



Karl Couvillon

FY16 Executive Budget

Schedule 04-139
Department of State



Louisiana Senate
Finance Committee
April 23, 2015

FY16 Executive Budget

Schedule 04-139 — Department of State Programs

- **Administrative** — Provides legal, financial, and management control services for the Secretary of State.
- **Elections** — Ensures the integrity of the electoral and election management process and encourages public participation in the process.
- **Archives & Records** — Ensures government and public access to state records through a records management program that includes preserving, archiving, and maintaining essential records.
- **Museum & Other Operations** — Presents exhibits, education, and other programs that demonstrate Louisiana culture. The Program does this by acquiring, refurbishing, and preserving artifacts.
- **Commercial** — Provides services related to certification and registration of documents for business licensing and makes such information available to the public.

FY16 Executive Budget

Schedule 04-139 — Departmental Statistics

- Significant statistics for the Department of State:
 - There were 2,917,716 registered voters in FY14. The department has indicated that about 85% of Louisiana citizens eligible to vote are registered. This places the state in the top 5 nationally.
 - The total numbers of new voter registrations in FY13 and FY14 were 181,293 and 79,580, respectively.
 - For FY14, the percentage of statewide agencies without approved retention schedules was 46%.
 - Some of the department's museums have experienced significant declines in visitation over the last few years. The Old State Capitol Museum went from 64,932 visitors in FY12 to 47,308 in FY14. The Louisiana State Exhibit Museum has gone from 79,451 visitors in FY12 to 19,961 in FY14.

Department of State

FY15 Existing Operating Budget vs. Proposed FY16 Budget

Total Funding	FY15 EOB as of 12	FY16 Recommended	<i>Difference</i>
Dept of State	\$ 79,391,800	\$ 75,274,304	\$ (4,117,496)

Total Positions	313	313	-
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Other Charges Positions: 0

FY16 Non-Discretionary Funding	
Total Non-Disc.:	\$35,016,445
Percent Non-Disc:	46.6%
Total Non-Disc. SGF:	\$31,984,218
Non-Disc. T.O.:	1

FY16 Discretionary Funding	
Total Discretionary:	\$40,257,859
Percent Discretionary:	53.4%
Total Discretionary SGF:	\$16,953,406
Discretionary T.O.:	312

Department of State

Non-Discretionary/Discretionary Funding by Agency

Non-Discretionary Funding:

\$0.9 m. — Administrative

\$34.1 m. — Elections

\$0.0 m. — Archives & Records

\$0.0 m. — Museum & Other Ops.

\$0.0 m. — Commercial

Discretionary Funding:

\$10.3 m. — Administrative

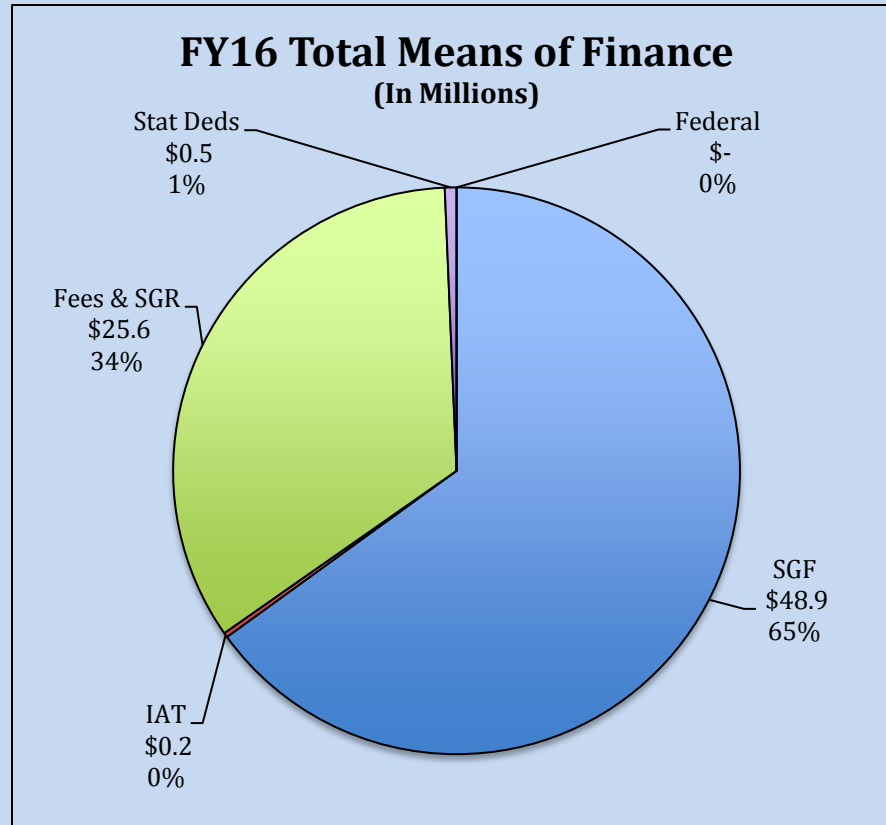
\$15.9 m. — Elections

\$3.6 m. — Archives & Records

\$1.8 m. — Museum & Other Ops.

\$8.6 m. — Commercial

FY16 Dept of State Means of Finance



Major Non-SGF Sources of Funding:

The primary source of non-SGF funding is Fees and Self-generated Revenues. This includes (1) a \$75 filing fee relative to domestic corporations; (2) a \$125 filing fee relative to foreign corporations; (3) a \$30 filing fee for annual reports relative to domestic and foreign corporations, (4) charges for other services such as registering trademarks and partnerships, providing certificates of good standing, and providing certified copies of any requested documents. The department also receives reimbursements from municipalities and other local governing authorities that call elections.

FY15 Existing Operating Budget vs. FY16 Recommended

Schedule 04 Secretary of State — Total Expenditures

Expenditure Category	FY15 Existing Operating Budget	FY16 Recommended Budget	Difference
Personal Services	\$25,346,416	\$24,733,816	(\$612,600)
Operating Expenses	\$11,195,381	\$9,937,304	(\$1,258,077)
Professional Services	\$0	\$0	\$0
Other Charges	\$42,820,003	\$40,478,184	(\$2,341,819)
Acquisitions & Major Repairs	\$30,000	\$125,000	\$95,000
Total Expenditures	\$79,391,800	\$75,274,304	(\$4,117,496)

FY16 Department of State

Selected Standard Statewide Adjustments

Annualization of FY15 Mid-Year Reduction Plan — (\$3.4 million) SGF and (0) T.O.

Performance/Salary Adjustments:

\$0.2 million Total — Annualize Classified State Employees Performance Adjustment

\$0.8 million Total — Salary Base Adjustment

(\$0.4 million) Total — Attrition Adjustment

Retirement Adjustments:

\$37 thousand Total — La. State Employees' Retirement System Rate

(\$0.1 million) Total — La. State Employees' Retirement System Base

Group Insurance Adjustments (tied to OGB rate increase):

\$0.2 million Total — Group Insurance Rate Adjustment for Active Employees

\$0.1 million Total — Group Insurance Rate Adjustment for Retirees

Other:

(\$64 thousand) Total — Risk Management

\$93 thousand Total — Office of Technology Services

(\$2.0 million) Total — Non-recurring Carry-forwards

(\$0.0 million) Total — GEMS Savings

\$0.0 SGF and (0) T.O. — Office of State Human Capital

Department of State

Significant FY16 Budget Issues in the Department of State :

- (\$355,585) – Reduction in state general fund which eliminates voter outreach services.
- (\$997,181) – Reduction in state general fund which eliminates funding for part-time election staff for the Registrars of Voters and continues the existing hiring freeze.
- There is currently no FY16 funding in the Elections Program for a presidential preference election.
- (\$1,784,923) – Reduction in state general fund that reduces operating hours, services and staff of museums. The Old State Capitol and the Louisiana State Exhibit Museum will open only 3 days per week. Other museums will open one day per week.

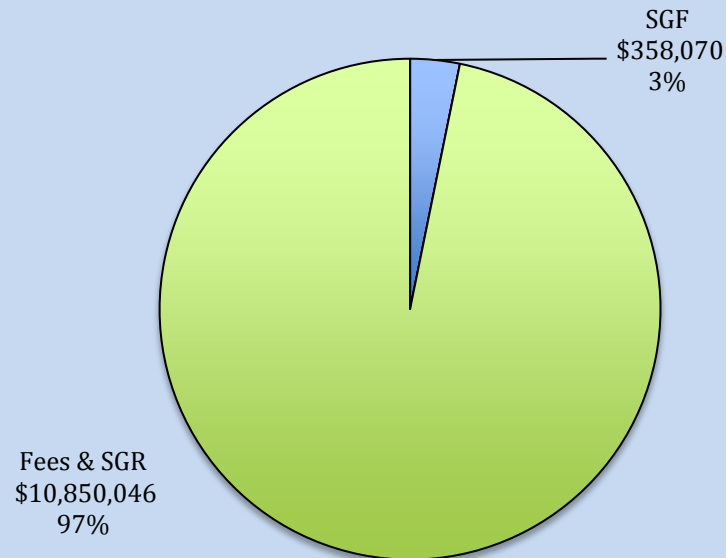
Department of State

Administrative Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	<i>Difference</i>
Dept of State - Admin	\$ 10,530,064	\$ 11,208,116	\$ 678,052

Total Positions	72	72	-
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FY16 Total Means of Finance



FY16 Non-Discretionary	FY16 Discretionary
\$894,035	\$10,314,081

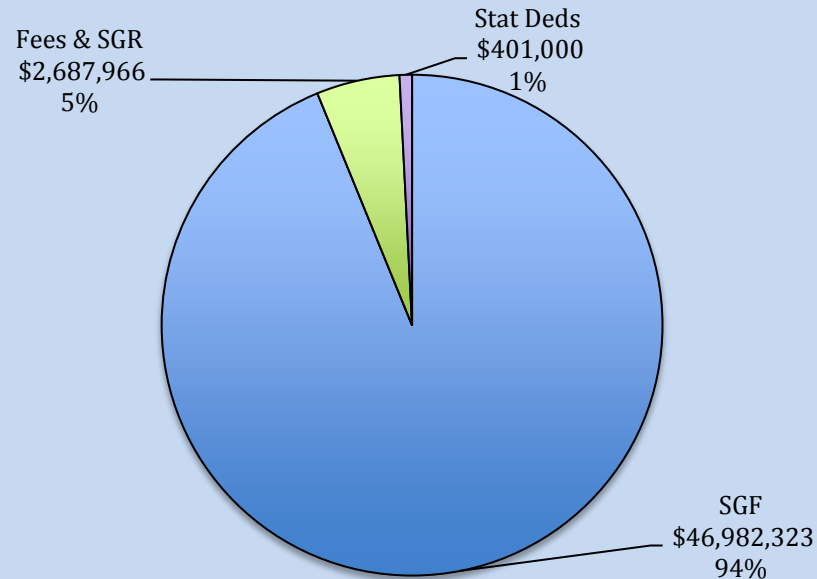
Department of State

Elections Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
Dept of State - Elections	\$ 51,562,807	\$ 50,071,289	\$ (1,491,518)

Total Positions	125	125	-
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FY16 Total Means of Finance



FY16 Non-Discretionary	FY16 Discretionary
\$34,122,410	\$15,948,879

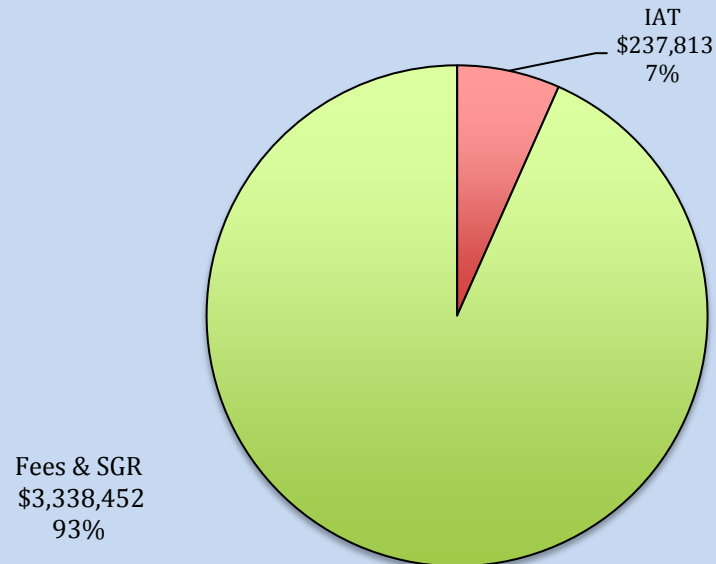
Department of State

Archives & Records Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
Dept of State - Archives & Records	\$ 3,642,668	\$ 3,576,265	\$ (66,403)

Total Positions	32	32	-
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FY16 Total Means of Finance



FY16 Non-Discretionary	FY16 Discretionary
\$0	\$3,576,265

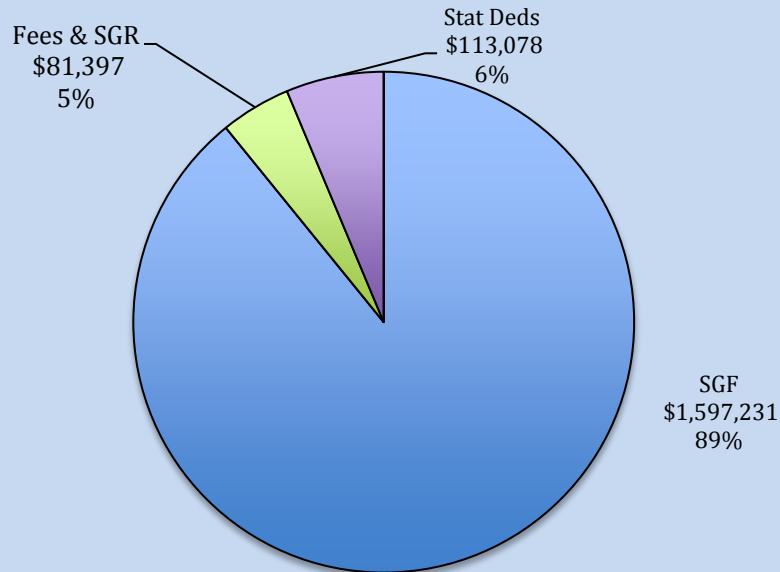
Department of State

Museum & Other Operations Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
Dept of State - Museum	\$ 3,670,095	\$ 1,791,706	\$ (1,878,389)

Total Positions	30	30	-
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FY16 Total Means of Finance



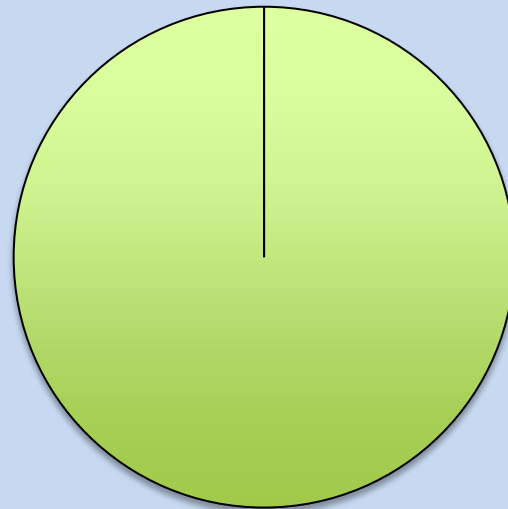
FY16 Non-Discretionary	FY16 Discretionary
\$0	\$1,791,706

Department of State

Commercial Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
Dept of State - Commercial	\$ 9,986,166	\$ 8,626,928	\$ (1,359,238)
Total Positions	54	54	-

FY16 Total Means of Finance



Fees & SGR
\$8,626,928
100%

FY16 Non-Discretionary	FY16 Discretionary
\$0	\$8,626,928



Karl Covillon

FY16 Executive Budget

**Schedule 04-141
Department of Justice**



**Louisiana Senate
Finance Committee
April 23, 2015**

FY16 Executive Budget

Schedule 04-141 — Department of Justice

- **Administrative** — Provides leadership, policy development, and administrative services, including management and finance functions, departmental planning, professional services contracts, human resource management, employee training and development, property control, telecommunications management, and information technology.
- **Civil Law** — Provides legal services in the areas of public finance and contract law, education, land and natural resource law, collection law, consumer protection, environmental law, auto fraud, and insurance receivership law.
- **Criminal Law & Medicaid Fraud** — Conducts or assists in criminal prosecutions; advises district attorneys, the legislature, and law enforcement entities; provides legal services in the areas of extradition, appeals and habeas corpus proceedings; prepares attorney general opinions concerning criminal; and prosecutes criminal cases, including white collar crime, violent and drug crimes, Medicaid fraud, and cases of resident abuse in health care facilities.
- **Risk Litigation** — Provides legal representation for the Office of Risk Management, the Self-Insurance Fund, the State of Louisiana and its departments, agencies, boards and commissions and their officers, officials, employees and agents in all claims covered by the State Self-Insurance Fund, and all tort claims whether or not covered by the Self-Insurance Fund.
- **Gaming** — Serves as legal advisor to gaming regulatory agencies and represents them in legal proceedings. Those agencies include the Louisiana Gaming Control Board, the Office of State Police, the Department of Revenue, the Louisiana State Racing Commission, and the Louisiana Lottery Corporation.

