

## Insurance Department DOI37500

### Permanent Full-Time Positions

Fund	Actual FY 19	Actual FY 20	Appropriation FY 21	Governor Recommended		Legislative	
				FY 22	FY 23	FY 22	FY 23
Insurance Fund	150	151	151	150	150	150	150

### Budget Summary

Account	Actual FY 19	Actual FY 20	Appropriation FY 21	Governor Recommended		Legislative	
				FY 22	FY 23	FY 22	FY 23
Personal Services	13,870,243	14,202,269	15,496,303	15,499,733	16,095,876	15,499,733	16,095,876
Other Expenses	1,922,707	1,940,180	1,725,916	1,603,616	1,603,616	1,603,616	1,603,616
Equipment	52,500	106,007	52,500	52,500	52,500	52,500	52,500
<b>Other Current Expenses</b>							
Fringe Benefits	12,358,122	12,014,286	13,898,634	13,748,165	14,276,944	13,748,165	14,276,944
Indirect Overhead	271,839	228,468	228,468	364,857	364,857	364,857	364,857
<b>Agency Total - Insurance Fund</b>	<b>28,475,411</b>	<b>28,491,210</b>	<b>31,401,821</b>	<b>31,268,871</b>	<b>32,393,793</b>	<b>31,268,871</b>	<b>32,393,793</b>
<b>Additional Funds Available</b>							
Carry Forward Insurance Fund	-	-	-	-	-	500,000	-
Special Funds, Non-Appropriated	11,840	67,729	32,271	-	-	-	-
Private Contributions & Other Restricted	326,822	319,434	319,434	333,936	333,936	333,936	333,936
<b>Agency Grand Total</b>	<b>28,814,073</b>	<b>28,878,373</b>	<b>31,753,526</b>	<b>31,602,807</b>	<b>32,727,729</b>	<b>32,102,807</b>	<b>32,727,729</b>

Account	Governor Recommended		Legislative		Difference from Governor	
	FY 22	FY 23	FY 22	FY 23	FY 22	FY 23

### Policy Revisions

#### Transfer Funding to Reflect the Consolidation of Human Resources and Labor Relations Functions

Personal Services	(110,507)	(114,758)	(110,507)	(114,758)	-	-
Fringe Benefits	(98,020)	(101,790)	(98,020)	(101,790)	-	-
<b>Total - Insurance Fund</b>	<b>(208,527)</b>	<b>(216,548)</b>	<b>(208,527)</b>	<b>(216,548)</b>	<b>-</b>	<b>-</b>
<b>Positions - Insurance Fund</b>	<b>(1)</b>	<b>(1)</b>	<b>(1)</b>	<b>(1)</b>	<b>-</b>	<b>-</b>

#### Background

The Governor's FY 22 and FY 23 Budget annualizes the consolidation of 1) human resources functions within the Department of Administrative Services (DAS) by transferring \$19.1 million in FY 22 and \$19.8 million from various agencies to DAS, and 2) labor relations functions within the Office of Policy and Management by transferring \$5.4 million in FY 22 and \$5.6 million in FY 23 from various agencies to OPM. During FY 21, human resources and labor relations positions were transferred to DAS and OPM respectively.

#### Governor

Transfer \$208,527 in FY 22 and \$216,548 in FY 23 to reflect the consolidation of this agency's human resources functions into DAS.

#### Legislative

Same as Governor

Account	Governor Recommended		Legislative		Difference from Governor	
	FY 22	FY 23	FY 22	FY 23	FY 22	FY 23

## Current Services

### Provide Funding for Wage and Compensation Related Increases

Personal Services	113,937	714,331	113,937	714,331	-	-
Fringe Benefits	-	532,549	-	532,549	-	-
<b>Total - Insurance Fund</b>	<b>113,937</b>	<b>1,246,880</b>	<b>113,937</b>	<b>1,246,880</b>	<b>-</b>	<b>-</b>

#### Background

The Governor's FY 22 and FY 23 Budget provides funding of \$135.9 million in FY 22 and \$383.9 million in FY 23, across six appropriated funds, to reflect current services wage-related adjustments such as an annual increment, cost of living adjustment (COLA), general wage increase, and the 27<sup>th</sup> payroll. Normally there are 26 pay periods in a fiscal year, however, every 11 years there is an additional pay period. The 27<sup>th</sup> payroll occurs again in FY 23.

