

## Kansas Insurance Department

Expenditure	Actual FY 2015	Approved FY 2016	Approved FY 2017
<b>All Funds:</b>			
State Operations	\$ 10,617,940	\$ 10,767,083	\$ 11,079,987
Aid to Local Units	13,325,855	13,650,000	13,900,000
Other Assistance	2,343,515	6,200,000	6,350,000
<i>Subtotal - Operating</i>	<u>\$ 26,287,310</u>	<u>\$ 30,617,083</u>	<u>\$ 31,329,987</u>
Capital Improvements	6,885	65,000	65,000
TOTAL	<u><u>\$ 26,294,195</u></u>	<u><u>\$ 30,682,083</u></u>	<u><u>\$ 31,394,987</u></u>
<b>State General Fund:</b>			
State Operations	\$ -	\$ -	\$ -
Aid to Local Units	-	-	-
Other Assistance	-	-	-
<i>Subtotal - Operating</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Capital Improvements	-	-	-
TOTAL	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
<b>Percent Change:</b>			
Operating Expenditures			
All Funds	10.9 %	16.5 %	2.3 %
State General Fund	-	-	-
FTE Positions	122.4	118.5	118.5
Non-FTE Unclass. Perm. Pos.	3.6	-	-
TOTAL	<u><u>126.0</u></u>	<u><u>118.5</u></u>	<u><u>118.5</u></u>

The approved budget for the Kansas Insurance Department in FY 2016 totals \$30.7 million, all from special revenue funds, an increase of \$4.4 million, or 16.7 percent, above FY 2015 actual expenditures, and a decrease of \$147,117, or 0.5 percent, below the amount approved by the 2015 Legislature. The decrease from the approved amount is primarily attributable to a decrease in contractual services and other assistance to defend and pay claims from the Workers' Compensation Fund, based on actual expenditures and findings from the actuary for the Insurance Department. The decrease is also attributable to the consolidation of programs and elimination of programs for efficiency. The decrease is partially offset by an increase in aid to local units of government expenditures to firefighter relief associations, based on actual amounts received and distributed to the associations, in accordance with the Firefighter Relief Act. The budget includes a transfer of \$8.0 million, all from the Service Regulation Fund, to the State General Fund approved by the 2015 Legislature. The budget includes 118.5 FTE positions and zero non-FTE positions, which is a decrease of 3.9 FTE positions and 3.6 non-FTE positions, below the amount approved by the 2015 Legislature. The decrease in positions is attributable to the consolidation of programs and elimination of programs for efficiency.

The approved capital improvement expenditures for the Insurance Department in FY 2016 total \$95,000, all from special revenue funds, which includes \$65,000 in building improvement capital improvements and \$30,000 in contractual services labor expenditures. The capital improvements budget is to provide ongoing routine maintenance to the agency's building.

The approved budget for the Kansas Insurance Department for FY 2017 totals \$31.4 million, all from special revenue funds, an increase of \$712,904, or 2.3 percent, above the FY 2016 approved budget, and a decrease of \$173,588, or 0.6 percent, below the amount approved by the 2015 Legislature. The decrease from the approved amount is primarily attributable to a decrease in contractual services and other assistance, to defend and pay claims from the Workers' Compensation Fund, based on actual expenditures and findings from the actuary for the Insurance Department. The decrease is also attributable to consolidation of programs and elimination of positions for efficiency and the Legislature deleting \$43,166, all from special revenue funds, for FY 2017 to eliminate the remaining three quarters of Death and Disability payments for FY 2017. The decrease is partially offset by an increase in aid to local units of government expenditures to firefighter relief associations, based on actual amounts received and distributed to the associations, in accordance with the Firefighters Relief Act. The Governor recommended a transfer of \$1.0 million, all from the Service Regulation Fund, to the State General Fund, for FY 2017. This transfer is in addition to the \$8.0 million transfer from the Service Regulation Fund to the State General Fund approved by the 2015 Legislature. The budget includes 118.5 FTE positions zero non-FTE positions, which is a decrease of 3.9 FTE positions and 3.6 non-FTE positions, below the amount

approved by the 2015 Legislature. The decrease in positions is attributable to the consolidation of programs and elimination of programs for efficiency.

The approved capital improvement expenditures for the Insurance Department for FY 2017 total \$95,000, all from special revenue funds, which includes \$65,000 in building improvement capital improvements and \$30,000 in contractual services labor expenditures. The capital improvements budget is to provide ongoing routine maintenance to the agency's building.

## Kansas Insurance Department

	FY 2016			FY 2017		
	SGF	All Funds	FTE	SGF	All Funds	FTE
<b>Agency Estimate/Request</b>	\$ -	\$ 30,682,083	118.5	\$ -	\$ 31,438,153	118.5
<b>Governor's Changes:</b>						
1. Service Regulation Fund Transfer	\$ -	\$ -	-	\$ -	\$ -	-
<b>Total Governor's Recommendation</b>	<b>\$ -</b>	<b>\$ 30,682,083</b>	<b>118.5</b>	<b>\$ -</b>	<b>\$ 31,438,153</b>	<b>118.5</b>
Change from Agency Est.	\$ 0	\$ 0	0.0	\$ 0	\$ 0	0.0
Percent Change from Agency Est.	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %
<b>Legislative Action:</b>						
2. KPERs Death and Disability Reduction	\$ -	\$ -	-	\$ -	\$ (43,166)	-
<b>TOTAL APPROVED</b>	<b>\$ -</b>	<b>\$ 30,682,083</b>	<b>118.5</b>	<b>\$ -</b>	<b>\$ 31,394,987</b>	<b>118.5</b>
Change from Gov. Rec.	\$ 0	\$ 0	0.0	\$ 0	\$ (43,166)	0.0
Percent Change from Gov. Rec.	0.0 %	0.0 %	0.0 %	0.0 %	(0.1)%	0.0 %
Change from Agency Est.	\$ 0	\$ 0	0.0	\$ 0	\$ (43,166)	0.0
Percent Change from Agency Est.	0.0 %	0.0 %	0.0 %	0.0 %	(0.1)%	0.0 %

1. The Governor included language authorizing the transfer of \$1.0 million, all from the Service Regulation Fund, to the State General Fund, for FY 2017. This transfer is in addition to the \$8.0 million transfer from the Service Regulation Fund to the State General Fund approved by the 2015 Legislature, for a total transfer of \$9.0 million for FY 2017.
2. The Legislature deleted \$43,166, all from special revenue funds, for FY 2017 to eliminate the remaining three quarters of Death and Disability payments for FY 2017.