

	FTP	Personnel Costs	Operating Expenditures	Capital Outlay	Trustee/ Ben Payments	Lump Sum	Total Gov Rec
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 2009 Original Appropriation							
3.00	FY 2009 Original Appropriation: HB 589						
Dedicated	60.00	3,515,500	2,461,800	201,500	0	0	6,178,800
Total	60.00	3,515,500	2,461,800	201,500	0	0	6,178,800
Appropriation Adjustments							
4.53	Health Insurance Reduction: This decision unit represents an ongoing reduction of the health insurance appropriation. Reserves will be used to offset the increased cost of health insurance for FY 2009 and FY 2010.						
Dedicated	0.00	(30,000)	0	0	0	0	(30,000)
Total	0.00	(30,000)	0	0	0	0	(30,000)
FY 2009 Total Appropriation							
Dedicated	60.00	3,485,500	2,461,800	201,500	0	0	6,148,800
Total	60.00	3,485,500	2,461,800	201,500	0	0	6,148,800
FY 2009 Estimated Expenditures							
Dedicated	60.00	3,485,500	2,461,800	201,500	0	0	6,148,800
Total	60.00	3,485,500	2,461,800	201,500	0	0	6,148,800
Base Adjustments							
8.41	Removal of One-Time Expenditures: This decision unit removes one-time spending authority provided for the replacement of furniture, software, computers, and servers.						
Dedicated	0.00	0	(12,000)	(201,500)	0	0	(213,500)
Total	0.00	0	(12,000)	(201,500)	0	0	(213,500)
FY 2010 Base							
Dedicated	60.00	3,485,500	2,449,800	0	0	0	5,935,300
Total	60.00	3,485,500	2,449,800	0	0	0	5,935,300
Program Maintenance							
10.11	Change in Benefit Costs: Changes in benefit costs reflect the increased cost of health insurance and the reduced cost associated with life and disability insurance.						
Dedicated	0.00	51,000	0	0	0	0	51,000
Total	0.00	51,000	0	0	0	0	51,000
10.13	Health Insurance Contract Adjustment: This decision unit reflects anticipated adjustments to the health insurance benefits contract.						
Dedicated	0.00	(30,000)	0	0	0	0	(30,000)
Total	0.00	(30,000)	0	0	0	0	(30,000)
10.31	Replacement Items: This decision unit provides replacement spending authority for seven servers (\$56,000), three laptops (\$3,600), 30 monitors (\$9,000), 30 personal desktop computers (\$24,000), two printers (\$1,400), two facsimile machines (\$3,000), one scanner (\$5,100), and software (\$12,000).						
Dedicated	0.00	0	12,000	102,100	0	0	114,100
Total	0.00	0	12,000	102,100	0	0	114,100

Public Employee Retirement System
Administration

	FTP	Personnel Costs	Operating Expenditures	Capital Outlay	Trustee/ Ben Payments	Lump Sum	Total Gov Rec
10.41 Attorney General Fees: Adjustments to costs of legal services provided by the Office of the Attorney General are reflected here. Subsequent to agencies submitting their budget requests, an error was discovered on the total number of hours used in calculating the new fees. The correction was included as part of the Governor's recommendation.							
Dedicated	0.00	0	(42,600)	0	0	0	(42,600)
Total	0.00	0	(42,600)	0	0	0	(42,600)
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	(1,400)	0	0	0	(1,400)
Total	0.00	0	(1,400)	0	0	0	(1,400)
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	1,200	0	0	0	1,200
Total	0.00	0	1,200	0	0	0	1,200
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	19,100	0	0	0	19,100
Total	0.00	0	19,100	0	0	0	19,100
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 2010. 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 2010. 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 2010 Total Maintenance							
Dedicated	60.00	3,506,500	2,438,100	102,100	0	0	6,046,700
Total	60.00	3,506,500	2,438,100	102,100	0	0	6,046,700
Line Items							
12.01 IT System Replacement: The Governor recommends \$500,000 in dedicated fund spending authority to begin the initial processes involved in replacing PERSI's core membership, employer, and benefit payment technology. Specifically, the funding will allow PERSI to contract with a project manager, make site visits to other systems, and develop a request for proposal.							
Dedicated	0.00	0	500,000	0	0	0	500,000
Total	0.00	0	500,000	0	0	0	500,000
12.02 Data Quality Assurance: The Governor recommends using existing spending authority to contract for data quality assurance. The Governor has directed PERSI to demonstrate positive outcomes using a contractor for one fiscal year prior to receiving additional spending authority or positions.							
Dedicated	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

