

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 POS	AMOUNT	AGY AMD N/R FY 2019-20 POS	AMOUNT	AGY AMD ANZ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 POS	AMOUNT	

LOTTERY, DEPARTMENT OF THE										36000000
PGM: LOTTERY OPERATIONS										36010000
GOV OPERATIONS/SUPPORT										16
GOVERNMENTAL OPERATIONS										<u>1601.00.00.00</u>
INTER-AGENCY REORGANIZATIONS -										
INFORMATION TECHNOLOGY										17C0000
DATA PROCESSING SERVICES CATEGORY -										
DEDUCT										17C08C0
DATA PROCESSING SERVICES										210000
DP ASSESSMENT (AST)										210003
OPERATING TRUST FUND										
-STATE			31,883-						31,883-	2510 1

AGENCY ISSUE NARRATIVE:

2019-2020 BUDGET YEAR NARRATIVE:

Amended 2019-20 Narrative after February 5, 2019;

IT COMPONENT? YES

This issue requests the transfer of existing appropriations in the Data Processing Assessment - Agency for State Technology appropriation category to the new Data Processing Assessment - Department of Management Services category. This shift aligns with proposed organizational changes that transfer the State Data Center to the Department of Management Services.

This reduction is offset by issue code 17C09C0.

Summary: This is a new issue.

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 POS	AMOUNT	AGY AMD N/R FY 2019-20 POS	AMOUNT	AGY AMD ANZ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 OVER (UNDER) AGY FIN REQ FY 2019-20 POS	AMOUNT	
LOTTERY, DEPARTMENT OF THE										36000000
PGM: LOTTERY OPERATIONS										36010000
GOV OPERATIONS/SUPPORT										16
GOVERNMENTAL OPERATIONS										1601.00.00.00
INTER-AGENCY REORGANIZATIONS -										
INFORMATION TECHNOLOGY										17C0000
DATA PROCESSING SERVICES CATEGORY -										
ADD										17C09C0
DATA PROCESSING SERVICES										210000
DP ASSESSMENT (DMS)										210004
OPERATING TRUST FUND		-STATE		31,883				31,883		2510 1

AGENCY ISSUE NARRATIVE:

2019-2020 BUDGET YEAR NARRATIVE:

Amended 2019-20 Narrative after February 5, 2019;

IT COMPONENT? YES

This issue requests the transfer of existing appropriations in the Data Processing Assessment - Agency for State Technology appropriation category to the new Data Processing Assessment - Department of Management Services category. This shift aligns with proposed organizational changes that transfer the State Data Center to the Department of Management Services.

This increase is offset by issue code 17C08C0.

Summary: This is a new issue.

	COL A12	COL A14	COL A15	COL A16	COL A14-A12 AGY AMD REQ FY 2019-20 OVER (UNDER)	AGY FIN REQ FY 2019-20	AGY AMD REQ FY 2019-20	AGY AMD N/R FY 2019-20	AGY AMD ANZ FY 2019-20	AGY FIN REQ FY 2019-20	CODES
	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	
LOTTERY, DEPARTMENT OF THE											36000000
PGM: LOTTERY OPERATIONS											36010000
GOV OPERATIONS/SUPPORT											16
GOVERNMENTAL OPERATIONS											1601.00.00.00
EQUIPMENT NEEDS											2400000
DEPARTMENT WIDE SECURITY EQUIPMENT											2401130
EXPENSES											040000
OPERATING TRUST FUND -STATE		24,852		24,852				24,852			2510 1
OPERATING CAPITAL OUTLAY											060000
OPERATING TRUST FUND -STATE		57,445		57,445				57,445			2510 1
SPECIAL CATEGORIES											100000
CONTRACTED SERVICES											100777
OPERATING TRUST FUND -STATE		34,950		34,950				34,950			2510 1
TOTAL: DEPARTMENT WIDE SECURITY EQUIPMENT											2401130
TOTAL ISSUE.....		117,247		117,247				117,247			

AGENCY ISSUE NARRATIVE:
 2019-2020 BUDGET YEAR NARRATIVE: IT COMPONENT? NO
 ISSUE TITLE:

Departmentwide Security Equipment

ISSUE DESCRIPTION:

This issue requests \$117,247 in trust fund authority, \$77,247 in recurring and \$40,000 in nonrecurring, to purchase security equipment departmentwide. This equipment includes badge readers, cameras and network video recorders (NVRs).

