

### 0845 Department of Insurance

California's publicly-elected Insurance Commissioner regulates the sixth largest insurance economy in the world with insurers collecting more than \$259 billion in premium annually in California while protecting consumers and the integrity, health and vitality of the insurance marketplace. The vision of the Department of Insurance (CDI) is "Insurance Protection for All Californians." The Department accomplishes this by enforcing insurance laws and regulations, assisting consumers in their dealings with insurers, and using innovation to improve services for insurance producers and consumers.

The CDI licenses and regulates insurance companies, agents and brokers in California. Currently, the CDI oversees and licenses approximately 1,300 insurance companies and more than 385,000 individuals and business entities as insurance agents, brokers, adjusters and bail agents. Additionally, the CDI receives and investigates approximately 250,000 consumer inquiries and complaints annually; performs examinations to ensure the financial solvency of companies; receives approximately 33,000 suspected fraudulent claim referrals annually; and works in conjunction with local, state and federal law enforcement agencies to investigate and prosecute fraudulent insurance practices.

#### 3-YR EXPENDITURES AND POSITIONS

		Positions			Expenditures		
		2014-15	2015-16	2016-17	2014-15*	2015-16*	2016-17*
0520	Regulation of Insurance Companies and Insurance Producers	430.8	428.4	438.3	\$81,529	\$83,645	\$86,428
0525	Consumer Protection	299.5	304.4	324.2	54,049	61,279	62,971
0530	Fraud Control	255.6	278.0	283.1	107,270	123,331	124,359
0535	General Fund Tax Collection and Compliance	9.7	10.3	10.4	1,602	1,280	1,282
9900100	Administration	225.4	220.2	219.8	31,616	32,854	35,123
9900200	Administration - Distributed	-	-	-	-31,616	-32,854	-35,123
<b>TOTALS, POSITIONS AND EXPENDITURES (All Programs)</b>		<b>1,221.0</b>	<b>1,241.3</b>	<b>1,275.8</b>	<b>\$244,450</b>	<b>\$269,535</b>	<b>\$275,040</b>
<b>FUNDING</b>					<b>2014-15*</b>	<b>2015-16*</b>	<b>2016-17*</b>
0001	General Fund				\$3,393	\$9,261	\$10,891
0217	Insurance Fund				239,237	258,874	262,803
0890	Federal Trust Fund				1,810	1,150	1,096
0995	Reimbursements				10	250	250
<b>TOTALS, EXPENDITURES, ALL FUNDS</b>					<b>\$244,450</b>	<b>\$269,535</b>	<b>\$275,040</b>

#### LEGAL CITATIONS AND AUTHORITY

##### PROGRAM AUTHORITY

0520-Regulation of Insurance Companies and Insurance Producers:

Insurance Code, Sections 1-16032, except as noted below.

0525-Consumer Protection:

Insurance Code, Division 1, Part 2, Chapter 1, Articles 4, 5.1, 6, 6.3, and 6.5, Chapter 5, Article 12, Sections 1872.81, 10127.17, 10273.7, 12921.1-12921.5, 12928, and 12930.

0530-Fraud Control:

Insurance Code, Division 1, Part 2, Chapter 12 (except Section 1872.81 cited above).

0535-General Fund Tax Collection and Compliance:

Insurance Code, Sections 1774-1780; and Revenue and Taxation Code, Part 7 of Division 2.

#### DETAILED BUDGET ADJUSTMENTS

		2015-16*			2016-17*		
		General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
<b>Workload Budget Adjustments</b>							
<b>Workload Budget Change Proposals</b>							

\* Dollars in thousands, except in Salary Range. Numbers may not add or match to other statements due to rounding of budget details.

