H.B. NO. 1

GENERAL APPROPRIATIONS BILL

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RECAPITULATION - ALL ARTICLES
(General Revenue)

	For the Years Ending August 31, 1996	August 31, 1997
ARTICLE I - General Government	$ 467,686,539	$ 381,752,761
ARTICLE II - Health and Human Services	5,072,284,838	5,309,327,273
ARTICLE III - Agencies of Education	13,201,911,159	13,419,936,793
ARTICLE IV - The Judiciary	107,178,795	106,182,466
ARTICLE V - Public Safety and Criminal Justice	2,744,704,925	2,833,387,858
ARTICLE VI - Natural Resources	177,683,081	165,579,692
ARTICLE VII - Business and Economic Development	48,090,342	31,068,084
ARTICLE VIII - Regulatory	86,823,234	84,913,687
ARTICLE IX - General Provisions	-176,666,184	-195,026,460
ARTICLE X - The Legislature	110,205,891	109,037,175
TOTAL, ALL ARTICLES	$ 21,839,902,620	$ 22,246,159,329

RECAPITULATION - ALL ARTICLES
(General Revenue - Consolidated)

ARTICLE I - General Government	$ 129,402,116	$ 121,402,779
ARTICLE II - Health and Human Services	137,710,742	114,702,183
ARTICLE III - Agencies of Education	17,161,552	17,088,808
ARTICLE IV - The Judiciary	828,010	828,010
ARTICLE V - Public Safety and Criminal Justice	43,923,973	46,323,536
ARTICLE VI - Natural Resources	67,872,000	40,995,494
ARTICLE VII - Business and Economic Development	42,486,479	16,837,395
ARTICLE VIII - Regulatory	106,523,103	106,234,759
ARTICLE IX - General Provisions	-165,000	-1,467,000
ARTICLE X - The Legislature		
TOTAL, ALL ARTICLES	$ 545,742,975	$ 462,945,964

RECAPITULATION - ALL ARTICLES
(Federal Funds)

ARTICLE I - General Government	$ 162,122,217	$ 172,484,284
ARTICLE II - Health and Human Services	7,569,041,112	7,947,749,765
ARTICLE III - Agencies of Education	1,599,185,720	1,609,570,764
ARTICLE IV - The Judiciary		
ARTICLE V - Public Safety and Criminal Justice	43,551,586	29,837,978
ARTICLE VI - Natural Resources	130,222,395	135,808,094
ARTICLE VII - Business and Economic Development	1,997,657,872	1,978,217,009
ARTICLE VIII - Regulatory	2,143,589	2,148,511
ARTICLE IX - General Provisions		
ARTICLE X - The Legislature		
TOTAL, ALL ARTICLES	$ 11,503,924,491	$ 11,875,816,405

RECAPITULATION - ALL ARTICLES
(Other Funds)

	For the Years Ending August 31, 1996	August 31, 1997
ARTICLE I - General Government	$ 233,282,225	$ 155,530,826
ARTICLE II - Health and Human Services	152,902,401	118,632,263
ARTICLE III - Agencies of Education	1,857,877,116	1,870,217,102
ARTICLE IV - The Judiciary	20,997,044	21,042,423
ARTICLE V - Public Safety and Criminal Justice	539,374,910	644,520,682
ARTICLE VI - Natural Resources	509,048,390	508,874,019
ARTICLE VII - Business and Economic Development	2,338,366,791	2,340,345,784
ARTICLE VIII - Regulatory	14,035,849	13,852,109
ARTICLE IX - General Provisions	53,831,000	-6,828,000
ARTICLE X - The Legislature	1,000,000	1,000,000
TOTAL, ALL ARTICLES	$ 5,720,715,726	$ 5,667,187,208

RECAPITULATION - ALL ARTICLES
(All Funds)

ARTICLE I - General Government	$ 992,493,097	$ 831,170,650
ARTICLE II - Health and Human Services	12,931,939,093	13,490,411,484
ARTICLE III - Agencies of Education	16,676,135,547	16,916,813,467
ARTICLE IV - The Judiciary	129,003,849	128,052,899
ARTICLE V - Public Safety and Criminal Justice	3,371,555,394	3,554,070,054
ARTICLE VI - Natural Resources	884,825,866	851,257,299
ARTICLE VII - Business and Economic Development	4,426,601,484	4,366,468,272
ARTICLE VIII - Regulatory	209,525,775	207,149,066
ARTICLE IX - General Provisions	-123,000,184	-203,321,460
ARTICLE X - The Legislature	111,205,891	110,037,175
TOTAL, ALL ARTICLES	$ 39,610,285,812	$ 40,252,108,906
Number of Positions (FTE)	232,582.5	231,332.0

A BILL TO BE ENTITLED

AN ACT

appropriating money for the support of the Judicial, Executive and Legislative Branches of the State government, for the construction of State buildings, and for State aid to public junior colleges, for the period beginning September 1, 1995 and ending August 31, 1997, authorizing and prescribing conditions, limitations, rules and procedures for allocating and expending the appropriated funds; and declaring an emergency.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

ARTICLE I

GENERAL GOVERNMENT

Section 1. The several sums of money herein specified, or so much thereby as may be necessary, are appropriated out of any funds in the State Treasury not otherwise appropriated, or out of special funds as indicated, for the support, maintenance, or improvement of the designated agencies of general government.

AIRCRAFT POOLING BOARD

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: EFFICIENT AIRCRAFT TRAVEL		
To provide safe, efficient aircraft transportation upon request to state officers and employees traveling on official state business.		
Outcomes:		
Increase in the Average Hours SAPB Aircraft Are Used	3.4%	3.4%
A.1.1. Strategy: CENTRAL FLEET OPERATIONS	$ 1,239,456	$ 1,239,456
Operate a fleet of centrally scheduled aircraft to meet users' needs.		
Outputs:		
Number of Hours Aircraft Are Flown	3,200	3,200
Number of Flights	3,174	3,174
B. Goal: AIRCRAFT MAINTENANCE		
To provide quality and economical maintenance, fuel and oil, hangar space, and line services for state operated aircraft.		
Outcomes:		
Percent of Aircraft Inspections Performed by SAPB	93.5%	93.5%
B.1.1. Strategy: AIRCRAFT MAINTENANCE	$ 1,185,200	$ 1,185,200
Operate a state-of-the-art maintenance and avionics repair facility		
Outputs:		
Number of Work Orders Completed	580	580

C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: INDIRECT ADMINISTRATION	$ 216,000	$ 216,000
Grand Total, AIRCRAFT POOLING BOARD	$ 2,640,656	$ 2,640,656
Method of Financing:		
Appropriated Receipts	$ 1,325,856	$ 1,325,856
Interagency Contracts	1,314,800	1,314,800
Total, Method of Financing	$ 2,640,656	$ 2,640,656
Number of Positions (FTE)	41.5	41.5
Schedule of Exempt Positions		
Executive Director, Group 2	$60,500	$60,500

1. **Transfer Authority.** The State Aircraft Pooling Board is hereby authorized to transfer such amounts as may be necessary between appropriation Strategies A.1.1., Central Fleet Operations and B.1.1., Aircraft Maintenance. Appropriations made in Strategy B.1.1., Aircraft Maintenance, include funding for aircraft replacement and aircraft acquisition.

2. **Unexpended Balances.** Any unexpended balances remaining as of August 31, 1996, in appropriations made above to the State Aircraft Pooling Board are hereby reappropriated for the same purpose for the fiscal year beginning September 1, 1996. All unexpended balances remaining as of August 31, 1995, in appropriations made to the State Aircraft Pooling Board by Senate Bill 5, Seventy-third Legislature, Regular Session, 1993, are reappropriated for the biennium beginning September 1, 1995. The State Aircraft Pooling Board is authorized to expend these amounts as may be necessary in Strategy A.1.1., Central Fleet Operations and Strategy B.1.1., Aircraft Maintenance. Appropriations made in Strategy B.1.1., Aircraft Maintenance, include funding for aircraft replacement and aircraft acquisition. All unexpended balances as of August 31, 1995, remaining in the Reserve for Overhaul account included under Strategy B.1.1., Aircraft Maintenance, which are accounted for by amounts attributed to Time Between Overhaul (TBO) hours on individual aircraft engines, are hereby reappropriated to the State Aircraft Pooling Board for the 1996-97 biennium for the purpose of providing major maintenance, repairs, and replacements.

3. **Hourly Wage Rates.** Out of the funds appropriated above in Strategy B.1.1., Aircraft Maintenance, the Aircraft Pooling Board is expressly authorized to hire and determine the wage rates paid for hourly employees.

4. **Recovery of Costs.** It is the intent of the Legislature that the Aircraft Pooling Board shall recover all costs involved in providing air transportation, aircraft maintenance, fuel, program administration and other services to agencies of the state.

COMMISSION ON THE ARTS

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: SECURE RESOURCES To secure from the public and private sectors the appropriate and necessary resources for the purpose of funding the Texas Arts Commission and to equitably distribute such resources.		
A.1.1. Strategy: DIRECT GRANTS Distribute financial assistance funds through direct grants.	$ 1,818,603	$ 1,804,054
Outputs:		
Number of Organizations Receiving Financial Assistance Funds	367	385
A.1.2. Strategy: PEER PANEL REVIEW Encourage excellence and quality in the arts by maintaining a meritorious peer panel review and weighted voting system.	$ 37,000	$ 37,000
Outputs:		
Percentage of Nominees Selected From Geographically Isolated Communities	20%	20%
Percentage of Minority Nominees Selected	40%	40%
Total, Goal A: SECURE RESOURCES	$ 1,855,603	$ 1,841,054
B. Goal: ARTS OPPORTUNITIES To ensure excellent arts opportunities are available to all Texans and are reflective of Texas' diverse heritage and populations.		
Outcomes:		
Percentage of Total Assistance Dollars Provided to Rural and Minority Organizations	36%	38%
B.1.1. Strategy: ART PROMOTION Promote and encourage the public's understanding of the arts' contribution and value to Texas through improved public and private support for the arts.	$ 378,777	$ 378,657
Outputs:		
Number of Requests for Public Information and Assistance Received and Answered	42,100	42,100
B.1.2. Strategy: CONSUMER DIVERSITY Sustain and improve services and accessibility to geographically isolated and rural communities, culturally diverse populations, individuals with disabilities, and economically disadvantaged communities.	$ 1,020,811	$ 951,573
Outputs:		
Number of Communities of Less Than 50.000 People Receiving Assistance	247	260
Number of Minority Organizations Funded	94	99
B.1.3. Strategy: ARTS PARTICIPATION Improve statewide participation in arts programs.	$ 80,704	$ 80,604

Outputs:		
Number of Individuals Participating in Commission-Funded Projects	35,000,000	35,000,000
Total, Goal B: ARTS OPPORTUNITIES	$ 1,480,292	$ 1,410,834
C. Goal: ARTS EDUCATION		
To ensure that arts education is recognized and utilized as a major contributor to literacy and to strengthening basic learning skills in Texas schools.		
Outcomes:		
Percentage of School Districts Participating in the Commission-Funded Artist Residency Programs	16%	16%
C.1.1. Strategy: SCHOOL-AGE CHILDREN	$ 285,820	$ 285,871
Provide improved arts education opportunities for school-age children		
Outputs:		
Number of School Districts Participating in Commission-Funded Arts Education Programs	168	168
C.1.2. Strategy: CONTINUING EDUCATION	$ 53,707	$ 53,607
Support continuing education in the arts for the general public.		
Outputs:		
Number of Educational Grants Awarded	512	538
Total, Goal C: ARTS EDUCATION	$ 339,527	$ 339,478
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: INDIRECT ADMINISTRATION	$ 451,248	$ 462,950
Grand Total, COMMISSION ON THE ARTS	$ 4,126,670	$ 4,054,316
Method of Financing:		
General Revenue Fund	$ 3,316,170	$ 3,323,816
Federal Funds	810,500	730,500
Total, Method of Financing	$ 4,126,670	$ 4,054,316
Number of Positions (FTE)	15.5	15.5
Schedule of Exempt Positions		
Executive Director, Group 2	$55,287	$55,287

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to Master Equipment Lease Purchase Program" or for items with an "(MELPP)"

notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Acquisition of Information Resource Technologies		
(1) Automated Information System	$ 48,649	$ 48,649
b. Transportation Items		
(1) Lease/Purchase of Motor Vehicle - Other	$ 4,200	$ 4,200
Total, Capital Budget	$ 52,849	$ 52,849

2. **Appropriation: Texas Cultural Endowment Fund Interest Earnings.** In addition to the sums appropriated above, interest earned on money deposited in the Texas Cultural Endowment Fund shall be deposited to the credit of the trust fund and then transferred to the Texas Commission on the Arts. The interest earnings are hereby appropriated to the Texas Commission on the Arts for the purpose of developing the Texas Cultural Endowment Fund. Any unexpended balance of such earnings on August 31, 1996 are reappropriated for the same purpose for the fiscal year beginning September 1, 1996.

3. **Contingency Appropriation: Texas Cultural Endowment Fund.** Contingent upon the passage of House Bill 2129, Seventy-fourth Legislature, Regular Session, there is hereby appropriated an amount not to exceed $2,000,000 out of the General Revenue Fund for the biennium beginning September 1, 1995 to be deposited in the Texas Cultural Endowment Fund established under Section 444.026, Government Code.

4. **Sunset Contingency.** Funds appropriated above for fiscal year 1997 for the Texas Commission on the Arts are made contingent on the continuation of the Texas Commission on the Arts by the Legislature. In the event the agency is not continued, the funds appropriated for fiscal year 1996 or as much thereof as may be necessary are to be used to provide for the phase out of agency operations.

OFFICE OF THE ATTORNEY GENERAL

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PROVIDE LEGAL SERVICES To provide skillful and high quality legal representation, counseling, and assistance for the State of Texas, its authorized entities and employees in the lawful performance of their duties.		
Outcomes:		
Delinquent Revenue Collected	35,400,000	35,400,000
Ratio of Cases Closed/Settled to Total Caseload	2.7	2.8

A.1.1. Strategy: LEGAL SERVICES Respond to the legal counseling needs of the State of Texas, its authorized entities and employees by providing appropriate legal advice and answers to legal questions posed by clients. Respond to the litigation needs of the State of Texas, its authorized entities and employees through the use of appropriate pre-trial and trial actions. Implement the use of alternative dispute resolution methods in legal disputes involving the state when this course of action is in the best interest of the state. Respond to the legal counseling and litigation needs of the State of Texas in the Colonias Project. Comply with S.B. 3, Seventy-second Legislature, First Called Session, consolidating specific state agency legal services into one general counsel function in the Office of the Attorney General.	$ 42,976,247	$ 43,047,619
Outputs:		
Legal Hours Billed to Legal Counseling	163,829	163,829
Legal Hours Billed to Litigation	675,260	675,260
Legal Hours Billed to ADR	2,460	2,460
Legal Hours Billed to Colonias Project	4,500	4,500
Efficiencies:		
Average Cost per Legal Hour	58	57
A.1.2. Strategy: VOLUNTEER COURT ADVOCATES To provide volunteers who serve as guardians ad litem, i.e. volunteer court advocates for juveniles. This assistance is actually provided by a non-profit organization, Texas Court Appointed Special Advocates, Inc., which is funded by state appropriations.	$ 500,000	$ 500,000
Total, Goal A: PROVIDE LEGAL SERVICES	$ 43,476,247	$ 43,547,619
B. Goal: ENFORCE CHILD SUPPORT LAW To enforce aggressively and fairly both state and federal child support laws and regulations.		
Outcomes:		
Percent Change in Amount of Child Support Collected	12%	12%
Percent Change in Number of Children for Whom Paternity Established	6%	9%
Percent Change in Number of Child Support Obligations Established	11%	9%
Percent Change in Number of AFDC Cases Transferred to Non-AFDC Status	9%	8%
B.1.1. Strategy: CHILD SUPPORT ENFORCEMENT Collect court-ordered child support through the use of the following four sub-strategies: establish paternity; establish child support obligations; enforce child support obligations; and receive and distribute child support monies.	$ 125,461,560	$ 126,516,590
Outputs:		
Amount of Child Support Collected (in Millions)	509.7	569.8
Number of Children for Whom Paternity has Been Established	34,968	38,070

Number of Child Support Obligations Established	41,830	45,590
Number of AFDC Cases Transferred to Non-AFDC Status	21,808	23,594
Number of Paternity Cases Established	29,140	31,725
Efficiencies:		
Ratio of Total Dollars Collected per Dollar Spent	4.05	4.25

C. Goal: CRIME VICTIM COMPENSATION
To assist victims of crime in Texas by investigating and verifying applications and processing approved applications for crime victims' compensation.

Outcomes:		
Average (Days) Turnaround Time for Payment of Bills	115	110

C.1.1. Strategy: CRIME VICTIM COMPENSATION	$ 64,447,952	$ 70,624,770
Obtain and review all claims for crime victims' compensation in accordance with state and federal regulations to determine eligibility for payment; ensure that all bills are reviewed for medical reasonableness and necessity and paid at the correct rate and that limits are not exceeded.		
Outputs:		
Number of Eligibility Determinations Made	15,206	16,727
Efficiencies:		
Average Cost per Eligibility Determination Made	172.31	156.28

D. Goal: REFER MEDICAID CRIMES
To conduct a statewide program of investigation and to refer for prosecution all violations of laws pertaining to fraud and/or misconduct in the administration of the Texas Medicaid Program, and recover funds obtained through fraudulent provider activity.

Outcomes:		
Amount of Medicaid Over-Payments Identified	429,000	451,000

D.1.1. Strategy: MEDICAID INVESTIGATIONS	$ 2,059,301	$ 2,056,935
Conduct a statewide program of investigation and refer for prosecution all violations of laws pertaining to fraud in the administration of the Texas Medicaid Program, the provision of medical assistance, and the activities of providers of medical assistance under the State Medicaid Plan. Review complaints alleging abuse or neglect of patients in health care facilities receiving payments under the State Medicaid Plan.		
Outputs:		
Number of Investigations Concluded	232	236
Number of Cases Referred for Prosecution	81	83
Efficiencies:		
Average Cost per Investigation Concluded	8,876	8,716

E. Goal: STATE WORKER COMPENSATION
To process state workers' compensation claims efficiently under the state's self-insured workers' compensation program and in a manner that balances consideration for employee rights and needs with the protection of the legitimate interest of the state.

Outcomes:		
Cost of Workers' Compensation per Covered State Employee	385	401
E.1.1. Strategy: WORKERS' COMPENSATION Obtain and review all claims for workers' compensation in accordance with state law and administrative regulations, determine nature and seriousness of injury, and whether employee is entitled to state paid leave time. Determine eligibility for medical and indemnity payments and for wage and indemnity payment rate.	$ 5,063,131	$ 5,055,764
Outputs:		
Number of Bills Paid	138,084	142,226
Efficiencies:		
Average Number of Days to Determine Claim Eligibility	5.5	5.5
Average (Days) Turnaround Time for Payment of Bills	23.5	23.5
Grand Total, OFFICE OF THE ATTORNEY GENERAL	$ 240,508,191	$ 247,801,678
Method of Financing:		
General Revenue Fund	$ 29,903,221	$ 29,948,785
General Revenue - Consolidated		
Earned Federal Funds	6,250,000	6,250,000
General Revenue - Consolidated (Insurance Taxes and Fees)	2,680,874	2,680,875
Subtotal, General Revenue Fund - Consolidated	$ 8,930,874	$ 8,930,875
General Revenue - Dedicated		
Compensation to Victims of Crime Receipts, estimated	55,203,488	51,800,651
Subtotal, General Revenue - Dedicated	$ 55,203,488	$ 51,800,651
Other Funds		
State Highway Fund No. 006	4,459,372	4,459,372
Criminal Justice Grants	500,000	500,000
Appropriated Receipts	2,000,000	2,000,000
Child Support Retained Collection Account	36,914,184	36,899,734
Attorney General Debt Collection Receipts	8,300,000	8,300,000
Federal Funds, estimated	94,297,052	104,962,261
Subtotal, Other Funds	$ 146,470,608	$ 157,121,367
Total, Method of Financing	$ 240,508,191	$ 247,801,678
Number of Positions (FTE)	3,827.0	3,849.0
Schedule of Exempt Positions		
Attorney General, Group 4	$79,247	$79,247

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease Payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Acquisition of Information Resource Technologies		
(1) Automated Interfaces	$ 186,747	$ 378,747
(2) Network Equipment	564,877	1,214,942
(3) Mainframe Software	145,000	125,000
(4) Microcomputer/Application Software	433,350	502,200
(5) Upgrade of Equipment	521,699	418,772
(6) Replacement/Maintenance	732,932	746,448
(7) Court Masters	205,650	0
(8) Communications/Mail Server Project	250,000	0
(9) Replacement of Microcomputers	183,900	183,900
(10) Infrastructure Upgrade	26,980	0
(11) Client/Server	27,500	62,500
(12) Litigation Support	$ 171,808	$ 171,808
Total, Acquisition of Information Resource Technologies	$ 3,450,443	$ 3,804,317
b. Acquisition of Capital Equipment and Items		
(1) Office Furniture (Child Support)	288,030	262,030
c. Lease Payments to the Master Equipment Lease Purchase Program (1992/1993)	$ 213,745	$ 0
Total, Capital Budget	$ 3,952,218	$ 4,066,347
Method of Financing (Capital Budget):		
General Revenue Fund	$ 487,635	$ 340,865
State Highway Fund No. 006, estimated	46,512	39,531
Compensation to Victims of Crime Receipts, estimated	13,456	12,320
Federal Funds, estimated	1,409,525	1,770,808
Child Support Retained Collection Account	1,924,125	1,882,875
Earned Federal Funds	70,965	19,948
Total, Method of Financing	$ 3,952,218	$ 4,066,347

2. **Cost Allocation, Reporting Requirement.** The Attorney General's Office is directed to continue during the 1996-97 biennium an accounting and billing system by which the costs of legal services provided to each agency may be determined. This cost information shall be

provided to the Legislative Budget Board and the Governor's Office of Budget and Planning within 60 days after the close of the fiscal year.

3. **Petty Cash Fund Authorized.** The Office of the Attorney General is authorized a Petty Cash Revolving Fund in the amount of $5,000 to be used in accordance with Chapter 404, Subchapter I, Government Code.

4. **Child Support Collections.**

   a. The Attorney General shall deposit Child Support Retained Collections in a special account in the Comptroller's Office. The account shall be called the Child Support Retained Collections Account. Child Support Retained Collections shall include both the state share of funds collected by the Office of the Attorney General which were previously paid by the State as Aid to Families with Dependent Children (AFDC) payments and all incentive payments received from the federal government for both AFDC and non-AFDC collections.

   b. Amounts earned as interest on, and allocated by the State Treasurer to, the Child Support Trust Fund No. 994 shall be transferred monthly by the Comptroller of Public Accounts to such funds from the General Revenue Fund, and all amounts so transferred are hereby appropriated to the Attorney General for use during fiscal years 1996 and 1997, in addition to the amounts otherwise appropriated herein. Amounts transferred pursuant to this provision shall be shown as a separate, individual entry in the Method of Finance in all standard reports regularly utilizing a method of finance which are submitted to the Governor's Office of Budget and Planning or the Legislative Budget Board.

   c. The Attorney General is directed to accrue and leave unexpended amounts in the Child Support Retained Collections Accounts sufficient to be used as the initial state funding necessary for operation of the Child Support Enforcement program during fiscal year 1998. It is the intent of the Legislature that this program be self sufficient through funding from the Child Support Retained Collections Account and related Title IV-D grant funds.

   d. The Attorney General, in cooperation with the Comptroller of Public Accounts and the State Treasurer, shall develop and maintain such cost centers and/or subaccounts within Child Support Trust Fund No. 994 and/or the Child Support Retained Collections Account as may be determined necessary or appropriate to separately account for, and allocate the interest earned on, the various sources for receipts deposited to, and types of expenditures made from such funds. The State Treasury shall separately allocate interest earned by the State to each such cost center and/or subaccount, or to such groupings thereof as may be designated by the Attorney General for purposes of reporting interest earned to the federal government.

   e. The Comptroller of Public Accounts is directed to transfer and carry forward all the balances of funds in the Child Support Trust Fund No. 994 and the Child Support Retained Collections Account from the second fiscal year of the prior biennium into such funds to be available for use in the first fiscal year of the current biennium. Any balances in the Child Support Trust Fund No. 994 and the Child Support Retained Collections Account on hand as of the last day of the first fiscal year of the current biennium, shall be carried forward in such funds as funding sources for the appropriation for the second fiscal year of the current biennium. It is the intent of the Legislature that the remaining balances in the Child Support Trust Fund No. 994 and the Child Support Retained Collections Account as of the last day of the current biennium be carried

forward into the first fiscal year of the next biennium and be reappropriated for the first fiscal year of the next biennium for the child support enforcement program.

f. The office may solicit, accept and expend grants from the federal government or other sources in excess of amounts appropriated herein, and such amounts are hereby appropriated for purposes relating to child support enforcement. Expenditures from such grants are limited to the amount of the grants and for the specific purposes expressed in the grants and for no other purposes.

g. In addition to the amounts otherwise appropriated for Strategy B.1.1., Child Support Enforcement, all funds received from the federal government as reimbursement for the costs and fees paid to district or county clerks, sheriffs or constables in Title IV-D cases under Section 76.009, Human Resources Code are hereby appropriated to the Office of the Attorney General for use during fiscal years 1996 and 1997.

5. **Disposition, Earned Federal Funds.** Earned Federal Funds received in connection with child support or other programs of the Office of the Attorney General, and funds received as depreciation on child support capital equipment, in excess of the amount shown in the method of financing are specifically not appropriated to the Office of the Attorney General, except as allowed by rider. Earned Federal Funds received in excess of the amount shown in the method of financing for any fiscal year are to be carried forward and applied toward the amount listed in the next fiscal year's method of financing. Regardless of the total amount collected by the Office of the Attorney General, in no event shall this provision be construed as an appropriation in addition to the amount appropriated above, as specified in the method of financing.

6. **Debt Collection Report Required.** Within 60 days after the close of the fiscal year, the Office of the Attorney General shall submit to the Legislative Budget Board and the Governor's Office of Budget and Planning a report detailing judgments and debts collected as a result of litigation, and judgments and debts yet to be collected.

7. **Reporting Requirement.** The Attorney General's Office is directed to develop and maintain separate accounting information and records on receipts and distribution of funds from the Child Support Trust Fund No. 994 and the Child Support Retained Collections Account No. 787. Such information must at a minimum identify all deposits, allocations and expenditures by type of revenues. The Comptroller of Public Accounts shall prescribe rules and procedures to assure compliance with this section and all transactions and balances shall be reconciled monthly against the records of the Comptroller. In addition to the requirements for annual financial reports required by the General Provisions of this Act, the Attorney General shall include a separate section detailing all such balances, receipts and distributions of money in Fund No. 994 and the Child Support Retained Collections Account. The report must specifically show balances held for transfer to operating appropriations of the Attorney General's Office and any other agency. In addition, any balances which are unclaimed and subject to escheat under other laws must be identified as to amount and age.

8. **Debt Collections.**

a. The Office of the Attorney General shall attempt to collect all delinquent judgements owed the State of Texas. A portion of those debts collected, as outlined below, shall be eligible for retention by the Office of the Attorney General and may be used as a source of funding for agency operations as specified in and limited by the method of financing of the Office. One hundred percent (100%) of the debts collected by the Office of the Attorney General and eligible for retention by the Office shall be applied toward the amounts shown above for OAG Debt Collections in the method of financing for agency

operations. Once debt collections retained by the Office reach the amounts appropriated for agency operations for the biennium, one hundred percent (100%) of collection revenues up to an amount of $18.0 million total for the biennium shall be set aside to be eligible for use as payment of Workers' Compensation claims in fiscal years 1996 and 1997. Regardless of the total amount collected by the Attorney General, in no event shall this provision be construed as an appropriation in addition to the amount appropriated above as specified in the method of financing, of any of the funds collected by the Office of the Attorney General.

b. To be eligible for retention by the Office of the Attorney General the debt collected must be from a qualifying judgement. Qualifying judgements, as used in this rider, are judgements that are at least one-year old from the date of entry of the court order and also include debts not reduced to judgement where there are collections on the debt by the Collections Division of the Attorney General's Office if the debt is delinquent by more than one year or has been certified for collection to the Collections Division of the Attorney General's Office. In no event shall more than $5.0 million from collections stemming from a common nucleus of operative fact be eligible for retention by the Office of the Attorney General.

c. It is the intent of the Legislature that the following not be allowed as a credit toward the percentage set forth in Rider 8.a. above: judgements collected by state agencies; judgements less than one year old; or judgements collected without direct action by the Attorney General's Collection Division. The State Auditor shall verify that the above funds resulting from funds collected by the Collections Division of the Attorney General's Office do not include child support collections, or judgements collected from any other source or process other than through the Collections Division and the other requirements as set out in this rider.

d. The Attorney General shall maintain a centralized recordkeeping system for accounting for various departmental and agency certification of delinquent taxes, judgements, and other debts owed the state. The accounting should distinguish by type of tax, judgement, or other debt, and provide for: when the debt was certified by an agency or department for collection by the Attorney General; when it was collected or disposed of, and such other information as the Legislative Budget Board, Governor's Office of Budget and Planning, or the Comptroller of Public Accounts may require. The Attorney General shall submit semi-annual reports to the Governor's Office of Budget and Planning and the Legislative Budget Board detailing by agency or department the amount of each debt, when the debt was certified and when, and in what amount, it was collected or disposed of.

9. **Child Support Case Tracking System.** It is the intent of the Legislature that the Office of the Attorney General automatically track delinquent child support payments that are 30 days in arrears and serve notice at this time. At the 60 day period, delinquency collection procedures will be initiated by the department. At least semi-annually, beginning within 60 days after the close of each fiscal year, the Office of the Attorney General shall submit to the Legislative Budget Board and the Governor's Office of Budget and Planning a report detailing the monthly amount of all court ordered payments for current support and arrears due and the monthly amount of all court ordered payments for current support and arrears collected.

10. **Child Support Cost.** The Attorney General is directed to identify alternatives available under existing law to assist district courts, district clerks, sheriffs, constables, and other local government authorities in meeting the costs they incur in the administration, adjudication, or enforcement of child support cases related to the Attorney General's child support

enforcement program. The alternatives so identified shall be reported by the Attorney General to the Legislative Budget Board by March 1, 1996.

11. **Interagency Contracts.** Any such interagency contract for legal services between the Attorney General's Office and state agencies shall not jeopardize the ability of the agencies to carry out their legislative mandates, shall not affect their budget such that employees must be terminated in order to pay the requested amount and shall not exceed reasonable attorney fees for similar legal services in the private sector.

12. **Crime Victims Compensation Program: Utilization of Medical Fee Guidelines**. All funds used to reimburse health care providers for the cost of health care services provided to victims of crime shall be reimbursed at rates not to exceed the fee guidelines established in Section 413.011 et seq., Labor Code. The agency, victims or claimants are not responsible for health care service charges in excess of the fee guidelines unless a review of medical or dental services determines there is a reasonable medical justification for the deviation.

13. **River Compact Lawsuit Contingency**. Out of the amounts appropriated above for Strategy A.1.1., Legal Services, $205,000 shall be set aside to purchase professional services to force compliance of the Texas river compacts member states and/or agencies of the United States and defend the State in any legal proceeding involving the compacts.

14. **Client Representation.** In making a determination whether to initiate or settle litigation referred by a state agency, the Attorney General shall follow the written recommendation of the executive director of the referring state agency, or his designee, unless the Attorney General determines that good cause exists to disregard such recommendation. In that event, the Attorney General shall provide the client agency with an explanation of the reasons for such determination.

15. **Transfer Authority.** Notwithstanding limitations on appropriation transfers contained in the General Provisions of this Act, the Attorney General is hereby authorized to direct agency resources and transfer such amounts appropriated above between appropriation line items.

16. **Appropriation of Receipts, Court Costs.** All court costs, attorneys' fees and investigative costs recovered by the Office of the Attorney General in excess of those specifically appropriated and shown in the agency's method of finance are hereby appropriated to the office of the Attorney General during the biennium of receipt in an amount not to exceed $4.6 million for the biennium. At least semi-annually, beginning within 60 days after the close of each fiscal year, or more often upon request of the Legislative Budget Board, the Office of the Attorney General shall submit to the Legislative Budget Board, the Senate Finance Committee, and the House Appropriations Committee a report detailing the amount of receipts collected under this rider for the reporting period, and the strategy or strategies to which the receipts were allocated.

17. **Appropriation of Gifts, Grants, and Forfeited Assets.** All moneys deposited to the credit of the Attorney General Law Enforcement Account and all interest accruing from the deposit of those moneys are hereby appropriated to the Office of the Attorney General for the biennium ending August 31, 1997, for the purposes provided by Section 402.005, Government Code.

18. **Legal Service Transfers.** Having determined that the reasonable costs of the legal services rendered by the Attorney General to the state agencies listed below in carrying out their statutory duties and responsibilities to be the sums herein indicated, the Legislature hereby adopts the foregoing fact-finding; and for the purpose of paying for such services the

Comptroller of Public Accounts shall transfer from funds, as designated by each agency, to the General Revenue Fund at the end of each fiscal year the following sums:

	For the Years Ending August 31, 1996	August 31, 1997
Texas Department of Criminal Justice	$ 700,000	$ 700,000
Texas Natural Resource Conservation Commission	520,000	520,000
Texas Department of Transportation	520,000	520,000
Railroad Commission	520,000	520,000
Texas Employment Commission	460,000	460,000
Department of Public Safety	420,000	420,000
Department of Human Services	225,000	225,000
Texas Alcoholic Beverage Commission	175,000	175,000
Department of Mental Health and Mental Retardation	175,000	175,000
Texas Workers' Compensation Commission	150,000	150,000
Parks and Wildlife Department	150,000	150,000
Texas Department of Health	100,000	100,000
Veterans' Land Board	65,000	65,000
Department of Housing and Community Affairs	60,000	60,000
Finance Commission Related Agencies	210,000	210,000
Lottery Commission	50,000	50,000
TOTAL	$4,500,000	$4,500,000

The Office of the Attorney General shall not be appropriated any state funds from interagency contracts, notwithstanding the provisions of Article IX, Section 94.1 of this Act; however, the Office of the Attorney General is hereby appropriated funds received from interagency contracts for non-legal services rendered by the Office of the Attorney General.

19. **Recovery of Expenses Incurred in Obtaining Administrative and/or Civil Penalties.** In addition to funds appropriated elsewhere in this act, the Office of the Attorney General is hereby appropriated all fees assessed pursuant to, and all recovered expenses incurred in, obtaining administrative and/or civil penalties in an amount not to exceed $3.2 million for the FY 1996-97 biennium. Recovered expenses include, but are not limited to, investigative costs, witness fees, attorney fees and deposition expenses. At least semi-annually, beginning within 60 days after the close of each fiscal year, or more often upon request of the Legislative Budget Board, the Office of the Attorney General shall submit to the Legislative Budget Board, the Senate Finance Committee, and the House Appropriations Committee a report detailing the amount of receipts collected under this rider for the reporting period, and the strategy or strategies to which the receipts were allocated.

20. **Coordination with Department of Human Services.** The Office of the Attorney General shall work with the Department of Human Services (DHS) to develop a streamlined procedure to ensure that all information required to establish and enforce child support obligations is provided by the custodial parent at the time of application for Aid to Families with Dependent Children (AFDC), before eligibility is determined. The Office of the Attorney General shall submit to the Legislature by September 1, 1995, a specific plan and timetable to ensure the stationing of child support staff at appropriate DHS locations when it is cost effective to do so. The Office of the Attorney General shall return all incomplete

referrals for child support enforcement to DHS until a linkage between AFDC and child support is developed.

21. **Guidelines for Evaluating Governmental Actions.** The Attorney General shall develop guidelines to assist state agencies in identifying and evaluating governmental actions that may result in a taking. The Attorney General shall adopt guidelines that are consistent with the holdings of the United States Supreme Court and the Supreme Court of this state and review the guidelines at least annually to insure their consistency. The guidelines adopted by the Attorney General under this provision do not enlarge or reduce the scope of private property protections provided by the United States Constitution or the Constitution of this state.

22. **Capital Expenditures Authorized.** Notwithstanding the limitations placed on the expenditure of funds for capital budget items contained in this Act, the Office of the Attorney General is hereby authorized to expend funds appropriated to the Office of the Attorney General for the acquisition of capital budget items.

23. **Unexpended Balances Carried Forward.** All unexpended balances for interagency contracts appropriated and/or allocated to the Office of the Attorney General from the 1994-95 biennium due to efficiencies or other cost savings of the Office of the Attorney General are hereby re-appropriated for the 1996-97 biennium to Strategy B.1.1., Child Support Enforcement. The appropriations herein are for ensuring the continuation of high priority programs within the Office of the Attorney General.

24. **Contingency Appropriation for Senate Bill 793.** Contingent upon the enactment of Senate Bill 793, or similar legislation relating to the enforcement of certain child support and medical support obligations, by the 74th Legislature, Regular Session, the Office of the Attorney General is hereby appropriated an amount not to exceed $3,011,678 for fiscal year 1996 and $2,492,004 for fiscal year 1997 out of additional revenues collected pursuant to Senate Bill 793 for the purpose of implementing that Act. The Office of the Attorney General is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

25. **Contingency Appropriation for Senate Bill 1276.** Contingent upon the enactment of Senate Bill 1276, or similar legislation relating to the creation of the Crime Victims' Institute and the Crime Victims' Institute Account, by the 74th Legislature, Regular Session, the Office of the Attorney General is hereby appropriated an amount not to exceed $344,477 for fiscal year 1996 and $319,902 for fiscal year 1997 out of additional revenues collected pursuant to Senate Bill 1276 for the purpose of implementing that Act. The Office of the Attorney General is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

26. **Contingency Rider for House Bill 1589.** Contingent upon the enactment of House Bill 1589, Seventy-fourth Legislature, Regular Session, or similar legislation relating to the provision of workers' compensation benefits for certain state employees and to the creation of a State Office of Risk Management, and for the purpose of implementing the provisions of that Act:

    a. the Comptroller of Public Accounts shall transfer the general revenue appropriation to the Office of the Attorney General in Strategy item E.1.1., Workers' Compensation, in the amount of $5,063,131 for fiscal year 1996 and $5,055,764 for fiscal year 1997, to the State Office of Risk Management within the Workers' Compensation Commission; and

b. the Comptroller of Public Accounts shall reduce the general revenue appropriation for the 1996-1997 biennium to the Office of the Attorney General by an amount which is equal to the amount by which the Attorney General Debt Collection Receipts for the 1994-1995 biennium exceed the Attorney General Debt Collection Receipts for the 1996-1997 biennium.

WORKERS' COMPENSATION PAYMENTS

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: WORKERS' COMP PAYMENTS		
Workers' Compensation Payments		
A.1.1. Strategy: WORKERS' COMP PAYMENTS	$ 70,775,361	$ U.B.
Workers' Compensation Payments		
Grand Total, WORKERS' COMPENSATION PAYMENTS	$ 70,775,361	$ U.B.
Method of Financing:		
General Revenue Fund	$ 51,675,361	$ U.B.
Appropriated Receipts	1,100,000	U.B.
Attorney General Debt Collection Receipts	18,000,000	U.B.
Total, Method of Financing	$ 70,775,361	$ U.B.

1. **Appropriation - Subrogation Receipts.** All sums of money recovered by the director from third parties by way of subrogation are hereby appropriated to the Attorney General's Office during the biennium of receipt to be used for the payment of compensation and other benefits to state employees. Twenty-five percent of received funds shall be allocated to the agencies whose employees recovered damages from third parties, to be used for the payment of compensation and other benefits to their employees.

2. **Cost Containment.** The Office of the Attorney General shall submit a report detailing the effectiveness of various cost containment measures undertaken and proposing additional measures to reduce workers compensation costs. This report shall be submitted to the legislative and executive budget offices, in a form as those offices may require, within forty-five days after the close of each fiscal year.

3. **Amount to be Spent on Workers' Compensation.** The money appropriated above to the Office of the Attorney General for Workers' Compensation Payments represents 75 percent of the total projected costs of workers' compensation claim payments during the biennium. Per Section 75 of the General Provisions of this Act, the Legislature intends that the remaining 25 percent of the cost of workers' compensation claim payments will be paid by agencies whose employees receive the payments.

4. **Contingency Rider for House Bill 1589.** Contingent upon the enactment of House Bill 1589, Seventy-fourth Legislature, Regular Session, or similar legislation relating to the provision of workers' compensation benefits for certain state employees and to the creation of a State Office of Risk Management, and for the purposes of implementing the provisions of that Act:

   a. the Comptroller of Public Accounts shall reduce the fiscal year 1996 general revenue appropriation to Workers' Compensation Payments by $2,300,000; and

   b. all references in the above riders to the Office of the Attorney General or the Attorney General's Office shall mean the State Office of Risk Management within the Workers' Compensation Commission.

BOND REVIEW BOARD

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: PROTECT TEXAS BOND RATING Ensure that Texas state bonds attain the highest possible bond rating and that these bonds are issued in the most cost-effective manner possible.		
Outcomes:		
Change in Issuance Costs per $1000 Debt Issued	-3%	-3%
A.1.1. Strategy: BOND ISSUE REVIEW Review each Texas bond issue to ensure proper legal authorization, accurate and adequate disclosure, appropriate use of call provisions, bond insurance and other provisions which affect marketability.	$ 153,001	$ 153,001
Outputs:		
Number of State Bond Issues Reviewed	25	22
Number of Lease-Purchase Agreements Reviewed	12	12
Efficiencies:		
Average Time to Review Lease-Purchase Agreements (Days)	1	1
A.1.2. Strategy: DEBT BURDEN ANALYSIS Analyze and report to the Legislature, investors, rating agencies, bond analysts, and other interested parties on Texas' debt burden and credit worthiness and analyze and report to the Legislature and other policymakers actions which would raise the state's bond rating and/or lower state borrowing costs.	$ 73,044	$ 73,044
Outputs:		
Number of Recommendations Presented to State Policy Makers and Bond Issuers	5	5

Efficiencies:		
Average Time (Days) Spent per Capital Financing Recommendation	8	8
Total, Goal A: PROTECT TEXAS BOND RATING	$ 226,045	$ 226,045
B. Goal: LOCAL BOND DEBT		
Ensure that public officials have access to current information regarding local government capital planning, finance and debt management.		
Outcomes:		
Percentage Increase in the Number of Local Governments Achieving Improvement in Bond Rating	10%	15%
B.1.1. Strategy: ANALYZE LOCAL BOND DEBT	$ 150,125	$ 150,125
Collect, maintain and analyze data on the current status of and improvements to local government capital planning, finance and debt management; and report findings to the legislature, other state officials and local policymakers.		
Outputs:		
Number of Contacts Made With Local, State and Federal Officials or Policymakers	1,900	1,900
Efficiencies:		
Average Cost per Official Receiving Data	79	79
C. Goal: PRIVATE ACTIVITY BONDS		
Ensure that the authorization for Texas state and local entities to issue private activity bonds is allocated consistently with legislative mandates, in the most equitable manner possible, and in the best interest of the people of Texas.		
Outcomes:		
Percentage Reduction in Allocation not Used for Intended Purpose Within 12 Months of Issuance	0%	50%
C.1.1. Strategy: PRIVATE ACTIVITY BONDS	$ 164,944	$ 164,944
Administer the private activity bond allocation program efficiently and effectively to ensure the total utilization of the state's annual private activity bond allocation according to federal regulations and compile and analyze the results of each allocation in an annual report, including recommendations for statutory and/or rule changes to ensure that the program effectively addresses the needs of the state.		
Outputs:		
Number of Recommendations Presented to Policy Makers	5	5
Efficiencies:		
Average Processing Time per Application and Each Subsequent Filing (Hours)	4	4
Grand Total, BOND REVIEW BOARD	$ 541,114	$ 541,114
Number of Positions (FTE)	10.5	10.5

BOND REVIEW BOARD
(Continued)

Schedule of Exempt Positions		
Executive Director, Group 3	$65,776	$65,776

COMPTROLLER OF PUBLIC ACCOUNTS

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: COMPLIANCE WITH TAX LAWS		
To improve voluntary compliance with tax laws.		
Outcomes:		
Percent Accuracy Rate of Reported Amounts on Original Audits	94%	94%
Average Monthly Delinquent Account Closure Rate per Enforcement Officer	89	89
Percent of Favorable Responses Obtained to Periodic Quality Control Surveys Sent to Taxpayers Concerning Speed and Accuracy of Information Disseminated	95%	95%
Delinquency Rate for First-Time Sales Tax Filers	26%	26%
Percentage of Proposed Decisions by Administrative Law Judges Issued Within 30 Days of the Record Closing	70%	70%
A.1.1. Strategy: AUDITING	$ 50,563,728	$ 50,607,868
Maintain an ongoing program of audit activities in support of improved tax compliance		
Outputs:		
Number of Original Audits Completed	14,000	14,000
Efficiencies:		
Average Dollars Assessed per Dollar Cost	13	13
A.2.1. Strategy: TAX LAW COMPLIANCE	$ 25,827,269	$ 26,378,926
Improve voluntary compliance with tax laws by maximizing the efficiency of the delinquent taxpayer contact and collection program.		
Outputs:		
Number of Low Priority Delinquent Taxpayer Call Campaigns Conducted	2	2
Efficiencies:		
Ratio of Statewide Delinquent Accounts Closed to Delinquent Accounts Generated	94%	94%
A.3.1. Strategy: TAXPAYER INFORMATION	$ 11,116,474	$ 11,246,527
Provide accurate and timely tax information to taxpayers, tax professionals, state officials, and the citizens of Texas.		
Outputs:		
Percent of Letters Issued Within 30 Days	97%	97%
Percent of New Sales Taxpayers Sent a Welcome/ Responsibility Letter Prior to First Report due Date	100%	100%

A.4.1. Strategy: TAX HEARINGS	$ 3,785,691	$ 3,895,533
Provide fair and timely hearings, represent the agency in administrative hearings on tax matters, and provide legal counsel and research to the agency.		
Outputs:		
Number of Final Decisions Rendered by Administrative Law Judges	576	576
Efficiencies:		
Average Length of Time (Work Days) Taken to Issue a Proposed Decision Following Record Closing	25	25
Total, Goal A: COMPLIANCE WITH TAX LAWS	$ 91,293,162	$ 92,128,854
B. Goal: MANAGE FISCAL AFFAIRS		
To efficiently manage the state's fiscal affairs		
Outcomes:		
Percentage of the State's Accounting System Maintained	100%	100%
Percent Improvement in Average Accuracy Rate of Post-Payment Audited Agencies	3%	3%
Percent of Reviews Conducted Where Opportunities for Streamlined Operations Were Discovered	100%	100%
Percent of School District Reviews Where Savings and Improved Performance Were Identified	100%	100%
Percentage of Those Surveyed Who Felt the Contact was Worth Their Time, Fulfilled its Purpose, and/or Contributed to Their Knowledge or Their Ability to Perform	96%	97%
Average Percentage Point Variance Between the PTD'S Target and Actual Margins of Error for Estimates of School District Property Values	.6%	.5%
Percent Increase in the Number of Research Projects Used for Fiscal Notes Articles or Special Reports Each Fiscal Year	10%	5%
B.1.1. Strategy: ACCOUNTING AND REPORTING	$ 3,381,373	$ 3,367,126
Complete all state accounting and reporting responsibilities in an efficient and timely manner.		
Outputs:		
Percentage of Accounting System Output Audited Each Day	100%	100%
B.1.2. Strategy: CLAIMS AND WARRANTS	$ 4,086,655	$ 4,118,217
Accurately and expeditiously audit and process all claims for payment against the state, issue payments (warrants and electronic fund transfers), and provide assistance and training to state agencies.		
Outputs:		
Number of Payments Issued via Warrants	7,715,000	7,620,000
Efficiencies:		
Percent of Pre-Payment Audited Purchase Documents Reviewed Within 72 Hours	100%	100%
Percent of Pre-Payment Audited Travel Documents Reviewed Within 72 Hours	100%	100%
B.2.1. Strategy: TEXAS PERFORMANCE REVIEW	$ 2,841,371	$ 2,850,254
Review the effectiveness of government operations in order to ensure the highest and best use of taxpayer dollars through the Texas Performance Review.		
Outputs:		
Number of Program Reviews Completed	3	4
Number of School Districts Evaluated	3	3

Number of Agencies Assisted	10	10
Efficiencies:		
Average Staff Time Required to Complete a Program Review (Hours)	3,000	3,000
B.3.1. Strategy: GOVERNMENT ASSISTANCE	$ 2,869,246	$ 2,887,646
Assist local governments in operating more efficiently by providing information and resources relating to taxes and fees, state laws and legislation, grant funding sources, and fiscal management.		
Outputs:		
Number of Requests for Local Government Assistance Fulfilled	14,300	15,500
B.4.1. Strategy: PROPERTY TAX PROGRAM	$ 4,206,558	$ 4,246,586
Fulfill tax codes and education code mandates by conducting an annual property value study; providing technical assistance; and reviewing appraisal methods, standards, and procedures		
Outputs:		
Number of Parcels Analyzed for the Property Value Study	58,658	61,108
Number of Appraisal Districts Reviewed	120	120
Efficiencies:		
Average Cost per Parcel Analyzed for the Property Value Study	31	30
Average Cost per Appraisal District Methods, Standards, and Procedures (MSP) Review	2,400	2,400
B.5.1. Strategy: FISCAL RESEARCH	$ 7,196,366	$ 7,432,104
Provide the public and private sectors with concise, reliable information and analysis through publications, verbal assistances, written reports, and legislative analysis and project the receipts and disbursements of state government under Art. III, Sec. 49a of the Texas Constitution		
Outputs:		
Number of Research Projects Initiated and Completed Each Year	219	250
Total, Goal B: MANAGE FISCAL AFFAIRS	$ 24,581,569	$ 24,901,933
C. Goal: INFORMATION TECHNOLOGY		
To improve the effective use of information technology and all other resources in order to enhance state tax and financial systems		
Outcomes:		
Reduction in Processing Costs for Electronic Tax Filers	110,800	168,000
C.1.1. Strategy: REVENUE PROCESSING	$ 31,990,697	$ 31,873,468
Provide for and improve the processing of tax and voucher data, collection and allocation of tax revenue, and the disbursements of tax refunds.		
Outputs:		
Number of Tax Returns Processed	3,320,371	3,386,778
Grand Total, COMPTROLLER OF PUBLIC ACCOUNTS	$ 147,865,428	$ 148,904,255

Method of Financing:		
General Revenue Fund	$ 147,613,242	$ 148,652,069
Interagency Contracts	252,186	252,186
Total, Method of Financing	$ 147,865,428	$ 148,904,255
Number of Positions (FTE)	2,764.5	2,764.5
Schedule of Exempt Positions		
Comptroller, Group 4	$79,247	$79,247

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Acquisition of Information Resource Technologies		
(1) Computer Equipment and Software (MELPP)	$ 448,957	$ 1,020,168
b. Lease Payments to the Master Equipment Lease Purchase Program (1992/1993)	$ 845,905	$ 311,949
Total, Capital Budget	$ 1,294,862	$ 1,332,117

2. **Appropriation of Tax Refunds.** As much of the respective taxes collected and administered by the Comptroller as may be necessary is hereby appropriated and set aside to pay refunds as provided by law, subject to the following limitations and conditions:

   a. Unless another law, or section of this Act, provides a period within which a particular refund claim must be made, funds appropriated herein may not be used to pay a refund claim made under this section after four years from the latest date on which the amount collected or received by the state was due, if the amount was required to be paid on or before a particular date. If the amount was not required to be paid on or before a particular date, a refund claim may not be made after four years from the date the amount was collected or received. A person who fails to make a refund claim within the period provided by law, or this provision, shall not be eligible to receive payment of a refund under this provision.

   b. As a specific limitation to the amount of refunds paid from funds appropriated in this Act during the 1996-97 biennium, the Comptroller shall not approve claims or issue warrants for refunds in excess of the amount of revenue estimated to be available from the tax, fee, or other revenue source during the biennium according to the Biennial

Revenue Estimate of the Comptroller of Public Accounts used for certification of this Act. Any claim or portion of a claim which is in excess of this limitation shall be presented to the next legislature for a specific appropriation in order for payment to be made. This limitation shall not apply to any taxes or fees paid under protest.

3. **Appropriation of Receipts, Mailing Warrants.** The Comptroller is authorized to transfer appropriation authority and cash from state agencies' funds and accounts to the Comptroller's office to reimburse for the cost of mailing warrants or direct deposit of vendors' or state employees' claims. These funds are hereby appropriated to the Comptroller's office

4. **Appropriation of Debt Collections.** Pursuant to V.T.C.A., Government Code, Section 403.019, amounts collected by private debt collectors or collection agencies under contract with the Comptroller of Public Accounts are hereby appropriated to the Comptroller to pay contract and other expenses connected with the collections including any administrative costs of the Comptroller directly associated with the collections program. Upon determination by the Comptroller that contract and other expenses connected with the collections have been deducted, the balance of collection proceeds shall be transferred to the General Revenue Fund or to any dedicated or special fund to which the collection proceeds may belong.

5. **Support to the Board of Tax Professional Examiners.** It is the intent of the Legislature that the Comptroller of Public Accounts provide administrative support to the Board of Tax Professional Examiners, under interagency contract; such support to consist of the same levels of service and approximate costs as was provided to the Board of Tax Professional Examiners by the State Comptroller during fiscal year 1995.

6. **Employee Incentive Rider.** In addition to the existing authority and amounts related to employee compensation and benefits, the Comptroller of Public Accounts may expend amounts necessary from funds appropriated for the 1996 and 1997 biennium for the purposes of enhancing compensation, providing incentives, or paying associated expenses for key executive and professional positions within the Comptroller's Office.

7. **Capital Expenditures Authorized.** Notwithstanding the limitations placed on the expenditure of funds for capital budget items contained in this Act, the Comptroller of Public Accounts is hereby authorized to expend funds appropriated to the Comptroller of Public Accounts for the acquisition of capital budget items.

8. **Transfer Authority.** Notwithstanding limitations on appropriation transfers contained in the General Provisions of this Act, the Comptroller of Public Accounts is hereby authorized to direct agency resources, and transfer such amounts appropriated above between appropriation line items.

9. **Unexpended Balances Carried Forward.** All unexpended balances appropriated and/or allocated to the Comptroller of Public Accounts from the 1994-95 biennium due to efficiencies or other cost savings of the Comptroller are hereby re-appropriated for the 1996-97 biennium. The appropriations herein are for ensuring the continuation of high priority programs within the Comptroller's Department.

10. **Tax Modernization.** In addition to funds appropriated to the Comptroller of Public Accounts above, there is hereby appropriated $7,270,000 in fiscal year 1996 and $3,970,000 in fiscal year 1997 out of the General Revenue Fund for the design and implementation of the second phase of an integrated tax system that improves taxpayer services and enhances the tax collection activities of this office. Any unexpended balances remaining at the end of fiscal year 1996 are hereby re-appropriated in fiscal year 1997 for the same purposes. These appropriations are contingent upon certification by the Comptroller of Public Accounts that

total revenue increases in the General Revenue Fund of at least $225.0 million for the 1996-97 biennium will occur as a result of the efficiencies realized through the re-engineering of the Comptroller's tax systems.

11. **Investment Budgeting Pilot Project.** Out of the funds appropriated above, the Comptroller of Public Accounts shall establish a pilot project to determine the effectiveness of using investment budgeting to measure the cost-effectiveness of certain children's prevention services. The Comptroller shall submit a report to the Governor and the Seventy-fifth Legislature concerning the effectiveness of the pilot project.

12. **Method of Finance, General Revenue.** There is included in the General Revenue appropriation made above to the Comptroller of Public Accounts, those amounts necessary for processing, auditing, enforcement and other purposes associated with the collection of motor fuels taxes. Pursuant to Article 8, Section 7-a, one percent of the amounts of motor fuels taxes collected shall be deposited to the credit of the General Revenue Fund for costs incurred by the state in the collection of such taxes.

13. **International Fuel Tax Agreement.** Out of amounts collected as a result of the administration of Chapter 153, Tax Code, the Comptroller shall determine the amounts due other jurisdictions as reflected by motor fuels reports and other information available pursuant to an International Fuel Tax Agreement or otherwise subject to refund. Such amounts are hereby appropriated and may be segregated as necessary for remittance to other jurisdictions and for refunds as provided by law. Fees and costs associated with an International Fuel Tax Agreement may be paid from the interest earnings on amounts due other jurisdictions or subject to refund. The comptroller may estimate the amounts due other jurisdictions or subject to refund out of amounts collected as a result of the administration of Chapter 153, Tax Code, and may segregate such funds as necessary for administration of the agreement.

14. **Study to be Conducted.** It is the intent of the Legislature that the Texas Performance Review conducted by the Comptroller of Public Accounts include a study of the mission, population, and services of the Texas School for the Deaf. This study will be included in the Comptroller's report to the Seventh-fifth Legislature.

UNIFORM STATEWIDE ACCOUNTING SYSTEM

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: MANAGE ST FISCAL AFFAIRS		
To efficiently manage the state's fiscal affairs		
Outcomes:		
Percentage of USAS System Maintained	100%	100%

UNIFORM STATEWIDE ACCOUNTING SYSTEM
(Continued)

A.1.1. Strategy: UNIFORM ACCOUNTING SYSTEM Provide an integrated and uniform financial information management system for state decision-makers and agencies.	$ 15,733,210	$ 15,661,257
Outputs:		
Percentage of USAS Output Validated Each Day	100%	100%
Number of Agencies in Agency Conversion Group II Implemented on USPS each fiscal year	27	4
Efficiencies:		
Percentage of USAS Processing Occurring Within Standard Turnaround Time	95%	95%
Grand Total, UNIFORM STATEWIDE ACCOUNTING SYSTEM	$ 15,733,210	$ 15,661,257
Number of Positions (FTE)	78.5	78.5

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease Payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Acquisition of Information Resource Technologies (1) Laser Printers	$ 90,000	$ 0
b. Lease Payments to the Master Equipment Lease Purchase Program (1992/1993)	$ 369,148	$ 0
Total, Capital Budget	$ 459,148	$ 0

2. **Uniform Statewide Accounting and Payroll Services and Technology.** There is hereby appropriated to the Comptroller of Public Accounts all revenues received as a result of cost sharing arrangements with other state agencies, other governmental units, or non-governmental entities for software, technology, licensing arrangements, royalty receipts, or other charges or receipts from the sharing of technological or other information, expertise, services, or cooperative agreements of any kind. Such revenues shall be available to the Comptroller for the use of further enhancement of automation and technology services, computer services and time.

3. **Unexpended Balance Carried Forward for the Uniform Statewide Accounting Systems.** Unexpended balances of appropriations made in S.B. 5, 74th Legislature, Regular Session, for the implementation and operation of a Uniform Statewide Accounting System, remaining as of August 31, 1995 are hereby reappropriated for the same purposes for the 1996-97 biennium. It is specifically provided that all unexpended balances which are allocated by the Comptroller to other state agencies for their implementation costs related to the new Uniform

Statewide Accounting Payroll systems shall remain with each agency to be expended for implementation costs during the 1996-97 biennium.

VOTER REGISTRATION

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: VOTER REGISTRATION To complete the payment of state funds allocated for the Voter Registration program to entitle recipients in a timely manner as required by V.A.C.S., Election Code, Article 19.002.		
A.1.1. Strategy: VOTER REGISTRATION For payment to each county for the total number of voters registered in the county as shown by certified statement submitted by the Registrar to the Comptroller of Public Accounts, as required by V.A.C.S., Election Code, Article 19.002. For payment to counties for voter registration. Estimated	$ 3,000,000	$ 500,000
Grand Total, VOTER REGISTRATION	$ 3,000,000	$ 500,000

PAYMENT OF SMALL MISCELLANEOUS CLAIMS - GOVERNMENT CODE, SEC. 403.074

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: MISCELLANEOUS CLAIMS To complete the payment of state funds allocated for the Small Claims program to entitled recipients in a timely manner pursuant to V.T.C.A., Govt. Code, Section 403.074.		
A.1.1. Strategy: MISCELLANEOUS CLAIMS To complete the payment of state funds allocated for the Small Claims program to entitled recipients in a timely manner pursuant to V.T.C.A., Govt. Code, Section 403.074.	$ 1,275,000	$ 1,275,000
Grand Total, PAYMENT OF SMALL MISCELLANEOUS CLAIMS - GOVERNMENT CODE, SEC. 403.074	$ 1,275,000	$ 1,275,000

PAYMENT OF SMALL MISCELLANEOUS CLAIMS - GOVERNMENT CODE, SEC. 403.074
(Continued)

Method of Financing:		
General Revenue Fund	$ 275,000	$ 275,000
General Revenue Fund - Consolidated	1,000,000	1,000,000
Total, Method of Financing	$ 1,275,000	$ 1,275,000

1. **Appropriation, Payment of Claims.** In addition to amounts appropriated above, the Comptroller of Public Accounts is hereby appropriated out of the General Revenue Fund-Dedicated and out of other special funds as appropriate, amounts necessary to pay small miscellaneous claims in accordance with and subject to the limitations of line item A.1.1., Miscellaneous Claims, above.

REIMBURSE-COMMITMENT HRGS, CH 591-6, V.T.C.A., HEALTH AND SAFETY CODE

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: REIMBURSEMENT-COMM HRNGS To complete the payment of state funds allocated for the Commitment Hearings program to entitled recipients in a timely manner required by the Persons with Mental Retardation Act, Chapters 591-596, V.T.C.A., Health and Safety Code		
A.1.1. Strategy: REIMBURSEMENT-COMMITMENT HEARINGS For reimbursement of counties for the cost of Commitment Hearings required by the Persons with Mental Retardation Act, Chapters 591-596, V.T.C.A., Health and Safety Code, there is hereby appropriated out of the General Revenue Fund.	$ 10,000	$ U.B.
Grand Total, REIMBURSE-COMMITMENT HRGS, CH 591-6, V.T.C.A., HEALTH AND SAFETY CODE	$ 10,000	$ U.B.

REIMBURSEMENT - MIXED BEVERAGE TAX

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: REIMBURSEMENT-MIXED BEV To complete the payment of state funds allocated for the Mixed Beverage Tax program to entitled recipients in a timely manner under the Texas Tax Code Annotated, Section 183.051(b) as amended by House Bill No. 1445, Seventy-third Legislature, Regular Session.		
A.1.1. Strategy: REIMBURSEMENT-MIXED BEVERAGE TAX For reimbursement of taxes received under Texas Tax Code Annotated, Section 183.051(b), Amended by House Bill No. 1445, Seventy-third Legislature, Regular Session. There is hereby appropriated out of the General Revenue Fund - Consolidated. Estimated.	$ 53,000,000	$ 53,000,000
Grand Total, REIMBURSEMENT - MIXED BEVERAGE TAX	$ 53,000,000	$ 53,000,000

CLAIMS - CHAPTER 101, 104, 110, AND FEDERAL COURT JUDGMENTS

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: TORT CLAIMS To complete the payment of state funds allocated for the Tort Claims program to entitled recipients in a timely manner in conformance with Chapters 101, 104 and 110, Civil Practice and Remedies Code (CPRC); Chapter 59, Education Code; and Federal Court Judgements.		
A.1.1. Strategy: TORT CLAIMS (1) Payments shall be made for eligible medical malpractice claims in conformance with Chapter 110, Title 5, Civil Practice and Remedies Code. Of the total general revenue funds appropriated, not more than $2,000,000 of general revenue funds may be utilized for Chapter 110 claims. All such funds are to be paid out by the Comptroller on vouchers which shall be prepared, verified, and signed by the Attorney General's Office. (2) Payments for settlements and	$ 5,000,000	$ U.B.

judgments for claims against state agencies that are payable under Chapters 101 and 104, Texas Civil Practice and Remedies Code Annotated, as determined by the Attorney General, including indemnification for criminal prosecutions and Federal Court judgments and settlements shall be paid from special funds or local funds of the involved agency or institution to the extent such funds are available, and then from General Revenue. Such funds are to be paid out by the Comptroller on vouchers drawn by the Attorney General and approved by the Governor. The Comptroller shall maintain records of such amounts paid from General Revenue and shall require agencies to reimburse General Revenue as special funds or local funds become available. For the purpose of this rider, local funds are defined as funds held outside the state Treasury. (3) Payments shall be made for eligible medical malpractice claims in conformance with Chapter 59, Education Code. All such funds are to be paid out by the Comptroller on vouchers which shall be prepared, verified, and signed by the Attorney General's Office.

Grand Total, CLAIMS - CHAPTER 101, 104, 110, AND FEDERAL COURT JUDGMENTS	$ 5,000,000	$ U.B.
Method of Financing:		
General Revenue Fund	$ 2,000,000	$ U.B.
General Revenue Fund - Consolidated	3,000,000	U.B.
Total, Method of Financing	$ 5,000,000	$ U.B.

1. **Appropriation, Payment of Claims.** In addition to amounts appropriated above, the Comptroller of Public Accounts is hereby appropriated out of the General Revenue Fund-Dedicated and out of other special funds as appropriate, amounts necessary to pay claims, judgements, and settlements in accordance with and subject to the limitations in Parts 2 and 3 of line item A.1.1., Tort Claims, above.

2. **Limitation, Payment of Claims.** The expenditures authorized in Part 2 of line item A.1.1., Tort Claims, are hereby limited to those cases where the settlement or judgement amount exceeds 10% of the total amount of funds available for expenditure by the affected agency for that fiscal year and shall not exceed the difference between (i) 10% of the total amount of funds available for expenditure by the affected agency for that fiscal year and (ii) the total amount of the settlement or judgement. The limitation established by this provision shall not apply in those cases where the judgement order of the trial court was entered, or a settlement agreement was executed, prior to September 1, 1995.

COUNTY TAXES ON UNIVERSITY LANDS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: COUNTY TAXES-UNIV LANDS To complete the payment of state funds allocated for the County Taxes on University Lands program to entitled recipients in a timely manner by the Constitution and the Act of 1883.		
A.1.1. Strategy: COUNTY TAXES-UNIVERSITY LANDS For payment of taxes, for county purposes only, to counties in which are located endowment lands set aside to The University of Texas by the Constitution and the Act of 1883, there is hereby appropriated out of the General Revenue Fund to the State Comptroller of Public Accounts. Estimated.	$ 1,250,000	$ 1,250,000
Grand Total, COUNTY TAXES ON UNIVERSITY LANDS	$ 1,250,000	$ 1,250,000

RANGER PENSIONS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: RANGER PENSIONS To complete the payment of state funds allocated for the Ranger Pension program to entitled recipients in a timely manner. The Comptroller is authorized to transfer sufficient cash into the Confederate Pension Fund from General Revenue to allow these payments.		
A.1.1. Strategy: RANGER PENSIONS There is hereby appropriated from the Confederate Pension Fund the following amounts, estimated to be, to pay Ranger Pensions. The Comptroller is authorized to transfer sufficient cash into the Confederate Pension Fund from General Revenue to allow these payments. Estimated.	$ 30,000	$ 30,000
Grand Total, RANGER PENSIONS	$ 30,000	$ 30,000

INFORMATIONAL LISTING OF FUNDS APPROPRIATED TO THE COMPTROLLER FOR SOCIAL SECURITY CONTRIBUTIONS

1. **Information Listing of Appropriated Funds.** The appropriations made in this and other articles of this Act to the Comptroller of Public Accounts - Social Security are subject to the following provisions. The following amounts shall be used for the purposes indicated.

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: SOCIAL SECURITY CONTRIBUTIONS		
A.1.1. Strategy: STATE MATCH -- EMPLOYER Provide an employer match for Social Security contributions; estimated	$ 448,756,614	$ 462,218,859
A.1.2. Strategy: STATE MATCH -- EMPLOYEE Provide the state's contribution for the employee's share for Social Security; estimated	$ 205,893,757	$ 205,644,910
Total, Goal A: SOCIAL SECURITY CONTRIBUTIONS	$ 654,650,371	$ 667,863,769
Grand Total, COMPTROLLER OF PUBLIC ACCOUNTS - SOCIAL SECURITY	$ 654,650,371	$ 667,863,769
Method of Financing:		
General Revenue Fund, estimated	$ 458,153,845	$ 468,412,000
General Revenue Fund - Consolidated, estimated	8,521,485	8,705,041
General Revenue - Dedicated, estimated	40,665,651	41,541,244
State Highway Fund No. 006, estimated	65,445,998	66,809,630
Federal Funds, estimated	72,629,525	72,949,939
Other Special State Funds, estimated	9,233,867	9,445,915
Total, Method of Financing	$ 654,650,371	$ 667,863,769

THE ADVISORY COMMISSION ON STATE EMERGENCY COMMUNICATIONS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Dedicated:		
A. Goal: STATEWIDE 9-1-1 SERVICES To provide fiscally responsible, standardized and high quality 9-1-1 emergency communications through the state of Texas.		
Outcomes:		
Number of Counties With Functioning 9-1-1 Systems at Automatic Number Identification (ANI) Level of Service	254	254
Number of Counties With Functioning 9-1-1 Systems at Automatic Location Identification (ALI) Level of Service	234	246
A.1.1. Strategy: 9-1-1 EMERGENCY COMMUNICATIONS Join regional councils of government to educate, promote and encourage local governmental agencies and the public to participate in 9-1-1 communications; fund and assist local implementation; review regional plans for statewide standards; coordinate 9-1-1 activities with national organizations, state and federal regulatory agencies.	$ 7,491,795	$ 7,028,685
Outputs:		
Dollar Amount of Service Fees and Equalization Surcharge Annually Allocated to 9-1-1 System Implementation	15,727,185	16,628,492
Dollar Amount of Service Fees, Equalization Surcharge and Other Sources of Funds Annually Allocated to County Addressing Projects	3,641,887	2,213,195
Efficiencies:		
Percent of Equalization Surcharge Funds Expended for ACSEC Administration of Agency 9-1-1 Program Responsibilities	16%	16%
B. Goal: POISON CONTROL SERVICES In cooperation with the Texas Department of Health (TDH), to provide a statewide poison control center network, accessible to all Texans, that aides in the treatment and prevention of poisonings throughout the state.		
Outcomes:		
Total Number of Poison Control Calls Processed Statewide	130,000	141,000
B.1.1. Strategy: POISON CONTROL CENTERS With the Texas Department of Health fund as appropriate the six designated poison control centers to support related services through a statewide system.	$ 7,255,510	$ 7,525,460
Efficiencies:		
Percent of Poison Surcharge Funds Expended for ACSEC and TDH Administration of Agency Poison Program Responsibilities	5%	4%

THE ADVISORY COMMISSION ON STATE EMERGENCY COMMUNICATIONS
(Continued)

C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: INDIRECT ADMINISTRATION	$ 209,355	$ 209,355
Grand Total, THE ADVISORY COMMISSION ON STATE EMERGENCY COMMUNICATIONS	$ 14,956,660	$ 14,763,500
Number of Positions (FTE)	24.0	24.0
Schedule of Exempt Positions and Per Diem of Commission Members		
Executive Director, Group 2	$66,960	$66,960
Per Diem of Commission Members	4,300	4,300

1. **Unexpended Balances Carried Forward.** All unexpended balances appropriated and/or allocated to the Advisory Commission on State Emergency Communications for the 1994-95 biennium are hereby reappropriated for the 1996-97 biennium. In addition, all unexpended balances appropriated and/or allocated for fiscal year 1996 are reappropriated for fiscal year 1997. These reappropriations are for implementation of the location-identification phase of the 9-1-1 system and for maintenance of the poison control program.

EMPLOYEES RETIREMENT SYSTEM

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund, estimated:		
A. Goal: ADMINISTER RETIREMENT PROGRAM To administer comprehensive and actuarially sound retirement programs.		
A.1.1. Strategy: RETIREE DEATH BENEFITS Provide lump-sum retiree death benefits under Section 814.501, Government Code. Estimated	$ 4,654,500	$ 4,654,500
Grand Total, EMPLOYEES RETIREMENT SYSTEM	$ 4,654,500	$ 4,654,500

1. **Information Listing of Appropriated Funds.** The appropriations made in this and other articles of this Act to the Employees Retirement System are subject to the following provisions. The following amounts shall be used for the purposes indicated.

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: ADMINISTER RETIREMENT PROGRAM		
To administer comprehensive and actuarially sound retirement programs.		
Outcomes:		
Number of Years to Amortize the ERS Unfunded Accrued Liability	0	0
ERS Time-Weighted Rate of Return	8.00%	8.00%
ERS Annual Operating Expense per Active and Retired Member	67	67
A.1.1. Strategy: RETIREMENT CONTRIBUTIONS		
Provide an actuarially sound level of funding as defined by state law.		
Estimated	$ 242,111,517	$ 249,374,504
Outputs:		
Number of Member Accounts Serviced	187,318	197,770
Efficiencies:		
Percent of ERS Retirees Who Receive Their First Annuity Within 31 Days of Their Effective Retirement Date	95%	95%
Explanatory:		
ERS State Contribution Rate	6.00%	6.00%
A.1.2. Strategy: JUDICIAL RETIREMENT PLAN 2		
Maintain an actuarially sound retirement program for state judicial officers. Estimated	$ 3,865,849	$ 3,943,166
Outputs:		
Number of JRS-2 Benefit Applications Processed	0	3
Efficiencies:		
Percent of JRS-2 Retirees Who Receive Their First Annuity Within 31 Days of Their Effective Retirement Date	95%	95%
A.1.3. Strategy: JUDICIAL RETIREMENT PLAN 1		
Provide for payment of JRS-1 Benefits as required by law. Estimated	$ 14,071,100	$ 14,071,100
Outputs:		
Number of JRS-1 Benefit Applications Processed	15	37
Efficiencies:		
Percent of JRS-1 Retirees Who Receive Their First Annuity Within 31 Days of Their Effective Retirement Date	95%	95%
A.1.4. Strategy: PLAN 1 REFUNDS		
Provide for Membership Refunds under the Judicial Retirement Program, plan one.		
Estimated	$ 99,000	$ 99,000
Outputs:		
Number of JRS Membership Refunds Processed	3	3
Efficiencies:		
Percent of JRS Members Who Receive Their Refund Within 30 Days of Their Effective Withdrawal Date	95%	95%

A.1.5. Strategy: LAW ENFORCEMENT BENEFITS Provide for the Payment of Death Benefits to Beneficiaries of Law Enforcement Officials as Required by Section 615, Government Code. Estimated	$ 1,318,400	$ 1,318,400
Outputs:		
Number of Death Benefit Claims Processed	20	20
Efficiencies:		
Percent of Claimants Who Receive Their First Death Benefit Payment Within 90 Days of the Application Date	95%	95%
A.1.6. Strategy: RETIREE DEATH BENEFITS Provide lump-sum death benefits under Section 814.501, Government Code. Estimated	$ 4,654,500	$ 4,654,500
Outputs:		
Number of Retiree Death Benefits Paid	920	920
Total, Goal A: ADMINISTER RETIREMENT PROGRAM	$ 266,120,366	$ 273,460,670
B. Goal: PROVIDE HEALTH PROGRAM To provide employees, retirees, and dependents with a comprehensive, quality health program.		
Outcomes:		
ERS Managed Care Network - Annual Percent Change in Monthly Premiums	0%	0%
Percent of Participants Receiving Managed Care Network In-Area Coverage	65%	65%
B.1.1. Strategy: GROUP INSURANCE Provide a basic health care and life insurance program for general state employees, retirees, and their dependents. Estimated	$ 518,906,238	$ 520,690,347
Outputs:		
Network Hospital Admissions as a Percent of Total Hospital Admissions, Duration < Five Days	66%	66%
Network Mental Health/Substance Abuse Hospital Days as a Percent of Total Mental Health/Substance abuse Hospital Days	60%	60%
Efficiencies:		
Average Insurance Carrier Cost to Process Claims (All Employees)	6.48	6.48
Total, Goal B: PROVIDE HEALTH PROGRAM	$ 518,906,238	$ 520,690,347
Grand Total, EMPLOYEES RETIREMENT SYSTEM	$ 785,026,604	$ 794,151,018
Number of Positions (FTE)	318	318
Method of Financing:		
General Revenue Fund, estimated	$ 464,915,404	$ 471,574,323
General Revenue Fund - Consolidated, estimated	15,256,731	15,502,408
General Revenue Fund - Dedicated, estimated	22,401,226	22,696,499
State Highway Fund No. 006, estimated	120,938,089	122,800,924

Federal Funds, estimated	158,627,286	158,655,291
Other Special State Funds, estimated	2,887,868	2,921,573
Total, Method of Financing	$ 785,026,604	$ 794,151,018

2. **Updated Actuarial Valuation.** The Employees Retirement System shall contract with an actuary to perform a limited actuarial valuation of the assets and liabilities of the Employees Retirement System as of February 28 in those years when the Legislature meets in regular session. The purpose of the valuation shall be to determine the effect of investment, salary, and payroll experience on the unfunded liability, the amortization period, and the state contribution rate which results in a 30-year amortization period of the Retirement System.

3. **Group Insurance Cost Containment Reporting.** None of the funds appropriated in this Act to the Employees Retirement System may be expended unless the Employees Retirement System reports to the Legislative Budget Board and the Governor's Office of Budget and Planning on the effectiveness and efficiency of the cost containment practices used by the agency to control group insurance claims through its managed care network system and other methods. The report shall be completed no later than January 1 of each year and shall be submitted in a form as the two offices may require.

4. **State Contribution to Employee Retirement Program.** The amount specified above in A.1.1., Retirement Contributions, is based on a state contribution of 6.00% of payroll, including annual membership fees of $3 for contributing members for each fiscal year.

5. **State Contribution to Judicial Retirement Program (JRS-2).** The amount specified above in A.1.2., Judicial Retirement Plan 2, is based on a state contribution of 16.54% of payroll for contributing members for each fiscal year.

6. **State Contribution to Group Insurance for General State Employees.** Funds identified above for group insurance shall provide a state's contribution as follows:

   a. For each full-time active and retired employee enrolled in the "Employee Only" category, the state's monthly contribution shall not exceed the smaller of (1) $186.31 in each fiscal year, or (2) the actual cost of basic life insurance plus the actual cost of the health plan selected by the employee.

   b. For each full-time active and retired employee enrolled in a coverage category that includes a spouse and/or dependent, the state's monthly contribution shall not exceed the smaller of (1) 50 percent of the difference between the premium for that category and the "Employee Only" premium plus the "Employee Only" contribution, or (2) the following monthly contributions for each category: $292.13 in each fiscal year for the "Employee and Spouse" category; $257.16 in each fiscal year for the "Employee and Children" category; and $362.98 in each fiscal year for the "Employee and Family" category.

7. **Authorization for Fee Assessment.** The Employees Retirement System is authorized to assess a fee from institutions of higher education participating in an ERS administered group insurance program.

8. **Administrative Cost Provision.** Funds identified above in A.1.3., Judicial Retirement Plan 1, include $120,000 in each fiscal year to reimburse the Employee Retirement System for the cost of administering the Judicial Retirement Plan 1.

9. **Administrative Cost Provision.** Funds identified above in A.1.5., Law Enforcement Benefits, include $28,000 in each fiscal year to reimburse the Employee Retirement System for the cost of administering the Law Enforcement Officials Death Benefits Program.

TEXAS ETHICS COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PUBLIC CONFIDENCE		
To strengthen and improve the faith of the citizens of Texas in their institutions of government.		
Outcomes:		
% of Advisory Opinion Requests Answered by Commission Within 60 Days of Receipt	58%	58%
Percent of Sworn Complaints Resolved Within 180 Days of Receipt	75%	75%
Percent of State's State Employees Reached by Education Program	80%	80%
A.1.1. Strategy: INFORMATION FILING	$ 407,436	$ 407,436
Serve as the public repository for information required to be filed with the Ethics Commission.		
Outputs:		
Number of Reports Logged	18,750	18,750
Number of Reports Entered Into Relational Database	6,000	6,000
A.1.2. Strategy: ADVISORY OPINIONS	$ 432,139	$ 432,139
Aid the public and those subject to applicable ethics laws in complying with those laws by responding quickly, accurately, and impartially to advisory opinion requests and by promulgating reasonable and concise rules, forms and educational materials.		
Outputs:		
Number of Advisory Opinion Drafts Prepared by Staff	60	80
Number of Educational Presentations Made by Staff	50	50
Efficiencies:		
Average Time (Days) to Respond to Legal Advisory Opinion Requests	60	60
Explanatory:		
Number of Opinion Requests Received	70	90
A.1.3. Strategy: ENFORCEMENT	$ 70,473	$ 70,473
Enforce compliance with laws administered by the Ethics Commission by responding quickly and impartially to sworn complaints, by performing audits and investigations where advisable, and by assessing penalties for late or incomplete reports.		
Outputs:		
Number of Sworn Complaints Processed	75	75
Efficiencies:		
Average Time (Days) to Respond to Sworn Complaints	12	12
Explanatory:		
Number of Sworn Complaints Received	75	75
A.2.1. Strategy: ETHICS EDUCATION PROGRAM	$ 46,138	$ 46,138
Implement educational programs for state employees and the Legislature and recommend campaign finance and ethics law changes to the Legislature.		

TEXAS ETHICS COMMISSION
(Continued)

Outputs:		
Number of Public Employees Trained by the Commission	2,000	2,000
Explanatory:		
Number of Employees Trained by Ethics Trainers	50,000	50,000
Total, Goal A: PUBLIC CONFIDENCE	$ 956,186	$ 956,186
B. Goal: INDIRECT ADMINISTRATION		
B.1.1. Strategy: INDIRECT ADMINISTRATION	$ 469,761	$ 469,761
Grand Total, TEXAS ETHICS COMMISSION	$ 1,425,947	$ 1,425,947
Method of Financing:		
General Revenue Fund - Consolidated	$ 1,200,000	$ 1,200,000
Appropriated Receipts	225,947	225,947
Total, Method of Financing	$ 1,425,947	$ 1,425,947
Number of Positions (FTE)	33.5	33.5
Schedule of Exempt Positions		
Executive Director, Group 3	$75,000	$75,000

1. **Appropriation of Receipts, Fee Revenue.** All fee revenue collected by the Texas Ethics Commission is hereby appropriated to the Texas Ethics Commission.

2. **Appropriation of Receipts, Information Access.** All receipts collected by the Texas Ethics Commission pursuant to its approved cost recovery schedule are hereby appropriated to the Ethics Commission.

PUBLIC FINANCE AUTHORITY

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: FINANCE CAPITAL PROJECTS		
To provide financing for capital projects and equipment, as authorized by the legislature, for client agencies while ensuring those issuances are accomplished cost effectively and the resulting obligations are monitored and managed in the most efficient manner possible.		
Outcomes:		
Percent of Issuance Costs Which Do Not Exceed $2.00 per $1,000 of Issuance	100%	100%
Percent of Debt Service Payments On Time	100%	100%

PUBLIC FINANCE AUTHORITY
(Continued)

A.1.1. Strategy: APPLICATIONS PROCESSING	$ 272,045	$ 272,045 & U.B.
Process and review applications for debt financing submitted by client agencies and maintain cost control for cost-effective issuance.		
Outputs:		
Number of Issues Processed	5	5
Efficiencies:		
Average Issuance Cost per Issue	1.75	1.75
A.2.1. Strategy: BOND MANAGEMENT	$ 333,159	$ 333,159 & U.B.
Manage bond proceeds and monitor covenants to ensure compliance.		
Outputs:		
Number of Financial Transactions Including Debt Service Payments	3,500	3,500
Number of Master Equipment Lease Purchase Program Equipment Lease Contracts Managed	1,700	1,700
Efficiencies:		
Percentage of Funds Monitored Monthly	100%	100%
A.2.2. Strategy: BOND DEBT SERVICE	$	$
Make general obligation bond debt service payments in compliance with bond covenants.		
Total, Goal A: FINANCE CAPITAL PROJECTS	$ 605,204	$ 605,204
Grand Total, PUBLIC FINANCE AUTHORITY	$ 605,204	$ 605,204
Method of Financing:		
Appropriated Receipts	$ 60,000	$ 60,000
Bond Proceeds - Revenue Bonds	545,204	545,204
Total, Method of Financing	$ 605,204	$ 605,204
Number of Positions (FTE)	14.0	14.0
Schedule of Exempt Positions and Per Diem of Authority Members		
Executive Director, Group 4	$73,000	$73,000
Per Diem of Authority Members	2,400	2,400

1. **Information Listing of Appropriated Funds.** The appropriations made in this and other Articles of this Act to the Texas Public Finance Authority for General Obligation Bond Debt Service are subject to the following provision. The following amounts shall be used for the purpose indicated.

	For the Fiscal Year Ending August 31 1996	August 31 1997
Strategy A.2.2. Bond Debt Service	$ 240,883,873	$261,456,483 & U.B.
Method of Financing:		
General Revenue	$ 237,888,898	$ 258,214,405
Current Fund Balance	2,994,975	3,242,078
Total, Method of Financing Bond Debt Service	$ 240,883,873	$ 261,456,483 & U.B.

2. **Appropriation of Interest and Sinking Funds.** Prior to the expenditure of funds appropriated out of the General Revenue Fund to pay debt service on general obligation bonds, the Public Finance Authority shall utilize any balances available in interest and sinking funds for said purpose. The Authority is hereby appropriated all amounts available in interest and sinking funds, including any unexpended balances in these funds for the purpose of paying debt service on general obligation bonds.

3. **Transfer Authority, Bond Debt Service.** In compliance with the Bond Resolutions and Funds Management Agreements between the Texas Public Finance Authority and the State Treasury, the Texas Public Finance Authority is hereby authorized to transfer funds, appropriated for bond debt service, into the appropriate Interest and Sinking Funds in amounts as necessary for the payment of principal and interest due on general obligation bonds. Such transfers shall be made no sooner than the day that bond debt service is required to be delivered in accordance with the Bond Resolutions and Funds Management Agreements. The Texas Public Finance Authority is also authorized to transfer funds appropriated for general obligation bond debt service to the Interest and Sinking Fund(s) to pay ongoing costs associated with the General Obligation Commercial Paper Program.

4. **Transfer and Appropriation of Master Equipment Lease Purchase Program Payments.** The Texas Public Finance Authority is hereby authorized to transfer each agency's share of administrative fees and lease payments pursuant to the Master Equipment Lease Purchase Program from each agency's appropriations made elsewhere in this Act to the Texas Public Finance Authority Master Equipment Lease Purchase Program cost of issuance fund(s) and the State Lease Fund Account, or its successor, respectively. Transfers for administrative fees and lease payments shall not be made earlier than fifteen days prior to the date that the debt service payment is required. The Texas Public Finance Authority may transfer funds necessary for Master Equipment Lease Purchase Program debt service payments from the State Lease Fund Account, or its successor, to the Texas Public Finance Authority Master Equipment Lease Purchase Program interest and sinking fund(s).

   The Texas Public Finance Authority is hereby appropriated balances held in and revenues accruing to the State Lease Fund Account, or its successor, and Texas Public Finance Authority Master Equipment Lease Purchase Program interest and sinking fund(s) for the purpose of making debt service and other payments in accordance with applicable laws, rules and covenants pertaining to the Master Equipment Lease Purchase Program.

Unexpended balances in and revenues accruing to the Texas Public Finance Authority Master Equipment Lease Purchase Program funds and cost of issuance fund(s) in excess of those appropriated in the Method of Financing are hereby appropriated to the Texas Public Finance Authority for administrative costs in operating the Master Equipment Lease Purchase Program.

5. **Appropriation and Transfer Authority for Revenue Bond Lease Payments.** Balances in and revenues accruing to the State Lease Fund Account, or its successor, and the Texas Public Finance Authority revenue bond interest and sinking fund(s) are hereby appropriated to the Texas Public Finance Authority for bond servicing costs on revenue bonds. Bond servicing costs shall include such costs as debt service payments, insurance premiums, paying agent fees, and other costs associated with the outstanding bonds.

   The Texas Public Finance Authority is hereby authorized to transfer such amounts as necessary for the payment of bond servicing costs from the State Lease Fund Account, or its successor, to the Texas Public Finance Authority interest & sinking fund(s) or other debt service funds.

6. **Appropriation and Transfer Authority.** Appropriations to all agencies on whose behalf the Texas Public Finance Authority has, or will issue bonds, notes or other obligations are hereby authorized to be transferred to the Texas Public Finance Authority to the funds prescribed by the bond documents for payment of debt service. The monies so transferred are hereby appropriated to the Texas Public Finance Authority for payment of principal and interest on the bonds, notes or other obligations.

7. **Contingency Appropriation for Additional Bond Issues.** In the event that the performance measure set forth above, "Number of Issues Processed" is exceeded in either fiscal year 1996 or 1997, the Public Finance Authority is hereby appropriated an additional amount not to exceed 20% of that year's appropriation made above to recover costs related to bond issuance for each fiscal year. Any additional appropriations made herein shall be applied one-half or 10%, to the strategy line item "A.1.1. Strategy: APPLICATIONS PROCESSING", and one-half or 10%, to the strategy line item "A.2.1. Strategy: BOND MANAGEMENT". All appropriations made herein shall be out of bond proceed set asides or reimbursements from agencies of state government; be in compliance with the provisions of Arts. 601d through 601d-3, V.T.C.S., and any applicable bond covenants and any restrictions on reimbursements contained in Art. IX of this Act.

8. **Alternative Fuels Finance Program Payments.** The Texas Public Finance Authority is hereby appropriated all proceeds from the issuance and sale of revenue bonds, revenue commercial paper, or other revenue obligations for the financing of alternative fuels projects. The Texas Public Finance Authority is hereby appropriated all balances held in and revenue accruing to the Texas Public Finance Authority Alternative Fuels Finance Program interest and sinking fund(s) for the purpose of making debt service and other payments in accordance with applicable laws, rules and covenants pertaining to the Alternative Fuels Finance Program. Unexpended balances in and revenues accruing to the Texas Public Finance Authority Alternative Fuels Finance Program Project fund(s) and cost of issuance fund(s) are hereby appropriated to the Texas Public Finance Authority for administrative costs associated with operating the Alternative Fuels Finance Program.

9. **Contingency Funding for Agency Operations.** In the event that there are not sufficient revenue bonds issued during fiscal years 1995-97 to fund agency operations, the Texas Public Finance Authority is hereby appropriated, for fiscal year 1997, out of the administrative fees collected from the participants in the Master Equipment Lease Purchase Program an amount not to exceed the amount shown above in the Method of Financing as

"Bond Proceeds — Revenue Bonds." All revenue bond proceeds available for agency operations should be expended before the expenditure of Master Equipment Lease Purchase Program administrative fees.

10. **Unexpended Balances - Transfer of Bond Related Funds.** The Texas Public Finance Authority is hereby authorized to transfer all unexpended bond fund balances forward to the following fiscal year. Balances in and revenues accruing in these bond related funds are hereby appropriated to the Texas Public Finance Authority and may be transferred to the current fiscal year or prior fiscal years in order to make bond related payments and transfers in accordance with bond Resolutions. Bond funds include but are not limited to construction (project) funds, acquisition funds, cost of issuance funds, rebate funds, capitalized interest funds and restoration funds.

FIRE FIGHTERS' PENSION COMMISSIONER

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: SOUND PENSION FUNDS To ensure that pension funds for firefighters are actuarially sound and that their members receive the benefits to which they are entitled.		
Outcomes:		
Period to Amortize the Unfunded Actuarial Accrued Liability	30	30
Annual Investment Return	8.85%	8.85%
Percent of Local Boards Expressing Satisfaction	90%	90%
A.1.1. Strategy: FUND ADMINISTRATION Administer a pension fund for volunteer firefighters	$ 124,348	$ 124,348
Outputs:		
Number of Retirement Payments Distributed	24,000	24,000
Number of Cost Studies Prepared	15	15
Efficiencies:		
Average Administrative Cost Per Volunteer Firefighters' Pension (S.B. 411) Plan Member	8	8
A.2.1. Strategy: TECHNICAL ASSISTANCE Assist and educate local firefighter pension fund boards.	$ 95,294	$ 95,294
Outputs:		
Number of Benefit Determinations for Local Funds	400	400
Number of Requests for Legal Interpretations Answered	15	15

FIRE FIGHTERS' PENSION COMMISSIONER
(Continued)

Efficiencies:		
Average time (days) to respond to inquiries from local board members	7	7
Total, Goal A: SOUND PENSION FUNDS	$ 219,642	$ 219,642
Grand Total, FIRE FIGHTERS' PENSION COMMISSIONER	$ 219,642	$ 219,642
Method of Financing:		
General Revenue Fund	$ 122,232	$ 122,232
Fire Fighter's Relief and Retirement Fund No. 976	97,410	97,410
Total, Method of Financing	$ 219,642	$ 219,642
Number of Positions (FTE)	5.0	5.0
Schedule of Exempt Positions		
Commissioner, Group 1	$45,000	$45,000

STATE GENERAL SERVICES COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: GOODS AND SERVICES		
To provide or acquire goods and services in a cost effective manner, while providing business opportunities for Historically Underutilized Businesses (HUBs).		
Outcomes:		
Percent of Goods and Services Purchased From Term Contracts	55%	55%
Percent of State Term and Schedule Contracts Awarded to HUBs	17%	19%
Percent of Customer Satisfaction Attained	95%	95%
Percentage of Requested Office Machine Service Provided	92%	94%
CCTS Cost as Percent of Private Industry	34%	33%
CCTS Cost per Work Order	420	415
Cost of TEXAN as Percent of Tariff Industry Cost for Voice Communication	40%	40%
Cost of TEXAN Dedicated Circuits as Percent of Commercial Tariff Costs	65%	65%
Percent Change in Total State Fleet Operating Expenses	-5%	-8%
Estimated Cost Savings Resulting From Use of Travel Contracts	4,000,000	4,500,000
Dollar Savings From State Activities Restructured	5,000,000	5,000,000
Estimated Costs Avoided for Customers by Utilization of Federal Personal Surplus Property	1,000	1,500

A.1.1. Strategy: CENTRALIZED PURCHASING	$ 2,892,859	$ 2,884,007
Administer a competitive purchasing system in a time-efficient, responsive manner that encourages HUB participation through bid solicitation process and through prime and subcontracting opportunities.		
Outputs:		
Number of Open Market Requisitions Processed	3,300	3,100
Number of HUB Seminars Conducted	12	12
Number of HUB Audits Conducted	900	900
Number of State Term and Schedule Contracts Awarded to HUBs	77	79
Efficiencies:		
Average Days to Process Open Market Requisitions	30	30
A.2.1. Strategy: CUSTODIAL SERVICES	$ 4,661,033	$ 4,660,573
To offer state agencies different levels of custodial services from a variety of providers.		
Outputs:		
Number of Facilities Using GSC Service	14	12
Number of Facilities Using Private Contractors	19	21
Efficiencies:		
Average Cost per Square Foot Provided Services	.083	.085
Average Cost per Square Foot of Privatized Services	.07	.065
A.3.1. Strategy: CENTRAL OFFICE SERVICES	$ 4,043,973	$ 4,038,947
Provide for the timely and cost-effective delivery of services relating to repairs, mail processing, and office supply inventory.		
Outputs:		
Number of Office Machine Repairs Completed	9,800	9,800
Efficiencies:		
Average Turnaround Time per Office Machine Repair Request (in Hours)	13	12
A.4.1. Strategy: CAPITOL COMPLEX TELEPHONE	$ 2,228,312	$ 2,227,594
Maintain and increase the capabilities of the Capitol Complex Telephone Systems.		
Outputs:		
Work Orders Processed	25,200	27,720
Efficiencies:		
Average Time to Process Work Orders (Days)	4	4
A.5.1. Strategy: TEX-AN NETWORK SERVICES	$ 967,242	$ 966,351
Implement TEXAN III Network Services		
Efficiencies:		
Average Cost per Intrastate Day Minute on TEXAN	.1	.095
A.6.1. Strategy: FLEET MANAGEMENT	$ 264,478	$ 261,592
Develop and maintain Statewide Vehicle Fleet Management System to provide detailed data on fleet use, to identify potential vehicle pooling or alternative fuel use opportunities, and to ensure efficient vehicle repair and maintenance services are provided.		
Outputs:		
Number of Vehicles Converted by GSC to Approved Alternative Fuels	120	100
Number of Vehicle Repairs Performed	1,200	1,200

A.7.1. Strategy: TRAVEL MANAGEMENT	$ 216,344	$ 216,317
Address the travel needs of all executive branch state agencies through services provided under the State Travel Management Plan.		
Outputs:		
Number of Travelers Using Travel Contracts	39,000	40,000
Efficiencies:		
Average Cost per Trip	330	315
A.8.1. Strategy: COMPETITIVE GOVERNMENT	$ 146,780	$ 146,759
Support the Council on Competitive Government and estimate the full economic cost to the state to operate those functions that have private sector equivalents.		
Outputs:		
Number of State Activities Restructured	10	10
A.9.1. Strategy: FEDERAL SURPLUS PROPERTY	$ 2,189,708	$ 2,189,432
To aggressively screen and procure federal surplus personal property suitable for donation to the public and eligible nonprofit agencies in Texas.		
Outputs:		
Amount of Federal Surplus Personal Property Donated	33,000,000	34,000,000
Efficiencies:		
Average Amount of Surplus Personal Property Distributed per Certified Donee	1.1	1.2
Explanatory:		
Number of Usable Square Feet of Warehouse Space	85,106	85,106
Amount of Handling Fees Generated	2,500,000	2,800,000
Total, Goal A: GOODS AND SERVICES	$ 17,610,729	$ 17,591,572
B. Goal: FACILITIES MANAGEMENT		
To efficiently plan, provide, and manage state facilities.		
Outcomes:		
Percent Attained of the Applicable Performance Standards for Preventive Maintenance, Asbestos Management, Grounds Maintenance, and Energy Consumption	44%	44%
Dollar Value of Deferred Maintenance Projects Remaining	11,185,330	
Percentage of Leases Processed Within 120 Days	80%	80%
Ratio of Owned to Leased Space in Travis County	52	66
B.1.1. Strategy: FACILITIES OPERATION	$ 23,610,048	$ 22,177,952
Maintain and operate commission facilities in an efficient, effective, and environmentally safe manner through preventive maintenance, asbestos management, grounds maintenance, and energy consumption.		
Outputs:		
Area ACM Abated and Area Reconstructed	180,000	140,000
Efficiencies:		
Utility Costs per Square Foot	1.85	1.85
Cost per Square Foot of All Building Activities (Except Utilities)	.81	.81

B.2.1. Strategy: DEFERRED MAINTENANCE Maintain infrastructure of state-owned buildings by eliminating deferred maintenance needs, improving mechanical systems reliability, and ensuring the safety of state property and its users.	$ U.B.	$ U.B.
B.3.1. Strategy: LEASING SERVICES Provide leasing services to state agencies, including specification development, proposal evaluation, and contract verification and negotiation.	$ 472,382	$ 472,263
Efficiencies:		
Average Lease Processing Time (Days)	105	90
B.4.1. Strategy: OFFICE SPACE MANAGEMENT Provide facilities for state agencies through space and construction management.	$ 4,457,508	$ 1,304,630
Outputs:		
Number of Construction Projects Managed	150	150
Efficiencies:		
Change Orders and Add-Ons as a Percent of Budgeted Project Construction Costs	4%	4%
Explanatory:		
Number of Parking Spaces Provided and Maintained	7,645	8,295
B.4.2. Strategy: LEASE PAYMENTS Make lease payments on facilities financed through the Public Finance Authority.	$	$
Total, Goal B: FACILITIES MANAGEMENT	$ 28,539,938	$ 23,954,845
C. Goal: TRUST ACT To effectively implement the National and Community Services Trust Act of 1993 (the Act) to promote volunteer participation and community service as a means of state problem solving.		
Outcomes:		
Percent of Available Funds Obtained	100%	100%
C.1.1. Strategy: GRANT SUPPORT Provide technical assistance and outreach to all prospective grant applicants and serve as the state's liaison to the Federal Corporation for National Community Service.	$ 250,050	$ 250,029
Outputs:		
Number of Grant Applications Submitted for Funding	22	26
Explanatory:		
Funding Obtained for Texas Through the Act	8,500,000	10,000,000
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: CENTRAL ADMINISTRATION	$ 2,006,516	$ 2,006,516
D.1.2. Strategy: INFORMATION RESOURCES	$ 2,060,522	$ 2,060,522
D.1.3. Strategy: OTHER SUPPORT SERVICES	$ 860,180	$ 890,600
Total, Goal D: INDIRECT ADMINISTRATION	$ 4,927,218	$ 4,957,638
Grand Total, STATE GENERAL SERVICES COMMISSION	$ 51,327,935	$ 46,754,084

Method of Financing:		
General Revenue Fund	$ 35,182,750	$ 30,605,113
General Revenue - Consolidated (Insurance Taxes and Fees)	1,030,083	1,034,145
Federal Funds	250,000	250,000
Surplus Property Service Charge Fund Account No. 570	2,471,251	2,470,975
Appropriated Receipts	12,393,851	12,393,851
Bond Proceeds - Revenue Bonds	U.B.	U.B.
Total, Method of Financing	$ 51,327,935	$ 46,754,084
Number of Positions (FTE)	922.0	922.0
Schedule of Exempt Positions		
Executive Director, Group 4	$78,000	$78,000

1. **Information Listing of Appropriated Funds.** The appropriations made in this and other Articles of this Act to the General Services Commission for lease payments to the Texas Public Finance Authority, are subject to the following provision. The following amounts shall be used for the purpose indicated.

	For the Fiscal Year Ending August 31, 1996	August 31, 1997
Strategy B.4.2., Lease Payments	$ 31,165,314	$ 35,575,064
Method of Financing:		
General Revenue Fund	$ 28,378,724	$ 32,792,649
General Revenue Fund-Consolidated	76,148	76,035
General Revenue Fund-Consolidated (Insurance Taxes & Fees)	2,710,442	2,706,380
Total, Method of Financing Lease Payments	$ 31,165,314	$ 35,575,064

2. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Repairs or Rehabilitation of Buildings and Facilities		
(1) Asbestos Abatement	$ 1,860,000	$ 1,860,000
(2) Travis Building Renovation	$ 1,729,095	$ 0
Total, Repairs or Rehabilitation of Buildings and Facilities	$ 3,589,095	$ 1,860,000
b. Acquisition of Information Resource Technologies		
(1) Travis Building Telephones and Data Systems	133,800	0
c. Acquisition of Capital Equipment and Items		
(1) Modular Furniture - Ft. Worth	0	489,600
(2) Travis Building Systems Furniture	$ 1,254,750	$ 0
Total, Acquisition of Capital Equipment and Items	$ 1,254,750	$ 489,600
d. Lease Payments to the Master Equipment Lease Purchase Program (1994/95)	$ 220,591	$ 176,487
Total, Capital Budget	$ 5,198,236	$ 2,526,087
Method of Financing (Capital Budget):		
General Revenue Fund	$ 5,197,577	$ 2,525,704
Surplus Property Service Charge Fund Account No. 570	659	383
Total, Method of Financing	$ 5,198,236	$ 2,526,087

3. **Unexpended Balances of Bond Proceeds Appropriated.** All unexpended balances remaining as of August 31, 1995, in funds provided by Texas Public Finance Authority Revenue Bonds for construction projects are hereby appropriated to the General Services Commission for the 1996-97 biennium to complete the projects as authorized.

4. **Appropriation of Construction and Planning Fund.** All unexpended and unobligated balances in the Construction and Planning Fund Account No. 12, as of August 31, 1995, and all revenues accruing pursuant to V.A.C.S., Article 601b, Section 5.24 during the biennium beginning with the effective date of this Act, are hereby appropriated to the Commission for the purposes stated in V.A.C.S., Article 601b, Section 5.24.

5. **Capitol Complex Emergency Repairs.** Any unobligated balances remaining as of August 31, 1995, for property acquisition, repairs, and renovations are hereby appropriated for the same purpose and for any emergency repairs to facilities under the Commission's authority, including the State Capitol. The commission will notify the Legislative Budget Board and the Governor's Office of Budget and Planning of all expenditures for emergency repairs.

6. **Transfer Authority - Utilities.** In order to provide for unanticipated cost increases in purchased utilities during fiscal year 1996, the General Services Commission may transfer such amounts as may be necessary to cover such increases from appropriations made in fiscal year 1997 for utilities in B.1.1. Facilities Operation to amounts appropriated in fiscal year 1996 for utilities. Prior to transferring fiscal year 1997 funds into the 1996 fiscal year, notification shall be given to the Comptroller of Public Accounts of the amounts to be transferred and quarterly reports shall be filed with the Legislative Budget Board and the Governor's Office of Management and Budget detailing the necessity for such transfers.

7. **Transfer Authority - Rent.** The Comptroller is hereby authorized to transfer necessary sums to the General Services Commission out of the appropriated funds of those agencies' funds which are located in combined office facilities for the purpose of paying office rent and utilities. All sums transferred are hereby appropriated to the commission for the stated purposes.

8. **Maintenance - Aircraft Pooling Board.** The General Services Commission shall be responsible for the maintenance of state owned real property and facilities acquired for use by the Aircraft Pooling Board.

9. **Approval of Space Leases and Bid Specifications.** All state office space leases and bid specifications must be approved by the Space Management Division of the General Services Commission before signed or published by an agency. Bid specifications and leases will be considered approved if no exception is taken by the Commission within 15 working days.

10. **Employee Testing.** Out of the funds appropriated herein, the General Services Commission is authorized to pay for medical testing for employees or prospective employees that work in the sensitive area of asbestos removal. Testing deemed necessary under this provision must be approved by the Executive Director and obtained for the safety of the employee or the general public.

11. **TEX-AN III Capital Budget Purchases.** The General Services Commission is hereby authorized to expend funds appropriated elsewhere in this Act to acquire equipment that may be necessary to facilitate cost savings associated with the TEX-AN III Statewide Telecommunications System. The General Services Commission shall coordinate any equipment acquisitions associated with the TEX-AN III Statewide Telecommunications System with the Department of Information Resources and the Office of the Comptroller of Public Accounts. The General Services Commission shall notify the Legislative Budget Board and the Governor's Office of Budget and Planning of any such acquisition.

12. **Office Notification Policy.** Before relocation of an office, execution of a contract for lease of a state office, or before implementing a change in policy which affects office location, the Legislative members for the respective district must be notified to the extent possible.

13. **Reimbursements, Federal Funds.** The General Services Commission is hereby authorized to return to the federal government, funds that were incorrectly included in its cost recovery billings to agencies that receive federal funds. Before a refund can be made to the federal government, a statement of fact must be provided to the State Auditor, and the State Auditor must approve the reimbursement before the State Comptroller can issue the refund.

14. **Cost Recovery, Reimbursement of General Revenue Funds.** In the event that the Leasing Services Program or any other function funded with general revenue in the above strategies, recovers operational costs through reimbursements from other agencies or entities, the General Services Commission shall reimburse the General Revenue Fund for the amounts

expended. Upon reimbursement, the Comptroller shall transfer these funds to unappropriated general revenue balances.

15. **State Cemetery Restoration Master Plan.** The General Services Commission shall contract with the Texas Department of Parks and Wildlife to restore and improve the State Cemetery in accordance with the State Cemetery Restoration Master Plan.

16. **State Cemetery Restoration Master Plan, Unexpended Balances.** The General Services Commission is hereby authorized to transfer the unobligated balance of funds budgeted for the state match for the State Cemetery Restoration Master Plan as of August 31, 1995, to the 1996-97 biennium as needed for completion of the project.

17. **Unexpended Balances, Bidders List Fees.** The General Services Commission is hereby authorized to carry forward unexpended balances received from bidders list fees collected during fiscal year 1996 to fiscal year 1997 for the cost of maintaining a consolidated statewide bidders list.

18. **General Services Commission's Revolving Account.** It is the intent of the Legislature that the Comptroller of Public Accounts establish the "General Services Commission's Revolving Account" to account for the expenditures, revenues, and balances of its full cost-recovery operations of Business Machine Repairs, Central Store, Print Shop, and Design/Construction Management. The expenditures, revenues, and balances for each operation shall be maintained separately by the General Services Commission within its accounting system. Any unobligated balances for these operations as of August 31, 1995, are hereby appropriated to the General Services Commission for use during the 1996-97 biennium, along with any revenues received during the biennium. Any unobligated balances as of August 31, 1996, are reappropriated for the same use during fiscal year 1997.

19. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the operation of the Federal Surplus Property program cover, at a minimum, the cost of the appropriations made to Strategy A.9.1., Federal Surplus Property, including employee matching costs and any other direct operating costs. In the event that the actual and/or projected fee revenue collections are insufficient to offset program costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of fee revenue expected to be available.

20. **Capital Project Authorization, El Paso.** The General Services Commission is authorized to construct or purchase an office building in El Paso in accordance with Section 5 of Article 601b at an estimated cost of $21,400,000. The Texas Public Finance Authority is authorized to issue revenue bonds in accordance with Article 601d, Texas Revised Civil Statutes, to finance the project, including the costs of acquiring real property for new construction.

21. **Re-authorization To Issue Bonds, Capital Construction Projects.** Notwithstanding the limitations prescribed by Article 601d, Section 9, V.T.C.S., relating to the location of buildings for which bonds or obligations may be issued, the revenue bond projects as indicated below that were authorized by Senate Bill 5, 73rd Legislature, Regular Session, are hereby re-authorized and the Texas Public Finance Authority may issue revenue bonds or other revenue obligations under this Act in estimated amounts as indicated below to finance the specified construction and rehabilitation projects for state-owned buildings. Out of the

proceeds of the issuance and sale of such bonds or obligations the following estimated amounts are hereby appropriated to the General Services Commission for expenditure on the following projects:

a. Air Quality Standards Compliance Projects--$2,304,100;

b. State Health and Human Services Building in Tarrant County--$7,000,000.

22. **Aircraft Pooling Board Facility.** Out of funds appropriated above in Strategy B.4.1., Office Space Management, the General Services Commission shall allocate $300,000 for project analysis, planning and design of a new facility for the relocation of Aircraft Pooling Board (APB) facilities.

23. **Contingency Appropriation for House Bill 2658.** Contingent upon the enactment of House Bill 2658, or similar legislation relating to the name, function, and duties of the Texas Committee on Purchases of Products and Services of Blind and Severely Disabled Persons, by the 74th Legislature, Regular Session, the General Services Commission is hereby appropriated an amount not to exceed $56,000 for fiscal year 1996 and $42,000 for fiscal year 1997 out of additional revenues collected pursuant to House Bill 2658 for the purpose of implementing that Act. The General Services Commission is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

24. **Implementation of Senate Bill 1295.** Out of funds appropriated above, $42,900 in 1996 and $33,000 in 1997 shall be allocated for the implementation of Senate Bill 1295, if such Act should become law.

25. **Travis Building Modification Project.** Out of amounts appropriated above in Strategy B.4.1., Space Management, $3,252,667 for fiscal year 1996 is included for modifications to the William B. Travis Building for the Railroad Commission, the Public Utility Commission and the Office of the Public Utility Counsel.

OFFICE OF THE GOVERNOR

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: Formulation of Balanced State Policies		
A.1.1. Strategy: SUPPORT GOVERNOR & STATE Provide Support to Governor and State Agencies	$ 4,734,579	$ 4,734,905
A.1.2. Strategy: APPOINTMENTS Develop and Maintain System of Recruiting, Screening, and Training	$ 540,673	$ 540,721

A.1.3. Strategy: COMMUNICATIONS Maintain Open, Active and Comprehensive Communications, Scheduling and Correspondence Functions	$ 1,618,270	$ 1,618,459
A.1.4. Strategy: GOVERNOR'S MANSION Maintain and Preserve Governor's Mansion	$ 314,909	$ 314,939
Total, Goal A:	$ 7,208,431	$ 7,209,024
Grand Total, OFFICE OF THE GOVERNOR	$ 7,208,431	$ 7,209,024
Number of Positions (FTE)	198.0	198.0
Schedule of Exempt Positions Governor, Group 4	$99,122	$99,122

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Acquisition of Information Resource Technologies (1) Local Area Network	$ 125,000	$ 125,000
b. Lease Payments to the Master Equipment Lease Purchase Program	$ 9,500	$ 9,500
Total, Capital Budget	$ 134,500	$ 134,500
Method of Financing (Capital Budget):		
General Revenue Fund	$ 104,500	$ 104,500
Federal Funds	30,000	30,000
Total, Method of Financing	$ 134,500	$ 134,500

2. **Unexpended Balances.** Any unexpended balances as of August 31, 1996, in the appropriations made herein to the Office of the Governor are hereby reappropriated for the same purposes for the fiscal year beginning September 1, 1996.

