

Budget Brief - Financial Institutions

NUMBER CR-FI-01

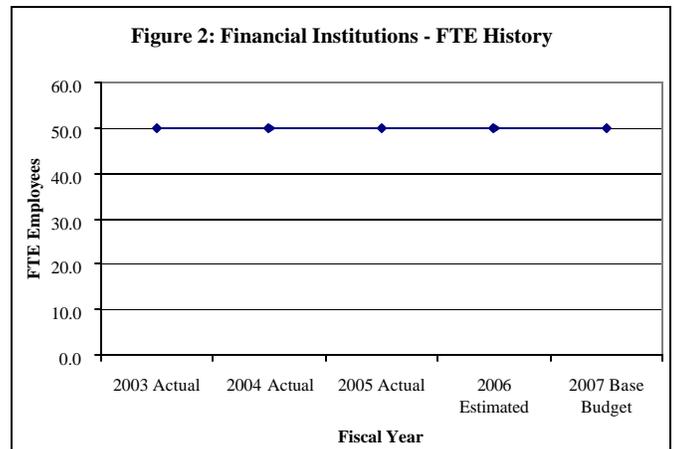
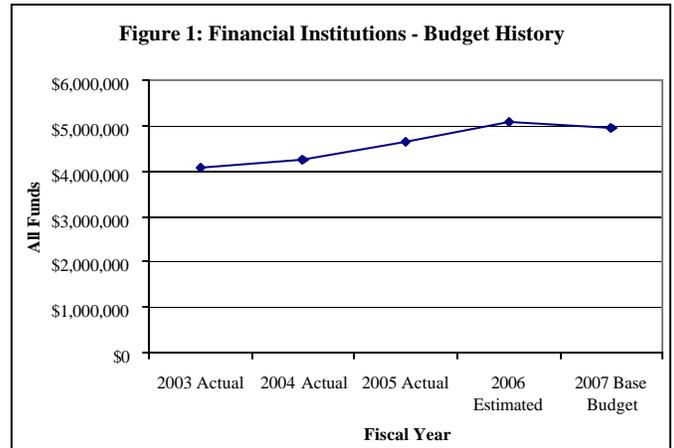
PURPOSE

The Department of Financial Institutions regulates state-chartered deposit taking institutions including banks, savings and loan associations, credit unions, and industrial loan corporations. It also regulates third-party payment providers, independent escrow companies, check cashers and payday lenders, and mortgage loan servicers operating in Utah.

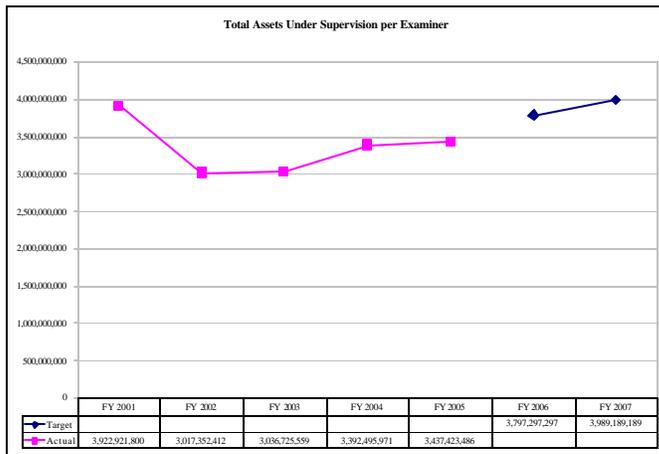
ISSUES

Five additional FTE at a cost of \$524,000 from General Fund Restricted – Financial Institutions to address growth in assets under supervision.

