

# POOLED MONEY INVESTMENT BOARD

## FY 2023 – FY 2025 BUDGET ANALYSIS

FIGURE 1  
BUDGET OVERVIEW, FY 2023 – FY 2025

|                                | Actual<br>FY 2023 | Agency<br>FY 2024 | Governor<br>FY 2024 | Agency<br>FY 2025 | Governor<br>FY 2025 |
|--------------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|
| <b>Operating Expenditures:</b> |                   |                   |                     |                   |                     |
| State General Fund             | \$ -              | \$ -              | \$ -                | \$ -              | \$ -                |
| Federal Funds                  | -                 | -                 | -                   | -                 | -                   |
| All Other Funds                | 722,761           | 841,630           | 841,630             | 877,800           | 877,800             |
| <i>Subtotal</i>                | <i>\$ 722,761</i> | <i>\$ 841,630</i> | <i>\$ 841,630</i>   | <i>\$ 877,800</i> | <i>\$ 877,800</i>   |
| <b>Capital Improvements:</b>   |                   |                   |                     |                   |                     |
| State General Fund             | \$ -              | \$ -              | \$ -                | \$ -              | \$ -                |
| Federal Funds                  | -                 | -                 | -                   | -                 | -                   |
| All Other Funds                | -                 | -                 | -                   | -                 | -                   |
| <i>Subtotal</i>                | <i>\$ -</i>       | <i>\$ -</i>       | <i>\$ -</i>         | <i>\$ -</i>       | <i>\$ -</i>         |
| <b>TOTAL</b>                   | <b>\$ 722,761</b> | <b>\$ 841,630</b> | <b>\$ 841,630</b>   | <b>\$ 877,800</b> | <b>\$ 877,800</b>   |
| <b>Percentage Change:</b>      |                   |                   |                     |                   |                     |
| State General Fund             | -- %              | -- %              | -- %                | -- %              | -- %                |
| All Funds                      | (1.0) %           | 16.4 %            | 16.4 %              | 4.3 %             | 4.3 %               |
| FTE Positions                  | 5.0               | 5.0               | 5.0                 | 5.0               | 5.0                 |

The Pooled Money Investment Board (PMIB) and its authority are established under the State Monies Law, KSA 75-4201 *et seq.* The PMIB manages the investable state money available from the State General Fund (SGF) and the hundreds of other individual state agency funds received by the Office of the State Treasurer. PMIB also provides investment management services for individual state agencies with statutorily authorized investment authority. The agencies are referred to as “special funds,” and include the Kansas Department of Transportation and the Health Care Stabilization Fund.

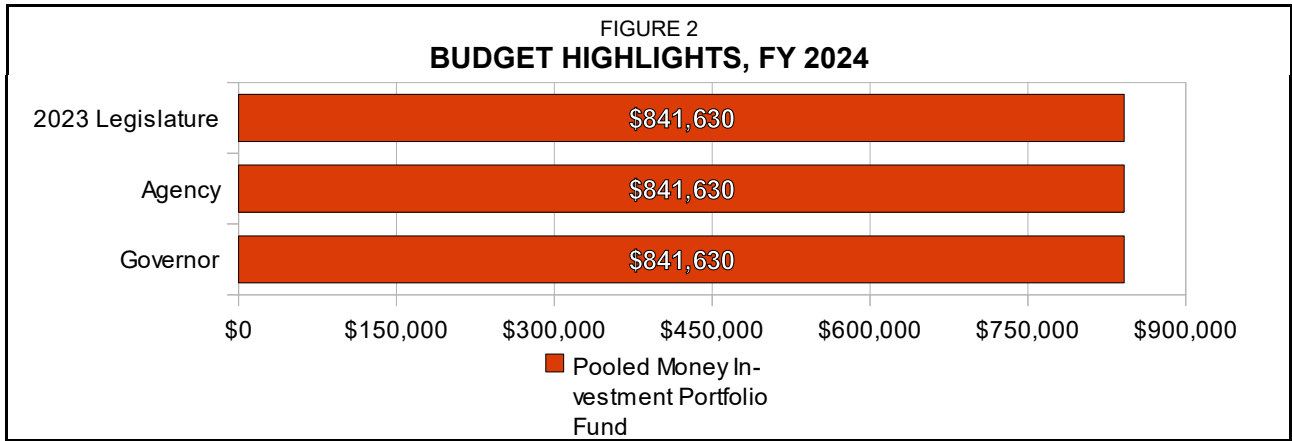
In addition, PMIB administers the Kansas Municipal Investment Pool (MIP), a state program providing local municipal entities with an investment alternative for their idle funds. For investment and cash flow management purposes, MIP moneys are combined with investable state moneys to create the Pooled Money Investment Portfolio (PMIP). Under state statutes, investments are allowed in Kansas bank certificates of deposit, U.S. Treasury securities, U.S. governmental agency securities, high-grade commercial paper, high-grade corporate bonds, and overnight repurchase agreements.

