

Department of Banking

DOB37000

Permanent Full-Time Positions

| Fund | Actual FY 23 | Actual FY 24 | Appropriation FY 25 | Governor Recommended | | Legislative | |
|--------------|-----------------|-----------------|------------------------|----------------------|-------|-------------|-------|
| | | | | FY 26 | FY 27 | FY 26 | FY 27 |
| Banking Fund | 115 | 125 | 128 | 130 | 130 | 131 | 131 |

Budget Summary

| Account | Actual FY 23 | Actual FY 24 | Appropriation FY 25 | Governor Recommended | | Legislative | |
|------------------------------------|-------------------|-------------------|------------------------|----------------------|-------------------|-------------------|-------------------|
| | | | | FY 26 | FY 27 | FY 26 | FY 27 |
| Personal Services | 11,274,082 | 11,518,625 | 14,628,566 | 15,416,809 | 15,416,809 | 15,476,809 | 15,496,809 |
| Other Expenses | 1,267,691 | 1,312,820 | 1,375,510 | 1,375,510 | 1,375,510 | 1,378,010 | 1,375,510 |
| Equipment | 256 | 41,448 | 44,900 | 44,900 | 44,900 | 44,900 | 44,900 |
| Other Current Expenses | | | | | | | |
| Fringe Benefits | 10,422,839 | 10,106,094 | 13,763,422 | 12,333,447 | 12,333,447 | 12,383,403 | 12,399,055 |
| Indirect Overhead | 554,708 | 319,072 | 319,072 | 1,404,178 | 1,404,178 | 1,404,178 | 1,404,178 |
| Agency Total - Banking Fund | 23,519,576 | 23,298,059 | 30,131,470 | 30,574,844 | 30,574,844 | 30,687,300 | 30,720,452 |

| Account | Governor Recommended | | Legislative | | Difference from Governor | |
|---------|----------------------|-------|-------------|-------|--------------------------|-------|
| | FY 26 | FY 27 | FY 26 | FY 27 | FY 26 | FY 27 |

Policy Revisions

Provide Funding to Expand the Financial Protection and Innovation Team

| | | | | | | |
|---------------------------------|----------------|----------------|----------------|----------------|----------|----------|
| Personal Services | 235,000 | 235,000 | 235,000 | 235,000 | - | - |
| Fringe Benefits | 188,000 | 188,000 | 188,000 | 188,000 | - | - |
| Total - Banking Fund | 423,000 | 423,000 | 423,000 | 423,000 | - | - |
| Positions - Banking Fund | 2 | 2 | 2 | 2 | - | - |

Background

The Financial Protection and Innovation Team was created in FY 24. The team is responsible for analyzing, regulating, and overseeing highly specialized areas of the banking industry such as cannabis banking, cryptocurrency, and cybersecurity, with more enforcement focus on Fair Credit, Truth-in-Lending, and other consumer protection laws.

Governor

Provide funding of \$423,000 and two positions in both FY 26 and FY 27 to expand the Financial Protection and Innovation Team.

Legislative

Same as Governor.

Provide Funding to Regulate Earned but Unpaid Wage or Salary Income Advances

| | | | | | | |
|---------------------------------|----------|----------|----------------|----------------|----------------|----------------|
| Personal Services | - | - | 60,000 | 80,000 | 60,000 | 80,000 |
| Other Expenses | - | - | 2,500 | - | 2,500 | - |
| Fringe Benefits | - | - | 49,956 | 65,608 | 49,956 | 65,608 |
| Total - Banking Fund | - | - | 112,456 | 145,608 | 112,456 | 145,608 |
| Positions - Banking Fund | - | - | 1 | 1 | 1 | 1 |

Background

PA 25-155, *An Act Concerning Earned but Unpaid Wage or Salary Income Advances*, generally exempts salary advances to Connecticut employees from the small loan law's annual percentage rate (APR) and finance charge requirements. The act instead subjects such advances to other restrictions including, among other things, finance charge caps and disclosure requirements.

| Account | Governor Recommended | | Legislative | | Difference from Governor | |
|---------|----------------------|-------|-------------|-------|--------------------------|-------|
| | FY 26 | FY 27 | FY 26 | FY 27 | FY 26 | FY 27 |

Legislative

Provide \$112,456 and 1 position in FY 26 and \$145,608 and 1 position in FY 27 for regulation of earned but unpaid wage or salary income advances.

