

## House Budget Committee Report

**Agency:** Office of the State Bank Commissioner      **Bill No.** HB 2592      **Bill Sec.** 2  
**Analyst:** Moore      **Analysis Pg. No.** Vol. 1, pg. 547      **Budget Page No.** 118

Expenditure Summary	Agency Estimate FY 2022	Governor Recommendation FY 2022	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	12,040,176	11,877,452	0
<i>Subtotal</i>	<u>\$ 12,040,176</u>	<u>\$ 11,877,452</u>	<u>\$ 0</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>\$ 12,040,176</u></u>	<u><u>\$ 11,877,452</u></u>	<u><u>\$ 0</u></u>
FTE positions	110.0	110.0	0.0

### Agency Estimate

The **agency** requests a revised estimate of \$12.0 million, all from special revenue funds, in FY 2022. This is a decrease of \$150,597, or 1.2 percent, below the FY 2022 approved amount. The revised estimate includes 110.0 FTE positions, which is the same as the approved FY 2022 number. Significant items in the agency estimate include the following:

- **BOARD MEMBER PER DIEM AND STAFF SALARY INCREASES.** The revised estimate includes two supplemental requests to increase the board member per diem rates and provide merit-based staff salary increases. The agency has historically reported having issues retaining staff due in part to wage competition with the private sector. Similarly, the agency has reported having issues recruiting for the State Banking Board due in large part to the low per diem rate.
- **STAFF RETIREMENTS AND RESIGNATIONS.** Offsetting the two supplemental requests are decreased expenditures for salaries and wages. The agency experienced several long-term staff retirements and resignations in FY 2021, which were filled with newer hires at a lower pay rate. As such, the agency adjusted its salary and wage expenditures to account for the lower compensation for these new hires.
- **TRAVEL-RELATED EXPENDITURES DUE TO THE COVID-19 PANDEMIC.** The revised estimate also includes several decreases for travel-related expenditures

resulting from the COVID-19 pandemic. The agency originally anticipated resuming travel in FY 2021, however the agency reports that as the pandemic continues, it anticipates returning to travel in January 2022 instead.

**Governor's Recommendation**

The **Governor** recommends \$11.9 million, all from special revenue funds, in FY 2022 expenditures. This is a decrease of \$162,724, or 1.4 percent, below the agency's FY 2022 revised estimate. This decrease is due to the Governor not recommending the agency's supplemental requests. The recommendation also includes 110.0 FTE positions, which is the same as the agency's FY 2022 revised estimate number.

**House Budget Committee Recommendation**

The **Budget Committee** concurs with the Governor's recommendation in FY 2022.

**House Committee Recommendation**

The **Committee** concurs with the Governor's recommendation in FY 2022.

**House Committee of the Whole Recommendation (House Sub. for Sub. for SB 267)**

The **Committee of the Whole** concurs with the Committee's recommendation in FY 2022.

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### Senate Subcommittee Report

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

**Bill No.** SB 444

**Bill Sec.** 2

**Analyst:** Moore

**Analysis Pg. No.** Vol. 1, pg. 547

**Budget Page No.** 118

Expenditure Summary	Agency Estimate FY 2022	Governor Recommendation FY 2022	Senate Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	12,040,176	11,877,452	0
<i>Subtotal</i>	<u>\$ 12,040,176</u>	<u>\$ 11,877,452</u>	<u>\$ 0</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>\$ 12,040,176</u></u>	<u><u>\$ 11,877,452</u></u>	<u><u>\$ 0</u></u>
FTE positions	110.0	110.0	0.0

#### Agency Estimate

The **agency** requests a revised estimate of \$12.0 million, all from special revenue funds, in FY 2022. This is a decrease of \$150,597, or 1.2 percent, below the FY 2022 approved amount. The revised estimate includes 110.0 FTE positions, which is the same as the approved FY 2022 number. Significant items in the agency estimate include the following:

- **BOARD MEMBER PER DIEM AND STAFF SALARY INCREASES.** The revised estimate includes two supplemental requests to increase the board member per diem rates and provide merit-based staff salary increases. The agency has historically reported having issues retaining staff due in part to wage competition with the private sector. Similarly, the agency has reported having issues recruiting for the State Banking Board due in large part to the low per diem rate.
- **STAFF RETIREMENTS AND RESIGNATIONS.** Offsetting the two supplemental requests are decreased expenditures for salaries and wages. The agency experienced several long-term staff retirements and resignations in FY 2021, which were filled with newer hires at a lower pay rate. As such, the agency adjusted its salary and wage expenditures to account for the lower compensation for these new hires.

- **TRAVEL-RELATED EXPENDITURES DUE TO THE COVID-19 PANDEMIC.** The revised estimate also includes several decreases for travel-related expenditures resulting from the COVID-19 pandemic. The agency originally anticipated resuming travel in FY 2021, however the agency reports that as the pandemic continues, it anticipates returning to travel in January 2022 instead.

### **Governor's Recommendation**

The **Governor** recommends \$11.9 million, all from special revenue funds, in FY 2022 expenditures. This is a decrease of \$162,724, or 1.4 percent, below the agency's FY 2022 revised estimate. This decrease is due to the Governor not recommending the agency's supplemental requests. The recommendation also includes 110.0 FTE positions, which is the same as the agency's FY 2022 revised estimate number.

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

The **Committee on Transparency and Ethics** concurs with the Governor's recommendation in FY 2022 with the following notation:

1. The Committee notes that it has heard the agency's supplemental requests for an increase in board member per diem rates as well as staff salaries increases, and would recommend that the Senate Committee on Ways and Means give consideration to SB 299 to increase the per diem rates for members of the State Banking Board. In addition, the Committee on Transparency and Ethics recommends the Senate Committee on Ways and Means consider the agency's supplemental request for fund to provide merit based increases in staff salaries.

### **Senate Committee Recommendation**

The **Committee** concurs with the Committee on Transparency and Ethics' recommendation for FY 2022 with the following notation:

1. The Committee notes that it has heard the agency's supplemental request for an increase in board member per diem rates and would prefer to give consideration to SB 299 to increase the per diem rates for members of the State Banking Board or another piece of legislation to increase the per diem rates for members of all state boards.

### **Senate Committee of the Whole Recommendation (Sub. for SB 444)**

The **Committee of the Whole** concurs with the Committee's recommendation in FY 2022.

### **Conference Committee Recommendation (House Sub. for Sub. for SB 267)**

The **Committee** concurs with the Governor's recommendation in FY 2022.

### **Omnibus Activity (HB 2510)**

No action taken in FY 2022.

	Governor's Recommendation FY 2022	Legislative Action	Legislative Approved FY 2022	Governor's Vetoed FY 2022	Final Legislative Approved FY 2022
<b>All Funds</b>					
State Operations	\$ 11,727,452	\$ 0	\$ 11,727,452	\$ 0	\$ 11,727,452
Aid to Local Units	0	0	0	0	0
Other Assistance	150,000	0	150,000	0	150,000
<i>Subtotal - Operations</i>	<i>\$ 11,877,452</i>	<i>\$ 0</i>	<i>\$ 11,877,452</i>	<i>\$ 0</i>	<i>\$ 11,877,452</i>
Capital Improvements	0	0	0	0	0
<b>TOTAL</b>	<b>\$ 11,877,452</b>	<b>\$ 0</b>	<b>\$ 11,877,452</b>	<b>\$ 0</b>	<b>\$ 11,877,452</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>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

FTE Positions	110.0	0.0	110.0	0.0	110.0
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