



Louisiana Senate Finance Committee



FY27 Executive Budget

**04-165 – Department of
Insurance**

February 2026

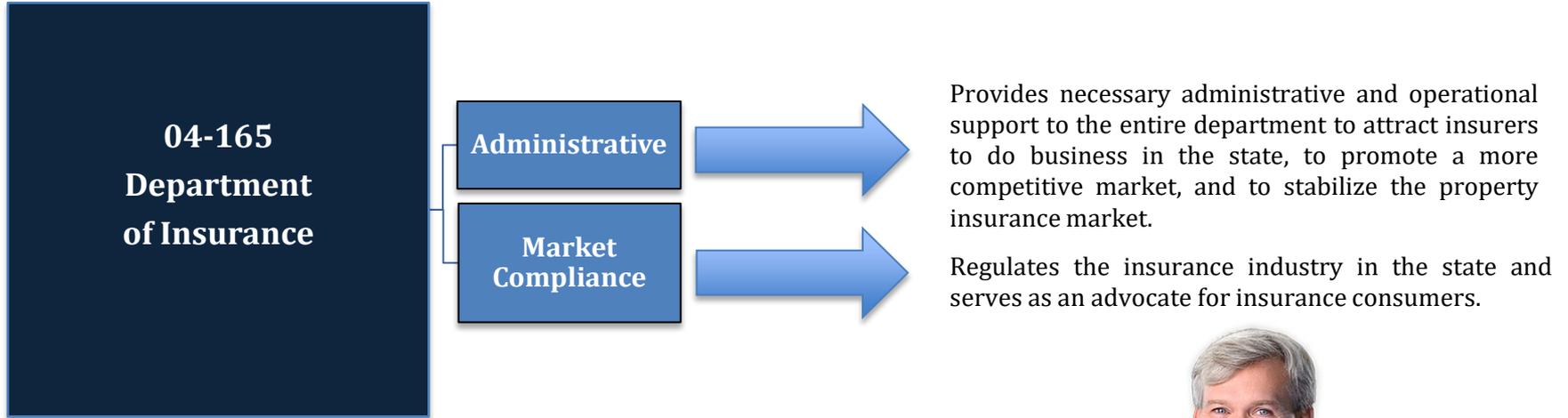
*Senator Cameron Henry, President
Senator Glen Womack, Chairman*



FY27 Recommended Budget

Schedule 04-165 — Department of Insurance

Departmental mission — The mission of the Louisiana Department of Insurance is to regulate the insurance industry in the state (licensing of producers, insurance adjusters, public adjusters, and insurers), and to serve as an advocate for the state's insurance consumers.



