

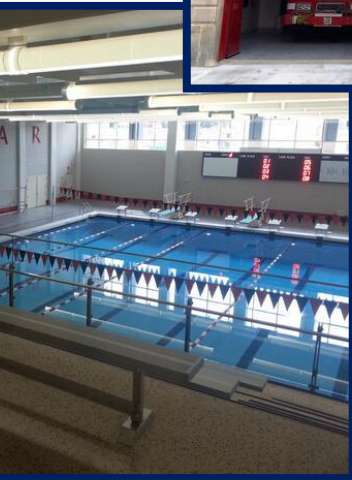
FY 2014

Government of the District of Columbia

Vincent C. Gray, Mayor

Allen Lew, City Administrator

Eric Goulet, Deputy Chief of Staff and Budget Director



FY14 PROPOSED SUPPLEMENTAL BUDGET PLAN

April 3, 2014

The following tables summarize the Mayor's proposed FY14 supplemental budget plan (in millions):

REVENUE AND OTHER RESOURCES VS. EXPENDITURES	
Total FY14 Revenue and Other Resources	\$6,367.9
Total FY14 Current Expenditures	\$6,349.6
Remaining Available Revenue	\$18.3

COST SAVINGS AND FUND BALANCE SWEEPS	
Reduce the D.C. Film Incentive Fund in OMPTD	\$4.3
Reduce D.C. Public Charter Schools Budget as a result of reduced enrollment	\$10.0
Reduce the Other Post-Employment Benefits (OPEB) account to the amount required by the Actuary	\$20.7
Sweep various local, dedicated, and o-type fund balances (per FY 2015 BSA)	\$51.8
Subtotal Cost Savings and Fund Balance Sweeps	\$86.8

SUPPLEMENTAL ONE-TIME EXPENDITURES	
HPTF - Additional funding for the Housing Production Trust Fund	(\$30.2)
WFI - FEMS Arbitration Ruling Payment for FY 2013	(\$12.5)
FEMS - Major Pumper and Ladder Repairs and Testing	(\$0.7)
DPW - PS expenditures for Snow program	(\$3.7)
MPD - Replacement of old computers/ purchase 1,700 modern PCs	(\$1.0)
DDOT - Streetscapes for Ward 8	(\$2.0)
DOC - Security Cameras	(\$1.4)
DCPL - Books and Materials	(\$1.0)
Contingency Cash repayment amount	(\$52.0)
Total One-Time Expenditures	(\$104.5)

Totals	
Total Available Revenue	\$18.3
Total Cost Savings and Fund Balance Sweeps	\$86.8
Total One-Time Expenditures	(\$104.5)
Remaining Unspent Operating Margin	\$0.6

Budget Authority Issues*	
Local Funds:	
OSSE – Community Schools Fund	\$1,000,000
OSSE – Pre-k for All	\$1,452,000
OP – Neighborhood Historic Preservation	\$686,440
O-Type Funds:	
OCFO – Central Collections Unit	\$2,000,000
DOC – Correction Trustee Reimbursement	\$1,030,248
DDOT – Performance Parking Fund	\$2,255,469
DDOT – Pedestrian and Bicycle Safety Fund	\$935,550
DDOT - Transportation Infrastructure Mitigation	\$100,000
DDOT - Sustainable Transportation	\$2,317,296
DDOT - Enterprise - Non Tax Revenue	\$2,100,000
DCPS – ROTC	\$317,754
DCPS - DHHS AFTERSCHOOL PROG-COPAYMENT	\$331,732
DCPS – E-rate	\$2,194,846
MPD – Asset Forfeiture	\$200,000
OCT – Cable Franchise Fees	\$1,800,000
DPR – Enterprise Fund Account	\$1,905,027
WMATA – Parking Meter	\$482,142
DISB – Banking Division Settlement	\$1,000,000
Dedicated Tax Funds:	
WMATA – Parking Tax	\$12,047,151
Total Budget Authority Issues	\$34,155,655

*The revised Budget Request Act included with this package has items for agencies which have the funds but not the authority to spend those funds. Those agencies are listed above. Since they are only securing budget authority, they are not added to the funding lists above.

