

BPEADL01 LAS/PBS SYSTEM
BUDGET PERIOD: 2006-2017
STATE OF FLORIDA

SCHEDULE VIIIB-2
PRIORITY LISTING FOR POSSIBLE REDUCTION
FOR REQUEST YEAR

SP 09/14/2015 15:59 PAGE: 1
ERROR REPORT

BUDGET ENTITY	D3A ISSUE CODE	COLUMN NUMBERS	CODE	ERROR MESSAGE	PAGE
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THERE WERE 0 ERRORS DETECTED

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
<u>EXECUTIVE DIR/SUPPORT SVCS</u>		43010100
GOV OPERATIONS/SUPPORT		16
<u>EXEC LEADERSHIP/SUPPRT SVC</u>		<u>1602.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - OFFICE OF PUBLICATIONS		33V0460
SALARY RATE		000000
SALARY RATE.....	159,574-	
	=====	
SALARIES AND BENEFIT		010000
	5.00-	
ADMINISTRATIVE TRUST FUND -STATE	239,306-	2021 1
	=====	
TOTAL: REDUCE POSITION(S) - OFFICE OF PUBLICATIONS		33V0460
TOTAL POSITIONS.....	5.00-	
TOTAL ISSUE.....	239,306-	
TOTAL SALARY RATE.....	159,574-	
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 No Legislative Change.

IT COMPONENT? NO

This issue proposes a reduction of five filled positions and associated budget from the Office of Publications in the Division of Administration. The purpose of the Office of Publications is to serve as a resource, facilitator and service provider for internal as well as external communications. The primary program responsibilities of the office include providing video and audio services, photography, graphic design, web design, social media, writing, editing and comprehensive media support services. The Office of Publications is dedicated to excellence in the department's internal and external communications, maintaining the highest quality standards in writing, design and production, with a clearly recognizable brand.

This reduction will have a significant impact on the Department of Financial Services (DFS). It will necessitate scaling back or eliminating some of the publication services currently provided to the DFS, Office of Financial Regulation (OFR), and Office of Insurance Regulation (OIR). This reduction will also impact the timely completion and distribution of important publications to the citizens of Florida. A business case analysis revealed a significant cost increase to the DFS if it must obtain these services from a private vendor.

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
<u>EXECUTIVE DIR/SUPPORT SVCS</u>		43010100
GOV OPERATIONS/SUPPORT		16
<u>EXEC LEADERSHIP/SUPPRT SVC</u>		1602.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - OFFICE OF PUBLICATIONS		33V0460

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
P101 PROPOSED CLASS CODE							
C1002 001	4.00-	123,960-		63,234-	187,194-	0.00	187,194-
C1003 001	1.00-	35,614-		16,498-	52,112-	0.00	52,112-
TOTALS FOR ISSUE BY FUND							
2021 ADMINISTRATIVE TRUST FUND							239,306-
	5.00-	159,574-		79,732-	239,306-		239,306-

VACANT POSITION REDUCTIONS		33V1620
SALARY RATE		000000
SALARY RATE.....	14,795-	
=====		
SALARIES AND BENEFIT		010000
ADMINISTRATIVE TRUST FUND -STATE	2.00- 39,377-	2021 1
=====		
TOTAL: VACANT POSITION REDUCTIONS		33V1620
TOTAL POSITIONS.....	2.00-	
TOTAL ISSUE.....	39,377-	
TOTAL SALARY RATE.....	14,795-	
=====		

COL A93
 SCH VIIIIB-2
 REDUCTIONS

POS	AMOUNT	CODES
FINANCIAL SERVICES		
		43000000
		43010000
		43010100
		16
		1602.00.00.00
		33V0000
		33V1620

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE: IT COMPONENT? NO
 No Legislative Change.

This issue proposes a reduction of two positions, one vacant and one filled. The filled position will be vacant by January 2016 when the current employee exits the Deferred Retirement Option Program and enters retirement. In order to maintain a smaller workforce, the Department is requesting the positions be deleted at 50 percent of minimum. This will ensure the employees taking over these duties can be compensated for the additional workload.

This reduction will have a minimal impact on the Department of Financial Services.

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
P101 PROPOSED CLASS CODE							
C1011 001	2.00-	14,795-		24,582-	39,377-	0.00	39,377-
TOTALS FOR ISSUE BY FUND							
2021 ADMINISTRATIVE TRUST FUND							39,377-
	2.00-	14,795-		24,582-	39,377-		39,377-

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
<u>EXECUTIVE DIR/SUPPORT SVCS</u>		43010100
GOV OPERATIONS/SUPPORT		16
<u>EXEC LEADERSHIP/SUPPRT SVC</u>		<u>1602.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - BUREAU OF		
GENERAL SERVICES - ADMINISTRATION		33V2100
SALARY RATE		000000
SALARY RATE.....	21,534-	
	=====	
SALARIES AND BENEFIT		010000
	1.00-	
ADMINISTRATIVE TRUST FUND -STATE	35,932-	2021 1
	=====	
TOTAL: REDUCE POSITION(S) - BUREAU OF		33V2100
GENERAL SERVICES - ADMINISTRATION		
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	35,932-	
TOTAL SALARY RATE.....	21,534-	
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 No Legislative Change.

IT COMPONENT? NO

This issue proposes a reduction of one filled position and associated budget from the Bureau of General Services. The bureau provides the following support services to the Department of Financial Services (DFS), Office of Financial Regulation (OFR) and Office of Insurance Regulation (OIR): property, facilities, asset tracking, mail, central office supplies, printing services, fleet management, records management, purchasing, contract management, reception services, parking services, emergency management and loss prevention.

This reduction will have a minimal impact on the Bureau of General Services, specifically in the area of parking services.

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
<u>EXECUTIVE DIR/SUPPORT SVCS</u>		43010100
GOV OPERATIONS/SUPPORT		16
<u>EXEC LEADERSHIP/SUPPRT SVC</u>		<u>1602.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - BUREAU OF		
GENERAL SERVICES - ADMINISTRATION		33V2100

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
P101 PROPOSED CLASS CODE							
C1001 001	1.00-	21,534-		14,398-	35,932-	0.00	35,932-
TOTALS FOR ISSUE BY FUND							
2021 ADMINISTRATIVE TRUST FUND							35,932-
	1.00-	21,534-		14,398-	35,932-		35,932-

TOTAL: EXEC LEADERSHIP/SUPPRT SVC							<u>1602.00.00.00</u>
BY FUND TYPE							
TRUST FUNDS.....	8.00-	314,615-					2000
SALARY RATE.....		195,903-					
	=====						

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
<u>INFORMATION TECHNOLOGY</u>		43010300
GOV OPERATIONS/SUPPORT		16
<u>INFORMATION TECHNOLOGY</u>		<u>1603.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCTION IN THE OPERATING CAPITAL		
OUTLAY CATEGORY		33V1120
OPERATING CAPITAL O		060000
ADMINISTRATIVE TRUST FUND -STATE	20,000-	2021 1

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #XX

IT COMPONENT? YES

The Division of Information Systems (DIS) is responsible for maintaining and replacing the agencies standard laptop computers to ensure that the agency's mobility to perform core and mission critical services are adequately working as intended.

Annually, DIS desktop support group is tasked with determining and identifying personal computers (PCs), both laptop and desktop machines, that necessitate replacement. Computers that are identified as primary work devices and have an elapsed warranty are considered for replacement. It is important that with the complexity of PCs that they be covered under the manufacturer's warranty, in cases where equipment fails, the end-user of a computer will not be unproductive due to faulty or worn-down components.

This particular funding is reserved specifically to acquire mobile computers, such as laptops. Laptops are very common and popular computers, especially in the case where mobility is an advantageous criteria to remain productive. Laptops allow for the extension of a user's office due to their compact form factor and wireless components. It is common to see many participates of a meeting setting up their laptops to produce and retrieve information, take notes and remain in communication through email and instant messages. Laptops allow the agency's workforce to better serve the public.

CY funding level: 844,120

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
<u>INFORMATION TECHNOLOGY</u>		43010300
GOV OPERATIONS/SUPPORT		16
<u>INFORMATION TECHNOLOGY</u>		<u>1603.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE IBM SOFTWARE MAINTENANCE		33V3200
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
ADMINISTRATIVE TRUST FUND -STATE	197,243-	2021 1

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AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #XX

IT COMPONENT? YES

This issue eliminates the IBM Software Maintenance contract. The Division of Information Systems' (DIS) service contract for IBM Mainframe Software Maintenance is critical to the long-term performance of the mainframe operating system located in the Fletcher building. The operating system provides support for the department's critical applications located on the mainframe. The mainframe houses mission-critical applications such as the Florida Accounting and Information Resource Subsystem (FLAIR), the Unclaimed Property Management Information System (UPMIS), the Cash Management System (CMS Treasury), and the Legislative appropriation tracking system (LAS/PBS).

Elimination of the software maintenance service contract for the IBM Software suite of products will affect all mainframe applications due to reduced support and response levels from the vendor should a problem arise. Should the mainframe operating system experience a problem, these critical applications would be unavailable until the problem is resolved. Also, security patches to protect the mainframe environment against data breaches (Heartbleed attack) would be discontinued. IBM customers choosing to utilize time and materials for issues versus an established maintenance contract are provided software engineering support at a lower priority, which could result in days or weeks before reaching resolution. Also, receiving a Subject Matter Expert (SME) assigned to an issue may be delayed by days or weeks. This would impact the Legislature, the Executive Office of the Governor's Office of Police and Budget, and all state agencies, and the Bureau of Unclaimed Property as these systems comprise the backbone for the Florida Financial Management Information System.

FLAIR budget entity also has a reduction for the IBM maintenance contract: 1.2M GR and 179K TF

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
<u>INFORMATION TECHNOLOGY</u>		43010300
GOV OPERATIONS/SUPPORT		16
<u>INFORMATION TECHNOLOGY</u>		<u>1603.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE GARTNER SUBSCRIPTION		33V3210
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
ADMINISTRATIVE TRUST FUND -STATE	169,204-	2021 1
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #XX

IT COMPONENT? YES

This issue eliminates the Gartner subscription which provides research backed analysis and support for department-wide decision making and risk avoidance activities. The Division of Information Systems (DIS) is at the forefront of technology initiatives and leadership in the state of Florida's government technology community in part, due to its access to Gartner IT consulting services. Gartner is a leader in the field of IT research and best practices. The Gartner subscription supports information security, compliance and disaster recovery best practice design and implementation; IT procurement best practice and strategies; and all aspects of future IT development. The department has access to Gartner's research library, analysts, and network of IT professionals. These resources are available to assist in solving issues, to provide advice based on industry research and expertise, and to review vendor agreements for technical soundness and capacity planning. Gartner provides world-class information security research, resources, and contacts.

Eliminating this funding will significantly reduce the ability for the department to create efficiencies and solve issues based on industry research, standards and best practices, and provide its current level of service to its customers. Without this subscription DIS will have to utilize alternate means for gathering authoritative guidance for IT management initiatives. Significant changes in technology drive the need to have non-vendor guidance on products and services. Strategic alignment of technology with business needs for the department and the offices is critical to cost and process efficiencies.

This issue impacts all divisions within the department as well as the Office of Insurance Regulation and the Office of Financial Regulation.

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
<u>INFORMATION TECHNOLOGY</u>		43010300
GOV OPERATIONS/SUPPORT		16
<u>INFORMATION TECHNOLOGY</u>		<u>1603.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE STAFF AUGMENTATION		33V3220
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
ADMINISTRATIVE TRUST FUND -STATE	1,169,780-	2021 1
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #XX

IT COMPONENT? YES

Reduce Companies and Related Entities Navigator (COREN) Staff Augmentation (145,800):

This issue eliminates the staff augmentation contract position that supports COREN (Companies and Related Entities Navigator). COREN is a software application used by the Office of Insurance Regulation (OIR) to regulate the insurance industry in the state of Florida. The system contains information about insurance companies doing business in Florida. The primary function is to oversee the introduction of new lines of business for insurance companies. COREN sets up a work flow for insurance examiners and upper management to review details about companies in a sequence to ensure that the business they are doing in the state of Florida is legal; and if their past business in other states has been legal. OIR is obligated to meet a certain time frame to have these businesses approved.

This position spends 100% if its time involved with the necessary enhancements for COREN to ensure prompt approval of lines of business in the state of Florida and other OIR critical needs. This position also assists full time employees with day to day issues such as bug fixes and user requests.

Eliminating this staff augmentation position will stop the development activities associated with this application and reduce the level of support and maintenance it currently receives. This situation will introduce application performance issues and functionality deficiencies such as gaps in data, system availability issues, lapse in statutory compliance, etc. Without continued funding for this contract, the Division of Information Systems will be unable to meet obligations to its customers, possibly jeopardizing OIR's statutory responsibility.

Reduce Cashiers Office Deposit Automation (CODA) System Staff Augmentation (161,352):

DFS has a large inventory of Information System applications to support its core business. The Cashier's Office Deposit Automation (CODA) system is the primary revenue accounting system utilized by the Department of Financial Services (DFS) and the Office's of Financial Regulation (OFR) and Insurance Regulation (OIR). CODA is written in the software framework developed by Microsoft called '.net'.

CODA is made up of 2 components; Client and Business Users Website. The Client component is accessed solely by users

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
<u>INFORMATION TECHNOLOGY</u>		43010300
GOV OPERATIONS/SUPPORT		16
<u>INFORMATION TECHNOLOGY</u>		<u>1603.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE STAFF AUGMENTATION		33V3220

within the Division of Administration, Receipts Accounting Section. This is the component where business functions are performed. The Business Users Website is accessed by users within or outside of the Receipts Accounting Section to perform searches and/or to request refunds. All searches, except one, done through the website are restricted to inquiry only. These requests cannot update the system. The exception is the requesting of refunds, which includes update capability.

The client component is further broken down into business functions. These functions include the following Modules:

- System Information
- General
- Deposit
- Debit Memo
- Corrections
- Refunds
- Admin
- ACH
- Ecom
- Help

This issue eliminates the contract position that supports the department's new CODA system. This position spends 100% of its time on transitioning the divisions from the old cash receipts system (RCP) to the new cash receipts system (CODA) and performing ongoing maintenance of those divisions already transitioned.

Eliminating this staff augmentation position will stop the development activities associated with this application and reduce the level of support and maintenance this work currently receives.

Reduce Public Assistance Fraud/Automated Investigative Management System (PAF/AIM) Staff Augmentation: (191,192)

This issue eliminates a staff augmentation contract position that supports the Public Assistance Fraud/Automated Investigative Management (PAF/AIM) application within the Division of Public Assistance Fraud. This system is utilized to enter and track all information relating to all Florida Investigative and Public Assistance Fraud cases for the State of Florida. The system is highly complicated and requires the years of knowledge and expertise provided by the augmented position. The AIM system is not only for departmental users, but this application also has a public facing portion as well as internal to the agency.

At a minimum the position spends 8 hours per day on data collection/processing including imports and exports of data to various agencies; database monitoring and enhancements to a system containing over 200 relational tables; modifications and bug fixes to the application consisting of 93 modules and over 170 screens; and new system enhancements as requested.

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
<u>INFORMATION TECHNOLOGY</u>		43010300
GOV OPERATIONS/SUPPORT		16
<u>INFORMATION TECHNOLOGY</u>		<u>1603.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE STAFF AUGMENTATION		33V3220

Eliminating this funding will affect the state's ability to modify this application and will reduce the level of support and maintenance it currently receives. This situation will introduce application performance issues and functionality deficiencies such as application downtime when something goes wrong and cannot be fixed in a timely manner; or data being incorrect when a bug cannot be fixed without staffing. Without this resource department will jeopardize its statutory responsibility in that area. Investigations by the department or the Division of Insurance Fraud are authorized by s. 626.989, F.S.

Reduce Unclaimed Property Management Information System (UPMIS) Staff Augmentation (145,800):

This issue eliminates the staff augmentation position that is responsible for supporting the Unclaimed Property Management Information Systems (UPMIS). The State Unclaimed Property program uses this automated system to return \$2.5 billion of unclaimed properties to rightful owners. This position is being used reduce the backlog of more than 300 system enhancement and fix requests for UPMIS as well as improving the customer experience with an enhanced website. This position is also focused on decreasing claim processing time by adding an eClaim service and email services.

This position is instrumental in future enhancements to the UPMIS application; as the efforts to improve services have left the UPMIS application with IT debt. In an independent review on September 20, 2013 Gartner reported, The UPMIS application appears to be in good IT health, but it is not without IT debt which it has accumulated in the applications' decade of evolution. Such debt factors include limited re-use of code, older technology frameworks, and limited code refactoring.

The position is responsible for the development of new JAVA applications, enhance existing JAVA applications, work with users to gather business requirements, provide maintenance and support from JAVA applications; provide project leadership; develop and/or enhance project and technical documentation; and work with state staff to mentor them in JAVA development skills.

Eliminating this staff augmentation person would present a situation resulting in application performance issues, loss of knowledge transfer, and seriously impact the systems programming team's ability to deliver the eClaim functionality. It could also result in a 15% to 25% decrease in productivity depending on the staff augmentation duties within the application. This position spends 100% of its time on this project.

Reduce Division of Workers' Compensation (DWC) Staff Augmentation (172,800):

This issue eliminates the staff augmentation position that supports the Division of Workers' Compensation applications and provides application development and maintenance for the Automated Rehabilitation and Medical Info System (ARAMIS) and also the Re-employment Information System (RIS) application for the Division of Workers' Compensation, Bureau of Monitoring and Audit.

