

## LEGISLATIVE ACTION

Senate House

Comm: RCS 04/06/2010

The Committee on Finance and Tax (Bennett) recommended the following:

## Senate Amendment (with title amendment)

Between lines 368 and 369 insert:

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Section 6. Section 420.506, Florida Statutes, is reenacted and amended to read:

420.506 Executive director; agents and employees; inspector general.-

(1) The appointment and removal of an executive director shall be by the Secretary of Community Affairs, with the advice and consent of the corporation's board of directors. The executive director shall employ legal and technical experts and

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such other agents and employees, permanent and temporary, as the corporation may require, and shall communicate with and provide information to the Legislature with respect to the corporation's activities. The board is authorized, notwithstanding the provisions of s. 216.262, to develop and implement rules regarding the employment of employees of the corporation and service providers, including legal counsel. The board of directors of the corporation is entitled to establish travel procedures and guidelines for employees of the corporation. The executive director's office and the corporation's files and records must be located in Leon County.

(2) The appointment and removal of an inspector general shall be by the executive director, with the advice and consent of the corporation's board of directors. The corporation's inspector general shall perform for the corporation the functions set forth in s. 20.055. The inspector general shall administratively report to the executive director. The inspector general shall meet the minimum qualifications as set forth s. 20.055(4). The corporation may establish additional qualifications deemed necessary by the board of directors to meet the unique needs of the corporation. The inspector general shall be responsible for coordinating the responsibilities set forth in s. 420.0006.

Section 7. Section 420.0006, Florida Statutes, is reenacted and amended to read:

420.0006 Authority to contract with corporation; contract requirements; nonperformance.—The secretary of the department shall contract, notwithstanding the provisions of part I of chapter 287, with the Florida Housing Finance Corporation on a

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multiyear basis to stimulate, provide, and foster affordable housing in the state. The contract must incorporate the performance measures required by s. 420.511 and must be consistent with the provisions of the corporation's strategic plan prepared in accordance with s. 420.511 and compatible with s. 216.0166. The contract must provide that, in the event the corporation fails to comply with any of the performance measures required by s. 420.511, the secretary shall notify the Governor and shall refer the nonperformance to the department's inspector general for review and determination as to whether such failure is due to forces beyond the corporation's control or whether such failure is due to inadequate management of the corporation's resources. Advances shall continue to be made pursuant to s. 420.0005 during the pendency of the review by the department's inspector general. If such failure is due to outside forces, it shall not be deemed a violation of the contract. If such failure is due to inadequate management, the department's inspector general shall provide recommendations regarding solutions. The Governor is authorized to resolve any differences of opinion with respect to performance under the contract and may request that advances continue in the event of a failure under the contract due to inadequate management. The Chief Financial Officer shall approve the request absent a finding by the Chief Financial Officer that continuing such advances would adversely impact the state; however, in any event the Chief Financial Officer shall provide advances sufficient to meet the debt service requirements of the corporation and sufficient to fund contracts committing funds from the State Housing Trust Fund so long as such contracts are in accordance

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with the laws of this state. The department inspector general shall perform for the corporation the functions set forth in s. 20.055 and report to the secretary of the department. The corporation shall be deemed an agency for the purposes of s. 20.055.

Section 8. Paragraphs (a) and (b) of subsection (1) and subsection (7) of section 20.055, Florida Statutes, are amended to read:

- 20.055 Agency inspectors general.-
- (1) For the purposes of this section:
- (a) "State agency" means each department created pursuant to this chapter, and also includes the Executive Office of the Governor, the Department of Military Affairs, the Fish and Wildlife Conservation Commission, the Office of Insurance Regulation of the Financial Services Commission, the Office of Financial Regulation of the Financial Services Commission, the Public Service Commission, the Board of Governors of the State University System, the Florida Housing Finance Corporation, and the state courts system.
- (b) "Agency head" means the Governor, a Cabinet officer, a secretary as defined in s. 20.03(5), or an executive director as defined in s. 20.03(6). It also includes the chair of the Public Service Commission, the Director of the Office of Insurance Regulation of the Financial Services Commission, the Director of the Office of Financial Regulation of the Financial Services Commission, the board of directors of the Florida Housing Finance Corporation, and the Chief Justice of the State Supreme Court.
  - (7) Each inspector general shall, not later than September

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30 of each year, prepare an annual report summarizing the activities of the office during the immediately preceding agency state fiscal year. The final report shall be furnished to the agency head. Such report shall include, but need not be limited to:

- (a) A description of activities relating to the development, assessment, and validation of performance measures.
- (b) A description of significant abuses and deficiencies relating to the administration of programs and operations of the agency disclosed by investigations, audits, reviews, or other activities during the reporting period.
- (c) A description of the recommendations for corrective action made by the inspector general during the reporting period with respect to significant problems, abuses, or deficiencies identified.
- (d) The identification of each significant recommendation described in previous annual reports on which corrective action has not been completed.
- (e) A summary of each audit and investigation completed during the reporting period.

========== T I T L E A M E N D M E N T ============= And the title is amended as follows:

Delete line 22

124 and insert:

> cross-references; reenacting and amending s. 420.506, F.S.; providing for the appointment and removal of an inspector general for the Florida Housing Finance Corporation; reenacting and amending s. 420.0006,

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F.S.; deleting provisions that require the inspector general of the Department of Community Affairs to perform functions for the corporation to conform to changes made by the act; amending s. 20.055, F.S.; revising definitions relating to agency inspectors general to include the Florida Housing Finance Corporation; amending s. 420.507, F.S.; requiring