

State of Alaska
FY2024 Governor's Operating Budget

**Department of Commerce, Community, and Economic
Development**
Banking and Securities
RDU/Component Budget Summary

RDU/Component: Banking and Securities

Contribution to Department's Mission

Protect consumers of financial services and promote safe and sound financial systems.

Results

(Additional performance information is available on the web at <https://omb.alaska.gov/results>.)

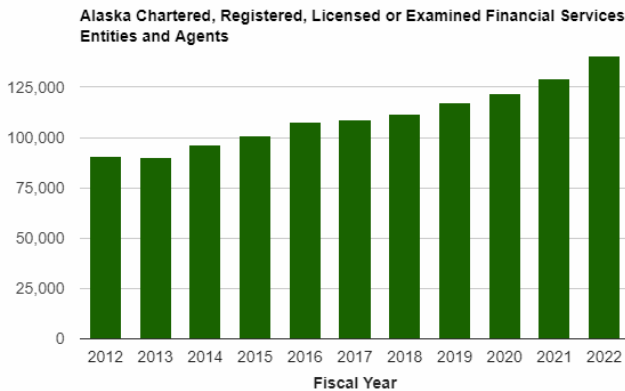
Core Services

- Charter, license and register financial institutions and products.
- Examine records of businesses and individuals to ensure compliance with federal and state law or regulation.
- Investigate consumer complaints and take appropriate enforcement action.
- Accept annual reports and election materials from Alaska Native Claims Settlement Act (ANCSA) corporations, file those materials so the public may access them, and respond timely to requests for investigation.

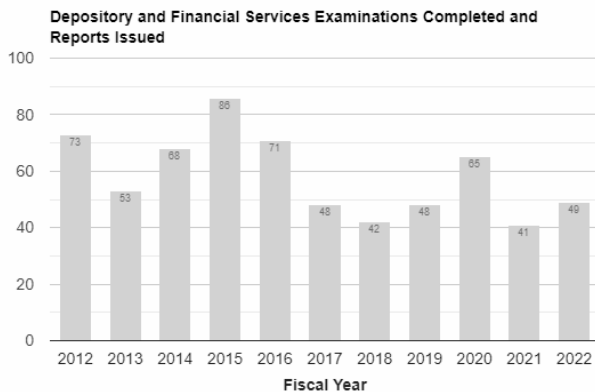
Measures by Core Service

(Additional performance information is available on the web at <https://omb.alaska.gov/results>.)

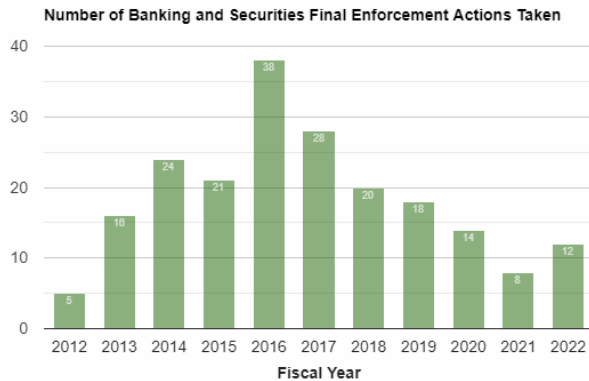
1. Charter, license and register financial institutions and products.



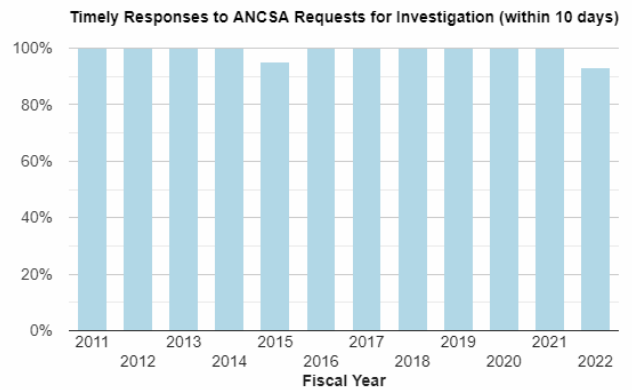
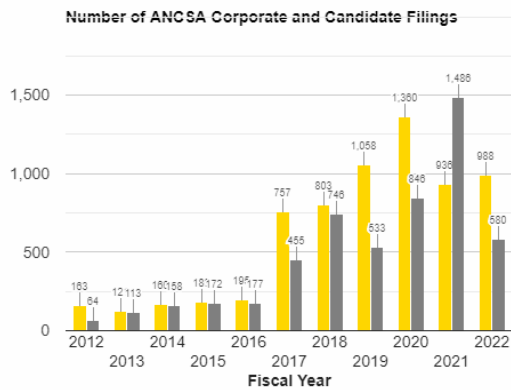
2. Examine records of businesses and individuals to ensure compliance with federal and state law or regulation.



3. Investigate consumer complaints and take appropriate enforcement action.



4. Accept annual reports and election materials from Alaska Native Claims Settlement Act (ANCSA) corporations, file those materials so the public may access them, and respond timely to requests for investigation.



Major Component Accomplishments in 2022

Staff Retention – In December 2021, the Division had a 27% vacancy rate. Through a renewed focus on recruitment efforts, 25 of 26 positions in the division are now filled, reflecting a 4% vacancy rate. The Division expects to hire for the remaining vacancy before the end of 2022.

Revenue Growth – The Division has long contributed much more to the general fund than it receives in appropriations. In FY2022, the Division contributed over \$17.6 million to the general fund, up from \$15.5 million 3 years ago. This growth is largely driven by increased licensing volume reflecting the overall growth of the financial services industry. The Division expects annual contributions to the general fund to continue growing, likely at an accelerated pace.

