

Representative Jerome Zeringue  
Chairman



Representative Francis Thompson  
Vice Chairman

# Fiscal Year 2024 Executive Budget Review State Treasury

House Committee on Appropriations  
House Fiscal Division

*March 28, 2023*

Budget Analyst: Blair LeBlanc

# TABLE OF CONTENTS



This presentation was produced by the House Fiscal Division of the Louisiana House of Representatives.

900 N. 3<sup>rd</sup> Street  
Baton Rouge, LA 70802  
[house.louisiana.gov/housefiscal/](https://house.louisiana.gov/housefiscal/)

All data and figures were obtained from the governor's Fiscal Year 2023-2024 Executive Budget and Supporting Documents provided by the Office of Planning and Budget within the Division of Administration along with House Bill 1 of the 2023 Regular Session, unless otherwise noted.

<https://www.doa.la.gov/doa/opb/budget-documents/>

| Topic                            | Page |
|----------------------------------|------|
| Funding Recommendation FY 24     | 3    |
| Department Organization          | 4    |
| Historical Spending & Budget     | 5    |
| Prior Year Actual Spending FY 22 | 7    |
| Existing Operating Budget FY 23  | 9    |
| Sources of Funding               | 10   |
| Funding Comparison               | 11   |
| Expenditure Recommendation       | 12   |
| Expenditure History              | 13   |
| Expenditure Comparison           | 14   |
| Discretionary Expenses           | 17   |
| Personnel Information            | 18   |
| Department Contacts              | 19   |
| General Department Information   | 20   |

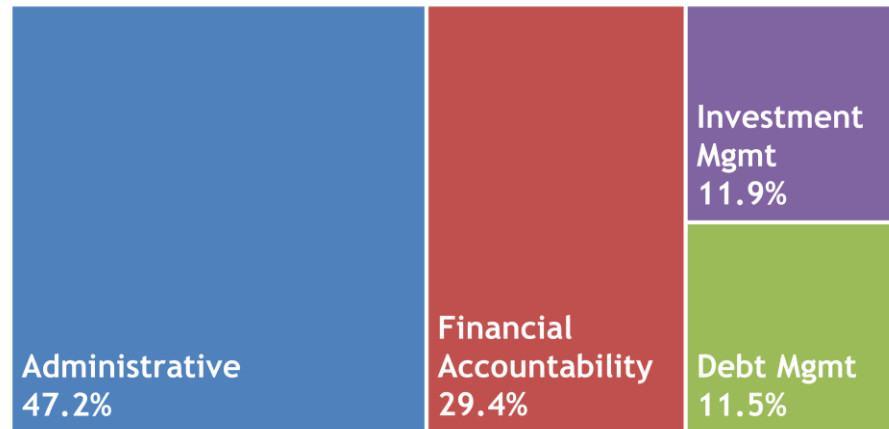
# FY 24 BUDGET RECOMMENDATION

## Total Funding = \$13,456,913

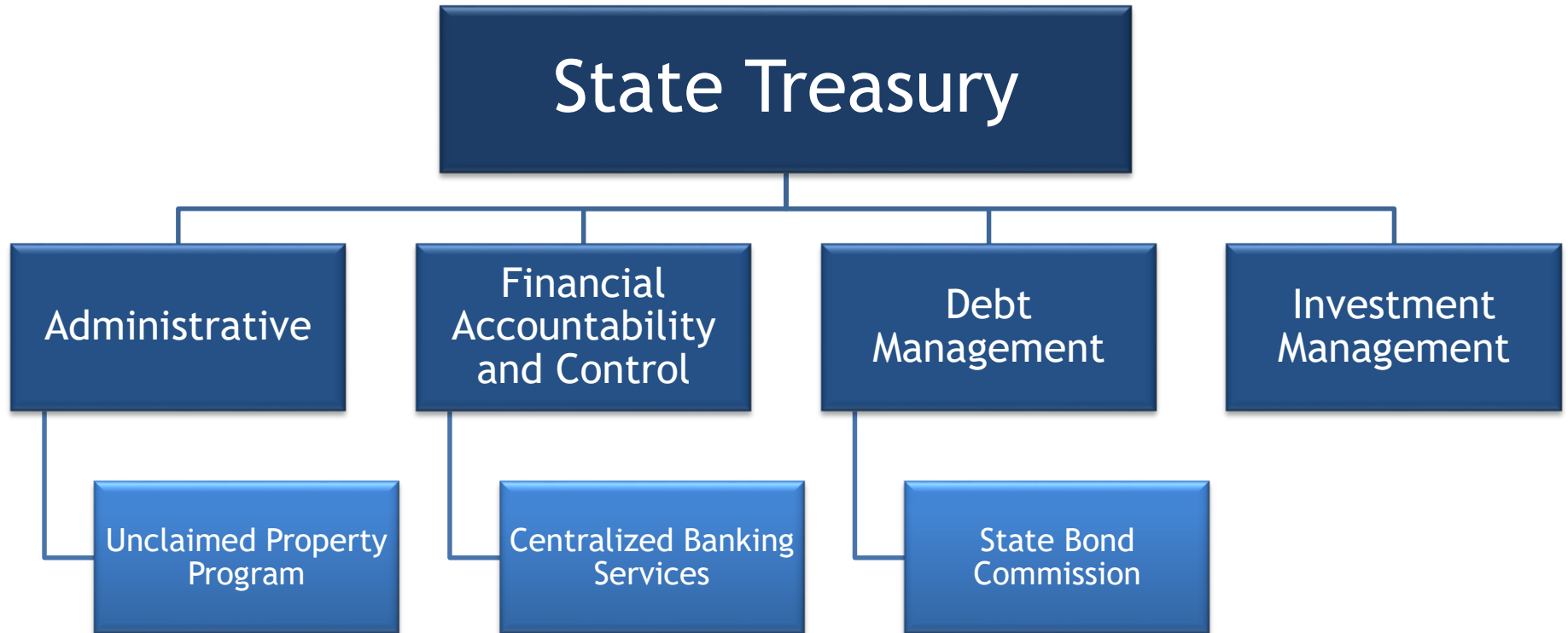
| Means of Finance      |           |                   |
|-----------------------|-----------|-------------------|
| State General Fund    | \$        | 0                 |
| Interagency Transfers |           | 1,718,452         |
| Fees & Self-generated |           | 10,927,006        |
| Statutory Dedications |           | 811,455           |
| Federal Funds         |           | 0                 |
| <b>Total</b>          | <b>\$</b> | <b>13,456,913</b> |



