



Louisiana Senate Finance Committee



FY25 Executive Budget

04-147 Treasury

March 2024

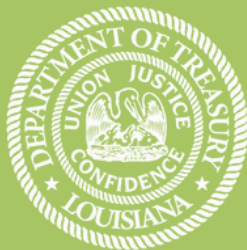
*Senator Cameron Henry, President
Senator Glen Womack, Chairman*



04-147 — Department of the Treasury

Schedule 04D

The Department of the Treasury acts as the financial authority of the state by managing state funds through cash management, investment strategies, monitoring, regulating, coordinating state and local debt obligations and providing banking services to state agencies.



04-147 Treasury
Mr. John Fleming, MD,
State Treasurer

Administrative

Support Staff
Unclaimed Property

Financial Accountability & Control

Centralized Banking
Fund Creation and Disbursements
Cash Management

Debt Management

State Bond Commission

Investment Management

Maximizing returns while meeting
cash needs



04-147 — Department of the Treasury

Divisions

Administration

- Office functions including scheduling, communications, human resources, outreach, IT and legislative affairs
- Unclaimed Property Program - returns unclaimed cash, stocks, bonds, securities and insurance proceeds back to citizens

Financial Accountability and Control

- Provides and manages centralized banking services for state agencies
- Provides an accounting of all state receipts and controls fund disbursements out of the state treasury. The Treasury is currently processing over 1,500 active cooperative endeavor agreements for appropriations contained in Sections 20-901 and 20-945 of the annual appropriation acts.
- Oversees the cash management function of the state
- Administers Social Security and Medicare coverage program for public employers throughout the state

Debt Management

- Provides the staff for the State Bond Commission which:
- Receives and reviews applications to incur debt or levy taxes from parishes, municipalities, special taxing districts and other political subdivisions of the state
- Incurs and manages state debt
- Reports the state debt capacity and provides advice to the Commission on various debt strategies and issues

Investment Management

- Invests deposits into the State Treasury to maximize returns while navigating the state's cash flow needs
- Manages over \$13 billion in about 25 portfolios
- The state funds include the state's general fund and various trust funds for healthcare, education and transportation
- Manages investments in the START college savings program



