



SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO

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LISA J. MORRIS
Executive Director

HELEN M. NINOS
Deputy Executive Director

July 1, 2013

Bethany Rhodes, Director
Ohio Retirement Study Council
88 East Broad Street, Suite 1175
Columbus, OH 43215

Dear Ms. Rhodes:

In accordance with Section 3309.041, SERS is submitting its approved FY2014 operating budget. The attached information is composed of two parts in the uniform format adopted by the five Ohio public retirement systems.

- The first page is the comparison between the FY2014 and FY2013 approved budgets.
- The second page is a comparison between the FY2014 approved budget and the draft budget submitted to you on April 19, 2013.

I am also pleased to advise that at the same meeting the Board honored the ORSC's request to adopt a revised travel policy limiting out-of-state Board travel to \$6,000 per person. Due to timing however, the budget was approved with the original higher amount, but the new policy restricts the Board to \$6,000 per person.

As always, if I can assist you with any additional information, please feel free to call me at (614) 222-5801.

Sincerely,

Lisa J. Morris
Executive Director

Enclosure

RETIREMENT BOARD

BEVERLY A. WOOLRIDGE
Chair, Employee-Member

JAMES A. ROSSLER, JR.
Vice-Chair, Appointed Member

NANCY D. EDWARDS
Appointed Member

MADONNA D. FARAGHER
Employee-Member

CHRISTINE D. HOLLAND
Employee-Member

CATHERINE P. MOSS
Retiree-Member

BARBRA M. PHILLIPS
Employee-Member

DANIEL L. WILSON
Appointed Member

VACANT
Retiree-Member

**FY2014 Approved Budget
Compared to FY2013 Approved Budget**

Budget Category	FY2014 Approved Budget	FY2013 Approved Budget	Increase (Decrease)	Budgeted % Change
Personnel	\$ 17,401,526	\$ 16,141,342	\$ 1,260,184	7.8
Salaries and Wages	13,288,131	12,443,661	844,470	6.8
OPERS Retirement Contributions	1,823,393	1,722,602	100,791	5.9
Insurance	2,290,002	1,975,079	314,923	15.9
Professional Services, including Investment Costs	\$ 6,389,812	\$ 6,350,276	\$ 39,536	0.6
Actuarial	226,250	145,450	80,800	55.6
Audit	141,500	226,500	(85,000)	(37.5)
Custodial Banking Fees	852,894	876,764	(23,870)	(2.7)
Master Record Keeper	1,429,717	1,149,873	279,844	24.3
Investment Consulting	1,712,790	1,729,302	(16,512)	(1.0)
Other Consulting	1,879,861	2,077,887	(198,026)	(9.5)
Banking Expense	146,800	144,500	2,300	1.6
Communications Expense	\$ 1,205,010	\$ 1,232,818	\$ (27,808)	(2.3)
Printing & Postage	1,030,600	1,000,108	30,492	3.0
Telephone	109,210	137,710	(28,500)	(20.7)
Member/Employer Education	65,200	95,000	(29,800)	(31.4)
Other Operating Expense	\$ 2,636,692	\$ 2,657,602	\$ (20,910)	(0.8)
Conferences & Education	470,427	473,091	(2,664)	(0.6)
Travel	325,461	353,156	(27,695)	(7.8)
Computer Technology	803,943	832,842	(28,899)	(3.5)
Other Operating Expenses	972,461	933,663	38,798	4.2
Mandatory Costs (ORSC and TOS Warrant Charges)	64,400	64,850	(450)	(0.7)
Net Building Occupancy Expense	\$ 1,193,405	\$ 1,262,817	\$ (69,412)	(5.5)
Operating Budget	\$ 28,826,445	\$ 27,644,855	\$ 1,181,590	4.3
Capital	\$ 364,350	\$ 329,579	\$ 34,771	10.6
Total Operating and Capital Budgets	\$ 29,190,795	\$ 27,974,434	\$ 1,216,361	4.3
Four-Year SMART Project Capital Budget	\$ 4,913,178	\$ 5,769,758	\$ (856,580)	(14.8)
Operating Expenditure	4,913,178	5,769,758		

The SERS Retirement Board approved the FY2014 Budget on 6/20/2013.
Fiscal Year 2014 covers the period 7/1/2013-6/30/2014.

**FY2014 Approved Budget
Compared to FY2014 Draft Budget**

Budget Category	FY2014 Approved Budget	FY2014 Draft Budget	Increase (Decrease)	% Difference
Personnel	\$ 17,401,526	\$ 17,401,526	\$ -	0.0
Salaries and Wages	13,288,131	13,288,131	-	0.0
OPERS Retirement Contributions	1,823,393	1,823,393	-	0.0
Insurance	2,290,002	2,290,002	-	0.0
Professional Services, including Investment Costs	\$ 6,389,812	\$ 6,389,812	\$ -	0.0
Actuarial	226,250	226,250	-	0.0
Audit	141,500	141,500	-	0.0
Custodial Banking Fees	852,894	852,894	-	0.0
Master Record Keeper	1,429,717	1,429,717	-	0.0
Investment Consulting	1,712,790	1,712,790	-	0.0
Other Consulting	1,879,861	1,879,861	-	0.0
Banking Expense	146,800	146,800	-	0.0
Communications Expense	\$ 1,205,010	\$ 1,205,010	\$ -	0.0
Printing & Postage	1,030,600	1,030,600	-	0.0
Telephone	109,210	109,210	-	0.0
Member/Employer Education	65,200	65,200	-	0.0
Other Operating Expense	\$ 2,636,692	\$ 2,636,692	\$ -	0.0
Conferences & Education	470,427	470,427	-	0.0
Travel	325,461	325,461	-	0.0
Computer Technology	803,943	803,943	-	0.0
Other Operating Expenses	972,461	972,461	-	0.0
Mandatory Costs (ORSC and TOS Warrant Charges)	64,400	64,400	-	0.0
Net Building Occupancy Expense	\$ 1,193,405	\$ 1,193,405	\$ -	0.0
Operating Budget	\$ 28,826,445	\$ 28,826,445	\$ -	0.0
Capital	\$ 364,350	\$ 364,350	\$ -	0.0
Total Operating and Capital Budgets	\$ 29,190,795	\$ 29,190,795	\$ -	0.0