

# KANSAS DEPARTMENT OF INSURANCE

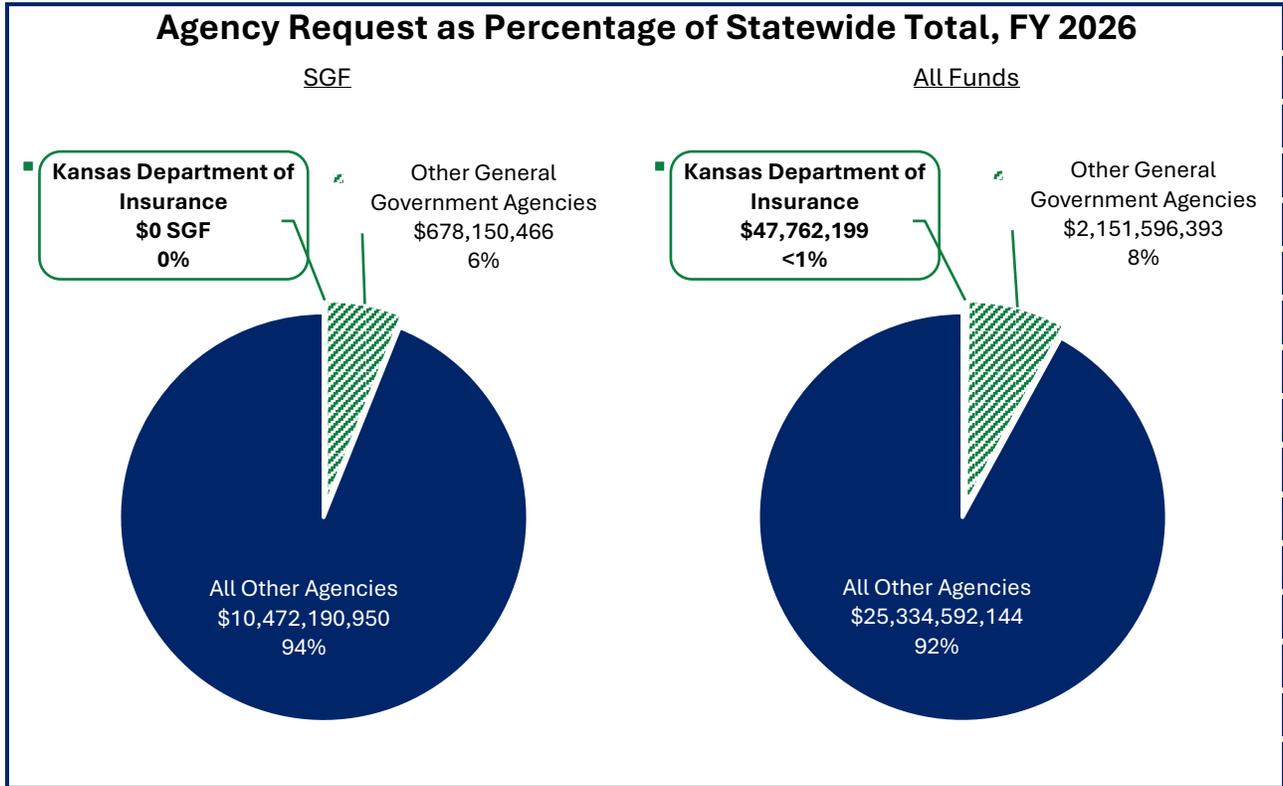
## Budget Summary – Agency Request

### Executive Summary

Pursuant to [2025 HB 2050](#), the Kansas Insurance Department was renamed the Kansas Department of Insurance. All powers, duties, and functions of the former agency were transferred to the renamed department. The mission of the Kansas Department of Insurance (Department) is to regulate, educate, and advocate. The Department operates through two divisions: The Insurance Division and the Securities Division. The Insurance Division manages Insurance Regulation, the Firefighters Relief Act, and Workers Compensation for uninsured employers. The Securities Division administers Securities Regulation under the Kansas Uniform Securities Act and Investor Education and Protection, providing education, preventing fraud, and enforcing securities laws.

The agency is located in Topeka at 1300 SW Arrowhead Road.

Expenditures by Fiscal Year and Version				
	SGF	All Funds		Note
FY 2024 Actual	\$ -	\$ 39,158,868		Actual expenditures
FY 2025 Actual	-	45,668,267		Actual expenditures
FY 2026 Approved	-	45,658,345		<a href="#">2025 SB 125</a>
FY 2026 Agency	-	47,762,199		Revised estimate, submitted September 2025
FY 2027 Agency	-	47,851,941		Agency request, submitted September 2025



# KANSAS DEPARTMENT OF INSURANCE

## Budget Summary – Agency Request

### Budget and Policy Snapshot

The tables below provide a selection of items that inform the agency budget request. These items include **supplemental and enhancement requests** (NEW), adjustments related to **reappropriated funds** (E), **language-only policy changes** requested for inclusion in legislation, changes in **federal or state policy** that impact agency funding, and other budgetary items.

These tables are not intended to be a comprehensive list of changes in the agency budget request. For more detail on individual fiscal year requests, please refer to the [FY 2026 Analysis](#) and [FY 2027 Analysis](#) sections later in this document.

