

## FY 2027 Budget Performance Review

### 740 - Office of state Treasurer

Version      Original  
Lead Administrator: Honorable Todd Russ

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#### Agency Mission

The mission of the Office of State Treasurer is to serve the people of Oklahoma by providing sound banking and investment services, reuniting individuals and businesses with their unclaimed property, and promoting economic opportunities in a fiscally responsible and efficient manner while adhering to the highest professional and ethical standards.

#### Division and Program Descriptions

*Note: Please define any acronyms used in program descriptions.*

##### 40 - 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

##### 40 - Portfolio Accounting & 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

##### 50 - Bond Advisor

The Debt Management Division of the Office of the State Treasurer is headed by the statutory position of Deputy Treasurer for Debt Management 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.

##### 60 - 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.

##### 30 - State Land Reimbursement

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.

##### 92 - College Savings and STABLE program

Oklahoma's qualified tuition savings program under Section 529 of the federal tax code. The STABLE program provides a savings vehicle for people with disabilities to save for quality of life expenses protected from assets limits for government benefit programs.

##### 93 - Statewide Circuit Engineering

The State Treasurer receives monies into the Statewide Circuit Engineering District Revolving fund and disburses them to fund the Statewide Circuit Engineering District. This is a pass through program.

##### 99 - Bonds and Coupons

Pass through program

#### FY'26 Budgeted Department Funding By Source

Dept. #	Department Name	Appropriations	Federal	Revolving	Local <sup>1</sup>	Other <sup>2</sup>	Total
4002001	Banking Fees			\$383,300			\$383,300
4002006	Banking & Treasury Services	\$1,075,673					\$1,075,673
4004001	General Administration	\$763,750					\$763,750
4004003	Public Information	\$60,693					\$60,693
4005003	Investment Office			\$248,056			\$248,056
4005004	Link Deposit (dormant program)	\$12,183					\$12,183
4005005	Portfolio Accounting and Reporting	\$872,292					\$872,292
5005001	Bond Advisory Services			\$591,051			\$591,051
6000001	Unclaimed Property			\$3,606,048	\$60,000,000		\$63,606,048
6000002	UP - Audit & Publication			\$3,902,000			\$3,902,000
8800060	UP - Data Processing			\$965,926			\$965,926
8801040	Data Processing	\$51,599		\$1,057,499		\$4,489,420	\$5,598,518
9200007	College Savings Plan	\$87,037					\$87,037
3000001	State Land Reimbursement	\$95,000					\$95,000
9300000	Statewide Circuit Engineering					\$5,500,000	\$5,500,000
<b>Total</b>		<b>\$3,018,227</b>	<b>\$0</b>	<b>\$10,753,880</b>	<b>\$0</b>	<b>\$69,989,420</b>	<b>\$83,761,527</b>

1. Please describe source of Local funding not included in other categories:

2. Please describe source(s) and % of total of "Other" funding if applicable for each department:

Other funds - Special cash appropriations for modernization project to transition from the legacy systems; Unclaimed property; Pass through funds

#### Balances of Appropriated Funds from Prior Fiscal Years

3-digit Class Fund #	Class Fund Name	GA Bill # and Section #	Fiscal Year of Original Appropriation	Original Appropriation Amount (\$)	Total Expended Amount as of 8/31/2025 (\$)	Balance as of 8/31/2025 (\$)
193	General Appropriations	SB1125 - Section 70	FY25	\$7,500,000	\$3,026,480	\$4,473,520
194	General Appropriations	HB1004; Sec #64/65	FY24	\$3,079,823	\$1,470,345	\$1,609,478
195	General Appropriations	SB1125; Section 69	FY25	\$3,079,823	\$2,686,417	\$393,406
<i>Total remaining prior year appropriation balance:</i>						<b>\$6,476,404</b>

*Report appropriations that have existing balances from all prior fiscal years at the 3-digit class fund number (i.e. 194, 195). Do not report carryover class funds separately. Include appropriations located in disbursing funds. Report PREP, but not ARPA/SRF, appropriations.*

What changes did the agency make between FY'25 and FY'26?	
1.) Are there any services no longer provided because of budget cuts?	No
2.) What services are provided at a higher cost to the user?	N/A
3.) What services are still provided but with a slower response rate?	N/A
4.) Did the agency provide any pay raises that were not legislatively/statutorily required?	Yes

Appropriation Increase Review					
Appropriation Increase Purpose	Appropriation Increases (Additional to Agency Base Appropriation)			Expenditures	
	FY 2024	FY 2025	Total Amount Received FY 2024-2025	Total Expenditure of Increase as of 6/30/2025	If funds have not been spent, please explain why.
Replacement of State's financial software		\$7,500,000	\$7,500,000	\$3,010,580	Project is in progress and expected to be completed in FY26
<b>Total:</b>	<b>\$0</b>	<b>\$7,500,000</b>	<b>\$7,500,000</b>	<b>\$3,010,580</b>	

List appropriation increases that the agency has received in the prior two years. List amounts received in each year. Include PREP, but not ARPA/SRF, appropriations.

