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Agency Certification and Transmittal Sheet

Code: **E16** Name: **State Treasurer's Office**

Mission Statement:

Serve the citizens of South Carolina by providing the most transparent, accountable and efficient banking, investment and financial management service for South Carolina State Government. Our commitment is to safeguard our State's financial resources and to maximize return on our State's investments.

RECEIVED
SEP 30 2011
Economic Council Board
OFFICE OF STATE BUDGET

To the Office of State Budget

This, and accompanying statements, schedules, and explanatory sheets consisting of 35 pages constitute the operating budget estimates of this agency for all proposed expenditures for the 2012-2013 fiscal year.

All statements and explanations contained in the estimates submitted herewith are true and correct to the best of my knowledge.

Signed:  (Agency Head) Date: September 30, 2011

FISCAL YEAR 2012-13 BUDGET PLAN

I. EXECUTIVE SUMMARY

A. **Agency Section/Code/Name:**

Section 76 / E16 / State Treasurer's Office

B. **Summary Description of Strategic or Long-Term Goals:**

As the State's banker, the Treasurer's Office primary strategic goal is the safeguarding of State dollars and financial resources while providing core banking, investment and debt management services. Other strategic goals of the Office may be found in the State Treasurer's Office Accountability Report 2010-2011 on pages 22-25.

C. **2011-2012 Agency Recurring Base Appropriation:**

State \$1,513,724

Federal \$0

Other \$7,988,493

D. **Number of Budget Categories:**

3

E. **Agency-wide Vacant FTEs**

Vacant FTEs as of July 31, 2011: 11.50

% Vacant 16.43%

F. **Efficiency Measures:**

Key measures for the State Treasurer's Office are cost savings, cost avoidance, transparency and accountability, timeliness with which we respond to and provide information, customer and stakeholder satisfaction and employee involvement. Measures and results of the Office may be found in the State Treasurer's Office Accountability Report 2010-2011 on pages 39-49.

G. **Number of Provisos:**

Section 76 – State Treasurer's Office has a total of eleven provisos. We are requesting one additional proviso.

IIA. OPERATING BUDGET PROGRAMS

Agency Section/Code/Name: Section 76 / E16 / State Treasurer's Office

SUMMARY OF OPERATING BUDGET PROGRAMS FOR FY 2012-13

OPERATING BUDGET PROGRAMS			FUNDING					FTEs			
Title	Activity Name	Activity No.	Non-Recurring State	Recurring State	Federal	Other	Total	State	Federal	Other	Total
I. Administration	Administration	136	0	215,542	0	0	215,542	3.00	0.00	0.00	3.00
	Treasury Management, Investments, Debt Management, Unclaimed Property Program, Tuition Prepayment Program/College Investment Program	130, 131, 132, 133, 134 and 136									
II. Programs and Services	Investment Program	136	0	1,317,255	0	3,987,771	5,305,026	37.00	0.00	30.00	67.00
III. Special Items	Student Loans-Teachers	135	0	0	0	4,000,722	4,000,722	0.00	0.00	0.00	0.00
							0				0.00
							0				0.00
For additional rows, place cursor in this gray box and press "Ctrl" + "b". (You need to start in this gray box for each row needed or the formulas will not copy properly.)											
TOTAL OF ALL OPERATING BUDGET PROGRAMS			0	1,532,797	0	7,988,493	9,521,290	40.00	0.00	30.00	70.00

IIB. CAPITAL BUDGET/NON-RECURRING REQUESTS FOR FY 2012-13
 Agency Section/Code/Name: Section 76 / E16 / State Treasurer's Office

SUMMARY OF CAPITAL BUDGET/NON-RECURRING REQUESTS FOR FY 2012-13

N/A

CAPITAL BUDGET/NON-RECURRING REQUESTS				Additional State Funds	Previously Authorized State Funds	Total Other Fund Sources	Project Total
Project No.*	Project Name	Activity Name	Activity No.				
							0
							0
							0
							0
							0
For additional rows, place cursor in this gray box and press "Ctrl" + "c". (You need to start in this gray box for each row needed or the formulas will not copy properly.)							
TOTAL OF ALL CAPITAL BUDGET/NON-RECURRING REQUESTS				0	0	0	0

*if applicable

A. Summary description of programs and how they relate to the mission of the agency:

Provides executive leadership, strategic planning and policy development

B. Budget Program Number and Name:

I. Administration

C. Agency Activity Number and Name:

Note: If more than one activity maps to this program; provide all activity numbers, names, and approximate funding amounts.

Activity Number	Activity Name	State Non-Recurring	State Recurring	Federal	Other	Total
136	Administration		215,542			215,542

D. Performance Measures:

N/A

E. Program Interaction:

This program provides executive leadership to all other programs and activities of the agency.

F. Change Management:

N/A

G. Detailed Funding Information:

FY 2012-13 Cost Estimates:	State Non-Recurring	State Recurring	Federal	Other	Total
Number of FTEs*	0.00	3.00	0.00	0.00	3.00
Personal Service	0	\$ 154,944	0	0	\$ 154,944
Employer Contributions	0	\$ 46,483	0	0	\$ 46,483
Program/Case Services	0	0	0	0	\$ 0
Pass-Through Funds	0	0	0	0	\$ 0
Other Operating Expenses	0	\$ 14,115	0	0	\$ 14,115
Total	\$ 0	\$ 215,542	\$ 0	\$ 0	\$ 215,542

* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.

Is this budget category or program associated with a Capital Budget Priority? No
If yes, state Capital Budget Priority Number and Project Name:.

Please List proviso numbers that relate to this budget category or programs funded by this category. N/A

H. Changes to the Appropriation:

Please explain any changes, to include re-alignments and funding or FTE increases requested in this year's appropriation, as detailed below:

Funding:

Year	State Non-Recurring	State Recurring	Federal	Other (Earmarked or Restricted)
2011-2012 Act		215,542		
2012-2013 Act		215,542		
Difference		0		
% Difference		0		

Explanation of Changes:

N/A

I. Revenue Estimates:

Please detail Sources of revenue for this program, identified by SAP fund number if a live SCEIS agency or the STARS number if a STARS agency. If several sources remit to a single subfund that cannot be split by source and appropriation or program, provide an estimate of the revenue dedicated to this program.

