



Government Operations Appropriations Subcommittee

Meeting Packet

**February 10, 2015
8:00 a.m. – 10:00 a.m.
Morris Hall**



The Florida House of Representatives
Appropriations Committee
Government Operations Appropriations Subcommittee

Steve Crisafulli
Speaker

Jeanette Nuñez
Chair

February 10, 2015

AGENDA
8:00 AM – 10:00 AM
Morris Hall

- I. Call to Order/Roll Call**
- II. Fiscal Year 2015-16 Legislative Budget Requests**
- III. Fiscal Year 2015-16 Priority Listing of Agency Budget Issues for Possible Reduction in the Event of Revenue Shortfalls**

Deputy CFO Paul Whitfield, Department of Financial Services
Chairman Mike Hogan, Public Employees Relations Commission
Executive Director Braulio Baez, Public Service Commission
Executive Director Michelle Wilson, Florida Human Relations Commission
Chief Financial Officer of OFR Ross Nobles, Office of Financial Regulation

- IV. Closing Remarks/Adjourn**



CHIEF FINANCIAL OFFICER
JEFF ATWATER

FLORIDA DEPARTMENT OF FINANCIAL SERVICES

**Legislative Budget Request Issues and
Schedule VIII B-2 Possible Reduction Issues
for
Fiscal Year 2015 - 2016**

*House Government Operations Appropriations Subcommittee
February 10, 2015*

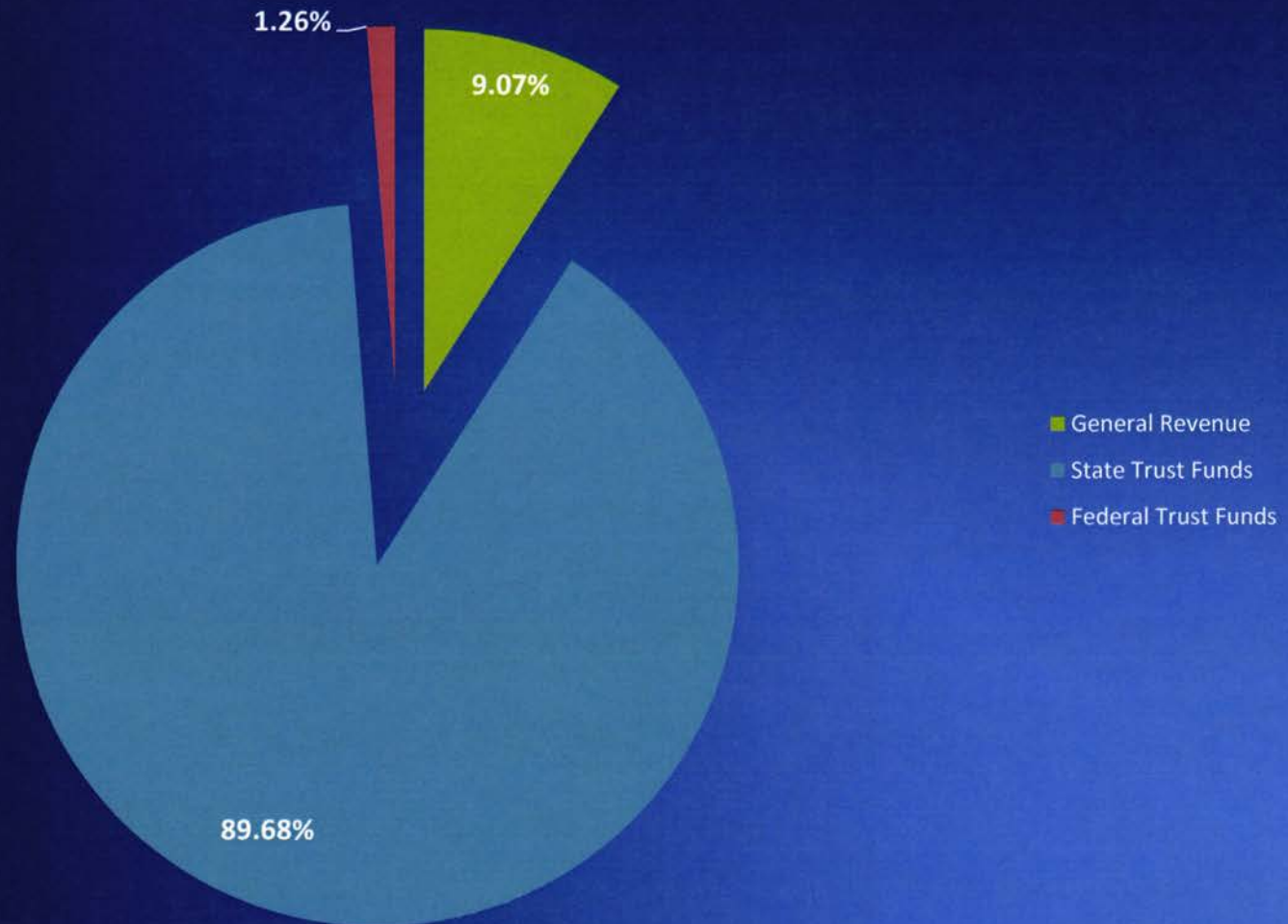
Funding Sources for FY 2014 – 15

Recurring, Non-recurring and Fixed Capital Outlay

General Revenue \$23,353,603

State Trust Funds \$231,021,542

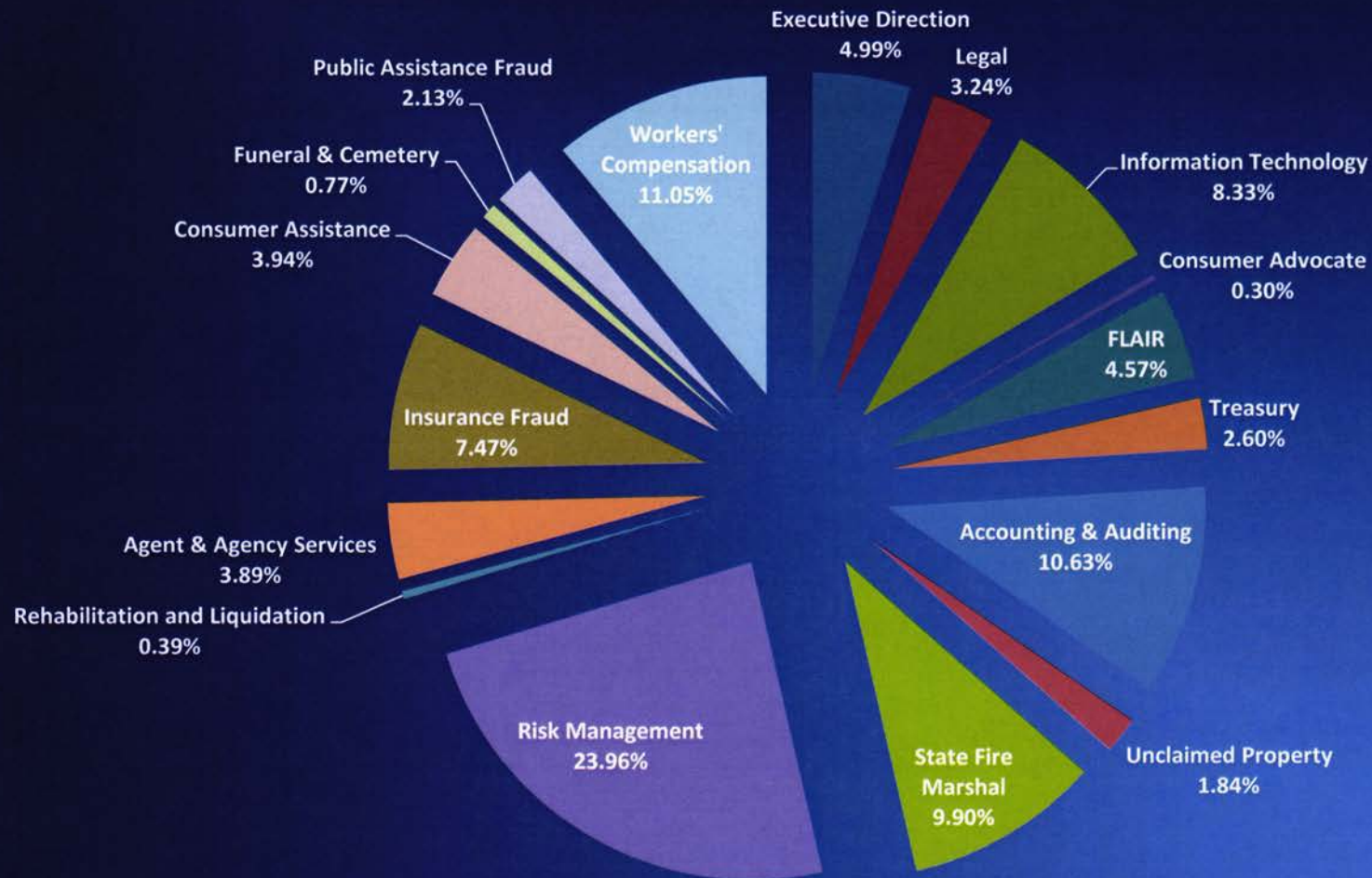
Federal Trust Funds \$3,236,689



Historical Funding Levels



FY 2014 – 15 Funding



DFS Operations

- **Executive Direction and Support Services:**
 - Provides overall direction for the department's constitutional, statutory, and administrative responsibilities. (CFO, IG, Cabinet, Legislative Affairs, Communications, Admin)
- **Legal Services:**
 - Advises the CFO and program staff on legal matters pertinent to their responsibilities. Legal also responds to inquiries from external customers and manages the agency's public records office.
- **Information Technology:**
 - Provides expertise for IT assessments, design, development, purchase, project management, implementation, desktop support, internal consultants, and customer services support for DFS, OIR and OFR.
- **Consumer Advocate:**
 - Examines rate and form filings submitted to the OIR and recommends to DFS or OIR any position deemed to be of public interest.
- **Information Technology – FLAIR:**
 - Provides day-to-day operations for the State of Florida's accounting system.
- **Treasury:**
 - Evaluates deposit collateral, performs cash management services, and administers the state's deferred compensation program for all state employees.

- **Accounting and Auditing:**

- Maintains the Florida Accountability Contract Tracking System (FACTS), settles the state's accounts, maintains the state's financial information in FLAIR, and issues the annual financial report.

