



## Inter Office Memo

DEPARTMENT OF  
HUMAN RESOURCES

### ITEM 7

DATE: April 10, 2025

TO: Deferred Compensation Management Council

FROM: DayVonna Youngblood, Human Resources Manager

SUBJECT: 2024-25 Fiscal Year Second Quarter Budget Report

#### **DISCUSSION**

Pursuant to Section 8.02 of the County of Fresno 457(b) Deferred Compensation Plan Document and County of Fresno Board of Supervisors Resolution No. 22-114, the Deferred Compensation Management Council (the "Council") shall determine the reasonable expenses of the 457(b) Deferred Compensation Plan and the 401(a) Defined Contribution Plan (the "Plans"), such as third-party administration, consulting, legal and County staff costs.

In addition, the Council shall determine the administrative fee charged to Participants to pay for such reasonable expenses of the Plans, on an annual basis. On June 20, 2024, the Council approved a Fiscal Year 2024-25 budget for the Plans' expenses and set the total administrative fee at 0.175%, which is comprised of 0.10% for record-keeping fees, pursuant to Agreement No. 20-033, and 0.075% for discretionary administrative expenses.

Staff has prepared a 2024-25 Fiscal Year budget report for the six-month period that ended December 31, 2024 (Exhibit A). The Fiscal Year 2024-25 budget for the Plans is attached to this item (Exhibit B) for reference.

Exhibit A has three (3) columns for Revenue, Discretionary Expenses, and Mandatory Expenses:

1. "Approved" provides the dollar amounts that were approved by the Council on June 20, 2024.
2. "Year to Date" provides the revenue received and expenses incurred between July 1, 2024 and December 31, 2024.
3. "Projected" provides the dollar amounts that staff projects will be the year-end totals.

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In addition, staff has provided the surplus or deficit numbers, both year to date and projected for the full year. Please note that the projections are estimates based primarily on the following:

- The trends for this fiscal year, such as increasing/decreasing Plan assets leading to increasing/decreasing revenues and record-keeping fees; and
- Expenses that will be incurred prior to the end of the fiscal year, such as the fiduciary liability insurance policy.

**RECOMMENDED ACTION**

**There are no recommended actions associated with this item.**

# ITEM 7 - EXHIBIT A

## County of Fresno 457(b) Deferred Compensation Plan

## County of Fresno 401(a) Defined Contribution Plan

Fiscal Year 2024-25 Revenue & Expenses as of December 31, 2024

Revenue	Approved	Year to Date	Projected
Administrative Fee	\$265,000	\$ 156,649	\$ 287,000
FY 2023-24 Carryover	\$15,000	\$ 15,000	\$ 15,000
<b>Total Revenue:</b>	<b>\$280,000</b>	<b>\$ 156,649</b>	<b>\$ 302,000</b>
Discretionary Expenses	Approved	Year to Date	Projected
County Staff	\$ 165,000	\$ 55,087	\$ 150,000
Consultant	\$ 72,500	\$ 48,750	\$ 70,000
Fiduciary Liability Insurance	\$ 15,000	\$ -	\$ 15,000
Off-Site Training	\$ 12,500	\$ 2,370	\$ 9,400
Contingencies	\$ 15,000	\$ -	\$ -
<b>Total Expenses:</b>	<b>\$ 280,000</b>	<b>\$ 106,207</b>	<b>\$ 244,400</b>

	Year to Date	Projected
<b>Surplus (Deficit):</b>	<b>\$ 50,442</b>	<b>\$ 57,600</b>

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Mandatory Expenses	Approved	Year to Date	Projected
Record-keeping Fees	\$ 383,000	\$ 196,791	\$ 394,000

## ITEM 7 - EXHIBIT B

### County of Fresno 457(b) Deferred Compensation Plan

### County of Fresno 401(a) Defined Contribution Plan

## Approved Fiscal Year 2024-25 Budget

### Discretionary Items

Revenue Source	2024-25 Budget	% of Revenue	2023-24 Budget	\$ Change from 2023-24	% Change from 2023-24
Administrative Fee	\$265,000	95%	\$255,000	\$10,000	4%
FY 2023-24 Carryover	\$15,000	5%	n/a	n/a	n/a
<b>Total Revenue:</b>	<b>\$280,000</b>	<b>100%</b>	<b>\$255,000</b>	<b>\$25,000</b>	<b>10%</b>
Expense	2024-25 Budget	% of Expenses	2023-24 Budget	\$ Change from 2023-24	% Change from 2023-24
County Staff	\$165,000	59%	\$158,000	\$7,000	4%
Consultant	\$72,500	26%	\$42,500	\$30,000	71%
Fiduciary Liability Insurance	\$15,000	5%	\$16,000	-\$1,000	-6%
Off-Site Training	\$12,500	5%	\$11,000	\$1,500	14%
Contingencies	\$15,000	5%	\$27,500	-\$12,500	-45%
<b>Total Expenses:</b>	<b>\$280,000</b>	<b>100%</b>	<b>\$255,000</b>	<b>\$25,000</b>	<b>10%</b>

### Mandatory Items

Revenue Source	2024-25 Budget	2023-24 Budget	\$ Change from 2023-24	% Change from 2023-24
Nationwide Fee	\$383,000	\$352,000	\$31,000	9%
Expense	2024-25 Budget	2023-24 Budget	\$ Change from 2023-24	% Change from 2023-24
Record-keeping	\$383,000	\$352,000	\$31,000	9%