

Kansas Department of Insurance

Title	Agency Requested Budget			Special Committee on State Budget (HB 2434 / SB 315, as Introduced)			Final Approved (HB 2513)		
	SGF	All Funds	FTE	SGF	All Funds	FTE	SGF	All Funds	FTE
FY 2026									
Approved									
FY 2026 Approved	-	\$45,658,345	135.0	-	\$45,658,345	135.0	-	\$45,658,345	135.0
Subtotal-Approved	-	\$45,658,345	135.0	-	\$45,658,345	135.0	-	\$45,658,345	135.0
Other Changes									
1. Capital Outlay	-	\$405,500	-	-	\$405,500	-	-	\$405,500	-
2. Commodities	-	\$30,000	-	-	\$30,000	-	-	\$30,000	-
3. Contractual Services	-	\$1,207,550	-	-	\$1,207,550	-	-	\$1,207,550	-
4. Salaries and Wages	-	\$460,804	-	-	\$460,804	-	-	\$460,804	-
Subtotal-Other Changes	-	\$2,103,854	-	-	\$2,103,854	-	-	\$2,103,854	-
Total-FY 2026	-	\$47,762,199	135.0	-	\$47,762,199	135.0	-	\$47,762,199	135.0
FY 2027									
Approved									
FY 2026 Approved	-	\$45,658,345	135.0	-	\$45,658,345	135.0	-	\$45,658,345	135.0
Subtotal-Approved	-	\$45,658,345	135.0	-	\$45,658,345	135.0	-	\$45,658,345	135.0
Enhancements									
5. HERO Act Proviso Language	-	-	-	-	-	-	-	-	-
6. HERO Pilot Program	-	-	-	-	-	-	\$1,000,000	\$1,000,000	-
Subtotal-Enhancements	-	-	-	-	-	-	\$1,000,000	\$1,000,000	-
Other Changes									
7. 2027 Pay Plan	-	-	-	-	-	-	-	\$119,420	-
8. Contractual Services	-	\$666,050	-	-	\$666,050	-	-	\$666,050	-
9. Salaries and Wages	-	\$542,546	-	-	\$542,546	-	-	\$542,546	-
10. State Firefighters Relief Fund	-	\$1,000,000	-	-	\$1,000,000	-	-	\$1,000,000	-
11. All Other Adjustments	-	(\$15,000)	-	-	(\$15,000)	-	-	(\$15,000)	-
Subtotal-Other Changes	-	\$2,193,596	-	-	\$2,193,596	-	-	\$2,313,016	-
Total-FY 2027	-	\$47,851,941	135.0	-	\$47,851,941	135.0	\$1,000,000	\$48,971,361	135.0

FY 2026

1. Capital Outlay

<i>Agency Request:</i>	Add \$405,500, all from special revenue funds, for capital outlay in FY 2026, including \$325,000 for information processing equipment (servers and storage), \$60,000 for software, and additional funds for office furniture, equipment, and data communications. These upgrades support technology and cybersecurity improvements, as recommended by the Chief Information Security Officer.
<i>Special Committee Recommendation:</i>	Recommended adoption of the Agency's request.
<i>Approved Budget:</i>	Concurred with the Special Committee's recommendation.

2. Commodities

<i>Agency Request:</i>	Add \$30,000 from special revenue funds, for commodities in FY 2026, primarily due to the implementation of 2025 HB 2050. The bill renames the Kansas Department of Insurance, with the increase covering rebranding and updates to agency materials and supplies.
<i>Special Committee Recommendation:</i>	Recommended adoption of the Agency's request.
<i>Approved Budget:</i>	Concurred with the Special Committee's recommendation.

3. Contractual Services

<i>Agency Request:</i>	Add \$1.2 million, all from special revenue funds, for contractual services in FY 2026, primarily for implementing the real-time motor vehicle insurance verification system established in 2025 SB 42.
<i>Special Committee Recommendation:</i>	Recommended adoption of the Agency's request.
<i>Approved Budget:</i>	Concurred with the Special Committee's recommendation.

