Committee on State Administration Appropriations

Friday, March 10, 2006

COMMITTEE ACTION REPORT

Allan Bense
Speaker

Kim Berfield
Committee Chair

COMMITTEE MEETING REPORT

State Administration Appropriations Committee

3/10/2006 9:00:00AM

Location: 12 HOB

Attendance:

	Present	*Absent*	*Excused*
Kim Berfield (Chair)	X		
Mary Brandenburg	X		
Audrey Gibson	X		
Wilbert Holloway	X		
Stan Jordan			X
John Legg	X		
Carlos Lopez-Cantera	X		
Ron Reagan	X		
Julio Robaina	X		
Franklin Sands	X		
Baxter Troutman	X		
Totals:	**10**	**0**	**1**

COMMITTEE MEETING REPORT

State Administration Appropriations Committee

3/10/2006 9:00:00AM

Location: 12 HOB

Other Business Appearance:

Department of Management Services, Wireless Enhanced 911 system & SUNCOM
John Ford, Wireless 911 Board, Chairman & Director of Telecommunications and Wireless Services (State Employee) (At Request Of Chair) - Information Only
Department of Management Services
4050 Esplanade Way, Suite 115 Building 4030
Tallahassee FL 32399
Phone: 921-2334

Office of Insurance Regulation Major Budget Priorities
David Foy, Chief of Staff (State Employee) (At Request Of Chair) - Information Only
Office of Insurance Regulation
Plaza Level, The Capitol
Tallahassee FL 32399
Phone: 413-5021

OPPAGA Report No. 05-57, Regulatory Programs
Chuck Hefren, Chief Legislative Analyst (State Employee) (At Request Of Chair) - Information Only
OPPAGA
111 West Madison Street
Tallahassee FL 32312
Phone: 487-9249

OPPAGA Report No. 05-60, DBPR Re-engineering
Kara Collins-Gomez, Staff Director (State Employee) (At Request Of Chair) - Information Only
OPPAGA
111 West Madison Street
Tallahassee FL 32312
Phone: 487-4257

OPPAGA Report No. 06-09, Re: Eliminating the Commission on Human Relations
Jeanine King, Senior Legislative Analyst (State Employee) (At Request Of Chair) - Information Only
OPPAGA
111 West Madison Street
Tallahassee FL 32399
Phone: 487-4256

COMMITTEE MEETING REPORT

State Administration Appropriations Committee

3/10/2006 9:00:00AM

Location: 12 HOB

Summary: No Bills Considered

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1	DEPARTMENT OF LOTTERY																		
2				NARRATIVE / DESCRIPTION	REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		DSA ISSUE	DSA ISSUE TITLE		FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
4		100000	LEGISLATIVE START UP BUDGET (RECURRING CONTINUATION OF CURRENT LAW AND POLICY)		440.00	17,884,715	0	208,691,666	208,691,666	440.00	17,884,715	0	208,691,666	208,691,666	440.00	17,884,715	0	208,691,666	208,691,666
5		160E010	BACK OUT CONTRACTUAL SERVICES BUDGET FROM EXPENSE	Section 216.011(1)(n), FS, defines the appropriation category "Expense" and has historically include contractual services. Contractual services are defined in section 287.012, Florida Statutes, as the "rendering by contractor of its time and effort rather than the furnishing of specific commodities." Based on statutory changes effective July 1, 2006, the Expense category can no longer include contractual services. This issue represents the transfer of contractual services budget from the Expense category to an alternate, more appropriate appropriation category. This includes the transfer of services related to legal, custodial & janitorial investigative, professional training, lawn care, grounds keeping, & landscaping, mailing & delivery, banking, linen & laundry, office & security equipment repairs & maintenance, information technology. A base budget of $12,152,846 is in the Expenses category.	0.00	0	0	(2,000,000)	(2,000,000)	0.00	0	0	(2,000,000)	(2,000,000)					
6		160E020	ADD BACK CONTRACTUAL SERVICES BUDGET TO CONTRACTED SERVICES		0.00	0	0	2,000,000	2,000,000	0.00	0	0	2,000,000	2,000,000					
7		2306000	FUNDING FOR INCREASED COST OF FUEL AND UTILITIES	The Governor's Recommended Budget provides state-wide funding for increased cost of fuel and utilities, based upon the actual expenditures for such commodities and services in FY 2004-05, adjusted for growth pursuant to applicable consumer price indices. The Governor applied growth rates to the agency's historic expenditures for classifications as follows: electricity 9.2%; natural gas 19.8%; fuel oil and propane 22.2%, and gasoline & diesel fuel 8.6%. During FY2004/05, the agency spent $681,497 for this purpose.	0.00	0	0	0	0	0.00	0	0	61,522	61,522					
8		24010C0	INFORMATION TECHNOLOGY INFRASTRUCTURE REPLACEMENT	Provides for the refreshing of servers that have reached their life expectancy. It does not provide any additional functionality. Four servers are no longer supported and the remaining twelve servers being replaced have outlasted their useful lives. Request includes four Lintel servers for the firewall; ten Intel servers which are 5 to 7 years old; two Enterprise class Wintel servers with peripherals. **The Legislature's Technology Review Workgroup is analyzing this request and should provide recommendation to the Committee.** The agency has no base funding for technology infrastructure / equipment replacement.	0.00	0	0	147,700	147,700	0.00	0	0	147,700	147,700					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1	DEPARTMENT OF LOTTERY																		
2				NARRATIVE / DESCRIPTION	REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		DSA ISSUE	DSA ISSUE TITLE		FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
9		3000100	ONLINE GAMES CONTRACT	The on-line games vendor, GTech Corporation (1/31/05-3/27/11 contract period) is paid 1.1499% of sales, plus the continuation of various on-line-system features. The base-budget appropriation for this contract is $26,073,587. The cost is directly related to projected on-line ticket revenues; therefore, the appropriation should be adjusted to agree with the most recent sales forecast of the Lottery Revenue Estimating Conference. The Lottery's request was based on the June 2005 sales forecast and the Governor's recommendation was based on the October 2005 sales forecast. The agency's request and the Governor's recommendation also include $990,000 to lease 500 additional retailer terminals; thereby, increasing the number of terminals to 13,500. The Estimating Conference reached a new consensus at its official meeting on February 27, 2006. The updated amount of adjustment is a **decrease of $94,136** excluding the 500 additional terminals.	0.00	0	0	4,808,974	4,808,974	0.00	0	0	2,127,407	2,127,407					
10		3000200	SCRATCH-OFF TICKET COOPERATIVE SERVICE CONTRACT	The instant-ticket vendor, Scientific Games International Inc. (contract period 4/2/97 - 9/30/08) is paid 2.3% of sales through September 2006 and 2.25% of sales October 2006 through June 2007. The base-budget appropriation for this contract is $46,429,100. The cost is directly related to projected instant-ticket sales revenue; therefore, the appropriation should be adjusted to agree with the most recent sales forecast of the Lottery Revenue Estimating Conference. The Lottery's request was based on the June 2005 sales forecast and the Governor's recommendation was based on the October 2005 sales forecast. The Estimating Conference reached a new consensus at its official meeting on February 27, 2006. The updated amount of adjustment is **an increase of $10,608,475**	0.00	0	0	567,500	567,500	0.00	0	0	3,379,788	3,379,788					
11		33V0210	EXPENSE AND OTHER PERSONAL SERVICES BASED ON REVERSIONS	The Governor's Recommended Budget includes a reduction of $1.9 million based on historical expenditures and budget reversions. The agency currently has in their base budget $1,073,296 in Other Personal Services category and $12,152,846 in the Expenses category, for a total of $13,226,142. Note that issues 16E010 & 160E020 transfers $2 million in the base budget Expenses category to the Special Category: Contractual Services.	0.00	0	0	0	0	0.00	0	0	(1,900,000)	(1,900,000)					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1		DEPARTMENT OF LOTTERY																	
2				NARRATIVE / DESCRIPTION	REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		D3A ISSUE	D3A ISSUE TITLE		FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
12		36225C0	TECHNICAL INFRASTRUCTURE ENHANCEMENTS	To provide funding to upgrade the Lottery's existing infrastructure to provide necessary test, quality assurance, and production environments to support enhanced and expanded business intelligence and intranet/extranet/internet functionality. Total project costs (by major components, if applicable) for all years include: $470,691 for two p570 16-way Servers; $465,041 for two DS4800 SANs; $84,492 for ten p510 Servers; $56,320 for thirty-two (32) GB Memory; $50,400 for 24 Fiber Channel Adapters; $5,133 for two CPUs; and $11,700 for Server Peripheral Equipment. **The Legislature's Technology Review Workgroup is analyzing this request and should provide recommendation to the Committee.** The agency has no base funding for this purpose.	0.00	0	0	1,143,777	1,143,777	0.00	0	0	1,143,777	1,143,777					
13		36301C0	LIVE SCAN FINGERPRINT SYSTEM	Funding is requested to provide a live scan fingerprint system that would allow the department to digitally fingerprint employees, vendors, and retailers and electronically submit the fingerprints to the Florida Department of Law Enforcement for processing as part of the background investigation process. This would expedite the background investigations that are required by chapter 24, F.S. **The Legislature's Technology Review Workgroup is analyzing this request and should provide recommendation to the Committee.**	0.00	0	0	21,500	21,500	0.00	0	0	21,500	21,500					
14		5000300	ADJUSTMENT TO RECURRING SPECIAL CATEGORY APPROPRIATION - TRANSFER TO EDUCATIONAL ENHANCEMENT TRUST FUND	The base budget includes $60 million to transfer unencumbered year-end cash to the Educational Enhancement Trust Fund, as mandated by s. 24.121(4), F.S. This amount is based on the recent history of the fund. According to the agency, they have reformulated the calculation of the monthly transfers to the Educational Enhancement Trust Fund, which they state has resulted in more funds being transferred each month and should leave only a small unencumbered balance to be transferred at year end. Hence, the agency requests and the Governor recommends elimination of the recurring operating appropriation and future transfers to be made through a non-operating transfer to Education Enhancement Trust Fund. **However, the esimating conference results do not reflect such a change.**	0.00	0	0	(60,000,000)	(60,000,000)	0.00	0	0	(60,000,000)	(60,000,000)					
15		7N01000	ADJUST FUNDING FOR ACQUISITION OF MOTOR VEHICLES TO NONRECURRING - DEDUCT	The agency currently has $200,000 in the [recurring] base budget for the acquisition of motor vehicles. The Governor recommends replacing the recurring with nonrecurring funding which will allow annual analysis of the agency's action to replacement or acquire motor vehicles.	0.00	0	0	0	0	0.00	0	0	(200,000)	(200,000)					
16		7N02000	ADJUST FUNDING FOR ACQUISITION OF MOTOR VEHICLES TO NONRECURRING - ADD		0.00	0	0	0	0	0.00	0	0	200,000	200,000					
18			TOTALS		440.00	17,884,715	0	155,381,117	155,381,117	440.00	17,884,715	0	153,673,360	153,673,360	440.00	17,884,715	0	208,691,666	208,691,666

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1	DEPARTMENT OF FINANCIAL SERVICES																	
2				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
4	1100000	LEGISLATIVE START-UP BUDGET RECURRING CONTINUATION OF CURRENT LAW AND POLICY)		2,780.50	116,189,290	33,839,216	217,704,365	251,543,581	2,780.50	116,189,290	33,839,216	217,704,365	251,543,581	2,780.50	116,189,290	33,839,216	217,704,365	251,543,581
5	160F010	TRANSFER OF POSITIONS AND SALARIES AND BENFITS	This issue requests the re-approval of 5-day program flexibility budget amendment 06-25 (EOG# Q043). This budget amendment transfers positions within programs from identical funding sources. This transfer will not adversely affect the achievement of approved performance outcomes or outputs. The salaries and benefits and expenses requested in the budget amendment reflected the amount needed to fund the positions for 5 months (02/1/2006 thru 06/30/2006). The amount requested in this issue represents 12 months of salaries and benefits and expenses for the transferred positions. This is a new issue.	(4.00)	(216,932)	(66,833)	(235,314)	(302,147)	0.00	0	0	0	0					
6	160F010	TRANSFER OF POSITIONS AND SALARIES AND BENEFITS		4.00	216,932	66,833	235,314	302,147	0.00	0	0	0	0					
7	1601000	LUMP SUM REDUCTION	Line 2527A of the fiscal year 2005-06 General Appropriations Act appropriated 17 FTE's and a lump sum appropriation of $1,521,075 within the Funeral and Cemetery Services budget entity. Fiscal year 2005-06 agency budget amendment #06-08 (EOG #0236) moved 7 FTE's and $533,368 from that lump sum appropriation into operating categories. The $533,368 represented funding for the last eight months of fiscal year 2005-06. This issue annualizes that amount. This is a new issue. (Technical note: 7 FTE should be reduced from the specific appropriation line 2527A.) Funding is from the Regulatory Trust Fund.	0.00	0	0	(633,930)	(633,930)	0.00	0	0	0	0					
8	1601500	ELIMINATE FUNDING IN APPROPRIATION CATEGORY NO LONGER BEING USED	This is a technical issue that eliminates funding in the base budget for the Data Processing Services - State Technology Office category, as that category is no longer being used by the department.	0.00	0	0	0	0	0.00	0	0	(7,783)	(7,783)					
9	1602000	LUMP SUM ALLOCATION TO EXPENDITURE CATEGORIES	Fiscal year 2005-06 agency budget amendment #06-08 (EOG #0236) provided a distribution of a lump sum appropriation into operating categories within the Funeral and Cemetery Services budget entity. That amendment provided funding for the last eight months of fiscal year 2005-06. This issue annualizes the portion of the lump sum that was released in fiscal year 2005-06 and places it in the appropriate operating categories. OPS budget authority is necessary for payment of board members; for legal representation as required by statute; and for part time inspectors on an as needed basis for funeral inspections that cannot be timely completed with current full time staff. This is a new issue. Funding is from the Regulatory Trust Fund.	7.00	282,085	0	633,930	633,930	0.00	0	0	0	0					
10	160E500	TRANSFER BUDGET FROM EXPENSE CATEGORY TO CONTRACTED SERVICES CATEGORY - DEDUCT	Section 216.011(1)(n), Florida Statutes, defines the appropriation category "Expense" and has historically included contractual services. Contractual services are defined in section 287.012, Florida Statutes, as the "rendering by a contractor of its time and effort rather than the furnishing of specific commodities." Based on statutory changes effective July 1, 2006, the Expense category can no longer include contractual services. This issue represents the transfer of contractual services budget from the Expense category to an alternate, more appropriate appropriation category.	0.00	0	0	0	0	0.00	0	0	(1,652,006)	(1,652,006)					
11	160E600	TRANSFER BUDGET FROM EXPENSE CATEGORY TO CONTRACTED SERVICES CATEGORY - ADD BACK	Section 216.011(1)(n), Florida Statutes, defines the appropriation category "Expense" and has historically included contractual services. Contractual services are defined in section 287.012, Florida Statutes, as the "rendering by a contractor of its time and effort rather than the furnishing of specific commodities." Based on statutory changes effective July 1, 2006, the Expense category can no longer include contractual services. This issue represents the transfer of contractual services budget from the Expense category to an alternate, more appropriate appropriation category.	0.00	0	0	0	0	0.00	0	0	1,652,006	1,652,006					
12	1800350	TRANSFER OF FUNDING WITHIN PROGRAMS FROM ADMINISTRATIVE TRUST FUND	An ongoing review of the merger of the Department of Banking and Finance and the Department of Insurance has resulted in a realignment of duties for positions within the Office of Financial	0.00	0	0	132,416	132,416	0.00	0	0	0	0					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

