

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2023 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
Public Employees Retirement System			
Salaries and wages	\$6,316,169	\$6,652,604	\$336,435
Operating expenses	2,692,221	2,483,592	(208,629)
Capital assets		190,000	190,000
Contingencies	250,000	250,000	
Total all funds	\$9,258,390	\$9,576,196	\$317,806
Less estimated income	9,258,390	9,576,196	317,806
General fund	\$0	\$0	\$0
FTE	34.50	34.50	0.00
Bill total			
Total all funds	\$9,258,390	\$9,576,196	\$317,806
Less estimated income	9,258,390	9,576,196	317,806
General fund	\$0	\$0	\$0
FTE	34.50	34.50	0.00

Senate Bill No. 2023 - Public Employees Retirement System - Senate Action

	Base Budget	Senate Changes	Senate Version
Salaries and wages	\$6,316,169	\$349,883	\$6,666,052
Operating expenses	2,692,221	(208,629)	2,483,592
Capital assets		190,000	190,000
Contingencies	250,000		250,000
Total all funds	\$9,258,390	\$331,254	\$9,589,644
Less estimated income	9,258,390	331,254	9,589,644
General fund	\$0	\$0	\$0
FTE	34.50	0.00	34.50

Department 192 - Public Employees Retirement System - Detail of Senate Changes

	Adds Funding for Salary and Benefit Increases¹	Reduce Funding for Information Technology Operating Expenses²	Reduces Funding for Other Operating Expenses³	Adds One-Time Funding for an Information Technology Risk Assessment⁴	Adds One-Time Funding to Upgrade Business System Software⁵	Total Senate Changes
Salaries and wages	\$349,883					\$349,883
Operating expenses		(\$230,519)	(\$18,110)	\$40,000		(208,629)
Capital assets					\$190,000	190,000
Contingencies						
Total all funds	\$349,883	(\$230,519)	(\$18,110)	\$40,000	\$190,000	\$331,254
Less estimated income	349,883	(230,519)	(18,110)	40,000	190,000	331,254
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00	0.00	0.00

¹ The following funding is added for 2019-21 biennium salary adjustments of 2 percent on July 1, 2019, and 3 percent on July 1, 2020, and increases in health insurance premiums from \$1,241 to \$1,427 per month:

Other Funds	
Salary increase	\$184,787
Health insurance increase	165,096
Total	\$349,883

² Reduces funding by \$230,519 from other funds for information technology operating expenses.

³ Reduces funding by \$18,110 from other funds for other operating expenses.

⁴ Adds one-time funding of \$40,000 to other funds for an information technology risk assessment.

⁵ Adds one-time funding of \$190,000 to other funds to upgrade business system software.

Senate Bill No. 2023 - Public Employees Retirement System - House Action

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$6,316,169	\$6,666,052	(\$223,384)	\$6,442,668
Operating expenses	2,692,221	2,483,592	(26,680)	2,456,912
Capital assets		190,000		190,000
Contingencies	250,000	250,000		250,000
Total all funds	\$9,258,390	\$9,589,644	(\$250,064)	\$9,339,580
Less estimated income	9,258,390	9,589,644	(250,064)	9,339,580
General fund	\$0	\$0	\$0	\$0
FTE	34.50	34.50	(1.00)	33.50

Department 192 - Public Employees Retirement System - Detail of House Changes

	Reduces Funding for Temporary Employee Salaries ¹	Adjusts Funding for Salary and Benefit Increases ²	Removes Undesignated FTE Position ³	Total House Changes
Salaries and wages	(\$89,402)	\$4,814	(\$138,796)	(\$223,384)
Operating expenses			(26,680)	(26,680)
Capital assets				
Contingencies				
Total all funds	(\$89,402)	\$4,814	(\$165,476)	(\$250,064)
Less estimated income	(89,402)	4,814	(165,476)	(250,064)
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	(1.00)	(1.00)

¹ Funding for temporary employee salaries is reduced by \$89,402.

² Funding is adjusted to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and 2.5 percent on July 1, 2020. The Senate provided funding for a 2 percent salary increase on July 1, 2019, and a 3 percent salary increase on July 1, 2020.

³ Funding of \$165,476, including 1 FTE undesignated position is removed, of which \$138,796 is for salaries and wages and \$26,680 is for related operating expenses. The Senate did not remove any FTE positions from the base budget.

This amendment also:

- Adds a section requiring the Public Employees Retirement System Board to solicit and receive bids for hospital benefits coverage and medical benefits coverage for state employees. An option for coverage through a self-insurance plan must be requested in the proposal. The board may not enter into a contract until it receives input from the 67th Legislative Assembly.

Senate Bill No. 2023 - Public Employees Retirement System - Conference Committee Action

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$6,316,169	\$6,666,052	(\$13,448)	\$6,652,604	\$6,442,668	\$209,936
Operating expenses	2,692,221	2,483,592		2,483,592	2,456,912	26,680
Capital assets		190,000		190,000	190,000	
Contingencies	250,000	250,000		250,000	250,000	
Total all funds	\$9,258,390	\$9,589,644	(\$13,448)	\$9,576,196	\$9,339,580	\$236,616
Less estimated income	9,258,390	9,589,644	(13,448)	9,576,196	9,339,580	236,616
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	34.50	34.50	0.00	34.50	33.50	1.00

Department 192 - Public Employees Retirement System - Detail of Conference Committee Changes

	Reduces Funding for Temporary Salaries ¹	Adjusts Funding for Salary and Benefit Increases ²	Total Conference Committee Changes
Salaries and wages	(\$28,804)	\$15,356	(\$13,448)
Operating expenses			
Capital assets			
Contingencies			
Total all funds	(\$28,804)	\$15,356	(\$13,448)
Less estimated income	(28,804)	15,356	(13,448)
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00

¹ Funding for temporary salaries is reduced by \$28,804 from other funds. The House reduced funding for temporary salaries by \$89,402. The Senate did not reduce funding for temporary salaries.

² Funding is adjusted to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and 2.5 percent on July 1, 2020, the same as the House version. The Senate provided funding for a 2 percent salary increase on July 1, 2019, and a 3 percent salary increase on July 1, 2020.

The House removed funding for 1 FTE position and related operating expenses. The Conference Committee did not remove any FTE positions, the same as the Senate version.

A section is added requiring the Public Employees Retirement System Board to solicit and receive bids for the state employees health insurance plan and report to legislative leadership regarding the bids. The House included a section requiring the board to report to and receive input from the 67th Legislative Assembly prior to entering a contract for the health insurance plan for the 2021-23 biennium. The Senate did not include this section.