Enforcement Action Against Deceptive Crypto Lenders - The Division has entered two orders totaling over \$1.9 million against two cryptocurrency firms. These firms offered deceptively high-interest rates on unregistered cryptocurrency securities. One over \$900,000, was a consent order and is expected to be fully paid. The other order is against a bankrupt cryptocurrency firm that has frozen the accounts of more than 1,800 Alaskans. The Division will continue to closely monitor multiple cryptocurrency bankruptcies affecting about 1 out of 350 Alaskans and anticipates further enforcement action. In FY2022, the Division wrote over \$1 million in enforcement orders, as stated above, and expects to double that amount in the 2nd quarter of FY2023.

Virtual Examination Processes – The COVID-19 pandemic changed how the Division’s staff works and how licensees operate. In FY2021 and 2022, the Division conducted all examinations virtually. This means the review of books and records of licensees, discussions with staff, and exit meetings with senior management through the virtual

hosting platforms currently available. The Division expects to continue to conduct certain aspects of its examinations virtually into the future, like federal and other state regulators adopting a hybrid examination model.

Loan Originator Remote Work Mortgage Lender Relief – The ongoing COVID-19 pandemic significantly changed where and how mortgage licensees conduct their work. Since March 2020, the Division authorized Mortgage Loan Originators to work from home without having to license their home as a branch office of their company. This ensured the least interruptions for Alaskans purchasing or selling a home and facilitated the pandemic-fueled home purchase and refinance activity. The mortgage lending industry has asked states to adopt this as a permanent rule. The Division has continued the authorization, and changes to mortgage lending laws are being considered.

HB85/Banking Modernization – The division worked closely with the Alaska Bankers Association, the Governor’s Office, and the legislature to adopt HB85 in SLA2022. HB85 which modernized Alaska’s banking laws so that state-chartered banks would have similar abilities and requirements as federally chartered banks. Maintaining the competitiveness of state-chartered banks is key to preserving Alaska’s sovereignty. The Division is currently drafting regulations that will implement HB85.

Website Redesign – The Division redesigned the website to provide a more consistent look and feel for regulated industries and the public. Navigation was streamlined and broken links were repaired or replaced for both industry and the public to more easily access updated information and forms. Access to information regarding licensure, third-party registries, consumer complaints, and enforcement action taken was made consistent across all industry pages.

Chartered, registered, licensed, renewed, or examined financial entities, persons, and filings

The Division collected \$22.08 million in assessments, fees, and penalties in FY2022, of which \$17.6 million was contributed to the General Fund.

- 5 depositories – three state banks, a credit union, and a mutual savings bank
- 49 non-depositories – trusts, premium finance, small loan, and bank holding companies, and the Commercial Fishing and Agricultural Bank and a Business and Industrial Development Corporation (BIDCO)
- 161 money service businesses
- 32 payday lenders and branches
- 572 mortgage brokers/lenders and branches, and 5,092 mortgage loan originators
- 1,246 securities broker-dealers and 958 securities investment advisers
- 121,525 securities broker-dealer and investment adviser sales agents
- 8,106 mutual funds and securities registrations/unit investment trusts
- 15 securities exemptions, registrations, and no action/interpretive opinions

Examinations conducted

- 4 depositories
- 16 non-depositories
- 13 money service businesses
- 9 mortgage broker/lenders
- 3 Securities broker dealers
- 3 Securities Investment Advisor Firms

Alaska Native Claims Settlement Act (ANCSA) Corporation and shareholder election materials processed.

- 1,568 board candidate filings
- 988 corporate filings
- 153 public information requests
- 14 complaints/requests for investigation

Investigations and Enforcement Actions

- 127 investigations opened, 106 closed, and 69 active cases at the end of FY2022
- 12 final administrative orders issued
- 13 license applications were withdrawn
- \$1,026,476 in civil penalties ordered

Public Information and Outreach – The Division presented or participated in meetings and online events hosted by industry, other regulators, and community organizations to inform participants about the financial industries regulated in Alaska. The Division responded to requests from public officials, media, private individuals, and consumers.

Most outreach activities are conducted at in-person events. Events that would have occurred throughout FY2022 were rescheduled, postponed, or canceled due to the pandemic. Staff participated in online Zoom events with local non-profit organizations sharing consumer protection information. The Division will continue seeking opportunities to inform industry representatives and consumers about the financial industries regulated by the State of Alaska, including social media.

Key Component Challenges

Money Transmission Modernization – Money transmission (PayPal, Venmo, CashApp, Robinhood, Coinbase, etc.) is one of the fastest areas of growth in the financial industry. Alaska does not adequately regulate this area currently and would benefit by adopting the Uniform Money Transmission Modernization Act. The Act would update the current Uniform Money Services Act to cover virtual currency, streamline licensing processes, and add enhancements for the industry and consumers.

Staff Turnover – In FY2022, the Division had a significant staff turnover in long-term personnel. Two critical leadership positions became vacant, and four Examiners and an Investigator left the Division. Some positions were backfilled with acting status, and recruitment efforts resulted in internal promotions or new hires to the division. This significant turnover in a short period of time resulted in a loss of institutional knowledge and challenged staff to continue to carry out the Division’s work. The loss of experienced and knowledgeable personnel limited the Division’s ability to progress on key initiatives while resources are dedicated to staff development and training. Many of these critical roles have since been filled and the division is working to regrow capacity.