LDI Louisiana
Department of
Insurance



Tim Temple
Commissioner of Insurance



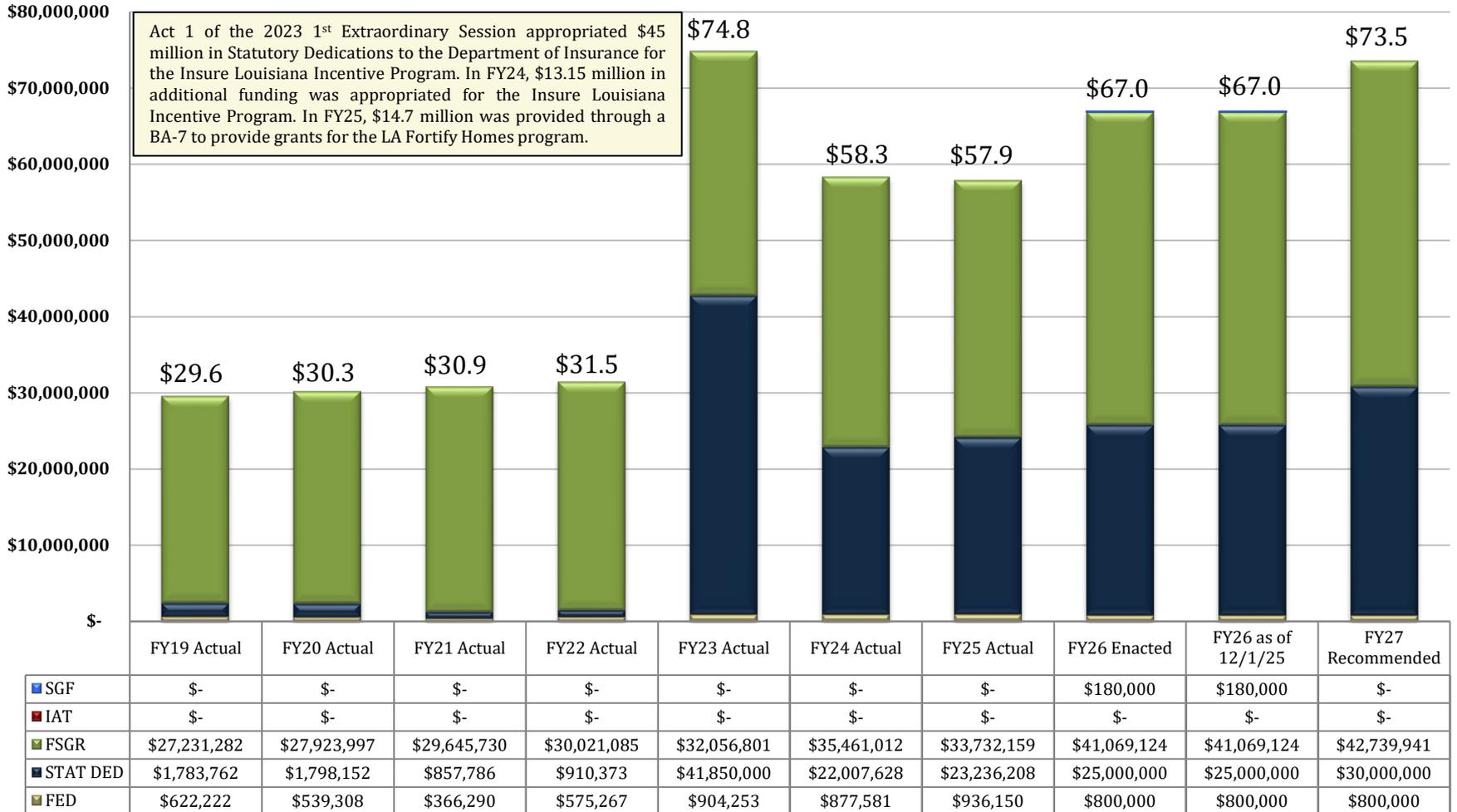
Department of Insurance

Changes in Funding since FY19

Total Budget by Fiscal Year and Means of Finance (in \$ millions)

Change from FY19 to FY27 is +148.32%. (Actual to Recommended)

Change from FY19 to FY25 is +96.3%. (Actual to Actual)



Note: In FY22, the Administrative Fund was re-classified to a Self-Generated Dedicated Fund Account. In FY23, the Insurance Fraud Fund and the Auto Theft and Insurance Fraud Prevention Authority Fund were re-classified to a Self-Generated Dedicated Fund Account.



