

STATE TREASURER

GOVERNOR'S BUDGET RECOMMENDATIONS

Source of Funds	FY07 Adjusted Base	FY08 Recommended	% Change Over FY07	FY09 Recommended	% Change Over FY08
PR-O	1,636,900	1,846,200	12.8	1,847,800	0.1
SEG-O	859,500	882,100	2.6	882,100	0.0
TOTAL	2,496,400	2,728,300	9.3	2,729,900	0.1

FULL-TIME EQUIVALENT POSITION SUMMARY

Source of Funds	FY07 Adjusted Base	FY08 Recommended	FTE Change From FY07	FY09 Recommended	FTE Change From FY08
PR-O	7.55	11.55	4.00	11.55	0.00
SEG-O	3.15	3.15	0.00	3.15	0.00
TOTAL	10.70	14.70	4.00	14.70	0.00

AGENCY DESCRIPTION

The office was established in 1848. The duties of the State Treasurer were established in the State Constitution and under Chapter 14, Subchapter IV, Wisconsin Statutes.

The State Treasurer acts as administrator of the Local Government Investment Pool. The State Treasurer is also the administrator of Wisconsin's Section 529 College Savings Program, known as EdVest and Tomorrow's Scholar. The office maintains custody and records for all property received under the uniform unclaimed property and general escheat laws. If necessary, the office audits business and corporate records to ensure compliance with unclaimed property and general escheat laws.

MISSION

The mission of the Office of the Wisconsin State Treasurer is to fulfill the constitutional and statutory responsibilities of the office in order to assure the sound financial oversight and absolute safety of all public funds collected, managed and disbursed, and to do so at no cost to the state's taxpayers.

PROGRAMS, GOALS, OBJECTIVES AND ACTIVITIES

Note: Goals, objectives and activities have been modified.

Program 1: Custodian of State Funds

Goal: Provide an annual reporting mechanism for holders in possession of cash and securities owned by persons who cannot be located and provide an efficient process to verify and pay claims.

Objective/Activity: The State Treasurer serves as the administrator of the state's unclaimed property program. Currently, the State Treasurer is custodian of over \$300 million on behalf of approximately 500,000 unclaimed property owners. Generally, unclaimed property consists of such items as bank accounts, insurance proceeds, and uncashed dividends and stocks that have had no activity by the owner for a period of three to five years, depending on the category of the asset. Each year, the State Treasurer is required to publish a legal notice in a newspaper in each county listing the names and last known addresses of these owners in an attempt to return unclaimed property to its rightful owners.

Goal: Assist local governments in the investment of funds through the State of Wisconsin Investment Board. The current investment pool totals approximately \$3 billion.

Objective/Activity: Provide a cost-effective mechanism for local governments of all sizes to interact in a financial manner with the State of Wisconsin and to provide a timely vehicle for investment of government funds.

Program 2: College Tuition Prepayment Program

Goal: Combine the EdVest Tuition Trust and College Savings Program into one administrative unit and increase the number of accounts and dollars invested into the program each year. There are presently 220,000 accounts in the program with assets of over \$1.8 billion.

Objective/Activity: Increase the number of accounts and dollars invested into the program each year. EdVest is the state-sponsored college savings program created to help families save for future higher education expenses. It offers state and federal tax benefits, broad eligibility and flexibility to program participants.

PERFORMANCE MEASURES

2005 AND 2006 GOALS AND ACTUALS

Prog. No.	Performance Measure	Goal 2005	Actual 2005	Goal 2006	Actual 2006
1.	Unclaimed property received through audits and holder reporting.	\$25,000,000	\$28,273,935	\$50,000,000	\$36,150,922
1.	Unclaimed property claims and amount returned to rightful owner.	17,000 \$15,000,000	24,058 \$15,398,603	30,000 \$25,000,000	22,297 \$19,350,466
1.	Average daily balance of Local Government Investment Pool.	\$3,800,000,000	\$2,782,740,900	\$3,900,000,000	\$2,817,336,000
1.	Number of participants.	1,230	1,233	1,250	1,246
2.	EdVest total accounts. ¹	270,000	196,666	320,000	215,726
2.	EdVest total participant investment for future higher education costs.	\$1,500,000,000	\$1,448,929,000	\$1,750,000,000	\$1,720,015,300

Note: Based on fiscal year.

¹Wells Fargo Funds Management, LLC, is the party primarily responsible for the marketing of the EdVest program under its contract with the state. New accounts and total investments, therefore, are dependent on Wells Fargo's marketing strategy, which is not a direct State Treasurer responsibility. Wells Fargo's base contract as custodian for the EdVest program runs through April 30, 2011.

2007, 2008, AND 2009 GOALS

Prog. No.	Performance Measure	Goal 2007	Goal 2008	Goal 2009
1.	Unclaimed property received through audits and holder reporting.	\$25,000,000	\$50,000,000	\$35,000,000
1.	Unclaimed property claims and amount returned to rightful owner.	23,000 \$20,000,000	30,000 \$25,000,000	30,000 \$25,000,000
1.	Average daily balance of Local Government Investment Pool.	\$3,000,000,000	\$3,000,000,000	\$3,000,000,000
1.	Number of participants.	1,260	1,270	1,280
2.	EdVest total accounts. ¹	230,000	245,000	260,000
2.	EdVest total participant investment for future higher education costs.	\$2,000,000,000	\$2,250,000,000	\$2,500,000,000

Note: Based on fiscal year.

