

# State Treasurer

## Department Description

The Department of the Treasury, Office of State Treasurer, is responsible for the receipt, custody, investment, and disbursement of public funds for the state. The State Treasurer, an elected official, is the chief investment officer and custodian of public funds.

The department's vision is to perform and be recognized as the preeminent provider of the highest quality, innovative financial services and performance in a user-friendly atmosphere. In addition, its philosophy is to serve the citizens of the state and the components of state and local governments with honesty, integrity, and fairness. The Treasury Department is committed to accomplishing this through efficient and innovative management of its functions with a proactive, future-oriented perspective.

For additional information, see:

[State Treasurer](#)

## State Treasurer Budget Summary

	Prior Year Actuals FY 2004-2005	Enacted FY 2005-2006	Existing FY 2005-2006	Recommended FY 2006-2007	Total Recommended Over/Under EOB
<b>Means of Financing:</b>					
State General Fund (Direct)	\$ 1,105,946	\$ 1,074,009	\$ 1,074,009	\$ 832,041	\$ (241,968)
<b>State General Fund by:</b>					
Total Interagency Transfers	1,195,954	1,196,626	1,196,626	1,196,626	0
Fees and Self-generated Revenues	5,189,006	6,681,747	6,681,747	6,935,965	254,218
Statutory Dedications	917,446	6,338,335	6,338,335	6,221,417	(116,918)
Interim Emergency Board	0	0	0	0	0
Federal Funds	0	1,000	1,000	1,000	0
<b>Total Means of Financing</b>	<b>\$ 8,408,352</b>	<b>\$ 15,291,717</b>	<b>\$ 15,291,717</b>	<b>\$ 15,187,049</b>	<b>\$ (104,668)</b>
<b>Expenditures &amp; Request:</b>					
State Treasurer	\$ 8,408,352	\$ 15,291,717	\$ 15,291,717	\$ 15,187,049	\$ (104,668)
<b>Total Expenditures &amp; Request</b>	<b>\$ 8,408,352</b>	<b>\$ 15,291,717</b>	<b>\$ 15,291,717</b>	<b>\$ 15,187,049</b>	<b>\$ (104,668)</b>
<b>Authorized Full-Time Equivalents:</b>					
Classified	53	53	53	53	0
Unclassified	7	7	7	7	0
<b>Total FTEs</b>	<b>60</b>	<b>60</b>	<b>60</b>	<b>60</b>	<b>0</b>



## 04-147 — State Treasurer

### Agency Description

The mission of the Department of the Treasury, Office of State Treasurer, is to manage state funds by promoting prudent cash management and investment strategies as well as monitoring, regulating, and coordinating state and local debt obligation as mandated by the Constitution and laws of the State of Louisiana.

The goals of the Department of the Treasury, Office of State Treasurer, are:

- I. To effectively manage taxpayers' money in a prudent manner, which will provide for the safety of cash.
- II. To invest the funds on deposit in the Treasury in a manner that provides a reasonable return on investment.
- III. To disburse monies on deposit in the Treasury.
- IV. To monitor, regulate, and coordinate state and local debt and provide for the issuance of debt and arrange for notice and sale of bonds by the State Bond Commission in a manner to obtain a reasonable rate of interest.
- V. To aggressively work to locate unclaimed property and the owners thereof in Louisiana and to return this property to the rightful owners.
- VI. To invest and manage the annual payments from the tobacco settlement to achieve the highest earnings reasonably and prudently possible.
- VII. Continue to grow START accounts and invest the funds in START accounts to earn the highest earnings possible consistent with safety of principal.
- VIII. To effectively manage the safekeeping, custody, and investment of monies in the Medicaid Trust Fund for the elderly and ensure that all disbursements are properly made from the Fund.
- IX. To Effectively manage the safekeeping, custody, and investment of monies in the Louisiana Education Quality Trust Fund and ensure that all disbursements are properly made from the Fund.
- X. To work with the Governor, members of the Legislature, and other officials to continue raising Louisiana's credit rating.

The Department of Treasury, Office of State Treasurer, has four programs: Administration; Financial Accountability and Control; Debt Management; and Investment Management.

For additional information, see:



## State Treasurer

## State Treasurer Budget Summary

	Prior Year Actuals FY 2004-2005	Enacted FY 2005-2006	Existing FY 2005-2006	Recommended FY 2006-2007	Total Recommended Over/Under EOB
<b>Means of Financing:</b>					
State General Fund (Direct)	\$ 1,105,946	\$ 1,074,009	\$ 1,074,009	\$ 832,041	\$ (241,968)
<b>State General Fund by:</b>					
Total Interagency Transfers	1,195,954	1,196,626	1,196,626	1,196,626	0
Fees and Self-generated Revenues	5,189,006	6,681,747	6,681,747	6,935,965	254,218
Statutory Dedications	917,446	6,338,335	6,338,335	6,221,417	(116,918)
Interim Emergency Board	0	0	0	0	0
Federal Funds	0	1,000	1,000	1,000	0
<b>Total Means of Financing</b>	<b>\$ 8,408,352</b>	<b>\$ 15,291,717</b>	<b>\$ 15,291,717</b>	<b>\$ 15,187,049</b>	<b>\$ (104,668)</b>
<b>Expenditures &amp; Request:</b>					
Administrative	\$ 3,158,790	\$ 7,305,568	\$ 7,305,568	\$ 7,324,439	\$ 18,871
Financial Accountability and Control	2,909,807	3,116,475	3,116,475	3,108,655	(7,820)
Debt Management	1,152,959	1,952,772	1,952,772	1,954,825	2,053
Investment Management	1,186,796	2,916,902	2,916,902	2,799,130	(117,772)
<b>Total Expenditures &amp; Request</b>	<b>\$ 8,408,352</b>	<b>\$ 15,291,717</b>	<b>\$ 15,291,717</b>	<b>\$ 15,187,049</b>	<b>\$ (104,668)</b>
<b>Authorized Full-Time Equivalents:</b>					
Classified	53	53	53	53	0
Unclassified	7	7	7	7	0
<b>Total FTEs</b>	<b>60</b>	<b>60</b>	<b>60</b>	<b>60</b>	<b>0</b>



## 147\_1000 — Administrative

Program Authorization: Louisiana Constitution, Article IV, Section 9; R.S. 36:761, 764

### Program Description

The mission of the Administrative Program is to provide the leadership, support, and oversight necessary to be responsible for and manage, direct, and ensure the effective and efficient operation of the programs within the Department of the Treasury, Office of State Treasurer, to the benefit of the public's interest.

