

BPEADL01 LAS/PBS SYSTEM  
BUDGET PERIOD: 2004-2015  
STATE OF FLORIDA

EXHIBIT D-3A  
EXPENDITURES BY  
ISSUE AND APPROPRIATION CATEGORY

SP 04/15/2014 14:04 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 A12	COL A14	COL A15	COL A16	COL A14-A12	
					AGY AMD REQ	
					FY 2014-15	
					OVER(UNDER)	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY FIN REQ	
	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS
						AMOUNT
						CODES
FINANCIAL SERVICES						43000000
PRG: CHIEF FIN OFFICER/ADM						43010000
<u>EXECUTIVE DIR/SUPPORT SVCS</u>						43010100
GOV OPERATIONS/SUPPORT						16
EXEC LEADERSHIP/SUPPRT SVC						<u>1602.00.00.00</u>
WORKLOAD						3000000
STAFFING/WORKLOAD - LAW ENFORCEMENT						
PERSONNEL - WORKERS' COMPENSATION						
INSURANCE FRAUD						3005320
SPECIAL CATEGORIES						100000
ACQUISITION/MOTOR VEHICLES						100021
ADMINISTRATIVE TRUST FUND -STATE		66,000	66,000		66,000	2021 1

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AGENCY ISSUE NARRATIVE:  
 2014-2015 BUDGET YEAR NARRATIVE: IT COMPONENT? NO  
 AMENDED 2014-15 NARRATIVE AFTER JANUARY 31, 2014

This issue is the budget to purchase 3 new vehicles associated with the 3 new FTE in the Division of Insurance Fraud.  
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	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY AMD REQ	
	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	
	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT
						CODES
FINANCIAL SERVICES						43000000
PRG: CHIEF FIN OFFICER/ADM						43010000
INFO TECHNOLOGY - FLAIR						43010500
GOV OPERATIONS/SUPPORT						16
INFORMATION TECHNOLOGY						1603.00.00.00
STATE ENTERPRISE INFORMATION						
TECHNOLOGY						3610000
FLAIR REPLACEMENT						36105C0
SPECIAL CATEGORIES						100000
CONTRACTED SERVICES						100777
ADMINISTRATIVE TRUST FUND -STATE		1				1- 2021 1

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AGENCY ISSUE NARRATIVE:

2014-2015 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

Reference to Long-Range Program Plan: Goal #3: Improve efficiency and customer driven value.

This issue is a placeholder pending the results of the Florida Accounting Information Resource Subsystem (FLAIR) replacement study that has just started. In Fiscal Year 2013-14, the Division of Information Systems was appropriated \$1,750,000 from the Administrative Trust Fund to contract with an independent third party consulting firm to complete a study of FLAIR, and provide a recommendation to replace or enhance FLAIR.

The purpose of the study is to identify and recommend replacement or enhancement options for consideration and shall include all specific changes needed in the Florida Statutes and financial business practices. The study will be completed using the business case format described in section 287.0571(4), F.S. Upon completion of the study, the division will be able to provide more information about how much funding is required to proceed with the recommended option.

Amended 2014-15 Narrative After January 31, 2014

The issue has been amended to remove the \$1 placeholder. Funding for this purpose has been requested in issue code 363105C0 budget entity 43200100 - State Financial Information and State Agency Accounting (Division of Accounting and Auditing).

Summary: Amended to remove \$1 placeholder.

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	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
					AGY AMD REQ	
					FY 2014-15	
					OVER(UNDER)	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY FIN REQ	
	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	CODES
FINANCIAL SERVICES						43000000
PGM: FIN ACCT/PUBLIC FUNDS						43200000
ST FINAN INFO/ST AGY ACCTG						43200100
GOV OPERATIONS/SUPPORT						16
GOVERNMENTAL OPERATIONS						1601.00.00.00
STATE ENTERPRISE INFORMATION						
TECHNOLOGY						3610000
FLAIR REPLACEMENT						36105C0
SALARY RATE						000000
SALARY RATE.....		989,531			989,531	
SALARIES AND BENEFITS						010000
GENERAL REVENUE FUND -STATE		22.00			22.00	
		1,134,003			1,134,003	1000 1
SPECIAL CATEGORIES						100000
FLAIR SYSTEM REPLACEMENT						100781
GENERAL REVENUE FUND -STATE		7,865,997			7,865,997	1000 1
TOTAL: FLAIR REPLACEMENT						36105C0
TOTAL POSITIONS.....		22.00			22.00	
TOTAL ISSUE.....		9,000,000			9,000,000	
TOTAL SALARY RATE.....		989,531			989,531	

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AGENCY ISSUE NARRATIVE:

2014-2015 BUDGET YEAR NARRATIVE:

IT COMPONENT? YES

THIS ISSUE REQUESTS 22 FULL TIME EQUIVALENT (FTE) POSITIONS AND 9,000,000 IN RECURRING GENERAL REVENUE.

Pursuant to proviso included in line 2279 of the 2013 General Appropriations Act (codified as Chapter 2013-40, Laws of Florida), the department contracted for a study to make recommendations on the enhancement or replacement of the state's accounting system (FLAIR). The study supports the replacement of the both the FLAIR and the Cash Management systems. The cost estimate provided by the FLAIR study recommends 22 FTE and 9.0 million, including a contingency of approximately 2.3 million.

Contingency Funding

The funding estimate is based on comparisons of similar projects in private industry and the experience of other states developing new accounting systems. These projections are based on a series of assumptions, such as FTEs available at the appropriated salary levels and services available as the estimated prices. Actual cost will depend on the ability to hire qualified and capable FTEs at minimum salary levels, whether additional outside expertise is required during the planning process, whether the timelines are met without unforeseeable delays, to name only a few variables.

Major IT projects generally include a contingency factor in order to account for such operational issues that are outside the control of the project. Without an adequate contingency factor, a project may go over budget, be reduced in scope,

COL A12	COL A14	COL A15	COL A16	COL A14-A12	CODES
AGY FIN REQ FY 2014-15 POS AMOUNT	AGY AMD REQ FY 2014-15 POS AMOUNT	AGY AMD N/R FY 2014-15 POS AMOUNT	AGY AMD ANZ FY 2014-15 POS AMOUNT	AGY AMD REQ FY 2014-15 OVER(UNDER) AGY FIN REQ FY 2014-15 POS AMOUNT	
FINANCIAL SERVICES					43000000
PGM: FIN ACCT/PUBLIC FUNDS					43200000
ST FINAN INFO/ST AGY ACCTG					43200100
GOV OPERATIONS/SUPPORT					16
GOVERNMENTAL OPERATIONS					1601.00.00.00
STATE ENTERPRISE INFORMATION					
TECHNOLOGY					3610000
FLAIR REPLACEMENT					36105C0

or be delayed if funding is not adequate. Going over budget is not an option for state projects; therefore, the planned project activities would have to be delayed if the consultant's estimates are not accurate and the appropriation does not include sufficient contingency funding.

