



San Bernardino County Employees' Retirement Assoc.

Staff Report Details (With Text)

File #: 22-206.1 **Name:**

Type: Action Item

File created: 5/23/2022 **In control:** BOARD OF RETIREMENT

On agenda: 6/2/2022 **Final action:** 6/2/2022

Title: Approve the proposed Annual Budget for the Fiscal Year Ending June 30, 2023.

Sponsors:

Indexes:

Code sections:

Attachments: 1. Exhibit A: Proposed Annual Budget for the Fiscal Year Ending June 30, 2023

Date	Ver.	Action By	Action	Result
6/2/2022	1	BOARD OF RETIREMENT	Approved as amended	Pass

FROM: Amy McInerny, Chief Financial Officer

SUBJECT: Annual Budget for the Fiscal Year Ending June 30, 2023

RECOMMENDATION:

Approve the proposed Annual Budget for the Fiscal Year Ending June 30, 2023.

BACKGROUND:

On an annual basis, SBCERA is required to adopt an Annual Budget which covers both Administrative and Non-Administrative Expenses of the Plan for the coming fiscal year. Staff has prepared the proposed budget attached as Exhibit A. In summary, this budget is a 12.1% increase, or \$3,293,800, from the approved budget for the Fiscal Year Ending June 30, 2022.

Annual Budget Summary by Expenditure Budget for the Fiscal Year Ending June 30, 2023						
	FY 22/23	FY21/22	FY21/22	Increase/ (Decrease) over FY 21/22	Change over FY 21/22	Share of
	Proposed Budget	Approved Budget	Estimated Actual	Budget	Budget	Annual Budget
Total Administrative Budget	\$ 13,226,000	\$ 11,435,850	\$ 9,849,985	\$ 1,790,150	15.7%	43%
Total Non-Administrative Budget	17,352,000	15,809,350	12,803,862	1,542,650	9.8%	57%
Total Budget	\$ 30,578,000	\$ 27,245,200	\$ 22,653,847	\$ 3,332,800	12.2%	100%

A total of eight new positions are being requested, as well as five reclassifications or salary range adjustments.

California Government Code 31580.2 imposes a statutory limit on Administrative Expenses based on

no more than 21 basis points of the most recent Actuarial Accrued Liability. That limit, calculated on page 16 of the proposed Annual Budget is \$31,410,614. The requested Administrative Expense Budget of \$13,187,000 is 9 basis points, or 42% of the statutory limit.

After unanimous recommendation by the Administrative Committee, additional insurance quotes were received. As a result, the line item for Insurance has increased from \$276,000 to \$315,000 to deal with additional increases.

BUDGET IMPACT:

This item will establish the Annual Budget for the Fiscal Year Ending June 30, 2023.

STRATEGIC PLANNING GOAL/OBJECTIVE:

Prudent Fiscal Management

COMMITTEE REVIEW:

This item was review by the Administrative Committee at its May 23, 2022, meeting, and recommended Board approval with a 3-0 vote.

STAFF CONTACT:

Amy McInerny

ATTACHMENTS:

Exhibit A: Proposed Annual Budget for the Fiscal Year Ending June 30, 2023