DEPARTMENT OF FINANCIAL SERVICES

				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
13	1800350	TRANSFER OF FUNDING WITHIN PROGRAMS TO REGULATORY TRUST FUND	Regulation: This realignment requires a transfer of funding of $132,416 from the Administrative Trust Fund to the Regulatory Trust Fund. This is a new issue.	0.00	0	0	(132,416)	(132,416)	0.00	0	0	0	0					
14	2306000	FUNDING FOR INCREASED COST OF FUEL AND UTILITIES	The Governor's Recommended Budget provides state-wide funding for increased cost of fuel and utilities, based upon the actual expenditures for such commodities and services in FY 2004-05, adjusted for growth pursuant to applicable consumer price indices. The Governor applied growth rates to the agency's historic expenditures for classifications as follows: electricity 9.2%; natural gas 19.8%; fuel oil and propane 22.2%, and gasoline & diesel fuel 8.6%. During FY2004/05, the agency spent $740,042 for this purpose.	0.00	0	0	0	0	0.00	0	302	71,018	71,320					
15	2401500	REPLACEMENT OF MOTOR VEHICLES	Fire Marshal and Insurance Fraud request replacement of high-mileage vehicles. Department personnel cover a large geographic area. The high-mileage vehicles in our current fleet are unreliable and incur high maintenance costs during day-to-day or periodic use. Currently, 49% (230 of 472) of these vehicles exceed replacement standard of 60,000 miles, set by the Department of Management Services and 22% (105 of 472) of the Department's vehicles are in excess of 100,000 miles. The Department of Financial Services has a comprehensive routine maintenance program for its fleet, allowing cost effective operation of vehicles well past the standards set by DMS. Significant increases in repair and maintenance costs have been experienced for vehicles exceeding 100,000 miles. $591,000 recurring funding from the Insurance Regulatory Trust Fund. Agency base of $546,734 for special category "replacement of motor vehicles." NOTE: Governor's Recommended Budget provides non-recurring funding.	0.00	0	0	591,000	591,000	0.00	0	0	591,000	591,000					
16	2503080	DIRECT BILLING FOR ADMINISTRATIVE HEARINGS	The Governor's Recommended Budget includes funding for services provided by the Division of Administrative Hearings (DOAH). DOAH provides a uniform, impartial and affordable forum for resolving conflicts between private citizens and organizations and agencies of the state. The total budget amount is based on the actual number of hearing hours reported for the previous fiscal year. This issue represents any adjustment necessary to reflect that amount.	0.00	0	0	0	0	0.00	0	0	278,463	278,463					
17	3000150	STAFF TO PERFORM ADDITIONAL DUTIES TRANSFERRED TO THE PROGRAM WITHOUT RESOURCES	In recent years, three very important duties have been transferred to this Program without a transfer of resources to carry them out. These duties are required by the federal government and if not properly completed may result in the loss of federal revenue to the State of Florida. These duties are the Schedule of Expenditures of Federal Awards (SEFA); the Statewide Cost Allocation Plan (SWCAP), and the Florida Single Audit Act (FSAA). Each of these responsibilities requires a professional level employee. We are requesting a Professional Accountant Specialist position for each of these responsibilities. $199,332 recurring and 15,729 non-recurring GR. NOTE: The Governor's Recommended Budget includes $215,061 for three professional accountant positions for the Comptroller's Office to complete additional duties involved with the Schedule of Expenditures of Federal Awards (SEFA), the Statewide Cost Allocation Plan (SWCAP) and the Florida Single Audit Act (FSAA). An additional $300,000 Salaries and Benefits is provided to assist the Division of Accounting and Auditing with the retention of professional staff.	3.00	120,438	215,061	0	215,061	3.00	379,757	515,061	0	515,061					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

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1	DEPARTMENT OF FINANCIAL SERVICES																	
2				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
18	3000200	UTILIZATION OF CLASS ACTION SETTLEMENTS TO EXPAND CONSUMER OUTREACH PROGRAM	The Department of Financial Services seeks to inform and protect consumers of insurance and financial products. The department is requesting additional spending authority to assist with consumer outreach by means of consumer education, call center improvement, and web site enhancement. The department will use settlement funds that have been received and deposited into the Insurance Regulatory Trust Fund and reserved for consumer outreach to fund these initiatives. $619,000 recurring, $290,970 NR. Funding is from the Insurance Regulatory Trust Fund.	0.00	0	0	909,970	909,970	0.00	0	0	909,970	909,970					
19	3000310	ADDITIONAL RESOURCES - INSPECTOR GENERAL	Similar agency IG Offices have the following staffing levels: Department of Military Affairs (315 positions) - IG plus 1 staff, Department of Community Affairs (357 positions) - IG plus 6 staff, while the Office of Insurance Regulation has 305 positions with only the IG. If funding is approved for a Management Review Specialist, a significant number of internal audits, management reviews, business and technical consulting engagements, special projects, and, as required, investigations can be completed each year. Funding is from Insurance Regulatory Trust Fund.	1.00	40,146	0	66,354	66,354	0.00	0	0	0	0					
20	3000320	ADDITIONAL RESOURCES-LEGAL SERVICES	Retention of OIR experienced staff is necessary due to the complexity of the Florida Insurance Code and the increasing complexity of Federal law governing health insurance. The LSO is submitting this request for approval of 2 Senior Attorney positions, funding for travel expenses and funding of digital recording equipment. The LSO caseload in legal is increasing, for example, in Fiscal-Year 2003-2004 the total number of Legal assignments were 1321 and in Fiscal-Year 2004-2005 that number increased to at total number of 1642. NOTE: The Governor's Recommended Budget includes $182,691 (with $133,699 for OPS) to provide resources to meet increases in legal workload for the Office of Insurance Regulation. Attorney caseload has increased for the Office in the areas of Market Investigations, Prosecution of Unauthorized Insurers, and Public Rate Hearings. Section 5 of Chapter 2005-11, Laws of Florida, requires, effective June 1, 2005, a public hearing for all residential property insurance rate filings greater than 15% (previous threshold was 25%). With multiple hurricanes striking Florida in 2004 and 2005, there will be many rate filings exceeding the public hearing threshold and requiring legal expertise and travel. Funding is from Insurance Regulatory Trust Fund.	2.00	101,230	0	182,691	182,691	0.00	0	0	182,691	182,691					
21	3000340	ADDITIONAL RESOURCES - PROPERTY AND CASUALTY	The additional positions are required due to the enactment of the Annuity Suitability and Discount Medical Plan laws. In addition, due to the 2004 hurricane season, we learned of industry wide deficiencies in the statutorily required reporting of the P&C industry to the OIR. Finally, due to the on-going and increasing litigious environment of the professional liability marketplace, Market Investigations will be conducting targeted examinations. Funding is from Insurance Regulatory Trust Fund.	4.00	168,111	0	274,145	274,145	4.00	168,111	0	274,145	274,145					
22	3000350	ADDITIONAL RESOURCES FOR MARKET INVESTIGATIONS	The increase in caseload between fiscal years '03/04 to '04/05 was due to the 2004 hurricane season and issuance of OIR Emergency Rules and reporting requirements. The continued increase in this fiscal year is due to the enactment of the Annuity Investments by Seniors and Discount Medical Plan Organization statutes, QUASR and Professional Liability reporting compliance, Hurricane Model Investigations as well as our day-to-day investigations/examinations of alleged violations of the Florida Insurance Code. Funding is from Insurance Regulatory Trust Fund.	2.00	85,619	0	138,888	138,888	2.00	85,619	0	138,888	138,888					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

DEPARTMENT OF FINANCIAL SERVICES

				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
23	3000360	ADDITIONAL RESOURCES - OFFICE OF FINANCIAL REGULATION INSPECTOR GENERAL	OFR has six primary functional areas, consisting of Financial Institutions, Securities, Finance, Money Transmitters, Financial Investigations and Legal. There are at least 25 specialized and general areas of potential risk to the agency that require periodic audits. Many of these audits and management reviews will not be completed once; rather, they will be completed periodically, once every three years, per statutes. This is necessary to establish initial audit and review related baselines and then periodically follow up on audits and reviews for purposes of assessing improvements with regard to internal controls and management of risks associated with OFR's programs, functions, sub-functions, processes, operations and administration. A staff of one individual is not sufficient to meet the demands of the OIG. At current staffing levels, the OIG has only been able to address high priority items, such as investigations of consumer complaints, personnel issues and other investigative matters. $67,291 recurring and $5,243 NR funding from Regulatory Trust Fund.	1.00	45,473	0	72,534	72,534	0.00	0	0	0	0					
24	3000370	ADDITIONAL RESOURCES-INFORMATION TECHNOLOGY SUPPORT	The Information Technology systems in OIR need constant updating and editing to meet the challenges of the ever changing insurance market. Currently, this function is handled by contracting with external vendors for staff augmentation. If funding is approved for 1 additional position a reduction in contract costs will be realized. This can be cost prohibitive in certain circumstances as the hourly rate for a programming expert per the state IT contract is $75.00 - $122.00/hour. Approval of this request will enable the Office to better manage and control the technology systems housed within the OIR. The expected hourly rate for this FTE in-house position is $23.30/hour. This is a new issue. Funding is from Insurance Regulatory Trust Fund.	1.00	48,458	0	75,994	75,994	0.00	0	0	0	0					
25	3000380	ADDITIONAL RESOURCES FOR SPACE REQUIREMENTS	During fiscal year 2005-06 the OIR Inspector General staff relocated to a new building. This relocation has created an increase in rent of approximately $25,000 annually. This increase cannot be absorbed within the current Expenses appropriations for this budget entity. This is a new issue. Funding is from Insurance Regulatory Trust Fund.	0.00	0	0	25,000	25,000	0.00	0	0	0	0					
26	3000420	PROFESSIONAL RESOURCES REQUIRED FOR LITIGATION	Currently, there is only one Senior Attorney in the In-House Counsel section of the Legal Division, who possesses the professional experience necessary to litigate complex, high visibility cases. The Department's goal is to employ an attorney with this experience. The candidate selected must have extensive litigation experience in both circuit court trials and in proceedings before Division of Administrative Hearings. Funding this position above the minimum will enable the department to employ a person with these skills. Funding is from Insurance Regulatory Trust Fund.	1.00	63,015	0	92,878	92,878	0.00	0	0	0	0					
27	3000640	PUBLIC HURRICANE MODEL TO EVALUATE HOMEOWNER'S INSURANCE RATES - MAINTENANCE	The Hurricane Loss Model has three essential stages: (1) model development, (2) interactive testing and (3) external validation. The development of the model entailed effort by a group of university system based experts and graduate students in a number of areas, including: meteorology, structural engineering, spatial systems, computer modeling, actuarial science, and finance. The model, to the extent possible, uses existing databases and is modular in design. The model's elements and interactions were designed through interaction that brought together experts from public and private institutions across the country. The model is complete and has been accepted by the OIR. This issue requests additional funding for maintenance and support of the model and funding for expansion of the model to include commercial residential structures such as condominiums and apartment buildings. $323,512 recurring and $554,360 NR funding from Insurance Regulatory Trust Fund.	0.00	0	0	877,872	877,872	0.00	0	0	877,872	877,872					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1		DEPARTMENT OF FINANCIAL SERVICES																	
2					REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
28		3000700	CONVERT INFORMATION TECHNOLOGY CONSULTING SERVICES TO FULL TIME POSITIONS	The DIS is responsible for ensuring integration and efficient operation of diverse mission critical systems across several information technology platforms i.e. mainframe, network and web. In certain support areas within DIS the mergers that resulted in the Department of Financial Services have placed DIS into a position of dependency on information technology consultants who were in place in the three (3) agencies. Presently DFS is spending approximately $3,200,000 annually on contractor support. In order to effectively leverage its human resources, provide quality customer support, retain valuable institutional knowledge and decrease the funds required for contractor support DIS would like to reduce its reliance on contractor support staff by increasing full-time FTEs to take on the work being performed by these contractors. In order to implement the first phase of this plan, DIS is requesting three (3) full-time employees to support legacy systems currently contracted out to two (2) contractors. DIS is currently paying $70/hr. for two Developers to provide support for DFS business systems that utilize that system and $86/hr for one (1) Data Base Administrator to support the systems in use by the Division of Workers Compensation. DIS is requesting the positions be funded at mid-range in order to attract and retain qualified individuals to fill the positions. Funding is from Insurance Regulatory Trust Fund.	3.00	179,957	0	28,001	28,001	0.00	0	0	0	0					
29		3000710	MORTGAGE BROKER EXAMINATIONS	OFR is requesting 8 FTEs to examine an increasing number of regulated entities and protect consumers from fraudulent or abusive activity in the mortgage industry. There has been an overall increase of 84% (from 5,983 to 11,028) in the number of mortgage business licensees (i.e., mortgage brokerage businesses, correspondent lenders, and mortgage lenders) from FY 00/01 to FY 04/05. There has also been a 112% increase (from 28,140 to 59,896) in the number of individual mortgage brokers licensed from FY 00/01 to FY 04/05. A recent report by the FBI listed the State of Florida as one of the major areas where significant mortgage fraud has been occurring, and will continue to occur. The requested positions and funding will allow the Office to better safeguard the private financial interests of the public by examining and regulating more licensed mortgage entities. $530,908 recurring and $46,744 NR funding from Regulatory Trust Fund. NOTE: The Governor's Recommended Budget includes $577,653 (with $447,665 OPS) to provide for examinations of an increasing number of regulated entities in the mortgage industry. These examinations are targeted to protect consumers from fraudulent or abusive activity. These additional resources will allow the Office of Financial Regulation to meet the increase in workload and assist in the fight against mortgage fraud.	8.00	340,190	0	577,653	577,653	0.00	0	0	577,653	577,653					

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30		3000730	MONEY TRANSMITTER EXAMINATIONS	The Money Transmitter industry currently consists of 950 registered companies operating at more than 31,000 retail outlets throughout the state. OFR has determined that there are currently 66 companies with more than 20,000 retail locations in Florida, who maintain their headquarters in other states. The majority of the firms in question are large operations with sophisticated computer and recordkeeping systems. OFR has determined these firms keep the majority of the business records required to conduct an adequate examination at their out of state headquarters. Furthermore it has been determined the majority of these businesses have centralized compliance departments at their headquarters locations making the company's headquarters the most efficient location to conduct an examination. MTRU's goals include the examination of these 66 large money transmitters on a 4-year examination cycle or approximately 16.5 examinations per year. The examinations conducted on these types of transmitters are complex safety and soundness reviews covering such areas as financial condition, recordkeeping, and the implementation and execution of federally required Anti Money Laundering internal controls, policies, and procedures. Funding from Regulatory Trust Fund.	0.00	0	0	53,625	53,625	0.00	0	0	53,625	53,625					
31		3000740	ADDITIONAL RESOURCES FOR APPLICATION PROCESSING	Based on operations for FY 04/05, the finance licensing process required a total of 33,480 hours based on the 29,368 applications actually received and an internal standard processing time of 1.14 hours per application. At current staffing levels, the Bureau will be able to adequately handle 24,393 applications (15 FTEs x 1854 average annual hours divided by 1.14 hours), resulting in a shortfall of 4975 applications. In order to fulfill this need, the Bureau anticipates it will need approximately 3 new positions (4975 x 1.14 hours = 5670 hours divided by 1854 hours = 3 FTEs) to process applications. Additionally, the Bureau requests authority to replace its OPS phone staff with 3 FTEs, offsetting $68,640 of the cost by reducing OPS funding by that amount ($11/hour x 40 hours x 52 weeks x 3). The Bureau requests authority to add 6 FTEs funded from the Regulatory Trust Fund to allow it to continue to meet its statutory duties to process applications within the requirements of Chapter 120, Florida Statutes, the Administrative Procedures Act, and to provide customer service to the industry and public. NOTE: The Governor's Recommen deficiencies in their application within 30 days. Funding from Regulatory Trust Fund.	6.00	200,824	0	272,600	272,600	0.00	0	0	272,600	272,600					
32		3000760	REDUCE FULL TIME POSITIONS APPROVED IN SB 1486 - CONSUMER ADVOCATE OFFICE	Section 27 of CS/CS/SB 1486 in the 2005 Legislative Session provided 4 FTE's for the Consumer Advocate Office to be more active in filings made by insurance carriers. The Office of Insurance Regulation receives several hundred property and casualty filings and several hundred life and health filings annually. The filings cover rate changes, form changes and other purposes. Because the subject matter of these filings is so varied, flexibility to address the appropriate cases is a major consideration. The prominent cases seem to be homeowner's rates, but that could change with any significant market shift. The goal of the Office of the Consumer Advocate is to use the appropriation most efficiently while maintaining some flexibility to address issues in all areas of concern. Accordingly, the office is planning to hire only 2 FTE's and is requesting the balance of the appropriation not required for the positions be moved to Other Personal Services, where it would be used to hire consultants in various specific areas, as needed. Funding is from Insurance Regulatory Trust Fund.	(2.00)	(71,508)	0	(99,224)	(99,224)	(2.00)	(71,508)	0	(99,224)	(99,224)					

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33		3000770	CONVERT FULL TIME POSITIONS TO OTHER PERSONAL SERVICES - CONSUMER ADVOCATE OFFICE	See issue 3000760 narrative. NOTE: The Governor's Recommended Budget includes the reduction of two full-time positions and transfer of appropriation from Salaries and Benefits to Other Personal Services within the Office of Consumer Advocate. The Other Personal Services appropriation will provide the Office with the flexibility to hire specialized personnel when needed to address the various issues that cause concern to Florida's citizens. Issues #3000760 and #3000770 net to a zero increase in funding. Funding is from Insurance Regulatory Trust Fund.	0.00	0	0	99,224	99,224	0.00	0	0	99,224	99,224					
34		3000780	PROVIDE ADJUSTING SERVICES ON STATE WORKERS' COMPENSATION CLAIMS	The division currently outsources the issuance of workers' compensation medical payments for claims with accident dates after January 1, 2003. Approximately 76,575 checks per year are issued by the outsource provider at an annual cost of $340,054 paid from the Loss Payment category (a non-operating category). The vendor who currently provides these services typically increases the cost for their services by 4% each year. By adding two (2) Fiscal Assistant II positions to the Division's Disbursement Unit, the division's non-operating budget requirement will be reduced by $340,054. This is a new issue. Funding is from the State Risk Management Trust Fund.	2.00	44,030	0	85,861	85,861	0.00	0	0	0	0					
35		3000800	ADDITIONAL RESOURCES TO ASSIST WITH EXAMINATIONS	OFR is requesting 3 FTEs to examine an increasing number of regulated securities entities and to investigate claims of fraudulent or abusive activity in the securities industry. These positions are targeted for the Palm Beach and Ft Lauderdale areas that have historically had the highest concentration of fraudulent activity. The National Association of Securities Dealers (NASD) recently opened a new regional office in Boca Raton to be closer to the growth in the industry. The NASD and other federal regulators focus on national market issues and net capital issues of firms, while the State provides the front line of defense for individual investors. Florida is now ranked #3 nationally in number of registered firms (over 6,800) and #3 in number of registered agents (over 240,000) and has over 9,000 branch offices. There has been no increase in securities examination staff in at least 8 years. $234,799 recurring and $17,529 NR funding from GR. NOTE: The Governor's Recommended Budget includes $252,328 (with $215,590 OPS) to provide for examinations of an increasing number of regulated securities entities and to investigate claims of fraudulent or abusive activity in the securities industry.	3.00	168,810	252,328	0	252,328	0.00	0	252,328	0	252,328					
36		3000810	BUSINESS DEVELOPMENT AND MARKET RESEARCH	During 2005, the OIR created a new unit "Business Development and Market Research" (BDMR). The new unit is responsible for the expansion and retention of companies in the Florida market place and serves as the information clearinghouse for the collection and dissemination of public data for the Office. The Market Research Section was formed to house all data collection in one unit and ensure complete and accurate information as well as to provide complex research analysis on insurance related issues for the benefit of Florida consumers, policy makers, and all other interested parties. The Business Development and Market Research Unit (BDMR) is requesting additional positions to recruit qualified staff to collect and conduct statutorily required research and reports and to promote the Florida Insurance Marketplace. Additional funds are being requested to prepare marketing materials and cover costs associated with attending trade association conventions and regulatory conferences to promote the Florida Insurance Marketplace. Additional funds are being requested to prepare marketing materials and cover costs. $202,998 funding from Insurance Regulatory Trust Fund. NOTE: The Governor's Recommended Budget includes $202,998 (with $118,506 OPS) for the new BDMR Unit.	2.00	88,128	0	202,998	202,998	0.00	0	0	202,998	202,998					

