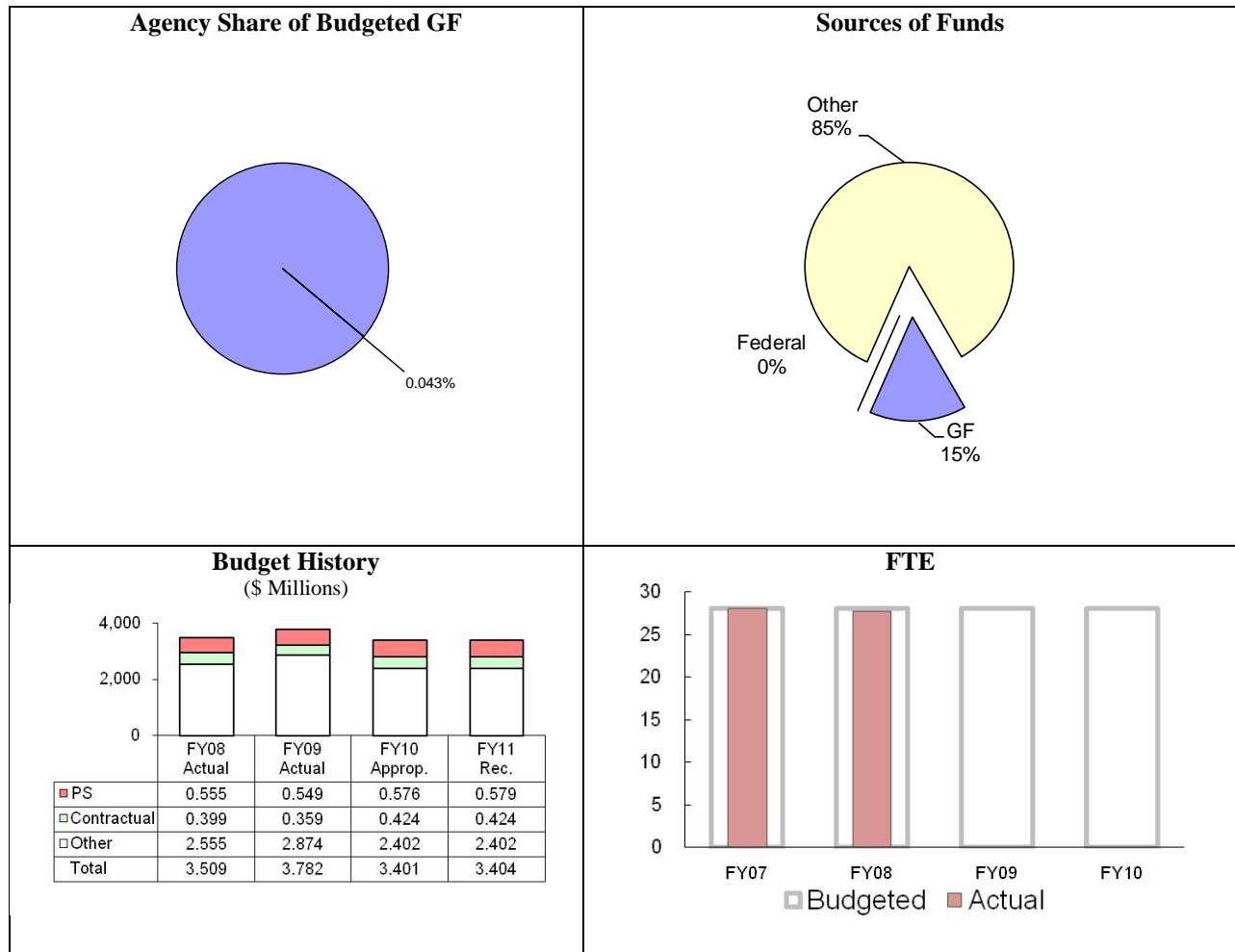


FY11 Budget Briefing

State Treasurer

Excluding the Investment Council



Key Responsibilities

The State Treasurer is responsible for the management of the state's treasury. Duties include accounting, support of other state agencies, banking, bond management, data processing, supervision and regulation of public funds insurance, coordination with the State Auditor for payment of warrants, and unclaimed property management. The State Treasurer also is a member of the State Investment Council, monitoring the investment of public funds.

Key Personnel

- Vern Larson, State Treasurer
- Mike Mehlhaff, Deputy State Treasurer
- Lloyd Johnson, Administrator Unclaimed Property
- Sandra Tillman, Cash Manager
- Claudean Hluchy, Finance Officer

Department Total (excluding the Investment Council)

The Governor requested \$3,404,107 and 9.0 FTEs which is the same as budgeted in FY10 before addition of \$2,896 for health insurance. The total request includes \$508,556 from the State General Fund.