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
<u>INFORMATION TECHNOLOGY</u>		43010300
GOV OPERATIONS/SUPPORT		16
<u>INFORMATION TECHNOLOGY</u>		<u>1603.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE STAFF AUGMENTATION		33V3220

The Office of Medical Services (OMS) in the Bureau of Monitoring and Audit is responsible for the regulation of medical services in the Workers' Compensation System. Its duties are almost exclusively contained in Section 440.13, F.S. These duties fall into four main areas: developing and adopting the various health care reimbursement manuals; resolving medical reimbursement disputes between providers and payers; certifying Health Care Providers and Expert Medical Advisors; and investigating reports of provider violations.

The Division's Bureau of Monitoring and Audit is responsible for ensuring that carriers meet their obligations under the law, including timely and accurate payment and filing of medical bills. The ARAMIS and RIS computer applications assist the business unit with carrying out these mandatory functions. Eliminating this staff augmentation position will stop the development activities associated with this application and reduce the level of support and maintenance it currently receives.

Reduce Tiger Team (Licensing Applications) Staff Augmentation (352,836):

The Division of Information Systems (DIS) has a large inventory of information system applications to support its core business. There are two staff augmentation contract positions, referred to as the Tiger Team, that support application development for the Division of Insurance Agents and Agency Services (AAS) applications; Funeral and Cemetery Consumer Services (FCCS), and State Fire Marshal (SFM) licensing applications. Both positions divide their time equally among all three divisions.

Applications among these three division are ALIS (Agent and Agency Services Indexing capture); FAC (Funeral and Cemetery portion of ALIS); AALF (Agent and Agency Services Licensing Functions); DICE (Agent and Agency Services Continuing Education system); eAppoint (Agent and Agency Services Appointment application); NFTI (Non-resident interface for transfer of information); FCDICE (Fire College/Funeral and Cemetery Continuing Education system); and Data Warehouse. All of these applications support critical departmental operational functions of licensing, continuing education and appointment functions for insurance agents, funeral and cemetery directors/facilities, and fire personnel for the state.

The Tiger Team's current development activities are for Funeral, Cemetery and Consumer Services (FCCS) converting its financial payment (RCP) to Cashiers Office Deposit Automation System (CODA) as well as developing an Online Renewal Application process; and for State Fire Marshall development, converting its financial payment (RCP) to CODA, and daily supporting and maintaining the systems.

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
<u>INFORMATION TECHNOLOGY</u>		43010300
GOV OPERATIONS/SUPPORT		16
<u>INFORMATION TECHNOLOGY</u>		<u>1603.00.00.00</u>
TOTAL: INFORMATION TECHNOLOGY		<u>1603.00.00.00</u>
BY FUND TYPE		
TRUST FUNDS.....	1,556,227-	2000
	=====	
<u>INFO TECHNOLOGY - FLAIR</u>		43010500
GOV OPERATIONS/SUPPORT		16
<u>INFORMATION TECHNOLOGY</u>		<u>1603.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE IBM SOFTWARE MAINTENANCE		33V3200
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
GENERAL REVENUE FUND -STATE	1,416,563-	1000 1
ADMINISTRATIVE TRUST FUND -STATE	179,312-	2021 1

TOTAL APPRO.....	1,595,875-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #XX

IT COMPONENT? YES

This issue eliminates the IBM Software Maintenance contract. The Division of Information Systems' (DIS) service contract for IBM Mainframe Software Maintenance is critical to the long-term performance of the mainframe operating system located in the Fletcher building. The operating system provides support for the department's critical applications located on the mainframe. The mainframe houses mission-critical applications such as the Florida Accounting and Information Resource Subsystem (FLAIR), the Unclaimed Property Management Information System (UPMIS), the Cash Management System (CMS Treasury), and the Legislative appropriation tracking system (LAS/PBS).

Elimination of the software maintenance service contract for the IBM Software suite of products will affect all mainframe applications due to reduced support and response levels from the vendor should a problem arise. Should the mainframe operating system experience a problem, these critical applications would be unavailable until the problem is resolved. Also, security patches to protect the mainframe environment against data breaches (Heartbleed attack) would be discontinued. IBM customers choosing to utilize time and materials for issues versus an established maintenance contract are provided software engineering support at a lower priority, which could result in days or weeks before reaching resolution. Also, receiving a Subject Matter Expert (SME) assigned to an issue may be delayed by days or weeks. This could cause disastrous effects for the Legislature, the Executive Office of the Governor's Office of Police and Budget, and all state agencies, and the Bureau of Unclaimed Property as these systems comprise the backbone for the Florida Financial Management Information System.

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		
		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
<u>INFO TECHNOLOGY - FLAIR</u>		43010500
GOV OPERATIONS/SUPPORT		16
<u>INFORMATION TECHNOLOGY</u>		<u>1603.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE IBM SOFTWARE MAINTENANCE		33V3200

IT budget entity also has a reduction for the IBM software maintenance contract: 197K

TOTAL: INFORMATION TECHNOLOGY		<u>1603.00.00.00</u>
BY FUND TYPE		
GENERAL REVENUE FUND	1,416,563-	1000
TRUST FUNDS	179,312-	2000

TOTAL PROG COMP.....	1,595,875-	
	=====	

PROGRAM: TREASURY		43100000
<u>DEPOSIT SECURITY</u>		43100200
GOV OPERATIONS/SUPPORT		16
<u>GOVERNMENTAL OPERATIONS</u>		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE THE QUALIFIED PUBLIC		
DEPOSITORIES PROGRAM		33V4100
SALARY RATE		000000
SALARY RATE.....	172,136-	
	=====	

SALARIES AND BENEFI		010000
	4.00-	
TREASURY ADM/INVEST TF -STATE	242,553-	2725 1
	=====	

EXPENSES		040000
TREASURY ADM/INVEST TF -STATE	36,030-	2725 1
	=====	

TOTAL: ELIMINATE THE QUALIFIED PUBLIC		33V4100
DEPOSITORIES PROGRAM		
TOTAL POSITIONS.....	4.00-	
TOTAL ISSUE.....	278,583-	
TOTAL SALARY RATE.....	172,136-	
	=====	

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PROGRAM: TREASURY		43100000
<u>DEPOSIT SECURITY</u>		43100200
GOV OPERATIONS/SUPPORT		16
<u>GOVERNMENTAL OPERATIONS</u>		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE THE QUALIFIED PUBLIC		
DEPOSITORY PROGRAM		33V4100

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

LAW CHANGE REQUIRED: Chapter 280 would have to be rescinded or the authority transferred to the Office of Financial Regulation under their state banking authority.

The elimination of Florida's public deposits program would require legislative action to repeal Chapter 280, Florida Statutes, or to transfer the responsibility for administering this program to another agency. If the program were eliminated it would remove the protection from loss for Florida public deposits under Chapter 280, Florida Statutes. This would have a dramatic effect on Florida's public depositors which would be required to revert back to a process of protecting their bank deposits by directly negotiating collateral arrangements with each depository institution they use.

The Qualified Public Deposit Program was established in 1981 at the request of the banking community in Florida to provide a standardized method of protecting public monies on deposit that exceeded the Federal Deposit Insurance Corporation limits that guaranteed depositors against loss in the case of a bank failure. Chapter 280 established the administrative responsibility for the Division of Treasury to administer the program and provide for a full time staff to approve participating depositories, establish collateralization levels required to protect the deposits and for the review of the financial conditions in order to determine adequate pledge level for collateral requirements. There are currently four full time positions that administer the program that includes approving participation, review ranking changes, monitor deposit and pledge levels and act in accordance with both Chapter 280, Florida Statutes and Administrative Rule 69C-2.

This is 100 percent of the program resources and 15 percent of the budget entities overall operating budget.

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
P101 PROPOSED CLASS CODE							
C1007 001	4.00-	172,136-		70,417-	242,553-	0.00	242,553-

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: TREASURY		43100000
<u>DEPOSIT SECURITY</u>		43100200
GOV OPERATIONS/SUPPORT		16
<u>GOVERNMENTAL OPERATIONS</u>		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE THE QUALIFIED PUBLIC DEPOSITORIES PROGRAM		33V4100

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS						
CHANGES TO CURRENTLY AUTHORIZED POSITIONS						
TOTALS FOR ISSUE BY FUND						
						242,553-
2725 TREASURY ADM/INVEST TF						
4.00-	172,136-		70,417-	242,553-		242,553-
=====	=====	=====	=====	=====		=====

TOTAL: GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
BY FUND TYPE		
TRUST FUNDS.....	4.00- 278,583-	2000
SALARY RATE.....	172,136-	
=====		

COL A93			
SCH VIIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES

FINANCIAL SERVICES			43000000
PROGRAM: TREASURY			43100000
<u>ST FUNDS MGT & INVESTMENT</u>			43100300
GOV OPERATIONS/SUPPORT			16
<u>GOVERNMENTAL OPERATIONS</u>			<u>1601.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
REDUCE OTHER PERSONAL SERVICES			
FUNDING			33V2240
OTHER PERSONAL SERV			030000
TREASURY ADM/INVEST TF	-STATE	17,500-	2725 1
		=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 16-17 NARRATIVE: IT COMPONENT? NO
 No Legislative Change.

This issue proposes eliminating Other Personal Services (OPS) from the State Funds Management and Investment budget entity. OPS perform valuable work that would not otherwise be performed or would be performed less promptly. If OPS positions were not available, it would prevent the hiring of interns from local universities in support of the Division of Funds Management and Investment.

This reduction represents 100 percent of OPS funding.

ELIMINATE FUNDING FOR THE PAYEE			
MATCH SERVICES CONTRACT			33V4130
SPECIAL CATEGORIES			100000
CONTRACTED SERVICES			100777
TREASURY ADM/INVEST TF	-STATE	25,000-	2725 1
		=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 16-17 NARRATIVE: IT COMPONENT? NO
 No Legislative Change.

This issue proposes to eliminate payee match services for state warrants in the State Funds Management and Investment budget entity. Costs include payee match services for approximately 2.5 million warrants at \$0.01 per warrant. This reduction will affect the Department's ability to timely detect fraudulent warrants. This service matches the payee information from the file the Department sends to the bank to the payee information on the warrant that is presented at the bank. We are immediately notified of any discrepancies and we can deny payment of the warrant. Without this process, this type of fraud may not be detected in a timely manner. This reduction would impact other divisions within the department who have not been consulted.

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		
		43000000
PROGRAM: TREASURY		
		43100000
<u>ST FUNDS MGT & INVESTMENT</u>		
		43100300
GOV OPERATIONS/SUPPORT		
		16
<u>GOVERNMENTAL OPERATIONS</u>		
		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		
		33V0000
ELIMINATE FUNDING FOR THE PAYEE		
		33V4130
MATCH SERVICES CONTRACT		

This contract represents 0.7 percent of the affected programs budget.

ELIMINATE CONSOLIDATED REVOLVING		
ACCOUNT - BANKING FEES		33V4150
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
TREASURY ADM/INVEST TF	-STATE 25,000-	2725 1
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 No Legislative Change.

IT COMPONENT? NO

This issue proposes elimination of the consolidated revolving account in the State Funds Management and Investment budget entity. The Division of Treasury has provided a state-wide revolving account for State of Florida banking services since 1993 via a contract with a qualified financial institution. Elimination of this contract will save the Division an estimated \$25,000 based on Fiscal Year 2014-2015 actual costs paid. This reduction would require individual agencies to contract for their individual services which may be at higher rates due to the economy of scales we receive by consolidating the contract. In addition, Treasury would lose the benefit of being able to invest the funds in the Treasury Investment Pool resulting in a loss of investment income to the State.

This contract represents 0.7 percent of the affected programs budget.

TOTAL: GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
BY FUND TYPE		
TRUST FUNDS.....	67,500-	2000
	=====	

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PROGRAM: TREASURY		43100000
<u>SUP RETIREMENT PLAN</u>		43100400
GOV OPERATIONS/SUPPORT		16
<u>GOVERNMENTAL OPERATIONS</u>		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCTION TO DEFERRED COMPENSATION		
MARKETING ACTIVITIES AND SUPPLIES		33V4160
SPECIAL CATEGORIES		100000
DEFERRED COMP ADM S		100868
TREASURY ADM/INVEST TF	-STATE	2725 1
	126,810-	
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

No Legislative Change.

This issue proposes a reduction of authority in the Deferred Compensation Administrative Services category of the Supplemental Retirement Plan budget entity. Deferred Compensation is not funded by the state, but is funded by the contracted investment companies providing services for the Deferred Compensation Plan. All amounts accumulated in the Deferred Compensation Trust Fund shall be held in the Trust Fund for the exclusive benefits of participants and their beneficiaries. Federal Law 26 United States Code section 457(b)(6).

Section 112.215, Florida Statutes provides for the Deferred Compensation program and was implemented in 1975. Under this chapter, the Chief Financial Officer shall establish a plan of deferred compensation for State employees. The established deferred compensation program is administered within the Division of Treasury. Currently there are over 76,000 (includes university employees) participants in the program with approximately \$3.6 billion in assets. Approximately 33 percent of State employees participate in the program.

To ensure employees are aware of the program and the benefits it provides, the Division of Treasury utilizes various marketing techniques. Specifically directed letters/fliers are sent to employees entering or leaving employment, are entering the Deferred Retirement Option Program (DROP) or have stopped contributing. Informative documents such as performance reports, newsletters, brochures and question and answer documents are generated and distributed. In addition, surveys are conducted to measure the participant's satisfaction of the program and to obtain ideas as to how to improve the program. These marketing items are generated monthly, quarterly and/or annual depending on the need.

The total budget associated with communications is 500,000. The reduction of 126,810 of this budget would result in a 25.36 percent cut to the Communications Services and a 13.35 percent cut to the Administrative Services budget as a whole.

With reduced education and marketing, State employees may not become aware of the need for retirement savings or the Deferred Compensation Program and its benefits. The reduction could also result in decreasing participation and confidence in the program. Reduced participation could put the State employees in a position that they do not have adequate retirement savings necessary to retire in a comfortable position and may need to utilize government assistance.

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FIN ACCT/PUBLIC FUNDS		43200000
ST FINAN INFO/ST AGY ACCTG		43200100
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE OTHER PERSONAL SERVICES		
(OPS) IN ACCOUNTING AND AUDITING		33V0200
OTHER PERSONAL SERV		030000
ADMINISTRATIVE TRUST FUND -STATE	23,875-	2021 1
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

The Division of Accounting and Auditing uses the authority in the Other Personal Services (OPS) category to hire staff as needed to accomplish the mission of the Division. The Division currently has \$47,420 in recurring OPS budget authority from the Administrative Trust Fund. Reducing \$23,875 would leave an appropriation of \$23,545 which would allow the Division to use 5% transfer authority to temporarily transfer budget from another category, if available, to provide OPS funding when needed. The risk in reducing the category is in the uncertainty of the availability of budget in another category to transfer to the OPS category if/when needed.

This issue reduces \$23,875 in Administrative Trust Fund funding.

RECOVERY & RETURN OF UP		43200200
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE THE AUDIT TEAM IN THE		
BUREAU OF UNCLAIMED PROPERTY		33V0450
SALARY RATE		000000
SALARY RATE.....	264,995-	
	=====	
SALARIES AND BENEFIT		010000
UNCLAIMED PROPERTY TF	6.00-	
-STATE	371,634-	2007 1
	=====	
TOTAL: ELIMINATE THE AUDIT TEAM IN THE		33V0450
BUREAU OF UNCLAIMED PROPERTY		
TOTAL POSITIONS.....	6.00-	
TOTAL ISSUE.....	371,634-	
TOTAL SALARY RATE.....	264,995-	
	=====	

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		
		43000000
PGM: FIN ACCT/PUBLIC FUNDS		
		43200000
<u>RECOVERY & RETURN OF UP</u>		
		43200200
GOV OPERATIONS/SUPPORT		
		16
<u>GOVERNMENTAL OPERATIONS</u>		
		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		
		33V0000
ELIMINATE THE AUDIT TEAM IN THE		
BUREAU OF UNCLAIMED PROPERTY		
		33V0450

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

The Bureau of Unclaimed Property holds accounts valued at more than \$1 billion. The accounts come from various reporters such as financial institutions, insurance and utility companies, securities and trust holdings, etc. In addition, the Bureau may also hold tangible property such as watches, jewelry, coins, currency, stamps, historical items, and other miscellaneous items from abandoned safe deposit boxes.

In FY 2004/05 the Bureau established a team responsible for conducting exams/audits on holders (businesses) of unclaimed property that are not complying with applicable laws. In addition to audits, the team also provides outreach/education to holders. The team conducts approximately 200 audits and 20 educational workshops annually. Since implementation, these activities have generated more than \$20 million in additional revenue to the State School Fund. Although there is not a direct revenue (fee) collected as a result of these activities, these activities educate and ensure holders of unclaimed property are reporting as required. If this team was eliminated there could be a potential loss in revenue to the State if holders do not report as required.

