

**State of Alaska
FY2015 Governor's Operating Budget**

**Department of Commerce, Community, and Economic
Development
Insurance Operations
RDU/Component Budget Summary**

RDU/Component: Insurance Operations

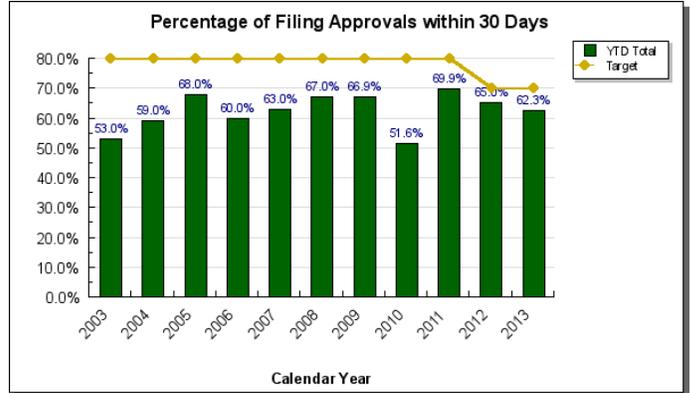
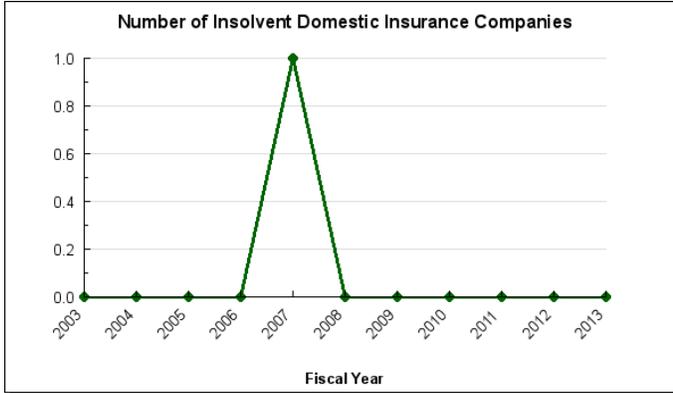
(There is only one component in this RDU. To reduce duplicate information, we did not print a separate RDU section.)

Contribution to Department's Mission

Regulate the insurance industry to protect Alaskan consumers.

Results

(Additional performance information is available on the web at <https://omb.alaska.gov/results>.)



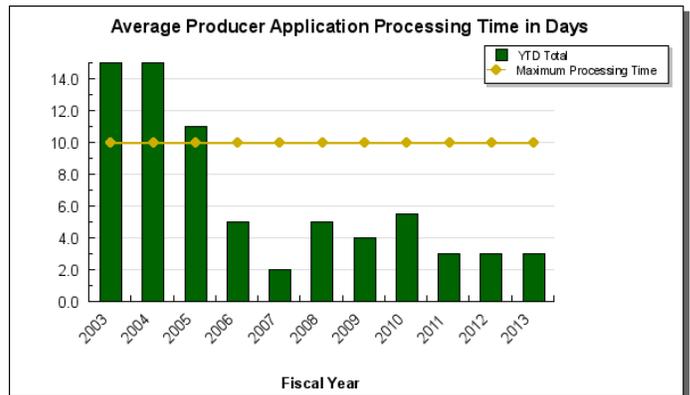
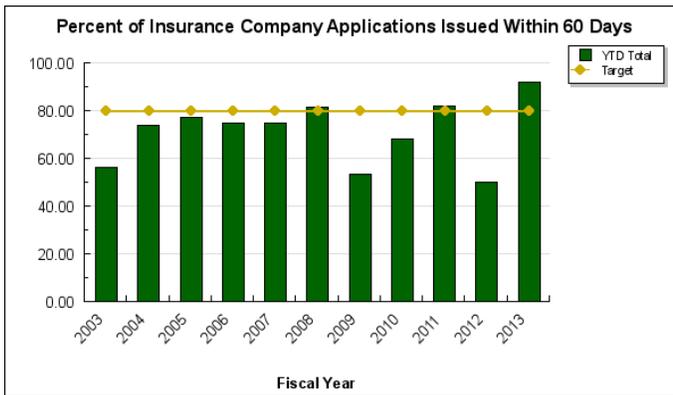
Core Services

- Licensing
- Compliance
- Investigations
- Filing Approval
- Public Information

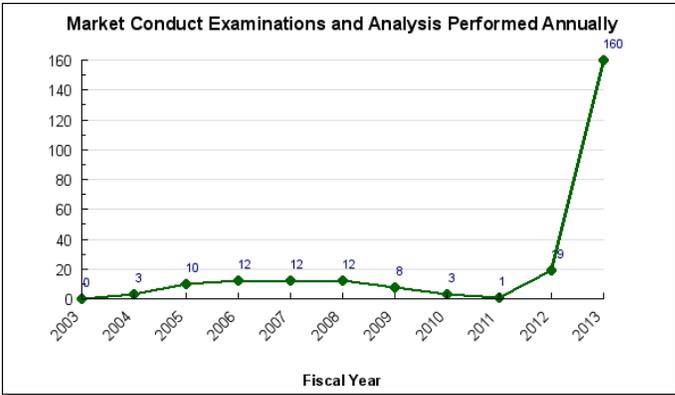
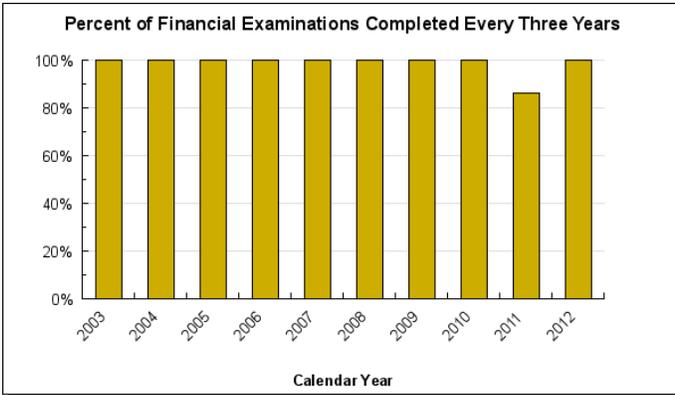
Measures by Core Service

(Additional performance information is available on the web at <https://omb.alaska.gov/results>.)

