

# Office of the General Treasurer

FY 2015 Revised and FY 2016  
Budgets

Staff Presentation  
April 15, 2015

## Summary by Program

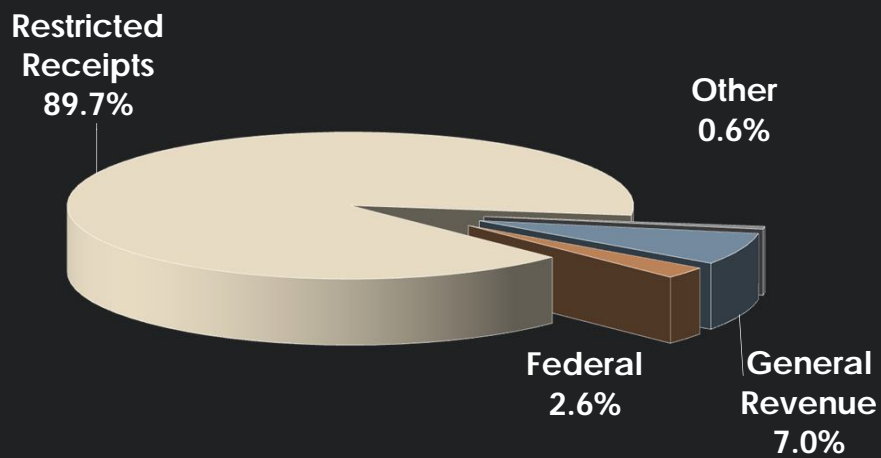
(in millions)	FY 2015 Enacted	FY 2015 Gov. Rev.	FY 2016 Governor
General Treasury	\$2.7	\$2.7	\$2.8
Unclaimed Property	19.7	19.6	18.0
Retirement System	10.8	11.4	11.8
Crime Victim Comp.	2.0	2.0	2.0
Total	\$35.2	\$35.7	\$34.4

## Summary by Program

Change to Enacted	FY 2015 Gov. Rev.	FY 2016 Governor
General Treasury	(\$54,472)	(\$55,722)
Unclaimed Property	(82,568)	(1,725,845)
Retirement System	529,759	945,450
Crime Victim Comp.	31,565	25,002
Total	\$424,284	\$1,478,072

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## FY 2016 Summary by Source



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## Target Budget

- Budget Office provided a general revenue target of \$2.3 million
  - Current service adjustments of \$70,089
  - 7.5% reduction of \$187,665
- Request \$25,371 above target
  - reduced several non-discretionary expenses
    - Bank fees, fees on bonds and notes
  - Unanticipated activity could reduce savings

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## Salaries and Benefits

- Governor recommends \$9.0 million for FY 2016 for 83.0 FTEs
  - \$0.4 million more than enacted
    - \$3,495 from general revenues
- Includes funding for investigative and compliance officer to monitor annual disability medical certifications for the Retirement System

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## Salaries and Benefits

### *Full-Time Equivalent Positions*

Full-Time Positions	FTEs	Chg. To Enacted
Enacted Authorized	83.0	-
FY 2016 Request	83.0	-
FY 2016 Governor	83.0	-
FY 2014 Average Filled	78.0	(5.0)
Filled as of April 4	74.5	(8.5)

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## Unclaimed Property

- Holders of unclaimed property file it with the Treasurer, who attempts to find owners
- Amount remaining after expenses and returns to owners are transferred to state general revenues
  - A portion is set aside in case people claim money before the new revenues come in

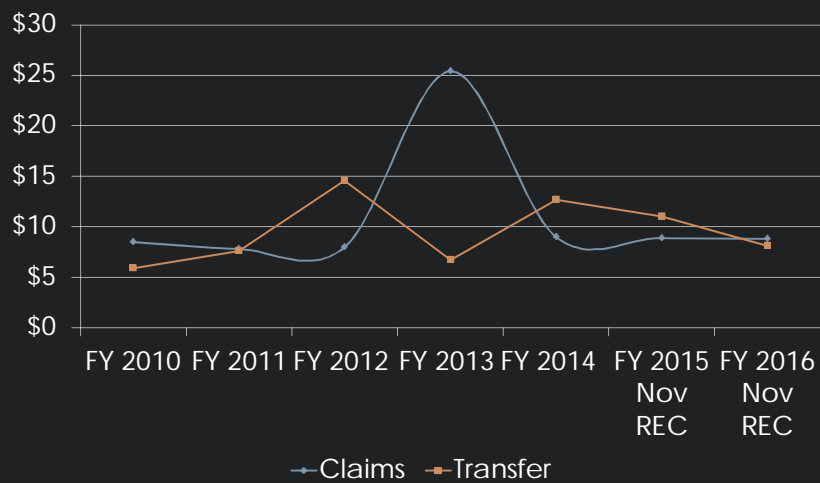
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## Unclaimed Property

- Transfer to the General Fund
  - \$11.0 million for FY 2015
  - \$8.1 million for FY 2016
- Claims Payments
  - \$8.9 million for FY 2015
  - \$8.8 million for FY 2016
- Same as November revenue estimates

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## Unclaimed Property



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## Crime Victim Compensation

- Criminal Injuries Compensation Act of 1996 enables state to compensate innocent victims of violent crimes for certain expenses
  - Medical, dental and hospital expenses
  - Mental health counseling expenses
  - Funeral and burial expenses
  - Loss of earnings (victim only)
  - Loss of support (dependents of homicide victim)

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## Crime Victim Funding

- Restricted Receipts
  - Court fees
- Federal Funds
  - 60% match of claims paid by state
- General Revenues
  - \$2.2 million in FY 2000 through FY 2002
  - \$0.5 million in FY 2003; None for regular claims since
  - \$0.5 million for Station Fire in FY 2005

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## Crime Victims Claims

(in millions)	Court Fines	Federal	Total
FY 2009	\$0.9	\$0.5	\$1.4
FY 2010	\$0.4	\$0.8	\$1.2
FY 2011	\$0.6	\$0.8	\$1.4
FY 2012	\$0.8	\$0.8	\$1.7
FY 2013	\$0.8	\$0.8	\$1.5
FY 2014	\$1.0	\$0.6	\$1.6
FY 2015 Rev.	\$0.9	\$0.6	\$1.5
FY 2016 Gov.	\$0.9	\$0.6	\$1.5

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## Retirement System

- Administrative costs are funded from 0.175% of average total investments
- Supports 47.2 positions
- Governor recommends \$11.8 million
  - \$0.9 million more than enacted

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## Retirement System – Actuarial Expenses

- \$0.4 million
- \$0.1 million more than enacted
  - Associated with the implementation of new Government Accounting Standards Board (GASB) standards
  - Valuation of the teachers' survivors benefit plan
    - Does not occur every year unlike the other plans

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## Retirement System – Legal Expenses

- \$1.3 million for legal expenses based on current legal challenge to the changes made by the 2009 and 2011 Assemblies
  - \$0.9 million more than enacted
    - For both FY 2015 and FY 2016
  - \$0.8 million spent since 7/1/10 through 1/31/14

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## Retirement System – Disability Determination

- \$0.4 million for FY 2016 - \$0.2 million more than enacted
  - \$60,000 for independent medical examiners fees used to determine eligibility for disability pensions
    - System pays cost of independent medical examinations as part of evaluation process
  - \$90,000 related to contracted investigations to vet potential and current cases and thwart fraudulent activity

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## Retirement – Computer System

- \$3.3 million for major overhaul of membership database for FY 2016
  - Final vendor contract agreed to in June 2013
  - Total cost - \$21.4 million over 12 years
  - The Office anticipates the new system being up and running in FY 2016

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