## 0845 Department of Insurance - Continued

	2015-16*			2016-17*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
• Legislative augmentation to add one-time Brace & Bolt funds for Insurance to pass on to California Earthquake Authority.	\$-	\$-	-	\$3,000	\$-	-
• Enhanced Fraud Investigation and Prevention (Warner Chilcott Settlement)	-	-	-	1,567	-	8.0
• CMMP Year 3	-	-	-	963	1,786	6.5
• Enhanced Fraud Investigation eDiscovery (Civil Litigation Software)	-	-	-	626	-	-
• CDI Network Switch Replacement	-	-	-	-	1,669	-
• Principle-Based Reserving (SB 696)	-	-	-	-	925	5.0
• Life and Disability Policies (AB 387)	-	-	-	-	430	2.0
• Health Network Adequacy	-	-	-	-	424	1.0
• Outpatient Prescription Drugs (AB 339)	-	-	-	-	242	1.0
<b>Totals, Workload Budget Change Proposals</b>	<b>\$-</b>	<b>\$-</b>	<b>-</b>	<b>\$6,156</b>	<b>\$5,476</b>	<b>23.5</b>
<b>Other Workload Budget Adjustments</b>						
• Salary Adjustments	\$46	\$2,520	-	\$46	\$2,520	-
• Retirement Rate Adjustments	23	1,036	-	23	1,036	-
• Benefit Adjustments	21	1,388	-	22	1,744	-
• Miscellaneous Baseline Adjustments	-	342	-	-	437	1.0
• SWCAP	-	-	-	-	165	-
• Budget Position Transparency	-	-	-161.5	-	-	-158.0
• Pro Rata	-	-	-	-	-637	-
<b>Totals, Other Workload Budget Adjustments</b>	<b>\$90</b>	<b>\$5,286</b>	<b>-161.5</b>	<b>\$91</b>	<b>\$5,265</b>	<b>-157.0</b>
<b>Totals, Workload Budget Adjustments</b>	<b>\$90</b>	<b>\$5,286</b>	<b>-161.5</b>	<b>\$6,247</b>	<b>\$10,741</b>	<b>-133.5</b>
<b>Totals, Budget Adjustments</b>	<b>\$90</b>	<b>\$5,286</b>	<b>-161.5</b>	<b>\$6,247</b>	<b>\$10,741</b>	<b>-133.5</b>

## PROGRAM DESCRIPTIONS

## 0520 - REGULATION OF INSURANCE COMPANIES AND INSURANCE PRODUCERS

The objectives of this program are to: (1) prevent losses to policyholders, beneficiaries or the public due to the insolvency of insurers; (2) prevent unlawful or unfair practices by insurers as defined by the Insurance Code; (3) ensure that property and casualty insurance rates are not excessive, inadequate, unfairly discriminatory or otherwise in violation of the Insurance Code; (4) review health insurance rates filed with the Department to determine whether they are reasonable and attempt to get unreasonable rates lowered by insurers; (5) ensure that applicants for insurance licenses, and holders of insurance licenses, satisfy and maintain the qualifications for licensure. Through the Conservation and Liquidation Office, the CDI administers the estates of insolvent and delinquent insurance companies.

## 0525 - CONSUMER PROTECTION

The objectives of this program are to: (1) provide direct service to California consumers by protecting insurance policyholders and other parties involved in insurance transactions against unfair or illegal practices with respect to claims handling, rating or underwriting by insurers and (2) protect applicants and policyholders from discriminatory, unlawful or fraudulent practices or incompetence relating to the sale of insurance.

## 0530 - FRAUD CONTROL

The objective of this program is to protect the public from economic loss by actively investigating, arresting and referring for prosecution or adjudication those who commit insurance fraud and other violations of the law. The program is staffed by sworn peace officers who conduct criminal investigations of insurance fraud and related criminal cases.

## 0535 - GENERAL FUND TAX COLLECTION AND COMPLIANCE

This program performs tax collection; ensures compliance from insurance companies and surplus line brokers with the laws contained in the Insurance Code and Revenue and Taxation Code; and works with the Board of Equalization and State Controller's Office with various refund, assessment, and accounting matters relative to the premium tax program. Tax

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## 0845 Department of Insurance - Continued

collections from this program are deposited in the state's General Fund.

## 9900 - ADMINISTRATION

This program provides administrative support services to the CDI including budgets, accounting, human resources, business services and information technology, as well as legislative and legal services.

