	-	124	-13%
2000	Office of the Mayor	2,852	3,026	3,183	-	3,183	5%
3000	Office of Policy and Legislative Affairs	802	843	820	-	820	-3%
4000	Office of Boards and Commissions	295	333	361	-	361	8%
5000	Office of Community Affairs	2,512	2,543	2,310	-	2,310	-9%
6000	Office of Budget and Finance	1,194	1,236	1,249	-	1,249	1%
7000	Serve DC	4,974	4,230	3,953	-	3,953	-7%
9960	Year End Close	(1)	-	-	-	-	0%
GROSS FUNDS		12,711	12,230	12,001	-	12,001	-3%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The mission of the Office of Risk Management (ORM) is to reduce the probability, occurrence and cost of risk to the District of Columbia government through the provision of risk identification and insurance analysis and support to District agencies, by efficiently and fairly administering the District's public sector workers' compensation, tort liability, and captive insurance programs.

The Office of Risk Management operates through the following 5 divisions:

The Risk Identification, Analysis and Control Division conducts risk management assessments of District agencies' facilities and operations by identifying gaps in risk management practices, conducting building inspections, making related recommendations and overseeing their implementation, providing risk management training to District employees, and overseeing the formulation of agency emergency response plans. The risk control measures are implemented to reduce the District's liability associated with the risk.

This division contains the following 2 activities:

The Coordination and Integrity of Agency Risk Management Representatives (ARMR) Division, which coordinates the work of the ARMR, including systematic identification, measurement, analysis, and documentation of agency exposure to risk; and, the Review and Guide Risk Assessment Control Committees (RACC) Division, which reviews and guides agency RACC activities relative to risk management plans. The purpose of the RACC is to maintain, in cooperation with ORM, a proactive and comprehensive program of risk assessment and control for agencies that minimize the frequency, severity, and probability of losses to which agencies are exposed.

The Risk Control Division minimizes the probability, frequency, and severity of pre- and post-loss accidental losses through a compliance-monitoring program of safety, security, and contingency planning of emergencies affecting District agencies. In addition, this division provides training to increase the participant's knowledge of emergency planning and the features of good evacuation floor plans, and, to include guidance on how to incorporate the threat of terrorism (for example, intentional releases of hazardous materials, use of explosive devices, or acts of arson) into evacuation planning and preparedness.

The Risk Financing Division manages the adjudication of claims and recoveries, and anticipates and plans for funding loss payments.

This division contains the following 2 activities:

The Claims Examination Activity reviews and manages Public Sector Workers' Compensation claims filed against the District government and the adjudication of tort liability claims and recoveries and anticipates and plans for funding loss payments; and, the Claims Management Activity, which provides the District government's oversight of the claims administration process by third-party administrators.

The Return-to-Work Division, which operates the Return-to-Work Program. The program is designed to provide injured employees with the best medical treatment as well as avenues by which the employees can quickly return to the workforce.

The Agency Management Division, which provides for administrative support and the required tools to achieve operational and programmatic results.

b. Mayor’s Proposed Fiscal Year 2014 Operating Budget

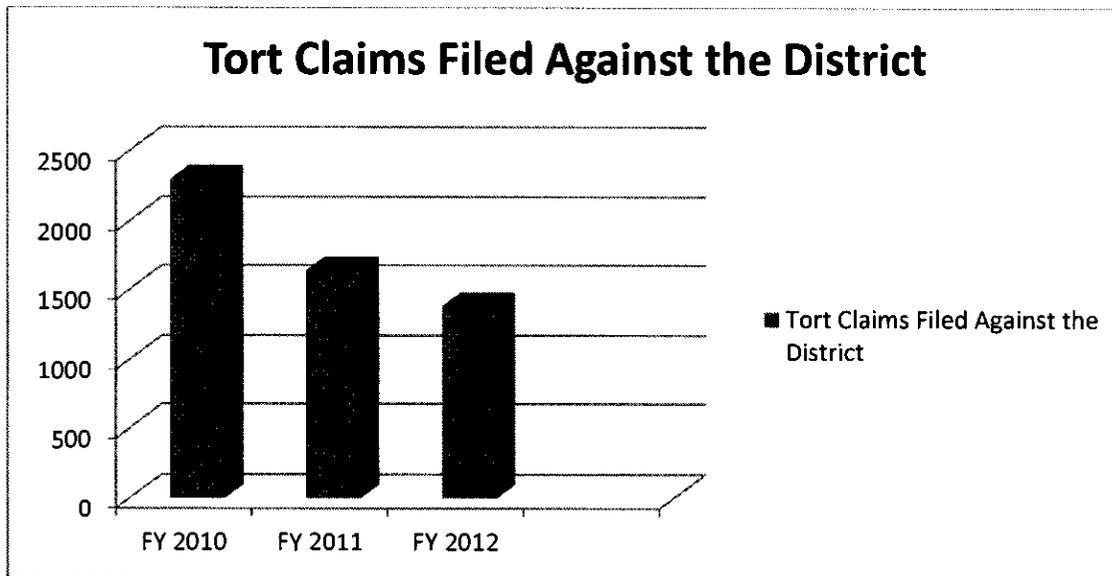
Proposed Operating Budget Summary

The Mayor’s proposed FY 2014 gross budget is \$2,945,971, a decrease of \$15,560 or 0.5% from the FY 2013 approved budget. The budget is comprised entirely of local funds. This funding supports 23.0 FTEs, which is unchanged from FY 2013.

Committee Analysis and Comments

ORM’s operating budget is largely unchanged from FY 2013. The budget for the Return-to-Work program was reduced slightly, by \$51,174, to align the budget with historical costs. ORM’s budget for professional fees and contracts also decreased by \$137,966. Additionally, there was an increase of \$116,483 for step increases and fringe benefits.

ORM continues to work to lower liability costs for the District through its Risk Identification Analysis and Control Division. Some of the benefit of the increased attention to this division in ORM may be seen in the downward trend of tort claims against the District. In FY 2012, 1,383 claims were filed with ORM, 15.5% less than FY 2011.



ORM also operates the Public Sector Workers Compensation Program, largely through the use of a third party claims administrator (TPA). The Committee received numerous complaints regarding claims management by the TPA. ORM has indicated

that they have engaged the Office of Contracting and Procurement (OCP), and that OCP is in the process of finalizing the selection of a new TPA.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee recommends approval of the FY 2014 operating budget for the Office of Risk Management, as proposed by the Mayor.

b. Policy Recommendations

1. See recommendations under the Employees' Disability Compensation Fund.

G. D.C. DEPARTMENT OF HUMAN RESOURCES

Fiscal Year 2014 Proposed Budget by Revenue Source							
	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	8,135	8,392	7,536	7,605	-	7,605	1%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	186	268	278	286	-	286	3%
General Fund Total	8,321	8,660	7,814	7,891	-	7,891	1%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	8,321	8,660	7,814	7,891	-	7,891	1%
Intra-District	3,587	4,128	2,505	4,023	-	4,023	61%
GROSS FUNDS	11,908	12,788	10,319	11,914	-	11,914	15%

Fiscal Year 2014 Full-Time Equipments, by Revenue Type							
	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	86.1	86.2	79.0	83.8	-	83.8	6%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	1.2	3.5	3.7	3.4	-	3.4	-8%
General Fund Total	87.3	89.7	82.7	87.2	-	87.2	5%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	87.3	89.7	82.7	87.2	-	87.2	5%
Intra-District	15.4	21.1	19.7	16.1	-	16.1	-18%
GROSS FUNDS	102.7	110.8	102.4	103.3	-	103.3	1%

Comptroller Source Group		FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11	Regular Pay	6,011	6,620	6,317	6,926	-	6,926	10%
12	Regular Pay - Other	1,189	896	840	586	-	586	-30%
13	Additional Gross Pay	262	303	-	-	-	-	0%
14	Fringe Benefits	1,145	1,209	1,657	1,818	-	1,818	10%
15	Overtime Pay	2	11	-	-	-	-	0%
Personal Services (PS)		8,609	9,039	8,814	9,330	-	9,330	6%
20	Supplies & Materials	43	109	39	110	-	110	182%
31	Telephone, Telegraph, Telegram, Etc	4	18	-	-	-	-	0%
40	Other Services & Charges	209	36	35	794	-	794	2169%
41	Contractual Services & Other	3,031	3,575	1,417	1,666	-	1,666	18%
70	Equipment and Equipment Rental	11	11	14	15	-	15	7%
Nonpersonal Services (NPS)		3,298	3,749	1,505	2,585	-	2,585	72%

Agency Program		FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000	Agency Management Program	2,062	1,974	2,021	-	2,021	2%
2000	Recruitment and Staffing Administration	1,565	670	687	-	687	3%
2100	Compliance and Legal Administration	989	1,271	1,320	-	1,320	4%
2200	Benefits and Retirement Services	4,236	1,165	1,433	-	1,433	23%
2600	Compensation and Classification	2,043	1,060	1,056	-	1,056	0%
3000	Workforce Development Administration	1,895	1,543	1,607	-	1,607	4%
4000	Business Operations Group	-	2,635	3,790	-	3,790	44%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The mission of the D.C. Department of Human Resources (DCHR) is to strengthen individual and organizational performance and enable the District government to attract, develop, and retain a highly qualified, diverse workforce.

DCHR offers executive management to District government officials and/or agencies by providing personnel related services to help each agency meet daily mission mandates. Specific services provided include position classification and recruitment services, the interpretation of personnel-related policy, oversight control for effective recruitment and staffing, strategic and financial restructuring, and resource management. In addition, the agency provides D.C. government employees with a variety of services,

including employee benefits and compensation guidance, performance management, compliance, audit assessments, legal guidance on personnel matters, and training/development.

b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed fiscal year 2014 gross fund budget for DCHR is \$11,914,181, an increase of \$ 1,595,457 from Fiscal Year 2013, or 15.5%. This funding supports 103.3 full time equivalents (FTEs) an increase of .9 FTEs or .9% from the Fiscal Year 2013 approved level.

Local Funds: The Mayor's proposed local funds budget is \$7,605,000, an increase of \$69,000 or .9% from the Fiscal Year 2013 approved budget of \$7,536,000. The proposed funding by local funds support 83.8 FTEs, an increase of 4.8 FTEs or 6.1% from Fiscal Year 2013 approved levels.

Special Purpose Revenue Funds: The Mayor's proposed Special Purpose Revenue (SPR) Funds budget is \$286,000, an increase of \$8,000 or 3.0% from the Fiscal Year 2013 approved budget of \$278,000. The proposed funding by special purpose revenue funds support 3.4 FTEs, a decrease of 0.3 FTEs or 7.4% from Fiscal Year 2013 approved levels.

Intra-District Funds: The Mayor's proposed Intra-District Funds budget is \$4,023,000, an increase of \$1,518,000 or 60.6% from the Fiscal Year 2013 approved budget of \$2,505,000. The proposed funding by Intra-District Funds support 16.1 FTEs, a decrease of 3.7 FTEs or 18.5% from Fiscal Year 2013 approved levels.

Committee Analysis and Comments

Personal Services

The budget proposal for Local funds personal services (PS) was increased by 0.9 FTEs and \$339,790 to support step increases and staffing needs. DCHR's proposed funding for Fringe Benefits also increased by \$112,835 to support projected salaries. Although the proposed budget does increase FTEs slightly, this increase is not a major cost driver for the total increase in the PS budget. Approximately half of this increase is the result of an anticipated city wide increase in Fringe Benefits and the other half is the result of an increase in individual pay (compensation increase). Fringe Benefits estimates are calculated by analyzing historic trends and rates of increase as well as considering the rates other jurisdictions have recently negotiated with benefit providers.

Contracts and Spending Plans

The Committee noted that “Intra-District funds” increased by 60%. However, DCHR indicated that these services are necessary to support the agency’s legal needs and staffing activities. The agency did not have a reliable estimate for these services in previous Fiscal Years. However, now, with historical trends as support, DCHR’s FY14 proposed amount for “Intra –District Funds” is closer to what the agency actually expends on an annual basis. Specifically, the Intra-District funds budget was adjusted by \$731,015 to accommodate four major Memorandum of Understanding (MOU) agreements: legal services provided by the Office of the Attorney General for \$280,184; criminal background and fingerprinting services provided by the Metropolitan Police Department for \$142,500; medical services for police and fire clinics provided by the Metropolitan Police department for \$45,000; and financial services provided by the Office of the Chief Financial Officer for \$263,331. Other adjustments include increases of \$560,267 in Contracts to accommodate services previously budgeted in Local funds. Contracts were also increased by \$235,840 in conjunction with required MOU services. The budget was also increased by \$71,290 for the purchase of office supplies and small equipment, and \$32,200 for professional services, membership dues and travel.

The Committee noted a proposed 182.9% increase for supplies and materials –a \$71,000 increase from the FY13 approved budget. In addition in the FY13 spending plan submitted to the Committee, DCHR indicated that for supplies and materials for all programs within the Department, it would spend approximately \$30,000 and \$24,000 in the third and fourth quarters respectively. However, in the FY14 proposed spending plan, DCHR proposes to spend \$45,000 in the first quarter. DCHR indicated that this increase was necessary because, as in FY13, the Department’s historic trend is to spend approximately \$110,000 – \$120,000 to purchase supplies and materials annually. Although the Department attempted to reduce funding for these items in FY13, the FY13 approved budget for supplies and materials is insufficient. Ultimately, the Department has reallocated funds to supplement the FY13 approved budget. Rather than budget conservatively and reallocate funds in the middle of the Fiscal Year, the Department’s proposed budget now reflects an amount to purchase all supplies and materials necessary for DCHR to operate. Essentially, the proposed supplies and materials budget slightly exceeds FY12 funding levels.

The approved FY13 budget to fund contractual services was \$1,417,000. However, the revised spending budget for FY13 submitted to the Committee reflects that the Department intends to spend a total of \$4,084,036 in FY13. Furthermore, the Department only requested \$1,665,600 in FY14 for contractual services. DCHR indicated that while historically the agency expends more than the requested amount, the agency believes the request is still sufficient and will reallocate money from “Other Services and Charges” to supplement a deficit if necessary. The Department also noted that in FY13, DCHR used Intra-District funds to supplement budgetary needs.

Programmatic Funding

DCHR indicated that 43% of District government employees are District residents, 47% are Maryland residents, and 9% are Virginia residents. The Committee encourages the Department to increase the number of District residents that are employed by the District government. The Committee is pleased that DCHR's programmatic funding for FY14 seeks to prepare and attract District residents to apply for District government positions. Essentially, DCHR's programs will use the Department's staff to train interested applicants. This practice eliminates costs associated with third party training vendors. DCHR staff will also conduct the Ranking Factors training course that provides tips & strategies to write effective Ranking Factors when corresponding with hiring managers. Furthermore, DCHR will also continue to train applicants on applications and interviewing techniques. In addition, DCHR is working closely with the Department of Employment Services (DOES) to ensure that the District government is an employer of choice. The FY14 budget is sufficient for DCHR to promote District career opportunities by conducting job fairs, career fairs and visiting community groups. While DCHR administers the ONE City fellows program, it is funded by DOES and the cohort of ten D.C. residents will be placed on a six month placement within the District government. DCHR's goal is to ensure 100% permanent placement of each fellow.