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1	DEPARTMENT OF FINANCIAL SERVICES																	
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37	3000820	ADDITIONAL RESOURCES REQUIRED FOR EXAMINATION OF FINANCIAL INSTITUTIONS	The Legislature provided OPS funds for the current fiscal year to allow the Office to hire retired state and federal bank regulators. With the help of the few OPS examiners who were interested in this, the program is meeting its statutorily mandated duties of examining and regulating state financial institutions, but it has become increasingly difficult to meet the Office's safety and soundness examination requirements as well as the requirements of the federal regulatory agencies under our alternating examination agreements. More detailed examination requirements relating to anti-money laundering and the Bank Secrecy Act have added 60-160 hours for each examination. More time is required for problem situations. Also, additional resources may be required over the next several years to deal with regulatory issues stemming from the effects of the recent and upcoming hurricane seasons, as well as the effects of any economic or real estate downturns. The Office projects FY 2006-07 exams will require a total 99,829 hours. Based on its current staff, the Office will be able to adequately handle 86,240 hours, resulting in a shortfall of 13,589 exam hours that cannot be met within current staffing. In FY 2007-08 the shortfall increases to 29,140 hours. This is a new issue. Funding is from the Financial Institutions Regulatory Trust Fund.	12.00	519,264	0	365,454	365,454	0.00	0	0	0	0					
38	3009A10	OVERTIME FOR LAW ENFORCEMENT PERSONNEL	The Division of Insurance Fraud currently lacks overtime budget to absorb workload increases brought on by major loss events such as hurricanes and other catastrophes. With appropriate funding, this Division will be able to respond to emergencies declared by the Governor without significantly disrupting ongoing criminal investigations. Furthermore, there are instances during non-emergency situations when overtime may be required of Division law enforcement personnel due to the intensification of investigations or criminal trials. Funding is from Insurance Regulatory Trust Fund.	0.00	0	0	267,918	267,918	0.00	0	0	0	0					
39	33V0400	ELIMINATE CHECK CASHING SERVICE AT THE CAPITOL	The Governor's Recommended Budget includes a reduction of two positions and $81,665 from the elimination of the check cashing service at the Capitol. There is no longer the need to provide this service for employees at the Capitol as 93% of all state employees receive their paychecks electronically. The check cashing service is not an essential function for the Department to meet its goals.	0.00	0	0	0	0	(2.00)	(46,113)	0	(81,665)	(81,665)					
40	36101C0	FLAIR/CASH MANAGEMENT REPLACEMENT CONTRACTED SERVICES	This is the fourth year of funding for the Aspire project. The requested $25,000,000 is the final portion of the $102,175,000 to be borrowed for the implementation of Project Aspire ($27,645000 in FY 2003-2004, $32,433,380 in FY 2005-2006, $17,096,620 in FY 2005-2006, and $25,000,000 in FY 2006-2007. The $25,000,000 assumes there will need to be $10,000,000 re-appropriation for the deliverables shifted from FY 2005-2006 to FY 2006-2007 and it includes funds ($600,000) for travel costs for providing training to Aspire users. The budget includes $25 million from the Administrative Trust Fund to expend funds drawn down from a credit line with Wachovia Bank for the development of the new Aspire state accounting and cash management system.	0.00	0	0	25,000,000	25,000,000	0.00	0	0	25,000,000	25,000,000					
41	36102C0	PROJECT ASPIRE SOFTWARE AND HARDWARE MAINTENANCE	During the early development of the FLAIR and CMS Replacement System (Project Aspire), the funding for software and hardware maintenance costs was provided on a yearly basis through the established project funding allocation. Funding for these costs was moved to the Information Technology budget entity for 05/06 and funded with non-recurring budget. This issue requests recurring funding for these costs. Funding the Aspire software and hardware maintenance costs is necessary to ensure the new system functions properly and provides state agencies with the technology they need to process the State's financial operations. Funding is from the Insurance Regulatory Trust Fund.	0.00	0	0	2,777,156	2,777,156	0.00	0	0	2,777,156	2,777,156					

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42	36207C0	NETWORK MANAGEMENT AND MONITORING SOFTWARE	The purchase of these tools will provide management solutions that will enable DFS to simplify IT operations, control costs, reduce risk and provide effective capacity management. The Department continues to be responsible for supporting Statewide systems, used by all State Agencies, such as the FLAIR system, LAS/PBS, Aspire and other peripheral accounting systems that currently make up the 'FLAIR' environment. Critical applications such as Insurance, Fire Marshal, Treasury, Workers' Compensation, OIR and OFR, among others, require highly skilled staff using the latest technology tools to support and maintain a highly responsive and available IT infrastructure. $100,000 recurring and $688,175 NR from Insurance Regulatory Trust Fund.	0.00	0	0	788,175	788,175	0.00	0	0	788,175	788,175					
43	36208C0	SOFTWARE AND HARDWARE MAINTENANCE CONTRACTS FUNDING INCREASE	This request is for additional funding of $400,000 to be added to the Division of Information Systems base budget to cover the yearly increases in software and hardware maintenance costs. The Department of Financial Services' software and hardware maintenance contracts have experienced a steady increase in costs over the years. The increases reflected in changing costs between fiscal years 2003-04/2004-05 and 2004-05/2005-06 have ranged from $480,275 to $271,756, respectively, for a total of $752,031. The yearly increases continue at an average of 4% to 8% per year. However, the Department has not received additional funding to cover increasing maintenance costs. Funding is from Insurance Regulatory Trust Fund.	0.00	0	0	400,000	400,000	0.00	0	0	400,000	400,000					
44	36209C0	DATA CENTER MECHANICAL AND ELECTRICAL DISTRIBUTION SYSTEMS UPGRADE	DFS has an existing data center in Tallahassee sized at approximately 5700 square feet. At a minimum the Department has a need to upgrade the data center's mechanical and electrical distribution systems to accommodate growing business needs. The Firm RTKL, Mechanical, Electrical and Telecom Engineers, was hired to conduct an assessment of the DFS Data Center's current capacity and to document the estimated needs and costs to increase current capacity to accommodate growth. RTKL proposes the installation of new Power Distribution Units in the data center with dual source distribution from existing UPS module, which will take the existing facility to approximately year 2009 electrical capacity. The mechanical equipment in the data center needs to be reoriented to accommodate the additional equipment cooling based on day-one requirements. $400,000 NR funding from the Insurance Regulatory Trust Fund. Statewide service provided.	0.00	0	0	400,000	400,000	0.00	0	0	400,000	400,000					
45	36306C0	SYSTEM SERVICE, SUPPORT, ENHANCEMENTS AND MODIFICATIONS	New functionality has been added to the Division of Consumer Services business computer application to add work units and processes into the application. Assisting consumers with financial issues, disaster response and mediations have more than doubled the functionality and complexity of the division's computer application, greatly increasing maintenance efforts. Additional licenses to accommodate the new functional units have been purchased since the original implementation, adding increased license renewal costs. Funding for these costs is requested from Insurance Regulatory Trust Fund.	0.00	0	0	177,000	177,000	0.00	0	0	0	0					

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46		36308C0	WEB-ENABLING COMPANY ADMISSION APPLICATIONS	As part of a technology plan that optimizes technology resources and provides a sustainable framework for integration and growth for insurance regulatory functions; the OIR has identified a need to web-enable Company Admission Applications. This project is the final phase of a plan which includes financial analysis and workflow (funded in 03/04 and 05/06), integration of national systems such as the National Association of Insurance Commissioner's (NAIC) "Uniform Certificate of Authority Application" (UCAA) and "Accelerated License Evaluation Review Techniques" (ALERT), internet submission of company applications and other manual data submissions. The foundational system for the plan is the Company and Other Regulated Entities (CORE) Navigator. The number of applications for licensure received increased from 268 in 2003 to 304 in 2004 and 624 (annualized) for 2005. By moving to an electronic workflow for company admission applications processing, we have decreased the number of days to process an application from 141 days in 2002 to 54 days in 2004. This number will be further reduced by allowing internet submission of admission applications and a seamless integration with the UCAA electronic system. Further, the efficiency of electronic filing will be a greater incentive for insurance related carriers to enter the Florida market, thereby increasing availability of insurance products to Florida consumers and increasing the tax base for the budget of our state on an expedited basis. Funding is from the Insurance Regulatory Trust Fund.	0.00	0	0	490,000	490,000	0.00	0	0	490,000	490,000					
47		36315C0	DEVELOPMENT OF INTERNET BASED OUTREACH TOOLS FOR MEDIGAP INSURANCE BUYERS	To provide full accessibility to the consumer, the OIR needs a rate data collection application to gather and store the data necessary to allow rate comparisons and provider availability via the Internet for the vast array of Medigap Plans, licensed carriers, pricing features and underwriting characteristics. The Office intends to publish this data in a format that will be readily available to everyone-including the Department of Financial Services' Consumer Services group who provide one-to-one consumer counseling and the Agency of Health Care Administration (AHCA) for its various reporting needs. The user interface needed to accomplish this has not yet been developed. Develop and provide a positive, interactive internet-based outreach by enhancing the usability of an existing data collection application and creating new web-based interfaces for Florida's Medigap consumer. The system will integrate with the P&C rate data CORE system. $100,000 recurring and $355,000 NR funding is from the Insurance Regulatory Trust Fund.	0.00	0	0	455,000	455,000	0.00	0	0	455,000	455,000					
48		36316C0	PROPERTY AND CASUALTY RATE DATA COLLECTION AND MANAGEMENT SYSTEM	This is phase V of the Company and Related Entities' (CORE) Systems Design Project for the Office of Insurance Regulation. Enhancing the I-File system to include commercial insurance rate filings will empower insurance consumers to access comparison insurance rate information when shopping for insurance coverage such as: a business owner's policy, a general liability policy or commercial automobile insurance. Commercial policies are purchased by almost every single business in Florida will allow business owners to independently find information needed to make informed decisions. The system was a recommendation to the Joint Select Committee on Hurricane Insurance as a tool that will have a direct effect on the availability of insurance information. Funding is from the Insurance Regulatory Trust Fund.	0.00	0	0	1,850,000	1,850,000	0.00	0	0	1,850,000	1,850,000					

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49		36318C0	LICENSING ENFORCEMENT SYSTEM	The Office of Financial Regulation (OFR) is responsible for regulation and licensing of entities and individuals who provide financial services to Florida consumers. OFR has a set of computer systems (6 main frame + more than 30 desktop applications) that are obsolete and not integrated. The goal of the system will be to integrate all enforcement, regulatory, licensing and consumer complaint data into a single system to more effectively serve the regulated industries and Florida consumers. It will improve information available to consumers for more informed decision making, allow applicants and registrants to file and maintain their registration information in a paperless environment, allow more effective targeting of potential problem entities, and streamline numerous processes that are now largely manual. Planned start date of July 2006 with a completion date of June 2009. Updated numbers from OFR for request FY- 2006-07 is $5,009,600. Estimated total project cost $11,453,000. Funding is from the Regulatory Trust Fund. Governor's Recommendation moves the OPS $3,503,907 to Contracted Services special category.	0.00	0	0	5,009,600	5,009,600	0.00	0	0	6,029,851	6,029,851					
50		36319C0	CONSOLIDATION OF TECHNOLOGY FUNERAL AND CEMETERY SERVICES	Legislation took effect on October 1, 2005, which consolidated all death care industry functions in The Department of Financial Services (DFS) - Division of Funeral, Cemetery and Consumer Services. Approximately 4000 licensees from DBPR and 3500 licensees from DFS are consolidated in the new Division of Funeral, Cemetery and Consumer Services at DFS. A system is needed to support the licensing, educational, complaint, inspection, examination and investigative functions for all of the industries' licensees. The consolidation of the death care system will take advantage of the existing and highly integrated ALIS, AALF, DICE, eAppoint and ServicePoint systems now in use at DFS. Because the requirements of the new Division of Funeral, Cemeteries and Consumer Services are very similar to those of the existing Division of Agent and Agency Services, the existing system can be modified and enhanced as a cost effective alternative to building a new system. $1,377,430 NR funding from the Insurance Regulatory Trust Fund. Monies from the Menorah Gardens settlement agreement were, per the agreement, deposited in the Insurance Regulatory Trust Fund. This issue is funded from those settlement funds. NOTE: The Governor's Recommended Budget includes $1.7 million to expand the Department of Financial Services existing licensing system to provide for the licensing of all death care industry providers and professionals.	0.00	0	0	1,377,430	1,377,430	0.00	0	0	1,683,917	1,683,917					
51		36355C0	LAW ENFORCEMENT COMMUNICATIONS AND ANALYSIS ENHANCEMENT	Information analysis and case management are key elements in a successful long-term major economic crime investigation involving an offense such as insurance fraud. Organizing, querying and researching data are primary duties associated with the Crime Intelligence Analysis function. Software is available that will provide the Division of Insurance Fraud's crime analysts with the capability of link-charting and analysis involving long term, major investigations. Link charting allows business associations to be determined, allows for the tracking of financial transactions and places activities on a timeline for case preparation and prosecution. The purchase of this standardized software will allow uniformity and transferability of data and intelligence during insurance fraud task force responses and major investigations. The Division analysts will require a stand-alone license based on the fact that the analysts assist on most major insurance fraud cases with Division investigation teams, as well as other state, federal and local task forces. 17 Software license @ $3,850 for $ 65,450 plus training. Funding is from Insurance Regulatory Trust Fund.	0.00	0	0	254,031	254,031	0.00	0	0	254,031	254,031					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1		DEPARTMENT OF FINANCIAL SERVICES																	
2					REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
52		36399C0	EIGHT HUNDRED MEGAHERTZ RADIOS AND MAINTENANCE OF COMMUNICATIONS NETWORK	This issue involves the State of Florida purchasing and maintaining a maintenance agreement for recently acquired M/A-Com radio equipment as part of the State of Florida 800 MHz State Law Enforcement Radio System (SLERS). This issue includes portable and mobile M/A-Com equipment purchased by the Fraud Division for phases 1 - 5. M/A-Com warranties for phase 3,4 and 5 mobiles are only good through April 2005. Warranties for phases 3, 4 and 5 portable transceivers and replacement portable transceivers are good through December 2006. Warranties for phases 1 and 2 mobile and portables are good through December 2006. There are currently have 50 mobiles (phases 3,4 and 5) that will need maintenance contract coverage in the 2006 - 2007 budget year. This figure is approximately $6,250 (50 x $150). There are another 66 portables for phases 3, 4, and 5 that have a warranty through December 2006. This means that 6 months of maintenance is needed for each unit and the approximate cost is $4,125 (66 x 62.50 = $4,125). Maintenance issues for fiscal year 2006 - 2007 will be approximately $19,187.50 for the entire division. In addition, user fees for all participating 800 MHz Joint Task Force (JTF) agencies are an additional recurring expense. At a recent JTF meeting, this user fee was determined to be $225 per year per user. This annual fee is approximately $28,800 using our present law enforcement FTEs. Additional statistics are available for the Fire and Arson for $32,720. Funding is from Insurance Regulatory Trust Fund.	0.00	0	0	81,188	81,188	0.00	0	0	81,188	81,188					
53		4002010	FLAIR/CASH MANAGEMENT REPLACEMENT DEBT SERVICE	$17,139,722 appropriation is recurring. This issue requests a $3,869,273 increase to allow the Department to borrow an additional $25,000,000 in Fiscal Year 2006-2007. The borrowed amount will be repaid over a 5-year period. Additional debt service funding will be required to accommodate the payback of the total borrowed funds that are now estimated to be $102,175,000 (FY 2003-2004 $27,645,000 + FY 2004-2005 $32,433,380 + FY 2005-2006 $17,096,620 + FY 2006-2007 $25,000,000 = $102,175,000). Please note the $25,000,000 includes an estimated reappropriation of $10,000,000 from FY 2005-2006 funds. Debt service payments are made from the Insurance Regulatory Trust Fund.	0.00	0	0	3,869,273	3,869,273	0.00	0	0	3,869,273	3,869,273					
54		5400A20	LAW ENFORCEMENT PERSONNEL - RECRUITMENT AND RETENTION	Florida's Division of Fire Marshal/Bureau of Fire and Arson investigations urgently needs increased funding to pay salaries that are competitive with other key law enforcement agencies in Florida. Because of salary inequities among law enforcement agencies in Florida, the Bureau is challenged to recruit and retain qualified personnel. An analysis of salaries paid to arson investigators within Florida in 2006 shows that the Bureau's starting salary for a detective is dramatically lower than salaries paid by virtually every local fire department for detectives. For example, while the minimum salary for a Bureau detective is $43,783, the Broward County sheriff's department pays arson detectives $86,000. Similarly, Orlando's fire department pays arson investigators $62,562 - well above the Bureau's minimum for a detective. The Bureau has lost 11 detectives in the past year, most to local agencies and insurance companies. In the past five years, 2000-05, the Bureau has lost 31 (39 percent) of its detectives to other agencies. The high attrition rate among investigators-average tenure at the Bureau is about six years. Most of the Bureau's remaining investigators have less than five years experience. This is a new issue. Funding is from the Insurance Regulatory Trust Fund.	0.00	942,840	0	1,090,746	1,090,746	0.00	0	0	0	0					
55		5A00000	TRANSITION ASSISTANCE FOR THE EXECUTIVE BRANCH	The Governor's Recommended Budget includes $500,000 in nonrecurring General Revenue to assist with any costs associated with the transition activities of the Executive Branch, for a new Chief Financial Officer taking office January 2007.	0.00	0	0	0	0	0.00	0	500,000	0	500,000					
56																			
57			TOTALS		2,836.50	119,556,400	34,306,605	266,885,400	301,192,005	2,785.50	116,705,156	35,106,907	266,124,431	301,231,338	2,780.50	116,189,290	33,839,216	217,704,365	251,543,581

