

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
EXECUTIVE DIR/SUPPORT SVCS		43010100
GOV OPERATIONS/SUPPORT		16
EXEC LEADERSHIP/SUPPRT SVC		1602.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCTION IN THE EXPENSES CATEGORY		33V1220
EXPENSES		040000
ADMINISTRATIVE TRUST FUND.....	231,000-	2021

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO

PRIORITY #087

This issue proposes the reduction of \$231,000 in expense budget authority from the Executive Direction and Support Services (EDSS) budget entity. The division currently has \$1,709,034 in expense budget authority. This reduction would equate to almost a 13% reduction in the category. Although the division has had reversion of over \$300,000 from the last four years of the prior administration, spending needs have not been analyzed for the new administration. This category can be used to support other categories in the division by way of 5% transfers. Specifically, EDSS will have a major shortfall in the other personal services category and the expense category is the category with the most excess authority.

REDUCE POSITION(S) - DIRECTOR'S OFFICE - ADMINISTRATION		33V2000
SALARY RATE		000000
SALARY RATE.....	64,079-	
=====		
SALARIES AND BENEFITS		010000
ADMINISTRATIVE TRUST FUND.....	3.00- 94,430-	2021
=====		
EXPENSES		040000
ADMINISTRATIVE TRUST FUND.....	5,400-	2021
=====		
TOTAL: REDUCE POSITION(S) - DIRECTOR'S OFFICE - ADMINISTRATION		33V2000
TOTAL POSITIONS.....	3.00-	
TOTAL ISSUE.....	99,830-	
TOTAL SALARY RATE.....	64,079-	
=====		

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 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PRG: CHIEF FIN OFFICER/ADM	43010000
EXECUTIVE DIR/SUPPORT SVCS	43010100
GOV OPERATIONS/SUPPORT	16
EXEC LEADERSHIP/SUPPRT SVC	<u>1602.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCE POSITION(S) - DIRECTOR'S OFFICE - ADMINISTRATION	33V2000

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							
TOTALS FOR ISSUE BY FUND							
2021 ADMINISTRATIVE TRUST FUND							94,430-
	3.00-	64,079-		30,351-	94,430-		94,430-
	=====	=====	=====	=====	=====		=====

REDUCE POSITION(S) - BUREAU OF GENERAL SERVICES - ADMINISTRATION							33V2100
SALARY RATE							000000
SALARY RATE.....	2.50-	76,358-					=====
SALARIES AND BENEFITS							010000
ADMINISTRATIVE TRUST FUND.....	2.50-	107,352-					2021
		=====					
EXPENSES							040000
ADMINISTRATIVE TRUST FUND.....		4,500-					2021
		=====					
TOTAL: REDUCE POSITION(S) - BUREAU OF GENERAL SERVICES - ADMINISTRATION							33V2100
TOTAL POSITIONS.....	2.50-						
TOTAL ISSUE.....		111,852-					
TOTAL SALARY RATE.....		76,358-					=====

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REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
EXECUTIVE DIR/SUPPORT SVCS		43010100
GOV OPERATIONS/SUPPORT		16
EXEC LEADERSHIP/SUPPRT SVC		1602.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - BUREAU OF		
GENERAL SERVICES - ADMINISTRATION		33V2100

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

PRIORITY #083

This issue proposes a reduction of 2.5 vacant full time equivalent positions (FTE) and associated budget in the Bureau of General Services (Bureau). This Bureau provides the following support services to the Department of Financial Services (DFS), the Office of Financial Regulation (OFR) and the Office of Insurance Regulation (OIR): property, facilities, asset tracking, mail, central office supplies, printing, fleet management, records management, purchasing, contract management, emergency management, and loss prevention.

This reduction will have a moderate impact on the Bureau of General Services (Bureau), specifically in the areas of purchasing and mail services. During Fiscal Year 2011-12, the Bureau lost one FTE due to budget reductions. The reduction of these FTE will impact the ability to provide timely responses to customers regarding their purchasing needs and a potential delay in the processing/delivering of checks/mail. During Fiscal Year 2010-11, the Bureau processed 1,225 direct orders and 15,477 Purchasing Card transactions totaling \$3,650,856. The mail center processed 2,312,375 pieces of mail; processed over 38,000 checks; and made over 45,000 mail stops.

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

C9997 001	1.00-	21,533-	10,039-	31,572-	0.00	31,572-
C9998 001	1.00-	29,345-	13,065-	42,410-	0.00	42,410-
C9999 001	0.50-	25,480-	7,890-	33,370-	0.00	33,370-

COL A93
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 POS AMOUNT

CODES

FINANCIAL SERVICES	43000000
PRG: CHIEF FIN OFFICER/ADM	43010000
EXECUTIVE DIR/SUPPORT SVCS	43010100
GOV OPERATIONS/SUPPORT	16
EXEC LEADERSHIP/SUPPRT SVC	<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 VIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
TOTALS FOR ISSUE BY FUND							
2021 ADMINISTRATIVE TRUST FUND							107,352-
	2.50-	76,358-		30,994-	107,352-		107,352-
	=====	=====	=====	=====	=====		=====

REDUCE POSITION(S) - PUBLICATIONS & PUBLIC RECORDS OFFICE - ADMINISTRATION							33V2200
SALARY RATE							000000
SALARY RATE.....	88,519-						
	=====						
SALARIES AND BENEFITS							010000
ADMINISTRATIVE TRUST FUND.....	3.00-	113,081-					2021
	=====	=====					
EXPENSES							040000
ADMINISTRATIVE TRUST FUND.....		5,400-					2021
		=====					
TOTAL: REDUCE POSITION(S) - PUBLICATIONS & PUBLIC RECORDS OFFICE - ADMINISTRATION							33V2200
TOTAL POSITIONS.....	3.00-						
TOTAL ISSUE.....		118,481-					
TOTAL SALARY RATE.....	88,519-						
	=====	=====					

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
EXECUTIVE DIR/SUPPORT SVCS		43010100
GOV OPERATIONS/SUPPORT		16
EXEC LEADERSHIP/SUPPRT SVC		1602.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - PUBLICATIONS & PUBLIC RECORDS OFFICE - ADMINISTRATION		33V2200

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO

PRIORITY #084

This issue proposes a reduction of three filled full time equivalent positions (FTE) and associated budget from the Department of Financial Services (DFS) Publications Office. This Office provides publication, photography, video, audio, display design and other multi-media services for DFS, the Office of Financial Regulation (OFR) and the Office of Insurance Regulation (OIR).

This reduction will have a moderate impact on the operations of the Publications Office. It will necessitate scaling back or eliminating some of the publication services currently provided to the DFS, OFR and OIR. This reduction will impact the timely completion of publications developed to communicate important initiatives of DFS, OFR and OIR. During Fiscal Year 2010-11, the Office completed 448 writer/designer projects, 144 photography projects, 126 video projects, and 68 web-based projects.

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
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A93 - SCH VIIIB-2 REDUCTIONS

CHANGES TO CURRENTLY AUTHORIZED POSITIONS

P101 PROPOSED CLASS CODE

C9995 001	1.00-	26,541-	10,668-	37,209-	0.00	37,209-
C9996 001	1.00-	30,989-	9,946-	40,935-	0.00	40,935-
C9997 001	1.00-	30,989-	3,948-	34,937-	0.00	34,937-

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 POS AMOUNT

FINANCIAL SERVICES	43000000
PRG: CHIEF FIN OFFICER/ADM	43010000
EXECUTIVE DIR/SUPPORT SVCS	43010100
GOV OPERATIONS/SUPPORT	16
EXEC LEADERSHIP/SUPPRT SVC	<u>1602.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCE POSITION(S) - PUBLICATIONS & PUBLIC RECORDS OFFICE - ADMINISTRATION	33V2200

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
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A93 - SCH VIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
TOTALS FOR ISSUE BY FUND							
2021 ADMINISTRATIVE TRUST FUND							113,081-
	3.00-	88,519-		24,562-	113,081-		113,081-
	=====	=====	=====	=====	=====		=====

REDUCE POSITION(S) - BUREAU OF FINANCIAL & SUPPORT SERVICES - ADMINISTRATION							33V2300
SALARY RATE							000000
SALARY RATE.....	50,878-						
	=====						
SALARIES AND BENEFITS							010000
ADMINISTRATIVE TRUST FUND.....	2.00-	73,982-					2021
	=====	=====					
EXPENSES							040000
ADMINISTRATIVE TRUST FUND.....		3,600-					2021
		=====					
TOTAL: REDUCE POSITION(S) - BUREAU OF FINANCIAL & SUPPORT SERVICES - ADMINISTRATION							33V2300
TOTAL POSITIONS.....	2.00-						
TOTAL ISSUE.....		77,582-					
TOTAL SALARY RATE.....	50,878-						

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES

FINANCIAL SERVICES	43000000
PRG: CHIEF FIN OFFICER/ADM	43010000
EXECUTIVE DIR/SUPPORT SVCS	43010100
GOV OPERATIONS/SUPPORT	16
EXEC LEADERSHIP/SUPPRT SVC	<u>1602.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCE POSITION(S) - BUREAU OF	
FINANCIAL & SUPPORT SERVICES -	
ADMINISTRATION	33V2300

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AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

PRIORITY #085

This issue proposes a reduction of two filled full time equivalent positions (FTE) and associated budget from the Bureau of Financial and Support Services. This Bureau provides receipts, disbursements and accounting services to the Department of Financial Services (DFS), the Office of Financial Regulation (OFR) and the Office of Insurance Regulation (OIR).

These reductions will have a moderate impact in the accounting services provided to DFS, OFR and OIR. During Fiscal Year 2011-12, the Bureau lost two FTE due to budget reductions. The Accountant position is currently vacant; the Senior Clerk position is slated to be vacant in the near future. If the Accountant is eliminated, the timely payment of invoices by the Department would likely be impacted. This may cause the Department to become non-complaint with section 215.422, Florida Statutes (prompt payment). Last fiscal year the Bureau processed over 16,000 invoices for payment.

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
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A93 - SCH VIIIB-2 REDUCTIONS

CHANGES TO CURRENTLY AUTHORIZED POSITIONS

P101 PROPOSED CLASS CODE

C9998 001	1.00-	29,345-	13,065-	42,410-	0.00	42,410-
C9999 001	1.00-	21,533-	10,039-	31,572-	0.00	31,572-

COL A93
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 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PRG: CHIEF FIN OFFICER/ADM	43010000
EXECUTIVE DIR/SUPPORT SVCS	43010100
GOV OPERATIONS/SUPPORT	16
EXEC LEADERSHIP/SUPPRT SVC	1602.00.00.00
PROGRAM REDUCTIONS	33V0000
REDUCE POSITION(S) - BUREAU OF	
FINANCIAL & SUPPORT SERVICES -	
ADMINISTRATION	33V2300

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							
TOTALS FOR ISSUE BY FUND							
2021 ADMINISTRATIVE TRUST FUND							73,982-
	2.00-	50,878-		23,104-	73,982-		73,982-
	=====	=====	=====	=====	=====		=====

REDUCE POSITION(S) - BUREAU OF							
HUMAN RESOURCE MANAGEMENT -							
ADMINISTRATION							33V2400
SALARY RATE							000000
SALARY RATE.....	77,371-						
	=====						
SALARIES AND BENEFITS							010000
ADMINISTRATIVE TRUST FUND.....	2.00-	104,203-					2021
	=====	=====					
EXPENSES							040000
ADMINISTRATIVE TRUST FUND.....		3,600-					2021
		=====					
TOTAL: REDUCE POSITION(S) - BUREAU OF							33V2400
HUMAN RESOURCE MANAGEMENT -							
ADMINISTRATION							
TOTAL POSITIONS.....	2.00-						
TOTAL ISSUE.....		107,803-					
TOTAL SALARY RATE.....	77,371-						

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
EXECUTIVE DIR/SUPPORT SVCS		43010100
GOV OPERATIONS/SUPPORT		16
EXEC LEADERSHIP/SUPPRT SVC		1602.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - BUREAU OF HUMAN RESOURCE MANAGEMENT - ADMINISTRATION		33V2400

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO

PRIORITY #086

This issue proposes a reduction of two filled full time equivalent positions (FTE) positions and associated budget from the Bureau of Human Resource Management (Bureau). One position is vacant (Management Analyst II) and the other position (Senior Management Analyst Supervisor) is slated to be vacant in the near future. The Bureau administers a comprehensive human resource program for the Department of Financial Services (DFS), the Office of Financial Regulation (OFR) and the Office of Insurance Regulation (OIR). This program includes the topics of: recruitment, classification and pay, learning and development, attendance and leave, workers' compensation, grievances and appeals, labor relations, Affirmative Action/EEO, payroll, benefits, retirement, performance reviews, and ADA (Title I).

This reduction will have a high impact on the operations of the Bureau. During the last cycle the Bureau lost two FTE positions due to budget reductions. During Fiscal Year 2010-11, the Bureau processed 713 appointment packages, successfully defended 122 employee/labor relation cases, processed 3,354 classification actions, 2,034 performance evaluations, and provided training activities to 2,889 employees. These services were provided by 17 full-time FTE. The reduction of two additional FTE will severely impact the level of service provided.

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						
C9998 001	1.00-	46,382-	12,397-	58,779-	0.00	58,779-
C9999 001	1.00-	30,989-	14,435-	45,424-	0.00	45,424-

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PRG: CHIEF FIN OFFICER/ADM	43010000
EXECUTIVE DIR/SUPPORT SVCS	43010100
GOV OPERATIONS/SUPPORT	16
EXEC LEADERSHIP/SUPPRT SVC	<u>1602.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCE POSITION(S) - BUREAU OF	
HUMAN RESOURCE MANAGEMENT -	
ADMINISTRATION	33V2400

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
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A93 - SCH VIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
TOTALS FOR ISSUE BY FUND							
2021 ADMINISTRATIVE TRUST FUND							104,203-
	2.00-	77,371-		26,832-	104,203-		104,203-
	=====	=====	=====	=====	=====		=====

TOTAL: EXEC LEADERSHIP/SUPPRT SVC							<u>1602.00.00.00</u>
BY FUND TYPE							
TRUST FUNDS.....	12.50-			746,548-			2000
SALARY RATE.....		357,205-					
	=====						

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
LEGAL SERVICES		43010200
GOV OPERATIONS/SUPPORT		16
EXEC LEADERSHIP/SUPPRT SVC		1602.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCTION IN THE EXPENSES CATEGORY		33V1220
EXPENSES		040000
INSURANCE REG TF.....	264,250-	2393

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO

PRIORITY #047

The Division of Legal Services proposes a reduction in expenses funding of \$264,250 or 28.46% of the current appropriation of \$928,497. A reduction of this magnitude would significantly and negatively impact almost every aspect of the division's operation including the inability to: properly serve legal process when legal action is taken, order transcripts after hearings for preparing recommended orders, permit attorneys to travel to prepare for hearings or be present at scheduled depositions, hearings and trials. Legal cases vary widely in expenses, due to the complexity and amount of time involved, therefore the division cannot determine an "average" cost per case. Although there has been a surplus in the expenses category, reversions in the past two fiscal years average \$93,750, it has been necessary to transfer funds to cover shortfalls in other categories, contracted services \$255,000 and OPS \$170,000. The division would not be adequately funded to meet many of the legal requirements listed above that are essential functions necessary to effectively prosecute unscrupulous licensees and individuals.

REDUCE CONTRACTED SERVICES CATEGORY		33V1240
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
INSURANCE REG TF.....	73,193-	2393

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO

PRIORITY #048

The Division of Legal Services proposes a reduction of 44.82% in the contracted services category from \$163,309 to

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES
		43000000
FINANCIAL SERVICES		43010000
PRG: CHIEF FIN OFFICER/ADM		43010200
LEGAL SERVICES		16
GOV OPERATIONS/SUPPORT		1602.00.00.00
EXEC LEADERSHIP/SUPPRT SVC		33V0000
PROGRAM REDUCTIONS		33V1240
REDUCE CONTRACTED SERVICES CATEGORY		

\$90,116. This reduction will severely compromise the department's statutory responsibility to provide informal hearings to licensees and other entities and individuals facing disciplinary action by the department. The department's contracted hearing officers in addition to hearing disciplinary cases (involving insurance agent licensees, State Fire Marshal licensees, and workers' compensation licensees), also preside over: agent license denial cases, State Fire Marshal application denial cases and workers' compensation reimbursement cases. This reduction would force the division to eliminate contracts with outside attorneys who currently preside over these cases and assign in-house attorneys to perform these services. This would place an additional and significant workload burden on existing staff and further diminish the time staff attorneys can devote to prosecuting cases to protect the Florida public. During the past two fiscal years the division has had to transfer \$255,000 in authority to the contracted services category to cover projected deficits.

There have been no changes to the contracted services appropriation over the last three fiscal years.

REDUCE OTHER PERSONAL SERVICES
 (OPS) CATEGORY
 OTHER PERSONAL SERVICES

33V1250
 030000

INSURANCE REG TF..... 8,470-
 =====

2393

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

PRIORITY #049

This issue proposes a five percent reduction, \$8470, in the Division of Legal Services other personal services category from \$169,388 to \$160,918. This reduction will have a severe impact on the division's ability to perform its core functions as it would place an additional workload on the staff attorneys from the work currently being performed by OPS staff. The department currently employs a small cadre of law clerks to handle and process cases with less egregious violations of the Insurance Code thereby allowing staff attorneys to handle the more serious cases of statutory violations where consumers are directly harmed. These specifically-trained law clerks process and resolve several hundred cases each year and eliminating this program will increase the attorneys' case load by approximately 15-20 cases per month. If the division is forced to eliminate the use of law clerks, attorneys will be seriously challenged to continue to give priority preference to cases with the more egregious violations. Moreover, cases with minor violations that can be easily resolved will be adversely affected. Though the OPS budget has remained constant at \$169,388 for the past three years it does not have sufficient budget to begin with. During the past two fiscal years the division has had to transfer \$170,000 in authority into OPS to cover projected deficits, \$60,000 in FY 2009-10 and \$110,000 in FY 2010-11 to meet its

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POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
LEGAL SERVICES		43010200
GOV OPERATIONS/SUPPORT		16
EXEC LEADERSHIP/SUPPRT SVC		1602.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE OTHER PERSONAL SERVICES (OPS) CATEGORY		33V1250

obligations.

REDUCTION IN LEGAL STAFF		33V1260
SALARY RATE		000000
SALARY RATE.....	178,728-	
	=====	
SALARIES AND BENEFITS		010000
ADMINISTRATIVE TRUST FUND.....	4.00- 249,295-	2021
	=====	
EXPENSES		040000
INSURANCE REG TF.....	7,200-	2393
	=====	
TOTAL: REDUCTION IN LEGAL STAFF		33V1260
TOTAL POSITIONS.....	4.00-	
TOTAL ISSUE.....	256,495-	
TOTAL SALARY RATE.....	178,728-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

PRIORITY #051

The Division of Legal Services proposes a reduction of four positions consisting of 1 Attorney, 2 Senior Attorneys, and 1 Staff Assistant. Current staff levels are Senior Attorney 33, Attorney 6, and Staff Assistant 15. In the last three years the divisions' staff was reduced by 0.5 FTE, Clerk Specialist position. Implementing this reduction would require the dismissal of one currently employed staff assistant. Additionally, implementing these staff reductions would have a devastating impact on the division's ability to perform its core functions. The normal case load for attorney staffs should be 25-30 cases. With over seven attorney vacancies in the division, the average case load currently approaches more than 40 cases per attorney (with that number being closer to 50-60 cases in the Agents & Agency Compliance Section). The elimination of three attorney positions would result in a severe backlog of cases and extremely long delays in

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 REDUCTIONS
 POS AMOUNT

CODES

FINANCIAL SERVICES	43000000
PRG: CHIEF FIN OFFICER/ADM	43010000
LEGAL SERVICES	43010200
GOV OPERATIONS/SUPPORT	16
EXEC LEADERSHIP/SUPPRT SVC	<u>1602.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCTION IN LEGAL STAFF	33V1260

handling referrals of cases for prosecution and requests for legal services and advice from the division. Further, legal counsel required for policy development and for developing and promulgating administrative rules would be severely hampered if the reduction occurs. This reduction will also severely affect the public by restricting the department's ability to prosecute cases involving harm to consumers. Priority consideration would be given to handling the most egregious cases where there is consumer harm, but other cases would face long delays in resolution. This reduction would effectively compromise the division's goal of promptly fulfilling requests for legal services from the CFO and programs within the Department of Financial Services.

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						
C9982 001	1.00-	23,483-	15,649-	39,132-	0.00	39,132-
C9980 001	1.00-	64,534-	22,430-	86,964-	0.00	86,964-
C9981 001	1.00-	51,627-	17,034-	68,661-	0.00	68,661-
C9983 001	1.00-	39,084-	15,454-	54,538-	0.00	54,538-
TOTALS FOR ISSUE BY FUND						
2021 ADMINISTRATIVE TRUST FUND						249,295-
4.00-	178,728-		70,567-	249,295-		249,295-

TOTAL: EXEC LEADERSHIP/SUPPRT SVC		<u>1602.00.00.00</u>
BY FUND TYPE		
TRUST FUNDS.....	4.00- 602,408-	2000
SALARY RATE.....	178,728-	
	=====	

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
INFORMATION TECHNOLOGY		43010300
GOV OPERATIONS/SUPPORT		16
INFORMATION TECHNOLOGY		<u>1603.00.00.00</u>
INTER-AGENCY REORGANIZATIONS -		
INFORMATION TECHNOLOGY		17C0000
STATEWIDE EMAIL CONSOLIDATION -		
ADD		17C11C0
DATA PROCESSING SERVICES		210000
SOUTHWOOD SRC		210021
ADMINISTRATIVE TRUST FUND.....	361,252	2021
	=====	
PROGRAM REDUCTIONS		33V0000
REDUCTION OF SUNGARD DISASTER		
RECOVERY SERVICES		33V0300
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
ADMINISTRATIVE TRUST FUND.....	139,000-	2021
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? YES

PRIORITY #029

This issue reduces the contract to only address the mainframe and eliminate disaster recovery services for UNIX & Windows applications. Only the FLAIR and Treasury applications (warrant payments) would continue with contracted disaster recovery services. No other applications would continue with contracted disaster recovery services which means the following items may not be available for several weeks following a major disaster: (1) Communication applications (email, VoIP phones, blackberries, network services) (2) Employee Information Center, earnings statements, W4s, FileNet Electronic Document Management System and (3) Remote Access to any other business applications (no dial up, VPN or Web access). This reduction can be accommodated if other arrangements are made to provide the disaster recovery services. It is expected that the Division of Information Services can make other arrangements with increased service levels at comparable or reduced costs.

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT CODES

FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
INFORMATION TECHNOLOGY		43010300
GOV OPERATIONS/SUPPORT		16
INFORMATION TECHNOLOGY		<u>1603.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE CONTRACTED SERVICES FOR		
OFFICE OF INSURANCE REGULATION'S		
COMPANY & RELATED ENTITIES (COREN)		33V0310
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
ADMINISTRATIVE TRUST FUND.....	309,920-	2021
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? YES

PRIORITY #052

This reduction will allow the COREN.NET application project to replace the legacy COREN.ASP application to improve maintainability, security, and quality of data. The project uses two full staff augmentation contract resources for 2080 hours each per year. The project is scheduled to end on 9/15/2012. Upon successful completion of this project, knowledge transfer will take place to ensure that the Department of Financial Services (DFS), Division of Information Systems (DIS) employees will be able to maintain the new COREN.NET application. The two staff augmentation developers for COREN.NET will then be needed to lead additional Office of Insurance Regulation (OIR) legacy application replacement/upgrade efforts into our standard DFS-DIS application architectures. OIR has approximately 30 legacy classic asp applications that will need rewriting into .NET in the coming years.

ELIMINATE CONTRACTED SERVICES FOR		
DIVISION OF ADMINISTRATION'S CASH		
OFFICE DEPOSIT APPLICATION		33V0320
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777

ADMINISTRATIVE TRUST FUND.....	150,000-	2021
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? YES

PRIORITY #053

The staff augmentation position is currently the lead technical developer for the Cash Office Deposit Application (CODA).

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
INFORMATION TECHNOLOGY		43010300
GOV OPERATIONS/SUPPORT		16
INFORMATION TECHNOLOGY		1603.00.00.00
PROGRAM REDUCTIONS		33V0000
ELIMINATE CONTRACTED SERVICES FOR		
DIVISION OF ADMINISTRATION'S CASH		
OFFICE DEPOSIT APPLICATION		33V0320

CODA is currently one of two receipting systems used by the Department of Financial Services (DFS). The Division of Information Systems (DIS) is currently engaged in a very large project to retire the RCP receipting application by transferring all business processes to CODA. There is a current backlog of about 75 service requests for the application. CODA will be used by 11 divisions within the department and will track all receipts for DFS and the Office of Financial Regulation (OFR). Eliminating this staff augmentation service would provide significant impact to necessary enhancements and maintenance items for the Division of Administration and all business units receiving payments within DFS.

ELIMINATE CONTRACTED SERVICES FOR		
BUREAU OF UNCLAIMED PROPERTY'S		
MANAGEMENT INFORMATION SYSTEM		
(UPMIS)		33V0330
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
ADMINISTRATIVE TRUST FUND.....	288,000-	2021

=====

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? YES

PRIORITY #054

The two positions are being used to reduce the backlog for the Unclaimed Property Management Information Systems (UPMIS). Currently UPMIS has more than 500 requests dating back 5 years. The backlog of work has been consistently growing larger. Eliminating this staff augmentation service would present a situation resulting in the backlog of requests increasing much higher. It could also impact the turnaround time required to process claims for the citizens of Florida and also result in poor response time for public record requests.

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT CODES

FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
INFORMATION TECHNOLOGY		43010300
GOV OPERATIONS/SUPPORT		16
INFORMATION TECHNOLOGY		<u>1603.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE CONTRACTED SERVICES FOR		
DIVISION OF TREASURY'S CASH		
MANAGEMENT SYSTEM (CMS)		33V0340
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
ADMINISTRATIVE TRUST FUND.....	305,760-	2021

=====

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? YES

PRIORITY #055

The two staff augmentation positions have been procured to develop an integrated Cash Management System for the Division of Treasury. The Division of Treasury currently has an application written in Microsoft Access. The positive impact of this project is very large. The completion of this project will greatly reduce the risk of security incidents and increase the reliability of cash management for all departments within the State of Florida. Eliminating this staff augmentation service would prevent the Division of Information Systems from developing an integrated Treasury Cash Management System with enhanced security and eliminate the chance of developing a better Cash Management System for the Florida Treasury.

ELIMINATE CONTRACTED SERVICES FOR		
SUPPORT ON ORACLE LICENSES		33V0350
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777

ADMINISTRATIVE TRUST FUND.....	125,780-	2021
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AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? YES

PRIORITY #056

The reduction of 18 Oracle Database Enterprise Processor licenses and 300 Oracle Database Enterprise Named User Plus licenses will eliminate the hot disaster recovery/backup Oracle server, and will invoke limitations on our Oracle development and testing environment. Elimination of the hot DR for Oracle will cause significant delays in restoring

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
INFORMATION TECHNOLOGY		43010300
GOV OPERATIONS/SUPPORT		16
INFORMATION TECHNOLOGY		<u>1603.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE CONTRACTED SERVICES FOR		
SUPPORT ON ORACLE LICENSES		33V0350

access to the Oracle database in the event of failure. In the event of failover to our backup node, all Oracle development and testing activity must cease until the primary node is restored.

ELIMINATE CONTRACTED SERVICES FOR		
MICROSOFT ENTERPRISE AGREEMENT		33V0360
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777

ADMINISTRATIVE TRUST FUND.....	296,047-	2021
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AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? YES

PRIORITY #057

The elimination of the Microsoft Enterprise Agreement will cause significant impact on any plans of upgrading Microsoft products in the future. We would no longer have the rights to any future or upcoming software and instead will be required to purchase the upgrades, resulting in large expenditures. This affects many different types of Microsoft software currently covered by the agreement, including server, database, development, testing, desktop and web software. The loss of new software rights increases the risk of compatibility issues caused by aging software, and increased security vulnerabilities. This reduction will also result in the loss of other Enterprise Agreement benefits including training and the Home Use Program

REDUCTION OF MICROSOFT PREMIER		
SUPPORT		33V0370
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777

ADMINISTRATIVE TRUST FUND.....	100,000-	2021
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=====

COL A93
SCH VIIIB-2
REDUCTIONS
POS AMOUNT

CODES
43000000
43010000
43010300
16
1603.00.00.00
33V0000
33V0370

FINANCIAL SERVICES
PRG: CHIEF FIN OFFICER/ADM
INFORMATION TECHNOLOGY
GOV OPERATIONS/SUPPORT
INFORMATION TECHNOLOGY
PROGRAM REDUCTIONS
REDUCTION OF MICROSOFT PREMIER
SUPPORT

AGENCY ISSUE NARRATIVE:
SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? YES

PRIORITY #058

Reduction of the Microsoft Premier Support agreement will result in limiting our calls for support and assistance to the point of affecting our ability to quickly address unforeseen problems and performance issues relating to Microsoft products. The services provided by this contract not only include problem resolution and support assistance, but proactive planning and assessments as well.

TOTAL: INFORMATION TECHNOLOGY
BY FUND TYPE

1603.00.00.00

TRUST FUNDS..... 1,353,255-
=====

2000

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		
		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
CONSUMER ADVOCATE		43010400
GOV OPERATIONS/SUPPORT		16
EXEC LEADERSHIP/SUPPRT SVC		1602.00.00.00
OUTSOURCING OF STATE PROGRAMS, SERVICES OR ACTIVITIES		
		33J0000
OUTSOURCE ACTUARIAL SERVICE		
		33J1290
SALARY RATE		
SALARY RATE.....	116,635-	000000
	=====	
SALARIES AND BENEFITS		
	1.00-	010000
INSURANCE REG TF.....	140,109-	2393
	=====	
EXPENSES		
		040000
INSURANCE REG TF.....	77,398	2393
	=====	
TOTAL: OUTSOURCE ACTUARIAL SERVICE		
		33J1290
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	62,711-	
TOTAL SALARY RATE.....	116,635-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #030

This issue proposes the elimination of the Insurance Consumer Advocates' actuary position, this position is currently filled. It estimated that the Insurance Consumer Advocates' office will need to review 6-10 rate filings during the next fiscal year. The ICA will concentrate on review of property rate filings for only high impact rate filings where the carrier has a large market share in Florida. Concentrating our efforts on only carriers with substantive market share will have the most impact for our consumers. The ICA will outsource the actuarial reviews necessary for this task. This will also allow the ICA to review filings for other product lines including Life and Health products that it cannot do with the current in-house actuary. Actuaries are generally fellows for Property and Casualty or Life and Health and rarely hold both designations and expertise across the product lines. Outsourcing this function will allow the ICA to employ the services of experts in particular lines to review many different types of filings and not just limiting our review for property lines. The elimination of this position will reduce salaries and benefits by \$140,109 and allow for \$77,398 to be transferred to the contracted services category. This reduction and subsequent transfer of budget will enable the ICA to successfully implement this plan.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43010000
 43010400
 16
 1602.00.00.00
 33J0000
 33J1290

FINANCIAL SERVICES
 PRG: CHIEF FIN OFFICER/ADM
 CONSUMER ADVOCATE
 GOV OPERATIONS/SUPPORT
 EXEC LEADERSHIP/SUPPRT SVC
 OUTSOURCING OF STATE PROGRAMS,
 SERVICES OR ACTIVITIES
 OUTSOURCE ACTUARIAL SERVICE

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							
C9999 001	1.00-	116,635-		23,474-	140,109-	0.00	140,109-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							140,109-
	1.00-	116,635-		23,474-	140,109-		140,109-
=====							

 TOTAL: EXEC LEADERSHIP/SUPPRT SVC 1602.00.00.00
 BY FUND TYPE
 TRUST FUNDS..... 1.00- 62,711- 2000
 SALARY RATE..... 116,635-
 =====

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
INFO TECHNOLOGY - FLAIR		43010500
GOV OPERATIONS/SUPPORT		16
INFORMATION TECHNOLOGY		<u>1603.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE EXPENSE TO ELIMINATE		
DIVISION OF INFORMATION SYSTEMS'		
TRAINING BUDGET		33V0500
EXPENSES		040000
GENERAL REVENUE FUND.....	20,000-	1000
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? YES

PRIORITY #082

The elimination of the Division of Information Systems' training budget for all employees paid from General Revenue would result in no training for the FLAIR staff. This could result in system failures due to staff inability to solve problems and provide accurate support for the application.

ELIMINATE OTHER PERSONAL SERVICES		
STAFF FOR FLAIR MODIFICATIONS		33V0510
OTHER PERSONAL SERVICES		030000
GENERAL REVENUE FUND.....	132,400-	1000
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? YES

PRIORITY #083

This issue eliminates other personal services (OPS) funding, 96 percent of which is used to supplement the Division of Information Systems' FLAIR staff in the implementation of a federal mandate. Eliminating this OPS funding could provide significant impact to the Division of Information Systems in being able to make the necessary modifications to FLAIR in order to achieve the January 1, 2013 implementation date which could cost the state in terms of fines imposed by the federal government.