The goals of the Administrative Program are:

- I. To effectively manage through policy development, communication, and dissemination of information, the provision of legal services and support, and the overall coordination of all programs in the Department of Treasury in accordance with LRS 36:764.
- II. To promote sound cash management programs, which benefit the taxpayers of the State of Louisiana in accordance with LRS 36:764A.
- III. To promote prudent investment of state funds deposited in the State Treasury in accordance with LRS 49:327.
- IV. To administer in an effective and efficient manner the unclaimed property program in accordance with LRS 9:151, et seq.

### Administrative Budget Summary

	Prior Year Actuals FY 2004-2005	Enacted FY 2005-2006	Existing FY 2005-2006	Recommended FY 2006-2007	Total Recommended Over/Under EOB
<b>Means of Financing:</b>					
State General Fund (Direct)	\$ 402,598	\$ 289,727	\$ 289,727	\$ 270,434	\$ (19,293)
<b>State General Fund by:</b>					
Total Interagency Transfers	449,288	8,639	8,639	8,639	0
Fees and Self-generated Revenues	1,949,370	3,007,202	3,007,202	3,045,366	38,164
Statutory Dedications	357,534	4,000,000	4,000,000	4,000,000	0
Interim Emergency Board	0	0	0	0	0
Federal Funds	0	0	0	0	0
<b>Total Means of Financing</b>	<b>\$ 3,158,790</b>	<b>\$ 7,305,568</b>	<b>\$ 7,305,568</b>	<b>\$ 7,324,439</b>	<b>\$ 18,871</b>
<b>Expenditures &amp; Request:</b>					
Personal Services	\$ 1,815,906	\$ 2,098,092	\$ 2,184,200	\$ 2,199,200	\$ 15,000
Total Operating Expenses	665,776	660,098	687,569	726,701	39,132



## Administrative Budget Summary

	Prior Year Actuals FY 2004-2005	Enacted FY 2005-2006	Existing FY 2005-2006	Recommended FY 2006-2007	Total Recommended Over/Under EOB
Total Professional Services	71,674	177,842	265,287	265,287	0
Total Other Charges	428,439	4,332,086	4,131,062	4,084,315	(46,747)
Total Acq & Major Repairs	176,995	37,450	37,450	48,936	11,486
Total Unallotted	0	0	0	0	0
<b>Total Expenditures &amp; Request</b>	<b>\$ 3,158,790</b>	<b>\$ 7,305,568</b>	<b>\$ 7,305,568</b>	<b>\$ 7,324,439</b>	<b>\$ 18,871</b>
<b>Authorized Full-Time Equivalents:</b>					
Classified	19	19	19	19	0
Unclassified	5	5	5	5	0
<b>Total FTEs</b>	<b>24</b>	<b>24</b>	<b>24</b>	<b>24</b>	<b>0</b>

## Source of Funding

This program is funded with State General Fund, Interagency Transfers, Fees and Self-generated Revenues and Statutory Dedications. Interagency Transfers are funded by fees collected from agencies that receive central depository banking services provided by the Treasurer. Fees and Self-generated Revenues are funded by State Bond Commission fees collected for review of the issuance of debt by private and public entities, Securities Lending Program fees received from investment income on certain debt obligations of the Federal Government, and Unclaimed Property fees collected pursuant to that function. Statutory Dedications are funded by the Incentive Fund by transfers from the General Fund.

## Administrative Statutory Dedications

Fund	Prior Year Actuals FY 2004-2005	Enacted FY 2005-2006	Existing FY 2005-2006	Recommended FY 2006-2007	Total Recommended Over/Under EOB
Incentive Fund	\$ 357,534	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ 0

## Major Changes from Existing Operating Budget

General Fund	Total Amount	Table of Organization	Description
\$ 0	\$ 0	0	Mid-Year Adjustments (BA-7s):
\$ 289,727	\$ 7,305,568	24	Existing Oper Budget as of 12/01/05
<b>Statewide Major Financial Changes:</b>			
0	15,000	0	Group Insurance for Active Employees
0	48,936	0	Acquisitions & Major Repairs
(1,086)	(32,936)	0	Non-Recurring Acquisitions & Major Repairs



### Major Changes from Existing Operating Budget (Continued)

General Fund	Total Amount	Table of Organization	Description
0	6,078	0	Risk Management
(4,487)	(4,487)	0	Legislative Auditor Fees
49	49	0	Capitol Park Security
(630)	(630)	0	UPS Fees
740	740	0	Civil Service Fees
607	607	0	CPTP Fees
(14,486)	(214,486)	0	Executive Order No. KBB 2005-82 Expenditure Reduction
0	(3,800,000)	0	Act 67 (Supplemental Bill) of the 2005 1st Extraordinary Legislative Session
<b>Non-Statewide Major Financial Changes:</b>			
0	4,000,000	0	Replenish the Incentive Fund subsequent to the transfer in Act 67 of the 2005 First Special Session
\$ 270,434	\$ 7,324,439	24	<b>Recommended FY 2006-2007</b>
\$ 0	\$ 0	0	<b>Less Governor's Supplementary Recommendations</b>
\$ 270,434	\$ 7,324,439	24	<b>Base Executive Budget FY 2006-2007</b>
\$ 270,434	\$ 7,324,439	24	<b>Grand Total Recommended</b>

### Professional Services

Amount	Description
\$256,887	Legal Services
\$2,400	Publications
\$6,000	Annual Report
<b>\$265,287</b>	<b>TOTAL PROFESSIONAL SERVICES</b>

