

JAR 36



**THE STATE OF NEW HAMPSHIRE
INSURANCE DEPARTMENT**

21 SOUTH FRUIT STREET SUITE 14
CONCORD, NEW HAMPSHIRE 03301

Roger A. Seigny
Commissioner

Alexander K. Feldvebel
Deputy Commissioner

February 22, 2017

His Excellency, Governor Christopher T. Sununu
and the Honorable Executive Council
State House
Concord, NH 03301

Requested Action

*Approved by Fiscal Committee
2/17/17*

Pursuant to RSA 9:16-a, authorize the New Insurance Department (NHID) to transfer \$145,320 between various accounts and classes effective upon Fiscal Committee and Governor and Executive Council approval through June 30, 2017.

Source of Funds is 100% Other Funds.

FY 2017 Administration
02-24-24-2400-25200000

	Current Budget	Requested	Revised Budget
024-24-24-2400-25200000	FY2017	Change	FY2017
Expenses:			
010 - 500100 Personal Services Classified	\$4,281,220	\$96,880	\$4,481,220
011 - 500126 Personal Services Unclassified	\$1,335,262	\$0	\$1,335,262
012 - 500128 Personal Services Unclassified	\$2,995	\$0	\$2,995
013 - 501098 Personal Services Unclassified	\$2,669	\$0	\$2,669
014 - 500134 Personal Services Unclassified	\$23,912	\$0	\$23,912
020 - 500200 Current Expenses	\$137,673	\$0	\$137,673
022 - 500255 Rents-Leases Other than State	\$23,208	\$0	\$23,208
024 - 500225 Maint Other than Build-Grn	\$9,153	\$0	\$9,153
026 - 500251 Organizational Dues	\$21,636	\$0	\$21,636
027 - 502799 Transfers to OIT	\$298,463	\$0	\$298,463
028 - 500292 Transfers to General Services	\$370,397	\$0	\$370,397
030 - 500301 Equipment New Replacement	\$61,205	\$0	\$61,205
035 - 500000 Shared Services	\$6,231	\$0	\$6,231
039 - 500181 Telecommunications	\$52,145	\$0	\$52,145
040 - 500800 Indirect Cost	\$186,317	\$0	\$186,317
046 - 500464 Consultants	\$1,053,397	\$0	\$953,397



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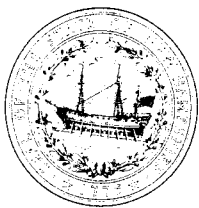
Roger A. Seigny
Commissioner

Alexander K. Feldvebel
Deputy Commissioner

049 - 500294 Transfers to Other State Agency	\$109,975	\$0	\$109,975
057 - 500540 Books Periodicals Subscript	\$17,165	\$0	\$17,165
060 - 500601 Benefits	\$2,709,420	\$48,440	\$2,809,420
064 - 500535 RET Pension Bene Health Ins	\$294,694	\$0	\$294,694
066 - 500543 Employee Training	\$36,540	\$0	\$36,540
069 - 500567 Promotional Marketing Exp	\$38,000	\$0	\$38,000
070 - 500704 In-State Travel Reimbursement	\$20,885	\$0	\$20,885
080 - 500710 Out-of-State Travel Reimbursement	\$67,223	\$0	\$67,223
102 - 500731 Contracts for Program Services	\$250,000	-\$145,320	\$50,000
105 - 500743 Regulatory Hearing Expenses	\$5,171	\$0	\$5,171
235 - 500784 Transcription Services	\$6,102	\$0	\$6,102
Total:	\$11,421,058	\$0	\$11,421,058
Source of Funds			
Revenue:			
009 - 401637 Agency Income	\$11,421,058	\$0	\$11,421,058

EXPLANATION

The New Hampshire Insurance Department (NHID) requests authorization to transfer funds among various budgeted accounts in order to fund the permanent classified vacant positions in FY 2017. At the beginning of the current biennium, the NHID was carrying and historically high number of vacant positions which were required to be budgeted at step one and at a benefit level assuming a two person household. This was below the anticipated cost of recruiting qualified staff. In the last year and a half, the NHID was fortunate to able to fill 18 positions with qualified persons. These employees were often hired at a step higher than one, and many were hired with family plans for benefits. This caused the Department to be running at near a 100% burn rate in class 010 and class 060 appropriations even though there are still 10 vacant positions that need to be filled. The transfer of appropriation is being requested in order to put the Department in a position to be able, with appropriate authorizations, to fill, in 2017, the 10 currently vacant positions.



