



2014 - 2015
GOVERNOR'S BUDGET

GOVERNOR RICK PERRY
STATE OF TEXAS

GOVERNOR'S BUDGET 2014-2015

TEXAS GOVERNOR RICK PERRY



PRESENTED TO THE 83RD TEXAS LEGISLATURE
JANUARY 2013



OFFICE OF THE GOVERNOR

RICK PERRY
GOVERNOR

January 29, 2013

The Honorable David Dewhurst, Lieutenant Governor
The Honorable Joe Straus, Speaker of the House
Members of the Eighty-third Texas Legislature
Fellow Texans

I hereby submit my budget for Texas fiscal years 2014-2015 in accordance with V.T.C.A., Government Code 401.046.

Texans have done a lot to create a strong economy, helped by the actions of their elected leaders that have kept taxes low, maintained a stable and predictable regulatory climate, and prioritized expenditures within available revenue. When people are set free they will do great things, and we should continually seek out ways to ensure that freedom, and a strong economy, for the future.

My principles of disciplined governance emphasize local control and highly effective service. Government should be limited in size and mission while meeting essential state needs. This budget outlines an approach to provide needed services while emphasizing my priorities of:

- Preserving Texas as a low-tax burden state, and lessening that burden whenever possible;
- Enhancing the State's fiscal condition and improving budgeting practices; and
- Limiting the growth of government while funding strategic priorities, including essential water and transportation infrastructure.

For the 2012-2013 biennium we closed a substantial budget gap without raising taxes. Doing so involved the use of several budgetary actions that should not be repeated over the long term. To close out fiscal year 2013 and to meet critical priorities for the 2014-2015 biennium, Texas has estimated available General Revenue and balances of \$101.4 billion. I believe the people of Texas are best served by continued fiscal discipline and focused investment, with no increased taxation.

I appreciate the work of the Legislative Budget Board in preparing Senate Bill 1 and House Bill 1. These bills are the basis for the majority of recommendations contained herein and, along with my priorities established in this budget, provide a foundation for the 83rd Legislature and me to work on a budget for Texas for the 2014-2015 biennium. I look forward to working with you and your elected representatives for the betterment of Texas.

Rick Perry
Governor of Texas



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THE GOVERNOR'S PROPOSED BUDGET

Guiding Principles and Priorities

As Governor of the great state of Texas, I have always been guided by the belief that, first and foremost, Texas matters most. Our state and its future rise in importance above party, politics, or individual recognition. I also believe that government should be limited in size and mission, while being highly effective and accountable in the tasks it performs. I believe in local control, and the ability of competition to incent and inspire. And I believe that all of the power and authority granted to government comes from the people, and should be wielded cautiously and with humility.

These principles inform every decision I make as Governor, including how I approach our State budget. According to the Texas Comptroller's revenue estimate for the 2014-2015 biennium, the State will have substantially more funds available for writing the next budget than in 2012-2013. This increase is proof positive that, in working with the Legislature two years ago, our decision to keep taxes and spending low despite a severe national recession was, in fact, the right decision. Over these two years, we have seen real and lasting economic growth, ultimately producing more than enough revenue to meet public needs, without raising taxes.

We must always remember that there are no "extra dollars" when it comes to government revenue: there are only taxpayer dollars. Management of those dollars involves a sacred trust between the public and their elected officials. Keeping that trust demands a continued commitment to the sound conservative values that have made Texas the prosperous state it is today, as well as bold steps to advance us even further. The Texas Budget Compact is composed of five such steps:

1. Practice truth in budgeting.
2. Support a constitutional limit of spending to the growth of population and inflation.
3. Oppose any new taxes or tax increases, and make the small business tax exemption permanent.
4. Preserve a strong Rainy Day Fund.
5. Cut unnecessary and duplicative government programs and agencies.

Abiding by the Compact will not be easy, especially at a time when substantial revenue growth may cause some to want to spend that much more. However, these principles are imperative for the continued growth and prosperity of Texas, as well as for more honest, transparent budgeting and a more limited government. My budget for the 2014-2015 biennium provides a road map to achieve the Compact, guided by these priorities:

- Preserving Texas as a low-tax burden state, and lessening that burden whenever possible;
- Enhancing the State’s fiscal condition and improving budgeting practices; and
- Limiting the growth of government while funding strategic priorities, including essential water and transportation infrastructure.

Table 1 presents a high-level summary of the proposals contained in my budget. I look forward to working with the 83rd Texas Legislature to achieve the principles of the Texas Budget Compact and my other priorities in the 2014-2015 biennium.

Table 1
Revenue, Balances, and Proposed Use
(\$ millions)

Estimated Available Revenue and Balances (Table 2)	\$101,443.4
Governor’s Proposed Use of Economic Stabilization Fund (Table 7)	4,700.0
Total Revenue and Balances	\$106,143.4
Estimated 2013 Supplemental Appropriations (Table 3)	\$6,888.9
Baseline 2014-2015 General Revenue Appropriations (Table 4)	88,981.3
Governor’s Budget Priorities (Figure 2 and Table 5)	10,270.0
<i>Tax Relief</i>	1,800.0
<i>Fiscal and Budgetary Reform, net</i>	2,440.0
<i>Water and Transportation Infrastructure</i>	5,000.0
<i>Other Strategic Priorities</i>	230.0
<i>Current Services Budgetary Growth</i>	800.0
Total Proposed Spending and Other Uses of Revenue	\$106,140.2

Available Revenue

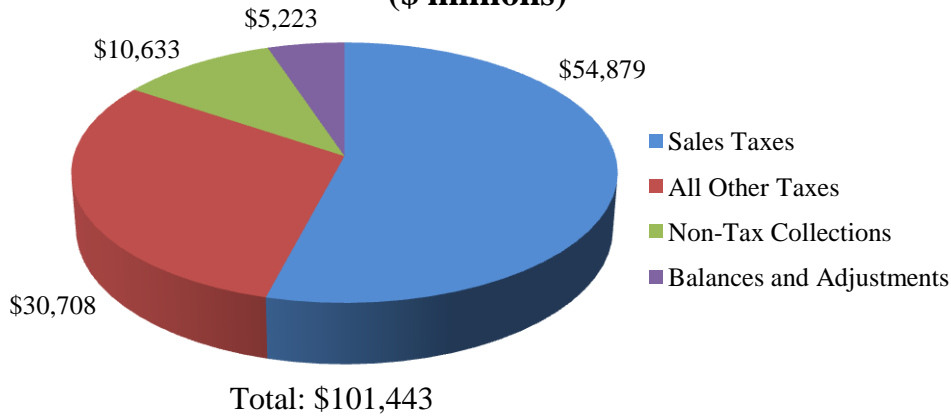
Article III, Section 49a of the Texas Constitution requires the Comptroller of Public Accounts to present a revenue estimate at the start of each legislative session. According to that estimate, the State will have \$101.4 billion available for general-purpose spending in 2014-2015, an increase of approximately 12.4 percent over corresponding amounts for the 2012-2013 biennium. A summary of projected revenue is provided in Table 2 and Figure 1.

Table 2
Available General Purpose Funds
(\$ millions)

<hr/>	
<u>Tax Collections</u>	
Sales Taxes	\$54,878.6
Motor Vehicle Sales and Rental Taxes	7,913.9
Oil and Natural Gas Taxes	7,095.2
Franchise Tax	5,568.2
Insurance Taxes	3,448.7
Cigarette, Tobacco, and Alcoholic Beverage Taxes	3,218.1
Motor Fuels Taxes	1,351.6
Other Taxes	2,112.4
<hr/>	
Total Tax Collections	\$85,586.7
<u>Non-Tax Collections</u>	
Licenses, Fees, Fines, and Penalties	\$2,412.3
Lottery Proceeds	2,075.3
Interest and Investment Income	1,713.8
Other Revenue Sources	4,431.8
<hr/>	
Total Non-Tax Collections	\$10,633.3
Total Net Revenue	\$96,220.0
<u>Balances and Adjustments</u>	
Beginning Balances	\$8,845.5
Reserve for Transfer to the ESF	(3,622.1)
<hr/>	
Total Balances and Adjustments	\$5,223.4
Total General Purpose Funds	
Available for Certification	<u><u>\$101,443.4</u></u>

Source: Texas Comptroller of Public Accounts

Figure 1
Available General Purpose Funds
(\$ millions)



Source: Texas Comptroller of Public Accounts

Available Economic Stabilization Fund Balance

In addition to estimated General Revenue and balances, the Comptroller projects that the Economic Stabilization Fund (ESF) will have a balance of \$8.1 billion on August 31, 2013, and a balance of \$11.8 billion by that date in 2015. This balance must be treated with care, as preserving a strong ESF, or “Rainy Day Fund” as it is often called, is critical to the preservation of the State’s strong credit rating and for our preparedness for future natural and manmade disasters.

I believe maintaining a balance of no less than 7.5 percent of General Revenue appropriations, or just over \$6.9 billion based on my budgetary recommendations, achieves the goal of a strong ESF and protects its strength for future generations. This allows for the use of \$4.7 billion from the fund in 2014-2015 for one-time, unforeseen expenses and one-time strategic investments.

Supplemental and Baseline Spending

Every two years, the Legislature must write a budget for the upcoming biennium (two-year period), but also make certain appropriations to close out the current biennium. These “supplemental needs” are generally limited to required expenditures and previously unanticipated costs. For the current fiscal year, there are substantial Medicaid bills that the State *must* pay, and there is an opportunity to undo one of the actions taken last session to balance the budget.

My proposed budget assumes supplemental 2013 appropriations of \$6.9 billion, including \$160 million from the Economic Stabilization Fund (ESF). Table 3 details items that should be

included in the supplemental appropriations bill, including: remaining Medicaid costs, undoing the deferral of the final 2013 payment to public school districts, reimbursing the Texas Forest Service for the cost of fighting wildfires, increasing funding to the Health and Human Services Commission for indigent care, and other expenses.

Table 3
Estimated 2013 Supplemental Appropriations
(\$ millions)

Remaining 2013 Medicaid Expenses	\$4,447.9
Undo Public Education Deferral	1,750.0
Texas Forest Service - Cost of Fighting Wildfires (from the ESF)	160.0
Additional Funding for Indigent Care	100.0
All Other	431.0
Total Estimated 2013 Supplemental Appropriations	\$6,888.9

Baseline 2014-2015 spending amounts in my budget mirror those in Senate Bill 1. This includes \$89.0 billion in General Revenue, and \$186.8 billion from all funds, as shown in Table 4. Appendices A through F provide detailed baseline spending information.

Table 4
Summary of Baseline Spending for 2014-2015
(\$ millions)

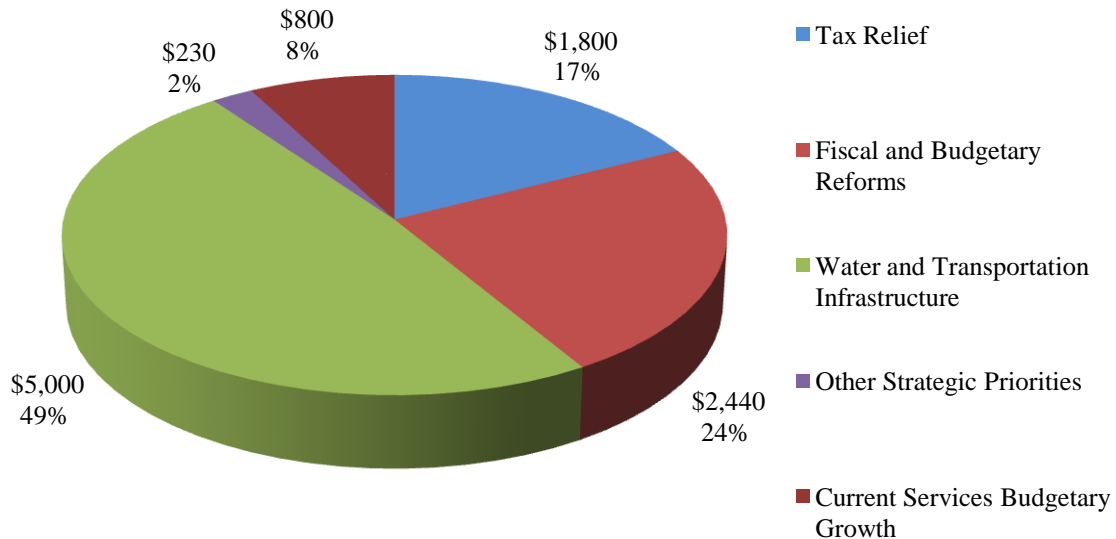
Article	Function	General Revenue	All Funds
I	General Government	\$2,260.0	\$3,877.8
II	Health and Human Services	28,438.6	70,033.0
III	Education	47,341.6	70,632.6
	<i>Public Education</i>	<i>35,117.9</i>	<i>53,617.5</i>
	<i>Higher Education</i>	<i>12,223.7</i>	<i>17,015.1</i>
IV	The Judiciary	380.4	640.9
V	Public Safety and Criminal Justice	8,508.9	11,231.6
VI	Natural Resources	647.4	4,565.9
VII	Business and Economic Development	781.7	24,804.3
VIII	Regulatory	265.6	688.6
IX	General Provisions	0.0	0.0
X	The Legislature	357.1	357.3
	Total	\$88,981.3	\$186,832.0

Budget Priorities

The amount of available revenue and the substantial balance of the Economic Stabilization Fund (ESF) provide a unique opportunity to combine needed fiscal reforms with one-time investments in critical statewide priorities, all while sufficiently funding current services and maintaining a strong ESF balance.

My budget combines available General Revenue and balances of \$101.4 billion with an allocation of \$4.7 billion from the ESF, for a total of \$106.1 billion. After accounting for 2013 supplemental needs and 2014-2015 baseline appropriations, I apply \$10.3 billion toward my priorities of tax relief (\$1.8 billion), significant fiscal and budgetary reforms (\$2.4 billion, net), water and transportation infrastructure (\$5.0 billion), other strategic priorities (\$230 million), and current services budgetary growth (\$800 million). This allocation is represented in Figure 2.

