

Superintendent of Financial Institutions: Felecia Rotellini

JLBC Analyst: Leatta McLaughlin

	FY 2006 Actual	FY 2007 Estimate	FY 2008 Approved
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	53.1	55.1	57.1
Personal Services	2,174,400	2,568,100	2,721,600
Employee Related Expenditures	621,800	772,100	850,600
Professional and Outside Services	52,400	16,600	49,500
Travel - In State	19,900	0	3,000
Travel - Out of State	26,300	0	0
Other Operating Expenditures	337,100	302,100	372,100
Equipment	47,200	0	10,000
OPERATING SUBTOTAL	3,279,100	3,658,900	4,006,800
SPECIAL LINE ITEMS			
Document Imaging Project	30,000	75,000	75,000
AGENCY TOTAL	3,309,100	3,733,900	4,081,800^{1/2/}
FUND SOURCES			
General Fund	3,309,100	3,733,900	4,081,800
SUBTOTAL - Appropriated Funds	3,309,100	3,733,900	4,081,800
Other Non-Appropriated Funds	708,700	830,100	830,100
TOTAL - ALL SOURCES	4,017,800	4,564,000	4,911,900

AGENCY DESCRIPTION — The department regulates state-chartered financial entities. The regulated entities include money transmitters, motor vehicle dealers, holding companies, trust companies, sales finance companies, collection agencies, escrow agents, debt management companies, consumer lenders, mortgage bankers, mortgage brokers, premium finance companies, credit unions, and banks.

	FY 2004 Actual	FY 2005 Actual	FY 2006 Actual	FY 2008 Approved
PERFORMANCE MEASURES				
• % of examinations reports mailed within 25 days of examiner's completion of exam procedures Comments: The department reports that this measure declined in FY 2006 due to the number and complexity of the examinations reports they encountered in that fiscal year.	88.6	87.9	74.0	78.0
• % of license applications approved within 45 days of receipt Comments: The department reports that the percent of license applications approved within 45 days decreased from FY 2005 to FY 2006 due to a more rigorous license application review processes instituted by the department.	94.3	85.3	61.9	65.0
• % of examinations receiving satisfactory rating	86.7	87.0	84.0	91.0
• Average days from receipt to resolution of regular complaints Comments: The number of days to resolve a regular complaint increased from FY 2005 to FY 2006 due to a change in the department's complaint investigative procedures and the institution of new procedures in the Consumer Affairs Division for more in-depth investigations.	39.4	21.4	102.0	100.0

^{1/} The Department of Financial Institutions shall assess and set fees to ensure that monies deposited in the state General Fund will equal or exceed its expenditure from the state General Fund. (General Appropriation Act footnote)

^{2/} General Appropriation Act funds are appropriated as an Operating Lump Sum with Special Line Items by Agency.

PERFORMANCE MEASURES (Cont'd)	FY 2004	FY 2005	FY 2006	FY 2008
	Actual	Actual	Actual	Approved
• % of complainants indicating they received “good” or better service when filing a complaint	60.8	70.0	73.0	75.0

Operating Budget

The budget provides \$4,006,800 and 57.1 FTE Positions from the General Fund for the operating budget in FY 2008. This amount funds the following adjustments:

Statewide Adjustments

The budget provides an increase of \$195,500 from the General Fund in FY 2008 for statewide adjustments. *(Please see the Statewide Adjustments section at the end of this Appropriations Report for details.)*

Information Technology Maintenance

The budget provides an increase of \$50,000 from the General Fund in FY 2008 to provide a means to connect to a national regulatory database used by financial entities.

Payday Lender Examiner

The budget provides an increase of \$56,800 and 1 FTE Position from the General Fund in FY 2008 to reduce the examination backlog for payday lenders. The department is required by statute to examine payday lenders at least once every 5 years.

Regulatory Enforcement Unit Legal Secretary

The budget provides an increase of \$45,600 and 1 FTE Position from the General Fund in FY 2008 to coordinate, process, and schedule activities of the newly created Regulatory Enforcement Unit. The unit was created with 1 FTE Position in FY 2007 to handle disciplinary cases resulting from increases in cases that require enforcement action, requests for an informal settlement conference, and hearings before an administrative law judge.

Special Line Items

Document Imaging Project

The budget provides \$75,000 from the General Fund for the Document Imaging Project in FY 2008. This amount is unchanged from FY 2007. The goal of the project is to convert files for closed licenses, convert active licenses, and establish new licenses in an imaged form. The last phase of the project will be finished in FY 2008. The total cost of the project is \$180,000.