

DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION

FINANCIAL SUMMARY

	FY 2014 EXPENDITURE	FY 2015 APPROPRIATION	FY 2016 REQUEST	GOVERNOR RECOMMENDS FY 2016
Administration and Insurance Operations	\$ 8,405,166	\$ 9,961,440	\$ 9,983,161	\$ 9,983,161
Market Conduct and Financial Examinations	3,248,793	4,054,203	4,071,933	4,071,933
Health Insurance Counseling	1,308,370	1,450,000	1,450,000	1,450,000
Division of Credit Unions	1,123,315	1,268,095	1,274,292	1,274,292
Division of Finance	7,536,871	8,617,233	8,658,695	8,658,695
Division of Professional Registration	<u>12,684,737</u>	<u>15,455,345</u>	<u>14,645,607</u>	<u>14,645,607</u>
DEPARTMENTAL TOTAL	\$ 34,307,252	\$ 40,806,316	\$ 40,083,688	\$ 40,083,688
Federal Funds	1,365,887	1,780,723	1,783,233	1,783,233
Other Funds	32,941,365	39,025,593	38,300,455	38,300,455
Total Full-time Equivalent Employees	533.41	585.33	587.33	587.33
Federal Funds	6.45	21.00	21.00	21.00
Other Funds	526.96	564.33	566.33	566.33

DEPARTMENT SUMMARY

The Fiscal Year 2016 budget provides \$40.1 million for the Department of Insurance, Financial Institutions and Professional Registration. The department protects consumers through oversight of the insurance industry, financial institutions, and licensed professionals.

**DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION
ADMINISTRATION AND INSURANCE OPERATIONS**

FINANCIAL SUMMARY

	FY 2014 EXPENDITURE	FY 2015 APPROPRIATION	GOVERNOR RECOMMENDS FY 2016
Administration	\$ 156,559	\$ 180,145	\$ 180,908
Insurance Operations	8,248,607	9,781,295	9,802,253
TOTAL	\$ 8,405,166	\$ 9,961,440	\$ 9,983,161
PERSONAL SERVICE			
Federal Funds	247,389	466,212	468,722
Other Funds	6,881,263	7,454,132	7,493,468
EXPENSE AND EQUIPMENT			
Federal Funds	10,128	64,511	64,511
Other Funds	1,266,386	1,971,585	1,951,460
PROGRAM SPECIFIC DISTRIBUTION			
Other Funds	0	5,000	5,000
TOTAL			
Federal Funds	257,517	530,723	533,233
Other Funds	8,147,649	9,430,717	9,449,928
Total Full-time Equivalent Employees			
Federal Funds	147.11	187.18	187.18
Other Funds	6.45	21.00	21.00
Other Funds	140.66	166.18	166.18

ADMINISTRATION

Certain administrative functions such as policy development, legislative coordination, communications (public information), research, and accounting are centralized to provide more efficient services. Staff provides these functions centrally with the costs allocated to the appropriate divisions within the department based on usage.

INSURANCE OPERATIONS

Insurance staff is responsible for overseeing the insurance industry's compliance with Missouri insurance laws and regulations, and protecting the interests of Missouri insurance-buying consumers. Specific duties include licensing insurance producers (agents, brokers, and agencies), investigating consumer complaints, collecting premium taxes paid by insurance companies, and providing information to over 33,000 consumers each year through a statewide toll-free hotline and the department's website.

Fiscal Year 2016 Governor's Recommendations

- \$41,846 federal and other funds for the remaining pay periods of the Fiscal Year 2015 approved pay plan.
- (\$20,125) Insurance Dedicated Fund core reduction for one-time expenditures.

**DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION
 MARKET CONDUCT AND FINANCIAL EXAMINATIONS**

FINANCIAL SUMMARY

	FY 2014 EXPENDITURE	FY 2015 APPROPRIATION	GOVERNOR RECOMMENDS FY 2016
Market Conduct and Financial Examinations TOTAL	\$ 3,248,793	\$ 4,054,203	\$ 4,071,933
PERSONAL SERVICE	3,072,971	3,288,529	3,306,259
EXPENSE AND EQUIPMENT	175,822	765,674	765,674
TOTAL			
Other Funds	3,248,793	4,054,203	4,071,933
Total Full-time Equivalent Employees	42.36	42.50	42.50
Other Funds	42.36	42.50	42.50

The department conducts both financial and market conduct examinations. Financial examinations ensure that insurance companies have sufficient reserves to pay consumer claims. Market conduct examinations of insurance companies serve to verify that policyholders and beneficiaries receive the full benefits from the contracts by which they and the insurer have agreed.