Department of Insurance

Significant Budget Adjustments Recommended for FY27

Statewide Adjustments to Department of Insurance Budget

State General Fund (Direct)	Interagency Transfers	Fees and Self-generated Revenues	Statutory Dedications	Federal Funds	Total	T.O.	Adjustment
\$180,000	\$0	\$41,069,124	\$25,000,000	\$800,000	\$67,049,124	232	FY26 Existing Operating Budget as of 12-1-25
\$0	\$0	\$709,612	\$0	\$0	\$709,612	0	Acquisitions & Major Repairs
\$0	\$0	(\$45,993)	\$0	\$0	(\$45,993)	0	Administrative Law Judges
\$0	\$0	(\$620,966)	\$0	\$0	(\$620,966)	0	Attrition Adjustment
\$0	\$0	\$18,371	\$0	\$0	\$18,371	0	Capitol Park Security
\$0	\$0	\$8,047	\$0	\$0	\$8,047	0	Civil Service Fees
\$0	\$0	\$42,521	\$0	\$0	\$42,521	0	Civil Service Training Series
\$0	\$0	\$94,394	\$0	\$0	\$94,394	0	Group Insurance Rate Adjustment for Active Employees
\$0	\$0	\$68,505	\$0	\$0	\$68,505	0	Group Insurance Rate Adjustment for Retirees
\$0	\$0	\$19,240	\$0	\$0	\$19,240	0	Legislative Auditor Fees
\$0	\$0	\$30,457	\$0	\$0	\$30,457	0	Maintenance in State-owned Buildings
\$0	\$0	\$556,554	\$0	\$0	\$556,554	0	Market Rate Adjustment
\$0	\$0	(\$727,612)	\$0	\$0	(\$727,612)	0	Non-recurring Acquisitions & Major Repairs
\$0	\$0	\$451	\$0	\$0	\$451	0	Office of State Procurement
\$0	\$0	\$70,075	\$0	\$0	\$70,075	0	Office of Technology Services (OTS)
\$0	\$0	\$342,415	\$0	\$0	\$342,415	0	Related Benefits Base Adjustment
\$0	\$0	(\$257,498)	\$0	\$0	(\$257,498)	0	Retirement Rate Adjustment
\$0	\$0	\$29,332	\$0	\$0	\$29,332	0	Risk Management
\$0	\$0	\$551,892	\$0	\$0	\$551,892	0	Salary Base Adjustment
\$0	\$0	\$701	\$0	\$0	\$701	0	State Treasury Fees
\$0	\$0	\$1,156	\$0	\$0	\$1,156	0	UPS Fees
\$0	\$0	(\$85,136)	\$0	\$0	(\$85,136)	(1)	Personnel Reductions
\$0	\$0	\$806,518	\$0	\$0	\$806,518	(1)	Total Statewide Adjustments
(\$180,000)	\$0	\$0	\$0	\$0	(\$180,000)	0	Total Non-recurring Other Adjustments
\$0	\$0	\$864,299	\$5,000,000	\$0	\$5,864,299	0	Total Other Adjustments
\$0	\$0	\$42,739,941	\$30,000,000	\$800,000	\$73,539,941	231	Total FY27 Recommended Budget
(\$180,000)	\$0	\$1,670,817	\$5,000,000	\$0	\$6,490,817	(1)	Total Adjustments (Statewide and Agency-Specific)



Department of Insurance

Non-Statewide Adjustments for FY27

Non-Recurring Other Adjustments

State General Fund (Direct)	Interagency Transfers	Fees and Self-generated Revenues	Statutory Dedications	Federal Funds	Total	T.O.	Adjustment
(\$180,000)	\$0	\$0	\$0	\$0	(\$180,000)	0	Non-recurs funds for the coverage of perinatal behavioral health treatment for policies through the health insurance exchange.
(\$180,000)	\$0	\$0	\$0	\$0	(\$180,000)	0	Total Non-Recurring Other Adjustments

