

KANSAS DEPARTMENT OF INSURANCE

FY 2024 – FY 2026 BUDGET SUMMARY

FIG. 1 BUDGET SUMMARY, FY 2024 – FY 2026

	Actual FY 2024	Agency FY 2025	Legislative Budget Committee FY 2025	Agency FY 2026	Legislative Budget Committee FY 2026
EXPENDITURES:					
State Operations*	\$ 17,662,658	\$ 20,291,298	\$ 20,291,298	\$ 20,048,861	\$ 20,048,861
Salaries and Wages	11,946,133	13,219,798	13,219,798	13,375,861	13,375,861
Contractual Services	5,199,701	6,374,600	6,374,600	6,042,600	6,042,600
Commodities	261,124	260,400	260,400	255,400	255,400
Capital Outlay	255,700	436,500	436,500	375,000	375,000
State Aid and Assistance	\$ 21,496,210	\$ 23,750,000	\$ 23,750,000	\$ 25,250,000	\$ 25,250,000
Aid to Local Units	19,615,915	21,500,000	21,500,000	23,000,000	23,000,000
Other Assistance	1,880,295	2,250,000	2,250,000	2,250,000	2,250,000
Capital Budget and Debt	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Improvements	-	-	-	-	-
Debt Service Principal	-	-	-	-	-
Debt Service Interest	-	-	-	-	-
TOTAL	\$ 39,158,868	\$ 44,041,298	\$ 44,041,298	\$ 45,298,861	\$ 45,298,861
FINANCING:					
State General Fund	\$ -	\$ -	\$ -	\$ -	\$ -
Insurance Regulation Fund	11,109,292	13,357,132	13,357,132	13,245,719	13,245,719
Securities Act Fee Fund	4,496,690	5,021,915	5,021,915	4,970,051	4,970,051
State Firefighters Relief Fd.	19,703,422	21,585,124	21,585,124	23,086,245	23,086,245
Workers Comp. Fund	2,794,869	3,141,452	3,141,452	3,144,058	3,144,058
All Other Funds	1,054,595	935,675	935,675	852,788	852,788
TOTAL	\$ 39,158,868	\$ 44,041,298	\$ 44,041,298	\$ 45,298,861	\$ 45,298,861
PERCENTAGE CHANGE:					
State General Fund	-	-	-	-	-
All Funds	6.5%	12.5%	-	2.9%	-
FTE Positions	135.3	135.0	135.0	135.0	135.0

* Note: Expenditures for debt service interest are reflected under "Capital Budget and Debt."

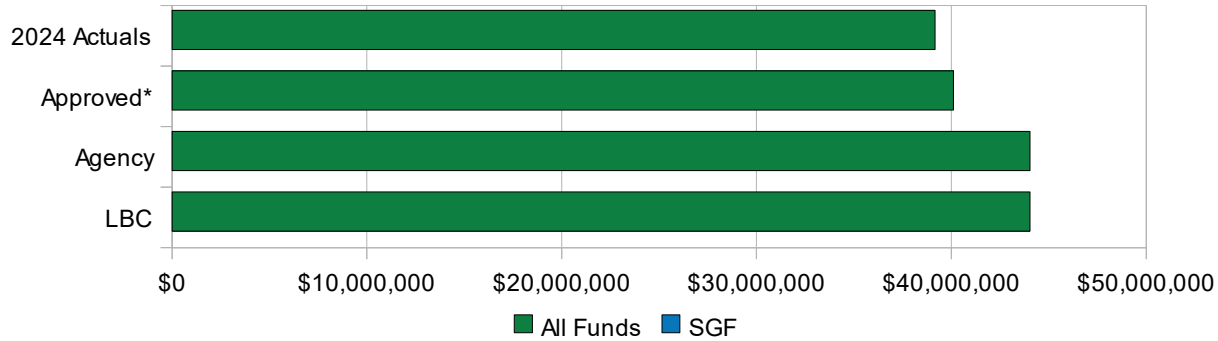
AGENCY OVERVIEW

The mission of the Kansas Department of Insurance is to regulate, educate, and advocate. The Department regulates companies that sell insurance policies, security offerings, and financial services in Kansas to ensure solvency and compliance with state laws and regulations. The Department educates consumers about insurance and securities through online resources, social media, publications, and presentations, serving as a non-biased source of information. The Department advocates for a strong and competitive market to give Kansans choices when shopping for products that meet their needs, and promotes integrity and fairness in the insurance and securities industries. In addition, the Department works to combat insurance and securities fraud.