SUMMARY:

This issue requests \$40,000 in nonrecurring funding to purchase eight badge readers for all district warehouses (excluding the Tallahassee office). Currently, there is limited identifiable security access for the district warehouse rear access doors and having a badge access pad would enable that door to always be secure and allow employees to enter and leave the warehouse under a secure, identifiable procedure. Not having a secure access has been cited by the

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 POS	AMOUNT	AGY AMD N/R FY 2019-20 POS	AMOUNT	AGY AMD ANZ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 POS	AMOUNT	

LOTTERY, DEPARTMENT OF THE										36000000
PGM: LOTTERY OPERATIONS										36010000
GOV OPERATIONS/SUPPORT										16
GOVERNMENTAL OPERATIONS										<u>1601.00.00.00</u>
EQUIPMENT NEEDS										2400000
DEPARTMENT WIDE SECURITY EQUIPMENT										2401130

Department's Office of the Inspector General as a risk concern.

This request includes \$77,247 in recurring funds to allow for future replacement needs of the oldest, most critical security equipment including the remaining cameras, DVRs, and other security equipment such as fingerprint machines, and forensic lab equipment. This security equipment continuously evolves and improves technologically and by having recurring expense appropriation the Florida Lottery can stay updated on these important security tools.

The Department currently has 150 security cameras located in Tallahassee and the district offices. Utilizing the recurring dollars in this request, the Department created a four-year plan to replace all camera and digital video recorders (DVRs) as well as purchase Network Video Recorders (NVRs) which support the new cameras. In year one, the Department will add 17 new security cameras and replace 16 of the most critical cameras. Over the remaining three years, the Department will replace cameras in each district office based on lease renegotiation and relocation activities. Some of these cameras are over 25 years old and are reaching the end of life. The current cameras are not capable of showing detail such as individual recognition, vehicle clarity and other detail needed to provide a secure environment. The Department currently has 10 DVRs located in Tallahassee and the district offices. One DVR must be replaced as it is end of life and end of support while the Department is transitioning to the new cameras. Four Network Video Recorders (NVRs) are needed to support the new types cameras being installed. Further, the Office of the Inspector General has cited the need for additional cameras to be placed in critical areas of concern. This issue is not directly related to any recent audits; however, it does address areas of critical concern that could potentially receive audit concerns.

ADVERSE IMPACT IF NOT FUNDED:

Without these funds the Department will not be able to satisfactorily reply to audit recommendations and ensure the highest level of integrity and security for the Department.

Linkage to the Florida Lottery Long Range Program Plan:
 Agency Objective #1 - Focuses on the integrity of the Florida Lottery
 Agency Objective #3 - Maximizing the effectiveness of the Florida Lottery

Linkage to the Florida Strategic Plan for Economic Development:
 #5.2 - Improve the efficiency and effectiveness of government agencies at all levels

COST SUMMARY:

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 POS	AMOUNT	AGY AMD N/R FY 2019-20 POS	AMOUNT	AGY AMD ANZ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 OVER (UNDER) AGY FIN REQ FY 2019-20 POS	AMOUNT	

LOTTERY, DEPARTMENT OF THE
 PGM: LOTTERY OPERATIONS
 GOV OPERATIONS/SUPPORT
 GOVERNMENTAL OPERATIONS
 EQUIPMENT NEEDS
 DEPARTMENT WIDE SECURITY EQUIPMENT

36000000
 36010000
 16
 1601.00.00.00
 2400000
 2401130

CATEGORY	DESCRIPTION	FY 19/20 Recurring	FY 19/20 Nonrecurring	FY 19/20 Total
Badge Readers				
Contracted Services	Installation costs		\$17,600	\$17,600
Operating Capital Outlay	Equipment costs		\$22,400	\$22,400
	Subtotal Badge Readers		\$40,000	\$40,000
Cameras				
Contracted Services	Installation costs	\$11,550		\$11,550
Expenses	Equipment costs	\$24,552		\$24,552
	Subtotal Cameras	\$36,102		\$36,102
Network Video Recorders (NVRs)				
Contracted Services	Installation costs	\$ 5,800		\$ 5,800
Operating Capital Outlay	Equipment costs	\$35,045		\$35,045
Expenses	Additional equipment costs	\$ 300		\$ 300
	Subtotal NVRs	\$41,145		\$41,145

Total Issue: \$77,247 \$40,000 \$117,247

Amended 2019-20 Narrative after February 5, 2019;

The requested recurring amounts for the purchase of security equipment such as cameras and network video recorders (NVRs) were moved from a recurring appropriation request to a nonrecurring request.

