

Form Number 500

Agency Adjustment Summary

State of Nebraska - Administrative Services - Budget Division

	PAGE NUMBER
	CODE & DESCRIPTION
AGENCY	
12	Nebraska State Treasurer

EXPENDITURE ACCOUNT	ADJUSTMENTS	
	2007-2008	2008-2009
Permanent F.T.E. Positions		
511100 Permanent Salaries - Wages		
511200 Temporary Salaries - Wages		
511600 Per Diem Payments		
511900 Supplemental (One-time payments)		
All Other Salaries		
Sub-Total Salaries	0	0
515100 Retirement Plans Expense		
515200 OASDI Expense		
515400 Life and Accident Insurance Expense		
515500 Health Insurance Expense		
All Other Personal Services		
Sub-Total Benefits	0	0
510000 Personal Services	0	0
520000 Operating Expenses		
IT Consulting - Programming	17,000	
Maintenance Agreement	2,000	
Software	10,000	
Management consultant services (NIC fees)	57,833	95,102
IT Consulting - website	50,000	25,000
570000 Travel Expenses		
580000 Capital Outlay	10,000	
590000 Government Aid		
Total Expense	146,833	120,102
Means of Financing		
General Fund		
Cash Fund	146,833	120,102
Federal Fund		
Revolving Fund		
Total Funding	146,833	120,102

Note: In the blank lines under Operating Expenses, itemize individual line items that comprise a significant portion of the Total Operating Expenses.

Program Adjustment Narrative

State of Nebraska – Administrative Services – Budget Division

	CODE	DESCRIPTION
AGENCY	012	State Treasurer
PROGRAM	503	Treasury Management
REQUEST	1	Encoding machine

Provide the following information: A) Description of Request; B) Rationale for Request; C) Impact of Request; and, D) Statutory Change if Required.

- A) A request is being made to appropriate funds that would allow the Treasury Management program to purchase a new check encoding machine. In addition to the cost of the encoding machine, an amount is being requested for basic required programming and an annual service maintenance agreement.

- B) Treasury Management currently uses three check encoding machines, all of which were manufactured in 1997. One of these was purchased new in 1997 the other two were purchased as refurbished units in 2002. In fiscal year 2006-07, Treasury Management encoded 1,768,949 checks. Treasury Management has banking relationships with multiple banks, who all charge different fees for check encoding. Due to the different fees being charged, it is impossible to compute an exact savings, but it is estimated that by encoding checks in our department instead of outsourcing that function to the banks, Treasury Management saved at least \$16,000.00 in FY 2006-07. This figure does not include the interest on investments that will be lost on checks that are encoded and sent to the bank for deposit, allowing the State to receive immediate availability. Encoding the checks in Treasury Management gives the State immediate availability of funds on many of the items being deposited and allows the funds to be invested the same day the items are processed by Treasury Management. Three of the objectives for Treasury Management are to increase electronic disbursement of money, to increase electronic receipting of money, and to improve cash management procedures. The goal of all three objectives is to reduce costs by utilizing electronic means of money transfers, and to maximize investment returns by better cash management policies. A new check encoding machine would improve cash management procedures, and maximize investment returns. Due to the age of the existing equipment, and the frequency of repairs, it is risky to wait until the next budget cycle to request the purchase of a check encoding machine. Treasury Management would like to have two new encoding machines, but will wait until the next biennium budget to request a second machine. At this time, one new encoding machine is needed.

- C) The impact of this request is that funds would be transferred from the Treasury Management cash fund to the Treasury Management operations fund to cover the cost of the check encoding machine. There will be no impact on General Funds relating to this request. It is anticipated that the check encoding machine will soon pay for itself in less than a year. It is anticipated that one of existing check encoding machines will break down and no longer be able to be used. The current vendor who services the two older machines is having difficulty locating parts to repair the machines due to their age. When an existing machine breaks down, and if funding for a new check encoding machine has not been provided, Treasury Management will need to send unencoded deposits to the banks. This will increase the fees charged by the banks, and will decrease the amount of funds available on a daily basis for investment.