The Kansas Department of Insurance established two programs to achieve its mission to protect consumers in Kansas: the Insurance Regulation Program and the Securities Regulation Program. Included within the Insurance Regulation Program are four subprograms: General Administration, Examination, Firefighter Relief Act, and Workers' Compensation. The Securities Regulation Program consists of two subprograms: Kansas Uniform Securities Act and Investor Education and Protection.

FY 2025 ANALYSIS

FIG. 2 BUDGET HIGHLIGHTS, FY 2025



* Note: Includes SGF reappropriations.

FIG. 3 BUDGET COMPARISON, FY 2025

Fund	2024 Actuals	2025 Approved*	2025 Agency	Agency Change from Previous-Year Actuals		Agency Change from Approved*	
SGF	\$ -	-	-	-	-- %	\$ -	-- %
All Other Funds	39,158,868	40,113,651	44,041,298	4,882,430	12.5	3,927,647	9.8
TOTAL	\$ 39,158,868	\$ 40,113,651	\$ 44,041,298	4,882,430	12.5 %	\$ 3,927,647	9.8 %

* Note: Includes SGF reappropriations.

BUDGET ANALYSIS

FIG. 4 SUMMARY OF BUDGET REQUEST, FY 2025

	Agency			Legislative Budget Committee		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Approved, FY 2025	\$ -	\$ 40,113,651	135.3	\$ -	\$ 40,113,651	135.3
2024 SB 28 & HB 2551	-	40,113,651	135.3	-	40,113,651	135.3
1. SGF Reappropriation	-	-	-	-	-	-
Supplemental Requests	\$ -	\$ -	-	\$ -	\$ -	-
2. No Supplemental Requests	-	-	-	-	-	-
Other Changes	\$ -	\$ 3,927,647	(0.3)	\$ -	\$ 3,927,647	(0.3)
3. Aid to Local Units	-	3,000,000	-	-	3,000,000	-
4. Contractual Services	-	990,450	-	-	990,450	-
5. Salaries and Wages	-	(166,503)	(0.3)	-	(166,503)	(0.3)
6. All Other Adjustments	-	103,700	-	-	103,700	-
TOTAL	\$ -	\$ 44,041,298	135.0	\$ -	\$ 44,041,298	135.0

1. SGF REAPPROPRIATION

The agency did not have any SGF funds reappropriated from FY 2024 into FY 2025.

2. SUPPLEMENTAL REQUESTS

The agency's revised request did not include any supplemental requests in FY 2025.

3. AID TO LOCAL UNITS

The revised estimate includes an increase of \$3.0 million, all from the State Firefighters Relief Fund, for aid to local units of government expenditures. This increase is due to the agency anticipating an increase in revenue from the Firefighters Relief Fund Tax that the Commissioner of Insurance collects.

The agency estimates that 553 firefighter relief associations (FRAs) will receive distributions in FY 2025. Additionally, the agency estimates that the insurance premiums will increase from \$19.9 million from the FY 2024 actual expenditures to \$21.5 million in

FY 2025.

KSA 40-1703 requires that every insurance company writing fire and lightning insurance in Kansas must pay 2.0 percent of the total annual premiums they collect to the agency. These funds are then distributed to various cities, townships, and counties across Kansas after deducting amounts retained by the agency for administrative expenses related to the fund.

Pursuant to KSA 40-1706, the agency is responsible for collecting funds for the Firefighters Relief Fund, which are allocated as follows: 3.0 percent is designated for the Kansas State Firefighters Association, Inc. for fire prevention and education initiatives; the Kansas State Firefighters Association, Inc. is entitled to receive either 5.0 percent of the total collected amount or \$100,000 for the death benefit fund, whichever amount is less; and each qualifying FRA receives \$1,000, with the remaining funds distributed based on the size of the respective associations.