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

DEPARTMENT OF MANAGEMENT SERVICES

				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
4	1100X00	LEGISLATIVE START-UP BUDGET (RECURRING CONTINUATION OF CURRENT LAW AND POLICY)		1,064.00	44,869,697	24,262,204	456,209,021	480,471,225	1,064.00	44,869,697	24,262,204	456,209,021	480,471,225	1,064.00	44,869,697	24,262,204	456,209,021	480,471,225
5	1600200	REALIGN RATE BETWEEN BUDGET ENTITIES - ADD	Add issue for Salary Rate shift between Budget Entities to align Salary Rate with Salaries and Benefits budget. Base Salary Rate - 44,86,697	0.00	0	0	0	0	0.00	170,000	0	0	0					
6	1600210	REALIGN RATE BETWEEN BUDGET ENTITIES - DEDUCT	Deduct issue for Salary Rate shift between Budget Entities to align Salary Rate with Salaries and Benefits budget. Base Salary Rate - 44,86,697	0.00	0	0	0	0	0.00	(170,000)	0	0	0					
7	1600500	VENDOR PAYMENTS FOR BILLING AND COLLECTION SERVICES	This issue provides budget to pay Accenture for billing and collection services of the 1% fee associated with MyFloridaMarketPlace. Modification 2 to the MyFloridaMarketPlace contract allows for the vendor to provide billing and collection services which are to be paid on a monthly basis. The existing cash balance in the trust fund is used to fund this expenditure. No Recurring Base Budget	0.00	0	0	900,000	900,000	0.00	0	0	900,000	900,000					
8	160E010	REALIGNMENT OF CONTRACTUAL SERVICES FROM EXPENSES AND OTHER PERSONAL SERVICES - DEDUCT	Deduct issue for the shift of budget in the Expenses appropriations category used for contract services to the Contracted Services appropriations category. This issue was prompted by Chapter 2005-152, Laws of Florida which amended s. 216.011(1)(n), F.S., by removing "contractual services" from the list of items allowed to be paid from the Expenses appropriation category. Contractual services include contracts for information technology services, security services, consulting services, legal services, actuarial services, auditing services, court reporting services, and maintenance services. Base Budget in OPS Category - $2,066,202 Base Budget in Expenses Category - $31,344,458	0.00	0	(229,337)	(12,138,070)	(12,367,407)	0.00	0	0	0	0					
9	160E020	REALIGNMENT OF CONTRACTUAL SERVICES TO SPECIAL CATEGORY: CONTRACTED SERVICES - ADD	Add issue for the shift of budget in the Expenses appropriations category used for contract services to the Contracted Services appropriations category. This issue was prompted by Chapter 2005-152, Laws of Florida which amended s. 216.011(1)(n), F.S., by removing "contractual services" from the list of items allowed to be paid from the Expenses appropriation category. Contractual services include contracts for information technology services, security services, consulting services, legal services, actuarial services, auditing services, court reporting services, and maintenance services. Base Budget in Contracted Services Category - $7,095,573	0.00	0	229,337	12,138,070	12,367,407	0.00	0	0	0	0					
10	160E030	REALIGNMENT OF CONTRACTUAL SERVICES FROM EXPENSES - DEDUCT	Deduct issue for the shift of budget in the Expenses appropriations category used for contract services to the Contracted Services appropriations category. This issue was prompted by Chapter 2005-152, Laws of Florida which amended s. 216.011(1)(n), F.S., by removing "contractual services" from the list of items allowed to be paid from the Expenses appropriation category. Contractual services include contracts for information technology services, security services, consulting services, legal services, actuarial services, and maintenance services. Base Budget in Expenses Category - $31,344,458	0.00	0	0	0	0	0.00	0	(120,687)	(10,344,867)	(10,465,554)					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1	DEPARTMENT OF MANAGEMENT SERVICES																		
2					REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
11		160E060	REALIGNMENT OF CONTRACTUAL SERVICES TO CONTRACTED SERVICES CATEGORIES - ADD	Add issue for the shift of budget in the Expenses appropriations category used for contract services to the Contracted Services appropriations category. This issue was prompted by Chapter 2005-152, Laws of Florida which amended s. 216.011(1)(n), F.S., by removing "contractual services" from the list of items allowed to be paid from the Expenses appropriation category. Contractual services include contracts for information technology services, security services, consulting services, legal services, actuarial services, and maintenance services. Base Budget in Contracted Services Category - $7,095,573	0.00	0	0	0	0	0.00	0	120,687	10,344,867	10,465,554					
12		160S010	CORRECT FUNDING SOURCE INDICATOR - DEDUCT	Deduct issue to shift budget between Fund Source Indicators to align budget with more appropriate Fund Source Indicators. This is a technical adjustment. No effect on Base Budget.	0.00	0	0	0	0	0.00	0	0	(16,232,275)	(16,232,275)					
13		160S020	CORRECT FUNDING SOURCE INDICATOR - ADD	Add issue to shift budget between Fund Source Indicators to align budget with more appropriate Fund Source Indicators. This is a technical adjustment. No effect on Base Budget.	0.00	0	0	0	0	0.00	0	0	16,232,275	16,232,275					
14		2306000	FUNDING FOR INCREASED COST OF FUEL AND UTILITIES	The Governor's Recommended Budget provides state-wide funding for increased cost of fuel and utilities, based upon the actual expenditures for such commodities and services in FY 2004-05, adjusted for growth pursuant to applicable consumer price indices. The Governor applied growth rates to the agency's historic expenditures for classifications as follows: Electricity 9.2%; Natural gas 19.8%; Fuel oil and propane 22.2%, Gasoline & Diesel fuel 8.6%. During FY2004/05, the agency spent $14,039,651 for this purpose resulting in an increase of $1,387,182. Originally the department indicated the increase exceeded the need and the Governor's Recommendation was reduced to $1,091,970. In addition, $20,000 was provided to DOAH. Subsequently, the department reviewed current year expenditures and revised its projections upward for State Utility Payments. As a result the Governor increased the request for DMS by $1,074,396. $191,970 increase to Expenses Category, $1,974,396 increase to State Utility Payments Category.	0.00	0	0	0	0			2,470	2,163,895	2,166,365					
15		2503080	DIRECT BILLING FOR ADMINISTRATIVE HEARINGS	This issue adjusts the budget in the Transfer to the Division of Administrative Hearings appropriations category based upon the actual number of hearing hours reported for the previous fiscal year. Base Budget in Transfer to DOAH Category - $1,021,592	0.00	0	0	0	0	0.00	0	51,444	(19,183)	32,261					
16		3000700	RECYCLING PROGRAM	This issue provides funding and support for the recycling program established in section 403.714, F.S., which will be funded with transfers from the Department of Environmental Protection and supplemented with proceeds from the sale of recycled electronic equipment and paper. No Recurring Base Budget. **House staff questions the statutory authority used to justify this issue.**	0.00	0	0	0	0	1.00	52,000	0	101,095	101,095					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

DEPARTMENT OF MANAGEMENT SERVICES

				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
17	3000800	ADDITIONAL RESOURCES FOR THE BUREAU OF CORRECTIONAL PRIVATIZATION	This issue provides additional funding and positions for the Private Prison Monitoring office. Two of the three positions will perform regular quality assurance reviews relating to the privately operated correctional facilities. The third position will process fingerprint cards for new staff hired by the facilities. The Federal Bureau of Investigation previously accepted the fingerprint cards from private vendors, but the cards must now be submitted by the governmental agency contracting with the private vendor. Additional funding is also included to upgrade several existing positions and provide for travel and training expenses for new and existing personnel. Private Prison Monitoring Base Budget FTE - 8 Base Budget all Categories - $905,527	0.00	0	0	0	0	3.00	144,538	296,432	0	296,432					
18	3000900	FEDERAL PROPERTY ASSISTANCE - FEDERAL AUDITS	This issue provides additional funding to cover increased costs for travel required to perform federally-required utilization surveys and audits during the requisite time period. Federal Property Assistance Base Budget in Expenses Category - $65,489	0.00	0	0	10,000	10,000	0.00	0	0	10,000	10,000					
19	3000910	INCREASED REQUIREMENTS FROM THE GOVERNMENTAL ACCOUNTING STANDARDS BOARD - GASB	This issue provides additional funding for increased actuarial services required for compliance with GASB Statements 43 and 45. These statements add a new requirement for governmental employers to disclose the long-term liability of Other Post Employment Benefits funded on a pay-as-you go basis. The Health Insurance Subsidy Program for Florida Retirement System benefit recipients falls under this requirement. Division of Retirement Base Budget in Contracted Services Category - $2,660,000	0.00	0	37,000	25,000	62,000	0.00	0	37,000	25,000	62,000					
20	3000940	INCREASE FOR LEGAL FEES RELATED TO THE SPECIAL PAY PLAN	This issue provides funding to continue the legal services working on an IRS letter ruling to enact the Special Pay Plan created by 2001-43, LOF. The plan will allow employees to not pay Social Security taxes on Leave Payouts upon retirement from state government. No Base Budget in Contracted Legal Services Category.	0.00	0	0	40,000	40,000	0.00	0	0	40,000	40,000					
21	3009500	ADDITIONAL RESOURCES TO MEET PROGRAM DEMANDS	This issue provides funding for increased benefits and actuarial consultant support for benefit design and development, fiscal and premium analysis, legislative review, procurement, contracting, etc. for the insured benefits contracts scheduled to expire. Division of Retirement Base Budget in Contracted Services Category - $2,660,000	0.00	0	0	227,345	227,345	0.00	0	0	227,345	227,345					
22	3009560	PEOPLE FIRST AGENCY TRAINING SESSIONS	This issue provides funding for PeopleFirst project staff to train agency Human Resources staff on how to train agency personnel on the proper use of the system. Human Resource Management Base Budget in Expenses Category - $1,368,832	0.00	0	0	0	0	0.00	0	0	54,646	54,646					
23	3200100	AMERICANS WITH DISABILITIES ACT - EXPIRATION OF FEDERAL GRANT	This issue reduces budget in the Americans with Disabilities Act Working Group because the federal grant which has funded this budget will terminate in September 2006. Americans with Disabilities Act Working Group Base Budget in OPS Category - $180,000 Base Budget in Expenses Category - $844,842	0.00	0	0	(563,000)	(563,000)	0.00	0	0	(563,000)	(563,000)					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1	DEPARTMENT OF MANAGEMENT SERVICES																		
2					REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
24		3300500	DECREASE IN DISABILITY BENEFITS FOR JUDGES AND JUSTICES	This issue reduces budget for the Disability Benefits for Judges and Justices to bring the budget in line with the actual need of the benefit. Base Budget in Disability Benefits for Judges and Justices Category - $1,043,000	0.00	0	0	0	0	0.00	0	(300,000)	0	(300,000)					
25		33G0120	ELIMINATE EXCESS BUDGET AUTHORITY	This issue reduces budget in Motor Vehicle and Watercraft Management for an anticipated decrease in revenues which support its functions. Revenues are generated by a portion of proceeds from the auction of state vehicles and from charges for the use of the Equipment Management Information System (EMIS). Motor Vehicle and Watercraft Management Base Budget in Expenses Category - $235,469	0.00	0	0	(94,000)	(94,000)	0.00	0	0	(94,000)	(94,000)					
26		33G0140	REDUCE THIRD PARTY MONITORING	This issue reduces budget for the third party monitor of the MyFloridaMarketPlace system to align the budget with the negotiated contract amount. Base Budget in Third Party Monitor Category - $238,500	0.00	0	0	(65,700)	(65,700)	0.00	0	0	(65,700)	(65,700)					
27		33G0720	OPS REVIEW REDUCTIONS	This issue reduces budget for temporary staff in Information Services to align the budget with the anticipated need for temporary staff. Information Services Base Budget in OPS Category - $700,549	0.00	0	0	(194,695)	(194,695)	0.00	0	0	(194,695)	(194,695)					
28		33G0730	EFFICIENCIES THROUGH OUTSOURCING	This issue reduces staff and budget in the areas of Insurance Benefits and Information Systems. These positions were requested to be reduced last session by the department as an efficiency gained from the implementation of the PeopleFirst system. The legislature chose to leave the positions in place for another year in the event there was a need. Reduces Insurance Benefits Administration -26 FTE, -$1,243,658 Multiple Categories Base Budget FTE - 53 Base Budget all Categories - $ 44,081,552 Reduces Information Services -20 FTE, -$1,154,085 Multiple Categories Base Budget FTE - 61 Base Budget all Categories - $19,932,760	(46.00)	(1,441,452)	0	(2,397,743)	(2,397,743)	(36.00)	(876,674)	0	(1,599,140)	(1,599,140)					
29		33G0740	EFFICIENCIES THROUGH IMPROVED OPERATIONS	This issue reduces staff and budget in the Commission on Human Relations. This reduction is possible because of efficiencies gained through process changes. Commission on Human Relations Base Budget FTE - 71 Base Budget all Categories - $5,388,700	(6.00)	(99,234)	(136,615)	(27,323)	(163,938)	(6.00)	(99,234)	(136,615)	(27,323)	(163,938)					
30		33H0040	REDUCED CONTRACTED SERVICES AUTHORITY	This issue reduces budget in Wireless Services associated with an expired contract with Motorola for the maintenance of Phases 1 and 2 of the Statewide Law Enforcement Radio System. M/A-Com will take over the maintenance of these phases through an existing contract. Wireless Services Base Budget in Contracted Services Category - $3,321,857	0.00	0	0	(3,321,857)	(3,321,857)	0.00	0	0	(3,321,857)	(3,321,857)					
31		33J0050	PEOPLE FIRST - SYSTEM IMPROVEMENTS	This issue provides funds to modify the PeopleFirst screens to be ADA compliant. The current contract with Convergys does not cover this work, therefore, additional budget is needed. Base Budget in HR Services/Statewide Contract - $44,153,424	0.00	0	0	333,000	333,000	0.00	0	0	433,000	433,000					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

