



**LEGISLATIVE  
BUDGET  
COMMISSION**

**Committee Meeting Packet  
for  
Thursday, September 26, 2002**

**(Please bring this packet to the committee meeting.  
Duplicate materials will not be available.)**

# **LEGISLATIVE BUDGET COMMISSION AGENDA**

**September 26, 2002**

**1:00 – 5:00 PM**

**Room 412, Knott Building**

<b>Members:</b>	<b>Senator Lisa Carlton</b>	<b>Representative Randy John Ball</b>
	<b>Senator Victor Crist</b>	<b>Representative Paula Dockery</b>
	<b>Senator Daryl Jones</b>	<b>Representative Ronald A. Greenstein</b>
	<b>Senator Jim King</b>	<b>Representative Carlos A. Lacasa</b>
	<b>Senator Tom Rossin</b>	<b>Representative Evelyn J. Lynn</b>
	<b>Senator Jack Latvala</b>	<b>Representative Sandy Murman</b>
	<b>Senator Ronald A. Silver</b>	<b>Representative Rob Wallace</b>

## **I. Consideration of the following budget amendments for Fiscal Year 2002-2003:**

- A. EOG B0147, Agriculture and Consumer Services
- B. EOG B0151, Agriculture and Consumer Services
- C. EOG B0137, Health
- D. EOG B0138, Health
- E. EOG B0152, Banking & Finance
- F. EOG B0114, Insurance
- G. EOG B0154, Insurance
- H. EOG B0212, Insurance
- I. EOG B0186, Law Enforcement
- J. EOG B0156, Juvenile Justice
- K. EOG B0157, Juvenile Justice
- L. EOG B0150, Community Affairs
- M. EOG B0148, Transportation
- N. EOG B0155, Business & Professional Regulation

## **II. Briefing - Special Project Monitoring Update**

## **III. Meeting Schedule**

**Department:** Agriculture and Consumer Services

**EOG Number:** B0147

**Problem Statement:** The Florida Department of Agriculture and Consumer Services (FDACS) has entered into a cooperative effort with the United States Department of Agriculture (USDA), Animal and Plant Health Inspection Service (APHIS), Wildlife Services (WS) to receive emergency Commodity Credit Corporation (CCC) funding to develop and implement an Oral Rabies Vaccination Program in Florida. The program is being developed to control an epidemic of wildlife rabies in the raccoon species. By doing so, Florida will become the southern component in a National Oral Rabies Vaccination Program. The first program year will involve the aerial distribution of approximately 400,000 doses of an orally active rabies vaccine. The initial program goal will be to eliminate raccoon rabies from all parts of Pinellas, Pasco, Hillsborough, and Polk Counties. The long term goal of the program is to eliminate the raccoon variant of rabies virus from Florida. Based on the recent release of CCC funds, the USDA's Wildlife Services Program in Florida will be allocated approximately \$756,500 for the current federal fiscal year. Their commitment from the allocation to the Florida Department of Agriculture and Consumer Services is \$100,000 for state Fiscal Year 2002-2003. FDACS will assist in the planning and development of the Oral Rabies Vaccination Program and coordinate the monitoring and surveillance activities at the county level.

The distribution for Federal Fiscal Year 2002 by the Florida Wildlife Services State Office is as follows:

FDACS (Support Services)	\$100,000
Florida Dept. of Health (Publications and Support Services)	40,000
USDA Wildlife Services	
ORV Baits	400,000
Aerial Contract	125,000
Equipment, travel, support, etc.	<u>91,500</u>
TOTAL	\$756,500

**Agency Request:** The agency requests \$100,000 of increased budget authority from the Contracts and Grants Trust Fund in the Expense Category.

**Governor's Recommendation:** Recommend approval to increase budget authority by \$100,000 from the Contracts and Grants Trust Fund for federal funds received for the Oral Rabies Vaccination Program.

**Commission Staff Comments:** Recommend approval by the Legislative Budget Commission as recommended by the Governor's Office.

**Senate Subcommittee:** General Government

**Senate Analyst:** Sandra Blizzard

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**House Committee:** General Government Appropriations

**House Analyst:** Marsha Belcher

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Line Item No.	Budget Entity / Fund / Appropriation Category Title		REQUESTED BY AGENCY	RECOMMENDED BY GOVERNOR	APPROVED BY THE LEGISLATIVE BUDGET COMMISSION
	LAS/PBS Account Number	CF	Appropriation	Appropriation	Appropriation
<b>Department of Agriculture and Consumer Services</b>					
1463	AGRICULTURAL ECONOMIC DEVELOPMENT / ANIMAL PEST AND DISEASE CONTROL  Contracts and Grants Trust Fund Expenses  42170500-040000-00-2133		100,000	100,000	

**Department:** Agriculture and Consumer Services

**EOG Number:** B0151

**Problem Statement:** On July 26, 2002, the Florida Department of Agriculture, Division of Plant Industry, revised its cooperative agreement with the United States Department of Agriculture (USDA), Animal and Plant Health Inspection, Plant Protection and Quarantine as follows:

As part of the Homeland Security endeavor, the USDA has provided \$357,500 to assist with the funding of the Cooperative Agricultural Pest Survey Program (CAPS) to better protect the food and fiber supply throughout Florida. Currently, Florida has a survey system for inspection of material received and shipped from nurseries and other facilities that handle agricultural commodities. However, a very limited number of pests are surveyed in select agricultural crops such as citrus and forest land. Florida's homeland security priorities have identified these resources as having a high priority for protection.

The State Survey and Plant Pest Survey Coordinators will develop a statewide survey program with special emphasis on fruits, vegetables, field crops, and citrus. Crops such as peanuts, cotton, tomatoes, green peppers and citrus will receive high priority for systematic survey and reporting. The state survey personnel will liaison with industry stakeholder and other state and federal cooperators (USDA, University of Florida/IFAS Cooperative Extension Service, University of Florida/IFAS Research Centers, Master Gardener Program, and FEMA) to maximize survey efforts and sharing of data into the National Agriculture Pest Information System (NAPIS) data base.

**Agency Request:** The agency requests \$357,500 of additional budget authority from the Division of Plant Industry's Contracts and Grants Trust Fund in the Other Personal Services Category (\$46,000), Expense Category (\$20,000), Operating Capital Outlay Category (\$221,500) and Acquisition of Motor Vehicles Category (\$70,000).

**Governor's Recommendation:** Recommend approval to increase budget authority by \$357,500 from Contracts and Grants Trust Fund for funds received from the United States Department of Agriculture for the expansion of the Cooperative Agricultural Pest Survey Program.

**Commission Staff Comments:** Recommend approval by the Legislative Budget Commission as recommended by the Governor's Office.

**Senate Subcommittee:** General Government  
**Senate Analyst:** Sandra Blizzard  
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**House Committee:** General Government Appropriations  
**House Analyst:** Marsha Belcher  
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Line Item No.	Budget Entity / Fund / Appropriation Category Title  LAS/PBS Account Number	CF	REQUESTED BY AGENCY	RECOMMENDED BY GOVERNOR	APPROVED BY THE LEGISLATIVE BUDGET COMMISSION
			Appropriation	Appropriation	Appropriation
<b>Department of Agriculture and Consumer Services</b>					
	AGRICULTURAL ECONOMIC DEVELOPMENT / PLANT PEST AND DISEASE CONTROL				
	Contracts and Grants Trust Fund				
1469	Other Personal Services 42170600-030000-00-2133		46,000	46,000	
1470	Expenses 42170600-040000-00-2133		20,000	20,000	
1471	Operating Capital Outlay 42170600-060000-00-2133		221,500	221,500	
N/A	Acquisition of Motor Vehicles 42170600-100021-00-2133		70,000	70,000	

**Department:** Health

**EOG Number:** B0137

**Problem Statement:** The General Appropriations Act for FY 2002-2003 reflects a \$2.4 million recurring fund shift from General Revenue to trust funds in the Children's Medical Services' (CMS) Salaries and Benefits appropriation category. This fund shift was the result of two issues, one during the 2001 Special Session C, and the other during the 2002 Special Session E. These issues changed reimbursement policy from billings under the Medicaid Targeted Case Management program to billings under administrative claiming which allows CMS to earn more federal funds from the Children's Health Insurance Program, Title XXI grant and Medicaid, Title XIX. In order to implement this legislative change in fiscal policy the department is proposing the realignment of funds within their current appropriation categories and instituting a random moment sampling procedure to document eligible expenditures that will be reimbursed by the federal government. This realignment will preserve current service levels and avoid future audit criticisms.

