

2024-25 Annual Budget

Finance and Administration Committee

April 15, 2024

2023-24 Current Year Update

(\$ in thousands)	2023-24 Authorized Budget	2023-24 Expenditures and Encumbrances thru 12-31-23	Percent Expended	Forecast	Savings
Administrative Operating Costs	\$616,670	\$245,156	39.8%	\$528,387	\$88,282
Investment Operating Costs	150,595	27,832	18.5%	141,929	8,666
Headquarters Building Costs	22,753	10,116	44.5%	22,753	-
Total: Operating Costs	\$790,018	\$283,105	35.8%	\$693,069	\$96,949
Investment External Management Fees	1,368,386	540,441	39.5%	1,368,386	-
Third Party Administrator Fees	285,156	159,057	55.8%	282,646	2,510
Total: Fees	\$1,653,542	\$699,498	42.3%	\$1,651,032	\$2,510
CalPERS Total Forecast	\$2,443,560	\$982,603	40.2%	\$2,344,101	\$99,459

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2024-25 Proposed Total Budget

(\$ in thousands)	2022-23 Actual	2023-24 Authorized Budget	2024-25 Proposed Budget	Change	
				\$	%
Administrative Operating Costs	\$511,944	\$616,670	\$614,877	(\$1,792)	(0.3%)
Investment Operating Costs	93,547	150,595	146,735	(3,860)	(2.6%)
Headquarters Building Costs	17,802	22,753	31,466	8,713	38.3%
Total: Operating Costs	\$623,292	\$790,018	\$793,078	\$3,060	0.4%
Investment External Management Fees	898,964	1,368,386	1,428,052	59,666	4.4%
Third Party Administrator Fees	306,122	285,156	249,023	(36,133)	(12.7%)
Total: Fees	\$1,205,086	\$1,653,542	\$1,677,075	\$23,533	1.4%
CalPERS Total Budget	\$1,828,378	\$2,443,560	\$2,470,153	\$26,594	1.1%
Total Positions	2,843.0	2,843.0	2,843.0	-	0.0%

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Operating Costs

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Administrative Operating Costs

- \$1.1 million, or 0.2% increase in Personal Services
- \$2.9 million, or 2.2% decrease in Operating Expenses & Equipment

Operating Costs

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Investment Operating Costs

\$2.0 million, or 5.0% decrease in Consultant Expenses

\$0.5 million, or 1.0% increase in Operating Expenses

\$2.3 million, or 3.8% decrease in Technology Expenses

Operating Costs

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Headquarters Building Costs

\$1.2 million, or 5.8% increase in Operating

\$7.6 million, or 100.6% increase in Non-Operating Expenses

External Fees

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Total: Fees	\$1,205,086	\$1,653,542	\$1,677,075	\$23,533	1.4%

External Management Fees

- \$137.1 million, or 13.3% increase in Base Fees
- \$77.4 million, or 23.1% decrease in Performance Fees

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Total: Fees	\$1,205,086	\$1,653,542	\$1,677,075	\$23,533	1.4%

Third Party Administrator Fees

- \$35.0 million, or 13.3% decrease in Health program fees
- \$1.1 million, or 6.2% decrease in Long Term Care program fees

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Questions?