- **Unclaimed Property:**

- Locates and returns unclaimed property to the rightful owners.

- **State Fire Marshal:**

- Enforces laws and rules relating to the fire systems and evacuation plans of state-owned buildings, the Boiler Safety Act; licenses and regulates fire equipment, fire protection systems, construction mining, explosive/fireworks; investigates fires/explosions; runs the State Fire College for training; certifies other fire academies; administers fire service certification; and runs the State Fire Lab.

- **Risk Management:**

- Ensures state agencies are provided quality workers' compensation, general liability, federal civil rights, auto liability, and property insurance coverage.

- **Rehabilitation and Liquidation:**

- Coordinates the rehabilitation and liquidation of financially impaired or insolvent insurance companies.

- **Agent and Agency Services:**
 - Administers the insurance laws related to insurance representative licenses, examination, continuing education and pre-licensing schools and courses; and investigates complaints by licensees and unlicensed individuals.
- **Insurance Fraud:**
 - Investigates insurance fraud and related criminal offenses
- **Consumer Assistance:**
 - Educates consumers regarding purchasing appropriate insurance products; resolves insurance problems with insurance companies; assists with insurance claims, complaints and inquires.
- **Funeral and Cemetery:**
 - Oversees regulation of the death care industry by issuing licenses; conducting inspections; performing financial exams of pre-need contracts; and investigating consumer complaints.
- **Public Assistance Fraud:**
 - Identifies irregularities incidental to the disbursement of public monies, food stamps, or other items or benefits authorized to recipients.
- **Workers' Compensation:**
 - Ensures the self-execution of the workers' compensation system through education and enforcement.

FTE and Budget by Entity

<u>Budget Entity</u>	<u>FTE</u>	<u>General Revenue</u>	<u>Trust Funds</u>	<u>Total</u>
Executive Direction	136.0		12,864,444	12,864,444
CFO	21.0		2,548,762	2,548,762
Inspector General	13.0		1,260,259	1,260,259
Communications	5.0		446,780	446,780
Cabinet Affairs	3.0		314,791	314,791
Legislative Affairs	3.0		297,341	297,341
Finance & Accounting	32.0		2,349,870	2,349,870
Budget	5.0		590,746	590,746
Human Resources	11.0		839,873	839,873
General Services	43.0		4,216,022	4,216,022
Legal	92.0		8,357,794	8,357,794
IT	133.0		21,449,938	21,449,938
Consumer Advocate	5.0		774,854	774,854
FLAIR	99.0	10,644,685	1,123,634	11,768,319
Treasury	60.5		6,686,552	6,686,552
Deposit Security	22.0		1,901,903	1,901,903
State Funds Management	26.5		3,012,419	3,012,419
Supplemental Retirement	12.0		1,772,230	1,772,230
Accounting & Auditing	201.0	12,708,918	14,679,969	27,388,887
Unclaimed Property	64.0		4,747,449	4,747,449