Lack of appropriate funding could delay the planning activities until a subsequent fiscal year when funding was available. The consultant's estimates are based on the proposed timeline; therefore, delays in the project planning stages will delay the project, resulting in increased overall costs over the life of the project.

Including contingency funding does not increase the overall cost of the project, it simply ensures that the project can stay on track should unanticipated circumstances arise.

Carry Forward

The report recommends two years of planning, business process analysis, establishment of a governance structure, initial organizational change management, and the development, issuance, evaluation and negotiation of an ITN for system software and integration services prior to the purchase of any hardware or software.

The department proposes to carry forward any unspent funds appropriated for this project for a fiscal year to the subsequent fiscal year. After the first two years of planning - and the issuance of an ITN for a replacement system - funding requests will increase for three years to account for the purchase and installation of the necessary hardware, software, and databases and the associated implementation services from a system integrator. Utilization of a carry forward mechanism will provide that unspent funds will reduce the amount of new funding needed during those years when the equipment is bought and installed.

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POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A14 - AGY AMD REQ FY 2014-15							
NEW POSITIONS							
P101 PROPOSED CLASS CODE							
N0001 001	22.00	989,531		144,472	1,134,003	0.00	1,134,003

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2014-15	POS AMOUNT	AGY AMD REQ FY 2014-15	POS AMOUNT	AGY AMD N/R FY 2014-15	POS AMOUNT	AGY AMD ANZ FY 2014-15	POS AMOUNT	AGY AMD REQ FY 2014-15 OVER(UNDER)	AGY FIN REQ FY 2014-15	

FINANCIAL SERVICES 43000000  
 PGM: FIN ACCT/PUBLIC FUNDS 43200000  
 ST FINAN INFO/ST AGY ACCTG 43200100  
 GOV OPERATIONS/SUPPORT 16  
 GOVERNMENTAL OPERATIONS 1601.00.00.00  
 STATE ENTERPRISE INFORMATION  
 TECHNOLOGY 3610000  
 FLAIR REPLACEMENT 36105C0

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A14 - AGY AMD REQ FY 2014-15						
NEW POSITIONS						
TOTALS FOR ISSUE BY FUND						
1000 GENERAL REVENUE FUND						
22.00	989,531		144,472	1,134,003		1,134,003

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 TOTAL: GOVERNMENTAL OPERATIONS 1601.00.00.00  
 BY FUND TYPE  
 GENERAL REVENUE FUND..... 22.00 9,000,000 22.00 9,000,000 1000  
 SALARY RATE..... 989,531 989,531  
 =====

COL A12	COL A14	COL A15	COL A16	COL A14-A12	COL A14-A12	COL A14-A12	COL A14-A12	COL A14-A12	COL A14-A12	COL A14-A12	COL A14-A12	COL A14-A12
AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY FIN REQ	AGY FIN REQ	AGY FIN REQ	AGY FIN REQ	AGY FIN REQ	AGY FIN REQ	AGY FIN REQ	AGY FIN REQ	AGY FIN REQ
FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS
FINANCIAL SERVICES												43000000
PROGRAM: FIRE MARSHAL												43300000
COMPLIANCE & ENFORCEMENT												43300200
PUBLIC PROTECTION												12
LAW ENFORCEMENT												1202.00.00.00
PROGRAM ISSUES												4000000
STATE FIRE MARSHAL GRANT PROGRAMS												4000420
EXPENSES												040000
INSURANCE REG TF	-FEDERL	125,000										125,000- 2393 3

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AGENCY ISSUE NARRATIVE:

2014-2015 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

Reference to Long-Range Program Plan: Goal #4: Keep money in the pockets of Floridians

This issue requests \$125,000 in expense authority to administer the "Fire Prevention and Safety Grant" within the Bureau of Fire Prevention. The bureau applied for and was awarded an Assistance to Firefighters Grant (AFG) to collaborate with local fire departments through the Florida Fire Chiefs Association to conduct a statewide fire safety campaign consisting of three components for the elderly population of Florida. The fire safety campaign utilizes grant funds to provide 10-year Lithium sealed battery smoke alarms to local fire departments for the purpose of installing the smoke alarms in the residences of elderly people living in their jurisdictions. The second component of the grant is to educate the elderly on home fire safety; and the final component is educating the local fire department personnel on how to conduct a "home fire safety inspection." The award will allow the bureau to purchase approximately 6,250 smoke alarms to distribute to local fire departments.

The elderly population has a high risk of injury and fatality from fire in residential dwelling units within the state of Florida. According to the 2010 Bureau of Census report, Florida has a population of 19.41 million and 29 percent of the population is 55 years and older. In addition, there are 7.42 million households in Florida and 31 percent of them include someone 65 or older.

A risk analysis was conducted by the Bureau of Fire Prevention, examining the data from the Florida Fire Incident Reporting System (FFIRS) for the years of 2009 through 2012 in Florida. The bureau focused the analysis on the elderly population because according to the United States Fire Administration's (USFA), People 50-Plus Fire Death and Risk Report (2004), older adults in Florida are at an increased risk of fire deaths as compared to the rest of the state population.

According to FFIRS, there were 833 one- and two-family dwellings that reported smoke alarm performance from 2009 through 2012 in Florida. Of those, 28 percent (236) were in dwellings occupied by residents that were 55 years old and older, closely mirroring their representation in the population at large. In these dwellings, smoke alarms failed to alert or were absent in 58 percent of these fires. During 2009 through 2012, there was an average of 7 fatalities and 39 injuries each year that impacted this population. Smoke alarms were not present or did not work in 79 percent of the fire fatalities and 56 percent of the fire injuries were in the elderly population.

These statistics revealed that an elderly resident without a smoke alarm had more than 3.78 times greater chance of dying

	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
					AGY AMD REQ	
					FY 2014-15	
					OVER(UNDER)	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY FIN REQ	
	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS
						AMOUNT
						CODES
FINANCIAL SERVICES						43000000
PROGRAM: FIRE MARSHAL						43300000
<u>COMPLIANCE &amp; ENFORCEMENT</u>						43300200
PUBLIC PROTECTION						12
<u>LAW ENFORCEMENT</u>						<u>1202.00.00.00</u>
PROGRAM ISSUES						4000000
STATE FIRE MARSHAL GRANT PROGRAMS						4000420

and a 1.3 times greater chance of an injury than someone with a smoke alarm installed. Based on the risk analysis, the bureau determined that the elderly population, 55 years and older, in Florida are at a high risk of fire related injuries and fatalities because of the lack of operating smoke alarms installed in their residences. In addition, based upon the 58 percent of dwellings where smoke alarms failed or were absent, there could be at least 1 million Florida households with elderly residents that are similarly deficient.