Summary: There was no change in the requested amount for this issue. The recurring request of \$77,247 was moved to nonrecurring.

	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY AMD REQ	
	FY 2019-20	FY 2019-20	FY 2019-20	FY 2019-20	OVER (UNDER)	
	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT
					AGY FIN REQ	
					FY 2019-20	CODES
LOTTERY, DEPARTMENT OF THE						36000000
PGM: LOTTERY OPERATIONS						36010000
GOV OPERATIONS/SUPPORT						16
GOVERNMENTAL OPERATIONS						1601.00.00.00
AGENCY-WIDE INFORMATION TECHNOLOGY						3620000
INFORMATION TECHNOLOGY DATA						
SECURITY						36232C0
EXPENSES						040000
OPERATING TRUST FUND -STATE	12,000	12,000	8,400			2510 1
SPECIAL CATEGORIES						100000
CONTRACTED SERVICES						100777
OPERATING TRUST FUND -STATE	211,000				211,000-	2510 1
DATA PROCESSING SERVICES						210000
NORTHWEST REGIONAL DC						210023
OPERATING TRUST FUND -STATE		217,100	15,751		217,100	2510 1
TOTAL: INFORMATION TECHNOLOGY DATA						36232C0
SECURITY						
TOTAL ISSUE.....	223,000	229,100	24,151		6,100	

AGENCY ISSUE NARRATIVE:
 2019-2020 BUDGET YEAR NARRATIVE:
 ISSUE TITLE:

IT COMPONENT? YES

Information Technology (IT) Data Security

ISSUE DESCRIPTION:

This issue requests \$223,000 to support critical information data security needs.

\$211,000 is requested in contracted services appropriation, \$196,000 in recurring and \$15,000 in non-recurring funding, to provide the Department of the Lottery (Department) with a Managed Security Services Provider (MSSP) to assist the Department in protecting its information technology assets and data systems against cyber-attacks and other threats.

In addition, this request includes \$12,000 in expense appropriation, \$3,600 in recurring and \$8,400 in non-recurring

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 POS	AMOUNT	AGY AMD N/R FY 2019-20 POS	AMOUNT	AGY AMD ANZ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 OVER (UNDER) AGY FIN REQ FY 2019-20 POS	AMOUNT	

LOTTERY, DEPARTMENT OF THE										36000000
PGM: LOTTERY OPERATIONS										36010000
GOV OPERATIONS/SUPPORT										16
GOVERNMENTAL OPERATIONS										1601.00.00.00
AGENCY-WIDE INFORMATION TECHNOLOGY										3620000
INFORMATION TECHNOLOGY DATA										
SECURITY										36232C0

funding, to purchase a device control system that protects critical data from leaving the Department through removable media.

SUMMARY:

The contracted services appropriation for a MSSP will provide the Department with a consistent core security program for managed data security services. These services will include monitored next generation firewall; 24 hour monitored intrusion detection; log retention; Office 365 monitoring; continuous vulnerability scanning; and managed endpoint protection (workstations). The Lottery currently utilizes nearly 500 endpoint devices including Microsoft Windows and Apple desktops, laptops, tablets and smartphones. The Department has received audit criticisms for not providing adequate security to protect the Department's critical systems and data.

In addition, the Department is requesting expense appropriation for a device control system which will provide the tools necessary to protect critical data from leaving the agency through removable media such as USB drives, Apple iPads, Bluetooth devices, and recordable CDs and DVDs. Not having a system in place to protect this critical data has been cited as a risk concern in audit reviews.

Funding this request will provide the following capabilities:

- 24/7/365 proactive security monitoring;
- Monitoring, detection and analysis of anomalies within Lottery infrastructure;
- Continuous analysis of network and system activity;
- Increasing Lottery's prevention, detection of, and response to security incidents and breaches
- Scan for vulnerabilities within Lottery systems;
- Monitor infrastructure endpoints for virus, malware, and user behavior;
- The MSSP Security Operations Center (SOC) will monitor and analyze data regarding Lottery systems;
- Alerts will be sent to Lottery personnel regarding malicious activities; and
- Prevent unauthorized use of removable storage devices on the Lottery network and computers.