Agency Supplemental Budget Details

Reduce D.C. Film Incentive Fund Proposed FY 2014 Supplemental Budget Narrative

Supplemental Budget Decrease Description:

(\$4,271,078) Decrease to Prior Request: As part of the Mayor's FY 2014 Supplemental Budget Plan, all available funds in the D.C. Film Incentive Fund will be re-purposed. This is part of an overhaul of this program which is beginning with several key amendments to existing law as part of the FY 2015 Budget Support Act of 2014.

Reduce D.C. Public Charter Schools Budget (GC0) Proposed FY 2014 Supplemental Budget Narrative

Supplemental Budget Decrease Description:

(\$10,000,000) Decrease to Prior Request: As part of the Mayor's FY 2014 Supplemental Budget Plan, funding is being reduced from the D.C. Public Charter Schools to align enrollment from a projected amount of 37,410 to an audited amount of 36,565, a difference of 845 students. This drop in enrollment results in a savings of \$10,000,000.

Reduce Other Post-Employment Benefits (OPEB) Account Proposed FY 2014 Supplemental Budget Narrative

Supplemental Budget Decrease Description:

(\$20,708,450) Decrease to Prior Request: During the FY 2014 budget formulation process, we did not have the benefit of the most recent actuarial analysis, so the FY 2013 budgeted amount for the OPEB Fund was used as the budgeted amount for FY 2014. Based upon the performance of the investments utilized in the fund, along with the mixture of participants accessing the fund, the actuary is requiring a lower amount to be deposited into the Fund, thus providing the surplus availability of these funds for use in other District agencies. There is no intention to reduce the Trust Fund lower than 100 percent of the actuarially required amount.

Sweep Various Local, Dedicated, and O-type Fund Balances Proposed FY 2014 Supplemental Budget Narrative

Supplemental Budget Decrease Description:

(\$51,821,042) Decrease to Prior Request: As part of the Mayor's FY 2014 Supplemental Budget Plan process, the Mayor's Office of Budget and Finance and the Office of the Chief Financial Officer engaged in a full scale review of all non-lapsing local, dedicated, and o-type funds to determine if these funds could be made lapsing or repealed in their entirety and shifted to local. This required a thorough search of the D.C. Official Code for organic laws which created these funds to determine why they were created and how the funding could be spent. It also required close collaboration with Executive branch agencies potentially impacted to make sure a nexus was established between the fund and its expenditures to justify its continued status as a non-lapsing fund. This detailed review resulted in the decision to make 15 of these funds lapsing and to repeal another 14 funds. This will be done as part of the FY 2015

Budget Support Act of 2014 with an effective date of September 30, 2014 (i.e. FY 2014). While no funding was swept from the newly lapsing funds, each of the 14 repealed funds had some level of FY 2013 available fund balance (see BSA chart) which results in a savings of \$51,821,042.

**Housing Production Trust Fund Subsidy (HP0)
Proposed FY 2014 Supplemental Budget Narrative**

Supplemental Budget Increase Description:

\$30,227,000 Increase to Prior Request: The mission of the Housing Production Trust Fund (HPTF) is to provide financial assistance to a variety of affordable housing programs and opportunities across the District of Columbia. The subsidy account for this entity shows the annual transfer of local funds to the HPTF. As part of the Mayor's additional \$100 million affordable housing investment, the HPTF is being allocated an additional \$30,227,000.

**Workforce Investments (UP0)
Proposed FY 2014 Supplemental Budget Narrative**

Supplemental Budget Increase Description:

\$12,535,312 Increase to Prior Request: This funding is being provided in the Workforce Investments account in order to cover the retroactive compensation that was ordered to members of the International Association of Firefighters, Local 36, AFL-CIO, in a February 20, 2014 arbitration award. The arbitration award included retroactive salary adjustments of 3% effective April 1, 2012 and 3.5% effective April 1, 2013.

