

Retiree Health Trust Fund (RHTF) Status and Budget, updated January 09,2013, City and County of San Francisco Controller's Office

	FY 2008-09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13			FY 2013-14	FY 2014-15
	Actuals	Actuals	Actual	Actuals	Budget	Year-to-Date	Projection	Forecast	Forecast
Revenues									
Starting Fund Balance		323,483	3,194,672	8,541,521	17,634,021	17,851,560	17,851,560	30,947,136	48,934,504
2% Employee Contribution (1)	214,928	1,903,374	3,518,030	6,140,559	6,660,000	4,001,096	8,732,232	12,000,000	15,000,000
1% Employer Contribution (1)	107,464	951,919	1,773,184	3,070,242	3,330,000	2,000,599	4,366,116	6,000,000	7,500,000
Interest Earned (2)	1,091	15,896	55,635	144,127	180,000	78,184	219,728	286,542	432,479
Total Revenue	323,483	3,194,672	8,541,521	17,896,449	27,804,021	23,931,439	31,169,636	49,233,679	71,866,982
Expenditures									
External Audit / Report	-	-	-	-	25,000	-	25,000	25,750	26,523
City Attorney-legal expenses for trust setup & ongoing costs	-	-	-	37,903	40,000	5,368	40,000	41,200	42,436
Investment Manager and Custodian expenses	-	-	-	-	125,000	-	125,000	128,750	132,613
Retirement Board Administrative Support	-	-	-	-	12,500	5,368	12,500	12,875	13,261
Education / Training	-	-	-	6,985	20,000	-	20,000	20,600	21,218
Board Election (3)	60,000	-	-	-	-	-	-	70,000	-
Total Expenditures	60,000	-	-	44,888	222,500	10,736	222,500	299,175	236,050
Ending Fund Balance	263,483	3,194,672	8,541,521	17,851,560	27,581,521	23,920,703	30,947,136	48,934,504	71,630,932

Assumptions

(1) For FY12-13, revenue forecast assumption has adjusted to 1.6% monthly growth in contributions from January to June 2013 based on actual from July to December 2012. This represents FY12-13 annual growth rate at 42%. For FY13-14 and FY 14-15, revenue forecast growth is at approximately 33% and 25% respectively.

(2) projected interest earnings for 12-13 extrapolated from year to date, while 13-14 assumption of 0.72%, consistent with pooled interest rate assumptions by TTX. FY 14-15 is held constant at 0.72%. This does not yet assume investment earnings from longer term investments.

(3) Elections are held once every five years; the next one is scheduled for May 2014 with estimated cost of \$70,000. There may be another election if a board member retires/leaves before May 2014 but this cost is not budgeted.