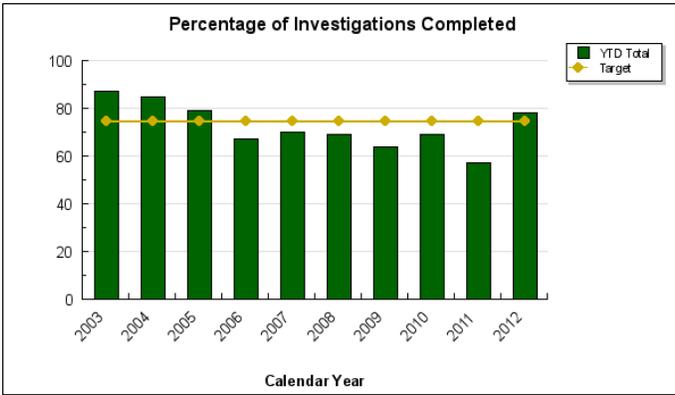
1. Licensing



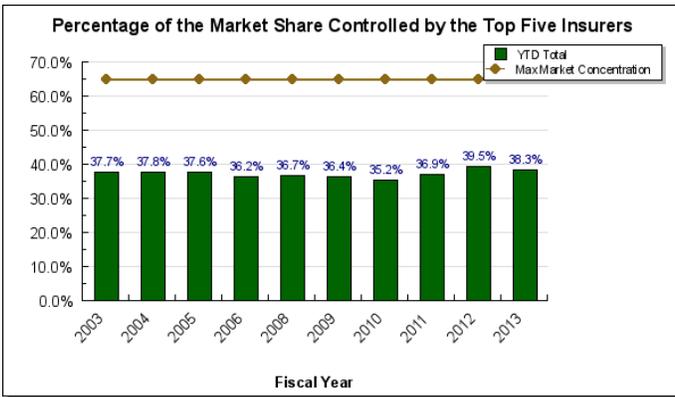
2. Compliance



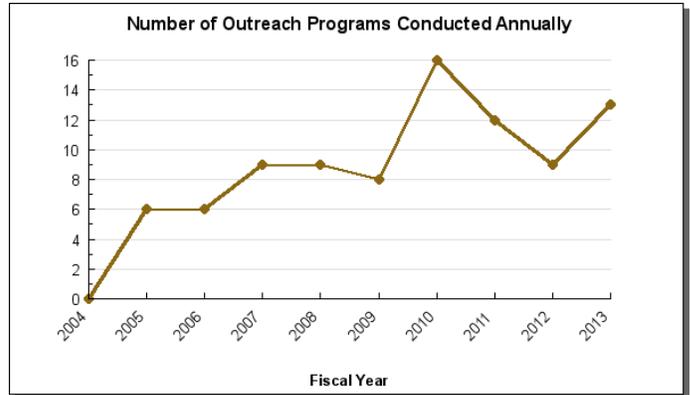
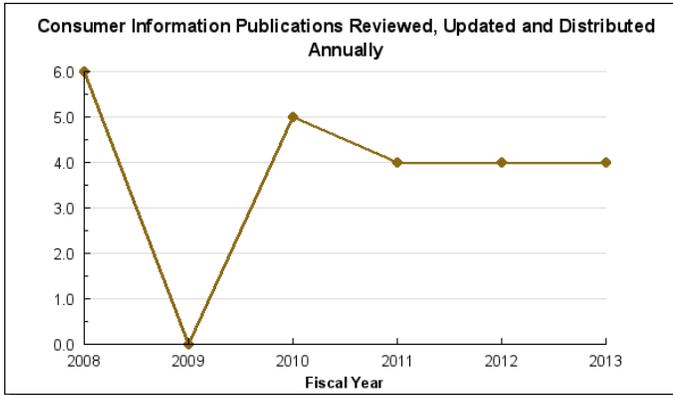
3. Investigations



4. Filing Approval



5. Public Information



Major Component Accomplishments in 2013

- Over 45,316 licensees at end of FY2013, an increase of 8.5 percent over the prior year.
- Registered 16 purchasing groups, admitted 15 new insurance companies, four new surplus lines insurers and seven risk retention groups.
- Completed six premium tax audits of surplus lines brokers.
- Started two financial exams and completed one financial exam.
- Opened, investigated and closed 238 consumer complaints and took action that resulted in additional payments of \$194,648 to consumers.
- Opened 54 criminal investigations and closed 77 in FY2013. This is a 5.6 percent decrease to the number of cases opened in FY2012, but a more than 100 percent increase to the number of cases closed in FY2012. During FY2013, 36 of the cases opened in prior years were closed.
- Issued nine bulletins, seven regulatory orders, 21 disciplinary orders, seven suspension and revocation orders, and completed one regulatory project.
- Approved 3,526 rate and form filings and disapproved 155. There were 716 filings rejected or withdrawn and 223 were still under review at the end of FY2013.
- Collected \$65,855,635 in premium taxes, penalties, and fees in FY2013.

Key Component Challenges

Investigations and Enforcement

Though the number of new criminal investigations decreased slightly from 2012, the complexity of crimes continues to increase. The investigation team faces new challenges due to the nature of the crimes, and the new and creative ways that criminals commit them. The ability to close cases is impacted by this increase in complexity. Complex fraud investigations take longer to complete and require new technology and tools to develop evidence that will ensure convictions.

Insurance Products

An increasing number of new insurance products are available to Alaskan consumers. Many of these new products require the promulgation of regulations to ensure the ability to develop and enforce standards, and the products' complexity requires additional legal review. The increased quantity, complexity, and visibility of products present challenges to the division's ability to regulate the products offered and to manage licensing issues arising from new methods of marketing these new products.

Affordable Care Act

Health insurance companies were forced to amend many of their plans for Affordable Care Act compliance and then seek Division of Insurance rate review and approval. Public, industry, and business concerns stemmed from limited information from federal agencies, health policy cancellation notices, rate increases, federal enrollment issues, and potential deadline extensions. Concerns were addressed by the Division through frequent public presentations, consumer assistance, and ongoing updates to the Division of Insurance website.

Licensing

The number of insurance licensees continues to increase, straining limited resources. The number of licensees increased from 37,000 to 45,300 (FY2009-FY2013), almost a 22.5 percent increase. Addressing additional license violations associated with the increased number of licensees including noncompliance agreements, denials of licenses, or suspensions or revocations consumes an enormous amount of staff effort. Even matters that do not require litigation often require considerable time for an attorney to review and analyze, such as legal analysis involved with licensing an applicant with felony convictions. As the total number of licensees increases there is also an increase in the number of licensing challenges received, most of which result in administrative actions.