**Fire and Emergency Medical Services (FB0)
Proposed FY 2014 Supplemental Budget Narrative**

Supplemental Budget Increase Description:

\$670,000 Increase to Prior Request: The D.C. FEMS Department is responsible for performing rescue operations with aerial ladder trucks and for performing fire suppression with water pumping apparatus. The National Fire Protection Association (NFPA) recommends that Aerial and Pumper Trucks be tested on an annual basis. The current age of the trucks requires more extensive repairs to pass the certification tests. The Department currently has 20 Aerial Ladder Trucks and 53 Pumper trucks which require inspection and repair and these funds will cover that need.

**Department of Public Works (KT0)
Proposed FY 2014 Supplemental Budget Narrative**

Supplemental Budget Increase Description:

\$3,725,000 Increase to Prior Request: As part of the Mayor's FY 2014 Supplemental Budget Plan, DPW is being allocated an additional \$3.7 million to cover PS expenditures for the snow removal program as a result of the myriad of storms this winter. The program's costs have increased because the terms of temporary personnel from the leaf collection program were extended to provide additional assistance to the snow removal program. Additionally, DPW staff incurred costs during government weather closures when program staff is required to be paid double-time.

**Metropolitan Police Department (FA0)
Proposed FY 2014 Supplemental Budget Narrative**

Supplemental Budget Increase Description:

\$1,020,000 Increase to Prior Request: MPD has made significant advances in leveraging technology to improve policing. Not long ago, nearly every aspect of policing was a paper driven exercise which was time-consuming and geographically restrictive. This meant that the timeliness of sharing data among partner agencies and even internally was restricted to how fast someone could physically transport the data package. In the last few years, MPD has made significant improvements with network video downloads from CCTVs, automated fingerprint identification systems and database management. What continues to hamper MPD's progress is the outdated hardware still in use. MPD currently has 4,000 PCs in inventory. Of this amount, approximately 1,700 are outdated and in need of replacement and these additional funds will alleviate that need.

**District Department of Transportation (KA0)
Proposed FY 2014 Supplemental Budget Narrative**

Supplemental Budget Increase Description:

\$2,000,000 Increase to Prior Request: This funding will go towards a five-year plan for neighborhoods in Ward 8 to add light pole banners, welcome signs with logos, hanging seasonal planters, trashcans, holiday decorations, and landscaping. The project will also include new bricked sidewalks, and newly paved alleys. Key corridors include Good Hope Rd. SE, Martin Luther King Jr. Ave. SE, Alabama Ave. SE, So. Capitol St. SE, and Minnesota Ave. SE.

**Department of Corrections (FLO)
Proposed FY 2014 Supplemental Budget Narrative**

Supplemental Budget Increase Description:

\$1,400,000 Increase to Prior Request: This funding will be provided as an operating budget enhancement to the DOC for security camera upgrades at the Central Detention Facility (CDF). This funding will supplement existing capital resources to fully fund these needed upgrades and improvements such as replacement of existing conditions, addition of major new infrastructure, and technology upgrades among others.

**District of Columbia Public Library (CE0)
Proposed FY 2014 Supplemental Budget Narrative**

Supplemental Budget Increase Description:

\$1,000,000 Increase to Prior Request: The core mission of the library is to provide content and access to information. The publishing industry continues to evolve, and the Library's demand to provide content in all formats - physical, electronic, and digital - continues to be challenging in a budget environment that fluctuates greatly and where there is reduced purchasing power. DCPL continues to transform its services and use continues to grow. DCPL has now renovated or built 15 of its 26 library locations. The new and renovated facilities spur greater interest and excitement in the Library and are associated with increased customer use, such as use of library collections. This \$1 million will help

ensure that DCPL can continue to purchase books and other library materials to meet the growing need and demand of the community.