4. Salaries and Wages

<i>Agency Request:</i>	Add \$460,804, all from special revenue funds, for salaries and wages in FY 2026, primarily for higher pay due to promotions, vacancies, reassignments, and salary increases. Employee benefits increased by \$154,466, mainly for higher KPERS, health insurance, and payroll taxes.
<i>Special Committee Recommendation:</i>	Recommended adoption of the Agency's request.
<i>Approved Budget:</i>	Concurred with the Special Committee's recommendation.

FY 2027

5. HERO Act Proviso Language

<i>Agency Request:</i>	Did not request this action in the Agency's budget submission.
<i>Special Committee Recommendation:</i>	Did not recommend this action in the Special Committee on State Budget.
<i>Approved Budget:</i>	Add language to clarify that all conditions must be diagnosed by a licensed psychiatrist or psychologist and include reimbursement for diagnostic evaluations, while standardizing provider language and reinforcing documentation requirements for additional sessions for FY 2027.

6. HERO Pilot Program

<i>Agency Request:</i>	Did not request this action in the Agency's budget submission.
<i>Special Committee Recommendation:</i>	Did not recommend this action in the Special Committee on State Budget.
<i>Approved Budget:</i>	Add \$1.0 million SGF for FY 2027 to implement the HERO pilot program. The program reimburses first responders for evaluation and treatment of trauma-related mental health conditions arising from qualifying critical incidents, including ASD, PTSD, sub-clinical trauma syndrome, or recurrence of a previously diagnosed condition. The Kansas Department of Insurance will gather data on all claims and report on program effectiveness to the Senate Ways and Means Committee and House Appropriations Committee by June 30, 2027.

7. 2027 Pay Plan

<i>Agency Request:</i>	Did not request this action in the Agency's budget submission.
<i>Special Committee Recommendation:</i>	Did not recommend this action in the Special Committee on State Budget.
<i>Approved Budget:</i>	Add \$119,420, all from non-SGF moneys, to implement the pay plan approved by the 2026 Legislature for FY 2027.

8. Contractual Services

<i>Agency Request:</i>	Add \$666,050, all from special revenue funds, for contractual services in FY 2027, primarily for ongoing costs of the real-time motor vehicle insurance verification system established by 2025 SB 42.
<i>Special Committee Recommendation:</i>	Recommended adoption of the Agency's request.
<i>Approved Budget:</i>	Concurred with the Special Committee's recommendation.

9. Salaries and Wages

<i>Agency Request:</i>	Add \$542,546, all from special revenue funds, for salaries and wages for FY 2027, primarily for pay adjustments similar to FY 2026, including promotions, filling vacancies, and salary adjustments to maintain staffing levels. Health insurance expenditures increase by \$154,293 (11.2%) above the FY 2026 approved amount
<i>Special Committee Recommendation:</i>	Recommended adoption of the Agency's request.
<i>Approved Budget:</i>	Concurred with the Special Committee's recommendation.

10. State Firefighters Relief Fund

<i>Agency Request:</i>	Add \$1.0 million, all from the State Firefighters Relief Fund, for firefighter relief distributions for FY 2027, reflecting higher revenue from the Firefighters Relief Fund Tax, projected to increase from \$23.0 million to \$24.0 million.
<i>Special Committee Recommendation:</i>	Recommended adoption of the Agency's request.
<i>Approved Budget:</i>	Concurred with the Special Committee's recommendation.

11. All Other Adjustments

<i>Agency Request:</i>	Delete \$15,000, all from special revenue funds, for all other adjustments in FY 2027, due to changes in capital outlay and commodities expenditures. Commodities decrease by \$20,000 from the Insurance Department Service Regulation Fund, driven by lower costs for office supplies and materials. This is partially offset by a \$5,000 increase in capital outlay from the Securities Act Fee Fund for equipment, furniture, and telecommunications.
<i>Special Committee Recommendation:</i>	Recommended adoption of the Agency's request.
<i>Approved Budget:</i>	Concurred with the Special Committee's recommendation.