Legal

In addition to rising numbers of challenges to licensing actions and the complexity of insurance products, the division continues to experience a significant need to combat criminal insurance fraud. Enforcing Alaska's insurance statutes and regulations is integral to the division's responsibility to regulate the insurance industry to protect Alaskan consumers. Increased policing of licensees' conduct and the deterrent effect those enforcement actions have on criminal behavior benefits the public. Insurance fraud is a felony; the division hopes that policing and publicizing the seriousness of insurance crimes will serve as a deterrent to potential offenders

Competition

The State of Alaska lacks a competitive insurance marketplace. The worker's compensation market is dominated by relatively few carriers, which puts Alaska at risk of losing a viable option for employers to obtain statutorily mandated coverage. The homeowners market has two carriers that write a majority of homeowner insurance plans in Alaska. This lack of competition puts pressure on the real estate industry as sales of property and re-financing depend on the availability of homeowners insurance coverage to satisfy the lenders. The limited number of health insurance companies serving the Alaska marketplace results in reduced choices for Alaskan consumers.

Technology

In November, 2013 the division implemented the first phase of a new IT State-Based Systems (SBS), which will improve internal workflow and allow the division to regulate the insurance industry more efficiently and consistently with other states. The system will provide automated services to the industry, allowing shareholders to manage their licensing needs electronically. The second phase of the SBS implementation is scheduled for June 2014. It will be challenging to successfully implement this conversion, bring all stakeholders on board, and ensure the new system is well-maintained and fully operational into the future.

Significant Changes in Results to be Delivered in FY2015

No significant changes expected to results delivered.

Statutory and Regulatory Authority

AS 21 Insurance
3 AAC 21 to 31 Insurance

Contact Information
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Insurance Operations Component Financial Summary			
		<i>All dollars shown in thousands</i>	
	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	4,891.2	5,290.2	5,285.1
72000 Travel	106.5	175.5	175.5
73000 Services	1,873.4	2,093.2	2,093.2
74000 Commodities	224.9	59.2	59.2
75000 Capital Outlay	0.6	35.3	35.3
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	7,096.6	7,653.4	7,648.3
Funding Sources:			
1005 General Fund/Program Receipts	6,895.4	0.0	0.0
1061 Capital Improvement Project Receipts	201.2	362.2	360.6
1156 Receipt Supported Services	0.0	7,291.2	7,287.7
Funding Totals	7,096.6	7,653.4	7,648.3

Estimated Revenue Collections				
Description	Master Revenue Account	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
Unrestricted Revenues				
Receipt Supported Services	51073	0.0	0.0	0.0
Unrestricted Fund	68515	53,094.6	0.0	0.0
Unrestricted Total		53,094.6	0.0	0.0
Restricted Revenues				
Capital Improvement Project Receipts	51200	201.2	362.2	360.6
General Fund Program Receipts	51060	9,509.9	0.0	0.0
Receipt Supported Services	51073	0.0	7,291.2	7,287.7
Restricted Total		9,711.1	7,653.4	7,648.3
Total Estimated Revenues		62,805.7	7,653.4	7,648.3

**Summary of Component Budget Changes
From FY2014 Management Plan to FY2015 Governor**

All dollars shown in thousands

	<u>Unrestricted Gen (UGF)</u>	<u>Designated Gen (DGF)</u>	<u>Other Funds</u>	<u>Federal Funds</u>	<u>Total Funds</u>
FY2014 Management Plan	0.0	7,291.2	362.2	0.0	7,653.4
Adjustments which will continue current level of service:					
-Reverse Alaska State Employees Association One-Time Payment Sec22f Ch14 SLA2013 (HB65) and Sec12 Ch15 SLA2013 (HB66)	0.0	-31.7	-2.5	0.0	-34.2
-FY2015 Salary Increases	0.0	43.4	1.3	0.0	44.7
-FY2015 Health Insurance and Working Reserve Rate Reductions	0.0	-15.2	-0.4	0.0	-15.6
FY2015 Governor	0.0	7,287.7	360.6	0.0	7,648.3

**Insurance Operations
Personal Services Information**

Authorized Positions			Personal Services Costs	
	FY2014 Management Plan	FY2015 Governor		
Full-time	51	51	Annual Salaries	3,523,043
Part-time	0	0	COLA	46,705
Nonpermanent	3	3	Premium Pay	0
			Annual Benefits	2,073,085
			<i>Less 6.34% Vacancy Factor</i>	<i>(357,733)</i>
			Lump Sum Premium Pay	0
Totals	54	54	Total Personal Services	5,285,100

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Accounting Clerk	0	0	1	0	1
Accounting Tech I	0	0	1	0	1
Actuary	0	0	2	0	2
Administrative Assistant II	1	0	1	0	2
Administrative Officer II	0	0	1	0	1
Consmr Service Spec(Insurance)	2	0	0	0	2
Consmr Service Supr(Insurance)	1	0	0	0	1
Deputy Director, Insurance	0	0	1	0	1
Division Director	1	0	0	0	1
Information System Coordinator	0	0	1	0	1
Ins Financial Exam I	1	0	0	0	1
Ins Financial Exam II	3	0	0	0	3
Ins Financial Exam III	1	0	0	0	1
Insurance Licensing Exam I	0	0	3	0	3
Insurance Licensing Exam II	0	0	1	0	1
Insurance Specialist I	1	0	5	0	6
Insurance Specialist II	1	0	3	0	4
Insurance Specialist III	1	0	0	0	1
Investigator III	3	0	0	0	3
Investigator IV	1	0	0	0	1
Office Assistant I	2	0	7	0	9
Office Assistant III	1	0	0	0	1
Paralegal II	1	0	0	0	1
Program Coordinator II	0	0	1	0	1
Publications Tech II	0	0	1	0	1
Records & Licensing Spvr	0	0	1	0	1
Regulations Spec II	0	0	1	0	1
Secretary	1	0	0	0	1
Tax Auditor III	0	0	1	0	1
Totals	22	0	32	0	54

Component Detail All Funds
Department of Commerce, Community, and Economic Development

Component: Insurance Operations (AR29620) (354)
RDU: Insurance (116)

