

**Department 413 - Department of Financial Institutions**  
**House Bill No. 1008**

**Executive Budget Comparison to Base Level**

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
2023-25 Executive Budget	\$0	\$10,929,465	\$10,929,465
2023-25 Base Level	0	9,106,507	9,106,507
Increase (Decrease)	\$0	\$1,822,958	\$1,822,958

**Selected Budget Changes Recommended in the Executive Budget**

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
1. Adds funding for state employee salary and benefit increases, of which \$554,650 is for salary increases and \$143,118 is for health insurance increases	\$0	\$697,768	\$697,768
2. Adds 3 FTE positions, including large bank examiner, licensing examiner, and nondepository examiner, of which \$626,562 is for salaries and wages and \$92,835 is for ongoing operating expenses	\$0	\$719,397	\$719,397
3. Adds funding for Attorney General fees to provide a total of \$300,000	\$0	\$250,000	\$250,000
4. Adds funding for Dynamics ongoing maintenance agreement	\$0	\$100,000	\$100,000

A summary of the executive budget changes to the agency's base level appropriations is attached as an appendix.

A copy of the draft appropriations bill containing the executive budget recommendations is attached as an appendix.

**Selected Bill Sections Recommended in the Executive Budget**

**Line item transfers** - Section 3 would authorize the Department of Financial Institutions to transfer between line items during the 2023-25 biennium and requires the department to notify the Office of Management and Budget and the Legislative Council.

**Continuing Appropriations**

There are no continuing appropriations for this agency.

**Deficiency Appropriations**

There are no deficiency appropriations for this agency.

**Significant Audit Findings**

There are no significant audit findings for this agency.

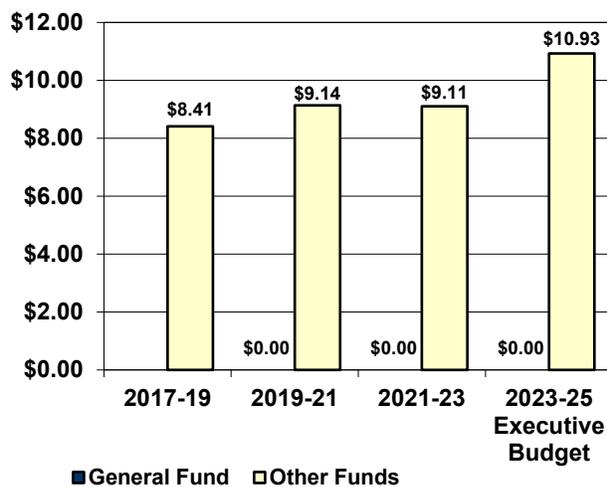
**Major Related Legislation**

**House Bill No. 1068** - Relates to residential mortgage loan servicers.

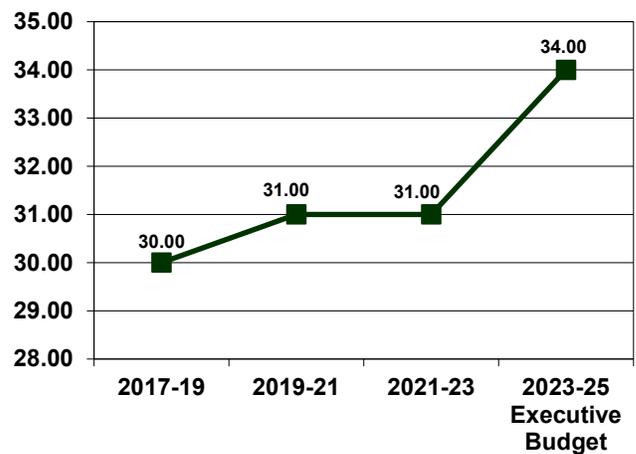
# Historical Appropriations Information

## Agency Appropriations and FTE Positions

**Agency Funding (Millions)**



**FTE Positions**



### Ongoing Other Funds Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25 Executive Budget
Ongoing other funds appropriations	\$8,389,442	\$8,409,912	\$8,684,567	\$9,106,507	\$10,929,465
Increase (decrease) from previous biennium	N/A	\$20,470	\$274,655	\$421,940	\$1,822,958
Percentage increase (decrease) from previous biennium	N/A	0.2%	3.3%	4.9%	20.0%
Cumulative percentage increase (decrease) from 2015-17 biennium	N/A	0.2%	3.5%	8.5%	30.3%

### Major Increases (Decreases) in Ongoing Other Funds Appropriations

**2017-19 Biennium**

1. Reduced funding for salaries and wages in anticipation of savings from vacant positions and employee turnover (\$185,196)
2. Reduced contingency funding to provide \$20,000 (\$57,000)

