

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1008 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
Department of Financial Institutions			
Salaries and wages	\$7,415,098	\$7,714,462	\$299,364
Operating expenses	1,671,409	2,121,917	450,508
Contingency	20,000	20,000	
Total all funds	\$9,106,507	\$9,856,379	\$749,872
Less estimated income	9,106,507	9,856,379	749,872
General fund	\$0	\$0	\$0
FTE	31.00	34.00	3.00
Bill total			
Total all funds	\$9,106,507	\$9,856,379	\$749,872
Less estimated income	9,106,507	9,856,379	749,872
General fund	\$0	\$0	\$0
FTE	31.00	34.00	3.00

House Bill No. 1008 - Department of Financial Institutions - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$7,415,098	\$1,042,458	\$8,457,556
Operating expenses	1,671,409	412,508	2,083,917
Contingency	20,000		20,000
Total all funds	\$9,106,507	\$1,454,966	\$10,561,473
Less estimated income	9,106,507	1,454,966	10,561,473
General fund	\$0	\$0	\$0
FTE	31.00	2.00	33.00

Department 413 - Department of Financial Institutions - Detail of House Changes

	Adjusts Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Adds Large Bank Examiner FTE Position³	Adds Licensing or Non-depository Examiner FTE Position⁴	Adds Funding for ITD Increases⁵	Adds Funding for Attorney General Fees⁶
Salaries and wages	\$55,175	\$560,541	\$226,922	\$199,820		
Operating expenses			30,945	30,945	\$618	\$250,000
Contingency						
Total all funds	\$55,175	\$560,541	\$257,867	\$230,765	\$618	\$250,000
Less estimated income	55,175	560,541	257,867	230,765	618	250,000
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	0.00	1.00	1.00	0.00	0.00

	Adds Funding for Dynamics Ongoing Maintenance Expenses⁷	Total House Changes
Salaries and wages		\$1,042,458
Operating expenses	\$100,000	412,508
Contingency		
Total all funds	\$100,000	\$1,454,966
Less estimated income	100,000	1,454,966
General fund	\$0	\$0
FTE	0.00	2.00

¹ Funding is added for cost to continue salary increases.

² The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance premiums from \$1,429 to \$1,648 per month:

	Other Funds
Salary increase	\$414,131
Health insurance increase	146,410
Total	\$560,541

³ Funding of \$257,867 is added for 1 FTE large bank examiner position (\$226,922) and related and operating expenses (\$30,945).

⁴ Funding of \$230,765 is added for 1 FTE licensing or non-depository examiner position (\$199,820) and related operating expenses (\$30,945).

⁵ Funding is added for Information Technology Department rate increases.

⁶ Funding is added for operating expenses for additional legal costs paid to the Attorney General.

⁷ Adds funding for a Dynamics ongoing system maintenance agreement.

This amendment also authorizes the Department of Financial Institutions to transfer appropriation authority between line items.

House Bill No. 1008 - Department of Financial Institutions - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$7,415,098	\$8,457,556	(\$729,716)	\$7,727,840
Operating expenses	1,671,409	2,083,917	68,945	2,152,862
Contingency	20,000	20,000		20,000
Total all funds	\$9,106,507	\$10,561,473	(\$660,771)	\$9,900,702
Less estimated income	9,106,507	10,561,473	(660,771)	9,900,702
General fund	\$0	\$0	\$0	\$0
FTE	31.00	33.00	2.00	35.00

Department 413 - Department of Financial Institutions - Detail of Senate Changes

	Adjusts Funding for Salary and Benefit Increases¹	Adjusts Funding for FTE Positions²	Removes Salary Funding for Funding Pool³	Total Senate Changes
Salaries and wages	\$137,227	\$399,820	(\$1,266,763)	(\$729,716)
Operating expenses		68,945		68,945
Contingency				
Total all funds	\$137,227	\$468,765	(\$1,266,763)	(\$660,771)
Less estimated income	137,227	468,765	(1,266,763)	(660,771)
General fund	\$0	\$0	\$0	\$0
FTE	0.00	2.00	0.00	2.00

¹ Salaries and wages funding is adjusted to provide for the 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	Other Funds
Salary increase	\$140,519
Health insurance adjustment	(3,292)
Total	\$137,227

The House provided salary adjustments of 4 percent on July 1, 2023, and July 1, 2024.

² Funding of \$468,765 from other funds is adjusted to the salaries and wages and operating expenses line items as follows:

	FTE	Salaries and Wages	Operating Expenses	Total
Adds 1 FTE licensing examiner position	1.00	\$199,820	\$30,945	\$230,765
Adds 1 FTE non-depository examiner position	1.00	199,820	30,945	230,765
Adds 1 FTE mortgage servicer examiner position	1.00	200,000	38,000	238,000
Removes 1 FTE licensing or non-depository examiner position	(1.00)	(199,820)	(30,945)	(230,765)
Total	2.00	\$399,820	\$68,945	\$468,765

³ Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	Other Funds
New FTE positions	(\$1,026,562)
Vacant FTE positions	(240,201)
Total	(\$1,266,763)

This amendment adds a section to provide for a Legislative Management study of the appropriation and management procedures for the Department of Financial Institutions.

House Bill No. 1008 - Department of Financial Institutions - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$7,415,098	\$8,457,556	(\$743,094)	\$7,714,462	\$7,727,840	(\$13,378)
Operating expenses	1,671,409	2,083,917	38,000	2,121,917	2,152,862	(30,945)
Contingency	20,000	20,000		20,000	20,000	
Total all funds	\$9,106,507	\$10,561,473	(\$705,094)	\$9,856,379	\$9,900,702	(\$44,323)
Less estimated income	9,106,507	10,561,473	(705,094)	9,856,379	9,900,702	(44,323)
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	31.00	33.00	1.00	34.00	35.00	(1.00)

Department 413 - Department of Financial Institutions - Detail of Conference Committee Changes

	Adjusts Funding for Salary and Benefit Increases ¹	Adds Funding for Mortgage Servicer Examiner Position ²	Removes Salary Funding for Funding Pool ³	Total Conference Committee Changes
Salaries and wages	\$123,849	\$200,000	(\$1,066,943)	(\$743,094)
Operating expenses		38,000		38,000
Contingency				
Total all funds	\$123,849	\$238,000	(\$1,066,943)	(\$705,094)
Less estimated income	123,849	238,000	(1,066,943)	(705,094)
General fund	\$0	\$0	\$0	\$0
FTE	0.00	1.00	0.00	1.00

¹ Salaries and wages funding is adjusted to provide for the 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates, the same as the Senate, as follows:

	Other Funds
Salary increase	\$127,141
Health insurance adjustment	(3,292)
Total	\$123,849

The House provided salary adjustments of 4 percent on July 1, 2023, and July 1, 2024.

² Funding of \$238,000 from other funds is added for 1 FTE mortgage servicer examiner position (\$200,000) and related operating expenses (\$38,000). The Senate also added funding for this position. The House and Senate added a second mortgage servicer examiner position in House Bill No. 1068.

³ Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	Other Funds
New FTE positions	(\$826,742)
Vacant FTE positions	(240,201)
Total	(\$1,066,943)

The Senate also removed this funding.

This amendment adds a section to provide for a Legislative Management study of the appropriation and management procedures for the Department of Financial Institutions, the same as the Senate. The Conference Committee did not include 1 FTE position added by the Senate.