Financial Services Industry Growth – The financial services industry has grown massively in recent years. Total funds on deposit at state-chartered banks and credit unions have gone from \$1.9 billion to more than \$7 billion. Money transmission (PayPal, Venmo, CashApp, etc.) has rapidly grown from around \$200 million per quarter to over \$2 billion per quarter. The utilization of cryptocurrency by Alaskans as a form of payment has soared more than 6,000% in two years from \$31 million per year to more than \$2 billion per year. Division staff must stay current with licensing and examination activities and trends, take timely and appropriate enforcement actions, and promote a safe and sound financial system to support economic growth while protecting Alaskan consumers.

Outdated Financial Services Laws – Financial services have changed dramatically over the past decade. Many statutes and regulations that govern the activities need to be updated to recognize new business models, international partnerships, unique financial products, and electronic services. Additionally, sanctions for misusing consumer trust and assets must be modernized to reflect the severity of the consumer’s loss. Many parts of Title 6, the financial services portion of Alaska Statutes, date back 50 years or more.

Significant Changes in Results to be Delivered in FY2024

The Division expects to continue providing excellent service to the financial services industry and the Alaskan public, all while managing generally double-digit growth in the overall industry.

Statutory and Regulatory Authority

| | |
|----------|----------------------------------------------|
| AS 06 | Banks and Financial Institutions |
| 3 AAC 01 | Financial Institution General Administration |
| 3 AAC 02 | Banking |
| 3 AAC 03 | Credit Unions |
| 3 AAC 04 | Trust Companies |
| 3 AAC 06 | Mutual Savings Banks |
| 3 AAC 07 | Premium Finance Companies |
| 3 AAC 11 | Deferred Deposit Advances |
| 3 AAC 12 | Small Loans |
| 3 AAC 13 | Money Services |

| | |
|--------------|---------------------------------------------------------------------------------|
| 3 AAC 14 | Mortgage Lending |
| AS 10.13 | Alaska BIDCO Act |
| AS 34.55 | Uniform Land Sales Practices Act |
| 3 AAC 20.390 | Land Sales |
| AS 44.81 | Commercial Fishing and Agriculture Bank |
| AS 45.55 | Alaska Native Claims Settlement Act: Corporations Proxy Solicitations and Stock |
| AS 45.56 | Alaska Securities Act |
| 3 AAC 08 | Securities |
| AS 45.57 | Take Over Bid Disclosure Act |

Contact Information

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E-mail: robert.schmidt@alaska.gov

| Banking and Securities Personal Services Information | | | | |
|---------------------------------------------------------|---------------------------------------------------|----------------------------------|----------------------------------|------------------|
| Authorized Positions | | | Personal Services Costs | |
| | <u>FY2023</u> <u>Management</u> <u>Plan</u> | <u>FY2024</u> <u>Governor</u> | | |
| Full-time | 26 | 27 | Annual Salaries | 2,141,808 |
| Part-time | 0 | 0 | COLA | 61,883 |
| Nonpermanent | 0 | 0 | Premium Pay | 0 |
| | | | Annual Benefits | 1,324,339 |
| | | | <i>Less 4.96% Vacancy Factor</i> | <i>(174,930)</i> |
| | | | Lump Sum Premium Pay | 0 |
| Totals | 26 | 27 | Total Personal Services | 3,353,100 |

| Position Classification Summary | | | | | |
|---------------------------------|-----------|-----------|----------|----------|-----------|
| Job Class Title | Anchorage | Fairbanks | Juneau | Others | Total |
| Administrative Assistant 2 | 1 | 0 | 1 | 0 | 2 |
| Division Director - Px | 1 | 0 | 0 | 0 | 1 |
| Division Operations Manager | 0 | 0 | 1 | 0 | 1 |
| Fin Reg Exam | 0 | 0 | 5 | 0 | 5 |
| Financial Examiner 1 | 2 | 1 | 0 | 0 | 3 |
| Financial Examiner 2 | 3 | 0 | 0 | 0 | 3 |
| Financial Examiner 3 | 7 | 0 | 0 | 0 | 7 |
| Financial Examiner 4 | 3 | 0 | 0 | 0 | 3 |
| Investigator 2 | 1 | 0 | 0 | 0 | 1 |
| Investigator 3 | 1 | 0 | 0 | 0 | 1 |
| Totals | 19 | 1 | 7 | 0 | 27 |

Component Detail All Funds
Department of Commerce, Community, and Economic Development

Component: Banking and Securities (2808)
RDU: Banking and Securities (536)

Non-Formula Component

| | FY2022 Actuals | FY2023 Conference Committee | FY2023 Authorized | FY2023 Management Plan | FY2024 Governor | FY2023 Management Plan vs FY2024 Governor | |
|-----------------------------------|----------------|-----------------------------|-------------------|------------------------|-----------------|-------------------------------------------|---------------|
| 71000 Personal Services | 2,705.2 | 3,183.1 | 3,191.1 | 3,182.1 | 3,353.1 | 171.0 | 5.4% |
| 72000 Travel | 14.1 | 109.2 | 109.2 | 149.1 | 199.1 | 50.0 | 33.5% |
| 73000 Services | 745.5 | 977.1 | 987.2 | 956.3 | 1,256.3 | 300.0 | 31.4% |
| 74000 Commodities | 48.0 | 45.0 | 45.0 | 45.0 | 55.0 | 10.0 | 22.2% |
| 75000 Capital Outlay | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| 77000 Grants, Benefits | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| 78000 Miscellaneous | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| Totals | 3,512.8 | 4,314.4 | 4,332.5 | 4,332.5 | 4,863.5 | 531.0 | 12.3% |
| Fund Sources: | | | | | | | |
| 1005 GF/Prgm (DGF) | 3,512.8 | 4,314.4 | 4,332.5 | 4,332.5 | 4,813.5 | 481.0 | 11.1% |
| 1108 Stat Desig (Other) | 0.0 | 0.0 | 0.0 | 0.0 | 50.0 | 50.0 | 100.0% |
| Unrestricted General (UGF) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| Designated General (DGF) | 3,512.8 | 4,314.4 | 4,332.5 | 4,332.5 | 4,813.5 | 481.0 | 11.1% |
| Other Funds | 0.0 | 0.0 | 0.0 | 0.0 | 50.0 | 50.0 | 100.0% |
| Federal Funds | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0% |
| Positions: | | | | | | | |
| Permanent Full Time | 26 | 26 | 26 | 26 | 27 | 1 | 3.8% |
| Permanent Part Time | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% |
| Non Permanent | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% |