	Actual	Budgeted	Agency Req.	Gov Rec.	Inc/Dec	% Change
	FY09	FY10	FY11	FY11	FY11	from FY10
Personal Services	548,653	575,631	575,631	578,527	2,896	0.5%
Travel	26,369	22,332	22,332	22,332	-	0.0%
Contractual Services	358,974	423,942	423,942	423,942	-	0.0%
Supplies & Materials	15,967	20,646	20,646	20,646	-	0.0%
Grants And Subsidies	0	0	0	0	-	0.0%
Capital Outlay	7,766	8,660	8,660	8,660	-	0.0%
Other	2,824,008	2,350,000	2,350,000	2,350,000	-	0.0%
Total	3,781,737	3,401,211	3,401,211	3,404,107	2,896	0.1%
Funding Types						
General	482,511	506,859	506,869	508,556	1,697	0.3%
Federal	0	0	0	0	-	0.0%
Other	3,299,226	2,894,352	2,894,352	2,895,551	1,199	0.0%
Total	3,781,737	3,401,211	3,401,221	3,404,107	2,896	0.1%
FTE	7.9	9.0	9.0	9.0	-	0.0%

The Governor's recommendation includes only health insurance as follows:

	General Funds	Federal Funds	Other Funds	Total
2.5% PACE Movement	0	0	0	0
1.5% Across-the-Board	0	0	0	0
Health Insurance	1,697	0	1,199	2,896
	1,697	0	1,199	2,896

Salary Salvage History

Amounts appropriated for personal services that were different from personal services needs.

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>All Funds</u>	<u>FTE</u>
FY09	1,877.41	0.00	25,100.38	26,977.79	1.1
FY08	(5,416.85)	0.00	(69,796.08)	(75,212.93)	0.4
FY07	(5,102.83)	0.00	(71,329.29)	(76,432.12)	0.3
FY06	(6,058.10)	0.00	(69,546.18)	(75,604.28)	(0.1)
FY05	5,138.12	0.00	(65,270.30)	(60,132.18)	0.4
5 Yr Avg.	(1,912.45)	0.00	(50,168.29)	(52,080.74)	0.4

Amounts transferred into the General Fund were for a agency-wide salary increase following the Argus Leader's database for state employees. The initial one-time correction was just rolled forward each year until FY09 when a corrective adjustment to base was made. As regards the Other Funds, the agency reports that adjustments were made in excess of the informational budget with the knowledge and concurrence of the Committee. Again, an initial one-time adjustment was rolled forward until corrective action in FY09.

Department's Highest FY10 Priorities

1. Treat taxpayers and other governmental peers with professionalism, ethics, respect, and courtesy.
2. Deposit and invest state funds as quickly as possible.
3. Implement electronic payment of fees.
4. Continue to excel at return of unclaimed property.
5. Manage state fiscal assets in an efficient and expedient manner.

Division of Treasury Management

The mission of the Division of Treasury Management is to have charge of and keep all public monies paid into the state treasury, and pay out the same as directed by law; to account for the receipts and disbursements of all monies due the State Treasurer and remitted to the treasury by state officers and employees; to receipt federal payments for rent, or in lieu of taxes, and remit the same to county treasurers as directed by law; to allocate available monies entitled to various entities and agencies of state government and to political subdivisions for purposes specified by statute; and to perform all other duties legally required of the State Treasurer.

The Governor recommends \$508,556 from the State General Fund and 5.5 FTEs. This is an increase of \$1,697 (0.3%) from FY10 all of which is attributable to the Governor's health insurance recommendation.

	Actual	Budgeted	Agency Req.	Gov Rec.	Inc/Dec	% Change
	FY09	FY10	FY11	FY11	FY11	from FY10
Personal Services	335,402	337,279	337,279	338,976	1,697	0.5%
Travel	16,416	8,332	8,332	8,332	-	0.0%
Contractual Services	119,081	148,942	148,942	148,942	-	0.0%
Supplies & Materials	4,965	8,646	8,646	8,646	-	0.0%
Grants And Subsidies	0	0	0	0	-	0.0%
Capital Outlay	6,647	3,660	3,660	3,660	-	0.0%
Other	0	0	0	0	-	0.0%
Total	482,511	506,859	506,859	508,556	1,697	0.3%
Funding Types						
General	482,511	506,859	506,859	508,556	1,697	0.3%
Federal	0	0	0	0	-	0.0%
Other	0	0	0	0	-	0.0%
Total	482,511	506,859	506,859	508,556	1,697	0.3%
FTE	4.9	5.5	5.5	5.5	-	0.0%