FY16 Executive Budget

Schedule 04-141 — Departmental Statistics

- Significant statistics for the Department of Justice:
 - In FY14, the department obtained a total in judgments from all sources of \$219.6 million.
 - The department collected \$71.8 million in civil monetary penalties in FY14.
 - The number of requests for legal consultation in the Criminal Law and Medicaid Fraud Program has increased from 500 in FY10 to 1,075 in FY14.

Department of Justice

FY15 Existing Operating Budget vs. Proposed FY16 Budget

Total Funding	FY15 EOB as of 12	FY16 Recommended	<i>Difference</i>
Dept of Justice	\$ 80,666,144	\$ 66,295,367	\$ (14,370,777)

Total Positions	467	479	12
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Other Charges Positions: 1

FY16 Non-Discretionary Funding		FY16 Discretionary Funding	
Total Non-Disc.:	\$2,725,597	Total Discretionary:	\$63,569,770
Percent Non-Disc:	4.1%	Percent Discretionary:	95.9%
Total Non-Disc. SGF:	\$1,385,753	Total Discretionary SGF:	\$10,154,100
Non-Disc. T.O.:	1	Discretionary T.O.:	478

Department of Justice

Non-Discretionary/Discretionary Funding by Agency

Non-Discretionary Funding:

\$1.4 m. — Administrative

\$0.08 m. — Civil Law

\$0.4 m. — Crim Law/Medicaid Fraud

\$0.2 m. — Risk Litigation

\$0.6 m. — Gaming

Discretionary Funding:

\$6.0 m. — Administrative

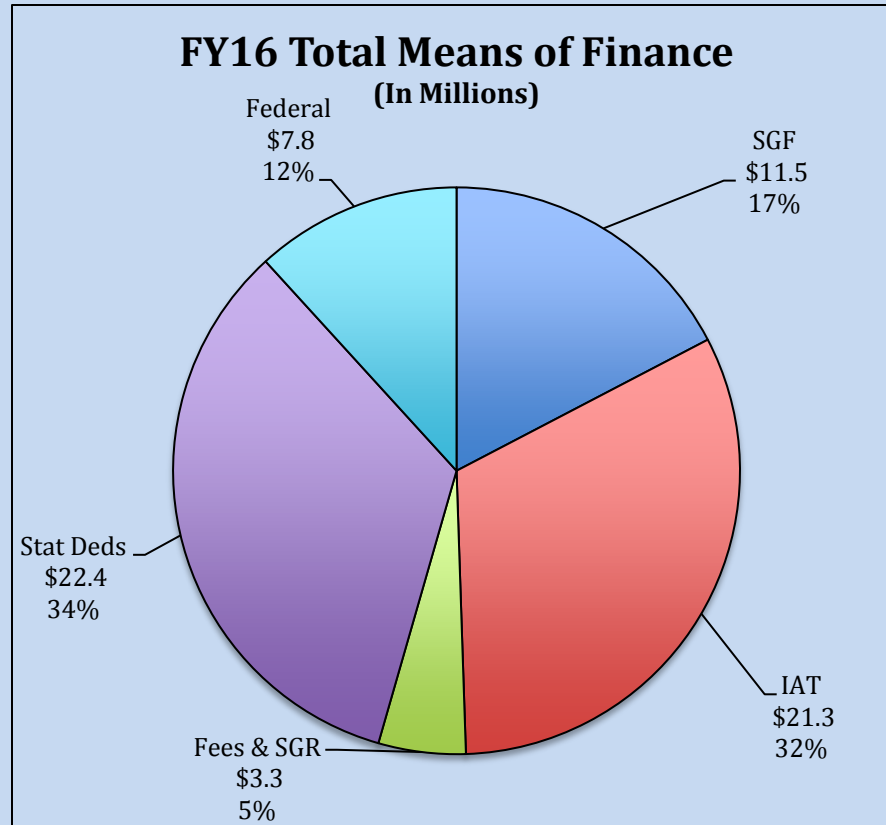
\$19.7 m. — Civil Law

\$15.3 m. — Crim Law/Medicaid Fraud

\$16.7 m. — Risk Litigation

\$5.8 m. — Gaming

FY16 Dept of Justice Means of Finance



Major Non-SGF Sources of Funding:

Statutory Dedications are from the Department of Justice Legal Support Fund (S), Department of Justice Debt Collection Fund (S), Tobacco Settlement Enforcement Fund (S), the Tobacco Control Special Fund (S), the Louisiana Fund (C), Insurance Fraud Investigation Fund (S), the Sex Offender Registry Technology Fund (S), the Medical Assistance Program Fraud Detection Fund (S), the Riverboat Gaming Enforcement Fund (S), Pari-Mutuel Live Racing Facility Gaming Control Fund (S), and the Video Draw Poker Device Fund (S). Interagency transfers are derived from various state agencies for legal services. Interagency transfers are provided from the Louisiana Commission on Law Enforcement to provide educational programming, domestic violence training, and a comprehensive approach to ensuring safe schools and from the Department of Public Safety for participation in the U Drink U Drive U Walk, project. The department also receives Interagency Transfers from the Office of Risk Management and from gaming control agencies for investigative and legal services. Fees and Self-generated revenues are derived from fees charged for the legal services associated with collection of delinquent student loans and from other quasi-state agencies for legal services. Fees and Self-generated Revenues are also derived from the Louisiana Lottery Commission and from participation in the U.S. Department of Justice Federal Forfeiture program. Federal Funds are derived from the Department of Housing and Urban Development for the Administration and Enforcement of the Louisiana open housing law and from the Department of Health and Human Services Medicaid Fraud Unit.

FY15 Existing Operating Budget vs. FY16 Recommended

Schedule 04 Dept. of Justice — Total Expenditures

Expenditure Category	FY15 Existing Operating Budget	FY16 Recommended Budget	Difference
Personal Services	\$40,981,950	\$41,518,238	\$536,288
Operating Expenses	\$2,722,921	\$3,362,770	\$639,849
Professional Services	\$19,632,368	\$5,539,309	(\$14,093,059)
Other Charges	\$16,336,561	\$14,721,924	(\$1,614,637)
Acquisitions & Major Repairs	\$992,344	\$1,153,126	\$160,782
Total Expenditures	\$80,666,144	\$66,295,367	(\$14,370,777)

FY16 Department of Justice

Selected Standard Statewide Adjustments

Annualization of FY15 Mid-Year Reduction Plan — (\$0.0 million) Total and (0) T.O.

Performance/Salary Adjustments:

\$0.0 million Total — Annualize Classified State Employees Performance Adjustment

0.7 million Total — Salary Base Adjustment

(\$0.6 million) Total — Attrition Adjustment

Retirement Adjustments:

\$89 thousand Total — La. State Employees' Retirement System Rate

(\$1.3 million) Total — La. State Employees' Retirement System Base

Group Insurance Adjustments (tied to OGB rate increase):

\$0.3 million Total — Group Insurance Rate Adjustment for Active Employees

\$67 thousand Total — Group Insurance Rate Adjustment for Retirees

Other:

\$10 thousand Total — Risk Management

\$96 thousand Total — Office of Technology Services

(\$1.3 million) Total — Non-recurring Carry-forwards

(\$0.0 million) Total — GEMS Savings

\$0.0 SGF and (0) T.O. — Office of State Human Capital

Department of Justice

Significant FY16 Budget Issues in the Department of Justice :

- (\$14,361,412) Total – Non-recurs funding associated with the Deepwater Horizon litigation. From April 2010 to March 2015, the department has expended approximately \$38 million on Deepwater Horizon litigation.
- \$2.3 million Substitution – This amount from state general fund is replaced with monies out of the Department of Justice Legal Support Fund in the Administrative Program.
- \$5.4 million – An increase out of the Department of Justice Legal Support Fund is provided to support the Complex Litigation Unit created by Act 796 of 2014.
- (\$3.4 million) Total – A reduction out of Fees and Self-generated revenues non-recurs excess budget authority associated with the National Mortgage Settlement Agreement.

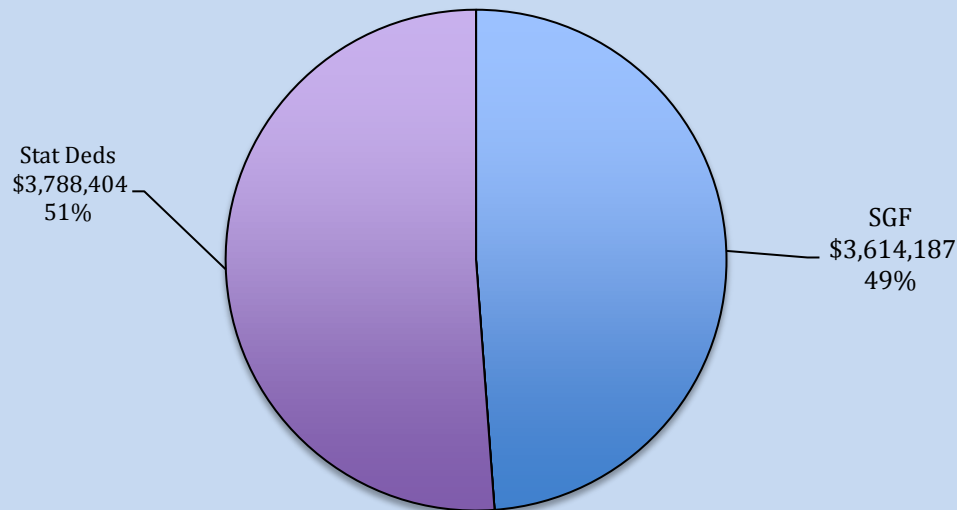
Department of Justice

Administrative Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	<i>Difference</i>
DOJ - Administrative	\$ 7,094,174	\$ 7,402,591	\$ 308,417

Total Positions	54	57	3
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FY16 Total Means of Finance

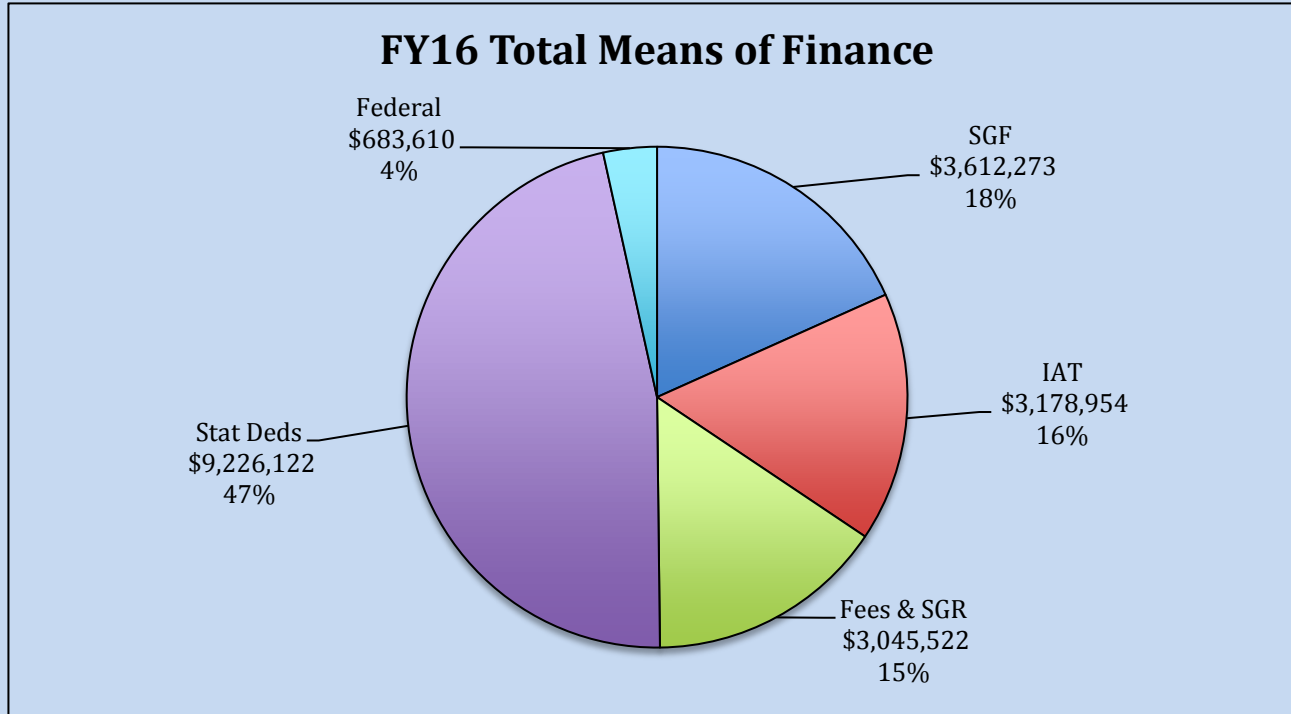


FY16 Non-Discretionary	FY16 Discretionary
\$1,392,183	\$6,010,408

Department of Justice

Civil Law Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
DOJ - Civil Law	\$ 34,720,291	\$ 19,746,481	\$ (14,973,810)
Total Positions	75	79	4



FY16 Non-Discretionary	FY16 Discretionary
\$76,059	\$19,670,422

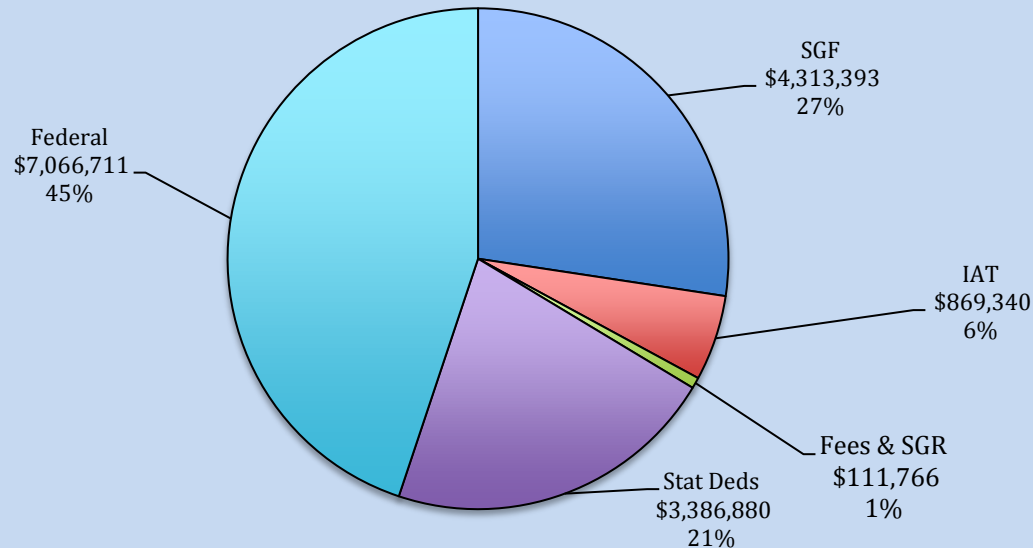
Department of Justice

Criminal Law & Medicaid Fraud Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
DOJ - Criminal Law & Medicaid Fraud	\$ 15,128,237	\$ 15,748,090	\$ 619,853

Total Positions	115	120	5
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FY16 Total Means of Finance