FY'27 Requested Funding By Department and Source							
Dept. #	Department Name	Appropriations	Federal	Revolving	Other <sup>1</sup>	Total	% Change
4002001	Banking Fees	\$0	\$0	\$383,300	\$0	\$383,300	0.00%
4002006	Banking & Treasury Services	\$1,075,673	\$0	\$0	\$0	\$1,075,673	0.00%
4004001	General Administration	\$763,750	\$0	\$0	\$0	\$763,750	0.00%
4004003	Public Information	\$60,693	\$0	\$0	\$0	\$60,693	0.00%
4005003	Investment Office	\$0	\$0	\$248,056	\$0	\$248,056	0.00%
4005004	Link Deposit (dormant program)	\$12,183	\$0	\$0	\$0	\$12,183	0.00%
4005005	Portfolio Accounting and Reporting	\$872,292	\$0	\$0	\$0	\$872,292	0.00%
5005001	Bond Advisory Services	\$0	\$0	\$591,051	\$0	\$591,051	0.00%
6000001	Unclaimed Property	\$0	\$0	\$3,606,048	\$75,000,000	\$78,606,048	23.58%
6000002	UP - Audit & Publication	\$0	\$0	\$3,902,000	\$0	\$3,902,000	0.00%
8800060	UP - Data Processing	\$0	\$0	\$965,926	\$0	\$965,926	0.00%
8801040	Data Processing	\$138,636	\$0	\$918,863	\$0	\$1,057,499	-81.11%
9200007	College Savings Plan	\$0	\$0	\$125,000	\$0	\$125,000	43.62%
3000001	State Land Reimbursement	\$95,000	\$0	\$0	\$0	\$95,000	0.00%
9300000	Statewide Circuit Engineering	\$0	\$0	\$0	\$5,500,000	\$5,500,000	0.00%
<b>Total</b>		<b>\$3,018,227</b>	<b>\$0</b>	<b>\$10,740,244</b>	<b>\$80,500,000</b>	<b>\$94,258,471</b>	<b>12.53%</b>

1. Please describe source(s) and % of total of "Other" funding for each department:

Other funds - Unclaimed property; Pass through funds

FY'27 Top Five Incremental Appropriated Funding Increase Requests				
Request by Priority	Request Description	Is this a Supplemental Request? (Yes/No)	Timeframe (One-Time or Recurring)	Appropriation Request Increase Amount (\$)
Request 1:				
Request 2:				
Request 3:				
Request 4:				
Request 5:				
Top Five Request Subtotal:				\$0
Total Increase above FY-26 Budget (including all requests)				\$0
Difference between Top Five requests and total requests:				\$0

\* Capital requests in the table above should be listed in the next table.

What are the agency's top 2-3 capital or technology (one-time) requests, if applicable?			
Description of requested increase in order of priority	Total Project Cost (\$)	Needed State Funding for Project (\$)	Submitted to LRCPC? (Yes/No)
Priority 1			
Priority 2			
Priority 3			

Does the agency have any costs associated with the Pathfinder retirement system and federal employees? If so, please describe the impact.

Yes; There are no Federally funded FTE

\* Include the total number of federally funded FTE in the Pathfinder system.

How would the agency be affected by receiving the same appropriation for FY'27 as was received in FY'26? (Flat / 0% change)	
There will not be any significant changes in operations. OST will continue to operate in a lean and efficient manner.	

There will not be any significant changes in operations. CST will continue to operate in a lean and efficient manner.

#### How would the agency handle a 2% appropriation reduction in FY '27?

To absorb a 2% reduction, the agency would have to redirect funds from planned technology and other improvement projects and consider increasing the charges for services rendered. In addition, the agency will have to pause some of the program initiatives to ensure sufficient funding is available for any unplanned expenses for the legacy replacement project.