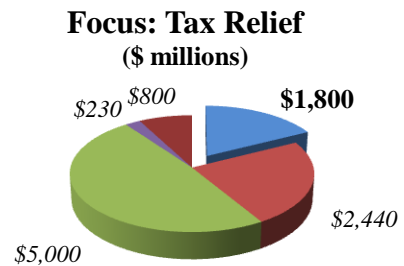
Figure 2
Proposed Use of Certain Available Revenue
(\$ millions)



Tax Relief: \$1.8 billion

\$960 million in General Revenue and \$840 million from the Economic Stabilization Fund

At a time of strong revenue growth, the temptation exists to increase spending more than what is required to fund population- and inflation-driven cost increases in government services, or to address critical strategic priorities. Texas' identity as a low tax-burden state is foundational among the policies and practices that have led to the strong economy and strong revenue collections we now celebrate. As such, a top priority at times like these *must* be to provide relief to taxpayers across the state.



My proposed budget prioritizes tax relief by devoting \$960 million of available General Revenue and \$840 million from the Economic Stabilization Fund (ESF) to that purpose. As for the scope and character of the tax relief achieved, I believe that it should not be the sole right of elected officials to determine, but that the public must have an opportunity to weigh in. To that end, through my website Texans have the opportunity to express their opinion, focusing on these options:

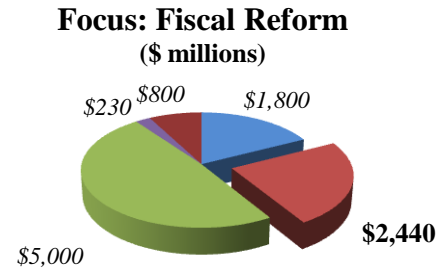
- Reduce the franchise tax rate.
- Enact other adjustments to the franchise tax: allow deductions for contract workers, make the small business exemption permanent, or offer a research and development credit.
- Exempt business inventories from school property tax.
- Lower the sales tax rate.
- Create a research and development sales tax exemption, or an exemption on telecom equipment.
- Offer an additional sales tax holiday weekend.
- Increase the property tax homestead exemption.

I commit to serve as the people's voice in working with the Legislature to develop the best package of tax measures to accomplish my target of \$1.8 billion in relief.

Fiscal and Budgetary Reforms: \$2.4 billion

\$3,740 million in General Revenue and a reallocation of \$1.3 billion from the State Highway Fund (Fund 6)

Last legislative session, the State faced extreme budgetary challenges. There were calls from many to significantly increase revenue to avoid cutting government spending. Despite these calls, the Legislature and I made tough choices to bring spending within available revenue, ultimately closing a substantial budget gap without raising taxes.



Closing that gap involved several budgetary actions that should not be repeated over the long term, such as deferring expenses and speeding up tax collections. The amount of available revenue for the 2014-2015 biennium provides a unique opportunity to make significant progress toward addressing these and other practices that have developed over many years, as well as to make other changes to ensure a more truthful and transparent State budget.

My budget prioritizes fiscal reforms by applying \$3.7 billion of revenue available above baseline spending, offset by a reallocation of \$1.3 billion from the State Highway Fund (Fund 6), toward the following priorities:

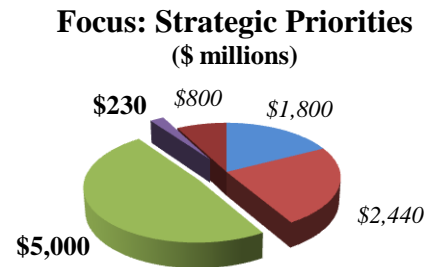
- Eliminate use of the State Highway Fund (Fund 6) for anything other than transportation, and replace related appropriations with General Revenue (\$1.3 billion).
- Limit the use of General Revenue-Dedicated account balances for budget certification to no more than \$2.5 billion for 2014-2015 and \$0 thereafter (applies approximately \$2.4 billion in available 2014-2015 revenue and balances toward ending the practice of funds consolidation by leaving those dollars unspent).
- Pay for 2014-2015 Medicaid and public education obligations within projected revenues, and do not use accelerated tax collections to balance future budgets.
- Make no appropriations from the Economic Stabilization Fund for on-going expenses.
- Seek opportunities for efficiency in government spending and regulation, such as eliminating duplicative efforts and burdensome processes.
- Increase budget transparency by breaking out large budget items into their components, enhancing and expanding informational riders, and renaming objects of appropriation to better convey their purpose (see Appendix G).
- Limit the growth of General Revenue appropriations to the combined rate of population growth and inflation.

I will work with the Legislature to see that 2014-2015 appropriations achieve these priorities. The continued and enhanced fiscal health of Texas depends on it.

Strategic Priorities: \$5.2 billion

\$230 million in General Revenue, \$3.7 billion from the Economic Stabilization Fund, and \$1.3 billion from the State Highway Fund (Fund 6)

Preserving Texas' economic prosperity and its distinction as a land of opportunity requires the strategic use of available funds. Other states have begun to follow Texas' lead in many of the policy decisions that have given our state an economic advantage in recent years. We must continually look to the future, anticipating and fulfilling future demand, while seizing opportunities to enhance our competitive advantage. Additionally, in rare instances there arises a public need compatible with the core functions of government that is not contemplated among current services. In such cases, the State should step in and make appropriate provisions to address those needs.



Water and Transportation Infrastructure (\$5.0 billion)

The quality and reliability of water and transportation infrastructure is one of the most critical components of any state's economic success. Texas has enjoyed significant and broad-based growth in the last decade, which brings with it increased water demand and heightened strain on our state highway system. Severe drought across the state and unanticipated levels of road use in energy development areas have made these issues even more salient, and that much more challenging.

Now is the time to meet that challenge. My proposed budget combines budgetary reforms with a substantial one-time infusion of capital to keep Texas on its path of prosperity and ensure water and transportation infrastructure requirements of future Texas citizens and businesses are met. The core components of my plan are:

- A one-time allocation of \$3.7 billion from the ESF to capitalize water and transportation infrastructure programs and address unanticipated needs;
- Reforms to existing water and transportation financing programs and structures to achieve optimal efficiency and effectiveness; and
- Full appropriation to the Texas Department of Transportation (TxDOT) of State Highway Fund (Fund 6) dollars freed-up through budgetary reforms discussed previously (\$1.3 billion).

Adequate provision for water and transportation infrastructure is one of my top priorities for this budget cycle. We must ensure that the infrastructure demands of this state will be met in order to guarantee that Texas' continued economic success will not be curtailed for want of water or roads.

Other Strategic Priorities (\$230 million)

Addressing Texas' infrastructure needs should be the single biggest budgetary priority above baseline spending. However, other strategic priorities summarized in Table 5 and discussed below are also critical for the continued economic development of the state and for a more efficient and effective use of public dollars. I look forward to working with the Legislature and the public to see that these critical priorities are sufficiently supported in 2014-2015.

Table 5
Other Strategic Priorities
(\$ millions)

Priority	Funding
<i>Emerging Technology Fund</i>	\$132.0
<i>Film and Music marketing program</i>	35.0
<i>Higher education special item and outcome-based funding, net</i>	0.0
<i>Graduate medical education</i>	15.0
<i>Public School Physical Fitness Assessment and Results</i>	5.0
<i>Border security</i>	23.0
<i>Disaster funding</i>	5.0
<i>Property tax exemption for surviving spouses of KIA service members</i>	15.0
Total	<u><u>\$230.0</u></u>

Emerging Technology Fund (\$132 million)

The Texas Emerging Technology Fund (TETF) represents a major source of funding for start-up companies seeking to commercialize their products and universities seeking to expand translational research in Texas. The TETF is integral to the development and diversification of the State's economy by expediting innovation and commercialization of research; attracting, creating, or expanding private sector entities that will promote substantial increase in high-quality jobs; and increasing higher education applied technology research capabilities.

From its inception through the end of fiscal year 2012 (August 31, 2012), the TETF has made 171 awards to incent commercialization activities, match research dollars, and attract research talent to our public universities. These awards, totaling just over \$371 million, have attracted close to \$1.7 billion in follow-on capital and funding, or about 4.5 times as much as the State's investment. In addition, TETF awards have led to the creation of 1,775 jobs, and have had an indirect jobs impact of 4,341.

Senate Bill 1, used as the starting point for my proposed budget, reduced the TETF by over 92 percent. Continued funding for this program is essential to innovative economic development in

Texas. I recommend an additional \$132 million in order to continue TETF activities at their current level.

Film and Music Marketing Program (\$35 million)

The Texas Moving Image Industry Incentive Program has made a major contribution to establishing and growing the film, television, and video game industries in Texas. By offering incentives for production companies to do their business here, the program has helped develop clusters of media activity within the state, fostering fulltime, ongoing work opportunities and encouraging spin-off businesses and other economic activity.

Between 2007 and 2010 the program had \$1.1 billion in direct, indirect, and induced economic activity in Texas. Through December 2012, program participants spent nearly \$744 million in Texas while receiving just over \$94 million in grants. This translates to nearly seven dollars in direct payments to Texas-resident employees, contractors and vendors for every dollar granted by the program. Since inception, 10,836 jobs have been created, and Texas has moved to second place in the United States for video game development production.

Maintaining support for this program is critical at a time when neighboring states are developing their own incentives to pull business away from Texas. With our film, television, and video game industries gradually moving toward self-sufficiency, now is not the time to retreat. Baseline spending amounts for the Film and Music Marketing Program, taken from Senate Bill 1, reflect a reduction of \$35.2 million, or nearly 90 percent. I recommend increasing appropriations to this program by \$35 million to return to current levels.

Higher Education Special Item and Outcomes-based Funding (\$0, net)

Quality higher education is also crucial for the economic prosperity of our great state. We should continue aggressively pursuing policies and budgeting practices that enhance accessibility, affordability, and accountability in our public institutions, so more Texans can realize their dreams of a college degree. My budget accomplishes this in two ways: by restructuring special item funding and by enacting outcomes-based funding for higher education institutions.

Right now, higher education institutions receive about \$935.8 million for “special items.” Some special item funding was originally intended to kick-start new academic programs and then to be phased out; however, that phase out seldom happened. A substantial portion of these dollars should be redistributed among all higher education institutions for instructional purposes as formula funding. My budget accomplishes this by reducing special items by \$431.5 million and adding that amount to the formula. This leaves \$504.2 million to be distributed to university system offices, and to the several independent institutions that are not part of a system, for high priority initiatives, including those previously funded as special items.

While I believe in allocating more dollars through the formula, I also believe in increased accountability when it comes to those dollars. Right now, formula funding is primarily tied to enrollment, with no incentive for successful outcomes. I recommend allocating at least ten percent of formula funding for universities and community colleges based on their success at helping Texas compete nationally and internationally. This outcomes-based funding should be tied to the number of certificates and degrees awarded and to other measures of success, with bonuses for degrees awarded in critical workforce shortage areas and to at-risk students.

Graduate Medical Education (\$15 million)

Texas has made a substantial investment over decades to develop some of the finest medical schools in the nation. Currently, we spend about \$168,000 to instruct each medical student, only to lose some of them to other states due to a lack of residency positions here at home. My budget takes bold steps to change this trend, increasing funding for graduate medical education by \$15 million, or 25 percent. This funding should be used to increase the number of available residency slots, which, along with focused use of the Physician Education Loan Repayment Program, will keep more of the students we train here in Texas, increasing the number of doctors in the state and improving medical care for our growing and aging population.

Public School Physical Fitness Assessment and Results (\$5 million)

Another crucial aspect of public health is the effect of poor nutrition and lack of exercise on our children's ability to flourish in school. My budget reflects the importance of an active, healthy lifestyle and its connection to academic success by providing \$5 million over baseline spending amounts. This funding will allow the Texas Education Agency to perform analyses of physical fitness assessments, required by State law, which examine any connection between the results and student achievement levels, student attendance levels, student obesity, student disciplinary problems, and school meal programs.

Border Security (\$23 million)

Here in Texas a critical public safety concern is violence along our border. While securing the border is a federal responsibility, Congress has failed to provide sufficient resources to do so, forcing Texas to respond. During my tenure as Governor I have worked tirelessly to bring local, state and federal law enforcement together to develop the most efficient and effective ways to protect our citizens and their interests. My budget reflects the continued desire to do that by providing \$23 million over baseline spending amounts for enhanced border and infrastructure security. Although progress has been made we cannot rest until the border is secured from all threats. Together we can secure Texas.

Disaster Funding (\$5 million)

Security also means preparedness for natural disasters. In 2011, Texas saw devastating wildfires that ravaged property and cost lives. Not long before that, Hurricanes Dolly and Ike displaced thousands of people. We must always remember that the next disaster can occur at any time, and to any degree of severity. This requires continual work at the state and local level to enhance our disaster prevention, preparedness, response, and recovery plans. My budget increases disaster funds within the Trusteed Programs in the Office of the Governor by \$5 million from baseline amounts, to ensure the State's ability to build upon its successes by providing necessary resources to local officials and our disaster response and recovery personnel.

Property Tax Exemption for Surviving Spouses of KIA Service Members (\$15 million)

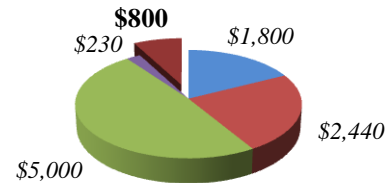
I regard honoring our veterans and the sacrifices they make on behalf of our country as a sacred responsibility. During the 2009 and 2011 legislative sessions, I worked with members of the Texas Legislature to grant 100 percent disabled veterans and their surviving spouses a total property tax exemption. Now we should turn our focus to the families of those that gave the ultimate sacrifice. Currently, surviving spouses of service members killed in action (KIA) receive an exemption of only \$5,000, or the minimum exemption for those killed or disabled in military service. My budget provides \$15 million in funding to grant those surviving, unmarried spouses a full property tax exemption on their primary residence.

