

**Government of the District of Columbia
Office of the Chief Financial Officer**



Natwar M. Gandhi
Chief Financial Officer

MEMORANDUM

TO: The Honorable Vincent C. Gray
Chairman, Council of the District of Columbia

FROM: Natwar M. Gandhi
Chief Financial Officer 

DATE: MAY - 4 2007

SUBJECT: Fiscal Impact Statement: "Retirement Modifications for Chief of Police Cathy Lanier Amendment Act of 2007"

REFERENCE: Draft Legislation – No Bill Number Available

Conclusion

Funds are sufficient in the FY 2007 budget and the proposed FY 2008 through FY 2011 budget and financial plan to implement the proposed legislation. No additional staff will be required.

Background

The proposed legislation authorizes a retirement eligibility and retirement payment to Chief of Police Cathy Lanier should separation from District service occur prior to the Chief's fiftieth birthday. The rate of pay would be set at 71.5 percent of the Chief's average pay at the time of separation. In addition, the proposed legislation exempts the Chief from the 7 percent of base salary payroll deduction contribution. The proposed legislation will reimburse the Chief for previous withholdings back to January 2, 2007.

Financial Plan Impact

Funds are sufficient in the FY 2007 budget and the proposed FY 2008 through FY 2011 budget and financial plan. No additional staff will be required. The District of Columbia's Police Officers and Fire Fighters' Retirement Fund is regulated by the Retirement Board, and any retirement plan modification of an individual annuitant's benefit would be taken into consideration during the periodic actuarial study that determines the District's contribution requirements.