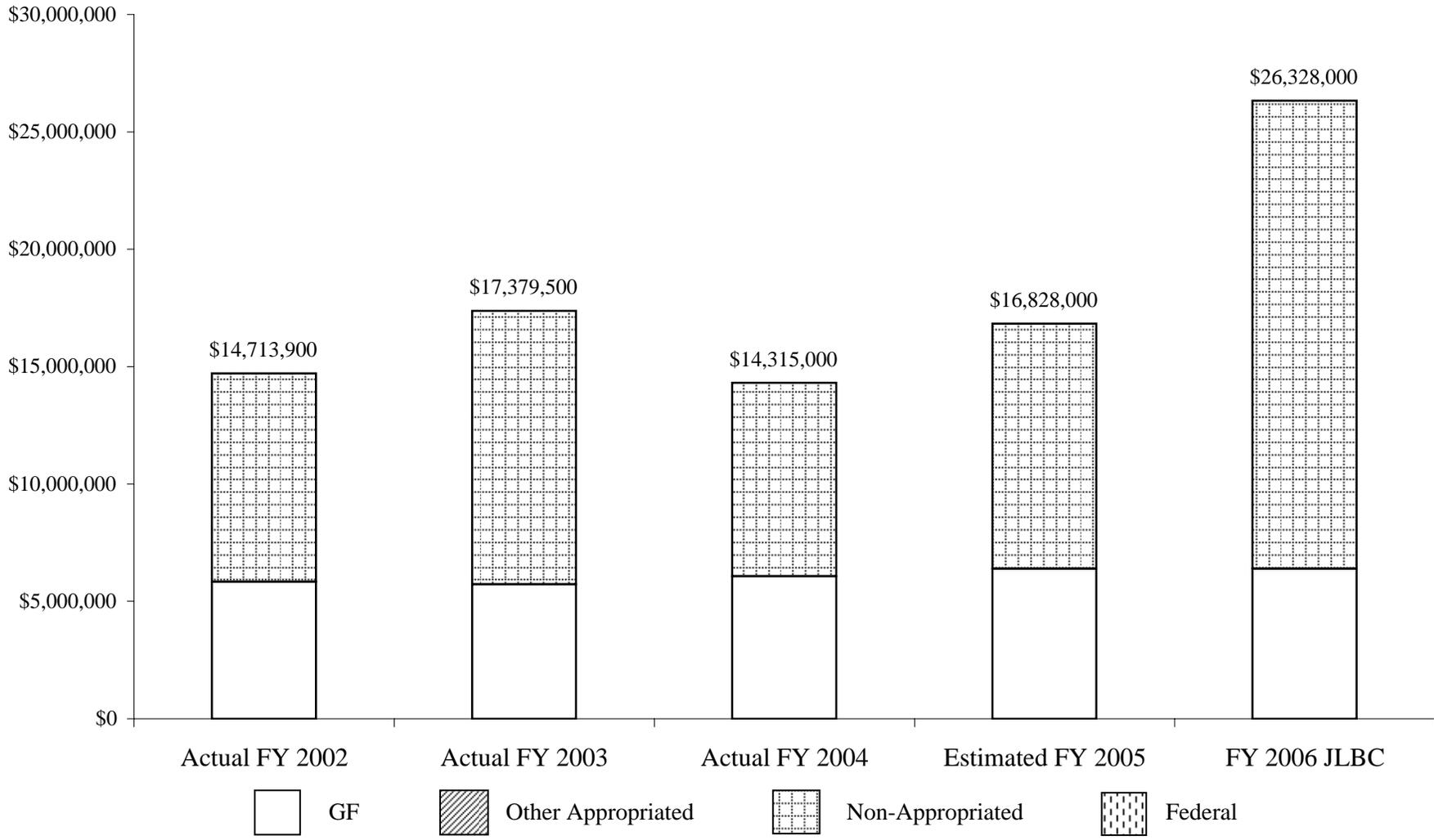


## Department of Insurance

	<b>JLBC</b>	<b>EXECUTIVE</b>
Total Appropriations  (Pg. 285)	<u>FY 2006</u> <ul style="list-style-type: none"> <li>• \$6.4 M GF</li> <li>• \$0 GF above FY 2005, or 0.0%</li> </ul> <u>FY 2007</u> <ul style="list-style-type: none"> <li>• \$6.4 M GF</li> <li>• \$0 GF above FY 2005, or 0.0%</li> </ul>	<u>FY 2006</u> <ul style="list-style-type: none"> <li>• \$6.4 M GF</li> <li>• \$39,800 GF above FY 2005, or 0.6%</li> </ul> <u>FY 2007</u> <ul style="list-style-type: none"> <li>• \$6.4 M GF</li> <li>• \$40,100 GF above FY 2005, or 0.6%</li> </ul>
Statutory Changes  (Pg. 286)	<ul style="list-style-type: none"> <li>• Suspends the statutory requirement that fee revenue remain between 95% and 110% of the department's appropriation in FY 2006 and FY 2007</li> <li>• For FY 2006 and FY 2007 fee revenues are projected to exceed the JLBC recommendation by 122% and 136%, respectively.</li> </ul>	<ul style="list-style-type: none"> <li>• The Executive concurs</li> </ul>
Fraud Unit Prosecution Services	<ul style="list-style-type: none"> <li>• Does not include</li> </ul>	<ul style="list-style-type: none"> <li>• Recommends shifting \$117,000 of existing GF appropriation from the Departments Captive Insurance program to the Insurance Fraud Unit</li> </ul>
Professional Services Licensing	<ul style="list-style-type: none"> <li>• Does not include</li> </ul>	<ul style="list-style-type: none"> <li>• Recommends 1 FTE Position and \$32,200 GF in FY 2006 and 1 FTE Position and \$30,600 GF in FY 2007 for the license processing division</li> </ul>
Technical	<ul style="list-style-type: none"> <li>• Does not include</li> </ul>	<ul style="list-style-type: none"> <li>• \$7,600 GF in FY 2006 and \$9,500 GF in FY 2007 for standard changes</li> </ul>

**Department of Insurance  
Total Funds FY 2002 - FY 2006**



**Department of Insurance**

	FY 2005 ESTIMATE				FY 2006 OSPB		FY 2006 JLBC			
	General Fund	Other Funds	Non-Appropriated	Total	General Fund	Other Funds	General Fund	Other Funds	Non-Appropriated	Total
<b>OPERATING BUDGET</b>										
<i>Full Time Equivalent Positions</i>	114.9	0.0	60.5	175.4	115.9	0.0	114.9	0.0	60.5	175.4