#### FY 2026

Item	Amount	Source	Note
Real-Time Motor Vehicle Insurance Verification System	\$ 985,000	Insurance Department Service Regulation Fund	Implements 2025 SB 42; includes startup and testing costs for new online verification system.

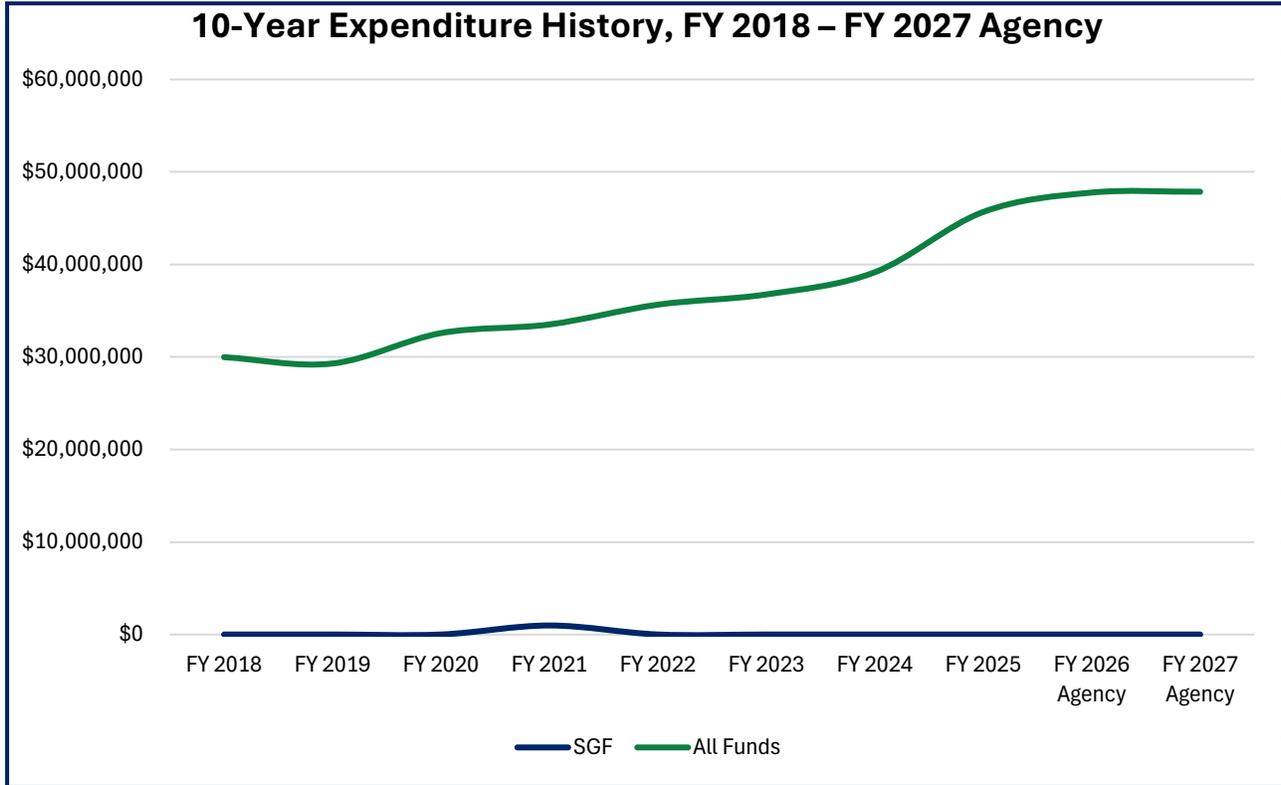
#### FY 2027

Item	Amount	Source	Note
Real-Time Motor Vehicle Insurance Verification System	\$ 485,000	Insurance Department Service Regulation Fund	Provides ongoing maintenance and system service costs per 2025 SB 42.

# KANSAS DEPARTMENT OF INSURANCE

## Budget Summary – Agency Request

### Summary of Expenditures



Fiscal Year	SGF		All Funds		FTE	CPI-U* Change (%)
	Amount	Change (%)	Amount	Change (%)		
FY 2018	\$ -	--	\$ 29,986,184	18.3	131.83	0.2
FY 2019	-	--	29,301,522	(2.3)	135.63	--
FY 2020	-	--	32,585,681	11.2	135.63	0.8
FY 2021	976,666	--	33,520,237	2.9	136.00	2.4
FY 2022	-	(100.0)	35,660,156	6.4	135.50	9.2
FY 2023	-	--	36,764,238	3.1	135.00	5.8
FY 2024	-	--	39,158,868	6.5	135.26	3.0
FY 2025	-	--	45,668,267	16.6	135.00	3.0
FY 2026 Agency	-	--	47,762,199	4.6	135.00	2.8
FY 2027 Agency	-	--	47,851,941	0.2	135.00	2.4

