

| | <u>FTP</u> | <u>Personnel Costs</u> | <u>Operating Expenditures</u> | <u>Capital Outlay</u> | <u>Trustee/ Ben Payments</u> | <u>Lump Sum</u> | <u>Total Gov Rec</u> |
|--|---------------|----------------------------|-----------------------------------|---------------------------|----------------------------------|-----------------|--------------------------|
| Description: The Administration Function is responsible for the administration of a retirement plan mandatory for all eligible state and school district employees and for employees of political subdivisions which have elected to participate. It also provides separation, disability, death, and survivor benefits as well as administers the retiree medical insurance reserve of state and school district retirees from which group insurance monthly premium payments are made. Finally, it administers the former Firemen's Retirement Fund Program for paid firemen. | | | | | | | |
| FY 2010 Original Appropriation | | | | | | | |
| 3.00 FY 2010 Original Appropriation: HB 332, SB 1227 | | | | | | | |
| Dedicated | 60.00 | 3,391,500 | 2,938,100 | 102,100 | 0 | 0 | 6,431,700 |
| Total | 60.00 | 3,391,500 | 2,938,100 | 102,100 | 0 | 0 | 6,431,700 |
| FY 2010 Total Appropriation | | | | | | | |
| Dedicated | 60.00 | 3,391,500 | 2,938,100 | 102,100 | 0 | 0 | 6,431,700 |
| Total | 60.00 | 3,391,500 | 2,938,100 | 102,100 | 0 | 0 | 6,431,700 |
| FY 2010 Estimated Expenditures | | | | | | | |
| Dedicated | 60.00 | 3,391,500 | 2,938,100 | 102,100 | 0 | 0 | 6,431,700 |
| Total | 60.00 | 3,391,500 | 2,938,100 | 102,100 | 0 | 0 | 6,431,700 |
| Base Adjustments | | | | | | | |
| 8.19 FTP or Fund Adjustments: The Governor recommends a reduction in FY 2010 of the agencies' current FTP count. This constitutes a reduction in vacant FTPs, leaving only mission critical positions. | | | | | | | |
| Dedicated | (2.00) | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | (2.00) | 0 | 0 | 0 | 0 | 0 | 0 |
| 8.41 Removal of One-Time Expenditures: This decision unit removes one-time spending authority provided for computers and related equipment, printers, facsimile machines, a scanner, and software. It also removes one-time spending authority related to the 2% Personnel Costs restoration, pursuant to SB 1227, and to the large information technology replacement project. | | | | | | | |
| Dedicated | 0.00 | (69,700) | (512,000) | (102,100) | 0 | 0 | (683,800) |
| Total | 0.00 | (69,700) | (512,000) | (102,100) | 0 | 0 | (683,800) |
| FY 2011 Base | | | | | | | |
| Dedicated | 58.00 | 3,321,800 | 2,426,100 | 0 | 0 | 0 | 5,747,900 |
| Total | 58.00 | 3,321,800 | 2,426,100 | 0 | 0 | 0 | 5,747,900 |
| Program Maintenance | | | | | | | |
| 10.11 Change in Benefit Costs: Changes in benefit costs reflect the increased cost of health and unemployment insurance and adjustments to worker's compensation insurance. In cases where FTPs were removed in decision unit 8.19, the incremental health insurance increase of \$860 per FTP was also removed. | | | | | | | |
| Dedicated | 0.00 | 52,800 | 0 | 0 | 0 | 0 | 52,800 |
| Total | 0.00 | 52,800 | 0 | 0 | 0 | 0 | 52,800 |
| 10.12 Employer Health Insurance Premium Holiday: This decision unit reflects a one-time employer health insurance premium holiday of two months, available by adjusting the health insurance reserve requirements from a 95 percent confidence level to a 90 percent confidence level. | | | | | | | |
| Dedicated | 0.00 | (89,900) | 0 | 0 | 0 | 0 | (89,900) |
| Total | 0.00 | (89,900) | 0 | 0 | 0 | 0 | (89,900) |