3. **Unexpended Balances, Emergency and Deficiency Grants.** Any unexpended balances as of August 31, 1995, in appropriations for deficiency and emergency grants made in Senate Bill 5, Seventy-third Legislature, Regular Session, are hereby reappropriated for the biennium beginning September 1, 1995. The purposes of these appropriations are for payments of claims arising prior to the convening of the next Legislature by the Governor in accordance

with Article 4351, V.A.C.S., and for grants-in-aid in cases of disasters with the need for and the amount of such aid to be determined by the Governor, and for other purposes needed in the operations of State departments and agencies, including legal defense of officials and employees; and for emergency use in accordance with Article 689a-4c, V.A.C.S. Additionally, upon certification by the Governor that an emergency exists within the scope of the above cited provisions in an agency funded out of special funds, there are hereby appropriated amounts necessary from special funds to meet the deficiency or emergency and the Comptroller of Public Accounts shall transfer from the special fund to the necessary appropriation account the amount certified as necessary to meet the deficiency or emergency. Transfers made under this provision shall be made only when sufficient balances over appropriated amounts exist in the special fund. The Governor may, according to the terms of the deficiency or emergency award, require the agency to repay all or part of the award. The repayment may be accomplished by purchase voucher, journal entry, or other procedures established by the Governor's Office with the concurrence of the Comptroller of Public Accounts.

4. **Unexpended Balances, Payments to National Guard Troops.** Any unexpended balances as of August 31, 1995, in Strategy C.8.1., National Guard, in Senate Bill 5, Seventy-third Legislature, Regular Session, are hereby reappropriated for the same purposes for the biennium beginning September 1, 1995.

5. **Appropriation of Earned Federal Funds.** Any balances remaining as of August 31, 1995, plus any revenues received during the biennium beginning September 1, 1995 identified as earned federal funds are hereby appropriated to the Office of the Governor for use in the operations of the office.

6. **Use of Assistance to Regional Planning Commissions.** Funds appropriated above for Assistance to Regional Planning Commissions, are to provide assistance to metropolitan and rural regional planning commissions exercising the planning functions authorized by Chapter 570, Acts of the Fifty-ninth Legislature, Regular Session, 1965, as amended, and for administrative expenses (including salaries, professional fees and services, part-time and seasonal help, travel, consumable supplies and materials, current and recurring operating expenses, and capital outlay) relating to services to the regional planning agencies.

7. **Reporting Requirements, Assistance to Regional Planning Commissions.** Every recipient of funds appropriated for Assistance to Regional Planning Commissions, shall annually publish a complete financial statement, including a listing of receipts and expenditures by accounts, together with an enumeration of each employee of the recipient, by job title, and the annual compensation of each, and such financial statement shall be made available to each member of the Legislature, and other state officials in compliance with the Distribution of Reports listed in the General Provisions of this Act.

8. **Travel for Security Personnel.** Notwithstanding other provisions of this Act, commissioned Department of Public Safety personnel when transporting and providing security for the Governor or Governor-elect and his or her spouse and immediate family shall be reimbursed for their actual meals, lodging and incidental expenses when on official travel in or out of the state.

9. **Designation of Exempt Positions.** Pursuant to the provisions of this Act and other state and federal legislation, and notwithstanding restrictions in this Act relative to the authority of the Governor to exempt positions from the Position Classification Act of 1961, the Governor may designate the title, number and compensation rate of exempt positions to be used by the Office of the Governor.

10. **Transfer Authority for Deficiency and Emergency Grants.** In accordance with applicable statutes and to facilitate current accounting and reporting procedures; the Governor's Office may transfer funds and/or budget authority via Journal Voucher or other similar means as may be prescribed by the Comptroller of Public Accounts from Strategy A.1.1., Agency Grant Assistance to recipient agencies.

11. **Governor's Salary.** The salary provided by this Act for the governor is an annual salary and is not reduced during the governor's absence from the state.

12. **Unexpended Balances**. Any unexpended balances as of August 31, 1995 in appropriations made to the Office of the Governor, including appropriations for Trusteed Programs, are hereby reappropriated to the Office of the Governor for the biennium beginning September 1, 1995.

13. **Transfer Authority.** Notwithstanding limitations on appropriation transfers contained in the General Provisions of this Act, the Office of the Governor is hereby authorized to direct agency resources, and transfer such amounts appropriated above between appropriation items. The Governor may transfer appropriations and FTEs within the Office of the Governor and for Trusteed Programs, and may assign appropriations and the corresponding FTEs for Trusteed Programs to other agencies.

14. **Criminal Justice-Related Appropriations.** Appropriations made herein to Trusteed Programs for criminal justice related purposes from the following revenue sources are estimated amounts:

    Revenues previously dedicated to the Auto Theft Prevention Fund
    Revenues previously dedicated to the Criminal Justice Planning Fund No. 421

15. **Oil Overcharge Settlement Funds.**

    a. Unexpended balances from contracts executed in the 1994-95 biennium are reappropriated for the 1996-97 biennium for the purpose of completing existing projects under contract.

    b. It is the intent of the Legislature that the LoanStar Program continue at the current level of financial commitment.

    c. Any new receipts of oil overcharge funds to the State of Texas or any oil overcharge funds available for reallocation by the Governor shall be used to fund eligible programs with priority given to the LoanStar Program, property-poor school districts and low-income persons.

    d. Any unexpended balances in oil overcharge funds as of August 31, 1995, for the Alternative Energy Program, Sustainable Energy Development Council, and the City of Dallas Alternative Fuels Taxi Program are hereby appropriated for the biennium beginning September 1, 1995 to the General Land Office for the completion of these projects and for the purpose of implementing the plan of the Sustainable Energy Development Council.

    e. Any unexpended balances in oil overcharge funds as of August 31, 1995, for the ENTERP, Public-Private Partnership and Weatherization Assistance Programs are hereby appropriated for the biennium beginning September 1, 1995 to the Department of Housing and Community Affairs for the same purpose.

f. Any unexpended balances in oil overcharge funds as of August 31, 1995, for the Alternative Fuels Council are hereby appropriated for the biennium beginning in September 1, 1995 to the Alternative Fuels Council. These funds shall be used for the promotion of the use of natural gas and liquified petroleum gas or their derivative, including vehicle fuel conversions and compression infrastructure equipment consistent with Department of Energy regulations and subject to approval, and as directed by the Council established by Senate Bill 737, Seventy-third Legislature, Regular Session.

g. Any unexpended balances in oil overcharge funds as of August 31, 1995, for the Texas Energy Coordination Council are hereby appropriated for the biennium beginning September 1, 1995 to the Texas Energy Coordination Council. As an exception to paragraph (c) above, there is hereby appropriated $500,000 from new or reallocated oil overcharge funds to the Texas Energy Coordination Council for the biennium beginning September 1, 1995.

h. Any unexpended balances in oil overcharge funds as of August 31, 1995, for the Superconductivity Program are hereby appropriated for the biennium beginning September 1, 1995 to the University of Houston. General Revenue appropriations made to the University of Houston for the Superconductivity Program in Article III of this act are reduced by the amount of oil overcharge funds appropriated herein.

i. Oil overcharge appropriations made herein are executed through contracts between the Office of the Governor and the agencies identified above.

16. **Contingency Appropriation for H.B. 1863.** It is the intent of the Legislature that a Human Resource Investment Council be funded as provided for under the federal Job Training Reform Amendments Act of 1992. Contingent upon the enactment of H.B. 1863, or similar legislation providing for the consolidation of workforce training programs, the following amounts are hereby appropriated to the Office of the Governor for the indicated fiscal years and out of the funding sources specified:

	1996	1997
Office of the Governor	$230,900	$245,700
Method of Finance:		
Interagency Contracts	$190,728	$203,580
Federal Funds	40,172	42,120

In the event that H.B. 1863, or similar legislation is not enacted by the 74th Legislature, the amounts indicated herein above are hereby appropriated to the Texas Employment Commission for the purpose of continuation of the Human Resource Investment Council.

TRUSTEED PROGRAMS WITHIN THE OFFICE OF THE GOVERNOR

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PROGRAMS ASSIGNED-GOVERNOR'S OFFICE		
Administer Programs Assigned to the Governor		
Outcomes:		
Percentage of criminal justice programs funded by Governor's Office that are found to be measurably effective	95%	95%
Percentage of law enforcement agencies and prosecutors' offices in Texas that are in compliance with crime victim assistance statutes	70%	70%
Percentage of market share of feature film starts garnered by Texas	6%	7%
Number of Texans employed by music related industries	50,000	55,000
Percentage of state agencies documenting compliance with Section 35.105 of the Americans with Disabilities Act (ADA)	95%	100%
Percentage of businesses surveyed reporting removal of barriers	58%	63%
Percentage of coordinated plan completed	75%	75%
Percentage increase in funding for research of women's health care	60%	70%
A.1.1. Strategy: AGENCY GRANT ASSISTANCE	$ 3,250,000	$ 1,250,000 & U.B.
Provide Financial Grant Assistance to Agencies		
A.1.2. Strategy: REGIONAL GRANT ASSISTANCE	$ 2,500,000	$ 2,500,000
Provide Financial Grant Assistance to Regional Planning Commissions		
A.1.3. Strategy: CRIMINAL JUSTICE	$ 63,614,282	$ 63,614,449
Research, Provide Seed Money to, and to Promote Replication of Measurably Successful Programs in Criminal Justice		
Outputs:		
Number of programs and community groups awarded grants	959	959
Number of calls into the Crime Victims Hotline that receive assistance	6,000	6,000
Number of law enforcement personnel and prosecutors' office staff who receive training on crime victim assistance law	1,536	1,536
A.1.4. Strategy: FILM AND MUSIC MARKETING	$ 600,691	$ 600,739
Market Texas as a Film Location and Promote the Texas Music Industry and Products		
Outputs:		
Combined production budgets of projects filming in Texas (million)	185	190
Number of film scouts assisted by the office	60	70
Number of Texas music businesses added to the TMO Business Referral Network	500	500
A.1.5. Strategy: ADA REQUIREMENTS	$ 291,556	$ 291,561
Inform Organizations and General Public of ADA Requirements		
A.1.6. Strategy: TRANSPORTATION COORDINATION	$ 113,485	$ 112,638
Coordinate State Transportation Services		

TRUSTEED PROGRAMS WITHIN THE OFFICE OF THE GOVERNOR
(Continued)

Outputs:		
Number of state agency transportation programs evaluated	4	5
A.1.7. Strategy: WOMEN'S GROUPS	$ 81,530	$ 81,535
Network Statewide Women's Groups in Texas		
Outputs:		
Number of statewide women's groups published in division's directory	3,750	5,000
A.1.8. Strategy: NATIONAL GUARD	$ 125,000	$ 125,000
Provide Funds and or Dispatch National Guard		
A.1.9. Strategy: IMMIGRATION AND REFUGEE ASSISTANCE	$ 2,800,000	$ 2,800,000
Develop Policy and Disseminate Information. Provide Assistance to Recipients. Apply for New Source of Funds		
A.1.10. Strategy: TEXAS ISSUES	$ 673,355	$ 673,355
Make Texas Issues Known at Membership Meetings		
Total, Goal A: PROGRAMS ASSIGNED-GOVERNOR'S OFFICE	$ 74,049,899	$ 72,049,277
Grand Total, TRUSTEED PROGRAMS WITHIN THE OFFICE OF THE GOVERNOR	$ 74,049,899	$ 72,049,277
Method of Financing:		
General Revenue Fund	$ 19,577,988	$ 17,577,366
Governor's Office Federal Projects Fund No. 224	2,800,000	2,800,000
Criminal Justice Planning Fund No. 421	19,000,000	19,000,000
Federal Funds	32,671,911	32,671,911
Total, Method of Financing	$ 74,049,899	$ 72,049,277

HISTORICAL COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: HISTORICAL PRESERVATION		
Preserve our state's irreplaceable historic landmarks and artifacts for the enjoyment, education. and benefit of the public, and the enrichment of future generations.		
Outcomes:		
Percentage of the Property Owners, Agencies and Local Governments Assisted That Complete Documentation for Preservation Projects Annually	95%	95%

Number of Individuals Provided Training in Historic and Archeological Preservation	16,300	17,400
Dollar Value of Volunteer Hours Contributed	8,320,000	8,470,000
Number of Net New Jobs Created in Main Street Cities	868	953
Dollar Value of Private Sector Reinvestment in Main Street Cities	32,800,650	33,100,500
Number of Regional Tourism Attractions Developed	375	500

A.1.1. Strategy: HISTORICAL DESIGNATION — $ 512,220 — $ 512,220

Assist property owners, state and federal agencies, and local governments with identification, designation, and access to resources for the preservation of historic properties.

Outputs:

Number of Property Owners Assisted	10,000	10,000

Efficiencies:

Average Cost per Property Owner or Agency Assisted	19.3	19.3

A.1.2. Strategy: ARCHITECTURAL ASSISTANCE — $ 1,002,279 — $ 734,629

Provide technical and financial assistance to owners/ administrators for responsible rehabilitation and preservation of architectural properties.

Outputs:

Number of Historic Building Owners/Administrators Provided With Technical Assistance, Monitoring, and Mandated Architectural Reviews.	4,933	5,426

Efficiencies:

Average Cost Per Architectural Review	30.14	31.7

A.1.3. Strategy: PRESERVATION TRUST FUND — $ 2,537,947 — $ 39,597 & U.B.

Develop the Texas Preservation Trust Fund into a viable source of grant funding for preservation projects

Outputs:

Number of Grants Awarded	50	50

Explanatory:

Average Grant Amount Awarded	3,000	3,000

A.1.4. Strategy: ENVIRONMENTAL REVIEW — $ 889,458 — $ 885,458

Administer state and federally-mandated environmental impact review and historic property management programs.

Outputs:

Number of Construction Projects Reviewed	5,156	5,362

Efficiencies:

Percent of Construction Projects Reviewed in Less Than 30 Days	93%	89%

A.1.5. Strategy: LOCAL PRESERVATION — $ 457,244 — $ 484,244

Encourage public participation in local preservation efforts through training, coordination, and recognition.

Outputs:

Number of Public Presentations and Workshops Given	54	60

Efficiencies:

Average Agency Cost Per Volunteer Hour Donated	.06	.06

Explanatory:

Number of New Historical Markers Placed	308	336

A.1.6. Strategy: STATE ARCHEOLOGIST	$ 283,818	$ 283,818
Provide assistance and information to promote the protection of Texas' diverse archeological heritage through site evaluation, public outreach, and volunteer programs.		
Outputs:		
Number of Persons Provided Archeological and Preservation Assistance	85,000	90,000
A.2.1. Strategy: MAIN STREET ASSISTANCE	$ 337,243	$ 337,243
Encourage local private sector reinvestment in historic downtowns and commercial districts through Main Street technical assistance.		
Outputs:		
Number of Technical Assistance Consultations Provided to Main Street Cities	5,675	5,675
Efficiencies:		
Average Cost Per Main Street Technical Assistance Consultation	58.45	58.45
A.2.2. Strategy: REGIONAL TOURISM	$ 109,444	$ 109,445
Identify, assist and develop the interpretation of important regional tourism attractions.		
Outputs:		
Number of Property Owners Provided Technical Assistance	525	675
Efficiencies:		
Average Cost per Property or Museum Assisted	178	178
Total, Goal A: HISTORICAL PRESERVATION	$ 6,129,653	$ 3,386,654
B. Goal: INDIRECT ADMINISTRATION		
B.1.1. Strategy: INDIRECT ADMINISTRATION	$ 700,538	$ 665,038
Grand Total, HISTORICAL COMMISSION	$ 6,830,191	$ 4,051,692
Method of Financing:		
General Revenue Fund	$ 5,124,832	$ 2,351,333
General Revenue Fund - Consolidated	24,297	25,947
Other Funds		
Federal Funds	773,327	773,326
Appropriated Receipts	219,688	222,013
Interagency Contracts	688,047	679,073
Subtotal, Other Funds	$ 1,681,062	$ 1,674,412
Total, Method of Financing	$ 6,830,191	$ 4,051,692
Number of Positions (FTE)	87.0	87.0
Schedule of Exempt Positions		
Executive Director, Group 2	$63,362	$63,362

1. **Capital Budget**. None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Repairs or Rehabilitation of Buildings and Facilities		
(1) Restoration/Renovation of Historic Buildings	$ 438,693	$ 189,597 & U.B.
b. Acquisition of Information Resource Technologies		
(1) Personal Computers and Local Area Network	100,500	52,500 & U.B.
(2) Geographic Information System	34,290	30,417 & U.B.
Total, Acquisition of Information Resource Technologies	$ 134,790	$ 82,917
c. Transportation Items		
(1) Vehicles	62,069	24,054 & U.B.
Total, Capital Budget	$ 635,552	$ 296,568
Method of Financing (Capital Budget):		
General Revenue Fund	$ 601,262	$ 266,151
Interagency Contracts	34,290	30,417
Total, Method of Financing	$ 635,552	$ 296,568

2. **Sam Rayburn House Caretaker**. A designated employee of the Texas Historical Commission may be provided the Caretaker's Cottage and utilities in return for living on the grounds of the Sam Rayburn House Museum in Bonham, Texas.

3. **Appropriation of Receipts**. All fees that the Texas Historical Commission is authorized by statute to collect are hereby appropriated for the specific purpose named in the statute for the biennium beginning September 1, 1995.

4. **Cost Recovery of Historical Markers**. It is the intent of the Legislature that the Historical Commission recover the full costs of historical markers.

5. **Unexpended Balances: Annual Conference**. Any balances on hand as of August 31, 1995 and August 31, 1996, not to exceed $4,000 each, collected from the Annual Conference are

hereby reappropriated to the Historical Commission for the fiscal years beginning September 1, 1995 and September 1, 1996, respectively.

6. **Unexpended Balances: Gifts and Donations.** Any balances on hand as of August 31, 1995 and August 31, 1996 received as a gift or donation are hereby reappropriated to the Historical Commission for the fiscal years beginning September 1, 1995 and September 1, 1996 for the purpose specified by the donors.

7. **Unexpended Balances: Preservation Trust Fund**. There is hereby appropriated to the Historical Commission, out of the General Revenue Fund, for the fiscal year beginning September 1, 1995, an amount equal to the unexpended balance on hand as of August 31, 1995, from Preservation Trust Fund donations, appropriations, and interest earned. Any balances on hand as of August 31, 1996 are hereby reappropriated for the fiscal year beginning September 1, 1996. Any gifts, donations, or other revenues, including all interest earned on the fund, in excess of the amounts appropriated above, are hereby appropriated for the biennium beginning September 1, 1995.

8. **Promotional Materials.** The Texas Historical Commission is hereby authorized to purchase promotional educational materials for resale purposes during the biennium beginning September 1, 1995. All receipts received from the sale of these materials are hereby appropriated to the Commission for the administration and operation of agency programs. Any unexpended balances on hand as of August 31, 1996, are hereby reappropriated for the fiscal year beginning September 1, 1996.

9. **Registration of Historic Cemeteries.** The Texas Historical Commission is hereby authorized to collect funds for the registration of historic cemeteries and is appropriated all such fees for the biennium beginning September 1, 1995. Any unexpended balances on hand as of August 31, 1996, are hereby reappropriated to the Texas Historical Commission for the fiscal year beginning September 1, 1996 for the purpose of administering the Historic Cemetery Program.

10. **Sunset Contingency.** Funds appropriated above for fiscal year 1997 for the Texas Historical Commission are made contingent on the continuation of the Texas Historical Commission by the Legislature. In the event the agency is not continued, the funds appropriated for fiscal year 1996, or as much thereof as may be necessary, are to be used to provide for the phase out of agency operations.

11. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S. Article 6252-33, reimbursement of expenses for advisory committee members, out of funds appropriated above, is limited to the following advisory committee: State Board of Review

12. **Preservation Trust Fund.** Out of the amounts appropriated above in Strategy A.1.3., Preservation Trust Fund, $2.5 million in general revenue may be transferred to the Texas Preservation Trust Fund account in the General Revenue Fund and is hereby appropriated to the Preservation Trust Fund account.

13. **Tourism: Promotion of Historical Sites.** In addition to the amounts appropriated above, the Texas Historical Commission, pursuant to V.T.C.A., Government Code, Chapter 481.172, shall expend $150,000 each year of the biennium beginning September 1, 1995, transferred from the Texas Department of Commerce to encourage travel to the state's historical attractions.

COMMISSION ON HUMAN RIGHTS

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: ANTI-DISCRIMINATION LAWS		
To provide leadership in the development and effective administration of policies and laws designed to prohibit and reduce discrimination in Texas.		
Outcomes:		
Percent of Investigations Complying with the Commission's Quality Control Standards and the U.S. EEOC's Substantial Weight Review Standards	98%	98%
Percent of Investigations Complying with the Commission's Quality Control Standards and HUD's Substantial Weight Review Standards	100%	100%
A.1.1. Strategy: INVESTIGATIONS	$ 1,492,811	$ 1,478,006
Conduct all investigations in accordance with the commission's quality control standards and the U.S. EEOC and HUD substantial weight review standards, automate the commission's complaint processing system, and implement an alternative dispute resolution process.		
Outputs:		
Number of Complaints Resolved	1,539	1,611
Efficiencies:		
Average Number of Days to Resolve Employment Complaints	134	134
Average Number of Days to Resolve Housing Complaints	60	60
B. Goal: TRAINING & ASSISTANCE		
To ensure that employment and housing opportunities in Texas are free from discrimination practices by providing comprehensive training and technical assistance on laws prohibiting such discrimination.		
Outcomes:		
Percent Reduction per Year in Employment Discrimination Complaints Filed with the Commission Against State Agencies and Institutions of Higher Education Receiving Training	5%	5%
Percent Reduction per Year in Employment and Housing Discrimination Complaints Filed Against Employers and Housing Providers Receiving Training	5%	5%
Percent Reduction in State Claims Paid for Cases of Employment Discrimination	20%	20%
B.1.1. Strategy: TRAINING	$ 382,829	$ 374,371
Provide technical assistance and comprehensive training on compliance with laws prohibiting discrimination.		
Outputs:		
Number of Individuals Receiving Training	5,550	5,865
Efficiencies:		
Average Number of Days from Date of Request for EEO Training to Date of Delivery of Training	100	100

B.1.2. Strategy: MONITOR PERSONNEL PLANS & POLICIES To review, and revise affirmative action plans of state agencies and institutions of higher education through technical assistance to ensure that such affirmative action plans are in compliance with the Texas Commission on Human Rights Act. To Review, provide technical assistance, to make necessary revisions, and audit personnel policies of state agencies and institutions of higher education to ensure compliance with the Texas Commission on Human Rights Act.	$ 126,079	$ 122,758
Outputs:		
Number of State Agencies and Institutions of Higher Education Using Personnel Policies and Selection Procedures in Compliance with the TCHR Act	10	10
Total, Goal B: TRAINING & ASSISTANCE	$ 508,908	$ 497,129
Grand Total, COMMISSION ON HUMAN RIGHTS	$ 2,001,719	$ 1,975,135
Method of Financing:		
General Revenue Fund	$ 530,438	$ 497,868
Federal Funds, estimated	1,306,262	1,274,147
Appropriated Receipts	33,019	63,120
Interagency Contracts	132,000	140,000
Total, Method of Financing	$ 2,001,719	$ 1,975,135
Number of Positions (FTE)	44.0	44.0
Schedule of Exempt Positions		
Executive Director, Group 2	$54,768	$54,768

1. **Cash Flow Contingency.** Contingent upon the receipt of federal funds allocated under the annual fixed cost performance based contracts and special projects with the U.S. Equal Employment Opportunity Commission and the U.S. Department of Housing and Urban Development, the Commission may temporarily utilize additional general revenue funds, pending the receipt of federal reimbursement, in an amount not to exceed 50 percent of the remaining estimated federal funds to be received in each year of the biennium adjusted to actual contract amounts. The general revenue amounts utilized above the general revenue method of finance must be repaid upon receipt of federal reimbursement and shall be utilized only for the purpose of temporary cash flow needs. These transfers and repayments shall be credited to the fiscal year being reimbursed and shall be in accordance with procedures established by the Comptroller. All transfers of the method of finance shall be reported by the Commission to the Legislative Budget Board.

2. **Appropriation of Required Compliance Training Funds.** All receipts to the Commission on Human Rights from interagency contracts for training and any penalty received authorized

in the General Provisions of this Act are hereby appropriated to the commission for costs associated with training and assistance to state agencies in the 1996-97 biennium.

3. **Reimbursement of Advisory Committee Members**. Pursuant to V.T.C.S. Article 6252-33, reimbursement of expenses for advisory committee members, out of funds appropriated above, is limited to advisory committees required to be established by federal contracts with the U.S. Equal Employment Opportunity Commission and the U.S. Department of Housing and Urban Development. Reimbursement to committee members may be made solely from federal funds.

4. **Cost Recovery for Assistance and Training**. It is the intent of the Legislature that cost recovery charges to state agencies and institutions of higher education, and other governmental entities will not exceed those established for the 1994-95 Biennium as detailed in the Texas Commission on Human Rights' approved cost recovery fee schedule.

TEXAS INCENTIVE AND PRODUCTIVITY COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
Out of Appropriated Receipts:		
A. Goal: ENCOURAGE PARTICIPATION To encourage the development of productive and innovative state agencies and employees and to recognize employees for their efforts to save money, increase revenues, and improve services. Texas Civil Statutes, Government Code, 2108.022.		
Outcomes:		
Actual Total Savings/Revenues from Approved Suggestions	550,000	600,000
Actual Total Savings from Approved Productivity Plans	1,400,000	900,000
Percent of Productivity Plans Successfully Completed by Agencies	90%	90%
Percentage of Productivity Plans and Bonus Applications Approved Within the Specified Timeframe	100%	100%
A.1.1. Strategy: EDUCATION AND PROMOTION Educate employees and program coordinators/contacts and conduct program promotional activities.	$ 92,780	$ 91,280
Outputs:		
Number of Training and Promotion Hours	3,320	3,320
Number of Workshops Conducted	38	26
Efficiencies:		
Average Cost per Training Hour	30	27
A.2.1. Strategy: PRODUCTIVITY PLAN REVIEW Conduct staff review and commission consideration of employee suggestions, productivity plans, and productivity bonus applications within the specified timeframe.	$ 123,839	$ 125,339

Outputs:		
Number of Suggestions Approved Within Specified Timeframes	110	120
Number of Plans Approved Within Specified Timeframes	21	19
Efficiencies:		
Average Cost to Process Suggestions	39	38
Total, Goal A: ENCOURAGE PARTICIPATION	$ 216,619	$ 216,619
Grand Total, TEXAS INCENTIVE AND PRODUCTIVITY COMMISSION	$ 216,619	$ 216,619
Number of Positions (FTE)	6.0	6.0
Schedule of Exempt Positions		
Executive Director, Group 1	$42,534	$42,534

1. **Allocation of Net Annual Savings/Revenues.** Net annual savings/revenues realized from employee suggestions implemented by a state agency under the provisions of Article 6252-29(a), Section 2 and rules promulgated by the Texas Incentive and Productivity Commission must be allocated by the state agency as follows:

   a. Transfer 20 percent of the annual net savings/revenues from amounts appropriated to the agency in the fiscal year(s) and strategy area(s) in which the savings/revenues were realized to the Texas Incentive and Productivity Commission.

   b. Lapse 40 percent of the annual net savings/revenues from amounts appropriated to the agency in the fiscal year(s) and strategy area(s) in which the savings/revenues were realized. The lapsed amount will be held in the fund from which the savings/revenues were realized for future appropriation by the Legislature.

   c. Retain 40 percent of the original annual net savings/revenues from amounts appropriated to the agency in the fiscal year(s) and strategy area(s) in which the savings/revenues were realized for merit pay increases. The merit increases awarded under this provision must fall within the guidelines of Article IX, Section 1 of this Act. Merit award money resulting from the annual net savings/revenues is hereby appropriated to the agency for the biennium for payment of merit awards.

   The Comptroller of Public Accounts shall develop rules for the above provisions.

2. **Allocation of Productivity Bonus Account Funds.** Savings realized from productivity plans implemented by a state agency or division under the provisions of Article 6252-29(a), Section 3 and rules promulgated by the Texas Incentive and Productivity Commission shall be transferred by the agency and must be allocated by the state agency and the Comptroller of Public Accounts as follows:

   a. Twenty-five percent of the amount in the agency's Savings Measurement Account to the Productivity Bonus Fund Account No. 578 for the Incentive and Productivity Commission.

b. Seventy-five percent of the amount in the agency's Savings Measurement Account is further allocated as follows:

(1) An amount not to exceed 25 percent of the amount in the Savings Measurement Account shall be available for payment of employee bonuses and shall be subject to the provisions of Article 6252-29(a) regarding maximum amount per employee. These funds are hereby appropriated to the implementing agency or division for such use.

(2) One-third of the amount remaining in the Savings Measurement Account shall be available for use by the agency during the subsequent fiscal year for further productivity improvements. These funds are hereby appropriated to the agency for such use. Any remaining balances in the Savings Measurement Account related to awards approved by the Commission in fiscal year 1995 are hereby reappropriated to the implementing agency for use during fiscal year 1996.

(3) Lapse the remainder of the balance in the Savings Measurement Account. The lapsed amount will be held in the fund from which the original transfer was made for future appropriation by the Legislature.

The Comptroller of Public Accounts shall develop rules for the above provisions.

3. **Net Savings/Revenues Encumbered and Reappropriated.** The net savings/revenues realized in a fiscal year are to be considered encumbered by the agency implementing the suggestion or productivity plan and the Texas Incentive and Productivity Commission for purposes of carrying out the transfers listed in Sections 1 and 2 above. The amounts encumbered shall be accounted for in the following manner:

Upon implementation of an approved employee suggestion or productivity plan, an agency shall establish a Savings Measurement Account for that suggestion or productivity plan and transfer into this account the share of the projected net first-year savings/revenues attributable to the suggestion or productivity plan during that fiscal year. All balances in these accounts as of August 31, 1996 are reappropriated for fiscal year 1997. At the beginning of the following fiscal year, the agency shall transfer into the Savings Measurement Account the remaining share of the projected net savings/revenues for each approved suggestion or productivity plan.

At the conclusion of the implementation period for an approved and implemented suggestion or productivity plan, the amount of net savings/revenues certified by the agency and the Texas Incentive and Productivity Commission shall be compared with the balance in the Savings Measurement Account for that employee suggestion or productivity plan. If the certified net savings/revenue amount exceeds the balances in the Savings Measurement Account, the additional funds shall be derived from that agency's current year appropriations. If the certified net savings/revenue amount is less than the balance in the Savings Measurement Account, the excess amount deposited is available to the agency for expenditures in the current fiscal year for the same purposes as the original source appropriations. The certified net savings/revenues shall be transferred in accordance with Sections 1 and 2 above.

The Comptroller and the Texas Incentive and Productivity Commission shall jointly develop rules for the above provisions.

4. **Appropriation Source, Contributions.** Contributions accepted by the Texas Incentive and Productivity Commission from September 1, 1995 through August 31, 1997, along with

contribution balances on hand at August 31, 1995 are hereby appropriated to the Commission for the biennium ending August 31, 1997 for purposes authorized by Article 6252-29(a), Vernon's Texas Civil Statutes.

5. **Appropriation Source, Net Annual Savings/Revenues.** Amounts transferred under Section 1.a. above are hereby appropriated to the Texas Incentive and Productivity Commission for the biennium ending August 31, 1997. The funds are to be utilized for awards made and administrative costs incurred under Article 6252-29(a), Vernon's Texas Civil Statutes, provided that notwithstanding general provisions contained elsewhere in this Act, the amounts available for expenditure by the agency which are transferred under Section 1.a and Section 2.a, collectively do not exceed the appropriation amounts listed in the Method of Finance titled - Appropriated Receipts. Should an award paid to an employee reach the maximum allowable amount, the remainder of the 10 percent share will be used to cover agency administrative costs.

6. **Appropriation Source, Productivity Bonus Program Amounts.** Amounts transferred under Section 2.a above are hereby appropriated to the Texas Incentive and Productivity Commission for the biennium ending August 31, 1997. The funds are to be utilized for administrative costs incurred under Article 6252-29(a), Vernon's Texas Civil Statutes, provided that notwithstanding general provisions contained elsewhere in this Act, the amounts available for expenditure by the agency which are transferred under Section 1.a and Section 2.a, collectively do not to exceed the appropriation amounts listed in the Method of Finance titled - Appropriated Receipts.

7. **Usage and Reimbursement of General Revenue.** Pending Receipt of Funds from the Commission's Share of the Productivity Bonus Fund Account No. 578 and from the Commission's share of transfer under the State Employee Incentive Program, the Commission may utilize general revenue funds. Upon receipt of funds from these sources, the Commission shall reimburse general revenue. In no event shall the General Revenue funds available for loan exceed 50 percent of the total funds appropriated for the biennium from Appropriated Receipts.

8. **Sources and Amounts of the Net Savings/Revenues Transfers.** In the event that agencies identify statutory, federal or constitutional restrictions on the use of funds in accounts where savings/revenues were generated by approved employee suggestions, agencies are authorized to substitute other funding and appropriation sources for the 20 percent portion that is transferred to the Texas Incentive and Productivity Commission, and agencies are authorized to defer the transfer of the remaining 80 percent. All such deferrals for statutory, federal or constitutional restrictions shall be reviewed and approved by the Comptroller's Office before the deferral and substitution of 20 percent from other funds is adopted.

9. **Awards for Statewide Suggestions Approved Under the State Employee Incentive Program.** In the event that an employee suggestion approved under the State Employee Incentive Program results in savings or revenue increases in funds that are not appropriated to the agency that implemented the employee suggestion, the Comptroller shall transfer 20 percent of the savings or revenue increases from the fund or account that recognized the savings or revenue increases to the special fund established in Texas Civil Statutes, Article 6252-29a., Section 2.002(f) to pay employee awards and administrative costs incurred by the Texas Incentive and Productivity Commission. Amounts transferred for awards are hereby appropriated and the remaining amounts transferred are available to fund the Commission's appropriation.

DEPARTMENT OF INFORMATION RESOURCES

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: ADVISE STATE LEADERS		
To assist the state leadership in achieving its goals through advice and recommendations on issues concerning the use and management of information resources.		
Outcomes:		
Statewide/Interagency Projects Analyzed as a Percentage of Total Identified	100%	100%
Projects Analyzed as a Percentage of Total Identified	100%	100%
A.1.1. Strategy: MAJOR PROJECTS REVIEW	$ 833,438	$ 834,471
Review state agency major information resources projects.		
Outputs:		
Number of Projects	160	160
Number of Project Briefs/Issue Papers Produced	6	6
Efficiencies:		
Average Cost per Project or Policy Review	35,000	35,000
B. Goal: ASSIST STATE AGENCIES		
To assist state agencies in achieving their objectives through the appropriate use and management of information resources.		
Outcomes:		
Percentage of State Agencies in Full Compliance With IRMA Reporting Requirements	96%	97%
DIR Costs for Direct Planning and Technical Services to Agencies/Institutions, as a Percentage of Comparable Private Industry Services Costs	90%	90%
Total Savings and Cost Avoidance Through Utilization of Cooperative Services	5,750,000	6,000,000
B.1.1. Strategy: PLANNING ASSISTANCE	$ 4,856,586	$ 5,823,168
Assist state agencies in the planning for, and the most cost-effective acquisition and management of their information resources by providing planning assistance, technical advice and assistance, and, education and training.		
Outputs:		
Number of IR Plans and Amendments	220	220
Number of Planning Assistance Responses Produced	30	20
Number of State Employees Trained	6,000	6,000
Efficiencies:		
Average Cost per IR Review	600	600
Average Cost per Planning Assistance Response	400	400
Average Cost per State Employee Trained	150	150
C. Goal: PROMOTE EFFICIENT SYSTEMS		
To promote a statewide environment to encourage efficient use and management of information resources.		
Outcomes:		
Percentage of Federal Technical Standards Reviewed	100%	100%

C.1.1. Strategy: STATE POLICY DEVELOPMENT	$ 1,063,833	$ 1,067,453
Establish statewide direction and policies for information resources standard architectures.		
Outputs:		
Number of Policies, Procedures, and Standards Produced	4	4
Number of Federal Technical Standards Reviewed	25	25
Efficiencies:		
Average Cost per Standards Review	500	500
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: CENTRAL ADMINISTRATION	$ 773,472	$ 786,234
D.1.2. Strategy: INFORMATION RESOURCES	$ 349,671	$ 305,404
D.1.3. Strategy: OTHER SUPPORT SERVICES	$ 546,821	$ 572,844
Total, Goal D: INDIRECT ADMINISTRATION	$ 1,669,964	$ 1,664,482
Grand Total, DEPARTMENT OF INFORMATION RESOURCES	$ 8,423,821	$ 9,389,574
Method of Financing:		
General Revenue Fund	$ 3,331,349	$ 3,072,105
Appropriated Receipts	170,885	170,885
Interagency Contracts	4,921,587	6,146,584
Total, Method of Financing	$ 8,423,821	$ 9,389,574
Number of Positions (FTE)	131.0	131.0
Schedule of Exempt Positions		
Executive Director, Group 3	$80,204	$80,204

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of Interagency Contracts:		
a. Lease Payments to the Master Equipment Lease Purchase Program (1994/1995)	$ 41,081	$ 28,562
Total, Capital Budget	$ 41,081	$ 28,562

2. **DIR Clearing Fund Account.** The Comptroller shall establish in the state treasury the Department of Information Resources clearing account for the administration of cost recovery activities pursuant to authority granted under Sections 771, 791 and 2054, Government Code. The account shall be used:

   a. As a depository for funds received as payments from state agencies and units of local government for services provided;

   b. As a source of funds for the department to purchase, lease, or acquire in any other manner services, supplies, software products, and equipment necessary for carrying out the department's duties relating to services provided to state agencies and units of local government for which the department receives payment from state agencies and local governmental units; and

   c. To pay salaries, wages, and other costs directly attributable to the services provided to state agencies and units of local government for which the department receives payment from those agencies and governmental units.

   The balance of the account shall not exceed more than 10 percent of the total revenue processed through the account. All balances as of August 31, 1995, and revenues accruing during the 1996-97 biennium to the Department of Information Resources clearing fund account are hereby appropriated for the 1996-97 biennium.

3. **Capital Purchases on Behalf of Other Government Entities.** Any capital items related to information resources technologies purchased by the Department of Information Resources for use by other state agencies and governmental entities for which the Department is reimbursed do not apply to the Department for the purpose of the capital budget rider limitations specified in Section 37, of the General Provisions of this Act.

LIBRARY & ARCHIVES COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: DELIVERY OF SERVICES To improve the availability and delivery of library and information services for all Texans.		
Outcomes:		
Percent of the Population Living Outside of the Service Areas of Public Libraries	7%	7%
Percent of Eligible Population Registered For Talking Book Program Services	9.4%	9.5%
A.1.1. Strategy: LIBRARY RESOURCES Provide for the statewide sharing of library resources.	$ 4,314,065	$ 4,418,480
Outputs:		
Number of Persons Provided Project-Sponsored Services By Shared Resources	4,497,800	4,522,800

A.1.2. Strategy: TEXAS LIBRARY SYSTEM	$ 8,024,326	$ 7,908,244
Provide funding to support the Texas Library System (TLS).		
Outputs:		
Number of Persons Provided TLS Project-Sponsored Services	2,332,750	2,370,725
A.1.3. Strategy: LOCAL LIBRARIES	$ 1,443,250	$ 1,453,568
Aid in the development of local libraries.		
Outputs:		
Number of Persons Provided Local Library Project-Sponsored Services	439,500	439,500
A.2.1. Strategy: DISABLED SERVICES	$ 1,411,010	$ 1,414,732
Provide direct library service by mail to Texas citizens with disabilities from a centralized collection of large-print, braille, and recorded books.		
Outputs:		
Number of Persons Served	24,389	25,039
Number of Volumes Circulated	803,200	803,200
Number of Libraries Receiving Print Access Aids	75	150
Total, Goal A: DELIVERY OF SERVICES	$ 15,192,651	$ 15,195,024
B. Goal: GOV'T & PUBLIC ACCESS		
To improve the availability and delivery of information services to state government, and to persons seeking current and historical information from state government.		
Outcomes:		
Percent of Reference Questions Correctly Answered	85.1%	85.1%
B.1.1. Strategy: ACCESS TO GOV'T INFORMTN	$ 994,450	$ 979,748
Provide ready access to information in government publications, records, and other sources. Estimated.		
Outputs:		
Number of Reference Questions Answered	82,962	82,962
C. Goal: MANAGE STATE-LOCAL RECRDS		
Provide for the cost-effective management of all state and local government records.		
Outcomes:		
Percent of State Agencies Administering Programs Based on Approved Records Schedules	85%	87%
C.1.1. Strategy: RECORD MANAGMNT TRAINING	$ 2,807,266	$ 2,485,154
Provide records management training, consulting, and storage services to state agencies and local government officials. Estimated.		
Outputs:		
Number of Cubic Feet Stored/Maintained	244,000	262,000
Micrographics Services Production Revenue per FTE	32,500	32,500
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: INDIRECT ADMINISTRATION	$ 1,219,134	$ 1,196,243
Grand Total, LIBRARY & ARCHIVES COMMISSION	$ 20,213,501	$ 19,856,169

Method of Financing:		
General Revenue Fund	$ 11,818,776	$ 11,495,890
Federal Public Library Service Fund No. 118	7,116,677	7,069,694
Federal Funds	14,701	
Appropriated Receipts	139,059	145,012
Interagency Contracts	1,013,658	1,034,943
Earned Federal Funds	110,630	110,630
Total, Method of Financing	$ 20,213,501	$ 19,856,169
Number of Positions (FTE)	206.5	206.5
Schedule of Exempt Positions and Per Diem of Commissioners		
Director-Librarian, Group 3	$65,000	$65,000
Per Diem of Commissioners	1,080	1,080

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Construction of Buildings and Facilities		
(1) Roof Replacement/Repair	$ 349,400	$ U.B.
b. Acquisition of Capital Equipment and Items		
(1) Microfilm/Imaging Equipment	93,000	81,225
(2) Print Access Aid Equipment for the Visually Disabled	$ 203,775	$ 187,735
Total, Acquisition of Capital Equipment and Items	$ 296,775	$ 268,960
Total, Capital Budget	$ 646,175	$ 268,960
Method of Financing (Capital Budget):		
General Revenue Fund	$ 553,175	$ U.B.
Appropriated Receipts	19,000	7,225
Interagency Contracts	74,000	74,000
Total, Method of Financing	$ 646,175	$ 81,225

2. **Acceptance of Gifts and Donations.** Pursuant to Vernon's Texas Code Annotated, Section 441.006(b)(2) and Section 441.154, the Library and Archives Commission is authorized to accept donations of historical or archival materials relating to the history of Texas, sometimes referred to as Texana, or of the Southwest, and gifts of money are hereby appropriated to the

Library and Archives Commission for such purposes; and such gifts as herein mentioned shall not be construed as being gifts for any other purpose except as may be specified by any donor or donors.

3. **Disbursement of Library Development Funds.** The Texas State Library and Archives Commission is hereby authorized to disburse to major resource systems and regional systems those general revenue funds appropriated in Strategy A.1.2., Texas Library System, in a manner consistent with Section 441.138, Government Code V.T.C.A., in order to satisfy the requirements of the federal maintenance of effort provisions in 34 C.F.R., Section 770, et. seq. The Commission is also authorized to promulgate rules necessary to administer these disbursements.

4. **Appropriation of Microfilming and Shredding Fees.** The Library and Archives Commission is hereby authorized to collect fees from state agencies and local governments for the purpose of cost recovery of microfilming and shredding state and local government records. Those receipts are appropriated to the Texas State Library and Archives Commission for the biennium and their expenditure is hereby authorized.

5. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S., Article 6252-33, reimbursement of expenses for advisory committee members, out of funds appropriated above is limited to the following advisory committees:

   Library System Act Advisory Board
   Library Services Construction Act Advisory Council
   Texas Historical Records Advisory Board
   Local Government Records Committee
   Records Management and Preservation Advisory Committee

6. **Sunset Contingency.** Funds appropriated above for fiscal year 1997 for the Library and Archives Commission are made contingent on the continuation of the Library and Archives Commission by the Legislature. In the event the agency is not continued, the funds appropriated for fiscal year 1996 or as much thereof as may be necessary are to be used to provide for the phase out of agency operations.

7. **Assistance to Public Libraries.** Out of funds appropriated above in Strategy A.1.1., Library Resources, $1,250,000 each year shall be used to assist public libraries gain access to the Internet and electronic information.

8. **Appropriation: Print Access Aids.** Out of funds appropriated above in Strategy A.2.1., Disabled Services, $203,775 is appropriated in fiscal 1996 and $187,735 is appropriated in fiscal 1997 for the purpose of purchasing print access aids for public libraries for use by persons who are visually disabled. The Library and Archives Commission shall ensure that print access aids are equitably distributed among public libraries throughout the state based on need and geographic location.

9. **Contingency Appropriation for Senate Bill 627.** Out of funds appropriated above, the State Library and Archives Commission shall allocate an amount not to exceed $21,860 to negotiate an agreement for the exchange of the Alamo and the Battle of San Jacinto flags with the appropriate authorities in Mexico upon enactment of Senate Bill 627.

PENSION REVIEW BOARD

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: SOUND RETIREMENT SYSTEMS Ensure that Texas Public Retirement Systems are actuarially sound and well managed in their administration and investments so that members receive their entitled benefits with a minimum expenditure of taxpayer dollars.		
Outcomes:		
Percent of Texas Public Retirement Systems That are Actuarially or Financially Sound	90%	90%
Percent of Pension Bills to Which an Actuarial Impact Statement is Attached and Delivered Prior to Committee Hearings	0%	100%
Percent of Legislative and Public Retirement System Requests for Technical Assistance Answered	100%	100%
Percent of Plan Administrators Satisfied With PRB Educational Services	90%	90%
A.1.1. Strategy: RETIREMENT SYSTEM REVIEWS Conduct reviews of Texas public retirement systems.	$ 146,800	$ 68,967
Outputs:		
Number of Reviews Completed	258	258
Efficiencies:		
Percent of Compliance Actions Completed Within 60 Days	35%	35%
A.2.1. Strategy: TECHNICAL ASSISTANCE Provide technical assistance to public retirement systems; examine legislation for potential impact on Texas' public retirement systems.	$ 104,300	$ 220,800
Outputs:		
Number of Impact Statements Issued		130
Technical Assistance Reports Produced	195	205
Efficiencies:		
Percent of Technical Assistance Reports Issued Within 14 Days of Request	95%	95%
A.3.1. Strategy: RETIREMENT EDUCATION Educate members of the public retirement systems, the Legislature, and the general public regarding pension law and current issues.	$ 14,915	$ 15,102
Outputs:		
Number of Persons Participating in Public Pension Seminars	100	100
Total, Goal A: SOUND RETIREMENT SYSTEMS	$ 266,015	$ 304,869
Grand Total, PENSION REVIEW BOARD	$ 266,015	$ 304,869
Method of Financing:		
General Revenue Fund	$ 206,015	$ 244,869
State Pension Review Board Fund No. 662	60,000	60,000
Total, Method of Financing	$ 266,015	$ 304,869

PENSION REVIEW BOARD
(Continued)

Number of Positions (FTE)	5.0	5.0
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 1	$47,786	$47,786
Per Diem of Board Members	1,400	2,420

1. **Public Retirement System Database.** To the extent feasible within the appropriations above, it is the intent of the Legislature that the State Pension Review Board develop and maintain a database, which is accessible by modem or some form of electronic bulletin board that addresses the informational needs of public retirement systems and other regular users of pension related data. This information should identify the names and addresses of the public retirement systems, including but not limited to the results of financial reports and actuarial valuations, and any other pertinent information the Pension Review Board deems appropriate.

PRESERVATION BOARD

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PRESERVE CAPITAL BLDGS To preserve, maintain, and restore the State Capitol, the General Land Office Building, the Capitol Extension, their contents and the grounds, and convey their historical importance to Capitol visitors.		
Outcomes:		
Percent of Follow-up Compliance Reports Filed Based on the State Preservation Board Facilities Management Plan	100%	100%
Percent of Planned and Funded Work Completed for the Historic South Capitol Grounds Restoration	100%	100%
Percentage Increase in Inventoried Historical Items From the 1994 Level	80%	87%
Percent of Collection Documentation Completed	80%	87%
Percent Restoration Completed of the Collection	2%	3%
Annual Percentage Change in the Number of Tours Booked	50%	33%
Percentage of the Capitol Complex Visitors Center Available Touring Hours Utilized Annually By the Public	38%	50%
A.1.1. Strategy: BUILDING MODIFICATIONS Utilize Master Plan to review and authorize modifications to the buildings and their grounds.	$ 242,150	$ 252,650
Outputs:		
Number of Building Modification Requests Reviewed	50	
A.1.2. Strategy: MANAGE CAPITOL & GROUNDS Manage the Master Plan restoration projects for the Capitol and Capitol Grounds.	$ 105,850	$ 86,850

Outputs:		
Number of Master Plan Capitol and Capitol Grounds-related Projects Completed Within Time Line Projections	3	
A.2.1. Strategy: HISTORICAL RESTORATIONS Acquire, document and restore historical items.	$ 228,250	$ 220,750
Outputs:		
Number of Items Documented or Updated	75	75
A.3.1. Strategy: EDUCATIONAL PROGRAM Manage a comprehensive educational program focusing on the history and restoration of the Capitol Complex buildings and their grounds for visitors to the Capitol and the Capitol Complex Visitors Center	$ 325,750	$ 344,250
Outputs:		
Number of School and General Tours Scheduled	780	1,040
A.3.2. Strategy: OPERATIONAL ACTIVITIES Oversee the events, exhibits, and activities conducted in areas under State Preservation Board control and operate a profitable gift shop.	$ 91,139	$ 85,139
Outputs:		
Number of Events, Exhibits, and Special Activities Scheduled and Managed	200	200
Total, Goal A: PRESERVE CAPITAL BLDGS	$ 993,139	$ 989,639
Grand Total, PRESERVATION BOARD	$ 993,139	$ 989,639
Method of Financing:		
General Revenue Fund	$ 990,139	$ 986,639
General Revenue Fund - Consolidated	3,000	3,000
Total, Method of Financing	$ 993,139	$ 989,639
Number of Positions (FTE)	31.0	30.5
Schedule of Exempt Positions		
Executive Director, Group 2	$68,958	$68,958

1. **Building Repair Funding**. The State Preservation Board is hereby appropriated $400,000 per annum for emergency repairs and required modifications to the Capitol, the Capitol Extension, and The 1857 General Land Office Building. This authority is contingent upon prior notification to the Legislative Budget Board, Governor's Office of Budget and Planning, and Comptroller's Office on any planned expenditures of these funds.

2. **Appropriation: Capitol Fund**. The donated and earned balances remaining in the Capitol Fund as of August 31, 1995, and deposited into the Capitol Fund during the current biennium, are hereby appropriated to the State Preservation Board for use by the Board for the benefit of the Capitol and the associated programs of the agency in accordance with the intentions of the donors and the Legislature.

3. **Unexpended Balance Authority: Capitol Restoration.** All unexpended balances from the Restoration and Repair of the Capitol are hereby reappropriated to the State Preservation Board for the biennium beginning September 1, 1995. These funds shall be used to pay all outstanding construction claims. Any unencumbered balance, after payment of claims, may be spent to complete the Historic Capitol Grounds Project. Any excess funds remaining after completion of the Historic Capitol Grounds Project shall be transferred to the Preservation Trust Fund administered by the Historical Commission.

4. **Appropriation: Fee Revenue.** All other fees and revenues collected or earned pursuant to V.T.C.S., Government Code 443.007 are appropriated to the State Preservation Board for the purposes specified within that Act.

5. **Sunset Contingency.** Funds appropriated above for fiscal year 1997 for the Preservation Board are made contingent on the continuation of the Preservation Board by the Legislature. In the event the agency is not continued, the funds appropriated for fiscal year 1996 or as much thereof as may be necessary are to be used to provide for the phase out of agency operations.

6. **Maintaining Paved Surfaces of Capitol Grounds.** Notwithstanding any other provision in law, the Texas Department of Transportation shall demolish, construct, repair, and maintain paved surfaces on the State Capitol Grounds according to the Historic Capitol Grounds Master Plan adopted by the State Preservation Board.

7. **Placement of Portraits in the Capitol Rotunda.** It is the intent of the Legislature that portraits of Texas governors displayed in the Capitol rotunda be placed with the governor serving the last term located on the first floor of the rotunda. The remaining portraits shall be displayed in reverse chronological order.

8. **Return of Six Seals to the Entrance of the Capitol.** It is the intent of the Legislature that the six seals affixed to the front and back of the State Capitol removed during the Capitol restoration project be restored and returned.

9. **Appropriation: Restriction on Appropriated Funds.** None of the funds appropriated to the Preservation Board may be expended by the Board for the 1996-97 biennium unless and until an office locking system approved by the Speaker Pro Tem of the House of Representatives has been installed in the Speaker Pro Tem's office located in the Capitol Building.

SECRETARY OF STATE

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: INFORMATION MANAGEMENT To provide accurate, reliable, and timely access to information; maximize the efficiency of document processing; and take actions to ensure compliance with laws and rules.		
Outcomes:		
Percent of Business Organization Document Filings and Public Information Request Responses Completed Within 3 Days	66%	64%
Percent of Secured Transaction Document Filings and Public Information Request Responses Completed Within 3 Days	80%	80%
Percent of Publication Costs Recovered Through Subscription Fees	60%	60%
A.1.1. Strategy: CORPORATE CHARTERS File or reject corporation, limited partnership, limited liability company, registered limited liability partnership, assumed name and trademark documents submitted for filing; and maintain and disseminate information derived from those filings.	$ 2,680,687	$ 2,680,687
Outputs:		
Number of Processed Requests for Information on Business Organizations	873,000	873,000
Efficiencies:		
Average Cost per Business Organization Filing	5.54	5.54
A.1.2. Strategy: UNIFORM COMMERCIAL CODE File or reject Uniform Commercial Code documents, federal tax liens, and utility security agreements; and maintain and disseminate information derived from those filings.	$ 1,799,643	$ 1,799,655
Outputs:		
Number of Requests Processed for Information on Secured Transactions	70,000	70,000
Efficiencies:		
Average Cost per Secured Transaction Filing	3.79	3.79
A.1.3. Strategy: NOTARIES & MISCELLANEOUS FILINGS Commission notaries public and other appointed officials; accept substituted service of process; register athlete agents, business opportunities, health spas; file other documents required by statute; and take necessary enforcement actions.	$ 1,115,236	$ 1,115,236
Efficiencies:		
Average Cost per Statutory Filing	8	8
Explanatory:		
Number of Requests for Information on Registrants and Public Officials	78,000	78,000

A.1.4. Strategy: SESSION LAWS PUBLICATIONS	$ 207,219	$ 7,219 & U.B.
Publish laws passed by the Legislature		
Efficiencies:		
Average Cost per Page Published	.03	.04
A.2.1. Strategy: TEXAS REGISTER/T.A.C.	$ 884,167	$ 884,167
Publish the Texas Register and the Texas Administrative Code		
Efficiencies:		
Average Cost per Texas Register Published	7,515	7,515
Average Cost per Texas Administrative Code Published	8,289	8,289
Total, Goal A: INFORMATION MANAGEMENT	$ 6,686,952	$ 6,486,964
B. Goal: ADMINISTER ELECTION LAWS		
To obtain and maintain uniformity and integrity in the conduct of elections statewide while overseeing the election process in the state.		
Outcomes:		
Percent of Election Officials Trained	95%	90%
B.1.1. Strategy: ELECTIONS ADMINISTRATION	$ 2,763,039	$ 2,763,039
Provide statewide elections administration		
Efficiencies:		
Average Cost per Election Official Trained	22.32	23.56
B.1.2. Strategy: PRIMARY ELECTION FUNDS	$ 11,403,991	$ 403,991 & U.B.
Administer Primary Election Funds		
Efficiencies:		
Administrative Cost to Administer Primary Election Fund	70,962	70,962
B.1.3. Strategy: CONSTITUTIONAL AMENDMENTS	$ 1,007,837	$ 30,527 & U.B.
Publish and interpret constitutional amendments		
Efficiencies:		
Average Cost per Amendment Published	84,516	0
B.1.4. Strategy: VOTER REGISTRATION	$ 529,056	$ 18,430 & U.B.
Reimburse Counties for Voter Registration Postage		
Efficiencies:		
Administrative Cost to Reimburse Counties	25,380	25,380
Total, Goal B: ADMINISTER ELECTION LAWS	$ 15,703,923	$ 3,215,987
C. Goal: INTERNATIONAL PROTOCOL		
C.1.1. Strategy: PROVIDE PROTOCOL SERVICES	$ 50,000	$ 50,000
Grand Total, SECRETARY OF STATE	$ 22,440,875	$ 9,752,951

Method of Financing:		
General Revenue Fund	$ 20,925,819	$ 8,237,883
Appropriated Receipts	1,515,056	1,515,068
Total, Method of Financing	$ 22,440,875	$ 9,752,951
Number of Positions (FTE)	242.5	242.5
Schedule of Exempt Positions		
Secretary of State, Group 3	$76,966	$76,966

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease Payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Lease Payments to the Master Equipment Lease Purchase Program (1992/1993)	$ 12,351	$ 0
b. Acquisition of Information Resource Technologies		
(1) Local Area Network	$ 473,938	$ 486,289
Total, Capital Budget	$ 486,289	$ 486,289

2. **Appropriation of Receipts: Voting Systems; Vote Tabulation Center; Notary Fees; State Seal of Texas; Athlete Agents; Credit Card Fees; Telephone Solicitors; Law Enforcement Solicitors; Limited Liability Business Organizations; and Veterans Organizations.** The Secretary of State is hereby appropriated the funds received and revenue collected pursuant to V.T.C.A., Election Code, Chapter 122; V.T.C.A., Election Code, Chapter 68; V.T.C.A., Government Code, Section 406.007(a)(2); V.T.C.A., Business and Commerce Code, Section 17.08; V.T.C.S., Art. 8871; V.T.C.A., Government Code, Section 405.031(e); V.T.C.S., Art. 5069-18.01, et seq.; V.T.C.A., Art. 9023c; V.T.C.A., Business and Commerce, Section 36.11; and V.T.C.S., Art. 9023b, for the purpose of implementing the provisions of those Acts. The Secretary of State is hereby authorized to transfer the appropriations made pursuant to this provision to the appropriate strategies listed above.

3. **Contingency Appropriation, Constitutional Amendments.** There is hereby appropriated to the Secretary of State for the biennium beginning September 1, 1995, out of the General Revenue Fund, an amount equal to the actual costs of fulfilling the requirements of V.T.C.A., Election Code, Chapter 274, Subchapter B, and Article 17 Section 1 of the Texas Constitution for each proposed constitutional amendment and referendum item above fifteen (15) passed by the Legislature and submitted to the voters of the State of Texas.

4. **Travel Expenditures.** The Secretary of State is hereby authorized to expend funds from the above appropriations to reimburse state inspectors for travel expenses pursuant to V.T.C.A., Election Code, Section 34.003.

5. **Limitation, Primary Finance.** Of the funds appropriated in Strategy B.1.2., Primary Election Funds, not more than $250,000 may be distributed to the executive committees of the state parties for the operation of the primary and runoff elections. Funds distributed to the executive committees shall be distributed to the respective parties in the ratio of the total number of primary and runoff voters in the 1994 elections.

6. **Inaugural Receipts.** All contributions, receipts, and other deposits received pursuant to Chapter 401, Government Code, including the unexpended and unencumbered balances on hand on August 31, 1995, in the General Revenue Fund—Consolidated pursuant to Chapter 401, Government Code, are hereby appropriated to the Secretary of State for expenditures pursuant to Chapter 401, Government Code. Upon formation of the Inaugural Committee, all balances and receipts shall be transferred to the Committee and are hereby appropriated to the Inaugural Committee pursuant to Chapter 401, Government Code.

7. **Distribution of Session Laws.** None of the funds appropriated above may be expended for the printing or distribution of session laws except for the following: (1) one copy to the governor, (2) one copy to the lieutenant governor, (3) one copy to the speaker of the house, (4) one copy to each court of appeals, (5) one copy to each county law library, (6) 10 copies to the Texas Legislative Council, (7) 15 copies to the Legislative Reference Library, (8) 30 copies to the State Law Library, (9) 60 copies to the Texas State Library, and (10) one copy to each member of the Legislature upon request.

8. **Contingency Appropriation for Senate Bill 494.** Contingent upon the enactment of Senate Bill 494, or similar legislation, relating to the imposition of a lien on certain persons convicted of criminal offenses, by the 74th Legislature, Regular Session, the Office of the Secretary of State is hereby appropriated an amount not to exceed $1,500,000 for fiscal year 1996 and $1,500,000 for fiscal year 1997 out of additional revenues collected pursuant to Senate Bill 494 for the purpose of implementing that Act. The Office of the Secretary of State is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

OFFICE OF STATE-FEDERAL RELATIONS

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: INFLUENCE FEDERAL ACTION To increase Texas' state officials' influence over that portion of the state budget which is directly or indirectly controlled by federal action, to identify federal and state actions necessary to increase or preserve federal funding to Texas and to communicate this information to state officials and agencies.		
Outcomes:		
Texas' Proportionate Share of Federal Funding	6.24%	6.52%
Texas' Proportionate Share of Funding From Federal Formula Allocations	6.18%	6.48%
Texas' Ranking in Per Capita Federal Grants	44	43
Number of Grant Applications Made With the Assistance of OSFR	24	24
Value of Awards From Grant Applications Made With the Assistance of OSFR (in Millions of Dollars)	3,900,000	3,900,000
A.1.1. Strategy: FEDERAL RESEARCH Research, analyze, and work to advance those federal and state actions that are favorable to the state and that increase or preserve Texas' federal funding opportunities.	$ 386,037	$ 386,037
Outputs:		
Number of State Priority Issues Identified and Implementation Plans Developed for Health and Human Services, Energy and Environment, and Economic Development	45	45
Number of Formula Funding Adjustment Recommendations Identified and Implementation Plans Developed	10	10
A.1.2. Strategy: TECHNICAL ASSISTANCE Provide state agencies and other governmental entities with information on the availability of federal grants and provide grantwriting and technical assistance to those agencies; and provide opportunities for governmental comments on specified state and federal actions prior to funding or implementation.	$ 201,828	$ 201,828
Outputs:		
Number of State Employees Trained Through OSFR Grantwriting Workshops	250	250
Efficiencies:		
Cost per State Employee Trained in Grantwriting Workshops	100	100
A.1.3. Strategy: OFFICIAL REPORTS Coordinate with and report to Texas state officials on the state's efforts to obtain its equitable share of federal funds.	$ 233,853	$ 233,853
Outputs:		
Number of Reports Provided to Texas State Officials on Federal Funding	300	300

OFFICE OF STATE-FEDERAL RELATIONS
(Continued)

Number of Special Issues and Project Requests to Which OSFR Responded	500	500
Total, Goal A: INFLUENCE FEDERAL ACTION	$ 821,718	$ 821,718
B. Goal: INDIRECT ADMINISTRATION		
B.1.1. Strategy: INDIRECT ADMINISTRATION	$ 503,635	$ 503,635
Grand Total, OFFICE OF STATE-FEDERAL RELATIONS	$ 1,325,353	$ 1,325,353
Method of Financing:		
General Revenue Fund	$ 986,556	$ 986,556
Interagency Contracts	338,797	338,797
Total, Method of Financing	$ 1,325,353	$ 1,325,353
Number of Positions (FTE)	22.0	22.0
Schedule of Exempt Positions		
Executive Director, Group 3	$82,500	$82,500

1. **Cost of Living Salary Supplement.** The Office of State Federal Relations (OSFR) is hereby authorized to pay a salary supplement, not to exceed $1,200 per month, to each OSFR employee whose duty station is located in Washington, D.C. This salary supplement shall be in addition to the salary rate authorized for that position by this Act.

   Any state agency or any institution which assigns an employee to work in the Washington, D.C., office of the OSFR on a permanent basis and which also designates that employee's duty station as Washington, D.C., is hereby authorized to pay such an employee a salary supplement not to exceed $1,200 per month. This salary supplement shall be in addition to the salary rate authorized by this Act.

   In the event that an employee so assigned works on a less than full-time basis, the maximum salary supplement shall be set in a proportionate basis.

2. **Information and Assistance Requirements.** It is the intent of the Legislature that funds appropriated above be expended in a manner which provides information and assistance to both the Legislative and Executive branches of Texas State Government and that the funds be used to operate the office in a manner which is politically non-partisan.

3. **Reports on Increasing Federal Funds.** It is the intent of the Legislature that the Office of State-Federal Relations work with state agencies to identify and report to the Legislature on possible changes in state laws which could increase the amount of federal funds received by the state, and on changes to federal laws which could impact state funding of federal programs, or the state's receipt of federal funds.

4. **OSFR Austin Office.** Out of the funds appropriated in Strategy A.1.2., Technical Assistance, the Office of State-Federal Relations shall assist state agencies in identifying federal grant opportunities.

5. **Sunset Contingency.** Funds appropriated above for fiscal year 1997 for the Office of State-Federal Relations are made contingent on the continuation of the Office of State-Federal Relations by the Legislature. In the event the agency is not continued, the funds appropriated for fiscal year 1996 or as much thereof as may be necessary are to be used to provide for the phase out of agency operations.

6. **Federal Grants Match Pool.** Unexpended balances as of August 31, 1995, in appropriations made to the Office of State-Federal Relations through Rider 5, Contingent Appropriation, Federal Grants Initiative, in Senate Bill 5, Seventy-third Legislature Regular Session, are hereby reappropriated for the same purposes in an amount not to exceed $130,000 for the 1996-97 biennium.

7. **Contingency Appropriation for House Bill 1399.** Contingent upon the enactment of House Bill 1399, or similar legislation relating to the continuation of the functions of the Office of State-Federal Relations and to assistance for acquiring federal grants and other funds, by the 74th Legislature, Regular Session, funds appropriated above to Strategy A.1.2., Technical Assistance, for the grants assistance program and five associated FTEs are hereby transferred from the Office of State-Federal Relations to the Office of the Governor for the purposes of implementing that Act. The Governor is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed in it's bill pattern.

TREASURY DEPARTMENT

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: SAFEKEEP CASH/SECURITIES To ensure the safety of the state's cash and securities, ensure the availability of cash to all state agencies, invest state monies to earn the highest yields, and continue to pursue innovative solutions to save money for the state and its taxpayers.		
Outcomes:		
Amount of Treasury Portfolio Yield as Compared to Average Yield of Ten Highest Yielding Money Market Funds	100	100
Amount of Trust Portfolio (TEXPOOL) Yield as Compared to Average Yield of Ten Highest yielding Comparable Money Market Funds	100	100
A.1.1. Strategy: INVESTMENTS Ensure that the state's assets are properly secured and accounted for, manage cash balances to ensure the availability of sufficient cash to meet the spending needs of the state, and prudently invest and manage the investment portfolio.	$ 2,521,829	$ 2,526,657
Efficiencies:		
Total Investment Dollars Earned for Treasury and Trust per One Dollar of Program Cost	1,150	1,160

B. Goal: CASH MANAGEMENT		
To efficiently and effectively deposit the state's cash receipts and pay all legitimate state warrants presented.		
Outcomes:		
Increased Interest Earned Through Minimization of Float ($ in Millions)	4.4	4.9
B.1.1. Strategy: REVENUE PROCESSING	$ 2,251,552	$ 2,239,411
Provide for the expedited payment of warrants and the processing of revenues into the treasury using the most up-to-date processing technology and cash management techniques. Ensure that all transactions are properly recorded by effectively performing all accounting and reporting functions.		
Outputs:		
Number of Rapid Deposit Transactions Processed	3.2	3.4
C. Goal: MANAGE ESCHEAT FUNDS		
To effectively and efficiently enforce the unclaimed property laws of Texas.		
C.1.1. Strategy: UNCLAIMED PROPERTY	$ 34,939,842	$ 34,938,550
Receive and act as custodian for all unclaimed property due missing owners, locate missing owners and pay all legitimate claims for property held by the Treasury, and perform audit and enforcement activities to ensure collection of the maximum amount of unclaimed funds the state is due to receive.		
Efficiencies:		
Dollars of Audit-generated Revenue per One Dollar of Audit Program Cost	45	45
D. Goal: ENFORCE CIG/TOBACCO LAWS		
To effectively and efficiently enforce the cigarette and tobacco products tax laws of Texas.		
D.1.1. Strategy: TOBACCO LAW ENFORCEMENT	$ 768,984	$ 772,590
Issue permits, collect cigarette and tobacco taxes, and conduct field audits and enforcement operations to ensure compliance with the cigarette and tobacco tax laws of Texas.		
Efficiencies:		
Total Dollars of Audit-generated Revenue Identified for Collection per One Dollar of Direct Audit Cost	3.5	3.45
Grand Total, TREASURY DEPARTMENT	$ 40,482,207	$ 40,477,208
Method of Financing:		
General Revenue Fund - Consolidated	$ 5,003,379	$ 4,999,672
Unclaimed Money Fund Receipts - Consolidated, estimated	34,939,842	34,938,550
Appropriated Receipts	538,986	538,986
Total, Method of Financing	$ 40,482,207	$ 40,477,208
Number of Positions (FTE)	220.5	220.5

Schedule of Exempt Positions		
State Treasurer, Group 3	$79,247	$79,247

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Acquisition of Information Resource Technologies		
(1) Mainframe Equipment	$ 347,568	$ 327,568
(2) Network Equipment	20,000	50,000
(3) Minicomputer Equipment	$ 40,000	$ 25,000
Total, Capital Budget	$ 407,568	$ 402,568
Method of Financing (Capital Budget):		
General Revenue Fund - Consolidated	$ 291,738	$ 288,176
Unclaimed Money Fund Receipts - Consolidated	115,830	114,392
Total, Method of Financing	$ 407,568	$ 402,568

2. **Appropriation of Receipts.** All sums received by the Treasury Department in refund of postage, insurance, and shipping costs used by the Department are hereby appropriated to the appropriation item or items from which the original costs were paid.

3. **Appropriation for Statutory Obligations.** The Treasury Department is hereby appropriated from Unclaimed Money Fund Receipts-Consolidated all sums necessary to perform statutory obligations under Sections 74.201, 74.203, 74.601, and 74.602 of the Texas Property Code and to respond to public inquiries generated by the advertising program including, but not limited to, the hiring of temporary employees. Such amounts shall not exceed the amount of money credited to Unclaimed Money Fund Receipts-Consolidated from unclaimed property proceeds.

4. **Appropriation of Tax and Revenue Anticipation Note Fund.** There is hereby appropriated to the Treasury Department all money deposited in the tax and revenue anticipation note fund for the purposes of paying principal of, premium (if any), interest on, and costs of issuance relating to tax and revenue anticipation notes issued during the biennium. To the extent that money deposited into the tax and revenue anticipation note fund is insufficient to pay the principal of, premium (if any), interest on, and costs of issuance relating to notes, there is hereby appropriated to the Treasury Department from the General Revenue Fund amounts necessary for the full repayment of all principal of, premium (if any) and interest on any notes issued during the biennium.

5. **Transfer Authority.** Notwithstanding limitations on appropriation transfers contained in the General Provisions of the Act, the Treasury Department is hereby authorized to direct agency resources, and transfer such amounts appropriated between appropriation line items.

6. **Appropriation, Hedging Transactions.** There is hereby appropriated to the Texas State Treasury Department an amount sufficient to pay all premiums and advisory fees incurred in connection with the investment of state funds in hedging transactions pursuant to Texas Government Code 404.0245, out of Unclaimed Money Fund Receipts-Consolidated . Such amount may not exceed $5,000,000 or the amount of money credited to Unclaimed Money Fund Receipts-Consolidated that is attributable to the remittance of mineral proceeds under Chapter 75, Texas Property Code, whichever is less.

7. **Purchase of Cigarette Tax Stamps.** Out of General Revenue Fund-Consolidated amounts appropriated above in Strategy D.1.1., Tobacco Law Enforcement, the Treasury shall pay actual costs associated with the manufacture and shipping of cigarette tax stamps.

8. **Treasury Department Contract Services.** Consistent with the ongoing interagency contract between the Comptroller and State Treasurer for the performance of services related to the administration and collection of cigarette and tobacco taxes, it is the intent of the Legislature that the Comptroller and State Treasurer explore additional opportunities for improved service, enhanced efficiencies, and cost savings. Therefore, in the event S.B. 20 or S.J.R. 1 or similar legislation related to the consolidation of the Office of the State Treasurer with the Office of the Comptroller do not become law, prior to the end of fiscal year 1995 the Comptroller and the State Treasurer shall jointly prepare and deliver to the Legislative Budget Board a report detailing which treasury functions may be performed by the Comptroller pursuant to the Interagency Cooperation Act, considering the constitutional and statutory authority granted to each office. The report shall provide plans for implementation by September 1, 1996. The Comptroller and the State Treasurer shall then promptly enter into interagency contracts in a manner that maximizes the benefits to the State outlined in such report. Implementation of such contracts shall be effective September 1, 1996. In connection with such interagency contracts, the State Treasurer shall transfer the amounts specified in such contracts as reimbursements for services rendered by the Comptroller and such amounts are hereby appropriated to the Comptroller. Pursuant to the directives of this provision, the Comptroller shall reduce the General Revenue Fund - Consolidated appropriations to the Treasurer provided in this Act by $5,000,000 not later than August 31, 1997.

9. **Contingency Appropriation for House Bill 2460.** Contingent upon the enactment of House Bill 2460, or similar legislation relating to the possession, purchase, sale, distribution, and receipt of cigarette and tobacco products, by the Seventy-fourth Legislature, Regular Session, the Treasury Department is hereby appropriated an amount not to exceed $245,000 for fiscal year 1996 and $85,000 for fiscal year 1997 out of additional revenues collected pursuant to House Bill 2460 for the purpose of implementing that Act. The Treasury Department is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

LATERAL ROAD FUND DISTRIBUTION

	For the Years Ending August 31, 1996	August 31, 1997
Out of the County and Road District Highway Fund No. 057:		
A. Goal: LATERAL ROAD FUND DISTRIBUTION For allocation of payment to each county for the construction and maintenance of county roads.		
A.1.1. Strategy: LATERAL ROAD FUND DISTRIBUTION For allocation of payment to each county for construction and maintenance of county roads.	$ 7,300,000	$ 7,300,000
Grand Total, LATERAL ROAD FUND DISTRIBUTION	$ 7,300,000	$ 7,300,000

VETERANS COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: ASSIST IN VETERANS CLAIMS To provide effective advocacy in claims representation and assistance to veterans, their dependents, and their survivors on obtaining veterans' benefits to which they are entitled.		
Outcomes:		
Amount of DVA Monetary Awards (in Millions of Dollars) Paid Because of Commission Advocacy in Claims Representation of Veterans With Service Disabilities	280	282
Amount of DVA Monetary Awards (in Millions of Dollars) Paid Because of Commission Case Development and Advocacy in Claims to Raise or Maintain the Income of Totally Disabled War Time Veterans Above the Poverty Line	95	95
Amount of DVA Monetary Awards (in Millions of Dollars) Paid Because of Commission Advocacy in Claims Representation for Widows or Orphans of Veterans	150	150
A.1.1. Strategy: CLAIMS ASSISTANCE Provide outreach services and advocacy in claims by veterans, their widows, and their orphans by Texas Veterans Commission personnel and through Veterans County Service Officers.	$ 2,637,059	$ 2,668,120

Outputs:		
Number of Claims for Veterans Benefits Filed and Developed on Behalf of Veterans With Service-connected Disabilities	18,000	18,000
Number of Active Veterans Benefits Cases for Veterans, Their Widows, or Their Orphans Represented by the Texas Veterans Commission	100,000	100,000
Number of Appeals of Unfavorable DVA Decisions Filed on Behalf of Veterans, Their Widows, or Their Orphans	3,400	3,400
Explanatory:		
Percent of Veterans County Service Officers and Assistants Who Attend Continuing Training Conferences	85%	85%
Grand Total, VETERANS COMMISSION	$ 2,637,059	$ 2,668,120
Number of Positions (FTE)	82.5	82.5
Schedule of Exempt Positions and Per Diem of Commission Members		
Executive Director, Group 2	$60,000	$60,000
Per Diem of Commission Members	3,000	3,000

1. **Feasibility Study for Veterans Home.** It is the intent of the Legislature that out of the funds appropriated above, $106,000 shall be used by the Texas Veterans Commission to contract for a feasibility study to determine the need for a system of state residential care facilities.

Retirement and Group Insurance

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: EMPLOYEES RETIREMENT SYSTEM		
A.1.1. Strategy: RETIREMENT CONTRIBUTIONS Provide an actuarially sound level of funding as defined by state law; estimated	$ 17,695,944	$ 18,226,822
A.1.2. Strategy: GROUP INSURANCE Provide a basic health care and life insurance program for general state employees; estimated	$ 26,085,072	$ 26,161,806
Total, Goal A: EMPLOYEES RETIREMENT SYSTEM	$ 43,781,016	$ 44,388,628
Grand Total, RETIREMENT AND GROUP INSURANCE	$ 43,781,016	$ 44,388,628

Retirement and Group Insurance
(Continued)

Method of Financing:		
General Revenue Fund, estimated	$ 34,025,389	$ 34,513,509
General Revenue Fund - Consolidated, estimated	1,177,881	1,193,107
General Revenue Fund - Dedicated, estimated	471,860	477,638
State Highway Fund No. 006, estimated	524,767	531,790
Federal Funds,estimated	7,517,535	7,608,162
Other Special State Funds, estimated	63,584	64,422
Total, Method of Financing	$ 43,781,016	$ 44,388,628

Social Security

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: COMPTROLLER - SOCIAL SECURITY		
A.1.1. Strategy: STATE MATCH -- EMPLOYER Provide an employer match for Social Security contributions; estimated	$ 23,387,350	$ 24,088,970
A.1.2. Strategy: STATE MATCH -- EMPLOYEE Provide the state's contribution for the employee's share for Social Security; estimated	$ 9,050,630	$ 9,050,630
Total, Goal A: COMPTROLLER - SOCIAL SECURITY	$ 32,437,980	$ 33,139,600
Grand Total, SOCIAL SECURITY	$ 32,437,980	$ 33,139,600
Method of Financing:		
General Revenue Fund, estimated	$ 25,065,115	$ 25,610,778
General Revenue Fund - Consolidated, estimated	946,709	966,853
General Revenue Fund - Dedicated, estimated	287,390	293,255
State Highway Fund No. 006, estimated	353,651	361,491
Federal Funds, estimated	5,736,372	5,857,440
Other Special State Funds, estimated	48,743	49,783
Total, Method of Financing	$ 32,437,980	$ 33,139,600

Lease Payments

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: FINANCE CAPITAL PROJECTS To provide funding to the General Services Commission for payment to Texas Public Finance Authority for the payment of revenue bond debt service requirements.		
A.1.1. Strategy: LEASE PAYMENTS Make lease payments to the Texas Public Finance Authority on facilities financed through the Texas Public Finance Authority.	$ 11,932,906	$ 15,709,238
Grand Total, LEASE PAYMENTS	$ 11,932,906	$ 15,709,238

RECAPITULATION - ARTICLE I
GENERAL GOVERNMENT
(General Revenue)

	For the Years Ending August 31, 1996	August 31, 1997
Aircraft Pooling Board	$	$
Arts, Commission on the	3,316,170	3,323,816
Contingency Appropriations	1,000,000	1,000,000
Total	4,316,170	4,323,816
Attorney General, Office of the	29,903,221	29,948,785
Rider Appropriations	373,450	410,795
Contingency Appropriations	344,477	319,902
Total	30,621,148	30,679,482
Workers' Compensation Payments	51,675,361	
Contingency Appropriations	-2,300,000	
Total	49,375,361	
Bond Review Board	541,114	541,114
Comptroller of Public Accounts	147,613,242	148,652,069
Rider Appropriations	7,270,000	3,970,000
Total	154,883,242	152,622,069
Uniform Statewide Accounting System	15,733,210	15,661,257
Voter Registration	3,000,000	500,000
Payment of Small Miscellaneous Claims - Government Code, Sec. 403.074	275,000	275,000
Reimburse-Commitment Hrgs, Ch 591-6, V.T.C.A. Health and Safety Code	10,000	
Reimbursement - Mixed Beverage Tax Claims - Chapter 110	2,000,000	
County Taxes on University Lands	1,250,000	1,250,000
Ranger Pensions	30,000	30,000
Emergency Communications, Advisory Commission on State		
Employees Retirement System	4,654,500	4,654,500
Ethics Commission		
Finance Authority, Texas Public		
Fire Fighters' Pension Commissioner	122,232	122,232
General Services Commission	35,182,750	30,605,113
Rider Appropriations	800,000	
Contingency Appropriations	56,000	42,000
Total	36,038,750	30,647,113
Governor, Office of the	7,208,431	7,209,024
Rider Appropriations	8,400,000	
Total	15,608,431	7,209,024
Trusteed Programs within the Office of the Governor	19,577,988	17,577,366

RECAPITULATION - ARTICLE I
GENERAL GOVERNMENT
(General Revenue)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Historical Commission	5,124,832	2,351,333
Human Rights, Commission on	530,438	497,868
Incentive and Productivity Commission		
Information Resources, Department of	3,331,349	3,072,105
Library and Archives Commission	11,818,776	11,495,890
Pension Review Board, State	206,015	244,869
Preservation Board	990,139	986,639
Rider Appropriations	2,900,000	400,000
Total	3,890,139	1,386,639
Secretary of State	20,925,819	8,237,883
Contingency Appropriations	1,500,000	1,500,000
Total	22,425,819	9,737,883
State-Federal Relations, Office of	986,556	986,556
Rider Appropriations	130,000	
Total	1,116,556	986,556
Treasury Department		
Contingency Appropriations	245,000	85,000
Total	245,000	85,000
Lateral Road Fund	7,300,000	7,300,000
Veterans Commission	2,637,059	2,668,120
Subtotal, General Government	$ 396,663,129	$ 305,919,236
Retirement and Group Insurance	34,025,389	34,513,509
Social Security	25,065,115	25,610,778
Subtotal, Employee Benefits	$ 59,090,504	$ 60,124,287
Lease Payments	11,932,906	15,709,238
TOTAL, ARTICLE I - General Government	$ 467,686,539	$ 381,752,761

RECAPITULATION - ARTICLE I
GENERAL GOVERNMENT
(General Revenue - Consolidated)

	For the Years Ending August 31, 1996	August 31, 1997
Aircraft Pooling Board	$	$
Arts, Commission on the		
Attorney General, Office of the	8,930,874	8,930,875
Workers' Compensation Payments		
Bond Review Board		
Comptroller of Public Accounts		
Uniform Statewide Accounting System		
Voter Registration		
Payment of Small Miscellaneous Claims - Government Code, Sec. 403.074	1,000,000	1,000,000
Reimburse-Commitment Hrgs, Ch 591-6, V.T.C.A. Health and Safety Code		
Reimbursement - Mixed Beverage Tax	53,000,000	53,000,000
Claims - Chapter 110	3,000,000	
County Taxes on University Lands		
Ranger Pensions		
Emergency Communications, Advisory Commission on State		
Employees Retirement System		
Ethics Commission	1,200,000	1,200,000
Finance Authority, Texas Public		
Fire Fighters' Pension Commissioner		
General Services Commission	1,030,083	1,034,145
Rider Appropriations	30,000	
Total	1,060,083	1,034,145
Governor, Office of the		
Trusteed Programs within the Office of the Governor	19,000,000	19,000,000
Historical Commission	24,297	25,947
Rider Appropriations	5,421	
Total	29,718	25,947
Human Rights, Commission on		
Incentive and Productivity Commission		
Information Resources, Department of		
Library and Archives Commission	110,630	110,630
Pension Review Board, State		
Preservation Board	3,000	3,000
Secretary of State		
State-Federal Relations, Office of		
Treasury Department	39,943,221	39,938,222
Contingency Appropriations		-5,000,000
Total	39,943,221	34,938,222
Lateral Road Fund		
Veterans Commission		
Subtotal, General Government	$ 127,277,526	$ 119,242,819

RECAPITULATION - ARTICLE I
GENERAL GOVERNMENT
(General Revenue - Consolidated)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Retirement and Group Insurance	1,177,881	1,193,107
Social Security	946,709	966,853
Subtotal, Employee Benefits	$ 2,124,590	$ 2,159,960
Lease Payments		
TOTAL, ARTICLE I - General Government	$ 129,402,116	$ 121,402,779

RECAPITULATION - ARTICLE I
GENERAL GOVERNMENT
(Federal Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Aircraft Pooling Board	$	$
Arts, Commission on the	810,500	730,500
Attorney General, Office of the	94,297,052	104,962,261
Rider Appropriations	6,800,000	6,800,000
Contingency Appropriations	1,987,708	1,644,723
Total	103,084,760	113,406,984
Workers' Compensation Payments		
Bond Review Board		
Comptroller of Public Accounts		
Uniform Statewide Accounting System		
Voter Registration		
Payment of Small Miscellaneous Claims - Government Code, Sec. 403.074		
Reimburse-Commitment Hrgs, Ch 591-6, V.T.C.A. Health and Safety Code		
Reimbursement - Mixed Beverage Tax		
Claims - Chapter 110		
County Taxes on University Lands		
Ranger Pensions		
Emergency Communications, Advisory Commission on State		
Employees Retirement System		
Ethics Commission		
Finance Authority, Texas Public		
Fire Fighters' Pension Commissioner		
General Services Commission	250,000	250,000
Governor, Office of the		
Contingency Appropriations	40,172	42,120
Total	40,172	42,120
Trusteed Programs within the Office of the Governor	35,471,911	35,471,911
Historical Commission	773,327	773,326
Human Rights, Commission on	1,306,262	1,274,147
Incentive and Productivity Commission		
Information Resources, Department of		
Library and Archives Commission	7,131,378	7,069,694
Pension Review Board, State		
Preservation Board		
Secretary of State		
State-Federal Relations, Office of		
Treasury Department		
Lateral Road Fund		
Veterans Commission		
Subtotal, General Government	$ 148,868,310	$ 159,018,682

RECAPITULATION - ARTICLE I
GENERAL GOVERNMENT
(Federal Funds)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Retirement and Group Insurance	7,517,535	7,608,162
Social Security	5,736,372	5,857,440
Subtotal, Employee Benefits	$ 13,253,907	$ 13,465,602
Lease Payments		
TOTAL, ARTICLE I - General Government	$ 162,122,217	$ 172,484,284

RECAPITULATION - ARTICLE I
GENERAL GOVERNMENT
(Other Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Aircraft Pooling Board	$ 2,640,656	$ 2,640,656
Rider Appropriations	1,130,000	
Total	3,770,656	2,640,656
Arts, Commission on the		
Attorney General, Office of the	107,377,044	103,959,757
Rider Appropriations	3,900,000	3,900,000
Contingency Appropriations	1,023,970	847,281
Total	112,301,014	108,707,038
Workers' Compensation Payments	19,100,000	
Bond Review Board		
Comptroller of Public Accounts	252,186	252,186
Uniform Statewide Accounting System		
Voter Registration		
Payment of Small Miscellaneous Claims - Government Code, Sec. 403.074		
Reimburse-Commitment Hrgs, Ch 591-6, V.T.C.A. Health and Safety Code		
Reimbursement - Mixed Beverage Tax		
Claims - Chapter 110		
County Taxes on University Lands		
Ranger Pensions		
Emergency Communications, Advisory Commission on State	14,956,660	14,763,500
Rider Appropriations	4,263,822	
Total	19,220,482	14,763,500
Employees Retirement System		
Ethics Commission	225,947	225,947
Finance Authority, Texas Public	605,204	605,204
Contingency Appropriations	121,000	121,000
Total	726,204	726,204
Fire Fighters' Pension Commissioner	97,410	97,410
General Services Commission	14,865,102	14,864,826
Rider Appropriations	50,754,100	
Total	65,619,202	14,864,826
Governor, Office of the		
Contingency Appropriations	190,728	203,580
Total	190,728	203,580
Trusteed Programs within the Office of the Governor		

RECAPITULATION - ARTICLE I
GENERAL GOVERNMENT
(Other Funds)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Historical Commission	907,735	901,086
Rider Appropriations	41,000	
Total	948,735	901,086
Human Rights, Commission on	165,019	203,120
Incentive and Productivity Commission	216,619	216,619
Information Resources, Department of	5,092,472	6,317,469
Library and Archives Commission	1,152,717	1,179,955
Pension Review Board, State	60,000	60,000
Preservation Board		
Secretary of State	1,515,056	1,515,068
State-Federal Relations, Office of	338,797	338,797
Treasury Department	538,986	538,986
Lateral Road Fund		
Veterans Commission		
Subtotal, General Government	$ 231,532,230	$ 153,752,447
Retirement and Group Insurance	1,060,211	1,073,850
Social Security	689,784	704,529
Subtotal, Employee Benefits	$ 1,749,995	$ 1,778,379
Lease Payments		
TOTAL, ARTICLE I - General Government	$ 233,282,225	$ 155,530,826

RECAPITULATION - ARTICLE I
GENERAL GOVERNMENT
(All Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Aircraft Pooling Board	$ 2,640,656	$ 2,640,656
Rider Appropriations	1,130,000	
Total	3,770,656	2,640,656
Arts, Commission on the	4,126,670	4,054,316
Contingency Appropriations	1,000,000	1,000,000
Total	5,126,670	5,054,316
Attorney General, Office of the	240,508,191	247,801,678
Rider Appropriations	11,073,450	11,110,795
Contingency Appropriations	3,356,155	2,811,906
Total	254,937,796	261,724,379
Workers' Compensation Payments	70,775,361	
Contingency Appropriations	-2,300,000	
Total	68,475,361	
Bond Review Board	541,114	541,114
Comptroller of Public Accounts	147,865,428	148,904,255
Rider Appropriations	7,270,000	3,970,000
Total	155,135,428	152,874,255
Uniform Statewide Accounting System	15,733,210	15,661,257
Voter Registration	3,000,000	500,000
Payment of Small Miscellaneous Claims - Government Code, Sec. 403.074	1,275,000	1,275,000
Reimburse-Commitment Hrgs, Ch 591-6, V.T.C.A. Health and Safety Code	10,000	
Reimbursement - Mixed Beverage Tax	53,000,000	53,000,000
Claims - Chapter 110	5,000,000	
County Taxes on University Lands	1,250,000	1,250,000
Ranger Pensions	30,000	30,000
Emergency Communications, Advisory Commission on State	14,956,660	14,763,500
Rider Appropriations	4,263,822	
Total	19,220,482	14,763,500
Employees Retirement System	4,654,500	4,654,500
Ethics Commission	1,425,947	1,425,947
Finance Authority, Texas Public	605,204	605,204
Contingency Appropriations	121,000	121,000
Total	726,204	726,204
Fire Fighters' Pension Commissioner	219,642	219,642

RECAPITULATION - ARTICLE I
GENERAL GOVERNMENT
(All Funds)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
General Services Commission	51,327,935	46,754,084
Rider Appropriations	51,584,100	
Contingency Appropriations	56,000	42,000
Total	102,968,035	46,796,084
Governor, Office of the	7,208,431	7,209,024
Rider Appropriations	8,400,000	
Contingency Appropriations	230,900	245,700
Total	15,839,331	7,454,724
Trusteed Programs within the Office of the Governor	74,049,899	72,049,277
Historical Commission	6,830,191	4,051,692
Rider Appropriations	46,421	
Total	6,876,612	4,051,692
Human Rights, Commission on	2,001,719	1,975,135
Incentive and Productivity Commission	216,619	216,619
Information Resources, Department of	8,423,821	9,389,574
Library and Archives Commission	20,213,501	19,856,169
Pension Review Board, State	266,015	304,869
Preservation Board	993,139	989,639
Rider Appropriations	2,900,000	400,000
Total	3,893,139	1,389,639
Secretary of State	22,440,875	9,752,951
Contingency Appropriations	1,500,000	1,500,000
Total	23,940,875	11,252,951
State-Federal Relations, Office of	1,325,353	1,325,353
Rider Appropriations	130,000	
Total	1,455,353	1,325,353
Treasury Department	40,482,207	40,477,208
Contingency Appropriations	245,000	-4,915,000
Total	40,727,207	35,562,208
Lateral Road Fund	7,300,000	7,300,000
Veterans Commission	2,637,059	2,668,120
Subtotal, General Government	$ 904,341,195	$ 737,933,184

RECAPITULATION - ARTICLE I
GENERAL GOVERNMENT
(All Funds)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Retirement and Group Insurance	43,781,016	44,388,628
Social Security	32,437,980	33,139,600
Subtotal, Employee Benefits	$ 76,218,996	$ 77,528,228
Lease Payments	11,932,906	15,709,238
TOTAL, ARTICLE I - General Government	$ 992,493,097	$ 831,170,650
Number of Positions (FTE)	9,012.0	9,033.5

ARTICLE II

HEALTH AND HUMAN SERVICES

Section 1. The several sums of money herein specified, or so much thereby as may be necessary, are appropriated out of any funds in the State Treasury not otherwise appropriated, or out of special funds as indicated, for the support, maintenance, or improvement of the designated health and human services agencies.

DEPARTMENT ON AGING

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PREVENTIVE/LONG-TERM CARE		
To enable older Texans to live dignified, independent, and productive lives within a safe living environment through an accessible, locally-based, comprehensive and coordinated continuum of preventive care and long-term care.		
Outcomes:		
Percent of Older Population Receiving at Least One Service	10.54%	10.51%
Percent of Older Population Receiving Services Who are Hispanic	33.05%	34.11%
Percent of Older Population Receiving Services Who are African-American	11.03%	10.93%
Percent of Older Population Receiving Services Who are Below the Poverty Level	61.21%	62.14%
Percent of Older Population Receiving Services Who are Moderately to Severely Impaired	23.33%	23.49%
Percent of 60+ Population in Nursing Homes (Annual)	3.97%	3.97%
Percent of Nursing Homes With Functioning Family Councils	41%	42%
A.1.1. Strategy: ACCESS AND ASSISTANCE	$ 4,695,301	$ 4,683,698
Provide a statewide, locally-based system of information and assistance which includes provision of information, case management, referrals and assistance by or on behalf of older persons, statewide implementation of "Options for Independent Living" (targeted community-based services), and advocacy for the removal of barriers to service for all eligible Texans.		
Outputs:		
Number of Information and Assistance Inquiries	130,000	130,000
Number of People Receiving Case Management	12,000	12,000
Number of People Assisted Through the Options for Independent Living Program	5,500	5,500
Efficiencies:		
Cost per Case Management Hour	34.92	35.86
Cost per Client Assisted Through Options for Independent Living	682	711
A.1.2. Strategy: NUTRITION SERVICES	$ 37,829,345	$ 38,065,998
Provide a statewide, locally-based system of meals designed to promote good health and to prevent illness.		

Outputs:		
Number of People Receiving Congregate Meals	131,675	128,549
Number of Congregate Meals Provided	8,117,325	7,924,357
Number of People Receiving Home Delivered Meals	68,994	70,721
Number of Home Delivered Meals Served	6,510,956	6,673,894
Efficiencies:		
Cost per Congregate Meal	2.18	2.24
Cost per Home Delivered Meal	2.55	2.62

A.1.3. Strategy: IN-HOME SERVICES — $ 3,071,729 — $ 3,070,883

Provide a statewide, locally-based system of services designed to assist with daily living through the provision of personal assistance and homemaker services.

Outputs:		
Number of People Receiving Homemaker Services	4,185	4,075
Number of People Receiving Personal Assistance	1,026	994
Efficiencies:		
Cost per Homemaker Hour	6.42	6.59
Cost per Personal Assistance Hour	8.73	8.97

A.1.4. Strategy: ELDER RIGHTS SERVICES — $ 1,789,521 — $ 1,787,157

Provide a statewide, locally-based system of services designed to uphold the rights of the vulnerable elderly through nursing home ombudsman services, elder abuse awareness efforts, and legal assistance benefits counseling.

Outputs:		
Number of People Receiving Emergency Response Services	818	797
Number of Nursing Home Beds per Ombudsman	198	190
Number of People Receiving Legal Assistance Services	15,489	15,954
Efficiencies:		
Cost per Person Receiving Legal Assistance Services	31.08	31.92
Cost per Person Receiving Emergency Response Services	146.83	150.79

A.1.5. Strategy: PERSONAL INDEPENDENCE — $ 9,777,304 — $ 9,776,659

Provide a statewide, locally-based system of services designed to increase personal independence, including transportation, health promotion activities provided through senior centers, adult day care, assisted living arrangements, and residential repair.

Outputs:		
Number of One Way Trips (Demand Response Transportation Services)	2,150,000	2,200,000
Number of People Receiving Adult Day Care	277	270
Number of Homes Repaired/Modified	1,115	1,131
Efficiencies:		
Cost per One Way Trip	3.97	3.89
Cost per Modified Home	286	282

A.1.6. Strategy: VOLUNTEER AND EMPLOYMENT — $ 5,522,139 — $ 5,521,414

Provide a statewide, locally-based system of services designed to provide opportunities for increased personal productivity through community service volunteering and subsidized employment services.

Outputs:		
Number of People Served in Employment Services	876	876
Number of People Placed in Unsubsidized Employment Following Program Enrollment	172	172
Number of RSVP Volunteers	30,400	30,400
Efficiencies:		
Cost per Person Served in Employment Services	5,842	5,842
Cost per RSVP Volunteer	15.5	15.5
Total, Goal A: PREVENTIVE/LONG-TERM CARE	$ 62,685,339	$ 62,905,809
B. Goal: DIR & INDIR ADM/SUP COSTS		
Direct and Indirect Administrative and Support Costs		
B.1.1. Strategy: DIR & INDIR ADM/SUPP COST	$ 2,324,452	$ 2,341,481
Direct and Indirect Administrative and Support Costs		
Grand Total, DEPARTMENT ON AGING	$ 65,009,791	$ 65,247,290
Method of Financing:		
General Revenue Fund	$ 6,854,445	$ 6,854,445
Federal Funds	58,075,346	58,312,845
Earned Federal Funds	80,000	80,000
Total, Method of Financing	$ 65,009,791	$ 65,247,290
Number of Positions (FTE)	39.0	39.0
Schedule of Exempt Positions and Per Diem of Commission Members		
Executive Director, Group 2	$55,697	$55,697
Per Diem of Commission Members	4,400	4,400

1. **Data on RSVP Matching Funds Required.** It is the intent of the Legislature that the Department on Aging maintain data on the amount of matching funds required for federal grants to local retired senior volunteer programs. The department shall submit to the Legislative Budget Board and the Governor's Budget Office by October 1 of each fiscal year, a report in such detail as the two budget offices may require.

2. **Unit Cost Reporting Required.** It is the intent of the Legislature that the Texas Department on Aging maintain a reporting system that clearly and accurately identifies the unit cost of each service provided by each Area Agency on Aging for all strategies except A.1.6. Strategy: Volunteer and Employment, and that the results of this unit cost reporting be provided to the Legislative Budget Board and the Governor's Budget Office semi-annually and in a form that the two budget offices may require.

3. **Memorandum of Agreement: Options for Independent Living Program.** It is the intent of the Legislature that, in establishing the Options for Independent Living program, the Texas Department on Aging will maintain a Memorandum of Agreement with the Texas Department of Human Services which specifies that there will be no duplication of services to elderly clients served by the "Options" program and elderly clients served by the Texas Department of Human Services.

4. **Expenditure Authority.** The Texas Department on Aging is authorized to expend all funds collected from September 1, 1995 through August 31, 1997, and placed in a special account established by the Texas Housing Finance Corporation. The funds shall be expended for the purposes stated within Section 349.902, Local Government Code, and Section 101.022, Human Resources Code, as amended.

5. **Allocation of Funds:**

   a. **Local Services/Grants.** Of the general revenue amounts appropriated above an amount not less $800,000 each year of the 1996-97 biennium shall be allocated for services provided by the Options for Independent Living program. Additionally, an amount of general revenue not less than $1,591,875 each year of the 1996-97 biennium shall be used for the provision of home-delivered meals.

   b. **Transfer Authority.** No transfers shall be made from Strategy A.1.2., Nutrition Services, unless necessary to maximize federal funds or to approve a locally-proposed area plan.

6. **Senior Texans Employment Program.** From the funds appropriated above, the Department on Aging will provide general revenue funds for the Senior Texans Employment Program in each year of the biennium in an amount not less than that provided in the year ending August 31, 1991.

7. **Area Agencies on Aging.** It is the intent of the Legislature that if the Department on Aging plans to alter local planning and service areas in effect on September 1, 1995, that the department receive approval from the Health and Human Services Commission and that the Governor and the Legislative Budget Board be notified before the adoption of such plans.

8. **Coordination of Community Services.** It is the intent of the Legislature that the Texas Department on Aging shall coordinate with the Texas Department of Human Services to provide a continuum of community-based services for elderly persons formerly served by the Frail Elderly Program.

COMMISSION ON ALCOHOL AND DRUG ABUSE

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PREVENTION & TREATMENT To effect a fundamental change in attitudes and behaviors concerning the use of alcohol and other drugs and problem gambling through prevention, education and treatment in order to decrease the need for agency services in the future.		
Outcomes:		
Percent Reduction in Use of Alcohol, Drugs, Inhalants	6.6%	6.6%
Percent of Youth Completing Treatment Programs Who are Abstinent 60 Days After Discharge	70%	70%
Percent of Adults Completing Treatment Programs Who are Abstinent 60 Days After Discharge	82.9%	82.9%

Percent of Youth Receiving a Continuum of Community-Based Treatment Services Two or More Times	28.1%	28.1%
Percent of Adults Receiving a Continuum of Community-Based Treatment Services Two or More Times	49.8%	49.8%
A.1.1. Strategy: COMMUNITY-BASED PREVENTION SERVICES	$ 38,231,630	$ 38,221,711
Design, develop, and implement innovative and culturally relevant chemical dependency prevention services and activities.		
Outputs:		
Number of Adults Served in Prevention Programs	203,360	203,307
Number of Youth Served in Prevention Programs	651,676	651,506
Efficiencies:		
Average Cost per Youth for Prevention Services	44	44
Average Cost per Adult for Prevention Services	47	47
A.1.2. Strategy: COMMUNITY-BASED TREATMENT SERVICES	$ 72,562,206	$ 72,551,098
Provide community-based chemical dependency treatment services		
Outputs:		
Percent of Adults Completing Treatment Programs	45%	45%
Percent of Youth Completing Treatment Programs	33%	33%
Percent of Juvenile Justice Clients Completing Treatment Programs	66.3%	66.3%
Efficiencies:		
Average Cost per Adult Completing Treatment Programs	2,831	2,831
Average Cost per Youth Completing Treatment Programs	12,697	12,697
Average Cost per Juvenile Justice Client Completing Treatment Programs	3,326	3,326
Explanatory:		
Number of Adults Served in Treatment Programs	39,869	31,321
Number of Youth Served in Treatment Programs	4,634	7,207
Number of Juvenile Justice Clients Served in Treatment Programs	987	987
A.1.3. Strategy: CRIMINAL JUSTICE TREATMENT SERVICES	$ 6,500,000	$ 6,500,000
Provide criminal justice based chemical dependency services		
A.2.1. Strategy: COMPULSIVE GAMBLING P&T	$ 375,000	$ 375,000
Compulsive Gambling - Preventive and Treatment		
Outputs:		
Number of Persons in Gambling Prevention Programs	8,000	8,000
Percent of Persons Completing Problem Gambling Treatment Programs	40%	40%
Efficiencies:		
Average Cost per Person in Gambling Prevention Programs	155	155
Average Cost per Person Completing Problem Gambling Treatment Programs	1,225	1,225
Total, Goal A: PREVENTION & TREATMENT	$ 117,668,836	$ 117,647,809

B. Goal: PLANNING/DELIVERY SVCS
To provide proactive leadership in resource development, planning, delivery, evaluation and regulation of chemical dependency and abuse and problem gambling services while carrying out TCADA's mandate to coordinate and ensure accountability for such services through policy research, auditing and monitoring of funds in cooperation with other state and federal agencies.

Outcomes:		
Percent of Prevention and Treatment Programs in Compliance with State and Federal Mandates	98%	98%
Percent of Unmet Need	53.7%	57.3%
Percentage Increase in Number of People Receiving Chemical Dependency Treatment	-2.9%	-6.4%
B.1.1. Strategy: REGULATORY RESPONSIBILITY	$ 1,409,287	$ 1,395,331
Implement and maintain a regulatory system including licensed chemical dependency facilities and counselors to ensure that prevention and treatment services are of high quality, in compliance with state and federal mandates, and targeted toward people with the greatest unmet need.		
Outputs:		
Number of Treatment Facilities Inspected Each Year for Compliance	170	170
Complaints Resolved as a Percent of Complaints Received	78%	81%
Number of Facilities Licensed	385	385
Number of Counselors Licensed	6,000	6,000
Efficiencies:		
Average Licensing Cost for Facility License	4,915	4,915
Average Licensing Cost for Individual License	111	105
B.1.2. Strategy: PLANNING AND EVALUATION	$ 6,796,339	$ 6,769,510
Conduct and apply policy research, plan and evaluate services provided to those most in need, enhance the level of federal funding and maintain accountability, compliance and effective stewardship of state and federal funds, including monitoring and auditing award recipients.		
Outputs:		
Total Number of Grants and Contracts Awarded	780	780
Number of Awards on Which Suspension or Termination was Initiated	83	83
Number of Field Audits Performed	376	391
Number of Independent Audits Performed	1	1
Percent Implementation of Client Tracking System	50%	100%
Efficiencies:		
Average Cost per Audit	1,069	1,069
Total, Goal B: PLANNING/DELIVERY SVCS	$ 8,205,626	$ 8,164,841
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: CENTRAL ADMINISTRATION	$ 2,715,043	$ 2,746,861
C.1.2. Strategy: INFORMATION RESOURCES	$ 883,319	$ 819,683

C.1.3. Strategy: OTHER SUPPORT SERVICES	$ 635,497	$ 651,406
C.1.4. Strategy: REGIONAL ADMINISTRATION	$ 369,594	$ 385,503
Total, Goal C: INDIRECT ADMINISTRATION	$ 4,603,453	$ 4,603,453
Grand Total, COMMISSION ON ALCOHOL AND DRUG ABUSE	$ 130,477,915	$ 130,416,103
Method of Financing:		
General Revenue Fund	$ 27,457,445	$ 27,457,265
General Revenue Fund - Consolidated	492,698	492,698
Federal Funds	100,193,581	100,131,950
Interagency Contracts, estimated	1,301,190	1,301,190
Earned Federal Funds	1,033,001	1,033,000
Total, Method of Financing	$ 130,477,915	$ 130,416,103
Number of Positions (FTE)	230.5	230.5
Schedule of Exempt Positions		
Executive Director, Group 4	$72,720	$72,720

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

   In addition to the items authorized below and notwithstanding other limitations in this Act, the Texas State Conservatorship Board may, from amounts appropriated, authorize the expenditure of funds for automation efforts necessary to ensure that the agency properly manages state and federal resources. This authority is contingent upon the prior written approval of the Governor and the Legislative Budget Board.

	1996	1997
Out of Federal Funds:		
a. Lease-Purchase of Information Resource Technologies (purchase made in fiscal 1992)	$ 79,546	$ 0
b. Acquisition of Information Resource Technologies	$ 55,500	$ 55,500
Total, Capital Budget	$ 135,046	$ 55,500

2. **Screening of Alcoholics and Drug Abusers Authorized.** From funds appropriated above, the Texas Commission on Alcohol and Drug Abuse may grant, through contract, funds to support the screening of alcoholics and drug abusers prior to institutionalization in a state

facility. The commission may furthermore develop new alternatives to the institutionalization of alcoholics and drug abusers through services provided by community mental health centers and alcohol and drug abuse providers.

3. **Data Collection Required.** The Commission is required to collect billing, services, and client information from contractors on a monthly basis. Data shall be collected on the services provided to minority populations, including Native Americans. The commission also shall document the expenditure of funds for training of personnel, staff development, public information, and other services that cannot be measured by direct client outcome.

4. **Agreements With Native American Population Authorities.** The Texas Commission on Alcohol and Drug Abuse shall enter into agreements with Native American population authorities for the provision of substance abuse programs aimed at dealing with the treatment of alcoholics and drug abusers among the Indian population.

5. **Priority Populations Defined.** The Legislature designates the following priority populations of the commission:

   - youth who currently abuse, have abused, or at risk of abusing substances including youth in or referred by the juvenile justice system;

   - people who have or are at risk of having human immunodeficiency virus infection through substance abusing behavior;

   - substance abusers who have now, or who have at one time, entered the criminal justice system;

   - substance abusers who are at risk of institutionalization or who currently are served in mental health facilities;

   - substance abusers who have had children placed under the conservatorship of the Department of Protective and Regulatory Services;

   - youth at-risk of selling controlled substances; and

   - women with children or women of child bearing years.

6. **Youth At-Risk for Selling Controlled Substances.** Out of funds appropriated above, the commission shall plan, develop, coordinate, evaluate, and implement constructive methods and programs to provide wholesome alternatives for youth at-risk of selling controlled substances.

7. **Coordination of Support Services.** Out of the funds appropriated above, the commission is directed to enter into formal agreements with other health and human service agencies to facilitate referral and access for its clients to other needed ancillary services as determined by the client's treatment plan. Each client's treatment plan is to contain complete and appropriate medical, educational and/or vocational objectives that meet the needs of clients. The commission shall provide technical aids and assistance to ensure that clients are provided or are referred to appropriate services. The commission shall monitor its contractors to gauge the performance of its contractors regarding the provision and/or referral of clients to appropriate services. The commission shall evaluate the impact that supportive services may have upon achieving successful treatment outcomes.

8. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines, and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected fee revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of fee revenue expected to be available.

9. **Medicaid Programs - Revenue Enhancement.** Out of the funds appropriated above, local mental health authorities are encouraged to use these state funds to match federal Medicaid funds entitled rehabilitation services under the State Medicaid Plan, for those Medicaid eligible clients receiving substance abuse services by the local mental health authority. These funds may be expended on persons with co-occurring mental and substance abuse disorders.

10. **Dual Diagnosis Clients.** Out of the funds appropriated above, substance abuse services purchased by the Commission can be provided to persons who have co-occurring substance abuse and mental disorders.

11. **HIV Contracting At TCADA.** The contracting of HIV services at the Texas Commission on Alcohol and Drug Abuse shall be as comprehensive as those at the Texas Department of Health and shall include, but are not limited to:

    a. definitions of health services and support services to be provided;
    b. requirements for licensure of facilities or service providers;
    c. budgets, financial status reports, and standards for financial reports;
    d. performance measures and standards;
    e. fee schedules, where applicable; and
    f. restrictions/limitations on the use of contract funds.

12. **Transportation Services.** None of the funds appropriated above in Strategy A.1.3., Criminal Justice Treatment Services, may be used to purchase transportation services for SAFP or ITC program participants by the Commission.

13. **Allocation of Grants and Contracts.** It is the intent of the Legislature that the Commission shall consider factors in communities that may make those communities "high risk" when considering the allocation of treatment and prevention grants and contracts.

14. **Public/Private Partnership.** It is the intent of the Legislature that the Commission shall partner with private and other public entities to the greatest extent possible for the purpose of conserving state general revenue appropriations.

15. **Accounting and Auditing Procedures for Texas Commission on Alcohol and Drug Abuse.** It is the intent of the Legislature that the Legislative Budget board shall establish and develop, with the assistance of the State Auditor, an accounting and auditing procedure for the Texas Commission on Alcohol and Drug Abuse for all of the expenditures of the Commission, including those approved by the local advisory committees, and provide periodic reports to the Legislature.

16. **Youth Prevention and Treatment Expenditures.** Out of the funds appropriated above in Strategy A.1.1., Community-Based Prevention Services, and in Strategy A.1.2., Community-Based Treatment Services, in fiscal year 1996, 45 percent of those appropriations shall be expended for youth prevention and treatment services and in fiscal year 1997, 55 percent of those appropriations shall be expended for youth prevention and treatment services. It is the intent of the Legislature that the Legislative Budget Board report to the Seventy-fifth

Legislature on the types of youth services funded under those strategies and their effectiveness.

17. **Conservatorship Expenses.** The expenses of the State Conservatorship Board, as provided by Chapter 2104, Government Code, shall be paid from funds appropriated to the commission for administration. A limit provided by this Act on reimbursement of state boards and commissions for expenses does not apply to reimbursement of the expenses of the State Conservatorship Board.

18. **Compulsive Gambling Prevention Programs.** Out of the funds appropriated above in Strategy A.2.1., Compulsive Gambling Prevention and Treatment, the Commission shall maintain the Problem Gambler's Helpline.

