

**Securities Department
Senate Bill No. 2011**

	FTE Positions	General Fund	Other Funds	Total
2003-05 executive budget (bills as introduced)	8.00	\$1,093,303	\$311,580	\$1,404,883
2003-05 legislative appropriations	8.00	1,080,165	311,580	1,391,745
Legislative increase (decrease) to executive budget	0.00	(\$13,138)	\$0	(\$13,138)
Legislative increase (decrease) to 2001-03 appropriations	0.00	(\$42,782)	\$311,580	\$268,798

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

Salaries and Wages

The legislative action affecting the recommended appropriation for the Securities Department is in accordance with legislative salary and fringe benefits guidelines as contained in Senate Bill No. 2423, which allows agencies to provide salary increases of up to 1 percent on January 1, 2004, and up to 2 percent on January 1, 2005, to be funded in part from pooled savings accumulated from agency FTE position reductions.

	Major Items FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Removed funding recommended in the executive budget for state employee salary increases		(\$10,392)		(\$10,392)
Reduced funding recommended in the executive budget for state employee health insurance premiums from \$493 to \$488.70 per month per policy		(826)		(826)
Reduced funding for information technology. The amount reduced represents a reduction in information technology funding of approximately 5 percent.		(1,920)		(1,920)
Total	0.00	(\$13,138)	\$0	(\$13,138)

FTE Changes

The Legislative Assembly did not change the executive recommendation which included funding for 8 FTE positions, the same as the 2001-03 biennium.

Related Legislation

Securities Department - Senate Bill No. 2084 provides for an agency name change from the Office of the Securities Commissioner to the Securities Department. In addition, the bill provides for the Securities Department to administer the investor education and technology fund. Payments for tuition or other costs associated with educational services or materials provided by the department, grants or donations for the purpose of investor education received by the department, and various civil penalties assessed by the Securities Commissioner are to be deposited in the fund. Funds in the investor education and technology fund are to be appropriated for education services to the public relating to any of the financial services industries, including the securities industry, and to provide for technology needs of the department. Section 3 of the bill changes the nonprofit security registration fee of \$150 annually to an initial registration fee of \$150 and a subsequent year registration to be changed to a renewal fee of \$100. This change is anticipated to decrease general fund revenues by \$1,200 per biennium.