

STATE TREASURER

32 STATE TREASURER

MISSION:

To offer financial management in an expedient and cost-effective manner as a working partner throughout state government on matters, in whole or in part, relating to accounting, administration and support services, banking, bond management, budget, cash management, data processing, supervision and regulation of public funds insurance, investment receipts, state agency requests, state allocations, warrants, and unclaimed property; to accurately and legally account for South Dakota citizens and taxpayers all monies received, kept, and allocated of their state's treasury according to the Constitution and as directed by law; to authorize, supervise, perform, and coordinate all responsibilities vested in the Office of the State Treasurer; to exercise state leadership on finance and accounts; to maintain the stability of the state's banking; to direct the wire transfer of funds of the state treasury; to coordinate in a central, effective, and as efficient way as possible the electronic transfer of funds by state agencies when appropriate; and, to influence the state money available by monitoring the investment of state public funds and managing cash for use by the State Investment Council.

LEGAL CITATION: South Dakota Constitution, Articles IV, XI, and XVIII, 1-10, 1-18, 1-30, 3-4, 3-5, 3-8, 3-12, 4-1, 4-3, 4-4, 4-5, 4-6, 4-6A, 4-8, 4-9, 4-10, 5, 12-5, 22-11, 23-3, 23A-40, 26-8A, 28-9, 28-11, 38-6, 43-41B, 46A-7A, 49-28, and 61-3.

	ACTUAL FY 2010	ACTUAL FY 2011	BUDGETED FY 2012	REQUESTED FY 2013	GOVERNOR'S RECOMMENDED FY 2013	RECOMMENDED INC/(DEC) FY 2013
FUNDING SOURCE:						
General Funds	\$ 437,856	\$ 457,852	\$ 457,700	\$ 457,661	\$ 468,460	\$ 10,760
Federal Funds	0	0	0	0	0	0
Other Funds	8,372,041	9,711,673	11,593,703	11,902,405	11,685,658	91,955
Total	\$ 8,809,897	\$ 10,169,526	\$ 12,051,403	\$ 12,360,066	\$ 12,154,118	\$ 102,715
EXPENDITURE DETAIL:						
Personal Services	\$ 5,039,224	\$ 6,278,790	\$ 7,468,930	\$ 8,002,157	\$ 7,800,969	\$ 332,039
Operating Expenses	3,770,674	3,890,735	4,582,473	4,357,909	4,353,149	(229,324)
Total	\$ 8,809,897	\$ 10,169,526	\$ 12,051,403	\$ 12,360,066	\$ 12,154,118	\$ 102,715
Staffing Level FTE:	36.4	36.6	37.0	37.0	37.0	0.0

STATE TREASURER

320 State Treasurer

MISSION:

To publicly manage and offer financial services in an expedient and cost-effective manner as a working partner throughout state government on matters, in whole or in part, relating to accounting, administration and treasury support services, banking, bond management and debt service, cash management, data processing, and collateral supervision; to insure state and local public deposits and fund transfers, including the earnings on the tuition subaccount, receipts, custody of securities for safekeeping, state agency requests and state allocations, warrants, and unclaimed property; to legally account for South Dakota citizens and taxpayers of all monies received, kept, and allocated of their state treasury according to the Constitution and as directed by law; to exercise state leadership on finance and accounts that include selecting depositories for the collection of instruments and maintaining the stability of state government's banking; to jointly determine the justification for state agencies to have local accounts; to direct the wire transfer of funds of the state treasury; to coordinate in a central, effective, and as efficient way as possible the electronic remission and disbursement of funds by state agencies when appropriate; to influence the state money available by monitoring the investment of state public funds and managing cash for use by the State Investment Office; to keep an accurate account of the principal and interest of outstanding REDI Fund loans; to oversee, for collection, veterinary student tuition assistance awards; to authorize, supervise, perform, and coordinate all responsibilities vested in the Office of the State Treasurer; and, to effectively carry out the duties of the State Treasurer, a statewide elected Constitutional Officer, to include serving as a member of the Board of Finance and the Public Deposit Protection Commission, and ex-officio voting member of the State Investment Council.