## DETAILED EXPENDITURES BY PROGRAM

		2014-15*	2015-16*	2016-17*
<b>PROGRAM REQUIREMENTS</b>				
<b>0520</b>	<b>REGULATION OF INSURANCE COMPANIES AND INSURANCE PRODUCERS</b>			
<b>State Operations:</b>				
0217	Insurance Fund	\$79,709	\$82,245	\$85,082
0890	Federal Trust Fund	1,810	1,150	1,096
0995	Reimbursements	<u>10</u>	<u>250</u>	<u>250</u>
<b>Totals, State Operations</b>		<b>\$81,529</b>	<b>\$83,645</b>	<b>\$86,428</b>
<b>SUBPROGRAM REQUIREMENTS</b>				
<b>0520010</b>	<b>Rate Regulation</b>			
<b>State Operations:</b>				
0217	Insurance Fund	\$25,733	\$21,127	\$21,359
0890	Federal Trust Fund	1,810	1,150	1,096
0995	Reimbursements	<u>10</u>	<u>250</u>	<u>250</u>
<b>Totals, State Operations</b>		<b>\$27,553</b>	<b>\$22,527</b>	<b>\$22,705</b>
<b>SUBPROGRAM REQUIREMENTS</b>				
<b>0520019</b>	<b>Regulatory</b>			
<b>State Operations:</b>				
0217	Insurance Fund	<u>\$19,004</u>	<u>\$25,015</u>	<u>\$26,193</u>
<b>Totals, State Operations</b>		<b>\$19,004</b>	<b>\$25,015</b>	<b>\$26,193</b>
<b>SUBPROGRAM REQUIREMENTS</b>				
<b>0520028</b>	<b>Licensing</b>			
<b>State Operations:</b>				
0217	Insurance Fund	<u>\$28,454</u>	<u>\$26,669</u>	<u>\$28,015</u>
<b>Totals, State Operations</b>		<b>\$28,454</b>	<b>\$26,669</b>	<b>\$28,015</b>
<b>SUBPROGRAM REQUIREMENTS</b>				
<b>0520037</b>	<b>Special Programs</b>			
<b>State Operations:</b>				
0217	Insurance Fund	<u>\$6,518</u>	<u>\$9,434</u>	<u>\$9,515</u>
<b>Totals, State Operations</b>		<b>\$6,518</b>	<b>\$9,434</b>	<b>\$9,515</b>
<b>PROGRAM REQUIREMENTS</b>				
<b>0525</b>	<b>CONSUMER PROTECTION</b>			
<b>State Operations:</b>				
0001	General Fund	\$315	\$3,714	\$4,832
0217	Insurance Fund	<u>52,984</u>	<u>56,815</u>	<u>57,389</u>
<b>Totals, State Operations</b>		<b>\$53,299</b>	<b>\$60,529</b>	<b>\$62,221</b>
<b>Local Assistance:</b>				
0217	Insurance Fund	<u>\$750</u>	<u>\$750</u>	<u>\$750</u>
<b>Totals, Local Assistance</b>		<b>\$750</b>	<b>\$750</b>	<b>\$750</b>
<b>SUBPROGRAM REQUIREMENTS</b>				
<b>0525010</b>	<b>Legal Compliance</b>			
<b>State Operations:</b>				