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
INFO TECHNOLOGY - FLAIR		43010500
GOV OPERATIONS/SUPPORT		16
INFORMATION TECHNOLOGY		1603.00.00.00
PROGRAM REDUCTIONS		33V0000
ELIMINATE CONTRACTED SERVICES FOR		
SOFTWARE AG SUPPORT		33V0520
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
GENERAL REVENUE FUND.....	968,044-	1000
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? YES

PRIORITY #084

Elimination of the service contract for the Software AG products will affect the service level for all FLAIR (Payroll, Central Accounting, and Departmental Accounting & Information Warehouse) and EOG (LAS/PBS) mainframe applications due to reduced support and response levels from the vendor. Should either of these applications experience a failure, these critical applications would be unavailable until software patches or fixes could be obtained/procured from the vendor. Software AG customers utilizing time and materials verses a service contract are serviced at a lower priority, which could result in days or weeks before resolution. This could result in missed payrolls, inability to produce expense, unemployment compensation, retirement and public assistance payments as well as many other functions of the accounting system.

REDUCE CONTRACTED SERVICES FOR
 SOFTWARE SUPPORT OF PURCHASING CARD
 PROGRAM
 SPECIAL CATEGORIES
 CONTRACTED SERVICES

33V0530
 100000
 100777

ADMINISTRATIVE TRUST FUND..... 62,220-
 =====

2021

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? YES

PRIORITY #059

The funding is used to support the software that runs the purchasing card module in FLAIR. Failure to fund this program will result in the inability to process purchasing card requests with the bank as well as the inability to pay the bank

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES		43000000
PRG: CHIEF FIN OFFICER/ADM		43010000
INFO TECHNOLOGY - FLAIR		43010500
GOV OPERATIONS/SUPPORT		16
INFORMATION TECHNOLOGY		<u>1603.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACTED SERVICES FOR		
SOFTWARE SUPPORT OF PURCHASING CARD		
PROGRAM		33V0530

for Purchasing Card transactions.

TOTAL: INFORMATION TECHNOLOGY		<u>1603.00.00.00</u>
BY FUND TYPE		
GENERAL REVENUE FUND	1,120,444-	1000
TRUST FUNDS	62,220-	2000

TOTAL PROG COMP.....	1,182,664-	
	=====	

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: TREASURY		43100000
DEPOSIT SECURITY		43100200
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		1601.00.00.00
PROGRAM REDUCTIONS		33V0000
ELIMINATE THE QUALIFIED PUBLIC		
DEPOSITORIES PROGRAM		33V4100
SALARY RATE		000000
SALARY RATE.....	171,013-	
	=====	
SALARIES AND BENEFITS		010000
TREASURY ADM/INVEST TF.....	4.00- 232,049-	2725
	=====	
EXPENSES		040000
TREASURY ADM/INVEST TF.....	13,600-	2725
	=====	
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
TREASURY ADM/INVEST TF.....	21,000-	2725
	=====	
TOTAL: ELIMINATE THE QUALIFIED PUBLIC		33V4100
DEPOSITORIES PROGRAM		
TOTAL POSITIONS.....	4.00-	
TOTAL ISSUE.....	266,649-	
TOTAL SALARY RATE.....	171,013-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

PRIORITY #037

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

The Qualified Public Deposit Program (QPD) 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 (FDIC) limits that guaranteed depositors against loss in the case of a bank failure. Chapter 280 F.S.

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

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 F.S. and Administrative Rule 69C-2. There are currently 179 Qualified Public Depositories in the program, holding just over \$21.9 billion dollars in public money. These public funds are protected by \$11.6 billion dollars of collateral pledged by the QPD approved financial institutions and held by the Division of Treasury.

Eliminating the program would require legislative action. It is possible that the administration of the program could be transferred to the Office of Financial Regulation (OFR) as a part of their oversight of the financial community and they may have the necessary staff to perform the required activities. It is also possible that the private sector could provide this service, but that would likely cost more than the current state resources being devoted to the program. If the program were eliminated, it would have a dramatic affect on the public depositories. They would be required to revert back to the previous process of protecting their deposits by directly negotiating protection of each account with the individual institutions.

The Division of Treasury receives no revenue from the program and the program is provided to the participating financial institutions at no cost.

If the Treasury were to eliminate the program four FTE would be eliminated, which represents 100% of the program staff, and the bureau would be reduced from 17 FTE to 13 FTE. The estimated budget reduction would be approximately \$266,649.

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							
C9875 001	1.00-	32,697-		10,159-	42,856-	0.00	42,856-
C9876 001	1.00-	38,660-		10,908-	49,568-	0.00	49,568-
C9877 001	1.00-	43,508-		18,279-	61,787-	0.00	61,787-

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES

FINANCIAL SERVICES	43000000
PROGRAM: TREASURY	43100000
DEPOSIT SECURITY	43100200
GOV OPERATIONS/SUPPORT	16
GOVERNMENTAL OPERATIONS	<u>1601.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
ELIMINATE THE QUALIFIED PUBLIC	
DEPOSITORY PROGRAM	33V4100

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							
C9878 001	1.00-	56,148-		21,690-	77,838-	0.00	77,838-

TOTALS FOR ISSUE BY FUND							
2725 TREASURY ADM/INVEST TF							232,049-
	4.00-	171,013-		61,036-	232,049-		232,049-
=====							

 TOTAL: GOVERNMENTAL OPERATIONS 1601.00.00.00
 BY FUND TYPE

TRUST FUNDS.....	4.00-	266,649-					2000
SALARY RATE.....	171,013-						
=====							

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PROGRAM: TREASURY		43100000
ST FUNDS MGT & INVESTMENT		43100300
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE FUNDING FOR BLOOMBERG		
TERMINALS CONTRACT		33V4120
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
TREASURY ADM/INVEST TF.....	30,793-	2725
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO

PRIORITY #044

This issue proposes the elimination of \$30,793 in budget associated with two of the division's six contracts for Bloomberg terminals. These terminals provide Treasury's External Investment Program Managers and other investment staff access to comprehensive, accurate, and timely information related to the state's investment portfolio. If reduced, all of the division's investment staff will share time on the remaining four Bloomberg terminals.

The Bureau of Funds Management is responsible for the investment and monitoring of approximately \$20 billion dollars of state and other public entity funds. The bureau operates Florida's cash management system to speed the flow of funds into the Treasury; operates a statewide deposit concentration, and receipts & payments posting systems; manages a fixed income investment operation for both General Revenue and Trust Funds, and the funds of organizations participating in the Special Purpose Investment Program.

The elimination of these machines would require the External Investment Program Manager and Senior Investment Specialist to either, share Bloomberg terminals with other investment staff, or obtain investment related information from another source. Bloomberg is an industry standard in relation to obtaining investment related information. While information is available from other sources, there is a risk that the information received may not be as comprehensive, accurate, or timely.

This is total reduction of \$30,793; or 1.04% of the affected program's budget and eliminates two Bloomberg terminals.

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PROGRAM: TREASURY		43100000
ST FUNDS MGT & INVESTMENT		43100300
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE FUNDING FOR THE PAYEE		
MATCH SERVICES CONTRACT		33V4130
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
TREASURY ADM/INVEST TF.....	80,000-	2725
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

PRIORITY #062

This issue would reduce \$80,000 in budget associated with the payee match services provided in the division's banking services contract. The Bureau of Funds Management is responsible for the investment and monitoring of approximately \$20 billion dollars of state and other public entity funds. The bureau operates Florida's cash management system to speed the flow of funds into the Treasury; operates a statewide deposit concentration, and receipts & payments posting systems; manages a fixed income investment operation for both General Revenue and Trust Funds, and the funds of organizations participating in the Special Purpose Investment Program.

The use of payee match services began in 2007. 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 at a cost of 2 cents per warrant. 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. Approximately 4 million warrants are processed per year in the amount of approximately \$81 billion. For the FY 2010-11, there were 205 fraudulent warrants presented worth \$169,073.55.

This reduction will affect the department's ability to timely detect fraudulent warrants. There are no other state agencies/entities providing this service. We are currently under contract with Wells Fargo, however, there are other private entities that perform this function. This service is a part of the banking services contract and was competitively bid as a part of that contract. The contract is set to renew in September 2012 and at that time the division will renegotiate the costs associated with the payee match services as a part of the larger contract unless funding for these services is reduced via legislative action.

The total budget associated with this function is \$80,000; which is 2.71% of the affected programs budget.

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT CODES

FINANCIAL SERVICES		43000000
PROGRAM: TREASURY		43100000
ST FUNDS MGT & INVESTMENT		43100300
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE EXPENSES CATEGORY		33V4140
EXPENSES		040000

TREASURY ADM/INVEST TF.....	48,097-	2725
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO

PRIORITY #043

This reduction is a lump-sum reduction of \$48,097 to the expenses category. The will limit the bureau's flexibility to deal with changes in pricing for items such as office supplies, and will force the bureau to severely limit travel and training. The reduction would allow for emergency type purchases only. The average annual reversion in the expenses category for this program for the last three fiscal years is approximately \$11,000. However, the division has made approximately \$100,000 in transfers from this category each year.

The reduction is a 1.63% in the overall operating budget and a 13.7% reduction in expenses.

REDUCTION TO SPECIAL PURPOSE		
INVESTMENT ACCOUNTS PROGRAM		33V4150
SALARY RATE		000000

SALARY RATE.....	112,805-
	=====

SALARIES AND BENEFITS		010000
-----------------------	--	--------

TREASURY ADM/INVEST TF.....	3.50- 155,146-	2725
	=====	

OTHER PERSONAL SERVICES		030000
-------------------------	--	--------

TREASURY ADM/INVEST TF.....	17,500-	2725
	=====	

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PROGRAM: TREASURY		43100000
ST FUNDS MGT & INVESTMENT		43100300
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCTION TO SPECIAL PURPOSE		
INVESTMENT ACCOUNTS PROGRAM		33V4150
EXPENSES		040000
TREASURY ADM/INVEST TF.....	13,600-	2725
	=====	
TOTAL: REDUCTION TO SPECIAL PURPOSE		33V4150
INVESTMENT ACCOUNTS PROGRAM		
TOTAL POSITIONS.....	3.50-	
TOTAL ISSUE.....	186,246-	
TOTAL SALARY RATE.....	112,805-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

PRIORITY #038

This issue represents a general staffing reduction in the Bureau of State Funds Management and would reduce three full-time and one half-time FTE, \$13,600 in expenses, and \$17,500 in other personal services (OPS) appropriation; the total reduction would be \$186,246. These employees: process warrants and resolve outstanding items; process returned checks; order deposit tickets other banking supplies for the agencies and the bureau; perform other customer service duties; act as the initial point of contact for the bureau for walk-in customers and perform all other receptionist functions; perform cash management audits; ensure cash management quality control procedures are met; and assist in administering the cash concentration system and credit card acceptance program. The OPS reductions would eliminate the Intern Program and the duties performed by current OPS staff would be absorbed by the programs professional staff.

The Bureau of Funds Management is responsible for the investment and monitoring of approximately \$20 billion dollars of state and other public entity funds. The bureau operates Florida's cash management system to speed the flow of funds into the Treasury; operates a statewide deposit concentration, and receipts & payments posting systems; manages a fixed income investment operation for both General Revenue and Trust Funds, and the funds of organizations participating in the Special Purpose Investment Program.

The reduction of 3.5 FTE represents 12.50% of total staff and the budget is 5.39% of the total operating budget.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43100000
 43100300
 16
 1601.00.00.00
 33V0000
 33V4150

FINANCIAL SERVICES
 PROGRAM: TREASURY
 ST FUNDS MGT & INVESTMENT
 GOV OPERATIONS/SUPPORT
 GOVERNMENTAL OPERATIONS
 PROGRAM REDUCTIONS
 REDUCTION TO SPECIAL PURPOSE
 INVESTMENT ACCOUNTS PROGRAM

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							
C9872 001	1.00-	20,735-		8,555-	29,290-	0.00	29,290-
C9873 001	0.50-	24,580-		3,115-	27,695-	0.00	27,695-
C9874 001	1.00-	26,541-		16,148-	42,689-	0.00	42,689-
C9888 001	1.00-	40,949-		14,523-	55,472-	0.00	55,472-

TOTALS FOR ISSUE BY FUND							
2725 TREASURY ADM/INVEST TF							155,146-
	3.50-	112,805-		42,341-	155,146-		155,146-
	=====	=====	=====	=====	=====		=====

 TOTAL: GOVERNMENTAL OPERATIONS 1601.00.00.00
 BY FUND TYPE
 TRUST FUNDS..... 3.50- 345,136- 2000
 SALARY RATE..... 112,805-
 =====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: TREASURY		43100000
SUP RETIREMENT PLAN		43100400
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCTION TO DEFERRED COMPENSATION		
MARKETING ACTIVITIES AND SUPPLIES		33V4160
SPECIAL CATEGORIES		100000
DEFERRED COMP ADM SVCS		100868
TREASURY ADM/INVEST TF.....	183,000-	2725
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO

PRIORITY #017

The proposed reduction of \$183,000 is 38% of the programs budget and 10% of the budget entity's overall operating budget of \$1,834,117. The education and outreach activities are performed by one full-time FTE, with assistance from their supervisor and the Bureau Chief at a cost of approximately \$484,000 annually.

Section 112.215, Florida Statutes provides for the Deferred Compensation Program and was implemented in 1975. There are approximately 75,000 (includes university employees) participants in the program with approximately \$2.6 billion in assets. Approximately 46% of State employees participate in the program. The affected program area, within the Deferred Compensation budget entity, is for education and outreach, by utilizing 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, and production of other paper and electronic marketing and mail pieces. The participating financial investment companies do provide similar services, related to the marketing of the these types of investment accounts, however, the information is provided for the benefit of the company providing the data, not as an unbiased tool for the state employee.

While this reduction would result in reduced costs to the program, the program's excess funds are protected under Section 457, Internal Revenue Code to be used solely for the program participants or their beneficiaries.

COL A93		
SCH VIIIB-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>
OUTSOURCING OF STATE PROGRAMS,		
SERVICES OR ACTIVITIES		
		33J0000
OUTSOURCE EFT PROCESSING		
		33J0100
SALARY RATE		
		000000
	280,767-	
	=====	
SALARIES AND BENEFITS		
	9.00-	010000
	GENERAL REVENUE FUND..... 409,563-	1000
	=====	
EXPENSES		
		040000
	GENERAL REVENUE FUND..... 16,200-	1000
	=====	
TOTAL: OUTSOURCE EFT PROCESSING		
		33J0100
	TOTAL POSITIONS..... 9.00-	
	TOTAL ISSUE..... 425,763-	
	TOTAL SALARY RATE..... 280,767-	
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #089

IT COMPONENT? NO

Pursuant to section 17.076, Florida Statutes, the Department of Financial Services has the responsibility for providing the ability to make payments by electronic fund transfers to vendors, employees, and retirees. The Division of Accounting and Auditing implemented Electronic Funds Transfer (EFT) processing in 1987. If necessary this function could potentially be outsourced to a bank. If the banking industry is allowed to charge a nominal fee to vendors to receive payments by EFT, it could cover the administrative costs for handling all EFT processing for the state. The Division processes an average of 715,000 EFT payments per month. This does not include EFT payments for unemployment compensation provided for the Agency for Workforce Innovation.

Currently, there are 9 positions performing EFT functions in the Division. If this function was outsourced, these 9 positions and \$425,763 in General Revenue appropriations could be eliminated. However, this reduction would take substantial time to develop and implement properly. If EFT processing was outsourced in FY 12/13, the positions would be needed to ensure proper controls, services, and functions are in place with the contracted provider. There would need to be a transition period to ensure vendors, employees, and retirees receive correct payments in a timely manner. It is strongly recommended the positions associated with this function not be deleted until FY 13/14.

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

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>
OUTSOURCING OF STATE PROGRAMS, SERVICES OR ACTIVITIES	33J0000
OUTSOURCE EFT PROCESSING	33J0100

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
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A93 - SCH VIIIB-2 REDUCTIONS

CHANGES TO CURRENTLY AUTHORIZED POSITIONS

P101 PROPOSED CLASS CODE

C9955 001	1.00-	22,454-	12,199-	34,653-	0.00	34,653-
C9956 001	1.00-	24,580-	15,902-	40,482-	0.00	40,482-
C9957 001	1.00-	26,541-	12,712-	39,253-	0.00	39,253-
C9958 001	1.00-	26,541-	16,018-	42,559-	0.00	42,559-
C9959 001	1.00-	29,345-	13,065-	42,410-	0.00	42,410-
C9960 001	1.00-	29,345-	9,739-	39,084-	0.00	39,084-
C9961 001	1.00-	29,345-	16,501-	45,846-	0.00	45,846-
C9962 001	1.00-	36,468-	10,970-	47,438-	0.00	47,438-
C9963 001	1.00-	56,148-	21,690-	77,838-	0.00	77,838-

TOTALS FOR ISSUE BY FUND
 1000 GENERAL REVENUE FUND

-----	-----	-----	-----	-----	-----	409,563-
9.00-	280,767-		128,796-	409,563-		409,563-
=====	=====	=====	=====	=====	=====	=====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	

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
ELIMINATE ARTICLE V PROGRAM		
POSITIONS AND REQUIREMENTS		33V0100
SALARY RATE		000000
SALARY RATE.....	319,244-	
	=====	
SALARIES AND BENEFITS		010000
GENERAL REVENUE FUND	74,201-	1000
ADMINISTRATIVE TRUST FUND	366,090-	2021

TOTAL POSITIONS.....	7.00-	
TOTAL APPRO.....	440,291-	
	=====	
EXPENSES		040000
GENERAL REVENUE FUND	1,800-	1000
ADMINISTRATIVE TRUST FUND	10,800-	2021

TOTAL APPRO.....	12,600-	
	=====	
TOTAL: ELIMINATE ARTICLE V PROGRAM		33V0100
POSITIONS AND REQUIREMENTS		
TOTAL POSITIONS.....	7.00-	
TOTAL ISSUE.....	452,891-	
TOTAL SALARY RATE.....	319,244-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #086

IT COMPONENT? NO

The Division of Accounting and Auditing implemented Article V audits in 2005. Under this program the Division is responsible for the audit of the Clerk of Courts corporation and the 67 county Clerks of the Court. Over the past three fiscal years, the Division has conducted 58 audits. It takes approximately three years or longer to audit all 67 counties. Historically these audits have resulted in insignificant findings.

This issue proposes the elimination of the statutory requirement in Section 28.36 and the associated FTE performing this activity. This issue would eliminate 1 FTE and \$76,001 in General Revenue, and 6 FTE and \$376,890 in the Administrative

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: FIN ACCT/PUBLIC FUNDS		43200000
ST FINAN INFO/ST AGY ACCTG		43200100
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		1601.00.00.00
PROGRAM REDUCTIONS		33V0000
ELIMINATE ARTICLE V PROGRAM POSITIONS AND REQUIREMENTS		33V0100

Trust Fund. These positions are part of the Bureau of Local Government. This issue would eliminate the Bureau Chief of Local Government and the 6 FTE performing Article V audits. The remaining staff responsible for monitoring annual financial reporting by the Local Governments would be moved into the Bureau of Accounting.

Pursuant to 28.241, Florida Statutes, \$1.50 of the filing fees collected and remitted to the Department of Revenue are deposited into the Administrative Trust Fund in the Department of Financial Services to provide funding for this activity. If this activity was eliminated, the Legislature could reduce the total fees collected and remitted to Department of Revenue or redirect the fees to the General Revenue Fund. The Justice Administrative Commission is responsible for administration of payments to the clerks and could continue monitoring of their expenditures.

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							
C9943 001	1.00-	46,382-		15,204-	61,586-	0.00	61,586-
C9942 001	1.00-	40,949-		15,690-	56,639-	0.00	56,639-
C9944 001	1.00-	40,949-		15,690-	56,639-	0.00	56,639-
C9945 001	1.00-	40,949-		19,776-	60,725-	0.00	60,725-
C9946 001	1.00-	40,949-		11,714-	52,663-	0.00	52,663-
C9947 001	1.00-	56,148-		21,690-	77,838-	0.00	77,838-
C9948 001	1.00-	52,918-		21,283-	74,201-	0.00	74,201-

TOTALS FOR ISSUE BY FUND							
2021 ADMINISTRATIVE TRUST FUND							366,090-
1000 GENERAL REVENUE FUND							74,201-

	7.00-	319,244-		121,047-	440,291-		440,291-
							=====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	

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 POSITION(S) IN ENTERPRISE		
EDUCATION		33V0110
SALARY RATE		000000
SALARY RATE.....	58,177-	
	=====	
SALARIES AND BENEFITS		010000
GENERAL REVENUE FUND.....	2.00- 77,589-	1000
	=====	
EXPENSES		040000
GENERAL REVENUE FUND.....	3,600-	1000
	=====	
TOTAL: REDUCE POSITION(S) IN ENTERPRISE		33V0110
EDUCATION		
TOTAL POSITIONS.....	2.00-	
TOTAL ISSUE.....	81,189-	
TOTAL SALARY RATE.....	58,177-	
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #087

IT COMPONENT? NO

The Enterprise Education Section within the Division of Accounting and Auditing, provides FLAIR training to State Agencies free of charge on accounting principles and the proper recording of transactions in FLAIR. The training is provided to approximately 500 attendees annually. The Division is in the process of implementing an on-line registration system that would decrease the Section's administrative responsibilities.

As a result of these changes, the Division could reduce 2 FTE and \$81,189 in the General Revenue appropriations. These two positions currently handle registration and the development of training materials. This issue would reduce 2 of the 7 positions in this section, leaving 5 positions to continue providing services to State Agencies.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

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 POSITION(S) IN ENTERPRISE	
EDUCATION	33V0110

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							
C9949 001	1.00-	25,480-		9,253-	34,733-	0.00	34,733-
C9950 001	1.00-	32,697-		10,159-	42,856-	0.00	42,856-

TOTALS FOR ISSUE BY FUND							
1000 GENERAL REVENUE FUND							77,589-

	2.00-	58,177-		19,412-	77,589-		77,589-
=====							

REDUCE POSITION(S) IN BUREAU OF		
STATE PAYROLLS		33V0120
SALARY RATE		000000
SALARY RATE.....	40,949-	
	=====	
SALARIES AND BENEFITS		010000
GENERAL REVENUE FUND.....	1.00- 60,524-	1000
	=====	
EXPENSES		040000
GENERAL REVENUE FUND.....	1,800-	1000
	=====	

COL A93		
SCH VIIIB-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 POSITION(S) IN BUREAU OF		
STATE PAYROLLS		33V0120
TOTAL: REDUCE POSITION(S) IN BUREAU OF		33V0120
STATE PAYROLLS		
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	62,324-	
TOTAL SALARY RATE.....	40,949-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #088

The Bureau of State Payrolls in the Division of Accounting and Auditing, processes payroll payments for the State's full time and temporary employees. The Bureau continually looks for ways to make process improvements through automation. Various process improvements have been implemented, including:

(1) development of a new Salary Overpayment Tracking Database. This new database provided a mechanism to track former state employees, who re-hired and owe the State of Florida money for past over-payments, to be set up for repayment through their current agency. Without this system, former state employees returning to state employment could have avoided having to pay back monies owed to the State.

(2) Automation of a manual purge process for auditing eligibility for a Criminal Justice Incentive Program payroll. Staff members previously had to manually purge old file records, which took three to four business days each month.

As a result of these and other process improvements, the Division could reduce 1 FTE and \$62,324 in the General Revenue appropriations.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43200000
 43200100
 16
 1601.00.00.00
 33V0000
 33V0120

FINANCIAL SERVICES
 PGM: FIN ACCT/PUBLIC FUNDS
 ST FINAN INFO/ST AGY ACCTG
 GOV OPERATIONS/SUPPORT
 GOVERNMENTAL OPERATIONS

PROGRAM REDUCTIONS
 REDUCE POSITION(S) IN BUREAU OF
 STATE PAYROLLS

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							
C9941 001	1.00-	40,949-		19,575-	60,524-	0.00	60,524-

TOTALS FOR ISSUE BY FUND							
1000 GENERAL REVENUE FUND							60,524-
	1.00-	40,949-		19,575-	60,524-		60,524-
=====							

ELIMINATE POSITION(S) AND
 REQUIREMENTS FOR REVIEW OF CERTAIN
 CONTRACTS BY ACCOUNTING AND
 AUDITING

SALARY RATE
 SALARY RATE..... 46,382-
 =====

33V0130
 000000

SALARIES AND BENEFITS
 1.00-
 GENERAL REVENUE FUND..... 62,755-
 =====

010000
 1000

COL A93		
SCH VIIIB-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
ELIMINATE POSITION(S) AND		
REQUIREMENTS FOR REVIEW OF CERTAIN		
CONTRACTS BY ACCOUNTING AND		
AUDITING		33V0130
EXPENSES		040000
GENERAL REVENUE FUND.....	1,800-	1000
	=====	
TOTAL: ELIMINATE POSITION(S) AND		33V0130
REQUIREMENTS FOR REVIEW OF CERTAIN		
CONTRACTS BY ACCOUNTING AND		
AUDITING		
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	64,555-	
TOTAL SALARY RATE.....	46,382-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #039

Current statutes require the Chief Financial Officer to review and approve deferred-payment commodity contracts, including guaranteed energy, water, and wastewater performance savings contracts prior to execution. The review of deferred commodity contracts started in 1979, consolidation equipment financing in 1986, and the guaranteed energy, water, and wastewater performance savings contracts in 2001. In the past two fiscal years the Division of Accounting and Auditing has reviewed 11 deferred commodity contracts, 18 consolidated equipment financing, and 6 guaranteed energy, water, and wastewater contracts. The statutory requirements for these reviews could be eliminated as agencies are now required to use special categories for deferred commodity contracts that will promote transparency and require legislative approval before execution and contract payments are subject to audit by the Bureau of Auditing.

If the statutory requirements in sections 287.063, 287.064, and 489.145 Florida Statutes, were eliminated, the Division could reduce 1 FTE and \$64,555 in General Revenue appropriations.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43200000
 43200100
 16
 1601.00.00.00
 33V0000

FINANCIAL SERVICES
 PGM: FIN ACCT/PUBLIC FUNDS
 ST FINAN INFO/ST AGY ACCTG
 GOV OPERATIONS/SUPPORT
 GOVERNMENTAL OPERATIONS

PROGRAM REDUCTIONS
 ELIMINATE POSITION(S) AND
 REQUIREMENTS FOR REVIEW OF CERTAIN
 CONTRACTS BY ACCOUNTING AND
 AUDITING

33V0130

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							
C9967 001	1.00-	46,382-		16,373-	62,755-	0.00	62,755-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
1000 GENERAL REVENUE FUND							62,755-
	-----	-----	-----	-----	-----	-----	-----
	1.00-	46,382-		16,373-	62,755-		62,755-
	=====	=====	=====	=====	=====		=====

REDUCE POSITION(S) IN BUREAU OF
 AUDITING

SALARY RATE
 SALARY RATE..... 98,950-
 =====

33V0140
 000000

SALARIES AND BENEFITS
 3.00-
 GENERAL REVENUE FUND..... 146,823-
 =====

010000
 1000

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

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 POSITION(S) IN BUREAU OF		
AUDITING		33V0140
EXPENSES		040000
GENERAL REVENUE FUND.....	5,400-	1000
	=====	
TOTAL: REDUCE POSITION(S) IN BUREAU OF		33V0140
AUDITING		
TOTAL POSITIONS.....	3.00-	
TOTAL ISSUE.....	152,223-	
TOTAL SALARY RATE.....	98,950-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #090

The Division of Accounting and Auditing, Bureau of Auditing performs pre-audits on all payments in excess of \$10,000 and a sampling of payments \$10,000 or less. With 35 positions performing this function, the Bureau pre-audited approximately 690,000 of the over 1.6 million invoices submitted for payment in Fiscal Year 2010-2011.

This issue would reduce 3 FTE and \$152,223 in General Revenue appropriations. If 3 of the FTE performing this function were reduced, the Bureau may need to increase the \$10,000 audit threshold. The past several years, this area has lost a total of 6 positions. Each reduction has a direct impact on the Bureau's ability to audit payments. The loss of one(1) FTE will not prevent sampling, however, it will reduce the number of invoices that are audited. With each loss of FTE, risk increases. The amount of possible pre-audited invoices decreases due to further reduction of FTE.

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
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A93 - SCH VIIIB-2 REDUCTIONS

CHANGES TO CURRENTLY AUTHORIZED POSITIONS

P101 PROPOSED CLASS CODE

C9952 001	1.00-	40,949-	19,575-	60,524-	0.00	60,524-
C9953 001	1.00-	21,533-	9,266-	30,799-	0.00	30,799-
C9954 001	1.00-	36,468-	19,032-	55,500-	0.00	55,500-

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43200000
 43200100
 16
 1601.00.00.00
 33V0000
 33V0140

FINANCIAL SERVICES
 PGM: FIN ACCT/PUBLIC FUNDS
 ST FINAN INFO/ST AGY ACCTG
 GOV OPERATIONS/SUPPORT
 GOVERNMENTAL OPERATIONS

PROGRAM REDUCTIONS
 REDUCE POSITION(S) IN BUREAU OF
 AUDITING

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						
TOTALS FOR ISSUE BY FUND						
1000	GENERAL REVENUE FUND					146,823-
3.00-	98,950-		47,873-	146,823-		146,823-

REDUCE POSITION(S) IN BUREAU OF
 ACCOUNTING

SALARY RATE
 SALARY RATE..... 121,542-
 =====
 SALARIES AND BENEFITS
 3.00-
 GENERAL REVENUE FUND..... 166,114-
 =====
 EXPENSES
 GENERAL REVENUE FUND..... 5,400-
 =====
 TOTAL: REDUCE POSITION(S) IN BUREAU OF
 ACCOUNTING
 TOTAL POSITIONS..... 3.00-
 TOTAL ISSUE..... 171,514-
 TOTAL SALARY RATE..... 121,542-
 =====

33V0150
 000000
 010000
 1000
 040000
 1000
 33V0150

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: FIN ACCT/PUBLIC FUNDS		43200000
ST FINAN INFO/ST AGY ACCTG		43200100
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		1601.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) IN BUREAU OF ACCOUNTING		33V0150

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #091

IT COMPONENT? NO

The Division of Accounting and Auditing, Bureau of Accounting provides various reporting and accounting functions for the State. These functions include, but are not limited to, account reconciliation, EFT processing, vendor payments and support, and enterprise accounting and financial reporting including the Comprehensive Annual Financial Report (CAFR) and Schedule of Expenditures of Federal Awards (SEFA). The Bureau currently has 55 positions performing these various functions.

This issue would reduce 3 FTE and \$171,514 in General Revenue appropriations. If reduced the workload associated with these positions would be absorbed by the remaining staff in the impacted sections. The reduction of 3 FTE s in this area would have a significant impact on the Division. The impact would reduce the level of support to vendors, and delay the response time in producing vendor 1099 s and validating vendor W-9 s.

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							
C9964 001	1.00-	32,697-		11,441-	44,138-	0.00	44,138-
C9965 001	1.00-	32,697-		11,441-	44,138-	0.00	44,138-
C9966 001	1.00-	56,148-		21,690-	77,838-	0.00	77,838-
TOTALS FOR ISSUE BY FUND							
1000 GENERAL REVENUE FUND							
	3.00-	121,542-		44,572-	166,114-		166,114-

COL A93		
SCH VIIIB-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 EXPENSES BUDGET AUTHORITY		
FROM ACCOUNTING AND AUDITING		33V0160
EXPENSES		040000
GENERAL REVENUE FUND.....	145,000-	1000
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #085

This issue would reduce \$145,000 in Expenses budget authority in the General Revenue Fund. The Division of Accounting and Auditing has taken steps to reduce cost as low as possible for travel, office supplies, paper, and toner. As a result of these efforts, the Division has had unexpended appropriations remaining at the end of the fiscal year. For the past three years, the Division has been experiencing shortfalls in the Contracted Services category. This shortfall has been covered by transfers of budget authority from the Salaries and Benefits category. This excess was available in the Salaries and Benefits category due to vacancies. However, as the Division fills positions and/or experiences a reduction of positions, this excess will no longer be available to cover shortfalls in the Contracted Services category and the excess in Expenses budget authority would need to be used to cover the shortfall.

If this budget is reduced, the excess would not be available to cover the shortfall in Contracted Services category. If this occurs, the Division may not be able to fulfill its constitutional and statutory responsibilities.

REDUCTION OF PERSONNEL IN STATE		
FINANCIAL INFORMATION AND STATE		
AGENCY REPORTING		33V0170
SALARY RATE		000000
SALARY RATE.....	46,382-	
	=====	
SALARIES AND BENEFITS		010000
GENERAL REVENUE FUND.....	1.00- 61,586-	1000
	=====	

COL A93		
SCH VIIIB-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
REDUCTION OF PERSONNEL IN STATE		
FINANCIAL INFORMATION AND STATE		
AGENCY REPORTING		33V0170
EXPENSES		040000
GENERAL REVENUE FUND.....	1,800-	1000
	=====	
TOTAL: REDUCTION OF PERSONNEL IN STATE		33V0170
FINANCIAL INFORMATION AND STATE		
AGENCY REPORTING		
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	63,386-	
TOTAL SALARY RATE.....	46,382-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #092

Senate Bill 1292, passed during the 2011 Legislative session, requires the development of uniform reporting requirements to promote accountability and transparency in the use of public funds. The bill requires the Chief Financial Officer conduct workshops with agencies, local governments, educational and entities of higher education to gather information pertaining to uniform statewide reporting requirements to be used to develop charts of accounts. The bill then requires a draft proposal for the chart of accounts to be released by July 1, 2013 and a final recommendation to be submitted to Governor, President of the Senate, and Speaker of the House of Representatives by January 15, 2014.

In order to comply with the requirements of SB 1292, the department was given 3 new FTE in the Fiscal Year 2011-2012 General Appropriations Act. To ensure deadlines set forth in Senate Bill 1292 are met, the Division is reallocating an additional position to work on this project. The reallocation will dedicate a total of 4 FTE to this project.