### Other Charges

Amount	Description
<b>Other Charges:</b>	
\$4,000,000	Incentive Fund Payments
<b>\$4,000,000</b>	<b>SUB-TOTAL OTHER CHARGES</b>
<b>Interagency Transfers:</b>	
\$2,044	Computer Services
\$607	Comprehensive Public Training Program
\$8,071	Civil Services - Costs of Services
\$12,497	Risk Management



## Other Charges (Continued)

Amount	Description
\$9,529	Capital security
\$26,517	State Mail - Postage
\$25,050	OTM - Telephone
<b>\$84,315</b>	<b>SUB-TOTAL INTERAGENCY TRANSFERS</b>
<b>\$4,084,315</b>	<b>TOTAL OTHER CHARGES</b>

## Acquisitions and Major Repairs

Amount	Description
\$48,936	Replace PCs According to three-year Replacement Plan
<b>\$48,936</b>	<b>TOTAL ACQUISITIONS AND MAJOR REPAIRS</b>

## Performance Information

### 1. (KEY) To ensure that 100% of the department's operational objectives are achieved.

Louisiana: Vision 2020 Link: Not applicable

Children's Budget Link: Not applicable

Human Resource Policies Beneficial to Women and Families Link: Not applicable

Other Links (TANF, Tobacco Settlement, Workforce Development Commission, Other): Not applicable

Explanatory Note: This objective directly relates to the administration and support service programs within the Department of Treasury.

### Performance Indicators

L e v e l	Performance Indicator Name	Performance Indicator Values				Performance At Executive Budget Level FY 2006-2007
		Yearend Performance Standard FY 2004-2005	Actual Yearend Performance FY 2004-2005	Performance Standard as Initially Appropriated FY 2005-2006	Existing Performance Standard FY 2005-2006	
K	Percentage of department operational objectives achieved during fiscal year (LAPAS CODE - 6308)	100%	94%	80%	80%	100%

This indicator directly relates to the administrative and support service programs within the Administrative Program.



**2. (SUPPORTING) To administer the Uniform Unclaimed Property Act of 1997 in accordance with LRS:9 et seq.**

Louisiana: Vision 2020 Link: Not applicable

Children's Budget Link: Not applicable

Human Resource Policies Beneficial to Women and Families Link: Not applicable

Other Links (TANF, Tobacco Settlement, Workforce Development Commission, Other): Not applicable

Explanatory Note: This activity was transferred from the Department of Revenue to the Department of Treasury by Act 135 of the First Extraordinary Session, 2000.

**Performance Indicators**

L e v e l	Performance Indicator Name	Performance Indicator Values				
		Yearend Performance Standard FY 2004-2005	Actual Yearend Performance FY 2004-2005	Performance Standard as Initially Appropriated FY 2005-2006	Existing Performance Standard FY 2005-2006	Performance At Executive Budget Level FY 2006-2007
S	Percentage of written inquiries researched within 30 days (LAPAS CODE - 12434)	88%	78%	90%	90%	90%
This activity was transferred from the Department of Revenue to the Department of Treasury by Act 135 of the First Extraordinary Session, 2000.						
S	Number of holders reporting to Unclaimed Property (LAPAS CODE - 12435)	3,400	3,403	3,500	3,500	3,500
This indicator is affected by outside factors not under the control of the agency.						
S	Number of refund checks issued (LAPAS CODE - 12436)	14,000	16,625	15,000	15,000	15,000
This indicator is affected by outside factors not under the control of the agency.						





## 147\_2000 — Financial Accountability and Control

Program Authorization: La. Constitution, Article III, Section 16; and Article IV, Section 9; R.S. 36:765-766; R.S. 39:82; R.S. 49:307 and 327

### Program Description

The mission of the Financial Accountability and Control Program is to provide the highest quality accounting and fiscal reporting controls of all monies deposited in the Treasury; to assure that monies on deposit in the Treasury are disbursed out of the Treasury in accordance with constitutional and statutory law for the benefit of the citizens of the State of Louisiana; and to provide for the internal management and finance functions of the Treasury.

The accomplishment of this mission involves:

- Keeping a true, just and comprehensive account of all public money received and disbursed. The Treasury is responsible for establishing the fund structure in the state's accounting system according to constitutional and statutory provisions and for approving accounting structure that provides a means for classification of revenues into the funds.
- Keeping an account of all investments and related investment income. The Treasury tracks all cash transactions for sales and purchases to ensure that all investment activity is accounted for.
- Disbursing public money in accordance with appropriations and laws and performing procedures to ensure monies are disbursed out of the treasury pursuant to a specific appropriation. The Treasury reviews appropriation structure for input of the state's budget into the state's accounting system to ensure monies are drawn out of the treasury pursuant to law.

The goals of the Financial Accountability and Control Program are:

- I. To provide an accurate accounting and reconciliation of public monies on deposit in the treasury.
- II. To control disbursement of these monies on deposit in the treasury in a manner that ensures disbursements are made in accordance with the laws of the State of Louisiana.

### Financial Accountability and Control Budget Summary

	Prior Year Actuals FY 2004-2005	Enacted FY 2005-2006	Existing FY 2005-2006	Recommended FY 2006-2007	Total Recommended Over/Under EOB
<b>Means of Financing:</b>					
State General Fund (Direct)	\$ 547,249	\$ 670,422	\$ 670,422	\$ 459,965	\$ (210,457)
<b>State General Fund by:</b>					
Total Interagency Transfers	582,677	1,162,788	1,162,788	1,162,788	0
Fees and Self-generated Revenues	1,779,881	1,282,265	1,282,265	1,484,902	202,637