SAP Fund Number	Source Name	General Fund	Other State	Earmarked	Restricted	Federal
10010000	General Fund Appropriation	215,542				

If expenditures for this program are greater than known or estimated revenues and the intent is to bridge part of this shortfall by drawing down balances in agency accounts or reserves, indicate the accounts and amount of the current reserve or balance that will likely be used below.

Please detail the long-term sustainability of this program if cash reserves are needed to operate.

If there is federal fund or other fund spending authority requested above the revenue streams detailed above, please indicate the amount and explanation for each.

J. FTE Positions:

Please detail the number of FTE's filled (F) by the program as of June 30 of each fiscal year, and the number authorized (A) by the Appropriations Act.

Fiscal Year	State	Other-Earmarked or Restricted	Federal	Total	Temporary, Temporary Grant, Time -limited
2012-2013 (A)	3.00			3.00	
2011-2012 (A)	3.00			3.00	
2010-2011 (F)	2.00			2.00	
2010-2011 (A)	3.00			3.00	
2009-2010 (F)	2.00			2.00	
2009-2010 (A)	3.00			3.00	
2008-2009 (F)	2.00			2.00	
2008-2009 (A)	3.00			3.00	
2007-2008 (F)	4.00			4.00	
2007-2008 (A)	5.00			5.00	

K. Detailed Justification for FTEs: N/A

(1) Justification for New FTEs

(a) Justification:

(b) Future Impact on Operating Expenses or Facility Requirements:

(2) **Position Details:**

	State	Federal	Earmarked	Restricted	Total
Position Title:					
Number of FTEs	0.00	0.00	0.00	0.00	0.00
Personal Service	\$0	\$0	\$0	\$0	\$ 0
Employer Contributions	\$0	\$0	\$0	\$0	\$ 0

	State	Federal	Earmarked	Restricted	Total
Position Title:					
Number of FTEs	0.00	0.00	0.00	0.00	0.00
Personal Service	\$0	\$0	\$0	\$0	\$ 0
Employer Contributions	\$0	\$0	\$0	\$0	\$ 0

	State	Federal	Earmarked	Restricted	Total
Position Title:					
Number of FTEs	0.00	0.00	0.00	0.00	0.00
Personal Service	\$0	\$0	\$0	\$0	\$ 0
Employer Contributions	\$0	\$0	\$0	\$0	\$ 0

A. Summary description of programs and how they relate to the mission of the agency:

As required by SC Code of Laws, Title 11, Chapters 5 & 13, Accounting and Banking provides statewide services to all agencies and institutions by receipt and distribution of funds from all sources, reconciliation of account balances and bank account balances, financial reporting, management of court revenue and by providing input on budgetary and legislative matters related to statewide banking and accounting issues.

As required by SC Code of Laws, Title 11, Chapters 5 & 13, Investments provides statewide investment services to state agencies and institutions through investment of all state funds, management of cash liquidity, cash flow, and collateral, and through management of a local government investment pool for municipalities, counties, and local districts of the state.

As required by SC Code of Laws, Title 11, Chapters 5 & 29, Debt Management provides statewide debt management services for the State, its agencies and institutions by management of debt issues including debt structure and payments, communication with bond-rating agencies, and by ensuring compliance with legal requirements including Arbitrage Rebate and Constitutional Debt Limit.

As required by SC Code of Laws, Title 27, Chapter 18, Unclaimed Property Program provides a statewide service to the citizens of South Carolina by returning various forms of property or money to the rightful owners.

As required by SC Code of Laws, Title 59, Chapters 2 & 4, South Carolina Tuition Prepayment Program (SCTPP) / South Carolina College Investment Program (Future Scholar) are college savings plans that allow families the option of saving now at great advantage for their children's college education.

Administration provides executive leadership, strategic planning, policy development, budgeting and financial management services, procurement services, human resource management services and other related administrative services.

B. Budget Program Number and Name:

II. Programs and Services

C. Agency Activity Number and Name:

Note: If more than one activity maps to this program; provide all activity numbers, names, and approximate funding amounts.

Activity Number	Activity Name	State Non-Recurring	State Recurring	Federal	Other	Total
130, 131, 132, 133, 134, 136	Treasury Management, Investments, Debt Management, Unclaimed Property Program, Tuition Prepayment Program/College Investment Program, Administration		1,317,255		3,987,771	5,305,026

D. Performance Measures:

Performance measures and results may be found in the State Treasurer's Office Accountability Report 2010-2011 on pages 39-49.

E. Program Interaction:

This program provides statewide banking, investment, and debt services. Therefore, all state government agencies, college and universities and local governments may be affected by this program.

F. Change Management:

This program's functions are statutorily mandated; therefore, the program has undergone few changes over the last five years. This program's mission and focus is: to continue to provide the most transparent, accountable, and efficient banking,

III. Budget Category Justification Sheet

Agency Code:
E16

Agency Name:
State Treasurer's Office

investment and financial management services for South Carolina State Government; to safeguard our State's financial resources; and to maximize return on our State's investments.

G. Detailed Funding Information:

FY 2012-13 Cost Estimates:	State Non-Recurring	State Recurring	Federal	Other	Total
Number of FTEs*	0.00	37.00	0.00	30.00	67.00
Personal Service	0	\$ 942,885	0	\$ 2,049,701	\$ 2,992,586
Employer Contributions	0	\$ 321,729	0	\$ 619,131	\$ 940,860
Program/Case Services	0	0	0	0	0
Pass-Through Funds	0	0	0	0	0
Other Operating Expenses	0	\$ 52,641	0	\$ 1,318,939	\$ 1,371,580
Total	\$ 0	\$ 1,317,255	\$ 0	\$ 3,987,771	\$ 5,305,026

* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.