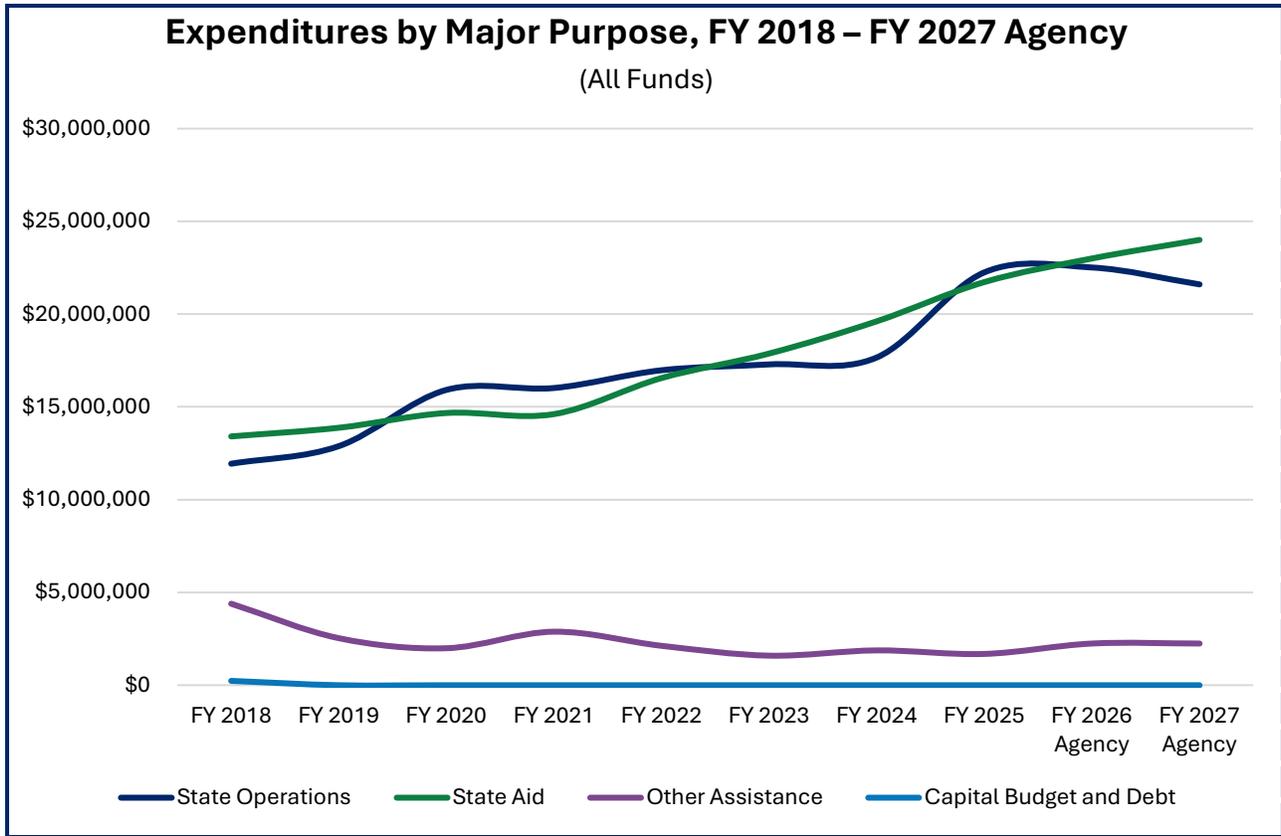
5-Year Change (FY 2023–2027)	\$ -	--	\$ 11,087,703	30.2	-	11.6
10-Year Change (FY 2018–2027)	-	--	17,865,757	59.6	3.17	33.1
3-Year Average** (FY 2023–2025)	-	N/A	40,530,458	N/A	135.09	N/A

\* Note :Consumer Price Index for All Urban Consumers estimate for FY 2026–2027 is from the Consensus Revenue Estimating Group.

\*\* Note : Reflects the three most recent years of actuals data.

# KANSAS DEPARTMENT OF INSURANCE

## Budget Summary – Agency Request



**Expenditures by Category, FY 2024 – FY 2027 Agency**  
(All Funds)

	FY 2026 Agency % of Total	FY 2024 Actual	FY 2025 Actual	FY 2026 Approved	FY 2026 Agency	FY 2027 Agency
<b>State Operations</b>						
Salaries and Wages	29.7 %	\$ 11,946,133	\$ 12,461,855	\$ 13,735,345	\$ 14,196,149	\$ 14,277,891
Contractual Services	15.2	5,199,701	9,058,340	6,042,600	7,250,150	6,708,650
Commodities	0.6	261,124	264,885	255,400	285,400	235,400
Capital Outlay	1.6	255,700	465,160	375,000	780,500	380,000
Operating Adjustments	--	-	-	-	-	-
<b>Subtotal</b>	<b>47.1 %</b>	<b>\$ 17,662,658</b>	<b>\$ 22,250,240</b>	<b>\$ 20,408,345</b>	<b>\$ 22,512,199</b>	<b>\$ 21,601,941</b>
<b>State Aid and Assistance</b>						
Aid to Locals	48.2 %	\$ 19,615,915	\$ 21,728,775	\$ 23,000,000	\$ 23,000,000	\$ 24,000,000
Other Assistance	4.7	1,880,295	1,689,252	2,250,000	2,250,000	2,250,000
<b>Subtotal</b>	<b>52.9 %</b>	<b>\$ 21,496,210</b>	<b>\$ 23,418,027</b>	<b>\$ 25,250,000</b>	<b>\$ 25,250,000</b>	<b>\$ 26,250,000</b>
<b>Capital Budget and Debt</b>						
Capital Improvements	-- %	\$ -	\$ -	\$ -	\$ -	\$ -
Debt Service Principal	--	-	-	-	-	-
Debt Service Interest	--	-	-	-	-	-
<b>Subtotal</b>	<b>-- %</b>	<b>\$ -</b>				
<b>Reappropriations</b>	<b>-- %</b>	<b>\$ -</b>				
<b>GRAND TOTAL</b>	<b>100.0 %</b>	<b>\$ 39,158,868</b>	<b>\$ 45,668,267</b>	<b>\$ 45,658,345</b>	<b>\$ 47,762,199</b>	<b>\$ 47,851,941</b>