## Financial Accountability and Control Budget Summary

	Prior Year Actuals FY 2004-2005	Enacted FY 2005-2006	Existing FY 2005-2006	Recommended FY 2006-2007	Total Recommended Over/Under EOB
Statutory Dedications	0	0	0	0	0
Interim Emergency Board	0	0	0	0	0
Federal Funds	0	1,000	1,000	1,000	0
<b>Total Means of Financing</b>	<b>\$ 2,909,807</b>	<b>\$ 3,116,475</b>	<b>\$ 3,116,475</b>	<b>\$ 3,108,655</b>	<b>\$ (7,820)</b>
<b>Expenditures &amp; Request:</b>					
Personal Services	\$ 1,421,772	\$ 1,530,482	\$ 1,548,082	\$ 1,577,569	\$ 29,487
Total Operating Expenses	47,639	49,467	49,467	42,810	(6,657)
Total Professional Services	2,800	62,772	28,853	10,456	(18,397)
Total Other Charges	1,369,281	1,473,754	1,490,073	1,477,820	(12,253)
Total Acq & Major Repairs	68,315	0	0	0	0
Total Unallotted	0	0	0	0	0
<b>Total Expenditures &amp; Request</b>	<b>\$ 2,909,807</b>	<b>\$ 3,116,475</b>	<b>\$ 3,116,475</b>	<b>\$ 3,108,655</b>	<b>\$ (7,820)</b>
<b>Authorized Full-Time Equivalents:</b>					
Classified	21	21	21	21	0
Unclassified	0	0	0	0	0
<b>Total FTEs</b>	<b>21</b>	<b>21</b>	<b>21</b>	<b>21</b>	<b>0</b>

## Source of Funding

This program is funded with State General Fund, Interagency Transfers, Fees and Self-generated Revenues, and Federal Funds. Interagency Transfers are funded by fees collected from agencies that receive central depository banking services provided by the Treasurer. Fees and Self-generated Revenues are funded by Securities Lending Program fees received from investment income on certain debt obligations of the Federal Government. Federal Funds are from the Federal share of single audit of Federal Programs.



## Major Changes from Existing Operating Budget

General Fund	Total Amount	Table of Organization	Description
\$ 0	\$ 0	0	<b>Mid-Year Adjustments (BA-7s):</b>
\$ 670,422	\$ 3,116,475	21	<b>Existing Oper Budget as of 12/01/05</b>
<b>Statewide Major Financial Changes:</b>			
0	35,878	0	Annualize Classified State Employee Merits
0	43,949	0	Classified State Employees Merit Increases
0	15,000	0	Group Insurance for Active Employees
0	10,000	0	Group Insurance for Retirees
(79,827)	(79,827)	0	Attrition Adjustment
700	700	0	Civil Service Fees
(33,520)	(33,520)	0	Executive Order No. KBB 2005-82 Expenditure Reduction
<b>Non-Statewide Major Financial Changes:</b>			
(97,810)	0	0	MOF Substitution to utilize State Bond Commission Fees in lieu of the State General Fund.
\$ 459,965	\$ 3,108,655	21	<b>Recommended FY 2006-2007</b>
\$ 0	\$ 0	0	<b>Less Governor's Supplementary Recommendations</b>
\$ 459,965	\$ 3,108,655	21	<b>Base Executive Budget FY 2006-2007</b>
\$ 459,965	\$ 3,108,655	21	<b>Grand Total Recommended</b>

## Professional Services

Amount	Description
\$10,456	Imaging of Permanent Records
<b>\$10,456</b>	<b>TOTAL PROFESSIONAL SERVICES</b>

## Other Charges

Amount	Description
<b>Other Charges:</b>	
\$1,379,102	Bank Fees
<b>\$1,379,102</b>	<b>SUB-TOTAL OTHER CHARGES</b>
<b>Interagency Transfers:</b>	
\$3,003	Civil Services - Costs of Services



## Other Charges (Continued)

Amount	Description
\$2,487	OCS Computer Services
\$47,484	Legislative Auditor Annual Audits
\$8,796	ORM - Insurance
\$4,700	State Mail - Postage
\$32,248	OTM - Telephone
<b>\$98,718</b>	<b>SUB-TOTAL INTERAGENCY TRANSFERS</b>
<b>\$1,477,820</b>	<b>TOTAL OTHER CHARGES</b>

## Acquisitions and Major Repairs

Amount	Description
	This program does not have funding recommended for Acquisitions and Major Repairs for Fiscal Year 2006-2007.

## Performance Information

### 1. (KEY) To ensure that all department programs are provided support services to accomplish 100% of their objectives by June 30, 2007

Louisiana: Vision 2020 Link: Not applicable

Children's Budget Link: Not applicable

Human Resource Policies Beneficial to Women and Families Link: Not applicable

Other Links (TANF, Tobacco Settlement, Workforce Development Commission, Other): Not applicable

Explanatory Note: This operational objective directly relates to the administrative and support service programs within the Department of Treasury.



## Performance Indicators

L e v e l	Performance Indicator Name	Performance Indicator Values				
		Yearend Performance Standard FY 2004-2005	Actual Yearend Performance FY 2004-2005	Performance Standard as Initially Appropriated FY 2005-2006	Existing Performance Standard FY 2005-2006	Performance At Executive Budget Level FY 2006-2007
K	Percentage of department objectives not accomplished due to insufficient support services (LAPAS CODE - 6314)	0	0	0	0	0
K	Number of repeat audit findings related to support services reported by the Legislative Auditor (LAPAS CODE - 6315)	0	0	0	0	0

## Financial Accountability and Control General Performance Information

Performance Indicator Name	Performance Indicator Values				
	Prior Year Actual FY 2000-2001	Prior Year Actual FY 2001-2002	Prior Year Actual FY 2002-2003	Prior Year Actual FY 2003-2004	Prior Year Actual FY 2004-2005
Number of special funds in the State Treasury (LAPAS CODE - 12438)	349	339	313	337	344
Number of deposit items processed through the central depository bank account (LAPAS CODE - 12439)	6,174,583	6,129,126	4,673,335	4,179,395	3,773,912
Average number of days to perform central depository bank account monthly reconciliation (LAPAS CODE - 12440)	15	15	15	15	10



## 147\_3000 — Debt Management

Program Authorization: Louisiana Constitution, Article VII, Section 6 and 8, R.S. 39:1401-1472.