Selected Statistical Data

	Actual FY08	Actual FY09	Estimated FY10	Estimated FY11
Warrants Paid from Treasurer's Account	\$1,036,294,599	\$1,077,183,943	\$1,100,000,000	\$1,150,000,000
Warrants Cleared	503,594	469,159	500,000	500,000
Cash Receipts	\$3,843,830,359	\$3,812,474,817	\$4,000,000,000	\$4,000,000,000
Cash Receipt Vouchers Processed	23,983	24,954	25,000	26,000
Checks Received from State Agencies	870,184	835,900	850,000	850,000
Wire Transfers - In and Out	2,100	2,121	2,150	2,200
Returned Items	809	723	750	750
Interest Earned	\$4,676	\$5,653	\$5,000	\$5,000
ACH Out	\$2,819,656,368	\$3,009,224,978	\$3,100,000,000	\$3,200,000,000
ACH Volume	994,866	1,054,547	1,100,000	1,150,000
Certificates of Deposit	\$34,551,000	\$34,927,000	\$34,900,000	\$34,700,000
Banks/S&L/Credit Unions in CD Program	73/2/11	73/2/12	73/2/12	73/2/12
Public Deposits: All Current Collateral	\$1,665,110,277	\$1,444,773,183	\$1,450,000,000	\$1,490,000,000
Pledged Securities: On File	4,074	4,860	4,950	5,200
Veterinary Student Grants - Since 1995	\$4,949,230	\$5,298,576	\$5,500,000	\$5,800,000

Division of Unclaimed Property—Informational

The mission of the Division of Unclaimed Property is to carry out the duties and responsibilities of the South Dakota Uniform Unclaimed Property Act; to have charge of and custodial responsibility for all property and monies received under this chapter; to maintain unclaimed property monies in a separate trust fund, and to pay rightful owners as directed by law; to keep an accurate record of the unclaimed property accounts and disbursements of the funds; and to reimburse various entities, holders, and service providers as directed by statute.

The Governor requested \$2,895,551 from other funds and 3.5 FTEs. This is an increase of \$1,199 (0.1%) from FY10. All of the increase is attributable to the Division's share of the Governor's health insurance recommendation.

	Actual	Budgeted	Agency Req.	Gov Rec.	Inc/Dec	% Change
	FY09	FY10	FY11	FY11	FY11	from FY10
Personal Services	213,252	238,352	238,352	239,551	1,199	0.5%
Travel	9,952	14,000	14,000	14,000	-	0.0%
Contractual Services	239,893	275,000	275,000	275,000	-	0.0%
Supplies & Materials	11,002	12,000	12,000	12,000	-	0.0%
Grants And Subsidies	0	0	0	0	-	0.0%
Capital Outlay	1,119	5,000	5,000	5,000	-	0.0%
Other	2,824,008	2,350,000	2,350,000	2,350,000	-	0.0%
Total	3,299,226	2,894,352	2,894,352	2,895,551	1,199	0.0%
Funding Types						
General	0	0	0	0	-	0.0%
Federal	0	0	0	0	-	0.0%
Other	3,299,226	2,894,352	2,894,352	2,895,551	1,199	0.0%
Total	3,299,226	2,894,352	2,894,352	2,895,551	1,199	0.0%
FTE	3.0	3.5	3.5	3.5	-	0.0%

REVENUES

	Actual	Actual	Estimated	Estimated
	FY08	FY09	FY10	FY11
Cash Receipts	11,008,563	8,737,540	8,500,000	8,500,000
TOTALS	11,008,563	8,737,540	8,500,000	8,500,000

SELECTED STATISTICAL DATA

	Actual FY08	Actual FY09	Estimated FY10	Estimated FY11
Amount of Claims Paid	\$2,502,478	\$2,824,008	\$2,600,000	\$2,700,000
Value of Stocks Returned to Owners	\$187,663	\$39,745	\$50,000	\$100,000
Claims Paid	6,505	6,113	7,000	7,900
Records in Unclaimed Property Database	195,569	227,142	260,000	290,000
Stock Portfolio Valuation	\$1,393,333	\$1,032,084	\$1,150,000	\$1,300,000
Outreach Presentations	9	9	9	9

Other Departmental Issues

➤ None.