

BPEADL01 LAS/PBS SYSTEM
BUDGET PERIOD: 2002-2013
STATE OF FLORIDA

EXHIBIT D-3A
EXPENDITURES BY
ISSUE AND APPROPRIATION CATEGORY

SP 09/15/2011 16:13 PAGE: 1
EXHIBIT D-3A ERROR REPORT

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

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: ADMINISTRATION PGM				72010000
EXECUTIVE DIR/SUPPORT SVCS				72010100
GOV OPERATIONS/SUPPORT				16
EXEC LEADERSHIP/SUPPRT SVC				1602.00.00.00
ESTIMATED EXPENDITURES				1000000
ESTIMATED EXPENDITURES - OPERATIONS				1001000
SALARY RATE				000000
SALARY RATE.....	4,361,256			
=====				
SALARIES AND BENEFITS				010000
ADMINISTRATIVE TRUST FUND -STATE	5,855,465			2021 1
COMMUNICATIONS WKG CAP TF -STATE	153,021			2105 1
TOTAL POSITIONS.....	74.00			
TOTAL APPRO.....	6,008,486			
=====				
OTHER PERSONAL SERVICES				030000
ADMINISTRATIVE TRUST FUND -STATE	38,329			2021 1
=====				
EXPENSES				040000
ADMINISTRATIVE TRUST FUND -STATE	647,694			2021 1
COMMUNICATIONS WKG CAP TF -STATE	45,597			2105 1
TOTAL APPRO.....	693,291			
=====				
OPERATING CAPITAL OUTLAY				060000
ADMINISTRATIVE TRUST FUND -STATE	9,688			2021 1
=====				
SPECIAL CATEGORIES				100000
CONTRACTED SERVICES				100777
ADMINISTRATIVE TRUST FUND -STATE	102,700			2021 1
COMMUNICATIONS WKG CAP TF -STATE	81,200			2105 1
TOTAL APPRO.....	183,900			
=====				

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: ADMINISTRATION PGM							72010000
EXECUTIVE DIR/SUPPORT SVCS							72010100
GOV OPERATIONS/SUPPORT							16
EXEC LEADERSHIP/SUPPRT SVC							1602.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SPECIAL CATEGORIES							100000
MAIL SERVICES							101089
ADMINISTRATIVE TRUST FUND -STATE	113,424						2021 1
RISK MANAGEMENT INSURANCE							103241
ADMINISTRATIVE TRUST FUND -STATE	31,536						2021 1
COMMUNICATIONS WKG CAP TF -STATE	85						2105 1
TOTAL APPRO.....	31,621						
DEFERRED-PAY COM CONTRACTS							105280
ADMINISTRATIVE TRUST FUND -STATE	15,380						2021 1
TR/DMS/HR SVCS/STW CONTRCT							107040
ADMINISTRATIVE TRUST FUND -STATE	32,326						2021 1
COMMUNICATIONS WKG CAP TF -STATE	816						2105 1
TOTAL APPRO.....	33,142						
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
ADMINISTRATIVE TRUST FUND -STATE	401,087						2021 1
COMMUNICATIONS WKG CAP TF -STATE	22,111						2105 1
TOTAL APPRO.....	423,198						
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS							1001000
TOTAL POSITIONS.....	74.00						
TOTAL ISSUE.....	7,550,459						
TOTAL SALARY RATE.....	4,361,256						

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: ADMINISTRATION PGM							72010000
EXECUTIVE DIR/SUPPORT SVCS							72010100
GOV OPERATIONS/SUPPORT							16
EXEC LEADERSHIP/SUPPRT SVC							1602.00.00.00
ESTIMATED EXPENDITURES							1000000
CASUALTY INSURANCE PREMIUM							
ADJUSTMENT							1001090
SPECIAL CATEGORIES							100000
RISK MANAGEMENT INSURANCE							103241
ADMINISTRATIVE TRUST FUND -STATE	96,069						2021 1
COMMUNICATIONS WKG CAP TF -STATE	259						2105 1
TOTAL APPRO.....	96,328						
FLORIDA RETIREMENT SYSTEM							
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							1001230
SALARIES AND BENEFITS							010000
ADMINISTRATIVE TRUST FUND -STATE	236,392-						2021 1
COMMUNICATIONS WKG CAP TF -STATE	6,186-						2105 1
TOTAL APPRO.....	242,578-						
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
ADMINISTRATIVE TRUST FUND -STATE	5,739-						2021 1
COMMUNICATIONS WKG CAP TF -STATE	317-						2105 1
TOTAL APPRO.....	6,056-						
TOTAL: FLORIDA RETIREMENT SYSTEM							1001230
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							
TOTAL ISSUE.....	248,634-						

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: ADMINISTRATION PGM				72010000
EXECUTIVE DIR/SUPPORT SVCS				72010100
GOV OPERATIONS/SUPPORT				16
EXEC LEADERSHIP/SUPPRT SVC				1602.00.00.00
ESTIMATED EXPENDITURES				1000000
REALLOCATION OF HUMAN RESOURCES				
OUTSOURCING				1005900
SPECIAL CATEGORIES				100000
TR/DMS/HR SVCS/STW CONTRCT				107040
ADMINISTRATIVE TRUST FUND -STATE	3,219-			2021 1
COMMUNICATIONS WKG CAP TF -STATE	82-			2105 1
TOTAL APPRO.....	3,301-			
STATE FUNDING REDUCTIONS				3300000
DEFERRED-PAYMENT COMMODITY CONTRACT				
REDUCTION - KODAK DIGIMASTER				3300090
SPECIAL CATEGORIES				100000
DEFERRED-PAY COM CONTRACTS				105280
ADMINISTRATIVE TRUST FUND -STATE	15,380-			2021 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

Issue Summary: This issue requests a reduction in the Deferred-Payment Commodity Contract appropriation category due to the conclusion of the financial obligation of the lease for the Kodak Digimaster 9110. This budget is no longer needed for this purpose.

This issue impacts the "Mail Room (includes Mail Room, Print Shop, and Property Management)" activity.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-12 includes a reduction of \$15,380 in the Special Categories: Deferred-Payment Commodity Contract. The Kodak Digimaster 9110 printer lease agreement (DFS Equipment Schedules Number 060) was concluded and the entire remaining appropriation may be reduced since this obligation was satisfied.

Administration Trust Fund (2021)

Special Categories: Deferred-Payment Commodity Contract (105280)

(15,380) FSI=1

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	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: ADMINISTRATION PGM				72010000
EXECUTIVE DIR/SUPPORT SVCS				72010100
GOV OPERATIONS/SUPPORT				16
EXEC LEADERSHIP/SUPPRT SVC				1602.00.00.00
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
ADMINISTRATIVE TRUST FUND -STATE	12,012-			2021 1
COMMUNICATIONS WKG CAP TF -STATE	279-			2105 1
TOTAL APPRO.....	12,291-			

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE: IT COMPONENT? YES

ISSUE SUMMARY: The 2009 Florida Legislature established email as an enterprise information technology service and authorized the migration to a statewide email service in section 282.34, Florida Statutes. The Department of Management Services (Department) is scheduled for migration in January 2012. The non-recurring reduction of Fiscal Year 2011-12 appropriations, which was approved by the Legislative Budget Commission (LBC) budget amendment EOG 0019, included one-time costs and recurring costs that were prorated for six months. This recurring issue annualizes the savings which reduces our base budget.

Prior to consolidating email as an enterprise information technology service, each agency was securing separate email systems. With the mandatory migration to a Microsoft Exchange 2010 platform and Enterprise Vault archiving solution, the cost for the enterprise service would show a savings per electronic mailbox due to the ability to secure single statewide email system.

Currently, the Department is using an email service from the SSRC at a rate of \$19.00 per mailbox per month. This issue shows the savings of \$11.64 per mailbox per month based on a cost of \$7.36 per mailbox per month after the enterprise email consolidation.

The foundation for this issue is from data compiled by the Agency for Enterprise Information Technology (AEIT). The AEIT estimated Fiscal Year 2012-13 enterprise email adder for Southwood Shared Resource Center (SSRC) to be \$.33 per mailbox per month. This cost may be revised when the SSRC costs out Cycle 1 Fiscal Year 2012-13 Forecast Customer Impact, which is due to the Legislature on October 31.

FISCAL INFORMATION: The Secretary's Budget Recommendation annualizes a LBC budget amendment action approved during Fiscal Year 2011-12:

Budget Entity	Fund	33015C0 DP Services - SSRC Savings
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	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: ADMINISTRATION PGM				72010000
EXECUTIVE DIR/SUPPORT SVCS				72010100
GOV OPERATIONS/SUPPORT				16
EXEC LEADERSHIP/SUPPRT SVC				1602.00.00.00
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0

Administration	2021	(12,012)
	2105	(279)
Facilities Management	2696	(26,539)
Building Construction	2033	(1,397)
Federal Property Assistance	2699	(559)
Motor Vehicles/Watercraft Management	2510	(978)
Private Prison Monitoring	1000	(2,375)
Purchasing Oversight	2510	(7,543)
Office of Supplier Diversity	2510	(1,676)
Human Resource Management	2678	(5,028)
Insurance Benefits Administration	2570	(838)
	2668	(2,654)
Retirement Benefits Administration	2510	(31,707)
Telecommunication Services	2105	(13,828)
	2344	(1,257)
Public Employees Relations	2558	(3,771)
		(112,440)

This issue impacts the "Information Technology-Executive Direction" activity.

Administrative Trust Fund (2021)		
Data Processing Services-SSRC (210021)		(12,012)
Communications Working Capital Trust Fund (2105)		
Data Processing Services-SSRC (210021)		(279)

Total Issue		(12,291) FSI=1
		=====

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: ADMINISTRATION PGM				72010000
EXECUTIVE DIR/SUPPORT SVCS				72010100
GOV OPERATIONS/SUPPORT				16
EXEC LEADERSHIP/SUPPRT SVC				1602.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310
SPECIAL CATEGORIES				100000
CONTRACTED LEGAL SERVICES				103884
ADMINISTRATIVE TRUST FUND -STATE	350,000			2021 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

Issue Summary: The Department of Management Services (DMS) requests additional Contracted Legal Services for several divisions to fund legal counsel representation for various bid protests and law suits. For the first three months of the Fiscal Year 2011-12, we have already contracted for several hundred thousand dollars for legal services, e.g., three percent litigation related to the retirement reduction and State Group Insurance Health Maintenance Organization (HMO) bid protest. Appropriations need to be available to timely respond to legal issues.

Following is a summary of the requested appropriations by division:

Division of Administration	\$350,000
Division of Real Estate Development and Management	\$ 50,000
Division of State Group Insurance	\$250,000
Division Human Resource Management	\$250,000
Division of Retirement	\$250,000

The funds acquired for Contracted Legal Services could be placed in reserve, and would revert, if not needed for the requested purpose.

Division of Administration:
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The division requests recurring spending authority for Contracted Legal Services appropriations category for anticipated procurement bid protests and legal challenges from individuals and labor organizations regarding changes to state laws involving state employees throughout the various divisions and departments of DMS. The Division of Administration oversees all divisions within DMS and must be fiscally prepared to defend actions directly filed against DMS that involve the various divisions.

Anticipated Challenges to Labor and Personnel Policies Changes

Challenges to new labor laws enacted by the state are expected to continue in Fiscal Year 2012-13. With the current climate of challenges from employees and labor unions due to the many changes being enacted by the state in areas of labor and personnel policies, DMS anticipates challenges will continue through Fiscal Year 2012-13. In preparation for

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: ADMINISTRATION PGM							72010000
EXECUTIVE DIR/SUPPORT SVCS							72010100
GOV OPERATIONS/SUPPORT							16
EXEC LEADERSHIP/SUPPRT SVC							<u>1602.00.00.00</u>
FUNDING DEFICIENCIES TO MEET							
CURRENT LEVEL PROGRAM REQUIREMENTS							4100000
ADDITIONAL FUNDING FOR CONTRACTED							
LEGAL SERVICES							4100310

these anticipated challenges the Division of Administration requests \$100,000 recurring authority for Contract Legal Services appropriations category as a contingency.

Anticipated Procurement Bid Protests

Challenges to new procurement of contracts with substantial dollar volumes are expected. As procurements relate to multiple years and substantial dollar value, the likelihood of rigorous court challenges increases. This also corresponds to the resources a vendor would be willing to expend to either challenge or support an award. The next procurements include the MyFloridaMarketplace system, enterprise e-mail, private prisons, the ongoing self insured HMO procurement, as well as the anticipated smaller procurements.

Division of Real Estate Development and Management:

The division is currently involved in litigation associated with building accessibility, as required by the Americans with Disabilities Act, and we anticipate this litigation could continue into Fiscal Year 2012-13.

Division of State Group Insurance (DSGI):

The division requests an increase in the State Employees' Health Insurance Trust Fund, Contracted Legal Services appropriation category for anticipated legal challenges from bid protests. DSGI is responsible for the procurement and administration of the health insurance benefits offered to Legislative and Executive branches, state and university employees, retirees and Consolidated Omnibus Budget Reconciliation Act (COBRA) participants, surviving spouses and dependents, and other entities. The program currently offers four managed care health plans: (1) Self-Insured State Employees' Standard Preferred Provider Organization (PPO) plan, (2) Self-Insured Health Investor PPO plan, (3) Fully-Insured Standard HMO plan, and (4) a Health Investor HMO plan. However, effective January 2012, some of the HMO plan vendors may be contracted under a self-insured model, where the state will be assuming the financial risk of the program.

With the current climate of challenges from vendors filing protests and the many changes being enacted by the state, DSGI must be fiscally prepared to defend the state's decisions relating to plan changes. The division's annual appropriation is sufficient only to satisfy current on-going contractual obligations.

Division of Human Resource Management (HRM):

The division requests recurring spending authority for anticipated legal challenges from collective bargaining units

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: ADMINISTRATION PGM				72010000
EXECUTIVE DIR/SUPPORT SVCS				72010100
GOV OPERATIONS/SUPPORT				16
EXEC LEADERSHIP/SUPPRT SVC				1602.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310

regarding changes to state laws involving state employees in their units. HRM oversees all State Personnel System (SPS) employment programs and policies for 31 agencies in the Executive branch of government, which encompasses approximately 111,401 employees in the Career Service, Selected Exempt Service, and Senior Management Service pay plans and Other Personal Services (OPS) employment. HRM provides expertise and consultative services to ensure the equitable, lawful, effective, and efficient implementation of human resource programs by the SPS agencies. As part of this role, HRM statutorily serves, on behalf of the Governor, as the Chief Labor Negotiator with six labor unions covering 13 collective bargaining units.

With the current climate of challenges from labor unions due to the many changes being enacted by the state, HRM must be fiscally prepared to defend the state's labor actions. HRM's annual appropriation is sufficient only to satisfy current on-going contractual obligations.

Division of Retirement:

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The division requests a recurring increase in the Contracted Legal Services appropriation category in the Florida Retirement System (FRS) Operating Trust Fund for legal challenges from FRS membership, participating employers, collective bargaining units, or unions regarding the provisions of the FRS. The Division of Retirement administers the FRS Pension Plan and performs numerous administrative functions for the State Board of Administration, the administrative agency of the FRS Investment Plan. The FRS is the retirement plan for nearly one million active and retired public employees throughout Florida, and serves as the retirement plan for 992 public agencies, including; all state agencies, school boards, county governmental agencies, state universities, community colleges, and numerous cities and special districts. The division is responsible for providing accurate legal information regarding the provisions of the FRS. The FRS is required to administer the retirement programs to be in compliance with the Internal Revenue Service code and regulations, as well as the State Constitution and Laws.

The division must be financially prepared to defend any legal challenges presented to it by any affected party. It is critical that the division has the budget authority to defend the state's position in legal actions. The current annual budget is only sufficient to cover normal, on-going legal obligations and counsel on current issues. The current budget typically provides resources for expert retirement counsel on specific issues, typically related to federal requirements, proposed federal legislation, and FRS compliance issues on proposed or enacted state legislation. There is no current appropriation to defend significant legal challenges regarding FRS provisions.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request for recurring authority in the Contracted Legal Services appropriations category. The funds acquired for this specific purpose would be placed in reserve. They would be allowed to revert, if not needed for the requested purpose.

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: ADMINISTRATION PGM				72010000
EXECUTIVE DIR/SUPPORT SVCS				72010100
GOV OPERATIONS/SUPPORT				16
EXEC LEADERSHIP/SUPPRT SVC				<u>1602.00.00.00</u>
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310

This issue impacts the "General Counsel/Legal" activity.

Administrative Trust Fund (2021)
 Special Categories: Contracted Legal Services (103884) 350,000 FSI=1

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TOTAL: EXEC LEADERSHIP/SUPPRT SVC				<u>1602.00.00.00</u>
BY FUND TYPE				
	74.00			
TRUST FUNDS.....		7,717,181		2000
SALARY RATE.....		4,361,256		
	=====	=====	=====	

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: ADMINISTRATION PGM				72010000
STATE EMPLOYEE LEASING				72010300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
ESTIMATED EXPENDITURES				1000000
ESTIMATED EXPENDITURES - OPERATIONS				1001000
SALARY RATE				000000
SALARY RATE.....	261,344			
SALARIES AND BENEFITS				010000
ADMINISTRATIVE TRUST FUND -STATE	4.00	433,931		2021 1
SPECIAL CATEGORIES				100000
TR/DMS/HR SVCS/STW CONTRCT				107040
ADMINISTRATIVE TRUST FUND -STATE		1,680		2021 1
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS				1001000
TOTAL POSITIONS.....	4.00			
TOTAL ISSUE.....		435,611		
TOTAL SALARY RATE.....	261,344			
FLORIDA RETIREMENT SYSTEM				
CONTRIBUTION ADJUSTMENT FOR				
FY 2011-12 - EFFECTIVE 7/1/2011				1001230
SALARIES AND BENEFITS				010000
ADMINISTRATIVE TRUST FUND -STATE		17,212-		2021 1
REALLOCATION OF HUMAN RESOURCES				
OUTSOURCING				1005900
SPECIAL CATEGORIES				100000
TR/DMS/HR SVCS/STW CONTRCT				107040
ADMINISTRATIVE TRUST FUND -STATE		167-		2021 1
TOTAL: GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
BY FUND TYPE				
TRUST FUNDS.....	4.00	418,232		2000
SALARY RATE.....	261,344			

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13 POS	AMOUNT	AGY REQ N/R FY 2012-13 POS	AMOUNT	AG REQ ANZ FY 2012-13 POS	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: FACILITIES PROGRAM							72400000
FACILITIES MANAGEMENT							72400100
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SALARY RATE							000000
SALARY RATE.....		9,270,775					
=====							
SALARIES AND BENEFITS							010000
SUPERVISION TRUST FUND -STATE		288.50					
		13,446,108					2696 1
=====							
OTHER PERSONAL SERVICES							030000
SUPERVISION TRUST FUND -STATE		17,000					
							2696 1
=====							
EXPENSES							040000
SUPERVISION TRUST FUND -STATE		4,753,049					
							2696 1
=====							
OPERATING CAPITAL OUTLAY							060000
SUPERVISION TRUST FUND -STATE		73,727					
							2696 1
=====							
SPECIAL CATEGORIES							100000
TR/FDLE-CAPITOL POLICE							100661
SUPERVISION TRUST FUND -STATE		6,108,949					
							2696 1
=====							
CONTRACTED SERVICES							100777
SUPERVISION TRUST FUND -STATE		8,895,794					
							2696 1
=====							
DMS/FACILITIES SECURITY							100854
SUPERVISION TRUST FUND -STATE		1,148,387					
							2696 1
=====							

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13 POS	AMOUNT	AGY REQ N/R FY 2012-13 POS	AMOUNT	AG REQ ANZ FY 2012-13 POS	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: FACILITIES PROGRAM							72400000
FACILITIES MANAGEMENT							72400100
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SPECIAL CATEGORIES							100000
INTERIOR REFURBISH / LEASE							100857
SUPERVISION TRUST FUND -STATE		1,446,080					2696 1
TR/DEP							100906
SUPERVISION TRUST FUND -STATE		320,000					2696 1
MASTER LEASE TI FUNDS							101209
OPERATING TRUST FUND -STATE		577,845					2510 1
RISK MANAGEMENT INSURANCE							103241
SUPERVISION TRUST FUND -STATE		307,139					2696 1
STATE UTILITY PAYMENTS							103647
SUPERVISION TRUST FUND -STATE		19,348,977					2696 1
DEFERRED-PAY COM CONTRACTS							105280
SUPERVISION TRUST FUND -STATE		1,907,550					2696 1
TR/DMS/HR SVCS/STW CONTRCT							107040
SUPERVISION TRUST FUND -STATE		101,706					2696 1
CAPITOL REPAIRS							108900
SUPERVISION TRUST FUND -STATE		50,000					2696 1

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13 POS	AMOUNT	AGY REQ N/R FY 2012-13 POS	AMOUNT	AG REQ ANZ FY 2012-13 POS	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: FACILITIES PROGRAM							72400000
FACILITIES MANAGEMENT							72400100
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
SUPERVISION TRUST FUND -STATE		96,448					2696 1
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS							1001000
TOTAL POSITIONS.....		288.50					
TOTAL ISSUE.....		58,598,759					
TOTAL SALARY RATE.....		9,270,775					
CASUALTY INSURANCE PREMIUM							1001090
ADJUSTMENT							100000
SPECIAL CATEGORIES							103241
RISK MANAGEMENT INSURANCE							
SUPERVISION TRUST FUND -STATE		106,087					2696 1
FLORIDA RETIREMENT SYSTEM							1001230
CONTRIBUTION ADJUSTMENT FOR							010000
FY 2011-12 - EFFECTIVE 7/1/2011							
SALARIES AND BENEFITS							
SUPERVISION TRUST FUND -STATE		521,166-					2696 1
SPECIAL CATEGORIES							100000
TR/FDLE-CAPITOL POLICE							100661
SUPERVISION TRUST FUND -STATE		265,430-					2696 1
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
SUPERVISION TRUST FUND -STATE		1,380-					2696 1

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: FACILITIES PROGRAM							72400000
FACILITIES MANAGEMENT							72400100
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
ESTIMATED EXPENDITURES							1000000
FLORIDA RETIREMENT SYSTEM							
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							1001230
TOTAL: FLORIDA RETIREMENT SYSTEM							1001230
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							
TOTAL ISSUE.....			787,976-				
=====							
MYFLORIDA NET CONTRACT RENEWAL							
SAVINGS							1005800
EXPENSES							040000
SUPERVISION TRUST FUND -STATE			167,978-				2696 1
=====							
REALLOCATION OF HUMAN RESOURCES							
OUTSOURCING							1005900
SPECIAL CATEGORIES							100000
TR/DMS/HR SVCS/STW CONTRCT							107040
SUPERVISION TRUST FUND -STATE			10,129-				2696 1
=====							
NONRECURRING EXPENDITURES							2100000
TRANSFER TO STATE LANDS FOR REAL							
PROPERTY DATABASE							2103025
SPECIAL CATEGORIES							100000
TR/DEP							100906
SUPERVISION TRUST FUND -STATE			320,000-				2696 1
=====							

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
FACILITIES MANAGEMENT				72400100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
NONRECURRING EXPENDITURES				2100000
INTERIOR REFURBISHMENT OF LEASED				
SPACE IN THE FLORIDA FACILITIES				
POOL				2103070
SPECIAL CATEGORIES				100000
INTERIOR REFURBISH / LEASE				100857
SUPERVISION TRUST FUND -STATE	1,446,080-			2696 1
=====				
TENANT SPACE IMPROVEMENT FUNDS				2103071
SPECIAL CATEGORIES				100000
MASTER LEASE TI FUNDS				101209
OPERATING TRUST FUND -STATE	577,845-			2510 1
=====				
STATE FUNDING REDUCTIONS				3300000
DEFERRED PAYMENT COMMODITY CONTRACT				
REDUCTION - ENERGY PERFORMANCE				
CONTRACTS SAVINGS				3300150
SPECIAL CATEGORIES				100000
DEFERRED-PAY COM CONTRACTS				105280
SUPERVISION TRUST FUND -STATE	250,000-			2696 1
=====				

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: Over the past several years, budget authority has been moved from State Utility Payments appropriation category to Deferred-Payment Commodity Contracts appropriation category to fund the payments associated with various Energy Performance Contracts (EPC's). The Department of Management Services (DMS) has entered into three EPC's and is funded and prepared to enter into two more once final approval is received from the Department of Financial Services. Due to Fiscal Year 2011-12 appropriations in excess of our request, DMS has excess budget authority in this appropriation category. The proposed reduction in the Deferred Payment Commodity Contracts appropriation category would have no impact on payments associated with those contracts.

An EPC is a mechanism authorized under section 489.145, Florida Statutes. It is used by state agencies, municipalities, school boards, and other political subdivisions to retrofit existing buildings with new energy efficient equipment in order to reduce energy consumption. The savings generated is redirected to fund the capital improvements through a cash flow model over a fixed period of time. Thus, the provider of the EPC guarantees an annual cumulative positive cash flow over the term of the contract or will make up any shortfall to the agency.

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
FACILITIES MANAGEMENT				72400100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
STATE FUNDING REDUCTIONS				3300000
DEFERRED PAYMENT COMMODITY CONTRACT				
REDUCTION - ENERGY PERFORMANCE				
CONTRACTS SAVINGS				3300150

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request to reduce the Deferred-Payment Commodity Contracts appropriation category by \$250,000. The EPC program is funded through the redirecting of funds from the State Utility Payments appropriation category to a third party financial institution. The funding concept is based on funding capital improvements from money used to pay utility expenses, redirected to make installment payments for new energy efficient equipment. The savings generated by the new equipment must be net positive every year to pay for the installment payments.

This issue impacts the "Special Categories: State Utility Payments" activity.

Supervision Trust Fund (2696)
 Special Categories: Deferred-Payment Commodity Contracts (105280) (250,000) FSI=1
 =====

REDUCTIONS FROM EMAIL SERVICES				3301500
CONSOLIDATIONS				210000
DATA PROCESSING SERVICES				210021
SOUTHWOOD SRC				
SUPERVISION TRUST FUND -STATE	26,539-			2696 1

=====

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: The 2009 Florida Legislature established email as an enterprise information technology service and authorized the migration to a statewide email service in section 282.34, Florida Statutes. The Department of Management Services (Department) is scheduled for migration in January 2012. The non-recurring reduction of Fiscal Year 2011-12 appropriations, which was approved by the Legislative Budget Commission (LBC) budget amendment EOG 0019, included one-time costs and recurring costs that were prorated for six months. This recurring issue annualizes the savings which reduces our base budget.

Prior to consolidating email as an enterprise information technology service, each agency was securing separate email systems. With the mandatory migration to a Microsoft Exchange 2010 platform and Enterprise Vault archiving solution, the cost for the enterprise service would show a savings per electronic mailbox due to the ability to secure single statewide

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
<u>FACILITIES MANAGEMENT</u>				72400100
GOV OPERATIONS/SUPPORT				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0

email system.

Currently, the Department is using an email service from the SSRC at a rate of \$19.00 per mailbox per month. This issue shows the savings of \$11.64 per mailbox per month based on a cost of \$7.36 per mailbox per month after the enterprise email consolidation.

The foundation for this issue is from data compiled by the Agency for Enterprise Information Technology (AEIT). The AEIT estimated Fiscal Year 2012-13 enterprise email adder for Southwood Shared Resource Center (SSRC) to be \$.33 per mailbox per month. This cost may be revised when the SSRC costs out Cycle 1 Fiscal Year 2012-13 Forecast Customer Impact, which is due to the Legislature on October 31.

FISCAL INFORMATION: The Secretary's Budget Recommendation annualizes a LBC budget amendment action approved during Fiscal Year 2011-12:

Budget Entity	Fund	33015C0 DP Services - SSRC Savings
Administration	2021	(12,012)
	2105	(279)
Facilities Management	2696	(26,539)
Building Construction	2033	(1,397)
Federal Property Assistance	2699	(559)
Motor Vehicles/Watercraft Management	2510	(978)
Private Prison Monitoring	1000	(2,375)
Purchasing Oversight	2510	(7,543)
Office of Supplier Diversity	2510	(1,676)
Human Resource Management	2678	(5,028)
Insurance Benefits Administration	2570	(838)
	2668	(2,654)
Retirement Benefits Administration	2510	(31,707)
Telecommunication Services	2105	(13,828)
	2344	(1,257)
Public Employees Relations	2558	(3,771)

		(112,440)

This issue impacts the "Operate and Maintain DMS Pool Facilities" activity.

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: FACILITIES PROGRAM							72400000
FACILITIES MANAGEMENT							72400100
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
STATE FUNDING REDUCTIONS							3300000
REDUCTIONS FROM EMAIL SERVICES							
CONSOLIDATIONS							33015C0

Supervision Trust Fund (2696)
 Data Processing Services-SSRC (210021) (26,539) FSI=1
 =====

FUNDING DEFICIENCIES TO MEET							4100000
CURRENT LEVEL PROGRAM REQUIREMENTS							
INTERIOR REFURBISHMENT OF LEASED							
SPACE IN THE FLORIDA FACILITIES							
POOL							4100150
SPECIAL CATEGORIES							100000
INTERIOR REFURBISH / LEASE							100857
SUPERVISION TRUST FUND -STATE	1,429,509		1,429,509				2696 1

=====

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: The Department of Management Services (DMS) currently collects, from office space rentals in the Florida Facilities Pool (FFP), money for use in the refurbishment of tenant space. DMS requests that this non-recurring funding continue for the statewide refurbishment of tenant space. The specific projects forecasted for Fiscal Year 2012-13 include replacing the carpet and painting a portion of the Rohde Building (Miami), portions of the Capitol Building (Tallahassee), Florida Department of Law Enforcement Building (Tallahassee), and the Turlington Building (Tallahassee).

Due to age and condition, these facilities are in need of re-carpeting and painting. The total amount necessary for each facility is:

Building	Paint and Carpet Age	Maintained Square Feet	Amount Needed
Rohde Building (Miami)	1997 (partial)	15,000 X 6.25	93,750
The Capitol (Tallahassee)	1997 (partial)	20,000 X 6.25	125,000
FDLE Building (Tallahassee)	1999 (partial)	132,835 X 6.25	830,219
Turlington Building (Tallahassee)	1996 (partial)	47,000 X 6.25	293,750
Contingency (statewide)			86,790

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
FACILITIES MANAGEMENT				72400100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
INTERIOR REFURBISHMENT OF LEASED				
SPACE IN THE FLORIDA FACILITIES				
POOL				4100150
Request Total			1,429,509	=====

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a non-recurring request for \$1,429,509 for refurbishment of tenant space. In order to refurbish space in the FFP, DMS collects \$0.25 / square foot from office space rental. DMS anticipates generating \$1,429,509 (5,718,035 occupied square feet multiplied by \$0.25/square foot) for Fiscal Year 2012-13. DMS estimates it will cost \$6.25 per maintained square foot for carpet, paint and tenant refurbishment in FFP buildings.