To fully fund the Capital City Fellows Program, DCHR reprogrammed \$455,000 during the 1st quarter of FY13. In FY14, DCHR plans to maintain or exceed the 76% retention rate. Moreover, DCHR seeks to work with other District agencies and secure funding for the fellows program through the MOU process.

DCHR continues to work with the University of the District of Columbia and the Community College of District of Columbia for reasonable rates for employee education and training. However, DCHR indicated that the tuition reimbursement process is decentralized and sometimes leads to subjective decisions on which employee can take advantage of tuition reimbursement.

Cost of Living Adjustment

DCHR received a proposed cost of living adjustment (COLA) in both Local and non-Local funds. This adjustment includes \$8,452 in Special Purpose Revenue funds, and Intra-District funds may be impacted.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee recommends approval of the FY 2014 operating budget for the District of Columbia Department of Human Resources, as proposed by the Mayor.

b. Policy Recommendations

The Committee recommends that DCHR:

1. Explore how to increase the number of the District of Columbia residents that work in the District Government.
2. Continue to look at the Workforce Development Administration department and create innovative ways to strengthen this department in light of budgetary constraints.
3. Research whether it is prudent to centralize the training funding for tuition reimbursement. This should eliminate subjectivity.
4. Research implementing a performance-based bonus pay program throughout district.
5. Research compensation for IT pay scales to compete with regional jurisdictions and the Federal government.

H. CAPTIVE INSURANCE AGENCY

Fiscal Year 2014 Budget Report - Captive Insurance Agency (Dollars in Thousands)							
	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	196	177	2,430	2,488	(735)	1,753	-28%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	66	49	-	-	0%
General Fund Total	196	177	2,496	2,537	(735)	1,753	-30%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	-	-	-	-	-	-	0%
Intra-District	-	-	-	-	-	-	0%
GROSS FUNDS	196	177	2,496	2,537	(735)	1,753	-30%

Fiscal Year 2014 Budget Report - Captive Insurance Agency (Dollars in Thousands)								
Comptroller Source Group		FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11	Regular Pay	(1)	-	-	-	-	-	0%
12	Regular Pay - Other	88	-	-	-	-	-	0%
13	Additional Gross Pay	(1)	-	-	-	-	-	0%
14	Fringe Benefits	16	-	-	-	-	-	0%
15	Overtime Pay	-	-	-	-	-	-	0%
Personal Services (PS)		102	-	-	-	-	-	0%
20	Supplies & Materials	-	5	10	10	-	10	0%
40	Other Services & Charges	95	172	2,486	2,537	-	2,537	2%
Nonpersonal Services (NPS)		95	177	2,496	2,547	-	2,547	2%
FUND FUNDS		197	177	2,496	2,547	-	2,547	2%

Agency Program	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
2000 Captive Operations	177	2,496	2,537	-	2,537	2%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The mission of the Captive Insurance Agency (“the Captive”) is to provide medical malpractice insurance for local non-profit health centers. The Captive was created by statute in 2008 and is administered by the Chief Risk Officer, Office of Risk Management (ORM). ORM incorporated the Captive and began writing medical malpractice insurance policies in FY 2008. The Mayor has proposed expanding the scope of the Captive in FY 2014 to include property insurance. The liability of the agency is limited to the funds available to the Captive participants.

b. Mayor’s Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor’s proposed FY 2014 gross operating budget is \$2,537,071, an increase of \$41,221 or 1.7% from the FY 2013 approved budget. This Agency is operated by the Office of Risk Management and has no FTEs in its budget.

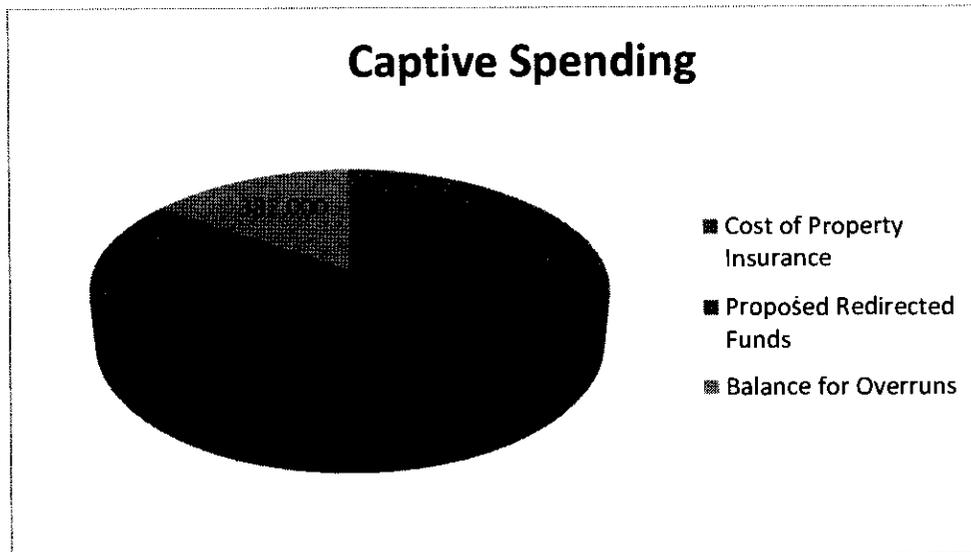
Local Funds: The Mayor’s proposed local fund budget is \$2,488,000, which represents a \$58,000 or 2.4% increase.

Special Purpose Revenue Funds: The Mayor’s proposed Special Purpose Revenue Funds budget is \$49,000, which represents a \$17,000 or 25.9% decrease.

Committee Analysis and Comments

The Captive Insurance Agency provides medical malpractice insurance to non-profit community health centers in the District. Con-currently with the Budget Request Act, the Mayor has proposed the expansion of the Captive to include provide property insurance for District Assets. ORM has indicated that the legislation expanding the Captive will provide the District with a better, more reliable and cost-effective means of insuring its assets.

The Committee inquired into the costs associated with providing medical malpractice coverage. The table below illustrates the allocation of funds needed to achieve the Mayor's goal of insuring District properties. ORM testified that the approximately \$5,000,000 in non-lapsing funds currently in the Captive were sufficient to cover policies for non-profit healthcare providers. Further, the Chief Risk Officer has opined that the top range of their estimates for a property insurance policy is \$1,100,000 in FY 2013, and that if they were to purchase a policy in FY2014, they can expect it to be approximately 10-30% higher. Given these figures the Committee reasons that the high-end estimate for the purchase of property insurance will be \$1,430,000, leaving approximately \$1,117,000 in unused funds from the FY 2014 budget.



2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

- 1. Reduce CSG 40 (Other Services and Charges) by \$735,000

The Committee believes that the Agency's FY 14 budgeted amount of \$2.5 million will cover the \$1.43 million estimated total costs for a third party insurance contract and all other necessary operating expenditures . The Committee also believes that the \$5 million dollars in non-lapsing funds will cover its Medical Liability Insurance and the Captive Insurance can absorb the reduction of one time local funds.

- 2. The Committee transfers \$300,000 to the Committee on Human Services for the Emergency Rental Assistance Program (for families).

3. The Committee on Government Operations transfers \$250,000 to the Committee on Workforce and Community Affairs to support grant funds for lead agencies that support senior District residents.

b. Policy Recommendations

The Committee expresses reservation about expanding the authority of the Captive through the budget process. However, the Committee does believe that there has been discussions of the policy change at the February 12, 2013 Performance Oversight Hearing, the April 11, 2013, Budget Hearing, and, the April 30, 2013 Mayor – Council Breakfast. The Committee believes that the expansion of the Captive must be done carefully and methodically.

I. OFFICE OF THE CHIEF TECHNOLOGY OFFICER

<i>Fiscal Year 2014 Operating Budget, by Revenue Type (Dollars in thousands)</i>							
	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	29,757	35,799	39,974	49,680	(1,565)	48,115	20%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	8,813	7,244	10,943	16,334	-	16,334	49%
General Fund Total	38,570	43,043	50,917	66,014	(1,565)	64,449	70%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	2,802	2,268	2,498	985	-	985	-61%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	2,802	2,268	2,498	985	-	985	-61%
Private Funds	29	-	-	-	-	-	0%
Gross Funds, Less Intra-District	41,401	45,311	53,415	66,999	(1,565)	65,434	9%
Intra-District	31,731	27,342	24,292	27,604	-	27,604	14%
GROSS FUNDS	73,132	72,653	77,707	94,603	(1,565)	93,038	20%

<i>Fiscal Year 2014 Full-Time Equivalents, by Revenue Type</i>							
	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	176.8	181.6	195.5	199.0	(1.0)	198.0	-1%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	7.8	13.9	-	13.9	0%
General Fund Total	176.8	181.6	203.3	212.9	(1.0)	211.9	-1%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	176.8	181.6	203.3	212.9	(1.0)	211.9	-1%
Intra-District	135.5	80.0	84.8	79.1	-	79.1	0%
GROSS FUNDS	112.3	261.6	288.1	292.0	(1.0)	291.0	-1%

Comptroller Source Group		FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11	Regular Pay	22,833	20,497	23,956	24,808	(165)	24,643	-1%
12	Regular Pay - Other	2,252	3,120	2,908	2,930	-	2,930	0%
13	Additional Gross Pay	1,084	457	-	-	-	-	0%
14	Fringe Benefits	5,196	4,760	5,596	6,047	-	6,047	0%
15	Overtime Pay	11	15	-	-	-	-	0%
Personal Services (PS)		31,376	28,849	32,460	33,785	(165)	33,620	-1%
20	Supplies & Materials	86	172	148	193	-	193	0%
30	Energy, Comm. and Building Rentals	122	-	-	-	-	-	0%
31	Telephone, Telegraph, Telegram, Etc.	1,272	1,305	1,425	1,412	-	1,412	0%
32	Rentals - Land and Structures	93	-	37	37	-	37	0%
40	Other Services & Charges	10,969	13,372	17,136	21,458	(500)	20,958	-3%
41	Contractual Services & Other	25,105	25,335	24,607	35,040	(900)	34,140	-4%
50	Subsidies and Transfers	2,281	1,110	1,002	120	-	120	0%
70	Equipment and Equipment Rental	1,827	2,510	892	2,559	-	2,559	0%
Nonpersonal Services (NPS)		41,755	43,804	45,247	60,819	(1,400)	59,419	-7%

Agency Program		FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000	Agency Management Program	3,319	3,609	3,870	(165)	3,705	3%
100F	Agency Financial Operations	1,123	1,169	1,183	-	1,183	1%
2000	Application Solutions	15,812	15,509	23,511	(1,400)	22,111	43%
3000	Program Management Office	4,072	4,315	3,635	-	3,635	-16%
4000	Shared Infrastructure Services	37,504	42,185	48,975	-	48,975	16%
5000	Information Security	2,898	3,748	4,593	-	4,593	23%
6000	Technology Support Services	7,926	7,173	8,835	-	8,835	23%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The mission of the Office of the Chief Technology Office (OCTO) is to direct the strategy, deployment, and management of District government technology with a commitment to I.T. excellence, efficiency, and value for government, residents, businesses and visitors.

OCTO is the central technology organization of the District of Columbia Government. OCTO develops, implements, and maintains the District's technology

infrastructure; develops and implements major enterprise applications; establishes and oversees technology policies and standards for the District; provides technology services and support for District agencies; and develops technology solutions to improve services to businesses, residents, and visitors in all areas of District government.

b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed fiscal year 2014 gross fund budget for the Office of Chief Technology Office(OCTO) is \$94,603, an increase of \$16,895 from Fiscal Year 2013, or 21.7%. This funding supports 26.0 full time equivalents (FTEs), an increase of 3.8 FTEs or 1.3% from the Fiscal Year 2013 approved level.

Local Funds: The Mayor's proposed local fund budget is \$49,680, an increase of \$9,706 or 24.3% from the Fiscal Year 2013 approved budget of \$39,974. The proposed funding by local funds supports 199.0 FTEs, an increase of 3.5 FTEs, or 1.8% from Fiscal Year 2013 approved level.

Intra-District Funds: The Mayor's proposed intra-District fund budget is \$27,604. The approved Budget for Fiscal Year 2013 is 24,292, an Increase of \$3,312 or a 13.6% change from fiscal year 2013. The proposed 2014 funding by intra-District funds supports 79.1 FTEs, a decrease of 5.8 FTEs, or -6.8% from the Fiscal Year 2013 approved level.

Committee Analysis and Comments

Personal Services: The Office of the Chief Financial Officer continues to carry many vacancies as roll over or backfill positions. Many of these positions are over a year old but are scheduled to be filled by the end of FY 2013. As a result the committee examined the schedule A and recommends only a reduction of 1 FTE.

Affordable Housing Database: The Committee believes the scope of work and identifiable goals of this project to be vague and unclear. As a result the Committee recommends a reduction of funds from the one time local fund activity.

c. Mayor's Proposed Fiscal Year 2014-2019 Capital Budget

Proposed Capital Budget Summary

Office of the Chief Technology Officer							
TO0-N3102	Capstat	120	650	0	0	0	0
ELC-N1603	Citywide Network Infrastructure Upgrade	2,385	500	0	0	0	0
ELC-EQ101	Credentialing and Wireless Communications	500	500	0	0	0	0
TO0-EQ103	Credentialing and Wireless-GO Bond	500	0	0	0	0	0
TO0-N1715	Cyber Security Modernization	1,200	650	0	0	0	0
ELC-N2501	Data Center Relocation	500	500	0	0	0	0
TO0-N2503	Data Center Relocation-Go Bond	650	500	0	0	0	0
ELC-N3101	Data Transparency and Accountability	581	0	0	0	0	0
TO0-ZA143	DC GIS Capital Investment	550	550	0	0	0	0
ELC-N1604	DC GIS Master Lease	528	550	0	0	0	0
TO0-ZB141	Enterprise Resource Planning	1,654	2,500	0	0	0	0
ELC-N3701	Human Resource System	947	475	0	0	0	0
TO0-N3699	Pool SMP Projects	1,500	1,500	0	0	0	0
TO0-N3802	Procurement System-GO Bond	1,000	500	0	0	0	0
ELC-N2201	Server Consolidation	0	250	0	0	0	0
TO0-N2504	Server Consolidation-GO Bond	1,000	500	0	0	0	0
ELC-N6001	Transportation Infrastructure Modernization	0	500	0	0	0	0
TO0-N6002	Transportation Infrastructure Modernization	2,000	500	0	0	0	0
Agency Total		15,615	11,125	0	0	0	0

Committee Analysis and Comments

The Mayor's Capital Plan proposes 18 projects under OCTO's budget totaling \$26,740,000 over FY 2014 and FY 2015.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee recommends approval of the FY 2014 operating budget for the Office of the Chief Technology Officer with the following modifications:

1. Reduce CSG11 (Regular Pay – Continuing Full Time) by \$129,803.

The agency's proposed budget has authorized \$2.5M for positions currently listed as vacant. These vacancies have existed for half of FY13 and the Committee believes these positions will continue to be vacant for FY14.