In order to determine who will receive the smoke alarms, the local fire departments will conduct an informal risk analysis to determine the number of smoke alarms needed for their community and smoke alarms will be distributed to the local departments on a first-come, first-served basis, as available. The local fire departments will be responsible for the installation of these smoke alarms and reporting to the bureau, on a monthly basis, the number of installations. Though the need is likely much greater.

Amended 2014-15 Narrative after January 31, 2014

This issue has been amended to withdrawal this Legislative Budget Request for this budget entity. The Department has received grant approval and budget amendment EOG #B0259, approved February 5, 2014 provides an increase in spending authority of \$125,000 for the purchase of the 10-year lithium sealed battery smoke alarms in fiscal year 2013-14.

Summary: This issue has been withdrawn for this budget entity.

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	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
					AGY AMD REQ	
					FY 2014-15	
					OVER(UNDER)	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY FIN REQ	
	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	
	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT
FINANCIAL SERVICES						43000000
PROGRAM: FIRE MARSHAL						43300000
<u>PROF TRAINING &amp; STANDARDS</u>						43300400
PUBLIC PROTECTION						12
<u>LAW ENFORCEMENT</u>						1202.00.00.00
PROGRAM ISSUES						4000000
STATE FIRE MARSHAL GRANT PROGRAMS						4000420
SPECIAL CATEGORIES						100000
ACQUISITION/MOTOR VEHICLES						100021
INSURANCE REG TF	-MATCH	75,000	75,000	75,000		2393 2
	-FEDERL	500,000	500,000	500,000		2393 3
TOTAL INSURANCE REG TF		575,000	575,000	575,000		2393
TOTAL APPRO.....		575,000	575,000	575,000		

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AGENCY ISSUE NARRATIVE:

2014-2015 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

Reference to Long-Range Program Plan: Goal #1: Fight fraud waste and abuse. Goal #2: Promote financial accountability and transparency. Goal #3: Improve efficiency and customer driven value. Goal #4: Keep money in the pockets of Floridians.

This issue requests authority in the amount of \$500,000 with a 15 percent match of \$75,000 to spend a grant for Fire Vehicles, Equipment and Personal Protection items for the Florida State Fire College. The Bureau of Firefighters Standards and Training (BFST) operates the Florida State Fire College located in Ocala, Florida, providing extensive training for paid and volunteer firefighters from throughout the State as well as many other states. This issue is requesting funding to replace one (1) 1989 Fire Engine Pumper, obtain one (1) additional new apparatus, and add specialty equipment and/or personal protection items.

FEMA has offered an Assistance to Firefighter Grant (AFG), which is coordinated by the Florida Fire Chiefs Association (FFCA), the Florida Sheriff's Association and Florida Association of Counties. This year, to specifically assist State training centers, \$500,000 is available to each state training center with a 15 percent match required by the state agency. BFST plans to apply for the full amount of the grant and is requesting grant authority for the full amount, in addition to the match portion of \$75,000. With the funding from the AFG grant, the division anticipates being able to purchase two pumpers at \$250,000 each. Should the purchase be a lesser amount, remaining funds will be used to purchase equipment that is required to be on those trucks based on NFPA 1901. Such equipment would be mounting brackets, axes, ladders, wrenches, nozzles and other required equipment that fall within the grant guidance.

The existing Fire Engine Pumper is 24 years old. The apparatus was built according to the safety and performance standards that are now over 20 years old. The existing Fire Engine Pumper is in poor mechanical condition with numerous mechanical items inoperative and costly to repair. This apparatus experiences high frequency use to directly support training and testing activities that are required by s. 633.44, F.S., to provide professional and volunteer firefighters

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2014-15	POS	AGY AMD REQ FY 2014-15	POS	AGY AMD N/R FY 2014-15	POS	AGY AMD ANZ FY 2014-15	POS	AGY AMD REQ FY 2014-15 OVER(UNDER)	AGY FIN REQ FY 2014-15	
AMOUNT		AMOUNT		AMOUNT		AMOUNT		AMOUNT	AMOUNT	
FINANCIAL SERVICES									43000000	
PROGRAM: FIRE MARSHAL									43300000	
<u>PROF TRAINING &amp; STANDARDS</u>									43300400	
PUBLIC PROTECTION									12	
<u>LAW ENFORCEMENT</u>									<u>1202.00.00.00</u>	
PROGRAM ISSUES									4000000	
STATE FIRE MARSHAL GRANT PROGRAMS									4000420	

with needed professional instruction and training at a minimum cost to them and their employers at the Florida State Fire College. This Fire Engine Pumper is used by over 500 students each year. It is used primarily for Minimum Standards Firefighter Training, and firefighter retention testing as required by s. 633.352 F.S., as well as driver operator training required by s. 633.45 and 633.081, F.S., for service as fire department driver engineers. The current apparatus use is approximately 750-1,000 engine hours per year.

Specifications of Fire Engine Pumpers are guided by the industry standard as established by the National Fire Protection Association (NFPA) 1901 standard. The 1989 Fire Engine Pumper currently in use on the Fire College campus is no longer in compliance with the industry standard. The Fire Engine Pumper is currently used for training and testing and has numerous mechanical issues. This apparatus needs the engine and transmission rebuilt. The bodies have significant rust, gauges are no longer operational and valves are leaking. The pumps are also not able to flow water at an acceptable rate.

The National Fire Protection Association (NFPA) standard requires a Fire Engine Pumper to be certified by a third-party tester to verify its functional performance. During this testing, all engine-driven accessories and electrical loads are tested. This requirement is designed to ensure the pump will deliver its rated flow and pressure under maximum engine load. This test provides assurance that when the Fire Engine Pumper is used by fire recruits who are training in live fire conditions, there is a high reliability that water flow at adequate pressures will be available. In its current condition, the existing Fire Engine Pumper will not pass this required test. NFPA 1901 is the consensus industry standard that is often referenced in cases when an accident or injury occurs that is attributed to the poor condition of an apparatus in question. In the event of a student or instructor injury, the utilization of a piece of equipment that is not in compliance with this industry standard may place the division and Florida State Fire College at risk.

