

FINANCIAL INSTITUTIONS

Budget Summary						FTE Position Summary				
Fund	2022-23 Adjusted Base	Act 19		2023-25 Change Over Base Year Doubled		2022-23	Act 19		2024-25 Over 2022-23	
		2023-24	2024-25	Amount	%		2023-24	2024-25	Number	%
PR	\$18,329,700	\$19,433,000	\$21,196,400	\$3,970,000	10.8%	138.54	138.54	138.54	0.00	0.0%
SEG	999,600	949,500	949,500	- 100,200	- 5.0	3.00	3.00	3.00	0.00	0.0
TOTAL	\$19,329,300	\$20,382,500	\$22,145,900	\$3,869,800	10.0%	141.54	141.54	141.54	0.00	0.0%

Budget Change Items

1. STANDARD BUDGET ADJUSTMENTS [LFB Paper 105]

PR	\$206,600
SEG	<u>- 100,200</u>
Total	\$106,400

Provide adjustments to the base budget for: (a) turnover reduction (-\$504,300 PR annually); (b) full funding of continuing position salaries and fringe benefits (\$667,400 PR annually and -\$61,000 SEG annually); and (c) full funding of lease and directed moves costs (-\$59,800 PR and \$10,900 SEG annually).

2. DEPARTMENT OPERATIONS [LFB Paper 355]

PR	\$2,000,000
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Provide \$1,000,000 annually for the Department's central duties including the maintenance and upgrade of critical information technology infrastructure, financial examiner travel and training costs, and accreditation cost.

3. SECURITIES FILING TECHNOLOGY PROJECT [LFB Paper 356]

PR	\$1,038,900
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Provide \$1,038,900 in 2024-25 to update and enhance the Department's securities filing technology systems. Under current law provisions related to the sale of securities in Wisconsin, securities must be: (a) registered with the DFI Division of Securities; (b) exempt from registration; or (c) submitted to the Division via a notice filing. Currently, over 20,000 active mutual funds with an annual renewal process are filed electronically, but the information must then be transferred into the federal system. This project is intended to maintain electronic transfer between systems.

4. UNIFORM COMMERCIAL CODE AND TRADEMARK FILING SYSTEM TECHNOLOGY PROJECT [LFB Paper 356]

PR

\$724,500

Provide \$724,500 in 2024-25 for modernization of DFI's Uniform Commercial Code and trademark processing and filing technology systems on a one-time basis. In April, 2019, DFI and a third-party vendor signed an initial term of five years with two options to extend the contract by one year upon mutual agreement of the parties. The extended contract will expire on March 15, 2024, unless the parties exercise their second and final option to extend the contract for an additional year. The new contract would include a one-time implementation fee of \$724,500 in the 2023-25 biennium and annual software service costs in the 2025-27 biennium.