#### Is the agency seeking any fee increases for FY '27?

Description of requested increase in order of priority		Fee Increase Request (\$)	Statutory change required? (Yes/No)
Increase 1	N/A		
Increase 2			
Increase 3			

#### Federal Funds

CFDA	Federal Program Name	Agency Dept. #	FY 26 budget (\$)	FY 25 actuals (\$)	FY 24 actuals (\$)	FY 23 actuals (\$)	FY 25 budgeted FTE (#)

#### 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

#### FY 2026 Budgeted FTE

Division #	Division Name	Supervisors	Non-Supervisors	\$0 - \$35 K	\$35 K - \$70 K	\$70 K - \$100K	\$100K+
40 General Operations		6.05	19.95	1.5	14.9	5.4	4.2
50 Bond Advisory Services		1.3	3.25		1.05	2.2	1.3
60 Unclaimed Property		5.5	24.1	2.5	21.35	4.4	1.35
92 College Savings		0.15	0.7		0.7		0.15
<b>Total</b>		<b>13</b>	<b>48</b>	<b>4</b>	<b>38</b>	<b>12</b>	<b>7</b>

#### FTE History by Fiscal Year

Division #	Division Name	FY 2026 Budgeted	FY 2026 YTD	FY 2025	FY 2024	FY 2023	FY 2017
40 General Operations		26.00	20.2	21.1	19.0	23.0	22.0
50 Bond Advisory Services		4.55	3.4	3.2	4.3	4.4	
60 Unclaimed Property		29.60	26.6	25.1	27.1	28.6	19.0
88 Information Services			0.9	0.6	1.1		
90 College Savings		0.85			0.6		
<b>Total</b>		<b>61.0</b>	<b>51.0</b>	<b>49.8</b>	<b>52.0</b>	<b>56.0</b>	<b>41.0</b>

#### Performance Measure Review

	FY 2025	FY 2024	FY 2023	FY 2022	FY 2021
<b>Portfolio Accounting/Investments</b>					
Earnings (Goal within 15% of projection)	11%	13%	18.00%	14.00%	
ROI vs. Benchmark - Treasuries	101%	92%	96.00%	88.00%	
ROI vs. Benchmark - MBS	91%	100%	98.00%	92.00%	
ROI vs. Benchmark - Agencies	106%	103%	100.00%	98.00%	
% Investments (CD and Repo) Collateralized	100%	100%	100%	100%	100%
<b>Unclaimed Property</b>					
Amount of Claims Paid	\$ 34,623,411	\$35,574,779	\$28,747,843	\$36,457,684	\$45,425,667
# of Claims Paid	12,469	12,399	12,654	10,990	12,426

#### Revolving Funds (200 Series Funds)

	FY'23-25 Avg. Revenues	FY'23-25 Avg. Expenditures	June 2025 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.	\$2,688,895	\$627,322	\$13,559,138
<b>Securities Lending &amp; Custodian Fee Revolving Fund (215)</b>  This fund receives securities lending revenue and is restricted to paying banking fees.	\$2,492,839	\$120,139	\$7,947,009
<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.	\$5,550,772	\$3,304,047	\$16,621,931
<b>Unclaimed Property Clearinghouse Fund (265)</b>  This fund pays for contract property location services, publication, auction and custodial services from the Unclaimed Property Fund (This is a clearing account, any ending balance is due to timing of payments).	\$1,423,915	\$1,428,471	\$226
<b>Bond Oversight Revolving Fund (285)</b>  This fund is authorized to charge and collect a fee, in accordance with the rules of the Council, derived from proceeds of bond issues approved by the Council and any other monies provided for by law. (2018 totals are for a partial year. This function transferred to OST in Nov'17)	\$1,223,379	\$170,258	\$1,221,417

FY 2026 Current Employee Telework Summary						
List each agency physical location (not division), then report the number of employees associated with that location in the teleworking categories indicated. Use "No specified location" to account for remote employees not associated with a site. Use actual current employees (headcount), not budgeted or actual FTE.			Full-time and Part-time Employees (#)			
Agency Location / Address	City	County	Onsite (5 days onsite, rarely remote)	Hybrid (2-4 days onsite weekly)	Remote (1 day or less weekly onsite)	Total Employees
2300 N. Lincoln Blvd., Ste #217	OKC	Oklahoma	24			24
4841 N Sewell Ave, Okc	OKC	Oklahoma	26			26
3305 Chandler, Muskogee	Muskogee	Muskogee	0.5			0.5
420 Avant Ave, Clinton	Clinton	Custer	0.5			0.5
						0
Total Agency Employees						51