**Agency Request:** To adequately fund the trust fund appropriations in administrative categories, the CMS entity proposes a shift to revenue generated by administrative claiming from the Title XIX (Medicaid) and Title XXI (KidCare) programs. In order to implement the change, fund shifts must take place within the entity to resolve related issues. These shifts will not reduce client services. This amendment corrects those funding anomalies by making the following transfers: \$3,069,287 in General Revenue; \$2,521,274 in Donations Trust Fund; \$1,096,159 in MCH Block Grant Trust Fund; \$2,759,136 in Social Services Block Grant Trust Fund and \$1,096,159 in Tobacco Settlement Trust Fund. The related issues which need to be resolved include:

1. There are currently five special categories that are partially funded by Medicaid Targeted Case Management. This source will no longer be available. A fund shift must be implemented to maintain their current funding and services levels. Administrative claiming is only allowable in the Salary, OPS and Expenses categories, not special categories.
2. Other federal funding sources, i.e., the Maternal and Child Health Block Grant Trust Fund and the Social Services Block Grant Trust Fund currently support CMS administrative categories. These sources must be shifted to non-administrative categories so as to resolve any potential federal audit criticisms related to federal funds matching federal funds.

**Governor's Recommendation:** Recommend approval to transfer \$3,069,287 General Revenue appropriations and \$7,472,728 trust fund appropriations for the Children's Special Health Care Program.

**Commission Staff Comments:** Recommend approval by the Legislative Budget Commission as recommended by the Governor's Office.

**Senate Subcommittee:** Health and Human Services  
**Senate Analyst:** Paul Belcher  
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**House Committee:** Health and Human Services Appropriations  
**House Analyst:** Tom Weaver  
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Line Item No.	Budget Entity / Fund / Appropriation Category Title  LAS/PBS Account Number	REQUESTED BY AGENCY		RECOMMENDED BY GOVERNOR		APPROVED BY THE LEGISLATIVE BUDGET COMMISSION	
		CF	Appropriation	Reserve	Appropriation	Reserve	Appropriation
<b>DEPARTMENT OF HEALTH</b>							
	<b>CHILDREN'S MEDICAL SERVICES PROGRAM</b>						
	CHILDREN'S SPECIAL HEALTH CARE						
	General Revenue Fund						
	Salaries and Benefits						
590	64300100-010000-00-1000		(310,151)	50,810	(310,151)	50,810	
	Expenses						
592	64300100-040000-00-1000		548,013		548,013		
	Regional Genetics						
595	64300100-100653-00-1000		194,926		194,926		
	G/A-Medical Services to Ab/Neg Children						
597	64300100-100655-00-1000		(2,759,136)		(2,759,136)		
	Master Contracts						
600	64300100-100808-00-1000		500,000		500,000		
	Purchased Client Services-Clinic/Field Operations						
604	64300100-102935-00-1000		1,441,009		1,441,009		
	Risk Management Insurance						
606	64300100-103241-00-1000		51,180		51,180		
	G/A-Developmental, Evaluation, Intervention Svcs						
608	64300100-103530-00-1000		334,159		334,159		

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<b>DEPARTMENT OF HEALTH</b>							
	<b>CHILDREN'S MEDICAL SERVICES PROGRAM</b>						
	CHILDREN'S SPECIAL HEALTH CARE						
	Donations Trust Fund						
	Salaries and Benefits						
590	64300100-010000-00-2168		2,521,274		2,521,274		
	Regional Genetics						
595	64300100-100653-00-2168		(194,926)		(194,926)		
	Master Contracts						
600	64300100-100808-00-2168		(500,000)		(500,000)		
	Purchased Client Services-Clinic/Field Operations						
604	64300100-102935-00-2168		(1,441,009)		(1,441,009)		
	Risk Management Insurance						
606	64300100-103241-00-2168		(51,180)		(51,180)		
	G/A-Developmental, Evaluation, Intervention Svcs						
608	64300100-103530-00-2168		(334,159)		(334,159)		
	MCH Block Grant Trust Fund						
	Salaries and Benefits						
590	64300100-010000-00-2475		(895,779)	(20,946)	(895,779)	(20,946)	
	Expenses						
592	64300100-040000-00-2475		(200,380)		(200,380)		
	Purchased Client Services-Clinic/Field Operations						
604	64300100-102935-00-2475		1,096,159		1,096,159		
	Social Services Block Grant Trust Fund						
	Salaries and Benefits						
590	64300100-010000-00-2639		(2,211,123)	(50,810)	(2,211,123)	(50,810)	
	Expenses						
592	64300100-040000-00-2639		(548,013)		(548,013)		
	G/A-Medical Services to Ab/Neg Children						
597	64300100-100655-00-2639		2,759,136		2,759,136		

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		CF	Appropriation	Reserve	Appropriation	Reserve	Appropriation	Reserve	
<b>DEPARTMENT OF HEALTH</b>									
	<b>CHILDREN'S MEDICAL SERVICES PROGRAM</b> CHILDREN'S SPECIAL HEALTH CARE								
	Tobacco Settlement Trust Fund								
	Salaries and Benefits								
590	64300100-010000-00-2122		895,779	20,946	895,779		20,946		
	Expenses								
592	64300100-040000-00-2122		200,380		200,380				
	Purchased Client Services-Clinic/Field Operations								
604	64300100-102935-00-2122		(1,096,159)		(1,096,159)				

**Department:** Health

**EOG Number:** B0138

**Problem Statement:** The Division of Disability Determinations (ODD) within the Department of Health is responsible for determining medical eligibility of Florida citizens applying for disability benefits under the federal Social Security and Supplemental Security Income programs. Funding to support these activities is provided by U.S. Social Security Administration. The workload associated with this program continues to increase. The Legislature appropriated 38 positions and \$2.1 million in Special Session E to address workload, however, these resources have been determined to be insufficient to handle the cases and meet federal processing standards. ODD is projecting they will receive over 259,000 applications for FY 2002-2003, an increase of 10,550 from the previous fiscal year. In addition to this projected increase, ODD has a backlog of 71, 238 cases that were pending as of July, 2002. ODD has additional federal grant award available to help address both the backlog and growing caseload. Without this additional funding ODD will not be able to reduce backlogged cases by 8,560 cases this year and may not be able to timely process current cases.

**Agency Request:** The Department requests additional budget authority in the United States Trust Fund (100% federally funded) totaling \$3,884,506 for administration of the Social Security Administration program. This amendment addresses the need to: purchase additional medical examinations and medical records to process the increase in applications/receipts; hire additional Other Personal Services staff to assist with the processing of these applications and the pending backlog; lease additional office space in Tallahassee to alleviate overcrowding and buy equipment that will be housed in the new space. An increase in Other Personal Services is needed to purchase additional physicians and psychological consultant services (PPCS) to perform medical assessments for the increase in the workload. In addition to meeting the Division of Disability Determinations' requirements and goals established by Social Security Administration, approval of this amendment will accelerate the processing time of determining the eligibility of citizens of Florida for disability benefits that will ultimately flow into the Florida economy.

**Governor's Recommendation:** Recommend approval to increase budget authority by \$3,884,506 from the United States Trust Fund for an increase in workload and to reduce a backlog of applications for determining eligibility for disability benefits.

**Commission Staff Comments:** Recommend approval by the Legislative Budget Commission as recommended by the Governor's Office.

**Senate Subcommittee:** Health and Human Services  
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**House Committee:** Health and Human Services Appropriations  
**House Analyst:** Tom Weaver  
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			Appropriation	Appropriation	Appropriation
<b>DEPARTMENT OF HEALTH</b>					
	<b>DISABILITY DETERMINATIONS PROGRAM</b> DISABILITY BENEFITS DETERMINATION				
	United States Trust Fund Other Personal Services				
646	64500100-030000-00-2738		1,562,521	1,562,521	
	Expenses				
647	64500100-040000-00-2738		2,288,985	2,288,985	
	Operating Capital Outlay				
648	64500100-060000-00-2738		33,000	33,000	

**Department: Banking and Finance**

**EOG Number: B0152**

**Problem Statement:** Chapter 560, Florida Statutes, provides the authority for the Department of Banking and Finance to regulate Deferred Presentment Lenders. Deferred Presentment Lenders are entities that provide currency in exchange for agreeing to hold a person's check for a period of time prior to deposit or redemption. The statutes require the agency to implement a database to track all deferred presentment transactions to prevent consumers from entering into more than one deferred presentment transaction at a time and to prevent rollover transactions (i.e., where a second transaction is entered into to pay off the first transaction). Deferred Presentment Lenders are assessed registration fees by the state to administer the program. Lenders also pay the department \$1.00 for each deferred presentment transaction they process.

