

OPERATING BUDGET

FISCAL YEAR 2020



Submitted to the Office of the Governor, Budget Division and the
Legislative Budget Board on December 1, 2019



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CERTIFICATE

Agency Name Teacher Retirement System

This is to certify that the information contained in the agency operating budget filed with the Legislative Budget Board (LBB) and the Office of the Governor, Budget Division, is accurate to the best of my knowledge and that the electronic submission to the LBB via the Automated Budget and Evaluation System of Texas (ABEST) and the PDF file submitted via the LBB Document Submission application are identical.

Additionally, should it become likely at any time that unexpended balances will accrue for any account, the LBB and the Office of the Governor will be notified in writing in accordance with House Bill 1, Article IX, Section 7.01, Eighty-sixth Legislature, Regular Session, 2019.

Chief Executive

Handwritten signature of Brian Guthrie in blue ink.

Signature

Brian Guthrie

Printed Name

Executive Director

Title

December 1, 2019

Date

Board Chair

Handwritten signature of Jarvis V. Hollingsworth in blue ink.

Signature

Jarvis V. Hollingsworth

Printed Name

Chair, Board of Trustees

Title

December 1, 2019

Date

Chief Financial Officer

Handwritten signature of Don Green in blue ink.

Signature

Don Green

Printed Name

Chief Financial Officer

Title

December 1, 2019

Date

FY 2020 Operating Budget

Submitted to the
Office of the Governor, Budget Division
and the Legislative Budget Board

by

Teacher Retirement System

December 1, 2019

Budget Overview
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

323 Teacher Retirement System

	GENERAL REVENUE FUNDS		GR DEDICATED				OTHER FUNDS		ALL FUNDS	
	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020
Goal: 1. To Administer the System as an Employee Benefit Trust										
1.1.1. Trs - Public Education Retirement	1,742,135,613	1,838,552,963						223,550,000	1,742,135,613	2,062,102,963
1.1.2. Trs - Higher Education Retirement	185,753,093	151,093,244	29,606,311	23,714,800			5,187,116	44,866,200	220,546,520	219,674,244
1.1.3. Administrative Operations							123,571,068	157,348,537	123,571,068	157,348,537
1.1.4. Trs Retirement-Additional Payment							589,000,000		589,000,000	
1.2.1. Retiree Health - Statutory Funds	404,936,501	430,408,362							404,936,501	430,408,362
1.3.1. Retiree Health - Supplemental Funds		232,965,108								232,965,108
Total, Goal	2,332,825,207	2,653,019,677	29,606,311	23,714,800			717,758,184	425,764,737	3,080,189,702	3,102,499,214
Total, Agency	2,332,825,207	2,653,019,677	29,606,311	23,714,800			717,758,184	425,764,737	3,080,189,702	3,102,499,214
Total FTEs									534.2	745.3

2.A. Summary of Budget By Strategy

DATE : 11/26/2019

TIME : 1:41:26PM

86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 323 Agency name: Teacher Retirement System

Goal/Objective/STRATEGY	EXP 2018	EXP 2019	BUD 2020
1 To Administer the System as an Employee Benefit Trust			
1 <i>Sound Retirement System</i>			
1 TRS - PUBLIC EDUCATION RETIREMENT	\$1,698,750,974	\$1,742,135,613	\$2,062,102,963
2 TRS - HIGHER EDUCATION RETIREMENT	\$175,216,979	\$220,546,520	\$219,674,244
3 ADMINISTRATIVE OPERATIONS	\$98,414,882	\$123,571,068	\$157,348,537
4 TRS RETIREMENT-ADDITIONAL PAYMENT	\$0	\$589,000,000	\$0
2 <i>Health Care Program for Public Education Retirees Funded by Statute</i>			
1 RETIREE HEALTH - STATUTORY FUNDS	\$863,830,190	\$404,936,501	\$430,408,362
3 <i>Health care for Public Ed Retirees Funded by Supplemental State Funds</i>			
1 RETIREE HEALTH - SUPPLEMENTAL FUNDS	\$0	\$0	\$232,965,108
TOTAL, GOAL 1	\$2,836,213,025	\$3,080,189,702	\$3,102,499,214

2.A. Summary of Budget By Strategy

DATE : 11/26/2019

TIME : 1:41:26PM

86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 323 Agency name: Teacher Retirement System

Goal/Objective/STRATEGY	EXP 2018	EXP 2019	BUD 2020
General Revenue Funds:			
1 General Revenue Fund	\$2,698,626,937	\$2,332,825,207	\$2,653,019,677
	\$2,698,626,937	\$2,332,825,207	\$2,653,019,677
General Revenue Dedicated Funds:			
770 Est. Other Educational & General	\$34,493,760	\$29,606,311	\$23,714,800
	\$34,493,760	\$29,606,311	\$23,714,800
Other Funds:			
599 Economic Stabilization Fund	\$0	\$589,000,000	\$263,000,000
960 TRS Trust Account Fund	\$103,092,328	\$128,758,184	\$162,764,737
	\$103,092,328	\$717,758,184	\$425,764,737
TOTAL, METHOD OF FINANCING	\$2,836,213,025	\$3,080,189,702	\$3,102,499,214
FULL TIME EQUIVALENT POSITIONS	513.3	534.2	745.3

