

Projected Changes in Fund Balances - Fund 655 Pension - General Members

To account for the accumulation of resources used to pay retirement benefits to the City's General Employees. The City's contribution represents the amount required to maintain the actuarial soundness of the plan.

	2007-08 Actual	2008-09 Actual	2009-10 Budget	2010-11 Budget	% of Total	% Change from 2009-10
Beginning Balance	\$ 129,597,353	110,146,260	108,011,531	113,336,941	-	-
Revenues/Sources						
Investment Income	(23,553,575)	(4,178,115)	6,560,000	9,769,000	75.6%	48.9%
Miscellaneous Revenues	9,046,399	9,709,936	5,387,410	3,147,335	24.4%	(41.6%)
Total Revenues	(14,507,176)	5,531,820	11,947,410	12,916,335	100.0%	8.1%
Expenditures/Uses						
General Gov. Services	4,943,916	7,666,550	6,622,000	8,419,000	100.0%	27.1%
Total Expenditures	4,943,916	7,666,550	6,622,000	8,419,000	100.0%	27.1%
Excess (Deficit)	(19,451,092)	(2,134,729)	5,325,410	4,497,335		
Ending Balance	\$ 110,146,260	108,011,531	113,336,941	117,834,276		
Percent Change	-	(1.9%)	4.9%	4.0%		

Note(s):

The General Employees Pension Plan is still a relatively young plan, which means that pension benefits paid from the plan are significantly less than the actual contributions that are made into the plan.

The fiscal year 2007-08 fund balance decreased by \$19.5 million (15.0%). The largest component of the decrease was related primarily to market losses of \$23.5 million.

The fiscal year 2009-10 fund balance is expected to increase by \$5.3 million, a \$7.5 million increase over prior year deficit due largely to a \$10.7 million appreciation in investment income. City and employee contributions are expected to decrease by \$4.3 million mainly as a result of freezing the benefits for all current members of the bargaining unit as of July 1, 2010.

The fiscal year 2010-11 fund balance is projected to increase by \$4.5 million or 4.0%, \$0.9 million below fiscal year 2009-10 expected surplus due to a \$2.2 million reduction in City and employee contributions associated with pension plan changes implemented in fiscal year 2009-10.