

**Department 414 - Securities Department  
Senate Bill No. 2011**

**First Chamber Comparison to Base Level**

	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
2023-25 First Chamber Version	\$0	\$3,287,366	\$3,287,366
2023-25 Base Level	0	2,808,984	2,808,984
Increase (Decrease)	\$0	\$478,382	\$478,382

**First Chamber Changes**

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

**Continuing Appropriations**

**Investor education and technology fund** - North Dakota Century Code Section 10-04-03 - This fund receives funding from tuition, grants, donations, and certain civil penalties assessed by the Securities Commissioner. The money in the fund can be used for public education services and for the technology needs of the Securities Department.

**Investor restitution fund** - Section 10-04-03 - This fund is used to deposit civil penalties collected from enforcement action to be distributed to aggrieved investors.

**Deficiency Appropriations**

There are no deficiency appropriations for this agency.

**Significant Audit Findings**

There are no major audit findings for this agency.

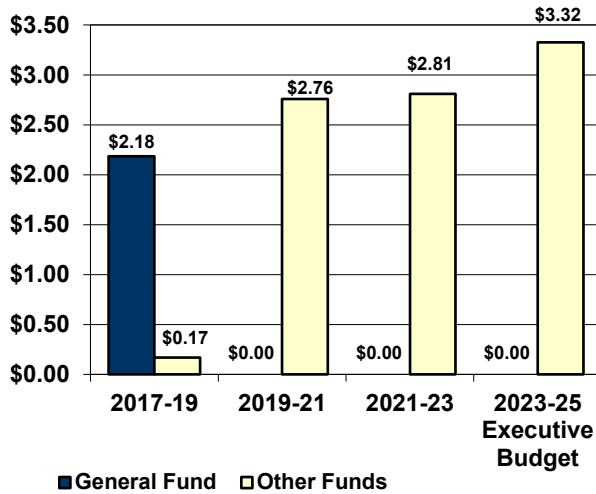
**Major Related Legislation**

**Senate Bill No. 2325 - Vulnerable adult restitution fund** - Creates a vulnerable adult restitution fund and authorizes up to \$1 million of Securities Department revenues to be deposited in the fund each biennium.

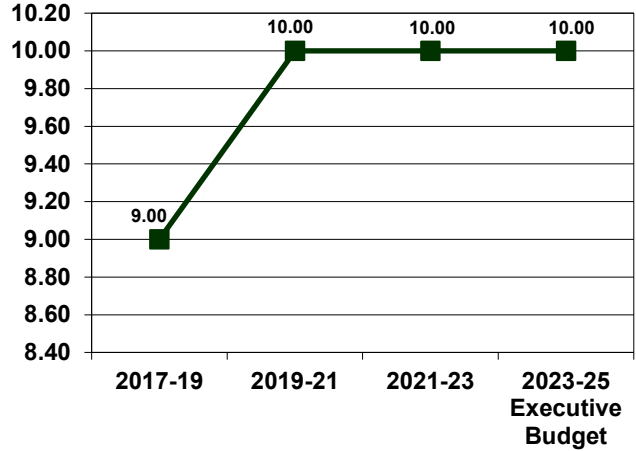
# Historical Appropriations Information

## Agency Appropriations and FTE Positions

Agency Funding (Millions)



FTE Positions



### Ongoing Agency Appropriations<sup>1</sup>

	2015-17	2017-19	2019-21	2021-23	2023-25 Executive Budget
Ongoing appropriations	\$2,237,326	\$2,184,714	\$2,757,119	\$2,808,984	\$3,174,894
Increase (decrease) from previous biennium	N/A	(\$52,612)	\$572,405	\$51,865	\$365,910
Percentage increase (decrease) from previous biennium	N/A	(2.4%)	26.2%	1.9%	13.0%
Cumulative percentage increase (decrease) from 2015-17 biennium	N/A	(2.4%)	23.2%	25.6%	41.9%

<sup>1</sup>The agency changed from receiving its appropriations primarily from the general fund to entirely from other funds beginning in the 2019-21 biennium.