This issue would reduce 6 filled FTE and \$371,634 in Unclaimed Property Trust Fund funding. This issue eliminates the audit team within the Bureau of Unclaimed Property

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS						
CHANGES TO CURRENTLY AUTHORIZED POSITIONS						
P101 PROPOSED CLASS CODE						
C0001 001						
6.00-	264,995-		106,639-	371,634-	0.00	371,634-
TOTALS FOR ISSUE BY FUND						
2007 UNCLAIMED PROPERTY TF						
6.00-	264,995-		106,639-	371,634-		371,634-

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FIN ACCT/PUBLIC FUNDS		43200000
<u>RECOVERY & RETURN OF UP</u>		43200200
GOV OPERATIONS/SUPPORT		16
<u>GOVERNMENTAL OPERATIONS</u>		<u>1601.00.00.00</u>
TOTAL: GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
BY FUND TYPE		
	6.00-	
TRUST FUNDS.....	371,634-	2000
SALARY RATE.....	264,995-	
	=====	
PROGRAM: FIRE MARSHAL		43300000
<u>COMPLIANCE & ENFORCEMENT</u>		43300200
PUBLIC PROTECTION		12
<u>LAW ENFORCEMENT</u>		<u>1202.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE STAFF FOR SCHEDULE VIIIIB		33V3230
SALARY RATE		000000
SALARY RATE.....	142,167-	
	=====	
SALARIES AND BENEFIT		010000
	4.00-	
INSURANCE REG TF	-STATE 208,117-	2393 1
	=====	
TOTAL: ELIMINATE STAFF FOR SCHEDULE VIIIIB		33V3230
TOTAL POSITIONS.....	4.00-	
TOTAL ISSUE.....	208,117-	
TOTAL SALARY RATE.....	142,167-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #XX

IT COMPONENT? NO

Eliminate One Engineering Specialist II (55,614)

Possible Legislative Change in s. 633.218(3), F.S., associated with the timeframe for reporting.

This issue will eliminate one filled Engineering Specialist II position located in the Plans Review Section in Tallahassee. The Engineer II position reviews construction plans of all state-owned buildings to determine compliance with the Florida Fire Prevention Code, as mandated by Section 633.218(3), F.S. This section currently has 4 positions performing these duties; two Engineer II; one Engineer III; and one Engineer IV Supervisory position. The construction plans for state-owned buildings must be reviewed within 30 days of receipt of the plans and the plans for state-leased

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
<u>COMPLIANCE & ENFORCEMENT</u>		43300200
PUBLIC PROTECTION		12
<u>LAW ENFORCEMENT</u>		<u>1202.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE STAFF FOR SCHEDULE VIIIB		33V3230

buildings must be reviewed within 10 working days of receipt of the plans.

In FY 2014-2015, the Division reviewed 67 plans for new construction of state-owned and state-leased facilities. Projects included buildings such as dormitories, classrooms, office buildings, hospitals, and prisons. The Division also reviewed 447 plans for renovations within state-owned and state-leased facilities. All reviews were completed within their statutory time frames. The reduction of this position will extend the amount of time needed to review construction plans and may result in a delay of construction of state owned projects. The loss of one Engineering Specialist II results in a 25 percent loss of support for this function.

Eliminate Three Fire Protection Specialists (152,503)

Possible Legislative Change in s. 633.085(1)(a), F.S., associated with the timeframe for inspections.

There are 31 filled Fire Protection Specialists assigned to five regions within the Bureau of Fire Prevention, Inspections Section. These positions are responsible for inspecting high hazard, recurring inspections and construction of all state own buildings to ensure compliance and correction pursuant to the Florida Fire Prevention Code. High hazard occupancies are inspected annually and all other buildings require a biennial inspection. This issue eliminates three vacant Fire Protection Specialist representing a 10 percent loss of support for this function. This reduction in productivity may necessitate a change of the timeframes outlined in Chapter 633, F.S.

During FY 2014-15, there were 7,479 annual high hazards inspections; 6,855 biennial recurring inspections; and 1,950 biennial construction inspections conducted. This section also conducts statutorily mandated regulatory inspections of fire equipment facilities, explosives magazines, and construction material mines. There were 1,251 regulatory inspections conducted In FY 2014-15. Property loss due to fire in state buildings statistics are tracked by Risk Management; however, there is no overlap with this division in actual inspections of property. In Fiscal Year 2014-15, there was no loss of life in state owned buildings due to fire.

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
<u>COMPLIANCE & ENFORCEMENT</u>		43300200
PUBLIC PROTECTION		12
<u>LAW ENFORCEMENT</u>		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
ELIMINATE STAFF FOR SCHEDULE VIIIIB		33V3230

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
4630 ENGINEERING SPECIALIST II							
C1002 001	1.00-	38,661-		16,953-	55,614-	0.00	55,614-
8804 FIRE PROTECTION SPECIALIST							
C1003 001	3.00-	103,506-		48,997-	152,503-	0.00	152,503-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							208,117-

	4.00-	142,167-		65,950-	208,117-		208,117-
=====							

REDUCE POSITION(S) - FIELD OFFICE							
ADMINISTRATIVE SECRETARIES - STATE							
FIRE MARSHAL - COMPLIANCE AND ENFORCEMENT							33V7110
SALARY RATE							000000
SALARY RATE.....	44,910-						
=====							
SALARIES AND BENEFITS							010000
INSURANCE REG TF	2.00-						
-STATE		73,982-					2393 1
=====							
TOTAL: REDUCE POSITION(S) - FIELD OFFICE							33V7110
ADMINISTRATIVE SECRETARIES - STATE							
FIRE MARSHAL - COMPLIANCE AND ENFORCEMENT							
TOTAL POSITIONS.....	2.00-						
TOTAL ISSUE.....		73,982-					
TOTAL SALARY RATE.....	44,910-						

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
<u>COMPLIANCE & ENFORCEMENT</u>		43300200
PUBLIC PROTECTION		12
<u>LAW ENFORCEMENT</u>		<u>1202.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - FIELD OFFICE		
ADMINISTRATIVE SECRETARIES - STATE		
FIRE MARSHAL - COMPLIANCE AND		
ENFORCEMENT		33V7110

=====

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #XX

IT COMPONENT? NO

Possible Legislative Change in s. 633.085 (3)(b), F.S., associated with the timeframe for reporting.

This issue will eliminate two filled Administrative Secretary positions located in the Tampa and West Palm Beach field offices. These two positions provide sole administrative support to the Fire Protection Specialists and their supervisors. The Tampa position supports six Fire Protection Specialists and one Fire Protection Specialist Supervisor. The West Palm Beach position supports six Fire Protection Specialists and one Fire Protection Specialist Supervisor. In addition to assisting the Fire Protection Specialists, the Administrative Secretaries answer telephones, and assist citizens and state agencies as needed.

The removal of these positions will require the regional Fire Protection Specialist's and their supervisors to assume the workload, thereby affecting their ability to perform fire safety inspections within the statutorily mandated timeframes. Eliminating these Administrative Secretary positions could require a statutory change to the timeframes for the Fire Protections Specialists to submit reports. This reduction represents 33% of these positions.

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
0108 ADMINISTRATIVE SECRETARY							
C1001 001	2.00-	44,910-		29,072-	73,982-	0.00	73,982-

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
<u>COMPLIANCE & ENFORCEMENT</u>		43300200
PUBLIC PROTECTION		12
<u>LAW ENFORCEMENT</u>		<u>1202.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - FIELD OFFICE		
ADMINISTRATIVE SECRETARIES - STATE		
FIRE MARSHAL - COMPLIANCE AND		
ENFORCEMENT		33V7110

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							73,982-
	2.00-	44,910-		29,072-	73,982-		73,982-

REDUCE POSITION(S) - ADMINISTRATIVE							
STAFF - STATE FIRE MARSHAL -							
PROFESSIONAL TRAINING AND STANDARDS							33V7450
SALARY RATE							000000
SALARY RATE.....	21,534-						=====
SALARIES AND BENEFIT							010000
INSURANCE REG TF -STATE	1.00-	35,932-					2393 1
TOTAL: REDUCE POSITION(S) - ADMINISTRATIVE							33V7450
STAFF - STATE FIRE MARSHAL -							
PROFESSIONAL TRAINING AND STANDARDS							
TOTAL POSITIONS.....	1.00-						
TOTAL ISSUE.....		35,932-					
TOTAL SALARY RATE.....	21,534-						=====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
<u>COMPLIANCE & ENFORCEMENT</u>		43300200
PUBLIC PROTECTION		12
<u>LAW ENFORCEMENT</u>		<u>1202.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - ADMINISTRATIVE		
STAFF - STATE FIRE MARSHAL -		
PROFESSIONAL TRAINING AND STANDARDS		33V7450

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #XX

IT COMPONENT? NO

Possible Legislative Change in s. 633.085(1)(a), F.S., associated with the timeframe for inspections.

This issue eliminates the currently filled Senior Clerk position in the Regulatory Licensing Section of the Bureau of Compliance and Enforcement. There are currently 5 full time equivalent positions (FTE) and one supervisor in this section who are responsible for processing applications for certification, licensure, permitting, or registration for one of five regulated industries. The Regulatory Licensing Section also handles oversight of renewals and answers questions regarding statutory requirements for licensure. Not all positions are responsible for the same industry or part of the licensure process, but all handle at least one type of licensing by themselves. Section 120.60, F.S., requires that deficient applications for licensure or registration be processed and notified of deficiencies within 30 days after receipt. Completed applications must be processed within 90 days after receipt.

Eliminating this position may affect the section's ability to process applications within their statutorily mandated timeframe. This is a 17 percent reduction in FTE performing the regulatory duties of this section.

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
0004 SENIOR CLERK							
C1004 001	1.00-	21,534-		14,398-	35,932-	0.00	35,932-

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
<u>COMPLIANCE & ENFORCEMENT</u>		43300200
PUBLIC PROTECTION		12
<u>LAW ENFORCEMENT</u>		<u>1202.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - ADMINISTRATIVE		
STAFF - STATE FIRE MARSHAL -		
PROFESSIONAL TRAINING AND STANDARDS		33V7450

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS						
CHANGES TO CURRENTLY AUTHORIZED POSITIONS						
TOTALS FOR ISSUE BY FUND						
						35,932-
1.00-	21,534-		14,398-	35,932-		35,932-
=====	=====	=====	=====	=====		=====

TOTAL: LAW ENFORCEMENT		<u>1202.00.00.00</u>
BY FUND TYPE		
TRUST FUNDS.....	7.00- 318,031-	2000
SALARY RATE.....	208,611-	
	=====	

COL A93			
SCH VIIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES

FINANCIAL SERVICES			43000000
PROGRAM: FIRE MARSHAL			43300000
<u>PROF TRAINING & STANDARDS</u>			43300400
PUBLIC PROTECTION			12
<u>LAW ENFORCEMENT</u>			<u>1202.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
ELIMINATE STAFF FOR SCHEDULE VIIIIB			33V3230
SALARY RATE			000000
SALARY RATE.....	100,157-		
	=====		
SALARIES AND BENEFIT			010000
	3.00-		
INSURANCE REG TF	-STATE	158,068-	2393 1
		=====	
TOTAL: ELIMINATE STAFF FOR SCHEDULE VIIIIB			33V3230
TOTAL POSITIONS.....	3.00-		
TOTAL ISSUE.....	158,068-		
TOTAL SALARY RATE.....	100,157-		
	=====		

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #XX

IT COMPONENT? NO

Eliminate One Field Examiner (51,379)

This issue reduces one Field Examiner position. This position administers state exams for firefighter certification. The division issues a certificate of compliance to any person satisfactorily complying with the training program established in s. 633.35(1), F.S., who has successfully passed an examination as prescribed by the division, and who possesses the qualifications for employment in s. 633.35, F.S. Elimination of this position will directly impact remaining field examiner positions with increased work load and testing. There are 34 training centers in the state. Each of the training centers administers not less than three firefighter certification tests annually. Some administer as many as 10 or 12 per year. These tests typically take more than one day to complete and often more than one field examiner based on the number of students. If a field examiner position is lost it will directly impact the state testing schedule by potentially creating a testing backlog. The number of state tests administered will be lessened and the work load of remaining field examiners will increase. Because these tests are administered all over the state there is also significant travel time involved to get to the locations.

Eliminate One Government Analyst I (53,095)

This issue reduces one Government Analyst I (GA I) position. The Fire College utilizes this position as an assistant to the Training Manager. This employee processes instructor approvals and class offering approvals on a statewide basis. The GA I also ensures bureau compliance with accreditation standards. Losing this position would increase the workload on the Training Manager causing a backlog in class offering approvals, instructor approvals, training updates and compliance

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
<u>PROF TRAINING & STANDARDS</u>		43300400
PUBLIC PROTECTION		12
<u>LAW ENFORCEMENT</u>		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
ELIMINATE STAFF FOR SCHEDULE VIIIIB		33V3230

with national accreditation standards. This reduction would have a direct impact on the level of statewide customer service that could be afforded to providers and students.

Eliminate One Fire College Instructor (53,594)

This issue reduces one vacant Fire College Instructor position. This position is responsible for delivering training and education as required by Chapter 69A-37.065 F.A.C. This is one of three full-time fire college instructor positions. Since 2011, the Fire College has delivered over 1,600 class offerings to over 40,000 students. Elimination of this position will directly impact the remaining positions with increased workload/teaching. Fire College Instructors are also responsible for developing and distributing lesson plans and a curriculum that is used by over 4,000 approved educational providers, and over 6,000 certified instructors in the state.

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
1360 FIELD REPR-FIRE FIGHTERS STDS & TRNG							
C1002 001	1.00-	30,990-		20,389-	51,379-	0.00	51,379-
1362 FIRE COLLEGE INSTRUCTOR							
C1004 001	1.00-	32,698-		20,896-	53,594-	0.00	53,594-
2224 GOVERNMENT ANALYST I							
C1003 001	1.00-	36,469-		16,626-	53,095-	0.00	53,095-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							158,068-

	3.00-	100,157-		57,911-	158,068-		158,068-
							=====

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		
		43000000
PROGRAM: FIRE MARSHAL		
		43300000
<u>PROF TRAINING & STANDARDS</u>		
		43300400
PUBLIC PROTECTION		
		12
<u>LAW ENFORCEMENT</u>		
		<u>1202.00.00.00</u>
PROGRAM REDUCTIONS		
		33V0000
REDUCE POSITION(S) - ADMINISTRATIVE		
STAFF - STATE FIRE MARSHAL -		
PROFESSIONAL TRAINING AND STANDARDS		
		33V7450
SALARY RATE		
		000000
SALARY RATE.....	21,534-	
	=====	
SALARIES AND BENEFIT		
		010000
INSURANCE REG TF	-STATE 1.00- 35,932-	
	=====	2393 1
TOTAL: REDUCE POSITION(S) - ADMINISTRATIVE		
		33V7450
STAFF - STATE FIRE MARSHAL -		
PROFESSIONAL TRAINING AND STANDARDS		
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	35,932-	
TOTAL SALARY RATE.....	21,534-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #XX

IT COMPONENT? NO

This issue will eliminate the currently filled Senior Clerk position in the Bureau of Fire Standards and Training. This unit is responsible for the state-wide firefighter health and safety program as established in s. 633.508, F.S., concerning workplace safety. The Division of State Fire Marshal is required to assist and encourage firefighter employers to maintain safe working standards and conditions and to provide education and training in the field of safety. There are approximately 50,000 career and volunteer firefighters in the State of Florida. The firefighting occupation has a significant number of occupational injuries and diseases that warrant careful review and proactive measures to manage. The unit is staffed by one Safety Programs Manager and three OPS Field Safety Representatives. Elimination of this position may create a backlog for remaining staff and impact the safety program in consideration of the safety and health of Florida's firefighters.

COL A93
 SCH VIIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES

FINANCIAL SERVICES	43000000
PROGRAM: FIRE MARSHAL	43300000
<u>PROF TRAINING & STANDARDS</u>	43300400
PUBLIC PROTECTION	12
<u>LAW ENFORCEMENT</u>	<u>1202.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCE POSITION(S) - ADMINISTRATIVE	
STAFF - STATE FIRE MARSHAL -	
PROFESSIONAL TRAINING AND STANDARDS	33V7450

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS

A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
0004 SENIOR CLERK							
C1001 001	1.00-	21,534-		14,398-	35,932-	0.00	35,932-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							35,932-

	1.00-	21,534-		14,398-	35,932-		35,932-
=====							

 TOTAL: LAW ENFORCEMENT 1202.00.00.00
 BY FUND TYPE

TRUST FUNDS.....	4.00-	194,000-					2000
SALARY RATE.....		121,691-					
=====							

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
<u>FIRE MRSHL ADMN & SUP SRVS</u>		43300500
PUBLIC PROTECTION		12
<u>LAW ENFORCEMENT</u>		<u>1202.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE FLORIDA FIRE INCIDENT		
REPORTING SECTION (FFIRS)		33V0120
SALARY RATE		000000
SALARY RATE.....	50,958-	
	=====	
SALARIES AND BENEFI		010000
	2.00-	
INSURANCE REG TF	-STATE 80,932-	2393 1
	=====	
TOTAL: ELIMINATE FLORIDA FIRE INCIDENT		33V0120
REPORTING SECTION (FFIRS)		
TOTAL POSITIONS.....	2.00-	
TOTAL ISSUE.....	80,932-	
TOTAL SALARY RATE.....	50,958-	
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #XX

IT COMPONENT? NO

Legislative Change Required: Section 633.115, F.S. must be changed or deleted.