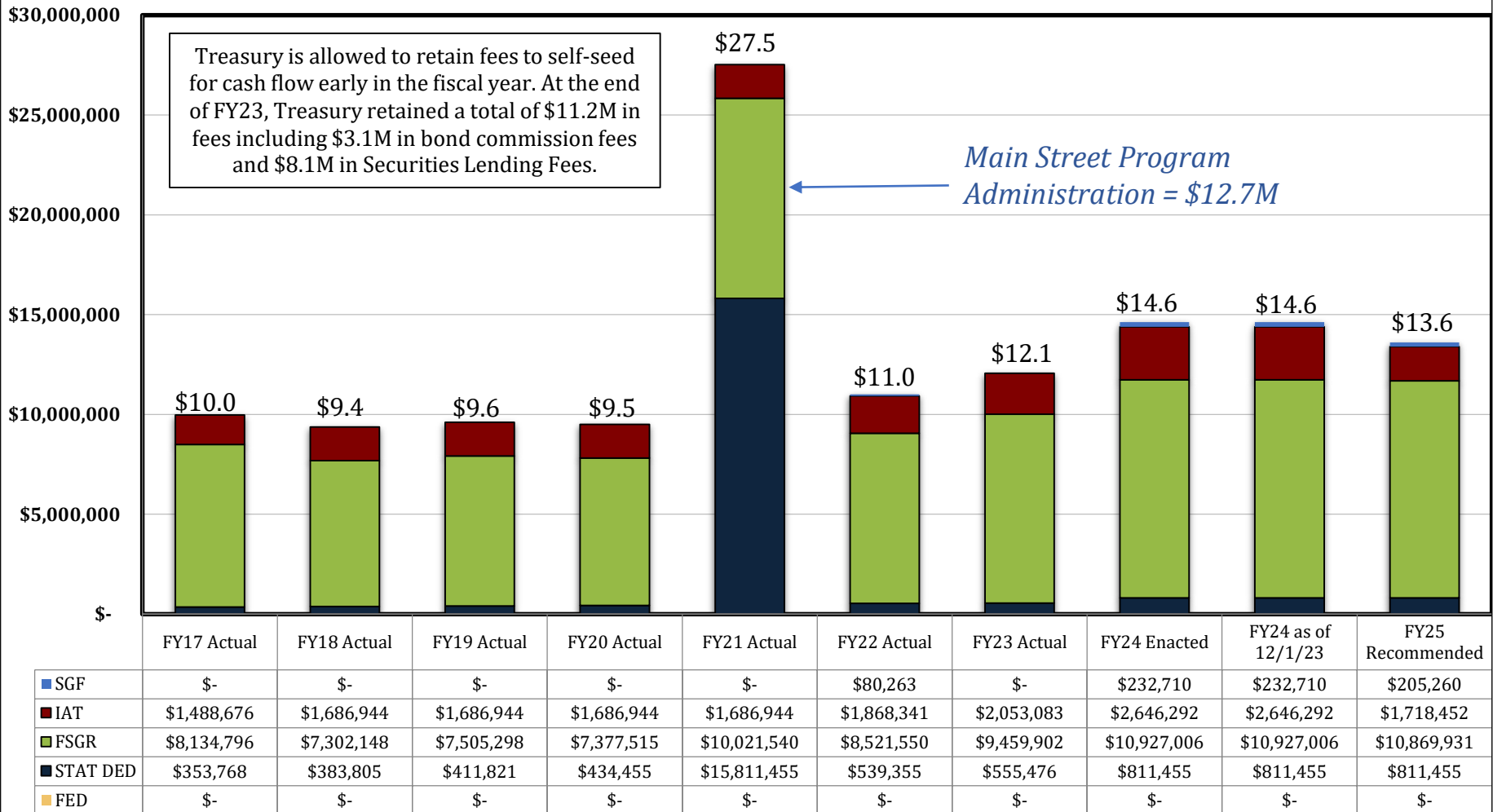
04-147 — Department of the Treasury

Changes in Funding since FY17

Total Budget by Fiscal Year and Means of Finance

In millions

Spending change from FY17 to FY23 is 21%
Budget change from FY17 to FY25 is 36%





04-147 — Department of the Treasury

FY25 Statewide and Agency Specific Adjustments

State General Fund (Direct)	Interagency Transfers	Fees and Self-generated Revenues	Statutory Dedications	Federal Funds	Total	T.O.	Adjustment
\$232,710	\$2,646,292	\$10,927,006	\$811,455	\$0	\$14,617,463	64	FY24 Existing Operating Budget as of 12-1-23
\$0	\$0	(\$953)	\$0	\$0	(\$953)	0	Capitol Park Security
\$0	\$0	\$2,886	\$0	\$0	\$2,886	0	Civil Service Fees
\$0	\$0	\$18,558	\$0	\$0	\$18,558	0	Civil Service Training Series
\$0	\$0	\$14,919	\$0	\$0	\$14,919	0	Group Insurance Rate Adjustment for Active Employees
\$0	\$0	\$9,983	\$0	\$0	\$9,983	0	Group Insurance Rate Adjustment for Retirees
\$0	\$0	\$15,720	\$0	\$0	\$15,720	0	Legislative Auditor Fees
\$0	\$0	\$5,114	\$0	\$0	\$5,114	0	Maintenance in State-owned Buildings
\$0	\$0	\$151,683	\$0	\$0	\$151,683	0	Market Rate Classified
(\$147,450)	\$0	(\$92,815)	\$0	\$0	(\$240,265)	0	Non-recurring Acquisitions & Major Repairs
\$0	\$0	\$1,488	\$0	\$0	\$1,488	0	Office of State Procurement
\$0	\$0	(\$10,324)	\$0	\$0	(\$10,324)	0	Office of Technology Services (OTS)
\$0	\$0	(\$55,101)	\$0	\$0	(\$55,101)	0	Related Benefits Base Adjustment
\$0	\$0	(\$297,933)	\$0	\$0	(\$297,933)	0	Retirement Rate Adjustment
\$0	\$0	\$8,571	\$0	\$0	\$8,571	0	Risk Management
\$0	\$0	(\$11,496)	\$0	\$0	(\$11,496)	0	Salary Base Adjustment
\$0	\$0	(\$90)	\$0	\$0	(\$90)	0	UPS Fees
(\$147,450)	\$0	(\$239,790)	\$0	\$0	(\$387,240)	0	Total Statewide Adjustments
\$0	(\$927,840)	\$0	\$0	\$0	(\$927,840)	0	Total Non-Recurring Other Adjustments
\$120,000	\$0	\$182,715	\$0	\$0	\$302,715	9	Total Other Adjustments
\$205,260	\$1,718,452	\$10,869,931	\$811,455	\$0	\$13,605,098	73	Total FY25 Recommended Budget
(\$147,450)	(\$927,840)	(\$239,790)	\$0	\$0	(\$1,315,080)	0	Total Adjustments (Statewide and Agency-Specific)