# KANSAS DEPARTMENT OF INSURANCE

## Budget Summary – Agency Request

### State Operations

Expenditures by Classification, FY 2024 – FY 2027 Agency						
(State Operations, All Funds)						
	FY 2026 Agency % of Total	FY 2024 Actual	FY 2025 Actual	FY 2026 Approved	FY 2026 Agency	FY 2027 Agency
<b>Salaries and Wages</b>						
Employee Pay	22.3 %	\$ 8,810,957	\$ 9,277,267	\$ 10,364,979	\$ 10,671,317	\$ 10,671,757
Employee Benefits	7.4	3,135,176	3,184,588	3,370,366	3,524,832	3,606,134
Shrinkage	--	-	-	-	-	-
<b>Subtotal</b>	<b>29.7 %</b>	<b>\$ 11,946,133</b>	<b>\$ 12,461,855</b>	<b>\$ 13,735,345</b>	<b>\$ 14,196,149</b>	<b>\$ 14,277,891</b>
<b>Contractual Services</b>						
Communication	0.6 %	\$ 288,005	\$ 279,697	\$ 292,000	\$ 285,000	\$ 285,000
Fees (Professional)	5.9	2,498,784	5,640,648	2,865,000	2,825,000	2,825,000
Fees (Other Services)	3.7	829,809	887,246	733,750	1,748,250	1,214,750
Freight and Express	0.1	1,000	2,045	600	600	600
Printing and Advertising	2.2	640,583	714,199	1,035,500	1,035,500	1,035,500
Rent and Leases	1.6	543,548	1,006,564	681,650	752,150	752,150
Repair and Servicing	0.5	116,534	147,021	151,000	247,500	239,500
Travel and Subsistence	0.3	133,762	138,597	138,350	136,650	136,650
Utilities	0.2	66,904	69,724	83,500	83,500	83,500
Other	0.3	80,772	172,599	61,250	136,000	136,000
<b>Subtotal</b>	<b>15.2 %</b>	<b>\$ 5,199,701</b>	<b>\$ 9,058,340</b>	<b>\$ 6,042,600</b>	<b>\$ 7,250,150</b>	<b>\$ 6,708,650</b>
<b>Commodities</b>						
Clothing	0.1 %	\$ 10,424	\$ 3,068	\$ 4,500	\$ 4,500	\$ 4,500
Equipment and Parts	0.1	151	441	1,500	3,000	3,000
Food	0.1	7,999	9,343	6,500	7,000	7,000
Fuel	--	-	-	-	-	-
Motor Vehicle Parts	0.1	7,090	6,829	13,400	13,400	13,400
Supplies (Office)	0.1	25,112	13,579	29,500	22,500	22,500
Supplies (Professional)	0.2	115,637	114,570	75,000	75,000	75,000
Supplies (Research)	--	-	-	-	-	-
Other	0.3	94,711	117,055	125,000	160,000	110,000
<b>Subtotal</b>	<b>0.6 %</b>	<b>\$ 261,124</b>	<b>\$ 264,885</b>	<b>\$ 255,400</b>	<b>\$ 285,400</b>	<b>\$ 235,400</b>
<b>Capital Outlay</b>						
Books	0.1 %	\$ 6,380	\$ 11,454	\$ 6,000	\$ 6,000	\$ 6,000
Computer Hardware	0.5	145,326	344,757	270,000	260,000	260,000
Computer Software	0.1	50	690	3,000	63,500	3,000
Equipment, Furniture	0.2	53,661	99,218	89,000	113,500	98,500
Information Processing	0.7	50,283	-	2,000	327,000	2,000
Telecommunications	0.1	-	9,041	5,000	10,500	10,500
Other	--	-	-	-	-	-
<b>Subtotal</b>	<b>1.6 %</b>	<b>\$ 255,700</b>	<b>\$ 465,160</b>	<b>\$ 375,000</b>	<b>\$ 780,500</b>	<b>\$ 380,000</b>
<b>Operating Adjustments</b>	<b>-- %</b>	<b>\$ -</b>				
<b>TOTAL</b>	<b>47.1 %</b>	<b>\$ 17,662,658</b>	<b>\$ 22,250,240</b>	<b>\$ 20,408,345</b>	<b>\$ 22,512,199</b>	<b>\$ 21,601,941</b>