	<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>
12.03 Employer Reporting Compliance Coordinator: The Governor does not recommend additional spending authority for an employer reporting compliance coordinator. The need for additional spending authority may be considered in future fiscal years, after a complete review of anticipated workload adjustments from the employer self review system.							
Dedicated	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
12.04 Restructure Fiscal Section: The Governor does not recommend additional spending authority to restructure the fiscal section. Additional spending authority can be used from within PERSI's existing Personnel Costs appropriation, since reversions over the last five years have ranged between \$22,600 and \$115,500.							
Dedicated	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
FY 2010 Gov's Recommendation							
Dedicated	60.00	3,506,500	2,938,100	102,100	0	0	6,546,700
Total	60.00	3,506,500	2,938,100	102,100	0	0	6,546,700

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>
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 2009 Original Appropriation							
3.00 FY 2009 Original Appropriation: HB 589							
Dedicated	5.00	607,600	270,200	20,000	0	0	897,800
Total	5.00	607,600	270,200	20,000	0	0	897,800
Appropriation Adjustments							
4.53 Health Insurance Reduction: This decision unit represents an ongoing reduction of the health insurance appropriation. Reserves will be used to offset the increased cost of health insurance for FY 2009 and FY 2010.							
Dedicated	0.00	(2,500)	0	0	0	0	(2,500)
Total	0.00	(2,500)	0	0	0	0	(2,500)
FY 2009 Total Appropriation							
Dedicated	5.00	605,100	270,200	20,000	0	0	895,300
Total	5.00	605,100	270,200	20,000	0	0	895,300
FY 2009 Estimated Expenditures							
Dedicated	5.00	605,100	270,200	20,000	0	0	895,300
Total	5.00	605,100	270,200	20,000	0	0	895,300
Base Adjustments							
8.41 Removal of One-Time Expenditures: This decision unit removes one-time funding for central processing units, a facsimile machine, two printers, and Capital Outlay related to a new position.							
Dedicated	0.00	0	0	(20,000)	0	0	(20,000)
Total	0.00	0	0	(20,000)	0	0	(20,000)
FY 2010 Base							
Dedicated	5.00	605,100	270,200	0	0	0	875,300
Total	5.00	605,100	270,200	0	0	0	875,300
Program Maintenance							
10.11 Change in Benefit Costs: Changes in benefit costs reflect the increased cost of health insurance and the reduced cost associated with life and disability insurance.							
Dedicated	0.00	4,200	0	0	0	0	4,200
Total	0.00	4,200	0	0	0	0	4,200
10.13 Health Insurance Contract Adjustment: This decision unit reflects anticipated adjustments to the health insurance benefits contract.							
Dedicated	0.00	(2,500)	0	0	0	0	(2,500)
Total	0.00	(2,500)	0	0	0	0	(2,500)
10.31 Replacement Items: This decision unit provides replacement funding for two laptops (\$5,600), four monitors (\$1,200), four personal desktop computers (\$3,200), one printer (\$8,500), and one facsimile machine (\$1,500).							
Dedicated	0.00	0	0	20,000	0	0	20,000
Total	0.00	0	0	20,000	0	0	20,000

	<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>
10.41 Attorney General Fees: Adjustments to costs of legal services provided by the Office of the Attorney General are reflected here. Subsequent to agencies submitting their budget requests, an error was discovered on the total number of hours used in calculating the new fees. The correction was included as part of the Governor's recommendation.							
Dedicated	0.00	0	(14,200)	0	0	0	(14,200)
Total	0.00	0	(14,200)	0	0	0	(14,200)
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 2010. 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 2010 Total Maintenance							
Dedicated	5.00	606,800	256,000	20,000	0	0	882,800
Total	5.00	606,800	256,000	20,000	0	0	882,800
FY 2010 Gov's Recommendation							
Dedicated	5.00	606,800	256,000	20,000	0	0	882,800
Total	5.00	606,800	256,000	20,000	0	0	882,800