

Representative Jack McFarland
Chairman



Representative Jason Hughes
Vice Chairman

Fiscal Year 2025 Executive Budget Review

STATE TREASURY

House Committee on Appropriations
House Fiscal Division

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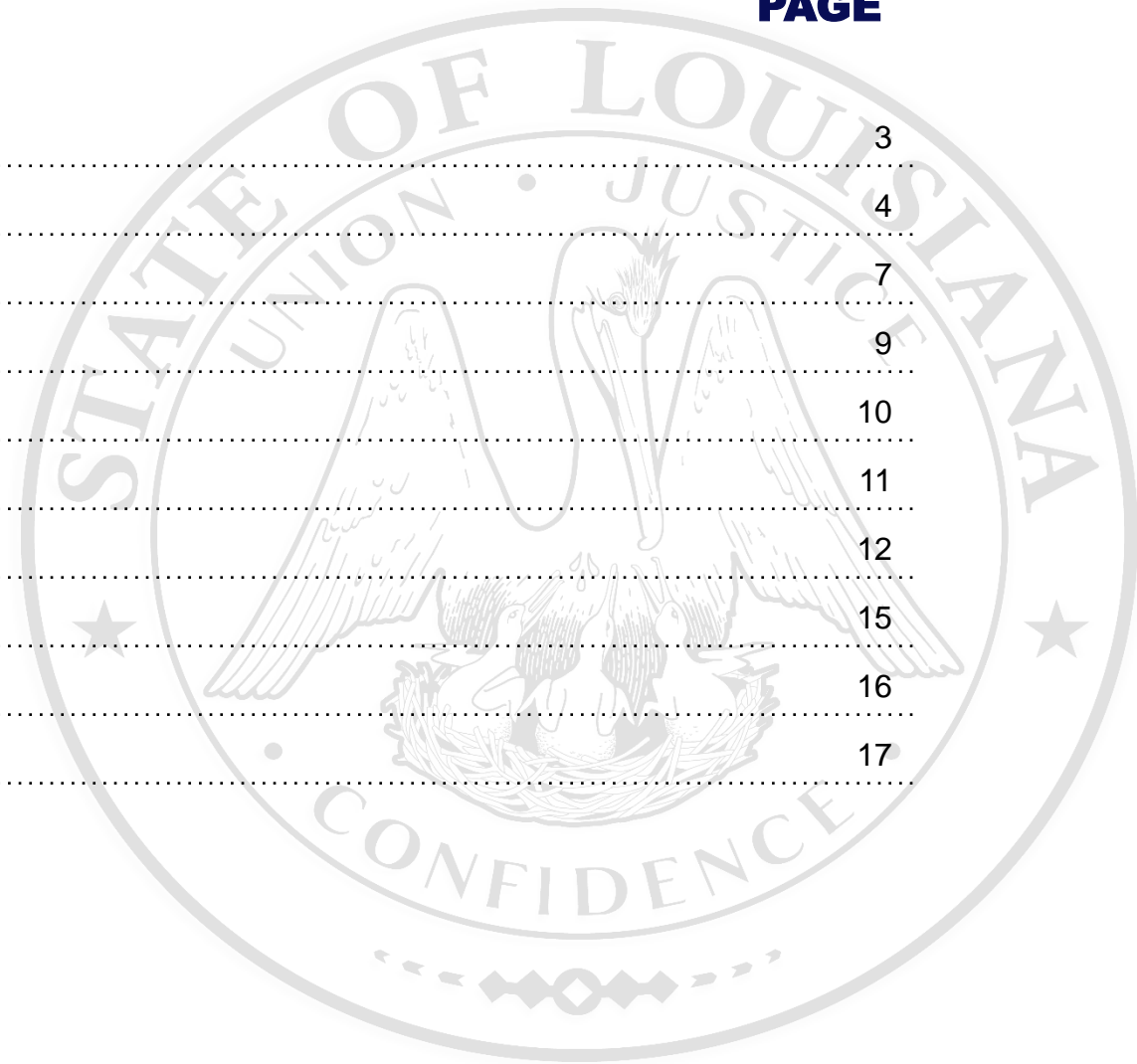
All data and figures were obtained from the governor's Fiscal Year 2024-2025 Executive Budget and Supporting Documents provided by the Office of Planning and Budget within the Division of Administration along with House Bill 1 of the 2024 Regular Session, unless otherwise noted.