**STATUTORY BASIS:** • KSA 75-4201 *et seq.*

**AGENCY GOALS:** • The Pooled Money Investment Board aspires to be a premier financial services organization; serving both the citizens and the State of Kansas through professionalism, integrity, and efficiency. The agency strives to maximize the return on those resources entrusted to our care while remaining steadfast to the primary objectives of safety and liquidity.

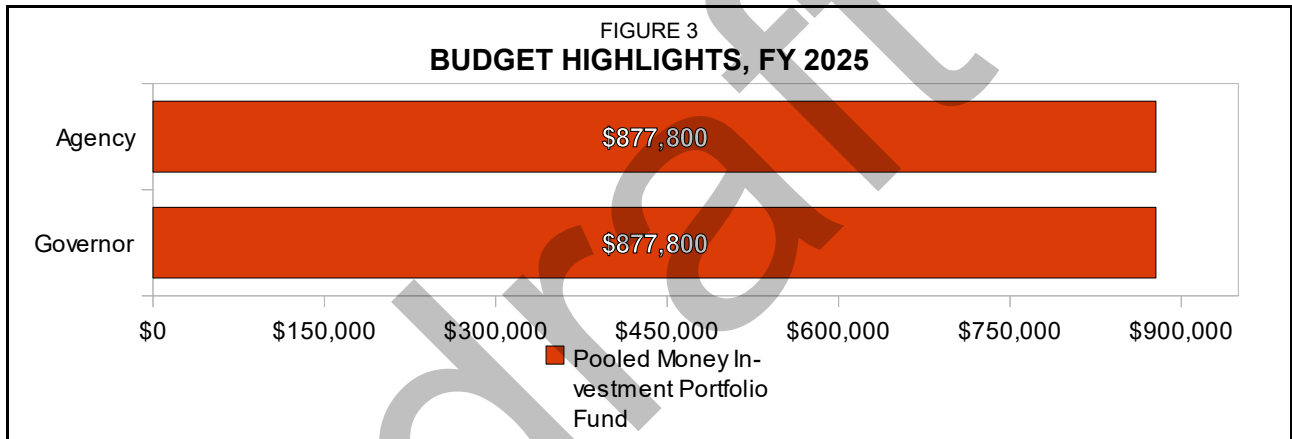
### EXECUTIVE SUMMARY

The 2023 Legislature approved a budget of \$841,630, all from the Pooled Money Investment Portfolio Fund, for the Pooled Money Investment Board in FY 2024.



The **agency** requests a revised estimate of \$841,630, all from the Pooled Money Investment Portfolio Fund, in expenditures and 5.0 FTE positions in FY 2024. This is the same as the amount approved by the 2023 Legislature.

The **Governor** concurs with the agency's FY 2024 revised estimate.



The **agency** requests \$877,800, all from the Pooled Money Investment Portfolio Fund, in expenditures and 5.0 FTE positions for FY 2025. This is an increase of \$36,170, or 4.3 percent, above the agency's FY 2024 revised estimate.

The **Governor** concurs with the agency's request for FY 2025.

