

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 2005-2006	Enacted FY 2006-2007	Existing FY 2006-2007	Continuation FY 2007-2008	Recommended FY 2007-2008	Total Recommended Over/Under EOB
Means of Financing:						
State General Fund (Direct)	\$ 1,023,867	\$ 907,041	\$ 909,309	\$ 1,435,539	\$ 1,709,069	\$ 799,760
State General Fund by:						
Total Interagency Transfers	1,196,625	1,196,626	1,196,626	1,201,803	1,320,698	124,072
Fees and Self-generated Revenues	5,744,909	6,935,965	6,935,965	7,067,277	7,083,119	147,154
Statutory Dedications	788,412	3,221,417	3,221,417	6,221,417	3,221,417	0
Interim Emergency Board	0	0	0	0	0	0
Federal Funds	0	1,000	1,000	1,000	1,000	0
Total Means of Financing	\$ 8,753,813	\$ 12,262,049	\$ 12,264,317	\$ 15,927,036	\$ 13,335,303	\$ 1,070,986
Expenditures & Request:						
State Treasurer	\$ 8,753,813	\$ 12,262,049	\$ 12,264,317	\$ 15,927,036	\$ 13,335,303	\$ 1,070,986
Total Expenditures & Request	\$ 8,753,813	\$ 12,262,049	\$ 12,264,317	\$ 15,927,036	\$ 13,335,303	\$ 1,070,986
Authorized Full-Time Equivalents:						
Classified	52	53	58	58	58	0
Unclassified	8	7	7	7	7	0
Total FTEs	60	60	65	65	65	0



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 2005-2006	Enacted FY 2006-2007	Existing FY 2006-2007	Continuation FY 2007-2008	Recommended FY 2007-2008	Total Recommended Over/Under EOB
Means of Financing:						
State General Fund (Direct)	\$ 1,023,867	\$ 907,041	\$ 909,309	\$ 1,435,539	\$ 1,709,069	\$ 799,760
State General Fund by:						
Total Interagency Transfers	1,196,625	1,196,626	1,196,626	1,201,803	1,320,698	124,072
Fees and Self-generated Revenues	5,744,909	6,935,965	6,935,965	7,067,277	7,083,119	147,154
Statutory Dedications	788,412	3,221,417	3,221,417	6,221,417	3,221,417	0
Interim Emergency Board	0	0	0	0	0	0
Federal Funds	0	1,000	1,000	1,000	1,000	0
Total Means of Financing	\$ 8,753,813	\$ 12,262,049	\$ 12,264,317	\$ 15,927,036	\$ 13,335,303	\$ 1,070,986
Expenditures & Request:						
Administrative	\$ 3,103,401	\$ 4,399,439	\$ 4,399,439	\$ 7,516,206	\$ 4,513,054	\$ 113,615
Financial Accountability and Control	2,811,368	3,108,655	3,110,923	3,719,770	4,070,701	959,778
Debt Management	1,492,086	1,954,825	1,954,825	1,849,570	1,849,379	(105,446)
Investment Management	1,346,958	2,799,130	2,799,130	2,841,490	2,902,169	103,039
Total Expenditures & Request	\$ 8,753,813	\$ 12,262,049	\$ 12,264,317	\$ 15,927,036	\$ 13,335,303	\$ 1,070,986
Authorized Full-Time Equivalents:						
Classified	52	53	58	58	58	0
Unclassified	8	7	7	7	7	0
Total FTEs	60	60	65	65	65	0



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 2005-2006	Enacted FY 2006-2007	Existing FY 2006-2007	Continuation FY 2007-2008	Recommended FY 2007-2008	Total Recommended Over/Under EOB
Means of Financing:						
State General Fund (Direct)	\$ 285,924	\$ 345,434	\$ 345,434	\$ 349,907	\$ 388,927	\$ 43,493
State General Fund by:						
Total Interagency Transfers	8,639	8,639	8,639	13,816	8,639	0
Fees and Self-generated Revenues	2,808,838	3,045,366	3,045,366	3,152,483	3,115,488	70,122
Statutory Dedications	0	1,000,000	1,000,000	4,000,000	1,000,000	0
Interim Emergency Board	0	0	0	0	0	0
Federal Funds	0	0	0	0	0	0
Total Means of Financing	\$ 3,103,401	\$ 4,399,439	\$ 4,399,439	\$ 7,516,206	\$ 4,513,054	\$ 113,615
Expenditures & Request:						
Personal Services	\$ 1,987,134	\$ 2,199,200	\$ 2,223,978	\$ 2,260,546	\$ 2,273,480	\$ 49,502
Total Operating Expenses	509,204	726,701	748,701	766,671	748,701	0