04-147 — Department of the Treasury

FY25 Statewide and Agency Specific Adjustments

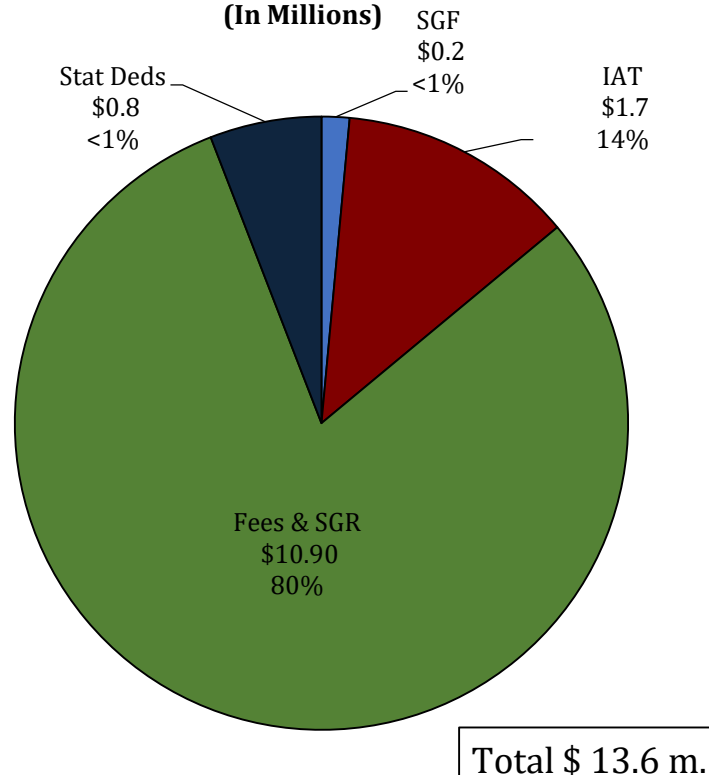
Non-recurring Other Adjustments							
State General Fund (Direct)	Interagency Transfers	Fees and Self-generated Revenues	Statutory Dedications	Federal Funds	Total	T.O.	Adjustment
\$0	(\$927,840)	\$0	\$0	\$0	(\$927,840)	0	Reduces the remaining amount of \$927,840 in Interagency Transfers from 20-945 State Aid to Local Government Entities from the Hurricane Ida Recovery Fund for administration of the recovery program.
\$0	(\$927,840)	\$0	\$0	\$0	(\$927,840)	0	Total Other Adjustments

Other Adjustments							
State General Fund (Direct)	Interagency Transfers	Fees and Self-generated Revenues	Statutory Dedications	Federal Funds	Total	T.O.	Adjustment
\$0	\$0	\$0	\$0	\$0	\$0	8	Adding eight (8) authorized Table of Organization (T.O.) positions to the Unclaimed Property Division of the Administration Program. These positions will be analyzing court records and legal documents to determine the rightful owners of unclaimed funds, completing the payment process to issue checks, preparing bank deposits, and reconciling reports.
\$0	\$0	\$85,000	\$0	\$0	\$85,000	1	Adding one (1) authorized Table of Organization (T.O.) fiscal position to continue handling the increased workload in Cooperative Endeavor Agreements (CEA's) within the department.
\$120,000	\$0	\$0	\$0	\$20	\$120,000	0	Cost associated with the department running and maintaining data software for public school board databases due to the passage of Act 370 of 2023 RLS. These databases post financial reports and contract information that are made available on the school boards websites.
\$0	\$0	\$97,715	\$0	\$0	\$97,815	0	Replacement of computers and software throughout the agency that are over 5 years old.
\$120,000	\$0	\$182,715	\$0	\$20	\$302,815	9	Total Other Adjustments



04-147 — Department of the Treasury

FY25 Recommended Total Means of Finance (In Millions)



Treasury is self-funded using fees from services that are carried over from year to year. This is allowed by the language in HB1 appropriating both prior year and current year fees.

Interagency Transfers = fees from most agencies in the State for central depository banking services provided by the Treasury

Fees and Self-generated Revenue

- State Bond Commission (SBC) fees are an application fee and a percentage of debt at closing paid by public entities and by private companies issuing debt requiring SBC approval
- Securities Lending Program fees received from protected short-term lending of securities held by Treasury
- Unclaimed property fees as a percentage of collections as determined by program needs up to 7%

Statutory Dedications = fees for investment services for the Millennium Trust Fund, the Medicaid Trust Fund for the Elderly and the Louisiana Education Quality Support Fund

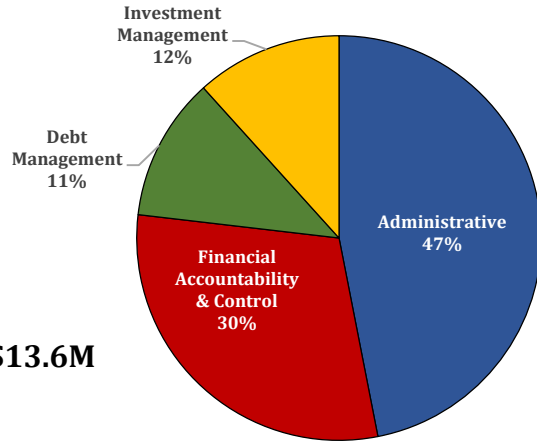
Total Funding	FY23 Actual	FY24 EOB as of 12-1-23	FY25 Recommended	Difference FY24 EOB to FY25 Recommended
State General Fund	\$0	\$232,710	\$205,260	(\$27,450)
Interagency Transfers	\$2,053,083	\$2,646,292	\$1,718,452	(\$927,840)
Fees and Self-generated Revenue	\$9,459,902	\$10,927,006	\$10,869,931	(\$57,075)
Statutory Dedications	\$555,476	\$811,455	\$811,455	\$0
Education Excellence Fund	\$96,347	\$114,240	\$114,240	\$0
Health Excellence Fund	\$42,397	\$114,242	\$114,242	\$0
TOPS Fund	\$94,226	\$114,240	\$114,240	\$0
Louisiana Quality Education Support Fund	\$303,205	\$449,093	\$449,093	\$0
Medicaid Trust Fund for the Elderly	\$19,302	\$19,640	\$19,640	\$0
TREASURY TOTAL	\$12,068,462	\$14,617,463	\$13,605,098	(\$1,012,365)
Total Positions	62	64	73	9