DEPARTMENT OF MANAGEMENT SERVICES

				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
32	33J0080	PURCHASING OVERSIGHT - DISTRIBUTION OF EXCESS ONE PERCENT (1%) TRANSACTION FEES	This issue provides funds to transfer the contractually-obligated one percent transaction fee to Accenture for operation of MyFloridaMarketPlace, after departmental operating costs have been paid for. No Recurring Base Budget.	0.00	0	0	16,990,757	16,990,757	0.00	0	0	16,990,757	16,990,757					
33	33V0800	DECREASE IN INFORMATION SERVICES CONTRACTS	This issue reduces budget in Information Services that is no longer needed for staff augmentation contracts. Base Budget in Applications Management Contract Category - $3,500,000 Base Budget in Data Processing Contracts Category - $2,500,000	0.00	0	0	0	0	0.00	0	0	(3,768,274)	(3,768,274)					
34	3400500	REMOVE MOTOR VEHICLE AND WATERCRAFT MANAGEMENT FROM MFMP 1% FEE - ADD	Add issue fund shifting part of the Motor Vehicle and Watercraft Management budget from the Grants and Donations Trust Fund funded from the 1% MFMP fee to General Revenue. Motor Vehicle and Watercraft Management Base Budget all Categories - $1,879,514	0.00	0	375,000	0	375,000	0.00	0	375,000	0	375,000					
35	3400510	REMOVE MOTOR VEHICLE AND WATERCRAFT MANAGEMENT FROM MFMP 1% FEE - DEDUCT	Deduct issue fund shifting part of the Motor Vehicle and Watercraft Management budget from the Grants and Donations Trust Fund funded from the 1% MFMP fee to General Revenue. Add issue fund shifting part of the Motor Vehicle and Watercraft Management budget from the Grants and Donations Trust Fund funded from the 1% MFMP fee to General Revenue. Motor Vehicle and Watercraft Management Base Budget all Categories - $1,879,514	0.00	0	0	(375,000)	(375,000)	0.00	0	0	(375,000)	(375,000)					
36	3400600	FROM GENERAL REVENUE TO THE PUBLIC EMPLOYEES RELATIONS COMMISSION TRUST FUND - DEDUCT	Deduct issue fund shifting part of the Public Employees Relations Commission (PERC) budget from General Revenue to the PERC Trust Fund. Public Employees Relations Commission Base Budget all Categories - $3,425,702	0.00	0	0	0	0	0.00	0	(200,000)	0	(200,000)					
37	3400650	FROM GENERAL REVENUE TO THE PUBLIC EMPLOYEES RELATIONS COMMISSION TRUST FUND - ADD	Add issue fund shifting part of the Public Employees Relations Commission (PERC) budget from General Revenue to the PERC Trust Fund. Public Employees Relations Commission Base Budget all Categories - $3,425,702	0.00	0	0	0	0	0.00	0	0	200,000	200,000					
38	3400700	FROM GENERAL REVENUE TO THE CHR GRANTS AND DONATIONS TRUST FUND - DEDUCT	Deduct issue fund shifting part of the Commission on Human Relations budget from General Revenue to the Grants and Donations Trust Fund. Commission on Human Relations Base Budget all Categories - $5,388,700	0.00	0	0	0	0	0.00	0	(10,000)	0	(10,000)					
39	3400750	FROM GENERAL REVENUE TO THE CHR GRANTS AND DONATIONS TRUST FUND - ADD	Add issue fund shifting part of the Commission on Human Relations budget from General Revenue to the Grants and Donations Trust Fund. Commission on Human Relations Base Budget all Categories - $5,388,700	0.00	0	0	0	0	0.00	0	0	10,000	10,000					
40	34F0500	SHIFT FROM THE GRANTS AND DONATIONS TRUST FUND TO THE OPERATING TRUST FUND - DEDUCT	Deduct issue fund shifting budget from the Grants and Donations Trust Fund to the Operating Trust Fund within the Support Program in order to properly align appropriations in accordance with trust fund usage definitions in section 215.32, Florida Statutes. Issue moves all budget, Base Budget and new issues, in Grants and Donations Trust Fund in the program.	0.00	0	0	0	0	0.00	0	0	(24,926,465)	(24,926,465)					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

DEPARTMENT OF MANAGEMENT SERVICES

				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
41	34F0550	SHIFT FROM THE GRANTS AND DONATIONS TRUST FUND TO THE OPERATING TRUST FUND - ADD	Add issue fund shifting budget from the Grants and Donations Trust Fund to the Operating Trust Fund within the Support Program in order to properly align appropriations in accordance with trust fund usage definitions in section 215.32, Florida Statutes. Issue moves all budget, Base Budget and new issues, in Grants and Donations Trust Fund in the program.	0.00	0	0	0	0	0.00	0	0	24,926,465	24,926,465					
42	36109C0	STATE TELECOMMUNICATIONS SYSTEM NETWORK GROWTH	This issue provides additional budget to address an increase in data center rates charged to users. Telecommunication Services Base Budget in Data Processing Category - $1,026,162	0.00	0	0	150,000	150,000	0.00	0	0	150,000	150,000					
43	36121C0	OPERATE AND MAINTAIN THE MYFLORIDA.COM INTERNET PORTAL	This issue provides funding for operation and maintenance of the MyFlorida.com portal and funding for two contract positions to add functionality to the portal. No Recurring Base Budget.	0.00	0	788,880	0	788,880	0.00	0	888,880	0	888,880					
44	36126C0	NETWORK SECURITY FOR STATEWIDE INFORMATION SYSTEMS	This issue provides funding to establish an Office of Information Security to coordinate cyber security with the agencies, the CIO Council, FDLE and the Domestic Security Task Force. The agency cites Section 282.318, F.S., as its authority to establish such an office. The Governor's Recommended Budget placed this issue in Administered Funds. No Recurring Base Budget.	0.00	0	743,900	0	743,900	0.00	0	0	0	0					
45	36137C0	STATEWIDE WIRELESS 911 TELECOMMUNICATIONS SYSTEM PAYMENTS	This issue provides additional budget for distribution to counties and service providers of an anticipated increase in collections of the E911 fee assessed on cellular phones. The funds will be used for the development and maintenance of the wireless emergency 911 system. Base Budget in Distribution to Counties and Distribution to Service Providers - Wireless 911 - $67,850,665	0.00	0	0	8,149,335	8,149,335	0.00	0	0	13,240,080	13,240,080					
46	36143C0	DISASTER RECOVERY SERVICES	This issue provides budget to pay for disaster recovery services on behalf of agencies through Service Level Agreements. No Recurring Base Budget.	0.00	0	0	2,047,135	2,047,135	0.00	0	0	1,364,008	1,364,008					
47	36305C0	TRANSFER OF THE DIVISION OF RETIREMENT'S DATA CENTER TO THE SHARED RESOURCE CENTER	This issue provides funding to move the Division of Retirement's data center from Winewood to the Shared Resource Center (SRC) and funding to pay for the on-going cost of SRC usage. Division of Retirement Base Budget in Expenses Category - $3,681,946 Base Budget in Data Processing Category - $42,416	0.00	0	0	0	0	0.00	0	0	71,000	71,000					
48	36320C0	STATEWIDE PURCHASING SUBSYSTEM CONTINUATION	This issue provides funding to continue the old State Purchasing System (SPURS) until Aspire is implemented. SPURS must continue because the Legislature, DOAH, and the School for the Deaf and the Blind continue to use it. SPURS is also used to register atypical vendors such as foster care parents. Purchasing Oversight Base Budget in Data Processing Category - $400,128	0.00	0	818,642	0	818,642	0.00	0	818,642	0	818,642					
49	3800050	FLORIDA LEADERSHIP SUCCESSION TRAINING PROGRAM	This issue provides budget for the department to administer the Florida Leadership Succession Training Program on a cost-recovery basis for up to 100 employees of participating state agencies. Human Resource Management Base Budget in OPS Category - $190,000 Base Budget in Expenses Category - $1,368,832	0.00	0	0	0	0	0.00	0	0	167,552	167,552					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

DEPARTMENT OF MANAGEMENT SERVICES

				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
50	4000080	HEALTH SAVINGS ACCOUNT PROGRAM	This issue provides budget to the Insurance Benefits Program for administration of the Health Savings Account (HSA) Program. The funds will be used for modifications to PeopleFirst which are not covered by the contract with Convergys and to fund a vendor to administer the HSA accounts. No Recurring Base Budget.	0.00	0	0	516,200	516,200	0.00	0	0	138,956	138,956					
51	4000250	CONSOLIDATION OF SPACE IN STATE OWNED FACILITIES OFFICE SPACE POOL	This issue provides funding for the second phase of the restacking of state office buildings in an effort to more efficiently utilize state owned space. Proposed funding for this issue are the proceeds from the disposition of surplus Florida Facilities Pool properties. No Recurring Base Budget. **Use of this funding source would require a change in statute.**	0.00	0	6,348,258	0	6,348,258	0.00	0	0	6,251,520	6,251,520					
52	4100020	REIMBURSEMENT FOR APPRAISAL OF FLORIDA FACILITIES POOL PROPERTIES	This issue provides one time funding for reimbursement to the Supervision Trust Fund from the Internal Improvement Trust Fund for the cost of property appraisals in preparation for the sale of Florida Facilities Pool properties. The proceeds from such sales are deposited in the Internal Improvement Trust Fund. Facilities Management Base Budget in Expenses Category - $11,690,490	0.00	0	0	0	0	0.00	0	0	138,480	138,480					
53	4100050	DEPARTMENT OF MANAGEMENT SERVICES ADMINISTRATIVE ASSESSMENT	This issue provides budget for the administrative assessment to be imposed on the three positions requested in Issue 3000800 for Private Prison Monitoring. Private Prison Monitoring Base Budget in Expenses Category - $304,959	0.00	0	0	0	0	0.00	0	57,000	0	57,000					
54	4100070	TRAVEL AND TRAINING NEEDS FOR ADMINISTRATIVE STAFF	This issue provides budget to allow the Secretary and other administrative staff to travel in-state to various Florida Facilities Pool properties, attend out-of-state conferences and training and provide continuing legal education for six of the department's attorneys. Executive Direction and Support Services Base Budget in Expenses Category - $786,717	0.00	0	0	0	0	0.00	0	0	85,352	85,352					
55	4100100	INCREASE IN CONTRACTED SERVICES	This issue provides additional budget to cover the rising cost of outsourced maintenance contracts for state owned properties. Facilities Management No Recurring Base Budget.	0.00	0	0	950,541	950,541	0.00	0	0	950,541	950,541					
56	4100130	UTILITY PAYMENT INCREASES	This issue provides additional budget for the rising cost of utilities for state owned properties. Issue Number 2306000 of the Governor's Recommended Budget requests budget for a similar purpose. Base Budget in Utility Payments Category - $14,244,461	0.00	0	0	1,974,396	1,974,396	0.00	0	0	0	0					
57	4100150	INTERIOR REFURBISHMENT OF LEASED SPACE IN THE FLORIDA FACILITIES POOL	This issue provides budget for the statewide refurbishment of tenant space. No Recurring Base Budget.	0.00	0	0	1,357,830	1,357,830	0.00	0	0	1,357,830	1,357,830					
58	4100180	TENANT SPACE IMPROVEMENT FUNDS	This issue provides budget for refurbishment of leased space in the Koger Center in Tallahassee. No Recurring Base Budget.	0.00	0	0	1,058,734	1,058,734	0.00	0	0	1,058,734	1,058,734					
59	4100250	SCHEDULED MAINTENANCE OF STATE OWNED AIRCRAFT	This issue provides budget for the maintenance and repair of the Executive Aircraft Pool in accordance with federal aviation regulations and manufacturers' safety recommendations. No Recurring Base Budget.	0.00	0	176,845	0	176,845	0.00	0	176,845	0	176,845					

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DEPARTMENT OF MANAGEMENT SERVICES

				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
	D3A ISSUE	D3A ISSUE TITLE	NARRATIVEDESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
60	4100500	PRIVATE PRISON MONITORING - REIMBURSEMENT TO VENDORS	This issue provides budget for the reimbursement of private prison providers for major maintenance and repair costs of the facilities. The reimbursement will be funded from the monthly deposits made by the providers into the Operating Trust Fund for this purpose. No Recurring Base Budget.	0.00	0	0	329,588	329,588	0.00	0	0	329,588	329,588					
61	4105230	FLORIDA RETIREMENT SYSTEM MEMBER ANNUAL STATEMENTS REQUIRED BY LAW	This issue provides additional budget for an anticipated increase in the contract cost for the provision of member annual retirement statements. Division of Retirement Base Budget in Contracted Services Category - $2,860,000	0.00	0	0	7,500	7,500	0.00	0	0	7,500	7,500					
62	4106110	INCREASED POSTAGE COST	This issue provides additional budget to the Division of Retirement to pay for the U.S. postage increase. The division anticipates sending 2.6 million pieces of mail during FY 2006-2007. Division of Retirement Base Budget in Expenses Category - $3,681,946	0.00	0	0	52,000	52,000	0.00	0	0	52,000	52,000					
63	4106300	INCREASE FOR FLORIDA RETIREMENT SYSTEM PUBLICATIONS REQUIRED BY LAW	This issue provides budget to the Division of Retirement to print and distribute copies of the Florida Retirement System Pension Plan Retirement Guide as required by Section 112.66, F.S. Division of Retirement Base Budget in Expenses Category - $3,681,946	0.00	0	0	475,000	475,000	0.00	0	0	475,000	475,000					
64	4107510	CONTINUE FUNDING FOR THE ADOPTION PROGRAM	This issue provides additional budget for the increased number of requests by state employees for adoption incentives to adopt special needs children as provided under Section 110.152, F.S. Base Budget in Special Needs Adoption Incentives Category - $888,623	0.00	0	0	0	0	0.00	0	847,334	0	847,334					
65	42010C0	DATA CENTER AND APPLICATION MANAGEMENT	**The agency has withdrawn this issue.**	0.00	0	0	2,217,217	2,217,217	0.00	0	0	0	0					
66	42018C0	THIRD PARTY MONITOR FOR INVITATION TO NEGOTIATE (ITN)	This issue provides funding for a third party monitor of contract implementation of the new telecommunications network. Funds were provided for this purpose in Fiscal Year 2005-2006, however, the funds will not be expended because a contract for the next generation telecommunications network to replace SUNCOM is not expected to be in place for much of FY 2005-2006. No Recurring Base Budget.	0.00	0	0	450,000	450,000	0.00	0	0	450,000	450,000					
67	42020C0	NETWORK OPERATIONS AND ASSURANCE CENTER (NOAC)	This issue provides funding to establish a Security Monitoring Group to configure, monitor, and maintain all security components for the state network and SUNCOM. The Governor's Recommended Budget placed this issue in Administered Funds. No Recurring Base Budget.	0.00	0	0	1,089,573	1,089,573	0.00	0	0	0	0					
68	4300500	REALIGNMENT OF CONTRACTUAL SERVICES FROM OTHER PERSONAL SERVICES - DEDUCT	Deduct issue shifting budget within the Insurance Benefits program from the Other Personal Services appropriation category to Contracted Services appropriation category. Contractual services include contracts for auditing services and court reporting services. Base Budget in OPS Category - $2,066,202	0.00	0	0	0	0	0.00	0	(31,500)	(570,391)	(601,891)					
69	4300550	REALIGNMENT OF CONTRACTUAL SERVICES FROM OTHER PERSONAL SERVICES - ADD	Add issue shifting budget within the Insurance Benefits program from the Other Personal Services appropriation category to Contracted Services appropriation category. Contractual services include contracts for auditing services and court reporting services. Base Budget in Contracted Services Category - $7,095,573	0.00	0	0	0	0	0.00	0	31,500	570,391	601,891					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

DEPARTMENT OF MANAGEMENT SERVICES

				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
70	4C005C0	STATE INTERNET PORTAL COPYRIGHT PROTECTION	This issue provides funding to investigate potential unauthorized use of the www.myflorida.com internet portal. No Recurring Base Budget.	0.00	0	0	0	0	0.00	0	10,000	0	10,000					
71	5306200	TRANSFER FUNDS BETWEEN APPROPRIATION CATEGORIES - DEDUCT	Deduct issue shifting budget from the Expenses appropriation category to the Data Processing Services appropriation category to address an increase in data center rates charged to users. This issue covers multiple Budget Entities. Base Budget in Expenses Category - $31,344,458	0.00	0	(17,416)	(188,670)	(206,086)	0.00	0	(17,416)	(188,670)	(206,086)					
72	5306300	TRANSFER FUNDS BETWEEN APPROPRIATION CATEGORIES - ADD	Add issue shifting budget from the Expenses appropriation category to the Data Processing Services appropriation category to address an increase in data center rates charged to users. This issue covers multiple Budget Entities. Base Budget in Data Processing Category - $3,016,435	0.00	0	17,416	188,670	206,086	0.00	0	17,416	188,670	206,086					
73	5600050	INCREASED SECURITY FOR THE RA GRAY BUILDING	This issues provides budget to transfer the responsibility for security of the R.A. Gray Building in Tallahassee from a private vendor to the Florida Department of Law Enforcement. The increased budget is required because of the increased security implemented at the R.A. Gray. Base Budget in Capitol Police Category - $5,232,532	0.00	0	0	0	0	0.00	0	0	539,255	539,255					
74	990A000	OFFICE SPACE	This issue provides budget authority to conduct renovations for other agencies at their request and using their appropriated funds. When an agency needs participation by the Department of Management Services in their construction projects, the funds are deposited in the Architect's Incidental Trust Fund for use by the Department of Management Services on their behalf. This is an ongoing program for which the project size limit is $100,000. Architects Incidental Trust Fund	0.00	0	0	700,000	700,000	0.00	0	0	700,000	700,000					
75	990A000	OFFICE SPACE	This issue provides budget to issue bonds for the continued planning, design and construction of new state building facilities on Parcel 2 near the Capital Circle Office Complex in Leon County. Construction on Parcel 2 must commence on or before January 1, 2008, to prevent the automatic reversion of Parcel 3 to the St. Joe Company, in accordance with the provisions of the April 16, 1999 Special Warranty Deed. In addition, if construction of the facilities does not commence by January 1, 2010, then Parcel 4 will also revert. Issue Number 990D000 includes a nonrecurring increase of $900,000 in General Revenue to provide for the FY 2006-07 debt service payment related to this $18 million bond issue.	0.00	0	0	0	0	0.00	0	150,000	18,000,000	18,150,000					
76	990C000	CODE CORRECTIONS	Provides budget authority for the Fixed Capital Outlay requirements of the Americans with Disabilities Act, as well as to correct fire, safety, health, and environmental deficiencies.	0.00	0	0	2,091,014	2,091,014	0.00	0	0	2,091,014	2,091,014					
77	990D000	DEBT SERVICE	Provides budget authority for debt service on Florida Facilities Pool revenue bonds issued for construction of facilities.	0.00	0	0	0	0	0.00	0	900,000	0	900,000					
78	990M000	MAINTENANCE AND REPAIR	Provides budget authority for statewide refurbishment of tenant space and correction of general building deficiencies.	0.00	0	0	17,908,986	17,908,986	0.00	0	0	17,908,986	17,908,986					
80		TOTALS		1,812.00	43,326,811	33,414,114	509,220,854	542,634,968	1,026.00	44,090,327	28,226,636	532,863,986	561,090,622	1,064.00	44,869,697	24,262,204	456,209,021	480,471,225

