

# Settlements and Judgments

Description	FY 2012	FY 2013	FY 2014	% Change
	Actual	Approved	Proposed	from FY 2013
Operating Budget	\$24,336,912	\$21,477,000	\$21,292,448	-0.9

Settlements and Judgments provides fiscal resources to settle claims and lawsuits and pay judgments in most types of civil cases filed against the District of Columbia.

The agency's FY 2014 proposed budget is presented in the following tables:

## FY 2014 Proposed Gross Funds Operating Budget, by Revenue Type

Table ZH0-1 contains the proposed FY 2014 agency budget compared to the FY 2013 approved budget. It also provides FY 2011 and FY 2012 actual expenditures.

**Table ZH0-1**  
(dollars in thousands)

Appropriated Fund	Actual FY 2011	Actual FY 2012	Approved FY 2013	Proposed FY 2014	Change from FY 2013	Percent Change*
<b>General Fund</b>						
Local Funds	21,477	24,337	21,477	21,292	-185	-0.9
<b>Total for General Fund</b>	<b>21,477</b>	<b>24,337</b>	<b>21,477</b>	<b>21,292</b>	<b>-185</b>	<b>-0.9</b>
<b>Gross Funds</b>	<b>21,477</b>	<b>24,337</b>	<b>21,477</b>	<b>21,292</b>	<b>-185</b>	<b>-0.9</b>

\*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 2014 Operating Appendices located on the Office of the Chief Financial Officer's website.

## FY 2014 Proposed Operating Budget, by Comptroller Source Group

Table ZH0-2 contains the proposed FY 2014 budget at the Comptroller Source Group (object class) level compared to the FY 2013 approved budget. It also provides FY 2011 and FY 2012 actual expenditures.

**Table ZH0-2**  
(dollars in thousands)

	Actual FY 2011	Actual FY 2012	Approved FY 2013	Proposed FY 2014	Change from FY 2013	Percent Change*
<b>Comptroller Source Group</b>						
40 - Other Services and Charges	21,477	24,337	21,477	21,292	-185	-0.9
<b>Subtotal Nonpersonal Services (NPS)</b>	<b>21,477</b>	<b>24,337</b>	<b>21,477</b>	<b>21,292</b>	<b>-185</b>	<b>-0.9</b>
<b>Gross Funds</b>	<b>21,477</b>	<b>24,337</b>	<b>21,477</b>	<b>21,292</b>	<b>-185</b>	<b>-0.9</b>

\*Percent change is based on whole dollars.

### Program Description

Settlements and Judgments operates through the following program:

**Settlements and Judgments** – addresses litigation against the District government. The fund is managed and administered by the District’s Office of Risk Management. The authority to settle a case is limited to \$500,000. For amounts greater than \$500,000, the settlement decision rests with the Mayor.

### Program Structure Change

Settlements and Judgments has no program structure changes in the FY 2014 proposed budget.

## FY 2014 Proposed Operating Budget and FTEs, by Program and Activity

Table ZH0-3 contains the proposed FY 2014 budget by program and activity compared to the FY 2013 approved budget. It also provides the FY 2012 actual data.

**Table ZH0-3**

(dollars in thousands)

Program/Activity	Dollars in Thousands				Full-Time Equivalents			
	Actual FY 2012	Approved FY 2013	Proposed FY 2014	Change from FY 2013	Actual FY 2012	Approved FY 2013	Proposed FY 2014	Change from FY 2013
<b>(1000) Settlement and Judgments</b>								
(1100) Settlement and Judgments	24,337	21,477	21,292	-185	0.0	0.0	0.0	0.0
<b>Subtotal (1000) Settlement and Judgments</b>	<b>24,337</b>	<b>21,477</b>	<b>21,292</b>	<b>-185</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Total Proposed Operating Budget</b>	<b>24,337</b>	<b>21,477</b>	<b>21,292</b>	<b>-185</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

(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 2014 Operating Appendices** located on the Office of the Chief Financial Officer's website.

## FY 2014 Proposed Budget Changes

Settlements and Judgments proposed FY 2014 gross budget is \$21,292,448, which represents a 0.9 percent decrease from its FY 2013 approved gross budget of \$21,477,000. The budget is comprised entirely of Local funds.

### Current Services Funding Level

The Current Services Funding Level (CSFL) is a Local funds ONLY representation of the true cost of operating District agencies, before consideration of policy decisions. The CSFL reflects changes from the FY 2013 approved budget across multiple programs, and it estimates how much it would cost an agency to continue its current programs and operations into the following fiscal year. The initial adjustments in the budget proposal represent changes that should be compared to the FY 2014 CSFL budget and not necessarily changes made to the FY 2013 Local funds budget. The FY 2014 CSFL adjustments to the FY 2013 Local funds budget are described in table 4 of this agency's budget chapter. Please see the CSFL Development section within Volume 1: Executive Summary for more information regarding the methodology used and components that comprise the CSFL.

Settlements and Judgments' FY 2014 CSFL budget is \$21,992,448, which represents a \$515,448, or 2.4 percent, increase over the FY 2013 approved Local funds budget of \$21,477,000.

### Major CSFL Cost Drivers

The FY 2014 CSFL calculated for Settlements and Judgments included an adjustment entry that is not described in detail on table 4. This adjustment was made for an increase of \$515,448 in nonpersonal services, based on the Consumer Price Index factor of 2.4 percent. During the development of the CSFL, some adjustments such as this were categorized as "other adjustments".

### Agency Budget Submission

Settlements and Judgments has no changes from the FY 2014 CSFL to the FY 2014 agency budget submission.

## Mayor's Proposed Budget Submission

**Transfer Out:** Settlements and Judgment's proposed budget includes a reduction of \$700,000 in Local funds, which had been used to support the development of a document management system for the Office of the Attorney General of the District of Columbia (OAG). The development and implementation of a large-scale document management and litigation support system was included in the court ordered settlement of a major case against the District. The development costs were eligible for payment from Settlements and Judgments. However, costs for the continued operation of the system will be funded by OAG.

An adverse judgment of \$36,000,000 for the Fire and Emergency Medical Services Department, if one were issued, would require an increase to the budget in the amount of \$36,000,000. In the proposed FY 2014 Budget Request Act of FY 2013, there is language that affirms the initial Congressional intent for making the overtime pay order ratification positive law and eliminates this potential liability.

## FY 2013 Approved Budget to FY 2014 Proposed Budget, by Revenue Type

Table ZH0-4 itemizes the changes by revenue type between the FY 2013 approved budget and the FY 2014 proposed budget.

**Table ZH0-4**

(dollars in thousands)

	PROGRAM	BUDGET	FTE
<b>LOCAL FUNDS: FY 2013 Approved Budget and FTE</b>		<b>21,477</b>	<b>0.0</b>
Other CSFL Adjustments	Settlement and Judgments	515	0.0
<b>LOCAL FUNDS: FY 2014 Current Services Funding Level Budget (CSFL)</b>		<b>21,992</b>	<b>0.0</b>
Transfer Out: To the Office of the Attorney General of the District of Columbia to support the continued operation of the document management system	Settlement and Judgments	-700	0.0
Increase: Projected for Fire and Emergency Medical Services Department potential judgment	Settlement and Judgments	36,000	0.0
Decrease: Budget Request Act affirms initial Congressional intent for overtime pay order ratification	Settlement and Judgments	-36,000	0.0
<b>LOCAL FUNDS: FY 2014 Mayor's Proposed Budget</b>		<b>21,292</b>	<b>0.0</b>
<b>Gross for ZH0 - Settlements and Judgments</b>		<b>21,292</b>	<b>0.0</b>

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