Administrative Budget Summary

	Prior Year Actuals FY 2005-2006	Enacted FY 2006-2007	Existing FY 2006-2007	Continuation FY 2007-2008	Recommended FY 2007-2008	Total Recommended Over/Under EOB
Total Professional Services	504,492	265,287	265,287	265,287	265,287	0
Total Other Charges	92,003	1,159,315	1,112,537	4,119,093	1,120,977	8,440
Total Acq & Major Repairs	10,568	48,936	48,936	104,609	104,609	55,673
Total Unallotted	0	0	0	0	0	0
Total Expenditures & Request	\$ 3,103,401	\$ 4,399,439	\$ 4,399,439	\$ 7,516,206	\$ 4,513,054	\$ 113,615
Authorized Full-Time Equivalents:						
Classified	18	19	19	19	19	0
Unclassified	6	5	5	5	5	0
Total FTEs	24	24	24	24	24	0

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 2005-2006	Enacted FY 2006-2007	Existing FY 2006-2007	Continuation FY 2007-2008	Recommended FY 2007-2008	Total Recommended Over/Under EOB
Incentive Fund	\$ 0	\$ 1,000,000	\$ 1,000,000	\$ 4,000,000	\$ 1,000,000	\$ 0

Major Changes from Existing Operating Budget

General Fund	Total Amount	Table of Organization	Description
\$ 0	\$ 0	0	Mid-Year Adjustments (BA-7s):
\$ 345,434	\$ 4,399,439	24	Existing Oper Budget as of 12/01/06
Statewide Major Financial Changes:			
\$ 0	\$ 19,513	0	Annualize Classified State Employee Merits
\$ 0	\$ 12,888	0	Classified State Employees Merit Increases
\$ 0	\$ 17,301	0	State Employee Retirement Rate Adjustment



Major Changes from Existing Operating Budget (Continued)

General Fund	Total Amount	Table of Organization	Description
\$ 0	\$ 8,586	0	Group Insurance for Active Employees
\$ 0	\$ (16,850)	0	Salary Base Adjustment
\$ 0	\$ (35,199)	0	Attrition Adjustment
\$ 0	\$ 104,609	0	Acquisitions & Major Repairs
\$ 0	\$ (48,936)	0	Non-Recurring Acquisitions & Major Repairs
\$ 230	\$ 1,379	0	Risk Management
\$ 0	\$ 488	0	UPS Fees
\$ 0	\$ 890	0	Civil Service Fees
\$ 0	\$ 43	0	CPTP Fees
\$ 0	\$ 5,640	0	Office of Computing Services Fees
Non-Statewide Major Financial Changes:			
\$ 43,263	\$ 43,263	0	Pay increase for state employees
\$ 388,927	\$ 4,513,054	24	Recommended FY 2007-2008
\$ 0	\$ 0	0	Less Hurricane Disaster Recovery Funding
\$ 388,927	\$ 4,513,054	24	Base Executive Budget FY 2007-2008
\$ 388,927	\$ 4,513,054	24	Grand Total Recommended

Professional Services

Amount	Description
\$257,400	Legal Services
\$1,887	Publications
\$6,000	Annual Report
\$265,287	TOTAL PROFESSIONAL SERVICES

Other Charges

Amount	Description
Other Charges:	
\$1,000,000	Incentive Fund Payments
\$28,222	Payment to in-state auditors for audits of companies due monies to the State of Louisiana
\$1,028,222	SUB-TOTAL OTHER CHARGES
Interagency Transfers:	
\$2,654	Uniform Payroll System (UPS) Fees
\$1,685	Comprehensive Public Training Program (CPTP) Fees



Other Charges (Continued)