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		2014-15*	2015-16*	2016-17*
0217	Insurance Fund	\$7,139	\$10,001	\$10,095
	<b>Totals, State Operations</b>	<b>\$7,139</b>	<b>\$10,001</b>	<b>\$10,095</b>
	<b>SUBPROGRAM REQUIREMENTS</b>			
<b>0525019</b>	<b>Investigations</b>			
	<b>State Operations:</b>			
0217	Insurance Fund	\$15,985	\$16,588	\$16,765
	<b>Totals, State Operations</b>	<b>\$15,985</b>	<b>\$16,588</b>	<b>\$16,765</b>
	<b>Local Assistance:</b>			
0217	Insurance Fund	\$750	\$750	\$750
	<b>Totals, Local Assistance</b>	<b>\$750</b>	<b>\$750</b>	<b>\$750</b>
	<b>SUBPROGRAM REQUIREMENTS</b>			
<b>0525028</b>	<b>Consumer Services and Market Conduct</b>			
	<b>State Operations:</b>			
0001	General Fund	\$-	\$3,000	\$3,000
0217	Insurance Fund	29,860	30,226	30,529
	<b>Totals, State Operations</b>	<b>\$29,860</b>	<b>\$33,226</b>	<b>\$33,529</b>
	<b>SUBPROGRAM REQUIREMENTS</b>			
<b>0525037</b>	<b>Enhanced Fraud Investigation Division</b>			
	<b>State Operations:</b>			
0001	General Fund	\$315	\$714	\$1,832
	<b>Totals, State Operations</b>	<b>\$315</b>	<b>\$714</b>	<b>\$1,832</b>
	<b>PROGRAM REQUIREMENTS</b>			
<b>0530</b>	<b>FRAUD CONTROL</b>			
	<b>State Operations:</b>			
0001	General Fund	\$2,078	\$4,547	\$5,059
0217	Insurance Fund	45,378	53,916	54,432
	<b>Totals, State Operations</b>	<b>\$47,456</b>	<b>\$58,463</b>	<b>\$59,491</b>
	<b>Local Assistance:</b>			
0001	General Fund	\$1,000	\$1,000	\$1,000
0217	Insurance Fund	58,814	63,868	63,868
	<b>Totals, Local Assistance</b>	<b>\$59,814</b>	<b>\$64,868</b>	<b>\$64,868</b>
	<b>SUBPROGRAM REQUIREMENTS</b>			
<b>0530010</b>	<b>Fraud - Auto</b>			
	<b>State Operations:</b>			
0217	Insurance Fund	\$19,521	\$22,021	\$22,231
	<b>Totals, State Operations</b>	<b>\$19,521</b>	<b>\$22,021</b>	<b>\$22,231</b>
	<b>Local Assistance:</b>			
0217	Insurance Fund	\$21,951	\$21,951	\$21,951
	<b>Totals, Local Assistance</b>	<b>\$21,951</b>	<b>\$21,951</b>	<b>\$21,951</b>
	<b>SUBPROGRAM REQUIREMENTS</b>			
<b>0530019</b>	<b>Fraud - Workers' Compensation</b>			
	<b>State Operations:</b>			
0217	Insurance Fund	\$21,192	\$25,234	\$25,477
	<b>Totals, State Operations</b>	<b>\$21,192</b>	<b>\$25,234</b>	<b>\$25,477</b>
	<b>Local Assistance:</b>			
0217	Insurance Fund	\$31,759	\$35,101	\$35,101
	<b>Totals, Local Assistance</b>	<b>\$31,759</b>	<b>\$35,101</b>	<b>\$35,101</b>

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**0845 Department of Insurance - Continued**

		<u>2014-15*</u>	<u>2015-16*</u>	<u>2016-17*</u>
<b>SUBPROGRAM REQUIREMENTS</b>				
<b>0530028</b>	<b>Fraud - General Assessment</b>			
	<b>State Operations:</b>			
0217	Insurance Fund	<u>\$2,149</u>	<u>\$2,948</u>	<u>\$2,979</u>
	<b>Totals, State Operations</b>	<b>\$2,149</b>	<b>\$2,948</b>	<b>\$2,979</b>
<b>SUBPROGRAM REQUIREMENTS</b>				
<b>0530037</b>	<b>Fraud - Disability and Healthcare</b>			
	<b>State Operations:</b>			
0217	Insurance Fund	<u>\$2,516</u>	<u>\$3,713</u>	<u>\$3,745</u>
	<b>Totals, State Operations</b>	<b>\$2,516</b>	<b>\$3,713</b>	<b>\$3,745</b>
	<b>Local Assistance:</b>			
0217	Insurance Fund	<u>\$5,104</u>	<u>\$6,816</u>	<u>\$6,816</u>
	<b>Totals, Local Assistance</b>	<b>\$5,104</b>	<b>\$6,816</b>	<b>\$6,816</b>
<b>SUBPROGRAM REQUIREMENTS</b>				
<b>0530055</b>	<b>Enhanced Fraud - Fraud Division</b>			
	<b>State Operations:</b>			
0001	General Fund	<u>\$1,967</u>	<u>\$3,830</u>	<u>\$3,731</u>
	<b>Totals, State Operations</b>	<b>\$1,967</b>	<b>\$3,830</b>	<b>\$3,731</b>
	<b>Local Assistance:</b>			
0001	General Fund	<u>\$1,000</u>	<u>\$1,000</u>	<u>\$1,000</u>
	<b>Totals, Local Assistance</b>	<b>\$1,000</b>	<b>\$1,000</b>	<b>\$1,000</b>
<b>SUBPROGRAM REQUIREMENTS</b>				
<b>0530064</b>	<b>Enhanced Fraud - Legal Branch</b>			
	<b>State Operations:</b>			
0001	General Fund	<u>\$111</u>	<u>\$717</u>	<u>\$1,328</u>
	<b>Totals, State Operations</b>	<b>\$111</b>	<b>\$717</b>	<b>\$1,328</b>
<b>PROGRAM REQUIREMENTS</b>				
<b>0535</b>	<b>GENERAL FUND TAX COLLECTION AND COMPLIANCE</b>			
	<b>State Operations:</b>			
0217	Insurance Fund	<u>\$1,602</u>	<u>\$1,280</u>	<u>\$1,282</u>
	<b>Totals, State Operations</b>	<b>\$1,602</b>	<b>\$1,280</b>	<b>\$1,282</b>
<b>SUBPROGRAM REQUIREMENTS</b>				
<b>9900100</b>	<b>Administration</b>			
	<b>State Operations:</b>			
0217	Insurance Fund	<u>\$31,616</u>	<u>\$32,854</u>	<u>\$35,123</u>
	<b>Totals, State Operations</b>	<b>\$31,616</b>	<b>\$32,854</b>	<b>\$35,123</b>
<b>SUBPROGRAM REQUIREMENTS</b>				
<b>9900200</b>	<b>Administration - Distributed</b>			
	<b>State Operations:</b>			
0217	Insurance Fund	<u>-\$31,616</u>	<u>-\$32,854</u>	<u>-\$35,123</u>
	<b>Totals, State Operations</b>	<b>-\$31,616</b>	<b>-\$32,854</b>	<b>-\$35,123</b>
<b>TOTALS, EXPENDITURES</b>				
	State Operations	183,886	203,917	209,422
	Local Assistance	<u>60,564</u>	<u>65,618</u>	<u>65,618</u>
	<b>Totals, Expenditures</b>	<b>\$244,450</b>	<b>\$269,535</b>	<b>\$275,040</b>

