

# 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 Request FY 2023	Governor Recommendation FY 2023	House Budget Committee Adjustments
<b>Operating Expenditures:</b>			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	12,404,441	12,237,285	0
<i>Subtotal</i>	<u>\$ 12,404,441</u>	<u>\$ 12,237,285</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>\$ 12,404,441</u></u>	<u><u>\$ 12,237,285</u></u>	<u><u>\$ 0</u></u>
FTE positions	110.0	110.0	0.0

### Agency Request

The **agency** requests a revised estimate of \$12.4 million, all from special revenue funds, for FY 2023. This is a decrease of \$344,748, or 2.7 percent, below the FY 2023 approved amount. The revised estimate includes 110.0 FTE positions, which is the same as the approved FY 2023 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 continue the increased board member per diem rates and merit-based staff salary increases from FY 2022.
- **STAFF RETIREMENTS AND RESIGNATIONS.** Offsetting the two supplementals are decreased expenditures for salaries and wages. As the OSBC is a biennial agency, the 2021 Legislature approved a FY 2023 budget. As such, when the agency originally planned its budget, it included several long-term staff who subsequently retired or resigned in FY 2021. As such, the agency adjusted its salary and wage expenditures to account for the lower compensation rates for these new hires.

### Governor's Recommendation

The **Governor** recommends \$12.2 million, all from special revenue funds, for FY 2023 expenditures. This is a decrease of \$167,156, or 1.4 percent, below the agency's FY 2023 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 2023 revised estimate number.

### **House Budget Committee Recommendation**

The **Budget Committee** concurs with the Governor's recommendation for FY 2023 with the following adjustments:

1. Recommend that House Committee on Appropriations request the Legislative Coordinating Council establish an 2022 Interim joint special committee to study the differences in state board member compensation rates between various boards and that such interim committee provide a report to House Committee on Appropriations and the Senate Committee on Ways and Means before January 15, 2023.

### **House Committee Recommendation**

The **Committee** concurs with the Budget Committee's recommendation for FY 2023.

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

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2023.

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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 Request FY 2023	Governor Recommendation FY 2023	Senate Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	12,404,441	12,237,285	0
<i>Subtotal</i>	<u>\$ 12,404,441</u>	<u>\$ 12,237,285</u>	<u>\$ 0</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><u>\$ 12,404,441</u></u>	<u><u>\$ 12,237,285</u></u>	<u><u>\$ 0</u></u>
FTE positions	110.0	110.0	0.0

### Agency Request

The **agency** requests a revised estimate of \$12.4 million, all from special revenue funds, for FY 2023. This is a decrease of \$344,748, or 2.7 percent, below the FY 2023 approved amount. The revised estimate includes 110.0 FTE positions, which is the same as the approved FY 2023 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 continue the increased board member per diem rates and merit-based staff salary increases from FY 2022.
- **STAFF RETIREMENTS AND RESIGNATIONS.** Offsetting the two supplemental requests are decreased expenditures for salaries and wages. As the OSBC is a biennial agency, the 2021 Legislature approved a FY 2023 budget. As such, when the agency originally planned its budget, it included several long-term staff who subsequently retired or resigned in FY 2021. As such, the agency adjusted its salary and wage expenditures to account for the lower compensation rates for these new hires.

### **Governor's Recommendation**

The **Governor** recommends \$12.2 million, all from special revenue funds, for FY 2023 expenditures. This is a decrease of \$167,156, or 1.4 percent, below the agency's FY 2023 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 2023 revised estimate number.

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

The **Committee on Transparency and Ethics** concurs with the Governor's recommendation for FY 2023 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 2023 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 for FY 2023.

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

The **Committee** concurs with the Governor's recommendation for FY 2023.

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

No action taken for FY 2023.

### **State Finance Council**

1. Add \$427,163, all from special revenue funds, for a 5.0 percent salary adjustment for most state employees for FY 2023. This adjustment excludes statewide elected officials, current beneficiaries of the 24/7 pay plan, with other specific limitations for employees who receive salary adjustments in other portions of the appropriations bill.

	Governor's Recommendation FY 2023	Legislative Action	Legislative Approved FY 2023	Governor's Veto FY 2023	Final Legislative Approved FY 2023
<b>All Funds</b>					
State Operations	\$ 12,087,285	\$ 427,163	\$ 12,514,448	\$ 0	\$ 12,514,448
Aid to Local Units	0	0	0	0	0
Other Assistance	150,000	0	150,000	0	150,000
<i>Subtotal - Operations</i>	<i>\$ 12,237,285</i>	<i>\$ 427,163</i>	<i>\$ 12,664,448</i>	<i>\$ 0</i>	<i>\$ 12,664,448</i>
Capital Improvements	0	0	0	0	0
<b>TOTAL</b>	<b>\$ 12,237,285</b>	<b>\$ 427,163</b>	<b>\$ 12,664,448</b>	<b>\$ 0</b>	<b>\$ 12,664,448</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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