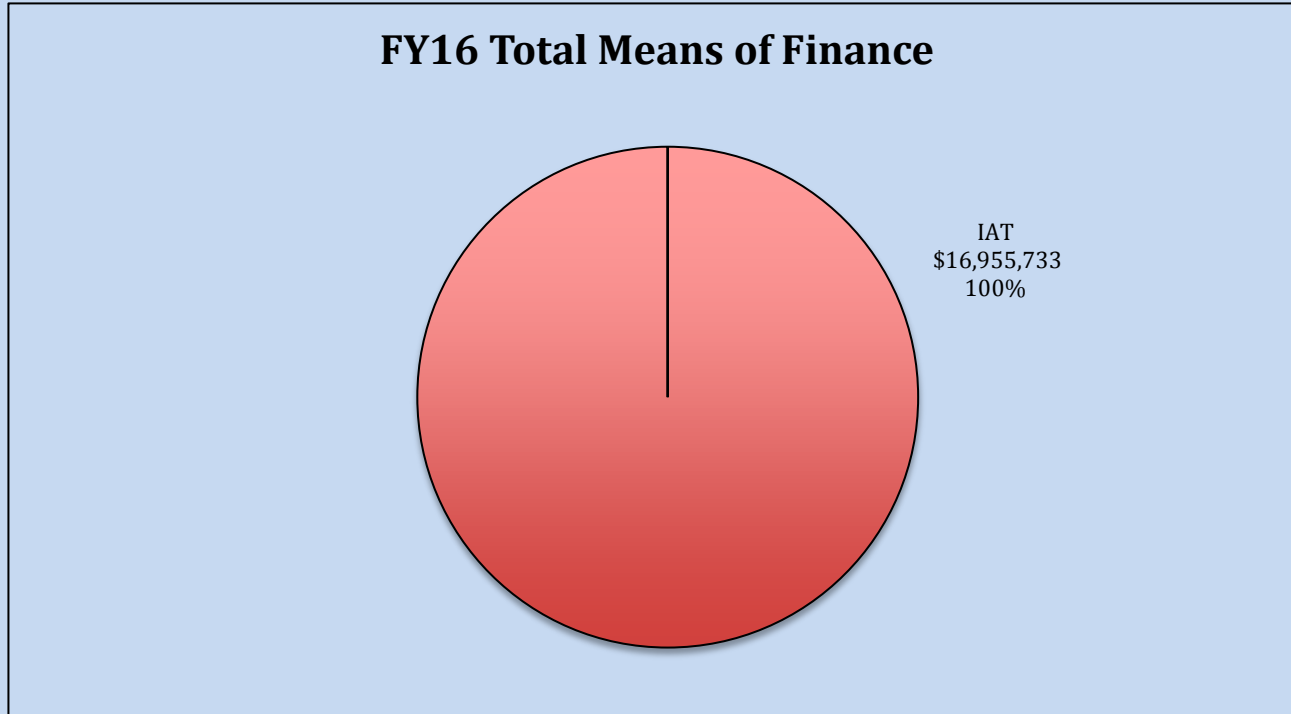


FY16 Non-Discretionary	FY16 Discretionary
\$412,010	\$15,336,080

Department of Justice

Risk Litigation Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	<i>Difference</i>
DOJ - Risk Litigation	\$ 18,060,676	\$ 16,955,733	\$ (1,104,943)
Total Positions	172	172	-

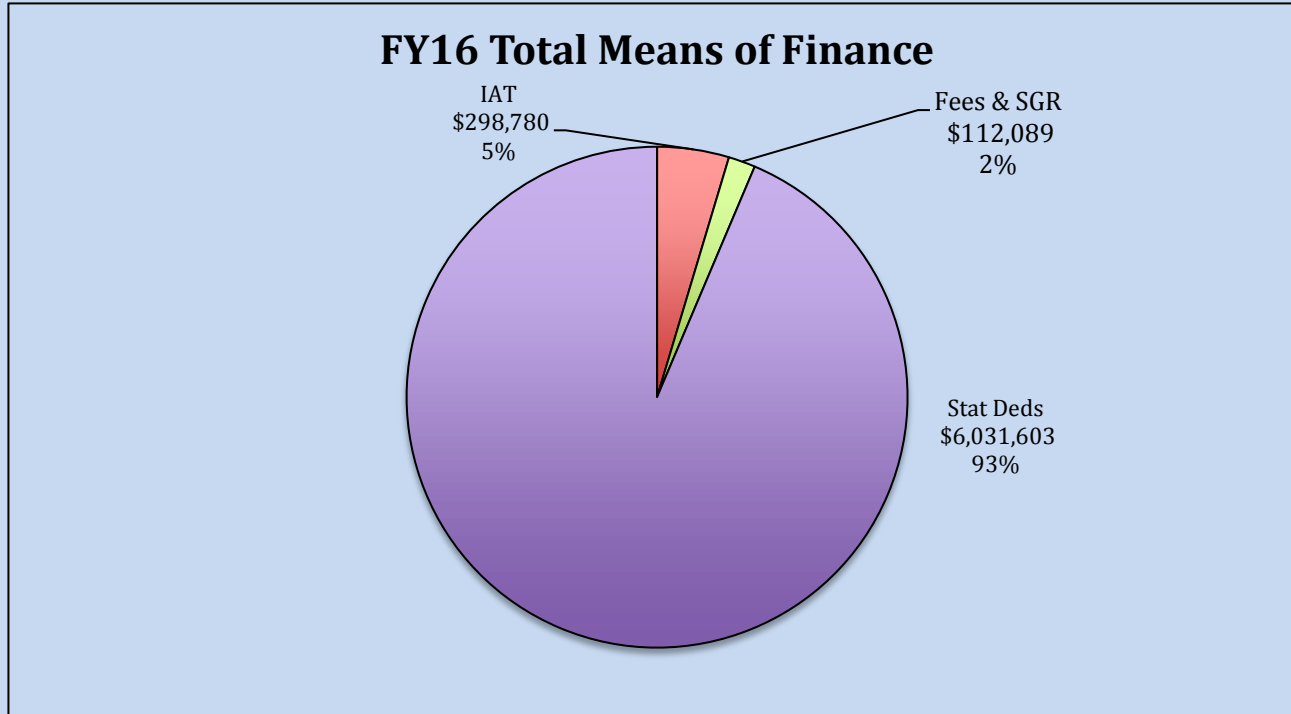


FY16 Non-Discretionary	FY16 Discretionary
\$243,876	\$16,711,857

Department of Justice

Gaming Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	<i>Difference</i>
DOJ - Gaming	\$ 5,662,766	\$ 6,442,472	\$ 779,706
Total Positions	51	51	-



FY16 Non-Discretionary	FY16 Discretionary
\$601,469	\$5,841,003



Karl Couvillon

FY16 Executive Budget

**Schedule 04-147
Department of Treasury**



**Louisiana Senate
Finance Committee
April 23, 2015**

FY16 Executive Budget

Schedule 04-147 — Department of Treasury

- **Administrative** — Provides administrative support for operations of the department, including managing, directing and planning .
- **Financial Accountability and Control** — Provides accounting and fiscal controls for all monies deposited in the Treasury. Ensures that monies are disbursed from the Treasury in accordance with constitutional and statutory law.
- **Debt Management** — Provides staff to assist the State Bond Commission in carrying out its constitutional and statutory mandates.
- **Investment Management** — Invests state funds deposited in the Treasury in a manner consistent with constitutional and statutory law and within the guidelines of the various funds under its management.

FY16 Executive Budget

Schedule 04-147 — Departmental Statistics

- Significant statistics for the Department of Treasury:
 - The General Fund investment portfolios finished FY14 with \$4.5 billion in average invested balances, and \$53.4 million in earnings from investment activities. State general fund investment income has decreased steadily from \$186 million in FY10 .
 - The Treasury collected \$89.8 million in unclaimed property from businesses and refunded \$32.3 million to Louisiana residents in FY14 compared to \$88.2 million in collections and \$31.2 million in refunds in FY 2013. Unclaimed monies are derived from a variety of sources, including such items as payroll checks, old bank accounts, royalties, utility deposits, interest payments, stock certificates and life insurance proceeds. One in six individuals in Louisiana has Unclaimed Property, and the average refund is \$300 to \$400.
 - The total par amount of Net State Tax Supported Debt (NSTSD) at the end of CY 2014 was \$6.9 billion compared to \$6.5 billion at the end of CY 2013. The amount of per capita NSTSD was \$1,503 in CY 2014 compared to \$1,396 in CY 2013.

Department of Treasury

FY15 Existing Operating Budget vs. Proposed FY16 Budget

Total Funding	FY15 EOB as of 12	FY16 Recommended	<i>Difference</i>
Treasury	\$ 12,435,467	\$ 10,418,225	\$ (2,017,242)

Total Positions	54	54	-
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Other Charges Positions: 0

FY16 Non-Discretionary Funding

Total Non-Disc.: \$405,213

Percent Non-Disc: 3.9%

Total Non-Disc. SGF: \$0

Non-Disc. T.O.: 1

FY16 Discretionary Funding

Total Discretionary: \$10,013,012

Percent Discretionary: 96.1%

Total Discretionary SGF: \$0

Discretionary T.O.: 53

Department of Treasury

Non-Discretionary/Discretionary Funding by Agency

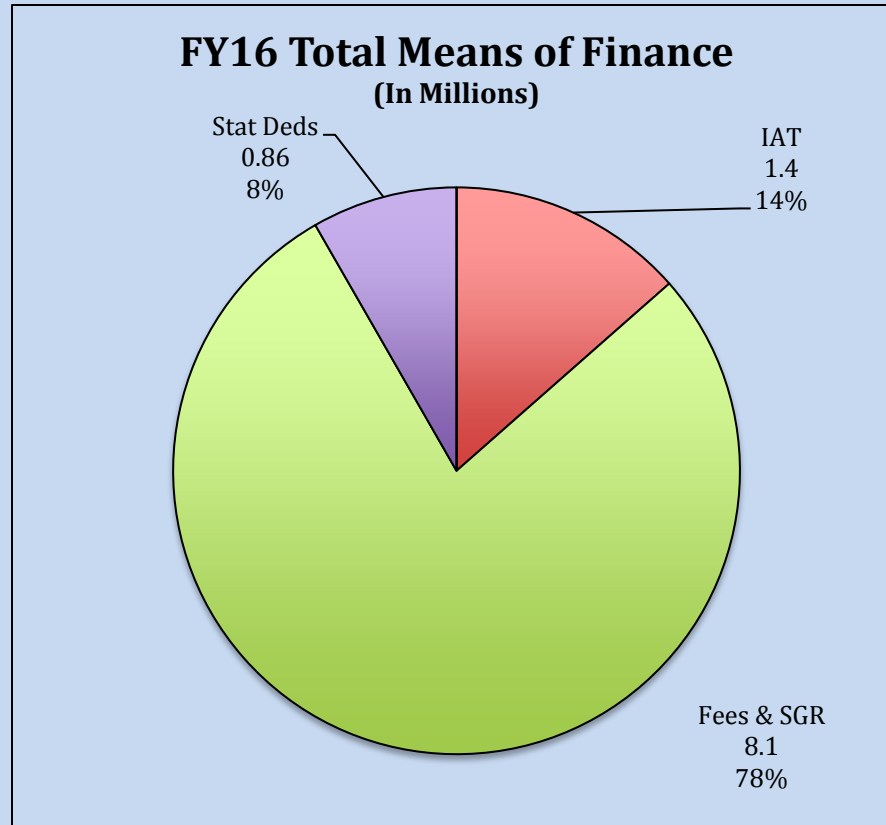
Non-Discretionary Funding:

\$0.1 m. — Administrative
\$0.1 m. — Fin. Account. & Control
\$0.1 m. — Debt Management
\$0.0 m. — Investment Mngmt.

Discretionary Funding:

\$4.3 m. — Administrative
\$3.3 m. — Fin. Account. & Control
\$1.0 m. — Debt Management
\$1.4 m. — Investment Mngmt.

FY16 Dept of Treasury Means of Finance



Major Non-SGF Sources of Funding:

Non-SGF means of finance include Statutory Dedications, Interagency Transfers, and Fees & Self-generated Revenues. Interagency Transfers are funded by fees collected from agencies that receive central depository banking services provided by the Treasury. Fees and Self-generated Revenues are funded by State Bond Commission fees collected for review of the issuance of debt by private and public entities; Securities Lending Program fees received from investment income on certain debt obligations of the Federal Government; and Unclaimed Property fees collected pursuant to that function. Statutory Dedications are funded by the Crescent City Amnesty Refund Fund (S), the Louisiana Education Quality Support Fund (C) to administer the equity investment program and the Millennium Trust Fund (C) to administer the investment program.

FY15 Existing Operating Budget vs. FY16 Recommended

Schedule 04 Treasury — Total Expenditures

Expenditure Category	FY15 Existing Operating Budget	FY16 Recommended Budget	Difference
Personal Services	\$6,612,104	\$6,476,160	(\$135,944)
Operating Expenses	\$1,173,934	\$888,744	(\$285,190)
Professional Services	\$663,947	\$263,147	(\$400,800)
Other Charges	\$3,898,282	\$2,726,260	(\$1,172,022)
Acquisitions & Major Repairs	\$87,200	\$63,914	(\$23,286)
Total Expenditures	\$12,435,467	\$10,418,225	(\$2,017,242)

FY16 Department of Treasury

Selected Standard Statewide Adjustments

Annualization of FY15 Mid-Year Reduction Plan — (\$0.0 million) Total and (0) T.O.

Performance/Salary Adjustments:

\$39 thousand Total — Annualize Classified State Employees Performance Adjustment

\$0.1 million Total — Salary Base Adjustment

(\$0.0 million) Total — Attrition Adjustment

Retirement Adjustments:

\$8 thousand Total — La. State Employees' Retirement System Rate

(\$0.1 million) Total — La. State Employees' Retirement System Base

Group Insurance Adjustments (tied to OGB rate increase):

\$34 thousand Total — Group Insurance Rate Adjustment for Active Employees

\$26 thousand Total — Group Insurance Rate Adjustment for Retirees

Other:

(\$2 thousand) Total — Risk Management

\$12 thousand Total — Office of Technology Services

(\$0.0 million) Total — Non-recurring Carry-forwards

(\$0.0 million) Total — GEMS Savings

\$0.0 SGF and (0) T.O. — Office of State Human Capital

Department of Treasury

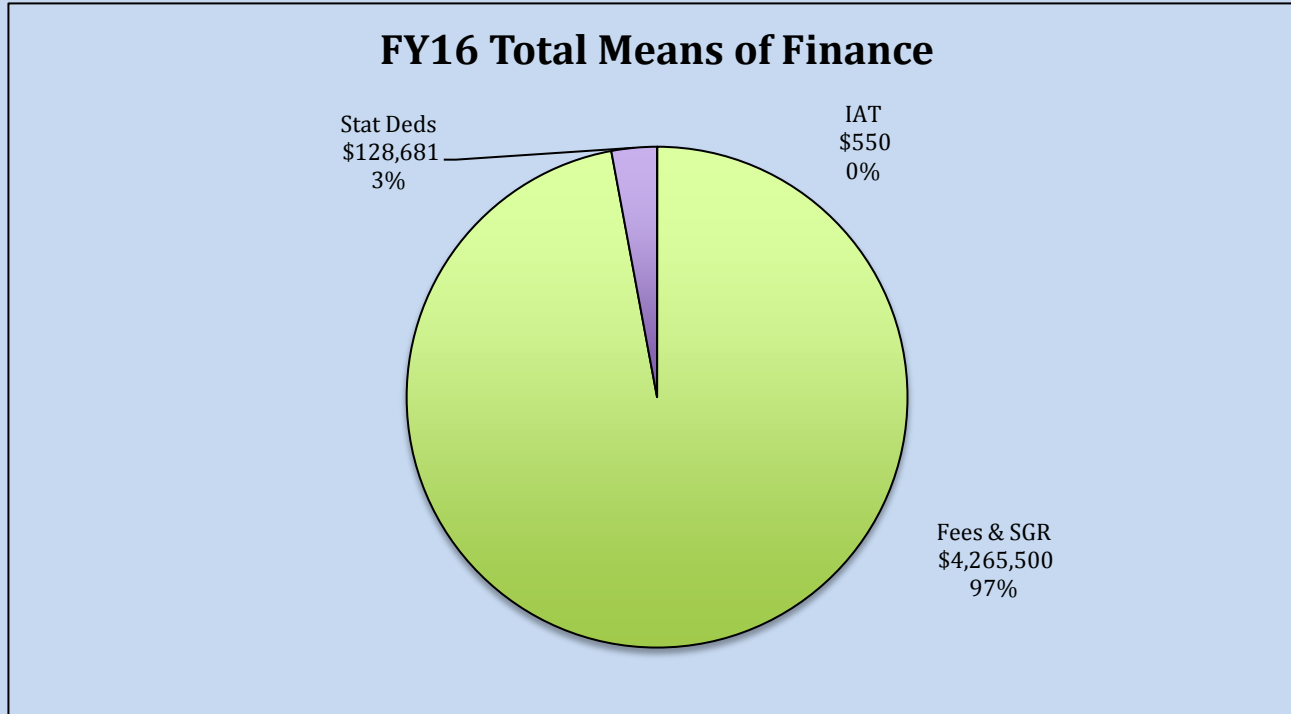
Significant FY16 Budget Issues in the Department of Treasury :

- (\$2 million) Total – The department's budget is reduced by \$2 million in FY16. Each of the department's four programs will experience decreases through delayed acquisition purchases, elimination of some WAEs, reduced operating services, and reductions in advertising, supplies, and contracts.