- **Agency:** Add \$3.0 million, all from the State Firefighters Relief Fund, for aid to local units of government expenditures for revenue sharing with cities, townships, and counties across the state in FY 2025.
- **LBC:** No changes.

4. CONTRACTUAL SERVICES

The revised estimate includes an increase of \$990,450, all from special revenue funds, for contractual services in FY 2025. This increase is associated with increased spending on building space rental (\$467,000) due to a one-time payment of \$397,519 for building improvements and a quarterly increase in rent of \$28,050, starting January 1, 2025. The primary improvement involved the repaving of the parking lot, accompanied by landscaping improvements.

Additionally, there is increased spending on staffing and recruiting services (\$120,000) due to additional temp services needed, such as the custodial/janitorial position.

Further increases include payments to hospitals and nursing homes (\$100,000) for providing services to claimants and consulting services (\$100,000) due to a new contract to review a redomestication application. Finally, there is an increase in spending on accountants and auditors (\$90,000) due to the need for a forensic accountant for a securities case.

- **Agency:** Add \$990,450, all from special revenue funds, for contractual services, including building space rental, staffing and recruiting services, hospitals and nursing homes, consulting services, and accountants and auditors, in FY 2025.
- **LBC:** No changes.

5. SALARIES AND WAGES

The revised estimate includes a decrease of \$166,503, all from special revenue funds, due to decreased spending on salary and benefits, including salaries for unclassified regular positions from both restructuring and vacancies (\$91,770) and employer contributions to the Kansas Public Employees Retirement System (KPERS) (\$130,561), leave payment assessments (\$23,182), Social Security (\$6,979), unemployment compensation (\$5,672), and Medicare (\$1,648). These decrease were partially offset by

increased spending on salaries for unclassified temporary positions (\$84,240) and increased employer contributions to health benefits (\$9,098).

Additionally, the agency's revised estimate includes a decrease of 6.0 FTE positions from the Insurance Company Examination subprogram and an increase of 5.8 FTE positions to the General Administration subprogram, resulting in a total decrease of 0.3 FTE position. This adjustment is related to the 2024 Legislature passing SB 356, which restructures exam fees and establishes an overall examination cap. Effective July 1, 2024, the new exam structure was implemented and the agency is no longer charged for internal agency costs. As a result, Insurance Company Examination no longer has any salaries and wages, contractual services, or commodities. The agency anticipates eliminating this program in 2025.

- **Agency:** Delete \$166,503, all from special revenue funds, and 0.3 FTE position for salary and wages, in FY 2025.
- **LBC:** No changes.

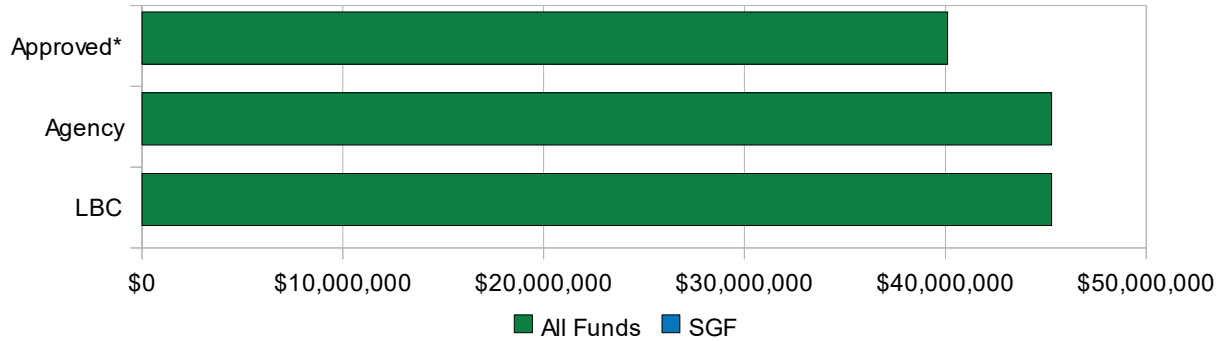
6. ALL OTHER ADJUSTMENTS

The agency had other adjustments from the amount approved by the 2024 Legislature, resulting in an increase of \$103,700, all from special revenue funds, due to increased spending on capital outlay and commodities expenditures. These increases include upgrades to information processing equipment (\$50,000); non-capital data communications equipment (\$10,000); other non-capital equipment (\$6,500); increased spending on household supplies (\$38,000); and other supplies, materials, and parts (\$5,000).