- D) An increase in the program total appropriation for FY 2007-08 listed in LB 321, Section 43 would be made for \$14,000.

Form Number 520

Program Adjustment Request

State of Nebraska - Administrative Services - Budget Division

PAGE NUMBER

CODE & DESCRIPTION

AGENCY

12 State Treasurer

PROGRAM

503 Treasury Management

REQUEST

1 Encoding machine

EXPENDITURE ACCOUNT	APPROPRIATIONS		ADJUSTMENTS	
	2007-2008	2008-2009	2007-2008	2008-2009
Permanent F.T.E. Positions				
511100 Permanent Salaries - Wages	374,842	384,204		
511200 Temporary Salaries - Wages				
511600 Per Diem Payments				
511900 Supplemental (One-time payments)				
All Other Salaries				
Sub-Total Salaries	374,842	384,204	0	0
515100 Retirement Plans Expense	28,068	28,769		
515200 OASDI Expense	28,675	29,391		
515400 Life and Accident Insurance Expense	168	168		
515500 Health Insurance Expense	80,000	80,000		
All Other Personal Services	4,374	4,374		
Sub-Total Benefits	141,285	142,702	0	0
510000 Personal Services	516,127	526,906	0	0
520000 Operating Expenses	82,081	87,497		
IT Consulting - Programming			2,000	
Maintenance agreement			2,000	
570000 Travel Expenses	10,100	11,700		
580000 Capital Outlay	3,500	4,500	10,000	
590000 Government Aid				
Total Expense	611,808	630,603	14,000	0
Means of Financing				
General Fund				
Cash Fund	611,808	630,603	14,000	
Federal Fund				
Revolving Fund				
Total Funding	611,808	630,603	14,000	0

Note: In the blank lines under Operating Expenses, itemize individual line items that comprise a significant portion of the Total Operating Expenses.

Program Adjustment Narrative

State of Nebraska – Administrative Services – Budget Division

		Page Number
	CODE	DESCRIPTION
AGENCY	012	State Treasurer
PROGRAM	503	Treasury Management
REQUEST	2	Document imaging

Provide the following information: A) Description of Request; B) Rationale for Request; C) Impact of Request; and, D) Statutory Change if Required.

- A) A request is being made to appropriate funds that would allow the Treasury Management program to update required document imaging software.

- B) Treasury Management receives four documents every month from every county, and places them through an imaging machine. The document imaging machine is programmed to read each line on the document and create an export file into the Nebraska Information System (NIS). This process allows funds due to multiple state agencies to be receipted by the Treasurer's Office, as required by statutes. This process was originally handled by DAS Accounting keypunch area. In 2003, when the Nebraska Information System (NIS) went live, the county document processing was transferred from DAS to the Treasurer's Office. This process allows the Treasurer's Office to create a NIS deposit document from the consolidated imaged documents replacing the former process of keypunching in information off the 372 documents sent in monthly. Without funding, Treasury staff would be required to manually data enter over 6000 lines of state agency accounting coding. The software that supports this process also runs a verification process to balance the data and pull in county name information for tracking purposes. County governmental entities do not have access to NIS and have no way to create a deposit document to send to the Treasurer's Office with their checks submitted for payment to the State. This process benefits many state agencies that have lines of accounting coding on the documents including: the Supreme Court, the Nebraska Department of Motor Vehicles, Nebraska Game and Parks, Nebraska DHHS, Nebraska State Patrol and the Treasurer's Office. The Treasurer's Office was not notified by the current software vendor until August 2007, of the discontinuation of the support of the existing software version used by Treasury Management. The current software running this imaging process will no longer be supported after January 1, 2008. The deficit request will allow the Treasurer's Office to obtain a current version of the imaging software and to receive IT support training for the upgrade. Three of the objectives for Treasury Management are to increase electronic disbursement of money, to increase electronic receipting of money, and to improve cash management procedures. The goals of all three objectives are to reduce costs by utilizing electronic means of money transfers, and to maximize investment returns by better cash management policies. If the software is not able to be upgraded to a current version, State Statutory required changes to the county receipt documents will not be able to be completed.

