

STATEMENT OF PURPOSE

RS25376

This is the FY 2018 appropriation to the Department of Insurance in the amount of \$9,690,600 with full-time equivalent positions capped at 76.5. This appropriation includes benefit cost increases, Statewide Cost Allocation, a 3% CEC, and cybersecurity insurance. The 3% CEC is a merit-based increase in employee compensation for permanent employees to be distributed at the discretion of each director. Additionally, it provides \$175,000 for replacement items which include computers, office, IT equipment and one vehicle. Line item 1 provides 3 FTP and \$291,600 to replace existing contractors with state employees. Two positions will be insurance examiners who will conduct financial condition examinations of insurance entities domiciled in Idaho. The third position is a building plans examiner who will review sprinkler, construction, and fire alarm plans. Overall, this budget is a 1.4% increase above the FY 2017 original appropriation.

FISCAL NOTE

	FTP	Gen	Ded	Fed	Total
FY 2017 Original Appropriation	73.50	0	8,860,300	696,600	9,556,900
Removal of One-Time Expenditures	0.00	0	(453,800)	(28,900)	(482,700)
FY 2018 Base	73.50	0	8,406,500	667,700	9,074,200
Benefit Costs	0.00	0	55,800	3,100	58,900
Replacement Items	0.00	0	175,000	0	175,000
Statewide Cost Allocation	0.00	0	(58,300)	0	(58,300)
Change in Employee Compensation	0.00	0	130,500	6,600	137,100
FY 2018 Program Maintenance	73.50	0	8,709,500	677,400	9,386,900
1. Replace Contractors	3.00	0	291,600	0	291,600
Cybersecurity Insurance	0.00	0	12,100	0	12,100
FY 2018 Total	76.50	0	9,013,200	677,400	9,690,600
Chg from FY 2017 Orig Approp	3.00	0	152,900	(19,200)	133,700
% Chg from FY 2017 Orig Approp.	4.1%		1.7%	(2.8%)	1.4%

Contact:

Keith Bybee
Budget and Policy Analysis
(208) 334-4739

DISCLAIMER: This statement of purpose and fiscal note are a mere attachment to this bill and prepared by a proponent of the bill. It is neither intended as an expression of legislative intent nor intended for any use outside of the legislative process, including judicial review (Joint Rule 18).