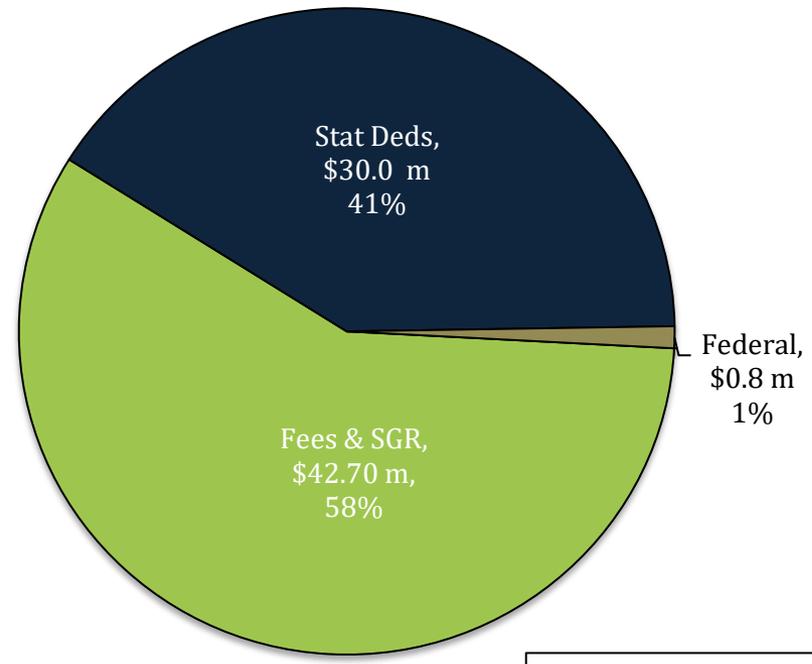
Other Adjustments

State General Fund (Direct)	Interagency Transfers	Fees and Self-generated Revenues	Statutory Dedications	Federal Funds	Total	T.O.	Adjustment
\$0	\$0	\$773,182	\$0	\$0	\$773,182	0	Increases Fees and Self-generated Revenues out of the Insurance Fraud Investigation Fund Account to provide for travel, AI support, supplies, cyber security, anti-fraud, and public awareness.
\$0	\$0	\$15,000	\$0	\$0	\$15,000	0	Increases funds for more printing to address new and existing initiatives and to create new publications for distribution through the Office of Technology Services.
\$0	\$0	\$76,117	\$0	\$0	\$76,117	0	Increases funds for the digitization of records by the Secretary of State as well the costs of moving and destroying the records after the process is complete.
\$0	\$0	\$0	\$5,000,000	\$0	\$5,000,000	0	Increases Statutory Dedications out of the Louisiana Fortify Homes Program Fund in accordance with Act 79 of the 2025 Regular Legislative Session which modified the fund's revenue stream and based on the most recent Revenue Estimating Conference (REC) forecast.
\$0	\$0	\$864,299	\$5,000,000	\$0	\$5,864,299	0	Total Other Adjustments



Department of Insurance FY27 Recommended Means of Finance

**FY27 Recommended
Total Means of Finance
(In Millions)**



Total \$73.5m.

Non-SGF Sources of Funding:

Non-SGF means of finance in the department include **Fees and Self-generated Revenues and Federal Funds.**

Fees and Self-generated Revenues are derived from various fees and licenses authorized by R.S. 22:821; Assessments on various insurance policies written in Louisiana; **Funds re-classified as Fees and Self-generated Revenues:** Insurance Fraud Investigation Dedicated Fund Account (Per R.S. 40:1428); Administrative Dedicated Fund Account (Per R.S. 22:1071(D)(3)(b)).

Federal Funds are derived from the Catalog of Federal Domestic Assistance (CFDA) 93.324 Department of Health & Human Services Administration for Community Living CDAP State Health Insurance Assistance Program.



Categorical Expenditures

Examples of Categories

Departments expend funding in the five major categories listed below.

Personal Services

- Salaries – Regular, overtime, and termination pay for Classified and Unclassified personnel.
- Other Compensation – Wages, student labor, compensation for board members and/or board of trustees, evening instruction, university instructors, etc.
- Related Benefits – Retirement contributions, post-retirement contributions/benefits, FICA tax, Medicare tax, group insurance contributions, compensated absences, other related benefits, taxable fringe benefits, etc.

Total Operating Expenses

- Travel – In-state and Out-of-state, including meal reimbursement.
- Operating Services – Advertising, printing, insurance, maintenance, rentals, data processing, internet costs, dues and subscriptions, mail delivery, telephones, data lines, vehicle tracking and telematics, utilities, depreciation, amortization, banking services, credit card fees, etc.
- Supplies – office supplies and equipment, computers, clothing and uniforms, medical, pharmaceutical, food, automotive, repair and maintenance, software, etc.

Professional Services – Accounting, auditing, management consulting, engineering, architectural, legal, medical and dental, veterinary, information technology, etc.

Total Other Charges

- Other Charges – Aid to school boards, local government, etc.; public assistance; miscellaneous charges; judgments, fines, and penalties; interest on judgments; punitive/compensatory damages; OC personal services, operating expenses, professional services; contract attorney expenses; recoupments; furlough; contractual services; interest expense; claim payments; commercial group insurance; reinsurance; loans issued; disbursements; etc.
- Debt Service – Principal, interest, related charges, reserve requirement, amortization, and bond premiums.
- Interagency Transfer Line-Item Expenditure – Any expenses paid for with Interagency Transfers – from commodities and services to equipment.

Acquisitions and Major Repairs

- Acquisitions – Land; buildings; automobiles; aircraft; accessories; equipment; software; hardware; farm and heavy equipment; boats; capital outlay expenditures; construction; etc.
- Major Repairs – Land improvement; buildings; automotive; grounds; boats; aircraft; movable equipment; farm equipment; medical; office; library; education; recreation; communication; other equipment; pollution remediation; etc.



Department of Insurance

Categorical Expenditures at FY27 Recommended

The largest expenditure category in Insurance for FY27 Recommended is Total Other Charges, which make up 44 percent of expenditures and includes \$30 million for the Fortify Homes Program.

Total Personal Services make up 38 percent of the budget. Within Personal Services, Salaries make up 65 percent of expenditures, while Related Benefits contributes 33 percent.



