

FY'19 Projected Division/Program Funding By Source						
Dept	Appropriations	Federal	Revolving	Local	Other*	Total
General Operations 40	\$1,848,037		\$1,086,835			\$2,934,872
Unclaimed Property 60			\$8,439,920			\$8,439,920
Data Processing 88	\$836,231		\$1,683,850			\$2,520,081
State Land Reimbursements 30	\$95,000					\$95,000
<b>Total</b>	<b>\$2,779,268</b>	<b>\$0</b>	<b>\$11,210,605</b>	<b>\$0</b>	<b>\$0</b>	<b>\$13,989,873</b>

\*Source of "Other" and % of "Other" total for each.

FY'18 Carryover and Refund by Funding Source						
	Appropriations	Federal	Revolving	Local	Other*	Total
FY'18 Carryover	\$1,259,000					
	\$0					\$1,259,000

\*Source of "Other" and % of "Other" total for each.

What Changes did the Agency Make between FY'18 and FY'19?	
<b>1.) Are there any services no longer provided because of budget cuts?</b>	There were no services discontinued between FY18 and FY19 due to budget cuts.
<b>2.) What services are provided at a higher cost to the user?</b>	The costs of services provided to TSET pursuant to Title 74 O.S. Section 581 increased by \$2,443 (from FY18 to FY19) Effective January 1, 2019, this office will extend the investment management fee of 1.25 basis points to the state blended portfolio.
<b>3.) What services are still provided but with a slower response rate?</b>	Due to continuing turnover and the associated training of new employees, the agency struggled to meet administrative deadlines throughout FY18 and into FY19
<b>4.) Did the agency provide any pay raises that were not legislatively/statutorily required?</b>	Yes

FY'20 Requested Division/Program Funding By Source						
	Appropriations	Federal	Revolving	Other	Total	% Change
General Operations 40	\$1,917,458		\$1,029,554		\$2,947,012	0.41%
Unclaimed Property 60			\$8,457,896		\$8,457,896	0.21%
Data Processing 88	\$766,810		\$1,751,311		\$2,518,121	-0.08%
State Land Reimbursements 30	\$95,000				\$95,000	0.00%
<b>Total</b>	<b>\$2,779,268</b>	<b>\$0</b>	<b>\$11,238,761</b>	<b>\$0</b>	<b>\$14,018,029</b>	<b>0.20%</b>

\*Source of "Other" and % of "Other" total for each.

FY'20 Top Five Appropriation Funding Requests		\$ Amount
The Treasurer is not seeking any increases in appropriations.		
<b>Total Increase above FY-19 Request</b>		\$ -

Does the agency have any costs associated with the Pathfinder retirement system and federal employees?	
(If so, please describe the costs and provide an estimate for FY '20, FY '21, and FY '22.)	
FY 2020	\$ 30,000
FY 2021	\$ 31,500
FY 2022	\$ 33,075

How would the agency be affected by receiving the same appropriation for FY '20 as was received in FY '19? (Flat/ 0% change)	
Continue to utilize earnings credits to offset bank fees	
Continue to charge 1.25 bp to manage the state blended portfolio	
Staffing levels impacting deadlines and systems replacement	
no support for linked deposit programs	



**How would the agency handle a 2% appropriation reduction in FY '20?**

The Treasurer's Office has already initiated numerous cost-cutting measures which have allowed the agency to absorb a 31% cumulative reduction over the last 10 years. To absorb an additional 2% reduction the agency would have to cut non-mission critical expenditures, utilize earnings credits to offset banking fees as economic conditions permit, and consider increasing the charge for expenses incurred in managing the state blended portfolio from 1.25 basis points to 2 basis points.

**Is the agency seeking any fee increases for FY '20?**

		\$ Amount
Increase 1	N/A	\$0

**What are the agency's top 2-3 capital or technology (one-time) requests, if applicable?**

Continue the replacement of COBOL based mainframe applications using carryover and revolving funds. These outdated and unsupported banking and treasury applications place state financial transactions at continued risk of failure.