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## 0845 Department of Insurance - Continued

## EXPENDITURES BY CATEGORY

1 State Operations	Positions			Expenditures		
	2014-15	2015-16	2016-17	2014-15*	2015-16*	2016-17*
PERSONAL SERVICES						
Baseline Positions	1,383.3	1,402.8	1,409.3	\$99,417	\$101,187	\$100,541
Budget Position Transparency	-	-161.5	-158.0	-	-	-
Total Adjustments	<u>-162.3</u>	<u>-</u>	<u>24.5</u>	<u>-10,837</u>	<u>2,737</u>	<u>4,628</u>
<b>Net Totals, Salaries and Wages</b>	<b>1,221.0</b>	<b>1,241.3</b>	<b>1,275.8</b>	<b>\$88,580</b>	<b>\$103,924</b>	<b>\$105,169</b>
Staff Benefits	-	-	-	42,254	45,802	46,721
<b>Totals, Personal Services</b>	<b>1,221.0</b>	<b>1,241.3</b>	<b>1,275.8</b>	<b>\$130,834</b>	<b>\$149,726</b>	<b>\$151,890</b>
OPERATING EXPENSES AND EQUIPMENT				\$51,206	\$54,191	\$57,532
SPECIAL ITEMS OF EXPENSES				<u>1,846</u>	<u>-</u>	<u>-</u>
<b>TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)</b>				<b>\$183,886</b>	<b>\$203,917</b>	<b>\$209,422</b>

## 2 Local Assistance

	Expenditures		
	2014-15*	2015-16*	2016-17*
Grants and Subventions - Governmental	<u>\$60,564</u>	<u>\$65,618</u>	<u>\$65,618</u>
<b>TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)</b>	<b>\$60,564</b>	<b>\$65,618</b>	<b>\$65,618</b>

## DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

1 STATE OPERATIONS	2014-15*	2015-16*	2016-17*
<b>0001 General Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$3,585	\$5,171	\$5,324
Allocation for employee compensation	6	46	-
Allocation for staff benefits	2	21	-
Section 3.60 pension contribution adjustment	50	23	-
002 Budget Act appropriation	-	3,000	1,567
003 Budget Act appropriation	-	-	3,000
<b>Totals Available</b>	<b>\$3,643</b>	<b>\$8,261</b>	<b>\$9,891</b>
Unexpended balance, estimated savings	<u>-1,250</u>	<u>-</u>	<u>-</u>
<b>TOTALS, EXPENDITURES</b>	<b>\$2,393</b>	<b>\$8,261</b>	<b>\$9,891</b>
<b>0217 Insurance Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$182,290	\$189,313	\$198,185
Allocation for employee compensation	1,587	2,520	-
Allocation for staff benefits	721	1,388	-
Map Values from Invisible Account Codes	-	-1	-
Miscellaneous adjustment to realign Current Service Level	6	-	-
Past year actual adjustments	-2	-	-
Section 3.60 pension contribution adjustment	<u>3,287</u>	<u>1,036</u>	<u>-</u>
<b>Totals Available</b>	<b>\$187,889</b>	<b>\$194,256</b>	<b>\$198,185</b>
Unexpended balance, estimated savings	<u>-8,216</u>	<u>-</u>	<u>-</u>
<b>TOTALS, EXPENDITURES</b>	<b>\$179,673</b>	<b>\$194,256</b>	<b>\$198,185</b>

