

Department of Banking DOB37000

Permanent Full-Time Positions

Fund	Actual FY 21	Actual FY 22	Appropriation FY 23	Governor Recommended		Legislative	
				FY 24	FY 25	FY 24	FY 25
Banking Fund	118	118	115	120	120	125	128

Budget Summary

Account	Actual FY 21	Actual FY 22	Appropriation FY 23	Governor Recommended		Legislative	
				FY 24	FY 25	FY 24	FY 25
Personal Services	11,241,345	11,595,010	12,339,923	13,723,514	13,893,048	14,145,315	14,628,566
Other Expenses	1,347,721	1,372,316	1,266,070	1,335,510	1,335,510	1,373,010	1,375,510
Equipment	43,789	8,988	44,900	44,900	44,900	44,900	44,900
Other Current Expenses							
Fringe Benefits	10,213,537	10,608,172	11,224,469	12,898,028	13,041,963	13,295,049	13,763,422
Indirect Overhead	161,101	365,058	554,708	319,072	319,072	319,072	319,072
Agency Total - Banking Fund	23,007,493	23,949,544	25,430,070	28,321,024	28,634,493	29,177,346	30,131,470

Account	Governor Recommended		Legislative		Difference from Governor	
	FY 24	FY 25	FY 24	FY 25	FY 24	FY 25

Policy Revisions

Create the Financial Protection & Innovation Team

Personal Services	488,002	488,002	780,803	780,803	292,801	292,801
Other Expenses	69,440	69,440	69,440	69,440	-	-
Fringe Benefits	439,202	439,202	702,723	702,723	263,521	263,521
Total - Banking Fund	996,644	996,644	1,552,966	1,552,966	556,322	556,322
Positions - Banking Fund	5	5	8	8	3	3

Background

The Governor's Recommended Budget creates the Financial Protection and Innovation Team. The proposed team would be responsible for analyzing, regulating, and overseeing highly specialized areas of the banking industry such as cannabis banking, cryptocurrency, and cybersecurity, with more enforcement focus on Fair Credit, Truth-in-Lending, and other consumer protection laws.

Governor

Provide funding of \$996,644 and five positions in FY 24 and FY 25 to create the Financial Protection and Innovation Team.

Legislative

Provide funding of \$1,552,966 and eight positions in FY 24 and FY 25 to expand the team by three positions.

Provide Funding to Establish the Office of the Student Loan Ombudsman

Personal Services	-	-	129,000	231,000	129,000	231,000
Other Expenses	-	-	37,500	30,000	37,500	30,000
Fringe Benefits	-	-	133,500	239,000	133,500	239,000
Total - Banking Fund	-	-	300,000	500,000	300,000	500,000
Positions - Banking Fund	-	-	2	3	2	3

Background

Sections 166 through 169 of PA 23-204, the FY 24 and FY 25 budget, establish an Office of the Student Loan Ombudsman within the Department of Banking to provide timely assistance to any student loan borrower and require private education lenders and creditors to register with the department.

Account	Governor Recommended		Legislative		Difference from Governor	
	FY 24	FY 25	FY 24	FY 25	FY 24	FY 25

Legislative

Provide funding of \$300,000 and two positions in FY 24 and \$500,000 and three positions in FY 25 to establish the Office of the Student Loan Ombudsman in the Department of Banking.

Provide Funding for Regulation of Commercial Financing Transactions

Personal Services	-	-	-	211,717	-	211,717
Other Expenses	-	-	-	10,000	-	10,000
Fringe Benefits	-	-	-	218,938	-	218,938
Total - Banking Fund	-	-	-	440,655	-	440,655
Positions - Banking Fund	-	-	-	2	-	2

Background

PA 23-201, *An Act Requiring Certain Financing Disclosures*, requires the Department of Banking to enforce provisions of the act relating to commercial financing transactions.

Legislative

Provide funding of \$440,655 and two positions in FY 25 for the regulation of commercial financing transactions.

Current Services

Provide Funding for Existing Wage Agreements

Personal Services	1,363,854	1,533,388	1,363,854	1,533,388	-	-
Fringe Benefits	1,157,923	1,301,858	1,157,923	1,301,858	-	-
Total - Banking Fund	2,521,777	2,835,246	2,521,777	2,835,246	-	-

Background

The Governor's Recommended Budget provides net funding of \$237.2 million in FY 24 and \$394 million in FY 25, across six appropriated funds, to reflect current wage-related adjustments resulting from existing wage agreements.

Governor

Provide funding of \$2,521,777 in FY 24 and \$2,835,246 in FY 25 to reflect this agency's increased wage costs.

Legislative

Same as Governor

Remove FY 2023 Funding for 27th Payroll

Personal Services	(468,265)	(468,265)	(468,265)	(468,265)	-	-
Fringe Benefits	(397,561)	(397,561)	(397,561)	(397,561)	-	-
Total - Banking Fund	(865,826)	(865,826)	(865,826)	(865,826)	-	-

Background

The FY 23 Revised Budget included a total of \$128,456,014 for an extra 27th pay period for six appropriated funds. There are usually 26 pay periods in a fiscal year, but every 11 years there is an additional 27th pay period.

Governor

Remove funding of \$865,826 in both FY 24 and FY 25 to reflect 26 pay periods in each fiscal year.

Legislative

Same as Governor

Adjust Fringe Benefits to Reflect Actual Rates

Fringe Benefits	473,995	473,995	473,995	473,995	-	-
Total - Banking Fund	473,995	473,995	473,995	473,995	-	-

Account	Governor Recommended		Legislative		Difference from Governor	
	FY 24	FY 25	FY 24	FY 25	FY 24	FY 25

Background

The fringe benefits costs for employees supported by funds other than the General Fund are budgeted within their respective agencies, as opposed to the fringe benefit account within the Office of the State Comptroller.

Governor

Provide funding of \$473,995 in both FY 24 and FY 25 to ensure sufficient funds for fringe benefits.

Legislative

Same as Governor

Fund Indirect Overhead at Comptroller's Projected Amount

Indirect Overhead	(235,636)	(235,636)	(235,636)	(235,636)	-	-
Total - Banking Fund	(235,636)	(235,636)	(235,636)	(235,636)	-	-

Background

Agencies funded outside the General Fund are charged with indirect overhead costs by the Office of the State Comptroller for utilizing certain centralized state agency services.

Governor

Reduce funding by \$235,636 in both FY 24 and FY 25 to reflect revised indirect overhead costs.

Legislative

Same as Governor

Totals

Budget Components	Governor Recommended		Legislative		Difference from Governor	
	FY 24	FY 25	FY 24	FY 25	FY 24	FY 25
FY 23 Appropriation - BF	25,430,070	25,430,070	25,430,070	25,430,070	-	-
Policy Revisions	996,644	996,644	1,852,966	2,493,621	856,322	1,496,977
Current Services	1,894,310	2,207,779	1,894,310	2,207,779	-	-
Total Recommended - BF	28,321,024	28,634,493	29,177,346	30,131,470	856,322	1,496,977

Positions	Governor Recommended		Legislative		Difference from Governor	
	FY 24	FY 25	FY 24	FY 25	FY 24	FY 25
FY 23 Appropriation - BF	115	115	115	115	-	-
Policy Revisions	5	5	10	13	5	8
Total Recommended - BF	120	120	125	128	5	8