2. Reduce CSG 14 (Fringe Benefits) by \$35,047 to correspond with the FTE reduction called for in CSG 11.

3. Reduce CSG 40 (Other Services and Charges) by \$500,000; Reduce CSG 41(Contractual Services & Other) by \$900,000

The Committee believes the one time local funding of \$3.4 million for an Affordable Housing Database to be overestimated based on responses gathered from the Budget Oversight hearing. The Committee also believes that with current vacancies and historical agency under spending, the Office of the Chief Technology Officer can absorb the reduction of one time local funds if full funding is actually required.

4. The Committee transfers \$164,850 to the Committee on Workforce and Community Affairs, for the Department of Aging's Community Based Support Program (9400) in the activity line (9450) under Community Services.
5. The Committee transfers \$300,000 to the Committee on Business, Consumer and Regulatory Affairs for the Commercial Revitalization division to be divided as follows: \$200,000 to support the creation of a Rhode Island Avenue NE Main Street (Activity Code 4030); and \$100,000 to support a Clean Team on Bladensburg Road NE (Activity Code 4040).
6. The Committee transfers \$95,000 to the Committee on Workforce and Community Affairs to support the Washington Elderly Handicapped Transportation Service (WEHTS) program.

b. Fiscal Year 2014 Capital Budget Recommendations

The Committee recommends approval of the FY 2014 capital budget as proposed by the Mayor.

J. DEPARTMENT OF GENERAL SERVICES

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	7,136	208,936	244,338	262,416	517	262,933	8%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	12,463	4,215	6,579	6,129	-	6,129	-7%
General Fund Total	19,599	213,151	250,917	268,545	517	269,062	7%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	19,599	213,151	250,917	268,545	517	269,062	7%
Intra-District	4,565	138,655	137,525	128,777	-	128,777	-6%
Gross Funds	15,034	74,496	113,392	139,768	517	140,285	2%

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	42.0	598.0	661.0	659.2	(1.0)	658.2	0%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	23.7	12.1	17.0	16.0	16.0	16.0	-6%
General Fund Total	65.7	610.1	678.0	675.2	15.0	674.2	-1%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	65.7	610.1	678.0	675.2	15.0	674.2	-1%
Intra-District	-	-	-	-	-	-	0%
Gross Funds	65.7	610.1	678.0	675.2	15.0	674.2	-1%

Fiscal Year 2014 Operating Budget, by Comptroller Source Group (Dollars in Thousands)							
Comptroller Source Group	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11 Regular Pay	2,271	32,926	35,719	41,171	(82)	41,089	15%
12 Regular Pay - Other	2,473	5,315	6,668	586	-	586	-91%
13 Additional Gross Pay	149	1,094	625	1,400	-	1,400	124%
14 Fringe Benefits	929	8,526	9,785	10,063	(16)	10,047	3%
15 Overtime Pay	94	2,255	1,961	2,526	-	2,526	29%
Personal Services (PS)	5,916	50,116	54,758	55,746	(98)	55,648	2%
20 Supplies & Materials	146	1,635	5,125	5,522	389	5,522	8%
30 Energy, Comm. and Building Rentals	180	91,656	100,444	96,948	-	96,948	-3%
31 Telephone, Telegraph, Telegram, Etc.	22	162	1	1	-	1	0%
33 Janitorial Services	-	-	174	-	-	-	-100%
32 Rentals - Land and Structures	-	118,497	130,327	135,672	-	135,672	4%
34 Security Services	82	391	-	40	-	40	0%
40 Other Services & Charges	3,352	5,231	6,919	8,288	201	8,288	20%
41 Contractual Services & Other	14,454	80,164	89,931	94,314	-	94,314	5%
70 Equipment and Equipment Rental	11	566	763	790	-	790	4%
80 Debt Services	-	3,389	-	-	-	-	0%
Nonpersonal Services (NPS)	18,247	301,691	333,684	341,575	590	341,575	2%
GROSS FUNDS	24,163	351,807	388,442	397,321	492	397,223	2%

Fiscal Year 2014 Operating Budget, by Program (Dollars in Thousands)							
Agency Program	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee	
1000 Agency Management Program	8,211	7,350	8,191	492	8,191	11%	
2000 Asset Management	12,172	11,078	9,288	-	9,288	-16%	
3000 Facility Operations	86,987	101,251	108,007	-	108,007	7%	
4000 Protective Services	26,841	33,039	34,893	-	34,893	6%	
5000 Construction Services	1,958	2,414	2,126	-	2,126	-12%	
6000 Contracting and Procurement Services	2,196	2,718	2,327	-	2,327	-14%	
7000 Energy - Centrally Managed	91,549	100,266	96,818	-	96,818	-3%	
8000 Rent - In-Lease	121,885	130,327	135,627	-	135,627	4%	
9960 Year End Adjustments	7	-	-	-	-	0%	
GROSS FUNDS	351,807	388,442	397,321	492	397,223	2%	

a. Agency Mission and Overview

The goal of the Department of General Services (DGS) is to ensure the delivery of new or modernized, well-equipped, well-maintained, safe and secure buildings and facilities for the benefit of District residents and employees. Further, the agency's mission is to promote the efficient and effective management of the District's real estate investments and interests through strategic portfolio management, construction and facilities management. The DGS carries out a broad range of real estate management functions. In addition to managing capital improvement and construction programs for a

variety of District government agencies, DGS also executes real property acquisitions by purchase or lease; disposes of property through sale, lease or other authorized method; manages space in buildings and adjacent areas; and provides building management services for facilities owned or operated by the District. Among the services provided are engineering, custodial, security, energy conservation, utility management, general maintenance, inspection, planning, capital repairs and improvement.

DGS operates through the following 8 divisions:

The Asset Management Division plans and manages the District's real estate to achieve its highest and best use. This division engages in activities such as lease administration, allocation of owned and leased properties to District agencies, property acquisition and disposition, fixed cost forecasting for District facilities, and rent collection from entities leasing District-owned property.

This division contains the following 5 activities: Lease Management (DGS Realty), which provides space location and management services for District agencies in both owned and leased buildings; the Utility and Fuel Management activity, which provides management services in the distribution and allocation utilities and fuel; the Public Education Realty activity, which provides asset management services to public and private entities, allowing access and utilization of school building and grounds by entering into use agreements, licenses, and lease agreements; the Swing Space activity, which provides support for services associated with moving agencies from one space to another; and the Eastern Market activity, which provides for the operations and management of Eastern Market through the revenue-generating Eastern Market Enterprise Fund.

The Facility Operations Division is responsible for the day-to-day operation of many District-owned properties, vacant lots, and homeless shelters, and acts as a liaison for operating purposes between agencies and landlords in leased buildings by maintaining building assets and equipment; performing various repairs and non-structural improvements; and providing janitorial, trash and recycling pickup, postal, and engineering services.

The Facility Operations Division contains the following 9 activities: the Postal Services activity, which provides certain postal services to various District agencies in owned property; the Facilities/Occupancy activity, which includes costs associated with operating DGS-managed District buildings (specifically, the Facilities/Occupancy activity is responsible for elevator and fire alarm maintenance, landscape, air quality, pest control, HVAC and electrical repairs and maintenance, water treatment, salaries for these services, and other related building services contracts); the Parking activity, which provides parking space allocation services and parking revenue monitoring services to the District; the RFK/Armory activity, which provides facilities and security services for Robert F. Kennedy Memorial Stadium and the District of Columbia Armory (non-military portion) based on a Memorandum of Agreement with the District of Columbia

Washington Convention and Sports Authority; the Janitorial Services activity, which includes costs associated with operating DGS-managed District buildings; the Facilities-Public Education division, which includes facility maintenance and repair costs for the District of Columbia Public Schools (DCPS); the Facilities-Parks and Recreation activity, which includes facility maintenance and repair costs for parks and recreation centers under the Department of Parks and Recreation (DPR); the Facilities-MPD, which includes facility maintenance and repair costs for Metropolitan Police Department (MPD) buildings; and the Facilities-FEMS activity, which includes facility maintenance and repair costs for Fire and Emergency Medical Services (FEMS) Department buildings. Protective Services also includes the budget for the Protective Service Police Department (PSPD). PSPD provides 24-hour security and law enforcement services to government operations by protecting employees, resources, and facilities at District-owned and leased properties. Security includes patrol operations, contract security guard management, and electronic access control and security systems. PSPD also assists District and federal agencies during special events and criminal investigations.

b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed FY 2014 gross operating budget is \$397,322,023, an increase of \$8,880,023, or 2.3% from the FY 2013 approved budget. This funding supports 675.2 FTEs, a 0.4% decrease from FY 2013.

Local Funds: The Mayor's proposed local fund budget is \$262,416,000 which represents an \$18,077,000 or 7.4% increase. The proposed funding by local funds supports 659.2 FTEs, a decrease of 1.8 FTEs, or 0.3%.

Intra-District Funds: The Mayor's proposed Intra-District funds budget is \$128,777,000, which represents an \$8,748,000, or 6.4% decrease.

Special Purpose Revenue Funds: The Mayor's proposed Special Purpose Revenue Funds budget is \$6,129,000, a \$450,000 or 6.8% decrease. The proposed funding by Special Purpose Revenue funds supports 16.0 FTEs, a decrease of 1.0 FTEs, or 5.9%.

Committee Analysis and Comments

DGS has transferred a large number of their term employees to regular full-time positions. This change is reflected in the \$6,082,000 drop in CSG 12 (Regular Pay-Other) category and the corresponding increase in CSG 11 (Regular Pay – Continuing Full Time) of \$5,452,000.

DGS' proposed budget also includes a large drop in funding for Energy Costs. DGS believes as a result of several cost-saving measures and the implementation of green technology in many of their new construction projects, they will see a drop of \$3,448,000 in costs.

On April 25, 2013, DGS presented its FY 2014 proposed budget to the Committee. The Committee inquired into DGS' vacancies, which without including positions that are vacant but have been posted, totaled 41 positions. While the Committee can appreciate that in an agency as large as DGS, it is unlikely to ever not have vacant positions, the Committee is concerned that funds are being budgeted for positions that are going unfilled. In fact, there are three positions that have gone unfilled since 2010.

The Committee also heard testimony from several witnesses in regards to DGS' school modernization efforts. DGS is charged with modernizing District of Columbia Public Schools (DCPS) Facilities. However, the selection and decision of which schools to modernize appears to still rest with DCPS, creating confusion and frustration for some parents and stakeholders.

c. **Mayor's Proposed Fiscal Year 2014-2019 Capital Budget**

Proposed Capital Budget Summary

The Mayor's proposed FY2014 – 2019 Capital Improvements Plan allocates \$71,200,000 to DGS for nine projects over six fiscal years.

1. Facility Condition Assessment
 - a. This project is used to assess District facilities in a recurring cycle. Information gathered on immediate, urgent, and long term equipment, system, and structural costs is used as an input to the capital budget development.
2. Hill E. Relocation of Gov't Facilities & Function
 - a. This capital project will provide the basis of decision-making for renovations, sales, and property acquisition of the Hill East site. This will lead to determining the short-term and long-term utilization of the asset.
3. Hazardous Material Abatement Pool
 - a. This project addresses the identification and removal of asbestos, lead, and underground fuel storage tanks from District-owned properties. The project allows the District to comply with U.S. environmental laws and regulations by assessing the extent of a potential abatement and the remedial action itself. Multiple subprojects are in various stages of completion, and additional subprojects are introduced on an as-needed basis.

4. ADA Compliance Pool
 - a. This project makes capital improvements to District-owned buildings in order to bring the facilities into compliance with the Americans with Disabilities Act.
5. City-Wide Physical Access Control System
 - a. This project replaces the enterprise platform for District card access readers, and other physical security implements in District buildings.
6. Enhancement Communications Infrastructure
 - a. The project will ensure adequate reception requirements for 911, mobile radio, and cellular services in every District owned or leased building.
7. Energy Retrofitting of District Buildings
 - a. This project is intended to support cost-effective and environmentally conscious delivery of municipal programs and services by retrofitting of District facilities to help reduce consumption.
8. Critical System Replacement
 - a. The purpose of this project is to perform capital improvements and facility condition assessments in buildings operated by the District to ensure public facilities remain in good condition, to support the cost-effective delivery of municipal programs and services, and to maintain the long term capital value of DC's owned facilities. Specifically, this project makes the essential upgrades to maintain adequate public facilities. Among the capital improvements required in District-owned facilities are roof replacements, window replacements, and HVAC (heating and air-conditioning systems) replacements. In addition, this project can be used for priority building improvement projects that arise that may have not been planned for as part of the facilities condition assessment.
9. One Judiciary Square Roof
 - a. This project will perform roof repairs/replacement as needed on the OJS roofs.

Committee Analysis and Comments

The Committee notes that many of these projects are of a critical nature to the operation of District agencies, and the health and safety of District employees and residents. However, the Committee learned that the One Judiciary Square Roof Replacement project is intended to replace a roof that has an estimated useful life of 5-8 years. Moreover, minimum roof repairs have been identified with estimated expenditures not to exceed \$100,000.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee recommends approval of the FY 2014 operating budget for the Department of General Services with the following modifications:

1. Reduce CSG11 (Regular Pay – Continuing Full Time) by \$82,000.

The agency’s proposed budget has authorized \$4.3M for positions currently listed as vacant. These vacancies have existed for half of FY13 and the Committee believes these positions will continue to be vacant for FY14. The Committee will reduce 1 FTE.

2. Reduce CSG 14 (Fringe Benefits) by \$16,400 to correspond with the FTE reduction called for in CSG 11.
3. Increase CSG 20 (Supplies and Materials) by \$389,175.
4. Increase CSG 40 (Other Services and Charges) by \$201,000.
5. The Committee recognizes the transfer of \$615,175 from the Committee on Transportation and Environment for the usage of school recycling incentives, recycling collection at DPR facilities and recycling containers at DPR facilities.

b. Fiscal Year 2014 Capital Budget Recommendations

1. Reduce capital project PR101, “One Judiciary Square Roof” by \$1,000,000. Transfer the same amount to the following, capital project exclusively for Department of Transportation project ED102- Rhode Island Avenue Small Area Plan for (04) Construction.

c. Policy Recommendations

1. The Committee requests that the Department formalize a more robust program to allow residents of District of Columbia government run shelters to perform construction and construction related tasks on future projects involving shelters.
2. The Committee requests that DGS formalize a program wherein there is one point of (upper management) contact for residents of shelters and homeless advocates to express concerns regarding maintenance issues.
3. The Committee requests that DGS provide a plan for reducing the number of carry-over vacancies.