### Major Increases (Decreases) in Ongoing Agency Appropriations

#### 2017-19 Biennium

Restored a portion of funding from the general fund for operating expenses that was removed as a result of the August 2016 general fund budget reductions \$46,545

#### 2019-21 Biennium

1. Added from the general fund for 1 FTE financial technology research and investigation position (\$209,294) and related operating expenses (\$23,000) \$232,294
2. Added funding from other funds for rent and for the statewide cost allocation plan \$64,000

#### 2021-23 Biennium

Added funding for Microsoft Office 365 licensing expenses \$1,542

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

1. Adds funding for information technology rate increases \$1,326
2. Adds funding for blockchain analytics software licenses \$150,000
3. Adds funding for increased audit costs \$10,000

**One-Time Agency 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	\$0	\$0	\$150,000

**Major One-Time Agency Appropriations**

**2017-19 Biennium**

None \$0

**2019-21 Biennium**

None \$0

**2021-23 Biennium**

None \$0

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

Adds **one-time funding** for enhancements to the case management system and securities filing portal \$150,000

**Securities Department - Budget No. 414**  
**Senate Bill No. 2011**  
**Base Level Funding Changes**

	Executive Budget Recommendation				Senate Version			
	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total
<b>2023-25 Biennium Base Level</b>	10.00	\$0	\$2,808,984	\$2,808,984	10.00	\$0	\$2,808,984	\$2,808,984
<b>2023-25 Ongoing Funding Changes</b>								
Base payroll changes			\$15,806	\$15,806			\$15,806	\$15,806
Salary increase			152,770	152,770			114,414	114,414
Health insurance increase			36,008	36,008			36,836	36,836
Information technology rate increase			1,326	1,326			1,326	1,326
Cryptocurrency enforcement - blockchain licenses			150,000	150,000			150,000	150,000
Increased audit costs			10,000	10,000			10,000	10,000
<b>Total ongoing funding changes</b>	<b>0.00</b>	<b>\$0</b>	<b>\$365,910</b>	<b>\$365,910</b>	<b>0.00</b>	<b>\$0</b>	<b>\$328,382</b>	<b>\$328,382</b>
<b>One-Time Funding Items</b>								
Case management and filing portal enhancements			\$150,000	\$150,000			\$150,000	\$150,000
<b>Total one-time funding changes</b>	<b>0.00</b>	<b>\$0</b>	<b>\$150,000</b>	<b>\$150,000</b>	<b>0.00</b>	<b>\$0</b>	<b>\$150,000</b>	<b>\$150,000</b>
<b>Total Changes to Base Level Funding</b>	<b>0.00</b>	<b>\$0</b>	<b>\$515,910</b>	<b>\$515,910</b>	<b>0.00</b>	<b>\$0</b>	<b>\$478,382</b>	<b>\$478,382</b>
<b>2023-25 Total Funding</b>	<b>10.00</b>	<b>\$0</b>	<b>\$3,324,894</b>	<b>\$3,324,894</b>	<b>10.00</b>	<b>\$0</b>	<b>\$3,287,366</b>	<b>\$3,287,366</b>
<i>Federal funds included in other funds</i>			\$0				\$0	
<i>Total ongoing changes as a percentage of base level</i>	<i>0.0%</i>		<i>13.0%</i>	<i>13.0%</i>	<i>0.0%</i>		<i>11.7%</i>	<i>11.7%</i>
<i>Total changes as a percentage of base level</i>	<i>0.0%</i>		<i>18.4%</i>	<i>18.4%</i>	<i>0.0%</i>		<i>17.0%</i>	<i>17.0%</i>

**Other Sections in Securities Department - Budget No. 414**

	Executive Budget Recommendation	Senate Version
	There are no other sections recommended to be added in the executive budget.	No other sections.