	FY2013 Actuals	FY2014 Conference Committee	FY2014 Authorized	FY2014 Management Plan	FY2015 Governor	FY2014 Management Plan vs FY2015 Governor	
71000 Personal Services	4,891.2	5,227.9	5,290.2	5,290.2	5,285.1	-5.1	-0.1%
72000 Travel	106.5	175.5	175.5	175.5	175.5	0.0	0.0%
73000 Services	1,873.4	2,093.2	2,093.2	2,093.2	2,093.2	0.0	0.0%
74000 Commodities	224.9	59.2	59.2	59.2	59.2	0.0	0.0%
75000 Capital Outlay	0.6	35.3	35.3	35.3	35.3	0.0	0.0%
77000 Grants, Benefits	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	7,096.6	7,591.1	7,653.4	7,653.4	7,648.3	-5.1	-0.1%
Fund Sources:							
1005GF/Prgm (DGF)	6,895.4	0.0	0.0	0.0	0.0	0.0	0.0%
1061CIP Rcpts (Other)	201.2	359.7	362.2	362.2	360.6	-1.6	-0.4%
1156Rcpt Svcs (DGF)	0.0	7,231.4	7,291.2	7,291.2	7,287.7	-3.5	0.0%
Unrestricted General (UGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Designated General (DGF)	6,895.4	7,231.4	7,291.2	7,291.2	7,287.7	-3.5	0.0%
Other Funds	201.2	359.7	362.2	362.2	360.6	-1.6	-0.4%
Federal Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Positions:							
Permanent Full Time	51	51	51	51	51	0	0.0%
Permanent Part Time	0	0	0	0	0	0	0.0%
Non Permanent	4	3	3	3	3	0	0.0%

Change Record Detail - Multiple Scenarios with Descriptions
Department of Commerce, Community, and Economic Development

Component: Insurance Operations (354)

RDU: Insurance (116)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2014 Conference Committee To FY2014 Authorized *****												
FY2014 Conference Committee												
	ConfCom	7,591.1	5,227.9	175.5	2,093.2	59.2	35.3	0.0	0.0	51	0	3
1061 CIP Rcpts		359.7										
1156 Rcpt Svcs		7,231.4										
Alaska State Employees Association One-Time Payment Sec22f Ch14 SLA2013 (HB65) and Sec12 Ch15 SLA2013 (HB66)												
	Atrin	34.2	34.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1061 CIP Rcpts		2.5										
1156 Rcpt Svcs		31.7										
The Alaska State Employees Association, representing the general government unit, negotiated a lump sum payment of \$755 less mandatory deductions, per employee in pay status on July 1, 2013. The lump sum will be paid in the second pay period of August 2013.												
Compensation of Non-Covered Employees Ch47 SLA2013 (SB95) (Sec2 Ch14 SLA2013 P43 L10 (HB65) and Sec2 Ch15 P8 L10 (HB66))												
	FisNot	28.1	28.1	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1156 Rcpt Svcs		28.1										
SB95 relates to the compensation, allowances, geographic differentials in pay, and leave of certain public officials, officers, and employees not covered by collective bargaining agreements.												
Subtotal		7,653.4	5,290.2	175.5	2,093.2	59.2	35.3	0.0	0.0	51	0	3
***** Changes From FY2014 Authorized To FY2014 Management Plan *****												
Subtotal		7,653.4	5,290.2	175.5	2,093.2	59.2	35.3	0.0	0.0	51	0	3
***** Changes From FY2014 Management Plan To FY2015 Governor *****												
Reverse Alaska State Employees Association One-Time Payment Sec22f Ch14 SLA2013 (HB65) and Sec12 Ch15 SLA2013 (HB66)												
	OTI	-34.2	-34.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1061 CIP Rcpts		-2.5										
1156 Rcpt Svcs		-31.7										
Reverse one-time funding for a negotiated lump sum payment to employees in the general government unit, represented by the Alaska State Employees Association, in pay status on July 1, 2013.												
FY2015 Salary Increases												
	SalAdj	44.7	44.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1061 CIP Rcpts		1.3										
1156 Rcpt Svcs		43.4										

Change Record Detail - Multiple Scenarios with Descriptions
Department of Commerce, Community, and Economic Development

Component: Insurance Operations (354)

RDU: Insurance (116)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
Cost of living allowance for certain bargaining units: \$44.7												
Year two cost of living allowance for non-covered employees - 1%: \$6.1												
Year two cost of living allowance for Alaska State Employees Association/General Government Unit - 1%: \$29.4												
Year two cost of living allowance for Alaska Public Employees Association/Supervisory Unit - 1%: \$9.2												
FY2015 Health Insurance and Working Reserve Rate Reductions												
	SalAdj	-15.6	-15.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1061 CIP Rcpts		-0.4										
1156 Rcpt Svcs		-15.2										
FY2015 budget reduction for decrease in the AlaskaCare health insurance premium and working reserve rates: \$-15.6												
Working reserve rate decrease from 3.94% to 3.56%: Leave Cash-In = 2.17%, Terminal Leave = 1.03%, Unemployment Insurance = 0.36% : \$-12.9												
AlaskaCare health benefit decrease from \$1,389 to \$1,371: \$-2.7												
Totals		7,648.3	5,285.1	175.5	2,093.2	59.2	35.3	0.0	0.0	51	0	3

Personal Services Expenditure Detail
Department of Commerce, Community, and Economic Development

Scenario: FY2015 Governor (11059)
Component: Insurance Operations (354)
RDU: Insurance (116)