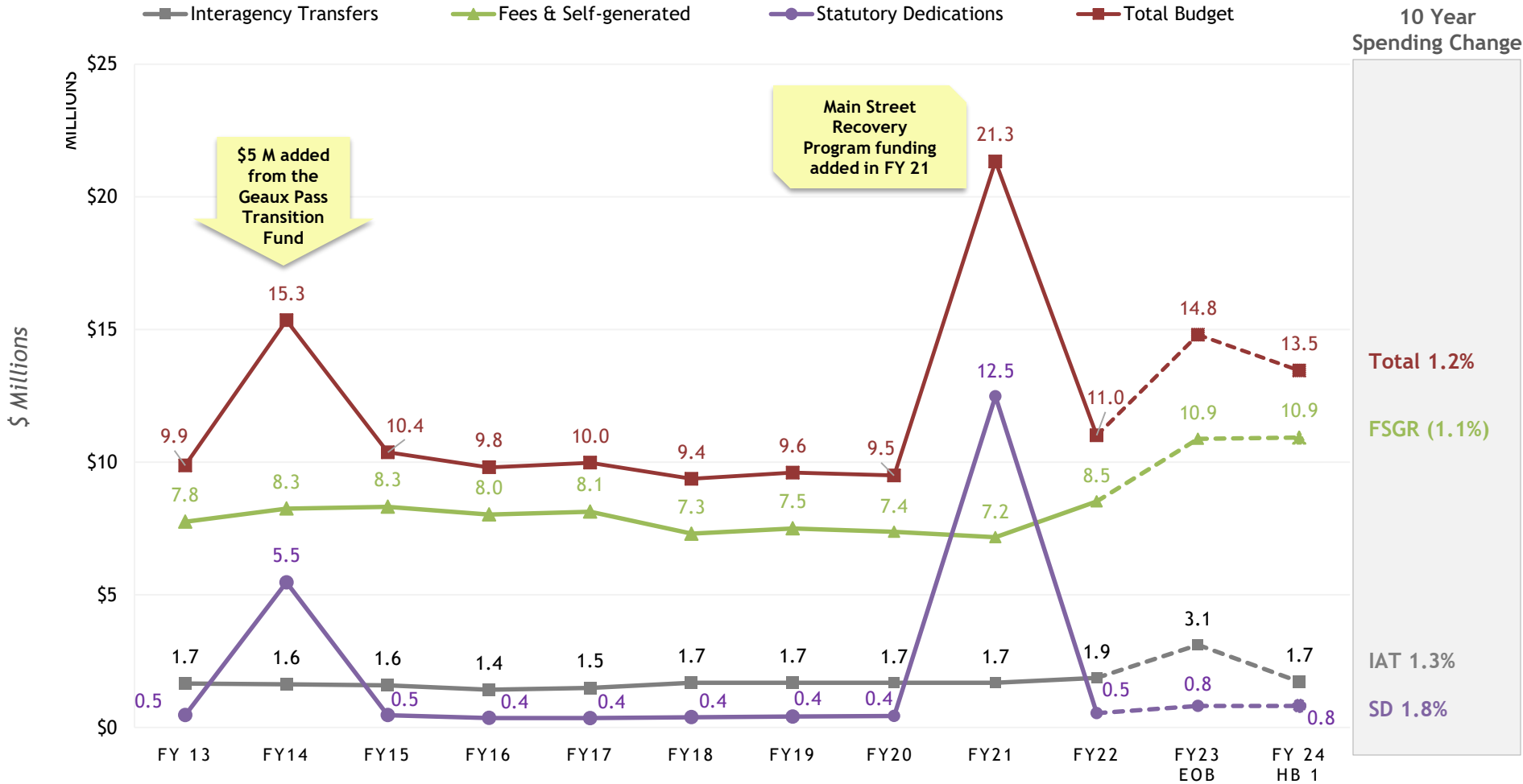
| Program Funding & Authorized Positions |           |                   |                  |
|--|-----------|-------------------|------------------|
|  |           | <i>Amount</i>     | <i>Positions</i> |
| Administrative                         | \$        | 6,347,300         | 33               |
| Financial Accountability               |           | 3,958,013         | 16               |
| Debt Management                        |           | 1,550,230         | 10               |
| Investment Management                  |           | 1,601,370         | 4                |
| <b>Total</b>                           | <b>\$</b> | <b>13,456,913</b> | <b>63</b>        |