2.B. Summary of Budget By Method of Finance
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/26/2019**
TIME: **1:42:26PM**

Agency code: **323** Agency name: **Teacher Retirement System**

METHOD OF FINANCING		Exp 2018	Exp 2019	Bud 2020
<u>GENERAL REVENUE</u>				
<u>1</u>	General Revenue Fund			
	<i>REGULAR APPROPRIATIONS</i>			
	Regular Appropriations from MOF Table (2018-19 GAA)	\$2,304,026,937	\$2,379,334,790	\$0
	Regular Appropriations from MOF Table (2020-21 GAA)	\$0	\$0	\$2,650,811,540
	Regular Appropriations from MOF Table (2018-19 GAA)	\$182,600,000	\$0	\$0
	Comments: TRS Care Funding for fiscal solvency. Matches conference committee when combined with the \$2.3m Regular Appropriation.			
	<i>RIDER APPROPRIATION</i>			
	Rider 14, Settle-Up Dollars Directed to TRS-Care (2018-19 GAA)	\$73,641,562	\$0	\$0
	Article IX Sec. 18.57 (2020-21 GAA), Contingency for SB 1264	\$0	\$0	\$2,208,137
	Comments: Contingent TRS Care Funding for Senate Bill 1264. (Balanced billing)			
	<i>TRANSFERS</i>			
	HB 21, 85th Leg, First Called Session	\$212,000,000	\$0	\$0
	Comments: Section 10 Supplemental Appropriations, TRS Care Funding, transfer from HHSC.			
	Adjustment per Section 1575.201(b), Insurance Code	\$(5,541,169)	\$(8,931,338)	\$0
	Adjustment per Section 403.093(c), Government Code	\$(68,100,393)	\$(37,578,245)	\$0
TOTAL,	General Revenue Fund	\$2,698,626,937	\$2,332,825,207	\$2,653,019,677
TOTAL, ALL	GENERAL REVENUE	\$2,698,626,937	\$2,332,825,207	\$2,653,019,677

2.B. Summary of Budget By Method of Finance
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/26/2019**
TIME: **1:42:26PM**

Agency code: **323** Agency name: **Teacher Retirement System**

METHOD OF FINANCING		Exp 2018	Exp 2019	Bud 2020
<u>GENERAL REVENUE FUND - DEDICATED</u>				
<u>770</u>	GR Dedicated - Estimated Other Educational and General Income Account No. 770			
	<i>REGULAR APPROPRIATIONS</i>			
	Regular Appropriations from MOF Table (2018-19 GAA)	\$46,405,388	\$51,045,926	\$0
	Regular Appropriations from MOF Table (2020-21 GAA)	\$0	\$0	\$23,714,800
	<i>LAPSED APPROPRIATIONS</i>			
	Regular Appropriations from MOF Table (2018-19 GAA)	\$(11,911,628)	\$(21,439,615)	\$0
TOTAL,	GR Dedicated - Estimated Other Educational and General Income Account No. 770	\$34,493,760	\$29,606,311	\$23,714,800
TOTAL, ALL	GENERAL REVENUE FUND - DEDICATED	\$34,493,760	\$29,606,311	\$23,714,800
<u>OTHER FUNDS</u>				
<u>599</u>	Economic Stabilization Fund			
	<i>SUPPLEMENTAL, SPECIAL OR EMERGENCY APPROPRIATIONS</i>			
	SB 500, 86th Leg, Regular Session	\$0	\$589,000,000	\$0
	Comments: Funding for the supplemental annuity check for annuitants or alternate payees.			
	SB 500, 86th Leg, Regular Session	\$0	\$0	\$263,000,000
	Comments: Funds the increase for the state's contribution to the pension fund from 6.80% to 7.50%.			
TOTAL,	Economic Stabilization Fund	\$0	\$589,000,000	\$263,000,000
<u>960</u>	Teacher Retirement System Trust Account Fund No. 960			

2.B. Summary of Budget By Method of Finance
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/26/2019**
TIME: **1:42:26PM**

