



Florida Office of Insurance Regulation

Commissioner David Altmaier

**Florida House of Representatives  
Government Operations & Technology  
Appropriations Subcommittee**

**Fiscal Year 2020-2021  
Legislative Budget Request and Schedule VIII-B Reductions**

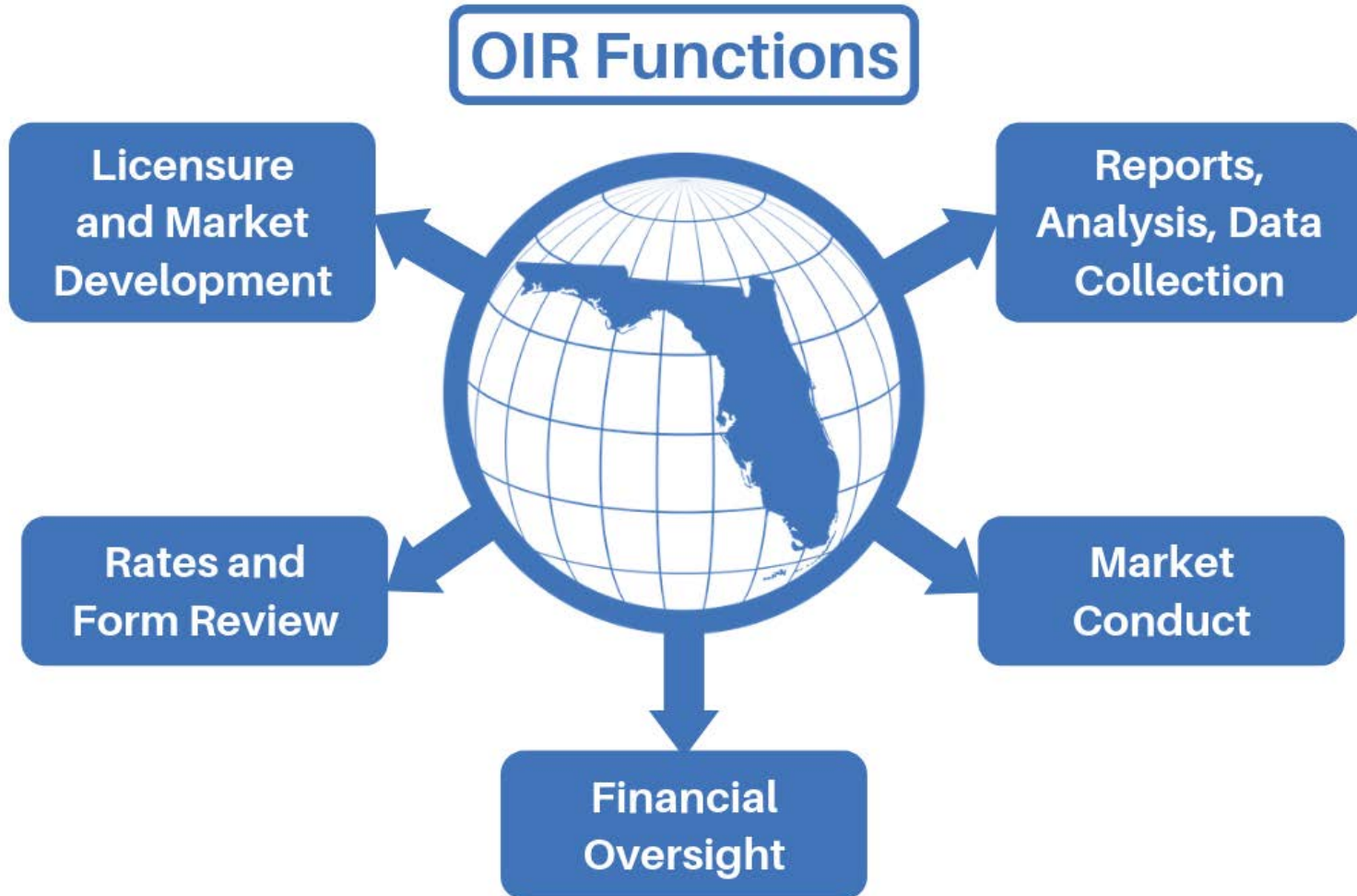
Mike Yaworsky, Chief of Staff  
Office of Insurance Regulation