Change Record Detail - Multiple Scenarios with Descriptions
Department of Commerce, Community, and Economic Development

Component: Banking and Securities (2808)

RDU: Banking and Securities (536)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | NP |
|--------------------------------------------------------------------------------------------------------------|------------|----------------|-------------------|--------------|--------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | |
| ***** Changes From FY2023 Conference Committee To FY2023 Authorized ***** | | | | | | | | | | | | |
| FY2023 Conference Committee | | | | | | | | | | | | |
| | ConfCom | 4,314.4 | 3,183.1 | 109.2 | 977.1 | 45.0 | 0.0 | 0.0 | 0.0 | 26 | 0 | 0 |
| 1005 GF/Prgm | | 4,314.4 | | | | | | | | | | |
| Transfer Unallocated Rate Adjustments to Banking and Securities | | | | | | | | | | | | |
| | Unalloc | 10.1 | 0.0 | 0.0 | 10.1 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1005 GF/Prgm | | 10.1 | | | | | | | | | | |
| FY2023 Exempt 5% COLA | | | | | | | | | | | | |
| | SalAdj | 8.0 | 8.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1005 GF/Prgm | | 8.0 | | | | | | | | | | |
| FY2023 Exempt 5% COLA: \$8.0 | | | | | | | | | | | | |
| Subtotal | | 4,332.5 | 3,191.1 | 109.2 | 987.2 | 45.0 | 0.0 | 0.0 | 0.0 | 26 | 0 | 0 |
| ***** Changes From FY2023 Authorized To FY2023 Management Plan ***** | | | | | | | | | | | | |
| Align Authority with Anticipated Expenditures | | | | | | | | | | | | |
| | LIT | 0.0 | -9.0 | 39.9 | -30.9 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Align authorization for anticipated expenditures in the travel line, consistent with the FY2023 Travel Plan. | | | | | | | | | | | | |
| Subtotal | | 4,332.5 | 3,182.1 | 149.1 | 956.3 | 45.0 | 0.0 | 0.0 | 0.0 | 26 | 0 | 0 |
| ***** Changes From FY2023 Management Plan To FY2024 Governor ***** | | | | | | | | | | | | |
| Increased Legal Costs and Financial Examiner 4 (08-#071) for Investigations and Enforcement | | | | | | | | | | | | |
| | Inc | 481.0 | 171.0 | 0.0 | 300.0 | 10.0 | 0.0 | 0.0 | 0.0 | 1 | 0 | 0 |
| 1005 GF/Prgm | | 481.0 | | | | | | | | | | |

The Division of Banking and Securities (DBS) currently has an enforcement team comprised of two investigators. The DBS workload has increased steadily over the last five years, but the enforcement team has remained small and has struggled to keep up with the ever-increasing number of complaints and cases. The addition of new fiscal industries in Alaska and increasing digital fraud targeting Alaskans and their financial information continues to increase the need for enforcement from the DBS. A qualified enforcement team will ensure that institutions and individuals are financially held responsible for violations of State statutes. This request adds one position in FY2024 to supervise existing investigators on a small enforcement team to address the DBS investigative and enforcement duties and work with the Department of Law.

The DBS has investigated multiple cases internally but has not referred any to the Department of Law for negotiated settlement or prosecution due to the lack of internal staff resources. The DBS is now reviewing aging enforcement cases and anticipates an increase in referrals to the Department of Law. The services line includes \$275.0 annually for increased Department of Law costs, as well as \$25.0 per position, per year, for statewide and department core services. Equipment and business supplies are included at \$10.0 per position.

Change Record Detail - Multiple Scenarios with Descriptions
Department of Commerce, Community, and Economic Development

Component: Banking and Securities (2808)

RDU: Banking and Securities (536)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | NP |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------|----------------|-------------------|--------------|----------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | |
| <p>This request will be fully supported by revenue collected by the DBS. In FY2022, the DBS contributed approximately \$18,495.1 to the general fund, an increase of over \$2,000.0 from the prior year.</p> <p>The following position is added: Full-time Financial Examiner 4 (08-#071), range 23, located in Anchorage</p> | | | | | | | | | | | | |
| Statutory Designated Program Receipts for Third-Party Reimbursed Travel | | | | | | | | | | | | |
| 1108 Stat Desig | IncM | 50.0 | 0.0 | 50.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| <p>Third-party receipts are available to reimburse the Banking and Securities for travel to national trainings and meetings. This adds authority to appropriately reflect those receipts.</p> | | | | | | | | | | | | |
| Totals | | 4,863.5 | 3,353.1 | 199.1 | 1,256.3 | 55.0 | 0.0 | 0.0 | 0.0 | 27 | 0 | 0 |

Line Item Detail (1676)
Department of Commerce, Community, and Economic Development
Travel