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

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FY 25 BUDGET RECOMMENDATION

Total Funding = \$13,605,098

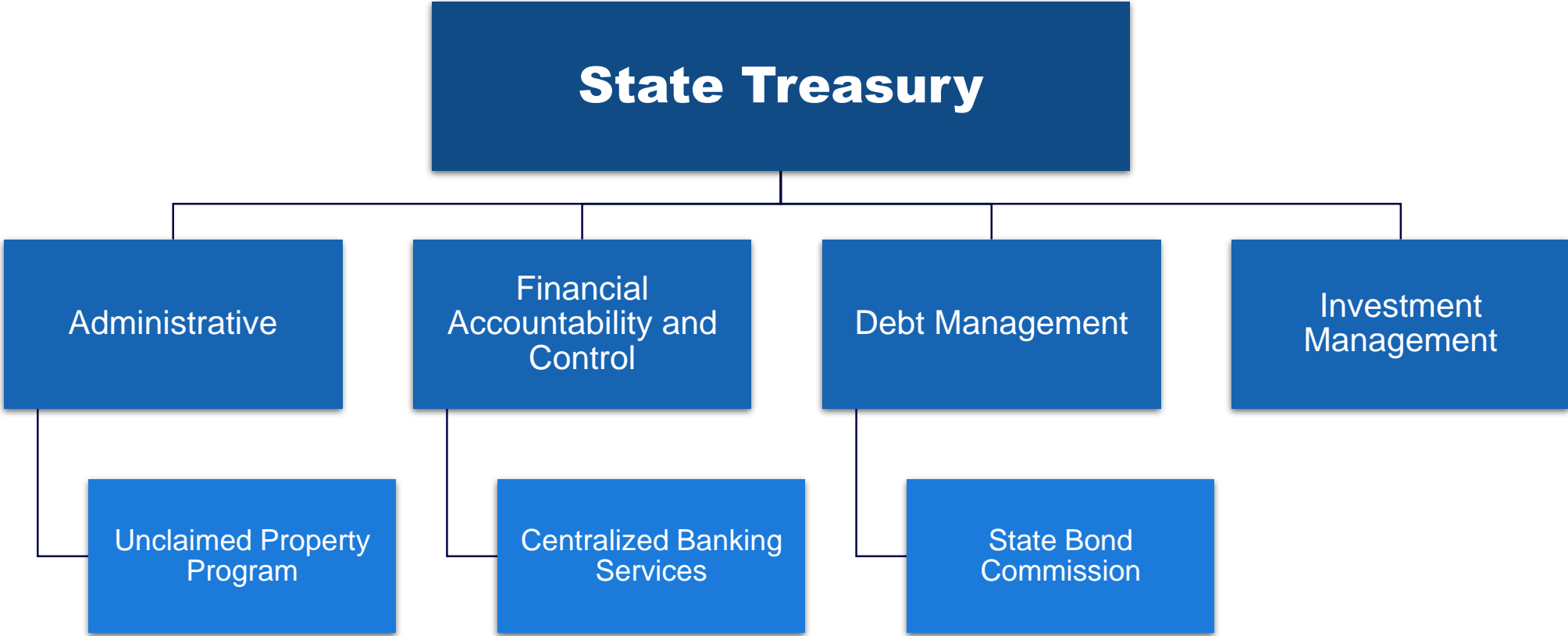
Means of Finance		
State General Fund	\$	205,260
Interagency Transfers		1,718,452
Fees & Self-generated		10,869,931
Statutory Dedications		811,455
Federal Funds		0
Total	\$	13,605,098



Program Funding & Authorized Positions			
		<i>Amount</i>	<i>Positions</i>
Administrative	\$	6,383,324	42
Financial Accountability		4,071,723	17
Debt Management		1,559,633	10
Investment Management		1,590,418	4
Total	\$	13,605,098	73



DEPARTMENT ORGANIZATION



DEPARTMENT OVERVIEW

Administrative / Financial Accountability and Control

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

Financial Accountability and Control Program

- Provides and manages centralized bank account for the deposit of public monies
- Administers 443 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, approximately \$500 M, contained in Schedule 20 of the budget including the individual cooperative endeavor agreements with each entity
- Administers the Deputy Sheriff Supplemental Pay Program and the newly created Law Enforcement Incentive Program