Public Employee Retirement System
Administration

| | <u>FTP</u> | <u>Personnel Costs</u> | <u>Operating Expenditures</u> | <u>Capital Outlay</u> | <u>Trustee/ Ben Payments</u> | <u>Lump Sum</u> | <u>Total Gov Rec</u> |
|---|--------------|------------------------|-------------------------------|-----------------------|------------------------------|-----------------|----------------------|
| 10.31 Replacement Items: This decision unit provides replacement spending authority for one storage area network (\$24,000), three servers/blades (\$26,100), one switch (\$14,000), one battery pack (\$1,300), 20 computers (\$16,000), 20 monitors (\$6,000), one scanner (\$5,000), one facsimile machine (\$1,500), one printer (\$1,000), and software (\$42,100). | | | | | | | |
| Dedicated | 0.00 | 0 | 42,100 | 94,900 | 0 | 0 | 137,000 |
| Total | 0.00 | 0 | 42,100 | 94,900 | 0 | 0 | 137,000 |
| 10.41 Attorney General Fees: Adjustments to costs of legal services provided by the Office of the Attorney General are reflected here. | | | | | | | |
| Dedicated | 0.00 | 0 | 63,700 | 0 | 0 | 0 | 63,700 |
| Total | 0.00 | 0 | 63,700 | 0 | 0 | 0 | 63,700 |
| 10.45 Risk Management Cost Increases: The Office of Insurance Management reports adjustments to various cost categories based on agency claims patterns. | | | | | | | |
| Dedicated | 0.00 | 0 | (6,100) | 0 | 0 | 0 | (6,100) |
| Total | 0.00 | 0 | (6,100) | 0 | 0 | 0 | (6,100) |
| 10.46 Controller's Fee Charge: Adjustments to the costs of statewide accounting and statewide payroll processing provided by the Office of the State Controller are reflected here. | | | | | | | |
| Dedicated | 0.00 | 0 | (5,600) | 0 | 0 | 0 | (5,600) |
| Total | 0.00 | 0 | (5,600) | 0 | 0 | 0 | (5,600) |
| 10.47 Treasurer's Fee Charge: Adjustments to the costs of cash management and warrant processing by the Office of the State Treasurer are reflected here. | | | | | | | |
| Dedicated | 0.00 | 0 | (9,500) | 0 | 0 | 0 | (9,500) |
| Total | 0.00 | 0 | (9,500) | 0 | 0 | 0 | (9,500) |
| 10.61 Salary Multiplier: While increasing salaries for state workers continues to be a priority for the Governor, the current economic situation does not provide the funds to recommend an increase in FY 2011. When economic conditions improve, the Governor will once again seek to improve compensation for all state employees. | | | | | | | |
| Dedicated | 0.00 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 0.00 | 0 | 0 | 0 | 0 | 0 | 0 |
| FY 2011 Total Maintenance | | | | | | | |
| Dedicated | 58.00 | 3,284,700 | 2,510,700 | 94,900 | 0 | 0 | 5,890,300 |
| Total | 58.00 | 3,284,700 | 2,510,700 | 94,900 | 0 | 0 | 5,890,300 |
| Line Items | | | | | | | |
| 12.01 IT System Upgrade: This decision unit provides funding for the upgrade of the Public Employee Retirement System's core membership, employer, and benefit payment technology. This funding will allow for the continuation of the project that received start-up funding in FY 2010. Replacement of the current system, Galena, is necessary due to the system being at the end of its lifecycle, limited availability of resources able to support the aged technology that created Galena, extensive modifications to Galena resulting in risks to the system's integrity, and limited ability to improve functionality because of the associated risk to system stability. The project has been reviewed and approved by the state's chief information officer at the Department of Administration. Because this is a multi-year project, the Governor is recommending carry over spending authority. | | | | | | | |
| Dedicated | 0.00 | 0 | 13,000,000 | 0 | 0 | 0 | 13,000,000 |
| Total | 0.00 | 0 | 13,000,000 | 0 | 0 | 0 | 13,000,000 |
| FY 2011 Gov's Recommendation | | | | | | | |
| Dedicated | 58.00 | 3,284,700 | 15,510,700 | 94,900 | 0 | 0 | 18,890,300 |
| Total | 58.00 | 3,284,700 | 15,510,700 | 94,900 | 0 | 0 | 18,890,300 |