### Program Description

The mission of the Debt Management Program is to provide staff to assist the State Bond Commission to carry out its constitutional and statutory mandates. The State Bond Commission was created pursuant to Article VII, Section 8 of the Louisiana Constitution of 1974. Its purpose is to monitor, regulate, and coordinate state and local debt and provide for the issuance of debt and arrange for notices and sale of bonds. The goals of the Debt Management Program are to provide assistance to the State Bond Commission by preparing all documentation for the issuance of state debt, reviewing all applications from political subdivisions for approval to issue debt, levy taxes, obtain loans, and accounting for and servicing state debt.

### Debt Management Budget Summary

	Prior Year Actuals FY 2004-2005	Enacted FY 2005-2006	Existing FY 2005-2006	Recommended FY 2006-2007	Total Recommended Over/Under EOB
<b>Means of Financing:</b>					
State General Fund (Direct)	\$ 0	\$ 10,114	\$ 10,114	\$ 2,884	\$ (7,230)
<b>State General Fund by:</b>					
Total Interagency Transfers	163,989	0	0	0	0
Fees and Self-generated Revenues	988,970	1,942,658	1,942,658	1,951,941	9,283
Statutory Dedications	0	0	0	0	0
Interim Emergency Board	0	0	0	0	0
Federal Funds	0	0	0	0	0
<b>Total Means of Financing</b>	<b>\$ 1,152,959</b>	<b>\$ 1,952,772</b>	<b>\$ 1,952,772</b>	<b>\$ 1,954,825</b>	<b>\$ 2,053</b>
<b>Expenditures &amp; Request:</b>					
Personal Services	\$ 482,758	\$ 756,352	\$ 855,497	\$ 938,899	\$ 83,402
Total Operating Expenses	101,028	97,571	139,630	139,124	(506)
Total Professional Services	31,182	191,096	199,596	199,596	0
Total Other Charges	512,405	907,753	702,049	637,206	(64,843)
Total Acq & Major Repairs	25,586	0	56,000	40,000	(16,000)
Total Unallotted	0	0	0	0	0
<b>Total Expenditures &amp; Request</b>	<b>\$ 1,152,959</b>	<b>\$ 1,952,772</b>	<b>\$ 1,952,772</b>	<b>\$ 1,954,825</b>	<b>\$ 2,053</b>



## Debt Management Budget Summary

	Prior Year Actuals FY 2004-2005	Enacted FY 2005-2006	Existing FY 2005-2006	Recommended FY 2006-2007	Total Recommended Over/Under EOB
<b>Authorized Full-Time Equivalents:</b>					
Classified	9	9	9	9	0
Unclassified	1	1	1	1	0
<b>Total FTEs</b>	10	10	10	10	0

## Source of Funding

This program is funded with Self-generated Revenues. Fees and Self-generated Revenues are funded by State Bond Commission fees collected for review of the issuance of debt by private and public entities.

## Major Changes from Existing Operating Budget

General Fund	Total Amount	Table of Organization	Description
\$ 0	\$ 0	0	<b>Mid-Year Adjustments (BA-7s):</b>
\$ 10,114	\$ 1,952,772	10	<b>Existing Oper Budget as of 12/01/05</b>
<b>Statewide Major Financial Changes:</b>			
0	15,000	0	Group Insurance for Active Employees
0	10,283	0	Group Insurance for Retirees
0	40,000	0	Acquisitions & Major Repairs
0	(56,000)	0	Non-Recurring Acquisitions & Major Repairs
400	400	0	Civil Service Fees
(506)	(506)	0	Executive Order No. KBB 2005-82 Expenditure Reduction
(7,124)	(7,124)	0	Act 67 (Supplemental Bill) of the 2005 1st Extraordinary Legislative Session
<b>Non-Statewide Major Financial Changes:</b>			
\$ 2,884	\$ 1,954,825	10	<b>Recommended FY 2006-2007</b>
\$ 0	\$ 0	0	<b>Less Governor's Supplementary Recommendations</b>
\$ 2,884	\$ 1,954,825	10	<b>Base Executive Budget FY 2006-2007</b>
\$ 2,884	\$ 1,954,825	10	<b>Grand Total Recommended</b>



## Professional Services

Amount	Description
\$176,800	Financial Advisor to SBC
\$8,500	Imaging of permanent records
\$14,296	Court Reporting Services
<b>\$199,596</b>	<b>TOTAL PROFESSIONAL SERVICES</b>

## Other Charges

Amount	Description
	<b>Other Charges:</b>
\$600,000	State Bond Commission Rebate Fees
<b>\$600,000</b>	<b>SUB-TOTAL OTHER CHARGES</b>
	<b>Interagency Transfers:</b>
\$555	Computer services
\$3,785	Civil Services - Cost of Services
\$5,129	ORM - Insurance
\$3,792	State Mail - Postage
\$24,500	OTM - Telephone
<b>\$37,206</b>	<b>SUB-TOTAL INTERAGENCY TRANSFERS</b>
<b>\$637,206</b>	<b>TOTAL OTHER CHARGES</b>

## Acquisitions and Major Repairs

Amount	Description
<b>\$40,000</b>	Replace PCs According to three-year Replacement Plan

## Performance Information

**1. (KEY) To ensure the State Bond Commission is provided the support services required to accomplish its constitutional mandates.**

Louisiana: Vision 2020 Link: Not applicable

Children's Budget Link: Not applicable

Human Resource Policies Beneficial to Women and Families Link: Not applicable

Other Links (TANF, Tobacco Settlement, Workforce Development Commission, Other): Not applicable





## Performance Indicators

L e v e l	Performance Indicator Name	Performance Indicator Values				Performance At Executive Budget Level FY 2006-2007
		Yearend Performance Standard FY 2004-2005	Actual Yearend Performance FY 2004-2005	Performance Standard as Initially Appropriated FY 2005-2006	Existing Performance Standard FY 2005-2006	
K	Percentage of State Bond Commission mandates not met due to insufficient support services (LAPAS CODE - 14394)	0	0	0	0	0

