

## Undertaking # 34

MPI to quantify the savings from bringing payroll in-house, specifically as it relates to the availability of funds by not having to send them to an outside payroll processor in advance of when MPI would actually have to pay individuals.

### RESPONSE:

Some of the benefits to bringing payroll in-house include:

- Reduction in third party processing fees of approximately \$140,000 in perpetuity (value of \$3.5 million at a rate of 4% annually).
- The Corporation retains funds relating to payroll for longer periods of time (money released to payroll account days later in the in-house process versus outside payroll processor deadlines for remittance) results in annual additional interest of approximately \$17,000 (value of \$415,000 at a rate of 4% annually).