# DEPARTMENT ORGANIZATION

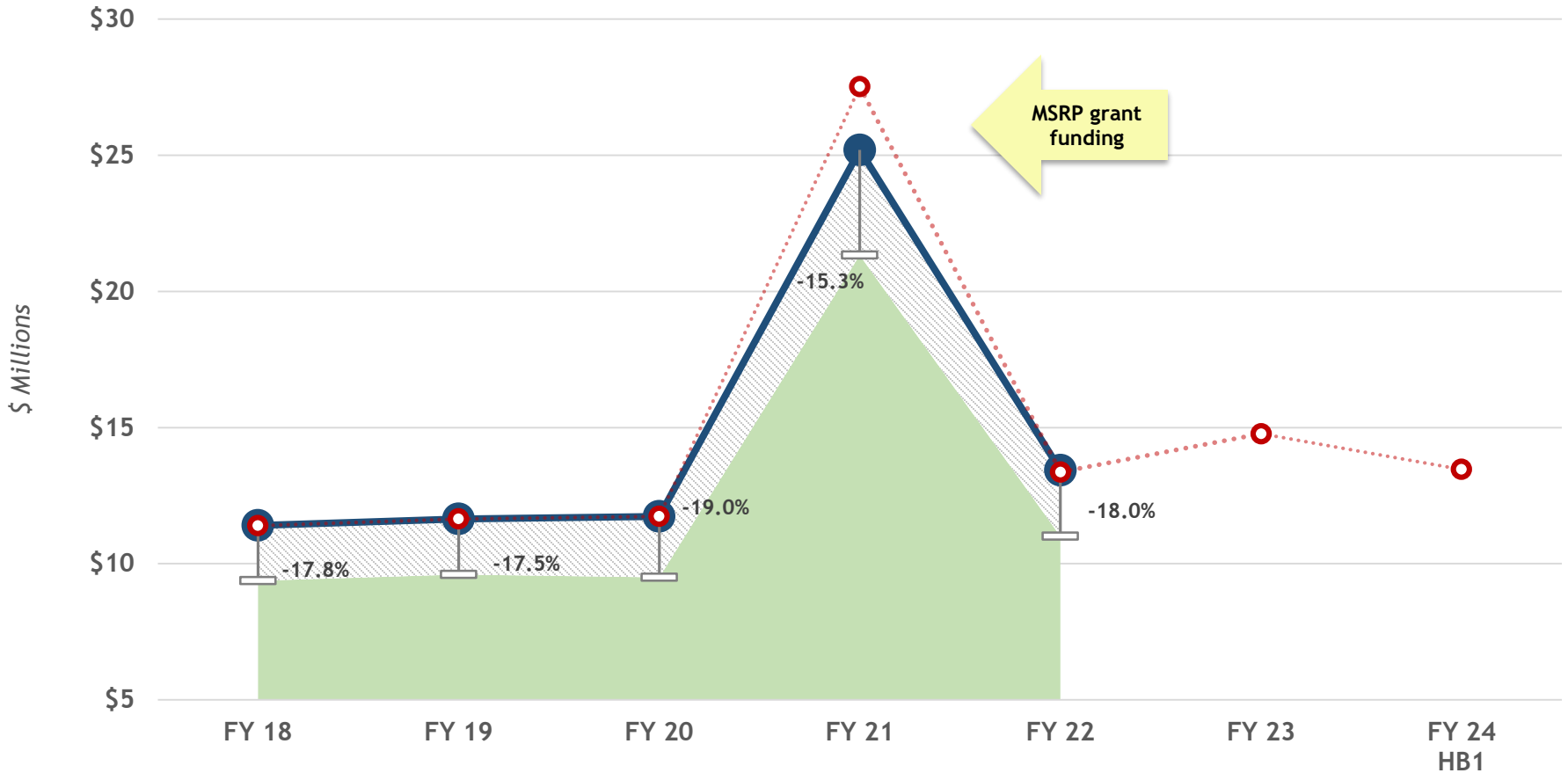


# HISTORICAL SPENDING



# HISTORICAL BUDGET

Actual Spending Final Budget Beginning Budget



# PRIOR YEAR ACTUALS FY 22

| Means of Finance      | Final Budget<br><i>(w/o FY23 carryfwd)</i> | Amount Spent         | Unspent Authority   | Unspent Authority % | Unspent % by MOF |
|-----------------------|--|----------------------|---------------------|---------------------|------------------|
| General Fund          | \$ 90,000                                  | \$ 80,263            | \$ 9,737            | 10.8%               | 0.4%             |
| Interagency Transfers | 2,411,944                                  | 1,868,341            | 543,603             | 22.5%               | 22.5%            |
| Self-generated        | 10,113,124                                 | 8,521,549            | 1,591,575           | 15.7%               | 65.8%            |
| Statutory Dedications | 811,455                                    | 539,355              | 272,100             | 33.5%               | 11.3%            |
| Federal               | 0  | 0                    | 0                   | 0.0%                | 0.0%             |
| <b>FY22 Total</b>     | <b>\$ 13,426,523</b>                       | <b>\$ 11,009,508</b> | <b>\$ 2,417,015</b> | <b>18.0%</b>        | <b>100.0%</b>    |

| <i>Historical Total Unspent Budget Authority</i> | Final Budget       | Amount Spent         | Unspent Authority    | Unspent %           |              |
|--|--------------------|----------------------|----------------------|---------------------|--------------|
|  | FY21 Total         | \$ 25,193,361        | \$ 21,334,363        | \$ 3,858,998        | 15.3%        |
|  | FY20 Total         | \$ 11,730,895        | \$ 9,498,914         | \$ 2,231,981        | 19.0%        |
|  | FY19 Total         | 11,639,368           | 9,604,063            | 2,035,305           | 17.5%        |
|  | <b>3 Year Avg.</b> | <b>\$ 16,187,875</b> | <b>\$ 13,479,113</b> | <b>\$ 2,708,761</b> | <b>16.7%</b> |

