



MoDOT & Patrol Employees' Retirement System

TO: MPERS' Budget Committee
FROM: Scott Simon
DATE: February 3, 2022
SUBJECT: FY 2022 Mid-Year Budget Update

Governance policy requires a budgetary review twice a year—once when the budget is prepared for approval by the Board and a second time at mid-year. We are also required to provide a mid-year update on travel expenditures, which is included as well.

As is normally the case, several categories appear to show significant savings while others may appear at risk of going over approved limits. Do not let that deceive you as the categories that appear behind typically see end of year payments bringing them in line with the approved budget and those that appear ahead of schedule see payments occur early in the year rather than at the end. An exception to this is the category for Information Technology. This category will go over for the year because of our need for support hours for the pension database (PensionGold). This is not a concern for the overall budget, which should still come in as originally planned or even under approved limits. There are a few categories, travel for example, that are very low which is a function of the pandemic. We are still seeing very little travel as many offices remain closed to visitors. At this time, except for the aforementioned category, we are where we should be with the budget with no other concerns to bring to your attention.

This update does not include the costs associated with 605 Dix Road; the adjacent property recently acquired to expand MPERS parking. Those fixed asset costs will be capitalized as they occur and are not part of the normal operating budget. At this point, those costs are coming in under what was originally indicated but it is still early in that process. I will provide an update on this once we have the project completed.

This distribution will be viewed as satisfying the expectations within our governance policy unless the committee or one of its members would like additional details or for us to arrange a meeting to discuss this report at greater length.

MoDOT & Patrol Employees' Retirement System
FY22 Budget - mid-year update

<u>Budget Category</u>	<u>FY20 YTD Actual</u>	<u>FY21 YTD Actual</u>	<u>FY22 Final Budget</u>	<u>FY22 YTD Actuals</u>	<u>FY22 YTD % Spent</u>
Administrative Expenses					
1 Salary/Benefits	\$2,023,781	\$2,163,499	\$2,141,995	\$1,147,060	53.55%
2 Professional Services	312,293	339,051	345,700	166,015	48.02%
3 Meeting/Travel/Education	17,088	4,976	40,800	11,765	28.84%
4 Member Education	4,219	2,582	15,780	392	2.48%
5 Office Supplies	4,183	2,941	6,000	1,851	30.85%
6 Printing/Postage	24,348	24,135	29,900	6,728	22.50%
7 Membership Dues/Subscriptions	20,519	22,446	24,383	18,280	74.97%
8 Utilities	30,562	29,806	36,460	17,392	47.70%
9 Building Expenses/Maintenance	39,822	31,058	42,710	14,673	34.35%
10 Rental/Lease	10,096	9,100	9,555	4,012	41.99%
11 Equipment/Furniture	4,671	3,515	8,400	550	6.55%
12 Information Technology	248,215	294,681	316,423	302,810	95.70%
Administrative sub-total	\$2,739,797	\$2,927,790	\$3,018,106	\$1,691,528	56.05%
Investment Expenses					
13 Salary/Benefits	1,172,017	1,489,186	2,059,357	918,605	44.61%
14 Investment Services	635,443	646,176	656,022	358,012	54.57%
15 Meeting/Travel/Education	40,771	6,896	58,350	7,940	13.61%
16 Direct Operating Expenses	42,471	42,922	45,770	24,939	54.49%
Investment sub-total	\$1,890,702	\$2,185,180	\$2,819,499	\$1,309,496	46.44%
TOTALS	\$4,630,499	\$5,112,970	\$5,837,605	\$3,001,024	51.41%



Mid-Year Budget & Expense Review

FY2022

(July 1, 2021 to June 30, 2022)

			YTD	FY2022
Board - Meeting Travel/Education			<u>Actual</u>	<u>Budgeted</u>
Board Education/Travel-Airline			\$0	\$800
Board Education/Travel-Lodging			\$103	\$1,925
Board Education/Travel-Meals			\$0	\$600
Board Education/Travel-Rental Car/Gas			\$0	\$0
Board Education/Travel-Personal Car			\$487	\$500
Board Education/Travel-Incidentals/Parking			\$0	\$100
Board Education/Travel-Registration Fees			<u>\$0</u>	<u>\$10,075</u>
Total Board			\$590	\$14,000
	Executive	Other	YTD	YTD
Staff - Meeting Travel/Education	<u>Director</u>	<u>Staff</u>	<u>Actual</u>	<u>Budgeted</u>
Staff Education/Travel-Airline	\$0	\$0	\$0	\$3,100
Staff Education/Travel-Lodging	\$198	\$0	\$198	\$7,200
Staff Education/Travel-Meals	\$48	\$0	\$48	\$1,500
Staff Education/Travel-Rental Car/Gas	\$0	\$0	\$0	\$0
Staff Education/Travel-Personal Car	\$456	\$0	\$456	\$1,500
Staff Education/Travel-Incidentals/Parking	\$0	\$0	\$0	\$500
Staff Education/Travel-Registration Fees	<u>\$0</u>	<u>\$1,135</u>	<u>\$1,135</u>	<u>\$9,000</u>
Total Staff	\$702	\$1,135	\$1,837	\$22,800