The engine on the existing Fire Engine Pumper is also in need of repair and to bring the Fire Engine Pumper into compliance would be costly. Current estimates are between \$8,000 and \$10,000 just to repair the engine; this does not include the additional inoperable equipment. The impact to students is measurable in that they are not receiving the necessary level of training to prepare them for real conditions, as if the Fire Engine Pumper was operating efficiently. Recent additions to the NFPA 1901 standard have introduced significant safety upgrades for what is standard on pumping apparatus today. The equipment that should be present on the apparatus has changed with regard to ladders, suction hoses, spray nozzles, intake valves, supply hoses, minor tools and safety equipment such as traffic cones, illuminated warning devices and an automatic external defibrillator (AED). These items are not part of the apparatus as the original specification did not allow for them when the Fire Engine Pumper was built. Many of them must be mounted in brackets fastened to the apparatus if not already mounted directly to the unit. In order to train students effectively and maintain a safe training environment, this piece of equipment should be upgraded to meet today's apparatus standard.

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	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
	AGY FIN REQ FY 2014-15	AGY AMD REQ FY 2014-15	AGY AMD N/R FY 2014-15	AGY AMD ANZ FY 2014-15	AGY AMD REQ FY 2014-15	AGY FIN REQ FY 2014-15
	POS AMOUNT	POS AMOUNT	POS AMOUNT	POS AMOUNT	POS AMOUNT	POS AMOUNT
FINANCIAL SERVICES						43000000
PGM: ST PROP/CASUALTY CLMS						43400000
ST SELF-INSURED CLAIMS ADJ						43400100
GOV OPERATIONS/SUPPORT						16
GOVERNMENTAL OPERATIONS						1601.00.00.00
ESTIMATED EXPENDITURES REALIGNMENT						2000000
REALIGNMENT OF MEDICAL CASE						
MANAGEMENT CONTRACT FUNDING -						
DEDUCT						2000170
SPECIAL CATEGORIES						100000
CONTRACT LEGAL - ATTY GEN						100904
STATE RISK MGMT TF -STATE		1,225,000-			1,225,000-	2078 1
CONTRACTED LEGAL SERVICES						100905
STATE RISK MGMT TF -STATE	1,400,000-	525,000-			875,000	2078 1
TOTAL: REALIGNMENT OF MEDICAL CASE						2000170
MANAGEMENT CONTRACT FUNDING -						
DEDUCT						
TOTAL ISSUE.....	1,400,000-	1,750,000-			350,000-	

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AGENCY ISSUE NARRATIVE:

2014-2015 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

This issue requests realignment of budget authority for the Medical Case Management (MCM) in the Division of Risk Management. Due to the procurement of a new five year MCM contract, it appears there will be a \$1,400,000 deficit in the contracted services category, which pays for the MCM contract. Budget authority in the contracted legal services category could be used to offset the deficit in contracted services. This realignment allow the division to meet increased contractual obligations on their new MCM contract. This issue nets to zero with corresponding issue code 2000180.

AMENDED 2014-15 NARRATIVE AFTER JANUARY 31, 2014

This issue requests realignment of budget authority for the Medical Case Management (MCM) in the Division of Risk Management. Due to the procurement of a new five year MCM contract, it appears there will be a \$1,750,000 deficit in the contracted services category, which pays for the MCM contract. Budget authority in the contracted legal services category could be used to offset the deficit in contracted services. This realignment allow the division to meet increased contractual obligations on their new MCM contract. This issue nets to zero with corresponding issue code 2000180.

Summary: The realignment amount was increased to \$1,750,000; however, the issues still net to zero.

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	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
					AGY AMD REQ	
					FY 2014-15	
					OVER(UNDER)	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY FIN REQ	
	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	CODES
FINANCIAL SERVICES						43000000
PGM: ST PROP/CASUALTY CLMS						43400000
ST SELF-INSURED CLAIMS ADJ						43400100
GOV OPERATIONS/SUPPORT						16
GOVERNMENTAL OPERATIONS						1601.00.00.00
ESTIMATED EXPENDITURES REALIGNMENT						2000000
REALIGNMENT OF MEDICAL CASE						
MANAGEMENT CONTRACT FUNDING - ADD						2000180
SPECIAL CATEGORIES						100000
CONTRACTED SERVICES						100777
STATE RISK MGMT TF	-STATE	1,400,000	1,750,000		350,000	2078 1

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AGENCY ISSUE NARRATIVE:

2014-2015 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

This issue requests realignment of budget authority for the Medical Case Management (MCM) in the Division of Risk Management. Due to the procurement of a new five year MCM contract, it appears there will be a \$1,400,000 deficit in the contracted services category, which pays for the MCM contract. Budget authority in the contracted legal services category could be used to offset the deficit in contracted services. This realignment allow the division to meet increased contractual obligations on their new MCM contract. This issue nets to zero with corresponding issue code 2000170.

AMENDED 2014-15 NARRATIVE AFTER JANUARY 31, 2014

This issue requests realignment of budget authority for the Medical Case Management (MCM) in the Division of Risk Management. Due to the procurement of a new five year MCM contract, it appears there will be a \$1,750,000 deficit in the contracted services category, which pays for the MCM contract. Budget authority in the contracted legal services category could be used to offset the deficit in contracted services. This realignment allow the division to meet increased contractual obligations on their new MCM contract. This issue nets to zero with corresponding issue code 2000170.

Summary: The realignment amount was increased to \$1,750,000; however, the issues still net to zero.

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	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
					AGY AMD REQ	
					FY 2014-15	
					OVER(UNDER)	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY FIN REQ	
	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	CODES
FINANCIAL SERVICES						43000000
PGM: ST PROP/CASUALTY CLMS						43400000
ST SELF-INSURED CLAIMS ADJ						43400100
GOV OPERATIONS/SUPPORT						16
GOVERNMENTAL OPERATIONS						1601.00.00.00
AUDIT FINDINGS AND RECOMMENDATIONS						4A00000
MEDICAL CASE MANAGEMENT AUDITS						4A04200
SPECIAL CATEGORIES						100000
CONTRACTED SERVICES						100777
STATE RISK MGMT TF						
-STATE		950,000	950,000		950,000	2078 1

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AGENCY ISSUE NARRATIVE:

2014-2015 BUDGET YEAR NARRATIVE: IT COMPONENT? NO  
 AMENDED 2014-15 NARRATIVE AFTER JANUARY 31, 2014

This issue is being requested to address audit findings identified in the Auditor General (AG) Report 2014-020, Division of Risk Management State Employee Workers' Compensation, Operational Audit. The operational audit focused on actions taken by the division to correct deficiencies related to the administration of State employee workers' compensation disclosed in the AG's previous reports 2012-067 and 2012-071.