# KANSAS DEPARTMENT OF INSURANCE

## Budget Summary – Agency Request

### State Aid

Expenditures by Classification, FY 2024 – FY 2027 Agency						
(State Aid, All Funds)						
	FY 2026 Agency % of Total	FY 2024 Actual	FY 2025 Actual	FY 2026 Approved	FY 2026 Agency	FY 2027 Agency
<b>State Aid</b>						
Federal Aid Payments	-- %	\$ -	\$ -	\$ -	\$ -	\$ -
State Aid Payments	48.2	19,615,915	21,728,775	23,000,000	23,000,000	24,000,000
<b>TOTAL</b>	<b>48.2 %</b>	<b>\$ 19,615,915</b>	<b>\$ 21,728,775</b>	<b>\$ 23,000,000</b>	<b>\$ 23,000,000</b>	<b>\$ 24,000,000</b>

### Other Assistance

Expenditures by Classification, FY 2024 – FY 2027 Agency						
(Other Assistance, All Funds)						
	FY 2026 Agency % of Total	FY 2024 Actual	FY 2025 Actual	FY 2026 Approved	FY 2026 Agency	FY 2027 Agency
<b>Other Assistance</b>						
Claims	4.2 %	\$ 1,711,795	\$ 1,520,352	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000
Other	0.5	168,500	168,900	250,000	250,000	250,000
<b>TOTAL</b>	<b>4.7 %</b>	<b>\$ 1,880,295</b>	<b>\$ 1,689,252</b>	<b>\$ 2,250,000</b>	<b>\$ 2,250,000</b>	<b>\$ 2,250,000</b>

# KANSAS DEPARTMENT OF INSURANCE

## Budget Summary – Agency Request

### Expenditures by Program

Expenditures by Program, FY 2024 – FY 2027 Agency						
(All Funds)						
	FY 2026 Agency % of Total	FY 2024 Actual	FY 2025 Actual	FY 2026 Approved	FY 2026 Agency	FY 2027 Agency
Examination	-- %	\$ 455,736	\$ 18,257	\$ -	\$ -	\$ -
Firefighters Relief	48.3	19,703,422	21,816,145	23,088,002	23,087,814	24,088,787
General Administration	31.0	11,333,167	15,752,203	13,610,277	14,783,373	13,989,635
OSC Education	1.5	374,984	416,209	700,000	700,000	700,000
OSC Regulatory	12.6	4,496,690	5,075,327	5,107,261	6,035,905	5,916,671
Workers Compensation	6.6	2,794,869	2,590,126	3,152,805	3,155,107	3,156,848
<b>TOTAL</b>	<b>100.0 %</b>	<b>\$ 39,158,868</b>	<b>\$ 45,668,267</b>	<b>\$ 45,658,345</b>	<b>\$ 47,762,199</b>	<b>\$ 47,851,941</b>

FTE Positions by Program, FY 2024 – FY 2027 Agency						
	FY 2026 Agency % of Total	FY 2024 Actual	FY 2025 Actual	FY 2026 Approved	FY 2026 Agency	FY 2027 Agency
Examination	-- %	6.0	--	--	--	--
Firefighters Relief	0.7	1.0	1.0	1.0	1.0	1.0
General Administration	69.0	93.2	98.9	98.9	93.1	93.1
OSC Education	--	--	--	--	--	--
OSC Regulatory	28.5	32.6	32.6	32.6	38.5	38.5
Workers Compensation	1.8	2.5	2.5	2.5	2.4	2.4
<b>TOTAL</b>	<b>100.0 %</b>	<b>135.3</b>	<b>135.0</b>	<b>135.0</b>	<b>135.0</b>	<b>135.0</b>

# KANSAS DEPARTMENT OF INSURANCE

## Budget Summary – Agency Request

### Expenditures by Fund

Expenditures by Fund, FY 2024 – FY 2027 Agency						
	FY 2026 Agency % of Total	FY 2024 Actual	FY 2025 Actual	FY 2026 Approved	FY 2026 Agency	FY 2027 Agency
State General Fund	-- %	\$ -	\$ -	\$ -	\$ -	\$ -
Insurance Department	30.6	11,109,292	15,555,483	13,454,101	14,596,873	13,802,285
Service Regulation Fund						
Securities Act Fee Fund	12.6	4,496,690	5,075,327	5,107,261	6,035,905	5,916,671
State Firefighters Relief Fund	48.3	19,703,422	21,816,145	23,088,002	23,087,814	24,088,787
Workers Compensation Fund	6.6	2,794,869	2,590,126	3,152,805	3,155,107	3,156,848
All Other Funds	1.9	1,054,595	631,186	856,176	886,500	887,350
<b>TOTAL</b>	<b>100.0 %</b>	<b>\$ 39,158,868</b>	<b>\$ 45,668,267</b>	<b>\$ 45,658,345</b>	<b>\$ 47,762,199</b>	<b>\$ 47,851,941</b>

### Fee Fund Analysis

The Insurance Department Service Regulation Fund was established by [KSA 40-112](#) to support the operations of the Kansas Department of Insurance. The fund consists of fees collected by the Department and an annual assessment imposed, as deemed necessary, by the Commissioner of Insurance to fund agency operations. Statute also provides for an annual transfer of \$200,000 from the Insurance Department Service Regulation Fund to the Fraud and Abuse Criminal Prosecution Fund for services provided by the Office of the Attorney General, including prosecution of suspected securities fraud cases.