- C) The impact of this request is that funds would be transferred from the Treasury Management cash fund to the Treasury Management operations fund to cover the cost of the document imaging machine. There will be no impact on General Funds relating to this request.

- D) An increase in the program total appropriation for FY 2007-08 listed in LB 321, Section 43 would be made for \$10,000.

Form Number 520

Program Adjustment Request

State of Nebraska - Administrative Services - Budget Division

PAGE NUMBER

CODE & DESCRIPTION

AGENCY

12 State Treasurer

PROGRAM

503 Treasury Management

REQUEST

2 Document imaging

EXPENDITURE ACCOUNT	APPROPRIATIONS		ADJUSTMENTS	
	2007-2008	2008-2009	2007-2008	2008-2009
Permanent F.T.E. Positions				
511100 Permanent Salaries - Wages	374,842	384,204		
511200 Temporary Salaries - Wages				
511600 Per Diem Payments				
511900 Supplemental (One-time payments)				
All Other Salaries				
Sub-Total Salaries	374,842	384,204	0	0
515100 Retirement Plans Expense	28,068	28,769		
515200 OASDI Expense	28,675	29,391		
515400 Life and Accident Insurance Expense	168	168		
515500 Health Insurance Expense	80,000	80,000		
All Other Personal Services	4,374	4,374		
Sub-Total Benefits	141,285	142,702	0	0
510000 Personal Services	516,127	526,906	0	0
520000 Operating Expenses	82,081	87,497		
Software			10,000	
570000 Travel Expenses	10,100	11,700		
580000 Capital Outlay	3,500	4,500		
590000 Government Aid				
Total Expense	611,808	630,603	10,000	0
Means of Financing				
General Fund				
Cash Fund	611,808	630,603	10,000	
Federal Fund				
Revolving Fund				
Total Funding	611,808	630,603	10,000	0

Note: In the blank lines under Operating Expenses, itemize individual line items that comprise a significant portion of the Total Operating Expenses.

Program Adjustment Narrative

State of Nebraska – Administrative Services – Budget Division

	CODE	DESCRIPTION
AGENCY	012	State Treasurer
PROGRAM	503	Treasury Management
REQUEST	3	iTran programming

Provide the following information: A) Description of Request; B) Rationale for Request; C) Impact of Request; and, D) Statutory Change if Required.

- A) A request is being made to appropriate funds that would allow the Treasury Management program to contract for additional programming needed to update the iTran check processing machine.

- B) Treasury Management currently sends electronic cash letters, with images of the check processed by Treasury Management, to its depository banks each day. There has been a recent ANSI standard format change that the Federal Reserve Bank system is in the process of adopting, which will require changes to the way check images are transmitted to the banks. The new Federal regulations go into place on January 1, 2008. The banks will have a grace period before they have to comply, but at this point the depository banks do not know when they will be required to enforce the change. When the banks do require the changes to the check images, our current process will be rejected. If electronic cash letter items are rejected, the checks will be sent by courier to the bank and will be imaged there. This will increase banking fees, courier fees and will raise insurance issues due to the money in transit. Three of the objectives for Treasury Management are to increase electronic disbursement of money, to increase electronic receipting of money, and to improve cash management procedures. The goals of all three objectives are to reduce costs by utilizing electronic means of money transfers, and to maximize investment returns by better cash management policies. Utilizing the electronic cash letter process allows for later check processing deadlines since there are no courier cutoff times to meet. Waiting to request programming for the iTran until the next budget cycle will result in an increase in costs, including higher fees paid to banks. The programming changes will need to be made at some point, doing so now will prevent an increase in costs. Treasury Management did not learn of the Federal Reserve's format change until August 2007.

- C) The impact of this request is that funds would be transferred from the Treasury Management cash fund to the Treasury Management operations fund to cover the cost of the required Federal Reserve image update to programming for the check processing machine. There will be no impact on General Funds relating to this request.