| | <u>FTP</u> | <u>Personnel Costs</u> | <u>Operating Expenditures</u> | <u>Capital Outlay</u> | <u>Trustee/ Ben Payments</u> | <u>Lump Sum</u> | <u>Total Gov Rec</u> |
|--|-------------|----------------------------|-----------------------------------|---------------------------|----------------------------------|-----------------|--------------------------|
| Description: The Portfolio Investment Function is responsible for the analysis and control of the investment of the Public Employee Retirement System (PERSI) trust funding to assure the optimal rate of return within specific risk tolerances. | | | | | | | |
| FY 2010 Original Appropriation | | | | | | | |
| 3.00 FY 2010 Original Appropriation: HB 332, SB 1227 | | | | | | | |
| Dedicated | 5.00 | 587,600 | 256,000 | 20,000 | 0 | 0 | 863,600 |
| Total | 5.00 | 587,600 | 256,000 | 20,000 | 0 | 0 | 863,600 |
| FY 2010 Total Appropriation | | | | | | | |
| Dedicated | 5.00 | 587,600 | 256,000 | 20,000 | 0 | 0 | 863,600 |
| Total | 5.00 | 587,600 | 256,000 | 20,000 | 0 | 0 | 863,600 |
| FY 2010 Estimated Expenditures | | | | | | | |
| Dedicated | 5.00 | 587,600 | 256,000 | 20,000 | 0 | 0 | 863,600 |
| Total | 5.00 | 587,600 | 256,000 | 20,000 | 0 | 0 | 863,600 |
| Base Adjustments | | | | | | | |
| 8.41 Removal of One-Time Expenditures: This decision unit removes one-time spending authority for the 2% Personnel Costs restoration, pursuant to SB 1227. It also removes one-time spending authority for laptops, monitors, desktop computers, a printer, and a facsimile machine. | | | | | | | |
| Dedicated | 0.00 | (12,100) | 0 | (20,000) | 0 | 0 | (32,100) |
| Total | 0.00 | (12,100) | 0 | (20,000) | 0 | 0 | (32,100) |
| FY 2011 Base | | | | | | | |
| Dedicated | 5.00 | 575,500 | 256,000 | 0 | 0 | 0 | 831,500 |
| Total | 5.00 | 575,500 | 256,000 | 0 | 0 | 0 | 831,500 |
| Program Maintenance | | | | | | | |
| 10.11 Change in Benefit Costs: Changes in benefit costs reflect the increased cost of health and unemployment insurance and adjustments to worker's compensation insurance. In cases where FTPs were removed in decision unit 8.19, the incremental health insurance increase of \$860 per FTP was also removed. | | | | | | | |
| Dedicated | 0.00 | 5,000 | 0 | 0 | 0 | 0 | 5,000 |
| Total | 0.00 | 5,000 | 0 | 0 | 0 | 0 | 5,000 |
| 10.12 Employer Health Insurance Premium Holiday: This decision unit reflects a one-time employer health insurance premium holiday of two months, available by adjusting the health insurance reserve requirements from a 95 percent confidence level to a 90 percent confidence level. | | | | | | | |
| Dedicated | 0.00 | (7,800) | 0 | 0 | 0 | 0 | (7,800) |
| Total | 0.00 | (7,800) | 0 | 0 | 0 | 0 | (7,800) |
| 10.31 Replacement Items: This decision unit provides replacement spending authority for four computers with monitors (\$4,400), three laptops (\$8,400), and one color printer (\$7,200). | | | | | | | |
| Dedicated | 0.00 | 0 | 0 | 20,000 | 0 | 0 | 20,000 |
| Total | 0.00 | 0 | 0 | 20,000 | 0 | 0 | 20,000 |
| 10.41 Attorney General Fees: Adjustments to costs of legal services provided by the Office of the Attorney General are reflected here. | | | | | | | |
| Dedicated | 0.00 | 0 | 21,200 | 0 | 0 | 0 | 21,200 |
| Total | 0.00 | 0 | 21,200 | 0 | 0 | 0 | 21,200 |

Public Employee Retirement System
Portfolio Investment

| | <u>FTP</u> | <u>Personnel Costs</u> | <u>Operating Expenditures</u> | <u>Capital Outlay</u> | <u>Trustee/ Ben Payments</u> | <u>Lump Sum</u> | <u>Total Gov Rec</u> |
|---|-------------|----------------------------|-----------------------------------|---------------------------|----------------------------------|-----------------|--------------------------|
| 10.61 Salary Multiplier: While increasing salaries for state workers continues to be a priority for the Governor, the current economic situation does not provide the funds to recommend an increase in FY 2011. When economic conditions improve, the Governor will once again seek to improve compensation for all state employees. | | | | | | | |
| Dedicated | 0.00 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 0.00 | 0 | 0 | 0 | 0 | 0 | 0 |
| 10.62 Group and Temporary: While increasing salaries for state workers continues to be a priority for the Governor, the current economic situation does not provide the funds to recommend an increase in FY 2011. When economic conditions improve, the Governor will once again seek to improve compensation for all state employees. | | | | | | | |
| Dedicated | 0.00 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 0.00 | 0 | 0 | 0 | 0 | 0 | 0 |
| FY 2011 Total Maintenance | | | | | | | |
| Dedicated | 5.00 | 572,700 | 277,200 | 20,000 | 0 | 0 | 869,900 |
| Total | 5.00 | 572,700 | 277,200 | 20,000 | 0 | 0 | 869,900 |
| FY 2011 Gov's Recommendation | | | | | | | |
| Dedicated | 5.00 | 572,700 | 277,200 | 20,000 | 0 | 0 | 869,900 |
| Total | 5.00 | 572,700 | 277,200 | 20,000 | 0 | 0 | 869,900 |