DEPARTMENT OVERVIEW

Debt Management / Investment Management

Debt Management Program

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

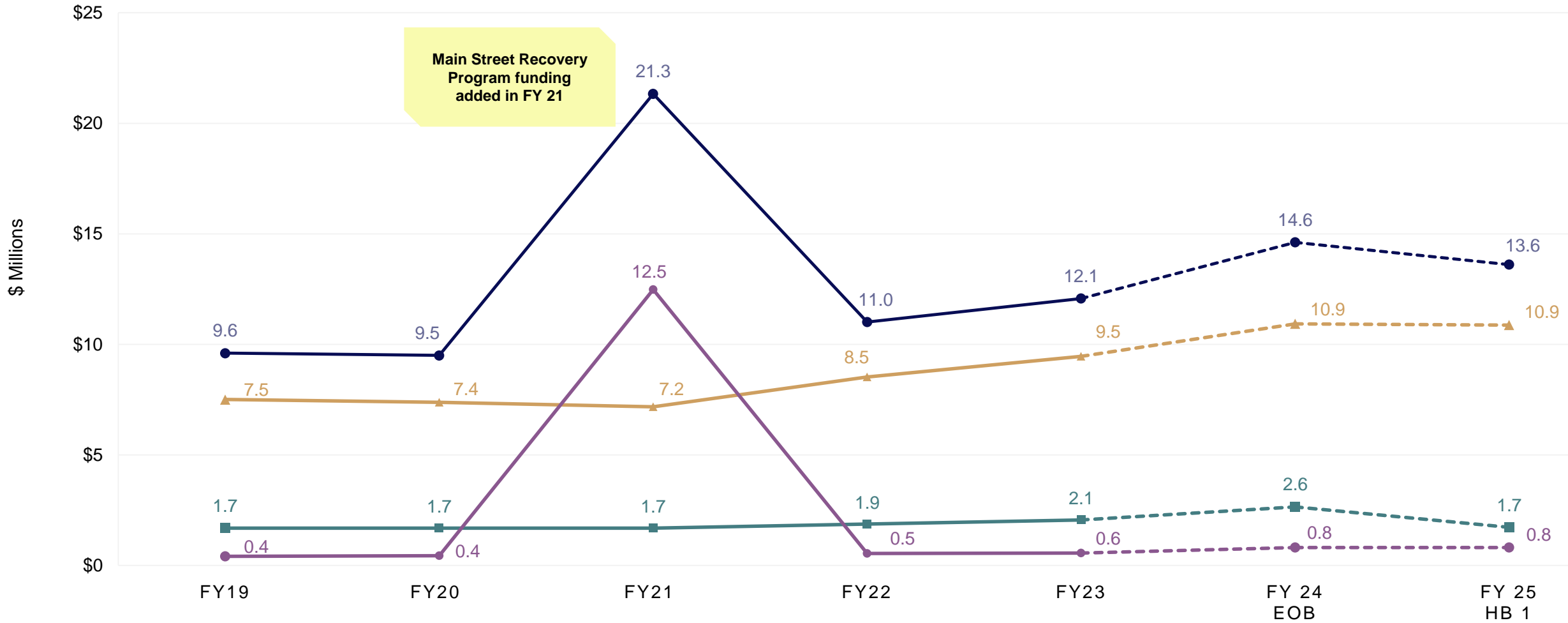
Investment Management Program

- 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

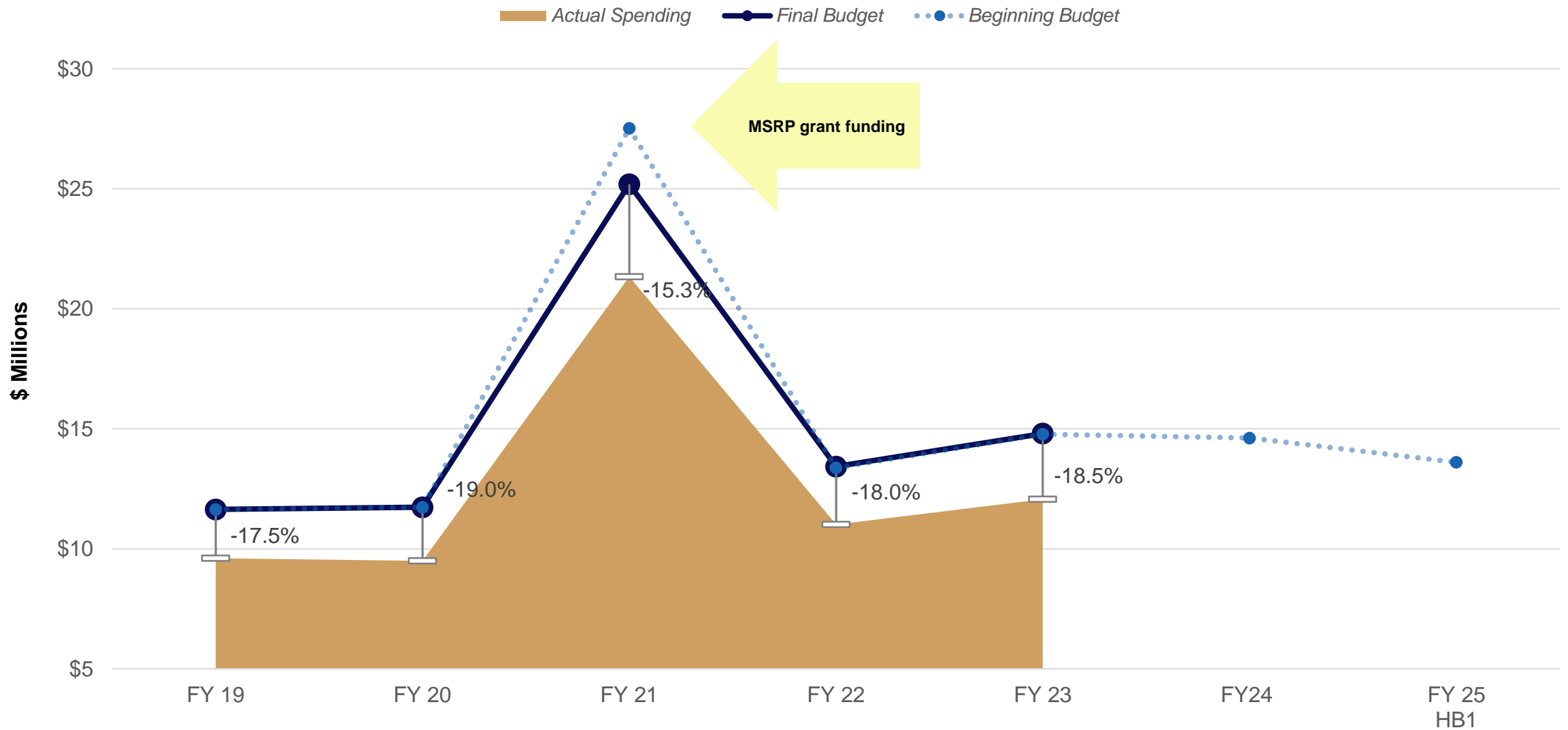
HISTORICAL SPENDING

■ Interagency Transfers
▲ Fees & Self-generated
● Statutory Dedications
● Total Budget

Annual Average Spending Change from FY 19 to 23:



HISTORICAL BUDGET



Note: additional information can be found under the general department section

SOURCES OF FUNDING

State General Fund \$205,260	Interagency Transfers \$1.7 M	Self-generated Revenue \$10.9 M	Statutory Dedications \$811,455
<p>The chief operating fund of the State recognized by the Revenue Estimating Conference from various taxes, licenses, fees, and other revenue sources except for those identified as other means of financing</p>	<p>Fees collected from agencies that utilize central depository banking services provided by the Treasury</p>	<ul style="list-style-type: none"> • \$5 M Securities Lending Program fees received from investment income on certain debt obligations of the Federal Government • \$3 M Unclaimed Property funds utilized according to statute pursuant to that function • \$2 M State Bond Commission fees collected for review of the issuance of debt by private and public entities • Treasury is authorized in HB1 to carry-over and utilize certain self-generated funds from prior fiscal years in its operating budget 	<ul style="list-style-type: none"> • \$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 <p>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</p>

FUNDING COMPARISON

Means of Finance	FY 23 Actual Expenditures	FY 24 Existing Operating Budget 12/1/23	FY 25 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
SGF	\$ 0	\$ 232,710	\$ 205,260	\$ (27,450)	(11.8%)	\$ 205,260	0.0%
IAT	2,053,082	2,646,292	1,718,452	(927,840)	(35.1%)	(334,630)	(16.3%)
FSGR	9,459,901	10,927,006	10,869,931	(57,075)	(0.5%)	1,410,030	14.9%
Stat Ded	555,476	811,455	811,455	0	0.0%	255,979	46.1%
Federal	0	0	0	0	0.0%	0	0.0%
Total	\$ 12,068,459	\$ 14,617,463	\$ 13,605,098	\$ (1,012,365)	(6.9%)	\$ 1,536,639	12.7%