Amount	Description
\$5,792	Civil Service Fees
\$15,983	Office of Risk Management (ORM)
\$9,578	Capitol Park Security Fees
\$21,200	Division of Administration - State Mail Operations
\$14,083	Office of Telecommunications Management (OTM) Fees
\$5,640	Office of Computing Services Fees
\$16,140	Legislative Auditor Fees
\$92,755	SUB-TOTAL INTERAGENCY TRANSFERS
\$1,120,977	TOTAL OTHER CHARGES

Acquisitions and Major Repairs

Amount	Description
\$104,609	Replace desktop computers according to three-year replacement plan
\$104,609	TOTAL ACQUISITIONS AND MAJOR REPAIRS

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					
		Yearend Performance Standard FY 2005-2006	Actual Yearend Performance FY 2005-2006	Performance Standard as Initially Appropriated FY 2006-2007	Existing Performance Standard FY 2006-2007	Performance At Continuation Budget Level FY 2007-2008	Performance At Executive Budget Level FY 2007-2008
K	Percentage of department operational objectives achieved during fiscal year (LAPAS CODE - 6308)	80%	82%	100%	100%	100%	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 9:151, 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 2005-2006	Actual Yearend Performance FY 2005-2006	Performance Standard as Initially Appropriated FY 2006-2007	Existing Performance Standard FY 2006-2007	Performance At Continuation Budget Level FY 2007-2008	Performance At Executive Budget Level FY 2007-2008
S	Percentage of written inquiries researched within 30 days (LAPAS CODE - 12434)	90%	90%	90%	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)	3,500	3,515	3,500	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)	15,000	16,311	15,000	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 2005-2006	Enacted FY 2006-2007	Existing FY 2006-2007	Continuation FY 2007-2008	Recommended FY 2007-2008	Total Recommended Over/Under EOB
Means of Financing:						
State General Fund (Direct)	\$ 636,902	\$ 459,965	\$ 462,233	\$ 982,886	\$ 1,190,883	\$ 728,650
State General Fund by:						
Total Interagency Transfers	1,162,788	1,162,788	1,162,788	1,162,788	1,286,860	124,072
Fees and Self-generated Revenues	1,011,678	1,484,902	1,484,902	1,573,096	1,591,958	107,056



Financial Accountability and Control Budget Summary

	Prior Year Actuals FY 2005-2006	Enacted FY 2006-2007	Existing FY 2006-2007	Continuation FY 2007-2008	Recommended FY 2007-2008	Total Recommended Over/Under EOB
Statutory Dedications	0	0	0	0	0	0
Interim Emergency Board	0	0	0	0	0	0
Federal Funds	0	1,000	1,000	1,000	1,000	0
Total Means of Financing	\$ 2,811,368	\$ 3,108,655	\$ 3,110,923	\$ 3,719,770	\$ 4,070,701	\$ 959,778
Expenditures & Request:						
Personal Services	\$ 1,446,011	\$ 1,577,569	\$ 1,580,749	\$ 2,053,877	\$ 2,162,804	\$ 582,055
Total Operating Expenses	41,720	42,810	48,810	150,535	149,364	100,554
Total Professional Services	0	10,456	10,456	10,456	10,456	0
Total Other Charges	1,323,637	1,477,820	1,470,908	1,479,902	1,723,077	252,169
Total Acq & Major Repairs	0	0	0	25,000	25,000	25,000
Total Unallotted	0	0	0	0	0	0
Total Expenditures & Request	\$ 2,811,368	\$ 3,108,655	\$ 3,110,923	\$ 3,719,770	\$ 4,070,701	\$ 959,778
Authorized Full-Time Equivalents:						
Classified	21	21	26	26	26	0
Unclassified	0	0	0	0	0	0
Total FTEs	21	21	26	26	26	0

