

STATEMENT OF PURPOSE

RS26978

This is the FY 2020 original appropriation bill for the Department of Insurance. It appropriates \$9,777,000 and caps the number of authorized full-time equivalent positions at 71.50.

For benefit costs, the bill maintains the current appropriated amount for health insurance at \$11,650 per eligible FTP; provides a 5.5% increase for the employer's share of PERSI contributions; and temporarily reduces the rate agencies pay the Division of Human Resources for its services. Replacement items include computers, edge boxes, two light trucks, printers and equipment, task chairs, and server half-blades. The bill also provides funding for the equivalent of a 3% change in employee compensation for permanent employees, with a minimum increase of \$550 for each employee and the remaining amount to be distributed based on merit. This budget includes two line items. Gov Tech 1 provides the department's portion of the network equipment replacement in the OITS budget. Gov Tech 3 reduces 5.00 FTP and \$252,300 in accordance with the Governor's Technology Initiative to consolidate and secure IT services. Overall, this budget is a 4.2% decrease from the FY 2019 original appropriation.

FISCAL NOTE

	FTP	Gen	Ded	Fed	Total
FY 2019 Original Appropriation	76.50	0	9,531,200	678,200	10,209,400
Removal of Onetime Expenditures	0.00	0	(535,300)	0	(535,300)
FY 2020 Base	76.50	0	8,995,900	678,200	9,674,100
Benefit Costs	0.00	0	12,300	400	12,700
Replacement Items	0.00	0	192,500	0	192,500
Statewide Cost Allocation	0.00	0	(11,300)	0	(11,300)
Change in Employee Compensation	0.00	0	147,600	6,600	154,200
FY 2020 Program Maintenance	76.50	0	9,337,000	685,200	10,022,200
GOV TECH 1. Network Equip Replacement	0.00	0	7,100	0	7,100
GOV TECH 3. Modernization Consolidate	(5.00)	0	(252,300)	0	(252,300)
FY 2020 Total	71.50	0	9,091,800	685,200	9,777,000
Chg from FY 2019 Orig Approp	(5.00)	0	(439,400)	7,000	(432,400)
% Chg from FY 2019 Orig Approp.	(6.5%)		(4.6%)	1.0%	(4.2%)

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).