This issue would reduce 1 FTE and \$63,386 in General Revenue appropriations. This position, although vacant as of August 2011, is expected to be filled by the end of the fiscal year, and will be one of the 4 FTE dedicated to the Chart of Accounts project. If this position is reduced, it would represent a 25% reduction in the FTE dedicated to this project and could impact the department's ability to meet the requirements and deadlines set forth in the legislation.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43200000
 43200100
 16
 1601.00.00.00
 33V0000
 33V0170

FINANCIAL SERVICES
 PGM: FIN ACCT/PUBLIC FUNDS
 ST FINAN INFO/ST AGY ACCTG
 GOV OPERATIONS/SUPPORT
 GOVERNMENTAL OPERATIONS
 PROGRAM REDUCTIONS
 REDUCTION OF PERSONNEL IN STATE
 FINANCIAL INFORMATION AND STATE
 AGENCY REPORTING

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							
C9951 001	1.00-	46,382-		15,204-	61,586-	0.00	61,586-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
1000 GENERAL REVENUE FUND							61,586-
	-----	-----	-----	-----	-----	-----	-----
	1.00-	46,382-		15,204-	61,586-		61,586-
	=====	=====	=====	=====	=====		=====

TOTAL: GOVERNMENTAL OPERATIONS							1601.00.00.00
BY FUND TYPE							
GENERAL REVENUE FUND	1,241,955-						1000
TRUST FUNDS	376,890-						2000

TOTAL POSITIONS.....	27.00-						
TOTAL PROG COMP.....		1,618,845-					
TOTAL SALARY RATE.....		1,012,393-					
		=====					

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: FIN ACCT/PUBLIC FUNDS		43200000
RECOVERY & RETURN OF UP		43200200
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		1601.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCTION OF POSITIONS IN RECOVERY AND RETURN OF UNCLAIMED PROPERTY		
SALARY RATE		33V0180
SALARY RATE.....	263,922-	000000
	=====	
SALARIES AND BENEFITS		010000
UNCLAIMED PROPERTY TF.....	6.00- 349,492-	2007
	=====	
EXPENSES		040000
UNCLAIMED PROPERTY TF.....	10,800-	2007
	=====	
TOTAL: REDUCTION OF POSITIONS IN RECOVERY AND RETURN OF UNCLAIMED PROPERTY		33V0180
TOTAL POSITIONS.....	6.00-	
TOTAL ISSUE.....	360,292-	
TOTAL SALARY RATE.....	263,922-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #063

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 16 educational workshops annually. Since implementation, these activities have generate more than \$15 million in additional revenue to the State School Fund.

This issue would reduce 6 FTE and \$360,292 in Unclaimed Property Trust Fund appropriations. These positions are performing audits on holders, and providing outreach and education to holders of unclaimed property. 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.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PGM: FIN ACCT/PUBLIC FUNDS	43200000
RECOVERY & RETURN OF UP	43200200
GOV OPERATIONS/SUPPORT	16
GOVERNMENTAL OPERATIONS	<u>1601.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCTION OF POSITIONS IN RECOVERY AND RETURN OF UNCLAIMED PROPERTY	33V0180

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							
C9935 001	1.00-	43,508-		18,279-	61,787-	0.00	61,787-
C9936 001	1.00-	43,508-		11,517-	55,025-	0.00	55,025-
C9937 001	1.00-	43,508-		18,279-	61,787-	0.00	61,787-
C9938 001	1.00-	43,508-		5,519-	49,027-	0.00	49,027-
C9939 001	1.00-	43,508-		11,517-	55,025-	0.00	55,025-
C9940 001	1.00-	46,382-		20,459-	66,841-	0.00	66,841-

TOTALS FOR ISSUE BY FUND							
2007 UNCLAIMED PROPERTY TF							349,492-

	6.00-	263,922-		85,570-	349,492-		349,492-
=====							

REDUCTION OF EXPENSES IN RECOVERY AND RETURN OF UNCLAIMED PROPERTY EXPENSES							33V0190 040000
---	--	--	--	--	--	--	-------------------

UNCLAIMED PROPERTY TF.....	28,700-						2007
	=====						

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #027

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FIN ACCT/PUBLIC FUNDS		43200000
RECOVERY & RETURN OF UP		43200200
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCTION OF EXPENSES IN RECOVERY AND RETURN OF UNCLAIMED PROPERTY		33V0190

The Bureau of Unclaimed Property has taken steps to reduce costs as low as possible for travel, office supplies, paper, toner, etc. These steps have resulted in excess budget that could be reduced if needed.

This issue reduces \$28,700 in Unclaimed Property Trust Fund appropriations.

TOTAL: GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
BY FUND TYPE		
TRUST FUNDS.....	6.00- 388,992-	2000
SALARY RATE.....	263,922-	
	=====	

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
COMPLIANCE & ENFORCEMENT		43300200
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - INSPECTION OF		
HIGH-HAZARD OCCUPANCIES PROGRAM -		
STATE FIRE MARSHAL - COMPLIANCE AND		
ENFORCEMENT		33V7100
SALARY RATE		000000
SALARY RATE.....	103,506-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	3.00- 141,426-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	5,400-	2393
	=====	
TOTAL: REDUCE POSITION(S) - INSPECTION OF		33V7100
HIGH-HAZARD OCCUPANCIES PROGRAM -		
STATE FIRE MARSHAL - COMPLIANCE AND		
ENFORCEMENT		
TOTAL POSITIONS.....	3.00-	
TOTAL ISSUE.....	146,826-	
TOTAL SALARY RATE.....	103,506-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #064

IT COMPONENT? NO

This issue eliminates three full time equivalent positions (FTE) (Fire Protection Specialists) in the Bureau of Fire Prevention. These are Fire Protection Specialists positions that are currently filled and located in field offices. Fire Protection Specialists are responsible for inspecting high hazard, recurring inspections; and construction in all state owned buildings in order to identify and ensure adherence to the Florida Fire Prevention Code.

Section 633.085(1)(a), F.S., requires the inspection of all high hazard occupancies once per year. The reduction of three positions will necessitate a significant change of inspection frequencies of high hazard occupancies which may also necessitate a legislative change. High hazard occupancies are defined as those properties (1) containing combustible or explosive material or flammable conditions dangerous to life or property; (2) in which persons receive educational instruction; (3) in which persons reside, except private dwellings; and (4) containing three or more levels.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
COMPLIANCE & ENFORCEMENT		43300200
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - INSPECTION OF HIGH-HAZARD OCCUPANCIES PROGRAM - STATE FIRE MARSHAL - COMPLIANCE AND ENFORCEMENT		33V7100

The program was implemented in 1973 and there are currently 30 FTE who perform this function. During Fiscal Year 2010-11, there were 7,451 high hazards inspections conducted; 7,218 recurring inspections; and 1,168 construction inspections. The state has approximately \$13.8 billion of insured property. Inspections generate revenue though a portion of the amount collected by the Division of Risk Management. Based on prior year actual revenues it is anticipated that \$978,282 will be collected in Fiscal Year 2011-12.

This reduction will negatively impact Floridians as the reduction in the number of FPS positions will reduce the frequency that state owned property is inspected to ensure any identified violations of the Florida Fire Prevention Code are corrected. This reduction will also result in reduced assistance to the local fire departments and the citizens they serve through public education. A reduction in the frequency of inspections will directly impact the amount of property lost and loss of life in state owned properties. Local authorities perform fire code inspections in all non-state owned buildings. There are no private entities that perform this function.

This reduction represents 10 percent of the program's workforce and approximately 9 percent of the program's budget. This program was reduced by one FTE and \$45,000 in Fiscal Year 2011-12.

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							
C9869 001	1.00-	34,502-		17,148-	51,650-	0.00	51,650-
C9870 001	1.00-	34,502-		10,386-	44,888-	0.00	44,888-
C9999 001	1.00-	34,502-		10,386-	44,888-	0.00	44,888-

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES

FINANCIAL SERVICES 43000000
 PROGRAM: FIRE MARSHAL 43300000
 COMPLIANCE & ENFORCEMENT 43300200
 PUBLIC PROTECTION 12
 LAW ENFORCEMENT 1202.00.00.00
 PROGRAM REDUCTIONS 33V0000
 REDUCE POSITION(S) - INSPECTION OF
 HIGH-HAZARD OCCUPANCIES PROGRAM -
 STATE FIRE MARSHAL - COMPLIANCE AND
 ENFORCEMENT 33V7100

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						
TOTALS FOR ISSUE BY FUND						
						141,426-
2393	INSURANCE REG TF					141,426-
3.00-	103,506-		37,920-	141,426-		

REDUCE POSITION(S) - FIELD OFFICE
 ADMINISTRATIVE PERSONNEL - STATE
 FIRE MARSHAL - COMPLIANCE AND
 ENFORCEMENT 33V7120
 SALARY RATE 000000
 SALARY RATE..... 89,816-
 SALARIES AND BENEFITS 010000
 4.00-
 INSURANCE REG TF..... 125,962- 2393
 EXPENSES 040000
 INSURANCE REG TF..... 7,200- 2393

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
COMPLIANCE & ENFORCEMENT		43300200
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - FIELD OFFICE		
ADMINISTRATIVE PERSONNEL - STATE		
FIRE MARSHAL - COMPLIANCE AND		
ENFORCEMENT		33V7120
TOTAL: REDUCE POSITION(S) - FIELD OFFICE		33V7120
ADMINISTRATIVE PERSONNEL - STATE		
FIRE MARSHAL - COMPLIANCE AND		
ENFORCEMENT		
TOTAL POSITIONS.....	4.00-	
TOTAL ISSUE.....	133,162-	
TOTAL SALARY RATE.....	89,816-	
=====		

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #031

IT COMPONENT? NO

This issue eliminates four Administrative Secretaries in the Bureau of Fire Prevention who are located in the field offices of Jacksonville, Tampa, Ft. Walton Beach and West Palm Beach. These administrative secretaries provide administrative support to five Fire Protection Specialist (FPS) and one Fire Protection Specialist Supervisor (FPSS). The administrative secretary located in the Fort Walton Beach field office supports three FPS and one FPSS. Additional duties include answering telephone calls, assisting citizens, assisting state agencies as needed and assisting regulatory field personnel assigned to their region.

Eliminating these positions will require the remaining regional staff inspectors and supervisors to assume the administrative workload, thereby limiting the inspectors' ability to meet statutorily mandated timeframes, thus requiring a statutory change in section 633.085(1)(a), F.S.

There are currently five administrative secretary positions in the Bureau of Fire Prevention who perform this function. There is no revenue impact from this reduction.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PROGRAM: FIRE MARSHAL	43300000
COMPLIANCE & ENFORCEMENT	43300200
PUBLIC PROTECTION	12
LAW ENFORCEMENT	<u>1202.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCE POSITION(S) - FIELD OFFICE	
ADMINISTRATIVE PERSONNEL - STATE	
FIRE MARSHAL - COMPLIANCE AND	
ENFORCEMENT	33V7120

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							
C9865 001	1.00-	22,454-		8,873-	31,327-	0.00	31,327-
C9866 001	1.00-	22,454-		8,763-	31,217-	0.00	31,217-
C9867 001	1.00-	22,454-		2,875-	25,329-	0.00	25,329-
C9999 001	1.00-	22,454-		15,635-	38,089-	0.00	38,089-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							125,962-

	4.00-	89,816-		36,146-	125,962-		125,962-
	=====	=====	=====	=====	=====		=====

REDUCE POSITION(S) - PLANS REVIEW		
SECTION - STATE FIRE MARSHAL -		
COMPLIANCE AND ENFORCEMENT		33V7130
SALARY RATE		000000
SALARY RATE.....	38,660-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	1.00- 52,894-	2393
	=====	

COL A93 SCH VIIIB-2 REDUCTIONS			CODES
POS	AMOUNT		

FINANCIAL SERVICES			43000000
PROGRAM: FIRE MARSHAL			43300000
COMPLIANCE & ENFORCEMENT			43300200
PUBLIC PROTECTION			12
LAW ENFORCEMENT			1202.00.00.00
PROGRAM REDUCTIONS			33V0000
REDUCE POSITION(S) - PLANS REVIEW			
SECTION - STATE FIRE MARSHAL -			
COMPLIANCE AND ENFORCEMENT			33V7130
EXPENSES			040000
INSURANCE REG TF.....	1,800-		2393
	=====		
TOTAL: REDUCE POSITION(S) - PLANS REVIEW			33V7130
SECTION - STATE FIRE MARSHAL -			
COMPLIANCE AND ENFORCEMENT			
TOTAL POSITIONS.....	1.00-		
TOTAL ISSUE.....	54,694-		
TOTAL SALARY RATE.....	38,660-		
	=====		

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #040

IT COMPONENT? NO

This issue eliminates one filled Engineer II position and associated budget in the Plans and Alarms Section within the Bureau of Fire Prevention. There are currently three Engineer II positions and one Engineer III position in this section.

The Plans and Alarms Section, created in 1986, reviews plans and documents for new construction and renovations in all state owned and state leased buildings to ensure compliance with the Florida Fire Code. Currently, there are five full time equivalent (FTE) employees who perform plan reviews. In 2010, this section reviewed the construction plans for 760 projects.

Eliminating one position may create a backlog which will inhibit the section from meeting required deadlines as outlined in section 633.085, Florida Statutes. A statute change to section 633.085(3)(B), F.S., may be needed if plan review deadlines are unattainable. A backlog may also delay the issuance of building permits and delay start times for construction projects.

Fees are collected by the Bureau of Fire Prevention and are based on the size of the building in the plans submitted to the State Fire Marshal. During Fiscal Year 2010-11, the State Fire Marshal collected \$1.3 million in fees that were deposited in the Regulatory Trust Fund.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PROGRAM: FIRE MARSHAL	43300000
COMPLIANCE & ENFORCEMENT	43300200
PUBLIC PROTECTION	12
LAW ENFORCEMENT	1202.00.00.00
PROGRAM REDUCTIONS	33V0000
REDUCE POSITION(S) - PLANS REVIEW	
SECTION - STATE FIRE MARSHAL -	
COMPLIANCE AND ENFORCEMENT	33V7130

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							
C9999 001	1.00-	38,660-		14,234-	52,894-	0.00	52,894-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							52,894-
	-----	-----	-----	-----	-----	-----	-----
	1.00-	38,660-		14,234-	52,894-		52,894-
	=====	=====	=====	=====	=====		=====

REDUCE EXPENSES CATEGORY (TRAVEL
 AND TRAINING) - STATE FIRE MARSHAL
 - COMPLIANCE AND ENFORCEMENT
 EXPENSES

		33V7140
		040000
INSURANCE REG TF.....	14,506-	2393
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #018

IT COMPONENT? NO

This issue reduces travel and training expenses within the Bureau of Fire Prevention (Bureau). The Bureau, established in 1941, consists of four sections: Plans and Alarms Section; Licensing Statistics Section; Inspections Section; and Boiler Safety Program.

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT CODES

FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
COMPLIANCE & ENFORCEMENT		43300200
PUBLIC PROTECTION		12
LAW ENFORCEMENT		<u>1202.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE EXPENSES CATEGORY (TRAVEL AND TRAINING) - STATE FIRE MARSHAL - COMPLIANCE AND ENFORCEMENT		33V7140

If a number of Fire Protection Specialist (FPS) is reduced in other reduction issues, the amount of travel and training would decrease due to fewer employees, thus reducing expenses. However, with fewer FPS positions, existing personnel would be required to cover larger territories and conduct more inspections and using more fuel in their vehicles. A reduction in expenses may also limit the use of safety equipment used for fire prevention training demonstrations used for customers.

The Bureau continues to closely monitor fuel and administrative expenses such as consumable supplies, software upgrades, replacement/upgrades of office equipment, and training opportunities. All travel related to training will be limited. This is 3 percent reduction in the Bureau's expenses budget.

REDUCE POSITION(S) - REGULATORY LICENSING SECTION ADMINISTRATIVE PERSONNEL - STATE FIRE MARSHAL - COMPLIANCE AND ENFORCEMENT		33V7150
SALARY RATE		000000
SALARY RATE.....	21,533-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	1.00- 37,052-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	1,800-	2393
	=====	
TOTAL: REDUCE POSITION(S) - REGULATORY LICENSING SECTION ADMINISTRATIVE PERSONNEL - STATE FIRE MARSHAL - COMPLIANCE AND ENFORCEMENT		33V7150
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	38,852-	
TOTAL SALARY RATE.....	21,533-	
	=====	

```

-----
                COL A93
                SCH VIIIB-2
                REDUCTIONS
                POS      AMOUNT
                -----
FINANCIAL SERVICES                                43000000
PROGRAM: FIRE MARSHAL                            43300000
COMPLIANCE & ENFORCEMENT                         43300200
  PUBLIC PROTECTION                               12
  LAW ENFORCEMENT                                1202.00.00.00
PROGRAM REDUCTIONS                               33V0000
REDUCE POSITION(S) - REGULATORY
LICENSING SECTION ADMINISTRATIVE
PERSONNEL - STATE FIRE MARSHAL -
COMPLIANCE AND ENFORCEMENT                       33V7150
*****
  
```

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #020

IT COMPONENT? NO

This issue eliminates one filled, full time equivalent position (FTE) (Senior Clerk) in the Licensing Statistics Section within the Bureau of Fire Prevention. This section, comprised of eight FTE, provides licensing, certification, and regulatory enforcement for five industries: the Fire Equipment Industry (portable extinguishers and pre-engineered systems), the Engineered Fire Protection System Industry, the Explosives Industry (manufacture, distribution, and use), the Construction Mining Industry, and the Sparkler Industry (manufacture, distribution, wholesale and retail sales) pursuant to Chapters 552, 633, and 791, Florida Statutes.

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. During Fiscal Year 2010-11, 1,036 mandated regulatory inspections were completed and 9,005 requests for licenses were processed within the statutory time frame.

The Senior Clerk position is responsible for answering phones, oversight of licenses, certifications, and renewals. This position is also responsible for processing approximately 6,300 sparkler registration applications within a year, as well as answering questions regarding registrations, and oversight of those registered. Eliminating this position may reduce the ability to process applications within their statutorily mandated timeframe.

License fees of varying amounts are collected upon initial application or renewal. Annual revenues in Fiscal Year 2010-11 totaled \$594,388.

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PROGRAM: FIRE MARSHAL	43300000
COMPLIANCE & ENFORCEMENT	43300200
PUBLIC PROTECTION	12
LAW ENFORCEMENT	<u>1202.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCE POSITION(S) - REGULATORY	
LICENSING SECTION ADMINISTRATIVE	
PERSONNEL - STATE FIRE MARSHAL -	
COMPLIANCE AND ENFORCEMENT	33V7150

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							
C9999 001	1.00-	21,533-		15,519-	37,052-	0.00	37,052-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							37,052-
	-----	-----	-----	-----	-----	-----	-----
	1.00-	21,533-		15,519-	37,052-		37,052-
	=====	=====	=====	=====	=====	=====	=====

 TOTAL: LAW ENFORCEMENT BY FUND TYPE 9.00- 388,040- 2000
 TRUST FUNDS..... 253,515-
 SALARY RATE.....
 =====

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
FIRE & ARSON INVESTIGATION		43300300
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - ADMINISTRATIVE		
SUPPORT FOR PUBLIC RECORDS REQUESTS		
- STATE FIRE MARSHAL - FIRE AND		
ARSON INVESTIGATIONS		33V7160
SALARY RATE		000000
SALARY RATE.....	23,483-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	1.00- 33,767-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	1,800-	2393
	=====	
TOTAL: REDUCE POSITION(S) - ADMINISTRATIVE		33V7160
SUPPORT FOR PUBLIC RECORDS REQUESTS		
- STATE FIRE MARSHAL - FIRE AND		
ARSON INVESTIGATIONS		
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	35,567-	
TOTAL SALARY RATE.....	23,483-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #021

IT COMPONENT? NO

This issue eliminates one filled, full time equivalent position (FTE) in the Bureau of Fire and Arson Investigations. This position, a Records Technician, is responsible for processing public records requests in a timely manner. This position serves as the lead public records request liaison for the Division of State Fire Marshal; and is the only Records Technician that processes public records requests for the Bureau of Fire and Arson Investigations. There are three similar positions that process public records requests for the Arson Laboratory, the State Fire College and the Bureau of Prevention.

In Fiscal Year 2010-11, there were 1,375 public record requests in the Bureau of Fire and Arson. Eliminating the Records Technician position will require the reassignment of the public records function to another position as an added responsibility.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	

FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
FIRE & ARSON INVESTIGATION		43300300
PUBLIC PROTECTION		12
LAW ENFORCEMENT		<u>1202.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - ADMINISTRATIVE		
SUPPORT FOR PUBLIC RECORDS REQUESTS		
- STATE FIRE MARSHAL - FIRE AND		
ARSON INVESTIGATIONS		33V7160

Most of the State Fire Marshal public record requests are considered complex and include production of documents, fire scene photographs, notes, emails and all documents considered public record.

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							
C9999 001	1.00-	23,483-		10,284-	33,767-	0.00	33,767-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							33,767-
	1.00-	23,483-		10,284-	33,767-		33,767-
=====							

REDUCE POSITION(S) - LAW
 ENFORCEMENT INVESTIGATORS(S) FIELD
 PERSONNEL - STATE FIRE MARSHAL -
 FIRE AND ARSON INVESTIGATIONS

33V7170
 000000

SALARY RATE
 SALARY RATE..... 118,680-
 =====

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
FIRE & ARSON INVESTIGATION		43300300
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - LAW		
ENFORCEMENT INVESTIGATORS(S) FIELD		
PERSONNEL - STATE FIRE MARSHAL -		
FIRE AND ARSON INVESTIGATIONS		33V7170
SALARIES AND BENEFITS		010000
	3.00-	
INSURANCE REG TF.....	172,629-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	5,400-	2393
	=====	
TOTAL: REDUCE POSITION(S) - LAW		33V7170
ENFORCEMENT INVESTIGATORS(S) FIELD		
PERSONNEL - STATE FIRE MARSHAL -		
FIRE AND ARSON INVESTIGATIONS		
TOTAL POSITIONS.....	3.00-	
TOTAL ISSUE.....	178,029-	
TOTAL SALARY RATE.....	118,680-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #065

IT COMPONENT? NO

This issue eliminates three vacant Law Enforcement Investigator II full time equivalent positions (FTE) within the Bureau of Fire and Arson Investigations (BFAI). These are sworn law enforcement positions that investigate fire and arson; and respond to Explosive Ordinance Device (EOD) incidents statewide. Investigators also respond as part of the State of Florida's Emergency Response Team to natural and manmade disasters statewide per Chapter 252, F.S. There are currently 75 Law Enforcement Investigator II FTE in the BFAI statewide. During Fiscal Year 2010-11, there were 3,624 cases; averaging 56.8 cases per officer annually.

COL A93
 SCH VIIIB-2
 REDUCTIONS

POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
FIRE & ARSON INVESTIGATION		43300300
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - LAW		
ENFORCEMENT INVESTIGATORS(S) FIELD		
PERSONNEL - STATE FIRE MARSHAL -		
FIRE AND ARSON INVESTIGATIONS		33V7170

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						
C9859 001	1.00-	39,560-	17,983-	57,543-	0.00	57,543-
C9860 001	1.00-	39,560-	17,983-	57,543-	0.00	57,543-
C9999 001	1.00-	39,560-	17,983-	57,543-	0.00	57,543-
TOTALS FOR ISSUE BY FUND						172,629-
2393 INSURANCE REG TF						172,629-
3.00-	118,680-		53,949-	172,629-		172,629-

REDUCE CRIMINAL JUSTICE INCENTIVE		
PAY CATEGORY - STATE FIRE MARSHAL -		
FIRE AND ARSON INVESTIGATIONS		33V7180
SPECIAL CATEGORIES		100000
SALARY INCENTIVE PAYMENTS		103290
INSURANCE REG TF.....	6,663-	2393
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #034

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
FIRE & ARSON INVESTIGATION		43300300
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE CRIMINAL JUSTICE INCENTIVE		
PAY CATEGORY - STATE FIRE MARSHAL -		
FIRE AND ARSON INVESTIGATIONS		33V7180

This issue reduces the Bureau of Fire and Arson Investigation's Criminal Justice Incentive Pay Program by 5 percent. Pursuant to section 943.22, Florida Statutes, sworn law enforcement officers must be compensated for varying levels of completed law enforcement training and educational accomplishments. The average amount of compensation for each officer is approximately \$80 per month.

REDUCE POSITION(S) - LAW ENFORCEMENT INVESTIGATOR(S) HEADQUARTERS - STATE FIRE MARSHAL - FIRE AND ARSON INVESTIGATIONS		33V7190
SALARY RATE		000000
SALARY RATE.....	39,560-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	1.00- 57,343-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	1,800-	2393
	=====	
TOTAL: REDUCE POSITION(S) - LAW ENFORCEMENT INVESTIGATOR(S) HEADQUARTERS - STATE FIRE MARSHAL - FIRE AND ARSON INVESTIGATIONS		33V7190
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	59,143-	
TOTAL SALARY RATE.....	39,560-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #066

IT COMPONENT? NO

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
FIRE & ARSON INVESTIGATION		43300300
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - LAW		
ENFORCEMENT INVESTIGATOR(S)		
HEADQUARTERS - STATE FIRE MARSHAL -		
FIRE AND ARSON INVESTIGATIONS		33V7190

This issue eliminates one filled, full time Law Enforcement Investigator within the Bureau of Fire and Arson Investigations (BFAI). This investigator is responsible for conducting fire and explosion investigations and administration; and upkeep of the State Law Enforcement Radio System for BFAI and the Division of Insurance Fraud. Additionally, this investigator provides in-service and firearms training to BFAI sworn members; accounts for all BFAI property and vehicles; and provides maintenance and operation of the BFAI Command Vehicle. The command vehicle is a command "bus" (RV) used for incident command during deployment in a declared state of emergency. It serves as a focal point for supervision of Explosive Ordnance Device (EOD) operations; and a decontamination center during remote and extended operations. This unit is also utilized during training events.

Currently, this is the only position assigned to perform these functions and if eliminated, these duties must be absorbed by existing personnel.

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							
C9999 001	1.00-	39,560-		17,783-	57,343-	0.00	57,343-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							57,343-
	-----	-----	-----	-----	-----	-----	-----
	1.00-	39,560-		17,783-	57,343-		57,343-
	=====	=====	=====	=====	=====	=====	=====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
FIRE & ARSON INVESTIGATION		43300300
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - LAW		
ENFORCEMENT CAPTAIN(S) FIELD		
OFFICES - STATE FIRE MARSHAL - FIRE		
AND ARSON INVESTIGATIONS		33V7200
SALARY RATE		000000
SALARY RATE.....	90,348-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	2.00- 122,681-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	3,600-	2393
	=====	
TOTAL: REDUCE POSITION(S) - LAW		33V7200
ENFORCEMENT CAPTAIN(S) FIELD		
OFFICES - STATE FIRE MARSHAL - FIRE		
AND ARSON INVESTIGATIONS		
TOTAL POSITIONS.....	2.00-	
TOTAL ISSUE.....	126,281-	
TOTAL SALARY RATE.....	90,348-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #067

IT COMPONENT? NO

This issue eliminates two filled, law enforcement captain positions within the Bureau of Fire and Arson Investigations (BFAI) overseeing two field offices. These positions respond to fire deaths, significant fires, employee vehicle accidents, and fires of undetermined cause. Law enforcement captains supervise ongoing investigations and command and control functions within BFAI.

Command and control functions include on-scene observation of fire investigation personnel for performance measurement, liaison with sheriffs and chiefs of police and other law enforcement managers during investigations. This activity also includes: coaching and counseling employees; inspection of vehicles and equipment; observation of line supervisors (Lieutenants) interacting with detectives; lead emergency response teams during disaster deployments; initiate and properly process purchases made with state funds; audit purchases made by other supervisors; approve vehicle repairs and monitor costs; and usual personnel duties. There are a total of eight captains in the BFAI. Eliminating these positions

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43300000
 43300300
 12
 1202.00.00.00
 33V0000
 33V7200

FINANCIAL SERVICES
 PROGRAM: FIRE MARSHAL
 FIRE & ARSON INVESTIGATION
 PUBLIC PROTECTION
 LAW ENFORCEMENT

PROGRAM REDUCTIONS
 REDUCE POSITION(S) - LAW
 ENFORCEMENT CAPTAIN(S) FIELD
 OFFICES - STATE FIRE MARSHAL - FIRE
 AND ARSON INVESTIGATIONS

may cause longer response times to fires and increase the time required to review and close investigations.