Component: Banking and Securities (2808)

| Line Number | Line Name | | FY2022 Actuals | FY2023 Management Plan | FY2024 Governor |
|----------------------------------|------------------------------|--------------------------------------------------------------------------------------------------------------------------------|----------------|------------------------|-----------------|
| 2000 | Travel | | 14.1 | 149.1 | 199.1 |
| Object Class | Servicing Agency | Explanation | FY2022 Actuals | FY2023 Management Plan | FY2024 Governor |
| 2000 Travel Detail Totals | | | 14.1 | 149.1 | 199.1 |
| 2000 | In-State Employee Travel | In-State Transportation - Transportation costs for travel relating to administration, meetings, boards and commissions. | 6.9 | 47.1 | 47.1 |
| 2002 | Out of State Employee Travel | Out-of-State Transportation - Transportation costs for travel relating to administration, meetings, boards and commissions. | 7.2 | 102.0 | 102.0 |
| 2006 | Other Travel Costs | Statutory designated program receipts for third-party travel reimbursement that will be designated when they are received. | 0.0 | 0.0 | 50.0 |

Line Item Detail (1676)
Department of Commerce, Community, and Economic Development
Services

Component: Banking and Securities (2808)

| Line Number | Line Name | | FY2022 Actuals | FY2023 Management Plan | FY2024 Governor |
|------------------------------------|---------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|------------------------|-----------------|
| 3000 | Services | | 745.5 | 956.3 | 1,256.3 |
| Object Class | Servicing Agency | Explanation | FY2022 Actuals | FY2023 Management Plan | FY2024 Governor |
| 3000 Services Detail Totals | | | 745.5 | 956.3 | 1,256.3 |
| 3000 | Education Services | Training, educational conferences, agency memberships, tuition, books and fees for work-related courses. | 34.9 | 35.0 | 35.0 |
| 3003 | Information Technology | Information Technology - Training, consulting, equipment and software leases, licensing and maintenance. | 206.0 | 265.0 | 265.0 |
| 3004 | Telecommunications | Local, long distance, and cellular telephone charges, television, data/network, telecommunication equipment, and other wireless charges from outside vendors. | 10.2 | 12.0 | 12.0 |
| 3006 | Delivery Services | Freight, courier services, and postage. | 0.5 | 2.0 | 2.0 |
| 3007 | Advertising and Promotions | Advertising, promotions and legal notices. | 0.0 | 1.0 | 1.0 |
| 3009 | Structure/Infrastructure/Land | Structure, infrastructure and land repairs, maintenance, rentals and leases. | 0.6 | 1.0 | 1.0 |
| 3010 | Equipment/Machinery | Machinery, furniture and equipment purchase, repairs, maintenance, rentals, and leases. | 0.0 | 1.0 | 1.0 |
| 3011 | Other Services | Other professional services. | 0.4 | 1.0 | 1.0 |
| 3017 | Inter-Agency Information Technology Non-Telecommunications | Admin - Department-wide Office of Information Technology - core services chargeback and pass-through billings for specialty licensing and other items. | 75.5 | 90.0 | 90.0 |
| 3018 | Inter-Agency Information Technology | Admin - Department-wide Office of Information Technology - | 8.4 | 10.0 | 10.0 |

Line Item Detail (1676)
Department of Commerce, Community, and Economic Development
Services

Component: Banking and Securities (2808)

| Object Class | Servicing Agency | Explanation | FY2022 Actuals | FY2023 Management Plan | FY2024 Governor |
|------------------------------------|---------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|---------------------------|-----------------|
| 3000 Services Detail Totals | | | 745.5 | 956.3 | 1,256.3 |
| | Telecommunications | telecommunications chargeback. | | | |
| 3019 | Inter-Agency Storage | Admin - Department-wide Storage services, including archiving records and storage supplies. | 0.0 | 1.0 | 1.0 |
| 3021 | Inter-Agency Mail | Admin - Department-wide Shared Services of Alaska - Pro-rated share of expenses relating to central mailroom support and services. | 1.6 | 2.5 | 2.5 |
| 3022 | Inter-Agency Human Resources | Admin - Department-wide Division of Personnel and Labor Relations - Human resource and personnel services. | 13.7 | 15.0 | 15.0 |
| 3023 | Inter-Agency Building Leases | Admin - Department-wide State-owned facility space rent: Juneau State Office Building. | 23.5 | 25.0 | 25.0 |
| 3023 | Inter-Agency Building Leases | Admin - Department-wide State-owned facility space rent: Atwood Building. | 48.2 | 52.0 | 52.0 |
| 3023 | Inter-Agency Building Leases | Admin - Department-wide State-owned facility space rent: Linn Pacillo Parking Garage. | 20.4 | 22.0 | 22.0 |
| 3024 | Inter-Agency Legal | Law - Department-wide Legal services. | 32.3 | 95.8 | 370.8 |
| 3024 | Inter-Agency Legal | Law - Department-wide Regulations review. | 4.3 | 5.0 | 5.0 |
| 3026 | Inter-Agency Insurance | Admin - Department-wide Division of Risk Management - Risk management insurance charges for leased buildings, repossessed properties, public official bonds, and overhead. | 0.9 | 1.0 | 1.0 |
| 3027 | Inter-Agency Financial | Admin - Department-wide Division of Finance - Computer services for State accounting (IRIS), payroll (AKPAY), and reporting (ALDER) systems. | 13.4 | 15.0 | 15.0 |
| 3028 | Inter-Agency Americans with Disabilities Act Compliance | Admin - Department-wide Americans with Disabilities Act (ADA) enforcement. | 0.2 | 1.0 | 1.0 |
| 3029 | Inter-Agency Education/Training | Admin - Department-wide Educational and training services, including procurement certification and Division of Finance courses. | 0.9 | 1.0 | 1.0 |

Line Item Detail (1676)
Department of Commerce, Community, and Economic Development
Services

