1 A bill to be entitled 2 An act relating to the evaluation of significant state 3 risks; creating s. 11.9006, F.S.; creating the 4 Legislative Office of Risk Assessment; providing that 5 the office shall be headed by a chief risk officer; providing powers and duties of the office; requiring 6 7 the office to develop and update a State Risk 8 Register; providing requirements for the State Risk 9 Register; requiring the office to provide a certain process and analytical tools to the Legislature; 10 11 requiring the office to develop a decision support 12 process to compare the cost-effectiveness of certain 13 interventions; requiring the office to biennially 14 submit the register and a certain list to the 15 Legislative Budget Commission; requiring the office to 16 submit an annual progress report to the Legislature; 17 providing specifications for the annual progress 18 report; amending s. 216.136, F.S.; establishing a Risk 19 Estimating Conference; requiring the conference to estimate the economic damage associated with the risks 20 21 identified in the State Risk Register and the 22 potential reduction associated with intervention 23 strategies; providing an effective date. 24 25 Be It Enacted by the Legislature of the State of Florida:

Page 1 of 5

CODING: Words stricken are deletions; words underlined are additions.

2022

26 27 Section 1. Section 11.9006, Florida Statutes, is created 28 to read: 29 11.9006 Legislative Office of Risk Assessment.-There is created the Legislative Office of Risk 30 (1) 31 Assessment, which shall be a joint unit of the Legislature 32 governed by the joint rules of the Senate and the House of 33 Representatives. The office shall be headed by a chief risk 34 officer appointed by and serving at the pleasure of the 35 President of the Senate and the Speaker of the House of 36 Representatives. Subject to the approval of the President of the Senate and the Speaker of the House of Representatives, the 37 38 chief risk officer may employ qualified individuals and contract 39 for professional services necessary to carry out the duties of 40 the office. 41 (2) The office shall: 42 (a) Identify significant risks to the state and develop 43 and biennially update a State Risk Register. The State Risk 44 Register must identify the most significant risks to the state over a 10-year and 30-year timeframe. Risks shall be measured by 45 the estimated value of cash damages during the 10-year timeframe 46 47 and the 30-year timeframe and by the estimated peak state gross 48 domestic product decline during the 10-year timeframe and 30-49 year timeframe. 50 (b) Identify potential cost-effective interventions to Page 2 of 5

CODING: Words stricken are deletions; words underlined are additions.

2022

51 mitigate the risks identified in the State Risk Register. 52 (c) Estimate the economic damage associated with the 53 significant risks identified in the State Risk Register within a 54 10-year and 30-year timeframe. 55 (d) Estimate the anticipated reduction in economic damage 56 associated with the potential interventions within a 10-year and 57 30-year timeframe. 58 (e) Provide to the Legislature a process and the 59 analytical tools required to consider and manage significant risks comprehensively and not in isolation over a 10-year and 60 30-year timeframe. The office shall develop a decision support 61 process capable of providing comparisons of the cost-62 63 effectiveness of different combinations of interventions for all 64 risks included in the State Risk Register based on the 65 anticipated level of economic damage in adverse cases and the 66 investment in interventions over a 10-year and 30-year 67 timeframe. 68 (3) By July 1, 2023, the office shall submit to the 69 Legislative Budget Commission a State Risk Register and a list 70 of potential cost-effective interventions to mitigate the risks included in the State Risk Register. The submission shall 71 72 include the estimates of the economic damage associated with the 73 significant risks identified in the State Risk Register and 74 estimates of the anticipated reduction in economic damage 75 associated with the risks for all identified interventions

Page 3 of 5

CODING: Words stricken are deletions; words underlined are additions.

2022

2022

76	within a 10-year and 30-year timeframe.
77	(4) By July 1, 2025, and biennially thereafter, the office
78	shall submit to the Legislative Budget Commission an updated
79	State Risk Register and a list of potential cost-effective
80	interventions to mitigate the risks included in the State Risk
81	Register. The submission shall include the estimates of the
82	economic damage associated with the significant risks identified
83	in the State Risk Register and estimates of the anticipated
84	reduction in economic damage associated with the risks for all
85	identified interventions within a 10-year and 30-year timeframe.
86	(5) By July 1, 2024, and annually thereafter, the office
87	shall prepare and submit to the President of the Senate and the
88	Speaker of the House of Representatives an annual progress
89	report that uses evaluation metrics to assess the state's
90	progress in mitigating the economic damage associated with the
91	significant risks identified in the State Risk Register over a
92	10-year and 30-year timeframe. The annual progress report also
93	shall identify emerging risks for inclusion in the next annual
94	update to the State Risk Register.
95	Section 2. Subsection (11) is added to section 216.136,
96	Florida Statutes, to read:
97	216.136 Consensus estimating conferences; duties and
98	principals
99	(11) RISK ESTIMATING CONFERENCE The Risk Estimating
100	Conference shall develop estimates of the economic damage

Page 4 of 5

CODING: Words stricken are deletions; words underlined are additions.

2022

101	associated with the risks identified in the State Risk Register
102	and the reduction in the potential economic damage associated
103	with the risks in the State Risk Register anticipated to result
104	from potential interventions intended to mitigate such damage.
105	Section 3. This act shall take effect July 1, 2022.

Page 5 of 5

CODING: Words stricken are deletions; words underlined are additions.