- D) An increase in the program total appropriation for FY 2007-08 listed in LB 321, Section 43 would be made for \$10,000.

Form Number 520

Program Adjustment Request

State of Nebraska - Administrative Services - Budget Division

PAGE NUMBER

CODE & DESCRIPTION

AGENCY

12 State Treasurer

PROGRAM

503 Treasury Management

REQUEST

3 iTran programming

EXPENDITURE ACCOUNT	APPROPRIATIONS		ADJUSTMENTS	
	2007-2008	2008-2009	2007-2008	2008-2009
Permanent F.T.E. Positions				
511100 Permanent Salaries - Wages	374,842	384,204		
511200 Temporary Salaries - Wages				
511600 Per Diem Payments				
511900 Supplemental (One-time payments)				
All Other Salaries				
Sub-Total Salaries	374,842	384,204	0	0
515100 Retirement Plans Expense	28,068	28,769		
515200 OASDI Expense	28,675	29,391		
515400 Life and Accident Insurance Expense	168	168		
515500 Health Insurance Expense	80,000	80,000		
All Other Personal Services	4,374	4,374		
Sub-Total Benefits	141,285	142,702	0	0
510000 Personal Services	516,127	526,906	0	0
520000 Operating Expenses	82,081	87,497		
IT Consulting - Programming			10,000	
570000 Travel Expenses	10,100	11,700		
580000 Capital Outlay	3,500	4,500		
590000 Government Aid				
Total Expense	611,808	630,603	10,000	0
Means of Financing				
General Fund				
Cash Fund	611,808	630,603	10,000	
Federal Fund				
Revolving Fund				
Total Funding	611,808	630,603	10,000	0

Note: In the blank lines under Operating Expenses, itemize individual line items that comprise a significant portion of the Total Operating Expenses.

Program Adjustment Narrative

State of Nebraska – Administrative Services – Budget Division

		Page Number
	CODE	DESCRIPTION
AGENCY	012	State Treasurer
PROGRAM	503	Treasury Management
REQUEST	4	Daily reconciliation

Provide the following information: A) Description of Request; B) Rationale for Request; C) Impact of Request; and, D) Statutory Change if Required.

- A) A request is being made to appropriate funds that would allow the Treasury Management program to contract for additional development programming needed for the daily NIS reconciliation process.
- B) Treasury Management currently works on the daily NIS reconciliation. The program being used is new, but the programming still requires additional development to work as the project was planned. The reconciliation was the responsibility of State Accounting, until the Department of Administrative Services recently shifted many of those duties to Treasury Management within the last few years. The Treasurer’s Office and DAS cooperatively worked together to automate this project. This has resulted in Treasury Management incurring additional programming costs. A Request for Proposal is out right now for credit card services, if a new vendor is awarded the contract, it would result in additional programming to accommodate their specific bank file format. Three of the objectives for Treasury Management are to increase electronic disbursement of money, to increase electronic receipting of money, and to improve cash management procedures. The goals of all three objectives are to reduce costs by utilizing electronic means of money transfers, and to maximize investment returns by better cash management policies. If programming changes are not made, Treasury Management may not be able to run the program. This would result in either DAS doing the reconciliation manually or DAS to pay for the programming charges. State Accounting has estimated that it takes between 300 and 400 hours per month to manually perform one month of the NIS daily reconciliation function.
- C) The impact of this request is that funds would be transferred from the Treasury Management cash fund to the Treasury Management operations fund to cover the cost of the programming. There will be no impact on General Funds relating to this request.
- D) An increase in the program total appropriation for FY 2007-08 listed in LB 321, Section 43 would be made for \$5,000.

