

G

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Debt Service

Repayment of Loans and Interest (DS0)

Short-Term Borrowings (ZA0)

Certificates of Participation (CP0)

Debt Service - Issuance Costs (ZB0)

Schools Modernization Fund (SM0)

Repayment of Revenue Bonds (DT0)

Description	FY 2010 Actual	FY 2011 Approved	FY 2012 Proposed	% Change from FY 2011
Repayment of Loans and Interest (DS)	\$351,816,008	\$410,908,816	\$442,444,386	7.7
Short-Term Borrowings (ZA)	\$2,372,576	\$3,000,000	\$4,500,000	50.0
Certificates of Participation (CP)	\$32,256,729	\$33,044,575	\$32,533,738	-1.5
Debt Service - Issuance Costs (ZB)	\$6,513,566	\$15,000,000	\$6,000,000	-60.0
Schools Modernization Fund (SM)	\$8,611,763	\$8,612,963	\$8,620,713	0.1
Repayment of Revenue Bonds (DT)	\$2,148,700	\$7,574,225	\$6,691,000	-11.7
Total Operating Budget	\$403,719,342	\$478,140,579	\$500,789,837	4.7

The mission of Debt Service administration is to finance the District's capital and cash flow needs as well as minimize costs associated with such financing, exercise fiscally responsible debt management practices, and make timely payment of all principal and interest.

Timely debt service payments are necessary to satisfy the District's commitments to its investors (bondholders) and maintain a good credit standing in the financial marketplace. Under the District of Columbia Home Rule Act, the District may issue debt to finance capital projects or seasonal cash needs, subject to certain limitations. Specifically, no long-term debt may be issued that would cause total debt service on all tax-supported debt to exceed 12 percent of total general fund expenditures in any year during the six-year capital plan period. No short-term debt may be issued in an amount that would cause total outstanding short-term debt to exceed 20 percent of

the projected revenue of the fiscal year in which the debt is issued. Short-term debt must be repaid by the end of the fiscal year in which it is issued. Appropriations are budgeted from Local funds in amounts sufficient to meet the required payments for the various types of debt service.

The District's total outstanding tax-supported long-term debt as of February 2011 was \$7.9 billion. The District issued \$700 million of short-term debt in FY 2011, which will be repaid by September 30, 2011.

The agency's FY 2012 proposed budget is presented in the following tables:

FY 2012 Proposed Gross Funds Operating Budget, by Revenue Type

Table DS0-1 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 DS0-1
(dollars in thousands)

Repayment of Loans and Interest

Appropriated Fund	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
General Fund						
Local Funds	431,706	343,551	401,905	438,072	36,168	9.0
Dedicated Taxes	3,580	4,800	4,800	0	-4,800	-100.0
Special Purpose Revenue Funds	3,097	3,465	4,204	4,372	168	4.0
Total for General Fund	438,383	351,816	410,909	442,444	31,536	7.7
Gross Funds	438,383	351,816	410,909	442,444	31,536	7.7

*Percent change is based on whole dollars.

FY 2012 Proposed Gross Funds Operating Budget, by Revenue Type

Table ZA0-1 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 ZA0-1
(dollars in thousands)

Repayment of Interest on Short-Term Borrowing

Appropriated Fund	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
General Fund						
Local Funds	4,538	2,373	3,000	4,500	1,500	50.0
Total for General Fund	4,538	2,373	3,000	4,500	1,500	50.0
Gross Funds	4,538	2,373	3,000	4,500	1,500	50.0

*Percent change is based on whole dollars.

FY 2012 Proposed Gross Funds Operating Budget, by Revenue Type

Table CP0-1 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 CP0-1

(dollars in thousands)

Certificates of Participation

Appropriated Fund	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
General Fund						
Local Funds	32,270	32,257	33,045	32,534	-511	-1.5
Total for General Fund	32,270	32,257	33,045	32,534	-511	-1.5
Gross Funds	32,270	32,257	33,045	32,534	-511	-1.5

*Percent change is based on whole dollars.