Current Services

Adjust Fringe Benefits to Reflect Actual Rates

| | | | | | | |
|-----------------------------|--------------------|--------------------|--------------------|--------------------|----------|----------|
| Fringe Benefits | (1,617,975) | (1,617,975) | (1,617,975) | (1,617,975) | - | - |
| Total - Banking Fund | (1,617,975) | (1,617,975) | (1,617,975) | (1,617,975) | - | - |

Background

The fringe benefit costs for employees supported by funds other than the General Fund are budgeted within their respective agencies, as opposed to the fringe benefits account within the Office of the State Comptroller.

Governor

Reduce funding by \$1,617,975 in both FY 26 and FY 27 to reflect necessary funds for fringe benefits.

Legislative

Same as Governor

Fund Indirect Overhead at Comptroller's Projected Amount

| | | | | | | |
|-----------------------------|------------------|------------------|------------------|------------------|----------|----------|
| Indirect Overhead | 1,085,106 | 1,085,106 | 1,085,106 | 1,085,106 | - | - |
| Total - Banking Fund | 1,085,106 | 1,085,106 | 1,085,106 | 1,085,106 | - | - |

Background

Agencies funded outside the General Fund are charged with indirect overhead costs by the Office of the State Comptroller for utilizing certain centralized state agency services.

Governor

Provide funding of \$1,085,106 in both FY 26 and FY 27 to ensure sufficient funds for indirect overhead.

Legislative

Same as Governor

Annualize the Cost of Existing Wage Agreements

| | | | | | | |
|-----------------------------|----------------|----------------|----------------|----------------|----------|----------|
| Personal Services | 553,243 | 553,243 | 553,243 | 553,243 | - | - |
| Total - Banking Fund | 553,243 | 553,243 | 553,243 | 553,243 | - | - |

Background

The Governor's Recommended Budget provides funding of \$124.4 million in FY 26 and FY 27, across nine appropriated funds, to reflect current wage-related adjustments resulting from existing wage agreements.

Governor

Provide funding of \$553,243 in both FY 26 and FY 27 to reflect this agency's increased wage costs.

Legislative

Same as Governor

Totals

| Budget Components | Governor Recommended | | Legislative | | Difference from Governor | |
|--------------------------|----------------------|------------|-------------|------------|--------------------------|---------|
| | FY 26 | FY 27 | FY 26 | FY 27 | FY 26 | FY 27 |
| FY 25 Appropriation - BF | 30,131,470 | 30,131,470 | 30,131,470 | 30,131,470 | - | - |
| Policy Revisions | 423,000 | 423,000 | 535,456 | 568,608 | 112,456 | 145,608 |
| Current Services | 20,374 | 20,374 | 20,374 | 20,374 | - | - |
| Total Recommended - BF | 30,574,844 | 30,574,844 | 30,687,300 | 30,720,452 | 112,456 | 145,608 |

| Positions | Governor Recommended | | Legislative | | Difference from Governor | |
|--------------------------|----------------------|-------|-------------|-------|--------------------------|-------|
| | FY 26 | FY 27 | FY 26 | FY 27 | FY 26 | FY 27 |
| FY 25 Appropriation - BF | 128 | 128 | 128 | 128 | - | - |
| Policy Revisions | 2 | 2 | 3 | 3 | 1 | 1 |
| Total Recommended - BF | 130 | 130 | 131 | 131 | 1 | 1 |