Form Number 520

Program Adjustment Request

State of Nebraska - Administrative Services - Budget Division

PAGE NUMBER

CODE & DESCRIPTION

AGENCY

12 State Treasurer

PROGRAM

503 Treasury Management

REQUEST

4 Daily reconciliation

EXPENDITURE ACCOUNT	APPROPRIATIONS		ADJUSTMENTS	
	2007-2008	2008-2009	2007-2008	2008-2009
Permanent F.T.E. Positions				
511100 Permanent Salaries - Wages	374,842	384,204		
511200 Temporary Salaries - Wages				
511600 Per Diem Payments				
511900 Supplemental (One-time payments)				
All Other Salaries				
Sub-Total Salaries	374,842	384,204	0	0
515100 Retirement Plans Expense	28,068	28,769		
515200 OASDI Expense	28,675	29,391		
515400 Life and Accident Insurance Expense	168	168		
515500 Health Insurance Expense	80,000	80,000		
All Other Personal Services	4,374	4,374		
Sub-Total Benefits	141,285	142,702	0	0
510000 Personal Services	516,127	526,906	0	0
520000 Operating Expenses	82,081	87,497		
IT Consulting - Programming			5,000	
570000 Travel Expenses	10,100	11,700		
580000 Capital Outlay	3,500	4,500		
590000 Government Aid				
Total Expense	611,808	630,603	5,000	0
Means of Financing				
General Fund				
Cash Fund	611,808	630,603	5,000	
Federal Fund				
Revolving Fund				
Total Funding	611,808	630,603	5,000	0

Note: In the blank lines under Operating Expenses, itemize individual line items that comprise a significant portion of the Total Operating Expenses.

Program Adjustment Narrative

State of Nebraska – Administrative Services – Budget Division

	CODE	DESCRIPTION
AGENCY	012	State Treasurer
PROGRAM	503	Treasury Management
REQUEST	5	State spending website

Provide the following information: A) Description of Request; B) Rationale for Request; C) Impact of Request; and, D) Statutory Change if Required.

- A) A request is being made to appropriate funds that would allow the Treasurer’s Office to launch and maintain a web site that will provide information about State spending. The Treasurer’s Office is seeking to fund this website through grants and by soliciting financial assistance from non-partisan, private sector groups, organizations, and individuals who believe the general public has a right to see how the state is spending their tax dollars. A sub-program has been created in Treasury Management. This request is not asking for funds to be appropriated to this sub-program, but rather for spending authority within the sub-program to allow the Treasurer’s Office to pay for costs related to the website.

- B) The State of Nebraska does offer government spending information in the form of the Comprehensive Annual Financial Report (CAFR). The CAFR, however, is well over one hundred pages long, containing complicated spreadsheets and ledgers, and is mainly understandable by the most learned financial authorities. But even the CAFR has limitations; if someone wanted to see the number of claimed expenses by each of the five Constitutional offices, or the amount of money the Department of Education spent on a specific expense category for any given month, they would have to go to the Accounting Division of the Department of Administrative Services and leaf through the Grant Project Summary which, for the month of August 2007, contains exactly 8,698 pages. Again, the information is there but it is scattered across various agencies and departments and the overwhelming concentration of raw data prohibits any reasonable person from accessing it in a meaningful way. By incorporating easy-to-read pie charts and bar graphs, the State spending website, NebraskaSpending.com, will act as a central clearinghouse allowing users to access a wealth of government spending information like state expenditures, revenues and budgets. There will also be a search engine where users can review payment information for goods and services by category, vendor, or by contract. While we anticipate our user-universe to include state, county, and municipal elected officials as well as their staff, NebraskaSpending.com is being constructed with the average citizen in mind. Site navigation will be straightforward and simple; terminology will be very basic; and above all, Nebraskans will have a clear and distinct picture of how their tax dollars are being spent by state government. The State Treasurer is uniquely qualified to operate this type of website. This is because the State Treasurer has been charged by the Nebraska Constitution and Statute to receipt and disburse state funds and to ‘keep a just, true, and comprehensive account of all money received and disbursed.’ The main objective of NebraskaSpending.com is to provide accurate information with cited sources, and not to editorialize or make judgments. The State Treasurer does not have a standing position or agenda as it relates to government spending habits. Our only concern is to allow average citizens the opportunity to scrutinize this information and form their own conclusions.

