

FY 2024-25 INSURANCE AND FINANCIAL SERVICES BUDGET

S.B. 747 (P.A. 121 of 2024): INITIAL APPROPRIATIONS

Article 7



FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2023-24 YEAR-TO-DATE*	FY 2024-25 INITIAL APPROPRIATIONS	CHANGES FROM FY 2023-24 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	388.5	0.0	N/A	N/A
GROSS	74,147,900	78,621,400	4,473,500	6.0
Less:				
Interdepartmental Grants Received	732,100	753,500	21,400	2.9
ADJUSTED GROSS	73,415,800	77,867,900	4,452,100	6.1
Less:				
Federal Funds	1,017,100	700,000	(317,100)	(31.2)
Local and Private.....	0	0	0	0.0
TOTAL STATE SPENDING.....	72,398,700	77,167,900	4,769,200	6.6
Less:				
Other State Restricted Funds.....	72,398,700	77,167,900	4,769,200	6.6
GENERAL FUND/GENERAL PURPOSE	0	0	0	0.0
PAYMENTS TO LOCALS	0	0	0	0.0

*As of July 24, 2024.

Major Boilerplate Changes from FY 2023-24 Year-to-Date:

- Deleted Sections.** The Conference deleted multiple sections, including: 205 (Reporting Definition), 214 (Dept Performance Metrics), 218 (Ad Board Transfers), 219 (Report Retention), 221 (Severance Pay Reporting), 231 231 (Legislative intent Statement on Employee Performance Monitoring), 232 (TV Radio Productions Report)
- Added Sections.** The Conference added several new sections, including: 306 (Auto Rate Filings), 307 (Customer Service), 308 (Satellite Offices), 401 (Auto Insurance Study), 402 (Appeals Outreach Campaign)

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FY 2023-24 Year-to-Date Appropriation	\$74,147,900	\$0		
	CHANGE FROM FY 2023-24 Y-T-D		FY 2024-25 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
<u>Baseline Adjustments</u>				
1. Insurance Evaluation and Consumer Services and Protection Program. The Conference added \$1,314,100 in restricted fund authorization to support an increase in work volume experienced within the Program.	1,314,100	0	15,970,600	0
2. Pharmacy Benefit Manager Licensure and Regulation Act. The Conference included \$660,000 in restricted funds for costs associated with licensing and regulating pharmacy benefit managers under PA 11 of 2022.	660,000	0	660,000	0
3. Economic Adjustments. Includes \$443,900 Gross and \$0 GF/GP for total economic adjustments.	1,399,400	0	N/A	N/A
<u>New Programs/Program Increases</u>				
4. Customer Care Service for Auto Accident Survivors. The Conference added \$1.5 million and 5.0 FTEs in restricted funds to provide customer service related to auto accident care claims and assistance to assist catastrophic accident survivors.	600,000	0	600,000	0
<u>One-Time Appropriations</u>				
5. Auto Insurance Reform Study. The Conference added \$250,000 in State restricted funding to contract with a university or research institute to conduct a study of the effects of the 2019 auto insurance reform.	250,000	0	250,000	0
6. Insurance Complaints and Health Care Appeals Outreach. The Conference required the Department to conduct an outreach campaign to raise awareness on the complaint and appeal process.	250,000	0	250,000	0
Total Changes	\$4,769,200	\$0		
FY 2024-25 INITIAL APPROPRIATIONS	\$ 78,621,400	\$0		

Date Completed: 8-16-24

Fiscal Analyst: Nathan Leaman