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
\$ 2,268	\$ 2,268	5	Mid-Year Adjustments (BA-7s):
\$ 462,233	\$ 3,110,923	26	Existing Oper Budget as of 12/01/06
Statewide Major Financial Changes:			
0	19,836	0	Annualize Classified State Employee Merits
0	16,831	0	Classified State Employees Merit Increases
0	19,336	0	State Employee Retirement Rate Adjustment
0	7,530	0	Group Insurance for Active Employees
0	3,056	0	Group Insurance for Retirees
0	4,636	0	Salary Base Adjustment
0	(37,920)	0	Attrition Adjustment
0	25,000	0	Acquisitions & Major Repairs
0	594	0	Risk Management
0	(951)	0	Legislative Auditor Fees
0	309	0	Civil Service Fees
Non-Statewide Major Financial Changes:			
519,482	519,482	0	Provides funding for five positions and associated costs in the Financial Accountability and Control Program. These positions consist of four State Treasury Fiscal Analyst 3 positions and one State Treasury Fiscal Unit Supervisor. The positions were added in FY 06-07 to comply with the cooperative endeavor agreements requirements in Executive Order KBB 2006-32 and were approved by BA-7 #207 dated 08/29/06.
70,946	70,946	0	La. Tech by statute provides Treasury with annual population estimates of municipalities and parishes for local government distributions. This data is used to calculate funding for the Parish Transportation Program, 2% Fire Insurance Program and the State Revenue Sharing Program. This adjustment provides funding to Treasury to pay for the services provided by La. Tech.
0	172,871	0	Provides for increased costs for central banking services due to new technologies and increased use of services by state agencies.
90,298	90,298	0	Provides funding for succession training for the Fiscal Section of the Financial Accountability and Control program. The positions of three retiring employees will be double-encumbered. The State Treasury Fiscal Officer position will be double-encumbered for six months. Two (2) State Treasury Fiscal Unit Supervisor positions will be double-encumbered for three months each. This succession plan does not require additional T.O.
47,924	47,924	0	Pay increase for state employees
\$ 1,190,883	\$ 4,070,701	26	Recommended FY 2007-2008
\$ 0	\$ 0	0	Less Hurricane Disaster Recovery Funding
\$ 1,190,883	\$ 4,070,701	26	Base Executive Budget FY 2007-2008
\$ 1,190,883	\$ 4,070,701	26	Grand Total Recommended



Professional Services

Amount	Description
\$10,456	Imaging of Permanent Records
\$10,456	TOTAL PROFESSIONAL SERVICES

Other Charges

Amount	Description
Other Charges:	
\$1,542,793	Central Banking Services Fees
\$1,542,793	SUB-TOTAL OTHER CHARGES
Interagency Transfers:	
\$2,015	Civil Service Fees
\$40,385	Legislative Auditor Fees
\$14,064	Office of Risk Management (ORM)
\$7,700	Division of Administration - State Mail Operations
\$35,895	Office of Telecommunications Management (OTM) Fees
\$9,279	Uniform Payroll System (UPS) Fees
\$70,946	Louisiana Tech University for preparing annual parish and municipal population estimates
\$180,284	SUB-TOTAL INTERAGENCY TRANSFERS
\$1,723,077	TOTAL OTHER CHARGES

Acquisitions and Major Repairs

Amount	Description
\$25,000	Replacement desktop computers according to 3-year replacement plan
\$25,000	TOTAL ACQUISITIONS AND MAJOR REPAIRS

Performance Information

1. (KEY) To ensure that all department programs are provided support services to accomplish 100% of their objectives by June 30, 2008

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 2005-2006	Actual Yearend Performance FY 2005-2006	Performance Standard as Initially Appropriated FY 2006-2007	Existing Performance Standard FY 2006-2007	Performance At Continuation Budget Level FY 2007-2008	Performance At Executive Budget Level FY 2007-2008
K	Percentage of department objectives not accomplished due to insufficient support services (LAPAS CODE - 6314)	0	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	0

Financial Accountability and Control General Performance Information

Performance Indicator Name	Performance Indicator Values				
	Prior Year Actual FY 2001-2002	Prior Year Actual FY 2002-2003	Prior Year Actual FY 2003-2004	Prior Year Actual FY 2004-2005	Prior Year Actual FY 2005-2006
Number of special funds in the State Treasury (LAPAS CODE - 12438)	339	313	337	344	365
Number of deposit items processed through the central depository bank account (LAPAS CODE - 12439)	6,129,126	4,673,335	4,179,395	3,773,912	5,967,230
Average number of days to perform central depository bank account monthly reconciliation (LAPAS CODE - 12440)	15	15	15	10	5



