

PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM
Financial Summary

Expenditures, Current Budget and Agency Requests

Budget Classes/Fund Sources	FY 1999 Expenditures	FY 2000 Expenditures	FY 2001 Current Budget	FY 2002 Agency Requests		
				Adjusted Base	Enhancements	Totals
Employer Contributions	17,067,000	18,027,000	17,017,000	12,874,104		12,874,104
Payments to ERS	575,000	575,000	625,000	625,000		625,000
Total Funds	<u>\$17,642,000</u>	<u>\$18,602,000</u>	<u>\$17,642,000</u>	<u>\$13,499,104</u>		<u>\$13,499,104</u>
TOTAL STATE FUNDS	\$17,642,000	\$18,602,000	\$17,642,000	\$13,499,104		\$13,499,104

PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM
Financial Summary

Current Budget and Governor's Recommendations

Budget Classes/Fund Sources	FY 2001 Current Budget	FY 2002 Governor's Recommendations				Totals
		Annualizers and Adjustments	Workload	Adjusted Base	Enhancements	
Employer Contributions	17,017,000	(4,142,896)		12,874,104		12,874,104
Payments to ERS	625,000			625,000		625,000
Total Funds	<u>\$17,642,000</u>	<u>(\$4,142,896)</u>		<u>\$13,499,104</u>		<u>\$13,499,104</u>
TOTAL STATE FUNDS	\$17,642,000	(\$4,142,896)		\$13,499,104		\$13,499,104

FY 2002 Budget Summary

	<u>Governor's Recommendations</u>
ADJUSTMENTS TO CURRENT BUDGET	
FY 2001 STATE APPROPRIATIONS	17,642,000
Other Adjustments:	
1. Reduce employer contributions based on actuarial projections.	<u>(4,142,896)</u>
ADJUSTED BASE	<u>\$13,499,104</u>
TOTAL STATE FUNDS	\$13,499,104

RECOMMENDED APPROPRIATION: The Public School Employees' Retirement System is the budget unit for which the following State Fund Appropriation is recommended for FY 2002: \$13,499,104.

PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM

Results-Based Budgeting

Purpose: To provide public school employees in qualified positions and their families retirement benefits relative to their service in the event of their retirement, death, or disability.

Goal: Ensure adequate financing for future benefits due and other obligations of the retirement system by investing prudently the retirement system assets, using a conservative long-term philosophy. - The retirement system's Unfunded Actuarial Accrued Liability (UAAL) will liquidate between 15 and 25 years. [1]	FY 2000 Desired	FY 2000 Actual	FY 2001 Desired	FY 2002 Desired
	15 - 25 years	40 years	15 - 25 years	15 - 25 years
Program Fund Allocation -- Total Funds State Funds		\$18,602,000	\$17,642,000	\$13,499,104
		\$18,602,000	\$17,642,000	\$13,499,104
Note 1 - This is a measure of the retirement system's financial soundness and means that, using current actuarial assumptions and funding strategies, within 15 to 25 years the retirement plan will be fully funded.				
TOTAL - All Programs Total Funds State Funds		\$18,602,000	\$17,642,000	\$13,499,104
		\$18,602,000	\$17,642,000	\$13,499,104