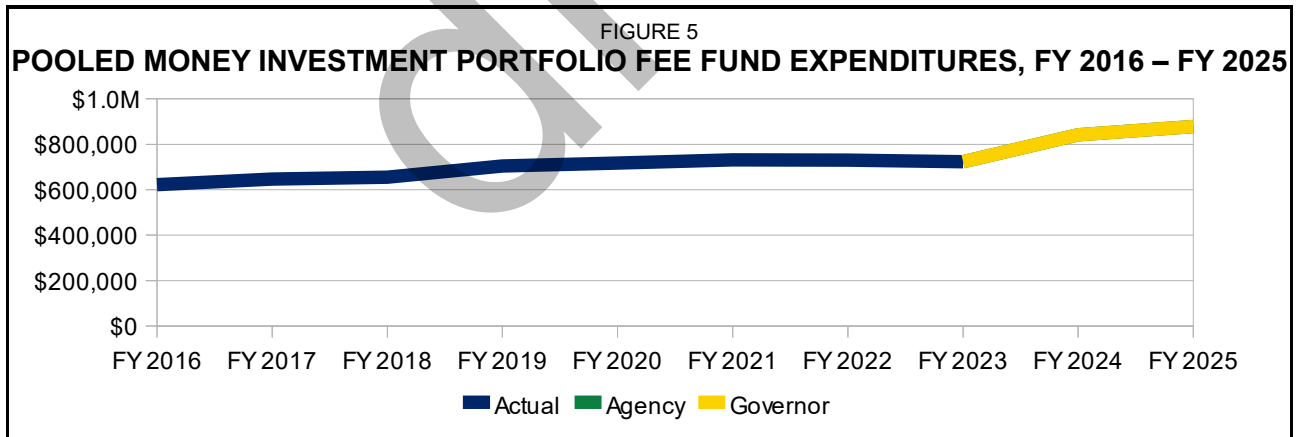
## EXPENDITURES AND FINANCING

FIGURE 4

**BUDGET SUMMARY BY CATEGORY OF EXPENDITURE, FY 2023 – FY 2025**

| Category of Expenditure:  | Actual<br>FY 2023 | Agency<br>FY 2024 | Governor<br>FY 2024 | Agency<br>FY 2025 | Governor<br>FY 2025 |
|---------------------------|-------------------|-------------------|---------------------|-------------------|---------------------|
| Salaries and Wages        | \$ 508,100        | \$ 626,545        | \$ 626,545          | \$ 642,744        | \$ 642,744          |
| Contractual Services      | 149,232           | 135,490           | 135,490             | 154,686           | 154,686             |
| Commodities               | 3,047             | 6,140             | 6,140               | 4,270             | 4,270               |
| Capital Outlay            | 62,382            | 73,455            | 73,455              | 76,100            | 76,100              |
| Debt Service Interest     | -                 | -                 | -                   | -                 | -                   |
| <i>Subtotal</i>           | <i>\$ 722,761</i> | <i>\$ 841,630</i> | <i>\$ 841,630</i>   | <i>\$ 877,800</i> | <i>\$ 877,800</i>   |
| Aid to Local Units        | -                 | -                 | -                   | -                 | -                   |
| Other Assistance          | -                 | -                 | -                   | -                 | -                   |
| <i>Subtotal—Operating</i> | <i>\$ 722,761</i> | <i>\$ 841,630</i> | <i>\$ 841,630</i>   | <i>\$ 877,800</i> | <i>\$ 877,800</i>   |
| Capital Improvements      | -                 | -                 | -                   | -                 | -                   |
| Debt Service Principal    | -                 | -                 | -                   | -                 | -                   |
| <b>TOTAL</b>              | <b>\$ 722,761</b> | <b>\$ 841,630</b> | <b>\$ 841,630</b>   | <b>\$ 877,800</b> | <b>\$ 877,800</b>   |
| <b>Financing:</b>         |                   |                   |                     |                   |                     |
| State General Fund        | \$ -              | \$ -              | \$ -                | \$ -              | \$ -                |
| Pooled Money              | 722,761           | 841,630           | 841,630             | 877,800           | 877,800             |
| Investment Portfolio Fund | -                 | -                 | -                   | -                 | -                   |
| Federal Funds             | -                 | -                 | -                   | -                 | -                   |
| All Other Funds           | -                 | -                 | -                   | -                 | -                   |
| <b>TOTAL</b>              | <b>\$ 722,761</b> | <b>\$ 841,630</b> | <b>\$ 841,630</b>   | <b>\$ 877,800</b> | <b>\$ 877,800</b>   |
| FTE Positions             | 5.0               | 5.0               | 5.0                 | 5.0               | 5.0                 |

