


FY 2012
FY 2013


HOUSE AGRICULTURE AND NATURAL RESOURCES BUDGET COMMITTEE

State Bank Commissioner


Representative Sharon Schwartz, Chair


Representative Stevert Johnson


Representative Don Schroeder, Vice-Chair


Representative Harold Lane


Representative Sydney Carlin,
Ranking Minority Member


Representative Larry Powell


Representative Dan Collins


Representative Tom Sloan


Representative Carl Holmes

House Budget Committee Report

Agency: Office of the State Bank Commissioner **Bill No. --**

Bill Sec. --

Analyst: Weir

Analysis Pg. No. --

Budget Page No. 480

Expenditure Summary	Agency Request FY 2012	Governor Recommendation FY 2012	Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	9,590,272	9,222,414	546,958
Subtotal	<u>\$ 9,590,272</u>	<u>\$ 9,222,414</u>	<u>\$ 546,958</u>
Capital Improvements			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 9,590,272</u></u>	<u><u>\$ 9,222,414</u></u>	<u><u>\$ 546,958</u></u>
FTE positions			
	99.0	99.0	0.0
Non FTE Uncl. Perm. Pos.	5.0	5.0	0.0
TOTAL	<u><u>104.0</u></u>	<u><u>104.0</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests FY 2012 revised operating expenditures of \$9,590,272, including \$9,308,522 from the Bank Commissioner Fee Fund, and \$281,750 from the Consumer Education and Settlement Fund. The request is an all funds increase of \$367,781, or 4.0 percent, above the FY 2011 revised estimate. This request includes \$20,900 for an enhancement request for the replacement of one agency van, all from the Bank Commissioner Fee Fund. Other increases include \$384,011 for salaries and wages, and \$96,414 for contractual services; while reductions include \$4,682 for commodities, and \$53,962 for capital outlay. The request includes 99.0 FTE positions, and 5.0 non-FTE unclassified permanent positions.

Governor's Recommendation

The **Governor** recommends FY 2012 operating expenditures of \$9,222,414, including \$8,940,664 from the Bank Commissioner Fee Fund, and \$281,750 from the Consumer Education Settlement Fund. The recommendation is a decrease of \$367,858, or 3.8 percent, below the agency's FY 2012 request, and an increase of \$53,923, or 0.6 percent, above the Governor's FY 2011 recommendation. The decrease from the agency request is attributable to the Governor not recommending the agency's enhancement request totaling \$20,900 for the replacement of one agency van, and the following reductions: \$75,000 in travel expenditures in the Bank Regulation program, \$19,000 in employee tuition expenditures in the Bank Regulation

Appropriations Committee

Date February 16, 2011

Attachment 3-2

program, \$122,539 for salaries and wages shrinkage in the Bank Regulation program, \$4,302 for salaries and wages shrinkage in the Trust Regulation program, \$1,000 for travel in the Trust Regulation program, \$70,117 for salaries and wages shrinkage in the Consumer Mortgage Regulation program, \$35,000 for advertising in the Consumer Mortgage Regulation program, and \$20,000 in travel in the Consumer Mortgage Regulation program.

Senate Subcommittee Recommendation

The **House Budget Committee** concurs with the Governor's recommendation for FY 2012, and makes the following additions:

1. Add \$200,000, all from the agency's special revenue funds, to increase the agency expenditure limitation by the amount of the revenue transfer reduction to the State General fund in FY 2012.
2. Add \$196,958, all to the Bank Commissioner Fee Fund, for salaries and wages. The House Budget Committee reduced the agency's shrinkage rate from 5.0 percent to 2.5 percent for FY 2012.
3. Add \$150,000, all to the Bank Commissioner Fee Fund, for contractual services. The majority of expenditures in this category are for travel to examination locations and training for examination staff.
4. The House Budget Committee recommends the suspension of the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2012. This would result in a decrease of \$200,000 to the State General Fund for FY 2012.
5. The House Budget Committee recommends that the Committee revisit the agency's enhancement request for \$20,900, for the replacement of one agency vehicle for FY 2012 at Omnibus.