19. **Compulsive Gambling Activity Reports.** The Commission shall provide quarterly reports regarding all expenditures out of Strategy A.2.1., Compulsive Gambling Prevention and Treatment. These reports shall include "tracking data" pertaining to expenditures and clients served.

20. **Criminal Justice/Substance Abuse Initiative.** All funds received from the Department of Criminal Justice for the provision of prevention, intervention, or treatment services as authorized by Senate Bill 828, Seventy-second Legislature, Regular Session, or House Bill 93, Seventy-second Legislature, 2nd Called Session, shall be contracted back to the Department of Criminal Justice for those same purposes.

    Contingent upon enactment of House Bill 2162, Seventy-fourth Legislature, or similar legislation, authorizing the Department of Criminal Justice to administer substance abuse treatment programs for probationers, the Commission shall transfer $6.5 million each year of the biennium for the TAIP program to the Department. Should such legislation not be enacted, the Commission shall contract with the Department for the same amounts for provision of services related to the TAIP program.

21. **Youth Prevention and Treatment Programs.** In the event of enactment of Senate Bill 574, or similar legislation, local child and family commissions shall be invited to comment prior to agency selection of the provider regarding funds appropriated to the Texas Commission on Alcohol and Drug Abuse for children and youth prevention and treatment services in those counties where such a commission exists.

22. **Vehicles.** Any vehicles purchases by the Commission for the provision of prevention, intervention, or treatment services as authorized by Senate Bill 828, Seventy-second Legislature, Regular Session, House Bill 93, Seventy-second Legislature, 2nd Called Session; or Senate Bill 532, Seventy-third Legislature, Regular Session, shall be transferred to the Department of Criminal Justice for those same purposes.

23. **Houston Recovery Campus Program.** Out of the funds appropriated above, the Commission shall provide $6.5 million in each fiscal year of the biennium for the continued operation of the Houston Recovery Campus Program. The Commission shall contract these funds with the University of Texas Health Science Center at Houston, who shall administer the treatment services provided at the Houston Recovery Campus Program. To the extent possible, the Commission and the University of Texas Health Science Center shall enter into interagency agreements with Texas Education Agency, Juvenile Probation Commission, Department of Mental Health and Mental Retardation, and others, to help provide for the treatment services at the Houston Recovery Campus Program.

24. **Contingency Appropriation for House Bill 2460.** Contingent upon the enactment of House Bill 2460, or similar legislation relating to the possession, purchase, sale, distribution, and receipt of cigarettes and tobacco products, by the 74th Legislature, Regular Session, the Commission on Alcohol and Drug Abuse is hereby appropriated $904,920 for fiscal year 1996 and $663,720 for fiscal year 1997 out of additional revenues collected pursuant to House Bill 2460 for the purpose of implementing that Act. The Commission on Alcohol and Drug Abuse is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

COMMISSION FOR THE BLIND

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: INDEPENDENT LIVING To assist Texans who are blind or visually impaired to live as independently as possible consistent with their capabilities.		
Outcomes:		
Percent of Consumers Avoiding a Dependent Living Environment Who are at Risk	93%	93%
A.1.1. Strategy: INDEPENDENT LIVING To provide a statewide program of developing independent living skills	$ 3,523,850	$ 3,546,434
Outputs:		
Number of Adults Receiving Skills Training	3,920	3,960
A.2.1. Strategy: HABILITATIVE SERVICES To provide habilitative services to blind and visually impaired children.	$ 2,667,875	$ 2,678,272
Outputs:		
Number of Children Receiving Habilitative Services	8,771	8,771
Total, Goal A: INDEPENDENT LIVING	$ 6,191,725	$ 6,224,706
B. Goal: MAINTAIN EMPLOYMENT To assist Texans who are blind or visually impaired to secure or maintain employment in careers consistent with their skills, abilities, and interests.		
Outcomes:		
Percent of Consumers Successfully Rehabilitated With Improved Economic Self-Sufficiency	86.5%	86.5%
Percent of Transition Consumers Successfully Completing Their Transition Program and Entering College, Technical Training, or Work	81%	81%
Average Earnings per Consumer Employed	35,280	37,044
B.1.1. Strategy: VOCATIONAL REHABILITATION To provide vocational rehabilitation services to persons who are blind or visually impaired.	$ 28,538,624	$ 29,434,807

Outputs:		
Number of Consumers Served	11,054	11,002
B.1.2. Strategy: TRANSITION SERVICES	$ 1,737,670	$ 1,800,514
To provide Transition Program services leading to successful transition from school to work.		
Outputs:		
Number of Students Successfully Completing the Transition Program	77	79
B.1.3. Strategy: EMPLOYMENT SERVICES	$ 1,764,608	$ 1,769,110
To provide employment opportunities in the food service industry for persons who are blind and visually impaired.		
Outputs:		
Number of Consumers Employed	138	138
Total, Goal B: MAINTAIN EMPLOYMENT	$ 32,040,902	$ 33,004,431
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: CENTRAL ADMINISTRATION	$ 1,803,062	$ 1,803,062
C.1.2. Strategy: INFORMATION RESOURCES	$ 744,516	$ 744,516
C.1.3. Strategy: OTHER SUPPORT SERVICES	$ 608,490	$ 608,491
Total, Goal C: INDIRECT ADMINISTRATION	$ 3,156,068	$ 3,156,069
Grand Total, COMMISSION FOR THE BLIND	$ 41,388,695	$ 42,385,206
Method of Financing:		
General Revenue Fund	$ 8,466,812	$ 8,702,672
General Revenue Fund - Consolidated	1,360,000	1,365,000
Federal Funds	31,305,883	32,061,534
Blind Commission Endowment Fund No. 493	8,000	8,000
Interagency Contracts	98,000	98,000
Earned Federal Funds	150,000	150,000
Total, Method of Financing	$ 41,388,695	$ 42,385,206
Number of Positions (FTE)	590.5	590.5
Schedule of Exempt Positions		
Executive Director, Group 3	$65,166	$65,166

1. **Capital Budget**. None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund - Consolidated:		
a. Acquisition of Capital Equipment and Items		
(1) Food Service Facilities	$ 434,711	$ 434,711
Total, Capital Budget	$ 434,711	$ 434,711

2. **Central Supply Revolving Fund.** The Commission for the Blind may, under such rules and regulations as deemed necessary, maintain and operate on a reimbursable basis a Central Supply Revolving Fund in order to contribute to the efficiency and economy of the Commission under its control and management. The Central Supply Revolving Fund may be established and operated from funds appropriated to the Commission in such amounts as shall be necessary. All receipts deposited to this Fund are appropriated for the purchase of necessary operating supplies and materials for the biennium ending August 31, 1997. To reimburse the funds from which expenditures are made, the Commission may make fund transfers from the appropriations which receive the supplies, or may submit purchase vouchers through the office of the State Comptroller.

3. **Endowment Fund.** There is hereby appropriated to the Commission for the Blind, for the biennium beginning September 1, 1995, any balance on hand in the Endowment Fund as of August 31, 1995, and any revenue and receipts deposited to the Endowment Fund. These funds are appropriated to provide necessary client services and to carry out the provisions of paragraph 91.0301 Human Resources Code.

4. **Employee Work Assignments.** Employees assigned to the Criss Cole Rehabilitation Center or to special project facilities operated by the agency may, to the extent required for the effective direct provision of services to clients, be excepted from usual state policies regarding working hours, working days, and holidays. Insofar as possible, the work days and work hours of such employees shall be determined according to a system comparable to that used by other state-operated special schools, hospitals, institutions or other facilities providing residential services to eligible individuals. Houseparents, attendants, or related staff at the Criss Cole Rehabilitation Center for the Blind may be allowed to receive room, board, and laundry services, without charge, in return for performing other duties as assigned by the administrator of the Criss Cole Rehabilitation Center for the Blind.

5. **Reimbursement of Services.** In order to reimburse equitably the appropriation items hereinabove made from which expenditures are made for services to employees and guests of the Criss Cole Rehabilitation Center or other residential facilities operated by the Commission for the Blind, the Commission for the Blind shall establish such reimbursement rates and rules as might be necessary to assure reimbursement at rates not less than the rates of reimbursement required by institutions, agencies or offices under the jurisdiction of the Board of Health, Board of Mental Health and Mental Retardation and the Texas Youth Commission.

6. **Appropriation of Federal Medicaid Receipts.** The Commission for the Blind shall certify and/or transfer appropriated state funds to the Texas Medicaid Single State Agency so that federal financial participation can be claimed for Medicaid services. Such federal receipts are hereby appropriated to the commission to provide habilitative services to blind and visually impaired children.

7. **Fund Transfer.** The Texas Commission for the Deaf and Hearing Impaired and the Texas Commission for the Blind shall develop an interagency contract for the provision of

administrative services to the TCDHI by TCB. General revenue funds in the amount of $50,000 in FY 1996 and $50,000 in FY 1997 shall be transferred from the TCDHI to TCB in accordance with the interagency contract.

8. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S., Article 6252-33, reimbursement of expenses for Advisory Committee Members, out of funds appropriated above, is limited to the following advisory committees: State Independent Living Council, Elected Committee of Managers, Optometric Advisory Committee, Medical Advisory Council, and Consumer Advisory Committee.

9. **Appropriation Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines, and miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made for Employment Services including any other direct operating costs and employee matching costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

CANCER COUNCIL

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: CANCER SERVICES To ensure that all Texans have prompt access to quality cancer prevention and control information and services in order to increase the number of Texans surviving or never developing cancer.		
Outcomes:		
Percent of Texas Cancer Plan Goals Addressed	100%	100%
Annual Age-adjusted Cancer Mortality Rate	176	176
A.1.1. Strategy: ENHANCE CANCER SERVICES Mobilize and assist public, private, and volunteer sector agencies and individuals to enhance the availability and quality of cancer prevention and control services and policies.	$ 3,736,314	$ 3,736,314
Outputs:		
Number of Statewide, Regional, and Local Strategic Planning Initiatives Promoted by Direct Council Intervention or Contracts	21	21
Number of Reports on Cancer Resources, Policies, and Statistics Produced	34	34
Number of People Directly Served by Council-funded Cancer Prevention and Control Activities	150,000	150,000
Number of Health Care and/or Education Professionals Who Receive Council-funded Training or Materials	75,000	75,000

Efficiencies:		
Average Cost per Health Care and/or Education Professional Trained	50	50
B. Goal: ADMINISTRATIVE COSTS		
B.1.1. Strategy: DIRECT & INDIRECT ADMIN Direct and Indirect Administration and Support	$ 336,961	$ 336,961
Grand Total, CANCER COUNCIL	$ 4,073,275	$ 4,073,275
Number of Positions (FTE)	8.0	8.0
Schedule of Exempt Positions		
Executive Director, Group 2	$57,691	$57,691

1. **Unexpended Balances**. Any unexpended balances in the appropriations for the fiscal year ending August 31, 1996, may be carried forward into fiscal year 1997 and such balances are hereby appropriated.

2. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S. Article 6252-33, reimbursement of expenses for advisory committee members, out of funds appropriated above, is limited to the following advisory committee: Texas Cancer Plan Advisory Committee.

CHILDREN'S TRUST FUND OF TEXAS COUNCIL

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: CHILD ABUSE PREVENTION To promote and provide opportunities so that Texas children can grow to responsible and productive adulthood, free of threats to their dignity, physical safety, and emotional well-being.		
Outcomes:		
Confirmed Incidence of Child Abuse/Neglect per 1,000 Children	10.8	10.8
Percent Change in Attitudes, Knowledge, Parenting Skills, Perceived Norms and/or Risk Factors of Individuals in Statewide Survey		1%
A.1.1. Strategy: GRANTS & PUBLIC AWARENESS Provide state grants, leverage non-state funds, provide technical assistance to communities and promote public awareness through child abuse prevention efforts.	$ 1,940,422	$ 1,328,100

CHILDREN'S TRUST FUND OF TEXAS COUNCIL
(Continued)

Outputs:		
Number of Programs Funded by CTF	37	22
Number of Adult Participants in CTF-Funded Programs and Services	7,585	4,500
Number of Child Participants in CTF-Funded Programs and Services	10,100	6,000
Number of Printed Educational Materials Distributed	37,500	37,500
Efficiencies:		
Per Unit Cost of Printed Educational Materials Distributed	.55	.55
Grand Total, CHILDREN'S TRUST FUND OF TEXAS COUNCIL	$ 1,940,422	$ 1,328,100
Method of Financing:		
Children's Trust Fund of Texas Council Operating Receipts	$ 1,445,315	$ 878,100
Federal Funds	475,107	430,000
Appropriated Receipts	20,000	20,000
Total, Method of Financing	$ 1,940,422	$ 1,328,100
Number of Positions (FTE)	4.0	4.0
Schedule of Exempt Positions		
Executive Director, Group 2	$51,840	$51,840

1. **Unexpended Balances.** All unexpended balances appropriated for the fiscal year ending August 31, 1996, are hereby appropriated for the same purposes for the fiscal year beginning September 1, 1996.

COMMISSION FOR THE DEAF AND HEARING IMPAIRED

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: SERVICES TO INDIVIDUALS		
To promote and regulate an effective system of services to individuals who are deaf or hearing impaired.		
Outcomes:		
Percent Increase in the Number of Services Accessible to People Who are Deaf or Hearing Impaired	0%	0%
Percent Increase in Number of Interpreters Certified at Level III, IV, and V	20%	20%

COMMISSION FOR THE DEAF AND HEARING IMPAIRED
(Continued)

A.1.1. Strategy: CONTRACT SERVICES	$ 532,244	$ 531,794
Contract for services for persons who are deaf or hearing impaired to include services or training in: communication access, coping skills, job readiness, nutrition, reading, parenting, leadership, assistive listening devices, early intervention, and prevention of hearing loss.		
Outputs:		
Number of Hours of Communication Access Provided	8,100	8,100
Efficiencies:		
Average Cost for Administration of Contract	30	35
A.1.2. Strategy: TRAINING & EDUCATION	$ 286,198	$ 286,198
Ensure the quality of programs and services for persons who are deaf or hearing impaired through training and educational programs and advocacy and ombudsman services.		
Outputs:		
Number of Consumers Involved in Planning, Monitoring, or Other Agency Activities	100	100
Efficiencies:		
Average Time for Complaint Resolution	60	60
A.2.1. Strategy: INTERPRETER LICENSING	$ 156,654	$ 156,954
License and regulate interpreters and regulate the use of interpreters		
Outputs:		
Number of Licensed Interpreters	1,525	1,677
Efficiencies:		
Average Time Between Date of Application and Date of Testing	100	100
Total, Goal A: SERVICES TO INDIVIDUALS	$ 975,096	$ 974,946
B. Goal: INDIRECT ADMINISTRATION		
B.1.1. Strategy: INDIRECT ADMINISTRATION	$ 190,708	$ 190,708
Grand Total, COMMISSION FOR THE DEAF AND HEARING IMPAIRED	$ 1,165,804	$ 1,165,654
Method of Financing:		
General Revenue Fund	$ 788,804	$ 788,654
Appropriated Receipts	101,000	101,000
Interagency Contracts	276,000	276,000
Total, Method of Financing	$ 1,165,804	$ 1,165,654
Number of Positions (FTE)	9.0	9.0
Schedule of Exempt Positions		
Executive Director, Group 2	$51,840	$51,840

1. **Expenditures for Registry of Interpreters.** None of the funds appropriated for Strategy A.2.1., License Interpreters, may be expended for the development of a Registry of Interpreters which does not include interpreters certified by the National Registry of Interpreters for the Deaf.

2. **Community-based Interpreter Services.** Any fees collected by local community-based organizations for interpreter services are hereby appropriated and shall be used solely for the purpose of providing additional hours of interpreter services to eligible individuals who are deaf or hearing impaired.

3. **Solicitation of Grants, Gifts, and Donations.** The Texas Commission for the Deaf and Hearing Impaired is authorized to develop plans and programs to solicit and may solicit gifts, grants, and donations from private and public sources to be expended for the purposes specified by the donor provided that such strategies are consistent with Chapter 81 of the Human Resources Code and such gifts, grants, and donations are hereby appropriated to the commission. Any balance of gifts, grants, or donation amounts unexpended for fiscal year 1996 shall be available for expenditure in fiscal year 1997.

4. **Expansion of Services.** All funds received as reimbursement for services rendered by the Commission shall be used to expand the services of the strategy from which the fees were paid. Any unexpended balance, not to exceed $5,000, for fiscal year 1996 shall be available for expenditure in fiscal year 1997.

5. **Fund Transfer.** The Texas Commission for the Deaf and Hearing Impaired and the Texas Commission for the Blind shall develop an interagency contract for the provision of administrative services to the TCDHI by TCB. General revenue funds in the amount of $50,000 in FY 1996 and $50,000 in FY 1997 shall be transferred from the TCDHI to TCB in accordance with the interagency contract.

6. **Americans with Disabilities Act Specialist.** The agency is to explore the possibility of coordinating its need for an ADA Specialist with the ADA Coordinator at Department of Health.

7. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S., Article 6252-33, reimbursement of expenses for Advisory Committee Members, out of funds appropriated above, is limited to the following advisory committee: Board of Evaluation of Interpreters.

INTERAGENCY COUNCIL ON EARLY CHILDHOOD INTERVENTION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: CHILDREN AT RISK OF DELAY To ensure that all children in Texas who are below the age of three and have developmental needs or are at risk of developmental delay receive comprehensive services that are provided in partnerships with families within community contexts.		
Outcomes:		
Percent of the Targeted Eligible Population Identified and Offered Early Intervention Services	40%	44%
Percent of the Targeted Eligible Population Enrolled	83%	91%
A.1.1. Strategy: ELIGIBILITY AWARENESS Conduct a statewide public awareness and childfind component in accordance with the federal regulations to ensure that families of eligible infants and toddlers are identified and advised of the importance of early intervention and know how to access services.	$ 470,644	$ 471,401
Outputs:		
Number of Referrals Made to Local Programs Through Coordination of Case Management Services With Other Agencies	18,868	20,778
A.1.2. Strategy: MILESTONES PROGRAMS Establish transitional services programs for high priority infants on a statewide basis.	$ 1,918,719	$ 1,930,190
Outputs:		
Number of Children Served in Milestones Programs	3,800	4,200
A.1.3. Strategy: RESOURCE COORDINATION Administer and supervise a statewide system of services through the coordination of federal, state, and community resources to ensure that services are provided in partnerships with families within community contexts.	$ 44,172,544	$ 50,328,133
Outputs:		
Number of Funded Programs Monitored for Fiscal and Program Compliance	38	40
Number of Children Served Through Comprehensive Services	19,861	21,872
Efficiencies:		
Cost per Child Served Within Comprehensive Services	5,969	5,947
A.1.4. Strategy: QUALITY ASSURANCE Ensure the quality of services through a system of training and technical assistance, personnel standards, and procedural safeguards.	$ 911,281	$ 932,775
Outputs:		
Number of Early Intervention Specialists Entering the Professional Credentialing System	50	70
Number of Training and Technical Assistance Events Provided	220	230
Total, Goal A: CHILDREN AT RISK OF DELAY	$ 47,473,188	$ 53,662,499

INTERAGENCY COUNCIL ON EARLY CHILDHOOD INTERVENTION
(Continued)

B. Goal: INDIRECT ADMINISTRATION		
B.1.1. Strategy: INDIRECT ADMINISTRATION	$ 948,746	$ 984,798
Grand Total, INTERAGENCY COUNCIL ON EARLY CHILDHOOD INTERVENTION	$ 48,421,934	$ 54,647,297
Method of Financing:		
General Revenue Fund	$ 19,095,223	$ 19,095,224
Federal Funds	29,326,711	35,552,073
Total, Method of Financing	$ 48,421,934	$ 54,647,297
Number of Positions (FTE)	69.0	69.0
Schedule of Exempt Positions		
Executive Director, Group 3	$61,380	$61,380
Deputy Executive Director, Group 2	54,584	54,584

1. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S. Article 6252-33, reimbursement of expenses for advisory committee members, out of funds appropriated above, is limited to the following advisory committee: Advisory Committee to the Interagency Council on Early Childhood Intervention.

DEPARTMENT OF HEALTH

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PREVENTION AND PROMOTION		
Assure that prevention and health promotion are integral parts of all services. Maximize the use of primary prevention, as well as early detection and management of care, in providing public health services. Promote individual and community commitment to the importance of good personal and environmental health.		
Outcomes:		
Percentage of Inspected Entities in Compliance with Statutes and/or Rules	73.2%	74.4%
Percentage of Eligible WIC Population Served	85.4%	90%
Percentage of Public Health Regional Clinic Consumers Receiving Nutrition Education by Licensed Dieticians	6%	6.4%
Percentage of Reported AIDS Cases Living 2 Years After Diagnosis	62.3%	63.1%
Percentage of Tuberculosis Cases that Completed Recommended Therapy within 12 Months	93%	95%

A.1.1. Strategy: BORDER HEALTH & COLONIAS	$ 990,389	$ 990,389
Develop and implement a program designed to assist in the reduction of consumer, environmental, occupational and community health hazards along the Texas/Mexico border and in the "colonias" in a binational effort that coordinates with local providers and community leaders.		
Outputs:		
Number of Citizen/Community Activities Implemented	1,150	1,150
Efficiencies:		
Average Cost per Investigation/Inspection	500	500
A.1.2. Strategy: FOOD (MEAT) & DRUG SAFETY	$ 17,143,721	$ 17,143,721
Implement uniform and effective safety programs for food, drugs, and medical devices.		
Outputs:		
Number of Surveillance Activities Conducted	176,005	176,005
Number of Licenses/Registrations Issued	36,655	36,655
Efficiencies:		
Average Cost per Investigation/Inspection	137.39	137.39
A.1.3. Strategy: ENVIRONMENTAL HEALTH	$ 10,736,986	$ 10,738,686
Develop and implement risk assessment and risk management programs in the areas of radiation control, consumer products, occupational and environmental health, and community sanitation.		
Outputs:		
Number of Surveillance Activities Conducted	26,749	26,749
Number of Consultations Provided	82,200	82,200
Number of Enforcement Actions Taken	11,779	11,779
Efficiencies:		
Average Cost per Investigation/Inspection	383	383
A.2.1. Strategy: WIC FOOD & NUTRITION	$ 463,742,530	$ 502,690,695
To provide nutrition services including food benefits to eligible low income (WIC) clients, nutrition education and counseling, and training on nutrition topics for health professionals.		
Outputs:		
Number of Pregnant, Postpartum and Breastfeeding Women, Infants and Children provided Nutritious Food Supplements per Month	764,000	807,000
Number of WIC Participants Served in the Farmers Market Program	198,000	238,000
Number of Referrals Made to Other Health and Nutrition Programs	1,650,000	1,744,000
Number of WIC Participants Provided Nutrition, Education, and Counseling Services Annually	8,251,000	8,720,000
Efficiencies:		
Average Food Costs per Person Receiving Services	27.19	28.07
Average Cost per Person for Delivery of Nutrition Education and other Clinic Services	10.05	10.38

A.3.1. Strategy: SEXUALLY TRANSMITTED DISEASES (HIV)	$ 46,137,480	$ 46,137,480
Provide HIV and STD education to prevent the spread of infection, diagnoses individuals with STD/HIV, and link HIV/STD patients to health and social service providers for intervention.		
Outputs:		
Number of Persons Provided Social and Medical Services After Diagnosis of HIV Infection	22,000	22,000
Number of Persons Served by the HIV Medication Program	4,833	5,074
Efficiencies:		
Average Cost per Person Receiving Counseling and Testing Services	40	40
A.3.2. Strategy: IMMUNIZATIONS	$ 49,922,670	$ 49,922,669
Implement programs to immunize Texas residents.		
Outputs:		
Number of Doses Administered	6,272,205	6,366,556
Efficiencies:		
Average Cost per Dose Administered	8.71	8.71
A.3.3. Strategy: PREVENTABLE DISEASES	$ 54,220,213	$ 54,924,585
Implement programs to effectively reduce the incidence of preventable diseases such as zoonotic, chronic, communicable, (including Tuberculosis) and dental disease, and enhance epidemiological activities to track reductions.		
Outputs:		
Number of Surveillance Activities and Field Investigations Conducted	68,985	69,518
Number of Technical and Educational Consultations Provided	74,295	75,950
Number of Children Provided Dental Sealants	11,800	11,800
Number of Clinical Preventive Activities Provided	275,507	282,944
Efficiencies:		
Average Cost per Surveillance Activity and Field Investigation Conducted	1,000	1,300
A.3.4. Strategy: CHRONIC DISEASE SERVICES	$ 16,257,843	$ 16,257,843
Provide prompt service and/or referral of all eligible applicants for chronic disease services.		
Outputs:		
Number of Kidney Health Clients Provided Services	14,137	14,646
Number of Children's Heart Outreach Program Clients Provided Services	4,000	4,000
Efficiencies:		
Average Cost per Chronic Disease Service	984	950
Total, Goal A: PREVENTION AND PROMOTION	$ 659,151,832	$ 698,806,068
B. Goal: MEDICAID SERVICES		
Develop a comprehensive approach to client health.		
Outcomes:		
Percent of Eligible Clients Receiving Acute Care Services	86%	86%
Percent of 100% Poverty Population Covered by Acute Care Services	69.9%	74.2%
Percent of Clients in Managed Care	8.9%	24.4%
Percentage of Total Medicaid Eligible Prescribed Medications Provided by Vendor Drug Services	80%	80%

B.1.1. Strategy: PREMIUMS: AGED & DISABLED Provide medically necessary health care in the most appropriate, accessible, and cost effective setting to: Medicaid Aged and Medicare related persons, and Medicaid Disabled and Blind Persons.	$ 1,208,181,943	$ 1,271,592,889
Outputs:		
Average Aged and Medicare Related Recipient Months per Month	299,437	309,338
Average Disabled and Blind Recipient Months per Month	192,267	204,273
Efficiencies:		
Average Aged and Medicare Related Premium per Recipient Month	67.24	65.57
Average Disabled and Blind Premium per Recipient Month	417.73	418.32
B.1.2. Strategy: PREMIUMS: AFDC FAMILIES Provide medically necessary health care in the most appropriate, accessible, and cost effective setting to: AFDC Adults and AFDC Children.	$ 914,124,827	$ 914,553,031
Outputs:		
Average AFDC-Adult Recipient Months per Month	218,052	222,560
Average AFDC-Children Recipient Months per Month	626,864	638,532
Efficiencies:		
Average AFDC-Adult Premium per Recipient Month	166.99	166.36
Average AFDC-Children Premium per Recipient Month	63.15	61.1
B.1.3. Strategy: PREMIUMS: PREGNANT WOMEN Provide medically necessary health care in the most appropriate, accessible, and cost effective setting to: Medicaid eligible pregnant women.	$ 548,471,977	$ 548,713,962
Outputs:		
Average Pregnant Women Recipient Months per Month	87,168	90,240
Efficiencies:		
Average Pregnant Women Premium per Recipient Month	523.08	505.51
B.1.4. Strategy: PREMIUMS: CHILDREN/ MEDICALLY NEEDY Provide medically necessary health care in the most appropriate, accessible, and cost effective setting to: Newborn Infants and Medicaid Eligible Children above the AFDC income eligibility criteria, and Medically Needy Persons.	$ 1,124,284,931	$ 1,175,680,636
Outputs:		
Average Newborn Recipient Months per Month	104,044	106,712
Average Expansion Children Recipient Months per Month	366,435	381,092
Average Federal Mandate Children Premium per Recipient Month	217,823	264,910
Average Medically Needy Recipient Months per Month	19,087	19,087
Efficiencies:		
Average Newborn Premium per Recipient Month	453.07	436.87
Average Expansion Children Premium per Recipient Month	72.65	70.91
Average Federal Mandate Children Premium per Recipient Month	29.34	28.18
Average Medically Needy Premium per Recipient Month	696	870.59
B.1.5. Strategy: MEDICARE PAYMENTS Provide accessible premium-based health services to certain Title XVIII Medicare eligible recipients.	$ 419,734,886	$ 514,701,219

Outputs:		
Supplemental Medical Insurance Part B (SMIB) Recipient Months per Month	354,126	383,505
Part A Recipient Months per Month	41,943	44,802
Number of Qualified Medicare Beneficiaries (QMBs)	41,828	51,030
Efficiencies:		
Average SMIB Premium per Month	48.66	53.95
Average Part A Premium per Month	277.44	307.66
Average Qualified Medical Beneficiaries Cost per Month	144.09	161.67
B.1.6. Strategy: EPSDT-COMPREHENSIVE CARE	$ 173,929,811	$ 193,718,111
Provide diagnostic/treatment services for federally allowable Medicaid services for conditions identified through an EPSDT screen or other health care encounter but not covered or provided under the State Medicaid Plan.		
Outputs:		
Number of Clients Receiving Extended Benefits Through EPSDT-CCP	210,000	235,000
Efficiencies:		
Average Cost of Clients Receiving Extended Benefits Through EPSDT-CCP	813.99	810.77
B.1.7. Strategy: COST REIMBURSED SERVICES	$ 167,745,769	$ 207,005,575
Provide medically necessary health care to Medicaid eligibles for services not covered under the insured arrangement including federally qualified health centers, undocumented aliens, school health and related services.		
Outputs:		
Number of Enrolled Federally Qualified Health Centers	36	36
Number of Undocumented Aliens Served	3,720	4,316
Efficiencies:		
Average Undocumented Alien Cost per Month	3,030	3,258
B.1.8. Strategy: VENDOR DRUG PROGRAM	$ 680,147,462	$ 746,649,445
Provide prescription medication to Medicaid eligible recipients as prescribed by the treating physician.		
Outputs:		
Annual Medicaid Prescriptions Incurred	27,071,456	30,934,866
Prescriptions Incurred per Recipient per Month	2.82	3.04
Efficiencies:		
Average Cost per Prescription	24.95	23.98
B.1.9. Strategy: MEDICAL TRANSPORTATION	$ 18,069,431	$ 20,341,204
Provide non-ambulance transportation for eligible Medicaid recipients to and from providers of Medicaid services.		
Outputs:		
Recipient One-Way Trip	1,488,892	1,675,122
Efficiencies:		
Average Cost per One-Way Trip	9.77	10.04
Total, Goal B: MEDICAID SERVICES	$ 5,254,691,037	$ 5,592,956,072

C. Goal: HEALTH CARE STANDARDS
Assure availability of highest quality services to all Texans across the care continuum. Promote recruitment and retention of competent health care professionals. Remain flexible in responding to the public's needs and concerns.

Outcomes:		
Percentage of Licensed or Certified Professionals Out of Compliance with State Regulations	.5%	.5%
Percentage of Licensed/Certified Acute Health Care Facilities (AHCF) Meeting State/Federal Regulations at Survey	96.5%	97%
Percentage of Lab Services Requests Completed	100%	100%
C.1.1. Strategy: HEALTH CARE STANDARDS Implement program to ensure timely, accurate issues of licenses, registration, certifications, permits and placing on a registry for health care professionals and implement cost-effective, efficient, consistent plan to license/certify and provide technical assistance to health care facilities.	$ 14,817,950	$ 14,686,089
Outputs:		
Number of Health Care Professionals Licensed, Permitted, Certified, Placed on Registry or Registered	90,125	92,028
Number of Complaint Investigations Conducted	1,654	1,736
Efficiencies:		
Average Number of Days for Professional Accreditation	16	16
C.2.1. Strategy: LABORATORY Operate a state-of-the-art reference laboratory to provide essential support to disease prevention and other TDH associateship programs in the isolation, identification, detection and verification of living/ non-living agents which cause disease and disabilities.	$ 20,126,921	$ 20,118,458
Outputs:		
Work Time Units Produced	34,780,100	34,780,100
Efficiencies:		
Cost per Work Time Unit	.699	.699
Total, Goal C: HEALTH CARE STANDARDS	$ 34,944,871	$ 34,804,547

D. Goal: PROMOTE EQUITABLE ACCESS
Minimize disparities in health status among all population groups. Promote reduction in disease and conditions which disproportionately affect minority populations. Advocate public health resources in a rational and equitable manner. Work to obtain the support and commitment of elected officials at all levels to maintain and enhance the public's health.

Outcomes:		
Number of Infant Deaths per Thousand Live Births (Infant Mortality Rate)	7.1	7
Percentage of Low Birth Weight Births	7.2%	7.2%
Number of Pregnancies to Females Age 13 to 19 per 1000 Age 13-19 (Teen Pregnancy Rate)	73.2	72.7
Percent of Eligible Population Screened	80%	80%
Percentage of Primary Health Care Eligible Indigent Patients With a Primary Health Care Provider	7.1%	7.7%

D.1.1. Strategy: MATERNAL AND CHILD HEALTH Provide easily accessible maternal and child health services to low income women, infants, children and adolescents, including children with special health care needs.	$ 112,529,184	$ 112,529,159
Outputs:		
Number of Infants and Children Age 1-20 Provided Services	207,722	207,722
Number of Women Provided Services	77,700	77,700
Efficiencies:		
Average Cost per Client Visit for Regional Maternal and Child Health Services	116.71	116.71
D.1.2. Strategy: FAMILY PLANNING Increase family planning services throughout Texas for teens and adult women.	$ 129,583,218	$ 129,583,219
Outputs:		
Number of Women and Adolescents Receiving Family Planning Services	528,012	528,012
Efficiencies:		
Average Annual Cost per Family Planning Client	239.72	246.49
D.1.3. Strategy: MEDICALLY DEPENDENT CHILDREN WAIVER Medically Dependent Children (MDCP Waiver)	$ 12,301,496	$ 12,301,496
Outputs:		
MDCP Clients Per Month	656	656
Efficiencies:		
MDCP Costs per Month	1,562.69	1,562.69
D.2.1. Strategy: EPSDT MEDICAL AND DENTAL Provide access to quality preventive and comprehensive diagnostic/ treatment services for eligible clients by maximizing the use of primary prevention, early detection and management of health care, and dental care in accordance with all federal mandates.	$ 236,987,330	$ 282,863,997
Outputs:		
Number of EPSDT Medical Screens Performed	1,480,500	1,571,600
Number of Medical Providers	2,110	2,530
Number of EPSDT Dental Treatments Performed	4,342,800	5,211,300
Number of Active EPSDT Dental Providers	2,145	2,360
Number of EPSDT Clients Receiving Dental Treatments	646,200	807,800
Efficiencies:		
Average Cost per Client	83.97	84.63
Cost per Medical Screen	52.49	52.91
Average Cost per Dental Treatment	28.88	29.06
D.3.1. Strategy: COMMUNITY HEALTH SERVICES Develop systems of primary and preventive health care delivery to alleviate the lack of health care in underserved areas of Texas; and develop and implement program policies that are sensitive and responsive to minority populations; and, in addition provide stipends to Texas Medical School residents.	$ 20,133,643	$ 20,133,643
Outputs:		
Number of COPC Eligible Patients Provided a Health Care Home	160,999	160,999
Number of Minority Health Initiatives Implemented	8	8

Efficiencies:		
Average Cost per Patient for COPC per Year	120	120
D.3.2. Strategy: RURAL HEALTH CARE ACCESS Develop programs to alleviate the lack of access to primary and preventive health care in rural areas of Texas.	$ 1,427,312	$ 1,427,312
Outputs:		
Number of Rural Health Initiatives Developed	1	1
Efficiencies:		
Program Cost per Rural County	7,053	7,053
Total, Goal D: PROMOTE EQUITABLE ACCESS	$ 512,962,183	$ 558,838,826
E. Goal: COORDINATED HEALTH SYSTEM Establish a coordinated, unified statewide system of public health. Provide for effective public health policy leadership in every area of the state. Be involved with other health, human services, and environmental agencies, the private sector and the public in the development of policy and delivery of services.		
Outcomes:		
Percentage of Data and Information Requests Satisfied with Standard Reports	70%	70%
Number of Requests for Statistics Completed	1,900	1,950
Percentage of Deaths Due to Trauma	7.2%	7.1%
E.1.1. Strategy: VITAL STATISTICS Provide for a cost-effective, timely and secure system for recording, certifying, and disseminating information relating to births, fetal deaths, marriages, and divorces occurring in this state.	$ 2,868,704	$ 2,868,704
Outputs:		
Number of Records Filed	750,000	755,000
Number of Birth/Death Records Matched	30,000	30,000
Efficiencies:		
Average Number of Days to Certify or Verify Records	10	10
E.1.2. Strategy: HEALTH DATA & POLICY Collect, analyze and distribute data concerning health trends, status, and systems as tools for decision-making and policy-setting.	$ 1,866,231	$ 1,866,231
Outputs:		
Number of Requests for Statistics Completed	3,700	3,700
Efficiencies:		
Average Number of Days to Complete Statistics Requests	2	2
E.2.1. Strategy: COUNTY INDIGENT HEALTH Provide support activities to local governments that provide county indigent health care services.	$ 6,041,832	$ 6,041,736
Outputs:		
Counties Receiving State Matching Funds	17	17

E.2.2. Strategy: HEALTH CARE COORDINATION Provide support activities to local governments that provide county indigent health care services; develop and enhance regionalized emergency health care systems; and guide coordinated activities among the regions and local health departments.	$ 9,857,340	$ 9,856,340
Outputs:		
Number of Contractors Given Sexual Assault Funds	62	62
Number of Trauma Networks Developed	2	0
Efficiencies:		
Cost per Trauma Network Developed	52,500	0
E.2.3. Strategy: TDH HOSPITALS Provide for more than one level of care for tuberculosis; infectious diseases and chronic respiratory disease patients, provided in systematic coordination among the two hospitals, public health regions, medical schools, and private health care providers.	$ 25,770,081	$ 25,770,081
Outputs:		
Number of Inpatient Days, San Antonio Chest Hospital	28,500	28,500
Number of Inpatient Days, South Texas Hospital	23,725	23,725
Number of Outpatient Visits, San Antonio Chest Hospital	10,000	10,000
Number of Outpatient Visits, South Texas Hospital	29,932	29,932
Efficiencies:		
Average Length of Stay, San Antonio Chest Hospital	45	45
Average Length of Stay, South Texas Hospital	24	24
Average Cost per Patient Day, San Antonio Chest Hospital	375	375
Average Cost per Patient Day, South Texas Hospital	362	362
Average Cost per Outpatient Visit, San Antonio Chest Hospital	175	175
Average Cost per Outpatient Visit, South Texas Hospital	63	63
Total, Goal E: COORDINATED HEALTH SYSTEM	$ 46,404,188	$ 46,403,092
F. Goal: CONTINGENCY APPROPRIATIONS		
F.1.1. Strategy: CONTINGENCY APPROPRIATION, HB 682	$ 38,316	$ 32,652
F.1.2. Strategy: CONTINGENCY APPROPRIATION, HB 1048	$ 845,654	$ 1,661,539
F.1.3. Strategy: CONTINGENCY APPROPRIATION, HB 1193	$ 102,834	$ 97,834
F.1.4. Strategy: CONTINGENCY APPROPRIATION, HB 2022	$ 430,281	$ 1,984,531
F.1.5. Strategy: CONTINGENCY APPROPRIATION, SB 544	$ 622,506	$ 815,782
Total, Goal F: CONTINGENCY APPROPRIATIONS	$ 2,039,591	$ 4,592,338
G. Goal: INDIRECT ADMINISTRATION		
G.1.1. Strategy: CENTRAL ADMINISTRATION	$ 14,838,983	$ 14,838,983
G.1.2. Strategy: INFORMATION RESOURCES	$ 7,303,510	$ 7,303,510

G.1.3. Strategy: OTHER SUPPORT SERVICES	$ 9,070,343	$ 9,070,343
G.1.4. Strategy: REGIONAL ADMINISTRATION	$ 9,662,196	$ 9,662,196
Total, Goal G: INDIRECT ADMINISTRATION	$ 40,875,032	$ 40,875,032
Grand Total, DEPARTMENT OF HEALTH	$ 6,551,068,734	$ 6,977,275,975
Method of Financing:		
General Revenue Fund	$ 249,005,475	$ 250,960,039
General Revenue Related Fees	11,848,353	11,847,753
Medical Assistance Payments from General Revenue	2,002,240,542	2,198,314,211
Total, General Revenue Fund and Fee Receipts	$ 2,263,094,370	$ 2,461,122,003
Premium Credits (State Share), estimated	15,048,000	15,248,000
Vendor Drug Rebates (State Share), estimated	69,889,573	46,776,714
Fees, Consolidated General Revenue	10,559,576	11,325,037
Earned Federal Funds, estimated	16,445,203	17,222,328
Total, General Revenue Consolidated	$ 111,942,352	$ 90,572,079
Federal Funds, estimated	4,142,427,423	4,391,928,755
Appropriated Receipts, estimated	1,323,169	1,323,169
Appropriated Receipts, Chest Hospitals, estimated	8,116,980	8,116,980
Appropriated Receipts, Medicaid Reimbursements, estimated	12,611,662	12,611,662
Interagency Contracts	10,002,778	10,051,327
State Highway Fund No. 006	1,550,000	1,550,000
Total, Other Funds	$ 33,604,589	$ 33,653,138
Total, Method of Financing	$ 6,551,068,734	$ 6,977,275,975
Number of Positions (FTE)	6,836.5	6,836.5
Schedule of Exempt Positions		
Commissioner of Health, Group 6	$148,683	$148,683

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Acquisition of Information Resource Technologies		
(1) WIC Automation	$ 3,020,000	$ 3,245,000
(2) Maternal & Child Health ICES Project	$ 1,591,892	$ 1,591,892
Total, Acquisition of Information Resource Technologies	$ 4,611,892	$ 4,836,892
b. Acquisition of Capital Equipment		
(1) Telephone Systems	120,000	120,000
(2) Laboratory Equipment	$ 1,972,515	$ 1,305,190
Total, Acquisition of Capital Equipment	$ 2,092,515	$ 1,425,190
c. Lease payments to the Master Equipment Lease Purchase Program (1992/1995)	$ 345,030	$ 144,573
Total, Capital Budget	$ 7,049,437	$ 6,406,655
Method of Financing (Capital Budget):		
General Revenue Fund	$ 345,030	$ 144,573
Federal Funds	4,611,892	4,836,892
Appropriated Receipts, Medicaid Reimbursements	1,972,515	1,305,190
Earned Federal Funds	120,000	120,000
Total, Method of Financing	$ 7,049,437	$ 6,406,655

2. **Authorization to Receive, Administer, and Disburse Federal Funds.** The appropriations made herein may be used to match federal funds granted to the state for the payment of personal services and other necessary expenses in connection with the administration and operation of a state program of public health services. Notwithstanding the General Provisions of this Act, the Texas Board of Health is hereby authorized to receive and disburse in accordance with plans acceptable to the responsible federal agency, all federal moneys that are made available (including grants, earnings, allotments, refunds and reimbursements) to the state for such purposes, and to receive, administer, and disburse federal funds for federal regional programs in accordance with plans agreed upon by the Department of Health and the responsible federal agency, and such other activities as come under the authority of the Texas Board of Health, and such moneys are hereby appropriated to the specific purpose or purposes for which they are granted or otherwise made available.

3. **Rate of Per Diem.** Out of the funds appropriated above, the Department of Health is hereby authorized to pay board members in accordance with the General Provisions of this Act.

4. **Immunization of Employees.** Moneys appropriated above may be expended for any immunization which is required of employees at risk in the performance of their duties.

5. **Genetic Counseling Service.** The Department of Health is authorized to charge for genetic counseling services at a rate not to exceed the actual cost of providing such services. The department shall develop a fee structure to allow full recovery of cost to the maximum extent

possible. However the fee structure shall be based on ability to pay in order to insure that indigent individuals are not denied services. The proceeds from such charges shall be retained and used by the department for the continued provision of such preventative services.

6. **Texas Department of Transportation Transfers.** Any funds transferred from the Texas Department of Transportation are hereby appropriated for emergency medical services improvements. All unexpended balances of these funds at the close of the fiscal year ending August 31, 1996, are reappropriated for the fiscal year beginning September 1, 1996.

7. **Medical Assistance Payments and Unexpended Balances.** Funds for Medical Assistance payments appropriated hereinabove out of the General Revenue Fund for Medicaid services shall be payable in equal monthly installments on the first day of each calendar month; provided, however, that any balances on hand in such funds may be carried over from month to month during each fiscal year and from fiscal year 1996 to fiscal year 1997, and such funds are reappropriated to the department for the 1996-97 biennium.

8. **Attorney General Representation.** The Attorney General and the Commissioner of Health are authorized to jointly select one or more Assistant Attorneys General to be assigned to the Texas Department of Health for the purpose of assisting with the legal work of the department and, more particularly, of representing the department in lawsuits.

9. **Reappropriation of Federal and Local Funds.** All funds received by the department from counties, cities, federal agencies and from any other local source and all balances from such sources as of August 31, 1995, are hereby appropriated for the biennium ending August 31, 1997, for the purpose of carrying out the provisions of this Act.

10. **Risk Stabilization Reserve.** Upon termination of a contract with the insurance carrier for purchased health insurance, the state's share of the refunds of the unexpended balance in the risk stabilization reserve shall be deposited in the General Revenue Fund and such funds are not reappropriated to the Department of Health.

11. **Appropriation of Receipts: Civil Monetary Damages and Penalties.** Out of funds appropriated above related to civil monetary damages and penalties under Human Resources Code Section 32.039 and Health and Safety Code Section 431.047, there are appropriated to the department amounts equal to the costs of the investigation and collection proceedings conducted under that section, and any amounts collected as reimbursement for claims paid by the department. In the event that these revenues collected pursuant to Health and Safety Code Section 431.047 should be less than $100,000 each year, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

12. **Payment of Hospital Providers.** At the hospital's option, all payments from funds appropriated for Acute Care Services made to hospitals with 100 or fewer licensed beds may be reimbursed under a cost-reimbursement methodology authorized by the Tax Equity and Fiscal Responsibility Act of 1984 (TEFRA), using the most current available cost figures. Hospitals reimbursed under TEFRA cost principles shall be paid without the imposition of the TEFRA cap.

    At initial cost settlement of the hospital's fiscal year, the Department of Health shall determine the amount of reimbursement the hospital would have been paid under TEFRA cost principles, and if the amount of reimbursement under the TEFRA principles is greater than the amount of reimbursement received by the hospital under the prospective payment system, the Department of Health shall reimburse the hospital the difference.

13. **State Chest Hospital Provisions.** The State Chest Hospitals operated by the Department of Health are the South Texas Hospital and the San Antonio State Chest Hospital. The Provisions applying to the State Chest Hospitals are as follows:

    a. In addition to salary, the Hospital Directors of the State Chest Hospitals are authorized a house, utilities, and supplement from the department's Medical Services Trust Fund.

    b. The professional liability insurance premiums may be paid for physicians employed by the State Chest Hospitals out of the appropriations from the fees for physician services.

    c. It is the intent of the Legislature that the Department of Health develop interagency agreements with the Texas Department of Mental Health and Mental Retardation (TDMHMR) so that medical and surgical services, auxiliary services, pharmacy and laboratory services and other support services of TDMHMR facilities are provided to the extent possible by the two State Chest Hospitals. The San Antonio State Chest Hospital shall provide utilities and inpatient treatment and care services to the San Antonio State Hospital and the San Antonio State School without reimbursement.

    d. Out of the funds appropriated above the South Texas Hospital shall support medical education through the South Texas Family Practice Residency Program-McAllen with the cooperation of the University of Texas Health Science Center at San Antonio.

    e. Third party collections (appropriated receipts) collected by the Department of Health Chest Hospitals are hereby appropriated to E.2.3. TDH Hospitals for the provision of services.

    f. It is expressly provided that the State Chest Hospitals, to the extent permitted by law, may pay FSLA exempt and FSLA non-exempt employees on a straight-time basis for work on a holiday or for regular compensatory time hours when the taking of regular compensatory time off would be disruptive to normal business functions.

14. **Local Health Department Contracts.** None of the funds appropriated above for contracts with Local Health Departments may be expended unless contract amounts are rendered under the terms and conditions of need-based contracts. To determine need for each local health department, the department shall establish levels of fee revenue and/or program income utilizing the fee schedule used by the public health regions. Using expected revenue collections, the department shall establish performance based objectives for the local health departments. Allocations shall be based on established need and the attainment of objectives delineated in the contracts.

15. **Transfer Authority.** Subject to the limitations contained in provision number 50, Limitation: Transfer Authority, the Department of Health may exercise its authority to transfer appropriated funds between items of appropriation, an amount not to exceed 35 percent in each fiscal year of any item of appropriation made to the department may be transferred to another item of appropriation of the department upon approval by the Board of Health, subject to the following limitations:

    a. At least 14 days prior to any transfer of funds within the appropriation for the Department of Health and at least 14 days prior to a meeting of the Board of Health to adopt any program expansion, notification shall be made to the Governor's Office of Budget and Planning and the Legislative Budget Board.

    b. Notifications shall include information regarding the source of funds to be transferred; any changes in federal funds related to the proposed transfer; the strategy from which the

transfer is to be made and the strategy to which the transfer is to be made; the need which was to be served through the original appropriation and the basis for the decrease in need; the need to be served in the strategy receiving the funds and the basis for such selection and the amounts of funds to be spent on direct client services as opposed to both general and operating support costs. In the event program expansions are under consideration, information shall be forwarded regarding the population to be served; criteria for eligibility; source of funding; and impact on existing programs.

c. In the event that transfers are made, a written report shall be forwarded to the Governor's Office of Budget and Planning, the Legislative Budget Board and the State Comptroller within seven days after the transfer. The report shall include the information detailed in "b." and identify the impact on established performance targets, measures, and full-time equivalents.

16. **Disposition of Appropriation Transfers from State-Owned Hospitals**. The Department of Health shall use the sums transferred from state owned hospitals as provided elsewhere in the Act as necessary to apply for appropriate matching federal funds and to provide the state's share of disproportionate share payments due to state owned hospitals. Any amounts of such transferred funds not required for disproportionate share payments shall be deposited by the Department of Health to the General Revenue Fund as unappropriated revenue. At the beginning of each fiscal year, the Department of Health shall present a schedule of projected transfers and payments to the Comptroller of Public Accounts, the Governor, and the Legislative Budget Board for their approval. Subsequent to approval of the projected schedule, the Comptroller of Public Accounts shall approve all payments and transfers.

17. **Transfers of Appropriations—State-Owned Hospitals.** The State Chest Hospitals shall transfer from non-Medicaid state appropriated funds $12,018,022 in fiscal year 1996 and $11,467,298 in fiscal year 1997 to the Department of Health. The timing and form of such transfers shall be determined by the Comptroller of Public Accounts in consultation with the Department of Health. The Governor and the Legislative Budget Board is authorized to adjust the amounts of such transfers as necessary to match available federal funds.

18. **Disproportionate Share Hospital Eligibility.** A hospital that provides health care to indigents pursuant to an agreement or contract with a state agency or department, at no cost to the state, may be eligible as a disproportionate share hospital under Chapter 61, Health and Safety Code, and the Texas Medicaid program. Such hospital's total expenditures for indigent health care, according to such agreement or contract, may be credited as local revenue to be used to determine disproportionate share eligibility.

19. **Professional Liability Insurance Premiums.** From the appropriations made above, the Department may also pay the professional liability premiums for those physicians, dentists, hygienists, nurses, and other medical personnel involved in providing medical and dental care in the Department's clinical operations.

20. **Transfer for Health Professions Council.** Out of funds appropriated above in Strategy C.1.1. Health Care Standards and Licensing, an amount equal to $10,896 each year (1996 and 1997) shall be used only for transfer to, and expenditure by, the Health Professions Council as the pro rated assessment of the Health Licensing Division of the Department of Health.

21. **Reimbursement of Advisory Committee Members**. Pursuant to V.T.C.S. Article 6252-33, reimbursement of expenses for advisory committee members, out of funds appropriated above, is limited to the following advisory committee: Family Planning Advisory Council, State Preventive Health Advisory Committee, and Oral Health Advisory Committee.

22. **Limitation, Buildings and Facilities.** None of the funds appropriated above may be used for construction of any new buildings or facilities without specific authorization from the Legislature. The Department may not obligate funds appropriated above for the purpose of leasing laboratory space or contracting for the lease-purchase of any space without specific authorization from the Legislature.

23. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and appropriated above are limited to the amounts identified in each strategy and that the fee revenue cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

24. **Vendor Drug Rebates.** The Department of Health is authorized to expend Medicaid rebate revenues pursuant to the federal requirements of the Omnibus Budget and Reconciliation Act of 1990. Expenditures shall be made from balances available on September 1, 1995 and from rebates anticipated in fiscal years 1996 and 1997. In the event these rebate revenues should be greater than included above, the department shall be authorized to expend the state funds thereby made available for client services provided by the Medicaid Program, subject to the following limitations:

    a. At least 14 days prior to any use of drug manufacturer rebates or meeting of the Board of Health to adopt any program expansion, the department shall report the rebates collected and provide documentation of the proposed use of these funds for client services to the Legislative Budget Board, Governor's Office of Budget and Planning, Health and Human Services Commission, and State Medicaid Director.

    b. Notifications shall include information regarding the need which will be served with the additional revenue. In the event program expansions are under consideration, information shall be forwarded regarding the population to be served; criteria for eligibility; and impact on existing programs.

    c. The report shall include the information detailed in "b" and identify the impact on established performance targets, measures, and full-time equivalents.

25. **Vendor Drug Reimbursement Methodology.** By September 30, 1995, the Texas Department of Health and the State Medicaid Office shall submit a Medicaid State Plan Amendment to modify the Vendor Drug Program's reimbursement methodology to reduce the dispensing fee to reflect current market practices and rates, to be effective retroactively to September 1, 1995.

26. **Appropriation of Radiation and Perpetual Care Funds.** Any revenue collected and deposited in the Radiation and Perpetual Care Fund During this biennium or any biennium is hereby appropriated beginning with the effective date of this Act.

27. **Unexpended Balances - Prevention and Promotion.** Subject to the approval of the Board of Health, all unexpended balances not otherwise restricted from appropriations to Goal A: Prevention and Promotion, at the close of the fiscal year ending August 31, 1996, are appropriated for the fiscal year beginning September 1, 1996.

28. **Transfers for Funds Consolidation.** For the purpose of funds consolidation and Medicaid payments, federal funds may be transferred into the General Revenue Fund from Department

of Health Fund 273. The initial deposit of Medicaid federal funds shall be made into Fund 273 but no direct expenditures for the Medicaid program shall be made from this fund.

29. **Accounting of Support Costs.** The State Comptroller shall establish separate accounts from which certain support costs shall be paid. The Department of Health is hereby authorized to make transfers into these separate accounts from line item strategies in order to pay for these expenses in an efficient and effective manner. Only costs not directly attributable to a single program may be budgeted in or paid from these accounts. Items to be budgeted in and paid from these accounts include but are not limited to: postage, occupancy costs, equipment repair, telephones, office printing costs, supplies, freight and transport costs, telephone system costs and salary and travel costs of staff whose function supports several programs. The department shall be responsible for monthly allocations of these costs to the original strategies.

30. **Cost-recovery Through Fee Revenue.** The Board of Health shall review all of the fee schedules within its authority on an annual basis. It is the intent of the Legislature that fees be set to recover the cost of providing services to the extent feasible.

31. **Scholarships and Internships.** It is the intent of the Legislature that the Texas Department of Health be allowed to develop scholarships and internships to positively affect the availability of a qualified, well educated public health work force.

32. **Higher Education via Distance Learning.** It is the intent of the Legislature that staff of the Texas Department of Health may participate in educational activities with state institutions of higher education through distance learning in order to positively influence the availability of well-trained health professionals in Texas.

33. **Relocation of Health Professionals.** It is the intent of the Legislature that the Texas Department of Health be allowed to expend funds for movement of household goods to relocate newly hired physicians and other health care professionals which may periodically fall into the category of a "shortage occupation".

34. **Diabetes Council.** Out of funds appropriated above in Strategy A.3.3., Preventable Diseases, an amount not to exceed $3,750,000 each fiscal year of the 1996-97 biennium shall be used by the department in the expansion of diabetes services. Diabetes services include, but are not restricted to nutrition programs, professional education, public information, and the provision of diabetic medications and supplies.

35. **Funding for the Texas Radiation Advisory Board.** Out of funds appropriated above the department is authorized to reimburse advisory committee members serving on the Texas Radiation Board committee; reimbursements shall not exceed $8,200 each year of the biennium.

36. **HIV Grants.** In the process of determining recipients of HIV grants, the department must establish a procedure for scoring and evaluating grant applications. The procedure must have clear and consistent guidelines and use quantitative and qualitative evaluation tools that are explicitly stated to applicants prior to the beginning of the grant cycle. The procedure that is initially developed may not be altered throughout the same grant cycle. In the event of a tie in the scoring and evaluating of grant applications, the grant will be awarded to the public health entity.

37. **Outstanding Rural Scholar Fund Appropriations.** Out of funds appropriated above, community financial support received by the Department of Health and deposited into the department's Outstanding Rural Scholar Fund during this biennium or any previous biennium

is hereby appropriated to the Department with the effective date of this Act for the purposes specified in Health and Safety Code Section 106. In the event that these revenues should be less than $496,292 in the 1996-97 biennium, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to the available.

38. **Appropriations of Fees.** Out of funds appropriated above, any revenue collected related to the assessment of fees collected by the Sexual Assault Program are hereby appropriated for the biennium beginning with the effective date of this Act for the purposes of implementing the provisions passed by the Seventy-third Legislature relating to the Sexual Assault Program. In the event that these revenues should be less than appropriated above ($26,000) in the 1996-97 biennium, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority to be within the amount of revenue expected to be available.

39. **Hypertension Study.** Out of the funds appropriated above in Strategy A.3.3. Preventable Diseases, an amount of $250,000 in general revenue funds each fiscal year of the 1996-97 biennium shall be used to conduct a comprehensive study to determine the prevalence of hypertension. It is the intent of the Legislature that the study be conducted in conjunction with Texas A&M University at College Station and its component institutions, including Texas A&M University-Corpus Christi, Texas A&M University-Kingsville, Texas A&M International University, and Prairie View A&M University.

40. **Osteoporosis Education Program.** Contingent on the enactment of Senate Bill 606, Seventy-fourth Legislature, Regular Session, or similar legislation, out of funds appropriated above not to exceed $250,000 in each fiscal year of the biennium the department shall implement a program to educate the public regarding the causes and detection of, and treatment for, osteoporosis.

41. **Childhood Lead Registry.** Out of funds appropriated above in Strategy A.3.3. Preventable Diseases, an amount of $65,000 in general revenue funds each fiscal year of the 1996-97 biennium shall be used to establish a childhood lead registry. This appropriation is contingent upon the enactment of Senate Bill 269 or similar legislation establishing a registry of children with elevated blood lead levels of concern and poisoning.

42. **Case Management for Children with Special Health Care Needs.** The Texas Department of Health shall conduct a study of programs utilizing parents as independent case managers for children with special health care needs. The study shall examine the potential cost, potential abuses, and service benefits to the state and the advisability of including parents as case managers in managed care plans for children with special health care needs. The Department shall maintain current contracts for independent case management utilizing parents as case managers without any additional restrictions through August 31, 1997, for the purpose of conducting the study.

43. **Use of Additional Premium Credits.** The Department of Health is authorized to receive and spend premium credits and interest earnings generated from fund balances with the Risk Stabilization Reserve as defined in the contractual agreement with the National Heritage Insurance Company except for those interest earning related to the Cash Management Improvement Act (CMIA). The use of the credits and interest earnings is limited to funding services for Medicaid clients. In the event that these revenues should be greater than the amounts identified above, the department shall be authorized to expend these state funds thereby made available, subject to the following limitations:

a. At least 14 days prior to any use of additional premium credits or meeting of the Board of Health to adopt any program expansion, the department shall report the premium credits and interest earned and provide documentation of the proposed use of these funds for client services to the Legislative Budget Board, Governor's Office of Budget and Planning, Health and Human Services Commission, and State Medicaid Director.

b. Notifications shall include information regarding the need which will be served with the additional revenue. In the event program expansions are under consideration, information shall be forwarded regarding the population to be served; criteria for eligibility; and impact on existing programs.

c. The report shall include the information detailed in "b" and identify the impact on established performance targets, measures, and full-time equivalents.

44. **Dispensing Fee for Rural Pharmacists.** It is the intent of the Legislature that the Department of Health review the need for a special Medicaid dispensing fee for pharmacists in rural communities.

45. **Prenatal Care Public Awareness Program.** Out of the funds appropriated above, the Texas Department of Health shall conduct a statewide prenatal care public awareness program as described in the final report of the Texas Commission on Children and Youth.

46. **Dental Services Plan.** Out of the funds appropriated above, the Texas Department of Health shall develop a statewide plan to increase the accessibility of dental services for children eligible for Medicaid as described in the final report of the Texas Commission on Children and Youth.

47. **EMS Grants.** Funds appropriated above include $3,100,000 for the biennium from the State Highway Fund 006 which are appropriated to the Department of Health to improve emergency medical services through grants to local emergency medical services providers and related activities. Criteria used to select grant recipients shall include factors designed to maximize the degree to which the recipients represent all geographic areas of the state.

48. **Appropriated Receipts, Laboratory.** Revenues collected as third party reimbursements from the Medicaid Program by the Reference Laboratory at the Department of Health and deposited as appropriated receipts are hereby appropriated to the department for the 1996-97 biennium.

49. **Allocation of Appropriated Funds.** Out of funds appropriated above, the sum of $2.7 million (general revenue) in fiscal year 1996 and $2.7 million (general revenue) in fiscal year 1997 is allocated to the Midland County Hospital District for medical operations and facilities in connection with Permian Basin surgical and primary care residencies to be conducted at the hospital of the Midland County Hospital District with the Texas Tech University Health Sciences Center. The appropriated funds shall be expended in accordance with the contractual agreement between the Midland County Hospital District and the Department and only for improvement and equipping of the surgical and medical facilities and related costs of operation. Appropriated funds may not be expended for this purpose until the hospital district certifies in writing to the Department that $2.0 million has been donated from private funds to the hospital for these purposes.

50. **Limitation: Transfer Authority.** Notwithstanding any other provision of this Act, none of the funds appropriated by this Act to the Texas Department of Health for

    i. Medicaid Strategies in Goal B;

ii. D.1.2. Family Planning;
iii. D.1.3. Medically Dependent Children; and
iv. D.2.1. EPSDT Medical and Dental

may be transferred to any other item of appropriation or expended for any purpose other than the specific purpose for which the funds are appropriated, however, transfers may be made between Medicaid Strategies in accordance with other provisions in this Act.

51. **Additional Funding Sources, Medicaid.** If the appropriations provided by this Act for

i. Medicaid Strategies in Goal B;
ii. D.1.2. Family Planning;
iii. D.1.3. Medically Dependent Children; and
iv. D.2.1. EPSDT Medical and Dental

are not sufficient to provide for expenditures mandated by either state or federal law, after accounting for any appropriations made to the Department and available for transfer to these programs, the Legislative Budget Board and the Office of the Governor may provide for and are hereby authorized to direct the transfer of sufficient amounts of funds to the Department from appropriation made elsewhere in this Act.

52. **Medicaid and Other Reporting Requirements.**

a. None of the funds appropriated by this Act to the Texas Department of Health may be expended or distributed by the Department unless:

(1) the Department submits to the Legislative Budget Board and the Office of the Governor a copy of each report submitted to the federal government relating to the Medicaid program. This shall include, but is not limited to:

i. expenditure data;
ii. caseload data;
iii. premium credit, or refunds;
iv. interest earnings.

Such reports shall be submitted to the Legislative Budget Board and the Office of the Governor no later than the date the respective report is submitted to the federal government, and

(2) the Department submits to the Legislative Budget Board and Office of the Governor at the end of each month i.) a report detailing the Medicaid and Medicare caseload figures and related expenditure amounts for the preceding month and ii.) a report projecting the anticipated Medicaid and Medicare caseloads for the 36 months period beginning with first month after the report is due.

b. Each report submitted to the Legislative Budget Board and the Office of the Governor pursuant to this provision must be accompanied by supporting documentation detailing the sources and methodologies utilized to develop any caseload or cost projections contained in each respective report and any other supporting materials as specified by the Legislative Budget Board and the Office of the Governor.

c. Each report submitted pursuant to this provision must contain a certification by the person submitting the report, that the information provided is true and correct based upon information and belief together, with supporting documentation.

d. The Comptroller of Public Accounts shall not allow the expenditure of funds appropriated by this Act to the Texas Department of Health if the Legislative Budget Board and the Office of the Governor certifies to the Comptroller of Public Accounts that the Department of Health is not in compliance with this provision.

53. **Earned Federal Funds.** All unexpended balances of Earned Federal Funds remaining as of August 31, 1995, are hereby appropriated for the same purposes for use during the biennium beginning September 1, 1995. Any balances on hand at the end of fiscal year 1996 may be carried over to fiscal year 1997, and such funds are appropriated to the department for fiscal year 1997. The authority to receive and expend earned federal fund balances in excess of those appropriated above is subject to the following limitations:

a. At least 14 days prior to any use of any earned federal funds or a meeting of the Board of Health to adopt any program expansion, the department shall report the earned federal funds received and provide documentation of the proposed use of these funds to the Legislative Budget Board, Governor's Office of Budget and Planning, and Health and Human Services Commission.

b. Notifications shall include information regarding the need which will be served with the additional revenue. In the event program expansions are under consideration, information shall be forwarded regarding the population to be served; criteria for eligibility; and impact on existing programs.

c. The report shall include the information detailed in "b" and identify the impact on established performance targets, measures, and full-time equivalents positions.

54. **Contingency Appropriation for House Bill 682.** The appropriation of funds made above in item F.1.1, Contingency Appropriation, House Bill 682, is hereby made contingent upon the enactment of House Bill 682, or similar legislation relating to the regulation of certain animal control officers, by the 74th Legislature, Regular Session. Funds appropriated in that item may be transferred to other appropriate strategies for the purpose of implementing House Bill 682. In no event shall the amount expended out of, or transferred from, item F.1.1., Contingency Appropriation, House Bill 682, exceed the amount of additional revenues generated pursuant to House Bill 682.

55. **Contingency Appropriation for House Bill 1048.** The appropriation of funds made above in item F.1.2., Contingency Appropriation, House Bill 1048, is hereby made contingent upon the enactment of House Bill 1048, or similar legislation relating to the creation of the Texas Health Care Information Office and the Texas Health Care Information Council, by the 74th Legislature, Regular Session. Funds appropriated in that item may be transferred to other appropriate strategies for the purpose of implementing House Bill 1048.

56. **Contingency Appropriation for House Bill 1193.** The appropriation of funds made above in item F.1.3., Contingency Appropriation, House Bill 1193, is hereby made contingent upon the enactment of House Bill 1193, or similar legislation relating to the regulation of orthotists and prosthetists, by the 74th Legislature, Regular Session. Funds appropriated in that item may be transferred to other appropriate strategies for the purpose of implementing House Bill 1193. In no event shall the amount expended out of, or transferred from, item F.1.3., Contingency Appropriation, House Bill 1193, exceed the amount of additional revenues generated pursuant to House Bill 1193.

57. **Contingency Appropriation for House Bill 2022.** The appropriation of funds made above in item F.1.4., Contingency Appropriation, House Bill 2022, is hereby made contingent upon the enactment of House Bill 2022, or similar legislation relating to the construction of laboratory

and office facilities for the Texas Department of Health, by the 74th Legislature, Regular Session. Funds appropriated in that item may be transferred to other appropriate strategies for the purpose of implementing House Bill 2022. Appropriations of revenue bond proceeds ($42.3 million) made to the Texas Department of Health for the laboratory project may be transferred and are hereby reappropriated to the General Services Commission for project planning and construction.

General Revenue Consolidated Fees and Earned Federal Funds derived from the operation of the laboratory are appropriated in amounts not to exceed the required debt service payments to the General Services Commission for the payment of lease payments to the Texas Public Finance Authority.

58. **Contingency Appropriation for Senate Bill 544.** The appropriation of funds made above in item F.1.5., Contingency Appropriation, Senate Bill 544, is hereby made contingent upon the enactment of Senate Bill 544, or similar legislation relating to the regulation of lead-based paint activity in target housing, by the 74th Legislature, Regular Session. Funds appropriated in that item may be transferred to other appropriate strategies for the purpose of implementing Senate Bill 544. Funds appropriated above in item F.1.5., may be expended for capital budget purposes notwithstanding other limitations on capital budget expenditures contained in this Act. In no event shall the amount expended out of, or transferred from, item F.1.5., Contingency Appropriation, Senate Bill 544, exceed the amount of additional revenues generated pursuant to Senate Bill 544.

59. **Implementation of Senate Bill 979.** Out of funds appropriated above, $250,000 in 1996 and $250,000 in 1997 shall be allocated for the implementation of Senate Bill 979, if such Act should become law.

60. **Alzheimer's Program.** Out of funds appropriated above in Strategy A.3.4., Chronic Disease Services, an amount not to exceed $100,000 in FY 1996 and $100,000 in FY 1997 is appropriated for the Alzheimer's Program.

HEALTH AND HUMAN SERVICES COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: COORDINATE SERVICES		
The Health and Human Services Commission will facilitate and enforce coordinated delivery of health and human services (HHS) in a manner that uses an integrated system to determine client eligibility; maximizes the use of federal, state and local funds; and that emphasizes coordination, flexibility and decision-making at the local level.		
Outcomes:		
Number of Interagency Administrative Support Initiatives	8	9
HUB Compliance for Health and Human Services Agencies	18.8	22.6
Percent of Offices Co-located	45.3%	46.9%

A.1.1. Strategy: SERVICE DELIVERY	$ 2,048,397	$ 2,050,586
Direct and evaluate the improvement of the delivery of health and human services.		
Outputs:		
The Number of Regions Served by Coordinated Regional Interagency Councils	11	11
A.1.2. Strategy: PROGRAM COORDINATION	$ 1,544,133	$ 1,544,133
Improve efficiency and effectiveness of health and human services through program collaboration and maximization of resources.		
Outputs:		
Percent (Weighted by Client) of Health and Human Service Programs Whose Client Records Are Identified By An Integrated Electronic Index That Makes Information Accessible Online to Health and Human Services Workers	56%	61%
Number of Counties With Children Evaluated By Interagency Staffing Groups	254	254
Number of Co-located Offices	365	374
Efficiencies:		
Percent of Lease Renewals Resulting in Co-location	30%	30%
A.1.3. Strategy: STATE MEDICAID OFFICE	$ 1,050,653	$ 1,050,653
Set the overall policy direction of the state Medicaid program, manage interagency initiatives to maximize federal dollars and improve quality of services by serving as the single state Medicaid agency.		
Outputs:		
Number of Interagency Projects	6	6
Number of State Plan Amendments, Rules and Advisory Committee Meetings Approved and Coordinated	141	141
Number of Program Changes, Initiatives and Issues Monitored by Staff	30	30
Total, Goal A: COORDINATE SERVICES	$ 4,643,183	$ 4,645,372
B. Goal: INDIRECT ADMINISTRATION		
B.1.1. Strategy: INDIRECT ADMINISTRATION	$ 568,941	$ 562,232
Grand Total, HEALTH AND HUMAN SERVICES COMMISSION	$ 5,212,124	$ 5,207,604
Method of Financing:		
General Revenue Fund	$ 2,437,400	$ 2,432,880
Federal Funds	625,327	625,327
Appropriated Receipts	759,000	759,000
Interagency Contracts	685,133	685,133
Earned Federal Funds	705,264	705,264
Total, Method of Financing	$ 5,212,124	$ 5,207,604
Number of Positions (FTE)	79.0	79.0

Schedule of Exempt Positions		
Commissioner, Group 6	$156,014	$156,014

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Lease Payments to the Master Equipment Lease Purchase Program (1992-95)	$ 73,604	$ 29,520
Total, Capital Budget	$ 73,604	$ 29,520

2. **Federal Funds Appropriated.** The Health and Human Services Commission is hereby authorized to receive and disburse in accordance with plans acceptable to the responsible federal agency, all federal funds that are made available to the Commission, and to receive, administer, and disburse funds for federal programs in accordance with plans agreed upon by the Commission and the responsible federal agency, and such funds are appropriated to the Health and Human Services Commission to the specific purpose or purposes for which they are granted or otherwise made available.

3. **Budget Authority for Estimated Pass-through Funds.** In addition to the amounts appropriated above for the Health and Human Services Commission, the commission may establish additional budget authority with Comptroller of Public Accounts to reflect other estimated income except from the General Revenue Fund.

4. **Audit of Medicaid Funds.** All transactions involving the transfer or investment of any funds of the Title XIX Medicaid program, held in trust or reserve for the state by any non-governmental entity shall be subject to audit by the State Auditor's Office.

5. **Attorney General Representation.** The Attorney General and the Commissioner of the Health and Human Services Commission are authorized to jointly select one or more Assistant Attorneys General to be assigned to the Health and Human Services Commission for the purpose of assisting with the legal work of the commission and, more particularly, of representing the commission in lawsuits.

6. **Title XX Fund Reduction.** In the event of a reduction in federal Title XX (Social Services Block Grant) funding, the commission should attempt to maintain the affected programs as near to the appropriated levels as possible through use of transfer authority or the allocation of any other available funds. If maintenance of the appropriated levels is not feasible, the commission shall reduce all affected programs in proportion to the total amounts appropriated.

7. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S. Article 6252-33, reimbursement of expenses for advisory committee members, out of funds appropriated above, is limited to the following advisory committees: Hospital Payment Advisory

Committee, Medical Care Advisory Committee, Head Start Collaboration Task Force, and Information and Referral Project Advisory Committee.

8. **Uniform Reporting Standards.** The Health and Human Services Commission shall complete a study of the various reporting requirements and data elements maintained by health and human service agencies under its jurisdiction. Based on its findings, the commission shall make recommendations regarding the standardization of data collection and reporting for health and human services agencies to the Legislative Budget Board and Governor's Office of Budget and Planning by September 1, 1996.

9. **Program Coordination.**

   (a) The Commissioner of Health and Human Services, in collaboration with the state agencies listed in this section and the Regional Administration for Children and Families Head Start Bureau, the Texas Head Start Association, and the Texas Association of Community Action Agencies shall coordinate the programs, services, eligibility requirements, funding, enrollment periods, fees, and administrative functions of the following programs by no later than December 1, 1996:

      (1) the child care programs of the Texas Department of Human Services; and

      (2) the prekindergarten programs of the Central Education Agency.

   (b) The Commissioner of Health and Human Services shall report the results of the initiative prescribed by this provision to the Legislature on or before December 1, 1996.

   (c) Nothing in this provision shall be construed to transfer funding for, or the administration of, childcare or prekindergarten programs to the Health and Human Services Commission.

10. **Contingency Appropriation: Matching Grant Program.** Contingent upon enactment of Senate Bill 574, Seventy-fourth Legislature, Regular Session, or similar legislation, $2,500,000 for fiscal year 1996 and $2,500,000 for fiscal year 1997 in general revenue is appropriated and shall be used only for the purpose of funding the matching grant program for local child and family commissions. The Commission is hereby authorized to carry forward any remaining unexpended balances in the $2,500,000 appropriated for fiscal year 1996 and restricted by this provision to fiscal year 1997 to be used for the same purpose.

11. **Contingency for Senate Bill 604.** Out of funds appropriated above in Strategy A.1.3. State Medicaid Office, the expenditure of $79,542 in fiscal year 1996 and $51,042 in fiscal year 1997 is hereby made contingent upon the enactment of Senate Bill 604, or similar legislation relating to a pilot program for the establishment of medical savings accounts to assist Medicaid recipients, by the 74th Legislature, Regular Session.

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: LONG TERM CARE CONTINUUM To provide appropriate care based on individual needs ranging from in-home and community-based services for elderly people and people with disabilities who request assistance in maintaining their independence and increasing their quality of life, to institutional care for those who require that level of support, seeking to ensure health and safety and to maintain maximum independence for the client while providing the support required.		
Outcomes:		
Percent of Population at Risk of Nursing Facility Institutionalization Served in the Community	22.14%	21.7%
Percent of LTC Clients Served in Community Settings	55.77%	55.5%
Percent of Providers in Compliance with State and Federal Standards: Nursing Facilities	81.6%	81.6%
Percent of Providers in Compliance with State and Federal Standards: ICF-MR/RC Facilities	99.2%	99.2%
A.1.1. Strategy: COMMUNITY CARE SERVICES Provide assistance with daily needs in homes and community settings which will enable elderly persons, persons with disabilities, and others to maintain their independence and prevent institutionalization.	$ 496,759,348	$ 510,413,367
Outputs:		
Number of Clients Served per Month: Non-waiver Medicaid Community Care	48,431	52,341
Number of Clients Served Per Month: Non-Medicaid Community Care	27,120	20,865
Number of Clients Served per Month: Nursing Facility Waiver	10,662	12,820
Number of Clients Served per Month: Related Conditions Waiver (CLASS)	777	843
Efficiencies:		
Average Monthly Cost per Client Served: Non-waiver Medicaid Community Care	393.39	393.02
Average Monthly Cost per Client Served: Non-Medicaid Community Care	333.04	333.05
Average Monthly Cost per Client Served: Nursing Facility Waiver	873.31	970.18
Average Monthly Cost per Client Served: Related Conditions Waiver (CLASS)	2,424.94	2,424.94
Average Monthly Cost per Client Served: Total	451.54	483.45
A.1.2. Strategy: IN-HOME & FAMILY SUPPORT Provide cash subsidy and provide reimbursement for capital improvements, purchase of equipment, and other expenses to enable elderly persons and persons with disabilities to maintain their independence and prevent institutionalization.	$ 6,500,000	$ 6,500,000
Outputs:		
Number of Clients Receiving In-Home/Family Support Cash Subsidy per Month	2,950	2,950

Number of Clients Receiving Capital Expenditure Reimbursement Annually	936	936
Efficiencies:		
Average Monthly Cost of IHFS per Client	141.31	141.31
Average Cost per Capital Expenditure	1,600	1,600
A.1.3. Strategy: LONG TERM CARE ELIGIBILITY Provide timely and accurate eligibility determination for all individuals who apply and service planning and referral for all elderly persons and persons with disabilities who qualify for services.	$ 84,965,649	$ 86,858,323
Outputs:		
Number of Persons Determined Eligible: Nursing Facilities	66,657	66,990
Number of Persons Determined Eligible: Community Care	98,328	107,521
Number of PASARR Assessments Annually	15,255	14,227
Efficiencies:		
Cost per Eligibility Determination: Nursing Facilities	229.71	212.72
Cost per Eligibility Determination: PASARR Assessment	306.95	304.17
Cost per Eligibility Determination: Community Care	486.4	425.59
LTC Medicaid Eligibility QC Accuracy Rate	99%	99%
A.1.4. Strategy: NURSING FACILITY PAYMENTS Provide payments which will promote quality care for clients with medical problems which require care and services in nursing facilities.	$ 1,341,470,281	$ 1,423,484,970
Outputs:		
Average Number of Persons Receiving Medicaid-funded Nursing Facility Services per Month	65,657	65,990
Number of Clients Receiving Co-paid Medicaid/Medicare Nursing Facility Services per Month	3,336	3,704
A.2.1. Strategy: SURVEY AND CERTIFICATION Provide training, inspection, and certification services to residential facilities and individuals to ensure compliance with state and federal standards.	$ 30,568,881	$ 30,568,940
Outputs:		
Number of Complaints Investigated per Month	965	965
Number of Providers Meeting Title XIX Certification	1,367	1,367
Number of Providers Meeting Title XVIII Certification	961	961
Efficiencies:		
Average Cost per Survey	2,550	2,550
Total, Goal A: LONG TERM CARE CONTINUUM	$ 1,960,264,159	$ 2,057,825,600
B. Goal: SUPPORT SELF-SUFFICIENCY To provide prompt, comprehensive, and effective support and preventive services to low-income families that encourage self-sufficiency and long term independence from assistance.		
Outcomes:		
Percent of JOBS Eligibles Who Participate in the JOBS Program	10.57%	10.15%
Percent of JOBS Participants Entering Employment Whose Salary is Minimum Wage	23.5%	23.5%
Percent of Food Stamp Population Eligible for the Food Stamp E&T Program Who Participate in the Program	5.7%	5.5%
Percent of Total Children in Poverty Receiving AFDC	42.54%	43.83%
Number of Families on AFDC-Basic for 0 to 24 Months	179,974	179,974
Number of Families on AFDC-Basic for 24 Months or Greater	188,977	188,977

Percent of AFDC Caretakers Who Leave AFDC Rolls Because of Increased Earnings Due to Employment per Year	23%	22.7%
Percent of Poverty Met by AFDC-Basic, Food Stamps and Medicaid Benefits/Family of Three	74.36%	74.89%
Percent of Potential Eligible Population Receiving School Lunch and Breakfast Services	98.91%	99.53%
Percent of Potential Eligible Population Receiving Summer Food Services	9.46%	10.04%

B.1.1. Strategy: EMPLOYMENT SERVICES — $ 114,037,376 — $ 74,253,866

Administer and provide employment services, including case management life skills training, education, job training, job search assistance, job development, JOBS and Food Stamp E&T child care, reimbursement for employment related transportation, and other support services.

Outputs:

Number of Clients Participating in Component Activities/ Month (Unduplicated Count): JOBS	20,077	20,115
Number of Clients Participating in Component Activities/ Month (Unduplicated Count): E&T	10,122	10,122
Number of Participants Entering Employment per Month (Unduplicated Count): JOBS	2,633	2,638
Number of Participants Entering Employment per Month (Unduplicated Count): E&T	1,432	1,432
Number of Children Served Through Child Care Services: JOBS	11,306	10,955

Efficiencies:

Number of Participants Recommended for Sanctions Due to Failure to Participate	8,010	8,021
Average Cost per Child per Day for Child Care Services	14.76	15.27

B.1.2. Strategy: CHILD CARE SERVICES — $ 191,268,959 — $ 197,333,040

Provide access to child care for eligible children in low-income families to enable parents to work or attend school or training.

Outputs:

Number of Children Served Through Child Care Services for Low-income Eligibles	51,141	51,270
Number of Caretakers Working or Attending School or Training Whose Children are in Child Care	40,261	40,545

Efficiencies:

Average Cost per Child per Day for Child Care Services	12.6	13.2

B.2.1. Strategy: AFDC GRANTS — $ 543,437,182 — $ 563,115,846

Provide AFDC grants to eligible low-income Texans.

Outputs:

Number of AFDC-Basic Recipients per Month	742,182	759,475
Number of AFDC-UP Recipients per Month	30,184	30,184

Efficiencies:

Average Monthly Grant--AFDC-Basic	58.93	59.72
Average Monthly Grant--AFDC-UP	51.34	52.03

B.2.2. Strategy: CLIENT SELF-SUPPORT — $ 377,877,593 — $ 376,677,593

Provide accurate and timely eligibility and issuance services for financial assistance, medical benefits, and food stamps through the use of new technology, improved management practices, and implementation of sufficient staff levels.

Outputs:		
Number of Families Determined Eligible Monthly - AFDC	51,822	54,437
Number of Households Determined Eligible Monthly - Food Stamps	184,365	192,008
Number of Cases Determined Eligible - CPW Medical	104,514	117,683
Average Number of Recipients per Month: Food Stamps	3,058,651	3,189,092
Average Number of Recipients per Month: CPW Medical	769,014	867,486
Number of Families Receiving Benefits Through EBT	1,078,305	1,184,011
Number of AFDC and Medicaid Recipients Who Receive Family Health or Health Education Services	1,515	1,553
Efficiencies:		
Average Cost per Determination	41.38	42.79
Number of Cases per Worker: AFDC	174	174
Number of Cases per Worker: Food Stamps	284.7	284.7
Number of Cases per Worker: CPW Medical	325.1	325.1
B.2.3. Strategy: NUTRITION ASSISTANCE Increase the availability of federal nutrition assistance by providing reimbursement for nutritious meals, food distribution, and nutrition education.	$ 170,771,014	$ 188,292,737
Outputs:		
Average Number of Meals Served Through DHS School Lunch and Breakfast Program per Day: Lunches	25,668	26,181
Average Number of Meals Served Through DHS School Lunch and Breakfast Program per Day: Breakfast	7,965	8,045
Average Number of Meals Served Through Summer Food Services per Day	168,276	182,621
Total, Goal B: SUPPORT SELF-SUFFICIENCY	$ 1,397,392,124	$ 1,399,673,082
C. Goal: FAMILY VIOLENCE To protect adult victims and their children from family violence.		
Outcomes:		
Percent of Adult Victims of Domestic Violence Requesting Shelter Who Could Not Receive Shelter Due to Lack of Space	27.04%	27.89%
C.1.1. Strategy: FAMILY VIOLENCE SERVICES Provide emergency shelter and support services to victims of family violence and their children, educate the public, and provide training and prevention support to institutions and agencies.	$ 9,881,347	$ 9,890,359
Outputs:		
Number of Women Receiving Shelter	12,334	12,226
Number of Children Receiving Shelter	17,962	17,804
Number of Women Receiving Non-resident Services	16,466	16,320
Number of Non-resident Service Days	86,861	86,088
Efficiencies:		
DHS Average Cost per Participating Program/Shelter	164,689	164,839
DHS Average Cost per Person Receiving Emergency Shelter and/or Non-resident Services	213.72	215.91
Average Cost per Shelter Resident Day	50.14	52.1
Average Cost per Non-resident Service Day	104.96	109.06
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: CENTRAL ADMINISTRATION	$ 19,894,443	$ 20,151,602
D.1.2. Strategy: INFORMATION RESOURCES	$ 31,593,096	$ 34,067,476

D.1.3. Strategy: OTHER SUPPORT SERVICES	$ 10,738,044	$ 10,705,128
D.1.4. Strategy: REGIONAL ADMINISTRATION	$ 10,834,585	$ 10,650,882
Total, Goal D: INDIRECT ADMINISTRATION	$ 73,060,168	$ 75,575,088
Grand Total, DEPARTMENT OF HUMAN SERVICES	$ 3,440,597,798	$ 3,542,964,129
Method of Financing:		
General Revenue Fund		
AFDC Payments from General Revenue	$ 204,441,068	$ 214,659,760
Medical Assistance Payments from General Revenue	759,448,392	824,004,207
Other General Revenue	296,956,525	229,979,939
Subtotal, General Revenue Fund	$ 1,260,845,985	$ 1,268,643,906
General Revenue Fund - Consolidated		
Earned Federal Funds, estimated	1,082,461	1,426,797
Personal Care Facility Licensing Receipts	111,964	109,730
Subtotal, General Revenue Fund - Consolidated	$ 1,194,425	$ 1,536,527
Federal Funds, estimated	2,155,670,722	2,254,598,265
Other Funds		
Appropriated Receipts	13,431,623	8,730,388
Interagency Contracts	9,455,043	9,455,043
Subtotal, Other Funds	$ 22,886,666	$ 18,185,431
Total, Method of Financing	$ 3,440,597,798	$ 3,542,964,129
Number of Positions (FTE)	18,361.0	18,326.0
Schedule of Exempt Positions		
Commissioner, Group 5	$95,000	$95,000

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below or as specified in Article V, Section 106. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Lease Payments to the Master Equipment Lease Purchase Program (1992/1995)	$ 12,206,798	$ 11,079,924
b. Renovations	$ 200,000	$ U.B.
Total, Capital Budget	$ 12,406,798	$ 11,079,924
Method of Financing (Capital Budget):		
General Revenue Fund	$ 8,988,895	$ 7,201,951
Federal Funds	3,417,903	3,877,973
Total, Method of Financing	$ 12,406,798	$ 11,079,924

2. **AFDC Payments and Unexpended Balances.** General revenue funds appropriated for payments for Aid to Families with Dependent Children shall be payable in equal monthly installments on the first day of each calendar month; provided, however, that any balances on hand in these funds may be carried over from month to month during each fiscal year and from fiscal year 1996 to fiscal year 1997 and such funds are reappropriated to the department for the 1996-97 biennium.

3. **Medical Assistance Payments.** General revenue funds appropriated hereinabove for all Medicaid services shall be payable in equal monthly installments on the first day of each calendar month; provided, however, that any balances on hand in such funds may be carried over from month to month during each fiscal year and from fiscal year 1996 to fiscal year 1997, and such funds are reappropriated to the department for the 1996-97 biennium.

4. **Federal Funds Appropriated.** The appropriations herein made may be used to match federal funds granted to the state for the payment of personal services, travel and other necessary expenses in connection with the administration and operation of a state program of public welfare services. The Texas Department of Human Services is hereby authorized to receive and disburse in accordance with plans acceptable to the responsible federal agency, all federal moneys that are made available (including grants, earnings, allotments, refunds, and reimbursements) to the state for such purposes and all fees authorized by federal law, and to receive, administer, and disburse federal funds for federal programs in accordance with plans agreed upon by the Department of Human Services and the responsible federal agency, and such other activities as come under the authority of the Department of Human Services, and such moneys are appropriated to the specific purpose or purposes for which they are granted or otherwise made available.

5. **Federal, State and Local Funds Appropriated.** The Department of Human Services is hereby authorized to accept all moneys appropriated by the federal or state governments, or by the Commissioners' Court of any county, or by any political subdivisions, as provided by Section 11.003 of the Human Resources Code, as amended, for any purpose including but not limited to the cost of distributing foods to needy people, institutions, school lunch programs, or otherwise as provided by the laws of the United States and the rules and regulations issued pursuant thereto for the distribution of commodities as they now read or as they may be hereafter amended, and to deposit said moneys in the State Treasury. All of said funds are hereby appropriated to the Texas Department of Human Services for the purposes for which they were granted.

6. **Attorney General Representation.** The Attorney General and the Commissioner of Human Services are authorized to jointly select one or more Assistant Attorneys General to be assigned to the Texas Department of Human Services for the purpose of assisting with the legal work of the department and, more particularly, of representing the department in lawsuits.

7. **Reappropriation of Federal and Local Funds.** All funds received by the department from counties, cities, federal agencies and from any other local source and all balances from such sources as of August 31, 1995, are hereby appropriated for the biennium ending August 31, 1997, for the purpose of carrying out the provisions of this Act.

8. **Food Stamp Program Funds Appropriated.** The Texas Department of Human Services is hereby designated as the state agency to establish and operate a statewide Food Stamp Program and to accept all moneys appropriated for this purpose by the federal or state governments, by the Commissioners' Court of any county, by any political subdivisions of the state, or received from any other source as provided for herein and in Chapter 33, Human Resources Code. The Texas Department of Human Services is authorized to expend such funds for welfare purposes, including the cost of distributing foods to needy people, institutions, school lunch programs, or otherwise as provided by the laws of the United States and the rules and regulations issued pursuant thereto, for the establishment and operation of a statewide Food Stamp Program, and for the employment of essential personnel who shall be employed under a merit system basis comparable to the merit rules and regulations applicable to all other personnel of the department.

9. **Advance Payments Revolving Fund.** The State Comptroller shall establish a separate account from which advance payments may be made for programs or projects under which the Texas Department of Human Services has contracted for social services. The Texas Department of Human Services is authorized to establish a revolving fund to be funded from Earned Federal Funds and to make transfers into and out of the separate account from funds appropriated to pay for contracted social services in accordance with the provisions of Human Resources Code, Section 22.002, Subsection g., as amended.

10. **Renovations and Capital Expenditure Account.** The State Comptroller shall establish a separate account from which payments may be made for renovations and capital expenditures. The Department of Human Services is authorized to make transfers into and out of the separate account from appropriated funds to be used to finance renovations and capital expenditures. Any funds on hand in the separate account may be carried forward from fiscal year 1995 to fiscal year 1996 and such funds are reappropriated to the department for the 1996-97 biennium. Funds received through federal participation including depreciation on renovations and capital expenditures may be deposited to the separate account to finance future renovations and capital expenditures. Any funds on hand in the separate account may be carried over from fiscal year 1996 to fiscal year 1997 and such funds are reappropriated to the department for the 1996-97 biennium.

11. **Nursing Home Program Provisions.**

    a. **Nursing Home Income Eligibility Cap.** It is the intent of the Legislature that the income eligibility cap for nursing home care shall be maintained at the federal maximum level of 300% of Supplemental Security Income (SSI). Further, it is the intent of the Legislature that any cost-of-living increase in social security or other benefits sponsored by the federal government or that any increase in other pension plans should not result in the termination of Title XIX benefits for persons already eligible for services. The Department of Human Services is hereby authorized to expend general revenue funds to the extent necessary to insure the continuation of benefits to persons eligible.

b. **Limitation on Per Day Cost of Alternate Care.** No funds shall be expended by the Department of Human Services for alternate care where the cost per patient per day exceeds the average Medicaid Nursing Facility rate or the patient's nursing facility rate, whichever is greater, except for cases individually exempted by the Board of Human Services.

c. **Establishment of a Swing-bed Program.** Out of the funds appropriated above for nursing home vendor payments, the department shall maintain a "swing-bed" program, in accordance with federal regulations and paragraph d., to provide reimbursement for skilled nursing patients who are served in hospital settings in counties with a population of 100,000 or less. If the swing beds are used for more than one 30-day length of stay per year per patient, the hospital must comply with the regulations and standards required for nursing home facilities.

d. **Nursing Home Bed Capacity Planning.** The department shall not contract for additional Medicaid beds in counties where the occupancy rate of available beds for each of the previous six months has been less than 85%. This restriction shall not apply to beds in hospital facilities which are or could be converted to long term care beds under the federal "swing bed" regulations, provided the length of stay is limited to 30 days per year and the hospital is located in a county with a population of 100,000 or less.

The Commissioner may by rule develop a process for granting a waiver of this restriction for a contract if the Commissioner determines that beds are necessary for the following circumstances: (1) to meet the need identified and determined by the Texas Department of Criminal Justice as necessary to serve persons under the supervision of the Department of Criminal Justice who have been released on parole, mandatory supervision, or special needs parole under the code of Criminal Procedure, Article 42.18, (2) to meet the documented demand in underserved minority communities where beds are not available from existing resources, or (3) for a facility which is affiliated with a medical school operated by the state which is participating in research programs for the care and treatment of person with alzheimer disease.

12. **Appropriation of Receipts: Civil Monetary Damages and Penalties.** Out of funds collected by the department as civil monetary damages and penalties under Human Resources Code Section 32.039, there are appropriated to the department amounts equal to the costs of the investigation and collection proceedings conducted under that section, and any amounts collected as reimbursement for claims paid by the department.

13. **Title XX Fund Reduction.** In the event of a reduction in federal Title XX (Social Services Block Grant) funding, the department should attempt to maintain the affected programs as near to the appropriated levels as possible through use of the department's transfer authority or the allocation of any other available funds. If maintenance of the appropriated levels is not feasible, the department shall reduce all affected programs in proportion to the total amounts appropriated above.

14. **Salaries of Probationary Employees.** It is provided that funds herein appropriated may be expended at rates established by the Department of Human Services for the salaries of employees who are newly hired, transferred or promoted into bona fide administrative or professional jobs and who are participating in a formalized training program in conjunction with their period of probationary service. At the successful conclusion of the probationary period these employees will be moved into regular classified positions.

15. **Board Members' Per Diem.** Out of the funds appropriated for indirect agency administration, the Department of Human Services is hereby authorized to pay board members in accordance with the General Provisions of this Act.

16. **Appropriations Limited to Revenue Collection.** It is the intent of the Legislature that fees, fines, and miscellaneous revenues as authorized and generated by the agency cover, at a minimum the cost of the appropriations made including any other direct operating costs and employee matching costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

17. **Accounting of Support Costs.** The State Comptroller shall establish separate accounts from which certain support costs shall be paid. The Department of Human Services is hereby authorized to make transfers into these separate accounts from line item strategies in order to pay for these expenses in an efficient and effective manner. Only costs not directly attributable to a single program may be budgeted in or paid from these accounts. Items to be budgeted in and paid from these accounts include, but are not limited to: postage, occupancy costs, equipment repair, telephones, office printing costs, supplies, freight and transport costs, telephone system costs, and salary and travel costs of staff whose function supports several programs. The department shall be responsible for monthly allocations of these costs to the original strategies.

18. **Fund Transfers for Funds Consolidation.** For the purpose of funds consolidation, federal and other funds may be transferred into the General Revenue Fund from the Department of Human Services Fund 117. The initial deposit of federal funds shall be made into Fund 117 and no direct expenditures shall be made from this fund.

19. **Title IV-A At-Risk Child Care Funds.** It is the intent of the Legislature that any additional federal funds received as a result of current efforts to obtain federal fiscal year 1994 and 1995 Title IV-A At-Risk child care funds, be used for child care. Except as otherwise provided, all unexpended and unobligated balances in the area of child care remaining from appropriations for the first year of the biennium to the Department of Human Services are reappropriated to the department for the purpose of drawing down all available federal funds for child care.

20. **Donated Purchase Agreements.** In order to maximize the availability of state matching funds for Title IV-A At-Risk Child Care and to encourage local child care planning and match participation, the department shall use donated purchase agreements and other funding mechanisms, to the extent allowed by federal law and regulations.

21. **Maximization of Title IV-A Social Security Funds.** It is the intent of the Legislature that the Department of Human Services cooperate with cities, non-profit organizations, the Texas Education Agency and local school districts to obtain local match necessary to maximize Title IV-A (Social Security Act) funds for children at-risk. Necessary system and accounting system changes to effect this intent are authorized.

22. **Pediatric Care in Nursing Facilities.** In determining the appropriate placement for children who currently receive care in nursing facilities, the Department shall, within the requirements of federal law, consider the requests of parents concerning either a continued stay in a nursing facility providing skilled pediatric care or an alternate placement. The Department shall also analyze the cost/benefit of a specialized pediatric TILE reimbursement level and submit a report to the Legislative Budget Board on this analysis by August 31, 1996.

23. **Limitation: Transfer Authority.** Notwithstanding any other provision of this Act, none of the funds appropriated by this Act to the Texas Department of Human Services for

    i. A.1.1. Community Care Services;
    ii. A.1.3. Long Term Care Eligibility;
    iii. A.1.4. Nursing Facility Payments;
    iv. A.2.1. Survey and Certification; and
    v. B.2.2. Client Self Support

    may be transferred to any other item of appropriation or expended for any purpose other than the specific purpose for which the funds are appropriated, however, transfers may be made between Medicaid Strategies in accordance with other provisions in this Act.

24. **Additional Funding Sources, Medicaid.** If the appropriations provided by this Act for

    i. A.1.1. Community Care Services;
    ii. A.1.3. Long Term Care Eligibility;
    iii. A.1.4. Nursing Facility Payments;
    iv. A.2.1. Survey and Certification; and
    v. B.2.2. Client Self Support

    are not sufficient to provide for expenditures mandated by either state or federal law, after accounting for any appropriations made to the Department and available for transfer to these programs, the Legislative Budget Board and the Office of the Governor may provide for and are hereby authorized to direct the transfer of sufficient amounts of funds to the Department from appropriations made elsewhere in this Act.

25. **Medicaid and Other Reporting Requirements.**

    a. None of the funds appropriated by this Act to the Texas Department of Human Services may be expended or distributed by the Department unless:

        1. the Department submits to the Legislative Budget Board and the Office of the Governor a copy of each report submitted to the federal government relating to the Medicaid program. This shall include, but is not limited to:

            i. expenditure data; and
            ii. caseload data;

        Such reports shall be submitted to the Legislative Budget Board and the Office of the Governor no later than the date the respective report is submitted to the federal government, and

        2. the Department submits to the Legislative Budget Board and the Office of the Governor at the close of each month i.) a report detailing the Medicaid and Medicare caseload figures and related expenditure amounts for the preceding month and ii.) a report projecting the anticipated Medicaid and Medicare caseloads for the 36 months period beginning with first month after the report is due.

    b. Each report submitted to the Legislative Budget Board and the Office of the Governor pursuant to this provision must be accompanied by supporting documentation detailing the sources and methodologies utilized to develop any caseload or cost projections contained in each respective report and any other supporting material as specified by the Legislative Budget Board and the Office of the Governor.

c. Each report submitted pursuant to this provision must contain a certification by the person submitting the report that the information provided is true and correct based upon information and belief together with supporting documentation.

d. The Comptroller of Public Accounts shall not allow the expenditure of funds appropriated by this Act to the Texas Department of Human Services if the Legislative Budget Board and the Office of the Governor certifies to the Comptroller of Public Accounts that the Department of Human Services is not in compliance with this provision.

26. **Reduction in Error Rates.** The Texas Department for Human Services shall set progressive goals for improving error rates for Food Stamps and Aid to Families with Dependent Children, with a specific schedule for meeting those goals. The department shall submit a quarterly status report beginning September 1, 1995 to the Governor's Office and the Legislative Budget Board. The status report will identify the progress made towards achieving those goals.

27. **JOBS Program.** Any balances on hand may be carried forward from fiscal year 1996 to fiscal year 1997 for Strategy B.1.1., Employment Services.

28. **Earned Federal Funds.** All unexpended balances of Earned Federal Funds remaining as of August 31, 1995, are hereby appropriated for the same purposes for use during the biennium beginning September 1, 1995. Any balances on hand at the end of fiscal year 1996 may be carried over to fiscal year 1997, and such funds are appropriated to the department for fiscal year 1997. The authority to receive and expend earned federal fund balances in excess of those appropriated above is subject to the following limitations:

a. At least 14 days prior to any use of any earned federal funds or a meeting of the Board of Human Services to adopt any program expansion, the department shall report the earned federal funds received and provide documentation of the proposed use of these funds to the Legislative Budget Board, Governor's Office of Budget and Planning, and Health and Human Services Commission.

b. Notifications shall include information regarding the need which will be served with the additional revenue. In the event program expansions are under consideration, information shall be forwarded regarding the population to be served; criteria for eligibility; and impact upon existing programs.

c. The report shall include the information detailed in "b" and identify the impact on established performance targets, measures, and full-time equivalent positions.

29. **Adoption of Federal Standards.** To regulate Medicaid certified nursing facilities, the Department of Human Services shall adopt the federal standards and shall not implement additional standards that exceed the scope of the federal guidelines unless required by state law.

30. **Bilingual Employees.** The department shall establish a multilingual pilot program in ten to fifteen offices throughout the state which will include the following:

a. A salary differential, not to exceed 2.5 percent of the monthly pay rate for employees who are multilingual to the extent that multilingual skills are required and are directly related to the employment duties of the employee;

b. A multilingual objective examination shall be administered to certify employees who are multilingual. The examination must cover oral, writing, and comprehension skills of employees. All employees in the pilot area must be eligible for certification; and,

c. The department shall designate the number of positions within the pilot area where multilingual skills are required according to rules and standards adopted by the department. Job postings for designated positions during the biennium shall include multilingual requirements. Employees shall be selected for these positions on a competitive basis.

By January 1, 1997, the department shall submit to the Seventy-fifth Legislature, the Legislative Budget Board, and the Office of the Governor a Cost Benefit Analysis identifying the costs and savings incurred and the effects of the pilot program on staff, clients and caseloads.

31. **Contingency Appropriation for Senate Bill 103.** Contingent upon the enactment of Senate Bill 103, or similar legislation relating to the creation of the Guardianship Resource Board, by the 74th Legislature, Regular Session, the Texas Department of Human Services is hereby appropriated $300,000 for fiscal year 1996 and $300,000 for fiscal year 1997 out of the General Revenue Fund for the purpose of implementing that Act. The Texas Department of Human Services is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

DEPARTMENT OF MENTAL HEALTH AND MENTAL RETARDATION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: IMPACT MENTAL ILLNESS To offer an array of services which reduce the impact of mental illness on individuals, families, and communities.		
Outcomes:		
Percent of Admissions to State Facility Campus Programs Stabilized and Returned to the Community Within 15 Days	30%	30%
Percent of Admissions to State Facility Campus Programs Stabilized and Returned to the Community in Greater Than 15 Days But Less Than 30 Days	18%	18%
Percent of Customers Receiving In-home and Family Support Who are Admitted to a State Facility Within 2 Years	8%	8%
Percent of Customers Served in State Facility Campus-based Services Out of Total Customers Receiving Mental Health Services Through the MHA (TXMHMR System)	9.7%	9.7%
A.1.1. Strategy: COMMUNITY MH SERVICES Provide specialized treatment, crisis assessment, and medical services to consumers in the community.	$ 135,933,892	$ 139,174,644
Outputs:		
Number of Crisis Resolution Bed-Days	128,465	128,465
Number of Unannounced CMHMRC Regulatory Visits		
Efficiencies:		
Average Cost per Bed Day	210	210

A.1.2. Strategy: MH COMMUNITY HOSPITALS	$ 41,654,539	$ 45,906,535
Provide inpatient and outpatient treatment, crisis assessment, and medical services to persons served in community hospitals and special projects.		
Outputs:		
Number of Customers Served in Community Hospitals Who are Later Admitted to a State Facility	550	550
Efficiencies:		
Community Hospital Residential Services Average Cost per Bed Day	275	275
Explanatory:		
Average Daily Census of Community Hospitals	330	375
A.2.1. Strategy: MH VOCATIONAL DEVELOPMENT	$ 32,690,060	$ 32,688,802
Develop and provide vocational and pre-vocational services, training in basic community living skills, and opportunities for social support.		
Outputs:		
Number of Customers Receiving Psychosocial Rehabilitation Services	15,000	15,000
Efficiencies:		
Average Cost per Customer Receiving Psychosocial Rehabilitation Services	1,375	1,375
A.2.2. Strategy: MH CASE MANAGEMENT	$ 25,775,603	$ 25,773,567
Ensure access to needed services, through case management and other coordination activities.		
Outputs:		
Number of Customers Receiving Case Management Services	15,500	15,500
Efficiencies:		
Average Cost per Customer Receiving Case Management Services	1,325	1,325
A.2.3. Strategy: MH RESIDENTIAL SERVICES	$ 30,319,841	$ 30,317,178
Provide residential services and housing for mentally ill clients.		
Outputs:		
Number of Customers Receiving Supported Housing Services	1,950	1,950
Efficiencies:		
Average Cost per Customer Receiving Supported Housing Services	4,600	4,600
Explanatory:		
Number of Customers for Whom Supported Housing Services are Recommended	800	800
A.2.4. Strategy: MH IN-HOME SERVICES	$ 8,879,946	$ 8,879,687
Support individuals and families in the community through direct services and customer-driven in-home and family support.		
Outputs:		
Number of Customers Receiving In-home and Family Support	3,700	3,700
Efficiencies:		
Average Grant per Customer Receiving In-home and Family Support	1,600	1,600
A.2.5. Strategy: CHILDREN'S MH SERVICES	$ 28,132,882	$ 30,932,215
Develop and provide coordinated services for emotionally disturbed children and their families.		

Outputs:		
Number of Children Receiving Specialized Treatment Services	6,000	7,000
Number of Children Receiving Treatment Services	34,614	38,015
Efficiencies:		
Average Cost per Child Receiving Treatment Services	839	840
A.3.1. Strategy: STATE HOSPITAL SERVICES	$ 182,913,898	$ 183,355,081
Provide specialized treatment, assessment, and medical services in state facility campus programs.		
Efficiencies:		
Average Cost per Bed-Day	245	260
Explanatory:		
Average Daily Census of Campus-Based Services	2,819	2,819
Average Length of Stay in State Hospitals at Time of Discharge	115	115
Total, Goal A: IMPACT MENTAL ILLNESS	$ 486,300,661	$ 497,027,709
B. Goal: IMPACT MENTAL RETARDATION		
To offer an array of services which reduces the impact of mental retardation on individuals, families, and communities.		
Outcomes:		
Percent of Customers Who Moved To a Less Restrictive Living Environment	6.5%	8%
Percent of Customers Who Moved To a More Restrictive Living Environment	1%	1%
B.1.1. Strategy: MR COMMUNITY RESIDENTIAL	$ 113,234,823	$ 118,705,104
Provide community living options for persons with mental retardation.		
Outputs:		
Number of Customers Served in TDMHMR Community Residential Services	3,450	3,450
Efficiencies:		
Average Cost per Customer Served in Community Residential Services	20,000	20,000
B.1.2. Strategy: MR IN-HOME SERVICES	$ 68,065,862	$ 71,975,946
Support individuals and families in their own homes through personal and family assistance, including customer-driven in-home and family support.		
Outputs:		
Number of Customers Receiving In-home and Family Support	3,870	3,870
Efficiencies:		
Average Grant per Customer Receiving In-home and Family Support	2,700	2,700
B.1.3. Strategy: MR VOCATIONAL DEVELOPMENT	$ 70,618,420	$ 74,131,528
Provide habilitation, vocational and community integration services.		
Outputs:		
Number of Customers Receiving Habilitation, Vocational, and Community Integration Services	13,700	13,700
Efficiencies:		
Average Cost per Customer Receiving Habilitation, Vocational, and Community Integration Services	4,976	5,140

B.1.4. Strategy: MR CASE MANAGEMENT Link persons with the services they need through service coordination activities, including case management.	$ 34,661,046	$ 36,442,705
Outputs:		
Number of Customers Receiving Case Management Services	12,396	12,816
B.1.5. Strategy: ICF-MR/RC PAYMENTS Provide payments which will promote quality care for medical treatment and active habilitative/restorative care for Medicaid eligible individuals with mental retardation or related developmental disabilities in a community-based facility.	$ 233,070,567	$ 233,070,372
Outputs:		
Average Number of Medicaid Beds per Month, Total	7,871	7,871
Efficiencies:		
Monthly Cost per Medicaid Eligible Customer, ICF/MR-RD Beds	3,473	3,591
B.2.1. Strategy: NURSING HOME TRANSITION Provide services and/or alternate placement for persons with mental retardation, mental illness or related conditions who are leaving nursing homes.	$ 13,388,784	$ 13,388,524
Outputs:		
Number of Customers Receiving Targeted Waiver Services	154	154
Efficiencies:		
Average Cost per Customer per Day Receiving Targeted Waiver Services	124	124
B.3.1. Strategy: STATE SCHOOL SERVICES Provide state facility campus-based services for clients with mental retardation	$ 259,206,233	$ 255,054,027
Outputs:		
Number of Customers Who Move From Campus Based Residential Setting to a Community Setting	300	300
Efficiencies:		
Average Cost per Bed-Day	139	139
Explanatory:		
Average Daily Census of Campus Based Services	5,730	5,515
Total, Goal B: IMPACT MENTAL RETARDATION	$ 792,245,735	$ 802,768,206
C. Goal: IMPROVE SYSTEM QUALITY To promote a comprehensive system that continuously improves the quality of service delivery.		
C.1.1. Strategy: CAPITAL CONSTRUCTION	$ 29,053,000	$ U.B.
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: CENTRAL ADMINISTRATION	$ 20,266,164	$ 20,240,783
D.1.2. Strategy: INFORMATION RESOURCES	$ 9,735,231	$ 9,723,039
D.1.3. Strategy: OTHER SUPPORT SERVICES	$ 7,355,593	$ 7,346,380
D.1.4. Strategy: FACILITY ADMINISTRATION	$ 87,107,307	$ 85,656,827
Total, Goal D: INDIRECT ADMINISTRATION	$ 124,464,295	$ 122,967,029
Grand Total, DEPARTMENT OF MENTAL HEALTH AND MENTAL RETARDATION	$ 1,432,063,691	$ 1,422,762,944

Method of Financing:		
General Revenue Fund	$ 730,950,916	$ 742,284,863
Medical Assistance Payments from General Revenue	217,358,361	217,913,966
Subtotal, General Revenue Fund	$ 948,309,277	$ 960,198,829
Federal Funds	394,553,066	402,415,769
Appropriated Receipts, estimated	35,617,665	35,617,664
Bond Proceeds - General Obligation Bonds	29,053,000	U.B.
Interagency Contracts, estimated	24,530,683	24,530,682
Subtotal, Other Funds	$ 89,201,348	$ 60,148,346
Total, Method of Financing	$ 1,432,063,691	$ 1,422,762,944
Number of Positions (FTE)	27,823.5	27,532.5
Schedule of Exempt Positions		
Commissioner (plus house and utilities), Group 5	$95,000	$95,000

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Construction of Buildings and Facilities		
(1) Waco Center for Youth	$ 1,671,500	$ U.B.
(2) Vernon State Hospital - Youth Substance Abuse Facility	$ 7,000,000	$ U.B.
Total, Construction of Buildings and Facilities	$ 8,671,500	$ U.B.
b. Repairs or Rehabilitation of Buildings and Facilities	20,381,500	U.B.
c. Acquisition of Capital Equipment and Items	800,000	800,000
d. Lease Payments to the Master Lease Purchase Program		
(1) 1992-95 MELPP Acquisitions	$ 9,194,182	$ 8,475,087
Total, Capital Budget	$ 39,047,182	$ 9,275,087

Method of Financing (Capital Budget):

General Revenue Fund	$ 9,994,182	$ 9,275,087
Bond Proceeds - General Obligation Bonds	29,053,000	
Total, Method of Financing	$ 39,047,182	$ 9,275,087

2. **Federal Funds Appropriated.** The appropriations herein made may be used to match federal funds granted to the state for the payment of personal services, travel and other necessary expenses in connection with the administration and operation of a state program of health and human services. The Texas Department of Mental Health and Mental Retardation is hereby authorized to receive and disburse in accordance with plans acceptable to the responsible federal agency, all federal monies that are made available (including grants, earnings, allotments, refunds, and reimbursements) to the state for such purposes and all fees authorized by federal law, and to receive, administer, and disburse federal funds for federal programs in accordance with plans agreed upon by the Department of Mental Health and Mental Retardation and the responsible federal agency, and such other activities as come under the authority of the Department of Mental Health and Mental Retardation, and such moneys are appropriated to the specific purpose or purposes for which they are granted or otherwise made available.