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 2005-2006	Enacted FY 2006-2007	Existing FY 2006-2007	Continuation FY 2007-2008	Recommended FY 2007-2008	Total Recommended Over/Under EOB
Means of Financing:						
State General Fund (Direct)	\$ 2,483	\$ 2,884	\$ 2,884	\$ 2,884	\$ 21,381	\$ 18,497
State General Fund by:						
Total Interagency Transfers	0	0	0	0	0	0
Fees and Self-generated Revenues	1,489,603	1,951,941	1,951,941	1,846,686	1,827,998	(123,943)
Statutory Dedications	0	0	0	0	0	0
Interim Emergency Board	0	0	0	0	0	0
Federal Funds	0	0	0	0	0	0
Total Means of Financing	\$ 1,492,086	\$ 1,954,825	\$ 1,954,825	\$ 1,849,570	\$ 1,849,379	\$ (105,446)
Expenditures & Request:						
Personal Services	\$ 726,895	\$ 938,899	\$ 938,899	\$ 928,293	\$ 931,574	\$ (7,325)
Total Operating Expenses	92,010	139,124	167,206	204,119	200,106	32,900
Total Professional Services	209,929	199,596	267,000	275,500	275,500	8,500
Total Other Charges	443,950	637,206	380,720	380,958	381,499	779
Total Acq & Major Repairs	19,302	40,000	201,000	60,700	60,700	(140,300)
Total Unallotted	0	0	0	0	0	0
Total Expenditures & Request	\$ 1,492,086	\$ 1,954,825	\$ 1,954,825	\$ 1,849,570	\$ 1,849,379	\$ (105,446)



Debt Management Budget Summary

	Prior Year Actuals FY 2005-2006	Enacted FY 2006-2007	Existing FY 2006-2007	Continuation FY 2007-2008	Recommended FY 2007-2008	Total Recommended Over/Under EOB
Authorized Full-Time Equivalents:						
Classified	9	9	9	9	9	0
Unclassified	1	1	1	1	1	0
Total FTEs	10	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	Mid-Year Adjustments (BA-7s):
\$ 2,884	\$ 1,954,825	10	Existing Oper Budget as of 12/01/06
Statewide Major Financial Changes:			
0	10,332	0	Annualize Classified State Employee Merits
0	8,087	0	Classified State Employees Merit Increases
0	9,159	0	State Employee Retirement Rate Adjustment
0	3,000	0	Group Insurance for Active Employees
0	3,057	0	Group Insurance for Retirees
0	(52,411)	0	Salary Base Adjustment
0	(15,396)	0	Attrition Adjustment
0	102,100	0	Acquisitions & Major Repairs
0	(201,000)	0	Non-Recurring Acquisitions & Major Repairs
0	238	0	Risk Management
0	541	0	Civil Service Fees
Non-Statewide Major Financial Changes:			
0	8,350	0	Provides funding for an increase in State Bond Commission member's per diem from \$115 per day to \$138 per day.



Major Changes from Existing Operating Budget (Continued)

General Fund	Total Amount	Table of Organization	Description
18,497	18,497	0	Pay increase for state employees
\$ 21,381	\$ 1,849,379	10	Recommended FY 2007-2008
\$ 0	\$ 0	0	Less Hurricane Disaster Recovery Funding
\$ 21,381	\$ 1,849,379	10	Base Executive Budget FY 2007-2008
\$ 21,381	\$ 1,849,379	10	Grand Total Recommended

Professional Services

Amount	Description
\$246,500	Financial Advisor to State Bond Commission
\$8,500	Imaging of permanent records
\$12,000	Court Reporting Services
\$8,500	Upgrade bond tracking system
\$275,500	TOTAL PROFESSIONAL SERVICES

Other Charges

Amount	Description
	Other Charges:
\$341,564	State Bond Commission Rebate Fees
\$341,564	SUB-TOTAL OTHER CHARGES
	Interagency Transfers:
\$3,525	Civil Service Fees
\$4,188	Office of Risk Management (ORM)
\$4,250	Division of Administration - State Mail Operations
\$27,017	Office of Telecommunications Management (OTM) Fees
\$555	Uniform Payroll System (UPS) Fees
\$400	Division of Administration - State Printing Fees
\$39,935	SUB-TOTAL INTERAGENCY TRANSFERS
\$381,499	TOTAL OTHER CHARGES