#### Governor

Provide funding of \$113,937 in FY 22 and \$1,246,880 in FY 23 to reflect this agency's increased wage costs.

#### Legislative

Same as Governor

### Adjust Funding for Rent to Reflect DOI and OHA Shared Office Space

Other Expenses	(122,300)	(122,300)	(122,300)	(122,300)	-	-
<b>Total - Insurance Fund</b>	<b>(122,300)</b>	<b>(122,300)</b>	<b>(122,300)</b>	<b>(122,300)</b>	<b>-</b>	<b>-</b>

#### Background

The Office of the Healthcare Advocate (OHA) moved its office space from 450 Capitol Avenue in Hartford into the Insurance Department's (DOI) office space at 153 Market Street.

#### Governor

Reduce funding for Other Expenses by \$122,300 in both FY 22 and FY 23 to reflect the reduction in rent and premise costs for DOI as a result of sharing office space with OHA. For OHA to support its share of the rent expense, funding of \$53,000 is provided in the budget of OHA. The net impact of these two adjustments is a reduction of approximately \$69,300 per year to the Insurance Fund, as OHA is no longer paying rent for the space at 450 Capitol Avenue.

#### Legislative

Same as Governor

### Adjust Fringe Benefits and Indirect Overhead

Fringe Benefits	(52,449)	(52,449)	(52,449)	(52,449)	-	-
Indirect Overhead	136,389	136,389	136,389	136,389	-	-
<b>Total - Insurance Fund</b>	<b>83,940</b>	<b>83,940</b>	<b>83,940</b>	<b>83,940</b>	<b>-</b>	<b>-</b>

#### Background

The fringe benefit costs for employees supported by funds other than the General Fund are budgeted for within their respective agencies, as opposed to the fringe benefit accounts within the Office of the State Comptroller. In addition, this agency is charged indirect overhead costs by the State Comptroller for utilizing certain centralized state agency services.

#### Governor

Provide funding of \$136,389 in FY 22 and FY 23 to ensure sufficient funds for indirect overhead. Reduce funding by \$52,449 in FY 22 and FY 23 to reflect revised fringe benefit costs.

#### Legislative

Same as Governor

Account	Governor Recommended		Legislative		Difference from Governor	
	FY 22	FY 23	FY 22	FY 23	FY 22	FY 23

## Carry Forward

### Carry Forward for Technology Upgrades

Other Expenses	-	-	500,000	-	500,000	-
<b>Total - Carry Forward Insurance Fund</b>	-	-	<b>500,000</b>	-	<b>500,000</b>	-

### Legislative

Section 316 of PA 21-2 JSS carries forward unexpended FY 21 Insurance Department Personal Services funding to provide up to \$500,000 for Other Expenses in FY 22 for technology upgrades such as disaster recovery equipment replacement and actuarial tools (e.g. additional licenses and data scientist software).

### Totals

Budget Components	Governor Recommended		Legislative		Difference from Governor	
	FY 22	FY 23	FY 22	FY 23	FY 22	FY 23
FY 21 Appropriation - IF	31,401,821	31,401,821	31,401,821	31,401,821	-	-
Policy Revisions	(208,527)	(216,548)	(208,527)	(216,548)	-	-
Current Services	75,577	1,208,520	75,577	1,208,520	-	-
<b>Total Recommended - IF</b>	<b>31,268,871</b>	<b>32,393,793</b>	<b>31,268,871</b>	<b>32,393,793</b>	-	-

Positions	Governor Recommended		Legislative		Difference from Governor	
	FY 22	FY 23	FY 22	FY 23	FY 22	FY 23
FY 21 Appropriation - IF	151	151	151	151	-	-
Policy Revisions	(1)	(1)	(1)	(1)	-	-
<b>Total Recommended - IF</b>	<b>150</b>	<b>150</b>	<b>150</b>	<b>150</b>	-	-