3. **Reappropriation of Federal and Local Funds.** All funds received by the department from counties, cities, federal agencies and from any other local source and all balances from such sources as of August 31, 1995, are hereby appropriated for the biennium ending August 31, 1997, for the purpose of carrying out the provisions of this Act.

4. **Medical Assistance Payments and Unexpended Balances.** General revenue funds appropriated hereinabove for all Medicaid services shall be payable in equal monthly installments on the first day of each calendar month; provided, however, that any balances on hand in such funds may be carried over from month to month during each fiscal year and from fiscal year 1996 to fiscal year 1997, and such funds are reappropriated to the department for the 1996-97 biennium.

5. **Collections and Receipts for Services.** The Department of Mental Health and Mental Retardation, including state facilities and services contracted to local community mental health and mental retardation centers, shall retain all revenue received in payment for services. To the extent the amounts received by the department for payment of services exceed the amount included in the method of finance, the department may expend up to $7,500,000 for the biennium for the purpose of improving equity in mental health and mental retardation services. This provision includes but it is not limited to, federal Medicare and Medicaid revenue earned by any of the department's entities.

6. **Transfers of Appropriation - State Owned Hospitals.** The Department of Mental Health and Mental Retardation shall transfer from non-Medicaid state appropriated funds the following amounts to the Department of Health for the Disproportionate Share Hospital Reimbursement Program:

	1996	1997
State Mental Hospitals	$ 227,886,113	$ 254,990,083
Harris County Psychiatric Center	25,808,325	26,000,910

Tarrant County Psychiatric Hospital	3,644,605	3,678,092
	$ 257,339,043	$284,669,085

The timing and form of such transfers shall be determined by the Comptroller of Public Accounts in consultation with the Department of Health. The Legislative Budget Board is authorized to adjust the amounts of such transfers as necessary to match available federal funds. The department shall also transfer non-Medicaid state appropriated funds as necessary for other qualifying state-funded community hospitals.

7. **Medicaid-funded Institutions for Mental Disease Services.** The Department of Mental Health and Mental Retardation and the Medicaid single state agency or its designee are authorized to extend Medicaid coverage for inpatient psychiatric services to individuals age 65 and over in institutions for mental diseases. The Department of Mental Health and Mental Retardation may certify or transfer funds appropriated for mental health services to the Medicaid single state agency or its designee to implement Medicaid mental health services.

8. **Harris and Tarrant County Medicaid Services.** The Harris County Psychiatric Center, the Tarrant County Psychiatric Hospital, the El Paso Psychiatric Center and the Lubbock Psychiatric Center shall certify appropriated state funds to the Health and Human Services Commission or its designee for the state share of Medicaid reimbursement for the following services:
   a. Inpatient psychiatric services for children.
   b. Inpatient psychiatric services for age 65 and over (Institute for Mental Disease option).

9. **Hospital Medicare Provisions.** Within appropriations made above, the department shall:
   a. increase the number of Medicare certified beds available to eligible state hospital patients;
   b. work with the Texas Medical Foundation to develop consistent criteria for use in its statewide Medicare program; and
   c. seek dual medical and psychiatric certification for its hospitals, if necessary.

10. **Medicaid Funding for Special Needs Offenders Served by Community Mental Health and Mental Retardation Authorities.** Within appropriations made above, the Department of Mental Health and Mental Retardation should maximize Medicaid funding for offenders with mental illness and/or mental retardation who receive services from community Mental Health and Mental Retardation Authorities. The department shall accomplish this goal by:
    a. ensuring that when services are delivered to a Medicaid-eligible special needs offender by means of a state or local interagency contract between an MHMR center and a criminal justice agency, the criminal justice agency's share of the service cost constitutes no more than the state share of the cost of the Medicaid services.
    b. executing, by September 30, 1995, an interagency agreement with the Department of Criminal Justice (in coordination with the Council on Offenders with Mental Impairments) that standardizes interagency policy on contracts between criminal justice agencies and MHMR authorities. The interagency agreement should specify that both agencies will use Medicaid funding for special needs services whenever possible and that the criminal justice agency's share of the service cost will constitute no more than the state share of the cost of the Medicaid services.

11. **Home and Community Based (HCS) Waiver Program.** It is the intent of the Legislature that the provisions of 1915(c) of the Social Security Act or other Medicaid waiver program shall be utilized in order to maximize funds available for home and community-based services. The Department of Mental Health and Mental Retardation shall certify and/or

transfer appropriated state funds to the Medicaid single state agency or its designee so that it can claim federal financial participation.

The department shall ensure the cost-effectiveness of the HCS program by limiting the average annual HCS expenditure per client to an amount, not to exceed 80% of the average annual per client ICF-MR expenditure. Expenditures for individual clients may exceed this cap as long as the overall average expenditure for HCS clients remains below. The department shall provide data on HCS and ICF-MR expense to the Legislative Budget Board as requested. When documenting this cost comparison, the department may exclude the costs for any supported employment services covered under the HCS program.

12. **Residential Services Funded by General Revenue.** The Department of Mental Health and Mental Retardation shall refinance, with Medicaid funding, residential services to Medicaid-eligible clients that are currently funded with general revenue. This refinancing effort shall include both public and private general revenue-funded programs. The department shall accomplish this refinancing through the use of the Home and Community-Based waiver program, other Medicaid waiver programs, or, if necessary, the Intermediate Care Facility for the Mentally Retarded program. The department shall submit quarterly reports to the Legislative Budget Board that document the number of persons and residential sites converted to Medicaid funding.

13. **Provision of Emoluments.** The Commissioner is authorized to provide emoluments for certain positions provided that the provision of such emoluments is necessary to effectively carry out the job responsibilities of the position.

14. **Employee Meals.** Notwithstanding any other provision in this act, the Department of Mental Health and Mental Retardation may provide free meals to employees who are required to eat meals with clients.

15. **Maximum Security Salaries.** As a specific exception to the General Provisions of this Act governing salary rates of classified positions, funds are included above for Rusk State Hospital and Vernon State Hospital, to pay those of their employees working in the Skyview Unit of the Department of Criminal Justice or the Maximum Security Units of Vernon State Hospital, a two step increase over those salary rates provided by the General Provisions.

16. **Revolving Fund Services.**
    a. Central Services. The Department of Mental Health and Mental Retardation may maintain and operate revolving funds on a reimbursable basis for central services that contribute to the efficiency and economy of the facilities under its control and management. All receipts deposited to such central service funds are appropriated for all costs necessary for the operation of these services. Any balances remaining in such funds at the end of a fiscal year are reappropriated for any expenses necessary to the operation of these services for the second year of the biennium. To reimburse the funds from which expenditures are made, the department may make fund transfers from the appropriations of the facilities and agencies which receive the services and supplies, or may submit purchase vouchers through the Office of the State Comptroller.

    b. Canteen Services. Each of the facilities under control and management of the Department of Mental Health and Mental Retardation, except the Central Office, may establish, maintain and operate a canteen for the convenience of its patients. Any balances remaining in each canteen operation fund at the end of each fiscal year, plus all receipts deposited to its credit, are appropriated for all costs necessary for the operation of a canteen for the next fiscal year. Each of the facilities under control and management of the department that contracts with the Commission for the Blind for the

operation of its canteen shall deposit the amount of moneys originally appropriated for its Canteen Operation Fund into the General Revenue Fund. The balance remaining in the facility's Canteen Operation Fund, after the amount originally appropriated is deposited to the General Revenue Fund, shall be deposited to the Benefit Fund created at the facility under the provisions of Health and Safety Code V.T.C.A., § 551.004.

c. Motor Pool Services. The Department of Mental Health and Mental Retardation is hereby authorized to utilize the services of its motor pool to transfer and deliver the household goods and effects of its employees transferred from one place of employment to another within the department when such service to such employee is deemed to be in the best interest of the state, however, this service shall not be extended to any new employee.

d. United States Surplus Property and Commodities Services. It is the intent of the Legislature that the funds hereby appropriated for a central supply service are to be used to finance on a reimbursable basis, the obtaining, storing, handling and distribution of the United States surplus property and commodities to various facilities under the jurisdiction of the Department of Mental Health and Mental Retardation.

e. Supply Revolving Fund. From funds herein appropriated, the Department of Mental Health and Mental Retardation may authorize each facility under its control and management to establish, maintain, and operate on a reimbursable basis, a Supply Revolving Fund to contribute to the efficiency and economy of such facilities.

The department shall approve the amount necessary to implement the revolving funds and shall establish rules to avoid depletion of the funds. To reimburse the revolving funds, facilities may transfer funds from the programs and activities for which supplies are provided.

f. Sheltered Workshops. Any balances remaining in the sheltered workshop funds at the end of each fiscal year, together with receipts deposited to their credit are appropriated for use in the operation of sheltered workshops for the next fiscal year.

17. **Petty Cash Fund.** Each facility under the Department of Mental Health and Mental Retardation may establish a petty cash fund not to exceed $5,000 out of funds appropriated above. These funds shall be maintained in cash or at a local bank and shall be used by case managers or community services staff only for the purpose of making emergency purchases of medication, basic life support necessities, or other services without which would place clients served by said staff at risk of being placed in a more restrictive environment.

18. **Barber and Cosmetology Services.** The Department of Mental Health and Mental Retardation may charge fees for barber and cosmetology services provided the fees charged are consistent with an individual's ability to pay. These fees are appropriated to the department to offset the cost of providing barber and cosmetology services. The department may also use patient benefit funds to offset the cost of these services for indigent clients.

19. **Children's Heart Institute.** It is the intent of the Legislature that the Texas Department of Mental Health and Mental Retardation (TXMHMR) continue to fund the Children's Heart Institute in an amount not to exceed $150,000 for each year of the biennium for services to children with mental disabilities who also have congenital heart defects. A contract shall be developed between TXMHMR and the Children's Heart Institute to ensure that appropriate medical services will be provided and that relevant documentation will be submitted to TXMHMR.

20. **Federal Collections Unexpended Balances.** All unexpended balances remaining on August 31, 1995 from federal reimbursement for Medicaid administrative services performed by the Department of Mental Health and Mental Retardation and from Medicare reimbursement due to adjustment in state hospital TEFRA target limitations are hereby reappropriated to the department for the fiscal biennium ending August 31, 1997.

21. **Community Residential for the Mentally Retarded.** In order to utilize existing resources in a cost effective and efficient manner, it is the intent of the Legislature that the Department of Mental Health and Mental Retardation take into account the availability of existing beds and occupancy rates of facilities in individual service areas when developing and allocating beds. The Department should provide assurances that all individuals seeking residential services are informed of all service options including waiver services and large and small congregate living arrangements.

22. **State School Salaries.** Notwithstanding other provisions, regular employees at Fort Worth State School and Travis State School who continue their employment as long as needed to deliver services are entitled to either: (a) a comparable position at another TXMHMR facility, with payment of travel expenses and time off as required to visit prospective new job sites within the system prior to acceptance of new jobs, and reimbursement of moving expenses up to $1,500 to transfer to other TXMHMR facilities during designated periods of movement; or (b) paid administrative leave for two months, plus one week of paid leave for each full year of service with TXMHMR.

23. **Transfer of Employee Benefits.** To ensure the continuity of quality services to clients and facilitate placement of employees of Fort Worth and Travis State Schools closed pursuant to the *Lelsz* settlement agreement, the Department of Mental Health and Mental Retardation shall certify to the Governor and the Legislative Budget Board the names and salary amounts of such employees transferred to community MHMR centers. The Department of Mental Health and Mental Retardation shall certify to the Governor and the Legislative Budget Board the cost of continuing health insurance and retirement benefits at the affected community MHMR centers. Upon approval of the Governor and the Legislative Budget Board, the Comptroller of Public Accounts shall transfer sufficient funds from appropriations for state contributions for employee insurance and retirement benefits made to the Employees Retirement System to the department for allocation to community MHMR centers for reimbursement of health insurance and retirement benefits of transferred employees. However, such funds per transferred employee shall not exceed the amount appropriated per state employee for Fiscal Year 1996.

24. **Medicaid Programs - Revenue Enhancement.** It is the intent of the Legislature that the Department of Mental Health and Mental Retardation maximize the amount of federal funds in its method of finance and improve the fiscal performance of its Medicaid-funded services by taking the following actions:

    a. Intermediate Care Facility for the Mentally Retarded (ICF-MR) Program. In order to achieve an estimated biennial savings of $1.7 million in state general revenue, the department and the State Medicaid Office shall submit a Medicaid State Plan amendment that converts the reimbursement methodology for the ICF-MR program to a methodology that maximizes federal dollars and assures quality and appropriate care. The department may establish separate reimbursement classes by provider type to earn these funds. The department shall submit this amendment by September 30, 1996. The implementation of this reimbursement methodology change shall be cost neutral to the state with respect to the General Revenue Fund.

b. Targeted Case Management - By September 30, 1995, the department and the State Medicaid Office shall either submit a Medicaid State Plan amendment that covers all allowable mental health and mental retardation case management and coordination activities (whether or not the services are provided by an independent case management unit), or, recover the costs of any Medicaid allowable, but unclaimed case management activities through the administrative claiming process.

c. Social Security Disability Income/Supplemental Security Income (SSDI/SSI) Benefit Assistance - Effective September 30, 1996, the department shall require that all state schools, state hospitals, community services divisions, and community mental health and mental retardation centers designate a contact person who shall be responsible for providing documentation in support of a claim for SSI/SSDI benefits to the Texas Rehabilitation Commission's Disability Determination Services (TRC/DDS).

d. Reimbursement Methodology - Outpatient Programs - By September 30, 1995, the department and the State Medicaid Office shall submit Medicaid State Plan amendments that convert the reimbursement methodologies for targeted case management (mental health and mental retardation) and rehabilitation services to a provider-specific cost reimbursement system or an average unit cost basis. These amendments shall provide for retroactive coverage under the revised methodologies to July 1, 1995.

e. Reimbursement Methodology - Home and Community-Based Services (HCS) Waiver Program - In order to achieve an estimated biennial increase in federal Medicaid reimbursement of $8.2 million, the department and the State Medicaid Office shall convert the HCS waiver reimbursement methodology to either a provider-specific cost reimbursement system or a fee for service basis. The department may establish separate reimbursement classes by provider type to earn these funds. The department shall publish rules implementing this change by January 31, 1996. The implementation of this reimbursement methodology change shall be cost neutral to the state with respect to the General Revenue Fund.

None of the requirements above shall prevent the department from developing and implementing innovative Medicaid reform programs such as voucher programs, capitation or similar managed care systems.

f. Medicaid Performance. Reduction in general revenue related to method of finance changes shall be distributed among community mental health and mental retardation providers based on each provider's current efforts and respective potential for increased Medicaid earnings.

g. Limitation on Funds for ICF-MR Providers. None the funds appropriated in this Act may be used to implement rules or regulations promulgated by either the Department of Health, Department of Mental Health and Mental Retardation, or Department of Human Services which increase the cost of providing the ICF-MR services, unless the rule or regulation is required by federal statute, rule or regulation, or state law.

25. **Cash Flow Contingency.** Contingent upon the receipt of federal funds allocated from the Medicaid Program, the department may temporarily utilize additional general revenue funds, pending receipt of federal reimbursement, in an amount not to exceed the anticipated reimbursement, in each year of the biennium. The general revenue amounts utilized above the general revenue method of finance must be repaid upon receipt of federal reimbursement and shall be utilized only for the purpose of temporary cash flow needs. These transfers and repayments shall be credited to the fiscal year being reimbursed and shall be in accordance

with procedures established by the Comptroller. All transfers of the method of finance shall be reported by the department to the Legislative Budget Board.

26. **Data on Local Matching Funds Required.** It is the intent of the Legislature that the Department of Mental Health and Mental Retardation maintain data on the local match collections of community MHMR centers and state facilities' community service divisions. The department shall submit to the Legislative Budget Board by December 1 of each fiscal year, a report in such detail as the Legislative Budget Board may require.

27. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S. Article 6252-33, reimbursement of expenses for advisory committee members, out of the funds appropriated above, is limited to the following advisory committees:
Mental Health Planning and Advisory Committee
Public Responsibility Committees
Citizen's Planning Advisory Committee
Medical Advisory Committee
Mental Retardation Planning and Advisory Committee
Treatment Methods Advisory Committee
MI/Deaf Advisory Committee
State Advisory Committee - Texas Children's Mental Health Plans
Quality Services Council
Quality Improvement Councils (NTE 1 per facility)
Ethics Committees (NTE 1 per facility)

None of the funds for reimbursement shall come from the direct provision of services to the clients of MHMR.

28. **Unexpended Construction Balances.** Any unexpended construction, repair, or renovation balances from previous appropriations are hereby reappropriated to the Texas Department of Mental Health and Mental Retardation for the same purposes, provided that the expenditure of such reappropriated funds shall require the approval of the Board of Mental Health and Mental Retardation and that copies of such approval should be filed with the Governor and the Legislative Budget Board.

29. **Disposition of Construction Appropriation.** Construction appropriations may be used to pay salaries and travel expenses of department engineers and architects and administrative expenses of construction projects (but shall not exceed $350,000 in a fiscal year that are paid out of G.O. Bonds); architect's and engineer's fees; and the actual travel expenses incurred by them or their representatives in making trips of inspection at the discretion of the department during construction, renovation, or repair of buildings and systems or the installation of fixed equipment. Job titles and rates of pay for such salaried positions of department personnel paid from construction appropriations shall conform with the Position Classification Plan and Classification Salary Schedule.

30. **Unexpended Balances.** Except as otherwise provided, all unexpended and unobligated balances remaining from appropriations for the first year of the biennium to the Department of Mental Health and Mental Retardation are reappropriated to the department for the purpose of complying with the provisions of settlement agreements in litigation dealing with residential, non-residential, and community based mental health and mental retardation services. This paragraph does not apply to those unexpended and unobligated balances remaining from appropriations for the first year of the biennium that the department is authorized by this act to retain for specific purposes in the second year of the biennium.

31. **Sale of Land.** The Texas Department of Mental Health and Mental Retardation is authorized to sell 4.334 acres of land located in the City of Corpus Christi, Nueces County to the Texas National Guard Armory Board at a price not to exceed $40,000. The revenue from the sale is hereby appropriated to the Department.

32. **Payment for Compensatory Time.** It is expressly provided that the Department of Mental Health and Mental Retardation, to the extent permitted by law, may pay FLSA exempt and FLSA non-exempt employees on a straight time basis for work on a holiday or for regular compensatory time hours when taking of regular compensatory time off would be disruptive to normal business functions.

33. **Copyright of Training Materials and Patent of Technologies Developed by the Department.** In addition to the amounts appropriated above, the Department of Mental Health and Mental Retardation is hereby authorized to collect the following fees: a) fees collected from the sale of written training materials, video tapes, audio tapes and in the form of electronic media, such materials having been developed in part or whole by the Department; and b) licensing fees collected by the Department in exchange for allowing individuals and companies to use any patented technology developed, in part or in whole, by the Department. The Department is authorized to license the use of any copyright-protected material, trademark, trade secrets, and any patented technology. This does not include any mineral royalties. Fees collected in the sale of training materials described above may be in excess of the actual reproduction cost incurred by the Department and shall be used to recoup the costs associated with developing the training materials. Fifty percent (50%) of the fees collected in licensing of any patented technology shall be devoted to further research and development of technologies reasonably believed to be of assistance to the Department's priority population. The remaining 50 percent shall be deposited to the General Revenue Fund.

34. **Teacher Salaries.** Each teacher at a state facility shall receive as a minimum salary the monthly salary rate, plus increments specified in Sections 16.056 and 30.83, Education Code and shall be required to have a provisional or professional certificate issued under Subchapter B, Chapter 13, Education Code. Salary rates for teachers, in excess of the minimum amounts specified in Sections 16.056 and 30.83, Education Code shall not exceed the rates of pay for like positions in public schools of the city or county in which the state facility is located. Qualified teachers shall receive the monthly salary rate plus increments multiplied by the number of months of service authorized by the facility. In determining the rate of pay for comparison with like positions in the public schools, the agencies covered by this provision shall include longevity paid to persons commencing employment under this section on September 1, 1983, or thereafter.

35. **Fire Prevention and Safety.** In instances in which regular employees of facilities located in remote areas are assigned extra duties in fire prevention programs, the following payments are authorized in addition to the salary rates stipulated by the General Provisions on this Act relating to the position classifications and assigned salary ranges:

Fire Chief	$75 per month
Assistant Fire Chief	$65 per month
Fire Brigade Member	$50 per month

36. **Patient or Student Assistance.** Subject to the approval of rules and regulations of the governing board of the Department of Mental Health and Mental Retardation, patients or students in any state facility who are assisting in the operation of the facility as part of their therapy, may receive compensation out of any funds available to the respective facilities.

37. **Surplus Property.** In order to conserve funds appropriated, surplus personal property may be transferred from one facility to another with or without reimbursement. The Department of Mental Health and Mental Retardation may transfer surplus personal property to community MHMR centers with or without reimbursement. Surplus personal property belonging to any facility may be sold; provided, however, that such transfers or sales shall be made under the same procedure as provided by Article 601b, Section 9.01, Vernon's Annotated Civil Statutes. In making such transfers or sales, the agency may do so without the necessity of contracts, as required by V.T.C.A., Government Code, Section 771, known as the Interagency Cooperation Act.

38. **Plan for Services to Children with Severe Mental or Emotional Disorders.** Out of the funds appropriated above, the Texas Department of Mental Health and Mental Retardation, in collaboration with the Central Education Agency, the Department of Protective and Regulatory Services, and representatives of mental health consumer and advocacy organizations, shall develop a plan for providing services to children with severe mental or emotional disorders who require residential treatment. The plan must allow children who have functional families to remain in their parents' legal custody while receiving treatment or related services. The plan must require, to the extent practicable, that funds available under Title IV-E, federal Social Security Act (42 U.S.C. Section 670 et seq.), pay for services for those children who are Medicaid-eligible and in need of residential treatment and that third-party payor financial resources be exhausted before state money is used.

    During the planning period provided by this provision, state agencies shall refer children whose parents are considering voluntarily relinquishing parental custody in order to qualify a child for state funded services to local community resource coordination groups, where those groups are established. Community resource coordination groups shall ensure that these referrals receive staffings and shall refer these children and their families for appropriate services, including, where clinically indicated, placement in residential treatment beds reserved for the Department of Protective and Regulatory Services, such as the Waco Center for Youth.

    The Texas Department of Mental Health and Mental Retardation shall complete the plan, together with an estimated budget and recommendations for statutory changes necessary to implement the plan, not later than January 15, 1997. On completion, the department shall submit the plan to the governor and the legislature.

39. **Maintenance Austin State Hospital and Central Administrative Offices.** None of the funds appropriated above may be expended by the Department of Mental Health and Mental Retardation for maintenance of the Austin State Hospital or the central administrative offices in Austin except through interagency contract with the General Services Commission in an annual amount not to exceed funds, including both direct and indirect support costs, appropriated for maintenance of those facilities in fiscal 1995. For purposes of this provision, maintenance does not include extraordinary environmental costs, or system component replacement.

40. **Road Construction and Maintenance at State Facilities.** Notwithstanding any other provision in law, the Texas Department of Transportation shall construct, repair, and maintain roads in and providing access to and from Texas Department of Mental Health and Mental Retardation facilities.

41. **Riceland CMHMRC Psychiatric Hospital.** Out of the funds appropriated above in Strategy A.1.1., Community MH Services, $375,000 in each year of the biennium is for the operation of a psychiatric hospital run by Riceland CMHMRC. This amount is in addition to the

allocation to Riceland CMHMRC as determined by the Department of Mental Health and Mental Retardation's funding formula for community centers.

42. **Dual Diagnosis Clients.** Out of funds appropriated above, mental health services purchased by the Department of Mental Health and Mental Retardation can be provided to persons who have co-occurring substance abuse and mental disorders.

43. **In-Home and Family Support.** The Department of Mental Health and Mental Retardation shall submit a report by November 1, 1995, to the Legislative Budget Board that describes the administrative procedures and monitoring processes for the issuance of client payments under the In-Home and Family Support Program.

44. **Attorney General Representation.** The Attorney General and the Commissioner of the Department of Mental Health and Mental Retardation are authorized to jointly select one or more Assistant Attorneys general to be assigned to the Department of Mental Health and Mental Retardation for the purpose of assisting with the legal work of the department and, more particularly, of representing the department in lawsuits.

45. **Limitation of Specific Strategy Transfers.** The transfer of funds from Strategy A.3.1., State Hospital Services (Campus-based services-MH) and Strategy B.3.1., State School Services (Campus-based Services - MR) to any other strategy is limited to 10% without the prior approval of the Legislative Budget Board and the Governor's Budget Office.

46. **Transfer of Services to Community MHMR Centers.** In the event new community centers are created in the counties served by the community service divisions of Rusk State Hospital, Big Spring State Hospital, Kerrville State Hospital or Austin State Hospital, the Department of Mental Health and Mental Retardation may transfer from existing appropriations the actual operating costs associated with the community service divisions. The amount transferred for the counties associated with Rusk State Hospital may not exceed $5,965,573. The community center must submit a detailed operating plan showing the actual cost of providing the services. Prior to transferring funds under this provision, the department must certify to the Governor and the Legislative Budget Board that the actual cost of transferring the service to a community center does not exceed the actual cost currently incurred by the state.

47. **Workers Compensation Payments.** Notwithstanding other provisions in this Act, the Department of Mental Health and Mental Retardation shall have the first $18.0 million per year in workers compensation payments made in full from appropriations made for Workers' Compensation Payments for the purpose of paying workers compensation claims and liabilities. The Department of Mental Health and Mental Retardation shall transfer to this appropriation item in the Workers' Compensation Payments amounts necessary to pay 100 percent of workers compensation liabilities in excess of $18.0 million each year.

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PROTECTIVE SERVICES To protect children, elderly adults, persons with disabilities, and victims of family violence from abuse, neglect and/or exploitation through development and efficient management of an integrated service delivery system.		
Outcomes:		
Confirmed Incidence of Child Abuse/Neglect per 1,000 Children	10.8	10.8
Percent of Children Found Through an Assessment to be At-risk of Abuse/Neglect Who Receive Services During or After the Assessment	62.5%	62.5%
Percent of Families Who Have Received Family Preservation/ Reunification Service Who Do Not Return to Protective Services Within 12 Months After Conclusion of Service Delivery	90%	90%
Percent of Children for Whom Permanency Plan Was Achieved Within 24 Months	88%	88%
Average Number of Foster Care Placements per Child	3.1	3.1
Percent Children at Hope Center Who Successfully Complete Hope Center Program	55%	55%
Confirmed Incidence of Abuse/Neglect per 1,000 Elderly and People with Disabilities	13.9	13.9
Percent of Abused Elderly/Disabled Receiving Protective Services	69.3%	69.3%
APS Case Recidivism	29.4%	29.4%
A.1.1. Strategy: AUTOMATED INTAKE SYSTEM Provide a comprehensive and consistent system with automation support for receiving reports of children suspected to be at risk of abuse/neglect and assign for investigation those reports that appear to meet the Texas Family Code definition of child abuse/neglect.	$ 8,227,904	$ 8,227,904
A.1.2. Strategy: CHILD AND FAMILY SERVICES Provide a comprehensive and consistent system for the delivery of investigations, in-home services, substitute care, and permanency planning by direct services to children who are at risk of abuse and/or neglect and their families.	$ 145,437,694	$ 140,762,602
Outputs:		
Number of Completed CPS Abuse/Neglect Investigations	120,806	126,962
Number of Confirmed Cases of Child Abuse/Neglect	38,900	40,882
Number of Children in Confirmed Cases of Child Abuse/ Neglect	61,462	64,594
Average Number of Children Receiving In-home Direct Delivery Services per Month	14,198	14,907
Number of PRS Foster Home Beds	12,646	13,458
Number of Children in PRS Foster Homes	7,110	7,490
Efficiencies:		
Average Cost per CPS Investigation	504.75	464.85
Average Weighted CPS Caseload per Worker	29.3	29.2
Cost per PRS Foster Home Bed for Recruitment and Retention	574.02	522.06

A.1.3. Strategy: PURCHASED SERVICE SYSTEM	$ 41,954,897	$ 42,015,463
Provide purchased services to treat children who have been abused or neglected, to enhance the safety and well-being of children at risk of abuse and neglect, and to enable families to provide safe and nurturing home environments for their children.		
Outputs:		
Average Number of Children Receiving In-home Purchased Services per Month	8,316	8,981
Average Number of Children Receiving Purchased Services While in Substitute Care	4,799	5,249
Efficiencies:		
Average Cost per Child for Purchased Services	267.28	246.28
A.1.4. Strategy: FAMILY PRESERVATION	$ 19,426,905	$ 23,673,832
To provide intensive family preservation services to prevent unnecessary removal from their homes of children at risk of abuse and neglect, and to enable the early and safe reunification of children from substitute care.		
Outputs:		
Average Number of Families Receiving Intensive Family Preservation Services per Month	1,993	2,092
Average Number of Families Receiving Purchased Intensive Family Preservation Services per Month	1,177	1,236
Efficiencies:		
Average Length of Intensive Family Preservation Services	6.5	6.5
Average Cost per Family for Intensive Family Preservation Services	612.84	711.35
Average Caseload per Intensive Family Preservation Worker	9	9
A.1.5. Strategy: SUBSTITUTE CARE PAYMENTS	$ 211,589,137	$ 224,959,899
Provide funding for substitute care services and adoption subsidies for children who need them.		
Outputs:		
Average Number of Children in Substitute Care per Month	16,228	17,036
Average Number of Children in Adoptive Homes Provided Adoption Subsidies per Month	6,204	6,960
Efficiencies:		
Average Monthly Payment per Child in Foster Homes	1,221.1	1,254.47
Average Monthly Payment per Adoption Subsidy	369.84	387.86
A.1.6. Strategy: ALTERNATIVE SERVICES	$ 13,782,913	$ 19,521,567
Provide funding for alternative services, including but not limited to anti-gang, truancy, and runaway services, to children who need them.		
Outputs:		
Number of Youth Served in Residential Services	1,591	2,229
Number of Youth Served in Non-residential Services	11,668	16,347
A.1.7. Strategy: HOPE CENTER	$ 1,839,665	$ 1,839,665
Provide alternate treatment for youth through contract with Hope Center.		
Outputs:		
Number of Children Served by Hope Center for Youth Monthly	85	90
Number of Children in State Conservatorship Served by Hope Center	30	30

Efficiencies:		
Average Monthly Cost per Placement at Hope Center for Youth	5,197.18	5,197.18
A.2.1. Strategy: ADULT PROTECTIVE SERVICES Provide a comprehensive and consistent system of intake and investigation of reports of abuse, neglect, and exploitation of vulnerable adults and provide services to alleviate and prevent the recurrence of cases of maltreatment.	$ 23,268,991	$ 22,560,026
Outputs:		
Number of APS Investigations	59,035	69,956
Number of Elderly and People With Disabilities Confirmed by PRS to Have Been Mistreated	46,981	55,684
Average Number of APS Clients Receiving Services per Month	3,186	3,724
Efficiencies:		
Average Cost per APS Investigation	102.68	83.76
Average APS Caseload per Community Worker	49	58
A.2.2. Strategy: MHMR INVESTIGATIONS Provide a comprehensive and consistent system for the intake and investigation of reports of abuse/neglect in MHMR facilities and the entities they regulate	$ 2,864,487	$ 2,864,487
Outputs:		
Number of Investigations in MHMR Facilities and Outreach Programs	5,190	5,190
Annual Number of Investigations in Community Centers Reviewed by Staff	663	663
Number of People in Confirmed Cases of Abuse/Neglect in Facilities	1,916	1,916
Efficiencies:		
Average Cost per Investigation in State Facility	552	552
A.3.1. Strategy: CHILD CARE REGULATION Provide a comprehensive system of consultation, licensure, and regulation which ensures the maintenance of minimum standards by facilities that provide out-of-home care for children, day care and residential care agencies that place children in foster care, residential care, and adoption; and, administrators of residential childcare facilities.	$ 14,643,766	$ 14,643,766
Outputs:		
Number of New Licenses, Certifications, and Registrations Issued	4,670	4,670
Number of Licensed Facilities	9,460	9,460
Number of Registered Family Homes (RFH)	13,208	13,208
Number of Residential Child Care Facilities	7,638	7,638
Number of Child Care Facility Inspections	35,430	35,430
Efficiencies:		
Average Cost per Investigation	305	305
Average Cost per Inspection	242.57	242.57
A.4.1. Strategy: AUTOMATION INITIATIVE Plan, design, develop, and implement a comprehensive automated system to support delivery of protective services.	$ 13,332,050	$ 7,142,152

Outputs:		
Number of Direct Service Delivery Staff Trained	5,254	1,200
Number of Workstations	6,384	6,384
Total, Goal A: PROTECTIVE SERVICES	$ 496,368,409	$ 508,211,363
B. Goal: INDIRECT ADMINISTRATION		
B.1.1. Strategy: CENTRAL ADMINISTRATION	$ 4,541,721	$ 4,541,721
B.1.2. Strategy: INFORMATION RESOURCES	$ 11,193,625	$ 11,193,625
B.1.3. Strategy: OTHER SUPPORT SERVICES	$ 5,222,397	$ 5,222,397
B.1.4. Strategy: REGIONAL ADMINISTRATION	$ 6,307,433	$ 6,307,433
Total, Goal B: INDIRECT ADMINISTRATION	$ 27,265,176	$ 27,265,176
Grand Total, DEPARTMENT OF PROTECTIVE AND REGULATORY SERVICES	$ 523,633,585	$ 535,476,539
Method of Financing:		
General Revenue Fund	$ 149,292,294	$ 153,237,844
Medical Assistance Payments from General Revenue	49,427,251	52,686,025
Subtotal, General Revenue Fund	$ 198,719,545	$ 205,923,869
Earned Federal Funds, estimated	10,999,294	9,000,706
Subtotal, General Revenue Consolidated	$ 10,999,294	$ 9,000,706
Federal Funds, estimated	312,084,419	318,721,193
Appropriated Receipts	1,639,372	1,639,811
Interagency Contracts	190,955	190,960
Subtotal, Other Funds	$ 1,830,327	$ 1,830,771
Total, Method of Financing	$ 523,633,585	$ 535,476,539
Number of Positions (FTE)	6,598.0	6,365.0
Schedule of Exempt Positions		
Executive Director, Group 4	$84,975	$84,975

1. **Substitute Care Permanency Goal.** In order to comply with P.L. 96-272, it is the intent of the Legislature that the Department of Protective and Regulatory Services actively seek permanent homes for the children who are in the department's substitute care program for long periods. To this end, the department shall seek to limit the number of children under the department's responsibility who are in substitute care for a period longer than 24 months.

For fiscal years 1996-97, the goal for such children is forty-five percent (45%) of the total number of children in the department's substitute care program at any time during the year.

Further, it is the intent of the Legislature that whenever possible, the department shall utilize state and/or federal funds currently being expended for substitute care to cover the cost of assuring permanent homes where appropriate for foster children.

2. **Appropriation of Fees: Child Care Administrators Licensure.** All fees collected by the department in its examination and/or licensure of administrators of child-care institutions, as prescribed by Chapter 43, Human Resources Code, as amended, shall be retained by the department to partially offset the state cost of the operation of these functions and are hereby appropriated to the department.

3. **Limitation on Expenditures for Conservatorship Suits.** To the extent allowed by federal regulation, federal funds may be used by the department in conjunction with funds provided by counties with which the department has child welfare contracts, to pay for legal representation for children or their parents in suits in which the department is seeking to be named conservator. No general revenue funds appropriated to the department may be used to make such payments.

4. **Attorney General Representation.** The Attorney General and the Department of Protective and Regulatory Services are authorized to jointly select one or more Assistant Attorneys General to be assigned to the department for the purpose of assisting with the legal work of the department and, more particularly, of representing the department in lawsuits. The Assistant Attorneys' General salaries shall be in the amounts to be agreed upon between the Attorney General and the department. Out of the appropriation made above, the department shall pay the Attorney General not less than $168,000 in FY 1996 and $168,000 in FY 1997 for said salaries, travel and other incidental expenses and the salary and expenses of the required clerical staff to prosecute parental rights termination cases. This provision is a specific exception to provisions of this Act which prohibit interagency contracts with the Attorney General for legal services.

5. **Title XX Fund Reduction.** In the event of a reduction in federal Title XX (Social Services Block Grant) funding, the department should attempt to maintain the affected programs as near to the appropriated levels as possible through use of the department's transfer authority or the allocation of any other available funds. If maintenance of the appropriated levels is not feasible, the department shall reduce all affected programs in proportion to the total amounts appropriated above.

6. **Reappropriation of Federal and Local Funds.** All funds received by the department from counties, cities, and/or federal agencies and from any other local source and all balances from such sources as of August 31, 1995, are hereby appropriated for the biennium ending August 31, 1997, for the purpose of carrying out the provisions of this Act.

7. **Accounting of Support Costs.** The State Comptroller shall establish separate accounts from which certain support costs shall be paid. The Department of Protective and Regulatory Services is hereby authorized to make transfers into separate accounts from line item strategies in order to pay for these expenses in an efficient and effective manner. Only costs not directly attributable to a single program may be budgeted in or paid from these accounts. Items to be budgeted in and paid from these accounts include but are not limited to: postage, occupancy costs, equipment repair, telephones, office printing costs, supplies, freight and transport costs, telephone system costs, and salary and travel costs of staff whose function supports several programs. The department shall be responsible for monthly allocations of these costs to the original strategies.

8. **Appropriation of Receipts: Civil Monetary Damages and Penalties.** Out of funds collected by the department as civil monetary damages and penalties under Human Resources Code Section 32.039, there are appropriated to the department amounts equal to the costs of the investigation and collection proceedings conducted under that section, and any amounts collected as reimbursement for claims paid by the department.

9. **Tertiary Prevention of Child Abuse Programs.** From the amounts appropriated above in Strategy A.1.2., Child and Family Services, the department shall allocate not less than $1 million each fiscal year of the biennium for family outreach programs and not less than $115,000 each fiscal year of the biennium for continuation of a statewide network of community-based, volunteer-driven programs for prevention, intervention, and aftercare services for abused children.

10. **Board Members' Per Diem.** Out of the funds appropriated above the Department of Protective and Regulatory Services is hereby authorized to pay board members in accordance with provisions of the General Provisions of this Act.

11. **Administrative Reduction and Limitation on Transfer Authority.** Expenditures in Goal B, Indirect Administration, shall not exceed $27,265,176 during either year of the 1996-97 biennium. The department may transfer among and between strategies B.1.1., Central Administration, B.1.2., Information Resources, and B.1.3., Other Support Services, to accomplish this objective. No funds appropriated to the department by this Act, including federal funds, may be transferred into Goal B.

12. **Contingency Appropriation - Information Resource Technologies.**

    a. The expenditure of funds for information resource technologies, in the 1996-97 biennium, is contingent upon prior approval on a quarterly basis by a review team comprised of the Legislative Budget Board, Department of Information Resources, State Auditor's Office, and Health and Human Services Commission.

    b. Approval of expenditures shall be based on the Department of Protective and Regulatory Services successfully demonstrating to the review team that the department has met quarterly milestones identified in agency plans for information resource operations and projects. The review team shall define the information and actions required of the agency. The department shall provide quarterly reports to the review team in a format and content specified by the review team.

    c. The department shall reimburse the Department of Information Resources for any and all costs incurred by the review team. Reimbursement shall be made only from strategies B.1.1, Central Administration, B.1.2., Information Resources, and B.1.3., Other Support Services.

13. **Interlocal Cooperation.** Notwithstanding any other provision in this act and out of the amount appropriated above, it is the intent of the Legislature that the Department of Protective and Regulatory Services enter into a contract with the Office of the Attorney General in an amount not less than $150,000 for an Interlocal Cooperation Act agreement for law enforcement purposes.

14. **Foster Care Rates.** It is the intent of the Legislature that the Department of Protective and Regulatory Services not reduce foster care rates during the 1996-97 biennium. The department may transfer funds into Strategy A.1.5., Substitute Care Payments, for the purpose of maintaining foster care rates. The department may not transfer funds out of Strategy A.1.5., Substitute Care Payments.

15. **Foster Care Rate Review.** The department shall examine the reimbursement methodology for foster care payments and determine the extent to which the methodology and the rates established under the methodology cover the median cost of allowable services. The department shall report its findings to the Health and Human Services Commission, the Legislative Budget Board, and the Governor's Office of Budget and Planning.

16. **Fund Transfers for Funds Consolidation.** For the purpose of funds consolidation, federal and other funds may be transferred into the General Revenue Fund from Department of Protective and Regulatory Services Fund 37. The initial deposit of federal funds shall be made into Fund 37 and no direct expenditures shall be made from this fund.

17. **Reimbursement of Advisory Committees.** Pursuant to V.T.C.S. Article 6252-33, reimbursement of expenses for advisory committee members, out of funds appropriated above, is limited to the following advisory committee: Texas Multidisciplinary Task Force on Children's Justice.

18. **Gang Activity Prevention.** Out of the funds appropriated above in Strategy A.1.6., Alternative Services, the Department of Protective and Regulatory Services shall continue to fund those providers that are funded in FY 1995 under the gang activity prevention demonstration project.

19. **Child Advocacy Centers.** Out of the funds appropriated above in Strategy A.1.3., Purchased Service System, the Department of Protective and Regulatory Services shall reserve a maximum of $1.5 million to match local contributions of up to $1.5 million on a dollar-for-dollar basis as an incentive to establish 15 new community child advocacy centers. Matching funds of no more than $50,000 may be offered any one center in each of FY 1996 and FY 1997. These funds may not be offered to child advocacy centers existing prior to March 27, 1995.

20. **Appropriation of Earned Federal Funds.** Any balances remaining as of August 31, 1995 plus any revenues received during the biennium beginning September 1, 1995 identified as earned federal funds are hereby appropriated to the Department of Protective and Regulatory Services.

    The authority to receive and expend earned federal fund balances in excess of those appropriated above is subject to the following limitations:

    a) At least 14 days prior to any use of any earned federal funds or a meeting of the Board of Protective and Regulatory Services to adopt any program expansion, the department shall report the earned federal funds received and provide documentation of the proposed use of these funds to the Legislative Budget Board, Governor's Office of Budget and Planning, and Health and Human Services Commission.

    b) Notifications shall include information regarding the need which will be served with the additional revenue. In the event program expansions are under consideration, information shall be forwarded regarding the population to be served; criteria for eligibility; and impact upon existing programs.

    c) The report shall include the information detailed in "b" and identify the impact on established performance targets, measures, and full-time equivalent positions.

21. **Foster Care Outreach.** Out of the funds appropriated above for the Purchased Service System (Strategy A.1.3.), the Department of Protective and Regulatory Services shall contract with community-based organizations for the recruitment of minority families to provide foster

care through the establishment of two new foster care outreach programs to be located in one urban and one rural community.

22. **Implementation of Senate Bill 1226.** Out of funds appropriated above, $100,000 in 1996 and $0 in 1997 shall be allocated for the implementation of Senate Bill 1226, if such Act should become law.

23. **Community Youth Development Grants.** Out of the funds appropriated above in Strategy A.1.6., Alternative Services, the Department of Protective and Regulatory Services shall allocate not less than $2,625,000 in earned federal funds for community youth development grants targeting youth who are at high risk of entering the juvenile justice system based on the demographics of the population in the juvenile justice system. The department shall create an interagency steering committee to approve guidelines and oversee the grant program. It is the intent of the Legislature that the department continue to adapt the Services to Runaways and At Risk Youth (STAR) program to meet the needs of high risk youth.

REHABILITATION COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: SERVICE DELIVERY SYSTEM Provide an integrated system of service delivery options which promotes consumer choice in the delivery of services leading to employment of choice, living as independently as possible, and accessing high quality services.		
Outcomes:		
Percent of Eligible People With Disabilities Placed in Competitive Employment or Other Appropriate Settings Who Are Served by Vocational Rehabilitation Services	60%	60%
Percent of Employed Rehabilitants Earning at Least Minimum Wage	88.1%	88.1%
Percent of People With Disabilities in Need of Vocational Rehabilitation Services Receiving Services	9.6%	9.6%
Percent of Population Provided Extended Rehabilitation Services Whose Salary Equals or Exceeds the Minimum Wage as Established by the Department of Labor	46.4%	46.4%
Percent of Population With Disabilities Maintaining Employment due to Personal Attendant Services	.2%	.2%
Percent of People in Need of Independent Living Services Receiving Services	.7%	.7%
Percent of Counties Served by Independent Living Services	8.3%	8.3%
Percent of Eligible People With Disabilities in Need of Comprehensive Rehabilitation Services Receiving Services	5.1%	4.9%
Percent of Eligible People who are Deaf-Blind Multihandicapped in Need of Services Receiving Services	4.5%	4.5%
Percent of TRC Vocational Rehabilitation Client Population Receiving TRC Services More Than Once	3.1%	3.1%
A.1.1. Strategy: VOCATIONAL REHABILITATION Rehabilitate and place people with disabilities in competitive employment or other appropriate settings consistent with consumer choice and abilities.	$ 135,757,311	$ 147,648,700

Outputs:		
Number of Eligible Clients Provided Vocational Rehabilitation Services	92,927	97,923
Number of Eligible Clients Rehabilitated and Employed	20,810	21,427
Efficiencies:		
Cost per Client Rehabilitated and Employed	6,523	6,890
A.2.1. Strategy: EXTENDED REHABILITATION	$ 3,902,185	$ 3,902,185
Provide Extended Rehabilitation Services (ERS) which emphasizes community integrated employment and strive to expand employment opportunities for Texans with disabilities who need ongoing support to obtain and maintain employment offering competitive wages and benefits consistent with consumer choice.		
Outputs:		
Number of ERS Clients Working in Community Integrated Employment	685	685
Number of ERS Clients Working in Sheltered Employment	625	625
Average Hourly Wage of People Placed in Jobs Through Extended Rehabilitation Services	2.96	2.96
Efficiencies:		
Average Cost per Community Integrated Job	3,171	3,171
Average Cost per Sheltered Job	3,171	3,171
A.2.2. Strategy: PERSONAL ATTENDANT	$ 1,100,000	$ 1,400,000
Provide consumer-driven personal attendant services to support people with disabilities in competitive employment statewide.		
Outputs:		
Number of People Receiving Personal Attendant Services	136	174
Efficiencies:		
Cost per Person Receiving Personal Attendant Services	7,575	7,575
A.3.1. Strategy: INDEPENDENT LIVING CENTERS	$ 1,556,839	$ 1,556,839
TRC will work with independent living centers and the State Independent Living Council (SILC) to establish the centers as financially and programmatically independent from TRC and financially and programmatically accountable for achieving independent living outcomes with their clients.		
Outputs:		
Number of People Receiving Services From Independent Living Centers	3,068	3,068
Efficiencies:		
Cost per Person Served by Independent Living Centers	507	507
A.3.2. Strategy: INDEPENDENT LIVING SERVICES	$ 2,405,522	$ 2,417,876
Provide consumer-directed and counselor-supported independent living services to people with severe disabilities statewide.		
Outputs:		
Number of People Receiving Independent Living Services	1,513	1,513
Efficiencies:		
Cost per Person Receiving Independent Living Services	1,668	1,668
A.3.3. Strategy: TRAUMATIC REHABILITATION	$ 8,128,910	$ 8,128,910

Provide consumer-driven and counselor-supported comprehensive rehabilitation services for people with traumatic brain injuries or spinal cord injuries.		
Outputs:		
People Receiving Comprehensive Rehabilitation Services	417	402
Efficiencies:		
Cost per CRS Client	19,366	20,102
A.3.4. Strategy: DEAF-BLIND SERVICES	$ 1,996,540	$ 2,296,540
Provide an array of consumer-driven services to people who are deaf-blind multihandicapped so that they can live as independently as possible and expand parent/family training efforts.		
Outputs:		
Number of Persons Receiving Individualized Residential Services	71	81
Efficiencies:		
Cost per Deaf-Blind Multihandicapped Client Served	29,112	29,112
A.4.1. Strategy: TRANSITIONAL PLANNING	$ 406,905	$ 406,905
Provide a transition planning program for students with disabilities.		
Outputs:		
Number of Students Receiving Transition Planning Services	524	524
Efficiencies:		
Cost per Student Served	573	573
Total, Goal A: SERVICE DELIVERY SYSTEM	$ 155,254,212	$ 167,757,955
B. Goal: DISABILITY DETERMINATION		
Enhance service to persons with disabilities by achieving accuracy and timeliness within the Social Security Administration disability program guidelines and improve the cost-effectiveness of the decision-making process in the Disability Determination Services.		
Outcomes:		
Mean Processing Time as Measured by the Statistical Reporting System	105	105
B.1.1. Strategy: DISABILITY DETERMINATION	$ 56,428,515	$ 56,425,515
Enhance cost-effective methods in administering disability determination services		
Outputs:		
Number of Cases Determined	222,000	222,000
Efficiencies:		
Cost per Case Determination	276	278
C. Goal: PROGRAM INITIATIVES		
Strengthen the continuum of direct service programs with legislative and strategic initiatives which promote innovation in meeting the needs of Texans with disabilities and emphasize effective interaction with consumers and advocates.		
Outcomes:		
Percent of Total DD Plan Activities Initiated	85%	85%
C.1.1. Strategy: PROMOTION SERVICES	$ 3,588,662	$ 3,588,662

Promote the independence, productivity, and integration of people with developmental disabilities in Texas.		
Outputs:		
Number of State Plan Activities Initiated	45	45
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: CENTRAL ADMINISTRATION	$ 8,182,707	$ 8,182,708
D.1.2. Strategy: INFORMATION RESOURCES	$ 5,048,903	$ 5,048,903
D.1.3. Strategy: OTHER SUPPORT SERVICES	$ 4,178,405	$ 4,178,405
Total, Goal D: INDIRECT ADMINISTRATION	$ 17,410,015	$ 17,410,016
Grand Total, REHABILITATION COMMISSION	$ 232,681,404	$ 245,182,148
Method of Financing:		
General Revenue Fund	$ 41,702,755	$ 44,718,487
General Revenue Fund - Consolidated	8,773,081	8,773,081
Federal Funds	181,665,568	191,150,580
Interagency Contracts	540,000	540,000
Total, Method of Financing	$ 232,681,404	$ 245,182,148
Number of Positions (FTE)	2,497.5	2,497.5
Schedule of Exempt Positions and Per Diem of Commission Members		
Commissioner, Group 4	$84,975	$84,975
Per Diem of Commission Members	4,960	4,960

1. **Capital Budget**. None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of Federal Funds:		
a. Acquisition of Information Resource Technologies		
(1) Disability Determination Services Workstations	$ 500,000	$ U.B.
(2) Current Mainframe and Existing Operations	3,081,000	3,205,000

(3)	Open Systems	200,000	U.B.
(4)	Growth and Expansion	$ 499,500	$ 538,500
Total, Capital Budget		$ 4,280,500	$ 3,743,500

2. **Deaf-Blind Services.** It is the intent of the Legislature that residential services provided in facilities from appropriations for Deaf-Blind Multi-handicapped Services, access additional federal funding through the conversion to Intermediate Care Facilities for the Mentally Retarded under the state's long term care bed plan, or through the development of services under one of the state's medicaid waiver programs. Savings from the conversion of facilities are to be used to initiate new residential facilities or alternatives to serve deaf-blind individuals.

   It is also the intent of the Legislature that the Texas Rehabilitation Commission, the Texas Department of Mental Health and Mental Retardation, the Health and Human Services Commission, and the Texas Department of Human Services take all steps necessary to maximize the amount of medical assistance paid on behalf of residents of Deaf-Blind Multi-handicapped Strategy group homes, including exemption of these homes from the Intermediate Care Facilities bed planning priorities and the related 1/2 mile proximity rule.

3. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S. Article 6252-33, reimbursement of expenses for Advisory Committee Members, out of funds appropriated above, is limited to the following advisory committees: State Independent Living Council, Texas Rehabilitation Advisory Council, Planning Council for Developmental Disabilities, Medical Consultation Committee, Deaf-Blind Advisory Committee, Comprehensive Rehabilitation Advisory Committee, Community Rehabilitation Advisory Committee, and Regional Consumer Advisory Committee.

4. **Appropriation Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines, and miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made for Traumatic Rehabilitation including any other direct operating costs and employee matching costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

Retirement and Group Insurance

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: EMPLOYEES RETIREMENT SYSTEM		
A.1.1. Strategy: RETIREMENT CONTRIBUTIONS Provide an actuarially sound level of funding as defined by state law; estimated	$ 86,667,633	$ 89,267,662

Retirement and Group Insurance
(Continued)

A.1.2. Strategy: GROUP INSURANCE Provide a basic health care and life insurance program for general state employees; estimated	$ 193,415,965	$ 193,552,814
Total, Goal A: EMPLOYEES RETIREMENT SYSTEM	$ 280,083,598	$ 282,820,476
Grand Total, RETIREMENT AND GROUP INSURANCE	$ 280,083,598	$ 282,820,476
Method of Financing:		
General Revenue Fund, estimated	$ 162,611,479	$ 165,915,266
General Revenue Fund - Consolidated, estimated	931,789	943,969
General Revenue Fund - Dedicated, estimated	84,128	85,190
Federal Funds, estimated	116,456,202	115,876,051
Total, Method of Financing	$ 280,083,598	$ 282,820,476

Social Security

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: COMPTROLLER - SOCIAL SECURITY		
A.1.1. Strategy: STATE MATCH -- EMPLOYER Provide an employer match for Social Security contributions; estimated	$ 100,735,956	$ 103,758,034
A.1.2. Strategy: STATE MATCH -- EMPLOYEE Provide the state's contribution for the employee's share for Social Security; estimated	$ 53,946,991	$ 53,698,143
Total, Goal A: COMPTROLLER - SOCIAL SECURITY	$ 154,682,947	$ 157,456,177
Grand Total, SOCIAL SECURITY	$ 154,682,947	$ 157,456,177
Method of Financing:		
General Revenue Fund, estimated	$ 108,390,647	$ 111,397,931
General Revenue Fund - Consolidated, estimated	48,838	49,859
General Revenue Fund - Dedicated, estimated	61,705	62,964
Federal Funds, estimated	46,181,757	45,945,423
Total, Method of Financing	$ 154,682,947	$ 157,456,177

Bond Debt Service Payments

	For the Years Ending August 31, 1996	For the Years Ending August 31, 1997
Out of the General Revenue Fund:		
A. Goal: FINANCE CAPITAL PROJECTS To provide funding to the Texas Public Finance Authority for the payment of general obligation bond debt service requirements.		
A.1.1. Strategy: BOND DEBT SERVICE Make general obligation bond debt service payments in compliance with bond covenants.	$ 14,146,738	$ 16,047,925 & U.B.
Grand Total, BOND DEBT SERVICE PAYMENTS	$ 14,146,738	$ 16,047,925

Lease Payments

	For the Years Ending August 31, 1996	For the Years Ending August 31, 1997
Out of the General Revenue Fund:		
A. Goal: FINANCE CAPITAL PROJECTS To provide funding to the General Services Commission for payment to Texas Public Finance Authority for the payment of revenue bond debt service requirements.		
A.1.1. Strategy: LEASE PAYMENTS Make lease payments to the Texas Public Finance Authority on facilities financed through the Texas Public Finance Authority.	$ 4,975,638	$ 5,639,642
Grand Total, LEASE PAYMENTS	$ 4,975,638	$ 5,639,642

SPECIAL PROVISIONS RELATING TO ALL HEALTH AND HUMAN SERVICES AGENCIES

Sec. 2. **Special Provisions.** The following special provisions, unless otherwise specified, shall apply all health and human service agencies covered by this article.

1. **Night Shift Differential.** The Department of Mental Health and Mental Retardation and the Department of Health are authorized to pay an additional night shift salary differential not to exceed 10 percent of the monthly pay rate to personnel who work the 3 p.m. to 11 p.m. or the 11 p.m. to 7 a.m. shift or its equivalent.

2. **Services to Employees.** Out of the appropriations authorized, the Department of Mental Health and Mental Retardation and Department of Health may provide treatment and hospitalization, at the facilities under their direction, of employees injured in the performance of their duties and may reimburse employees in an amount not to exceed $500 per incident per employee for damage to eyeglasses, hearing aids, false teeth, and other prosthetic devices caused by agency clients.

3. **Charges to Employees and Guests.** Collections for services rendered employees and guests shall be made by a deduction from the recipient's salary or by cash payment in advance. Such deductions and other receipts for these services from employees and guests are hereby reappropriated to the facility. Refunds of excess collections shall be made from the appropriation to which the collection was deposited.

   a. As compensation for services rendered, any facility under the jurisdiction of the respective governing boards may provide free meals for food service personnel and volunteer workers, and may furnish housing facilities, meals and laundry service in exchange for services rendered by interns, chaplains in training, and student nurses.

4. **Gifts, Donations, and Federal Grants.**

   a. The state agencies covered by this section are authorized to accept gifts, donations, and federal grants for the programs and projects intended to improve the care and treatment of patients or students for which the agencies are responsible. Such gifts, donations, and grants are appropriated for the purposes for which they are made available, however, the respective agencies shall not incur any indebtedness which would necessitate a supplemental or additional appropriation nor deplete any of the funds appropriated to an amount which would necessitate a supplemental or additional appropriation.

   b. In carrying out the wishes of the donor within the meaning of this subsection, the state agencies are authorized to enter into such contracts with any person, firm, corporation or governmental agency as may be necessary.

   c. Any gifts, grants, or donations received pursuant to this subsection shall be expended only in accordance with the applicable provisions of this act, and subject to the restrictions stated herein.

5. **New or Additional Facilities.** No funds appropriated may be spent for constructing new or additional facilities or for the purchase of sites therefor, without specific authorization of the Legislature. All facilities shall be kept where they are located by the Legislature, and all new buildings to be constructed shall be on these sites unless otherwise specifically authorized by the Legislature. For the purpose of this subsection, specific authorization may be granted either by basic statute or special authorization in this act.

6. **Transfer of Fund Balances.** Any interest, payments on principal, or balances remaining as of August 31, 1995, in Fund No. 15, 16, 17, and 18 are to be transferred by the State

Comptroller and the State Treasurer to the General Revenue Fund either annually or semiannually.

7. **Revolving Petty Cash Funds.** Each facility under the Board of Health and Board of Mental Health and Mental Retardation may establish a petty cash fund to be maintained in cash or at a local bank. The petty cash fund, not to exceed $25,000, shall be used only for making emergency payments and small purchases which will increase the efficiency of the operation; for payments to client workers on a regular payday basis; for use as change funds in specific locations where financial activities of the agency require a change fund, and for supplies and equipment purchases for sheltered workshops.

8. **Out-patient Clinics.**

   a. Unless otherwise restricted, the Board of Health and Board of Mental Health and Mental Retardation shall charge for treatment and medication to patients treated on an out-patient basis at rates not to exceed the actual cost. An additional charge may be made for medication dispensed to patients at a rate not to exceed the cost to the State. Fee schedules for services and medications provided shall be reviewed on an annual basis. All fee schedules shall be based on the ability to pay on a sliding scale basis.

   b. Unless otherwise restricted, proceeds from the sale of medications and from treatment are hereby reappropriated to the respective out-patient clinics or facilities.

9. **Data Processing Personnel.** The Department of Health, Department of Human Services, Department of Mental Health and Mental Retardation, and the Department of Protective and Regulatory Services may pay an evening or night shift salary differential not to exceed fifteen percent (15%) of the monthly pay rate to personnel in data processing operations who work the 3:00 p.m. to 11:00 p.m. shift or 11:00 p.m. to 7:00 a.m. shift, or their equivalents. A weekend shift salary differential not to exceed five percent (5%) of the monthly pay rate may be paid to persons who work weekend shifts. The evening or night shift salary differential may be paid in addition to the weekend shift salary differential for persons working weekend, evening or night shifts.

10. **Interagency Transfers.** As an exception to other provisions of this act, the commissioner of Health and Human Services, established in Art. 4413 (502), V.T.C.S., is authorized to transfer funds between the health and human services agencies which receive appropriations in this article and are listed in Art. 4413 (502), V.T.C.S. with prior approval of the Governor and the Legislative Budget Board. No one transfer action may exceed 5% of the total yearly appropriation amount of the agency from which funds are being transferred. The total amount of transfers made in any fiscal year may not exceed 5% of total appropriations made to the agencies affected by this provision. All transfers that are made shall be reported to the Governor's Budget Office, the Governor and the Legislative Budget Board and the Comptroller of Public Accounts.

11. **Approval of Transfers of Medicaid - Title XIX Funds.** As an exception to other provisions of this act, a transfer that exceeds $1 million of Medicaid - Title XIX funds between strategies of an agency receiving appropriations in this article cannot be made without the prior approval of the commissioner of Health and Human Services established in Art. 4413 (502), V.T.C.S. The commissioner shall establish procedures that expedite the approval process. Within 14 days of the transfer, agencies are to submit a report to the Legislative Budget Board, Governor's Office of Budget and Planning, and the State Comptroller. The report shall include information regarding affected strategies; method of finance; performance measure changes; and full-time equivalent positions due to the transfer of Medicaid funding.

12. **Annual Report - Professional Fee Exemption.** It is the intent of the Legislature that the Annual Report required by the General Provisions of this Act shall not include professional fees paid for routine or special examinations for the purpose of determining eligibility of individuals for any of the programs administered by the Health, Welfare and Rehabilitation agencies, professional fees for treatment, services or care for individual recipients, or for providing special needs or appliances for individual recipients, but shall include fees for professional services or consultative services rendered for the general administration of the department.

13. **Disposition of State Funds Available Resulting from Federal Match Ratio Change.** In the event the Federal Medical Assistance Percentage should be greater than 61.84 percent for federal fiscal year 1997, the following departments shall be authorized to expend the state funds thereby made available only to the extent authorized in writing by the Legislative Budget Board: Department of Health; Department of Human Services; Department of Mental Health and Mental Retardation; and Department of Protective and Regulatory Services. A copy of such authorization shall be provided to the Comptroller of Public Accounts to assist in monitoring compliance with this provision.

14. **Costs Related to Co-location of Services and to Inter-agency Sharing of Support Functions and Services.** To provide an efficient and effective method of paying common support costs related to co-location of human services as required pursuant to the provision of V.T.C.S., Art., 4413(505), Sec. 3.08, and/or costs of performing support functions for multiple agencies, funds may be transferred between agencies for payment of such costs and agencies are authorized to deposit those funds into separate accounts for the purpose of paying shared costs including, but not limited to, postage, occupancy costs, equipment repair, telephones and telephone system costs, office printing costs, supplies, freight and transport costs, EDP systems, or other business functions. Each agency shall be responsible for monthly allocations of these costs to the original strategies.

15. **Contracts for Purchase of Client Services.** No funds appropriated to an agency may be utilized for contracts for the purchase of program-related client services unless:

    a. such contracts include clearly defined goals, outputs, and measurable outcomes which directly relate to program objectives;

    b. such contracts include clearly defined sanctions or penalties for noncompliance with contract terms and conditions;

    c. such contracts specify the accounting, reporting, and auditing requirements applicable to funds received under the contract;

    d. the agency has implemented a formal program using a risk assessment methodology to monitor compliance with financial and performance requirements under the contract, including a determination of whether performance objectives have been achieved; and

    e. the agency has implemented a formal program to obtain and evaluate program costs information to ensure that all costs, including administrative costs, are reasonable and necessary to achieve program objectives.

16. **Health and Human Service Agencies Progress Towards Co-location.** It is the intent of the Legislature that agencies under the jurisdiction of the Health and Human Services Commission are to make significant progress towards co-location and cooperation on relevant financial, service delivery, and administrative matters. As leases on office space expire the Health and Human Services Commission shall determine the feasibility of co-locating the agency or office

with other health and human services agency offices to enable the commission to achieve a cost-effective one-stop or service center method of health and human service delivery. Additionally, the State Purchasing and General Services Commission may not lease office space to service the needs of any health and human services agency unless the Health and Human Services Commission has approved the space for the agency. Agencies subject to the provisions of this rider are: Department of Aging, Commission on Alcohol and Drug Abuse, Commission for the Blind, Commission for the Deaf and hearing Impaired, Early Childhood Intervention, Department of Health, Department of Human Services, Juvenile Probation Commission, Department of Mental Health and Mental Retardation, Rehabilitation Commission, and Department of Protective and Regulatory Services. The Health and Human Services Commission shall report on the progress of co-location to the Governor, Lieutenant Governor, Speaker of the House and Members of the Seventy-fifth Legislature not later than December 1, 1996.

17. **Rates for Residential Placements.** None of the funds appropriated to the various state agencies for residential placements of clients shall be expended by the agencies unless the rates paid for residential placements do not exceed the maximum amount for each level of care recommended by the Health and Human Services Commission.

State agencies contracting directly with private residential care providers shall use a standard application form and shall require each contractor to submit cost reports according to procedures specified by the Commission. State agencies providing funds with which local units of government purchase residential services for children shall encourage use of the standard application form and cost report.

The State Auditor's Office shall review, on a biennial basis, the actual rates negotiated and paid by each agency for the provision of residential placements. The Auditor's review shall assess the extent to which each respective agency negotiated the most cost effective rate possible based on the demand for the respective service in the area.

RECAPITULATION - ARTICLE II
HEALTH AND HUMAN SERVICES
(General Revenue)

	For the Years Ending August 31, 1996	August 31, 1997
Aging, Department on	$ 6,854,445	$ 6,854,445
Rider Appropriations	15,000	15,000
Total	6,869,445	6,869,445
Alcohol and Drug Abuse, Commission on	27,457,445	27,457,265
Blind, Commission for the	8,466,812	8,702,672
Cancer Council	4,073,275	4,073,275
Children's Trust Fund of Texas Council		
Deaf and Hearing Impaired, Commission for the	788,804	788,654
Early Childhood Intervention, Interagency Council on	19,095,223	19,095,224
Health, Department of	2,263,094,370	2,461,122,003
Health and Human Services Commission	2,437,400	2,432,880
Human Services, Department of	1,260,845,985	1,268,643,906
Contingency Appropriations	300,000	300,000
Total	1,261,145,985	1,268,943,906
Mental Health and Mental Retardation, Department of	948,309,277	960,198,829
Protective and Regulatory Services, Department of	198,719,545	205,923,869
Rehabilitation Commission	41,702,755	44,718,487
Subtotal, Health and Human Services	$ 4,782,160,336	$ 5,010,326,509
Retirement and Group Insurance	162,611,479	165,915,266
Social Security	108,390,647	111,397,931
Subtotal, Employee Benefits	$ 271,002,126	$ 277,313,197
Bond Debt Service Payments	14,146,738	16,047,925
Lease Payments	4,975,638	5,639,642
Subtotal, Debt Service	$ 19,122,376	$ 21,687,567
TOTAL, ARTICLE II - Health and Human Services	$ 5,072,284,838	$ 5,309,327,273

RECAPITULATION - ARTICLE II
HEALTH AND HUMAN SERVICES
(General Revenue - Consolidated)

	For the Years Ending August 31, 1996	August 31, 1997
Aging, Department on	$ 80,000	$ 80,000
Alcohol and Drug Abuse, Commission on	1,525,699	1,525,698
Blind, Commission for the	1,510,000	1,515,000
Cancer Council		
Children's Trust Fund of Texas Council		
Deaf and Hearing Impaired, Commission for the		
Early Childhood Intervention, Interagency Council on		
Health, Department of	111,942,352	90,572,079
Health and Human Services Commission	705,264	705,264
Human Services, Department of	1,194,425	1,536,527
Mental Health and Mental Retardation, Department of		
Protective and Regulatory Services, Department of	10,999,294	9,000,706
Rehabilitation Commission	8,773,081	8,773,081
Subtotal, Health and Human Services	$ 136,730,115	$ 113,708,355
Retirement and Group Insurance	931,789	943,969
Social Security	48,838	49,859
Subtotal, Employee Benefits	$ 980,627	$ 993,828
Bond Debt Service Payments		
Lease Payments		
Subtotal, Debt Service	$	$
TOTAL, ARTICLE II - Health and Human Services	$ 137,710,742	$ 114,702,183

RECAPITULATION - ARTICLE II
HEALTH AND HUMAN SERVICES
(Federal Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Aging, Department on	$ 58,075,346	$ 58,312,845
Alcohol and Drug Abuse, Commission on	100,193,581	100,131,950
Blind, Commission for the	31,305,883	32,061,534
Cancer Council		
Children's Trust Fund of Texas Council	475,107	430,000
Deaf and Hearing Impaired, Commission for the		
Early Childhood Intervention, Interagency Council on	29,326,711	35,552,073
Health, Department of	4,142,427,423	4,391,928,755
Health and Human Services Commission	625,327	625,327
Human Services, Department of	2,155,670,722	2,254,598,265
Mental Health and Mental Retardation, Department of	394,553,066	402,415,769
Protective and Regulatory Services, Department of	312,084,419	318,721,193
Rehabilitation Commission	181,665,568	191,150,580
Subtotal, Health and Human Services	$ 7,406,403,153	$ 7,785,928,291
Retirement and Group Insurance	116,456,202	115,876,051
Social Security	46,181,757	45,945,423
Subtotal, Employee Benefits	$ 162,637,959	$ 161,821,474
Bond Debt Service Payments		
Lease Payments		
Subtotal, Debt Service	$	$
TOTAL, ARTICLE II - Health and Human Services	$ 7,569,041,112	$ 7,947,749,765

RECAPITULATION - ARTICLE II
HEALTH AND HUMAN SERVICES
(Other Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Aging, Department on	$	$
Alcohol and Drug Abuse, Commission on	1,301,190	1,301,190
Blind, Commission for the	106,000	106,000
Cancer Council		
Children's Trust Fund of Texas Council	1,465,315	898,100
Deaf and Hearing Impaired, Commission for the	377,000	377,000
Early Childhood Intervention, Interagency Council on		
Health, Department of	33,604,589	33,653,138
Health and Human Services Commission	1,444,133	1,444,133
Human Services, Department of	22,886,666	18,185,431
Mental Health and Mental Retardation, Department of	89,201,348	60,148,346
Protective and Regulatory Services, Department of	1,830,327	1,830,771
Rehabilitation Commission	540,000	540,000
Subtotal, Health and Human Services	$ 152,756,568	$ 118,484,109
Retirement and Group Insurance	84,128	85,190
Social Security	61,705	62,964
Subtotal, Employee Benefits	$ 145,833	$ 148,154
Bond Debt Service Payments		
Lease Payments		
Subtotal, Debt Service	$	$
TOTAL, ARTICLE II - Health and Human Services	$ 152,902,401	$ 118,632,263

RECAPITULATION - ARTICLE II
HEALTH AND HUMAN SERVICES
(All Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Aging, Department on	$ 65,009,791	$ 65,247,290
Rider Appropriations	15,000	15,000
Total	65,024,791	65,262,290
Alcohol and Drug Abuse, Commission on	130,477,915	130,416,103
Blind, Commission for the	41,388,695	42,385,206
Cancer Council	4,073,275	4,073,275
Children's Trust Fund of Texas Council	1,940,422	1,328,100
Deaf and Hearing Impaired, Commission for the	1,165,804	1,165,654
Early Childhood Intervention, Interagency Council on	48,421,934	54,647,297
Health, Department of	6,551,068,734	6,977,275,975
Health and Human Services Commission	5,212,124	5,207,604
Human Services, Department of	3,440,597,798	3,542,964,129
Contingency Appropriations	300,000	300,000
Total	3,440,897,798	3,543,264,129
Mental Health and Mental Retardation, Department of	1,432,063,691	1,422,762,944
Protective and Regulatory Services, Department of	523,633,585	535,476,539
Rehabilitation Commission	232,681,404	245,182,148
Subtotal, Health and Human Services	$ 12,478,050,172	$ 13,028,447,264
Retirement and Group Insurance	280,083,598	282,820,476
Social Security	154,682,947	157,456,177
Subtotal, Employee Benefits	$ 434,766,545	$ 440,276,653
Bond Debt Service Payments	14,146,738	16,047,925
Lease Payments	4,975,638	5,639,642
Subtotal, Debt Service	$ 19,122,376	$ 21,687,567
TOTAL, ARTICLE II - Health and Human Services	$ 12,931,939,093	$ 13,490,411,484
Number of Positions (FTE)	63,145.5	62,586.5

ARTICLE III

EDUCATION

Section 1. The several sums of money herein specified, or so much thereby as may be necessary, are appropriated out of any funds in the State Treasury not otherwise appropriated, or out of special funds as indicated, for the support, maintenance, or improvement of the designated agencies and institutions of education.

CENTRAL EDUCATION AGENCY

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: EQUITY AND ACHIEVEMENT		
The public school system will attain excellence and equity in achievement for all students.		
Outcomes:		
Percent of Equalized Revenue in the Foundation School Program	98%	98%
Percent of Students in Districts With Substantially Equal Access to Revenues	83%	87%
Percent of Students Passing All Tests Taken	60%	62%
Average Percent Passing All Tests Taken on Lowest Performing Three Percent of Campuses	20%	20%
Percent of Students Not in Special Education Who Take All Tests	90%	90%
Percent of Special Education Students Who Take All Tests	36%	38%
Percent of African American Students Passing All Tests Taken	45%	48%
Percent of Hispanic Students Passing All Tests Taken	45%	48%
Percent of White Students Passing All Tests Taken	69%	70%
Percent of Economically Disadvantaged Students Passing All Tests Taken	45%	48%
Percent of Students Mastering All TAAS Objectives	12%	14%
Annual State Dropout Rate for All Students	3.25%	3.2%
Annual Statewide Dropout Rate for the Student Group With the Highest Rate	4.85%	4.8%
Percent of Special Education Students With Transition Plans Employed or in a Post-Secondary Program One Year After Graduation/Exit from School	65%	65%
Percent of Students With a Concentration in Career and Technology Education Placed on the Job or in a Post-Secondary Program in a Field Related to Their Graduation Plan.	75%	75%
Percent of Students Exiting Bilingual/ESL Programs Successfully	46%	48%
Percent of Students in State-Funded Optional Extended Year Program Promoted to the Next Grade Level as a Result of the Program	90%	90%
Percent of Public School Teachers Who Are African American	8.3%	8.3%
Percent of Public School Teachers Who Are Hispanic	15.5%	15.5%
Percent of Public School Administrators Who Are Minorities	28.4%	28.4%
Percent of Teachers Trained by Centers for Professional Development and Technology Passing ExCET Tests	91%	92%
Percent of Districts Rated Exemplary or Recognized	6.5%	7%
Percent of Districts Rated Accredited Warned	2%	2%
Percentage Point Increase in Percent of Students Passing All Tests Taken on Low-Performing Campuses Assisted After an Accreditation Visit	10%	10%
Percent of Districts Showing Improved Student Learning After State Intervention	90%	90%
Percent of Districts With Consistent Test Scores Among All Ethnic Groups (African American, Hispanic, White)	5%	7%

Percent of Students Retained in Grade	5%	5%
Percent of Campuses Rated Exemplary or Recognized	11%	11.5%
Percent of Campuses Rated Low Performing	7.5%	7%
Dropout Rate for Pregnant Teens or Teen Parents in Districts With State-Funded Teen Pregnancy and Parenting Programs	12%	12%
Percent of Children of School-Age Parents Receiving Instructional Programs Through School-Linked Child Care	60%	60%
Percent of Public School Children Participating in the School Lunch Program	60%	60%
Percent of Adult Learners Who Complete the Level in Which They Are Enrolled	36%	36%
A.1.1. Strategy: SCHOOL FINANCE SYSTEM	$ 8,308,889,460	$ 8,667,538,587
Support the development and implementation of a sound school finance system, disburse Foundation School Program formula funding to school districts, and ensure that formula allocations are accounted for in an accurate and appropriate manner.		
Outputs:		
Total Average Daily Attendance (ADA)	3,472,282	3,552,143
Students Served By Special Education Services	395,913	405,336
Students Served By Compensatory Education Programs and Services	1,817,436	1,910,327
Students Served By Career and Technology Education Courses	508,847	525,638
Students Served By Bilingual Education/ESL Programs	426,634	465,586
Students Served By Gifted and Talented Programs	234,044	238,654
Efficiencies:		
Average Cost of Instructional Program per Student	3,243	3,470
Percent of Operating Funds Spent on Instruction	68%	68%
State Aid per Pupil	2,301	2,353
Local Revenue per Pupil	2,552	2,541
Districts With Excessive Administrative Costs	100	100
Explanatory:		
Special Education Full-Time Equivalents (FTEs)	149,604	153,969
Career and Technology Education FTEs	109,034	112,691
Bilingual Education/ESL ADA	383,345	415,744
Gifted and Talented ADA	166,203	169,432
Reduction in Net State Costs Tied to Chapter 36 Wealth-Sharing Options (in Millions)	418	415
A.1.2. Strategy: TEXTBOOKS	$ 429,168,450	$ 106,564,299 & U.B.
Adopt and distribute textbooks to ensure that students have equitable access to instructional materials.		
Outputs:		
Textbooks and Learning Systems Purchased	5,778,480	3,000,000
Textbook Orders Reviewed and Processed	7,500	7,500
Textbooks Refurbished and/or Redistributed	200,000	200,000
Efficiencies:		
Average Cost per Textbook/System Purchased	36	36
Explanatory:		
Ratio of Adoptions of Automated Learning Systems to Adoptions of Textbooks	.079	.079
A.1.3. Strategy: LEADERSHIP AND SUPPORT	$ 1,010,969,941	$ 1,040,609,742
Provide leadership and support needed by campuses/ districts to implement practices that will		

fundamentally revise the way we approach learning for all students and enable each student to meet or exceed anticipated levels of performance.		
Outputs:		
Students Served By Regional Day Schools for the Deaf	4,446	4,446
Students Served By Statewide Programs for the Visually Handicapped	5,680	6,134
Students Served in Summer School Programs for LEP	23,713	23,713
Students Participating in Dual Language Programs	500	600
Campuses Demonstrating Incremental Gain in Student Achievement	1,800	1,900
Personnel Trained in New School District Accounting System	1,400	1,400
Successful Exemplary Practices at the Campus/District Level Identified and Disseminated Statewide	242	242
Campuses Assisted After an Accreditation Visit	300	300
Schools With Approved Optional State-Funded Extended Year Programs	1,000	1,000
Students Served By Approved Optional State-Funded Extended Year Programs	80,000	80,000
Number of Students in Alternative Programs for Serious Offenders		6,630
Number of Districts Operating Campuses with Programs for Serious Offenders		200
Explanatory:		
Partnership Schools	99	99
Alliance Schools	55	60
Texas Excellence and Equity Initiative Schools	480	480
Investment Capital Fund Schools	76	76

A.1.4. Strategy: TECHNOLOGY AND SUPPORT	$ 15,000,000	$ 15,000,000
Provide appropriate technology and support services which enhance student performance and promote the effective and efficient operation of schools.		
Outputs:		
Total Active IDs on TENET	56,000	64,000
Hours of T-STAR Programming Broadcast	200	252
Research Products Made Available to School Districts Through ESCs	25	30
Students Provided Access to Sites Connected to Library Services	150,000	300,000

A.1.5. Strategy: FSP-SCHOOL FACILITIES	$ 170,000,000	$ U.B.
Support the implementation of an equalized school facilities program and disburse facilities funds to local districts through the Foundation School Program		
Outputs:		
Number of Districts Receiving Facilities Aid	291	

A.2.1. Strategy: PROFESSIONAL DEVELOPMENT	$ 17,765,485	$ 17,765,485
Design and implement a professional development system that builds knowledge, skills, and attitudes necessary to achieve excellence and equity at campus, district, region, and state levels.		
Outputs:		
Professional Development Initiatives Planned and Implemented by Centers for Professional Development and Technology	2,146	2,146

Efficiencies:		
Average Cost per Teacher Trained	106.37	106.37
Average Cost per Day of Training	953.45	953.45
A.3.1. Strategy: LEARNING OUTCOMES	$ 6,551,144	$ 6,551,144
Derive, promote, and implement measurable learning outcomes which define students/learners as independent and productive citizens.		
Outputs:		
Proposed Textbooks Reviewed and Processed	36	36
A.3.2. Strategy: STUDENT ASSESSMENT	$ 19,000,000	$ 25,000,000
Evaluate and report the extent to which students/ learners are attaining measurable learning outcomes and the extent to which the state is meeting its planned objectives.		
Outputs:		
Average Amount of Award for Schools Receiving a Texas Successful Schools Award	5,400	5,400
Student Tests Administered	5,500,000	6,000,000
Indicators Developed and Reviewed for Inclusion in the AEIS	9	9
Student Exams Developed	62	69
A.3.3. Strategy: ACCOUNTABILITY SYSTEM	$	$ 5,000,000
Develop and implement a comprehensive accountability system which targets excellence and equity, measures attainment of learning outcomes, and promotes effective educational practices and reforms.		
Outputs:		
School Districts Receiving State Intervention Strategies	20	20
School Districts Receiving Onsite Peer Reviews as a Result of Accreditation Status	125	150
Districts Participating in the Results-Based Monitoring System	125	160
School Practitioners Recruited and Trained Through the Texas School Improvement Initiative (TSII)	1,000	1,000
Complaint Investigations Conducted	18,000	18,000
A.4.1. Strategy: FAMILY/COMMUNITY SUPPORT	$ 611,833,317	$ 621,983,317
Act as a catalyst and develop programs for the provision of family and community supports needed for student success in school.		
Outputs:		
0-5 Year-Olds Served By Special Education Early Childhood Services	31,444	33,428
Pregnant Teens Served By Teen Pregnancy and Parenting Programs	7,939	8,525
Students Served By Noneducational Community-Based Support Services	145	145
Average Number of School Lunches Served Daily	1,951,000	1,951,000
Campuses Participating in the Communities in Schools Program	322	409
Efficiencies:		
Average Cost per Student Served By Special Education Early Childhood Services	608	608
Average Cost Per School Lunch Served	1.17	1.18

A.5.1. Strategy: ADULT EDUCATION/LITERACY	$ 37,808,188	$ 37,808,188
Build an equitable adult education and literacy program within the total school system based on adequate funding, effective instructional and support services, a qualified and trained workforce, and a comprehensive information system for accountability.		
Outputs:		
Students Served Through the State's Adult Education Cooperatives	209,500	209,500
Contact Hours for Adult Learners in Adult Education and Literacy Programs	8,333,333	8,333,333
Certificates of High School Equivalency (GED) Issued	56,000	56,000
GED Testing Sites	205	205
A.5.2. Strategy: WINDHAM SCHOOL SYSTEM	$ 57,622,568	$ 57,801,859
Outputs:		
Inmates Served in Vocational Programs Offered by the Windham School	17,184	17,238
Inmates Served in Academic Programs Offered by Windham School System	56,733	56,911
Contact Hours Received by Inmates of the Windham School System	18,019,982	18,076,782
Total, Goal A: EQUITY AND ACHIEVEMENT	$10,684,608,553	$10,601,622,621
B. Goal: EQUITY & ACHIEVEMENT-OPER		
The Texas Education Agency will attain excellence and equity in achievement for all students and learners in the Texas public schools through operations		
B.1.1. Strategy: SCHOOL FINANCE-OPERATIONS	$ 3,553,966	$ 3,601,005
School Finance System - Operations		
B.1.2. Strategy: TEXTBOOKS - OPERATIONS	$ 1,549,322	$ 1,543,124
Adopt and distribute textbooks - Operations		
B.1.3. Strategy: LEADERSHIP-OPERATIONS	$ 9,929,516	$ 6,576,472
Leadership and support - Operations		
B.1.4. Strategy: TECHNOLOGY - OPERATIONS	$ 2,235,751	$ 2,463,494
Technology and support services - Operations		
B.2.1. Strategy: PROFESSIONAL DEV-OPER	$ 2,077,706	$ 1,966,444
Professional development - Operations		
B.3.1. Strategy: LEARNING - OPERATIONS	$ 2,356,945	$ 2,359,004
Measurable learning outcomes - Operations		
B.3.2. Strategy: ASSESSMENT - OPERATIONS	$ 2,060,477	$ 2,058,164
Student assessment - Operations		
B.3.3. Strategy: ACCOUNTABILITY-OPERATIONS	$ 8,269,403	$ 8,272,579
Accountability system - Operations		
B.4.1. Strategy: COMMUNITY - OPERATIONS	$ 2,501,834	$ 2,088,929
Family and community support services - Operations		
B.5.1. Strategy: ADULT EDUCATION - OPERATIONS	$ 1,349,013	$ 1,352,903
Total, Goal B: EQUITY & ACHIEVEMENT-OPER	$ 35,883,933	$ 32,282,118
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: CENTRAL ADMINISTRATION	$ 3,598,454	$ 3,591,191
C.1.2. Strategy: INFORMATION RESOURCES	$ 5,997,427	$ 5,985,317

C.1.3. Strategy: OTHER SUPPORT SERVICES	$ 2,398,970	$ 2,394,126
Total, Goal C: INDIRECT ADMINISTRATION	$ 11,994,851	$ 11,970,634
D. Goal: EDUCATOR CERTIFICATION BOARD The State Board for Educator Certification will oversee certification for public school educators.		
D.1.1. Strategy: CERTIFICATION Develop and implement a plan to fundamentally revise the way we approach teaching, increase the number of certified teachers, increase the number of minorities in the education profession, respond to specific teacher shortages, and increase the number of teachers available in rural and inner city areas.	$ 2,105,595	$ 1,857,427
Outputs:		
Teacher Certificates Issued	40,000	40,000
Teachers Certified Through Alternative Certification Programs	2,400	2,500
Prospective Teachers Contacted Through Agency Coordinated Efforts	44,500	44,500
Efficiencies:		
Average Cost per Teacher Trained in Alternative Certification Programs	4,000	4,000
Percent of Teacher Credentials Issued Within 60 Days of Receipt	90%	90%
Explanatory:		
Percent of Public School Students Who are African American	14.3%	14.3%
Percent of Public School Students Who are Hispanic	36.7%	37.3%
Grand Total, CENTRAL EDUCATION AGENCY	$10,734,592,932	$10,647,732,800
Method of Financing:		
General Revenue - Related		
General Revenue Fund	$ 63,111,267	$ 63,250,227
Available School Fund No. 002, estimated	903,324,776	1,090,281,043
State Textbook Fund No. 003	431,701,224	109,102,733
Foundation School Fund No. 193, estimated	7,394,841,576	7,436,234,115
Subtotal, General Revenue - Related	$ 8,792,978,843	$ 8,698,868,118
General Revenue Fund - Consolidated		
Certification Fees, estimated	3,266,054	3,221,292
GED Fees, estimated	378,720	379,917
Guaranteed Bond Program, estimated	15,327	15,376
Miscellaneous Fees, estimated	242,675	232,165
Earned Federal Funds	2,176,468	2,181,065
Subtotal, General Revenue Fund - Consolidated	$ 6,079,244	$ 6,029,815
Federal Funds		
Federal Health, Education and Welfare Fund No. 148, estimated	923,294,821	923,318,461

Federal School Lunch Fund No. 171, estimated	565,057,088	575,065,983
Federal Funds, estimated	13,690,494	13,763,145
Subtotal, Federal Funds	$ 1,502,042,403	$ 1,512,147,589
Other Funds		
Telecommunications Infrastructure Fund	15,000,000	15,000,000
Appropriated Receipts - Attendance Credits, estimated	418,098,045	415,292,395
Interagency Contracts, estimated	394,397	394,883
Subtotal, Other Funds	$ 433,492,442	$ 430,687,278
Total, Method of Financing	$10,734,592,932	$10,647,732,800
Number of Positions (FTE)	914.5	847.0
Schedule of Exempt Positions		
Commissioner of Education, Group 6	$156,014	$156,014

1. **Capital Budget**: None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Acquisition of Information Resource Technologies		
(1) Mainframe Equipment Lease Payments (1996 amount is lease payment on 1995 acquisition. 1997 amount is lease payment on requested 1997 acquisition.)	$ 130,000	$ 130,000
(2) Local Area Network	89,775	65,925
(3) Microcomputer Hardware and Software	95,002	85,003
(4) Microcomputer Hardware/Software for Training	$	$ 54,798
Total, Acquisition of Information Resource Technologies	$ 314,777	$ 335,726
b. Acquisition of Capital Equipment and Items		
(1) Reproduction Equipment	30,686	30,686
(2) Enterprise Online Documentation	$ 30,000	$
Total, Acquisition of Capital Equipment and Items	$ 60,686	$ 30,686
c. Lease Payments to the Master Equipment Lease Purchase Program for FY 1992-93 acquisitions	$ 13,426	$
Total, Capital Budget	$ 388,889	$ 366,412

Method of Financing (Capital Budget):

General Revenue Fund	$ 263,856	$ 209,792
Available School Fund No. 002	9,818	9,873
State Textbook Fund No. 003	6,682	7,469
Foundation School Fund No. 193	9,330	13,937
General Revenue - Consolidated	19,143	19,026
Earned Federal Funds	11,099	11,201
Interagency Contracts	272	273
Federal Health, Education and Welfare Fund No. 148	62,128	88,189
Federal School Lunch Fund No. 171	6,561	6,652
Total, Method of Financing	$ 388,889	$ 366,412

2. **Chapter 16 Formula Funding**. Out of the funds appropriated above, a total of $8,392,536,787 in fiscal year 1996 and $8,757,685,914 in fiscal year 1997 shall represent the sum-certain appropriation to the Foundation School Program under Section 16.254 of the Texas Education Code. The Foundation School Fund Budget Committee is authorized to adjust the amounts of the basic and special allotments in accordance with Section 16.256(c) of the Texas Education Code, but the total appropriation may not exceed the sum-certain amount. The Commissioner shall make allocations to local school districts under Section 16.254 based on the March 1995 estimates of average daily attendance and local district tax rates and the Final 1994 property values. Property values shall be increased by 1.86 percent for 1997, as estimated by the Comptroller of Public Accounts.

3. **Transportation Cost Allotment.** Pursuant to Section 16.156 of the Texas Education Code, the appropriation for funding regular transportation programs for the 1995-96 and 1996-97 school years shall be calculated on the following basis:

Linear Density Grouping	Allocation Per Mile of Approved Route
2.40 and above	$1.43
1.65 to 2.40	1.25
1.15 to 1.65	1.11
.90 to 1.15	.97
.65 to .90	.88
.40 to .65	.79
up to .40	.68

Pursuant to Section 16.156 of the Texas Education Code, the maximum mileage rate for special education transportation shall be $1.08 per mile. Private transportation rates shall be $0.25 per mile or a maximum of $816 per pupil for both special education and isolated areas as defined in sub-sections 16.156(g) and 16.156(e).

4. **Education Service Centers.** The Central Education Agency shall continue and improve as necessary a standardized reporting system for Regional Education Service Center budgets and personnel rosters including salaries, consultant services, and fringe benefits. Financial information shall reflect uniformity in account code classifications. In order to expend state funds, Regional Education Service Centers must comply with this reporting requirement and provide the necessary information to the Commissioner of Education. The Commissioner shall furnish these reports to the State Board of Education for transmittal, along with

recommendations for change, modification, or improvement, to the Legislative Budget Board and the Governor's Budget and Planning Office. Regional Education Service Centers shall be prohibited from purchasing land and acquiring buildings without prior authorization from the Commissioner of Education.

5. **Unobligated Balances of Education Service Centers.** It is the intent of the Legislature that the reference to "funds available" in Section 11.32(f), Texas Education Code, includes funds maintained by regional education service centers as unobligated balances. In allocating appropriated funds to Education Service Centers, the Commissioner of Education shall take into account to the extent possible under law the ability of each regional education service center to fund its programs using unobligated state funds.

6. **Windham Schools.** Out of funds appropriated above in Item A.5.2., Windham School System, the Commissioner of Education shall allocate from the Foundation School Fund amounts not to exceed $57,622,568 in fiscal year 1996 and $57,801,859 in fiscal year 1997 to the Windham School System within the Texas Department of Criminal Justice. These funds are to be expended only for academic and vocational educational programs approved by the Texas Education Agency. The Commissioner shall allocate funds to the Windham Schools based on contact hours for the best 180 of 210 school days in each year of the biennium. The contact hour rates for the 1996-97 biennium are the following: $3.23452 for academic education, $2.88743 for vocational education, $5.65945 for special education, and $0.62265 for bilingual education.

7. **Windham Administration.** Out of the funds appropriated above in Item A.5.2., Windham School System, the amounts of $14,072,568 in 1996 and $14,251,859 in 1997 are allocated for the Windham School System to use at expansion units of the Texas Department of Criminal Justice. Not more than 6 percent of these funds may be used for general or instructional administration.

8. **Audit Adjustments.** When reviews and audits of allocations to school districts reveal the allocations previously made were greater or less than the amounts found to be due, the Central Education Agency is authorized to recover or pay the sums necessary to adjust to the correct amounts. All such amounts recovered shall become a part of the Foundation School Fund or General Revenue Fund, and the amounts necessary to make such additional payments to the school districts are hereby appropriated from the Foundation School Fund or General Revenue Fund. Of the amounts recovered, the first $6,000,000 shall be used during fiscal year 1996 for the purpose of providing parents the opportunity to view student assessment instruments as required by applicable law. The next $6,000,000 shall be transferred to the unobligated portion of the General Revenue Fund. Any remaining balances to the state are hereby appropriated, if necessary, to make Chapter 16 formula funding allocations to school districts.

9. **State Textbook Fund.** Any amount expended for Textbook Administration, including new textbooks, rebinding, and other related expenses, shall be paid out of the State Textbook Fund. A transfer of funds from the Available School Fund to the State Textbook Fund is authorized in an amount which, together with other revenues of the State Textbook Fund, is sufficient to finance the sum-certain appropriation from the State Textbook Fund for each fiscal year. The expenditure of such funds shall not be subject to the limitations in Rider 30, Limitation on Transferability.

10. **Day-care Expenditures.** It is expressly provided that the pre-school day care programs, such as the Early Childhood Program for Educationally Disadvantaged Children and Special Education and Training for Pre-School Handicapped Children administered by the Texas Education Agency, are day-care programs. The funds expended in those programs on behalf

of children meeting eligibility requirements in accordance with interagency contracts with the Texas Education Agency under the day care program of the Social Security Act shall be considered as expenditures for day care.

11. **Loss Due to Property Value Decline.** The Commissioner of Education is authorized to distribute no more than $26,000,000 in each fiscal year under Section 16.252(e) of the Texas Education Code, to the extent that excess funds are available under the Foundation School Program. It is the intent of the Legislature that, in expending these funds by making adjustments in the local share, the Commissioner shall consider only the amount of property value decline in each school district that is in excess of eight percent in taxable values. To the extent that entitlements under 16.252(e) exceed appropriated amounts, the Commissioner shall reduce adjustments using the same formula for proration of state aid under section 16.254 of the Texas Education Code.

12. **Governor's School.** Out of funds appropriated for Item A.1.3., Leadership and Support, $100,000 in each fiscal year is allocated to the Governor's School Program, which is a residential program designed to meet the needs of gifted secondary students in the state. These allocated funds are contingent upon the deposit in the State Treasury of contributions or donations in the amount of $100,000 by June 1, 1996, for fiscal year 1996, and in the amount of $100,000 by June 1, 1997, for fiscal year 1997. In the event that contributions or donations deposited in the State Treasury for each fiscal year total less than $100,000, the allocation is reduced to an amount which equals the total contributions or donations received.

13. **Grants for Education Service Centers.** From the general revenue related funds appropriated in Item A.1.3., Leadership and Support, $1,500,000 in each fiscal year is allocated for distribution as competitive grants for regional education service centers for innovative regional strategies or programs and emergency grants to small and isolated school districts for core services under Section 8.123 of the Texas Education Code.

14. **Professional Staff Development.** Out of the funds appropriated above in Item A.2.1., Professional Development, $16,000,000 in each fiscal year shall be used to provide pre-service and staff development training in technology and innovative teaching practices for public school teachers and administrators, to include the following allocations:

    - $1,000,000 in each fiscal year for the elementary, middle and high school mentor program; and

    - $250,000 in each fiscal year for the Superintendents Leadership Training Academy at Lamar University.

    The Commissioner shall evaluate any program funded under this section and programs that do not demonstrate a positive effect on administrator, teacher or student performance shall be discontinued.

15. **Federal Funds for Vocational Education.** The Commissioner of Education is authorized to receive and disburse in accordance with plans acceptable to the responsible federal agency and as directed by the State Board of Vocational Education all federal funds that are made available to the State of Texas for such purposes and such other activities as come under the authority of the State Board for Vocational Education, and such funds are appropriated to the specific purpose for which they are granted.

16. **Receipt and Use of Federal Funds.** The proper officer or officers of the Central Education Agency are hereby authorized to make application for and accept any other gifts, grants or allotments from the United States Government, earned federal funds or other sources to be

used on cooperative and other projects and programs in Texas. Any such federal and other funds (excluding earned federal funds) as may be deposited in the State Treasury are hereby appropriated to the specific purposes authorized by the Federal Government and other contracting organizations, and the State Board of Education is authorized to expend these funds in accordance with the terms of the contract with the contracting agency. It is the intent of the Legislature that when entering into any contract or plan with the Federal Government, the State Board of Education shall give prime consideration to preserving maximum local control for school districts.

17. **Training Programs for School Personnel and Parents of Students With Autism.** It is the intent of the Legislature that the Texas Education Agency continue to implement a program of staff development for school personnel and parents of students with autism. A sum not to exceed $50,000 in each fiscal year shall be expended for this purpose.

18. **Appropriation of Registration Fees.** The Texas Education Agency is authorized to deposit and expend registration fees collected for educational program conferences. Any unexpended balance will be transferred to the General Revenue Fund.

19. **Student Testing Program.** In accordance with the provisions of sections 16.152(c) and 35.031 of the Texas Education Code, the funds appropriated from the Foundation School Fund for the compensatory education allotment may be used to cover the cost of preparing, administering and grading assessment instruments in the student testing program. The expenditure of such funds shall not be subject to the limitation in Rider 30, Limitation on Transferability.

20. **Use of Administrative Funds for School Nutrition Programs.** It is the intent of the Legislature that federal administration funds allocated to Texas for the administration of child nutrition programs not be permitted to lapse. The Central Education Agency shall explore all possible uses of such funds, including efforts to (a) serve a higher percentage of eligible students with the school breakfast program and (b) increase the number of districts that participate in the Summer food program.

21. **Advisory Committees**. None of the funds appropriated in this Act may be used to pay or reimburse the direct expenses of Texas Education Agency advisory committees unless the commissioner determines in writing that a specific advisory committee is essential to the mission of the Texas Education Agency.

22. **Vacation Leave for Commissioner of Education.** Notwithstanding any provision of the General Appropriations Act to the contrary, the Commissioner of Education is entitled to accrue and carry forward vacation leave at the highest rate authorized for employees by the General Provisions of this Act.

23. **Transfers to Education Service Centers.** The Commissioner of Education is authorized to transfer any of the funds appropriated for Agency Administration to the regional education service centers for purposes deemed appropriate by the Commissioner. Prior to making such transfers, the Commissioner shall submit to the Legislative Budget Board for its review a summary of the services to be transferred and the funding level associated with the proposed transfer. Notice of any transfers shall be filed with the Governor's Budget and Planning Office, Legislative Budget Board, State Auditor, and Legislative Reference Library. The commissioner may not transfer funds to regional education service centers to be used to produce textbooks in braille if textbooks can be obtained for comparable quality at a lower cost from a private provider. No funds appropriated to regional education service centers may be used to hire a person to do lobbying.

24. **Regional Day Schools for the Deaf.** Funds appropriated above for Regional Day Schools for the Deaf shall be allocated on a weighted full time equivalent basis. The commissioner of education shall determine an appropriate weight for use beginning in the 1995-96 school year. Notwithstanding other provisions of this Act, if the allocations total more than $33,133,200 in each year, the commissioner shall transfer sufficient amounts from other available funds to provide the full allocation.

25. **Summer School for Children with Limited English Proficiency.** Out of funds appropriated for Item A.1.3., Leadership and Support, $3,800,000 in each fiscal year is allocated for summer school programs for children with limited English proficiency as authorized under Section 21.458 of the Texas Education Code.

26. **Engineering and Science Recruitment Fund.** Out of funds appropriated for Item A.4.1., Family and Community Support, $400,000 in each fiscal year is allocated to the Engineering Science Recruitment Fund for programs outlined in Subchapter M of Chapter 51 of the Texas Education Code.

27. **Statewide Programs for Students Who Are Visually Impaired.** Out of funds appropriated for Item A.1.3., Leadership and Support, $6,005,267 in each fiscal year is allocated for statewide programs for students who are visually impaired as authorized under Section 11.052 of the Texas Education Code.

28. **Noneducational Community-based Support Services.** Out of funds appropriated for Item A.1.3., Leadership and Support, $1,000,000 in each fiscal year is allocated for noneducational community-based support services for certain students with disabilities as authorized under Section 21.512 of the Texas Education Code.

29. **Professional Staff Development for Serving Students with Disabilities in Integrated Settings.** Out of the federal discretionary funds awarded to the Texas Education Agency through the Individuals with Disabilities Education Act (IDEA), Part B and appropriated above, the Commissioner shall set aside $10,000,000 during the biennium to fund capacity building projects, including follow-up staff development and support, for school districts to serve students with disabilities in integrated settings.

30. **Limitation on Transferability.** Notwithstanding the General Provisions of this Act, none of the funds appropriated above in Goal A., Equity and Achievement may be transferred to Goal B., Equity & Achievement-Operations, or Goal C., Indirect Administration. Further, the Texas Education Agency shall have authority to transfer up to 35% from one appropriation item to another appropriation item within Goal A, and within and between Goals B and C.

31. **Long Range Plan for Technology.** Contingent on the enactment of H.B. 2128 or similar legislation, out of funds appropriated from the Telecommunications Infrastructure Fund in Item A.1.4., Technology and Support, the Commissioner shall allocate an amount not to exceed $15,000,000 in each year for implementation of the Long Range Plan for Technology as provided by Section 32.001, Texas Education Code, contingent on enactment of Senate Bill 1 or similar legislation, and for the Statewide Database of Public School Library Holdings. The expenditure of such funds shall not be subject to the limitations in Rider 30, Limitation on Transferability.

32. **Appropriation for State Schools.** Out of general revenue related funds appropriated above in Item A.1.3., Leadership and Support, an amount of $1,129,167 in each fiscal year is allocated for payments to state operated schools under Sections 30.83 and 11.031 of the Texas Education Code.

33. **Estimated Appropriation for Incentive Aid**. Out of general revenue related funds appropriated above in Item A.1.3., Leadership and Support, an estimated amount of $1,752,050 in each fiscal year is allocated for incentive aid payments under Subchapter G of Chapter 23 of the Texas Education Code.

34. **Payments to Texas School for the Blind and Visually Impaired and Texas School for the Deaf.** Pursuant to Section 21.507(f) of the Texas Education Code, the State Board of Education shall adopt rules that ensure that all local school districts whose students are placed at the Texas School for the Blind and Visually Impaired and the Texas School for the Deaf shall share in the cost of each student's education as required by Section 21.507(a). It is the intent of the Legislature that budget balanced school districts reimburse the Texas School for the Blind and Visually Impaired and the Texas School for the Deaf from the General Operating Fund of those districts within 60 days of receipt of a voucher from the receiving school.

35. **Notification of Changed Accreditation Status.** At the time a school district is notified of a change in its accreditation status, the Texas Education Agency shall also notify the State Senators and Representatives that represent the affected school district.

36. **Accreditation Review of Low-Performing School Districts.** The Commissioner of Education shall, in each year of the biennium, identify school districts and campuses in which students tested at the appropriate grade levels failed to meet standards and criteria established by the Commissioner. Notwithstanding rules adopted by the State Board of Education under Sections 21.753 and 21.7531 of the Texas Education Code, it is the intent of the Legislature that accredited warned districts and low-performing campuses identified by the Commissioner be subject to accreditation review within 12 months from the time the Commissioner identifies affected school districts and campuses. Out of the funds appropriated above for Item A.3.3., Accountability System, the Commissioner shall determine the number of accreditation and technical assistance site visits to be completed each year. The Commissioner shall undertake comprehensive accreditation reviews and site visits of identified accredited warned school districts and other low-performing campuses and provide follow-up technical assistance to improve performance. The Commissioner shall determine the level of intervention or appropriate sanction for affected districts and campuses as soon as is practicable after completion of the review.

37. **Permanent School Fund.** In its annual report on the Permanent School Fund, completed by December 31 of each year, the Texas Education Agency shall report on the actual and projected costs of administering the Permanent School Fund for the year covered by the report and the following three years.

38. **Standardized Tests.** The State Board of Education and the Texas Education Agency shall not require any local school district to administer any statewide standardized tests except those that are required by Subchapter B, Chapter 35 and funded pursuant to Section 35.031 of the Texas Education Code, or those that are otherwise fully funded by state appropriations.

39. **Texas Advanced Placement Incentive Program**. Notwithstanding appropriations otherwise made by this Act to the Foundation School Program, $2,000,000 of the appropriations made for gifted and talented education is transferred and reappropriated to the Central Education Agency for the Texas Advanced Placement Incentive Program for the 1996-1997 fiscal biennium. The expenditure of such funds shall not be subject to the limitations in Rider 30, Limitation on Transferability.

40. **Allocation of Funds to South Texas Independent School District**. Out of funds appropriated above for Item A.1.1., Foundation School Program, the Commissioner of

Education shall withhold an amount sufficient to provide the South Texas Independent School District with adequate access to funding under Tier 2 of the Foundation School Program. The Commissioner shall adjust payments to the South Texas Independent School District to equal an amount to which the district would be entitled at the average effective tax rate in other school districts in Cameron County less the tax rate set by the district itself.

41. **Appropriation of Attendance Credit Revenues.** All unexpended balances and all funds received from the payment of school districts for attendance credits in excess of the amounts appropriated above pursuant to the provisions of Section 36.096 of the Texas Education Code, are hereby appropriated to the Texas Education Agency for distribution to school districts for foundation school program purposes.

42. **Communities in Schools.** Out of the funds appropriated above for Item A.4.1., Family and Community Support, $840,218 in Job Training Partnership Act funds and $12,788,865 out of State Compensatory Education Funds in each fiscal year is to be transferred by interagency contract to the Texas Employment Commission for the Communities in Schools Program.

43. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that, for the following fee-supported programs, fees, fines, and other miscellaneous revenues as authorized and generated by the Texas Education Agency cover, at a minimum, the cost of the appropriations made to support the programs, including employee matching costs and other indirect operating costs:

    Teachers Certification Administration
    Guaranteed Program for School District Bonds
    Sale of Curriculum Materials
    General Education Development (GED)

    All revenues collected for these fee-supported programs in excess of the funds appropriated above are hereby appropriated to the Texas Education Agency. In the event that actual and/or projected fee revenue collections are insufficient to offset program costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of fee revenue expected to be available.

44. **Reallocation of Personnel.** It is the intent of the Legislature that the Commissioner of Education reduce the number of full time equivalent positions at the Texas Education Agency by reallocating technical assistance and other non-core functions to the regional education service centers and the Commissioner of Education shall have maximum flexibility to hire and fire staff as he sees necessary to effectively manage the transition. In order to facilitate an orderly transition, the full-time equivalent positions for the Texas Education Agency for fiscal year 1996 shall not exceed 914 full-time equivalents by March 1, 1996. By no later than September 1, 1996, the number of full-time equivalent positions at the Texas Education Agency shall be reduced by 141 positions providing technical assistance and other non-core functions and an additional 72 positions from indirect overhead and other areas of agency administration, not including positions allocated to Proprietary Schools.

    It is the intent of the Legislature that the Commissioner of Education allocate the following amounts out of the funds appropriated above in Item A.1.3., Leadership and Support, for payments to regional education service centers for the provision of technical assistance and other non-core resources to local school districts.

	1996	1997
General Revenue - Related	$ 784,653	$ 1,571,837
General Revenue - Consolidated	283,478	567,331
Federal Funds	3,070,164	6,138,928
Total	$4,138,295	$ 8,278,096

The Commissioner shall submit a plan of position reductions and other actions necessary to comply with this rider, to the Governor's Office of Budget and Planning and the Legislative Budget Board by August 31, 1995.

45. **School Facilities**. Funds appropriated above in Item A.1.5., FSP-School Facilities, are contingent on passage of legislation creating an equalized school facilities funding program.

46. **Adult Education.** Priority shall be given to adult literacy programs in the expenditure of adult education funds appropriated above. It is the intent of the Legislature that, in providing educational programs, the administering agency or agencies shall make every effort to provide appropriate training to recipients of Aid to Families with Dependent Children in accordance with the Family Support Act of 1988. Out of the general revenue funds appropriated above in Item A.5.1., Adult Education, an amount not less than $2,000,000 each year shall be used to provide education and training services to AFDC recipients by entering into contracts or arrangements with the Department of Human Services pursuant to Section 485(a) of the Family Support Act of 1988.

47. **Educational Development Index**. It is the intent of the Legislature that the Legislative Budget Board study the feasibility of implementing the Educational Development Index to focus educational resources in districts with high concentrations of students at risk of substandard educational achievement. The Index should include funds currently appropriated for the Cost of Education Index, the Small District Adjustment, the Compensatory Education Allotment and the Bilingual Allotment.

48. **Permanent School Fund: External Management Fees**. Provided the State Board of Education adopts asset allocation and investment policies for the Permanent School Fund that will produce a minimum of $673,762,000 in income in fiscal year 1996, in addition to any one-time recognition of income pursuant to S.B. 409, Seventy-fourth Legislature, Regular Session, plus any shortfall in income below the $733,020,000 estimated for fiscal 1995 in the Biennial Revenue Estimate, and a minimum of $625,367,000 in income in fiscal year 1997 for the Available School Fund for support of appropriations above for Strategies A.1.1., School Finance System and B.1.1., School Finance -Operations, additional income projected by the Board for the Available School Fund from Permanent School Fund investments is appropriated to Strategy B.1.1., School Finance - Operations, for expenditure for fees for external management of Permanent School Fund assets.

The additional amounts appropriated for external management costs may not exceed .5 percent of market value of funds placed with external managers and may not be transferred to any other strategy within Goal B., Equity and Achievement-Operations, or to Goal C., Indirect Administration. The amounts appropriated shall be made available for expenditure on a quarterly basis. Appropriations for external management costs may only be expended if the Board awards contracts for external management services on an open, formal request for proposal process which gives consideration to both performance and price.

49. **Funds Transfers.** For the purpose of expenditure, federal and other funds may be transferred into the General Fund from all of the funds and accounts appropriated to the Texas Education Agency in fiscal year 1996 only. Provided, however, the Texas Education Agency shall, on a quarterly basis, allocate these expenditures back to the actual fund or account as appropriated in accordance with procedures approved by the Office of the Comptroller.

50. **References to Education Code.** Unless expressly provided otherwise, references to any portion of the Texas Education Code in this Act apply to all reenactments, revisions, or amendments of the Texas Education Code made in Senate Bill 1 or similar legislation.

51. **Earned Federal Fund Appropriations.** Pursuant to Chapter 317 of the Texas Government Code, Earned Federal Funds in excess of the amounts shown in the Method of Finance are hereby appropriated to the Texas Education Agency in amounts not to exceed $1,500,000 in each fiscal year. The additional amounts specified by this provision can be exceeded only with the prior approval of the Governor and the Legislative Budget Board.

52. **Teachers Salary Increase.** It is the intent of the Legislature that, out of the increased appropriations made to the Foundation School Program when compared to the 1994-95 level of funding, $271,000,000 shall be allocated for an increase in teachers salaries.

53. **Limitation: Transfer Authority.** Notwithstanding any other provision of this Act, none of the funds appropriated by this Act to the Central Education Agency for the purpose of funding the Foundation School Program due to student enrollment growth, district tax rate, or taxable value of property may be transferred to any other item of appropriation or expended for any purpose. Any unexpended and unencumbered balances remaining after the last day of a fiscal year in any of the appropriations made for a purpose described by this provision shall lapse and accrue to the benefit of the unappropriated balance of the General Revenue Fund after taking into account the "settle-up" provision found in Section 16.254 (i), Texas Education Code.