Component: Banking and Securities (2808)

| Object Class | Servicing Agency | Explanation | FY2022 Actuals | FY2023 Management Plan | FY2024 Governor | |
|------------------------------------|---------------------------------------|----------------------------------------------|---------------------------------------------------|---------------------------|-----------------|-------|
| 3000 Services Detail Totals | | | 745.5 | 956.3 | 1,256.3 | |
| 3030 | Inter-Agency Hearing/Mediation | Admin - Department-wide | Hearing and mediation services. | 14.5 | 1.0 | 1.0 |
| 3037 | State Equipment Fleet | Trans - Department-wide | State equipment fleet services. | 0.0 | 1.0 | 1.0 |
| 3038 | Inter-Agency Management/Consulting | Admin - Department-wide | Core services cost increases for new position. | 0.0 | 0.0 | 25.0 |
| 3038 | Inter-Agency Management/Consulting | Commerce - Administrative Services (1028) | Administrative Services support. | 191.4 | 225.0 | 225.0 |
| 3038 | Inter-Agency Management/Consulting | Commerce - Commissioner's Office (1027) | Commissioner's Office support. | 43.7 | 75.0 | 75.0 |

Line Item Detail (1676)

**Department of Commerce, Community, and Economic Development
Commodities**

Component: Banking and Securities (2808)

| Line Number | Line Name | | FY2022 Actuals | FY2023 Management Plan | FY2024 Governor |
|---------------------------------------|-------------------------|----------------------------------------------------------------------------------------------------------------------|-----------------------|-------------------------------|------------------------|
| 4000 | Commodities | | 48.0 | 45.0 | 55.0 |
| Object Class | Servicing Agency | Explanation | FY2022 Actuals | FY2023 Management Plan | FY2024 Governor |
| 4000 Commodities Detail Totals | | | 48.0 | 45.0 | 55.0 |
| 4000 | Business | Supplies for office, library, training, and instructional needs, including small equipment, tools and subscriptions. | 48.0 | 44.4 | 54.4 |
| 4002 | Household/Institutional | Cleaning, food, and other household supplies. | 0.0 | 0.6 | 0.6 |

Revenue Detail (1681)

Department of Commerce, Community, and Economic Development

Component: Banking and Securities (2808)

| Revenue Type (OMB Fund Code) Revenue Source | Component | Comment | FY2022 Actuals | FY2023 Management Plan | FY2024 Governor |
|--------------------------------------------------------------------|------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|-----------------------------------|------------------------|
| 5005 GF/Prgm (1005 GF/Prgm) | | | 22,007.9 | 22,552.6 | 22,552.6 |
| 5101 Program Receipts Public Protection - Licenses and Permits | | Program Receipts - Licensing and permitting fees. | 3,512.8 | 4,332.5 | 4,332.5 |
| 5101 Program Receipts Public Protection - Licenses and Permits | | Program Receipts - Licensing and permitting fees. These receipts are collected in excess of appropriated expenditures and lapse to the General Fund. Future lapse is projected based on prior year total revenue collected. | 18,220.1 | 18,220.1 | 18,220.1 |
| 5102 Program Receipts Public Protection - Fines and Forfeitures | | Program Receipts - Fines/forfeitures. | 275.0 | 0.0 | 0.0 |
| 5108 Stat Desig (1108 Stat Desig) | | | 0.0 | 0.0 | 50.0 |
| 5200 Statutory Dsgntd Prgm Rcpts Pblc Prtctn - 3rd Party Clctns | | Statutory Designated Program Receipts - Third-party collections. | 0.0 | 0.0 | 50.0 |
| 6004 Gen Fund (1004 Gen Fund) | | | 58.0 | 0.0 | 0.0 |
| 6001 General Fund Pblc Protection - Other Licenses & Permits | | Originator Surety Fund collections. | 58.0 | 0.0 | 0.0 |

Inter-Agency Services (1682)

Department of Commerce, Community, and Economic Development

Component: Banking and Securities (2808)

| | | | | FY2022 Actuals | FY2023 Management Plan | FY2024 Governor |
|------------------------------------------------------------------------|---------------------------------------------------------------|-------------------------|-----------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|-----------------|
| Component Totals | | | | 492.9 | 638.3 | 938.3 |
| With Department of Administration | | | | 221.2 | 236.5 | 261.5 |
| With Department of Law | | | | 36.6 | 100.8 | 375.8 |
| With Department of Transportation/Public Facilities | | | | 0.0 | 1.0 | 1.0 |
| With Department of Commerce, Community, and Economic Development | | | | 235.1 | 300.0 | 300.0 |
| Object Class | Servicing Agency | Explanation | | | | |
| | | | FY2022 Actuals | FY2023 Management Plan | FY2024 Governor | |
| 3017 | Inter-Agency Information Technology Non-Telecommunications | Admin - Department-wide | Office of Information Technology - core services chargeback and pass-through billings for specialty licensing and other items. | 75.5 | 90.0 | 90.0 |
| 3018 | Inter-Agency Information Technology Telecommunications | Admin - Department-wide | Office of Information Technology - telecommunications chargeback. | 8.4 | 10.0 | 10.0 |
| 3019 | Inter-Agency Storage | Admin - Department-wide | Storage services, including archiving records and storage supplies. | 0.0 | 1.0 | 1.0 |
| 3021 | Inter-Agency Mail | Admin - Department-wide | Shared Services of Alaska - Pro-rated share of expenses relating to central mailroom support and services. | 1.6 | 2.5 | 2.5 |
| 3022 | Inter-Agency Human Resources | Admin - Department-wide | Division of Personnel and Labor Relations - Human resource and personnel services. | 13.7 | 15.0 | 15.0 |
| 3023 | Inter-Agency Building Leases | Admin - Department-wide | State-owned facility space rent: Juneau State Office Building. | 23.5 | 25.0 | 25.0 |
| 3023 | Inter-Agency Building Leases | Admin - Department-wide | State-owned facility space rent: Atwood Building. | 48.2 | 52.0 | 52.0 |
| 3023 | Inter-Agency Building Leases | Admin - Department-wide | State-owned facility space rent: Linny Pacillo Parking Garage. | 20.4 | 22.0 | 22.0 |
| 3024 | Inter-Agency Legal | Law - Department-wide | Legal services. | 32.3 | 95.8 | 370.8 |
| 3024 | Inter-Agency Legal | Law - Department-wide | Regulations review. | 4.3 | 5.0 | 5.0 |