AG Report 2014-020 found that the division's process for monitoring third-party administrators engaged to provide State employee workers' compensation case management administrative services and pharmacy benefits management services continues to need improvement. Specifically, quarterly audits of workers' compensation contractor payments; the establishment of procedures to evaluate prices paid for pharmaceuticals; establishment of addressing on-site monitoring of third party administrators (TPA); and the requirement of an independent service auditor's report to describe and provide and assessment of the effectiveness of relevant TPA internal controls. The recommendation was that the division continues to fully implement a comprehensive, effective TPA monitoring process. Such a process should include, among other things, routine payment audits, on-site monitoring, and the receipt and review of independent service auditor's reports. This issue will provide funding for three audits in Fiscal Year 2014-15 in response to the AG recommendations. The audits will be for three TPA contracts that expired calendar year 2013 and are needed as part of contract close-out procedures.

Summary: This is a new issue.

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	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
					AGY AMD REQ	
					FY 2014-15	
					OVER(UNDER)	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY FIN REQ	
	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	CODES
FINANCIAL SERVICES						43000000
PGM: LICNSNG/CNSMER PROTEC						43500000
INSURANCE FRAUD						43500300
PUBLIC PROTECTION						12
CONSUMER SAFETY/PROTECTION						1205.00.00.00
WORKLOAD						3000000
STAFFING/WORKLOAD - LAW ENFORCEMENT						
PERSONNEL - WORKERS' COMPENSATION						
INSURANCE FRAUD						3005320
SALARY RATE						000000
SALARY RATE.....		141,575			141,575	
SALARIES AND BENEFITS						010000
INSURANCE REG TF	-STATE	3.00	195,809		3.00	195,809
INSURANCE REG TF	-STATE		41,901	11,610		41,901
INSURANCE REG TF	-STATE		1,068			1,068
SPECIAL CATEGORIES						100000
TR/DMS/HR SVCS/STW CONTRCT						107040
TOTAL: STAFFING/WORKLOAD - LAW ENFORCEMENT						3005320
PERSONNEL - WORKERS' COMPENSATION						
INSURANCE FRAUD						
TOTAL POSITIONS.....		3.00			3.00	
TOTAL ISSUE.....			238,778	11,610		238,778
TOTAL SALARY RATE.....		141,575			141,575	

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AGENCY ISSUE NARRATIVE:

2014-2015 BUDGET YEAR NARRATIVE:

IT COMPONENT? NO

AMENDED 2014-15 NARRATIVE AFTER JANUARY 31, 2014

This issue requests 3 new full-time equivalents (FTE) and the associated funding required for the new positions. The FTE will investigate interior system contractors who use labor subcontractors or shell companies in order to pay their workforce with unreported cash. The severity of the problem in Florida is compounded by the market control of illegitimate operators who can readily replace their labor subcontractors. The additional investigators will allow focus on such cases. This issue is so important to the United Brotherhood of Carpenters, they will give the department a

COL A12		COL A14		COL A15		COL A16		COL A14-A12		
AGY FIN REQ FY 2014-15		AGY AMD REQ FY 2014-15		AGY AMD N/R FY 2014-15		AGY AMD ANZ FY 2014-15		AGY AMD REQ FY 2014-15 OVER(UNDER) AGY FIN REQ FY 2014-15		CODES
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	
FINANCIAL SERVICES										43000000
PGM: LICNSNG/CNSMER PROTEC										43500000
INSURANCE FRAUD										43500300
PUBLIC PROTECTION										12
CONSUMER SAFETY/PROTECTION										1205.00.00.00
WORKLOAD										3000000
STAFFING/WORKLOAD - LAW ENFORCEMENT										
PERSONNEL - WORKERS' COMPENSATION										
INSURANCE FRAUD										3005320

\$210,000 grant for three years, a total of \$630,000, in order to pay for the new positions.

The department is requesting three Law Enforcement Investigator II's at 10% above minimum, the standard expense package for new FTE, an additional 4,000 per FTE to install light bars and sirens on the new vehicles and the HR fee. The funding for the new vehicles has been placed in the Executive Direction and Support Services (EDSS) budget entity since the department has consolidated all vehicle acquisition budget in EDSS.

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POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A14 - AGY AMD REQ FY 2014-15						
NEW POSITIONS						
P101 PROPOSED CLASS CODE						
N0001 001						
3.00	141,575		54,234	195,809	0.00	195,809
-----						
TOTALS FOR ISSUE BY FUND						
2393 INSURANCE REG TF						
3.00	141,575		54,234	195,809		195,809
=====						

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TOTAL: CONSUMER SAFETY/PROTECTION						1205.00.00.00
BY FUND TYPE						
TRUST FUNDS.....	3.00	238,778	11,610		3.00	238,778 2000
SALARY RATE.....		141,575				141,575
=====						



	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
	AGY FIN REQ FY 2014-15	AGY AMD REQ FY 2014-15	AGY AMD N/R FY 2014-15	AGY AMD ANZ FY 2014-15	AGY AMD REQ FY 2014-15 OVER(UNDER) AGY FIN REQ FY 2014-15	CODES
	POS AMOUNT	POS AMOUNT	POS AMOUNT	POS AMOUNT	POS AMOUNT	
FINANCIAL SERVICES						43000000
PGM: LICNSNG/CNSMER PROTEC						43500000
CONSUMER ASSISTANCE						43500400
PUBLIC PROTECTION						12
CONSUMER SAFETY/PROTECTION						1205.00.00.00
ADJUSTMENTS TO CURRENT YEAR						
ESTIMATED EXPENDITURES						1600000
REAPPROVAL OF FIVE PERCENT TRANSFER						
IN DIVISION OF CONSUMER SERVICES						
TRANSFER EXPENSE TO OTHER PERSONAL						
SERVICES - DEDUCT						160F330
EXPENSES						040000
INSURANCE REG TF			75,000-		75,000-	2393 1

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AGENCY ISSUE NARRATIVE:

2014-2015 BUDGET YEAR NARRATIVE: IT COMPONENT? NO  
 Amended 2014-15 Narrative after January 31, 2014. This issue is for re-approval of the current year five percent transfer approved on 1/14/14. Agency amendment 14-AT12 (EOG Log# B7154) transferred funds from Expense to Other Personal Services in the Division of Consumer Services. This issue nets to zero with corresponding issue code 160F340. Summary: This is a new issue.

