

0425 – DEPARTMENT OF COMMERCE - STATE INSURANCE DEPARTMENT
FISCAL YEAR 2023
AS ENACTED BY ACT 26 OF 2022

Insurance Department, according to Arkansas Code § 23-61-101(c)(1)(A) and (B),

"(A) The purpose of the department is to serve and protect the public interest by the equitable enforcement of the state's laws and regulations affecting the insurance industry.

(B) The primary mission of the department shall be consumer protection through insurer solvency and market conduct regulation, and fraud prosecution and deterrence."

The Department is funded with existing fund balances, trust funds (interest income, earnings, adjustments, grants, refunds, gifts), employer workers' compensation benefits contributions (revolving funds), special revenue (fees, premiums collected), federal funds, and cash.

Per Act 107 of 2019, the Arkansas Health Insurance Marketplace was abolished and their powers and duties have been transferred by a Type 3 transfer to the State Insurance Department.

TOTAL APPROPRIATION

Appropriation	2021-2022	2022-2023
	Authorized	Legislative
AMAIT - Operations	\$20,000,000	\$20,000,000
Insurance-State Operations	\$14,635,703	\$14,641,739
Fraud Investigation Unit	\$861,353	\$861,723
Insurance Fraud Investigation Division	\$625,903	\$626,518
Prepaid Funeral Benefits Division	\$406,544	\$406,544
Continuing Education Program	\$31,184	\$31,184
State Employee Claims	\$16,500,000	\$16,500,000
Governmental Bonding Board Operations	\$3,005,000	\$3,005,000
Public Employees Claims Section	\$1,976,967	\$1,978,199
Health Information Counseling	\$1,258,950	\$1,258,950
Refunds of Overpayments	\$11,000,000	\$11,000,000
Public School Employees Claims	\$400,000	\$400,000
County Employee Claims	\$200,000	\$200,000
City Employee Claims	\$400,000	\$400,000
Consumer Info System - Cash	\$28,005	\$28,005
Travel & Subsistence-Cash	\$100,000	\$100,000
Prepaid Funeral Contracts Recovery	\$500,000	\$500,000
Criminal Background Checks-Cash	\$125,000	\$125,000
Public School Insurance Program	\$20,000,000	\$20,000,000
MIPPA - 3	\$518,000	\$518,000
AR Healthcare Transparency Initiative Database	\$3,200,000	\$3,200,000
Funeral Services	\$566,639	\$566,639
Market Stabilization Grant	\$232,500	\$232,500
Firefighters Cancer Relief	\$250,000	\$250,000
Total	\$96,821,748	\$96,830,001

FUNDING SOURCES

Funding Sources		%
Fund Balance	4000005	23.35
Federal Revenue	4000020	0.51
Special Revenue	4000030	35.62
Cash Fund	4000045	0.28
Trust Fund	4000050	1.68
Interest	4000300	0.46
Investments	4000315	24.92
Inter-agency Fund Transfer	4000316	0.00
Intra-agency Fund Transfer	4000317	0.00
M & R Sales	4000340	0.00
Miscellaneous Adjustments	4000345	0.02
Miscellaneous Revolving	4000350	14.00
Other	4000370	0.14
Transfer to State Central Services	4000676	-0.98
		100.00

CHANGE LEVEL REQUESTS

Insurance-State Operations (Appropriation 2SW)

Commitment Item	2021-2022	2022-2023	
	Authorized	Legislative	Change Level
Regular Salaries	\$7,731,855	\$7,736,755	\$4,900
Personal Services Matching	\$2,530,074	\$2,531,210	\$1,136
Total	\$14,635,703	\$14,641,739	\$6,036

- Increase in Regular Salaries and Personal Services Matching due to Career Service, Merit, etc. adjustments.

Fraud Investigation Unit (Appropriation 2SX)

Commitment Item		2021-2022	2022-2023	
		Authorized	Legislative	Change Level
5010000	Regular Salaries	\$651,200	\$651,500	\$300
5010003	Personal Services Matching	\$210,153	\$210,223	\$70
Total		\$861,353	\$861,723	\$370

- Increase in Regular Salaries and Personal Services Matching due to Career Service, Merit, etc. adjustments

Insurance Fraud Investigation Division (Appropriation 2SY)

Commitment Item		2021-2022	2022-2023	
		Authorized	Legislative	Change Level
5010000	Regular Salaries	\$235,540	\$236,040	\$500
5010003	Personal Services Matching	\$70,728	\$70,843	\$115
Total		\$625,903	\$626,518	\$615

- Increase in Regular Salaries and Personal Services Matching due to Career Service, Merit, etc. adjustments

Public Employees Claims Section (Appropriation 2TD)

Commitment Item		2021-2022	2022-2023	
		Authorized	Legislative	Change Level
5010000	Regular Salaries	\$1,079,850	\$1,080,850	\$1,000
5010003	Personal Services Matching	\$374,186	\$374,418	\$232
Total		\$1,976,967	\$1,978,199	\$1,232

- Increase in Regular Salaries and Personal Services Matching due to Career Service, Merit, etc. adjustments

POSITIONS

Total Authorized Positions FY2023: 189

Total Authorized Positions FY2022: 189

Increase / (Decrease): 0

Extra Help Positions FY2023: 19

SPECIAL LANGUAGE REVISIONS

None.