Enactment of [2025 HB 2050](#) decreased insurance-related fee revenue for the Department by eliminating the producer appointment renewal fee and authorizing the Commissioner to reduce other fees, provided such reductions remain within current statutory limits. Additionally, [2025 SB 32](#) eliminates the requirement to remit 1.0 percent of collected premium taxes to the Insurance Department Service Regulation Fund, thereby removing that revenue source from the fund.

# KANSAS DEPARTMENT OF INSURANCE

## Budget Summary – Agency Request

<b>Insurance Department Service Regulation Fund</b>				
FY 2024 – FY 2027 Agency				
	<b>FY 2024</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>
	<b>Actual</b>	<b>Actual</b>	<b>Agency</b>	<b>Agency</b>
Beginning Balance	\$ 66,230,955	\$ 70,204,978	\$ 68,960,455	\$ 62,494,582
<b>Revenue</b>				
Insurance Premiums	\$ 1,643,224	\$ 1,776,507	\$ 1,900,000	\$ -
Audits and Inspections	-	35,035	-	-
Technical and Skilled Services	4,025	4,160	4,000	4,000
Corporation Services	304,570	302,641	300,000	300,000
Clerical Services	7,948	8,725	9,000	9,000
Other Service Charges	88,500	84,200	90,000	90,000
License Personal Services	-	25	-	-
License Business	13,205,750	12,231,103	6,000,000	6,000,000
Other Miscellaneous Revenue	-	11	-	-
Recovery of Current FY Exp.	2,740	503	3,000	3,000
Recovery of Current Prior FY Exp.	1,558	1,763	-	-
Other Nonrevenue Receipts	-	2,365	-	-
Operating Transfer In	25,000	63,922	25,000	25,000
Operating Transfer Out	(200,000)	(200,000)	(200,000)	(200,000)
Encumbrances	-	-	-	-
<b>Subtotal – Revenue</b>	<b>\$ 15,083,315</b>	<b>\$ 14,310,960</b>	<b>\$ 8,131,000</b>	<b>\$ 6,231,000</b>
Total Amount Available	\$ 81,314,270	\$ 84,515,938	\$ 77,091,455	\$ 68,725,582
<b>Expenditures</b>				
Salaries and Wages	\$ 7,827,272	\$ 8,290,944	\$ 9,327,073	\$ 9,379,985
Contractual Services	3,018,268	6,844,511	4,575,800	4,050,300
Commodities	70,472	64,827	131,500	81,500
Capital Outlay	193,280	355,201	562,500	290,500
<b>Subtotal – Expenditures</b>	<b>\$ 11,109,292</b>	<b>\$ 15,555,483</b>	<b>\$ 14,596,873</b>	<b>\$ 13,802,285</b>
<b>Ending Balance</b>	<b>\$ 70,204,978</b>	<b>\$ 68,960,455</b>	<b>\$ 62,494,582</b>	<b>\$ 54,923,297</b>

# KANSAS DEPARTMENT OF INSURANCE

## Budget Summary – Agency Request

### FY 2026 Analysis

Summary of Agency Budget Request, FY 2026						
	SGF	Insurance Dept. Service Regulation Fund	All Other Funds	Total	FTE Positions	
<b>Approved, FY 2026</b>						
1. 2025 SB 125	\$ -	\$ 13,454,101	\$ 32,204,244	\$ 45,658,345	135.0	
<b>Reappropriations</b>						
No Reappropriations	\$ -	\$ -	\$ -	\$ -	--	
<b>Supplemental Requests</b>						
No Supplemental Requests	\$ -	\$ -	\$ -	\$ -	--	
<b>Agency Changes</b>						
2. Contractual Services	\$ -	\$ 1,112,500	\$ 95,050	\$ 1,207,550	--	
3. Salaries and Wages	-	(266,728)	727,532	460,804	--	
4. Capital Outlay	-	267,000	138,500	405,500	--	
5. Commodities	-	30,000	-	30,000	--	
Subtotal – Agency Changes	\$ -	\$ 1,142,772	\$ 961,082	\$ 2,103,854	--	
<b>TOTAL – Agency Revised Estimate</b>	<b>\$ -</b>	<b>\$ 14,596,873</b>	<b>\$ 33,165,326</b>	<b>\$ 47,762,199</b>	<b>135.0</b>	

### Approved Budget

#### 1. 2025 SB 125

The 2025 Legislature passed, and the Governor enacted, one bill appropriating and adjusting funding for state agencies. For this agency, select appropriations include the 2025 Pay Plan, which added **\$359,484**, all from special revenue funds, to provide salary increases for most state employees based on the Department of Administration’s market survey.

### Agency Changes

The agency’s revised estimate for FY 2026 reflects a total increase of approximately **\$2.1 million**, or **4.6 percent**, all from special revenue funds, above the FY 2026 approved amount. The increase is primarily attributable to implementation of the Real Time Motor Vehicle Insurance Verification System, salary adjustments, and technology infrastructure upgrades.