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## 0845 Department of Insurance - Continued

1 STATE OPERATIONS	2014-15*	2015-16*	2016-17*
<b>0890 Federal Trust Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$3,103	\$808	\$1,096
Control Section 28.00 Cycle III Federal Funds Adjustment	-779	342	-
Past year actual adjustments	<u>-514</u>	<u>-</u>	<u>-</u>
<b>TOTALS, EXPENDITURES</b>	<b>\$1,810</b>	<b>\$1,150</b>	<b>\$1,096</b>
<b>0995 Reimbursements</b>			
APPROPRIATIONS			
Reimbursements	<u>\$10</u>	<u>\$250</u>	<u>\$250</u>
<b>TOTALS, EXPENDITURES</b>	<b>\$10</b>	<b>\$250</b>	<b>\$250</b>
<b>Total Expenditures, All Funds, (State Operations)</b>	<b>\$183,886</b>	<b>\$203,917</b>	<b>\$209,422</b>
<b>0001 General Fund</b>			
APPROPRIATIONS			
101 Budget Act appropriation	<u>\$1,000</u>	<u>\$1,000</u>	<u>\$1,000</u>
<b>TOTALS, EXPENDITURES</b>	<b>\$1,000</b>	<b>\$1,000</b>	<b>\$1,000</b>
<b>0217 Insurance Fund</b>			
APPROPRIATIONS			
101 Budget Act appropriation	<u>\$61,391</u>	<u>\$64,618</u>	<u>\$64,618</u>
<b>Totals Available</b>	<b>\$61,391</b>	<b>\$64,618</b>	<b>\$64,618</b>
Unexpended balance, estimated savings	<u>-1,827</u>	<u>-</u>	<u>-</u>
<b>TOTALS, EXPENDITURES</b>	<b>\$59,564</b>	<b>\$64,618</b>	<b>\$64,618</b>
<b>Total Expenditures, All Funds, (Local Assistance)</b>	<b>\$60,564</b>	<b>\$65,618</b>	<b>\$65,618</b>
<b>TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance)</b>	<b>\$244,450</b>	<b>\$269,535</b>	<b>\$275,040</b>

## FUND CONDITION STATEMENTS

	2014-15*	2015-16*	2016-17*
<b>0217 Insurance Fund<sup>s</sup></b>			
BEGINNING BALANCE			
Prior Year Adjustments	\$13,699	\$16,621	\$20,100
Adjusted Beginning Balance	<u>846</u>	<u>-</u>	<u>-</u>
	\$14,545	\$16,621	\$20,100
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
4124000 Insurance Company - Examination Fees	23,377	23,136	24,290
4124200 Insurance Company - License Fees and Penalties	47,062	51,860	53,416
4124400 Insurance Company - General Fees	26,839	32,894	34,532
4124600 Insurance Company - Proposition 103 Fees	29,208	30,231	32,230
4124800 Insurance Fraud Assessment - Automobile	49,145	50,853	52,379
4125000 Insurance Fraud Assessment - General	11,469	13,601	13,855
4125200 Insurance Fraud Assessment - Workers Compensation	52,502	59,580	56,589
4140000 Document Sales	88	85	85
4143500 Miscellaneous Services to the Public	20	10	10
4163000 Investment Income - Surplus Money Investments	51	70	70
4171100 Cost Recoveries - Other	1,797	1,677	1,676
4171400 Escheat - Unclaimed Checks, Warrants, Bonds, and Coupons	4	15	15
4172500 Miscellaneous Revenue	933	416	375
4173000 Penalty Assessments - Other	501	2	2

\* Dollars in thousands, except in Salary Range. Numbers may not add or match to other statements due to rounding of budget details.