Inter-Agency Services (1682)

Department of Commerce, Community, and Economic Development

Component: Banking and Securities (2808)

| Object Class | Servicing Agency | Explanation | FY2022 Actuals | FY2023 Management Plan | FY2024 Governor |
|--------------------------------------------------------------|-------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------|----------------|---------------------------|-----------------|
| 3026 Inter-Agency Insurance | Admin - Department-wide | Division of Risk Management - Risk management insurance charges for leased buildings, repossessed properties, public official bonds, and overhead. | 0.9 | 1.0 | 1.0 |
| 3027 Inter-Agency Financial | Admin - Department-wide | Division of Finance - Computer services for State accounting (IRIS), payroll (AKPAY), and reporting (ALDER) systems. | 13.4 | 15.0 | 15.0 |
| 3028 Inter-Agency Americans with Disabilities Act Compliance | Admin - Department-wide | Americans with Disabilities Act (ADA) enforcement. | 0.2 | 1.0 | 1.0 |
| 3029 Inter-Agency Education/Training | Admin - Department-wide | Educational and training services, including procurement certification and Division of Finance courses. | 0.9 | 1.0 | 1.0 |
| 3030 Inter-Agency Hearing/Mediation | Admin - Department-wide | Hearing and mediation services. | 14.5 | 1.0 | 1.0 |
| 3037 State Equipment Fleet | Trans - Department-wide | State equipment fleet services. | 0.0 | 1.0 | 1.0 |
| 3038 Inter-Agency Management/Consulting | Admin - Department-wide | Core services cost increases for new position. | 0.0 | 0.0 | 25.0 |
| 3038 Inter-Agency Management/Consulting | Commerce - Administrative Services (1028) | Administrative Services support. | 191.4 | 225.0 | 225.0 |
| 3038 Inter-Agency Management/Consulting | Commerce - Commissioner's Office (1027) | Commissioner's Office support. | 43.7 | 75.0 | 75.0 |

Personal Services Expenditure Detail
Department of Commerce, Community, and Economic Development

Scenario: FY2024 Governor (19867)
Component: Banking and Securities (2808)
RDU: Banking and Securities (536)