**THE STATE OF NEW HAMPSHIRE
INSURANCE DEPARTMENT**

21 SOUTH FRUIT STREET SUITE 14
CONCORD, NEW HAMPSHIRE 03301

Roger A. Seigny
Commissioner

Alexander K. Feldvebel
Deputy Commissioner

- Class 010 Increase Permanent Classified by \$96,880 to cover salary expenses and enable the department to fill the current vacant permanent classified positions.
- Class 060 Increase Benefits by \$48,440 to cover benefit expenses and enable the department to fill the current vacant permanent classified positions.
- Class 102 Decrease Contract for Program Services by \$145,320 to move the necessary funds to the correct class line as this transfer will align expenditures to the proper class line per accounting policy.

The following transfer of appropriation authority is being requested for Fiscal Year 2017:

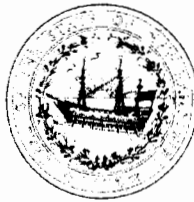
1. The \$ 145,320 transfer of appropriation is required in order to fund the department's vacant positions for the remainder of FY2017.

Your consideration of the request is appreciated.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "R. Seigny", is written over the name "Roger A. Seigny".

Roger A. Seigny



FIS 17-026

MICHAEL W. KANE, MPA
Legislative Budget Assistant
(603) 271-3161

CHRISTOPHER M. SHEA, MPA
Deputy Legislative Budget Assistant
(603) 271-3161

State of New Hampshire
OFFICE OF LEGISLATIVE BUDGET ASSISTANT
State House, Room 102
Concord, New Hampshire 03301

STEPHEN C. SMITH, CPA
Director, Audit Division
(603) 271-2785

February 21, 2017

Roger A. Sevigny, Commissioner
Insurance Department
21 South Fruit Street, Suite 14
Concord, New Hampshire 03301

Dear Commissioner Sevigny,

The Fiscal Committee, pursuant to the provisions of RSA 9:16-a, on February 17, 2017, **amended** and approved the request of the Insurance Department **to transfer a total of \$145,320 of which; \$96,880 will go into Class 10, and \$48,440 will go into Class 60, to fill five (5) vacant positions; 10958, 10960, 40592, 40859 and 41777,** as specified in your request dated January 13, 2017, and did not approve the original request to transfer \$300,000 between various accounts and classes to fill ten vacant positions.

Sincerely,

Michael W. Kane
Legislative Budget Assistant

MWK/pe
Attachment

Cc: Theodore Perkins, Business Manager, Insurance Department

THE STATE OF NEW HAMPSHIRE
INSURANCE DEPARTMENT

21 SOUTH FRUIT STREET SUITE 14
CONCORD, NEW HAMPSHIRE 03301

RS 17 026

Roger A. Sevigny
Commissioner

Alexander K. Feldvebel
Deputy Commissioner

January 13, 2017

The Honorable Neal M. Kurk, Chairman
Fiscal Committee of the General Court
State House
Concord, NH 03301

His Excellency, Governor Christopher T. Sununu
and the Honorable Executive Council
State House
Concord, NH 03301

Requested Action

Pursuant to RSA 9:16-a, authorize the New Insurance Department (NHID) to transfer \$300,000 between various accounts and classes effective upon Fiscal Committee and Governor and Executive Council approval through June 30, 2017.

Source of Funds is 100% Other Funds.

FY 2017 Administration
02-24-24-2400-25200000

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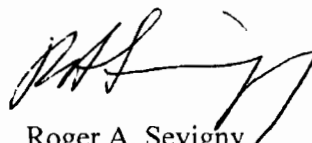
- Class 010 Increase Permanent Classified by \$200,000 to cover salary expenses and enable the department to fill the current vacant permanent classified positions.
- Class 046 Decrease Consultants by \$100,000 to move the necessary funds to the correct class line as this transfer will align expenditures to the proper class line per accounting policy.
- Class 060 Increase Benefits by \$100,000 to cover benefit expenses and enable the department to fill the current vacant permanent classified positions.
- Class 102 Decrease Contract for Program Services by \$200,000 to move the necessary funds to the correct class line as this transfer will align expenditures to the proper class line per accounting policy.

The following transfer of appropriation authority is being requested for Fiscal Year 2017:

1. The \$ 300,000 transfer of appropriation is required in order to fund the department's vacant positions for the remainder of FY2017.

Your consideration of the request is appreciated.

Respectfully submitted,



Roger A. Sevigny