- **Agency:** Add \$103,700, all from special revenue funds, for increased spending on upgrading information processing equipment; on non-capital data communications equipment; other non-capital equipment; household supplies; and other supplies, materials, and parts in FY 2025
- **LBC:** No changes.

FY 2026 ANALYSIS

FIG. 5 BUDGET HIGHLIGHTS, FY 2026



* Note: Reflects legislative-approved expenditures for FY 2025, excluding reappropriations.

FIG. 6 BUDGET HIGHLIGHT CHANGES, FY 2026

Fund	2025 Agency	2025 Approved*	2026 Agency	Agency Change from Previous-Year Agency		Agency Change from Approved*	
SGF	\$ -	-	-	-	-- %	\$ -	-- %
All Other Funds	44,041,298	40,113,651	45,298,861	1,257,563	2.9	5,185,210	12.9
TOTAL	\$ 44,041,298	- 40,113,651	- 45,298,861	- 1,257,563	2.9 %	\$ 5,185,210	12.9 %

* Note: Reflects legislative-approved expenditures for FY 2025, excluding reappropriations.

BUDGET ANALYSIS

FIG. 7 SUMMARY OF BUDGET REQUEST, FY 2026

	Agency			Legislative Budget Committee		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Approved, FY 2025	\$ -	\$ 40,113,651	135.3	\$ -	\$ 40,113,651	135.3
2024 SB 28 & HB 2551	-	40,113,651	135.3	-	40,113,651	135.3
Enhancement Requests	\$ -	\$ -	-	\$ -	\$ -	-
1. No Enhancement Requests	-	-	-	-	-	-
Other Changes	\$ -	\$ 5,185,210	(0.3)	\$ -	\$ 5,185,210	(0.3)
2. Aid to Local Units	-	4,500,000	-	-	4,500,000	-
3. Contractual Services	-	658,450	-	-	658,450	-
4. All Other Adjustments	-	26,760	(0.3)	-	26,760	(0.3)
TOTAL	\$ -	\$ 45,298,861	135.0	\$ -	\$ 45,298,861	135.0

1. ENHANCEMENT REQUESTS

The agency's request did not include any enhancement requests for FY 2026.

2. AID TO LOCAL UNITS

The agency's request includes an increase of \$4.5 million, all from the State Firefighters Relief Fund, for aid to local units of government expenditures. This increase is due to the agency anticipating an increase in revenue from the Firefighters Relief Fund Tax that the Commissioner of Insurance collects.

The agency estimates that 553 FRAs will receive distributions in FY 2026. Additionally, the agency estimates that the insurance premiums will increase from \$19.9 million from the FY 2024 actual expenditures to \$23.0 million in FY 2026.

- **Agency:** Add \$4.5 million, all from the State Firefighters Relief Fund, for aid to local units of government expenditures for revenue sharing with cities, townships, and counties for FY 2026.

- **LBC:** No changes.

3. CONTRACTUAL SERVICES

The agency's request includes an increase of \$658,450, all from special revenue, for contractual services for FY 2026. This increase is associated with increased spending on building space rental (\$120,000), staffing and recruiting services (\$120,000), payments to hospitals and nursing homes for providing services to claimants (\$100,000), consulting services (\$100,000), and accountants and auditors (\$90,000).

- **Agency:** Add \$658,450, all from special revenue funds, for contractual services, including building space rental, staffing and recruiting services, hospitals and nursing homes, consulting services, and accountants and auditors, for FY 2026.
- **LBC:** No changes.

4. ALL OTHER ADJUSTMENTS

The agency had other adjustments from the amount approved by the 2024 Legislature, resulting in an increase of \$26,700, all from special revenue funds, and a decrease of 0.3 FTE position for FY 2026.

