

Part 1 – Agency Profile

Agency Overview

The Department of Finance is a regulatory agency charged with the supervision and oversight of state-chartered financial institutions, regulated lenders, securities issuers, broker-dealers and stockbrokers, residential mortgage brokers and lenders, investment advisers and sales personnel, collection agencies, endowed care cemeteries, and others.

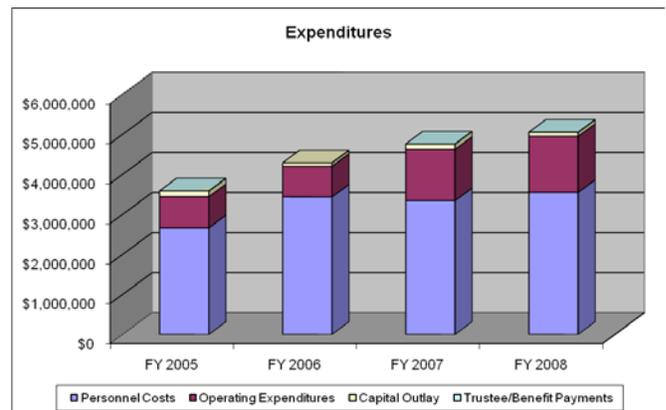
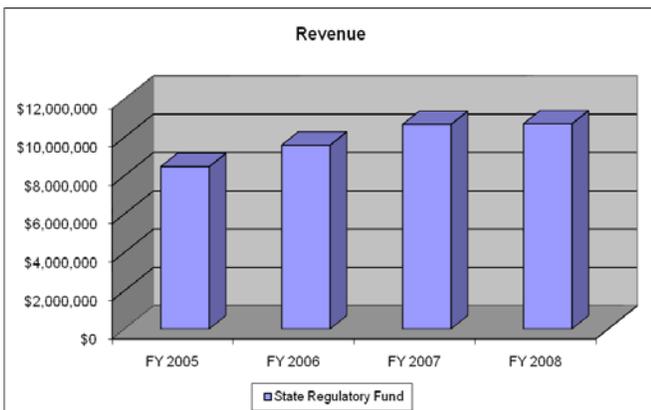
Core Functions/Idaho Code

The Department administers and enforces the following twenty-two regulatory statutes:

- | | |
|---|--|
| Idaho Bank Act § 26-101 | Idaho Credit Code § 28-41-101 |
| Idaho Bank Holding Company Act § 26-501 | Idaho Mortgage Company Act § 26-2801 |
| Idaho Interstate Banking Act § 26-2601 | Idaho Collection Agency Act § 26-2221 |
| Idaho Interstate Branching Act § 26-1601 | Idaho Securities Act § 30-14-101 |
| Idaho International Banking Act § 26-1701 | Idaho Residential Mortgage Practices Act § 26-3101 |
| Idaho Trust Institutions Act § 26-3201 | Business Combination Act § 30-1701 |
| Idaho Savings Bank Act § 26-1801 | Control Share Acquisition Act § 30-1601 |
| Business And Industrial Development Corporation Act (BIDCO) § 26-2701 | Idaho Commodity Code § 30-1501 |
| Idaho Credit Union Act § 26-2101 | Endowment Care Cemetery Act § 27-401 |
| Idaho Money Transmitters Act § 26-2901 | Continuing-Care Disclosure Act § 26-3701 |
| | Idaho Escrow Act § 30-901 |
| | Idaho Financial Fraud Prevention Act § 67-2750 |

Revenue and Expenditures

| Revenue | FY 2005 | FY 2006 | FY 2007 | FY 2008 |
|--------------------------|--------------------|--------------------|---------------------|---------------------|
| State Regulatory Fund | \$8,462,449 | \$9,585,479 | \$10,665,107 | \$10,699,608 |
| Total | \$8,462,449 | \$9,585,479 | \$10,665,107 | \$10,699,608 |
| Expenditure | FY 2005 | FY 2006 | FY 2007 | FY 2008 |
| Personnel Costs | \$2,664,000 | \$3,433,689 | \$3,341,688 | \$3,547,523 |
| Operating Expenditures | \$777,600 | \$766,410 | \$1,280,778 | \$1,398,657 |
| Capital Outlay | \$142,000 | \$82,564 | \$131,942 | \$102,629 |
| Trustee/Benefit Payments | \$0 | \$0 | \$0 | \$0 |
| Total | \$3,583,600 | \$4,282,583 | \$4,754,388 | \$5,048,809 |



Profile of Cases Managed and/or Key Services Provided

| Cases Managed and/or Key Services Provided | FY 2005 | FY 2006 | FY 2007 | FY 2008 |
|--|-------------|--------------------------------|-------------|-------------|
| Business or Individuals Regulated | 141,501 | 134,065 (law/ rule changes) | 152,729 | 158,614 |
| Transfers to General Fund | \$4,084,840 | \$4,554,569 | \$5,489,698 | \$5,177,296 |

Performance Highlights

The Department is a dedicated fund agency, and is funded entirely by fees levied by law on the industries subject to its supervision. Monies collected by the Department over and above 125% of its spending authority are transferred into the general fund each year; the Department transfers dollar amounts that are equal to, or greater than the amount it spends. Key performance measurements of Department of Finance regulated entities confirm continued growth and expansion of services throughout the state, and demonstrate that licensees are well-positioned to fund economic development. Since 1996, the Department has more than tripled the number of submissions/licensees handled per employee. This is in addition to the increased efforts of the employees to promote economic development, improve financial literacy, and protect Idaho consumers.

Part II – Performance Measures – Calendar Year

| Performance Measure | CY2005 | CY2006 | CY2007 | CY2008-TD As of 6/30/2008 | Benchmark |
|--|--------|--------|--------|-------------------------------------|------------------------------------|
| 1. % of state chartered banks examined within statutory timeframe | 100% | 100% | 100% | 100% | Maintain 100% |
| 2. Demonstrate value of State over Federal charter to maintain # of State Charters | 14 | 14 | 14 | 14 (CYTD) | Maintain or increase # of charters |
| 3. % of on-site exams of state-registered / Idaho-based investment advisers | 31% | 34% | 45% | 16% (CYTD) | Examine 33% |
| 4. Annually provide at least one continuing education training session PER REGION for mortgage industry members. | 2 | 1 | 1 | 1 (CYTD) | Minimum of 1 per region |
| 5. Conduct 200 license compliance exams of Consumer Finance Bureau licensees | 171 | 192 | 245 | 5 (CYTD) * (NMLS implementation) | Minimum of 200 |

Performance Measure Explanatory Note:

*Effective January 2, 2008, the Department implemented a new automated licensing system used to license and regulate the mortgage industry. Development of the Nationwide Mortgage Licensing System (NMLS) was spearheaded by Idaho; the congress and President Bush made using this system mandatory on July 30, 2008. This new system, coupled with the turmoil in the mortgage industry and credit markets, required significant resources, including examiners, preventing the Department from allocating resources to routine compliance exams.

Note that these are calendar year to date (CYTD). These are simplified versions of benchmark reports which contain much more detail. Please contact us if any questions arise, or any further information is necessary.

For More Information Contact

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