Is this budget category or program associated with a Capital Budget Priority? No
If yes, state Capital Budget Priority Number and Project Name:

Please List proviso numbers that relate to this budget category or programs funded by this category. 76.1-76.15

H. Changes to the Appropriation:

Please explain any changes, to include re-alignments and funding or FTE increases requested in this year's appropriation, as detailed below:

Funding:

Year	State Non-Recurring	State Recurring	Federal	Other (Earmarked or Restricted)
2011-2012 Act		\$ 1,298,182		\$ 3,987,771
2012-2013 Act		\$ 1,317,255		\$ 3,987,771
Difference		\$ 19,073		\$ 0
% Difference		1.47%		0%

Explanation of Changes:

FY 2011-12 – Health Insurance Allocation

I. Revenue Estimates:

Please detail Sources of revenue for this program, identified by SAP fund number if a live SCEIS agency or the STARS number if a STARS agency. If several sources remit to a single subfund that cannot be split by source and appropriation or program, provide an estimate of the revenue dedicated to this program.

SAP Fund Number	Source Name	General Fund	Other State	Earmarked	Restricted	Federal
10010000	General Fund Appropriation	1,317,255				
30350000	Fees & Receipts			165,000		
	Trust Fd Admin			25,000		
	Court Fines			80,000		
	Conviction Surcharge			40,000		
	Investment Mgt Fees			1,450,000		
	Misc Revenue			590,000		
	Misc Tranf-Oth Fds			1,637,771		

If expenditures for this program are greater than known or estimated revenues and the intent is to bridge part of this shortfall by drawing down balances in agency accounts or reserves, indicate the accounts and amount of the current reserve or balance that will likely be used below.

Please detail the long-term sustainability of this program if cash reserves are needed to operate.

If there is federal fund or other fund spending authority requested above the revenue streams detailed above, please indicate the amount and explanation for each.

J. FTE Positions:

Please detail the number of FTE's filled (F) by the program as of June 30 of each fiscal year, and the number authorized (A) by the Appropriations Act.

Fiscal Year	State	Other-Earmarked or Restricted	Federal	Total	Temporary, Temporary Grant, Time -limited
2012-2013 (A)	37.00	30.00		67.00	
2011-2012 (A)	37.00	30.00		67.00	
2010-2011 (F)	26.50	30.00		56.50	
2010-2011 (A)	37.00	30.00		67.00	
2009-2010 (F)	26.75	30.00		56.75	
2009-2010 (A)	37.00	30.00		67.00	
2008-2009 (F)	32.75	26.00		58.75	
2008-2009 (A)	41.00	26.00		67.00	
2007-2008 (F)	32.75	26.00		58.75	
2007-2008 (A)	39.00	26.00		65.00	

K. Detailed Justification for FTEs: N/A

(1) Justification for New FTEs

(a) Justification:

(b) Future Impact on Operating Expenses or Facility Requirements:

(2) **Position Details:**

	State	Federal	Earmarked	Restricted	Total
Position Title:					
Number of FTEs	0.00	0.00	0.00	0.00	0.00
Personal Service	\$0	\$0	\$0	\$0	\$ 0
Employer Contributions	\$0	\$0	\$0	\$0	\$ 0

	State	Federal	Earmarked	Restricted	Total
Position Title:					
Number of FTEs	0.00	0.00	0.00	0.00	0.00
Personal Service	\$0	\$0	\$0	\$0	\$ 0
Employer Contributions	\$0	\$0	\$0	\$0	\$ 0

	State	Federal	Earmarked	Restricted	Total
Position Title:					
Number of FTEs	0.00	0.00	0.00	0.00	0.00
Personal Service	\$0	\$0	\$0	\$0	\$ 0
Employer Contributions	\$0	\$0	\$0	\$0	\$ 0

A. Summary description of programs and how they relate to the mission of the agency:

Pursuant to the FY 12 Appropriations Act Part IA, Section 1, Subsection XI.F.2. Other Agencies and Entities, the State Treasurer's Office is to receive EIA funds from the Department of Revenue for the purpose of disbursing these funds to the SC Student Loan Corporation to fund student loans for teacher loan program.

B. Budget Program Number and Name:

III. Special Items

C. Agency Activity Number and Name:

Note: If more than one activity maps to this program; provide all activity numbers, names, and approximate funding amounts.

Activity Number	Activity Name	State Non-Recurring	State Recurring	Federal	Other	Total
135	Student Loans-Teachers				\$4,000,722	\$4,000,722

D. Performance Measures:

N/A

E. Program Interaction:

These are pass-through funds received by the State Treasurer from the Department of Revenue which are disbursed to the SC Student Loan Corporation for the purpose of providing student loans to teachers.

F. Change Management:

N/A

G. Detailed Funding Information:

FY 2012-13 Cost Estimates:	State Non-Recurring	State Recurring	Federal	Other	Total
Number of FTEs*	0.00	000	0.00	0.00	0.00
Personal Service	0	0	0	0	0
Employer Contributions	0	0	0	0	0
Program/Case Services	0	0	0	0	0
Pass-Through Funds	0	\$ 4,000,722	0	0	\$ 4,000,722
Other Operating Expenses	0	0	0	0	0
Total	\$ 0	\$ 4,000,722	\$ 0	\$ 0	\$ 4,000,722
* If new FTEs are needed, please complete Section G (Detailed Justification for FTEs) below.					

Is this budget category or program associated with a Capital Budget Priority? No

If yes, state Capital Budget Priority Number and Project Name:.

Please List proviso numbers that relate to this budget category or programs funded by this category. Part IA. Section 1 XI.F.2 and Part IB Section IA.11. (SDE-EIA: XI.F.2 – Disbursements/Other Entities)

H. Changes to the Appropriation:

Please explain any changes, to include re-alignments and funding or FTE increases requested in this year's appropriation, as detailed below:

Funding:

Year	State Non-Recurring	State Recurring	Federal	Other (Earmarked or Restricted)
2011-2012 Act				\$ 4,000,722
2012-2013 Act				\$ 4,000,722
Difference				0
% Difference				0

Explanation of Changes:

N/A

I. Revenue Estimates:

Please detail Sources of revenue for this program, identified by SAP fund number if a live SCEIS agency or the STARS number if a STARS agency. If several sources remit to a single subfund that cannot be split by source and appropriation or program, provide an estimate of the revenue dedicated to this program.