**Federal Funds**

Federal Funding I (Brief Description with CFDA number)	N/A	FY 19 projected	FY 18	FY 17	FY 16	FY 15

**Federal Government Impact**

**1.) How much federal money received by the agency is tied to a mandate by the Federal Government?**

N/A

**2.) Are any of those funds inadequate to pay for the federal mandate?**

N/A

**3.) What would the consequences be of ending all of the federal funded programs for your agency?**

N/A

**4.) How will your agency be affected by federal budget cuts in the coming fiscal year?**

N/A

**5.) Has the agency requested any additional federal earmarks or increases?**

N/A

**Division and Program Descriptions**

**Banking and Treasury Services**

Warrant printing, clearing and imaging, electronic receipt and disbursement processing including ACH transactions, wire transfers and credit and debit card processing, depository bank services including return item processing, lockbox, image cash letter and remote deposit capture, cashier services including deposit processing, check cashing, and change order processing, stop payment services, agency activity statements, manage earnings credits and banking fees

**Portfolio Accounting and Reporting/Investment Services**

Bank account reconciliation, correction processing, cash management including daily cash position, initiate, settle, record and reconcile investment transactions, monitor and record investment income, manage relationships with master custody bank, securities lending agent and authorized financial institutions, issue and redeem CDs, manage investment portfolio, record bond sinking fund transactions, monitor collateralization of state funds on deposit, investment performance reporting, prepare annual financial statements

**Unclaimed Property**

The objective of this program is to secure and return unclaimed property to its rightful owner. Activities include: importing and entering owner, property and holder information, publishing owner names and last known addresses, initiating, reviewing and approving documentation provided in support of claims, processing payments and promoting public awareness of the program.

**Data Processing**

OST contracts with OMES ISD for information technology services including desktop, network and application support. Application support includes both server and mainframe processes and both internal applications used exclusively by OST and hosted applications used statewide such as for disbursements and deposits processing.

**Bond Advisor**

The Debt Management Division of the Office of the State Treasurer is headed by the statutory position of State Bond Advisor which serves at the pleasure of the State Treasurer. The division serves as administrative staff to the Council of Bond Oversight and is responsible for the oversight and management of state debt issuance.

**State Land Reimbursement**

This program passes funds to counties based on state owned land.

FY'19 Budgeted FTE						
	Supervisors	Classified	Unclassified	\$0 - \$35 K	\$35 K - \$70 K	\$70 K - \$\$\$
General Operations	7		22	3.5	11.45	7.05
Unclaimed Property	3		31.5	12	15.55	3.95
<b>Total</b>	<b>10</b>	<b>0</b>	<b>53.5</b>	<b>15.5</b>	<b>27</b>	<b>11</b>

FTE History					
	2019 Budgeted	2018	2017	2015	2010
General Operations	21.5	24	22	29	34
Unclaimed Property	32	25	25	19	17
Data Processing					9
<b>Total</b>	<b>53.5</b>	<b>49</b>	<b>47</b>	<b>48</b>	<b>60</b>

Performance Measure Review					
	FY 18	FY 17	FY 16	FY 15	FY 14
<b>Banking Services</b>					
Warrants Processed	12%	12%	14%	16%	20.9%
<b>Portfolio Accounting/Investments</b>					
Earnings (Goal within 10% of projection)	110	99	96	102	81.58
ROI v. Benchmark (95% goal)	214	390	248	440	638
% Investments (CD and Repo) Collateralized	100	100	100	100	100
Transactions Audited (within 60 days)	100	100	95	99	95.7
Certificates of Deposit Issued: Total (in millions)	210	232	207		
<b>Unclaimed Property</b>					
Amount of Claims Paid	\$42,769,653	\$34,550,861	\$31,144,764	\$38,596,000	\$33,989,118
# of Claims Paid	15,222	12,458	12,925	16,680	14,054

Revolving Funds (200 Series Funds)			
	FY'16-18 Avg. Revenues	FY'16-18 Avg. Expenditures	June '18 Balance
<b>State Treasurer's Revolving Fund (200)</b> This fund receives payments from state agencies for managing investments, processing stop payments, returned check collection and fines for late payment records.	\$639,418	\$159,019	\$3,070,305
<b>Securities Lending &amp; Custodian Fee Revolving Fund (215)</b> - This fund receives securities lending revenue and is restricted to paying banking fees.	\$79,535	\$163,257	\$584,491
<b>Unclaimed Property Administrative Revolving Fund (260)</b> - This fund receives 4% of amounts deposited to the Unclaimed Property Fund and is restricted to program administration.	\$3,876,229	\$3,264,526	\$5,234,030