FTE and Budget by Entity - cont'd

<u>Budget Entity</u>	<u>FTE</u>	<u>General Revenue</u>	<u>Trust Funds</u>	<u>Total</u>
State Fire Marshal	237.0		25,495,554	25,495,554
SFM - Compliance & Enforcement	68.0		4,512,668	4,512,668
SFM - Fire & Arson	124.0		11,631,859	11,631,859
SFM - Fire College	29.0		6,615,970	6,615,970
SFM - Executive Direction	16.0		2,735,057	2,735,057
Risk Management	113.0		61,731,694	61,731,694
Rehabilitation and Liquidation	7.0		1,001,770	1,001,770
Agent and Agency Services	124.0		10,021,083	10,021,083
Insurance Fraud	194.0		19,250,226	19,250,226
Consumer Assistance	116.0		10,154,382	10,154,382
Funeral & Cemetery	22.0		1,973,725	1,973,725
Public Assistance Fraud	67.0		5,479,505	5,479,505
Workers' Compensation	297.0		28,465,658	28,465,658

5% Target Reductions

- The 5% reduction target for the Department of Financial Services in FY 2015 – 16.
 - General Revenue = \$1.2 million
 - Trust Funds = \$10.2 million
 - Minimum = \$.1M GR \$1.5M TF (20 FTE)
 - Moderate = \$.3M GR \$.9M TF (18 FTE)
 - Significant = \$1.1M GR \$9.7M TF (70 FTE)
- Minimum: EDSS, Consumer Advocate, Accounting, Agent & Agency, Workers' Comp
- Moderate: Treasury, Accounting, State Fire Marshal, Insurance Fraud, Consumer Assistance, Funeral & Cemetery, Workers' Comp
- Significant: EDSS, Legal, IT, FLAIR, Treasury, Accounting, Unclaimed Property, State Fire Marshal, Risk Management, Agent & Agency, Consumer Assistance, Funeral & Cemetery, Public Assistance Fraud

Reductions by Program

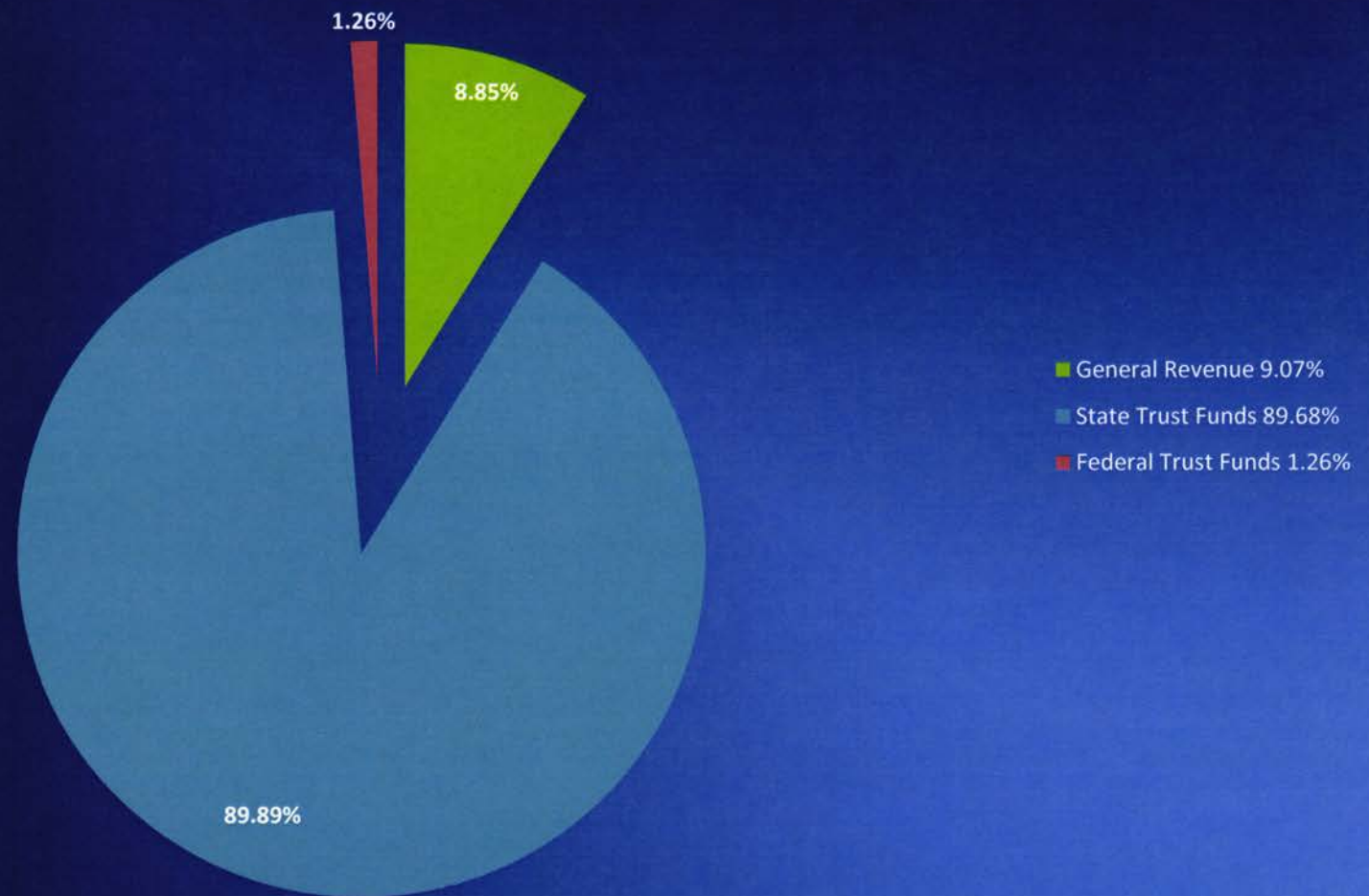
Budget Entity Title	FTE	Filled FTE	General Revenue	Trust Funds
Chief Financial Officer/Admin (Includes Legal, IT, IT-FLAIR and Consumer Advocate)	(17.00)	(11.00)	(733,219)	(2,777,040)
Treasury (Includes Deferred Compensation)	(4.00)	(4.00)		(338,192)
State Accounting and Auditing (Includes Unclaimed Property)	(21.00)	(9.00)	(871,315)	(750,567)
State Fire Marshal	(25.00)	(24.00)		(1,152,754)
Risk Management				(4,161,122)
Agent and Agency Services	(14.00)	(1.00)		(693,433)
Insurance Fraud	(3.00)	(3.00)		(137,180)
Consumer Assistance	(11.00)			(550,256)
Funeral and Cemetery	(2.00)	0.00		(136,634)
Public Assistance Fraud				(245,856)
Workers' Compensation	(11.00)	(11.00)		(1,178,317)
Total:	(108.00)	(63.00)	(1,604,534)	(12,121,351)

FY 2015 – 16 Funding Request

General Revenue \$23,340,168

State Trust Funds \$237,088,673

Federal Trust Funds \$3,326,481



New Budget Issues

- Total LBR request is \$263.8 million – \$23.3M in General Revenue and \$240.4M in trust funds.