Acquisitions and Major Repairs

Amount	Description
\$25,000	Replace desktop computers according to three-year replacement plan
\$35,700	Upgrade of the bond tracking system database and software conversion from Access to SQL
\$60,700	TOTAL ACQUISITIONS AND MAJOR REPAIRS

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					
		Yearend Performance Standard	Actual Yearend Performance	Performance Standard as Initially Appropriated	Existing Performance Standard	Performance At Continuation Budget Level	Performance At Executive Budget Level
		FY 2005-2006	FY 2005-2006	FY 2006-2007	FY 2006-2007	FY 2007-2008	FY 2007-2008
K	Percentage of State Bond Commission mandates not met due to insufficient support services (LAPAS CODE - 14394)	0	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

Level	Performance Indicator Name	Performance Indicator Values					
		Yearend Performance Standard FY 2005-2006	Actual Yearend Performance FY 2005-2006	Performance Standard as Initially Appropriated FY 2006-2007	Existing Performance Standard FY 2006-2007	Performance At Continuation Budget Level FY 2007-2008	Performance At Executive Budget Level FY 2007-2008
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%	100%

Debt Management General Performance Information

Performance Indicator Name	Performance Indicator Values					
	Prior Year Actual FY 2001-2002	Prior Year Actual FY 2002-2003	Prior Year Actual FY 2003-2004	Prior Year Actual FY 2004-2005	Prior Year Actual FY 2005-2006	
Number of specified general obligation bond sales completed (LAPAS CODE - 12445)	0	0	0	1	0	
Sales represented \$125.365 million in refunding of old debt.						
Dollar amount of new general obligation bonds sold (in millions) (LAPAS CODE - 12447)	\$ 253	\$ 291	\$ 0	\$ 500	\$ 0	
Number of bond issues managed (state level) (LAPAS CODE - 12449)	14	14	14	11	11	
Dollar amount of debt service paid (in millions) (LAPAS CODE - 12451)	\$ 276	\$ 299	\$ 271	\$ 194	\$ 189	
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)	244	246	263	297	207	
Number of local government lease purchases reviewed (LAPAS CODE - 12457)	17	12	11	15	11	
Total number of reviews conducted to assist with debt issuance (LAPAS CODE - 12459)	385	501	473	374	496	
Total par amount of issues reviewed (in millions) (LAPAS CODE - 12460)	\$ 5,749	\$ 5,002	\$ 6,120	\$ 6,045	\$ 11,601	



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 2005-2006	Enacted FY 2006-2007	Existing FY 2006-2007	Continuation FY 2007-2008	Recommended FY 2007-2008	Total Recommended Over/Under EOB
Means of Financing:						
State General Fund (Direct)	\$ 98,558	\$ 98,758	\$ 98,758	\$ 99,862	\$ 107,878	\$ 9,120
State General Fund by:						
Total Interagency Transfers	25,198	25,199	25,199	25,199	25,199	0
Fees and Self-generated Revenues	434,790	453,756	453,756	495,012	547,675	93,919



Investment Management Budget Summary

	Prior Year Actuals FY 2005-2006	Enacted FY 2006-2007	Existing FY 2006-2007	Continuation FY 2007-2008	Recommended FY 2007-2008	Total Recommended Over/Under EOB
Statutory Dedications	788,412	2,221,417	2,221,417	2,221,417	2,221,417	0
Interim Emergency Board	0	0	0	0	0	0
Federal Funds	0	0	0	0	0	0
Total Means of Financing	\$ 1,346,958	\$ 2,799,130	\$ 2,799,130	\$ 2,841,490	\$ 2,902,169	\$ 103,039
Expenditures & Request:						
Personal Services	\$ 464,539	\$ 468,415	\$ 468,415	\$ 484,671	\$ 492,099	\$ 23,684
Total Operating Expenses	39,715	42,985	45,985	47,089	45,985	0
Total Professional Services	5,499	5,900	5,900	5,900	5,900	0
Total Other Charges	837,205	2,281,830	2,278,830	2,278,830	2,333,185	54,355
Total Acq & Major Repairs	0	0	0	25,000	25,000	25,000
Total Unallotted	0	0	0	0	0	0
Total Expenditures & Request	\$ 1,346,958	\$ 2,799,130	\$ 2,799,130	\$ 2,841,490	\$ 2,902,169	\$ 103,039
Authorized Full-Time Equivalents:						
Classified	4	4	4	4	4	0
Unclassified	1	1	1	1	1	0
Total FTEs	5	5	5	5	5	0