The increase is associated with increases in commodities expenditures (\$37,200), including spending on household supplies (\$38,000). The increases in this expenditure category are partially offset by decreased spending on food (\$500) and gasoline (\$300).

Additionally, other adjustments include decreased spending on salaries and wages (\$10,400), including salaries (\$54,297) and employer contributions to KPERS (\$113,549), leave payment assessments (\$17,702), unemployment compensation (\$5,672), Social Security (\$4,649), and Medicare (\$4,649).

The decreases in salaries and wages expenditures are partially offset by increased spending on employer contributions to health benefits (\$102,338). This increase is associated with the Kansas State Employees Health Care Commission passing a 7.5 percent increase in the employer contribution rate, effective July 1, 2025. There is also an increase in spending on unclassified temporary positions (\$84,240).

Furthermore, the agency's revised estimate includes a decrease of 6.0 FTE positions from the Insurance Company Examination subprogram and an increase of 5.8 FTE positions to the General Administration subprogram, resulting in a total decrease of 0.3 FTE position.

- **Agency:** Add \$26,700, all from special revenue funds, for increased spending on household supplies and decreased spending on salary and wages, and delete 0.3 FTE position for FY 2026.
- **LBC:** No changes.

REFERENCE TABLES

FIG. 8 **10-YEAR EXPENDITURE HISTORY, FY 2017 – FY 2026**

Fiscal Year	SGF	Change	All Funds	Change	FTE	CPI-U Change**
FY 2017	\$ -	-- %	\$ 25,356,428	(1.3) %	109.0	0.0 %
FY 2018	-	--	29,986,184	18.3	131.8	0.2
FY 2019	-	--	29,301,522	(2.3)	135.6	0.0
FY 2020	-	--	32,585,681	11.2	135.6	0.8
FY 2021	976,666	--	33,520,237	2.9	136.0	2.4
FY 2022	-	(100.0)	35,660,156	6.4	135.5	9.2
FY 2023	-	--	36,764,238	3.1	135.0	5.8
FY 2024	-	--	39,158,868	6.5	135.3	3.0
FY 2025 Agency	-	--	44,041,298	12.5	135.0	2.5
FY 2026 Agency	-	--	45,298,861	2.9	135.0	2.4
10-Yr. Chg. (FY 2017– 2026)	\$ -	-- %	\$ 19,942,433	78.6 %	26.0	33.4 %
3-Yr. Avg. (FY 2022– 2024)*	\$ -	--	\$ 37,194,421		135.3	

* Note: Reflects three most recent years of actuals data.

** Note: Consumer Price Index – All Urban Consumers estimate for FY 2025 and FY 2026 is from the Consensus Revenue Estimating Group.

FIG. 9 **EXPENDITURES BY PROGRAM, FY 2024 – FY 2026**

Program	Actual FY 2024	Agency FY 2025	LBC FY 2025	Agency FY 2026	LBC FY 2026
Insurance Regulation	\$ 34,287,194	\$ 38,319,383	\$ 38,319,383	\$ 39,628,810	\$ 39,628,810
Examination	455,736	-	-	-	-
Firefighters Relief	19,703,422	21,585,124	21,585,124	23,086,245	23,086,245
Insurance Regulation	11,333,167	13,592,807	13,592,807	13,398,507	13,398,507
Workers' Compensation	2,794,869	3,141,452	3,141,452	3,144,058	3,144,058
Securities Regulation	\$ 4,871,674	\$ 5,721,915	\$ 5,721,915	\$ 5,670,051	\$ 5,670,051
TOTAL	\$ 39,158,868	\$ 44,041,298	\$ 44,041,298	\$ 45,298,861	\$ 45,298,861

FIG. 10 **FTE POSITIONS BY PROGRAM, FY 2024 – FY 2026**

Program	Actual FY 2024	Agency FY 2025	LBC FY 2025	Agency FY 2026	LBC FY 2026
Insurance Regulation	102.7	102.4	102.4	102.4	102.4
Examination	6.0	-	-	-	-
Firefighters Relief	1.0	1.0	1.0	1.0	1.0
Insurance Regulation	93.2	98.9	98.9	98.9	98.9
Workers' Compensation	2.5	2.5	2.5	2.5	2.5
Securities Regulation	32.6	32.6	32.6	32.6	32.6
TOTAL	135.3	135.0	135.0	135.0	135.0