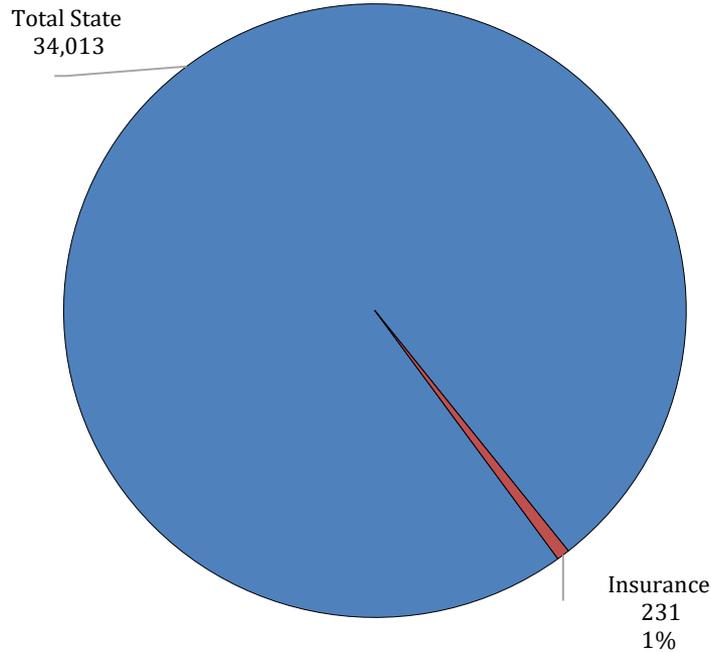
Categorical Expenditures	FY25 Actual	FY26 Enacted	FY26 EOB as of 12/01/25	FY27 Recommended	Difference FY26 EOB vs. FY27 REC
Salaries	\$16,541,151	\$17,532,569	\$17,532,569	\$18,050,989	\$518,420
Other Compensation	\$417,449	\$484,702	\$484,702	\$484,702	\$0
Related Benefits	\$8,766,281	\$9,138,596	\$9,138,596	\$9,312,857	\$174,261
TOTAL PERSONAL SERVICES	\$25,724,881	\$27,155,867	\$27,155,867	\$27,848,548	\$692,681
Travel	\$180,763	\$334,411	\$525,161	\$525,161	\$0
Operating Services	\$2,762,172	\$3,565,823	\$3,409,073	\$3,466,150	\$57,077
Supplies	\$112,736	\$158,424	\$224,424	\$224,424	\$0
TOTAL OPERATING EXPENSES	\$3,055,672	\$4,058,658	\$4,158,658	\$4,215,735	\$57,077
PROFESSIONAL SERVICES	\$3,287,987	\$8,095,230	\$7,995,230	\$8,725,412	\$730,182
Other Charges	\$23,236,208	\$25,180,000	\$25,180,000	\$30,000,000	\$4,820,000
Debt Service	\$0	\$0	\$0	\$0	\$0
Interagency Transfers	\$1,931,639	\$1,831,757	\$1,831,757	\$2,040,634	\$208,877
TOTAL OTHER CHARGES	\$25,167,847	\$27,011,757	\$27,011,757	\$32,040,634	\$5,028,877
Acquisitions	\$668,130	\$727,612	\$727,612	\$709,612	(\$18,000)
Major Repairs	\$0	\$0	\$0	\$0	\$0
TOTAL ACQ. & MAJOR REPAIRS	\$668,130	\$727,612	\$727,612	\$709,612	(\$18,000)
TOTAL EXPENDITURES	\$57,904,517	\$67,049,124	\$67,049,124	\$73,539,941	\$6,490,817



Commissioner of Insurance

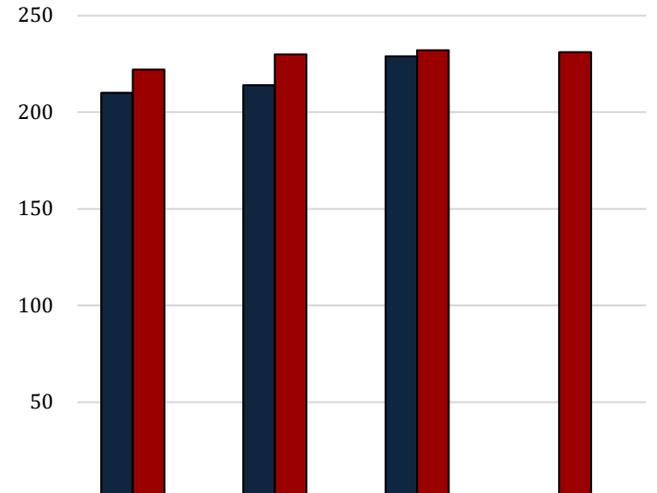
FTEs, Authorized T.O., and Other Charges Positions