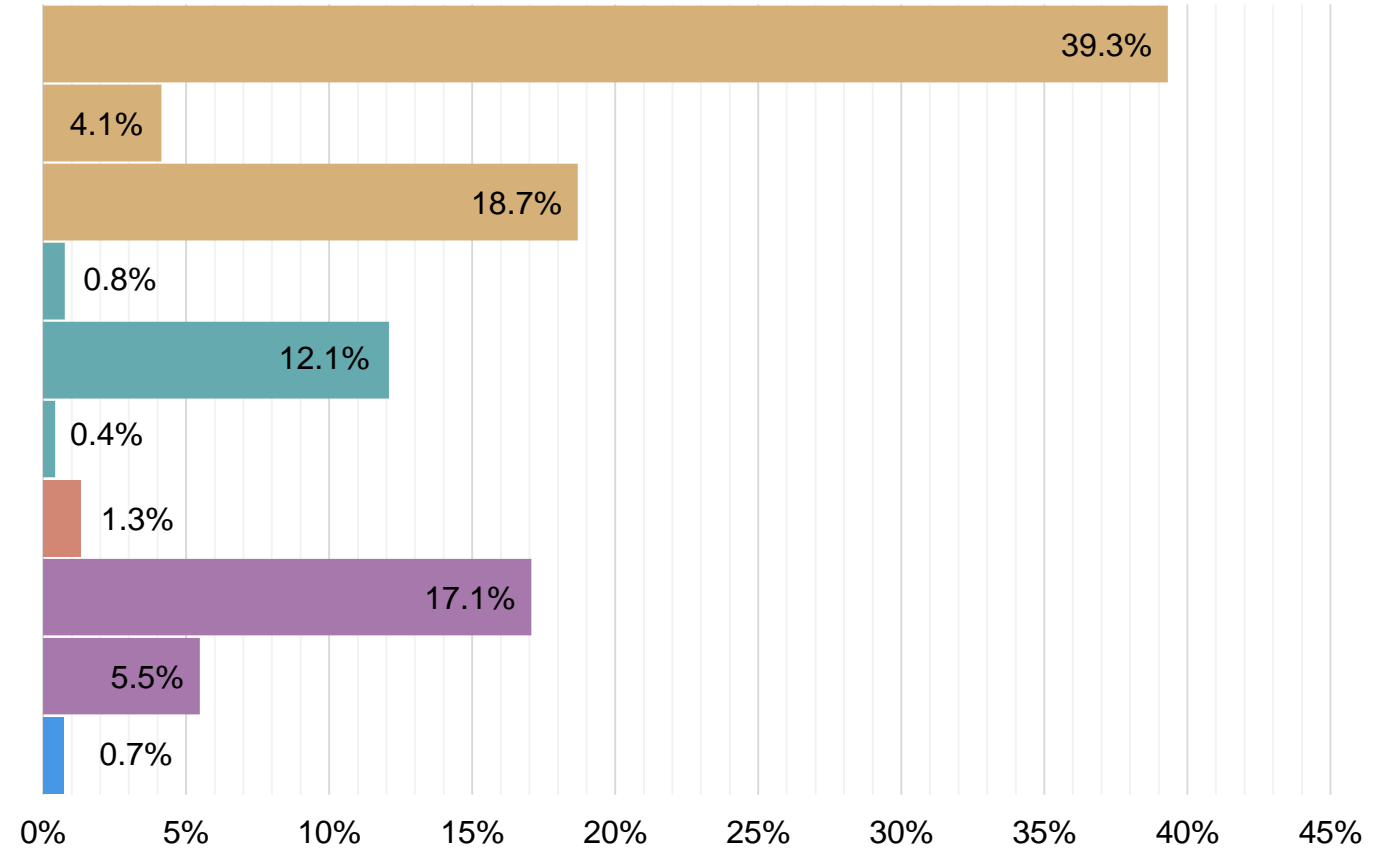
Significant funding changes compared to the FY 24 Existing Operating Budget

State General Fund	Interagency Transfers	Fees & Self-generated
<p>(\$27,450) decrease primarily due to:</p> <ul style="list-style-type: none"> costs associated with department running and maintaining data software for public school board databases due to the passage of Act 370 of 2023 RS. 	<p>(\$927,840) reduce amount from 20-945 State Aid to Local Government Entities in the Hurricane Ida Recovery Fund for the administration of the recovery program</p>	<p>(\$57,075) net decrease due to items such as:</p> <ul style="list-style-type: none"> (\$239,790) decrease associated with standard statewide adjustments \$85,000 increase for one authorized position to handle increased workload in cooperative endeavor agreements, management of new and existing funds, as well as programs administered by Treasury \$97,715 increase to replace computers and software throughout the agency that are over 5 years old

