

Office of the State Bank Commissioner

Expenditure	Actual FY 2020	Approved FY 2021	Approved FY 2022	Approved FY 2023
All Funds:				
State Operations	\$ 10,343,090	\$ 10,966,248	\$ 12,090,773	\$ 12,649,189
Aid to Local Units	-	-	-	-
Other Assistance	90,192	75,000	100,000	100,000
<i>Subtotal-Operating</i>	<u>\$ 10,433,282</u>	<u>\$ 11,041,248</u>	<u>\$ 12,190,773</u>	<u>\$ 12,749,189</u>
Capital Improvements	-	-	-	-
TOTAL	<u><u>\$ 10,433,282</u></u>	<u><u>\$ 11,041,248</u></u>	<u><u>\$ 12,190,773</u></u>	<u><u>\$ 12,749,189</u></u>
State General Fund:				
State Operations	\$ -	\$ -	\$ -	\$ -
Aid to Local Units	-	-	-	-
Other Assistance	-	-	-	-
<i>Subtotal-Operating</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Capital Improvements	-	-	-	-
TOTAL	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Percent Change:				
Operating Expenditures				
All Funds	1.6 %	5.8 %	10.4 %	4.6 %
State General Fund	--	--	--	--
FTE Positions	107.0	107.0	110.0	110.0

The approved budget for the Office of the State Bank Commissioner in FY 2021 is \$11.0 million, all from special revenue funds. This is an increase of \$607,966, or 5.8 percent, above the FY 2020 actual expenditures. The increase is primarily associated with the agency anticipating all positions being filled, as well as the replacement of computer equipment in FY 2021. The approved budget includes 107.0 FTE positions, which is the same as the FY 2020 actual number.

The approved budget for the Office of the State Bank Commissioner for FY 2022 is \$12.2 million, all from special revenue funds. This is an increase of \$1.1 million, or 10.4 percent, above the FY 2021 approved budget. The increase is primarily due to anticipated expenditures supporting the certification and examination of Technology-enabled Fiduciary Financial Institutions (TEFFIs) associated with the passage of 2021 Senate Sub. for HB 2074. The resumption of in-person

activities such as trainings and examinations also contribute to the increase. The approved budget also includes 110.0 FTE positions, which is an increase of 3.0 FTE positions above the FY 2021 approved number. This increase is attributed to new positions to certify and examine TEFFIs.

The approved budget for the Office of the State Bank Commissioner for FY 2023 is \$12.7 million, all from special revenue funds. This is an increase of \$558,416, or 4.6 percent, above the FY 2022 approved budget. The increase is primarily due to anticipated expenditures supporting certification and examination of TEFFIs as the number of these entities increases. The approved budget also includes 110.0 FTE positions, which is the same as the FY 2022 approved number.

Governor's Vetoes. The Governor vetoed provisions of 2021 HB 2007 authorizing the agency to raise the per diem compensation rate for board members in FY 2021.

Office of the State Bank Commissioner

Agency Estimate/Request	FY 2021			FY 2022			FY 2023		
	SGF	All Funds	FTE	SGF	All Funds	FTE	SGF	All Funds	FTE
Agency Estimate/Request	\$ -	\$ 11,187,875	107.0	\$ -	\$ 11,719,978	107.0	\$ -	\$ 11,956,497	107.0
Governor's Changes:									
1. Board Member Compensation Deletion	\$ -	\$ (12,420)	-	\$ -	\$ (12,420)	-	\$ -	\$ (12,420)	-
2. Governor's Veto - Board Member Compensation Authorization	-	-	-	-	-	-	-	-	-
<i>Subtotal - Governor's Recommendation</i>	\$ -	\$ 11,175,455	107.0	\$ -	\$ 11,707,558	107.0	\$ -	\$ 11,944,077	107.0
Change from Agency Est./Req.	\$ -	\$ (12,420)	-	\$ -	\$ (12,420)	-	\$ -	\$ (12,420)	-
Percent Change from Agency Est./Req.	-- %	(0.1)%	-- %	-- %	(0.1)%	-- %	-- %	(0.1)%	-- %
Legislative Action:									
3. Deletion of Agency Salary Increases	\$ -	\$ (141,227)	-	\$ -	\$ (303,285)	-	\$ -	\$ (194,888)	-
4. TEFFI Certification and Examination	-	-	-	-	786,500	3.0	-	1,000,000	3.0
5. Increasing Board Member Compensation to \$100	-	7,020	-	-	-	-	-	-	-
TOTAL APPROVED	\$ -	\$ 11,041,248	107.0	\$ -	\$ 12,190,773	110.0	\$ -	\$ 12,749,189	110.0
Change from Gov. Rec.	\$ -	\$ (134,207)	-	\$ -	\$ 483,215	3.0	\$ -	\$ 805,112	3.0
Percent Change from Gov. Rec.	-- %	(1.2)%	-- %	-- %	4.1 %	2.8 %	-- %	6.7 %	2.8 %
Change from Agency Est./Req.	\$ -	\$ (146,627)	-	\$ -	\$ 470,795	3.0	\$ -	\$ 792,692	3.0
Percent Change from Agency Est./Req.	-- %	(1.3)%	0.0 %	-- %	4.0 %	2.8 %	-- %	6.6 %	2.8 %

- The Governor deleted \$12,420, all from special revenue funds, in FY 2021, FY 2022, and FY 2023. This was due to the Governor not recommending the agency's request to increase board member compensation from \$35 to \$150 per day of actual meeting attendance.
- The Governor vetoed 2021 HB 2007 section 4(b), authorizing the Office of State Bank Commissioner to raise the per diem

- compensation rate for board members from \$35 to \$100 in FY 2021.
- The Legislature deleted \$141,227 in FY 2021, \$303,285 for FY 2022, and \$194,888 for FY 2023, all from special revenue funds. The Legislature removed salary adjustments that were requested outside of the Governor's proposed executive branch pay plan. For the Office of the State Bank Commissioner, this salary

adjustment included merit-based increases based on annual performance reviews.

4. The Legislature added \$786,500 for FY 2022 and \$1.0 million for FY 2023, all from special revenue funds, for expenditures associated with TEFFIs, established by 2021 Senate Sub. for HB 2074.
5. The Legislature added \$7,020, all from special revenue funds, and language authorizing the Office of the State Bank Commissioner to increase board member per diem compensation to \$100 in FY 2021. The Governor vetoed these provisions; see Item 2.