- This equates to a 2.4% increase in total budget, largely attributable to FLAIR planning funding and Fire College FCO.

- **Highest priority – FLAIR:**

- Year 2 of FLAIR replacement funding – 25 FTE and \$15M in TF

- CY funding is non-recurring – 22 FTE and \$9M in TF

- Requesting 25 FTE and salary be recurring in FY 2015–16

- Quarterly progress updates are given to Legislative staff

- Year 5 (final year) FLAIR succession plan – 1 FTE, \$88,914

- FLAIR support – \$2M

- Expertise in antiquated computer systems

New Budget Issues – cont'd

•Operational Needs:

•Law Enforcement – \$847K

- Spending authority for state/federal seizure cash – \$546K
- Arson Lab equipment – \$100K
- State Fire Marshal operational expenses – \$200K

•Non Law Enforcement – \$3.1M

- Bank fees – \$274K
- Risk Management Information System (RMIS) recurring operational costs – \$554K
- Risk Management medical contract increases – \$222K
- Information Technology infrastructure – \$356K non-recurring
- Workers' Compensation statewide insurance increase – \$706K
- Property insurance additional coverage – \$989K

•Operational FTE increases – 21 FTE and \$1.6M

- Workers' Compensation (WC) self-sufficiency – 2 FTE and \$181K
- Unclaimed Property Management Information System (UPMIS) – 3 FTE and \$288K
- Funeral & Cemetery audits – 5 FTE and \$408K
- Risk Management WC claims – 4 FTE and \$323K
- Workers' Compensation business compliance – 7 FTE and \$441K

•Year 2 Workers' Compensation Arson investigators – 3 FTE and \$210,000

•Fixed Capital Outlay – Fire College & Arson Lab

- Maintenance and Repairs – \$285K (College – \$250K; Lab – \$35K)
- New Air Handlers in Lab – \$100K



CHIEF FINANCIAL OFFICER
JEFF ATWATER

FLORIDA DEPARTMENT OF FINANCIAL SERVICES

Budget Officer

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PERC AGENCY OVERVIEW



**Prepared for the
HOUSE GOVERNMENT OPERATIONS
APPROPRIATIONS SUBCOMMITTEE
February 10, 2015**

MISSION

The Public Employees Relations Commission is a small quasi-judicial agency created to resolve public sector labor and employment disputes and to otherwise effectuate the state's labor policy to promote harmonious and cooperative relationships between government and its employees, both collectively and individually, and to protect the public by assuring the orderly and uninterrupted operations and functions of government as prescribed by the Florida Constitution and state statutes.

The Commission serves over 600,000 employees and has jurisdiction over all state and local governments to include cities, counties, school boards and special taxing districts.

OVERVIEW OF AGENCY

The Public Employees Relations Commission (PERC) was originally staffed with forty-two full-time equivalents with a single jurisdiction of labor disputes and its funding was predominantly General Revenue (98%). Currently PERC has twenty-six positions and is responsible for seven employment law jurisdictions and funding is split equally between General Revenue and the PERC Trust Fund. In summary, since its inception PERC has reduced its workforce by thirty-eight percent (38%), while absorbing six new employment law jurisdictions and still has maintained excellent results as reflected in its performance standard measurements.

Unlike other agencies, PERC has a single program. The agency has absorbed past budget reductions and shortfalls due to change in funding structure by reorganizing staff, consolidating positions and leased space, cutting non-essential travel and significantly reducing administrative overhead.

For Fiscal Year 2015-2016 PERC submitted a continuation Legislative Budget Request with no Legislative Budget Issues.

JURISDICTION AND AUTHORITY

Labor Cases

Public employees in the State of Florida have the constitutional right to collectively bargain. "Public employees" means employees of the state, counties, school boards, municipalities and special taxing districts. This includes all fire, police, corrections, school teachers and support personnel, attorneys, medical personnel, state troopers, toll collectors, sanitation employees and clerical, etc. It is estimated that there are well over 600,000 public employees in bargaining units throughout the State of Florida. The Commission holds hearings and resolves disputes about the composition of bargaining units and alleged unfair labor practices.

Employment Cases

PERC has jurisdiction over career service appeals in the State of Florida. There are state employees who have civil service privileges under the Florida Constitution concerning discipline, such as discharge, demotion and suspensions, etc. They have the right to appeal these actions to the commission, which will appoint a hearing officer to hold an evidentiary hearing to determine if there was cause for the discipline and, in certain cases, whether the discipline should be mitigated.

JURISDICTION AND AUTHORITY

LABOR

- **Labor Cases**
 - Art. I, s. 6, Fla. Const.
 - Ch. 447, Part II, Fla. Stat.
- **Other Labor Functions**
 - Employee Organization
(Union) Registrations
 - Representation (Union) Elections
 - Collective Bargaining Impasse
Resolution

EMPLOYMENT

- **Career Service Appeals**
 - Art. III, s. 14, Fla. Const.
 - ss. 110.227, 447.207, Fla. Stat.
- **Other Employment Cases**
 - Veterans' Preference Appeals
 - Drug-Free Workplace Act Appeals
 - Age Discrimination Appeals
 - Forced Retirement Appeals
 - Whistle Blower Act Appeals