This issue impacts the "Operate and Maintain DMS Pool Facilities" activity.

Supervision Trust Fund (2696)
 Special Categories: Interior Refurbishment of Leased Space (100857) (NR) 1,429,509 FSI=1
 =====

TENANT SPACE IMPROVEMENT FUNDS				4100180
SPECIAL CATEGORIES				100000
MASTER LEASE TI FUNDS				101209

OPERATING TRUST FUND	-STATE	754,367	754,367	2510 1
		=====	=====	

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: As a part of the master lease negotiations for the Koger Center in Leon County, up-front tenant improvement funding was negotiated for all state agencies occupying space in the complex. This funding has been drawn down the last few years to complete tenant improvement projects and improve space quality at the Koger Center.

The Department of Management Services (DMS) annually submits an updated project plan, outlining the necessary projects, to the Legislature. The plan includes the funding source, agency s requests, and line item details, and is required prior to the release of funding.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request for non-recurring

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
FACILITIES MANAGEMENT				72400100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
TENANT SPACE IMPROVEMENT FUNDS				4100180

budget authority of \$754,367 for tenant improvement needs. This request supports the 15-year tenant improvement project master plan. During the Fiscal Year 2011-12, these funds were appropriated in the Operating Trust Fund. Upon completion of the Fiscal Year 2011-12 projects, approximately, \$3.2 million will remain for future tenant improvement needs.

DMS forecasts expected expenditures by occupying agencies in all four master lease locations. This forecast outlines the need for \$754,367 based on requests made by the Department of Financial Services (DFS), and various other agencies housed under the Koger Master Lease. DFS is scheduled to receive \$179,367 of the distribution, with the remaining balance of \$575,000 being distributed to the departments of Education, Health, Juvenile Justice, Transportation, and State, as well as the Agency for Workforce Innovation, and the Fish and Wildlife Conservation Commission. During the upcoming year, DMS will contact these agencies regarding their tenant improvement needs for Fiscal Year 2012-13, and the distribution of the \$575,000 will be based upon agency needs identified during these discussions.

The funds acquired for this specific purpose were originally placed in the Grants and Donations Trust Fund. All of funds in the Grants and Donations Trust Fund were transferred to the Operating Trust Fund, pursuant to Chapter 2006-79, Laws of Florida. All accrued interest with this fund is tracked and maintained as a reserve account in the fund. There is no impact to General Revenue or any other trust fund as a result of this request.

This issue impacts the "Interior Refurbished Leased Space" activity.

Operating Trust Fund (2510)
 Special Categories: Master Lease Space Tenant Improvement Funds (101209) (NR) 754,367 FSI=1
 =====

ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310
SPECIAL CATEGORIES				100000
CONTRACTED LEGAL SERVICES				103884

SUPERVISION TRUST FUND -STATE 50,000 2696 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

Issue Summary: The Department of Management Services (DMS) requests additional Contracted Legal Services for several divisions to fund legal counsel representation for various bid protests and law suits. For the first three months of the

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
<u>FACILITIES MANAGEMENT</u>				72400100
<u>GOV OPERATIONS/SUPPORT</u>				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310

Fiscal Year 2011-12, we have already contracted for several hundred thousand dollars for legal services, e.g., three percent litigation related to the retirement reduction and State Group Insurance Health Maintenance Organization (HMO) bid protest. Appropriations need to be available to timely respond to legal issues.

Following is a summary of the requested appropriations by division:

Division of Administration	\$350,000
Division of Real Estate Development and Management	\$ 50,000
Division of State Group Insurance	\$250,000
Division Human Resource Management	\$250,000
Division of Retirement	\$250,000

The funds acquired for Contracted Legal Services could be placed in reserve, and would revert, if not needed for the requested purpose.

Division of Administration:

=====

The division requests recurring spending authority for Contracted Legal Services appropriations category for anticipated procurement bid protests and legal challenges from individuals and labor organizations regarding changes to state laws involving state employees throughout the various divisions and departments of DMS. The Division of Administration oversees all divisions within DMS and must be fiscally prepared to defend actions directly filed against DMS that involve the various divisions.

Anticipated Challenges to Labor and Personnel Policies Changes

Challenges to new labor laws enacted by the state are expected to continue in Fiscal Year 2012-13. With the current climate of challenges from employees and labor unions due to the many changes being enacted by the state in areas of labor and personnel policies, DMS anticipates challenges will continue through Fiscal Year 2012-13. In preparation for these anticipated challenges the Division of Administration requests \$100,000 recurring authority for Contract Legal Services appropriations category as a contingency.

Anticipated Procurement Bid Protests

Challenges to new procurement of contracts with substantial dollar volumes are expected. As procurements relate to multiple years and substantial dollar value, the likelihood of rigorous court challenges increases. This also corresponds to the resources a vendor would be willing to expend to either challenge or support an award. The next procurements include the MyFloridaMarketplace system, enterprise e-mail, private prisons, the ongoing self insured HMO procurement, as well as the anticipated smaller procurements.

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
FACILITIES MANAGEMENT				72400100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310

Division of Real Estate Development and Management:

The division is currently involved in litigation associated with building accessibility, as required by the Americans with Disabilities Act, and we anticipate this litigation could continue into Fiscal Year 2012-13.

Division of State Group Insurance (DSGI):

The division requests an increase in the State Employees' Health Insurance Trust Fund, Contracted Legal Services appropriation category for anticipated legal challenges from bid protests. DSGI is responsible for the procurement and administration of the health insurance benefits offered to Legislative and Executive branches, state and university employees, retirees and Consolidated Omnibus Budget Reconciliation Act (COBRA) participants, surviving spouses and dependents, and other entities. The program currently offers four managed care health plans: (1) Self-Insured State Employees' Standard Preferred Provider Organization (PPO) plan, (2) Self-Insured Health Investor PPO plan, (3) Fully-Insured Standard HMO plan, and (4) a Health Investor HMO plan. However, effective January 2012, some of the HMO plan vendors may be contracted under a self-insured model, where the state will be assuming the financial risk of the program.

With the current climate of challenges from vendors filing protests and the many changes being enacted by the state, DSGI must be fiscally prepared to defend the state's decisions relating to plan changes. The division's annual appropriation is sufficient only to satisfy current on-going contractual obligations.

Division of Human Resource Management (HRM):

The division requests recurring spending authority for anticipated legal challenges from collective bargaining units regarding changes to state laws involving state employees in their units. HRM oversees all State Personnel System (SPS) employment programs and policies for 31 agencies in the Executive branch of government, which encompasses approximately 111,401 employees in the Career Service, Selected Exempt Service, and Senior Management Service pay plans and Other Personal Services (OPS) employment. HRM provides expertise and consultative services to ensure the equitable, lawful, effective, and efficient implementation of human resource programs by the SPS agencies. As part of this role, HRM statutorily serves, on behalf of the Governor, as the Chief Labor Negotiator with six labor unions covering 13 collective bargaining units.

With the current climate of challenges from labor unions due to the many changes being enacted by the state, HRM must be fiscally prepared to defend the state's labor actions. HRM's annual appropriation is sufficient only to satisfy current

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
<u>FACILITIES MANAGEMENT</u>				72400100
GOV OPERATIONS/SUPPORT				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310

on-going contractual obligations.

Division of Retirement:

=====

The division requests a recurring increase in the Contracted Legal Services appropriation category in the Florida Retirement System (FRS) Operating Trust Fund for legal challenges from FRS membership, participating employers, collective bargaining units, or unions regarding the provisions of the FRS. The Division of Retirement administers the FRS Pension Plan and performs numerous administrative functions for the State Board of Administration, the administrative agency of the FRS Investment Plan. The FRS is the retirement plan for nearly one million active and retired public employees throughout Florida, and serves as the retirement plan for 992 public agencies, including; all state agencies, school boards, county governmental agencies, state universities, community colleges, and numerous cities and special districts. The division is responsible for providing accurate legal information regarding the provisions of the FRS. The FRS is required to administer the retirement programs to be in compliance with the Internal Revenue Service code and regulations, as well as the State Constitution and Laws.

The division must be financially prepared to defend any legal challenges presented to it by any affected party. It is critical that the division has the budget authority to defend the state's position in legal actions. The current annual budget is only sufficient to cover normal, on-going legal obligations and counsel on current issues. The current budget typically provides resources for expert retirement counsel on specific issues, typically related to federal requirements, proposed federal legislation, and FRS compliance issues on proposed or enacted state legislation. There is no current appropriation to defend significant legal challenges regarding FRS provisions.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request for recurring authority in the Contracted Legal Services appropriations category. The funds acquired for this specific purpose would be placed in reserve. They would be allowed to revert, if not needed for the requested purpose.

This issue impacts the "Executive Direction" activity.

Supervision Trust Fund (2696)

Special Categories: Contracted Legal Services (103884)

50,000 FSI=1

=====

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
FACILITIES MANAGEMENT				72400100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
CAPITAL IMPROVEMENT PLAN				9900000
CODE CORRECTIONS				990C000
FIXED CAPITAL OUTLAY				080000
COMPL/AMER DISABIL ACT				081010
SUPERVISION TRUST FUND -STATE	224,342	224,342		2696 1

AGENCY NARRATIVE:				
2012-2013 BUDGET YEAR NARRATIVE:	COMPL/AMER DISABIL ACT	IT COMPONENT?	NO	
This request is to provide funding for correction of Americans with Disabilities Act (ADA) deficiencies, statewide for the department.				
Agency Request Fiscal Year 2012-13:	\$224,342	from Supervision Trust Fund (2696)		

LIFE SAFETY PROJ, STW				081400
SUPERVISION TRUST FUND -STATE	147,900	147,900		2696 1

AGENCY NARRATIVE:				
2012-2013 BUDGET YEAR NARRATIVE:	LIFE SAFETY PROJ, STW	IT COMPONENT?	NO	
This request is to provide funding for correction of fire, life safety and health deficiencies, statewide for the Department.				
Agency Request Fiscal Year 2012-13:	\$147,900	from Supervision Trust Fund (2696)		

TOTAL: CODE CORRECTIONS				990C000
TOTAL ISSUE.....	372,242	372,242		

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
<u>FACILITIES MANAGEMENT</u>				72400100
GOV OPERATIONS/SUPPORT				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
CAPITAL IMPROVEMENT PLAN				9900000
DEBT SERVICE				9900000
FIXED CAPITAL OUTLAY				080000
DEBT SERVICE				089070
FL FACILITIES POOL CLR TF -STATE	16,627			2313 1

AGENCY NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE: DEBT SERVICE IT COMPONENT? NO

Estimated expenditures for total debt service are \$38,255,689 in the Florida Facilities Pool Clearing Trust Fund (FFPCTF). This includes payments on debt service for the new Department of Revenue and First District Court of Appeals buildings. This request is to provide funding for debt service on Florida Facility Pool revenue bonds issued for construction of the facilities listed below.

	Fla Fac Debt Service

---1998-A: FDLE - Orlando (Hurston Site), Orange County	758,878
---1998-B: Satellite Office Buildings 4A, 4B, 3B and 4C, Leon County	2,873,479
---1999-A: Dade III Regional Service Center (Opa-Locka), Dade County	
---1999-A: Refunding of Satellite Office Building 2A	1,591,988
---1999-B: (Partial refinance) Alachua Regional Service Center 1, Alachua County	
---1999-B: (Partial refinance) Computer Center, Satellite Complex, Leon County	
---1999-B: (Partial refinance) FDLE Miami, Dade County	(Called)
---2000-A: (Partial refinance) Duval Regional Service Center Phase II FDLE	(Called)

2002-A Consolidation:

---Satellite Office Building 1, Leon County (was 1993-A)	
---Satellite Office Building 2B, Leon County (was 1993-A)	
---Duval County RSC, Phase I (was 1993-B)	3,431,056

2003-A Consolidation:

- (Turlington Building), Leon County (was 1992 Consolidation)
- DEP Laboratory, Leon County (was 1992 Cons.)
- Pepper Building, Leon County (was 1992 Cons.)
- Monroe County Regional Service Center (was 1992 Cons.)
- Daytona Beach Regional Service Center, Volusia County (was 1992 Cons.)

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
<u>FACILITIES MANAGEMENT</u>				72400100
GOV OPERATIONS/SUPPORT				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
CAPITAL IMPROVEMENT PLAN				9900000
DEBT SERVICE				990D000
---Florida Department of Law Enforcement Complex, Leon County (was 1992 Cons.)				
---Hurston Building Phase II, Orange County (was 1992 Cons.)				
---Rohde Parking Facility, Dade County (was 1992 Cons.)				
---Records Storage Facility, Leon County (was 1992 Cons.)				
---Ft. Pierce Regional Service Center, St. Lucie County (was 1992 Cons.)			11,511,125	
2005-A Consolidation:				
---Plantation/Sony Office Building, Broward County (was 1993-C)				
---Knott Building Renovation, Capitol Center, Leon County (was 1995-A)				
---Largo Regional Service Center (Grizzle Building), Pinellas County (was 1995-B)				
---Lee County Regional Service Center (was 1995-B)				
---Ft. Pierce Regional Service Center, St. Lucie County (was 1995-B)				
---Lee Davis Regional Service Center, Hillsborough County (1996-A)				
---Plantation/Sony Office Building (for completion), Broward County (1996-A)				
---Satellite Office Building 3A, Leon County (1996-B)				
---(Partial refinance) DEP Office Building 1 (EAST), Leon County (was 1997-A)				
---(Partial refinance) Alachua Regional Service Center 1, Alachua County (was 1999-B)				
---(Partial refinance) Computer Center, Satellite Complex, Leon County (was 1999-B)				
---(Partial refinance) FDLE Miami, Dade County (was 1999-B)				
---(Partial refinance) Duval Reg. Service Center. Phase II FDLE (was 2000-A)			9,795,394	
---2007-A: Department of Revenue Office Buildings 1, 2 and 3, Leon County			5,799,681	
---2008-A: First District Court of Appeals Building, Leon County			2,494,088	
Total Agency Request for Debt Service Fiscal Year 2012-13:			\$ 38,255,689	
			=====	

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
FACILITIES MANAGEMENT				72400100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
CAPITAL IMPROVEMENT PLAN				9900000
ESTIMATED EXPENDITURES - FIXED				
CAPITAL OUTLAY				990I000
FIXED CAPITAL OUTLAY				080000
DEBT SERVICE				089070
FL FACILITIES POOL CLR TF -STATE	38,239,062			2313 1
MAINTENANCE AND REPAIR				990M000
FIXED CAPITAL OUTLAY				080000
CAP. DEPRE. - GENERAL				083400
SUPERVISION TRUST FUND -STATE	7,775,723	7,775,723		2696 1

AGENCY NARRATIVE:				
2012-2013 BUDGET YEAR NARRATIVE: CAP. DEPRE. - GENERAL IT COMPONENT? NO				
This request is to provide funding for correction of general building deficiencies, i.e., electrical, roofing, plumbing, mechanical, etc., statewide for the department. Refer to the Capital Improvement Plan (CIP) 5 (building system group) list for specific details on repairs.				
Agency Request Fiscal Year 2012-13: \$7,775,723 from Supervision Trust Fund (2696)				

TOTAL: GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
BY FUND TYPE				
TRUST FUNDS.....	288.50			
SALARY RATE.....	103,755,829	10,331,841		2000
	9,270,775			

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: FACILITIES PROGRAM							72400000
BUILDING CONSTRUCTION							72400200
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SALARY RATE							000000
SALARY RATE.....	528,835						
=====							
SALARIES AND BENEFITS							010000
ARCHITECTS INCIDENTAL TF -STATE	10.00		738,544				2033 1
=====							
EXPENSES							040000
ARCHITECTS INCIDENTAL TF -STATE	122,047						2033 1
=====							
SPECIAL CATEGORIES							100000
CONTRACTED SERVICES							100777
ARCHITECTS INCIDENTAL TF -STATE	46,341						2033 1
=====							
RISK MANAGEMENT INSURANCE							103241
ARCHITECTS INCIDENTAL TF -STATE	23,411						2033 1
=====							
TR/DMS/HR SVCS/STW CONTRCT							107040
ARCHITECTS INCIDENTAL TF -STATE	3,724						2033 1
=====							
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
ARCHITECTS INCIDENTAL TF -STATE	12,053						2033 1
=====							
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS							1001000
TOTAL POSITIONS.....	10.00						
TOTAL ISSUE.....	946,120						
TOTAL SALARY RATE.....	528,835						
=====							

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: FACILITIES PROGRAM							72400000
BUILDING CONSTRUCTION							72400200
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
ESTIMATED EXPENDITURES							1000000
CASUALTY INSURANCE PREMIUM							
ADJUSTMENT							1001090
SPECIAL CATEGORIES							100000
RISK MANAGEMENT INSURANCE							103241
ARCHITECTS INCIDENTAL TF -STATE		17,349-					2033 1
FLORIDA RETIREMENT SYSTEM							
CONTRIBUTION ADJUSTMENT FOR							1001230
FY 2011-12 - EFFECTIVE 7/1/2011							010000
SALARIES AND BENEFITS							
ARCHITECTS INCIDENTAL TF -STATE		30,584-					2033 1
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
ARCHITECTS INCIDENTAL TF -STATE		172-					2033 1
TOTAL: FLORIDA RETIREMENT SYSTEM							1001230
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							
TOTAL ISSUE.....		30,756-					
REALLOCATION OF HUMAN RESOURCES							
OUTSOURCING							1005900
SPECIAL CATEGORIES							100000
TR/DMS/HR SVCS/STW CONTRCT							107040
ARCHITECTS INCIDENTAL TF -STATE		371-					2033 1

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
BUILDING CONSTRUCTION				72400200
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
ARCHITECTS INCIDENTAL TF -STATE		1,397-		2033 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: The 2009 Florida Legislature established email as an enterprise information technology service and authorized the migration to a statewide email service in section 282.34, Florida Statutes. The Department of Management Services (Department) is scheduled for migration in January 2012. The non-recurring reduction of Fiscal Year 2011-12 appropriations, which was approved by the Legislative Budget Commission (LBC) budget amendment EOG 0019, included one-time costs and recurring costs that were prorated for six months. This recurring issue annualizes the savings which reduces our base budget.

Prior to consolidating email as an enterprise information technology service, each agency was securing separate email systems. With the mandatory migration to a Microsoft Exchange 2010 platform and Enterprise Vault archiving solution, the cost for the enterprise service would show a savings per electronic mailbox due to the ability to secure single statewide email system.

Currently, the Department is using an email service from the SSRC at a rate of \$19.00 per mailbox per month. This issue shows the savings of \$11.64 per mailbox per month based on a cost of \$7.36 per mailbox per month after the enterprise email consolidation.

The foundation for this issue is from data compiled by the Agency for Enterprise Information Technology (AEIT). The AEIT estimated Fiscal Year 2012-13 enterprise email adder for Southwood Shared Resource Center (SSRC) to be \$.33 per mailbox per month. This cost may be revised when the SSRC costs out Cycle 1 Fiscal Year 2012-13 Forecast Customer Impact, which is due to the Legislature on October 31.

FISCAL INFORMATION: The Secretary's Budget Recommendation annualizes a LBC budget amendment action approved during Fiscal Year 2011-12:

Budget Entity	Fund	33015C0 DP Services - SSRC Savings
Administration	2021	(12,012)
	2105	(279)

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
<u>BUILDING CONSTRUCTION</u>				72400200
GOV OPERATIONS/SUPPORT				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
Facilities Management	2696		(26,539)	
Building Construction	2033		(1,397)	
Federal Property Assistance	2699		(559)	
Motor Vehicles/Watercraft Management	2510		(978)	
Private Prison Monitoring	1000		(2,375)	
Purchasing Oversight	2510		(7,543)	
Office of Supplier Diversity	2510		(1,676)	
Human Resource Management	2678		(5,028)	
Insurance Benefits Administration	2570		(838)	
	2668		(2,654)	
Retirement Benefits Administration	2510		(31,707)	
Telecommunication Services	2105		(13,828)	
	2344		(1,257)	
Public Employees Relations	2558		(3,771)	

			(112,440)	

This issue impacts the "Manage Construction Projects" activity.

Architects Incidental Trust Fund (2033)
 Data Processing Services-SSRC (210021)

(1,397) FSI=1
 =====

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: FACILITIES PROGRAM				72400000
<u>BUILDING CONSTRUCTION</u>				72400200
GOV OPERATIONS/SUPPORT				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
INSUFFICIENT BUDGET AUTHORITY TO				
MEET DATA PROCESSING OBLIGATIONS				4100010
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
ARCHITECTS INCIDENTAL TF -STATE		11,487		2033 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE: IT COMPONENT? NO
 Issue Summary: This issue requests an increase of the Building Construction program in the Data Processing Services-SSRC appropriation category. There is another issue being submitted that reduces the Data Processing Services-SSRC appropriation category by \$1,397 for the annualized savings from the enterprise e-mail agreement (issue #33015C0). The remaining amount left in this appropriation category does not adequately cover the data processing and email estimated costs. A reduction of \$9,097 was taken in this appropriation category during the 2011 Legislative session for the data center consolidation.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-12 includes a request of \$11,487 in the Data Processing Services SSRC appropriation category. This is budget that is necessary to pay the Southwood Shared Resource Center for the estimated data processing and email costs.

This issue impacts the "Manage Construction Projects" activity.

Architects Incidental Trust Fund (2033)
 Data Processing Services-SSRC (210021) 11,487 FSI=1
 =====

TOTAL: GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
BY FUND TYPE				
	10.00			
TRUST FUNDS.....		907,734		2000
SALARY RATE.....	528,835			
	=====	=====	=====	

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
FEDERAL PROPERTY ASSIST				72600200
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
ESTIMATED EXPENDITURES				1000000
ESTIMATED EXPENDITURES - OPERATIONS				1001000
SALARY RATE				000000
SALARY RATE.....	141,876			
SALARIES AND BENEFITS				010000
SURPLUS PROPERTY REVOLV TF-STATE	5.00	244,802		2699 1
EXPENSES				040000
SURPLUS PROPERTY REVOLV TF-STATE		63,231		2699 1
SPECIAL CATEGORIES				100000
CONTRACTED SERVICES				100777
SURPLUS PROPERTY REVOLV TF-STATE		6,379		2699 1
RISK MANAGEMENT INSURANCE				103241
SURPLUS PROPERTY REVOLV TF-STATE		2,349		2699 1
TR/DMS/HR SVCS/STW CONTRCT				107040
SURPLUS PROPERTY REVOLV TF-STATE		1,692		2699 1
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
SURPLUS PROPERTY REVOLV TF-STATE		2,738		2699 1
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS				1001000
TOTAL POSITIONS.....	5.00			
TOTAL ISSUE.....		321,191		
TOTAL SALARY RATE.....	141,876			

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
FEDERAL PROPERTY ASSIST				72600200
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
ESTIMATED EXPENDITURES				1000000
CASUALTY INSURANCE PREMIUM				
ADJUSTMENT				1001090
SPECIAL CATEGORIES				100000
RISK MANAGEMENT INSURANCE				103241
SURPLUS PROPERTY REVOLV TF-STATE	1,510-			2699 1
FLORIDA RETIREMENT SYSTEM				
CONTRIBUTION ADJUSTMENT FOR				
FY 2011-12 - EFFECTIVE 7/1/2011				1001230
SALARIES AND BENEFITS				010000
SURPLUS PROPERTY REVOLV TF-STATE	13,981-			2699 1
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
SURPLUS PROPERTY REVOLV TF-STATE	40-			2699 1
TOTAL: FLORIDA RETIREMENT SYSTEM				1001230
CONTRIBUTION ADJUSTMENT FOR				
FY 2011-12 - EFFECTIVE 7/1/2011				
TOTAL ISSUE.....	14,021-			
REALLOCATION OF HUMAN RESOURCES				
OUTSOURCING				1005900
SPECIAL CATEGORIES				100000
TR/DMS/HR SVCS/STW CONTRCT				107040
SURPLUS PROPERTY REVOLV TF-STATE	169-			2699 1

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
FEDERAL PROPERTY ASSIST				72600200
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
STATE FUNDING REDUCTIONS				3300000
REDUCE DATA PROCESSING - SOUTHWOOD				
SHARED RESOURCES CENTER (SSRC)				
APPROPRIATION CATEGORY				3300650
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
SURPLUS PROPERTY REVOLV TF-STATE	1,697-			2699 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

Issue Summary: This issue requests a reduction of the Federal Property program in the Data Processing Services-SSRC appropriation category. The Federal Property program is located in Starke, FL, and does not use the SSRC services, except email services. This reduction would not have any impact on the program. There is another issue being submitted that reduces the Data Processing Services SSRC appropriation category for the annualized savings from the enterprise email agreement (issue #33015C0). The remaining amount left in this appropriation category adequately covers the email costs.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-12 includes a reduction of \$1,697 in the Data Processing Services-SSRC appropriation category. This is excess budget and will not negatively impact the Federal Property program.

This issue impacts the "Acquire and Redistribute Federal Surplus Property" and "Acquire and Redistribute Military Excess Property" activities.

Federal Surplus Property Revolving Trust Fund (2699)
 Data Processing Services-SSRC (210021)

(1,697) FSI=1

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	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
FEDERAL PROPERTY ASSIST				72600200
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
SURPLUS PROPERTY REVOLV TF-STATE	559-			2699 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE: IT COMPONENT? YES
 ISSUE SUMMARY: The 2009 Florida Legislature established email as an enterprise information technology service and authorized the migration to a statewide email service in section 282.34, Florida Statutes. The Department of Management Services (Department) is scheduled for migration in January 2012. The non-recurring reduction of Fiscal Year 2011-12 appropriations, which was approved by the Legislative Budget Commission (LBC) budget amendment EOG 0019, included one-time costs and recurring costs that were prorated for six months. This recurring issue annualizes the savings which reduces our base budget.

Prior to consolidating email as an enterprise information technology service, each agency was securing separate email systems. With the mandatory migration to a Microsoft Exchange 2010 platform and Enterprise Vault archiving solution, the cost for the enterprise service would show a savings per electronic mailbox due to the ability to secure single statewide email system.

Currently, the Department is using an email service from the SSRC at a rate of \$19.00 per mailbox per month. This issue shows the savings of \$11.64 per mailbox per month based on a cost of \$7.36 per mailbox per month after the enterprise email consolidation.

The foundation for this issue is from data compiled by the Agency for Enterprise Information Technology (AEIT). The AEIT estimated Fiscal Year 2012-13 enterprise email adder for Southwood Shared Resource Center (SSRC) to be \$.33 per mailbox per month. This cost may be revised when the SSRC costs out Cycle 1 Fiscal Year 2012-13 Forecast Customer Impact, which is due to the Legislature on October 31.

FISCAL INFORMATION: The Secretary's Budget Recommendation annualizes a LBC budget amendment action approved during Fiscal Year 2011-12:

Budget Entity	Fund	33015C0 DP Services - SSRC Savings
Administration	2021	(12,012)
	2105	(279)

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
<u>FEDERAL PROPERTY ASSIST</u>				72600200
GOV OPERATIONS/SUPPORT				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
Facilities Management	2696	(26,539)		
Building Construction	2033	(1,397)		
Federal Property Assistance	2699	(559)		
Motor Vehicles/Watercraft Management	2510	(978)		
Private Prison Monitoring	1000	(2,375)		
Purchasing Oversight	2510	(7,543)		
Office of Supplier Diversity	2510	(1,676)		
Human Resource Management	2678	(5,028)		
Insurance Benefits Administration	2570	(838)		
	2668	(2,654)		
Retirement Benefits Administration	2510	(31,707)		
Telecommunication Services	2105	(13,828)		
	2344	(1,257)		
Public Employees Relations	2558	(3,771)		
		(112,440)		

This issue impacts the "Acquire and Redistribute Federal Surplus Property" and "Acquire and Redistribute Military Excess Property "activities.

Federal Surplus Property Trust Fund (2699)
 Data Processing Services-SSRC (210021) (559) FSI=1
 ==

TOTAL: GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
BY FUND TYPE				
TRUST FUNDS.....	5.00			2000
SALARY RATE.....	303,235			
	141,876			
	=====	=====	=====	

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: SUPPORT PROGRAM							72600000
MOTOR VEHIC/WATERCRAFT MGT							72600300
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SALARY RATE							000000
SALARY RATE.....	333,595						
=====							
SALARIES AND BENEFITS							010000
OPERATING TRUST FUND	-STATE	6.00	479,612				2510 1
=====							
EXPENSES							040000
OPERATING TRUST FUND	-STATE	106,421					2510 1
=====							
SPECIAL CATEGORIES							100000
CONTRACTED SERVICES							100777
OPERATING TRUST FUND	-STATE	4,332					2510 1
=====							
RISK MANAGEMENT INSURANCE							103241
OPERATING TRUST FUND	-STATE	1,984					2510 1
=====							
TR/DMS/HR SVCS/STW CONTRCT							107040
OPERATING TRUST FUND	-STATE	3,047					2510 1
=====							
PAY/EXP/SALE OF AGENCY VEH							107260
OPERATING TRUST FUND	-STATE	750,000					2510 1
=====							
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
OPERATING TRUST FUND	-STATE	169,174					2510 1
=====							

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
MOTOR VEHIC/WATERCRAFT MGT				72600300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
ESTIMATED EXPENDITURES				1000000
ESTIMATED EXPENDITURES - OPERATIONS				1001000
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS				1001000
TOTAL POSITIONS.....	6.00			
TOTAL ISSUE.....		1,514,570		
TOTAL SALARY RATE.....	333,595			
=====				
CASUALTY INSURANCE PREMIUM				1001090
ADJUSTMENT				100000
SPECIAL CATEGORIES				103241
RISK MANAGEMENT INSURANCE				
OPERATING TRUST FUND -STATE	1,050-			2510 1
=====				
FLORIDA RETIREMENT SYSTEM				
CONTRIBUTION ADJUSTMENT FOR				
FY 2011-12 - EFFECTIVE 7/1/2011				1001230
SALARIES AND BENEFITS				010000
OPERATING TRUST FUND -STATE	17,696-			2510 1
=====				
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
OPERATING TRUST FUND -STATE	2,421-			2510 1
=====				
TOTAL: FLORIDA RETIREMENT SYSTEM				1001230
CONTRIBUTION ADJUSTMENT FOR				
FY 2011-12 - EFFECTIVE 7/1/2011				
TOTAL ISSUE.....		20,117-		
=====				

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
MOTOR VEHIC/WATERCRAFT MGT				72600300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
ESTIMATED EXPENDITURES				1000000
REALLOCATION OF HUMAN RESOURCES				
OUTSOURCING				1005900
SPECIAL CATEGORIES				100000
TR/DMS/HR SVCS/STW CONTRCT				107040
OPERATING TRUST FUND -STATE		303-		2510 1
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
OPERATING TRUST FUND -STATE		978-		2510 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: The 2009 Florida Legislature established email as an enterprise information technology service and authorized the migration to a statewide email service in section 282.34, Florida Statutes. The Department of Management Services (Department) is scheduled for migration in January 2012. The non-recurring reduction of Fiscal Year 2011-12 appropriations, which was approved by the Legislative Budget Commission (LBC) budget amendment EOG 0019, included one-time costs and recurring costs that were prorated for six months. This recurring issue annualizes the savings which reduces our base budget.