SAP Fund Number	Source Name	General Fund	Other State	Earmarked	Restricted	Federal
49730000	Allocation-EIA				\$ 4,000,722	

If expenditures for this program are greater than known or estimated revenues and the intent is to bridge part of this shortfall by drawing down balances in agency accounts or reserves, indicate the accounts and amount of the current reserve or balance that will likely be used below.

Please detail the long-term sustainability of this program if cash reserves are needed to operate.

If there is federal fund or other fund spending authority requested above the revenue streams detailed above, please indicate the amount and explanation for each.

J. FTE Positions:

Please detail the number of FTE's filled (F) by the program as of June 30 of each fiscal year, and the number authorized (A) by the Appropriations Act.

Fiscal Year	State	Other-Earmarked or Restricted	Federal	Total	Temporary, Temporary Grant, Time -limited
2012-2013 (A)				0.00	
2011-2012 (A)				0.00	
2010-2011 (F)				0.00	
2010-2011 (A)				0.00	
2009-2010 (F)				0.00	
2009-2010 (A)				0.00	
2008-2009 (F)				0.00	
2008-2009 (A)				0.00	
2007-2008 (F)				0.00	
2007-2008 (A)				0.00	

K. Detailed Justification for FTEs: N/A

(1) Justification for New FTEs

(a) Justification:

(b) Future Impact on Operating Expenses or Facility Requirements:

(2) **Position Details:**

	State	Federal	Earmarked	Restricted	Total
Position Title:					
Number of FTEs	0.00	0.00	0.00	0.00	0.00
Personal Service	\$0	\$0	\$0	\$0	\$ 0
Employer Contributions	\$0	\$0	\$0	\$0	\$ 0

	State	Federal	Earmarked	Restricted	Total
Position Title:					
Number of FTEs	0.00	0.00	0.00	0.00	0.00
Personal Service	\$0	\$0	\$0	\$0	\$ 0
Employer Contributions	\$0	\$0	\$0	\$0	\$ 0

	State	Federal	Earmarked	Restricted	Total
Position Title:					
Number of FTEs	0.00	0.00	0.00	0.00	0.00
Personal Service	\$0	\$0	\$0	\$0	\$ 0
Employer Contributions	\$0	\$0	\$0	\$0	\$ 0

Section 76

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **76.1**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Agency-Specific**

D. Action

(Indicate Keep, Amend, Delete, or Add): **Keep**

E. Title

Descriptive Proviso Title: **TREAS: Nat'l. Forest Fund – Local Govt. Compliance**

F. Summary

Summary of Existing or New Proviso: **Directs local governments that receive distributions of the National Forest Fund to report compliance with the use of such funds annually to the State Treasurer.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **N/A**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
Does not direct expenditure or appropriation of funds. Requires annual one-page report from 46 counties.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected
Federal requirements specify that local governments must report annually to the State Treasurer their compliance with the use of national forest funds. If Federal requirements change, reporting to the State Treasurer's Office may not be needed in permanent law.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

Minimal fiscal impact to State Treasurer's Office. Will be handled with existing resources.

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

76.1. (TREAS: Nat'l. Forest Fund - Local Govt. Compliance) In order to conform to federal requirements local governments receiving distributions of National Forest Fund revenues are required to report annually to the State Treasurer indicating compliance with authorized purposes.

Section 76

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **76.2**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Agency-Specific**

D. Action

(Indicate Keep, Amend, Delete, or Add): **Amend**

E. Title

Descriptive Proviso Title: **TREAS: STARS Approval**

F. Summary

Summary of Existing or New Proviso: **Directs that decisions related to the Statewide Accounting and Reporting System which involve the State Treasurer's Office operations require the approval of the State Treasurer.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **The amendment requires that in addition to changes to STARS, any changes to SCEIS affecting the functions of the State Treasurer's Office must also be approved by the State Treasurer. The amendment is necessary as both the STARS and SCEIS systems are being used by the State.**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
Does not direct expenditure or appropriation of funds.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected
Any changes to STARS and/or SCEIS could significantly impact the ability of the Treasurer to accomplish daily banking and other functions if they are not adequately coordinated with the State Treasurer's Office. Coordination of changes will continue to be necessary as long as STARS and/or SCEIS are utilized.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

Minimal fiscal impact to State Treasurer's Office. Will be handled with existing resources.

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

76.2. (TREAS: STARS Approval) Decisions relating to the Statewide Accounting and Reporting System (STARS) and the South Carolina Enterprise Information System (SCEIS) which involve the State Treasurer's Banking Operations and other functions of the State Treasurer's Office shall require the approval of the State Treasurer.

Section 76

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **76.3**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Agency-Specific**

D. Action

(Indicate Keep, Amend, Delete, or Add): **Keep or Codify**

E. Title

Descriptive Proviso Title: **TREAS: Investments**

F. Summary

Summary of Existing or New Proviso: **The proviso allows the State Treasurer's Office to pool State funds for investment purposes. (Does not include retirement funds.)**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **N/A**

**H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
Does not direct expenditure or appropriation of funds.****I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected

The proviso supports improved economies of scale in the investment of State funds resulting in enhanced investment earnings. The Proviso was first adopted in 1989. It should be codified rather than a recurring proviso to ensure continuance of enhanced economies of scale in the investment of funds.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

Indeterminate cost savings as we do not know what the investment earnings would be if the funds (does not include retirement funds) had not been pooled. Multiple State agencies and institutions are affected by this proviso.

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

76.3. (TREAS: Investments) The State Treasurer may pool funds from accounts for investment purposes and may invest all monies in the same types of investments as set forth in Section 11-9-660.