Department of the Treasury

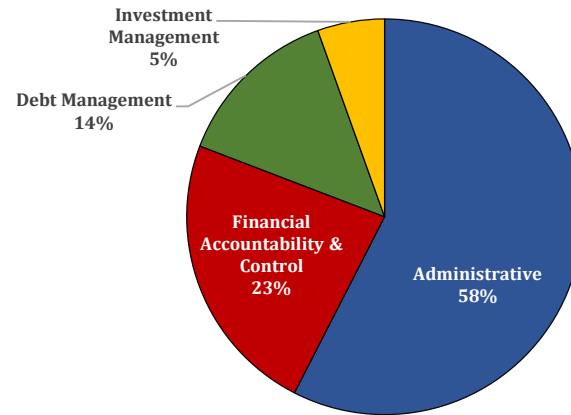
FY23, FY24 and FY25 Funding and Positions by Program

FY25 Recommended Budget



Total: \$13.6M

FY25 Recommended Authorized Positions



Total: 73

	FY22 Actual	FY23 Actual	FY24 Enacted	FY24 EOB as of 12-1-23	FY25 Recommended	Difference FY24 EOB vs. FY25 Recommended
Administrative	\$5,379,696	\$5,924,495	\$7,507,850	\$7,507,850	\$6,383,324	(\$1,124,526)
Accountability &	\$3,346,617	\$3,607,671	\$3,958,013	\$3,958,013	\$4,071,723	\$113,710
Debt Management	\$1,250,028	\$1,398,144	\$1,550,230	\$1,550,230	\$1,559,633	\$9,403
Management	\$1,033,169	\$1,138,150	\$1,601,370	\$1,601,370	\$1,590,418	(\$10,952)
TOTAL FUNDING	\$11,009,510	\$12,068,460	\$14,617,463	\$14,617,463	\$13,605,098	(\$1,012,365)
Administrative	32	32	34	34	42	8
Accountability &	16	16	16	16	17	1
Debt Management	10	10	10	10	10	0
Management	4	4	4	4	4	0
TOTAL AUTHORIZED POSITIONS	62	62	64	64	73	9



Categorical Expenditures

Examples of Categories

Departments expend funding in the five major categories listed below.

Personal Services

- Salaries – Regular, overtime, and termination pay for Classified and Unclassified personnel.
- Other Compensation – Wages, student labor, compensation for board members and/or board of trustees, evening instruction, university instructors, etc.
- Related Benefits – Retirement contributions, post-retirement contributions/benefits, FICA tax, Medicare tax, group insurance contributions, compensated absences, other related benefits, taxable fringe benefits, etc.

Total Operating Expenses

- Travel – In-state and Out-of-state, including meal reimbursement.
- Operating Services – Advertising, printing, insurance, maintenance, rentals, data processing, internet costs, dues and subscriptions, mail delivery, telephones, data lines, vehicle tracking and telematics, utilities, depreciation, amortization, banking services, credit card fees, etc.
- Supplies – office supplies and equipment, computers, clothing and uniforms, medical, pharmaceutical, food, automotive, repair and maintenance, software, etc.

Professional Services – Accounting, auditing, management consulting, engineering, architectural, legal, medical and dental, veterinary, information technology, etc.

Total Other Charges

- Other Charges – Aid to school boards, local government, etc.; public assistance; miscellaneous charges; judgments, fines, and penalties; interest on judgments; punitive/compensatory damages; OC personal services, operating expenses, professional services; contract attorney expenses; recoupments; furlough; contractual services; interest expense; claim payments; commercial group insurance; reinsurance; loans issued; disbursements; etc.
- Debt Service – Principal, interest, related charges, reserve requirement, amortization, and bond premiums.
- Interagency Transfer Line-Item Expenditure – Any expenses paid for with Interagency Transfers – from commodities and services to equipment.

Acquisitions and Major Repairs

- Acquisitions – Land; buildings; automobiles; aircraft; accessories; equipment; software; hardware; farm and heavy equipment; boats; capital outlay expenditures; construction; etc.
- Major Repairs – Land improvement; buildings; automotive; grounds; boats; aircraft; movable equipment; farm equipment; medical; office; library; education; recreation; communication; other equipment; pollution remediation; etc.