This issue eliminates the Florida Fire Incident Reporting Section (FFIRS) within the Division of State Fire Marshal. Eliminating this program will reduce two currently filled full time equivalent (FTE) positions; a Statistician and a Records Specialist. Section 633.136, F.S., requires the division to create the Fire and Emergency Incident Information Reporting Program to establish and maintain an electronic communication system capable of transmitting fire and emergency incident information to and between fire protection agencies; and to adopt rules to administer and maintain the program. The division is required to initiate a reporting system that is responsible for preparing and disseminating annual reports to the Governor, the President of the Senate, the Speaker of the House of Representatives, fire protection agencies, and upon request, the public.

FFIRS reports over 2.6 million individual fire and Emergency Medical Service (EMS) incident reports annually. Fire protection agencies use the information from FFIRS to assist with justification of budget requests and to provide a basis for resource allocation; to generate statistical reports, to assess department activity on a national scale including EMS, department apparatus, wild land fires and personnel activities; to summarize annual activities; answer questions about the nature and causes of injuries, deaths and property loss resulting from fires; determine needed improvements within the department regarding training and response times; to predict fire-related problems within communities; and to measure the success of fire prevention and safety programs.

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
<u>FIRE MRSHL ADMN & SUP SRVS</u>		43300500
PUBLIC PROTECTION		12
<u>LAW ENFORCEMENT</u>		<u>1202.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE FLORIDA FIRE INCIDENT REPORTING SECTION (FFIRS)		33V0120

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
0130 RECORDS SPECIALIST							
C1002 001	1.00-	25,479-		14,987-	40,466-	0.00	40,466-
3112 STATISTICIAN II							
C1001 001	1.00-	25,479-		14,987-	40,466-	0.00	40,466-
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							80,932-
	2.00-	50,958-		29,974-	80,932-		80,932-

ELIMINATE STAFF FOR SCHEDULE VIIIIB							33V3230
SALARY RATE							000000
SALARY RATE.....	40,949-						
=====							
SALARIES AND BENEFIT							010000
INSURANCE REG TF	1.00-						
-STATE		58,243-					2393 1
=====							
TOTAL: ELIMINATE STAFF FOR SCHEDULE VIIIIB							33V3230
TOTAL POSITIONS.....	1.00-						
TOTAL ISSUE.....		58,243-					
TOTAL SALARY RATE.....	40,949-						
=====							

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
<u>FIRE MRSHL ADMN & SUP SRVS</u>		43300500
PUBLIC PROTECTION		12
<u>LAW ENFORCEMENT</u>		<u>1202.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE STAFF FOR SCHEDULE VIIIB		33V3230

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

PRIORITY #XX

The Senior Crime Laboratory Analyst identified for this reduction has multiple duties including, analyzing fire debris evidence for the presence and identity of ignitable liquids used as accelerants in arson fires (85 percent of duties), consultation with other analysts, detectives, attorneys and testimony at deposition or court (10 percent of duties), and assigned administrative duties such as acting as the bureau's health and safety coordinator (5 percent of duties).

For Fiscal Year 2014-15, this analyst completed approximately one-fourth of the 3,691 fire debris samples submitted by law enforcement and fire service detectives and investigators from across the State of Florida. This position performed the analyses on approximately one-fourth of the 3,473 associated quality assurance analyses that are necessary to show the accuracy of the analyses; provided testimony at four separate trials and five separate depositions.

Administrative duties require monthly, quarterly, and annual health and safety checks of the facility, providing health and safety training to personnel, executing fire alarm drills, checking chemical inventories, etc. If this position is eliminated, all workload will be shifted to three remaining analysts and a bureau chief who are the only staff qualified and proficiency tested to perform fire debris analysis. This increase in duties and workload on the remaining bureau personnel may require the bureau to halt all explosives and unknown chemical processing (1,225 analyses in Fiscal Year 2014-15).

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIB-2 REDUCTIONS						
CHANGES TO CURRENTLY AUTHORIZED POSITIONS						
8463 CRIME LABORATORY ANALYST						
C1003 001	1.00-	40,949-	17,294-	58,243-	0.00	58,243-

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
<u>FIRE MRSHL ADMN & SUP SRVS</u>		43300500
PUBLIC PROTECTION		12
<u>LAW ENFORCEMENT</u>		<u>1202.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE STAFF FOR SCHEDULE VIIIIB		33V3230

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS						
CHANGES TO CURRENTLY AUTHORIZED POSITIONS						
TOTALS FOR ISSUE BY FUND						58,243-
2393 INSURANCE REG TF						58,243-
1.00-	40,949-		17,294-	58,243-		58,243-

REDUCE EXPENSES CATEGORY		33V4140
EXPENSES		040000
INSURANCE REG TF	-STATE	5,323-
	=====	2393 1

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 16-17 NARRATIVE: IT COMPONENT? NO
 PRIORITY #XX

This issue reduces purchases of laboratory consumables related to explosives and unknown chemical analyses, office supplies, and supplies for maintenance of the Arson Laboratory, located in Quincy, Florida.

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
<u>FIRE MRSHL ADMN & SUP SRVS</u>		43300500
PUBLIC PROTECTION		12
<u>LAW ENFORCEMENT</u>		<u>1202.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE OTHER PERSONAL SERVICES		
CATEGORY		33V9200
OTHER PERSONAL SERV		030000
INSURANCE REG TF	-STATE 13,000-	2393 1
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #XX

IT COMPONENT? NO

The 25 hour per week Other Personnel Services receptionist is a filled position. This is the only position available to maintain the front desk and greet visitors. The receptionist distributes mail, accepts packages of evidence and supplies shipped to the bureau. This position also scans and emails case reports to detectives, and keep personal performance statistics as related to case data. Eliminating this position will shift duties to existing personnel, taking away from their primary functions.

TOTAL: LAW ENFORCEMENT		<u>1202.00.00.00</u>
BY FUND TYPE		
TRUST FUNDS.....	3.00- 157,498-	2000
SALARY RATE.....	91,907-	
	=====	

COL A93			
SCH VIIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES
FINANCIAL SERVICES			43000000
PGM: ST PROP/CASUALTY CLMS			43400000
ST SELF-INSURED CLAIMS ADJ			43400100
GOV OPERATIONS/SUPPORT			16
GOVERNMENTAL OPERATIONS			1601.00.00.00
PROGRAM REDUCTIONS			33V0000
REDUCE EXCESS INSURANCE AND CLAIM			
SERVICES CATEGORY			33V3000
SPECIAL CATEGORIES			100000
EXCESS INSUR. & CLA			101221
STATE RISK MGMT TF	-STATE	4,351,599-	2078 1

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

Possible Legislative Change in Chapter 216.222, Florida Statutes, associated with transfers from general revenue.

This issue reduces the Excess Insurance and Claim Services Category in the Division of Risk Management by approximately 40 percent, limiting the purchasing power for excess property insurance to \$6,351,734. Should a catastrophic event with property damage occur, the amount of damage covered by insurance will be less. But, during this program's history, there have only been two instances for which losses were paid by the excess insurance providers. Both instances were when deductibles were far lower than they are currently.

The current deductible structure was in place during the 2004 and 2005 hurricane seasons when damage from seven named windstorms resulted in over 5,000 claims to state-owned properties. No losses were paid by the excess insurance coverage however, it is possible that the State Risk Management Trust Fund (SRMTF) would not have sufficient cash available to pay for catastrophic losses. While there is a provision in Section 216.222(2)(a and b), Florida Statutes that allows funds to be transferred to the SRMTF to cover the current deductibles in place for excess property coverage, this section may need to be amended to remove the annual cap of \$38 million on such transfers to the SRMTF for uninsured losses to state property. If the statute is not amended, catastrophic loss payments may be delayed until sufficient funding is appropriated to pay those losses.

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
LICENSURE, SALES/APPT/OVST		43500200
PUBLIC PROTECTION		12
REGULATION AND LICENSING		1204.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE ADMINISTRATIVE SUPPORT		
STAFF		33V0290
SALARY RATE		000000
SALARY RATE.....	136,281-	
	=====	
SALARIES AND BENEFIT		010000
	5.00-	
INSURANCE REG TF	-STATE 212,540-	2393 1
	=====	
TOTAL: REDUCE ADMINISTRATIVE SUPPORT		33V0290
STAFF		
TOTAL POSITIONS.....	5.00-	
TOTAL ISSUE.....	212,540-	
TOTAL SALARY RATE.....	136,281-	
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #

IT COMPONENT? NO

NO LEGISLATION REQUIRED.

The elimination to investigative support will slow investigative production. Since the division has to investigate all complaints the department deems necessary, eliminating all administrative assistants will place the burden of additional workload on the remaining investigative staff and will limit the amount of cases investigators will be able to handle.

Cutting 5 Administrative Assistants from the Bureau of Agent and Agency Investigation will reduce salaries and benefits by \$212,540.

The cut of investigative positions will result in an estimated average annual revenue loss of \$36,085, a reduction of 42 administrative actions against licensees annually, and an average annual reduction in recoveries on behalf of consumers of \$68,773.

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
LICENSURE, SALES/APPT/OVST		43500200
PUBLIC PROTECTION		12
REGULATION AND LICENSING		1204.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE ADMINISTRATIVE SUPPORT		
STAFF		33V0290

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
0709 ADMINISTRATIVE ASSISTANT I							
N0002 002	5.00-	136,281-		76,259-	212,540-	0.00	212,540-
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							212,540-
	5.00-	136,281-		76,259-	212,540-		212,540-

REDUCE POSITION(S) IN INSURANCE							
AGENT PRE-LICENSING EDUCATION							
SECTION							33V6130
SALARY RATE							000000
SALARY RATE.....	33,337-						
SALARIES AND BENEFITS							
INSURANCE REG TF	1.00-						010000
-STATE		49,495-					2393 1
TOTAL: REDUCE POSITION(S) IN INSURANCE							33V6130
AGENT PRE-LICENSING EDUCATION							
SECTION							
TOTAL POSITIONS.....	1.00-						
TOTAL ISSUE.....		49,495-					
TOTAL SALARY RATE.....	33,337-						

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
LICENSURE, SALES/APPT/OVST		43500200
PUBLIC PROTECTION		12
REGULATION AND LICENSING		1204.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) IN INSURANCE		
AGENT PRE-LICENSING EDUCATION		
SECTION		33V6130

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 16-17 NARRATIVE: IT COMPONENT? NO
 PRIORITY #

LEGISLATIVE CHANGE REQUIRED: Sections 626.171, 626.221, 626.231, 626.2817, 626.292, 626.681, 626.731, 626.7351, 626.785, 626.7851, 626.831, 626.8311, 626.8417, 626.865, 626.927, 648.385, and 648.386, F.S. will need to be repealed or amended.

Pre-licensing courses will no longer be required of applicants prior to taking the state examination. Elimination of Pre-licensing Education will allow licensees to qualify by passing the required state examination without first taking pre-licensing education courses. Passage of the examination is adequate to verify the applicants are qualified and competent to transact insurance. The FTE will no longer approve or disapprove courses applicants may wish to take prior to taking the state examination. The position is currently filled; however, other needs within the division should allow the displaced employee to transfer to another critical function.

In FY 2014-15, revenue generated by pre-licensing study manual fees and royalties was \$119,843. Manuals would continue to be sold, however, the numbers would likely decrease because there would no longer be a course provider requiring the use of the current manual.

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIB-2 REDUCTIONS						
CHANGES TO CURRENTLY AUTHORIZED POSITIONS						
P101 PROPOSED CLASS CODE						
N0005 002	1.00-	33,337-		16,158-	49,495- 0.00	49,495-

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
LICENSURE, SALES/APPT/OVST		43500200
PUBLIC PROTECTION		12
REGULATION AND LICENSING		1204.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) IN INSURANCE		
AGENT PRE-LICENSING EDUCATION		
SECTION		33V6130

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS						
CHANGES TO CURRENTLY AUTHORIZED POSITIONS						
TOTALS FOR ISSUE BY FUND						
						49,495-
2393	INSURANCE	REG	TF			49,495-
1.00-	33,337-		16,158-	49,495-		49,495-

REDUCE POSITION(S) - AGENT AND		
AGENCY SERVICES - ELIMINATE AGENTS		
CONTINUING EDUCATION SECTION		33V6160
SALARY RATE		000000
SALARY RATE.....	304,123-	
SALARIES AND BENEFIT		010000
INSURANCE REG TF	-STATE	2393 1
	438,971-	
TOTAL: REDUCE POSITION(S) - AGENT AND		33V6160
AGENCY SERVICES - ELIMINATE AGENTS		
CONTINUING EDUCATION SECTION		
TOTAL POSITIONS.....	8.00-	
TOTAL ISSUE.....	438,971-	
TOTAL SALARY RATE.....	304,123-	

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
LICENSURE, SALES/APPT/OVST		43500200
PUBLIC PROTECTION		12
REGULATION AND LICENSING		1204.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - AGENT AND		
AGENCY SERVICES - ELIMINATE AGENTS		
CONTINUING EDUCATION SECTION		33V6160

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 16-17 NARRATIVE: IT COMPONENT? NO
 PRIORITY #

LAW CHANGE REQUIRED: Sections 626.2815, 626.2816, 626.2817, 626.681, 626.869, 648.385, and 648.386, F.S., will need to be repealed or amended.

In 1998, legislation was passed requiring insurance licensees, who were required to pass an examination for licensure, to complete continuing education courses in order to continue their licensure. If appointing entities feel continuing education is essential to having knowledgeable agents, the appointing entities could still require licensees to take continuing education; however, Florida law would not require it. Eliminating continuing education requirements would mean the department would no longer be required to approve or disapprove continuing education providers, instructors, or courses. Licensees would no longer be required to meet continuing education requirements in order to maintain their licensure with the department unless required by the appointing entity(s). The department would not be required to maintain records of the continuing education hours completed by licensees or discipline/fine individuals who failed to comply. This issue represents a reduction of 8 FTE, \$438,971 in salaries and benefits.

In FY 2014-2015, revenue generated by course filing fees and fines from noncompliance was \$529,265.

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
P101 PROPOSED CLASS CODE							
N0004 002	8.00-	304,123-		134,848-	438,971-	0.00	438,971-

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
<u>LICENSURE, SALES/APPT/OVST</u>		43500200
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - AGENT AND		
AGENCY SERVICES - ELIMINATE AGENTS		
CONTINUING EDUCATION SECTION		33V6160

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS						
CHANGES TO CURRENTLY AUTHORIZED POSITIONS						
TOTALS FOR ISSUE BY FUND						
						438,971-
8.00-	304,123-		134,848-	438,971-		438,971-
=====	=====	=====	=====	=====		=====

*****		*****
TOTAL: REGULATION AND LICENSING		<u>1204.00.00.00</u>
BY FUND TYPE		
TRUST FUNDS.....	14.00- 701,006-	2000
SALARY RATE.....	473,741-	
=====		

COL A93			
SCH VIIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES

FINANCIAL SERVICES			43000000
PGM: LICNSNG/CNSMER PROTEC			43500000
<u>CONSUMER ASSISTANCE</u>			43500400
PUBLIC PROTECTION			12
<u>CONSUMER SAFETY/PROTECTION</u>			<u>1205.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
ELIMINATE STAFF FOR SCHEDULE VIIIIB			33V3230
SALARY RATE			000000
SALARY RATE.....	378,684-		
	=====		
SALARIES AND BENEFIT			010000
INSURANCE REG TF	-STATE 9.00-		
	535,837-		2393 1
	=====		
EXPENSES			040000
INSURANCE REG TF	-STATE 51,611-		
	=====		2393 1
TOTAL: ELIMINATE STAFF FOR SCHEDULE VIIIIB			33V3230
TOTAL POSITIONS.....	9.00-		
TOTAL ISSUE.....	587,448-		
TOTAL SALARY RATE.....	378,684-		
	=====		

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #

IT COMPONENT? NO

NO LEGISLATION REQUIRED.

All of the proposed staffing reductions are filled positions throughout the Division. The reduction of these seven positions will have a significant impact on the Division's ability to perform its mission critical functions and will have a similar adverse impact on Floridians.

The proposed positions perform consumer protection and advocacy functions on behalf of Floridians, administrative duties, data review, program monitoring and project management duties.

The elimination of these positions will reduce Salaries and Benefits \$435,113 and Expense \$40,676. There is no revenue impact associated with the proposed reductions.

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
<u>CONSUMER ASSISTANCE</u>		43500400
PUBLIC PROTECTION		12
<u>CONSUMER SAFETY/PROTECTION</u>		<u>1205.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE STAFF FOR SCHEDULE VIIIIB		33V3230

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
P101 PROPOSED CLASS CODE							
N0010 002	9.00-	378,684-		157,153-	535,837-	0.00	535,837-
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							535,837-
	9.00-	378,684-		157,153-	535,837-		535,837-

TOTAL: CONSUMER SAFETY/PROTECTION							<u>1205.00.00.00</u>
BY FUND TYPE							
TRUST FUNDS.....	9.00-	587,448-					2000
SALARY RATE.....		378,684-					
	=====						

COL A93
SCH VIIIB-2
REDUCTIONS
POS AMOUNT CODES

FINANCIAL SERVICES 43000000
PGM: LICNSNG/CNSMER PROTEC 43500000
FUNERAL/CEMETERY SERVICES 43500500
PUBLIC PROTECTION 12
REGULATION AND LICENSING 1204.00.00.00
PROGRAM REDUCTIONS 33V0000
REDUCTION IN THE OPERATING CAPITAL
OUTLAY CATEGORY 33V1120
OPERATING CAPITAL O 060000

REGULATORY TRUST FUND -STATE 8,000- 2573 1
=====

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 16-17 NARRATIVE: IT COMPONENT? NO
PRIORITY #

NO LEGISLATION REQUIRED.