Department of Treasury

Administrative Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
TREAS - Administrative	\$ 4,689,661	\$ 4,394,731	\$ (294,930)
Total Positions	24	24	-

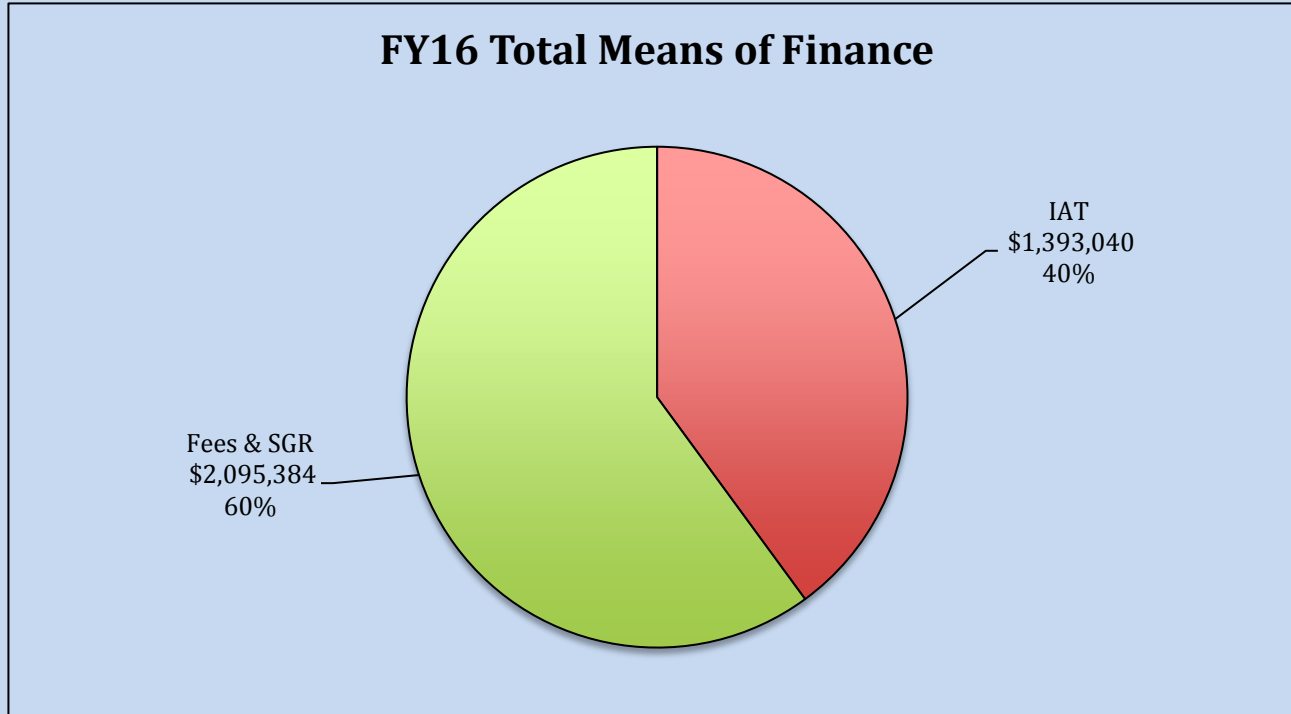


FY16 Non-Discretionary	FY16 Discretionary
\$125,894	\$4,268,837

Department of Treasury

Financial Accountability & Control Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
Fin. Accountability & Control Program	\$ 3,789,797	\$ 3,488,424	\$ (301,373)
Total Positions	17	17	-



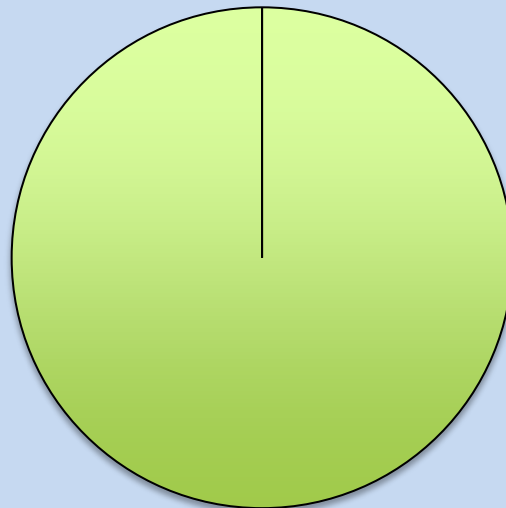
FY16 Non-Discretionary	FY16 Discretionary
\$146,359	\$3,342,065

Department of Treasury

Debt Management

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
TREAS - Debt Management	\$ 1,546,100	\$ 1,104,373	\$ (441,727)
Total Positions	9	9	-

FY16 Total Means of Finance



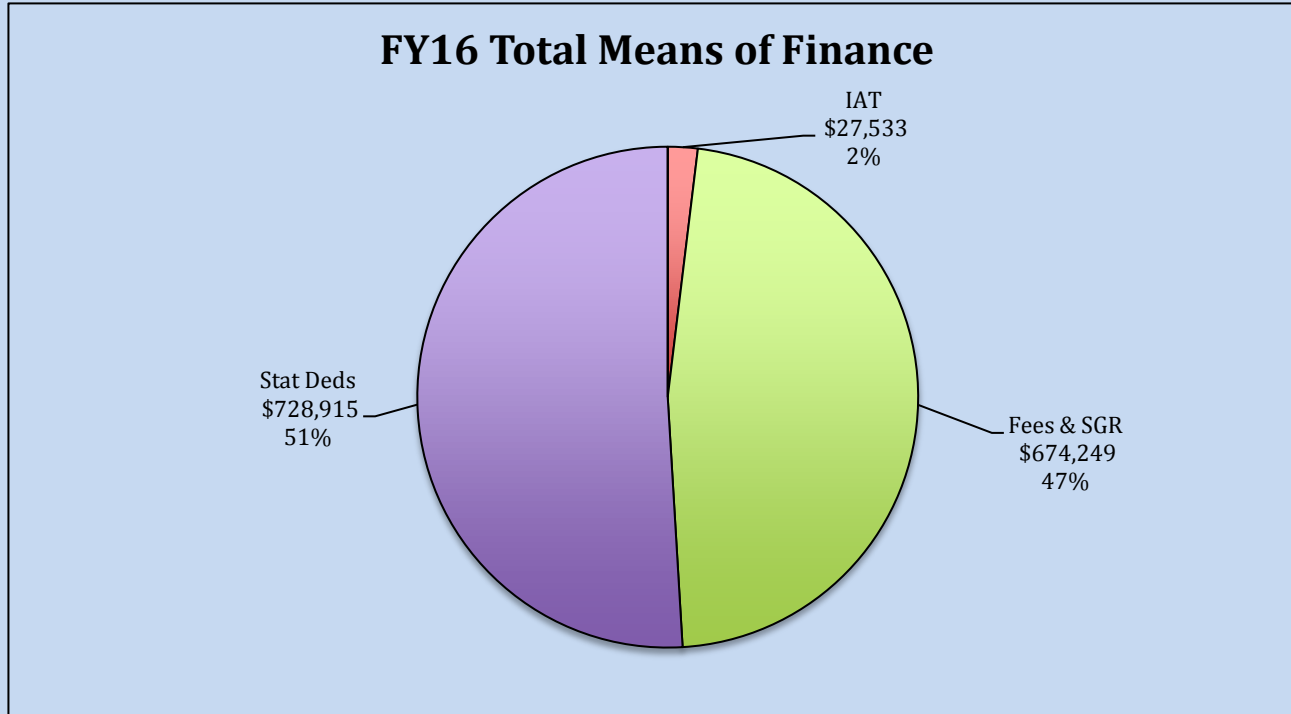
Fees & SGR
\$1,104,373
100%

FY16 Non-Discretionary	FY16 Discretionary
\$132,960	\$971,413

Department of Treasury

Investment Management Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
TREAS-Investment Management	\$ 2,409,909	\$ 1,430,697	\$ (979,212)
Total Positions	4	4	-



FY16 Non-Discretionary	FY16 Discretionary
\$0	\$1,430,697



Karl Couvillon

FY16 Executive Budget

**Schedule 04-158
Dept. of Public Service**



**Louisiana Senate
Finance Committee
April 23, 2015**

FY16 Executive Budget

Schedule 04-158 — Department of Public Service

- **Administrative** — Provides support to all programs of the Commission through policy development, communications, and dissemination of information. Provides technical and legal support to all programs to ensure that all cases are processed through the Commission in a timely manner. Manages Do Not Call problems, issues, and complaints.
- **Support Services** — Reviews, analyzes, and investigates rates and charges filed before the Commission. Manages the process of adjudicatory proceedings. Conducts evidentiary hearings and makes recommendations to the Commission.
- **Motor Carrier Registration** — Provides regulation of intrastate common and contract carriers offering services for hire. Responsible for the financial liability and lawfulness of interstate motor carriers operating into or through Louisiana. Enforces motor carrier laws.
- **District Offices** — Provides accessibility and information to the public through district offices located in each of the five Public Service Commission districts. District offices manage consumer complaints; hold meetings with consumer groups and regulated companies; and administer rules, regulations, and state and federal laws at a local level.

FY16 Executive Budget

Schedule 04-158 — Departmental Statistics

- Significant statistics for the Department of Public Service:
 - With the current industrial development, the Public Service Commission, in cooperation with federal agencies, will oversee the growth of electric and other utilities in the state. This will include making decisions about construction of new power plants and how the costs shall be allocated.
 - The Commission received national attention recently for a study performed on its behalf. A report released by the Public Service Commission in February, 2015 found that solar net metering is shifting \$2 million in grid costs to non-solar customers and that figure could grow to \$31.4 million by 2020. Solar proponents have disputed the findings.
 - The Commission works to ensure that cost sharing is fair for ratepayers. In October, 2014, the Commission announced that Entergy Louisiana and Entergy Gulf States Louisiana would receive an additional \$16 million and \$21 million respectively. This was the result of an order made by the Federal Energy Regulatory Commission after filings by the Commission arguing that Entergy was not proportionally spreading the cost of electric generation over its subsidiaries in Louisiana, Mississippi, Arkansas, and Texas. This particular case resulted in ratepayers receiving one-time credits of between \$7.50 and \$16.75. The total refunded amount from all similar bandwidth cases has been \$780 million.

Department of Public Service

FY15 Existing Operating Budget vs. Proposed FY16 Budget

Total Funding	FY15 EOB as of 12	FY16 Recommended	<i>Difference</i>
Public Service	\$ 10,017,517	\$ 8,895,471	\$ (1,122,046)
Total Positions	97	97	-
<u>Other Charges Positions: 0</u>			

FY16 Non-Discretionary Funding

Total Non-Disc.: \$1,355,605

Percent Non-Disc: 15.2%

Total Non-Disc. SGF: \$0

Non-Disc. T.O.: 0

FY16 Discretionary Funding

Total Discretionary: \$7,539,866

Percent Discretionary: 84.8%

Total Discretionary SGF: \$0

Discretionary T.O.: 97

Department of Public Service

Non-Discretionary/Discretionary Funding by Agency

Non-Discretionary Funding:

\$0.5 m. — Administrative

\$0.3 m. — Support Services

\$0.1 m. — Motor Carrier Registr.

\$0.5 m. — District Offices

Discretionary Funding:

\$2.9 m. — Administrative

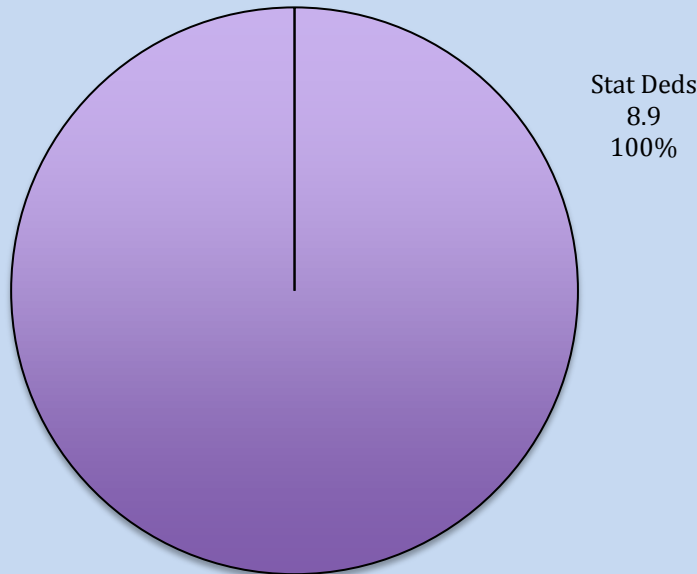
\$1.9 m. — Support Services

\$0.5 m. — Motor Carrier Registr.

\$2.3 m. — District Offices

FY16 Dept of Public Service Means of Finance

FY16 Total Means of Finance
(In Millions)



Major Non-SGF Sources of Funding:

Non-SGF means of finance includes only Statutory Dedications. Dedications used by the department include the Telephonic Solicitation Relief Fund (S), the Utility and Carrier Inspection and Supervision Fund (S), and the Motor Carrier Regulation Fund (S). Funds are generated from inspection and supervision fees paid by common carriers, contract carriers, and public utilities. Additionally, various fees such as fines, filing fees, I.D. stamps, rehearing applications, registration fees, etc. are collected by the Public Service Commission.

FY15 Existing Operating Budget vs. FY16 Recommended

Schedule 04 PSC — Total Expenditures

Expenditure Category	FY15 Existing Operating Budget	FY16 Recommended Budget	Difference
Personal Services	\$7,699,095	\$7,244,656	(\$454,439)
Operating Expenses	\$743,525	\$453,589	(\$289,936)
Professional Services	\$5,000	\$5,000	\$0
Other Charges	\$1,380,827	\$1,192,226	(\$188,601)
Acquisitions & Major Repairs	\$189,070	\$0	(\$189,070)
Total Expenditures	\$10,017,517	\$8,895,471	(\$1,122,046)

FY16 Department of Public Service

Selected Standard Statewide Adjustments

Annualization of FY15 Mid-Year Reduction Plan — (\$0.0 million) Total and (0) T.O.