Section 76

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **76.4**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Agency-Specific**

D. Action

(Indicate Keep, Amend, Delete, or Add): **Keep**

E. Title

Descriptive Proviso Title: **TREAS: Management Fees**

F. Summary

Summary of Existing or New Proviso: **The proviso authorizes the State Treasurer's Office to charge and retain a fee for operating and management costs associated with certain programs in the State Treasurer's Office (Local Government Investment Pool, Deferred Compensation Program, Tuition Prepayment Program, and College Investment Program). The fees assessed may not exceed the cost of the provision of the services.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **N/A**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
Authorizes the expenditure of Other Funds generated to administer these programs.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected
The proviso provides the legal basis for management fees charged and cost recovery for administering these programs.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

FY13 estimated operating and management costs for provision of services: \$752,771 Other Funds Only

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

76.4. (TREAS: Management Fees) The State Treasurer is authorized to charge a fee for the operating and management costs associated with the Local Government Investment Pool, the Deferred Compensation Program, the Tuition Prepayment Program, and the College Investment Program and is further authorized to retain and expend the fees to provide these services. The fees assessed may not exceed the cost of the provision of such services.

Section 76

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **76.5**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Agency-Specific**

D. Action

(Indicate Keep, Amend, Delete, or Add): **Keep**

E. Title

Descriptive Proviso Title: **TREAS: Investment Management Fees**

F. Summary

Summary of Existing or New Proviso: **The proviso authorizes the State Treasurer's Office to charge a fee for the operating and management costs associated with the investment management and support operations of various State funds and programs and to retain and expend the funds to provide these services. The fees assessed may not exceed the actual cost of the provision of these services or the earnings on these investments.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **N/A**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
Authorizes the expenditure of Other Funds generated to administer this program.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected
The proviso provides the legal basis for management fees charged and cost recovery for administering this program.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

FY13 estimated operating and management costs for provision of services: \$1,450,000 Other Funds Only

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

76.5. (TREAS: Investment Management Fees) Unless otherwise prohibited by law, the State Treasurer may charge a fee for the operating and management costs associated with the investment management and support operations of various state funds and programs, and further, may retain and expend the fees to provide these services. The fees assessed may not exceed the actual cost of the provision of these services or the earnings on these investments.

Section 76

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **76.6**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Agency-Specific**

D. Action

(Indicate Keep, Amend, Delete, or Add): **Keep**

E. Title

Descriptive Proviso Title: **TREAS: Debt Management Cost Allocation**

F. Summary

Summary of Existing or New Proviso: **The proviso authorizes the State Treasurer's Office to charge actual costs associated with the administration and management of the indebtedness of the State, its agencies and institutions and to retain and expend the amounts allocated to provide these services. Costs associated with the original issuance of bonds and other indebtedness as well as ongoing costs of administration and maintenance must not exceed the actual costs of providing these services.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **N/A**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
Authorizes the expenditure of Other Funds generated to administer this program.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected
The proviso provides the legal basis for management fees charged and cost recovery for administering this program.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

FY13 estimated administration and management costs of services: \$590,000 Other Funds Only

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

76.6. (TREAS: Debt Management Cost Allocation) Unless otherwise prohibited by law, the State Treasurer may charge actual costs associated with the administration and management of the indebtedness of the State, its agencies and institutions, and further, may retain and expend any amounts so allocated to provide these services. Costs associated with the original issuance of bonds and other indebtedness must be assessed on an hourly basis, must be taken from the costs of issuance of any bond issue or other indebtedness, and must not exceed the actual cost of providing these services. Ongoing costs of administration and maintenance must be assessed against expenses of debt service, and must not exceed the actual costs of providing these services.

Section 76

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **76.7**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Agency-Specific**

D. Action

(Indicate Keep, Amend, Delete, or Add): **Keep**

E. Title

Descriptive Proviso Title: **TREAS: Withheld Accommodations Tax Revenues**

F. Summary

Summary of Existing or New Proviso: **The proviso provides for the reallocation of accommodations taxes back to the cities and counties from which the funds were withheld.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **N/A**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
The proviso does not direct the expenditure or appropriation of funds.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected
The proviso provides for the State Treasurer's Office the basis for reallocation of accommodations taxes. It clarifies the formula and schedule for reallocation. By keeping as a proviso, the General Assembly has the flexibility of making changes.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

Minimal fiscal impact to State Treasurer's Office. Will be handled with existing resources.

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

76.7.(TREAS: Withheld Accommodations Tax Revenues) Revenues withheld pursuant to Sections 6-4-35(B)(1)(a) and 6-4-35(B)(1)(b) prior to July 1, 2006 must be returned to the entity from which revenues were withheld, in the same amount and manner that they were withheld. After July 1, 2006, before non-compliant expenditures and penalties withheld pursuant to Sections 6-4-35(B)(1)(a) and 6-4-35(B)(1)(b) are reallocated, the Tourism Expenditure Review Committee must certify to the Office of State Treasurer that the time period for an appeal of the committee's action to the Administrative Law Court has expired or that the action of the committee has been upheld or overturned by the Administrative Law Court. Non-compliant expenditures and penalties withheld must be reallocated annually after August first. Allocations withheld must be reallocated proportionately based on the most recent completed fiscal year's total statewide collections of the accommodations tax revenue according to the Office of State Treasurer records. Each annual reallocation of withheld funds to non-offending counties and municipalities must be calculated separately then combined if necessary. Each reallocation to a county or municipality calculated less than a dollar must be transferred to the General Fund of the State.

Section 76

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **76.8**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Agency-Specific**

D. Action

(Indicate Keep, Amend, Delete, or Add): **Keep**

E. Title

Descriptive Proviso Title: **TREAS: Tuition Prepayment Program**

F. Summary

Summary of Existing or New Proviso: **The proviso closes the Tuition Prepayment Program to new enrollees and caps the annual increase in tuition for Tuition Prepayment Program purposes at 7% per year from the 2006-07 level. Requires colleges and universities to grant the designated beneficiary a waiver of the difference between the amount the actual tuition exceeds the average tuition calculated in this provision and prohibits the difference from being passed along to any student.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **N/A**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
The proviso does not direct the expenditure or appropriation of funds.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected
Because of the Program's unfunded liability, it is necessary to keep the proviso in place.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

As of June 30, 2011, the expected value of liabilities was \$171,070,683 and the value of assets was \$135,747,932, for a difference of \$35,322,751. The funded ratio was 79.4% of liabilities. For comparison purposes, in 2010 the deficit was \$52,954,690 and the funded ratio was 70.4%. The Fund is projected to run out of assets in Fiscal Year 2019 unless remedial actions are taken.

