

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

This fund accounts 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 as calculated annually using an investment assumption of return of 8%.

	2009-10 Actual	2010-11 Actual	2011-12 Budget	2012-13 Budget	% of Total	% Change from 2011-12
Beginning Balance	\$ 108,011,531	115,239,001	111,628,109	121,557,625	-	-
Revenues/Sources						
Investment Income	11,434,873	1,625,520	15,000,000	12,064,000	63.5%	(19.6%)
Miscellaneous Revenues	4,660,765	3,570,754	4,009,516	6,931,032	36.5%	72.9%
Total Revenues	16,095,638	5,196,273	19,009,516	18,995,032	100.0%	(0.1%)
Expenditures/Uses						
General Government Service	8,868,167	8,807,166	9,080,000	9,125,000	100.0%	0.5%
Total Expenditures	8,868,167	8,807,166	9,080,000	9,125,000	100.0%	0.5%
Excess (Deficit)	7,227,471	(3,610,892)	9,929,516	9,870,032		
Transfers In	-	-	-	-		
Transfers Out	-	-	-	-		
Ending Balance	\$ 115,239,002	111,628,109	121,557,625	131,427,657		
Percent Change	-	(3.1%)	8.9%	8.1%		

Note(s):

Effective July 1, 2010, the General Employees Pension Plan was frozen for all collective bargaining unit members and no additional benefits are being accrued for those employees. New members are no longer allowed to participate in the Plan.

The fiscal year 2009-10 fund balance increased by \$7.2 million due largely to an \$11.4 million increase in the valuation of investments. City and employee contributions decreased by \$5.0 million, partly as a result of freezing the benefits for all current members of the bargaining unit.

The fiscal year 2010-11 fund balance declined by \$3.6 million as investment returns dropped from \$11.4 million in 2009-10 to \$1.6 million in 2010-11.

The fiscal year 2011-12 fund balance is expected to increase by \$9.9 million. Investment earnings of \$15.0 million, City contributions of \$3.7 million, and \$0.3 million of employee contributions were to be offset by \$9.1 million of expenses.

The surplus projected for 2012-13 is also \$9.9 million and is predicated on \$12.1 million of investment returns.