

## FINANCIAL INSTITUTIONS

<b>Budget Summary</b>							
Fund	2022-23 Base Year Doubled	2023-25 Governor	2023-25 Jt. Finance	Joint Finance Change to:			
				Governor		Base	
				Amount	Percent	Amount	Percent
GPR	\$0	\$2,000,000	\$0	-\$2,000,000	- 100.0%	\$0	N/A
PR	36,659,400	47,685,400	40,629,400	- 7,056,000	- 14.8	3,970,000	10.8%
SEG	<u>1,999,200</u>	<u>1,899,000</u>	<u>1,899,000</u>	<u>0</u>	0.0	<u>- 100,200</u>	- 5.0
<b>TOTAL</b>	<b>\$38,658,600</b>	<b>\$51,584,400</b>	<b>\$42,528,400</b>	<b>-\$9,056,000</b>	<b>- 17.6%</b>	<b>\$3,869,800</b>	<b>10.0%</b>

<b>FTE Position Summary</b>					
Fund	2022-23 Base	2024-25 Governor	2024-25 Jt. Finance	Joint Finance Change to:	
				Governor	2022-23 Base
PR	138.54	141.04	138.54	- 2.50	0.00
SEG	<u>3.00</u>	<u>3.00</u>	<u>3.00</u>	<u>0.00</u>	<u>0.00</u>
<b>TOTAL</b>	<b>141.54</b>	<b>144.04</b>	<b>141.54</b>	<b>- 2.50</b>	<b>0.00</b>

### Budget Change Items

#### 1. STANDARD BUDGET ADJUSTMENTS [LFB Paper 105]

	<b>Governor (Chg. to Base)</b>	<b>Jt. Finance (Chg. to Gov)</b>	<b>Net Change</b>
PR	\$610,000	-\$403,400	\$206,600
SEG	<u>- 100,200</u>	<u>0</u>	<u>- 100,200</u>
<b>Total</b>	<b>\$509,800</b>	<b>-\$403,400</b>	<b>\$2,000,000</b>

**Governor:** Provide adjustments to the base budget for: (a) turnover reduction (-\$302,600 PR annually); and (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).

**Joint Finance:** Increase the rate used to calculate turnover reduction from 3% to 5% for all appropriations subject to a 3% turnover rate. Reduce funding under the turnover reduction standard budget adjustment by -\$201,700 PR annually.

**2. DEPARTMENT OPERATIONS [LFB Paper 355]**

	<b>Governor (Chg. to Base)</b>	<b>Jt. Finance (Chg. to Gov)</b>	<b>Net Change</b>
PR	\$6,786,200	- \$4,786,200	\$2,000,000

**Governor:** Provide \$3,393,100 annually for the Department's central duties including: (a) the maintenance and upgrade of critical information technology infrastructure, financial examiner travel and training costs, and accreditation costs (\$3,284,200); and (b) limited-term-employee salary and fringe costs (\$108,900).

**Joint Finance:** Reduce funding by \$2,393,100 annually in order to provide \$1,000,000 annually for Department operations.

**3. SMALL BUSINESS RETIREMENT SAVINGS PROGRAM** *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	<b>Governor (Chg. to Base)</b>		<b>Jt. Finance (Chg. to Gov)</b>		<b>Net Change</b>	
	<b>Funding</b>	<b>Positions</b>	<b>Funding</b>	<b>Positions</b>	<b>Funding</b>	<b>Positions</b>
GPR	\$2,000,000	0.00	- \$2,000,000	0.00	\$0	0.00
PR	<u>144,200</u>	<u>1.00</u>	<u>- 144,200</u>	<u>- 1.00</u>	<u>0</u>	<u>0.00</u>
Total	\$2,144,200	1.00	\$0	0.00	\$0	0.00

**4. CHARITABLE AND PROFESSIONAL ORGANIZATIONS TECHNOLOGY PROJECT [LFB Paper 356]**

	<b>Governor (Chg. to Base)</b>	<b>Jt. Finance (Chg. to Gov)</b>	<b>Net Change</b>
PR	\$1,115,900	- \$1,115,900	\$0

**Governor:** Provide \$1,115,900 in 2024-25 for modernization of the Department's charitable and professional organizations technology systems. The upgrades are intended to allow the Department to accept annual reports from approximately 11,000 active charitable organizations electronically, rather than on paper, and allow fund-raising costs as a percentage of donations received to be automatically added to the publicly-available database.

**Joint Finance:** Provision not included.

**5. SECURITIES FILING TECHNOLOGY PROJECT [LFB Paper 356]**

PR	\$1,038,900
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**Governor/Joint Finance:** 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.

**6. UNIFORM COMMERCIAL CODE AND TRADEMARK FILING SYSTEM TECHNOLOGY PROJECT [LFB Paper 356]** PR \$724,500

**Governor:** Provide \$724,500 in 2023-24 for modernization of DFI's Uniform Commercial Code and trademark processing and filing technology systems. 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.

**Joint Finance:** Provide funding in 2024-25 on a one-time basis instead of 2023-24.

**7. AGENCY EQUITY OFFICER** *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	<b>Governor</b>		<b>Jt. Finance</b>		<b>Net Change</b>	
	<b>(Chg. to Base)</b>		<b>(Chg. to Gov)</b>			
	<b>Funding</b>	<b>Positions</b>	<b>Funding</b>	<b>Positions</b>	<b>Funding</b>	<b>Positions</b>
PR	\$83,800	0.50	-\$83,800	- 0.50	\$0	0.00

**8. TRANSFER TO THE SECRETARY OF STATE** *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	<b>Governor</b>	<b>Jt. Finance</b>	<b>Net Change</b>
	<b>(Chg. to Base)</b>	<b>(Chg. to Gov)</b>	
GPR-REV	-\$220,000	\$220,000	\$0
PR-REV	- 220,000	220,000	0

**9. ACHIEVING A BETTER LIFE EXPERIENCE (ABLE) SAVINGS ACCOUNT PROGRAM** *(Removed from budget consideration pursuant to Joint Finance Motion #10)*

	<b>Governor</b>		<b>Jt. Finance</b>		<b>Net Change</b>	
	<b>(Chg. to Base)</b>		<b>(Chg. to Gov)</b>			
	<b>Funding</b>	<b>Positions</b>	<b>Funding</b>	<b>Positions</b>	<b>Funding</b>	<b>Positions</b>
PR	\$522,500	1.00	-\$522,500	- 1.00	\$0	0.00