Personal Services	3,804,300	0	2,439,900	6,244,200	3,827,000	0	3,804,300	0	2,439,900	6,244,200
Employee Related Expenditures	1,028,500	0	638,200	1,666,700	1,036,400	0	1,173,300	0	638,200	1,811,500
Professional and Outside Services	113,600	0	4,037,900	4,151,500	230,600	0	230,600	0	4,037,900	4,268,500
Travel - In State	42,100	0	2,000	44,100	42,100	0	42,100	0	2,000	44,100
Travel - Out of State	5,000	0	96,100	101,100	5,000	0	5,000	0	96,100	101,100
Other Operating Expenditures	756,400	0	3,220,300	3,976,700	649,500	0	611,600	0	12,720,300	13,331,900
Equipment	117,000	0	0	117,000	118,600	0	0	0	0	0
<b>OPERATING SUBTOTAL</b>	<b>5,866,900</b>	<b>0</b>	<b>10,434,400</b>	<b>16,301,300</b>	<b>5,909,200</b>	<b>0</b>	<b>5,866,900</b>	<b>0</b>	<b>19,934,400</b>	<b>25,801,300</b>
<b>SPECIAL LINE ITEMS</b>										
Managed Care and Dental Plan Oversight	526,700	0	0	526,700	524,200	0	526,700	0	0	526,700
<b>AGENCY TOTAL</b>	<b>6,393,600</b>	<b>0</b>	<b>10,434,400</b>	<b>16,828,000</b>	<b>6,433,400</b>	<b>0</b>	<b>6,393,600</b>	<b>0</b>	<b>19,934,400</b>	<b>26,328,000</b>
<b>FUND SOURCES</b>										
General Fund	6,393,600			6,393,600	6,433,400		6,393,600			6,393,600
<b>SUBTOTAL - Appropriated Funds</b>				<b>6,393,600</b>		<b>6,433,400</b>				<b>6,393,600</b>
<b>Other Non-Appropriated Funds</b>										
Arizona Property and Casualty Insurance Guaranty Fund			3,184,600	3,184,600					12,684,600	12,684,600
Assessment Fund for Voluntary Plans Fund			161,100	161,100					161,100	161,100
Captive Insurance Regulatory/Supervision Fund			156,100	156,100					156,100	156,100
Financial Surveillance Fund			327,900	327,900					327,900	327,900
Health Care Appeals Fund			110,800	110,800					110,800	110,800
Insurance Examiners' Revolving Fund			5,737,700	5,737,700					5,737,700	5,737,700
Life and Disability Insurance Guaranty Fund			519,500	519,500					519,500	519,500
Receivership Liquidation Fund			236,700	236,700					236,700	236,700
<b>SUBTOTAL - Other Non-Appropriated Funds</b>			<b>10,434,400</b>	<b>10,434,400</b>					<b>19,934,400</b>	<b>19,934,400</b>
<b>TOTAL - ALL SOURCES</b>				<b>16,828,000</b>						<b>26,328,000</b>