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						
C9857 001	1.00-	45,174-	20,308-	65,482-	0.00	65,482-
C9999 001	1.00-	45,174-	12,025-	57,199-	0.00	57,199-
TOTALS FOR ISSUE BY FUND						
2393 INSURANCE REG TF						
2.00-	90,348-		32,333-	122,681-		122,681-

REDUCE POSITION(S) - ADMINISTRATIVE
 SECRETARY(S) FIELD OFFICES - STATE
 FIRE MARSHAL - FIRE AND ARSON
 INVESTIGATIONS

33V7210
 000000

SALARY RATE
 SALARY RATE..... 89,816-
 =====


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-----
                COL A93
                SCH VIIIB-2
                REDUCTIONS
                POS      AMOUNT              CODES
                -----
FINANCIAL SERVICES                                43000000
PROGRAM: FIRE MARSHAL                            43300000
FIRE & ARSON INVESTIGATION                        43300300
  PUBLIC PROTECTION                               12
  LAW ENFORCEMENT                               1202.00.00.00
PROGRAM REDUCTIONS                               33V0000
REDUCE POSITION(S) - ADMINISTRATIVE
SECRETARY(S) FIELD OFFICES - STATE
FIRE MARSHAL - FIRE AND ARSON
INVESTIGATIONS                                  33V7210
SALARIES AND BENEFITS                           010000
    INSURANCE REG TF..... 4.00-             140,114- 2393
    =====

EXPENSES                                          040000
    INSURANCE REG TF..... 7,200-             2393
    =====

TOTAL: REDUCE POSITION(S) - ADMINISTRATIVE         33V7210
      SECRETARY(S) FIELD OFFICES - STATE
      FIRE MARSHAL - FIRE AND ARSON
      INVESTIGATIONS
      TOTAL POSITIONS..... 4.00-
      TOTAL ISSUE.....           147,314-
      TOTAL SALARY RATE.....    89,816-
      =====
    
