

## Budget Summary

### Key Facts:

- Revenue Assumptions
  - \$6.46 billion in total assets – 401(k)
  - \$964 million in total assets – 457(b)
  - \$22 million in total assets – 403(b) assumed growth over 1<sup>st</sup> year
  - 0.025% Asset-based administrative fee for 401(k) and 457(b) plans
  - 0.05% Asset-based administrative fee for 403(b) program
  - Administrative Reimbursement Accounts balance as of 05.31.2013: \$2 million for 401(k) and 457(b); \$0 for 403(b).
  
- Staffing Assumptions
  - Fully employed throughout Fiscal Year 2014
  - Benefit Contribution Rates
    - NC – 14.31%
    - Social Security/Medicare – 7.65%
    - State Health Plan – \$5,192
  
- Change in cost allocation : split all expenditures based on plan asset size 401(k)-85%, 457(b)-15% and 403(b)-0.25% starting 01.01.2014
  
- Allocate additional funds to following categories:
  - 401(k) Audit – \$24,700
  - 457(b) Audit – \$2,000
  - 403(b) Audit – NA
  - Benchmarking – \$25,000
  - Personnel – \$325,794
  - Office Supplies – \$7,240

### Expansion Justification

Personnel – The growth in the personnel line item is due to the addition of the new Attorney Position, Marketing Position, Communication Position and a Compliance Position.

External Legal Counsel – Additional use of Groom law Firm to provide fiduciary and tax counsel.

Office Supplies – To buy new iPads for the board to be used at the meetings; would reduce the recurring cost of printing the books and mailing the books.

Revenue Projections

Based on the revenue assumptions detailed in the Key Facts section of page one, the table below contains the account balance and revenue projections for FY 2013 – 2014.

Revenue Projections	NC 401(k)	NC 457(b)	NC 403(b)
Administrative Reimbursement Account Current Balance	\$2,443,102	\$382,042	\$0
Projected Revenue (2013 – 2014)	\$1,615,000	\$241,833	\$5,500
Projected Account Interest*	\$40,756	\$26,986	\$500
Total Available Funds	\$4,098,858	\$650,861	\$6,000

\*Assumed average account balance interest calculation.

Information on NAGDCA Conference

NAGDCA Annual Conference – September 8 – 11, 2013

Marriott Louisville Downtown – Louisville, KY

Agenda for the conference attached:

<http://www.nagdca.org/content.cfm/id/agenda>