Rule 74-2, F.A.C., (Florida Cybersecurity Standards) requires State Agencies comply with the standards in the management and operation of state IT resources. This rule is modeled after the National Institute of Standards and Technology (NIST) Framework for Improving Critical Infrastructure Cybersecurity. This proposed solution will give the Lottery the ability to identify risks, protect IT assets and data, detect cyber-attacks, and respond to the emerging threats.

Examples of current threats, based on a reported period one month (August 2018), include:

Security events coming through Email:
 747,644 total email coming to Lottery email server, 27 containing Virus, 652,668 (87%) blocked for reputation, spam, and

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 POS	AMOUNT	AGY AMD N/R FY 2019-20 POS	AMOUNT	AGY AMD ANZ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 POS	AMOUNT	
LOTTERY, DEPARTMENT OF THE									36000000	
PGM: LOTTERY OPERATIONS									36010000	
GOV OPERATIONS/SUPPORT									16	
GOVERNMENTAL OPERATIONS									1601.00.00.00	
AGENCY-WIDE INFORMATION TECHNOLOGY									3620000	
INFORMATION TECHNOLOGY DATA										
SECURITY									36232C0	

questionable content.

Anti-Virus Detection:

1,525 total threats detected at user's computers.

Other Threats Not Known:

File sharing, bitcoin crypto mining, unauthorized access, malicious activity, configuration changes, data exfiltration, botnets, rogue applications.

The Department's endpoint systems are the portal to all Lottery applications, including access to administer, monitor and audit the Gaming systems, Internal Control Systems, Prize Payment system, Business Intelligence and Sales Reporting, management of the public web site, and all financial and accounting systems. It is critical that the Lottery be able to tightly monitor and audit the gaming systems and applications provided by its business partners.

State systems contain valuable information, which include personal identifiable information (PII), protected health information (PHI), criminal justice information (CJI), federal tax information (FTI), and payment card information (PCI). The state is responsible for protecting the confidentiality, integrity, and availability of this valuable information, as well as the systems supporting the delivery of services to businesses and citizens in the state. These systems are used by citizens, businesses, state agencies, local and territorial governments, local and state law enforcement, federal law enforcement, colleges and universities and our partners. These systems provide critical data and support delivery of services during emergency situations, such as hurricanes or periods of civil unrest. Florida government systems are highly interconnected, which supports core operational capabilities while introducing the need to enhance security across the enterprise.

In addition, Florida has numerous compliance requirements that include Health Insurance Portability Accountability Act (HIPAA), Family Educational Rights and Privacy Act (FERPA), IRS Publication 1075, Gramm Leach Bliley Act (GLBA), Drivers Privacy Protection Act (DPPA), Criminal Justice Information Systems security policy (CJIS), Payment Card Industry (PCI) and the Florida Information Protection Act (FIPA).

Traditional IT security tools do not provide adequate protection for emerging threats. Hacktivists, malware, zero-day exploits, and a proliferation of blended threats are using multiple attack vectors that are not detectable by existing security toolsets. The shortcomings inherent to traditional cyber-security tools creates a significant risk to Florida's ability to protect the confidentiality, integrity, and availability of information technology resources. As a result, state agencies cannot properly protect IT resources without implementing threat monitoring and response tools and services. These tools and services must be capable of detecting advanced threats used by cyber-criminals and address the increasing number of sophisticated attacks by well-trained state-sponsored hackers from adversarial nations and highly

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2019-20		AGY AMD REQ FY 2019-20		AGY AMD N/R FY 2019-20		AGY AMD ANZ FY 2019-20		AGY AMD REQ FY 2019-20 OVER (UNDER) AGY FIN REQ FY 2019-20		
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	
										36000000
										36010000
										16
										1601.00.00.00
										3620000
										36232C0

LOTTERY, DEPARTMENT OF THE
 PGM: LOTTERY OPERATIONS
 GOV OPERATIONS/SUPPORT
 GOVERNMENTAL OPERATIONS
 AGENCY-WIDE INFORMATION TECHNOLOGY
 INFORMATION TECHNOLOGY DATA
 SECURITY

motivated hacktivist groups.

ADVERSE IMPACT IF NOT FUNDED:

If this request is not funded the Department would continue its current practices of protecting its information technology assets and data systems against cyber-attacks and other threats the best it can; however, with the growing complexity of the cyber-attacks, current resources are not sufficient to combat the ongoing threat.

