

## Kansas Insurance Department

Expenditure	Actual FY 2021	Approved FY 2022	Approved FY 2023
<b>All Funds:</b>			
State Operations	\$ 16,017,192	\$ 18,861,120	\$ 18,867,341
Aid to Local Units	14,614,946	14,500,000	14,500,000
Other Assistance	2,888,099	4,181,000	4,181,000
<i>Subtotal - Operating</i>	<u>\$ 33,520,237</u>	<u>\$ 37,542,120</u>	<u>\$ 37,548,341</u>
Capital Improvements	-	-	-
<b>TOTAL</b>	<b><u>\$ 33,520,237</u></b>	<b><u>\$ 37,542,120</u></b>	<b><u>\$ 37,548,341</u></b>
<b>State General Fund:</b>			
State Operations	\$ -	\$ -	\$ -
Aid to Local Units	-	-	-
Other Assistance	976,666	-	-
<i>Subtotal - Operating</i>	<u>\$ 976,666</u>	<u>\$ -</u>	<u>\$ -</u>
Capital Improvements	-	-	-
<b>TOTAL</b>	<b><u>\$ 976,666</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>
<b>Percent Change:</b>			
Operating Expenditures			
All Funds	2.9 %	12.0 %	-- %
State General Fund	100.0	(100.0)	--
FTE Positions	136.0	135.5	135.5

The approved operating budget for the Kansas Insurance Department in FY 2022 is \$37.5 million, all from special revenue funds. This is an increase of \$4.0 million, or 12.0 percent, including an SGF decrease of \$976,666, or 100.0 percent, from the FY 2021 actual expenditures. The increase is primarily attributable to increased expenditures for additional workers compensation claims and expenditures on professional services such as actuarial services accountants, auditors, physicians, and attorneys. Additionally, the agency has been awarded a State Flexibility to Stabilize the Market Cycle II Grant from the federal Centers for Medicare and Medicaid Services (\$675,586 to be split between FY 2022 and FY 2023). The SGF decrease is attributable to one-time FY 2021 expenditures to refund the overpayment of a privilege fee by a company that is no longer doing business in Kansas. The approved budget includes 135.5 FTE positions, which is a decrease of 0.5 FTE positions below the FY 2021 actual number.

The approved budget for the Kansas Insurance Department for FY 2023 is \$37.5 million, all from special revenue funds. This is an all funds increase of \$6,221, or less than 0.1 percent, above the FY 2022 approved budget. The increase is primarily attributable to the 5.0 percent salary adjustment for state employees for FY 2023. The FY 2023 approved budget includes 135.5 FTE positions, which is the same as the FY 2022 approved number.

## Kansas Insurance Department

	FY 2022			FY 2023		
	SGF	All Funds	FTE	SGF	All Funds	FTE
<b>Agency Estimate</b>	\$ -	\$ 37,542,120	135.5	\$ -	\$ 37,104,147	135.5
<b>Governor's Changes:</b>						
1. Securities Act Fee Fund /No-limit	\$ -	\$ -	-	\$ -	\$ -	-
<i>Subtotal - Governor's Recommendation</i>	\$ -	\$ 37,542,120	135.5	\$ -	\$ 37,104,147	135.5
Change from Agency Est.	\$ -	\$ -	-	\$ -	\$ -	-
Percent Change from Agency Est.	-- %	-- %	0.0 %	-- %	0.0 %	0.0 %
<b>Legislative Action:</b>						
2. Added Language - Securities Act Fee Fund	\$ -	\$ -	-	\$ -	\$ -	-
3. SB 392 - Terminated Securities Act Fee Fund Transfer	-	-	-	-	-	-
4. Added Language Renaming the Pharmacy Benefits Manager Registration Fund	-	-	-	-	-	-
5. Salary Adjustment	-	-	-	-	444,194	-
<b>TOTAL APPROVED</b>	<b>\$ -</b>	<b>\$ 37,542,120</b>	<b>135.5</b>	<b>\$ -</b>	<b>\$ 37,548,341</b>	<b>135.5</b>
Change from Gov. Rec.	\$ -	\$ -	-	\$ -	\$ 444,194	-
Percent Change from Gov. Rec.	-- %	-- %	0.0 %	-- %	1.2 %	0.0 %
Change from Agency Est.	\$ -	\$ -	-	\$ -	\$ 444,194	-
Percent Change from Agency Est.	-- %	-- %	0.0 %	-- %	1.2 %	0.0 %

1. The Governor recommended that the Securities Act Fee Fund become a no-limit fund.
2. The Legislature deleted language that references KSA 17-12a601 concerning the Securities Act Fee Fund to resolve statutory conflict created when SB 392 was signed into law.
3. The Legislature passed SB 392, terminating the transfer of remaining unencumbered moneys in the Securities Act Fee Fund exceeding \$50,000 to the State General Fund.
4. The Legislature added language to rename the Pharmacy Benefits Manager Registration Fund the Pharmacy Benefits Manager Licensure Fund for FY 2023.
5. The Legislature added \$444,194, all from special revenue funds, for a 5.0 percent salary adjustment for most state employees for FY 2023. This adjustment excludes statewide elected officials, current beneficiaries of the 24/7 pay plan, with other specific limitations for employees who receive salary adjustments in other portions of the appropriations bill.