Current Services Budgetary Growth: \$800 million

\$800 million in General Revenue

However conservative the State's approach to budgeting may be, population growth and rising costs of services may require limited increases in appropriations to sustain services at their current levels. Baseline spending amounts in Senate Bill 1 account for some drivers of State spending—such as public education enrollment growth and certain cost growth in public employee benefits programs—but not all.

Focus: Baseline Growth
(\$ millions)



My proposed budget addresses remaining funding requirements for existing, not expanded services in 2014-2015 by providing \$800 million of General Revenue above baseline spending for current services budgetary growth. Such increases include funding public education and Medicaid expenses under current law for 2014-2015, improving the actuarial soundness of public employee benefits programs, and addressing other cost drivers.

I believe that the protection of taxpayers' interests requires a steadfast commitment to controlling the growth of government, whether State revenue is plentiful or in short supply. Together with the Legislature, I will strive to see that current services are sufficiently funded, while keeping the expansion of services in check.

Certification and Spending Growth

My budgetary recommendations are within available revenue and result in an ending 2015 Economic Stabilization Fund (ESF) balance of approximately \$7.0 billion, or more than 7.5 percent of proposed General Revenue appropriations. Table 6 demonstrates that, under my proposals, General Revenue spending is projected to grow at a rate of 4.8 percent, and Table 7 summarizes my recommended use of the ESF.

Table 6
General Revenue Spending Growth for 2014-2015
(\$ millions)

General Revenue Appropriations, 2012-2013	\$81,290.4
Estimated Supplemental General Revenue Appropriations*	6,728.9
General Revenue Spending Limit Base, 2012-2013	\$88,019.3
Baseline General Revenue Appropriations, 2014-2015	\$88,981.3
Maximum 2014-2015 General Revenue Cost of Governor's Proposals	\$3,290.0
<i>Tax Relief (actual cost will fall between \$0 and \$960 million)</i>	960.0
<i>Fiscal and Budgetary Reforms (General Revenue replacement for Fund 6)</i>	1,300.0
<i>Other Strategic Priorities</i>	230.0
<i>Current Services Budgetary Growth</i>	800.0
General Revenue, 2014-2015	\$92,271.3
General Revenue Percent Change, 2012-2013 to 2014-2015	<u>4.8%</u>

**For the purposes of calculating General Revenue spending growth, the supplemental appropriation of \$160 million from the Economic Stabilization Fund to the Texas Forest Service for the cost of fighting wildfires is excluded.*

Table 7
Use of the Economic Stabilization Fund
(\$ millions)

Comptroller Estimated Balance on August 31, 2015	\$11,756.4
ESF Cost of Governor's Proposals*	
<i>Supplemental 2013 Appropriations (Texas Forest Service)</i>	<i>160.0</i>
<i>Tax Relief</i>	<i>840.0</i>
<i>Water and Transportation Infrastructure</i>	<i>3,700.0</i>
Total, Proposed Use of ESF	\$4,700.0
Estimated Loss of Interest Earnings	104.9
 Estimated ESF Balance on August 31, 2015	 <u>\$6,951.5</u>
 ESF Balance as a Percentage of Proposed General Revenue Spending	 7.5%

**Depending on the timing and final amounts of General Revenue operating appropriations, legislative resolution may be required to fully implement the one-time capital investment included in the water and transportation plan.*

My 2014-2015 budget holds true to the principles of the Budget Compact: it ensures the needs of current and future Texans are met, while maintaining and enhancing the sound fiscal practices that have led to the economic success we now enjoy. I look forward to working together with the 83rd Texas Legislature to bring these proposals to fruition.



APPENDIX A: SUMMARY OF BASELINE SPENDING

Amounts in millions

Budget Article	Function	General Revenue	General Revenue - Dedicated	Other Funds	Federal Funds	All Funds
I	General Government	\$2,260.0	\$665.7	\$304.6	\$647.5	\$3,877.8
II	Health and Human Services	28,438.6	862.4	612.3	40,119.7	70,033.0
III	Education	47,341.6	2,676.8	9,868.5	10,745.7	70,632.6
	<i>Public Education</i>	<i>35,117.9</i>	<i>0.7</i>	<i>8,022.2</i>	<i>10,476.8</i>	<i>53,617.5</i>
	<i>Higher Education</i>	<i>12,223.7</i>	<i>2,676.1</i>	<i>1,846.3</i>	<i>268.9</i>	<i>17,015.1</i>
IV	The Judiciary	380.4	81.5	175.4	3.6	640.9
V	Public Safety and Criminal Justice	8,508.9	23.2	1,370.5	1,329.0	11,231.6
VI	Natural Resources	647.4	1,066.4	290.6	2,561.5	4,565.9
VII	Business and Economic Development	781.7	435.5	12,850.5	10,736.6	24,804.3
VIII	Regulatory	265.6	380.5	36.5	6.1	688.6
IX	General Provisions	0.0	0.0	0.0	0.0	0.0
X	The Legislature	357.1	0.0	0.2	0.0	357.3
	Total	\$88,981.3	\$6,191.9	\$25,509.2	\$66,149.7	\$186,832.0



APPENDIX B: GENERAL REVENUE BASELINE

Amounts in millions

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
Article I - General Government					
Commission on the Arts	0.3	1.2	2.4	2.3	2.4
Office of the Attorney General	229.5	200.4	197.6	210.3	202.3
Bond Review Board	0.6	0.5	0.5	0.5	0.5
Cancer Prevention and Research Institute of Texas	0.0	0.0	0.0	0.0	0.0
Comptroller of Public Accounts	213.8	209.7	209.3	215.8	215.8
Fiscal Programs - Comptroller of Public Accounts	358.5	315.4	346.5	350.9	357.0
Commission on State Emergency Communications	0.0	0.0	0.0	0.0	0.0
Employees Retirement System	7.9	8.7	8.1	8.4	8.4
Texas Ethics Commission	1.9	1.9	1.9	1.9	1.9
Facilities Commission	27.4	28.1	28.2	30.0	30.0
Public Finance Authority	0.5	0.3	0.3	0.9	0.9
Fire Fighters' Pension Commissioner	0.7	0.8	0.8	2.3	2.4
Office of the Governor	7.8	10.3	10.1	10.1	10.1
Trusted Programs Within the Office of the Governor	81.4	102.1	104.0	85.8	85.3
Historical Commission	16.8	11.5	10.0	12.3	10.7
Department of Information Resources	\$0.7	\$7.4	\$7.3	\$0.0	\$0.0
Library & Archives Commission	17.8	7.3	6.9	7.1	7.1
Pension Review Board	0.7	0.7	0.7	0.7	0.7
Preservation Board	11.9	15.5	13.7	11.0	11.2
State Office of Risk Management	0.0	0.0	0.0	0.0	0.0
Secretary of State	10.2	27.8	9.9	27.9	9.9
Veterans Commission	6.7	6.8	6.8	6.8	6.8
Subtotal, General Government	\$995.1	\$956.4	\$965.1	\$985.2	\$963.5
Retirement and Group Insurance	77.3	72.2	78.7	85.4	91.2
Social Security and Benefit Replacement Pay	28.8	27.7	27.6	28.3	28.2
Bond Debt Service Payments	21.2	18.7	26.6	31.3	33.9
Lease Payments	11.3	11.4	10.6	10.5	2.6
Subtotal, General Government	\$138.5	\$130.0	\$143.6	\$155.5	\$155.8
TOTAL, Article I - General Government	\$1,133.6	\$1,086.5	\$1,108.7	\$1,140.7	\$1,119.3

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article II - Health and Human Services</u>					
Aging and Disability Services, Department of	2,352.5	2,623.3	2,523.3	2,603.0	2,634.0
Assistive and Rehabilitative Services, Department of	100.4	102.2	99.8	101.6	100.1
Family and Protective Services, Department of	570.9	625.9	625.3	646.0	666.1
State Health Services, Department of	1,090.7	1,068.6	1,067.3	1,071.9	1,061.8
Health and Human Services Commission	7,146.1	8,907.3	9,049.4	9,168.9	9,333.9
Subtotal, Health and Human Services	\$11,260.8	\$13,327.3	\$13,365.0	\$13,591.4	\$13,795.9
Retirement and Group Insurance	342.7	324.2	357.6	386.5	419.0
Social Security and Benefit Replacement Pay	96.8	93.4	93.6	95.4	96.4
Bond Debt Service Payments	28.1	21.7	26.5	21.2	24.2
Lease Payments	6.4	6.4	6.1	6.2	2.5
Subtotal, Health and Human Services	\$474.0	\$445.7	\$483.7	\$509.3	\$542.0
TOTAL, Article II - Health and Human Services	\$11,734.7	\$13,773.1	\$13,848.7	\$14,100.7	\$14,337.9

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article III - Agencies of Education</u>					
Texas Education Agency	16,172.2	16,112.4	15,464.2	15,785.1	16,050.5
School for the Blind and Visually Impaired	13.9	14.7	14.6	14.6	14.6
School for the Deaf	17.5	18.7	17.7	18.4	17.9
Subtotal, Public Education	\$16,203.7	\$16,145.8	\$15,496.6	\$15,818.1	\$16,082.9
Subtotal, Higher Education	\$5,957.6	\$5,804.4	\$5,924.2	\$5,803.5	\$5,728.0
Teacher Retirement System	1,896.3	1,731.6	1,612.9	1,700.1	1,701.9
Subtotal, Other Education Benefits	\$1,896.3	\$1,731.6	\$1,612.9	\$1,700.1	\$1,701.9
Retirement and Group Insurance	25.5	24.2	26.3	28.8	31.0
Social Security and Benefit Replacement Pay	208.9	199.8	203.7	207.9	211.9
Bond Debt Service Payments	4.8	5.7	7.9	10.3	12.1
Lease Payments	2.5	2.9	2.4	2.5	2.6
Subtotal, Agencies of Education	\$241.8	\$232.6	\$240.3	\$249.4	\$257.6
TOTAL, Article III - Agencies of Education	\$24,299.4	\$23,914.4	\$23,274.1	\$23,571.1	\$23,770.4

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article IV - The Judiciary</u>					
Supreme Court of Texas	16.2	13.8	13.7	11.5	11.5
Court of Criminal Appeals	4.7	4.6	4.6	4.6	4.6
First Court of Appeals District, Houston	3.6	3.4	3.4	3.4	3.4
Second Court of Appeals District, Fort Worth	2.7	2.6	2.6	2.6	2.6
Third Court of Appeals District, Austin	2.3	2.3	2.2	2.2	2.2
Fourth Court of Appeals District, San Antonio	2.7	2.6	2.6	2.6	2.6
Fifth Court of Appeals District, Dallas	4.7	4.7	4.7	4.7	4.7
Sixth Court of Appeals District, Texarkana	1.3	1.2	1.3	1.2	1.2
Seventh Court of Appeals District, Amarillo	1.6	1.5	1.5	1.5	1.5
Eighth Court of Appeals District, El Paso	1.3	1.2	1.3	1.2	1.2
Ninth Court of Appeals District, Beaumont	1.6	1.5	1.5	1.5	1.5
Tenth Court of Appeals District, Waco	1.2	1.2	1.3	1.2	1.2
Eleventh Court of Appeals District, Eastland	1.1	1.2	1.2	1.2	1.2
Twelfth Court of Appeals District, Tyler	1.3	1.3	1.3	1.3	1.3
Thirteenth Court of Appeals District, Corpus Christi-Edinburg	2.3	2.3	2.3	2.3	2.3
Fourteenth Court of Appeals District, Houston	3.5	3.4	3.5	3.4	3.4
Office of Court Administration, Texas Judicial Council	11.1	10.4	10.6	10.5	10.4
Office of Capital Writs	0.4	0.0	0.0	0.0	0.0
Office of the State Prosecuting Attorney	0.4	0.3	0.4	0.4	0.4
State Law Library	1.1	0.8	0.9	0.8	0.8
State Commission on Judicial Conduct	0.9	0.9	1.0	0.9	0.9
Judiciary Section, Comptroller's Department	77.2	72.4	69.8	72.8	72.8
Subtotal, The Judiciary	\$143.3	\$133.6	\$131.6	\$132.1	\$132.0
Retirement and Group Insurance	53.0	45.7	47.3	48.7	50.2
Social Security and Benefit Replacement Pay	7.9	7.6	7.6	7.6	7.6
Lease Payments	2.5	2.3	2.3	2.3	0.0
Subtotal, The Judiciary	\$63.3	\$55.6	\$57.2	\$58.6	\$57.8
TOTAL, Article IV - The Judiciary	\$206.6	\$189.2	\$188.9	\$190.6	\$189.8

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article V - Public Safety and Criminal Justice</u>					
Adjutant General's Department	14.6	13.6	12.9	11.9	11.9
Alcoholic Beverage Commission	38.8	41.4	41.7	40.5	40.9
Department of Criminal Justice	2,998.4	2,942.3	2,993.6	2,963.0	2,977.2
Commission on Fire Protection	2.1	1.9	1.9	0.0	0.0
Commission on Jail Standards	1.0	0.9	0.9	0.9	0.9
Texas Juvenile Justice Department	325.6	303.6	300.6	273.0	267.7
Commission on Law Enforcement Officer Standards and Education	0.0	0.2	0.2	0.0	0.0
Department of Public Safety	121.8	65.2	38.0	126.7	128.2
Subtotal, Public Safety and Criminal Justice	\$3,502.3	\$3,369.1	\$3,389.7	\$3,416.0	\$3,426.8
Retirement and Group Insurance	484.2	438.3	483.5	517.3	554.6
Social Security and Benefit Replacement Pay	130.3	125.7	125.4	125.0	124.7
Bond Debt Service Payments	237.4	174.4	163.4	169.5	172.8
Lease Payments	1.9	1.9	1.9	1.9	0.2
Subtotal, Public Safety and Criminal Justice	\$853.9	\$740.3	\$774.2	\$813.7	\$852.3
TOTAL, Article V - Public Safety and Criminal Justice	\$4,356.3	\$4,109.5	\$4,163.9	\$4,229.7	\$4,279.1