Performance/Salary Adjustments:

\$65 thousand Total — Annualize Classified State Employees Performance Adjustment

\$0.1 million Total — Salary Base Adjustment

(\$0.2 million) Total — Attrition Adjustment

Retirement Adjustments:

\$11 thousand Total — La. State Employees' Retirement System Rate

(\$0.0 million) Total — La. State Employees' Retirement System Base

Group Insurance Adjustments (tied to OGB rate increase):

\$57 thousand Total — Group Insurance Rate Adjustment for Active Employees

\$38 thousand Total — Group Insurance Rate Adjustment for Retirees

Other:

\$10 thousand Total — Risk Management

\$12 thousand Total — Office of Technology Services

(\$0.3 million) Total — Non-recurring Carry-forwards

(\$0.0 million) Total — GEMS Savings

\$0.0 SGF and (0) T.O. — Office of State Human Capital

Department of Public Service

Significant FY16 Budget Issues in the Department of Public Service :

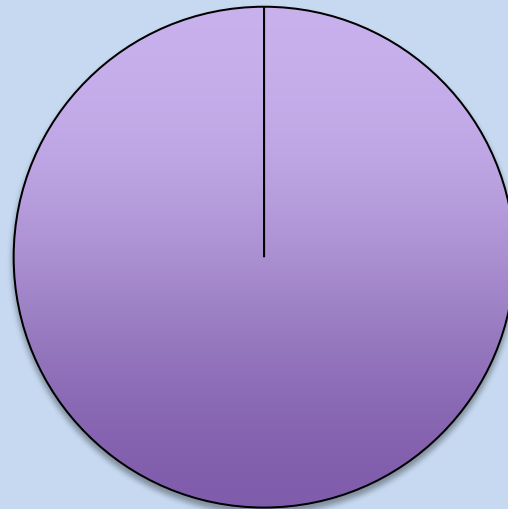
- (\$689,029) Total – The department's overall budget is reduced by this amount in FY16 due to a reduction recognized by the Revenue Estimating Conference.
- (\$12,750) Total – A reduction to the Utility & Carrier Inspection and Supervision Fund is recommended due to the sale of vehicles.

Department of Public Service

Administrative Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
PSC - Administrative	\$ 3,781,553	\$ 3,395,825	\$ (385,728)
Total Positions	32	33	1

FY16 Total Means of Finance



Stat Deds
\$3,395,825
100%

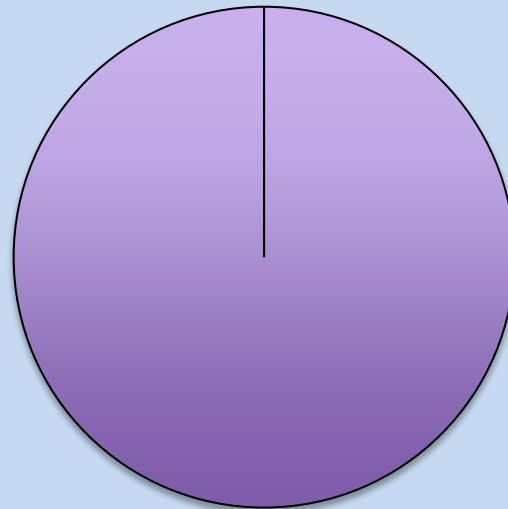
FY16 Non-Discretionary	FY16 Discretionary
\$488,442	\$2,907,383

Department of Public Service

Support Services Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	<i>Difference</i>
PSC - Support Services	\$ 2,832,691	\$ 2,202,327	\$ (630,364)
Total Positions	25	24	(1)

FY16 Total Means of Finance



Stat Deds
\$2,202,327
100%

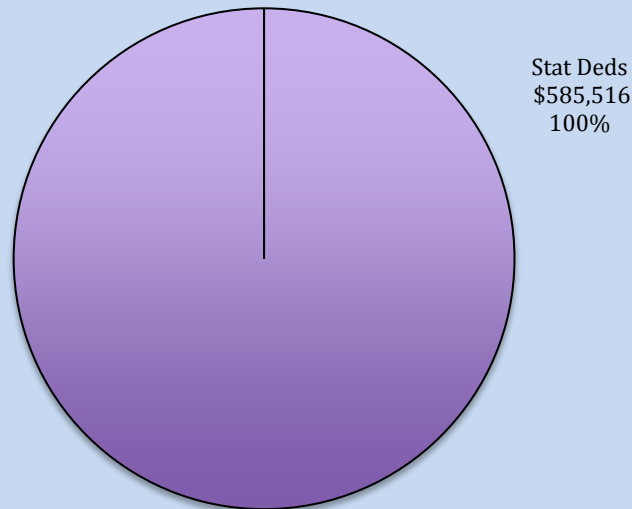
FY16 Non-Discretionary	FY16 Discretionary
\$284,563	\$1,917,764

Department of Public Service

Motor Carrier Registration

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	<i>Difference</i>
PSC - Motor Carrier Registration	\$ 585,394	\$ 585,516	\$ 122
Total Positions	5	5	-

FY16 Total Means of Finance



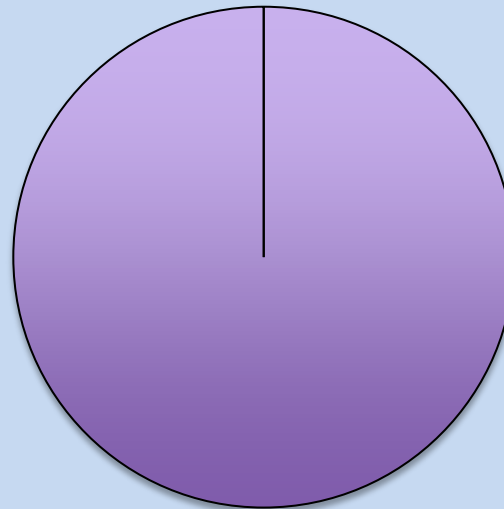
FY16 Non-Discretionary	FY16 Discretionary
\$123,578	\$461,938

Department of Public Service

District Offices

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	<i>Difference</i>
PSC - District Offices	\$ 2,817,879	\$ 2,711,803	\$ (106,076)
Total Positions	35	35	-

FY16 Total Means of Finance



Stat Deds
\$2,711,803
100%

FY16 Non-Discretionary	FY16 Discretionary
\$459,022	\$2,252,781



FY16 Executive Budget

Schedule 04-160 Department of Agriculture and Forestry



Louisiana Senate
Finance Committee
April 23, 2015

FY16 Executive Budget

Schedule 04-160 — Department of Ag & Forestry

- **Management & Finance** — Centrally manages revenue, purchasing, payroll, computer functions and support services.
- **Agricultural & Environmental Sciences** — Samples and inspects seeds, fertilizers and pesticides; Enforces quality requirements; Assists farmers in the safe and effective application, including remediation of improper pesticide application; and Licenses and permits horticulture related businesses.
- **Animal Health and Food Safety** — Conducts inspections of meat products, eggs, and fish products; Controls and eradicates infectious diseases of animals and poultry; Ensures quality and condition of fresh produce and grain commodities; Licenses livestock dealers; Supervises auction markets; and Oversees livestock theft issues and nuisance animals.
- **Agro-Consumer Services** — Regulates weights and measures; Licenses weigh masters, scale companies, and technicians; Licenses and inspects bonded farm warehouses and milk processing plants; Licenses grain dealers, warehouses, and cotton buyers; and Provides regulatory services to ensure consumer protection for Louisiana producers and consumers.
- **Forestry** — Promotes sound forest management practices and provides technical assistance, tree seedlings, insect and disease control and law enforcement for the state's forest lands; Conducts fire detection and suppression activities using surveillance aircraft, fire towers, and fire crews; and Provides conservation education and urban forestry expertise.
- **Soil and Water Conservation** — Oversees a delivery network of local soil and water conservation districts that provide assistance to land managers in conserving and restoring water quality, wetlands, and soil. Serves as the official state cooperative program with the Natural Resources Conservation Service of the U.S. Department of Agriculture.
- **Auxiliary Account** — Operates and maintains the Indian Creek Reservoir and Recreation Area; Operates the Nurseries Program to produce forest seedlings for sale to landowners; Manages the Agricultural Commodities Self-Insurance Fund for grain dealers and warehousemen; and Oversees the Grain and Cotton Indemnity Fund for grain and cotton producers.

Audit Findings

Department of Ag & Forestry,
Louisiana Agricultural Finance Authority – Lacassine Syrup Mill, July 9, 2014

The informational report determined the estimated net losses of taxpayers' funds associated with the Lacassine Syrup Mill (mill) project totaled approximately \$71 million. In March 2004, the authority issued \$45 million in revenue bonds to construct the mill and in November 2006, the authority sold the mill to Cementos Andinos S.A. (Cementos), in a non-cash transaction under a \$60 million promissory note. In addition, Cementos borrowed \$11 million from two local banks for operating purposes. The Department of Agriculture and Forestry and the authority guaranteed these loans. The mill operated for approximately one month during the 2007 and 2008 harvest seasons and did not generate any net operating revenue. The mill was idle from 2008 until it was sold for disassembly in 2013. The Legislative Auditor reported the mill's history from its inception through Cementos's default on its promissory note and the two guaranteed loans and the ultimate sale of the mill.

FY16 Executive Budget

Schedule 04-160 — Departmental Statistics

- Significant statistics for the Department of Ag & Forestry:
 - As of FY14, there were 586 registered beekeepers in the state.
 - At the close of FY14, 100% of cotton acreage was free of boll weevils, and no boll weevils had been trapped.
 - In FY14, the number of possible unfair trade practices complaints investigated that resulted in confirmed violations was zero.
 - The average wildfire size in FY14 was 9.9 acres, and 1,081 fires were recorded in that year.
 - Soil and Water Conservation Districts provided technical assistance to 8,288 landowners in FY14.
 - In FY14, 100% of poultry passed inspection, and 99% of eggs and egg products passed inspection.

Department of Ag & Forestry

FY15 Existing Operating Budget vs. Proposed FY16 Budget

Total Funding	FY15 EOB as of 12	FY16 Recommended	<i>Difference</i>
Ag & Forestry	\$ 76,705,479	\$ 70,870,150	\$ (5,835,329)
Total Positions	555	553	(2)
Other Charges Positions: 22			

FY16 Non-Discretionary Funding

Total Non-Disc.:	\$15,720,550
Percent Non-Disc:	22.2%
Total Non-Disc. SGF:	\$4,657,689
Non-Disc. T.O.:	1

FY16 Discretionary Funding

Total Discretionary:	\$55,149,600
Percent Discretionary:	77.8%
Total Discretionary SGF:	\$16,639,165
Discretionary T.O.:	552

Department of Ag & Forestry

Non-Discretionary/Discretionary Funding by Agency

Non-Discretionary Funding:

\$5.8 m. — Mngmt. & Finance

\$9.9 m. — Agri & Enviro Sciences

\$0.0 m. — Animal Health/Food Safety

\$0.0 m. — Agro-Consumer Services

\$0.0 m. — Forestry

\$0.0 m. — Soil & Water Conserv.

\$0.0 m. — Auxiliary Account

Discretionary Funding:

\$10.4 m. — Mngmt. & Finance

\$10.0 m. — Agri & Enviro Sciences

\$10.7 m. — Animal Health/Food Safety

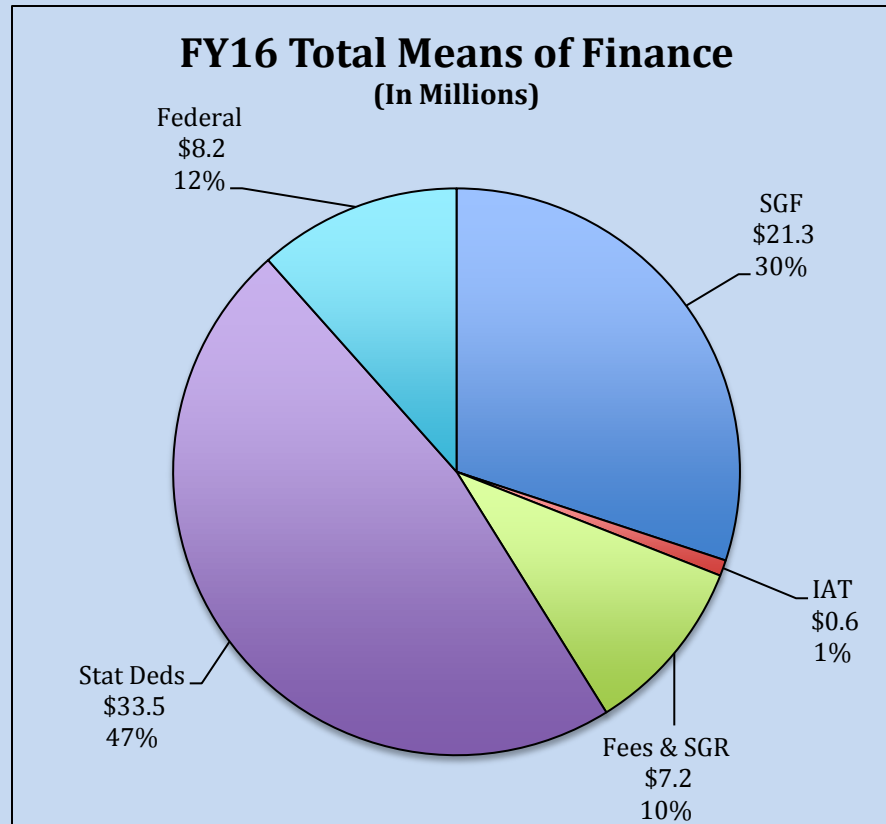
\$7.0 m. — Agro-Consumer Services

\$14.2 m. — Forestry

\$1.1 m. — Soil & Water Conserv.

\$1.8 m. — Auxiliary Account

FY16 Dept of Ag & Forestry Means of Finance



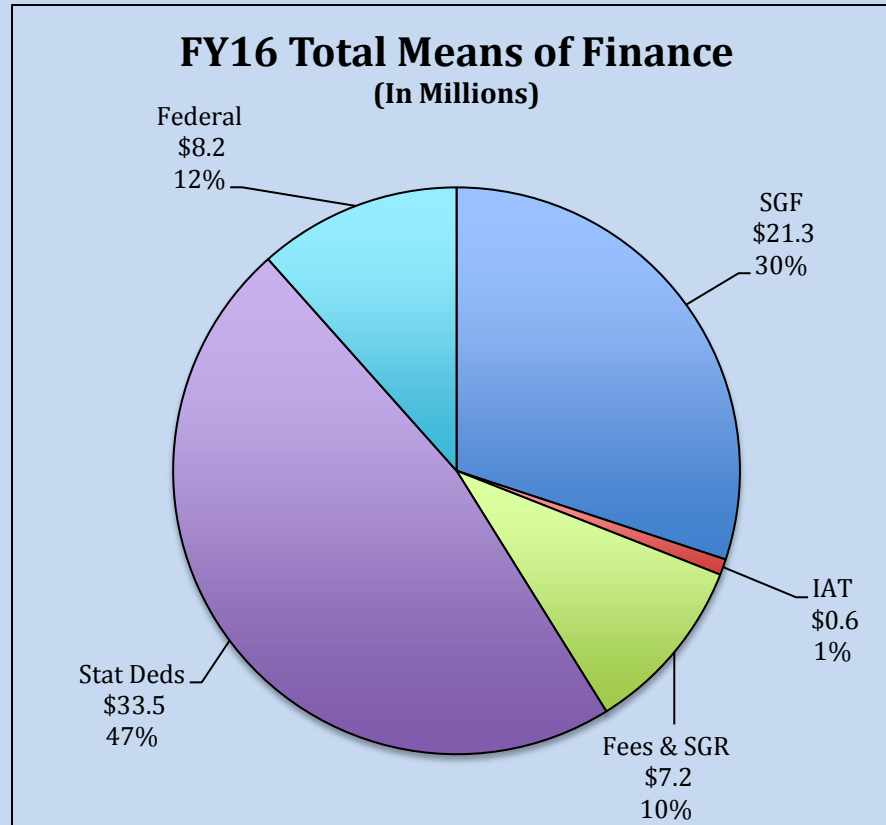
Major Non-SGF Sources of Funding:

Non-SGF means of finance in the department include Interagency Transfers, Fees & Self-generated Revenues, Statutory Dedications and Federal monies.

Interagency Transfers are derived from Department of Health and Hospitals, from the Office of the State Fire Marshal for wildfire prevention and suppression activities; the Office of Coastal Protection and Restoration for developing erosion control plans along the coast of Louisiana, Best Management practices, water quality, and wetland resource programs.

Fees and Self-Generated Revenues are derived from insurance and other reimbursements; reimbursement from LAFA for salaries of maintenance personnel; grading fees assessed on meat, meat products, fish and fish products; a fee of \$2.00 per calf hood vaccination at auction markets; vaccination fees; Sale of Health Certificates; Equine Infectious Anemia Surveillance & Horse Identification Program; Deer farming; Turtle Farmers License fee; Livestock Sanitary Board; Poultry Graders; Dairy and Poultry Trust Fund; LA Egg Commission; Egg Assessment Fees; funds collected from assessments on sales of milk and dairy products; timber sales from the State Forests; fees assessed for prescribed burning and general forestry assistance materials; and from the sale of commodities and services.