Fiscal Year 2016 Governor's Recommendations

- \$17,730 Insurance Examiners Fund for the remaining pay periods of the Fiscal Year 2015 approved pay plan.

**DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION
HEALTH INSURANCE COUNSELING**

FINANCIAL SUMMARY

	FY 2014 EXPENDITURE	FY 2015 APPROPRIATION	GOVERNOR RECOMMENDS FY 2016
Health Insurance Counseling TOTAL	\$ 1,308,370	\$ 1,450,000	\$ 1,450,000
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	1,108,370	1,250,000	1,250,000
Other Funds	200,000	200,000	200,000
TOTAL			
Federal Funds	1,108,370	1,250,000	1,250,000
Other Funds	200,000	200,000	200,000
Total Full-time Equivalent Employees	0.00	0.00	0.00

The department sponsors the Missouri State Health Insurance Assistance Program, commonly known as CLAIM. Trained counselors provide free, unbiased advocacy, education, and assistance to people with Medicare and those who help them to make informed decisions about Medicare and related health insurance needs.

Fiscal Year 2016 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION
DIVISION OF CREDIT UNIONS**

FINANCIAL SUMMARY

	FY 2014 EXPENDITURE	FY 2015 APPROPRIATION	GOVERNOR RECOMMENDS FY 2016
Division of Credit Unions			
TOTAL	\$ 1,123,315	\$ 1,268,095	\$ 1,274,292
PERSONAL SERVICE	1,004,398	1,149,011	1,155,208
EXPENSE AND EQUIPMENT	118,917	119,084	119,084
TOTAL			
Other Funds	1,123,315	1,268,095	1,274,292
Total Full-time Equivalent Employees	15.59	15.50	15.50
Other Funds	15.59	15.50	15.50

The Division of Credit Unions is responsible for the examination, supervision, chartering, merger, and liquidation of Missouri's state-chartered credit unions. The division also responds to consumer complaints against credit union services or operations. Missouri's 118 credit unions have approximately 1.3 million members and assets exceeding \$11.5 billion. Missouri ranks eighth in the nation in the number of state-chartered credit unions.

Fiscal Year 2016 Governor's Recommendations

- \$6,197 Division of Credit Unions Fund for the remaining pay periods of the Fiscal Year 2015 approved pay plan.

**DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION
DIVISION OF FINANCE**

FINANCIAL SUMMARY

	FY 2014 EXPENDITURE	FY 2015 APPROPRIATION	GOVERNOR RECOMMENDS FY 2016
Division of Finance TOTAL	\$ 7,536,871	\$ 8,617,233	\$ 8,658,695
PERSONAL SERVICE	6,806,801	7,688,742	7,730,204
EXPENSE AND EQUIPMENT	727,520	927,491	927,491
PROGRAM SPECIFIC DISTRIBUTION	2,550	1,000	1,000
TOTAL			
Other Funds	7,536,871	8,617,233	8,658,695
Total Full-time Equivalent Employees	110.18	118.15	118.15
Other Funds	110.18	118.15	118.15

The Division of Finance is responsible for the incorporation and regulation of Missouri's 272 state-chartered banks, non-deposit trust companies, and savings and loan associations. The division also licenses and regulates consumer credit companies, credit services organizations, money order companies, and residential mortgage brokers. Primary objectives include ensuring the safety and soundness of these institutions and the monitoring of compliance with laws and regulations, thereby safeguarding the funds of depositors and maintaining public confidence in Missouri's financial system. Missouri ranks fifth in the nation in the number of state-chartered banks.

Fiscal Year 2016 Governor's Recommendations

- \$41,462 Division of Finance Fund for the remaining pay periods of the Fiscal Year 2015 approved pay plan.

**DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION
DIVISION OF PROFESSIONAL REGISTRATION**

FINANCIAL SUMMARY

	FY 2014 EXPENDITURE	FY 2015 APPROPRIATION	GOVERNOR RECOMMENDS FY 2016
Administration	\$ 4,938,079	\$ 5,701,871	\$ 4,720,275
State Board of Accountancy	413,324	459,913	461,468
State Board for Architects, Professional Engineers, Land Surveyors and Landscape Architects	458,753	690,085	692,179
State Board of Chiropractic Examiners	65,914	131,820	131,820
Missouri Dental Board	375,391	622,307	624,380
State Board of Embalmers and Funeral Directors	102,289	164,200	164,200
State Board of Registration for the Healing Arts	2,436,466	2,609,027	2,619,032
State Board of Nursing	1,468,896	1,812,001	1,821,119
State Board of Optometry	10,101	34,726	34,726
State Board of Pharmacy	1,217,677	1,626,371	1,768,362
State Board of Podiatric Medicine	5,592	13,734	13,734
Missouri Real Estate Commission	875,267	1,207,416	1,212,438
Missouri Veterinary Medical Board	44,693	107,975	107,975
State Board of Cosmetology and Barber Examiners	272,295	273,899	273,899
TOTAL	\$ 12,684,737	\$ 15,455,345	\$ 14,645,607
PERSONAL SERVICE	8,336,108	9,449,692	9,611,472
EXPENSE AND EQUIPMENT	4,348,178	5,985,653	5,014,135
PROGRAM SPECIFIC DISTRIBUTION	451	20,000	20,000
TOTAL			
Other Funds	12,684,737	15,455,345	14,645,607
Total Full-time Equivalent Employees	218.17	222.00	224.00
Other Funds	218.17	222.00	224.00

The Division of Professional Registration is responsible for supporting 40 professional licensing boards and commissions in licensing and regulating the activities of over 400,000 Missourians representing approximately 240 different trades and professions. The division serves and protects the public by providing an accessible, responsible, and accountable regulatory system to ensure that Missouri consumers benefit from competent practitioners. Each licensing entity licenses qualified professionals by ensuring that minimum requirements have been met. In addition, each entity must appropriately enforce standards through the inspection of facilities and the investigation of complaints.

Fiscal Year 2016 Governor's Recommendations

ADMINISTRATION

- \$18,404 Professional Registration Fees Fund for the remaining pay periods of the Fiscal Year 2015 approved pay plan.
- (\$1,000,000) other funds core reduction from the Fiscal Year 2015 appropriation level.

STATE BOARD OF ACCOUNTANCY

- \$1,555 State Board of Accountancy Fund for the remaining pay periods of the Fiscal Year 2015 approved pay plan.

STATE BOARD FOR ARCHITECTS, PROFESSIONAL ENGINEERS, LAND SURVEYORS AND LANDSCAPE ARCHITECTS

- \$2,094 State Board for Architects, Professional Engineers, Land Surveyors and Landscape Architects Fund for the remaining pay periods of the Fiscal Year 2015 approved pay plan.

**DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION
DIVISION OF PROFESSIONAL REGISTRATION**

STATE BOARD OF CHIROPRACTIC EXAMINERS

Continue funding at the current level.

MISSOURI DENTAL BOARD

- \$2,073 Dental Board Fund for the remaining pay periods of the Fiscal Year 2015 approved pay plan.

STATE BOARD OF EMBALMERS AND FUNERAL DIRECTORS

Continue funding at the current level.

STATE BOARD OF REGISTRATION FOR THE HEALING ARTS

- \$10,005 Board of Registration for the Healing Arts Fund for the remaining pay periods of the Fiscal Year 2015 approved pay plan.

STATE BOARD OF NURSING

- \$9,118 State Board of Nursing Fund for the remaining pay periods of the Fiscal Year 2015 approved pay plan.

STATE BOARD OF OPTOMETRY

Continue funding at the current level.

STATE BOARD OF PHARMACY

- \$136,842 Board of Pharmacy Fund and two staff to inspect sterile compounding pharmacies and drug outsourcing facilities.
- \$5,149 Board of Pharmacy Fund for the remaining pay periods of the Fiscal Year 2015 approved pay plan.

STATE BOARD OF PODIATRIC MEDICINE

Continue funding at the current level.

MISSOURI REAL ESTATE COMMISSION

- \$5,022 Real Estate Commission Fund for the remaining pay periods of the Fiscal Year 2015 approved pay plan.

MISSOURI VETERINARY MEDICAL BOARD

Continue funding at the current level.

STATE BOARD OF COSMETOLOGY AND BARBER EXAMINERS

Continue funding at the current level.