PCN	Job Class Title	Time Status	Retire Code	Barg Unit	Location	Salary Sched	Range / Step	Comp Months	Split / Count	Annual Salaries	COLA	Premium Pay	Annual Benefits	Total Costs	GF Amount
08-4001	Division Director	FT	A	XE	Anchorage	N00	27E / F	12.0		114,851	1,467	0	55,277	171,595	171,595
08-4002	Office Assistant I	FT	A	GP	Juneau	205	8B / C	12.0		31,906	427	0	27,608	59,941	59,941
08-4003	Deputy Director, Insurance	FT	A	XE	Juneau	N05	24B / C	12.0		95,994	1,285	0	48,969	146,248	146,248
08-4004	Insurance Specialist I	FT	A	GP	Juneau	205	17D / E	12.0		60,303	807	0	37,214	98,324	98,324
08-4005	Insurance Specialist II	FT	A	GG	Anchorage	200	19P / Q	12.0		95,427	1,277	0	49,097	145,801	145,801
08-4007	Insurance Licensing Exam II	FT	A	GP	Juneau	205	14D / E	12.0		49,308	660	0	33,495	83,463	83,463
08-4008	Program Coordinator II	FT	A	SS	Juneau	205	20L / M	12.0		95,065	1,272	0	48,798	145,135	145,135
08-4009	Publications Tech II	FT	A	GP	Juneau	205	13B / C	12.0		43,819	586	0	31,638	76,043	76,043
08-4021	Secretary	FT	A	GP	Anchorage	200	11G	12.0		41,856	560	0	30,974	73,390	73,390
08-4022	Insurance Licensing Exam I	FT	A	GP	Juneau	205	12A / B	12.0		39,840	533	0	30,292	70,665	70,665
08-4023	Administrative Officer II	FT	A	SS	Juneau	205	19K	12.0		82,788	1,108	0	44,645	128,541	128,541
08-4024	Administrative Assistant II	FT	A	SS	Juneau	605	14A / B	12.0		47,028	629	0	32,547	80,204	80,204
08-4025	Ins Financial Exam II	FT	A	GP	Anchorage	200	21C / D	12.0		74,864	1,002	0	42,140	118,006	118,006
08-4026	Investigator IV	FT	A	SS	Anchorage	200	20C / D	12.0		71,177	953	0	40,717	112,847	112,847
08-4027	Administrative Assistant II	FT	A	SS	Anchorage	200	14A / B	12.0		45,228	605	0	31,938	77,771	77,771
08-4028	Insurance Specialist I	FT	A	GP	Anchorage	200	17D / E	12.0		57,513	770	0	36,270	94,553	94,553
08-4029	Accounting Tech I	FT	A	GP	Juneau	205	12J / K	12.0		49,807	667	0	33,664	84,138	84,138
08-4030	Consumr Service Spec(Insurance)	FT	A	GP	Anchorage	200	16N / O	12.0		72,824	975	0	41,450	115,249	115,249
08-4031	Insurance Specialist I	FT	A	GP	Juneau	205	17A / B	12.0		56,088	751	0	35,788	92,627	92,627
08-4032	Office Assistant I	FT	A	GP	Juneau	205	8C / D	12.0		32,444	434	0	27,790	60,668	15,167
08-4033	Insurance Specialist II	FT	A	GP	Juneau	205	19E / F	12.0		73,152	979	0	41,561	115,692	115,692
08-4034	Ins Financial Exam I	FT	A	GP	Anchorage	200	19L / M	12.0		81,863	1,096	0	44,508	127,467	127,467
08-4035	Ins Financial Exam III	FT	A	SS	Anchorage	200	23M / N	12.0		112,352	1,504	0	54,646	168,502	168,502
08-4036	Insurance Licensing Exam I	FT	A	GP	Juneau	205	12B / C	12.0		40,728	545	0	30,592	71,865	71,865
08-4037	Office Assistant III	FT	A	GP	Anchorage	200	11G	12.0		41,856	560	0	30,974	73,390	73,390
08-4038	Office Assistant I	FT	A	GP	Anchorage	200	8A / B	12.0		29,844	399	0	26,910	57,153	57,153
08-4040	Paralegal II	FT	A	GG	Anchorage	200	16P	12.0		77,064	1,031	0	42,885	120,980	120,980
08-4041	Tax Auditor III	FT	A	SS	Juneau	205	20M / N	12.0		97,733	1,308	0	49,701	148,742	148,742
08-4042	Information System Coordinator	FT	A	SS	Juneau	205	18E / F	12.0		69,633	932	0	40,195	110,760	110,760
08-4043	Records & Licensing Spvr	FT	A	SS	Juneau	205	16L	12.0		70,188	939	0	40,382	111,509	111,509
08-4044	Actuary	FT	A	XE	Juneau	N05	25M / N	12.0		136,980	1,749	0	61,407	200,136	200,136
08-4045	Insurance Specialist I	FT	A	GP	Juneau	205	17E / F	12.0		63,449	849	0	38,279	102,577	102,577
08-4046	Insurance Specialist I	FT	A	GP	Juneau	205	17B / C	12.0		57,808	774	0	36,370	94,952	94,952
08-4048	Insurance Specialist I	FT	A	GP	Juneau	205	17F / G	12.0		66,021	884	0	39,149	106,054	106,054
08-4050	Office Assistant I	FT	A	GP	Juneau	205	8A / B	12.0		31,332	419	0	27,413	59,164	59,164
08-4051	Insurance Specialist III	FT	A	GP	Anchorage	200	21G / J	12.0		84,799	1,135	0	45,501	131,435	131,435
08-4052	Actuary	FT	A	XE	Juneau	N05	25O / P	12.0		147,438	1,883	0	64,304	213,625	213,625

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column. [No valid job title] appearing in the Job Class Title indicates that the PCN has an invalid class code or invalid range for the class code effective date of this scenario.

Personal Services Expenditure Detail
Department of Commerce, Community, and Economic Development

Scenario: FY2015 Governor (11059)
Component: Insurance Operations (354)
RDU: Insurance (116)