# PRIOR YEAR ACTUALS FY 22

## Were projected revenues collected?

|              | Final Budget<br><i>(w/o FY23 carryfwd)</i> | Revenue Collections  | Difference          |
|--------------|--|----------------------|---------------------|
| SGF          | \$ 90,000                                  | \$ 90,000            | \$ 0                |
| IAT          | 2,411,944                                  | 1,959,058            | (452,886)           |
| FSGR         | 10,113,124                                 | 20,282,657           | 10,169,533          |
| SD           | 811,455                                    | 539,355              | (272,100)           |
| FED          | 0  | 0                    | 0                   |
| <b>Total</b> | <b>\$ 13,426,523</b>                       | <b>\$ 22,871,070</b> | <b>\$ 9,444,547</b> |

Treasury collected \$9.4 M more than the FY 22 budget

- Collections from self-generated revenues were in excess of budget projections due to a net change from increasing securities lending collections coupled with better than expected Bond Commission collections and the 7% unclaimed property administration allocation which is typically not utilized in full
- Funding not utilized from statutory dedications for the investment of constitutional trust funds were retained in their respective funds

## Were collected revenues spent?

|              | Revenue Collections  | Expenditures         | Difference             |
|--------------|----------------------|----------------------|------------------------|
| SGF          | \$ 90,000            | \$ 80,263            | \$ (9,737)             |
| IAT          | 1,959,058            | 1,868,341            | (90,717)               |
| FSGR         | 20,282,658           | 8,521,550            | (11,761,108)           |
| SD           | 539,355              | 539,355              | 0                      |
| FED          | 0                    | 0                    | 0                      |
| <b>Total</b> | <b>\$ 22,871,071</b> | <b>\$ 11,009,509</b> | <b>\$ (11,861,562)</b> |

Treasury spent \$11.9 M less than was collected in fees and self-generated revenue. This revenue is authorized in the General Appropriations Bill to be carried over from one fiscal year to the next



# EXISTING OPERATING BUDGET FY 23

The FY 2022-23 Existing Operating Budget (EOB) was frozen on December 1, 2022. This point-in-time reference is used in both the Executive Budget and the General Appropriations Bill.

| Means of Finance       | Appropriation        | Mid-Year Adjustments | Existing Operating Budget |
|------------------------|----------------------|----------------------|---------------------------|
| General Fund           | \$ 0                 | \$ 0                 | \$ 0                      |
| Interagency Transfers  | 3,108,452            | 0                    | 3,108,452                 |
| Self-generated Revenue | 10,853,653           | 28,968               | 10,882,621                |
| Statutory Dedications  | 811,455              | 0                    | 811,455                   |
| Federal                | 0                    | 0                    | 0                         |
| <b>Total</b>           | <b>\$ 14,773,560</b> | <b>\$ 28,968</b>     | <b>\$ 14,802,528</b>      |

## Budget Adjustments From Appropriation to EOB

| July      | August  | September | October   | November  |
|-----------|---|-----------|-----------|-----------|
| No change | \$28,968<br>Increase from a carry forward in Fees and Self-Generated Revenue for the Debt Management Program for completion of the reporting system replacement for the State Bond Commission | No change | No change | No change |

# SOURCES OF FUNDING

## Interagency Transfers

**\$1.7 M**

Fees collected from agencies that utilize central depository banking services provided by the Treasury

## Self-generated Revenue

**\$10.9 M**

- **\$1.5 M**  
State Bond Commission fees collected for review of the issuance of debt by private and public entities
- **\$2.2 M**  
Securities Lending Program fees received from investment income on certain debt obligations of the Federal Government
- **\$2.7 M**  
Unclaimed Property funds utilized according to statute pursuant to that function
- Treasury is authorized in HB1 to carry-over and utilize certain self-generated funds from prior fiscal years in its operating budget

## Statutory Dedications

**\$811,455**

- **\$449,093 - Louisiana Quality Education Support Fund**
- **\$114,242 - Health Excellence Fund**
- **\$114,240 - Education Excellence Fund**
- **\$114,240 - TOPS Fund**
- **\$19,640 - Medicaid Trust Fund for the Elderly**

Statutory Dedications are used in accordance with statute and the constitution to administer the investing and accounting for the trust funds managed by the State Treasury

# FUNDING COMPARISON

| Means of Finance | FY22                 | FY23                              | FY24                 | Change                           |               | Change                     |              |
|------------------|----------------------|-----------------------------------|----------------------|----------------------------------|---------------|----------------------------|--------------|
|                  | Actual Expenditures  | Existing Operating Budget 12/1/22 | HB1 Budget           | Existing Operating Budget to HB1 |               | Actual Expenditures to HB1 |              |
| SGF              | \$ 80,263            | \$ 0                              | \$ 0                 | \$ 0                             | 0.0%          | \$ (80,263)                | (100.0%)     |
| IAT              | 1,868,341            | 3,108,452                         | 1,718,452            | (1,390,000)                      | (44.7%)       | (149,889)                  | (8.0%)       |
| FSGR             | 8,521,550            | 10,882,621                        | 10,927,006           | 44,385                           | 0.4%          | 2,405,456                  | 28.2%        |
| Stat Ded         | 539,355              | 811,455                           | 811,455              | 0                                | 0.0%          | 272,100                    | 50.4%        |
| Federal          | 0                    | 0                                 | 0                    | 0                                | 0.0%          | 0                          | 0.0%         |
| <b>Total</b>     | <b>\$ 11,009,509</b> | <b>\$ 14,802,528</b>              | <b>\$ 13,456,913</b> | <b>\$ (1,345,615)</b>            | <b>(9.1%)</b> | <b>\$ 2,447,404</b>        | <b>22.2%</b> |