- C) Between grant funding and the receipt of other funds, this request is only asking for spending authority. Funds received for this project will be disbursed for website launching and maintenance costs. Spending for this project will be less than the funds received, and there will be no impact on General Funds or Cash Funds relating to this request.

- D) An increase in the program total appropriation for FY 2007-08 listed in LB 321, Section 43 would be made for \$50,000 in FY ’08 and \$25,000 in FY ’09.

Form Number 520

Program Adjustment Request

State of Nebraska - Administrative Services - Budget Division

	PAGE NUMBER
	CODE & DESCRIPTION
AGENCY	12 State Treasurer
PROGRAM	503 Treasury Management
REQUEST	5 State spending website

EXPENDITURE ACCOUNT	APPROPRIATIONS		ADJUSTMENTS	
	2007-2008	2008-2009	2007-2008	2008-2009
Permanent F.T.E. Positions				
511100 Permanent Salaries - Wages	374,842	384,204		
511200 Temporary Salaries - Wages				
511600 Per Diem Payments				
511900 Supplemental (One-time payments)				
All Other Salaries				
Sub-Total Salaries	374,842	384,204	0	0
515100 Retirement Plans Expense	28,068	28,769		
515200 OASDI Expense	28,675	29,391		
515400 Life and Accident Insurance Expense	168	168		
515500 Health Insurance Expense	80,000	80,000		
All Other Personal Services	4,374	4,374		
Sub-Total Benefits	141,285	142,702	0	0
510000 Personal Services	516,127	526,906	0	0
520000 Operating Expenses	82,081	87,497		
IT Consulting - website			50,000	25,000
570000 Travel Expenses	10,100	11,700		
580000 Capital Outlay	3,500	4,500		
590000 Government Aid				
Total Expense	611,808	630,603	50,000	25,000
Means of Financing				
General Fund				
Cash Fund	611,808	630,603	50,000	25,000
Federal Fund				
Revolving Fund				
Total Funding	611,808	630,603	50,000	25,000

Note: In the blank lines under Operating Expenses, itemize individual line items that comprise a significant portion of the Total Operating Expenses.

Program Adjustment Narrative

State of Nebraska – Administrative Services – Budget Division

		Page Number
	CODE	DESCRIPTION
AGENCY	012	State Treasurer
PROGRAM	505	Educational Savings Unit
REQUEST	1	Nebraska Investment Council fees

Provide the following information: A) Description of Request; B) Rationale for Request; C) Impact of Request; and, D) Statutory Change if Required.

- A) A request is being made to appropriate funds that would allow the College Savings program to pay the large increase in fees charged to the program by the Nebraska Investment Council. The Nebraska Investment Council (NIC) charges annual fees to College Savings based on the market value of assets in the College Savings funds as a portion of the market value of all assets. The amount requested in the FY 2008-09 budget request for NIC fees was \$110,000 for FY '08 and \$121,000 for FY '09. When the budget request was being prepared, a 20% increase in annual fees from FY '07 to FY '08 was used, and a 10% increase was used from FY '08 to FY '09. The actual fees for FY '08 are \$167,833, the actual fees for FY '09 are not yet known. This deficit funding request is for \$57,833 in FY '08 and \$95,102 in FY '09. According to LB 321, appropriation for the NIC in FY '09 is \$1,479,434. Based on past increases in market value, we have estimated that College Savings will have 14.61% of all NIC funds, the fees charged to College Savings by NIC in FY '09 would be \$216,102, which is \$95,102 higher than the amount requested in the biennium budget request.
- B) The fees are determined by the NIC based on market values on June 30th of every year. The FY '08 fees were not calculated by the NIC until after their June 30, 2007 reports were received. When preparing the budget for FY '08, an estimated 20% increase in fees was used, based on previous fee increases. A 10% increase in fees was budgeted for FY '09. Due to the rapidly changing financial markets, it is nearly impossible to project market values of investments far in advance. The budget request is prepared in the fall of 2006, yet the actual fees are not determined until market values are known on June 30, 2007 and June 30, 2008. Following is data for fiscal years 2005 through 2008, along with projections for fiscal year 2009.