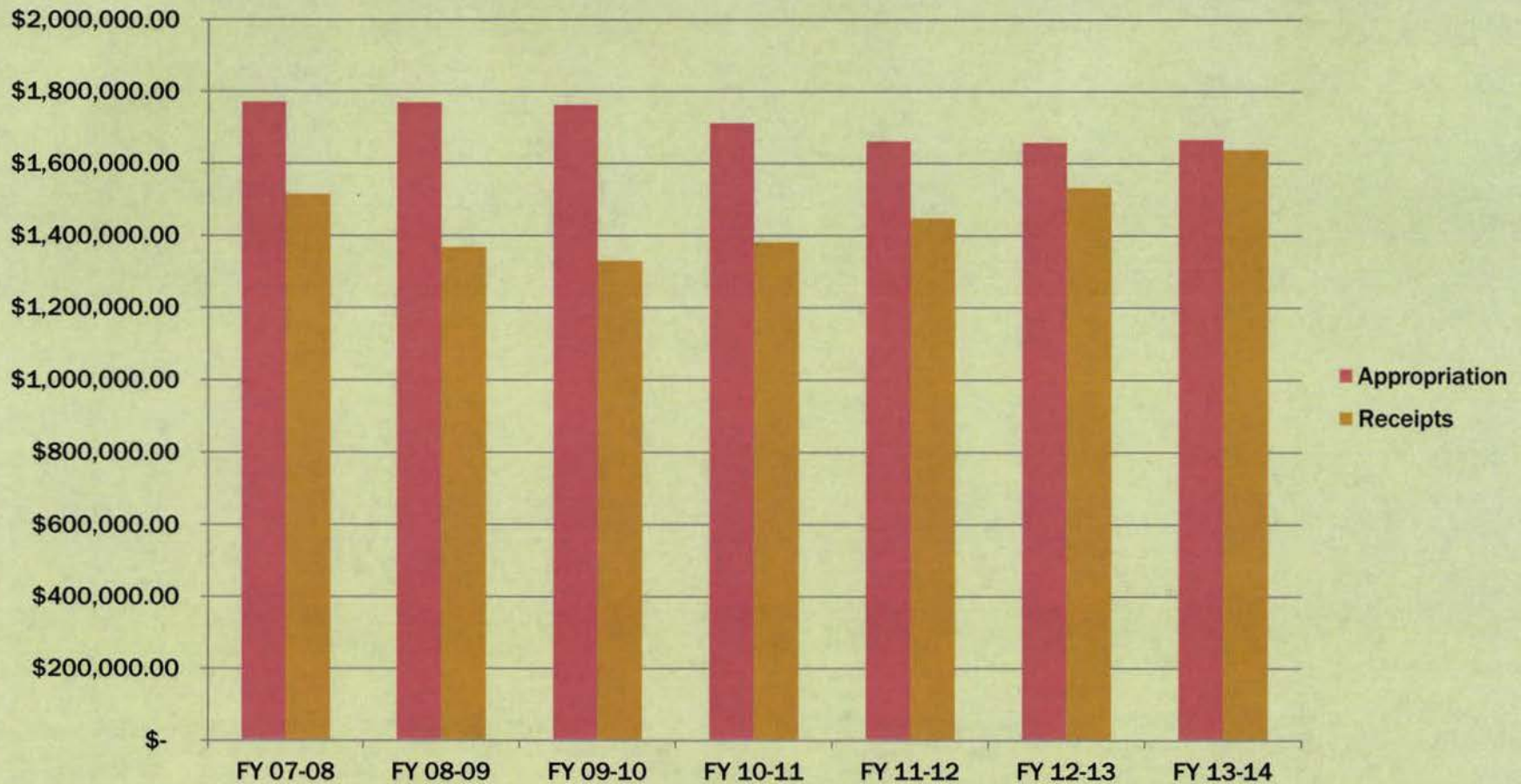
PERFORMANCE RESULTS

- **99%: Percent of timely labor dispositions**
- **99%: Percent of timely employment dispositions**
- **89%: Percent of appealed dispositions affirmed or dismissed/withdrawn**

(Commission decision affirmed by the appellate courts or cases dismissed/withdrawn by parties on appeal)



TRUST FUND: APPROPRIATIONS VS. REVENUE RECEIPTS



Actual revenues fell below estimates



PUBLIC EMPLOYEES RELATIONS COMMISSION BUDGET REDUCTION PROPOSAL

2015-2016 Base Budget

GENERAL REVENUE	CATEGORY	TRUST FUND
\$ 1,377,427 (80%)	SALARIES/ BENEFITS	\$ 1,265,024 (73%)
\$ 149,277	OPS	\$ 53,628
\$ 57,094	EXPENSES	\$ 345,814 (20%)
\$ 37,399	OCO	\$ 5,721
\$ 35,070	Special Category CONTRACT SRVCS	\$ 32,500
\$ 5,247	Special Category RISK MANAGEMENT	\$ 7,951
\$ 34,314	Special Category ADMIN. OVERHEAD	\$ —
\$ 5,642	Special Category HR SERVICES	\$ 5,377
\$ 13,965	Special Category DP SERVICES	\$ 14,190
\$ 1,715,435	TOTAL	\$ 1,730,205

2015-2016 Fiscal Year

Total Budget: \$3,445,640

Target Reduction (\$171,081)

- **Reduce Salaries & Benefits 4%**
(2 of 24 FTEs (8%) - \$115,519)
- **Reduce Other Personal Services 27%**
(temporary staffing - \$ 55,562)

PROGRAM IMPACT

Program Impact: Significant.

Reductions in staff may impair PERC's quality and expeditious resolution of labor and employment disputes which in turn could cause significant disruptions to public services, including police, fire, corrections, healthcare and teachers.

This reduction action could significantly impact the agency to the point it may require the Commission to request that the Legislature extend the established timelines (performance based budgeting standards) for resolution of cases. It would also eliminate or reduce clerical and temporary support used for case handling, staffing public sector collective bargaining elections and converting microfilm to electronic form for storage in archival databases which will not only negatively impact the performance of the agency but will also have an adverse impact on efficiency.

MATTERS OF INTEREST

- Trust Funding comes primarily from a distribution from the Local Government Half Cent Sales Tax. Historically, declining sales tax revenues have resulted in Trust fund shortfalls.
- In the last five fiscal years staffing has been reduced by 26%.
- Position reductions have resulted in minimal staffing levels and no “back up” provisions. This leaves the Commission particularly vulnerable to an inability to perform its mission. Currently two members of the leadership team are scheduled to exit DROP in the near future and because of our minimal staffing levels we do not have an internal succession plan which would provide for a smooth and efficient transition and the continuation of optimal operational levels.
- Technology – hardware and software. The Commission has several technology projects in progress to include replacement of hardware to meet current requirements and future needs. We are also exploring the possibility of providing videoconferencing facilities as a hearing option which will initially require an investment in equipment to support the infrastructure but will reduce travel related costs for all parties. Software initiatives include maintenance and enhancements to the Case Management System and Electronic Filing tool. Similar systems are currently in place at other judicial agencies and allow us to provide easier and more efficient access to those we serve as well as savings related to the reduction of paper and postage costs.
- Leased space. The Commission recently negotiated space and relocated to a facility that was designed specifically to optimize efficiencies and customer service. The rental rate for the new facility is \$14.25 per square foot decreasing to \$13.62 over the life of the lease which is below current state rates resulting in a savings to the State of Florida.
- Meet legislative objectives and perform mission.



**Public Service Commission
Presentation of FY 2015-16
LBR & Schedule VIIB-2**

**The Florida House of Representatives
Government Operations Appropriations
Subcommittee**

**Braulio L. Baez
Executive Director
February 10, 2015**



Overview

The Public Service Commission (PSC) is committed to making sure that Florida's consumers receive some of their most essential services – electric, gas, water and wastewater, and telephone – in a safe, affordable, and reliable manner.

- **Electricity, Natural Gas, and Water and Wastewater:**
 - The PSC regulates the electric and gas IOUs in the state and the water and wastewater IOUs in those counties that have given us jurisdiction.
 - The PSC also has limited authority over publicly-owned municipal and rural cooperative utilities.
- **Telecommunications:**
 - The PSC has regulatory authority over the wholesale relationships of the state's various telecommunications companies, and over certain retail programs such as Lifeline and Relay.