## POOLED MONEY INVESTMENT PORTFOLIO FEE FUND



The Pooled Money Investment Portfolio Fee Fund was created by the 1996 Legislature in KSA 75-4234. Administrative fees are charged for portfolio management services from the investment earnings in the PMIP and deposited into the Pooled Money Investment Portfolio Fee Fund. Fees are based on the average balance of the portfolios. Pursuant to KSA 75-4235, fees not necessary for reimbursement of administrative expenses are transferred monthly to the SGF. The agency required interest earnings of 22.2 days in FY 2021, 29.3 days in FY 2022, 1.0 day in FY 2023, and will require interest for an estimated 1.0 day in FY 2024 and 1.0 day for FY 2025 to pay for the agency's administrative expenditures.

FIGURE 6

## SUMMARY OF BUDGET REQUEST, FY 2024

|                                         | SGF         | All Funds         | FTE        |
|-----------------------------------------|-------------|-------------------|------------|
| <b>Legislative Approved:</b>            |             |                   |            |
| Amount Approved by 2023 Legislature     | \$ -        | \$ 841,630        | 5.0        |
| 1.No Changes                            | -           | -                 | --         |
| <i>Subtotal—Legislative Approved</i>    | \$ -        | \$ 841,630        | 5.0        |
| <b>Agency Revised Estimate</b>          |             |                   |            |
| 2.No Changes                            | \$ -        | \$ -              | --         |
| <i>Subtotal—Agency Revised Estimate</i> | \$ -        | \$ 841,630        | 5.0        |
| <b>Governor's Recommendation:</b>       |             |                   |            |
| 3.No Changes                            | \$ -        | \$ -              | --         |
| <b>TOTAL</b>                            | <b>\$ -</b> | <b>\$ 841,630</b> | <b>5.0</b> |

### LEGISLATIVE APPROVED

1. **NO CHANGES.** The 2023 Legislature approved a budget of \$841,630 for the Pooled Money Investment Board for FY 2024. No subsequent adjustments were made to that amount. The agency requests 5.0 FTE positions, which is unchanged from FY 2024 approved amount.

### AGENCY REVISED ESTIMATE

The **agency** requests a revised estimate of \$841,630, all from the Pooled Money Investment Portfolio Fee Fund, in expenditures and 5.0 FTE positions in FY 2024.

2. **NO CHANGES.** The agency's revised estimate is the same as the amount approved by the 2023 Legislature.