```

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #022

This issue eliminates four full time equivalent positions (FTE) within the Bureau of Fire & Arson Investigation (BFAI) field offices. These are Administrative Secretary positions that provide clerical support for law enforcement personnel in field offices throughout the state. These Administrative Secretaries support: eight FTE in Tallahassee; ten FTE in Jacksonville; six FTE in Daytona Beach; and eight FTE in Lake Wales.

These positions average 11 case files constructed/filed, 20-40 phone calls received, 5-10 visitors, and 5-10 mail items per day. The loss of these positions will result in slower response times to correspondence and a reduction in customer service ultimately leading to dissatisfaction and increased complaints from customers. If these positions are eliminated, existing law enforcement staff will be forced to absorb the administrative duties which may result in slower response times to correspondence and decreased performance on investigations. There are currently ten of these clerical positions statewide.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43300000
 43300300
 12
 1202.00.00.00
 33V0000

FINANCIAL SERVICES
 PROGRAM: FIRE MARSHAL
 FIRE & ARSON INVESTIGATION
 PUBLIC PROTECTION
 LAW ENFORCEMENT

PROGRAM REDUCTIONS
 REDUCE POSITION(S) - ADMINISTRATIVE
 SECRETARY(S) FIELD OFFICES - STATE
 FIRE MARSHAL - FIRE AND ARSON
 INVESTIGATIONS

33V7210

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							
C9853 001	1.00-	22,454-		15,635-	38,089-	0.00	38,089-
C9854 001	1.00-	22,454-		15,635-	38,089-	0.00	38,089-
C9855 001	1.00-	22,454-		8,873-	31,327-	0.00	31,327-
C9999 001	1.00-	22,454-		10,155-	32,609-	0.00	32,609-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							140,114-
	4.00-	89,816-		50,298-	140,114-		140,114-
	=====	=====	=====	=====	=====		=====

REDUCE POSITION(S) - CRIME
 INTELLIGENCE ANALYSTS FIELD
 PERSONNEL - STATE FIRE MARSHAL -
 FIRE AND ARSON INVESTIGATIONS
 SALARY RATE

33V7220
 000000

SALARY RATE..... 228,879-
 =====

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
FIRE & ARSON INVESTIGATION		43300300
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - CRIME		
INTELLIGENCE ANALYSTS FIELD		
PERSONNEL - STATE FIRE MARSHAL -		
FIRE AND ARSON INVESTIGATIONS		33V7220
SALARIES AND BENEFITS		010000
	7.00-	
INSURANCE REG TF.....	320,278-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	12,600-	2393
	=====	
TOTAL: REDUCE POSITION(S) - CRIME		33V7220
INTELLIGENCE ANALYSTS FIELD		
PERSONNEL - STATE FIRE MARSHAL -		
FIRE AND ARSON INVESTIGATIONS		
TOTAL POSITIONS.....	7.00-	
TOTAL ISSUE.....	332,878-	
TOTAL SALARY RATE.....	228,879-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #068

IT COMPONENT? NO

This issue eliminates the Crime Intelligence Analyst Unit within the Bureau of Fire and Arson Investigations (BFAI). There are seven Crime Intelligence Analyst (CIA) positions and one supervisor who provide in-depth criminal investigation review, analysis, research, and assistance to field investigators. This issue eliminates seven filled CIA positions, leaving the supervisor to provide exclusive analytical support for significant investigations and statistical compilation. The BFAI conducts over 4,000 fire and explosion investigations annually. Additionally, CIA's assist with obtaining detailed information for BFAI employment background investigations.

Although investigators have access to many of the programs and criminal history data that CIA's utilize, this issue will eliminate analytical availability for BFAI law enforcement personnel. There is no revenue impact associated with this reduction.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PROGRAM: FIRE MARSHAL	43300000
FIRE & ARSON INVESTIGATION	43300300
PUBLIC PROTECTION	12
LAW ENFORCEMENT	<u>1202.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCE POSITION(S) - CRIME	
INTELLIGENCE ANALYSTS FIELD	
PERSONNEL - STATE FIRE MARSHAL -	
FIRE AND ARSON INVESTIGATIONS	33V7220

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							
C9846 001	1.00-	32,697-		10,159-	42,856-	0.00	42,856-
C9847 001	1.00-	32,697-		16,921-	49,618-	0.00	49,618-
C9848 001	1.00-	32,697-		16,921-	49,618-	0.00	49,618-
C9849 001	1.00-	32,697-		16,921-	49,618-	0.00	49,618-
C9850 001	1.00-	32,697-		10,159-	42,856-	0.00	42,856-
C9851 001	1.00-	32,697-		10,159-	42,856-	0.00	42,856-
C9999 001	1.00-	32,697-		10,159-	42,856-	0.00	42,856-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							320,278-
	7.00-	228,879-		91,399-	320,278-		320,278-
	=====	=====	=====	=====	=====		=====

REDUCE POSITION(S) - LAW	
ENFORCEMENT LIEUTENANT(S) TRAINING	
UNIT - STATE FIRE MARSHAL - FIRE	
AND ARSON INVESTIGATIONS	33V7230
SALARY RATE	000000
SALARY RATE.....	44,488-
	=====

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		
		43000000
PROGRAM: FIRE MARSHAL		
		43300000
FIRE & ARSON INVESTIGATION		
		43300300
PUBLIC PROTECTION		
		12
LAW ENFORCEMENT		
		1202.00.00.00
PROGRAM REDUCTIONS		
		33V0000
REDUCE POSITION(S) - LAW		
ENFORCEMENT LIEUTENANT(S) TRAINING		
UNIT - STATE FIRE MARSHAL - FIRE		
AND ARSON INVESTIGATIONS		
		33V7230
SALARIES AND BENEFITS		
		010000
	1.00-	
INSURANCE REG TF.....	62,672-	2393
	=====	
EXPENSES		
		040000
		2393
INSURANCE REG TF.....	1,800-	
	=====	
TOTAL: REDUCE POSITION(S) - LAW		
		33V7230
ENFORCEMENT LIEUTENANT(S) TRAINING		
UNIT - STATE FIRE MARSHAL - FIRE		
AND ARSON INVESTIGATIONS		
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	64,472-	
TOTAL SALARY RATE.....	44,488-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #069

IT COMPONENT? NO

There are two lieutenants assigned to coordinate training statewide. One is specifically responsible for the North District (District #1) as well as the specialty areas of Firearms, Driving, and Defensive Tactics. The second is assigned to cover the South District (District #2) as well as the specialty areas of First Responder, Flying While Armed, Consular/Dignitary Training and general instruction topics. There are 39 Florida Department of Law Enforcement (FDLE) certified instructors within the BFAI who are periodically assigned to provide in-service training at the field office level. While there are many general instructors who may provide fire investigative training or other general subjects, very few are trained to provide mandatory re-training topic areas and the high liability subject areas of first responder, defensive tactics and driving.

This issue eliminates one full time equivalent position (FTE) (Law Enforcement Lieutenant) in the Bureau of Fire and Arson Investigations (BFAI). This position is responsible for law enforcement training coordination for BFAI District #2, which consists of: first responder, flying while armed* and consular training statewide.**

*Flying While Armed Training - This training is required by the Federal Transportation Security Administration for Law Enforcement Officers to carry firearms aboard commercial aircraft in the USA. BFAI law enforcement personnel are

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PROGRAM: FIRE MARSHAL	43300000
FIRE & ARSON INVESTIGATION	43300300
PUBLIC PROTECTION	12
LAW ENFORCEMENT	1202.00.00.00
PROGRAM REDUCTIONS	33V0000
REDUCE POSITION(S) - LAW	
ENFORCEMENT LIEUTENANT(S) TRAINING	
UNIT - STATE FIRE MARSHAL - FIRE	
AND ARSON INVESTIGATIONS	33V7230

required to complete this training in the event that the need to fly "armed" as part of their duties for dignitary protection, covert investigations or prisoner escort occurs.

**Consular Training - This course is a federal bi-annual requirement for all law enforcement officers to receive training on the rights of foreign nationals when arrested in the United States. The training ensures that members are aware of the requirement to notify the Consulate in the country of origin within a very limited timeframe and specific agency responsibilities regarding arrestees claiming Diplomatic Immunity.

This position also serves the role of training center coordinator for the BFAI unit of the American Safety and Health Institute and recruiting coordinator for BFAI. If this position is eliminated, the District #1 training coordinator and other certified instructors within the BFAI will assume all training responsibilities, creating a workload issue. This position is part of the training unit and does not have direct supervisory or fire scene response duties. There is no revenue associated with this reduction.

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							
C9999 001	1.00-	44,488-		18,184-	62,672-	0.00	62,672-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							62,672-
	-----	-----	-----	-----	-----	-----	-----
	1.00-	44,488-		18,184-	62,672-		62,672-
	=====	=====	=====	=====	=====		=====

COL A93
SCH VIIIB-2
REDUCTIONS
POS AMOUNT

FINANCIAL SERVICES
PROGRAM: FIRE MARSHAL
FIRE & ARSON INVESTIGATION
PUBLIC PROTECTION
LAW ENFORCEMENT

43000000
43300000
43300300
12
1202.00.00.00

TOTAL: LAW ENFORCEMENT
BY FUND TYPE

1202.00.00.00

TRUST FUNDS..... 19.00- 950,347-
SALARY RATE..... 635,254-
=====

2000

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
PROF TRAINING & STANDARDS		43300400
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - INSTRUCTIONAL		
AND ADMINISTRATIVE STAFF - STATE		
FIRE MARSHAL - PROFESSIONAL		
TRAINING AND STANDARDS		33V7240
SALARY RATE		000000
SALARY RATE.....	129,499-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	4.00- 199,886-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	7,200-	2393
	=====	
TOTAL: REDUCE POSITION(S) - INSTRUCTIONAL		33V7240
AND ADMINISTRATIVE STAFF - STATE		
FIRE MARSHAL - PROFESSIONAL		
TRAINING AND STANDARDS		
TOTAL POSITIONS.....	4.00-	
TOTAL ISSUE.....	207,086-	
TOTAL SALARY RATE.....	129,499-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #041

IT COMPONENT? NO

This issue eliminates four full time equivalent positions (FTE) in the Bureau of Fire Fighter Standards and Training (FFS&T). These currently filled positions are: Fire College Instructor, Field Examiner, Administrative Assistant, and Distributed Computer Systems (DCS) analyst.

The Instructor and Field Examiner positions are statutorily required, as stated in section 633.44, Florida Statutes, to provide for the purposes of those duties outlined in the functions of the State Fire College, and whose purposes are legitimate state functions and are designed to promote public safety. Elimination of these positions will directly impact remaining staff by increasing their work load. This will affect the amount and level of training offered as well as state testing schedules.

The Administrative Assistant is tasked with clerical functions in the day to day duties of the FFS&T for regulatory

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
PROF TRAINING & STANDARDS		43300400
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - INSTRUCTIONAL		
AND ADMINISTRATIVE STAFF - STATE		
FIRE MARSHAL - PROFESSIONAL		
TRAINING AND STANDARDS		33V7240

oversight of certifications, testing, renewals and supplemental compensation for firefighters. The loss of the position will result in duties being absorbed by remaining staff and will likely result in slower response times and a reduction in customer service. This position is located at the State Fire College and deals with the public daily over the phone and in person related to regulatory oversight of certifications, testing, renewals and supplemental compensation for firefighters.

The DCS analyst position designs and coordinates a distributed processing system for local area usage and provides interface with statewide networks as applicable. This position serves as a help desk to local fire departments statewide. Each local fire department has inquiry and data input capabilities that interface with the State Fire College systems for certifications and renewals. Because this is not the only fire educational facility in the state, other colleges, universities and local fire departments have reporting requirements into the State Fire College database. Eliminating the DCS analyst position would defer the information technology (IT) workload from the State Fire College to the Division of Information Services. Redirecting IT resources to headquarters in Tallahassee will slow response times to customers who currently receive exclusive services from the DCS analyst.

Reduction of any of these positions will directly affect the ability of FFS&T to meet the needs of the firefighter's and training centers throughout the State of Florida.

The State Fire College collects approximately \$7,000 annually in revenues collected from book sales at the State Fire College. These funds are deposited into the Insurance Regulatory Trust Fund. During Fiscal Year 2011-12, there was a reduction of one FTE and \$40,285 within the Bureau of Fire Fighter Standards and Training.

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							
	C9841 001	1.00-	30,989-	16,708-	47,697-	0.00	47,697-
	C9842 001	1.00-	32,697-	19,926-	52,623-	0.00	52,623-
	C9843 001	1.00-	29,345-	16,357-	45,702-	0.00	45,702-

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PROGRAM: FIRE MARSHAL	43300000
PROF TRAINING & STANDARDS	43300400
PUBLIC PROTECTION	12
LAW ENFORCEMENT	1202.00.00.00
PROGRAM REDUCTIONS	33V0000
REDUCE POSITION(S) - INSTRUCTIONAL AND ADMINISTRATIVE STAFF - STATE FIRE MARSHAL - PROFESSIONAL TRAINING AND STANDARDS	33V7240

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							
C9999 001	1.00-	36,468-		17,396-	53,864-	0.00	53,864-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							199,886-
	-----	-----	-----	-----	-----	-----	-----
	4.00-	129,499-		70,387-	199,886-		199,886-
	=====	=====	=====	=====	=====		=====

REDUCE EXPENSES CATEGORY - STATE
 FIRE MARSHAL - PROFESSIONAL
 TRAINING AND STANDARDS
 EXPENSES

INSURANCE REG TF.....	54,748-	2393
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #026

IT COMPONENT? NO

This issue reduces the expenses budget within the program of Professional Training and Standards. The Bureau of Fire Fighter Standards and Training will be required to reduce vehicle usage to cut fuel costs. Reduced vehicle usage may cause a reduction in the frequency firefighter certification testing that can be administered and may reduce the number of safety inspections completed on firefighter training facilities throughout the state. Field representatives are

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
PROF TRAINING & STANDARDS		43300400
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE EXPENSES CATEGORY - STATE		
FIRE MARSHAL - PROFESSIONAL		
TRAINING AND STANDARDS		33V7250

required to travel to training facilities for oversight and certification of firefighting testing centers/exams. Some facilities and training equipment is used for urban search and rescue drills and some are used in "live" fire training. Without sufficient expenses appropriation, travel for inspections will be limited.

Participation in training, conferences and other meetings with customers statewide within the fire service profession will be reduced. Further, the use of consumable supplies and maintenance will be affected. The State Fire College is a small educational institution that consists of an Administration Building, an auditorium, dormitories, a cafeteria, and training building and facilities on a 37 acre site. Software upgrades, replacements and upgrades of office equipment; training opportunities and safety equipment will be significantly impacted by this reduction. All travel related to training will be limited.

During Fiscal Year 2011-12, the expenses appropriation was reduced by \$35,178. This proposed reduction is 10 percent of this program's total recurring expenses appropriation of \$562,164.

REDUCE OPS CATEGORY - STATE FIRE		
MARSHAL - PROFESSIONAL TRAINING AND		
STANDARDS		33V7260
OTHER PERSONAL SERVICES		030000
INSURANCE REG TF.....	8,640-	2393
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #019

This issue is a 4 percent reduction to the other personal services (OPS) appropriation category within the program of Professional Training and Standards. Currently, nine OPS positions are utilized as receptionists and clerks, instructors, and maintenance/housekeeping personnel. This issue does not reflect a reduction in the number of OPS positions utilized but reduces the number of hours these positions will be allowed to work.

COL A93
SCH VIIIB-2
REDUCTIONS
POS AMOUNT

FINANCIAL SERVICES
PROGRAM: FIRE MARSHAL
PROF TRAINING & STANDARDS
PUBLIC PROTECTION
LAW ENFORCEMENT

43000000
43300000
43300400
12
1202.00.00.00

TOTAL: LAW ENFORCEMENT
BY FUND TYPE

1202.00.00.00

TRUST FUNDS..... 4.00- 270,474-
SALARY RATE..... 129,499-
=====

2000

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
FIRE MRSHL ADMN & SUP SRVS		43300500
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - FORENSIC		
TECHNOLOGIST (ARSON LAB) - STATE		
FIRE MARSHAL - ADMINISTRATIVE AND		
SUPPORT SERVICES		33V7270
SALARY RATE		000000
SALARY RATE.....	29,345-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	1.00- 41,781-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	1,800-	2393
	=====	
TOTAL: REDUCE POSITION(S) - FORENSIC		33V7270
TECHNOLOGIST (ARSON LAB) - STATE		
FIRE MARSHAL - ADMINISTRATIVE AND		
SUPPORT SERVICES		
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	43,581-	
TOTAL SALARY RATE.....	29,345-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #070

IT COMPONENT? NO

This issue eliminates one full time equivalent position (FTE) (Forensic Technologist) in the Bureau of Forensic Fire and Explosives Analysis (Bureau). This position has exclusive responsibility for multiple duties including, but not limited to: processing and coordinating public records requests; producing photographs or images of fire/arson scenes for investigators; maintenance and monitoring of digital photo printing equipment; back-up for evidence receipt and processing; and acting as the Bureau's public information liaison.

In a 2010 whitepaper comparing Bureau costs to those of private laboratories, the time to process the requests was estimated at 1,685 hours, or roughly 70 days. In Fiscal Year 2010-11, there were 195 requests. Each request is unique and may require different levels of research and reproduction of files, photos and evidence; therefore, request time can vary. Currently, no backlog exists.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
FIRE MRSHL ADMN & SUP SRVS		43300500
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - FORENSIC		
TECHNOLOGIST (ARSON LAB) - STATE		
FIRE MARSHAL - ADMINISTRATIVE AND		
SUPPORT SERVICES		33V7270

If this position is eliminated, all public records requests must be assumed by other personnel. There is one public records request liaison for each of the four bureaus and one is offered as a reduction in a separate issue. If one or more of these positions are eliminated, non-public records requests, such as production of archived photographs for law enforcement investigators, courts, insurance investigators, or civil and criminal attorneys, will be significantly delayed. There are time based requirements for production for public records requests; two days for simple requests and ten days for complex requests. While some private laboratories have the ability to assume some analyses and duties, public records have a level of confidentiality related to criminal investigations that is not conducive to transferring to private enterprises.

This support position is the only person currently trained and assigned to these tasks.

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							
C9999 001	1.00-	29,345-		12,436-	41,781-	0.00	41,781-
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							41,781-
	1.00-	29,345-		12,436-	41,781-		41,781-

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
FIRE MRSHL ADMN & SUP SRVS		43300500
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE EXPENSES CATEGORY (ARSON LAB SUPPLIES - TRAVEL AND TRAINING) - STATE FIRE MARSHAL - ADMINISTRATIVE AND SUPPORT SERVICES EXPENSES		33V7280 040000
INSURANCE REG TF.....	30,276-	2393

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #060

IT COMPONENT? NO

This issue reduces the Bureau of Forensic Fire and Explosives Analysis (Bureau) expenses appropriation by 13 percent. The Bureau processes chemical evidence analyses; processes and archives digital images; and provides special records requests for court cases. During Fiscal Year 2010-11, the Bureau processed 13,516 items. Additionally, the Bureau operates and maintains the Fire and Arson Laboratory facility, which is owned and maintained by the Department of Financial Services.

This reduction will also reduce the Bureau's expenses related to travel for training and maintenance of professional associations as well as consumable supplies. Maintenance of professional associations includes staff members who need to maintain certain affiliations with their professional counterparts in the form of memberships, associations, etc., in order to stay abreast of national standards and awareness.

As most training for the laboratory analyst's professional requirements is only offered out of state at national or regional professional society meetings, on-going professional development and maintenance of current technological knowledge will be affected and could negatively impact maintenance of accreditation and acceptance of our case reports in court for prosecution.

Reductions to consumable supplies may reduce the number of analyses we can perform and the number of quality assurance tests performed. These could also affect the acceptance of our testimonies in court. Our testimony and evidence is essential in building and proving prosecutions for arson, possession of explosives, criminal damaging, operation of a clandestine laboratory, to name a few. Failure to prosecute the criminal element successfully endangers the public. The Bureau is the only state laboratory analyzing fire and explosion evidence.

In a 2010 whitepaper comparing Bureau costs to those of private laboratories, it was determined that the contracting the same services to a private laboratory would be \$511,324 more than current operational costs.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
FIRE MRSHL ADMN & SUP SRVS		43300500
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACTED SERVICES CATEGORY (ARSON LAB EQUIPMENT MAINTENANCE AGREEMENTS) - STATE FIRE MARSHAL - ADMINISTRATIVE AND SUPPORT SERVICES		33V7290
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
INSURANCE REG TF.....	31,276-	2393

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #061

This issue reduces contracted services in the Bureau of Forensic Fire and Explosives Analysis (Bureau) by 25 percent. This is a reduction to maintenance contracts on scientific analytical instrumentation designed to conduct analyses on explosives and unknown chemicals for law enforcement agencies statewide. This service has been provided at no cost to law enforcement agencies since Fiscal Year 2002-03.

Service maintenance contracts on analytical instrumentation are purchased after analytical instruments end their warranty periods. Service contracts cover preventive maintenance and emergency repair (parts and labor) to ensure that these instruments, costing \$50,000 to \$150,000 to replace, operate at optimum levels without significant down time, thus extending the useful life of the instrumentation. During Fiscal Year 2010-11, the Bureau performed 2,775 explosive and unknown chemical analyses. No other state agencies/entities perform this same function.

A reduction in contracted services may have an impact on the Bureau's ability to provide comprehensive identification of the explosive and chemical components in forensic laboratory reports for law enforcement investigators, and in the courts to prosecute various crimes relating to fire, arson, and chemicals.

In a 2010 whitepaper comparing Bureau costs to those of private laboratories, it was determined that the Bureau's service cost was \$35.53 per analysis and the average cost per analysis for a private laboratory was \$125.00 per analysis. The total maintenance contract budget for all instrumentation used in explosives and unknown chemical instrumentation is \$51,250.13.

FY 11-12:

Vendor	DO#	Amount
EDAXA	3D16F	\$12,122
Thermo	A42625	\$15,745
Dionex	A423BD	\$3,400
Dionex	A3E96F	\$19,983

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
FIRE MRSHL ADMN & SUP SRVS		43300500
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACTED SERVICES CATEGORY (ARSON LAB EQUIPMENT MAINTENANCE AGREEMENTS) - STATE FIRE MARSHAL - ADMINISTRATIVE AND SUPPORT SERVICES		33V7290

Three of the above contracts are in the reduction target totaling \$31,267:

The EDAX Eagle III X-Ray Spectrophotometer service contract is \$12,121.96.
 The Thermo Fourier Transform Infrared and Raman Spectrometer service contract is \$15,744.96,
 The Dionex DX 500 Ion Chromatograph service contract is \$3,400.00.

REDUCE POSITION(S) - EMERGENCY SUPPORT COORDINATOR - STATE FIRE MARSHAL - ADMINISTRATIVE AND SUPPORT SERVICES		33V7300
SALARY RATE		000000
SALARY RATE..... 46,382-	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF..... 1.00-	58,552-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF..... 1,800-	=====	2393
TOTAL: REDUCE POSITION(S) - EMERGENCY SUPPORT COORDINATOR - STATE FIRE MARSHAL - ADMINISTRATIVE AND SUPPORT SERVICES		33V7300
TOTAL POSITIONS..... 1.00-		
TOTAL ISSUE..... 60,352-		
TOTAL SALARY RATE..... 46,382-	=====	

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PROGRAM: FIRE MARSHAL		43300000
FIRE MRSHL ADMN & SUP SRVS		43300500
PUBLIC PROTECTION		12
LAW ENFORCEMENT		1202.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE POSITION(S) - EMERGENCY		
SUPPORT COORDINATOR - STATE FIRE		
MARSHAL - ADMINISTRATIVE AND		
SUPPORT SERVICES		33V7300

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #071

This issue eliminates one full time equivalent position (FTE) (Senior Management Analyst Supervisor) in the Division of State Fire Marshal (Division), Office of the Director. This position serves as the only FTE providing leadership for both legislative issues and Emergency Support Functions (ESF) 4 and 9 (Fire Fighting and Search & Rescue) on behalf of the Division of State Fire Marshal. The Division is the state coordinator for ESF 4 and 9 and there is no private entity providing the same function. Each state agency has a role in the ESF; therefore, the Division considers this reduction to have a significant negative impact on its responsibilities in this role.

Additionally, this position provides detailed analysis and emergency response coordination; evaluates program performance and operational procedures; develops recommendations for improvements; reviews, tracks, and briefs on filed legislation pertaining to the division; coordinates Atrium Building security and access with Sonitrol and department staff; and works with department staff in the issuance of badges, sets access codes and levels.

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							
C9999 001	1.00-	46,382-		12,170-	58,552-	0.00	58,552-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							58,552-
	-----	-----	-----	-----	-----	-----	-----
	1.00-	46,382-		12,170-	58,552-		58,552-
	=====	=====	=====	=====	=====	=====	=====

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES
 PROGRAM: FIRE MARSHAL
FIRE MRS HL ADMN & SUP SRVS
 PUBLIC PROTECTION
LAW ENFORCEMENT

43000000
 43300000
 43300500
 12
1202.00.00.00

TOTAL: LAW ENFORCEMENT
 BY FUND TYPE

1202.00.00.00

TRUST FUNDS..... 2.00- 165,485-
 SALARY RATE..... 75,727-
 =====

2000

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
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 CONTRACTED SERVICES CATEGORY		
- MEDICAL CASE MANAGEMENT		33V1270
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
STATE RISK MGMT TF.....	2,950,000-	2078
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #073

Reduce contracted services appropriation of \$15,210,951 by the amount of 2,950,000 a 19 percent reduction. The division of Risk Management manages the State Risk Management Trust Fund (SRMTF), which is the self-insurance fund covering State agencies for workers compensation, general liability, federal civil rights and employment actions, automobile liability, and property. The program started in 1972 to control the costs of each agency individually handling insurance coverage and suits against the State. A reduction of this magnitude will hamper the Division's capability to manage the workers compensation benefits and specifically the management of the medical care provided to injured workers and the pharmacy benefits provided to those workers. In FY 2010-11 the Medical Case Management (MCM) contract expenditures were reclassified from non-operating to operating with an initial budget of \$16.2 million. When this occurred, the contracted services category was increased from \$271,970 to \$16.2 million. The increase was strictly due to the Medical Case Management Contracts. In FY 2011-12 it was reduced \$1.0 million, from \$16.2 million to \$15.2 million. In an analysis of the last 7 years of MCM contract expenditures, the expenditure varies over an \$8.7 million range with a high of \$17.6 million, low of \$8.9 million and average of \$12.2 million. This will reduce the contracted services category to \$12,260,951, this amount is more than the average annual expenditures.

REDUCE CONTRACTED LEGAL SERVICES		33V1280
CATEGORY		100000
SPECIAL CATEGORIES		100905
CONTRACTED LEGAL SERVICES		
STATE RISK MGMT TF.....	2,950,000-	2078
	=====	

COL A93		
SCH VIIIB-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		<u>1601.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACTED LEGAL SERVICES		
CATEGORY		33V1280

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #072

Reduce Contracted Legal Services appropriation of \$19,001,020 by the amount of \$2,950,000 a 16 percent reduction. The program started in 1972 to centrally manage and control the costs of each agency individually handling insurance coverage and lawsuits against the agencies. In FY 2010-2011 attorney contracts moved from non-operating to operating, contracted legal services with an initial budget of \$21.4 million. This was requested by the Legislature so our division contracts would be realigned for attorney contracts to be paid from the operating component. In FY 2011-12, the appropriation was reduced \$2.4 million, from \$21.4 million to \$19.0 million. An analysis of the last 8 fiscal years of contracted legal expenditures reflects that expenditures vary over a \$4.7 million spread with a high of \$19.6 million, low of \$14.9 million and an average of \$17.1 million. This funding reduction will decrease the funds historically required to legally defend claims against state agencies, so that at some point in the fiscal year the program could simply stop paying defense attorney bills because it has run out of funding. This can lead to law firms asking to withdraw from representing the state due to not being paid, requiring that the defendant state agency to provide its own defense by in house legal counsel, or by hiring outside counsel. Most agencies do not have attorneys with the specialized skills necessary to defend liability claims, and none have attorneys that defend workers compensation claims. This will reduce the contracted legal services category to \$16,051,020, this amount is less than the average annual expenditures of \$17.1 million.

TOTAL: GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
BY FUND TYPE		
TRUST FUNDS.....	5,900,000-	2000
	=====	

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
INSURANCE_CO_REHAB/LIQDATN		43500100
PUBLIC PROTECTION		12
REGULATION AND LICENSING		1204.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACTED SERVICES CATEGORY		33V1240
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777

INSURANCE REG TF..... 40,752-
 =====

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #028

The current contracted services appropriation for the division is \$232,517 and this issue reduces the appropriation by \$40,752 or 17.5% to \$191,765. This reduction will leave minimal authority to conduct examinations of Guaranty Associations as authorized by Sections 631.921; 631.725; and 631.63, Florida Statutes. The division is estimating a minimum \$150,000 will be required to complete the periodic audits of the Florida Insurance Guaranty Association (FIGA), Florida Workers' Compensation Insurance Guaranty Association (FWCIGA), Florida Health Maintenance Organization, Florida Health Maintenance Consumer Assistance Plan (FHMOCAP) and Florida Life and Health Insurance Guaranty Association (FLAHIGA). In order to assure that the Division has sufficient funds to examine Guaranty Associations in the future and meet other needs, the division will amend their policies and procedures to extend the audit period or conduct the audits in different fiscal years.

REDUCE EXPENSES CATEGORY 33V4140
 EXPENSES 040000

INSURANCE REG TF..... 22,125-
 =====

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #025

This issue reduces the expenses appropriation of \$110,627 by \$22,125 which is a 20% decrease. The division has reduced costs for travel, office supplies, paper, toner, etc. These steps have resulted in excess budget that could be reduced. In each of the past two fiscal years, the division has reverted on average more \$50,000 of expenses authority while

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
INSURANCE CO REHAB/LIQDATN		43500100
PUBLIC PROTECTION		12
REGULATION AND LICENSING		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE EXPENSES CATEGORY		33V4140

having expenditures of slightly more than \$41,000.

REDUCE OTHER PERSONAL SERVICES CATEGORY		33V9200
OTHER PERSONAL SERVICES		030000
INSURANCE REG TF.....	34,671-	2393

=====

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO

PRIORITY #024

This issue reduces the OPS category from \$34,771 to \$100. The division uses the category to hire temporary employees to assist on open receiverships and to augment permanent staff. The reduction may impact the division's ability to quickly respond to spikes in temporary staffing needs.

In the last two fiscal years, the division has reverted on average \$36,900 OPS authority while having expenditures slightly more than \$6,100. The category was reduced by \$10,900 in the current fiscal year. The division has no OPS employees at this time and has no plans to hire any in the future.

TOTAL: REGULATION AND LICENSING		<u>1204.00.00.00</u>
BY FUND TYPE		
TRUST FUNDS.....	97,548-	2000

=====

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 CONTRACTED SERVICES CATEGORY		33V1240
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777

INSURANCE REG TF..... 1,000,000-
 =====

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #074

This issue proposes a reduction of \$1,000,000 or 34.8% in the Division of Agents and Agencies contracted services budget. This would reduce the current budget of \$2,918,892 to \$1,918,892. A reduction of this magnitude will have significant impact on planned system improvements. The division currently contracts for staff augmentation to provide enhancements, correct errors, make data changes and to provide maintenance and technical support for the custom applications Agent and Agency Licensing Function (AALF), Agent Licensing System (ALIS, Department of Insurance Continuing Education (DICE), eAPPOINT systems. This one contract is valued at \$1.35 million and represents 46% of the divisions contracted services budget. Reduction in system improvements will 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 legislative changes.

ELIMINATE TRANSMITTAL OF PAPER		
RECORDS		33V1500
SALARY RATE		000000
SALARY RATE..... 137,811-		
=====		
SALARIES AND BENEFITS		010000
INSURANCE REG TF..... 6.00-		
195,416-		2393
=====		

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
ELIMINATE TRANSMITTAL OF PAPER		
RECORDS		33V1500
EXPENSES		040000
INSURANCE REG TF.....	10,800-	2393
	=====	
TOTAL: ELIMINATE TRANSMITTAL OF PAPER		33V1500
RECORDS		
TOTAL POSITIONS.....	6.00-	
TOTAL ISSUE.....	206,216-	
TOTAL SALARY RATE.....	137,811-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #001

IT COMPONENT? NO

This issue reduces \$206,216 in trust fund authority and 6 FTE. The Bureau of Agent and Agency Investigation investigates alleged violations of the Florida Insurance Code. Suspected criminal violations of the code are referred to the department s Division of Insurance Fraud or other law enforcement agencies as appropriate. The bureau is automating transmittal of investigative files therefore, field office staff will no longer be required to compile and make copies of documents/files prior to mailing them to Tallahassee. Changes to the Licensing s Automated Licensing Information System (ALIS) are in process that will provide the automation necessary for the investigative files to be scanned and electronically transmitted. These changes are currently being made through the division s current vendor and paid for with the division s current funding. Three positions are currently filled; however, other needs within the division should allow displaced employees to transfer to other more critical functions.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43500000
 43500200
 12
 1204.00.00.00
 33V0000
 33V1500

FINANCIAL SERVICES
 PGM: LICNSNG/CNSMER PROTEC
 LICENSURE, SALES/APPT/OVST
 PUBLIC PROTECTION
 REGULATION AND LICENSING
 PROGRAM REDUCTIONS
 ELIMINATE TRANSMITTAL OF PAPER
 RECORDS

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							
C9974 001	1.00-	23,483-		12,328-	35,811-	0.00	35,811-
C9975 001	1.00-	23,483-		12,328-	35,811-	0.00	35,811-
C9976 001	1.00-	23,483-		12,328-	35,811-	0.00	35,811-
C9977 001	1.00-	22,454-		2,875-	25,329-	0.00	25,329-
C9978 001	1.00-	22,454-		8,873-	31,327-	0.00	31,327-
C9979 001	1.00-	22,454-		8,873-	31,327-	0.00	31,327-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							195,416-
	6.00-	137,811-		57,605-	195,416-		195,416-
	=====	=====	=====	=====	=====		=====

ELIMINATE BAIL BOND JUDGMENT
 NOTIFICATION

33V1510
 000000

SALARY RATE
 SALARY RATE..... 23,483-
 =====

SALARIES AND BENEFITS

010000

INSURANCE REG TF..... 1.00-
 32,485-
 =====

2393

COL A93 SCH VIIIB-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
ELIMINATE BAIL BOND JUDGMENT			
NOTIFICATION			33V1510
EXPENSES			040000
INSURANCE REG TF.....	1,800-		2393
	=====		
TOTAL: ELIMINATE BAIL BOND JUDGMENT			33V1510
NOTIFICATION			
TOTAL POSITIONS.....	1.00-		
TOTAL ISSUE.....	34,285-		
TOTAL SALARY RATE.....	23,483-		
	=====		

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #002

This issue reduces \$34,285 and one FTE associated with the Bail Bond Judgment Notification process. The Bail Bond Judgment Notification process consists of the clerk of the court sending both the Department of Financial Services (DFS) and the Office of Insurance Regulation (OIR) certified copies of a judgment entered against a bail bond agent and surety company when a defendant failed to appear in court and the bail amount is due to be paid to the court. The judgment is entered in the record database maintained by the Florida Association of the Clerks of the Court. The OIR maintains its own records of the judgments to monitor the solvency of the insurer. The division has been providing the service as a courtesy to both the bail bond agent and Clerk of the Court for the past year although not required by law. The service provided is as follows: 1) when the copy of the judgment is received from the Court, the administrative secretary identifies the bail bond agent who executed the bond, and tracks the judgment; 2) after 35 days, a letter is sent to the bail bond agent reminding him/her that Florida law prohibits them from executing a new bail bond while the judgment is unpaid. The sheriff and clerk of court are copied; and 3) another letter is sent once the judgment is satisfied advising the parties that there is no longer an outstanding judgment. Section 903.27(1), F. S., should be amended to remove the requirement that the clerk of court furnish a copy of the judgment to the DFS as this requirement creates an expectation for the department to act. The position is currently filled, however other needs within the division should allow the displaced employee to transfer to another critical function.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43500000
 43500200
 12
 1204.00.00.00
 33V0000
 33V1510

FINANCIAL SERVICES
 PGM: LICNSNG/CNSMER PROTEC
 LICENSURE, SALES/APPT/OVST
 PUBLIC PROTECTION
 REGULATION AND LICENSING
 PROGRAM REDUCTIONS
 ELIMINATE BAIL BOND JUDGMENT
 NOTIFICATION

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							
C9973 001	1.00-	23,483-		9,002-	32,485-	0.00	32,485-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							32,485-
	1.00-	23,483-		9,002-	32,485-		32,485-
=====							

ELIMINATE SURPLUS LINES SURETY
 BONDS

SALARY RATE							33V1520
SALARY RATE.....	23,483-						000000
=====							
SALARIES AND BENEFITS							010000
INSURANCE REG TF.....	1.00-	33,767-					2393
=====							
EXPENSES							040000
INSURANCE REG TF.....		1,800-					2393
=====							

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		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE SURPLUS LINES SURETY		
BONDS		33V1520
TOTAL: ELIMINATE SURPLUS LINES SURETY		33V1520
BONDS		
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	35,567-	
TOTAL SALARY RATE.....	23,483-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #003

This issue reduces \$35,567 and one FTE associated with the surety bond requirement. The Division will no longer require surety bonds from Surplus Lines Agents and Title Agencies. Applicants for Surplus Lines Agent and Title Agency are required to submit surety bonds, \$50,000 and \$35,000 respectively, to the department prior to becoming licensed and must maintain the bonds throughout the licensure period. Currently, 867 Surplus lines Agents are licensed and have surety bonds on file with the department. The Surplus Lines Bond is in the amount of \$50,000 and issued on condition that the surplus lines agent faithfully conducts business in accordance with the Florida insurance code. The FTE reviews, approves, or disapproves the bond. The bonds provide little to no specific value to the people of Florida.

The Title Agency surety bond is issued payable to the department for the benefit of the appointing insurer in case of damage by a violation by the Title Agency. As of June 27, 2011, 1,958 title agencies hold valid licenses and have posted the bond or deposited securities with the Bureau of Collateral Security. According to the Bureau of Collateral Securities, there are only 15 depositing accounts (\$525,000) and because of the small number of depositing accounts, the impact of elimination of this requirement would be minimal for their office. The remaining title agency licensee have bonds which are purchased through insurance companies, so there will be no impact on Treasury or revenue in that regards. Any interest received on the deposit of collateral is returned to the depositor at the time of release. The position is currently filled, however other needs within the division should allow the employee to be transferred to another more critical area.

In order to eliminate this program, s. 626.8418(2), 626.927(5) and 626.928, F.S. must be repealed.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43500000
 43500200
 12
 1204.00.00.00
 33V0000
 33V1520

FINANCIAL SERVICES
 PGM: LICNSNG/CNSMER PROTEC
 LICENSURE, SALES/APPT/OVST
 PUBLIC PROTECTION
 REGULATION AND LICENSING
 PROGRAM REDUCTIONS
 ELIMINATE SURPLUS LINES SURETY
 BONDS

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							
C9972 001	1.00-	23,483-		10,284-	33,767-	0.00	33,767-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							33,767-
	1.00-	23,483-		10,284-	33,767-		33,767-
	=====	=====	=====	=====	=====		=====

ELIMINATE PRE-LICENSING EDUCATION
 REQUIREMENT

SALARY RATE
 SALARY RATE..... 23,483-
 =====

SALARIES AND BENEFITS
 1.00-
 INSURANCE REG TF..... 32,485-
 =====

EXPENSES
 INSURANCE REG TF..... 1,800-
 =====

33V1530
 000000
 010000
 2393
 040000
 2393

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		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE PRE-LICENSING EDUCATION		
REQUIREMENT		33V1530
TOTAL: ELIMINATE PRE-LICENSING EDUCATION		33V1530
REQUIREMENT		
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	34,285-	
TOTAL SALARY RATE.....	23,483-	
=====		

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #004

This issue reduces \$34,285 in trust fund authority and one FTE. The Bureau of Agent and Agency Licensing licenses and appoints individuals and entities authorized to transact insurance in Florida. The bureau receives and reviews applications for insurance licenses; oversees the qualification, examination, licensing and continuing education of licensees; and maintains licensing and administrative action records for individuals and firms.