**2. (KEY) To ensure the State Bond Commission application deadline rules are adhered to and that the staff have sufficient time to perform a thorough analytical review of the applications received by the State Bond Commission to meet the strategic goal number 1 of the Debt Management Program.**

Louisiana: Vision 2020 Link: Not applicable

Children's Budget Link: Not applicable

Human Resource Policies Beneficial to Women and Families Link: Not applicable

Other Links (TANF, Tobacco Settlement, Workforce Development Commission, Other): Not applicable

## Performance Indicators

L e v e l	Performance Indicator Name	Performance Indicator Values				Performance At Executive Budget Level FY 2006-2007
		Yearend Performance Standard FY 2004-2005	Actual Yearend Performance FY 2004-2005	Performance Standard as Initially Appropriated FY 2005-2006	Existing Performance Standard FY 2005-2006	
K	Percentage of applications that are received in accordance with rules of the State Bond Commission that are reviewed and submitted timely to the State Bond Commission (LAPAS CODE - 14396)	100%	100%	100%	100%	100%



**Debt Management General Performance Information**

Performance Indicator Name	Performance Indicator Values				
	Prior Year Actual FY 2000-2001	Prior Year Actual FY 2001-2002	Prior Year Actual FY 2002-2003	Prior Year Actual FY 2003-2004	Prior Year Actual FY 2004-2005
Number of specified general obligation bond sales completed (LAPAS CODE - 12445)	0	0	0	0	1
Sales represented \$125.365 million in refunding of old debt.					
Dollar amount of new general obligation bonds sold (in millions) (LAPAS CODE - 12447)	\$ 0	\$ 253	\$ 291	\$ 0	\$ 500
Number of bond issues managed (state level) (LAPAS CODE - 12449)	13	14	14	14	11
Dollar amount of debt service paid (in millions) (LAPAS CODE - 12451)	\$ 240	\$ 276	\$ 299	\$ 271	\$ 194
Percentage of debt service payments that are timely and accurate (LAPAS CODE - 12453)	100%	100%	100%	100%	100%
Number of defaults of publicly held debt (state level) (LAPAS CODE - 12455)	0	0	0	0	0
Number of local government elections reviewed (LAPAS CODE - 12456)	216	244	246	263	297
Number of local government lease purchases reviewed (LAPAS CODE - 12457)	25	17	12	11	15
Total number of reviews conducted to assist with debt issuance (LAPAS CODE - 12459)	343	385	501	473	374
Total par amount of issues reviewed (in millions) (LAPAS CODE - 12460)	\$ 4,500	\$ 5,749	\$ 5,002	\$ 6,120	\$ 6,045



## 147\_4000 — Investment Management

Program Authorization: Louisiana Constitution Article IV, Section 9, R.S. 36:761C, R.S. 49:307, 321, 327(A)(B)(d); R.S. 17:3803

### Program Description

The mission of the Investment Management Program (organizationally expressed as the Office of State Depository Control and Investments) is to invest the funds deposited in the State Treasury in a prudent manner, consistent with the cash needs of the state and the directives of the constitution and statutes, and within the guidelines and requirements of various funds under management. This involves:

- The authorized investments; maturity; and interest rates of the state's General Fund. The Treasury is responsible to provide a reasonable return on the investment of the state's funds while, at the same time, fostering the economy of the state by maintaining a reasonable proportion of funds on deposit with in-state financial institutions.
- The investment authority of the state treasurer in managing the Louisiana Education Quality Trust Fund (LEQTF) (also known as the 8g Fund). The Treasury is responsible for growing the principal portion of the Permanent Fund and providing a stable flow of income from the investments to the LEQTF beneficiaries, the Board of Elementary and Secondary Education and the Board of Regents.
- The security required for deposit of state funds. The Treasury has the responsibility to determine if the types and amounts of securities that collateralize the deposits of state funds meet all requirements as statutorily determined.

The goal of the Investment Management Program is to invest funds deposited in the State Treasury in a prudent manner, consistent with the daily cash needs of the state, the directives of the Louisiana Constitution and the state legislature, and within the guidelines and requirements of the various funds under management.

The Investment Management Program maintains several investment portfolios (each with differing characteristics) that, in combination, average \$2.25 billion, and annually manages approximately \$365 million in certificates of deposit in financial institutions throughout the state.

### Investment Management Budget Summary

	Prior Year Actuals FY 2004-2005	Enacted FY 2005-2006	Existing FY 2005-2006	Recommended FY 2006-2007	Total Recommended Over/Under EOB
<b>Means of Financing:</b>					
State General Fund (Direct)	\$ 156,099	\$ 103,746	\$ 103,746	\$ 98,758	\$ (4,988)
<b>State General Fund by:</b>					
Total Interagency Transfers	0	25,199	25,199	25,199	0
Fees and Self-generated Revenues	470,785	449,622	449,622	453,756	4,134



### Investment Management Budget Summary

	Prior Year Actuals FY 2004-2005	Enacted FY 2005-2006	Existing FY 2005-2006	Recommended FY 2006-2007	Total Recommended Over/Under EOB
Statutory Dedications	559,912	2,338,335	2,338,335	2,221,417	(116,918)
Interim Emergency Board	0	0	0	0	0
Federal Funds	0	0	0	0	0
<b>Total Means of Financing</b>	<b>\$ 1,186,796</b>	<b>\$ 2,916,902</b>	<b>\$ 2,916,902</b>	<b>\$ 2,799,130</b>	<b>\$ (117,772)</b>
<b>Expenditures &amp; Request:</b>					
Personal Services	\$ 366,987	\$ 464,281	\$ 464,281	\$ 468,415	\$ 4,134
Total Operating Expenses	64,381	48,173	48,173	42,985	(5,188)
Total Professional Services	5,061	5,900	5,900	5,900	0
Total Other Charges	734,037	2,398,548	2,398,548	2,281,830	(116,718)
Total Acq & Major Repairs	16,330	0	0	0	0
Total Unallotted	0	0	0	0	0
<b>Total Expenditures &amp; Request</b>	<b>\$ 1,186,796</b>	<b>\$ 2,916,902</b>	<b>\$ 2,916,902</b>	<b>\$ 2,799,130</b>	<b>\$ (117,772)</b>
<b>Authorized Full-Time Equivalents:</b>					
Classified	4	4	4	4	0
Unclassified	1	1	1	1	0
<b>Total FTEs</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>0</b>