Agency code: **323** Agency name: **Teacher Retirement System**

METHOD OF FINANCING	Exp 2018	Exp 2019	Bud 2020
<i>REGULAR APPROPRIATIONS</i>			
Regular Appropriations from MOF Table (2020-21 GAA)	\$0	\$0	\$135,932,451
Regular Appropriations from MOF Table (2018-19 GAA)	\$119,459,196	\$95,193,887	\$0
Employer Contributions for TRS Employees (2018-19 GAA)	\$4,067,277	\$4,214,889	\$0
Employer Contributions for TRS Employees (2020-21 GAA)	\$0	\$0	\$4,425,633
<i>RIDER APPROPRIATION</i>			
Rider 22, Unexpended Balances: TEAM and CAPPS Projects	\$0	\$(10,040,086)	\$10,040,086
Art IX, Sec 14.03(i), Capital Budget UB (2018-19 GAA)	\$(19,482,743)	\$19,482,743	\$0
Comments: Capital Budget UB related to TEAM.			
Art IX, Sec 14.03(i), Capital Budget UB (2018-19 GAA)	\$(1,015,768)	\$1,015,768	\$0
Comments: Capital Budget UB related to CAPPS.			
Art IX, Sec 14.03(i), Capital Budget UB (2018-19 GAA)	\$(4,749,949)	\$4,749,949	\$0
Comments: Capital Budget UB related to all other Capital Budget Appropriations, excluding TEAM and CAPPS.			
Rider 13, Performance Incentive Compensation (2018-19 GAA)	\$11,360,000	\$11,360,000	\$0
Comments: TRS Rider 13 authorizes payment of performance incentive compensation. These amounts were the maximum payouts anticipated and approved by the Board. See Lapsed Appropriations below.			
Rider 13, Performance Incentive Compensation (2020-21 GAA)	\$0	\$0	\$11,376,000
Comments: TRS Rider 13 (2020-21 GAA) authorizes payment of performance incentive compensation. The Board has approved a FY 2020 budget with a maximum payout of \$11.38 million.			
<i>TRANSFERS</i>			
Government Code 825.313(d)	\$0	\$11,342,218	\$0

2.B. Summary of Budget By Method of Finance
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/26/2019**
TIME: **1:42:26PM**

Agency code: **323**

Agency name: **Teacher Retirement System**

METHOD OF FINANCING		Exp 2018	Exp 2019	Bud 2020
Comments: Appropriation revision for fiduciary finding of the TRS Board of Trustees.				
<i>LAPSED APPROPRIATIONS</i>				
Rider 13, Performance Incentive Compensation (2018-19 GAA)		\$(4,676,417)	\$(2,692,847)	\$0
Regular Appropriations from MOF Table (2018-19 GAA)		\$(2,479,437)	\$(6,840,564)	\$0
<i>BASE ADJUSTMENT</i>				
Employer Retirement Contributions for TRS Employees (2018-19 GAA)		\$610,169	\$972,227	\$0
Employer Retirement Contributions for TRS Employees (2020-21 GAA)		\$0	\$0	\$990,567
TOTAL,	Teacher Retirement System Trust Account Fund No. 960	\$103,092,328	\$128,758,184	\$162,764,737
TOTAL, ALL	OTHER FUNDS	\$103,092,328	\$717,758,184	\$425,764,737
GRAND TOTAL		\$2,836,213,025	\$3,080,189,702	\$3,102,499,214

2.B. Summary of Budget By Method of Finance
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/26/2019**
TIME: **1:42:26PM**

Agency code: **323**

Agency name: **Teacher Retirement System**

METHOD OF FINANCING	Exp 2018	Exp 2019	Bud 2020
FULL-TIME-EQUIVALENT POSITIONS			
REGULAR APPROPRIATIONS			
Regular Appropriations from MOF Table (2018-19 GAA)	524.3	524.3	0.0
Regular Appropriations from MOF Table (2020-21 GAA)	0.0	0.0	745.3
RIDER APPROPRIATION			
Rider 15 (2018-19 GAA), Enterprise Application Modernization (TEAM) FTE Comments: Rider 15 excludes FTEs and contractors associated with TEAM from the FTE cap.	85.5	97.4	0.0
Rider 15 (2018-19 GAA), Enterprise Application Modernization (TEAM) FTE	(85.5)	(97.4)	0.0
Art IX, Sec 6.10(a)(2) (2018-19 GAA), Board or Administrator FTE Adjustment Comments: Additional customer service and investment staff hired pursuant to a fiduciary finding of the TRS Board.	0.0	9.9	0.0
Rider 10 (2018-19 GAA), Full-Time Equivalent Positions Intern Exemption Comments: Rider 10 excludes Interns from the FTE cap.	10.9	7.2	0.0
Rider 10 (2018-19 GAA), Full-Time Equivalent Positions Intern Exemption	(10.9)	(7.2)	0.0
UNAUTHORIZED NUMBER OVER (BELOW) CAP			
Lapsed positions Comments: Lapse is largely due to vacancies resulting from agency-wide attrition.	(11.0)	0.0	0.0
TOTAL, ADJUSTED FTES	513.3	534.2	745.3

2.B. Summary of Budget By Method of Finance
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/26/2019**
TIME: **1:42:26PM**

Agency code: **323**

Agency name: **Teacher Retirement System**

METHOD OF FINANCING

Exp 2018

Exp 2019

Bud 2020

NUMBER OF 100% FEDERALLY FUNDED FTEs

2.C. Summary of Budget By Object of Expense
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/26/2019

