

Agency 19 - Department Of Banking

Statutory Authority:

The following statutory provisions contain the authority and responsibilities of the Department of Banking & Finance:

- 1) Chapter 8, Articles 1-21; 23. (Financial Institutions, Holding Companies, Sale of Checks & Funds Transmission, Securities, Commodities)
- 2) Chapter 21, Article 17. (Credit Unions)
- 3) Chapter 45, Articles 1-3, 7, 9 & 10. (Installment Loan Companies, Installment Sales, Loan Brokers, Mortgage Bankers, Delayed Deposit Services)
- 4) Chapter 59, Article 17. (Seller Assisted Marketing Plans)

Vision Statement:

Our Agency's Vision is to continually evaluate and improve our methods of carrying out our Mission Statement.

Mission Statement:

The Mission of this Agency is to protect and maintain the public confidence through the fair, efficient, and experienced supervision of the state-regulated financial services industries; to assist the public in their dealings with those entities; to assist those whom we regulate in a manner which allows them to remain competitive, yet maintain their soundness in compliance with the law; to fulfill our statutory responsibilities with regard to all licensees and registrants; and to investigate violations of the laws and cooperate with other agencies in seeking a timely resolution of problems and questions.

Our guiding principles are reflected in our Mission Statement.

Goals:

Our goals for the Agency are:

- 1) Continue to update and rewrite Agency rules and opinions as necessary to remain current with the industries we regulate and advancing technologies.
- 2) Continue to expand the use of computerization both in the office and in the field. Expand the use of Internet and Intranet resources to fulfill the Agency Mission.
- 3) Continue to provide a quality work environment for Agency personnel.
- 4) Maintain and build on our role as an Agency whose personnel work well with both the industries they regulate and the public; an Agency whose regulators work to ensure that the public is protected, and those we regulate can continue to operate safely and competitively in the rapidly changing financial marketplace.
- 5) Maintain and build on our good working relationship with other state and federal regulators and, when appropriate, share and incorporate information to increase efficiencies for the Agency, for those we regulate, and the public.
- 6) Work singly and with other groups to maintain the dual-chartering system for financial institutions.

Financial Data:

	Actual FY04	Approp FY05	Request FY06	Recom FY06	Request FY07	Recom FY07
General Fund	0	0	0	0	0	0
Cash Fund	4,271,131	5,296,018	5,278,254	5,351,920	5,257,502	5,449,915
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
Total Agency	4,271,131	5,296,018	5,278,254	5,351,920	5,257,502	5,449,915

Agency 19 - Department Of Banking

Program 065 - Enforcement Of Standards - Financial Institutions

Program Objectives:

The purpose of the Financial Institutions area is to regulate financial entities and services offered to the general public. We provide continuing education opportunities for our staff and ensure that they are utilizing up-to-date equipment. We have established the following overall goals:

- 1) Provide adequate training for new and existing staff via schools and workshops offered by state and national industry affiliates.
- 2) Provide employees with opportunities to advance through cross-training/continuing education and reclassification, or promotion.
- 3) Upgrade existing and provide additional computer hardware/software. Use Internet/Intranet to increase effectiveness.

Financial Data:

	Actual FY04	Approp FY05	Request FY06	Recom FY06	Request FY07	Recom FY07
General Fund	0	0	0	0	0	0
Cash Fund	3,286,110	3,993,327	4,014,919	4,066,096	4,004,861	4,138,215
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
Total	3,286,110	3,993,327	4,014,919	4,066,096	4,004,861	4,138,215

Performance Measures:

The Department is expanding the use of technology, particularly computer software, to increase the amount and quality of information available for measuring performance. In addition, the Department also revised its financial reporting to better track and predict financial performance and provide useful cost information.

Outcomes and quality are measured in several ways such as evaluations by outside organizations. For example, the Department participates in a yearly evaluation conducted by the Nebraska Bankers Association regarding regulatory procedures, effectiveness and personnel. The Department is also accredited by the Conference of State Bank Supervisors. The accreditation process (originally completed in 1993, with full re-accreditation in 1998, 2003 and every five years thereafter) also requires a yearly evaluation by an outside team. The Division's professional staff also meets regularly to discuss/evaluate exam schedules, methods of operation and workload.

Below are several statistics that provide input and output information:

Number of Charters/Licenses

AS OF 6/30	FY02	FY03	FY04	*FY05	*FY06	*FY07
Banks	196	192	188	185	181	179
Credit Unions	29	28	26	24	22	20
Installment Loan Companies	49	40	38	38	38	38
Delayed Deposit Services	85	94	103	115	120	125

Agency 19 - Department Of Banking Program 066 - Enforcement Of Standards - Securities

Program Objectives:

The purpose of the Securities Bureau is to regulate financial services offered to the general public. We provide continuing education opportunities for our staff and ensure that they are utilizing up-to-date equipment. We have established the following overall goals:

- 1) Provide adequate training for new and existing staff via schools and workshops offered by national industry affiliates.
- 2) Provide employees with opportunities to advance through cross-training/continuing education and reclassification, or promotion.
- 3) Upgrade existing and provide additional computer hardware/software. Use Internet/Intranet to increase effectiveness.

Financial Data:

	Actual FY04	Approp FY05	Request FY06	Recom FY06	Request FY07	Recom FY07
General Fund	0	0	0	0	0	0
Cash Fund	985,021	1,302,691	1,263,335	1,285,824	1,252,641	1,311,700
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
Total	985,021	1,302,691	1,263,335	1,285,824	1,252,641	1,311,700

Performance Measures:

As with our Financial Institutions Division, the Bureau of Securities is also investing in technology to increase the amount and quality of information available for measuring performance. The Department's financial reporting changes will also improve cost and financial tracking.

Outcomes and quality, however, can be measured in several ways. For several years the number of industry personnel and transactions regulated by the Bureau have increased. However, automation and technology have allowed the Bureau to process this increase and, at the same time, decrease personnel by one FTE.

Below are several statistics that provide input and output information:

Licenses/Registrations	FY02	FY03	FY04	*FY05	*FY06	*FY07
As of 6/30						
Broker-Dealers	1,520	1,447	1,436	1,450	1,450	1,450
Broker-Dealer Agents	57,388	53,950	56,214	56,500	56,500	57,000
Investment Advisors	639	699	743	750	775	775
IA Representatives	1,606	1,756	1,924	1,950	1,950	1,975
Securities Filed	20,467	20,935	22,746	22,500	22,750	23,000

*Estimates.