SPECIAL REVENUE FUND OVERVIEW

INSURANCE DEPARTMENT SERVICE REGULATION FUND

The Insurance Department Service Regulation Fund was established by KSA 40-112 for the purpose of maintaining the operations of the Kansas Department of Insurance. The fund consists of fees charged by the agency, 1.0 percent of premium taxes received from insurance companies pursuant to KSA 40-252, and an annual assessment imposed as deemed necessary by the Commissioner of Insurance to fund agency operations. In addition, there is an annual transfer of \$200,000 to the Fraud and Abuse Criminal Prosecution Fund from the Insurance Department Service Regulation Fund for services provided, including prosecuting suspected instances of securities fraud, by the Office of the Attorney General.

FIG. 11 INSURANCE DEPARTMENT SERVICE REGULATION FUND RESOURCE ESTIMATE, FY 2023 – FY 2027					
	Actual FY 2023	Actual FY 2024	Agency FY 2025	Agency FY 2026	Agency FY 2027**
Beginning Balance*	\$ 58,887,382	\$ 66,230,955	\$ 70,204,978	\$ 70,727,846	\$ 70,362,127
Insurance Premiums–Foreign	-	1,643,224	1,650,000	1,650,000	-
Audits and Inspections	3,009	-	-	-	-
Tech. and Skilled Services	3,821	4,025	4,000	4,000	-
Corporation Services	252,154	304,570	300,000	300,000	-
Clerical Services	7,738	7,948	8,000	8,000	-
License Personal Services	350	-	-	-	-
License Business	14,760,861	13,205,750	12,000,000	11,000,000	-
Recovery of Current FY Expenses	3,807	2,740	3,000	3,000	-
Recovery of Prior FY Expenses	-	1,558	-	-	-
Other Services Charges	89,650	88,500	90,000	90,000	-
Transfers In	25,000	25,000	25,000	25,000	-
Funds Available	\$ 74,033,772	\$ 81,514,270	\$ 84,284,978	\$ 83,807,846	\$ 70,362,127
Expenditures	\$ 10,606,877	\$ 11,109,292	\$ 13,357,132	\$ 13,245,719	\$ -
Expenditures–Off-Budget	-	-	-	-	-
Transfers Out	200,000	200,000	200,000	200,000	-
Ending Balance*	\$ 63,226,895	\$ 70,204,978	\$ 70,727,846	\$ 70,362,127	\$ 70,362,127

* Note: The FY 2023 ending balance may not match the FY 2024 beginning balance due to timing with encumbrances.

** Note: The agency does not submit a budget for FY 2027.

STATE FIREFIGHTERS RELIEF FUND

The State Firefighters Relief Fund is used to distribute aid to local firefighter relief associations (FRA) throughout the state. KSA 40-1703 requires every insurance company that writes fire and lightning insurance to pay to the Kansas Department of Insurance 2.0 percent of the total amount of annual premiums written in Kansas. The collected money is then credited to the State Firefighters Relief Fund and distributed in an equitable manner to the various townships, fire districts, and county FRAs. However, the following statutory exceptions apply: 3.0 percent of the tax is distributed to the Kansas State Firefighters Association, Inc., for educational purposes; 5.0 percent of the tax is distributed to the Kansas State Firefighters Association, Inc., for a death benefits fund (not to exceed the amount necessary to restore the fund to a \$100,000 balance); \$1,000 is distributed to each FRA; and an amount is retained by the Kansas Insurance Department needed to fund the operating expenses incurred in administering the Firefighters Relief Act.