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

DIVISION OF ADMINISTRATIVE HEARINGS

				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
4	1100000	LEGISLATIVE START-UP BUDGET (RECURRING CONTINUATION OF CURRENT LAW AND POLICY)		265.00	16,216,701	0	25,796,246	25,796,246	265.00	16,216,701	0	25,796,246	25,796,246	265.00	16,216,701	0	25,796,246	25,796,246
5	160E030	REALIGNMENT OF CONTRACTUAL SERVICES FROM EXPENSES - DEDUCT	Deduct issue for the shift of budget in the Expenses appropriations category used for contract services to the Contracted Services appropriations category. This issue was prompted by Chapter 2005-152, Laws of Florida which amended s. 216.011(1)(n), F.S., by removing "contractual services" from the list of items allowed to be paid from the Expenses appropriation category. Contracts are mainly for security and IT services. Base Budget in Expense Category - $4,523,737	0.00	0	0	0	0	0.00	0	0	(1,147,500)	(1,147,500)					
6	160E040	REALIGNMENT OF CONTRACTUAL SERVICES BUDGET - DEDUCT	Deduct issue for the shift of budget in the OPS and Expenses appropriations categories used for contract services to the Contracted Services appropriations category. This issue was prompted by Chapter 2005-152, Laws of Florida which amended s. 216.011(1)(n), F.S., by removing "contractual services" from the list of items allowed to be paid from the Expenses appropriation category. Contracts are mainly for security and IT services. Base Budget in OPS Category - $1,476,104 Base Budget in Expense Category - $4,523,737	0.00	0	0	(1,169,000)	(1,169,000)	0.00	0	0	0	0					
7	160E050	REALIGNMENT OF CONTRACTUAL SERVICES BUDGET - ADD BACK	Add issue for the shift of budget in the OPS and Expenses appropriations categories used for contract services to the Contracted Services appropriations category. This issue was prompted by Chapter 2005-152, Laws of Florida which amended s. 216.011(1)(n), F.S., by removing "contractual services" from the list of items allowed to be paid from the Expenses appropriation category. Contracts are mainly for security and IT services. No Recurring Base Budget in Contracted Services Category.	0.00	0	0	1,169,000	1,169,000	0.00	0	0	0	0					
8	160E060	REALIGNMENT OF CONTRACTUAL SERVICES TO CONTRACTED SERVICES CATEGORIES - ADD	Add issue for the shift of budget in the Expenses appropriations category used for contract services to the Contracted Services appropriations category. This issue was prompted by Chapter 2005-152, Laws of Florida which amended s. 216.011(1)(n), F.S., by removing "contractual services" from the list of items allowed to be paid from the Expenses appropriation category. Contracts are mainly for security and IT services. No Recurring Base Budget in Contracted Services Category.	0.00	0	0	0	0	0.00	0	0	1,147,500	1,147,500					
9	2306000	FUNDING FOR INCREASED COST OF FUEL AND UTILITIES	The Governor's Recommended Budget provides state-wide funding for increased cost of fuel and utilities, based upon the actual expenditures for such commodities and services in FY 2004-05, adjusted for growth pursuant to applicable consumer price indices. The Governor applied growth rates to the agency's historic expenditures for classifications as follows: Electricity 9.2%; Natural gas 19.8%; Fuel oil and propane 22.2%, Gasoline & Diesel fuel 8.6%. During FY2004/05, the agency spent $85 for this purpose resulting in an increase of $7. DMS provided $20,000 of their allocation to DOAH.	0.00	0	0	0	0	0.00	0	0	20,000	20,000					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

DIVISION OF ADMINISTRATIVE HEARINGS

				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
10	3000600	ADDITIONAL STAFFING FOR THE OFFICE OF JUDGES OF COMPENSATION CLAIMS	This issue provides funding for ten positions and budget to create two new judges of compensation claims. These judges are needed to address the workload in the Ft. Myers District and the Daytona Beach District. Base Budget FTE - 265	10.00	536,810	0	837,266	837,266	0.00	0	0	0	0					
11	33V0550	WORKFORCE REDUCTION - ELIMINATE VACANT POSITION	This issue reduces staff and budget in the Adjudication of Disputes Service area. This reduction is possible because of efficiencies gained through process changes. Base Budget FTE - 265	(1.00)	(16,733)	0	(31,319)	(31,319)	(1.00)	(16,476)	0	(31,021)	(31,021)					
12	4002800	ALLEVIATE SECURITY RISKS AT DISTRICT OFFICES	This issue provides funding to add one additional security guard to the Miami office and to extend the security guard hours from eight hours per day to nine hours per day in each of the seventeen district locations. Funds would also be used to reconfigure the West Palm Beach and Miami offices. Base Budget information not available.	0.00	0	0	315,102	315,102	0.00	0	0	0	0					
13	5006A10	ELIMINATE DISPARITY IN JUDGES' PAY PACKAGE	This issue provides additional Salary Rate and Salaries and Benefits budget to increase the pay of judges of compensation claims and to fully pay for the benefits of the judges. Base Budget in Salary Category - $19,193,159	0.00	117,049	0	216,447	216,447	0.00	0	0	0	0					
14	5006A20	PAY PLAN TRANSFER	This issues provides additional Salaries and Benefits budget to fully pay for the benefits of 31 Executive Secretary positions because of their high level of responsibility and confidentiality. Base Budget in Salary Category - $19,193,159	0.00	0	0	88,675	88,675	0.00	0	0	0	0					
16		TOTALS		274.00	15,853,827	0	27,222,419	27,222,419	264.00	15,200,225	0	25,785,225	25,785,225	265.00	15,216,701	0	25,796,246	25,796,246

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1	DEPARTMENT OF REVENUE																		
2				NARRATIVE / DESCRIPTION	REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		DJA ISSUE	DJA ISSUE TITLE		FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
4		1100000	LEGISLATIVE START-UP BUDGET (RECURRING CONTINUATION OF CURRENT LAW AND POLICY)		5,433.00	192,561,981	194,125,059	314,608,733	508,733,792	5,433.00	192,561,981	194,125,059	314,608,733	508,733,792	5,433.00	192,561,981	194,125,059	314,608,733	508,733,792
5		160C010	TRANSFER OPERATING CAPITAL OUTLAY FROM TAX PROCESSING TO COMPLIANCE DETERMINATION - ADD	As defined in sections 216.011(bb) and 273.02, Florida Statutes, Operating Capital Outlay expenditures are acquisitions of equipment, fixtures and other tangible personal property of a nonconsumable and nonexpendable nature, valued at $1,000 or more for which the normal expected life is one year or more. This issue reflects the realignment of Operating Capital Outlay budget to eliminate or realign existing budget that is less than the $1,000 prescribed by Florida Statute.	0.00	0	0	0	0	0.00	0	1,000	0	1,000					
6		160C020	TRANSFER OPERATING CAPITAL OUTLAY FROM TAX PROCESSING TO COMPLIANCE DETERMINATION - DEDUCT		0.00	0	0	0	0	0.00	0	(1,000)	0	(1,000)					
7		160E100	REALIGNMENT OF CONTRACTED SERVICES ADD	Section 216.011(1)(n), FS, defines the appropriation category "Expense" and has historically include contractual services. Contractual services are defined in section 287.012, Florida Statutes, as the "rendering by contractor of its time and effort rather than the furnishing of specific commodities." Based on statutory changes effective July 1, 2006, the Expense category can no longer include contractual services. This issue represents the transfer of contractual services budget from the Expense and OPS categories to an alternate, more appropriate appropriation category. This includes a transfer of services related to consulting, court reporting, legal, process serving, expert witnesses, custodial & janitorial, temp employment, background checks, system development, training, advertising, security, mailing & delivery, banking, moving, credit bureau reports, copying, storage, news clipping, shredding, file destruction, software, monitoring, catering, location, business process reengineering, repairs & maintenance, building alterations & installations, IT infrastructure & software maintenance. Base budget: $70.7M.	0.00	0	7,714,662	9,472,039	17,186,701	0.00	0	6,876,842	8,847,703	15,724,545					
8		160E200	REALIGNMENT OF CONTRACTED SERVICES DEDUCT		0.00	0	(7,714,662)	(9,472,039)	(17,186,701)	0.00	0	(6,876,842)	(8,847,703)	(15,724,545)					
9		1800100	SEPARATION OF GEOLOGICAL INFORMATION SYSTEMS MAPPING FROM AERIAL PHOTOGRAPHY CATEGORY - ADD	This is a technical issue to separate the funding for the Digital Mapping Grant Program that provides matching grants to county property appraisers and Aerial Photography Program that provides photographs to county property appraisers.	0.00	0	190,000	0	190,000	0.00	0	190,000	0	190,000					
10		1800200	SEPARATION OF GEOLOGICAL INFORMATION SYSTEMS MAPPING FROM AERIAL PHOTOGRAPHY CATEGORY - DEDUCT		0.00	0	(190,000)	0	(190,000)	0.00	0	(190,000)	0	(190,000)					
11		1802050	TRANSFER PROPERTY TAX LITIGATION BUDGET TO PROPERTY TAX - ADD	This is a technical issue that transfers funds appropriated in the Administrative Services Program for the purposes of hiring expert witnesses and other costs associated with litigating property tax disputes to the Property Tax Program.	0.00	0	230,558	0	230,558	0.00	0	230,558	0	230,558					
12		1802060	TRANSFER PROPERTY TAX LITIGATION BUDGET TO PROPERTY TAX - DEDUCT		0.00	0	(230,558)	0	(230,558)	0.00	0	(230,558)	0	(230,558)					
13		1802110	PROPERTY TAX BUSINESS PROCESS REALIGNMENT - ADD	The agency requests and the governor recommends the reorganization of the Property Tax Administration Program to better align the program by business processes. The reorganization consolidates all the regulatory, assessment and analytical processes into the Compliance Determination budget entity and renames the Compliance Assistance budget entity as Education and Assistance which will includes all technical, procedural and operational assistance services.	32.45	1,451,003	2,518,924	0	2,518,924	32.45	1,451,003	2,518,924	0	2,518,924					
14		1802120	PROPERTY TAX BUSINESS PROCESS REALIGNMENT - DEDUCT		(32.45)	(1,451,003)	(2,518,924)	0	(2,518,924)	(32.45)	(1,451,003)	(2,518,924)	0	(2,518,924)					

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	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1	DEPARTMENT OF REVENUE																		
2				NARRATIVE / DESCRIPTION	REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		DJA ISSUE	DJA ISSUE TITLE		FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
15		2301900	BUILDING RENTAL FOR PRIVATELY OWNED OFFICE SPACE	The department requests and the governor recommends an increase in funding to its three operating programs to pay for rent increases that have occurred in privately leased space throughout the state and nation. The program specific analysis in detail has been provided. The agency is currently paying $24,241,988 from their base budget for building rental.	0.00	0	102,698	222,292	324,990	0.00	0	102,698	222,292	324,990					
16		2302300	UNITED STATES POSTAGE INCREASE	The department requests and the Governor recommends additional budget authority across several programs to pay postage increases that became effective January 1, 2006. Postage expenditure during FY 2004/05 for the Child Support Enforcement Program totaled $2,038,028 and for the General Tax Administration Program totaled $2,672,908. The agency is requesting a 5.4% increase in recurring funding to cover the cost increase for postage.	0.00	0	144,338	300,561	444,899	0.00	0	144,338	300,561	444,899					
17		2306000	FUNDING FOR INCREASED COST OF FUEL AND UTILITIES	The Governor's Recommended Budget provides funding for the increased cost of fuel and utilities. The increase in cost of fuel and utilities is based upon the actual expenditures for such commodities and services in Fiscal Year 2004-05, adjusted for growth pursuant to applicable consumer price indices. There has not been any recent statewide price level increase to this cost. The Governor applied growth rates to the agency's historic expenditures for classifications as follows: electricity 9.2%; natural gas 19.8%; fuel oil and propane 22.2%, and gasoline & diesel fuel 8.6%.	0.00	0	0	0	0	0.00	0	27,059	20,865	47,924					
18		2503080	DIRECT BILLING FOR ADMINISTRATIVE HEARINGS	The Governor's Recommended Budget includes funding for services provided by the Division of Administrative Hearings (DOAH). DOAH provides a uniform, impartial and affordable forum for resolving conflicts between private citizens and organizations and agencies of the state. The total budget amount is based on the actual number of hearing hours reported for the previous fiscal year. DOR base budget includes $453,698 for transfer to DOAH for administrative hearing hours.	0.00	0	0	0	0	0.00	0	175,334	125,684	301,018					
19		33V0020	CHILD SUPPORT ENFORCEMENT FLORIDA SYSTEM CONTRACT REDUCTION	The Department of Children and Families (DCF) provide data center services to the Child Support Enforcement Program at DOR. Due to the expiration of a contract between DCF and Unisys and a newly executed contract, charges to DOR will reduce; therefore, DOR requests and the Governor recommends a reduction in DOR's budget authority previously used to pay DCF for data center services. DOR currently pays the DCF $22,766,234 for data center services.	0.00	0	0	(2,358,846)	(2,358,846)	0.00	0	0	(2,358,846)	(2,358,846)					
20		33V0100	CUSTOMER CALL CENTER	The Governor's Recommended Budget includes a reduction associated with the customer call center. The Child Support Enforcement Program is centralizing this function which will result in the savings.	0.00	0	0	0	0	0.00	0	0	(254,113)	(254,113)					
21		33V0400	TRAVEL BY FIVE PERCENT	The Governor's Recommended Budget includes an agency-wide reduction of $165,585 in travel expenses. During the 2004/05, DOR expended $3,437,193 in travel costs.	0.00	0	0	0	0	0.00	0	(134,465)	(31,120)	(165,585)					

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	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1	DEPARTMENT OF REVENUE																		
2				NARRATIVE / DESCRIPTION	REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		D3A ISSUE	D3A ISSUE TITLE		FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
22		33V0700	GENERAL TAX PROGRAM DUE TO EFFICIENCIES	The Governor's Recommended Budget includes a reduction of 35 positions in the General Tax Administration Program, Compliance Determination budget entity. The reductions are based on savings within the program relating to the full implementation of SUNTAX and the positions are vacant. In the base budget for General Tax Administration, DOR has 2,411 positions and a Salaries & Benefits appropriation of $118.3 million ($87 million in General Revenue and $31.3 million in trust funds).	0.00	0	0	0	0	(35.00)	(1,124,534)	(1,098,652)	(425,348)	(1,524,000)					
23		33V1100	PROPERTY TAX COUNTY MAPPING	The Governor's Recommended Budget includes a reduction to provide county property appraisers aerial photographs every four years instead of the current three year cycle. A three-year cycle is required in statute and if a reduction is implemented a statutory change is required. The agency currently has in their base budget $1,326,266 for aerial photography. Staff Note: Due the changes caused by hurricane activities, the current cycle may be preferable.	0.00	0	0	0	0	0.00	0	(95,869)	0	(95,869)					
24		33V1400	COUNTY FORMS IN PROPERTY TAX	The Governor's Recommended Budget includes a reduction in funding to provide counties with property tax forms. The reduction is based on past expenditures within the program. The agency agrees with the reduced level of funding. The agency currently has in their base budget $175,000 to provide forms to county tax offices. "The agency agrees with a reduced level of funding.... They have indicated that they need to maintain a budget of $100,000 for this purpose".	0.00	0	0	0	0	0.00	0	(125,000)	0	(125,000)					
25		3400040	DECREASE GENERAL REVENUE AND INCREASE THE CHILD SUPPORT INCENTIVE TRUST FUND - DEDUCT	The Governor's Recommended Budget includes a fund shift from General Revenue to the Child Support Enforcement Incentive Trust Fund. The Child Support Incentive Trust Fund has a balance that can be used in place of General Revenue for FY 2006-07. Staff Note: This fund shift may have an adverse impact on state-funding match to draw federal funds for Child Support Enforcement. Staff Note: With the passage of the Child Support Enforcement Federal Deficit Reduction Act, this issue will have a significant negative impact on the Child Support Program. Beginning in October 2007, the Incentive Trust Fund dollars will no longer be eligible for the 66% federal reimbursement.	0.00	0	0	0	0	0.00	0	(3,050,000)	0	(3,050,000)					
26		3400050	DECREASE GENERAL REVENUE AND INCREASE THE CHILD SUPPORT INCENTIVE TRUST FUND - ADD		0.00	0	0	0	0	0.00	0	0	3,050,000	3,050,000					