	Annual fees charged to College Savings	Fee increase	Market Value	College Savings	All funds	CSP percent of all funds	NIC Appropriation
FY '05	\$60,925.00		6/30/2004	\$777,468,622	\$9,110,426,347	8.53%	\$715,245.00
FY '06	\$76,155.00	25.00%	6/30/2005	\$1,078,355,000	\$10,767,239,027	10.02%	\$760,032.00
FY '07	\$92,161.00	21.02%	6/30/2006	\$1,408,847,000	\$12,124,326,443	11.62%	\$793,127.00
FY '08	\$167,833.00	82.11%	6/30/2007	\$1,879,599,000	\$14,520,384,590	12.94%	\$1,297,009.00
FY '09	\$216,102.00	28.76%	6/30/2008	\$2,523,361,658	\$17,274,901,547	14.61%	\$1,479,434.00

Not only has the market value of the College Savings funds increased every year, but so has the percentage of College Savings funds in relation to the total funds. This results in a secondary increase, as each year College Savings pays a greater share of the NIC appropriation. Additionally, the NIC appropriation, of which the Treasurer's Office pays fees based on the College Savings percent of all funds, increased by over \$500,000 from FY '07 to FY '08. This request can not wait until the next budget cycle, if the additional funding is not made, College Savings will not be able to make all of the quarterly payments to the NIC. The College Savings program did not learn the amount fees due in FY '08 until September 2007.

Program Adjustment Narrative

State of Nebraska – Administrative Services – Budget Division

	CODE	DESCRIPTION
AGENCY	012	State Treasurer
PROGRAM	505	Educational Savings Unit
REQUEST	1	Nebraska Investment Council fees

Page Number

Provide the following information: A) Description of Request; B) Rationale for Request; C) Impact of Request; and, D) Statutory Change if Required.

- C) The impact of this request is that funds would be transferred from the College Savings cash fund to the College Savings operations fund to cover the cost of the increased NIC fees. There will be no impact on General Funds relating to this request. If this deficit funding request is not approved, College Savings will not be able to pay all of the NIC fees.

- D) An increase in the program total appropriation for FY 2007-08 listed in LB 321, Section 44 would be made for \$57,833, the increase for FY 2008-09 would be made for \$95,102.

Form Number 520

Program Adjustment Request

State of Nebraska - Administrative Services - Budget Division

	PAGE NUMBER
	CODE & DESCRIPTION
AGENCY	12 State Treasurer
PROGRAM	505 Education Savings Unit
REQUEST	1 Neb. Invest. Council fees

EXPENDITURE ACCOUNT	APPROPRIATIONS		ADJUSTMENTS	
	2007-2008	2008-2009	2007-2008	2008-2009
Permanent F.T.E. Positions				
511100 Permanent Salaries - Wages	72,673	74,489		
511200 Temporary Salaries - Wages				
511600 Per Diem Payments				
511900 Supplemental (One-time payments)				
All Other Salaries				
Sub-Total Salaries	72,673	74,489	0	0
515100 Retirement Plans Expense	5,442	5,578		
515200 OASDI Expense	5,559	5,698		
515400 Life and Accident Insurance Expense	24	24		
515500 Health Insurance Expense	4,000	5,000		
All Other Personal Services	452	452		
Sub-Total Benefits	15,477	16,752	0	0
510000 Personal Services	88,150	91,241	0	0
520000 Operating Expenses	247,299	266,808		
Management consultant services			57,833	95,102
570000 Travel Expenses	15,727	17,142		
580000 Capital Outlay	0	1,500		
590000 Government Aid				
Total Expense	351,176	376,691	57,833	95,102
Means of Financing				
General Fund				
Cash Fund	351,176	376,691	57,833	95,102
Federal Fund				
Revolving Fund				
Total Funding	351,176	376,691	57,833	95,102

Note: In the blank lines under Operating Expenses, itemize individual line items that comprise a significant portion of the Total Operating Expenses.