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VI - Natural Resources</u>					
Department of Agriculture	76.2	42.8	56.0	51.8	46.4
Animal Health Commission	10.2	6.2	6.7	6.5	6.5
Commission on Environmental Quality	15.7	5.8	5.7	6.4	6.4
General Land Office and Veterans' Land Board	11.4	2.5	2.7	2.6	2.6
Low-level Radioactive Waste Disposal Compact Commission	0.0	0.0	0.0	0.0	0.0
Parks and Wildlife Department	102.0	68.7	70.4	74.0	71.1
Railroad Commission	26.6	15.0	14.9	10.1	10.1
Soil and Water Conservation Board	20.5	14.0	14.0	14.0	14.0
Water Development Board	29.1	17.3	20.4	18.8	18.9
Debt Service Payments - Non-Self Supporting G.O. Water Bonds	53.2	45.4	51.0	53.4	52.1
Subtotal, Natural Resources	\$344.9	\$217.7	\$241.8	\$237.6	\$228.1
Retirement and Group Insurance	58.2	54.6	59.9	64.3	69.1
Social Security and Benefit Replacement Pay	6.9	6.6	6.8	6.8	6.8
Bond Debt Service Payments	5.4	6.6	9.5	13.4	15.2
Lease Payments	3.8	3.9	3.2	3.1	2.9
Subtotal, Natural Resources	\$74.4	\$71.7	\$79.4	\$87.6	\$94.1
TOTAL, Article VI - Natural Resources	\$419.3	\$289.4	\$321.2	\$325.3	\$322.2

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VII - Business and Economic Development</u>					
Department of Housing and Community Affairs	20.7	7.0	8.3	13.2	13.2
Texas Lottery Commission	14.9	14.8	14.8	14.8	14.8
Department of Motor Vehicles	16.3	14.9	14.9	14.9	14.9
Department of Transportation	19.7	58.0	123.4	182.6	247.2
Texas Workforce Commission	140.2	111.8	111.8	111.8	111.8
Reimbursements to the Unemployment Compensation Benefit Account	0.0	0.0	0.0	0.0	0.0
Subtotal, Business and Economic Development	\$211.8	\$206.4	\$273.1	\$337.3	\$401.8
Retirement and Group Insurance	4.7	4.5	5.0	5.6	6.1
Social Security and Benefit Replacement Pay	1.0	1.0	1.0	0.9	0.9
Bond Debt Service Payments	9.3	10.2	13.6	12.5	14.8
Lease Payments	1.1	1.2	1.0	0.9	0.7
Subtotal, Business and Economic Development	\$16.1	\$16.9	\$20.6	\$20.0	\$22.6
TOTAL, Article VII - Business and Economic Development	\$227.9	\$223.3	\$293.6	\$357.3	\$424.4

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VIII - Regulatory</u>					
State Office of Administrative Hearings	3.0	3.3	3.3	3.3	3.3
Board of Chiropractic Examiners	0.6	0.6	0.6	0.6	0.6
Texas State Board of Dental Examiners	2.0	2.1	2.1	2.1	2.1
Funeral Service Commission	0.7	0.7	0.7	0.7	0.7
Board of Professional Geoscientists	0.6	0.6	0.6	0.6	0.6
Health Professions Council	0.0	0.0	0.0	0.0	0.0
Office of Injured Employee Counsel	0.0	0.0	0.0	0.0	0.0
Department of Insurance	36.6	36.8	41.4	40.6	40.6
Office of Public Insurance Counsel	1.0	0.8	0.8	0.8	0.8
Board of Professional Land Surveying	0.4	0.4	0.4	0.4	0.4
Department of Licensing and Regulation	22.8	23.0	22.9	23.0	23.1
Texas Medical Board	8.7	8.9	8.8	8.7	8.7
Texas Board of Nursing	7.5	8.4	9.3	7.4	7.4
Optometry Board	0.4	0.4	0.4	0.4	0.4
Board of Pharmacy	5.0	5.2	5.2	5.2	5.1
Executive Council of Physical Therapy & Occupational Therapy Examiners	1.0	1.0	1.0	1.0	1.0
Board of Plumbing Examiners	1.9	2.2	2.1	2.1	2.1
Board of Podiatric Medical Examiners	0.2	0.2	0.2	0.2	0.2
Board of Examiners of Psychologists	0.8	0.7	0.7	0.7	0.7
Racing Commission	0.0	0.0	0.0	0.0	0.0
Securities Board	6.4	6.4	7.3	6.8	6.8
Public Utility Commission of Texas	10.0	4.1	5.0	4.7	4.7
Office of Public Utility Counsel	1.8	1.5	1.5	1.5	1.5
Board of Veterinary Medical Examiners	1.0	1.0	1.0	1.0	1.0
Subtotal, Regulatory	\$112.4	\$108.5	\$115.4	\$112.0	\$112.1
Retirement and Group Insurance	13.9	13.0	14.1	15.1	16.0
Social Security and Benefit Replacement Pay	4.6	4.5	4.5	4.5	4.5
Lease Payments	1.0	1.0	0.8	0.8	0.4
Subtotal, Regulatory	\$19.5	\$18.4	\$19.4	\$20.4	\$21.0
TOTAL, Article VIII - Regulatory	\$131.9	\$126.9	\$134.8	\$132.4	\$133.0

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article X - The Legislature</u>					
Senate	33.6	30.5	37.1	32.5	35.1
House of Representatives	39.8	33.9	43.5	36.5	41.0
Legislative Budget Board	8.8	10.1	10.8	10.4	10.4
Legislative Council	40.6	31.8	37.6	33.2	36.2
Commission on Uniform State Laws	0.1	0.1	0.1	0.1	0.1
State Auditor's Office	8.9	14.8	14.8	14.8	14.8
Legislative Reference Library	1.5	1.4	1.7	1.5	1.6
Subtotal, Legislature	\$133.3	\$122.7	\$145.6	\$129.0	\$139.2
Retirement and Group Insurance	24.8	23.3	25.3	27.1	29.0
Social Security and Benefit Replacement Pay	8.0	7.8	7.8	7.7	7.7
Lease Payments	7.9	8.0	8.2	8.4	9.0
Subtotal, Legislature	\$40.8	\$39.0	\$41.3	\$43.2	\$45.7
TOTAL, Article X - The Legislature	\$174.1	\$161.7	\$186.9	\$172.2	\$184.9

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

Pursuant to Government Code, Section 401.045, no recommendations specific to the Legislature are made in the Governor's Budget. LBB base years data and SB1 amounts for 2014-2015 are provided for comparison purposes only.



APPENDIX C: GENERAL REVENUE – DEDICATED BASELINE

Amounts in millions

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
Article I - General Government					
Commission on the Arts	4.9	1.3	0.6	0.3	0.3
Office of the Attorney General	84.0	85.1	85.0	69.7	69.7
Bond Review Board	0.0	0.0	0.0	0.0	0.0
Cancer Prevention and Research Institute of Texas	0.0	0.0	0.0	0.0	0.0
Comptroller of Public Accounts	0.0	0.0	0.0	0.0	0.0
Fiscal Programs - Comptroller of Public Accounts	39.3	50.4	49.5	23.3	33.3
Commission on State Emergency Communications	82.2	51.6	52.5	52.1	52.1
Employees Retirement System	0.0	0.0	0.0	0.0	0.0
Texas Ethics Commission	0.0	0.0	0.0	0.0	0.0
Facilities Commission	2.6	2.9	3.6	4.5	2.8
Public Finance Authority	0.4	0.5	0.6	0.1	0.1
Fire Fighters' Pension Commissioner	0.0	0.0	0.0	0.0	0.0
Office of the Governor	0.0	0.0	0.0	0.0	0.0
Trusted Programs Within the Office of the Governor	79.0	190.0	160.8	166.3	40.0
Historical Commission	0.0	2.6	2.6	2.6	2.6
Department of Information Resources	0.0	0.0	0.0	0.0	0.0
Library & Archives Commission	0.0	0.0	0.0	0.0	0.0
Pension Review Board	0.0	0.0	0.0	0.0	0.0
Preservation Board	0.0	0.0	0.0	0.0	0.0
State Office of Risk Management	0.0	0.0	0.0	0.0	0.0
Secretary of State	1.0	0.2	0.1	0.0	0.0
Veterans Commission	0.0	0.0	0.0	0.0	0.0
Subtotal, General Government	\$293.5	\$384.5	\$355.2	\$319.0	\$200.8
Retirement and Group Insurance	2.3	2.1	2.3	2.5	2.6
Social Security and Benefit Replacement Pay	1.0	1.0	1.0	1.0	1.0
Bond Debt Service Payments	2.9	9.5	43.0	59.7	79.1
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, General Government	\$6.2	\$12.6	\$46.3	\$63.1	\$82.8
TOTAL, Article I - General Government	\$299.7	\$397.1	\$401.5	\$382.1	\$283.6

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article II - Health and Human Services</u>					
Aging and Disability Services, Department of	54.6	71.5	61.6	65.7	65.7
Assistive and Rehabilitative Services, Department of	14.2	18.4	20.6	19.7	19.7
Family and Protective Services, Department of	7.7	5.7	5.7	5.7	5.7
State Health Services, Department of	352.3	331.2	330.8	330.2	329.4
Health and Human Services Commission	0.0	4.6	0.0	0.0	0.0
Subtotal, Health and Human Services	\$428.7	\$431.4	\$418.6	\$421.3	\$420.5
Retirement and Group Insurance	6.0	5.7	6.2	6.7	7.2
Social Security and Benefit Replacement Pay	3.5	3.4	3.4	3.4	3.4
Bond Debt Service Payments	0.0	0.0	0.0	0.0	0.0
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Health and Human Services	\$9.6	\$9.1	\$9.6	\$10.0	\$10.5
TOTAL, Article II - Health and Human Services	\$438.3	\$440.5	\$428.2	\$431.3	\$431.0

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article III - Agencies of Education</u>					
Texas Education Agency	0.3	0.3	0.3	0.3	0.3
School for the Blind and Visually Impaired	0.0	0.0	0.0	0.0	0.0
School for the Deaf	0.0	0.0	0.0	0.0	0.0
Subtotal, Public Education	\$0.3	\$0.3	\$0.3	\$0.3	\$0.3
Subtotal, Higher Education	\$1,141.6	\$1,152.9	\$1,170.8	\$1,159.9	\$1,199.2
Teacher Retirement System	100.9	94.6	108.2	110.3	112.6
Subtotal, Other Education Benefits	\$100.9	\$94.6	\$108.2	\$110.3	\$112.6
Retirement and Group Insurance	0.0	0.0	0.0	0.0	0.0
Social Security and Benefit Replacement Pay	46.8	44.8	45.7	46.6	47.5
Bond Debt Service Payments	0.0	0.0	0.0	0.0	0.0
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Agencies of Education	\$46.8	\$44.8	\$45.7	\$46.6	\$47.5
TOTAL, Article III - Agencies of Education	\$1,289.6	\$1,292.6	\$1,325.0	\$1,317.2	\$1,359.6

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article IV - The Judiciary</u>					
Supreme Court of Texas	0.0	0.0	0.0	0.0	0.0
Court of Criminal Appeals	9.3	8.5	8.1	8.5	8.1
First Court of Appeals District, Houston	0.0	0.0	0.0	0.0	0.0
Second Court of Appeals District, Fort Worth	0.0	0.0	0.0	0.0	0.0
Third Court of Appeals District, Austin	0.0	0.0	0.0	0.0	0.0
Fourth Court of Appeals District, San Antonio	0.0	0.0	0.0	0.0	0.0
Fifth Court of Appeals District, Dallas	0.0	0.0	0.0	0.0	0.0
Sixth Court of Appeals District, Texarkana	0.0	0.0	0.0	0.0	0.0
Seventh Court of Appeals District, Amarillo	0.0	0.0	0.0	0.0	0.0
Eighth Court of Appeals District, El Paso	0.0	0.0	0.0	0.0	0.0
Ninth Court of Appeals District, Beaumont	0.0	0.0	0.0	0.0	0.0
Tenth Court of Appeals District, Waco	0.0	0.0	0.0	0.0	0.0
Eleventh Court of Appeals District, Eastland	0.0	0.0	0.0	0.0	0.0
Twelfth Court of Appeals District, Tyler	0.0	0.0	0.0	0.0	0.0
Thirteenth Court of Appeals District, Corpus Christi-Edinburg	0.0	0.0	0.0	0.0	0.0
Fourteenth Court of Appeals District, Houston	0.0	0.0	0.0	0.0	0.0
Office of Court Administration, Texas Judicial Council	35.2	29.8	32.5	31.1	31.1
Office of Capital Writs	0.4	0.9	0.9	0.9	0.9
Office of the State Prosecuting Attorney	0.0	0.0	0.0	0.0	0.0
State Law Library	0.0	0.0	0.0	0.0	0.0
State Commission on Judicial Conduct	0.0	0.0	0.0	0.0	0.0
Judiciary Section, Comptroller's Department	0.0	0.0	0.0	0.0	0.0
Subtotal, The Judiciary	\$44.9	\$39.2	\$41.5	\$40.6	\$40.2
Retirement and Group Insurance	0.2	0.2	0.2	0.2	0.2
Social Security and Benefit Replacement Pay	0.1	0.1	0.1	0.1	0.1
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, The Judiciary	\$0.3	\$0.3	\$0.3	\$0.3	\$0.4
TOTAL, Article IV - The Judiciary	\$45.3	\$39.5	\$41.9	\$40.9	\$40.5