Prior to consolidating email as an enterprise information technology service, each agency was securing separate email systems. With the mandatory migration to a Microsoft Exchange 2010 platform and Enterprise Vault archiving solution, the cost for the enterprise service would show a savings per electronic mailbox due to the ability to secure single statewide email system.

Currently, the Department is using an email service from the SSRC at a rate of \$19.00 per mailbox per month. This issue shows the savings of \$11.64 per mailbox per month based on a cost of \$7.36 per mailbox per month after the enterprise email consolidation.

The foundation for this issue is from data compiled by the Agency for Enterprise Information Technology (AEIT). The AEIT estimated Fiscal Year 2012-13 enterprise email adder for Southwood Shared Resource Center (SSRC) to be \$.33 per mailbox per month. This cost may be revised when the SSRC costs out Cycle 1 Fiscal Year 2012-13 Forecast Customer Impact, which is due to the Legislature on October 31.

FISCAL INFORMATION: The Secretary s Budget Recommendation annualizes a LBC budget amendment action approved during

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: SUPPORT PROGRAM							72600000
MOTOR VEHIC/WATERCRAFT MGT							72600300
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
STATE FUNDING REDUCTIONS							3300000
REDUCTIONS FROM EMAIL SERVICES							
CONSOLIDATIONS							33015C0

Fiscal Year 2011-12:

Budget Entity	Fund	33015C0 DP Services - SSRC Savings
Administration	2021	(12,012)
	2105	(279)
Facilities Management	2696	(26,539)
Building Construction	2033	(1,397)
Federal Property Assistance	2699	(559)
Motor Vehicles/Watercraft Management	2510	(978)
Private Prison Monitoring	1000	(2,375)
Purchasing Oversight	2510	(7,543)
Office of Supplier Diversity	2510	(1,676)
Human Resource Management	2678	(5,028)
Insurance Benefits Administration	2570	(838)
	2668	(2,654)
Retirement Benefits Administration	2510	(31,707)
Telecommunication Services	2105	(13,828)
	2344	(1,257)
Public Employees Relations	2558	(3,771)

		(112,440)

This issue impacts the Executive Direction , Provide New Vehicle and Watercraft Acquisition Support , Operate and Maintain Equipment Management Information System (EMIS) and Manage State Vehicle and Watercraft Disposal activities.

Operating Trust Fund (2510)
 Data Processing Services SSRC (210021) (978) FSI=1
 ===

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: SUPPORT PROGRAM							72600000
<u>MOTOR VEHIC/WATERCRAFT MGT</u>							72600300
GOV OPERATIONS/SUPPORT							16
<u>GOVERNMENTAL OPERATIONS</u>							<u>1601.00.00.00</u>
TOTAL: GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
BY FUND TYPE							
	6.00						
TRUST FUNDS.....	1,492,122						2000
SALARY RATE.....	333,595						

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
PURCHASING OVERSIGHT				72600400
PUBLIC PROTECTION				12
ADULT PRISONS				1206.00.00.00
ESTIMATED EXPENDITURES				1000000
ESTIMATED EXPENDITURES - OPERATIONS				1001000
SALARY RATE				000000
SALARY RATE.....	686,037			
SALARIES AND BENEFITS				010000
GENERAL REVENUE FUND -STATE	14.00	981,675		1000 1
OTHER PERSONAL SERVICES				030000
GENERAL REVENUE FUND -STATE	15,200			1000 1
EXPENSES				040000
GENERAL REVENUE FUND -STATE	83,686			1000 1
OPERATING CAPITAL OUTLAY				060000
GENERAL REVENUE FUND -STATE	3,890			1000 1
SPECIAL CATEGORIES				100000
CONTRACTED SERVICES				100777
GENERAL REVENUE FUND -STATE	13,056			1000 1
RISK MANAGEMENT INSURANCE				103241
GENERAL REVENUE FUND -STATE	1,962			1000 1
CONTRACTED LEGAL SERVICES				103884
GENERAL REVENUE FUND -STATE	23,169			1000 1

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: SUPPORT PROGRAM							72600000
PURCHASING OVERSIGHT							72600400
PUBLIC PROTECTION							12
ADULT PRISONS							1206.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SPECIAL CATEGORIES							100000
ADMINISTRATIVE OVERHEAD							105002
GENERAL REVENUE FUND -STATE	103,673						1000 1
PRIVATE PRISON-MAINT/REPAI							105554
OPERATING TRUST FUND -STATE	959,588						2510 1
TR/DMS/HR SVCS/STW CONTRCT							107040
GENERAL REVENUE FUND -STATE	4,727						1000 1
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
GENERAL REVENUE FUND -STATE	5,708						1000 1
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS							1001000
TOTAL POSITIONS.....	14.00						
TOTAL ISSUE.....	2,196,334						
TOTAL SALARY RATE.....	686,037						
CASUALTY INSURANCE PREMIUM							1001090
ADJUSTMENT							100000
SPECIAL CATEGORIES							103241
RISK MANAGEMENT INSURANCE							
GENERAL REVENUE FUND -STATE	1,657-						1000 1

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
PURCHASING OVERSIGHT				72600400
PUBLIC PROTECTION				12
ADULT PRISONS				1206.00.00.00
ESTIMATED EXPENDITURES				1000000
FLORIDA RETIREMENT SYSTEM				
CONTRIBUTION ADJUSTMENT FOR				
FY 2011-12 - EFFECTIVE 7/1/2011				1001230
SALARIES AND BENEFITS				010000
GENERAL REVENUE FUND	-STATE	41,944-		1000 1
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
GENERAL REVENUE FUND	-STATE	83-		1000 1
TOTAL: FLORIDA RETIREMENT SYSTEM				1001230
CONTRIBUTION ADJUSTMENT FOR				
FY 2011-12 - EFFECTIVE 7/1/2011				
TOTAL ISSUE.....		42,027-		
MYFLORIDA NET CONTRACT RENEWAL				
SAVINGS				1005800
EXPENSES				040000
GENERAL REVENUE FUND	-STATE	5,605-		1000 1
REALLOCATION OF HUMAN RESOURCES				
OUTSOURCING				1005900
SPECIAL CATEGORIES				100000
TR/DMS/HR SVCS/STW CONTRCT				107040
GENERAL REVENUE FUND	-STATE	273-		1000 1

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
PURCHASING OVERSIGHT				72600400
PUBLIC PROTECTION				12
ADULT PRISONS				1206.00.00.00
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
GENERAL REVENUE FUND	-STATE	2,375-		1000 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: The 2009 Florida Legislature established email as an enterprise information technology service and authorized the migration to a statewide email service in section 282.34, Florida Statutes. The Department of Management Services (Department) is scheduled for migration in January 2012. The non-recurring reduction of Fiscal Year 2011-12 appropriations, which was approved by the Legislative Budget Commission (LBC) budget amendment EOG 0019, included one-time costs and recurring costs that were prorated for six months. This recurring issue annualizes the savings which reduces our base budget.

Prior to consolidating email as an enterprise information technology service, each agency was securing separate email systems. With the mandatory migration to a Microsoft Exchange 2010 platform and Enterprise Vault archiving solution, the cost for the enterprise service would show a savings per electronic mailbox due to the ability to secure single statewide email system.

Currently, the Department is using an email service from the SSRC at a rate of \$19.00 per mailbox per month. This issue shows the savings of \$11.64 per mailbox per month based on a cost of \$7.36 per mailbox per month after the enterprise email consolidation.

The foundation for this issue is from data compiled by the Agency for Enterprise Information Technology (AEIT). The AEIT estimated Fiscal Year 2012-13 enterprise email adder for Southwood Shared Resource Center (SSRC) to be \$.33 per mailbox per month. This cost may be revised when the SSRC costs out Cycle 1 Fiscal Year 2012-13 Forecast Customer Impact, which is due to the Legislature on October 31.

FISCAL INFORMATION: The Secretary s Budget Recommendation annualizes a LBC budget amendment action approved during Fiscal Year 2011-12:

Budget Entity	Fund	33015C0	DP Services
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Administration	2021	(12,012)	
	2105	(279)	

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
<u>PURCHASING OVERSIGHT</u>				72600400
<u>PUBLIC PROTECTION</u>				12
<u>ADULT PRISONS</u>				<u>1206.00.00.00</u>
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
Facilities Management	2696		(26,539)	
Building Construction	2033		(1,397)	
Federal Property Assistance	2699		(559)	
Motor Vehicles/Watercraft Management	2510		(978)	
Private Prison Monitoring	1000		(2,375)	
Purchasing Oversight	2510		(7,543)	
Office of Supplier Diversity	2510		(1,676)	
Human Resource Management	2678		(5,028)	
Insurance Benefits Administration	2570		(838)	
	2668		(2,654)	
Retirement Benefits Administration	2510		(31,707)	
Telecommunication Services	2105		(13,828)	
	2344		(1,257)	
Public Employees Relations	2558		(3,771)	

			(112,440)	

This issue impacts the "Executive Direction" and "Contract for the Construction, Operation, and Oversight of Private Prisons" activities.

General Revenue (1000)
 Data Processing Services-SSRC (210021) (2,375) FSI=1
 =====

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: SUPPORT PROGRAM							72600000
<u>PURCHASING OVERSIGHT</u>							72600400
PUBLIC PROTECTION							12
<u>ADULT PRISONS</u>							<u>1206.00.00.00</u>
FUNDING DEFICIENCIES TO MEET							
CURRENT LEVEL PROGRAM REQUIREMENTS							4100000
INSUFFICIENT BUDGET AUTHORITY TO							
MEET DATA PROCESSING OBLIGATIONS							4100010
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
GENERAL REVENUE FUND							1000 1
-STATE	4,753						

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

Issue Summary: This issue requests an increase of the Private Prison Monitoring program in the Data Processing Services-SSRC appropriation category. There is another issue being submitted that reduces the Data Processing Services-SSRC appropriation category by \$2,375 for the annualized savings from the enterprise e-mail agreement (issue #33015C0). The remaining amount left in this appropriation category does not adequately cover the data processing and email estimated costs.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-12 includes a request of \$4,753 in the Data Processing Services-SSRC appropriation category. This is budget that is necessary to pay the Southwood Shared Resource Center for the estimated data processing and email costs.

This issue impacts the "Contract for the Construction, Operation, and Oversight of Private Prisons" activity.

General Revenue (1000)

Data Processing Services-SSRC (210021)

4,753 FSI=1

=====

TOTAL: ADULT PRISONS							<u>1206.00.00.00</u>
BY FUND TYPE							
GENERAL REVENUE FUND	1,189,562						1000
TRUST FUNDS	959,588						2000
TOTAL POSITIONS.....	14.00						
TOTAL PROG COMP.....	2,149,150						
TOTAL SALARY RATE.....	686,037						

=====

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13 POS	AMOUNT	AGY REQ N/R FY 2012-13 POS	AMOUNT	AG REQ ANZ FY 2012-13 POS	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: SUPPORT PROGRAM							72600000
PURCHASING OVERSIGHT							72600400
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SALARY RATE							000000
SALARY RATE.....		2,567,061					
=====							
SALARIES AND BENEFITS							010000
OPERATING TRUST FUND	-STATE	46.00					
OPERATING TRUST FUND	-STATE	3,536,284					2510 1
=====							
OTHER PERSONAL SERVICES							030000
OPERATING TRUST FUND	-STATE	10,000					2510 1
=====							
EXPENSES							040000
OPERATING TRUST FUND	-STATE	299,904					2510 1
=====							
OPERATING CAPITAL OUTLAY							060000
OPERATING TRUST FUND	-STATE	15,859					2510 1
=====							
SPECIAL CATEGORIES							100000
CONTRACTED SERVICES							100777
OPERATING TRUST FUND	-STATE	91,267					2510 1
=====							
RISK MANAGEMENT INSURANCE							103241
OPERATING TRUST FUND	-STATE	12,203					2510 1
=====							
CONTRACTED LEGAL SERVICES							103884
OPERATING TRUST FUND	-STATE	30,000					2510 1
=====							

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: SUPPORT PROGRAM							72600000
PURCHASING OVERSIGHT							72600400
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SPECIAL CATEGORIES							100000
WEB-BASED E-PROCUREMENT SYS							104502
OPERATING TRUST FUND -STATE	14,800,000						2510 1
TR/DMS/HR SVCS/STW CONTRCT							107040
OPERATING TRUST FUND -STATE	15,233						2510 1
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
OPERATING TRUST FUND -STATE	609,467						2510 1
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS							1001000
TOTAL POSITIONS.....	46.00						
TOTAL ISSUE.....	19,420,217						
TOTAL SALARY RATE.....	2,567,061						
CASUALTY INSURANCE PREMIUM							1001090
ADJUSTMENT							100000
SPECIAL CATEGORIES							103241
RISK MANAGEMENT INSURANCE							
OPERATING TRUST FUND -STATE	5,337						2510 1
FLORIDA RETIREMENT SYSTEM							1001230
CONTRIBUTION ADJUSTMENT FOR							010000
FY 2011-12 - EFFECTIVE 7/1/2011							
SALARIES AND BENEFITS							
OPERATING TRUST FUND -STATE	131,987-						2510 1

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: SUPPORT PROGRAM							72600000
PURCHASING OVERSIGHT							72600400
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
ESTIMATED EXPENDITURES							1000000
FLORIDA RETIREMENT SYSTEM							
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							1001230
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
OPERATING TRUST FUND -STATE		8,722-					2510 1
TOTAL: FLORIDA RETIREMENT SYSTEM							1001230
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							
TOTAL ISSUE.....		140,709-					
MYFLORIDA NET CONTRACT RENEWAL							
SAVINGS							1005800
EXPENSES							040000
OPERATING TRUST FUND -STATE		24,212-					2510 1
REALLOCATION OF HUMAN RESOURCES							
OUTSOURCING							1005900
SPECIAL CATEGORIES							100000
TR/DMS/HR SVCS/STW CONTRCT							107040
OPERATING TRUST FUND -STATE		1,517-					2510 1

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
<u>PURCHASING OVERSIGHT</u>				72600400
GOV OPERATIONS/SUPPORT				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
OPERATING TRUST FUND	-STATE	7,543-		2510 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: The 2009 Florida Legislature established email as an enterprise information technology service and authorized the migration to a statewide email service in section 282.34, Florida Statutes. The Department of Management Services is scheduled for migration in January 2012. The non-recurring reduction of Fiscal Year 2011-12 appropriations, which was approved by the Legislative Budget Commission (LBC) on EOG 0019, included one-time costs and recurring costs that were prorated for six months. This recurring issue annualizes the savings from our base budget.

Prior to consolidating email as an enterprise information technology service, each agency was securing separate email systems. With the mandatory migration to a Microsoft Exchange 2010 platform and Enterprise Vault archiving solution, the cost for the enterprise service would show a savings per electronic mailbox due to the ability to secure single statewide email system.

FISCAL INFORMATION: The Secretary's Budget Recommendation annualizes a LBC budget amendment action approved during Fiscal Year 2011-12:

Budget Entity	Fund	Data Processing Services SSRC Appropriation Category
Administration	2021	(12,012)
	2105	(279)
Facilities Management	2696	(26,539)
Building Construction	2033	(1,397)
Federal Property Assistance	2699	(559)
Motor Vehicles/Watercraft Management	2510	(978)
Private Prison Monitoring	1000	(2,375)
Purchasing Oversight	2510	(7,543)
Office of Supplier Diversity	2510	(1,676)
Human Resource Management	2678	(5,028)
Insurance Benefits Administration	2570	(838)
	2668	(2,654)

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
PURCHASING OVERSIGHT				72600400
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
Retirement Benefits Administration	2510	(31,707)		
Telecommunication Services	2105	(13,828)		
	2344	(1,257)		
Wireless Services	2432	(1,128)		
Public Employees Relations	2558	(3,771)		

		(113,570)		

This issue impacts the "Executive Direction" and "Establish and Administer State Term (Master) Contracts and Negotiated Agreements" activities.

Operating Trust Fund (2510)
 Data Processing Services-SSRC (210021) (7,543)
 =====

FUNDING FOR NON-RECURRING PROJECTS				4400000
FUNDING CONTRACTED SERVICES FOR				
PROCESS ANALYSIS IN STATE				
PURCHASING				4400030
SPECIAL CATEGORIES				100000
CONTRACTED SERVICES				100777
OPERATING TRUST FUND -STATE	750,000	750,000		2510 1
	=====	=====	=====	

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: The Division of State Purchasing (Purchasing Oversight) requests \$750,000 (five percent of annual contract cost) in non-recurring spending authority from the Operating Trust Fund in Contracted Services appropriation category for anticipated contractual services surrounding a process analysis project for the MyFloridaMarketPlace system.

Section 287.057(22), Florida Statutes, directs the Department of Management Services (DMS) to develop a program for online procurement of commodities and contractual services to enable the state to promote open competition and to leverage its buying power

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
<u>PURCHASING OVERSIGHT</u>				72600400
<u>GOV OPERATIONS/SUPPORT</u>				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
FUNDING FOR NON-RECURRING PROJECTS				4400000
FUNDING CONTRACTED SERVICES FOR				
PROCESS ANALYSIS IN STATE				
<u>PURCHASING</u>				4400030

On October 9, 2002, the Department contracted with Accenture to provide the State with an online eProcurement system where state agency buyers and vendors conduct public purchasing on a daily basis. This system is the MyFloridaMarketPlace (MFMP). Vendors pay a one percent transaction fee (based on all spend with the State of Florida) that funds system operations in the Purchasing Oversight and the Office of Supplier Diversity. System tools include requesting, sourcing, vendor registration, invoicing, cataloging and analysis. MFMP is built on the Ariba software platform. The current contract with Accenture was renegotiated in 2009 and has an annual fixed fee of \$14.8 million, with the State of Florida retaining any excess revenue from the one percent transaction fee.

The current contract expires in December 2012. DMS, working with NorthHighland, has developed a business case for the upcoming MFMP reprocurement. In development, it is clear that to optimize the eProcurement system, the state needs to achieve standardized procurement processes, identify agency procurement best practices and receive agency input for this required system.

DMS is requesting additional spending authority to use revenue from the one percent transaction fee to hire a consultant to conduct a fit-gap analysis of the MFMP system. The fit-gap will focus on: capturing agency spend and analyzing this data; reviewing standard procurement policy, rule, and legislation; assessing the Vendor Bid System, the State's current commodity codes and frequency of cleansing the vendor database and assessing the need for/development of an outward facing catalog. This analysis will help DMS to achieve improvements that could result in increased efficiencies and standardized processes of the MFMP system and increase spend under management through the e-procurement system.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes non-recurring, spending authority from the Operating Trust Fund in the Contracted Services appropriation of \$750,000 (five percent of annual contract cost).

This issue impacts the "Establish and Administer State Term (Master) Contracts and Negotiated Agreements" activity.

Operating Trust Fund (2510)
 Special Categories: Contracted Services (100777) (Non-recurring) 750,000 FSI=1

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	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
<u>PURCHASING OVERSIGHT</u>				72600400
GOV OPERATIONS/SUPPORT				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
FUNDING FOR NON-RECURRING PROJECTS				4400000
STATE PURCHASING WEB BASED				
E-PROCUREMENT SYSTEM TRANSITION				44001C0
SPECIAL CATEGORIES				100000
WEB-BASED E-PROCUREMENT SYS				104502
OPERATING TRUST FUND	-STATE	7,000,000	7,000,000	2510 1
		=====	=====	=====

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: The Division of State Purchasing (Purchasing Oversight) requests non-recurring spending authority from the Operating Trust Fund in the Web Based E-Procurement System appropriation category for anticipated transition services in the event the Department decides to in-source all support services for MyFloridaMarketPlace (MFMP) or if a new vendor is selected through a competitive solicitation for support services for MFMP operations.

Section 287.057(22), Florida Statutes, directs the Department of Management Services (DMS) to "develop a program for online procurement of commodities and contractual services to enable the state to promote open competition and to leverage its buying power..."

On October 9, 2002, the Department contracted with Accenture to provide the State with an online eProcurement system, known as the MyFloridaMarketPlace (MFMP), where state agency buyers and vendors conduct public purchasing on a daily basis. Vendors pay a one percent transaction fee (based on all spend with the State of Florida) that funds system operations in the Purchasing Oversight and the Office of Supplier Diversity. The current contract with Accenture has an annual fixed fee of \$14.8 million, with the State of Florida retaining any excess revenue from the one percent transaction fee. The current contract expires in December 2012.

Pursuant to Chapter 2011-69, Laws of Florida, DMS submitted a business case for the competitive solicitation of the state's eProcurement system, MFMP. The plan includes a detailed cost benefit analysis of options as defined in section 287.0571, Florida Statutes, as well as a transition plan in the event a new vendor is selected. Upon approval of the business case plan by the Legislative Budget Commission, DMS will competitively solicit a contract for support services for the state purchasing system pursuant to section 287.057, Florida Statutes.

The business case DMS submitted provides a transition plan that assumes that nine-to-twelve months of transition services will be required. Transition services will continue until DMS is satisfied that the new vendor, or the newly-formed state employee group, or blend, will be ready to assume full responsibility for delivering the required levels of service to MFMP. The current vendor would provide transition assistance, in accordance with the current vendor's contract, while the new provider completes transition activities. The new vendor's compensation is estimated to be two-thirds their negotiated annual price-prorated. Anticipated costs for transition services could total \$7,000,000 for up to twelve months of service, as identified in the business case. This period may be shorter, or longer, once the final plan has been developed and the contract with the new service provider has been negotiated. Transition Services would include on-boarding of resources, knowledge transfer, technology and work environment set-up.

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: SUPPORT PROGRAM							72600000
PURCHASING OVERSIGHT							72600400
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
FUNDING FOR NON-RECURRING PROJECTS							4400000
STATE PURCHASING WEB BASED							
E-PROCUREMENT SYSTEM TRANSITION							44001C0

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes non-recurring, spending authority from the Operating Trust Fund in the Web Based E-Procurement System appropriation category.

This issue impacts the "Establish and Administer State Term (Master) Contracts and Negotiated Agreements" activity.

Operating Trust Fund (2510)
 Special Categories: Web Based E-Procurement System (104502) (Non-recurring) 7,000,000 FSI=1
 =====

TOTAL: GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
BY FUND TYPE							
TRUST FUNDS.....	46.00		27,001,573	7,750,000			2000
SALARY RATE.....			2,567,061				
	=====		=====	=====			
TOTAL: PURCHASING OVERSIGHT							72600400
BY FUND TYPE							
GENERAL REVENUE FUND			1,189,562				1000
TRUST FUNDS			27,961,161	7,750,000			2000
	-----		-----	-----			
TOTAL POSITIONS.....	60.00						
TOTAL BUREAU.....			29,150,723	7,750,000			
TOTAL SALARY RATE.....			3,253,098				
	=====		=====	=====			

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
OFFICE OF SUPPLIER DIVERSI				72600500
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
ESTIMATED EXPENDITURES				1000000
ESTIMATED EXPENDITURES - OPERATIONS				1001000
SALARY RATE				000000
SALARY RATE.....	206,638			
=====				
SALARIES AND BENEFITS				010000
OPERATING TRUST FUND	-STATE	6.00	317,274	2510 1
=====				
EXPENSES				040000
OPERATING TRUST FUND	-STATE	33,399		2510 1
=====				
SPECIAL CATEGORIES				100000
CONTRACTED SERVICES				100777
OPERATING TRUST FUND	-STATE	34,170		2510 1
=====				
RISK MANAGEMENT INSURANCE				103241
OPERATING TRUST FUND	-STATE	3,177		2510 1
=====				
TR/DMS/HR SVCS/STW CONTRCT				107040
OPERATING TRUST FUND	-STATE	3,634		2510 1
=====				
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
OPERATING TRUST FUND	-STATE	13,912		2510 1
=====				
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS				1001000
TOTAL POSITIONS.....	6.00			
TOTAL ISSUE.....		405,566		
TOTAL SALARY RATE.....	206,638			
=====				

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: SUPPORT PROGRAM							72600000
OFFICE OF SUPPLIER DIVERSI							72600500
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
ESTIMATED EXPENDITURES							1000000
CASUALTY INSURANCE PREMIUM							
ADJUSTMENT							1001090
SPECIAL CATEGORIES							100000
RISK MANAGEMENT INSURANCE							103241
OPERATING TRUST FUND -STATE		523-					2510 1
=====							
FLORIDA RETIREMENT SYSTEM							
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							1001230
SALARIES AND BENEFITS							010000
OPERATING TRUST FUND -STATE		12,381-					2510 1
=====							
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
OPERATING TRUST FUND -STATE		199-					2510 1
=====							
TOTAL: FLORIDA RETIREMENT SYSTEM							1001230
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							
TOTAL ISSUE.....		12,580-					
=====							
REALLOCATION OF HUMAN RESOURCES							
OUTSOURCING							1005900
SPECIAL CATEGORIES							100000
TR/DMS/HR SVCS/STW CONTRCT							107040
OPERATING TRUST FUND -STATE		362-					2510 1
=====							

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: SUPPORT PROGRAM							72600000
OFFICE OF SUPPLIER DIVERSI							72600500
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
STATE FUNDING REDUCTIONS							3300000
REDUCTIONS FROM EMAIL SERVICES							
CONSOLIDATIONS							33015C0
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
OPERATING TRUST FUND							2510 1
-STATE		1,676-					

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: The 2009 Florida Legislature established email as an enterprise information technology service and authorized the migration to a statewide email service in section 282.34, Florida Statutes. The Department of Management Services (Department) is scheduled for migration in January 2012. The non-recurring reduction of Fiscal Year 2011-12 appropriations, which was approved by the Legislative Budget Commission (LBC) budget amendment EOG 0019, included one-time costs and recurring costs that were prorated for six months. This recurring issue annualizes the savings which reduces our base budget.

Prior to consolidating email as an enterprise information technology service, each agency was securing separate email systems. With the mandatory migration to a Microsoft Exchange 2010 platform and Enterprise Vault archiving solution, the cost for the enterprise service would show a savings per electronic mailbox due to the ability to secure single statewide email system.

Currently, the Department is using an email service from the SSRC at a rate of \$19.00 per mailbox per month. This issue shows the savings of \$11.64 per mailbox per month based on a cost of \$7.36 per mailbox per month after the enterprise email consolidation.

The foundation for this issue is from data compiled by the Agency for Enterprise Information Technology (AEIT). The AEIT estimated Fiscal Year 2012-13 enterprise email adder for Southwood Shared Resource Center (SSRC) to be \$.33 per mailbox per month. This cost may be revised when the SSRC costs out Cycle 1 Fiscal Year 2012-13 Forecast Customer Impact, which is due to the Legislature on October 31.

FISCAL INFORMATION: The Secretary s Budget Recommendation annualizes a LBC budget amendment action approved during Fiscal Year 2011-12:

Budget Entity	Fund	33015C0 DP Services - SSRC Savings
Administration	2021	(12,012)
	2105	(279)

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: SUPPORT PROGRAM				72600000
OFFICE OF SUPPLIER DIVERSI				72600500
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
Facilities Management	2696	(26,539)		
Building Construction	2033	(1,397)		
Federal Property Assistance	2699	(559)		
Motor Vehicles/Watercraft Management	2510	(978)		
Private Prison Monitoring	1000	(2,375)		
Purchasing Oversight	2510	(7,543)		
Office of Supplier Diversity	2510	(1,676)		
Human Resource Management	2678	(5,028)		
Insurance Benefits Administration	2570	(838)		
	2668	(2,654)		
Retirement Benefits Administration	2510	(31,707)		
Telecommunication Services	2105	(13,828)		
	2344	(1,257)		
Public Employees Relations	2558	(3,771)		
		(112,440)		
This issue impacts the "Executive Direction", "Provide Minority Access to Contracting Opportunities", and "Manage and Oversee Minority Business Compliance" activities.				
Operating Trust Fund (2510)				
Data Processing Services-SSRC (210021)			(1,676)	FSI=1

TOTAL: GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
BY FUND TYPE				
TRUST FUNDS.....	6.00	390,425		2000
SALARY RATE.....	206,638			
=====				

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
WORKFORCE PROGRAMS							72750000
PGM: HUMAN RESOURCE MGT							72750100
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SALARY RATE							000000
SALARY RATE.....	2,005,473						
=====							
SALARIES AND BENEFITS							010000
STATE PERSONNEL SYSTEM TF -STATE	32.00		2,687,693				2678 1
=====							
OTHER PERSONAL SERVICES							030000
STATE PERSONNEL SYSTEM TF -STATE	10,000						2678 1
=====							
EXPENSES							040000
STATE PERSONNEL SYSTEM TF -STATE	227,607						2678 1
=====							
OPERATING CAPITAL OUTLAY							060000
STATE PERSONNEL SYSTEM TF -STATE	5,000						2678 1
=====							
SPECIAL CATEGORIES							100000
CONTRACTED SERVICES							100777
STATE PERSONNEL SYSTEM TF -STATE	45,151						2678 1
=====							
RISK MANAGEMENT INSURANCE							103241
STATE PERSONNEL SYSTEM TF -STATE	82,177						2678 1
=====							
CONTRACTED LEGAL SERVICES							103884
STATE PERSONNEL SYSTEM TF -STATE	100,000						2678 1
=====							

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
WORKFORCE PROGRAMS							72750000
PGM: HUMAN RESOURCE MGT							72750100
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SPECIAL CATEGORIES							100000
TR/DMS/HR SVCS/STW CONTRCT							107040
STATE PERSONNEL SYSTEM TF -STATE	14,799						2678 1
HUMAN RES SVC/STW CONTRACT							107080
STATE PERSONNEL SYSTEM TF -STATE	38,195,091						2678 1
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
STATE PERSONNEL SYSTEM TF -STATE	24,879						2678 1
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS							1001000
TOTAL POSITIONS.....	32.00						
TOTAL ISSUE.....	41,392,397						
TOTAL SALARY RATE.....	2,005,473						
CASUALTY INSURANCE PREMIUM							1001090
ADJUSTMENT							100000
SPECIAL CATEGORIES							103241
RISK MANAGEMENT INSURANCE							
STATE PERSONNEL SYSTEM TF -STATE	64,750-						2678 1
FLORIDA RETIREMENT SYSTEM							1001230
CONTRIBUTION ADJUSTMENT FOR							010000
FY 2011-12 - EFFECTIVE 7/1/2011							
SALARIES AND BENEFITS							
STATE PERSONNEL SYSTEM TF -STATE	120,640-						2678 1

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
WORKFORCE PROGRAMS							72750000
PGM: HUMAN RESOURCE MGT							72750100
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
ESTIMATED EXPENDITURES							1000000
FLORIDA RETIREMENT SYSTEM							
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							1001230
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
STATE PERSONNEL SYSTEM TF -STATE		356-					2678 1
TOTAL: FLORIDA RETIREMENT SYSTEM							1001230
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							
TOTAL ISSUE.....		120,996-					
REALLOCATION OF HUMAN RESOURCES							
OUTSOURCING							1005900
SPECIAL CATEGORIES							100000
TR/DMS/HR SVCS/STW CONTRCT							107040
STATE PERSONNEL SYSTEM TF -STATE		1,473-					2678 1
STATE FUNDING REDUCTIONS							3300000
REDUCTION IN THE HUMAN RESOURCES							
STATEWIDE CONTRACT							3300110
SPECIAL CATEGORIES							100000
HUMAN RES SVC/STW CONTRACT							107080
STATE PERSONNEL SYSTEM TF -STATE		1,655,226-					2678 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

Issue Summary: This issue requests a recurring \$1,655,226 reduction in the annual payment to the service provider responsible for providing the state with a self-service, secure, web-based personnel information system and an enterprise-wide suite of human resource services (known as People First). The department executed an agreement to renew the contract with the service provider (NorthgateArinso) through August 2016, which resulted in a cost reduction of \$45 million over the life of the contract. The negotiated renewal agreement reduces the contract payment to the service provider, starting in January 2010 and extending through August 2016.