The Division has cut costs, which has resulted in unused appropriation in this category. The Division does not expect any significant Operating Capital Outlay (OCO) expenditures in the coming fiscal year but desires to maintain minimal authority to cover any unexpected purchases. \$1,500 would remain in the OCO category if this reduction is made.

CY funding level: 9,500

REDUCE CONTRACTED SERVICES 33V1300
SPECIAL CATEGORIES 100000
CONTRACTED SERVICES 100777

REGULATORY TRUST FUND -STATE 16,000- 2573 1
=====

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 16-17 NARRATIVE: IT COMPONENT? NO
PRIORITY #

NO LEGISLATION REQUIRED.

The Division has reduced costs in the contracted services category resulting in unused appropriation. The Division has minimized its payments to vendors, including IT vendors, resulting in a cost savings. The Division currently contracts for staff augmentation to provide enhancements, correct errors, make data changes and to provide maintenance and technical support for the Agent Licensing System and eAPPOINT systems. A reduction in system improvements may result if the Department is not able to make changes to the licensing systems that will make the systems easier for consumers to use and may also cause delays in implementing system updates. 83,549 would remain in Contracted Services if this

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
<u>FUNERAL/CEMETERY SERVICES</u>		43500500
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACTED SERVICES		33V1300

reduction is made.

CY funding level: 99,549

REDUCE EXPENSES 33V1310
 EXPENSES 040000

REGULATORY TRUST FUND -STATE 14,512- 2573 1

=====

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE: IT COMPONENT? NO
 PRIORITY #

NO LEGISLATION REQUIRED.

The Division has cut costs in the general expenses categories, resulting in unused appropriation in the Expense category. For example the Division continues to decrease expenses by requiring field staff use state fleet vehicles rather than their personal vehicles. 289,655 would remain in the Expense category after this reduction.

CY funding level: 304,166

REDUCE OTHER PERSONAL SERVICES 33V2240
 FUNDING 030000
 OTHER PERSONAL SERV

REGULATORY TRUST FUND -STATE 10,000- 2573 1

=====

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE: IT COMPONENT? NO
 PRIORITY #

NO LEGISLATION REQUIRED.

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
<u>FUNERAL/CEMETERY SERVICES</u>		43500500
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE OTHER PERSONAL SERVICES		
FUNDING		33V2240

A reduction of this size will adversely affect the core functions of the Division, by undermining the Department's goal to protect the health, safety and welfare of the public. It would have a significant impact on the Division's ability to respond to consumer complaints, perform financial examinations and inspections. Due to the lack of qualified applicants the Division has come to rely on OPS staffers to perform many of the required tasks. OPS staff schedule and perform inspections, exams and investigate complaints. OPS staff works with the Field Staff supervisor to schedule all of the exams, inspections and investigations performed by the Division's field staffers. Since FY 2011-12 the Division has increasingly relied on OPS in order to meet its requirements, this is reflected by the increase in OPS staff and budget authority, from 25,000 to 65,000 in FY 2014-15.

ELIMINATE STAFF FOR SCHEDULE VIIIIB		33V3230
SALARY RATE		000000
SALARY RATE.....	71,928-	
	=====	
SALARIES AND BENEFIT		010000
REGULATORY TRUST FUND	2.00-	
-STATE	105,028-	2573 1
	=====	
TOTAL: ELIMINATE STAFF FOR SCHEDULE VIIIIB		33V3230
TOTAL POSITIONS.....	2.00-	
TOTAL ISSUE.....	105,028-	
TOTAL SALARY RATE.....	71,928-	
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #

IT COMPONENT? NO

NO LEGISLATION REQUIRED.

This proposal would reduce two vacant positions from the Division of Funeral, Cemetery, and Consumer Services. The Division protects the health, safety, and welfare of the public by licensing, inspecting, and auditing, for-profit cemeteries, preneed funeral sales, funeral establishments and funeral directors and embalmers. The Division has gone from 32 authorized positions on July 1, 2009 to 25 FTE positions in Fiscal Year 2015-16. The Division regulates approximately 9,400 individuals and establishments, including 170 cemeteries, 168 cinerator facilities, 2,253 funeral

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
<u>FUNERAL/CEMETERY SERVICES</u>		43500500
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE STAFF FOR SCHEDULE VIIIB		33V3230

directors and embalmers, 863 funeral establishments, and over 4,200 preneed sales agents. The elimination of these two positions would result in a reduction of complaints investigated.

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
P101 PROPOSED CLASS CODE							
N0012 002	2.00-	71,928-		33,100-	105,028-	0.00	105,028-
TOTALS FOR ISSUE BY FUND							
2573 REGULATORY TRUST FUND							105,028-
	2.00-	71,928-		33,100-	105,028-		105,028-

TOTAL: REGULATION AND LICENSING							<u>1204.00.00.00</u>
BY FUND TYPE							
TRUST FUNDS.....	2.00-	153,540-					2000
SALARY RATE.....	71,928-						

=====

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
<u>PUBLIC ASSISTANCE FRAUD</u>		43500700
PUBLIC PROTECTION		12
<u>CONSUMER SAFETY/PROTECTION</u>		<u>1205.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
PUBLIC ASSISTANCE FRAUD - ELIMINATE		
ELECTRONIC BENEFIT TRANSACTIONS		
INVESTIGATIONS UNIT		33V0980
OTHER PERSONAL SERV		030000
FEDERAL GRANTS TRUST FUND -RECPNT	245,860-	2261 9
	=====	
SPECIAL CATEGORIES		100000
TR/DMS/HR SVCS/STW		107040
FEDERAL GRANTS TRUST FUND -RECPNT	1,200-	2261 9
	=====	
TOTAL: PUBLIC ASSISTANCE FRAUD - ELIMINATE		33V0980
ELECTRONIC BENEFIT TRANSACTIONS		
INVESTIGATIONS UNIT		
TOTAL ISSUE.....	247,060-	
	=====	

AGENCY ISSUE NARRATIVE:		
SCH VIIIIB-2 NARR 16-17 NARRATIVE:		IT COMPONENT? NO
PRIORITY #		
NO LEGISLATION REQUIRED.		
The EBT investigations unit is a FY 2013-2014 project whose goal is to improve the overall Division return on investment as a result of employing lower-cost OPS employees to pursue administrative disqualification from participation in the SNAP program against recipients displaying characteristics of SNAP benefit trafficking in stores disqualified by the USDA for trafficking. In Fiscal Year 14-15, the unit identified 1,758 recipients that trafficked over \$1.9 million of SNAP benefits for disqualification, resulting in over \$2 million in SNAP withheld.		

TOTAL: CONSUMER SAFETY/PROTECTION		<u>1205.00.00.00</u>
BY FUND TYPE		
TRUST FUNDS.....	247,060-	2000
	=====	

COL A93			
SCH VIIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES

FINANCIAL SERVICES			43000000
PGM: WORKERS' COMPENSATION			43600000
<u>WORKERS' COMPENSATION</u>			43600100
ECONOMIC OPPORTUNITIES			11
<u>WORKERS' COMPENSATION</u>			<u>1102.02.00.00</u>
PROGRAM REDUCTIONS			33V0000
ELIMINATE REEMPLOYMENT SERVICES			
PROGRAM			33V2250
SALARY RATE			000000
SALARY RATE.....	281,158-		
	=====		
SALARIES AND BENEFI			010000
	5.00-		
WORKERS' COMP ADMIN TF	-STATE	379,019-	2795 1
		=====	
SPECIAL CATEGORIES			100000
PURCHASED CLIENT SE			102933
WORKERS' COMP ADMIN TF	-STATE	990,000-	2795 1
		=====	
TOTAL: ELIMINATE REEMPLOYMENT SERVICES			33V2250
PROGRAM			
TOTAL POSITIONS.....	5.00-		
TOTAL ISSUE.....	1,369,019-		
TOTAL SALARY RATE.....	281,158-		
	=====		

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #

IT COMPONENT? NO

LEGISLATION REQUIRED, s. 440.491(5) and s. 440.491(6) would require amending.

Client services was transferred to the Division of Workers' Compensation from the Department of Education effective July 1, 2012. This reduction would allow workers compensation carriers to provide reemployment services and abolish state government responsibility with regards to reemployment activities.

CY funding level: 990,000 (This amount does not include the FTE that are associated with this program.)

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: WORKERS' COMPENSATION		43600000
<u>WORKERS' COMPENSATION</u>		43600100
ECONOMIC OPPORTUNITIES		11
<u>WORKERS' COMPENSATION</u>		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE REEMPLOYMENT SERVICES PROGRAM		33V2250

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
P101 PROPOSED CLASS CODE N0020 002	5.00-	281,158-		97,861-	379,019-	0.00	379,019-
TOTALS FOR ISSUE BY FUND							
2795 WORKERS' COMP ADMIN TF	5.00-	281,158-		97,861-	379,019-		379,019-

TOTAL: WORKERS' COMPENSATION							<u>1102.02.00.00</u>
BY FUND TYPE	5.00-						
TRUST FUNDS.....		1,369,019-					2000
SALARY RATE.....		281,158-					
	=====						

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF INSURANCE REG		43900100
COMP & ENFORCE- INSURANCE		43900110
PUBLIC PROTECTION		12
REGULATION AND LICENSING		1204.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCTION IN THE FLORIDA PUBLIC		
HURRICANE LOSS PROJECTION MODEL		33V0040
SPECIAL CATEGORIES		100000
FL PUBLIC HURR LOSS		100515
INSURANCE REG TF	-STATE 411,215-	2393 1
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #102

IT COMPONENT? NO

Budget Entity: Office of Insurance Regulation - Compliance & Enforcement

Issue Title: Florida Public Hurricane Loss Projection Model (Public Model) - Maintenance and Support

Reference to Long-Range Program Plan: Goal 2: Protect the public from illegal, unethical insurance products and practices.

Issue Description:

The Public Model, housed at Florida International University (FIU), was created in 2001 to be the first public, transparent model of its kind in the United States. It is the work product of the state university system including large contributions of resources from FIU, the University of Florida, and the Florida State University.

The Office runs most residential rate filings through the Public Model. Every assumption and method of the Public Model is open to public inspection. This gives greater transparency to the rate review process. Private models are proprietary and therefore the calculations and methodologies they use are trade secret or what the industry calls, inside a "black box."

The Legislature pursued the creation of a Public Model in order to bring the rate making process into the sunshine and create consumer confidence by making the process transparent. Without the Public Model, the sole objective basis for rate determinations would be the insurer's own selected private model. The Public Model gives the Office the ability to determine the propriety of the reinsurance factors independent of the model used in rate filings in many instances. Without it, rate filings may need to be litigated, insurance companies may not be able to get needed rate increases and policyholders may not receive deserved rate reductions. Additionally, Section 627.351(6)(n), Florida Statutes as enacted in 2009 requires that the Public Model serve as the minimum benchmark for determining the windstorm portion of the rates for Citizens Property Insurance Corporation.

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF INSURANCE REG		43900100
COMP & ENFORCE- INSURANCE		43900110
PUBLIC PROTECTION		12
REGULATION AND LICENSING		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCTION IN THE FLORIDA PUBLIC		
HURRICANE LOSS PROJECTION MODEL		33V0040

FIU is under contract with the Office to continue to develop, maintain and support the Public Model and to provide model related services to the Office, including, but not limited to: running insurance policy file data through the Model, generating annual average loss cost estimates, and providing output reports to the Office.

The Florida Legislature provides the Office with \$632,639 in recurring funds for the Fiscal Year 2015-2016 in order to pay for rate filing runs and to support and maintain the Public Model. Maintenance and support services may include, but is not limited to: the retention of graduate students working on the Public Model; payment of invoices for necessary subcontractors concerning the Public Model; computer science center services related to the Public Model; conducting routine upgrade of the Public Model to incorporate new input data (for example, new meteorological data, and new data on insured losses); and the continued license of necessary software to operate and maintain the Public Model. A 60% reduction in this contract would have a significant impact. It would be severe and could possibly force the shutdown of the Hurricane Loss Model Project at Florida International University. A dramatic cut in the contract would only provide output for 20 or so model runs. All work on upgrading and revising the model to meet future FCHLPM standards will be impacted and service to OIR will be curtailed as will any detailed analysis of output. The ability to maintain the hardware and software infrastructure will also diminish significantly. In all likelihood the project will not be viable. In addition, for ratemaking, the public model is required by law to be certified by the Commission on Hurricane Loss Projection Methodology which mandates periodic changes in the existing model in order to meet its standards.

Detail of Costs:

Special Categories:
 Florida Public Hurricane Loss Model:

Quantity	Description	Amount
SCH VIIIIB-2	NARR 16-17 ISSUE NARRATIVE:	
-----	-----	-----
	Maintenance and Support	(\$411,215)
	Issue Total	(\$411,215)

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF INSURANCE REG		43900100
COMP & ENFORCE- INSURANCE		43900110
PUBLIC PROTECTION		12
REGULATION AND LICENSING		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE EXPENSES - COMPLIANCE AND		
ENFORCEMENT		33V0230
EXPENSES		040000
INSURANCE REG TF	-STATE 250,000-	2393 1
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #101

IT COMPONENT? NO

Budget Entity: Office of Insurance Regulation - Compliance & Enforcement

Issue Title: Reduction in Expense - Compliance and Enforcement

Reference to Long-Range Program Plan: Goal 2: Protect the public from illegal, unethical insurance products and practices.

Issue Description: The Office of Insurance Regulation (Office) is responsible for monitoring the financial condition of all regulated entities through the use of internal financial analysis and on-site examinations. The Office is also responsible for the admissions process for new entities as well as those proposing to expand into additional lines of business. The Office has responsibility for enforcing the provisions of Chapters 20, 112, 120, 440, 624, 625, 626, 627, 628, 629, 630, 630, 631, 632, 634, 635, 636, and 641, 642, 648, 651 and 817, F.S., and applicable rules, as they relate to the review of policy contracts and associated rates.

Filings are reviewed to determine compliance with applicable actuarial standards, statutory provisions, and administrative rules. Additionally, the Office conducts market investigations and analyzes market trends for the fair treatment of policyholders. Examinations and investigations are conducted as required to address consumer issues and marketplace trends.

The Office of Insurance Regulation (Office) utilizes the Expenses appropriation for to operate the Office and meet the Office's regulatory and statutory requirements. Currently, the Office receives \$2.6 million in Expenses appropriation. Expenditures for this category include, but are not limited to, are office rent to DMS (almost \$1 million), computer equipment, training, travel, office supplies, and other important needs.

A significant portion of the Office's appropriated expense funding is used for examiner travel to property, casualty, life and health insurance companies to examine books and records to regulate solvency. It is important to note that the travel expenses are paid with the Office's appropriated expense funds and then the insurance company being examined pays back the cost of the examination into the Insurance Regulatory Trust Fund. The Office does not have an appropriation to

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF INSURANCE REG		43900100
COMP & ENFORCE- INSURANCE		43900110
PUBLIC PROTECTION		12
REGULATION AND LICENSING		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE EXPENSES - COMPLIANCE AND ENFORCEMENT		33V0230

reimburse these funds back into its operating budget.

The Office's appropriated expense budget has been reduced by over \$700,000 since 2007. In an effort to comply with mission-critical travel laws and to manage these reductions, the Office has reduced travel expense utilization. A further reduction to the Office's appropriated expense allotment will result in Office staff receiving less job-specific training and may impede operations by restricting expenditures relating to postage, office supplies, records storage, equipment and pertinent legal and insurance subscriptions. A reduction of \$250,000 would significantly impede the fulfillment of the Office's essential regulatory and statutory requirements.

Detail of Costs:

Expense	Description	Amount
Quantity		
	Reduce overall expense	(\$250,000)
	Issue Total	(\$250,000)

REDUCE CONTRACTED SERVICES		33V1300
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
INSURANCE REG TF	-STATE	250,000-
	=====	
		2393 1

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #103

IT COMPONENT? NO

Budget Entity: Office of Insurance Regulation - Compliance and Enforcement

Issue Title: Reduction in Contracted Services

Reference to Long-Range Program Plan: Goal 2: Protect the public from illegal, unethical insurance products and

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF INSURANCE REG		43900100
COMP & ENFORCE- INSURANCE		43900110
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACTED SERVICES		33V1300

practices.

Issue Description: The Office of Insurance Regulation (Office) is responsible for monitoring the financial condition of all regulated entities through the use of internal financial analysis and on-site examinations. The Office is also responsible for the admissions process for new entities as well as those proposing to expand into additional lines of business. The Office has responsibility for enforcing the provisions of Chapters 20, 112, 120, 440, 624, 625, 626, 627, 628, 629, 630, 630, 631, 632, 634, 635, 636, and 641, 642, 648, 651 and 817, F.S., and applicable rules, as they relate to the review of policy contracts and associated rates.

Filings are reviewed to determine compliance with applicable actuarial standards, statutory provisions, and administrative rules. Additionally, the office conducts market investigations and analyzes market trends for the fair treatment of policyholders. Examinations and investigations are conducted as required to address consumer issues and marketplace trends.