In December 2001, the Department entered into a contract with Silicon Beach Associates, Inc. (now Veritec Solutions) to design, implement and maintain the database. Pursuant to the agreement, the Department provides to the vendor a per transaction fee for services. The charge is a sliding scale based on the number of transactions on an annual basis that ranges from \$0.83 to \$0.43 per transaction. The database was implemented effective March 1, 2002.

At the time the Fiscal Year 2002-2003 Legislative Budget Request was completed, the agency did not have sufficient data to estimate the number of transactions that would be processed in this fiscal year. Currently, \$677,440 in budget authority is provided in our Fiscal Year 2002-2003 base budget. Based on actual experience since March, it is estimated that 3,583,718 transactions will be processed this fiscal year, and additional spending authority of \$1,245,487 is needed to pay the contractor for maintenance of the database.

**Agency Request:** The Department now has six months of actual data to more accurately project the volume of transactions for Fiscal Year 2002-03. The transaction fee has decreased from \$.58 to \$.53 effective September 1, 2002, based on a change in the anticipated volume and the sliding scale contained in the contract. The Department anticipates it will require an additional \$1,245,487 of Other Personal Services funding in the Regulatory Trust Fund to cover transactions for an entire year. This is computed as follows:

	<u>Transaction Fee</u>	<u># of Transactions</u>	<u>Projected Cost</u>	<u>Revenue Impact:</u>
July - August	\$.58	471,138	\$ 273,260	3,583,718 transactions @ \$1= \$3,583,718
Sept. - June	\$.53	3,112,580	<u>1,649,667</u>	Less 7% GR service charge (250,860)
		Subtotal	\$ 1,922,927	Less fee to contractor <u>(1,922,927)</u>
Less base budget amount for Fiscal Year 2002-03			<u>( 677,440)</u>	Net receipts to Trust Fund \$1,409,931
<b>Total Request</b>			<b>\$ 1,245,487</b>	

Unencumbered Trust Fund Balance at June 30, 2002 is \$ 3,178,264

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**Governor's Recommendation:** Recommend approval to increase budget authority by \$1,245,487 from the Regulatory Trust Fund to cover transaction fees associated with the Deferred Presentment Database Contract. The department has budget and release available to go through October; therefore, the recommended release is for two months, November and December. Quarterly releases will occur for the second half of the fiscal year.

**Commission Staff Comments:** Recommend approval by the Legislative Budget Commission as recommended by the Governor's Office.

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**Senate Analyst:** Jamie DeLoach  
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**House Committee:** General Government Appropriations  
**House Analyst:** Juliette Noble  
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Line Item No.	Budget Entity / Fund / Appropriation Category Title		REQUESTED BY AGENCY	RECOMMENDED BY GOVERNOR	APPROVED BY THE LEGISLATIVE BUDGET COMMISSION
	LAS/PBS Account Number	CF	Appropriation	Appropriation	Appropriation
<b>BANKING AND FINANCE/COMPROLLER</b>					
2280	<b>FINANCIAL INSTITUTIONS REGULATORY PROGRAM</b>  FINANCIAL SERVICES INDUSTRY Regulatory Trust Fund Other Personal Services 44200200-030000-00-2573		1,245,487	1,245,487	

**Department:** Insurance

**EOG Number:** B0114

**Problem Statement:** The purpose of this budget amendment is to correct a projected budget deficit in salaries and benefits within the Workers' Compensation Program. The 2003 General Appropriations Act eliminated the Department of Labor and Employment Security and moved part of the Worker's Compensation Program to the Department of Insurance. The Division of Workers' Compensation was staffed with 576 positions for fiscal year 2001-2002. As a result of the transfer, the Department of Insurance received 322 of the 576 positions. Of the remaining 254 positions approximately 140 positions were eliminated and the remaining 116 positions were transferred to other departments. The Department of Insurance was given a list of the actual 322 positions being transferred and when comparing the budget authority appropriated to the positions the department discovered that the program was under-appropriated in salaries and benefits by approximately \$1,074,861. Allowing for a 2% vacancy lapse an additional \$815,948 in budget authority is needed in order to fund this program for the entire year (This deficit would have occurred regardless of where these positions had been appropriated.). As a result of the reduction in workforce, the department aggressively keeps the positions filled. It is the Treasurer's desire to correct this situation prior to the reorganization of the department.

**Agency Request:** This amendment is necessary to correct a problem, which occurred during the move of the Division of Workers' Compensation to the Department of insurance. If this amendment is not approved then the Workers' Compensation program will not have enough funds to pay salaries and benefits for the fiscal year 2002-03. Staff will have to be laid off for the month of June and no services will be delivered.

**Governor's Recommendation:** Recommend approval to increase the Workers' Compensation Administrative Trust Fund by \$815,948 to cover projected salary deficits in the Workers' Compensation Program.

**Commission Staff Comments:** Recommend approval by the Legislative Budget Commission as recommended by the Governor's Office.

**Senate Subcommittee:** General Government  
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**House Committee:** General Government Appropriations  
**House Analyst:** Juliette Noble  
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Line Item No.	Budget Entity / Fund / Appropriation Category Title  LAS/PBS Account Number	CF	REQUESTED BY AGENCY	RECOMMENDED BY GOVERNOR	APPROVED BY THE LEGISLATIVE BUDGET COMMISSION
			Appropriation	Appropriation	Appropriation
<b>Insurance, Treasury and State Fire Marshal</b>					
	<b>INSURANCE REGULATION AND CONSUMER PROTECTION</b>				
	<u>Compliance and Enforcement</u>				
	Workers' Compensation Administration TF				
	Salaries and Benefits				
2681	46950300-010000-00-2795		815,948	815,948	

**Department:** Insurance

**EOG Number:** B0154

**Problem Statement:** The Department of Insurance requests additional budget authority in the Expenses category in order to replace roofs on several of the State Fire College buildings. The original structures were built in 1989. The roofs should have had a longer lifespan but the materials used as well as the design have caused a need to replace the roofs prematurely. The original roofing materials are no longer available and the original application method is not used. Several leaks started about three years ago, which were patched by the maintenance staff at the Fire College. The ceiling has started to collapse in several parts of the facility. If not addressed, the leaks may affect equipment and/or critical storage areas. Staff of the Department of Management Services (DMS) concurs that the roofs need to be replaced. The Department has only \$59,900 in Fixed Capital Outlay-Facilities Repairs and Maintenance. This is needed for other planned repairs and maintenance.

**Agency Request:** This additional budget in the amount of \$527,964 is necessary to replace the deteriorating roofs at the State Fire College. This needs to be done as soon as possible in order to prevent further damage to the structure of the college and possible damage to equipment.

If this budget amendment is not approved the fire college structure will continue to deteriorate and become a safety risk.

**Governor's Recommendation:** Recommend approval to increase budget authority by \$527,964 from the Insurance Commissioner's Regulatory Trust Fund to replace leaking roofs in four buildings at the State Fire College in Ocala.

**Commission Staff Comments:** Recommend approval by the Legislative Budget Commission as recommended by the Governor's Office.

**Senate Subcommittee:** General Government  
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**House Committee:** General Government Appropriations  
**House Analyst:** Juliette Noble  
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	LAS/PBS Account Number	CF	Appropriation	Appropriation	Appropriation
<b>Insurance, Treasury and State Fire Marshal</b>					
	<b>FIRE MARSHAL PROGRAM</b>				
	PROFESSIONAL TRAINING AND STANDARDS				
2649	Insurance Commissioner's Regulatory Trust Fund Expenses 46600300-040000-00-2393		527,964	527,964	

Department: Insurance

EOG Number: B0212

**Problem Statement:** The purpose of this budget amendment is to reallocate salary and benefit budget authority between and within programs. The department is requesting the authority to realign its budget in the salaries and benefits category. The department has experienced shortages of budget authority in certain budget entities since FY 2000. These shortages have been corrected with 5% authority transfers. These shortages occurred when the department was required by statute to realign its budget into program/service/activity based budgeting. The realignment of budget authority between budget entities nets to zero. It is the Treasurer's desire to correct this situation prior to the reorganization of the department.