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article V - Public Safety and Criminal Justice</u>					
Adjutant General's Department	0.0	0.0	0.0	0.0	0.0
Alcoholic Beverage Commission	0.0	0.0	0.0	0.0	0.0
Department of Criminal Justice	2.1	0.5	0.5	0.5	0.5
Commission on Fire Protection	0.0	0.0	0.0	0.0	0.0
Commission on Jail Standards	0.0	0.0	0.0	0.0	0.0
Texas Juvenile Justice Department	0.0	0.0	0.0	0.0	0.0
Commission on Law Enforcement Officer Standards and Education	2.8	2.0	2.1	2.2	2.2
Department of Public Safety	39.3	69.7	69.3	0.0	0.0
Subtotal, Public Safety and Criminal Justice	\$44.3	\$72.3	\$71.9	\$2.8	\$2.7
Retirement and Group Insurance	6.7	5.9	6.7	6.9	7.2
Social Security and Benefit Replacement Pay	1.9	1.9	1.8	1.8	1.8
Bond Debt Service Payments	0.0	0.0	0.0	0.0	0.0
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Public Safety and Criminal Justice	\$8.6	\$7.7	\$8.6	\$8.7	\$9.0
TOTAL, Article V - Public Safety and Criminal Justice	\$52.9	\$80.0	\$80.4	\$11.5	\$11.8

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VI - Natural Resources</u>					
Department of Agriculture	2.6	3.7	3.7	3.4	2.3
Animal Health Commission	0.0	0.0	0.0	0.0	0.0
Commission on Environmental Quality	427.8	246.9	336.6	296.3	290.1
General Land Office and Veterans' Land Board	11.7	14.4	17.4	16.7	16.7
Low-level Radioactive Waste Disposal Compact Commission	0.0	0.2	0.6	0.6	0.6
Parks and Wildlife Department	155.4	114.9	129.2	120.2	118.6
Railroad Commission	23.5	47.0	46.8	52.6	52.0
Soil and Water Conservation Board	0.0	0.0	0.0	0.0	0.0
Water Development Board	0.0	0.0	0.0	0.0	0.0
Debt Service Payments - Non-Self Supporting G.O. Water Bonds	0.0	0.0	0.0	0.0	0.0
Subtotal, Natural Resources	\$620.9	\$427.0	\$534.2	\$489.8	\$480.3
Retirement and Group Insurance	26.3	24.6	27.2	29.2	31.4
Social Security and Benefit Replacement Pay	18.6	17.9	17.9	17.8	17.8
Bond Debt Service Payments	0.0	0.0	0.0	0.0	0.0
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Natural Resources	\$44.8	\$42.5	\$45.1	\$47.0	\$49.2
TOTAL, Article VI - Natural Resources	\$665.8	\$469.5	\$579.3	\$536.8	\$529.5

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VII - Business and Economic Development</u>					
Department of Housing and Community Affairs	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Texas Lottery Commission	198.5	202.1	200.3	200.8	200.2
Department of Motor Vehicles	0.0	0.0	0.0	0.0	0.0
Department of Transportation	0.7	0.0	0.0	0.0	0.0
Texas Workforce Commission	5.6	5.6	5.6	5.6	5.6
Reimbursements to the Unemployment Compensation Benefit Account	13.0	13.0	8.4	6.6	6.0
Subtotal, Business and Economic Development	\$217.9	\$220.6	\$214.2	\$212.9	\$211.8
Retirement and Group Insurance	3.5	3.2	3.5	3.7	4.0
Social Security and Benefit Replacement Pay	1.7	1.6	1.6	1.6	1.6
Bond Debt Service Payments	0.0	0.0	0.0	0.0	0.0
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Business and Economic Development	\$5.1	\$4.8	\$5.1	\$5.3	\$5.5
TOTAL, Article VII - Business and Economic Development	\$223.0	\$225.5	\$219.4	\$218.2	\$217.3

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VIII - Regulatory</u>					
State Office of Administrative Hearings	0.0	0.0	0.0	0.0	0.0
Board of Chiropractic Examiners	0.0	0.0	0.0	0.0	0.0
Texas State Board of Dental Examiners	0.0	0.0	0.0	0.0	0.0
Funeral Service Commission	0.0	0.0	0.0	0.0	0.0
Board of Professional Geoscientists	0.0	0.0	0.0	0.0	0.0
Health Professions Council	0.0	0.0	0.0	0.0	0.0
Office of Injured Employee Counsel	8.0	7.6	7.9	7.8	7.8
Department of Insurance	61.3	59.7	58.8	58.3	56.2
Office of Public Insurance Counsel	0.0	0.0	0.0	0.0	0.0
Board of Professional Land Surveying	0.0	0.0	0.0	0.0	0.0
Department of Licensing and Regulation	0.1	0.1	0.1	0.1	0.1
Texas Medical Board	2.2	2.1	2.1	2.1	2.1
Texas Board of Nursing	0.0	0.0	0.0	0.0	0.0
Optometry Board	0.0	0.0	0.0	0.0	0.0
Board of Pharmacy	0.0	0.0	0.0	0.0	0.0
Executive Council of Physical Therapy & Occupational Therapy Examiners	0.0	0.0	0.0	0.0	0.0
Board of Plumbing Examiners	0.0	0.0	0.0	0.0	0.0
Board of Podiatric Medical Examiners	0.0	0.0	0.0	0.0	0.0
Board of Examiners of Psychologists	0.0	0.0	0.0	0.0	0.0
Racing Commission	7.3	8.3	8.3	9.0	9.0
Securities Board	0.0	0.0	0.0	0.0	0.0
Public Utility Commission of Texas	72.7	72.7	94.7	82.7	84.7
Office of Public Utility Counsel	0.0	0.0	0.0	0.0	0.0
Board of Veterinary Medical Examiners	0.0	0.0	0.0	0.0	0.0
Subtotal, Regulatory	\$151.6	\$150.6	\$172.0	\$160.0	\$159.9
Retirement and Group Insurance	20.4	19.1	20.8	22.3	23.9
Social Security and Benefit Replacement Pay	7.3	7.0	7.0	6.9	6.9
Lease Payments	0.6	0.5	0.3	0.3	0.3
Subtotal, Regulatory	\$28.3	\$26.6	\$28.0	\$29.5	\$31.1
TOTAL, Article VIII - Regulatory	\$179.8	\$177.2	\$200.0	\$189.5	\$191.0

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article X - The Legislature</u>					
Senate	0.0	0.0	0.0	0.0	0.0
House of Representatives	0.0	0.0	0.0	0.0	0.0
Legislative Budget Board	0.0	0.0	0.0	0.0	0.0
Legislative Council	0.0	0.0	0.0	0.0	0.0
Commission on Uniform State Laws	0.0	0.0	0.0	0.0	0.0
State Auditor's Office	0.0	0.0	0.0	0.0	0.0
Legislative Reference Library	0.0	0.0	0.0	0.0	0.0
Subtotal, Legislature	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Retirement and Group Insurance	0.0	0.0	0.0	0.0	0.0
Social Security and Benefit Replacement Pay	0.0	0.0	0.0	0.0	0.0
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Legislature	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
TOTAL, Article X - The Legislature	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

Pursuant to Government Code, Section 401.045, no recommendations specific to the Legislature are made in the Governor's Budget. LBB base years data and SB1 amounts for 2014-2015 are provided for comparison purposes only.



APPENDIX D: OTHER FUNDS BASELINE

Amounts in millions

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
Article I - General Government					
Commission on the Arts	1.1	0.2	0.2	0.2	0.2
Office of the Attorney General	27.8	46.2	52.4	51.5	51.5
Bond Review Board	0.0	0.0	0.0	0.0	0.0
Cancer Prevention and Research Institute of Texas	224.5	297.1	291.0	5.2	5.1
Comptroller of Public Accounts	18.4	15.3	11.0	4.1	4.1
Fiscal Programs - Comptroller of Public Accounts	0.8	15.0	14.8	7.5	7.3
Commission on State Emergency Communications	0.5	0.2	0.2	0.0	0.0
Employees Retirement System	0.0	0.0	0.0	0.0	0.0
Texas Ethics Commission	0.0	0.0	0.0	0.0	0.0
Facilities Commission	42.4	29.9	86.0	19.6	18.4
Public Finance Authority	0.3	0.7	0.7	0.0	0.0
Fire Fighters' Pension Commissioner	0.0	0.0	0.0	0.0	0.0
Office of the Governor	0.6	0.3	0.3	0.3	0.3
Trusted Programs Within the Office of the Governor	6.0	20.4	98.9	124.6	1.5
Historical Commission	13.1	44.0	4.7	2.3	1.9
Department of Information Resources	316.3	264.9	239.9	291.5	287.6
Library & Archives Commission	3.8	2.9	5.8	5.1	4.0
Pension Review Board	0.0	0.0	0.0	0.0	0.0
Preservation Board	0.7	2.3	0.3	0.0	0.0
State Office of Risk Management	53.0	50.0	53.0	51.5	51.5
Secretary of State	6.1	6.8	6.7	6.5	6.5
Veterans Commission	12.2	11.1	9.0	6.7	5.6
Subtotal, General Government	\$727.6	\$807.6	\$874.7	\$576.7	\$445.6
Retirement and Group Insurance	1.1	1.0	1.1	1.2	1.2
Social Security and Benefit Replacement Pay	0.8	0.8	0.8	0.8	0.8
Bond Debt Service Payments	0.5	0.2	0.0	0.0	0.0
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, General Government	\$2.4	\$2.0	\$1.9	\$2.0	\$2.1
Less Interagency Contracts	(396.5)	(341.8)	(323.1)	(363.2)	(358.5)
TOTAL, Article I - General Government	\$333.5	\$467.8	\$553.6	\$215.5	\$89.2

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
Article II - Health and Human Services					
Aging and Disability Services, Department of	55.5	23.9	38.7	23.6	23.6
Assistive and Rehabilitative Services, Department of	18.7	19.3	18.7	19.7	19.7
Family and Protective Services, Department of	6.8	7.9	8.8	8.5	8.5
State Health Services, Department of	220.6	256.7	237.2	263.4	265.1
Health and Human Services Commission	310.6	370.3	425.6	397.8	397.1
Subtotal, Health and Human Services	\$612.2	\$678.1	\$729.1	\$713.0	\$714.1
Retirement and Group Insurance	0.4	0.3	0.4	0.4	0.4
Social Security and Benefit Replacement Pay	0.1	0.1	0.1	0.1	0.1
Bond Debt Service Payments	0.3	0.5	0.3	1.9	1.9
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Health and Human Services	\$0.8	\$1.0	\$0.7	\$2.5	\$2.5
Less Interagency Contracts	(326.6)	(366.7)	(404.5)	(410.4)	(409.3)
TOTAL, Article II - Health and Human Services	\$286.4	\$312.4	\$325.3	\$305.0	\$307.3

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
Article III - Agencies of Education					
Texas Education Agency	2,980.7	3,817.0	3,802.9	3,825.1	4,066.8
School for the Blind and Visually Impaired	24.5	17.3	9.1	3.2	3.1
School for the Deaf	5.6	6.5	9.1	7.3	7.3
Subtotal, Public Education	\$3,010.7	\$3,840.8	\$3,821.1	\$3,835.6	\$4,077.3
Subtotal, Higher Education*	\$3,502.4	\$3,708.0	\$4,211.0	\$940.6	\$930.4
Teacher Retirement System	73.3	71.9	88.2	87.0	67.2
Subtotal, Other Education Benefits	\$73.3	\$71.9	\$88.2	\$87.0	\$67.2
Retirement and Group Insurance	0.7	0.7	0.7	0.8	0.8
Social Security and Benefit Replacement Pay	9.7	9.3	9.4	9.5	9.7
Lease Payments	0.0	0.0	0.0	0.0	0.0
Bond Debt Service Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Agencies of Education	\$10.4	\$9.9	\$10.1	\$10.3	\$10.5
Less Interagency Contracts	(95.8)	(48.0)	(48.0)	(45.7)	(45.0)
TOTAL, Article III - Agencies of Education	\$6,501.0	\$7,582.7	\$8,082.3	\$4,827.9	\$5,040.3

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

*Baseline 2014-2015 amounts exclude approximately \$6.1 billion in biennial patient income formerly included in totals.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article IV - The Judiciary</u>					
Supreme Court of Texas	18.8	28.3	14.5	16.8	16.8
Court of Criminal Appeals	0.8	0.4	0.8	0.4	0.8
First Court of Appeals District, Houston	0.3	0.3	0.3	0.3	0.3
Second Court of Appeals District, Fort Worth	0.3	0.3	0.3	0.3	0.3
Third Court of Appeals District, Austin	0.2	0.2	0.2	0.2	0.2
Fourth Court of Appeals District, San Antonio	0.3	0.3	0.3	0.3	0.3
Fifth Court of Appeals District, Dallas	0.4	0.4	0.4	0.4	0.4
Sixth Court of Appeals District, Texarkana	0.1	0.1	0.1	0.1	0.1
Seventh Court of Appeals District, Amarillo	0.1	0.1	0.1	0.1	0.1
Eighth Court of Appeals District, El Paso	0.1	0.1	0.1	0.1	0.1
Ninth Court of Appeals District, Beaumont	0.1	0.1	0.1	0.1	0.1
Tenth Court of Appeals District, Waco	0.1	0.1	0.1	0.1	0.1
Eleventh Court of Appeals District, Eastland	0.1	0.1	0.1	0.1	0.1
Twelfth Court of Appeals District, Tyler	0.1	0.1	0.1	0.1	0.1
Thirteenth Court of Appeals District, Corpus Christi-Edinburg	0.2	0.2	0.2	0.2	0.2
Fourteenth Court of Appeals District, Houston	0.3	0.3	0.3	0.3	0.3
Office of Court Administration, Texas Judicial Council	5.5	5.1	4.9	4.9	4.9
Office of Capital Writs	0.0	0.0	0.0	0.0	0.0
Office of the State Prosecuting Attorney	0.0	0.0	0.0	0.0	0.0
State Law Library	0.0	0.0	0.0	0.0	0.0
State Commission on Judicial Conduct	0.0	0.0	0.0	0.0	0.0
Judiciary Section, Comptroller's Department	63.1	66.3	69.0	68.0	68.0
Subtotal, The Judiciary	\$91.1	\$103.1	\$92.0	\$92.9	\$93.3
Retirement and Group Insurance	3.6	1.7	1.8	1.8	1.8
Social Security and Benefit Replacement Pay	2.3	2.2	2.2	2.2	2.2
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, The Judiciary	\$5.8	\$3.9	\$3.9	\$3.9	\$3.9
Less Interagency Contracts	(9.8)	(9.4)	(9.2)	(9.3)	(9.3)
TOTAL, Article IV - The Judiciary	\$87.2	\$97.5	\$86.7	\$87.6	\$87.9