TIME: 1:43:06PM

Agency code: 323

Agency name: Teacher Retirement System

OBJECT OF EXPENSE		EXP 2018	EXP 2019	BUD 2020
1001	SALARIES AND WAGES	\$64,207,622	\$71,550,977	\$91,701,880
1002	OTHER PERSONNEL COSTS	\$2,739,362,948	\$2,958,061,180	\$2,946,377,597
2001	PROFESSIONAL FEES AND SERVICES	\$11,137,541	\$15,785,228	\$27,148,886
2002	FUELS AND LUBRICANTS	\$1,972	\$1,568	\$3,500
2003	CONSUMABLE SUPPLIES	\$366,243	\$437,279	\$595,275
2004	UTILITIES	\$2,330,591	\$2,353,860	\$1,771,200
2005	TRAVEL	\$1,295,497	\$1,387,159	\$2,337,034
2006	RENT - BUILDING	\$2,872,064	\$3,802,108	\$3,889,600
2007	RENT - MACHINE AND OTHER	\$473,267	\$771,297	\$767,826
2009	OTHER OPERATING EXPENSE	\$13,995,551	\$24,629,797	\$26,909,416
5000	CAPITAL EXPENDITURES	\$169,729	\$1,409,249	\$997,000
Agency Total		\$2,836,213,025	\$3,080,189,702	\$3,102,499,214

2.D. Summary of Budget By Objective Outcomes
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation system of Texas (ABEST)

Date : 11/26/2019
Time: 1:43:35PM

Agency code: 323 Agency name: Teacher Retirement System

Goal/ Objective / OUTCOME		Exp 2018	Exp 2019	Bud2020
1	To Administer the System as an Employee Benefit Trust			
1	Sound Retirement System			
	1 # of Years-Amortize TRS Retirement. Fund Unfunded Actuarial Accrued Liab	87.00	29.00	31.00
	2 TRS Retirement. Fund 5-yr Avg Time-weighted Rate of ROI Performance	8.82 %	6.54 %	7.25 %
	3 TRS Retirement. Fund 20-yr Avg Time-weighted Rate of ROI Performance	6.99 %	6.25 %	7.25 %
	4 Investment Performance Relative to Board Approved Benchmark	111.20	92.63	100.00
KEY	5 TRS Retirement. Fund Ann. Op. Exp. Per Member	40.78	37.11	31.00
KEY	6 TRS Retirement Fund Investment Expense as Basis Points of Net Assets	14.10	13.58	17.00
KEY	7 Service Level Percentage of Calls Answered in Specified Time Interval	15.10 %	54.58 %	79.00 %
2	Health Care Program for Public Education Retirees Funded by Statute			
	1 Participation Rate in Disease Mgmt Program by Non-Medicare Enrollees	2.85 %	3.12 %	5.00 %
	2 Generic Substitution Rate for TRS-Care Prescription Drug Benefits	98.00 %	98.50 %	98.00 %

3.A. Strategy Level Detail

DATE: 11/26/2019

TIME: 1:44:10PM

86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **323** Agency name: **Teacher Retirement System**

GOAL: 1 To Administer the System as an Employee Benefit Trust

OBJECTIVE: 1 Sound Retirement System

Service Categories:

STRATEGY: 1 Retirement Contributions for Public Education Employees. Estimated.

Service: 06 Income: A.2 Age: B.2

CODE	DESCRIPTION	EXP 2018	EXP 2019	BUD 2020
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Objects of Expense:

1002 OTHER PERSONNEL COSTS	\$1,698,750,974	\$1,742,135,613	\$2,062,102,963
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TOTAL, OBJECT OF EXPENSE	\$1,698,750,974	\$1,742,135,613	\$2,062,102,963
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Method of Financing:

1 General Revenue Fund	\$1,698,750,974	\$1,742,135,613	\$1,838,552,963
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SUBTOTAL, MOF (GENERAL REVENUE FUNDS)	\$1,698,750,974	\$1,742,135,613	\$1,838,552,963
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Method of Financing:

599 Economic Stabilization Fund	\$0	\$0	\$223,550,000
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SUBTOTAL, MOF (OTHER FUNDS)	\$0	\$0	\$223,550,000
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TOTAL, METHOD OF FINANCE :	\$1,698,750,974	\$1,742,135,613	\$2,062,102,963
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FULL TIME EQUIVALENT POSITIONS:

3.A. Strategy Level Detail

DATE: 11/26/2019

TIME: 1:44:10PM

86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **323** Agency name: **Teacher Retirement System**

GOAL: 1 To Administer the System as an Employee Benefit Trust

OBJECTIVE: 1 Sound Retirement System

STRATEGY: 2 Retirement Contributions for Higher Education Employees. Estimated.

Service Categories:

Service: 06 Income: A.2 Age: B.2

CODE	DESCRIPTION	EXP 2018	EXP 2019	BUD 2020
Objects of Expense:				
1002	OTHER PERSONNEL COSTS	\$175,216,979	\$220,546,520	\$219,674,244
TOTAL, OBJECT OF EXPENSE		\$175,216,979	\$220,546,520	\$219,674,244
Method of Financing:				
1	General Revenue Fund	\$136,045,773	\$185,753,093	\$151,093,244
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$136,045,773	\$185,753,093	\$151,093,244
Method of Financing:				
770	Est. Other Educational & General	\$34,493,760	\$29,606,311	\$23,714,800
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$34,493,760	\$29,606,311	\$23,714,800
Method of Financing:				
599	Economic Stabilization Fund	\$0	\$0	\$39,450,000
960	TRS Trust Account Fund	\$4,677,446	\$5,187,116	\$5,416,200
SUBTOTAL, MOF (OTHER FUNDS)		\$4,677,446	\$5,187,116	\$44,866,200
TOTAL, METHOD OF FINANCE :		\$175,216,979	\$220,546,520	\$219,674,244
FULL TIME EQUIVALENT POSITIONS:				

