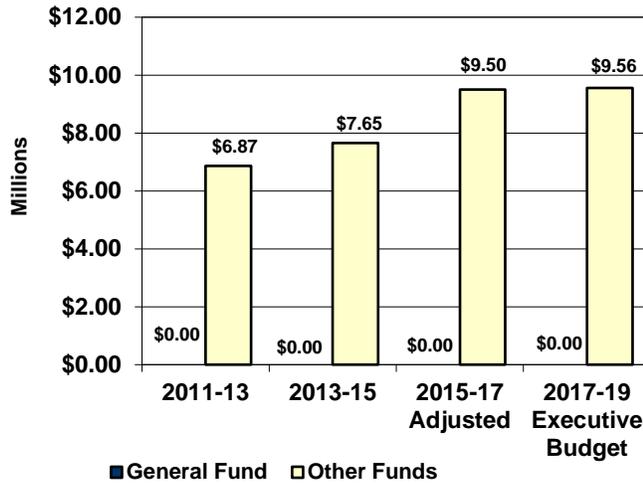


**Department 192 - Public Employees Retirement System
House Bill Nos. 1023 and 1083**

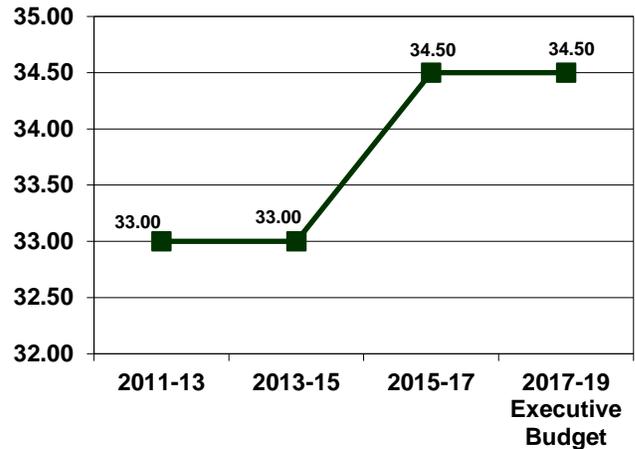
Executive Budget Comparison to Prior Biennium Appropriations

	FTE Positions	General Fund	Other Funds	Total
2017-19 Executive Budget	34.50	\$0	\$9,556,106	\$9,556,106
2015-17 Adjusted Legislative Appropriations	34.50	0	9,496,373	9,496,373
Increase (Decrease)	0.00	\$0	\$59,733	\$59,733

Agency Funding



FTE Positions



Executive Budget Comparison to Base Level

	General Fund	Other Funds	Total
2017-19 Executive Budget	\$0	\$9,556,106	\$9,556,106
2017-19 Base Level	0	9,319,003	9,319,003
Increase (Decrease)	\$0	\$237,103	\$237,103

Executive Budget Highlights

	General Fund	Other Funds	Total
1. Provides funding for state employee salary and benefit increases, of which \$25,900 is for salary increases and \$102,885 is for health insurance increases	\$0	\$128,785	\$128,785
2. Adjusts funding for operating expenses		\$23,000	\$23,000
3. Adds funding for office remodel		\$30,000	\$30,000

**Other Bill Sections Recommended to be Added in the Executive Budget
(As Detailed in House Bill No. 1083)**

Contingencies line item - Section 2 provides, upon approval of the board, the Public Employees Retirement System may transfer from the contingencies line item in section 1 of the bill to all other line items.

Continuing Appropriations

Public Employees Retirement System - Various sections - For benefit payments, investments, and actuarial and technical consulting for each program area.

Significant Audit Findings

The audit for the Public Employees Retirement System conducted by CliftonLarsonAllen LLP, Certified Public Accountants, for the period ending June 30, 2015, identified one significant audit finding relating to census data reconciliation requirements.

The schedule of employer allocations and pension amounts by employer prepared for the Public Employees Retirement System and audited by CliftonLarsonAllen LLP, Certified Public Accountants, for the period ending June 30, 2015, identified one significant audit finding related to review of current process to determine completeness and accuracy of census data.

Major Related Legislation

House Bill No. 1053 - Provides for a 1 percent employer and employee contribution increase under the Public Employees Retirement System defined benefit and defined contribution plans, and a 2 percent increase for temporary employees.

Senate Bill No. 2053 - Provides changes relating to the definitions of retirement and retirement board, decreased employee contributions under the Public Employees Retirement System for peace officers employed by the Bureau of Criminal Investigation, eligibility for disability retirement and early retirement benefits under the Public Employees Retirement System, employee enrollment, billing for the retiree health insurance credit, failure to maintain a health savings account when the high-deductible health plan is elected, payment of administrative expenses of the defined contribution plan, and penalties for employers failing to pay contributions under the defined contribution plan.

Senate Bill No. 2107 - Provides health insurance coverage for National Guard service members performing state active duty in response to state emergencies.