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REAPPROVAL OF FIVE PERCENT TRANSFER						
IN DIVISION OF CONSUMER SERVICES						
TRANSFER EXPENSE TO OTHER PERSONAL						
SERVICES - ADD						160F340
OTHER PERSONAL SERVICES						030000

INSURANCE REG TF			75,000		75,000	2393 1
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AGENCY ISSUE NARRATIVE:

2014-2015 BUDGET YEAR NARRATIVE: IT COMPONENT? NO  
 Amended 2014-15 Narrative after January 31, 2014. This issue is for re-approval of the current year five percent transfer approved on 1/14/14. Agency amendment 14-AT12 (EOG Log# B7154) transferred funds from Expense to Other Personal Services in the Division of Consumer Services. This issue nets to zero with corresponding issue code 160F330. Summary: This is a new issue.

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	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
					AGY AMD REQ	
					FY 2014-15	
					OVER(UNDER)	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY FIN REQ	
	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS
						AMOUNT
						CODES
FINANCIAL SERVICES						43000000
PROGRAM: FIRE MARSHAL						43300000
<u>FIRE MRSHL ADMN &amp; SUP SRVS</u>						43300500
PUBLIC PROTECTION						12
<u>LAW ENFORCEMENT</u>						<u>1202.00.00.00</u>
PROGRAM ISSUES						4000000
FIREFIGHTER MEMORIAL						4000190
SPECIAL CATEGORIES						100000
CONTRACTED SERVICES						100777
INSURANCE REG TF	-STATE		250,000	250,000		250,000
						2393 1

	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
	AGY FIN REQ FY 2014-15	AGY AMD REQ FY 2014-15	AGY AMD N/R FY 2014-15	AGY AMD ANZ FY 2014-15	AGY AMD REQ FY 2014-15	AGY FIN REQ FY 2014-15
	POS AMOUNT	POS AMOUNT	POS AMOUNT	POS AMOUNT	POS AMOUNT	POS AMOUNT
	-----	-----	-----	-----	-----	-----
FINANCIAL SERVICES						43000000
PGM: FINANCIAL SVCS COMM						43900000
OFFICE OF FINANCIAL REG						43900500
FINANCE REGULATION						43900560
PUBLIC PROTECTION						12
REGULATION AND LICENSING						1204.00.00.00
PROGRAM OR SERVICE-LEVEL						
INFORMATION TECHNOLOGY						3630000
ADDITIONAL RESOURCES AND FUNDING						
FOR THE ESTABLISHMENT OF THE CHECK						
CASHING TRANSACTION DATABASE IN						
COMPLIANCE WITH HB 217 (2013)						36331C0
SALARY RATE						000000
SALARY RATE.....	220,414	220,414				
	=====	=====	=====	=====	=====	=====
SALARIES AND BENEFITS						010000
REGULATORY TRUST FUND -STATE	5.00 308,534	5.00 308,534				2573 1
	=====	=====	=====	=====	=====	=====
EXPENSES						040000
REGULATORY TRUST FUND -STATE	49,715	49,715	20,020			2573 1
	=====	=====	=====	=====	=====	=====
SPECIAL CATEGORIES						100000
CCT DATABASE CONTRACT						100527
REGULATORY TRUST FUND -STATE	1	451,000	300,000		450,999	2573 1
	=====	=====	=====	=====	=====	=====
CONTRACTED SERVICES						100777
REGULATORY TRUST FUND -STATE	1				1-	2573 1
	=====	=====	=====	=====	=====	=====
TR/DMS/HR SVCS/STW CONTRCT						107040
REGULATORY TRUST FUND -STATE	1,720	1,720				2573 1
	=====	=====	=====	=====	=====	=====
TOTAL: ADDITIONAL RESOURCES AND FUNDING						36331C0
FOR THE ESTABLISHMENT OF THE CHECK						
CASHING TRANSACTION DATABASE IN						
COMPLIANCE WITH HB 217 (2013)						
TOTAL POSITIONS.....	5.00	5.00				
TOTAL ISSUE.....	359,971	810,969	320,020		450,998	

	COL A12	COL A14	COL A15	COL A16	COL A14-A12	
					AGY AMD REQ	
					FY 2014-15	
					OVER(UNDER)	
	AGY FIN REQ	AGY AMD REQ	AGY AMD N/R	AGY AMD ANZ	AGY FIN REQ	
	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	FY 2014-15	
	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT
						CODES
FINANCIAL SERVICES						43000000
PGM: FINANCIAL SVCS COMM						43900000
OFFICE OF FINANCIAL REG						43900500
FINANCE REGULATION						43900560
PUBLIC PROTECTION						12
REGULATION AND LICENSING						1204.00.00.00
PROGRAM OR SERVICE-LEVEL						
INFORMATION TECHNOLOGY						3630000
ADDITIONAL RESOURCES AND FUNDING						
FOR THE ESTABLISHMENT OF THE CHECK						
CASHING TRANSACTION DATABASE IN						
COMPLIANCE WITH HB 217 (2013)						36331C0
TOTAL SALARY RATE.....	220,414	220,414				

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AGENCY ISSUE NARRATIVE:

2014-2015 BUDGET YEAR NARRATIVE: IT COMPONENT? YES  
 Issue Title: Request Appropriation to Establish the Check Cashing Transaction Database

- Reference to Long-Range Program Plan:  
 This request will improve the Office's ability to reach the following goals:  
 Goal #1: Excellence in all OFR does;  
 Goal #2: Enforce compliance with state laws related to the financial industry;  
 Goal #3: Examine regulated companies and individuals; and  
 Goal #4: Register or chartered institutions, companies and individuals.

Issue Description/Need: The Office is required by House Bill 217 (2013 Legislature) to issue a competitive solicitation pursuant to s. 287.057 to hire a vendor for creation of a statewide, real time, online check cashing database to combat fraudulent check cashing activity. This request is to establish the appropriation necessary to authorize the office to cover the cost of implementation, ongoing maintenance, support, and other costs of the database. At this time, a competitive solicitation is in process in accordance with HB 217 to select the vendor to create the database. A placeholder of \$1 has been entered into the Check Cashing Transaction Database Contract category. This request will be updated once the solicitation is complete but prior to signing the contract.

The Office anticipates utilizing the services of an Independent Validation and Verification vendor to provide project oversight during the implementation of the CCD. The oversight and support provided by an Independent Validation and Verification vendor are integral to the project lifecycle from pre-procurement implementation and provides the Office with needed technical expertise. An amount of \$1 has been entered as a placeholder in Contracted Services category until additional information is available.