Department of the Treasury

Categorical Expenditures at FY25 Recommended

The largest expenditure category in the Treasury for FY25 Recommended is Total Personal Services at 62 percent of the budget.

Within this category, Salaries make up 63 percent of expenditures, while Related Benefits contributes 30 percent.

Total Other Charges, which makes up 23 percent of expenditures, include trust fund hosting costs, central banking fees, investment management, population estimates and other data services.

FY25 Recommended Expenditures



Categorical Expenditures	FY23 Actual	FY24 Enacted	FY24 EOB as of 12/01/23	FY25 Recommended	Difference FY24 EOB vs. FY25 REC
Salaries	\$4,982,972	\$5,178,414	\$5,178,414	\$5,349,758	\$171,344
Other Compensation	\$421,276	\$562,917	\$562,917	\$562,918	\$1
Related Benefits	\$2,627,252	\$2,799,024	\$2,799,024	\$2,543,292	(\$255,732)
TOTAL PERSONAL SERVICES	\$8,031,500	\$8,540,355	\$8,540,355	\$8,455,968	(\$84,387)
Travel	\$36,054	\$103,389	\$103,389	\$103,389	\$0
Operating Services	\$1,337,937	\$1,579,759	\$1,644,759	\$1,644,759	\$0
Supplies	\$33,422	\$57,372	\$57,372	\$57,372	\$0
TOTAL OPERATING EXPENSES	\$1,407,412	\$1,740,520	\$1,805,520	\$1,805,520	\$0
PROFESSIONAL SERVICES	\$176,474	\$179,147	\$179,147	\$179,147	\$0
Other Charges	\$1,927,317	\$3,129,221	\$3,129,221	\$2,321,381	(\$807,840)
Debt Service	\$0	\$0	\$0	\$0	\$0
Interagency Transfers	\$523,379	\$787,955	\$722,955	\$745,367	\$22,412
TOTAL OTHER CHARGES	\$2,450,696	\$3,917,176	\$3,852,176	\$3,066,748	(\$785,428)
Acquisitions	\$2,378	\$240,265	\$240,265	\$97,715	(\$142,550)
Major Repairs	\$0	\$0	\$0	\$0	\$0
TOTAL ACQ. & MAJOR REPAIRS	\$2,378	\$240,265	\$240,265	\$97,715	(\$142,550)
TOTAL EXPENDITURES	\$12,068,461	\$14,617,463	\$14,617,463	\$13,605,098	(\$1,012,365)



Department of the Treasury

FY25 Recommended Categorical Expenditures

Interagency Transfers

\$42,000	State Mail
\$84,500	Telecommunication Services
\$144,460	Office of Finance and Support Services
\$37,000	Office of Risk Management (ORM) Fees
\$12,348	Office of Technology Services (OTS) Fees
\$13,692	Office of State Procurement (OSP) Fees
\$14,635	Civil Service Fees
\$108,929	Maintenance in State-owned Buildings
\$18,435	Legislative Auditor Fees
\$23,500	Capitol Park Security Fees
\$2,623	Uniform Payroll System
\$2,000	State Mail
\$5,200	Telecommunication Services
\$98,679	Office of Finance and Support Services
\$17,200	Office of Risk Management (ORM) Fees
\$5,000	Office of Technology Services (OTS) Fees
\$3,500	Office of State Procurement (OSP) Fees
\$5,600	Civil Service Fees
\$35,000	Maintenance in State-owned Buildings
\$1,500	Legislative Auditor Fees
\$15,885	Capitol Park Security Fees
\$500	Uniform Payroll System
\$1,000	State Mail
\$3,000	Telecommunication Services
\$14,977	Office of Risk Management (ORM) Fees
\$2,000	Office of Technology Services (OTS) Fees
\$500	Office of State Procurement (OSP) Fees
\$3,500	Civil Service Fees
\$8,322	Maintenance in State-owned Buildings
\$1,000	Legislative Auditor Fees
\$3,000	Capitol Park Security Fees
\$400	Uniform Payroll System

Interagency Transfers

\$600	State Mail
\$2,800	Telecommunication Services
\$4,500	Office of Risk Management (ORM) Fees
\$1,000	Office of Technology Services (OTS) Fees
\$250	Office of State Procurement (OSP) Fees
\$1,500	Civil Service Fees
\$2,500	Maintenance in State-owned Buildings
\$500	Legislative Auditor Fees
\$993	Capitol Park Security Fees
\$839	Uniform Payroll System

Professional Services

\$9,037	Legal Services
\$150,000	Custody Account Services
\$236	Interpreting service
\$14,374	Attend and Transcribe State Bond Commission Meetings
\$5,500	Louisiana Educational Quality Trust Fund (LEQTF) Annual Report

Acquisitions and Major Repairs

\$82,291	Funding for the replacement of computers and software/hardware licensing.
\$2,783	Funding to update computer hardware and software used for treasury investment portfolios, general ledgers and supporting work papers.
\$12,309	Funding for the replacement of computers and software/hardware licensing
\$332	Funding to update computer hardware and software used for treasury investment portfolios, general ledgers and supporting work papers.