BUDGET AT A GLANCE



PERFORMANCE MEASURES

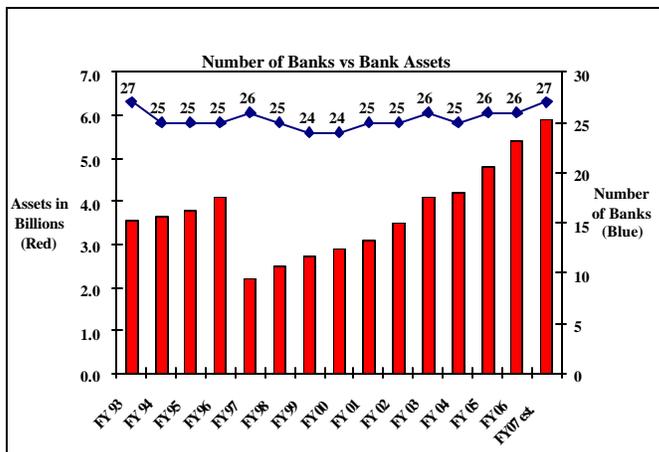


Measure: Total Assets Under Supervision Per Examiner

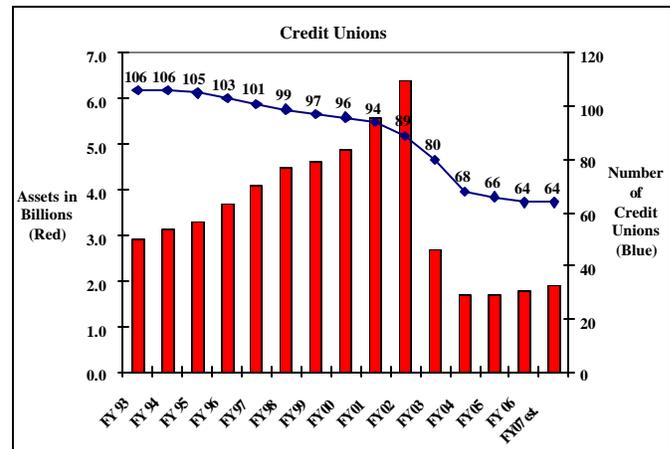
Goal: Maintain examiner assets under supervision at a level that allows adequate examination.

Methodology: Divide total assets by the number of examiners.

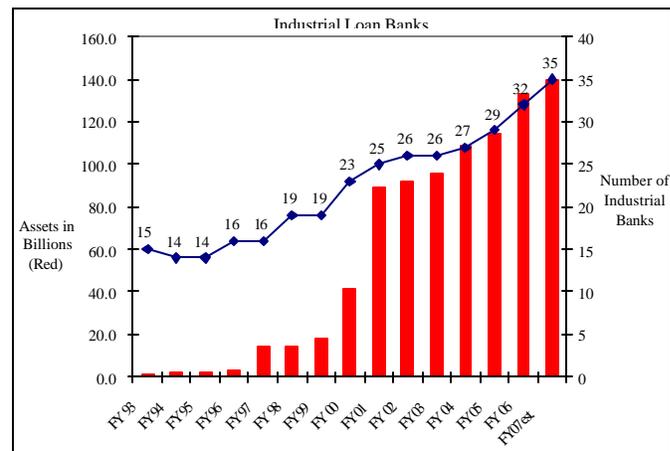
Measure Type: Workload.



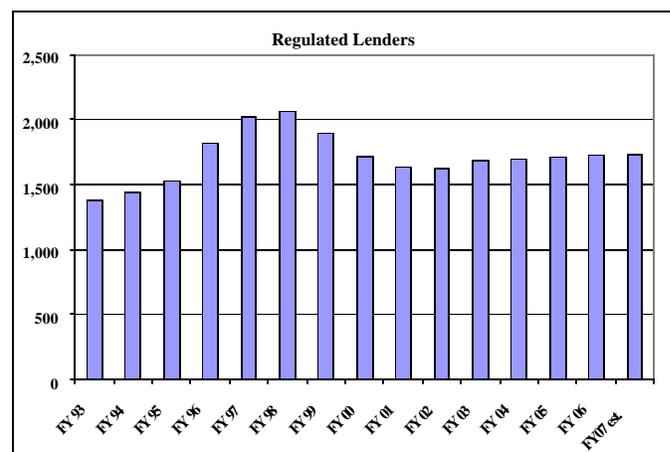
This graph shows assets climbing as the number of banks remains about the same. This is a workload measure.



Credit unions are beginning to recover from the exodus to federal charters.



Industrial Loan Banks continue rapid growth.



This includes Travelers check or money order issuers, independent escrow companies, check cashers/payday lenders, and residential first mortgage loan services. It is a workload measure.

RECOMMENDED BASE BUDGET

The Analyst recommends the FY 2007 Base Budget shown below at \$4,948,000.

Financial Institutions						
	FY 2005	FY 2006		FY 2006		FY 2007*
Sources of Finance	Actual	Appropriated	Changes	Revised	Changes	Base Budget
GFR - Financial Institutions	4,789,100	5,093,100	0	5,093,100	(145,100)	4,948,000
Beginning Nonlapsing	30,000	0	0	0	0	0
Lapsing Balance	(174,200)	0	0	0	0	0
Total	\$4,644,900	\$5,093,100	\$0	\$5,093,100	(\$145,100)	\$4,948,000
Line Items						
Financial Institutions Administration	4,644,900	5,093,100	0	5,093,100	(145,100)	4,948,000
Total	\$4,644,900	\$5,093,100	\$0	\$5,093,100	(\$145,100)	\$4,948,000
Categories of Expenditure						
Personal Services	3,864,900	4,263,500	(63,200)	4,200,300	76,700	4,277,000
In-State Travel	83,300	105,000	4,000	109,000	(4,000)	105,000
Out of State Travel	247,100	175,500	38,000	213,500	(38,000)	175,500
Current Expense	377,800	383,000	17,200	400,200	(34,800)	365,400
DP Current Expense	59,000	33,100	137,000	170,100	(145,000)	25,100
DP Capital Outlay	12,800	133,000	(133,000)	0	0	0
Total	\$4,644,900	\$5,093,100	\$0	\$5,093,100	(\$145,100)	\$4,948,000
Other Data						
Budgeted FTE	50.0	50.0	0.0	50.0	0.0	50.0

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.