

FISCAL NOTE

(Return original and 10 copies)

Bill/Resolution No.: HB 1441 Amendment to: _____

Requested by Legislative Council Date of Request: 1-18-95

1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, and cities.

Narrative:

See attached.

2. State fiscal effect in dollar amounts:

	<u>1993-95</u> <u>Biennium</u>		<u>1995-97</u> <u>Biennium</u>		<u>1997-99</u> <u>Biennium</u>	
	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>
Revenues:	0	0	0	\$351,480	0	\$702,960
Expenditures:	0	0	0	\$351,480	0	\$702,960

3. What, if any, is the effect of this measure on the appropriation for your agency or department:

- a. For rest of 1993-95 biennium: None
- b. For the 1995-97 biennium: \$351,480
- c. For the 1997-99 biennium: \$702,960

4. County and City fiscal effect in dollar amounts: None

	<u>1993-95</u> <u>Biennium</u>		<u>1995-97</u> <u>Biennium</u>		<u>1997-99</u> <u>Biennium</u>	
	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>

If additional space is needed, attach a supplemental sheet.

Signed 

Typed Name Gary D. Preszler
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Department and Financial Institutions

Date Prepared: 1-26-95

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HOUSE BILL NO. 1441

House Bill No. 1441 will result in significant additional responsibilities for the Department to examine banks operating multi-state.

The Commissioner will likely enter into agreements with other state supervisors relating to the examinations of state-chartered banks. The Department would, however, have the responsibility to examine North Dakota state-chartered bank branches located in other states where the host state supervisor does not examine the branch. Further, it is anticipated that banks located in another state establishing a branch in North Dakota and the home state supervisor does not send examiners to North Dakota, will require the Department examine the North Dakota branch. Because of the added responsibilities to examine out-of-state and in-state branches, it is estimated that the Department will require two additional FTE examiner positions for the 1995-97 biennium, and another two examiners for the 1997-99 biennium. Consequently, the salary and wage line item for the 1995-97 biennium must be increased by \$165,280. Additionally, because of anticipated expenses to travel out of state, the operating expense line item must be increased by \$190,200 for the 1995-97 biennium.

House Bill No. 1441 will also reduce the revenue to the Department as an interstate banking application fee is being eliminated. Further, House Bill No. 1441 does not authorize annual assessments of an out-of-state bank's North Dakota branch. Since the Department is a fully self-supporting agency, however, the State Banking Board will be required to raise the North Dakota state-chartered bank assessments to replace this lost revenue.