#### 2. Contractual Services

The agency’s revised estimate includes an increase of \$1.2 million, or 20.0 percent, for contractual services, including \$1.1 million from the Insurance Department Service Regulation Fund. The increase is primarily attributable to implementation of the Real Time Motor Vehicle Insurance Verification System established in 2025 SB 42. The bill created the Kansas Real Time Motor Vehicle Insurance Verification Act, which requires the Commissioner of Insurance to develop a web-based system for online verification of motor vehicle insurance coverage and directs motor vehicle insurers to cooperate in establishing and maintaining the system.

The fiscal note for SB 42 estimated implementation costs of \$1.0 million, all from the Insurance Department Service Regulation Fund, and it noted that actual expenses could vary depending on

# KANSAS DEPARTMENT OF INSURANCE

## Budget Summary – Agency Request

system specifications in FY 2026. In the revised estimate, the system contract is reflected under Computer Programming Services and Data Processing Services Charges (Suppliers Other Than OITS), totaling \$985,000 within the Insurance Regulation Program, and includes startup and verification testing costs.

Additional increases in contractual services are also attributable to higher costs for professional services, including actuarial services (\$125,000). The agency indicates the actuarial services contract was rebid, resulting in higher rates and an expanded scope of work required from the contractor. Software rental expenditures increase (\$75,000) is due to two new software rentals (Keeper and Adaxis) and the transition of Office 365 (O365) services from the Office of Information Technology Services (OITS) to in-house management.

### 3. Salaries and Wages

Salaries and wages increase by \$460,804, or 3.4 percent, above the previously approved amount. This is primarily due to higher employee pay (\$305,778) resulting from promotions, the filling of vacant positions, and changes in position assignments. Vacant positions are adjusted to better align with agency needs, including converting a Policy Examiner Specialist position to Information Systems Administration; an Assistant Director, a Building System Technician, and a Senior Administrative Assistant position to Attorney positions; and an Intern position to a Law Clerk position. Other adjustments include promotions from Policy Examiner I to Policy Examiner II, changes from Policy Examiner II to Policy Examiner Specialist and Consumer Claims Reviewer Specialist, and filling a vacant Senior Administrative Assistant position. Salary adjustments also reflect efforts to maintain staffing levels in key positions, including attorneys, in line with market compensation trends. These adjustments reflect a decrease of \$266,728 in the Insurance Department Service Regulation Fund and an increase of \$699,894 in the Securities Act Fee Fund, representing a shift of approximately 6.0 FTE positions from the Insurance Division to the Securities Division.

Employee benefit expenditures increased by \$154,466, primarily due to higher employer contributions for KPERS, group health insurance, and payroll taxes associated with the salaries increase.

### 4. Capital Outlay

Capital outlay expenditures increase by \$405,500, or 108.0 percent, primarily reflecting \$325,000 for information processing equipment, including servers and storage area network upgrades within the Insurance Regulation and Securities Regulation programs. An additional \$60,000 is included for software purchases. Other increases are related to office furniture, equipment, and data communications hardware. These expenditures support technology infrastructure upgrades and cybersecurity improvements, as recommended by the agency's Chief Information Security Officer.

### 5. Commodities

Commodities increase by \$30,000, or 11.7 percent, primarily due to the implementation of 2025 HB 2050. The bill renames the Kansas Insurance Department as the Kansas Department of Insurance; the Office of the Securities Commissioner of Kansas as the Department of Insurance, Securities Division; and the Securities Commissioner as the Department of Insurance Assistant Commissioner, Securities Division. The increase is associated with rebranding and related updates to agency materials and supplies following these name changes.

# KANSAS DEPARTMENT OF INSURANCE

## Budget Summary – Agency Request

### FY 2027 Analysis

Summary of Agency Budget Request, FY 2027						
	SGF	Insurance Dept. Service Regulation Fund	All Other Funds	Total	FTE Positions	
<b>Approved, FY 2026</b>						
2025 SB 125	\$	- \$ 13,454,101	\$ 32,204,244	\$ 45,658,345	135.0	
<b>Enhancement Requests</b>						
No Enhancement Requests	\$	- \$	- \$	- \$	--	
<b>Agency Changes</b>						
1. State Firefighters Relief Fund	\$	- \$	- \$ 1,000,000	\$ 1,000,000	--	
2. Contractual Services	-	587,000	79,050	666,050	--	
3. Salaries and Wages	-	(213,816)	756,362	542,546	--	
4. All Other Adjustments	-	(25,000)	10,000	(15,000)	--	
Subtotal – Agency Changes	\$	- \$ 348,184	\$ 1,845,412	\$ 2,193,596	--	
<b>TOTAL – Agency Request</b>	<b>\$</b>	<b>- \$ 13,802,285</b>	<b>\$ 34,049,656</b>	<b>\$ 47,851,941</b>	<b>135.0</b>	

### Agency Changes

The agency’s request for FY 2027 reflects a total increase of about **\$2.2 million**, or **4.8 percent**, all from special revenue funds, above the FY 2026 approved amount. The increase is primarily attributable to statutorily required firefighter relief distributions, implementation of the Real Time Motor Vehicle Insurance Verification System, salary adjustments, and higher health insurance costs.