This issue proposes that pre-licensing courses will no longer be required of applicants prior to taking the state examination for licensure. The FTE associated with this issue approves and/or disapproves the course examinations given by outside entities. Passage of the examination is adequate to verify the applicants are qualified and competent to transact insurance.. The position is currently filled, however other needs within the division should allow the displaced employee to transfer to another critical function.

Sections 626.171, 626.221, 626.231, 626.2817, 626.292, 626.731, 626.732, 626.7351, 626.785, 626.7851, 626.831, 626.8311, 626.8417, 626.865, 626.927, 648.355, and 648.386, F.S. will need to be repealed or amended.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43500000
 43500200
 12
 1204.00.00.00
 33V0000
 33V1530

FINANCIAL SERVICES
 PGM: LICNSNG/CNSMER PROTEC
 LICENSURE, SALES/APPT/OVST
 PUBLIC PROTECTION
 REGULATION AND LICENSING
 PROGRAM REDUCTIONS
 ELIMINATE PRE-LICENSING EDUCATION
 REQUIREMENT

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							
C9971 001	1.00-	23,483-		9,002-	32,485-	0.00	32,485-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							32,485-
	1.00-	23,483-		9,002-	32,485-		32,485-
=====							

 TOTAL: REGULATION AND LICENSING 1204.00.00.00
 BY FUND TYPE
 TRUST FUNDS..... 9.00- 1,310,353- 2000
 SALARY RATE..... 208,260-
 =====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
INSURANCE FRAUD		43500300
PUBLIC PROTECTION		12
CONSUMER SAFETY/PROTECTION		1205.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE FIELD OFFICE ADMINISTRATIVE SUPPORT		33V8110
SALARY RATE		000000
SALARY RATE.....	68,391-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	3.00- 95,029-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	5,400-	2393
	=====	
TOTAL: REDUCE FIELD OFFICE ADMINISTRATIVE SUPPORT		33V8110
TOTAL POSITIONS.....	3.00-	
TOTAL ISSUE.....	100,429-	
TOTAL SALARY RATE.....	68,391-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #032

IT COMPONENT? NO

This issue is for the reduction of administrative support (clerical) staff. Three filled administrative support positions and \$100,429 will be eliminated. These support positions provide day to day administrative support to the division field offices throughout the state. They serve as the office manager by: maintaining calendars for supervisors; scheduling appointments and conferences; maintaining files and records; making travel arrangements for supervisors and detectives; ordering office supplies; acting as office receptionists; handling routine correspondence; assist in preparing monthly reports such as vehicle logs and purchasing reconciliations; work closely with Headquarters staff to assure compliance with rules and guidelines for purchasing and office operations; enter tips into the database for tracking; type draft and final reports, memoranda, interviews and other documents of a legal nature; and help maintain law enforcement investigative files for the field offices.

Reducing administrative support positions in the Division of Insurance Fraud would have a moderate impact on the day to

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES

FINANCIAL SERVICES	43000000
PGM: LICNSNG/CNSMER PROTEC	43500000
INSURANCE FRAUD	43500300
PUBLIC PROTECTION	12
CONSUMER SAFETY/PROTECTION	1205.00.00.00
PROGRAM REDUCTIONS	33V0000
REDUCE FIELD OFFICE ADMINISTRATIVE	
SUPPORT	33V8110

day operation of the field office by leaving the offices without enough support for the number of supervisors and detectives, or leaving the offices without support staff entirely. Division field offices need support staff to have an employee in each office during the core operating hours to answer phones and respond to customers who come to the office.

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						
C9997 001	1.00-	22,454-	8,763-	31,217-	0.00	31,217-
C9998 001	1.00-	22,454-	8,873-	31,327-	0.00	31,327-
C9999 001	1.00-	23,483-	9,002-	32,485-	0.00	32,485-

TOTALS FOR ISSUE BY FUND						
2393 INSURANCE REG TF						95,029-
-----						-----
3.00-	68,391-		26,638-	95,029-		95,029-
=====	=====	=====	=====	=====		=====

REDUCE FIELD OFFICE LAW ENFORCEMENT	
PERSONNEL	33V8120
SALARY RATE	000000
SALARY RATE..... 726,864-	
=====	

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
INSURANCE FRAUD		43500300
PUBLIC PROTECTION		12
CONSUMER SAFETY/PROTECTION		1205.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE FIELD OFFICE LAW ENFORCEMENT		
PERSONNEL		33V8120
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	18.00- 1,048,870- =====	2393
EXPENSES		040000
INSURANCE REG TF.....	32,400- =====	2393
SPECIAL CATEGORIES		100000
SALARY INCENTIVE PAYMENTS		103290
INSURANCE REG TF.....	28,080- =====	2393
TOTAL: REDUCE FIELD OFFICE LAW ENFORCEMENT		33V8120
PERSONNEL		
TOTAL POSITIONS.....	18.00-	
TOTAL ISSUE.....	1,109,350-	
TOTAL SALARY RATE.....	726,864- =====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #075

IT COMPONENT? NO

This issue reduces the Division of Insurance Fraud detectives by 15 positions and their supervisory Lieutenants by three positions and also reduces \$1,109,350 in overall budget authority. These positions are the foundation on which the division is built. In the course of their investigations detectives: interview witnesses and subjects; conduct fixed and mobile surveillances; draft and execute search warrants; draft and manage oral intercept warrants; draft subpoenas; trace monetary transactions; and make both probable cause and warrant arrests; present cases for prosecution to state and federal prosecutors; testify in court. Division detectives investigate a variety of complex financial crimes including: money service business crimes; mortgage fraud; workers' compensation premium fraud; unauthorized entity fraud; annuity fraud; money laundering; title fraud; insolvency fraud; and identity theft. These are in addition to arson, theft, general insurance fraud, and the misappropriation of funds or assets of the State of Florida. These positions are

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
<u>INSURANCE FRAUD</u>		43500300
PUBLIC PROTECTION		12
<u>CONSUMER SAFETY/PROTECTION</u>		<u>1205.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE FIELD OFFICE LAW ENFORCEMENT		
PERSONNEL		33V8120

anticipated to be filled at the time of elimination.

Reducing the Division of Insurance Fraud's sworn FTE would have a very significant impact on the division's ability to do its job efficiently and effectively. This reduction would impact the department's ability to protect the health, safety, and welfare of the public, which is our ultimate goal. Reducing the number of sworn FTE for the division would produce additional workload on the remaining law enforcement personnel. The reduction of even one sworn FTE would significantly impact the goal of the Strategic Plan to make us the top rated Fraud Unit in the nation in arrests, prosecutions, convictions, restitution, etc.

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							
C9982 001	1.00-	44,488-		9,731-	54,219-	0.00	54,219-
C9983 001	1.00-	44,488-		9,731-	54,219-	0.00	54,219-
C9984 001	1.00-	44,488-		22,491-	66,979-	0.00	66,979-
C9985 001	1.00-	39,560-		17,983-	57,543-	0.00	57,543-
C9986 001	1.00-	39,560-		21,419-	60,979-	0.00	60,979-
C9987 001	1.00-	39,560-		17,983-	57,543-	0.00	57,543-
C9988 001	1.00-	39,560-		17,983-	57,543-	0.00	57,543-
C9989 001	1.00-	39,560-		21,419-	60,979-	0.00	60,979-
C9990 001	1.00-	39,560-		21,419-	60,979-	0.00	60,979-
C9991 001	1.00-	39,560-		17,983-	57,543-	0.00	57,543-
C9992 001	1.00-	39,560-		17,983-	57,543-	0.00	57,543-
C9993 001	1.00-	39,560-		17,983-	57,543-	0.00	57,543-
C9994 001	1.00-	39,560-		17,983-	57,543-	0.00	57,543-
C9995 001	1.00-	39,560-		17,983-	57,543-	0.00	57,543-
C9996 001	1.00-	39,560-		17,983-	57,543-	0.00	57,543-
C9997 001	1.00-	39,560-		17,983-	57,543-	0.00	57,543-
C9998 001	1.00-	39,560-		17,983-	57,543-	0.00	57,543-
C9999 001	1.00-	39,560-		17,983-	57,543-	0.00	57,543-

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PGM: LICNSNG/CNSMER PROTEC	43500000
INSURANCE FRAUD	43500300
PUBLIC PROTECTION	12
CONSUMER SAFETY/PROTECTION	<u>1205.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCE FIELD OFFICE LAW ENFORCEMENT	
PERSONNEL	33V8120

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							
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							1,048,870-
	18.00-	726,864-		322,006-	1,048,870-		1,048,870-
	=====	=====	=====	=====	=====		=====

REDUCE CRIME INTELLIGENCE ANALYSTS							33V8130
SALARY RATE							000000
SALARY RATE.....	66,587-						
	=====						
SALARIES AND BENEFITS	2.00-						010000
INSURANCE REG TF.....	91,547-						2393
	=====						
EXPENSES							040000
INSURANCE REG TF.....	3,600-						2393
	=====						
TOTAL: REDUCE CRIME INTELLIGENCE ANALYSTS							33V8130
TOTAL POSITIONS.....	2.00-						
TOTAL ISSUE.....	95,147-						
TOTAL SALARY RATE.....	66,587-						
	=====						

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43500000
 43500300
 12
 1205.00.00.00
 33V0000
 33V8130

FINANCIAL SERVICES
 PGM: LICNSNG/CNSMER PROTEC
 INSURANCE FRAUD
 PUBLIC PROTECTION
 CONSUMER SAFETY/PROTECTION
 PROGRAM REDUCTIONS
 REDUCE CRIME INTELLIGENCE ANALYSTS

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						
TOTALS FOR ISSUE BY FUND						
						91,547-
2.00-	66,587-		24,960-	91,547-		91,547-
=====	=====	=====	=====	=====		=====

 TOTAL: CONSUMER SAFETY/PROTECTION 1205.00.00.00
 BY FUND TYPE
 TRUST FUNDS..... 23.00-
 SALARY RATE..... 1,304,926- 2000
 861,842-
 =====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
CONSUMER ASSISTANCE		43500400
PUBLIC PROTECTION		12
CONSUMER SAFETY/PROTECTION		1205.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE NON-MISSION CRITICAL POSITIONS		33V9100
SALARY RATE		000000
SALARY RATE.....	200,772-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	5.50- 278,743-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	10,944-	2393
	=====	
TOTAL: REDUCE NON-MISSION CRITICAL POSITIONS		33V9100
TOTAL POSITIONS.....	5.50-	
TOTAL ISSUE.....	289,687-	
TOTAL SALARY RATE.....	200,772-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #005

IT COMPONENT? NO

Reference to Long-Range Program Plan: Goal 2 - Protect the health, safety and welfare of the public.

This reduction includes vacant positions in the Bureau of Consumer Assistance, the Bureau of Education, Advocacy & Research, Records Unit. The 5.5 positions in the proposed reduction respond to an average of 389 consumer assistance calls per month, per position or, more than 4,600 calls per year, provide staff assistance and perform data review and other functions related to the fulfillment of public records requests. The reduction consists of four staff FTE and one supervisory position. The elimination of vacant positions would result in a reduction of \$278,743 in salaries & benefits and an additional \$10,944 in expenses funding. The elimination of the vacant positions will have a minimal impact on the Division's ability to perform its mission critical functions. This reduction should have no adverse impact on Floridians. There is no revenue impact associated with the proposed reduction. This program did not have a reduction in the most recent budget bill.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
CONSUMER ASSISTANCE		43500400
PUBLIC PROTECTION		12
CONSUMER SAFETY/PROTECTION		1205.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE NON-MISSION CRITICAL POSITIONS		33V9100

Currently, 74.5 FTE are dedicated to performing this function, the proposed 5.5 FTE reduction represents a 13.55% reduction in this program and a 19.36% reduction to the division as a whole. The reduction of \$289,687 is 3.30% of the Division's overall operating budget, of \$8,781,596, in the Insurance Regulatory Trust Fund.

This issue has also been included for consideration in the department's legislative budget request as a D3-A issue.

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							
C9993 001	1.00-	36,467-		13,960-	50,427-	0.00	50,427-
C9995 001	1.00-	32,696-		13,485-	46,181-	0.00	46,181-
C9996 001	1.00-	29,344-		13,065-	42,409-	0.00	42,409-
C9997 001	1.00-	29,344-		13,065-	42,409-	0.00	42,409-
C9998 001	0.50-	26,540-		8,023-	34,563-	0.00	34,563-
C9999 001	1.00-	46,381-		16,373-	62,754-	0.00	62,754-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							278,743-
	5.50-	200,772-		77,971-	278,743-		278,743-
	=====	=====	=====	=====	=====		=====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
CONSUMER ASSISTANCE		43500400
PUBLIC PROTECTION		12
CONSUMER SAFETY/PROTECTION		1205.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE COMMUNITY OUTREACH PROGRAM		
POSITION(S)		33V9110
SALARY RATE		000000
SALARY RATE.....	69,163-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	2.00- 100,044-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	3,888-	2393
	=====	
TOTAL: REDUCE COMMUNITY OUTREACH PROGRAM		33V9110
POSITION(S)		
TOTAL POSITIONS.....	2.00-	
TOTAL ISSUE.....	103,932-	
TOTAL SALARY RATE.....	69,163-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #006

IT COMPONENT? NO

Reference to Long-Range Program Plan: Goal 2- Protect the health, safety and welfare of the public.

This is a proposed reduction to the Community Outreach program. The elimination of two FTE positions will result in a reduction of \$100,044 in salaries & benefits, an additional \$3,888 in expenses. These positions provide outreach and education to consumers and perform communication-related functions on behalf of the division and the communications office. The outreach functions within the Community Outreach Program were eliminated, effective August 1, 2011. The division will continue to provide consumer education through the use of its website and other innovative and technological tools. The communication functions can be absorbed by existing FTEs, thus the elimination of these FTE positions will have a minimal impact on the Division's ability to educate consumers and no adverse impact on Floridians. There is no revenue impact associated with this reduction. This area was reduced 1 FTE and \$52,228 in the FY 2011-2012 General Appropriations Act.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
CONSUMER ASSISTANCE		43500400
PUBLIC PROTECTION		12
CONSUMER SAFETY/PROTECTION		1205.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE COMMUNITY OUTREACH PROGRAM		
POSITION(S)		33V9110

The total reduction of \$103,932 represents 2 of 6 total FTE who perform this function or 33.3% of the program workforce and 1.65% of the Division workforce of 106.5 FTE. The total proposed reduction is 28.83% of the programs cost, which is approximately \$360,549 annually; and 1.18% of the Division's overall operating budget, of \$8,781,596, in the Insurance Regulatory Trust Fund.

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							
C9984 001	1.00-	32,696-		16,921-	49,617-	0.00	49,617-
C9994 001	1.00-	36,467-		13,960-	50,427-	0.00	50,427-
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							100,044-
	2.00-	69,163-		30,881-	100,044-		100,044-

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
CONSUMER ASSISTANCE		43500400
PUBLIC PROTECTION		12
CONSUMER SAFETY/PROTECTION		1205.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCTIONS TO THE OFFICE OF THE DIRECTOR		33V9130
SALARY RATE		000000
SALARY RATE.....	46,381-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	1.00- 66,840-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	1,944-	2393
	=====	
TOTAL: REDUCTIONS TO THE OFFICE OF THE DIRECTOR		33V9130
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	68,784-	
TOTAL SALARY RATE.....	46,381-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #035

IT COMPONENT? NO

Reference to Long-Range Program Plan: Goal 5 - The Department will strive for organizational excellence by promoting and encouraging continuous improvement.

The Office of the Director, Program Management was started in 1990. The elimination of one FTE will result in a reduction of \$66,840 in salaries & benefits and an additional \$1,944 in expenses. The FTE performs project management and consumer advocate functions that can be absorbed by remaining FTEs, thus the elimination of the FTE position will have a minimal impact on the Division's ability to perform its mission critical functions. This reduction will have no adverse impact on Floridians. This reduction will not impact revenues. This program area did not take a reduction in the most recent budget.

The total of one FTE and \$68,784 represent 100% of the Program workforce budget to currently perform this function. This

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES

FINANCIAL SERVICES	43000000
PGM: LICNSNG/CNSMER PROTEC	43500000
CONSUMER ASSISTANCE	43500400
PUBLIC PROTECTION	12
CONSUMER SAFETY/PROTECTION	<u>1205.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCTIONS TO THE OFFICE OF THE DIRECTOR	33V9130

is 0.94% of the Division workforce and 0.78% of the Division's overall operating budget, of \$8,781,596, in the Insurance Regulatory Trust Fund.

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							
C9992 001	1.00-	46,381-		20,459-	66,840-	0.00	66,840-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							66,840-
	-----	-----	-----	-----	-----	-----	-----
	1.00-	46,381-		20,459-	66,840-		66,840-
	=====	=====	=====	=====	=====	=====	=====

REDUCE TO THE BUREAU OF EDUCATION		
ADVOCACY AND RESEARCH		33V9140
SALARY RATE		000000
SALARY RATE.....	85,428-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	3.00- 127,726-	2393
	=====	

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
CONSUMER ASSISTANCE		43500400
PUBLIC PROTECTION		12
CONSUMER SAFETY/PROTECTION		1205.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE TO THE BUREAU OF EDUCATION		
ADVOCACY AND RESEARCH		33V9140
EXPENSES		040000
INSURANCE REG TF.....	5,832-	2393
	=====	
TOTAL: REDUCE TO THE BUREAU OF EDUCATION		33V9140
ADVOCACY AND RESEARCH		
TOTAL POSITIONS.....	3.00-	
TOTAL ISSUE.....	133,558-	
TOTAL SALARY RATE.....	85,428-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #036

IT COMPONENT? NO

Reference to Long-Range Program Plan: Goal 3 - The Department will actively engage, listen to and strive to satisfy our customers.

The Bureau of Education, Advocacy & Research, Records Unit was started in 2006. The elimination of three FTE will result in a reduction of \$127,726 in salaries & benefits and an additional \$5,832 in expenses. These positions provide staff assistance and perform data review and other functions related to the fulfillment of public records requests. These functions can be absorbed by remaining FTEs, thus the elimination of the FTE positions will have a minimal impact on the Division's ability to perform its mission critical functions. This reduction should have no adverse impact on Floridians and has no associated revenue impact. This program was reduced by FTE and \$41,054 in the FY 2011-2012 General Appropriations Act.

There are currently five FTE performing this function, this reduction would be a 60% reduction in workforce for the program and 2.82% of the division workforce. The reduction in budget is 57.8% of the estimated \$230,876 program costs and 1.52% of the Division's overall operating budget, of \$8,781,596, in the Insurance Regulatory Trust Fund.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43500000
 43500400
 12
 1205.00.00.00
 33V0000
 33V9140

FINANCIAL SERVICES
 PGM: LICNSNG/CNSMER PROTEC
 CONSUMER ASSISTANCE
 PUBLIC PROTECTION
 CONSUMER SAFETY/PROTECTION
 PROGRAM REDUCTIONS
 REDUCE TO THE BUREAU OF EDUCATION
 ADVOCACY AND RESEARCH

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							
C9989 001	1.00-	25,479-		16,015-	41,494-	0.00	41,494-
C9990 001	1.00-	36,467-		17,396-	53,863-	0.00	53,863-
C9991 001	1.00-	23,482-		8,887-	32,369-	0.00	32,369-
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							127,726-
	3.00-	85,428-		42,298-	127,726-		127,726-

REDUCE SUPPORT STAFF FOR HELP LINE
 UNITS

SALARY RATE 33V9150
 SALARY RATE..... 139,726- 000000
 =====

SALARIES AND BENEFITS

4.00- 010000
 INSURANCE REG TF..... 197,121- 2393
 =====

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
CONSUMER ASSISTANCE		43500400
PUBLIC PROTECTION		12
CONSUMER SAFETY/PROTECTION		1205.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE SUPPORT STAFF FOR HELP LINE		
UNITS		33V9150
EXPENSES		040000
INSURANCE REG TF.....	7,776-	2393
	=====	
TOTAL: REDUCE SUPPORT STAFF FOR HELP LINE		33V9150
UNITS		
TOTAL POSITIONS.....	4.00-	
TOTAL ISSUE.....	204,897-	
TOTAL SALARY RATE.....	139,726-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #033

IT COMPONENT? NO

Reference to Long-Range Program Plan: Goal 2- Protect the health, safety and welfare of the public.

The Bureau of Consumer Assistance was started in 1990. The elimination of four FTE will result in a reduction of \$197,121 in salaries & benefits and an additional \$7,773 in expenses. These positions provide staff assistance and perform management functions for the Consumer Helpline Units. These functions can be absorbed by remaining FTEs, thus the elimination of these FTE will have a minimal impact on the division's ability to perform its mission critical functions. There is no adverse impact on Floridians as a result of this reduction and no revenue impact. This program area was not reduced in the most recent budget.

There are currently 13 FTE who perform this function within the program area. This reduction would be a 30.77% program-level reduction and a 3.76% division-level reduction in workforce. The budget reduction represents a 27.95% of the estimated \$733,080 total program cost and 2.33% of the Division's overall operating budget, of \$8,781,596, in the Insurance Regulatory Trust Fund.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PGM: LICNSNG/CNSMER PROTEC	43500000
CONSUMER ASSISTANCE	43500400
PUBLIC PROTECTION	12
CONSUMER SAFETY/PROTECTION	<u>1205.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCE SUPPORT STAFF FOR HELP LINE	
UNITS	33V9150

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							
C9986 001	1.00-	23,482-		9,002-	32,484-	0.00	32,484-
C9988 001	1.00-	23,482-		15,764-	39,246-	0.00	39,246-
C9985 001	1.00-	46,381-		12,170-	58,551-	0.00	58,551-
C9987 001	1.00-	46,381-		20,459-	66,840-	0.00	66,840-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							197,121-

	4.00-	139,726-		57,395-	197,121-		197,121-
=====							

REDUCE OTHER PERSONAL SERVICES		
CATEGORY		33V9200
OTHER PERSONAL SERVICES		030000
INSURANCE REG TF.....	17,500-	2393
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #007

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
CONSUMER ASSISTANCE		43500400
PUBLIC PROTECTION		12
CONSUMER SAFETY/PROTECTION		1205.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE OTHER PERSONAL SERVICES		
CATEGORY		33V9200

Reference to Long-Range Program Plan: Goal 5 - The Department will strive for organizational excellence by promoting and encouraging continuous improvement.

The Division currently funds one OPS position at a projected annual cost of \$46,000. A reduction of \$17,500, or approximately 17% of the total OPS budget, will leave the division with a minimal surplus of OPS funding and will not impact the division's ability to perform its mission critical functions. There is no impact to Floridians and no revenue impact associated with this reduction. This program was reduced by \$65,000 in the FY 2011-2012 General Appropriations Act.

This is 17.04% reduction in the OPS budget and a 0.20% of the Division's overall operating budget, of \$8,781,596, in the Insurance Regulatory TF. The current OPS appropriation is \$102,731 (Insurance Regulatory Trust Fund only).

This issue has also been included for consideration in the department's legislative budget request as a D3-A issue.

STATE FUNDING REDUCTIONS		3300000
REDUCE EXCESS BUDGET AUTHORITY		3305030
SALARY RATE		000000
SALARY RATE.....	320,390-	
	=====	
SALARIES AND BENEFITS		010000
ADMINISTRATIVE TRUST FUND	30,714-	2021
FINANCIAL INST REG TF	33,024-	2275
REGULATORY TRUST FUND	296,893-	2573

TOTAL APPRO.....	360,631-	
	=====	
EXPENSES		040000
ADMINISTRATIVE TRUST FUND	16,463-	2021
REGULATORY TRUST FUND	23,655-	2573

TOTAL APPRO.....	40,118-	
	=====	

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
CONSUMER ASSISTANCE		43500400
PUBLIC PROTECTION		12
CONSUMER SAFETY/PROTECTION		1205.00.00.00
STATE FUNDING REDUCTIONS		3300000
REDUCE EXCESS BUDGET AUTHORITY		3305030
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
ADMINISTRATIVE TRUST FUND	120-	2021
FINANCIAL INST REG TF	355-	2275
REGULATORY TRUST FUND	2,766-	2573
TOTAL APPRO.....	3,241-	
TOTAL: REDUCE EXCESS BUDGET AUTHORITY		3305030
TOTAL ISSUE.....	403,990-	
TOTAL SALARY RATE.....	320,390-	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #008

IT COMPONENT? NO

Reference to Long-Range Program Plan: Goal 1 - The department will be a vigilant steward of the state's resources.

This issue reduces \$403,990 in unused budget authority from the Division of Consumer Assistance's base budget across multiple funds and categories. Specifically, the division has determined: \$30,714 in salaries and benefits (S&B); \$16,463 in expenses (EXP); and \$120 in contracted services (CS) from the Administrative Trust Fund; \$33,024 in S&B; and \$355 in CS from the Financial Institutions Regulatory Trust Fund; and \$296,893 in S&B; \$23,655 in EXP; and \$2,766 in CS from the Regulatory Trust Fund.

This budget was originally approved by the legislature during the merger of the former Department of Insurance and the Department of Banking and Finance. Subsequently, the functions and services provided by the division have been revised and the funding sources have become inappropriate. The division does not currently make expenditures from these funding sources and the budget has been determined to be unneeded.

This issue has also been included for consideration in the Department's legislative budget request as a D3-A issue.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: LICNSNG/CNSMER PROTEC		43500000
CONSUMER ASSISTANCE		43500400
PUBLIC PROTECTION		12
CONSUMER SAFETY/PROTECTION		<u>1205.00.00.00</u>
STATE FUNDING REDUCTIONS		3300000
REDUCE EXCESS BUDGET AUTHORITY		3305030

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							
RA01 RATE & SALARY ADJ - BENEFITS NO FTE							
C9997 001	0.00	263,764-		33,129-	296,893-	0.00	296,893-
C9998 001	0.00	29,339-		3,685-	33,024-	0.00	33,024-
C9999 001	0.00	27,287-		3,427-	30,714-	0.00	30,714-
TOTALS FOR ISSUE BY FUND							
2573 REGULATORY TRUST FUND							296,893-
2275 FINANCIAL INST REG TF							33,024-
2021 ADMINISTRATIVE TRUST FUND							30,714-
	0.00	320,390-		40,241-	360,631-		360,631-

 TOTAL: CONSUMER SAFETY/PROTECTION 1205.00.00.00
 BY FUND TYPE

TRUST FUNDS.....	15.50-						2000
SALARY RATE.....		1,222,348-					
		861,860-					

=====

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

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
REDUCE CONTRACTED SERVICES		33V1300
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777

REGULATORY TRUST FUND..... 22,000- 2573
 =====

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #076

This issue reduces the contracted services category by \$22,000 from \$135,325 to \$113,325 which represents a 16.25% reduction. In Fiscal Years 2009-10 and FY 2010-11 the contracted services appropriation was \$149,425, in the current FY 2011-12 the appropriation has been reduced by \$37,558 to \$113,325. For the last two fiscal years the divisions reversions for contracted services category have averaged just over \$50,000.

REDUCE EXPENSES		33V1310
EXPENSES		040000

REGULATORY TRUST FUND..... 30,000- 2573
 =====

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #050

This issue proposes a reduction in the expenses category of \$30,000 from \$398,172 to \$368,172, which represents a 7.53% reduction in appropriation. The division has reduced costs for travel, office supplies, paper, toner, etc. These steps have resulted in excess budget that could be reduced. In the past three fiscal years the appropriation has been reduced by \$37,558. In FY 2009 reversions totaled \$24,700 and FY 2010 reversions \$191,441

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
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 OF VACANT POSITIONS		33V1320
SALARY RATE		000000
SALARY RATE.....	104,054-	
	=====	
SALARIES AND BENEFITS		010000
REGULATORY TRUST FUND.....	3.00- 145,258-	2573
	=====	
EXPENSES		040000
REGULATORY TRUST FUND.....	5,400-	2573
	=====	
TOTAL: REDUCTION OF VACANT POSITIONS		33V1320
TOTAL POSITIONS.....	3.00-	
TOTAL ISSUE.....	150,658-	
TOTAL SALARY RATE.....	104,054-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #077

IT COMPONENT? NO

This issue proposes the reduction of three positions in the Division of Funeral and Cemetery. Currently the division has 23 FTE and 4 positions are vacant. This reduction is a 12.5% reduction of FTE for the division. The elimination the three vacant staff positions results in a reduction \$150,658. Annually, the division processes approximately 3,300 license original and renewal applications, conducts 1,400 inspections, and handles 390 complaints. The division will only respond to complaints involving actual negligence, mishandling of human remains and complaints meeting certain thresholds. For example, the division will not investigate the following types of complaints: (a) cemetery grounds not properly maintained; (b) merchandise delivery delay of less than 180 days; (c) contact disputes, less than \$5,000; (d) poor customer service (e.g., rude, did not return calls, etc.); (e) competitor complaints involving no significant consumer harm. Eleven FTE currently perform this function, in addition to handling consumer complaints, these FTEs perform other job functions, including conducting inspections and examinations.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43500000
 43500500
 12
 1204.00.00.00
 33V0000
 33V1320

FINANCIAL SERVICES
 PGM: LICNSNG/CNSMER PROTEC
 FUNERAL/CEMETERY SERVICES
 PUBLIC PROTECTION
 REGULATION AND LICENSING
 PROGRAM REDUCTIONS
 REDUCTION OF VACANT POSITIONS

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							
C9968 001	1.00-	32,697-		13,485-	46,182-	0.00	46,182-
C9969 001	1.00-	32,697-		13,485-	46,182-	0.00	46,182-
C9970 001	1.00-	38,660-		14,234-	52,894-	0.00	52,894-

TOTALS FOR ISSUE BY FUND							
2573 REGULATORY TRUST FUND							145,258-
	3.00-	104,054-		41,204-	145,258-		145,258-
	=====	=====	=====	=====	=====		=====

 TOTAL: REGULATION AND LICENSING 1204.00.00.00
 BY FUND TYPE
 TRUST FUNDS..... 3.00- 202,658- 2000
 SALARY RATE..... 104,054-
 =====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	

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
REDUCE SUPPORT STAFF		33V6100
SALARY RATE		000000
SALARY RATE.....	70,449-	
	=====	
SALARIES AND BENEFITS		010000
GENERAL REVENUE FUND	39,247-	1000
INSURANCE REG TF	71,732-	2393

TOTAL POSITIONS.....	3.00-	
TOTAL APPRO.....	110,979-	
	=====	
EXPENSES		040000
GENERAL REVENUE FUND	1,800-	1000
INSURANCE REG TF	3,600-	2393

TOTAL APPRO.....	5,400-	
	=====	
TOTAL: REDUCE SUPPORT STAFF		33V6100
TOTAL POSITIONS.....	3.00-	
TOTAL ISSUE.....	116,379-	
TOTAL SALARY RATE.....	70,449-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #078

The elimination of three support positions will result in a reduction of \$110,979 in salaries & benefits and an additional \$5,400 in expenses appropriation. The three positions perform functions that can be absorbed by the division's remaining FTE. This reduction would have minimal impact on the division's ability to perform its mission critical functions.

The Division of Public Assistance Fraud (PAF) was created in 1974 in the State Auditor General's Office and was transferred to the Department of Financial Services in January of 2010. In FY 2010-11 PAF received and processed over 42,000 fraud allegations for consideration; completed 2,335 investigations resulting in \$6,749,260 identified fraud, plus

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
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
REDUCE SUPPORT STAFF		33V6100

an additional \$15,429,000 in benefits retained by the state due to ineligible recipients being denied benefits as a result of penalties from program violations and prosecutions. Currently 1 out of every 7 Florida citizens receives SNAP benefits. This reduction would allow more fraud and abuse to occur unchecked, making fewer benefits available to the eligible recipients and would ultimately reduce our ability to identify and combat fraud in the Supplemental Nutrition Assistance Program (SNAP), Cash Assistance, and Medicaid programs. No other State Agency has direct responsibility for investigation of public assistance fraud committed by the recipients of the benefits. The Attorney General only investigates Medicaid Fraud committed by Providers. There are no private entities who investigate these public assistance programs.

The division has 63 FTE; this would be a 4.8 % reduction to the division's staff. Currently there are four FTE performing in this function, this proposed reduction would be a 75 % reduction in those positions performing these support functions. This would be a 1.89% reduction in the total operating budget of \$6,161,011.

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							
C9886 001	1.00-	23,483-		15,764-	39,247-	0.00	39,247-
C9887 001	1.00-	23,483-		9,002-	32,485-	0.00	32,485-
C9888 001	1.00-	23,483-		15,764-	39,247-	0.00	39,247-

TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							71,732-
1000 GENERAL REVENUE FUND							39,247-
	3.00-	70,449-		40,530-	110,979-		110,979-
	=====	=====	=====	=====	=====		=====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
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
REDUCE FINANCIAL CRIMES		
INVESTIGATORS		33V6110
SALARY RATE		000000
SALARY RATE.....	158,715-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	5.00- 216,795-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	9,000-	2393
	=====	
TOTAL: REDUCE FINANCIAL CRIMES		33V6110
INVESTIGATORS		
TOTAL POSITIONS.....	5.00-	
TOTAL ISSUE.....	225,795-	
TOTAL SALARY RATE.....	158,715-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #079

IT COMPONENT? NO

The elimination of five Financial Crime Investigator positions would result in a reduction of \$216,795 in salaries & benefits and an additional \$9,000 in expenses appropriation. A matrix will be used to identify the five positions to be reduced.

The Division of Public Assistance Fraud (PAF) was created in 1974 in the State Auditor General's Office and was transferred to the Department of Financial Services in January of 2010. In FY 2010-11 PAF received and processed over 42,000 fraud allegations for consideration; completed 2,335 investigations resulting in \$6,749,260 identified fraud, plus an additional \$15,429,000 in benefits retained by the state due to ineligible recipients being denied benefits as a result of penalties from program violations and prosecutions. Currently 1 out of every 7 Florida citizens receives SNAP benefits. This reduction would allow more fraud and abuse to occur unchecked, making fewer benefits available to the eligible recipients and would ultimately reduce our ability to identify and combat fraud in the Supplemental Nutrition Assistance Program (SNAP), Cash Assistance, and Medicaid programs. No other State Agency has direct responsibility for

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
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
REDUCE FINANCIAL CRIMES		
INVESTIGATORS		33V6110

investigation of public assistance fraud committed by the recipients of the benefits. The Attorney General only investigates Medicaid Fraud committed by Providers. There are no private entities who investigate these public assistance programs.

The division currently has 63 FTE. The proposed reduction represents a 7.94% FTE reduction to the division. Currently, there are 40 FTE in this job class making this proposed reduction a 12.50% reduction in the positions performing this function. This is not a program specific reduction, but a reduction in the investigator positions of the division and will impact the division's ability to fulfill its mission. This is a 3.66% reduction in the total budget of \$6,161,011.

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							
C9881 001	1.00-	27,927-		9,560-	37,487-	0.00	37,487-
C9882 001	1.00-	32,697-		10,159-	42,856-	0.00	42,856-
C9883 001	1.00-	32,697-		16,921-	49,618-	0.00	49,618-
C9884 001	1.00-	32,697-		9,999-	42,696-	0.00	42,696-
C9885 001	1.00-	32,697-		11,441-	44,138-	0.00	44,138-
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							
	5.00-	158,715-		58,080-	216,795-		216,795-

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
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
REDUCE INVESTIGATIONS MANAGERS		33V6120
SALARY RATE		000000
SALARY RATE.....	92,764-	
	=====	
SALARIES AND BENEFITS		010000
INSURANCE REG TF.....	2.00- 133,228-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	3,600-	2393
	=====	
TOTAL: REDUCE INVESTIGATIONS MANAGERS		33V6120
TOTAL POSITIONS.....	2.00-	
TOTAL ISSUE.....	136,828-	
TOTAL SALARY RATE.....	92,764-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #080

The elimination of two Investigation Managers that will become vacant as a result of retirement during FY 2012-2013 will result in a reduction of \$133,228 in salaries & benefits and an additional \$3,600 in expenses appropriation. Current staff will be reassigned to other available managers for supervision.

The Division of Public Assistance Fraud (PAF) was created in 1974 in the State Auditor General's Office and was transferred to the Department of Financial Services in January of 2010. In FY 2010-11 PAF received and processed over 42,000 fraud allegations for consideration; completed 2,335 investigations resulting in \$6,749,260 identified fraud, plus an additional \$15,429,000 in benefits retained by the state due to ineligible recipients being denied benefits as a result of penalties from program violations and prosecutions. Currently 1 out of every 7 Florida citizens receives SNAP benefits. This reduction would allow more fraud and abuse to occur unchecked, making fewer benefits available to the eligible recipients and would ultimately reduce our ability to identify and combat fraud in the Supplemental Nutrition Assistance Program (SNAP), Cash Assistance, and Medicaid programs. No other State Agency has direct responsibility for investigation of public assistance fraud committed by the recipients of the benefits. The Attorney General only investigates Medicaid Fraud committed by Providers. There are no private entities who investigate these public assistance programs.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
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
REDUCE INVESTIGATIONS MANAGERS		33V6120

The division currently has 63 FTE. The proposed reduction represents a 3.17% reduction to the division staffing. Currently there are ten FTE performing this function; the propose reduction is a 20% reduction in the class. This is not a program specific reduction but a reduction in the supervisor positions and will impact the division's ability to perform its mission. This is a 2.22% reduction in the total budget of \$6,161,011.

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							
C9879 001	1.00-	46,382-		20,232-	66,614-	0.00	66,614-
C9880 001	1.00-	46,382-		20,232-	66,614-	0.00	66,614-
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							133,228-
	2.00-	92,764-		40,464-	133,228-		133,228-

TOTAL: CONSUMER SAFETY/PROTECTION							<u>1205.00.00.00</u>
BY FUND TYPE							
GENERAL REVENUE FUND		41,047-					1000
TRUST FUNDS		437,955-					2000
TOTAL POSITIONS.....	10.00-						
TOTAL PROG COMP.....		479,002-					
TOTAL SALARY RATE.....		321,928-					

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: WORKERS' COMPENSATION		43600000
WORKERS' COMPENSATION		43600100
ECONOMIC OPPORTUNITIES		11
WORKERS' COMPENSATION		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCTION IN EXPENSES ASSOCIATED WITH FIELD OFFICE CLOSURES AND LEASED SPACE REDUCTION EXPENSES		33V1100 040000
WORKERS' COMP ADMIN TF.....	189,000-	2795
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

PRIORITY #009

LAW CHANGE REQUIRED: May Require Legislative Proviso language in support of cancelling any lease(s) that a landlord refuses to negotiate early termination from. Proviso must state "no funding" by specific lease number.

The Division of Workers' Compensation currently has field office leases in 16 locations throughout Florida that house employees from the Bureau of Compliance, Bureau of Monitoring and Audit, and Bureau of Employee Assistance. The division is proposing closing seven field office locations (Panama City, Plantation, Ocala, Port Richey, Sarasota, St. Augustine, Cocoa Beach) and reducing square footage leased in one location (Orlando). The field office closings will result in the reduction of office locations where the public may visit to obtain services from the division. Services would continue to be provided through the remaining field office locations and the Tallahassee central office. There are no other public or private entities that perform the regulatory activities outlined in Chapter 440, Florida Statutes.

For Fiscal Year 2011-12, the Division of Workers' Compensation saw a reduction of \$1,602,832 in overall budget and 26 FTE. None of this reduction was directly related to leases however positions located in some of these locations were abolished. The specific leases impacted by this issue are as follows:

- 430:0164 - Diamond Professional Suites - Cocoa - Expires (5/30/2013)
- 430:0151 - Regency Office - New Port Richey - Expires (4/30/2012)
- 430:0143 - Oak Brook Professional Center - Ocala - Expires (4/30/2013)
- 430:0145 - Forrest Park Office Center - Panama City - Expires (2/28/2012)
- 430:0161 - Atrium Executive Plaza - Plantation - Expires (12/31/2012)
- 430:0153 - Live Oak Business Center - Sarasota - Expires (8/31/2012)
- 430:0155 - City of Saint Augustine - St. Augustine - Expires (3/31/2015)

The division currently spends \$2,314,107 for leases. This would be an approximate 8% reduction in lease expenditures.

This issue is linked to issue code 33V1210.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: WORKERS' COMPENSATION		43600000
WORKERS' COMPENSATION		43600100
ECONOMIC OPPORTUNITIES		11
WORKERS' COMPENSATION		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCTION IN EXPENSES ASSOCIATED WITH FIELD OFFICE CLOSURES AND LEASED SPACE REDUCTION		33V1100

This issue is linked to issue code 33V1140.

REDUCTION IN THE OFFICE OF DATA QUALITY AND COLLECTIONS		33V1110
SALARY RATE		000000
SALARY RATE.....	158,185-	
	=====	
SALARIES AND BENEFITS		010000
WORKERS' COMP ADMIN TF.....	6.00- 248,178-	2795
	=====	
EXPENSES		040000
WORKERS' COMP ADMIN TF.....	10,800-	2795
	=====	
TOTAL: REDUCTION IN THE OFFICE OF DATA QUALITY AND COLLECTIONS		33V1110
TOTAL POSITIONS.....	6.00-	
TOTAL ISSUE.....	258,978-	
TOTAL SALARY RATE.....	158,185-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

PRIORITY #010

The Bureau of Data Quality and Collection within the Division of Workers' Compensation handles collection of medical, claims and proof of coverage data. In the early 1980's, the division began to accept data electronically. During FY 2010-11, the Bureau of Data Quality and Collection received over 5.3 million claims and medical transactions and over 715,000 Proof of Coverage filings via electronic filing. Due to the reduction in paper filings, the remaining five positions of the Benefits Section and one position within the Electronic Document Management (EDM) Section are

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: WORKERS' COMPENSATION		43600000
WORKERS' COMPENSATION		43600100
ECONOMIC OPPORTUNITIES		11
WORKERS' COMPENSATION		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCTION IN THE OFFICE OF DATA QUALITY AND COLLECTIONS		33V1110

recommended for deletion. These positions are currently performing day-to-day quality control tasks including but not limited to validating imaged/scanned document accuracy, data accuracy reviews, and cross matching various databases within the bureau to link corresponding accident records. Reduction of these positions will result in staffing resources not being available to follow-up with the insurance community to correct form filing deficiencies resulting in a decrease in insurer compliance with accurate form filings and missing data. There will be no direct impact to Floridians as a result of these reductions and there is no revenue impact. There are no other public or private entities who handle these specific types of services.

For Fiscal Year 2011-12, the Division of Workers' Compensation saw a reduction of \$1,602,832 in overall budget and 26 FTE, including seven FTE and \$292,921 in budget eliminated from the Bureau of Data Quality and Collection.

The division currently has 316 FTE, with five FTE devoted to the benefits function and five FTE devoted to the EDM function. Elimination of the five FTE in the Benefits Section will abolish that section. Elimination of one FTE in the EDM Section will be a 20% reduction of that section and a 17% savings in the budget associated with this function. The total amount reduced in this issue is \$258,978 and includes salaries & benefits and expenses.