**Agency Request:** The department has for several years managed budget deficits in salaries and benefits by utilizing 5% authority transfers. This amendment seeks to correct these deficits once and for all. It will also allow the department to avoid merger problems. If this amendment is not approved the existing condition will only worsen and 5% transfers may not eliminate the problem. This adjustment does not have an adverse affect on the Insurance Company Licensure and Oversight Service when it becomes a new commission effective January 7, 2003.

**Governor's Recommendation:** Recommend transfer of \$955,000 between agency trust funds to reallocate Salaries and Benefits between programs.

**Commission Staff Comments:** Recommend approval by the Legislative Budget Commission as recommended by the Governor's Office.

**Senate Subcommittee:** General Government  
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**House Committee:** General Government Appropriations  
**House Analyst:** Juliette Noble  
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Line Item No.	Budget Entity / Fund / Appropriation Category Title		REQUESTED BY AGENCY	RECOMMENDED BY GOVERNOR	APPROVED BY THE LEGISLATIVE BUDGET COMMISSION
	LAS/PBS Account Number	CF	Appropriation	Appropriation	Appropriation
<b>Insurance, Treasury and State Fire Marshal</b>					
<b>COMPLIANCE AND ENFORCEMENT</b>					
2629	Insurance Commissioner's Regulatory TF Salaries and Benefits 46600100-010000-00-2393		(300,000)	(300,000)	
<u>Fire and Arson Investigations</u>					
2637	Insurance Commissioner's Regulatory TF Salaries and Benefits 46600200-010000-00-2393		250,000	250,000	
<u>Fire Marshal Administration &amp; Support Services</u>					
2653	Insurance Commissioner's Regulatory TF Salaries and Benefits 46600400-010000-00-2393		50,000	50,000	

Line Item No.	Budget Entity / Fund / Appropriation Category Title		REQUESTED BY AGENCY	RECOMMENDED BY GOVERNOR	APPROVED BY THE LEGISLATIVE BUDGET COMMISSION
	LAS/PBS Account Number	CF	Appropriation	Appropriation	Appropriation
<b>Insurance, Treasury and State Fire Marshal</b>					
<b>TREASURY</b>					
<u>Deposit Security</u>					
	Treasurer's Admin/Investment TF				
	Salaries and Benefits				
2616	46100100-010000-00-2725		(55,000)	(55,000)	
<u>State Funds Management</u>					
	Treasurer's Admin/Investment TF				
	Salaries and Benefits				
2622	46100200-010000-00-2725		35,000	35,000	
<u>Supplemental Retirement Plan</u>					
	Treasurer's Admin/Investment TF				
	Salaries and Benefits				
2625	46100300-010000-00-2725		20,000	20,000	
<b>EXECUTIVE LEADERSHIP &amp; SUPPORT SERVICE</b>					
<u>Executive Direction and Support Services</u>					
	Insurance Commissioner's Regulatory TF				
	Salaries and Benefits				
2594	46010100-010000-00-2393		225,000	225,000	
<u>Legal Services</u>					
	Insurance Commissioner's Regulatory TF				
	Salaries and Benefits				
2602	46010200-010000-00-2393		225,000	225,000	
<u>Information Technology</u>					
	Insurance Commissioner's Regulatory TF				
	Salaries and Benefits				
2609	46010300-010000-00-2393		100,000	100,000	

Line Item No.	Budget Entity / Fund / Appropriation Category Title  LAS/PBS Account Number	CF	REQUESTED BY AGENCY  Appropriation	RECOMMENDED BY GOVERNOR  Appropriation	APPROVED BY THE LEGISLATIVE BUDGET COMMISSION  Appropriation
<b>Insurance, Treasury and State Fire Marshal</b>					
<b>INSURANCE REGULATION AND CONSUMER PROTECTION</b>					
<u>Insurance Company Licensure and Oversight</u>					
Insurance Commissioner's Regulatory Trust Fund					
Salaries and Benefits					
2667	46950100-010000-00-2393		(600,000)	(600,000)	
<u>Insurance Representative Licensure, Sales Appointment</u>					
Insurance Commissioner's Regulatory Trust Fund					
Salaries and Benefits					
2674	46950200-010000-00-2393		50,000	50,000	

**Department:** Law Enforcement

**EOG Number:** B0186

**Problem Statement:** Florida’s crime laboratory system consists of five State laboratories and 4 local laboratories that provide serology/DNA forensic analysis for law enforcement agencies in this state. Florida’s crime laboratories lack the capacity to keep pace with the volume of requests for analysis, and some laboratories lack the capability to produce analysis using all 13 Combined DNA Index System (CODIS) core loci. “No suspect” cases are typically worked at a lower priority than those needed for trial. This has resulted in a backlog of over 1,500 cases. The department has applied for and received a grant from the National Institute of Justice for the No Suspect Casework DNA Backlog Reduction Program. Existing budget authority in the Grants and Donations Trust Fund is insufficient to allow the department to expend the grant funds.

**Agency Request:** The department is requesting a \$2,795,086 increase in Grants and Donations Trust Fund budget authority in the Criminal Justice Investigations and Forensic Science Program to expend federal funds awarded by the National Institute of Justice for the No Suspect Casework DNA Backlog Reduction Program. Federal funds will be used for overtime, equipment, travel, and supplies which will allow laboratories to upgrade their infrastructure capabilities to produce analysis using the CODIS core loci and produce CODIS ready profiles for submission to both State and Federal DNA databases. This infrastructure upgrade will allow Florida’s crime laboratory system to increase production capacity and reduce the accumulation of current and future backlog cases. Additionally, federal funds will be used to outsource existing “no suspect” cases to immediately assist in reducing the state’s current backlog.

**Governor’s Recommendation:** Recommend approval to increase budget authority by \$2,795,086 from the Grants and Donations Trust Fund in the Criminal Justice Investigations and Forensic Science Program for federal funds awarded by the National Institute of Justice for the No Suspect Casework DNA Backlog Reduction Program.

**Commission Staff Comments:** Recommend approval by the Legislative Budget Commission as recommended by the Governor’s Office.

**Senate Subcommittee:** Public Safety & Judiciary  
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**House Committee:** Criminal Justice Appropriations  
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Line Item No.	Budget Entity / Fund / Appropriation Category Title  LAS/PBS Account Number	CF	REQUESTED BY AGENCY	RECOMMENDED BY GOVERNOR	APPROVED BY THE LEGISLATIVE BUDGET COMMISSION
			Appropriation	Appropriation	Appropriation
<b>FLORIDA DEPARTMENT OF LAW ENFORCEMENT</b>					
<b>CRIMINAL JUSTICE INVESTIGATIONS &amp; FORENSIC SCIENCE</b>					
	CRIME LAB SERVICES				
	Grants & Donations Trust Fund				
	Other Personal Services				
1217	71600100-030000-00-2339		500,000	500,000	
	Aid to Local Governments Criminal Investigations				
N/A	71600100-050011-00-2339		1,685,086	1,685,086	
	Operating Capital Outlay				
1220	71600100-060000-00-2339		610,000	610,000	

**Department:** Juvenile Justice

**EOG Number:** B0156

**Problem Statement:** During the 2001 Special Session “C”, the Legislature approved a recurring \$1,000,000 fund shift from General Revenue to the Administrative Trust Fund (ATF) in the Executive Direction budget entity. The Department was able to use an accumulated nonrecurring cash balance to spend this budget authority in FY 2001-2002, but there is projected to be insufficient funds in the ATF to support \$960,000 of the budget authority for the current fiscal year. The loss of \$960,000 would represent a 20% reduction in the Expense budget for Headquarters, and is needed to pay for office rent and travel for critical administrative support services such as the Inspector General’s Office, Data & Research, Quality Assurance reviews, Contract Administration and the General Counsel’s Office. The majority of the expense budget is utilized to pay for fixed costs obligations such as lease, telephone, personnel assessment, office supplies, postage, and office equipment rental. If the Department is unable to provide funding for these expenses, the staff will be unable to perform their responsibilities.