EXPENDITURE RECOMMENDATION FY 25

Total Budget = \$13,605,098

Expenditure Category		
Salaries	\$	5,349,758
Other Compensation		562,918
Related Benefits		2,543,292
Travel		103,389
Operating Services		1,644,759
Supplies		57,372
Professional Services		179,147
Other Charges		2,321,381
Interagency Transfers		745,367
Acquisitions/Repairs		97,715
Total	\$	13,605,098



Note: additional information can be found under the general department section

EXPENDITURE COMPARISON

Expenditure Category	FY 23 Actual Expenditures	FY 24 Existing Operating Budget 12/1/23	FY 25 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
Salaries	\$ 4,982,972	\$ 5,178,414	\$ 5,349,758	\$ 171,344	3.3%	\$ 366,786	7.4%
Other Compensation	421,276	562,917	562,917	\$ 0	0.0%	141,641	33.6%
Related Benefits	2,627,252	2,799,024	2,543,292	(255,732)	(9.1%)	(83,960)	(3.2%)
Travel	36,054	103,389	103,389	0	0.0%	67,335	186.8%
Operating Services	1,337,937	1,644,759	1,644,759	0	0.0%	306,822	22.9%
Supplies	33,422	57,372	57,372	0	0.0%	23,950	71.7%
Professional Services	176,474	179,147	179,147	0	0.0%	2,673	1.5%
Other Charges	1,927,317	3,129,221	2,321,381	(807,840)	(25.8%)	394,064	20.4%
Interagency Transfers	523,379	722,955	745,367	22,412	3.1%	221,988	42.4%
Acquisitions/Repairs	2,378	240,265	97,715	(142,550)	(59.3%)	95,337	4,009.1%
Total	\$ 12,068,461	\$ 14,617,463	\$ 13,605,097	\$ (1,012,366)	(6.9%)	\$ 1,536,636	12.7%

SIGNIFICANT EXPENDITURE CHANGES

Compared to the FY 24 Existing Operating Budget

Personnel Services	Other Charges
<ul style="list-style-type: none">• \$85,000 increase for one authorized position to handle increased workload in cooperative endeavor agreements, management of new and existing funds, as well as programs administered by Treasury	<ul style="list-style-type: none">• (\$927,840) decrease due to the reduction of transfers from 20-945 State Aid to Local Government Entities from the Hurricane Ida Recovery Fund for administration of the program

OTHER CHARGES / INTERAGENCY TRANSFERS

Other Charges

Amount	Description
\$ 1,406,900	Central Banking Services
768,259	Trust Fund Management (<i>Millennium Trust Funds, LA Education Quality Trust Fund, Medicaid Trust for the Elderly</i>)
120,000	Maintenance and Operatin for public school board databases
22,000	Investment collateral pricing service
3,260	LaCap Federal Credit Union for Unclaimed Property
962	Tuition Reimbursement
\$ 2,321,381	Total Other Charges

Interagency Transfers

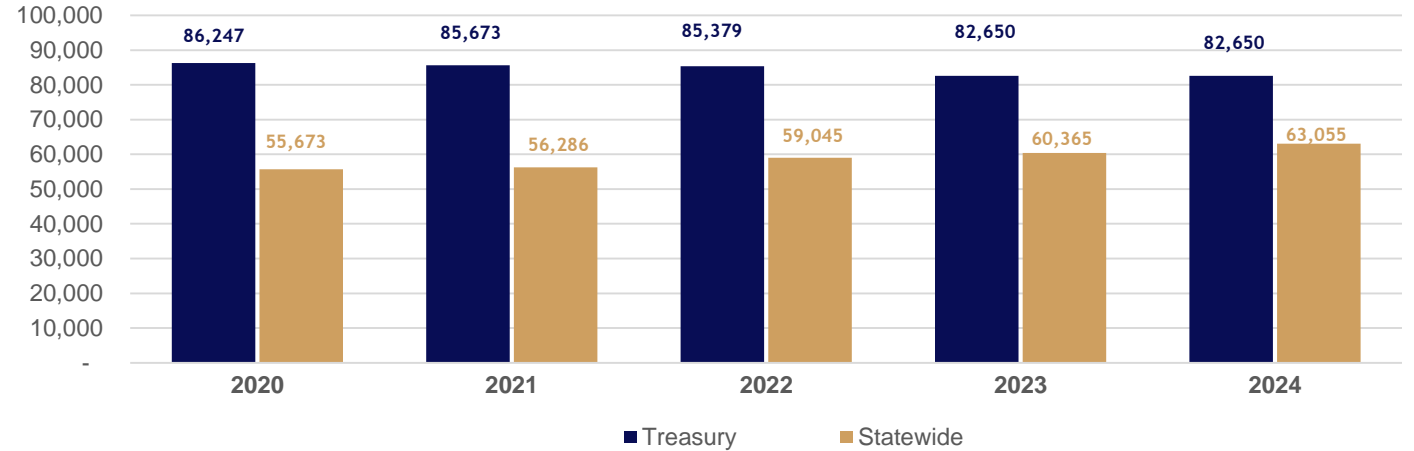
Amount	Description
\$ 243,139	Office of Finance and Support Services
154,751	Building Maintenance
95,500	Telecommunications Services
73,677	Risk Management
45,600	Printing and Mailing Services
43,378	Security
25,235	Civil Service Fees
21,435	Legislative Auditor Fees
20,348	Office of Technology Services
17,942	State Procurement
4,362	Uniform Payroll
\$ 745,367	Total Interagency Transfers