Department of the Treasury

FY25 Recommended Categorical Expenditures

Other Charges

\$3,260	LaCap Federal Credit Union for Unclaimed Property
\$962	Tuition Reimbursement
\$120,000	The cost associated with the department running and maintaining data software for public school board databases due to the passage of Act 370 of 2023 RLS. These databases post financial reports and contract information that are made available on the school boards websites.
\$1,406,900	Central Banking Services
\$22,000	Investment collateral pricing service
\$105,000	Bloomberg on-line investment market data services
\$100,000	Trust Funds custodial services
\$249,916	Millennium Trust Fund Investment Management
\$179,703	Louisiana Educational Quality Trust Fund (LEQTF) Investment Management
\$19,640	Medicaid Trust Fund for the Elderly Investment Management
\$114,000	Broadridge hosting fees and collateral pricing

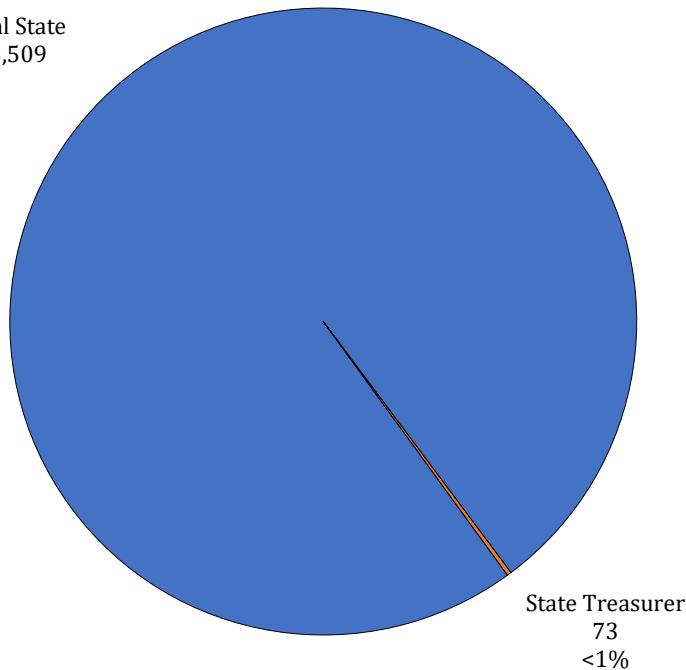


Department of the Treasury

FTEs, Authorized T.O., and Other Charges Positions

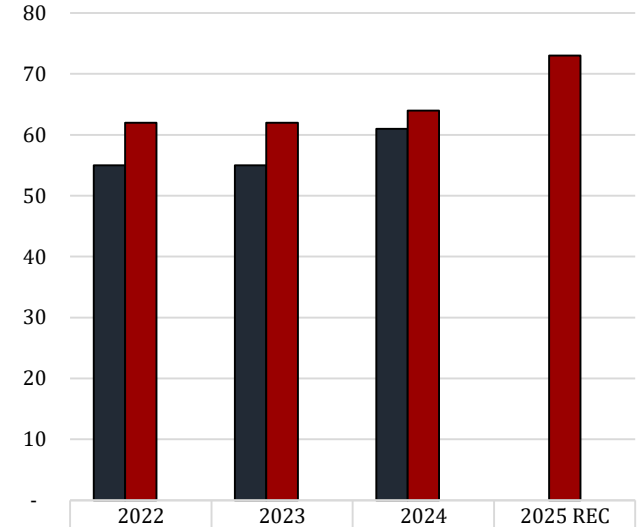
**FY25 Department Employees
as a portion of
FY25 Total State Employees**

Total State
33,509



FY24 number of funded, but not filled,
positions as of January 2024 = 6

**Number
and
Types
of
Positions**



	2022	2023	2024	2025 REC
Total FTEs (1st July Report)	55	55	61	-
Authorized T.O. Positions	62	62	64	73
Other Charges Positions	-	-	-	-

The full-time equivalent or **FTE** definition refers to the number of hours considered full-time. For example, if an agency considers 40 hours full time, and there are two employees working 20 hours per week, those two employees would be 1.0 FTE.

Authorized Positions are those referred to in the Table of Organization (or T.O.) for each department. This count includes only those positions paid for from the Salaries expenditure category for the organization units and agencies included in each department's appropriation. This excludes positions paid for from other expenditure categories, such as wages or per diem.

Other Charges positions are authorized under R.S. 39:2(5)(b) ...

(5)(b) "Authorized other charges positions" means the number of positions in an appropriation bill to be funded by the other charges continuing category of the accounting system for the state. The number may be adjusted during a fiscal year in accordance with law.