**Agency Request:** The department requests:

- a transfer of \$560,000 General Revenue from the Expense category in the Secure Residential Commitment budget entity to the Expense category in the Executive Direction entity to partially reverse the fund shift to the Administrative Trust Fund budget in Headquarters. Many external demands on the Administration / Executive Direction budget result from the Residential and Corrections entity: the servicing of contract procurement and management rests within the Administration entity, and residential contracts are by far the most complex and subject to protest and dispute; the volume of workload associated with processing contract invoices significantly impacts the finance and accounting functions of the Department; Data & Research and Information Technology services, including outcome evaluation reporting, performance measurement, ad hoc data reporting, and technology support, are consumed in significant quantities by Residential and Correctional services; and Residential and Correctional facilities dominate the Quality Assurance responsibilities of the Department, as well as those of the Inspector General by their residential nature. Based on the FY 2001-2002 expenditure level it is anticipated that the transfer of General Revenue from the Residential and Corrections Program will not adversely affect program delivery.
- an increase in the Expense category of \$400,000 in the Grants & Donations Trust Fund, utilizing \$100,000 of unbudgeted cash from the Juvenile Accountability and Incentive Block Grant (JAIBG) and \$300,000 unbudgeted cash from anticipated cost-of-care fee collections for the current fiscal year. The Federal Government allows the state to use 10%, or up to \$700,000, of the JAIBG grant for administrative support, and DJJ is requesting \$100,000 of these funds to support expense needs for administrative purposes. Sufficient cost-of-care fee revenues is available to support a \$300,000 increase in expenses budget for the same administrative support. Projections for cost-of-care fees indicate that a minimum of \$300,000 over the currently appropriated level will be collected in FY 2002-2003.

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September 26, 2002*

**Governor's Recommendation:** Recommend approval to the transfer \$560,000 General Revenue appropriations in the Expense appropriation category between programs and to increase budget authority by \$400,000 from the Grants and Donations Trust Fund to cover an unfunded deficit in the Administrative Trust Fund.

**Commission Staff Comments:** Recommend approval by the Legislative Budget Commission as recommended by the Governor's Office.

**Senate Subcommittee:** Public Safety and Judiciary  
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**House Committee:** Criminal Justice Appropriations  
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Line Item No.	Budget Entity / Fund / Appropriation Category Title  LAS/PBS Account Number	CF	REQUESTED BY AGENCY		RECOMMENDED BY GOVERNOR		APPROVED BY THE LEGISLATIVE BUDGET COMMISSION
			Appropriation	Reserve	Appropriation	Reserve	Appropriation
<b>JUVENILE JUSTICE</b>							
<b>EXECUTIVE DIRECTION/SUPPORT SERVICES</b>							
Administrative Trust Fund							
Expenses							
1147	80750100-040000-00-2021			960,000		960,000	
General Revenue							
Expenses							
1147	80750100-040000-00-1000		560,000		560,000		
Grants & Donations Trust Fund							
Expenses							
1147	80750100-040000-00-2339		400,000		400,000		
<b>SECURE RESIDENTIAL COMMITMENT</b>							
General Revenue							
Expenses							
1172	80800200-040000-00-1000		(560,000)		(560,000)		

**Department:** Juvenile Justice

**EOG Number:** B0157

**Problem Statement:** Special Session “C” budget reductions cut 108 FTE and \$3.6 million from Salaries and Benefits in Department of Juvenile Justice administration; proviso required that this reduction eliminate positions at pay grade 423 and higher and authorized the department to redistribute this reduction to other programs/budget entities.

At the request of the agency, the Legislative Budget Commission transferred \$2,361,000 of the reduction from departmental administration to other agency programs/budget entities on 4/18/2002 (EOG 2002-0662). However, the agency underestimated the amount necessary for the transfer by \$419,209 and did not include an additional \$427,000 to fully annualize the reduction. Unless an additional \$846,209 is transferred into the Executive Direction Program, the salary lapse for this program will approximate 13% for the current fiscal year, making it difficult for the department to fill necessary management and administrative support positions without incurring a deficit.

**Agency Request:** A transfer of \$282,070 from the Detention Centers budget entity and \$564,139 from the Secure Residential Commitment budget entity (\$846,209 total) to the Executive Direction and Support Services entity is requested to reduce the appropriated salary lapse resulting from the annualized reduction for the 108 administrative positions reduced in the FY 2001-2002 Special Session.

The Detention Centers and Secure Commitment entities both have lower appropriated salary lapse rates (4.2% for Detention and 1.7% for Residential), and can absorb an increase in salary lapse. The requested transfer would increase the lapse rates to 7% and 4%, respectively.

**Governor’s Recommendation:** Recommend approval to transfer \$846,209 General Revenue appropriations in the Salaries and Benefits category between programs to adjust the distribution of the annualized reduction for 108 administrative positions that were eliminated during the 2001 Special Session C and to resolve a large budgeted salary lapse issue created from the reduction.

**Commission Staff Comments:** Recommend approval by the Legislative Budget Commission as recommended by the Governor’s Office.

*Legislative Budget Commission Meeting  
September 26, 2002*

**Senate Subcommittee:** Public Safety and Judiciary  
**Senate Analyst:** Ted Mannelli  
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**House Committee:** Criminal Justice Appropriations  
**House Analyst:** Jim DeBeaugrine  
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Line Item No.	Budget Entity / Fund / Appropriation Category Title  LAS/PBS Account Number	CF	REQUESTED BY AGENCY	RECOMMENDED BY GOVERNOR	APPROVED BY THE LEGISLATIVE BUDGET COMMISSION
			Appropriation	Appropriation	Appropriation
<b>JUVENILE JUSTICE</b>					
<b>EXECUTIVE DIRECTION/SUPPORT SERVICES</b>					
1145	General Revenue Salaries & Benefits 80750100-010000-00-1000		846,209	846,209	
<b>DETENTION CENTERS</b>					
1112	General Revenue Salaries & Benefits 80400100-010000-00-1000		(282,070)	(282,070)	
<b>SECURE RESIDENTIAL COMMITMENT</b>					
1170	General Revenue Salaries & Benefits 80800200-010000-00-1000		(564,139)	(564,139)	

**Department:** Community Affairs

**EOG Number:** B0150

***Problem Statement:*** Since the Summer of 1999, Florida has suffered the effects of nine disaster events of sufficient magnitude to warrant federal disaster declarations: Hurricanes Floyd and Irene, Tropical Storms Helene, Allison, and Gabrielle, two wildfire seasons, one major flooding event in the southern area of the state, and a severe freeze.

In each of these events, the State of Florida and the federal government, through the Federal Emergency Management Agency (FEMA), signed agreements to share the eligible costs of responding to and recovering from these events. In addition to these monies, as part of a valuable element of FEMA's disaster recovery program, Florida also received substantial funds to carry out projects that would mitigate the effects of future disastrous events through the Hazard Mitigation Grant Program. With certain exceptions, the cost sharing agreements were 75% federal, 12.5% state, 12.5% local.

Prior to Fiscal Year 1999-2000, cash equaling the calculated state matching and administrative requirements of each disaster was provided along with the anticipated budget authority needs for both the federal and the state funds at a level sufficient to cover the entire event. Depending on many variables, particularly the location, magnitude and type of disaster event, rebuilding, recovery and mitigation efforts often extend over several years to be fully completed. As a result, the actual cash required for disbursement related to the state's portion of the obligation for each event is also spread over that same period of time.

Over time, the amounts set aside for the accumulated disasters resulted in a substantial accumulation of cash in the fund. Although cash levels were appropriate to the obligations agreed to contractually with FEMA in any given fiscal year, they were greater than the year's anticipated disbursement levels. Consequently, the decision was made beginning with Hurricane Floyd, which occurred in September 1999, to utilize existing cash balances related to previously funded disaster events in the Grants and Donations Trust Fund for payments related to any subsequent event. This approach was to be used until such time as additional state cash resources were needed to meet the obligations of the fund.

