

Disability Compensation Fund

<http://orm.dc.gov>
202-727-8600

Description	FY 2010 Actual	FY 2011 Approved	FY 2012 Proposed	% Change from FY 2011
Operating Budget	\$38,309,539	\$38,169,140	\$19,657,685	-48.5

The mission of the Disability Compensation Fund is to provide 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 agency's FY 2012 proposed budget is presented in the following tables:

FY 2012 Proposed Gross Funds Operating Budget, by Revenue Type

Table BG0-1 contains the proposed FY 2012 agency budget compared to the FY 2011 approved budget. It also provides FY 2009 and FY 2010 actual expenditures.

Table BG0-1

(dollars in thousands)

Appropriated Fund	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
General Fund						
Local Funds	27,822	38,310	38,169	19,658	-18,511	-48.5
Total for General Fund	27,822	38,310	38,169	19,658	-18,511	-48.5
Gross Funds	27,822	38,310	38,169	19,658	-18,511	-48.5

*Percent change is based on whole dollars.

Note: If applicable, for a breakdown of each Grant (Federal and Private), Special Purpose Revenue type and Intra-District agreement, please refer to Schedule 80 Agency Summary by Revenue Source in the FY 2012 Operating Appendices located on the Office of the Chief Financial Officer's website.

FY 2012 Proposed Operating Budget, by Comptroller Source Group

Table BG0-2 contains the proposed FY 2012 budget at the Comptroller Source Group (object class) level compared to the FY 2011 approved budget. It also provides FY 2009 and FY 2010 actual expenditures.

Table BG0-2
(dollars in thousands)

Comptroller Source Group	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
20 - Supplies and Materials	1,431	1,539	1,607	759	-848	-52.8
40 - Other Services and Charges	8,716	17,890	17,448	7,448	-10,000	-57.3
50 - Subsidies and Transfers	17,624	18,856	19,090	11,451	-7,639	-40.0
70 - Equipment and Equipment Rental	50	24	25	0	-25	-100.0
Subtotal Nonpersonal Services (NPS)	27,822	38,310	38,169	19,658	-18,511	-48.5
Gross Funds	27,822	38,310	38,169	19,658	-18,511	-48.5

*Percent change is based on whole dollars.

Program Description

The Disability Compensation Fund operates through the following program:

Employees' Disability Fund - is established by the District of Columbia Merit Personnel Act (D.C. Law 2-139, as amended). Payments are made to District employees with eligible, verified claims as compensation for lost wages and for medical services related to workplace injuries and services such as vocational rehabilitation. In FY 2004, the administrative functions of the Employees' Disability Fund were transferred to the D.C. Office of Risk Management.

Program Structure Change

The Disability Compensation Fund has no program structure changes in the FY 2012 proposed budget.

FY 2012 Proposed Operating Budget and FTEs, by Program and Activity

Table BG0-3 contains the proposed FY 2012 budget by program and activity compared to the FY 2011 approved budget. It also provides the FY 2010 actual data.

Table BG0-3

(dollars in thousands)

Program/Activity	Dollars in Thousands				Full-Time Equivalents			
	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011
(0010) Disability Compensation Fund								
(1000) Disability Compensation Fund	38,310	38,169	19,658	-18,511	0.0	0.0	0.0	0.0
Subtotal (0010) Disability Compensation Fund	38,310	38,169	19,658	-18,511	0.0	0.0	0.0	0.0
Total Proposed Operating Budget	38,310	38,169	19,658	-18,511	0.0	0.0	0.0	0.0

(Change is calculated by whole numbers and numbers may not add up due to rounding)

Note: For more detailed information regarding the proposed funding for the activities within this agency's programs, please see **Schedule 30-PBB Program Summary by Activity** in the **FY 2012 Operating Appendices** located on the Office of the Chief Financial Officer's website.

FY 2012 Proposed Budget Changes

Intra-Agency Adjustments: Local funds will be decreased by \$5,780,729, due to the end of one-time funding of historic insurance premiums in FY 2011.

Transfers Out: The Disability Compensation Fund will transfer \$847,726 to the Office of Risk Management to fund 9.4 FTEs with Local funds. The Fund will also transfer \$2,000,000 to Non-Departmental for the Return-to-Work Initiative.

Cost Savings: Due to improved management, the enhanced Return-to-Work program and other initiatives designed to decrease the number of workers' compensation claimants in FY 2012 will yield a cost savings of \$10,000,000 in Local funds to the Fund.

Policy Initiatives: The FY 2012 budget includes a Local funds increase of \$117,000, to fund attorney fee costs for successful workers compensation claimants.

FY 2011 Approved Budget to FY 2012 Proposed Budget, by Revenue Type

Table BG0-4 itemizes the changes by revenue type between the FY 2011 approved budget and the FY 2012 proposed budget.

Table BG0-4

(dollars in thousands)

	PROGRAM	BUDGET	FTE
LOCAL FUNDS: FY 2011 Approved Budget and FTE		38,169	0.0
Cost Decrease: Reduce funding due to one-time payment of insurance liability	Disability Compensation Fund	-5,781	0.0
FY 2012 Initial Adjusted Budget		32,388	0.0
Transfer Out: Transfer funding to the Office of Risk Management to fund 9.4 FTEs with Local funds	Disability Compensation Fund	-848	0.0
Transfer Out: Transfer funding to Non-Departmental for the Return-to-Work Initiative	Disability Compensation Fund	-2,000	0.0
Cost Decrease: Reduce funding due to Return-to-Work and cost savings initiatives	Disability Compensation Fund	-10,000	0.0
Cost Increase: Increase funding for workers compensation claimants	Disability Compensation Fund	117	0.0
LOCAL FUNDS: FY 2012 Proposed Budget and FTE		19,658	0.0
Gross for BGO - Disability Compensation Fund		19,658	0.0

(Change is calculated by whole numbers and numbers may not add up due to rounding)