## Significant funding changes compared to the FY 23 Existing Operating Budget

### Interagency Transfers

(\$1.4 M) Net decrease to remove funding no longer needed for administration of:

- (\$900,000) for Hurricane Ida Recovery Fund Program Recovery Program
- (\$400,000) for Louisiana Main Street, Loggers Relief, and Save Our Screens Program

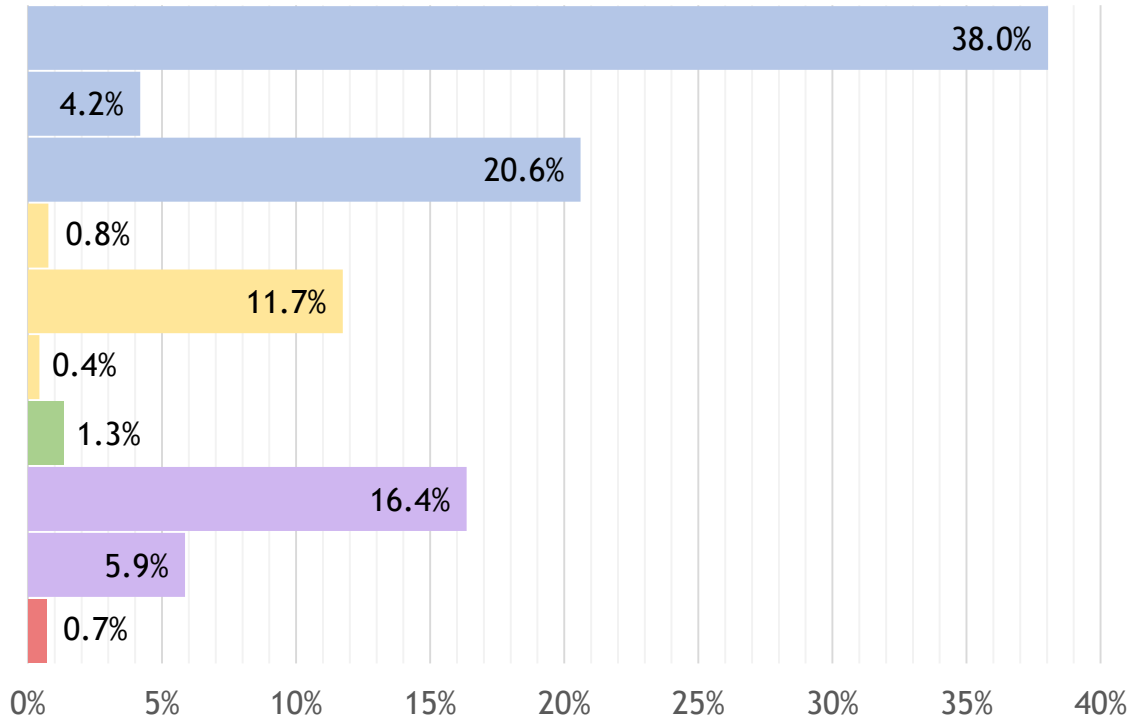
### Fees & Self-generated

\$44,385 net increase due to adding one (1) authorized classified position for a new IT technical support analyst offset by (\$64,411) in standard state wide salary adjustments including removal of the 27<sup>th</sup> pay period

