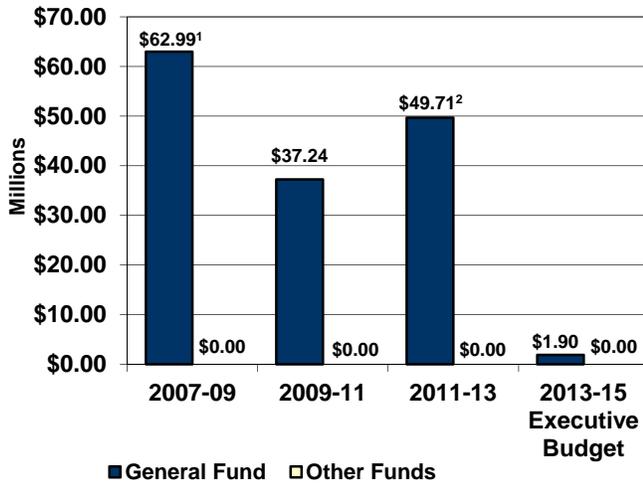


Department 120 - State Treasurer
 House Bill No. 1005

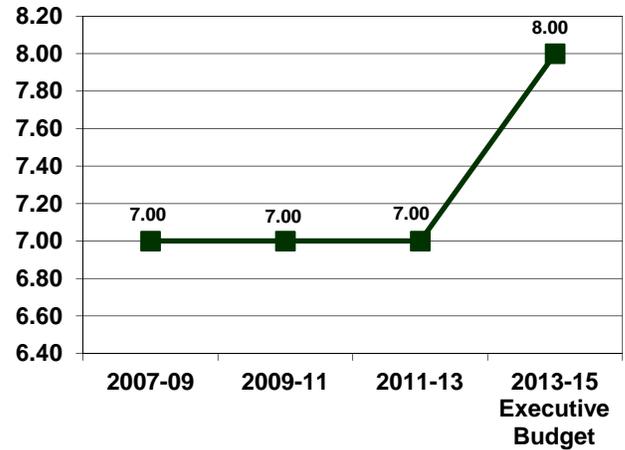
	FTE Positions	General Fund	Other Funds	Total
2013-15 Executive Budget	8.00	\$1,897,585	\$0	\$1,897,585
2011-13 Legislative Appropriations	7.00	49,705,390 ¹	0	49,705,390 ¹
Increase (Decrease)	1.00	(\$47,807,805)	\$0	(\$47,807,805)

¹The 2011-13 appropriation amounts include funding of \$48 million for transportation funding distributions to non-oil-producing counties, cities, and townships.

Agency Funding



FTE Positions



¹Includes \$59.9 million of one-time funding for the weather-related cost-sharing program.

²Includes \$48 million of one-time funding for transportation funding distributions to non-oil-producing counties, cities, and townships.

Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2013-15 Executive Budget	\$1,706,069	\$191,516	\$1,897,585
2011-13 Legislative Appropriations	1,438,802	48,266,588	49,705,390
Increase (Decrease)	\$267,267	(\$48,075,072)	(\$47,807,805)

First House Action

Attached is a summary of first house action.

Executive Budget Highlights
 (With First House Changes in Bold)

	General Fund	Other Funds	Total
1. Adds one-time funding for expansion of the tax distribution outstanding checks (TDOC) system	\$191,516		\$191,516
2. Adds funding for 1 FTE account budget specialist position. The House added \$38,000 and changed the new FTE position to an account manager position.	\$157,223		\$157,223
3. Removes one-time funding for information technology projects (\$266,588) and transportation funding distributions to non-oil-producing counties, cities, and townships (\$48 million).	(\$48,266,588)		(\$48,266,588)

4. Provides funding for state employee salary increases of which \$49,310 relates to performance increases and \$21,851 is for market equity adjustments. **The House added \$12,875 to correct the executive compensation package and reduced funding by \$31,033 relating to performance and market equity salary increases.** \$71,161 \$71,161

Other Sections in Bill

Salary of State Treasurer - Section 3 provides for the statutory changes necessary to increase the State Treasurer's salary as follows:

Annual salary authorized by the Legislative Assembly in 2011:

July 1, 2011	\$85,330
July 1, 2012	\$87,890

Proposed annual salary recommended in the 2013-15 executive budget:

July 1, 2013	\$91,406
July 1, 2014	\$95,062

Proposed annual salary with House changes:

July 1, 2013	\$90,527
July 1, 2014	\$93,243

The executive budget includes funding for elected officials' salary increases equal to 4 percent of salaries effective July 1, 2013, and 4 percent effective July 1, 2014. **The House reduced the salary of the State Treasurer to provide for 3 percent annual salary increases.**

Legislative intent - The House added a section of legislative intent providing that the State Treasurer's salary be increased to the salary of the next lowest-paid elected official effective July 1, 2017.

