

February 14, 2019

PROPOSED AMENDMENTS TO SENATE BILL NO. 2023

Page 1, line 2, after the semicolon insert "to provide for a report to the legislative assembly;"

Page 1, replace lines 9 through 16 with:

| | | | |
|--------------------------------|-------------------|--|----------------------|
| | <u>Base Level</u> | <u>Adjustments or Enhancements</u> | <u>Appropriation</u> |
| Salaries and wages | \$6,316,169 | \$349,883 | \$6,666,052 |
| Operating expenses | 2,692,221 | (208,629) | 2,483,592 |
| Capital assets | 0 | 190,000 | 190,000 |
| Contingencies | <u>250,000</u> | <u>0</u> | <u>250,000</u> |
| Total special funds | \$9,258,390 | \$331,254 | \$9,589,644 |
| Full-time equivalent positions | 34.50 | 0.00 | 34.50 |

SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO SIXTY-SEVENTH LEGISLATIVE ASSEMBLY. The following amounts reflect the one-time funding items approved by the sixty-fifth legislative assembly for the 2017-19 biennium and the 2019-21 biennium one-time funding items included in the appropriation in section 1 of this Act:

| | | |
|--|----------------|----------------|
| | <u>2017-19</u> | <u>2019-21</u> |
| <u>One-Time Funding Description</u> | | |
| Information technology risk assessment | \$0 | \$40,000 |
| Upgrade business system software | <u>0</u> | <u>190,000</u> |
| Total special funds | \$0 | \$230,000 |

The 2019-21 biennium one-time funding amounts are not part of the entity's base budget for the 2021-23 biennium. The public employees retirement system shall report to the appropriations committees of the sixty-seventh legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2019, and ending June 30, 2021."

Re-number accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2023 - Public Employees Retirement System - Senate Action

| | | | |
|-----------------------|------------------------|---------------------------|---------------------------|
| | <u>Base Budget</u> | <u>Senate Changes</u> | <u>Senate Version</u> |
| Salaries and wages | \$6,316,169 | \$349,883 | \$6,666,052 |
| Operating expenses | 2,692,221 | (208,629) | 2,483,592 |
| Capital assets | | 190,000 | 190,000 |
| Contingencies | <u>250,000</u> | | <u>250,000</u> |
| Total all funds | \$9,258,390 | \$331,254 | \$9,589,644 |
| Less estimated income | <u>9,258,390</u> | <u>331,254</u> | <u>9,589,644</u> |
| General fund | \$0 | \$0 | \$0 |
| FTE | 34.50 | 0.00 | 34.50 |

Department 192 - Public Employees Retirement System - Detail of Senate Changes

| | Adds Funding for Salary and Benefit Increases¹ | Reduce Funding for Information Technology Operating Expenses² | Reduces Funding for Other Operating Expenses³ | Adds One-Time Funding for an Information Technology Risk Assessment⁴ | Adds One-Time Funding to Upgrade Business System Software⁵ | Total Senate Changes |
|------------------------|--|---|---|--|--|-----------------------------|
| Salaries and wages | \$349,883 | | | | | \$338,867 |
| Operating expenses | | (\$230,519) | (\$18,110) | \$40,000 | | (208,629) |
| Capital assets | | | | | \$190,000 | 190,000 |
| Contingencies | | | | | | |
| Total all funds | \$349,883 | (\$230,519) | (\$18,110) | \$40,000 | \$190,000 | \$320,238 |
| Less estimated income | 349,883 | (230,519) | (18,110) | 40,000 | 190,000 | 320,238 |
| General fund | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| FTE | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

¹ The following funding is added for 2019-21 biennium salary adjustments of 2 percent on July 1, 2019, and 3 percent on July 1, 2020, and increases in health insurance premiums from \$1,241 to \$1,427 per month:

| | <u>Other Funds</u> |
|---------------------------|---------------------------|
| Salary increase | \$184,787 |
| Health insurance increase | <u>165,096</u> |
| Total | \$349,883 |

² Reduces funding by \$230,519 from other funds for information technology operating expenses.

³ Reduces funding by \$18,110 from other funds for other operating expenses.

⁴ Adds one-time funding of \$40,000 to other funds for an information technology risk assessment.

⁵ Adds one-time funding of \$190,000 to other funds to upgrade business system software.