Through the first half of fiscal year 2001-02, the department was able to meet the financial obligations of all open disasters, including nine new events for which no new state funds had been provided, by utilizing the combined balances of state cash available in each of the previously funded events. By January 2002, insufficient balances remained to carry the department through the end of the fiscal year, and the first infusion of cash in the amount of \$10 million was approved by the Legislative Budget Commission. This was done pursuant to the provision of law unique to disaster funding contained in section 252.37 (2), F.S.: "if the Governor finds that the demands placed upon these funds in coping with a particular disaster declared by the Governor as a state of emergency are unreasonably great, she or he may make funds available by transferring and expending moneys appropriated for other purposes, by transferring and expending moneys out of any unappropriated surplus funds, or from the Budget Stabilization Fund or Working Capital Fund."

No cash related to this issue was provided by the Legislature during the 2002-03 Legislative Budget Request (LBR) process. In July 2002, another \$9.3 million was provided by the LBC for anticipated disbursement needs during the first quarter of fiscal year 2002-03.

Since July 2002, an extensive analysis of DCA's current disaster-related obligations for the Public Assistance (PA) Program, the Hazard Mitigation Grant Program (HMGP) and their related administrative costs indicates a total need for state cash during fiscal year 2002-03 of approximately \$30 million. This request for \$20.7 million is to cover the balance needed for the estimated disbursements through the remainder of the fiscal year.

In addition to our usual level of disbursements, the need for these funds is predicated on several extenuating circumstances which have caused applicants to seek reimbursement at an accelerated rate. All applicants have been made aware of the new state policy related to the Hazard Mitigation Grant Program concerning the unavailability of state match after the fifth year following the federal declaration. This has resulted in an activity increase in the HMGP grants.

A second factor affecting disbursements is the new FEMA policy requiring all open disasters more than five years old to close their Public Assistance program. Because of this, several applicants, especially those in the South Florida Floods (DR-1345), have accelerated their engineering design phases and their requests for reimbursement. In fact, in May 2002, FEMA sent a "close out" team to Florida to expedite the closure of all disasters open since 1998 in the Public Assistance Program. Teams went into the field to determine what each applicant needed in order to expedite their final inspection/close out process. This effort resulted in a large influx of additional payment requests which were not anticipated earlier in this year.

Staff has also been aggressively contacting all applicants to provide the requisite technical assistance necessary to complete as many projects as possible. Finally, a dispute between the state and FEMA regarding Tropical Storm Gabrielle (DR-1393) was resolved in mid-July, allowing many applicants to avoid a lengthy appeal process and to seek immediate reimbursement.

While these activities result in substantial non-federal (local and state) financial requirements, more importantly they signify the completion of the desired recovery and mitigation objectives for the impacted areas of Florida. The additional \$20.7 million is necessary in order to meet the contractual obligations of the state and to ensure continued progress toward completing these efforts.

**Agency Request:** Interim action by the LBC to transfer sufficient cash into the Grants and Donations Trust Fund is necessary in order to continue to make the required payments to eligible sub grantees and to administer the programs. The department is working diligently with the Federal Emergency Management Agency (FEMA) to close-out many of the older events on our books. During the past year, 2 events (DR-952 Southwest Florida Floods and DR-966 Pinellas County Tornadoes) dating from 1992 through 1995 have been programmatically closed, and another 10 events closed either their Public Assistance Program or their Hazard Mitigation Program. In addition, another 12 events will close either their Public Assistance or their Hazard Mitigation Grant Program during this fiscal year.

Based on known project data at this time, the department is confident that an additional \$20.7 million will cover our anticipated disbursements levels through the end of the fiscal year. Because the actual disbursement levels and timing can be affected by many variables, we will continue to assess the cash balance monthly to monitor its relationship with actual remaining obligations. We have presented a breakdown of our disbursement needs by fiscal year quarters and suggest that the remaining \$20.7 million be released consistent with that anticipated need.

If the cash is not provided to fund the matching levels contractually obligated with the federal government, the state will risk losing the 75% federal monies and consequently not be able to pass through the available dollars to local governments for critically needed disaster recovery and mitigation assistance.

**Governor's Recommendation:** Recommend approval to transfer \$20,700,000 from the Working Capital Fund to the Grants and Donations Trust Fund in the Department of Community Affairs for matching federal funds from the Federal Emergency Management Agency for several past disasters.

**Commission Staff Comments:** Recommend approval by the Legislative Budget Commission as recommended by the Governor's Office.

**Senate Subcommittee:** General Government  
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**House Committee:** Transp. & Economic Dev. Appropriations  
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Line Item No.	Budget Entity / Fund / Appropriation Category Title  LAS/PBS Account Number	CF	REQUESTED BY AGENCY		RECOMMENDED BY GOVERNOR		APPROVED BY THE LEGISLATIVE BUDGET COMMISSION
			Appropriation	Release	Appropriation	Release	Appropriation
<b>Community Affairs</b>							
N/A	<b>EMERGENCY MANAGEMENT</b> EMERGENCY RECOVERY Working Capital Fund Transfer Disaster State Match to Grants and Donations Trust Fund 52600300-109997-00-3000		20,700,000	9,936,000	20,700,000	9,936,000	

**Department: Transportation**

**EOG Number: B0148**

**Problem Statement:** This amendment requests spending authority for Department of Transportation Work Program project phases, which were in the adopted work program in fiscal year 2001-2002, that will not certify forward but qualify for roll forward pursuant to F.S. 339.135 (6)( c).

Section 339.135(6)(c), F.S. provides that “any project phases in the adopted work program not certified forward under the provisions of s. 216.301(3)(a) shall be available for roll forward for the next fiscal year of the adopted work program. Spending authority associated with such project phase may be rolled forward to the next fiscal year pursuant to paragraph (f).” This unique provision in law allows the Department of Transportation to roll forward projects and associated spending authority from the previous years into the current year so project phases can be contracted with a minimal delay. Without this statutory provision, projects or project phases would have to be deleted from the program and requested in the next budget cycle causing delays of a year or more. Policy makers recognize that unanticipated delays can occur for large capital projects that the department must manage. Delays can occur due to a variety of reasons such as environmental issues, permitting problems, federal requirements, local government coordination, legal issues, bid protests, and others.

The roll forward process is very similar to the certified forward process with the exception that it moves the project phase from one year to the next and allows the budget to be carried forward even though the contractual commitment has not been made. Roll forward does not allow the Department to increase its budget. The amount of prior year budget is never exceeded during the roll forward process. The roll forward process does not result in any new projects or changes to previously funded projects in the workplan.

The department is requesting roll forward budget in the amount of \$3.1 billion. Included in this amount is \$1.5 billion for Right of Way, \$699.1 million for Intrastate and Arterial Highway Construction and associated inspection budget, \$282.5 million for Public Transportation, \$200.4 million for Resurfacing, \$194.1 million for Preliminary Engineering consultants, and \$95.0 million for Bridge Construction.

**Agency Request:** Provide spending authority to allow execution of projects that were rolled forward in the adopted work program. If not approved critical highway projects would be not be executed.

**Governor’s Recommendation:** Recommend approval to roll forward \$3,138,991,672 in budget authority for the adopted work program from the previous fiscal year.

**Commission Staff Comments:** Recommend approval by the Legislative Budget Commission as recommended by the Governor's Office.