Appropriations Committee

Date February 16, 2011

Attachment 3-3

House Budget Committee Report

Agency: Office of the State Bank Commissioner **Bill No. --**

Bill Sec. --

Analyst: Weir

Analysis Pg. No. --

Budget Page No. 480

Expenditure Summary	Agency Request FY 2013	Governor Recommendation FY 2013	Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	10,024,652	9,625,550	555,902
Subtotal	<u>\$ 10,024,652</u>	<u>\$ 9,625,550</u>	<u>\$ 555,902</u>
Capital Improvements			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 10,024,652</u></u>	<u><u>\$ 9,625,550</u></u>	<u><u>\$ 555,902</u></u>
FTE positions			
FTE positions	99.0	99.0	0.0
Non FTE Uncl. Perm. Pos.	5.0	5.0	0.0
TOTAL	<u><u>104.0</u></u>	<u><u>104.0</u></u>	<u><u>0.0</u></u>

Agency Request

The **agency** requests FY 2013 revised operating expenditures of \$10,024,652, including \$9,742,902 from the Bank commissioner Fee Fund, and \$281,750 from the Consumer Education and Settlement Fund. The request is an all funds increase of \$434,380, or 4.5 percent, above the FY 2012 request. Most of the increase is in salaries and wages (\$340,986). The request also includes an enhancement request for \$43,200, all from the Bank Commissioner Fee Fund, for the replacement of two agency vans. The request includes 99.0 FTE positions, and 5.0 non-FTE unclassified permanent positions.

Governor's Recommendation

The **Governor** recommends FY 2013 operating expenditures of \$9,625,550, including \$9,343,800 from the Bank Commissioner Fee Fund, and \$281,750 from the Consumer Education Settlement Fund. The recommendation is a decrease of \$399,102, or 4.0 percent, below the agency's FY 2013 request, and an increase of \$403,136, or 4.4 percent, above the Governor's FY 2012 recommendation. The decrease from the agency's request is attributable to the Governor not recommending the agency's enhancement request totaling \$43,200 for the replacement of two agency vans, and the following reductions: \$75,000 in travel expenditures in the Bank Regulation program, \$19,000 in employee tuition expenditures in the Bank Regulation program, \$127,752 for shrinkage in the Bank Regulation program, \$4,371 for shrinkage in the Trust Regulation program, \$1,000 for travel in the Trust Regulation program, \$73,779 for

Appropriations Committee

Date February 16, 2011

Attachment 3-4

shrinkage in the Consumer Mortgage Regulation program, \$35,000 for advertising in the Consumer Mortgage Regulation program, and \$20,000 in travel in the Consumer Mortgage Regulation program.

Senate Subcommittee Recommendation

The **House Budget Committee** concurs with the Governor's recommendation for FY 2013, and makes the following additions:

1. Add \$200,000, all from the agency's special revenue funds, to increase the agency expenditure limitation by the amount of the revenue transfer reduction to the State General fund in FY 2012.
2. Add \$205,902, all to the Bank Commissioner Fee Fund, for salaries and wages. The House Budget Committee reduced the agency's shrinkage rate from 5.0 percent to 2.5 percent for FY 2013.
3. Add \$150,000, all to the Bank Commissioner Fee Fund, for contractual services. The majority of expenditures in this category are for travel to examination locations and training for examination staff for FY 2013.
4. The House Budget Committee recommends the suspension of the statutory requirement to remit 20.0 percent, up to a maximum of \$200,000, of the agency's fee receipts to the State General Fund for FY 2013. This would result in a decrease of \$200,000 to the State General Fund for FY 2013.
5. The House Budget Committee recommends that the Committee revisit the agency's enhancement request for \$43,200, for the replacement of two agency vehicles for FY 2013 at Omnibus.

Appropriations Committee

Date February 16, 2011

Attachment 3-5