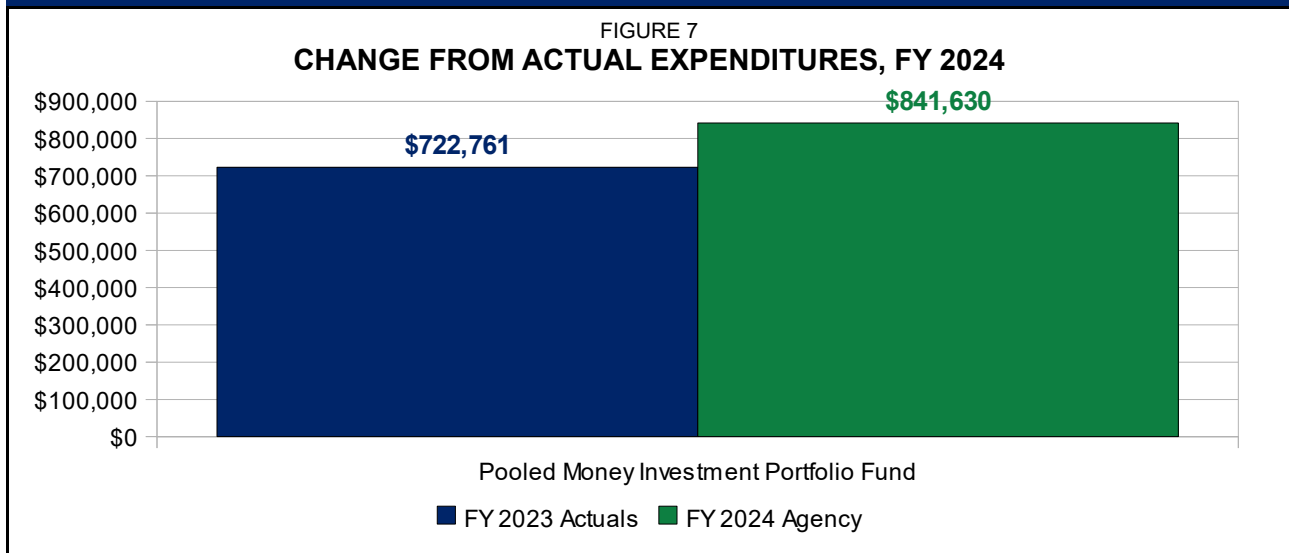
### GOVERNOR'S RECOMMENDATION

The **Governor** concurs with the agency's FY 2024 revised estimate. The fall 2023 Consensus Revenue Estimating (CRE) Group increased the estimated Pooled Money Investment Portfolio Fee Fund transfer to the SGF to \$9.6 million, which is an increase of \$1.7 million above the amount approved by the 2023 Legislature. This does not impact the agency's expenditures.

3. **NO CHANGES.** The Governor does not recommend any changes to the agency's request in FY 2024.

The **Governor's** recommendation also includes 5.0 FTE positions, which is the same as the agency's request.

## FY 2024 CHANGE FROM ACTUAL EXPENDITURES



The **agency** estimates revised expenditures of \$841,630, all from the Pooled Money Investment Portfolio Fee Fund, in FY 2024. This is an all funds increase of \$118,869, or 16.4 percent, above the agency's FY 2023 actual amount. This increase is primarily attributable to the 5.0 percent salary adjustment for employees in FY 2024 added by the 2023 Legislature, as well as increased expenditures for employer contributions to group health insurance. Additionally, the agency did not expend all approved expenditures in FY 2023 due to having a vacant position for part of the year.

## FY 2025 ANALYSIS

FIGURE 8  
SUMMARY OF BUDGET REQUEST, FY 2025

|                                   | SGF         | All Funds         | FTE        |
|-----------------------------------|-------------|-------------------|------------|
| <b>Agency Request:</b>            |             |                   |            |
| Request without Major Changes     | \$ -        | \$ 850,601        | 5.0        |
| 1. Salaries and Wages             | -           | 16,199            | --         |
| 2. Performance Audit              | -           | 11,000            | --         |
| <i>Subtotal—Agency Request</i>    | <i>\$ -</i> | <i>\$ 877,800</i> | <i>5.0</i> |
| <b>Governor's Recommendation:</b> |             |                   |            |
| 3. No Changes                     | \$ -        | \$ -              | --         |
| <b>TOTAL</b>                      | <b>\$ -</b> | <b>\$ 877,800</b> | <b>5.0</b> |

### AGENCY REQUEST

The **agency** requests \$877,800, all from the Pooled Money Investment Portfolio Fee Fund, in expenditures and 5.0 FTE positions for FY 2025. This is an all funds increase of \$36,170, or 4.3 percent, above the FY 2024 revised estimate. Significant adjustments are as follows:

1. **SALARIES AND WAGES.** The agency is requesting \$16,199 for increased employer costs for salary adjustments and fringe benefits.
2. **PERFORMANCE AUDIT.** The agency is requesting \$11,000 to fund a performance audit that occurs every two years. Every two years, a statutory performance audit is required for the PMIB. The examination includes a comparative investment performance review and an analysis of the investment program, including an evaluation of investment policies and practices and of specific investments in the pooled money investment portfolio. The analysis of the specific investments in the portfolio reviews whether such investments meet the investment priorities of safety, liquidity, and performance. CliftonLarsonAllen LLP will conduct this audit through FY 2027.

### GOVERNOR'S RECOMMENDATION

The **Governor** concurs with the agency's request for FY 2025. The fall 2023 CRE Group decreased the estimated Pooled Money Investment Portfolio Fee Fund transfer to the SGF to \$8.5 million for FY 2025, which is an increase of \$995,300 above the agency's budget request. This does not impact expenditures in the agency's budget.

The **Governor's** recommendation includes the following adjustments:

3. **NO CHANGES.** The Governor does not recommend any changes to the agency's request for FY 2025.

The **Governor's** recommendation also includes 5.0 FTE positions, which is the same as the agency's request.