Section 110.116, Florida Statutes, requires the Department of Management Services to establish and maintain, in

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: HUMAN RESOURCE MGT				72750100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
STATE FUNDING REDUCTIONS				3300000
REDUCTION IN THE HUMAN RESOURCES				
STATEWIDE CONTRACT				3300110

coordination with the payroll system of the Department of Financial Services, a complete personnel information system for all authorized and established positions in state service. The department may also contract with a vendor to provide the personnel information system. Sections 215.93-94, Florida Statutes, direct the department to be the functional owner of the system.

The original annual contract payment to NorthgateArisno was \$44,153,424, which was reduced to \$38,195,090.22 for Fiscal Year 2011-12. The annual contract payment to NorthgateArisno for Fiscal Year 2012-13 is \$36,539,863.62, a reduction of \$1,655,226.60 from the previous fiscal year. The negotiated renewal agreement reduces the annual contract payment through 2016, as follows:

Renewal Contract Payment and Annual Savings by Fiscal Year

Beginning	Through	Number of Months	Renewal Payments	Savings	Future Savings
1/1/2010	6/30/2010	6.00	\$20,201,712.00	\$1,875,000.00	
7/1/2010	6/30/2011	12.00	\$39,903,424.02	\$4,249,999.98	
7/1/2011	6/30/2012	12.00	\$38,195,090.22	\$5,958,333.78	
7/1/2012	6/30/2013	12.00	\$36,539,863.62	\$7,613,560.38	
7/1/2013	8/20/2016	37.67	\$113,301,850.96	\$25,303,105.88	\$8,060,453.16
Totals		79.67	\$248,141,940.82	\$45,000,000.02	
Total Payments (with Renewals)			\$248,141,940.82		
Total Payments (without Renewals)			\$293,141,940.84		
Savings			\$ 45,000,000.02		

Original Fiscal Year Contract Payment \$ 44,153,424.00

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-12 includes a reduction of \$1,655,226 for Fiscal Year 2012-13. Additional cost reductions will be requested in subsequent Legislative Budget Requests.

This issue impacts the "People First Contract Management" activity.

State Personnel System Trust Fund (2678)
 Special Categories: HR Statewide Contract Payment (107080) (1,655,226) FSI=1

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: HUMAN RESOURCE MGT				72750100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
STATE PERSONNEL SYSTEM TF -STATE	5,028-			2678 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: The 2009 Florida Legislature established email as an enterprise information technology service and authorized the migration to a statewide email service in section 282.34, Florida Statutes. The Department of Management Services (Department) is scheduled for migration in January 2012. The non-recurring reduction of Fiscal Year 2011-12 appropriations, which was approved by the Legislative Budget Commission (LBC) budget amendment EOG 0019, included one-time costs and recurring costs that were prorated for six months. This recurring issue annualizes the savings which reduces our base budget.

Prior to consolidating email as an enterprise information technology service, each agency was securing separate email systems. With the mandatory migration to a Microsoft Exchange 2010 platform and Enterprise Vault archiving solution, the cost for the enterprise service would show a savings per electronic mailbox due to the ability to secure single statewide email system.

Currently, the Department is using an email service from the SSRC at a rate of \$19.00 per mailbox per month. This issue shows the savings of \$11.64 per mailbox per month based on a cost of \$7.36 per mailbox per month after the enterprise email consolidation.

The foundation for this issue is from data compiled by the Agency for Enterprise Information Technology (AEIT). The AEIT estimated Fiscal Year 2012-13 enterprise email adder for Southwood Shared Resource Center (SSRC) to be \$.33 per mailbox per month. This cost may be revised when the SSRC costs out Cycle 1 Fiscal Year 2012-13 Forecast Customer Impact, which is due to the Legislature on October 31.

FISCAL INFORMATION: The Secretary's Budget Recommendation annualizes a LBC budget amendment action approved during Fiscal Year 2011-12:

Budget Entity	Fund	33015C0 DP Services - SSRC Savings
Administration	2021	(12,012)
	2105	(279)

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: HUMAN RESOURCE MGT				72750100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
Facilities Management	2696	(26,539)		
Building Construction	2033	(1,397)		
Federal Property Assistance	2699	(559)		
Motor Vehicles/Watercraft Management	2510	(978)		
Private Prison Monitoring	1000	(2,375)		
Purchasing Oversight	2510	(7,543)		
Office of Supplier Diversity	2510	(1,676)		
Human Resource Management	2678	(5,028)		
Insurance Benefits Administration	2570	(838)		
	2668	(2,654)		
Retirement Benefits Administration	2510	(31,707)		
Telecommunication Services	2105	(13,828)		
	2344	(1,257)		
Public Employees Relations	2558	(3,771)		

		(112,440)		

This issue impacts the "Executive Direction", "Provide Human Resource Management Expertise/Consulting", and "PeopleFirst Contract Management" activities.

State Personnel System Trust Fund (2678)
 Data Processing Services-SSRC (210021) (5,028) FSI=1
 =====

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: HUMAN RESOURCE MGT				72750100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
INSUFFICIENT BUDGET AUTHORITY TO				
MEET DATA PROCESSING OBLIGATIONS				4100010
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
STATE PERSONNEL SYSTEM TF -STATE		12,197		2678 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE: IT COMPONENT? NO
 Issue Summary: This issue requests an increase of the Human Resource Management program in the Data Processing Services-SSRC appropriation category. There is another issue being submitted that reduces the Data Processing Services-SSRC appropriation category by \$5,028 for the annualized savings from the enterprise e-mail agreement (issue #33015C0). The remaining amount left in this appropriation category does not adequately cover the data processing and email estimated costs. A reduction of \$18,778 was taken in this appropriation category during the 2011 Legislative session without explanation.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-12 includes a request of \$12,197 in the Data Processing Services-SSRC appropriation category. This is budget that is necessary to pay the Southwood Shared Resource Center for the estimated data processing and email costs.

This issue impacts the "Provide Human Resource Management Expertise/Consulting" and "People First Contract Management" activities.

State Personnel System Trust Fund (2678)
 Data Processing Services-SSRC (210021) 12,197 FSI=1
 =====

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: HUMAN RESOURCE MGT				72750100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING IN CONTRACTED				
SERVICES				4100300
SPECIAL CATEGORIES				100000
CONTRACTED SERVICES				100777
STATE PERSONNEL SYSTEM TF -STATE		365,399		2678 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: The Division of Human Resource Management People First team requests recurring spending authority from the State Personnel System Trust Fund in the Contracted Services appropriation category for anticipated contractual services surrounding third party cost estimate validations of system enhancements; and systems, applications and products (SAP) training and certification in Data Processing.

Section 110.116, Florida Statutes, requires the Department of Management Services (department) to establish and maintain, in coordination with the payroll system of the Department of Financial Services, a complete personnel information system for all authorized and established positions in state service. The department also may contract with a vendor to provide the personnel information system. Sections 215.93-94, Florida Statutes, direct the department to be the functional owner of the system.

On August 21, 2002, the department contracted with Convergys Customer Management Group, Inc. to provide the State with a self-service, secure, web-based personnel information system and an enterprise-wide suite of human resource services (known as People First). Convergys was recently acquired by NorthgateArinso, Inc., on June 2, 2010, and will be hereafter referred to as NorthgateArinso. The contract with NorthgateArinso expires August 21, 2016. The system streamlines and automates the state's human resource functions, such as payroll preparation, attendance and leave, recruitment, benefits administration, human resource administration, organizational management, and data warehouse report querying.

State government agencies have recently requested that the People First system assist in creating efficiencies and cost savings within their human resource business processes. For example, in Fiscal Year 2011-12, a state agency requested People First system changes within the timesheet module to better meet the needs of its changing business processes. The People First contract contemplates a change order process to accommodate unplanned system modifications, but the Division of Human Resource Management does not currently have spending authority to accommodate such requests.

The spending authority requested would allow the People First team to procure third-party assistance with regard to validation of cost estimates provided by NorthgateArinso. Currently, the People First team must negotiate final cost estimates based solely on cost break-down analysis and other information provided by the service provider. The ability to procure the services of a third-party vendor to validate cost estimates ensures the state receives the best value with each system modification. In addition, as the department prepares for contract expiration, it is critical that People

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
WORKFORCE PROGRAMS							72750000
PGM: HUMAN RESOURCE MGT							72750100
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
FUNDING DEFICIENCIES TO MEET							
CURRENT LEVEL PROGRAM REQUIREMENTS							4100000
ADDITIONAL FUNDING IN CONTRACTED SERVICES							4100300

First team staff members have the necessary SAP knowledge and expertise to evaluate business case options, develop procurement materials, evaluate and negotiate bid responses, and manage a potential transition to a new service provider. The SAP knowledge can be gained by SAP training and certification.

FISCAL INFORMATION: The Secretary's Budget Recommendations for Fiscal Year 2012-13 includes a request for additional recurring spending authority from the State Personnel System Trust Fund in the Contracted Services appropriation category of \$365,399 (one percent of annual contract cost). The funds acquired for this specific purpose would be placed in reserve. They would be allowed to revert, if not needed for the requested purpose.

This issue impacts the "People First Contract Management" activity.

State Personnel System Trust Fund (2678)
 Special Categories: Contracted Services (100777) 365,399 FSI=1
 =====

ADDITIONAL FUNDING FOR CONTRACTED							
LEGAL SERVICES							4100310
SPECIAL CATEGORIES							100000
CONTRACTED LEGAL SERVICES							103884
STATE PERSONNEL SYSTEM TF -STATE	250,000						2678 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

Issue Summary: The Department of Management Services (DMS) requests additional Contracted Legal Services for several divisions to fund legal counsel representation for various bid protests and law suits. For the first three months of the Fiscal Year 2011-12, we have already contracted for several hundred thousand dollars for legal services, e.g., three percent litigation related to the retirement reduction and State Group Insurance Health Maintenance Organization (HMO) bid protest. Appropriations need to be available to timely respond to legal issues.

Following is a summary of the requested appropriations by division:
 Division of Administration \$350,000
 Division of Real Estate Development and Management \$ 50,000

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: HUMAN RESOURCE MGT				72750100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310
Division of State Group Insurance		\$250,000		
Division Human Resource Management		\$250,000		
Division of Retirement		\$250,000		

The funds acquired for Contracted Legal Services could be placed in reserve, and would revert, if not needed for the requested purpose.

Division of Administration:

The division requests recurring spending authority for Contracted Legal Services appropriations category for anticipated procurement bid protests and legal challenges from individuals and labor organizations regarding changes to state laws involving state employees throughout the various divisions and departments of DMS. The Division of Administration oversees all divisions within DMS and must be fiscally prepared to defend actions directly filed against DMS that involve the various divisions.

Anticipated Challenges to Labor and Personnel Policies Changes

Challenges to new labor laws enacted by the state are expected to continue in Fiscal Year 2012-13. With the current climate of challenges from employees and labor unions due to the many changes being enacted by the state in areas of labor and personnel policies, DMS anticipates challenges will continue through Fiscal Year 2012-13. In preparation for these anticipated challenges the Division of Administration requests \$100,000 recurring authority for Contract Legal Services appropriations category as a contingency.

Anticipated Procurement Bid Protests

Challenges to new procurement of contracts with substantial dollar volumes are expected. As procurements relate to multiple years and substantial dollar value, the likelihood of rigorous court challenges increases. This also corresponds to the resources a vendor would be willing to expend to either challenge or support an award. The next procurements include the MyFloridaMarketplace system, enterprise e-mail, private prisons, the ongoing self insured HMO procurement, as well as the anticipated smaller procurements.

Division of Real Estate Development and Management:

The division is currently involved in litigation associated with building accessibility, as required by the Americans with Disabilities Act, and we anticipate this litigation could continue into Fiscal Year 2012-13.

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: HUMAN RESOURCE MGT				72750100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310

Division of State Group Insurance (DSGI):

The division requests an increase in the State Employees' Health Insurance Trust Fund, Contracted Legal Services appropriation category for anticipated legal challenges from bid protests. DSGI is responsible for the procurement and administration of the health insurance benefits offered to Legislative and Executive branches, state and university employees, retirees and Consolidated Omnibus Budget Reconciliation Act (COBRA) participants, surviving spouses and dependents, and other entities. The program currently offers four managed care health plans: (1) Self-Insured State Employees' Standard Preferred Provider Organization (PPO) plan, (2) Self-Insured Health Investor PPO plan, (3) Fully-Insured Standard HMO plan, and (4) a Health Investor HMO plan. However, effective January 2012, some of the HMO plan vendors may be contracted under a self-insured model, where the state will be assuming the financial risk of the program.

With the current climate of challenges from vendors filing protests and the many changes being enacted by the state, DSGI must be fiscally prepared to defend the state's decisions relating to plan changes. The division's annual appropriation is sufficient only to satisfy current on-going contractual obligations.

Division of Human Resource Management (HRM):

The division requests recurring spending authority for anticipated legal challenges from collective bargaining units regarding changes to state laws involving state employees in their units. HRM oversees all State Personnel System (SPS) employment programs and policies for 31 agencies in the Executive branch of government, which encompasses approximately 111,401 employees in the Career Service, Selected Exempt Service, and Senior Management Service pay plans and Other Personal Services (OPS) employment. HRM provides expertise and consultative services to ensure the equitable, lawful, effective, and efficient implementation of human resource programs by the SPS agencies. As part of this role, HRM statutorily serves, on behalf of the Governor, as the Chief Labor Negotiator with six labor unions covering 13 collective bargaining units.

With the current climate of challenges from labor unions due to the many changes being enacted by the state, HRM must be fiscally prepared to defend the state's labor actions. HRM's annual appropriation is sufficient only to satisfy current on-going contractual obligations.

Division of Retirement:

The division requests a recurring increase in the Contracted Legal Services appropriation category in the Florida Retirement System (FRS) Operating Trust Fund for legal challenges from FRS membership, participating employers,

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: HUMAN RESOURCE MGT				72750100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310

collective bargaining units, or unions regarding the provisions of the FRS. The Division of Retirement administers the FRS Pension Plan and performs numerous administrative functions for the State Board of Administration, the administrative agency of the FRS Investment Plan. The FRS is the retirement plan for nearly one million active and retired public employees throughout Florida, and serves as the retirement plan for 992 public agencies, including; all state agencies, school boards, county governmental agencies, state universities, community colleges, and numerous cities and special districts. The division is responsible for providing accurate legal information regarding the provisions of the FRS. The FRS is required to administer the retirement programs to be in compliance with the Internal Revenue Service code and regulations, as well as the State Constitution and Laws.

The division must be financially prepared to defend any legal challenges presented to it by any affected party. It is critical that the division has the budget authority to defend the state s position in legal actions. The current annual budget is only sufficient to cover normal, on-going legal obligations and counsel on current issues. The current budget typically provides resources for expert retirement counsel on specific issues, typically related to federal requirements, proposed federal legislation, and FRS compliance issues on proposed or enacted state legislation. There is no current appropriation to defend significant legal challenges regarding FRS provisions.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request for recurring authority in the Contracted Legal Services appropriations category. The funds acquired for this specific purpose would be placed in reserve. They would be allowed to revert, if not needed for the requested purpose.

This issue impacts the "Provide Human Resource Management Expertise/Consulting" activity.

State Personnel System Trust Fund (2678)
 Special Categories: Contracted Legal Services (103884) 250,000 FSI=1
 =====

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: HUMAN RESOURCE MGT				72750100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING FOR NON-RECURRING PROJECTS				4400000
COMPENSATION STUDY OF THE PERSONNEL				
SYSTEM				4400120
SPECIAL CATEGORIES				100000
CONTRACTED SERVICES				100777
STATE PERSONNEL SYSTEM TF -STATE	150,000	150,000		2678 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: The Division of Human Resource Management (HRM) requests a non-recurring appropriation to develop and conduct a comprehensive compensation study for the State of Florida's State Personnel System. The State Personnel System is the system of personnel administration for authorized career service, selected exempt service, and senior management service positions and is the largest of the six primary personnel systems in Florida's state government.

Section 110.2035(6)(b), Florida Statutes, requires the Department of Management Services (DMS), in consultation with the Executive Office of the Governor and the Legislative Appropriations Committees, to conduct wage and salary surveys to achieve the goal of an equitable, competitive, market-based pay policy. However, comprehensive career service, selected exempt service, and senior management services compensation surveys have not been conducted since 2000. This request is being submitted because the division's current appropriation is not sufficient to cover this cost.

The State Personnel System seeks to maximize a compensation strategy of offering a competitive and cost efficient total compensation (salary and benefits) package consistent with current and continuously evolving business strategies and changing workforce needs.

To provide the best return on the investment of public funds, HRM needs to partner with proven compensation consultants to determine ways of re-positioning and re-aligning the compensation program for the State Personnel System (i.e. base pay structure, incentive pay, compensation delivery system, leave benefits, health benefits, retirement plans, and other associated pay and benefit issues). The results of the comprehensive compensation study will provide key decision makers in the Executive and Legislative branches with critical information necessary to accurately determine the competitiveness of the current compensation program, identify best practices and trends, and will provide fact-based and data-driven alternate strategies for the State Personnel System.

If this request is not funded, HRM will not be able to provide a comprehensive analysis of the competitiveness of the current compensation program or provide fact-based and data-driven alternative compensation strategies for the State Personnel System. Given the current state of the economy, all aspects of compensation must be analyzed to maximize the state's return on each dollar spent.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes \$150,000 in non-recurring funds in the Contracted Services appropriation category. As noted, the last compensation study was conducted in 2000 for \$115,000. We are estimating a 30 percent increase in costs since the last study was conducted (based upon recent

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: HUMAN RESOURCE MGT				72750100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
FUNDING FOR NON-RECURRING PROJECTS				4400000
COMPENSATION STUDY OF THE PERSONNEL				
SYSTEM				4400120

experience with new cost estimates received for similar consulting services which were also last provided in 2000).

This issue impacts the "Provide Human Resource Management Expertise/Consulting" activity.

State Personnel System Trust Fund (2678)
 Special Categories: Contracted Services (100777) (Non-recurring) 150,000 FSI=1

TOTAL: GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
BY FUND TYPE				
TRUST FUNDS.....	32.00			
SALARY RATE.....	40,322,520	150,000		2000
	2,005,473			
	=====	=====	=====	

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
WORKFORCE PROGRAMS							72750000
PGM: INS BENEFITS ADMIN							72750200
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SALARY RATE							000000
SALARY RATE.....	1,291,953						
=====							
SALARIES AND BENEFITS							010000
PRETAX BENEFITS TRUST FUND-STATE	429,301						2570 1
STATE EMPLY LIFE INS TF -STATE	21,014						2667 1
STATE EMPLY HEALTH INS TF -STATE	1,340,684						2668 1
STATE EMPLOYEES DIS INS TF-STATE	27,503						2671 1
TOTAL POSITIONS.....	23.00						
TOTAL APPRO.....	1,818,502						
=====							
OTHER PERSONAL SERVICES							030000
PRETAX BENEFITS TRUST FUND-STATE	2,500						2570 1
STATE EMPLY HEALTH INS TF -STATE	2,500						2668 1
TOTAL APPRO.....	5,000						
=====							
EXPENSES							040000
PRETAX BENEFITS TRUST FUND-STATE	48,832						2570 1
STATE EMPLY LIFE INS TF -STATE	1,984						2667 1
STATE EMPLY HEALTH INS TF -STATE	284,219						2668 1
STATE EMPLOYEES DIS INS TF-STATE	2,875						2671 1
TOTAL APPRO.....	337,910						
=====							
OPERATING CAPITAL OUTLAY							060000
PRETAX BENEFITS TRUST FUND-STATE	10,000						2570 1
STATE EMPLY HEALTH INS TF -STATE	10,000						2668 1
TOTAL APPRO.....	20,000						
=====							

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: INS BENEFITS ADMIN				72750200
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
ESTIMATED EXPENDITURES				1000000
ESTIMATED EXPENDITURES - OPERATIONS				1001000
SPECIAL CATEGORIES				100000
TRANS TO DIV ADM HEARINGS				100565
STATE EMPLOY HEALTH INS TF -STATE	49,019			2668 1
POST PAYMENT CLAIMS/SVCS				100701
STATE EMPLOY HEALTH INS TF -STATE	1,300,000			2668 1
CONTRACTED SERVICES				100777
PRETAX BENEFITS TRUST FUND-STATE	348,505			2570 1
STATE EMPLOY HEALTH INS TF -STATE	499,157			2668 1
TOTAL APPRO.....	847,662			
ASO CONTRACT/HEALTH INS				101520
STATE EMPLOY HEALTH INS TF -STATE	20,100,000			2668 1
PRESCRIPTION DRUG CLMS AD				101530
STATE EMPLOY HEALTH INS TF -STATE	319,200			2668 1
RISK MANAGEMENT INSURANCE				103241
PRETAX BENEFITS TRUST FUND-STATE	2,971			2570 1
STATE EMPLOY LIFE INS TF -STATE	517			2667 1
STATE EMPLOY HEALTH INS TF -STATE	9,170			2668 1
STATE EMPLOYEES DIS INS TF-STATE	258			2671 1
TOTAL APPRO.....	12,916			

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
WORKFORCE PROGRAMS							72750000
PGM: INS BENEFITS ADMIN							72750200
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SPECIAL CATEGORIES							100000
CONTRACTED LEGAL SERVICES							103884
STATE EMPLOY HEALTH INS TF -STATE	50,000						2668 1
PMT/EMPL CON/HSA CUSTODIAN							105001
STATE EMPLOY HEALTH INS TF -STATE	786,443						2668 1
CONTRACTED BANK SERVICES							105032
STATE EMPLOY HEALTH INS TF -STATE	44,000						2668 1
TR/DMS/HR SVCS/STW CONTRCT							107040
PRETAX BENEFITS TRUST FUND-STATE	4,390						2570 1
STATE EMPLOY LIFE INS TF -STATE	306						2667 1
STATE EMPLOY HEALTH INS TF -STATE	11,292						2668 1
STATE EMPLOYEES DIS INS TF-STATE	146						2671 1
TOTAL APPRO.....	16,134						
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
PRETAX BENEFITS TRUST FUND-STATE	21,883						2570 1
STATE EMPLOY LIFE INS TF -STATE	4,615						2667 1
STATE EMPLOY HEALTH INS TF -STATE	54,973						2668 1
STATE EMPLOYEES DIS INS TF-STATE	8,552						2671 1
TOTAL APPRO.....	90,023						
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS							1001000
TOTAL POSITIONS.....	23.00						
TOTAL ISSUE.....	25,796,809						
TOTAL SALARY RATE.....	1,291,953						

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: INS BENEFITS ADMIN				72750200
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
ESTIMATED EXPENDITURES				1000000
CASUALTY INSURANCE PREMIUM				
ADJUSTMENT				1001090
SPECIAL CATEGORIES				100000
RISK MANAGEMENT INSURANCE				103241
PRETAX BENEFITS TRUST FUND-STATE	7,342			2570 1
STATE EMPLY LIFE INS TF -STATE	1,278			2667 1
STATE EMPLY HEALTH INS TF -STATE	22,662			2668 1
STATE EMPLOYEES DIS INS TF-STATE	638			2671 1
TOTAL APPRO.....	31,920			
FLORIDA RETIREMENT SYSTEM				
CONTRIBUTION ADJUSTMENT FOR				
FY 2011-12 - EFFECTIVE 7/1/2011				1001230
SALARIES AND BENEFITS				010000
PRETAX BENEFITS TRUST FUND-STATE	17,491-			2570 1
STATE EMPLY LIFE INS TF -STATE	859-			2667 1
STATE EMPLY HEALTH INS TF -STATE	54,609-			2668 1
STATE EMPLOYEES DIS INS TF-STATE	1,119-			2671 1
TOTAL APPRO.....	74,078-			
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
PRETAX BENEFITS TRUST FUND-STATE	313-			2570 1
STATE EMPLY LIFE INS TF -STATE	66-			2667 1
STATE EMPLY HEALTH INS TF -STATE	787-			2668 1
STATE EMPLOYEES DIS INS TF-STATE	123-			2671 1
TOTAL APPRO.....	1,289-			
TOTAL: FLORIDA RETIREMENT SYSTEM				1001230
CONTRIBUTION ADJUSTMENT FOR				
FY 2011-12 - EFFECTIVE 7/1/2011				
TOTAL ISSUE.....	75,367-			

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: INS BENEFITS ADMIN				72750200
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
ESTIMATED EXPENDITURES				1000000
REALLOCATION OF HUMAN RESOURCES				
OUTSOURCING				1005900
SPECIAL CATEGORIES				100000
TR/DMS/HR SVCS/STW CONTRCT				107040
PRETAX BENEFITS TRUST FUND-STATE	437-			2570 1
STATE EMPLY LIFE INS TF -STATE	30-			2667 1
STATE EMPLY HEALTH INS TF -STATE	1,125-			2668 1
STATE EMPLOYEES DIS INS TF-STATE	15-			2671 1
TOTAL APPRO.....	1,607-			
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
PRETAX BENEFITS TRUST FUND-STATE	838-			2570 1
STATE EMPLY HEALTH INS TF -STATE	2,654-			2668 1
TOTAL APPRO.....	3,492-			

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: The 2009 Florida Legislature established email as an enterprise information technology service and authorized the migration to a statewide email service in section 282.34, Florida Statutes. The Department of Management Services (Department) is scheduled for migration in January 2012. The non-recurring reduction of Fiscal Year 2011-12 appropriations, which was approved by the Legislative Budget Commission (LBC) budget amendment EOG 0019, included one-time costs and recurring costs that were prorated for six months. This recurring issue annualizes the savings which reduces our base budget.

Prior to consolidating email as an enterprise information technology service, each agency was securing separate email systems. With the mandatory migration to a Microsoft Exchange 2010 platform and Enterprise Vault archiving solution, the cost for the enterprise service would show a savings per electronic mailbox due to the ability to secure single statewide email system.

Currently, the Department is using an email service from the SSRC at a rate of \$19.00 per mailbox per month. This issue shows the savings of \$11.64 per mailbox per month based on a cost of \$7.36 per mailbox per month after the enterprise

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: INS BENEFITS ADMIN				72750200
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0

email consolidation.

The foundation for this issue is from data compiled by the Agency for Enterprise Information Technology (AEIT). The AEIT estimated Fiscal Year 2012-13 enterprise email adder for Southwood Shared Resource Center (SSRC) to be \$.33 per mailbox per month. This cost may be revised when the SSRC costs out Cycle 1 Fiscal Year 2012-13 Forecast Customer Impact, which is due to the Legislature on October 31.

FISCAL INFORMATION: The Secretary's Budget Recommendation annualizes a LBC budget amendment action approved during Fiscal Year 2011-12:

Budget Entity	Fund	33015C0 DP Services - SSRC Savings
Administration	2021	(12,012)
	2105	(279)
Facilities Management	2696	(26,539)
Building Construction	2033	(1,397)
Federal Property Assistance	2699	(559)
Motor Vehicles/Watercraft Management	2510	(978)
Private Prison Monitoring	1000	(2,375)
Purchasing Oversight	2510	(7,543)
Office of Supplier Diversity	2510	(1,676)
Human Resource Management	2678	(5,028)
Insurance Benefits Administration	2570	(838)
	2668	(2,654)
Retirement Benefits Administration	2510	(31,707)
Telecommunication Services	2105	(13,828)
	2344	(1,257)
Public Employees Relations	2558	(3,771)

		(112,440)

This issue impacts the "Executive Direction", "Administer the Health Insurance Trust Fund", "Administer the Flexible Spending Account Program", and "Administer the Supplemental Insurance Program" activities.

Pretax Insurance Trust Fund (2570)

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: INS BENEFITS ADMIN				72750200
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
Data Processing Services-SSRC (210021)			(838)	
Health Insurance Trust Fund (2668)				
Data Processing Services-SSRC (210021)			(2,654)	
Total Issue			(3,492)	FSI=1
			=====	

RE-ENGINEERING THE WORKPLACE				4000000
ACCESSING HEALTH CARE DATA THROUGH				
A SERVICE PROVIDER				4000210
SPECIAL CATEGORIES				100000
CONTRACTED SERVICES				100777
STATE EMPLY HEALTH INS TF -STATE	1,100,000	600,000		2668 1
	=====	=====	=====	

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: The Division of State Group Insurance (division) is responsible for the procurement and administration of the health insurance benefits offered to Legislative and Executive branches, state and university employees, retirees and Consolidated Omnibus Budget Reconciliation Act (COBRA) participants, surviving spouses and dependents, and other entities. The State Employees' Group Health Insurance Program (program) currently offers four managed care health plans: (1) Self-Insured State Employees' Standard Preferred Provider Organization (PPO) plan, (2) Self-Insured Health Investor PPO plan, (3) Fully-Insured Standard Health Maintenance Organization (HMO) plan, and (4) a Health Investor HMO plan.

For Fiscal Year 2012-13, total PPO Plan costs are projected at \$1,027.4 million, with an enrollment of 88,272; total HMO Plan costs are projected at \$1,241.6 million, with an enrollment of 90,192; total PPO and HMO Plans costs, excluding other expenses, are projected at \$2,269 million. While the core benefits between the PPO plans and the HMO plans are similar, there are differences in provider access and benefits attributes, e.g., co-payments, co-insurances, and deductibles, among others.

Health care inflation is the primary driver of program costs. The division currently lacks the ability to drive down inflationary trend by effectively and efficiently analyzing the health disparity data (differences in incidence, prevalence, mortality, and burden of diseases and other adverse health conditions that exist among the specific population groups) of all program vendors. This limitation adversely impacts the division's ability to (1) identify and address disease prevalence trends, (2) evaluate the programs performance, (3) identify and assess opportunities to

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: <u>INS BENEFITS ADMIN</u>				72750200
GOV OPERATIONS/SUPPORT				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
RE-ENGINEERING THE WORKPLACE				4000000
ACCESSING HEALTH CARE DATA THROUGH				
A SERVICE PROVIDER				4000210

improve health and reduce costs, (4) target special needs, (5) support legislative and policy initiatives and activities, and (6) generally ensure the most cost-effective operation of the program.