PERSONNEL INFORMATION

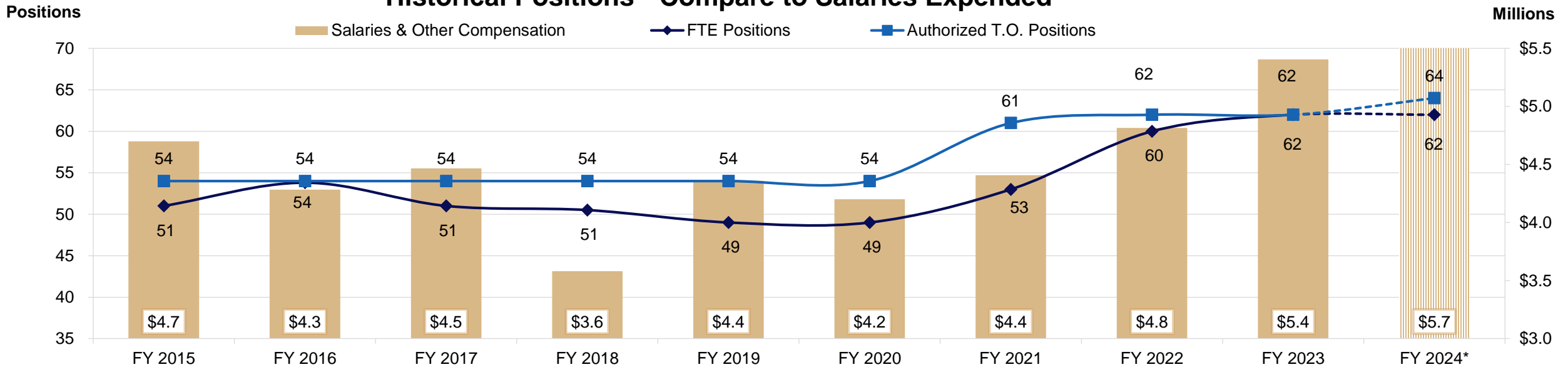
FY 2025 Recommended Positions

73	Total Authorized T.O. Positions (63 Classified, 10 Unclassified)
0	Authorized Other Charges Positions
5	Non-T.O. FTE Positions
6	Vacant Positions (January 29, 2024)

Historical Average Salary



Historical Positions¹ Compare to Salaries Expended



¹ FTE Source: Dept. of Civil Service Weekly Report on State Employment

* Existing Operating Budget on 12/1/23

DEPARTMENT CONTACTS



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The seal of the State of Louisiana is visible in the background, featuring an eagle with wings spread, perched on a nest with two birds. The text around the seal includes "STATE OF LOUISIANA", "UNION • JUSTICE", and "CONFIDENCE".

General Department Information

PRIOR YEAR ACTUALS FY 23

Were projected revenues collected?

	Final Budget <i>(w/o FY23 carryfwd)</i>	Revenue Collections	Difference
SGF	\$ 0	\$ 0	\$ 0
IAT	3,108,452	2,053,082	(1,055,370)
FSGR	10,853,653	29,921,214	19,067,561
SD	811,455	632,208	(179,247)
FED	0		0
Total	\$ 14,773,560	\$ 32,606,504	\$ 17,832,944

Were collected revenues spent?