Public Employees Retirement System - Budget No. 192
House Bill Nos. 1023 and 1083
Base Level Funding Changes

	Executive Budget Recommendation			
	FTE Position	General Fund	Other Funds	Total
2017-19 Biennium Base Level	34.50	\$0	\$9,319,003	\$9,319,003
2017-19 Ongoing Funding Changes				
Base payroll changes			\$55,378	\$55,378
Salary increase - Performance			25,900	25,900
Health insurance increase			102,885	102,885
Adjusts funding for operating expense			23,000	23,000
Adjusts funding for temporary salaries			(60)	(60)
Adds funding for office remodel			30,000	30,000
Total ongoing funding changes	0.00	\$0	\$237,103	\$237,103
One-time funding items				
No one-time funding items				\$0
Total one-time funding changes	0.00	\$0	\$0	\$0
Total Changes to Base Level Funding	0.00	\$0	\$237,103	\$237,103
2017-19 Total Funding	34.50	\$0	\$9,556,106	\$9,556,106

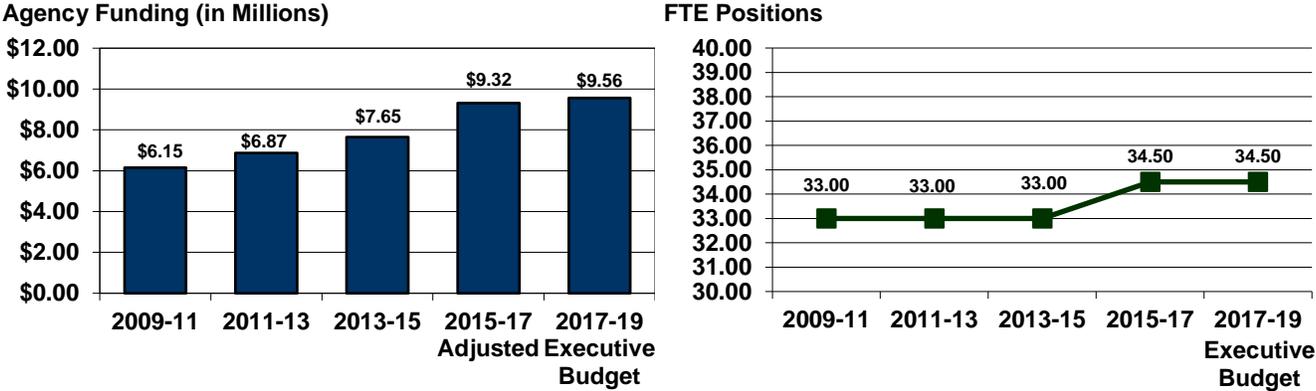
Other Sections in Public Employees Retirement System - Budget No. 192

	Executive Budget Recommendation
Contingencies line item transfers	Section 2 provides, upon approval of the Public Employees Retirement System Board, the Public Employees Retirement System office may transfer from the contingencies line item in section 1 of the bill to all other line items.

Department 192 - Public Employees Retirement System

Historical Appropriations Information

Ongoing Other Funds Appropriations Since 2009-11



Ongoing Other Funds Appropriations					
	2009-11	2011-13	2013-15	2015-17 Adjusted	2017-19 Executive Budget
Total fund appropriations	\$6,146,488	\$6,867,890	\$7,650,450	\$9,319,003	\$9,556,106
Increase (decrease) from previous biennium	N/A	\$721,402	\$782,560	\$1,668,553	\$237,103
Percentage increase (decrease) from previous biennium	N/A	11.7%	11.4%	21.8%	2.5%
Cumulative percentage increase (decrease) from 2009-11 biennium	N/A	11.7%	24.5%	51.6%	55.5%

Major Increases (Decreases) in Total Fund Appropriations

- 2011-13 Biennium**
- 1. Added funding for changes in the agency information technology plan to support PERSLink \$447,348
- 2013-15 Biennium**
- 1. Added funding for information technology activities included in the agency's IT Strategic Plan \$281,130
- 2015-17 Biennium**
- 1. Added funding for 1 chief financial officer FTE position \$216,069
 - 2. Added funding for 0.50 benefit support FTE position \$51,346
 - 3. Added funding for additional workload due to the portability of retiree health credit \$43,052
 - 4. Added funding for general operating expenses increases \$134,470
 - 5. Added funding for PERSLink system refinements \$147,000
 - 6. Added funding for website redesign \$90,080
 - 7. Added funding for a secure reception area \$27,500
 - 8. Added funding for additional temporary support salaries \$122,352
 - 9. Added funding for desktop support services \$75,580
- 2017-19 Biennium (Executive Budget Recommendation)**
- 1. Adjusts funding for operating expenses, including: \$23,000
 - Inflationary increases \$35,489;
 - Desktop support services \$77,370;
 - Licensing fees of new PERSLink mobile app \$77,531;
 - Postage and printing for board elections \$29,492;
 - Lower telephone call volume (\$735);
 - Reduced information technology contractual services for PERSLink and system refinements (\$142,140); and
 - Discontinued fees, including Blue Cross Blue Shield file fees, IRS determination letters, temporary phone support for retiree health insurance credit portability and health carrier transition, and service fees (\$54,007).
 - 2. Adds funding for office remodel \$30,000