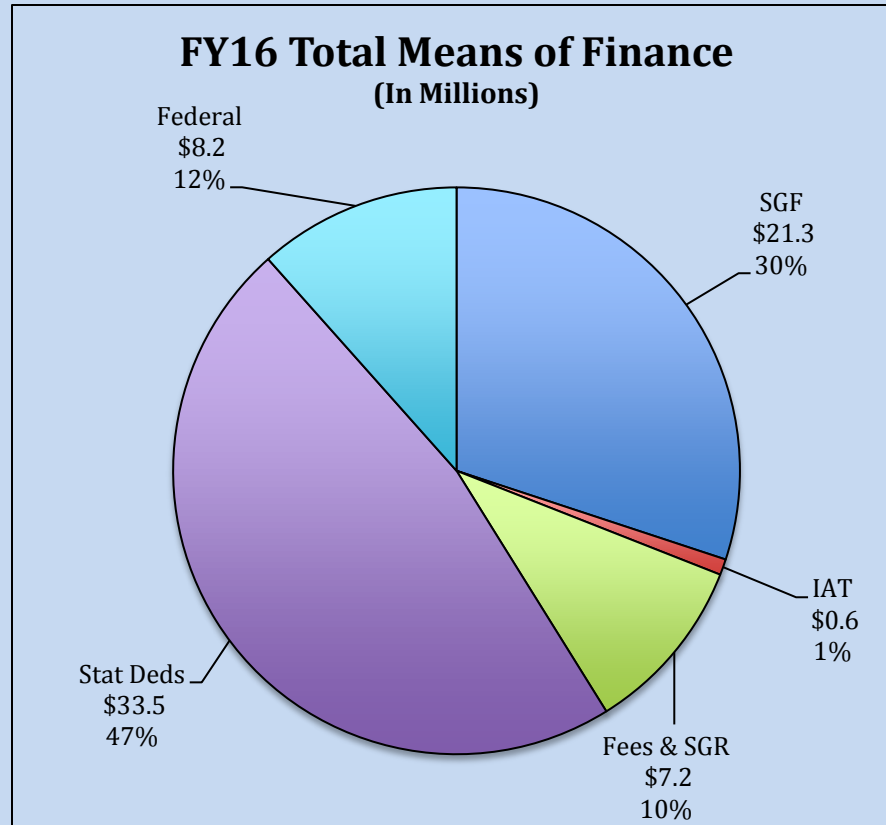
FY16 Dept of Ag & Forestry Means of Finance (continued)



Major Non-SGF Sources of Funding:

Statutory Dedications are received from a variety of sources, including the Structural Pest Control Commission Fund (S) via fees on branches and contracts of termite control operators; the Feed and Fertilizer Fund (S) via tonnage fees on feed and fertilizer; the Louisiana Agricultural Finance Authority (LAFA) Fund (S) as a result of interest income and fees collected with any bonds issued by LAFA; the Pesticide Fund (S) via fees from labeling and registration of certain pesticides; the Petroleum Products Fund (S) via assessments, fees, penalties, and all other funds related to the inspection, regulation, and analysis of petroleum products, any commercial weighing or measuring device used in the distribution handling or sale of petroleum products and enforcement; the Agricultural Commodity Dealers and Warehouse Fund (S) via assessments on commodities stored at the first point of sale, inspection and certification of moisture meters, warehouse licenses; the Weights and Measures Fund (S) via inspection fees for weights and measures scales; the Boll Weevil Eradication Fund (S) via penalties and fines charged to cotton growers under the regulations of the Boll Weevil Eradication Program;

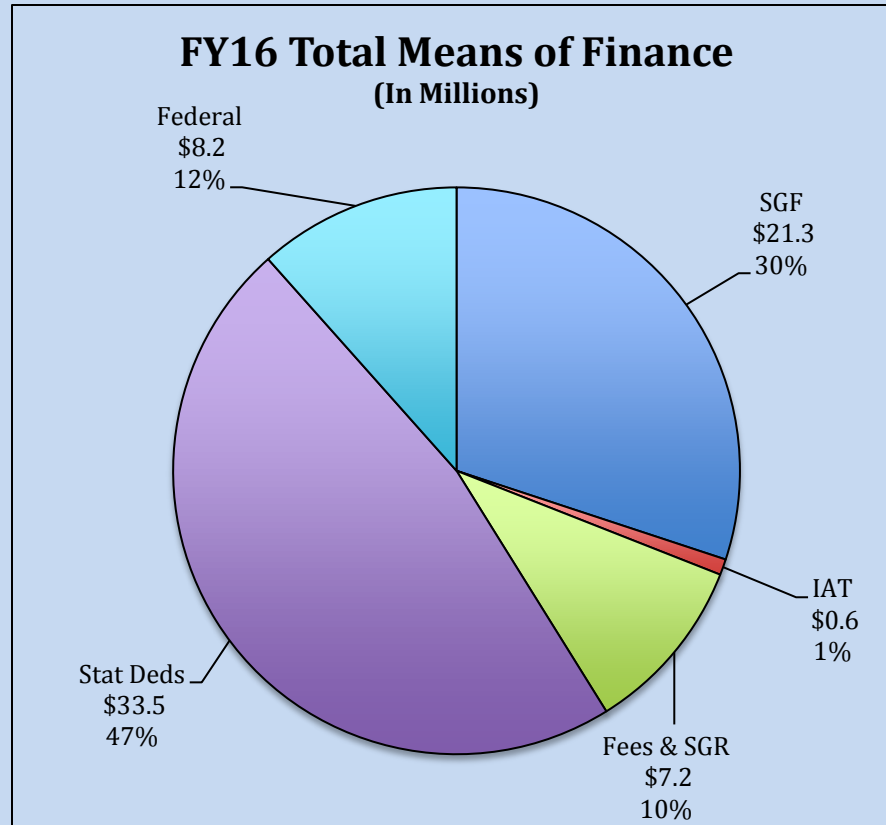
FY16 Dept of Ag & Forestry Means of Finance (continued)



Major Non-SGF Sources of Funding:

the Horticulture and Quarantine Fund (S) via fees collected for Apiary permits, fees for collecting and enforcing different horticultural professions and occupations, fees for inspection and certification of cotton for the presence of the boll weevil, and reasonable fees to help defray the expenses incurred for salaries for inspecting nursery stock grown or propagated for sale or distribution; the Seed Commission Fund (S) via fees from seed certification; the Sweet Potato Pests and Diseases Fund (S) via sweet potato inspection fees; the Livestock Brand Commission Fund (S) via fees for recording brands or marks, renewals and transfers; the Forest Protection Fund (S) paid by the landowners at the rate of 8 cents per acre; the Forest Productivity Fund (S) that receives 75% of the state's share of the timber severance tax; the Agricultural Commodity Self-Insurance Fund (S) and the Grain and Cotton Indemnity Fund (S).

FY16 Dept of Ag & Forestry Means of Finance (continued)



Major Non-SGF Sources of Funding:

Federal Funds are received from the U.S. Department of Agriculture, the Environmental Protection Agency (EPA) - Enforcement and Certification Programs, the Ground Water Protection Worker Protection & Endangered Species Program, the USDA - Imported Fire Ant Program, the EPA - Feed Inspection Capacity Program, the federally funded Livestock Sanitary Board Program, reimbursements from the U.S. Department of Agriculture (USDA) for grading and certification of meat and meat products, reimbursements from the U.S. Department of Commerce for certification of fish and fish products, Federal Egg Product Inspection, the Federal Container Salvage Fund, State Administrative Expenses for food distribution, the U.S. Department of Agriculture (USDA) for commodity credit for reimbursement of audit expenses, Fruit and Vegetable Grain Cooperative Agreement, Weights and Measures Cooperative Agreement, the Crop and Livestock Statistical Reporting Service, the U.S. Forest Service for forest protection and fire assistance; U.S. Department of Agriculture (USDA) for development of watershed plans.

FY15 Existing Operating Budget vs. FY16 Recommended

Schedule 04 Dept. of Ag & Forestry — Total Expenditures

Expenditure Category	FY15 Existing Operating Budget	FY16 Recommended Budget	Difference
Personal Services	\$46,821,785	\$43,405,481	(\$3,416,304)
Operating Expenses	\$9,437,721	\$8,169,270	(\$1,268,451)
Professional Services	\$258,808	\$207,978	(\$50,830)
Other Charges	\$19,296,100	\$18,635,921	(\$660,179)
Acquisitions & Major Repairs	\$891,065	\$451,500	(\$439,565)
Total Expenditures	\$76,705,479	\$70,870,150	(\$5,835,329)

FY16 Department of Ag & Forestry

Selected Standard Statewide Adjustments

Annualization of FY15 Mid-Year Reduction Plan — (\$0.3 million) SGF and (0) T.O.

Performance/Salary Adjustments:

\$0.2 million Total — Annualize Classified State Employees Performance Adjustment

\$22 thousand Total — Salary Base Adjustment

(\$0.8 million) Total — Attrition Adjustment

Retirement Adjustments:

\$61 thousand Total — La. State Employees' Retirement System Rate

(\$0.2 million) Total — La. State Employees' Retirement System Base

Group Insurance Adjustments (tied to OGB rate increase):

\$0.4 million Total — Group Insurance Rate Adjustment for Active Employees

\$0.5 million Total — Group Insurance Rate Adjustment for Retirees

Other:

(\$0.2 million) SGF — Risk Management

\$0.1 million SGF — Office of Technology Services

(\$0.0 million) Total — Non-recurring Carry-forwards

(\$0.0 million) Total — GEMS Savings

\$0.0 SGF and (0) T.O. — Office of State Human Capital

Department of Ag & Forestry

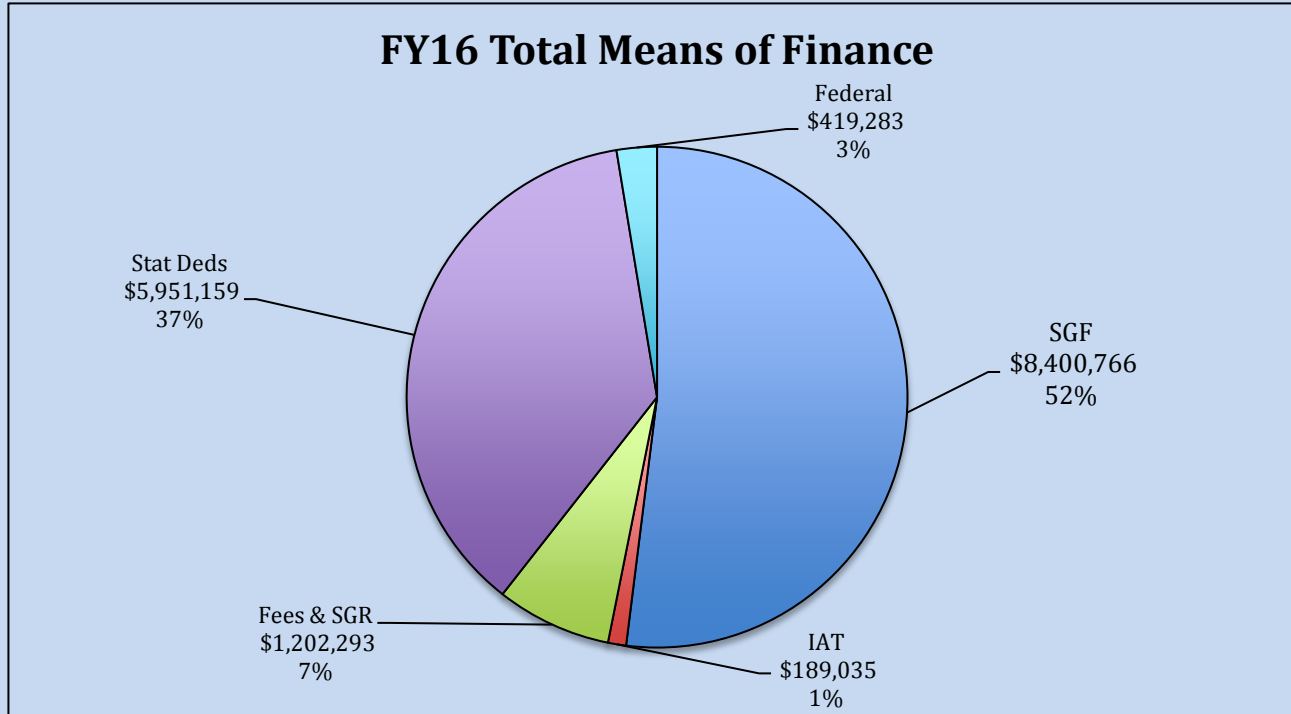
Significant FY16 Budget Issues in the Department of Ag & Forestry :

- (\$5.1 Million) Total – Funding is reduced throughout the department. About \$4.1 million of that amount is state general fund. Expenditure reductions will occur in the following areas: Attrition, Maintenance garage closure, Reduction of fuel usage and non-essential supplies, Suspension of operations at the Indian Creek Recreation Area during non-peak times, Restructuring of wildfire suppression efforts, Closure of seedling orchards and nurseries, Reduction of forestry management and education, Reduction of plant inspections, and Reduction of laboratory samples analyzed.
- Since FY08, the state general fund of the department has been reduced from \$45.6 million to a recommended amount of \$21.3 million for FY16. Positions have also been reduced from 829 in FY08 to 553 positions recommended for FY16.
- The department has indicated that it is underfunded by over \$1 million for Group Benefits for Retirees. The department spends more than \$5 million annually on retiree Group Benefits.
- Since FY08, the Forestry Program has experienced some of the most significant reductions in the department. Authorized T.O. positions have decreased from 286 in FY08 to 157 recommended for FY16. The total budget for the Forestry Program has decreased from \$25.6 million to \$14.2 million in that same timeframe. State general fund has also declined from \$12.1 million in FY08 to \$8.3 million recommended for FY16.