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article V - Public Safety and Criminal Justice</u>					
Adjutant General's Department	12.5	7.6	8.9	5.4	5.4
Alcoholic Beverage Commission	0.7	0.5	0.4	0.0	0.0
Department of Criminal Justice	108.5	116.2	116.2	81.6	68.6
Commission on Fire Protection	0.1	0.1	0.0	0.0	0.0
Commission on Jail Standards	0.0	0.0	0.0	0.0	0.0
Texas Juvenile Justice Department	23.8	20.6	17.4	15.7	15.4
Commission on Law Enforcement Officer Standards and Education	0.3	0.4	0.5	0.6	0.6
Department of Public Safety	505.1	623.2	610.8	575.4	565.9
Subtotal, Public Safety and Criminal Justice	\$651.1	\$768.8	\$754.3	\$678.7	\$656.0
Retirement and Group Insurance	72.4	65.1	71.2	75.3	79.8
Social Security and Benefit Replacement Pay	30.7	29.6	29.5	29.4	29.3
Bond Debt Service Payments	0.6	0.1	0.0	0.0	0.0
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Public Safety and Criminal Justice	\$103.7	\$94.8	\$100.7	\$104.7	\$109.1
Less Interagency Contracts	(92.0)	(98.0)	(90.0)	(89.2)	(88.9)
TOTAL, Article V - Public Safety and Criminal Justice	\$662.8	\$765.6	\$765.0	\$694.3	\$676.2

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VI - Natural Resources</u>					
Department of Agriculture	2.7	3.0	3.5	4.5	2.6
Animal Health Commission	0.0	0.0	0.0	0.0	0.0
Commission on Environmental Quality	11.7	11.5	11.8	6.1	6.1
General Land Office and Veterans' Land Board	55.8	51.9	52.4	52.6	53.1
Low-level Radioactive Waste Disposal Compact Commission	0.0	0.0	0.0	0.0	0.0
Parks and Wildlife Department	33.9	45.8	30.1	51.2	3.7
Railroad Commission	7.9	8.7	2.1	2.1	2.1
Soil and Water Conservation Board	0.0	0.0	0.0	0.0	0.0
Water Development Board	9.4	14.0	7.7	7.8	7.8
Debt Service Payments - Non-Self Supporting G.O. Water Bonds	36.3	73.7	53.8	54.8	55.1
Subtotal, Natural Resources	\$157.7	\$208.6	\$161.6	\$179.0	\$130.4
Retirement and Group Insurance	4.9	4.6	4.9	5.3	5.6
Social Security and Benefit Replacement Pay	2.5	2.4	2.4	2.4	2.4
Bond Debt Service Payments	0.7	0.7	0.7	0.7	0.7
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Natural Resources	\$8.1	\$7.7	\$8.1	\$8.4	\$8.7
Less Interagency Contracts	(32.9)	(27.3)	(19.6)	(17.9)	(17.9)
TOTAL, Article VI - Natural Resources	\$132.9	\$189.0	\$150.0	\$169.4	\$121.1

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VII - Business and Economic Development</u>					
Department of Housing and Community Affairs	16.4	19.3	18.7	17.8	18.1
Texas Lottery Commission	0.0	0.0	0.0	0.0	0.0
Department of Motor Vehicles	108.5	121.2	156.0	118.7	119.6
Department of Transportation	4,255.9	4,630.7	6,556.5	6,587.0	5,433.7
Texas Workforce Commission	49.0	38.4	40.2	40.3	40.5
Reimbursements to the Unemployment Compensation Benefit Account	27.9	28.9	18.6	17.7	16.2
Subtotal, Business and Economic Development	\$4,457.7	\$4,838.5	\$6,789.9	\$6,781.5	\$5,628.1
Retirement and Group Insurance	191.3	181.0	197.7	220.4	238.1
Social Security and Benefit Replacement Pay	51.7	49.7	49.4	51.5	51.3
Bond Debt Service Payments	0.0	0.0	0.0	0.0	0.0
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Business and Economic Development	\$243.0	\$230.6	\$247.1	\$271.9	\$289.4
Less Interagency Contracts	(79.1)	(69.5)	(61.8)	(60.9)	(59.4)
TOTAL, Article VII - Business and Economic Development	\$4,621.6	\$4,999.6	\$6,975.3	\$6,992.4	\$5,858.1

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VIII - Regulatory</u>					
State Office of Administrative Hearings	6.0	6.2	6.5	6.4	6.1
Board of Chiropractic Examiners	0.0	0.0	0.0	0.0	0.0
Texas State Board of Dental Examiners	0.2	0.3	0.3	0.3	0.3
Funeral Service Commission	0.1	0.1	0.1	0.1	0.1
Board of Professional Geoscientists	0.0	0.0	0.0	0.0	0.0
Health Professions Council	1.6	0.9	0.8	0.9	0.9
Office of Injured Employee Counsel	0.0	0.0	0.0	0.0	0.0
Department of Insurance	3.7	18.2	36.8	18.1	5.1
Office of Public Insurance Counsel	0.0	0.2	0.2	0.2	0.2
Board of Professional Land Surveying	0.0	0.0	0.0	0.0	0.0
Department of Licensing and Regulation	0.9	0.9	1.0	1.0	1.0
Texas Medical Board	0.0	0.1	0.1	0.1	0.1
Texas Board of Nursing	2.1	1.9	1.9	1.2	1.2
Optometry Board	0.0	0.0	0.0	0.0	0.0
Board of Pharmacy	0.0	0.0	0.0	0.0	0.0
Executive Council of Physical Therapy & Occupational Therapy Examiners	0.1	0.1	0.1	0.1	0.1
Board of Plumbing Examiners	0.0	0.0	0.0	0.0	0.0
Board of Podiatric Medical Examiners	0.0	0.0	0.0	0.0	0.0
Board of Examiners of Psychologists	0.1	0.1	0.1	0.1	0.1
Racing Commission	0.0	0.0	0.0	0.0	0.0
Securities Board	0.0	0.0	0.0	0.0	0.0
Public Utility Commission of Texas	0.8	1.2	0.5	0.5	0.5
Office of Public Utility Counsel	0.0	0.0	0.0	0.0	0.0
Board of Veterinary Medical Examiners	0.0	0.0	0.0	0.0	0.0
Subtotal, Regulatory	\$15.8	\$30.1	\$48.3	\$28.8	\$15.5
Retirement and Group Insurance	0.0	0.0	0.0	0.0	0.0
Social Security and Benefit Replacement Pay	0.2	0.2	0.2	0.2	0.2
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Regulatory	\$0.2	\$0.2	\$0.2	\$0.2	\$0.2
Less Interagency Contracts	(6.7)	(13.7)	(5.6)	(4.3)	(4.0)
TOTAL, Article VIII - Regulatory	\$9.4	\$16.7	\$42.9	\$24.7	\$11.7

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article X - The Legislature</u>					
Senate	0.0	0.0	0.0	0.0	0.0
House of Representatives	0.0	0.0	0.0	0.0	0.0
Legislative Budget Board	0.0	0.0	0.0	0.0	0.0
Legislative Council	0.0	0.0	0.0	0.0	0.0
Commission on Uniform State Laws	0.0	0.0	0.0	0.0	0.0
State Auditor's Office	8.1	4.8	4.8	4.8	4.8
Legislative Reference Library	0.0	0.0	0.0	0.0	0.0
Subtotal, Legislature	\$8.1	\$4.8	\$4.8	\$4.8	\$4.8
Retirement and Group Insurance	0.0	0.0	0.0	0.0	0.0
Social Security and Benefit Replacement Pay	0.0	0.0	0.0	0.0	0.0
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Legislature	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Less Interagency Contracts	(7.9)	(4.6)	(4.6)	(4.7)	(4.7)
TOTAL, Article X - The Legislature	\$0.2	\$0.2	\$0.2	\$0.1	\$0.1

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

Pursuant to Government Code, Section 401.045, no recommendations specific to the Legislature are made in the Governor's Budget. LBB base years data and SB1 amounts for 2014-2015 are provided for comparison purposes only.



APPENDIX E: FEDERAL FUNDS BASELINE

Amounts in millions

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
Article I - General Government					
Commission on the Arts	1.7	1.0	0.9	0.9	0.9
Office of the Attorney General	212.9	195.3	205.0	205.0	189.3
Bond Review Board	0.0	0.0	0.0	0.0	0.0
Cancer Prevention and Research Institute of Texas	0.0	0.0	0.0	0.0	0.0
Comptroller of Public Accounts	0.7	0.0	0.0	0.0	0.0
Fiscal Programs - Comptroller of Public Accounts	113.6	150.1	9.8	11.0	12.1
Commission on State Emergency Communications	0.2	4.0	1.2	0.0	0.0
Employees Retirement System	0.0	0.0	0.0	0.0	0.0
Texas Ethics Commission	0.0	0.0	0.0	0.0	0.0
Facilities Commission	0.0	0.0	0.0	0.0	0.0
Public Finance Authority	0.0	0.0	0.0	0.0	0.0
Fire Fighters' Pension Commissioner	0.0	0.0	0.0	0.0	0.0
Office of the Governor	0.0	0.0	0.0	0.0	0.0
Trusted Programs Within the Office of the Governor	91.5	96.9	58.2	64.6	60.1
Historical Commission	1.4	1.0	1.0	1.0	1.0
Department of Information Resources	0.0	0.0	0.0	0.0	0.0
Library & Archives Commission	13.4	13.2	14.6	9.9	1.9
Pension Review Board	0.0	0.0	0.0	0.0	0.0
Preservation Board	9.6	0.0	0.0	0.0	0.0
State Office of Risk Management	0.0	0.0	0.0	0.0	0.0
Secretary of State	11.4	25.1	11.7	2.9	2.9
Veterans Commission	9.7	9.6	10.0	10.3	10.3
Subtotal, General Government	\$466.1	\$496.2	\$312.5	\$305.5	\$278.4
Retirement and Group Insurance	22.1	20.9	22.3	24.0	25.7
Social Security and Benefit Replacement Pay	6.9	6.7	6.6	6.5	6.4
Bond Debt Service Payments	0.4	0.4	0.4	0.4	0.4
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, General Government	\$29.5	\$28.0	\$29.3	\$30.9	\$32.6
TOTAL, Article I - General Government	\$495.6	\$524.2	\$341.8	\$336.4	\$311.0

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article II - Health and Human Services</u>					
Aging and Disability Services, Department of	4,439.5	3,787.7	3,708.8	3,748.9	3,711.7
Assistive and Rehabilitative Services, Department of	494.8	477.2	479.3	477.8	483.0
Family and Protective Services, Department of	790.0	686.0	724.7	716.0	725.8
State Health Services, Department of	1,237.1	1,245.7	1,258.9	1,227.6	1,226.9
Health and Human Services Commission	14,059.0	12,890.0	13,657.1	13,679.3	13,485.9
Subtotal, Health and Human Services	\$21,020.4	\$19,086.7	\$19,828.8	\$19,849.6	\$19,633.4
Retirement and Group Insurance	229.5	216.4	229.8	243.7	258.1
Social Security and Benefit Replacement Pay	70.7	68.1	67.3	64.9	63.3
Bond Debt Service Payments	3.4	3.4	3.4	3.4	3.4
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Health and Human Services	\$303.6	\$288.0	\$300.5	\$312.0	\$324.8
TOTAL, Article II - Health and Human Services	\$21,324.1	\$19,374.7	\$20,129.4	\$20,161.5	\$19,958.2

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article III - Agencies of Education</u>					
Texas Education Agency	7,310.5	4,842.2	5,019.2	5,151.4	5,300.0
School for the Blind and Visually Impaired	3.1	4.0	4.3	4.3	4.3
School for the Deaf	2.5	2.0	1.8	1.8	1.8
Subtotal, Public Education	\$7,316.1	\$4,848.2	\$5,025.2	\$5,157.5	\$5,306.1
Subtotal, Higher Education	\$279.1	\$157.5	\$164.5	\$137.0	\$131.9
Teacher Retirement System	0.0	0.0	0.0	0.0	0.0
Subtotal, Other Education Benefits	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Retirement and Group Insurance	4.1	3.8	4.2	4.7	5.0
Social Security and Benefit Replacement Pay	1.6	1.5	1.5	1.6	1.6
Bond Debt Service Payments	0.2	0.2	0.2	0.2	0.2
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Agencies of Education	\$5.9	\$5.5	\$5.9	\$6.5	\$6.8
TOTAL, Article III - Agencies of Education	\$7,601.1	\$5,011.3	\$5,195.5	\$5,300.9	\$5,444.8