Minimal fiscal impact to State Treasurer's Office. The approximate 6,000 active accounts will be handled with existing resources.

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

76.8. (TREAS: Tuition Prepayment Program) The South Carolina Tuition Prepayment Program shall not accept any new enrollment in the current fiscal year. The annual increase in tuition for the purposes of the Tuition Prepayment Program, for an institution cannot exceed seven percent per year from the 2006-07 level. To the extent that actual tuition for an institution exceeds an annual growth of seven percent per year since Fiscal Year 2006-07, colleges and universities must grant a waiver of the difference to the designated beneficiary and shall not pass along this difference to any student.

Section 76

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **76.9**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Agency-Specific**

D. Action

(Indicate Keep, Amend, Delete, or Add): **Keep**

E. Title

Descriptive Proviso Title: **TREAS: Penalties for Non-Reporting**

F. Summary

Summary of Existing or New Proviso: **The proviso provides for: audit requirements for counties and municipalities; refunding of overpayments and state payment withholding based on audit findings; penalty for delinquent county and city monthly court fines reports; and the requirement that after 90 days, funds held by the State Treasurer's Office will be made available to the State Auditor to conduct an audit to determine an amount due to the State Treasurer's Office, if any.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **N/A**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
The proviso does not direct the expenditure or appropriation of funds.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected

The proviso is needed to clarify for counties and municipalities their audit and reporting requirements and penalties, and to provide the State Treasurer an enforcement mechanism.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

Minimal fiscal impact to State Treasurer's Office. Will be handled with existing resources.

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

76.9. (TREAS: Penalties for Non-reporting) If a municipality fails to submit the audited financial statements required under Section 14-1-208 of the 1976 Code to the State Treasurer within thirteen months of the end of their fiscal year, the State Treasurer must withhold all state payments to that municipality until the required audited financial statement is received.

If the State Treasurer receives an audit report from either a county or municipality that contains a significant finding related to court fine reports or remittances to the Office of State Treasurer, the requirements of Proviso 89.59 shall be followed if an amount due is specified, otherwise the State Treasurer shall withhold twenty-five percent of all state payments to the county or municipality until the estimated deficiency has been satisfied.

If a county or municipality is more than ninety days delinquent in remitting a monthly court fines report, the State Treasurer shall withhold twenty-five percent of state funding for that county or municipality until all monthly reports are current.

After ninety days, any funds held by the Office of State Treasurer will be made available to the State Auditor to conduct an audit of the entity for the purpose of determining an amount due to the Office of State Treasurer, if any.

Section 76

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **76.10**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Agency-Specific**

D. Action

(Indicate Keep, Amend, Delete, or Add): **Keep or Codify**

E. Title

Descriptive Proviso Title: **TREAS: Signature Authorization**

F. Summary

Summary of Existing or New Proviso: **The proviso authorizes the Treasurer to designate certain employees to sign checks to meet expenses of the State in the event the Treasurer is not available to sign.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **N/A**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
The proviso does not direct the expenditure or appropriation of funds.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected
The proviso ensures that the State Treasurer' designee(s) can sign the approximate 2 million checks per year if the Treasurer is unable to sign them. In FY2010-11, there were more than 1.7 million checks.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

No fiscal impact.

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

76.10. (TREAS: Signature Authorization) The State Treasurer is hereby authorized to designate certain employees to sign payments for the current fiscal year in accordance with Section 11-5-140 of the 1976 Code to meet the ordinary expenses of the State. This provision shall in no way relieve the State Treasurer of responsibility.

Section 76

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **76.11**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Agency-Specific**

D. Action

(Indicate Keep, Amend, Delete, or Add): **Delete**

E. Title

Descriptive Proviso Title: **TREAS: Prepaid Debit Card Implementation**

F. Summary

Summary of Existing or New Proviso: **The proviso authorizes the State Treasurer to develop and implement an additional State payroll payment method, a prepaid debit card.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **The RFP was completed in accordance with proviso directions; therefore, the proviso is no longer needed. Upon implementation of the pay card in SCEIS, it will be provided at no additional costs to the employee.**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
The proviso does not direct the expenditure or appropriation of funds.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected
The proviso is no longer needed as the RFP was completed in accordance with proviso instructions. Pursuant to the proviso, there will be no additional costs to the employee once it is implemented in SCEIS.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

Annual projected indirect cost savings: \$58,400

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

~~**76.11. (TREAS: Prepaid Debit Card Implementation) The State Treasurer is authorized to develop and implement an electronic payment plan for payroll purposes using prepaid debit cards or other similar product to replace paper checks. The State Treasurer shall use a competitive process to solicit proposals for a prepaid debit card and shall include on the evaluation panel representatives of the State Employee's Association and an agency Human Resources Officer. At a minimum, each proposal for consideration must grant employees the same options to deposit or cash the proceeds as is currently provided for payroll checks without imposing any additional costs on the employee. Consideration shall also be given to other benefits, including but not limited to, the number of free services provided to the employee.**~~

New #1

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **New #1**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Agency-Specific**

D. Action

(Indicate Keep, Amend, Delete, or Add): **Add**

E. Title

Descriptive Proviso Title: **TREAS: Audit Finding Follow-Up**

F. Summary

Summary of Existing or New Proviso: **Directs and empowers the State Treasurer to: (1) follow up on audit findings of Legislative Audit Council, State Auditor's Office, and independent audits; (2) conduct independent audits to ensure proper receipt and disbursement of state funds in accordance with legislative intent; and (3) recover amounts due by seeking refunds, withholding payments or distributions, or by whatever other actions deemed appropriate.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **N/A**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
The proviso does not direct the expenditure or appropriation of funds.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected

The proviso is in accordance with the State Treasurer's Office mission to manage the State's financial assets in ways that maximize value and promote the best interests of the State's citizens.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

Funding returned to the State will be contingent upon the amount of funds recovered.