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	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1	DEPARTMENT OF REVENUE																		
2				NARRATIVE / DESCRIPTION	REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		D3A ISSUE	D3A ISSUE TITLE		FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
27		3400090	INCREASE IN FUND BASED ON CHILD SUPPORT ENFORCEMENT COST ALLOCATION PLAN	Federal funds for Child Support Enforcement is covering a disproportionate share of departmental overhead assessed to the Child Support Enforcement program. This has accumulated over recent years due to the use of funding-split tables and availability of unencumbered cash balances in program trust funds. This shift is necessary to comply with federal requirements for overhead [indirect] funding allowed in the Cost Allocation Plan submitted to the federal agency. In addition, due to a cap (10%) on overhead assessments charged to the unemployment tax for administration, the agency has requested a portion of the cost be shifted to the General Revenue Fund.	0.00	0	1,631,550	0	1,631,550	0.00	0	1,631,550	0	1,631,550					
28		3400100	DECREASE IN FUNDS BASED ON CHILD SUPPORT ENFORCEMENT COST ALLOCATION PLAN		0.00	0	0	(1,631,550)	(1,631,550)	0.00	0	0	(1,631,550)	(1,631,550)					
29		36011C0	TRANSFER CAMS AND SUNTAX TO THE SHARED RESOURCE CENTER	DOR's data processing functions are currently housed in the Carlton Building with the core business functions. The Governor is recommending that the data processing functions be transferred to the Share Resource Center at the Department of Management Services. On an on-going contractual arrangement, DOR would be assessed a rental charge that would be deposited into the DMS's internal services trust fund. The DMS Shared Resource Center is currently under-utilized and current costs are exceeding current fee revenues. DOR will rent space and will purchase	0.00	0	0	0	0	0.00	0	661,640	0	661,640					
30		36319C0	CHILD SUPPORT AUTOMATED MANAGEMENT SYSTEM (CAMS)	The department requests and the Governor recommends $22 million in the Child Support Enforcement Program for continued development, implementation, operations, and maintenance of the Child Support Automated Management System (CAMS). Phase I of CAMS will be completed in FY 2006-07 which necessitates recurring funding for operations and maintenance. This funding is also for the initial deliverables of Phase II of the system. ***The Legislature's Technology Review Workgroup is analyzing this request and should provide recommendation to the Committee.*** **The agency is now requesting the an increase in the requested and recommended amount due to time slippage in the project. The revised amount totals 21,131,494 which is allocated as follows: 5,507,853 Operations and Maintenance, 4,374,125 in CAMS 1 Deloitte deliverables; $500,000 for the CAMS 2 procurement vendor, $2,865,200 for the CAMS 2 implementation vendor for anticipated deliverables, and $7,884,316 for continuation of program testers, program management, training and other contracted monitoring of the project.**	0.00	0	0	22,243,704	22,243,704	0.00	0	0	22,243,704	22,243,704					
31		4200600	LEGAL SERVICES CONTRACT - ATTORNEY GENERAL'S OFFICE	DOR contracts with the Attorney General's office for legal services related to the general tax administration functions. A portion of the increased budget need covers an accumulated funding deficit related to state pay increases at the AG's Office. The services contract covers specific positions at the AG's office that support the general tax enforcement functions. This deficit is currently at $114,226. Secondly, DOR is currently working the AG's office to initiate an aggressive program using business license revocation as an enforcement tool. The cost is estimated at $253,989. The agency's current legal services contract with the Attorney General's Office totals $1,319,625.	0.00	0	257,752	110,465	368,217	0.00	0	257,752	110,465	368,217					

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	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1	DEPARTMENT OF REVENUE																		
2				NARRATIVE / DESCRIPTION	REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		D3A ISSUE	D3A ISSUE TITLE		FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
32		4300010	TRANSFER OTHER PERSONAL SERVICES TO CONTRACTED SERVICES - DEDUCT	This is a technical issue that aligns the department's budget to better account for expenditures made on contractual services as defined in section 287.012, Florida Statutes. See issues 160E100 and 160E200 above for types of services transferred between categories. The agency's base budget of Other Personal Services totals $3,673,273.	0.00	0	0	0	0	0.00	0	(837,820)	(624,336)	(1,462,156)					
33		4300020	TRANSFER OTHER PERSONAL SERVICES TO CONTRACTED SERVICES - ADD BACK		0.00	0	0	0	0	0.00	0	837,820	624,336	1,462,156					
34		4400160	STATE DISBURSEMENT UNIT RECONCILIATION	The current contract for the State Disbursement Unit (SDU) expires Aug 31, 2006. According to DOR, prior to the end of the current contract, a reconciliation of all SDU bank accounts to FLORIDA and FLAIR financial data must be completed and liabilities must be identified. Services will be provided through contract with a CPA firm. Initial steps were funded in the currently fiscal year. Non-recurring funding of $750,100 is appropriated for 2005-06 fy. The total 2-year cost of the reconciliation is estimated to be $3,381,197. **The agency is now requesting $3,381,209 due to slippage in the planned dates for the methodology vendor's completion of the deliverables needed to begin procurement for the reconciliation vendor. The entire $750,100 appropriated in FY 05-06 will revert and will be needed in FY 06-07**	0.00	0	0	2,881,209	2,881,209	0.00	0	0	2,881,209	2,881,209					
35		4400200	SPECIAL IMPROVEMENT GRANT	The agency applied for a Federal Special Improvement Project Grant. If approved the grant would allow the Orlando Child Support Service Center to form a partnership with multiple area organizations to identify currently incarcerated or recently released inmates who have not voluntarily met their child support obligations and assist them in meeting their obligations. **The Agency did not receive this grant and will not need this appropriation.**	0.00	0	0	123,865	123,865	0.00	0	0	123,865	123,865					
36		4400210	HEALTHY MARRIAGE GRANT	This funding request by the agency and recommendation by the Governor is for the second year of a three-year initiative. The department received the federal grant on behalf of the City of Jacksonville to test new strategies to strengthen child support enforcement by enhancing the city's ability to promote the well-being of children and to make the program more effective by increasing paternity establishment and fostering relationships in which parents will comply with existing or potential orders. The agency has no base-budget funding for this purpose.	0.00	0	0	333,333	333,333	0.00	0	0	333,333	333,333					
37		4400220	DADE COUNTY DEMONSTRATION PROJECT	The Child Support Enforcement program requests that additional funding be provided for the annualized increase in rent associated with the lease expansion in Dade county. This issue is intended as a cost effective solution to create a more effective and productive environment ultimately resulting in increased collections for children. The agency's current contract for the Dade County Demonstration project totals $19,920,096.	0.00	0	20,160	38,135	58,295	0.00	0	0	0	0					
38		4400240	MANATEE DEMONSTRATION PROJECT - SALARY AND RENT INCREASES	This issue requests on behalf of the Manatee County Child Support Enforcement Demonstration Project for pay and benefit increases, the addition of two OPS employees, increases in office expenses, replacement of equipment, increase in professional services, and office rental increase. The agency's current contract for the Manatee County Demonstration project totals $3,058,474.	0.00	0	103,326	200,578	303,904	0.00	0	0	0	0					

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1	DEPARTMENT OF REVENUE																		
2				NARRATIVE / DESCRIPTION	REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		D3A ISSUE	D3A ISSUE TITLE		FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
39		4400320	STATE DISBURSEMENT UNIT - AFFILIATED COMPUTER SERVICES CONTRACT ADJUSTMENT	As required by s. 61.1826, F.S., DOR has contracted with the Florida Association of Court Clerks, Inc. (FACC) for the operation of the State Disbursement Unit (SDU). On 2/11/99, FACC entered into a contract with Affiliated Computer Services (ACS) for the development and operation of the SDU facility. This issue requests $869,000 for the annual contract increase for FY 2006-07 in accordance with the best and final offer (BAFO), dated 2/12/99 from ACS in the original procurement RFP#E04-048-981123-01. The BAFO was incorporated in the original contract between FACC and ACS and is carried forward in the new contract between DOR and ACS. The BAFO provides for a **base contract amount of $18,395,667** for state fiscal year 2005-06, increasing to $19,264,667 in state fiscal year 2006-07, for an annual increase of $869,000. The BAFO provides a fixed fee contract cost each year which increases annually for operating the SDU. The basis of each year's pricing accommodates anticipated workload increases in payment processing and disbursements, as well as equipment maintenance and software and hardware upgrades.	0.00	0	295,460	573,540	869,000	0.00	0	0	0	0					
40		4400330	FLORIDA ASSOCIATION OF COURT CLERKS - ADJUSTMENT FOR INCREASED COURT COSTS	The Florida Association of County Clerks request, through DOR, a contract adjustment of state Fiscal Year 2006-07 based on full implementation and operation of the CLERC Accounting Reconciliation system, increases in operating costs resulting from the increase in the State Disbursement Units payment volume and corresponding workload. In addition, the program has experienced overall cost increases resulting from the change in the nation Consumer Price index. The CLERC system is highly complex requiring expertise in accounting, cost accounting, auditing management of large volume processing operations, child support laws, rules and procedures, and technology including wide area network, data bases and child support application. The agency currently estimates that $6,554,369 will be disbursed from their base budget this year.	0.00	0	0	178,494	178,494	0.00	0	0	0	0					
41		4400480	CENTRALIZE PRIVATE SERVICE OF PROCESS	This issue is for funding to expand the usage of special process servers for difficult to serve cases by fifty percent. The expansion will enable the Child Support Enforcement program to continue to be proactive in reducing timeframes for successful service of process and thus reduce the time to establish paternity and establish or modify support orders. Although private service of process is more expensive, under the right circumstances it provides an efficient alternative to standard service of process for the cases the program defines as difficult to serve.	0.00	0	0	493,550	493,550	0.00	0	0	0	0					

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1	DEPARTMENT OF REVENUE																		
2				NARRATIVE / DESCRIPTION	REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		D3A ISSUE	D3A ISSUE TITLE		FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
42		4400490	DADE COUNTY DEMONSTRATION PROJECT - CALL CENTER UPGRADE	The State Attorney (SAO) for the Eleventh Judicial Circuit administers the Miami-Dade county child support enforcement program under contract with DOR. The SAO provides the same general child support enforcement services that DOR provides in the other counties. DOR reimburses the SAO costs associated with providing child support services. Miami-Dade operates a call center, independent of the DOR central contact center. A key component of CAMS Phase 1 customer service will be the computer telephony integration (CTI) between the CAMS system and the centralized CSE call center. This integration will allow inbound calls to the program's 1-800 customer service number to be routed through the Department's Interactive Voice Response (IVR) Command and Control (ICC) platform and Cisco Intelligent Contact Manager (ICM) system. The agency's current contract for the Dade County Demonstration project totals $19,920,096.	0.00	0	0	441,499	441,499	0.00	0	0	441,499	441,499					
43		4400A10	PAY ISSUES FOR STATE ATTORNEY, ATTORNEY GENERAL, AND HEARING OFFICER STAFF FOR CHILD SUPPORT ENFORCEMENT	DOR contracts with the State Attorney in 11th Judicial Circuit, the Attorney General and the Office of State Court Administrator for services. The CSE payment obligations for these partners increases when the Legislature approves pay packages and/or benefit changes. This issues reconciles DOR's funds for contracted obligations with these partners.	0.00	0	154,103	82,841	236,944	0.00	0	154,103	82,841	236,944					
44		4500030	PURCHASE OF THIRD PARTY BUSINESS DATABASE	The department requests and the Governor recommends $250,000 to purchase industry-specific third-party databases to interface with the department SUNTAX databases. These are used to identify taxpayers that are either not registered for appropriate taxes and / or identify those registered filers not paying their full liabilities. The department intents to focus on transient rentals, industries related to the healing arts, jewelry stores, auto body shops, and others. There is no base-budget funding for this purpose.	0.00	0	176,222	73,778	250,000	0.00	0	176,222	73,778	250,000					
45		4500040	REPLACE SUNTAX NON RECURRING APPROPRIATION	SUNTAX has provided an integrated approach to tax collection for the State since 1998-99. Each year, additional taxes are migrated from legacy systems to the SUNTAX environment. The migration of all taxes administered by the department is projected for FY 2008-09. In 2005-06, the department anticipates the migration of insurance premium tax into the SUNTAX environment. If full funding is provided, the department anticipates migrating unemployment compensation tax during FY 2006-07. This non-recurring funding provides $1,308,097 for system development.	0.00	0	1,308,097	0	1,308,097	0.00	0	1,308,097	0	1,308,097					
46		4500050	MAIL SERVICE INSOURCING GENERAL TAX ADMINISTRATION AND CHILD SUPPORT ENFORCEMENT PROGRAM	As requested by the Department and recommended by the Governor, this issue would allow the General Tax Administration Program to expand their mail processing & imaging capability to the Child Support Enforcement Program. The two programs would negotiate an internal service level agreement to specific service and cost.	0.00	0	0	448,560	448,560	0.00	0	0	448,560	448,560					

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1	DEPARTMENT OF REVENUE																		
2				NARRATIVE / DESCRIPTION	REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		D3A ISSUE	D3A ISSUE TITLE		FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
47		4600070	CONTRACTED PROCEDURAL AUDITS - PROPERTY TAX ADMINISTRATION	Funding requested by the department and recommend by the Governor is to comply with the Auditor General's recommendations and to help ensure more accurate and equitable assessment levels for county tax rolls. Contract property appraisers would conduct physical inspection audits. In addition, funds would address large-value parcels throughout the state that are not studied within the framework of the in-depth study. Provides the department the opportunity to contract procedural audits externally to half of the 67 counties each year, which matches and would be done in conjunction with the 2-year cycle of completing the in-depth review.	0.00	0	447,600	0	447,600	0.00	0	447,600	0	447,600					
48		5006080	CONTINUATION OF EMERGENCY DISTRIBUTION TO COUNTIES	The department is required by 218.65, Florida Statutes, to distribute a portion of the funds deposited into the Local Government Half-Cent Sales Tax Clearing Trust Fund to certain counties based upon participation criteria. Based upon current estimates by DOR staff, a budget increase is requested; thereby, providing funding for a total estimated distribution of $16,907,042. This issue should be revised based upon the most current revenue estimates.	0.00	0	0	500,000	500,000	0.00	0	0	500,000	500,000					
49 50		New Issue	Child Support Payments Processing Financial Losses	The Child Support Enforcement Program has been accumulating losses since the program inception in 1975. Losses are primarily related to insufficient-funds checks from noncustodial parents, employers, and other payors of income. Due to federal requirements, support payments are made to custodial parents before checks clear banks. In addition, federal law limits the state's ability to recoup payments made in error. The program continues to use available child support collections to fund the losses and beginning in December 1999, available collections in the local State Disbursement Unit (SDU) accounts were also used to provide a cash float for the losses. The current practice results in cash shortfalls and impedes the ability to implement child support program operational improvements. DOR has indicated that a current-year, inter-fund loan may be required in order to avoid delays in transfers to proper funds. Of the $28.1 million, $14.2 million would be transferred to the state's Child Support Clearing TF and $13.8 million would be available for transfer to the local SDU accounts following the results of a financial reconciliation.															
51		New issue	Child Support Enforcement Legal Services Improvement Project	The Office of the Attorney General (OAG) in conjunction with DOR is requesting additional funds to deploy best practices identified in a study conducted by both offices. The goal is to improve the efficiency of establishing, modifying and enforcing child support cases in the areas where the OAG staff provide services. This is a double budget issue and the OAG is also requesting spending authority associated with this issue. The cost of the issue is $220,359 General Revenue and $427,757 in Trust Funds.															
52		New issue	Impact of Federal Deficit Reduction Act on Child Support Enforcement	The Federal Deficit Reduction Act was signed by the President in February - Recent actions taken by the federal government are significantly impacting the Florida Child Support Program. Some of these items in the federal bill will have a fiscal impact on the department. The current estimated fiscal impact for FY 2006/07 is $2.4 million.															