FY 2012 Proposed Gross Funds Operating Budget, by Revenue Type

Table ZB0-1 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 ZB0-1

(dollars in thousands)

Debt Service - Issuance Costs

Appropriated Fund	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
General Fund						
Local Funds	4,382	6,514	15,000	6,000	-9,000	-60.0
Total for General Fund	4,382	6,514	15,000	6,000	-9,000	-60.0
Gross Funds	4,382	6,514	15,000	6,000	-9,000	-60.0

*Percent change is based on whole dollars.

FY 2012 Proposed Gross Funds Operating Budget, by Revenue Type

Table SM0-1 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 SM0-1
(dollars in thousands)

Schools Modernization Fund

Appropriated Fund	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
General Fund						
Local Funds	8,613	8,612	8,613	8,621	8	0.1
Total for General Fund	8,613	8,612	8,613	8,621	8	0.1
Gross Funds	8,613	8,612	8,613	8,621	8	0.1

*Percent change is based on whole dollars.

FY 2012 Proposed Gross Funds Operating Budget, by Revenue Type

Table DT0-1 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 DT0-1
(dollars in thousands)

Repayment of Revenue Bonds

Appropriated Fund	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
General Fund						
Dedicated Taxes	2,144	2,149	7,574	6,691	-883	-11.7
Total for General Fund	2,144	2,149	7,574	6,691	-883	-11.7
Gross Funds	2,144	2,149	7,574	6,691	-883	-11.7

*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 DS0-2 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 DS0-2
(dollars in thousands)

Repayment of Loans and Interest						
	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
Comptroller Source Group						
80 - Debt Service	438,383	351,816	410,909	442,444	31,536	7.7
Subtotal Nonpersonal Services (NPS)	438,383	351,816	410,909	442,444	31,536	7.7
Gross Funds	438,383	351,816	410,909	442,444	31,536	7.7

*Percent change is based on whole dollars.

FY 2012 Proposed Operating Budget, by Comptroller Source Group

Table ZA0-2 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 ZA0-2
(dollars in thousands)

Repayment of Interest on Short-Term Borrowing

	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
Comptroller Source Group						
80 - Debt Service	4,538	2,373	3,000	4,500	1,500	50.0
Subtotal Nonpersonal Services (NPS)	4,538	2,373	3,000	4,500	1,500	50.0
Gross Funds	4,538	2,373	3,000	4,500	1,500	50.0

*Percent change is based on whole dollars.

FY 2012 Proposed Operating Budget, by Comptroller Source Group

Table CP0-2 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 CP0-2
(dollars in thousands)

Certificates of Participation

	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
Comptroller Source Group						
80 - Debt Service	32,270	32,257	33,045	32,534	-511	-1.5
Subtotal Nonpersonal Services (NPS)	32,270	32,257	33,045	32,534	-511	-1.5
Gross Funds	32,270	32,257	33,045	32,534	-511	-1.5

*Percent change is based on whole dollars.

FY 2012 Proposed Operating Budget, by Comptroller Source Group

Table ZB0-2 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 ZB0-2
(dollars in thousands)

Debt Service - Issuance Costs

	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
Comptroller Source Group						
80 - Debt Service	4,382	6,514	15,000	6,000	-9,000	-60.0
Subtotal Nonpersonal Services (NPS)	4,382	6,514	15,000	6,000	-9,000	-60.0
Gross Funds	4,382	6,514	15,000	6,000	-9,000	-60.0

*Percent change is based on whole dollars.

FY 2012 Proposed Operating Budget, by Comptroller Source Group

Table SM0-2 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 SM0-2
(dollars in thousands)

Schools Modernization Fund

	Actual FY 2009	Actual FY 2010	Approved FY 2011	Change Proposed FY 2012	from FY 2011	Percent Change*
Comptroller Source Group						
80 - Debt Service	8,613	8,612	8,613	8,621	8	0.1
Subtotal Nonpersonal Services (NPS)	8,613	8,612	8,613	8,621	8	0.1
Gross Funds	8,613	8,612	8,613	8,621	8	0.1

*Percent change is based on whole dollars.