Department of Ag & Forestry

Management & Finance Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
DAF - Management & Finance	\$ 17,675,825	\$ 16,162,536	\$ (1,513,289)
Total Positions	104	104	-

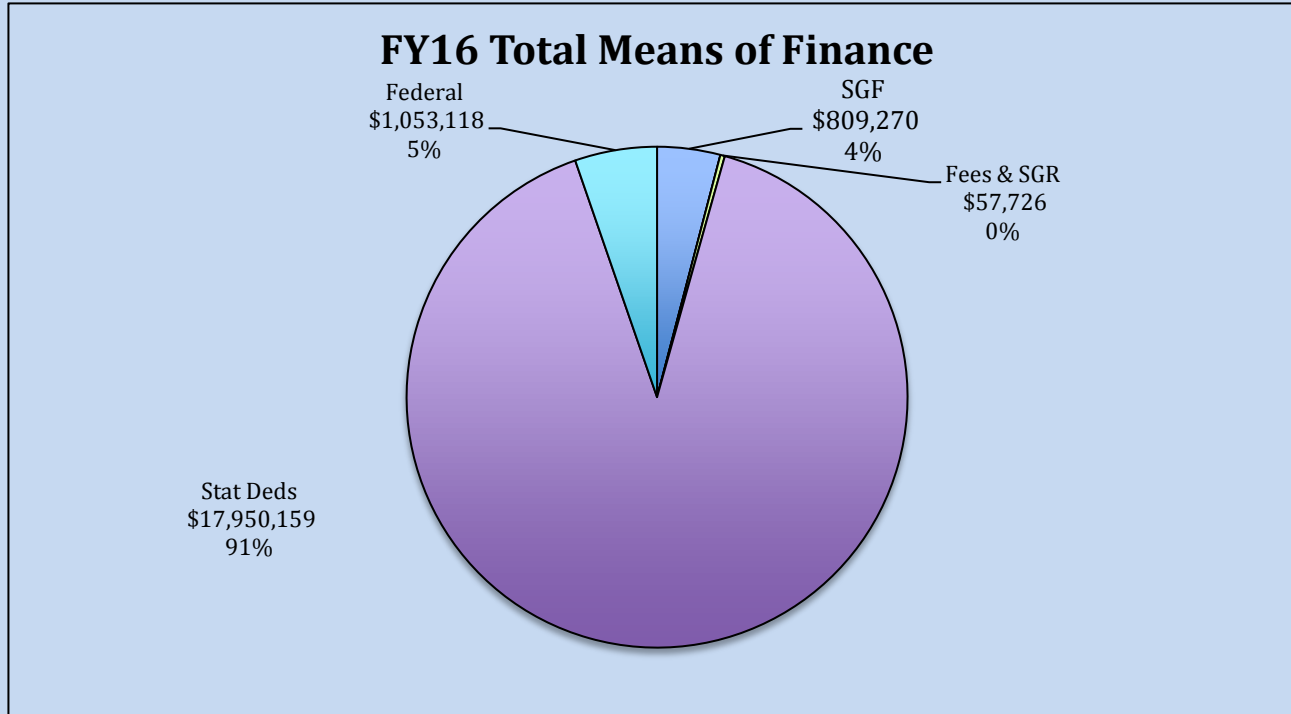


FY16 Non-Discretionary	FY16 Discretionary
\$5,807,463	\$10,355,073

Department of Ag & Forestry

Agricultural and Environmental Sciences

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
DAF - Ag & Enviro Sciences	\$ 20,168,165	\$ 19,870,273	\$ (297,892)
Total Positions	90	90	-

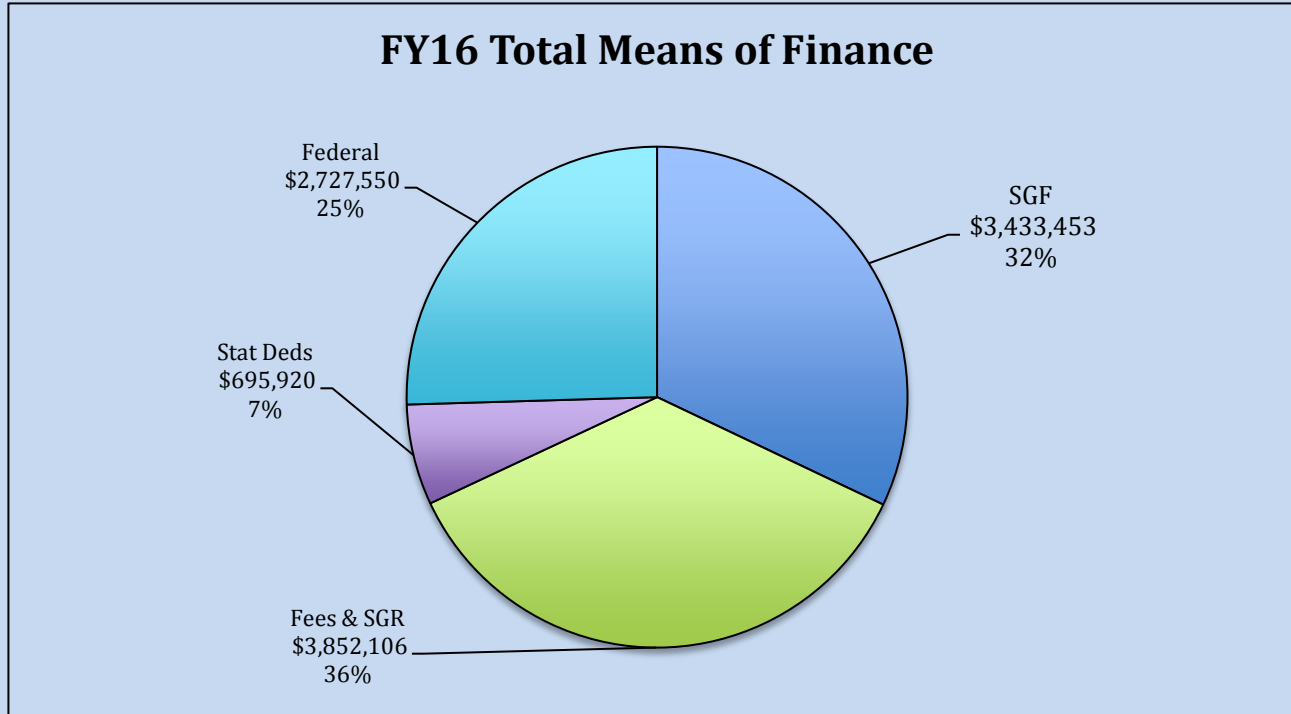


FY16 Non-Discretionary	FY16 Discretionary
\$9,913,087	\$9,957,186

Department of Ag & Forestry

Animal Health & Food Safety Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
DAF - Animal Health & Food Safety	\$ 11,747,191	\$ 10,709,029	\$ (1,038,162)
Total Positions	106	105	(1)

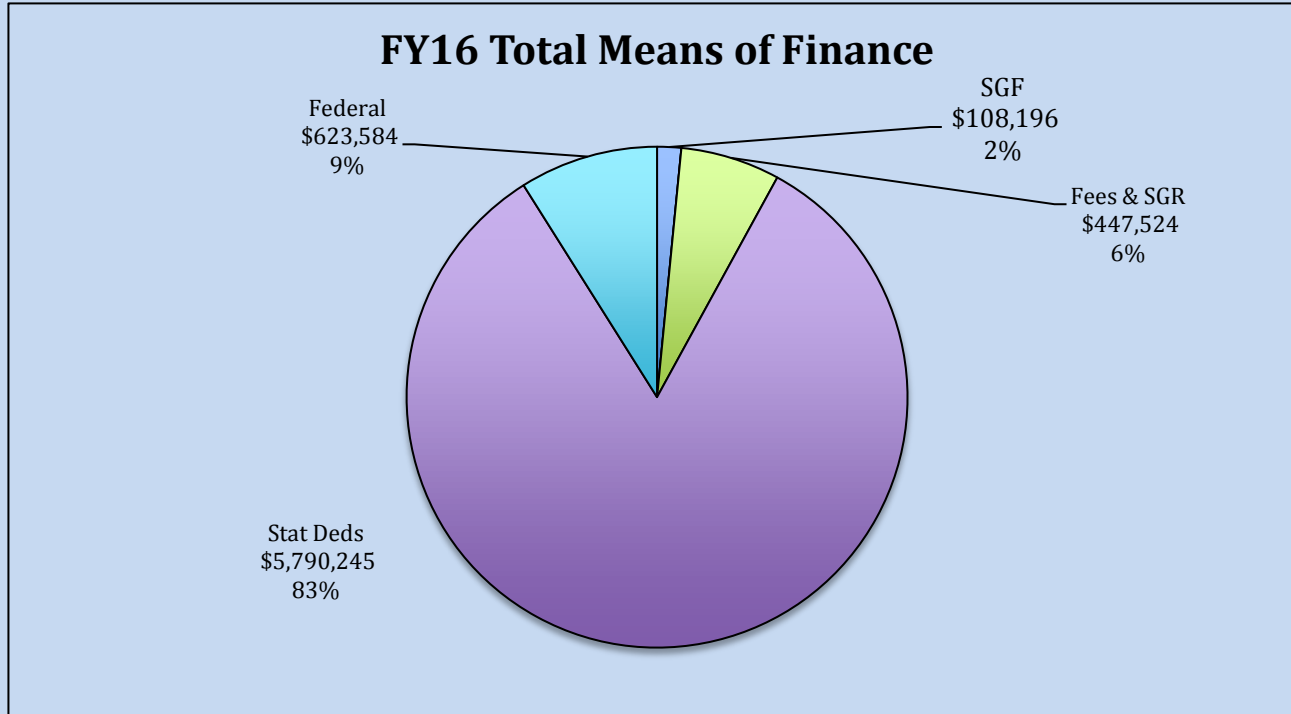


FY16 Non-Discretionary	FY16 Discretionary
\$0	\$10,709,029

Department of Ag & Forestry

Agro-Consumer Services

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
DAF - Agro-Consumer Services	\$ 7,128,442	\$ 6,969,549	\$ (158,893)
Total Positions	73	72	(1)

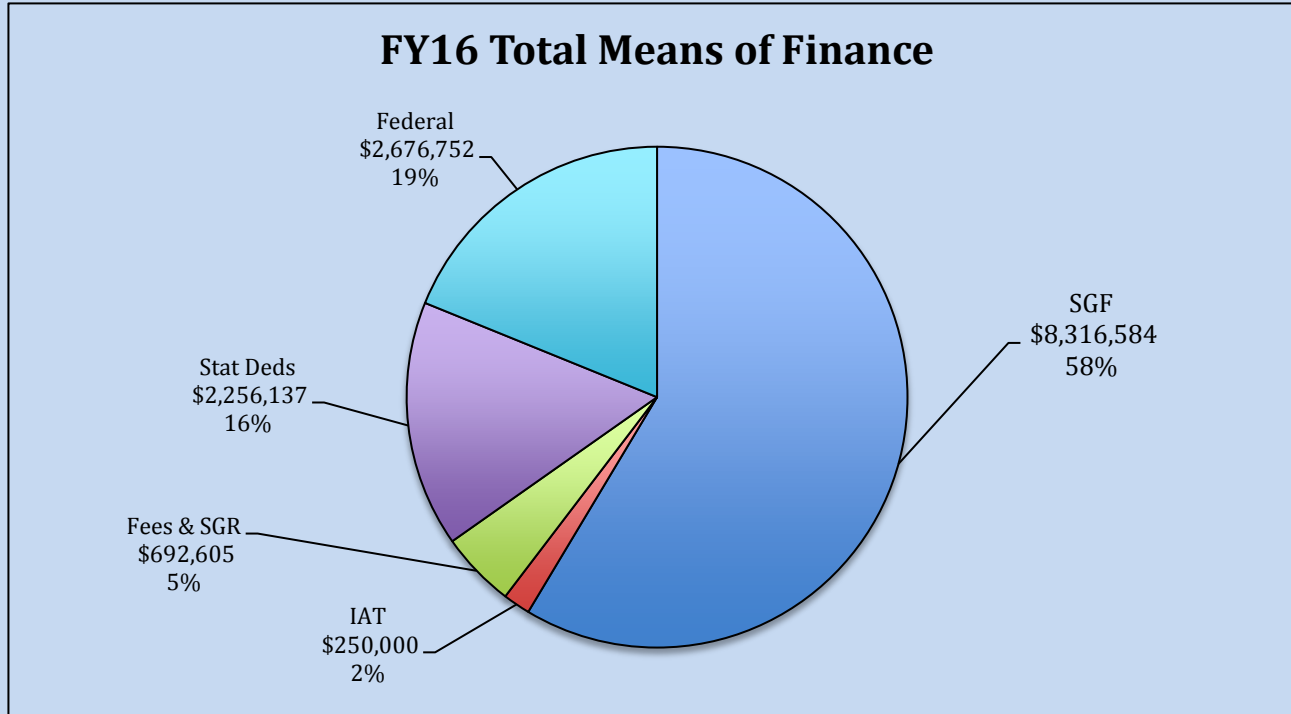


FY16 Non-Discretionary	FY16 Discretionary
\$0	\$6,969,549

Department of Ag & Forestry

Forestry Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
DAF - Forestry Program	\$ 15,981,052	\$ 14,192,078	\$ (1,788,974)
Total Positions	157	157	-

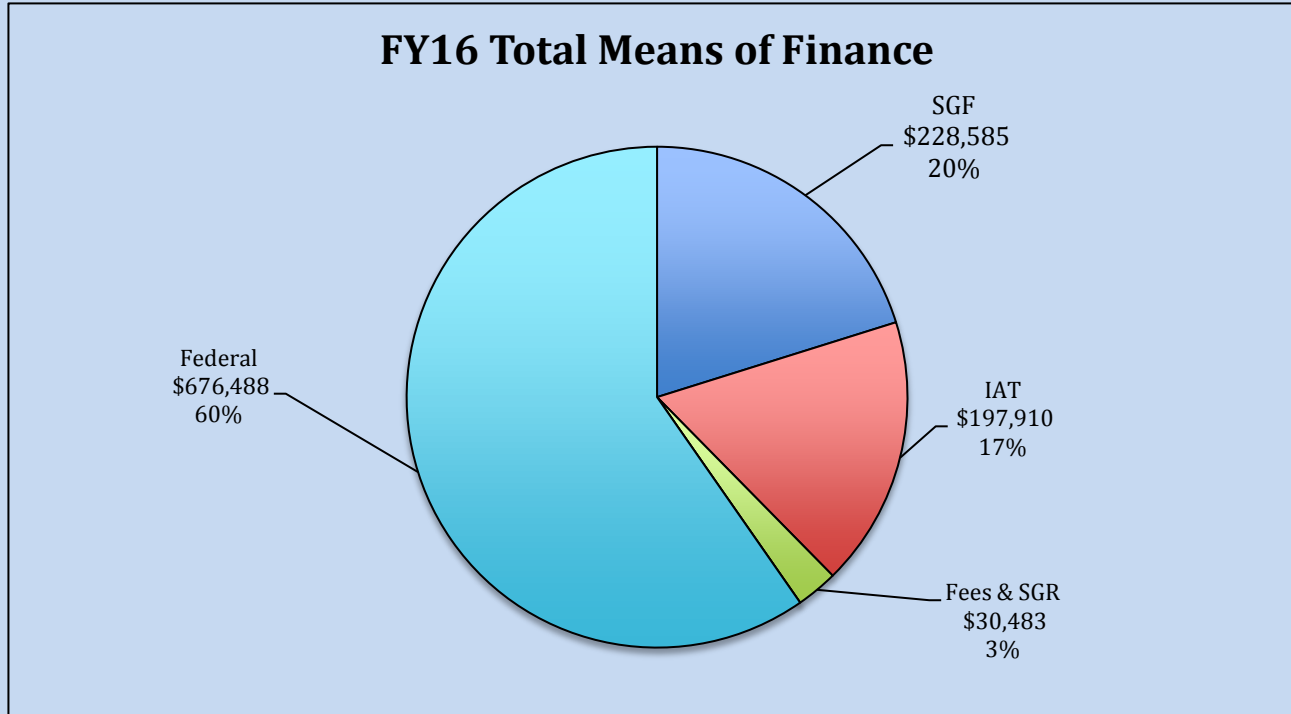


FY16 Non-Discretionary	FY16 Discretionary
\$0	\$14,192,078

Department of Ag & Forestry

Soil & Water Conservation Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
DAF - Soil & Water Conservation	\$ 1,175,358	\$ 1,133,466	\$ (41,892)
Total Positions	8	8	-

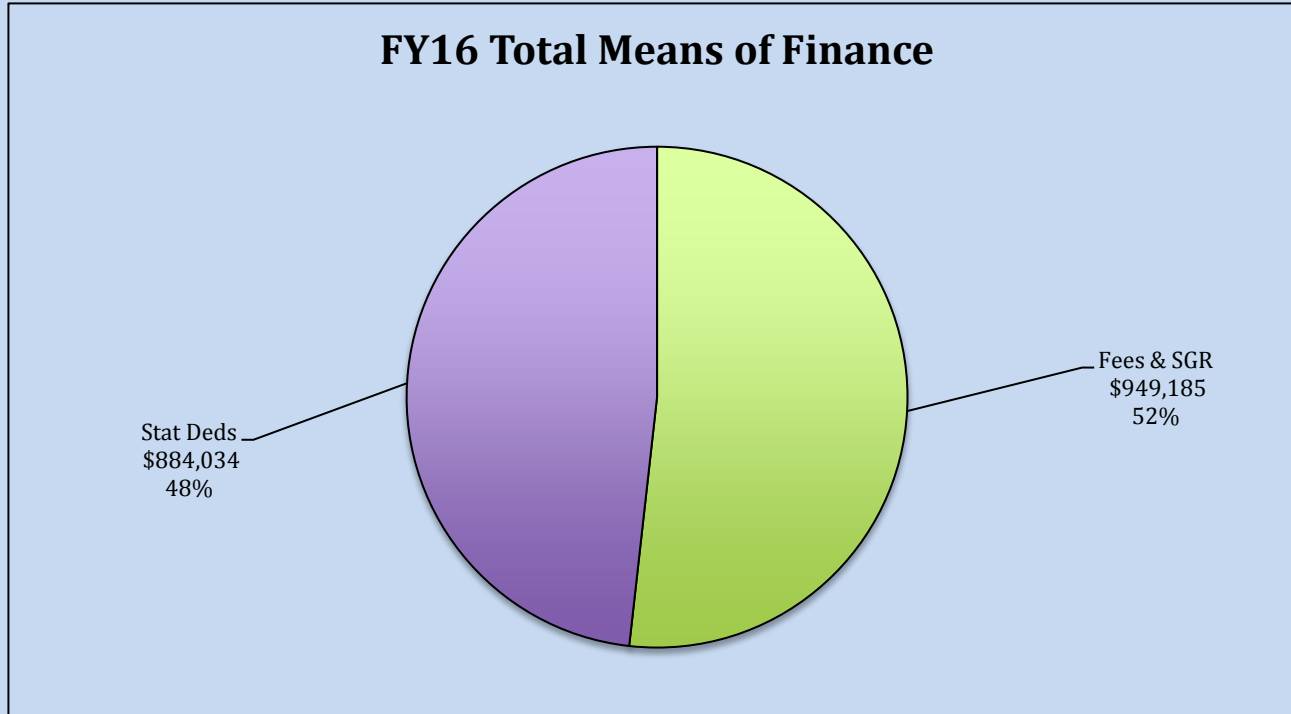


FY16 Non-Discretionary	FY16 Discretionary
\$0	\$1,133,466

Department of Ag & Forestry

Auxiliary Account

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
DAF - Auxiliary Account	\$ 2,829,446	\$ 1,833,219	\$ (996,227)
Total Positions	17	17	-



FY16 Non-Discretionary	FY16 Discretionary
\$0	\$1,833,219



Karl Couvillon

FY16 Executive Budget

**Schedule 04-165
Department of Insurance**



**Louisiana Senate
Finance Committee
April 23, 2015**

FY16 Executive Budget

Schedule 04-165— Dept. of Insurance Programs

- **Administrative/Fiscal** — Provides administrative support for the department. Regulates the insurance industry in the state, including licensing producers, insurance adjusters, public adjusters, and insurers. Serves as an advocate for the state's insurance consumers.
- **Market Compliance** — Regulates the insurance industry in the state, including licensing producers, insurance adjusters, public adjusters, and insurers. Serves as an advocate for the state's insurance consumers.