PCN	Job Class Title	Time Status	Retire Code	Barg Unit	Location	Salary Sched	Range / Step	Comp Months	Split / Count	Annual Salaries	COLA	Premium Pay	Annual Benefits	Total Costs	GF Amount
08-4053	Office Assistant I	FT	A	GP	Anchorage	200	8M	12.0		40,452	541	0	30,499	71,492	71,492
08-4054	Office Assistant I	FT	A	GP	Juneau	205	8B / C	12.0		32,111	430	0	27,677	60,218	60,218
08-4055	Insurance Licensing Exam I	FT	A	GP	Juneau	205	12A / B	12.0		39,840	533	0	30,292	70,665	70,665
08-4056	Investigator III	FT	A	GP	Anchorage	200	18A / B	12.0		57,020	763	0	36,104	93,887	93,887
08-4057	Ins Financial Exam II	FT	A	GG	Anchorage	200	21L	12.0		92,988	1,244	0	48,272	142,504	142,504
08-4058	Ins Financial Exam II	FT	A	GP	Anchorage	200	21F / G	12.0		82,809	1,108	0	44,828	128,745	128,745
08-4059	Accounting Clerk	FT	A	GP	Juneau	205	10B / C	12.0		35,878	480	0	28,951	65,309	65,309
08-4060	Consmr Service Supr(Insurance)	FT	A	SS	Anchorage	200	18K / L	12.0		76,421	1,023	0	42,491	119,935	119,935
08-4062	Insurance Specialist II	FT	A	GP	Juneau	205	19N / O	12.0		93,092	1,246	0	48,307	142,645	142,645
08-4063	Investigator III	FT	A	GP	Anchorage	200	18K / L	12.0		75,653	1,012	0	42,407	119,072	119,072
08-4064	Investigator III	FT	A	GP	Anchorage	200	18F / G	12.0		67,296	901	0	39,580	107,777	107,777
08-4068	Consmr Service Spec(Insurance)	FT	A	GP	Anchorage	200	16G	12.0		59,328	794	0	36,884	97,006	97,006
08-4069	Insurance Specialist II	FT	A	GP	Juneau	205	19K / L	12.0		82,329	1,102	0	44,666	128,097	128,097
08-9072	Regulations Spec II	FT	A	GP	Juneau	205	16C / D	12.0		56,088	751	0	35,788	92,627	92,627
08-N09002	Office Assistant I	NP	N	GP	Juneau	205	8A	12.0		30,456	341	0	20,417	51,214	0
08-N11001	Office Assistant I	NP	N	GP	Juneau	205	8A	12.0		30,456	341	0	20,417	51,214	0
08-N11002	Office Assistant I	NP	N	GP	Juneau	205	8A	12.0		30,456	341	0	20,417	51,214	0

	Total Positions	New	Deleted		Total Salary Costs:	3,523,043
					Total COLA:	46,705
Full Time Positions:	51	0	0		Total Premium Pay::	0
Part Time Positions:	0	0	0		Total Benefits:	2,073,085
Non Permanent Positions:	3	0	0			
Positions in Component:	54	0	0		Total Pre-Vacancy:	5,642,833
					Minus Vacancy Adjustment of 6.34%:	(357,733)
					Total Post-Vacancy:	5,285,100
					Plus Lump Sum Premium Pay:	0
					Personal Services Line 100:	5,285,100

PCN Funding Sources:	Pre-Vacancy	Post-Vacancy	Percent
1061 Capital Improvement Project Receipts	199,143	186,518	3.53%
1156 Receipt Supported Services	5,443,690	5,098,582	96.47%
Total PCN Funding:	5,642,833	5,285,100	100.00%

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column. [No valid job title] appearing in the Job Class Title indicates that the PCN has an invalid class code or invalid range for the class code effective date of this scenario.

Line Item Detail
Department of Commerce, Community, and Economic Development
Travel

Component: Insurance Operations (354)
RDU: Insurance (116)

Line Number	Line Name		FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
72000	Travel		106.5	175.5	175.5
Expenditure Account	Servicing Agency	Explanation	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
72000 Travel Detail Totals			106.5	175.5	175.5
72100	Instate Travel	In-State transportation costs for travel relating to field work, administration, and conventions and meetings.	32.5	62.7	62.7
72400	Out Of State Travel	Out of State Transportation - Transportation costs for travel relating to field work, administration, and conventions and meetings.	68.9	112.8	102.8
72700	Moving Costs		5.0	0.0	0.0
72900	Other Travel Costs	Misc. travel costs not covered by expenditure account 72100 or 72400 above	0.1	0.0	10.0

Line Item Detail
Department of Commerce, Community, and Economic Development
Services

Component: Insurance Operations (354)
RDU: Insurance (116)

Line Number	Line Name		FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
73000	Services		1,873.4	2,093.2	2,093.2
Expenditure Account	Servicing Agency	Explanation	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
73000 Services Detail Totals			1,873.4	2,093.2	2,093.2
73025	Education Services	Training, educational conferences, agency memberships, tuition, books and fees for work-related courses.	33.8	28.3	35.5
73075	Legal & Judicial Svc	Legal transcription services for witness depositions	0.7	0.0	5.0
73150	Information Technlgy	Communication expenditures for telephones, fax, and modems.	18.5	49.0	25.0
73156	Telecommunication	Local, long-distance, and cellular telephone charges, television, data/network, telecommunication equipment, and other wireless charges from outside vendors.	10.7	7.8	15.0
73225	Delivery Services	Freight, courier service and postage.	11.7	6.5	15.0
73421	Sef Fuel A87 Allowed		1.1	0.0	0.0
73423	Sef Oper A87 Allowed		0.5	0.0	0.0
73428	Sef F/C A87 Allowed		1.1	0.0	0.0
73429	Sef F/C A87 Unallowd		0.3	0.0	0.0
73450	Advertising & Promos	Advertising, promotions and legal notices.	3.0	49.3	10.0
73525	Utilities	Disposal cost to destroy/shred confidential documents that are past their retention period	1.3	0.0	5.0
73650	Struc/Infstruct/Land	Structure, infrastructure and land repairs, maintenance, rentals and leases.	86.7	21.4	100.0
73675	Equipment/Machinery	Machinery, furniture and equipment purchase, repair, maintenance, rental, and leases.	24.2	108.7	30.0
73750	Other Services (Non IA Svcs)	Program management/consulting, economic/development, safety-related services, printing, copying, and other services.	10.5	32.7	15.0
73805	IT-Non-Telecommunication		28.6	0.0	0.0
73805	IT-Non-Telecommunication	Admin Enterprise Technology Services - Multiple computer	0.0	31.4	35.0

Line Item Detail
Department of Commerce, Community, and Economic Development
Services

Component: Insurance Operations (354)

RDU: Insurance (116)

