

**Department of Financial Institutions
Budget No. 413
House Bill Nos. 1008 and 1068**

| | FTE Positions | General Fund | Other Funds | Total |
|--|---------------|--------------|---------------------|---------------------|
| 2023-25 legislative appropriations | 35.00 | \$0 | \$10,081,379 | \$10,081,379 |
| 2023-25 base budget | 31.00 | 0 | 9,106,507 | 9,106,507 |
| Legislative increase (decrease) to base budget | 4.00 | \$0 | \$974,872 | \$974,872 |

**SUMMARY OF LEGISLATIVE CHANGES TO THE BASE BUDGET AND MAJOR FUNDING ITEMS
Changes to Base Budget**

| | FTE Positions | General Fund | Other Funds | Total |
|---|---------------|--------------|------------------|------------------|
| The legislative action: | | | | |
| Adjusted funding for base payroll changes | | | \$55,175 | \$55,175 |
| Added funding to provide employee salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024 | | | 541,272 | 541,272 |
| Added funding for employee health insurance premiums to reflect a revised premium estimate of \$1,643 per month | | | 143,118 | 143,118 |
| Added 1 FTE large bank examiner position, 1 FTE mortgage servicer examiner position, and 1 FTE licensing or non-depository examiner position; of which \$626,742 is for salaries and wages and \$99,890 is for related operating expenses | 3.00 | | 726,632 | 726,632 |
| Added 1 FTE mortgage servicer examiner position, of which \$200,000 is for salaries and wages and \$25,000 is for related operating expenses in (House Bill No. 1068) | 1.00 | | 225,000 | 225,000 |
| Transferred funding for new FTE positions and estimated savings from vacant FTE positions to a new and vacant FTE funding pool in the Office of Management and Budget | | | (1,066,943) | (1,066,943) |
| Added funding for Information Technology Department rate increase | | | 618 | 618 |
| Added funding for Attorney General fees | | | 250,000 | 250,000 |
| Added funding for Dynamics ongoing maintenance agreement | | | 100,000 | 100,000 |
| Total | 4.00 | \$0 | \$974,872 | \$974,872 |

FTE Changes

The Legislative Assembly approved 35 FTE positions for the Department of Financial Institutions for the 2023-25 biennium, an increase of 4 FTE positions from the 2021-23 biennium authorized level of 31 FTE positions. The Legislative Assembly added the following positions:

- 1 FTE large bank examiner position
- 2 FTE mortgage servicer examiner positions
- 1 FTE licensing or non-depository examiner position

Other Sections in House Bill No. 1008

Exemption - Line item transfers - Section 3 authorizes the Department of Financial Institutions to transfer funds between line items during the 2023-25 biennium and requires the department to report the transfers to the Legislative Council.

Legislative Management study - Appropriation procedures - Section 4 provides for a Legislative Management study to review the appropriation and management procedures for the Department of Financial Institutions.

Related Legislation

Senate Bill No. 2015 (2023) - Funding pools - Includes funding pools from which the agency may receive allocations, including the:

- Employer retirement contribution pool from which the agency is to receive \$42,723 from other funds in accordance with provisions of Section 23 of Senate Bill No. 2015 for the 1 percent employer retirement contribution increase provided for in House Bill No. 1040 (2023);
- New and vacant FTE funding pool from which the agency may request funding when hiring new FTE positions or if the agency does not realize sufficient savings from vacant FTE positions in accordance with provisions of Section 22 of Senate Bill No. 2015; and
- Targeted market equity pool from which the agency may receive an allocation as determined by the Office of Management and Budget in accordance with provisions of Section 20 of Senate Bill No. 2015.

Senate Bill No. 2090 - Residential mortgage lenders - Creates a separate chapter in the North Dakota Century Code relating to residential mortgage lending.

Senate Bill No. 2119 - Money transmitters - Provides for the regulation of money transmitters by the Department of Financial Institutions.