3.A. Strategy Level Detail

DATE: 11/26/2019

TIME: 1:44:10PM

86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **323** Agency name: **Teacher Retirement System**

GOAL: 1 To Administer the System as an Employee Benefit Trust

OBJECTIVE: 1 Sound Retirement System

STRATEGY: 3 Administrative Operations

Service Categories:

Service: 09 Income: A.2 Age: B.2

CODE	DESCRIPTION	EXP 2018	EXP 2019	BUD 2020
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Output Measures:

KEY 1	Number of TRS Benefit Applications Processed	68,632.00	93,328.00	72,000.00
2	Number of TRS Retirement Fund Member Accounts Serviced	13,200,060.00	14,033,326.00	10,243,666.00
3	Percent of Retirees Whose First Annuity is Paid When It is First Due	90.09 %	96.06 %	98.00 %

Objects of Expense:

1001	SALARIES AND WAGES	\$64,207,622	\$71,550,977	\$91,701,880
1002	OTHER PERSONNEL COSTS	\$1,564,805	\$1,442,546	\$1,226,920
2001	PROFESSIONAL FEES AND SERVICES	\$11,137,541	\$15,785,228	\$27,148,886
2002	FUELS AND LUBRICANTS	\$1,972	\$1,568	\$3,500
2003	CONSUMABLE SUPPLIES	\$366,243	\$437,279	\$595,275
2004	UTILITIES	\$2,330,591	\$2,353,860	\$1,771,200
2005	TRAVEL	\$1,295,497	\$1,387,159	\$2,337,034
2006	RENT - BUILDING	\$2,872,064	\$3,802,108	\$3,889,600
2007	RENT - MACHINE AND OTHER	\$473,267	\$771,297	\$767,826
2009	OTHER OPERATING EXPENSE	\$13,995,551	\$24,629,797	\$26,909,416
5000	CAPITAL EXPENDITURES	\$169,729	\$1,409,249	\$997,000
TOTAL, OBJECT OF EXPENSE		\$98,414,882	\$123,571,068	\$157,348,537

Method of Financing:

960	TRS Trust Account Fund	\$98,414,882	\$123,571,068	\$157,348,537
SUBTOTAL, MOF (OTHER FUNDS)		\$98,414,882	\$123,571,068	\$157,348,537

TOTAL, METHOD OF FINANCE :	\$98,414,882	\$123,571,068	\$157,348,537
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FULL TIME EQUIVALENT POSITIONS:	513.3	534.2	745.3
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3.A. Strategy Level Detail

DATE: 11/26/2019

TIME: 1:44:10PM

86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **323** Agency name: **Teacher Retirement System**

GOAL: 1 To Administer the System as an Employee Benefit Trust

OBJECTIVE: 1 Sound Retirement System

STRATEGY: 4 TRS Retirement Additional Annuity Payment

Service Categories:

Service: 09 Income: A.2 Age: B.2

CODE	DESCRIPTION	EXP 2018	EXP 2019	BUD 2020
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Objects of Expense:

1002 OTHER PERSONNEL COSTS	\$0	\$589,000,000	\$0
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TOTAL, OBJECT OF EXPENSE	\$0	\$589,000,000	\$0
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Method of Financing:

599 Economic Stabilization Fund	\$0	\$589,000,000	\$0
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SUBTOTAL, MOF (OTHER FUNDS)	\$0	\$589,000,000	\$0
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TOTAL, METHOD OF FINANCE :	\$0	\$589,000,000	\$0
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FULL TIME EQUIVALENT POSITIONS:

3.A. Strategy Level Detail

DATE: 11/26/2019

TIME: 1:44:10PM

86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **323** Agency name: **Teacher Retirement System**

GOAL: 1 To Administer the System as an Employee Benefit Trust

OBJECTIVE: 2 Health Care Program for Public Education Retirees Funded by Statute

STRATEGY: 1 Healthcare for Public Ed Retirees Funded by Statute. Estimated.

Service Categories:

Service: 06 Income: A.2 Age: B.2

CODE	DESCRIPTION	EXP 2018	EXP 2019	BUD 2020
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Objects of Expense:

1002 OTHER PERSONNEL COSTS	\$863,830,190	\$404,936,501	\$430,408,362
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TOTAL, OBJECT OF EXPENSE	\$863,830,190	\$404,936,501	\$430,408,362
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Method of Financing:

1 General Revenue Fund	\$863,830,190	\$404,936,501	\$430,408,362
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SUBTOTAL, MOF (GENERAL REVENUE FUNDS)	\$863,830,190	\$404,936,501	\$430,408,362
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TOTAL, METHOD OF FINANCE :	\$863,830,190	\$404,936,501	\$430,408,362
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FULL TIME EQUIVALENT POSITIONS:

3.A. Strategy Level Detail

DATE: 11/26/2019

TIME: 1:44:10PM

86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **323** Agency name: **Teacher Retirement System**

GOAL: 1 To Administer the System as an Employee Benefit Trust

OBJECTIVE: 3 Health care for Public Ed Retirees Funded by Supplemental State Funds