Today, government agencies are experiencing an onslaught of cyber-attacks daily. As these attacks become more prevalent and complex it becomes increasingly important for agencies to be able to respond to such attacks. Not having an efficient, effective core security program would place the Department's systems at risk and threaten the integrity of the agency. Also, the Department would not be able to control what information flows on to removable devices. Lottery's only safeguard is to lock all use of USB drives to limit the risks of losing critical and/or sensitive data through removable devices and email attachments. This option severely limits the ability of Lottery to use USB drives for important Lottery work.

Linkage to the Florida Lottery Long Range Program Plan:
 Agency Objective #1 - Focus on the integrity of the Florida Lottery.

Florida Strategic Plan for Economic Development:
 #5.2 - Improve the efficiency and effectiveness of government agencies at all levels.

COST SUMMARY:

CATEGORY	DESCRIPTION	CALCULATION	FY 19/20 Recurring	FY 19/20 Nonrecurring	FY 19/20 Total
Contracted Services	Managed Security Services (MSSP)		\$196,000	\$15,000	\$211,000
Expenses	Device Control System Licenses and 1 Year Maintenance	500 x \$24	\$ 3,600	\$ 8,400	\$ 12,000

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	

LOTTERY, DEPARTMENT OF THE										36000000
PGM: LOTTERY OPERATIONS										36010000
GOV OPERATIONS/SUPPORT										16
GOVERNMENTAL OPERATIONS										1601.00.00.00
AGENCY-WIDE INFORMATION TECHNOLOGY										3620000
INFORMATION TECHNOLOGY DATA										
SECURITY										36232C0

Total Issue: \$199,600 \$23,400 \$223,000

Amended 2019-20 Narrative after February 5, 2019;

The contracted services portion of this request was changed to the Northwest Regional Data Center category to request managed data security services from the Northwest Regional Data Center. This request was increased by \$6,100 based on estimated costs for these services.

Summary: This issue was increased by \$6,100, including \$5,349 in recurring and \$751 in nonrecurring, based on estimated costs for managed data security services with the Northwest Regional Data Center.

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 POS	AMOUNT	AGY AMD N/R FY 2019-20 POS	AMOUNT	AGY AMD ANZ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 POS	AMOUNT	

LOTTERY, DEPARTMENT OF THE										36000000
PGM: LOTTERY OPERATIONS										36010000
GOV OPERATIONS/SUPPORT										16
GOVERNMENTAL OPERATIONS										1601.00.00.00
FLORIDA LOTTERY OPERATIONS FUNDING										5000000
INCREASE TO INSTANT TICKET PURCHASE										
APPROPRIATION										5000110
SPECIAL CATEGORIES										100000
INSTANT TICKET PURCHASE										101740
OPERATING TRUST FUND	-STATE	4,562,405		4,294,725				267,680-	2510	1

AGENCY ISSUE NARRATIVE:

2019-2020 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE TITLE:

 Increase to Instant Ticket Purchase Appropriation

SUMMARY:

 The Department of the Lottery requests \$4,562,405 in recurring budget authority for the Instant Ticket Purchase appropriation category to align the base appropriation with the anticipated expenditures related to the Scratch-Off sales adopted by the August 2018 Revenue Estimating Conference (REC). The August 2018 REC forecasted Scratch-Off ticket sales in Fiscal Year 2019-2020 to be \$5.1 billion with an estimated \$949.2 million transferring to the Education Enhancement Trust Fund (EETF).

Linkage to the Florida Lottery Long Range Program Plan:

Agency Objective #3 - Maximizing the effectiveness of the Florida Lottery

Linkage to the Florida Strategic Plan for Economic Development:

#5.2 - Improve the efficiency and effectiveness of government agencies at all levels

COST SUMMARY:

CATEGORY	FY 19/20 Recurring	FY 19/20 Nonrecurring	FY 19/20 Total
Instant Ticket Purchase	\$4,562,405	\$0	\$4,562,405

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	

LOTTERY, DEPARTMENT OF THE										36000000
PGM: LOTTERY OPERATIONS										36010000
GOV OPERATIONS/SUPPORT										16
GOVERNMENTAL OPERATIONS										<u>1601.00.00.00</u>
FLORIDA LOTTERY OPERATIONS FUNDING										5000000
INCREASE TO INSTANT TICKET PURCHASE										
APPROPRIATION										5000110

Amended 2019-20 Narrative after February 5, 2019;

The instant ticket purchase category is being adjusted to align the base appropriation with the anticipated expenditures related to the Scratch-Off sales adopted by the December 2018 Revenue Estimate Conference.