- [Act 377 of 2013 by Rep. Burrell]
- Positions coded in the Other Charges expenditure category
- These positions are usually associated with federal grants



Department of the Treasury

Related Employment Information

Salaries and Related Benefits for the Positions are listed below in Chart 1.
In Chart 2, benefits are broken out to show the portion paid for active versus retired employees.
This is where payments for the Unfunded Accrued Liability (UAL) can be found.

1.

Personal Services	2022 Actual	2023 Actual	2024 Enacted	2025 Recommended
Salaries	\$4,404,563	\$4,982,972	\$5,178,414	\$5,349,758
Other Compensation	\$410,574	\$421,276	\$562,917	\$562,918
Related Benefits	\$2,376,985	\$2,627,252	\$2,799,024	\$2,543,292
Total Personal Services	\$7,192,122	\$8,031,500	\$8,540,355	\$8,455,968

Average T.O. Salary = \$81,126

Examples of Other Compensation include pay for WAE employees, part-time employees, student workers, etc.

2.

Related Benefits FY25 Recommended	Total Funding	%
Total Related Benefits	\$2,543,292	
UAL payments	\$1,343,629	53%
Retiree Health Benefits	\$310,177	
Remaining Benefits*	\$889,486	
Means of Finance	General Fund = 1%	Other = 99%

Department Demographics	Total	%
Gender		
Female	46	62
Male	28	38
Race/Ethnicity		
White	51	69
Black	20	27
Other	3	4
Eligible to Retire within 1 year	16	22

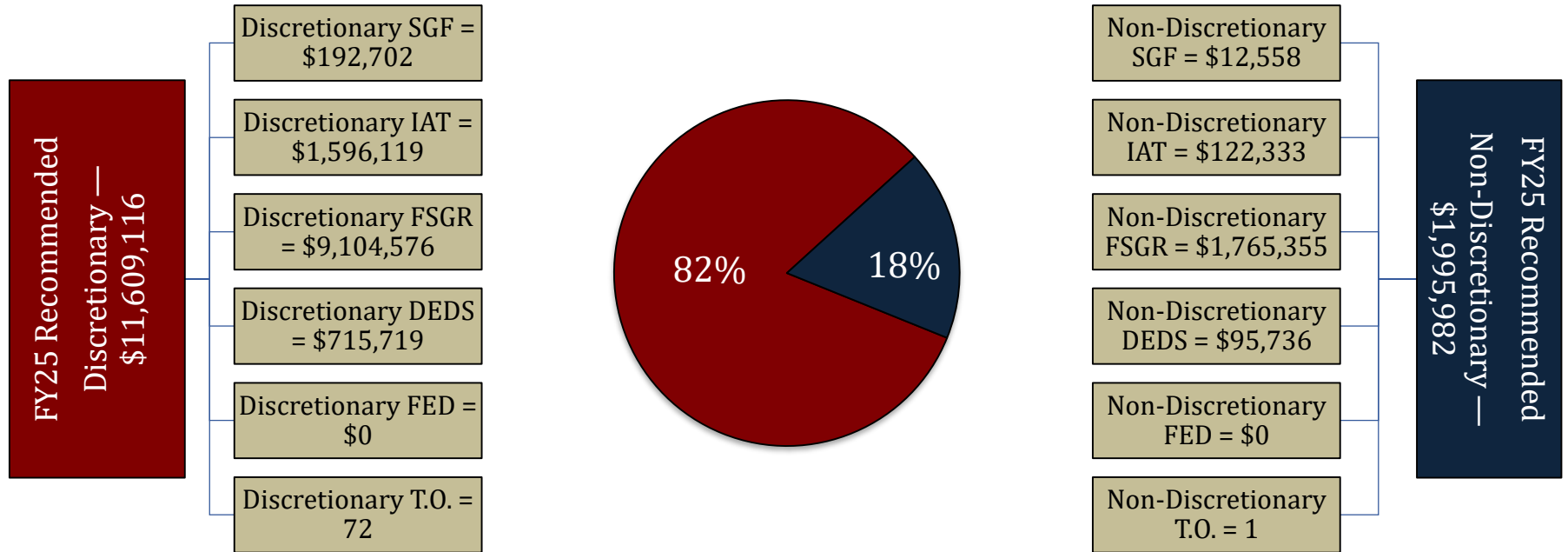
* Remaining Benefits include employer contribution to authorized positions' retirement, health, Medicare, FICA, Emoluments etc. The authorized positions include authorized T.O. positions and authorized other charges positions, both filled and vacant.