**CHANGE IN FUNDING SUMMARY**

	FY 2005 to FY 2006 JLBC	
	\$ Change	% Change
General Fund	0	0.0%
Non Appropriated Funds	9,500,000	91.0%
Total - All Sources	9,500,000	56.5%

**Department of Insurance**

	FY 2007 OSPB		FY 2007 JLBC			
	General Fund	Other Funds	General Fund	Other Funds	Non-Appropriated	Total
<b>OPERATING BUDGET</b>						
<i>Full Time Equivalent Positions</i>	115.9	0.0	114.9	0.0	60.5	175.4
Personal Services	3,827,000	0	3,804,300	0	2,439,900	6,244,200
Employee Related Expenditures	1,036,400	0	1,173,300	0	638,200	1,811,500
Professional and Outside Services	230,600	0	230,600	0	4,037,900	4,268,500
Travel - In State	42,100	0	42,100	0	2,000	44,100
Travel - Out of State	5,000	0	5,000	0	96,100	101,100
Other Operating Expenditures	768,400	0	611,600	0	12,720,300	13,331,900
<b>OPERATING SUBTOTAL</b>	<b>5,909,500</b>	<b>0</b>	<b>5,866,900</b>	<b>0</b>	<b>19,934,400</b>	<b>25,801,300</b>
<b>SPECIAL LINE ITEMS</b>						
Managed Care and Dental Plan Oversight	524,200	0	526,700	0	0	526,700
<b>AGENCY TOTAL</b>	<b>6,433,700</b>	<b>0</b>	<b>6,393,600</b>	<b>0</b>	<b>19,934,400</b>	<b>26,328,000</b>

<b>FUND SOURCES</b>						
<b>General Fund</b>	<b>6,433,700</b>		<b>6,393,600</b>			<b>6,393,600</b>
<b>SUBTOTAL - Appropriated Funds</b>		<b>6,433,700</b>				<b>6,393,600</b>
<b>Other Non-Appropriated Funds</b>						
Arizona Property and Casualty Insurance Guaranty Fund				12,684,600		12,684,600
Assessment Fund for Voluntary Plans Fund				161,100		161,100
Captive Insurance Regulatory/Supervision Fund				156,100		156,100
Financial Surveillance Fund				327,900		327,900
Health Care Appeals Fund				110,800		110,800
Insurance Examiners' Revolving Fund				5,737,700		5,737,700
Life and Disability Insurance Guaranty Fund				519,500		519,500
Receivership Liquidation Fund				236,700		236,700
<b>SUBTOTAL - Other Non-Appropriated Funds</b>				<b>19,934,400</b>		<b>19,934,400</b>
<b>TOTAL - ALL SOURCES</b>						<b>26,328,000</b>

	FY 2005 to FY 2007 JLBC	
	\$ Change	% Change
General Fund	0	0.0%
Non Appropriated Funds	9,500,000	91.0%
Total - All Sources	9,500,000	56.5%

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