Summary: The instant ticket purchase category is being reduced by \$267,680.

	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
					AGY AMD REQ	
					FY 2019-20	
					OVER (UNDER)	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY FIN REQ	
	FY 2019-20	FY 2019-20	FY 2019-20	FY 2019-20	FY 2019-20	
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS
						AMOUNT
						CODES
LOTTERY, DEPARTMENT OF THE						36000000
PGM: LOTTERY OPERATIONS						36010000
GOV OPERATIONS/SUPPORT						16
GOVERNMENTAL OPERATIONS						1601.00.00.00
FLORIDA LOTTERY OPERATIONS FUNDING						5000000
INCREASE TO GAMING SYSTEM CONTRACT						5000230
SPECIAL CATEGORIES						100000
GAMING SYSTEM CONTRACT						101741
OPERATING TRUST FUND	-STATE	12,966,227	15,022,185		2,055,958	2510 1

AGENCY ISSUE NARRATIVE:
 2019-2020 BUDGET YEAR NARRATIVE:
 ISSUE TITLE:

IT COMPONENT? NO

 Increase to Gaming System Contract

SUMMARY:

 The Department of the Lottery requests \$12,966,227 in recurring budget authority for the Gaming System Contract category. The amount requested is to align base appropriations with anticipated expenditures related to projected total game sales as identified in the August 2018 Revenue Estimating Conference (REC).

Linkage to the Florida Lottery Long Range Program Plan:
 Agency Objective #3 - Maximizing the effectiveness of the Florida Lottery

Linkage to the Florida Strategic Plan for Economic Development:
 #5.2 - Improve the efficiency and effectiveness of government agencies at all levels

COST SUMMARY:

CATEGORY	FY 19/20 Recurring	FY 19/20 Nonrecurring	FY 19/20 Total
Gaming System Contract	\$12,966,227	\$0	\$12,966,227
Amended 2019-20 Narrative after February 5, 2019;			

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 POS	AMOUNT	AGY AMD N/R FY 2019-20 POS	AMOUNT	AGY AMD ANZ FY 2019-20 POS	AMOUNT	AGY AMD REQ FY 2019-20 OVER (UNDER) AGY FIN REQ FY 2019-20 POS	AMOUNT	

LOTTERY, DEPARTMENT OF THE										36000000
PGM: LOTTERY OPERATIONS										36010000
GOV OPERATIONS/SUPPORT										16
GOVERNMENTAL OPERATIONS										<u>1601.00.00.00</u>
FLORIDA LOTTERY OPERATIONS FUNDING										5000000
INCREASE TO GAMING SYSTEM CONTRACT										5000230

The gaming system contract category is being adjusted to align the base appropriation with the anticipated expenditures related to projected total game sales as adopted by the December 2018 Revenue Estimate Conference.

Summary: The gaming system contract category is being increased by \$2,055,958.

	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
					AGY AMD REQ	
					FY 2019-20	
					OVER (UNDER)	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY FIN REQ	
	FY 2019-20	FY 2019-20	FY 2019-20	FY 2019-20	FY 2019-20	
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS
						AMOUNT
						CODES
LOTTERY, DEPARTMENT OF THE						36000000
PGM: LOTTERY OPERATIONS						36010000
GOV OPERATIONS/SUPPORT						16
EXEC LEADERSHIP/SUPPRT SVC						1602.00.00.00
ADJUSTMENTS TO COST RECOVERY FUNDS						2500000
DIRECT BILLING FOR						
ADMINISTRATIVE HEARINGS						2503080
SPECIAL CATEGORIES						100000
TRANS TO DIV ADM HEARINGS						100565
OPERATING TRUST FUND						
-STATE		3,216-				3,216-
						2510 1

AGENCY ISSUE NARRATIVE:

2019-2020 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

Amended 2019-20 Narrative after February 5, 2019;

This issue adjusts the base budget to provide the agency's allocated payment to the Division of Administrative Hearings (DOAH). DOAH provides a uniform, impartial and affordable forum for resolving conflicts between private citizens and organizations and agencies of the state. The agency's allocated share is based on the actual number of hearing hours utilized by the agency in Fiscal Year 2017-18. This issue represents any adjustments necessary to reflect that total amount.

Summary: This is a new issue.
