

**SUMMARY BUDGET INFORMATION**

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**STATE BANK DEPARTMENT**

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# STATE BANK DEPARTMENT

## State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2018

None

### Employment Summary

	Male	Female	Total	%
White Employees	49	13	62	91 %
Black Employees	2	2	4	6 %
Other Racial Minorities	2	0	2	3 %
Total Minorities			6	9 %
Total Employees			68	100 %

### Publications

#### A.C.A. 25-1-201 et seq.

Name	Statutory Authorization	Required for		# of Copies	Reason(s) for Continued Publication and Distribution	Unbound Black & White Copies Produced During the Last Two Years	Cost of Unbound Copies Produced During the Last Two Years
		Governor	General Assembly				
Report of the Bank Commissioner	A.C.A. 23-46-210	Y	N	1	Required for Governor by Statute. Report is also available on the Agency's website for public information.	0	0.00

## **Analysis of Budget Request**

**Appropriation:** 051 - State Bank Department-Operations

**Funding Sources:** SIB - Bank Department Fund

Arkansas State Bank Department was created to ensure the safety and soundness of state chartered financial institutions. The ASBD has statutory responsibility for the examination and regulation of state chartered banks, bank holding companies, trust companies and other entities. The State Bank Department is funded entirely by special revenue fees assessed and collected on a semi-annual basis, as authorized in Arkansas Code §19-6-412.

The Agency is requesting \$10,277,720 in FY20 and 10,279,888 in FY21.

The Agency Request includes the following changes for both years:

- Operating Expenses - The Agency is requesting a reduction of (\$71,822) each year in Operating Expenses.
- Professional Fees - The Agency is requesting a reduction of (\$73,000) each year in Professional Fees.
- Capital Outlay - Agency is asking for \$65,000 increase in appropriation each year to replace two vehicles and replace some of the obsolete data processing equipment.

The Agency's request to maintain appropriation above 10% of their actual FY18 expenditures includes the following justifications:

- Operating Expenses - The Agency reduced authorized level by (\$71,822) and asking to keep this line at \$1,418,371. The Agency is anticipating an increase in out-of-state and in-state travel, increase in cost for replacement and maintenance of IT equipment, increase in maintenance expense for agency vehicles, 3-5% annual rent increase for Springdale office.
- Conference & Travel Expenses - The Agency is asking to keep appropriation at Authorized level - \$332,225. Conference & Travel Expenses are used to pay for lodging and registration fees for required training. Due to rapid growth, the Department is anticipating an increase in training needs and therefore an increase in travel expenses.
- Professional Fees - The Agency reduced authorized level by \$73,000 and requesting to keep Professional Fees at \$87,000. The amount requested represents potential expenses to be incurred for the professional services fees associated with agency technology and contingency fees for legal services.

The Executive Recommendation provides for the Agency Request.

## Appropriation Summary

**Appropriation:** 051 - State Bank Department-Operations

**Funding Sources:** SIB - Bank Department Fund

### Historical Data

### Agency Request and Executive Recommendation

Commitment Item		2017-2018	2018-2019	2018-2019	2019-2020		2020-2021	
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Regular Salaries	5010000	5,302,755	6,497,274	5,624,888	6,506,715	6,506,715	6,508,215	6,508,215
<b>#Positions</b>		<b>71</b>	<b>72</b>	<b>72</b>	<b>72</b>	<b>72</b>	<b>72</b>	<b>72</b>
Extra Help	5010001	0	5,000	5,000	5,000	5,000	5,000	5,000
<b>#Extra Help</b>		<b>0</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>
Personal Services Matching	5010003	1,544,453	1,857,572	1,628,365	1,863,409	1,863,409	1,864,077	1,864,077
Operating Expenses	5020002	1,050,522	1,490,193	1,490,193	1,418,371	1,418,371	1,418,371	1,418,371
Conference & Travel Expenses	5050009	244,428	332,225	332,225	332,225	332,225	332,225	332,225
Professional Fees	5060010	24,611	160,000	160,000	87,000	87,000	87,000	87,000
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	27,616	100,000	100,000	65,000	65,000	65,000	65,000
<b>Total</b>		<b>8,194,385</b>	<b>10,442,264</b>	<b>9,340,671</b>	<b>10,277,720</b>	<b>10,277,720</b>	<b>10,279,888</b>	<b>10,279,888</b>
<b>Funding Sources</b>								
Fund Balance	4000005	9,979,247	13,499,881		15,688,559	15,688,559	18,116,360	18,116,360
Special Revenue	4000030	11,715,019	12,630,942		12,705,521	12,705,521	12,875,351	12,875,351
<b>Total Funding</b>		<b>21,694,266</b>	<b>26,130,823</b>		<b>28,394,080</b>	<b>28,394,080</b>	<b>30,991,711</b>	<b>30,991,711</b>
Excess Appropriation/(Funding)		(13,499,881)	(15,688,559)		(18,116,360)	(18,116,360)	(20,711,823)	(20,711,823)
<b>Grand Total</b>		<b>8,194,385</b>	<b>10,442,264</b>		<b>10,277,720</b>	<b>10,277,720</b>	<b>10,279,888</b>	<b>10,279,888</b>

FY19 Budget amount in Regular Salaries and Personal Services Matching exceeds the authorized amount due to salary and matching rate adjustments during the 2017-2019 Biennium.