Fiscal Overview & LBR

The PSC is nearly 100% funded by Regulatory Assessment Fees

FY 2014-15: \$25.4M Operating Budget

286 FTE

Fiscal Year 2015-16 Legislative Budget Request

Eliminate 2 Vacant Positions (Reduction of \$101,946)



Summary of Schedule VIII B-2 Reduction Issues

By Key Areas

Public Service Commission 5% Reduction Target \$1,261,898

Rate Base / Economic Regulation involves analyzing requested rate changes and conducting earnings surveillance to ensure that regulated utilities are not exceeding their authorized rates of return.

- Streamline Approval of Municipal and Cooperative Electric Utilities Tariffs
- Reduce Federal and State Interagency Activity

Safety, Reliability, and Consumer Protection involves electric and gas safety inspections, ensuring electric, gas, and water reliability, determining the need for additional power plants, oversight of conservation programs and responding to consumer contacts regarding utility matters.

- Convert Hard Copy System and Territory Maps to Electronic Format
- Reduction in Field Audit Staff
- Reduce Annual Report Reviews (Small Water and Wastewater Companies)
- Reduction in Water Certification Review Staff
- Reduce Customer Complaint Resolution Staff



Summary of Schedule VIII B-2 Reduction Issues

By Key Areas

Competitive Market Oversight entails facilitating the function of existing telecommunication markets, resolving disputes and investigating allegations of anti-competitive behavior, while ensuring low-income and hard of hearing citizens have access to telephone service.

- Elimination of Jurisdiction for Pay Telephone Service Providers
- Reduce Amount of Oversight of the Lifeline Program
- Eliminate the Telecommunications and Competition Report



Summary of Schedule VIII B-2 Reduction Issues

By Key Areas

Category	Reduction Amount	FTE Reduction
Rate Base / Economic Regulation	\$303,798	5
Safety, Reliability, and Consumer Protection	\$333,157	6
Competitive Market Oversight	\$183,488	3
Operational Efficiencies & Administrative Support	\$441,455	8
Totals	\$1,261,898	22



Summary

- **Legislative Agency**
- **99.1% Trust Funded, Less than 1% General Revenue**
- **Legislative Budget Request FY 2015-16**
 - 1 Agency Issue
 - 2 FTE Reduction
- **Schedule VIII B-2**
 - 5% Target - \$1.26M
 - 15 Issues: Reduction of 22 FTE

FLORIDA COMMISSION ON HUMAN RELATIONS

Michelle Wilson, Executive Director

*Presentation to the House Government Operations
Appropriations Subcommittee*

February 10, 2015



STATUTORY AUTHORITY

Chapter 760, Florida Statutes

The Florida Commission on Human Relations investigates allegations of discrimination in employment (15+ employees), housing, public accommodations (hotels, motels & restaurants) and allegations of retaliation of state government employees who file whistle-blower complaints.



COMMISSIONERS

- 12 individuals appointed by the Governor and confirmed by the Senate
- Broadly representative of groups in Florida
- At least one member must be 60 years of age or older
- Serve 2-year terms
- Non-Salaried



CURRENT APPROPRIATIONS

Positions: 51.5 FTEs/4 OPS

General Revenue: \$4.5 Million

(1-time moving expense GR: \$726,386)

Trust Fund: \$1.5 Million

Federal Receipts

- Federal Equal Employment Opportunity Commission (EEOC)
- Federal Housing & Urban Development (HUD)



FY 2015-16 LBR PRIORITIES

- ▣ **Convert 3 OPS Investigators to FTEs - \$137,999**
 - ▣ Received OPS funds in FY 2014-15
 - ▣ FCHR has spent significant time/resources to train
 - ▣ Has helped reduce caseload and backlog
 - ▣ Make permanent to safeguard investment