In Fiscal Year 2015-16, the legislature appropriated additional contracted services dollars to enable data collection for title insurers and agencies, and to make additional needed changes to keep up with volume and newer technology used by regulated entities and other regulators. This work is underway. Contracted Services also provides funding for staff augmentation to maintain and support existing technology applications which is increasingly difficult because of aging infrastructure. The Office is in the process of upgrading some aging infrastructure including its electronic data management system to process rate filings. These upgrades are necessary before other enhancements can be made. Therefore, cutting contracted services will significantly impede the development of new tools that would keep the Office up-to-date and provide quality customer service. These services also include other professional and technical functions needed to provide a quality level of service to policymakers, the insurance industry and to the insurance-buying public.

Reduction of the contracted services budget and resulting delay in projects would be significant and negatively impact speed-to-market of insurance products to consumers and slow job creation that results when insurers introduce new programs. Additionally, the Office, as in the past, will continue to need contracted services funding to engage economists, actuaries and other consultants to perform statutorily-required complex reporting on the insurance industry in addition to actuarial audits and studies to provide market analysis on specific issues to policymakers and the Governor and Cabinet.

Detail of Costs:

Special Categories

Contracted Services:

Quantity	Description	Amount
-----	-----	-----
	Reduce Contracted Services	(\$250,000)

COL A93			
SCH VIIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES

FINANCIAL SERVICES			43000000
PGM: FINANCIAL SVCS COMM			43900000
OFFICE OF INSURANCE REG			43900100
COMP & ENFORCE- INSURANCE			43900110
PUBLIC PROTECTION			12
REGULATION AND LICENSING			<u>1204.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
REDUCE POSITION(S) - OFFICE OF			
INSURANCE REGULATION - OPERATIONAL			
REDUCTIONS			33V3110
SALARY RATE			000000
SALARY RATE.....	189,813-		
	=====		
SALARIES AND BENEFI			010000
INSURANCE REG TF	-STATE	5.00- 274,054-	2393 1
		=====	
EXPENSES			040000
INSURANCE REG TF	-STATE	9,000-	2393 1
		=====	
SPECIAL CATEGORIES			100000
TR/DMS/HR SVCS/STW			107040
INSURANCE REG TF	-STATE	1,720-	2393 1
		=====	
TOTAL: REDUCE POSITION(S) - OFFICE OF			33V3110
INSURANCE REGULATION - OPERATIONAL			
REDUCTIONS			
TOTAL POSITIONS.....	5.00-		
TOTAL ISSUE.....	284,774-		
TOTAL SALARY RATE.....	189,813-		
	=====		

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #104

IT COMPONENT? NO

Budget Entity: Office of Insurance Regulations - Compliance and Enforcement

Issue Title: Reduction of (5) Positions - Operation Efficiencies

Reference to Long-Range Program Plan: Goal 2: Protect the public from illegal, unethical insurance products and

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF INSURANCE REG		43900100
COMP & ENFORCE- INSURANCE		43900110
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - OFFICE OF		
INSURANCE REGULATION - OPERATIONAL		
REDUCTIONS		33V3110

practices.

Issue Description: The Office of Insurance Regulation (Office) is responsible for monitoring the financial condition of all regulated entities through the use of internal financial analysis and on-site examinations. The Office is also responsible for the admissions process for new entities as well as those proposing to expand into additional lines of business. The Office has responsibility for enforcing the provisions of Chapters 20, 112, 120, 440, 624, 625, 626, 627, 628, 629, 630, 630, 631, 632, 634, 635, 636, and 641, 642, 648, 651 and 817, F.S., and applicable rules, as they relate to the review of policy contracts and associated rates.

Filings are reviewed to determine compliance with applicable actuarial standards, statutory provisions, and administrative rules. Additionally, the Office conducts market investigations and analyzes market trends for the fair treatment of policyholders. Examinations and investigations are conducted as required to address consumer issues and marketplace trends.

For Fiscal Year 2015-16, the Office has 292 FTE and is comprised of two budget entities: Compliance and Enforcement with 254 FTE and Executive Direction with 38 FTE. The Office is a small agency and has already been reduced from a high number of 315 positions in Fiscal Year 2007-08 to the current 292 positions. Any further FTE reduction will significantly impede the Office's ability to perform statutorily required functions and will decrease service to the insurance industry by slowing insurance company application reviews thereby slowing products to consumers, job creation from new products and new insurance entity licensure.

The Office strives to fill vacant positions quickly. Since 2007, Office personnel resources have been reduced by 23 FTE or almost 8% with no substantive reduction in regulatory responsibility. The Office now has regulatory responsibility for over 4,100 insurance entities which is a substantial increase since the Office's creation in 2003. Losing additional positions would have a significant impact on the core mission of the Office. If a reduction is required, for the implementation of this issue, the Office will identify 5 positions in the Compliance and Enforcement budget entity. The reductions would be based on vacant positions along with the consideration of the tenure and performance of current employees, and the functions of the positions.

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF INSURANCE REG		43900100
COMP & ENFORCE- INSURANCE		43900110
PUBLIC PROTECTION		12
REGULATION AND LICENSING		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - OFFICE OF INSURANCE REGULATION - OPERATIONAL REDUCTIONS		33V3110

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
NEW POSITIONS							
P101 PROPOSED CLASS CODE C0007 001	5.00-	189,813-		84,241-	274,054-	0.00	274,054-
TOTALS FOR ISSUE BY FUND 2393 INSURANCE REG TF							274,054-
	5.00-	189,813-		84,241-	274,054-		274,054-

TOTAL: REGULATION AND LICENSING							<u>1204.00.00.00</u>
BY FUND TYPE							
TRUST FUNDS.....	5.00-	1,195,989-					2000
SALARY RATE.....		189,813-					
	=====						

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF INSURANCE REG		43900100
<u>EXEC DIR & SUPORT SERVICES</u>		43900120
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE EXPENSES - EXECUTIVE		
DIRECTION		33V0240
EXPENSES		040000
INSURANCE REG TF	-STATE 25,000-	2393 1
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #101

IT COMPONENT? NO

Budget Entity: Office of Insurance Regulation - Executive Direction

Issue Title: Reduction in Expenses

Reference to Long-Range Program Plan: Goal 2: Protect the public from illegal, unethical insurance products and practices.

Issue Description: The Office of Insurance Regulation (Office) is responsible for monitoring the financial condition of all regulated entities through the use of internal financial analysis and on-site examinations. The Office is also responsible for the admissions process for new entities as well as those proposing to expand into additional lines of business. The Office has responsibility for enforcing the provisions of Chapters 20, 112, 120, 440, 624, 625, 626, 627, 628, 629, 630, 630, 631, 632, 634, 635, 636, and 641, 642, 648, 651 and 817, F.S., and applicable rules, as they relate to the review of policy contracts and associated rates.

Filings are reviewed to determine compliance with applicable actuarial standards, statutory provisions, and administrative rules. Additionally, the Office conducts market investigations and analyzes market trends for the fair treatment of policyholders. Examinations and investigations are conducted as required to address consumer issues and marketplace trends.

The Office of Insurance Regulation (Office) utilizes the Expenses appropriation for to operate the Office and meet the Office's regulatory and statutory requirements. Currently, the Office receives \$2.6 million in Expenses appropriation. Expenditures for this category include, but are not limited to, are office rent to DMS (almost \$1 million), computer equipment, training, travel, office supplies, and other important needs.

A significant portion of the Office's appropriated expense funding is used for examiner travel to property, casualty, life and health insurance companies to examine books and records to regulate solvency. It is important to note that the travel expenses are paid with the Office's appropriated expense funds and then the insurance company being examined pays back the cost of the examination into the Insurance Regulatory Trust Fund. The Office does not have an appropriation to

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF INSURANCE REG		43900100
EXEC DIR & SUPORT SERVICES		43900120
PUBLIC PROTECTION		12
REGULATION AND LICENSING		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE EXPENSES - EXECUTIVE		
DIRECTION		33V0240

reimburse these funds back into its operating budget.

The Office's appropriated expense budget has been reduced by over \$1,000,000 since Fiscal Year 2007-08. In an effort to comply with mission-critical travel laws and to manage these reductions, the Office has reduced travel expense utilization. A further reduction to the Office's appropriated expense allotment will result in Office staff receiving less job-specific training and may impede operations by restricting expenditures relating to postage, office supplies, records storage, equipment and pertinent legal and insurance subscriptions. A reduction of \$25,000 would significantly impede the fulfillment of the Office's essential regulatory and statutory requirements.

Detail of Costs:

Expense	Description	Amount
Quantity		
	Reduce overall expense	(\$25,000)
	Issue Total	(\$25,000)

REDUCE CONTRACTED SERVICES		33V1300
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
INSURANCE REG TF	-STATE	25,000-
	=====	
		2393 1

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 16-17 NARRATIVE:
 PRIORITY #103

IT COMPONENT? NO

Budget Entity: Office of Insurance Regulation - Executive Direction

Issue Title: Reduction in Contracted Services

Reference to Long-Range Program Plan: Goal 2: Protect the public from illegal, unethical insurance products and

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF INSURANCE REG		43900100
<u>EXEC DIR & SUPORT SERVICES</u>		43900120
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACTED SERVICES		33V1300

practices.

Issue Description: The Office of Insurance Regulation (Office) is responsible for monitoring the financial condition of all regulated entities through the use of internal financial analysis and on-site examinations. The Office is also responsible for the admissions process for new entities as well as those proposing to expand into additional lines of business. The Office has responsibility for enforcing the provisions of Chapters 20, 112, 120, 440, 624, 625, 626, 627, 628, 629, 630, 630, 631, 632, 634, 635, 636, and 641, 642, 648, 651 and 817, F.S., and applicable rules, as they relate to the review of policy contracts and associated rates.

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In Fiscal Year 2015-16, the legislature appropriated additional contracted services dollars to enable data collection for title insurers and agencies, and to make additional needed changes to keep up with volume and newer technology used by regulated entities and other regulators. This work is underway. Contracted Services also provides funding for staff augmentation to maintain and support existing technology applications which is increasingly difficult because of aging infrastructure. The Office is in the process of upgrading some aging infrastructure including its electronic data management system to process rate filings. These upgrades are necessary before other enhancements can be made. Therefore, cutting contracted services will significantly impede the development of new tools that would keep the Office up-to-date and provide quality customer service. These services also include other professional and technical functions needed to provide a quality level of service to policymakers, the insurance industry and to the insurance-buying public.

Reduction of the contracted services budget and resulting delay in projects would be significant and negatively impact speed-to-market of insurance products to consumers and slow job creation that results when insurers introduce new programs. Additionally, the Office, as in the past, will continue to need contracted services funding to engage economists, actuaries and other consultants to perform statutorily-required complex reporting on the insurance industry in addition to actuarial audits and studies to provide market analysis on specific issues to policymakers and the Governor and Cabinet.

Detail of Costs:

Special Categories

Contracted Services:

Quantity	Description	Amount
-----	-----	-----
	Reduce Contracted Services	(\$25,000)

COL A93			
SCH VIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES

FINANCIAL SERVICES			43000000
PGM: FINANCIAL SVCS COMM			43900000
OFFICE OF INSURANCE REG			43900100
<u>EXEC DIR & SUPORT SERVICES</u>			43900120
PUBLIC PROTECTION			12
<u>REGULATION AND LICENSING</u>			<u>1204.00.00.00</u>
TOTAL: REGULATION AND LICENSING			<u>1204.00.00.00</u>
BY FUND TYPE			
TRUST FUNDS.....	50,000-		2000
	=====		
OFFICE OF FINANCIAL REG			43900500
<u>SFTY & SOUND ST BKG SYST</u>			43900530
PUBLIC PROTECTION			12
<u>REGULATION AND LICENSING</u>			<u>1204.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
REDUCE CONTRACT EXAMINER PROGRAM			
COSTS			33V0300
OTHER PERSONAL SERV			030000
FINANCIAL INST REG TF	-STATE 395,594-		2275 1
	=====		
EXPENSES			040000
FINANCIAL INST REG TF	-STATE 59,323-		2275 1
	=====		
TOTAL: REDUCE CONTRACT EXAMINER PROGRAM			33V0300
COSTS			
TOTAL ISSUE.....	454,917-		
	=====		

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

Priority #212

Reference to Long Range Program Plan:

This request will adversely impact the Office's ability to reach the following goals:

- GOAL #1: Improving taxpayer value
- GOAL #2: Delivering value to businesses
- GOAL #3: Promoting a safe and sound financial marketplace
- GOAL #4: Improving customer service

Issue Description/Need: OPS Contract Examiners - Currently within the Division, OPS Contract Examiners provide

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
SFTY & SOUND ST BKG SYST		43900530
<u>PUBLIC PROTECTION</u>		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACT EXAMINER PROGRAM		
COSTS		33V0300

institutional examination services on a variable and as needed basis. These provide an excellent variable workforce alternative and provide an exceptional stop-gap during times of peak work load or FTE attrition. These OPS examiners are typically tenured and retirees from various federal and state regulatory agencies and represent an experienced and well trained work force who are able to handle a diverse workload from the simplest institutional exam to the most complex and can deploy to an institutional exam quickly and with little to no lead time.

A reduction within the OPS Contract Examiner Program will limit the Division's ability to provide institutional exams according to the statutory cycle and will critically impact the Division's ability to promote a safe and sound financial marketplace whereby placing the citizens of Florida in a position of risk and financial loss.

Further, public confidence in Florida's financial institution industry will be significantly eroded, which will have a direct impact on Florida's ability to assist the private sector to create jobs and attract new industry.

The Division's financial institution regulatory program has been accredited for approximately 25 years by the Conference of State Bank Supervisors (CSBS) and National Association of State Credit Union Supervisors (NASCUS). The status of both the CSBS and NASCUS accreditations will be at risk due to the reductions in regulatory resources and inability to meet our accreditation Best Practice standards. It is imperative that this status of good standing be maintained in order to satisfy the regulatory requirements of our federal counterparts (FDIC, Federal Reserve Bank (FRB), Office of the Comptroller of the Currency (OCC) and the National Credit Union Association (NCUA).

ULTIMATE OUTCOME: The loss of regulatory resources will result in a number of significant undesired outcomes. A reduction within the OPS Contract Examiner Program will limit the Division's ability to provide institutional exams according to the statutory cycle and will critically diminish the Division's ability to promote a safe and sound financial marketplace whereby placing the citizens of Florida in a position of risk and financial loss. Consequently, public confidence in Florida's financial institution industry will erode, which will result in Florida's institutions losing their customer base ultimately resulting in degradation of institutional earning and capital and possibly failure.

Further, if the Division were unable to fulfill its mandate to provide institutional exams according to the statutory cycle, it will damage the regulatory reputation of the Division and place in question the credibility of the Division to our federal regulatory counterparts thus damaging the working relationship now in place and so critical to the safety and soundness of Florida's financial institutions. This issue will eliminate OPS positions and their associated expenses for traveling to examine state financial institutions.

Detail of Costs:

OPS:

Quantity	Description	Amount
----------	-------------	--------

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
SFTY & SOUND ST BKG SYST		43900530
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACT EXAMINER PROGRAM COSTS		33V0300

 Reduction in the
 contract examiner program (\$395,594)

Expenses:
 Quantity Description Amount

 Reduction in
 expenses (\$59,323)

Issue Total (\$454,917)

REDUCE CONTRACTED SERVICES		33V1300
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
FINANCIAL INST REG TF	-STATE	135,446-
	=====	
		2275 1

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

Priority #204

Reference to Long Range Program Plan:

This request will adversely impact the Office's ability to reach the following goals:

- GOAL #1: Improving taxpayer value
- GOAL #2: Delivering value to businesses
- GOAL #3: Promoting a safe and sound financial marketplace
- GOAL #4: Improving customer service

Issue Description/Need: Contracted Services - The Division of Financial Institutions contains a Licensing and Chartering section which receives and processes licenses and charters of state-chartered financial institutions which include banks,

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
SFTY & SOUND ST BKG SYST		43900530
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACTED SERVICES		33V1300

credit unions, international bank agency offices, Trust companies and commencing in October, 2015, Family Trust companies. This licensing and chartering process requires the parties to submit an application for licensure or charter for consideration and approval by the Division. A critical component to this licensing and chartering application process is a background check of all parties who are substantially involved with the financial institution for whom the application has been received. Applications are received for (1) Changes in Control of Ownership (2) de novo institutions (3) start up Trust companies (4) charter conversions from national to state charter status (5) mergers and acquisitions of institutions (6) change of officers and directors of the institution (7) new appointment of officers and directors of the institution

These background checks are a critical component in the application process to assure that the individuals who hold or manage state financial institution are of good moral and ethical character and without a criminal history or a history of financial loss to financial institutions.

In addition to the licensing and chartering duties, Contracted Services also includes costs associated with legal matters such as expert witnesses, court reporting and required public notifications regarding mergers and acquisitions filed with the Office. Expert witnesses are a key component when the Division is involved with litigation, with court reporting a required part of litigation. Public notifications are required by law when processing mergers and acquisitions filed with the Office. Ongoing litigation is also projected that will increase the use of these resources.

A reduction within the Contracted Services will limit the Division's ability to thoroughly conduct application background checks which would compromise the ability of the Division to assure that state chartered institutions are held and managed in a safe and sound manner and that individuals who have a criminal or questionable history or are of unethical, immoral, or questionable character are excluded from holding or managing a financial institution. In addition, new legislation was passed in the 2014 legislative session (SB 1238 and SB 1320) requiring state regulation and oversight of Family Trust companies. As a result, a dramatic increase is commencing this year, in applications for Family Trust Company licensure. Legal fees associated with providing a safe and sound industry are projected to grow for the Division as well. A reduction within contracted services at a time when volume is expected to increase will have a devastating effect as the Division will be unable to process the Family Trust company applications and associated background check which will limit the growth of new business opportunities in Florida and preclude the Division from delivering value to businesses.