54. **Additional Funding Sources.** If the appropriations provided by this Act for the Foundation School Program are not sufficient to provide for expenditures for enrollment growth, district tax rate or taxable value of property, after accounting for any other appropriations made to the TEA and available for transfer for this purpose, the Legislative Budget Board and the Governor's Office of Budget and Planning may provide for, and are hereby authorized to direct, the transfer of sufficient amounts of funds to the TEA from appropriations made elsewhere in this Act.

55. **Review By State Comptroller of Certain School Districts.** During the 1995-1996 school year, in accordance with Section 403.020, Government Code, the State Comptroller shall review the effectiveness and efficiency of the budgets and operations of each school district with an enrollment for the preceding year of 185,000 or more students.

56. **Property Wealth Decline.** Out of the funds appropriated in Item A.1.1., School Finance System, there is hereby allocated an amount not to exceed $21,000,000 in fiscal year 1996 with the unencumbered balance thereof appropriated in fiscal year 1997 for distribution to school districts whose wealth level per student exceeds the equalized wealth level and who have experienced a decline from the previous year in the tax base used in calculating taxable values in accordance with 41.002, Texas Education Code. This section is contingent on enactment of Senate Bill 1, or similar legislation.

57. **Option 3 Incentives.** Out of the amount appropriated for Item A.1.1., School Finance System, an amount not to exceed $23,000,000 in 1997 is allocated for costs of providing

appraisal cost and early agreement credits pursuant to Sections 41.097 and 41.098, Texas Education Code. This section is contingent on enactment of Senate Bill 1, or similar legislation.

58. **Extended Year Programs.** Out of Foundation School Program Compensatory Education Funds appropriated in Item A.1.3., Leadership and Support, the commissioner shall distribute an amount not to exceed $49,000,000 in 1996 and $51,500,000 in 1997 to finance extended year programs under 42.152(p), Texas Education Code. This allocation is contingent on the provision for distribution of such amounts in Senate Bill 1, or similar legislation.

59. **Safe Schools.** Contingent on enactment of Senate Bill 1, or similar legislation, out of the funds appropriated above in Item A.1.3., Leadership and Support, there is hereby allocated the amount of $25,000,000 for fiscal year 1997 for implementation of safe schools programs.

60. **Principal Incentive.** Of the amount appropriated for Item A.3.3., Accountability, the amount of $5,000,000 for the biennium is hereby allocated for the principal incentive program pursuant to 21.357, Texas Education Code. This section is contingent on the enactment of Senate Bill 1, or similar legislation.

61. **Early Childhood Education and Care Coordination.** It is the intent of the Legislature that the Texas Education Agency participate to the extent practicable in interagency early childhood education and care coordination initiatives. This includes but is not limited to participation in the Head Start collaboration project or any other interagency entity formed to address the coordination of early childhood care and education service delivery and funding.

62. **Programs for Parents.** It is the intent of the Legislature that the Texas Education Agency encourage parents of at-risk children to participate in parenting programs including but not limited to the home instruction program for pre-school youngsters, parents as teachers, Texas A&M Agricultural Extension Parenting Programs, and other parenting programs available in their communities. The Texas Education Agency shall utilize funds from Strategy A.4.1., Family and Community Support, for this purpose.

63. **Guaranteed Yield Level.** In accordance with Subchapter H, Texas Education Code, Guaranteed Yield Program (Tier Two), Section 16.302, the guaranteed level per weighted student per cent of tax effort is hereby set at $21.00.

64. **Early Payments to School Districts.** Contingent of the passage of Senate Bill 407 or similar legislation appropriating $305,000,000 from the General Revenue Fund for payments to school districts in fiscal year 1995 which would otherwise be due in fiscal year 1996, the appropriation to the Foundation School Fund for fiscal year 1996 made in A.1.1., School Finance System, is hereby reduced by the amount of $305,000,000.

65. **State Board for Educator Certification.** Contingent on the enactment of Senate Bill 1 or similar legislation, the State Board for Educator Certification is hereby appropriated the additional fee revenue collected to cover the cost of regulation and oversight of all aspects of certification, continuing education and standards of conduct for public school educators as provided in Chapter 21, Texas Education Code.

66. **Hearing Examiner Certification.** Contingent on the enactment of Senate Bill 1 or similar legislation, the Texas Education Agency is hereby appropriated the additional fee revenue collected to cover the cost of certifying hearing examiners subject to provision for such fees in Chapter 21, Texas Education Code.

67. **School Districts with State Schools.** For each of the 1995-1996 and 1996-1997 school years, the Commissioner of Education shall allocate funds to school districts in which state schools are located to assist those districts in providing special education services to students who reside in the state schools. The Commissioner shall make the allocations from any available funds, including federal special education discretionary funds. To receive an allocation under this subsection, a school district must apply to the Commissioner for the funding and document costs of such services in excess of funding provided under Section 42.151, Texas Education Code. The Commissioner shall allocate the available funds among the school districts in amounts the Commissioner considers appropriate. The Comptroller of Public Accounts shall conduct a study of the special education costs incurred by school districts due to the location of state schools in the districts. The Comptroller shall use the results of the study to develop recommendations for adjustments to the Foundation School Program that will result in an appropriate allocation of resources to school districts in which state schools are located. The Comptroller shall submit the recommendations to the Governor, Lieutenant Governor, and Speaker of the House of Representatives not later than September 1, 1996. This subsection expires September 1, 1997.

68. **Family Support and Education Program.** Out of the funds appropriated above in Strategy A.4.1., Family and Community Support, the Commissioner shall allocate $500,000 each year of the biennium for purposes of expanding the Advance Family Support and Education Program to provide support for economically disadvantaged families throughout the state.

69. **Assistance in Consolidation.** It is the intent of the Legislature that the Texas Education Agency provide technical assistance to the San Vicente Independent School District and the Terlingua Common School District in their efforts to consolidate their districts and/or to establish a new high school in the area near the Big Bend National Park.

70. **Adult Education Programs Evaluation.** It is the intent of the Legislature that the Texas Education Agency conduct a statewide evaluation of adult education programs. The evaluation should focus on measurable increases in participating adults' access to post-secondary education and/or employment opportunities.

71. **Apprenticeship Training Programs.** Contingent of the enactment of Senate Bill 1 or similar legislation, the Texas Education Agency shall transfer the amount of $1,400,000 in general revenue funds in each year to the Texas Employment Commission for the support of apprenticeship training programs as provided by such legislation. The Texas Education Agency shall enter into interagency contracts to the extent necessary to accomplish the transfer of these programs.

PROPRIETARY SCHOOLS

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: EQUITY & ACHIEVEMENT The Texas Education Agency will attain excellence and equity in achievement for all students and learners in the Texas public schools		
A.1.1. Strategy: PROPRIETARY SCHOOLS Develop and implement procedures and rules to administer the requirements of the Texas Proprietary School Act, Texas Driver and Traffic Safety Education Act, and the contract with the U.S. Department of Veterans Affairs.	$ 2,349,895	$ 2,351,773
B. Goal: INDIRECT ADMINISTRATION Indirect Administrative and Support Costs		
B.1.1. Strategy: INDIRECT ADMINISTRATION	$ 721,354	$ 716,358
Grand Total, PROPRIETARY SCHOOLS	$ 3,071,249	$ 3,068,131
Method of Financing:		
Federal Veterans Educational Fund No. 169, estimated	612,254	612,394
Federal Funds, estimated	154,054	154,054
Proprietary School Fees	2,011,213	2,017,847
Earned Federal Funds	293,728	283,836
Total, Method of Financing	$ 3,071,249	$ 3,068,131
Number of Positions (FTE)	78.0	78.0

1. **Proprietary Schools.** Contingent of the enactment of S.B. 1 or similar legislation, all funds appropriated in this Act for the administration of the oversight of proprietary schools, veterans education, and drivers education and safety programs, are hereby transferred to the Texas Higher Education Coordinating Board or the Texas Employment Commission, as provided by such legislation. The Texas Education Agency shall enter into interagency contracts to the extent necessary to accomplish the transfer of these programs.

2. **Proprietary School Fees.** All current fees collected from applications for certification of proprietary schools and registration fees for representatives of proprietary schools are hereby appropriated for proprietary schools administration.

3. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the

Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

SCHOOL FOR THE BLIND AND VISUALLY IMPAIRED

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: STUDENT SKILLS Students with visual impairments will have the skills necessary to lead vocationally, personally, and socially satisfying and productive lives.		
Outcomes:		
Percent of Students Meeting at Least 70 Percent of Their Annual IEP Objectives	75%	75%
Percent of Graduated Students From the Past Five Years Currently Employed	56%	57%
Percent of Students Whose Responding Local School Districts Rated Their Learning at Summer School as Satisfactory or Above	93%	94%
Percent of Students Whose Responding Parents Rated Their Learning at Summer School as Satisfactory or Above	93%	94%
A.1.1. Strategy: SCHOOL YEAR CURRICULUM Provide a well-balanced curriculum which includes disability-specific skills and which meets either State Board of Education requirements for regular education or individual education plan goals. Conduct instructional days that provide instruction in academic/functional, vocational, and orientation and mobility skills and promote the successful transition of students to local schools, community placements, work, or further education.	$ 4,158,058	$ 3,817,570
Outputs:		
Number of Students Enrolled in Day Programming During Regular School Year	150	150
Number of Students Returned to Local School Districts	27	27
Efficiencies:		
Average Cost of Instructional Program Per Student Per Day	185	185
A.1.2. Strategy: INDEPENDENT LIVING Conduct residential programming that provides instruction in independent living skills and social skills.	$ 3,282,130	$ 2,782,130
Outputs:		
Number of Students Enrolled in Residential Programming During Regular School Year	143	143
Efficiencies:		
Average Cost of Residential Program Per Student Per Night	109.35	109.35

SCHOOL FOR THE BLIND AND VISUALLY IMPAIRED
(Continued)

A.2.1. Strategy: SUMMER SCHOOL CURRICULUM Provide a variety of specialized summer school curricula designed to meet the educational needs of students with visual impairments, which includes choices from the following content areas: (a) communication skills (including the application of braille skills); (b) electronic technology skills; (c) orientation and mobility; (d) career education; (e) independent living skills; (f) social skills; and (g) recreation skills.	$ 264,530	$ 264,530
Outputs:		
Number of Students Enrolled During Summer School	225	225
Efficiencies:		
Average Cost of Summer School Program Per Student Per Day	60.73	60.73
A.2.2. Strategy: SUMMER RESIDENTIAL Provide summer school residential programming and curriculum which includes choices from the following content areas: (a) independent living skills; (b) social skills; (c) recreation; and (d) enrichment activities.	$ 470,161	$ 470,161
Outputs:		
Number of Students Enrolled in Residential Programming During Summer School	220	220
Efficiencies:		
Average Cost of Residential Program Per Student Per Night	66.73	66.73
Total, Goal A: STUDENT SKILLS	$ 8,174,879	$ 7,334,391
B. Goal: SERVICE PROVIDER SKILLS Teachers, parents, and other service providers will have increased knowledge and skills in order to improve educational programming for all students with visual impairments in Texas.		
Outcomes:		
Percent of Teachers, Parents, and Other Service Providers Rating Outreach Services as Improving the Instruction of Children With Visual Impairments, Access to Resources, and Parenting Strategies	90%	90%
B.1.1. Strategy: TECHNICAL ASSISTANCE Provide technical assistance and information and referral services for families of and programs serving children with visual impairments and children with deaf-blindness through preservice, inservice and family services programs.	$ 731,838	$ 731,838
Outputs:		
Number of On-Site Visits	250	250
Number of Participants at Education Service Center Regional Workshops	2,500	2,500
Efficiencies:		
Average Cost of On-Site Consultation Per Person	225	230
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: INDIRECT ADMINISTRATION	$ 2,500,000	$ 2,500,000
Grand Total, SCHOOL FOR THE BLIND AND VISUALLY IMPAIRED	$ 11,406,717	$ 10,566,229

SCHOOL FOR THE BLIND AND VISUALLY IMPAIRED
(Continued)

Method of Financing:		
General Revenue Fund	$ 10,119,161	$ 9,319,648
Federal Funds	635,987	595,012
Appropriated Receipts	651,569	651,569
Total, Method of Financing	$ 11,406,717	$ 10,566,229
Number of Positions (FTE)	380.5	380.5
Schedule of Exempt Positions		
Executive Director, Group 3	$68,000	$68,000

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Lease Purchase Payments for the Acquisition of Information Resource Technology	$ 62,870	$ 62,870
b. Repairs or Rehabilitation of Buildings and Facilities		
(1) Roof Renovation	500,000	U.B.
(2) Heating, Ventilation, and Air-conditioning System Renovation	$ 478,878	$ U.B.
Total, Capital Budget	$ 1,041,748	$ 62,870

2. **Technology Loan Program; Appropriation of Operating Funds.** The Texas School for the Blind and Visually Impaired may establish, maintain, and operate a technology loan program to serve as a resource to local school programs by the purchasing and loaning of educational technology equipment and software that will enable the visually impaired students to benefit from instruction in their local schools. Any balances remaining in the loan program fund at the end of the fiscal years ending August 31, 1995 and 1996, plus all receipts deposited to its credit, are appropriated for the purchase of technology equipment and software, operating supplies, for the payment of salaries and wages, and for all other costs necessary for the operation of the technology loan program for the biennium beginning with the effective date of this Act.

3. **Teacher Salary Increases.** Contingent upon teacher salary increases by the Austin Independent School District, the Texas School for the Blind and Visually Impaired is hereby appropriated General Revenue Funds, not to exceed $87,021 in 1996 and $176,653 in 1997, to match those increases. Within 60 days of receiving notification of salary increases granted

by the Austin Independent School District, the Texas School for the Blind and Visually Impaired will submit to the Legislative Budget Board and the Governor's Office of Budget and Planning, a computation of the salary increase authorized by this provision.

4. **Non-Transferability of Funds.** Notwithstanding the General Provisions of this Act, none of the funds appropriated above in Goal A, Student Skills, or Goal B, Service Provider Skills, shall be transferred into Goal C, Indirect Administration.

SCHOOL FOR THE DEAF

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: ACADEMIC & LIFE TRAINING The Texas School for the Deaf will provide academic, vocational, and life skills training necessary for students to become productive citizens and achieve their maximum potential.		
Outcomes:		
Percent of Students Meeting at Least 70 Percent of Their Annual IEP Objectives	75%	76%
Percent of Graduated Students Entering Full-Time Employment	55%	55%
Percent of "At Risk" Students Dropping Out	52%	51%
A.1.1. Strategy: CLASSROOM INSTRUCTION Provide state-of-the-art classroom instruction utilizing technology, content mastery, bilingual, bicultural, and whole language techniques.	$ 3,552,678	$ 3,369,598
Outputs:		
Number of Students Enrolled at TSD for Day or Residential Programming	430	430
Efficiencies:		
Average Cost of Instructional Program Per Student Per Day	59.45	57.41
A.1.2. Strategy: EXTENDED YEAR SERVICES Provide summer school, Extended Year Services and specialized services to deaf and hard of hearing students.	$ 352,708	$ 352,708
Outputs:		
Number of Students Enrolled in Summer School	150	150
Efficiencies:		
Average Cost of Summer School Program Per Student Per Day	70.55	70.55
A.1.3. Strategy: VOCATIONAL TRAINING Provide state-of-the-art vocational and work training classes/courses designed to lead to competitive and/or supported employment.	$ 1,105,349	$ 1,105,348
Outputs:		
Number of Students Completing All Courses for Vocational Specialization	19	19

Efficiencies:		
Average Cost Per Student in Vocational Program	8,675.54	8,823.18
A.2.1. Strategy: MULTIHANDICAPPED TRAINING	$ 1,244,303	$ 1,238,170
Provide training in functional life skills, community living, and work training for multihandicapped deaf students.		
Outputs:		
Number of MHD Students Enrolled	65	65
A.2.2. Strategy: PSYCHIATRIC INTERVENTION	$ 155,472	$ 155,071
Provide services to emotionally/behaviorally disturbed students and establish alternative programs for specialized individual care.		
Outputs:		
Number of Students Receiving Student Assistance Intervention	81	81
Efficiencies:		
Average Cost of Specialized Individual Care Per Student Assisted	2,172.43	2,167.48
Total, Goal A: ACADEMIC & LIFE TRAINING	$ 6,410,510	$ 6,220,895
B. Goal: RESIDENTIAL & SUPPORT		
The Texas School for the Deaf will provide residential, co-curricular, extra-curricular, and support services in a safe and positive environment.		
Outcomes:		
Percent of Students Completing 70 Percent or More of Objectives in Individualized Cottage Plan	70%	70%
Percent of Students Demonstrating 70 Percent Success or Related Services IEPs	80%	80%
B.1.1. Strategy: COTTAGE CURRICULUM	$ 3,886,213	$ 3,851,703
Provide residential services and a well-balanced cottage curriculum which includes instruction in independent living and social skills.		
Outputs:		
Number of Residential Students	330	335
Efficiencies:		
Average Cost of Residential Program Per Student Per Night	67.7	65.49
B.2.1. Strategy: STUDENT SUPPORT SERVICES	$ 1,006,164	$ 1,008,503
Provide a full array of student support services to students with special needs.		
Outputs:		
Number of Counseling Hours Provided	10,500	10,500
Number of Students Receiving Speech Services	233	233
Number of Students Receiving Audiological Services	229	229
Efficiencies:		
Average Cost of Support Services per Student With Special Needs	2,881.3	2,865.81
Total, Goal B: RESIDENTIAL & SUPPORT	$ 4,892,377	$ 4,860,206

C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: INDIRECT ADMINISTRATION	$ 3,190,191	$ 3,190,188
Grand Total, SCHOOL FOR THE DEAF	$ 14,493,078	$ 14,271,289
Method of Financing:		
General Revenue Fund	$ 12,818,559	$ 12,771,763
Federal Funds	474,466	299,473
Appropriated Receipts	1,200,053	1,200,053
Total, Method of Financing	$ 14,493,078	$ 14,271,289
Number of Positions (FTE)	520.0	511.0
Schedule of Exempt Positions		
Executive Director, Group 3	$63,230	$63,230

1. **Capital Budget**. None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Lease Payments to the Master Equipment Lease Purchase Program	$ 60,419	$ 35,589
b. Acquisition of Information Resource Technologies (MELPP)	155,612	134,618
c. Transportation Items (MELPP)	46,201	45,673
d. Acquisition of Capital Equipment and Items (MELPP)	$ 53,509	$ 52,985
Total, Capital Budget	$ 315,741	$ 268,865 & U.B.

2. **Teacher Salary Increases**. Contingent upon teacher salary increases by the Austin Independent School District, the Texas School for the Deaf is hereby appropriated General Revenue Funds, not to exceed $141,568 in 1996 and $287,382 in 1997, to match those increases. Within 60 days of receiving notification of salary increases granted by the Austin Independent School District, the Texas School for the Deaf will submit to the Legislative Budget Board and the Governor's Office of Budget and Planning, a computation of the salary increase authorized by this provision.

3. **Non-Transferability of Funds.** Notwithstanding the General Provisions of this Act, none of the funds appropriated above in Goal A, Academic and Life Training, or Goal B, Residential and Support, shall be transferred into Goal C, Indirect Administration.

4. **Study to be Conducted.** It is the intent of the Legislature that the Texas Performance Review conducted by the Comptroller of Public Accounts include a study of the mission, population, and services of the Texas School for the Deaf. This study will be included in the Comptroller's report to the 75th Legislature.

SPECIAL PROVISIONS FOR THE TEXAS SCHOOL FOR THE BLIND AND VISUALLY IMPAIRED AND TEXAS SCHOOL FOR THE DEAF

1. **Services to Employees.** The governing boards may expend money for the provision of first aid or other minor medical attention for employees injured in the course and scope of their employment and for the repair and/or replacement of employees' items of personal property which are damaged or destroyed in the course and scope of their employment, so long as such items are medically prescribed or equipment (e.g. eyeglasses, hearing aids, etc.).

2. **Emoluments.** The Executive Director is authorized to determine emoluments for certain positions provided that the provision of such emoluments is necessary to effectively carry out the job responsibilities of the position.

3. **Appropriation of Local Funds.** Balances held in local accounts at the close of the fiscal year ending August 31, 1995 and the income to said funds received during the biennium beginning September 1, 1995 for the student trust fund, student activity fund, student aid fund and the expendable trust fund (legacy fund) for the Texas School for the Blind and Visually Impaired and the Texas School for the Deaf are appropriated to the respective schools and are subject to the approval of the respective governing board.

   Any balances remaining at the close of the fiscal year ending August 31, 1995 and the income received during the biennium beginning September 1, 1995 to the credit of the Schools' Independent School District, State and County Available, and other funds which were brought into the State Treasury under V.T.C.A. Government Code Section 404, are hereby appropriated for the biennium to the respective schools and are subject to the approval of the respective governing board.

   Receipts from sale of food, garbage or sewage are appropriated to the use of the selling school for other operating expenses during the fiscal year in which they are received.

4. **Use of Facilities.** The respective governing boards of the Texas School for the Blind and Visually Impaired and Texas School for the Deaf may allow organizations related to the schools the use of the facilities of the physical plant; provided that said sessions do not interfere with the regular operations of the schools.

5. **Petty Cash Fund.** The Texas School for the Blind and Visually Impaired and Texas School for the Deaf may establish a petty cash fund not to exceed $5,000 for each school out of the funds appropriated herein. These funds shall be maintained in cash or at a local bank and shall be used only for making emergency payments and small purchases and payments which will increase the efficiency of the operation, payments to client workers on a regular pay-day basis, and for use as a change fund in the cashier's office, canteen, and other specific locations where financial activities of the Schools require a change fund. Purchases and payments from this fund are limited to $200 per item.

SPECIAL PROVISIONS FOR THE TEXAS SCHOOL FOR THE BLIND AND VISUALLY IMPAIRED AND TEXAS SCHOOL FOR THE DEAF
(Continued)

6. **Assessments for LEA's.** For any assessments on students from Local Education Agencies, the Texas School for the Blind and Visually Impaired and Texas School for the Deaf shall make a reasonable charge for these services to the Local Education Agencies. A reasonable effort to collect for the assessments will be made by the schools.

7. **Vocational Programs - Appropriation of Operating Funds.** The Texas School for the Blind and Visually Impaired and Texas School for the Deaf may establish, maintain and operate various vocational programs including a canteen for the benefit and training of their students and a braille writer repair service. Any balances remaining in each vocational, canteen and braille writer repair operation fund at the end of the fiscal years ending August 31, 1995 and 1996, plus all receipts deposited to its credit, are appropriated for the purchase of merchandise, operating supplies and equipment, for the payment of salaries and wages, and for all other costs necessary for the operation of the vocational, canteen and braille writer repair programs for the fiscal years ending August 31, 1996 and 1997.

8. **Certification and Appropriation of Medicaid Reimbursement.** The Texas School for the Blind and Visually Impaired and the Texas School for the Deaf shall certify and/or transfer appropriated state funds to the Health and Human Services Commission or its designee for the state share of any Medicaid reimbursement for services provided to eligible students. The federal share of such reimbursement is appropriated to each respective school.

9. **Payments by School Districts.** Pursuant to Section 21.507(a) and 21.507(b) of the Texas Education Code, the Texas School for the Blind and Visually Impaired and the Texas School for the Deaf shall submit a statement to each school district that places a student at the respective school showing the amount due the school, unless the local district receives foundation school fund payments, in which case the funds shall be provided the Texas School for the Blind and Visually Impaired and The Texas School for the Deaf pursuant to Section 21.507(d). It is the intent of the Legislature that all budget balanced school districts reimburse the Texas School for the Blind and Visually Impaired and the Texas School for the Deaf from the General Operating Fund of those districts within 60 days of receiving the aforementioned statement.

TEACHER RETIREMENT SYSTEM AND OPTIONAL RETIREMENT PROGRAM

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: TEACHER RETIREMENT SYSTEM		
To administer the system as an employee benefit trust.		
Outcomes:		
TRS Annual Operating Expense per Active and Retired Member	38.39	37.41
Percent of TRS-Care Retirees Rating TRS-Care Services as Satisfactory or Better	85%	85%
Annual Percent Change in Monthly Insurance Premiums	12%	12%

A.1.1. Strategy: TRS - RETIREMENT Maintain an actuarially sound retirement system with a funding period under 30.9 years. Estimated	$ 859,140,158	$ 903,505,247
Explanatory:		
TRS State Contribution Rate	6%	6%
A.1.2. Strategy: OPTIONAL RETIREMENT Provide an Optional Retirement Program for faculty and certain administrative staff at public institutions of higher education. Estimated	$ 122,557,916	$ 129,911,391
Explanatory:		
ORP State Contribution Rate	6%	6%
A.2.1. Strategy: RETIREE INSURANCE Provide group insurance benefits to retired public school retirees by monitoring the performance of contracted benefit providers, communicating insurance plan features to active and retired public school employees, and resolving benefit disputes. Estimated	$ 63,574,978	$ 66,753,727
Outputs:		
Dollar Amount of Utilization Review Savings	9,000,000	10,000,000
Dollar Amount of Managed Care Savings	10,500,000	13,000,000
Efficiencies:		
Percent of Claims Adjudicated Within 14 Days of Receipt	90%	90%
Explanatory:		
Retiree Insurance Contribution Rate	.5%	.5%
A.2.2. Strategy: ADMINISTRATIVE OPERATIONS Provide services to members, manage investments, and administer TRS retirement fund.	$ 26,125,000	$ 26,125,000
Outputs:		
Number of TRS Benefit Applications Processed	51,000	52,000
Efficiencies:		
Percent of TRS Retirees Who Receive their First Annuity Within 31 Days of Their Effective Retirement Date	85%	85%
Total, Goal A: TEACHER RETIREMENT SYSTEM	$ 1,071,398,052	$ 1,126,295,365
B. Goal: CONTINGENCY APPROPRIATIONS		
B.1.1. Strategy: CONTINGENCY APPROPRIATION, SB 1	$ 4,927,000	$ 16,178,500
Grand Total, TEACHER RETIREMENT SYSTEM AND OPTIONAL RETIREMENT PROGRAM	$ 1,076,325,052	$ 1,142,473,865
Number of Positions (FTE)	384.0	384.0

1. **Capital Budget.** None of the funds appropriated above for Strategy A.2.2., Administrative Operations, may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes.

	1996	1997
Out of the General Revenue Fund:		
a. Acquisition of Information Resource Technologies		
(1) Mainframe Computer	$ 390,000	$ 445,000
(2) Local Area Network	190,000	80,250
(3) Telecommunications	$	$ 100,000
Total, Capital Budget	$ 580,000	$ 625,250

2. **Updated Actuarial Valuation.** The Teacher Retirement System shall contract with an actuary to perform a limited actuarial valuation of the assets and liabilities of the Teacher Retirement System as of February 28 in those years when the Legislature meets in regular session. The purpose of the valuation shall be to determine the effect of investment, salary, and payroll experience on the unfunded liability, the amortization period, and the state contribution rate which results in a 30-year amortization period of the retirement system.

3. **State Contribution to Teacher Retirement Program.** The amount specified above in A.1.1., TRS-Retirement, is based on a state contribution of 6.00% of payroll for each fiscal year, estimated.

4. **State Contribution to Texas Public School Retired Employees Group Insurance Program.** The amount specified above in A.2.1, Retiree Insurance, is based on a state contribution of 0.50 % of payroll for each fiscal year, estimated.

5. **State Contribution to Optional Retirement Program.** The amount specified above in A.1.2, Optional Retirement, is based on a state contribution of 6.00% of payroll for each fiscal year, estimated.

6. **Use of Local Funds for Supplementing the General Revenue Appropriation to the Optional Retirement Program.** Institutions and agencies authorized under state law to provide the Optional Retirement Program to their employees are authorized to use local funds or other sources of funds to supplement the General Revenue Fund appropriation in order to provide the same employer contribution during the 1996-97 biennium, for employees who are on the state payroll or who are employed by a Public Community or Junior College as of August 31, 1995, as they received during the 1994-95 biennium. The Optional Retirement Program state contribution rate for employees of the aforementioned institutions who are hired on or after September 1, 1995 is the same state contribution rate as established in the General Appropriations Act for members of the Teacher Retirement System. Institutions of higher education must notify all newly hired employees that the state contribution rate for the Optional Retirement Program may fluctuate over time.

7. **Review of TRS Operating Budget by the Legislature.** The proposed budget for the operation of the activities of the Teacher Retirement System, including all expenditure of funds, shall be presented to the Legislative Budget Board for review at least two weeks prior to the TRS Board of Trustees meeting where it is considered.

8. **Lobbying Prohibition.** None of the funds hereby appropriated, or dedicated by constitutional provision, may be expended for lobbying on behalf of the Teacher Retirement System or the constituency which it serves. Such prohibition shall include, but is not limited to, correspondence or mailings and telephone solicitation encouraging members and other interested individuals to lobby the Legislature or general public on its behalf.

9. **Investment Reports.**

   a. The Legislative Audit Committee shall require the Teacher Retirement System to file with the State Auditor, Comptroller of Public Accounts and Legislative Budget Board a quarterly report of all investment transactions involving short-term and long-term investments, and all other securities transactions during the preceding year, in a method prescribed by the Legislative Budget Board. Copies of such reports shall be available for public inspection.

   b. The Teacher Retirement System must adopt formal investment policies which emphasize safety and diversity, as well as liquidity for benefit payments. In developing investment policies, special attention should be given to the Government Financial Officers Association preferred investment practice. The Teacher Retirement System shall submit to the Legislative Budget Board a copy of its investment policy by December 31 of each year.

10. **Contingency Provision for TRS Appropriations Related to Senate Bill 1.** Contingent upon passage of Senate Bill 1, or similar legislation that would increase the minimum teacher salary schedule, the following amounts are appropriated above in B.1.1., Contingency Appropriation, Senate Bill 1:

	For the Fiscal Year Ending August 31 1996	August 31 1997
A.1.1., TRS - Retirement	$ 4,548,000	$ 14,934,000
A.2.1., Retiree Insurance	$ 379,000	$ 1,244,500

HIGHER EDUCATION EMPLOYEES GROUP INSURANCE CONTRIBUTIONS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: GROUP INS, STATE CONTRIB		
Group Insurance, State Contributions		
A.1.1. Strategy: UT - ARLINGTON	$ 5,448,912	$ 5,448,912
The University of Texas at Arlington		
A.1.2. Strategy: UT - AUSTIN	$ 18,119,059	$ 18,119,059
The University of Texas at Austin		
A.1.3. Strategy: UT - DALLAS	$ 2,615,361	$ 2,615,361
The University of Texas at Dallas		
A.1.4. Strategy: UT - EL PASO	$ 3,998,503	$ 3,998,503
The University of Texas at El Paso		

HIGHER EDUCATION EMPLOYEES GROUP INSURANCE CONTRIBUTIONS
(Continued)

A.1.5. Strategy: UT - PAN AMERICAN The University of Texas - Pan American	$	2,217,245	$	2,217,245
A.1.6. Strategy: UT - BROWNSVILLE The University of Texas at Brownsville	$	468,826	$	468,826
A.1.7. Strategy: UT - PERMIAN BASIN The University of Texas of the Permian Basin	$	617,021	$	617,021
A.1.8. Strategy: UT - SAN ANTONIO The University of Texas at San Antonio	$	3,126,137	$	3,126,137
A.1.9. Strategy: UT - TYLER The University of Texas at Tyler	$	853,587	$	853,587
A.1.10. Strategy: UT SW MEDICAL - DALLAS The University of Texas Southwestern Medical Center at Dallas	$	4,521,979	$	4,521,979
A.1.11. Strategy: UT MEDICAL - GALVESTON The University of Texas Medical Branch at Galveston	$	14,164,658	$	14,164,658
A.1.12. Strategy: UTHSC - HOUSTON The University of Texas Health Science Center at Houston	$	6,466,151	$	6,466,151
A.1.13. Strategy: UTHSC - SAN ANTONIO The University of Texas Health Science Center at San Antonio	$	7,367,462	$	7,367,462
A.1.14. Strategy: UT -MD ANDERSON The University of Texas M. D. Anderson Cancer Center	$	4,357,528	$	4,357,528
A.1.15. Strategy: UT HEALTH CENTER - TYLER The University of Texas Health Center at Tyler	$	1,745,588	$	1,745,588
A.1.16. Strategy: TEXAS A&M UNIVERSITY	$	15,418,510	$	15,418,510
A.1.17. Strategy: A&M HEALTH SCIENCE CENTER Texas A&M University Health Science Center	$	182,495	$	182,495
A.1.18. Strategy: A&M - GALVESTON Texas A&M University at Galveston	$	583,782	$	583,782
A.1.19. Strategy: PRAIRIE VIEW A&M Prairie View A&M University	$	1,682,967	$	1,682,967
A.1.20. Strategy: TARLETON STATE UNIVERSITY	$	1,485,462	$	1,485,462
A.1.21. Strategy: A&M - CORPUS CHRISTI Texas A&M University - Corpus Christi	$	1,601,376	$	1,601,376
A.1.22. Strategy: A&M - KINGSVILLE Texas A&M University - Kingsville	$	2,029,694	$	2,029,694
A.1.23. Strategy: A&M - INTERNATIONAL Texas A&M International University	$	460,786	$	460,786
A.1.24. Strategy: WEST TEXAS A&M West Texas A&M University	$	1,530,291	$	1,530,291
A.1.25. Strategy: AG EXPERIMENT STATION Texas Agricultural Experiment Station	$	4,639,884	$	4,639,884
A.1.26. Strategy: AG EXTENSION SERVICE Texas Agricultural Extension Service	$	5,021,283	$	5,021,283
A.1.27. Strategy: ENG EXPERIMENT STATION Texas Engineering Experiment Station	$	1,271,203	$	1,271,203
A.1.28. Strategy: TRANSPORTATION INSTITUTE Texas Transportation Institute	$	179,703	$	179,703
A.1.29. Strategy: ENG EXTENSION SERVICE Texas Engineering Extension Service	$	395,961	$	395,961
A.1.30. Strategy: TEXAS FOREST SERVICE	$	1,122,134	$	1,122,134

HIGHER EDUCATION EMPLOYEES GROUP INSURANCE CONTRIBUTIONS
(Continued)

A.1.31. Strategy: ANIMAL DAMAGE CONTROL Animal Damage Control Service	$	337,344	$	337,344
A.1.32. Strategy: VET MEDICAL DIAGNOSTIC LAB Texas Veterinary Medical Diagnostic Laboratory	$	205,790	$	205,790
A.1.33. Strategy: UT SYSTEM ADMINISTRATION The University of Texas System Administration	$	18,505	$	18,505
A.1.34. Strategy: TEXAS SOUTHMOST (UT) Texas Southmost College (UT Share)	$	1,044,711	$	1,044,711
A.2.1. Strategy: EAST TEXAS STATE East Texas State University	$	2,214,196	$	2,214,196
A.2.2. Strategy: EAST TX STATE - TEXARKANA East Texas State University at Texarkana	$	212,388	$	212,388
A.2.3. Strategy: UNIVERSITY OF HOUSTON	$	9,008,253	$	9,008,253
A.2.4. Strategy: UH - CLEAR LAKE University of Houston - Clear Lake	$	1,123,074	$	1,123,074
A.2.5. Strategy: UH - DOWNTOWN University of Houston - Downtown	$	854,710	$	854,710
A.2.6. Strategy: UH - VICTORIA University of Houston - Victoria	$	203,080	$	203,080
A.2.7. Strategy: LAMAR UNIVERSITY-BEAUMONT Lamar University - Beaumont	$	2,750,189	$	2,750,189
A.2.8. Strategy: LAMAR UNIVERSITY - ORANGE	$	238,200	$	238,200
A.2.9. Strategy: LAMAR UNIV - PORT ARTHUR Lamar University - Port Arthur	$	326,461	$	326,461
A.2.10. Strategy: MIDWESTERN STATE UNIV Midwestern State University	$	1,185,239	$	1,185,239
A.2.11. Strategy: UNIVERSITY OF NORTH TEXAS	$	6,149,719	$	6,149,719
A.2.12. Strategy: UNT HEALTH SCIENCE CENTER University of North Texas Health Science Center at Fort Worth	$	1,938,501	$	1,938,501
A.2.13. Strategy: STEPHEN F. AUSTIN Stephen F. Austin State University	$	2,931,526	$	2,931,526
A.2.14. Strategy: TEXAS SOUTHERN UNIVERSITY	$	1,983,725	$	1,983,725
A.2.15. Strategy: TEXAS TECH UNIVERSITY	$	8,616,799	$	8,616,799
A.2.16. Strategy: TEXAS TECH HEALTH SCI CTR Texas Tech University Health Sciences Center	$	3,620,280	$	3,620,280
A.2.17. Strategy: TEXAS WOMAN'S UNIVERSITY	$	3,131,532	$	3,131,532
A.2.18. Strategy: ANGELO STATE UNIVERSITY	$	1,327,265	$	1,327,265
A.2.19. Strategy: SAM HOUSTON STATE UNIV Sam Houston State University	$	2,870,383	$	2,870,383
A.2.20. Strategy: SOUTHWEST TX STATE UNIV Southwest Texas State University	$	4,427,585	$	4,427,585
A.2.21. Strategy: SUL ROSS STATE UNIVERSITY	$	809,562	$	809,562
A.2.22. Strategy: SUL ROSS STATE-UVALDE CTR Sul Ross State University - Uvalde Center	$	109,023	$	109,023
A.2.23. Strategy: TEXAS FOOD & FIBERS COMM Texas Food and Fibers Commission	$	12,333	$	12,333
A.2.24. Strategy: TSTC - HARLINGEN Texas State Technical College - Harlingen	$	823,966	$	823,966
A.2.25. Strategy: TSTC - SWEETWATER Texas State Technical College - Sweetwater	$	473,269	$	473,269
A.2.26. Strategy: TSTC - WACO Texas State Technical College - Waco	$	1,782,276	$	1,782,276

HIGHER EDUCATION EMPLOYEES GROUP INSURANCE CONTRIBUTIONS
(Continued)

A.2.27. Strategy: TSTC - SYSTEM ADMIN Texas State Technical College System Administration	$ 961,065	$ 961,065
A.2.28. Strategy: PUB COMMUNITY/JR COLLEGES Public Community/Junior Colleges	$ 66,943,412	$ 66,943,412
A.2.29. Strategy: UH SYSTEM ADMINISTRATION The University of Houston System Administration	$ 682,920	$ 682,920
A.2.30. Strategy: LAMAR SYSTEM ADMIN Lamar University System Administration	$ 35,005	$ 35,005
A.2.31. Strategy: TEXAS STATE SYSTEM ADMIN Texas State University System Administration	$ 39,979	$ 39,979
Total, Goal A: GROUP INS, STATE CONTRIB	$ 243,085,813	$ 243,085,813
Grand Total, HIGHER EDUCATION EMPLOYEES GROUP INSURANCE CONTRIBUTIONS	$ 243,085,813	$ 243,085,813

1. **State Contribution to Group Insurance for Higher Education Employees Participating in the Employees Retirement System Group Insurance Program.** The appropriation made above for group insurance shall provide a state's contribution as follows:

   a. Funds appropriated for higher education employees' group insurance contributions may not be used for any other purpose.

   b. For each full-time active and retired employee enrolled in the "Employee Only" category, the state's monthly contribution shall not exceed the smaller of (1) $186.31 in both fiscal years, or (2) the actual cost of basic life insurance plus the actual cost of the health plan selected by the employee.

   c. For each full-time active and retired employee enrolled in a coverage category that includes a spouse and/or dependent, the state's monthly contribution shall not exceed the smaller of (1) 50 percent of the difference between the premium for that category and the "Employee Only" premium plus the "Employee Only" contribution, or (2) the following monthly contributions for each category: $292.13 in both fiscal years for the "Employee and Spouse" category; $257.16 in both fiscal years for the "Employee and Children" category; and $362.98 in both fiscal years for the "Employee and Family" category.

   It is further provided that institutions shall cooperate so that employees employed by more than one institution may be covered under one group policy and that said policy may be held jointly by two or more institutions and paid from funds appropriated to the institutions for payment of employee insurance premiums as set out above.

2. **The University of Texas System Group Health Insurance Contributions.** The appropriation made above for group insurance for The University of Texas System shall provide a state's contribution as follows:

   a. Funds appropriated for employees' group insurance contributions may not be used for any other purpose.

   b. For each full-time active and retired employee enrolled in the "Employee Only" category, the state's monthly contribution shall not exceed the smaller of (1) $186.31 in both fiscal years, or (2) the actual cost of the health plan selected by the employee, including the actual cost of basic life insurance and dental.

c. For each full-time and retired employee enrolled in a coverage category that includes a spouse and/or dependent, the state's monthly contribution shall not exceed the smaller of (1) 80 percent of the difference between the premium for that category and the "Employee Only" premium plus the "Employee Only" contribution, or the following monthly contributions for each category: $292.13 in both fiscal years for the "Employee and Spouse" category; $257.16 in both fiscal years for the "Employee and Children" category; and $362.98 for the "Employee and Family" category.

d. The University of Texas System shall file a report with the Legislative Budget Board, the Governor's Office of Budget and Planning, and the Comptroller by September 1 of each year, detailing all group health insurance plans to be offered system employees and retirees, the benefit schedule, premium amounts, and employee/retiree contributions.

e. Active and retired employees of The University of Texas System are authorized to use one-half of the "employee-only" state contribution, as specified in this section, for optional insurance. Optional insurance for the employees participating in the group insurance program shall be defined by The University of Texas System. Active and retired employees that participate in these plans may only use one-half of the employee-only state contribution if they sign and submit a document to their employing institution indicating that they have health insurance coverage from another source.

3. **Texas A&M System Group Health Insurance Contributions.** The appropriation made above for group insurance for the Texas A&M System shall provide a state's contribution as follows:

a. Funds appropriated for employees' group insurance contributions may not be used for any other purpose.

b. For each full-time active and retired employee enrolled in the "Employee Only" category, the state's monthly contribution shall not exceed the smaller of (1) $186.31 in both fiscal years, or (2) the actual cost of the health plan selected by the employee, including the actual cost of basic life insurance.

c. For each full-time and retired employee enrolled in a coverage category that includes a spouse and/or dependent, the state's monthly contribution shall not exceed the smaller of (1) 80 percent of the difference between the premium for that category and the "Employee Only" premium plus the "Employee Only" contribution, or the following monthly contributions for each category: $292.13 in both fiscal years for the "Employee and Spouse" category; $257.16 in both fiscal years for the "Employee and Children" category; and $362.98 for the "Employee and Family" category.

d. The Texas A&M System shall file a report with the Legislative Budget Board, the Governor's Office of Budget and Planning, and the Comptroller by September 1 of each year, detailing all group health insurance plans to be offered system employees and retirees, the benefit schedule, premium amounts, and employee/retiree contributions.

e. Active and retired employees of the Texas A&M System are authorized to use one-half of the "employee-only" state contribution, as specified in this section, for optional insurance. Optional insurance for the employees participating in the group insurance program shall be defined by the Texas A&M System. Active and retired employees that participate in these plans may only use one-half of the employee-only state contribution if they sign and submit a document to their employing institution indicating that they have health insurance coverage from another source.

It is further provided that institutions shall cooperate so that employees employed by more than one institution may be covered under one group policy and that said policy may be held jointly by two or more institutions and paid from funds appropriated to the institutions for payment of employee insurance premiums as set out above.

4. **Transfer Authority.** Out of the funds appropriated above:

   a. The Comptroller shall transfer monthly, 1/12 of the amount appropriated from those institutions participating in the Employees Retirement System's Uniform Group Insurance Program to the Employees Life, Accident, and Health Insurance and Benefits Fund No. 973, for use by the Employees Retirement System for each higher education institution which participates in the group insurance program of the Employees Retirement System.

   b. The Comptroller shall transfer monthly, 1/12 of the amount appropriated from state contributions for institutions belonging to the University of Texas and Texas A&M Systems, to The University of Texas System Office and the Texas A&M University System Office, for use by each institution's group insurance program.

5. **Specification of Appropriations.** The amount of the appropriation made for Strategy A.2.28., Public Community/Junior Colleges, shall be allocated to each college in accordance with a report, specifying the exact amounts for each college, to be provided by the Legislative Budget Board to the Employees Retirement System.

HIGHER EDUCATION COORDINATING BOARD

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: QUALITY/ACCESS OF HIGH ED To promote quality and access in all aspects of higher education through creative leadership and the efficient and effective management of the state's higher education resources		
Outcomes:		
Percent of academic programs evaluated	2%	2%
Percent of technical programs evaluated	33%	33%
Percentage of students enrolled in colleges who are black or hispanic	30.7%	31.1%
Percentage of students graduating within six years	48.5%	48.5%
Percentage of students receiving scholarships and grants	4.2%	4.2%
Percentage of students receiving Hinson-Hazlewood Loans	2.6%	2.6%
Percentage increase in graduates prepared in critical fields	2%	2%
Percentage change in critical deferred maintenance	9%	10%
Number of Coordinating Board policy actions resulting from higher education studies or legislation	18	18
A.1.1. Strategy: ACADEMIC EVALUATION Evaluate academic and health programs offered by Texas institutions of higher education	$ 716,161	$ 716,161

Outputs:		
Number of existing degree programs reviewed	100	100
Number of new degree program and administrative change requests reviewed	220	220
A.1.2. Strategy: RESEARCH ADMINISTRATION	$ 368,842	$ 368,842
Evaluate research and administer research grant funds.		
Outputs:		
Dollars of additional funding received as a result of ATP or ARP funding (thousands)	50,000	50,000
Number of industrial connections established by funded projects	240	240
A.1.3. Strategy: TECHNICAL ADMINISTRATION	$ 1,695,241	$ 1,695,241
Administer technical-vocational education programs.		
Outputs:		
Number of technical programs reviewed	1,281	1,281
A.2.1. Strategy: COLLEGE PARTICIPATION	$ 518,096	$ 518,096
Improve college participation and graduation rates.		
Outputs:		
Graduation rate of Black and Hispanic Students	28.5%	29%
Percentage of faculty who are Black or Hispanic	10.5%	11%
Percentage of students completing required remediation within 2 years	20%	20%
A.2.2. Strategy: GRANTS AND SCHOLARSHIPS	$ 274,790	$ 274,790
Administer student grant and scholarship programs.		
Outputs:		
Number of grants or scholarships awarded	38,858	38,858
Amount of grant and scholarship funds distributed	38,575,798	38,575,798
A.2.3. Strategy: HINSON-HAZLEWOOD ADM	$ 3,365,817	$ 3,365,817
Administer the Hinson-Hazlewood Loan Program		
Outputs:		
Number of students receiving loans	16,527	16,527
Dollar amount of loans made	75,000,000	75,000,000
A.3.1. Strategy: RESOURCE MANAGEMENT	$ 1,660,521	$ 1,660,521
Manage higher education resources.		
Outputs:		
Ratio of repair and remodeling to new construction	25%	25%
Percent increase in educational and general space requiring state General Revenue for operation and maintenance	1%	1%
A.3.2. Strategy: CRITICAL FIELDS	$ 593,227	$ 593,227
Increase the number of graduates in critical fields.		
Outputs:		
Number of Eisenhower and Tech Prep participants	104,500	124,500
A.3.3. Strategy: DATA SYSTEMS MANAGEMENT	$ 322,943	$ 322,943
Manage data collection and information systems.		
Outputs:		
Number of electronic records maintained	53,700,000	57,500,000
Efficiencies:		
Percentage of requests responded to in less than one day	60%	57%

A.4.1. Strategy: HIGHER EDUCATION ANALYSIS	$ 502,795	$ 502,795
Analyze higher education issues.		
Outputs:		
Number of studies of Higher Education issues conducted	30	30
Total, Goal A: QUALITY/ACCESS OF HIGH ED	$ 10,018,433	$ 10,018,433
B. Goal: ADMINISTER TRUSTEED FUNDS		
To Administer Trusteed Funds		
Outcomes:		
Percent of Baylor College of Medicine graduates entering Texas residency programs	50%	50%
Percent of Baylor College of Medicine graduates entering primary care residencies	50%	50%
Percent of Baylor College of Dentistry graduates practicing in Texas	75%	75%
Percent of Family Practice Residency Program graduates practicing in Texas	80%	80%
Percent of private college students receiving Tuition Equalization Grant awards	19%	19%
B.1.1. Strategy: SOUTHERN REGIONAL COMPACT	$ 135,000	$ 135,000
Southern Regional Education Compact		
B.1.2. Strategy: BAYLOR-MEDICINE	$ 33,861,179	$ 33,861,179
Funding for Baylor College of Medicine		
Outputs:		
Number of Texas resident medical students funded	588	588
Average amount per student	53,951	53,951
B.1.3. Strategy: BAYLOR-DENTISTRY	$ 13,975,279	$ 13,975,279
Funding for Baylor College of Dentistry		
Outputs:		
Number of Texas resident dental students funded	330	330
Average amount per student	40,438	40,438
B.1.4. Strategy: FAMILY PRACTICE RESIDENCY	$ 8,462,574	$ 8,462,574
Family Practice Residency Program		
Outputs:		
Number of residents supported	700	710
Average funding per resident	10,366	10,220
B.1.5. Strategy: PHYSICIAN'S LOAN PROGRAM	$ 1,000,000	$ 1,000,000
Physician's Education Loan Repayment Program		
Outputs:		
Number of physicians receiving payment (including Federal Match)	90	90
B.1.6. Strategy: TUITION EQUAL. GRANTS	$ 37,682,675	$ 37,682,675
Tuition Equalization Grants (TEG) Program		
Outputs:		
Number of students receiving grants	18,891	18,891
B.1.7. Strategy: DISADVANTAGED AND MINORITY	$ 1,517,000	$ 1,517,000
Scholarship Program for Educationally Disadvantaged Students and Recruitment of Minority Faculty and Staff		

Outputs:				
Number of scholarships awarded		2,231		2,231
Average award (including match)		772		772
B.1.8. Strategy: WORK STUDY PROGRAM	$	1,936,000	$	1,936,000
Texas College Work Study Program				
Outputs:				
Number of students employed		4,357		4,357
B.1.9. Strategy: ADVANCED RESEARCH	$	19,855,101	$	U.B.
Advanced Research Program				
Outputs:				
Number of research projects funded		175		
B.1.10. Strategy: ADVANCED TECHNOLOGY	$	39,769,827	$	U.B.
Advanced Technology Program				
Outputs:				
Number of research projects funded		250		
B.1.11. Strategy: INCENTIVE GRANT PROGRAM	$	1,452,000	$	1,452,000
Student Incentive Grants Program				
Outputs:				
Number of students receiving grants		4,840		4,840
Average size of grants including federal match		600		600
B.1.12. Strategy: ACADEMIC SKILLS	$	100,000	$	100,000
Texas Academic Skills Program				
B.1.13. Strategy: REMEDIAL EDUCATION	$	5,831,492	$	5,831,492
Remedial Education Program				
B.1.14. Strategy: PROFESSIONAL NURSING AID	$	411,156	$	411,156
Financial Aid for Professional Nursing Students				
Outputs:				
Number of grants awarded, loan repayments, or forgiveness loans		245		245
B.1.15. Strategy: VOCATIONAL NURSING AID	$	78,642	$	78,642
Financial Aid for Licensed Vocational Nursing Students				
Outputs:				
Number of grants awarded loan repayments or forgiveness loans		158		158
B.1.16. Strategy: STARLINK	$	145,200	$	145,200
B.1.17. Strategy: TAX REIMBURSEMENT GRANTS	$	120,000	$	120,000
Outputs:				
Number of public school students receiving grants		164		164
B.1.18. Strategy: LICENSE PLATE SCHOLARSHIP	$	50,000	$	50,000
License Plate Scholarships				
Outputs:				
Number of students receiving scholarships		50		50
B.1.19. Strategy: TEX-SHARE LIBRARY PROGRAM	$	500,000	$	500,000
TEX-SHARE Library Resource Sharing Program				

B.1.20. Strategy: LOAN REPAYMENT ASSISTANCE Loan Repayment Assistance for Certain Family Practice Physicians (SB218, 73rd Legislature, Regular Session)	$ 500,000	$ 500,000
B.1.21. Strategy: EDUCATIONAL REFUND GRANTS Texas Public Educational Refund Grants	$ 60,000	$ 60,000
B.1.22. Strategy: MINORITY DOCTORAL PROGRAM Minority Doctoral Incentive Program	$ 148,400	$ 148,400
B.1.23. Strategy: NORTHEAST TX INITIATIVE Northeast Texas Higher Education Initiative	$ 4,000,000	$ U.B.
B.1.24. Strategy: TEACHER EDUCATION Centers for Teacher Education	$ 1,250,000	$ 1,250,000
B.1.25. Strategy: RETIREMENT ADJUSTMENT Community college retirement contribution adjustment	$ 16,085,101	$ 16,085,101
B.1.26. Strategy: PHYSICIANS COMPENSATION Resident Physicians Compensation Program	$ 4,087,438	$ 4,087,438
B.1.27. Strategy: FAMILY PRACTICE PILOT PROJECTS	$ 1,000,000	$ 1,000,000
B.1.28. Strategy: TUITION ASSISTANCE GRANTS	$ 150,000	$ 150,000
Total, Goal B: ADMINISTER TRUSTEED FUNDS	$ 194,164,064	$ 130,539,136
C. Goal: ADMINISTER FED GRANT PRGS To Administer Federal Grant Programs		
C.1.1. Strategy: STUDENT INCENTIVE PROGRAM State Student Incentive Grants Program	$ 4,000,000	$ 4,000,000
C.1.2. Strategy: EISENHOWER GRANTS Dwight D. Eisenhower Mathematics and Science Higher Education Grants Program	$ 4,600,000	$ 4,600,000
C.1.3. Strategy: TECHNICAL GRANTS Technical-Vocational Education Grants Program	$ 38,500,000	$ 38,500,000
C.1.4. Strategy: PAUL DOUGLAS SCHOLARSHIP Paul Douglas Scholarship Program	$ 1,200,000	$ 1,200,000
C.1.5. Strategy: ROBERT BYRD SCHOLARSHIP Robert Byrd Scholarship Program	$ 717,000	$ 717,000
C.1.6. Strategy: STATE STUDENT LOANS State Student Loan Repayment Project	$ 425,000	$ 425,000
Total, Goal C: ADMINISTER FED GRANT PRGS	$ 49,442,000	$ 49,442,000
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: CENTRAL ADMINISTRATION	$ 1,224,377	$ 1,224,377
D.1.2. Strategy: INFORMATION RESOURCES	$ 2,607,816	$ 2,507,816
D.1.3. Strategy: OTHER SUPPORT SERVICES	$ 946,361	$ 946,361
Total, Goal D: INDIRECT ADMINISTRATION	$ 4,778,554	$ 4,678,554
Grand Total, HIGHER EDUCATION COORDINATING BOARD	$ 258,403,051	$ 194,678,123

Method of Financing:		
General Revenue Fund	$ 199,226,240	$ 135,532,315
General Revenue Fund - Consolidated		
Medical School Tuition Set Aside, estimated	700,000	700,000
License Plate Scholarships, estimated	50,000	50,000
Earned Federal Funds, estimated	245,652	245,652
Subtotal, General Revenue Fund - Consolidated	$ 995,652	$ 995,652
Student Loan Funds, estimated	5,046,170	5,015,167
Tax Reimbursement Grants, estimated	60,000	60,000
Certificate of Authority Fees, estimated	3,000	3,000
Appropriated Receipts (Matching Grants), estimated	855,000	855,000
Federal Funds, estimated	52,216,989	52,216,989
Total, Method of Financing	$ 258,403,051	$ 194,678,123
Number of Positions (FTE)	293.5	293.5
Schedule of Exempt Positions		
Commissioner of Higher Education, Group 6	$125,106	$125,106

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Acquisition of Information Resource Technologies		
(1) P.C. Support	$ 123,200	$ 92,400
(2) PC Software (300 machines)	98,000	65,000
(3) Local Area Network	69,239	38,004
(4) UNIX Server	40,000	25,000
(5) LAN Cards and Hubs	50,000	34,000
(6) Disk Storage System (DASD)	$ 68,252	$ 68,286
Total, Capital Budget	$ 448,691	$ 322,690

2. **Commissioner's Salary.** The Coordinating Board is hereby authorized to utilize $74,857 per year from general revenue funds appropriated to Goal 1., in 1996 and 1997 and any earned funds including federal funds received under 20 USC 1087-1 as a lender of

Hinson-Hazlewood Student Loans, for the purpose of funding the salary of the Commissioner of Higher Education at a rate NTE $125,106 per year in 1996 and 1997.

3. **Use of Excess Registration Fees Authorization.** Any registration fee collected by the Coordinating Board to pay the expenses of a conference, seminar or meeting in excess of the actual costs of such conference, seminar or meeting may be used to pay the expenses of any other conference, seminar or meeting for which no registration fees were collected or for which registration fees collected were insufficient to cover the total expenses.

4. **Student Loan Program.** All moneys in the Texas Opportunity Plan Fund and the Texas College Student Loan Bonds Interest and Sinking Fund, the Student Loan Auxiliary Fund, and the Student Loan Revenue Fund are hereby appropriated to the Texas Higher Education Coordinating Board, for the purposes specified in Article III, Sections 50b and 50b-1, 50b-2 and 50b-3 of the Texas Constitution and V.T.C.A., Education Code 52.01-52.90 and 56.121-56.135.

5. **Federal Lenders Allowance.** In accordance with the provisions of V.T.C.A., Education Code, Sec. 52.17(e) it is the intent of the Legislature that the Coordinating Board shall expend to the maximum extent possible, Federal Lenders Special Allowance revenue (Earned Federal Funds) for the support of programs authorized to use this funding source in Section 52.17(e).

6. **Physician's Education Loan Repayment Program.** The funds provided to the Trusteed Funds Objective, Strategy B.1.5., Physician's Education Loan Repayment Program, are appropriated in accordance with V.T.C.A., Education Code, Section 61.531 - 61.539 for repayment of eligible student loans received by a physician who meets the stipulated requirements. All balances in the funds as of August 31, 1995, and all funds received during the biennium are hereby appropriated to the Coordinating Board for the biennium ending August 31, 1997 for the same purpose as Strategy B.1.5..

7. **Appropriation of the Scholarship Fund for Fifth-Year Accounting Students.** Available balances on hand and funds collected during the biennium in accordance with Vernon's Annotated Civil Statutes Article 41-a, Sec. 32 are hereby appropriated to the Texas Higher Education Coordinating Board for the biennium ending August 31, 1997 for the purposes for which they were originally provided.

8. **Texas Public Educational Grants Full Use of Funds.** Funds received by the Coordinating Board under the full use of funds provisions of V.T.C.A., Education Code, Section 56.039 are hereby appropriated and may be expended for scholarships as provided by that statute.

9. **Texas Public Educational Grants Program.** Unless a different percentage is set by passage of legislation amending the Texas Education Code, it is the intent of the Legislature that the amount of tuition to be set aside for the Texas Public Educational Grants Program shall be 15 percent in fiscal years 1996 and 1997.

10. **Student Financial Assistance Grants.** Available balances on hand at August 31, 1995 and funds received during the biennium by the Comptroller through the reimbursement to taxpayer provision under Section 151.423 of the Tax Code are appropriated to the Coordinating Board for the biennium ending August 31, 1997 for the same purpose as Strategy B.1.17, Tax Reimbursement Grants, in accordance with V.T.C.A., Education Code, Chapter 56.

11. **License Plate Scholarship Program.** Available balances on hand at August 31, 1995 and the portion of fees deposited in the state treasury during the biennium ending August 31,

1997, to the credit of the Texas Higher Education Coordinating Board, Strategy B.1.18, License Plate Scholarship, as provided by Vernon's Annotated Civil Statutes, Article 6675a-5j, is appropriated for that period to the board for the purpose of providing scholarships for students who demonstrate a need for financial assistance. The board shall allocate the appropriation made by this provision to students at a particular college or university in proportion to the ratio that the amount deposited to the credit of the Texas Higher Education Coordinating Board from fees for license plates bearing the name and insignia of the particular college or university bears to the total amount deposited.

12. **Baylor Colleges of Medicine and Dentistry.** From funds appropriated by this Act for the Baylor College of Medicine and the Baylor College of Dentistry, the Coordinating Board shall allocate to these institutions an amount per student enrolled in these colleges equal to the cost of medical and dental education in the established public medical and dental schools cited in Subchapter D, Chapter 61, Education Code. The amount shall be determined by the Coordinating Board.

13. **Recruitment and Retention at Baylor Dentistry.** Out of appropriated funds to the Baylor College of Dentistry, except for those appropriated for outpatient clinic services, a reasonable amount each year is to be utilized for recruitment and education of and scholarships for minority dental students and dental students who commit to serve in rural areas of Texas. An annual report shall be made to the Legislative Budget Board each year detailing the amounts, utilization and results of such expenditures.

14. **Disadvantaged Student Scholarships.**

    a. Funds appropriated for the Scholarship Fund for Educationally Disadvantaged Students are to be used to match institutional funds committed by the general academic teaching institutions for scholarships. No one institution may receive more than 15 percent of the total funds appropriated. None of the funds may be used for administrative purposes. It is legislative intent that funds appropriated in this item be used as an incentive for eligible institutions to establish minority programs.

       The Coordinating Board shall file with the Legislative Budget Board and the Governor's Office a report showing the allocation of the scholarships. The report shall be submitted within 90 days of the close of the fiscal year.

    b. Out of the funds appropriated for Scholarship Fund for Educationally Disadvantaged Students, $400,000 in each year of the biennium are to be used to fund programs which are intended to encourage and aid women and minority secondary students to enter the fields of mathematics, engineering, and science.

15. **Research Programs.** The appropriations made by this Act for the Advanced Research Program and the Advanced Technology Program shall be distributed in accordance with the provisions of V.T.C.A., Education Code, Chapters 142 and 143. However, no more than 70 percent of the funds allocated for each program shall be designated for The University of Texas and the Texas A&M University Systems in the 1996-97 biennium. Institutions receiving transfers of funds under these programs shall report to the Coordinating Board in accordance with the provisions of V.T.C.A., Education Code, Section 142.005. Similarly, the Coordinating Board shall report to the Governor and the Legislative Budget Board. Funds appropriated to the Advanced Research Program and the Advanced Technology Program in Senate Bill 5, Seventy-third Legislature, for the 1994-95 biennium are hereby reappropriated for the same purposes for the 1996-97 biennium. Funds allocated for both research programs are exempt from General Services Commission rules and regulations.

16. **Texas Academic Skills Program.**

    a. **Remedial Education Programs.** Funds appropriated for remedial programs under V.T.C.A., Education Code, Section 51.306, shall be expended only for those costs associated with the operation of the remedial education program including instruction, tutorial, peer counseling, evaluation, retraining of faculty, and related costs for administration of the program. The funds shall not be used for the recruitment of students.

    b. **Allocation Procedure for Remedial Education Program Contingency Fund.** The amount appropriated for the Remedial Education Program shall be allocated by the Coordinating Board to each institution providing mandatory noncourse-based remedial programs to students as a result of performance on the Texas Academic Skills Program test or a local diagnostic or "Campus Form" of the TASP test. The allocation for each year of the biennium shall be made according to the number of students each institution places into mandatory noncourse-based remediation in mathematics, reading and writing. Noncourse-based remediation may include, but not be limited to, tutoring, supervised self-study, learning assistance centers, and computer assisted instruction. Noncourse-based remediation is not to be reported for the purpose of state course-based formula funding and institutions must keep documentation that can verify student participation and results.

    c. **TASP Test Fee Waivers.** Funds appropriated for Strategy B.1.12, Texas Academic Skills Program, shall be expended by the Coordinating Board for providing test fee waivers for needy students.

    d. **Intent Concerning Remedial Needs.** It is the intent of the Legislature that all affected institutions of public higher education fully address remedial needs identified by the Texas Academic Skills Program with appropriations made in this Act for the Remedial Education Program and other institutional funds available.

    e. **SAT, ACT, TAAS Score Exemption from the TASP.** No public institution of higher education shall require a TASP test pursuant to V.T.C.A., Education Code, Section 51.306 from any student who received a sufficient score on either the SAT, ACT, TAAS as set by the Texas Higher Education Coordinating Board. A sufficient score is a score that will exempt 15 percent of the students. This exemption shall be in effect for five years from the date the SAT or ACT was taken and the set score level was achieved and three years from the date the TAAS was taken and the set score level was achieved.

17. **Course Transferability.** From funds appropriated for the Educational Data Center, the Coordinating Board shall collect data on degree requirements at the public community/junior and senior colleges in Texas so that all lower division courses shall be fully transferable between institutions and will count toward the same degree at any public college or university in Texas.

18. **TEG Reporting Requirements.** Upon request, every institution receiving tuition equalization grants shall furnish to the Coordinating Board student expense budgets, data concerning student need, and any other financial information required by the board. All such information shall be in a format prescribed by the Texas Higher Education Coordinating Board.

19. **Residency Eligibility.** It is legislative intent that any student who is eligible for Texas resident tuition at a tax-supported institution is eligible for the Tuition Equalization Grants Program, provided all other requirements established by the Coordinating Board have been

met by that student. None of the funds appropriated in this Act to the Coordinating Board for Tuition Equalization Grants may be expended for grants to non-resident students attending independent colleges or universities in Texas except for grants to National Merit Finalists.

20. **TEG Need Survey.** The Coordinating Board shall present the result of its most recent annual need survey for Tuition Equalization Grant (TEG) funds as part of its biennial appropriations request to the Legislative Budget Board and the Governor's Budget Office. The request shall include the number of eligible students and an estimate of the amount needed to fund fully the TEG program in the coming biennium. The Coordinating Board shall update this projection to include the most recent fall semester data prior to the convening of each regular session of the Legislature and shall provide this information to the Legislative Budget Board staff prior to Legislative Budget Board deliberations on the TEG appropriation.

21. **Annual Financial Aid Need Survey.** The Coordinating Board shall present an annual report concerning unmet financial aid need of students attending Texas public institutions of higher education. The report shall include the number of eligible students for whom aid is not available from existing programs and an estimate of the amount necessary to meet their needs. This report shall be provided to the Legislative Budget Board by December 31 of each calendar year.

22. **Family Practice Rural Rotations.** Funds appropriated above for Family Practice Residency Programs, include up to $363,000 in 1996 and $363,000 in 1997 for one month rural rotation for family practice residents in accordance with the provision of V.T.C.A., Education Code, Section 51.918(b)(2).

23. **Internal Auditor Required.** From funds appropriated above in Goal 1., the Coordinating Board shall employ at least one full-time internal auditor.

24. **Upper-Level Transition Funding to Four-Year Status.** The Coordinating Board shall modify the formulas that provide a differential rate per semester credit hour between four-year general academic teaching institutions and upper-level institutions as follows for application to: a four-year general academic teaching institution that is established by converting an upper-level general academic teaching institution into a four-year institution and that has no permanent limitation on the enrollment of lower-division students; or to an upper-level general academic teaching institution that is permitted to admit lower-division students or offer lower-division courses and that has no permanent limitations on the enrollment of lower-division students.

    For the first two state fiscal years that begin after the institution first admits lower-division students or offers lower-division courses, the formula for upper-level general academic teaching institutions shall be applied to upper-division semester credit hours at the institution. Beginning with the third state fiscal year that begins after the institution first admits lower-division students or offers lower-division courses, the formula for four-year general academic teaching institutions shall be applied to upper-division semester credit hours at the institution, except that the board shall modify the formula to provide the institution additional funding equal to a percent of the difference between the amount derived from application of the four-year formula to the institution's upper-division semester credit hours and the amount derived from application of the upper-level formula to those semester credit hours. The percent to be applied to that difference is 87.5 percent for the first fiscal year to which this rider applies and is reduced by 12.5 percentage points for each subsequent fiscal years.

25. **Transition Funding for Programmatic Restructuring.** The Coordinating Board is directed to develop an adjustment to the formula system by which institutions that lose enrollments in

a funding base period due to a restructuring of course offerings to meet changing societal educational demands are held harmless from loss of formula funding from enrollment decline. The adjustment process should include certification by the relevant institutional governing board that programmatic changes are being undertaken that are approved by the Coordinating Board and that could result in a significant decline in credit hours earned by students prior to the enrollment loss actually occurring. It is intended that the hold harmless mechanism be developed for the public community/junior colleges, Lamar lower-division institutions, Texas State Technical College, general academic teaching institutions, and the health-related institutions and take into account the unique educational mission of each segment of higher education delineated above. The formula adjustment should be directed only to courses that are vocational/technical or applied in nature and not to traditional academic course offerings. No institution may be held harmless by such provision for the same individual set of course restructuring for more than one two-year period.

26. **Appointments to Coordinating Board Advisory Committees.** Appointments of faculty or university personnel to positions on formula advisory committees to the Texas Higher Education Coordinating Board shall be approved by either the president or chancellor of the employing university or system.

27. **Dramatic Enrollment Growth Funding for Public Community and Junior Colleges.** In addition to the funds appropriated above, an amount of $500,000 is hereby appropriated to be used only to assist public community and junior colleges that have experienced dramatic rates of growth in contact hours. Funds appropriated under this section shall be allocated by a formula developed by the Texas Higher Education Coordinating Board for the benefit of public community and junior colleges which experienced an increase in total contact hours greater than 10 percent between the 1992-93 base period and the 1994-95 base period.

28. **Minority and Women Representation Plan.** The Texas Higher Education Coordinating Board shall require each public institution of higher education to prepare and submit a plan for increasing the representation of women and members of ethnic and racial minority groups among the administrators, faculty, professional staff, and students. The plan must be filed with the Board by August 31, 1996. The Board shall report on these plans and on the institutions' progress under these plans to the governor, lieutenant governor, speaker of the House of Representatives, chair of the Senate Education Committee, chair of the House Committee on Higher Education, and the Legislative Budget Board and make them available to other interested parties by December 31, 1996.

29. **Utility Funding Study.** The Texas Higher Education Coordinating Board in consultation with the Legislative Budget Board is directed to conduct a study regarding the development of an equitable mechanism to fund utility costs at institutions of higher education. The study shall include recommendations for a funding methodology for actual utility costs, rate increases, and incentives for energy conservation. The Higher Education Coordinating Board shall present the results of the study to the Legislative Budget Board no later than August 31, 1996.

30. **Contingency Appropriation for Senate Bill 1280 (Statewide Preceptorship Programs General Internal Medicine and General Pediatrics and Primary Care Residency Program Expansion).** Contingent upon the enactment of Senate Bill 1280 or similar legislation, the amount of $150,000 in each year of the 1996/1997 biennium is appropriated for a statewide preceptorship program in general internal medicine and the amount of $150,000 in each year of the 1996/1997 biennium is appropriated for a statewide preceptorship program in general pediatrics. For the Primary Care Residency Expansion, the amount of $900,000 in fiscal year 1997 is appropriated for community-based primary care residency program expansion

positions. The intent of this rider is to provide support for 60 new first-year primary care resident positions in fiscal year 1997.

31. **Center for Teacher Education.** Funds appropriated above in Strategy B.1.24., Centers for Teacher Education, may only be expended through contract with the Texas Association of Developing Colleges, or a similar organization, for the purpose of establishing Centers for Teacher Education at predominately minority, private, general academic institutions. Priority shall be given to centers located at Jarvis Christian College and Paul Quinn College. The primary objective of the Centers for Teacher Education is to recruit, train and place qualified minorities in the teaching profession. The Higher Education Coordinating Board may require the periodic submission of data and reports as necessary to assess the overall performance of the centers.

32. **Northeast Texas Higher Education Initiative.** The Higher Education Coordinating Board shall distribute funds appropriated above for the Northeast Texas Higher Education Initiative based on a system of merit. In determining the proper distribution of funds, the Higher Education Coordinating Board shall consider the recommendation of the Northeast Texas Higher Education Consortium and the recommendations of Sam Houston State University, which is included in the Initiative by Higher Education Coordinating Board Rider 33. All decisions on the distribution of the above appropriated funds shall be made by the October 1995 meeting of the Higher Education Coordinating Board.

33. **Northeast Texas Higher Education Initiative.** Funds appropriated above for the Northeast Texas Higher Education Initiative shall be distributed only to the following institutions of higher education:

    East Texas State University, East Texas State University-Texarkana, Stephen F. Austin State University, Sam Houston State University, The University of Texas at Tyler, The University of Texas Health Science Center at Tyler, Angelina College, Kilgore College, Northeast Texas Community College, Panola College, Paris Junior College, Texarkana College, Trinity Valley Community College, Tyler Junior College, and Texas State Technical College - Marshal Extension Center.

34. **Minority Doctoral Incentive Program.** Out of unexpended balances for the biennium ending August 31, 1995 from Goal B: Administer Trusteed Funds, except for funds appropriated to Advanced Research and Advanced Technology, $296,800 is hereby appropriated to the Texas Higher Education Coordinating Board for the biennium ending August 31, 1997, to establish a special account to be called the Minority Doctoral Incentive Program Account to be used for the purpose of repaying eligible loans made to students under the Minority Doctoral Incentive Program in accordance with the provisions of V.T.C.A. Education Code, Chapter 56, Subchapter J.

35. **Contingent House Appropriation - Texas National Guard ROTC Program.** Contingent upon the enactment of House Bill 1792 (Seventy-fourth Legislature, Regular Session), or similar legislation, and in addition to other amounts appropriated in this Act, there is hereby appropriated from the General Revenue Fund to the Higher Education Coordinating Board $554,226 for fiscal year 1996, and $589,876 for fiscal year 1997. This appropriation shall be distributed to ROTC institutions, as defined in H.B. 1792, or similar legislation, for the funding of the Texas National Guard ROTC program described therein. Any unexpended balance remaining as of August 31, 1996 from the appropriation made here for fiscal year 1996 is reappropriated for the same purpose for the fiscal year beginning September 1, 1996.

36. **Future Teacher Loan Program.** All balances on hand in the Future Teacher Loan Fund as of August 31, 1995, and funds collected in the biennium are hereby appropriated to the Texas

Higher Education Coordinating Board for the biennium ending August 31, 1997, for the Tuition Assistance Program.

37. **Special Item Study.** The Texas Higher Education Coordinating Board in consultation with the Legislative Budget Board is directed to conduct a study regarding special item funding at institutions of higher education. The study shall include recommendations for categorizing all non-formula funding line items, a mechanism to evaluate special items, and a sunset process under which all special items will be evaluated for continuation of funding. The Higher Education Coordinating Board shall present the results of the study to the Legislative Budget Board no later than August 31, 1996.

38. **Uniform Refund Policy.** It is the intent of the Legislature that the Texas Higher Education Coordinating Board establish a uniform tuition and fee refund policy for public community/junior colleges. Such policies shall be consistent with Section 54.006, V.T.C.A, Education Code.

39. **Study of Health Professions Education.** In addition to the amounts appropriated above, $36,933 is hereby appropriated and shall be used to provide to the Governor, Lt. Governor, Speaker of the House, and the members of the Legislature by December 1, 1996 a feasibility study of defining and establishing regional areas of principal responsibility for health professions education at institutions of higher education to ensure state wide access to these programs.

40. **Earned Federal Funds.** All unexpended balances of Earned Federal Funds remaining as of August 31, 1995, are hereby appropriated for the same purposes for use during the biennium beginning September 1, 1995. Any balances on hand at the end of fiscal year 1996 may be carried over to fiscal year 1997, and such funds are appropriated for fiscal year 1997. The authority to receive and expend earned federal fund balances in excess of those appropriated above is subject to the following limitation:

    At least 14 days prior to any use of any earned federal funds the Coordinating Board shall report the earned federal funds received and provide documentation of the proposed use of these funds to the Legislative Budget Board and the Governor's Office of Budget and Planning.

HIGHER EDUCATION FUND

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: HIGHER EDUCATION FUND The Constitutional appropriation for acquiring land with or without permanent improvements, constructing and equipping buildings or other permanent improvements, major repair or rehabilitation of buildings or other permanent improvements, and acquisition of capital equipment, library books and library materials at the eligible institutions and agencies of higher education pursuant to the provisions of Article VII, Section 17(a) of the Texas Constitution.	$ 225,000,000	$ 225,000,000
Grand Total, HIGHER EDUCATION FUND	$ 225,000,000	$ 225,000,000

1. **Unexpended Balances.** Any unexpended balances as of August 31, 1995 in the General Revenue Fund pursuant to the provision of Article VII, Section 17(a) of the Texas Constitution, are hereby reappropriated to the respective institutions for the biennium beginning September 1, 1995 for the same purposes.

2. **Higher Education Fund Deposit.** Out of the Funds appropriated above, the State Comptroller of Public Accounts shall deposit $50 million in each year of the biennium to the credit of the higher education fund in accordance with V.T.C.A., Education Code, Section 62.025.

THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Educational and General State Support	$ 46,178,886	$ 46,178,886
Grand Total, THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION	$ 46,178,886	$ 46,178,886
Number of Positions (FTE)	137.5	137.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

Out of the General Revenue Fund:		
A. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
A.1.1. Strategy: RETIREMENT CONTRIBUTION ADJUSTMENT	$ 46,178,886	$ 46,178,886
Grand Total, THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION	$ 46,178,886	$ 46,178,886

2. **System Office Funding.** Of the amounts appropriated to the academic components of The University of Texas System, the following amounts are subject to the special and general provisions of this Act and are included for the operation of The University of Texas System Administration:

	For the Years Ending August 31, 1996	August 31, 1997
The University of Texas at Arlington	$ 47,151	$ 47,151
The University of Texas at Austin	156,152	156,152
The University of Texas at Dallas	24,211	24,211
The University of Texas at El Paso	32,151	32,151
The University of Texas - Pan American	22,777	22,777
The University of Texas at Brownsville	5,338	5,338

The University of Texas of the Permian Basin	4,723	4,723
The University of Texas at San Antonio	30,203	30,203
The University of Texas at Tyler	7,228	7,228

3. **Aircraft Authorized.** The University of Texas System is authorized to acquire, operate and maintain, including replacing, one passenger airplane. Such airplane should be acquired by gift, if possible, but may be acquired by purchase subject to the authority of the Aircraft Pooling Board under Chapter 2205, Government Code. All costs of acquisition, operation and maintenance, including replacement, may be paid out of the Available University Fund allocable to The University of Texas System. The University of Texas System is also authorized to lease on a short-term basis additional aircraft as may be needed from time to time.

4. **Appropriation, Governing Board.** Out of the funds appropriated herein, an amount not to exceed $436,569 in each year of the biennium shall be for all expenses associated with the governing board's duties including, but not limited to: travel, entertainment, lodging, and expenses of state employees who provide services for the governing board.

   A separate record of the board's expenditures shall be kept and retained in the same manner as the fiscal records of the institution(s) the board governs. No funds may be used for the governing board's expenses except for the specific amounts designated above. Funds appropriated for the governing board's expenses may be used for any other purpose covered by this Act.

5. **Experimental Enology/Experimental Viticulture.** Out of general revenue or available university funds appropriated to The University of Texas System or its components, and subject to the special and general provisions of this Act, $750,000 per year is appropriated to The University of Texas Experimental Enology/Experimental Viticulture project.

AVAILABLE UNIVERSITY FUND

	For the Years Ending August 31, 1996	August 31, 1997
Out of the Available University Fund No. 011:		
A. Goal: MANAGE/ADM ENDOWMENT FDS Provide Management and Administrative Support for Endowment Funds		
A.1.1. Strategy: EXP OF REV BEARING PROP Expenses of Revenue Bearing Property, including--- Investments, Endowments, and Trusts; Lands, Finance, and Asset Management; Accounting and Auditing; Oil, Gas, Mineral, and Surface Interests;	$ 14,779,214	$ 14,779,214

Board for Lease of University Lands; Office of General Counsel (including attorneys); Staff Benefits, including O.A.S.I., W.C.I., U.C.I., and Employee Insurance Premium Sharing. Estimated		
A.1.2. Strategy: AUF-TAMU The Available University Fund allocable to the Board of Regents of Texas A&M University is hereby appropriated for the purpose of retiring obligations incurred under the authority of Article VII, Section 18 of the Texas Constitution, and may be expended for permanent improvements, new construction, equipment, repairs, and physical plant operation and maintenance, minority student scholarships and student recruitment, and educational and general activities of the Texas A&M University System pursuant to Article VII, Sections 11(a) and 18 of the Texas Constitution. Estimated	$ 75,537,511	$ 75,770,845
A.1.3. Strategy: AUF-UT The Residue of the Available University Fund allocable to The University of Texas System is hereby appropriated for the purpose of retiring obligations incurred under the authority of Article VII, Section 18 of the Texas Constitution and, pursuant to the authorization of Article VII, Section 18 of the Texas Constitution and, pursuant to the authorization of Article VII, Section 11 (a) and 18 of the Constitution, for permanent improvements, new construction, equipment, repairs and rehabilitation, physical plant operation and maintenance, and educational and general activities of The University of Texas System Administration, and The University of Texas at Austin. Estimated	$ 151,897,789	$ 151,811,602
Total, Goal A: MANAGE/ADM ENDOWMENT FDS	$ 242,214,514	$ 242,361,661
Grand Total, AVAILABLE UNIVERSITY FUND	$ 242,214,514	$ 242,361,661
Number of Positions (FTE)	164.5	164.5

1. **Texas A&M University System Share.** There is hereby appropriated to the Texas A&M University System for the biennium ending August 31, 1997, that portion of the Available University Fund apportioned to it by Article VII, Section 18(e), Texas Constitution, except the part of that portion appropriated by Section 18 for the payment of principal and interest on bonds or notes issued thereunder by the Board of Regents of the Texas A&M University System, together with any balance in the Texas A&M University-The University of Texas Available Fund for any previous fiscal year. The Texas A&M University System is authorized to use a portion of its share of the Available University Fund for the matching of private grants for the endowment of scholarships, fellowships, library support, and academic positions at Texas A&M University and Prairie View A&M University. However, not more than $1.5 million per year may be expended for the matching of private grants for the endowment of scholarships and fellowships.

AVAILABLE UNIVERSITY FUND
(Continued)

2. **The University of Texas System Share.** There is hereby appropriated for the biennium ending August 31, 1997 that portion of the Available University Fund (AUF) apportioned to The University of Texas System by Article VII, Section 18(e), Texas Constitution, together with any balance in the AUF for any previous years, except that portion appropriated by Section 18 for the payment of principal and interest on bonds or notes issued by the Board of Regents of The University of Texas System. This appropriation may be used for new construction, major repairs and rehabilitation, equipment, maintenance, operation, salaries, and support, including the matching of private grants for the endowment of scholarships, fellowships, library support, and academic positions for The University of Texas at Austin and for The University of Texas System Administration and is to be used as the Board of Regents of The University of Texas System may determine.

3. **Transfer Authorization.** The University of Texas System may transfer from the Available University Fund No. 011 into the Texas A&M University Available Fund No. 047 its respective portion.

4. **Austin Technology Incubator.** The University of Texas System may use not more than $200,000 in 1996 and $200,000 in 1997 from its share of the Available University Fund to fund the Austin Technology Incubator.

THE UNIVERSITY OF TEXAS AT ARLINGTON

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 86,673,121	$ 88,009,835
Grand Total, THE UNIVERSITY OF TEXAS AT ARLINGTON	$ 86,673,121	$ 88,009,835
Method of Financing:		
General Revenue Fund	$ 63,908,803	$ 64,323,678
Estimated Board Authorized Tuition Increases	1,739,679	1,739,679
Estimated Statutory Tuition Increases	792,004	1,584,007
Estimated Other Educational and General Income	20,232,635	20,362,471
Total, Method of Financing	$ 86,673,121	$ 88,009,835
Number of Positions (FTE)	1,890.0	1,894.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	40%	40%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	40%	40%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	61%	61%
State licensure examination pass rate of engineering graduates	80%	80%
State licensure examination pass rate of nursing graduates	96%	96%
State pass rate of education EXCET exam	96%	96%
A.1.1. Strategy: FACULTY SALARIES	$ 41,861,313	$ 42,370,958
Outputs:		
Number of undergraduate degrees awarded	2,900	2,925
Number of minority graduates	515	533
A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 3,565,835	$ 3,606,705
A.1.3. Strategy: DEPARTMENTAL OPERATING EX Departmental Operating Expense	$ 8,728,393	$ 8,829,486
A.2.1. Strategy: INSTRUCTIONAL ADMIN Instructional Administration	$ 1,389,001	$ 1,406,629
A.2.2. Strategy: LIBRARY	$ 2,850,590	$ 2,883,180
A.3.1. Strategy: SCHOLARSHIPS	$ 68,693	$ 68,693
A.3.2. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 3,023,054	$ 3,212,069
Total, Goal A: PROVIDE INSTRUCTION	$ 61,486,879	$ 62,377,720
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	14%	14%
Dollar value of external or sponsored research funds (in millions)	14.855	14.855
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 311,337	$ 314,904
B.2.1. Strategy: AUTOMATION AND ROBOTICS Automation and Robotics Research Institute	$ 554,869	$ 554,869
B.2.2. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 800,687	$ 800,687
Total, Goal B: CONDUCT RESEARCH	$ 1,666,893	$ 1,670,460
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: RURAL HOSPITAL OUTREACH Rural Hospital Outreach Program	$ 55,808	$ 55,808

C.1.2. Strategy: URBAN STUDIES INSTITUTE Institute of Urban Studies	$ 310,482	$ 310,482
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 366,290	$ 366,290
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 3,432,255	$ 3,486,458
D.2.1. Strategy: STUDENT SERVICES	$ 1,374,107	$ 1,389,814
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 1,509,611	$ 1,509,611
D.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 368,189	$ 368,189
D.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 35,792	$ 35,792
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 1,047,840	$ 1,055,645
D.4.2. Strategy: BUILDING MAINTENANCE	$ 2,763,936	$ 2,745,097
D.4.3. Strategy: CUSTODIAL SERVICES	$ 1,462,013	$ 1,442,211
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 433,852	$ 437,407
D.4.5. Strategy: UTILITIES	$ 7,674,539	$ 7,674,539
D.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 2,436,178	$ 2,835,855
D.5.2. Strategy: SYSTEM OFFICE OPERATION	$ 47,151	$ 47,151
D.5.3. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 211,596	$ 211,596
D.5.4. Strategy: INSTITUTIONAL ADVANCEMENT	$ 222,500	$ 222,500
D.5.5. Strategy: AFRICA INTERNATIONAL EXCHANGE	$ 133,500	$ 133,500
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 23,153,059	$ 23,595,365
Grand Total, THE UNIVERSITY OF TEXAS AT ARLINGTON	$ 86,673,121	$ 88,009,835
Method of Financing:		
General Revenue Fund	$ 63,908,803	$ 64,323,678
Estimated Board Authorized Tuition Increases	1,739,679	1,739,679
Estimated Statutory Tuition Increases	792,004	1,584,007
Estimated Other Educational and General Income	20,232,635	20,362,471
Total, Method of Financing	$ 86,673,121	$ 88,009,835

2. **Robotics Engineering Research Program Transferability Authority.** The University of Texas at Arlington is hereby authorized to transfer or utilize from funds appropriated above an amount NTE $500,000 to the Robotics Engineering Research Program in addition to the amount specified for that item. However, no funds may be transferred from any specified amount for faculty salaries, general scholarships, or minority scholarships and recruitment.

3. **Center for Mexican American Studies.** The University of Texas at Arlington is hereby authorized to transfer or utilize, from funds appropriated above, an amount not to exceed $300,000 for the operation of a Center for Mexican American Studies.

4. **Urban Studies Institute.** All funds collected by the Urban Studies Institute are hereby appropriated to The University of Texas at Arlington for the Urban Studies Institute. It is the intent of the Legislature that services provided by the Institute shall be provided at a reduced cost based upon financial need and the availability of like services.

THE UNIVERSITY OF TEXAS AT AUSTIN

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 282,686,664	$ 285,377,708
Grand Total, THE UNIVERSITY OF TEXAS AT AUSTIN	$ 282,686,664	$ 285,377,708
Method of Financing:		
General Revenue Fund	$ 194,553,616	$ 195,445,435
Estimated Board Authorized Tuition Increases	9,906,053	9,906,053
Estimated Statutory Tuition Increases	1,558,701	3,117,402
Estimated Other Educational and General Income	76,668,294	76,908,818
Total, Method of Financing	$ 282,686,664	$ 285,377,708
Number of Positions (FTE)	6,907.5	6,907.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	96%	96%
Percent of lower division courses taught by tenured or tenure track faculty	40%	40%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	61%	61%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	84%	84%
Retention rate of TASP students requiring remediation education after one academic year	74%	74%
State licensure examination pass rate of law graduates	90%	90%

State licensure examination pass rate of engineering graduates	83%	83%
State licensure examination pass rate of nursing graduates	92%	92%
State licensure examination pass rate of pharmacy graduates	98%	98%
State pass rate of education EXCET exam	96%	96%
A.1.1. Strategy: FACULTY SALARIES	$ 120,950,538	$ 121,957,521
Outputs:		
Number of undergraduate degrees awarded	7,600	7,600
Number of minority graduates	1,460	1,490
A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 2,463,313	$ 2,482,079
A.1.3. Strategy: DEPARTMENTAL OPERATING EX	$ 28,053,702	$ 28,269,713
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 3,775,003	$ 3,808,345
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 9,658,998	$ 9,733,357
A.3.1. Strategy: SCHOLARSHIPS	$ 478,466	$ 478,466
A.3.2. Strategy: LBJ SCHOOL	$ 277,401	$ 277,401
Lyndon B. Johnson School of Public Affairs		
A.3.3. Strategy: DISADVANTAGED SCHOLARSHIP	$ 549,844	$ 549,844
Student Aid: Scholarships-Culturally and Economically Disadvantaged Students		
A.3.4. Strategy: LIBRARY ENHANCEMENT	$ 364,900	$ 364,900
A.3.5. Strategy: PUBLIC EDUCATION GRANTS	$ 6,962,274	$ 7,348,327
Texas Public Education Grants		
Total, Goal A: PROVIDE INSTRUCTION	$ 173,534,439	$ 175,269,953
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	70.6%	71.9%
Dollar value of external or sponsored research funds (in millions)	158	161
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 953,559	$ 960,820
B.2.1. Strategy: MARINE SCIENCE INSTITUTE	$ 700,674	$ 700,674
Marine Science Institute - Port Aransas		
B.2.2. Strategy: INSTITUTE FOR GEOPHYSICS	$ 1,213,228	$ 1,213,228
Institute for Geophysics - Galveston		
B.2.3. Strategy: BUREAU-ECONOMIC GEOLOGY	$ 1,249,409	$ 1,249,409
Bureau of Economic Geology		
B.2.4. Strategy: BUREAU-BUSINESS RESEARCH	$ 269,116	$ 269,116
Bureau of Business Research		
B.2.5. Strategy: MCDONALD OBSERVATORY	$ 1,725,006	$ 1,725,006
B.2.6. Strategy: ENGINEERING RESEARCH	$ 101,305	$ 101,305
Bureau of Engineering Research		
B.2.7. Strategy: STUDIES IN ASTRONOMY	$ 666,763	$ 666,763
Center for Advanced Studies in Astronomy		

B.2.8. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 13,405,518	$ 13,405,518
Total, Goal B: CONDUCT RESEARCH	$ 20,284,578	$ 20,291,839
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: TEXAS MEMORIAL MUSEUM	$ 167,958	$ 167,958
C.1.2. Strategy: PUBLIC POLICY INSTITUTE	$ 222,500	$ 222,500
C.1.3. Strategy: POLICY DISPUTE RESOLUTION Center for Public Policy Dispute Resolution	$ 267,000	$ 267,000
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 657,458	$ 657,458
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 11,333,523	$ 11,468,827
D.2.1. Strategy: STUDENT SERVICES	$ 6,925,798	$ 6,978,727
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 9,963,268	$ 9,963,268
D.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 1,669,536	$ 1,669,536
D.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 49,037	$ 49,037
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 3,615,195	$ 3,612,409
D.4.2. Strategy: BUILDING MAINTENANCE	$ 12,116,727	$ 11,910,688
D.4.3. Strategy: CUSTODIAL SERVICES	$ 5,876,807	$ 5,775,186
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 1,309,074	$ 1,317,969
D.4.5. Strategy: UTILITIES	$ 27,145,249	$ 27,145,249
D.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 7,165,293	$ 8,226,880
D.5.2. Strategy: UNIVERSITY OUTREACH CNTR University Outreach Center	$ 405,897	$ 405,897
D.5.3. Strategy: SYSTEM OFFICE OPERATION	$ 156,152	$ 156,152
D.5.4. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 478,633	$ 478,633
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 88,210,189	$ 89,158,458
Grand Total, THE UNIVERSITY OF TEXAS AT AUSTIN	$ 282,686,664	$ 285,377,708
Method of Financing:		
General Revenue Fund	$ 194,553,616	$ 195,445,435
Estimated Board Authorized Tuition Increases	9,906,053	9,906,053
Estimated Statutory Tuition Increases	1,558,701	3,117,402
Estimated Other Educational and General Income	76,668,294	76,908,818
Total, Method of Financing	$ 282,686,664	$ 285,377,708

2. **Bureau of Economic Geology Contingency.** Contingent upon certification by the Comptroller of Public Accounts that increased activity by the Bureau of Economic Geology will generate at least $890,000 for the biennium in additional revenue to the General Revenue Fund, $445,000 in each year of the biennium is appropriated above for information item B.2.3., Bureau of Economic Geology.

3. **Texas Space Grant Consortium.** The University of Texas at Austin, Texas A&M University, and the University of Houston shall continue to participate in the Texas Space Grant Consortium as authorized under the National Space Grant College and Fellowship Act (42 U.S.C. §2486 et seq.).

4. **Public Policy Clinics.** Out of the funds appropriated above, $222,500 in each year of the biennium shall be used for public policy clinics in the Department of Government. The clinics shall be focused on public policy issues salient to the State of Texas and to be offered as graduate-level seminars to help maximize the relationship with the Tomas Rivera Center and the Center for Migration and Border Studies. These funds shall be used to pay for costs and research fellowships associated with the clinics.

THE UNIVERSITY OF TEXAS AT DALLAS

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 44,684,393	$ 44,692,630
Grand Total, THE UNIVERSITY OF TEXAS AT DALLAS	$ 44,684,393	$ 44,692,630
Method of Financing:		
General Revenue Fund	$ 33,853,045	$ 33,518,870
Estimated Board Authorized Tuition Increases	1,038,056	1,038,056
Estimated Statutory Tuition Increases	307,734	615,467
Estimated Other Educational and General Income	9,485,558	9,520,237
Total, Method of Financing	$ 44,684,393	$ 44,692,630
Number of Positions (FTE)	969.0	969.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	60%	60%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	65%	65%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	75%	75%
A.1.1. Strategy: FACULTY SALARIES	$ 20,603,821	$ 20,537,171
Outputs:		
Number of undergraduate degrees awarded	1,300	1,300
Number of minority graduates	190	190
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 4,971,261	$ 5,021,971
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 630,315	$ 628,590
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 1,291,537	$ 1,304,805
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 2,222,304	$ 2,222,304
A.3.1. Strategy: SCHOLARSHIPS	$ 9,494	$ 9,494
A.3.2. Strategy: UNDERGRADUATE HONORS	$ 221,831	$ 221,831
Undergraduate Honors College Development		
A.3.3. Strategy: PUBLIC EDUCATION GRANTS	$ 1,126,990	$ 1,200,425
Texas Public Education Grants		
A.3.4. Strategy: FORMULA HOLD HARMLESS	$ 910,258	$ 796,476
Formula Funding Hold Harmless		
A.3.5. Strategy: FORMULA TRANSITION	$ 667,500	$ 667,500
Total, Goal A: PROVIDE INSTRUCTION	$ 32,655,311	$ 32,610,567
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	21%	21%
Dollar value of external or sponsored research funds (in millions)	14.583	14.583
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 118,174	$ 119,368
B.2.1. Strategy: INDIRECT COST	$ 800,000	$ 800,000
Indirect Cost Recovery for Research Related Activities		
Total, Goal B: CONDUCT RESEARCH	$ 918,174	$ 919,368
C. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
C.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,565,887	$ 1,588,484
C.2.1. Strategy: STUDENT SERVICES	$ 635,524	$ 641,936
C.3.1. Strategy: STAFF GROUP INSURANCE	$ 760,657	$ 760,657
Staff Group Insurance Premiums		

C.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 215,884	$ 215,884
C.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 3,986	$ 3,986
C.4.1. Strategy: PLANT SUPPORT SERVICES	$ 432,766	$ 433,501
C.4.2. Strategy: BUILDING MAINTENANCE	$ 1,224,502	$ 1,116,865
C.4.3. Strategy: CUSTODIAL SERVICES	$ 654,576	$ 644,845
C.4.4. Strategy: GROUNDS MAINTENANCE	$ 379,737	$ 382,339
C.4.5. Strategy: UTILITIES	$ 4,350,849	$ 4,350,849
C.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 747,389	$ 884,412
C.5.2. Strategy: SYSTEM OFFICE OPERATION	$ 24,211	$ 24,211
C.5.3. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 90,742	$ 90,742
C.6.1. Strategy: MASTER LEASE PURCHASE Lease Payments to the Master Equipment Lease Purchase Program	$ 24,198	$ 23,984
Total, Goal C: INSTITUTE/ANCILLARY OPER	$ 11,110,908	$ 11,162,695
Grand Total, THE UNIVERSITY OF TEXAS AT DALLAS	$ 44,684,393	$ 44,692,630
Method of Financing:		
General Revenue Fund	$ 33,853,045	$ 33,518,870
Estimated Board Authorized Tuition Increases	1,038,056	1,038,056
Estimated Statutory Tuition Increases	307,734	615,467
Estimated Other Educational and General Income	9,485,558	9,520,237
Total, Method of Financing	$ 44,684,393	$ 44,692,630

2. **Master Equipment Lease Purchase Program.** Funds identified for Master Equipment Lease Purchase Program shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

3. **Formula Transition.** The Texas Higher Education Coordinating Board shall modify the application of existing funding formulas for the University of Texas at Dallas, as follows, so as to appropriately fund a four-year institution which has a permanent limitation on the enrollment of lower division students.

   This new modification shall incorporate the application of the four-year formula rates to fund lower-division semester credit hours and the application of the formulas for upper-level institutions to fund upper-division credit hours.

THE UNIVERSITY OF TEXAS AT EL PASO

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 59,844,209	$ 61,267,868
Grand Total, THE UNIVERSITY OF TEXAS AT EL PASO	$ 59,844,209	$ 61,267,868
Method of Financing:		
General Revenue Fund	$ 44,235,325	$ 44,952,292
Estimated Board Authorized Tuition Increases	254,545	254,545
Estimated Statutory Tuition Increases	624,443	1,248,885
Estimated Other Educational and General Income	14,729,896	14,812,146
Total, Method of Financing	$ 59,844,209	$ 61,267,868
Number of Positions (FTE)	1,377.5	1,377.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	48%	49%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	28%	28%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	64%	64.6%
State licensure examination pass rate of engineering graduates	80%	80%
State licensure examination pass rate of nursing graduates	92%	92%
State pass rate of education EXCET exam	86%	86%
A.1.1. Strategy: FACULTY SALARIES	$ 23,786,152	$ 24,164,246
Outputs:		
Number of undergraduate degrees awarded	1,515	1,530
Number of minority graduates	985	995
A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 1,923,769	$ 1,952,998
A.1.3. Strategy: DEPARTMENTAL OPERATING EX	$ 4,429,752	$ 4,497,694
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 786,137	$ 799,040
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 1,811,815	$ 1,839,013

A.3.1. Strategy: SCHOLARSHIPS	$ 216,516	$ 216,516
A.3.2. Strategy: SCHOLARSHIPS - JUAREZ Scholarships for Juarez High School Graduates	$ 4,584	$ 4,584
A.3.3. Strategy: REHABILITATIVE SCIENCES	$ 4,080	$ 4,080
A.3.4. Strategy: COOPERATIVE DEGREE PRGMS Cooperative Degree Programs	$ 31,484	$ 31,484
A.3.5. Strategy: PROGRAM DEVELOPMENT Academic Program Development	$ 3,203,278	$ 3,203,278
A.3.6. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 1,730,271	$ 1,840,467
A.3.7. Strategy: ACADEMIC INFRASTRUCTURE	$ 1,335,000	$ 1,335,000
A.3.8. Strategy: PHARMACY PROGRAM Pharmacy Program with UT - Austin	$ 890,000	$ 890,000
Total, Goal A: PROVIDE INSTRUCTION	$ 40,152,838	$ 40,778,400
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	22%	22%
Dollar value of external or sponsored research funds (in millions)	11.55	11.66
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 222,841	$ 226,226
B.2.1. Strategy: BORDER STUDIES INSTITUTE Inter-American and Border Studies Institute	$ 99,835	$ 99,835
B.2.2. Strategy: RESEARCH SUPPORT Technical Support for Research	$ 226,857	$ 226,857
B.2.3. Strategy: ENVIRONMENTAL RESOURCE Center for Environmental Resource Management	$ 266,201	$ 266,201
B.2.4. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 830,581	$ 830,581
Total, Goal B: CONDUCT RESEARCH	$ 1,646,315	$ 1,649,700
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: EL PASO CENTENNIAL MUSEUM	$ 62,630	$ 62,630
C.1.2. Strategy: RURAL NURSING HEALTH CARE Rural Nursing Health Care Services	$ 73,073	$ 73,073
C.1.3. Strategy: MANUFACTURE/MATERIAL MGMT Institute for Manufacturing and Materials Management	$ 101,798	$ 101,798
C.1.4. Strategy: ECONOMIC/ENTERPRISE DEV Texas Centers for Economic and Enterprise Development	$ 973,988	$ 973,988
C.1.5. Strategy: ACADEMIC EXCELLENCE Collaborative for Academic Excellence	$ 133,100	$ 133,100
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 1,344,589	$ 1,344,589

D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 2,488,429	$ 2,537,042
D.2.1. Strategy: STUDENT SERVICES	$ 1,054,630	$ 1,070,623
D.3.1. Strategy: STAFF GROUP INSURANCE	$ 1,249,749	$ 1,249,749
Staff Group Insurance Premiums		
D.3.2. Strategy: WORKERS' COMPENSATION INS	$ 313,873	$ 313,873
Workers' Compensation Insurance		
D.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 4,546	$ 4,546
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 748,716	$ 789,907
D.4.2. Strategy: BUILDING MAINTENANCE	$ 1,903,538	$ 2,046,960
D.4.3. Strategy: CUSTODIAL SERVICES	$ 1,134,995	$ 1,186,877
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 277,363	$ 283,332
D.4.5. Strategy: UTILITIES	$ 5,097,125	$ 5,355,823
D.5.1. Strategy: TUITION REVENUE BONDS	$ 1,565,919	$ 1,794,863
Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)		
D.5.2. Strategy: PEER COUNSELING PROGRAM	$ 186,090	$ 186,090
D.5.3. Strategy: SYSTEM OFFICE OPERATION	$ 32,151	$ 32,151
D.5.4. Strategy: SKILES ACT REVENUE BOND	$ 199,675	$ 199,675
Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))		
D.6.1. Strategy: COMPUTER CENTER UPGRADE	$ 443,668	$ 443,668
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 16,700,467	$ 17,495,179
Grand Total, THE UNIVERSITY OF TEXAS AT EL PASO	$ 59,844,209	$ 61,267,868
Method of Financing:		
General Revenue Fund	$ 44,235,325	$ 44,952,292
Estimated Board Authorized Tuition Increases	254,545	254,545
Estimated Statutory Tuition Increases	624,443	1,248,885
Estimated Other Educational and General Income	14,729,896	14,812,146
Total, Method of Financing	$ 59,844,209	$ 61,267,868

2. **Transfer of Consortium Funds.** Funds identified for the Texas Centers for Border Economic and Enterprise Development are to be distributed among the member institutions of the consortium by transfers from appropriations to The University of Texas at El Paso to The University of Texas-Pan American and Texas A&M International University. Such transfers are subject to the special and general provisions of this Act and are authorized as follows:

THE UNIVERSITY OF TEXAS AT EL PASO
(Continued)

	1996	1997
Texas A&M International University: Institute for International Trade	$ 224,017	$ 224,017
The University of Texas - Pan American: Center for Entrepreneurship and Economic Development	$ 371,577	$ 371,577

THE UNIVERSITY OF TEXAS - PAN AMERICAN

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 42,298,119	$ 43,895,267
Grand Total, THE UNIVERSITY OF TEXAS - PAN AMERICAN	$ 42,298,119	$ 43,895,267
Method of Financing:		
General Revenue Fund	$ 31,434,217	$ 32,401,648
Estimated Statutory Tuition Increases	575,133	1,150,265
Estimated Other Educational and General Income	10,288,769	10,343,354
Total, Method of Financing	$ 42,298,119	$ 43,895,267
Number of Positions (FTE)	1,034.0	1,034.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	40%	40%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	23%	24%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	60%	60%
State licensure examination pass rate of nursing graduates	92%	92%
State pass rate of education EXCET exam	86%	86%

A.1.1. Strategy: FACULTY SALARIES	$ 18,129,873	$ 18,490,640
Outputs:		
Number of undergraduate degrees awarded	910	920
Number of minority graduates	783	791
A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 1,432,110	$ 1,459,607
A.1.3. Strategy: DEPARTMENTAL OPERATING EX	$ 2,810,850	$ 2,865,383
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 598,157	$ 610,371
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 1,474,731	$ 1,502,699
A.3.1. Strategy: SCHOLARSHIPS	$ 375,742	$ 375,742
A.3.2. Strategy: NURSING PRGM ENHANCEMENT	$ 414,818	$ 414,818
Nursing Program Enhancement		
A.3.3. Strategy: ENGINEERING PROGRAM	$ 786,432	$ 786,432
A.3.4. Strategy: INTERNATIONAL BUSINESS	$ 298,857	$ 298,857
International Business Doctoral Program Development		
A.3.5. Strategy: EDUCATION LEADERSHIP	$ 158,342	$ 158,342
Educational Leadership Doctorate Program Development		
A.3.6. Strategy: ALLIED HEALTH ENHANCEMENT	$ 78,211	$ 78,211
A.3.7. Strategy: INTERNATIONAL STUDIES	$ 40,621	$ 40,621
Center for International Studies		
A.3.8. Strategy: COOPERATIVE GRADUATE PRGM	$ 68,944	$ 68,944
Cooperative Graduate Programs		
A.3.9. Strategy: PROGRAM DEVELOPMENT	$ 2,285,532	$ 2,285,532
Academic Program Development		
A.3.10. Strategy: PUBLIC EDUCATION GRANTS	$ 1,553,709	$ 1,656,207
Texas Public Education Grants		
Total, Goal A: PROVIDE INSTRUCTION	$ 30,506,929	$ 31,092,406
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	7%	10%
Dollar value of external or sponsored research funds (in millions)	1.145	1.259
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 140,131	$ 142,823
B.2.1. Strategy: INDIRECT COST	$ 203,788	$ 203,788
Indirect Cost Recovery for Research Related Activities		
Total, Goal B: CONDUCT RESEARCH	$ 343,919	$ 346,611

C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: ECONOMIC DEVELOPMENT Center for Entrepreneurship and Economic Development	$ 142,082	$ 142,082
C.1.2. Strategy: CENTER FOR MANUFACTURING	$ 221,809	$ 221,809
C.1.3. Strategy: K-12 COLLABORATION U.T. System K-12 Collaboration Initiative	$ 178,000	$ 178,000
C.1.4. Strategy: TRADE AND TECHNOLOGY CENTER International Trade and Technology Center	$ 133,500	$ 133,500
C.1.5. Strategy: DIABETES REGISTRY	$ 139,805	$ 371,577
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 815,196	$ 1,046,968
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,871,174	$ 1,915,256
D.2.1. Strategy: STUDENT SERVICES	$ 882,004	$ 898,916
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 827,049	$ 827,049
D.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 173,618	$ 173,618
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 468,778	$ 514,348
D.4.2. Strategy: BUILDING MAINTENANCE	$ 932,991	$ 1,077,479
D.4.3. Strategy: CUSTODIAL SERVICES	$ 557,766	$ 598,970
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 207,845	$ 213,798
D.4.5. Strategy: UTILITIES	$ 2,820,444	$ 3,026,688
D.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 1,259,317	$ 1,532,071
D.5.2. Strategy: TUTORIAL PROGRAMS	$ 121,209	$ 121,209
D.5.3. Strategy: VALLEY HEALTH OFFICE Valley Health Coordinating Office	$ 128,083	$ 128,083
D.5.4. Strategy: SYSTEM OFFICE OPERATION	$ 22,777	$ 22,777
D.5.5. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 136,520	$ 136,520
D.5.6. Strategy: INFORMATION TECHNOLOGY	$ 222,500	$ 222,500
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 10,632,075	$ 11,409,282
Grand Total, THE UNIVERSITY OF TEXAS - PAN AMERICAN	$ 42,298,119	$ 43,895,267
Method of Financing:		
General Revenue Fund	$ 31,434,217	$ 32,401,648
Estimated Statutory Tuition Increases	575,133	1,150,265
Estimated Other Educational and General Income	10,288,769	10,343,354
Total, Method of Financing	$ 42,298,119	$ 43,895,267

2. **Appropriation of Special Mineral Fund.** Any unexpended balance as of August 31, 1995, and income during the biennium beginning September 1, 1995, in the Pan American University Special Mineral Fund are hereby appropriated at The University of Texas-Pan American to support instruction and research programs of the university.

3. **Diabetes Registry.** Out of the funds appropriated above, $139,805 in fiscal year 1996 and $371,577 in fiscal year 1997 are for the purposes of the Diabetes Registry.

THE UNIVERSITY OF TEXAS AT BROWNSVILLE

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 11,443,134	$ 11,896,092
Grand Total, THE UNIVERSITY OF TEXAS AT BROWNSVILLE	$ 11,443,134	$ 11,896,092
Method of Financing:		
General Revenue Fund	$ 10,365,592	$ 10,758,217
Estimated Statutory Tuition Increases	52,107	104,214
Estimated Other Educational and General Income	1,025,435	1,033,661
Total, Method of Financing	$ 11,443,134	$ 11,896,092
Number of Positions (FTE)	158.0	158.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
State pass rate of education EXCET exam	86%	86%
A.1.1. Strategy: FACULTY SALARIES	$ 3,120,399	$ 3,151,821
Outputs:		
Number of undergraduate degrees awarded	280	285
Number of minority graduates	284	293
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 664,951	$ 671,131
Departmental Operating Expense		

A.2.1. Strategy: INSTRUCTIONAL ADMIN Instructional Administration	$ 148,884	$ 145,529
A.2.2. Strategy: LIBRARY	$ 462,375	$ 466,978
A.3.1. Strategy: SCHOLARSHIPS	$ 9,497	$ 9,497
A.3.2. Strategy: COOP EDUCATION DOCTORAL Cooperative Education Doctoral Program	$ 110,934	$ 110,934
A.3.3. Strategy: PROGRAM DEVELOPMENT	$ 1,704,701	$ 1,704,701
A.3.4. Strategy: INCENTIVE SCHOLARSHIP PRG Incentive Scholarship Program	$ 249,310	$ 249,310
A.3.5. Strategy: MATCHING FUNDS-TECHNOLOGY Matching Funds for Technology	$ 443,773	$ 443,773
A.3.6. Strategy: LIBRARY CORE PRINT COLLECTION	$ 222,500	$ 222,500
A.3.7. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 177,240	$ 188,892
A.3.8. Strategy: SCIENCE AND TECHNOLOGY Science and Technology Development	$ 111,250	$ 111,250
Total, Goal A: PROVIDE INSTRUCTION	$ 7,425,814	$ 7,476,316
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	1%	2%
Dollar value of external or sponsored research funds (in millions)	.041	.083
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 50,066	$ 50,534
B.2.1. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 13,869	$ 13,869
Total, Goal B: CONDUCT RESEARCH	$ 63,935	$ 64,403
C. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
C.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 533,888	$ 541,191
C.2.1. Strategy: STUDENT SERVICES	$ 307,154	$ 310,028
C.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 46,424	$ 46,424
C.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 20,701	$ 20,701
C.4.1. Strategy: BUILDING MAINTENANCE	$	$ 87,384
C.4.2. Strategy: CUSTODIAL SERVICES	$	$ 48,350
C.4.3. Strategy: UTILITIES	$	$ 214,913
C.4.4. Strategy: LEASE OF FACILITIES	$ 2,995,783	$ 2,995,783
C.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 44,097	$ 85,261

C.5.2. Strategy: SYSTEM OFFICE OPERATION	$ 5,338	$ 5,338
Total, Goal C: INSTITUTE/ANCILLARY OPER	$ 3,953,385	$ 4,355,373
Grand Total, THE UNIVERSITY OF TEXAS AT BROWNSVILLE	$ 11,443,134	$ 11,896,092
Method of Financing:		
General Revenue Fund	$ 10,365,592	$ 10,758,217
Estimated Statutory Tuition Increases	52,107	104,214
Estimated Other Educational and General Income	1,025,435	1,033,661
Total, Method of Financing	$ 11,443,134	$ 11,896,092

2. **Lease of Facilities Study.** The Texas Higher Education Coordinating Board in consultation with the Legislative Budget Board is directed to conduct a study regarding the lease of facilities agreement between the University of Texas - Brownsville and Texas Southmost College. The recommendations shall include recommendations for a long-term lease agreement. The Higher Education Coordinating Board shall present the results of the study to the Legislative Budget Board no later than August 31, 1996.