# EXPENDITURE RECOMMENDATION FY 24

## Total Budget = \$13,456,913

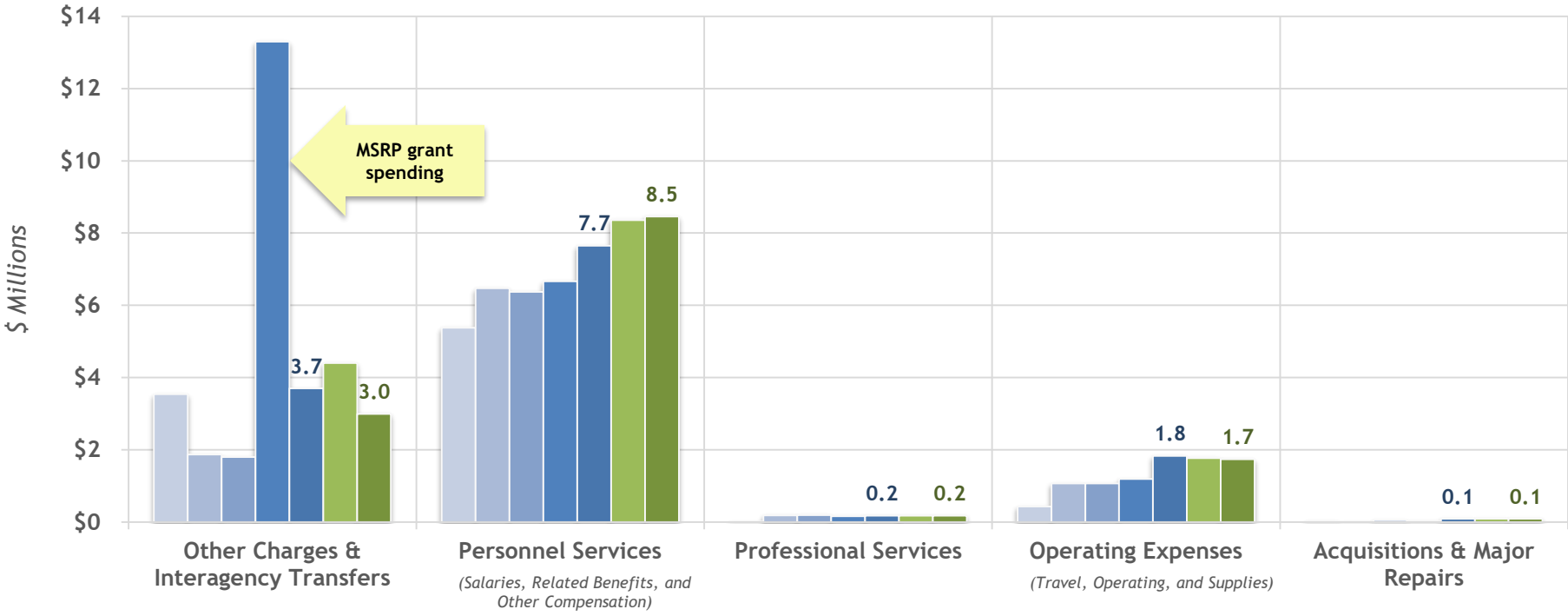
| Expenditure Category  |           |                   |
|-----------------------|-----------|-------------------|
| Salaries              | \$        | 5,118,414         |
| Other Compensation    |           | 562,917           |
| Related Benefits      |           | 2,773,764         |
| Travel                |           | 103,389           |
| Operating Services    |           | 1,579,759         |
| Supplies              |           | 57,372            |
| Professional Services |           | 179,147           |
| Other Charges         |           | 2,201,381         |
| Interagency Transfers |           | 787,955           |
| Acquisitions/Repairs  |           | 92,815            |
| <b>Total</b>          | <b>\$</b> | <b>13,456,913</b> |



# EXPENDITURE HISTORY

Actual Expenditures      Budgeted Amount

Fiscal Year: 2018 2019 2020 2021 2022      2023 EOB 2024 HB 1



## 5 Year Average Spending per Expenditure Category

|                 |                 |                  |                |                |
|-----------------|-----------------|------------------|----------------|----------------|
| \$4.4 M : 36.3% | \$6.5 M : 53.1% | \$179,147 : 1.2% | \$1.1 M : 9.1% | \$92,815 : <1% |
|-----------------|-----------------|------------------|----------------|----------------|

# EXPENDITURE COMPARISON

| Expenditure Category  | FY22 Actual Expenditures | FY23 Existing Operating Budget 12/1/22 | FY24 HB1 Budget      | Change Existing Operating Budget to HB1 |               | Change Actual Expenditures to HB1 |              |
|-----------------------|--------------------------|--|----------------------|---|---------------|-----------------------------------|--------------|
| Salaries              | \$ 4,404,563             | \$ 4,969,951                           | \$ 5,118,414         | \$ 148,463                              | 3.0%          | \$ 713,851                        | 16.2%        |
| Other Compensation    | 410,574                  | 562,917                                | 562,917              | 0                                       | 0.0%          | 152,343                           | 37.1%        |
| Related Benefits      | 2,376,985                | 2,825,736                              | 2,773,764            | (51,972)                                | (1.8%)        | 396,779                           | 16.7%        |
| Travel                | 21,603                   | 103,389                                | 103,389              | 0                                       | 0.0%          | 81,786                            | 378.6%       |
| Operating Services    | 1,437,537                | 1,608,727                              | 1,579,759            | (28,968)                                | (1.8%)        | 142,222                           | 9.9%         |
| Supplies              | 41,938                   | 57,372                                 | 57,372               | 0                                       | 0.0%          | 15,434                            | 36.8%        |
| Professional Services | 161,030                  | 179,147                                | 179,147              | 0                                       | 0.0%          | 18,117                            | 11.3%        |
| Other Charges         | 1,655,015                | 3,591,381                              | 2,201,381            | (1,390,000)                             | (38.7%)       | 546,366                           | 33.0%        |
| Interagency Transfers | 499,179                  | 811,093                                | 787,955              | (23,138)                                | (2.9%)        | 288,776                           | 57.9%        |
| Acquisitions/Repairs  | 1,086                    | 92,815                                 | 92,815               | 0                                       | 0.0%          | 91,729                            | 8,446.5%     |
| <b>Total</b>          | <b>\$ 11,009,510</b>     | <b>\$ 14,802,528</b>                   | <b>\$ 13,456,913</b> | <b>\$ (1,345,615)</b>                   | <b>(9.1%)</b> | <b>\$ 2,447,403</b>               | <b>22.2%</b> |

# SIGNIFICANT EXPENDITURE CHANGES FY 24

*Compared to the FY 23 Existing Operating Budget*

| Personnel Services   | Other Charges  |
|--|--|
| <ul style="list-style-type: none"><li>• <b>(\$261,102)</b> decrease in salaries to remove funding for the 27<sup>th</sup> pay period that is no longer needed in FY 24</li><li>• \$108,796 increase in salaries and related benefits for one (1) authorized classified position for a new IT technical support analyst</li><li>• <b>(\$64,411)</b> net decrease for various standard statewide adjustments</li></ul> | <ul style="list-style-type: none"><li>• <b>(\$400,000)</b> decrease to remove funding for the administration of the Louisiana Main Street, Loggers Relief, and Save Our Screens Programs</li><li>• <b>(\$990,000)</b> decrease to remove funding from the Hurricane Ida Recovery Fund for administration of the recovery program</li></ul> |

