

# House Budget Committee Report

**Agency:** Office of the State Bank Commissioner

**Bill No.** HB 2273

**Bill Sec.** 4

**Analyst:** Light

**Analysis Pg. No.** Vol. I, p. 583

**Budget Page No.** 118

Expenditure Summary	Agency Request FY 2024	Governor Recommendation FY 2024	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	13,028,873	12,959,736	12,420
<i>Subtotal</i>	<u>\$ 13,028,873</u>	<u>\$ 12,959,736</u>	<u>\$ 12,420</u>
<b>Capital Improvements:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><u>\$ 13,028,873</u></u>	<u><u>\$ 12,959,736</u></u>	<u><u>\$ 12,420</u></u>
FTE positions	112.0	112.0	0.0

## Agency Request

The **agency** requests \$13.0 million, all from special revenue funds, for FY 2024. This is an increase of \$65,164, or 0.5 percent, above the FY 2023 revised estimate. Notable items in the agency request include the following:

- **ENHANCEMENT - BOARD MEMBER PER DIEM.** The request includes an enhancement request to maintain the supplemental request from FY 2023 for increased board member per diem rates. The agency has historically reported having issues recruiting for the State Banking Board due in large part to the low per diem rate.
- **ENHANCEMENT - STAFF SALARY INCREASES.** The request includes an enhancement request to continue to provide merit-based staff salary increases requested in the FY 2023 revised estimate. The agency has historically reported having issues retaining staff due in part to wage competition with the private sector as well as adjoining states and federal counterparts.
- **ENHANCEMENT - TWO ADDITIONAL STAFF.** This request also continues the 2.0 additional FTE positions requested in FY 2023. The two IT Examiners would conduct IT exams for banks to check for risks and exposures in cybersecurity.

The agency requests 112.0 FTE positions for FY 2014. This is the same number as the

revised estimate for FY 2023.

### **Governor's Recommendation**

The **Governor** recommends \$13.0 million, all from special revenue funds, for FY 2024. This is a decrease of \$69,137, or 0.5 percent, below the agency's request for FY 2024. The Governor's recommendation does not include the enhancement requests for board member per diem increases or staff salary increases. The Governor's recommendation does include \$158,527, all from special revenue funds, for 2.0 FTE IT examiner positions.

The Governor's recommendation includes 112.0 FTE positions, which is the same as the agency's request for FY 2024.

### **House Budget Committee Recommendation**

The **Budget Committee** concurs with the Governor's recommendation with the following adjustment:

1. Add \$12,420 from special revenue funds to pay for board member per diem increases from \$35 to \$150 and add language to direct that this money can only be used if there is a change in the statutory limit for board member per diems for FY 2024.

### **House Committee Recommendation**

The **Committee** concurs with the Budget Committee's recommendation with the following adjustments:

1. Delete \$12,420, all special revenue funds, to increase board member per diem rates from \$35 to \$150 and delete language that this money can be used only if there is a change in the statutory limit for board member per diem for for FY 2024. Review this deletion and language at Omnibus.
2. Delete \$158,527, all special revenue funds, and 2.0 FTE positions requested for IT examiners for FY 2024. Review at Omnibus.

### **House Committee of the Whole Recommendation (House Sub. for SB 42)**

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2024.

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### Senate Subcommittee Report

**Agency:** Office of the State Bank Commissioner

**Bill No.** SB 155

**Bill Sec.** 4

**Analyst:** Light

**Analysis Pg. No.** Vol I, p. 583

**Budget Page No.** 118

Expenditure Summary	Agency Request FY 2024	Governor Recommendation FY 2024	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	13,028,873	12,959,736	12,420
<i>Subtotal</i>	<u>\$ 13,028,873</u>	<u>\$ 12,959,736</u>	<u>\$ 12,420</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>TOTAL</b>	<u><b>\$ 13,028,873</b></u>	<u><b>\$ 12,959,736</b></u>	<u><b>\$ 12,420</b></u>
FTE positions	112.0	112.0	0.0

#### Agency Request

The **agency** requests \$13.0 million, all from special revenue funds, for FY 2024. This is an increase of \$65,164, or 0.5 percent, above the FY 2023 revised estimate. Notable items in the agency request include the following:

- **ENHANCEMENT - BOARD MEMBER PER DIEM.** The request includes an enhancement request to maintain the supplemental request from FY 2023 for increased board member per diem rates. The agency has historically reported having issues recruiting for the State Banking Board due in large part to the low per diem rate.
- **ENHANCEMENT - STAFF SALARY INCREASES.** The request includes an enhancement request to continue to provide merit-based staff salary increases requested in the FY 2023 revised estimate. The agency has historically reported having issues retaining staff due in part to wage competition with the private sector as well as adjoining states and federal counterparts.
- **ENHANCEMENT - TWO ADDITIONAL STAFF.** This request also continues the 2.0 additional FTE positions requested in FY 2023. The two IT Examiners would conduct IT exams for banks to check for risks and exposures in cybersecurity.

The agency requests 112.0 FTE positions for FY 2014. This is the same number as the revised estimate for FY 2023.

### **Governor's Recommendation**

The **Governor** recommends \$13.0 million, all from special revenue funds, for FY 2024. This is a decrease of \$69,137, or 0.5 percent, below the agency's request for FY 2024. The Governor's recommendation does not include the enhancement requests for board member per diem increases or staff salary increases. The Governor's recommendation does include \$158,527, all from special revenue funds, for 2.0 FTE IT examiner positions.

The Governor's recommendation includes 112.0 FTE positions, which is the same as the agency's request for FY 2024.

### **Senate Committee on Transparency and Ethics Recommendation**

The **Committee** concurs with the Governor's recommendation with the following adjustment:

1. Add \$12,420 all from special revenue funds to pay for board member per diem increases and add language to direct that this money can only be used if there is a change in the statutory limit for board member per diem for FY 2024.

### **Senate Committee Recommendation**

The **Committee** concurs with the Transparency and Ethics Committee's recommendation for FY 2024.

### **Senate Committee of the Whole Recommendation (Sub. for SB 155)**

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2024.

### **Conference Committee Recommendation (HB 2184)**

The **Conference Committee** concurs with the Governor's recommendation for FY 2024 with the following adjustments:

1. Delete \$13.0 million, all from special revenue funds, to eliminate the agency's budget for FY 2024 and review at Omnibus.
2. Delete 2.0 FTE positions for additional IT examiners for FY 2024.
3. Consider the possible addition of \$12,420, all from special revenue funds, for a board member per diem rate increase for FY 2024 at Omnibus.

### **Omnibus Action (SB 25)**

1. Add \$13.0 million, all from special revenue funds, to restore the agency's budget for FY 2024.

2. Add 2.0 FTE positions for additional IT examiners for FY 2024.

**State Finance Council**

1. Add \$462,247, all from special revenue funds, for a salary adjustment for most state employees based on the Department of Administration Market Survey and a 5.0 percent salary adjustment for employees with job classifications that are not included in the Market Survey for FY 2024.

	Governor's Recommendation FY 2024	Legislative Action Mega Bill	Legislative Approved FY 2024	Legislative Action Omnibus Bill	Final Legislative Approved FY 2024
<b>All Funds</b>					
State Operations	\$ 12,809,736	\$ (12,809,736)	\$ 0	\$ 13,271,983	\$ 13,271,983
Aid to Local Units	0	0	0	0	0
Other Assistance	150,000	(150,000)	0	150,000	150,000
<i>Subtotal - Operations</i>	<i>\$ 12,959,736</i>	<i>\$ (12,959,736)</i>	<i>\$ 0</i>	<i>\$ 13,421,983</i>	<i>\$ 13,421,983</i>
Capital Improvements	0	0	0	0	0
<b>TOTAL</b>	<b><u>\$ 12,959,736</u></b>	<b><u>\$ (12,959,736)</u></b>	<b><u>\$ 0</u></b>	<b><u>\$ 13,421,983</u></b>	<b><u>\$ 13,421,983</u></b>

**State General Fund**

State Operations	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<i>Subtotal - Operating</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>	<i>\$ 0</i>
Capital Improvements	0	0	0	0	0
<b>TOTAL</b>	<b><u>\$ 0</u></b>	<b><u>\$ 0</u></b>	<b><u>\$ 0</u></b>	<b><u>\$ 0</u></b>	<b><u>\$ 0</u></b>

FTE Positions	112.0	(2.0)	110.0	2.0	112.0
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