THE UNIVERSITY OF TEXAS OF THE PERMIAN BASIN

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 10,173,424	$ 10,177,914
Grand Total, THE UNIVERSITY OF TEXAS OF THE PERMIAN BASIN	$ 10,173,424	$ 10,177,914
Method of Financing:		
General Revenue Fund	$ 8,688,206	$ 8,606,658
Estimated Statutory Tuition Increases	76,176	152,352
Estimated Other Educational and General Income	1,409,042	1,418,904
Total, Method of Financing	$ 10,173,424	$ 10,177,914
Number of Positions (FTE)	183.5	183.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

THE UNIVERSITY OF TEXAS OF THE PERMIAN BASIN
(Continued)

A. Goal: PROVIDE INSTRUCTION				
Outcomes:				
State pass rate of education EXCET exam		90%		90%
Percent of course completers		93%		93%
Percent of lower division courses taught by tenured or tenure track faculty		50%		50%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year		70%		70%
Retention rate of TASP students requiring remediation education after one academic year		57%		57%
A.1.1. Strategy: FACULTY SALARIES	$	3,315,020	$	3,277,900
Outputs:				
Number of undergraduate degrees awarded		420		425
Number of minority graduates		88		92
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$	706,424	$	697,978
Departmental Operating Expense				
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$	149,177	$	146,225
Instructional Administration				
A.2.2. Strategy: LIBRARY	$	524,274	$	530,978
A.3.1. Strategy: SCHOLARSHIPS	$	9,495	$	9,495
A.3.2. Strategy: PUBLIC EDUCATION GRANTS	$	225,081	$	239,938
Texas Public Education Grants				
Total, Goal A: PROVIDE INSTRUCTION	$	4,929,471	$	4,902,514
B. Goal: CONDUCT RESEARCH				
Outcomes:				
External or sponsored research funds as a percent of state appropriations		4%		5%
Dollar value of external or sponsored research funds (in millions)		.267		.267
B.1.1. Strategy: RESEARCH ENHANCEMENT	$	32,945	$	33,347
B.2.1. Strategy: CENTER FOR ENERGY	$	333,750	$	333,750
B.2.2. Strategy: INDIRECT COST	$	18,500	$	18,500
Indirect Cost Recovery for Research Related Activities				
Total, Goal B: CONDUCT RESEARCH	$	385,195	$	385,597
C. Goal: PROVIDE PUBLIC SERVICE				
C.1.1. Strategy: SHEPPERD LEADERSHIP INSTITUTE	$	890,000	$	890,000
John Ben Shepperd Leadership Institute				
D. Goal: INSTITUTE/ANCILLARY OPER				
Provide Institutional Support and Ancillary Operations				
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$	552,719	$	561,850
D.2.1. Strategy: STUDENT SERVICES	$	313,165	$	316,982
D.3.1. Strategy: STAFF GROUP INSURANCE	$	28,182	$	28,182
Staff Group Insurance Premiums				

D.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 37,345	$ 37,345
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 135,600	$ 137,254
D.4.2. Strategy: BUILDING MAINTENANCE	$ 232,658	$ 229,736
D.4.3. Strategy: CUSTODIAL SERVICES	$ 179,761	$ 177,453
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 314,004	$ 316,799
D.4.5. Strategy: UTILITIES	$ 1,649,863	$ 1,649,863
D.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 134,338	$ 153,216
D.5.2. Strategy: SYSTEM OFFICE OPERATION	$ 4,723	$ 4,723
D.5.3. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 30,400	$ 30,400
D.5.4. Strategy: ELECTRONIC ACADEMIC COMMUNICATION Regional Electronic Academic Communication Highway	$ 356,000	$ 356,000
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 3,968,758	$ 3,999,803
Grand Total, THE UNIVERSITY OF TEXAS OF THE PERMIAN BASIN	$ 10,173,424	$ 10,177,914
Method of Financing:		
General Revenue Fund	$ 8,688,206	$ 8,606,658
Estimated Statutory Tuition Increases	76,176	152,352
Estimated Other Educational and General Income	1,409,042	1,418,904
Total, Method of Financing	$ 10,173,424	$ 10,177,914

THE UNIVERSITY OF TEXAS AT SAN ANTONIO

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 54,665,180	$ 56,316,891
Grand Total, THE UNIVERSITY OF TEXAS AT SAN ANTONIO	$ 54,665,180	$ 56,316,891
Method of Financing:		
General Revenue Fund	$ 39,736,028	$ 40,675,157
Estimated Board Authorized Tuition Increases	803,326	803,326
Estimated Statutory Tuition Increases	620,181	1,240,362
Estimated Other Educational and General Income	13,505,645	13,598,046
Total, Method of Financing	$ 54,665,180	$ 56,316,891
Number of Positions (FTE)	1,374.5	1,374.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	40%	40%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	25%	28%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	57%	57%
State licensure examination pass rate of engineering graduates	80%	80%
State pass rate of education EXCET exam	93.6%	93.9%
A.1.1. Strategy: FACULTY SALARIES	$ 24,771,159	$ 25,178,078
Outputs:		
Number of undergraduate degrees awarded	2,716	2,934
Number of minority graduates	1,344	1,488
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 4,240,823	$ 4,308,149
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 757,804	$ 770,637
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 1,839,204	$ 1,867,806
A.3.1. Strategy: SCHOLARSHIPS	$ 51,304	$ 51,304
A.3.2. Strategy: SOUTH TEXAS INITIATIVE	$ 617,005	$ 617,005

A.3.3. Strategy: PRE-ENGINEERING PROGRAM Texas Pre-Engineering Program	$ 442,407	$ 442,407
A.3.4. Strategy: PROGRAM DEVELOPMENT Academic Program Development	$ 2,662,145	$ 2,662,145
A.3.5. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 2,132,866	$ 2,269,130
Total, Goal A: PROVIDE INSTRUCTION	$ 37,514,717	$ 38,166,661
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	7.8%	8.4%
Dollar value of external or sponsored research funds (in millions)	4.5	5
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 189,888	$ 192,872
B.2.1. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 299,757	$ 299,757
Total, Goal B: CONDUCT RESEARCH	$ 489,645	$ 492,629
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: SMALL BUSINESS CENTER Small Business Development Center	$ 752,563	$ 752,563
C.1.2. Strategy: TEXAN CULTURES INSTITUTE Institute of Texan Cultures	$ 2,159,571	$ 2,159,571
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 2,912,134	$ 2,912,134
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 2,583,852	$ 2,635,694
D.2.1. Strategy: STUDENT SERVICES	$ 1,091,696	$ 1,108,825
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 881,576	$ 881,576
D.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 214,818	$ 214,818
D.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 393	$ 393
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 599,800	$ 613,757
D.4.2. Strategy: BUILDING MAINTENANCE	$ 969,860	$ 1,249,610
D.4.3. Strategy: CUSTODIAL SERVICES	$ 526,602	$ 674,065
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 399,579	$ 404,550
D.4.5. Strategy: UTILITIES	$ 4,047,853	$ 5,096,298
D.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 1,300,247	$ 1,623,473
D.5.2. Strategy: SYSTEM OFFICE OPERATION	$ 30,203	$ 30,203
D.5.3. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 212,205	$ 212,205

D.5.4. Strategy: DOWNTOWN CAMPUS PHASE II	$ 890,000	$ U.B.
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 13,748,684	$ 14,745,467
Grand Total, THE UNIVERSITY OF TEXAS AT SAN ANTONIO	$ 54,665,180	$ 56,316,891
Method of Financing:		
General Revenue Fund	$ 39,736,028	$ 40,675,157
Estimated Board Authorized Tuition Increases	803,326	803,326
Estimated Statutory Tuition Increases	620,181	1,240,362
Estimated Other Educational and General Income	13,505,645	13,598,046
Total, Method of Financing	$ 54,665,180	$ 56,316,891

2. **Small Business Development Center.** Included in the appropriation above to The University of Texas at San Antonio is $752,563 in each year of the biennium for the Small Business Development Center, or its equivalent due to special and general provisions of this Act, contingent upon certification by the Comptroller of Public Accounts that increased activity by the Small Business Development Center will generate at least $1,505,126 for the biennium in additional revenue to the General Revenue Fund. It is the intent of the Legislature that state funds provided to the Small Business Development Center be used by the center to attract federal funds on a dollar-for-dollar basis.

THE UNIVERSITY OF TEXAS AT TYLER

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 14,874,654	$ 13,796,923
Grand Total, THE UNIVERSITY OF TEXAS AT TYLER	$ 14,874,654	$ 13,796,923
Method of Financing:		
General Revenue Fund	$ 12,366,137	$ 11,145,562
Estimated Statutory Tuition Increases	129,702	259,402
Estimated Other Educational and General Income	2,378,815	2,391,959
Total, Method of Financing	$ 14,874,654	$ 13,796,923
Number of Positions (FTE)	320.5	320.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
State licensure examination pass rate of nursing graduates	92%	92%
State pass rate of education EXCET exam	90%	90%
A.1.1. Strategy: FACULTY SALARIES	$ 6,500,848	$ 6,576,910
Outputs:		
Number of undergraduate degrees awarded	585	594
Number of minority graduates	93	96
A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 1,250,162	$ 1,263,882
A.1.3. Strategy: DEPARTMENTAL OPERATING EX	$ 982,246	$ 993,195
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 236,869	$ 239,766
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 552,669	$ 559,067
A.3.1. Strategy: SCHOLARSHIPS	$ 9,496	$ 9,496
A.3.2. Strategy: REGIONAL ACADEMIC PROGRAM	$ 88,748	$ 88,748
Regional Academic Programming (Interactive TV for Distance Learning)		
A.3.3. Strategy: REGIONAL SCHOLARSHIPS	$ 49,858	$ 49,858
A.3.4. Strategy: NURSING-PALESTINE EXT	$ 133,500	$ 133,500
Nursing - Palestine Extension		
A.3.5. Strategy: ENGINEERING PROGRAM	$ 1,513,000	$ U.B.
Engineering Program Development		
A.3.6. Strategy: PUBLIC EDUCATION GRANTS	$ 379,085	$ 403,764
Texas Public Education Grants		
Total, Goal A: PROVIDE INSTRUCTION	$ 11,696,481	$ 10,318,186
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	4%	5%
Dollar value of external or sponsored research funds (in millions)	.6	.62
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 58,087	$ 58,724
B.2.1. Strategy: INDIRECT COST	$ 750	$ 750
Indirect Cost Recovery for Research Related Activities		
Total, Goal B: CONDUCT RESEARCH	$ 58,837	$ 59,474
C. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		

C.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 744,542	$ 755,937
C.2.1. Strategy: STUDENT SERVICES	$ 395,077	$ 399,410
C.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 146,862	$ 146,862
C.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 69,456	$ 69,456
C.4.1. Strategy: PLANT SUPPORT SERVICES	$ 159,523	$ 159,974
C.4.2. Strategy: BUILDING MAINTENANCE	$ 431,053	$ 480,862
C.4.3. Strategy: CUSTODIAL SERVICES	$ 191,030	$ 228,328
C.4.4. Strategy: GROUNDS MAINTENANCE	$ 129,289	$ 130,285
C.4.5. Strategy: UTILITIES	$ 680,966	$ 810,293
C.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. code Sec 55.17)	$ 117,755	$ 184,073
C.5.2. Strategy: SYSTEM OFFICE OPERATION	$ 7,228	$ 7,228
C.5.3. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 46,555	$ 46,555
Total, Goal C: INSTITUTE/ANCILLARY OPER	$ 3,119,336	$ 3,419,263
Grand Total, THE UNIVERSITY OF TEXAS AT TYLER	$ 14,874,654	$ 13,796,923
Method of Financing:		
General Revenue Fund	$ 12,366,137	$ 11,145,562
Estimated Statutory Tuition Increases	129,702	259,402
Estimated Other Educational and General Income	2,378,815	2,391,959
Total, Method of Financing	$ 14,874,654	$ 13,796,923

2. **Northeast Texas Higher Education Initiative - Engineering Program.** Funds appropriated above to the University of Texas - Tyler for Engineering Program Development shall be used for starting an engineering program and program development.

TEXAS A&M UNIVERSITY SYSTEM ADMINISTRATIVE AND GENERAL OFFICES

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Educational and General State Support	$ 9,257,067	$ 9,257,067
Grand Total, TEXAS A&M UNIVERSITY SYSTEM ADMINISTRATIVE AND GENERAL OFFICES	$ 9,257,067	$ 9,257,067
Number of Positions (FTE)	85.0	85.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

Out of the General Revenue Fund:		
A. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
A.1.1. Strategy: RETIREMENT CONTRIBUTION ADJUSTMENT	$ 9,257,067	$ 9,257,067
Grand Total, TEXAS A&M UNIVERSITY SYSTEM ADMINISTRATIVE AND GENERAL OFFICES	$ 9,257,067	$ 9,257,067

2. **System Office Funding.** Of the amounts appropriated to the academic components of the Texas A&M University System, the following amounts are subject to the special and general provisions of this Act and are included for the operation of the Texas A&M University System Administrative and General Offices:

	For the Years Ending August 31, 1996	August 31, 1997
Texas A&M University	$ 231,147	$ 231,147
Texas A&M University at Galveston	7,619	7,619
Prairie View A&M University	31,427	31,427
Tarleton State University	19,046	19,046
Texas A&M University - Corpus Christi	10,476	10,476
Texas A&M University - Kingsville	28,570	28,570
Texas A&M International University	2,857	2,857

3. **Mineral Fund Appropriated.** There is hereby appropriated to the Board of Regents of the Texas A&M University System the funds in the Texas A&M University System Special

Mineral Fund to be invested by said board in accordance with V.T.C.A., Education Code, Section 85.70, and the income from said Fund is hereby appropriated to the Board of Regents of the Texas A&M University System to be disbursed for the purposes provided for and in accordance with the provisions of the above citation.

4. **Appropriation, Governing Board.** Out of the funds appropriated herein, an amount not to exceed $325,000 in each year of the biennium shall be for all expenses associated with the governing board's duties including, but not limited to: travel, entertainment, lodging, and expenses of state employees who provide services for the governing board.

   A separate record of the board's expenditures shall be kept and retained in the same manner as the fiscal records of the institution(s) the board governs. No funds may be used for the governing board's expenses except for the specific amounts designated above. Funds appropriated for the governing board's expenses may be used for any other purpose covered by this Act.

5. **Contingency Appropriation for House Bill 2247 - Texas A&M University - Central Texas.** Contingent upon enactment of House Bill 2247 or similar legislation establishing Texas A&M University - Central Texas, Texas A&M University - Central Texas is hereby appropriated $2,000,000 from the General Revenue Fund for fiscal year 1997 for the purposes of implementing the provisions of the bill. In the event that House Bill 2247 or similar legislation establishing Texas A&M University - Central Texas is not enacted, $2,000,000 from the General Revenue Fund is hereby appropriated to the Texas Department of Transportation for the biennium for the Rural Rail Transportation District.

   A study is to be completed by the Texas A&M System concerning the establishment of a baccalaureate degree granting university in the Killeen area. The study shall be completed by August 31, 1996.

6. **Change of Name of Prairie View A&M University.** Money appropriated to the Board of Regents of The Texas A&M University System may not be spent to purchase new stationery or other supplies or otherwise to facilitate a change of name of Prairie View A&M University.

TEXAS A&M UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 229,994,953	$ 231,813,930
Grand Total, TEXAS A&M UNIVERSITY	$ 229,994,953	$ 231,813,930

Method of Financing:		
General Revenue Fund	$ 175,164,211	$ 175,127,272
Estimated Board Authorized Tuition Increases	2,800,000	2,800,000
Estimated Statutory Tuition Increases	1,594,494	3,188,987
Estimated Other Educational and General Income	49,248,788	49,510,211
Real Estate Fee Trust Account No. 969, estimated	1,187,460	1,187,460
Total, Method of Financing	$ 229,994,953	$ 231,813,930
Number of Positions (FTE)	5,220.0	5,223.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	93.5%	93.5%
Percent of lower division courses taught by tenured or tenure track faculty	49%	49%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	66%	66%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	85%	85%
Retention rate of TASP students requiring remediation education after one academic year	83%	83%
State licensure examination pass rate of engineering graduates	85%	85%
State licensure examination pass rate of veterinary medicine graduates	90.3%	90.3%
State pass rate of education EXCET exam	93%	93%
A.1.1. Strategy: FACULTY SALARIES	$ 94,555,141	$ 95,576,790
Outputs:		
Number of undergraduate degrees awarded	6,900	7,100
Number of minority graduates	820	850
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 22,598,391	$ 22,828,438
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 2,892,646	$ 2,925,361
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 6,630,502	$ 6,697,179
A.3.1. Strategy: SCHOLARSHIPS	$ 171,686	$ 171,686
A.3.2. Strategy: VETERINARY MEDICAL	$ 23,749,258	$ 23,749,258
Veterinary Medical Education Program		
A.3.3. Strategy: PUBLIC EDUCATION GRANTS	$ 6,614,082	$ 7,006,101
Texas Public Education Grants		
A.3.4. Strategy: GOV/PUBLIC SERVICE SCHOOL	$ 667,500	$ 667,500
School of Government and Public Service		

A.3.5. Strategy: GOVERNMENT HISTORY CENTER Electronic Government History Center	$ 356,000	$ U.B.
Total, Goal A: PROVIDE INSTRUCTION	$ 158,235,206	$ 159,622,313
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	34%	34%
Dollar value of external or sponsored research funds (in millions)	112.751	112.751
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 759,516	$ 767,179
B.2.1. Strategy: CYCLOTRON INSTITUTE	$ 634,520	$ 634,520
B.2.2. Strategy: SEA GRANT PROGRAM	$ 416,348	$ 416,348
B.2.3. Strategy: ENERGY RESOURCES PROGRAM	$ 638,700	$ 638,700
B.2.4. Strategy: PUBLIC POLICY LAB Public Policy Resource Laboratory	$ 47,741	$ 47,741
B.2.5. Strategy: INSTITUTE OF BIOSCIENCES Institute of Biosciences and Technology	$ 3,391,642	$ 3,391,642
B.2.6. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 421,861	$ 421,861
B.2.7. Strategy: REAL ESTATE RESEARCH CTR Real Estate Research Center. Estimated	$ 1,187,460	$ 1,187,460
Total, Goal B: CONDUCT RESEARCH	$ 7,497,788	$ 7,505,451
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: SCHOOL OF ARCHITECTURE	$ 817,843	$ 817,843
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 8,757,565	$ 8,883,895
D.2.1. Strategy: STUDENT SERVICES	$ 4,776,163	$ 4,824,468
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 4,166,903	$ 4,166,903
D.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 2,345,003	$ 2,345,003
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 2,559,438	$ 2,564,670
D.4.2. Strategy: BUILDING MAINTENANCE	$ 8,390,723	$ 8,385,565
D.4.3. Strategy: CUSTODIAL SERVICES	$ 4,526,463	$ 4,511,050
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 1,557,237	$ 1,568,812
D.4.5. Strategy: UTILITIES	$ 23,994,056	$ 24,250,342
D.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 523,460	$ 520,510
D.5.2. Strategy: RADIOLOGICAL SAFETY Radiological Safety Program	$ 260,479	$ 260,479
D.5.3. Strategy: OUTREACH CENTER University Outreach Center	$ 189,089	$ 189,089

D.5.4. Strategy: LEARNING RESOURCES Electronic Network for Library and Learning Resources	$ 355,009	$ 355,009
D.5.5. Strategy: TRANS TX VIDEO NETWORK Trans Texas Video Network	$ 221,881	$ 221,881
D.5.6. Strategy: SYSTEM OFFICE OPERATION	$ 231,147	$ 231,147
D.5.7. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 589,500	$ 589,500
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 63,444,116	$ 63,868,323
Grand Total, TEXAS A&M UNIVERSITY	$ 229,994,953	$ 231,813,930
Method of Financing:		
General Revenue Fund	$ 175,164,211	$ 175,127,272
Estimated Board Authorized Tuition Increases	2,800,000	2,800,000
Estimated Statutory Tuition Increases	1,594,494	3,188,987
Estimated Other Educational and General Income	49,248,788	49,510,211
Real Estate Fee Trust Account No. 969, estimated	1,187,460	1,187,460
Total, Method of Financing	$ 229,994,953	$ 231,813,930

2. **Real Estate Research Center.** Funds derived from the provisions of V.T.C.S., Article 6573a., Section 5.m., in support of the Real Estate Research Center at Texas A&M University, are appropriated above to said center for the purposes stipulated therein. No employee paid from funds appropriated by this Act shall be paid both a salary and compensatory per diem for concurrent service as a state employee and as a board or commission member.

3. **Texas Space Grant Consortium.** The University of Texas at Austin, Texas A&M University, and the University of Houston shall continue to participate in the Texas Space Grant Consortium as authorized under the National Space Grant College and Fellowship Act (42 U.S.C. §2486 et seq.).

TEXAS A&M UNIVERSITY AT GALVESTON

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 9,864,017	$ 9,920,202
Grand Total, TEXAS A&M UNIVERSITY AT GALVESTON	$ 9,864,017	$ 9,920,202

Method of Financing:		
General Revenue Fund	$ 6,839,735	$ 6,845,705
Estimated Statutory Tuition Increases	42,530	85,059
Estimated Other Educational and General Income	2,981,752	2,989,438
Total, Method of Financing	$ 9,864,017	$ 9,920,202
Number of Positions (FTE)	216.5	216.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	40%	40%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	40%	40%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	57%	57%
A.1.1. Strategy: FACULTY SALARIES	$ 1,894,364	$ 1,914,529
Outputs:		
Number of undergraduate degrees awarded	200	200
Number of minority graduates	18	18
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 464,834	$ 469,457
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 141,001	$ 142,406
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 388,844	$ 392,949
A.3.1. Strategy: SCHOLARSHIPS	$ 9,497	$ 9,497
A.3.2. Strategy: PUBLIC EDUCATION GRANTS	$ 171,045	$ 179,343
Texas Public Education Grants		
A.3.3. Strategy: MARINE & MARITIME	$ 2,279,168	$ 2,332,748
Marine and Maritime Instructional Enhancement		
Total, Goal A: PROVIDE INSTRUCTION	$ 5,348,753	$ 5,440,929
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	34%	34%
Dollar value of external or sponsored research funds (in millions)	3.708	3.708
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 16,021	$ 16,181
B.2.1. Strategy: COASTAL ZONE LABORATORY	$ 26,487	$ 26,487

B.2.2. Strategy: INSTITUTE OF OCEANOGRAPHY Texas Institute of Oceanography	$ 543,273	$ 543,273
B.2.3. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 227,102	$ 227,102
Total, Goal B: CONDUCT RESEARCH	$ 812,883	$ 813,043
C. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
C.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 482,923	$ 489,822
C.2.1. Strategy: STUDENT SERVICES	$ 259,697	$ 262,285
C.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 36,128	$ 36,128
C.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 96,885	$ 96,885
C.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 839	$ 839
C.4.1. Strategy: PLANT SUPPORT SERVICES	$ 135,345	$ 136,694
C.4.2. Strategy: BUILDING MAINTENANCE	$ 305,198	$ 300,703
C.4.3. Strategy: CUSTODIAL SERVICES	$ 100,141	$ 98,638
C.4.4. Strategy: GROUNDS MAINTENANCE	$ 91,917	$ 92,531
C.4.5. Strategy: UTILITIES	$ 634,252	$ 634,252
C.4.6. Strategy: SHIP OPERATION & MAINT Ship Operation and Maintenance	$ 1,044,233	$ 1,044,233
C.5.1. Strategy: DREDGING OF DOCK AREA	$ 41,603	$ U.B.
C.5.2. Strategy: SYSTEM OFFICE OPERATION	$ 7,619	$ 7,619
C.5.3. Strategy: MARINE TERMINAL OPERATION Marine Terminal Operations	$ 465,601	$ 465,601
Total, Goal C: INSTITUTE/ANCILLARY OPER	$ 3,702,381	$ 3,666,230
Grand Total, TEXAS A&M UNIVERSITY AT GALVESTON	$ 9,864,017	$ 9,920,202
Method of Financing:		
General Revenue Fund	$ 6,839,735	$ 6,845,705
Estimated Statutory Tuition Increases	42,530	85,059
Estimated Other Educational and General Income	2,981,752	2,989,438
Total, Method of Financing	$ 9,864,017	$ 9,920,202

2. **Training Vessel.** No funds appropriated to Texas A&M University at Galveston may be expended for purchase of a training vessel.

PRAIRIE VIEW A&M UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 25,172,469	$ 25,387,112
Grand Total, PRAIRIE VIEW A&M UNIVERSITY	$ 25,172,469	$ 25,387,112
Method of Financing:		
General Revenue Fund	$ 18,469,685	$ 18,461,655
Estimated Statutory Tuition Increases	197,678	395,357
Estimated Other Educational and General Income	6,505,106	6,530,100
Total, Method of Financing	$ 25,172,469	$ 25,387,112
Number of Positions (FTE)	598.0	598.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	95%	95%
Percent of lower division courses taught by tenured or tenure track faculty	51%	51%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	32%	32%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	73%	73%
Retention rate of TASP students requiring remediation education after one academic year	57%	57%
State licensure examination pass rate of engineering graduates	80%	80%
State licensure examination pass rate of nursing graduates	93%	93%
State pass rate of education EXCET exam	86%	86%
A.1.1. Strategy: FACULTY SALARIES	$ 9,891,283	$ 10,005,694
Outputs:		
Number of minority graduates	709	727
A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 1,469,020	$ 1,484,982
A.1.3. Strategy: DEPARTMENTAL OPERATING EX	$ 1,826,646	$ 1,846,703
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 347,242	$ 351,440
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 729,037	$ 736,869
A.3.1. Strategy: SCHOLARSHIPS	$ 596,346	$ 596,346

A.3.2. Strategy: SCHOLARSHIPS-NON-BLACKS Recruitment and Scholarships for Non-black Students	$ 125,474	$ 125,474
A.3.3. Strategy: STUDENT NURSE STIPENDS	$ 194,919	$ 194,919
A.3.4. Strategy: BANNEKER COLLEGE	$ 41,168	$ 41,168
A.3.5. Strategy: TX MED CENTER LIBRARY Texas Medical Center Library Assessment	$ 27,618	$ 27,618
A.3.6. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 789,082	$ 834,522
Total, Goal A: PROVIDE INSTRUCTION	$ 16,037,835	$ 16,245,735
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	35.3%	35.3%
Dollar value of external or sponsored research funds (in millions)	9	9
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 81,982	$ 82,873
B.2.1. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 300,000	$ 300,000
Total, Goal B: CONDUCT RESEARCH	$ 381,982	$ 382,873
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: EXTENSION/PUBLIC SERVICE Extension and Public Service	$ 371,268	$ 371,268
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,213,476	$ 1,231,705
D.2.1. Strategy: STUDENT SERVICES	$ 486,373	$ 491,651
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 580,833	$ 580,833
D.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 254,529	$ 254,529
D.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 7,959	$ 7,959
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 324,712	$ 325,507
D.4.2. Strategy: BUILDING MAINTENANCE	$ 980,411	$ 966,842
D.4.3. Strategy: CUSTODIAL SERVICES	$ 532,834	$ 525,307
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 347,919	$ 350,565
D.4.5. Strategy: UTILITIES	$ 2,806,359	$ 2,806,359
D.5.1. Strategy: COUNSELING SERVICES	$ 116,600	$ 116,600
D.5.2. Strategy: ACADEMIC/RESEARCH SUPPORT Academic and Research Support	$ 252,952	$ 252,952
D.5.3. Strategy: SYSTEM OFFICE OPERATION	$ 31,427	$ 31,427

D.5.4. Strategy: EDUCATIONAL ASSESSMENT Educational Assessment, Growth and Learning Endeavors	$ 445,000	$ 445,000
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 8,381,384	$ 8,387,236
Grand Total, PRAIRIE VIEW A&M UNIVERSITY	$ 25,172,469	$ 25,387,112
Method of Financing:		
General Revenue Fund	$ 18,469,685	$ 18,461,655
Estimated Statutory Tuition Increases	197,678	395,357
Estimated Other Educational and General Income	6,505,106	6,530,100
Total, Method of Financing	$ 25,172,469	$ 25,387,112

TARLETON STATE UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 22,170,293	$ 21,143,279
Grand Total, TARLETON STATE UNIVERSITY	$ 22,170,293	$ 21,143,279
Method of Financing:		
General Revenue Fund	$ 16,549,115	$ 15,216,349
Estimated Statutory Tuition Increases	279,260	558,520
Estimated Other Educational and General Income	5,341,918	5,368,410
Total, Method of Financing	$ 22,170,293	$ 21,143,279
Number of Positions (FTE)	612.5	612.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	40%	40%

Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	38%	38%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	57%	57%
State licensure examination pass rate of nursing graduates	96%	96%
State pass rate of education EXCET exam	86%	86%
A.1.1. Strategy: FACULTY SALARIES	$ 9,849,018	$ 10,024,774
Outputs:		
Number of undergraduate degrees awarded	935	940
Number of minority graduates	48	51
A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 564,201	$ 573,867
A.1.3. Strategy: DEPARTMENTAL OPERATING EX	$ 1,683,233	$ 1,712,337
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 318,450	$ 324,297
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 767,128	$ 780,121
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 323,595	$ 323,595
A.3.1. Strategy: SCHOLARSHIPS	$ 13,793	$ 13,793
A.3.2. Strategy: NURSING PROGRAM	$ 112,744	$ 112,744
A.3.3. Strategy: PUBLIC EDUCATION GRANTS	$ 785,816	$ 837,572
Texas Public Education Grants		
Total, Goal A: PROVIDE INSTRUCTION	$ 14,417,978	$ 14,703,100
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	4%	5%
Dollar value of external or sponsored research funds (in millions)	.087	1.087
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 78,044	$ 79,381
B.2.1. Strategy: ENVIRONMENTAL RESEARCH	$ 1,222,405	$ 1,222,405
Institute for Applied Environmental Research		
B.2.2. Strategy: INDIRECT COST	$ 47,902	$ 47,902
Indirect Cost Recovery for Research Related Activities		
Total, Goal B: CONDUCT RESEARCH	$ 1,348,351	$ 1,349,688
C. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
C.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,028,609	$ 1,050,711
C.2.1. Strategy: STUDENT SERVICES	$ 519,665	$ 528,562
C.3.1. Strategy: STAFF GROUP INSURANCE	$ 344,241	$ 344,241
Staff Group Insurance Premiums		
C.3.2. Strategy: WORKERS' COMPENSATION INS	$ 190,137	$ 190,137
Workers' Compensation Insurance		
C.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 4,415	$ 4,415

TARLETON STATE UNIVERSITY
(Continued)

C.4.1. Strategy: PLANT SUPPORT SERVICES	$ 274,625	$ 277,004
C.4.2. Strategy: BUILDING MAINTENANCE	$ 647,628	$ 642,631
C.4.3. Strategy: CUSTODIAL SERVICES	$ 396,946	$ 393,767
C.4.4. Strategy: GROUNDS MAINTENANCE	$ 190,830	$ 194,478
C.4.5. Strategy: UTILITIES	$ 1,325,096	$ 1,325,096
C.5.1. Strategy: COMPUTER ENHANCEMENT	$ 600,323	$ U.B.
C.5.2. Strategy: MINORITY DEVELOPMENT Minority Development Program	$ 44,378	$ 44,378
C.5.3. Strategy: SYSTEM OFFICE OPERATION	$ 19,046	$ 19,046
C.5.4. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17 (d))	$ 76,025	$ 76,025
C.6.1. Strategy: HAIL DAMAGE REPAIR	$ 742,000	$ U.B.
Total, Goal C: INSTITUTE/ANCILLARY OPER	$ 6,403,964	$ 5,090,491
Grand Total, TARLETON STATE UNIVERSITY	$ 22,170,293	$ 21,143,279
Method of Financing:		
General Revenue Fund	$ 16,549,115	$ 15,216,349
Estimated Statutory Tuition Increases	279,260	558,520
Estimated Other Educational and General Income	5,341,918	5,368,410
Total, Method of Financing	$ 22,170,293	$ 21,143,279

2. **Bosque River Monitoring Project.** The Institute for Applied Environmental Research shall conduct water quality monitoring for the Bosque River. The institute shall coordinate the collection and reporting of data to conform with Texas Natural Resource Conservation Commission protocols. The institute shall report on the water quality in the Bosque River by July 1 and February 1 of each year to the commission. It is legislative intent that the water quality monitoring efforts of the Institute for Applied Environmental Research, Texas Natural Resource Conservation Commission, and other appropriate agencies and entities be cooperative and non-duplicative.

TEXAS A&M UNIVERSITY - CORPUS CHRISTI

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 26,380,514	$ 27,323,677
Grand Total, TEXAS A&M UNIVERSITY - CORPUS CHRISTI	$ 26,380,514	$ 27,323,677

Method of Financing:		
General Revenue Fund	$ 23,380,699	$ 24,150,585
Estimated Statutory Tuition Increases	142,697	285,393
Estimated Other Educational and General Income	2,857,118	2,887,699
Total, Method of Financing	$ 26,380,514	$ 27,323,677
Number of Positions (FTE)	578.0	578.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92.5%	92.5%
Percent of lower division courses taught by tenured or tenure track faculty	68%	69%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	73.3%
State licensure examination pass rate of nursing graduates	92%	92%
State pass rate of education EXCET exam	89.1%	89.4%
A.1.1. Strategy: FACULTY SALARIES	$ 8,653,757	$ 8,572,137
Outputs:		
Number of undergraduate degrees awarded	770	780
Number of minority graduates	474	526
A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 1,160,043	$ 1,171,408
A.1.3. Strategy: DEPARTMENTAL OPERATING EX	$ 1,353,191	$ 1,366,639
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 299,994	$ 298,021
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 562,499	$ 568,017
A.3.1. Strategy: SCHOLARSHIPS	$ 9,487	$ 9,487
A.3.2. Strategy: ACADEMIC PROGRAM DEVELOP	$ 2,989,325	$ 2,989,325
Academic Program Development		
A.3.3. Strategy: AQUACULTURE/ MARICULTURE	$ 62,454	$ 62,454
South Texas Initiative Aquaculture/Mariculture		
A.3.4. Strategy: NURSING OUTREACH	$ 86,188	$ 86,188
Undergraduate Nursing Outreach Program		
A.3.5. Strategy: LOWER-LEVEL PROGRAMS	$ 2,479,830	$ 2,479,830
Freshman and Sophomore Program Development		
A.3.6. Strategy: PUBLIC EDUCATION GRANTS	$ 556,522	$ 593,126
Texas Public Education Grants		
A.3.7. Strategy: ALLIED HEALTH	$ 267,000	$ 267,000
Total, Goal A: PROVIDE INSTRUCTION	$ 18,480,290	$ 18,463,632

B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	12%	13%
Dollar value of external or sponsored research funds (in millions)	2.64	2.86
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 94,661	$ 95,587
B.2.1. Strategy: COASTAL STUDIES	$ 206,588	$ 206,588
Center for Coastal Studies		
B.2.2. Strategy: INDIRECT COST	$ 62,878	$ 62,878
Indirect Cost Recovery for Research Related Activities		
Total, Goal B: CONDUCT RESEARCH	$ 364,127	$ 365,053
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: WATER RESOURCES CENTER	$ 76,213	$ 76,213
C.1.2. Strategy: ART MUSEUM	$ 267,000	$ 267,000
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 343,213	$ 343,213
D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 912,550	$ 925,436
D.2.1. Strategy: STUDENT SERVICES	$ 451,632	$ 456,053
D.3.1. Strategy: STAFF GROUP INSURANCE	$ 194,849	$ 194,849
Staff Group Insurance Premiums		
D.3.2. Strategy: WORKERS' COMPENSATION INS	$ 120,646	$ 120,646
Workers' Compensation Insurance		
D.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 11,766	$ 11,766
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 220,284	$ 220,590
D.4.2. Strategy: BUILDING MAINTENANCE	$ 536,956	$ 598,095
D.4.3. Strategy: CUSTODIAL SERVICES	$ 279,637	$ 309,082
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 177,308	$ 185,879
D.4.5. Strategy: UTILITIES	$ 1,031,780	$ 1,146,907
D.5.1. Strategy: TUITION REVENUE BONDS	$ 3,185,000	$ 3,912,000
Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)		
D.5.2. Strategy: SYSTEM OFFICE OPERATION	$ 10,476	$ 10,476
D.5.3. Strategy: SKILES ACT REVENUE BOND	$ 60,000	$ 60,000
Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))		
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 7,192,884	$ 8,151,779
Grand Total, TEXAS A&M UNIVERSITY - CORPUS CHRISTI	$ 26,380,514	$ 27,323,677

TEXAS A&M UNIVERSITY - CORPUS CHRISTI
(Continued)

Method of Financing:		
General Revenue Fund	$ 23,380,699	$ 24,150,585
Estimated Statutory Tuition Increases	142,697	285,393
Estimated Other Educational and General Income	2,857,118	2,887,699
Total, Method of Financing	$ 26,380,514	$ 27,323,677

2. **Art Museum Contingency.** Out of the funds appropriated above, $267,000 in each year of the biennium for the Art Museum are contingent upon the Art Museum receiving at least $534,000 each year from local gifts, grants, and donations for the purposes of the operations of the Art Museum. In the event that gifts, grants, or donations for each fiscal year total less than $534,000, the appropriation in each fiscal year is reduced to an amount equal to one-half of the total gifts, grants, and donations received in that fiscal year.

TEXAS A&M UNIVERSITY - KINGSVILLE

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 28,444,896	$ 29,183,423
Grand Total, TEXAS A&M UNIVERSITY - KINGSVILLE	$ 28,444,896	$ 29,183,423
Method of Financing:		
General Revenue Fund	$ 21,838,411	$ 22,254,611
Estimated Statutory Tuition Increases	273,221	546,444
Estimated Other Educational and General Income	6,333,264	6,382,368
Total, Method of Financing	$ 28,444,896	$ 29,183,423
Number of Positions (FTE)	761.0	761.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	60.4%	60.4%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	34%	34%

Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	62%	62%
State licensure examination pass rate of engineering graduates	80%	80%
State pass rate of education EXCET exam	86%	86%
A.1.1. Strategy: FACULTY SALARIES	$ 11,404,702	$ 11,585,267
Outputs:		
Number of undergraduate degrees awarded	619	630
Number of minority graduates	387	450
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 2,008,900	$ 2,039,505
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 348,895	$ 354,596
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 816,553	$ 828,822
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 118,452	$ 118,452
A.3.1. Strategy: SCHOLARSHIPS	$ 117,708	$ 117,708
A.3.2. Strategy: PROGRAM DEVELOPMENT	$ 2,669,350	$ 2,669,350
A.3.3. Strategy: ENGINEERING EDUCATION	$ 572,590	$ 572,590
Expanding Engineering Education		
A.3.4. Strategy: SOUTH TX NATURAL RESOURCE	$ 44,375	$ 44,375
South Texas Natural Resource Initiative		
A.3.5. Strategy: PUBLIC EDUCATION GRANTS	$ 1,045,314	$ 1,112,495
Texas Public Education Grants		
Total, Goal A: PROVIDE INSTRUCTION	$ 19,146,839	$ 19,443,160
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	28.5%	28.5%
Dollar value of external or sponsored research funds (in millions)	9	9
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 116,507	$ 118,269
B.2.1. Strategy: CITRUS CENTER	$ 629,843	$ 629,843
B.2.2. Strategy: WILDLIFE RESEARCH	$ 208,070	$ 208,070
Wildlife Research Institute		
B.2.3. Strategy: ENGINEERING INITIATIVE	$ 163,226	$ 163,226
TAMUS/A&I Engineering Initiative		
B.2.4. Strategy: ENGINEERING EQUIPMENT	$ 612,098	$ 612,098
Engineering Equipment Update		
B.2.5. Strategy: INDIRECT COST	$ 226,896	$ 226,896
Indirect Cost Recovery for Research Related Activities		
Total, Goal B: CONDUCT RESEARCH	$ 1,956,640	$ 1,958,402
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: JOHN E. CONNOR MUSEUM	$ 31,521	$ 31,521

D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,087,439	$ 1,108,611
D.2.1. Strategy: STUDENT SERVICES	$ 522,943	$ 530,845
D.3.1. Strategy: STAFF GROUP INSURANCE	$ 428,868	$ 428,868
Staff Group Insurance Premiums		
D.3.2. Strategy: WORKERS' COMPENSATION INS	$ 232,211	$ 232,211
Workers' Compensation Insurance		
D.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 2,427	$ 2,427
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 296,684	$ 298,664
D.4.2. Strategy: BUILDING MAINTENANCE	$ 763,209	$ 755,821
D.4.3. Strategy: CUSTODIAL SERVICES	$ 496,213	$ 491,265
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 230,357	$ 233,083
D.4.5. Strategy: UTILITIES	$ 2,241,975	$ 2,241,975
D.5.1. Strategy: TUITION REVENUE BONDS	$ 979,000	$ 1,398,000
Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)		
D.5.2. Strategy: SYSTEM OFFICE OPERATION	$ 28,570	$ 28,570
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 7,309,896	$ 7,750,340
Grand Total, TEXAS A&M UNIVERSITY - KINGSVILLE	$ 28,444,896	$ 29,183,423
Method of Financing:		
General Revenue Fund	$ 21,838,411	$ 22,254,611
Estimated Statutory Tuition Increases	273,221	546,444
Estimated Other Educational and General Income	6,333,264	6,382,368
Total, Method of Financing	$ 28,444,896	$ 29,183,423

2. **Appropriation of Special Mineral Fund.** Any unexpended balance as of August 31, 1995, and income during the biennium beginning September 1, 1995, in the Texas A&I University Special Mineral Fund No. 154 are hereby appropriated to Texas A&M University - Kingsville for campus building renovation, improvements, and for equipment to support the instructional and research programs of the university.

3. **Citrus Center.** It is legislative intent that administrative costs and research efforts of the Texas A&M University - Kingsville Citrus Center and the Texas Agricultural Experiment Station at Weslaco shall be cooperative and non-duplicative.

TEXAS A&M INTERNATIONAL UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 15,508,621	$ 17,591,571
Grand Total, TEXAS A&M INTERNATIONAL UNIVERSITY	$ 15,508,621	$ 17,591,571
Method of Financing:		
General Revenue Fund	$ 14,362,258	$ 16,386,914
Estimated Statutory Tuition Increases	50,107	100,213
Estimated Other Educational and General Income	1,096,256	1,104,444
Total, Method of Financing	$ 15,508,621	$ 17,591,571
Number of Positions (FTE)	241.0	241.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
State pass rate of education EXCET exam	86%	86%
A.1.1. Strategy: FACULTY SALARIES	$ 3,209,798	$ 3,237,005
Outputs:		
Number of undergraduate degrees awarded	325	350
Number of minority graduates	300	320
A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 102,081	$ 102,873
A.1.3. Strategy: DEPARTMENTAL OPERATING EX Departmental Operating Expense	$ 705,611	$ 711,050
A.2.1. Strategy: INSTRUCTIONAL ADMIN Instructional Administration	$ 147,218	$ 143,674
A.2.2. Strategy: LIBRARY	$ 424,415	$ 427,961
A.3.1. Strategy: SCHOLARSHIPS	$ 10,791	$ 10,791
A.3.2. Strategy: ACADEMIC PRGM DEVELOPMENT Academic Program Development	$ 3,463,606	$ 3,463,606
A.3.3. Strategy: INTERNATIONAL BUSINESS Graduate School of International Business	$ 170,114	$ 170,114
A.3.4. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 171,997	$ 182,858

A.3.5. Strategy: TRANSITIONAL FUNDING	$ 1,290,500	$ 1,290,500
Total, Goal A: PROVIDE INSTRUCTION	$ 9,696,131	$ 9,740,432
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	3%	3%
Dollar value of external or sponsored research funds (in millions)	.017	.017
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 37,372	$ 37,662
B.2.1. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 4,000	$ 4,000
Total, Goal B: CONDUCT RESEARCH	$ 41,372	$ 41,662
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: INTERNATIONAL TRADE Institute for International Trade	$ 92,833	$ 92,833
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 543,765	$ 550,166
D.2.1. Strategy: STUDENT SERVICES	$ 294,836	$ 297,125
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 94,427	$ 94,427
D.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 42,875	$ 42,875
D.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 323	$ 323
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 135,106	$ 136,156
D.4.2. Strategy: BUILDING MAINTENANCE	$ 278,586	$ 383,496
D.4.3. Strategy: CUSTODIAL SERVICES	$ 168,127	$ 227,489
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 177,014	$ 178,143
D.4.5. Strategy: UTILITIES	$ 405,155	$ 555,873
D.4.6. Strategy: LEASE OF FACILITIES	$ 324,714	$ 324,714
D.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 2,988,000	$ 4,923,000
D.5.2. Strategy: SYSTEM OFFICE OPERATION	$ 2,857	$ 2,857
D.5.3. Strategy: MASTER PLAN	$ 222,500	$ U.B.
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 5,678,285	$ 7,716,644
Grand Total, TEXAS A&M INTERNATIONAL UNIVERSITY	$ 15,508,621	$ 17,591,571
Method of Financing:		
General Revenue Fund	$ 14,362,258	$ 16,386,914
Estimated Statutory Tuition Increases	50,107	100,213
Estimated Other Educational and General Income	1,096,256	1,104,444
Total, Method of Financing	$ 15,508,621	$ 17,591,571

WEST TEXAS A&M UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 23,005,465	$ 23,262,788
Grand Total, WEST TEXAS A&M UNIVERSITY	$ 23,005,465	$ 23,262,788
Method of Financing:		
General Revenue Fund	$ 17,467,337	$ 17,454,189
Estimated Board Authorized Tuition Increases	115,000	115,000
Estimated Statutory Tuition Increases	230,632	461,265
Estimated Other Educational and General Income	5,192,496	5,232,334
Total, Method of Financing	$ 23,005,465	$ 23,262,788
Number of Positions (FTE)	577.5	577.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	46%	46%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	29%	29%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	72%	72%
State licensure examination pass rate of nursing graduates	95%	95%
State pass rate of education EXCET exam	90%	90%
A.1.1. Strategy: FACULTY SALARIES	$ 9,420,215	$ 9,550,994
Outputs:		
Number of undergraduate degrees awarded	900	900
Number of minority graduates	105	105
A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 1,529,196	$ 1,549,342
A.1.3. Strategy: DEPARTMENTAL OPERATING EX	$ 1,756,906	$ 1,780,294
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 334,660	$ 339,482
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 732,822	$ 742,362
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 5,100	$ 5,100
A.3.1. Strategy: SCHOLARSHIPS	$ 43,837	$ 43,837

A.3.2. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 916,441	$ 974,273
Total, Goal A: PROVIDE INSTRUCTION	$ 14,739,177	$ 14,985,684
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	3%	4%
Dollar value of external or sponsored research funds (in millions)	.634	.646
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 87,350	$ 88,500
B.2.1. Strategy: KILLGORE RESEARCH CENTER	$ 50,678	$ 50,678
B.2.2. Strategy: WIND ENERGY RESEARCH	$ 78,213	$ 78,213
B.2.3. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 37,500	$ 37,500
B.2.4. Strategy: ENVIRONMENTAL AGRICULTURE	$ 890,000	$ 890,000
Total, Goal B: CONDUCT RESEARCH	$ 1,143,741	$ 1,144,891
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: PANHANDLE-PLAINS MUSEUM Panhandle-plains Historical Museum	$ 419,065	$ 419,065
C.1.2. Strategy: AGRICULTURAL PROGRAMS	$ 443,776	$ 443,776
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 862,841	$ 862,841
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,047,552	$ 1,065,895
D.2.1. Strategy: STUDENT SERVICES	$ 529,593	$ 536,562
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 561,149	$ 561,149
D.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 180,162	$ 180,162
D.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 1,809	$ 1,809
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 317,498	$ 319,003
D.4.2. Strategy: BUILDING MAINTENANCE	$ 965,279	$ 954,094
D.4.3. Strategy: CUSTODIAL SERVICES	$ 659,550	$ 651,719
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 188,256	$ 190,121
D.4.5. Strategy: UTILITIES	$ 1,733,258	$ 1,733,258
D.5.1. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 75,600	$ 75,600
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 6,259,706	$ 6,269,372
Grand Total, WEST TEXAS A&M UNIVERSITY	$ 23,005,465	$ 23,262,788

Method of Financing:		
General Revenue Fund	$ 17,467,337	$ 17,454,189
Estimated Board Authorized Tuition Increases	115,000	115,000
Estimated Statutory Tuition Increases	230,632	461,265
Estimated Other Educational and General Income	5,192,496	5,232,334
Total, Method of Financing	$ 23,005,465	$ 23,262,788

2. **Appropriation of Funds.** The Panhandle-Plains Historical Museum is hereby authorized to accept grants, donations, gifts, and matching grants from federal, state, or private sources for the purpose of acquiring, constructing, equipping, and furnishing a collections care facility in Canyon, Texas and these funds are hereby appropriated.

EAST TEXAS STATE UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 27,262,077	$ 27,705,253
Grand Total, EAST TEXAS STATE UNIVERSITY	$ 27,262,077	$ 27,705,253
Method of Financing:		
General Revenue Fund	$ 20,267,118	$ 20,358,685
Estimated Board Authorized Tuition Increases	386,000	386,000
Estimated Statutory Tuition Increases	320,396	640,790
Estimated Other Educational and General Income	6,288,563	6,319,778
Total, Method of Financing	$ 27,262,077	$ 27,705,253
Number of Positions (FTE)	777.0	777.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	52%	52%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	40%	40%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	60%	60%
State pass rate of education EXCET exam	92.3%	92.3%
A.1.1. Strategy: FACULTY SALARIES	$ 14,423,062	$ 14,639,629
Outputs:		
Number of undergraduate degrees awarded	926	926
Number of minority graduates	175	175
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 2,280,706	$ 2,313,671
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 441,233	$ 448,081
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 1,098,060	$ 1,113,790
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 123,078	$ 123,078
A.3.1. Strategy: SCHOLARSHIPS	$ 34,483	$ 34,483
A.3.2. Strategy: ACADEMIC/RESEARCH SUPPORT	$ 204,049	$ 204,049
Academic and Research Support		

A.3.3. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 1,023,332	$ 1,090,020
A.3.4. Strategy: MINORITY DOCTORAL FELLOWSHIP	$ 111,250	$ 111,250
Total, Goal A: PROVIDE INSTRUCTION	$ 19,739,253	$ 20,078,051
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	1%	2%
Dollar value of external or sponsored research funds (in millions)	.257	.513
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 121,234	$ 122,967
B.2.1. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 64,108	$ 64,108
Total, Goal B: CONDUCT RESEARCH	$ 185,342	$ 187,075
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: EDUCATIONAL CONSORTIUM Northeast Texas Educational Partnership Consortium	$ 177,511	$ 177,511
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,202,011	$ 1,224,417
D.2.1. Strategy: STUDENT SERVICES	$ 601,746	$ 610,341
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 488,993	$ 488,993
D.3.2. Strategy: RETIREMENT CONTRIBUTION ADJUSTMENT	$ 608,974	$ 608,974
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 372,284	$ 380,390
D.4.2. Strategy: BUILDING MAINTENANCE	$ 982,551	$ 1,003,612
D.4.3. Strategy: CUSTODIAL SERVICES	$ 557,175	$ 561,853
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 234,675	$ 237,262
D.4.5. Strategy: UTILITIES	$ 1,989,373	$ 2,024,585
D.5.1. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 122,189	$ 122,189
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 7,159,971	$ 7,262,616
Grand Total, EAST TEXAS STATE UNIVERSITY	$ 27,262,077	$ 27,705,253
Method of Financing:		
General Revenue Fund	$ 20,267,118	$ 20,358,685
Estimated Board Authorized Tuition Increases	386,000	386,000
Estimated Statutory Tuition Increases	320,396	640,790
Estimated Other Educational and General Income	6,288,563	6,319,778
Total, Method of Financing	$ 27,262,077	$ 27,705,253

2. **Appropriation, Governing Board.** Out of the funds appropriated herein, an amount not to exceed $25,000 in each year of the biennium shall be for all expenses associated with the governing board's duties including, but not limited to: travel, entertainment, lodging, and expenses of state employees who provide services for the governing board.

   A separate record of the board's expenditures shall be kept and retained in the same manner as the fiscal records of the institution(s) the board governs. No funds may be used for the governing board's expenses except for the specific amounts designated above. Funds appropriated for the governing board's expenses may be used for any other purpose covered by this Act.

EAST TEXAS STATE UNIVERSITY AT TEXARKANA

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 4,370,240	$ 4,411,688
Grand Total, EAST TEXAS STATE UNIVERSITY AT TEXARKANA	$ 4,370,240	$ 4,411,688
Method of Financing:		
General Revenue Fund	$ 3,485,583	$ 3,481,519
Estimated Board Authorized Tuition Increases	88,560	88,560
Estimated Statutory Tuition Increases	31,544	63,086
Estimated Other Educational and General Income	764,553	778,523
Total, Method of Financing	$ 4,370,240	$ 4,411,688
Number of Positions (FTE)	103.0	103.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	94.5%	94.9%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	69%	70%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	75%	76%
State pass rate of education EXCET exam	93%	93%

A.1.1. Strategy: FACULTY SALARIES	$ 1,783,326	$ 1,800,143
Outputs:		
Number of undergraduate degrees awarded	250	260
Number of minority graduates	42	45
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 380,024	$ 383,313
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 144,402	$ 145,661
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 332,041	$ 334,937
A.3.1. Strategy: SCHOLARSHIPS	$ 9,497	$ 9,497
A.3.2. Strategy: PUBLIC EDUCATION GRANTS	$ 267,402	$ 284,918
Texas Public Education Grants		
A.3.3. Strategy: FORMULA HOLD HARMLESS	$ 68,884	$ 60,273
Formula Funding Hold Harmless		
Total, Goal A: PROVIDE INSTRUCTION	$ 2,985,576	$ 3,018,742
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	1%	2%
Dollar value of external or sponsored research funds (in millions)	.009	.009
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 16,390	$ 16,533
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: EDUCATION PARTNERSHIP	$ 88,755	$ 88,755
Northeast Texas Education Partnership		
D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 463,190	$ 469,092
D.2.1. Strategy: STUDENT SERVICES	$ 264,604	$ 266,911
D.3.1. Strategy: STAFF GROUP INSURANCE	$ 50,112	$ 50,112
Staff Group Insurance Premiums		
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 138,609	$ 139,818
D.4.2. Strategy: BUILDING MAINTENANCE	$ 44,680	$ 43,967
D.4.3. Strategy: CUSTODIAL SERVICES	$ 37,305	$ 36,699
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 7,353	$ 7,393
D.4.5. Strategy: UTILITIES	$ 74,739	$ 74,739
D.4.6. Strategy: LEASE OF FACILITIES	$ 2,427	$ 2,427
D.5.1. Strategy: SKILES ACT REVENUE BOND	$ 18,500	$ 18,500
Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))		
D.5.2. Strategy: TRANSITION FUNDING	$ 178,000	$ 178,000
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 1,279,519	$ 1,287,658
Grand Total, EAST TEXAS STATE UNIVERSITY AT TEXARKANA	$ 4,370,240	$ 4,411,688

EAST TEXAS STATE UNIVERSITY AT TEXARKANA
(Continued)

Method of Financing:		
General Revenue Fund	$ 3,485,583	$ 3,481,519
Estimated Board Authorized Tuition Increases	88,560	88,560
Estimated Statutory Tuition Increases	31,544	63,086
Estimated Other Educational and General Income	764,553	778,523
Total, Method of Financing	$ 4,370,240	$ 4,411,688

UNIVERSITY OF HOUSTON SYSTEM ADMINISTRATION

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Educational and General State Support	$ 3,896,690	$ 3,896,690
Grand Total, UNIVERSITY OF HOUSTON SYSTEM ADMINISTRATION	$ 3,896,690	$ 3,896,690
Number of Positions (FTE)	240.0	240.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

Out of the General Revenue Fund:		
A. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
A.1.1. Strategy: RETIREMENT CONTRIBUTION ADJUSTMENT	$ 3,896,690	$ 3,896,690
Grand Total, UNIVERSITY OF HOUSTON SYSTEM ADMINISTRATION	$ 3,896,690	$ 3,896,690

2. **System Office Funding.** Of the amounts appropriated to the academic components of the University of Houston System, the following amounts are subject to the special and general provisions of this Act and are included for the operation of the University of Houston System Administration:

UNIVERSITY OF HOUSTON SYSTEM ADMINISTRATION
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
University of Houston	$ 1,271,229	$ 1,271,229
University of Houston - Clear Lake	132,372	132,372
University of Houston - Downtown	155,228	155,228
University of Houston - Victoria	14,285	14,285

3. **Appropriation, Governing Board.** Out of the funds appropriated herein, an amount not to exceed $135,000 in each year of the biennium shall be for all expenses associated with the governing board's duties including, but not limited to: travel, entertainment, lodging, and expenses of state employees who provide services for the governing board.

   A separate record of the board's expenditures shall be kept and retained in the same manner as the fiscal records of the institution(s) the board governs. No funds may be used for the governing board's expenses except for the specific amounts designated above. Funds appropriated for the governing board's expenses may be used for any other purpose covered by this Act.

UNIVERSITY OF HOUSTON

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 149,369,985	$ 149,922,551
Grand Total, UNIVERSITY OF HOUSTON	$ 149,369,985	$ 149,922,551
Method of Financing:		
General Revenue Fund	$ 106,334,129	$ 105,808,737
Estimated Board Authorized Tuition Increases	4,968,598	4,968,598
Estimated Statutory Tuition Increases	951,858	1,903,716
Estimated Other Educational and General Income	37,115,400	37,241,500
Total, Method of Financing	$ 149,369,985	$ 149,922,551
Number of Positions (FTE)	3,658.0	3,658.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	43%	43%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	40%	40%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	69%	69%
State licensure examination pass rate of law graduates	89%	89%
State licensure examination pass rate of engineering graduates	83%	83%
State licensure examination pass rate of pharmacy graduates	100%	100%
State pass rate of education EXCET exam	90%	90%
A.1.1. Strategy: FACULTY SALARIES	$ 67,623,435	$ 68,265,306
Outputs:		
Number of undergraduate degrees awarded	3,206	3,265
Number of minority graduates	1,688	1,793
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 14,546,767	$ 14,676,007
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 2,068,747	$ 2,089,427
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 5,438,995	$ 5,487,115
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 755,017	$ 755,017
A.3.1. Strategy: SCHOLARSHIPS	$ 125,583	$ 125,583
A.3.2. Strategy: OPTOMETRY CLINIC	$ 665,772	$ 665,772
Optometry Clinic and Armistead Building		
A.3.3. Strategy: PUBLIC EDUCATION GRANTS	$ 3,854,275	$ 4,065,557
Texas Public Education Grants		
A.3.4. Strategy: FORMULA HOLD HARMLESS	$ 6,789,314	$ 5,940,649
Formula Funding Hold Harmless		
Total, Goal A: PROVIDE INSTRUCTION	$ 101,867,905	$ 102,070,433
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	34%	34%
Dollar value of external or sponsored research funds (in millions)	50.796	50.796
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 498,098	$ 502,470
B.2.1. Strategy: ENERGY LABORATORY	$ 333,018	$ 333,018
B.2.2. Strategy: MATERIALS RESEARCH	$ 5,340,000	$ 5,340,000
Advanced Technology Materials Research		
B.2.3. Strategy: SPACE EXPLORATION	$ 426,453	$ 426,453
Houston Partnership for Space Exploration		
B.2.4. Strategy: COMMERCIAL DEV OF SPACE	$ 488,492	$ 488,492
Center for Commercial Development of Space: Space Vacuum Epitaxy Center		

B.2.5. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 2,600,000	$ 2,600,000
Total, Goal B: CONDUCT RESEARCH	$ 9,686,061	$ 9,690,433
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: SMALL BUSINESS DEVELOP University of Houston Small Business Development Center	$ 1,671,495	$ 1,671,495
C.1.2. Strategy: HEALTH LAW & POLICY Health Law and Policy Institute	$ 259,109	$ 259,109
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 1,930,604	$ 1,930,604
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 5,274,106	$ 5,343,216
D.2.1. Strategy: STUDENT SERVICES	$ 3,110,899	$ 3,138,237
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 2,539,367	$ 2,539,367
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 1,659,615	$ 1,688,156
D.4.2. Strategy: BUILDING MAINTENANCE	$ 4,899,058	$ 4,915,284
D.4.3. Strategy: CUSTODIAL SERVICES	$ 2,221,700	$ 2,225,250
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 596,784	$ 600,079
D.4.5. Strategy: UTILITIES	$ 11,376,290	$ 11,560,252
D.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 2,570,334	$ 2,583,978
D.5.2. Strategy: SYSTEM OFFICE OPERATION	$ 1,271,229	$ 1,271,229
D.5.3. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17 (d))	$ 366,033	$ 366,033
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 35,885,415	$ 36,231,081
Grand Total, UNIVERSITY OF HOUSTON	$ 149,369,985	$ 149,922,551
Method of Financing:		
General Revenue Fund	$ 106,334,129	$ 105,808,737
Estimated Board Authorized Tuition Increases	4,968,598	4,968,598
Estimated Statutory Tuition Increases	951,858	1,903,716
Estimated Other Educational and General Income	37,115,400	37,241,500
Total, Method of Financing	$ 149,369,985	$ 149,922,551

2. **Small Business Development Center.** Included in the appropriation above to the University of Houston is $1,671,495 in each year of the biennium for the Small Business Development Center, or its equivalent due to special and general provisions of this Act, contingent upon certification by the Comptroller of Public Accounts that increased activity by the Small Business Development Center will generate at least $3,342,990 for the biennium in additional revenue to the General Revenue Fund. It is the intent of the Legislature that state funds

provided to the Small Business Development Center be used by the center to attract federal funds on a dollar-for-dollar basis.

3. **Texas Space Grant Consortium.** The University of Texas at Austin, Texas A&M University, and the University of Houston shall continue to participate in the Texas Space Grant Consortium as authorized under the National Space Grant College and Fellowship Act (42 U.S.C. § 2486 et seq.).

4. **Superconductivity Program.** Any unexpended balances in oil overcharge funds as of August 31, 1995, for the Superconductivity Program are hereby appropriated for the biennium beginning September 1, 1995 to the University of Houston. General Revenue appropriations made to the University of Houston for B.2.2. Materials Research are reduced by the amount of oil overcharge funds appropriated herein.

UNIVERSITY OF HOUSTON - CLEAR LAKE

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 24,126,907	$ 24,427,876
Grand Total, UNIVERSITY OF HOUSTON - CLEAR LAKE	$ 24,126,907	$ 24,427,876
Method of Financing:		
General Revenue Fund	$ 17,663,465	$ 17,743,590
Estimated Board Authorized Tuition Increases	1,367,853	1,367,853
Estimated Statutory Tuition Increases	198,060	396,120
Estimated Other Educational and General Income	4,897,529	4,920,313
Total, Method of Financing	$ 24,126,907	$ 24,427,876
Number of Positions (FTE)	589.0	589.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
State pass rate of education EXCET exam	88%	88%
A.1.1. Strategy: FACULTY SALARIES	$ 14,177,748	$ 14,321,430
Outputs:		
Number of undergraduate degrees awarded	970	970
Number of minority graduates	218	234

A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 2,068,189	$ 2,087,946
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 433,728	$ 438,342
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 788,092	$ 795,664
A.3.1. Strategy: SCHOLARSHIPS	$ 9,490	$ 9,490
A.3.2. Strategy: PUBLIC EDUCATION GRANTS	$ 657,330	$ 698,450
Texas Public Education Grants		
Total, Goal A: PROVIDE INSTRUCTION	$ 18,134,577	$ 18,351,322
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	31%	32%
Dollar value of external or sponsored research funds (in millions)	6.8	7.1
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 99,237	$ 100,170
B.2.1. Strategy: HIGH TECHNOLOGIES LAB	$ 70,120	$ 70,120
High Technologies Laboratory		
B.2.2. Strategy: ENVIRONMENTAL STUDIES	$ 399,722	$ 399,722
Houston Partnership for Environmental Studies		
B.2.3. Strategy: INDIRECT COST	$ 180,000	$ 180,000
Indirect Cost Recovery for Research Related Activities		
Total, Goal B: CONDUCT RESEARCH	$ 749,079	$ 750,012
C. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
C.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,343,527	$ 1,361,972
C.2.1. Strategy: STUDENT SERVICES	$ 592,708	$ 598,274
C.3.1. Strategy: STAFF GROUP INSURANCE	$ 337,289	$ 337,289
Staff Group Insurance Premiums		
C.4.1. Strategy: PLANT SUPPORT SERVICES	$ 287,152	$ 287,441
C.4.2. Strategy: BUILDING MAINTENANCE	$ 625,321	$ 637,154
C.4.3. Strategy: CUSTODIAL SERVICES	$ 270,135	$ 276,132
C.4.4. Strategy: GROUNDS MAINTENANCE	$ 129,565	$ 130,364
C.4.5. Strategy: UTILITIES	$ 1,102,943	$ 1,141,562
C.5.1. Strategy: TUITION REVENUE BONDS	$ 328,239	$ 329,982
Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)		
C.5.2. Strategy: SYSTEM OFFICE OPERATION	$ 132,372	$ 132,372
C.5.3. Strategy: SKILES ACT REVENUE BOND	$ 94,000	$ 94,000
Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))		
Total, Goal C: INSTITUTE/ANCILLARY OPER	$ 5,243,251	$ 5,326,542
Grand Total, UNIVERSITY OF HOUSTON - CLEAR LAKE	$ 24,126,907	$ 24,427,876

UNIVERSITY OF HOUSTON - CLEAR LAKE
(Continued)

Method of Financing:		
General Revenue Fund	$ 17,663,465	$ 17,743,590
Estimated Board Authorized Tuition Increases	1,367,853	1,367,853
Estimated Statutory Tuition Increases	198,060	396,120
Estimated Other Educational and General Income	4,897,529	4,920,313
Total, Method of Financing	$ 24,126,907	$ 24,427,876

UNIVERSITY OF HOUSTON - DOWNTOWN

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 18,547,555	$ 18,956,043
Grand Total, UNIVERSITY OF HOUSTON - DOWNTOWN	$ 18,547,555	$ 18,956,043
Method of Financing:		
General Revenue Fund	$ 13,010,669	$ 13,156,746
Estimated Statutory Tuition Increases	237,397	474,794
Estimated Other Educational and General Income	5,299,489	5,324,503
Total, Method of Financing	$ 18,547,555	$ 18,956,043
Number of Positions (FTE)	468.5	468.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92.4%
Percent of lower division courses taught by tenured or tenure track faculty	43.4%	44%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	15%	20%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	64%	67%

A.1.1. Strategy: FACULTY SALARIES	$ 7,810,655	$ 7,958,681
Outputs:		
Number of undergraduate degrees awarded	638	666
Number of minority graduates	234	252
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 1,043,983	$ 1,063,367
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 238,945	$ 243,594
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 689,764	$ 702,143
A.3.1. Strategy: SCHOLARSHIPS	$ 42,269	$ 42,269
A.3.2. Strategy: PUBLIC EDUCATION GRANTS	$ 734,135	$ 780,489
Texas Public Education Grants		
A.3.3. Strategy: FORMULA HOLD HARMLESS	$ 347,299	$ 303,887
Formula Funding Hold Harmless		
Total, Goal A: PROVIDE INSTRUCTION	$ 10,907,050	$ 11,094,430
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	3%	3%
Dollar value of external or sponsored research funds (in millions)	.54	.54
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 70,674	$ 71,964
B.2.1. Strategy: INDIRECT COST	$ 42,000	$ 42,000
Indirect Cost Recovery for Research Related Activities		
Total, Goal B: CONDUCT RESEARCH	$ 112,674	$ 113,964
C. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
C.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,164,696	$ 1,191,036
C.2.1. Strategy: STUDENT SERVICES	$ 582,533	$ 593,158
C.3.1. Strategy: STAFF GROUP INSURANCE	$ 317,731	$ 317,731
Staff Group Insurance Premiums		
C.4.1. Strategy: PLANT SUPPORT SERVICES	$ 283,245	$ 302,626
C.4.2. Strategy: BUILDING MAINTENANCE	$ 623,862	$ 683,660
C.4.3. Strategy: CUSTODIAL SERVICES	$ 254,406	$ 283,829
C.4.4. Strategy: GROUNDS MAINTENANCE	$ 29,561	$ 33,479
C.4.5. Strategy: UTILITIES	$ 619,695	$ 687,840
C.5.1. Strategy: TUITION REVENUE BONDS	$ 2,322,245	$ 2,324,433
Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)		
C.5.2. Strategy: BASIC SKILLS LABORATORY	$ 267,384	$ 267,384
C.5.3. Strategy: MINORITY SUPPORT CENTER	$ 812,070	$ 812,070
C.5.4. Strategy: SYSTEM OFFICE OPERATION	$ 155,228	$ 155,228

UNIVERSITY OF HOUSTON - DOWNTOWN
(Continued)

C.5.5. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 95,175	$ 95,175
Total, Goal C: INSTITUTE/ANCILLARY OPER	$ 7,527,831	$ 7,747,649
Grand Total, UNIVERSITY OF HOUSTON - DOWNTOWN	$ 18,547,555	$ 18,956,043
Method of Financing:		
General Revenue Fund	$ 13,010,669	$ 13,156,746
Estimated Statutory Tuition Increases	237,397	474,794
Estimated Other Educational and General Income	5,299,489	5,324,503
Total, Method of Financing	$ 18,547,555	$ 18,956,043

UNIVERSITY OF HOUSTON - VICTORIA

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 5,427,007	$ 5,474,041
Grand Total, UNIVERSITY OF HOUSTON - VICTORIA	$ 5,427,007	$ 5,474,041
Method of Financing:		
General Revenue Fund	$ 4,655,416	$ 4,660,968
Estimated Board Authorized Tuition Increases	67,770	67,770
Estimated Statutory Tuition Increases	36,650	73,300
Estimated Other Educational and General Income	667,171	672,003
Total, Method of Financing	$ 5,427,007	$ 5,474,041
Number of Positions (FTE)	102.5	102.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	95%	95%

Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	72%	73%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	82%	82%
State pass rate of education EXCET exam	88%	88%
A.1.1. Strategy: FACULTY SALARIES	$ 2,295,209	$ 2,316,927
Outputs:		
Number of undergraduate degrees awarded	325	349
Number of minority graduates	55	57
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 489,104	$ 493,354
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 143,182	$ 144,435
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 329,236	$ 332,117
A.3.1. Strategy: SCHOLARSHIPS	$ 9,495	$ 9,495
A.3.2. Strategy: PUBLIC EDUCATION GRANTS	$ 105,919	$ 112,928
Texas Public Education Grants		
Total, Goal A: PROVIDE INSTRUCTION	$ 3,372,145	$ 3,409,256
B. Goal: CONDUCT RESEARCH		
Conduct Special Item Directed Research		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	1%	2%
Dollar value of external or sponsored research funds (in millions)	.026	.027
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 13,060	$ 13,174
B.2.1. Strategy: INDIRECT COST	$ 7,000	$ 7,000
Indirect Cost Recovery for Research Related Activities		
Total, Goal B: CONDUCT RESEARCH	$ 20,060	$ 20,174
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: MATH EDUCATION INSTITUTE	$ 219,313	$ 219,313
D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 474,057	$ 480,249
D.2.1. Strategy: STUDENT SERVICES	$ 282,592	$ 285,063
D.3.1. Strategy: STAFF GROUP INSURANCE	$ 31,215	$ 31,215
Staff Group Insurance Premiums		
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 137,438	$ 138,641
D.4.2. Strategy: BUILDING MAINTENANCE	$ 3,559	$ 3,502
D.4.3. Strategy: CUSTODIAL SERVICES	$ 1,778	$ 1,750
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 5,054	$ 5,082
D.4.5. Strategy: UTILITIES	$ 6,448	$ 6,448
D.4.6. Strategy: LEASE OF FACILITIES	$ 793,636	$ 793,636
D.5.1. Strategy: TUITION REVENUE BONDS	$ 46,512	$ 46,512
Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)		
D.5.2. Strategy: SYSTEM OFFICE OPERATION	$ 14,285	$ 14,285

D.5.3. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 18,915	$ 18,915
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 1,815,489	$ 1,825,298
Grand Total, UNIVERSITY OF HOUSTON - VICTORIA	$ 5,427,007	$ 5,474,041
Method of Financing:		
General Revenue Fund	$ 4,655,416	$ 4,660,968
Estimated Board Authorized Tuition Increases	67,770	67,770
Estimated Statutory Tuition Increases	36,650	73,300
Estimated Other Educational and General Income	667,171	672,003
Total, Method of Financing	$ 5,427,007	$ 5,474,041

LAMAR UNIVERSITY SYSTEM OFFICE

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Educational and General State Support	$ 724,260	$ 724,260
Grand Total, LAMAR UNIVERSITY SYSTEM OFFICE	$ 724,260	$ 724,260
Number of Positions (FTE)	11.0	11.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

Out of the General Revenue Fund:

A. Goal: INSTITUTION SUPPORT
Provide Institutional Support and Ancillary Operations

A.1.1. Strategy: RETIREMENT CONTRIBUTION ADJUSTMENT	$ 724,260	$ 724,260
Grand Total, LAMAR UNIVERSITY SYSTEM OFFICE	$ 724,260	$ 724,260

2. **System Office Funding.** Of the amounts appropriated to the academic components of the Lamar University System, the following amounts are subject to the special and general provisions of this Act and are included for the operation of the Lamar University System Office:

	For the Years Ending August 31, 1996	August 31, 1997
Lamar University - Beaumont	$ 29,619	$ 29,619
Lamar University - Orange	77,280	77,280
Lamar University - Port Arthur	78,101	78,101

3. **Audit of Base Period Contact Hours at the Lamar Centers.** The hours used in the contact hour base period to fund the Lamar Components shall subsequently be audited for accuracy by the State Auditor and the appropriation amounts adjusted accordingly by the Comptroller of Public Accounts.

4. **Appropriation, Governing Board.** Out of the funds appropriated herein, an amount not to exceed $35,000 each year of the biennium shall be for all expenses associated with the governing board's duties including, but not limited to: travel, entertainment, lodging, and expenses of state employees who provide services for the governing board.

   A separate record of the board's expenditures shall be kept and retained in the same manner as the fiscal records of the institution(s) the board governs. No funds may be used for the governing board's expenses except for the specific amounts designated above. Funds appropriated for the governing board's expenses may be used for any other purpose covered by this Act.

5. **Lamar University-Beaumont Transfers.** No funds shall be transferred from the amounts appropriated to Lamar University-Beaumont in this Act to the Lamar University System except for those amounts appropriated for Lamar University-Beaumont, Strategy D.5.1., System Office Operation. Those amounts are to be transferred from Lamar University-Beaumont to the Lamar University System and shall be used solely for the expenses associated with the governing board of the Lamar University System.

6. **Contingency, System Office Funding.** Contingent upon the passage of legislation abolishing the Lamar University System and transferring the governance of the component institutions to the Texas State University System, amounts appropriated to Lamar University-Beaumont in Strategy D.5.1., System Office Operation, Lamar University-Orange in Strategy D.3.1., System Office Operation, and Lamar University-Port Arthur in Strategy B.3.2., System Office Operation shall be retained at each of the respective institutions. An amount not to exceed $325,000 in each year of the biennium shall be transferred from Lamar University-Beaumont, Lamar University-Orange, and Lamar University-Port Arthur to the Texas State University System based on the following contribution allocation:

Lamar University-Beaumont	85 percent
Lamar University-Orange	6 percent
Lamar University-Port Arthur	9 percent

LAMAR UNIVERSITY - BEAUMONT

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 34,521,025	$ 34,834,220
Grand Total, LAMAR UNIVERSITY - BEAUMONT	$ 34,521,025	$ 34,834,220
Method of Financing:		
General Revenue Fund	$ 26,758,302	$ 26,676,011
Estimated Statutory Tuition Increases	349,469	698,936
Estimated Other Educational and General Income	7,413,254	7,459,273
Total, Method of Financing	$ 34,521,025	$ 34,834,220
Number of Positions (FTE)	952.0	904.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	93%	95%
Percent of lower division courses taught by tenured or tenure track faculty	70%	70%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	28%	30%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	57%	57%
State licensure examination pass rate of engineering graduates	98.5%	98.5%
State licensure examination pass rate of nursing graduates	94.5%	94.5%
State pass rate of education EXCET exam	88.5%	88.5%
A.1.1. Strategy: FACULTY SALARIES	$ 13,040,424	$ 13,245,802
Outputs:		
Number of undergraduate degrees awarded	889	836
Number of minority graduates	150	141

A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 1,062,331	$ 1,078,307
A.1.3. Strategy: DEPARTMENTAL OPERATING EX Departmental Operating Expense	$ 2,502,304	$ 2,540,272
A.2.1. Strategy: INSTRUCTIONAL ADMIN Instructional Administration	$ 431,221	$ 438,236
A.2.2. Strategy: LIBRARY	$ 934,510	$ 948,392
A.3.1. Strategy: SCHOLARSHIPS	$ 107,176	$ 107,176
A.3.2. Strategy: MINORITY SCHOLARS Minority Scholars Institute	$ 95,754	$ 95,754
A.3.3. Strategy: ACADEMY IN HUMANITIES Texas Academy of Leadership in the Humanities	$ 43,633	$ 43,633
A.3.4. Strategy: MANAGEMENT IMPACT PLAN Enrollment Management Impact Plan	$ 177,511	$ 177,511
A.3.5. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 1,209,177	$ 1,286,402
A.3.6. Strategy: FACULTY ENHANCEMENT Faculty Salaries Enhancement	$ 133,133	$ 133,133
A.3.7. Strategy: LIBRARY ENHANCEMENT	$ 507,425	$ 507,425
A.3.8. Strategy: FORMULA HOLD HARMLESS Formula Funding Hold Harmless	$ 1,169,822	$ 1,054,151
A.3.9. Strategy: TRUCK DRIVING SCHOOL Institute of Technology Professional Truck Driving School	$ 62,300	$ 44,500
A.3.10. Strategy: EDUCATIONAL MOBILITY Educational Mobility - LVN to ADN	$ 84,550	$ 84,550
A.3.11. Strategy: CRIMINAL JUSTICE Criminal Justice Program Enhancement	$ 66,003	$ 66,003
A.3.12. Strategy: CURRICULUM DEVELOPMENT	$ 22,250	$ 22,250
A.4.1. Strategy: ACADEMIC EDUCATION	$ 87,002	$ 87,687
A.4.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 3,682,829	$ 3,730,144
Total, Goal A: PROVIDE INSTRUCTION	$ 25,419,355	$ 25,691,328
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	19%	20%
Dollar value of external or sponsored research funds (in millions)	5.354	5.667
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 134,433	$ 136,454
B.2.1. Strategy: HAZARDOUS SUBSTANCE Gulf Coast Hazardous Substance Research Center	$ 489,716	$ 489,716
B.2.2. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 115,000	$ 115,000
Total, Goal B: CONDUCT RESEARCH	$ 739,149	$ 741,170

C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: SPINDLETOP MUSEUM Spindletop Museum Educational Activities	$ 33,290	$ 33,290
C.1.2. Strategy: SMALL BUSINESS DEVELOP Small Business Development Center	$ 107,427	$ 107,427
C.1.3. Strategy: COMMUNITY OUTREACH Public Service/Community Outreach Expansion	$ 88,878	$ 88,878
C.1.4. Strategy: WORKFORCE LITERACY	$ 40,050	$ 40,050
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 269,645	$ 269,645
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,356,848	$ 1,383,145
D.2.1. Strategy: STUDENT SERVICES	$ 628,653	$ 638,095
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 452,586	$ 452,586
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 496,444	$ 499,714
D.4.2. Strategy: BUILDING MAINTENANCE	$ 1,662,254	$ 1,660,340
D.4.3. Strategy: CUSTODIAL SERVICES	$ 728,673	$ 722,827
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 307,349	$ 310,965
D.4.5. Strategy: UTILITIES	$ 2,342,301	$ 2,346,637
D.5.1. Strategy: SYSTEM OFFICE OPERATION	$ 29,619	$ 29,619
D.5.2. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 88,149	$ 88,149
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 8,092,876	$ 8,132,077
Grand Total, LAMAR UNIVERSITY - BEAUMONT	$ 34,521,025	$ 34,834,220
Method of Financing:		
General Revenue Fund	$ 26,758,302	$ 26,676,011
Estimated Statutory Tuition Increases	349,469	698,936
Estimated Other Educational and General Income	7,413,254	7,459,273
Total, Method of Financing	$ 34,521,025	$ 34,834,220

2. **Small Business Development Center**. Included in the appropriation above to Lamar University -Beaumont is $107,427 in each year of the biennium for the Small Business Development Center, or its equivalent due to special and general provisions of this Act, contingent upon certification by the Comptroller of Public Accounts that increased activity by the Small Business Development Center will generate at least $214,854 for the biennium in additional revenue to the General Revenue Fund. It is the intent of the Legislature that state funds provided to the Small Business Development Center be used by the center to attract federal funds on a dollar-for-dollar basis.

3. **Faculty Salaries Enhancement**. Funds identified above in Strategy A.3.6, Faculty Salaries Enhancement, shall be used for bonuses for excellence in teaching at Lamar University - Beaumont, Lamar University - Orange, and Lamar University - Port Arthur.

4. **John Gray Institute.** None of the educational and general funds appropriated to the Lamar University System or any of its components may be expended for the John Gray Institute or in support of any of the activities of the institute.

LAMAR UNIVERSITY - ORANGE

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 3,872,706	$ 3,934,131
Grand Total, LAMAR UNIVERSITY - ORANGE	$ 3,872,706	$ 3,934,131
Method of Financing:		
General Revenue Fund	$ 2,967,237	$ 2,971,455
Estimated Statutory Tuition Increases	45,617	94,235
Estimated Other Educational and General Income	859,852	868,441
Total, Method of Financing	$ 3,872,706	$ 3,934,131
Number of Positions (FTE)	136.5	136.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	57%	57%
A.1.1. Strategy: SCHOLARSHIPS	$ 30,373	$ 30,373
A.1.2. Strategy: EXPAND AAS NURSING PRGM Expand Upward Mobility Associate Degree Nursing Program	$ 22,189	$ 22,189
A.1.3. Strategy: CRIMINAL JUSTICE PROGRAM Criminal Justice Program Implementation	$ 26,627	$ 26,627
A.1.4. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 201,282	$ 214,701
A.2.1. Strategy: ACADEMIC EDUCATION	$ 1,611,763	$ 1,639,042
Outputs:		
Number of Minority Graduates	16	16
A.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 944,455	$ 960,750
Total, Goal A: PROVIDE INSTRUCTION	$ 2,836,689	$ 2,893,682

B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	128%	128%
Dollar value of external or sponsored research funds (in millions)	4	4
B.1.1. Strategy: SHIP HULL DESIGN Center for Excellence in Ship Hull Design and Electrical Systems	$ 119,820	$ 119,820
B.1.2. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 10,000	$ 10,000
Total, Goal B: CONDUCT RESEARCH	$ 129,820	$ 129,820
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: SHARED RESOURCE NETWORK Computer Aided Acquisition and Logistics System/Shared Resource Network	$ 119,820	$ 119,820
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 65,676	$ 65,676
D.2.1. Strategy: PLANT SUPPORT SERVICES	$ 136,651	$ 139,483
D.2.2. Strategy: BUILDING MAINTENANCE	$ 77,741	$ 77,413
D.2.3. Strategy: CUSTODIAL SERVICES	$ 60,065	$ 59,793
D.2.4. Strategy: GROUNDS MAINTENANCE	$ 103,124	$ 147,240
D.2.5. Strategy: UTILITIES	$ 163,872	$ 163,872
D.3.1. Strategy: SYSTEM OFFICE OPERATION	$ 77,280	$ 77,280
D.3.2. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 18,135	$ 18,135
D.3.3. Strategy: CAMPUS SECURITY	$ 83,833	$ 41,917
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 786,377	$ 790,809
Grand Total, LAMAR UNIVERSITY - ORANGE	$ 3,872,706	$ 3,934,131
Method of Financing:		
General Revenue Fund	$ 2,967,237	$ 2,971,455
Estimated Statutory Tuition Increases	45,617	94,235
Estimated Other Educational and General Income	859,852	868,441
Total, Method of Financing	$ 3,872,706	$ 3,934,131

LAMAR UNIVERSITY - PORT ARTHUR

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 5,995,733	$ 6,149,518
Grand Total, LAMAR UNIVERSITY - PORT ARTHUR	$ 5,995,733	$ 6,149,518
Method of Financing:		
General Revenue Fund	$ 4,457,300	$ 4,512,885
Estimated Statutory Tuition Increases	89,447	178,894
Estimated Other Educational and General Income	1,448,986	1,457,739
Total, Method of Financing	$ 5,995,733	$ 6,149,518
Number of Positions (FTE)	181.0	181.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	57%	57%
External or sponsored research funds as a percent of state appropriations	1%	2%
A.1.1. Strategy: SCHOLARSHIPS	$ 24,733	$ 24,733
A.1.2. Strategy: MOBIL NURSING PROGRAM Expanded Upward Mobility Nursing Program	$ 22,189	$ 22,189
A.1.3. Strategy: SUBSTANCE ABUSE Substance Abuse Counseling Program	$ 44,378	$ 44,378
A.1.4. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 256,068	$ 273,139
A.2.1. Strategy: ACADEMIC EDUCATION	$ 2,184,567	$ 2,227,467
Outputs:		
Number of minority graduates	62	62
A.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 2,427,149	$ 2,473,185
Total, Goal A: PROVIDE INSTRUCTION	$ 4,959,084	$ 5,065,091
B. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		

LAMAR UNIVERSITY - PORT ARTHUR
(Continued)

B.1.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 127,893	$ 127,893
B.2.1. Strategy: PLANT SUPPORT SERVICES	$ 137,070	$ 140,144
B.2.2. Strategy: BUILDING MAINTENANCE	$ 174,361	$ 175,823
B.2.3. Strategy: CUSTODIAL SERVICES	$ 72,077	$ 73,028
B.2.4. Strategy: GROUNDS MAINTENANCE	$ 117,574	$ 198,437
B.2.5. Strategy: UTILITIES	$ 225,779	$ 229,123
B.3.1. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 19,961	$ 19,961
B.3.2. Strategy: SYSTEM OFFICE OPERATION	$ 78,101	$ 78,101
B.3.3. Strategy: CAMPUS SECURITY	$ 83,833	$ 41,917
Total, Goal B: INSTITUTE/ANCILLARY OPER	$ 1,036,649	$ 1,084,427
Grand Total, LAMAR UNIVERSITY - PORT ARTHUR	$ 5,995,733	$ 6,149,518
Method of Financing:		
General Revenue Fund	$ 4,457,300	$ 4,512,885
Estimated Statutory Tuition Increases	89,447	178,894
Estimated Other Educational and General Income	1,448,986	1,457,739
Total, Method of Financing	$ 5,995,733	$ 6,149,518

MIDWESTERN STATE UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 20,273,879	$ 17,527,271
Grand Total, MIDWESTERN STATE UNIVERSITY	$ 20,273,879	$ 17,527,271
Method of Financing:		
General Revenue Fund	$ 15,759,418	$ 12,759,098
Estimated Board Authorized Tuition Increases	70,000	70,000
Estimated Statutory Tuition Increases	219,090	438,179
Estimated Other Educational and General Income	4,225,371	4,259,994
Total, Method of Financing	$ 20,273,879	$ 17,527,271
Number of Positions (FTE)	475.5	475.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	52%	53%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	35%	38%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	64%	66%
State licensure examination pass rate of nursing graduates	92%	92%
State pass rate of education EXCET exam	86%	88%
A.1.1. Strategy: FACULTY SALARIES	$ 7,750,011	$ 7,875,146
Outputs:		
Number of undergraduate degrees awarded	800	850
Number of minority graduates	125	125
A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 1,272,434	$ 1,292,079
A.1.3. Strategy: DEPARTMENTAL OPERATING EX	$ 1,324,192	$ 1,344,886
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 275,761	$ 280,360
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 606,730	$ 615,966
A.3.1. Strategy: SCHOLARSHIPS	$ 9,497	$ 9,497
A.3.2. Strategy: ACADEMIC/RESEARCH SUPPORT	$ 296,372	$ 296,372
Academic and Research Support		
A.3.3. Strategy: PUBLIC EDUCATION GRANTS	$ 818,943	$ 872,544
Texas Public Education Grants		
Total, Goal A: PROVIDE INSTRUCTION	$ 12,353,940	$ 12,586,850
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	1%	2%
Dollar value of external or sponsored research funds (in millions)	.077	.079
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 73,995	$ 75,137
B.2.1. Strategy: INDIRECT COST	$ 13,904	$ 13,904
Indirect Cost Recovery for Research Related Activities		
Total, Goal B: CONDUCT RESEARCH	$ 87,899	$ 89,041
C. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		

C.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 945,637	$ 964,345
C.2.1. Strategy: STUDENT SERVICES	$ 489,591	$ 497,144
C.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 268,243	$ 268,243
C.3.2. Strategy: RETIREMENT CONTRIBUTION ADJUSTMENT	$ 339,380	$ 339,380
C.4.1. Strategy: PLANT SUPPORT SERVICES	$ 251,987	$ 253,748
C.4.2. Strategy: BUILDING MAINTENANCE	$ 757,443	$ 750,339
C.4.3. Strategy: CUSTODIAL SERVICES	$ 334,038	$ 330,810
C.4.4. Strategy: GROUNDS MAINTENANCE	$ 143,631	$ 145,281
C.4.5. Strategy: UTILITIES	$ 1,059,434	$ 1,059,434
C.5.1. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 64,656	$ 64,656
C.6.1. Strategy: HEALTH SCIENCE BUILDING	$ 3,000,000	$ U.B.
C.7.1. Strategy: COMPUTER	$ 178,000	$ 178,000
Total, Goal C: INSTITUTE/ANCILLARY OPER	$ 7,832,040	$ 4,851,380
Grand Total, MIDWESTERN STATE UNIVERSITY	$ 20,273,879	$ 17,527,271
Method of Financing:		
General Revenue Fund	$ 15,759,418	$ 12,759,098
Estimated Board Authorized Tuition Increases	70,000	70,000
Estimated Statutory Tuition Increases	219,090	438,179
Estimated Other Educational and General Income	4,225,371	4,259,994
Total, Method of Financing	$ 20,273,879	$ 17,527,271

2. **Appropriation of Special Mineral Fund.** The balance of funds on hand for the year ending August 31, 1995, in the Midwestern State University Special Mineral Fund No. 412 and any income during the biennium beginning September 1, 1995, deposited to that fund are hereby appropriated to Midwestern State University for the general operations of the university.

3. **Appropriation, Governing Board.** Out of the funds appropriated herein, an amount not to exceed $20,000 in each year of the biennium shall be for all expenses associated with the governing board's duties including, but not limited to: travel, entertainment, lodging, and expenses of state employees who provide services for the governing board.

   A separate record of the board's expenditures shall be kept and retained in the same manner as the fiscal records of the institution(s) the board governs. No funds may be used for the governing board's expenses except for the specific amounts designated above. Funds appropriated for the governing board's expenses may be used for any other purpose covered by this Act.

4. **Health Science Building Contingency.** Out of the funds appropriated above, $3,000,000 for the Health Science Building are contingent upon Midwestern State University receiving at least $3,000,000 from use of the Higher Education Fund, local gifts, grants, and donations for the purposes of the Health Science Building. In the event that amounts from the Higher

Education Fund match, gifts, grants, or donations total less than $3 million, the appropriation is reduced to an amount equal to the Higher Education Fund match, gifts, grants, and donations received.

UNIVERSITY OF NORTH TEXAS

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 94,640,235	$ 95,880,363
Grand Total, UNIVERSITY OF NORTH TEXAS	$ 94,640,235	$ 95,880,363
Method of Financing:		
General Revenue Fund	$ 69,321,603	$ 69,491,175
Estimated Board Authorized Tuition Increases	2,176,056	2,176,056
Estimated Statutory Tuition Increases	942,392	1,884,785
Estimated Other Educational and General Income	22,200,184	22,328,347
Total, Method of Financing	$ 94,640,235	$ 95,880,363
Number of Positions (FTE)	2,556.0	2,556.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	93%	94%
Percent of lower division courses taught by tenured or tenure track faculty	40%	40%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	40%	40%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	57%	58%
State pass rate of education EXCET exam	94%	94%
A.1.1. Strategy: FACULTY SALARIES	$ 49,935,320	$ 50,589,127
Outputs:		
Number of undergraduate degrees awarded	3,269	3,269
Number of minority graduates	435	435
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 9,639,235	$ 9,759,604
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 1,527,629	$ 1,548,404

Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 3,643,529	$ 3,688,559
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 273,848	$ 273,848
A.3.1. Strategy: SCHOLARSHIPS	$ 66,656	$ 66,656
A.3.2. Strategy: MATH & SCIENCE ACADEMY	$ 1,780,000	$ 1,780,000
Texas Academy of Math and Science		
A.3.3. Strategy: PUBLIC EDUCATION GRANTS	$ 3,459,154	$ 3,675,964
Texas Public Education Grants		
A.3.4. Strategy: FORMULA HOLD HARMLESS	$ 454,388	$ 397,590
Formula Funding Hold Harmless		
A.3.5. Strategy: DALLAS EDUCATION CENTER	$ 178,000	$ 178,000
Total, Goal A: PROVIDE INSTRUCTION	$ 70,957,759	$ 71,957,752
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	6%	7%
Dollar value of external or sponsored research funds (in millions)	6	7
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 398,868	$ 403,804
B.2.1. Strategy: APPLIED SCIENCES	$ 73,224	$ 73,224
Institute of Applied Sciences		
B.2.2. Strategy: INDIRECT COST	$ 488,646	$ 488,646
Indirect Cost Recovery for Research Related Activities		
Total, Goal B: CONDUCT RESEARCH	$ 960,738	$ 965,674
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: LABOR/INDUSTRIAL RELATION	$ 47,772	$ 47,772
Labor and Industrial Relations		
C.1.2. Strategy: EMERGENCY MANAGEMENT	$ 58,805	$ 58,805
Center for Studies in Emergency Management		
C.1.3. Strategy: STUDIES IN AGING	$ 19,834	$ 19,834
Center for Studies in Aging		
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 126,411	$ 126,411
D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 3,550,759	$ 3,610,105
D.2.1. Strategy: STUDENT SERVICES	$ 1,782,897	$ 1,804,935
D.3.1. Strategy: STAFF GROUP INSURANCE	$ 2,213,792	$ 2,213,792
Staff Group Insurance Premiums		
D.3.2. Strategy: RETIREMENT CONTRIBUTION ADJUSTMENT	$ 1,819,618	$ 1,819,618
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 1,080,810	$ 1,095,969
D.4.2. Strategy: BUILDING MAINTENANCE	$ 2,570,492	$ 2,596,361
D.4.3. Strategy: CUSTODIAL SERVICES	$ 1,351,236	$ 1,363,583
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 391,302	$ 395,926
D.4.5. Strategy: UTILITIES	$ 5,137,096	$ 5,239,612
D.5.1. Strategy: TUITION REVENUE BONDS	$ 2,279,106	$ 2,272,406

Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)		
D.5.2. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 418,219	$ 418,219
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 22,595,327	$ 22,830,526
Grand Total, UNIVERSITY OF NORTH TEXAS	$ 94,640,235	$ 95,880,363
Method of Financing:		
General Revenue Fund	$ 69,321,603	$ 69,491,175
Estimated Board Authorized Tuition Increases	2,176,056	2,176,056
Estimated Statutory Tuition Increases	942,392	1,884,785
Estimated Other Educational and General Income	22,200,184	22,328,347
Total, Method of Financing	$ 94,640,235	$ 95,880,363

2. **Academic or Policy Research Program.** The Board of Regents of the University of North Texas is hereby authorized to use available funds or to enter into contracts, accept grants or matching grants for the purpose of establishing an academic or policy research program in conjunction with the Federal Emergency Management Agency (FEMA).

3. **Appropriation, Governing Board.** Out of the funds appropriated herein, an amount not to exceed $53,000 in each year of the biennium shall be for all expenses associated with the governing board's duties including, but not limited to: travel, entertainment, lodging, and expenses of state employees who provide services for the governing board.

   A separate record of the board's expenditures shall be kept and retained in the same manner as the fiscal records of the institution(s) the board governs. No funds may be used for the governing board's expenses except for the specific amounts designated above. Funds appropriated for the governing board's expenses may be used for any other purpose covered by this Act.

4. **Texas Academy of Mathematics and Science.** Notwithstanding any other provision of this Act, the University of North Texas may not transfer money appropriated under Strategy A.3.2., for the purpose of funding the Texas Academy of Mathematics and Science, to another purpose.

STEPHEN F. AUSTIN STATE UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 41,697,441	$ 42,173,003
Grand Total, STEPHEN F. AUSTIN STATE UNIVERSITY	$ 41,697,441	$ 42,173,003
Method of Financing:		
General Revenue Fund	$ 30,062,021	$ 29,889,657
Estimated Statutory Tuition Increases	588,042	1,176,083
Estimated Other Educational and General Income	11,047,378	11,107,263
Total, Method of Financing	$ 41,697,441	$ 42,173,003
Number of Positions (FTE)	1,266.0	1,266.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	93%	93%
Percent of lower division courses taught by tenured or tenure track faculty	57%	57%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	41.5%	41.5%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	57%	57%
State licensure examination pass rate of nursing graduates	95%	95%
State pass rate of education EXCET exam	88%	88%
A.1.1. Strategy: FACULTY SALARIES	$ 20,381,910	$ 20,767,457
Outputs:		
Number of undergraduate degrees awarded	2,150	2,150
Number of minority graduates	180	190
A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 545,507	$ 555,436
A.1.3. Strategy: DEPARTMENTAL OPERATING EX	$ 3,348,942	$ 3,410,481
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 640,106	$ 652,543
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 1,520,835	$ 1,548,215
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 428,088	$ 428,088
A.3.1. Strategy: SCHOLARSHIPS	$ 68,490	$ 68,490

A.3.2. Strategy: ENRICHMENT CENTER Academic Enrichment Living Center	$ 82,231	$ 82,231
A.3.3. Strategy: SOCIAL WORK PROGRAM	$ 111,250	$ 111,250
A.3.4. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 1,674,687	$ 1,785,113
A.3.5. Strategy: DOCTORATE OF EDUCATION Doctorate of Education/Instructional Development	$ 322,625	$ 322,625
Total, Goal A: PROVIDE INSTRUCTION	$ 29,124,671	$ 29,731,929
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	6%	6%
Dollar value of external or sponsored research funds (in millions)	2.676	2.676
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 196,025	$ 199,592
B.2.1. Strategy: APPLIED FORESTRY STUDIES Center for Applied Studies in Forestry	$ 614,545	$ 614,545
B.2.2. Strategy: BIOTECHNOLOGY Biotechnology Collaboration	$ 335,530	$ 271,397
B.2.3. Strategy: EAST TEXAS STUDIES Institute for East Texas Studies	$ 132,610	$ 132,610
B.2.4. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 135,072	$ 135,072
Total, Goal B: CONDUCT RESEARCH	$ 1,413,782	$ 1,353,216
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: STONE FORT MUSEUM	$ 27,448	$ 27,448
C.1.2. Strategy: SOIL TESTING LAB	$ 88,755	$ 88,755
C.1.3. Strategy: ENVIRONMENTAL/ECONOMIC Environmental and Economic Development	$ 321,365	$ 89,000
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 437,568	$ 205,203
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,716,698	$ 1,755,419
D.2.1. Strategy: STUDENT SERVICES	$ 804,396	$ 819,017
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 685,956	$ 685,956
D.3.2. Strategy: RETIREMENT CONTRIBUTION ADJUSTMENT	$ 712,375	$ 712,375
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 538,955	$ 550,639
D.4.2. Strategy: BUILDING MAINTENANCE	$ 1,373,493	$ 1,398,416
D.4.3. Strategy: CUSTODIAL SERVICES	$ 786,375	$ 794,785
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 399,766	$ 405,725
D.4.5. Strategy: UTILITIES	$ 3,530,281	$ 3,587,198

D.5.1. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 173,125	$ 173,125
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 10,721,420	$ 10,882,655
Grand Total, STEPHEN F. AUSTIN STATE UNIVERSITY	$ 41,697,441	$ 42,173,003
Method of Financing:		
General Revenue Fund	$ 30,062,021	$ 29,889,657
Estimated Statutory Tuition Increases	588,042	1,176,083
Estimated Other Educational and General Income	11,047,378	11,107,263
Total, Method of Financing	$ 41,697,441	$ 42,173,003

2. **Appropriation of Special Mineral Fund.** Any unexpended balance as of August 31, 1995, and income during the biennium beginning September 1, 1995, in the Stephen F. Austin University Special Mineral Fund No. 241 are hereby appropriated to Stephen F. Austin State University to support the instructional and research programs of the university.

3. **Appropriation, Governing Board.** Out of the funds appropriated herein, an amount not to exceed $25,000 in each year of the biennium shall be for all expenses associated with the governing board's duties including, but not limited to: travel, entertainment, lodging, and expenses of state employees who provide services for the governing board.

   A separate record of the board's expenditures shall be kept and retained in the same manner as the fiscal records of the institution(s) the board governs. No funds may be used for the governing board's expenses except for the specific amounts designated above. Funds appropriated for the governing board's expenses may be used for any other purpose covered by this Act.

TEXAS SOUTHERN UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 39,854,093	$ 40,259,716
Grand Total, TEXAS SOUTHERN UNIVERSITY	$ 39,854,093	$ 40,259,716

Method of Financing:		
General Revenue Fund	$ 26,320,974	$ 26,258,283
Estimated Board Authorized Tuition Increases	1,100,000	1,100,000
Estimated Statutory Tuition Increases	422,127	844,255
Estimated Other Educational and General Income	12,010,992	12,057,178
Total, Method of Financing	$ 39,854,093	$ 40,259,716
Number of Positions (FTE)	742.0	742.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	94%	95%
Percent of lower division courses taught by tenured or tenure track faculty	66%	68%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	22%	25%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	57%	57%
State licensure examination pass rate of law graduates	86%	86%
State licensure examination pass rate of pharmacy graduates	92%	92%
State pass rate of education EXCET exam	86%	86%
A.1.1. Strategy: FACULTY SALARIES	$ 17,894,186	$ 18,171,212
Outputs:		
Number of undergraduate degrees awarded	617	648
Number of minority graduates	470	494
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 3,061,223	$ 3,106,851
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 547,422	$ 556,174
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 1,672,760	$ 1,697,404
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 55,635	$ 55,635
A.3.1. Strategy: SCHOLARSHIPS	$ 1,002,055	$ 1,002,055
A.3.2. Strategy: SCHOOL OF LAW	$ 409,013	$ 409,013
Thurgood Marshall School of Law		
A.3.3. Strategy: SCHOOL OF TECHNOLOGY	$ 44,500	$ 44,500
A.3.4. Strategy: SCHOLARSHIPS-NON-BLACKS	$ 236,194	$ 236,194
Scholarships and Recruitment for Non-black Students		
A.3.5. Strategy: ACCREDITATION-BUSINESS	$ 83,525	$ 83,525
Accreditation Continuation-Business		
A.3.6. Strategy: ACCREDITATION-PHARMACY	$ 84,246	$ 84,246
Accreditation Continuation-Pharmacy		

A.3.7. Strategy: ACCREDITATION-EDUCATION Accreditation Continuation-Education	$ 105,540	$ 105,540
A.3.8. Strategy: DOCTOR OF PHARMACY Program Enhancement-Doctor of Pharmacy	$ 90,776	$ 90,776
A.3.9. Strategy: MASTER OF ACCOUNTING Program Enhancement-Master of Accounting	$ 50,302	$ 50,302
A.3.10. Strategy: ENVIRONMENTAL HEALTH Program Enhancement-Environmental Health	$ 18,471	$ 18,471
A.3.11. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 1,617,866	$ 1,706,652
A.3.12. Strategy: ACADEMIC SUPPORT	$ 1,333,776	$ 1,333,776
A.3.13. Strategy: FORMULA HOLD HARMLESS Formula Funding Hold Harmless	$ 567,709	$ 496,746
Total, Goal A: PROVIDE INSTRUCTION	$ 28,875,199	$ 29,249,072
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	13%	14%
Dollar value of external or sponsored research funds (in millions)	4.863	4.872
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 154,998	$ 157,288
B.2.1. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 240,000	$ 240,000
Total, Goal B: CONDUCT RESEARCH	$ 394,998	$ 397,288
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: MICKEY LELAND CENTER Mickey Leland Center on World Hunger and Peace	$ 81,619	$ 81,619
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,547,716	$ 1,577,304
D.2.1. Strategy: STUDENT SERVICES	$ 725,670	$ 736,377
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 559,482	$ 559,482
D.3.2. Strategy: RETIREMENT CONTRIBUTION ADJUSTMENT	$ 828,830	$ 828,830
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 542,346	$ 549,764
D.4.2. Strategy: BUILDING MAINTENANCE	$ 1,689,229	$ 1,672,871
D.4.3. Strategy: CUSTODIAL SERVICES	$ 722,690	$ 715,657
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 160,575	$ 164,178
D.4.5. Strategy: UTILITIES	$ 2,939,024	$ 2,940,559
D.5.1. Strategy: COUNSELING & ADVISEMENT Counseling and Academic Advisement	$ 334,693	$ 334,693
D.5.2. Strategy: MIS/FISCAL OPERATIONS Integrated Plan to Improve MIS and Fiscal Operations	$ 167,011	$ 167,011

D.5.3. Strategy: RISK MANAGEMENT Enhancing Safety, Security and Risk Management	$ 177,511	$ 177,511
D.5.4. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 107,500	$ 107,500
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 10,502,277	$ 10,531,737
Grand Total, TEXAS SOUTHERN UNIVERSITY	$ 39,854,093	$ 40,259,716
Method of Financing:		
General Revenue Fund	$ 26,320,974	$ 26,258,283
Estimated Board Authorized Tuition Increases	1,100,000	1,100,000
Estimated Statutory Tuition Increases	422,127	844,255
Estimated Other Educational and General Income	12,010,992	12,057,178
Total, Method of Financing	$ 39,854,093	$ 40,259,716

2. **Program Enhancements for Texas Southern University**. It is the intent of the Legislature that for Thurgood Marshall School of Law, Accreditation Continuation-Business, Accreditation Continuation-Pharmacy, Accreditation Continuation-Education, Program Enhancement Doctor of Pharmacy, Program Enhancement-Master of Accounting and Program Enhancement Environmental Health, Texas Southern University shall, prior to September 1, 1995, submit to the Texas Higher Education Coordinating Board and the Legislative Budget Board a detailed plan for the use of these funds in order to maintain or achieve accreditation for the specified program or department.

3. **Thurgood Marshall School of Law.** In addition to general revenue funds identified above for the operation and maintenance of the Thurgood Marshall School of Law, all tuition and fee revenues generated through enrollment in the School of Law, including Texas Public Education Grants and Emergency Loans under Chapter 56 (Student Financial Aid Assistance), shall be allocated for use by the School of Law and may only be expended for purposes related to the operation and maintenance of the School of Law and its students.

4. **Appropriation, Governing Board.** Out of funds appropriated herein, an amount not to exceed $25,000 in each year of the biennium shall be for all expenses associated with the governing board's duties including, but not limited to: travel, entertainment, lodging, and expenses of state employees who provide services for the governing board.

   A separate record of the board's expenditures shall be kept and retained in the same manner as the fiscal records of the institution(s) the board governs. No funds may be used for the governing board's expenses except for the specific amounts designated above. Funds appropriated for the governing board's expenses may be used for any other purpose covered by this Act.

TEXAS TECH UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 115,114,420	$ 115,805,215
Grand Total, TEXAS TECH UNIVERSITY	$ 115,114,420	$ 115,805,215
Method of Financing:		
General Revenue Fund	$ 86,314,857	$ 86,107,424
Feed Control Fund - Local No. 058	300,000	150,000
Estimated Board Authorized Tuition Increases	2,509,507	2,509,507
Estimated Statutory Tuition Increases	907,078	1,814,155
Estimated Other Educational and General Income	25,082,978	25,224,129
Total, Method of Financing	$ 115,114,420	$ 115,805,215
Number of Positions (FTE)	2,517.5	2,517.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	40%	40%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	40%	40%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	75%	75%
Retention rate of TASP students requiring remediation education after one academic year	63%	63%
State licensure examination pass rate of law graduates	95%	95%
State licensure examination pass rate of engineering graduates	80%	80%
State pass rate of education EXCET exam	86%	86%
A.1.1. Strategy: FACULTY SALARIES	$ 50,516,156	$ 51,131,319
Outputs:		
Number of undergraduate degrees awarded	3,100	3,100
Number of minority graduates	275	275
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 10,032,497	$ 10,148,435
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 1,545,399	$ 1,564,999
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 4,034,894	$ 4,081,042
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 172,917	$ 172,917
A.3.1. Strategy: SCHOLARSHIPS	$ 117,115	$ 117,115

A.3.2. Strategy: LEGAL CENTER/LIBRARY West Texas Legal Resource Center/Library Enhancement	$ 2,920,900	$ 2,920,900
A.3.3. Strategy: ACADEMIC SUPPORT Academic Operations Support	$ 1,333,596	$ 1,333,596
A.3.4. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 3,580,920	$ 3,798,587
A.3.5. Strategy: FORMULA HOLD HARMLESS Formula Funding Hold Harmless	$ 1,403,955	$ 1,228,461
Total, Goal A: PROVIDE INSTRUCTION	$ 75,658,349	$ 76,497,371
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	16%	16%
Dollar value of external or sponsored research funds (in millions)	16.783	16.783
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 423,381	$ 428,234
B.2.1. Strategy: RANGELAND MANAGEMENT Research in Rangeland Management	$ 852,854	$ 852,854
B.2.2. Strategy: TEXTILE RESEARCH	$ 576,070	$ 576,070
B.2.3. Strategy: WATER CONSERVATION Research in Water, Water Conservation and Reuse	$ 136,788	$ 136,788
B.2.4. Strategy: ALTERNATE ENERGY SOURCES Research in Alternate Sources of Energy, Including Wind Engineering	$ 543,297	$ 543,297
B.2.5. Strategy: AGRI, BUSINESS ADMIN, ENG Research in Agriculture, Business Administration, Engineering, and Home Economics	$ 514,644	$ 514,644
B.2.6. Strategy: EFFICIENT BEEF PRODUCTION Efficient Beef Production Research	$ 99,857	$ 99,857
B.2.7. Strategy: ARID AND SEMI-ARID LANDS Research on Problems of Arid and Semi-arid Lands	$ 69,473	$ 69,473
B.2.8. Strategy: FIRE ANT RESEARCH	$ 121,198	$ 121,198
B.2.9. Strategy: ROBOTICS & HIGH TECH Applied Research in Robotics and High Technology	$ 99,516	$ 99,516
B.2.10. Strategy: WINE MARKETING & ENOLOGY Wine Marketing and Enology Research	$ 184,036	$ 184,036
B.2.11. Strategy: COTTON ECONOMICS RESEARCH	$ 133,500	$ 133,500
B.2.12. Strategy: BIOTECHNOLOGY RESEARCH	$ 221,798	$ 221,798
B.2.13. Strategy: BIOLOGICAL DATABASE Cooperative Biological Research Database	$ 222,500	$ 222,500

B.2.14. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 1,140,722	$ 1,140,722
B.2.15. Strategy: FEED INSTITUTE	$ 300,000	$ 150,000
B.2.16. Strategy: VIETNAM RESEARCH CENTER	$ 111,250	$ 111,250
Total, Goal B: CONDUCT RESEARCH	$ 5,750,884	$ 5,605,737
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: JUNCTION ANNEX OPERATION	$ 73,507	$ 73,507
C.1.2. Strategy: SMALL BUSINESS DEVELOP Small Business Development Center	$ 438,767	$ 438,767
C.1.3. Strategy: TECH UNIVERSITY MUSEUM Texas Tech University Museum	$ 650,484	$ 650,484
C.1.4. Strategy: CULTURAL CENTER International Cultural Center	$ 457,945	$ 457,945
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 1,620,703	$ 1,620,703
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 3,671,712	$ 3,729,719
D.2.1. Strategy: STUDENT SERVICES	$ 1,442,569	$ 1,459,067
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 2,288,413	$ 2,288,413
D.3.2. Strategy: RETIREMENT CONTRIBUTION ADJUSTMENT	$ 2,981,780	$ 2,981,780
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 1,336,837	$ 1,340,910
D.4.2. Strategy: BUILDING MAINTENANCE	$ 3,673,418	$ 3,624,746
D.4.3. Strategy: CUSTODIAL SERVICES	$ 2,002,812	$ 1,975,697
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 790,606	$ 802,273
D.4.5. Strategy: UTILITIES	$ 9,073,021	$ 9,073,021
D.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 4,512,106	$ 4,494,568
D.5.2. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 311,210	$ 311,210
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 32,084,484	$ 32,081,404
Grand Total, TEXAS TECH UNIVERSITY	$ 115,114,420	$ 115,805,215
Method of Financing:		
General Revenue Fund	$ 86,314,857	$ 86,107,424
Feed Control Fund - Local No. 058	300,000	150,000
Estimated Board Authorized Tuition Increases	2,509,507	2,509,507
Estimated Statutory Tuition Increases	907,078	1,814,155
Estimated Other Educational and General Income	25,082,978	25,224,129
Total, Method of Financing	$ 115,114,420	$ 115,805,215

2. **Appropriation of Special Mineral Fund**. Any unexpended balance as of August 31, 1995, and income during the biennium beginning September 1, 1995, in the Texas Tech University Special Mineral Fund are hereby appropriated at Texas Tech University for equipment to support instruction and research programs of the University.