### Source of Funding

This program is funded with State General Fund, Interagency Transfers, Fees and Self-generated Revenues and Statutory Dedications. Interagency Transfers are funded by fees collected from agencies that receive central depository banking services provided by the Treasurer. Fees and Self-generated Revenues are funded by Securities Lending Program fees received from investment income on certain debt obligations of the Federal Government. Statutory Dedications are funded by the Louisiana Education Quality Support Fund to administer the equity investment program, the Medicaid Trust Fund to administer the investment and custodial services for the fund, and the Millennium Trust Fund to administer the investment program.



## Investment Management Statutory Dedications

Fund	Prior Year Actuals FY 2004-2005	Enacted FY 2005-2006	Existing FY 2005-2006	Recommended FY 2006-2007	Total Recommended Over/Under EOB
Medicaid Trust Fund for the Elderly	\$ 392,906	\$ 861,535	\$ 861,535	\$ 818,458	\$ (43,077)
Louisiana Quality Education Support Fund	85,833	705,700	705,700	670,415	(35,285)
Health Excellence Fund	27,058	257,034	257,034	244,182	(12,852)
Education Excellence Fund	27,057	257,033	257,033	244,181	(12,852)
TOPS Fund	27,058	257,033	257,033	244,181	(12,852)

## Major Changes from Existing Operating Budget

General Fund	Total Amount	Table of Organization	Description
\$ 0	\$ 0	0	<b>Mid-Year Adjustments (BA-7s):</b>
\$ 103,746	\$ 2,916,902	5	<b>Existing Oper Budget as of 12/01/05</b>
<b>Statewide Major Financial Changes:</b>			
0	4,134	0	Group Insurance for Active Employees
200	200	0	Civil Service Fees
(5,188)	(122,106)	0	Executive Order No. KBB 2005-82 Expenditure Reduction
0	(544,415)	0	Act 67 (Supplemental Bill) of the 2005 1st Extraordinary Legislative Session
<b>Non-Statewide Major Financial Changes:</b>			
0	544,415	0	Restore Louisiana Education Quality Trust Fund subsequent to the transfer in Act 67 of the 2005 First Special Session.
\$ 98,758	\$ 2,799,130	5	<b>Recommended FY 2006-2007</b>
\$ 0	\$ 0	0	<b>Less Governor's Supplementary Recommendations</b>
\$ 98,758	\$ 2,799,130	5	<b>Base Executive Budget FY 2006-2007</b>
\$ 98,758	\$ 2,799,130	5	<b>Grand Total Recommended</b>

## Professional Services

Amount	Description
\$5,900	LEQTF Annual Report
<b>\$5,900</b>	<b>TOTAL PROFESSIONAL SERVICES</b>



### Other Charges

Amount	Description
<b>Other Charges:</b>	
\$40,000	Securities Market
\$40,000	LEQTF Custodial Services
\$630,415	LEQTF Equity Investment
\$4,551	Collateral market pricing
\$45,000	Millennium Fund Custodial Services
\$687,544	Millennium Financial Advisory & Management Services
\$45,000	Medicaid Trust Fund Custodial Services
\$773,458	Medicaid Trust Fund Financial Advisor & Custodial Services
<b>\$2,265,968</b>	<b>SUB-TOTAL OTHER CHARGES</b>
<b>Interagency Transfers:</b>	
\$235	OCS - Computing Services
\$200	Civil Service Fees
\$0	ORM - Insurance
\$2,000	State Mail - Postage
\$13,427	OTM - Telephone
<b>\$15,862</b>	<b>SUB-TOTAL INTERAGENCY TRANSFERS</b>
<b>\$2,281,830</b>	<b>TOTAL OTHER CHARGES</b>

### Acquisitions and Major Repairs

Amount	Description
	This program does not have funding recommended for Acquisitions and Major Repairs for Fiscal Year 2006-2007.

### Performance Information

**1. (KEY) To increase the annual yield of the State General Fund by 5-10 basis points.**

Louisiana: Vision 2020 Link: Not applicable

Children's Budget Link: Not applicable

Human Resource Policies Beneficial to Women and Families Link: Not applicable

Other Links (TANF, Tobacco Settlement, Workforce Development Commission, Other): Not applicable

Explanatory Note: This indicator is strongly affected by external factors outside the control of the State Treasury.

These factors includes market demands for fixed income investments and market interest rates.



## Performance Indicators

L e v e l	Performance Indicator Name	Performance Indicator Values				
		Yearend Performance Standard FY 2004-2005	Actual Yearend Performance FY 2004-2005	Performance Standard as Initially Appropriated FY 2005-2006	Existing Performance Standard FY 2005-2006	Performance At Executive Budget Level FY 2006-2007
K	Fiscal year-end annual yield on State General Fund investments (expressed as a percentage) (LAPAS CODE - 6320)	4.3%	2.6%	3.1%	3.1%	3.6%
<p>This indicator is expressed as a percentage yield/return using actual FY 2002-2003 as the baseline. The 30-day U.S. Treasury bill is used as the cash basis benchmark. Example:            Benchmark - 30-day Treasury bill return = 1.126% on 06-30-04            Benchmark - 30-day Treasury direct issues 3.090% on 06-30-04</p>						

## Investment Management General Performance Information

Performance Indicator Name	Performance Indicator Values				
	Prior Year Actual FY 2000-2001	Prior Year Actual FY 2001-2002	Prior Year Actual FY 2002-2003	Prior Year Actual FY 2003-2004	Prior Year Actual FY 2004-2005
Fiscal yearend annual yield return on State General Fund investments (expressed as a total return percentage) (LAPAS CODE - 6320)	5.2%	4.3%	4.0%	3.0%	2.6%
State General Fund investment income (in millions) (LAPAS CODE - 12465)	\$ 121	\$ 133	\$ 108	\$ 85	\$ 90

### 2. (KEY) To increase the annual investment return of the Louisiana Educational Quality Trust Fund (LEQTF) on a year-to-year comparative basis to grow the Permanent Fund to \$1.1 billion.