Expenditure Account	Servicing Agency	Explanation	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
73000 Services Detail Totals			1,873.4	2,093.2	2,093.2
		services - including mainframe applications, Alaska Budget System (ABS), antivirus and MICS.			
73806	IT-Telecommunication		73.5	0.0	0.0
73806	IT-Telecommunication	Admin	0.0	53.7	70.0
		Enterprise Technology Services - Non-telephone telecommunication services, including dedicated circuits, space and power, radio circuits, videoconferencing, etc. (EPR).			
73806	IT-Telecommunication	Admin	0.0	10.0	15.0
		Enterprise Technology Services - Phone services, including line rental, voice mail, equipment and fax equipment on State network (PBX).			
73808	Building Maintenance		0.0	0.5	5.0
73809	Mail		18.0	0.0	0.0
73809	Mail	Admin	0.0	131.6	30.0
		Division of General Services - Pro-rated share of expenses relating to central mailroom support and services.			
73810	Human Resources		31.9	0.0	0.0
73810	Human Resources	Admin	0.0	37.4	40.0
		Division of Personnel - Human resource and personnel services			
73811	Building Leases		262.1	0.0	0.0
73811	Building Leases	Admin	0.0	227.3	270.0
		Rental of state-owned building - Juneau State Office Building and Atwood Building			
73812	Legal		400.3	0.0	0.0
73812	Legal	Law	0.0	447.2	447.2
		Legal services and fees.			
73814	Insurance		0.6	0.0	0.0
73814	Insurance	Admin	0.0	0.8	2.0
		Division of Risk Management - Risk management insurance charges for leased buildings, repossessed properties, aviation, public official bonds, and overhead.			
73815	Financial		2.9	0.0	0.0
73815	Financial	Admin	0.0	2.6	5.0
		Div. of Finance – Computer services for state accounting (AKSAS) and payroll (AKPAY) systems			
73816	ADA Compliance		0.6	0.0	0.0

Line Item Detail
Department of Commerce, Community, and Economic Development
Services

Component: Insurance Operations (354)

RDU: Insurance (116)

Expenditure Account	Servicing Agency	Explanation	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
73000 Services Detail Totals			1,873.4	2,093.2	2,093.2
73816	ADA Compliance	Labor	0.0	0.6	2.0
		Division of Vocational Rehabilitation - Pro-rated share of expenses relating to Americans with Disabilities Act (ADA) enforcement.			
73818	Training (Services-IA Svcs)	Admin	0.0	0.2	5.0
		Division of Finance - Miscellaneous training, including Alaska State Accounting System (AKSAS) and reporting classes.			
73819	Commission Sales (IA Svcs)		0.7	0.0	0.0
73819	Commission Sales (IA Svcs)	State Travel Office	0.0	1.8	2.0
		US Travel LLC, STO Advance Only, for all US Travel payments.			
73821	Hearing/Mediation (IA Svcs)		0.2	0.0	0.0
73821	Hearing/Mediation (IA Svcs)	Admin	0.0	7.0	7.0
		Office of Administrative Hearings - Hearing Officers.			
73827	Safety (IA Svcs)		16.2	0.0	0.0
73827	Safety (IA Svcs)	PubSaf	0.0	32.5	32.5
		Background history checks for insurance agency, brokers, producers, etc., conducted prior to licensing per AS 21.27.040(e).			
73848	State Equip Fleet	Trans	0.0	5.0	10.0
		State Equipment Fleet Services.			
73979	Mgmt/Consulting (IA Svcs)		833.7	0.0	0.0
73979	Mgmt/Consulting (IA Svcs)	Commissioner's Office	0.0	101.7	130.0
		Commissioner's office - Management support services.			
73979	Mgmt/Consulting (IA Svcs)	Administrative Services	0.0	698.2	730.0
		Division of Administrative Services - Management support services.			

Line Item Detail
Department of Commerce, Community, and Economic Development
Commodities

Component: Insurance Operations (354)
RDU: Insurance (116)

Line Number	Line Name		FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
74000	Commodities		224.9	59.2	59.2
Expenditure Account	Servicing Agency	Explanation	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
74000 Commodities Detail Totals			224.9	59.2	59.2
74200	Business	Standard office supplies and replacement furniture.	223.7	57.7	57.7
74480	Household & Instit.	Cleaning, food and other household supplies.	1.2	1.5	1.4
74650	Repair/Maintenance (Commodities)	Repair and maintenance costs	0.0	0.0	0.1

Line Item Detail
Department of Commerce, Community, and Economic Development
Capital Outlay

Component: Insurance Operations (354)
RDU: Insurance (116)

Line Number	Line Name		FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
75000	Capital Outlay		0.6	35.3	35.3
Expenditure Account	Servicing Agency	Explanation	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
75000 Capital Outlay Detail Totals			0.6	35.3	35.3
75700	Equipment	Data processing equipment replacement and upgrades; trade show booth and other promotional equipment replacement and upgrades	0.6	35.3	35.3

Unrestricted Revenue Detail
Department of Commerce, Community, and Economic Development

Component: Insurance Operations (354)
RDU: Insurance (116)

Master Account	Revenue Description				FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
51073	Receipt Supported Services				0.0	0.0	0.0
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
51073	Receipt Supported Services Receipt supported services.				0.0	0.0	0.0

Unrestricted Revenue Detail
Department of Commerce, Community, and Economic Development

Component: Insurance Operations (354)
RDU: Insurance (116)

Master Account	Revenue Description				FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
68515	Unrestricted Fund				53,094.6	0.0	0.0
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
60160	Selective Sales/Use Insurance premium tax.				52,395.6	0.0	0.0
64200	General Government Charges for services.				75.0	0.0	0.0
65002	Fines & Forfeitures Fines and forfeitures.				624.0	0.0	0.0

Restricted Revenue Detail
Department of Commerce, Community, and Economic Development

Component: Insurance Operations (354)
RDU: Insurance (116)

Master Account	Revenue Description				FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
51060	General Fund Program Receipts				9,509.9	0.0	0.0
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
51060	GF Program Receipts				9,509.9	0.0	0.0

Restricted Revenue Detail
Department of Commerce, Community, and Economic Development

Component: Insurance Operations (354)
RDU: Insurance (116)

Master Account	Revenue Description				FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
51073	Receipt Supported Services				0.0	7,291.2	7,287.7
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
51136	DCED Insurance Fees Insurance license and service fees.				0.0	7,291.2	7,287.7

Restricted Revenue Detail
Department of Commerce, Community, and Economic Development

Component: Insurance Operations (354)
RDU: Insurance (116)

Master Account	Revenue Description				FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
51200	Capital Improvement Project Receipts				201.2	362.2	360.6
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
51200	Cap Improv Proj Rec For administration of capital projects.				201.2	362.2	360.6

Inter-Agency Services
Department of Commerce, Community, and Economic Development