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							
C9928 001	1.00-	25,480-		9,253-	34,733-	0.00	34,733-
C9929 001	1.00-	26,541-		16,148-	42,689-	0.00	42,689-
C9930 001	1.00-	26,541-		16,148-	42,689-	0.00	42,689-
C9931 001	1.00-	26,541-		16,148-	42,689-	0.00	42,689-
C9932 001	1.00-	26,541-		16,148-	42,689-	0.00	42,689-
C9933 001	1.00-	26,541-		16,148-	42,689-	0.00	42,689-

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PGM: WORKERS' COMPENSATION	43600000
WORKERS' COMPENSATION	43600100
ECONOMIC OPPORTUNITIES	11
WORKERS' COMPENSATION	<u>1102.02.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCTION IN THE OFFICE OF DATA QUALITY AND COLLECTIONS	33V1110

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							
TOTALS FOR ISSUE BY FUND							
2795 WORKERS' COMP ADMIN TF							248,178-
	6.00-	158,185-		89,993-	248,178-		248,178-
	=====	=====	=====	=====	=====		=====

REDUCTION IN THE OPERATING CAPITAL	
OUTLAY CATEGORY	33V1120
OPERATING CAPITAL OUTLAY	060000
WORKERS' COMP ADMIN TF.....	2795
	100,000-
	=====

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO

PRIORITY #011

For Fiscal Year 2010-2011, the division spent \$72,343.42 or 36% of the allocated Operating Capital Outlay (OCO) funds. The division does not anticipate an immediate need for significant replacement of equipment from the OCO category and is proposing a reduction of \$100,000 in OCO appropriation. There will be no direct impact to Floridians as a result of this reduction.

For Fiscal Year 2011-12, the Division of Workers' Compensation saw a reduction of \$1,602,832 in overall budget and 26 FTE. None of this reduction was directly related to its OCO appropriation.

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: WORKERS' COMPENSATION		43600000
WORKERS' COMPENSATION		43600100
ECONOMIC OPPORTUNITIES		11
WORKERS' COMPENSATION		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCTION IN THE OPERATING CAPITAL		
OUTLAY CATEGORY		33V1120

The division currently has a recurring OCO appropriation of \$200,021 for the Workers' Compensation Administration Trust Fund. A reduction of \$100,000 would be 49.9% reduction in the OCO appropriation.

REDUCTION ASSOCIATED WITH CHANGING THE SPECIAL DISABILITY TRUST FUND ACTUARIAL STUDY FROM ANNUAL TO ONE EVERY THREE YEARS		33V1130
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
WORKERS' COMP SPEC DISAB TF.....	50,000-	2798

=====

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO

PRIORITY #012

LAW CHANGE REQUIRED: Required Statutory Change to 440.49(9)(e), F.S.

The Special Disability Trust Fund office of the Division of Workers' Compensation is currently required by s.440.49(9)(e), F.S., to produce an actuarial study of the liabilities of the Special Disability Trust Fund (SDTF) on an annual basis. The division has proposed a statutory change requiring the actuarial study be submitted every three years, as opposed to annually. The approximate cost to produce this study, on an annual basis, is \$50,000. If the statutory change is made, the division will only need the additional funding every third year, beginning in Fiscal Year 2013-2014.

The division's current appropriation in the SDTF contracted services category is \$86,360. If the division's appropriation is permanently reduced by \$50,000, the division would not have sufficient funds in the contracted services category to pay for the study in the years where the report is statutorily required. Therefore, the department will submit a budget issue, beginning in the Fiscal Year 2013-2014 Legislative Budget Request, for non-recurring appropriation specifically to cover the estimated cost of the required actuarial study. Over each three year period, this will save approximately \$100,000.

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		
		43000000
PGM: WORKERS' COMPENSATION		43600000
WORKERS' COMPENSATION		43600100
ECONOMIC OPPORTUNITIES		11
WORKERS' COMPENSATION		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCTION ASSOCIATED WITH CHANGING		
THE SPECIAL DISABILITY TRUST FUND		
ACTUARIAL STUDY FROM ANNUAL TO ONE		
EVERY THREE YEARS		33V1130

For Fiscal Year 2011-12, the Division of Workers' Compensation saw a reduction of \$1,602,832 in overall budget and 26 FTE. None of this reduction was directly related to SDTF contract services appropriation.

REDUCTION OF SUPPORT STAFF DUE TO		
FIELD OFFICE CLOSURES		33V1140
SALARY RATE		000000
SALARY RATE.....	131,644-	
	=====	
SALARIES AND BENEFITS		010000
	5.00-	
WORKERS' COMP ADMIN TF.....	192,599-	2795
	=====	
OTHER PERSONAL SERVICES		030000
WORKERS' COMP ADMIN TF.....	22,000-	2795
	=====	
EXPENSES		040000
WORKERS' COMP ADMIN TF.....	9,000-	2795
	=====	
TOTAL: REDUCTION OF SUPPORT STAFF DUE TO		33V1140
FIELD OFFICE CLOSURES		
TOTAL POSITIONS.....	5.00-	
TOTAL ISSUE.....	223,599-	
TOTAL SALARY RATE.....	131,644-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: WORKERS' COMPENSATION		43600000
WORKERS' COMPENSATION		43600100
ECONOMIC OPPORTUNITIES		11
WORKERS' COMPENSATION		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCTION OF SUPPORT STAFF DUE TO FIELD OFFICE CLOSURES		33V1140

PRIORITY #045

The Bureau of Compliance within the Division of Workers' Compensation handles the processing of exemption applications submitted by corporate officers or owners of businesses. This program was started in the 1970's in the Division of Workers' Compensation's central office and was expanded to include positions in the field offices. During FY 2010-11, the Bureau of Compliance received 65,372 exemption applications. 98.59% were processed within 10 days of receipt. The proposed reduction and subsequent office closures includes positions and offices that are currently located in the smaller field offices. Elimination of these positions may increase the processing time of exemption applications. The unavailability of personnel to assist at locations that citizens have grown accustomed to may impact customers of the division. There is no revenue impact. There are no other public or private entities who are authorized to process exemption applications in accordance with Chapter 440, Florida Statutes.

For Fiscal Year 2011-12, the Division of Workers' Compensation saw a reduction of \$1,602,832 in overall budget and 26 FTE. None of this reduction was related to this program.

The division currently has 316 FTE, with 35 FTE devoted to the exemption function. Elimination of the five FTE's will be a 14% reduction of the staffing in that section and a savings of (\$223,599) in salaries & benefits, OPS and expenses, which is roughly a 15% reduction for the budget of the Exemption Program.

This issue is linked to issue code 33V1100.
 This issue is linked to issue code 33V1210.

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							
C9923 001	1.00-	26,541-		3,388-	29,929-	0.00	29,929-
C9924 001	1.00-	26,541-		16,148-	42,689-	0.00	42,689-
C9925 001	1.00-	26,541-		16,018-	42,559-	0.00	42,559-

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PGM: WORKERS' COMPENSATION	43600000
WORKERS' COMPENSATION	43600100
ECONOMIC OPPORTUNITIES	11
WORKERS' COMPENSATION	<u>1102.02.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCTION OF SUPPORT STAFF DUE TO	
FIELD OFFICE CLOSURES	33V1140

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							
C9926 001	1.00-	25,480-		9,253-	34,733-	0.00	34,733-
C9927 001	1.00-	26,541-		16,148-	42,689-	0.00	42,689-

TOTALS FOR ISSUE BY FUND							
2795 WORKERS' COMP ADMIN TF							192,599-
	5.00-	131,644-		60,955-	192,599-		192,599-
=====							

ELIMINATE EMPLOYEE ASSISTANCE AND OMBUDSMAN PROGRAM		33V1150
SALARY RATE		000000
SALARY RATE.....	243,963-	
=====		
SALARIES AND BENEFITS		010000
WORKERS' COMP ADMIN TF.....	7.00- 348,531-	2795
=====		
EXPENSES		040000
WORKERS' COMP ADMIN TF.....	12,600-	2795
=====		

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: WORKERS' COMPENSATION		43600000
WORKERS' COMPENSATION		43600100
ECONOMIC OPPORTUNITIES		11
WORKERS' COMPENSATION		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE EMPLOYEE ASSISTANCE AND OMBUDSMAN PROGRAM		33V1150
TOTAL: ELIMINATE EMPLOYEE ASSISTANCE AND OMBUDSMAN PROGRAM		33V1150
TOTAL POSITIONS.....	7.00-	
TOTAL ISSUE.....	361,131-	
TOTAL SALARY RATE.....	243,963-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

PRIORITY #013

The Bureau of Employee Assistance and Ombudsman Office (EAO) within the Division of Workers' Compensation is responsible for providing assistance to injured workers regarding their rights and responsibilities under the Florida Workers' Compensation Law, assisting system participants in fulfilling their statutory responsibilities and resolving disputes without undue expense, costly litigation or delay in provision of benefits. This program was started in 1994. During FY 2010-11, the EAO received 61,752 calls from injured workers on the helpline; contacted 23,588 injured workers with lost time (more than seven days from work) as a result of a workplace injury or illness; and obtained one or more benefit for 1,530 workers who were previously denied a benefit. The proposed elimination will include three FTE from offices that are proposed to be closed. The remaining four FTE would be from additional field office locations and Tallahassee. The elimination of positions will require the workload to be shifted to remaining bureau staff members. The reductions are not anticipated to impact Floridians unless the population of injured workers significantly increases beyond the ability of the remaining staff members to timely provide assistance. There is no revenue impact. There are no other public or private entities who handle these specific types of services but advocacy organizations do exist that provide services and refer injured workers to the division.

For Fiscal Year 2011-12, the Division of Workers' Compensation saw a reduction of \$1,602,832 in overall budget and 26 FTE, which included seven FTE and \$454,199 in budget authority directly related to the EAO.

The division currently has 316 FTE, with 42 FTE devoted to the EAO functions. Elimination of the seven FTE will be a 16.6% reduction of the staffing and a savings of \$361,131 in salaries & benefits and expenses, which is roughly a 15% reduction for the budget of the EAO program.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43600000
 43600100
 11
 1102.02.00.00
 33V0000
 33V1150

FINANCIAL SERVICES
 PGM: WORKERS' COMPENSATION
 WORKERS' COMPENSATION
 ECONOMIC OPPORTUNITIES
 WORKERS' COMPENSATION
 PROGRAM REDUCTIONS
 ELIMINATE EMPLOYEE ASSISTANCE AND
 OMBUDSMAN PROGRAM

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							
C9917 001	1.00-	32,697-		16,761-	49,458-	0.00	49,458-
C9918 001	1.00-	36,468-		17,396-	53,864-	0.00	53,864-
C9920 001	1.00-	32,697-		16,921-	49,618-	0.00	49,618-
C9921 001	1.00-	36,468-		17,396-	53,864-	0.00	53,864-
C9922 001	1.00-	32,697-		9,999-	42,696-	0.00	42,696-
C9916 001	1.00-	36,468-		10,970-	47,438-	0.00	47,438-
C9919 001	1.00-	36,468-		15,125-	51,593-	0.00	51,593-

TOTALS FOR ISSUE BY FUND							
2795 WORKERS' COMP ADMIN TF							348,531-
	7.00-	243,963-		104,568-	348,531-		348,531-
	=====	=====	=====	=====	=====		=====

REDUCE BUREAU OF COMPLIANCE MIDDLE
 MANAGEMENT POSITION

33V1160
 000000

SALARY RATE
 SALARY RATE..... 34,502-
 =====

SALARIES AND BENEFITS

010000

1.00-
 WORKERS' COMP ADMIN TF..... 53,464-
 =====

2795

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: WORKERS' COMPENSATION		43600000
WORKERS' COMPENSATION		43600100
ECONOMIC OPPORTUNITIES		11
WORKERS' COMPENSATION		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE BUREAU OF COMPLIANCE MIDDLE		
MANAGEMENT POSITION		33V1160
EXPENSES		040000
WORKERS' COMP ADMIN TF.....	1,800-	2795
	=====	
TOTAL: REDUCE BUREAU OF COMPLIANCE MIDDLE		33V1160
MANAGEMENT POSITION		
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....	55,264-	
TOTAL SALARY RATE.....	34,502-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO

PRIORITY #023

The Bureau of Compliance within the Division of Workers' Compensation is responsible for ensuring that employers comply with their statutory obligations to obtain appropriate workers' compensation insurance coverage for their employees. This program was started in the 1960's. During FY 2010-11, the bureau conducted 34,252 employer investigations in order to determine compliance with workers' compensation requirements, issued 2,091 stop-work orders, processed 65,372 exemption applications and received 2,050 referrals. Elimination of one middle management analytical position will require additional activities being reassigned to other staff members. There will be no direct impact to Floridians; there are no other public or private entities that perform the statutory duties and responsibilities associated with this proposed reduction; and there will be no revenue impact.

For Fiscal Year 2011-12, the Division of Workers' Compensation saw a reduction of \$1,602,832 in overall budget and 26 FTE.

The division currently has 316 FTE, with four FTE who perform related analytical duties in support of the investigations and exemption processes of the Bureau of Compliance. Elimination of one FTE will be a 25% reduction of the staffing and a savings of \$62,166 in salaries & benefits and expenses, which is a 25% reduction of the budget of these specific positions.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES

FINANCIAL SERVICES	43000000
PGM: WORKERS' COMPENSATION	43600000
WORKERS' COMPENSATION	43600100
ECONOMIC OPPORTUNITIES	11
WORKERS' COMPENSATION	<u>1102.02.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCE BUREAU OF COMPLIANCE MIDDLE	
MANAGEMENT POSITION	33V1160

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							
C9915 001	1.00-	34,502-		18,962-	53,464-	0.00	53,464-

TOTALS FOR ISSUE BY FUND							
2795 WORKERS' COMP ADMIN TF							53,464-
	1.00-	34,502-		18,962-	53,464-		53,464-
=====							

ELIMINATE EXPERT MEDICAL ADVISOR							
CERTIFICATIONS BY THE DIVISION OF							
WORKERS' COMPENSATION							33V1170
SALARY RATE							000000
SALARY RATE.....	27,927-						
=====							
SALARIES AND BENEFITS							010000
	1.00-						
WORKERS' COMP ADMIN TF.....	37,487-						2795
=====							
EXPENSES							040000
WORKERS' COMP ADMIN TF.....	2,700-						2795
=====							

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		
		43000000
PGM: WORKERS' COMPENSATION		
		43600000
WORKERS' COMPENSATION		
		43600100
ECONOMIC OPPORTUNITIES		
		11
WORKERS' COMPENSATION		
		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		
		33V0000
ELIMINATE EXPERT MEDICAL ADVISOR		
CERTIFICATIONS BY THE DIVISION OF		
WORKERS' COMPENSATION		
		33V1170
TOTAL: ELIMINATE EXPERT MEDICAL ADVISOR		
		33V1170
CERTIFICATIONS BY THE DIVISION OF		
WORKERS' COMPENSATION		
TOTAL POSITIONS.....	1.00-	
TOTAL ISSUE.....		40,187-
TOTAL SALARY RATE.....	27,927-	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

PRIORITY #014

LAW CHANGE REQUIRED: REQUIRES STATUTORY CHANGE TO 440.13(1)(d), 440.13(3)(a), 440.13(9), and 440.13(13), F.S.

The Office of Medical Services, within the Monitoring and Audit Bureau of the Division of Workers' Compensation (DWC), was Type II transferred to the Division of Workers' Compensation from the Agency for Health Care Administration in 2008. Part of the current role of the office is to certify healthcare providers and Expert Medical Advisors who provide services and are reimbursed under the Florida Workers' Compensation system. This certification is currently no more than DWC ensuring the certification holder meets the minimum requirements of the statute. After certification, DWC has no meaningful contact with the healthcare providers, no control over licensure, and no mechanism for rescinding the certification. With more than 30,000 healthcare providers currently certified by DWC, it is the department's view that there is no need for anything other than the minimum criteria to be established by the division.

This change simply removes the division from the relationships between the carriers and the medical services provider, where the division's involvement provides no value or additional protections to the injured workers. The proposed legislative changes in 440.13(1)(d), 440.13(3)(a), 440.13(9), and 440.13(13), F.S. will only take DWC out of the certification process; the Department of Health (DOH) will still license health care professionals, and DWC will still establish the minimum criteria which must be met in order to qualify as an Expert Medical Advisor. Some statutes at DOH could also be amended, in order to strengthen the definitions of certification.

During FY 2010-11, 1,681 providers and 56 advisors were certified by the division. Elimination of these statutory certification requirements will allow the division to reduce one FTE and \$40,187 budget authority associated with this workload.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43600000
 43600100
 11
 1102.02.00.00
 33V0000
 33V1170

FINANCIAL SERVICES
 PGM: WORKERS' COMPENSATION
 WORKERS' COMPENSATION
 ECONOMIC OPPORTUNITIES
 WORKERS' COMPENSATION
 PROGRAM REDUCTIONS
 ELIMINATE EXPERT MEDICAL ADVISOR
 CERTIFICATIONS BY THE DIVISION OF
 WORKERS' COMPENSATION

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							
C9914 001	1.00-	27,927-		9,560-	37,487-	0.00	37,487-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
2795 WORKERS' COMP ADMIN TF							37,487-
	-----	-----	-----	-----	-----	-----	-----
	1.00-	27,927-		9,560-	37,487-		37,487-
	=====	=====	=====	=====	=====		=====

GENERAL STAFFING REDUCTION FOR THE
 BUREAU OF MONITORING AND AUDIT

SALARY RATE							33V1180 000000
SALARY RATE.....	130,937-						
	=====						
SALARIES AND BENEFITS							
WORKERS' COMP ADMIN TF.....	4.00-	180,653-					010000 2795
	-----	-----					
EXPENSES							
WORKERS' COMP ADMIN TF.....		7,200-					040000 2795
		=====					

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		
		43000000
PGM: WORKERS' COMPENSATION		
		43600000
WORKERS' COMPENSATION		
		43600100
ECONOMIC OPPORTUNITIES		
		11
WORKERS' COMPENSATION		
		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		
		33V0000
GENERAL STAFFING REDUCTION FOR THE		
BUREAU OF MONITORING AND AUDIT		
		33V1180
TOTAL: GENERAL STAFFING REDUCTION FOR THE		
BUREAU OF MONITORING AND AUDIT		
TOTAL POSITIONS.....	4.00-	
TOTAL ISSUE.....	187,853-	
TOTAL SALARY RATE.....	130,937-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

PRIORITY #081

This issue proposes elimination of four FTE and \$217,688 in total budget authority in the Bureau of Monitoring and Audit within the Division of Workers' Compensation. Started in the early 1980's, two of the program responsibilities of the bureau include: 1) the penalty program responsible for monitoring and evaluating insurer performance regarding the timely payment and accuracy of initial indemnity benefit payments and timely payment of medical bills; and, 2) the self-insurance program responsible for approving self-insurance programs for governmental and private companies that have met the statutory requirements and demonstrated the required financial strength to fund their workers' compensation liabilities. During FY 2010-11, over 400 self-insurers were monitored for assessment purposes. Eliminating one middle management position from the penalty program will require the unit manager to supervise additional FTE and remaining staff to absorb additional workload. The division hopes to mitigate the workload issues associated with this reduction through the development and use of new applications, technologies, or automated business processes to effectively evaluate self-insurance payroll data.

Eliminating three positions from the self-insurance program will prevent the division from being able to effectively perform audits of self insurers and will require a revision of the current processes. Audits of payroll and classification data of self-insurers are conducted to ensure that proper assessment amounts are paid into the Workers' Compensation Administration Trust Fund and Special Disability Trust Fund. In FY 2010-11, 27 payroll audits were performed. The differences between reported payroll and premium as compared to audit payroll and premium were minimal, which resulted in negligible revenue. There will be no direct impact to Floridians as a result of this reduction. There are no other public or private entities who perform these functions.

For Fiscal Year 2011-12, the Division of Workers' Compensation saw a reduction of \$1,602,832 in overall budget and 26 FTE, which included two FTE and \$131,949 in budget from the bureau.

The division currently has 316 FTE, with 11 positions devoted to the self-insurance and penalty functions. Elimination of four FTE is a 36% reduction of the staffing and a savings of \$217,688 in salaries & benefits and expenses, which is a

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES

FINANCIAL SERVICES	43000000
PGM: WORKERS' COMPENSATION	43600000
WORKERS' COMPENSATION	43600100
ECONOMIC OPPORTUNITIES	11
WORKERS' COMPENSATION	<u>1102.02.00.00</u>
PROGRAM REDUCTIONS	33V0000
GENERAL STAFFING REDUCTION FOR THE	
BUREAU OF MONITORING AND AUDIT	33V1180

34% reduction in the budget of these programs.

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							
C9909 001	1.00-	36,468-		4,636-	41,104-	0.00	41,104-
C9910 001	1.00-	21,533-		8,652-	30,185-	0.00	30,185-
C9911 001	1.00-	36,468-		17,396-	53,864-	0.00	53,864-
C9912 001	1.00-	36,468-		19,032-	55,500-	0.00	55,500-

TOTALS FOR ISSUE BY FUND							
2795 WORKERS' COMP ADMIN TF							180,653-
	4.00-	130,937-		49,716-	180,653-		180,653-
	=====	=====	=====	=====	=====		=====

ELIMINATE THE NOTARY REQUIREMENT
 FOR EXEMPTIONS

SALARY RATE		33V1190
SALARY RATE.....	212,328-	000000
	=====	

COL A93 SCH VIIIB-2 REDUCTIONS			CODES
POS	AMOUNT		
FINANCIAL SERVICES			
			43000000
PGM: WORKERS' COMPENSATION			
WORKERS' COMPENSATION			
			43600000
ECONOMIC OPPORTUNITIES			
WORKERS' COMPENSATION			
			11
			<u>1102.02.00.00</u>
PROGRAM REDUCTIONS			
ELIMINATE THE NOTARY REQUIREMENT			
FOR EXEMPTIONS			
			33V0000
SALARIES AND BENEFITS			
	8.00-		010000
WORKERS' COMP ADMIN TF.....	287,416-		2795
	=====		
EXPENSES			
			040000
WORKERS' COMP ADMIN TF.....	14,400-		2795
	=====		
TOTAL: ELIMINATE THE NOTARY REQUIREMENT			
FOR EXEMPTIONS			
TOTAL POSITIONS.....	8.00-		33V1190
TOTAL ISSUE.....	301,816-		
TOTAL SALARY RATE.....	212,328-		
	=====		

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

PRIORITY #015

LAW CHANGE REQUIRED: Requires Statutory Change to 440.05(3)

This reduction proposes reduction of eight FTE and \$327,835 in the Bureau of Compliance within the Division of Workers' Compensation. Beginning in the early 1970's, the bureau has handled the processing of exemption applications submitted by corporate officers and owners of businesses. Florida Statutes currently require that exemption applications be notarized. If this requirement is repealed and replaced with a requirement to list the exemption applicant's driver's license or Florida identification number the division could fully process applications in an electronic format eliminating the need for eight FTE. During FY 2010-11, the Bureau of Compliance received 65,372 exemption applications. The elimination of the notary requirement will reduce a regulatory step for applicants and eliminate a cost for those who are forced to pay for notary services. There are no other public or private entities that perform the services required in Chapter 440, Florida Statutes and in there is no direct revenue impact associated with this reduction.

For Fiscal Year 2011-12, the Division of Workers' Compensation saw a reduction of \$1,602,832 in overall budget and 26 FTE. None of this reduction was related to this program.

The division currently has 316 FTE, with 35 positions devoted to the exemption functions. Elimination of eight FTE is a

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES

FINANCIAL SERVICES	43000000
PGM: WORKERS' COMPENSATION	43600000
WORKERS' COMPENSATION	43600100
ECONOMIC OPPORTUNITIES	11
WORKERS' COMPENSATION	<u>1102.02.00.00</u>
PROGRAM REDUCTIONS	33V0000
ELIMINATE THE NOTARY REQUIREMENT	
FOR EXEMPTIONS	33V1190

23% reduction of the staffing and a savings of \$327,835 in salaries & benefits and expenses, which is a 23% reduction in the budget for this program area.

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							
C9901 001	1.00-	26,541-		9,386-	35,927-	0.00	35,927-
C9902 001	1.00-	26,541-		9,386-	35,927-	0.00	35,927-
C9903 001	1.00-	26,541-		9,386-	35,927-	0.00	35,927-
C9904 001	1.00-	26,541-		9,386-	35,927-	0.00	35,927-
C9905 001	1.00-	26,541-		9,386-	35,927-	0.00	35,927-
C9906 001	1.00-	26,541-		9,386-	35,927-	0.00	35,927-
C9907 001	1.00-	26,541-		9,386-	35,927-	0.00	35,927-
C9908 001	1.00-	26,541-		9,386-	35,927-	0.00	35,927-

TOTALS FOR ISSUE BY FUND							
2795 WORKERS' COMP ADMIN TF							287,416-
	8.00-	212,328-		75,088-	287,416-		287,416-
=====							

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: WORKERS' COMPENSATION		43600000
WORKERS' COMPENSATION		43600100
ECONOMIC OPPORTUNITIES		11
WORKERS' COMPENSATION		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCTION RELATED TO ELIMINATION OF THE PROVIDER-CARRIER DISPUTE RESOLUTION PROGRAM		33V1200
SALARY RATE		000000
SALARY RATE.....	167,325-	
	=====	
SALARIES AND BENEFITS		010000
	4.00-	
WORKERS' COMP ADMIN TF.....	215,683-	2795
	=====	
EXPENSES		040000
WORKERS' COMP ADMIN TF.....	7,200-	2795
	=====	
TOTAL: REDUCTION RELATED TO ELIMINATION OF THE PROVIDER-CARRIER DISPUTE RESOLUTION PROGRAM		33V1200
TOTAL POSITIONS.....	4.00-	
TOTAL ISSUE.....	222,883-	
TOTAL SALARY RATE.....	167,325-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:

IT COMPONENT? NO

PRIORITY #016

LAW CHANGE REQUIRED: REQUIRES STATUTORY CHANGE TO 440.13(7), F.S.

This issue proposes reduction of four FTE and \$222,883 in total budget authority in the Office of Medical Services, within the Bureau of Monitoring and Audit in the Division of Workers' Compensation. The office was Type II transferred to the Division of Workers' Compensation from the Agency for Health Care Administration in 2008. The Medical Services Office issues determinations to resolve reimbursement disputes between healthcare providers and employer/carriers. Proposed conforming bill language removing the division from resolving reimbursement disputes between the healthcare provider and employer/carrier, would allow the division to reduce staffing levels, while not impacting the core mission of the office.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: WORKERS' COMPENSATION		43600000
WORKERS' COMPENSATION		43600100
ECONOMIC OPPORTUNITIES		11
WORKERS' COMPENSATION		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCTION RELATED TO ELIMINATION OF THE PROVIDER-CARRIER DISPUTE RESOLUTION PROGRAM		33V1200

During FY 2009-10, the division issued 2,474 determinations on Petitions for Resolution of Reimbursement Disputes and, during FY 2010-11, the division issued 3,586 determinations. For FY 2010-11, the average number of days to issue a determination or dismissal notification after receipt of a Petition for Resolution of Reimbursement Dispute was 26 days. There will be no direct impact to Floridians as a result of the change; however proposed conforming bill changes will require healthcare providers to adjust the manner in which they dispute reimbursement paid by the insurance carriers for services provided to injured workers. There are no other public or private entities that perform these Chapter 440, Florida Statutes, duties and there will be no revenue impact.

For Fiscal Year 2011-12, the Division of Workers' Compensation saw a reduction of \$1,602,832 in overall budget and 26 FTE. None of this reduction was directly related to this specific program but three support positions within the bureau were eliminated.

The division currently has 316 FTE, with four FTE working on this specific function. Elimination of the division's role in these disputes would allow for a four FTE or 100% reduction of the staffing and a savings of \$222,883 in salaries & benefits and expenses.

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							
C9897 001	1.00-	44,478-		5,642-	50,120-	0.00	50,120-
C9898 001	1.00-	40,949-		12,479-	53,428-	0.00	53,428-
C9899 001	1.00-	40,949-		17,959-	58,908-	0.00	58,908-
C9900 001	1.00-	40,949-		12,278-	53,227-	0.00	53,227-

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES

FINANCIAL SERVICES	43000000
PGM: WORKERS' COMPENSATION	43600000
WORKERS' COMPENSATION	43600100
ECONOMIC OPPORTUNITIES	11
WORKERS' COMPENSATION	<u>1102.02.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCTION RELATED TO ELIMINATION OF	
THE PROVIDER-CARRIER DISPUTE	
RESOLUTION PROGRAM	33V1200

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							
TOTALS FOR ISSUE BY FUND							
2795 WORKERS' COMP ADMIN TF							215,683-
	4.00-	167,325-		48,358-	215,683-		215,683-
	=====	=====	=====	=====	=====		=====

REDUCE COMPLIANCE INVESTIGATORS ASSOCIATED WITH FIELD OFFICE CLOSURES							33V1210
SALARY RATE							000000
SALARY RATE.....	228,879-						
	=====						
SALARIES AND BENEFITS							010000
WORKERS' COMP ADMIN TF.....	7.00-	314,060-					2795
	=====						
EXPENSES							040000
WORKERS' COMP ADMIN TF.....		12,600-					2795
		=====					
TOTAL: REDUCE COMPLIANCE INVESTIGATORS ASSOCIATED WITH FIELD OFFICE CLOSURES							33V1210
TOTAL POSITIONS.....	7.00-						
TOTAL ISSUE.....		326,660-					
TOTAL SALARY RATE.....	228,879-						

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: WORKERS' COMPENSATION		43600000
WORKERS' COMPENSATION		43600100
ECONOMIC OPPORTUNITIES		11
WORKERS' COMPENSATION		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE COMPLIANCE INVESTIGATORS ASSOCIATED WITH FIELD OFFICE CLOSURES		33V1210

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO

PRIORITY #046

This issues proposes elimination of seven FTE and \$326,660 in total budget authority in the Bureau of Compliance within the Division of Workers' Compensation. Starting in the 1970's, this bureau has responsibility for ensuring that employers comply with their statutory obligations to obtain appropriate workers' compensation insurance coverage for their employees. During FY 2010-11, the Bureau of Compliance conducted 34,252 employer investigations, issued 2,091 stop-work orders, received 2,050 referrals and assessed approximately \$40,000,000 in penalties. The impact to Floridians could be a reduction of the compliance level of employers that are required to secure workers' compensation coverage for their employees. The division collects approximately \$11 million in penalties annually. This amount would be impacted if the amount of stop-work orders issued and penalties assessed were reduced as a result of fewer compliance and enforcement staff. There are no other public or private entities that perform the statutory duties of these investigators as outlined in Chapter 440, Florida Statutes.

For Fiscal Year 2011-12, the Division of Workers' Compensation saw a reduction of \$1,602,832 in overall budget and 26 FTE, which included two FTE and \$96,196 in budget associated with this program area.

The division currently has 316 FTE, with 68 positions devoted to the investigator function. Elimination of seven FTE is a 10% reduction of the staffing and would result in a savings of \$326,660 in salaries & benefits and expenses, which is roughly a 9% reduction in budget for this program.

This issue is linked to issue code 33V1100.
 This issue is linked to issue code 33V1140.
 PRIORITY #046

This issues proposes elimination of seven FTE and \$326,660 in total budget authority in the Bureau of Compliance within the Division of Workers' Compensation. Starting in the 1970's, this bureau has responsibility for ensuring that employers comply with their statutory obligations to obtain appropriate workers' compensation insurance coverage for their employees. During FY 2010-11, the Bureau of Compliance conducted 34,252 employer investigations, issued 2,091 stop-work orders, received 2,050 referrals and assessed approximately \$40,000,000 in penalties. The impact to Floridians

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: WORKERS' COMPENSATION		43600000
WORKERS' COMPENSATION		43600100
ECONOMIC OPPORTUNITIES		11
WORKERS' COMPENSATION		<u>1102.02.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE COMPLIANCE INVESTIGATORS ASSOCIATED WITH FIELD OFFICE CLOSURES		33V1210

could be a reduction of the compliance level of employers that are required to secure workers' compensation coverage for their employees. The division collects approximately \$11 million in penalties annually. This amount would be impacted if the amount of stop-work orders issued and penalties assessed were reduced as a result of fewer compliance and enforcement staff. There are no other public or private entities that perform the statutory duties of these investigators as outlined in Chapter 440, Florida Statutes.

For Fiscal Year 2011-12, the Division of Workers' Compensation saw a reduction of \$1,602,832 in overall budget and 26 FTE, which included two FTE and \$96,196 in budget associated with this program area.

The division currently has 316 FTE, with 68 positions devoted to the investigator function. Elimination of seven FTE is a 10% reduction of the staffing and would result in a savings of \$326,660 in salaries & benefits and expenses, which is roughly a 9% reduction in budget for this program.

This issue is linked to issue code 33V1100.
 This issue is linked to issue code 33V1140.

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							
C9889 001	1.00-	32,697-		13,485-	46,182-	0.00	46,182-
C9890 001	1.00-	32,697-		13,485-	46,182-	0.00	46,182-
C9891 001	1.00-	32,697-		13,485-	46,182-	0.00	46,182-
C9892 001	1.00-	32,697-		13,485-	46,182-	0.00	46,182-
C9893 001	1.00-	32,697-		4,161-	36,858-	0.00	36,858-
C9894 001	1.00-	32,697-		16,921-	49,618-	0.00	49,618-
C9895 001	1.00-	32,697-		10,159-	42,856-	0.00	42,856-

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PGM: WORKERS' COMPENSATION	43600000
WORKERS' COMPENSATION	43600100
ECONOMIC OPPORTUNITIES	11
WORKERS' COMPENSATION	<u>1102.02.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCE COMPLIANCE INVESTIGATORS	
ASSOCIATED WITH FIELD OFFICE	
CLOSURES	33V1210

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							
TOTALS FOR ISSUE BY FUND							
2795 WORKERS' COMP ADMIN TF							314,060-
	7.00-	228,879-		85,181-	314,060-		314,060-
	=====	=====	=====	=====	=====		=====

 TOTAL: WORKERS' COMPENSATION 1102.02.00.00
 BY FUND TYPE

TRUST FUNDS.....	43.00-	2,317,371-	2000
SALARY RATE.....		1,335,690-	
	=====		

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF INSURANCE REG		43900100
<u>COMP & ENFORCE- INSURANCE</u>		43900110
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
DISCONTINUE REVIEW AND APPROVAL OF		
INSURANCE POLICY FORMS		33V0030
SALARY RATE		000000
SALARY RATE.....	856,490-	
	=====	
SALARIES AND BENEFITS		010000
	22.00-	
INSURANCE REG TF.....	1,178,631-	2393
	=====	
EXPENSES		040000
INSURANCE REG TF.....	39,600-	2393
	=====	
SPECIAL CATEGORIES		100000
TR/DMS/HR SVCS/STW CONTRCT		107040
INSURANCE REG TF.....	7,832-	2393
	=====	
TOTAL: DISCONTINUE REVIEW AND APPROVAL OF		33V0030
INSURANCE POLICY FORMS		
TOTAL POSITIONS.....	22.00-	
TOTAL ISSUE.....	1,226,063-	
TOTAL SALARY RATE.....	856,490-	
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #107

IT COMPONENT? NO

Budget Entity: Office of Insurance Regulations - Compliance & Enforcement

Issue Title: Discontinue Review and Approval of Insurance Policy Forms

Reference to Long-Range Program Plan: Goal 4: The department will protect health, safety and welfare of the public.

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF INSURANCE REG		43900100
<u>COMP & ENFORCE- INSURANCE</u>		43900110
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
DISCONTINUE REVIEW AND APPROVAL OF INSURANCE POLICY FORMS		33V0030

Issue Description: Currently, the Office of Insurance Regulation (Office) employs nine (9) FTE who are responsible for reviewing life and health contracts and policy forms to ensure compliance with Florida law to protect consumers. The Office employs thirteen (13) FTE who are responsible for reviewing property and casualty contracts and policy forms to ensure compliance with Florida law to protect consumers. In fiscal year 2010-2011, the Office reviewed 9,120 insurance company form filings. Each year the legislature modifies the insurance code which typically will require changes to policy forms to comply with the law. The Office must ensure that policy form language complies with Florida law and that the language is not ambiguous or misleading to the insurance-buying public. The Office continues to believe that the public is well-served by the expenditure of funds to maintain form review.

However, if substantial reductions to Office resources are required, the Legislature could discontinue the form review program and shift the responsibility to comply with the law to the insurance companies and other licensees. Enforcement would be by private right of action and by market conduct action at the expense of the insurance company or licensee.

If Section 627.410, Florida Statutes is changed to require insurers to have an officer or director certify compliance of the policy form with Florida law and file that certification with the Office, the Office will no longer review and approve those forms. If the Office and/or the Department of Financial Services, Division of Consumer Services receives complaints from consumers about their policy forms, the Office will examine the company on the back-end at the company's expense to ensure the certification was accurate and that the policy form was compliant with Florida law. Note that Florida law provides that market conduct examinations are paid at the expense of the insurer being examined.

The statutes should also be amended to include a requirement that the declaration page of all insurance policies sold in the state of Florida includes a disclaimer in 18-point font stating, "This contract has not been reviewed or approved by the State of Florida".

The Office will no longer be responsible for ensuring insurance policy forms comply with Florida law. The burden of compliance will reside with the insurance company. If a company is found to be issuing contracts that are out of compliance with Florida law, then the consumer has the right to litigate the matter and/or report the matter to the Office and DFS Division of Consumer Services.

Additionally, insurers will not be subject to the Office's review process, which in state fiscal year 2010-2011 averaged 77 days for a Property & Casualty filing and 17 days for a Life and Health filing. The forms should still be required to be uploaded via the existing internet website so that the public can continue to see the forms.

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PGM: FINANCIAL SVCS COMM	43900000
OFFICE OF INSURANCE REG	43900100
<u>COMP & ENFORCE- INSURANCE</u>	43900110
PUBLIC PROTECTION	12
<u>REGULATION AND LICENSING</u>	<u>1204.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
DISCONTINUE REVIEW AND APPROVAL OF	
INSURANCE POLICY FORMS	33V0030

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
	-----	-----	-----	-----	-----	-----	-----
A93 - SCH VIIIB-2 REDUCTIONS							
NEW POSITIONS							
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							1,178,631-
	-----	-----	-----	-----	-----	-----	-----
	22.00-	856,490-		322,141-	1,178,631-		1,178,631-
	=====	=====	=====	=====	=====	=====	=====

REDUCTION IN THE FLORIDA PUBLIC	
HURRICANE LOSS PROJECTION MODEL	33V0040
SPECIAL CATEGORIES	100000
FL PUBLIC HURR LOSS MODEL	100515
INSURANCE REG TF.....	176,592-
	=====

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #103

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 4: The department will protect health, safety and welfare of the public.

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

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."

In fact, 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. Should the Office not change the rates currently in effect for Citizens as a result of the lack of a benchmark, the intent of the legislature to have Citizens rates increase each year with the goal of being actuarially sound (subject to a maximum annual increase of 10 percent for any single policy) would be frustrated.

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 provided the Office with \$588,639 in recurring funds for the 2011-2012 Fiscal Year 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.

In 2008, the Florida Legislature passed SB 2860, allowing private insurance companies to run their rate filings through the Public Model. The law explicitly stated that only the actual cost of the rate filing run could be factored into the fee charged to the insurance company and did not allow maintenance and support to be calculated in the fee (Section 627.06281(3)(a) and (b), Florida Statutes).

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

There are currently two developments regarding the Florida Public Hurricane Loss Model. First, since the Commission on Hurricane Loss Projection Methodology now requires submissions only every other year, a substantial amount of the preparation work for that submission (likely to be in the third or fourth quarter of 2012) can and should be completed this fiscal year. Second, the ability to determine the fees charged for private sector access and use of the model is no longer restricted to a rulemaking process and the basis may now be reasonable costs associated with the operation and maintenance of the model by the office. These changes were the result of legislative action in the 2011 regular session.

There is now an opportunity for the Florida Public Hurricane Loss Model to begin an orderly transition process towards greater reliance on private sector access fees for part of its budget requirements. It is important to note that this assumes that private insurance companies will use the Model. However, a significant budget reduction could be problematic if the Commission on Hurricane Loss Projection Methodology requires extensive changes in the existing model in order to meet its standards. The current budget has been developed on the assumption that only routine upgrades using modest amounts of new input data will be needed in the fiscal year ending June 30, 2012.

Detail of Costs:
 Fiscal Year 2011 - 2012

Special Categories:		
Florida Public Hurricane Loss Model:		
Quantity	Description	Amount
-----	-----	-----
	Maintenance and Support	(\$176,592)
	Issue Total	(\$176,592)

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF INSURANCE REG		43900100
<u>COMP & ENFORCE- INSURANCE</u>		43900110
PUBLIC PROTECTION		12
<u>REGULATION AND LICENSING</u>		<u>1204.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE BUSINESS UNIT EXPENSES		33V0050
EXPENSES		040000
INSURANCE REG TF.....	100,000-	2393
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #101

IT COMPONENT? NO

Budget Entity: Compliance & Enforcement

Issue Title: Reduction in Expense - Business Units

Reference to Long-Range Program Plan: Goal 4: The department will protect health, safety and welfare of the public.

Issue Description: Pursuant to Section 624.316, Florida Statutes, the Office of Insurance Regulation (Office) is required to conduct financial examinations of life and health and property and casualty insurance companies in order to provide early detection of weakening financial conditions and protect consumers.

In 2007, Section 624.316, F.S., was amended to permit the office to engage outside experts to conduct financial examinations. However, in order to maintain accreditation by the National Association of Insurance Commissioners (NAIC) the Office employs and utilizes its own examiners to manage examinations and to perform some examinations; specifically, examinations of small companies to minimize the cost of the examination on the company. NAIC accreditation is imperative to insurers because examinations performed by an unaccredited state insurance department are unacceptable in other states. This means an insurer would be subject to multiple examinations by different states. Outsourced exam firms augment Office resources.

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 ensure solvency. It is important to note that the travel expenses are paid with the Office's appropriated expense funds and then the company being examined pays back the cost of the examination into the Insurance Regulatory Trust Fund. The Office does not receive the reimbursement back into its operating budget.

The Office's appropriated recurring expense budget has been reduced by \$704,546 or 19.5% since 2007. In an effort to comply with mission critical travel laws and to manage these reductions, the Office has achieved a reduction in travel expense utilization of 52%. A further reduction to the Office's appropriated expense allotment will result in Office staff receiving less job-specific training and may impede the purchases of expenditures relating to postage, office

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43900000
 43900100
 43900110
 12
 1204.00.00.00
 33V0000
 33V0050

FINANCIAL SERVICES
 PGM: FINANCIAL SVCS COMM
 OFFICE OF INSURANCE REG
 COMP & ENFORCE- INSURANCE
 PUBLIC PROTECTION