FIG. 12 **STATE FIREFIGHTERS RELIEF FUND RESOURCE ESTIMATE, FY 2023 – FY 2027**

	Actual FY 2023	Actual FY 2024	Agency FY 2025	Agency FY 2026	Agency FY 2027**
Beginning Balance*	\$ 909,230	\$ 690,182	\$ 841,778	\$ 756,654	\$ 670,409
Insurance Premiums–Firemen	17,742,779	19,855,016	21,500,000	23,000,000	-
Transfers In	-	-	-	-	-
Funds Available	\$ 18,652,009	\$ 20,545,198	\$ 22,341,778	\$ 23,756,654	\$ 670,409
Expenditures	\$ 17,961,827	\$ 19,703,422	\$ 21,585,124	\$ 23,086,245	\$ -
Expenditures–Off-Budget	-	-	-	-	-
Transfers Out	-	-	-	-	-
Ending Balance*	\$ 690,182	\$ 841,776	\$ 756,654	\$ 670,409	\$ 670,409

* Note: The FY 2023 ending balance may not match the FY 2024 beginning balance due to timing with encumbrances.

** Note: The agency does not submit a budget for FY 2027.

WORKERS COMPENSATION FUND

The Workers Compensation Fund receives income from three sources: (1) assessments of workers' compensation carriers, self-insurers, and group-funded pools; (2) reimbursements from uninsured employers; and (3) fines levied against uninsured employers by the Kansas Department of Labor's Division of Workers Compensation. The Workers Compensation Fund can be liable in three types of actions: old second-injury actions, uninsured employer cases, and Director Certifications. The Workers Compensation Fund maintains liability for "second injury" lawsuits ruled on prior to 1993. In addition, the Workers Compensation Fund acts as an impleader in civil court actions when an injured worker's employer is uninsured and unable to pay for the medical and disability payments or, in some cases, cannot be located. Director Certifications represent the statutory obligation of the Workers Compensation Fund to reimburse an insurance carrier or employer for money expended during the case that is over the amount ultimately determined to be owed.

FIG. 13 **WORKERS COMPENSATION FUND RESOURCE ESTIMATE, FY 2023 – FY 2027**

	Actual FY 2023	Actual FY 2024	Agency FY 2025	Agency FY 2026	Agency FY 2027**
Beginning Balance*	\$ 7,095,207	\$ 6,910,120	\$ 5,565,471	\$ 3,924,019	\$ 2,279,961
Worker Compensation Fund Assessments	1,219,452	1,159,816	1,000,000	1,000,000	-
Other Fines Penalties Forfeit	318,541	184,971	200,000	200,000	-
Other Reimbursements and Refunds	606,962	105,433	300,000	300,000	-
Transfers In	-	-	-	-	-
Funds Available	\$ 9,240,162	\$ 8,360,340	\$ 7,065,471	\$ 5,424,019	\$ 2,279,961
Expenditures	\$ 2,533,238	\$ 2,794,869	\$ 3,141,452	\$ 3,144,058	\$ -
Expenditures–Off-Budget	-	-	-	-	-
Transfers Out	-	-	-	-	-
Ending Balance*	\$ 6,706,924	\$ 5,565,471	\$ 3,924,019	\$ 2,279,961	\$ 2,279,961

* Note: The FY 2023 ending balance may not match the FY 2024 beginning balance due to timing with encumbrances.

** Note: The agency does not submit a budget for FY 2027.

SECURITIES ACT FEE FUND

The Securities Act Fee Fund is financed by fees received from security agents, investor adviser representatives, broker-dealers, investment adviser firms, mutual fund portfolios, and investment trusts. KSA 17-12a601 provides that 90.0 percent of fees received by the agency are credited to the Securities Act Fee Fund, and 10.0 percent of receipts are credited to the State General Fund (SGF), up to a maximum of \$100,000. Furthermore, on the last day of each fiscal year, the Director of Accounts and Reports is required to transfer all unencumbered funds in excess of \$50,000 into the SGF for reimbursement for services. In addition, there is an annual transfer of \$200,000 to the Fraud and Abuse Criminal Prosecution Fund from the Securities Act Fee Fund for services provided by the Office of the Attorney General.

Prior to FY 2021, large transfers from the Securities Act Fee Fund to the SGF occurred in June of each year to bring the cash balance to \$50,000. By statute, the fund was adjusted so that any amount over \$50,000 was transferred to the SGF. A legal settlement required the Legislature to enact legislation preventing the sweep of all unencumbered funds over \$50,000 from the Securities Act Fee Fund in FY 2021 and FY 2022. The 2022 Legislature passed 2022 SB 392, which permanently eliminated the yearly transfer to the SGF.