FY27 Recommended Department Positions as a portion of FY27 Recommended HB1 Authorized Positions



FY26 number of funded, but not filled, positions as of January 2026 = 14

Number and Types of Positions



	2024	2025	2026	2027 Rec.
■ Total FTEs (1st July Report)	210	214	229	-
■ Authorized T.O. Positions	222	230	232	231
■ Other Charges Positions	-	-	-	-

The full-time equivalent or **FTE** definition refers to the number of hours considered full-time. For example, if an agency considers 40 hours full time, and there are two employees working 20 hours per week, those two employees would be 1.0 FTE.

Authorized Positions are those referred to in the Table of Organization (or T.O.) for each department. This count includes only those positions paid for from the Salaries expenditure category for the organization units and agencies included in each department's appropriation. This excludes positions paid for from other expenditure categories, such as wages or per diem.

Other Charges positions are authorized under R.S. 39:2(5)(b) ...

- (5)(b) "Authorized other charges positions" means the number of positions in an appropriation bill to be funded by the other charges continuing category of the accounting system for the state. The number may be adjusted during a fiscal year in accordance with law.
- [Act 377 of 2013 by Rep. Burrell]
 - Positions coded in the Other Charges expenditure category
 - These positions are usually associated with federal grants



Commissioner of Insurance

Related Employment Information

Salaries and Related Benefits for the 231 Authorized Positions are listed below in Chart 1.
 In Chart 2, benefits are broken out to show the portion paid for active versus retired employees.
 This is where payments for the Unfunded Accrued Liability (UAL) can be found.

1.

Personal Services	2024 Actual	2025 Actual	2026 Enacted	2027 Recommended
Salaries	\$15,473,044	\$16,541,151	\$17,532,569	\$18,050,989
Other Compensation	\$294,993	\$417,449	\$484,702	\$484,702
Related Benefits	\$8,945,143	\$8,766,281	\$9,138,596	\$9,312,857
Total Personal Services	\$24,713,181	\$25,724,881	\$27,155,867	\$27,848,548

Average T.O. Salary = \$76,304

Examples of Other Compensation include pay for WAE employees, part-time employees, student workers, etc.

2.

Related Benefits FY27 Recommended	Total Funding	%
Total Related Benefits	\$9,312,857	
UAL payments	\$4,072,380	44%
Retiree Health Benefits	\$1,438,592	
Remaining Benefits*	\$3,801,885	
Means of Finance	General Fund = 0%	Other = 100%

Department Demographics	Total	%
Gender		
Female	147	61
Male	94	39
Race/Ethnicity		
White	141	59
Black	90	37
Other	10	4
Currently in DROP or Eligible to Retire	58	24

* Remaining Benefits include employer contribution to authorized positions' retirement, health, Medicare, FICA, Emoluments etc. The authorized positions include authorized T.O. positions and authorized other charges positions, both filled and vacant.

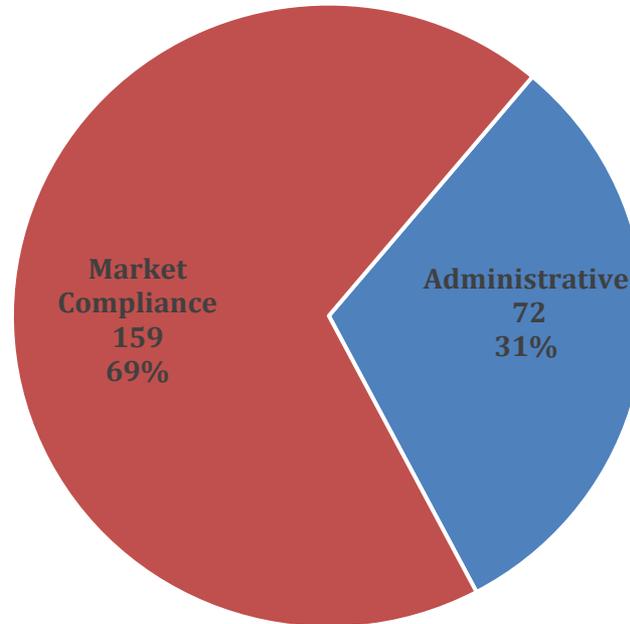
Other Charges Benefits
\$0



Department of Insurance

FY27 Recommended Total Authorized Positions by Agency

Market Compliance - These positions include the Office of Financial Solvency, Consumer Services, Licensing, Health, Life & Annuity, and Property & Casualty. The remaining positions are in Legal Services and the Division of Insurance Fraud.