FY 2012 Proposed Operating Budget, by Comptroller Source Group

Table DT0-2 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 DT0-2
(dollars in thousands)

Repayment of Revenue Bonds

	Actual FY 2009	Actual FY 2010	Approved FY 2011	Proposed FY 2012	Change from FY 2011	Percent Change*
Comptroller Source Group						
80 - Debt Service	2,144	2,149	7,574	6,691	-883	-11.7
Subtotal Nonpersonal Services (NPS)	2,144	2,149	7,574	6,691	-883	-11.7
Gross Funds	2,144	2,149	7,574	6,691	-883	-11.7

*Percent change is based on whole dollars.

Program Structure Change

The Debt Service agencies have no program structure changes in the FY 2012 Proposed Budget.

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

Table DS0-3 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 DS0-3 Repayment of Loans and Interest

(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
(1000) Repayment of Loans and Interest								
(1100) Repayment of Loans and Interest	351,816	410,909	442,444	31,536	0.0	0.0	0.0	0.0
Subtotal (1000) Repayment of Loans and Interest	351,816	410,909	442,444	31,536	0.0	0.0	0.0	0.0
Total Proposed Operating Budget	351,816	410,909	442,444	31,536	0.0	0.0	0.0	0.0

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

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

Table ZA0-3 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 ZA0-3 Repayment of Interest on Short-Term Borrowing

(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
(1000) Short-Term Borrowings								
(1100) Short-Term Borrowings	2,373	3,000	4,500	1,500	0.0	0.0	0.0	0.0
Subtotal (1000) Short-Term Borrowings	2,373	3,000	4,500	1,500	0.0	0.0	0.0	0.0
Total Proposed Operating Budget	2,373	3,000	4,500	1,500	0.0	0.0	0.0	0.0

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

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

Table CP0-3 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 CP0-3 Certificates of Participation

(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
(1000) Certificate of Participation								
(1100) Certificate of Participation	32,257	33,045	32,534	-511	0.0	0.0	0.0	0.0
Subtotal (1000) Certificate of Participation	32,257	33,045	32,534	-511	0.0	0.0	0.0	0.0
Total Proposed Operating Budget	32,257	33,045	32,534	-511	0.0	0.0	0.0	0.0

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

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

Table ZB0-3 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 ZB0-3 Debt Service - Issuance Costs

(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
(1000) Debt Service - Issuance Costs								
(1100) Debt Service - Issuance Costs	6,514	15,000	6,000	-9,000	0.0	0.0	0.0	0.0
Subtotal (1000) Debt Service - Issuance Costs	6,514	15,000	6,000	-9,000	0.0	0.0	0.0	0.0
Total Proposed Operating Budget	6,514	15,000	6,000	-9,000	0.0	0.0	0.0	0.0

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

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

Table SM0-3 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 SM0-3 Schools Modernization Fund

(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
(1000) Schools Modernization Fund								
(1100) Schools Modernization Fund	8,612	8,613	8,621	8	0.0	0.0	0.0	0.0
Subtotal (1000) Schools Modernization Fund	8,612	8,613	8,621	8	0.0	0.0	0.0	0.0
Total Proposed Operating Budget	8,612	8,613	8,621	8	0.0	0.0	0.0	0.0

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

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

Table DT0-3 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 DT0-3 Repayment of Revenue Bonds

(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
(1000) Repayment of Revenue Bonds								
(1100) Repayment of Revenue Bonds	2,149	7,574	6,691	-883	0.0	0.0	0.0	0.0
Subtotal (1000) Repayment of Revenue Bonds	2,149	7,574	6,691	-883	0.0	0.0	0.0	0.0
Total Proposed Operating Budget	2,149	7,574	6,691	-883	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 Change

The Gross funds budget for FY 2012 will increase by \$22,649,258 across all six debt service agencies. The net Local funds budget will increase by \$28,164,483,

the Dedicated Taxes budget will decrease by \$5,683,225, and the Special Purpose Revenue budget will increase by \$168,000. These changes are the result of adjustments to debt service payments.

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

Table DS0-4 itemizes the changes by revenue type between the FY 2011 approved budget and the FY 2012 proposed budget.