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article IV - The Judiciary</u>					
Supreme Court of Texas	2.5	1.8	1.8	1.8	1.8
Court of Criminal Appeals	0.0	0.0	0.2	0.0	0.0
First Court of Appeals District, Houston	0.0	0.0	0.0	0.0	0.0
Second Court of Appeals District, Fort Worth	0.0	0.0	0.0	0.0	0.0
Third Court of Appeals District, Austin	0.0	0.0	0.0	0.0	0.0
Fourth Court of Appeals District, San Antonio	0.0	0.0	0.0	0.0	0.0
Fifth Court of Appeals District, Dallas	0.0	0.0	0.0	0.0	0.0
Sixth Court of Appeals District, Texarkana	0.0	0.0	0.0	0.0	0.0
Seventh Court of Appeals District, Amarillo	0.0	0.0	0.0	0.0	0.0
Eighth Court of Appeals District, El Paso	0.0	0.0	0.0	0.0	0.0
Ninth Court of Appeals District, Beaumont	0.0	0.0	0.0	0.0	0.0
Tenth Court of Appeals District, Waco	0.0	0.0	0.0	0.0	0.0
Eleventh Court of Appeals District, Eastland	0.0	0.0	0.0	0.0	0.0
Twelfth Court of Appeals District, Tyler	0.0	0.0	0.0	0.0	0.0
Thirteenth Court of Appeals District, Corpus Christi-Edinburg	0.0	0.0	0.0	0.0	0.0
Fourteenth Court of Appeals District, Houston	0.0	0.0	0.0	0.0	0.0
Office of Court Administration, Texas Judicial Council	0.0	0.6	0.0	0.0	0.0
Office of Capital Writs	0.0	0.0	0.0	0.0	0.0
Office of the State Prosecuting Attorney	0.0	0.0	0.0	0.0	0.0
State Law Library	0.0	0.0	0.0	0.0	0.0
State Commission on Judicial Conduct	0.0	0.0	0.0	0.0	0.0
Judiciary Section, Comptroller's Department	0.0	0.0	0.0	0.0	0.0
Subtotal, The Judiciary	\$2.5	\$2.4	\$2.1	\$1.8	\$1.8
Retirement and Group Insurance	0.0	0.0	0.0	0.0	0.0
Social Security and Benefit Replacement Pay	0.0	0.0	0.0	0.0	0.0
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, The Judiciary	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
TOTAL, Article IV - The Judiciary	\$2.5	\$2.4	\$2.1	\$1.8	\$1.8

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article V - Public Safety and Criminal Justice</u>					
Adjutant General's Department	106.3	49.3	43.6	47.6	47.5
Alcoholic Beverage Commission	0.5	0.7	0.2	0.0	0.0
Department of Criminal Justice	3.9	2.4	0.8	0.0	0.0
Commission on Fire Protection	0.0	0.0	0.0	0.0	0.0
Commission on Jail Standards	0.0	0.0	0.0	0.0	0.0
Texas Juvenile Justice Department	20.0	16.9	15.3	13.2	13.2
Commission on Law Enforcement Officer Standards and Education	0.0	0.0	0.0	0.0	0.0
Department of Public Safety	716.0	723.1	892.0	630.5	541.9
Subtotal, Public Safety and Criminal Justice	\$846.7	\$792.4	\$951.8	\$691.3	\$602.7
Retirement and Group Insurance	12.2	11.3	11.5	11.9	12.3
Social Security and Benefit Replacement Pay	4.4	4.2	4.0	3.9	3.8
Bond Debt Service Payments	1.6	1.6	1.6	1.6	1.6
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Public Safety and Criminal Justice	\$18.1	\$17.1	\$17.1	\$17.3	\$17.7
TOTAL, Article V - Public Safety and Criminal Justice	\$864.9	\$809.5	\$968.9	\$708.7	\$620.3

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VI - Natural Resources</u>					
Department of Agriculture	474.0	524.5	498.2	493.2	495.6
Animal Health Commission	3.3	3.1	2.1	1.9	1.9
Commission on Environmental Quality	43.5	49.0	42.2	39.2	38.8
General Land Office and Veterans' Land Board	178.6	544.5	983.1	794.6	501.1
Low-level Radioactive Waste Disposal Compact Commission	0.0	0.0	0.0	0.0	0.0
Parks and Wildlife Department	61.5	72.3	40.2	38.5	38.3
Railroad Commission	12.6	17.2	8.2	6.3	6.1
Soil and Water Conservation Board	4.5	6.9	6.9	6.0	6.0
Water Development Board	10.7	72.5	28.1	27.8	27.8
Debt Service Payments - Non-Self Supporting G.O. Water Bonds	0.0	0.0	0.0	0.0	0.0
Subtotal, Natural Resources	\$788.8	\$1,290.0	\$1,609.0	\$1,407.5	\$1,115.7
Retirement and Group Insurance	13.0	12.2	12.4	13.0	13.7
Social Security and Benefit Replacement Pay	6.4	6.1	5.9	5.7	5.6
Bond Debt Service Payments	0.1	0.1	0.1	0.1	0.1
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Natural Resources	\$19.5	\$18.5	\$18.4	\$18.8	\$19.4
TOTAL, Article VI - Natural Resources	\$808.2	\$1,308.5	\$1,627.3	\$1,426.4	\$1,135.1

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VII - Business and Economic Development</u>					
Department of Housing and Community Affairs	307.1	207.8	203.2	201.8	201.8
Texas Lottery Commission	0.0	0.0	0.0	0.0	0.0
Department of Motor Vehicles	0.1	0.1	1.3	1.2	0.1
Department of Transportation	3,232.2	3,289.7	3,641.9	4,282.5	4,065.6
Texas Workforce Commission	907.4	948.8	974.5	934.8	932.2
Reimbursements to the Unemployment Compensation Benefit Account	0.0	0.0	0.0	0.0	0.0
Subtotal, Business and Economic Development	\$4,446.7	\$4,446.4	\$4,820.8	\$5,420.2	\$5,199.6
Retirement and Group Insurance	45.0	42.6	46.3	46.9	49.5
Social Security and Benefit Replacement Pay	11.7	11.2	11.1	10.0	9.6
Bond Debt Service Payments	0.3	0.3	0.3	0.3	0.3
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Business and Economic Development	\$57.0	\$54.2	\$57.7	\$57.3	\$59.5
TOTAL, Article VII - Business and Economic Development	\$4,503.7	\$4,500.5	\$4,878.6	\$5,477.5	\$5,259.1

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VIII - Regulatory</u>					
State Office of Administrative Hearings	0.0	0.0	0.0	0.0	0.0
Board of Chiropractic Examiners	0.0	0.0	0.0	0.0	0.0
Texas State Board of Dental Examiners	0.0	0.0	0.0	0.0	0.0
Funeral Service Commission	0.0	0.0	0.0	0.0	0.0
Board of Professional Geoscientists	0.0	0.0	0.0	0.0	0.0
Health Professions Council	0.0	0.0	0.0	0.0	0.0
Office of Injured Employee Counsel	0.0	0.0	0.0	0.0	0.0
Department of Insurance	4.4	3.9	2.4	2.3	2.3
Office of Public Insurance Counsel	0.0	0.0	0.0	0.0	0.0
Board of Professional Land Surveying	0.0	0.0	0.0	0.0	0.0
Department of Licensing and Regulation	0.0	0.0	0.0	0.0	0.0
Texas Medical Board	0.0	0.0	0.0	0.0	0.0
Texas Board of Nursing	0.0	0.0	0.0	0.0	0.0
Optometry Board	0.0	0.0	0.0	0.0	0.0
Board of Pharmacy	0.0	0.0	0.0	0.0	0.0
Executive Council of Physical Therapy & Occupational Therapy Examiners	0.0	0.0	0.0	0.0	0.0
Board of Plumbing Examiners	0.0	0.0	0.0	0.0	0.0
Board of Podiatric Medical Examiners	0.0	0.0	0.0	0.0	0.0
Board of Examiners of Psychologists	0.0	0.0	0.0	0.0	0.0
Racing Commission	0.0	0.0	0.0	0.0	0.0
Securities Board	0.0	0.0	0.0	0.0	0.0
Public Utility Commission of Texas	0.3	0.4	0.1	0.0	0.0
Office of Public Utility Counsel	0.0	0.0	0.0	0.0	0.0
Board of Veterinary Medical Examiners	0.0	0.0	0.0	0.0	0.0
Subtotal, Regulatory	\$4.7	\$4.3	\$2.4	\$2.3	\$2.3
Retirement and Group Insurance	0.7	0.6	0.7	0.6	0.6
Social Security and Benefit Replacement Pay	0.2	0.2	0.2	0.2	0.2
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Regulatory	\$0.9	\$0.8	\$0.9	\$0.7	\$0.8
TOTAL, Article VIII - Regulatory	\$5.6	\$5.2	\$3.3	\$3.0	\$3.0

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article X - The Legislature</u>					
Senate	0.0	0.0	0.0	0.0	0.0
House of Representatives	0.0	0.0	0.0	0.0	0.0
Legislative Budget Board	0.0	0.0	0.0	0.0	0.0
Legislative Council	0.0	0.0	0.0	0.0	0.0
Commission on Uniform State Laws	0.0	0.0	0.0	0.0	0.0
State Auditor's Office	0.0	0.0	0.0	0.0	0.0
Legislative Reference Library	0.0	0.0	0.0	0.0	0.0
Subtotal, Legislature	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Retirement and Group Insurance	0.0	0.0	0.0	0.0	0.0
Social Security and Benefit Replacement Pay	0.0	0.0	0.0	0.0	0.0
Lease Payments	0.0	0.0	0.0	0.0	0.0
Subtotal, Legislature	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
TOTAL, Article X - The Legislature	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

Pursuant to Government Code, Section 401.045, no recommendations specific to the Legislature are made in the Governor's Budget. LBB base years data and SB1 amounts for 2014-2015 are provided for comparison purposes only.



APPENDIX F: ALL FUNDS BASELINE

Amounts in millions

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
Article I - General Government					
Commission on the Arts	8.0	3.7	4.0	3.7	3.8
Office of the Attorney General	554.2	526.9	540.0	536.5	512.8
Bond Review Board	0.6	0.5	0.5	0.5	0.5
Cancer Prevention and Research Institute of Texas	224.5	297.1	291.0	5.3	5.1
Comptroller of Public Accounts	232.8	225.1	220.2	219.9	219.9
Fiscal Programs - Comptroller of Public Accounts	512.2	530.9	420.6	392.7	409.7
Commission on State Emergency Communications	82.9	55.8	54.0	52.1	52.1
Employees Retirement System	7.9	8.7	8.1	8.4	8.4
Texas Ethics Commission	1.9	1.9	1.9	1.9	1.9
Facilities Commission	72.4	60.9	117.8	54.1	51.2
Public Finance Authority	1.3	1.5	1.5	1.1	1.0
Fire Fighters' Pension Commissioner	0.7	0.8	0.8	2.4	2.5
Office of the Governor	8.3	10.6	10.3	10.4	10.4
Trusted Programs Within the Office of the Governor	257.9	409.5	422.0	441.3	186.8
Historical Commission	31.4	59.1	18.3	18.2	16.2
Department of Information Resources	317.0	272.3	247.2	291.5	287.6
Library & Archives Commission	35.0	23.5	27.3	22.1	13.1
Pension Review Board	0.7	0.7	0.7	0.7	0.7
Preservation Board	22.2	17.9	14.0	11.0	11.2
State Office of Risk Management	53.0	50.0	53.0	51.5	51.5
Secretary of State	28.8	60.0	28.3	37.3	19.3
Veterans Commission	28.5	27.4	25.7	23.8	22.7
Subtotal, General Government	\$2,482.3	\$2,644.7	\$2,507.5	\$2,186.4	\$1,888.4
Retirement and Group Insurance	102.9	96.2	104.4	113.1	120.8
Social Security and Benefit Replacement Pay	37.6	36.2	36.0	36.6	36.4
Bond Debt Service Payments	25.0	28.8	70.0	91.4	113.5
Lease Payments	11.3	11.4	10.6	10.5	2.6
Subtotal, General Government	\$176.7	\$172.6	\$221.1	\$251.6	\$273.2
Less Interagency Contracts	(396.5)	(341.8)	(323.1)	(363.2)	(358.5)
TOTAL, Article I - General Government	\$2,262.5	\$2,475.6	\$2,405.5	\$2,074.7	\$1,803.1

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
Article II - Health and Human Services					
Aging and Disability Services, Department of	6,902.1	6,506.3	6,332.3	6,441.2	6,435.0
Assistive and Rehabilitative Services, Department of	628.2	617.2	618.4	618.8	622.6
Family and Protective Services, Department of	1,375.3	1,325.6	1,364.5	1,376.2	1,406.2
State Health Services, Department of	2,900.7	2,902.3	2,894.1	2,893.1	2,883.2
Health and Human Services Commission	21,515.7	22,172.2	23,132.1	23,246.0	23,216.9
Subtotal, Health and Human Services	\$33,322.1	\$33,523.5	\$34,341.5	\$34,575.2	\$34,563.8
Retirement and Group Insurance	578.6	546.7	594.0	637.3	684.7
Social Security and Benefit Replacement Pay	171.2	165.0	164.4	163.7	163.2
Bond Debt Service Payments	31.8	25.7	30.1	26.6	29.5
Lease Payments	6.4	6.4	6.1	6.2	2.5
Subtotal, Health and Human Services	\$787.9	\$743.8	\$794.6	\$833.8	\$879.8
Less Interagency Contracts	(326.6)	(366.7)	(404.5)	(410.4)	(409.3)
TOTAL, Article II - Health and Human Services	\$33,783.4	\$33,900.7	\$34,731.6	\$34,998.6	\$35,034.4

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
Article III - Agencies of Education					
Texas Education Agency	26,463.8	24,771.9	24,286.7	24,762.0	25,417.7
School for the Blind and Visually Impaired	41.6	36.0	28.1	22.1	22.0
School for the Deaf	25.6	27.3	28.6	27.5	27.0
Subtotal, Public Education	\$26,530.9	\$24,835.1	\$24,343.3	\$24,811.6	\$25,466.7
Subtotal, Higher Education*	\$10,880.7	\$10,822.8	\$11,470.5	\$8,041.1	\$7,989.8
Teacher Retirement System	2,070.5	1,898.1	1,809.3	1,897.4	1,881.7
Subtotal, Other Education Benefits	\$2,070.5	\$1,898.1	\$1,809.3	\$1,897.4	\$1,881.7
Retirement and Group Insurance	30.3	28.6	31.2	34.2	36.8
Social Security and Benefit Replacement Pay	267.0	255.4	260.3	265.6	270.7
Bond Debt Service Payments	5.0	5.9	8.1	10.5	12.2
Lease Payments	2.5	2.9	2.4	2.5	2.6
Subtotal, Agencies of Education	\$304.8	\$292.8	\$302.0	\$312.8	\$322.3
Less Interagency Contracts	(95.8)	(48.0)	(48.0)	(45.7)	(45.0)
TOTAL, Article III - Agencies of Education	\$39,691.2	\$37,800.9	\$37,877.0	\$35,017.0	\$35,615.5