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 2005-2006	Enacted FY 2006-2007	Existing FY 2006-2007	Continuation FY 2007-2008	Recommended FY 2007-2008	Total Recommended Over/Under EOB
Medicaid Trust Fund for the Elderly	\$ 615,366	\$ 818,458	\$ 818,458	\$ 818,458	\$ 818,458	\$ 0
Louisiana Quality Education Support Fund	91,334	670,415	670,415	670,415	670,415	0
Health Excellence Fund	27,237	244,182	244,182	244,182	244,182	0
Education Excellence Fund	27,237	244,181	244,181	244,181	244,181	0
TOPS Fund	27,238	244,181	244,181	244,181	244,181	0

Major Changes from Existing Operating Budget

General Fund	Total Amount	Table of Organization	Description
\$ 0	\$ 0	0	Mid-Year Adjustments (BA-7s):
\$ 98,758	\$ 2,799,130	5	Existing Oper Budget as of 12/01/06
Statewide Major Financial Changes:			
0	8,944	0	Annualize Classified State Employee Merits
0	3,091	0	Classified State Employees Merit Increases
0	5,089	0	State Employee Retirement Rate Adjustment
0	1,795	0	Group Insurance for Active Employees
0	4,573	0	Salary Base Adjustment
0	(8,928)	0	Attrition Adjustment
0	25,000	0	Acquisitions & Major Repairs
0	193	0	Civil Service Fees
Non-Statewide Major Financial Changes:			
0	35,170	0	Provides funding for an increase in the cost of the Bloomberg on-line market data system. This system is used daily to make investment decisions to sell, purchase, or hold investments.
0	18,992	0	Provides for an increase in the cost of market valuation of collateral pledged for public fund deposits. This service provides for the daily market valuation of the collateral pledged by fiscal agent financial institutions with public funds on deposit in Treasury. The market value of the securities must be equal to the amount on deposit to the credit of the depositing authority.



Major Changes from Existing Operating Budget (Continued)

General Fund	Total Amount	Table of Organization	Description
9,120	9,120	0	Pay increase for state employees
\$ 107,878	\$ 2,902,169	5	Recommended FY 2007-2008
\$ 0	\$ 0	0	Less Hurricane Disaster Recovery Funding
\$ 107,878	\$ 2,902,169	5	Base Executive Budget FY 2007-2008
\$ 107,878	\$ 2,902,169	5	Grand Total Recommended

Professional Services

Amount	Description
\$5,900	Louisiana Educational Quality Trust Fund (LEQTF) Annual Report
\$5,900	TOTAL PROFESSIONAL SERVICES

Other Charges

Amount	Description
	Other Charges:
\$55,208	Securities Market
\$180,000	Custodial Service for the 8(g) Fund, Millenium Trust and Medicaid Trust Fund
\$40,793	Security Pricing
\$593,265	Louisiana Educational Quality Trust Fund (LEQTF) Equity Investment
\$741,308	Medicaid Trust Fund Investment Management
\$655,394	Millenium Trust Fund Investment Management
\$35,170	Increase in cost of Bloomberg on-line market data system
\$18,992	Increase in cost of market valuation of collateral pledged for public fund deposits
\$2,320,130	SUB-TOTAL OTHER CHARGES
	Interagency Transfers:
\$1,260	Civil Service Fees
\$335	Office of Computing Services Fees
\$1,525	Division of Administration - State Mail Operations
\$9,935	Office of Telecommunications Management (OTM) Fees
\$13,055	SUB-TOTAL INTERAGENCY TRANSFERS
\$2,333,185	TOTAL OTHER CHARGES