The legal settlement further required the Commissioner to place a moratorium on fees assessed for FY 2022 and continuing as long as necessary to analyze and adjust fee structures. For that reason, the agency did not receive any fees in FY 2022 or FY 2023. The agency reinstated the assessment of fees in FY 2024 and estimates it will collect \$9.8 million from those fees in both FY 2025 and FY 2026.

FIG. 14 SECURITIES ACT FEE FUND RESOURCE ESTIMATE, FY 2023 – FY 2027					
	Actual FY 2023	Actual FY 2024	Agency FY 2025	Agency FY 2026	Agency FY 2027**
Beginning Balance*	\$ 10,265,331	\$ 6,460,304	\$ 11,128,479	\$ 15,706,564	\$ 20,336,513
License Personal Services	-	6,052,670	6,500,000	6,500,000	-
License Business	-	3,311,806	3,300,000	3,300,000	-
Recovery of Current FY Expenses	328	389	-	-	-
Transfers In	-	-	-	-	-
Funds Available	\$ 10,265,659	\$ 15,825,169	\$ 20,928,479	\$ 25,506,564	\$ 20,336,513
Expenditures	\$ 3,744,862	\$ 4,496,690	\$ 5,021,915	\$ 4,970,051	\$ -
Expenditures–Off-Budget	-	-	-	-	-
Transfers Out	200,000	200,000	200,000	200,000	-
Ending Balance*	\$ 6,320,797	\$ 11,128,479	\$ 15,706,564	\$ 20,336,513	\$ 20,336,513

* Note: The FY 2023 ending balance may not match the FY 2024 beginning balance due to timing with encumbrances.

** Note: The agency does not submit a budget for FY 2027.

FIG. 15 **KANSAS DEPARTMENT OF INSURANCE FEES, FY 2025**

Fee	Current Fee	Statutory Limit*	Previous Fee**
Admission Fees			
Examination of charter and other documents	\$ 500	\$ 500	\$ -
Filing Annual Statement	100	100	-
Renewal of Certificate of Authority	10	10	-
Stock, Life, Property, and Casualty Insurance Company Fees			
Application for Sale of Stock or Certificate of Indebtedness	25	25	-
Application for License to Sell Stock	100	100	-
HMO Fees			
Application for Certificate of Authority	150	150	-
Annual Report	50	50	-
Miscellaneous Services			
Service of Process	25	25	-
Appointment Notification—Managing Gen. Agent Contract	100	100	-
Notification by Risk Retention Group	250	250	-
Notification by Purchasing Group	250	250	-
Appointments			
Resident Agents (Domestic Companies)	2	N/A	-
Resident Agents (Foreign Companies)	5	N/A	-
Producer Licensing Fees			
Resident Agent/Business Entity Application	15	30	30
Resident Agent/Business Entity Renewal (Biennial)	4	-	-
Nonresident Agent/Business Entity Application	50	N/A	80
Nonresident Agent License (Biennial)	50	50	-
Open Record Fees			
Service Retrieval, Review and Redaction Charges***	7.50/12.50	N/A	-
Copying Charge****	Copying Charge: \$0.25 per page for paper copies. Mailing Charge: \$0.50 for ten or fewer pages and \$1.00 or actual cost for documents exceeding ten pages.	-	-
Agents of Broker-Dealers and Investment Adviser Representatives Registration or Renewal	30	N/A	-

* Note: The authority for these fees is found in KSA 40-205a; KSA 40-218; KSA 40-252; KSA 40-2133; KSA 40-3213; KSA 40-4103; KSA 40-4116; KSA 40-4905; KSA 40-4906

** Note: These fees were changed within the last two fiscal years.

*** Note: \$7.50 per quarter-hour for Secretaries and Clerks and \$10.50 per hour for Administrators and Attorneys.

**** Note: \$0.50 for paper, \$0.25 for PDF, \$7.00 for certified copies.