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2014-15	AGY AMD REQ FY 2014-15	AGY AMD N/R FY 2014-15	AGY AMD ANZ FY 2014-15	AGY AMD REQ FY 2014-15	AGY FIN REQ FY 2014-15	OVER(UNDER)				
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	
FINANCIAL SERVICES										43000000
PGM: FINANCIAL SVCS COMM										43900000
OFFICE OF FINANCIAL REG										43900500
FINANCE REGULATION										43900560
PUBLIC PROTECTION										12
REGULATION AND LICENSING										1204.00.00.00
PROGRAM OR SERVICE-LEVEL										
INFORMATION TECHNOLOGY										3630000
ADDITIONAL RESOURCES AND FUNDING										
FOR THE ESTABLISHMENT OF THE CHECK										
CASHING TRANSACTION DATABASE IN										
COMPLIANCE WITH HB 217 (2013)										36331C0

The Office is requesting a Financial Control Analyst, PG 026, for data mining, analysis, and report generation. The analyst is the central point of contact for the vendor during the creation of the database. Once the database is fully functional, the analyst will coordinate with and act as the division's point of contact for information requests by various interested parties, such as the Internal Revenue Service, DFS's Division of Insurance Fraud, DFS's Division of Workers Compensation, and the FDLE's Fusion Center. Additionally, this position will continuously monitor database activity to identify entity trends that demonstrate added risk that a licensed entity may be committing fraud or other statutory violations.

The Office is also requesting four (4) Financial Specialists, PG 025, as field examiners. There will be one in each office: Tallahassee, Miami, West Palm Beach, and Orlando. They will utilize standard examining procedures and methods in the performance and compilation of detailed examination and complaint investigations. They will be responsible for the timely preparation and submission of examination and complaint investigation reports, documentation, and work papers to include the timely completion of all REAL-related activities, such as scanning, indexing, attaching case documents, and creating and updating case notes.

This issue supports Florida's Strategic Plan for Economic Development Strategy number eighteen to revise permitting, development, and other regulatory processes to meet changing business needs and provide a predictable legal and regulatory environment.

Ultimate Outcome: Establish the Check Cashing Database in BE 43900560 Finance Regulation in accordance with Section 287.057, FS, as directed by HB 217.

Amended 2014-2015 Narrative After January 31, 2014.

Amends narrative provided for CCT Database Contract Category request.

The Florida Legislature passed House Bill 217 during the 2013 Session which amended Section 560.310, F.S., to include additional requirements for licensees concerning use of a centralized database in which pertinent information regarding check cashing transactions will be captured. The database would be used by the Office and other regulators (e.g., Department of Financial Services, Division of Workers Compensation) and law enforcement agencies (e.g., Department of

COL A12	COL A14	COL A15	COL A16	COL A14-A12	
AGY FIN REQ FY 2014-15	AGY AMD REQ FY 2014-15	AGY AMD N/R FY 2014-15	AGY AMD ANZ FY 2014-15	AGY AMD REQ FY 2014-15 OVER(UNDER)	AGY FIN REQ FY 2014-15
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT
					CODES
FINANCIAL SERVICES					43000000
PGM: FINANCIAL SVCS COMM					43900000
OFFICE OF FINANCIAL REG					43900500
FINANCE REGULATION					43900560
PUBLIC PROTECTION					12
REGULATION AND LICENSING					1204.00.00.00
PROGRAM OR SERVICE-LEVEL					
INFORMATION TECHNOLOGY					3630000
ADDITIONAL RESOURCES AND FUNDING FOR THE ESTABLISHMENT OF THE CHECK CASHING TRANSACTION DATABASE IN COMPLIANCE WITH HB 217 (2013)					36331C0

Financial Services, Division of Insurance Fraud) to target and identify persons that may be involved in workers' compensation insurance premium fraud and other illicit activities.

House Bill 217 mandated the Office to issue a competitive solicitation as provided in Section. 287.057, F.S., for a statewide, real time, on-line check cashing database (CCDB) to combat fraudulent check cashing activity. The expected outcome for this database is to provide real-time access into check cashing transactions where the amount of the payment instrument is in excess of \$1,000 per item or in the aggregate. Real-time access will permit the Office of Financial Regulation and the Department of Financial Services Divisions of Workers Compensation and Insurance Fraud to promptly identify potential fraudulent activity and react with swift and concise action thereby reducing the amount of fraud that can be perpetrated.

The Office issued the Invitation to Negotiate (ITN) #DFS (OFR) ITN 13/14-08 Check Cashing Database IT System Implementation to procure a multi-year contract to implement the technical requirements as provided by the Office and services to operate and maintain the implemented system. The Office identified three deployment (hosting) options for consideration by prospective bidders for the CCDB. Respondents were able to submit proposals for one of the three options or for more than one option. Options available were as follows:

- Option 1: Host CCDB within OFR (outside REAL)
- Option 2: Host CCDB within / as an extension of REAL
- Option 3: Host CCDB outside OFR (and REAL)

There were three respondents to the ITN. Based on vendor responses, negotiation discussions, clarifications requests and documentation submitted by the vendors, the Office issued an intent to award the contract for the Check Cashing Database IT System Implementation to Veritec Solutions LLC for an initial two (2) year term with three (3) optional one-year renewals. The award of this contract is contingent upon the necessary appropriations from the Legislature in the 2014 Legislative Session and will not be entered into until July 1, 2014. It is anticipated that the check cashing database will be fully functional and in use by the industry by the end of January 2015. Should the funding for the CCDB not be appropriated, then the Office will not sign the contract with Veritec to develop and implement the CCDB and, therefore, will not be in compliance with amended Section 560.310, F.S., regarding the establishment of the CCDB.

Veritec will develop and host the new system externally at its facility in Jacksonville, FL (option 3 above) and retain ownership of source code. Veritec will not charge the Office for the development of the system but the Office will incur

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2014-15	AGY AMD REQ FY 2014-15	AGY AMD REQ FY 2014-15	AGY AMD N/R FY 2014-15	AGY AMD ANZ FY 2014-15	AGY AMD ANZ FY 2014-15	AGY AMD ANZ FY 2014-15	AGY AMD ANZ FY 2014-15	AGY AMD REQ FY 2014-15	AGY FIN REQ FY 2014-15	
POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	POS	AMOUNT	
FINANCIAL SERVICES										43000000
PGM: FINANCIAL SVCS COMM										43900000
OFFICE OF FINANCIAL REG										43900500
FINANCE REGULATION										43900560
PUBLIC PROTECTION										12
REGULATION AND LICENSING										1204.00.00.00
PROGRAM OR SERVICE-LEVEL										
INFORMATION TECHNOLOGY										3630000
ADDITIONAL RESOURCES AND FUNDING										
FOR THE ESTABLISHMENT OF THE CHECK										
CASHING TRANSACTION DATABASE IN										
COMPLIANCE WITH HB 217 (2013)										36331C0

costs for the maintenance and operation of the CCDB at \$57,500 per fiscal year. As the Office does not have the resources nor knowledge base, Veritec will also deliver call center services to provide frontline support to the check cashers experiencing technical issues with the CCDB. The cost for the call center service is \$93,500 per fiscal year. The total recurring fiscal year payment to Veritec will be \$151,000.

