



REPRESENTING
ALEX SINK
CHIEF FINANCIAL OFFICER
STATE OF FLORIDA

August 17, 2010

IN REPLY REFER TO:
DFSBP 10-04

TO: Agencies Addressed

FROM: John Bennett, Chief
Bureau of State Payrolls

SUBJECT: **Termination of Savings Bond Payroll Deduction (Deduction Code 0500)**

The United States Department of Treasury is changing its Savings Bond Program and will soon no longer accept payroll deductions for these bonds as they have in the past. Our current FLAIR system cannot accommodate the changes that would be needed in order for our state employees to continue to participate in the new Savings Bond program. This means our department must terminate the current program in the near future. Additional information follows:

- The U.S. Department of Treasury has established a direct debit program that enables employees to have an amount deducted directly from their bank accounts towards the purchase of bonds.
- Attached to this memo are two .pdf files. The first attachment is a copy of the letter sent by the U.S. Department of Treasury to those employees who currently have Savings Bond deductions. The second attachment is the brochure the U.S. Department of Treasury is using for the new program. You may want to share this with all of your new employees who express an interest in buying Savings Bonds.
- Employees may no longer enroll in the current payroll deduction program and all payroll deductions will cease at the end of November 2010. This is when our administrator will cease accepting deposits. Employees may enroll in the direct debit program sooner than November and stop their payroll deduction if they choose to do so.
- The last Savings Bond payroll deduction for biweekly paid employees will occur on the payroll warrant dated November 19, 2010. The last Savings Bond deduction for monthly paid employees will occur on the payroll warrant dated November 30, 2010.
- The Bureau of State Payrolls (BOSP) and People First will coordinate a mass load to end-date the Savings Bond deductions for all participating employees as appropriate.
- The state's administrator for the current deduction program is National Bond and Trust. They will return any funds left in employee accounts which do not equal the purchase price of a bond to BOSP in December 2010. BOSP will disburse the funds to individual employees as quickly as possible.

FLORIDA DEPARTMENT OF FINANCIAL SERVICES
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- Employees with questions specific to their individual accounts must contact National Bond and Trust at (800) 426-9314. The Bureau of State Payrolls does not have any information available on those accounts.

Please address any questions to Janet Joiner at (850) 413-5639, janet.joiner@myfloridacfo.com or Jack Peterson at (850) 413-5613, jack.peterson@myfloridacfo.com.

JB/JP

Attachments