Effective January 2012, some of the HMO Plan vendors may be contracted under a self-insured model, meaning the state will assume the financial risk of the program. Access to claims and outcome data compiled across multiple vendors is the only means through which the division will have the ability to interpret, analyze, relate, compare, and evaluate medical and pharmacy claims experience from a holistic standpoint. Administration of the program to maximize scarce resources can only be accomplished with access to integrated data on a timely basis.

The division seeks to procure and retain a qualified Health Insurance Management Information System (HIMIS) vendor that specializes in the development and maintenance of health data integration analytic tools. A qualified HIMIS vendor can provide the division with training on its proprietary, integrated healthcare database, and software to maximize the use of program resources. A qualified HIMIS vendor will have the expertise required to (1) provide consulting services to develop benefit designs and premium modeling, (2) integrate claims and data from all program vendors, (3) evaluate clinical quality, (4) conduct data analysis and benchmarking, (5) provide decision support and financial analysis.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request for (1) non-recurring funding of \$0.6 million to cover the implementation costs, which include assessment of user needs, design and development of database, development of customized programs and queries, conversion of historical source data, coordination of data feeds with health insurance vendors, initial database load, installation of software, development of manuals and documentation, training and testing, among others; and (2) recurring funds of \$0.5 million to cover annual maintenance and administrative costs, which include software cost, quarterly data-feed updates per health insurance vendor, online access to database, data query support, day-to-day support, consultant services, and software updates, among others.

Access to an HIMIS is based on annual licensure; the title or ownership does not transfer to the state. Therefore, this issue requests additional budget authority of \$1.1 million, to cover funding of \$0.6 million of non-recurring costs; \$0.5 million of recurring costs in the Contracted Services appropriation category in the State Employees Health Insurance Trust Fund.

This issue impacts the "Administer the Health Insurance Program" activity.

State Employees Health Insurance Trust Fund (2668)		
Special Categories: Contracted Services (100777)	500,000	
Special Categories: Contracted Services (100777) (Non-recurring)	600,000	

Total Issue	1,100,000	FSI=1
	=====	

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: INS BENEFITS ADMIN				72750200
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
RE-ENGINEERING THE WORKPLACE				4000000
HEALTH MAINTENANCE ORGANIZATION -				
ADMINISTRATIVE SERVICES ONLY -				
SELF INSURED PROGRAM				4000270
SALARY RATE				000000
SALARY RATE.....	104,000			
=====				
SALARIES AND BENEFITS				010000
2.00				
STATE EMPLY HEALTH INS TF -STATE	138,272			2668 1
=====				
EXPENSES				040000
STATE EMPLY HEALTH INS TF -STATE	14,312	7,296		2668 1
=====				
SPECIAL CATEGORIES				100000
ASO CONTRACT/HEALTH INS				101520
STATE EMPLY HEALTH INS TF -STATE	31,000,000			2668 1
=====				
CONTRACTED BANK SERVICES				105032
STATE EMPLY HEALTH INS TF -STATE	35,000			2668 1
=====				
TR/DMS/HR SVCS/STW CONTRCT				107040
STATE EMPLY HEALTH INS TF -STATE	712			2668 1
=====				
TOTAL: HEALTH MAINTENANCE ORGANIZATION -				4000270
ADMINISTRATIVE SERVICES ONLY -				
SELF INSURED PROGRAM				
TOTAL POSITIONS.....	2.00			
TOTAL ISSUE.....	31,188,296	7,296		
TOTAL SALARY RATE.....	104,000			
=====				

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: <u>INS BENEFITS ADMIN</u>				72750200
GOV OPERATIONS/SUPPORT				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
RE-ENGINEERING THE WORKPLACE				4000000
HEALTH MAINTENANCE ORGANIZATION -				
ADMINISTRATIVE SERVICES ONLY -				
SELF INSURED PROGRAM				4000270

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: Chapter 2010-150, Laws of Florida, directed the Department of Management Services (DMS), Division of State Group Insurance (DSGI) to evaluate fully insured and self-insured Health Maintenance Organization (HMO) plan designs for the 2012 Plan Year as part of the department's competitive procurement process for HMO contracts. Based on an analysis completed by the department's contracted actuary and provided to the Legislature, the department recommended a self-insured plan design. The Legislative Budget Commission (LBC) approved the DMS request and decided to move some of the HMO plan vendors' contracts to a self-insured funding model effective January 2012. Since the LBC only approved budget authority for six months, this issue requests additional budget authority necessary to allow the DMS to contract for self-insured HMO plans.

The DSGI is responsible for the procurement and administration of the health insurance benefits offered to Legislative and Executive branches, state and university employees, retirees and Consolidated Omnibus Budget Reconciliation Act (COBRA) participants, surviving spouses and dependents, and other entities. The program currently offers four managed care health plans: (1) Self-Insured State Employees' Standard Preferred Provider Organization (PPO) plan, (2) Self-Insured Health Investor PPO plan, (3) Fully-Insured Standard HMO plan, and (4) a Health Investor HMO plan.

Currently, all HMO administrative and claims costs are budgeted in a non-operating appropriation category based on premiums paid to the HMOs. Self-insured HMO claim costs will continue to be budgeted in a non-operating appropriation category. However, in order for the department to have sufficient operating budget authority to contract with HMOs under a self-insured plan design similar to that of the state's Preferred Provider Organization self-insurance plan, an increase in budget authority is necessary.

Moving HMO contracts to a self-insured funding model has an impact on the funding needs of the DSGI. Comparing the additional administrative costs to the overall savings from self-insuring, actuarial consultants Gabriel, Roeder, and Smith Company concluded that, "...the cost of additional resources would be significantly less than projected savings from self-funding HMO benefits." It is estimated that self-insuring HMO offerings would save the state approximately \$417 million over a two-year period.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request for an increase in trust fund budget authority of \$31,000,000 to remit payments for administrative service only fees to the new self-insured HMO vendor(s) in the Administrative Services Only appropriation category and \$35,000 to support bank charges for an account that will be used to process claims payments to the HMOs in the Contracted Bank Services appropriation category of the State Employees Health Insurance Trust Fund entity. The increased budget authority will allow the department to use a self-insured model for HMO coverage when it produces the best value for the state.

In addition, the LBC approved two Other Personal Service (OPS) positions to provide oversight of the self-insured HMO

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: INS BENEFITS ADMIN				72750200
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
RE-ENGINEERING THE WORKPLACE				4000000
HEALTH MAINTENANCE ORGANIZATION -				
ADMINISTRATIVE SERVICES ONLY -				
SELF INSURED PROGRAM				4000270

program. The Secretary s Budget Recommendation for Fiscal Year 2012-13 includes a request to change the OPS positions to full-time positions, with the associated rate, and budget authority. One position will evaluate, analyze, and monitor the financial integrity of processes established by the HMO administrator(s). The second position will perform contract monitoring and oversight duties. This issue requests \$146,000 and two (2) full-time positions in recurring budget authority and \$7,296 in non-recurring budget authority of the State Employees Health Insurance Trust Fund.

This issue impacts the Administer the Health Insurance Program activity.

Position Title	Class Code	Pay Plan	Positions	Rate	Budget
Senior Management Analyst II (SES)	2225	426	2.0	104,000	138.272

State Employees Health Insurance Trust Fund (2668)					
Rate 2.0 Positions			104,000		
Salaries and Benefits (010000)				138,272	
Expenses (040000)				7,016	
Expenses (040000) (Non-recurring)				7,296	
Special Categories: HR Statewide Contract (107040)				712	
Special Categories: Administrative Services Only (101520)				31,000,000	
Special Categories: Contracted Bank Services (105032)				35,000	

Total Issue 31,188,296 FSI=1
 =====

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: INS BENEFITS ADMIN				72750200
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
RE-ENGINEERING THE WORKPLACE				4000000
HEALTH MAINTENANCE ORGANIZATION -				
ADMINISTRATIVE SERVICES ONLY -				
SELF INSURED PROGRAM				4000270

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A03 - AGY REQUEST FY 2012-13							
NEW POSITIONS							
2225 SENIOR MANAGEMENT ANALYST II - SES							
N0001 001	2.00	104,000		34,272	138,272	0.00	138,272
TOTALS FOR ISSUE BY FUND							
2668 STATE EMPLY HEALTH INS TF							138,272
	2.00	104,000		34,272	138,272		138,272

FUNDING DEFICIENCIES TO MEET	
CURRENT LEVEL PROGRAM REQUIREMENTS	4100000
ADDITIONAL FUNDING FOR CONTRACTED	
LEGAL SERVICES	4100310
SPECIAL CATEGORIES	100000
CONTRACTED LEGAL SERVICES	103884
STATE EMPLY HEALTH INS TF -STATE	250,000
	2668 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

Issue Summary: The Department of Management Services (DMS) requests additional Contracted Legal Services for several divisions to fund legal counsel representation for various bid protests and law suits. For the first three months of the Fiscal Year 2011-12, we have already contracted for several hundred thousand dollars for legal services, e.g., three percent litigation related to the retirement reduction and State Group Insurance Health Maintenance Organization (HMO)

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: <u>INS BENEFITS ADMIN</u>				72750200
GOV OPERATIONS/SUPPORT				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310

bid protest. Appropriations need to be available to timely respond to legal issues.

Following is a summary of the requested appropriations by division:
 Division of Administration \$350,000
 Division of Real Estate Development and Management \$ 50,000
 Division of State Group Insurance \$250,000
 Division Human Resource Management \$250,000
 Division of Retirement \$250,000

The funds acquired for Contracted Legal Services could be placed in reserve, and would revert, if not needed for the requested purpose.

Division of Administration:

=====

The division requests recurring spending authority for Contracted Legal Services appropriations category for anticipated procurement bid protests and legal challenges from individuals and labor organizations regarding changes to state laws involving state employees throughout the various divisions and departments of DMS. The Division of Administration oversees all divisions within DMS and must be fiscally prepared to defend actions directly filed against DMS that involve the various divisions.

Anticipated Challenges to Labor and Personnel Policies Changes

Challenges to new labor laws enacted by the state are expected to continue in Fiscal Year 2012-13. With the current climate of challenges from employees and labor unions due to the many changes being enacted by the state in areas of labor and personnel policies, DMS anticipates challenges will continue through Fiscal Year 2012-13. In preparation for these anticipated challenges the Division of Administration requests \$100,000 recurring authority for Contract Legal Services appropriations category as a contingency.

Anticipated Procurement Bid Protests

Challenges to new procurement of contracts with substantial dollar volumes are expected. As procurements relate to multiple years and substantial dollar value, the likelihood of rigorous court challenges increases. This also corresponds to the resources a vendor would be willing to expend to either challenge or support an award. The next procurements include the MyFloridaMarketplace system, enterprise e-mail, private prisons, the ongoing self insured HMO procurement, as well as the anticipated smaller procurements.

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST	AGY REQ N/R	AGY REQ N/R	AGY REQ ANZ	AGY REQ ANZ	AGY REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
WORKFORCE PROGRAMS							72750000
PGM: <u>INS BENEFITS ADMIN</u>							72750200
GOV OPERATIONS/SUPPORT							16
<u>GOVERNMENTAL OPERATIONS</u>							<u>1601.00.00.00</u>
FUNDING DEFICIENCIES TO MEET							
CURRENT LEVEL PROGRAM REQUIREMENTS							4100000
ADDITIONAL FUNDING FOR CONTRACTED							
LEGAL SERVICES							4100310

Division of Real Estate Development and Management:

=====

The division is currently involved in litigation associated with building accessibility, as required by the Americans with Disabilities Act, and we anticipate this litigation could continue into Fiscal Year 2012-13.

Division of State Group Insurance (DSGI):

=====

The division requests an increase in the State Employees Health Insurance Trust Fund, Contracted Legal Services appropriation category for anticipated legal challenges from bid protests. DSGI is responsible for the procurement and administration of the health insurance benefits offered to Legislative and Executive branches, state and university employees, retirees and Consolidated Omnibus Budget Reconciliation Act (COBRA) participants, surviving spouses and dependents, and other entities. The program currently offers four managed care health plans: (1) Self-Insured State Employees' Standard Preferred Provider Organization (PPO) plan, (2) Self-Insured Health Investor PPO plan, (3) Fully-Insured Standard HMO plan, and (4) a Health Investor HMO plan. However, effective January 2012, some of the HMO plan vendors may be contracted under a self-insured model, where the state will be assuming the financial risk of the program.

With the current climate of challenges from vendors filing protests and the many changes being enacted by the state, DSGI must be fiscally prepared to defend the state's decisions relating to plan changes. The division's annual appropriation is sufficient only to satisfy current on-going contractual obligations.

Division of Human Resource Management (HRM):

=====

The division requests recurring spending authority for anticipated legal challenges from collective bargaining units regarding changes to state laws involving state employees in their units. HRM oversees all State Personnel System (SPS) employment programs and policies for 31 agencies in the Executive branch of government, which encompasses approximately 111,401 employees in the Career Service, Selected Exempt Service, and Senior Management Service pay plans and Other Personal Services (OPS) employment. HRM provides expertise and consultative services to ensure the equitable, lawful, effective, and efficient implementation of human resource programs by the SPS agencies. As part of this role, HRM statutorily serves, on behalf of the Governor, as the Chief Labor Negotiator with six labor unions covering 13 collective bargaining units.

With the current climate of challenges from labor unions due to the many changes being enacted by the state, HRM must be fiscally prepared to defend the state's labor actions. HRM's annual appropriation is sufficient only to satisfy current on-going contractual obligations.

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: INS BENEFITS ADMIN				72750200
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310

Division of Retirement:
 =====

The division requests a recurring increase in the Contracted Legal Services appropriation category in the Florida Retirement System (FRS) Operating Trust Fund for legal challenges from FRS membership, participating employers, collective bargaining units, or unions regarding the provisions of the FRS. The Division of Retirement administers the FRS Pension Plan and performs numerous administrative functions for the State Board of Administration, the administrative agency of the FRS Investment Plan. The FRS is the retirement plan for nearly one million active and retired public employees throughout Florida, and serves as the retirement plan for 992 public agencies, including; all state agencies, school boards, county governmental agencies, state universities, community colleges, and numerous cities and special districts. The division is responsible for providing accurate legal information regarding the provisions of the FRS. The FRS is required to administer the retirement programs to be in compliance with the Internal Revenue Service code and regulations, as well as the State Constitution and Laws.

The division must be financially prepared to defend any legal challenges presented to it by any affected party. It is critical that the division has the budget authority to defend the state's position in legal actions. The current annual budget is only sufficient to cover normal, on-going legal obligations and counsel on current issues. The current budget typically provides resources for expert retirement counsel on specific issues, typically related to federal requirements, proposed federal legislation, and FRS compliance issues on proposed or enacted state legislation. There is no current appropriation to defend significant legal challenges regarding FRS provisions.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request for recurring authority in the Contracted Legal Services appropriations category. The funds acquired for this specific purpose would be placed in reserve. They would be allowed to revert, if not needed for the requested purpose.

This issue impacts the "Administer the Health Insurance Program "activity.

State Employees Health Insurance Trust Fund (2668)
 Special Categories: Contracted Legal Services (103884)

250,000 FSI=1
 =====

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: <u>INS BENEFITS ADMIN</u>				72750200
GOV OPERATIONS/SUPPORT				16
<u>GOVERNMENTAL OPERATIONS</u>				<u>1601.00.00.00</u>
TOTAL: GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
BY FUND TYPE				
	25.00			
TRUST FUNDS.....	58,286,559	607,296		2000
SALARY RATE.....	1,395,953			
	=====	=====	=====	

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
ESTIMATED EXPENDITURES				1000000
ESTIMATED EXPENDITURES - OPERATIONS				1001000
SALARY RATE				000000
SALARY RATE.....	7,602,317			
=====				
SALARIES AND BENEFITS				010000
GENERAL REVENUE FUND -STATE	476,496			1000 1
OPERATING TRUST FUND -STATE	10,079,083			2510 1
OPTIONAL RETIREMENT PRG TF-STATE	140,860			2517 1
POL/FIREMEN PREMIUM TAX TF-STATE	773,473			2532 1
RET HLTH INS SUBSIDY TF -STATE	41,450			2583 1
TOTAL POSITIONS.....	198.00			
TOTAL APPRO.....	11,511,362			
=====				
OTHER PERSONAL SERVICES				030000
OPERATING TRUST FUND -STATE	6,029			2510 1
POL/FIREMEN PREMIUM TAX TF-STATE	100			2532 1
TOTAL APPRO.....	6,129			
=====				
EXPENSES				040000
OPERATING TRUST FUND -STATE	3,116,231			2510 1
OPTIONAL RETIREMENT PRG TF-STATE	13,633			2517 1
POL/FIREMEN PREMIUM TAX TF-STATE	82,889			2532 1
RET HLTH INS SUBSIDY TF -STATE	11,370			2583 1
TOTAL APPRO.....	3,224,123			
=====				
OPERATING CAPITAL OUTLAY				060000
OPERATING TRUST FUND -STATE	161,354			2510 1
OPTIONAL RETIREMENT PRG TF-STATE	4,000			2517 1
POL/FIREMEN PREMIUM TAX TF-STATE	2,400			2532 1
=====				

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
ESTIMATED EXPENDITURES				1000000
ESTIMATED EXPENDITURES - OPERATIONS				1001000
OPERATING CAPITAL OUTLAY				060000
TOTAL APPRO.....		167,754		
=====				
SPECIAL CATEGORIES				100000
TRANS TO DIV ADM HEARINGS				100565
OPERATING TRUST FUND -STATE		22,314		2510 1
=====				
CONTRACTED SERVICES				100777
OPERATING TRUST FUND -STATE		3,616,850		2510 1
OPTIONAL RETIREMENT PRG TF-STATE		500		2517 1
POL/FIREMEN PREMIUM TAX TF-STATE		191,355		2532 1
RET HLTH INS SUBSIDY TF -STATE		30,000		2583 1
TOTAL APPRO.....		3,838,705		
=====				
OVERTIME				102331
OPERATING TRUST FUND -STATE		122,571		2510 1
=====				
RISK MANAGEMENT INSURANCE				103241
OPERATING TRUST FUND -STATE		66,308		2510 1
=====				
CONTRACTED LEGAL SERVICES				103884
OPERATING TRUST FUND -STATE		159,872		2510 1
=====				
TR/DMS/HR SVCS/STW CONTRCT				107040
OPERATING TRUST FUND -STATE		62,106		2510 1
OPTIONAL RETIREMENT PRG TF-STATE		628		2517 1
POL/FIREMEN PREMIUM TAX TF-STATE		4,479		2532 1
RET HLTH INS SUBSIDY TF -STATE		249		2583 1

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
WORKFORCE PROGRAMS							72750000
PGM: RETIRE BENEFITS ADMIN							72750300
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SPECIAL CATEGORIES							100000
TR/DMS/HR SVCS/STW CONTRCT							107040
TOTAL APPRO.....	67,462						
=====							
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
OPERATING TRUST FUND -STATE	243,985						2510 1
=====							
PENSIONS AND BENEFITS							300000
DISAB BENE/JUSTICES/JUDGES							300014
GENERAL REVENUE FUND -STATE	788,849						1000 1
=====							
FLORIDA NATIONAL GUARD							300021
GENERAL REVENUE FUND -STATE	16,122,152						1000 1
=====							
ST OFCRS/EMPLY/NON-CONTRIB							300049
GENERAL REVENUE FUND -STATE	752,775						1000 1
=====							
TEACHER'S SPECIAL PENSIONS							300056
GENERAL REVENUE FUND -STATE	2,168						1000 1
=====							
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS							1001000
TOTAL POSITIONS.....	198.00						
TOTAL ISSUE.....	37,096,529						
TOTAL SALARY RATE.....	7,602,317						
=====							

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13 POS	AMOUNT	AGY REQ N/R FY 2012-13 POS	AMOUNT	AG REQ ANZ FY 2012-13 POS	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
WORKFORCE PROGRAMS							72750000
PGM: RETIRE BENEFITS ADMIN							72750300
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
ESTIMATED EXPENDITURES							1000000
CASUALTY INSURANCE PREMIUM							
ADJUSTMENT							1001090
SPECIAL CATEGORIES							100000
RISK MANAGEMENT INSURANCE							103241
OPERATING TRUST FUND -STATE		9,997-					2510 1
=====							
FLORIDA RETIREMENT SYSTEM							
CONTRIBUTION ADJUSTMENT FOR							1001230
FY 2011-12 - EFFECTIVE 7/1/2011							010000
SALARIES AND BENEFITS							
GENERAL REVENUE FUND -STATE		20,819-					1000 1
OPERATING TRUST FUND -STATE		396,554-					2510 1
OPTIONAL RETIREMENT PRG TF-STATE		5,526-					2517 1
POL/FIREMEN PREMIUM TAX TF-STATE		30,434-					2532 1
RET HLTH INS SUBSIDY TF -STATE		1,630-					2583 1
TOTAL APPRO.....		454,963-					
=====							
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
OPERATING TRUST FUND -STATE		3,491-					2510 1
=====							
TOTAL: FLORIDA RETIREMENT SYSTEM							1001230
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							
TOTAL ISSUE.....		458,454-					
=====							

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
WORKFORCE PROGRAMS							72750000
PGM: RETIRE BENEFITS ADMIN							72750300
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
ESTIMATED EXPENDITURES							1000000
MYFLORIDA NET CONTRACT RENEWAL							
SAVINGS							1005800
EXPENSES							040000
OPERATING TRUST FUND -STATE	15,089-						2510 1
=====							
REALLOCATION OF HUMAN RESOURCES							
OUTSOURCING							1005900
SPECIAL CATEGORIES							100000
TR/DMS/HR SVCS/STW CONTRCT							107040
OPERATING TRUST FUND -STATE	6,188-						2510 1
OPTIONAL RETIREMENT PRG TF-STATE	62-						2517 1
POL/FIREMEN PREMIUM TAX TF-STATE	446-						2532 1
RET HLTH INS SUBSIDY TF -STATE	25-						2583 1
TOTAL APPRO.....	6,721-						
=====							
ESTIMATED EXPENDITURES REALIGNMENT							2000000
INCREASE SALARIES AND BENEFITS IN							
THE DIVISION OF RETIREMENT GENERAL							
REVENUE APPROPRIATIONS							2000A10
SALARIES AND BENEFITS							010000
GENERAL REVENUE FUND -STATE	20,819						1000 1
=====							

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: During the distribution of the Retirement adjustments for Fiscal Year 2011-12, a reduction was applied to a non-recurring Salaries and Benefits appropriation category from General Revenue in the Retirement Benefits Administration budget entity. The adjustment results in a negative appropriation in the Fiscal Year 2012-13 base budget, once the original nonrecurring appropriation is removed. This issue, combined with issue #2000100, increases the Salaries and Benefits appropriation category and reduces the National Guard Pensions and Benefits appropriation category to offset the negative appropriation.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request from the Division of Retirement for an increase to the General Revenue Salaries and Benefits appropriation category for \$20,819.

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
ESTIMATED EXPENDITURES REALIGNMENT				2000000
INCREASE SALARIES AND BENEFITS IN				
THE DIVISION OF RETIREMENT GENERAL				
REVENUE APPROPRIATIONS				2000A10

This issue impacts the "Administer the Florida Retirement System" activity.

General Revenue (1000)
 Salaries and Benefits (010000) 20,819 FSI=1
 =====

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A03 - AGY REQUEST FY 2012-13							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
OTHER SALARY AMOUNT							
1000 GENERAL REVENUE FUND							20,819

							20,819
							=====

REDUCE PENSIONS AND BENEFITS -
 NATIONAL GUARD 2000100
 PENSIONS AND BENEFITS 300000
 FLORIDA NATIONAL GUARD 300021

GENERAL REVENUE FUND -STATE 20,819- 1000 1
 =====

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: During the distribution of the Retirement adjustments for Fiscal Year 2011-12, a reduction was applied to a non-recurring Salaries and Benefits appropriation category from General Revenue in the Retirement Benefits

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST	AGY REQ N/R	AGY REQ N/R	AGY REQ N/R	AG REQ ANZ	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
WORKFORCE PROGRAMS							72750000
PGM: RETIRE BENEFITS ADMIN							72750300
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
ESTIMATED EXPENDITURES REALIGNMENT							2000000
REDUCE PENSIONS AND BENEFITS -							
NATIONAL GUARD							2000100

Administration budget entity. The adjustment results in a negative appropriation in the Fiscal Year 2012-13 base budget, once the original nonrecurring appropriation is removed. This issue, combined with issue #2000100, increases the Salaries and Benefits appropriation category and reduces the National Guard Pensions and Benefits appropriation category to offset the negative appropriation.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request from the Division of Retirement for a decrease to the General Revenue Pensions and Benefits: Florida National Guard appropriation category of \$20,819.

This issue impacts the "Administer the Florida Retirement System" activity.

General Revenue (1000)
 Pensions and Benefits: Florida National Guard (300021) (20,819) FSI=1
 =====

NONRECURRING EXPENDITURES							2100000
NONRECURRING FUNDING FOR THE POLICE							
AND FIREFIGHTERS' PREMIUM TAX TRUST							
FUND DEFICIT							2103026
SALARIES AND BENEFITS							010000
GENERAL REVENUE FUND -STATE		476,496-					1000 1
=====							
RETIREMENT ADMINISTRATION - SB2100							2103027
EXPENSES							040000
OPERATING TRUST FUND -STATE		31,184-					2510 1
=====							

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
OPERATING TRUST FUND	-STATE	31,707-		2510 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: The 2009 Florida Legislature established email as an enterprise information technology service and authorized the migration to a statewide email service in section 282.34, Florida Statutes. The Department of Management Services (Department) is scheduled for migration in January 2012. The non-recurring reduction of Fiscal Year 2011-12 appropriations, which was approved by the Legislative Budget Commission (LBC) budget amendment EOG 0019, included one-time costs and recurring costs that were prorated for six months. This recurring issue annualizes the savings which reduces our base budget.

Prior to consolidating email as an enterprise information technology service, each agency was securing separate email systems. With the mandatory migration to a Microsoft Exchange 2010 platform and Enterprise Vault archiving solution, the cost for the enterprise service would show a savings per electronic mailbox due to the ability to secure single statewide email system.

Currently, the Department is using an email service from the SSRC at a rate of \$19.00 per mailbox per month. This issue shows the savings of \$11.64 per mailbox per month based on a cost of \$7.36 per mailbox per month after the enterprise email consolidation.

The foundation for this issue is from data compiled by the Agency for Enterprise Information Technology (AEIT). The AEIT estimated Fiscal Year 2012-13 enterprise email adder for Southwood Shared Resource Center (SSRC) to be \$.33 per mailbox per month. This cost may be revised when the SSRC costs out Cycle 1 Fiscal Year 2012-13 Forecast Customer Impact, which is due to the Legislature on October 31.

FISCAL INFORMATION: The Secretary's Budget Recommendation annualizes a LBC budget amendment action approved during Fiscal Year 2011-12:

Budget Entity	Fund	33015C0 DP Services - SSRC Savings
Administration	2021	(12,012)
	2105	(279)

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
Facilities Management	2696		(26,539)	
Building Construction	2033		(1,397)	
Federal Property Assistance	2699		(559)	
Motor Vehicles/Watercraft Management	2510		(978)	
Private Prison Monitoring	1000		(2,375)	
Purchasing Oversight	2510		(7,543)	
Office of Supplier Diversity	2510		(1,676)	
Human Resource Management	2678		(5,028)	
Insurance Benefits Administration	2570		(838)	
	2668		(2,654)	
Retirement Benefits Administration	2510		(31,707)	
Telecommunication Services	2105		(13,828)	
	2344		(1,257)	
Public Employees Relations	2558		(3,771)	
			(112,440)	

This issue impacts the "Executive Direction" and "Administer the Florida Retirement System" activities.

Operating Trust Fund (2510)
 Data Processing Services-SSRC (210021) (31,707) FSI=1

=====

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL RATE AND SALARIES NEEDED				
FOR POSITION UPGRADES				4100A20
SALARY RATE				000000
SALARY RATE.....	44,958			
=====				
SALARIES AND BENEFITS				010000
OPERATING TRUST FUND -STATE		1		2510 1
=====				
TOTAL: ADDITIONAL RATE AND SALARIES NEEDED				4100A20
FOR POSITION UPGRADES				
TOTAL ISSUE.....		1		
TOTAL SALARY RATE.....	44,958			
=====				

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE: IT COMPONENT? NO

ISSUE SUMMARY: The Division of Retirement requests an increase in rate to upgrade four (4) vacant clerk positions.

The Division of Retirement administers the Florida Retirement System (FRS) Pension Plan and performs numerous administrative functions for the State Board of Administration, the administrative agency of the FRS Investment Plan. The FRS is the retirement plan for nearly one million active and retired public employees throughout Florida, and serves as the retirement plan for 992 public agencies including; all state agencies, school boards, county governmental agencies, state universities, community colleges and numerous cities and special districts. The division is responsible for providing accurate, up-to-date information on the Pension Plan provisions to its membership and employing agencies. The FRS benefit is critical to comprehensive retirement planning for active members and is a vital source of income for retirees.

In addition, as the state agency charged with administering the "Florida Protection of Public Employees-Retirement Benefits Act", the division's Bureau of Local Retirement Systems helps to ensure that all local government pension plans are being funded on an actuarially sound basis and that all participating chapters 175 and 185, Florida Statutes pension plans are utilizing the state premium tax moneys in the manner prescribed by the Florida Legislature.

In order to fulfill its statutorily-assigned duties, the division needs additional rate in order to upgrade four vacant clerk positions as follows:

Florida Retirement System Operating Trust Fund (2510)

 UPGRADED POSITION POSITION RATE CLERK RATE RATE DIFFERENCE

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL RATE AND SALARIES NEEDED				
FOR POSITION UPGRADES				4100A20

	COL A03	COL A04	COL A05
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ
	FY 2012-13	FY 2012-13	FY 2012-13
POS	AMOUNT	POS	AMOUNT
Benefits Technician	\$26,643	\$16,869	\$9,774
Benefits Technician	26,643	16,869	9,774
Total	\$53,286	\$33,738	\$19,548

Police and Firefighters Premium Tax Trust Fund (2532)

UPGRADED POSITION	POSITION RATE	CLERK RATE	RATE DIFFERENCE
Administrative Secretary	\$22,540	\$16,869	\$ 5,671
Government Analyst I	36,608	16,869	19,739
Total	\$59,148	\$33,738	\$25,410

TOTAL REQUESTED RATE \$44,958

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request from the Division of Retirement for a recurring increase in rate of \$44,958 in order to upgrade four (4) positions. The requested rate is based on the difference between the assigned base rate for a clerk position and the needed rate for the upgraded position.

This issue impacts the "Administer the Florida Retirement System" and "Provide Local Pension Plan Oversight" activities.