 REGULATION AND LICENSING
 PROGRAM REDUCTIONS
 REDUCE BUSINESS UNIT EXPENSES

supplies, records storage and warehouse rent, equipment and pertinent legal and insurance subscriptions.

Detail of Costs:
 Fiscal Year 2011 - 2012
 Expense

Quantity	Description	Amount
-----	-----	-----
	Reduce overall expense	(\$100,000)

Issue Total (\$100,000)

REDUCTION IN VACANT POSITIONS
 COMPLIANCE AND ENFORCEMENT
 SALARY RATE

33V0060
 000000

SALARY RATE..... 83,723-
 =====

SALARIES AND BENEFITS

010000

INSURANCE REG TF..... 2.00- 114,280-
 =====

EXPENSES

040000

INSURANCE REG TF..... 3,600-
 =====

SPECIAL CATEGORIES

100000

TR/DMS/HR SVCS/STW CONTRCT

107040

INSURANCE REG TF..... 712-
 =====

TOTAL: REDUCTION IN VACANT POSITIONS

33V0060

COMPLIANCE AND ENFORCEMENT

TOTAL POSITIONS..... 2.00-

TOTAL ISSUE..... 118,592-

TOTAL SALARY RATE..... 83,723-
 =====

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
		43000000
FINANCIAL SERVICES		43900000
PGM: FINANCIAL SVCS COMM		43900100
OFFICE OF INSURANCE REG		43900110
<u>COMP & ENFORCE- INSURANCE</u>		12
PUBLIC PROTECTION		<u>1204.00.00.00</u>
<u>REGULATION AND LICENSING</u>		33V0000
PROGRAM REDUCTIONS		
REDUCTION IN VACANT POSITIONS		
COMPLIANCE AND ENFORCEMENT		33V0060

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #106

IT COMPONENT? NO

Budget Entity: Office of Insurance Regulations - Compliance and Enforcement

Issue Title: Reduction of Vacant Positions - Compliance and Enforcement

Reference to Long-Range Program Plan: Goal 4: The department will protect health, safety and welfare of the public.

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) strives to fill positions quickly and a typical vacancy ratio is 4-5%. Since 2007, Office personnel resources have been reduced by 32 FTE or 10.2% with no substantive reduction in regulatory responsibility. In fact, the Office now has regulatory responsibility for over 3,900 insurance entities which is an increase of more than 500 since the Office's creation in 2003. However, the Office has fewer FTE today than when it was created in 2003.

The Office is comprised of two budget entities: Compliance and Enforcement with 249 FTE and Executive Direction with 34 FTE. Any reduction to the Compliance and Enforcement budget entity will impede the Office's ability to perform statutorily required functions and will decrease service to the insurance industry and may slow insurance company application review thereby slowing job creation from new insurance entity licensure.

Detail of Cost:

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43900000
 43900100
 43900110
 12
 1204.00.00.00
 33V0000
 33V0060

FINANCIAL SERVICES
 PGM: FINANCIAL SVCS COMM
 OFFICE OF INSURANCE REG
 COMP & ENFORCE- INSURANCE
 PUBLIC PROTECTION
 REGULATION AND LICENSING
 PROGRAM REDUCTIONS
 REDUCTION IN VACANT POSITIONS
 COMPLIANCE AND ENFORCEMENT

Fiscal Year 2011 - 2012

Salaries and Benefits:
 Position Title & Pay Grade Amount

 2 P101 (\$ 114,280)

Expenses
 Quantity Description Amount

 2 Standard Expense Packages at 1,800 (\$ 3,600)

Special Categories
 TR/HR/DMS SVCS/HR Contract
 Quantity Description Amount

 2 Standard HR Packages at 356 (\$ 712)

Issue Total (\$ 118,592)

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIB-2 REDUCTIONS							
NEW POSITIONS							
P101 PROPOSED CLASS CODE							
R0005 001	1.00-	27,576-		12,898-	40,474-	0.00	40,474-
R0004 001	1.00-	56,147-		17,659-	73,806-	0.00	73,806-

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES	43000000
PGM: FINANCIAL SVCS COMM	43900000
OFFICE OF INSURANCE REG	43900100
<u>COMP & ENFORCE- INSURANCE</u>	43900110
PUBLIC PROTECTION	12
<u>REGULATION AND LICENSING</u>	<u>1204.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
REDUCTION IN VACANT POSITIONS	
COMPLIANCE AND ENFORCEMENT	33V0060

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
	-----	-----	-----	-----	-----	-----	-----
A93 - SCH VIIIB-2 REDUCTIONS							
NEW POSITIONS							
TOTALS FOR ISSUE BY FUND							
2393 INSURANCE REG TF							114,280-
	2.00-	83,723-		30,557-	114,280-		114,280-
	=====	=====	=====	=====	=====		=====

REDUCE EXPENSES - COMPLIANCE AND ENFORCEMENT EXPENSES							33V0230 040000
INSURANCE REG TF.....	288,488-						2393
	=====						

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 PRIORITY #104

Budget Entity: Compliance & Enforcement

Issue Title: Reduction in Expense - Compliance and Enforcement

Reference to Long-Range Program Plan: Goal 4: The department will protect health, safety and welfare of the public.

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

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.

Currently, the Compliance and Enforcement budget entity receives \$2,771,363 annually in recurring expense appropriation. Over \$1 million of this is used for rent of a state-owned building. The remaining appropriation is used for mission critical travel and for day to day Office operations. A reduction of \$288,488 or nearly 11% would dramatically impede the purchases of expenditures relating to postage, office supplies, job-related training, records storage and warehouse rent, information technology equipment, and pertinent insurance subscriptions. Therefore, these reductions would significantly impact the fulfillment of the Office's essential regulatory and statutory requirements as outlined above.

Detail of Costs:

Fiscal Year 2011 - 2012

Expense

Quantity	Description	Amount
	Reduce overall expense	(\$288,488)

Issue Total (\$288,488)

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF INSURANCE REG		43900100
<u>COMP & ENFORCE- INSURANCE</u>		43900110
<u>PUBLIC PROTECTION</u>		12
<u>REGULATION AND LICENSING</u>		1204.00.00.00
PROGRAM REDUCTIONS		33V0000
REDUCE CONTRACTED SERVICES		33V1300
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
INSURANCE REG TF.....	250,000-	2393
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #105

IT COMPONENT? NO

Budget Entity: Compliance & Enforcement

Issue Title: Reduction in Base Contracted Services

Reference to Long-Range Program Plan: Goal 4: The department will protect health, safety and welfare of the public.

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.

Contracted Services provides funding for expert witness fees, staff augmentation to maintain and support existing technology applications, and consultants to perform legal services, economic evaluations, as well as actuarial exams, audits and studies. These services also include other professional and technical functions needed to provide a quality level of service to the insurance industry and to the insurance-buying public.

A reduction in contracted services will impede the Office's ability to maintain and enhance current mission critical technology systems and data collection tools. Services to the industry will suffer with a significant reduction to contracted services. Specifically, the I-File system, the I-Apply system and industry portal may be impacted, which would increase review time for insurance company form, rate and application filings. This will negatively impact speed to

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

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

market of new insurance products and reduce job creation. Additionally, the Office will be unable to contract with consultants to perform actuarial exams, audits and studies to provide market analysis to policymakers and the Governor and Cabinet.

Detail of Costs:
 Fiscal Year 2011 - 2012

Special Categories

Contracted Services:

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

TOTAL: REGULATION AND LICENSING 1204.00.00.00
 BY FUND TYPE

TRUST FUNDS.....	24.00-	2,159,735-	2000
SALARY RATE.....	940,213-		
	=====		

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
<u>PUBLIC PROTECTION</u>		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.....	42,500-	2393
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:
 PRIORITY #102

IT COMPONENT? NO

Budget Entity: Executive Direction

Issue Title: Reduction in Expense - Executive Direction

Reference to Long-Range Program Plan: Goal 4: The department will protect health, safety and welfare of the public.

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.

Currently, the Executive Direction budget entity only receives \$144,457 annually in expense recurring appropriation. This budget entity is comprised of the Commissioner and support staff, the Office of the Inspector General and Legal Services. A reduction of \$42,500 or nearly 30% would dramatically impede the purchases of expenditures relating to postage, office supplies, records storage and warehouse rent, equipment, training, and pertinent legal and insurance related subscriptions.

Detail of Costs:
 Fiscal Year 2011 - 2012
 Expense

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

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

Quantity	Description	Amount
-----	-----	-----
	Reduce overall expense	(\$42,500)

Issue Total (\$42,500)

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>SFTY & SOUND ST BKG SYST</u>		43900530
<u>PUBLIC PROTECTION</u>		12
<u>REGULATION AND LICENSING</u>		1204.00.00.00
MANAGEMENT REDUCTIONS		33G0000
IMPLEMENT ADDITIONAL OPERATIONAL EFFICIENCIES TO REDUCE RECURRING COSTS		33G0110
EXPENSES		040000
FINANCIAL INST REG TF.....	300,000-	2275

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 Priority #7

Budget Entity: Office of Financial Regulation - Safety & Soundness of State Banking System - 43900530

Issue Title: Implement Additional Operational Efficiencies to Reduce Recurring Costs

Reference to Long-Range Program Plan: This request will not impact the Office's ability to reach the following goals:
 Goal #1: Excellence in all OFR does;
 Goal #2: Enforce compliance with state laws related to the financial industry;
 Goal #3: Examine regulated companies and individuals; and
 Goal #4: Register or chartered institutions, companies and individuals.

Issue Description/Need: OFR is focusing on performance, effectiveness and outcomes by realigning duties and functions. OFR will create cost efficiencies based on economies of scale, streamlining, expedited review and consolidating shared services. OFR is committed to identifying additional savings that will not impact its "customers": the financial industry and those it serves.

Ultimate Outcome: OFR will implement cost saving measures without reducing its ability to conduct its core functions of processing applications, conducting examinations and investigations, reviewing consumer complaints, and bringing enforcement actions to litigate unlawful conduct related to regulatory and enforcement functions. These changes will not impact OFR "customers": the financial industry and those they deal with.

Quantity	Description	Amount	Non-Recurring
-----	-----	-----	-----
	Expense	(\$300,000)	\$ -0-

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
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>
MANAGEMENT REDUCTIONS		33G0000
IMPLEMENT ADDITIONAL OPERATIONAL		
EFFICIENCIES TO REDUCE RECURRING		
COSTS		33G0110

Total Expenses (\$300,000) \$ -0-

Issue Total (\$300,000) \$ -0-

CONSOLIDATE ADMINISTRATIVE SUPPORT			33G0120
FUNCTIONS TO IMPROVE EFFECTIVENESS			000000
SALARY RATE			
SALARY RATE.....	36,039-		
	=====		
SALARIES AND BENEFITS			010000
	1.00-		
FINANCIAL INST REG TF.....	50,000-		2275
	=====		
EXPENSES			040000
FINANCIAL INST REG TF.....	1,800-		2275
	=====		
TOTAL: CONSOLIDATE ADMINISTRATIVE SUPPORT			33G0120
FUNCTIONS TO IMPROVE EFFECTIVENESS			
TOTAL POSITIONS.....	1.00-		
TOTAL ISSUE.....	51,800-		
TOTAL SALARY RATE.....	36,039-		
	=====		

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 Priority #3

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>SFTY & SOUND ST BKG SYST</u>		43900530
<u>PUBLIC PROTECTION</u>		12
<u>REGULATION AND LICENSING</u>		1204.00.00.00
MANAGEMENT REDUCTIONS		33G0000
CONSOLIDATE ADMINISTRATIVE SUPPORT FUNCTIONS TO IMPROVE EFFECTIVENESS		33G0120

Issue Title: Consolidate Administrative Support Functions to Improve Effectiveness

Reference to Long-Range Program Plan: This request will not impact the Office's ability to reach the following goals:

- Goal #1: Excellence in all OFR does;
- Goal #2: Enforce compliance with state laws related to the financial industry;
- Goal #3: Examine regulated companies and individuals; and
- Goal #4: Register or chartered institutions, companies and individuals.

Issue Description/Need: By focusing on outcomes, OFR is realigning duties and functions to become more effective as a financial regulatory agency. OFR will create cost efficiencies based on economies of scale, streamlining and expedited review. Efficiencies will be gained in the regional offices through a pool concept of shared support staff between business units, and improved coordination with Tallahassee and the Department of Financial Services. Functions will be eliminated that are not required or that do not assist OFR in reaching its goals. Additional process changes will be implemented in order to gain maximum efficiencies.

Ultimate Outcome: Sharing administrative resources across business units creates efficiencies and reduces costs for OFR, without reducing the ability to process applications, conduct examinations, review consumer complaints, and bring enforcement actions to litigate unlawful conduct related to regulatory and enforcement functions. Reducing administrative support positions will provide cost efficiencies by creating a shared concept for administrative support functions, particularly in the regional offices. These changes will allow OFR to focus on performance, effectiveness and outcomes, and thereby better serve its "customers:" the financial industry and those it deals with.

Detail of Costs:

Salaries and Benefits:

Position	Title	Amount	Non-Recurring
(1)	Administrative Staff (\$50,000)	\$ -0-	
Total Salaries and Benefits (\$50,000)		\$ -0-	

Expenses:

Quantity	Description	Amount	Non-Recurring
(1)	Expense	(\$ 1,800)	\$ -0-

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
SFTY & SOUND ST BKG SYST		43900530
PUBLIC PROTECTION		12
REGULATION AND LICENSING		<u>1204.00.00.00</u>
MANAGEMENT REDUCTIONS		33G0000
CONSOLIDATE ADMINISTRATIVE SUPPORT		
FUNCTIONS TO IMPROVE EFFECTIVENESS		33G0120
Total Expense	(\$ 1,800)	\$ -0-

Issue Total (\$51,800) \$ -0-

 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							
C9000 001	1.00-	36,039-		13,961-	50,000-	0.00	50,000-
TOTALS FOR ISSUE BY FUND							
2275 FINANCIAL INST REG TF							50,000-
	1.00-	36,039-		13,961-	50,000-		50,000-

TOTAL: REGULATION AND LICENSING							<u>1204.00.00.00</u>
BY FUND TYPE							
TRUST FUNDS.....	1.00-	351,800-					2000
SALARY RATE.....	36,039-						

=====

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>
MANAGEMENT REDUCTIONS		33G0000
CONSOLIDATE ADMINISTRATIVE SUPPORT		
FUNCTIONS TO IMPROVE EFFECTIVENESS		33G0120
SALARY RATE		000000
SALARY RATE.....	79,670-	
	=====	
SALARIES AND BENEFITS		010000
	4.00-	
ADMINISTRATIVE TRUST FUND.....	127,413-	2021
	=====	
EXPENSES		040000
ADMINISTRATIVE TRUST FUND.....	7,200-	2021
	=====	
TOTAL: CONSOLIDATE ADMINISTRATIVE SUPPORT		33G0120
FUNCTIONS TO IMPROVE EFFECTIVENESS		
TOTAL POSITIONS.....	4.00-	
TOTAL ISSUE.....	134,613-	
TOTAL SALARY RATE.....	79,670-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE:
 Priority #3

IT COMPONENT? NO

Budget Entity: Office of Financial Regulation - Financial Investigations - 43900540

Issue Title: Consolidate Administrative Support Functions to Improve Effectiveness

Reference to Long-Range Program Plan: This request will not impact the Office's ability to reach the following goals:

- Goal #1: Excellence in all OFR does;
- Goal #2: Enforce compliance with state laws related to the financial industry;
- Goal #3: Examine regulated companies and individuals; and
- Goal #4: Register or chartered institutions, companies and individuals.

Issue Description/Need: By focusing on outcomes, OFR is realigning duties and functions to become more effective as a financial regulatory agency. OFR will create cost efficiencies based on economies of scale, streamlining and expedited

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
FINANCIAL SERVICES		43000000
PGM: FINANCIAL SVCS COMM		43900000
OFFICE OF FINANCIAL REG		43900500
<u>FINANCIAL INVESTIGATIONS</u>		43900540
<u>PUBLIC PROTECTION</u>		12
<u>REGULATION AND LICENSING</u>		1204.00.00.00
MANAGEMENT REDUCTIONS		33G0000
CONSOLIDATE ADMINISTRATIVE SUPPORT		
FUNCTIONS TO IMPROVE EFFECTIVENESS		33G0120

review. Efficiencies will be gained in the regional offices through a pool concept of shared support staff between business units, and improved coordination with Tallahassee and the Department of Financial Services. Functions will be eliminated that are not required or that do not assist OFR in reaching its goals. Additional process changes will be implemented in order to gain maximum efficiencies.

Ultimate Outcome: Sharing administrative resources across business units creates efficiencies and reduces costs for OFR, without reducing the ability to process applications, conduct examinations, review consumer complaints, and bring enforcement actions to litigate unlawful conduct related to regulatory and enforcement functions. Reducing administrative support positions will provide cost efficiencies by creating a shared concept for administrative support functions, particularly in the regional offices. These changes will allow OFR to focus on performance, effectiveness and outcomes, and thereby better serve its "customers:" the financial industry and those it deals with.

Detail of Costs:

Salaries and Benefits:

Position	Title	Amount	Non-Recurring
(4)	Administrative Staff(\$127,414)	\$ -0-	
Total Salaries and Benefits		(\$127,414)	\$ -0-

Expenses:

Quantity	Description	Amount	Non-Recurring
	Expense	(\$ 7,200)	\$ -0-
	Total Expense	(\$ 7,200)	\$ -0-

Issue Total (\$134,614)

COL A93
 SCH VIIIB-2
 REDUCTIONS
 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
MANAGEMENT REDUCTIONS	33G0000
CONSOLIDATE ADMINISTRATIVE SUPPORT	
FUNCTIONS TO IMPROVE EFFECTIVENESS	33G0120

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							
C9000 001	4.00-	79,670-		47,743-	127,413-	0.00	127,413-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
2021 ADMINISTRATIVE TRUST FUND							127,413-
	-----	-----	-----	-----	-----	-----	-----
	4.00-	79,670-		47,743-	127,413-		127,413-
	=====	=====	=====	=====	=====		=====

PROGRAM REDUCTIONS		33V0000
TARGET INVESTIGATIVE EFFORTS TO		
IMPROVE EFFECTIVENESS		33V1070
SALARY RATE		000000
SALARY RATE.....	220,916-	
	=====	
SALARIES AND BENEFITS		
	6.00-	010000
ADMINISTRATIVE TRUST FUND.....	305,267-	2021
	=====	

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
TARGET INVESTIGATIVE EFFORTS TO		
IMPROVE EFFECTIVENESS		33V1070
EXPENSES		040000
ADMINISTRATIVE TRUST FUND.....	10,800-	2021
	=====	
TOTAL: TARGET INVESTIGATIVE EFFORTS TO		33V1070
IMPROVE EFFECTIVENESS		
TOTAL POSITIONS.....	6.00-	
TOTAL ISSUE.....	316,067-	
TOTAL SALARY RATE.....	220,916-	
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:
 Priority #5

IT COMPONENT? NO

Budget Entity: Office of Financial Regulation - Financial Investigations - 43900540

Issue Title: Target Financial Investigations to Improve Effectiveness

Reference to Long-Range Program Plan: This request will not impact the Office's ability to reach the following goals:

- Goal #1: Excellence in all OFR does; and
- Goal #2: Enforce compliance with state laws related to the financial industry.

Issue Description/Need: By focusing on outcomes, OFR is realigning duties and functions to become more effective as a financial regulatory agency. The Bureau of Financial Investigations (Bureau) conducts investigations into allegations of fraudulent and unlicensed activity under the jurisdiction of the Office of Financial Regulation (OFR). The Bureau will align its investigative resources to best complement the efforts of the OFR operational divisions to identify unlicensed or fraudulent behavior.

Ultimate Outcome: OFR is realigning duties and functions to focus on performance, effectiveness and outcomes. By coordinating with OFR divisions, the Bureau will maximize its positive impact on Florida's citizens and Florida's financial industry. The elimination of these positions furthers Investigations' efforts to reduce recurring costs without harming consumers or its ability to conduct investigations. These changes will allow OFR to better serve its "customers:" the financial industry and those it deals with.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43900000
 43900500
 43900540
 12
 1204.00.00.00
 33V0000
 33V1070

FINANCIAL SERVICES
 PGM: FINANCIAL SVCS COMM
 OFFICE OF FINANCIAL REG
FINANCIAL INVESTIGATIONS
 PUBLIC PROTECTION
REGULATION AND LICENSING
 PROGRAM REDUCTIONS
 TARGET INVESTIGATIVE EFFORTS TO
 IMPROVE EFFECTIVENESS

Detail of Costs:

Salaries and Benefits:

Position	Title	Amount	Non-Recurring
(6)	Financial Investigators (\$305,267)	\$ -0-	
Total Salaries and Benefits (\$305,267)		\$ -0-	

Expenses:

Quantity	Description	Amount	Non-Recurring
	Expense	(\$ 10,800)	\$ -0-
	Total Expense	(\$ 10,800)	\$ -0-
Issue Total		(\$316,067)	\$ -0-

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							
C9000 001	6.00-	220,916-		84,351-	305,267-	0.00	305,267-

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43900000
 43900500
 43900540
 12
 1204.00.00.00
 33V0000
 33V1070

FINANCIAL SERVICES
 PGM: FINANCIAL SVCS COMM
 OFFICE OF FINANCIAL REG
FINANCIAL INVESTIGATIONS
 PUBLIC PROTECTION
REGULATION AND LICENSING
 PROGRAM REDUCTIONS
 TARGET INVESTIGATIVE EFFORTS TO
 IMPROVE EFFECTIVENESS

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							
TOTALS FOR ISSUE BY FUND							
2021 ADMINISTRATIVE TRUST FUND							305,267-
	6.00-	220,916-		84,351-	305,267-		305,267-
	=====	=====	=====	=====	=====		=====

 TOTAL: REGULATION AND LICENSING BY FUND TYPE
 TRUST FUNDS..... 10.00- 450,680- 2000
 SALARY RATE..... 300,586-
 =====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
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 ADMINISTRATIVE OVERHEAD		
FINANCIAL REGULATION (OFR)		
EXECUTIVE DIRECTION AND SUPPORT SERVICES		33V1080

Goal #4: Register or chartered institutions, companies and individuals.

Issue Description/Need: OFR is realigning duties and functions to focus on performance and outcomes to become more effective as a regulatory agency. OFR will eliminate a position in the Office of Inspector General to reduce the amount of overhead expense allocated to the divisions. Efficiencies will be gained in streamlining the responsibilities of the Office of the Inspector General.

Ultimate Outcome: By reducing the administrative costs that are allocated to the divisions, it will allow the operational divisions to better use their financial resources to provide for "direct" funding of the mission critical functions of licensing, examination and enforcement. The reduction of this position will not impact OFR "customers": the financial industry and those it deals with.

Detail of Costs:

Salaries and Benefits:

Position	Title	Amount	Non-Recurring
(1)	Sr. Management Analyst II (SES)	(\$72,209)	\$ -0-
Total Salaries and Benefits (\$72,209)		\$ -0-	

Expenses:

Quantity	Description	Amount	Non-Recurring
	Expense	(\$ 1,800)	\$ -0-
	Total Expense	(\$ 1,800)	\$ -0-

Issue Total (\$74,009)

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

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 ADMINISTRATIVE OVERHEAD	
FINANCIAL REGULATION (OFR)	
EXECUTIVE DIRECTION AND SUPPORT SERVICES	33V1080

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							
C9000 001	1.00-	55,771-		16,438-	72,209-	0.00	72,209-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
2021 ADMINISTRATIVE TRUST FUND							72,209-
	-----	-----	-----	-----	-----	-----	-----
	1.00-	55,771-		16,438-	72,209-		72,209-
	=====	=====	=====	=====	=====	=====	=====

 TOTAL: REGULATION AND LICENSING 1204.00.00.00
 BY FUND TYPE

TRUST FUNDS.....	1.00-	74,009-	2000
SALARY RATE.....	55,771-		
	=====		

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>
MANAGEMENT REDUCTIONS		33G0000
IMPLEMENT ADDITIONAL OPERATIONAL		
EFFICIENCIES TO REDUCE RECURRING		
COSTS		33G0110
EXPENSES		040000
REGULATORY TRUST FUND.....	300,000-	2573

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:
 Priority #7

IT COMPONENT? NO

Budget Entity: Office of Financial Regulation - Finance Regulation - 43900560

Issue Title: Implement Additional Operational Efficiencies to Reduce Recurring Costs

Reference to Long-Range Program Plan: This request will not impact the Office's ability to reach the following goals:

- Goal #1: Excellence in all OFR does;
- Goal #2: Enforce compliance with state laws related to the financial industry;
- Goal #3: Examine regulated companies and individuals; and
- Goal #4: Register or chartered institutions, companies and individuals.

Issue Description/Need: OFR is focusing on performance, effectiveness and outcomes by realigning duties and functions. OFR will create cost efficiencies based on economies of scale, streamlining, expedited review and consolidating shared services. OFR is committed to identifying additional savings that will not impact its "customers": the financial industry and those it serves.

Ultimate Outcome: OFR will implement cost saving measures without reducing its ability to conduct its core functions of processing applications, conducting examinations and investigations, reviewing consumer complaints, and bringing enforcement actions to litigate unlawful conduct related to regulatory and enforcement functions. These changes will not impact OFR "customers": the financial industry and those they deal with.

Expenses:

Quantity	Description	Amount	Non-Recurring
-----	-----	-----	-----
	Expense	(\$300,000)	\$ -0-

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>
MANAGEMENT REDUCTIONS				33G0000
IMPLEMENT ADDITIONAL OPERATIONAL				
EFFICIENCIES TO REDUCE RECURRING				
COSTS				33G0110
Total Expenses		(\$300,000)	\$ -0-	
Issue Total		(\$300,000)	\$ -0-	

CONSOLIDATE ADMINISTRATIVE SUPPORT				
FUNCTIONS TO IMPROVE EFFECTIVENESS				33G0120
SALARY RATE				000000
SALARY RATE.....	212,354-			
	=====			
SALARIES AND BENEFITS				010000
REGULATORY TRUST FUND.....	7.00-	305,064-		2573
	=====			
TOTAL: CONSOLIDATE ADMINISTRATIVE SUPPORT				33G0120
FUNCTIONS TO IMPROVE EFFECTIVENESS				
TOTAL POSITIONS.....	7.00-			
TOTAL ISSUE.....		305,064-		
TOTAL SALARY RATE.....	212,354-			
	=====			

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 Priority #3

Budget Entity: Office of Financial Regulation - Finance Regulation - 43900560 502573002

Issue Title: Consolidate Administrative Support Functions to Improve Effectiveness

Reference to Long-Range Program Plan: This request will not impact the Office's ability to reach the following goals:
 Goal #1: Excellence in all OFR does;

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
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>
MANAGEMENT REDUCTIONS		33G0000
CONSOLIDATE ADMINISTRATIVE SUPPORT		
FUNCTIONS TO IMPROVE EFFECTIVENESS		33G0120

- Goal #2: Enforce compliance with state laws related to the financial industry;
- Goal #3: Examine regulated companies and individuals; and
- Goal #4: Register or chartered institutions, companies and individuals.

Issue Description/Need: By focusing on outcomes, OFR is realigning duties and functions to become more effective as a financial regulatory agency. OFR will create cost efficiencies based on economies of scale, streamlining and expedited review. Efficiencies will be gained in the regional offices through a pool concept of shared support staff between business units, and improved coordination with Tallahassee and the Department of Financial Services. Functions will be eliminated that are not required or that do not assist OFR in reaching its goals. Additional process changes will be implemented in order to gain maximum efficiencies.

Ultimate Outcome: Sharing administrative resources across business units creates efficiencies and reduces costs for OFR, without reducing the ability to process applications, conduct examinations, review consumer complaints, and bring enforcement actions to litigate unlawful conduct related to regulatory and enforcement functions. Reducing administrative support positions will provide cost efficiencies by creating a shared concept for administrative support functions, particularly in the regional offices. These changes will allow OFR to focus on performance, effectiveness and outcomes, and thereby better serve its "customers:" the financial industry and those it deals with.

Detail of Costs:

Salaries and Benefits:

Position Number	Title & Pay Grade / Class Code	Amount	Non-Recurring
(4)	Administrative Assistant I/PG 015/CC 0709	(\$164,980)	-0-
(2)	Document Specialist/PG 014/CC 0425	(\$ 88,129)	-0-
(1)	Staff Assistant/PG 013/CC 0120	(\$ 51,955)	-0-
(7)	Total Salary	(\$305,064)	-0-
	Issue Total	(\$305,064)	-0-

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43900000
 43900500
 43900560
 12
 1204.00.00.00
 33G0000
 33G0120

FINANCIAL SERVICES
 PGM: FINANCIAL SVCS COMM
 OFFICE OF FINANCIAL REG
 FINANCE REGULATION
 PUBLIC PROTECTION
 REGULATION AND LICENSING
 MANAGEMENT REDUCTIONS
 CONSOLIDATE ADMINISTRATIVE SUPPORT
 FUNCTIONS TO IMPROVE EFFECTIVENESS

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							
C9000 001	7.00-	212,354-		92,710-	305,064-	0.00	305,064-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
2573 REGULATORY TRUST FUND							305,064-
	-----	-----	-----	-----	-----	-----	-----
	7.00-	212,354-		92,710-	305,064-		305,064-
	=====	=====	=====	=====	=====		=====

PROGRAM REDUCTIONS 33V0000
 CONSOLIDATE REGULATORY FUNCTIONS TO
 REDUCE RECURRING PROGRAM COSTS 33V1000
 SALARY RATE 000000
 SALARY RATE..... 1,301,339-
 =====

SALARIES AND BENEFITS 010000
 28.00-
 REGULATORY TRUST FUND..... 1,728,939-
 =====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
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>		1204.00.00.00
PROGRAM REDUCTIONS		33V0000
CONSOLIDATE REGULATORY FUNCTIONS TO		
REDUCE RECURRING PROGRAM COSTS		33V1000
EXPENSES		040000
REGULATORY TRUST FUND.....	125,000-	2573
	=====	
TOTAL: CONSOLIDATE REGULATORY FUNCTIONS TO		33V1000
REDUCE RECURRING PROGRAM COSTS		
TOTAL POSITIONS.....	28.00-	
TOTAL ISSUE.....	1,853,939-	
TOTAL SALARY RATE.....	1,301,339-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 Priority #2

Budget Entity: Office of Financial Regulation - Finance Regulation - 43900560 502573002

Issue Title: Consolidate Regulatory Functions to Reduce Recurring Program Costs

Reference to Long-Range Program Plan: This request will not impact the Office's ability to reach the following goals:
 Goal #1: Excellence in all OFR does;
 Goal #2: Enforce compliance with state laws related to the financial industry;
 Goal #3: Examine regulated companies and individuals; and
 Goal #4: Register or chartered institutions, companies and individuals.

Issue Description/Need: The Division of Finance regulates and licenses individual mortgage loan originators, businesses and lenders, consumer finance companies, installment sales and retail sales companies, consumer and commercial collection agencies, and money service businesses such as check cashers and payment instrument dealers. The Division protects consumers from illegal financial activities and unlicensed entities.

The Division historically consisted of three bureaus: the Bureau of Finance Regulation, the Bureau of Money Services Businesses and the Bureau of Regulatory Review. Combining the Bureaus of Finance Regulation and Money Services Businesses into a single unit will provide improved ability to meet statutorily mandated examination requirements, as well as conduct high priority examinations. By combining the bureaus, the number of supervisors will be reduced, and several offices will be combined to allow staff to conduct statutorily required and high priority examinations. Through

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

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
CONSOLIDATE REGULATORY FUNCTIONS TO	
REDUCE RECURRING PROGRAM COSTS	33V1000

the combination of regional offices for the Division, savings in rent and other costs will be realized.

Merging the two examination functions will allow experienced staff to focus on higher priority examinations to improve consumer protection for Florida citizens. This will be accomplished through streamlining and expedited review by enforcement and legal staffs, and by consolidating agency shared services. OFR will implement process changes to focus on performance, effectiveness and outcomes, and thereby better serve its "customers:" the financial industry and those it deals with.

Ultimate Outcome: These changes will allow OFR to focus on performance, effectiveness and outcomes, and thereby better serve its "customers:" the financial industry and those it deals with. To accomplish this, the Division of Finance will combine two bureaus as well as several regional offices. This will be achieved through streamlining and expedited review by enforcement and legal staffs, and by consolidating agency shared services.

Detail of Costs:

Salaries and Benefits:

Position Number	Title & Pay Grade / Class Code	Amount	Non-Recurring	
(7)	Financial Examiner/Analyst-I/PG 020/CC 1554	(\$351,843)		-0-
(10)	Financial Examiner/Analyst-II/PG 023/CC 1564	(\$606,014)		-0-
(6)	Financial Specialist/PG 025 /CC 1566	(\$389,501)		-0-
(2)	Senior Management Analyst II/PG 0426/CC 2225	(\$158,107)		-0-
(1)	Financial Examiner/Supervisor/PG 0426/CC	(\$ 61,402)		-0-
(2)	Area Financial Manager/PG 0428/CC 1584	(\$162,072)		-0-
(28)	Total Salaries	(\$1,728,939)		-0-

Expenses:

Reduce Expenses by combining some Division of Finance regional offices	(\$125,000)	-0-
Total Expenses	(\$125,000)	-0-

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

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
CONSOLIDATE REGULATORY FUNCTIONS TO	
REDUCE RECURRING PROGRAM COSTS	33V1000

Issue Total (\$1,853,939) -0-

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							
C9000 001	28.00-	1,301,339-		427,600-	1,728,939-	0.00	1,728,939-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
2573 REGULATORY TRUST FUND							1,728,939-
	-----	-----	-----	-----	-----	-----	-----
	28.00-	1,301,339-		427,600-	1,728,939-		1,728,939-
	=====	=====	=====	=====	=====	=====	=====

REDUCE OTHER PERSONAL SERVICES	
(OPS) COSTS BY IMPROVING PROCESSES	33V1020
OTHER PERSONAL SERVICES	030000

REGULATORY TRUST FUND.....	60,000-	2573
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 Priority #1

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
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) COSTS BY IMPROVING PROCESSES		33V1020

Budget Entity: Office of Financial Regulation - Finance Regulation - 43900560 502573002

Issue Title: Reduce Other Personal Services (OPS) Costs by Improving Processes

Reference to Long-Range Program Plan: This request will not impact the Office's ability to reach the following goals:

- Goal #1: Excellence in all OFR does;
- Goal #2: Enforce compliance with state laws related to the financial industry;
- Goal #3: Examine regulated companies and individuals; and
- Goal #4: Register or chartered institutions, companies and individuals.

Issue Description/Need: By focusing on outcomes, OFR is realigning duties and functions to become more effective as a financial regulatory agency. Process improvement efforts will allow the reduction of OPS funding by streamlining and expedited review by licensing, legal and enforcement staffs, and by consolidating agency shared services. This effort will not impact the timeliness of information availability to the public or the financial industry.

Ultimate Outcome: These changes will allow OFR to focus on performance, effectiveness and outcomes, and thereby better serve its "customers:" the financial industry and those it deals with.

Detail of Costs:

Quantity	Description	Amount	Non-Recurring
	OPS Funding	(\$60,000)	-0-
	Total OPS	(\$60,000)	-0-
	Issue Total	(\$60,000)	-0-

COL A93
SCH VIIIB-2
REDUCTIONS
POS AMOUNT

CODES

FINANCIAL SERVICES
PGM: FINANCIAL SVCS COMM
OFFICE OF FINANCIAL REG
FINANCE REGULATION
PUBLIC PROTECTION
REGULATION AND LICENSING

43000000
43900000
43900500
43900560
12
1204.00.00.00

TOTAL: REGULATION AND LICENSING
BY FUND TYPE

1204.00.00.00

TRUST FUNDS..... 35.00-
SALARY RATE..... 2,519,003-
1,513,693-
=====

2000

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>
MANAGEMENT REDUCTIONS		33G0000
IMPLEMENT ADDITIONAL OPERATIONAL		
EFFICIENCIES TO REDUCE RECURRING		
COSTS		33G0110
EXPENSES		040000
REGULATORY TRUST FUND.....	300,000-	2573

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:
 Priority #7

IT COMPONENT? NO

Budget Entity: Office of Financial Regulation - Securities Regulation - 43900570

Issue Title: Implement Additional Operational Efficiencies to Reduce Recurring Costs

Reference to Long-Range Program Plan: This request will not impact the Office's ability to reach the following goals:

- Goal #1: Excellence in all OFR does;
- Goal #2: Enforce compliance with state laws related to the financial industry;
- Goal #3: Examine regulated companies and individuals; and
- Goal #4: Register or chartered institutions, companies and individuals.

Issue Description/Need: OFR is focusing on performance, effectiveness and outcomes by realigning duties and functions. OFR will create cost efficiencies based on economies of scale, streamlining, expedited review and consolidating shared services. OFR is committed to identifying additional savings that will not impact its "customers": the financial industry and those it serves.

Ultimate Outcome: OFR will implement cost saving measures without reducing its ability to conduct its core functions of processing applications, conducting examinations and investigations, reviewing consumer complaints, and bringing enforcement actions to litigate unlawful conduct related to regulatory and enforcement functions. These changes will not impact OFR "customers": the financial industry and those they deal with.

Detail of Costs:

Expenses:

Quantity	Description	Amount	Non-Recurring
-----	-----	-----	-----

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

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>
MANAGEMENT REDUCTIONS				33G0000
IMPLEMENT ADDITIONAL OPERATIONAL				
EFFICIENCIES TO REDUCE RECURRING				
COSTS				33G0110
Expense		(\$300,000)	\$ -0-	
Total Expenses		(\$300,000)	\$ -0-	
Issue Total		(\$300,000)	\$ -0-	

CONSOLIDATE ADMINISTRATIVE SUPPORT				33G0120
FUNCTIONS TO IMPROVE EFFECTIVENESS				000000
SALARY RATE				
SALARY RATE.....	187,406-			
	=====			
SALARIES AND BENEFITS				010000
REGULATORY TRUST FUND.....	7.00-			
	276,982-			2573
	=====			
EXPENSES				040000
REGULATORY TRUST FUND.....	12,600-			
	=====			2573
TOTAL: CONSOLIDATE ADMINISTRATIVE SUPPORT				33G0120
FUNCTIONS TO IMPROVE EFFECTIVENESS				
TOTAL POSITIONS.....	7.00-			
TOTAL ISSUE.....	289,582-			
TOTAL SALARY RATE.....	187,406-			
	=====			

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 12-13 NARRATIVE: IT COMPONENT? NO
 Priority #3

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
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>		1204.00.00.00
MANAGEMENT REDUCTIONS		33G0000
CONSOLIDATE ADMINISTRATIVE SUPPORT		
FUNCTIONS TO IMPROVE EFFECTIVENESS		33G0120

Budget Entity: Office of Financial Regulation - Securities Regulation - 43900570

Issue Title: Consolidate Administrative Support Functions to Improve Effectiveness

Reference to Long-Range Program Plan: This request will not impact the Office's ability to reach the following goals:

- Goal #1: Excellence in all OFR does;
- Goal #2: Enforce compliance with state laws related to the financial industry;
- Goal #3: Examine regulated companies and individuals; and
- Goal #4: Register or chartered institutions, companies and individuals.

Issue Description/Need: By focusing on outcomes, OFR is realigning duties and functions to become more effective as a financial regulatory agency. OFR will create cost efficiencies based on economies of scale, streamlining and expedited review. Efficiencies will be gained in the regional offices through a pool concept of shared support staff between business units, and improved coordination with Tallahassee and the Department of Financial Services. Functions will be eliminated that are not required or that do not assist OFR in reaching its goals. Additional process changes will be implemented in order to gain maximum efficiencies.

Ultimate Outcome: Sharing administrative resources across business units creates efficiencies and reduces costs for OFR, without reducing the ability to process applications, conduct examinations, review consumer complaints, and bring enforcement actions to litigate unlawful conduct related to regulatory and enforcement functions. Reducing administrative support positions will provide cost efficiencies by creating a shared concept for administrative support functions, particularly in the regional offices. These changes will allow OFR to focus on performance, effectiveness and outcomes, and thereby better serve its "customers:" the financial industry and those it deals with.

Detail of Costs:

Salaries and Benefits:

Position	Title	Amount	Non-Recurring
(7)	Administrative Staff (\$276,982)	\$ -0-	
Total Salaries and Benefits (\$276,982)		\$ -0-	

Expenses:

Quantity	Description	Amount	Non-Recurring
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 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

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>
MANAGEMENT REDUCTIONS	33G0000
CONSOLIDATE ADMINISTRATIVE SUPPORT	
FUNCTIONS TO IMPROVE EFFECTIVENESS	33G0120

Expense	(\$ 12,600)	\$	-0-
Total Expense	(\$ 12,600)	\$	-0-

Issue Total (\$289,582)

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							
C9000 001	7.00-	187,406-		89,576-	276,982-	0.00	276,982-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
2573 REGULATORY TRUST FUND							276,982-
	-----	-----	-----	-----	-----	-----	-----
	7.00-	187,406-		89,576-	276,982-		276,982-
	=====	=====	=====	=====	=====		=====

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
IMPLEMENT PROCESS IMPROVEMENTS IN		
SECURITIES REGULATORY REVIEW		33V1030
SALARY RATE		000000
SALARY RATE.....	129,019-	
	=====	
SALARIES AND BENEFITS		010000
REGULATORY TRUST FUND.....	3.00- 173,526-	2573
	=====	
EXPENSES		040000
REGULATORY TRUST FUND.....	5,400-	2573
	=====	
TOTAL: IMPLEMENT PROCESS IMPROVEMENTS IN		33V1030
SECURITIES REGULATORY REVIEW		
TOTAL POSITIONS.....	3.00-	
TOTAL ISSUE.....	178,926-	
TOTAL SALARY RATE.....	129,019-	
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 12-13 NARRATIVE:
 Priority #4

IT COMPONENT? NO

Budget Entity: Office of Financial Regulation - Securities Regulation - 43900570

Issue Title: Implement Process Improvements in Securities Regulatory Review

Reference to Long-Range Program Plan: This request will not impact the Office's ability to reach the following goals:

- Goal #1: Excellence in all OFR does;
- Goal #2: Enforce compliance with state laws related to the financial industry;
- Goal #3: Examine regulated companies and individuals; and
- Goal #4: Register or chartered institutions, companies and individuals.

Issue Description/Need: By focusing on outcomes, OFR is realigning duties and functions to become more effective as a financial regulatory agency. Securities registration staff has implemented efficiencies in the registration process that

COL A93 SCH VIIIB-2 REDUCTIONS			CODES
POS	AMOUNT		
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
IMPLEMENT PROCESS IMPROVEMENTS IN			
SECURITIES REGULATORY REVIEW			33V1030

enable the elimination of these positions. This has been accomplished through streamlining and expedited review. Reduction of three registration analyst positions will not adversely impact the time to process applications or hamper the ability to protect the public.

Ultimate Outcome: The elimination of three registration analyst positions furthers the Division's efforts to reduce recurring costs without harming OFR's "customers:" the financial industry and those it deals with.

Detail of Costs:

Salaries and Benefits:

Position	Title	Amount	Non-Recurring
(3)	Financial Analysts	(\$173,526)	\$ -0-
Total Salaries and Benefits (\$173,526)		\$	-0-

Expenses:

Quantity	Description	Amount	Non-Recurring
	Expense	(\$ 5,400)	\$ -0-
	Total Expense	(\$ 5,400)	\$ -0-

Issue Total (\$178,926)

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 43000000
 43900000
 43900500
 43900570
 12
 1204.00.00.00
 33V0000
 33V1030

FINANCIAL SERVICES
 PGM: FINANCIAL SVCS COMM
 OFFICE OF FINANCIAL REG
SECURITIES REGULATION
 PUBLIC PROTECTION
REGULATION AND LICENSING
 PROGRAM REDUCTIONS
 IMPLEMENT PROCESS IMPROVEMENTS IN
 SECURITIES REGULATORY REVIEW

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							
C9000 001	3.00-	129,019-		44,507-	173,526-	0.00	173,526-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
2573 REGULATORY TRUST FUND							173,526-
	-----	-----	-----	-----	-----	-----	-----
	3.00-	129,019-		44,507-	173,526-		173,526-
	=====	=====	=====	=====	=====		=====

 TOTAL: REGULATION AND LICENSING BY FUND TYPE 1204.00.00.00
 TRUST FUNDS..... 10.00- 768,508- 2000
 SALARY RATE..... 316,425-
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