¹Wells Fargo Funds Management, LLC, is the party primarily responsible for the marketing of the EdVest program under its contract with the state. New accounts and total investments, therefore, are dependent on Wells Fargo's marketing strategy, which is not a direct State Treasurer responsibility. Wells Fargo's base contract as custodian for the EdVest program runs through April 30, 2011.

STATE TREASURER

GOVERNOR'S BUDGET RECOMMENDATIONS

RECOMMENDATIONS

1. Unclaimed Property Project Positions
2. Appropriation Type Conversion
3. EdVest File Maintenance Adjustment
4. Standard Budget Adjustments

ITEMS NOT APPROVED

5. Restoration of Deleted Positions

Table 1
Department Budget Summary by Funding Source (in thousands of dollars)

	ACTUAL FY06	ADJUSTED BASE FY07	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
			FY08	FY09	FY08	FY09
PROGRAM REVENUE (2)	\$5,426.4	\$1,636.9	\$1,875.2	\$1,877.4	\$1,846.2	\$1,847.8
State Operations	5,426.4	1,636.9	1,875.2	1,877.4	1,846.2	1,847.8
SEGREGATED REVENUE (3)	816.8	859.5	886.3	886.4	882.1	882.1
State Operations	816.8	859.5	886.3	886.4	882.1	882.1
TOTALS-ANNUAL	6,243.2	2,496.4	2,761.5	2,763.8	2,728.3	2,729.9
State Operations	6,243.2	2,496.4	2,761.5	2,763.8	2,728.3	2,729.9

(2) Includes Program Revenue-Service and Program Revenue-Other

(3) Includes Segregated Revenue-Service, Segregated Revenue-Other and Segregated Revenue-Local

Table 2
Department Position Summary by Funding Source (in FTE positions) (4)

	ADJUSTED BASE FY07	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
		FY08	FY09	FY08	FY09
PROGRAM REVENUE (2)	7.55	12.00	12.00	11.55	11.55
SEGREGATED REVENUE (3)	3.15	3.20	3.20	3.15	3.15
TOTALS-ANNUAL	10.70	15.20	15.20	14.70	14.70

(2) Includes Program Revenue-Service and Program Revenue-Other

(3) Includes Segregated Revenue-Service, Segregated Revenue-Other and Segregated Revenue-Local

(4) All positions are State Operations unless otherwise specified

Table 3
Department Budget Summary by Program (in thousands of dollars)

	ACTUAL FY06	ADJUSTED BASE FY07	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
			FY08	FY09	FY08	FY09
1. Custodian of state funds	\$5,426.4	\$1,636.9	\$1,875.2	\$1,877.4	\$1,846.2	\$1,847.8
2. College tuition prepayment program	816.8	859.5	886.3	886.4	882.1	882.1
TOTALS	6,243.2	2,496.4	2,761.5	2,763.8	2,728.3	2,729.9

Table 4
Department Position Summary by Program (in FTE positions) (4)

	ADJUSTED BASE FY07	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
		FY08	FY09	FY08	FY09
1. Custodian of state funds	7.55	12.00	12.00	11.55	11.55
2. College tuition prepayment program	3.15	3.20	3.20	3.15	3.15
TOTALS	10.70	15.20	15.20	14.70	14.70

(4) All positions are State Operations unless otherwise specified

1. Unclaimed Property Project Positions

Source of Funds	Agency Request				Governor's Recommendation			
	FY08		FY09		FY08		FY09	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
PR-O	165,200	4.00	166,800	4.00	165,200	4.00	166,800	4.00
TOTAL	165,200	4.00	166,800	4.00	165,200	4.00	166,800	4.00

The Governor recommends extending project positions for two years to support the unclaimed property program.

2. Appropriation Type Conversion

The Governor recommends converting the office's appropriation supporting the unclaimed property program from annual to continuing.

3. EdVest File Maintenance Adjustment

The Governor recommends a technical adjustment to the EdVest program to reflect changes enacted under 2005 Wisconsin Act 478.

4. Standard Budget Adjustments

Source of Funds	Agency Request				Governor's Recommendation			
	FY08		FY09		FY08		FY09	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
PR-O	44,100	0.00	44,100	0.00	44,100	0.00	44,100	0.00
SEG-O	22,600	0.00	22,600	0.00	22,600	0.00	22,600	0.00
TOTAL	66,700	0.00	66,700	0.00	66,700	0.00	66,700	0.00

The Governor recommends adjusting the office's base budget for: (a) full funding of continuing salaries and fringe benefits (\$66,700 in each year).

ITEMS NOT APPROVED

The following request is not included in the Governor's budget recommendations for the State Treasurer.

Decision Item	Source of Funds	FY08		FY09	
		Dollars	Positions	Dollars	Positions
5. Restoration of Deleted Positions	PR-O	29,000	0.45	29,600	0.45
	SEG-O	4,200	0.05	4,300	0.05
TOTAL OF ITEMS NOT APPROVED	PR-O	29,000	0.45	29,600	0.45
	SEG-O	4,200	0.05	4,300	0.05