	Revenue Collections	Expenditures	Difference
SGF	\$ 0	\$ 0	\$ 0
IAT	2,053,082	2,053,082	0
FSGR	29,921,214	9,459,901	(20,461,313)
SD	632,208	555,476	(76,732)
FED	0	0	0
Total	\$ 32,606,504	\$ 12,068,459	\$ (20,538,045)

- The department collected \$19 M more than the FY 23 budget. These collections were due to:
 - Collections from Securities Lending income were higher than expected due to the market conditions, resulting in a total of \$12.5 M reverting to general fund at the end of FY 23
 - The department did not utilize all collections relating to the Unclaimed Property administration fees, resulting in \$6.8 M being transferred to the Unclaimed Property Trust Fund at the end of FY 23

- Revenue collections were \$20.5 M higher than expenses FY 23

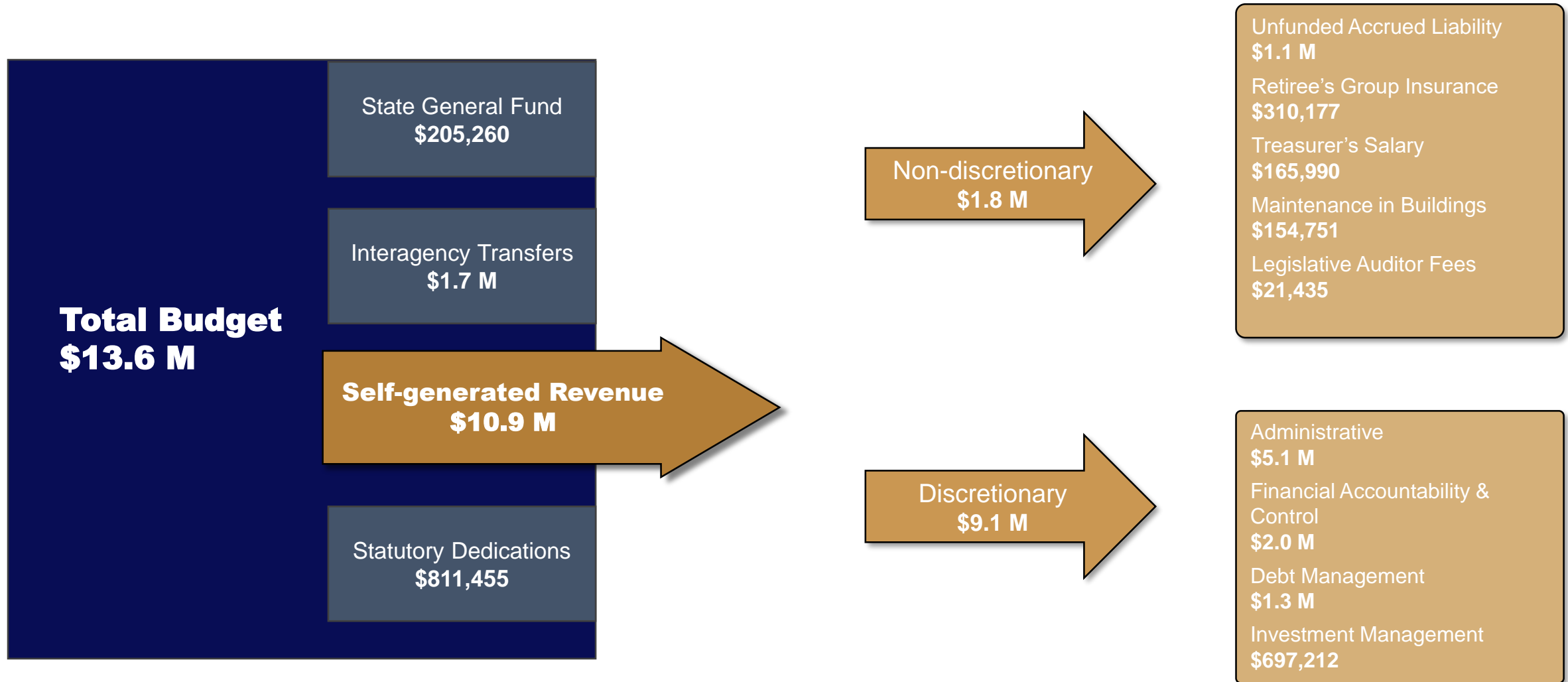
EXISTING OPERATING BUDGET FY 24

The FY 2023-24 Existing Operating Budget (EOB) was frozen on December 1, 2023. 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	\$ 232,710	\$ 0	\$ 232,710
Interagency Transfers	2,646,292	0	2,646,292
Self-generated Revenue	10,927,006	0	10,927,006
Statutory Dedications	811,455	0	811,455
Federal	0	0	0
Total	\$ 14,617,463	\$ 0	\$ 14,617,463

<i>Mid-year Adjustments Summary</i>				
July	August	September	October	November
No change	No change	No change	No change	No change

DISCRETIONARY EXPENSES FY 25



Figures may not add precisely due to rounding