3. **Small Business Development Center**. Included in the appropriation above to Texas Tech University is $438,767 in each year of the biennium for the Small Business Development Center, or its equivalent due to special and general provisions of this Act, contingent upon certification by the Comptroller of Public Accounts that increased activity by the Small Business Development Center will generate at least $877,534 for the biennium in additional revenue to the General Revenue Fund. It is the intent of the Legislature that state funds provided to the Small Business Development Center be used by the center to attract federal funds on a dollar-for-dollar basis.

4. **Texas Tech University Museum**. Out of funds identified above for the Texas Tech University Museum, $33,997 in each fiscal year shall be allocated to the Ranching Heritage Center, and $169,005 in each fiscal year shall be allocated to the Lubbock Lake Landmark.

5. **Appropriation, Governing Board.** Out of the funds appropriated herein, an amount not to exceed $75,000 in each year of the biennium shall be for all expenses associated with the governing board's duties including, but not limited to: travel, entertainment, lodging, and expenses of state employees who provide services for the governing board.

   A separate record of the board's expenditures shall be kept and retained in the same manner as the fiscal records of the institution(s) the board governs. No funds may be used for the governing board's expenses except for the specific amounts designated above. Funds appropriated for the governing board's expenses may be used for any other purpose covered by this Act.

6. **Cooperative Biological Research Database.** Out of the funds appropriated above, the sum of $222,500 per year is for the establishment of a biological research database in cooperation with the Texas Parks and Wildlife Department and the Texas Cooperative Fish and Wildlife Research Unit. The Texas Parks and Wildlife Department and the Texas Cooperative Fish and Wildlife Research Unit shall provide matching funds to establish and fund the database.

TEXAS WOMAN'S UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 48,018,452	$ 48,408,105
Grand Total, TEXAS WOMAN'S UNIVERSITY	$ 48,018,452	$ 48,408,105

Method of Financing:		
General Revenue Fund	$ 39,095,948	$ 39,097,842
Estimated Board Authorized Tuition Increases	1,047,450	1,047,450
Estimated Statutory Tuition Increases	351,926	703,853
Estimated Other Educational and General Income	7,523,128	7,558,960
Total, Method of Financing	$ 48,018,452	$ 48,408,105
Number of Positions (FTE)	1,123.0	1,123.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	94%	94%
Percent of lower division courses taught by tenured or tenure track faculty	49%	51%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	35%	35%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	64.2%	64.3%
State licensure examination pass rate of nursing graduates	96%	96%
State pass rate of education EXCET exam	86%	86%
A.1.1. Strategy: FACULTY SALARIES	$ 21,621,720	$ 21,826,747
Outputs:		
Number of undergraduate degrees awarded	1,155	1,160
Number of minority graduates	353	355
A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 5,754,734	$ 5,805,160
A.1.3. Strategy: DEPARTMENTAL OPERATING EX	$ 5,379,062	$ 5,426,858
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 836,352	$ 844,728
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 1,496,560	$ 1,509,904
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 36,349	$ 36,349
A.3.1. Strategy: SCHOLARSHIPS	$ 24,246	$ 24,246
A.3.2. Strategy: LIBRARY ASSESSMENT	$ 202,921	$ 202,921
Texas Medical Center Library Assessment		
A.3.3. Strategy: HEALTH TEACHING NETWORK	$ 177,436	$ 177,436
A.3.4. Strategy: FEDERATION OF NORTH TEXAS	$ 68,847	$ 68,847
Federation of North Texas Area Universities		
A.3.5. Strategy: PUBLIC EDUCATION GRANTS	$ 1,213,513	$ 1,290,675
Texas Public Education Grants		

A.3.6. Strategy: NURSE PRACTITIONER PROGRAMS	$ 133,500	$ 133,500
Total, Goal A: PROVIDE INSTRUCTION	$ 36,945,240	$ 37,347,371
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	2%	2%
Dollar value of external or sponsored research funds (in millions)	.824	.824
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 162,723	$ 164,148
B.2.1. Strategy: NUTRITION RESEARCH Human Nutrition Research Development Program	$ 89,742	$ 89,742
B.2.2. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 123,015	$ 123,015
Total, Goal B: CONDUCT RESEARCH	$ 375,480	$ 376,905
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: READING RECOVERY	$ 129,818	$ 129,818
D. Goal: INSTITUTE/ANCILLARY OPER Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,609,465	$ 1,630,000
D.2.1. Strategy: STUDENT SERVICES	$ 710,252	$ 716,460
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 486,216	$ 486,216
D.3.2. Strategy: RETIREMENT CONTRIBUTION ADJUSTMENT	$ 571,808	$ 571,808
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 478,424	$ 479,864
D.4.2. Strategy: BUILDING MAINTENANCE	$ 1,283,916	$ 1,263,517
D.4.3. Strategy: CUSTODIAL SERVICES	$ 681,425	$ 670,402
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 234,505	$ 235,796
D.4.5. Strategy: UTILITIES	$ 3,599,001	$ 3,599,001
D.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 630,755	$ 618,800
D.5.2. Strategy: HEALTH PROFESSIONS Health Professions Outreach	$ 156,899	$ 156,899
D.5.3. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 125,248	$ 125,248
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 10,567,914	$ 10,554,011
Grand Total, TEXAS WOMAN'S UNIVERSITY	$ 48,018,452	$ 48,408,105

Method of Financing:		
General Revenue Fund	$ 39,095,948	$ 39,097,842
Estimated Board Authorized Tuition Increases	1,047,450	1,047,450
Estimated Statutory Tuition Increases	351,926	703,853
Estimated Other Educational and General Income	7,523,128	7,558,960
Total, Method of Financing	$ 48,018,452	$ 48,408,105

2. **Federation of North Texas Area Universities.** The Comptroller of Public Accounts shall pay all warrants drawn on the identified strategy of the Federation of North Texas Area Universities for expenses incurred on federation business regardless of which member institution of the federation the payee is an employee.

3. **Appropriation, Governing Board.** Out of the funds appropriated herein, an amount not to exceed $5,000 in each year of the biennium shall be for all expenses associated with the governing board's duties including, but not limited to: travel, entertainment, lodging, and expenses of state employees who provide services for the governing board.

   A separate record of the board's expenditures shall be kept and retained in the same manner as the fiscal records of the institution(s) the board governs. No funds may be used for the governing board's expenses except for the specific amounts designated above. Funds appropriated for the governing board's expenses may be used for any other purpose covered by this Act.

BOARD OF REGENTS, TEXAS STATE UNIVERSITY SYSTEM CENTRAL OFFICE

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Educational and General State Support	$ 2,458,633	$ 2,458,633
Grand Total, BOARD OF REGENTS, TEXAS STATE UNIVERSITY SYSTEM CENTRAL OFFICE	$ 2,458,633	$ 2,458,633
Number of Positions (FTE)	9.5	9.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

Out of the General Revenue Fund:		
A. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
A.1.1. Strategy: RETIREMENT CONTRIBUTION ADJUSTMENT	$ 2,458,633	$ 2,458,633
Grand Total, BOARD OF REGENTS, TEXAS STATE UNIVERSITY SYSTEM CENTRAL OFFICE	$ 2,458,633	$ 2,458,633

2. **System Office Funding.** Of the amounts appropriated to the academic components of the Texas State University System, the following amounts are subject to the special and general provisions of this Act and are included for the operation of the Texas State University System Central Office:

	For the Years Ending August 31, 1996	August 31, 1997
Angelo State University	$ 89,643	$ 89,643
Sam Houston State University	192,569	192,569
Southwest Texas State University	322,127	322,127
Sul Ross State University	33,201	33,201
Sul Ross State University-Uvalde Center	3,321	3,321

3. **Appropriation, Governing Board.** Out of the funds appropriated herein, an amount not to exceed $75,000 in each year of the biennium shall be for all expenses associated with the

governing board's duties including, but not limited to: travel, entertainment, lodging, and expenses of state employees who provide services for the governing board.

A separate record of the board's expenditures shall be kept and retained in the same manner as the fiscal records of the institution(s) the board governs. No funds may be used for the governing board's expenses except for the specific amounts designated above. Funds appropriated for the governing board's expenses may be used for any other purpose covered by this Act.

ANGELO STATE UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 20,605,068	$ 23,803,300
Grand Total, ANGELO STATE UNIVERSITY	$ 20,605,068	$ 23,803,300
Method of Financing:		
General Revenue Fund	$ 15,439,318	$ 18,344,845
Estimated Statutory Tuition Increases	253,372	506,746
Estimated Other Educational and General Income	4,912,378	4,951,709
Total, Method of Financing	$ 20,605,068	$ 23,803,300
Number of Positions (FTE)	437.0	437.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	64.9%	65%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	35%	36%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%

Retention rate of TASP students requiring remediation education after one academic year	58%	60%
State licensure examination pass rate of nursing graduates	92%	92%
State pass rate of education EXCET exam	86%	86%
A.1.1. Strategy: FACULTY SALARIES	$ 8,630,240	$ 8,782,367
Outputs:		
Number of undergraduate degrees awarded	762	770
Number of minority graduates	159	162
A.1.2. Strategy: FACULTY SALARIES-NURSING	$ 750,237	$ 762,936
A.1.3. Strategy: DEPARTMENTAL OPERATING EX	$ 1,576,520	$ 1,603,416
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 286,820	$ 292,024
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 704,765	$ 716,521
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 168,878	$ 168,878
A.3.1. Strategy: SCHOLARSHIPS	$ 21,224	$ 21,224
A.3.2. Strategy: ACADEMIC/RESEARCH SUPPORT	$ 551,391	$ 551,391
Academic and Research Support		
A.3.3. Strategy: EXPANSION NURSING PROGRAM	$ 95,105	$ 95,105
A.3.4. Strategy: COMPUTER TRAINING	$ 200,250	$ 273,230
Computer/Information Training, Telecommunications & Distance Learning		
A.3.5. Strategy: PUBLIC EDUCATION GRANTS	$ 870,375	$ 927,608
Texas Public Education Grants		
A.3.6. Strategy: PHYSICAL THERAPY AND NURSING	$ 155,750	$ 155,750
Total, Goal A: PROVIDE INSTRUCTION	$ 14,011,555	$ 14,350,450
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	1%	2%
Dollar value of external or sponsored research funds (in millions)	.192	.417
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 84,805	$ 86,240
B.2.1. Strategy: INDIRECT COST	$ 9,500	$ 9,500
Indirect Cost Recovery for Research Related Activities		
Total, Goal B: CONDUCT RESEARCH	$ 94,305	$ 95,740
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: MANAGEMENT, INSTRUCTION	$ 299,519	$ 299,519
Management, Instruction, and Research Center		
C.1.2. Strategy: SMALL BUSINESS DEVELOP	$ 89,000	$ 89,000
Small Business Development Center		

C.1.3. Strategy: CENTER FOR FINE ARTS	$	$ 2,750,000
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 388,519	$ 3,138,519
D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 993,675	$ 1,014,819
D.2.1. Strategy: STUDENT SERVICES	$ 510,519	$ 519,154
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 250,487	$ 250,487
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 234,045	$ 236,025
D.4.2. Strategy: BUILDING MAINTENANCE	$ 573,848	$ 598,696
D.4.3. Strategy: CUSTODIAL SERVICES	$ 335,054	$ 349,134
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 215,784	$ 218,726
D.4.5. Strategy: UTILITIES	$ 926,800	$ 971,961
D.5.1. Strategy: EDUCATION OPPORTUNITY Educational Opportunity Service	$ 89,000	$ 89,000
D.5.2. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 1,383,484	$ 1,372,596
D.5.3. Strategy: SYSTEM OFFICE OPERATION	$ 89,643	$ 89,643
D.5.4. Strategy: GENERAL UNIVERSITY SUPPORT	$ 445,000	$ 445,000
D.5.5. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 63,350	$ 63,350
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 6,110,689	$ 6,218,591
Grand Total, ANGELO STATE UNIVERSITY	$ 20,605,068	$ 23,803,300
Method of Financing:		
General Revenue Fund	$ 15,439,318	$ 18,344,845
Estimated Statutory Tuition Increases	253,372	506,746
Estimated Other Educational and General Income	4,912,378	4,951,709
Total, Method of Financing	$ 20,605,068	$ 23,803,300

2. **Educational Center and Museum for Fine Arts.** The Board of Regents of The Texas State University System and Angelo State University are authorized to enter into a joint association with the City of San Angelo and the San Angelo Museum of Fine Arts to develop an Educational Center and Museum for Fine Arts located on land leased or conveyed to Angelo State University for this purpose. The terms and conditions of the joint association, including but without limitation terms and conditions related to the respective duties and obligations of the four parties, shall be memorialized in an agreement to be negotiated and entered into by and among the Board of Regents of The Texas State University System, Angelo State University, the City of San Angelo, and the San Angelo Museum of Fine Arts. The Board of Regents is authorized, subject to such terms as may be included in the agreement referred to above, to expend $2,750,000 of the funds appropriated in this act for the construction of the facility subject to matching non-state funds in the amount of $1,000,000 being made available for the project at the time the construction contract is awarded, and oversight of construction for this project

will be the responsibility of the joint association, subject to such terms as may be included in the agreement referred to above. The Educational Center and Museum of Fine Arts shall be operated by the San Angelo Museum of Fine Arts Board of Directors and Angelo State University and maintained by Angelo State University subject to state funds being appropriated for this purpose, and to such terms as may be included in the agreement referred to above.

The land shall be conveyed and the matching funds shall be furnished by August 31, 1997; otherwise, the Board of Regents is hereby authorized to expend these appropriated funds for improvement and modifications to the Houston Harte University Center including functions for the advancement of fine arts.

SAM HOUSTON STATE UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 40,306,265	$ 40,932,261
Grand Total, SAM HOUSTON STATE UNIVERSITY	$ 40,306,265	$ 40,932,261
Method of Financing:		
General Revenue Fund	$ 26,231,131	$ 26,232,946
Law Enforcement Management Institute Receipts	2,219,936	2,219,936
Estimated Statutory Tuition Increases	553,485	1,106,969
Estimated Other Educational and General Income	11,301,713	11,372,410
Total, Method of Financing	$ 40,306,265	$ 40,932,261
Number of Positions (FTE)	880.5	880.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	93%	93%
Percent of lower division courses taught by tenured or tenure track faculty	75%	75%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	38%	39%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	58%	58%
State pass rate of education EXCET exam	88%	89%

A.1.1. Strategy: FACULTY SALARIES	$ 19,993,522	$ 20,366,603
Outputs:		
Number of undergraduate degrees awarded	1,866	1,913
Number of minority graduates	270	276
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 3,195,274	$ 3,253,102
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 611,646	$ 623,370
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 1,515,037	$ 1,541,940
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 146,272	$ 146,272
A.3.1. Strategy: SCHOLARSHIPS	$ 26,950	$ 26,950
A.3.2. Strategy: PUBLIC EDUCATION GRANTS	$ 1,584,399	$ 1,687,515
Texas Public Education Grants		
A.3.3. Strategy: EDUCATIONAL LEADERSHIP-DOCTORAL PRG	$ 333,750	$ 333,750
Educational Leadership - Doctoral Program		
Total, Goal A: PROVIDE INSTRUCTION	$ 27,406,850	$ 27,979,502
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	9%	9%
Dollar value of external or sponsored research funds (in millions)	4	4
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 177,431	$ 180,616
B.2.1. Strategy: INDIRECT COST	$ 169,407	$ 169,407
Indirect Cost Recovery for Research Related Activities		
Total, Goal B: CONDUCT RESEARCH	$ 346,838	$ 350,023
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: CRIMINAL JUSTICE CENTER	$ 887,126	$ 887,126
C.1.2. Strategy: SAM HOUSTON MUSEUM	$ 370,140	$ 370,140
C.1.3. Strategy: BUSINESS & ECONOMIC DEV	$ 162,185	$ 162,185
Center for Business and Economic Development		
C.1.4. Strategy: LAW ENFORCEMENT	$ 2,219,936	$ 2,219,936
Bill Blackwood Law Enforcement Management Institute of Texas		
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 3,639,387	$ 3,639,387
D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,802,515	$ 1,842,713
D.2.1. Strategy: STUDENT SERVICES	$ 838,859	$ 853,894
D.3.1. Strategy: STAFF GROUP INSURANCE	$ 581,950	$ 581,950
Staff Group Insurance Premiums		
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 513,938	$ 518,807
D.4.2. Strategy: BUILDING MAINTENANCE	$ 1,221,758	$ 1,213,292
D.4.3. Strategy: CUSTODIAL SERVICES	$ 692,254	$ 687,257

D.4.4. Strategy: GROUNDS MAINTENANCE	$ 315,909	$ 320,539
D.4.5. Strategy: UTILITIES	$ 2,255,549	$ 2,255,549
D.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 174,047	$ 172,937
D.5.2. Strategy: ENVIRONMENTAL STUDIES Institute of Environmental Studies	$ 177,492	$ 177,492
D.5.3. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 146,350	$ 146,350
D.5.4. Strategy: SYSTEM OFFICE OPERATION	$ 192,569	$ 192,569
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 8,913,190	$ 8,963,349
Grand Total, SAM HOUSTON STATE UNIVERSITY	$ 40,306,265	$ 40,932,261
Method of Financing:		
General Revenue Fund	$ 26,231,131	$ 26,232,946
Law Enforcement Management Institute Receipts	2,219,936	2,219,936
Estimated Statutory Tuition Increases	553,485	1,106,969
Estimated Other Educational and General Income	11,301,713	11,372,410
Total, Method of Financing	$ 40,306,265	$ 40,932,261

2. **Criminal Justice Center Facilities.** It is hereby declared to be legislative intent that all facilities of the Criminal Justice Center of Sam Houston State University be available for use in carrying out any university related programs or activities when such use is authorized by the president of the university. Priority in the use of the center's facilities shall be given to activities concerning continuing education in the criminal justice area. To the extent possible, the center should be used to support programs or activities that will generate funds to help defray operational expenses of the center.

3. **Criminal Justice Center Faculty Salaries.** It is the intent of the Legislature that Sam Houston State University may augment the base salaries of faculty members at the Criminal Justice Center from a grant or consulting contract, as provided by law. Sam Houston State University must include a report of any salaries that have been augmented and the amount of the augmentation in the request for legislative appropriations submitted to the Legislative Budget Board and Governor's Office of Budget and Planning for the biennium ending August 31, 1997.

4. **Center for Business and Economic Development.** Included in the appropriation above to Sam Houston State University is $162,185 in each year of the biennium for the Center for Business and Economic Development, or its equivalent due to special and general provisions of this Act, contingent upon certification by the Comptroller of Public Accounts that increased activity by the Center for Business and Economic Development will generate at least $324,370 for the biennium in additional revenue to the General Revenue Fund. It is the intent of the Legislature that state funds provided to the Center for Business and Economic Development be used by the center to attract federal funds on a dollar-for-dollar basis.

SOUTHWEST TEXAS STATE UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 65,329,202	$ 64,845,085
Grand Total, SOUTHWEST TEXAS STATE UNIVERSITY	$ 65,329,202	$ 64,845,085
Method of Financing:		
General Revenue Fund	$ 47,864,280	$ 46,419,474
Estimated Statutory Tuition Increases	851,970	1,703,939
Estimated Other Educational and General Income	16,612,952	16,721,672
Total, Method of Financing	$ 65,329,202	$ 64,845,085
Number of Positions (FTE)	1,607.0	1,607.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	43%	43%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	33%	33%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	57%	58%
State pass rate of education EXCET exam	90%	90%
A.1.1. Strategy: FACULTY SALARIES	$ 32,606,808	$ 33,179,214
Outputs:		
Number of undergraduate degrees awarded	2,927	3,037
Number of minority graduates	742	834
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 5,250,568	$ 5,339,827
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 997,513	$ 1,015,531
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 2,379,045	$ 2,418,699
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 250,779	$ 250,779
A.3.1. Strategy: SCHOLARSHIPS	$ 118,939	$ 118,939
A.3.2. Strategy: GEOGRAPHY EDUCATION	$ 376,242	$ 376,242
Improvement of Geography Education		
A.3.3. Strategy: PUBLIC EDUCATION GRANTS	$ 2,651,425	$ 2,824,298
Texas Public Education Grants		
Total, Goal A: PROVIDE INSTRUCTION	$ 44,631,319	$ 45,523,529

B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	12%	13%
Dollar value of external or sponsored research funds (in millions)	7.119	7.5
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 295,595	$ 300,574
B.2.1. Strategy: EDWARDS AQUIFER RESEARCH Edwards Aquifer Research and Data Center	$ 250,340	$ 250,340
B.2.2. Strategy: LONG-TERM HEALTH CARE Institute for Quality Improvement in Long-term Health Care	$ 169,967	$ 169,967
B.2.3. Strategy: INDIRECT COST Indirect Cost Recovery for Research Related Activities	$ 327,828	$ 327,828
Total, Goal B: CONDUCT RESEARCH	$ 1,043,730	$ 1,048,709
C. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
C.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 2,916,237	$ 2,978,057
C.2.1. Strategy: STUDENT SERVICES	$ 1,232,243	$ 1,252,965
C.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 1,070,542	$ 1,070,542
C.4.1. Strategy: PLANT SUPPORT SERVICES	$ 919,409	$ 927,114
C.4.2. Strategy: BUILDING MAINTENANCE	$ 2,411,243	$ 2,391,951
C.4.3. Strategy: CUSTODIAL SERVICES	$ 1,153,322	$ 1,143,758
C.4.4. Strategy: GROUNDS MAINTENANCE	$ 494,499	$ 501,207
C.4.5. Strategy: UTILITIES	$ 6,698,364	$ 6,698,364
C.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)	$ 518,807	$ 518,807
C.5.2. Strategy: MINORITY FACULTY DEVELOP Minority Faculty Development	$ 106,230	$ 106,230
C.5.3. Strategy: SYSTEM OFFICE OPERATION	$ 322,127	$ 322,127
C.5.4. Strategy: SKILES ACT REVENUE BOND Skiles Act Revenue Bond Retirement (Ed. Code Sec. 55.17(d))	$ 272,725	$ 272,725
C.5.5. Strategy: GLADE THEATER RETROFIT	$ 89,000	$ 89,000
C.6.1. Strategy: HAIL AND WATER DAMAGE REPAIR	$ 1,449,405	$ U.B.
Total, Goal C: INSTITUTE/ANCILLARY OPER	$ 19,654,153	$ 18,272,847
Grand Total, SOUTHWEST TEXAS STATE UNIVERSITY	$ 65,329,202	$ 64,845,085

SOUTHWEST TEXAS STATE UNIVERSITY
(Continued)

Method of Financing:		
General Revenue Fund	$ 47,864,280	$ 46,419,474
Estimated Statutory Tuition Increases	851,970	1,703,939
Estimated Other Educational and General Income	16,612,952	16,721,672
Total, Method of Financing	$ 65,329,202	$ 64,845,085

2. **Freeman Ranch.** Out of the amounts appropriated above in informational item A.2.3. Organized Activities, $133,223 in each year of the biennium shall be used for the Freeman Ranch.

3. **Hail Damage.** The amount appropriated above shall be used to reimburse Southwest Texas State University's institutional funds, as defined by Subsection (b), Section 51.009. Education Code, for any amount previously paid for work undertaken to repair or reconstruct the buildings and other structures, regardless of the fiscal year in which the payments were made.

SUL ROSS STATE UNIVERSITY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 11,594,098	$ 14,594,265
Grand Total, SUL ROSS STATE UNIVERSITY	$ 11,594,098	$ 14,594,265
Method of Financing:		
General Revenue Fund	$ 9,531,692	$ 12,416,940
Estimated Statutory Tuition Increases	103,037	206,075
Estimated Other Educational and General Income	1,959,369	1,971,250
Total, Method of Financing	$ 11,594,098	$ 14,594,265
Number of Positions (FTE)	282.5	282.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92%	92%
Percent of lower division courses taught by tenured or tenure track faculty	63.1%	63.2%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	22%	25%

Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	70%	70%
Retention rate of TASP students requiring remediation education after one academic year	62%	63%
State pass rate of education EXCET exam	86%	86%
A.1.1. Strategy: FACULTY SALARIES	$ 4,468,935	$ 4,531,669
Outputs:		
Number of undergraduate degrees awarded	270	280
Number of minority graduates	85	90
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 736,171	$ 746,036
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 141,483	$ 143,370
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 553,876	$ 561,594
A.2.3. Strategy: ORGANIZED ACTIVITIES	$ 16,774	$ 16,774
A.3.1. Strategy: SCHOLARSHIPS	$ 105,127	$ 105,127
A.3.2. Strategy: ACADEMIC/RESEARCH SUPPORT	$ 781,065	$ 781,065
Academic and Research Support		
A.3.3. Strategy: PROGRAM DEVELOPMENT	$ 443,657	$ 443,657
Academic Program Development		
A.3.4. Strategy: PUBLIC EDUCATION GRANTS	$ 322,873	$ 343,871
Texas Public Education Grants		
Total, Goal A: PROVIDE INSTRUCTION	$ 7,569,961	$ 7,673,163
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	2%	3%
Dollar value of external or sponsored research funds (in millions)	.183	.183
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 40,003	$ 40,537
B.2.1. Strategy: CHIHUAHUAN DESERT	$ 39,607	$ 39,607
Chihuahuan Desert Research		
B.2.2. Strategy: CENTER/BIG BEND STUDIES	$ 123,670	$ 123,670
Center for Big Bend Studies		
B.2.3. Strategy: INDIRECT COST	$ 5,000	$ 5,000
Indirect Cost Recovery for Research Related Activities		
Total, Goal B: CONDUCT RESEARCH	$ 208,280	$ 208,814
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: SUL ROSS MUSEUM	$ 145,419	$ 145,419
Sul Ross State University Museum		
C.1.2. Strategy: SMALL BUSINESS DEVELOP	$ 88,731	$ 88,731
Big Bend Region Minority and Small Business Development Center		
C.1.3. Strategy: CRIMINAL JUSTICE ACADEMY	$ 95,387	$ 95,387
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 329,537	$ 329,537

D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 562,225	$ 572,158
D.2.1. Strategy: STUDENT SERVICES	$ 318,713	$ 322,962
D.3.1. Strategy: STAFF GROUP INSURANCE	$ 164,890	$ 164,890
Staff Group Insurance Premiums		
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 135,807	$ 137,619
D.4.2. Strategy: BUILDING MAINTENANCE	$ 421,898	$ 417,074
D.4.3. Strategy: CUSTODIAL SERVICES	$ 200,112	$ 197,767
D.4.4. Strategy: GROUNDS MAINTENANCE	$ 163,817	$ 165,464
D.4.5. Strategy: UTILITIES	$ 891,754	$ 891,754
D.5.1. Strategy: TUITION REVENUE BONDS	$ 259,403	$ 257,362
Tuition Revenue Bond Retirement (Ed. Code Sec. 55.17)		
D.5.2. Strategy: SYSTEM OFFICE OPERATION	$ 33,201	$ 33,201
D.5.3. Strategy: GENERAL UNIVERSITY SUPPORT	$ 222,500	$ 222,500
D.6.1. Strategy: FIRE DAMAGE REPAIR	$ 112,000	$ U.B.
D.7.1. Strategy: STUDENT CENTER	$	$ 3,000,000
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 3,486,320	$ 6,382,751
Grand Total, SUL ROSS STATE UNIVERSITY	$ 11,594,098	$ 14,594,265
Method of Financing:		
General Revenue Fund	$ 9,531,692	$ 12,416,940
Estimated Statutory Tuition Increases	103,037	206,075
Estimated Other Educational and General Income	1,959,369	1,971,250
Total, Method of Financing	$ 11,594,098	$ 14,594,265

2. **Fire Damage.** The amount appropriated above shall be used to reimburse Sul Ross State University's institutional funds, as defined by Subsection (b), Section 51.009, Education Code, for any amount previously paid for work undertaken to repair or reconstruct the buildings and other structures, regardless of the fiscal year in which the payments were made.

3. **Student Center.** Out of the funds appropriated above, $3,000,000 for the Student Center are contingent upon Sul Ross State University receiving at least $750,000 from use of the Higher Education Fund, local gifts, grants, and donations for the purposes of the Student Center. In the event that the Higher Education Fund, gifts, grants, or donations total less than $750,000, the appropriation is reduced to an amount equal match, to the Higher Education Fund match, gifts, grants, and donations received.

SUL ROSS STATE UNIVERSITY RIO GRANDE COLLEGE

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 3,201,259	$ 3,229,199
Grand Total, SUL ROSS STATE UNIVERSITY RIO GRANDE COLLEGE	$ 3,201,259	$ 3,229,199
Method of Financing:		
General Revenue Fund	$ 2,821,203	$ 2,824,548
Estimated Statutory Tuition Increases	21,295	42,590
Estimated Other Educational and General Income	358,761	362,061
Total, Method of Financing	$ 3,201,259	$ 3,229,199
Number of Positions (FTE)	51.5	51.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of course completers	92.8%	92.9%
Percent of first-time, full-time, degree-seeking freshmen who earn a baccalaureate degree within six academic years	75%	75%
Retention rate of first-time, full-time, degree-seeking freshmen students after one academic year	73.1%	73.3%
State pass rate of education EXCET exam	86%	86%
A.1.1. Strategy: FACULTY SALARIES	$ 1,010,309	$ 1,020,334
Outputs:		
Number of undergraduate degrees awarded	90	94
Number of minority graduates	52	54
A.1.2. Strategy: DEPARTMENTAL OPERATING EX	$ 215,295	$ 217,265
Departmental Operating Expense		
A.2.1. Strategy: INSTRUCTIONAL ADMIN	$ 140,903	$ 142,203
Instructional Administration		
A.2.2. Strategy: LIBRARY	$ 323,996	$ 326,985
A.3.1. Strategy: SCHOLARSHIPS	$ 24,954	$ 24,954
A.3.2. Strategy: ACADEMIC/RESEARCH SUPPORT	$ 16,323	$ 16,323
Academic and Research Support		
A.3.3. Strategy: PROGRAM DEVELOPMENT	$ 399,399	$ 399,399
Academic Program Development		

A.3.4. Strategy: PUBLIC EDUCATION GRANTS Texas Public Education Grants	$ 66,269	$ 70,682
Total, Goal A: PROVIDE INSTRUCTION	$ 2,197,448	$ 2,218,145
B. Goal: CONDUCT RESEARCH		
Outcomes:		
External or sponsored research funds as a percent of state appropriations	1%	2%
Dollar value of external or sponsored research funds (in millions)	.01	.01
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 10,708	$ 10,808
C. Goal: PUBLIC SERVICE		
Provide Public Service		
C.1.1. Strategy: SMALL BUSINESS CENTER Small Business Development Center	$ 111,250	$ 111,250
D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 367,591	$ 372,569
D.2.1. Strategy: STUDENT SERVICES	$ 234,467	$ 236,632
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 12,531	$ 12,531
D.4.1. Strategy: LEASE OF FACILITIES	$ 263,943	$ 263,943
D.5.1. Strategy: SYSTEM OFFICE OPERATION	$ 3,321	$ 3,321
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 881,853	$ 888,996
Grand Total, SUL ROSS STATE UNIVERSITY RIO GRANDE COLLEGE	$ 3,201,259	$ 3,229,199
Method of Financing:		
General Revenue Fund	$ 2,821,203	$ 2,824,548
Estimated Statutory Tuition Increases	21,295	42,590
Estimated Other Educational and General Income	358,761	362,061
Total, Method of Financing	$ 3,201,259	$ 3,229,199

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 103,497,380	$ 103,608,089
Grand Total, THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS	$ 103,497,380	$ 103,608,089
Method of Financing:		
General Revenue Fund	$ 75,313,084	$ 75,421,618
Estimated Other Educational and General Income	28,184,296	28,186,471
Total, Method of Financing	$ 103,497,380	$ 103,608,089
Number of Positions (FTE)	1,524.5	1,524.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Total number of students passing parts 1 & 2 of the licensure examination on the first try--medical	190	190
Total number of graduates from the institution going into an internal medicine, pediatrics, obstetrics/gynecology, psychiatry, and emergency medicine residencies	106	106
Total number of graduates going into a family practice residency	20	20
Total number of graduates completing first time licensure--medical	190	190
Total number of minority graduates completing first time licensure-- medical	31	32
Total dollar value of gross charges for unsponsored charity care (000's)	162,000	162,000
Total number of graduates who become licensed--allied health	40	40
Total number of minority graduates who become licensed--allied health	2	2
A.1.1. Strategy: LIBRARY	$ 2,563,992	$ 2,563,992
A.1.2. Strategy: ORGANIZED ACTIVITIES	$ 1,737,614	$ 1,737,614
Organized Activities Related to Instruction		
A.2.1. Strategy: SCHOLARSHIPS	$ 17,176	$ 17,176
A.2.2. Strategy: TPEG	$ 912,288	$ 914,255
Texas Public Education Grants		
A.2.3. Strategy: MEDICAL LOANS	$ 96,700	$ 96,908
A.3.1. Strategy: MEDICAL EDUCATION	$ 40,561,360	$ 40,561,360

Outputs:		
Total number of graduations	190	190
Total number of minority graduations	30	30
A.3.2. Strategy: PRIMARY CARE RES TRNG PGM	$ 1,557,500	$ 1,557,500
Primary Care Residency Training Program		
A.4.1. Strategy: BIOMED SCIENCE TRNG	$ 3,516,777	$ 3,516,777
Graduate Training in Biomedical Sciences		
Outputs:		
Total number of master degree graduates	20	19
Total number of minority master degree graduates	2	2
Total number of doctoral degree graduates	42	44
Total number of minority doctoral degree graduates	4	3
A.5.1. Strategy: ALLIED HLTH TRNG	$ 3,301,055	$ 3,301,055
Allied Health Professions Training		
Outputs:		
Total number of graduates in programs not requiring external certification or licensure	130	130
Total number of minority graduates in programs not requiring external certification or licensure	24	26
Total number of graduates in programs with external certification or licensure	40	40
Total number of minority graduates in programs with external certification or licensure	2	2
Total, Goal A: PROVIDE INSTRUCTION	$ 54,264,462	$ 54,266,637
B. Goal: CONDUCT RESEARCH		
Outcomes:		
Total dollar amount of externally derived direct-cost research funds expended (000's)	108,786	119,601
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 343,501	$ 343,501
B.2.1. Strategy: AIDS RESEARCH UNIT	$ 296,749	$ 296,749
B.2.2. Strategy: BASIC BIOMEDICAL RES CTR	$ 197,832	$ 197,832
Basic Biomedical Research Center		
B.2.3. Strategy: ACADEMIC & RESEARCH SUPP	$ 989,163	$ 989,163
Academic and Research Support for Molecular Medicine		
B.2.4. Strategy: HEART DISEASE/STROKE	$ 395,665	$ 395,665
Program for the Treatment of Heart Disease and Stroke		
B.2.5. Strategy: CELL REGULATION LAB	$ 890,000	$ 890,000
B.2.6. Strategy: ALZHEIMER'S DISEASE CNTR	$ 445,000	$ 445,000
Alzheimer's Disease Center		
Total, Goal B: CONDUCT RESEARCH	$ 3,557,910	$ 3,557,910
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: CONTINUING EDUCATION	$ 22,900	$ 22,900

C.2.1. Strategy: STARS Program for Science Teacher Access to Resources at UT Southwest	$ 593,498	$ 593,498
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 616,398	$ 616,398
D. Goal: PROVIDE HEALTH CARE		
D.1.1. Strategy: KIDNEY/PANCREATIC UNIT Kidney and Pancreatic Transplantation Unit	$ 197,832	$ 197,832
D.1.2. Strategy: REGIONAL BURN CARE CENTER	$ 98,916	$ 98,916
Total, Goal D: PROVIDE HEALTH CARE	$ 296,748	$ 296,748
E. Goal: INST SUPP/ANCILLARY OPS Provide Institutional Support and Ancillary Operations		
E.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 13,487,713	$ 13,487,713
E.2.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 1,267,717	$ 1,267,717
E.2.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 333,176	$ 333,176
E.2.3. Strategy: UNEMPLOYMENT INSURANCE	$ 15,501	$ 15,501
E.3.1. Strategy: PLANT SUPPORT SERVICES	$ 12,637,980	$ 12,637,980
E.3.2. Strategy: UTILITIES	$ 8,778,248	$ 8,778,248
E.4.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement	$ 797,620	$ 906,154
E.5.1. Strategy: DEBT SERV-N CAMPUS EXP Debt Service-North Campus Expansion	$ 7,373,907	$ 7,373,907
E.6.1. Strategy: REPAIRS/REMODELING Minor Repairs and Remodeling	$ 50,000	$ 50,000
E.7.1. Strategy: INSTITUTIONAL EQUIPMENT	$ 20,000	$ 20,000
Total, Goal E: INST SUPP/ANCILLARY OPS	$ 44,761,862	$ 44,870,396
Grand Total, THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS	$ 103,497,380	$ 103,608,089
Method of Financing:		
General Revenue Fund	$ 75,313,084	$ 75,421,618
Estimated Other Educational and General Income	28,184,296	28,186,471
Total, Method of Financing	$ 103,497,380	$ 103,608,089

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 390,159,366	$ 392,304,342
Grand Total, THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON	$ 390,159,366	$ 392,304,342
Method of Financing:		
General Revenue Fund	$ 195,114,008	$ 196,838,559
Estimated Other Educational and General Income	195,045,358	195,465,783
Total, Method of Financing	$ 390,159,366	$ 392,304,342
Number of Positions (FTE)	7,761.5	7,761.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Total number of students passing parts 1 & 2 of the licensure examination on the first try--medical	174	174
Total number of graduates from the institution going into an internal medicine, pediatrics, obstetrics/gynecology, psychiatry, and emergency medicine residencies	80	85
Total number of graduates going into a family practice residency	32	34
Total number of grads completing first time licensure--medical	150	150
Total number of minority graduates completing first time licensure-- medical	20	20
Total dollar value of gross charges for unsponsored charity care	67,873,000	71,267,000
Total number of graduates who become licensed--allied health	145	150
Total number of minority graduates who become licensed--allied health	12	14
Total number of graduates who become licensed--nursing	95	95
Total number of minority graduates who become licensed--nursing	17	18
A.1.1. Strategy: LIBRARY	$ 2,408,719	$ 2,408,719
A.1.2. Strategy: ORGANIZED ACTIVITIES	$ 1,792,779	$ 1,792,779
Organized Activities Related to Instruction		
A.2.1. Strategy: SCHOLARSHIPS	$ 23,194	$ 23,194
A.2.2. Strategy: EDUCATIONAL CANCER CENTER	$ 247,286	$ 247,285

A.2.3. Strategy: COOP PGMS PHYS/OCCUP THER	$ 695,762	$ 695,762
Cooperative Programs In Physical and Occupational Therapy		
A.2.4. Strategy: TPEG	$ 873,870	$ 882,223
Texas Public Education Grants		
A.2.5. Strategy: MEDICAL LOANS	$ 167,393	$ 168,993
A.3.1. Strategy: MEDICAL EDUCATION	$ 46,918,486	$ 46,918,486
Outputs:		
Total number of graduations	180	180
Total number of minority graduations	20	20
A.4.1. Strategy: BIOMED SCIENCE TRNG	$ 2,212,305	$ 2,212,305
Graduate Training in Biomedical Sciences		
Outputs:		
Total number of master degree graduates	8	9
Total number of doctoral degree graduates	24	26
Total number of minority doctoral degree graduates	1	2
A.5.1. Strategy: ALLIED HLTH TRNG	$ 4,537,861	$ 4,537,861
Allied Health Professions Training		
Outputs:		
Total number of graduates in programs not requiring external certification or licensure	108	111
Total number of minority graduates in programs not requiring external certification or licensure	32	33
Total number of graduates in programs with external certification or licensure	154	159
Total number of minority graduates in programs with external certification or licensure	33	34
A.6.1. Strategy: NURSING EDUCATION	$ 3,848,678	$ 3,848,653
Outputs:		
Total number of bachelor of science in nursing graduates with prior registered nurse certification	80	82
Total number of minority bachelor of science in nursing graduates with prior registered nurse certification	14	14
Total number of bachelor of science in nursing graduates with no prior registered nurse certification	95	95
Total number of minority bachelor of science in nursing graduates with no prior registered nurse certification	17	18
Total, Goal A: PROVIDE INSTRUCTION	$ 63,726,333	$ 63,736,260
B. Goal: CONDUCT RESEARCH		
Outcomes:		
Total dollar amount of externally derived direct-cost education and training funds expended	4,100,000	4,700,000
Total dollar amount of externally derived direct-cost research funds expended	52,000,000	63,000,000
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 357,166	$ 357,166
B.2.1. Strategy: MARINE BIOMED INSTITUTE	$ 1,971,448	$ 1,971,448
Marine Biomedical Institute		
B.2.2. Strategy: INTERFERON RESEARCH	$ 836,934	$ 836,934
Interferon Research Program		
Total, Goal B: CONDUCT RESEARCH	$ 3,165,548	$ 3,165,548

C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: CONTINUING EDUCATION	$ 40,375	$ 40,375
D. Goal: PROVIDE HEALTH CARE		
Outcomes:		
Total gross charges for unsponsored charity care provided in state- owned facilities-000's	147,000	154,350
D.1.1. Strategy: MEDICAL BRANCH HOSPITALS	$ 237,162,570	$ 237,162,570
D.2.1. Strategy: CHRONIC HOME DIALYSIS CTR	$ 1,686,946	$ 1,686,946
Chronic Home Dialysis Center		
D.2.2. Strategy: PRIMARY CARE PHSY SERV	$ 6,212,199	$ 6,212,199
Primary Care Physician Services		
D.2.3. Strategy: EAST TEXAS AREA HEALTH ED CENTERS	$ 1,335,000	$ 2,225,000
East Texas Area Health Education Centers		
Total, Goal D: PROVIDE HEALTH CARE	$ 246,396,715	$ 247,286,715
E. Goal: INST SUPP/ANCILLARY OPS		
Provide Institutional Support and Ancillary Operations		
E.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 28,171,454	$ 28,171,454
E.2.1. Strategy: STAFF GROUP INSURANCE	$ 14,510,233	$ 14,510,233
Staff Group Insurance Premiums		
E.2.2. Strategy: WORKERS' COMPENSATION INS	$ 1,390,647	$ 1,390,647
Workers' Compensation Insurance		
E.2.3. Strategy: UNEMPLOYMENT INSURANCE	$ 177,243	$ 177,243
E.3.1. Strategy: PLANT SUPPORT SERVICES	$ 13,866,645	$ 13,866,645
E.3.2. Strategy: UTILITIES	$ 17,898,711	$ 19,032,274
E.4.1. Strategy: TUITION REVENUE BONDS	$ 815,462	$ 926,948
Tuition Revenue Bond Retirement		
Total, Goal E: INST SUPP/ANCILLARY OPS	$ 76,830,395	$ 78,075,444
Grand Total, THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON	$ 390,159,366	$ 392,304,342
Method of Financing:		
General Revenue Fund	$ 195,114,008	$ 196,838,559
Estimated Other Educational and General Income	195,045,358	195,465,783
Total, Method of Financing	$ 390,159,366	$ 392,304,342

2. **Appropriation of Charges and Fees.** There is hereby appropriated to The University of Texas Medical Branch at Galveston all charges and fees collected for the general expenses of the medical branch hospitals, including maintenance, support, and salaries of employees for the fiscal years ending August 31, 1996 and 1997.

3. **Rates, Donations and Gifts.** The Board of Regents of The University of Texas System shall fix reasonable rates to be charged and collected by hospitals, and may make and enter

into contracts for the hospitalization of the indigent sick and accept donations and gifts for the support and maintenance of the hospitals and may utilize up to $5 million per annum of local income to match any gift made to endowments provided, however, such match will not result in any reduction in the level of services for patients or any requirement for general revenue replacement. Any project initiated under this authorization shall not be structured in such a manner that will require future specific appropriation of general revenue. Provided, however, that this provision shall not be construed so as to authorize, without the prior and specific approval of the Legislature, the acceptance of real property which would require an appropriation by the Legislature for maintenance, repair, or construction of buildings.

4. **Helicopter Operation.** The University of Texas Medical Branch at Galveston is authorized to lease and operate a helicopter for the purpose of transporting critically ill or emergency patients to the medical branch hospitals. No state funds are to be used for the operation of this helicopter, except where the patient served is indigent or through an interagency contract with another state agency, or unless costs are reimbursed from insurance proceeds.

5. **Transfers of Appropriations - State Owned Hospitals.** The University of Texas Medical Branch at Galveston shall transfer from non-Medicaid state appropriated funds $110,721,248 in fiscal year 1996 and $101,146,373 in fiscal year 1997 to the Department of Health. The timing and form of such transfers shall be determined by the Comptroller of Public Accounts in consultation with the Department of Health. The Legislative Budget Board is authorized to adjust the amounts of such transfers as necessary to match available federal funds.

6. **Appropriation of Costs for Health Care to Inmates.** None of the funds appropriated above shall be expended to provide or support the provision of health care to inmates of the Texas Department of Criminal Justice. It is the intent of the Legislature that all costs for providing health care to inmates of the TDCJ including costs of operating TDCJ hospital facilities in Galveston County and Lubbock County shall be paid from appropriations made to the TDCJ for the health care services. Appropriations made to the TDCJ for the provision of inmate health care services shall be expended in accordance with Chapter 501, Government Code, Sec. 501.059.

7. **Managed Health Care for Prison Inmates.** In addition to the number of positions listed above, there is authorized an estimated 4,214.50 employees associated with managed health care for prison inmates.

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT HOUSTON

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 122,960,458	$ 123,110,654
Grand Total, THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT HOUSTON	$ 122,960,458	$ 123,110,654

Method of Financing:		
General Revenue Fund	$ 101,158,990	$ 101,206,879
Estimated Other Educational and General Income	21,801,468	21,903,775
Total, Method of Financing	$ 122,960,458	$ 123,110,654
Number of Positions (FTE)	1,932.0	1,932.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Total number of students passing parts 1&2 of the licensure examination on the first try--medical	180	190
Total number of graduates from the institution going into an internal medicine, pediatrics, obstetrics/gynecology, psychiatry, and emergency medicine residencies	72	74
Total number of graduates going into a family practice residency	42	44
Total number of graduates completing first time licensure--medical	180	180
Total number of minority graduates completing first time licensure-- medical	15	18
Total dollar value of gross charges for unsponsored charity care	62,245,000	62,245,000
Total number of students passing parts 1 & 2 of the licensure examination on the first try--dental	80	70
Total number of graduates going into a primary care residency--dental	8	7
Total number of grads completing first time licensure--dental	80	70
Total number of minority graduates completing first time licensure-- dental	16	14
Total number of graduates who become licensed--allied health	26	18
Total number of minority graduates who become licensed--allied health	8	5
Total number of graduates who become licensed--nursing	92	115
Total number of minority graduates who become licensed--nursing	17	21
A.1.1. Strategy: LIBRARY	$ 2,212,464	$ 2,212,464
A.1.2. Strategy: ORGANIZED ACTIVITIES	$ 3,079,337	$ 3,079,337
Organized Activities Related to Instruction		
A.2.1. Strategy: SCHOLARSHIPS	$ 29,837	$ 29,837
A.2.2. Strategy: TPEG	$ 1,230,104	$ 1,239,050
Texas Public Education Grants		
A.2.3. Strategy: MEDICAL LOANS	$ 107,545	$ 108,327
A.3.1. Strategy: MEDICAL EDUCATION	$ 31,614,733	$ 31,614,733
Outputs:		
Total number of graduations	180	180
Total number of minority graduations	20	20
A.3.2. Strategy: CLINICAL EPIDEMIOLOGY	$ 300,000	$ 300,000
A.3.3. Strategy: PRIMARY CARE INITIATIVES	$ 119,500	$ 119,500

A.3.4. Strategy: PROBLEM BASED LEARNING Innovative Medical Education Instructional Methodologies - Problem Based Learning	$ 65,000	$ 65,000
A.4.1. Strategy: DENTAL EDUCATION Dental Education and Dental Hygiene Education	$ 14,489,865	$ 14,485,011
Outputs:		
Total number of graduations	75	75
Total number of minority graduations	15	15
A.5.1. Strategy: BIOMED SCIENCE TRNG Graduate Training in Biomedical Sciences	$ 1,508,674	$ 1,508,674
Outputs:		
Total number of master degree graduates	25	25
Total number of minority master degree graduates	3	3
Total number of doctoral degree graduates	35	35
Total number of minority doctoral degree graduates	4	5
A.5.2. Strategy: GRAD STUDENT STIPENDS Graduate Student Stipends	$ 100,000	$ 100,000
A.6.1. Strategy: ALLIED HLTH TRNG Allied Health Professions Training	$ 1,583,874	$ 1,583,874
Outputs:		
Total number of graduates in programs not requiring external certification or licensure	20	20
Total number of minority graduates in programs not requiring external certification or licensure	5	5
Total number of graduates in programs with external certification or licensure	60	60
Total number of minority graduates in programs with external certification or licensure	25	25
A.7.1. Strategy: NURSING EDUCATION	$ 5,628,164	$ 5,628,123
Outputs:		
Total number of bachelor of science in nursing graduates with prior registered nurse certification	30	30
Total number of minority bachelor of science in nursing graduates with prior registered nurse certification	10	10
Total number of bachelor of science in nursing graduates with no prior registered nurse certification	125	125
Total number of minority bachelor of science in nursing graduates with no prior registered nurse certification	25	25
A.8.1. Strategy: PUBLIC HLTH TRNG Graduate Training in Public Health	$ 7,867,520	$ 7,867,520
Outputs:		
Total number of master degree graduates	125	125
Total number of minority master degree graduates	30	30
Total number of doctoral degree graduates	30	30
Total number of minority doctoral degree graduates	5	5
A.8.2. Strategy: SATELLITE PUB HLTH Satellite Public Health Program	$ 1,337,362	$ 1,337,362
A.8.3. Strategy: CONSOLIDATE BASIC SCIENCE Consolidation of Basic Science Education - Public Health Impact	$ 700,283	$ 700,283
Total, Goal A: PROVIDE INSTRUCTION	$ 71,974,262	$ 71,979,095

B. Goal: CONDUCT RESEARCH		
Outcomes:		
Total dollar amount of externally derived direct-cost education and training funds expended	3,982,127	4,181,233
Total dollar amount of externally derived direct-cost research funds expended	48,188,517	50,597,943
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 739,288	$ 739,288
B.2.1. Strategy: CNTR INFECT DISEASES Center for Infectious Diseases	$ 298,519	$ 298,519
B.2.2. Strategy: UT MENTAL SCIENCES INSTIT UT Mental Sciences Institute	$ 2,213,344	$ 2,213,344
B.2.3. Strategy: PEDIATRIC AIDS	$ 447,787	$ 447,787
B.2.4. Strategy: TX HEART INST-DATABASE Texas Heart Institute-Statewide Cardiovascular Database	$ 255,875	$ 255,875
B.2.5. Strategy: TX HEART INST-GENE THER Texas Heart Institute-Gene Therapy Project	$ 834,375	$ 834,375
B.2.6. Strategy: INSTITUTE/MOLECULAR MED Institute for Molecular Medicine	$ 222,500	$ 222,500
B.2.7. Strategy: TX HEART INST - SURGICAL RES Texas Heart Institute - Cardiovascular Surgical Research	$ 222,500	$ 222,500
Total, Goal B: CONDUCT RESEARCH	$ 5,234,188	$ 5,234,188
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: CENTER ON AGING	$ 267,000	$ 267,000
C.1.2. Strategy: INTERCON	$ 445,000	$ 445,000
Total, Goal C: PROVIDE PUBLIC SERVICE	$ 712,000	$ 712,000
D. Goal: PROVIDE HEALTH CARE		
D.1.1. Strategy: DENTAL CLINIC OPERATIONS	$ 2,259,635	$ 2,259,635
D.1.2. Strategy: HARRIS COUNTY HOSP DIST Harris County Hospital District	$ 4,198,519	$ 4,198,519
D.2.1. Strategy: SERV DELIV VALLEY/BORDER Service Delivery In the Valley/Border Region	$ 528,471	$ 528,471
Total, Goal D: PROVIDE HEALTH CARE	$ 6,986,625	$ 6,986,625
E. Goal: INST SUPP/ANCILLARY OPS Provide Institutional Support and Ancillary Operations		
E.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 16,505,802	$ 16,487,162
E.2.1. Strategy: STUDENT SERVICES	$ 1,179,640	$ 1,179,640
E.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 1,431,047	$ 1,431,047
E.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 659,684	$ 659,684
E.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 10,700	$ 10,700
E.4.1. Strategy: PLANT SUPPORT SERVICES	$ 6,041,703	$ 6,041,703
E.4.2. Strategy: UTILITIES	$ 11,051,448	$ 11,051,448

E.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement	$ 1,173,359	$ 1,337,362
Total, Goal E: INST SUPP/ANCILLARY OPS	$ 38,053,383	$ 38,198,746
Grand Total, THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT HOUSTON	$ 122,960,458	$ 123,110,654
Method of Financing:		
General Revenue Fund	$ 101,158,990	$ 101,206,879
Estimated Other Educational and General Income	21,801,468	21,903,775
Total, Method of Financing	$ 122,960,458	$ 123,110,654

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 118,917,834	$ 119,522,071
Grand Total, THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO	$ 118,917,834	$ 119,522,071
Method of Financing:		
General Revenue Fund	$ 98,426,888	$ 99,131,840
Estimated Other Educational and General Income	20,490,946	20,390,231
Total, Method of Financing	$ 118,917,834	$ 119,522,071
Number of Positions (FTE)	1,996.5	1,931.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Total number of students passing parts 1&2 of the licensure examination on the first try--medical	180	180
Total number of graduates from the institution going into an internal medicine, pediatrics, obstetrics/gynecology, psychiatry, and emergency medicine residencies	85	88
Total number of graduates going into a family practice residency	48	50
Total number of graduates completing first time licensure--medical	190	190
Total number of minority graduates completing first time licensure-- medical	39	31
Total dollar value of gross charges for unsponsored charity care	57,000,000	57,000,000
Total number of students passing parts 1 & 2 of the licensure examination on the first try--dental	90	90
Total number of graduates going into a primary care residency--dental	17	17
Total number of graduates completing first time licensure--dental	80	80
Total number of minority graduates completing first time licensure-- dental	14	14
Total number of graduates who become licensed--allied health	113	71
Total number of minority graduates who become licensed--allied health	28	23
Total number of graduates who become licensed--nursing	185	185
Total number of minority graduates who become licensed--nursing	50	50
A.1.1. Strategy: LIBRARY	$ 2,009,476	$ 1,964,991

A.1.2. Strategy: ORGANIZED ACTIVITIES	$ 4,325,015	$ 4,204,233
A.2.1. Strategy: SCHOLARSHIPS	$ 50,294	$ 50,106
A.2.2. Strategy: ACADEMIC & RESEARCH SUPP	$ 3,547,010	$ 3,544,837
Academic and Research Support		
A.2.3. Strategy: TPEG	$ 1,110,711	$ 1,118,324
Texas Public Education Grants		
A.2.4. Strategy: MEDICAL LOANS	$ 97,725	$ 98,395
A.3.1. Strategy: SOUTH TEXAS HEALTH PROFESSIONAL ED	$ 6,471,000	$ 9,279,000
South Texas Border Region Health Professional Education		
A.4.1. Strategy: MEDICAL EDUCATION	$ 39,035,697	$ 37,760,926
Outputs:		
Total number of graduations	211	217
Total number of minority graduations	41	41
A.4.2. Strategy: FAMILY PRAC RES TRNG PGM	$ 615,630	$ 604,640
Family Practice Residency Training Program		
A.4.3. Strategy: PODIATRY RES TRNG PGM	$ 194,075	$ 191,137
Podiatry Residency Training Program		
A.5.1. Strategy: DENTAL EDUCATION	$ 19,413,594	$ 18,788,633
Outputs:		
Total number of graduations	83	83
Total number of minority graduations	15	15
A.6.1. Strategy: BIOMEDICAL SCIENCE	$ 1,801,440	$ 1,748,069
Graduate Training in Biomedical Sciences		
Outputs:		
Total number of master degree graduates	20	20
Total number of minority master degree graduates	1	1
Total number of doctoral degree graduates	17	17
Total number of minority doctoral degree graduates	2	2
A.7.1. Strategy: ALLIED HLTH TRNG	$ 2,784,326	$ 2,712,772
Allied Health Professions Training		
Outputs:		
Total number of graduates in programs not requiring external certification or licensure	39	39
Total number of minority graduates in programs not requiring external certification or licensure	18	18
Total number of graduates in programs with external certification or licensure	113	71
Total number of minority graduates in programs with external certification or licensure	28	23
A.8.1. Strategy: NURSING EDUCATION	$ 4,787,692	$ 4,745,851
Outputs:		
Total number of bachelor of science in nursing graduates with prior registered nurse certification	12	12
Total number of minority bachelor of science in nursing graduates with prior registered nurse certification	3	3
Total number of bachelor of science in nursing graduates with no prior registered nurse certification	160	160

Total number of minority bachelor of science in nursing graduates with no prior registered nurse certification	45	45
Total, Goal A: PROVIDE INSTRUCTION	$ 86,243,685	$ 86,811,914
B. Goal: CONDUCT RESEARCH		
Outcomes:		
Total dollar amount of externally derived direct-cost education and training funds expended	12,500,000	12,500,000
Total dollar amount of externally derived direct-cost research funds expended	42,000,000	42,000,000
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 495,202	$ 491,522
B.2.1. Strategy: INSTIT OF BIOTECHNOLOGY Institute of Biotechnology	$ 1,432,279	$ 1,392,702
B.2.2. Strategy: RESEARCH IMAGING CENTER	$ 1,025,983	$ 1,004,977
B.2.3. Strategy: SO TEXAS HEALTH RES CTR South Texas Health Research Center	$ 512,174	$ 502,678
Total, Goal B: CONDUCT RESEARCH	$ 3,465,638	$ 3,391,879
C. Goal: PROVIDE HEALTH CARE		
C.1.1. Strategy: DENTAL CLINIC OPERATIONS	$ 2,987,862	$ 2,929,044
D. Goal: INST SUPP/ANCILLARY OPS Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 9,165,439	$ 8,874,269
D.2.1. Strategy: STUDENT SERVICES	$ 1,158,690	$ 1,125,607
D.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 858,036	$ 858,036
D.3.2. Strategy: WORKERS' COMPENSATION INS Workers' Compensation Insurance	$ 646,739	$ 643,687
D.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 7,370	$ 7,396
D.4.1. Strategy: PLANT SUPPORT SERVICES	$ 8,814,112	$ 8,605,502
D.4.2. Strategy: UTILITIES	$ 4,517,449	$ 5,078,146
D.5.1. Strategy: TUITION REVENUE BONDS Tuition Revenue Bond Retirement	$ 1,052,814	$ 1,196,591
Total, Goal D: INST SUPP/ANCILLARY OPS	$ 26,220,649	$ 26,389,234
Grand Total, THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO	$ 118,917,834	$ 119,522,071
Method of Financing:		
General Revenue Fund	$ 98,426,888	$ 99,131,840
Estimated Other Educational and General Income	20,490,946	20,390,231
Total, Method of Financing	$ 118,917,834	$ 119,522,071

2. **South Texas/Border Region Health Professional Education.** Out of the amounts appropriated above, $6,471,000 for the fiscal year ending August 31, 1996 and $9,279,000 for the fiscal year ending August 31, 1997 shall be used by the institution to expand graduate

medical education, including family practice resident training programs, and other health professional education in the South Texas/Border Region.

a. Of the funds appropriated for this purpose $2,661,750 for the fiscal year ending August 31, 1996 and $3,338,250 for the fiscal year ending August 31, 1997 shall be used by the institution for the Lower Rio Grande Valley in Cameron, Hidalgo, Starr, and Willacy Counties, to plan, initiate, and expand residency programs in pediatrics, psychiatry, family practice, obstetrics-gynecology, and internal medicine as appropriate; develop training programs in dentistry, nursing, and allied health; enhance existing clinical training sites; develop community resources and seek private support to supplement appropriated funds; recruit faculty and staff; and, initiate appropriate medical library resources development.

b. Of the funds appropriated for this purpose $1,472,250 for fiscal year ending August 31, 1996 and $2,277,750 for fiscal year ending August 31, 1997 shall be used in the Middle Rio Grande Border Area, to be established in Webb County but to serve Zapata, Jim Hogg, Duval, McMullen, La Salle, Dimmit, and Maverick Counties, to plan, initiate and expand programs in primary care residencies, and allied health, nursing, and dentistry; enhance clinical training sites; develop community resources and seek private support to supplement appropriated funds; recruit faculty and staff; and, initiate appropriate medical library resources.

c. Of the funds appropriated for this purpose $1,587,000 for the fiscal year ending August 31, 1996 and $2,913,000 for the fiscal year ending August 31, 1997 shall be used in Corpus Christi and The Coastal Bend Area to develop or expand, among other things, undergraduate clinical programs, primary care residency programs, allied health programs, medical library resources, and faculty development.

d. Of the funds appropriated for this purpose $750,000 for the fiscal year ending August 31, 1996 and $750,000 for the fiscal year ending August 31, 1997 shall be used on the campus of UTHSCSA to increase the effectiveness and efficiency necessary to expand educational programs into the regions specified by this provision.

e. Any unexpended funds from the fiscal year ending August 31, 1996 are reappropriated to the institution and shall be used with funds appropriated by this section for the fiscal year ending August 31, 1997 to continue to expand health professional programs and medical residency programs named in the previous subsections; provide needed support for direct medical education involving the Lower Rio Grande Valley, the Middle Rio Grande Area, and the Corpus Christi/Costal Bend Area for the state biennium beginning September 1, 1997; and, continue any needed infrastructure development. Hospital and clinic facilities for teaching and training purposes will be provided and maintained at no expense to the State.

f. A report by the Health Science Center shall be filed with the Legislative Budget Board on or before December 1, 1996 concerning the use of the funds appropriated by this section and the extent to which the purposes specified by this section have been achieved.

THE UNIVERSITY OF TEXAS M. D. ANDERSON CANCER CENTER

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 407,379,927	$ 408,548,106
Grand Total, THE UNIVERSITY OF TEXAS M. D. ANDERSON CANCER CENTER	$ 407,379,927	$ 408,548,106
Method of Financing:		
General Revenue Fund	$ 108,680,664	$ 109,848,843
Estimated Other Educational and General Income	298,699,263	298,699,263
Total, Method of Financing	$ 407,379,927	$ 408,548,106
Number of Positions (FTE)	5,936.0	5,800.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Total dollar value of gross charges for unsponsored charity care	47,061,844	41,200,453
A.1.1. Strategy: LIBRARY	$ 948,300	$ 948,300
A.2.1. Strategy: MEDICAL EDUCATION	$ 60,022,035	$ 60,022,035
Total, Goal A: PROVIDE INSTRUCTION	$ 60,970,335	$ 60,970,335
B. Goal: CONDUCT RESEARCH		
Outcomes:		
Total dollar amount of externally derived direct-cost research funds expended	42,500,000	43,700,000
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 12,158,339	$ 12,158,339
C. Goal: PROVIDE HEALTH CARE		
Outcomes:		
Total gross charges for unsponsored charity care provided in state- owned facilities-000's	176,958	182,267
C.1.1. Strategy: PATIENT CARE ACTIVITIES	$ 251,232,593	$ 251,232,593
D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 22,840,056	$ 22,840,056
D.2.1. Strategy: STAFF GROUP INSURANCE	$ 15,911,330	$ 15,911,330
Staff Group Insurance Premiums		
D.2.2. Strategy: WORKERS' COMPENSATION INS	$ 1,814,881	$ 1,814,881
Workers' Compensation Insurance		

D.2.3. Strategy: UNEMPLOYMENT INSURANCE	$ 28,545	$ 28,545
D.3.1. Strategy: PLANT SUPPORT SERVICES	$ 29,118,349	$ 29,118,349
D.3.2. Strategy: UTILITIES	$ 13,305,499	$ 14,473,678
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 83,018,660	$ 84,186,839
Grand Total, THE UNIVERSITY OF TEXAS M. D. ANDERSON CANCER CENTER	$ 407,379,927	$ 408,548,106
Method of Financing:		
General Revenue Fund	$ 108,680,664	$ 109,848,843
Estimated Other Educational and General Income	298,699,263	298,699,263
Total, Method of Financing	$ 407,379,927	$ 408,548,106

2. **Cancer Center Service Expansion.** It is the intent of the Legislature that The University of Texas M.D. Anderson Cancer Center aggressively attempt to expand its services on profitable operations and market its technology, subject to the approval of the Board of Regents. Safeguards should be initiated to ensure that the agency mission of the Cancer Center is not jeopardized in any expansion activities.

3. **Special Project Funding.** Notwithstanding other provisions of this article, the Board of Regents of The University of Texas System is hereby authorized, subject to approval by the Texas Higher Education Coordinating Board: (1) to expend such amounts of its Permanent University Fund bond proceeds and/or other bond proceeds and such amounts of its other available moneys as may be necessary to fund the following project either in whole or in part; (2) to accept gifts, grants, and matching grants to fund such project either in whole or in part; and (3) to acquire, construct, alter, add to, repair, rehabilitate, equip and/or furnish such project for The University of Texas M.D. Anderson Cancer Center: (a) patient bed facility; (b) patient diagnostic and treatment center; (c) research addition for clinical and basic science.

4. **Transfers of Appropriations - State Owned Hospitals.** The University of Texas M.D. Anderson Cancer Center shall transfer from non-Medicaid state appropriated funds $102,069,558 in fiscal year 1996 and $89,730,835 in fiscal year 1997 to the Department of Health. The timing and form of such transfers shall be determined by the Comptroller of Public Accounts in consultation with the Department of Health. The Legislative Budget Board is authorized to adjust the amounts of such transfers as necessary to match available federal funds. The transfers, however, shall be made not less frequently than monthly.

THE UNIVERSITY OF TEXAS HEALTH CENTER AT TYLER

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 51,838,329	$ 51,683,659
Grand Total, THE UNIVERSITY OF TEXAS HEALTH CENTER AT TYLER	$ 51,838,329	$ 51,683,659
Method of Financing:		
General Revenue Fund	$ 20,931,238	$ 21,067,979
Estimated Other Educational and General Income	30,907,091	30,615,680
Total, Method of Financing	$ 51,838,329	$ 51,683,659
Number of Positions (FTE)	1,115.0	1,115.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Total dollar value of gross charges for unsponsored charity care	2,687,328	2,727,638
A.1.1. Strategy: LIBRARY	$ 352,437	$ 352,437
A.2.1. Strategy: MEDICAL EDUCATION	$ 720,694	$ 720,694
A.2.2. Strategy: FAMILY PRAC RES TRNG PGM Family Practice Residency Training Program	$ 503,591	$ 503,591
Total, Goal A: PROVIDE INSTRUCTION	$ 1,576,722	$ 1,576,722
B. Goal: CONDUCT RESEARCH		
Outcomes:		
Total dollar amount of externally derived direct-cost research funds expended	1,918,111	1,918,111
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 3,899,384	$ 3,899,384
B.2.1. Strategy: INFECTIOUS DIS CONTROL Infectious Disease Control	$ 520,930	$ 520,930
Total, Goal B: CONDUCT RESEARCH	$ 4,420,314	$ 4,420,314
C. Goal: PROVIDE HEALTH CARE		
Outcomes:		
Total gross charges for unsponsored charity care provided in state- owned facilities	9,529,267	9,672,206
C.1.1. Strategy: PATIENT CARE ACTIVITIES	$ 36,362,824	$ 36,208,154

D. Goal: INST SUPP/ANCILLARY OPS		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 3,165,327	$ 3,165,327
D.2.1. Strategy: GROUP INSURANCE PREMIUMS	$ 2,248,121	$ 2,248,121
Staff Group Insurance Premiums		
D.2.2. Strategy: WORKERS' COMPENSATION INS	$ 237,744	$ 237,744
Workers' Compensation Insurance		
D.2.3. Strategy: UNEMPLOYMENT INSURANCE	$ 22,091	$ 22,091
D.3.1. Strategy: PLANT SUPPORT SERVICES	$ 2,285,188	$ 2,285,188
D.3.2. Strategy: UTILITIES	$ 1,519,998	$ 1,519,998
Total, Goal D: INST SUPP/ANCILLARY OPS	$ 9,478,469	$ 9,478,469
Grand Total, THE UNIVERSITY OF TEXAS HEALTH CENTER AT TYLER	$ 51,838,329	$ 51,683,659
Method of Financing:		
General Revenue Fund	$ 20,931,238	$ 21,067,979
Estimated Other Educational and General Income	30,907,091	30,615,680
Total, Method of Financing	$ 51,838,329	$ 51,683,659

2. **Rates, Donations and Gifts.** The Board of Regents of The University of Texas System shall fix reasonable rates to be charged and collected from pay patients of the center, and may make and enter into contracts for the hospitalization of the indigent sick and accept donations and gifts for the support and maintenance of the center; provided, however, that this provision should not be construed so as to authorize, without prior and specific approval of the Legislature, acceptance of real property which would require an appropriation by the Legislature for maintenance, repair, or construction of buildings.

3. **Transfers of Appropriations - State Owned Hospitals.** The University of Texas Health Center at Tyler shall transfer from non-Medicaid state appropriated funds $9,980,240 in fiscal year 1996 and $9,143,894 in fiscal year 1997 to the Department of Health. The timing and form of such transfers shall be determined by the Comptroller of Public Accounts in consultation with the Department of Health. The Legislative Budget Board is authorized to adjust the amounts of such transfers as necessary to match available federal funds.

TEXAS A&M UNIVERSITY HEALTH SCIENCE CENTER

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 17,207,384	$ 17,207,547
Grand Total, TEXAS A&M UNIVERSITY HEALTH SCIENCE CENTER	$ 17,207,384	$ 17,207,547
Method of Financing:		
General Revenue Fund	$ 16,013,040	$ 16,013,040
Estimated Other Educational and General Income	1,194,344	1,194,507
Total, Method of Financing	$ 17,207,384	$ 17,207,547
Number of Positions (FTE)	235.5	235.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Total number of students passing parts 1&2 of the licensure examination on the first try--medical	48	47
Total number of graduates from the institution going into an internal medicine, pediatrics, obstetrics/gynecology, psychiatry, and emergency medicine residencies	25	25
Total number of graduates going into a family practice residency	14	14
Total number of graduates completing first time licensure--medical	40	40
Total number of minority graduates completing first time licensure-- medical	3	3
A.1.1. Strategy: LIBRARY	$ 399,687	$ 399,687
A.1.2. Strategy: ORGANIZED ACTIVITIES	$ 581,518	$ 581,518
A.2.1. Strategy: SCHOLARSHIPS	$ 9,772	$ 9,772
A.2.2. Strategy: TPEG	$ 182,734	$ 182,878
Texas Public Education Grants		
A.2.3. Strategy: MEDICAL LOANS	$ 24,365	$ 24,384
A.2.4. Strategy: ACADEMIC/RESEARCH SUPPORT	$ 257,374	$ 257,374
Academic and Research Support		
A.3.1. Strategy: RURAL PUBLIC HEALTH	$ 1,000,000	$ 1,000,000
A.4.1. Strategy: MEDICAL EDUCATION	$ 9,435,508	$ 9,435,508
Outputs:		
Total number of graduations	48	47
Total number of minority graduations	8	5
A.5.1. Strategy: BIOMED SCIENCE TRNG	$ 1,272,723	$ 1,272,723
Graduate Training in Biomedical Sciences		

Outputs:		
Total number of master degree graduates	1	1
Total number of doctoral degree graduates	6	6
Total number of minority doctoral degree graduates	2	2
Total, Goal A: PROVIDE INSTRUCTION	$ 13,163,681	$ 13,163,844
B. Goal: CONDUCT RESEARCH		
Outcomes:		
Total dollar amount of externally derived direct-cost education and training funds expended	35,000	35,000
Total dollar amount of externally derived direct-cost research funds expended	2,700,000	2,700,000
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 617,004	$ 617,004
C. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
C.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 1,112,747	$ 1,112,747
C.2.1. Strategy: STUDENT SERVICES	$ 901,806	$ 901,806
C.3.1. Strategy: STAFF GROUP INSURANCE	$ 399,071	$ 399,071
Staff Group Insurance Premiums		
C.3.2. Strategy: WORKERS' COMPENSATION INS	$ 94,800	$ 94,800
Workers' Compensation Insurance		
C.3.3. Strategy: UNEMPLOYMENT INSURANCE	$ 10,882	$ 10,882
C.3.4. Strategy: CONTR SERV - SCOTT&WHITE	$ 655,817	$ 655,817
Contractual Services - Scott & White Clinic		
C.4.1. Strategy: PLANT SUPPORT SERVICES	$ 191,576	$ 191,576
C.4.2. Strategy: UTILITIES	$ 60,000	$ 60,000
Total, Goal C: INSTITUTE/ANCILLARY OPER	$ 3,426,699	$ 3,426,699
Grand Total, TEXAS A&M UNIVERSITY HEALTH SCIENCE CENTER	$ 17,207,384	$ 17,207,547
Method of Financing:		
General Revenue Fund	$ 16,013,040	$ 16,013,040
Estimated Other Educational and General Income	1,194,344	1,194,507
Total, Method of Financing	$ 17,207,384	$ 17,207,547

2. **Medical Program.** Texas A&M University Health Science Center is hereby authorized to operate its medical program by contracting for faculty, clinical teaching facilities, and clinical research facilities with Scott and White Clinic; Scott and White Memorial Hospital and Scott, Sherwood and Brindley Foundation; Olin E. Teague Veterans' Center, Darnall Army Community Hospital, the Waco Veterans' Hospital, and any other institutions deemed necessary to fulfill the stated mission of the University as agreed upon among the components of the above stated.

3. **School of Rural Public Health.** Texas A&M University Health Science Center is authorized to establish a School of Rural Public Health offering curricula leading to a Master of Public Health (M.P.H.) and a Doctor of Public Health (Dr.P.H.). The headquarters of the School of

. Rural Public Health shall be located on the main campus of Texas A&M University; however, the Center for the Living Laboratory of the School of Rural Public Health, the Program in Rural Informatics, and additional education and research space shall be located on the Temple campus. Secondary locations for the Living Laboratory also may be established. Out of the funds appropriated above $1,000,000 for fiscal year 1996 and $1,000,000 for fiscal year 1997 shall be used for the purpose of development of the Program for Rural Health Education and Delivery Systems, the Program for Research in Rural Health, and the Living Laboratory.

UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER AT FORT WORTH

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 33,543,412	$ 33,633,296
Grand Total, UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER AT FORT WORTH	$ 33,543,412	$ 33,633,296
Method of Financing:		
General Revenue Fund	$ 29,900,198	$ 30,019,686
Estimated Other Educational and General Income	3,643,214	3,613,610
Total, Method of Financing	$ 33,543,412	$ 33,633,296
Number of Positions (FTE)	628.5	628.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Total number of students passing parts 1&2 of the licensure examination on the first try--medical	94	85
Total number of graduates from the institution going into an internal medicine, pediatrics, obstetrics/gynecology, psychiatry, and emergency medicine residencies	25	23
Total number of graduates going into a family practice residency	67	60
Total number of graduates completing first time licensure--medical	60	60
Total number of minority graduates completing first time licensure-- medical	4	9
Total dollar value of gross charges for unsponsored charity care	7,569,000	7,569,000

A.1.1. Strategy: LIBRARY	$ 972,715	$ 972,715
A.1.2. Strategy: ORGANIZED ACTIVITIES	$ 818,770	$ 818,770
A.2.1. Strategy: SCHOLARSHIPS	$ 7,573	$ 7,573
A.2.2. Strategy: TPEG	$ 391,195	$ 391,195
Texas Public Education Grants		
A.2.3. Strategy: MEDICAL LOANS	$ 50,636	$ 50,636
A.3.1. Strategy: MEDICAL EDUCATION	$ 16,934,319	$ 16,934,319
Outputs:		
Total number of graduations	100	90
Total number of minority graduations	15	7
A.3.2. Strategy: PRIMARY CARE ENHANCEMENT	$ 1,780,000	$ 1,780,000
A.4.1. Strategy: BIOMED SCIENCE TRNG	$ 994,692	$ 994,692
Graduate Training in Biomedical Sciences		
Outputs:		
Total number of master's degree graduates	4	4
Total number of U.S. minority master's degree graduates	1	1
Total number of doctoral degree graduates	10	10
Total number of U.S. minority doctoral degree graduates	2	1
Total, Goal A: PROVIDE INSTRUCTION	$ 21,949,900	$ 21,949,900
B. Goal: CONDUCT RESEARCH		
Outcomes:		
Total dollar amount of externally derived direct-cost education and training funds expended	500,000	500,000
Total dollar amount of external direct-cost research funds expended	3,750,000	3,750,000
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 125,210	$ 125,210
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: DNA LABORATORY	$ 213,644	$ 213,644
D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 6,047,123	$ 5,841,314
D.2.1. Strategy: STAFF GROUP INSURANCE	$ 193,538	$ 193,538
Staff Group Insurance Premiums		
D.2.2. Strategy: RETIREMENT CONTRIBUTION ADJUSTMENT	$ 488,952	$ 488,952
D.3.1. Strategy: PLANT SUPPORT SERVICES	$ 2,156,071	$ 2,156,071
D.3.2. Strategy: UTILITIES	$ 1,400,000	$ 1,696,067
D.3.3. Strategy: LEASE OF FACILITIES	$ 92,921	$ 92,921
D.4.1. Strategy: TUITION REVENUE BONDS	$ 832,258	$ 832,258
Tuition Revenue Bond Retirement		
D.5.1. Strategy: LEASE PAYMENTS TO MELPP	$ 43,795	$ 43,421
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 11,254,658	$ 11,344,542
Grand Total, UNIVERSITY OF NORTH TEXAS HEALTH SCIENCE CENTER AT FORT WORTH	$ 33,543,412	$ 33,633,296

Method of Financing:		
General Revenue Fund	$ 29,900,198	$ 30,019,686
Estimated Other Educational and General Income	3,643,214	3,613,610
Total, Method of Financing	$ 33,543,412	$ 33,633,296

2. **Forensic Laboratory.** The University of North Texas Health Science Center at Fort Worth is authorized to conduct all blood and DNA tests associated with paternity testing for the Office of the Attorney General at a rate not to exceed the rate at which the Attorney General could obtain the service elsewhere to the extent permitted under federal law and regulations. The income derived from this testing is to be spent only on the Forensic Laboratory. In addition, the services of the Forensic Laboratory are available to other entities or interested parties.

3. **Master Equipment Lease Purchase Program.** Funds identified for Master Equipment Lease Purchase Program shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 63,373,419	$ 62,113,338
Grand Total, TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER	$ 63,373,419	$ 62,113,338
Method of Financing:		
General Revenue Fund	$ 59,038,746	$ 57,634,813
Estimated Other Educational and General Income	4,334,673	4,478,525
Total, Method of Financing	$ 63,373,419	$ 62,113,338
Number of Positions (FTE)	1,246.5	1,255.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Total number of students passing parts 1&2 of the licensure examination on the first try--medical	65	65
Total number of graduates from the institution going into an internal medicine, pediatrics, obstetrics/gynecology, psychiatry, and emergency medicine residencies	38	45
Total number of graduates going into a family practice residency	13	16
Total number of graduates completing first time licensure--medical	67	69
Total number of minority graduates completing first time licensure-- medical	9	8
Total dollar value of gross charges for unsponsored charity care	57,000,000	57,000,000
Total number of graduates who become licensed--allied health	70	155
Total number of minority graduates who become licensed--allied health	8	15
Total number of graduates who become licensed--nursing	94	95
Total number of minority graduates who become licensed--nursing	9	10

A.1.1. Strategy: LIBRARY	$ 1,534,419	$ 1,534,434
A.1.2. Strategy: ORGANIZED ACTIVITIES	$ 2,814,509	$ 2,814,509
A.2.1. Strategy: SCHOLARSHIPS	$ 9,300	$ 9,300
A.2.2. Strategy: INTEGRATED HEALTH NETWORK	$ 1,277,630	$ 1,277,630
A.2.3. Strategy: ACADEMIC OPERATIONS SUPP Academic Operations Support	$ 438,644	$ 438,644
A.2.4. Strategy: TPEG Texas Public Education Grants	$ 462,729	$ 466,457
A.2.5. Strategy: MEDICAL LOANS	$ 51,769	$ 52,187
A.2.6. Strategy: PATHOLOGY - LUBBOCK	$ 133,500	$ 133,500
A.3.1. Strategy: SOUTH TEXAS HEALTH PROFESSIONAL ED South Texas Border Region Health Professional Education	$ 1,125,000	$ 1,125,000
A.4.1. Strategy: MED ED - LUBBOCK Medical Education - Lubbock	$ 14,055,976	$ 14,056,167
Outputs:		
Total number of graduations	89	100
Total number of minority graduations	14	12
A.5.1. Strategy: MED ED - AMARILLO Medical Education - Amarillo	$ 2,869,039	$ 2,869,081
A.6.1. Strategy: MED ED - ODESSA Medical Education - Odessa	$ 1,350,043	$ 1,350,063
A.6.2. Strategy: MIDLAND SURGICAL RESIDENCY Midland Surgical Residency Training Program	$ 267,000	$ U.B.
A.7.1. Strategy: MED ED - EL PASO Medical Education - El Paso	$ 4,853,454	$ 4,853,525
A.7.2. Strategy: BORDER HC SUPP-ACAD EXP Border Health Care Support - Academic Expansion	$ 3,850,000	$ 3,850,000

A.7.3. Strategy: BORDER HC SUPP - RESIDENT Border Health Care Support - Resident Support	$ 398,906	$ 398,962
A.7.4. Strategy: ACAD OPS-BORDER REG DEV Academic Operations Support-Border Region Development	$ 398,772	$ 398,828
A.8.1. Strategy: BIOMED SCIENCE TRNG Graduate Training in Biomedical Sciences	$ 795,797	$ 795,808
Outputs:		
Total number of master degree graduates		1
Total number of doctoral degree graduates	3	3
Total number of minority doctoral degree graduates	1	1
A.9.1. Strategy: ALLIED HEALTH - LUBBOCK Allied Health Professions Training - Lubbock	$ 1,954,752	$ 1,954,780
Outputs:		
Total number of graduates in programs not requiring external certification or licensure	30	30
Total number of minority graduates in programs not requiring external certification or licensure	3	3
Total number of graduates in programs with external certification or licensure	70	155
Total number of minority graduates in programs with external certification or licensure	8	15
A.9.2. Strategy: ALLIED HEALTH - AMARILLO Allied Health Professions Training - Amarillo	$ 493,376	$ 493,383
A.9.3. Strategy: ALLIED HEALTH - ODESSA Allied Health Professions Training - Odessa	$ 125,000	$ 125,000
A.10.1. Strategy: NURSING EDUCATION	$ 2,457,929	$ 2,457,911
Outputs:		
Total number of bachelor of science in nursing graduates with prior registered nurse certification	25	25
Total number of minority bachelor of science in nursing graduates with prior registered nurse certification	3	3
Total number of bachelor of science in nursing graduates with no prior registered nurse certification	95	96
Total number of minority bachelor of science in nursing graduates with no prior registered nurse certification	10	11
A.11.1. Strategy: PHARMACY EDUC - AMARILLO Pharmacy Education - Amarillo	$ 2,000,000	$ 2,000,000
Total, Goal A: PROVIDE INSTRUCTION	$ 43,717,544	$ 43,455,169
B. Goal: CONDUCT RESEARCH		
Outcomes:		
Total dollar amount of externally derived direct-cost education and training funds expended	696,071	697,811
Total dollar amount of externally derived direct-cost research funds expended	5,414,296	5,427,831
B.1.1. Strategy: RESEARCH ENHANCEMENT	$ 77,028	$ 77,029
B.2.1. Strategy: TARBOX INSTITUTE Tarbox Parkinson's Disease Institute	$ 242,860	$ 242,860
B.2.2. Strategy: ALZHEIMER'S INSTITUTE Alzheimer's Disease Institute	$ 410,580	$ 410,580

B.2.3. Strategy: SW INST FOR ADDICTIVE DIS Southwest Institute for Addictive Diseases	$ 434,020	$ 434,020
B.2.4. Strategy: ALZHEIMER'S RESEARCH PROGRAM Alzheimer's Disease Research Program	$ 700,000	$ 700,000
Total, Goal B: CONDUCT RESEARCH	$ 1,864,488	$ 1,864,489
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: CONTINUING EDUCATION	$ 14,510	$ 14,510
D. Goal: PROVIDE HEALTH CARE		
D.1.1. Strategy: RURAL HEALTH - ODESSA Office of Rural Health - Odessa	$ 58,763	$ 58,763
D.1.2. Strategy: MED ED & HEALTH CLINIC Medical Education and Health Clinic	$ 1,780,000	$ U.B.
Total, Goal D: PROVIDE HEALTH CARE	$ 1,838,763	$ 58,763
E. Goal: INST SUPP/ANCILLARY OPS Provide Institutional Support and Ancillary Operations		
E.1.1. Strategy: INSTITUTIONAL SUPPORT	$ 4,711,391	$ 4,711,457
E.2.1. Strategy: STUDENT SERVICES	$ 327,167	$ 327,172
E.3.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 269,166	$ 269,166
E.4.1. Strategy: PLANT SUPPORT SERVICES	$ 4,387,786	$ 4,634,541
E.4.2. Strategy: UTILITIES	$ 6,105,128	$ 6,644,157
E.5.1. Strategy: TUITION REVENUE BONDS	$ 137,476	$ 133,914
Total, Goal E: INST SUPP/ANCILLARY OPS	$ 15,938,114	$ 16,720,407
Grand Total, TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER	$ 63,373,419	$ 62,113,338
Method of Financing:		
General Revenue Fund	$ 59,038,746	$ 57,634,813
Estimated Other Educational and General Income	4,334,673	4,478,525
Total, Method of Financing	$ 63,373,419	$ 62,113,338

2. **Pharmacy School.** The Pharmacy School shall be located on the Amarillo campus of Texas Tech University Health Sciences Center; however, the Lubbock campus shall offer the first two years of the standard pharmacy curriculum and the Amarillo campus shall offer the final four years of the standard six-year Doctor of pharmacy curriculum as its single professional degree.

   No state funds may be expended on costs associated with constructing or maintaining the Pharmacy School facility on the Amarillo campus, except that state funds may be expended for costs associated with providing utilities to the Pharmacy School campus in Amarillo.

3. **Aircraft Authorization.** Texas Tech University and Texas Tech University Health Sciences Center are authorized to acquire, operate, and maintain, including replacing, one passenger airplane. Such airplane may be acquired or replaced by gift, purchase, or partly by gift and

partly by purchase. All costs of acquisition, operation and maintenance, including replacement, of said airplane may be paid from funds appropriated to Texas Tech University and/or Texas Tech University Health Sciences Center.

4. **Medical Education and Health Clinic.** The Texas Tech University Health Sciences Center shall construct a clinic for medical education and health care delivery at the Texas Tech University Academic Health Science Center-Odessa out of funds appropriated above in the D.1.2. Strategy and from any such other funds available for such purposes.

5. **South Texas/Border Region Health Professional Education.** Out of the amounts appropriated above, $1,125,000 for the fiscal year ending August 31, 1996 and $1,125,000 for the fiscal year ending August 31, 1997 shall be used by the Regional Academic Health Center in El Paso for infrastructure support, faculty salaries, maintenance and operation library resources.

   a. Of the funds appropriated for this purpose $600,000 for fiscal year ending August 31, 1996 and $600,000 for fiscal year ending August 31, 1997 shall be used by the institution in conjunction with R.E. Thomason Hospital to plan, initiate and develop a neurosurgeon department; enhance existing clinical training site; recruit faculty and staff; and medical library development as appropriate.

   b. Of the funds appropriated for this purpose $187,500 for the fiscal year ending August 31, 1996 and $187,500 for the fiscal year ending August 31, 1997 shall be transferred to the University of Texas at El Paso for the Institute for Border Community Health, in partnership with Texas Tech Health Sciences Center in El Paso, to continue direct medical services to the medically underserved areas.

   c. Any unexpended funds from the fiscal year ending August 31, 1996 are reappropriated to the institution and shall be used with funds appropriated by this section for the fiscal year ending August 31, 1997 for the state biennium beginning September 1, 1997.

   d. A report by the Texas Tech Health Sciences Center shall be filed with the Legislative Budget Board on or before December 1, 1996 concerning the use of the funds appropriated by this section and the extent to which the purposes specified by this section have been achieved.

6. **Appropriation of Costs for Health Care to Inmates.** None of the funds appropriated above shall be expended to provide or support the provision of health care to inmates of the Texas Department of Criminal Justice. It is the intent of the Legislature that all costs for providing health care to inmates of the TDCJ including costs of operating TDCJ hospital facilities in Galveston County and Lubbock County shall be paid from appropriations made to the TDCJ for the health care services. Appropriations made to the TDCJ for the provision of inmate health care services shall be expended in accordance with Chapter 501, Government Code, Sec. 501.059.

7. **Managed Health Care for Prison Inmates.** In addition to the number of positions listed above, there is authorized an estimated 637 employees associated with managed health care for prison inmates.

PUBLIC COMMUNITY/JUNIOR COLLEGES

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: ALAMO COMMUNITY COLLEGE		
A.1.1. Strategy: PALO ALTO LIBRARY Palo Alto Regional Library	$ 311,500	$ 311,500
A.1.2. Strategy: AGRIBUSINESS CENTER South Texas Agribusiness Technology Center	$ 111,250	$ 111,250
A.2.1. Strategy: ACADEMIC EDUCATION	$ 29,920,692	$ 29,920,692
A.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 13,901,979	$ 13,901,979
Total, Goal A: ALAMO COMMUNITY COLLEGE	$ 44,245,421	$ 44,245,421
B. Goal: ALVIN COMMUNITY COLLEGE		
B.1.1. Strategy: AEROSPACE PROGRAM	$ 178,000	$ 178,000
B.2.1. Strategy: ACADEMIC EDUCATION	$ 3,431,336	$ 3,431,336
B.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 4,037,548	$ 4,037,548
Total, Goal B: ALVIN COMMUNITY COLLEGE	$ 7,646,884	$ 7,646,884
C. Goal: AMARILLO COLLEGE		
C.1.1. Strategy: AMARILLO TECHNICAL CENTER	$ 4,374,053	$ 4,074,112
C.2.1. Strategy: ACADEMIC EDUCATION	$ 4,591,698	$ 4,591,698
C.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 6,405,732	$ 6,405,732
Total, Goal C: AMARILLO COLLEGE	$ 15,371,483	$ 15,071,542
D. Goal: ANGELINA COLLEGE		
D.1.1. Strategy: ECONOMIC DEVELOPMENT	$ 44,500	$ 44,500
D.2.1. Strategy: ACADEMIC EDUCATION	$ 2,993,633	$ 2,993,633
D.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 3,206,589	$ 3,206,589
Total, Goal D: ANGELINA COLLEGE	$ 6,244,722	$ 6,244,722
E. Goal: AUSTIN COMMUNITY COLLEGE		
E.1.1. Strategy: EDUCATIONAL SUPPORT	$ 89,000	$ U.B.
E.2.1. Strategy: ACADEMIC EDUCATION	$ 19,921,689	$ 19,921,689
E.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 9,873,371	$ 9,873,371
Total, Goal E: AUSTIN COMMUNITY COLLEGE	$ 29,884,060	$ 29,795,060
F. Goal: BEE COUNTY COLLEGE		
F.1.1. Strategy: ACADEMIC EDUCATION	$ 2,253,341	$ 2,253,341

F.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 3,427,787	$ 3,427,787
Total, Goal F: BEE COUNTY COLLEGE	$ 5,681,128	$ 5,681,128
G. Goal: BLINN COLLEGE		
G.1.1. Strategy: STAR OF REPUBLIC MUSEUM Star of the Republic Museum	$ 349,487	$ 349,487
G.1.2. Strategy: EDUCATIONAL SUPPORT	$ 133,500	$ 133,500
G.2.1. Strategy: ACADEMIC EDUCATION	$ 10,794,048	$ 10,794,048
G.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 1,296,274	$ 1,296,274
Total, Goal G: BLINN COLLEGE	$ 12,573,309	$ 12,573,309
H. Goal: BRAZOSPORT COLLEGE		
H.1.1. Strategy: EMT TRAINING Emergency Medical Technician Training	$ 178,000	$ 178,000
H.2.1. Strategy: ACADEMIC EDUCATION	$ 1,857,699	$ 1,857,699
H.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 2,269,045	$ 2,269,045
Total, Goal H: BRAZOSPORT COLLEGE	$ 4,304,744	$ 4,304,744
I. Goal: CENTRAL TEXAS COLLEGE		
I.1.1. Strategy: ACADEMIC EDUCATION	$ 6,400,854	$ 6,400,854
I.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 7,542,597	$ 7,542,597
Total, Goal I: CENTRAL TEXAS COLLEGE	$ 13,943,451	$ 13,943,451
J. Goal: CISCO JUNIOR COLLEGE		
J.1.1. Strategy: ACADEMIC EDUCATION	$ 2,384,568	$ 2,384,568
J.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 1,319,061	$ 1,319,061
Total, Goal J: CISCO JUNIOR COLLEGE	$ 3,703,629	$ 3,703,629
K. Goal: CLARENDON COLLEGE		
K.1.1. Strategy: ACADEMIC EDUCATION	$ 1,272,633	$ 1,272,633
K.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 727,367	$ 727,367
Total, Goal K: CLARENDON COLLEGE	$ 2,000,000	$ 2,000,000
L. Goal: COLLEGE OF THE MAINLAND		
L.1.1. Strategy: ACADEMIC EDUCATION	$ 3,229,542	$ 3,229,542
L.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 2,782,404	$ 2,782,404
Total, Goal L: COLLEGE OF THE MAINLAND	$ 6,011,946	$ 6,011,946
M. Goal: COLLIN COUNTY CC Collin County Community College		

M.1.1. Strategy: ACADEMIC EDUCATION	$ 8,534,839	$ 8,534,839
M.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 4,189,288	$ 4,189,288
Total, Goal M: COLLIN COUNTY CC	$ 12,724,127	$ 12,724,127
N. Goal: DALLAS COUNTY CC Dallas County Community College		
N.1.1. Strategy: SBDC Small Business Development Center	$ 755,639	$ 755,639
N.2.1. Strategy: ACADEMIC EDUCATION	$ 38,647,603	$ 38,647,603
N.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 23,999,398	$ 23,999,398
Total, Goal N: DALLAS COUNTY CC	$ 63,402,640	$ 63,402,640
O. Goal: DEL MAR COLLEGE		
O.1.1. Strategy: ACADEMIC EDUCATION	$ 8,758,844	$ 8,758,844
O.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 7,729,140	$ 7,729,140
Total, Goal O: DEL MAR COLLEGE	$ 16,487,984	$ 16,487,984
P. Goal: EL PASO COMMUNITY COLLEGE		
P.1.1. Strategy: ACADEMIC EDUCATION	$ 18,400,357	$ 18,400,357
P.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 9,562,327	$ 9,562,327
Total, Goal P: EL PASO COMMUNITY COLLEGE	$ 27,962,684	$ 27,962,684
Q. Goal: FRANK PHILLIPS COLLEGE		
Q.1.1. Strategy: EDUCATIONAL SUPPORT	$ 89,000	$ 89,000
Q.2.1. Strategy: ACADEMIC EDUCATION	$ 1,027,782	$ 1,027,782
Q.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 972,218	$ 972,218
Total, Goal Q: FRANK PHILLIPS COLLEGE	$ 2,089,000	$ 2,089,000
R. Goal: GALVESTON COLLEGE		
R.1.1. Strategy: ACADEMIC EDUCATION	$ 2,109,557	$ 2,109,557
R.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 1,547,351	$ 1,547,351
Total, Goal R: GALVESTON COLLEGE	$ 3,656,908	$ 3,656,908
S. Goal: GRAYSON COUNTY COLLEGE		
S.1.1. Strategy: ACADEMIC EDUCATION	$ 2,447,033	$ 2,447,033
S.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 2,819,475	$ 2,819,475
Total, Goal S: GRAYSON COUNTY COLLEGE	$ 5,266,508	$ 5,266,508
T. Goal: HILL COLLEGE		
T.1.1. Strategy: EDUCATIONAL SUPPORT	$ 667,500	$ 667,500

T.2.1. Strategy: ACADEMIC EDUCATION	$ 1,831,869	$ 1,831,869
T.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 2,186,528	$ 2,186,528
Total, Goal T: HILL COLLEGE	$ 4,685,897	$ 4,685,897
U. Goal: HOUSTON COMMUNITY COLLEGE		
U.1.1. Strategy: ACADEMIC EDUCATION	$ 27,985,112	$ 27,985,112
U.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 25,631,760	$ 25,631,760
Total, Goal U: HOUSTON COMMUNITY COLLEGE	$ 53,616,872	$ 53,616,872
V. Goal: HOWARD COLLEGE		
V.1.1. Strategy: SWID Southwest Collegiate Institute for the Deaf	$ 1,808,158	$ 1,808,158
V.1.2. Strategy: DEAF STUDENT DORMITORY	$ 1,500,000	$ U.B.
V.2.1. Strategy: ACADEMIC EDUCATION	$ 2,124,745	$ 2,124,745
V.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 3,047,260	$ 3,047,260
Total, Goal V: HOWARD COLLEGE	$ 8,480,163	$ 6,980,163
W. Goal: KILGORE COLLEGE		
W.1.1. Strategy: ACADEMIC EDUCATION	$ 4,450,232	$ 4,450,232
W.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 4,328,456	$ 4,328,456
Total, Goal W: KILGORE COLLEGE	$ 8,778,688	$ 8,778,688
X. Goal: LAREDO JUNIOR COLLEGE		
X.1.1. Strategy: IMPORT/EXPORT TRNG CTR Regional Import/Export Training Center	$ 222,500	$ 222,500
X.2.1. Strategy: ACADEMIC EDUCATION	$ 5,672,930	$ 5,672,930
X.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 4,808,167	$ 4,808,167
Total, Goal X: LAREDO JUNIOR COLLEGE	$ 10,703,597	$ 10,703,597
Y. Goal: LEE COLLEGE		
Y.1.1. Strategy: ACADEMIC EDUCATION	$ 3,902,440	$ 3,902,440
Y.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 5,407,204	$ 5,407,204
Total, Goal Y: LEE COLLEGE	$ 9,309,644	$ 9,309,644
Z. Goal: MCLENNAN CC McLennan Community College		
Z.1.1. Strategy: EDUCATIONAL SUPPORT	$ 133,500	$ 133,500
Z.2.1. Strategy: ACADEMIC EDUCATION	$ 4,940,990	$ 4,940,990

Z.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 4,720,614	$ 4,720,614
Total, Goal Z: MCLENNAN CC	$ 9,795,104	$ 9,795,104
AA. Goal: MIDLAND COLLEGE		
AA.1.1. Strategy: AIRPOWER HERITAGE MUSEUM American Airpower Heritage Museum	$ 445,000	$ 445,000
AA.2.1. Strategy: ACADEMIC EDUCATION	$ 2,922,370	$ 2,922,370
AA.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 2,479,078	$ 2,479,078
Total, Goal AA: MIDLAND COLLEGE	$ 5,846,448	$ 5,846,448
AB. Goal: NAVARRO COLLEGE		
AB.1.1. Strategy: ARTS, SCIENCE AND TECHNOLOGY CENTER	$ 66,750	$ 66,750
AB.2.1. Strategy: ACADEMIC EDUCATION	$ 3,292,351	$ 3,292,351
AB.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 2,436,543	$ 2,436,543
Total, Goal AB: NAVARRO COLLEGE	$ 5,795,644	$ 5,795,644
AC. Goal: NORTH CENTRAL TX COLLEGE North Central Texas College		
AC.1.1. Strategy: ACADEMIC EDUCATION	$ 3,010,452	$ 3,010,452
AC.1.2. Strategy: VOC/TECH EDUCATION Vocational/Technical Education	$ 1,936,402	$ 1,936,402
Total, Goal AC: NORTH CENTRAL TX COLLEGE	$ 4,946,854	$ 4,946,854
AD. Goal: NORTH HARRIS CC North Harris Community College		
AD.1.1. Strategy: ACADEMIC EDUCATION	$ 15,579,366	$ 15,579,366
AD.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 8,174,702	$ 8,174,702
Total, Goal AD: NORTH HARRIS CC	$ 23,754,068	$ 23,754,068
AE. Goal: NORTHEAST TEXAS CC Northeast Texas Community College		
AE.1.1. Strategy: ACADEMIC EDUCATION	$ 1,983,059	$ 1,983,059
AE.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 1,438,644	$ 1,438,644
Total, Goal AE: NORTHEAST TEXAS CC	$ 3,421,703	$ 3,421,703
AF. Goal: ODESSA COLLEGE		
AF.1.1. Strategy: ACADEMIC EDUCATION	$ 3,552,963	$ 3,552,963
AF.1.2. Strategy: VOCATIONAL/TECHNICAL Vocational/Technical Education	$ 3,520,259	$ 3,520,259
Total, Goal AF: ODESSA COLLEGE	$ 7,073,222	$ 7,073,222

PUBLIC COMMUNITY/JUNIOR COLLEGES
(Continued)

AG. Goal: PANOLA COLLEGE		
AG.1.1. Strategy: NURSING AND COMPUTERS	$ 133,500	$ 133,500
Nursing Program and Computers		
AG.2.1. Strategy: ACADEMIC EDUCATION	$ 1,592,662	$ 1,592,662
AG.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC	$ 1,275,004	$ 1,275,004
Vocational/Technical Education		
Total, Goal AG: PANOLA COLLEGE	$ 3,001,166	$ 3,001,166
AH. Goal: PARIS JUNIOR COLLEGE		
AH.1.1. Strategy: ACADEMIC EDUCATION	$ 2,845,829	$ 2,845,829
AH.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC	$ 2,258,130	$ 2,258,130
Vocational/Technical Education		
Total, Goal AH: PARIS JUNIOR COLLEGE	$ 5,103,959	$ 5,103,959
AI. Goal: RANGER JUNIOR COLLEGE		
AI.1.1. Strategy: ACADEMIC EDUCATION	$ 1,162,383	$ 1,162,383
AI.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC	$ 837,617	$ 837,617
Vocational/Technical Education		
Total, Goal AI: RANGER JUNIOR COLLEGE	$ 2,000,000	$ 2,000,000
AJ. Goal: SAN JACINTO COLLEGE		
AJ.1.1. Strategy: ACADEMIC EDUCATION	$ 14,207,163	$ 14,207,163
AJ.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC	$ 10,925,792	$ 10,925,792
Vocational/Technical Education		
Total, Goal AJ: SAN JACINTO COLLEGE	$ 25,132,955	$ 25,132,955
AK. Goal: SOUTH PLAINS COLLEGE		
AK.1.1. Strategy: WORKFORCE DEVELOPMENT	$ 445,000	$ 445,000
AK.2.1. Strategy: ACADEMIC EDUCATION	$ 5,228,755	$ 5,228,755
AK.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC	$ 4,559,071	$ 4,559,071
Vocational/Technical Education		
Total, Goal AK: SOUTH PLAINS COLLEGE	$ 10,232,826	$ 10,232,826
AL. Goal: SO TX COMMUNITY COLLEGE		
South Texas Community College		
AL.1.1. Strategy: SO TX COMM COLL START UP	$ 667,500	$ 667,500
South Texas Community College Start Up		
AL.2.1. Strategy: PHYSICAL PLANT SUPPORT	$ 342,100	$ 342,100
AL.2.2. Strategy: LIBRARY DEVELOPMENT	$ 195,800	$ 195,800
AL.2.3. Strategy: PROGRAM DEVELOPMENT	$ 534,000	$ 534,000
AL.2.4. Strategy: PERSONNEL DEVELOPMENT	$ 89,000	$ 89,000
AL.3.1. Strategy: ACADEMIC EDUCATION	$ 1,488,379	$ 1,488,379
AL.3.2. Strategy: VOCATIONAL/TECHNICAL EDUC	$ 2,602,320	$ 2,602,320
Vocational/Technical Education		
Total, Goal AL: SO TX COMMUNITY COLLEGE	$ 5,919,099	$ 5,919,099
AM. Goal: SW TEXAS JUNIOR COLLEGE		
Southwest Texas Junior College		

AM.1.1. Strategy: NURSING	$ 44,500	$ 44,500
AM.2.1. Strategy: ACADEMIC EDUCATION	$ 3,126,753	$ 3,126,753
AM.2.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 1,596,697	$ 1,596,697
Total, Goal AM: SW TEXAS JUNIOR COLLEGE	$ 4,767,950	$ 4,767,950
AN. Goal: TARRANT COUNTY JR COLLEGE Tarrant County Junior College		
AN.1.1. Strategy: ACADEMIC EDUCATION	$ 21,013,447	$ 21,013,447
AN.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 9,777,861	$ 9,777,861
Total, Goal AN: TARRANT COUNTY JR COLLEGE	$ 30,791,308	$ 30,791,308
AO. Goal: TEMPLE JUNIOR COLLEGE		
AO.1.1. Strategy: ACADEMIC EDUCATION	$ 2,140,076	$ 2,140,076
AO.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 1,654,650	$ 1,654,650
Total, Goal AO: TEMPLE JUNIOR COLLEGE	$ 3,794,726	$ 3,794,726
AP. Goal: TEXARKANA COLLEGE		
AP.1.1. Strategy: ACADEMIC EDUCATION	$ 3,139,415	$ 3,139,415
AP.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 3,881,112	$ 3,881,112
Total, Goal AP: TEXARKANA COLLEGE	$ 7,020,527	$ 7,020,527
AQ. Goal: TEXAS SOUTHMOST COLLEGE		
AQ.1.1. Strategy: ACADEMIC EDUCATION	$ 6,230,087	$ 6,230,087
AQ.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 3,174,154	$ 3,174,154
Total, Goal AQ: TEXAS SOUTHMOST COLLEGE	$ 9,404,241	$ 9,404,241
AR. Goal: TRINITY VALLEY CC Trinity Valley Community College		
AR.1.1. Strategy: ACADEMIC EDUCATION	$ 3,689,808	$ 3,689,808
AR.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 5,055,628	$ 5,055,628
Total, Goal AR: TRINITY VALLEY CC	$ 8,745,436	$ 8,745,436
AS. Goal: TYLER JUNIOR COLLEGE		
AS.1.1. Strategy: ACADEMIC EDUCATION	$ 6,923,378	$ 6,923,378
AS.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 5,063,880	$ 5,063,880
Total, Goal AS: TYLER JUNIOR COLLEGE	$ 11,987,258	$ 11,987,258
AT. Goal: VERNON REG JUNIOR COLLEGE Vernon Regional Junior College		

AT.1.1. Strategy: ACADEMIC EDUCATION	$ 1,169,602	$ 1,169,602
AT.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 1,962,850	$ 1,962,850
Total, Goal AT: VERNON REG JUNIOR COLLEGE	$ 3,132,452	$ 3,132,452
AU. Goal: VICTORIA COLLEGE		
AU.1.1. Strategy: ACADEMIC EDUCATION	$ 2,509,841	$ 2,509,841
AU.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 3,001,038	$ 3,001,038
Total, Goal AU: VICTORIA COLLEGE	$ 5,510,879	$ 5,510,879
AV. Goal: WEATHERFORD COLLEGE		
AV.1.1. Strategy: ACADEMIC EDUCATION	$ 2,006,339	$ 2,006,339
AV.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 1,792,116	$ 1,792,116
Total, Goal AV: WEATHERFORD COLLEGE	$ 3,798,455	$ 3,798,455
AW. Goal: WESTERN TEXAS COLLEGE		
AW.1.1. Strategy: ACADEMIC EDUCATION	$ 1,318,020	$ 1,318,020
AW.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 1,269,495	$ 1,269,495
Total, Goal AW: WESTERN TEXAS COLLEGE	$ 2,587,515	$ 2,587,515
AX. Goal: WHARTON COUNTY JR COLLEGE Wharton County Junior College		
AX.1.1. Strategy: ACADEMIC EDUCATION	$ 3,525,983	$ 3,525,983
AX.1.2. Strategy: VOCATIONAL/TECHNICAL EDUC Vocational/Technical Education	$ 2,340,933	$ 2,340,933
Total, Goal AX: WHARTON COUNTY JR COLLEGE	$ 5,866,916	$ 5,866,916
Grand Total, PUBLIC COMMUNITY/JUNIOR COLLEGES	$ 588,206,200	$ 586,317,259

1. **Administration of Appropriated Funds.** Funds appropriated above shall be administered by the Texas Higher Education Coordinating Board.

2. **Appropriation Eligibility.** To be eligible for and to receive an appropriation a public community/junior college must be certified as required by V.T.C.A., Education Code, Section 61.001, et seq. and comply with the following provisions:

   a. The Texas Higher Education Coordinating Board shall 1) determine whether each eligible public community/junior college has complied with all the provisions of this section; 2) determine each college's list of approved courses; and 3) certify its findings and such lists to the State Auditor not later than October 1 of each fiscal year. Each public community/junior college shall make such reports to the Texas Higher Education

Coordinating Board as may be required, classified in accordance with the rules and regulations issued by the Board.

b. On or before the dates for reporting official enrollments each semester to the Texas Higher Education Coordinating Board, each college will collect in full from each student that is to be counted for state aid purposes the amounts set as tuition by the respective governing boards. Valid contracts with the United States government for instruction of eligible military personnel, and valid contracts with private business and public service-type organizations or institutions such as hospitals, may be considered as collections thereunder, but subject to adjustments after final payment thereof.

c. Each community/junior college must use a registration and financial reporting system which is sufficient to satisfy the audit requirements of the State Auditor and furnish any reports and information as the auditor may require.

d. Each community/junior college must file by December 1 of each fiscal year with the Texas Higher Education Coordinating Board, Legislative Budget Board and the Legislative Reference Library a copy of an annual operating budget, and subsequent amendments thereto, approved by the community/junior college governing board. The operating budget shall be in such form and manner as may be prescribed by the board and/or agency with the advice of the State Auditor providing, however, that each report include departmental operating budgets by function and salaries and emoluments for faculty and staff listed by position.

3. **Approved Elements of Expenditure.** The expenditures by a public community/junior college of any funds received by it under these provisions headed "Public Community/Junior Colleges" shall be limited to the payment of the following elements of cost: instructional administration, general administration and student services, faculty salaries, departmental operating expense, library, staff benefits, general institutional expense and organized activities. It is specifically provided, however, that in addition to the purposes enumerated herein, the funds appropriated above for special items may be expended for salaries, wages, travel, capital outlay and other necessary operating expenses.