K. BOARD OF ELECTIONS

Final Year 2013 Actual Budgets by Account Type							
	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	4,536	5,278	5,812	6,430	(185)	6,245	7%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	4,536	5,278	5,812	6,430	(185)	6,245	7%
Federal Payments	1,892	577	-	-	-	-	0%
Federal Grant Funds	-	27	150	-	-	-	-100%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	1,892	604	150	-	-	-	-100%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	6,428	5,882	5,962	6,430	(185)	6,245	5%
Intra-District	-	-	-	-	-	-	0%
GROSS FUNDS	6,428	5,882	5,962	6,430	(185)	6,245	5%

Final Year 2013 Actual Budgets by Account Type							
	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	43.2	56.7	59.8	59.8	-	59.8	0%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	43.2	56.7	59.8	59.8	-	59.8	0%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	43.2	56.7	59.8	59.8	-	59.8	0%
Intra-District	-	-	-	-	-	-	0%
GROSS FUNDS	43.2	56.7	59.8	59.8	-	59.8	0%

Comptroller Source Group		FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11	Regular Pay	2,019	2,090	2,533	2,379	-	2,379	-6%
12	Regular Pay - Other	508	693	218	512	-	512	135%
13	Additional Gross Pay	57	62	-	-	-	-	0%
14	Fringe Benefits	519	526	649	711	-	711	10%
15	Overtime Pay	189	230	150	500	-	500	233%
Personal Services (PS)		3,292	3,601	3,550	4,102	-	4,102	16%
20	Supplies & Materials	122	167	200	210	-	210	5%
31	Telephone, Telegraph, Telegram, Etc.	2	21	-	-	-	-	0%
40	Other Services & Charges	1,746	1,779	1,538	1,735	-	1,735	13%
41	Contractual Services & Other	336	252	467	343	-	343	-27%
50	Subsidies and Transfers	-	-	150	-	-	-	-100%
70	Equipment and Equipment Rental	931	62	58	39	(185)	39	-33%
Nonpersonal Services (NPS)		3,137	2,281	2,413	2,327	(185)	2,142	-11%

Agency Program		FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000	Agency Management Program	2,630	2,412	1,942	-	1,942	-19%
3000	Board of Supervisors	6	61	43	-	43	-30%
4000	Election Operations	3,246	3,489	4,445	-	4,445	27%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The Board of Elections (BOE), a chartered independent agency, is comprised of a three-member Board along with staff that carries out the agency's mission. The mission of the Board is to enfranchise eligible residents, conduct elections, and assure the integrity of the electoral process as mandated by both federal and local laws. In addition to the activities related to the actual conduct of an election, BOE maintains the District's voter registration list, identifies polling places, trains poll workers, operates a website, maintains the District's voting equipment, and maps election district boundaries.

BOE's operations are divided into three major programs: the Agency Management Program, the Board of Supervisors, and the Election Operations Program. The Agency Management Program provides general administrative support for BOE, including legal counsel, personnel, information technology, and procurement. The Board of Supervisors manages all activities relating to BOE and holds monthly meetings. The Election Operations Program is responsible for the conduct of elections and has four activities: Voter Registration provides voter registration and voter roll maintenance,

including conducting the absentee voter program, determining the status of special ballots and petition signatures, recount operations, and biennial voter canvas; Voter Services provides assistance to voters, candidates seeking to qualify for the ballot, administers initiatives, referenda, recall measures, and certifies election results; Election Administration ensures that District election laws and regulations are followed; and Election Operations provides planning and logistical support, including resource planning and financial management, to ensure that the District carries out open and transparent elections.

b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed FY 2014 gross fund budget for BOE is \$6,430,030, an increase of \$468,074, or 7.9% from its FY 2013 approved budget. This funding supports 59.8 FTEs, an increase of 0.1% from its FY 2013 staffing levels. The Mayor's proposed budget for BOE is comprised entirely of local funds.

Committee Analysis and Comments

Under the Mayor's proposal BOE will receive an increase in its Budget in FY 2014. This increase is intended to offset the cost of the 2014 Mayoral Primary Election. BOE projects to use \$2,258,100 of their FY 2014 allotment to conduct the 2014 Mayoral Primary Election, with the remaining balance of \$4,171,930 directed towards programmatic functions.

The Committee is concerned about BOE's ability to process voter registrations efficiently, and the sharing of voter registration information with the District Department of Motor Vehicles. The Committee notes that BOE has been functioning for almost a continuous year without a Chief Technology Officer.

Additionally, the Committee is concerned about the long wait lines and confusion that was widely reported at the November 6, 2012, election.³ BOE noted that during the November 6, 2012 Election the agency "used every DRE [touch-screen voting machine] machine at its disposal for early voting."⁴ Once a DRE machine is used it cannot be used on Election Day without compromising the integrity of the data on the machine.⁵

The Committee notes, with concern, that BOE lacked the resources to provide more than one touch screen voting machine in many of its polling locations. Moreover, the Committee notes that a lack of touch screen voting machines and e-poll books may

³ Jeremy Peters, *Waiting Times at Ballot Boxes Draw Scrutiny*, N.Y. Times, February 4, 2013.

⁴ District of Columbia Board of Elections, After-Action Report on the November 6, 2012 General and Special Elections, February 4, 2013.

⁵ Id.

limit BOE's ability to expand early voting opportunities in the 2014 Mayoral Primary Election, and future elections to come.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee recommends approval of the FY 2014 operating budget for the Board of Elections with the following modifications:

1. Increase CSG 70 (Equipment and Equipment Rental) by \$185,000 for Electronic Poll Books and Direct-Recording Electronic voting machines. The Committee recognizes a need to increase the efficiency of the election process by means of equipment modernization. As a result, the Committee increases the Non Personal Services budget.

b. Policy Recommendations

1. The Committee recommends that BOE fill its vacant CTO position immediately.

L. OFFICE OF CAMPAIGN FINANCE

Also Year 2014 Operating Budget by Fund Type (Dollars in thousands)							
	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	1,325.0	1,301.0	2,601.0	2,629.0	-		
Dedicated Taxes	-	-	-	-	-		
Special Purpose	49.0	94.0	-	-	-		
General Fund Total	1,374.0	1,395.0	2,601.0	2,629.0	-		
Federal Payments	-	-	-	-	-		
Federal Grant Funds	-	-	-	-	-		
Federal Medicaid	-	-	-	-	-		
Federal Funds Total	-	-	-	-	-		
Private Funds	-	-	-	-	-		
Gross Funds, Less Intra-District	1,374.0	1,395.0	2,601.0	2,629.0	-		
Intra-District	-	-	-	-	-		
GROSS FUNDS	1,374.0	1,395.0	2,601.0	2,629.0	-		

Also Year 2014 Full-Time Equivalents by Fund Type							
	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	17.8	14.5	31.0	31.0	-	31.0	0%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	0.8	-	-	-	-	0%
General Fund Total	17.8	15.3	31.0	31.0	-	31.0	0%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	17.8	15.3	31.0	31.0	-	31.0	0%
Intra-District	-	-	-	-	-	-	0%
GROSS FUNDS	17.8	15.3	31.0	31.0	-	31.0	0%

Comptroller Source Group		FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11	Regular Pay	1,034	1,034	1,877	1,871	-	1,871	0%
12	Regular Pay - Other	52	60	-	59	-	59	0%
13	Additional Gross Pay	16	11	-	-	-	-	0%
14	Fringe Benefits	220	216	561	600	-	600	7%
15	Overtime Pay	-	-	-	-	-	-	0%
Personal Services (PS)		1,322	1,321	2,438	2,530	-	2,530	4%
20	Supplies & Materials	11	6	12	25	-	25	108%
40	Other Services & Charges	41	58	151	73	-	73	-52%
70	Equipment and Equipment Rental	-	10	-	-	-	-	0%
Nonpersonal Services (NPS)		52	74	163	98	-	98	

Agency Program		FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000	Agency Management Program	396	418	447	-	447	7%
2000	Oversight Support Services	998	2,183	2,182	-	2,182	0%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The mission of the Office of Campaign Finance (OCF) is to regulate and provide public disclosure of the conduct, activities, and financial operations of candidates, campaign finance committees, legal defense committees, and constituent service and statehood fund programs to ensure public trust in the integrity of the election process and government service.

The Office of Campaign Finance processes and facilitates the public disclosure of financial reports, which are required by law to be filed with the OCF; performs desk reviews and develops statistical reports and summaries of the financial reports; encourages voluntary compliance by providing information and guidance on the application of the District of Columbia Campaign Finance Act of 2011 (the Act), as amended, through educational seminars, interpretative opinions, and the OCF Web and enforces the Act through the conduct of audits, investigations, and the informal hearing process.

b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed fiscal year 2014 gross fund budget for the Office of Campaign Finance (OCF) is \$2,629,000 , an increase of \$ 27,000 from Fiscal Year 2013, or 1.1%. This funding supports 31.0 full time equivalents (FTEs), an increase of 0.0 FTEs or 0.0 % from the Fiscal Year 2013 approved level. This budget is composed entirely of local funds.

Committee Analysis and Comments

In FY 12, the OCF actual operating budget was \$1.4 million. In FY 13 the operating budget increased to \$2.6 million. For FY 14 the Mayor has proposed an operating budget of \$2.63 million. In FY 13 OCF added 15.7 FTEs to bring the staff to its current level of 31 FTEs.

Cost of Living Adjustment: The agency received a proposed cost of living adjustment in local funds. The FY 14 budget includes an increase of \$13,210 in personal services to account for step increases in personal services.

Website Improvements: OCF will utilize funds within their NPS budget to act on FY 13 recommendations on improving their website.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee recommends approval of the FY 2014 operating budget for the Office of Campaign Finance, as proposed by the Mayor.

b. Policy Recommendations

1. The Committee recommends that OCF improve its use of social media and leading up to and including campaign season and surrounding filing deadlines.
2. The Committee recommends that OCF ensure that relevant sections of the D.C. Official Code and D.C. Municipal Regulations on its website are up to date and easily accessible to the public.

M. PUBLIC EMPLOYEE RELATIONS BOARD

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	733	1,114	1,151	1,162		1,162	1%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	733	1,114	1,151	1,162	-	1,162	1%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	733	1,114	1,151	1,162	-	1,162	1%
Intra-District						-	0%
Gross Funds	733	1,114	1,151	1,162	-	1,162	1%

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	5.9	9.2	9.0	9.0	-	9.0	0%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	5.9	9.2	9.0	9.0	-	9.0	0%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	5.9	9.2	9.0	9.0	-	9.0	0%
Intra-District						-	0%
Gross Funds	5.9	9.2	9.0	9.0	-	9.0	0%

Fiscal Year 2014 Operating Budget by Comptroller Source Group (Dollars in thousands)							
Comptroller Source Group	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11 Regular Pay	363	602	822	809	-	809	-2%
12 Regular Pay - Other	28	83	-	-	-	-	0%
13 Additional Gross Pay	(30)	52	-	-	-	-	0%
14 Fringe Benefits	70	94	192	197	-	197	3%
15 Overtime Pay	-	-	-	-	-	-	0%
Personal Services (PS)	431	831	1,014	1,006	-	1,006	-1%
20 Supplies & Materials	3	11	3	5	-	5	67%
31 Telephone, Telegraph, Telegram, Etc.	4	11	12	13	-	13	8%
40 Other Services & Charges	50	33	15	16	-	16	7%
41 Contractual Services & Other	238	210	102	107	-	107	5%
70 Equipment and Equipment Rental	8	19	5	16	-	16	220%
Nonpersonal Services (NPS)	303	284	137	157	-	157	15%
GROSS FUNDS	734	1,115	1,151	1,163	-	1,163	1%

Fiscal Year 2014 Operating Budget by Program (Dollars in thousands)						
Agency Program	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000 Agency Management Program	213	167	180	-	180	8%
2000 Adjudication	902	984	982	-	982	0%
GROSS FUNDS	1,115	1,151	1,162	-	1,162	1%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The Public Employee Relations Board (PERB) was created by the Comprehensive Merit Personnel Act of 1978 as an impartial, quasi-judicial, independent agency empowered with the exclusive jurisdiction to resolve labor-management disputes between agencies of the District government and labor organizations representing District government employees.

b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed FY 2014 budget for PERB is \$1,162,066, an increase of \$11,061 or 1.0 percent, over the FY 2013 approved budget of \$1,151,005. This funding

supports 9.0 FTEs, which is unchanged from the FY 2013 approved level. This budget is composed entirely of local funds.

Committee Analysis and Comments

In FY 12, PERB's approved operating budget was \$950,866. In FY 13, the operating budget increased to \$1,151,005. For FY 14, the Mayor has proposed an operating budget of \$1,162,066. In FY 13, PERB gained two FTEs to bring the staff to its current level of 9.0 FTEs. The Mayor has not proposed an increase of FTEs for FY 14. The proposed FY 14 budget, however, would move 3 FTEs from Legal Support to Court Appeals.

The \$11,061 increase in the FY 14 proposed operating budget over the FY 13 approved operating budget is comprised of \$8,049 in personal services and \$3,012 in Nonpersonal services.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee recommends approval of the FY 2014 operating budget for the Public Employee Relations Board, as proposed by the Mayor.

b. Policy Recommendations

1. The Committee recommends that PERB continue to review the Board's Rules and the Comprehensive Merit Personnel Act of 1978 to determine if amendments are needed. The intent of this recommendation is to improve the Board's effectiveness and clarify the Board's operations for the public.
2. The Committee recommends that PERB move forward with implementing training programs for District agency management in repetitive claims that come before PERB. The intent of this recommendation is to increase awareness of PERB's processes and reduce the number of violations that come

N. OFFICE OF EMPLOYEE APPEALS

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	1,116	1,343	1,468	1,480	-	1,480	1%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	1,116	1,343	1,468	1,480	-	1,480	1%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	1,116	1,343	1,468	1,480	-	1,480	1%
Intra-District	-	-	-	-	-	-	0%
GROSS FUNDS	1,116	1,343	1,468	1,480	-	1,480	1%

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	11.2	12.0	14.0	14.0	-	14.0	0%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	11.2	12.0	14.0	14.0	-	14.0	0%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	11.2	12.0	14.0	14.0	-	14.0	0%
Intra-District	-	-	-	-	-	-	0%
GROSS FUNDS	11.2	12.0	14.0	14.0	-	14.0	0%

Comptroller Source Group		FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11	Regular Pay	761	920	1,045	1,039	-	1,039	-1%
12	Regular Pay - Other	86	93	93	103	-	103	11%
13	Additional Gross Pay	13	-	-	-	-	-	0%
14	Fringe Benefits	157	178	201	210	-	210	4%
15	Overtime Pay	-	-	-	-	-	-	0%
Personal Services (PS)		1,017	1,191	1,339	1,352	-	1,352	1%
20	Supplies & Materials	18	15	15	15	-	15	0%
31	Telephone, Telegraph, Telegram, Etc.	5	-	-	-	-	-	0%
40	Other Services & Charges	40	30	59	60	-	60	2%
41	Contractual Services & Other	31	12	35	29	-	29	-17%
70	Equipment and Equipment Rental	5	95	20	24	-	24	20%
Nonpersonal Services (NPS)		99	152	129	128	-	128	-1%

Agency Program		FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000	Agency Management Program	792	805	742	-	742	-8%
2000	Adjudication	551	663	738	-	738	11%
Agency Programs		1,343	1,468	1,480	-	1,480	0%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The Office of Employee Appeals (OEA) is an independent agency established by the D.C. Comprehensive Merit Personnel Act of 1978. OEA renders impartial decisions on appeals filed by District government employees against their employer. OEA hears appeals filed by employees who have been terminated, suspended for at least ten days, placed on enforced leave, reduced in grade, or had their position abolished pursuant to a reduction-in-force.

