Florida Gulf Coast University Board of Trustees  
October 21, 2008

SUBJECT: Employee Debt Collection (FGCU-PR5.003)

PROPOSED BOARD ACTION

Approve revision to university regulation.

BACKGROUND INFORMATION

The regulation, Employee Debt Collection, is being updated to provide consistency between regulation and practice.

All state universities are required to utilize the Board of Governors’ Regulation Development Procedure. This updated FGCU measure assists in handling matters based upon today’s current practices and expectations.

Supporting Documentation Included: Notice and Regulation Employee Debt Collection (FGCU-PR5.003)

Prepared by: Director of Human Resources Steven Belcher

Legal Review by: General Counsel Vee Leonard (9/19/08)

Submitted by: Vice President for Administrative Services and Finance Joe Shepard
FLORIDA GULF COAST UNIVERSITY

NOTICE OF REGULATORY ACTION
September 19, 2008

REGULATION TITLE:
Employee Debt Collection

REGULATION NO.:
FGCU-PR5.003

SUMMARY:
The regulation, Employee Debt Collection, is being updated to provide consistency between regulation and practice.

FULL TEXT:
The full text of the regulation being proposed is attached and can also be found at http://www.fgcu.edu/generalcounsel/promulgation.asp

LAW IMPLEMENTED:
§§1001.74, 1010.03, F.S.

UNIVERSITY OFFICIAL INITIATING THE PROPOSED REVISED REGULATION:
Steven Belcher, Director of Human Resources

UNIVERSITY OFFICIAL APPROVING THE PROPOSED REGULATION:
Dr. Joseph Shepard, Vice President of Administrative Services and Finance

PERSON TO BE CONTACTED REGARDING THE PROPOSED NEW REGULATION:
Diane St. John, Administrative Assistant, dstjohn@fgcu.edu; (239) 590-1101 (Phone), (239) 590-7470 (Facsimile); 10501 FGCU Blvd. South, Fort Myers, FL 33965-6565

ANY COMMENTS REGARDING THE PROPOSED NEW REGULATION SHOULD BE SUBMITTED IN WRITING ON OR BEFORE OCTOBER 3, 2008 BY 5:00 P.M. THE COMMENTS MUST IDENTIFY THE REGULATION ON WHICH YOU ARE COMMENTING.

THIS NOTICE WAS POSTED ON THE FGCU WEBSITE ON: SEPTEMBER 19, 2008.
(1) The University will exert every effort to collect delinquent accounts—other than educational loans collectable pursuant to Section 112.175, F.S. owed to the University by its employees.

(2) The University has responsibility for collection of the following kinds of employee debts: accounts receivable; registration fees; returned checks; traffic and parking fines; library fines; educational resources fines/sales; graduation fees; health services; rental fees; housing; physical education equipment; travel advance reimbursements; disallowed revolving fund reimbursements; overpayments to employees, and other miscellaneous charges.

(3) Accounts Receivable Other than Returned Checks.

(a) Collection Procedures. Amounts due from an employee shall be placed in the University's Accounts Receivable billing system after routine attempts by the department to obtain payment of any accounts receivable are unsuccessful. If the University does not receive payment within a reasonable period of time from three (3) months of the date of the first billing or suitable payment arrangements have not been made, the employee shall be notified that set-off procedures may be implemented with respect to his/her debt. An employee who accepts or continues employment after the adoption of this rule-regulation will be deemed to have agreed to the procedures set forth in this rule-regulation.

(b) Set-Off Procedures. The employee shall be notified by certified letter to the most current W-4 address on file with Human Resources or via electronic mail to the assigned university e-mail account, return receipt requested, that he/she has thirty (1030) calendar days from receipt of the notice to either pay all sums due, make satisfactory payment arrangements, submit documentary evidence disputing his/her debt, or request administrative review of the decision to set-off his/her debt through a deduction of funds from the employee’s paycheck. The notice shall further advise the employee that the set-off of wages shall commence without further notice following the expiration of the thirtyten (1030) day notice period unless the employee has taken appropriate action and shall include the amount and duration of the deductions which shall be made from his/her salary warrant. 


(c) Calculation of Payroll Deduction.

1. In the event that the total amount of the debt is less than ten percent (10%) of the employee’s biweekly gross salary, the full amount of the employee’s debt shall be deducted in the first or second pay period following the expiration of the ten (10) day notice period given to the employee.

2. If the amount of the debt is greater than ten percent (10%) of the employee's biweekly gross salary, the amount deducted each pay period shall not exceed ten percent (10%) of the employee’s gross salary.

3. In the event that an employee-debtor is terminated or voluntarily leaves the University's employ, the entire amount of the debt shall be deducted from the employee's final paycheck.

4. Accounts Receivable - Returned Checks.

   (a) Collection Procedures, Set-Off Procedures. When a check written by an employee to the University is returned uncollected, the employee shall be notified by certified letter, return receipt requested, of the returned check, and the employee shall be required to make full payment of the check and return check charge within seventeen (17) calendar days from receipt of the notification letter. The notice shall further advise the employee that if the check is not redeemed within the seventeen (17) day period, the check and return check charge amount shall be forwarded to the Payroll Office for payroll deduction without further notice.

   (b) Calculation of Payroll Deduction. The full amount of the returned check and return check charge shall be deducted in the first or second pay period following referral of the account to the Payroll Office.

Specific Authority 240.227(1) FS. Law Implemented 240.291 FS. History -- New 4-17-97.

Action by Florida Gulf Coast University Board of Trustees:
   Approved: 06/17/08

Law Implemented:
   §§ 1001.74, 1010.03, F.S.

History of Rule:
   New 04/17/97

History of Regulation:
   New 1/15/08; Amended

Effective Date of Regulation:
   1/15/08