Other Charges Benefits
\$0



04-147 State Treasurer

FY25 Discretionary/Non-Discretionary Comparison



Total Discretionary Funding by Office		
Administrative	\$ 5,277,172	45%
Financial Accountability and Control	\$ 3,610,681	31%
Debt Management	\$ 1,293,400	11%
Investment Management	\$ 1,427,863	12%
Total Discretionary	\$ 11,609,116	100%

Total Non-Discretionary Funding by Type		
Salary/Rel Benefits of Treasurer	\$ 165,990	8%
UAL Obligation	\$ 1,343,629	67%
Legislative Auditor Fees	\$ 21,435	1%
Maintenance in State-owned Buildings	\$ 154,751	8%
Retirees Group Insurance	\$ 310,177	16%
Total Non-Discretionary	\$ 1,995,982	100%



04-147 State Treasurer

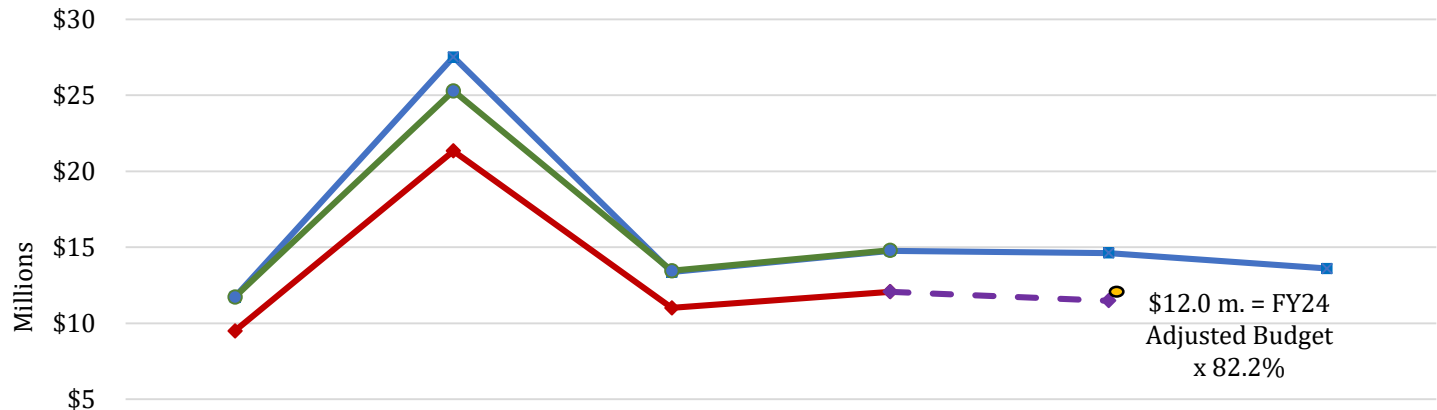
Enacted & FYE Budget vs. Actual Expenditures FY20 to FY23

FYE Budget = "Fiscal Year End" Budget includes all in-house and regular BA-7s through June 30 of the fiscal year. For FY24, it is as of February.

**FY24 Known
Supplemental Needs:**
\$0

**FY24 General Fund
Reversions:**
\$0

Unclaimed Property Admin



	FY20	FY21	FY22	FY23	FY24 EOB	FY25 Recommended
Enacted Budget	\$11,730,895	\$27,519,939	\$13,365,491	\$14,773,560	\$14,617,463	\$13,605,098
FYE Budget	\$11,730,895	\$25,283,361	\$13,455,491	\$14,802,528		
Actual Expenditures	\$9,498,914	\$21,334,364	\$11,009,510	\$12,068,461		
FY23 Expenditure Trend				\$12,068,461	\$11,485,447	

Monthly Budget Activity				
	FY24 Adjusted Budget	FY24 Aggregate Expenditures	Remaining Budget Authority	Percent Expended To Date
Jul-23	\$ 14,617,463	\$ 621,906	\$ 13,995,557	4.3%
Aug-23	\$ 14,617,463	\$ 1,486,450	\$ 13,131,013	10.2%
Sep-23	\$ 14,617,463	\$ 2,522,109	\$ 12,095,354	17.3%
Oct-23	\$ 14,617,463	\$ 3,407,473	\$ 11,209,990	23.3%
Nov-23	\$ 14,617,463	\$ 4,775,275	\$ 9,842,188	32.7%
Dec-23	\$ 14,617,463	\$ 5,782,158	\$ 8,835,305	39.6%
Jan-24	\$ 14,617,463	\$ 6,784,190	\$ 7,833,273	46.4%

Monthly Budget Activity				
	FY24 Adjusted Budget	FY24 Aggregate Expenditures	Remaining Budget Authority	Percent Expended To Date
<i>(Trend based on average monthly expenditures to date)</i>				
Feb-24	\$ 14,617,463	\$ 7,608,767	\$ 7,008,696	52.1%
Mar-24	\$ 14,617,463	\$ 8,577,937	\$ 6,039,526	58.7%
Apr-24	\$ 14,617,463	\$ 9,547,107	\$ 5,070,356	65.3%
May-24	\$ 14,617,463	\$ 10,516,277	\$ 4,101,186	71.9%
Jun-24	\$ 14,617,463	\$ 11,485,447	\$ 3,132,016	78.6%

Historical Year End Average

82.2%