STRATEGY: 1 Healthcare for Public Ed Retirees Funded by Supplemental State Funds

Service Categories:

Service: 06 Income: A.2 Age: B.2

CODE	DESCRIPTION	EXP 2018	EXP 2019	BUD 2020
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Objects of Expense:

1002 OTHER PERSONNEL COSTS	\$0	\$0	\$232,965,108
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TOTAL, OBJECT OF EXPENSE	\$0	\$0	\$232,965,108
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Method of Financing:

1 General Revenue Fund	\$0	\$0	\$232,965,108
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SUBTOTAL, MOF (GENERAL REVENUE FUNDS)	\$0	\$0	\$232,965,108
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TOTAL, METHOD OF FINANCE :	\$0	\$0	\$232,965,108
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FULL TIME EQUIVALENT POSITIONS:

3.A. Strategy Level Detail

DATE: 11/26/2019

TIME: 1:44:10PM

86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	\$2,836,213,025	\$3,080,189,702	\$3,102,499,214
METHODS OF FINANCE :	\$2,836,213,025	\$3,080,189,702	\$3,102,499,214
FULL TIME EQUIVALENT POSITIONS:	513.3	534.2	745.3

4.A. Capital Budget Project Schedule
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/26/2019
TIME : 1:44:52PM

Agency code: 323

Agency name: Teacher Retirement System

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE

EXP 2018

EXP 2019

BUD 2020

5003 Repair or Rehabilitation of Buildings and Facilities

1/1 Building Renovations

OBJECTS OF EXPENSE

Capital

2001 PROFESSIONAL FEES AND SERVICES

\$215,267

\$648,990

\$1,500,000

2009 OTHER OPERATING EXPENSE

\$204

\$8,463,421

\$0

Capital Subtotal OOE, Project 1

\$215,471

\$9,112,411

\$1,500,000

Subtotal OOE, Project 1

\$215,471

\$9,112,411

\$1,500,000

TYPE OF FINANCING

Capital

CA 960 TRS Trust Account Fund

\$215,471

\$9,112,411

\$1,500,000

Capital Subtotal TOF, Project 1

\$215,471

\$9,112,411

\$1,500,000

Subtotal TOF, Project 1

\$215,471

\$9,112,411

\$1,500,000

2/2 Security Renovations

OBJECTS OF EXPENSE

Capital

5000 CAPITAL EXPENDITURES

\$0

\$0

\$100,000

Capital Subtotal OOE, Project 2

\$0

\$0

\$100,000

Subtotal OOE, Project 2

\$0

\$0

\$100,000

TYPE OF FINANCING

Capital

CA 960 TRS Trust Account Fund

\$0

\$0

\$100,000

Capital Subtotal TOF, Project 2

\$0

\$0

\$100,000

Subtotal TOF, Project 2

\$0

\$0

\$100,000

4.A. Capital Budget Project Schedule
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/26/2019**
TIME : **1:44:52PM**

Agency code: **323**

Agency name: **Teacher Retirement System**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE

EXP 2018

EXP 2019

BUD 2020

Capital Subtotal, Category 5003

\$215,471

\$9,112,411

\$1,600,000

Informational Subtotal, Category 5003

Total, Category 5003

\$215,471

\$9,112,411

\$1,600,000

5005 Acquisition of Information Resource Technologies

3/3 TEAM Program FY2018/2019

OBJECTS OF EXPENSE

Capital

1001 SALARIES AND WAGES

\$4,920,338

\$5,451,270

\$0

1002 OTHER PERSONNEL COSTS

\$181,535

\$131,881

\$0

2001 PROFESSIONAL FEES AND SERVICES

\$5,175,616

\$5,701,788

\$8,738,186

2003 CONSUMABLE SUPPLIES

\$665

\$120

\$0

2005 TRAVEL

\$1,831

\$0

\$0

2009 OTHER OPERATING EXPENSE

\$6,133

\$3,712

\$0

Capital Subtotal OOE, Project 3

\$10,286,118

\$11,288,771

\$8,738,186

Subtotal OOE, Project 3

\$10,286,118

\$11,288,771

\$8,738,186

TYPE OF FINANCING

Capital

CA 960 TRS Trust Account Fund

\$10,286,118

\$11,288,771

\$8,738,186

Capital Subtotal TOF, Project 3

\$10,286,118

\$11,288,771

\$8,738,186

Subtotal TOF, Project 3

\$10,286,118

\$11,288,771

\$8,738,186

4/4 Data Center Upgrade

OBJECTS OF EXPENSE

Capital

2001 PROFESSIONAL FEES AND SERVICES

\$50,000

\$53,829

\$50,000

2009 OTHER OPERATING EXPENSE

\$0

\$153,998

\$50,000

5000 CAPITAL EXPENDITURES

\$0

\$594,139

\$500,000

4.A. Capital Budget Project Schedule
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/26/2019**
TIME : **1:44:52PM**

Agency code: **323**

Agency name: **Teacher Retirement System**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE		EXP 2018	EXP 2019	BUD 2020
Capital Subtotal OOE, Project	4	\$50,000	\$801,966	\$600,000
Subtotal OOE, Project	4	\$50,000	\$801,966	\$600,000