Division of Retirement (72750300)
 Rate 44,958
 =====

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
WORKFORCE PROGRAMS							72750000
PGM: RETIRE BENEFITS ADMIN							72750300
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
FUNDING DEFICIENCIES TO MEET							
CURRENT LEVEL PROGRAM REQUIREMENTS							4100000
ADDITIONAL RATE AND SALARIES NEEDED							
FOR POSITION UPGRADES							4100A20

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A03 - AGY REQUEST FY 2012-13							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
RA06 RATE ADJ - NO FTE - NO SALARY - NO BENEFITS							
C0001 001		44,958					
TOTAL SALARY RATE		44,958					
OTHER SALARY AMOUNT							
2510 OPERATING TRUST FUND							1

ADDITIONAL FUNDING IN CONTRACTED SERVICES							4100300
SPECIAL CATEGORIES							100000
CONTRACTED SERVICES							100777
OPERATING TRUST FUND -STATE	467,000						2510 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: The demand in actuarial services of the contract actuary to perform the work required by law, to meet state and federal reporting requirements and special studies requested by the Legislature or Governor has increased. Funds available in the base budget for the Division of Retirement are insufficient to cover this need. An actuarial cost must be determined for membership transfers between the two primary programs of the Florida Retirement System (FRS), the Pension Plan and the Investment Plan; and membership transfers from the State Community College Retirement System to the

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING IN CONTRACTED				
SERVICES				4100300

FRS. Valuations of the Pension Plan are required annually to determine the benefit funding recommended for the system and experience studies are performed every five years. The actuary must be available to consult on matters relating to the FRS. Actuarial special studies allow the Legislature to understand the funding requirements of proposed Florida Retirement System (FRS) Pension Plan benefit changes when considering legislation and educating constituents. Article X, Section 14 of the Florida Constitution requires public retirement plans to fund benefit improvements concurrently in an actuarially sound manner. Once one or more funding assumptions change or substantive plan changes are made, all previous special studies are invalid and new studies are required if the same issues arise in subsequent years. The amount actually needed cannot be accurately determined as the needs of the Legislature change from year-to-year. The amount requested reflects what is typically required. Unforeseen circumstances may require additional funds in any given year.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request from the Division of Retirement for an increase of \$467,000 in recurring budget in the Contracted Services appropriation category for the increased volume of actuarial services required of the contract actuary.

This issue impacts the "Administer the Florida Retirement System" activity.

Operating Trust Fund (2510)
 Special Categories: Contracted Services (100777) 467,000 FSI=1
 =====

ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310
SPECIAL CATEGORIES				100000
CONTRACTED LEGAL SERVICES				103884

OPERATING TRUST FUND -STATE 250,000 2510 1
 =====

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

Issue Summary: The Department of Management Services (DMS) requests additional Contracted Legal Services for several divisions to fund legal counsel representation for various bid protests and law suits. For the first three months of the Fiscal Year 2011-12, we have already contracted for several hundred thousand dollars for legal services, e.g., three percent litigation related to the retirement reduction and State Group Insurance Health Maintenance Organization (HMO)

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310

bid protest. Appropriations need to be available to timely respond to legal issues.

Following is a summary of the requested appropriations by division:
 Division of Administration \$350,000
 Division of Real Estate Development and Management \$ 50,000
 Division of State Group Insurance \$250,000
 Division Human Resource Management \$250,000
 Division of Retirement \$250,000

The funds acquired for Contracted Legal Services could be placed in reserve, and would revert, if not needed for the requested purpose.

Division of Administration:

=====

The division requests recurring spending authority for Contracted Legal Services appropriations category for anticipated procurement bid protests and legal challenges from individuals and labor organizations regarding changes to state laws involving state employees throughout the various divisions and departments of DMS. The Division of Administration oversees all divisions within DMS and must be fiscally prepared to defend actions directly filed against DMS that involve the various divisions.

Anticipated Challenges to Labor and Personnel Policies Changes

Challenges to new labor laws enacted by the state are expected to continue in Fiscal Year 2012-13. With the current climate of challenges from employees and labor unions due to the many changes being enacted by the state in areas of labor and personnel policies, DMS anticipates challenges will continue through Fiscal Year 2012-13. In preparation for these anticipated challenges the Division of Administration requests \$100,000 recurring authority for Contract Legal Services appropriations category as a contingency.

Anticipated Procurement Bid Protests

Challenges to new procurement of contracts with substantial dollar volumes are expected. As procurements relate to multiple years and substantial dollar value, the likelihood of rigorous court challenges increases. This also corresponds to the resources a vendor would be willing to expend to either challenge or support an award. The next procurements include the MyFloridaMarketplace system, enterprise e-mail, private prisons, the ongoing self insured HMO procurement, as well as the anticipated smaller procurements.

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310

Division of Real Estate Development and Management:

=====

The division is currently involved in litigation associated with building accessibility, as required by the Americans with Disabilities Act, and we anticipate this litigation could continue into Fiscal Year 2012-13.

Division of State Group Insurance (DSGI):

=====

The division requests an increase in the State Employees' Health Insurance Trust Fund, Contracted Legal Services appropriation category for anticipated legal challenges from bid protests. DSGI is responsible for the procurement and administration of the health insurance benefits offered to Legislative and Executive branches, state and university employees, retirees and Consolidated Omnibus Budget Reconciliation Act (COBRA) participants, surviving spouses and dependents, and other entities. The program currently offers four managed care health plans: (1) Self-Insured State Employees' Standard Preferred Provider Organization (PPO) plan, (2) Self-Insured Health Investor PPO plan, (3) Fully-Insured Standard HMO plan, and (4) a Health Investor HMO plan. However, effective January 2012, some of the HMO plan vendors may be contracted under a self-insured model, where the state will be assuming the financial risk of the program.

With the current climate of challenges from vendors filing protests and the many changes being enacted by the state, DSGI must be fiscally prepared to defend the state's decisions relating to plan changes. The division's annual appropriation is sufficient only to satisfy current on-going contractual obligations.

Division of Human Resource Management (HRM):

=====

The division requests recurring spending authority for anticipated legal challenges from collective bargaining units regarding changes to state laws involving state employees in their units. HRM oversees all State Personnel System (SPS) employment programs and policies for 31 agencies in the Executive branch of government, which encompasses approximately 111,401 employees in the Career Service, Selected Exempt Service, and Senior Management Service pay plans and Other Personal Services (OPS) employment. HRM provides expertise and consultative services to ensure the equitable, lawful, effective, and efficient implementation of human resource programs by the SPS agencies. As part of this role, HRM statutorily serves, on behalf of the Governor, as the Chief Labor Negotiator with six labor unions covering 13 collective bargaining units.

With the current climate of challenges from labor unions due to the many changes being enacted by the state, HRM must be fiscally prepared to defend the state's labor actions. HRM's annual appropriation is sufficient only to satisfy current on-going contractual obligations.

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
ADDITIONAL FUNDING FOR CONTRACTED				
LEGAL SERVICES				4100310

Division of Retirement:
 =====

The division requests a recurring increase in the Contracted Legal Services appropriation category in the Florida Retirement System (FRS) Operating Trust Fund for legal challenges from FRS membership, participating employers, collective bargaining units, or unions regarding the provisions of the FRS. The Division of Retirement administers the FRS Pension Plan and performs numerous administrative functions for the State Board of Administration, the administrative agency of the FRS Investment Plan. The FRS is the retirement plan for nearly one million active and retired public employees throughout Florida, and serves as the retirement plan for 992 public agencies, including; all state agencies, school boards, county governmental agencies, state universities, community colleges, and numerous cities and special districts. The division is responsible for providing accurate legal information regarding the provisions of the FRS. The FRS is required to administer the retirement programs to be in compliance with the Internal Revenue Service code and regulations, as well as the State Constitution and Laws.

The division must be financially prepared to defend any legal challenges presented to it by any affected party. It is critical that the division has the budget authority to defend the state's position in legal actions. The current annual budget is only sufficient to cover normal, on-going legal obligations and counsel on current issues. The current budget typically provides resources for expert retirement counsel on specific issues, typically related to federal requirements, proposed federal legislation, and FRS compliance issues on proposed or enacted state legislation. There is no current appropriation to defend significant legal challenges regarding FRS provisions.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request for recurring authority in the Contracted Legal Services appropriations category. The funds acquired for this specific purpose would be placed in reserve. They would be allowed to revert, if not needed for the requested purpose.

This issue impacts the "Administer the Florida Retirement System" activity.

Operating Trust Fund (2510)
 Special Categories: Contracted Legal Services (103884) 250,000 FSI=1

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	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
WORKFORCE PROGRAMS							72750000
PGM: RETIRE BENEFITS ADMIN							72750300
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
FUNDING DEFICIENCIES TO MEET							
CURRENT LEVEL PROGRAM REQUIREMENTS							4100000
FUNDING FOR PRINTING, ENVELOPES							
AND POSTAGE TO DISSEMINATE FLORIDA							
RETIREMENT SYSTEM INFORMATION							4100320
EXPENSES							040000
OPERATING TRUST FUND							2510 1
-STATE		493,600					

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: The Division of Retirement requests appropriations to provide Florida Retirement System (FRS) active and retired members with vital information, via U.S. Mail, regarding changes to provisions of the FRS which may affect their current or future retirement benefit. While it is always important to notify members of statutory changes to FRS law, many times it is also mandatory to provide members with information of such changes under Internal Revenue Service regulations.

The Division of Retirement administers the FRS Pension Plan and performs numerous administrative functions for the State Board of Administration, the administrative agency of the FRS Investment Plan. The FRS is the retirement plan for nearly one million active and retired public employees throughout Florida, and serves as the retirement plan for 992 public agencies including; all state agencies, school boards, county governmental agencies, state universities, community colleges and numerous cities and special districts.

The division is responsible for providing accurate, up-to-date information on the pension plan provisions to its membership and employing agencies. The FRS benefit is critical to comprehensive retirement planning for active members and is a vital source of income for retirees. Changes to the law that directly affect the benefit structure of the FRS should be conveyed to the membership and employers as timely as possible.

Though the division has received adequate appropriations to provide publications to the membership, such as a Summary Plan Description which is provided bi-annually, it does not have financial resources to provide on an ad-hoc basis, critical plan change information that is made as a result of new legislation. Significant statutory change information needs to be conveyed to the membership as soon as possible after the legislation becomes law. Not only is it important to educate the membership about new provisions, but providing such information will reduce the amount of incorrect information being provided through other sources, which results in poor retirement decisions being made by members. A well informed membership will make better personal retirement decisions.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request from the Division of Retirement for a recurring increase of \$493,600 in the Expenses appropriation category in the FRS Operating Trust Fund. This funding only will be used to provide a communication to all active and/or retired members in the event of changes to the FRS law which impacts their retirement benefit. The funds acquired for this specific purpose would be placed in reserve, and would be allowed to revert, if not needed for the requested purpose.

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
WORKFORCE PROGRAMS							72750000
PGM: RETIRE BENEFITS ADMIN							72750300
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
FUNDING DEFICIENCIES TO MEET							
CURRENT LEVEL PROGRAM REQUIREMENTS							4100000
FUNDING FOR PRINTING, ENVELOPES							
AND POSTAGE TO DISSEMINATE FLORIDA							
RETIREMENT SYSTEM INFORMATION							4100320

The total cost of \$493,600 includes: \$81,600 for printing and envelopes and \$412,000 for postage and handling.

This issue impacts the "Administer the Florida Retirement System "activity.

Operating Trust Fund (2510)
 Expenses (040000)

493,600 FSI=1
 =====

INCREASE IN PENSIONS AND BENEFITS							4105610
PENSIONS AND BENEFITS							300000
DISAB BENE/JUSTICES/JUDGES							300014
GENERAL REVENUE FUND -STATE	18,098						1000 1
	=====						
FLORIDA NATIONAL GUARD							300021
GENERAL REVENUE FUND -STATE	805,626						1000 1
	=====						
ST OFCRS/EMPLY/NON-CONTRIB							300049
GENERAL REVENUE FUND -STATE	65,044-						1000 1
	=====						
TEACHER'S SPECIAL PENSIONS							300056
GENERAL REVENUE FUND -STATE	65						1000 1
	=====						
TOTAL: INCREASE IN PENSIONS AND BENEFITS							4105610
TOTAL ISSUE.....	758,745						
	=====						

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
INCREASE IN PENSIONS AND BENEFITS				4105610

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: The Division of Retirement requests General Revenue increases to fund the pension and benefit payments to the retirees of the Florida National Guard, certain Disabled Justices and Judges and certain teachers. The division also requests General Revenue reductions in the pensions and benefits of certain state officers and employees.

Pensions and Benefits Florida National Guard

This request is for a recurring increase of \$805,626 in General Revenue to provide the additional funds needed to meet the total expected retirement payments for the retired members of the Florida National Guard. As provided by section 250.22, Florida Statutes, a pension benefit is provided from General Revenue for members of the Florida National Guard who are age 62 with 30 years of service in the Florida National Guard. Normal retirement is at age 62 and early retirement is available starting at age 60. This benefit program has been administered by the division since 1972, as provided by section 250.22, Florida Statutes. The retirement benefit amount paid to an individual is one-half of the base pay of the highest rank attained while serving in the Florida National Guard or the federal military forces, reduced by the retirement pay received from the federal government for military service. Increases to the amount needed for this item are dependent upon changes to the federal military pay scales, cost-of-living adjustments on federal retirement benefits, and growth in the number of retired participants. Active Florida National Guard members are paid by the federal government.

A total appropriation of \$16,906,959 (\$16,122,152 Fiscal Year 2011-12 base + \$805,626 Fiscal Year 2012-13 requested increase - \$20,819 Fiscal Year 2012-13, technical issue #2000100, to counterbalance increase to General Revenue Salaries and Benefits appropriation category, issue #2000A10, to correct negative balance in base budget) is required to fund these pension benefit payments in Fiscal Year 2012-13. The total pension benefits to be paid Florida National Guard retirees is dependent on future military pay increases provided by the federal government, and as a result, cannot be accurately forecast. During the past five years, however, the pension benefit payments to the Florida National Guard have increased an average of 7.55 percent annually and the expected appropriation increase needed in Fiscal Year 2012-13 is based on that actual experience. There are 760 payees as of July 31, 2011.

Pensions and Benefits Disability Benefits to Justices and Judges

This request is for a recurring increase of \$18,098 in the General Revenue appropriation provided to pay an increase in pension benefits due to the annual three percent Cost of Living Adjustment (COLA) provided certain disabled Justices and Judges, who had at least ten years of service, and who are retired involuntarily due to disability upon recommendation by the judicial qualification commission, as provided by section 12(a) of Article V of the State Constitution and section 121.091(4)(j), Florida Statutes. The amount of the pension shall not be less than two-thirds of the individual's active salary regardless of the number of years of service. Any employer contributions paid to the Florida Retirement System Trust Fund on behalf of the judge or justice retired under this provision are reverted to General Revenue when this

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
INCREASE IN PENSIONS AND BENEFITS				4105610

disability benefit payment begins. There are eight payees as of July 31, 2011.

Pensions and Benefits Teacher s Special Pensions

This request is for a recurring increase of \$65 in the General Revenue appropriation to fund the three percent COLA provided for certain teachers. To be eligible for this pension benefit, teachers must have been at least age 65, with at least ten years of service, and have never had an opportunity to join the Teachers Retirement System (TRS). The eligible teachers had to have rejected TRS membership when first offered in 1939 and have never been a member of another state-administered system, as provided by section 238.171, Florida Statutes. This is a closed fund, meaning no new members may be added. There is one payee as of July 31, 2011.

Pensions and Benefits - State Officers and Employees (Non-Contributory)

This request is for a recurring reduction of \$65,044 in the General Revenue appropriation provided to pay pension benefits provided for certain state officers and employees who were continuously on the payroll on and after June 30, 1953, with 20 years of service at age 70, or with 30 continuous or 35 aggregate years at any age, regardless of whether they did or did not participate in an existing retirement system, as provided by section 112.05, Florida Statutes. This is a closed plan, meaning no new members may be added. Early retirement is provided for any state official or employee on or after January 1, 1976, with 29 consecutive years, regardless of age, who has a terminal or critical illness certified by two Florida-licensed physicians. The pension amount is calculated at one-half of the average salary received during the last ten years of service. Annual COLAs are specified in section 121.101, Florida Statutes. As the number of members paid declines, the appropriation needed is also reduced. There are 44 payees as of July 31, 2011.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request for an increase in General Revenue of \$805,626 to fund the pension and benefit payments for the retired members of the Florida National Guard, \$18,098 to fund the annual three percent COLA increase in pension and benefit payments for certain disabled Justices and Judges and \$65 to fund the three percent annual COLA increase in pensions and benefits of certain teachers, and a decrease of \$65,044 for excess funding for the pension and benefit payments for certain state officers and employees.

This issue impacts the "Pensions and Benefit Payments" activity.

General Revenue Fund (1000)

Pensions and Benefits: Disability Benefits to Justices and Judges (300014)	18,098
Pensions and Benefits: Florida National Guard (300021)	805,626
Pensions and Benefits: State Officers and Employees (Non-Contributory) (300049)	(65,044)
Pensions and Benefits: Teacher s Special Pensions (300056)	65

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
INCREASE IN PENSIONS AND BENEFITS				4105610
Total Issue			758,745	FSI=1
			=====	

TRANSFER APPROPRIATIONS BETWEEN				
CATEGORIES				4300000
REALIGN BUDGET FROM OPERATING				
CAPITAL OUTLAY TO EXPENSES FOR				
COMPUTER EQUIPMENT FOR LESS THAN				
\$1,000 - DEDUCT				4300030
OTHER PERSONAL SERVICES				030000
POL/FIREMEN PREMIUM TAX TF-STATE	100-			2532 1
	=====	=====	=====	
OPERATING CAPITAL OUTLAY				060000
OPERATING TRUST FUND -STATE	61,354-			2510 1
OPTIONAL RETIREMENT PRG TF-STATE	4,000-			2517 1
POL/FIREMEN PREMIUM TAX TF-STATE	2,400-			2532 1
TOTAL APPRO.....	67,754-			
	=====	=====	=====	
TOTAL: REALIGN BUDGET FROM OPERATING				4300030
CAPITAL OUTLAY TO EXPENSES FOR				
COMPUTER EQUIPMENT FOR LESS THAN				
\$1,000 - DEDUCT				
TOTAL ISSUE.....	67,854-			
	=====	=====	=====	

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: For many years the Division of Retirement had budgeted computer equipment purchases (PCs, monitors, and printers) under the Operating Capital Outlay appropriation category due to the fact that these items had historically been more than \$1,000 each. In recent years, however, the costs of individual desktop computing equipment have gone down and computer equipment purchases are now made from the Expenses appropriation category. In addition, the Legislative Budget Request "Expense and Human Resource Services Assessments Package" (Appendix E) now budgets computing equipment in

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF WORKFORCE PROGRAMS PGM: RETIRE BENEFITS ADMIN GOV OPERATIONS/SUPPORT GOVERNMENTAL OPERATIONS							72000000 72750000 72750300 16 <u>1601.00.00.00</u>
TRANSFER APPROPRIATIONS BETWEEN CATEGORIES REALIGN BUDGET FROM OPERATING CAPITAL OUTLAY TO EXPENSES FOR COMPUTER EQUIPMENT FOR LESS THAN \$1,000 - DEDUCT							4300000 4300030

the Expenses appropriation category and no longer in the Operating Capital Outlay appropriation category in determining allocations for additional positions. The Division, therefore, has determined that a realignment of its existing budget is needed.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request from the Division of Retirement for a recurring decrease from various trust funds and categories of \$67,854 for the purposes of realigning expenditures for purchasing computer equipment less than \$1,000. A corresponding increase issue (issue #4300040) in the Expenses appropriation category is requested. These issues will have a net zero impact on the division s budget.

This issue impacts the "Administer the Florida Retirement System", "Administer the State University System Optional Retirement Program", and "Provide Local Pension Plan Oversight" activities.

Operating Trust Fund (2510)		
Operating Capital Outlay (060000)	(61,354)	
Optional Retirement Program Trust Fund (2517)		
Operating Capital Outlay (060000)	(4,000)	
Police and Firefighters Premium Tax Trust Fund (2532)		
Other Personal Services (030000)	(100)	
Operating Capital Outlay (060000)	(2,400)	

Total Police and Firefighters Premium Tax Trust Fund (2532)	(2,500)	

Total Issue	(67,854)	FSI=1
	=====	

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
TRANSFER APPROPRIATIONS BETWEEN CATEGORIES				4300000
REALIGN BUDGET TO EXPENSES FROM OPERATING CAPITAL OUTLAY FOR COMPUTER EQUIPMENT FOR LESS THAN \$1,000 - ADD EXPENSES				4300040 040000
OPERATING TRUST FUND -STATE	61,354			2510 1
OPTIONAL RETIREMENT PRG TF-STATE	4,000			2517 1
POL/FIREMEN PREMIUM TAX TF-STATE	2,500			2532 1
TOTAL APPRO.....	67,854			

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: For many years the Division of Retirement had budgeted computer equipment purchases (PCs, monitors, and printers) under the Operating Capital Outlay appropriation category due to the fact that these items had historically been more than \$1,000 each. In recent years, however, the costs of individual desktop computing equipment have gone down and computer equipment purchases are now made from the Expenses appropriation category. In addition, the Legislative Budget Request "Expense and Human Resource Services Assessments Package" (Appendix E) now budgets computing equipment in the Expenses appropriation category and no longer in the Operating Capital Outlay appropriation category in determining allocations for additional positions. The division, therefore, has determined that a realignment of its existing budget is needed.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request from the Division of Retirement for an increase to the Expenses appropriation category in various trust funds of \$67,854 for the purposes of realigning expenditures for purchasing computer equipment less than \$1,000. A corresponding decrease issue (issue #4300030) in the Operating Capital Outlay appropriation category in various trust funds as well as in the Other Personal Services appropriation category in the Police and Firefighters Premium Tax Trust Fund is requested. These issues will have a net zero impact on the division s budget.

This issue impacts the "Administer the Florida Retirement System", "Administer the State University System Optional Retirement Program", and "Provide Local Pension Plan Oversight" activities.

Operating Trust Fund (2510)	
Expenses (040000)	61,354
Optional Retirement Program Trust Fund (2517)	
Expenses (040000)	4,000

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
WORKFORCE PROGRAMS				72750000
PGM: RETIRE BENEFITS ADMIN				72750300
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
TRANSFER APPROPRIATIONS BETWEEN				
CATEGORIES				4300000
REALIGN BUDGET TO EXPENSES FROM				
OPERATING CAPITAL OUTLAY FOR				
COMPUTER EQUIPMENT FOR LESS THAN				
\$1,000 - ADD				4300040

Police and Firefighters Premium Tax Trust Fund (2532)
 Expenses (040000) 2,500

 Total Issue 67,854 FSI=1
 =====

TOTAL: GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
BY FUND TYPE				
GENERAL REVENUE FUND	18,403,870			1000
TRUST FUNDS	19,632,357			2000
TOTAL POSITIONS.....	198.00			
TOTAL PROG COMP.....	38,036,227			
TOTAL SALARY RATE.....	7,647,275			

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13 POS	AMOUNT	AGY REQ N/R FY 2012-13 POS	AMOUNT	AG REQ ANZ FY 2012-13 POS	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: TECHNOLOGY PROGRAM							72900000
TELECOMMUNICATIONS SVCS							72900100
GOV OPERATIONS/SUPPORT							16
INFORMATION TECHNOLOGY							1603.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SALARY RATE							000000
SALARY RATE.....	3,915,246						
=====							
SALARIES AND BENEFITS							010000
COMMUNICATIONS WKG CAP TF -STATE	4,969,054						2105 1
WIRELESS COMM E911 TF -STATE	435,633						2344 1
TOTAL POSITIONS.....	75.00						
TOTAL APPRO.....	5,404,687						
=====							
OTHER PERSONAL SERVICES							030000
COMMUNICATIONS WKG CAP TF -STATE	74,268						2105 1
WIRELESS COMM E911 TF -STATE	84,290						2344 1
TOTAL APPRO.....	158,558						
=====							
EXPENSES							040000
COMMUNICATIONS WKG CAP TF -STATE	719,130						2105 1
WIRELESS COMM E911 TF -STATE	515,781						2344 1
TOTAL APPRO.....	1,234,911						
=====							
AID TO LOCAL GOVERNMENTS							050000
DIST/COUNTIES-WIRELESS 911							055610
WIRELESS COMM E911 TF -STATE	70,190,273						2344 1
=====							
DIST/SVC PROV-WIRELESS 911							055612
WIRELESS COMM E911 TF -STATE	15,484,846						2344 1
=====							

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13 POS	AMOUNT	AGY REQ N/R FY 2012-13 POS	AMOUNT	AG REQ ANZ FY 2012-13 POS	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: TECHNOLOGY PROGRAM							72900000
TELECOMMUNICATIONS SVCS							72900100
GOV OPERATIONS/SUPPORT							16
INFORMATION TECHNOLOGY							1603.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
AID TO LOCAL GOVERNMENTS							050000
DIST/CO-NONWIRELESS E911							055614
WIRELESS COMM E911 TF -STATE		50,030,674					2344 1
OPERATING CAPITAL OUTLAY							060000
COMMUNICATIONS WKG CAP TF -STATE		92,159					2105 1
WIRELESS COMM E911 TF -STATE		3,600					2344 1
TOTAL APPRO.....		95,759					
SPECIAL CATEGORIES							100000
CENTREX & SUNCOM PAYMENTS							100350
COMMUNICATIONS WKG CAP TF -STATE		108,035,421					2105 1
CONTRACTED SERVICES							100777
COMMUNICATIONS WKG CAP TF -STATE		2,010,063					2105 1
FEDERAL GRANTS TRUST FUND -FEDERL		2,402,028					2261 3
WIRELESS COMM E911 TF -STATE		250,827					2344 1
TOTAL APPRO.....		4,662,918					
RISK MANAGEMENT INSURANCE							103241
COMMUNICATIONS WKG CAP TF -STATE		13,591					2105 1
CONTRACTED LEGAL SERVICES							103884
WIRELESS COMM E911 TF -STATE		92,159					2344 1

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13 POS	AMOUNT	AGY REQ N/R FY 2012-13 POS	AMOUNT	AG REQ ANZ FY 2012-13 POS	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: TECHNOLOGY PROGRAM							72900000
TELECOMMUNICATIONS SVCS							72900100
GOV OPERATIONS/SUPPORT							16
INFORMATION TECHNOLOGY							1603.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SPECIAL CATEGORIES							100000
BROADBAND SVCS-ARRA 2009							105102
FEDERAL GRANTS TRUST FUND -FEDERL		2,512,693					2261 3
TR/DMS/HR SVCS/STW CONTRCT							107040
COMMUNICATIONS WKG CAP TF -STATE		25,632					2105 1
WIRELESS COMM E911 TF -STATE		855					2344 1
TOTAL APPRO.....		26,487					
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
COMMUNICATIONS WKG CAP TF -STATE		642,758					2105 1
WIRELESS COMM E911 TF -STATE		4,992					2344 1
TOTAL APPRO.....		647,750					
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS							1001000
TOTAL POSITIONS.....		75.00					
TOTAL ISSUE.....		258,590,727					
TOTAL SALARY RATE.....		3,915,246					
CASUALTY INSURANCE PREMIUM							1001090
ADJUSTMENT							100000
SPECIAL CATEGORIES							103241
RISK MANAGEMENT INSURANCE							
COMMUNICATIONS WKG CAP TF -STATE		254-					2105 1

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: TECHNOLOGY PROGRAM							72900000
TELECOMMUNICATIONS SVCS							72900100
GOV OPERATIONS/SUPPORT							16
INFORMATION TECHNOLOGY							1603.00.00.00
ESTIMATED EXPENDITURES							1000000
FLORIDA RETIREMENT SYSTEM							
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							1001230
SALARIES AND BENEFITS							010000
COMMUNICATIONS WKG CAP TF -STATE	206,967-						2105 1
WIRELESS COMM E911 TF -STATE	18,144-						2344 1
TOTAL APPRO.....	225,111-						
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
COMMUNICATIONS WKG CAP TF -STATE	9,198-						2105 1
WIRELESS COMM E911 TF -STATE	71-						2344 1
TOTAL APPRO.....	9,269-						
TOTAL: FLORIDA RETIREMENT SYSTEM							1001230
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							
TOTAL ISSUE.....	234,380-						
REALLOCATION OF HUMAN RESOURCES							1005900
OUTSOURCING							100000
SPECIAL CATEGORIES							107040
TR/DMS/HR SVCS/STW CONTRCT							
COMMUNICATIONS WKG CAP TF -STATE	2,552-						2105 1
WIRELESS COMM E911 TF -STATE	85-						2344 1
TOTAL APPRO.....	2,637-						

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: TECHNOLOGY PROGRAM				72900000
TELECOMMUNICATIONS SVCS				72900100
GOV OPERATIONS/SUPPORT				16
INFORMATION TECHNOLOGY				1603.00.00.00
NONRECURRING EXPENDITURES				2100000
FEDERAL GRANT - DEVELOP AND				
MAINTAIN A STATEWIDE BROADBAND				
MAP				2103028
SPECIAL CATEGORIES				100000
BROADBAND SVCS-ARRA 2009				105102
FEDERAL GRANTS TRUST FUND -FEDERL	1,306,015-			2261 3
=====				
FEDERAL GRANT - ENHANCE STATEWIDE				
E911 INTERNET PROTOCOL ROUTING				
EQUIPMENT AND SERVICE				2103030
SPECIAL CATEGORIES				100000
CONTRACTED SERVICES				100777
FEDERAL GRANTS TRUST FUND -FEDERL	1,009,800-			2261 3
=====				
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
COMMUNICATIONS WKG CAP TF -STATE	13,828-			2105 1
WIRELESS COMM E911 TF -STATE	1,956-			2344 1
TOTAL APPRO.....	15,784-			
=====				

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: The 2009 Florida Legislature established email as an enterprise information technology service and authorized the migration to a statewide email service in section 282.34, Florida Statutes. The Department of Management Services (Department) is scheduled for migration in January 2012. The non-recurring reduction of Fiscal Year 2011-12 appropriations, which was approved by the Legislative Budget Commission (LBC) budget amendment EOG 0019, included one-time costs and recurring costs that were prorated for six months. This recurring issue annualizes the savings which reduces our base budget.

Prior to consolidating email as an enterprise information technology service, each agency was securing separate email systems. With the mandatory migration to a Microsoft Exchange 2010 platform and Enterprise Vault archiving solution, the

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: TECHNOLOGY PROGRAM							72900000
TELECOMMUNICATIONS SVCS							72900100
GOV OPERATIONS/SUPPORT							16
INFORMATION TECHNOLOGY							1603.00.00.00
STATE FUNDING REDUCTIONS							3300000
REDUCTIONS FROM EMAIL SERVICES							
CONSOLIDATIONS							33015C0

cost for the enterprise service would show a savings per electronic mailbox due to the ability to secure single statewide email system.

