

**Department 413 - Department of Banking and Financial Institutions**  
**Senate Bill No. 2008**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
2001-03 Schafer Executive Budget	23.00		\$3,479,396	\$3,479,396
1999-2001 Legislative Appropriations	<u>22.00</u>		<u>2,960,666</u>	<u>2,960,666</u> <sup>1</sup>
Increase (Decrease)	<u>1.00</u>	<u>\$0</u>	<u>\$518,730</u>	<u>\$518,730</u>

2001-03 Hoeven Executive Budget	<u>23.00</u>		<u>\$3,479,396</u>	<u>\$3,479,396</u>
Hoeven Increase (Decrease) to Schafer	<u>0.00</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<sup>1</sup> The 1999-2001 appropriation includes \$4,284 of other funds for the agency's share of the \$5.4 million funding pool appropriated to the Office of Management and Budget (OMB) for special market equity adjustments for classified employees. The appropriation also includes \$22,702 of spending authority for equipment appropriated as an emergency measure by the 1999 Legislative Assembly and spent during the 1997-99 biennium.

**Major Schafer Recommendations Affecting Department of Banking and Financial Institutions 2001-03 Budget**

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
1. Provides funding for an equity salary increase of \$163 per month for the commissioner effective January 1, 2002 (the amount included in the executive budget is \$1,058 more than the required amount of \$3,426). (The Senate reduced this amount by \$1,058.)		\$4,484	\$4,484
2. Increases funding for operating expenses from \$529,272 to \$701,818 to reflect the following increases:			
Increased fees paid to the Information Technology Department and implementation of a records automation system		\$96,683	\$96,683
Increased motor pool rates		18,006	18,006
Rent increase		10,677	10,677
Anticipated increase in legal services provided by the Attorney General's office		20,321	20,321
Other		<u>26,859</u>	<u>26,859</u>
Total recommended increases		<u>\$172,546</u>	<u>\$172,546</u>
3. Decreases funding for equipment from \$64,082 to \$48,700.		\$15,382	\$15,382
4. Adds 1 FTE financial institution examiner I position and provides the following amounts for the examination of consumer finance companies and the investigation of consumer complaints:			
Salaries and wages		\$97,358	\$97,358
Operating expenses		9,700	9,700
Equipment		<u>4,000</u>	<u>4,000</u>
Total recommended appropriation		<u>\$111,058</u>	<u>\$111,058</u>

**Major Hoeven Recommendations Affecting Department of Banking and Financial Institutions 2001-03 Budget Compared to the Bill as Introduced (Schafer Budget)**

The Hoeven budget recommendation does not change the Schafer executive budget recommendation for this agency.

**Major Legislation Affecting the Department of Banking and Financial Institutions**

**House Bill No. 1273** - This bill provides for the licensing of deferred presentment service providers by the Department of Banking and Financial Institutions. The fiscal note indicates 2001-03 biennium other funds expenditures of \$138,144, other funds revenue of \$42,978, and the need for an additional FTE position for the department.

**Senate Bill No. 2164** - This bill changes the name of the Department of Banking and Financial Institutions to the Department of Financial Institutions. This bill has passed the Senate.

**Summary of Legislative Changes to Bill as Introduced**

See attached Statement of Purpose of Amendment.