TYPE OF FINANCING

Capital

CA 960 TRS Trust Account Fund

Capital Subtotal TOF, Project	4	\$50,000	\$801,966	\$600,000
Subtotal TOF, Project	4	\$50,000	\$801,966	\$600,000

5/5 Network Infrastructure

OBJECTS OF EXPENSE

Capital

2001 PROFESSIONAL FEES AND SERVICES		\$0	\$111,455	\$200,000
2004 UTILITIES		\$14,942	\$0	\$0
2009 OTHER OPERATING EXPENSE		\$9,323	\$82,034	\$15,000
5000 CAPITAL EXPENDITURES		\$107,639	\$614,898	\$285,000
Capital Subtotal OOE, Project	5	\$131,904	\$808,387	\$500,000
Subtotal OOE, Project	5	\$131,904	\$808,387	\$500,000

TYPE OF FINANCING

Capital

CA 960 TRS Trust Account Fund

Capital Subtotal TOF, Project	5	\$131,904	\$808,387	\$500,000
Subtotal TOF, Project	5	\$131,904	\$808,387	\$500,000

6/6 Investment System Modernization

OBJECTS OF EXPENSE

Capital

2001 PROFESSIONAL FEES AND SERVICES		\$0	\$229,960	\$165,000
2004 UTILITIES		\$12,400	\$0	\$0

4.A. Capital Budget Project Schedule
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/26/2019**
TIME : **1:44:52PM**

Agency code: **323**

Agency name: **Teacher Retirement System**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE		EXP 2018	EXP 2019	BUD 2020
2009	OTHER OPERATING EXPENSE	\$193,668	\$194,008	\$285,000
5000	CAPITAL EXPENDITURES	\$121	\$0	\$0
Capital Subtotal OOE, Project	6	\$206,189	\$423,968	\$450,000
Subtotal OOE, Project	6	\$206,189	\$423,968	\$450,000

TYPE OF FINANCING

Capital

CA	960 TRS Trust Account Fund	\$206,189	\$423,968	\$450,000
Capital Subtotal TOF, Project	6	\$206,189	\$423,968	\$450,000
Subtotal TOF, Project	6	\$206,189	\$423,968	\$450,000

8/8 PC Workstation Refresh

OBJECTS OF EXPENSE

Capital

2009	OTHER OPERATING EXPENSE	\$256,488	\$447,988	\$500,000
Capital Subtotal OOE, Project	8	\$256,488	\$447,988	\$500,000
Subtotal OOE, Project	8	\$256,488	\$447,988	\$500,000

TYPE OF FINANCING

Capital

CA	960 TRS Trust Account Fund	\$256,488	\$447,988	\$500,000
Capital Subtotal TOF, Project	8	\$256,488	\$447,988	\$500,000
Subtotal TOF, Project	8	\$256,488	\$447,988	\$500,000

9/9 Telephone Counseling Center Upgrade

FY2018/2019

OBJECTS OF EXPENSE

Capital

2001	PROFESSIONAL FEES AND SERVICES	\$0	\$638,857	\$0
2004	UTILITIES	\$0	\$1,242,155	\$0

4.A. Capital Budget Project Schedule
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/26/2019
TIME : 1:44:52PM

Agency code: 323

Agency name: Teacher Retirement System

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE		EXP 2018	EXP 2019	BUD 2020
2009	OTHER OPERATING EXPENSE	\$0	\$40,601	\$0
Capital Subtotal OOE, Project	9	\$0	\$1,921,613	\$0
Subtotal OOE, Project	9	\$0	\$1,921,613	\$0
TYPE OF FINANCING				
<u>Capital</u>				
CA	960 TRS Trust Account Fund	\$0	\$1,921,613	\$0
Capital Subtotal TOF, Project	9	\$0	\$1,921,613	\$0
Subtotal TOF, Project	9	\$0	\$1,921,613	\$0
Capital Subtotal, Category	5005	\$10,930,699	\$15,692,693	\$10,788,186
Informational Subtotal, Category	5005			
Total, Category	5005	\$10,930,699	\$15,692,693	\$10,788,186

8000 Centralized Accounting and Payroll/Personnel System (CAPPS)

*10/10 Centralized Accounting and
Payroll/Personnel System (CAPPS) – Enterprise
Resource Planning (ERP) Project.*

OBJECTS OF EXPENSE

Capital

1001	SALARIES AND WAGES	\$682,354	\$990,994	\$0
1002	OTHER PERSONNEL COSTS	\$49,742	\$77,117	\$0
2001	PROFESSIONAL FEES AND SERVICES	\$644,364	\$1,521,101	\$1,301,800
2009	OTHER OPERATING EXPENSE	\$7,772	\$78,235	\$100
Capital Subtotal OOE, Project	10	\$1,384,232	\$2,667,447	\$1,301,900
Subtotal OOE, Project	10	\$1,384,232	\$2,667,447	\$1,301,900

TYPE OF FINANCING

Capital

4.A. Capital Budget Project Schedule
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/26/2019
TIME : 1:44:52PM