September 18, 2019



# Florida Office of Insurance Regulation

## OIR Operations and Responsibilities

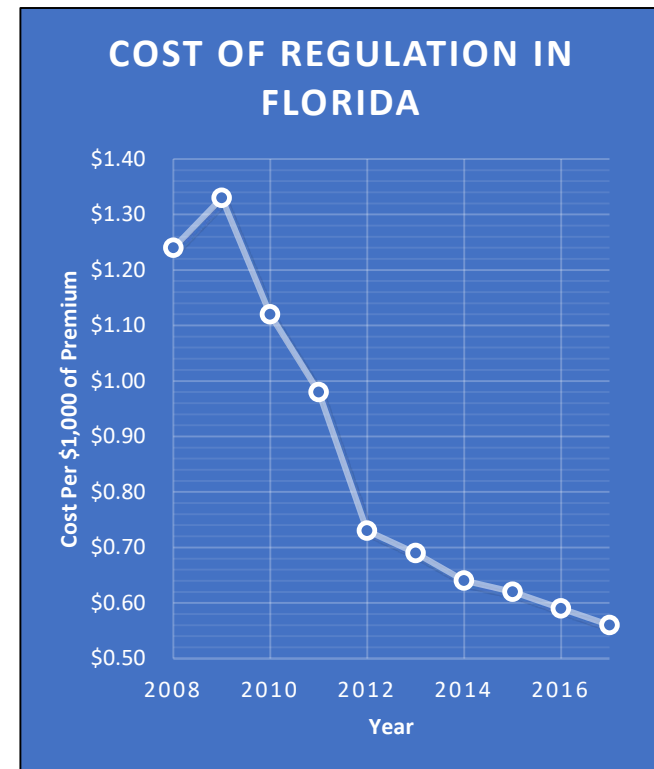




# Florida Office of Insurance Regulation

## Budget – Fiscal Year 2019-20

- **283 Authorized Positions (10.2% decrease from 315 employees in FY 2007-08)**
- **Total Budget of \$31,016,418\***  
*\* Includes non-recurring funding and special budget categories for budget authority associated with the outsourcing of financial examinations.*
- **Insurance Entities Regulated – 4,497**  
*\* Includes Property and Casualty, Life, Annuity, Health, Fraternal, Title, Specialty Companies, and Surplus Lines*
- **OIR is exclusively funded by the Insurance Regulatory Trust Fund. The main revenue sources for OIR are various industry fees and Surplus Lines Premium Tax. No General Revenue is utilized for the budget.**
- **OIR is administratively housed within the Department of Financial Services for some administrative and technology support services.**





# Florida Office of Insurance Regulation

## Current OIR Budget – Fiscal Year 2019-20

<b>Appropriation Category</b>	<b>Amount</b>
<b>Salaries and Benefits (283 FTE)</b>	\$ 20,847,350
<b>Other Personal Services (OPS)</b>	\$ 290,169
<b>Expenses (includes \$1.1 million for office building rent to DMS)</b>	\$ 2,479,173
<b>Operating Capital Outlay (OCO)</b>	\$ 98,000
<b>Contracted Services</b>	\$ 1,430,726
<b>Florida Public Hurricane Model - Maintenance and Support to FIU</b>	\$ 939,689
<b>Property and Casualty Examinations (Budget Authority only)</b>	\$ 3,201,763
<b>Life and Health Examinations (Budget Authority only)</b>	\$ 1,425,000
<b>Lease/Purchase/Equipment</b>	\$ 27,403
<b>Risk Management Insurance</b>	\$ 156,143
<b>Transfer to DMS (HR Contract)</b>	\$ <u>91,002</u>
<b>TOTAL</b>	<b>\$ 31,016,418</b>



# Florida Office of Insurance Regulation

## Legislative Budget Request – Fiscal Year 2020-21

	Amount Requested
<b>1) Increase in Contracted Services</b>	<b>\$350,000.00</b>
<b>Issue - Hiring of two additional staff augmentation positions (business analyst and senior programmer)</b>	
<b>Justification - Due to the backlog of programming requests, these two additional contractors will support the completion of many projects that are currently in process. Additionally, several OIR systems require modernization and upgrades.</b>	
<b>2) Transfer of Appropriation</b>	<b>\$0.00</b>
<b>Issue - Technical Budget Amendment (transferring \$10,000 from Expenses Category to Lease/Purchase Category)</b>	
<b>Justification - Due to the increased expenditures in Leased Copying Equipment (BizHubs), \$10,000 will be transferred from the Expenses appropriation category to the Lease/Purchase appropriation category. This issue will have a fiscal impact of \$0.00 (Net Zero).</b>	



# Florida Office of Insurance Regulation

## Schedule VIII-B Reductions

Reductions	Amount
<b><u>Minimal Impact</u></b>	
• Reduction in Operating Capitol Outlay	\$ 47,200
<b><u>Moderate Impact</u></b>	
• Reduction in Travel Expenses	\$ 121,000
• Eliminate Scanning Unit (1 FTE)	\$ 56,282
• Reduction in OPS	\$ 87,050
<b><u>Significant Impact</u></b>	
• Reduction in Vacant Positions (16 FTE)	\$ 899,353
• Contracted Services	\$ 300,050
• Reduction in Expenses	\$ 631,650
• Reduction in Florida Public Hurricane Model	\$ 484,845
<b>TOTAL</b>	<b>\$ 2,627,430</b>



# Florida Office of Insurance Regulation

## Contact Information

**Mike Yaworsky, Chief of Staff**

Mike.Yaworsky@flor.com

(850) 413-5000

**Caitlin Murray, Director of Government Affairs**

Caitlin.Murray@flor.com

(850) 413-5005

**Richard Fox, Budget Director**

Richard.Fox@flor.com

(850) 413-5024

For more information visit [www.flor.com](http://www.flor.com).