- ▣ **2 FTE's – Community Relations Unit - \$141,466**

- ▣ **State Lease Rent Increase - \$44,401**

- ▣ **DMS Administrative Overhead OIG Services - \$10,532**

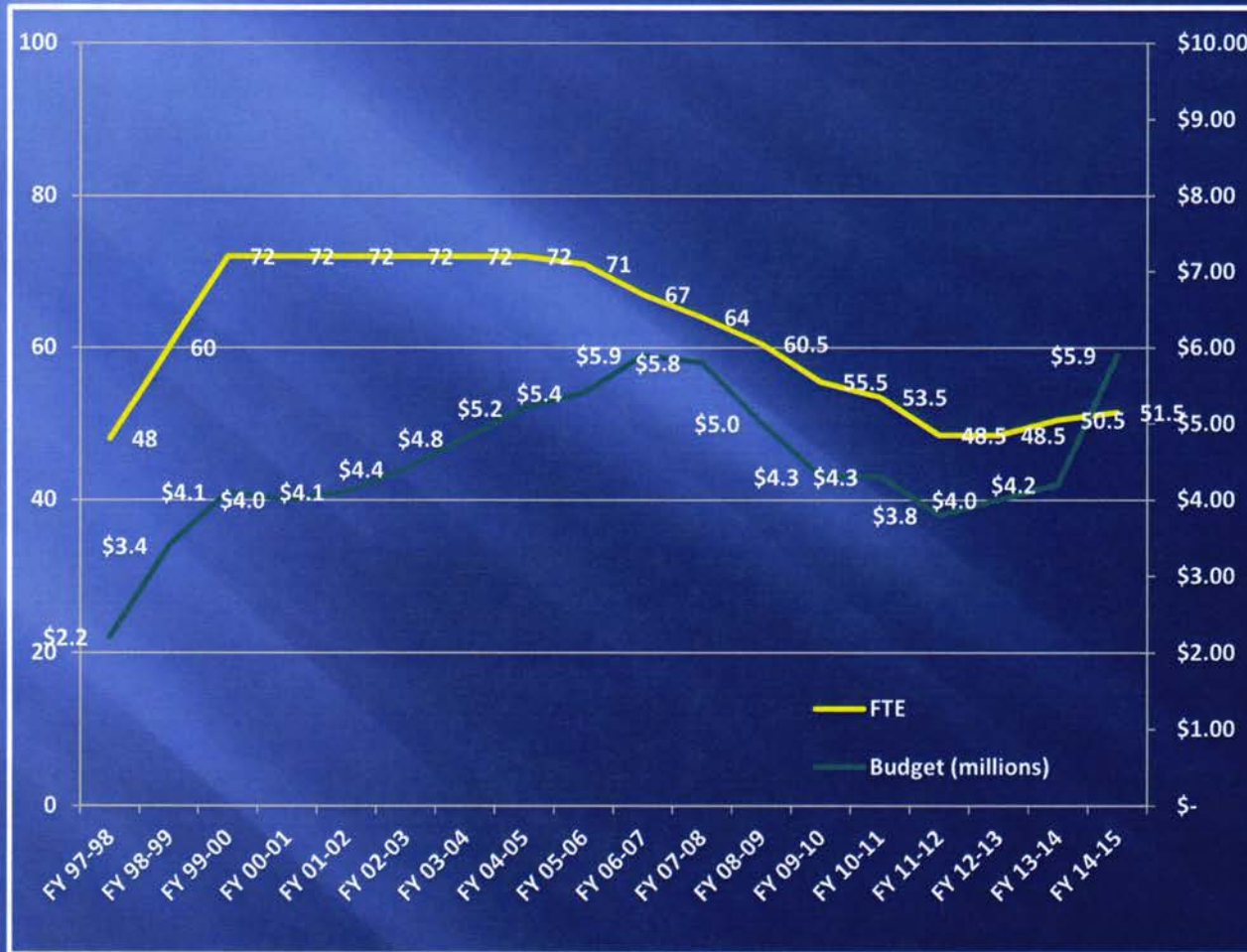


REDUCTION ISSUES

- Fund shift 2 FTE positions (GR: \$120,651)
- Reduce operating expense (Trust: \$6,781)
- **TOTAL: \$132,557 (Target: \$127,432)**



FCHR FUNDING HISTORY



QUESTIONS?

Contact Information

Florida Commission on Human Relations
4075 Esplanade Way, Suite 110
Tallahassee, FL 32399-7020

Phone : 850-488-7082

Toll Free: 1-800-342-8170

Fax: 850-488-5291

Web: <http://fchr.state.fl.us>





Florida House of Representatives Government Operations Appropriations Subcommittee

Drew J. Breakspear
Commissioner
February 10, 2015



Mission Statement

To protect the citizens of Florida, promote a safe and sound financial marketplace, and contribute to the growth of Florida's economy with smart, efficient and effective regulation of the financial services industry.



Smart, Efficient and Effective Regulation

Employees: 362

Budget: \$38.5 million

Registrants: 409,348

Reports to Financial Services Commission

- Governor Rick Scott
- Chief Financial Officer Jeff Atwater
- Attorney General Pam Bondi
- Agriculture Commissioner Adam Putnam





OFR Operational Units

- **Division of Financial Institutions**
(Safety & Soundness of State Banking System)
- **Division of Securities**
(Securities Regulation)
- **Division of Consumer Finance**
(Finance Regulation)
- **Bureau of Financial Investigations**
- **Executive Direction**



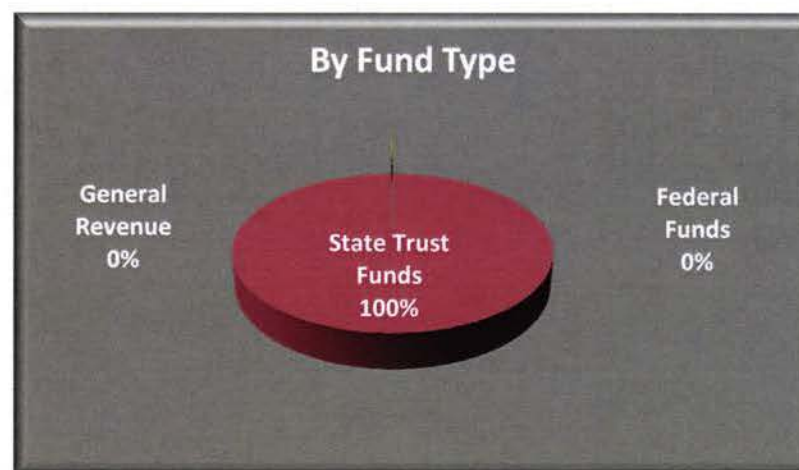
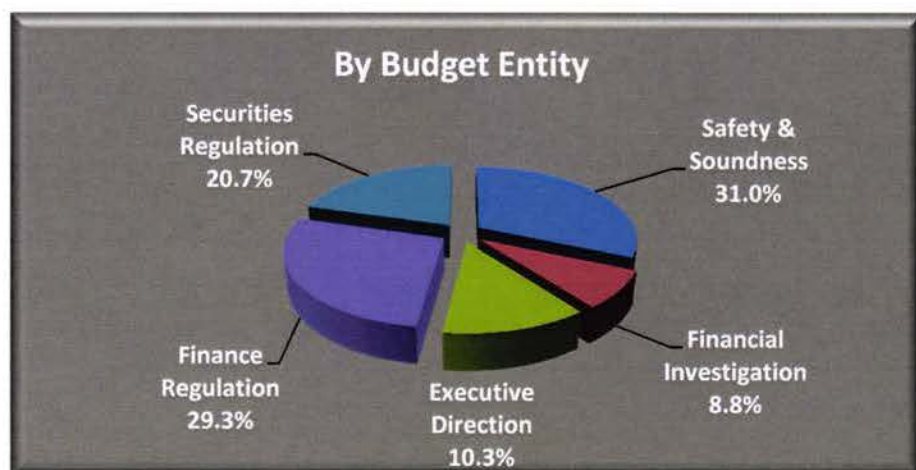
Trends

- Licensing Time / Turnaround
- Industry Alerts
- Regulatory Outreach
- Consumer Outreach