## 0845 Department of Insurance - Continued

	2014-15*	2015-16*	2016-17*
Transfers and Other Adjustments			
Loan Repayment from Insurance Fund (0217) to General Fund (0001) per Item 0845-011-0001, Budget Act of 2013	-	-	-25
Revenue Transfer from Insurance Fund (0217) to Office of Patient Advocate Trust Fund (3209) per Chapter 552, Statutes of 2011	-209	-211	-208
Loan Repayment from Insurance Fund (0217) to General Fund (0001) per Item 0845-011-0001, Budget Act of 2013	-165	-	-
Loan Repayment from Insurance Fund (0217) to General Fund (0001) per Item 0845-011-0001, Budget Act of 2013	-	-121	-96
Total Revenues, Transfers, and Other Adjustments	<u>\$242,622</u>	<u>\$264,098</u>	<u>\$269,195</u>
Total Resources	\$257,167	\$280,719	\$289,295
<b>EXPENDITURE AND EXPENDITURE ADJUSTMENTS</b>			
Expenditures:			
0845 Department of Insurance (State Operations)	179,671	194,255	198,184
0845 Department of Insurance (Local Assistance)	59,564	64,618	64,618
1690 Alfred E. Alquist Seismic Safety Commission (State Operations)	1,167	1,412	1,360
8880 Financial Information System for California (State Operations)	<u>144</u>	<u>334</u>	<u>241</u>
Total Expenditures and Expenditure Adjustments	<u>\$240,546</u>	<u>\$260,619</u>	<u>\$264,403</u>
FUND BALANCE	\$16,621	\$20,100	\$24,892
Reserve for economic uncertainties	16,621	20,100	24,892

**CHANGES IN AUTHORIZED POSITIONS**

	Positions			Expenditures		
	2014-15	2015-16	2016-17	2014-15*	2015-16*	2016-17*
<b>Baseline Positions</b>	1,383.3	1,402.8	1,409.3	\$99,417	\$101,187	\$100,541
Budget Position Transparency	-	-161.5	-158.0	-	-	-
<b>Salary and Other Adjustments</b>	-162.3	-	1.0	-10,837	2,737	2,727
<b>Workload and Administrative Adjustments</b>						
<b>CMMP Year 3</b>						
Sr Programmer Analyst (Spec)	-	-	1.0	-	-	81
Sys Software Spec II (Tech)	-	-	1.0	-	-	81
Sys Software Spec III (Supvry)	-	-	1.0	-	-	93
Sys Software Spec III (Tech)	-	-	1.0	-	-	88
Temporary Help	-	-	2.5	-	-	207
<b>Enhanced Fraud Investigation and Prevention (Warner Chilcott Settlement)</b>						
Special Investigator (Limited Term 06-30-2021)	-	-	7.0	-	-	324
Supvng Special Investigator I (Non-Peace Officer) (Limited Term 06-30-2021)	-	-	1.0	-	-	57
<b>Health Network Adequacy</b>						
Atty III	-	-	1.0	-	-	110
<b>Life and Disability Policies (AB 387)</b>						
Atty	-	-	2.0	-	-	241
<b>Outpatient Prescription Drugs (AB 339)</b>						
Atty	-	-	1.0	-	-	80
<b>Principle-Based Reserving (SB 696)</b>						
Sr Life Actuary	-	-	1.0	-	-	114
Sr Programmer Analyst (Spec)	-	-	1.0	-	-	81
Statistical Methods Analyst III	-	-	1.0	-	-	65
Sys Software Spec III (Tech)	-	-	1.0	-	-	89

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**0845 Department of Insurance - Continued**

	Positions			Expenditures		
	2014-15	2015-16	2016-17	2014-15*	2015-16*	2016-17*
Various	-	-	1.0	-	-	190
<b>TOTALS, WORKLOAD AND ADMINISTRATIVE ADJUSTMENTS</b>	-	-	23.5	\$-	\$-	\$1,901
<b>Totals, Adjustments</b>	<b>-162.3</b>	<b>-161.5</b>	<b>-133.5</b>	<b>-\$10,837</b>	<b>\$2,737</b>	<b>\$4,628</b>
<b>TOTALS, SALARIES AND WAGES</b>	<b>1,221.0</b>	<b>1,241.3</b>	<b>1,275.8</b>	<b>\$88,580</b>	<b>\$103,924</b>	<b>\$105,169</b>

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