Currently, the Department is using an email service from the SSRC at a rate of \$19.00 per mailbox per month. This issue shows the savings of \$11.64 per mailbox per month based on a cost of \$7.36 per mailbox per month after the enterprise email consolidation.

The foundation for this issue is from data compiled by the Agency for Enterprise Information Technology (AEIT). The AEIT estimated Fiscal Year 2012-13 enterprise email adder for Southwood Shared Resource Center (SSRC) to be \$.33 per mailbox per month. This cost may be revised when the SSRC costs out Cycle 1 Fiscal Year 2012-13 Forecast Customer Impact, which is due to the Legislature on October 31.

FISCAL INFORMATION: The Secretary's Budget Recommendation annualizes a LBC budget amendment action approved during Fiscal Year 2011-12:

Budget Entity	Fund	33015C0 DP Services - SSRC Savings
Administration	2021	(12,012)
	2105	(279)
Facilities Management	2696	(26,539)
Building Construction	2033	(1,397)
Federal Property Assistance	2699	(559)
Motor Vehicles/Watercraft Management	2510	(978)
Private Prison Monitoring	1000	(2,375)
Purchasing Oversight	2510	(7,543)
Office of Supplier Diversity	2510	(1,676)
Human Resource Management	2678	(5,028)
Insurance Benefits Administration	2570	(838)
	2668	(2,654)
Retirement Benefits Administration	2510	(31,707)
Telecommunication Services	2105	(13,828)
	2344	(1,257)
Public Employees Relations	2558	(3,771)

		(112,440)

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: TECHNOLOGY PROGRAM				72900000
TELECOMMUNICATIONS SVCS				72900100
GOV OPERATIONS/SUPPORT				16
INFORMATION TECHNOLOGY				1603.00.00.00
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0

This issue impacts the "Information Technology-Executive Direction", "Information Technology-Administrative Services", and "Information Technology-Network Operations" activities.

Communication Working Capital Trust Fund (2105)				
Data Processing Services-SSRC (210021)				(13,828)
Emergency Communications #E911 System Trust Fund (2344)				
Data Processing Services-SSRC (210021)				(1,956)

Total Issue				(15,784) FSI=1
				=====

ADVANCED TELECOMMUNICATIONS				4200000
FEDERAL GRANT - DEVELOP AND				
MAINTAIN A STATEWIDE BROADBAND				
MAP				42011C0
SPECIAL CATEGORIES				100000
BROADBAND SVCS-ARRA 2009				105102
FEDERAL GRANTS TRUST FUND -STATE	801,698	801,698		2261 1
	=====	=====	=====	

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: Section 364.0135, Florida Statutes, designates the Department of Management Services (DMS) as the lead Agency to carry out statutory directives to promote broadband based upon a finding that "...broadband Internet service is critical to the economic development and is beneficial for libraries, schools, colleges and universities, health care providers, and community organizations." Among its duties, DMS is to "Encourage the use of broadband Internet service... through grant programs".

In accordance with its statutory assignment, DMS Division of Telecommunications (DivTel) applied for and was awarded a federal grant by the National Telecommunications and Information Administration (NTIA), pursuant to the Broadband Data Improvement Act, to develop and maintain a statewide broadband map. With grant funding, DMS, through contracted services, is developing a state-level broadband map, collecting comprehensive and accurate state-level broadband mapping data, and aiding in the development and maintenance of a national broadband map with the goal of identifying the un-served and under-served populations. By mapping broadband service availability in the State of Florida, state,

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: TECHNOLOGY PROGRAM							72900000
TELECOMMUNICATIONS SVCS							72900100
GOV OPERATIONS/SUPPORT							16
INFORMATION TECHNOLOGY							1603.00.00.00
ADVANCED TELECOMMUNICATIONS							4200000
FEDERAL GRANT - DEVELOP AND MAINTAIN A STATEWIDE BROADBAND MAP							42011C0

federal, and local government will be able to easily identify unserved and underserved areas, at which point additional federal funds may be available to establish service in those areas.

A supplemental grant application was submitted to the NTIA on June 30, 2010. The department was awarded supplemental funds of \$6,308,570 on September 27, 2010 extending the time period for mapping and adding additional projects consistent with section 364.0135, Florida Statutes, directives. This will bring the total of the grant to \$8,877,028. This supplemental award provides funding to continue the mapping project through Fiscal Year 2013-14. The funding provides for the establishment of a broadband program Broadband Florida, that will establish and manage: (a) broadband grant support team for Florida Community Anchor Institutions, (b) E-Rate support team for Florida schools and libraries, (c) local/regional broadband planning with Florida's 11 Regional Planning Councils (RPC), (d) library technology assessment project with the Department of State, Division of Libraries. Included in this grant award is funding for Other Personal Services (OPS) positions to carry out the purposes, project work, and deliverables agreed to in the grant contract. This supplemental award extends the grant period to June 30 2014 and provides the additional funding beginning in year two of the grant period (January 2011).

Additional budget authority is requested to continue this federal initiative for Fiscal Year 2012-13. The total amount needed for the third year of this grant is estimated to be \$2,008,376. With the recurring base of \$1,206,678, our anticipated additional need for year three is \$801,698.

It is imperative that the department have the appropriate spending authority to fulfill all of the federal deliverables associated with this grant and awarded projects. High level project deliverables are listed below.

1. Broadband Mapping must accomplish: broadband services data collection, integration, verification and mapping display for consumer, and business and community anchor institutions.
2. Broadband programs must accomplish: broadband program administration, e-rate support, assistance and management, grant development and assistance, and ensure integrated execution, and management of the projects funded with the awards. The team will develop and lead partners in collaborative management across local, regional, state, public and private institutions, and will provide annual analysis and reports to stakeholders of each strategy's result. The team also will develop a sustainability plan for ongoing funding post State Broadband Data and Development (SBDD) funding. Further, the team will provide school and library E-Rate applicants with assistance, training, and compliance support to increase Florida's E-Rate funding for increased broadband services and equipment acquisition.
3. Develop and sustain regional broadband planning methodology and teams that will be integrated into the current regional infrastructure planning with the RPC. The RPC's will inventory and document local broadband assets, document broadband demand through an inclusive process that draws residents and institutional actors, and develop comprehensive regional plans.

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: TECHNOLOGY PROGRAM				72900000
TELECOMMUNICATIONS SVCS				72900100
GOV OPERATIONS/SUPPORT				16
INFORMATION TECHNOLOGY				<u>1603.00.00.00</u>
ADVANCED TELECOMMUNICATIONS				4200000
FEDERAL GRANT - DEVELOP AND				
MAINTAIN A STATEWIDE BROADBAND				
MAP				42011C0

4. The Library Connectivity Assessment project will deploy technology teams to provide a hardware and network assessment to 180 Florida public libraries. The results will be used for library E-Rate funding applications for increased broadband services and equipment acquisition.

FISCAL IMPACT: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes a request for \$801,698 in the Federal Grants Trust Fund, Broadband Services-ARRA 2009 appropriation category. This budget will be fully reimbursed by the NTIA grant.

If this issue is not funded, DMS would be unable to continue with these federally funded projects and would be required to submit a formal statement to NTIA outlining our reasons for being unable to meet the continuing deliverables. DMS did not identify any barriers that would prevent it from performing the deliverables during the application process.

This issue impacts the "Information Technology-Network Operations" activity.

Federal Grants Trust Fund (2261)
 Special Categories: Broadband Services-ARRA 2009 (105102) (Non-recurring) 801,698 FSI=3
 =====

TOTAL: INFORMATION TECHNOLOGY				<u>1603.00.00.00</u>
BY FUND TYPE				
	75.00			
TRUST FUNDS.....	256,823,555	801,698		2000
SALARY RATE.....	3,915,246			
	=====	=====	=====	

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: TECHNOLOGY PROGRAM				72900000
WIRELESS SERVICES				72900200
GOV OPERATIONS/SUPPORT				16
INFORMATION TECHNOLOGY				1603.00.00.00
ESTIMATED EXPENDITURES				1000000
ESTIMATED EXPENDITURES - OPERATIONS				1001000
SALARY RATE				000000
SALARY RATE.....	796,762			
=====				
SALARIES AND BENEFITS				010000
COMMUNICATIONS WKG CAP TF -STATE	89,889			2105 1
LAW ENFORCEMENT RADIO TF -STATE	1,073,753			2432 1
TOTAL POSITIONS.....	13.00			
TOTAL APPRO.....	1,163,642			
=====				
OTHER PERSONAL SERVICES				030000
LAW ENFORCEMENT RADIO TF -STATE	20,000			2432 1
=====				
EXPENSES				040000
COMMUNICATIONS WKG CAP TF -STATE	7,723			2105 1
LAW ENFORCEMENT RADIO TF -STATE	265,540			2432 1
TOTAL APPRO.....	273,263			
=====				
OPERATING CAPITAL OUTLAY				060000
LAW ENFORCEMENT RADIO TF -STATE	22,000			2432 1
=====				
SPECIAL CATEGORIES				100000
CONTRACTED SERVICES				100777
LAW ENFORCEMENT RADIO TF -STATE	1,500,000			2432 1
=====				
DOMESTIC SECURITY				100851
LAW ENFORCEMENT RADIO TF -STATE	1,014,115			2432 1
=====				

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: TECHNOLOGY PROGRAM							72900000
WIRELESS SERVICES							72900200
GOV OPERATIONS/SUPPORT							16
INFORMATION TECHNOLOGY							1603.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SPECIAL CATEGORIES							100000
RISK MANAGEMENT INSURANCE							103241
COMMUNICATIONS WKG CAP TF -STATE	514						2105 1
LAW ENFORCEMENT RADIO TF -STATE	1,279						2432 1
TOTAL APPRO.....	1,793						
SW LAW ENF RADIO CONTR PMT							104486
LAW ENFORCEMENT RADIO TF -STATE	18,220,000						2432 1
TR/DMS/HR SVCS/STW CONTRCT							107040
COMMUNICATIONS WKG CAP TF -STATE	768						2105 1
LAW ENFORCEMENT RADIO TF -STATE	4,042						2432 1
TOTAL APPRO.....	4,810						
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
LAW ENFORCEMENT RADIO TF -STATE	1,145						2432 1
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS							1001000
TOTAL POSITIONS.....	13.00						
TOTAL ISSUE.....	22,220,768						
TOTAL SALARY RATE.....	796,762						

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: TECHNOLOGY PROGRAM							72900000
WIRELESS SERVICES							72900200
GOV OPERATIONS/SUPPORT							16
INFORMATION TECHNOLOGY							1603.00.00.00
ESTIMATED EXPENDITURES							1000000
CASUALTY INSURANCE PREMIUM							
ADJUSTMENT							1001090
SPECIAL CATEGORIES							100000
RISK MANAGEMENT INSURANCE							103241
COMMUNICATIONS WKG CAP TF -STATE		2-					2105 1
LAW ENFORCEMENT RADIO TF -STATE		4-					2432 1
TOTAL APPRO.....		6-					
=====							
FLORIDA RETIREMENT SYSTEM							
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							1001230
SALARIES AND BENEFITS							010000
COMMUNICATIONS WKG CAP TF -STATE		3,199-					2105 1
LAW ENFORCEMENT RADIO TF -STATE		38,243-					2432 1
TOTAL APPRO.....		41,442-					
=====							
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
LAW ENFORCEMENT RADIO TF -STATE		17-					2432 1
=====							
TOTAL: FLORIDA RETIREMENT SYSTEM							1001230
CONTRIBUTION ADJUSTMENT FOR							
FY 2011-12 - EFFECTIVE 7/1/2011							
TOTAL ISSUE.....		41,459-					
=====							

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: TECHNOLOGY PROGRAM							72900000
WIRELESS SERVICES							72900200
GOV OPERATIONS/SUPPORT							16
INFORMATION TECHNOLOGY							1603.00.00.00
ESTIMATED EXPENDITURES							1000000
REALLOCATION OF HUMAN RESOURCES							
OUTSOURCING							1005900
SPECIAL CATEGORIES							100000
TR/DMS/HR SVCS/STW CONTRCT							107040
COMMUNICATIONS WKG CAP TF -STATE		76-					2105 1
LAW ENFORCEMENT RADIO TF -STATE		403-					2432 1
TOTAL APPRO.....		479-					
NONRECURRING EXPENDITURES							2100000
MUTUAL AID MAINTENANCE AND							
SUSTAINMENT							2103031
SPECIAL CATEGORIES							100000
DOMESTIC SECURITY							100851
LAW ENFORCEMENT RADIO TF -STATE		1,014,115-					2432 1
FUND SHIFT							3400000
PLANNING FOR THE STATEWIDE SYSTEM							
OF REGIONAL EMERGENCY MEDICAL							
TELECOMMUNICATIONS - DEDUCT							3400070
SALARY RATE							000000
SALARY RATE.....		68,630-					
SALARIES AND BENEFITS							010000
COMMUNICATIONS WKG CAP TF -STATE		1.00- 86,690-					2105 1
EXPENSES							040000
COMMUNICATIONS WKG CAP TF -STATE		7,723-					2105 1

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: TECHNOLOGY PROGRAM							72900000
WIRELESS SERVICES							72900200
GOV OPERATIONS/SUPPORT							16
INFORMATION TECHNOLOGY							1603.00.00.00
FUND SHIFT							3400000
PLANNING FOR THE STATEWIDE SYSTEM							
OF REGIONAL EMERGENCY MEDICAL							
TELECOMMUNICATIONS - DEDUCT							3400070
SPECIAL CATEGORIES							100000
RISK MANAGEMENT INSURANCE							103241
COMMUNICATIONS WKG CAP TF -STATE		512-					2105 1
TR/DMS/HR SVCS/STW CONTRCT							107040
COMMUNICATIONS WKG CAP TF -STATE		692-					2105 1
TOTAL: PLANNING FOR THE STATEWIDE SYSTEM							3400070
OF REGIONAL EMERGENCY MEDICAL							
TELECOMMUNICATIONS - DEDUCT							
TOTAL POSITIONS.....	1.00-						
TOTAL ISSUE.....		95,617-					
TOTAL SALARY RATE.....	68,630-						

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE: IT COMPONENT? NO

ISSUE SUMMARY: This issue requests the permanent transfer of the Emergency Management Services funding in the Wireless Budget Entity, from the Communications Working Capital Trust Fund (CWCTF) to the Statewide Law Enforcement Radio System Trust Fund (SLERS). See corresponding issue #3400080 that requests an increase in the SLERS Trust fund in the same amount.

Under Part I of Chapter 401, Florida Statutes, the Department of Management Services (DMS) is assigned the duty of planning the statewide system of regional emergency medical telecommunications. Without such coordination, mutual aid of Emergency Medical Services (EMS) cannot be assured throughout the state. This ability to communicate between emergency medical providers and with other public safety personnel is critical in major disasters when EMS resources from several jurisdictions come together in one location and when patients are transported between jurisdictions, as with helicopter transport to trauma hospitals.

After eliminating one position in Fiscal Year 2009-10 for lack of funding, the 2011-12 General Appropriations Act (GAA) appropriated spending authority for one (1) full time position for this planning function in the Communications Working Capital Trust Fund. But the GAA did not provide cash. Historically, DMS negotiated agreements with the Department of Health (DOH) through which DOH provided partial funding from the Emergency Medical Services Trust Fund. DOH however, has discontinued payments to DMS due to other financial priorities.

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: TECHNOLOGY PROGRAM				72900000
WIRELESS SERVICES				72900200
GOV OPERATIONS/SUPPORT				16
INFORMATION TECHNOLOGY				1603.00.00.00
FUND SHIFT				3400000
PLANNING FOR THE STATEWIDE SYSTEM				
OF REGIONAL EMERGENCY MEDICAL				
TELECOMMUNICATIONS - DEDUCT				3400070

DMS is seeking to have the position and expenses that are dedicated to this effort funded from a standard source of public safety funding rather than continue to be subsidized by customers of SUNCOM services. Because SUNCOM is self-funded, administrative costs are derived from mark-ups to the prices SUNCOM customers pay.

The Division of Telecommunications is under constant scrutiny and pressure from customers, policy makers and the market-place to offer low cost services to save money for the State. Among other things, this requires minimizing its administrative mark-up. Aside from being inequitable to SUNCOM customers, when SUNCOM prices include subsidies for other state activities however, they lose the competitive edge necessary to win the patronage of discretionary customers. The participation of discretionary customers brings more savings to the state by sharing administrative costs and increasing SUNCOM s volume purchasing discounts.

There are actually two options for funding this service.

Option A:

The function could be funded through the EMS Trust Fund with a statutory requirement and non-operating transfers into the CWCTF. The EMS Trust Fund is used by DOH for standards setting and regulation of the emergency medical services which is consistent with this DMS telecommunications duty. But given that DOH discontinued providing these funds; such a proposal would likely meet with resistance from DOH.

Option B:

The function could be funded through the SLES enhancement fees by changing the funding source for the position in the GAA from the WCTF. Assuming that the funding source of the enhancement fees do not sunset in Fiscal Year 2011-12, it will be a sufficient source of cash for this and its existing purposes.

Because Option A would require a change to Florida Statutes and likely resistance from DOH to the obligation to pay from the EMS Trust Fund, DMS is seeking to implement Option B.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes the permanent transfer of the EMS funding from CWCTF to SLERS. This includes funding for one (1) full time position and associated expenditures totaling \$95,617.

This issue has a corresponding issue #3400080 that requests an increase in SLERS Trust fund in the same amount.

This issue impacts the "Information Technology-Network Operations" activity.

Communications Working Capital Trust Fund (2105)
 Rate (1.0 FTE) (71,471)

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: TECHNOLOGY PROGRAM				72900000
WIRELESS SERVICES				72900200
GOV OPERATIONS/SUPPORT				16
INFORMATION TECHNOLOGY				1603.00.00.00
FUND SHIFT				3400000
PLANNING FOR THE STATEWIDE SYSTEM				
OF REGIONAL EMERGENCY MEDICAL				
TELECOMMUNICATIONS - DEDUCT				3400070
Salaries and Benefits (010000)			(86,690)	
Expenses (040000)			(7,723)	
Special Categories Risk Management Insurance (103241)			(512)	
Special Categories TR-DMS HR Services (107040)			(692)	
Total Issue			(95,617)	FSI=1
			=====	

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A03 - AGY REQUEST FY 2012-13							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
P101 PROPOSED CLASS CODE							
C0002 001	1.00-	68,630-		18,054-	86,684-	0.00	86,684-
TOTALS FOR ISSUE BY FUND							
2105 COMMUNICATIONS WKG CAP TF							86,684-
	1.00-	68,630-		18,054-	86,684-		86,684-
	=====	=====	=====	=====	=====		=====

OTHER SALARY AMOUNT

2105 COMMUNICATIONS WKG CAP TF							6-
							86,690-
							=====

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: TECHNOLOGY PROGRAM				72900000
WIRELESS SERVICES				72900200
GOV OPERATIONS/SUPPORT				16
INFORMATION TECHNOLOGY				1603.00.00.00
FUND SHIFT				3400000
PLANNING FOR THE STATEWIDE SYSTEM				
OF REGIONAL EMERGENCY MEDICAL				
TELECOMMUNICATIONS - ADD				3400080
SALARY RATE				000000
SALARY RATE.....	68,630			
SALARIES AND BENEFITS				010000
LAW ENFORCEMENT RADIO TF -STATE	1.00	86,690		2432 1
EXPENSES				040000
LAW ENFORCEMENT RADIO TF -STATE		7,723		2432 1
SPECIAL CATEGORIES				100000
RISK MANAGEMENT INSURANCE				103241
LAW ENFORCEMENT RADIO TF -STATE		512		2432 1
TR/DMS/HR SVCS/STW CONTRCT				107040
LAW ENFORCEMENT RADIO TF -STATE		692		2432 1
TOTAL: PLANNING FOR THE STATEWIDE SYSTEM				3400080
OF REGIONAL EMERGENCY MEDICAL				
TELECOMMUNICATIONS - ADD				
TOTAL POSITIONS.....	1.00			
TOTAL ISSUE.....		95,617		
TOTAL SALARY RATE.....	68,630			

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

ISSUE SUMMARY: This issue requests the permanent transfer of the Emergency Management Services funding to the Statewide Law Enforcement Radio System Trust Fund (SLERS) from the Communications Working Capital Trust Fund (CWCTF). See corresponding issue #3400070 that requests a reduction in the CWCTF in the same amount.

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: TECHNOLOGY PROGRAM				72900000
WIRELESS SERVICES				72900200
GOV OPERATIONS/SUPPORT				16
INFORMATION TECHNOLOGY				1603.00.00.00
FUND SHIFT				3400000
PLANNING FOR THE STATEWIDE SYSTEM				
OF REGIONAL EMERGENCY MEDICAL				
TELECOMMUNICATIONS - ADD				3400080

Under Part I of Chapter 401, Florida Statutes, the Department of Management Services (DMS) is assigned the duty of planning the statewide system of regional emergency medical telecommunications. Without such coordination, mutual aid of Emergency Medical Services (EMS) cannot be assured throughout the state. This ability to communicate between emergency medical providers and with other public safety personnel is critical in major disasters when EMS resources from several jurisdictions come together in one location and when patients are transported between jurisdictions, as with helicopter transport to trauma hospitals.

After eliminating one position in Fiscal Year 2009-10 for lack of funding, the 2011-12 General Appropriations Act (GAA) provided spending authority for one (1) full time position for this planning function in the CWCTF. But the GAA did not provide cash. Historically, DMS negotiated agreements with the Department of Health (DOH) through which DOH provided partial funding from the EMS Trust Fund. DOH however, has discontinued payments to DMS due to other financial priorities.

DMS is seeking to have the position and expenses that are dedicated to this effort funded from a standard source of public safety funding rather than continue to be subsidized by customers of SUNCOM services. Because SUNCOM is self-funded, administrative costs are derived from mark-ups to the prices SUNCOM customers pay.

The Division of Telecommunications is under constant scrutiny and pressure from customers, policy makers and the market-place to offer low cost services to save money for the State. Among other things, this requires minimizing its administrative mark-up. Aside from being inequitable to SUNCOM customers, when SUNCOM prices include subsidies for other state activities however, they lose the competitive edge necessary to win the patronage of discretionary customers. The participation of discretionary customers brings more savings to the state by sharing administrative costs and increasing SUNCOM s volume purchasing discounts.

There are actually two options for funding this service.

Option A:

The function could be funded through the EMS Trust Fund with a statutory requirement and non-operating transfers into the CWCTF. The EMS Trust Fund is used by DOH for standards setting and regulation of the emergency medical services which is consistent with this DMS telecommunications duty. But given that DOH discontinued providing these funds; such a proposal would likely meet with resistance from DOH.

Option B:

The function could be funded through the SLERS enhancement fees by changing the funding source for the position in the GAA from the CWCTF. Assuming that the funding source of the enhancement fees do not sunset in Fiscal Year 2011-12, it will be a sufficient source of cash for this and its existing purposes.

Because Option A would require a change to Florida Statutes and likely resistance from DOH to the obligation to pay from

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: TECHNOLOGY PROGRAM				72900000
WIRELESS SERVICES				72900200
GOV OPERATIONS/SUPPORT				16
INFORMATION TECHNOLOGY				1603.00.00.00
FUND SHIFT				3400000
PLANNING FOR THE STATEWIDE SYSTEM				
OF REGIONAL EMERGENCY MEDICAL				
TELECOMMUNICATIONS - ADD				3400080

the EMS Trust Fund, DMS is seeking to implement Option B.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes the permanent transfer of the EMS funding to SLERS from CWCTF. This includes funding for one (1) full time position and associated expenditures totaling \$95,617.

This issue has corresponding issue #3400070 that requests a reduction in the CWCTF in the same amount.

This issue impacts the "Information Technology-Network Operations" activity.

Statewide Law Enforcement Radio System Trust Fund (2432)				
Rate 1.0 FTE		71,471		
Salaries and Benefits (010000)			86,690	
Expenses (040000)			7,723	
Special Categories Risk Management Insurance (103241)			512	
Special Categories TR-DMS HR Services (107040)			692	

Total Issue			95,617	FSI=1
			=====	

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A03 - AGY REQUEST FY 2012-13							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
P101 PROPOSED CLASS CODE							
C0002 001	1.00	68,630		18,054	86,684	0.00	86,684

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: TECHNOLOGY PROGRAM							72900000
WIRELESS SERVICES							72900200
GOV OPERATIONS/SUPPORT							16
INFORMATION TECHNOLOGY							1603.00.00.00
FUND SHIFT							3400000
PLANNING FOR THE STATEWIDE SYSTEM OF REGIONAL EMERGENCY MEDICAL TELECOMMUNICATIONS - ADD							3400080

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A03 - AGY REQUEST FY 2012-13							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
TOTALS FOR ISSUE BY FUND							
2432 LAW ENFORCEMENT RADIO TF							86,684
	1.00	68,630		18,054	86,684		86,684
OTHER SALARY AMOUNT							
2432 LAW ENFORCEMENT RADIO TF							6
							86,690

FUNDING DEFICIENCIES TO MEET							
CURRENT LEVEL PROGRAM REQUIREMENTS							4100000
DOMESTIC SECURITY - FLORIDA MUTUAL AID BUILD OUT (MAB)							
INSUFFICIENT FUNDING							41004C0
SPECIAL CATEGORIES							100000
DOMESTIC SECURITY							100851
LAW ENFORCEMENT RADIO TF -STATE	3,000,000						2432 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: The Florida mutual aid radio resources, known as the Mutual Aid Build Out (MAB), was established by the

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: TECHNOLOGY PROGRAM				72900000
WIRELESS SERVICES				72900200
GOV OPERATIONS/SUPPORT				16
INFORMATION TECHNOLOGY				1603.00.00.00
FUNDING DEFICIENCIES TO MEET				
CURRENT LEVEL PROGRAM REQUIREMENTS				4100000
DOMESTIC SECURITY - FLORIDA MUTUAL				
AID BUILD OUT (MAB)				
INSUFFICIENT FUNDING				41004C0

Department of Management Services (DMS) under sections 282.709(1) and (4), Florida Statutes. This system of mutual aid radio resources on 103 towers sites is available to state and local public safety agencies including law enforcement, emergency medical responders, and fire departments during times when interoperable communications are needed for coordinated responses to disaster events and multi-jurisdictional incidents. Mutual aid resources are an important tool to provide communications on-ramps for public safety responders from neighboring or distant jurisdictions (including other states) with disparate radio equipment. Since inception in 2005 as part of the Florida Interoperability Network, this system of mutual aid radio resources has been fully funded by federal grants from the Department of Homeland Security based on approval by the Florida Domestic Security Oversight Council. Funding for the annual sustainment of the MAB was not ranked high enough priority to receive grant funding in federal Fiscal Year 2011. The Legislature authorized a one-time transfer and special use of State Law Enforcement Radio System Trust Fund of \$1.014 million to supplement prior grant awards to sustain the mutual aid radio resources through June 30, 2012. The mutual aid radio resources require a total of \$3.2 million for sustainment and maintenance in Fiscal Year 2011-12. Grant funding is not expected to be awarded for mutual aid in the Federal Fiscal Year 2012 grant cycle.

At this time, DMS does not have sufficient grant funds available to continue paying for the recurring cost of the mutual aid radio resources beyond June 30, 2012. Without additional funding the department must begin terminating tower leases, network connections, and removing mutual aid radio equipment as early as January 2012. The Regional Co-Chairs of the State Working Group on Interoperable Communications, representing county and local public safety communications centers have made it clear to DMS that mutual aid radio resources provided by the MAB are needed to maintain interoperability between Florida's emergency responders. If this issue is not funded, large gaps in mutual aid coverage will exist and emergency responders using disparate radio systems (800MHz, VHF and UHF) and equipment may be unable to communicate, further, mutual aid radio resources provided as part of the MAB project will be disconnected, abandoned, or removed from the existing state leased tower sites beginning January 2012.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes \$3,000,000 in recurring trust fund authority in the Domestic Security appropriation category to continue the sustainment of the 103 mutual aid sites. This total includes network connectivity expenses of \$612,000, estimated tower leases of \$1,863,000 (currently under negotiation), maintenance of the system of \$500,000 and system management expenses of \$25,000.

This issue impacts the "Information Technology-Network Operations" activity.

Statewide Law Enforcement Radio System Trust Fund (2432)
 Special Categories: Domestic Security (100851)

3,000,000 FSI=1
 =====

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST	AGY REQ N/R	AGY REQ N/R	AGY REQ ANZ	AGY REQ ANZ	AGY REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: TECHNOLOGY PROGRAM							72900000
WIRELESS SERVICES							72900200
GOV OPERATIONS/SUPPORT							16
INFORMATION TECHNOLOGY							1603.00.00.00
FUNDING DEFICIENCIES TO MEET							
CURRENT LEVEL PROGRAM REQUIREMENTS							4100000
DOMESTIC SECURITY - FLORIDA							
INTEROPERABILITY NETWORK (FIN)							41005C0
INSUFFICIENT FUNDING							100000
SPECIAL CATEGORIES							100851
DOMESTIC SECURITY							
LAW ENFORCEMENT RADIO TF -STATE		2,000,000					2432 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: The Florida Interoperability Network (FIN) was established by the Department of Management Services (DMS) under sections 282.709(1) and (4), Florida Statutes. This statewide network of FIN devices at 240 communications centers provides connectivity and patches between disparate radio systems that cannot otherwise communicate directly with each other. Public Safety Land Mobile Radio systems operate on specific FCC licensed frequencies across different and often non-compatible spectrum (800MHz, 700MHz, VHF and UHF). Proprietary hardware and software also prevent agencies in the same spectrum from communicating with each other except via common mutual frequencies. Agency licensed frequencies (non-mutual aid) are specific to that agency and are often not programmed into other agencies radios. Encryption keys also are unique to each agency's radio system. The FIN is available to state and local public safety agencies including law enforcement, emergency medical responders, and fire departments during times when interoperable communications are needed for coordinated response to disaster events and multi-jurisdictional incidents. The FIN is an important tool providing reliable communications highways or networks between public safety responders from neighboring or distant jurisdictions (including other states) which often utilize disparate radio systems and equipment. Since inception in 2005 this network linking communications centers has been fully funded by federal grants from the Department of Homeland Security based on approval by the Florida Domestic Security Oversight Council. Funding for the annual sustainment of the FIN was provided through a federal grant in Federal Fiscal Year 2011. Federal grant funding was reduced in 2011 and is projected to be reduced further in 2012. Grant funding for federal Fiscal Year 2012 is capped at \$1 million per project and may not be awarded.

DMS will not have sufficient grant funds available to continue sustaining the FIN beyond June 30, 2012 at an annual cost of \$2.2 million for the current configuration. The Regional Co-Chairs of the State Working Group on Interoperable Communications representing county and local public safety communications centers have made it clear to DMS that FIN is needed to maintain interoperability between Florida's emergency responders. Working with the Regional Co-Chairs, DMS is recommending a consolidation of some of the 240 FIN sites down to 200 FIN sites to reduce annual sustainment and maintenance costs. The annual cost for the FIN consolidation project with 200 sites is estimated to be \$2 million.