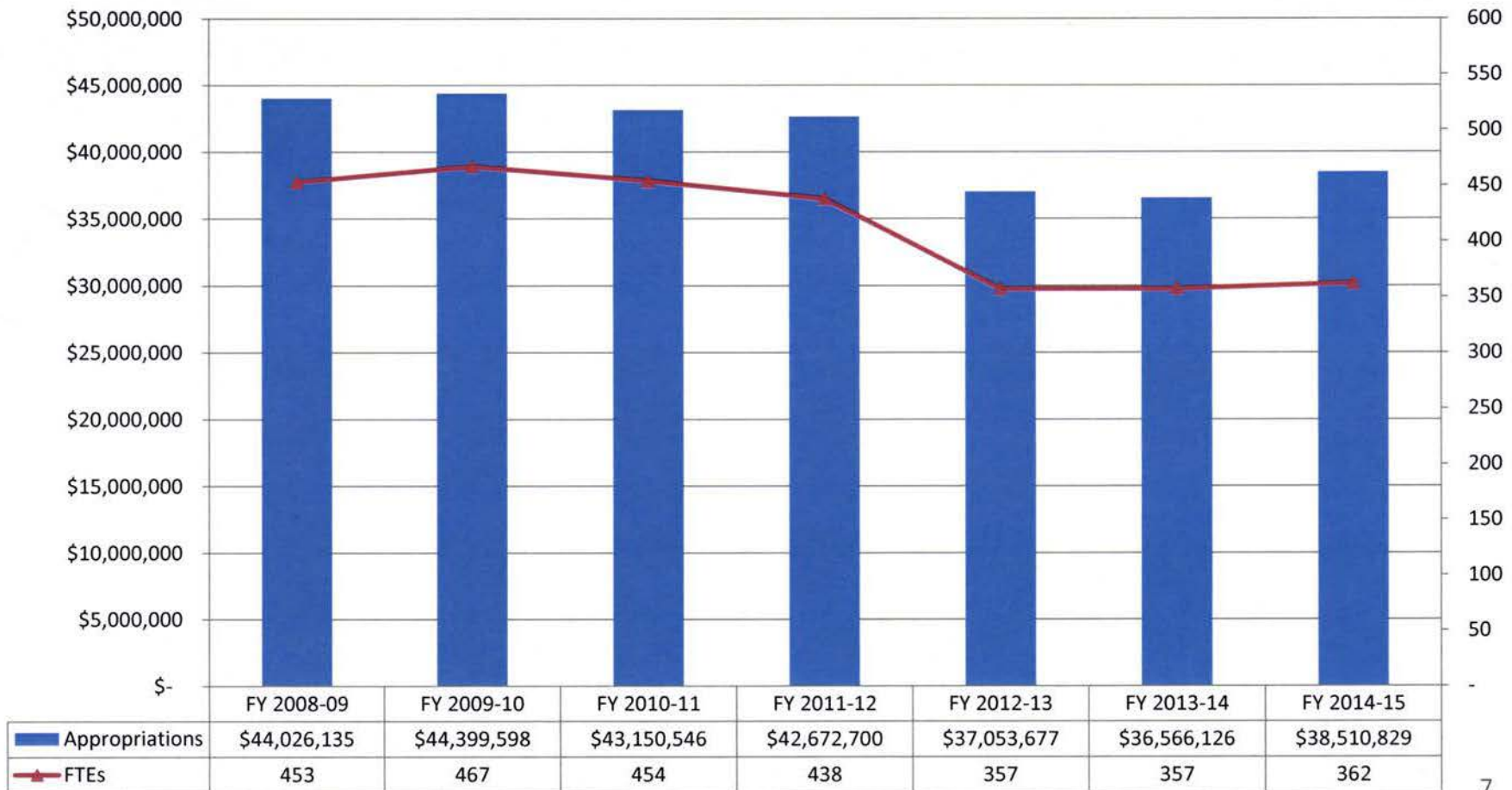
Fiscal Year 2015-16 Base Budget Review – Agency Summary

Program	FTE	General Revenue	State Trust Funds	Federal Funds	Total
Safety and Soundness of State Banking System	114.00	\$ -	\$ 11,854,157	\$ -	\$ 11,854,157
Financial Investigation	39.00	\$ -	\$ 3,300,239	\$ 51,758	\$ 3,351,997
Executive Direction and Support Services	15.00	\$ -	\$ 3,928,301	\$ -	\$ 3,928,301
Finance Regulation	98.00	\$ -	\$ 11,197,283	\$ -	\$ 11,197,283
Securities Regulation	96.00	\$ -	\$ 7,905,948	\$ -	\$ 7,905,948
Total	362.00	\$ -	\$ 38,185,928	\$ 51,758	\$ 38,237,686





Historical Perspective Fiscal Years 2008-09 to 2014-15





Fiscal Year 2014-15 Legislative Budget Request

Program: Finance Regulation	General Revenue	State Trust Funds	Federal Funds	Total All Funds	Non-recurring
Request Independent Verification and Validation Vendor Funding and Implementation / Transition Costs Funding for Deferred Presentment Provider Contract in order to re-procure the current contract, ending August 28, 2016. PLACEHOLDER	\$0	\$1	\$0	\$0	\$0



FY 2014-15 Schedule VIII-B 5% Reduction Exercise sorted by Program

Program: Safety & Soundness of State Banking System	Impact	Priority	General Revenue	State Trust Funds	Federal Funds	Total All Funds	Non-recurring
Reduction of 1 FTE - Administrative Assistant	Minimal	2	-	(46,904)	-	(46,904)	-
Reduce OPS Allocation & Associated Expense Allocation	Significant	12	-	(545,411)	-	(545,411)	-
Program: Financial Investigations							
Reduction of 2 FTEs - Financial Investigators	Significant	11	-	(113,320)	-	(113,320)	-
Reduction of Expense Allocation	Moderate	3	-	(54,229)	-	(54,229)	-
Program: Executive Direction & Support Services							
Reduction of OPS Allocation	Significant	8	-	(198,426)	-	(198,426)	-
Program: Finance Regulation							
Reduction of 3 FTEs – Financial Examiners	Significant	9	-	(169,746)	-	(169,746)	-
Reduction of OPS Allocation	Significant	5	-	(130,000)	-	(130,000)	-
Reduction of Expense Allocation	Significant	10	-	(228,000)	-	(228,000)	-
Reduction of Contracted Services Allocation	Moderate	4	-	(35,000)	-	(35,000)	-
Program: Securities Regulation							
Reduction of 1 FTE – Fiscal Assistant	Minimal	1	-	(37,040)	-	(37,040)	-
Reduction of Expense Allocation	Significant	7	-	(100,000)	-	(100,000)	-
Reduction of Contracted Services Allocation	Significant	6	-	(259,018)	-	(259,018)	9
Total			-	(1,917,094)	-	(1,917,094)	-



FY 2014-15 Schedule VIII-B 5% Reduction Exercise sorted by Priority

Priority	Minimal Impact	Program	General Revenue	State Trust Funds	Federal Funds	Total All Funds	Non-recurring
1	Reduction of 1 FTE – Fiscal Assistant	Securities Regulation	-	(37,040)	-	(37,040)	-
2	Reduction of 1 FTE - Administrative Assistant	State Banking System	-	(46,904)	-	(46,904)	-
Moderate Impact							
3	Reduction of Expense Allocation	Financial Investigations	-	(54,229)	-	(54,229)	-
4	Reduction of Contracted Services Allocation	Finance Regulation	-	(35,000)	-	(35,000)	-
Significant Impact							
5	Reduction of OPS Allocation	Finance Regulation	-	(130,000)	-	(130,000)	-
6	Reduction of Contracted Services Allocation	Securities Regulation	-	(259,018)	-	(259,018)	-
7	Reduction of Expense Allocation	Securities Regulation	-	(100,000)	-	(100,000)	-
8	Reduction of OPS Allocation	Executive Direction	-	(198,426)	-	(198,426)	-
9	Reduction of 3 FTEs – Financial Examiners	Finance Regulation	-	(169,746)	-	(169,746)	-
10	Reduction of Expense Allocation	Finance Regulation	-	(228,000)	-	(228,000)	-
11	Reduction of 2 FTEs - Financial Investigators	Financial Investigations	-	(113,320)	-	(113,320)	-
12	Reduce OPS Allocation & Associated Expense Allocation	State Banking System	-	(545,411)	-	(545,411)	-
Total			-	(1,917,094)	-	(1,917,094)	-



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