OEA oversees a three-step appeals process. First, employees and the government participate in a mandatory mediation process. If the mediation fails, the case is adjudicated by an Administrative Law Judge (ALJ). After adjudication, a party may petition for review by the full OEA Board or the Superior Court.

Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed FY 2014 budget for OEA is \$1,479,993, an increase of \$11,552 or 0.8 percent, over the FY 2013 approved budget of \$1,468,441. This funding supports 14.0 FTEs, which is unchanged from the FY 2013 approved level. This budget is composed entirely of local funds.

Committee Analysis and Comments

In FY 12, OEA's approved operating budget was \$1,359,735. In FY 13, the operating budget increased to \$1,468,441. For FY 14, the Mayor has proposed an operating budget of \$1,479,993. In FY 13, OEA gained one FTE to bring the staff to its current level of 14.0 FTEs. The Mayor has not proposed an increase of FTEs for FY 14. The proposed FY 14 budget, however, would move 0.5 FTE from Office of Employee Appeals to Mediation.

The \$11,552 increase in the FY 14 proposed operating budget over the FY 13 approved operating budget is comprised of \$8,460 in personal services and \$3,093 in non-personal services.

2. COMMITTEE RECOMMENDATIONS

Fiscal Year 2014 Operating Budget Recommendations

The Committee recommends approval of the FY 2014 operating budget for the Office of Employee Appeals, as proposed by the Mayor.

Policy Recommendations

1. The Committee recommends that OEA continue to develop standard language for decisions in similar cases. The intent of this recommendation is to reduce the backlog of current cases and prospectively manage appeals.
2. The Committee recommends that OEA develop and publish an online and print digest of all decisions, categorized and searchable by issue and outcome. The intent of this recommendation is to make OEA's decisions more accessible to the public.
3. The Committee recommends that OEA provide informational sessions during the summer of 2013 to all agencies that come before it. The intent of this recommendation is to familiarize agency management with OEA's operations and appeals process.

4. The Committee recommends that OEA regularly update Government Operations Committee staff regarding the status of the case backlog. The intent of this recommendation is to maintain oversight of and reduce the backlog.

O. BOARD OF ETHICS AND GOVERNMENT ACCOUNTABILITY

Fiscal Year 2014 Proposed Budget, Proposed by Board of Ethics							
	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	-	87	979	1,159	96	1,159	18%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	60	60	-	60	0%
General Fund Total	-	87	1,039	1,219	96	1,219	17%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	-	87	1,039	1,219	96	1,219	17%
Intra-District	-	-	-	-	-	-	0%
GROSS FUNDS		87	1,039	1,219	96	1,219	17%

Fiscal Year 2014 Full-Time Employees, 2014 Proposed by Board of Ethics							
	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	-	-	9.0	10.0	1.0	11.0	22%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	-	-	9.0	10.0	1.0	11.0	22%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	-	-	9.0	10.0	1.0	11.0	22%
Intra-District	-	-	-	-	-	-	0%
GROSS FUNDS			9.0	10.0	1.0	11.0	22%

Comptroller Source Group		FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11	Regular Pay	-	-	752	901	80	981	30%
12	Regular Pay - Other	-	-	-	-	-	-	0%
13	Additional Gross Pay	-	-	-	-	-	-	0%
14	Fringe Benefits	-	-	148	185	16	201	36%
15	Overtime Pay	-	-	-	-	-	-	0%
Personal Services (PS)		-	-	900	1,086	96	1,182	31%
20	Supplies & Materials	-	2	2	2	-	-	0%
32	Rentals - Land and Structures	-	-	22	-	-	-	0%
40	Other Services & Charges	-	64	112	127	-	-	0%
70	Equipment and Equipment Rental	-	21	3	3	-	-	0%
Nonpersonal Services (NPS)		-	87	139	132	-	-	0%
								14%

Agency Program		FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000	Office of Open Government	87	835	208	-	208	0%
2000	Board of Ethics	-	204	1,011	-	1,011	0%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The mission of the Board of Ethics and Government Accountability (BEGA) is to investigate and adjudicate violations of the District's Code of Conduct, which governs the ethical conduct of employees and public officials, and to monitor and resolved disputes regarding the District's Freedom of Information Act.

The Board of Ethics and Government Accountability houses two offices, the Office of Government Ethics and the Open Government Office. The Office of Government Ethics investigates and adjudicates violations of the Code of Conduct and issues advisory opinions regarding the application of the Code of Conduct. The Office provides ethics training to government employees and issues rules and regulations governing the ethical conduct of employees and public officials.

The Open Government Office, an independent office within the agency, monitors the District's compliance with the District's Freedom of Information Act and resolves

disputes between agencies and information requesters regarding access to government records. This program became operational in FY 2013.

b. Mayor’s Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor’s proposed FY 2014 budget is \$1,218,883, an increase of \$180,000, or 17.3 percent, from the FY 2013 approved budget of \$1,039,000. This funding supports 10.0 full time equivalents (FTEs), representing an 11.1 percent increase from the Fiscal Year 2013 approved level of 9.0 FTEs.

Local Funds: The proposed local funds budget is \$1,159,000, an increase of \$180,000, or 18.4 percent, from the FY 2013 approved local funds budget of \$979,000. The proposed local funds supports 10 FTEs, representing an 11.1 percent increase from the Fiscal Year 2013 approved level of 9.0 FTEs.

Special Purpose Revenue Funds: The proposed special purpose revenue funds budget is \$60,000, representing no change from the Fiscal Year 2013 approved special purpose revenue funds budget of \$60,000. The special purpose revenue funds are collected from lobbyist registration fees collected and administered by the Board of Ethics and Government Accountability.

Committee Analysis and Comments

The Committee supports the Mayor’s effort to expand BEGA’s FY14 funding by \$180,000. This funding supports cost of living adjustments and the addition of one FTE to handle matters related to enforcement of the local Hatch Act.

During the Committee’s budget oversight hearing, the Director of the Office on Government Ethics testified that BEGA would benefit from hiring four additional FTEs (details listed in the table below). Three of the proposed FTEs would serve in the Open Government Office, managing BEGA’s Freedom of Information workload, and one additional FTE, an attorney, would support the Office on Government Ethics.

BEGA Proposed Additional FTEs						
Titles	Salary	Fringe	Total	FY	ORG Code	PGM
Information Tech Specialist	\$ 75,000	\$ 15,375	\$ 90,375	2014	1100	1100
Attorney	\$ 80,000	\$ 16,400	\$ 96,400	2014	1100	1100
Staff Assistant	\$ 50,000	\$ 10,250	\$ 60,250	2014	1100	1100
Attorney	\$ 80,000	\$ 16,400	\$ 96,400	2014	2010	2010

In considering BEGA’s request, the Committee weighed carefully the fact that BEGA is a new agency, and therefore its workload and staffing needs are difficult to

predict. The Committee supports the Mayor's proposal to add one additional FTE, an attorney, to absorb the workload of Hatch Act enforcement. The Committee also recommends an increase of \$96,400 in personal services funds to support an attorney position for the Office of Open Government.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee recommends approval of the FY 2014 operating budget for the Board of Ethics and Government Accountability with the following modifications:

- Increase CSG 11 by \$80,000.00 for one new attorney position.
- Increase CGS 14 by \$16,400.00 for the fringe associated with the new position above.

b. Policy Recommendations

1. The Committee recommends that the Director of Government Ethics publish an executive summary with each advisory opinion that is general enough so as to not require redaction. The purpose of the executive summary is to concisely inform the public of BEGA's application of the Code of Conduct to a given scenario.
2. The Committee recommends that BEGA offer yearly ethics training to members of the Council of the District of Columbia.
3. The Committee recommends that BEGA disseminate hard copies of its updated "District Ethics Manual" to all Councilmembers and Council staff.
4. The Committee recommends that BEGA develop a training program for government employees to facilitate compliance with the local Hatch Act.

P. OFFICE OF THE INSPECTOR GENERAL

<i>Fiscal Year 2014 Operating Budget, By Account Type (Dollars & Percentages)</i>							
	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	12,401	11,932	13,308	13,465	-	13,465	1%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	12,401	11,932	13,308	13,465	-	13,465	1%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	1,696	2,044	2,377	2,483	-	2,483	4%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	1,696	2,044	2,377	2,483	-	2,483	4%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	14,097	13,976	15,685	15,948	-	15,948	2%
Intra-District	3	71	-	-	-	-	0%
GROSS FUNDS	14,100	14,047	15,685	15,948	-	15,948	2%

<i>Fiscal Year 2014 Full-Time Equivalents, By Account Type</i>							
	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	89.1	88.7	94.8	94.8	-	94.8	0%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	89.1	88.7	94.8	94.8	-	94.8	0%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	17.2	15.9	17.2	17.2	-	17.2	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	17.2	15.9	17.2	17.2	-	17.2	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	106.3	104.6	112.0	112.0	-	112.0	0%
Intra-District	-	-	-	-	-	-	0%
GROSS FUNDS	106.3	104.6	112.0	112.0	-	112.0	0%

Comptroller Source Group		FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11	Regular Pay	8,504	8,887	9,565	9,626	-	9,626	1%
12	Regular Pay - Other					-	-	0%
13	Additional Gross Pay	53	23	-	-	-	-	0%
14	Fringe Benefits	1,616	1,652	2,121	2,224	-	2,224	5%
15	Overtime Pay	2	-	-	-	-	-	0%
Personal Services (PS)		10,175	10,562	11,686	11,850	-	11,850	1%
20	Supplies & Materials	7	17	31	31	-	31	0%
30	Energy, Comm. and Building Rentals	1	1	1	1	-	1	0%
31	Telephone, Telegraph, Telegram, Etc.	19	28	13	13	-	13	0%
32	Rental - Land and Structures	228	228	228	228	-	228	0%
25	Occupancy Fixed Costs	1	1	1	1	-	1	0%
40	Other Services & Charges	3,411	2,932	2,478	3,576	-	3,576	44%
50	Subsidies and Transfers	1	-	236	236	-	236	0%
70	Equipment and Equipment Rental	256	278	13	13	-	13	0%
Nonpersonal Services (NPS)		3,924	3,485	3,001	4,099	-	4,099	37%
								9%

Agency Program		FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000	Agency Management Program	2,008	2,111	2,180	-	2,180	3%
2000	Accountability, Control, and Compliance	6,919	7,647	7,731	-	7,731	1%
3000	Law Enforcement and Compliance	5,121	5,928	6,036	-	6,036	2%
							2%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The mission of the Office of the Inspector General (OIG) is to conduct audits, inspections, and investigations of the government's programs and operations to detect and deter fraud, waste, and mismanagement. These investigations and audits promote the efficiency and effectiveness of the District of Columbia government.

The OIG is divided into three programs: Agency Management; Accountability, Control, and Compliance; and Law Enforcement and Compliance.

The Agency Management program provides administrative support for the agency and is a standard program in any government agency using performance-based budgeting. The OIG's Accountability, Control, and Compliance program conducts audits and inspections of the District government. This program is responsible for the annual audit

of the District government's financial operations, with the results published in the Comprehensive Annual Financial Report. The Law Enforcement and Compliance program conducts investigations of allegations of waste, fraud, and abuse relating to the operations of the District government, including a Medicaid Fraud investigation unit that is partially federally funded.

b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed FY 2014 budget is \$15,947,792, an increase of \$262,000, or 1.7 percent, from the FY 2013 approved budget of \$15,685,662. This funding supports 112.0 full time equivalents (FTEs), representing no change from the Fiscal Year 2013 approved level of 112.0 FTEs.

Local Funds: The proposed local funds budget is \$13,465,000, an increase of \$156,000, or 1.2 percent, from the FY 2013 approved local funds budget of \$13,308,000. The proposed local funds supports 94.8 FTEs, representing no change from the Fiscal Year 2013 approved level of 94.8 FTEs.

Federal Grant Funds: The proposed federal grant funds budget is \$2,483,053, an increase of \$106,000, or 4.5 percent, from the FY 2013 approved budget of 2,377,000. The proposed federal grant funds supports 17.2 FTEs, representing no change from the Fiscal Year 2013 approved level of 17.2 FTEs.

Committee Analysis and Comments

OIG's budget proposal contains very modest changes designed to better align their budget with their information technology needs.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee recommends approval of the FY 2014 operating budget for the Office of the Inspector General, as proposed by the Mayor.

