

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1022 - Retirement and Investment Office - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$8,552,467	\$12,091,995		\$12,091,995
New and vacant FTE pool		470,466	(\$209,905)	260,561
Operating expenses	2,731,037	3,760,133	(192,984)	3,567,149
Contingencies	200,000	200,000		200,000
Total all funds	\$11,483,504	\$16,522,594	(\$402,889)	\$16,119,705
Less estimated income	11,483,504	16,522,594	(402,889)	16,119,705
General fund	\$0	\$0	\$0	\$0
FTE	34.00	35.00	(1.00)	34.00

Department 190 - Retirement and Investment Office - Detail of Senate Changes

	Removes Internal Auditor FTE Position¹	Adjusts Funding for Operating Expenses²	Total Senate Changes
Salaries and wages			
New and vacant FTE pool	(\$209,905)		(\$209,905)
Operating expenses	(16,650)	(\$176,334)	(192,984)
Contingencies			
Total all funds	(\$226,555)	(\$176,334)	(\$402,889)
Less estimated income	(226,555)	(176,334)	(402,889)
General fund	\$0	\$0	\$0
FTE	(1.00)	0.00	(1.00)

¹ Funding of \$226,555 from special funds, which was added in the House version, is removed for 1 FTE internal auditor position, including \$209,905 from the new and vacant FTE pool line item and \$16,650 from the operating expenses line item.

² Funding for operating expenses is adjusted as follows:

- Decreased by \$151,334, from \$751,334 to \$600,000, for information technology software hosting fees. The House provided \$751,334.
- Increased by \$25,000 to provide funding for a retirement education initiative. The House did not include this funding.
- Decreased by \$50,000, from \$250,000 to \$200,000, for a one-time funding item related to information technology consulting.

The Senate also added two sections, which were not included in the House version, to:

- Amend the incentive compensation program to remove fiscal operations positions and to limit the incentives to 75 percent of an employee's regular base compensation.
- Provide for a report to the Appropriations Committees during the 2027 regular legislative session regarding an internal investment management plan.