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

*Baseline 2014-2015 amounts exclude approximately \$6.1 billion in biennial patient income formerly included in totals.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article IV - The Judiciary</u>					
Supreme Court of Texas	37.5	43.9	30.0	30.0	30.0
Court of Criminal Appeals	14.8	13.5	13.8	13.5	13.5
First Court of Appeals District, Houston	3.9	3.8	3.7	3.7	3.7
Second Court of Appeals District, Fort Worth	3.0	2.8	2.8	2.8	2.8
Third Court of Appeals District, Austin	2.5	2.5	2.5	2.5	2.5
Fourth Court of Appeals District, San Antonio	3.0	2.8	2.9	2.9	2.9
Fifth Court of Appeals District, Dallas	5.1	5.1	5.1	5.1	5.1
Sixth Court of Appeals District, Texarkana	1.4	1.3	1.4	1.3	1.3
Seventh Court of Appeals District, Amarillo	1.7	1.7	1.7	1.7	1.7
Eighth Court of Appeals District, El Paso	1.4	1.4	1.4	1.4	1.4
Ninth Court of Appeals District, Beaumont	1.7	1.7	1.7	1.7	1.7
Tenth Court of Appeals District, Waco	1.3	1.3	1.4	1.3	1.3
Eleventh Court of Appeals District, Eastland	1.2	1.3	1.3	1.3	1.3
Twelfth Court of Appeals District, Tyler	1.4	1.4	1.4	1.4	1.4
Thirteenth Court of Appeals District, Corpus Christi-Edinburg	2.5	2.5	2.5	2.5	2.5
Fourteenth Court of Appeals District, Houston	3.9	3.7	3.8	3.8	3.8
Office of Court Administration, Texas Judicial Council	51.8	45.8	48.0	46.5	46.5
Office of Capital Writs	0.8	0.9	0.9	0.9	0.9
Office of the State Prosecuting Attorney	0.4	0.4	0.4	0.4	0.4
State Law Library	1.1	0.8	0.9	0.9	0.9
State Commission on Judicial Conduct	0.9	0.9	1.0	1.0	1.0
Judiciary Section, Comptroller's Department	140.3	138.8	138.8	140.8	140.8
Subtotal, The Judiciary	\$281.9	\$278.3	\$267.2	\$267.4	\$267.3
Retirement and Group Insurance	56.8	47.6	49.3	50.7	52.2
Social Security and Benefit Replacement Pay	10.3	9.9	9.9	9.9	9.9
Lease Payments	2.5	2.3	2.3	2.3	0.0
Subtotal, The Judiciary	\$69.5	\$59.8	\$61.5	\$62.9	\$62.1
Less Interagency Contracts	(9.8)	(9.4)	(9.2)	(9.3)	(9.3)
TOTAL, Article IV - The Judiciary	\$341.6	\$328.7	\$319.5	\$320.9	\$320.1

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article V - Public Safety and Criminal Justice</u>					
Adjutant General's Department	133.4	70.5	65.4	64.9	64.9
Alcoholic Beverage Commission	40.0	42.7	42.3	40.5	40.9
Department of Criminal Justice	3,112.9	3,061.5	3,111.2	3,045.1	3,046.4
Commission on Fire Protection	2.2	2.0	1.9	0.0	0.0
Commission on Jail Standards	1.0	0.9	0.9	0.9	0.9
Texas Juvenile Justice Department	369.4	341.1	333.2	301.9	296.3
Commission on Law Enforcement Officer Standards and Education	3.2	2.7	2.8	2.8	2.8
Department of Public Safety	1,382.2	1,481.2	1,610.1	1,332.7	1,236.1
Subtotal, Public Safety and Criminal Justice	\$5,044.4	\$5,002.6	\$5,167.7	\$4,788.9	\$4,688.2
Retirement and Group Insurance	575.5	520.6	572.8	611.3	654.0
Social Security and Benefit Replacement Pay	167.4	161.4	160.8	160.2	159.6
Bond Debt Service Payments	239.6	176.0	165.0	171.0	174.3
Lease Payments	1.9	1.9	1.9	1.9	0.2
Subtotal, Public Safety and Criminal Justice	\$984.4	\$860.0	\$900.5	\$944.4	\$988.1
Less Interagency Contracts	(92.0)	(98.0)	(90.0)	(89.2)	(88.9)
TOTAL, Article V - Public Safety and Criminal Justice	\$5,936.8	\$5,764.6	\$5,978.2	\$5,644.2	\$5,587.5

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VI - Natural Resources</u>					
Department of Agriculture	555.5	574.0	561.4	552.8	546.9
Animal Health Commission	13.5	9.2	8.8	8.4	8.4
Commission on Environmental Quality	498.6	313.2	396.2	347.9	341.5
General Land Office and Veterans' Land Board	257.6	613.3	1,055.6	866.4	573.4
Low-level Radioactive Waste Disposal Compact Commission	0.0	0.2	0.6	0.6	0.6
Parks and Wildlife Department	352.7	301.6	269.8	284.0	231.7
Railroad Commission	70.7	87.9	72.0	71.1	70.2
Soil and Water Conservation Board	25.0	20.9	21.0	20.0	20.0
Water Development Board	49.2	103.8	56.2	54.5	54.6
Debt Service Payments - Non-Self Supporting G.O. Water Bonds	89.5	119.1	104.9	108.2	107.2
Subtotal, Natural Resources	\$1,912.4	\$2,143.3	\$2,546.5	\$2,314.0	\$1,954.5
Retirement and Group Insurance	102.4	96.1	104.5	111.8	119.8
Social Security and Benefit Replacement Pay	34.3	33.0	32.9	32.7	32.6
Bond Debt Service Payments	6.3	7.4	10.3	14.3	16.1
Lease Payments	3.8	3.9	3.2	3.1	2.9
Subtotal, Natural Resources	\$146.8	\$140.4	\$150.9	\$161.9	\$171.4
Less Interagency Contracts	(32.9)	(27.3)	(19.6)	(17.9)	(17.9)
TOTAL, Article VI - Natural Resources	\$2,026.2	\$2,256.4	\$2,677.8	\$2,457.9	\$2,107.9

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VII - Business and Economic Development</u>					
Department of Housing and Community Affairs	344.2	234.1	230.1	232.8	233.1
Texas Lottery Commission	213.4	216.8	215.1	215.6	215.0
Department of Motor Vehicles	124.8	136.1	172.2	134.8	134.6
Department of Transportation	7,508.5	7,978.4	10,321.7	11,052.1	9,746.4
Texas Workforce Commission	1,102.2	1,104.5	1,132.1	1,092.5	1,090.1
Reimbursements to the Unemployment Compensation Benefit Account	40.9	41.8	27.0	24.3	22.2
Subtotal, Business and Economic Development	\$9,334.0	\$9,711.8	\$12,098.1	\$12,752.0	\$11,441.3
Retirement and Group Insurance	244.4	231.3	252.6	276.6	297.8
Social Security and Benefit Replacement Pay	66.0	63.5	63.0	64.1	63.3
Bond Debt Service Payments	9.6	10.5	13.9	12.9	15.2
Lease Payments	1.1	1.2	1.0	0.9	0.7
Subtotal, Business and Economic Development	\$321.2	\$306.6	\$330.5	\$354.4	\$377.0
Less Interagency Contracts	(79.1)	(69.5)	(61.8)	(60.9)	(59.4)
TOTAL, Article VII - Business and Economic Development	\$9,576.1	\$9,948.9	\$12,366.9	\$13,045.4	\$11,758.9

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article VIII - Regulatory</u>					
State Office of Administrative Hearings	9.1	9.5	9.8	9.7	9.4
Board of Chiropractic Examiners	0.6	0.6	0.6	0.6	0.6
Texas State Board of Dental Examiners	2.2	2.4	2.4	2.4	2.4
Funeral Service Commission	0.8	0.8	0.8	0.8	0.8
Board of Professional Geoscientists	0.6	0.6	0.6	0.6	0.6
Health Professions Council	1.6	0.9	0.8	0.9	0.9
Office of Injured Employee Counsel	8.0	7.6	7.9	7.8	7.8
Department of Insurance	106.0	118.6	139.3	119.2	104.2
Office of Public Insurance Counsel	1.0	1.0	1.0	1.0	1.0
Board of Professional Land Surveying	0.4	0.5	0.5	0.5	0.5
Department of Licensing and Regulation	23.8	24.1	24.0	24.1	24.1
Texas Medical Board	10.9	11.0	11.0	10.9	10.9
Texas Board of Nursing	9.6	10.3	11.2	8.5	8.5
Optometry Board	0.4	0.5	0.5	0.5	0.5
Board of Pharmacy	5.0	5.2	5.2	5.3	5.1
Executive Council of Physical Therapy & Occupational Therapy Examiners	1.1	1.1	1.1	1.1	1.1
Board of Plumbing Examiners	1.9	2.2	2.1	2.2	2.2
Board of Podiatric Medical Examiners	0.2	0.2	0.2	0.3	0.2
Board of Examiners of Psychologists	0.8	0.8	0.8	0.8	0.8
Racing Commission	7.3	8.3	8.3	9.0	9.0
Securities Board	6.4	6.4	7.3	6.8	6.8
Public Utility Commission of Texas	83.8	78.4	100.2	87.9	89.9
Office of Public Utility Counsel	1.8	1.5	1.5	1.5	1.5
Board of Veterinary Medical Examiners	1.0	1.0	1.0	1.0	1.0
Subtotal, Regulatory	\$284.5	\$293.5	\$338.2	\$303.1	\$289.7
Retirement and Group Insurance	34.9	32.7	35.5	37.9	40.6
Social Security and Benefit Replacement Pay	12.3	11.9	11.8	11.8	11.7
Lease Payments	1.6	1.5	1.1	1.1	0.8
Subtotal, Regulatory	\$48.9	\$46.1	\$48.4	\$50.8	\$53.1
Less Interagency Contracts	(6.7)	(13.7)	(5.6)	(4.3)	(4.0)
TOTAL, Article VIII - Regulatory	\$326.7	\$325.9	\$381.0	\$349.6	\$338.8

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

AGENCY	2011 Expended	2012 Estimated	2013 Budgeted	2014 Baseline	2015 Baseline
<u>Article X - The Legislature</u>					
Senate	33.6	30.5	37.1	32.5	35.1
House of Representatives	39.8	33.9	43.5	36.5	41.0
Legislative Budget Board	8.8	10.1	10.8	10.4	10.4
Legislative Council	40.6	31.8	37.6	33.2	36.2
Commission on Uniform State Laws	0.1	0.1	0.1	0.1	0.1
State Auditor's Office	17.1	19.5	19.5	19.5	19.5
Legislative Reference Library	1.5	1.4	1.7	1.5	1.6
Subtotal, Legislature	\$141.5	\$127.4	\$150.3	\$133.7	\$144.0
Retirement and Group Insurance	24.8	23.3	25.3	27.1	29.0
Social Security and Benefit Replacement Pay	8.0	7.8	7.8	7.7	7.7
Lease Payments	7.9	8.0	8.2	8.4	9.0
Subtotal, Legislature	\$40.8	\$39.0	\$41.3	\$43.2	\$45.7
Less Interagency Contracts	(7.9)	(4.6)	(4.6)	(4.7)	(4.7)
TOTAL, Article X - The Legislature	\$174.3	\$161.8	\$187.0	\$172.3	\$185.0

Note: 2011-2013 base numbers match those assumed by the LBB; 2014-2015 match those in SB1. Totals may not add due to rounding.

Pursuant to Government Code, Section 401.045, no recommendations specific to the Legislature are made in the Governor's Budget. LBB base years data and SB1 amounts for 2014-2015 are provided for comparison purposes only.



APPENDIX G: INCREASING BUDGET TRANSPARENCY

The following are just a few examples of how to increase transparency in the State budget.

Budget Article	Agency/Program	Increasing Budget Transparency
II	Medicaid	Organize each Article II agency's budget structure around Medicaid and non-Medicaid activities, for example by organizing the bill pattern around "Medicaid Items of Appropriation" and "Non-Medicaid Items of Appropriation".
III	Higher Education institutions	Repeal statute requiring lump-sum appropriations to institutions and distribute appropriations through a detailed bill pattern including such strategies as instruction, academic support, student services, institutional support, operations and maintenance of plant, and utilities.
V	Texas Department of Criminal Justice	Subdivide strategies C.1.7 (Unit and Psychiatric Care) and C.1.8 (Hospital and Clinical Care) to provide additional information on this growing budgetary cost center.
V	Texas Department of Criminal Justice	Subdivide strategy A.1.2 (Diversion Programs) based on the specific programs funded (residential facilities, substance abuse case loads, mentally ill offenders, etc.).
V	Texas Juvenile Justice Department	Subdivide strategy A.1.5 (Commitment Diversion Initiatives) to identify all types of services this provides. Include a rider that would require Juvenile Probation Department to report on use of funds by caseload outcomes.
V	Texas Department of Public Safety	Establish a new budget goal for driver license operations which would include new strategies for driver license facilities, personnel, and administration.
VI	Texas Department of Agriculture	Subdivide expenditures in Strategy F.1.1 (Rural Community and Economic Development) into Grants, Housing, Rural Economic Development, and Federal Match programs.
VI	Texas Department of Agriculture	Subdivide expenditures in strategy D.2.1 (Nutrition Assistance) into National School Lunch Program, School Breakfast Program, and After School Snack and Summer Programs.
VIII	Regulatory agencies	Include informational riders comparing dedicated revenue generated by a regulatory agency to the amount of dedicated funding appropriated to that agency.
N/A	General	Include informational riders listing funds held outside the Treasury in agency bill patterns, or an approximate amount available outside the Treasury to finance agencies' operations.

