

Projected Changes in Fund Balances - Fund 656 Pension - Fire & Police

This fund accounts for the accumulation of resources used to pay retirement benefits to the City's firefighters and police officers. The City's contribution represents the amount required to maintain the actuarial soundness of the plan using an investment-return assumption of 8%.

	2010-11 Actual	2011-12 Actual	2012-13 Budget	2013-14 Budget	% of Total	% Change from 2012-13
Beginning Balance	\$ 235,574,058	235,326,337	292,723,464	322,184,223	-	-
Revenues/Sources						
Investment Income	(4,039,092)	55,339,998	28,460,000	32,150,000	52.4%	13.0%
Miscellaneous Revenues	26,357,870	26,936,317	28,134,759	29,190,341	47.6%	3.8%
Total Revenues	22,318,778	82,276,315	56,594,759	61,340,341	100.0%	8.4%
Expenditures/Uses						
General Government Service	22,566,499	24,879,188	27,134,000	28,680,000	100.0%	5.7%
Total Expenditures	22,566,499	24,879,188	27,134,000	28,680,000	100.0%	5.7%
Excess (Deficit)	(247,721)	57,397,127	29,460,759	32,660,341		
Transfers In	-	-	-	-		
Transfers Out	-	-	-	-		
Ending Balance	\$ 235,326,337	292,723,464	322,184,223	354,844,564		
Percent Change	-	24.4%	10.1%	10.1%		

Note(s):

The Fire and Police Pension Fund, like that for General City employees, is a relatively young plan, which explains why pension benefit payments are low in comparison to the contributions currently being made into the plan.

The fiscal year 2010-11 fund balance reflected a deficit of \$0.2 million due largely to a \$4.0 million loss in investment returns.

The fiscal year 2011-12 fund balance increased by \$57.4 million thanks to a favorable upswing of \$59.4 million in investment returns partially offset by a \$2.3 million increase in pension cost.

The projected 2012-13 surplus of \$29.5 million includes a City contribution of \$22.9 million. The \$32.7 million surplus projected for 2013-14 includes a City contribution of \$23.9 million. Both years are expected to increase the fund balance by 10.1%, compounding.