LEGAL CITATIONS: Election, terms of office, and general provisions, Constitution of South Dakota, Article IV. Duties, generally, SDCL Chapter 1-10. Accountability, SDCL 4-3-4.2. Accounts and accounting, SDCL 4-10-5. Custody and investment of state funds, SDCL Chapter 4-5. Related duties and references, Constitution of South Dakota, Article XI, Article XVIII, and SDCL Chapter 1-9, 1-16B, 1-27, 1-18, 1-30, 3-2, 3-4, 3-5, 3-8, 3-12, 4-1, 4-3, 4-4, 4-5, 4-6, 4-6A, 4-8, 4-9, 4-10, 4-12, Title 5, 9-22, 11-7, 12-5, 13-49-20, 13-51A, 13-39-68 to 71, 22-11, 23-3, 23A-40, 26-8A, 28-9, 28-10, 28-11, 38-6, 46A-7A, 47-7, 49-28, 50-14, 51A-4, 51A-10, 52-5-20, and 61-3. Unclaimed Property, SDCL 43-41B-1 to 43-41B-39.

	ACTUAL FY 2010	ACTUAL FY 2011	BUDGETED FY 2012	REQUESTED FY 2013	GOVERNOR'S RECOMMENDED FY 2013	RECOMMENDED INC/(DEC) FY 2013
FUNDING SOURCE:						
General Funds	\$ 437,856	\$ 457,852	\$ 457,700	\$ 457,661	\$ 468,460	\$ 10,760
Federal Funds	0	0	0	0	0	0
Other Funds	2,551,910	2,743,148	2,894,415	2,893,503	2,901,275	6,860
Total	\$ 2,989,767	\$ 3,201,000	\$ 3,352,115	\$ 3,351,164	\$ 3,369,735	\$ 17,620
EXPENDITURE DETAIL:						
Personal Services	\$ 554,229	\$ 601,639	\$ 578,527	\$ 578,527	\$ 596,003	\$ 17,476
Operating Expenses	2,435,538	2,599,360	2,773,588	2,772,637	2,773,732	144
Total	\$ 2,989,767	\$ 3,201,000	\$ 3,352,115	\$ 3,351,164	\$ 3,369,735	\$ 17,620
Staffing Level FTE:	8.4	8.7	9.0	9.0	9.0	0.0

STATE TREASURER

3201 Treasury Management

MISSION:

To have charge of and safely keep all public monies paid into the state treasury, and properly pay out the same as directed by law; to accurately account for the receipts and disbursements of all monies due the State Treasurer and remitted to the treasury by state officers and employees; to receipt federal payments for rent, or in lieu of taxes, and remit the same to county treasurers as directed by law; to allocate available monies entitled to various entities and agencies of state government and to political subdivisions for purposes specified by statute; and, to perform all other duties legally required of the State Treasurer.

	ACTUAL FY 2010	ACTUAL FY 2011	BUDGETED FY 2012	REQUESTED FY 2013	GOVERNOR'S RECOMMENDED FY 2013	RECOMMENDED INC/(DEC) FY 2013
FUNDING SOURCE:						
General Funds	\$ 437,856	\$ 457,852	\$ 457,700	\$ 457,661	\$ 468,460	\$ 10,760
Federal Funds	0	0	0	0	0	0
Other Funds	0	0	0	0	0	0
Total	\$ 437,856	\$ 457,852	\$ 457,700	\$ 457,661	\$ 468,460	\$ 10,760
EXPENDITURE DETAIL:						
Personal Services	\$ 333,335	\$ 338,231	\$ 338,976	\$ 338,976	\$ 349,228	\$ 10,252
Operating Expenses	104,521	119,622	118,724	118,685	119,232	508
Total	\$ 437,856	\$ 457,852	\$ 457,700	\$ 457,661	\$ 468,460	\$ 10,760
Staffing Level FTE:	4.9	4.9	5.5	5.5	5.5	0.0