Continuing Appropriations

No continuing appropriations for this agency.

Significant Audit Findings

The operational audit for the State Treasurer's office conducted by the State Auditor's office during the 2011-12 interim identified no significant audit findings.

Major Related Legislation

House Bill No. 1198 - Provides a general fund appropriation of \$147.6 million to the State Treasurer's office for state-paid property tax relief credits

House Bill No. 1358 - Provides a general fund appropriation of \$8.76 million to the State Treasurer's office for allocation to or for the benefit of townships in oil-producing counties and an appropriation of \$190 million from the strategic investment and improvements fund to the State Treasurer's office for allocation among oil-producing counties that received \$5 million or more of oil and gas tax revenue allocations

Senate Bill No. 2012 - Section 5 provides an appropriation of \$10 million from the general fund to the State Treasurer's office for transportation funding distributions for the 2013-15 biennium and an appropriation of \$415,000 from the general fund to the State Treasurer's office for transportation funding distribution corrections. The bill also provides a \$590,000 general fund appropriation to the State Treasurer's office to correct a distribution error during the 2011-13 biennium.

Senate Bill No. 2176 - Provides a general fund appropriation of \$100 million to the State Treasurer's office for transportation funding distributions to non-oil-producing counties, cities, and townships

ATTACH:1

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1005 - Funding Summary

	Executive Budget	House Changes	House Version
State Treasurer			
Salaries and wages	\$1,317,913	\$57,771	\$1,375,684
Operating expenses	326,872	173,304	500,176
Coal severance payments	252,800		252,800
Accrued leave payments		13,038	13,038
	<hr/>	<hr/>	<hr/>
Total all funds	\$1,897,585	\$244,113	\$2,141,698
Less estimated income	0	0	0
General fund	<hr/>	<hr/>	<hr/>
	\$1,897,585	\$244,113	\$2,141,698
FTE	8.00	0.00	8.00
Bill Total			
Total all funds	\$1,897,585	\$244,113	\$2,141,698
Less estimated income	0	0	0
General fund	<hr/>	<hr/>	<hr/>
	\$1,897,585	\$244,113	\$2,141,698
FTE	8.00	0.00	8.00

House Bill No. 1005 - State Treasurer - House Action

	Executive Budget	House Changes	House Version
Salaries and wages	\$1,317,913	\$57,771	\$1,375,684
Operating expenses	326,872	173,304	500,176
Coal severance payments	252,800		252,800
Accrued leave payments		13,038	13,038
	<hr/>	<hr/>	<hr/>
Total all funds	\$1,897,585	\$244,113	\$2,141,698
Less estimated income	0	0	0
General fund	<hr/>	<hr/>	<hr/>
	\$1,897,585	\$244,113	\$2,141,698
FTE	8.00	0.00	8.00

Department 120 - State Treasurer - Detail of House Changes

	Corrects Executive Compensation Package¹	Adjusts State Employee Compensation and Benefits Package²	Provides Separate Line Item for Accrued Leave Payments³	Reclassifies New Position⁴	Adds Funding for Temporary Salaries⁵	Information Technology Development Costs⁶
Salaries and wages	12,875	(40,066)	(13,038)	38,000	60,000	
Operating expenses						173,304
Coal severance payments						
Accrued leave payments			13,038			
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total all funds	\$12,875	(\$40,066)	\$0	\$38,000	\$60,000	\$173,304
Less estimated income	0	0	0	0	0	0
General fund	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	\$12,875	(\$40,066)	\$0	\$38,000	\$60,000	\$173,304
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Total House Changes
Salaries and wages	57,771
Operating expenses	173,304
Coal severance payments	
Accrued leave payments	13,038
<hr/>	
Total all funds	\$244,113
Less estimated income	0
General fund	\$244,113
<hr/>	
FTE	0.00

¹ Funding is added due to a calculation error in the executive compensation package.

² This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces the performance component from 3 to 5 percent per year to 2 to 4 percent per year.
- Reduces the market component from 2 to 4 percent per year for employees below the midpoint of their salary range to up to 2 percent for employees in the first quartile of their salary range for the first year of the biennium only.
- Removes funding for additional retirement contribution increases.

³ A portion of salaries and wages funding for permanent employees' compensation and benefits is reallocated to an accrued leave payments line item for paying annual leave and sick leave for eligible employees.

⁴ Funding is added to change the accounting budget specialist position added in the executive budget recommendation to an accounting manager position.

⁵ This amendment provides additional funding for temporary salaries to provide a total of \$74,139.

⁶ Funding for additional information technology development costs is added relating to changes in oil revenue distributions and other changes.

Section 4 is changed to reflect the State Treasurer's salary at a 3 percent annual salary increase rather than 4 percent as provided for in the executive budget.

A section of legislative intent is added providing that the Treasurer's salary be increased to the salary of the next lowest paid elected official effective July 1, 2017.