Component: Insurance Operations (354)
RDU: Insurance (116)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2014		
				FY2013 Actuals	Management Plan	FY2015 Governor
73421	Sef Fuel A87 Allowed	Inter-dept		1.1	0.0	0.0
73421 Sef Fuel A87 Allowed subtotal:				1.1	0.0	0.0
73423	Sef Oper A87 Allowed	Inter-dept		0.5	0.0	0.0
73423 Sef Oper A87 Allowed subtotal:				0.5	0.0	0.0
73428	Sef F/C A87 Allowed	Inter-dept		1.1	0.0	0.0
73428 Sef F/C A87 Allowed subtotal:				1.1	0.0	0.0
73429	Sef F/C A87 Unallowd	Inter-dept		0.3	0.0	0.0
73429 Sef F/C A87 Unallowd subtotal:				0.3	0.0	0.0
73805	IT-Non-Telecommunication	Inter-dept		28.6	0.0	0.0
73805	IT-Non-Telecommunication	Enterprise Technology Services - Multiple computer services - including mainframe applications, Alaska Budget System (ABS), antivirus and MICS.	Inter-dept Admin	0.0	31.4	35.0
73805 IT-Non-Telecommunication subtotal:				28.6	31.4	35.0
73806	IT-Telecommunication	Inter-dept		73.5	0.0	0.0
73806	IT-Telecommunication	Enterprise Technology Services - Non-telephone telecommunication services, including dedicated circuits, space and power, radio circuits, videoconferencing, etc. (EPR).	Inter-dept Admin	0.0	53.7	70.0
73806	IT-Telecommunication	Enterprise Technology Services - Phone services, including line rental, voice mail, equipment and fax equipment on State network (PBX).	Inter-dept Admin	0.0	10.0	15.0
73806 IT-Telecommunication subtotal:				73.5	63.7	85.0
73808	Building Maintenance	Building maintenance costs	Inter-dept	0.0	0.5	5.0
73808 Building Maintenance subtotal:				0.0	0.5	5.0
73809	Mail		Inter-dept	18.0	0.0	0.0
73809	Mail	Division of General Services - Pro-rated share of expenses relating to central mailroom support and services.	Inter-dept Admin	0.0	131.6	30.0
73809 Mail subtotal:				18.0	131.6	30.0
73810	Human Resources		Inter-dept	31.9	0.0	0.0
73810	Human Resources	Division of Personnel - Human resource and personnel services	Inter-dept Admin	0.0	37.4	40.0
73810 Human Resources subtotal:				31.9	37.4	40.0
73811	Building Leases		Inter-dept	262.1	0.0	0.0
73811	Building Leases	Rental of state-owned building - Juneau State Office Building and Atwood Building	Inter-dept Admin	0.0	227.3	270.0
73811 Building Leases subtotal:				262.1	227.3	270.0
73812	Legal		Inter-dept	400.3	0.0	0.0
73812	Legal	Legal services and fees.	Inter-dept Law	0.0	447.2	447.2
73812 Legal subtotal:				400.3	447.2	447.2
73814	Insurance		Inter-dept	0.6	0.0	0.0

Inter-Agency Services
Department of Commerce, Community, and Economic Development

Component: Insurance Operations (354)
RDU: Insurance (116)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2013 Actuals	FY2014		FY2015 Governor
					Management Plan		
73814	Insurance	Division of Risk Management - Risk management insurance charges for leased buildings, repossessed properties, aviation, public official bonds, and overhead.	Inter-dept	Admin	0.0	0.8	2.0
73814 Insurance subtotal:					0.6	0.8	2.0
73815	Financial		Inter-dept		2.9	0.0	0.0
73815	Financial	Div. of Finance – Computer services for state accounting (AKSAS) and payroll (AKPAY) systems	Inter-dept	Admin	0.0	2.6	5.0
73815 Financial subtotal:					2.9	2.6	5.0
73816	ADA Compliance		Inter-dept		0.6	0.0	0.0
73816	ADA Compliance	Division of Vocational Rehabilitation - Pro-rated share of expenses relating to Americans with Disabilities Act (ADA) enforcement.	Inter-dept	Labor	0.0	0.6	2.0
73816 ADA Compliance subtotal:					0.6	0.6	2.0
73818	Training (Services-IA Svcs)	Division of Finance - Miscellaneous training, including Alaska State Accounting System (AKSAS) and reporting classes.	Inter-dept	Admin	0.0	0.2	5.0
73818 Training (Services-IA Svcs) subtotal:					0.0	0.2	5.0
73819	Commission Sales (IA Svcs)		Inter-dept		0.7	0.0	0.0
73819	Commission Sales (IA Svcs)	US Travel LLC, STO Advance Only, for all US Travel payments.	Inter-dept	State Travel Office	0.0	1.8	2.0
73819 Commission Sales (IA Svcs) subtotal:					0.7	1.8	2.0
73821	Hearing/Mediation (IA Svcs)		Inter-dept		0.2	0.0	0.0
73821	Hearing/Mediation (IA Svcs)	Office of Administrative Hearings - Hearing Officers.	Inter-dept	Admin	0.0	7.0	7.0
73821 Hearing/Mediation (IA Svcs) subtotal:					0.2	7.0	7.0
73827	Safety (IA Svcs)		Inter-dept		16.2	0.0	0.0
73827	Safety (IA Svcs)	Background history checks for insurance agency, brokers, producers, etc., conducted prior to licensing per AS 21.27.040(e).	Inter-dept	PubSaf	0.0	32.5	32.5
73827 Safety (IA Svcs) subtotal:					16.2	32.5	32.5
73848	State Equip Fleet	State Equipment Fleet Services.	Inter-dept	Trans	0.0	5.0	10.0
73848 State Equip Fleet subtotal:					0.0	5.0	10.0
73979	Mgmt/Consulting (IA Svcs)		Inter-dept		833.7	0.0	0.0
73979	Mgmt/Consulting (IA Svcs)	Commissioner's office - Management support services.	Intra-dept	Commissioner's Office	0.0	101.7	130.0
73979	Mgmt/Consulting (IA Svcs)	Division of Administrative Services - Management support services.	Intra-dept	Administrative Services	0.0	698.2	730.0
73979 Mgmt/Consulting (IA Svcs) subtotal:					833.7	799.9	860.0

Inter-Agency Services
Department of Commerce, Community, and Economic Development

Component: Insurance Operations (354)
RDU: Insurance (116)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
				Insurance Operations total:	1,672.3	1,789.5
				Grand Total:	1,672.3	1,837.7