Q. PUBLIC SERVICE COMMISSION

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	-	-	-	-	-	-	0%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	9,239	9,238	10,360	11,612	-	11,612	12%
General Fund Total	9,239	9,238	10,360	11,612	-	11,612	12%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	509	562	463	319	-	319	-31%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	509	562	463	319	-	319	-31%
Private Funds	-	10	20	20	-	20	0%
Gross Funds, Less Intra-District	9,748	9,810	10,843	11,951	-	11,951	10%
Intra-District	50	13	-	-	-	-	0%
GROSS FUNDS	9,798	9,823	10,843	11,951	-	11,951	10%

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	-	-	-	-	-	-	0%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	66.3	62.0	68.0	76.2	-	76.2	12%
General Fund Total	66.3	62.0	68.0	76.2	-	76.2	12%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	4.2	5.5	4.7	2.4	-	2.4	-49%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	4.2	5.5	4.7	2.4	-	2.4	-49%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	70.5	67.5	72.7	78.6	-	78.6	8%
Intra-District	-	-	-	-	-	-	0%
GROSS FUNDS	70.5	67.5	72.7	78.6	-	78.6	8%

Fiscal Year 2014 Operating Budget - FY Program (Dollars in Thousands)								
Comptroller Source Group		FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11	Regular Pay	4,861	4,997	5,442	6,407	-	6,407	18%
12	Regular Pay - Other	1,203	1,079	1,263	1,228	-	1,228	-3%
13	Additional Gross Pay	29	48	-	-	-	-	0%
14	Fringe Benefits	1,104	1,152	1,349	1,589	-	1,589	18%
15	Overtime Pay	-	-	-	-	-	-	0%
Personal Services (PS)		7,197	7,276	8,054	9,224	-	9,224	15%
20	Supplies & Materials	31	45	44	36	-	36	-18%
30	Energy, Comm. and Building Rentals	2	2	2	2	-	2	0%
31	Telephone, Telegraph, Telegram, Etc.	74	83	76	80	-	80	5%
32	Rentals - Land and Structures	1,607	1,416	1,693	1,643	-	1,643	-3%
35	Occupancy and Fixed Costs	-	8	6	6	-	6	0%
40	Other Services & Charges	388	477	508	496	-	496	-2%
41	Contractual Services & Other	350	267	257	257	-	257	0%
70	Equipment and Equipment Rental	148	248	182	207	-	207	14%
Nonpersonal Services (NPS)		2,600	2,546	2,768	2,727	-	2,727	-1%
GROSS FUNDS		9,807	9,822	10,822	11,951	-	11,951	10%

Fiscal Year 2014 Operating Budget - FY Program (Dollars in Thousands)							
Agency Program		FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000	Agency Management Program	3,742	3,873	4,294	-	4,294	11%
100F	Agency Financial Operations	300	295	309	-	309	5%
2000	Pipeline Safety	531	314	402	-	402	28%
3000	Utility Regulation	5,176	6,341	6,946	-	6,946	10%
7000	Intra- District - Broadband Mapping	13	-	-	-	-	0%
8000	Public Service Commission	60	-	-	-	-	0%
GROSS FUNDS		9,722	10,423	11,951	-	11,951	10%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The mission of the Public Service Commission (PSC) is to serve the public interest by ensuring that financially healthy electric, natural gas, and telecommunications companies provide safe, reliable, and quality services at reasonable rates for District of Columbia residential, business, and government customers.

The Public Service Commission regulates public utilities operating in the District of Columbia by issuing orders in formal proceedings that may include written comments or testimony, hearings, studies, and investigations; ensuring fair and appropriate utility

prices; fostering competition by licensing utility service providers and supervising the competitive bidding process; ensuring that utility providers meet various environmental regulations and standards by operating in ways that conserve natural resources and preserve environmental quality; and resolving disputes among consumers and utility service providers.

b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed fiscal year 2014 gross fund budget for the Public Service Commission (PSC) is \$ 11,951,000, an increase of \$ 1,128,000 from Fiscal Year 2013, or 10.4%. This funding supports 78.6 full time equivalents (FTEs) an increase of 6.0 FTEs or 8.2% from the Fiscal Year 2013 approved level.

Special Purpose Revenue Funds: The Mayor's proposed Special Purpose Revenue Funds budget is \$11,612,000, an increase of \$1,252,000 or 12.1% from the Fiscal Year 2013 approved budget of \$10,360,000. The proposed funding by special purpose revenue funds support 76.2 FTEs, an increase of 8.3 FTEs or 12.2% from Fiscal Year 2013 approved levels.

Federal Grant Funds: The Mayor's proposed federal grant funds budget is \$319,000, a decrease of \$144,000 or 31.1% from the Fiscal Year 2013 approved budget of \$463,000. The proposed funding by special purpose revenue funds support 2.4 FTEs, a decrease of 2.3 FTEs or 48.6% from Fiscal Year 2013 approved levels.

Private Donations: The Mayor's proposed private donation budget is \$20,000, an increase of \$20,000 from the Fiscal Year 2013 approved budget of \$0. There are no full time equivalents supported by private donations budget

Committee Analysis and Comments

In FY 12, PSC's approved operating budget was \$9.8 million. In FY 13 the operating budget increased to \$10.8 million. For FY 14 the Mayor has proposed an operating budget of \$11.95 million. In FY 13 PSC added 5.1 FTEs to bring the staff to its current level of 72.6 FTEs. Proposed for FY 14 is an increase to 78.6 FTEs.

Rent and Telecommunications: The Mayor's FY14 budget proposal for PSC includes increases in the fixed cost for rent and telecommunications by \$29,379 and \$2,777 respectively from the Federal Grants Fund

Private Donations: PSC will receive \$20,000 in Private Donations, which will be used to fund out-of-state travel.

2. **COMMITTEE RECOMMENDATIONS**

a. **Fiscal Year 2014 Operating Budget Recommendations**

The Committee recommends approval of the FY 2014 operating budget for the Public Service Commission, as proposed by the Mayor.

b. **Policy Recommendations**

The Committee makes no policy recommendations.

R. OFFICE OF THE PEOPLE'S COUNSEL

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	-	-	-	-	-	-	0%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	4,960	4,986	6,116	6,566	-	6,566	7%
General Fund Total	4,960	4,986	6,116	6,566	-	6,566	7%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	4,960	4,986	6,116	6,566	-	6,566	7%
Intra-District	-	-	-	-	-	-	0%
Gross Funds	4,960	4,986	6,116	6,566	-	6,566	7%

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	-	-	-	-	-	-	0%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	32.4	29.5	36.4	38.4	-	38.4	5%
General Fund Total	32.4	29.5	36.4	38.4	-	38.4	5%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	32.4	29.5	36.4	38.4	-	38.4	5%
Intra-District	-	-	-	-	-	-	0%
Gross Funds	32.4	29.5	36.4	38.4	-	38.4	5%

Fiscal Year 2014 Operating Budget, by Comptroller Source Group (Dollars in Thousands)								
Comptroller Source Group		FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11	Regular Pay	2,768	2,834	3,435	3,658	-	3,658	6%
12	Regular Pay - Other	-	27	-	-	-	-	0%
13	Additional Gross Pay	59	12	-	-	-	-	0%
14	Fringe Benefits	477	483	629	695	-	695	10%
15	Overtime Pay	-	-	-	-	-	-	0%
Personal Services (PS)		3,304	3,356	4,064	4,353	-	4,353	7%
20	Supplies & Materials	31	46	40	40	-	40	0%
30	Energy, Comm. and Building Rentals	-	-	1	1	-	1	0%
31	Telephone, Telegraph, Telegram, Etc.	32	32	29	30	-	30	3%
32	Rentals - Land and Structures	836	712	1,031	944	-	944	-8%
35	Occupancy Fixed Costs	-	6	6	62	-	62	933%
40	Other Services & Charges	373	511	484	475	-	475	-2%
41	Contractual Services & Other	254	236	272	472	-	472	74%
70	Equipment and Equipment Rental	130	87	189	189	-	189	0%
Nonpersonal Services (NPS)		1,656	1,630	2,052	2,213	-	2,213	8%
GRAND TOTALS		5,960	5,021	6,116	6,566	-	6,566	7%

Fiscal Year 2014 Operating Budget, by Program (Dollars in Thousands)							
Agency Program		FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1000	Agency Management Program	1,551	2,154	1,989	-	1,989	-8%
100F	Agency Financial Operations	180	267	285	-	285	7%
2000	Office of People's Counsel	3,254	3,695	4,292	-	4,292	16%
GRAND TOTALS		4,985	6,116	6,566	-	6,566	7%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The mission of the Office of the People's Counsel ("OPC" or "Office") is to advocate for the provision of safe and reliable quality utility service and equitable treatment at rates that are just, reasonable, and nondiscriminatory; assist individual consumers in disputes with utility providers; provide technical assistance, education and outreach to consumers and ratepayers, community groups, associations and the Consumer Utility Board; and provide legislative analysis and information to the Council of the District of Columbia on matters relating to utilities. The Office's mission further includes consideration of the District's economy and promotion of the environmental sustainability of the District.

OPC is a party to all utility-related proceedings before the D.C. Public Service Commission and represents the interests of District ratepayers before local and federal regulatory agencies and courts. The Office assists individual consumers in disputes with utility companies about billing or services and provides consumer education and outreach to community groups and associations on emerging issues impacting the quality, reliability and affordability of their utility services and associated environmental issues. The Office provides technical assistance to consumers, the Consumer Utility Board (CUB), as well as other District community groups. OPC also provides legislative analysis for, assistance to, and testimony before, the District Council on utility matters.

b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed fiscal year 2014 gross fund budget for the Office of the People's Counsel ("OPC" or "Office") is \$ 6,565,523, an increase of \$449,645 from Fiscal Year 2013, or 7.4%. This funding supports 38.4 full time equivalents (FTEs) an increase of 2.0 FTEs or 5.5% from the Fiscal Year 2013 approved level. Of which, the only funding source is Special Purpose Revenue Funds.

Committee Analysis and Comments

In FY 12, OPS's approved operating budget was \$5.0 million. In FY 2013 the operating budget increased to \$6.1 million. For FY 14 the Mayor has proposed an operating budget of \$6.57 million. In FY 13 PSC added 6.9 FTEs to bring the staff to its current level of 36.4 FTEs. Proposed for FY 14 is an increase to 38.4 FTEs.

Mandatory Attendance: OPC is mandated to attend and record formal cases regarding disputes between utility companies and District consumers. This obligation will require \$200,000 in additional funding in FY 2014.

Occupancy, Telephone and Energy: The Mayor's FY 2014 budget proposal for OPC includes increases in the fixed cost for Occupancy, Telephone and Energy by \$55,462 and \$1,450 and \$20, respectively for a total of \$56,932, and Fringe Benefits will increase by \$14,223.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee recommends approval of the FY 2014 operating budget for the Office of the People's Counsel, as proposed by the Mayor.

b. Policy Recommendations

The Committee makes no policy recommendations.

S. EMPLOYEES' COMPENSATION FUND

<i>Fiscal Year 2014 Operating Budget, by Fund (Dollars in Thousands)</i>							
	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	29,301	27,988	19,822	20,021	-	20,021	1%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	29,301	27,988	19,822	20,021	-	20,021	1%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	29,301	27,988	19,822	20,021	-	20,021	1%
Intra-District	-	-	-	-	-	-	0%
NET FUNDS	29,301	27,988	19,822	20,021	-	20,021	1%

<i>Fiscal Year 2014 Operating Budget, by Comptroller Source Group (Dollars in Thousands)</i>							
Comptroller Source Group	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11 Regular Pay	-	-	-	-	-	-	0%
12 Regular Pay - Other	-	-	-	-	-	-	0%
13 Additional Gross Pay	-	-	-	-	-	-	0%
14 Fringe Benefits	-	-	-	-	-	-	0%
15 Overtime Pay	-	-	-	-	-	-	0%
Personal Services (PS)	-	-	-	-	-	-	0%
20 Supplies & Materials	1,195	1,481	814	814	-	814	0%
40 Other Services & Charges	10,386	10,126	7,503	7,503	-	7,503	0%
50 Subsidies and Transfers	17,720	16,371	11,506	11,705	-	11,705	2%
70 Equipment and Equipment Rental	-	10	-	-	-	-	0%
Nonpersonal Services (NPS)	29,301	27,988	19,823	20,022	-	20,022	1%
GROSS FUNDS	29,301	27,988	19,823	20,022	-	20,022	1%

<i>Fiscal Year 2014 Operating Budget, by Program (Dollars in Thousands)</i>							
Agency Program	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee	
2000 Disability Compensation Fund	27,988	19,822	20,021	-	20,021	1%	
GROSS FUNDS	27,988	19,822	20,021	-	20,021	1%	

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The Employees' Compensation Fund provides fiscal resources to administer the Workers' Compensation Program for public sector employees and to pay the required claims costs of eligible claimants, pursuant to applicable District laws. The program and the Fund are managed by the Office of Risk Management.

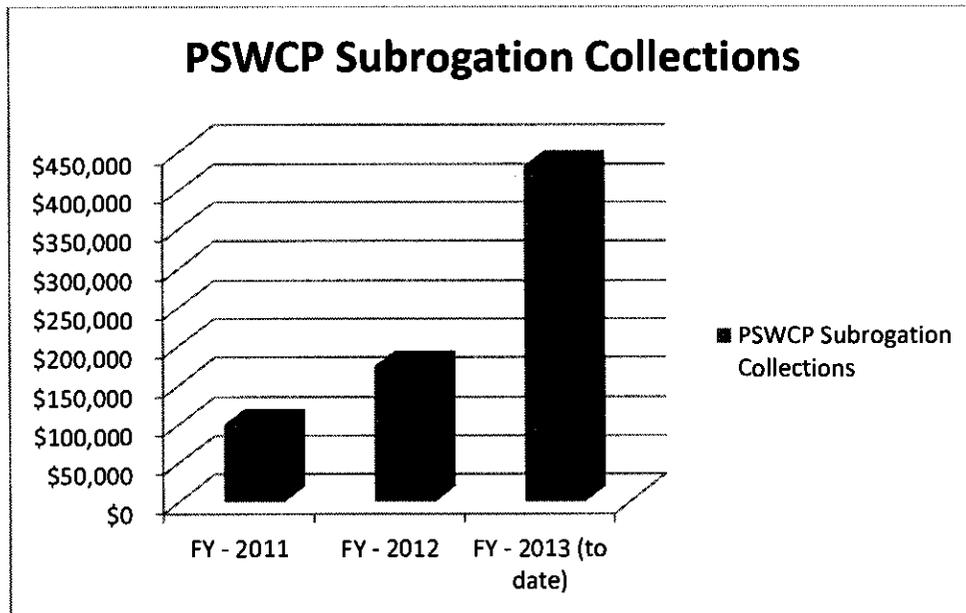
b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed FY 2014 budget is \$20,021,412, an increase of \$199,590 or 1% from the FY 2013 approved budget. This funding supports 0.0 FTEs. The proposed budget is comprised entirely of local funds. The staff managing the fund is funded through ORM's budget.

Committee Analysis and Comments

The proposed funding level for the fund reflects the Mayor's goal of reducing the costs associated with operating the Public Sector Workers' Compensation Program. The committee is pleased with the ORM's efforts to achieve savings by increasing subrogation efforts. In fact, in FY 2013 to date, ORM has collected more in subrogation than the past two fiscal years combined.