Ultimate Outcome: The loss or reduction of regulatory resources such as background checks will imminently result in a number of significant undesired outcomes and increased exposure to risk for State Chartered Institutions. Inadequate regulatory oversight of Florida's financial institution industry will significantly impact the citizens of Florida and the industry as a whole; increase the likelihood of failed institutions; erode general confidence in Florida's financial institution industry; jeopardize regulatory accreditations which will damage the working relationship between federal regulators and the Division. Ultimately, the regulatory reputation of the Division will be harmed by its failure to comply with the requirements of cooperative agreements with both federal regulators and regulatory agencies in other states.

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		
		43000000
		43900000
		43900500
		43900530
<u>PUBLIC PROTECTION</u>		
		12
<u>REGULATION AND LICENSING</u>		
		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		
		33V0000
		33V1300

Detail of Costs:

Quantity	Description	Amount
	Reduction in the Contracted services	(\$135,446)

Issue Total (\$135,446)

TOTAL: REGULATION AND LICENSING		<u>1204.00.00.00</u>
BY FUND TYPE		
TRUST FUNDS.....	590,363-	2000
	=====	
<u>FINANCIAL INVESTIGATIONS</u>		43900540
<u>PUBLIC PROTECTION</u>		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITIONS(S) - OFFICE OF FINANCIAL REGULATION - FINANCIAL INVESTIGATIONS		33V0520
SALARY RATE		000000
SALARY RATE.....	78,010-	
	=====	
SALARIES AND BENEFIT		010000
	2.00-	
ADMINISTRATIVE TRUST FUND -STATE	112,017-	2021 1
	=====	

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
FINANCIAL INVESTIGATIONS		43900540
PUBLIC PROTECTION		12
REGULATION AND LICENSING		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITIONS(S) - OFFICE OF		
FINANCIAL REGULATION - FINANCIAL		
INVESTIGATIONS		33V0520
EXPENSES		040000
ADMINISTRATIVE TRUST FUND -STATE	3,600-	2021 1
	=====	
TOTAL: REDUCE POSITIONS(S) - OFFICE OF		33V0520
FINANCIAL REGULATION - FINANCIAL		
INVESTIGATIONS		
TOTAL POSITIONS.....	2.00-	
TOTAL ISSUE.....	115,617-	
TOTAL SALARY RATE.....	78,010-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

Priority #211

Reference to Long Range Program Plan:

This request will adversely impact the Office's ability to reach the following goals:

- GOAL #1: Improving taxpayer value
- GOAL #2: Delivering value to businesses
- GOAL #3: Promoting a safe and sound financial marketplace
- GOAL #4: Improving customer service

Issue Description/Need: The Bureau of Financial Investigations (Bureau) conducts criminal investigations into allegations of fraudulent and unlicensed activity under the jurisdiction of the OFR. In the event of a budget shortfall, a reduction in two Financial Investigators would allow the Bureau to achieve a reduction in recurring program costs totaling \$115,617. The Bureau currently has 39 FTEs. In the 2012 GAA, the Bureau's budget was reduced by 34% (from \$4,564,720 to \$3,013,227) and its FTEs were cut by 43% (from 63 to 36). The reduction of two investigators would significantly impact the Bureau's ability to combat investment fraud due to the reduction in resources. The reduction of 2 FTEs could decrease the number of investigations completed and the number of perpetrators sent to prison. Most of the Bureau's resources are used to combat investment fraud. Retirees and senior citizen are commonly targeted by financial conmen because they have large nest eggs. It is estimated that over 45% of Florida citizens are over age 65. However, the Bureau would continue to prioritize its resources such that it focuses on cases that pose the highest risks to Florida citizens including cases involving egregious conduct, on-going harm and/or those cases that are broader in scope in terms of the number of vicitms and the dollar amounts involved.

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>FINANCIAL INVESTIGATIONS</u>		43900540
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITIONS(S) - OFFICE OF		
FINANCIAL REGULATION - FINANCIAL		
INVESTIGATIONS		33V0520

Ultimate Outcome: The reduction of two Financial Investigators would significantly impact and reduce the Bureau's ability to combat investment fraud and unlicensed activity due to the reduction in resources.

Salaries and Benefits:

Position	Title	Amount
(1)	Financial Investigator Criminal Enforcement PG 025	(\$61,183)
(1)	Financial Investigators PG 021	(\$50,834)
	Total Salaries and Benefits	(\$112,071)

Expenses:

Quantity	Description	Amount
(2)	Standard Expenses @ \$1,800	(\$3,600)
	Total Expenses	(\$3,600)
	Issue Total	(\$115,617)

COL A93 SCH VIIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
FINANCIAL INVESTIGATIONS		43900540
PUBLIC PROTECTION		12
REGULATION AND LICENSING		1204.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITIONS(S) - OFFICE OF FINANCIAL REGULATION - FINANCIAL INVESTIGATIONS		33V0520

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
8324 FINANCIAL INVESTIGATOR							
C0001 001	1.00-	34,502-		16,332-	50,834-	0.00	50,834-
8325 FINANCIAL INVESTIGATOR-CRIMINAL ENFORCE							
C0002 001	1.00-	43,508-		17,675-	61,183-	0.00	61,183-
TOTALS FOR ISSUE BY FUND							
2021 ADMINISTRATIVE TRUST FUND							112,017-
	2.00-	78,010-		34,007-	112,017-		112,017-

REDUCE EXPENSE - OFFICE OF
 FINANCIAL REGULATION - FINANCIAL
 INVESTIGATIONS
 EXPENSES

33V0530
 040000

ADMINISTRATIVE TRUST FUND -STATE 54,280-

2021 1

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

Priority #201

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>FINANCIAL INVESTIGATIONS</u>		43900540
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE EXPENSE - OFFICE OF		
FINANCIAL REGULATION - FINANCIAL		
INVESTIGATIONS		33V0530

Reference to Long Range Program Plan:

This request will adversely impact the Office's ability to reach the following goals:

- GOAL #1: Improving taxpayer value
- GOAL #2: Delivering value to businesses
- GOAL #3: Promoting a safe and sound financial marketplace
- GOAL #4: Improving customer service

Issue Description/Need: The Bureau of Financial Investigations (Bureau) conducts investigations into allegations of fraudulent and unlicensed activity under the jurisdiction of the OFR. In the event of a budget shortfall, the Bureau proposes a \$54,280 reduction to Expenses. While the Expense category reverted 45% of its allocation in FY 14/15, the additional funding is necessary to allow immediate reaction to emergent issues. This moderate reduction would allow the Bureau to achieve an overall 5% reduction in recurring program costs totaling \$167,600 while minimizing the impact to its investigations.

Ultimate Outcome: Achieve a \$54,280 cost savings while limiting the negative impact to the Bureau and its investigations. This moderate reduction of expense money on a recurring basis could lead the bureau to reduce training opportunities for its investigators, lessen the bureau's ability to equip its computer forensics lab and hinder the bureau's ability to pay for subpoenaed records and investigator travel. However, the Bureau would continue to prioritize its resources and apply them to areas that pose the highest risks to Florida citizens. The bureau would also seek less expensive forms of training for its investigators.

Expenses:

Quantity	Description	Amount	
	Expenses	(\$ 54,280)	
	Total Expenses	(\$ 54,280)	-
	Issue Total	(\$ 54,280)	

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>FINANCIAL INVESTIGATIONS</u>		43900540
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
TOTAL: REGULATION AND LICENSING		<u>1204.00.00.00</u>
BY FUND TYPE		
TRUST FUNDS.....	2.00- 169,897-	2000
SALARY RATE.....	78,010-	
	=====	
<u>EXEC DIR & SUPPORT SERVICE</u>		43900550
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE OTHER PERSONAL SERVICES		
FUNDING		33V2240
OTHER PERSONAL SERV		030000
ADMINISTRATIVE TRUST FUND -STATE	196,415-	2021 1
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

Priority #209

Reference to Long-Range Program Plan: This request will adversely impact the Office's ability to reach the following goals:

- GOAL #1: Improving taxpayer value
- GOAL #2: Delivering value to businesses
- GOAL #3: Promoting a safe and sound financial marketplace
- GOAL #4: Improving customer service

Issue Description/Need: As part of OFR's Executive Direction budget allocation in the 2012 General Appropriations Act, the Legislature moved 9 attorneys and support positions from Executive Direction to the Divisions, eliminated 3 attorneys due to streamlining the legal processes, eliminated 3 regional office support staff due to the area office consolidations, and eliminated 1 position in the Office of the Inspector General. OFR is now staffing for normal workloads versus staffing for peak workloads as it is a more cost effective approach to obtaining resources than staffing for peak workloads with full time employees.

To allow flexibility for unforeseen circumstances arising in Executive Direction and throughout the OFR, Executive Direction was given in FY 2012-13 \$150,000 in Other Personal Services and, in FY 2013-14, an additional \$100,000 was

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>EXEC DIR & SUPPORT SERVICE</u>		43900550
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE OTHER PERSONAL SERVICES		
FUNDING		33V2240

moved from Safety and Soundness of State Banking System to Executive Direction's OPS to be used when peak workloads are encountered in OFR that the new staffing levels will not be able to handle. In the FY 2013-14 Legislative Budget Request, the REAL System was reduced by \$800,000; leaving the REAL system with a bare-bones maintenance schedule. When an issue arises with REAL, OPS must be available for any peak period maintenance or temporary workers to bring the REAL system back online. Almost all data related to the OFR's licensees and their examinations is stored in the REAL System. Should REAL not work, the OFR will not be able to perform its statutorily mandated regulatory and enforcement duties without access to this data. Reducing the Executive Direction's OPS budget allocation by \$196,415 will leave Executive Direction with an annual allocation of \$53,585 and that will not give Executive Direction the full flexibility to handle emergent personnel staffing issues as they arise nor the full capability to handle any peak period emergencies with REAL, effectively shutting down the OFR.

Ultimate Outcome: This reduction will significantly impact Executive Direction. After Executive Direction's staffing reductions effective July 1, 2012, and then reducing the Other Personal Services budget allocation by \$196,415, OFR's Executive Direction will not have the full budget allocation or flexibility to handle the peak workloads or emergent issues as they arise in OFR, Executive Direction, or, most importantly, the REAL System which will leave the OFR unable to function as a regulatory or enforcement agency.

Detail of Costs:

Quantity	Description	Amount
1	Reduce OPS Allocation	(\$196,415)
	Total	(\$196,415)

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>FINANCE REGULATION</u>		43900560
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACTED SERVICES IN		
FINANCE REGULATION		33V0310
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
REGULATORY TRUST FUND	-STATE	
	35,000-	2573 1
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

Priority #202

Reference to Long-Range Program Plan:

This request will adversely impact the Office's ability to reach the following goals:

- GOAL #1: Improving taxpayer value
- GOAL #2: Delivering value to businesses
- GOAL #3: Promoting a safe and sound financial marketplace
- GOAL #4: Improving customer service

Issue Description/Need: The Division of Consumer Finance proposes to decrease its recurring program costs by reducing its Contracted Services allocation. The division is working with the Department of Financial Services Division of Treasury and current bank vendor (Bank of America) on implementing a new fee netting process that would allow Bank of America to collect credit card service fees on behalf of the division and use them to offset costs for accepting credit card payments online. It is anticipated that this new procedure will go-live in October 2015. However, if there is a delay in implementation that goes into the fiscal year 2016-17, there will be a need for the funding to pay credit card service fees.

Impact: This division estimates this new process would create a cost savings of approximately \$35,000. In order to provide a more accurate estimate, the division will need to review a full year of historical data. This potential reduction has a moderate impact to the division's operations due to the indeterminate go-live date that has been previously delayed.

Ultimate Outcome: The outcome would create a cost savings to the division of approximately \$35,000. The Contracted Service Funds normally used to cover the costs for credit card services fees, would not be required. This cost savings would allow a portion of Contracted Services funding to be reduced from recurring program costs. However, if there is a delay in implementation that goes into the fiscal year 2016-17, there will be a need for the funding to pay credit card service fees.

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>FINANCE REGULATION</u>		43900560
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACTED SERVICES IN		
FINANCE REGULATION		33V0310

Detail of Costs:

Contracted
 Services:

Quantity	Description	Amount
-----	-----	-----
	Contracted Services	(\$35,000)
	Total Contracted Services	(\$35,000)

Issue Total (\$35,000)

REDUCE EXPENSES BUDGET AUTHORITY
 IN FINANCE REGULATION
 EXPENSES

33V0370
 040000

REGULATORY TRUST FUND -STATE 225,118-
 =====

2573 1

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

Priority #207

Reference to Long-Range Program Plan:

This request will adversely impact the Office's ability to reach the following goals:

- GOAL #1: Improving taxpayer value
- GOAL #2: Delivering value to businesses
- GOAL #3: Promoting a safe and sound financial marketplace
- GOAL #4: Improving customer service

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>FINANCE REGULATION</u>		43900560
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE EXPENSES BUDGET AUTHORITY		
IN FINANCE REGULATION		33V0370

Issue Description/Need: The Division of Consumer Finance proposes to decrease its recurring program costs by reducing its Expense allocation. This reduction would significantly impair the Division's ability to expand its enforcement footprint into other regulated industries under the Division's prevue. On July 1, 2012 the division's total FTE's were reduced from 120 to 87. Expense funding was increased to assist with additional travel related costs for statutorily mandated Money Service Business (MSB) examinations and other costs due to any unexpected events.

Impact: Reducing funding in this category would limit the division's ability to conduct required MSB examinations and handle unforeseen circumstances that could impede the division's ability to protect the consumers this division serves.

Ultimate Outcome: Reducing Expense funds by \$225,118 from recurring program costs would significantly impair the division's ability to travel and perform MSB examinations mandated by Florida Statute as well as handle any unforeseen circumstances or emergent issues. Overall, these limitations could ultimately limit the division's ability to protect the consumers it serves.

Detail of Costs:

Expenses:		
Quantity	Description	Amount
-----	-----	-----
	Reduce Expenses	(\$225,118)
	Total Expenses	(\$225,118)

Issue Total (\$225,118)

COL A93			
SCH VIIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES

FINANCIAL SERVICES			43000000
PGM: FINANCIAL SVCS COMM			43900000
OFFICE OF FINANCIAL REG			43900500
FINANCE REGULATION			43900560
PUBLIC PROTECTION			12
REGULATION AND LICENSING			<u>1204.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
REDUCE POSITIONS(S) - OFFICE OF			
FINANCIAL REGULATION - FINANCE			33V0550
SALARY RATE			000000
SALARY RATE.....	115,983-		
	=====		
SALARIES AND BENEFI			010000
	3.00-		
REGULATORY TRUST FUND -STATE	166,840-		2573 1
	=====		
EXPENSES			040000
REGULATORY TRUST FUND -STATE	5,400-		2573 1
	=====		
TOTAL: REDUCE POSITIONS(S) - OFFICE OF			33V0550
FINANCIAL REGULATION - FINANCE			
TOTAL POSITIONS.....	3.00-		
TOTAL ISSUE.....	172,240-		
TOTAL SALARY RATE.....	115,983-		
	=====		

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

Priority #210

Reference to Long-Range Program Plan:

This request will adversely impact the Office's ability to reach the following goals:

- GOAL #1: Improving taxpayer value
- GOAL #2: Delivering value to businesses
- GOAL #3: Promoting a safe and sound financial marketplace
- GOAL #4: Improving customer service

Issue Description/Need: The Division of Consumer Finance processes approximately 2,500 priority complaints. The processing of these complaints involve forwarding the consumer's complaint to the business entity and requesting a response. Upon receipt the division will forward the business entities response to the consumer. Unless a statutory violation is detected during the processing of the complaint the matter is then closed upon receipt of a response.

By eliminating these three (3) Financial Examiner Analyst II, PG 023, the division would discontinue the servicing of the

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>FINANCE REGULATION</u>		43900560
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITIONS(S) - OFFICE OF		
FINANCIAL REGULATION - FINANCE		33V0550

priority complaints. The remaining two (2) positions in the Consumer Assistance group would only receive, record and categorize complaints for statistical purposes.

Impact: Impact is significant in that the division would no longer provide individual assistance to consumers. Consumers would only receive an acknowledgement of their complaint and OFR would not attempt to resolve their concerns. This could impair the division's ability to protect the consumers this division serves.

In addition, the office would need to seek changes to Part VI of Chapter 559, Florida Statutes, to repeal a mandate to process consumer complaints.

Ultimate Outcome: Reducing \$172,240 from recurring program costs would significantly impact the division's ability to process and resolve consumer complaints. Consumer complaints would only be recorded for statistical purposes. OFR would not attempt to resolve any complaint issues. Overall, these limitations could ultimately limit the division's ability to protect the consumers it serves.