**Senate Subcommittee:** General Government

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**House Committee:** Transp. & Economic Dev. Appropriations

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*	Budget Entity / Fund / Appropriation Category Title		REQUESTED BY AGENCY	RECOMMENDED BY GOVERNOR	APPROVED BY THE LEGISLATIVE BUDGET COMMISSION
	LAS/PBS Account Number	CF	Appropriation	Appropriation	Appropriation
<b>TRANSPORTATION</b>					
	HIGHWAY & BRIDGE CONST. STATE TRANSPORTATION TRUST FUND				
	<b>COUNTY TRANSPORTATION PROGRAMS</b>				
N/A	55100100-088572-03-2540		18,882,270	18,882,270	
2067	Bond Guarantee 55100100-088703-03-2540		1,081,357	1,081,357	
2068	Transportation Planning Consultants 55100100-088704-03-2540		151,868	151,868	
2069	Intrastate Highway Construction 55100100-088716-03-2540		252,204,783	252,204,783	
2070	Arterial Highway Construction 55100100-088717-03-2540		220,480,225	220,480,225	
2071	C.E.I. Consultants 55100100-088718-03-2540		150,161,473	150,161,473	
2073	Right of Way Land Acquisition 55100100-088777-03-2540		857,334,588	857,334,588	
2074	Highway Safety Construction Grants 55100100-088796-03-2540		24,446,194	24,446,194	

Line Item No.	Budget Entity / Fund / Appropriation Category Title  LAS/PBS Account Number	CF	REQUESTED BY AGENCY	RECOMMENDED BY GOVERNOR	APPROVED BY THE LEGISLATIVE BUDGET COMMISSION
			Appropriation	Appropriation	Appropriation
<b>TRANSPORTATION</b>					
2075	HIGHWAY & BRIDGE CONST. Resurfacing 55100100-088797-03-2540		200,361,393	200,361,393	
2076	Bridge Construction 55100100-088799-03-2540		85,856,809	85,856,809	
2077	Preliminary Engineering Consultants 55100100-088849-03-2540		176,501,840	176,501,840	
2078	Right of Way Support 55100100-088853-03-2540		175,350,036	175,350,036	
2079	Transportation Planning Grants 55100100-088854-03-2540		9,821,886	9,821,886	
2081	Materials and Research 55100100-088857-03-2540		6,946,781	6,946,781	
2083	TR/OTTED/TRANSP PROJECT 55100100-088859-03-2540		34,000,000	34,000,000	
2083	Local Government Reimbursement 55100100-088867-03-2540		2,169,163	2,169,163	
2071	R-O-W ACQ BRIDGE CONS TRUST FUND C.E.I. Consultants 55100100-088718-03-2586		1,845,483	1,845,483	
2073	R.O.W. Land Acquisition 55100100-088777-03-2586		335,874,580	335,874,580	
2076	Bridge Construction 55100100-088799-03-2586		7,835,165	7,835,165	
2077	Preliminary Engineering Consultants 55100100-088849-03-2586		2,519,751	2,519,751	

Line Item No.	Budget Entity / Fund / Appropriation Category Title  LAS/PBS Account Number	REQUESTED BY AGENCY		RECOMMENDED BY GOVERNOR		APPROVED BY THE LEGISLATIVE BUDGET COMMISSION	
		CF	Appropriation	Appropriation	Appropriation		
<b>TRANSPORTATION</b>							
	R-O-W ACQ BRIDGE CONS TRUST FUND						
2078	Right of Way Support 55100100-088853-03-2586		62,103,823	62,103,823			
	TOLL FAC REVOL TRUST FUND						
2080	G/A - Trans-Expressway Authority 55100100-088856-03-2729		12,165,000	12,165,000			
	PUBLIC TRANSPORTATION State Transportation TRUST FUND						
2094	Transportation Planning Consultants 55100300-088704-03-2540		1,712	1,712			
2095	Aviation Development Grants 55100300-088719-03-2540		58,131,022	58,131,022			
2096	Public Transit Development Grants 55100300-088774-03-2540		31,543,917	31,543,917			
2099	Seaport Grants 55100300-088794-03-2540		839,421	839,421			
2100	Rail Develop Grants 55100300-088808-03-2540		74,472,431	74,472,431			
2101	Intermodal Development Grants 55100300-088809-03-2540		115,155,317	115,155,317			
2102	TRANSPORTATION DISADV TRUST FUND 55100300-088846-03-2731		2,439,443	2,439,443			

Line Item No.	Budget Entity / Fund / Appropriation Category Title  LAS/PBS Account Number	CF	REQUESTED BY AGENCY	RECOMMENDED BY GOVERNOR	APPROVED BY THE LEGISLATIVE BUDGET COMMISSION
			Appropriation	Appropriation	Appropriation
<b>TRANSPORTATION</b>					
	HIGHWAY OPERATIONS STATE TRANSPORTATION T. F.				
NA	DOT WORK PRO - HURR FLOYD 55150200-082044-03-2540		69,140	69,140	
NA	DOT WORK PRO - HURR IRENE 55150200-082045-03-2540		453,696	453,696	
NA	MD 2000-01 FLOODS-1345 WP 55150200-082048-03-2540		441,591	441,591	
2121	Transportation Hwy Maintenance Contracts 55150200-088712-03-2540		41,488,451	41,488,451	
2124	Highway Beautification Grants 55150200-088850-03-2540		1,258,839	1,258,839	
2125	Bridge Inspection 55150200-088864-03-2540		16,084,107	16,084,107	
2126	Traffic Engineering Consultant 55150200-088866-03-2540		3,011,470	3,011,470	
NA	MD 98-99/ENSO #1195-WP 55150200-089821-03-2540		43,989	43,989	
NA	97-98/ENSO #1204-WP 55150200-089822-03-2540		242,370	242,370	
NA	MD/98-99- HURR GEORGES-WP 55150200-089925-03-2540		767,747	767,747	
	TPK RENEWAL & REPLC. TRUST FUND				
2161N	Intrastate Highway Construction 55180100-088716-03-2324		2,334,941	2,334,941	
2161O	C.E.I. Consultants 55180100-088718-03-2324		1,991,810	1,991,810	
2161Q	Resurfacing 55180100-088797-03-2324		97,872	97,872	
2161R	Bridge Construction 55180100-088799-03-2324		1,083,575	1,083,575	

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			Appropriation	Appropriation	Appropriation
<b>TRANSPORTATION</b>					
	TPK RENEWAL & REPLC. TRUST FUND				
2161S	Preliminary Engineering Consultants 55180100-088849-03-2324		2,332,141	2,332,141	
2161U	Turnpike Sys Equip & Devel 55180100-088920-03-2324		5,104,713	5,104,713	
	TPKE GEN RESERVE TRUST FUND				
2161N	Intrastate Highway Construction 55180100-088716-03-2326		37,085,254	37,085,254	
2161O	C.E.I. Consultants 55180100-088718-03-2326		11,034,526	11,034,526	
2161P	ROW Land Acquisition 55180100-088777-03-2326		38,032,103	38,032,103	
2161Q	Resurfacing 55180100-088797-03-2326		307,485	307,485	
2161S	Preliminary Engineering Consultants 55180100-088849-03-2326		4,819,445	4,819,445	
2161T	Right of Way Support 55180100-088853-03-2326		1,716,606	1,716,606	
2161U	Turnpike Sys Equip & Development 55180100-088920-03-2326		8,475,368	8,475,368	
	TPKE BOND CONSTRUCTION TRUST FUND				
N/A	Intrastate Highway Construction 55100100-088716-03-2340		10,601,583	10,601,583	
N/A	C.E.I. Consultants 55180100-088718-03-2340		5,944,783	5,944,783	

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			Appropriation	Appropriation	Appropriation
<b>TRANSPORTATION</b>					
	TPKE BOND CONSTRUCTION TRUST FUND				
	ROW Land Acquisition				
N/A	55180100-088777-03-2340		7,207	7,207	
	Preliminary Engineering Consultants				
2161S	55180100-088849-03-2340		147,505	147,505	
	Right of Way Support				
2161T	55180100-088853-03-2340		8,828	8,828	
	Turnpike Sys Equip & Development T.F.				
N/A	55180100-088920-03-2340		1,101,517	1,101,517	
	STATE TRANSPORTATION TRUST FUND				
	Transportation Planning Consultants				
NA	55180100-088704-03-2540		49,536	49,536	
	Transportation Highway Maintenance				
2161M	55180100-088712-03-2540		2,068,537	2,068,537	
	Intrastate Highway Construction				
2161N	55180100-088716-03-2540		2,868,987	2,868,987	
	Construction Inspection Consultants				
N/A	55180100-088718-03-2540		2,708,038	2,708,038	
	Preliminary Engineering Consultants				
2161S	55180100-088849-03-2540		7,684,427	7,684,427	
	Bridge Inspection				
NA	55180100-088864-03-2540		1,358,245	1,358,245	
	Tolls Sys Equip & Develop				
2161V	55180100-088922-03-2540		3,906,865	3,906,865	
	ROW ACQ BRIDGE TRUST FUND				
	ROW Land Acquisition				
N/A	55180100-088777-03-2586		4,629	4,629	
	Right of Way Support				
N/A	55180100-088853-03-2586		42,550	42,550	
	CENTRAL FL BELTWAY TRUST FUND				
	ROW Land Acquisition				
N/A	55180100-088777-03-2074		1,459,271	1,459,271	

**Department:** Business and Professional Regulation

**EOG Number:** B0155

***Problem Statement:*** The Department of Business and Professional Regulation is 18 months into a 24-month contract with Accenture LLP to provide for the design, development, and maintenance of a single licensing application system to replace the many fragmented systems used by the Department. This contract also provides for the establishment of a department-wide call center and the reengineering of the Department's business processes which is currently underway.