	ACTUAL FY 2010	ACTUAL FY 2011	ESTIMATED FY 2012	ESTIMATED FY 2013
PERFORMANCE INDICATORS				
Warrants Paid from Treasurer's Account	\$984,937,669	\$1,010,692,821	\$1,100,000,000	\$1,100,000,000
Warrants Cleared	447,894	431,695	450,000	\$450,000
Cash Receipts	\$4,196,084,852	\$4,435,683,766	\$4,400,000,000	\$4,400,000,000
Cash Receipt Vouchers Processed	26,957	27,275	30,000	30,000
Checks Received from State Agencies	819,956	787,239	820,000	820,000
Wire Transfers - In and Out	2,020	1,875	2,200	2,200
Returned Items	784	693	750	750
Interest Earned	\$2,040	\$2,378	\$2,000	\$2,000
ACH Out	\$3,267,669,243	\$3,468,632,529	\$3,400,000,000	\$3,400,000,000
ACH Volume	1,104,509	1,123,263	1,300,000	1,300,000
Certificates of Deposit	\$27,835,000	\$24,262,000	\$32,000,000	\$32,000,000
Banks/S&L/Credit Unions in CD Program	63/2/11	58/2/6	73/2/12	073/2/12
Public Deposits: All Current Collateral	\$1,416,665,628	\$1,572,946,375	\$1,420,000,000	\$1,420,000,000
Pledged Securities: On File	5,365	6,672	5,800	5,800
Veterinary Student Grants - Since 1995	\$5,709,008	\$6,137,325	\$6,700,000	\$6,700,000

STATE TREASURER

3202 Unclaimed Property - Info

MISSION:

To carry out the duties and responsibilities of the South Dakota Uniform Unclaimed Property Act; to have charge of and custodial responsibility for all property and monies received under this chapter; to maintain unclaimed property monies in a separate trust fund, and to pay rightful owners as directed by law; to keep an accurate record of the unclaimed property accounts and disbursements of the funds; and, to reimburse various entities, holders, and service providers as directed by statute.

	ACTUAL FY 2010	ACTUAL FY 2011	BUDGETED FY 2012	REQUESTED FY 2013	GOVERNOR'S RECOMMENDED FY 2013	RECOMMENDED INC/(DEC) FY 2013
FUNDING SOURCE:						
General Funds	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0	0	0	0
Other Funds	2,551,910	2,743,148	2,894,415	2,893,503	2,901,275	6,860
Total	\$ 2,551,910	\$ 2,743,148	\$ 2,894,415	\$ 2,893,503	\$ 2,901,275	\$ 6,860
EXPENDITURE DETAIL:						
Personal Services	\$ 220,893	\$ 263,409	\$ 239,551	\$ 239,551	\$ 246,775	\$ 7,224
Operating Expenses	2,331,017	2,479,739	2,654,864	2,653,952	2,654,500	(364)
Total	\$ 2,551,910	\$ 2,743,148	\$ 2,894,415	\$ 2,893,503	\$ 2,901,275	\$ 6,860
Staffing Level FTE:	3.4	3.7	3.5	3.5	3.5	0.0

	ACTUAL FY 2010	ACTUAL FY 2011	ESTIMATED FY 2012	ESTIMATED FY 2013
REVENUES				
Cash Receipts	8,640,965	15,961,434	8,500,000	8,500,000
Total	8,640,965	15,961,434	8,500,000	8,500,000

Cash receipts were higher than normal in FY2011 due to the Wachovia Bank merger with Wells Fargo.

	ACTUAL FY 2010	ACTUAL FY 2011	ESTIMATED FY 2012	ESTIMATED FY 2013
PERFORMANCE INDICATORS				
Amount of Claims Paid	\$2,152,101	\$2,068,686	\$2,400,000	\$2,400,000
Claims Paid	7,390	4,619	7,500	7,500
Records in Unclaimed Property Database	273,621	225,238	350,000	350,000
Stock Portfolio Valuation	\$1,550,991	\$1,556,741	\$1,300,000	\$1,300,000
Outreach Presentations	9	7	9	9

Claims paid is lower than normal due to reciprocity with other states being processed after July 1, 2011.

STATE TREASURER

3210 Investment of State Funds

MISSION:

To professionally manage the South Dakota Retirement System and South Dakota Cement Plant Retirement Fund portfolios in order to obtain long-term maximum total returns consistent with prudent risk; to professionally manage the state's cash flow fund in order to obtain long-term maximum total returns consistent with the liquidity needs of the fund, the legal list and prudent risk; to professionally manage within the framework established by the South Dakota Investment Council the investment portfolios of the School and Public Lands Fund, the Dakota Cement Trust, the Health Care Trust and the Education Enhancement Trust to obtain the highest risk adjusted return over the long term and to provide income payouts; to oversee the Higher Education Savings Plan per SDCL 13-63-1 to 13-63-31 by establishing the program and monitoring the selected program manager, Allianz Global Investors Distributors LLC; comply with SDCL 3-13-51.2 regarding Section 457 deferred compensation plan investment options; and, to comply with the requirements of SDCL 4-5-12 to 4-5-39, "Investment of State Funds Law".