# OTHER CHARGES/INTERAGENCY TRANSFERS

## Other Charges

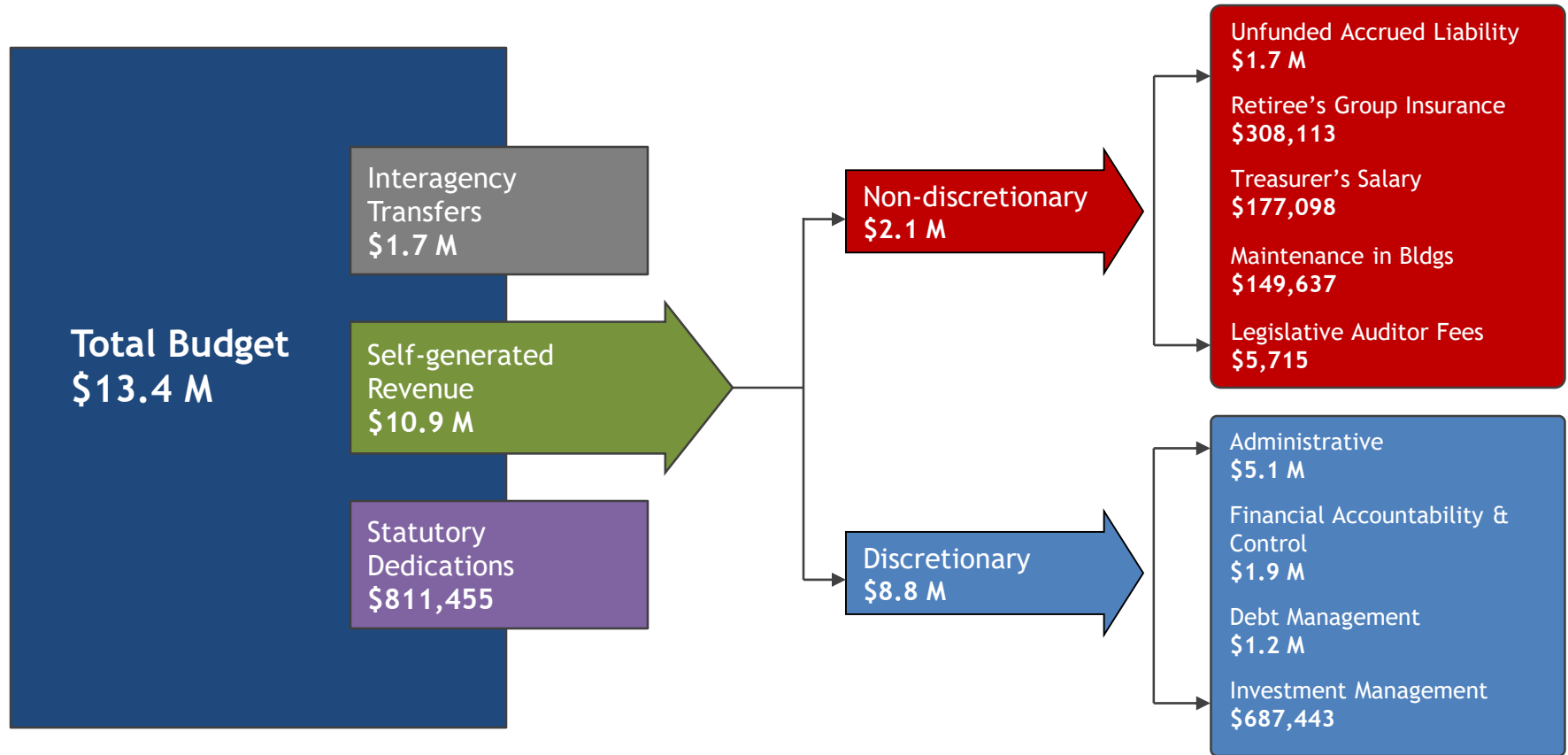
| Amount              | Description  |
|---------------------|--|
| \$ 1,406,900        | Central Banking Services   |
| 768,259             | Trust Fund Investment Management ( <i>Millennium Trust Funds, La. Education Quality Trust Fund, Medicaid Trust for the Elderly</i> ) |
| 22,000              | Investment collateral pricing service  |
| 3,260               | LaCap Federal Credit Union for Unclaimed Property  |
| 962                 | Tuition Reimbursement  |
| <b>\$ 2,201,381</b> | <b>Total Other Charges</b>   |

## Interagency Transfers

| Amount            | Description                        |
|-------------------|------------------------------------|
| \$ 349,722        | Statewide Commodities & Services   |
| 149,637           | Building Maintenance               |
| 65,106            | Risk Management                    |
| 62,000            | Rentals                            |
| 45,154            | Office of Technology Services      |
| 44,331            | Security                           |
| 22,349            | Civil Service Fees                 |
| 18,878            | Data Processing                    |
| 16,454            | State Procurement                  |
| 8,609             | Printing and Mailing Services      |
| 5,715             | Legislative Auditor                |
| <b>\$ 787,955</b> | <b>Total Interagency Transfers</b> |



