

**Department of Financial Institutions
Senate Bill No. 2008**

	FTE Positions	General Fund	Other Funds	Total
2001-03 executive budget (Governor Schafer) (bill as introduced)	23.00	\$0	\$3,479,396	\$3,479,396
2001-03 legislative appropriations	23.50		3,563,855	3,563,855
Legislative increase (decrease) to executive budget	.50	\$0	\$84,459	\$84,459
Legislative increase (decrease) to 1999-2001 appropriations	1.50	\$0	\$603,189	\$603,189
2001-03 Governor Hoeven's recommendation	23.00	\$0	\$3,479,396	\$3,479,396
Legislative increase (decrease) to Governor Hoeven's recommendation	.50	\$0	\$84,459	\$84,459

GOVERNOR HOEVEN'S RECOMMENDATIONS

The Hoeven recommendation did not change the Schafer recommendation.

SUMMARY OF LEGISLATIVE CHANGES TO THE EXECUTIVE BUDGET (SCHAFER) AND MAJOR FUNDING ITEMS

Salaries and Wages

The legislative action affecting the recommended appropriation for the Department of Financial Institutions is in accordance with legislative salary and fringe benefits guidelines as contained in House Bill No. 1015. In addition to the above appropriations, agencies may receive additional funding from the \$5 million appropriated in Section 1 of House Bill No. 1015 for special market equity adjustments for classified state employees whose salaries are the furthest from their respective salary range midpoints. The bill includes funding to provide a market equity adjustment of \$163 per month for the commissioner of the Department of Financial Institutions effective January 1, 2002.

	Major Items FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Decreased funding for a market equity increase for the commissioner by \$1,058, from \$4,484 to \$3,426. The executive budget included more funding than was necessary to provide for the \$163 per month increase effective January 1, 2002.			(\$1,058)	(\$1,058)
Increased funding for an additional .5 FTE position and related costs (\$51,517 for salaries and wages, \$30,000 for operating expenses, and \$4,000 for equipment) for the licensing and regulation of deferred presentment service providers, pursuant to 2001 House Bill No. 1273 (see Related Legislation section)	.50		85,517	85,517
Total	.50	\$0	\$84,459	\$84,459

FTE Changes

The Legislative Assembly did not change the executive recommendation to authorize a one FTE financial institution examiner I position for the examination of consumer finance companies. In addition, the Legislative Assembly authorized a .5 FTE position for the examination of deferred presentment service providers. The 2001 Legislative Assembly passed House Bill No. 1273, directing the Department of Financial Institutions to license and regulate deferred presentment service providers. The department indicated the need for an additional FTE position to carry out the provisions of House Bill No. 1273; the Legislative Assembly authorized a .5 FTE position and gave the department authority to request authorization from the Emergency Commission and the Budget Section for an additional .5 FTE.

Other Sections in Bill

Additional .5 FTE position - Section 2 was added authorizing an additional .5 FTE position for the licensing and regulation of deferred presentment service providers if determined necessary by the department and if approved by the Emergency Commission and the Budget Section.

Related Legislation

Deferred presentment service providers - House Bill No. 1273 provides for the licensing and regulation of deferred presentment service providers by the Department of Financial Institutions.

Agency name change - Senate Bill No. 2164 changes the name of the Department of Banking and Financial Institutions to the Department of Financial Institutions.