	ACTUAL FY 2010	ACTUAL FY 2011	BUDGETED FY 2012	REQUESTED FY 2013	GOVERNOR'S RECOMMENDED FY 2013	RECOMMENDED INC/(DEC) FY 2013
FUNDING SOURCE:						
General Funds	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0	0	0	0
Other Funds	5,820,131	6,968,526	8,699,288	9,008,902	8,784,383	85,095
Total	\$ 5,820,131	\$ 6,968,526	\$ 8,699,288	\$ 9,008,902	\$ 8,784,383	\$ 85,095
EXPENDITURE DETAIL:						
Personal Services	\$ 4,484,995	\$ 5,677,151	\$ 6,890,403	\$ 7,423,630	\$ 7,204,966	\$ 314,563
Operating Expenses	1,335,135	1,291,375	1,808,885	1,585,272	1,579,417	(229,468)
Total	\$ 5,820,131	\$ 6,968,526	\$ 8,699,288	\$ 9,008,902	\$ 8,784,383	\$ 85,095
Staffing Level FTE:	28.0	27.9	28.0	28.0	28.0	0.0

	ACTUAL FY 2010	ACTUAL FY 2011	ESTIMATED FY 2012	ESTIMATED FY 2013
REVENUES				
Investment Management Fees:				
Retirement System (SDRS)	4,314,676	5,003,384	5,313,252	7,091,808
Cement Plant	27,801	30,881	31,208	41,441
Cash Flow Fund (CFF)	698,813	800,735	769,329	1,027,015
School and Public Lands (S&PL)	108,178	123,076	126,886	169,367
Dakota Cement Trust (DCT)	155,655	169,619	171,454	228,826
Education Enhancement Trust (EET)	227,174	264,979	264,880	353,149
Health Care Trust (HCT)	61,125	72,302	72,923	97,296
Total	5,593,422	6,464,976	6,749,932	9,008,902

Estimated revenue for FY 2013 will be reduced by FY 2012's year ending cash balance (per SDCL 4-5-30, funding of Investment Office expense fund). FY 2012 budget authority totaled \$8,699,288, reduced by FY 2011 cash balance carry forward of \$1,949,356.

PERFORMANCE INDICATORS

SDRS Yr-End Assets/Inv Income (Millions)	\$6,488/\$1,050	\$7,926/\$1,654	0
SDRS Total Fund Return	18.73%	25.84%	0
SDRS Capital Mkt Benchmark/Mellon Corp	11.12%/14.49%	22.06%/19.68%	0
CPRF Yr-End Assets/Inv Income (Millions)	\$39.1/\$7.1	\$49.4/\$10.1	0
CPRF Total Fund Return/Benchmark Return	19.98%/10.83%	24.78%/21.86%	0
CFF Average Amount Invested (Millions)	\$1,037	\$1,070	0
CFF Investment Income (Millions)	\$50.2	\$36.4	0
CFF Average Yield/Benchmark Yield	4.8%/0.2%	3.4%/0.08%	0
S&PL Yr-End Assets/Invest Income (Millions)	\$154.9/\$19.3	\$184.1/\$31.8	0
S&PL Total Fund Return/Benchmark Return	13.9%/10.8%	20.4%/18.4%	0
DCT Yr-End Assets/Invest Income (Millions)	\$211.0/\$28.7	\$242.7/\$44.3	0
DCT Total Fund Return/Benchmark Return	14.3%/10.8%	21.0%/18.4%	0
EET Yr-End Assets/Invest Income (Millions)	\$341.1/\$39.9	\$391.6/\$66.6	0
EET Total Fund Return/Benchmark Return	13.2%/10.4%	20.4%/18.8%	0
HCT Yr-End Assets/Invest Income (Millions)	\$93.6/\$11.5	\$107.9/\$18.5	0
HCT Total Fund Return/Benchmark Return	14.0%/10.8%	20.7%/18.4%	0