# DISCRETIONARY EXPENSES FY 24



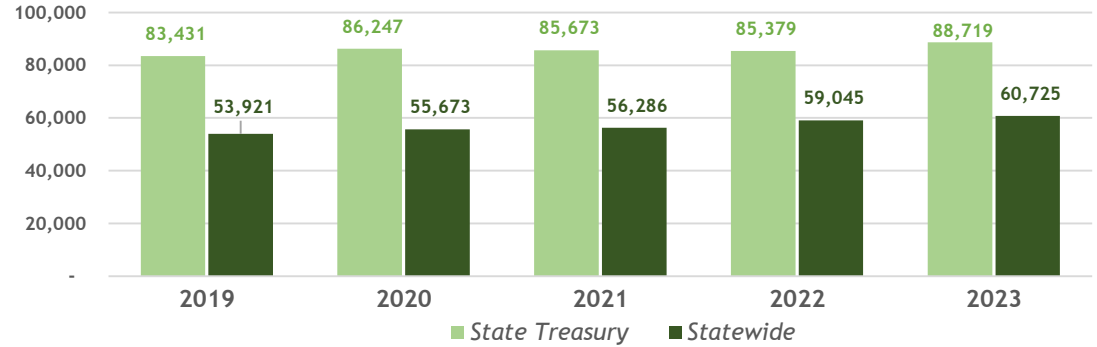
*\*Figures may not add precisely due to rounding\**

# PERSONNEL INFORMATION

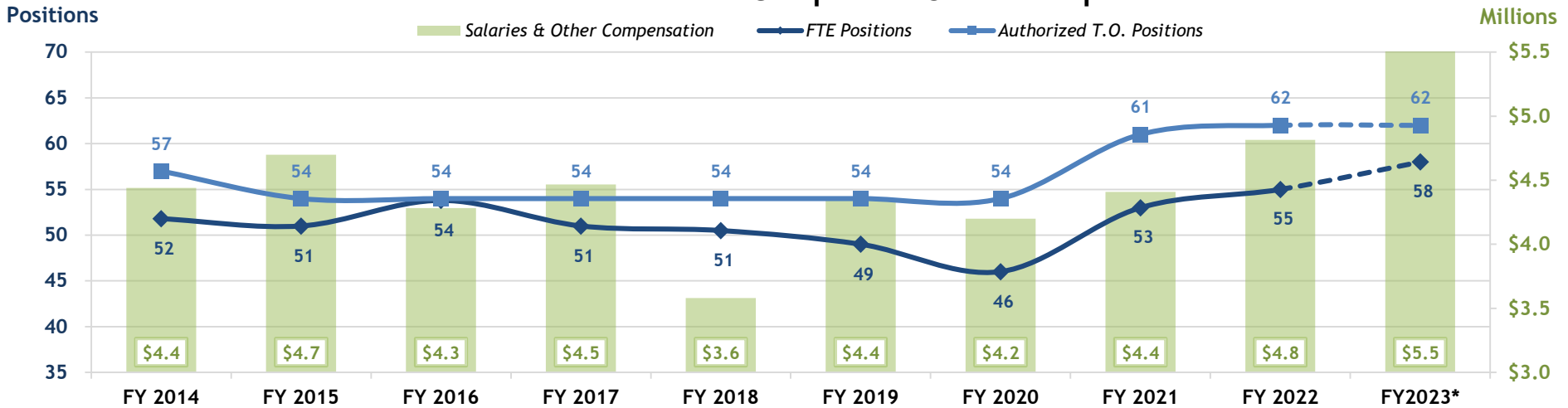
## FY 2024 Recommended Positions

|    |   |
|----|---|
| 63 | Total Authorized T.O. Positions<br>(53 Classified, 10 Unclassified) |
| 0  | Authorized Other Charges Positions                                  |
| 5  | Non-T.O. FTE Positions  |
| 5  | Vacant Positions (January 30, 2023)                                 |

## Historical Average Salary



## Historical Positions<sup>1</sup> Compare to Salaries Expended



<sup>1</sup> FTE Source: Dept. of Civil Service Weekly Report on State Employment

\* Existing Operating Budget on 12/1/22

# DEPARTMENT CONTACTS



**John M. Schroder**  
*State Treasurer*

---

**Nancy Keaton**  
*First Assistant Treasurer*  
NKeaton@treasury.la.gov

---

**John Broussard**  
*Chief Investments Officer*  
JBroussard@treasury.la.gov

---

**Lela Folse**  
*Director, State Bond Commission*  
LFolse@treasury.la.gov

---

# DEPARTMENT OVERVIEW

## Administrative Program

- Leadership and administrative functions whose goal is to fulfill the duties and responsibilities of the State Treasurer and state Constitution
- Policy development and legal services
- Communications and community outreach

### Unclaimed Property Program

- Manages the state's database of unclaimed cash, stocks, bonds, securities, insurance benefits, or other assets
- Operates an online system for users to search for property in their name and claim it
- Advertises and promotes the program through outreach events held around the state

## Fiscal Accountability and Control Program

- Provides and manages centralized bank account for the deposit of public monies
- Administers constitutional and statutory funds created within the Treasury
- Distributes state funds to various local governments
- Oversees the cash management function to provide the opportunity for the greatest investment earnings
- Administers the Social Security and Medicare coverage program for all public state and local governmental employers throughout the state
- Manages the *State Aid to Locals* appropriations contained in Schedule 20 of the budget including the individual cooperative endeavor agreements with each entity

## Debt Management Program

- Provides staff to assist the State Bond Commission
- Administers the incurrence of public debt
- Reviews applications from state entities seeking to incur debt or levy taxes
- Manages and services outstanding bond issues with debt service payments

## Investment Management Program

- Invests the monies deposited in the State Treasury to earn a reasonable rate of return while maintaining safety of principal and liquidity to meet the state's cash flow needs
- As part of the cash management program, maintains several investment portfolios each with differing characteristics
- Manages over \$13 billion in investment securities including the state trust funds