The Committee is concerned, however, with some of the allegations that were made regarding the administration of the PSWCP. Specifically the Committee received

testimony from advocates, and injured workers regarding their difficulty in receiving discovery, the weight given to treating physicians' testimony vis-à-vis Independent Medical Examiners, and a loophole in the Comprehensive Merit Personnel Act that caused injured workers to have no standing to present their claims to an Administrative Law Judge.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee makes no recommendations regarding the FY 2014 operating budget for the Employees' Compensation Fund, as proposed by the Mayor.

b. Policy Recommendations

1. The Committee directs ORM to re-examine its policy regarding the weight given to a claimant's personal physician, and to provide the Committee with a report regarding:
 - a. What weight is given to treating physicians in other jurisdictions;
 - b. The amount of claims, in the last two years, where an Independent Medical Examiner has concurred with the findings of a treating physician; and,
 - c. What ratio of fraudulent claims did ORM process as the result of the great weight given to treating physicians (in the last two years that great weight was used in the adjudicatory process).

T. SETTLEMENT AND JUDGMENTS

	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
Local Funds	21,477	24,337	21,477	21,292		21,292	-1%
Dedicated Taxes	-	-	-	-	-	-	0%
Special Purpose	-	-	-	-	-	-	0%
General Fund Total	21,477	24,337	21,477	21,292	-	21,292	-1%
Federal Payments	-	-	-	-	-	-	0%
Federal Grant Funds	-	-	-	-	-	-	0%
Federal Medicaid	-	-	-	-	-	-	0%
Federal Funds Total	-	-	-	-	-	-	0%
Private Funds	-	-	-	-	-	-	0%
Gross Funds, Less Intra-District	-	-	-	-	-	-	0%
Intra-District	-	-	-	-	-	-	0%

Comptroller Source Group	FY 11 Actual	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
11 Regular Pay	-	-	-	-	-	-	0%
12 Regular Pay - Other	-	-	-	-	-	-	0%
13 Additional Gross Pay	-	-	-	-	-	-	0%
14 Fringe Benefits	-	-	-	-	-	-	0%
15 Overtime Pay	-	-	-	-	-	-	0%
Personal Services (PS)	-	-	-	-	-	-	0%
20 Supplies & Materials	-	-	-	-	-	-	0%
40 Other Services & Charges	21,477	24,337	21,477	21,292	-	21,292	-1%
Nonpersonal Services (NPS)	21,477	24,337	21,477	21,292	-	21,292	-1%

Agency Program	FY 2012 Actual	FY 2013 Approved	FY 2014 Mayor Proposed	Committee Variance	FY 2014 Committee	Percent Growth FY 13 Approved to FY 2014 Committee
1100 Settlement and Judgements	24,337	21,477	21,292	-	21,292	-1%

1. COMMITTEE ANALYSIS AND COMMENTS

a. Agency Mission and Overview

The Settlements and Judgments Fund (Fund) provides fiscal resources to settle claims and lawsuits and pay judgments in most types of civil cases filed against the District. The Fund is managed by the Office of Risk Management (ORM).

b. Mayor's Proposed Fiscal Year 2014 Operating Budget

Proposed Operating Budget Summary

The Mayor's proposed FY 2014 budget is \$21,292,448, a decrease of \$184,552 or 0.9% from the FY 2013 approved budget. This funding supports 0.0 FTEs. The proposed budget is comprised entirely of local funds. The staff managing the fund is funded through ORM's budget.

Committee Analysis and Comments

The Settlements and Judgments Fund is being funded at \$21,292,448. On April 11, 2013 the District's Chief Risk Officer, Phillip Lattimore, III testified that given their current spending rate the current FY 2013 budget will be sufficient, and they expect the proposed FY 2014 budget to be sufficient. Without expressing a position on the underlying dispute, the Committee is concerned that the District may be exposed to a significant Judgment in its ongoing matter with the International Association of Firefighters.

2. COMMITTEE RECOMMENDATIONS

a. Fiscal Year 2014 Operating Budget Recommendations

The Committee makes no recommendations regarding the FY 2014 operating budget for the Settlements and Judgments Fund as proposed by the Mayor.

b. Policy Recommendations

The Committee makes no policy recommendations.

III. FISCAL YEAR 2014 BUDGET REQUEST ACT APPROPRIATION LANGUAGE RECOMMENDATIONS

On Thursday, March 28, 2013, Chairman Mendelson introduced, on behalf of the Mayor, the “Fiscal Year 2014 Budget Request Act of 2013” (Bill 20-198). The Committee recommends only a technical change: updating the appropriations figures for agencies under its purview to reflect the Committee’s budget report.

IV. FISCAL YEAR 2014 BUDGET SUPPORT ACT RECOMMENDATIONS

On Thursday, March 28, 2013, Chairman Mendelson introduced, on behalf of the Mayor, the “Fiscal Year 2014 Budget Support Act of 2013” (Bill 20-199). The bill contains a number of subtitles for which the Committee has provided comments in addition to one new subtitle that the Committee recommends.

A. RECOMMENDATIONS ON BUDGET SUPPORT ACT SUBTITLES PROPOSED BY THE MAYOR

The Committee provides comments on the following subtitles of the “Fiscal Year 2014 Budget Support Act of 2013”:

1. Title I. Subtitle A. Bonus and Special Pay Limitation of 2013
 2. Title I. Subtitle C. Department of General Services Protective Services Division Amendment Act of 2013
 3. Title I. Subtitle D. Captive Property Insurance Amendment Act of 2013
 4. Title I. Subtitle E. Technology Services Support Amendment Act of 2013
- [Click here to enter text.](#)

1. TITLE I. SUBTITLE A. BONUS AND SPECIAL PAY LIMITATION

a. Purpose, Effect, and Impact on Existing Law

The proposed subtitle would prohibit special awards or bonus pay in FY14. Retirement awards, hiring bonuses and additional income allowances for difficult-to-fill positions, agency awards or bonuses funded by private grants or donations, safe driving awards, gainsharing incentives in the Department of Public Works, suggestions/invention awards, and any other award or bonus required by an existing contract or collective bargaining agreement are exempted from the bonus pay limitations imposed by this subtitle. The subtitle further prohibits special pay or bonus awards to a subordinate agency head or an assistant or deputy agency head unless required by a contract that preexisted the effective date of the subtitle. District of Columbia Public Schools

employees are exempted from the special awards and bonus pay restrictions under certain circumstances.

b. Committee Reasoning

The Committee supports the proposed subtitle. Similar legislation has been enacted since 2010. Although the District's economy is improving, there are still a number of variables that justify a cautious approach to spending. We are fortunate to have the funds in the FY14 budget to support cost of living adjustments for District employees who have not had pay raises for a number of years. However, it is prudent to continue the prohibitions on most bonus pay until the District's and national economy enter a period of more robust sustained growth.

c. Section-by-Section Analysis

Sec. 101. Short title.

Sec. 102. *Subsection (a)* prohibits special awards or bonus pay in FY14. Retirement awards, hiring bonuses and additional income allowances for difficult-to-fill positions, agency awards or bonuses funded by private grants or donations, safe driving awards, gainsharing incentives in the Department of Public Works, suggestions/invention awards, and any other award or bonus required by an existing contract or collective bargaining agreement are exempted from the bonus pay limitations imposed by this subtitle.

Subsection (b) The subtitle further prohibits special pay or bonus awards to a subordinate agency head or an assistant or deputy agency head unless required by a contract that preexisted the effective date of the subtitle.

Subsection (c) District of Columbia Public Schools employees are exempted from the special awards and bonus pay restrictions under certain circumstances

d. Legislative Recommendations for Committee of the Whole

Sec. 101. Short title.

This subtitle may be cited as the "Bonus and Special Pay Limitation Act of 2013".

Sec. 102. Bonus and special pay limitations.

(a) For fiscal year 2014, no funds may be used to support the categories of special awards pay or bonus pay; provided, that funds may be used to pay:

(1) Retirement awards;

(2) Hiring bonuses for difficult-to-fill positions;

(3) Additional income allowances for difficult-to-fill positions;

- (4) Agency awards or bonuses funded by private grants or donations;
- (5) Safe driving awards;
- (6) Gainsharing incentives in the Department of Public Works;
- (6) Suggestion or invention awards; or
- (7) Any other award/bonus required by an existing contract or collective bargaining agreement that was entered into before the effective date of this subtitle.

(b) No special awards pay or bonus pay may be paid to a subordinate agency head or an assistant or deputy agency head unless required by an existing contract that was entered into prior to the effective date of this subtitle.

(c) Notwithstanding any other provision of law, no restrictions on the use of funds to support the categories of special awards pay (comptroller subcategory 0137) or bonus pay (comptroller subcategory 0138) shall apply in fiscal year 2014 to employees of the District of Columbia Public Schools who are based at a local school or who provide direct services to individual students.

2. TITLE I. SUBTITLE C. DEPARTMENT OF GENERAL SERVICES PROTECTIVE SERVICES DIVISION.

a. Purpose, Effect, and Impact on Existing Law

Under current law, there is a Protective Services Police Department within the Department of General Services (DGS). Protective Services was originally established in 1999 under the Office of Property Management (OPM). In 2010, the name of the Division was changed to the Protective Services Police Department as part of legislation that also changed the name of OPM to the Department of Real Estate Services. This subtitle changes the name back to Protective Services Division and clarifies that the Division provides security services to government facilities through the use of special police officers (SPOs). SPOs are defined as security officers who are either civilian employees or contractors.

b. Committee Reasoning

This subtitle is necessary to clarify the authority and role of security officers within the Protective Services Division at DGS, specifically that security officers are not

law enforcement officers. This will eliminate any misperception that Protective Services security officers are law enforcement. This subtitle simply clarifies the name and structure of the Protective Services, and does not have an impact on the District's budget and financial plan.

c. Section-by-Section Analysis

Sec. 121. States the short title of the bill.

Sec. 122. Amends Section 1023(6) of the Department of General Services Establishment Act of 2011 to clarify the authority and role of the Protective Services security officers.

d. Legislative Recommendations for Committee of the Whole

Sec. 121. Short title.

This subtitle may be cited as the "Department of General Services Protective Services Division Amendment Act of 2013".

Sec. 122. Section 1023(6) of the Department of General Services Establishment Act of 2011, effective September 14, 2011 (D.C. Law 19-21; D.C. Official Code § 10-551.02(6)) is amended to read as follows:

"(6) Protective Services Division, which shall provide security services for District government facilities through the use of special police officers and security officers, as defined in D.C. Official Code § 47-2839a, civilian employees, or contractors."

3. TITLE I. SUBTITLE D. CAPTIVE PROPERTY INSURANCE AMENDMENT

a. Purpose, Effect, and Impact on Existing Law

The proposed subtitle amends the District of Columbia Medical Liability Captive Insurance Agency Establishment Act of 2008, effective July 18, 2008 (D.C. Law 17-196; D.C. Official Code § 307.81 *et seq.*) ("Captive Act"). This amendment would make permanent B20-0154, the Captive Earthquake Property Insurance Emergency Amendment Act of 2013 ("Emergency Bill"), which was passed by a unanimous vote by the Council on March 5, 2013. The emergency bill amended the Captive Act to allow the District to issue or purchase earthquake insurance for District property assets that were damaged during the August 2011 earthquake.

The subtitle amends the Captive Act further than what was provided in the Emergency Bill. It will allow the District to formalize the District's self-insurance program by setting aside specific funds in the Captive Trust Fund to pay for future property losses and purchase and issue property insurance for District government real property assets.

b. Committee Reasoning

The Committee supports the proposed subtitle. The subtitle will create a long-term vision for a comprehensive insurance structure for District property assets and will improve the District's overall risk management strategies.

The Captive Property Insurance Amendment Act of 2013 will allow the District to combine both self-insurance and purchasing of property insurance. Currently, since the District is only self-insured it does not have sufficient funds to insulate from any potential loss. By buying property insurance it will transfer the District's risk of financial loss to an insurer. It provides replacement costs if the property is a loss following a catastrophic event or natural disaster. The proposed subtitle will save the District an enormous amount of money and it will protect the District's coffers.

c. Section-by-Section Analysis

Sec. 131. States the short title.

Sec. 132. Amends the District of Columbia Medical Liability Captive Insurance Agency Establishment Act of 2008, effective July 18, 2008 (D.C. Law 17-196; D.C. Official Code § 307.81 *et seq.*).

Subsection (a) amends definitions and incorporates new definitions.

Subsection (b) changes the name of the District of Columbia Liability and Earthquake Captive Insurance Agency to the District of Columbia Captive Insurance Agency ("Agency"). It expands the scope of the Agency's purpose to allow it to provide property insurance for District government real property assets.

Subsection (c) grants the Agency the authority to issue property insurance for District government real property assets.

Subsection (d) amends the composition of the Advisory Council to the Agency by requiring two of the seven members to be experts in general property insurance and re-insurance.

Subsection (e) amends the date of when the Agency has to submit an annual report to the Commissioner of the Department of Insurance, Securities and Banking from March 2 to December 15.

Subsection (f) grants the Agency authority to establish procedures to offer different types of insurance.

Subsection (g) directs the agency to offer insurance that is consistent with coverage offered in the market.

Subsection (h) amends the name of the Agency from Medical Liability Captive Trust Fund to the District of Columbia Captive Trust Fund.

d. Legislative Recommendations for Committee of the Whole

Sec. 131. Short title.

This subtitle may be cited as the “Captive Property Insurance Amendment Act of 2013”.

Sec. 132. The District of Columbia Medical Liability Captive Insurance Agency Establishment Act of 2008, effective July 18, 2008 (D.C. Law 17-196; D.C. Official Code § 1-307.81 *et seq.*), is amended as follows:

(a) Section 2 (D.C. Official Code § 1-307.81) is amended as follows:

(1) A new paragraph (2A) is added to read as follows:

“(2A) “Act of terrorism” has the same definition as found in section 102(1) of the Omnibus Anti-Terrorism Act of 2002, effective October 17, 2002 (D.C. Law 14-194; D.C. Official Code § 22-3152(1)).”.

(2) Paragraph (2) is amended by striking the phrase “Medical Liability”.

(3) A new paragraph (4A) is added to read as follows:

“(4A) “District” means District of Columbia.”.

(4) A new paragraph (4B) is added to read as follows:

“(4B) “District real property asset” means real property titled in the name of the District or in which the District has an interest or jurisdiction and includes all structures of a permanent character erected thereon or affixed thereto, any natural resources located thereon or thereunder, all riparian rights attached thereto, any air space

located above or below the property, or any street or alley under the jurisdiction of the Mayor.”.

(5) Paragraph (5) is amended by striking the phrase “Medical Liability” both places it appears and inserting the phrase “District of Columbia” in its place.

(6) A new paragraph (8A) is added to read as follows:

“(8A) “Medical malpractice” means professional negligence by act or omission by a health care provider in which the treatment provided falls below the accepted standard of practice in the medical community and causes injury or death to the patient, with most cases involving medical error.”.

(7) A new paragraph (9A) is added to read as follows:

“(9A) “Property insurance” means an insurance policy that protects against most risks to property such as earthquakes, floods, acts of terrorism, fires, boiler or machinery failures, business interruptions, pollution, fidelity, builders risk, debris removal, and weather damage. Property is insured under an open peril or named peril policy. Open perils cover all the causes of loss not specifically excluded in the policy. Named perils require the actual cause of loss to be listed in the policy for insurance to be provided.”.