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

76.NEW (TREAS: Audit Finding Follow-Up) The State Treasurer is directed and empowered to: (a) follow up on audit findings issued by the Legislative Audit Council, the Office of State Auditor, or any other independent audit involving the receipt or disbursement of state funds or achieving cost savings for the State or its agencies and institutions; (b) conduct additional audits or take other actions to ensure proper receipt and disbursement of state funds in accordance with legislative intent; and (c) contract for or conduct recovery audits designed to identify overpayments or erroneous payments to vendors. The State Treasurer may recover any amounts due the State agencies or institutions by seeking refunds, withholding future payments or distributions, or by whatever other actions the State Treasurer deems appropriate including appropriate legal action on behalf of the State, such legal action, including the hiring of any attorneys being subject to the prior approval of the Attorney General. All entities disbursing or receiving state funds shall cooperate with the State Treasurer in these activities. The State Treasurer shall deposit any funds collected by this provision in a separate account to be appropriated by the General Assembly, unless otherwise provided for by law. The State Treasurer may retain and expend a portion of any funds received to pay for costs associated with the management and enforcement of this provision. The State Treasurer shall report annually to the General Assembly on its management activities and cost recoveries regarding this directive.

Section 86

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **86.1**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Proviso from X22 - Aid to Subdivisions, State Treasurer (Section 86) that affects the State Treasurer's Office**

D. Action

(Indicate Keep, Amend, Delete, or Add): **No recommendation**

E. Title

Descriptive Proviso Title: **AS-TREAS: Veterans' Affairs-Aid to Counties**

F. Summary

Summary of Existing or New Proviso: **Directs that each county receive 100% of the amount allocated to "Aid to County Veteran Offices" for the prior fiscal year plus an amount equal to state employees' base pay increase, less budget reduction adjustments. Requires the State Treasurer's Office to distribute the allocation on a quarterly basis to the County Treasurers who will distribute the funds for the benefit and use of the County Veterans' Affairs Offices.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **N/A**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
The proviso does not direct the expenditure or appropriation of funds.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected
N/A – no recommendation made

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

Minimal fiscal impact to State Treasurer's Office. Will be handled with existing resources. The quarterly distribution requires some postage, computer time, storage space, recordkeeping, and minimal man-hours.

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

86.1. (AS-TREAS: Veterans' Affairs-Aid to Counties) In the allocation of the appropriation in Part IA, Section 86, as adjusted for "Aid to County Veteran Offices," each county shall receive an effective annual amount equal to one hundred percent of the amount allocated to it for the prior fiscal year plus an amount equivalent to base pay increases for state employees, less any adjustments made for budget reductions. This allocation shall be distributed on a quarterly basis to the County Treasurer who will handle and distribute these monies for the sole benefit and use of the County Veterans' Affairs Offices.

Section 86

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **86.3**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Proviso from X22 - Aid to Subdivisions, State Treasurer (Section 86) that affects the State Treasurer's Office**

D. Action

(Indicate Keep, Amend, Delete, or Add): **No recommendation or delete if Local Government Fund is fully funded by the Legislature.**

E. Title

Descriptive Proviso Title: **AS-TREAS: Quarterly Distributions**

F. Summary

Summary of Existing or New Proviso: **In order to smooth out budget cuts to the Local Government Fund, the proviso provides the State Treasurer's Office direction in making quarterly distributions from the Aid to Subdivisions-Local Government Fund.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **N/A**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
The proviso does not direct the expenditure or appropriation of funds.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected
There would be no need for the proviso if the Local Government Fund is fully funded.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

Minimal fiscal impact to State Treasurer's Office. Will be handled with existing resources.

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

86.3. (AS-TREAS: Quarterly Distributions) For Fiscal Year 2011-12, the amount of the four quarterly distributions from the Aid to Subdivisions-Local Government Fund shall be as follows: The amount of the first quarterly distribution for each entity shall equal the amount of the last quarterly distribution for Fiscal Year 2010-11 and thereafter the next three quarterly distributions shall be in reduced equal amounts, the four distributions together totaling the 2011-12 appropriation from the Local Government Fund.

Section 86

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **86.4**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Proviso from X22 - Aid to Subdivisions, State Treasurer (Section 86) that affects the State Treasurer's Office**

D. Action

(Indicate Keep, Amend, Delete, or Add): **Keep**

E. Title

Descriptive Proviso Title: **AS-TREAS: Salary Supplements**

F. Summary

Summary of Existing or New Proviso: **Directs that salary supplements for county Clerks of Court, Probate Judges, Coroners, Sheriffs, and Register of Deeds be distributed by the State Treasurer's Office to each county treasurer quarterly and directs that the amounts for County Auditors and County Treasurers be equally distributed to each county auditor and treasurer as a salary supplement (bimonthly) in addition to any amounts provided by the county. The salary supplement for each county auditor and county treasurer is to be paid in accordance with the same schedule and method of payment as state employees. Exempts these funds from any across the board cuts.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **N/A**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
The proviso does not direct the expenditure or appropriation of funds.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected
The proviso provides for quarterly salary supplements for local officials from year to year.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

The fiscal impact to the State Treasurer's Office is fairly substantial in that the Office administers quarterly salary supplements as well as the bimonthly payroll and fringe benefits package for 92 county officials (46 auditors and 46 treasurers). The proviso requires postage, computer time, storage space, recordkeeping, and man-hours of the Office. Will be handled with existing resources.

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

86.4. (AS-TREAS: Salary Supplements) The amounts appropriated in Part IA, Section 86, for Aid Cnty-Clerks of Court, Aid Cnty-Probate Judges, Aid Cnty-Coroners, and Aid Cnty-Sheriffs shall be distributed by the State Treasurer to each county treasurer equally on a quarterly basis, and shall be used as a salary supplement for each clerk of court, probate judge, county coroner, and county sheriff. The amounts appropriated in Part IA, Section 86, for Aid Cnty-Register of Deeds, shall be equally distributed by the State Treasurer to the appropriate county treasurer on a quarterly basis, and shall be used as a salary supplement for registers of deeds.