Table DS0-4

(dollars in thousands)

	PROGRAM	BUDGET	FTE
LOCAL FUNDS: FY 2011 Approved Budget and FTE		401,905	0.0
Cost Increase: Increase Repayment of Loan and Interest	Repayment of Loans and Interest	40,168	0.0
FY 2012 Initial Adjusted Budget		442,072	0.0
Cost Decrease: Cost savings	Repayment of Loans and Interest	-4,000	0.0
LOCAL FUNDS: FY 2012 Proposed Budget and FTE		438,072	0.0
DEDICATED TAXES: FY 2011 Approved Budget and FTE		4,800	0.0
Cost Decrease: Parking tax no longer dedicated to debt service	Repayment of Loans and Interest	-4,800	0.0
FY 2012 Initial Adjusted Budget		0	0.0
DEDICATED TAXES: FY 2012 Proposed Budget and FTE		0	0.0
SPECIAL PURPOSE REVENUE FUNDS: FY 2011 Approved Budget and FTE		4,204	0.0
Cost Increase: Debt service	Repayment of Loans and Interest	168	0.0
FY 2012 Initial Adjusted Budget		4,372	0.0
SPECIAL PURPOSE REVENUE FUNDS: FY 2012 Proposed Budget and FTE		4,372	0.0
Gross for DS0 - Repayment of Loans and Interest		442,444	0.0

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

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

Table ZA0-4 itemizes the changes by revenue type between the FY 2011 approved budget and the FY 2012 proposed budget.

Table ZA0-4

(dollars in thousands)

	PROGRAM	BUDGET	FTE
LOCAL FUNDS: FY 2011 Approved Budget and FTE		3,000	0.0
Cost Increase: Debt Service	Short-Term Borrowings	3,000	0.0
FY 2012 Initial Adjusted Budget		6,000	0.0
Cost Decrease: Cost savings	Short-Term Borrowings	-1,500	0.0
LOCAL FUNDS: FY 2012 Proposed Budget and FTE		4,500	0.0
Gross for ZA0 - Repayment of Interest on Short Term Borrowing		4,500	0.0

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

Table CP0-4 itemizes the changes by revenue type between the FY 2011 approved budget and the FY 2012 proposed budget.

Table CP0-4

(dollars in thousands)

	PROGRAM	BUDGET	FTE
LOCAL FUNDS: FY 2011 Approved Budget and FTE		33,045	0.0
Cost Decrease: Debt service	Certificate of Participation	-511	0.0
FY 2012 Initial Adjusted Budget		32,534	0.0
LOCAL FUNDS: FY 2012 Proposed Budget and FTE		32,534	0.0
Gross for CP0 - Certificate of Participation		32,534	0.0

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

Table ZB0-4 itemizes the changes by revenue type between the FY 2011 approved budget and the FY 2012 proposed budget.

Table ZB0-4

(dollars in thousands)

	PROGRAM	BUDGET	FTE
LOCAL FUNDS: FY 2011 Approved Budget and FTE		15,000	0.0
Cost Decrease: Debt service	Debt Service - Issuance Costs	-9,000	0.0
FY 2012 Initial Adjusted Budget		6,000	0.0
LOCAL FUNDS: FY 2012 Proposed Budget and FTE		6,000	0.0
Gross for ZB0 - Debt Service - Issuance Costs		6,000	0.0

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

Table SM0-4 itemizes the changes by revenue type between the FY 2011 approved budget and the FY 2012 proposed budget.

Table SM0-4

(dollars in thousands)

	PROGRAM	BUDGET	FTE
LOCAL FUNDS: FY 2011 Approved Budget and FTE		8,613	0.0
Cost Increase: Interest for 2007A and 2007C GO Bonds	Schools Modernization Fund	8	0.0
LOCAL FUNDS: FY 2012 Proposed Budget and FTE		8,621	0.0
Gross for SM0 - Schools Modernization Fund		8,621	0.0

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

Table DT0-4 itemizes the changes by revenue type between the FY 2011 approved budget and the FY 2012 proposed budget.

Table DT0-4

(dollars in thousands)

	PROGRAM	BUDGET	FTE
DEDICATED TAXES: FY 2011 Approved Budget and FTE		7,574	0.0
Cost Decrease: Debt Service for Revenue Bonds	Repayment of Revenue Bonds	-883	0.0
DEDICATED TAXES: FY 2012 Proposed Budget and FTE		6,691	0.0
Gross for DT0 - Repayment of Revenue Bonds		6,691	0.0