A flat fee is established in the contract for the design, development, and installation of the licensing system and for the Internet portal portion of the contract. This portion of the project was funded by two \$10 million appropriations in Fiscal Year 2000-2001 and in Fiscal Year 2001-2002. The establishment of a department-wide call center and the reengineering of the Department's business processes, both of which are core pieces of the original project, are to be funded by savings realized by the Department under the shared benefit portion of the contract. The shared benefit portion of the contract provides 60 percent savings to the Department and 40 percent to the vendor through June 30, 2003.

During the 2002 Legislative Session, the benefit share portion of the contract was discussed in legislative budget committees; however, the payment methodology of the shared benefit portion of the contract was still under review by the Comptroller's Office. Consequently, the Department did not know the final amount needed for contract payment and, although it was understood that vendor payments would be needed, the Department did not place a request before the legislature for an appropriation for the vendor payment. However, the estimated \$3.1 million reductions were adopted by the Legislature. In August 2002, the vendor payment methodology was approved by the Comptroller, the amount was calculated, and budget authority is now being requested for this part of the project.

***Agency Request:*** The Department requests \$2,248,770 (\$255,603 for 01/02 and \$1,993,167 for 02/03) in additional budget authority to make payments to the contracted vendor for services. Realignment of budget reductions by appropriation category is also requested. These reductions were approved by the 2002 Legislature and were based on the agency's best estimate at the time. Since then, the Department has received the supporting documentation of actual savings from the Business Case Study and an actual invoice from the vendor. Finally, \$1,880,921 in additional budget reductions is also requested, resulting in total reductions of \$4.9 million for FY 2002-03. In FY 01/02 there were additional cash savings realized in the amount of \$639,007, a portion of which is included in the amount due to the vendor. These reductions are derived from efficiencies achieved through the agency-wide reengineering process.

**Agency Request (Continued):**

	FY 2001-02	FY 2002-03	Total
Savings Realized From Reengineering Project	639,007	4,982,916	5,621,923
40% of Savings Due Vendor per Agency Request	255,603	1,993,167	2,248,770
Reductions Included in General Appropriations Act		3,101,995	3,101,995
Additional Reductions Requested in this amendment		1,880,921	1,880,921

**Governor's Recommendation:** Recommend approval to decrease trust fund budget authority by \$1,880,921 and increase trust fund budget authority by \$2,248,770 for the development and implementation of the call center.

**Commission Staff Comments:** Recommend approval by the Legislative Budget Commission as recommended by the Governor's Office.

**Senate Subcommittee:** General Government  
**Senate Analyst:** Jamie DeLoach  
**Phone Number:** (850) 487-5140 or SunCom 277-5140  
**E-mail Address:** Jamie.Deloach@LASPBS.state.fl.us

**House Committee:** General Government Appropriations  
**House Analyst:** Juliette Noble  
**Phone Number:** (850) 488-6204 or SunCom 278-6204  
**E-mail Address:** Julie.Noble@LASPBS.state.fl.us

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			Appropriation	Appropriation	Appropriation
<b>Business and Professional Regulation</b>					
<b>OFFICE OF SECRETARY AND ADMINISTRATION</b>					
PROFESSIONAL REGULATION TRUST FUND FLORIDA BOXING COMMISSION					
2315	Expenses 79010100-040000-00-2547		(1,925)	(1,925)	
N/A	Technology Solutions for DBPR 79010100-106150-00-2547		770	770	
ADMINISTRATIVE TRUST FUND EXECUTIVE DIRECTION & SUPPORT SERVICES					
2320	Salaries and Benefits 79010200-010000-00-2021		(220,449)	(220,449)	
2322	Expenses 79010200-040000-00-2021		8,892	8,892	
N/A	Technology Solutions for DBPR 79010200-106150-00-2021		156,528	156,528	
INFORMATION TECHNOLOGY					
2328	Salaries and Benefits 79010300-010000-00-2021		7,531	7,531	
2329	Other Personal Services 79010300-030000-00-2021		16,720	16,720	
2330	Expenses 79010300-040000-00-2021		5,209	5,209	
2332	Technology Solutions for DBPR 79010300-106150-00-2021		68,600	68,600	

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<b>Business and Professional Regulation</b>					
<b>PROFESSIONAL REGULATION PROGRAM</b>					
PROFESSIONAL REGULATION TRUST FUND					
COMPLIANCE & ENFORCEMENT					
2336	Salaries & Benefits 79050100-010000-00-2547		(125,610)	(125,610)	
2338	Expenses 79050100-040000-00-2547		90,013	90,013	
N/A	Technology Solutions for DBPR 79050100-106150-00-2547		573,574	573,574	
STANDARDS & LICENSURE					
2347	Salaries & Benefits 79050200-010000-00-2547		(560,766)	(560,766)	
2348	Other Personal Services 79050200-030000-00-2547		(14,534)	(14,534)	
2349	Expenses 79050200-040000-00-2547		102,644	102,644	
N/A	Other Data Processing Services 79050200-210014-00-2547		477,474	477,474	
N/A	Technology Solutions for DBPR 79050200-106150-00-2547		541,179	541,179	
<b>PARI-MUTUEL WAGERING PROGRAM</b>					
PARI-MUTUEL WAGERING TRUST FUND					
COMPLIANCE & ENFORCEMENT					
2359	Salaries and Benefits 79100100-010000-00-2520		(16,684)	(16,684)	
N/A	Other Personal Services 79100100-030000-00-2520		14,704	14,704	
2361	Expenses 79100100-040000-00-2520		(2,836)	(2,836)	
N/A	Technology Solutions for DBPR 79100100-106150-00-2520		30,520	30,520	
STANDARDS & LICENSURE					
2365	Salaries and Benefits 79100200-010000-00-2520		95,570	95,570	
2366	Other Personal Services 79100200-030000-00-2520		117,384	117,384	
2367	Expenses 79100200-040000-00-2520		23,596	23,596	

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		CF	Appropriation	Appropriation
<b>Business and Professional Regulation</b>				
	<b>PARI-MUTUEL WAGERING PROGRAM (CONT.)</b>			
	PARI-MUTUEL WAGERING TRUST FUND			
	STANDARDS & LICENSURE			
N/A	Technology Solutions for DBPR 79100200-106150-00-2520		74,954	74,954
2374	Other Data Processing Services 79100200-210014-00-2520		8,045	8,045
	TAX COLLECTION			
2375	Salaries and Benefits 79100300-010000-00-2520		(53,016)	(53,016)
2376	Other Personal Services 79100300-030000-00-2520		1,720	1,720
2377	Expenses 79100300-040000-00-2520		6,343	6,343
N/A	Technology Solutions for DBPR 79100300-106150-00-2520		58,266	58,266
	ALCOHOLIC BEVERAGES AND TOBACCO			
	ALCOHOLIC BEVERAGE AND TOBACCO TRUST FUND			
	COMPLIANCE & ENFORCEMENT			
2396	Salaries & Benefits 79400100-010000-00-2022		(450,637)	(450,637)
2398	Expenses 79400100-040000-00-2022		(21,630)	(21,630)
N/A	Technology Solutions for DBPR 79400100-106150-00-2022		188,907	188,907
	STANDARDS & LICENSURE			
2405	Salaries & Benefits 79400200-010000-00-2022		(901,274)	(901,274)
2407	Expenses 79400200-040000-00-2022		(43,260)	(43,260)
N/A	Other Data Processing Services 79400200-210014-00-2022		28,120	28,120
N/A	Technology Solutions for DBPR 79400200-106150-00-2022		366,566	366,566
	TAX COLLECTION			
2413	Salaries & Benefits 79400300-010000-00-2022		(450,637)	(450,637)
2414	Expenses 79400300-040000-00-2022		(21,630)	(21,630)
N/A	Technology Solutions for DBPR 79400300-106150-00-2022		188,906	188,906