The amount appropriated in Part IA, Section 86, for Aid Cnty-Auditors and Aid Cnty-Treasurers, shall be equally distributed to each county auditor and county treasurer as a salary supplement in addition to any amounts presently being provided by the county for these positions. It is the intent of the General Assembly that the amount appropriated by the county as salaries for these positions shall

not be reduced as a result of the appropriation and that such appropriation shall not disqualify each county auditor and each county treasurer for salary increases that they might otherwise receive from county funds in the future. The salary supplement for each county auditor and county treasurer shall be paid in accordance with the schedule and method of payment established for state employees.

The amounts appropriated in Part IA, Section 86 for Clerks of Court, Probate Judges, Sheriffs, Register of Deeds, Coroners, Auditors, and Treasurers shall be exempt from any across the board cut mandated by the Budget and Control Board or General Assembly. However, the governing body of a county may reduce the expenditures in the operation of the offices of these officials without any required corresponding reduction in the county's state aid to subdivisions distribution. However, any reduction in these officials' budgets must be made in consultation with the affected official.

Section 86

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **86.5**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **Proviso from X22 - Aid to Subdivisions, State Treasurer (Section 86) that affects the State Treasurer's Office**

D. Action

(Indicate Keep, Amend, Delete, or Add): **No recommendation**

E. Title

Descriptive Proviso Title: **AS-TREAS: Legislative Delegations**

F. Summary

Summary of Existing or New Proviso: **Requires a county government to fund its legislative delegation budget as approved by the delegation for FY 02-03. Directs that if the county council does not meet that funding level, the shortfall must be deducted from the responsible county's Aid to Subdivisions allocation and forwarded to that county's legislative delegation and requires that the responsible county's remaining Aid to Subdivision's allotment must be reduced by 25% of the shortfall amount and forwarded to the legislative delegation for its administrative costs.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **N/A**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary
The proviso does not direct the expenditure or appropriation of funds.**I. Justification**

Refer to the instructions for the correct question to answer in this space, based on the action you selected
No recommendation. The proviso provides for legislative delegation funding from year to year.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

Minimal fiscal impact to State Treasurer's Office. Will be handled with existing resources.

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

86.5.(AS-TREAS: Legislative Delegations) In the current fiscal year, a county government must fund its legislative delegation budget pursuant to Section 3, Act No. 283 of 1975. If a county council does not meet that funding level, the amount of the shortfall must be deducted from the responsible county's Aid to Subdivisions allocation and forwarded to the legislation delegation of the county. Additionally, the responsible county's remaining Aid to Subdivisions allotment must be reduced by twenty-five percent of the shortfall amount, which sum must be forwarded to the legislative delegation to be used for its administrative costs.

Section 89

A. Proviso Number

Using the renumbered 2012-13 proviso base provided on the OSB website indicate the proviso number (*If new indicate "New #1", "New #2", etc.*): **89.114**

B. Appropriation

Related budget category, program, or non-recurring request (*Leave blank if not associated with funding priority*):
Programs and Services

C. Agency Interest

Is this proviso agency-specific, a general proviso that affects the agency, or a proviso from another agency's section that has had consequences? **General Proviso – Section 89 that affects the State Treasurer's Office**

D. Action

(Indicate Keep, Amend, Delete, or Add): **Delete**

E. Title

Descriptive Proviso Title: **GP: Gold and Silver Investments**

F. Summary

Summary of Existing or New Proviso: **The proviso provides that the State Treasurer report to the General Assembly regarding the advisability of investing in gold and silver.**

G. Explanation of Amendment to/or Deletion of Existing Proviso

(If request to delete proviso is due to codification, note the section of the Code of Laws where the language has been codified): **The report has been completed; therefore, the proviso is no longer needed.**

H. Explanation of how this proviso directs the expenditure or appropriation of funds, and why this direction is necessary

The proviso does not direct the expenditure or appropriation of funds.

I. Justification

Refer to the instructions for the correct question to answer in this space, based on the action you selected
The proviso is no longer needed because the report has been completed.

J. Fiscal Impact (Include impact on each source of funds – state, federal, and other)

Minimal fiscal impact to State Treasurer's Office. Handled with existing resources.

K. Text of New Proviso with Underline or Entire Existing Proviso Text with Strikeover and Underline

~~**89.114. (GP: Gold and Silver Investments) The State Treasurer shall provide a report to the General Assembly on the advisability of investing in gold and silver.**~~

FY 2012-13 Agency Budget Request	Agency Code	E16	Agency Name	State Treasurer's Office
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Federal Aid Justification	N/A	0
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Summary

Award Title	<input type="text"/>				
CFDA Number/Title	<input type="text"/>	→	If "Other", identify:	<input type="text"/>	
Award Number (Federal)	<input type="text"/>	Start Date	<input type="text"/>	Federal Agency	<input type="text"/>
Award Number (State)	<input type="text"/>	End Date	<input type="text"/>	Federal Subagency	<input type="text"/>
Award Period	<input type="text"/>	→		If "Other", explain:	<input type="text"/>

Financial

Total Award Amount	<input type="text"/>	Amount Available in FY 2012-13	<input type="text"/>
State Match Required?	<input type="text"/>	If "Yes", describe, and provide SAP Fund Number(s) of funding sources	<input type="text"/>
Local Match Required?	<input type="text"/>	If "Yes", describe	<input type="text"/>
Assistance Type	<input type="text"/>	If "Other", explain	<input type="text"/>

Is administrative and/or indirect cost recovery permitted? If so, explain:

Will funds be passed-through to other entities? If so, what types of entities, and how will funds be distributed?

FY 2012-13 Agency Budget Request	Agency Code	E16	Agency Name	State Treasurer's Office
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Federal Aid Justification	N/A	0
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Questions

How is the use of these funds essential to your agency's mission?

Text.

What budgetary, compliance, and programmatic obligations will the state incur (now or in the future) through the receipt of these funds?

Text.

What outcome and/or performance measures will you track and/or report on in association with this award?

Text.

What is the name and title of the individual in your agency who is responsible for the success of this program?

Text.