Detail of Costs:

Quantity	Description	Amount
(3)	Reduce FEA II, PG 023 Salaries and Benefits	(\$ 166,840)
	Total Salaries and Benefits	(\$ 166,840)
(3)	Reduce Expenses @ \$1,800	(\$5,400)
	Total Expenses	(\$5,400)

Issue Total (\$ 172,240)

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		
PGM: FINANCIAL SVCS COMM		
OFFICE OF FINANCIAL REG		
FINANCE REGULATION		
PUBLIC PROTECTION		
REGULATION AND LICENSING		
PROGRAM REDUCTIONS		
REDUCE POSITIONS(S) - OFFICE OF		
FINANCIAL REGULATION - FINANCE		
		43000000
		43900000
		43900500
		43900560
		12
		1204.00.00.00
		33V0000
		33V0550

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
1564 FINANCIAL EXAMINER/ANALYST II							
C0001 001	3.00-	115,983-		50,857-	166,840-	0.00	166,840-
TOTALS FOR ISSUE BY FUND							
2573 REGULATORY TRUST FUND							
	3.00-	115,983-		50,857-	166,840-		166,840-

REDUCE OTHER PERSONAL SERVICES		
(OPS) - OFFICE OF FINANCIAL		
REGULATION - FINANCE		33V0560
OTHER PERSONAL SERV		030000
REGULATORY TRUST FUND	-STATE	130,000-
		2573 1

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 16-17 NARRATIVE: IT COMPONENT? NO

Priority #208

Reference to Long-Range Program Plan:
 This request will adversely impact the Office's ability to reach the following goals:

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>FINANCE REGULATION</u>		43900560
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE OTHER PERSONAL SERVICES		
(OPS) - OFFICE OF FINANCIAL		
REGULATION - FINANCE		33V0560

- GOAL #1: Improving taxpayer value
- GOAL #2: Delivering value to businesses
- GOAL #3: Promoting a safe and sound financial marketplace
- GOAL #4: Improving customer service

Issue Description/Need: The Division of Consumer Finance proposes to decrease its recurring program costs by reducing its OPS allocation. On July 1, 2012 the division's total FTE's were reduced from 120 to 87. OPS funding was increased to assist in handling any unexpected events that would require hiring additional OPS examiners.

Impact: Reducing funding in this category would significantly limit the division's ability to hire additional OPS staff to quickly react to emergent or unforeseen circumstances and impair the division's ability to protect the consumers this division serves.

Ultimate Outcome: Reducing OPS funds by \$130,000 from recurring program costs would significantly restrict the division's ability to hire additional OPS staff to quickly react to emergent or unforeseen circumstances that may occur. Overall, this limitation could ultimately limit the division's ability to protect the consumers it serves.

Detail of Costs:

Quantity	Description	Amount
-----	-----	-----
	Reduce OPS	(\$130,000)
	Total OPS	(\$130,000)

Issue Total (\$130,000)

COL A93			
SCH VIIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES

FINANCIAL SERVICES			43000000
PGM: FINANCIAL SVCS COMM			43900000
OFFICE OF FINANCIAL REG			43900500
FINANCE REGULATION			43900560
<u>PUBLIC PROTECTION</u>			12
<u>REGULATION AND LICENSING</u>			<u>1204.00.00.00</u>
TOTAL: REGULATION AND LICENSING			<u>1204.00.00.00</u>
BY FUND TYPE			
	3.00-		
TRUST FUNDS.....	562,358-		2000
SALARY RATE.....	115,983-		
	=====		
<u>SECURITIES REGULATION</u>			43900570
<u>PUBLIC PROTECTION</u>			12
<u>REGULATION AND LICENSING</u>			<u>1204.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
REDUCE CONTRACTED SERVICES BUDGET			
AUTHORITY IN SECURITIES REGULATION			33V0350
SPECIAL CATEGORIES			100000
CONTRACTED SERVICES			100777
REGULATORY TRUST FUND	-STATE	250,000-	2573 1
		=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

Priority #206

Reference to Long-Range Program Plan:

This request will adversely impact the Office's ability to reach the following goals:

- GOAL #1: Improving taxpayer value
- GOAL #2: Delivering value to businesses
- GOAL #3: Promoting a safe and sound financial marketplace
- GOAL #4: Improving customer service

Issue Description/Need: Reduction of the Division's contracted services fund that provides necessary operational resources to support items including but not limited to, court reporters, subpoena and research services, and legal contract services, would have a significant adverse impact on the Division's operating budget with a reduction in the amount of \$250,000. The Bureau of Enforcement is responsible for ensuring compliance with Chapter 517, Florida Statutes, the Florida Securities and Investor Protection Act (Act). Securities examinations are commonly broad in scope, complex and time-consuming. To address the complexity of these examinations, the Bureau of Enforcement may utilize the Regulatory Trust fund to pay for these specialized services. The Division of Securities generally goes first to the Anti-Fraud Trust fund to cover these services but due to limited budget in this area finds it necessary to maintain

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>SECURITIES REGULATION</u>		43900570
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACTED SERVICES BUDGET		
AUTHORITY IN SECURITIES REGULATION		33V0350

sufficient budget in the Regulatory Trust fund to ensure that adequate resources are available to support the complexity of these examinations. Contractors utilized in these cases provide assistance during the examination process by providing technical assistance and investigative guidance. This assistance has become particularly valuable in a world of increasingly complex financial products. The use of outside experts and contracted services strengthens the ability of the Bureau of Enforcement by providing expertise, knowledge and experience that are beyond the skill set of the examiner. Having adequate funding in contracted services is critical to the operations of the Division of Securities and its ability to bring enforcement action against those who violate the law. A reduction in the amount of \$250,000 would have a significant adverse impact on the Division's operations.

Ultimate Outcome: A decrease in the appropriation for contracted services significantly lessens the Office's enforcement ability to handle unforeseen circumstances and emergent situations. Consumers' protections and restitutions and fines, along with consumer confidence in the Office's ability to regulate the securities industry, are certain to decrease if fewer resources are available.

Detail of Costs:

Contracted Services:

Quantity	Description	Amount
1	Contracted Services	(\$250,000)
	Total	(\$250,000)

REDUCE EXPENSES BUDGET AUTHORITY
 IN SECURITIES REGULATION
 EXPENSES

33V0360
 040000

REGULATORY TRUST FUND -STATE 80,127-
 =====

2573 1

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>SECURITIES REGULATION</u>		43900570
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE EXPENSES BUDGET AUTHORITY		
IN SECURITIES REGULATION		33V0360

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

Priority # 205

Reference to Long-Range Program Plan:

This request will adversely impact the Office's ability to reach the following goals:

- GOAL #1: Improving taxpayer value
- GOAL #2: Delivering value to businesses
- GOAL #3: Promoting a safe and sound financial marketplace
- GOAL #4: Improving customer service

Issue Description/Need: The Division proposes reduction of the Expenses category which includes rent, travel and training. This would have a significant impact on the Division's operating budget with a reduction in the amount of \$80,127. Chapter 517, Florida Statutes requires that the Division of Securities examine the books and records of each registered entity and individual to determine compliance with this act. Adequate resources to provide for staff training and travel are essential to the Division fulfilling this responsibility. As the sole regulator of state registered investment advisory firms with up to \$100 million in assets under management, the Bureau of Enforcement (Enforcement) has undertaken an initiative to examine all registered investment advisory firms on a five year cycle while still conducting regular examinations of registered broker dealer firms, their branch office locations and associated persons. During the preceding two fiscal years, the Bureau of Enforcement has experienced significant staff turnover. Enforcement must have well trained examiners that can identify and assess matters involving significant complexity. The Bureau of Enforcement has a need to compress the amount of time it takes to fully train an examiner and must continue to have the resources to provide for staff training and development.

Ultimate Outcome: A decrease in the appropriation for expenses significantly lessens the Office's enforcement ability by hindering staff training and staff travel to examine registered entities and individuals. Consumers' protections and restitutions and fines, along with consumer confidence in the Office's ability to regulate the securities industry, are certain to decrease if fewer resources are available.

Detail of Costs:

Expenses:

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
		43000000
		43900000
		43900500
		43900570
		12
		<u>1204.00.00.00</u>
		33V0000
		33V0360

FINANCIAL SERVICES
 PGM: FINANCIAL SVCS COMM
 OFFICE OF FINANCIAL REG
SECURITIES REGULATION
 PUBLIC PROTECTION
REGULATION AND LICENSING
 PROGRAM REDUCTIONS
 REDUCE EXPENSES BUDGET AUTHORITY
 IN SECURITIES REGULATION

Quantity	Description	Amount
1	Expenses	(\$80,127)
Total		(\$80,127)

REDUCE POSITION(S) IN SECURITIES
 REGULATION

SALARY RATE			33V0390
SALARY RATE.....	43,508-		000000
	=====		
SALARIES AND BENEFI			010000
REGULATORY TRUST FUND	-STATE	61,183-	2573 1
		=====	
EXPENSES			040000
REGULATORY TRUST FUND	-STATE	1,800-	2573 1
		=====	
TOTAL: REDUCE POSITION(S) IN SECURITIES			33V0390
REGULATION			
TOTAL POSITIONS.....	1.00-		
TOTAL ISSUE.....		62,983-	
TOTAL SALARY RATE.....	43,508-		
	=====		

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 16-17 NARRATIVE:

IT COMPONENT? NO

Priority #203

Reference to Long-Range Program Plan:

COL A93		
SCH VIIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>SECURITIES REGULATION</u>		43900570
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) IN SECURITIES		
REGULATION		33V0390

This request will adversely impact the Office's ability to reach the following goals:

- GOAL #1: Improving taxpayer value
- GOAL #2: Delivering value to businesses
- GOAL #3: Promoting a safe and sound financial marketplace
- GOAL #4: Improving customer service

Issue Description/Need: The loss of an FTE in the Bureau of Enforcement would hamper the Division of Securities ability to protect the public. The public will be more vulnerable to fraudulent and unlawful conduct and schemes by unscrupulous firms and individuals. The division's Bureau of Enforcement protects Florida's citizens by handling consumer complaints, conducting examinations and investigations to detect violations before they result in investor harm, and bringing enforcement actions to stop the unlawful conduct and penalize the violators. Remedies include denial, revocation, or suspension of a registration, a civil or administrative fine or penalty, and injunctive remedies such as freezing assets or appointment of a receiver.

The activities conducted by this FTE would be have to be transferred to other examiners which would lead to fewer examinations being conducted, placing investors at increased risk.

Ultimate Outcome: Eliminating a Securities examiner position would impede the division's ability to conduct examinations, investigations, and to bring enforcement actions to protect investors from unlawful activity and fraudulent schemes by unscrupulous firms and individuals.

Detail of Costs:

Position	Title and Pay Grade	Amount
1	Financial Specialist PG 025	(\$61,183)
	Expenses	(\$ 1,800)

Total (\$62,983)

COL A93
 SCH VIIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES

FINANCIAL SERVICES 43000000
 PGM: FINANCIAL SVCS COMM 43900000
 OFFICE OF FINANCIAL REG 43900500
 SECURITIES REGULATION 43900570
 PUBLIC PROTECTION 12
 REGULATION AND LICENSING 1204.00.00.00
 PROGRAM REDUCTIONS 33V0000
 REDUCE POSITION(S) IN SECURITIES 33V0390
 REGULATION

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
1566 FINANCIAL SPECIALIST							
C0001 001	1.00-	43,508-		17,675-	61,183-	0.00	61,183-
TOTALS FOR ISSUE BY FUND							
2573 REGULATORY TRUST FUND							61,183-
	1.00-	43,508-		17,675-	61,183-		61,183-

 TOTAL: REGULATION AND LICENSING 1204.00.00.00
 BY FUND TYPE
 TRUST FUNDS..... 1.00- 393,110- 2000
 SALARY RATE..... 43,508-
 =====
 TOTAL: FINANCIAL SERVICES 43000000
 BY FUND TYPE
 GENERAL REVENUE FUND 1,416,563- 1000
 TRUST FUNDS 14,155,889- 2000

 TOTAL POSITIONS..... 73.00-
 TOTAL DEPARTMENT..... 15,572,452-
 TOTAL SALARY RATE..... 2,688,068-
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* BPEADL01                               STATISTICAL INFORMATION                               09/14/2015 15:59:20 *
* BUDGET PERIOD: 2006-2017                EXHIBIT A, D AND D-3A LIST REQUEST                TJM 43      SP      *
* COMPILE DATE: 09/09/2015                COMPILE TIME: 16:07:29                                PAGE:      1      *
*****
*                                     SAVE INITIALS:          SAVE DEPARTMENT: 07      SAVE ID: S8B2
* -----
* SELECT CODES AND ACCUMULATION LEVELS WHERE ALLOWED.  WHEN NO CODE IS SELECTED, ALL CODES WILL BE REPORTED.
* ITEMIZATION OF EXPENDITURE:                IOE ACCUMULATION LEVEL: 0 (1=OPER/FCO, 2=IOE, 0=MERGED)
* MERGE GROUPS (Y/N): Y
* BUDGET ENTITY OR GROUP/ACCUMULATION LEVEL (DEP, DIV, BUR, SUB, LBE, MRG):
*   1-7:          LBE
*   8-14:
*   15-21:
*   22-27:
* EXCLUDE:
*
* PROGRAM COMPONENT/ACCUMULATION LEVEL (1, 2, 3, 4 OR 5 FOR 2, 4, 6, 8 OR 10 DIGITS, 6=MERGE POLICY, 0=MERGED):
*   5
*
* APPROPRIATION CATEGORY OR GROUP/ACCUMULATION LEVEL (1=MAJOR, 2=MINOR, 0=MERGED):
*   2
*
* FUND GROUPS SET:          OR FUND:                FUNDING SOURCE IDENTIFIER:                MERGE FSI (Y/N): N
* FCO (Y/N): Y          FTE (Y/N): Y                SALARY RATE (Y/N): Y
* -----
* ISSUE CODE OR GROUP/ACCUMULATION LEVEL (1, 2 OR 3 FOR 1, 3 OR 7 CHARACTERS, 0=MERGED):
*   3
*
* REPORT OPTION: 1          COLUMN SELECTION: A93                CODES
* 1=EAD REPORT
* 2=SCHEDULE IV/IT ISSUES          REPORT COLUMNS WITH CALCULATION DIFFERENCE ONLY (Y/N): N  THAT EXCEED:
* 3=STATEWIDE ISSUES
* 4=SCHEDULE VIIIA ISSUES
* SCHEDULE VIIIA ISSUES SPREADSHEET (Y/N): N
*
* LEVELS OF TOTALS:  (N=NO TOTAL, L=LINE TOTAL, T=BY FUND TYPE, D=BY DETAIL FUND, B=BY DETAIL FUND AND FUND TYPE,
* G=FUND GROUP LINE TOTALS, E=BY DETAIL FUND AND FUND GROUP)
* RUN: N          ITEM OF EXP: N          GROUP: N          DEPARTMENT: T          DIVISION: N          BUREAU: N
* SUB-BUREAU: N          LBE: T          POLICY AREA: N          PROG COMP: T          D3A SUM ISSUE: N          D3A DETAIL ISSUE: L
* MAJOR APP CAT: N          MINOR APP CAT: D
*
* APPROPRIATION CATEGORY TITLES: S (S=SHORT, L=LONG)          REPORT SEQUENCE: DEPT/BUDGET ENTITY: N  A=ALPHABETICAL
*                                     PROGRAM COMPONENT: N  N=NUMERICAL
* -----
* DEPARTMENT NARRATIVE SET:
* BUDGET ENTITY NARRATIVE SET:                PROGRAM COMPONENT NARRATIVE (Y/N): N
*
* ISSUE/ACTIVITY NARRATIVE SET: A5          PRIORITY ISSUE NARRATIVE SET (1-9):
*
* INCLUDE POSITION DATA (Y/N): Y
*
* INCLUDE COLUMN CODES (Y/N): Y
*
* OUTPUT FORMAT: L          PAGE BREAKS:
* L=LANDSCAPE                (IOE, GRP, DEP, DIV,          REPORT HEADING:                SCHEDULE VIIIB-2
* P=PORTRAIT                BUR, SUB, LBE, PRC,          PRIORITY LISTING FOR POSSIBLE REDUCTION
*                                     SIS, ISC)                FOR REQUEST YEAR
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* BPEADL01                               STATISTICAL INFORMATION                09/14/2015 15:59:20 *
* BUDGET PERIOD: 2006-2017                EXHIBIT A, D AND D-3A LIST REQUEST          TJM 43      SP    *
* COMPILE DATE: 09/09/2015                COMPILE TIME: 16:07:29                      PAGE:      2    *
*****
*
* TOTAL RECORDS READ FROM SORT:           109
* TOTAL RECORDS READ FROM CARD:           43
* TOTAL PAF RECORDS READ:                 28
* TOTAL OAF RECORDS READ:                 0
* TOTAL IEF RECORDS READ:                 0
* TOTAL BGF RECORDS READ:                 0
* TOTAL BEF RECORDS READ:                 52
* TOTAL PCF RECORDS READ:                 48
* TOTAL ICF RECORDS READ:                 78
* TOTAL INF RECORDS READ:                 1,521
* TOTAL ACF RECORDS READ:                 12
* TOTAL FCF RECORDS READ:                 11
* TOTAL FSF RECORDS READ:                 10
* TOTAL PCN RECORDS READ:                 0
* TOTAL BEN RECORDS READ:                 0
* TOTAL DPC RECORDS READ:                 54
* TOTAL RECORDS IN ERROR:                 0
*
*****
* BUDGET ENTITIES SELECTED:
*   1-9: 43
*  10-18:
*  19-27:
*
*****

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