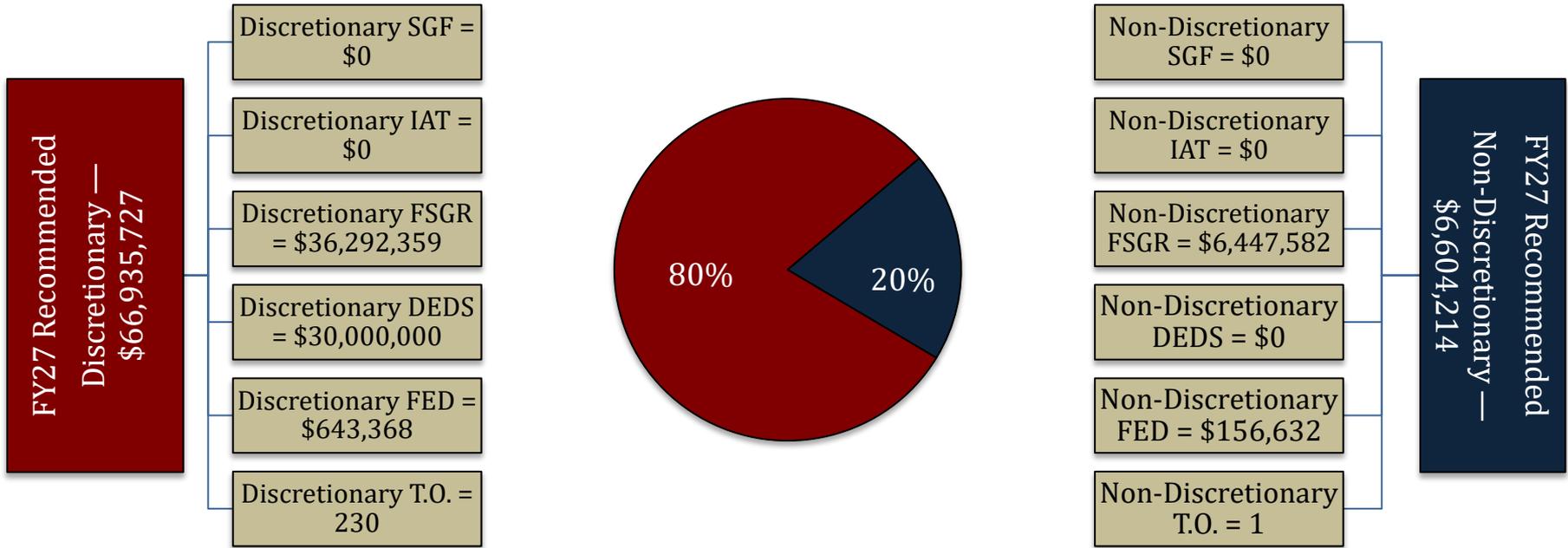
Administrative - This includes positions for the Office of Management & Finance which administers the entire department. The remaining positions work in the Office of the Commissioner and participate in overall support and regulatory oversight.

Dept. of Insurance	
Administrative	72
Market Compliance	159
TOTAL	231



Department of Insurance

FY27 Discretionary/Non-Discretionary Comparison



Total Discretionary Funding by Office		
Administrative	\$ 13,593,497	20%
Market Compliance	\$ 53,342,230	80%
Total Discretionary	\$ 66,935,727	100%

Total Non-Discretionary Funding by Type		
Required by the Constitution	\$ 4,255,809	64%
Unavoidable Obligations	\$ 2,348,405	36%
Total Non-Discretionary	\$ 6,604,214	100%

Required by the Constitution = State Retirement Systems UAL;

Commissioner's salary

Unavoidable Obligations = Retirees Group Insurance;

Legislative Auditor Fees; Maintenance in State-owned Buildings