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1	DEPARTMENT OF REVENUE																		
2				NARRATIVE / DESCRIPTION	REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		D3A ISSUE	D3A ISSUE TITLE		FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
54			TOTALS		5,433.00	192,561,981	198,766,365	339,865,741	535,632,106	5,398.00	191,437,447	194,707,466	340,866,412	535,573,878	5,433.00	192,561,981	194,125,059	314,608,733	508,733,792

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1	DEPARTMENT OF BUSINESS & PROFESSIONAL REGULATION																	
2				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
4	1100000	LEGISLATIVE START-UP (RECURRING LAW AND POLICY) - OPERATING		1,536.75	60,982,264	0	156,937,611	156,937,611	1,536.75	60,982,264	0	156,937,611	156,937,611	1,536.75	60,982,264	0	156,937,611	156,937,611
5	1600250	REALIGN BUDGET AUTHORITY FROM EXPENSES TO OPERATING CAPITAL OUTLAY	During Fiscal Year 2005-06, an agency transfer of $75,000 from Information Technology - Expenses to Information Technology - Operating Capital Outlay was required due to the need for items such as computer servers, tape back-up systems and other computer hardware devices. This transfer was accomplished in accordance with Section 216.292(3), Florida Statutes. The department requests the transfer of appropriations be continued on a recurring basis.	0.00	0	0	(75,000)	(75,000)	0.00	0	0	(75,000)	(75,000)					
6	1600260	REALIGN BUDGET AUTHORITY TO OPERATING CAPITAL OUTLAY FROM EXPENSES	The department requests the transfer of appropriations be continued on a recurring basis. The Governor's Recommended Budget includes an increase of $75,000 in Operating Capital Outlay in the Information Technology budget entity to better align the budget entity's resources with its needs. Associated with issue 1600250.	0.00	0	0	75,000	75,000	0.00	0	0	75,000	75,000					
7	160E010	BACK OUT CONTRACTUAL SERVICES BUDGET	Chapter 2005-152, Laws of Florida, amended Chapter 216, Florida Statutes, removing "contractual services" from the list of items included in the definition of the Expenses appropriation category. Due to this change in the law, agencies must remove "contractual services" budget from the Expenses category and add it back to an appropriate category for the payment of contractual services. See Governor's Recommendation 4200110 for the $300,000 OPS transfer to contractual services.	0.00	0	0	(2,408,624)	(2,408,624)	0.00	0	0	(2,108,624)	(2,108,624)					
8	160E020	ADD BACK CONTRACTUAL SERVICES BUDGET	Chapter 2005-152, Laws of Florida, amended Chapter 216, Florida Statutes, removing "contractual services" from the list of items included in the definition of the Expenses appropriation category. Due to this change in the law, agencies must remove "contractual services" budget from the Expenses category and add it back to an appropriate category for the payment of contractual services. Budget is requested for transfer to the Contracted Services, Other Personal Services and the Operation of Motor Vehicle categories. See Governor's Recommendation 4200110 for the $300,000 OPS transfer to contractual services.	0.00	0	0	2,408,624	2,408,624	0.00	0	0	2,108,624	2,108,624					
9	1601610	PARI-MUTUEL WAGERING - CONSOLIDATION OF COMPLIANCE AND ENFORCEMENT	Collapse PMW budget entities into one with 62 FTE and $9,786,119 appropriation. This is a balanced budget issue.	(11.00)	(424,412)	0	(3,027,090)	(3,027,090)	(11.00)	(424,412)	0	(3,030,438)	(3,030,438)					
10	1601620	PARI-MUTUEL WAGERING - CONSOLIDATION OF STANDARDS AND LICENSURE	Collapse PMW budget entities into one with 62 FTE and $9,786,119 appropriation. This is a balanced budget issue. NOTE: The Governor's Recommended Budget includes the special session Slots Bill HB-1B of 46 FTE $3,785,407 recurring funds.	(30.00)	(1,280,643)	0	(4,949,009)	(4,949,009)	(76.00)	(3,090,985)	0	(12,556,840)	(12,556,840)					
11	1601630	PARI-MUTUEL WAGERING - CONSOLIDATION OF TAX COLLECTION	Collapse PMW budget entities into one with 62 FTE and $9,786,119 appropriation. This is a balanced budget issue.	(21.00)	(844,134)	0	(1,810,020)	(1,810,020)	(21.00)	(844,134)	0	(1,810,727)	(1,810,727)					
12	1601640	PARI-MUTUEL WAGERING - EFFICIENCIES THROUGH CONSOLIDATION	Collapse PMW budget entities into one with 62 FTE and $9,786,119 appropriation. This is a balanced budget issue. NOTE: The Governor's Recommended Budget includes the consolidation of the three budget entities that comprise the Division of Pari-Mutuel Wagering into a single budget entity. The division has a total budget of $17.4 million and has 108 positions for positions and funding added from the special session Slots Bill HB-1B of 46 FTE $3,785,407 recurring funds.	62.00	2,549,186	0	9,786,119	9,786,119	108.00	4,359,531	0	17,398,005	17,398,005					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

DEPARTMENT OF BUSINESS & PROFESSIONAL REGULATION

				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
	DJA ISSUE	DJA ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
13	2306000	FUNDING FOR INCREASED COST OF FUEL AND UTILITIES	The Governor's Recommended Budget provides state-wide funding for increased cost of fuel and utilities, based upon the actual expenditures for such commodities and services in FY 2004-05, adjusted for growth pursuant to applicable consumer price indices. The Governor applied growth rates to the agency's historic expenditures for classifications as follows: electricity 9.2%; natural gas 19.8%; fuel oil and propane 22.2%; and gasoline & diesel fuel 8.6%. During FY2004/05, the agency spent $431,950 for this purpose.	0.00	0	0	0	0	0.00	0	0	37,150	37,150					
14	2401500	REPLACEMENT OF MOTOR VEHICLES	The Governor's Recommended Budget recommends $328,000 for the replacement of motor vehicles in Hotel and Restaurants. This issue provides for the replacement of 27 vehicles estimated at $12,000 a piece. The Division of Hotels and Restaurants has more that half of the department's vehicles with over 120K miles but has no recurring base for the replacement of vehicles. Funding is from Hotel and Restaurants Trust Fund.	0.00	0	0	0	0	0.00	0	0	328,000	328,000					
15	2500300	ADJUST TRANSFERS TO SERVICE OPERATION PROGRAM	The department requests adjustments to the special category 109067, Service Operations, of these entities in order to provide adequate funding of the Customer Contact Center and Central Intake. The Executive Budget recommends $1.7 million to adjust transfers to the Service Operations Program. This is a technical issue necessary to align funding of the Customer Contact Center, Central Intake, and Testing and Continuing Education services (double-budget issue).	0.00	0	0	3,633	3,633	0.00	0	0	3,633	3,633					
16	2503060	DIRECT BILLING FOR ADMINISTRATIVE HEARINGS	The Governor's Recommended Budget includes funding for services provided by the Division of Administrative Hearings (DOAH). DOAH provides a uniform, impartial and affordable forum for resolving conflicts between private citizens and organizations and agencies of the state. The total budget amount is based on the actual number of hearing hours reported for the previous fiscal year. This issue represents any adjustment necessary to reflect that amount.	0.00	0	0	0	0	0.00	0	0	(5,904)	(5,904)					
17	3001400	REAL ESTATE STAFF FOR INDUSTRY GROWTH	The department requests 10 positions and $709,963 for the Division of Real Estate due to the dramatic increase in workload since 2002-03. Funding from Professional Regulation Trust Fund.	10.00	358,970	0	709,963	709,963	10.00	358,970	0	709,963	709,963					
18	3001430	ELEVATOR SAFETY	The department requests 2.00 Elevator Inspectors (Inspector Specialist) in Hotels and Restaurants elevator program to assist with the increasing workload. Funding from Hotel and Restaurants Trust Fund.	2.00	67,096	0	107,760	107,760	2.00	67,096	0	107,760	107,760					
19	3001440	BOXING COMMISSION STAFF FOR INDUSTRY GROWTH	The department requests an increase of $41,154 to cover the travel and officiating costs due to the increased number of events and one (1) FTE position and $77,203 to provide administrative and management support to allow current staff to handle the programmatic duties related to the increased number of events and responsibilities. Funding from Professional Regulation Trust Fund.	1.00	44,330	0	118,357	118,357	1.00	44,330	0	118,357	118,357					
20	3001450	ADVISORY COUNCIL ON CONDOMINIUMS	The Governor's Recommended Budget includes an increase of $28,500 in the Florida Land Sales, Condominiums, and Mobile Homes - Compliance and Enforcement budget entity for the Advisory Council on Condominiums. The increase will be used annually to fund three one-day meetings and three two-day meetings, as well as necessary supplies for the meetings. The Advisory Council is required in section 718.50151, F.S., to receive public input and make recommendations to the division with regard to changes in condominium laws. Funding from the Florida Land Sales, Condominium, Mobile Homes Trust Fund.	0.00	0	0	0	0	0.00	0	0	28,500	28,500					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1		DEPARTMENT OF BUSINESS & PROFESSIONAL REGULATION																	
2					REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3		DJA ISSUE	DJA ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
21		3001460	HOMEOWNERS ASSOCIATIONS ARBITRATION/MEDIATION PROGRAM	The Governor's Recommended Budget includes an increase of $60,689 in the Florida Land Sales, Condominiums, and Mobile Homes - Compliance and Enforcement budget entity for the Homeowners Association Arbitration/Mediation Program. The increase is to be used to continue one current OPS employee, as well as support the cost of adding an additional OPS employee. Funding from the Florida Land Sales, Condominium, Mobile Homes Trust Fund.	0.00	0	0	0	0	0.00	0	0	60,689	60,689					
22		33G1400	POSITIONS IN RESERVE	Two positions and $49,497 remain in reserve for the complaint resolution associated with condominium associations. The department requests the reduction of the remaining two positions and associated budget in reserve. Funding from the Florida Land Sales, Condominium, Mobile Homes Trust Fund.	(2.00)	0	0	(49,007)	(49,007)	(2.00)	0	0	(49,007)	(49,007)					
23		33G1410	REDUCE BENEFIT SHARE	The department presently has $5,107,608 in budget authority for the Benefit Share payment in the Technology Solutions for DBPR category #106150. The final estimated Benefit Share payment will be made in FY 2005-06, but the true-up (adjust for actual) will not be completed until FY 2006-07. In case additional funds are due to the vendor as a result of the true-up, $907,608 will be retained allowing a reduction of $4,200,000 in the Technology Solutions for DBPR category. Funding from Administrative Trust Fund.	0.00	0	0	(4,200,000)	(4,200,000)	0.00	0	0	(4,200,000)	(4,200,000)					
24		36240C0	DOCUMENT MANAGEMENT	The Governor's Recommended Budget includes $2.5 million in the Office of the Secretary/Administration - Information Technology budget entity to fund the second year of the department's enterprise content management system project. Funding from Administrative Trust Fund.	0.00	0	0	0	0	0.00	0	0	2,500,000	2,500,000					
25		4200110	BACK OUT OTHER PERSONAL SERVICES, CONTRACTUAL SERVICES	The Governor's Recommended Budget includes a realignment of department resources in the Pari-Mutuel Wagering - Standards and Licensure budget entity in the amount of $300,000. The amount was redirected from Other Personal Services to Contractual Services and represents the contract between the department and the University of Florida for the drug testing of racing animals. Issue #4200120 shows the off-setting increase. See Agency's issue 160E010 for the $300,000 OPS amount.	0.00	0	0	0	0	0.00	0	0	(300,000)	(300,000)					
26		4200120	ADD BACK OTHER PERSONAL SERVICES TO CONTRACTUAL SERVICES	The Governor's Recommended Budget includes a realignment of department resources in the Pari-Mutuel Wagering - Standards and Licensure budget entity in the amount of $300,000. The amount was redirected from Other Personal Services to Contractual Services and represents the contract between the department and the University of Florida for the drug testing of racing animals. Issue #4200110 shows the off-setting decrease.	0.00	0	0	0	0	0.00	0	0	300,000	300,000					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

DEPARTMENT OF BUSINESS & PROFESSIONAL REGULATION

				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
27	4300A10	EQUALIZATION OF SALARIES & BENEFITS NEEDS	During FY 2002-03 and 2003-04, the department went through a major reengineering and reorganization Project. As a result of the Project, 249 positions and $9.3M in salary appropriation was reduced. Reductions were based on staffing requirements to meet the projected workload during FY 2002-03. Due to the change of functions to support the reengineering processes and the reduced staff level, position upgrades were anticipated, however, budget was not retained to fiscally accommodate increases. A portion of the total budget reduction was transferred to a special category to pay the vendor a percent of the cost savings per the contract. The final payment on that portion of the contract is due in FY 2005-06. A budget reduction of $4.2M has been proposed to the category used to pay the vendor. The department requests and the Governor recommends retaining 10% of the reduction to meet salary requirements within the department where excessive salary reductions have most impacted the department's ability to fill vacancies or allow for reinstatement of supervisory positions.	0.00	0	0	420,000	420,000	0.00	0	0	420,000	420,000					
28	4300A20	ALIGNMENT OF SALARIES & BENEFITS	After previous realignment of salary and benefit appropriation, there are still some budget entities with excess appropriation and those with a shortage as a result of too much budget having been transferred when the vacancy rates were high. Further realignment has been computed and applied prior to alignment of the requested increase for areas most impacted by the reorganization. The department requested, and approval was given, for large realignments of Salaries and Benefits budget authority in FY 2004-05 and FY 2005-06 General Appropriations Acts. In many instances, budget entities have sufficient Salaries & Benefits budget authority; however some do not. The Governor's Recommended Budget includes the realignment of Salaries and Benefits between budget entities in several programs to properly align the budget. This is a net zero issue.	0.00	0	0	(463,000)	(463,000)	0.00	0	0	(463,000)	(463,000)					
29	4300A20	ALIGNMENT OF SALARIES & BENEFITS		0.00	0	0	463,000	463,000	0.00	0	0	463,000	463,000					
30	5100010	CIGARETTE TAX STAMPS	The department contracts with an outside vendor to print the cigarette tax stamps for the state in amounts representative of the tax amount for individual packages of cigarettes. Once the stamps are printed, they are forwarded to the Division Alcoholic Beverages and Tobacco field offices for distribution to the stamping agents. The wholesale dealers that are approved as stamping agents order the stamps based on cigarette purchases. As the stamps are disbursed to the stamping agents, the excise tax is charged for the cigarettes. In FY 06-07, $432,600,000 of excise taxes for cigarettes are projected to be collected. For FY 2006-07, the department projects that 1,162,946,429 cigarette stamps will be printed. Based on the contracted printing rates, the department expects to spend $651,250 in FY 06-07, which represents a $91,650 deficiency compared to the recurring appropriation amount of $559,600. The department requests that the recurring appropriation amount of $559,600 Cigarette Tax Stamps be increased to $651,250 for the Alcoholic Beverages & Tobacco Trust Fund.	0.00	0	0	91,650	91,650	0.00	0	0	91,650	91,650					

HOUSE COMMITTEE ON STATE ADMINISTRATION APPROPRIATIONS - FISCAL YEAR 2006-07 BUDGET ISSUES

DEPARTMENT OF BUSINESS & PROFESSIONAL REGULATION

				REVISED AGENCY REQUEST FY 2006-07					GOVERNOR'S RECOMMENDATION FY 2006-07					HOUSE PROPOSED FUNDING FY 2006-07				
3	D3A ISSUE	D3A ISSUE TITLE	NARRATIVE/DESCRIPTION	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS	FTE	RATE	GEN REV	TRUST FUNDS	ALL FUNDS
31	51R1000	ALIGNMENT OF DEPARTMENT SALARY RATE	Chapter 2005-152, Laws of Florida, amended section 216.181, Florida Statutes, to provide that the annual salary rate for each department be determined in the General Appropriations Act. The Department of Business and Professional Regulation requests a realignment of salary rate among the budget entities to reflect more accurately current rate usage by each budget entity. In addition, the department requests a reduction of $300,000 in salary rate to ensure that the appropriate amount of salary rate is closely aligned to the Salaries and Benefits appropriation in each budget entity.	0.00	(300,000)	0	0	0	0.00	(300,000)	0	0	0					
32	6N00030	OPERATING BUDGET REDUCTION TRANSFER PAYMENT OF CARD ROOM TAX TO LOCAL GOVERNMENTS TO NON-OPERATING	Due to the increasing distribution, the department has found it necessary to process budget amendments in FY 2004-05 and FY 2005-06 to have sufficient budget authority to process the payment to the local governments. If the distribution to local governments were transferred to nonoperating, the department will have the opportunity to estimate the actual distribution near the end of each fiscal year when requesting nonoperating budget authority for following fiscal year. By having a later date to request nonoperating budget authority, it is likely that the distribution amount will be more accurate and eliminate the need to process budget amendments requesting additional authority to make the payments to local governments. If the Pari-Mutuel Wagering Cardroom Tax Distribution to Local Governments remains in the operating budget, the department estimates that the budget authority required in FY 2006-07 to make all distributions will need to be increased by $535,000, requiring a total appropriation of $766,231. The Cardroom Tax Distribution for FY 2005-06 was completed only after the submission of a bud (EOG #B2006-0169) increasing budget authority for the current year from $231,231 to $476,123. Funding from the Pari-Mutuel Wagering Trust Fund.	0.00	0	0	(231,231)	(231,231)	0.00	0	0	(231,231)	(231,231)					
33	6N00040	OPERATING BUDGET REDUCTION TRANSFER BEVERAGE LICENSE TAX FOR CITIES AND COUNTIES TO NON-OPERATING	DBPR requests the transfer of these funds from operating category to nonoperating status. Section 561.342, F.S., requires DBPR to return 24% of the alcoholic beverages license taxes collected within each county to the county tax collector and 38% of the license taxes collected within each municipality to that municipality. Due to the growth in the beverage license tax distribution to local governments, DBPR has submitted budget amendments to the Legislative Budget Commission (LBC) for each of the past two years to process the 4th quarter payment. A budget amendment will be needed in FY 2006-06. Transferring the distribution to nonoperating allows the department to estimate the distribution near the end of each fiscal year when requesting nonoperating authority for the next year. This issue eliminates the need for LBC amendments and ensures timely processing of the final distribution. If the beverage license tax remains in the operating budget DBPR estimates the budget for the FY 2006-07 distribution will need to be increased by $2,059,327, requiring total of $13,303,327.	0.00	0	0	(11,244,000)	(11,244,000)	0.00	0	0	(11,244,000)	(11,244,000)					
34																		
35		TOTALS		1,547.75	61,152,660	0	146,664,736	146,664,736	1,547.75	61,152,660	0	147,613,171	147,613,171	1,536.75	60,982,264	0	158,937,611	158,937,611
36																		
37																		
38																		
39																		
40		STATE ADMINISTRATION GRAND TOTAL		11,543.25	458,338,594	266,487,084	1,443,240,267	1,709,727,351	11,461.25	446,478,530	258,041,009	1,466,926,585	1,724,967,594	11,519.25	447,704,648	252,226,479	1,381,947,642	1,634,174,121