Louisiana: Vision 2020 Link: Not applicable

Children's Budget Link: Not applicable

Human Resource Policies Beneficial to Women and Families Link: Not applicable

Other Links (TANF, Tobacco Settlement, Workforce Development Commission, Other): Not applicable

Explanatory Note: For purposes of this indicator, "Permanent Fund" is defined as the LEQTF total investment portfolio, including Support Fund dollars. This indicator is subject to external forces outside the control of Treasury. Those forces includes market demand, interest rates and cash flow requirement of the Support Fund recipients.



**Performance Indicators**

Level	Performance Indicator Name	Performance Indicator Values				
		Yearend Performance Standard FY 2004-2005	Actual Yearend Performance FY 2004-2005	Performance Standard as Initially Appropriated FY 2005-2006	Existing Performance Standard FY 2005-2006	Performance At Executive Budget Level FY 2006-2007
K	Fiscal year-end annual total return on LEQTF investments (expressed as a percentage) (LAPAS CODE - 6321)	2%	10%	6%	6%	6%
According to the agency's FY 2003-2004 Fourth Quarter Performance Progress Report, the variance between FY 2003-2004 yearend performance standard and actual yearend performance is due to an improved bond and equity market for the third and fourth quarters of the fiscal year.						
K	LEQTF Permanent Fund fair market value (in millions) (LAPAS CODE - 6322)	\$ 960	\$ 1,068	\$ 1,000	\$ 1,000	\$ 1,100
According to the agency's FY 2003-2004 Fourth Quarter Performance Progress Report, the variance between FY 2003-2004 yearend performance standard and actual yearend performance is due to an improved bond and equity market for the third and fourth quarters of the fiscal year.						

**Investment Management General Performance Information**

Performance Indicator Name	Performance Indicator Values				
	Prior Year Actual FY 2000-2001	Prior Year Actual FY 2001-2002	Prior Year Actual FY 2002-2003	Prior Year Actual FY 2003-2004	Prior Year Actual FY 2004-2005
Fiscal yearend annual yield return on Louisiana Education Quality Fund (LEQTF) investments (expressed as a total percentage) (LAPAS CODE - 6321)	4.1%	1.4%	10.4%	7.1%	8.3%
LEQTF investment income ( in millions) (LAPAS CODE - 12470)	\$ 50	\$ 42	\$ 50	\$ 52	\$ 51
LEQTF Permanent Fund fair market value (in millions) (LAPAS CODE - 6322)	\$ 909	\$ 888	\$ 953	\$ 995	\$ 1,068
Fair Market Value is expressed as market prices of assets as of June 30 year-end.					

**3. (KEY) To increase the annual yield return of the Millennium Trust to grow to \$1,250 by the end of Fiscal Year 2006-07.**

Louisiana Vision 2020 Link: Not applicable

Children's Budget Link: Not applicable

Human Resource Policies Beneficial to Women and Families Link: Not applicable

Other Links (TANF, Tobacco Settlement, Workforce Development Commission, or Other): Not applicable

Explanatory Note: This is a new objective of the Investment Management Program added to the Treasury Strategic Plan FY 2005-06 through 2009-10.





## Performance Indicators

L e v e l	Performance Indicator Name	Yearend Performance Standard FY 2004-2005	Actual Yearend Performance FY 2004-2005	Performance Indicator Values		
				Performance Standard as Initially Appropriated FY 2005-2006	Existing Performance Standard FY 2005-2006	Performance At Executive Budget Level FY 2006-2007
K	Fiscal year-end annual total return on Millennium Trust investment (expressed as a percentage) (LAPAS CODE - NEW)	Not Applicable	5.8%	4.0%	4.0%	3.5%
This is an indicator for a new objective of the Investment Management Program added to the Treasury Strategic Plan FY 2005-06 through 2009-10.						
K	Millennium Trust fair market value (in millions) (LAPAS CODE - NEW)	Not Applicable	\$ 1,221	\$ 1,140	\$ 1,140	\$ 1,250
This is an indicator for a new objective of the Investment Management Program added to the Treasury Strategic Plan FY 2005-06 through 2009-10.						

#### 4. (KEY) To increase the annual yield return of the Medicaid Trust Fund for the Elderly to grow the trust to \$900 million by the end of Fiscal Year 2006-07.

Louisiana Vision 2020 Link: Not applicable

Children's budget Link: Not applicable

Human Resource Policies Beneficial to Women and Families Link: Not applicable

Other LInks (TANF, Tobacco Settlement, Workforce Development Commission or Other): Not applicable

Explanatory Note: This is a new objective of the Investment Management Program add to the Treasury Strategic Plan FY 2005-06 through 2009-10.



**Performance Indicators**

L e v e l	Performance Indicator Name	Performance Indicator Values				Performance At Executive Budget Level FY 2006-2007
		Yearend Performance Standard FY 2004-2005	Actual Yearend Performance FY 2004-2005	Performance Standard as Initially Appropriated FY 2005-2006	Existing Performance Standard FY 2005-2006	
K	Fiscal year-end annual total return on Medicaid Trust Fund for the Elderly investment (expressed as a percentage) (LAPAS CODE - NEW)	Not Applicable	6.0%	5.0%	5.0%	4.6%
This is an indicator for a new objective of the Investment Management Program added to the Treasury Strategic Plan FY 2005-06 through 2009-10.						
K	Medicaid Trust Fund for the Elderly fair market value (in millions) (LAPAS CODE - NEW)	Not Applicable	\$ 874	\$ 873	\$ 873	\$ 900
This is an indicator for a new objective of the Investment Management Program added to the Treasury Strategic Plan FY 2005-06 through 2009-10.						