#### 1. State Firefighters Relief Fund

The agency’s request for FY 2027 includes an increase of \$1.0 million, or 4.3 percent, all from the State Firefighters Relief Fund, for firefighter relief distributions. The increase reflects the agency’s expectation of higher revenue from the Firefighters Relief Fund Tax collected by the Commissioner of Insurance, which is projected to rise from \$23.0 million to \$24.0 million. The agency estimates 554 local firefighter relief associations (FRAs) will receive distributions in FY 2027.

The State Firefighters Relief Fund is financed through a 2.0 percent tax on fire and lightning insurance premiums written in Kansas, as required by KSA 40-1703. The fund provides aid to local FRAs throughout the state, with a portion of revenue reserved by statute for educational purposes, death benefits, and administrative costs.

#### 2. Contractual Services

The agency’s request for FY 2027 includes an increase of \$666,050, or 11.0 percent, for contractual services, including \$587,000 from the Insurance Department Service Regulation Fund. This increase primarily reflects ongoing costs for the Real Time Motor Vehicle Insurance Verification System established by 2025 SB 42.

The fiscal note for SB 42 estimated \$500,000 in ongoing maintenance and service costs for the new system, all from the Insurance Department Service Regulation Fund, for FY 2027. In the agency request, these costs are reflected under fees for other services for Computer Programming Services and Data

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Processing Services Charges (Suppliers Other Than OITS), totaling \$485,000 within the Insurance Regulation Program.

Additional increases in contractual services are also attributable to higher costs for professional services, including actuarial services, and software rentals.

### 3. Salaries and Wages

Salaries and wages increase by \$542,546, or 3.9 percent, primarily reflecting employee pay adjustments similar to those in FY 2026, including promotions, filling of vacant positions, and salary adjustments to maintain staffing levels.

Health insurance expenditures increase by \$154,293, or 11.2 percent, above the FY 2026 approved amount. Compared with the FY 2026 revised estimate, health insurance costs increase by 7.8 percent, consistent with the state budget indices, including increases in Single Member Premiums, Dependent Premiums, and Healthy Kids Premiums.

### 4. All Other Adjustments

The agency's request for FY 2027 includes a total decrease of \$15,000 for all other adjustments, all attributable to changes in capital outlay and commodities expenditures. Commodities decrease by \$20,000, all from the Insurance Department Service Regulation Fund, due to lower costs for stationery, office supplies, and household and kitchen materials. These decreases are partially offset by a \$5,000 increase in capital outlay expenditures, all from the Securities Act Fee Fund, for equipment, furniture, and telecommunications.

# KANSAS DEPARTMENT OF INSURANCE

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### Kansas Department of Insurance Fees

Kansas Department of Insurance Fees, FY 2026				
Fee	Current Fee	Statutory Limit <sup>1</sup>	Previous Fee <sup>2</sup>	
<b>Admission Fees</b>				
Examination of Charter and Other Documents	\$ 250	\$ 500	\$ 500	
Filing Annual Statement	50	100	100	
Certificate of Authority	5	10	10	
Renewal of Certificate of Authority	5	10	10	
<b>Stock, Life, Property, and Casualty Insurance Company Fees</b>				
Application for Sale of Stock or Certificate of Indebtedness	12	25	25	
Application for License to Sell Stock	50	100	100	
<b>Health Maintenance Organization (HMO) Fees</b>				
Application for Certificate of Authority	75	150	150	
Annual Report	25	50	50	
<b>Miscellaneous Services</b>				
Service of Process	12	25	25	
Appointment Notification—Managing Gen. Agent Contract	50	100	100	
Notification by Risk Retention Group	125	250	250	
Notification by Purchasing Group	125	250	250	
<b>Appointments</b>				
Resident Agents (Domestic Companies)	2	N/A	-	
Resident Agents (Foreign Companies)	5	N/A	-	
<b>Producer Licensing Fees</b>				
Resident Agent/Business Entity Application	10	30	15	
Resident Agent/Business Entity Renewal (Biennial)	4	-	-	
Nonresident Agent/Business Entity Application	40	N/A	50	
Nonresident Agent License (Biennial)	40	50	50	
<b>Open Record Fees</b>				
Service Retrieval, Review and Redaction Charges <sup>3</sup>	7.50/ 12.50	N/A	-	
Copying Charge <sup>4</sup>	Copying charge: \$0.25 per page for paper copies; mailing charge: \$0.50 for ten or fewer pages and \$1.00 or actual cost for documents exceeding ten pages	N/A	-	
Agents of Broker-Dealers and Investment Adviser Moratorium on Fee Representatives Registration or Renewal		N/A	30	

<sup>1</sup> The authority for these fees is found in [KSA 40-205a](#); [KSA 40-218](#); [KSA 40-252](#); [KSA 40-2133](#); [KSA 40-3213](#); [KSA 40-4103](#); [KSA 40-4116](#); [KSA 40-4905](#); and [KSA 40-4906](#).

<sup>2</sup> These fees were changed within the last two fiscal years.

<sup>3</sup> \$7.50 per quarter-hour for Secretaries and Clerks and \$10.50 per hour for Administrators and Attorneys.

<sup>4</sup> \$0.50 for paper, \$0.25 for PDF, \$7.00 for certified copies