If this issue is not funded, disparate Public Safety radio systems will not be able to communicate with each other using the FIN. The FIN will be disconnected and abandoned after June 30, 2012.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-13 includes recurring trust fund

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST	FY 2012-13	AGY REQ N/R	FY 2012-13	AG REQ ANZ	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: TECHNOLOGY PROGRAM							72900000
WIRELESS SERVICES							72900200
GOV OPERATIONS/SUPPORT							16
INFORMATION TECHNOLOGY							1603.00.00.00
FUNDING DEFICIENCIES TO MEET							
CURRENT LEVEL PROGRAM REQUIREMENTS							4100000
DOMESTIC SECURITY - FLORIDA							
INTEROPERABILITY NETWORK (FIN)							
INSUFFICIENT FUNDING							41005C0

authority of \$2,000,000 in the Contracted Services appropriation category to support and maintain 200 FIN sites at communications centers across the state. This total includes network connectivity expenses of \$1,155,000, estimated equipment maintenance and support expenses of \$820,000 and system management expenses of \$25,000.

This issue impacts the "Information Technology-Network Operations" activity.

Statewide Law Enforcement Radio System Trust Fund (2432)
 Special Categories: Domestic Security (100851)

2,000,000 FSI=1
 =====

DATA CENTER CONSOLIDATION							55C0000
ADDITIONAL RESOURCES REQUIRED TO							
SUPPORT CONSOLIDATION OF EMAIL							
SERVICES							55C04C0
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
LAW ENFORCEMENT RADIO TF -STATE			109				2432 1

=====

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

Issue Summary: This issue requests an increase of the Data Processing Services SSRC appropriation category in the Wireless Services program. The amount in this appropriation category does not adequately cover the estimated email costs. The new rate with the enterprise email consolidation will be \$7.36 per mailbox per month. This fund currently uses 14 mailboxes. The cost for email service in Fiscal Year 2012-13 will be \$1,237.

# of E-mailboxes		Cost per E-mailbox		# of months		Budget Needed
-----		-----		-----		-----
14	x	7.36	x	12	=	1236.48

Since \$864 was reduced from this appropriation category during the 2011 Legislative session and \$17 was reduced this year

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: TECHNOLOGY PROGRAM				72900000
WIRELESS SERVICES				72900200
GOV OPERATIONS/SUPPORT				16
INFORMATION TECHNOLOGY				<u>1603.00.00.00</u>
DATA CENTER CONSOLIDATION				55C0000
ADDITIONAL RESOURCES REQUIRED TO				
SUPPORT CONSOLIDATION OF EMAIL				
SERVICES				55C04C0

for the retirement rate reduction (EOG #B0007), this fund will not have enough budget to pay for the services provided by the SSRC for email.

FISCAL INFORMATION: The Secretary's Budget Recommendation for Fiscal Year 2012-12 includes a request of \$109 in the Data Processing Services SSRC appropriation category. This is budget that is necessary to pay the Southwood Shared Resource Center for the estimated email costs.

This issue impacts the "Information Technology-Network Operations" activity.

Law Enforcement Radio Trust Fund (2432)
 Data Processing Services-SSRC (210021)

109 FSI=1
 ==

TOTAL: INFORMATION TECHNOLOGY				<u>1603.00.00.00</u>
BY FUND TYPE				
	13.00			
TRUST FUNDS.....	26,164,818			2000
SALARY RATE.....	796,762			
	=====	=====	=====	

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13 POS	AMOUNT	AGY REQ N/R FY 2012-13 POS	AMOUNT	AG REQ ANZ FY 2012-13 POS	AMOUNT	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: PERC							72920000
<u>PUBLIC EMPLOYEES RELATIONS</u>							72920100
ECONOMIC OPPORTUNITIES							11
<u>WORKFORCE SERVICES</u>							<u>1102.00.00.00</u>
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SALARY RATE							000000
SALARY RATE.....		1,716,297					
=====							
SALARIES AND BENEFITS							010000
GENERAL REVENUE FUND	-STATE	1,350,652					1000 1
PERC TRUST FUND	-STATE	1,234,606					2558 1

TOTAL POSITIONS.....		26.00					
TOTAL APPRO.....		2,585,258					
=====							
OTHER PERSONAL SERVICES							030000
GENERAL REVENUE FUND	-STATE	9,277					1000 1
PERC TRUST FUND	-STATE	53,628					2558 1

TOTAL APPRO.....		62,905					
=====							
EXPENSES							040000
GENERAL REVENUE FUND	-STATE	27,094					1000 1
PERC TRUST FUND	-STATE	354,664					2558 1

TOTAL APPRO.....		381,758					
=====							
OPERATING CAPITAL OUTLAY							060000
GENERAL REVENUE FUND	-STATE	7,399					1000 1
PERC TRUST FUND	-STATE	5,721					2558 1

TOTAL APPRO.....		13,120					
=====							

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: PERC							72920000
PUBLIC EMPLOYEES RELATIONS							72920100
ECONOMIC OPPORTUNITIES							11
WORKFORCE SERVICES							<u>1102.00.00.00</u>
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SPECIAL CATEGORIES							100000
CONTRACTED SERVICES							100777
GENERAL REVENUE FUND -STATE	35,070						1000 1
PERC TRUST FUND -STATE	32,500						2558 1
TOTAL APPRO.....	67,570						
RISK MANAGEMENT INSURANCE							103241
GENERAL REVENUE FUND -STATE	8,555						1000 1
PERC TRUST FUND -STATE	12,542						2558 1
TOTAL APPRO.....	21,097						
ADMINISTRATIVE OVERHEAD							105002
GENERAL REVENUE FUND -STATE	34,314						1000 1
TR/DMS/HR SVCS/STW CONTRCT							107040
GENERAL REVENUE FUND -STATE	6,181						1000 1
PERC TRUST FUND -STATE	5,306						2558 1
TOTAL APPRO.....	11,487						
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
GENERAL REVENUE FUND -STATE	8,388						1000 1
PERC TRUST FUND -STATE	10,900						2558 1
TOTAL APPRO.....	19,288						

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: PERC				72920000
<u>PUBLIC EMPLOYEES RELATIONS</u>				72920100
<u>ECONOMIC OPPORTUNITIES</u>				11
<u>WORKFORCE SERVICES</u>				<u>1102.00.00.00</u>
ESTIMATED EXPENDITURES				1000000
REALLOCATION OF HUMAN RESOURCES				
OUTSOURCING				1005900
SPECIAL CATEGORIES				100000
TR/DMS/HR SVCS/STW CONTRCT				107040
GENERAL REVENUE FUND	-STATE	356-		1000 1
PERC TRUST FUND	-STATE	528-		2558 1
TOTAL APPRO.....		884-		
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0
DATA PROCESSING SERVICES				210000
SOUTHWOOD SRC				210021
PERC TRUST FUND	-STATE	3,771-		2558 1

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

ISSUE SUMMARY: The 2009 Florida Legislature established email as an enterprise information technology service and authorized the migration to a statewide email service in section 282.34, Florida Statutes. The Department of Management Services (Department) is scheduled for migration in January 2012. The non-recurring reduction of Fiscal Year 2011-12 appropriations, which was approved by the Legislative Budget Commission (LBC) budget amendment EOG 0019, included one-time costs and recurring costs that were prorated for six months. This recurring issue annualizes the savings which reduces our base budget.

Prior to consolidating email as an enterprise information technology service, each agency was securing separate email systems. With the mandatory migration to a Microsoft Exchange 2010 platform and Enterprise Vault archiving solution, the cost for the enterprise service would show a savings per electronic mailbox due to the ability to secure single statewide email system.

Currently, the Department is using an email service from the SSRC at a rate of \$19.00 per mailbox per month. This issue shows the savings of \$11.64 per mailbox per month based on a cost of \$7.36 per mailbox per month after the enterprise email consolidation.

The foundation for this issue is from data compiled by the Agency for Enterprise Information Technology (AEIT). The AEIT estimated Fiscal Year 2012-13 enterprise email adder for Southwood Shared Resource Center (SSRC) to be \$.33 per mailbox per month. This cost may be revised when the SSRC costs out Cycle 1 Fiscal Year 2012-13 Forecast Customer Impact, which

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: PERC				72920000
<u>PUBLIC EMPLOYEES RELATIONS</u>				72920100
<u>ECONOMIC OPPORTUNITIES</u>				11
<u>WORKFORCE SERVICES</u>				<u>1102.00.00.00</u>
STATE FUNDING REDUCTIONS				3300000
REDUCTIONS FROM EMAIL SERVICES				
CONSOLIDATIONS				33015C0

is due to the Legislature on October 31.

FISCAL INFORMATION: The Secretary's Budget Recommendation annualizes a LBC budget amendment action approved during Fiscal Year 2011-12:

Budget Entity	Fund	33015C0 DP Services - SSRC Savings
Administration	2021	(12,012)
	2105	(279)
Facilities Management	2696	(26,539)
Building Construction	2033	(1,397)
Federal Property Assistance	2699	(559)
Motor Vehicles/Watercraft Management	2510	(978)
Private Prison Monitoring	1000	(2,375)
Purchasing Oversight	2510	(7,543)
Office of Supplier Diversity	2510	(1,676)
Human Resource Management	2678	(5,028)
Insurance Benefits Administration	2570	(838)
	2668	(2,654)
Retirement Benefits Administration	2510	(31,707)
Telecommunication Services	2105	(13,828)
	2344	(1,257)
Public Employees Relations	2558	(3,771)

		(112,440)

This issue impacts the "Executive Direction" and "Adjudicate and Facilitate Mediation of Labor and Employment Disputes through the PERC" activities.

PERC Trust Fund (2558)
 Data Processing Services-SSRC (210021) (3,771) FSI=1

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	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: PERC							72920000
<u>PUBLIC EMPLOYEES RELATIONS</u>							72920100
ECONOMIC OPPORTUNITIES							11
<u>WORKFORCE SERVICES</u>							<u>1102.00.00.00</u>
TOTAL: WORKFORCE SERVICES							<u>1102.00.00.00</u>
BY FUND TYPE							
GENERAL REVENUE FUND	1,428,098						1000
TRUST FUNDS	1,659,131						2000
TOTAL POSITIONS.....	26.00						
TOTAL PROG COMP.....	3,087,229						
TOTAL SALARY RATE.....	1,716,297						
	=====		=====		=====		

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: COMM ON HUMAN RELAT							72950000
HUMAN RELATIONS							72950100
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SALARY RATE							000000
SALARY RATE.....	2,017,764						
=====							
SALARIES AND BENEFITS							010000
GENERAL REVENUE FUND	-STATE	1,960,818					1000 1
OPERATING TRUST FUND	-STATE	52,562					2510 1
	-FEDERL	870,175					2510 3
TOTAL OPERATING TRUST FUND		922,737					2510
TOTAL POSITIONS.....	48.50						
TOTAL APPRO.....	2,883,555						
=====							
OTHER PERSONAL SERVICES							030000
OPERATING TRUST FUND	-FEDERL	1,040					2510 3
=====							
EXPENSES							040000
OPERATING TRUST FUND	-STATE	19,000					2510 1
	-FEDERL	210,326					2510 3
TOTAL OPERATING TRUST FUND		229,326					2510
TOTAL APPRO.....	229,326						
=====							
OPERATING CAPITAL OUTLAY							060000
GENERAL REVENUE FUND	-STATE	1,736					1000 1
=====							

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: COMM ON HUMAN RELAT							72950000
HUMAN RELATIONS							72950100
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
SPECIAL CATEGORIES							100000
TRANS TO DIV ADM HEARINGS							100565
GENERAL REVENUE FUND -STATE	642,726						1000 1
CONTRACTED SERVICES							100777
GENERAL REVENUE FUND -STATE	3,506						1000 1
OPERATING TRUST FUND -STATE	15,000						2510 1
-FEDERL	1,000						2510 3
TOTAL OPERATING TRUST FUND	16,000						2510
TOTAL APPRO.....	19,506						
RISK MANAGEMENT INSURANCE							103241
GENERAL REVENUE FUND -STATE	44,022						1000 1
OPERATING TRUST FUND -FEDERL	11,608						2510 3
TOTAL APPRO.....	55,630						
TR/DMS/HR SVCS/STW CONTRCT							107040
GENERAL REVENUE FUND -STATE	17,804						1000 1
OPERATING TRUST FUND -STATE	1,529						2510 1
-FEDERL	3,381						2510 3
TOTAL OPERATING TRUST FUND	4,910						2510
TOTAL APPRO.....	22,714						

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: COMM ON HUMAN RELAT							72950000
HUMAN RELATIONS							72950100
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
ESTIMATED EXPENDITURES							1000000
ESTIMATED EXPENDITURES - OPERATIONS							1001000
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
OPERATING TRUST FUND -FEDERL	25,015						2510 3
TOTAL: ESTIMATED EXPENDITURES - OPERATIONS							1001000
TOTAL POSITIONS.....	48.50						
TOTAL ISSUE.....	3,881,248						
TOTAL SALARY RATE.....	2,017,764						
CASUALTY INSURANCE PREMIUM							1001090
ADJUSTMENT							100000
SPECIAL CATEGORIES							103241
RISK MANAGEMENT INSURANCE							
OPERATING TRUST FUND -FEDERL	21,732						2510 3
FLORIDA RETIREMENT SYSTEM							1001230
CONTRIBUTION ADJUSTMENT FOR							010000
FY 2011-12 - EFFECTIVE 7/1/2011							
SALARIES AND BENEFITS							
GENERAL REVENUE FUND -STATE	82,212-						1000 1
OPERATING TRUST FUND -STATE	1,986-						2510 1
-FEDERL	32,857-						2510 3
TOTAL OPERATING TRUST FUND	34,843-						2510
TOTAL APPRO.....	117,055-						
DATA PROCESSING SERVICES							210000
SOUTHWOOD SRC							210021
OPERATING TRUST FUND -FEDERL	358-						2510 3

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: COMM ON HUMAN RELAT				72950000
HUMAN RELATIONS				72950100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
ESTIMATED EXPENDITURES				1000000
FLORIDA RETIREMENT SYSTEM				
CONTRIBUTION ADJUSTMENT FOR				
FY 2011-12 - EFFECTIVE 7/1/2011				1001230
TOTAL: FLORIDA RETIREMENT SYSTEM				1001230
CONTRIBUTION ADJUSTMENT FOR				
FY 2011-12 - EFFECTIVE 7/1/2011				
TOTAL ISSUE.....		117,413-		
MYFLORIDA NET CONTRACT RENEWAL				
SAVINGS				1005800
EXPENSES				040000
OPERATING TRUST FUND -STATE		6,503-		2510 1
REALLOCATION OF HUMAN RESOURCES				
OUTSOURCING				1005900
SPECIAL CATEGORIES				100000
TR/DMS/HR SVCS/STW CONTRCT				107040
GENERAL REVENUE FUND -STATE		1,028-		1000 1
OPERATING TRUST FUND -STATE		152-		2510 1
-FEDERL		336-		2510 3
TOTAL OPERATING TRUST FUND		488-		2510
TOTAL APPRO.....		1,516-		

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: COMM ON HUMAN RELAT							72950000
HUMAN RELATIONS							72950100
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
PROGRAM OR SERVICE-LEVEL							
INFORMATION TECHNOLOGY							3630000
INFORMATION TECHNOLOGY EQUIPMENT							
REFRESH - ADD							36308C0
OPERATING CAPITAL OUTLAY							060000
GENERAL REVENUE FUND							1000 1
-STATE	150,000						

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE: IT COMPONENT? YES

ISSUE SUMMARY: The Florida Commission on Human Relations (Commission) requests non-recurring General Revenue for the purpose of replacing rapidly aging and deteriorating information technology (IT) infrastructure.

The Commission s existing technological tools have reached the end of their effective lifespan. Due to the equipment s age and the fact that it is no longer under service contracts, it is inevitable that the fiscal and human costs of continued repair and maintenance will outstrip the cost of replacing the Commission s depreciated equipment if it has not already passed that point. Commission operations are experiencing a loss of productivity as a direct result of frequent system down time, and a loss of actual work products due to periodic system failures. The Commission s technology modernization needs are not extensive when compared to other agencies, but they are paramount for the Commission to continue providing quality service to the people and employers of Florida. Therefore, the Commission is requesting \$150,000 to replace its rapidly aging and deteriorating IT infrastructure, including laptops, desktops, servers and redundancy (backup) devices.

Without the requested funds, the Commission is likely to face multiple dire consequences. One of the greatest dangers it would face with the existing outdated equipment would be the threat to system security and integrity. The Commission receives and processes complaints whose contents must, by law, be maintained as confidential. The integrity of security measures is vital to the continued confidentiality of these records. The Commissions current information technology is not capable of running the next generation of computer operating systems (for example, Windows 7 or Windows Server 2008) and Microsoft plans to discontinue support of the operating systems currently used by the Commission, including security updates, by 2013. Without continual security updates, the Commission s system will quickly become vulnerable to malicious attacks capable of causing downtime, loss of confidential information and complete system failure. Countless staff hours are lost each week due to slow and unresponsive systems, having a direct impact on productivity. System slowdowns and periods of unresponsiveness are the inevitable result of aging equipment and software. Periods of inactivity caused by delayed system response times are problematic enough, but lost work product due to system crashes and unexpected errors is a serious problem. System errors and crashes occur even on brand-new systems; however, the frequency of these events increases exponentially as a system begins to age. These problems will continue to worsen without the necessary equipment upgrades envisioned in this proposal.

FISCAL INFORMATION: The cost associated with replacing equipmentare based on state term contracts and are broken out as follows:

	COL A03		COL A04		COL A05		CODES
	AGY REQUEST FY 2012-13	POS	AGY REQ N/R FY 2012-13	POS	AG REQ ANZ FY 2012-13	POS	
MANAGEMENT SRVCS, DEPT OF							72000000
PGM: COMM ON HUMAN RELAT							72950000
HUMAN RELATIONS							72950100
GOV OPERATIONS/SUPPORT							16
GOVERNMENTAL OPERATIONS							1601.00.00.00
PROGRAM OR SERVICE-LEVEL							
INFORMATION TECHNOLOGY							3630000
INFORMATION TECHNOLOGY EQUIPMENT							
REFRESH - ADD							36308C0

Description	Quantity	Cost	Total
Laptops	20	1,150	23,000
Desktops	30	900	27,000
Redundancy Devices	1	10,000	10,000
Servers	6	15,000	90,000
			150,000

This issue impacts the "Executive Direction and Investigations" activities.

General Revenue (1000)
 Operating Capital Outlay (060000) (Non-recurring) 150,000 FSI=1
 =====

TECHNICAL ADJUSTMENTS							4600000
FUNDING SOURCE IDENTIFIER (FSI)							
CORRECTION - ADD							4600030
SALARIES AND BENEFITS							010000
OPERATING TRUST FUND	-FEDERL	50,576					2510 3
		=====	=====	=====	=====		
EXPENSES							040000
OPERATING TRUST FUND	-STATE	36,503					2510 1
		=====	=====	=====	=====		
SPECIAL CATEGORIES							100000
CONTRACTED SERVICES							100777
OPERATING TRUST FUND	-FEDERL	15,000					2510 3
		=====	=====	=====	=====		

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: COMM ON HUMAN RELAT				72950000
HUMAN RELATIONS				72950100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
TECHNICAL ADJUSTMENTS				4600000
FUNDING SOURCE IDENTIFIER (FSI)				
CORRECTION - ADD				4600030
SPECIAL CATEGORIES				100000
TR/DMS/HR SVCS/STW CONTRCT				107040
OPERATING TRUST FUND -FEDERL	1,377			2510 3
TOTAL: FUNDING SOURCE IDENTIFIER (FSI)				4600030
CORRECTION - ADD				
TOTAL ISSUE.....	103,456			

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE: IT COMPONENT? NO

Issue Summary: The Florida Commission on Human Relations (FCHR) requests a technical issue to realign the Fund Source Indicators (FSI) of the budget in the Operating Trust Fund to allow federal funding sources to be correctly displayed. This issue has a companion issue (#4600040) that adjusts the FSI in an offsetting amount.

FSI=1

\$49,000 should be in the Expenses appropriation category, since this amount is not funded by HUD and EEOC contracts. This amount is funded by 55+ and Older Housing registrations and investment income. The registrations revenue of \$34,000 is paid by housing committees where the residents are exclusively over 55 years old. The other \$11,000 is interest earnings from investments.

FSI=3

The FCHR s main revenue source in the Operating Trust Fund is two federal contracts. The contracts are with the Housing and Urban Development (HUD) and Equal Employment Opportunity Commission (EEOC). The revenue, from these contracts, funds the entire FCHR budget, except \$49,000 in the Expenses appropriation category.

Current situation

=====

Appropriation Category	FSI=1	FSI=3
Salaries and Benefits	50,576	
Salaries and Benefits		837,318
Other Personal Services		1,040
Expenses	12,497	
Expenses		210,326

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: COMM ON HUMAN RELAT				72950000
HUMAN RELATIONS				72950100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				<u>1601.00.00.00</u>
TECHNICAL ADJUSTMENTS				4600000
FUNDING SOURCE IDENTIFIER (FSI)				
CORRECTION - ADD				4600030

Contracted Services	15,000		
Contracted Services		1,000	
Risk Management Services		33,340	
Transfer to DMS HR Services	1,377		
Transfer to DMS HR Services		3,045	
Data Processing Services SSRC		21,423	
CURRENT TOTALS	79,450	1,107,492	

Proposed realignment
 =====

Appropriation Category

Salaries and Benefits		887,894	
Other Personal Services		1,040	
Expenses	49,000		
Expenses		173,823	
Contracted Services		16,000	
Risk Management Services		33,340	
Transfer to DMS HR Services		4,422	
Data Processing Services SSRC		21,423	

FISCAL INFORMATION: The Secretary s Budget Recommendation for Fiscal Year 2012-13 includes a request to realign FSI=1 and FSI=3. This issue requests to add \$36,503 to FSI=1 and \$66,953 to FSI=3. A companion issue #4600040 requests to reduce FSI=1 by \$66,953 and FSI=3 by \$36,503 to correctly align the budget with the federal funding.

Operating Trust Fund (2510)

Salaries and Benefits (010000)	50,576	FSI=3
Expenses (040000)	36,503	FSI=1
Special Categories: Contracted Services (100777)	15,000	FSI=3
Special Categories: Transfer to DMS-HR Services (107040)	1,377	FSI=3

	36,503	FSI=1
	66,953	FSI=3

TOTAL ISSUE 103,456

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
	POS	AMOUNT	POS	AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: COMM ON HUMAN RELAT				72950000
HUMAN RELATIONS				72950100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
TECHNICAL ADJUSTMENTS				4600000
FUNDING SOURCE IDENTIFIER (FSI)				
CORRECTION - ADD				4600030

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A03 - AGY REQUEST FY 2012-13							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
OTHER SALARY AMOUNT							
2510 OPERATING TRUST FUND							50,576
							50,576

FUNDING SOURCE IDENTIFIER (FSI)							
CORRECTION - DEDUCT							4600040
SALARIES AND BENEFITS							010000
OPERATING TRUST FUND	-STATE	50,576-					2510 1
EXPENSES							040000
OPERATING TRUST FUND	-FEDERL	36,503-					2510 3
SPECIAL CATEGORIES							100000
CONTRACTED SERVICES							100777
OPERATING TRUST FUND	-STATE	15,000-					2510 1
TR/DMS/HR SVCS/STW CONTRCT							107040
OPERATING TRUST FUND	-STATE	1,377-					2510 1

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: COMM ON HUMAN RELAT				72950000
HUMAN RELATIONS				72950100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
TECHNICAL ADJUSTMENTS				4600000
FUNDING SOURCE IDENTIFIER (FSI)				
CORRECTION - DEDUCT				4600040
TOTAL: FUNDING SOURCE IDENTIFIER (FSI)				4600040
CORRECTION - DEDUCT				
TOTAL ISSUE.....	103,456-			

AGENCY ISSUE NARRATIVE:

2012-2013 BUDGET YEAR NARRATIVE: IT COMPONENT? NO

Issue Summary: The Florida Commission on Human Relations (FCHR) requests a technical issue to realign the Fund Source Indicators (FSI) of the budget in the Operating Trust Fund to allow federal funding sources to be correctly displayed. This issue has a companion issue (#4600030) that adjusts the FSI in an offsetting amount.

FSI=1

 \$49,000 should be in the Expenses appropriation category, since this amount is not funded by HUD and EEOC contracts. This amount is funded by 55+ and Older Housing registrations and investment income. The registrations revenue of \$34,000 is paid by housing committees where the residents are exclusively over 55 years old. The other \$11,000 is interest earnings from investments.

FSI=3

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Current situation

=====

Appropriation Category	FSI=1	FSI=3
-----	-----	-----
Salaries and Benefits	50,576	
Salaries and Benefits		837,318
Other Personal Services		1,040
Expenses	12,497	
Expenses		210,326
Contracted Services	15,000	
Contracted Services		1,000
Risk Management Services		33,340
Transfer to DMS HR Services	1,377	

	COL A03	COL A04	COL A05	
	AGY REQUEST	AGY REQ N/R	AG REQ ANZ	
	FY 2012-13	FY 2012-13	FY 2012-13	
POS	AMOUNT	POS	AMOUNT	POS
				AMOUNT
				CODES
MANAGEMENT SRVCS, DEPT OF				72000000
PGM: COMM ON HUMAN RELAT				72950000
HUMAN RELATIONS				72950100
GOV OPERATIONS/SUPPORT				16
GOVERNMENTAL OPERATIONS				1601.00.00.00
TECHNICAL ADJUSTMENTS				4600000
FUNDING SOURCE IDENTIFIER (FSI)				
CORRECTION - DEDUCT				4600040

Transfer to DMS HR Services		3,045	
Data Processing Services SSRC		21,423	
CURRENT TOTALS	79,450	1,107,492	

Proposed realignment
 =====

Appropriation Category

Salaries and Benefits		887,894	
Other Personal Services		1,040	
Expenses	49,000		
Expenses		173,823	
Contracted Services		16,000	
Risk Management Services		33,340	
Transfer to DMS HR Services		4,422	
Data Processing Services SSRC		21,423	

FISCAL INFORMATION: The Secretary s Budget Recommendation for Fiscal Year 2012-13 includes a request to realign FSI=1 and FSI=3. This issue proposes to reduce FSI=1 by \$66,953 and FSI=3 by \$36,503. A companion issue #4600030 requests to increase FSI=1 by \$36,503 and FSI=3 by \$66,953 to correctly align the budget with the federal funding.

Operating Trust Fund (2510)			
Salaries and Benefits (010000)		(50,576)	FSI=1
Expenses (040000)		(36,503)	FSI=3
Special Categories: Contracted Services (100777)		(15,000)	FSI=1
Special Categories: Transfer to DMS-HR Services (107040)		(1,377)	FSI=1

 (66,953) FSI=1
 (36,503) FSI=3

TOTAL ISSUE (103,456)

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* COMPILE DATE: 06/30/2011                COMPILE TIME: 11:54:18                    PAGE:    1 *
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*                                     SAVE INITIALS:      SAVE DEPARTMENT: 07   SAVE ID: ED3A
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* SELECT CODES AND ACCUMULATION LEVELS WHERE ALLOWED.  WHEN NO CODE IS SELECTED, ALL CODES WILL BE REPORTED.
* ITEMIZATION OF EXPENDITURE:                IOE ACCUMULATION LEVEL: 0 (1=OPER/FCO, 2=IOE, 0=MERGED)
* MERGE GROUPS (Y/N): Y
* BUDGET ENTITY OR GROUP/ACCUMULATION LEVEL (DEP, DIV, BUR, SUB, LBE, MRG):
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*   8-14:
*   15-21:
*   22-27:
* EXCLUDE:
*
* PROGRAM COMPONENT/ACCUMULATION LEVEL (1, 2, 3, 4 OR 5 FOR 2, 4, 6, 8 OR 10 DIGITS, 6=MERGE POLICY, 0=MERGED):
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* APPROPRIATION CATEGORY OR GROUP/ACCUMULATION LEVEL (1=MAJOR, 2=MINOR, 0=MERGED):
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*
* FUND GROUPS SET:      OR FUND:                FUNDING SOURCE IDENTIFIER:                MERGE FSI (Y/N): N
* FCO (Y/N): Y      FTE (Y/N): Y                SALARY RATE (Y/N): Y
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* ISSUE CODE OR GROUP/ACCUMULATION LEVEL (1, 2 OR 3 FOR 1, 3 OR 7 CHARACTERS, 0=MERGED):
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* 1=EAD REPORT
* 2=SCHEDULE IV/IT ISSUES      COLUMN SELECTION: A03      A04      A05      CODES
* 3=STATEWIDE ISSUES
* 4=SCHEDULE VIIIA ISSUES      REPORT COLUMNS WITH CALCULATION DIFFERENCE ONLY (Y/N): N  THAT EXCEED:
*
* LEVELS OF TOTALS:  (N=NO TOTAL, L=LINE TOTAL, T=BY FUND TYPE, D=BY DETAIL FUND, B=BY DETAIL FUND AND FUND TYPE,
*                    G=FUND GROUP LINE TOTALS, E=BY DETAIL FUND AND FUND GROUP)
*   RUN: N      ITEM OF EXP: N      GROUP: N      DEPARTMENT: N      DIVISION: N      BUREAU: N
*   SUB-BUREAU: N      LBE: T      POLICY AREA: N      PROG COMP: T      D3A SUM ISSUE: N      D3A DETAIL ISSUE: L
*   MAJOR APP CAT: N      MINOR APP CAT: D
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*                                           PROGRAM COMPONENT: N  N=NUMERICAL
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* PRINT COLUMN CODES (Y/N): Y
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* BUR, SUB, LBE, PRC,      EXPENDITURES BY
* SIS, ISC)                ISSUE AND APPROPRIATION CATEGORY
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* BPEADL01                                STATISTICAL INFORMATION                                09/15/2011 16:13:05 *
* BUDGET PERIOD: 2002-2013                EXHIBIT A, D AND D-3A LIST REQUEST                DAG 72 SP *
* COMPILE DATE: 06/30/2011                COMPILE TIME: 11:54:18                                PAGE: 2 *
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* TOTAL RECORDS READ FROM CARD:           43
* TOTAL PAF RECORDS READ:                  4
* TOTAL OAF RECORDS READ:                  6
* TOTAL IEF RECORDS READ:                  0
* TOTAL BGF RECORDS READ:                  0
* TOTAL BEF RECORDS READ:                  38
* TOTAL PCF RECORDS READ:                  32
* TOTAL ICF RECORDS READ:                  174
* TOTAL INF RECORDS READ:                  2,608
* TOTAL ACF RECORDS READ:                  70
* TOTAL FCF RECORDS READ:                  21
* TOTAL FSF RECORDS READ:                  10
* TOTAL PCN RECORDS READ:                  0
* TOTAL BEN RECORDS READ:                  0
* TOTAL DPC RECORDS READ:                  8
* TOTAL RECORDS IN ERROR:                  0
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* 10-18:
* 19-27:
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