Additionally, the Office is requesting \$200,000 in non-recurring funding to utilize the services of an Independent Validation and Verification (IV and V) vendor to provide project oversight during the implementation of the CCD. The oversight and support provided by an IV and V vendor are integral to the project lifecycle from pre-procurement through implementation and provides the Office with needed technical expertise. The Office is also requesting \$100,000 in non-recurring funding to allow the Office to immediately react to any unforeseen circumstances arising from the startup of the CCDB in its initial year. The total amended request in the CCT Database Contract Category is \$451,000 for FY 2014-15 with \$300,000 non-recurring.

Ultimate Outcome: Establish the Check Cashing Database in BE 43900560 Finance Regulation in accordance with Section 287.057, FS, as directed by HB 217.

Detail of Costs:

CAT 100527 CCT Database Contract

Quantity	Description	Amount	Non-Recurring
1	Veritec Operations and Maintenance Fee	\$57,500	
1	Veritec Call Center	\$93,500	
1	Independent Verification and Validation Vendor	\$200,000	\$200,000
1	Contingency Funding	\$100,000	\$100,000

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2014-15	POS AMOUNT	AGY AMD REQ FY 2014-15	POS AMOUNT	AGY AMD N/R FY 2014-15	POS AMOUNT	AGY AMD ANZ FY 2014-15	POS AMOUNT	AGY AMD REQ FY 2014-15 OVER(UNDER)	AGY FIN REQ FY 2014-15	
FINANCIAL SERVICES										43000000
PGM: FINANCIAL SVCS COMM										43900000
OFFICE OF FINANCIAL REG										43900500
FINANCE REGULATION										43900560
PUBLIC PROTECTION										12
REGULATION AND LICENSING										1204.00.00.00
PROGRAM OR SERVICE-LEVEL										
INFORMATION TECHNOLOGY										3630000
ADDITIONAL RESOURCES AND FUNDING										
FOR THE ESTABLISHMENT OF THE CHECK										
CASHING TRANSACTION DATABASE IN										
COMPLIANCE WITH HB 217 (2013)										36331C0

Total CCTDB Contract \$451,000 \$300,000

CAT 100000 SALARY and BENEFITS		Amount	Non-Recurring
Position	Description		
1	Financial Control Analyst, PG 026,	\$ 64,342	\$-0-
4	Financial Specialist Analyst, PG 025,	\$244,192	\$-0-
Total Salary and Benefits		\$308,534	\$-0-

EXPENSES:			
Quantity	Title	Amount	Non-Recurring
5	Expenses @ \$9,943	\$ 49,715	\$20,020

TR/HR/DMS:			
Quantity	Title	Amount	Non-Recurring
5	TR/HR/DMS 5 @ \$344	\$ 1,720	\$-0-



COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2014-15	POS AMOUNT	AGY AMD REQ FY 2014-15	POS AMOUNT	AGY AMD N/R FY 2014-15	POS AMOUNT	AGY AMD ANZ FY 2014-15	POS AMOUNT	AGY AMD REQ FY 2014-15 OVER(UNDER)	AGY FIN REQ FY 2014-15	

FINANCIAL SERVICES										43000000
PGM: FINANCIAL SVCS COMM										43900000
OFFICE OF FINANCIAL REG										43900500
FINANCE REGULATION										43900560
PUBLIC PROTECTION										12
REGULATION AND LICENSING										1204.00.00.00
PROGRAM OR SERVICE-LEVEL										
INFORMATION TECHNOLOGY										3630000
ADDITIONAL RESOURCES AND FUNDING										
FOR THE ESTABLISHMENT OF THE CHECK										
CASHING TRANSACTION DATABASE IN										
COMPLIANCE WITH HB 217 (2013)										36331C0

Issue Total                      \$810,969                      \$320,020

Summary: This narrative supplements the original narrative to update the request for funding in the CCT Database Contract Category. The change in funding is to replace the \$1 placeholder with the updated request of \$451,000. The amended request also removes the \$1 placeholder in the Contracted Services category.

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POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A12 - AGY FIN REQ FY 2014-15							
NEW POSITIONS							
1566 FINANCIAL SPECIALIST N0002 001	4.00	174,032		70,160	244,192	0.00	244,192
1567 FINANCIAL CONTROL ANALYST N0001 001	1.00	46,382		17,960	64,342	0.00	64,342
TOTALS FOR ISSUE BY FUND							
2573 REGULATORY TRUST FUND							308,534
	5.00	220,414		88,120	308,534		308,534

COL A12		COL A14		COL A15		COL A16		COL A14-A12		CODES
AGY FIN REQ FY 2014-15	POS	AGY AMD REQ FY 2014-15	POS	AGY AMD N/R FY 2014-15	POS	AGY AMD ANZ FY 2014-15	POS	AGY AMD REQ FY 2014-15 OVER(UNDER)	AGY FIN REQ FY 2014-15	
AMOUNT		AMOUNT		AMOUNT		AMOUNT		AMOUNT	AMOUNT	

FINANCIAL SERVICES 43000000  
 PGM: FINANCIAL SVCS COMM 43900000  
 OFFICE OF FINANCIAL REG 43900500  
 FINANCE REGULATION 43900560  
 PUBLIC PROTECTION 12  
 REGULATION AND LICENSING 1204.00.00.00  
 PROGRAM OR SERVICE-LEVEL INFORMATION TECHNOLOGY 3630000  
 ADDITIONAL RESOURCES AND FUNDING FOR THE ESTABLISHMENT OF THE CHECK CASHING TRANSACTION DATABASE IN COMPLIANCE WITH HB 217 (2013) 36331C0

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A14 - AGY AMD REQ FY 2014-15						
NEW POSITIONS						
1566 FINANCIAL SPECIALIST N0002 001	4.00	174,032	70,160	244,192	0.00	244,192
1567 FINANCIAL CONTROL ANALYST N0001 001	1.00	46,382	17,960	64,342	0.00	64,342
TOTALS FOR ISSUE BY FUND						
2573 REGULATORY TRUST FUND	5.00	220,414	88,120	308,534		308,534

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 TOTAL: REGULATION AND LICENSING 1204.00.00.00  
 BY FUND TYPE

TRUST FUNDS.....	5.00	359,971	810,969	320,020	450,998	2000
SALARY RATE.....	220,414	220,414				