| PCN | Job Class Title | Time Status | Retire Code | Barg Unit | Location | Salary Sched | Range / Step | Comp Months | Split / Count | Annual Salaries | COLA | Premium Pay | Annual Benefits | Total Costs | UGF Amount |
|---------|-----------------------------|-------------|-------------|-----------|-----------|--------------|--------------|-------------|---------------|-----------------|-------|-------------|-----------------|-------------|------------|
| 08-#071 | Financial Examiner 4 | FT | A | GP | Anchorage | 200 | 23C | 12.0 | | 92,898 | 3,191 | 0 | 53,733 | 149,822 | 0 |
| 08-1280 | Financial Examiner 2 | FT | A | GP | Anchorage | 200 | 19B / C | 12.0 | | 69,304 | 2,380 | 0 | 44,911 | 116,595 | 0 |
| 08-2041 | Investigator 3 | FT | A | GP | Anchorage | 200 | 18C / D | 12.0 | | 67,990 | 2,335 | 0 | 44,420 | 114,745 | 0 |
| 08-2110 | Fin Reg Exam | FT | A | GP | Juneau | 205 | 14G | 12.0 | | 60,548 | 2,080 | 0 | 41,638 | 104,266 | 0 |
| 08-2112 | Investigator 2 | FT | A | GP | Anchorage | 200 | 16D / E | 12.0 | | 61,498 | 2,112 | 0 | 41,993 | 105,603 | 0 |
| 08-2122 | Fin Reg Exam | FT | A | GP | Juneau | 205 | 14D / E | 12.0 | | 55,413 | 1,903 | 0 | 39,718 | 97,034 | 0 |
| 08-2210 | Financial Examiner 3 | FT | A | GP | Anchorage | 200 | 21J | 12.0 | | 96,798 | 3,325 | 0 | 55,191 | 155,314 | 0 |
| 08-2237 | Division Operations Manager | FT | A | SS | Juneau | 205 | 24B / C | 12.0 | | 108,370 | 1,489 | 0 | 62,192 | 172,051 | 0 |
| 08-3001 | Division Director - Px | FT | A | XE | Anchorage | N00 | 27K / L | 12.0 | | 140,107 | 0 | 0 | 73,915 | 214,022 | 0 |
| 08-3002 | Administrative Assistant 2 | FT | A | GP | Juneau | 205 | 14E / F | 12.0 | | 58,305 | 2,003 | 0 | 40,799 | 101,107 | 0 |
| 08-3003 | Financial Examiner 2 | FT | A | GP | Anchorage | 200 | 19B / C | 12.0 | | 70,171 | 2,410 | 0 | 45,236 | 117,817 | 0 |
| 08-3004 | Financial Examiner 3 | FT | A | GP | Anchorage | 200 | 21J / K | 12.0 | | 97,060 | 3,334 | 0 | 55,289 | 155,683 | 0 |
| 08-3008 | Financial Examiner 4 | FT | A | SS | Anchorage | 200 | 23F | 12.0 | | 110,032 | 1,512 | 0 | 62,814 | 174,358 | 0 |
| 08-3010 | Financial Examiner 3 | FT | A | GP | Anchorage | 200 | 21C / D | 12.0 | | 82,295 | 2,827 | 0 | 49,769 | 134,891 | 0 |
| 08-3014 | Financial Examiner 3 | FT | A | GP | Anchorage | 200 | 21M / N | 12.0 | | 107,560 | 3,694 | 0 | 59,215 | 170,469 | 0 |
| 08-3021 | Financial Examiner 4 | FT | A | SS | Anchorage | 200 | 23J / K | 12.0 | | 114,967 | 1,580 | 0 | 64,659 | 181,206 | 0 |
| 08-3024 | Fin Reg Exam | FT | A | GP | Juneau | 205 | 14C / D | 12.0 | | 54,113 | 1,859 | 0 | 39,231 | 95,203 | 0 |
| 08-3027 | Financial Examiner 3 | FT | A | GP | Anchorage | 200 | 21C / D | 12.0 | | 82,666 | 2,839 | 0 | 49,907 | 135,412 | 0 |
| 08-3028 | Fin Reg Exam | FT | A | GP | Juneau | 205 | 14G | 12.0 | | 60,548 | 2,080 | 0 | 41,638 | 104,266 | 0 |
| 08-3030 | Financial Examiner 1 | FT | A | GP | Anchorage | 200 | 17G / J | 12.0 | | 71,482 | 2,455 | 0 | 45,726 | 119,663 | 0 |
| 08-3088 | Financial Examiner 1 | FT | A | GP | Anchorage | 200 | 17A / B | 12.0 | | 59,773 | 2,053 | 0 | 41,348 | 103,174 | 0 |
| 08-3089 | Administrative Assistant 2 | FT | A | GP | Anchorage | 200 | 14K / L | 12.0 | | 63,539 | 2,182 | 0 | 42,756 | 108,477 | 0 |
| 08-3099 | Financial Examiner 2 | FT | A | GP | Anchorage | 200 | 19F / G | 12.0 | | 79,260 | 2,722 | 0 | 48,634 | 130,616 | 0 |
| 08-3100 | Financial Examiner 3 | FT | A | GP | Anchorage | 200 | 21D / E | 12.0 | | 85,891 | 2,950 | 0 | 51,113 | 139,954 | 0 |
| 08-3101 | Financial Examiner 3 | FT | A | GP | Anchorage | 200 | 21A / B | 12.0 | | 78,296 | 2,689 | 0 | 48,274 | 129,259 | 0 |
| 08-3102 | Financial Examiner 1 | FT | A | GP | Fairbanks | 203 | 17A / B | 12.0 | | 61,359 | 2,108 | 0 | 41,941 | 105,408 | 0 |
| 08-3103 | Fin Reg Exam | FT | A | GP | Juneau | 205 | 14B / C | 12.0 | | 51,565 | 1,771 | 0 | 38,279 | 91,615 | 0 |

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column. [No valid job title] appearing in the Job Class Title indicates that the PCN has an invalid class code or invalid range for the class code effective date of this scenario.

Personal Services Expenditure Detail
Department of Commerce, Community, and Economic Development

Scenario: FY2024 Governor (19867)
Component: Banking and Securities (2808)
RDU: Banking and Securities (536)

| PCN | Job Class Title | Time Status | Retire Code | Barg Unit | Location | Salary Sched | Range / Step | Comp Months | Split / Count | Annual Salaries | COLA | Premium Pay | Annual Benefits | Total Costs | UGF Amount |
|-----|---------------------------------|------------------------|-------------|----------------|----------|--------------|--------------|-------------|---------------|-----------------|------|-------------|-----------------|-------------------------------------------|------------|
| | | Total Positions | New | Deleted | | | | | | | | | | Total Salary Costs: | 2,141,808 |
| | | | | | | | | | | | | | | Total COLA: | 61,883 |
| | Full Time Positions: | 27 | 1 | 0 | | | | | | | | | | Total Premium Pay: | 0 |
| | Part Time Positions: | 0 | 0 | 0 | | | | | | | | | | Total Benefits: | 1,324,339 |
| | Non Permanent Positions: | 0 | 0 | 0 | | | | | | | | | | | |
| | Positions in Component: | 27 | 1 | 0 | | | | | | | | | | | |
| | Total Component Months: | 324.0 | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | Total Pre-Vacancy: | 3,528,030 |
| | | | | | | | | | | | | | | Minus Vacancy Adjustment of 4.96%: | (174,930) |
| | | | | | | | | | | | | | | Total Post-Vacancy: | 3,353,100 |
| | | | | | | | | | | | | | | Plus Lump Sum Premium Pay: | 0 |
| | | | | | | | | | | | | | | Personal Services Line 100: | 3,353,100 |

| PCN Funding Sources: | Pre-Vacancy | Post-Vacancy | Percent |
|------------------------------------|--------------------|---------------------|----------------|
| 1005 General Fund/Program Receipts | 3,528,030 | 3,353,100 | 100.00% |
| Total PCN Funding: | 3,528,030 | 3,353,100 | 100.00% |

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column. [No valid job title] appearing in the Job Class Title indicates that the PCN has an invalid class code or invalid range for the class code effective date of this scenario.

Department of Commerce, Community, and Economic Development
Division of Banking and Securities
FY2024 Governor Organization Chart