(b) Section 3 (D.C. Official Code § 1-307.82) is amended to read as follows:

“(a) There is established, as a subordinate agency under the Mayor, the District of Columbia Captive Insurance Agency.

“(b) The purpose of the Agency is to:

“(1) Provide medical malpractice liability insurance policies for health centers, including coverage for the staff, contractors, and volunteer service providers for the services provided at the health centers; and

“(2) Provide property insurance for District real property assets and District personal property located within a real property asset.

“(c) The liability of the Agency for medical malpractice liability and property insurance policies shall be limited to the funds in the District of Columbia Captive Trust Fund.”.

(c) Section 4(a) (D.C. Official Code § 1-307.83(a)) is amended follows:

(1) Paragraph (1) is amended to read as follows:

“(1) By delegation from the Mayor, to exercise procurement authority as is necessary or proper to carry out the provisions and purposes of this act, including contract oversight and contracting:

“(A) With other insurance companies, captives, risk pools, re-insurers, and other similar entities;

“(B) With similar captives of other states, municipalities, or counties for the joint performance of common administrative functions; and

“(C) With persons or other entities for the performance of organizational, management, or administrative functions;”.

(2) A new paragraph (4A) is added to read as follows:

“(4A) Issue policies of property insurance for District real property assets and District personal property located within a real property asset in accordance with the requirements of the plan of operation under section 8;”.

(d) Section 6 (D.C. Official Code § 1-307.85) is amended as follows:

(1) Subsection (b) is amended to read as follows:

“(b) The Advisory Council shall consist of 7 members appointed by the Risk Officer. One member shall represent the District of Columbia Primary Care Association, 2 members shall represent District of Columbia health centers, 2 members shall have expertise in general property insurance and re-insurance, and 2 members shall have general insurance expertise, whether medical malpractice or general property insurance.”.

(2) Subsection (i) is amended as follows:

(A) Paragraph (2) is amended by striking the word “and” at the end.

(B) A new paragraph (2A) is added to read as follows:

“(2A) Assess the needs and interests of the District with respect to obtaining property insurance through the Agency; and”.

(e) Section 7(b) (D.C. Official Code § 1-307.86(b)) is amended by striking the phrase “March 2” and inserting the phrase “December 15” in its place.

(f) Section 8(b) (D.C. Official Code § 1-307.87(b)) is amended by adding a new paragraph (4A) to read as follows:

“(4A) Establish procedures for the offering of property insurance for District real property assets and District personal property;”.

(g) Section 11 (D.C. Official Code § 1-307.90) is amended to read as follows:

“(a) The Agency shall offer:

“(1) Health centers medical malpractice insurance that is consistent with coverage offered in the market; and

“(2) Property insurance for the benefit of the District for District real property assets and District personal property, consistent with coverage offered in the market.

“(b) The insurance policies and coverage offered pursuant to this section shall be established by the Risk Officer with the advice of the Advisory Council and subject to the approval of the Commissioner.

“(c) Any policy offered by the Agency shall state that the liability of the Agency shall be limited to the funds in the District of Columbia Captive Trust Fund.”.

(h) Section 12(a) (DC Official Code § 1-307.91(a)) is amended by striking the phrase “Medical Liability” and inserting the phrase “District of Columbia” in its place.

4. TITLE I. SUBTITLE E. FLEXIBILITY IN PROVISION OF TECHNOLOGY SERVICES

a. Purpose, Effect, and Impact on Existing Law

The proposed subtitle would amend the Technology Services Support Act of 2007, effective September 18, 2007 (D.C. Law 17-20; D.C. Official Code § 1-1431 *et seq.*) by expanding the permissible sources and uses of the Technology Infrastructure Services Support Fund to provide flexibility to the Office of the Chief Technology Officer (OCTO) to offer services to independent and federal agencies.

Current law allows OCTO to collect payment from independent and federal agencies for four designated services: the Citywide Messaging program, the Citywide Security program, the IT ServUs program, and the Server Operations program. These payments are deposited into the Technology Infrastructure Services Support Fund, a special purpose fund OCTO can use to defray its costs. This subtitle expands the permissible sources and uses of the Fund, so the Chief Technology Officer can offer a broader set of services to independent and federal agencies.

b. Committee Reasoning

The Committee supports the proposed subtitle. The subtitle will enable District and federal agencies to expand their operations through OCTO.

c. Section-by-Section Analysis

Sec. 141. Provides the short title.

Sec. 142. Amends the Technology Services Support Act of 2007, effective September 18, 2007 (D.C. Law 17-20; D.C. Official Code § 1-1431 *et seq.*).

Subsection (a) repeals definitions.

Subsection (b) expands the Technology Infrastructure Services Support Fund, a nonlapsing fund used to defray operational costs of OCTO (other than the DC-Net program) that OCTO designates. The Fund will be funded by payments from independent District and federal agencies for services provided by the designated programs. All funds collected from these sources will be deposited into the Fund.

d. Legislative Recommendations for Committee of the Whole

Sec. 141. Short title.

This subtitle may be cited as the “Technology Services Support Amendment Act of 2013”.

Sec. 142. The Technology Services Support Act of 2007, effective September 18, 2007 (D.C. Law 17-20; D.C. Official Code § 1-1431 *et seq.*), is amended as follows:

(a) Section 1002 (D.C. Official Code § 1-1431) is amended by repealing paragraphs (1), (2), (5), and (6).

(b) Section 1004(a) (D.C. Official Code § 1-1433) is amended to read as follows:

“(a) There is established as a nonlapsing fund the Technology Infrastructure Services Support Fund, which shall be used solely to defray operational costs of programs of the Office of the Chief Technology Officer, other than the DC-Net program, that the Chief Technology Officer shall designate based on the use of such programs to provide services to independent agencies of the District and agencies of the federal government. The Technology Infrastructure Services Support Fund shall be funded by payments from independent District government agencies and federal agencies for services furnished by such designated programs. All funds collected from these sources shall be deposited into the Technology Infrastructure Services Support Fund.”.

B. RECOMMENDATIONS FOR NEW BUDGET SUPPORT ACT SUBTITLES

The Committee on Government Operations recommends the following new subtitles to be added to the “Fiscal Year 2014 Budget Support Act of 2013”:

1. Eastern Market Jurisdiction Clarification Amendment Act of 2013
2. Click here to enter text.
3. Click here to enter text.

1. Eastern Market Jurisdiction Clarification Amendment Act of 2013

a. Purpose, Effect, and Impact on Existing Law

The proposed subtitle will amend the “Eastern Market Real Property Asset Management and Outdoor Vending Act of 1998,” effective Apr. 16, 1999 (D.C. Law 12-228; D.C. Official Code § 37-101 *et seq.*).

This subtitle updates and clarifies two aspects of recent changes at Eastern Market to ensure the continuity of services and operations. First, it clarifies the geography of the Eastern Market Special Use District to include 7th Street, SE where weekend flea market activities will be moved. Second, to ensure continuity of market management and operations for both businesses and customers of Eastern Market, it incorporates the 7th Street, SE area under the unified market management structure that currently exists.

b. Committee Reasoning

The Department of General Services supports the expansion of the Act to push out the Special Use Area boundaries to Pennsylvania Avenue. The 300 block of 7th Street (from Penn to C Street) will become a weekend vending area starting August 1, 2013. Through a license agreement with DGS, external market managers will directly manage the space. While the expansion of the Act is not required for DGS to implement the license agreement, it further supports the authority we have over the space.

c. Section-by-Section Analysis

Sec. 1. provides the short title.

Sec. 2. amends the Eastern Market Real Property Asset Management and Outdoor Vending Act of 1998, effective Apr. 16, 1999 (D.C. Law 12-228; D.C. Official Code § 37-101 *et seq.*) by re-defining the boundaries of the Capitol Hill Historic District, and providing new definitions and boundaries for Eastern Market Special Use Areas.

d. Legislative Recommendations for Committee of the Whole

Sec. 1. Short title.

This subtitle may be cited as the “Eastern Market Jurisdiction Clarification Amendment Act of 2013”.

Sec. 2. The Eastern Market Real Property Asset Management and Outdoor Vending Act of 1998, effective Apr. 16, 1999 (D.C. Law 12-228; D.C. Official Code § 37-101 *et seq.*), is amended as follows:

(a) Section 2 (D.C. Official Code § 37-101) is amended as follows:

(1) A new paragraph (3A) is added to read as follows:

“(3A) “Capitol Hill Historic District” means the areas bounded as follows: beginning at the intersection of the center line of New Jersey Avenue, S.E., and the center line of E Street, S.E., thence west along E Street, S.E., to the center line of Canal Street, S.E., thence northwest to the center line of South Capitol Street, S.E., thence north to the south line of D Street, S.E., thence east to the east line of New Jersey Avenue, S.E., thence north to the center line of C Street, S.E., thence east to the center line of Second Street, S.E., thence north to the center line of Independence Avenue, S.E., thence east to the center line of Third Street, S.E., thence north to the south property line of Lot 803 in Square 760, thence west to the center line of Second Street, S.E., thence north to the center line of Maryland Avenue, N.E., thence southwest to the east line of First Street, N.E., thence north to the center line of Constitution Avenue, N.E., thence east to the west property line of lot 885 in Square 723, thence north to the north property line of said lot 885, thence to the center line of Second Street, N.E., thence north to the center line of F Street, N.E., thence east to the center line of 11th Street, N.E., thence south to the center line of E Street, N.E., thence east to the center line of 12th Street, N.E., thence south to the center line of C Street, N.E., thence east to the center line of 12th Place, N.E., thence south to the center line of Constitution Avenue, N.E., thence east to the centerline of 14th Street, N.E., thence south to the center line of South Carolina Avenue, S.E., thence southwest to the center line of 13th Street, S.E., thence south to the northern right-of way line of the Southeast Freeway, thence northwest to the center line of 11th Street, S.E., thence south to the center line of L Street or Potomac Avenue, thence west to the center line of 10th Street, S.E., thence south to the center line of M Street, S.E., thence west to the center line of 7th Street, S.E., thence north to the northern right-of-way line of the Southeast Freeway, thence northwest to the center line of New Jersey Avenue, S.E., thence northwest to the point of beginning, excluding therefrom Square 764.”.

(2) Paragraph (12) is amended to read as follows:

“(12) “Eastern Market Special Use Area” means:

“(A) Eastern Market Square, including the North Hall Plaza;

“(B) The Capitol Hill Natatorium Plaza;

“(C) The playground and parking lot of Hine Junior High School, on the effective date of this act, until commencement of construction with respect to new development on the Hine Junior High School site;

“(D) 7th Street S.E. between North Carolina Avenue, S.E. and Pennsylvania Avenue, S.E., including the area between the curb and near edge of the sidewalk on both the east and west sides of the street and excluding the area between the property line and far edge of the sidewalk on both sides of the street; and”

“(E) The new C Street S.E. to be constructed between 7th and 8th Streets including the area between the curb and near edge of the sidewalk on both the north and south sides of the street and excluding the area between the property line and the far edge of the sidewalk on both sides of the street; and”

“(F) Other privately owned or controlled lands or buildings that are directly adjacent to the area defined in Paragraphs (A)(B)(C) and (D) above: each being subject to a lease or management agreement between the Eastern Market Preservation and Development Trust, defined in Section 3 and such owner(s) or controlling entity(s): and for durations and under conditions defined in such lease(s) or management agreements(s).”

(3) Paragraph (21) is amended to read as follows:

“(21) “Market manager” means a person or persons, having experience relevant to operating an historic urban fresh food or farmers’ market employed to provide unified and coordinated management for the Eastern Market Square and Eastern Market Special Use Area.”.

V. COMMITTEE ACTION AND VOTE

On May 9, 2013, the Committee on Government Operations met in the Council Chambers to consider and vote on the Mayor's FY 2014 Budget Request for the agencies under its jurisdiction, the provisions of the FY 2014 Budget Support Act of 2013 referred to the Committee for comment, as well as the Committee's Budget Support Act recommendations, and the draft Committee report.

The meeting was called to order at 2:25p.m. Chairman Kenyan R. McDuffie recognized a quorum consisting of himself and Councilmembers Muriel Bowser, David Catania, Mary Cheh, and Vincent Orange Sr. Chairman McDuffie then provided a brief overview of the Committee report and the Committee's changes to the Mayor's proposed FY 2014 budget.

Councilmember Catania, expressed concern with the amount of vacancies at the Department of General Services, and his belief that the variance created by those vacancies may be expended more effectively if spent on other Council priorities. Councilmember Catania also noted some unease with the budgets of the Public Service Commission and the Office of the People's Counsel. Councilmember Catania stated that the Public Service Commission is one of the highest funded per capita in the country. Councilmember Catania further expounded that ratepayers will be funding the increase in the budget, and that it is important that no more than is needed should be taken for PSC to carry out its mission. Chairman McDuffie and Councilmember Catania agreed to continue to discuss the issues prior to the Council voting on the budget.

Councilmember Bowser asked for clarification on the proposed subtitle: "Eastern Market Jurisdiction Clarification Amendment Act of 2013." Specifically Councilmember Bowser asked what the subtitle accomplishes and whether neighbors support the change. Chairman McDuffie clarified that the proposed subtitle would allow Eastern Market to close off more space for weekend market events. Further, Chairman McDuffie noted Councilmember Bowser's concern regarding ensuring that the surrounding community is consulted regarding the proposed change, and agreed to discuss the issue further prior to the Council voting on the Budget Support Act.

Chairman McDuffie thanked the Committee members for their work and then moved, with leave for staff to make technical changes, the committee report and recommendations on the FY 2014 budget requests of the agencies under the Committee's purview, as well as the Committee's recommendations for the Fiscal Year 2014 Budget Support Act. The members voted as follows:

Fiscal Year 2014 Budget Request Act Recommendations

YES: Chairman McDuffie, Councilmembers Bowser, Catania, Cheh, and Orange

NO: N/A

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Fiscal Year 2014 Budget Support Act Recommendations

YES: Chairman McDuffie, Councilmembers Bowser, Catania, Cheh, and Orange

NO: N/A

The meeting was adjourned at 2:50 p.m.

VI. ATTACHMENTS

- A. Thursday, April 11, 2013 Fiscal Year 2014 Budget Oversight Hearing Witness List and Testimony.
- B. Monday, April 22, 2013 Fiscal Year 2014 Budget Oversight Hearing Witness List and Testimony.
- C. Thursday, April 25, 2013 Fiscal Year 2014 Budget Oversight Hearing Witness List and Testimony.
- D. Thursday, May 02, 2013 Fiscal Year 2014 Budget Oversight Hearing Witness List and Testimony.