Agency code: 323

Agency name: Teacher Retirement System

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE			EXP 2018	EXP 2019	BUD 2020
CA	960	TRS Trust Account Fund	\$1,384,232	\$2,667,447	\$1,301,900
Capital Subtotal TOF, Project 10			\$1,384,232	\$2,667,447	\$1,301,900
Subtotal TOF, Project 10			\$1,384,232	\$2,667,447	\$1,301,900
Capital Subtotal, Category 8000			\$1,384,232	\$2,667,447	\$1,301,900
Informational Subtotal, Category 8000					
Total, Category 8000			\$1,384,232	\$2,667,447	\$1,301,900
AGENCY TOTAL -CAPITAL			\$12,530,402	\$27,472,551	\$13,690,086
AGENCY TOTAL -INFORMATIONAL					
AGENCY TOTAL			\$12,530,402	\$27,472,551	\$13,690,086
METHOD OF FINANCING:					
<u>Capital</u>					
960 TRS Trust Account Fund			\$12,530,402	\$27,472,551	\$13,690,086
Total, Method of Financing-Capital			\$12,530,402	\$27,472,551	\$13,690,086
Total, Method of Financing			\$12,530,402	\$27,472,551	\$13,690,086
TYPE OF FINANCING:					
<u>Capital</u>					
CA CURRENT APPROPRIATIONS			\$12,530,402	\$27,472,551	\$13,690,086
Total, Type of Financing-Capital			\$12,530,402	\$27,472,551	\$13,690,086
Total, Type of Financing			\$12,530,402	\$27,472,551	\$13,690,086

Capital Budget Allocation to Strategies
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/26/2019**
TIME: **1:45:32PM**

Agency code: **323** Agency name: **Teacher Retirement System**

Category Code/Name

Project Sequence/Project Id/Name

	Goal/Obj/Str	Strategy Name	EXP 2018	EXP 2019	BUD 2020
5003 Repair or Rehabilitation of Buildings and Facilities					
	<i>1/1</i>	<i>Building Renovations</i>			
Capital	1-1-3	ADMINISTRATIVE OPERATIONS	215,471	9,112,411	\$1,500,000
		TOTAL, PROJECT	\$215,471	\$9,112,411	\$1,500,000
	<i>2/2</i>	<i>Security Renovations</i>			
Capital	1-1-3	ADMINISTRATIVE OPERATIONS	0	0	100,000
		TOTAL, PROJECT	\$0	\$0	\$100,000
5005 Acquisition of Information Resource Technologies					
	<i>3/3</i>	<i>TEAM Program FY18/19</i>			
Capital	1-1-3	ADMINISTRATIVE OPERATIONS	10,286,118	11,288,771	8,738,186
		TOTAL, PROJECT	\$10,286,118	\$11,288,771	\$8,738,186
	<i>4/4</i>	<i>Data Center Upgrade</i>			
Capital	1-1-3	ADMINISTRATIVE OPERATIONS	50,000	801,966	600,000
		TOTAL, PROJECT	\$50,000	\$801,966	\$600,000
	<i>5/5</i>	<i>Network Infrastructure</i>			
Capital	1-1-3	ADMINISTRATIVE OPERATIONS	131,904	808,387	500,000

Capital Budget Allocation to Strategies
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/26/2019**
TIME: **1:45:32PM**

Agency code: **323** Agency name: **Teacher Retirement System**

Category Code/Name

Project Sequence/Project Id/Name

Goal/Obj/Str Strategy Name			EXP 2018	EXP 2019	BUD 2020
TOTAL, PROJECT			\$131,904	\$808,387	\$500,000
6/6	Investment System Modernization				
Capital	1-1-3	ADMINISTRATIVE OPERATIONS	206,189	423,968	\$450,000
TOTAL, PROJECT			\$206,189	\$423,968	\$450,000
8/8	PC Workstation Refresh				
Capital	1-1-3	ADMINISTRATIVE OPERATIONS	256,488	447,988	500,000
TOTAL, PROJECT			\$256,488	\$447,988	\$500,000
9/9	Telephone Counseling Upg FY18/19				
Capital	1-1-3	ADMINISTRATIVE OPERATIONS	0	1,921,613	0
TOTAL, PROJECT			\$0	\$1,921,613	\$0
8000 Centralized Accounting and Payroll/Personnel System (CAPPS)					
10/10	CAPPS ERP Project FY18/19				
Capital	1-1-3	ADMINISTRATIVE OPERATIONS	1,384,232	2,667,447	1,301,900
TOTAL, PROJECT			\$1,384,232	\$2,667,447	\$1,301,900

Capital Budget Allocation to Strategies
86th Regular Session, Fiscal Year 2020 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/26/2019**
TIME: **1:45:32PM**

Agency code: **323** Agency name: **Teacher Retirement System**

Category Code/Name

Project Sequence/Project Id/Name

Goal/Obj/Str	Strategy Name	EXP 2018	EXP 2019	BUD 2020
	TOTAL CAPITAL, ALL PROJECTS	\$12,530,402	\$27,472,551	\$13,690,086
	TOTAL INFORMATIONAL, ALL PROJECTS			
	TOTAL, ALL PROJECTS	\$12,530,402	\$27,472,551	\$13,690,086