**2019-21 Biennium**

1. Added 1 FTE cybersecurity/money transmitter examiner (\$194,559) and related operating expenses (\$60,000) \$254,559

**2021-23 Biennium**

1. Increased funding for professional development to provide a total of \$363,059 \$130,280
2. Reduced funding for travel to provide a total of \$547,376 (\$104,024)

**2023-25 Biennium (Executive Budget Recommendation)**

1. Adds funding for Attorney General fees to provide a total of \$300,000 \$250,000
2. Adds funding for Dynamics ongoing maintenance agreement \$100,000

**One-Time Other Funds Appropriations**

	<b>2015-17</b>	<b>2017-19</b>	<b>2019-21</b>	<b>2021-23</b>	<b>2023-25 Executive Budget</b>
One-time other funds appropriations	\$0	\$0	\$451,305	\$0	\$0

**Major One-Time Other Funds Appropriations**

**2017-19 Biennium**

1. No one-time other funds appropriations \$0

**2019-21 Biennium**

1. Information technology project \$451,305

**2021-23 Biennium**

1. No one-time other funds appropriations \$0

**2023-25 Biennium (Executive Budget Recommendation)**

1. No one-time other funds appropriations \$0

**Department of Financial Institutions - Budget No. 413**  
**House Bill No. 1008**  
**Base Level Funding Changes**

	<b>Executive Budget Recommendation</b>			
	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2023-25 Biennium Base Level</b>	31.00	\$0	\$9,106,507	\$9,106,507
<b>2023-25 Ongoing Funding Changes</b>				
Cost to continue salary increase			\$55,175	\$55,175
Salary increase			554,650	554,650
Health insurance increase			143,118	143,118
Adds 1 FTE large bank examiner position	1.00		257,867	257,867
Adds 1 FTE licensing examiner position	1.00		230,765	230,765
Adds 1 FTE non-depository examiner position	1.00		230,765	230,765
Adds funding for IT rate increase			618	618
Adds funding for Attorney General fees			250,000	250,000
Adds funding for Dynamics ongoing maintenance			100,000	100,000
Total ongoing funding changes	3.00	\$0	\$1,822,958	\$1,822,958
<b>One-time funding items</b>				
No one-time funding items				\$0
Total one-time funding changes	0.00	\$0	\$0	\$0
<b>Total Changes to Base Level Funding</b>	3.00	\$0	\$1,822,958	\$1,822,958
<b>2023-25 Total Funding</b>	34.00	\$0	\$10,929,465	\$10,929,465
<i>Federal funds included in other funds</i>			\$0	
<i>Total ongoing changes as a percentage of base level</i>	9.7%		20.0%	20.0%
<i>Total changes as a percentage of base level</i>	9.7%		20.0%	20.0%

**Other Sections in Department of Financial Institutions - Budget No. 413**

	<b>Executive Budget Recommendation</b>			
	Line item transfers	Section 3 would authorize the Department of Financial Institutions to transfer funds between line items during the 2023-25 biennium.		

**HOUSE BILL NO. 1008**  
**(Governor's Recommendation)**

Introduced by

Appropriations Committee

(At the request of the Governor)

A bill for an act to provide an appropriation for defraying the expenses of the department of financial institutions.

**BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

**SECTION 1. APPROPRIATION.** The funds provided in this section, or so much of the funds as may be necessary, are appropriated from special funds derived from other income, to the department of financial institutions for the purpose of defraying the expenses of the department of financial institutions, for the biennium beginning July 1, 2023 and ending June 30, 2025 as follows:

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and Wages	\$7,415,098	\$1,379,505	\$8,794,603
Operating Expenses	1,671,409	443,453	2,114,862
Contingency	<u>20,000</u>	<u>0</u>	<u>20,000</u>
Total Special Funds	\$9,106,507	\$1,822,958	\$10,929,465
Full-time Equivalent Positions	31.00	3.00	34.00

**SECTION 2. ONE-TIME FUNDING.** The following amounts reflect the one-time funding items approved by the sixty-seventh legislative assembly for the 2021-23 biennium:

<u>One-Time Funding Description</u>	<u>2021-23</u>	<u>2023-25</u>
	<u>\$0</u>	<u>\$ 0</u>
Total Other Funds	\$0	\$ 0

**SECTION 3. LINE ITEM TRANSFERS.** Notwithstanding section 54-16-04, the department of financial institutions may transfer between line items within section 1 of this Act during the biennium beginning July 1, 2023 and ending June 30, 2025. The department of financial institutions shall notify the office of management and budget and the legislative council of any transfer made pursuant to this section.