Acquisitions and Major Repairs

Amount	Description
\$25,000	Replace desktop computers according to three-year replacement plan
\$25,000	TOTAL ACQUISITIONS AND MAJOR REPAIRS

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	Actual Yearend Performance	Performance Standard as Initially Appropriated	Existing Performance Standard	Performance At Continuation Budget Level	Performance At Executive Budget Level
		FY 2005-2006	FY 2005-2006	FY 2006-2007	FY 2006-2007	FY 2007-2008	FY 2007-2008
K	Fiscal year-end annual yield on State General Fund investments (expressed as a percentage) (LAPAS CODE - 6320)	3.1%	3.6%	3.6%	3.6%	3.6%	3.6%

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 =3.116% on 06-30-05

Benchmark - 30-day Treasury direct issues 3.633% on 06-30-05



Investment Management General Performance Information

Performance Indicator Name	Performance Indicator Values				
	Prior Year Actual FY 2001-2002	Prior Year Actual FY 2002-2003	Prior Year Actual FY 2003-2004	Prior Year Actual FY 2004-2005	Prior Year Actual FY 2005-2006
Fiscal yearend annual yield return on State General Fund investments (expressed as a total return percentage) (LAPAS CODE - 6320)	4.3%	4.0%	3.0%	2.6%	3.6%
State General Fund investment income (in millions) (LAPAS CODE - 12465)	\$ 133	\$ 108	\$ 85	\$ 90	\$ 164

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 million.

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

L e v e l	Performance Indicator Name	Performance Indicator Values					
		Yearend Performance Standard FY 2005-2006	Actual Yearend Performance FY 2005-2006	Performance Standard as Initially Appropriated FY 2006-2007	Existing Performance Standard FY 2006-2007	Performance At Continuation Budget Level FY 2007-2008	Performance At Executive Budget Level FY 2007-2008
K	Fiscal year-end annual total return on LEQTF investments (expressed as a percentage) (LAPAS CODE - 6321)	6%	1%	6%	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)	\$ 1,000	\$ 1,042	\$ 1,100	\$ 1,100	\$ 1,100	\$ 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 2001-2002	Prior Year Actual FY 2002-2003	Prior Year Actual FY 2003-2004	Prior Year Actual FY 2004-2005	Prior Year Actual FY 2005-2006
Fiscal yearend annual yield return on Louisiana Education Quality Fund (LEQTF) investments (expressed as a total percentage) (LAPAS CODE - 6321)	1.4%	10.4%	7.1%	8.3%	1.0%
LEQTF investment income (in millions) (LAPAS CODE - 12470)	\$ 42	\$ 50	\$ 52	\$ 51	\$ 55
LEQTF Permanent Fund fair market value (in millions) (LAPAS CODE - 6322)	\$ 888	\$ 953	\$ 995	\$ 1,068	\$ 1,042

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 \$1.25 million by the end of Fiscal Year 2007-08.

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	Performance Indicator Values					
	Yearend Performance Standard FY 2005-2006	Actual Yearend Performance FY 2005-2006	Performance Standard as Initially Appropriated FY 2006-2007	Existing Performance Standard FY 2006-2007	Performance At Continuation Budget Level FY 2007-2008	Performance At Executive Budget Level FY 2007-2008
K Fiscal year-end annual total return on Millennium Trust investment (expressed as a percentage) (LAPAS CODE - 21785)	4.0%	0.9%	3.5%	3.5%	3.5%	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 - 21786)	\$ 1,140	\$ 1,221	\$ 1,250	\$ 1,250	\$ 1,250	\$ 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 2007-08.

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					
		Yearend Performance Standard FY 2005-2006	Actual Yearend Performance FY 2005-2006	Performance Standard as Initially Appropriated FY 2006-2007	Existing Performance Standard FY 2006-2007	Performance At Continuation Budget Level FY 2007-2008	Performance At Executive Budget Level FY 2007-2008
K	Fiscal year-end annual total return on Medicaid Trust Fund for the Elderly investment (expressed as a percentage) (LAPAS CODE - 21787)	5.0%	0.4%	4.6%	4.6%	4.6%	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 - 21788)	\$ 873	\$ 832	\$ 900	\$ 900	\$ 900	\$ 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.							

