

**Retirement and Investment Office
Budget 190
Senate Bill No. 2022**

	FTE Positions	General Fund	Other Funds	Total
2015-17 legislative appropriation (original)	19.00	\$0	\$5,413,425	\$5,413,425
2013-15 legislative appropriation	19.00	0	4,899,369	4,899,369
2015-17 appropriation increase (decrease) to 2013-15 appropriation	0.00	\$0	\$514,056	\$514,056
2015-17 general fund budget allotment (4.05 percent)	0.00	\$0	\$0	\$0
Adjusted 2015-17 appropriation after budget allotment	19.00	\$0	\$514,056	\$514,056

Item Description

General fund budget allotment - In February 2016 the Governor ordered a 4.05 percent general fund budget allotment for state agencies.

Appropriation line item transfers - Section 3 of 2015 Senate Bill No. 2022 authorizes the Retirement and Investment Office to transfer funds from the contingencies line item of \$82,000 to any other line item and provides that the agency notify the Office of Management and Budget of each transfer made.

Status of the Teachers' Fund for Retirement - Provided below is a status summary of Teachers' Fund for Retirement.

Actuarial Value of Investments (Amounts Shown in Billions)		
	Fund Balance	Actuarial Percentage Funded
June 30, 2009	\$1.90	78%
June 30, 2010	\$1.84	70%
June 30, 2011	\$1.82	66%
June 30, 2012	\$1.75	61%
June 30, 2013	\$1.76	59%
June 30, 2014	\$1.94	62%
June 30, 2015	\$2.13	62%

Market Value of Investments (Amounts Shown in Billions)		
	Fund Balance	Annual Percentage Change in Market Value
June 30, 2009	\$1.29	(27.33%)
June 30, 2010	\$1.42	13.87%
June 30, 2011	\$1.71	24.21%
June 30, 2012	\$1.65	(0.37%)
June 30, 2013	\$1.84	13.40%
June 30, 2014	\$2.09	16.1%
June 30, 2015	\$2.14	3.5%

Status/Result

The budget allotment did not reduce the appropriation authority for the Retirement and Investment Office because the agency did not receive an appropriation from the general fund.

The Retirement and Investment Office does not anticipate transferring any funds from the contingencies line item.

Actuarial-funded levels have increased from 59 percent in June 2013 to 62 percent in June 2015 as a result of an increase in the market value of fund investments. The Retirement and Investment Office with the support of an actuarial analysis has determined that relying only on potential market value increases will not return the funded level of the Teachers' Fund for Retirement to the target of at least 90 percent.