FY16 Executive Budget

Schedule 04-165 — Departmental Statistics

- Significant statistics for the Dept of Insurance:
 - In FY14, the number of claim fraud investigations referred to law enforcement was 1,693. The number of producer investigations referred to law enforcement was 10.
 - For FY14, the amount of payments or premium refunds recovered for health coverage complainants was \$691,785. That amount has declined from a recent high of \$2.2 million in FY10.
 - The department collects nearly \$500 million annually in fees, taxes, and assessments for the state. It has historically reverted in excess of \$11 million annually to the state general fund.

Department of Insurance

FY15 Existing Operating Budget vs. Proposed FY16 Budget

Total Funding	FY15 EOB as of 12	FY16 Recommended	<i>Difference</i>
Lt. Governor	\$ 34,160,751	\$ 29,566,573	\$ (4,594,178)
Total Positions	253	220	(33)
Other Charges Positions: 0			

FY16 Non-Discretionary Funding

Total Non-Disc.: \$2,016,502

Percent Non-Disc: 6.8%

Total Non-Disc. SGF: \$0

Non-Disc. T.O.: 1

FY16 Discretionary Funding

Total Discretionary: \$27,550,071

Percent Discretionary: 93.2%

Total Discretionary SGF: \$0

Discretionary T.O.: 219

Department of Insurance

Non-Discretionary/Discretionary Funding by Agency

Non-Discretionary Funding:

\$1.2 m. — Administrative/Fiscal

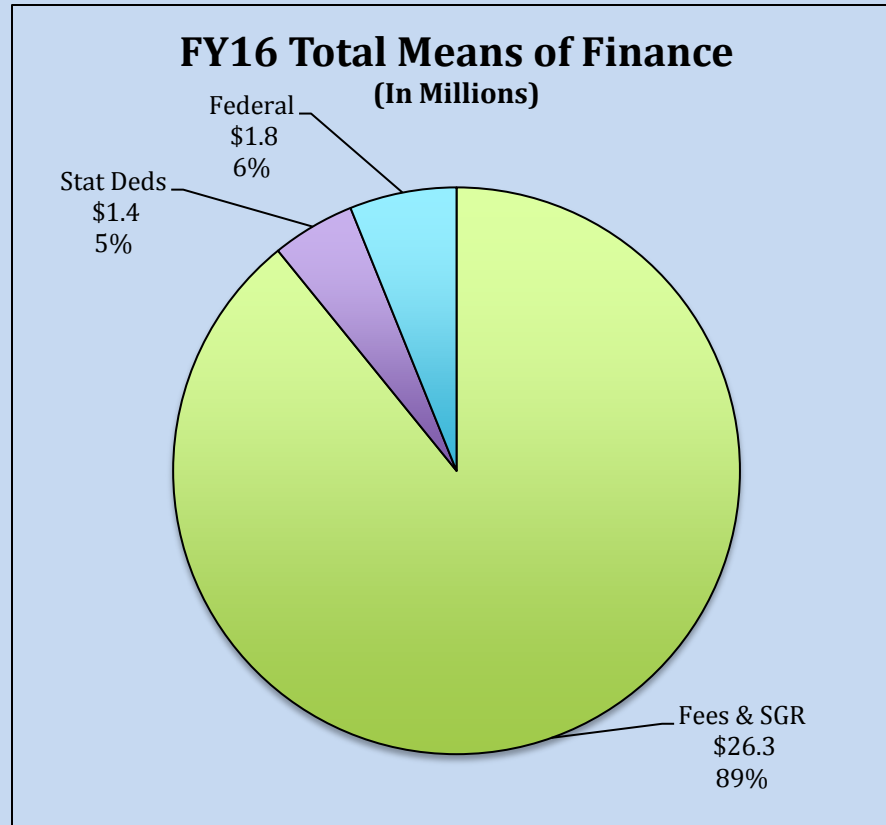
\$0.8 m. — Market Compliance

Discretionary Funding:

\$10.4 m. — Administrative/Fiscal

\$17.1 m. — Market Compliance

FY16 Dept. of Insurance Means of Finance



Major Non-SGF Sources of Funding:

Non-SGF means of finance in the department include Fees and Self-generated Revenues, Statutory Dedications, and Federal Funds. Fees and Self-generated Revenues are derived from various fees and licenses authorized by R.S. 22 and the Louisiana Insurance Rating Commission assessment authorized by R.S. 22:1419. The Statutory Dedications are funded by the Insurance Fraud Investigation Fund (S) from assessments on various insurance policies written in the state; the Administrative Fund (S) (Health Insurance Portability Administrative Act) comprised of penalties and an assessment not to exceed .0005 of the amount of premiums received in this state by health insurers during the preceding year ending December 31; the Automobile Theft and Insurance Fraud Prevention Authority Fund (S); and the Insurance Fraud Investigation Fund (S) from assessments on various policies written in Louisiana. Federal Funds are derived from the State Health Insurance Assistance Program and the Office of Consumer Information and Insurance Oversight, Section 2794 of the Public Health Service Act (Per Section 1003 of the Affordable Care Act)(CFDA 93.511) - Health Insurance Premium Review.

FY15 Existing Operating Budget vs. FY16 Recommended

Schedule 04 Insurance — Total Expenditures

Expenditure Category	FY15 Existing Operating Budget	FY16 Recommended Budget	Difference
Personal Services	\$24,196,719	\$20,789,725	(\$3,406,994)
Operating Expenses	\$2,610,591	\$2,495,687	(\$114,904)
Professional Services	\$4,637,476	\$3,708,981	(\$928,495)
Other Charges	\$2,146,363	\$2,110,081	(\$36,282)
Acquisitions & Major Repairs	\$569,602	\$462,099	(\$107,503)
Total Expenditures	\$34,160,751	\$29,566,573	(\$4,594,178)

FY16 Department of Insurance

Selected Standard Statewide Adjustments

Annualization of FY15 Mid-Year Reduction Plan — (\$1.6 million) Total and (10) T.O.

Performance/Salary Adjustments:

\$0.2 million Total — Annualize Classified State Employees Performance Adjustment

(\$46 thousand) Total — Salary Base Adjustment

(\$0.3 million) Total — Attrition Adjustment

Retirement Adjustments:

\$37 thousand Total — La. State Employees' Retirement System Rate

\$0.0 million Total — La. State Employees' Retirement System Base

Group Insurance Adjustments (tied to OGB rate increase):

\$0.1 million Total — Group Insurance Rate Adjustment for Active Employees

\$0.1 million Total — Group Insurance Rate Adjustment for Retirees

Other:

\$7 thousand Total — Risk Management

\$0.1 million Total — Office of Technology Services

(\$24 thousand) Total — Non-recurring Carry-forwards

(\$0.0 million) Total — GEMS Savings

\$0.0 SGF and (0) T.O. — Office of State Human Capital

Department of Insurance

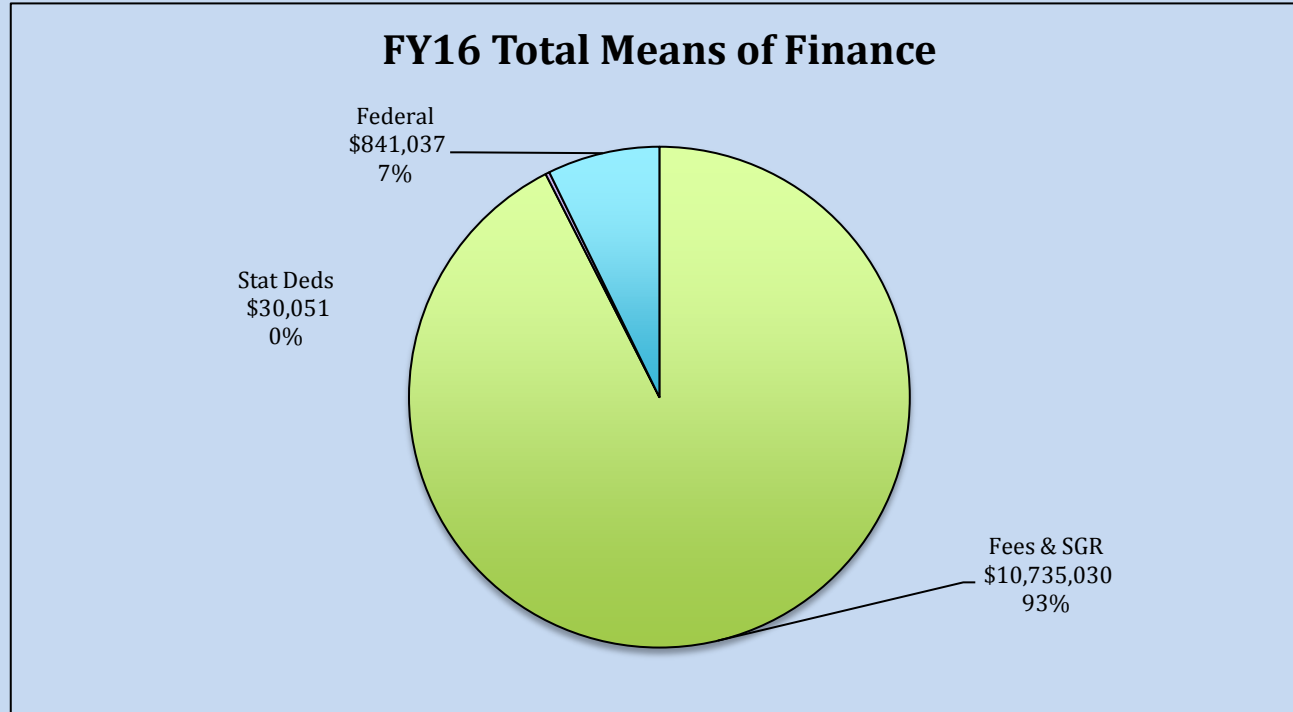
Significant FY16 Budget Issues in the Dept. of Insurance :

- (\$1 million) Total (5 positions)– Reductions in the Administrative Program include a decrease of (5) T.O. and associated funding in Personal Services and operating costs. The department will be initializing a retirement incentive program.
- (\$2.1 million) Total (18 positions) - Reductions in the Market Compliance Program include a decrease of (18) T.O. and associated funding in Personal Services and operating costs. The department will be initializing a retirement incentive program. There will be a reorganizational plan implemented to eliminate certain levels of examining positions and to retain others in order to maintain the effort of the department's core mission of regulating the insurance industry. Eliminated positions will include Insurance Specialists associated with market compliance and financial solvency.
- All but one of the 23 T.O. positions recommended for elimination are filled positions.

Department of Insurance

Administrative/Fiscal Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	<i>Difference</i>
INS - Admin/Fiscal	\$ 13,011,985	\$ 11,606,118	\$ (1,405,867)
Total Positions	73	67	(6)

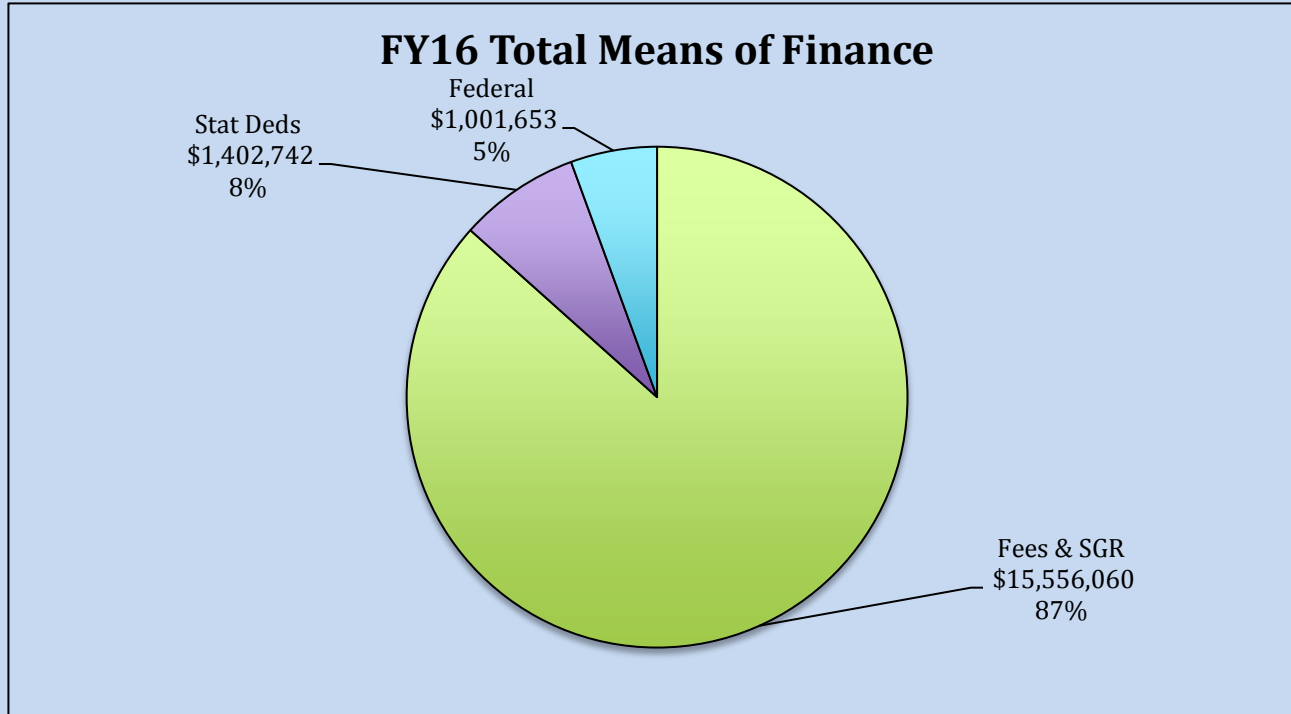


FY16 Non-Discretionary	FY16 Discretionary
\$1,168,071	\$10,438,047

Department of Insurance

Market Compliance Program

Total Funding	FY15 EOB as of 12-1-14	FY16 Recommended	Difference
INS - Market Compliance	\$ 21,148,766	\$ 17,960,455	\$ (3,188,311)
Total Positions	180	153	(27)



FY16 Non-Discretionary	FY16 Discretionary
\$848,431	\$17,112,024