4. **Audit of Compliance.** The compliance of each public community/junior college with the requirements set forth in the paragraphs above shall be ascertained by the State Auditor who shall also audit the pertinent books and records of each college as necessary.

5. **Vouchers for Disbursement of Appropriated Funds.** Vouchers for disbursement of the sums appropriated hereinabove shall be prepared by the Texas Higher Education Coordinating Board on the basis of the provisions in the paragraphs above and the warrants issued in payment thereof shall be issued in compliance with V.T.C.A., Education Code, Chapter 130.0031.

   In submitting vouchers for disbursement of the funds herein appropriated, the Texas Higher Education Coordinating Board, shall certify to the State Comptroller of Public Accounts that each school listed has qualified and is entitled to receive such funds under the provisions set forth in this Act under the heading "Public Community/Junior Colleges."

6. **Falsification of Records.** Any deliberate falsification by any official or employee of any public community/junior college of the student enrollment records or the records of tuition payments and receipts whereby that college's share of public community/junior college state aid has been or would be illegally increased, may cause the withdrawal of all further financial aid provided herein. The State Auditor is hereby directed to report any instances which may constitute such falsification of records to the Legislative Audit Committee, and whenever the

committee finds after giving the college adequate notice and fair hearing that a deliberate and intentional falsification of records has occurred, the committee may certify its findings to the State Comptroller who may deny payment of any further funds herein appropriated to the public community/junior college.

7. **Unobligated Balances.** At the close of each fiscal year each community/junior college shall report to the Coordinating Board the amount of state allocations which have not been obligated within each line item and shall return that amount to the State Treasury for deposit in the General Revenue Fund.

8. **Adjustment of Contact Hours.** The hours used in the contact hour base period shall subsequently be audited for accuracy by the State Auditor and the dollar amounts adjusted accordingly by the Texas Higher Education Coordinating Board. The total amount that is reduced from colleges which have overstated base period contact hours shall be redistributed to those which have understated base period contact hours. However, no college shall have dollar amounts adjusted below $2,000,000. Institutions where sampling errors are identified may request a comprehensive institutional audit at institutional expense.

9. **Eligibility for Funding - Southwest Collegiate Institute for the Deaf.** In order to receive appropriations under this Act, the Southwest Collegiate Institute for the Deaf shall be subject to rules and regulations related to institutions of higher education contained in this Act and in the Texas Education Code.

10. **Audit of the Howard College - Southwest Collegiate Institute for the Deaf.** The State Auditor shall perform an annual audit of funds appropriated to the Howard College - Southwest Collegiate Institute for the Deaf. Funds appropriated to Howard College District - Southwest Collegiate Institute for the Deaf and tuition fees generated by Southwest Collegiate Institute for the Deaf shall be expended only for the purpose of the institute, including the maintenance and operation of student housing and food service.

11. **Separation of Funds.** The funds appropriated by the State shall be maintained separately by community/junior colleges from other sources of income.

12. **Supplanting of Federal Funds Prohibited.** It is legislative intent that state funds not be used to supplant federal funds for the Job Training Partnership Act programs conducted by community/junior colleges.

13. **Residency of Texas Department of Criminal Justice Inmates.** All inmates of the Texas Department of Criminal Justice are, for educational purposes only, residents of the State of Texas.

14. **Small Business Development Center.** The Small Business Development Center at Dallas County Community College shall receive $755,639 in each year of the biennium, contingent upon certification by the Comptroller of Public Accounts that increased activity by the Small Business Development Center will generate at least $1,511,278 for the biennium in additional revenue to the General Revenue Fund. It is the intent of the Legislature that state funds provided to the Small Business Development Center be used by the center to attract federal funds on a dollar-for-dollar basis.

15. **Regional Import/Export Training Center.** Appropriations of $50,000 each year made above are contingent upon certification by the Comptroller of Public Accounts that increased economic activity associated with the Regional Import/Export Training Center and the Laredo Junior College will generate at least $100,000 for the biennium in additional revenue to the General Revenue Fund. It is the intent of the Legislature that state funds provided to the

Regional Import/Export Training Center be used by the center to attract federal funds on a dollar-for-dollar basis.

16. **Property Ownership.** It is the intent of the Legislature that a public junior college district may own property outside of the geographical bounds of the junior college district and that such property may be used for educational purposes.

TEXAS STATE TECHNICAL COLLEGE SYSTEM ADMINISTRATION

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 1,053,611	$ 1,053,611
Grand Total, TEXAS STATE TECHNICAL COLLEGE SYSTEM ADMINISTRATION	$ 1,053,611	$ 1,053,611
Method of Financing:		
General Revenue Fund	$ 954,221	$ 954,221
Estimated Other Educational and General Income	99,390	99,390
Total, Method of Financing	$ 1,053,611	$ 1,053,611
Number of Positions (FTE)	7.0	7.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
Outcomes:		
Percent of students graduated within three years	40%	40%
Special population and minority students as a percentage of all students enrolled	80%	80%
Special population and minority students as a percentage of all students graduated	80%	80%
A.1.1. Strategy: STAFF GROUP INSURANCE	$ 6,935	$ 6,935
Staff Group Insurance Premiums		
A.1.2. Strategy: RETIREMENT CONTRIBUTION ADJUSTMENT	$ 703,613	$ 703,613
A.2.1. Strategy: SYSTEM OFFICE OPERATION	$ 343,063	$ 343,063
Outputs:		
Number of meetings of the Board of Regents	6	6
Total, Goal A: INSTITUTE/ANCILLARY OPER	$ 1,053,611	$ 1,053,611
Grand Total, TEXAS STATE TECHNICAL COLLEGE SYSTEM ADMINISTRATION	$ 1,053,611	$ 1,053,611
Method of Financing:		
General Revenue Fund	$ 954,221	$ 954,221
Estimated Other Educational and General Income	99,390	99,390
Total, Method of Financing	$ 1,053,611	$ 1,053,611

2. **Coordination with Community/Junior Colleges.** In accordance with V.T.C.A., Education Code, Chapter 135, prior to establishing a program in an area which is within a community/junior college district, the Texas State Technical College must receive authorization to offer such educational, technical or vocational programs from the Texas Higher Education Coordinating Board.

3. **Appropriation, Governing Board.** Out of the funds appropriated herein, an amount not to exceed $37,000 in each year of the biennium shall be for all expenses associated with the governing board's duties including, but not limited to: travel, entertainment, lodging and expenses of state employees who provide services for the governing board.

   A separate record of the board's expenditures shall be kept and retained in the same manner as the fiscal records of the institution(s) the board governs. No funds may be used for the governing board's expenses except for the specific amounts designated above. Funds appropriated for the governing board's expenses may be used for any other purpose covered by this Act.

4. **System Office Funding.** Of the amounts appropriated to the components of the Texas State Technical College System, the following amounts are subject to the special and general provisions of this Act and are included for the operation of the Texas State Technical College System Administration:

	For the Years Ending August 31, 1996	August 31, 1997
Texas State Technical College - Harlingen	$ 289,423	$ 289,423
Texas State Technical College - Sweetwater	$ 83,983	$ 83,983
Texas State Technical College - Waco	$ 676,596	$ 676,596
Texas State Technical College - System Administration	$ 349,998	$ 349,998

5. **Limit on Authorization to Expend Funds.** Of the amounts appropriated to the Texas State Technical College System, no more than $1,400,000 in fiscal year 1996 and $1,400,000 in fiscal year 1997 may be expended for the Texas State Technical College System Administration.

TEXAS STATE TECHNICAL COLLEGE - AMARILLO

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Educational and General State Support	$ 669,599	$ 9,599
Grand Total, TEXAS STATE TECHNICAL COLLEGE - AMARILLO	$ 669,599	$ 9,599

Number of Positions (FTE)

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

Out of the General Revenue Fund:		
A. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
A.1.1. Strategy: DEBT RETIREMENT	$ 660,000	$
A.2.1. Strategy: MASTER LEASE PURCHASE	$ 9,599	$ 9,599
Lease Payments to Master Equipment Lease Purchase Program		
Total, Goal A: INSTITUTE/ANCILLARY OPER	$ 669,599	$ 9,599
Grand Total, TEXAS STATE TECHNICAL COLLEGE - AMARILLO	$ 669,599	$ 9,599

2. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Acquisition of Capital Equipment and Items		
(1) Lease Payments to MELPP	$ 9,599	$ 9,599
Total, Capital Budget	$ 9,599	$ 9,599

3. **Transitional Funding for Amarillo College.** It is the intent of the Legislature that a sufficient amount of general revenue funds in fiscal year 1998 and in fiscal year 1999 be appropriated to Amarillo College from the Texas State Technical College-Amarillo to provide transitional funding for the transfer of programs. These amounts should be based upon 75% of the general revenue funds transferred to Amarillo College in fiscal year 1997.

4. **Contingency Appropriation for Bond Escrow Fund.** Contingent upon the enactment of House Bill 2507, Seventy-fourth Legislature or similar legislation providing for the transfer of the Amarillo campus of the Texas State Technical College to Amarillo College, General Revenue funds appropriated above in Strategy A.1.1., Debt Retirement, shall be transferred to the Texas Public Finance Authority to create an escrow fund for the purpose of defeasing the portion of bonds issued by the Texas Public Finance Authority on behalf of the Texas State Technical College System and its components that are supported by revenue derived from the operations of the Amarillo campus of the Texas State Technical College System. Appropriations made herein are in addition to appropriations made elsewhere in this Act to the Texas Public Finance Authority. The Authority is hereby authorized to create the bond escrow fund and interest and sinking funds and further authorized to transfer the appropriations made by this provision between bond funds for the purpose of defeasing and making debt service payments on the outstanding bonds described herein.

TEXAS STATE TECHNICAL COLLEGE - HARLINGEN

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 11,864,623	$ 11,940,236
Grand Total, TEXAS STATE TECHNICAL COLLEGE - HARLINGEN	$ 11,864,623	$ 11,940,236
Method of Financing:		
General Revenue Fund	$ 10,326,847	$ 10,402,460
Estimated Other Educational and General Income	1,537,776	1,537,776
Total, Method of Financing	$ 11,864,623	$ 11,940,236
Number of Positions (FTE)	342.5	342.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of students graduated with an AAS degree within three years	20%	20%
Percent of vocational/technical students graduated within three years	43.2%	43.2%
Total number of associate degrees and certificates awarded	610	610
A.1.1. Strategy: SCHOLARSHIPS	$ 22,536	$ 22,536
A.1.2. Strategy: SYSTEM OFFICE OPERATIONS	$ 289,423	$ 289,423
A.1.3. Strategy: PUBLIC EDUCATION GRANTS	$ 213,101	$ 213,101
Texas Public Education Grants		
A.1.4. Strategy: EDUCATIONAL SUPPORT	$ 333,750	$ 333,750
A.2.1. Strategy: ACADEMIC EDUCATION	$ 2,226,187	$ 2,226,187
Outputs:		
Number of contact hours taught in academic subjects	660,000	660,000
Total number of contact hours completed at the end of the term	610,000	610,000
Total number of special population and minority students enrolled	2,800	2,800
A.2.2. Strategy: VOCATIONAL/TECHNICAL	$ 7,012,265	$ 7,012,265
Vocational/Technical Education		
Outputs:		
Number of contact hours taught in voc/tech programs	1,529,217	1,529,217
Total number of contact hours completed at the end of the term in vocational and applied technology courses	1,436,000	1,436,000
Total number of special population and minority students enrolled in vocational and applied technology courses	4,000	4,000
Total, Goal A: PROVIDE INSTRUCTION	$ 10,097,262	$ 10,097,262
B. Goal: CONDUCT RESEARCH		
B.1.1. Strategy: OCCUPATIONAL RESEARCH	$ 18,463	$ 18,463
Occupation Education Research		
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: PLANT EXPANSION	$ 20,746	$ 20,746
Plant Expansion and New Plant Start-up Program		
D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: STAFF GROUP INSURANCE	$ 94,652	$ 94,652
Staff Group Insurance Premiums		
D.2.1. Strategy: PLANT SUPPORT SERVICES	$ 238,907	$ 244,023
D.2.2. Strategy: BUILDING MAINTENANCE	$ 330,397	$ 376,156
D.2.3. Strategy: CUSTODIAL SERVICES	$ 182,357	$ 233,820
D.2.4. Strategy: GROUNDS MAINTENANCE	$ 122,661	$ 131,044
D.2.5. Strategy: UTILITIES	$ 584,660	$ 584,661
D.3.1. Strategy: CAMPUS SECURITY	$ 69,959	$ 34,850
D.3.2. Strategy: TRANSFER FROM SYSTEM ADM	$ 87,457	$ 87,457
Transfer From System Administration		

TEXAS STATE TECHNICAL COLLEGE - HARLINGEN
(Continued)

D.4.1. Strategy: MASTER LEASE PURCHASE Lease Payments to Master Equipment Lease Purchase Program	$ 17,102	$ 17,102
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 1,728,152	$ 1,803,765
Grand Total, TEXAS STATE TECHNICAL COLLEGE - HARLINGEN	$ 11,864,623	$ 11,940,236
Method of Financing:		
General Revenue Fund	$ 10,326,847	$ 10,402,460
Estimated Other Educational and General Income	1,537,776	1,537,776
Total, Method of Financing	$ 11,864,623	$ 11,940,236

2. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Acquisition of Capital Equipment and Items		
(1) Lease Payments to MELPP	$ 17,102	$ 17,102
Total, Capital Budget	$ 17,102	$ 17,102

TEXAS STATE TECHNICAL COLLEGE - SWEETWATER

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 7,603,318	$ 7,494,301
Grand Total, TEXAS STATE TECHNICAL COLLEGE - SWEETWATER	$ 7,603,318	$ 7,494,301

Method of Financing:		
General Revenue Fund	$ 7,034,636	$ 6,912,761
Estimated Other Educational and General Income	568,682	581,540
Total, Method of Financing	$ 7,603,318	$ 7,494,301
Number of Positions (FTE)	187.0	187.5

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of students enrolling annually who graduate with an AAS degree within three years	20%	20%
Percent of students enrolling annually who graduate from vocational/technical programs within three years	43.2%	43.2%
Total number of associate degrees and certificates awarded	350	350
A.1.1. Strategy: SCHOLARSHIPS	$ 6,604	$ 6,604
A.1.2. Strategy: SYSTEM OFFICE OPERATIONS	$ 83,983	$ 83,983
A.1.3. Strategy: ABILENE EXTENSION	$ 883,291	$ 883,291
Abilene Extension Center		
Outputs:		
Number of contact hours taught annually in vocational/ technical programs, including regular programs, approved adult continuing education, apprenticeship programs, and cooperative work experience	209,508	209,508
A.1.4. Strategy: BROWNWOOD EXTENSION	$ 396,728	$ 396,728
Brownwood Extension Center		
Outputs:		
Number of contact hours taught annually in vocational/ technical programs including regular programs, approved adult continuing education, apprenticeship programs, and cooperative work experience	65,000	65,000
A.1.5. Strategy: RURAL TECHNOLOGY CENTER	$ 362,821	$ 362,821
Outputs:		
Number of contact hours taught annually in vocational/ technical programs, including regular programs, approved adult continuing education, apprenticeship programs, and cooperative work experience	65,000	65,000
A.1.6. Strategy: INSTRUCTIONAL SERVICES	$ 243,840	$ 243,839
A.1.7. Strategy: PUBLIC EDUCATION GRANTS	$ 83,613	$ 83,613
Texas Public Education Grants		
A.1.8. Strategy: EDUCATIONAL SUPPORT	$ 333,750	$ 333,750
A.2.1. Strategy: ACADEMIC EDUCATION	$ 139,839	$ 140,108

TEXAS STATE TECHNICAL COLLEGE - SWEETWATER
(Continued)

Outputs:		
Number of contact hours taught in academic subjects	38,000	38,000
Total number of contact hours completed at the end of the term	32,808	32,808
Total number of special population and minority students enrolled	826	957
A.2.2. Strategy: VOCATIONAL/TECHNICAL	$ 3,617,618	$ 3,630,207
Vocational/Technical Education		
Outputs:		
Number of contact hours taught annually in vocational/ technical programs, including regular programs, approved adult continuing education programs, apprenticeship programs, and cooperative work experience	938,049	938,049
Total number of contact hours completed at the end of the term in vocational and applied technology courses	914,256	914,256
Total number of special population and minority students in vocational and applied technology courses	1,157	1,157
Total, Goal A: PROVIDE INSTRUCTION	$ 6,152,087	$ 6,164,944
B. Goal: CONDUCT RESEARCH		
B.1.1. Strategy: OCCUPATIONAL RESEARCH	$ 5,358	$ 5,358
Occupational Educational Research		
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: PLANT EXPANSION	$ 20,514	$ 20,515
Plant Expansion and New Plant Start-up Program		
D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		
D.1.1. Strategy: STAFF GROUP INSURANCE	$ 37,139	$ 37,139
Staff Group Insurance Premiums		
D.2.1. Strategy: PLANT SUPPORT SERVICES	$ 159,299	$ 161,723
D.2.2. Strategy: BUILDING MAINTENANCE	$ 83,260	$ 81,403
D.2.3. Strategy: CUSTODIAL SERVICES	$ 85,924	$ 80,185
D.2.4. Strategy: GROUNDS MAINTENANCE	$ 55,520	$ 53,029
D.2.5. Strategy: UTILITIES	$ 258,968	$ 258,968
D.3.1. Strategy: CAMPUS SECURITY	$ 69,959	$ 34,850
D.3.2. Strategy: ABILENE PHYSICAL PLANT	$ 299,219	$ 255,515
D.3.3. Strategy: BROWNWOOD PHYSICAL PLANT	$ 146,519	$ 146,267
D.3.4. Strategy: RURAL CTR PHYSICAL PLANT	$ 144,478	$ 144,222
Rural Technology Center Physical Plant		
D.3.5. Strategy: TRANSFER FROM SYSTEM ADM	$ 18,724	$ 18,724
Transfer From System Administration		
D.4.1. Strategy: MASTER LEASE PURCHASE	$ 66,350	$ 31,459
Lease Payments to Master Equipment Lease Purchase Program		
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 1,425,359	$ 1,303,484
Grand Total, TEXAS STATE TECHNICAL COLLEGE - SWEETWATER	$ 7,603,318	$ 7,494,301

TEXAS STATE TECHNICAL COLLEGE - SWEETWATER
(Continued)

Method of Financing:		
General Revenue Fund	$ 7,034,636	$ 6,912,761
Estimated Other Educational and General Income	568,682	581,540
Total, Method of Financing	$ 7,603,318	$ 7,494,301

2. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Acquisition of Capital Equipment and Items		
(1) Lease Payments to MELPP	$ 66,350	$ 31,459
Total, Capital Budget	$ 66,350	$ 31,459

TEXAS STATE TECHNICAL COLLEGE - WACO

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 20,871,607	$ 20,976,168
Grand Total, TEXAS STATE TECHNICAL COLLEGE - WACO	$ 20,871,607	$ 20,976,168
Method of Financing:		
General Revenue Fund	$ 18,623,531	$ 18,729,444
Estimated Other Educational and General Income	2,248,076	2,246,724
Total, Method of Financing	$ 20,871,607	$ 20,976,168
Number of Positions (FTE)	720.0	730.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE INSTRUCTION		
Outcomes:		
Percent of students enrolling annually who graduate with an AAS degree within three years	28%	28%
Percent of students enrolling annually who graduate from vocational/ technical programs within three years	25%	25%
Total number of associate degrees and certificates awarded	950	950
A.1.1. Strategy: SCHOLARSHIPS	$ 32,302	$ 32,302
A.1.2. Strategy: SYSTEM OFFICE OPERATIONS	$ 676,596	$ 676,596
A.1.3. Strategy: MARSHALL EXTENSION CTR	$ 1,494,618	$ 1,494,618
Marshall Extension Center		
Outputs:		
Number of contact hours taught annually in vocational/ technical programs, including regular programs, approved adult continuing education programs, apprenticeship and cooperative work experience	225,000	225,000
A.1.4. Strategy: DEAF STUDENT SERVICES	$ 54,934	$ 54,935
A.1.5. Strategy: PUBLIC EDUCATION GRANTS	$ 307,454	$ 307,454
Texas Public Education Grants		
A.1.6. Strategy: EDUCATIONAL SUPPORT	$ 445,000	$ 445,000
A.2.1. Strategy: ACADEMIC EDUCATION	$ 1,619,798	$ 1,619,798
Outputs:		
Number of contact hours taught in academic subjects	471,792	471,792
Total number of contact hours completed at the end of the term	410,000	410,000
Total number of special population and minority students enrolled	2,359	2,359
A.2.2. Strategy: VOCATIONAL/TECHNICAL	$ 12,552,216	$ 12,550,864
Vocational/Technical Education		
Outputs:		
Number of contact hours taught annually in vocational/ technical programs, including regular programs, approved adult continuing education programs, apprenticeship and cooperative work experience	2,801,420	2,801,420
Total number of contact hours completed at the end of the term in vocational and applied technology courses	2,568,234	2,568,234
Total number of special population and minority students enrolled in vocational and applied technology courses	3,436	3,436
Total, Goal A: PROVIDE INSTRUCTION	$ 17,182,918	$ 17,181,567
B. Goal: CONDUCT RESEARCH		
B.1.1. Strategy: OCCUPATIONAL RESEARCH	$ 43,176	$ 43,177
Occupational Educational Research		
C. Goal: PROVIDE PUBLIC SERVICE		
C.1.1. Strategy: PLANT EXPANSION	$ 22,353	$ 22,353
Plant Expansion and New Plant Start-up Program		
D. Goal: INSTITUTE/ANCILLARY OPER		
Provide Institutional Support and Ancillary Operations		

D.1.1. Strategy: STAFF GROUP INSURANCE Staff Group Insurance Premiums	$ 158,497	$ 158,497
D.2.1. Strategy: PLANT SUPPORT SERVICES	$ 356,980	$ 355,905
D.2.2. Strategy: BUILDING MAINTENANCE	$ 654,690	$ 720,645
D.2.3. Strategy: CUSTODIAL SERVICES	$ 440,269	$ 482,239
D.2.4. Strategy: GROUNDS MAINTENANCE	$ 396,804	$ 396,736
D.2.5. Strategy: UTILITIES	$ 1,249,086	$ 1,249,085
D.3.1. Strategy: CAMPUS SECURITY	$ 69,959	$ 34,850
D.3.2. Strategy: TRANSFER FROM SYSTEM ADM Transfer From System Administration	$ 191,329	$ 191,329
D.4.1. Strategy: MASTER LEASE PURCHASE Lease Payments to Master Equipment Lease Purchase Program	$ 105,546	$ 139,785
Total, Goal D: INSTITUTE/ANCILLARY OPER	$ 3,623,160	$ 3,729,071
Grand Total, TEXAS STATE TECHNICAL COLLEGE - WACO	$ 20,871,607	$ 20,976,168
Method of Financing:		
General Revenue Fund	$ 18,623,531	$ 18,729,444
Estimated Other Educational and General Income	2,248,076	2,246,724
Total, Method of Financing	$ 20,871,607	$ 20,976,168

2. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Acquisition of Capital Equipment and Items (1) Lease Payments to MELPP	$ 105,546	$ 139,785
Total, Capital Budget	$ 105,546	$ 139,785

SPECIAL PROVISIONS RELATING ONLY TO COMPONENTS OF TEXAS STATE TECHNICAL COLLEGE

1. **Expenditure of Educational and General Funds.** Recognizing that Texas State Technical College may have the opportunity and should be encouraged to attract private contributions, grants, or contracts, and to enter into agreements with private businesses and other agencies of government for purposes not specifically contained in the line items above that might require matching funds from TSTC, the Board of Regents of Texas State Technical College is hereby authorized to expend its remaining educational and general funds to meet contribution, contract, or grant-matching requirements only for the following purposes:

   a. planning and implementing a large-scale job-training program in conjunction with private business and other state agencies;

   b. acquiring facilities and equipment to carry out a large-scale industrial training program in conjunction with a major employer; and

   c. major renovations.

2. **Financial Records.** The financial records and reports of the Texas State Technical College shall classify accounts in accordance with the recommendation of the National Committee on the Preparation of a Manual on College and University Business Administration, as set forth in Volume I of "College and University Business Administration," published by the American Council on Education with a copyright date of 1952, and subsequent published revisions with such modifications as may be developed and provided by the Comptroller of Public Accounts, or as may be required to conform with specific provisions of the Appropriation Acts of the Legislature. The accounts of the Texas State Technical College shall be maintained and audited in accordance with the approved reporting system. The Texas State Technical College shall deliver to the Texas Higher Education Coordinating Board, any such program reports as it may deem necessary in accordance with its rules and regulations.

3. **Enrollment Records and Reports.** To be eligible to receive the appropriations hereinabove, the Texas State Technical College shall maintain separately for each campus and each extension center such enrollment records and report such enrollment data as required by the Texas Higher Education Coordinating Board. These enrollment reports shall be submitted in the form and on the date required.

   The above reports shall be certified to the Comptroller of Public Accounts no later than the date required by the Coordinating Board, and each term copies of the above certified enrollment reports shall be sent to the Coordinating Board, Legislative Budget Board, Governor, State Auditor and Legislative Reference Library.

   The State Auditor shall verify the certified enrollment data submitted to the agencies listed above as part of the audit of the Texas State Technical College.

   The Texas State Technical College shall offer only such courses as are economically justified in the considered judgment of the Board of Regents. The Board of Regents shall adopt policies specifying the conditions under which classes of less than 10 students by headcount are to be considered necessary and justifiable. The Board of Regents shall direct the chancellor or other officials to review enrollment data prior to the designated Coordinating Board census date and take all necessary actions to ensure that the small classes offered on each campus are only those that conform with established policies on small classes. Each school term, each campus shall prepare for submission to the Board of Regents a small class report showing the department, course number, title of course and the name of the instructor. The Board of Regents shall review enrollment reports certified to the Comptroller of Public

Accounts, the campus small class reports and other enrollment records as necessary to ensure that the classes offered are economically justified and are in compliance with Board of Regents' policy.

4. **Certification of Compliance.** Expenditure of the funds appropriated hereinabove is contingent upon annual certification by the chancellor of the Texas State Technical College to the Comptroller of Public Accounts that the Texas State Technical College is in compliance with these provisions regarding budgets, accounting procedures and enrollment.

5. **Approved Geographic Locations.** None of the funds appropriated above to the Texas State Technical College shall be expended in promoting, developing or creating a campus or extension center at any other location in the state except as specified in V.T.C.A., Education Code, Section 135.02.

6. **Temporary Special Courses.** Out of funds appropriated by contact hour generation hereinabove to the Texas State Technical College in pre-apprenticeship, related training for apprentices and specialized training for journeymen and compensatory training for pre-apprenticeship and apprenticeship enrollees, and plant expansion and new plant start-up training program no more than $50,000 per year may be spent wherever the need exists within the state in conjunction with curriculum approval by the Texas Higher Education Coordinating Board. Such expenditure of funds for these special courses are temporary in nature and outside the provision of V.T.C.A., Education Code, Section 135.04.

7. **Aircraft Pilot Training Programs.** Funds may be used for the operation, maintenance or lease of aircraft for use in the Aircraft Pilot Training programs subject to the requirement that excess costs of flight instruction be recovered by an assessment of charge to student pilots. This income shall be separately accounted for and credited as a reduction in expenditure in the Aircraft Pilot Training Program.

8. **Construction and Renovation Funds.** In the event the Texas State Technical College should acquire matching funds from any sources to be used in conjunction with appropriated funds for building construction, the Board of Regents may use any of the appropriated funds for additional space and mechanical systems or renovation of existing buildings in accordance with the Campus Master Plans and subject to approval by the Texas Higher Education Coordinating Board.

9. **Approval of Plans by Foundations.** Any use of the Texas State Technical College's assets or facilities including, but not limited to, buildings, equipment or employees by existing foundations or for the promotion of foundations shall require prior approval of the Board of Regents. Approval is contingent upon receipt by the Board of Regents of a satisfactory annual plan of operation. At a minimum, this plan must specify the proposed use of any Texas State Technical College facilities, equipment, and personnel; payments made directly to Texas State Technical College personnel for services provided or expenses incurred; and donations of funds to the Texas State Technical College for designated purposes. All funds donated by foundations to the Texas State Technical College shall be received and accounted for in the same manner as all other Texas State Technical College funds. After Board of Regents approval, the plan shall be filed with the Legislative Budget Board.

10. **Extension Programs.** Only those funds specified for each Extension Center at Abilene, Brownwood, Marshall and the Rural Technology Center in Breckenridge, shall be expended for the purpose of maintaining extension programs in those locations. Funds appropriated to other items at each TSTC campus shall not be transferred for these purposes.

SPECIAL PROVISIONS RELATING ONLY TO COMPONENTS OF TEXAS STATE TECHNICAL COLLEGE
(Continued)

11. **Audit of Base Contact Hours.** The hours used in the contact hour base period to fund Texas State Technical College shall subsequently be audited for accuracy by the State Auditor and the appropriation amounts adjusted accordingly by the Comptroller of Public Accounts.

12. **Campus President Salaries.** Out of the funds appropriated to each campus of Texas State Technical College, an amount NTE $63,654 in 1996 and $63,654 in 1997 may be expended for the salary of a president. All presidents may receive in addition to the above amounts a house, utilities, and/or supplement from private sources. If an institutionally owned house is not available an amount NTE $7,200 per year from the appropriations above, and additional funds from gifts and grants where required, may be provided in lieu of house and utilities.

13. **Chancellor Salary.** Out of the funds appropriated, transferred, or contracted to the system office, an amount NTE $70,231 in 1996 and $70,231 in 1997 may be expended for the salary of a chancellor. The chancellor may receive in addition to the above amount a house, utilities, and/or supplement from private sources. If a system owned house is not available an amount NTE $7,200 per year from the system office appropriation and additional funds from gifts and grants where required, may be provided in lieu of house and utilities.

14. **Master Equipment Lease Purchase Program Payments Payback.** The Texas State Technical College System shall, within 90 days of the close of fiscal year 1995, reimburse the Texas Public Finance Authority for any amounts expended by the authority to make fiscal year 1994 and 1995 Master Equipment Lease Purchase Program payments on behalf of the TSTC System or any of its components; this shall apply only if there are remaining reimbursement amounts that were not repaid during fiscal years 1994 or 1995. If this reimbursement is not made within this 90 day period the Comptroller is authorized to transfer any available balances from the appropriation for the TSTC System or any of its components to the Texas Public Finance Authority in order to achieve this reimbursement. The Comptroller shall notify the TSTC System and Legislative Budget Board of any transfers that are made under this rider.

15. **Environmental Cleanup - TSTC Amarillo.** The Texas State Technical College System is directed to utilize Higher Education Funds (HEF) for the purpose of conducting an environmental cleanup at the TSTC Amarillo campus to include the removal of asbestos, other hazardous materials, and buildings and foundations.

TEXAS AGRICULTURAL EXPERIMENT STATION

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 50,853,856	$ 50,853,856
Grand Total, TEXAS AGRICULTURAL EXPERIMENT STATION	$ 50,853,856	$ 50,853,856
Method of Financing:		
General Revenue Fund	$ 39,349,078	$ 39,349,078
General Revenue Fund - Consolidated	40,000	40,000
Feed Control Fund - Local No. 058, estimated	2,199,869	2,199,869
Federal Funds, estimated	6,133,651	6,133,651
Agricultural Soil and Water Conservation Receipts	118,686	118,686
Sales Funds - Agricultural Experiment Station, estimated	1,429,611	1,429,611
Fertilizer Control Fund, estimated	1,307,961	1,307,961
Earned Federal Funds, estimated	275,000	275,000
Total, Method of Financing	$ 50,853,856	$ 50,853,856
Number of Positions (FTE)	1,304.0	1,304.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: AG COMPETITIVENESS		
To improve the competitiveness of Texas agricultural products.		
Outcomes:		
Percentage Change in Number of Patents, Disclosures, Licenses, and Publications--Livestock Research	1%	2%
Percentage Change in Number of Patents, Disclosures, Licenses, and Publications--Plant and Crop Research	1%	2%
A.1.1. Strategy: LIVESTOCK RESEARCH	$ 9,016,340	$ 9,016,340
Conduct research on the biology, health and management of livestock and animal production systems.		
Outputs:		
Number of Refereed Publications	439	443
Number of Patents, Disclosures, and Licenses	6	7
Efficiencies:		
Ratio of General Revenue Funds to Sponsored Research Funds	.95	.95
Explanatory:		
Amount of External Sponsor Support	7,548,000	7,650,000

A.2.1. Strategy: PLANT AND CROP RESEARCH	$ 16,085,359	$ 16,085,359
Conduct research on the biology, pests and management of plants and crop production systems.		
Outputs:		
Number of Refereed Publications	565	569
Number of Patents, Disclosures, and Licenses	16	17
Efficiencies:		
Ratio of General Revenue Funds to Sponsored Research Funds	1	1
Explanatory:		
Amount of External Sponsor Support	13,200,000	13,500,000
Total, Goal A: AG COMPETITIVENESS	$ 25,101,699	$ 25,101,699
B. Goal: ENVIRONMENTAL QUALITY		
To enhance environmental quality and conserve natural resources		
Outcomes:		
Percentage Change in Number of Patents, Disclosures, Licenses, and Publications--Renewable Resources Research	1%	2%
Percentage Change in Number of Patents, Disclosures, Licenses, and Publications--Environmental Quality Research	1%	2%
B.1.1. Strategy: RENEWABLE RESOURCES RSRCH	$ 3,890,689	$ 3,890,689
Conduct research to enhance the efficiency with which the state's water, land and other renewable resources are used and managed to conserve resource stocks for future use.		
Outputs:		
Number of Refereed Publications	182	184
Number of Patents, Disclosures, and Licenses	3	3
Efficiencies:		
Ratio of General Revenue Funds to Sponsored Research Funds	.92	.92
Explanatory:		
Amount of External Sponsor Support	3,330,000	3,375,000
B.2.1. Strategy: ENVIRONMENT QUALITY RSRCH	$ 7,314,772	$ 7,314,772
Conduct research to protect and enhance water, air and soil quality and biodiversity.		
Outputs:		
Number of Refereed Publications	247	249
Number of Patents, Disclosures, and Licenses	1	2
Efficiencies:		
Ratio of General Revenue Funds to Sponsored Research Funds	.94	.94
Explanatory:		
Amount of External Sponsor Support	6,142,000	6,225,000
Total, Goal B: ENVIRONMENTAL QUALITY	$ 11,205,461	$ 11,205,461

C. Goal: AG PRODUCT QUALITY
To enhance nutrition, quality, safety and market efficiency while maintaining affordability of agricultural products.

Outcomes:		
Percentage Change in Number of Patents, Disclosures, Licenses, and Publications--Agricultural Product Quality Research	1%	2%
Percentage Change in Number of Patents, Disclosures, Licenses, and Publications--Agricultural Marketing Research	1%	2%
C.1.1. Strategy: AG PRODUCT QUALITY RSRCH	$ 3,402,838	$ 3,402,838
Conduct research on biological, production, storage and handling processes and consumer behavior relating to safety, nutritional and quality characteristics of agricultural products.		
Outputs:		
Number of Refereed Publications	254	255
Number of Patents, Disclosures, and Licenses	6	6
Efficiencies:		
Ratio of General Revenue Funds to Sponsored Research Funds	.9	.9
Explanatory:		
Amount of External Sponsor Support	2,923,000	2,970,000
C.2.1. Strategy: AG MARKETING RESEARCH	$ 1,500,014	$ 1,500,014
Conduct research on efficiency marketing and trade systems and consumer behavior relating to food and agricultural products.		
Outputs:		
Number of Refereed Publications	66	67
Number of Patents, Licenses, and Disclosures	2	2
Efficiencies:		
Ratio of General Revenue Funds to Sponsored Research Funds	.94	.94
Explanatory:		
Amount of External Sponsor Support	1,295,000	1,131,250
Total, Goal C: AG PRODUCT QUALITY	$ 4,902,852	$ 4,902,852

D. Goal: VALUE-ADDED/ECONOMIC DEV
To increase value-added from processing of Texas agricultural products and enhance the socioeconomic development of communities and the economy of Texas.

Outcomes:		
Percentage Change in Number of Patents, Licenses, Disclosures, and Publications--Value-Added Research	1%	2%
Percentage Change in Number of Patents, Disclosures, Licenses, and Publications--Socioeconomic Research	1%	2%

D.1.1. Strategy: VALUE-ADDED RESEARCH	$ 1,297,198	$ 1,297,198
Conduct research into value-added enhancing techniques to facilitate the efficient conversion of plant and animal materials, residuals, byproducts and wastes into higher valued products.		
Outputs:		
Number of Refereed Publications	71	72
Number of Patents, Disclosures, and Licenses	3	3
Efficiencies:		
Ratio of General Revenue Funds to Sponsored Research Funds	1.01	1.01
Explanatory:		
Amount of External Sponsor Support	1,110,000	1,125,000
D.2.1. Strategy: SOCIOECONOMIC RESEARCH	$ 1,547,001	$ 1,547,001
Conduct research on economic, demographic and social factors impacting socioeconomic resources, services and organizations in Texas.		
Outputs:		
Number of Refereed Publications	91	92
Number of Patents, Disclosures, and Licenses		
Efficiencies:		
Ratio of General Revenue Funds to Sponsored Research Funds	.98	.98
Explanatory:		
Amount of External Sponsor Support	1,332,000	1,350,000
Total, Goal D: VALUE-ADDED/ECONOMIC DEV	$ 2,844,199	$ 2,844,199
E. Goal: REGULATORY SERVICES		
To provide regulatory services that are fair to the industry and protect the interests of consumers.		
Outcomes:		
Percent Change in Number of European Honey Bee Certificates Issued	5%	5%
Change in Violation Rates--Feed and Fertilizer Program	1%	1%
E.1.1. Strategy: HONEY BEE REGULATION	$ 290,384	$ 290,384
Control diseases and other pests of EHB, reduce the impact of AHB through timely monitoring, regulatory/containment provisions and respond to public needs.		
Outputs:		
Number of Bee Colonies Inspected	20,000	20,000
Number of Apiaries Inspected	125	125
E.2.1. Strategy: FEED & FERTILIZER PROGRAM	$ 2,973,430	$ 2,973,430
Monitor and evaluate products distributed in the state.		
Outputs:		
Percentage of Product Labels Inspected	35%	35%
Percentage of Feed and Fertilizer Materials Sampled and Tested	2.4%	2.4%
Total, Goal E: REGULATORY SERVICES	$ 3,263,814	$ 3,263,814

F. Goal: STAFF BENEFITS To maintain a competitive benefit program for employees and retirees pursuant to state mandated requirements.		
F.1.1. Strategy: STAFF GROUP INSURANCE Provide funding for staff group insurance premiums.	$ 480,000	$ 480,000
F.1.2. Strategy: WORKERS' COMP INSURANCE Provide funding for workers' compensation insurance.	$ 420,000	$ 420,000
F.1.3. Strategy: UNEMPLOYMENT INSURANCE Provide funding for unemployment insurance.	$ 10,000	$ 10,000
F.1.4. Strategy: O.A.S.I. Provide funding for O.A.S.I.	$ 475,000	$ 475,000
Total, Goal F: STAFF BENEFITS	$ 1,385,000	$ 1,385,000
G. Goal: INDIRECT ADMINISTRATION		
G.1.1. Strategy: INDIRECT ADMINISTRATION	$ 2,150,831	$ 2,150,831
Grand Total, TEXAS AGRICULTURAL EXPERIMENT STATION	$ 50,853,856	$ 50,853,856
Method of Financing:		
General Revenue Fund	$ 39,349,078	$ 39,349,078
General Revenue Fund - Consolidated	40,000	40,000
Feed Control Fund - Local No. 058, estimated	2,199,869	2,199,869
Federal Funds, estimated	6,133,651	6,133,651
Agricultural Soil and Water Conservation Receipts	118,686	118,686
Sales Funds - Agricultural Experiment Station, estimated	1,429,611	1,429,611
Fertilizer Control Fund, estimated	1,307,961	1,307,961
Earned Federal Funds, estimated	275,000	275,000
Total, Method of Financing	$ 50,853,856	$ 50,853,856

2. **Unexpended Balance, Feed Control Fund.** The unexpended balances as of August 31, 1995 in the Feed Control Fund created under V.T.C.A., Agriculture Code, Section 141, and the unexpended balances and all income to the Feed Control Fund during the biennium beginning September 1, 1995, are hereby appropriated to the Texas Agricultural Experiment Station for the purposes of administering the Texas Commercial Feed Control Act of 1957, and for the expense of experiments and research relative to the value of feeds in accordance with the provisions of V.T.C.A., Agriculture Code, Section 141.

3. **Unexpended Balances, TAES Current Fund.** Any balances remaining as of August 31, 1995 in the Texas Agricultural Experiment Station Current Fund No. 240 are hereby appropriated for fiscal year 1996 and any balances remaining as of August 31, 1996 are hereby appropriated to fiscal year 1997.

4. **Buffalo Gnat.** Out of the funds appropriated above, $5,000 in general revenue funds in each year of the biennium shall be used for buffalo gnat eradication.

TEXAS AGRICULTURAL EXPERIMENT STATION
(Continued)

5. **Commercialization.** It is the intent of the Legislature that the Texas Agricultural Experiment Station or its successor acquire royalties, licenses, fees, and other income from the new technology innovations where practical. The Texas Agricultural Experiment Station will report progress on such actions to the Legislative Budget Board on or before September 1, 1997.

6. **Unexpended Balances, Equine Research Account.** Any unexpended balances in the Equine Research Account remaining as of August 31, 1995 are hereby appropriated for fiscal year 1996 and any balances remaining as of August 31, 1996 are hereby appropriated to fiscal year 1997.

7. **Unexpended Balances, Agricultural Soil and Water Conservation Fund.** Any unexpended balances in the Agricultural Soil and Water Conservation Receipts, Fund No. 563 remaining as of August 31, 1995, are hereby reappropriated for the biennium beginning September 1, 1995, for the purposes of Subchapter G, Chapter 15, Water Code.

8. **Unexpended Balances, Honey Bee Disease Fund 560.** The unobligated and unexpended balance of revenue for the biennium ending August 31, 1995, and all revenues received during the biennium ending August 31, 1997, collected pursuant to Section 131.046 Texas Agricultural Code, are hereby appropriated from the General Revenue Fund to the Texas Agricultural Experiment Station for the Honey Bee Disease Program.

9. **Limited Waiver from Proportionality Provision.** The Texas Agricultural Experiment Station is specifically exempted from implementation of the Reductions in the following appropriation: Higher Education Retirement Programs in Article IX, Section 155 of this Act, but only with regard to the retirement match limit that is imposed under the federal Smith-Lever Act and the Hatch Act.

TEXAS AGRICULTURAL EXTENSION SERVICE

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 49,594,245	$ 49,594,245
Grand Total, TEXAS AGRICULTURAL EXTENSION SERVICE	$ 49,594,245	$ 49,594,245
Method of Financing:		
General Revenue Fund	$ 34,020,701	$ 34,020,701
Federal Funds, estimated	9,813,461	9,813,461
Agricultural Soil and Water Conservation Receipts	118,686	118,686
County Funds - Extension Programs Fund, estimated	5,641,397	5,641,397
Total, Method of Financing	$ 49,594,245	$ 49,594,245
Number of Positions (FTE)	1,189.0	1,189.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: HEALTH & SAFETY EDUCATION To educate Texans to take more responsibility for improving their health, safety, productivity, and well being.		
Outcomes:		
Percent of Targeted Texans Reached	72%	72%
A.1.1. Strategy: HEALTH & SAFETY EDUCATION Conduct educational programs related to nutrition, safe agricultural, safe home, and safe workplace environments, food safety, and dependent care.	$ 10,569,662	$ 10,569,662
Outputs:		
Direct Teaching Exposures	1,900,000	1,900,000
Efficiencies:		
Average Cost Per Educational Contact	4.72	4.72
B. Goal: ENVIRONMENTAL EDUCATION To educate citizens to improve their stewardship of the environment and Texas' natural resources.		
Outcomes:		
Percent of Targeted Texans Reached	65%	65%
B.1.1. Strategy: ENVIRONMENTAL EDUCATION Conduct educational programs to protect and maintain the land and water ecosystems of the state.	$ 7,313,217	$ 7,313,217
Outputs:		
Direct Teaching Exposures	865,000	865,000
Efficiencies:		
Average Cost Per Educational Contact	4.55	4.55
C. Goal: ECONOMIC COMPETITIVENESS To enable Texans to make decisions that contribute to their economic security and to the state's economic prosperity.		
Outcomes:		
Percent of Targeted Texans Reached	70%	70%
C.1.1. Strategy: ECONOMIC COMPETITIVENESS Conduct educational programs that contribute to the economic competitiveness of agricultural producers, the economic viability of rural communities, and the economic stability of individuals and families.	$ 20,058,642	$ 20,058,642
Outputs:		
Direct Teaching Exposures	2,120,000	2,120,000
Result Demonstrations Established	2,040	2,040
Efficiencies:		
Economic Impact Per Dollar Invested	600	600

D. Goal: LEADERSHIP DEVELOPMENT To foster the development of responsible, productive, and self-motivated youth and adults.		
Outcomes:		
Percent of Targeted Texans Reached	88%	88%
D.1.1. Strategy: LEADERSHIP DEVELOPMENT Teach the principles of leadership development to both youth and adults and provide opportunities for youth to learn life skills and enhance career development.	$ 8,732,012	$ 8,732,012
Outputs:		
Direct Teaching Exposures	1,860,000	1,860,000
Efficiencies:		
Average Cost Per Educational Contact	3.67	3.67
E. Goal: STAFF BENEFITS To maintain a competitive benefit program for employees and retirees pursuant to state mandated requirements.		
E.1.1. Strategy: STAFF GROUP INSURANCE Provide funding for staff group insurance premiums	$ 345,945	$ 345,945
E.1.2. Strategy: WORKERS' COMP INSURANCE Provide funding for workers' compensation insurance	$ 405,306	$ 405,306
E.1.3. Strategy: UNEMPLOYMENT INSURANCE Provide funding for unemployment insurance	$ 1,200	$ 1,200
E.1.4. Strategy: O.A.S.I. Provide funding for O.A.S.I.	$ 152,649	$ 152,649
Total, Goal E: STAFF BENEFITS	$ 905,100	$ 905,100
F. Goal: INDIRECT ADMINISTRATION		
F.1.1. Strategy: INDIRECT ADMINISTRATION	$ 2,015,612	$ 2,015,612
Grand Total, TEXAS AGRICULTURAL EXTENSION SERVICE	$ 49,594,245	$ 49,594,245
Method of Financing:		
General Revenue Fund	$ 34,020,701	$ 34,020,701
Federal Funds, estimated	9,813,461	9,813,461
Agricultural Soil and Water Conservation Receipts	118,686	118,686
County Funds - Extension Programs Fund, estimated	5,641,397	5,641,397
Total, Method of Financing	$ 49,594,245	$ 49,594,245

2. **Integrated Pest Management.** Out of the funds appropriated above, $50,000 in each year of the biennium is for contracting with the Texas Pest Management Association for pest management. No more than 10 percent of these funds shall be utilized by the Texas Agricultural Extension Service for administering the program.

TEXAS AGRICULTURAL EXTENSION SERVICE
(Continued)

3. **Texas System of Natural Labs.** Out of the funds appropriated above, $35,000 in each year of the biennium shall be provided to the Texas System of Natural Laboratories, Inc.

4. **Unexpended Balances, Agricultural Soil and Water Conservation Fund.** Any unexpended balances in the Agricultural Soil and Water Conservation Receipts, Fund No. 563 remaining as of August 31, 1995, are hereby reappropriated for the biennium beginning September 1, 1995, for the purposes of Subchapter G, Chapter 15, Water Code.

5. **Proportionality Payments for Employee Benefits.** For the purpose of determining proportional payments of retirement and group insurance benefits for the Texas Agricultural Extension Service, as required in this Act (Art. IX, Sec. 155 and Sec. 30), County Funds paid directly by County Commissioners Courts shall be considered as General Revenue Funds.

6. **Community Food Security.** The Texas Agricultural Extension Service is directed, under Goal A, to work in cooperation with the General Land Office to identify unused or underutilized state real property suitable for the development of programs that will improve community food security, and work to establish community gardens and education programs in the basics of gardening and nutrition for low income families.

7. **Limited Waiver from Proportionality Provision.** The Texas Agricultural Extension Service is specifically exempted from implementation of the Reductions in the following appropriations: Higher Education Retirement Programs in Article IX, Section 155 of the Act, but only with regard to the retirement match limit that is imposed under the federal Smith-Lever Act and the Hatch Act.

TEXAS ENGINEERING EXPERIMENT STATION

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 37,910,677	$ 37,910,677
Grand Total, TEXAS ENGINEERING EXPERIMENT STATION	$ 37,910,677	$ 37,910,677
Method of Financing:		
General Revenue Fund	$ 7,125,750	$ 7,125,750
Federal Funds, estimated	13,900,000	13,900,000
Interagency Contracts, estimated	4,635,870	4,635,870
Earned Federal Funds, estimated	1,790,000	1,790,000
Other Funds, estimated	10,459,057	10,459,057
Total, Method of Financing	$ 37,910,677	$ 37,910,677
Number of Positions (FTE)	623.0	623.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: ENGINEERING RESEARCH To conduct basic and applied research in engineering and related fields which addresses critical state and national issues, supports industrial and public systems, enhances higher education and promotes economic development.		
Outcomes:		
Percent Change in Dollar Volume of Sponsored Research	2%	2%
Leverage Ratio of General Revenue Appropriations to Total Funds	7.2	7.2
Number of Formal Invention Disclosures	30	30
Number of Formal License Agreements	10	10
Number of Initiatives With Communities or Businesses	300	300
Percent Increase in Number of Students Involved in Research and Related Programs	5%	5%
A.1.1. Strategy: RESEARCH DIVISIONS Develop and support disciplinary and cross-disciplinary research programs, centers, institutes, and new initiatives.	$ 24,438,505	$ 24,438,505
Outputs:		
Dollar Volume of Research (Millions)	29.07	29.65
Number of Research Projects	1,750	1,750
Efficiencies:		
Research Award Dollars per FTE Researcher (Thousands)	282	282
A.1.2. Strategy: MULTI-INSTITUTIONAL RSRCH Collaborate with academic institutions in Texas, the nation and elsewhere in research and development activities.	$ 5,644,222	$ 5,644,222
Outputs:		
Number of Collaborative Initiatives	360	360
Dollar Volume of Activities (Millions)	9.8	9.8
A.1.3. Strategy: CENTER FOR APPLIED TECHNOLOGY	$ 250,000	$ 250,000
A.2.1. Strategy: TECHNOLOGY TRANSFER Provide intellectual property assistance to the research programs for commercial application and provide hands-on technical and engineering assistance to communities and businesses.	$ 676,439	$ 676,439
Outputs:		
Number of Patent Applications	10	10
Efficiencies:		
Ratio of Disclosure of Inventions to $1 Million in Research Expenditures	1.1	1.1
A.3.1. Strategy: EDUCATIONAL PROGRAMS Provide programs and opportunities for the participation of students, especially minorities and women, in research and education programs.	$ 1,742,899	$ 1,742,899

Outputs:		
Number of Students from Underrepresented-Groups Participating in Agency Activities	1,100	1,150
Total, Goal A: ENGINEERING RESEARCH	$ 32,752,065	$ 32,752,065
B. Goal: STAFF BENEFITS		
To maintain a competitive benefit program for employees and retirees pursuant to state mandated requirements.		
B.1.1. Strategy: STAFF GROUP INSURANCE	$ 1,852,825	$ 1,852,825
Provide funding for staff group insurance premiums.		
B.1.2. Strategy: WORKERS' COMP INSURANCE	$ 290,000	$ 290,000
Provide funding for workers' compensation insurance.		
B.1.3. Strategy: UNEMPLOYMENT INSURANCE	$ 16,000	$ 16,000
Provide funding for unemployment insurance.		
Total, Goal B: STAFF BENEFITS	$ 2,158,825	$ 2,158,825
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: INDIRECT ADMINISTRATION	$ 2,999,787	$ 2,999,787
Grand Total, TEXAS ENGINEERING EXPERIMENT STATION	$ 37,910,677	$ 37,910,677
Method of Financing:		
General Revenue Fund	$ 7,125,750	$ 7,125,750
Federal Funds, estimated	13,900,000	13,900,000
Interagency Contracts, estimated	4,635,870	4,635,870
Earned Federal Funds, estimated	1,790,000	1,790,000
Other Funds, estimated	10,459,057	10,459,057
Total, Method of Financing	$ 37,910,677	$ 37,910,677

2. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

TEXAS ENGINEERING EXPERIMENT STATION
(Continued)

	1996	1997
a. Acquisition of Information Resource Technologies		
(1) Computer Workstations and Software	$ 100,000	$ 100,000
b. Acquisition of Capital Equipment and Items		
(1) Research Equipment	$ 425,000	$ 425,000
Total, Capital Budget	$ 525,000	$ 525,000
Method of Financing (Capital Budget):		
Federal Funds	$ 305,000	$ 305,000
Other Funds	220,000	220,000
Total, Method of Financing	$ 525,000	$ 525,000

TEXAS TRANSPORTATION INSTITUTE

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 21,103,784	$ 21,103,784
Grand Total, TEXAS TRANSPORTATION INSTITUTE	$ 21,103,784	$ 21,103,784
Method of Financing:		
General Revenue Fund	$ 2,786,674	$ 2,786,674
Federal Funds, estimated	1,972,895	1,972,895
Interagency Contracts, estimated	12,527,113	12,527,113
Earned Federal Funds, estimated	415,945	415,945
Other Funds, estimated	3,401,157	3,401,157
Total, Method of Financing	$ 21,103,784	$ 21,103,784
Number of Positions (FTE)	412.0	412.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: TRANSPORTATION RESEARCH To identify and solve transportation research problems, to disseminate the results, and to enhance the relevance and quality of transportation education in Texas.		
Outcomes:		
Percent Increase in the Dollar Volume of Research Studies Performed	0%	0%
Percent Increase in the Number of Faculty Members and Students Participating in Transportation Research Activities	0%	0%
Percent Increase in the Number of Invention Disclosures Credited to TTI Researchers	0%	0%
A.1.1. Strategy: SPONSORED RESEARCH Submit research proposals and develop programs to secure funded contracts from sources, including: TxDOT, USDOT, and other state and federal agencies, other states, regional and local governments, and private sector entities and to support transportation-related educational programs within the Texas A&M University System and other Texas university systems.	$ 15,753,223	$ 15,753,223
Outputs:		
Number of Unique Sponsors	98	98
Number of TTI Research Publications	280	280
Efficiencies:		
Proposal Success Index	41%	41%
A.1.2. Strategy: REGIONAL CENTER Submit research proposals and develop programs to secure federal matching funds to enhance and promote advanced transportation-related educational programs within the Texas A&M University System and other Texas university systems through the activities of the Southwest Region University Transportation Center consortium (which currently includes Texas A&M, Texas Southern University, and the University of Texas at Austin).	$ 1,165,736	$ 1,165,736
Outputs:		
Number of Unique SWUTC Sponsors	2	2
Number of SWUTC Research Publications	20	20
Efficiencies:		
Federal Funds Acquisition Efficiency Index	100%	100%
Total, Goal A: TRANSPORTATION RESEARCH	$ 16,918,959	$ 16,918,959
B. Goal: STAFF BENEFITS To maintain a competitive benefit program for employees and retirees pursuant to state mandated requirements.		
B.1.1. Strategy: STAFF GROUP INSURANCE Provide funding for staff group insurance premiums.	$ 868,649	$ 868,649

B.1.2. Strategy: WORKERS' COMP INSURANCE Provide funding for workers' compensation insurance.	$ 132,714	$ 132,714
B.1.3. Strategy: UNEMPLOYMENT INSURANCE Provide funding for unemployment insurance.	$ 11,096	$ 11,096
B.1.4. Strategy: O.A.S.I. Provide funding for O.A.S.I.	$ 1,085,450	$ 1,085,450
Total, Goal B: STAFF BENEFITS	$ 2,097,909	$ 2,097,909
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: INDIRECT ADMINISTRATION	$ 2,086,916	$ 2,086,916
Grand Total, TEXAS TRANSPORTATION INSTITUTE	$ 21,103,784	$ 21,103,784
Method of Financing:		
General Revenue Fund	$ 2,786,674	$ 2,786,674
Federal Funds, estimated	1,972,895	1,972,895
Interagency Contracts, estimated	12,527,113	12,527,113
Earned Federal Funds, estimated	415,945	415,945
Other Funds, estimated	3,401,157	3,401,157
Total, Method of Financing	$ 21,103,784	$ 21,103,784

2. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Acquisition of Information Resource Technologies (1) Local Area Network	$ 100,000	$ 100,000
b. Acquisition of Capital Equipment and Items (1) Research Equipment	150,000	150,000
c. Lease Payments to the Master Equipment Lease Purchase Program	$ 33,000	$ 33,000
Total, Capital Budget	$ 283,000	$ 283,000
Method of Financing (Capital Budget):		
General Revenue Fund	$ 33,000	$ 33,000
Other Funds	250,000	250,000
Total, Method of Financing	$ 283,000	$ 283,000

TEXAS ENGINEERING EXTENSION SERVICE

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 27,241,381	$ 27,563,227
Grand Total, TEXAS ENGINEERING EXTENSION SERVICE	$ 27,241,381	$ 27,563,227
Method of Financing:		
General Revenue Fund	$ 4,330,227	$ 3,501,146
Federal Funds, estimated	4,316,434	4,532,256
Interagency Contracts, estimated	2,074,112	2,177,817
Earned Federal Funds, estimated	712,283	747,897
Other Funds, estimated	15,808,325	16,604,111
Total, Method of Financing	$ 27,241,381	$ 27,563,227
Number of Positions (FTE)	413.5	434.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: PROVIDE TRAINING		
To provide basic and advanced training, technology transfer activities and technical assistance on a statewide basis to meet the needs of governmental and industrial employees. The emphasis on technical training and assistance activities will ensure a qualified and competent workforce for the future.		
Outcomes:		
Percent Increase in the Number of Employees Trained in Response to State Mandated Certification Programs	2%	2%
Leverage Ratio of General Revenue Appropriations to Total Funds	7	7
Percent Increase in the Number of Industrial Employees Participating in Training Programs	4%	4%

A.1.1. Strategy: PUBLIC SECTOR TRAINING Provide training for the public sector by assigning responsibility, conducting training needs assessments, using advisory groups, monitoring legislation and developing a marketing strategy within each training division.	$ 8,863,536	$ 8,256,847
Outputs:		
Number of Individuals Trained	51,700	52,057
Efficiencies:		
Average Number of Student Contact Hours per Full-Time Instructor	16,206	16,428
A.1.2. Strategy: INDUSTRIAL TRAINING Provide training for the industrial sector by assigning responsibility, conducting training needs assessments, using advisory groups, monitoring legislation and developing a marketing strategy within each training division.	$ 9,383,202	$ 9,852,363
Outputs:		
Number of Individuals Trained	68,355	71,773
Efficiencies:		
Average Number of Student Contact Hours per Full-Time Instructor	8,300	8,450
Total, Goal A: PROVIDE TRAINING	$ 18,246,738	$ 18,109,210
B. Goal: TECHNOLOGY TRANSFER ASST To provide special instructions, technology transfer activities and technical assistance on a statewide basis to special population groups.		
Outcomes:		
Percent Change in the Number of Minority Contractors who Participated in the State and Federal Highway Construction Program	1.5%	1.5%
Percent Change in the Number of Special Instructions, Technical Assistance and Technology Transfer Activities	15%	15%
B.1.1. Strategy: HUB TECHNICAL ASSISTANCE Provide technical assistance to Historically Underutilized Business (HUBs) which have state agency contracts by evaluating the capabilities of HUBs, monitoring state and federal legislation, and providing one-on-one technical assistance to certified HUBS.	$ 780,114	$ 819,120
Outputs:		
Number of HUBs Assisted	3,726	3,912
Efficiencies:		
Average Percent of HUBs Assisted who Obtained State Contracts	47.9%	50.3%
B.2.1. Strategy: PRE-EMPLOYMENT TRAINING Operate a pre-employment training program	$ 1,910,370	$ 2,005,891
Outputs:		
Number of Individuals Trained	6,353	6,353

Efficiencies:		
Average Number of Student Contact Hours per Full-Time Instructor	10,945	10,945
Total, Goal B: TECHNOLOGY TRANSFER ASST	$ 2,690,484	$ 2,825,011
C. Goal: STAFF BENEFITS		
To maintain a competitive benefit program for employees and retirees pursuant to state mandated requirements.		
C.1.1. Strategy: STAFF GROUP INSURANCE	$ 1,145,230	$ 1,212,131
Provide funding for staff group insurance premiums.		
C.1.2. Strategy: WORKERS' COMP INSURANCE	$ 153,138	$ 160,795
Provide funding for workers' compensation insurance.		
C.1.3. Strategy: UNEMPLOYMENT INSURANCE	$ 12,247	$ 12,860
Provide funding for unemployment insurance.		
C.1.4. Strategy: O.A.S.I.	$ 1,217,616	$ 1,278,497
Provide funding for O.A.S.I.		
Total, Goal C: STAFF BENEFITS	$ 2,528,231	$ 2,664,283
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: INDIRECT ADMINISTRATION	$ 3,775,928	$ 3,964,723
Grand Total, TEXAS ENGINEERING EXTENSION SERVICE	$ 27,241,381	$ 27,563,227
Method of Financing:		
General Revenue Fund	$ 4,330,227	$ 3,501,146
Federal Funds, estimated	4,316,434	4,532,256
Interagency Contracts, estimated	2,074,112	2,177,817
Earned Federal Funds, estimated	712,283	747,897
Other Funds, estimated	15,808,325	16,604,111
Total, Method of Financing	$ 27,241,381	$ 27,563,227

2. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items as except listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

TEXAS ENGINEERING EXTENSION SERVICE
(Continued)

	1996	1997
a. Repairs or Rehabilitation of Buildings and Facilities		
(1) Renovation of Facilities	$ 40,919	$ 64,637
b. Acquisition of Capital Equipment and Items		
(1) Training Equipment	61,559	42,965
(2) Fire Protection Training Equipment	$ 1,000,000	$ U.B.
Total, Capital Budget	$ 1,102,478	$ 107,602
Method of Financing (Capital Budget):		
General Revenue Fund	$ 1,000,000	$ U.B.
Other Funds	102,478	107,602
Total, Method of Financing	$ 1,102,478	$ 107,602

TEXAS FOREST SERVICE

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 15,300,107	$ 15,150,107
Grand Total, TEXAS FOREST SERVICE	$ 15,300,107	$ 15,150,107
Method of Financing:		
General Revenue Fund	$ 10,043,836	$ 10,043,836
Disaster Contingency Receipts	150,000	U.B.
Federal Funds, estimated	2,447,000	2,447,000
Other Funds, estimated	2,659,271	2,659,271
Total, Method of Financing	$ 15,300,107	$ 15,150,107
Number of Positions (FTE)	362.0	362.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: DEVELOP FOREST RESOURCE
To assure maximum development of the forest and tree resources throughout Texas and protect human life, the total forest environment and other rural lands and property from damage by wildfire, forest insects, diseases and other natural and man-caused factors.

Outcomes:		
Percent Reduction in the 5-Year Average of Acres Burned by Wildfire	0%	0%
Percent of Timber Saved by Prompt Control of Southern Pine Beetle Infestations	90%	90%
Trees Saved From Spread of Oak Wilt Disease	40,000	40,000
Percent Change in Forest Lands Under Professional Forest Management	12%	12%
Percent Change in Number of Acres Reforested	10%	10%
Percent Change in Total Miles of Texas Windbreaks	10%	10%
Change in Forest Resource Growth/Drain Ratio	0	0
Percent Change in Number of TFS Urban Forestry Cooperators	140%	145%

A.1.1. Strategy: WILDFIRE PROGRAM	$ 6,483,017	$ 6,483,017
Provide statewide leadership for an effective forest and rural land wildfire prevention, detection and suppression program.		
Outputs:		
Number of Forest Fires Controlled by TFS	2,100	2,100
Number of Volunteer Firemen Trained	1,900	1,900
Number of Communities Receiving Firefighting Equipment	400	400
Efficiencies:		
Cost per Acre to Provide Forest Fire Control Protection in Texas	27.6	27.6
A.1.2. Strategy: FOREST INSECTS & DISEASES	$ 1,068,734	$ 1,068,734
Provide statewide leadership in the early detection, landowner notification and control of major forest and tree insects and diseases.		
Outputs:		
Number of Southern Pine Beetle Infestations Controlled	400	400
Number of Oak Wilt Control Treatments Installed	150	150
A.1.3. Strategy: NATURAL DISASTER CONTINGENCY	$ 150,000	$ U.B.
A.2.1. Strategy: FOREST MANAGEMENT	$ 5,007,184	$ 5,007,184
Provide professional forest management assistance and markets for non-industrial private forest resources.		
Outputs:		
Number of Professional Forest Management and Stewardship Plans Prepared	1,500	1,500
Efficiencies:		
Profit/Loss Ratio of TFS Tree Seedling Nursery Operations	1	1

A.2.2. Strategy: URBAN FORESTRY/ WINDBREAK Provide urban forestry and windbreak assistance to communities and landowners throughout the state.	$ 909,613	$ 909,613
Outputs:		
Number of Urban Trees Planted Through Cooperative Programs	22,000	22,000
Efficiencies:		
Ratio of TFS Funds Utilized to Leverage Non-State Funded Urban Forestry Projects	8.6	8.6
Total, Goal A: DEVELOP FOREST RESOURCE	$ 13,618,548	$ 13,468,548
B. Goal: STAFF BENEFITS Provide staff benefits to eligible employees and retirees pursuant to state law.		
B.1.1. Strategy: STAFF GROUP INSURANCE Provide funding for staff group insurance premiums.	$ 554,282	$ 554,282
B.1.2. Strategy: WORKERS' COMP INSURANCE Provide funding for workers' compensation insurance.	$ 94,990	$ 94,990
B.1.3. Strategy: UNEMPLOYMENT INSURANCE Provide funding for unemployment insurance.	$ 9,047	$ 9,047
B.1.4. Strategy: O.A.S.I. Provide funding for O.A.S.I.	$ 301,859	$ 301,859
B.1.5. Strategy: HAZARDOUS DUTY PAY Provide funding for hazardous duty pay.	$ 10,059	$ 10,059
Total, Goal B: STAFF BENEFITS	$ 970,237	$ 970,237
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: INDIRECT ADMINISTRATION	$ 711,322	$ 711,322
Grand Total, TEXAS FOREST SERVICE	$ 15,300,107	$ 15,150,107
Method of Financing:		
General Revenue Fund	$ 10,043,836	$ 10,043,836
Disaster Contingency Receipts	150,000	U.B.
Federal Funds, estimated	2,447,000	2,447,000
Other Funds, estimated	2,659,271	2,659,271
Total, Method of Financing	$ 15,300,107	$ 15,150,107

2. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)"

notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Acquisition of Capital Equipment and Items		
(1) Fire Control Equipment Replacement	$ 1,315,898	$ 1,315,898
(2) Fire and Forest Management Support Equipment/Vehicles	$ 286,640	$ 286,640
Subtotal	$ 1,602,538	$ 1,602,538
b. Lease Payments to the Texas A & M University System Master Equipment Lease Purchase Program (1992/93)	$ 86,000	$ 86,000
Total, Capital Budget	$ 1,688,538	$ 1,688,538
Method of Financing (Capital Budget):		
General Revenue Fund	$ 1,401,898	$ 1,401,898
Other Funds, estimated	286,640	286,640
Total, Method of Financing	$ 1,688,538	$ 1,688,538

3. **Overtime Payments, Contingency.** Included in the appropriation above, $335,223 for each year of the biennium is for the sole purpose of paying mandatory overtime expenses of non-exempt employees of the Texas Forest Service when such overtime is incurred in fire suppression activities. It is further provided that payments from this appropriation shall be made only upon overtime payroll vouchers submitted to the State Comptroller. Any balances remaining as of August 31, 1995 are hereby reappropriated for the same purpose for the fiscal year beginning September 1, 1995.

4. **Natural Disaster, Contingency.** Funds appropriated above in Strategy A.1.3., Natural Disaster Contingency are for the sole purpose of reimbursing expenditures related to responding and controlling natural disasters and emergencies. These funds are appropriated from the Disaster Contingency Fund and shall be expended only with the prior approval of the Governor's Office. Any balances remaining as of August 31, 1996, are hereby reappropriated for the same purposes for the fiscal year beginning September 1, 1996.

5. **Contingency Appropriation for Senate Bill 1232.** Contingent upon the enactment of SB 1232, or similar legislation relating to motor vehicle self-insurance program for volunteer fire departments, by the 74th Legislature, Regular Session, the Texas Forest Service is hereby appropriated $1,500,000 for fiscal year 1996 and $1,500,000 for fiscal year 1997 out of the General Revenue Fund for the purpose of implementing that Act. These funds shall be repaid to the General Revenue Fund on or before August 31, 1997 and the program shall become self sufficient thereafter. The Texas Forest Service is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

ANIMAL DAMAGE CONTROL SERVICE

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Educational and General State Support	$ 2,571,621	$ 2,571,621
Grand Total, ANIMAL DAMAGE CONTROL SERVICE	$ 2,571,621	$ 2,571,621
Number of Positions (FTE)	84.0	84.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

Out of the General Revenue Fund:		
A. Goal: ANIMAL DAMAGE CONTROL To protect the resources, property, and well-being of Texans from damage caused by or related to the activities of wildlife species.		
Outcomes:		
Percent of Texas Counties Receiving Direct Animal Damage Management Assistance	76%	76%
Percent of Texas Counties Receiving Animal Damage Management Technical Assistance	70%	70%
A.1.1. Strategy: DIRECT CONTROL ASSISTANCE To provide operational direct control assistance on a cooperative basis for the protection of resources and health.	$ 2,330,203	$ 2,330,371
Outputs:		
Number of Wildlife/Human Conflict On-Site Visits by TADCS Personnel	87,671	87,671
Number of Properties Provided Wildlife Damage Management Assistance	3,635	3,635
Efficiencies:		
Average Cost per Client (i.e., Cooperative Field Agreement)	420	420
A.1.2. Strategy: TECHNICAL ASSISTANCE To provide the general public with a consistent source of technical assistance and information on the proper handling of specific wildlife problems and education concerning the necessity for wildlife damage control.	$ 219,674	$ 219,506

ANIMAL DAMAGE CONTROL SERVICE
(Continued)

Outputs:		
Number of Technical Assistance Projects (i.e., Personal, Phone, and Written Consultations)	7,409	7,409
Number of Participants Provided Technical Assistance	14,941	14,941
Efficiencies:		
Average Cost per Technical Assistance Project	28	28
Total, Goal A: ANIMAL DAMAGE CONTROL	$ 2,549,877	$ 2,549,877
B. Goal: STAFF BENEFITS To maintain a competitive benefit program for employees and retirees pursuant to state mandated requirements.		
B.1.1. Strategy: WORKERS' COMP INSURANCE Provide funding for workers' compensation insurance.	$ 21,744	$ 21,744
Grand Total, ANIMAL DAMAGE CONTROL SERVICE	$ 2,571,621	$ 2,571,621

TEXAS VETERINARY MEDICAL DIAGNOSTIC LABORATORY

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 7,072,952	$ 7,072,952
Grand Total, TEXAS VETERINARY MEDICAL DIAGNOSTIC LABORATORY	$ 7,072,952	$ 7,072,952
Method of Financing:		
General Revenue Fund	$ 2,794,496	$ 2,794,496
Drug Testing Laboratory Fee Revenue, estimated	1,499,508	1,499,508
Veterinary Medical Laboratory Fee Revenue, estimated	2,778,948	2,778,948
Total, Method of Financing	$ 7,072,952	$ 7,072,952
Number of Positions (FTE)	140.0	140.0

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

TEXAS VETERINARY MEDICAL DIAGNOSTIC LABORATORY
(Continued)

A. Goal: DIAGNOSTIC & DRUG TESTING To continue to provide a high-quality veterinary diagnostic service, drug testing, export testing and disease surveillance program to the animal industries.		
Outcomes:		
Number of Diagnostic Services Rendered (Case Load and Telephone Inquiries)	185,000	185,000
Percent of Animals Testing Drug Free	99.65%	99.65%
A.1.1. Strategy: DIAGNOSTIC SERVICES Provide diagnostic service and disease surveillance.	$ 4,732,690	$ 4,752,690
Outputs:		
Number of Cases Submitted and Examined	115,000	115,000
Efficiencies:		
Number of Cases Handled per FTE	975	975
A.2.1. Strategy: DRUG TESTING SERVICE Provide drug testing service primarily for the pari-mutuel animal racing industries.	$ 1,245,683	$ 1,250,683
Outputs:		
Number of Animals Tested	40,000	40,000
Total, Goal A: DIAGNOSTIC & DRUG TESTING	$ 5,978,373	$ 6,003,373
B. Goal: STAFF BENEFITS To maintain a competitive benefit program for employees and retirees pursuant to state mandated requirements.		
B.1.1. Strategy: STAFF GROUP INSURANCE Provide funding for staff group insurance premiums.	$ 196,819	$ 196,819
B.1.2. Strategy: WORKERS' COMP INSURANCE Provide funding for workers' compensation insurance.	$ 41,634	$ 41,634
B.1.3. Strategy: UNEMPLOYMENT INSURANCE Provide funding for unemployment insurance.	$ 2,916	$ 2,916
B.1.4. Strategy: O.A.S.I. Provide funding for O.A.S.I.	$ 216,641	$ 216,641
B.1.5. Strategy: OPTIONAL RET PROG DIFF Optional Retirement Program Differential	$ 21,068	$ 21,068
Total, Goal B: STAFF BENEFITS	$ 479,078	$ 479,078
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: INDIRECT ADMINISTRATION	$ 615,501	$ 590,501
Grand Total, TEXAS VETERINARY MEDICAL DIAGNOSTIC LABORATORY	$ 7,072,952	$ 7,072,952

Method of Financing:		
General Revenue Fund	$ 2,794,496	$ 2,794,496
Drug Testing Laboratory Fee Revenue, estimated	1,499,508	1,499,508
Veterinary Medical Laboratory Fee Revenue, estimated	2,778,948	2,778,948
Total, Method of Financing	$ 7,072,952	$ 7,072,952

2. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Repairs or Rehabilitation of Buildings and Facilities		
(1) Repairs to Facilities	$ 75,000	$ 60,000
b. Acquisition of Information Resource Technologies		
(1) Local Area Network	25,000	
c. Acquisition of Capital Equipment and Items		
(1) Diagnostic Equipment	100,000	100,000
(2) Lease Payments for Laboratory Equipment	$ 30,368	$ 30,368
Total, Capital Budget	$ 230,368	$ 190,368
Method of Financing (Capital Budget):		
General Revenue Fund	$ 100,000	$ 60,000
Drug Testing Laboratory Fee Revenue	84,430	84,430
Veterinary Medical Diagnostic Laboratory Fee Revenue	45,938	45,938
Total, Method of Financing	$ 230,368	$ 190,368

3. **Drug Testing Laboratory Reimbursement.** From fees collected from the drug testing program for race horses and dogs, the Texas Veterinary Medical Diagnostic Laboratory shall transfer funds to the General Revenue Fund to the extent possible during the 1996-97 biennium to reimburse fully the amounts provided for start-up funding for the drug testing laboratory. It is the intent of the Legislature that all transfers be complete on or before August 31, 1999.

TEXAS FOOD AND FIBERS COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
1. Educational and General State Support	$ 4,105,528	$ 4,330,188
Grand Total, TEXAS FOOD AND FIBERS COMMISSION	$ 4,105,528	$ 4,330,188
Method of Financing:		
General Revenue Fund	$ 1,494,274	$ 1,494,274
Federal Funds, estimated	205,000	405,698
Other Funds, estimated	2,406,254	2,430,216
Total, Method of Financing	$ 4,105,528	$ 4,330,188
Number of Positions (FTE)	3.0	3.0
Schedule of Exempt Positions		
Executive Director, Group 2	$60,833	$60,833

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

A. Goal: INCREASE PROCESSING		
To focus on increasing the quantity of Texas-produced cotton, wool, mohair and oil seeds processed in Texas.		
Outcomes:		
Percent of Texas-Grown Cotton Processed in Texas	12%	12%
Percent of Texas-Raised Mohair Processed in Texas	30%	30%
Percent of Texas-Raised Wool Processed in Texas	39%	39%
Percent of Texas-Grown Oil Seed Crops Processed in Texas	80%	80%
A.1.1. Strategy: RESEARCH AND DEVELOPMENT	$ 3,911,201	$ 4,135,861
Coordinate, review and fund research and development programs focused on enhancing the commercial desirability of Texas-produced cotton, wool, mohair and oil seed crops.		
Outputs:		
Number of Research and Development Projects	42	44
Efficiencies:		
Leverage Ratio of General Revenue to Other Research Funds	1.86	2.02
B. Goal: INDIRECT ADMINISTRATION		
B.1.1. Strategy: INDIRECT ADMINISTRATION	$ 194,327	$ 194,327
Grand Total, TEXAS FOOD AND FIBERS COMMISSION	$ 4,105,528	$ 4,330,188

Method of Financing:		
General Revenue Fund	$ 1,494,274	$ 1,494,274
Federal Funds, estimated	205,000	405,698
Other Funds, estimated	2,406,254	2,430,216
Total, Method of Financing	$ 4,105,528	$ 4,330,188

2. **Contract Requirements.** The Texas Food and Fiber Commission is hereby authorized to contract with any institution pursuant to the provisions of V.T.C.A., Agriculture Code, Chapter 42. All funds received by the Texas Food and Fibers Commission in the form of grants and or gifts are hereby appropriated to the specific purpose or purposes authorized by the grantor, and may be withdrawn from the State Treasury; provided, however, that the Texas Food and Fibers Commission shall not accept and place in the State Treasury any grants as provided under this paragraph which would cause the violation of the specific or general provisions of this Act. It is further provided that where any grant exceeds the total cost of the specific project for which it was made, such excess may be returned to the grantor and such excess amounts are hereby appropriated for this purpose.

3. **Sunset Contingency.** Funds appropriated above for fiscal year 1997 for the Food and Fibers Commission are made contingent on the continuation of the Food and Fibers Commission by the Legislature. In the event the agency is not continued, the funds appropriated for fiscal year 1996 or as much thereof as may be necessary are to be used to provide for the phase out of agency operations.

4. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S., Article 6252-33 reimbursement of expenses for advisory committee members, out of the funds appropriated above, $3,000 in fiscal year 1996 and $3,000 in fiscal year 1997 is limited to the following advisory committee: Industry Advisory Committee.

Retirement and Group Insurance

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: EMPLOYEES RETIREMENT SYSTEM		
A.1.1. Strategy: RETIREMENT CONTRIBUTIONS Provide an actuarially sound level of funding as defined by state law; estimated	$ 2,237,176	$ 2,304,292
A.1.2. Strategy: GROUP INSURANCE Provide a basic health care and life insurance program for general state employees; estimated	$ 8,605,173	$ 8,688,718
Total, Goal A: EMPLOYEES RETIREMENT SYSTEM	$ 10,842,349	$ 10,993,010
Grand Total, RETIREMENT AND GROUP INSURANCE	$ 10,842,349	$ 10,993,010
Method of Financing:		
General Revenue Fund, estimated	$ 6,695,881	$ 6,779,643
General Revenue Fund - Consolidated, estimated	797,096	810,273
General Revenue Fund - Dedicated, estimated	674,466	685,616
Federal Funds, estimated	2,578,738	2,621,310
Other Special State Funds, estimated	96,168	96,168
Total, Method of Financing	$ 10,842,349	$ 10,993,010

Social Security

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: COMPTROLLER - SOCIAL SECURITY		
A.1.1. Strategy: STATE MATCH -- EMPLOYER Provide an employer match for Social Security contributions; estimated	$ 148,906,591	$ 153,373,789
A.1.2. Strategy: STATE MATCH -- EMPLOYEE Provide the state's contribution for the employee's share for Social Security; estimated	$ 60,383,068	$ 60,383,068
Total, Goal A: COMPTROLLER - SOCIAL SECURITY	$ 209,289,659	$ 213,756,857
Grand Total, SOCIAL SECURITY	$ 209,289,659	$ 213,756,857

Social Security
(Continued)

Method of Financing:		
General Revenue Fund, estimated	$ 173,400,953	$ 177,079,425
General Revenue Fund - Consolidated, estimated	520,739	532,066
General Revenue Fund - Dedicated, estimated	26,354,236	26,928,441
Federal Funds, estimated	1,682,388	1,718,982
Other Special State Funds, estimated	7,331,343	7,497,943
Total, Method of Financing	$ 209,289,659	$ 213,756,857

Bond Debt Service Payments

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: FINANCE CAPITAL PROJECTS		
A.1.1. Strategy: BOND DEBT SERVICE	$ 13,882,158	$ 13,870,335 & U.B.
Make general obligation bond debt service payments in compliance with bond covenants.		
Grand Total, BOND DEBT SERVICE PAYMENTS	$ 13,882,158	$ 13,870,335

Lease Payments

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: FINANCE CAPITAL PROJECTS		
To provide funding to the General Services Commission for payment to Texas Public Finance Authority for the payment of revenue bond debt service requirements.		
A.1.1. Strategy: LEASE PAYMENTS	$ 5,456,919	$ 5,448,554
Make lease payments to the Texas Public Finance Authority on facilities financed through the Texas Public Finance Authority.		
Grand Total, LEASE PAYMENTS	$ 5,456,919	$ 5,448,554

SPECIAL PROVISIONS RELATING ONLY TO STATE AGENCIES OF HIGHER EDUCATION

The Special Provisions which follow shall apply only to agencies of higher education:

Sec. 2. **Local Funds Reappropriated.** All balances of local funds except for any identifiable general revenue in the local funds of the state institutions of higher education named in this Article, as those funds are defined in V.T.C.A., Education Code, Sec. 51.009(a), at the close of the fiscal year ending August 31, 1995, including balances in their local revolving funds at that time, and the income to said funds during the fiscal years beginning September 1, 1995 and 1996, are hereby reappropriated for the operation, maintenance, and improvement of the respective state institutions. Institutional funds, as those funds are defined in V.T.C.A., Education Code, Sec. 51.009(b), shall be expended as authorized by the laws governing the use of the funds, and unless specifically included or identified, are exempt from the Article III and V Special Provisions of this Act.

All local funds shall be subject to the special and general provisions of Articles III and V except where certain local funds are specifically exempted from these provisions by a provision herein or by specific statutory authority.

Sec. 3. **College Building and Excellence Funds.** There also are appropriated for use the allocations from Article VII, Sections 17 and 18 of the State Constitution, including any unexpended balances from allocations in prior years, to the respective institutions and for the purposes specified therein.

Sec. 4. **Purchased Utilities Reappropriated.**

1. Any unexpended balance in the informational item "Purchased Utilities," or "Utilities" for any institution as of August 31, 1996, is hereby reappropriated for the same purpose during the fiscal year beginning September 1, 1996. This provision does not apply to general revenue funds transferred into "Purchased Utilities" or "Utilities" from other line items or elements of institutional cost.

2. Notwithstanding any designation of "non-transferable" assigned to the informational item utilities of each general academic institution, health science center, health center, or technical college, upon approval by the Governor, any unexpended balances from fiscal year 1996 may be used for additional energy-saving projects, of which the costs for the entire project will be met during the current biennium. Any such expenditure of funds shall be reported to the Legislative Budget Board and to the Texas Legislature.

Sec. 5. **Definition of Terms.**

1. As used in this Act, the term "general academic institutions" shall mean only the following institutions:

   The University of Texas at Arlington
   The University of Texas at Austin
   The University of Texas at Dallas
   The University of Texas at El Paso
   The University of Texas - Pan American
   The University of Texas at Brownsville
   The University of Texas of the Permian Basin
   The University of Texas at San Antonio
   The University of Texas at Tyler
   Texas A&M University
   Texas A&M University at Galveston
   Prairie View A&M University

Tarleton State University
Texas A&M University - Corpus Christi
Texas A&M University - Kingsville
Texas A&M International University
West Texas A&M University
East Texas State University
East Texas State University at Texarkana
University of Houston
University of Houston - Clear Lake
University of Houston - Downtown
University of Houston - Victoria
Lamar University - Beaumont
Lamar University - Orange
Lamar University - Port Arthur
Midwestern State University
University of North Texas
Stephen F. Austin State University
Texas Southern University
Texas Tech University
Texas Woman's University
Angelo State University
Sam Houston State University
Southwest Texas State University
Sul Ross State University, including:
Sul Ross State University Rio Grande College

2. **Elements of Institutional Cost.** The costs included in the various items appearing in the informational riders for the general academic institutions, health centers, health science centers, medical education programs, and technical colleges shall be considered to be all costs, including salaries, for those functions or activities in the "Definitions of the Elements of Institutional Costs," as adopted by the Texas Higher Education Coordinating Board unless otherwise provided by the terms of this Act. Bond premiums, Workers' Compensation Insurance Fund operations, Unemployment Compensation Benefits, insurance premiums where authorized by law, and major repairs and rehabilitation of buildings and facilities in addition to those specifically listed in line items, may be purchased from appropriated funds. Major repairs and rehabilitation of buildings and facilities may not be purchased from general revenue funds that are not expressly identified or allocated for such purposes.

3. "Educational and General Funds" are those funds defined in V.T.C.A., Education Code, Sec. 51.009(c) and General Revenue Fund appropriations.

Sec. 6. **Transfer Provisions.**

1. **Intercomponent Transfers.** With the approval of the respective governing board, appropriation transfers may be made among medically-related components, among academic component institutions, and among component technical colleges controlled by the board, and within each institution, transfers may be made between informational items of appropriation for the general academic institutions, health centers, health science centers, medical education programs, and technical colleges regardless of whether the informational items are general revenue or local funds in character. Transfers may not be made from medically-related components to academic components or from academic components to medically-related components except that transfers may be made from schools of nursing, pharmacy and allied health in academic components to medically-related components and from medically-related components into the health-related programs listed above in academic components. Transfers

may not be made into the informational items setting the salary rate for the president, chancellor, or for any other line-item salary shown. Such transfers that may be made shall be reported to the Governor's Office of Budget and Planning and the Legislative Budget Board. Nothing in this section shall authorize the transfer of appropriations from Texas A&M University Service Agencies to Texas A&M University.

2. **Health to Academic Intercomponent Transfers with LBB Approval.** As an exception to the provisions in Subsection 1., transfers may be made with prior approval of the Governor and Legislative Budget Board from medically-related components to general academics if it does not diminish the academic programs of the medically-related component or result in increased fees to patients at the component. The systems shall furnish whatever documentation may be required by the Governor and Legislative Budget Board to assure these conditions are met.

3. **Revenue Enhancement and Transfer Notification.** The Legislature instructs The University of Texas System to enhance local funds revenues to reduce the need for general revenue funds. The Legislature instructs The University of Texas System to give 30 days notice to the Legislative Budget Board prior to transferring local funds from any System hospital. Furthermore, notwithstanding the provisions of subsections 1 and 2 above, The University of Texas System Board of Regents shall not transfer funds from health institutions delivering patient care if such a transfer would result in a decrease in the quality or amount of indigent patient care offered by the affected institution.

4. **Reporting of Transfers.** Such transfers that may be made, whether general revenue or local funds in nature, shall be reported in the Legislative Appropriations Request for the biennium beginning September 1, 1997.

5. **Tuition Revenue Bond and Revenue Bond Transfers.** Notwithstanding the other provisions of this act, transfers are not prohibited to the extent they are required to comply with proceedings authorizing bonds or other obligations now outstanding or hereafter issued pursuant to law.

Sec. 7. **Salary and Benefit Provisions.**

1. **Prorated Salaries Authorized.** Any employees who distribute their time and duties between general administration, instruction, organized activities related to instruction, and the management of auxiliary enterprises, may receive their total salary payments in proportionate parts from such activities and from the appropriated or available funds therefore.

2. **President Salaries.** Out of the educational and general funds appropriated to the general academic institutions, health centers, health science centers and medical education programs, an amount NTE $65,945 in 1996 and $65,945 in 1997 may be expended for the salary of a president. All presidents may receive in addition to the above amounts a house, utilities, and/or supplement from institutional funds. If an institutionally owned house is not available an amount NTE $7,200 per year from the institution's appropriation, and additional amounts from institutional funds where required, may be provided in lieu of house and utilities.

3. **Chancellor Salaries.** Out of the funds appropriated, transferred, or contracted to the system offices, an amount NTE $70,231 in 1996 and $70,231 in 1997 may be expended for the salary for a chancellor. All chancellors may receive in addition to the above amounts a house, utilities, and/or supplement from institutional funds. If a system owned house is not available an amount NTE $7,200 per year from the system office appropriation and additional amounts from private and institutional funds where required, may be provided in lieu of house and utilities.

4. **Merit Authorization.** It is expressly provided that institutional administrators may grant merit salary increases to employees whose job performance and productivity is consistently above that normally expected or required.

5. **Merit Requirement for Faculty and Faculty Equivalent Employees of Institutions and Agencies of Higher Education.** Notwithstanding any other provisions of this act, salary increases for faculty or faculty equivalent employees of institutions and agencies of higher education shall be awarded on the basis of merit and performance in accepted activities. This shall not be interpreted so as to preclude salary adjustment designed to avoid salary inequities. If a salary increase is granted to state employees and officials including employees of institutions of higher education by other provisions of this bill, there is hereby appropriated to each institution and agency of higher education an amount equal to the rate of the authorized salary increase times the total of salaries of the institutions and agencies which are paid from appropriated funds. The proportional amount of salary increase funds appropriated for faculty and faculty equivalent employees may be used only to grant merit pay increases for faculty of faculty equivalent employees. All other employees of institutions and agencies of higher education shall be granted salary increases at the same level granted to state employees and officials.

6. **Group Insurance Premiums.** For the biennium ending August 31, 1997, there is hereby appropriated such amounts, from local funds or educational and general income available to institutions of higher education, as may be necessary to pay the proportional share of the State's contributions for Staff Group Health Insurance Premiums. Funds appropriated by this subsection may be transferred by those institutions not retaining separate insurance programs to the Employees Retirement System at appropriate intervals to pay the proportional share of the group insurance premiums.

Sec. 8. **Expenditure Provisions.** The expenditure of the appropriations made in this Article or authorized in law for institutions of higher education except bequests and gifts specifically designated to be in some manner handled otherwise, shall be subject to the provisions of this section which follow and with exceptions only as specifically noted:

1. **Annual Budgets.**

   a. **Annual Operating Budgets Required.** It is expressly provided that the governing board of each of the institutions of higher education named herein shall approve on or before September 1, 1995 and 1996, an itemized budget covering the operation of the ensuing fiscal year, which budget shall be prepared within the limits of the revenue available. Each institution's operating budget shall contain a section(s) which provides budget amounts and the method of finance for each listed informational item of appropriated funds contained in this act. A copy of each budget, and any subsequent amendments thereto, shall be filed with the Legislative Reference Library and the institution's general library to be available for public inspection. Copies of each budget shall also be filed with the Legislative Budget Board and the Executive Budget Office.

2. **Local Income from Educational and General Activities.**

   a. **Reappropriation of Local Funds Savings and Balances.** Any balances of local funds resulting from cost savings or income realization as of August 31, 1995 are reappropriated to the respective institutions for the fiscal year beginning September 1, 1995 and any such balances as of August 31, 1996 are reappropriated for the fiscal year beginning September 1, 1996.

3. **Clearing Accounts.**

   a. The State Comptroller and the State Treasurer are to credit such receipts deposited by each such institution to a separate fund account for the institution depositing the receipts. For the purpose of facilitating the transferring of such institutional receipts to the State Treasury, each institution may open in a local depository bank a clearing account to which it shall deposit daily all such receipts, and shall, not less than every seven (7) days make remittances therefrom to the State Treasurer of all except Five Hundred Dollars ($500) of the total balance in said account, such remittances to be in the form of checks drawn on the clearing account by the duly authorized officers of the institution, and no disbursements other than remittances to the State Treasury shall be made from such clearing account. All moneys so deposited in the State Treasury shall be paid out on warrants drawn by the Comptroller of Public Accounts, as is now provided by law.

   b. At their option, the institutions may use their local depository bank account in lieu of the special clearing account, provided that the general requirements as set out in the above paragraphs, for deposits and transfers to the State Treasury, are complied with.

4. **Revolving Funds.**

   a. Each institution affected by this section, at its option, is hereby authorized to maintain a revolving fund to facilitate the payment of nominal expenses and to pay bills within cash discount periods. The institutions may use the revolving fund for regular monthly payrolls as well as for weekly and special payrolls. Disbursements from the revolving funds are to be reimbursed from respective items of educational and general appropriation made herein, the State Comptroller being hereby authorized to make such reimbursements on claims filed with him by the institutions under his regularly prescribed procedures except that one voucher and one warrant may cover any number of claims for this purpose. These reimbursement claims shall meet the same requirements as other claims against state appropriations, and each institution shall prepare such a reimbursement claim as at the close of business on the last day of each month and as many times during the month as may be expedient in order to make unnecessary the maintaining of an unreasonably large revolving fund.

   b. The respective governing board shall determine the amounts of the revolving funds to be set up for each institution, and may increase or decrease the amounts if necessary. Such governing board shall designate a depository bank for each revolving fund, and shall specify the officers and/or employees to sign checks drawn on each such fund. The depository bank for each revolving fund shall be required to secure the deposit as provided by law.

   c. Appropriations to all institutions of higher education and systems, except funds identified exclusively for salaries, may be used to reimburse any revolving fund operated for the benefit of one or more parts or component units of an institution or system, such as a motor pool for managing automotive vehicles authorized by this Act, a feed supply center, an office supply or laboratory supply center, a computer center, or any other operations of a similar nature established by authority of the governing board of said institution or system.

5. **Local Depositories.** The governing boards of the respective institutions for which appropriations are made in this Article are hereby authorized to select depository banks for the safekeeping of funds which are authorized, by statute, to be maintained outside the State Treasury. The boards shall require depository banks to furnish adequate surety bonds or securities to be posted for the assurance of safety of such deposits. The depository bank or

banks so selected are hereby authorized to pledge their securities for assurance of safety for such funds. All such local funds shall be deposited in these depositories within seven (7) days from date of collection. The governing boards may require the depository so designated and selected to pay interest on deposits at a rate to be agreed upon by said depositories and said boards.

6. **Investment Reports.**

   a. The Legislative Audit Committee shall require the governing board of each of the educational institutions named in this Article to file with the State Auditor, Comptroller of Public Accounts, Legislative Budget Board, and the Governor's Office a quarterly report of all investment transactions involving endowment funds, short-term and long-term investment funds, and all other securities transactions during the preceding year, in a method prescribed by the Legislative Budget Board. Copies of such reports, shall be available for public inspection.

   b. The governing boards of each educational institution named in this Article must adopt formal investment policies which emphasize safety and diversity, including liquidity for operating funds. In developing investment policies, special attention should be given to the Government Financial Officers Association Preferred Investment Practice and the investment strategies of the Permanent University Fund. Each governing board shall submit to the Legislative Budget Board a copy of their investment policy by December 31 of each year.

7. **Central Services Accounts.**

   a. Out of funds appropriated in this Article, the governing boards of the university systems and their component units, and institutions of higher education may employ persons to serve two or more parts or component units of the system or institution and may pay their salaries in whole or in part from the informational items of appropriation made herein to any component unit. The governing boards are authorized to establish accounts from which salaries and expenses for the administration and supervision of the units of the system or institution may be paid and to require the units, including any other agency the administration of which it may be charged with by law, to pay into this account from any general revenue, local, or institutional funds their proportionate share as determined by the board for the expense of such administration and supervision. The Comptroller of Public Accounts is authorized to set up an account for each of the systems or institutions and to deposit in the account funds to the amount authorized by the governing boards and executive heads of the respective units, from funds appropriated by the Legislature to the units for noninstructional salaries and general operating expenses. The Comptroller is authorized to draw warrants against such accounts based on vouchers submitted by the systems or institutions in payment of salaries, maintenance, equipment or travel incidental to the administration and supervision of the respective units.

   b. The systems and institutions whose governing boards and component units are subject to the above are authorized to establish the following accounts:

      Texas A&M University System Central Services Account
      The University of Texas System Central Services Account
      University of Houston System Central Services Account
      Texas Tech University and Texas Tech University Health
        Sciences Center Central Services Account
      East Texas State University Central Services Account
      University of North Texas Central Services Account

University of North Texas Health Science Center Central Service Account
Lamar University System Central Services Account
Texas State University System Central Services Account

c. Travel expense incurred by a person employed by one unit of an above system or institution in connection with service to the other units may be reimbursed by the unit for which such services are performed or proportionately if more than one such unit is involved.

8. **Utility Revolving Funds.** The governing boards of Texas Woman's University, Texas Tech University, West Texas A&M University, all components of the University of Houston System, Texas State University System, and The University of Texas System are authorized to use appropriated funds, except funds expressly identified for salaries, to make payments of debt service and other payments in connection with utility plant revenue bonds and utility plant operation and maintenance expenses, and/or to reimburse any revolving fund now or hereafter established in connection with providing utility services to any building or facility of the college or university, in accordance with the general principles established in Vernon's Annotated Civil Statutes, Article 2909c-1, and the creation and maintenance of any such revolving fund is hereby authorized.

9. **Appropriation Expenditure Authorization.**

a. The educational and general appropriations made in this Act to the general academic teaching institutions, health centers, health science(s) centers, medical education programs and Texas State Technical College may be expended for the following purposes, including, but not limited to: General Administration and Student Services; General Institutional Expense; Staff Benefits; Faculty Salaries; Departmental Operating Expense; Instructional Administration; Organized Activities; Library; Research Enhancement; Extension and Public Service; Plant Support Services; Campus Security; Building Maintenance; Custodial Services; Grounds Maintenance; Utilities; Special Items; Lease of Facilities; and Patient Care.

b. No educational and general funds appropriated to any institution or agency named in this article may be expended on auxiliary enterprises.

10. **Tuition Revenue Bonds and Revenue Bonds.** Funds clearly identified in separate informational strategies to the general academic teaching institutions and health sciences centers for revenue or tuition revenue bond retirement may be expended only to reimburse institutions or centers for debt retirement authorized by V.T.C.A., Education Code, Section 55.17 (e2), (f2); Section 55.71; Section 55.1711; Section 55.1712; Section 55.172; Section 55.19, and any additional authorization enacted by the 73rd Legislature. Any funds in excess of the amount expended for debt retirement shall be reverted to the General Revenue Fund at the end of each fiscal year.

Sec. 9. **Recruitment of Students.** No general revenue, local funds, or institutional funds may be expended for travel expenses incurred outside the boundaries of the State of Texas for the purpose of direct recruitment of students.

Sec. 10. **Television Stations Prohibited.** None of the educational and general funds appropriated in this Article may be expended for the acquisition, construction or operation of television transmitter stations; provided, however, this prohibition shall not be construed so as to prevent the institutions of higher education named in this Article from using closed-circuit television for purely instructional purposes, or to prevent institutions with existing public broadcasting or transmitter stations to use them for educational purposes, or to prevent the continuance of operating

arrangements with existing transmitter stations for purely educational purposes; or to prevent cooperative arrangements with public broadcast stations.

Sec. 11. **Intercollegiate Athletics.** The special and general provisions of Articles III and IX of this Act shall not apply to intercollegiate athletics. The governing boards of the respective institutions of higher education shall make such necessary rules and adjustments as may be deemed advisable for the management and operation of such activities; however, no funds under control of intercollegiate athletics may be used to purchase alcoholic beverages; no educational and general funds appropriated may be used for the operation of intercollegiate athletics; such rules and adjustments shall be designed to complement the rules applicable to other departments of the respective institution and finally, such rules and adjustments shall specifically prohibit violation of NCAA or other governing body rules with respect to recruitment of athletes.

Sec. 12. **Prohibition Against Additional Museums.** None of the educational and general funds appropriated in this Article shall be used for establishing additional museums or for the maintenance and operation of museums unless the language of this Act or of other acts and resolutions of the Legislature specifically authorizes such use of educational and general funds.

Sec. 13. **Method of Financing Scholarships.**

1. Out of the funds identified by this Article in the informational items described as "Other Educational and General Income" or "Other Educational, General and Patient Income," the respective governing boards of the general academic teaching institutions and of the health centers, health science centers, or technical colleges may allocate and expend the actual receipts in such informational item for student scholarships pursuant to the provisions of V.T.C.A., Education Code, Sec. 56.031 to Sec. 56.038, cited as the Texas Public Educational Grants Program.

2. Out of the funds identified by this Article in the informational strategies described as "Scholarships," the respective governing boards may allocate and expend for student scholarships and the institutional share required to match Federal Work Study Funds such amounts as the boards may determine; provided, however, that each student receiving such scholarship first shall have utilized any federal grant funds for which the student may reasonably be eligible; and, that such scholarship, when combined with all other grant or gift funds awarded to the student, shall not exceed seventy percent (70%) of the reasonable expenses to be incurred by the student in the semester or term for which the scholarship is awarded; and provided, however, that no student shall receive an amount in excess of demonstrated need. The respective governing boards may transfer up to one-half of the amount to be awarded as scholarship to each otherwise eligible student to the Texas Higher Education Coordinating Board for use as matching funds to be awarded to that student through the Texas Public Educational Grants Program.

3. Copies of such approved allocations together with copies of rules and regulations adopted by the respective governing boards concerning the award of such scholarships, shall be filed with the Coordinating Board and with the Comptroller prior to the disbursement of any moneys for scholarships. Copies of any subsequent changes in such allocations or rules shall be similarly filed with the Coordinating Board and with the Comptroller.

4. No educational and general funds appropriated in this Act for scholarships to institutions of higher education may be used to provide athletic scholarships.

5. Out of the additional funds appropriated for the 1996-97 biennium for the informational strategy described as "Scholarships," it is the intent of the Legislature that the respective

governing boards shall allocate and expend such funds for need-based student scholarships regardless of the race, sex, color or ethnicity of the student recipient.

Sec. 14. **Use of Educational and General Funds for Alumni Activities Prohibited.** None of the educational and general funds appropriated by this Article may be expended by state agencies of higher education for the support or maintenance of alumni organizations or activities.

Sec. 15. **Limitation of Nonresident Enrollment in Certain State-supported Professional Schools.**

1. None of the funds appropriated by this Act, may be expended for the establishment, operation, or maintenance, or for the payment of any salaries to the employees in, any wholly or partially state-supported medical, dental, or law school which: (a) imposes a limitation on the number of students that it admits, (b) in an academic semester denies admission to one or more Texas residents who apply for admission and who reasonably demonstrate that they are probably capable of doing the quality of work that is necessary to obtain the usual degree awarded by such school, and (c) in the same academic semester admits, as either class, nonresidents of the State of Texas in a number greater than 10% of the class of which such nonresidents are a part. Limitation of nonresident enrollment at The University of Texas Law School, Texas Tech University School of Law, and the University of Houston Law Center may be increased to 20% of the class of which nonresidents are a part provided that the admission of such nonresident students is on the basis of academic merit alone. By the provisions of this paragraph it is intended to withhold funds appropriated by this Act from state-supported medical, dental, and law schools which limit their enrollments and which fill more than 10% of their classes with non-resident students in the case of medical and dental schools, and 20% in the case of The University of Texas Law School, Texas Tech University Law School and the University of Houston Law Center, when the result of admitting a nonresident denies admission to a qualified Texas applicant. This provision shall not apply to the funds appropriated to the Coordinating Board for the funding of Baylor College of Medicine, Baylor College of Dentistry, or to funds appropriated for tuition equalization grants for students attending private colleges.

2. In addition, The University of Texas Southwestern Medical Center at Dallas may admit up to 25 competitively recruited medical students in each entering class for a specialized six-year program of clinical and research training designed to lead to the M.D. and Ph.D. degrees irrespective of whether those students are Texas residents.

Sec. 16. **Off-campus Instruction.** General academic institutions may teach courses off campus with the following restrictions:

1. At the conclusion of each fiscal year, the Coordinating Board shall file a report with the Executive Budget Office and the Legislative Budget Board on all general academic institutions concerning off-campus semester credit hours for that fiscal year.

2. Semester credit hours generated at upper level centers authorized by the Legislature or by the Coordinating Board, as well as at Prairie View A&M's Houston nursing program and Texas Woman's University nursing programs in Dallas and Houston are not considered to be off-campus.

3. All courses taught off campus must be taught by a regular faculty member or administrator who is employed at least half-time on the main campus of the institution. The Commissioner of Higher Education may waive this requirement in special cases where institutions can justify the use of a uniquely qualified individual. Allied health and vocational instructors are exempted from this requirement.

Sec. 17. **Medical School Enrollment.**

1. It is the intent of the Legislature that the first year class enrollment of undergraduate medical students in the fiscal years ending August 31, 1996 and August 31, 1997, shall be no less than 200 students at The University of Texas System medical colleges and 100 students at the University of North Texas Health Science Center at Fort Worth and the Texas Tech University Health Sciences Center College of Medicine. This provision shall not be construed as requiring any school of medicine to accept an unqualified applicant. In the event that a school of medicine falls below the required first year class enrollment of undergraduate medical students by more than five percent for fiscal years 1996 and 1997, the school shall report to the Legislative Budget Board the reasons for failing to meet the required enrollment. It is the intent of the Legislature that this information be taken into account when preparing the appropriation recommendations for the Seventy-fifth Legislature.

Sec. 18. **Tuition Collection.** On or before the dates for reporting official enrollments each semester to the Coordinating Board, each institution of higher education will collect in full from each student that is to be counted for state aid purposes the amounts set by law as tuition in accordance with the installment tuition payment plan provided for by V.T.C.A., Education Code, Chapter 54, as amended. Valid contracts with the United States Government for instruction of eligible military personnel, and valid contracts with private business and public service-type organizations or institutions such as hospitals, may be considered as collections thereunder but subject to adjustments after final payment thereof.

Sec. 19. **Compliance with Access and Equity 2000.** It is the intent of the Legislature that state agencies and institutions of higher education give top priority and consideration to compliance with the spirit and mandates of the Access and Equity 2000.

Sec. 20. **Minority Student Independent Programs at UT-Austin and TAMU.** Out of the funds appropriated to The University of Texas at Austin and Texas A&M University at least $130,000 per year shall be expended for independent programs designed to recruit and retain through scholarships and financial aid Black and Mexican American students. These universities will by the year 2000 increase the number of Mexican American and Black students to a level which reasonably reflects the proportion of Mexican Americans and Blacks in Texas. They shall be required to submit to the Governor, Lieutenant Governor, and Speaker of the House a report detailing how the funds were spent and the progress of the programs. Failure to implement and sustain the programs will result in a reduction of $650,000 per year of funds allocated to the respective campus(es) for the biennium. Any reduction will be allocated to the program entitled Scholarship Fund for Educationally Disadvantaged Students and for Recruitment of Minority Staff and Faculty that is administered by the Coordinating Board and will be available to all of the public colleges and universities except those which fail to abide by this provision.

Sec. 21. **Formula Variable and Educational and General Income Audits.** The Texas Higher Education Coordinating Board in consultation with the State Auditor's Office and the Legislative Budget Board, shall clearly define all variables used by the Seventy-fourth Legislature in arriving at formula appropriations for 1996 and 1997. According to an audit plan developed in consultation with the Coordinating Board and Legislative Budget Board, the State Auditor shall audit the accuracy of all variables of selected formulas used in making 1996 and 1997 formula appropriations and report any differences from data submitted by the institutions to the Coordinating Board and the Legislative Budget Board. The Coordinating Board shall then calculate a new appropriations amount for each institution that reported data in conflict with that verified by the Auditor. These calculations shall then be reported to the Legislative Budget Board and the Comptroller of Public Accounts and may be used to revise appropriation authority accordingly.

In addition, the State Auditor shall audit the accuracy of selected components of educational and general income reported in the institutional requests for legislative appropriations for fiscal years 1996 and 1997.

The State Auditor may require the assistance of an institution's internal auditor in performing the audits described in this section.

Sec. 22. **System Offices Funding Authorized.**

1. Educational and general funds appropriated to components of The University of Texas, Texas A&M University, University of Houston, Lamar University, Texas State University System and Texas State Technical College Systems may be transferred or contracted to system offices to provide support for coordination, administration, and other related services.

2. The educational and general appropriation for each of the university system offices is hereby allocated to the general academic institutions based on each institution's proportionate share. On September 1 of each year of the biennium the State Comptroller shall transfer the appropriation from each component part to the system office for its support.

Sec. 23. **License Plate Scholarship Program.** In addition to educational and general funds amounts appropriated by this Act, available balances and the portion of fees deposited in the state treasury during the biennium ending August 31, 1997, to the credit of the general academic institutions as provided by Vernon's Annotated Civil Statutes, Article 6675a-5j, is appropriated for that period to the general academic teaching institution for which it was credited for the purpose of providing scholarships for students who demonstrate a need for financial assistance.

Sec. 24. **Annual Reports of Medical School Practice Plans.** As a limitation and restriction upon appropriations made by this Act, all agencies that have a public medical school covered under Article III shall not expend funds after a period of one hundred twenty (120) days following the close of the fiscal year, unless there has been filed with the Governor, the State Auditor, the Legislative Budget Board, the Legislative Reference Library and the Comptroller of Public Accounts an annual report as of August 31 of the preceding fiscal year, showing the use of practice plan funds. The State Auditor's Office shall develop and establish a uniform reporting system for all financial data concerning the medical school practice plans.

Sec. 25. **Self-insurance Funds.** Any funds of an agency or institution of higher education used for or allocated to a self-insurance fund authorized by Vernon's Annotated Civil Statutes, Article 715(c), for a risk otherwise insurable by the agency or institution of higher education shall be treated by the Comptroller of Public Accounts as an expenditure of the respective funds. The self-insurance funds so created shall be considered designated funds as that term is used in Sec. 51.008(b) of the Education Code. Any self-insurance fund reserves so created shall not exceed in amount the maximum value determined to be actuarially sound for each such self-insurance program.

Sec. 26. **Elements of Unsponsored Charity Care.**

1. **Financially Indigent.** Unsponsored charity care shall include unreimbursed services to the financially indigent. Financially indigent shall mean uninsured or underinsured patients accepted for care with no obligation or a discounted obligation to pay for services rendered based on a teaching hospital or clinic's formal eligibility system which may include: (a) income levels and means testing or other criteria for determining a patient's inability to pay; or (b) other criteria for determining a patient's inability to pay that are consistent with the hospital's or clinic's mission and established policy. The federal poverty level shall serve as an index for the threshold below which patients receiving care at all public health-related

institutions are deemed financially indigent. Financially indigent services include both noncovered services and contractual allowances for patients eligible for the Medicaid program, Chronically Ill and Disabled Children's Service (CIDC), services provided under the Maternal and Infant Health Improvement Act (MIHIA), the State Legalization Impact Assistance Grants (SLIAG), services provided under county indigent care contracts (Sec. 32), and other state or local government programs with eligibility indexed to the federal poverty level.

2. **Medically Indigent.** Unsponsored charity care shall include unreimbursed cost of services to the medically indigent. Medically indigent shall mean patients who are responsible for their living expenses, but whose medical and hospital bills, after payment by third-party payers, where applicable, exceed: (a) a specified percentage of the patient's annual gross income (i.e., catastrophic medical expenses) in accordance with a teaching hospital or clinic's formal eligibility system in such instances where payment would require liquidation of assets critical to living or earning a living; or (b) the criteria for determining a patient's inability to pay as established by public health-related institutions.

3. **Charity Care Determination.** The determination that a patient is financially or medically indigent should occur within 60 days of the patient's discharge from the hospital setting.

4. **Contractual Adjustments.** The contractual adjustments to commercial contracts and Medicare for all public health-related institution's faculty physicians and hospitals, shall not be counted as unsponsored charity care.

5. **Bad Debt.** Bad debts shall not be counted as unsponsored charity costs. Bad debts shall include the uncollected billed charges for services rendered to patients who do not qualify under the definition of unsponsored charity care.

Sec. 27. **Unsponsored Charity Care Reporting Requirement.** All public health-related institutions shall include in their biennial legislative appropriations request information including the actual amount of unsponsored charity care provided through each institution's respective physician practice plan, and if applicable, hospital program using the definition of unsponsored charity care set forth in the section called "Elements of Unsponsored Charity Care."

Sec. 28. **Patient Income Eligibility Guidelines.** The University of Texas Medical Branch at Galveston, The University of Texas M. D. Anderson Cancer Center, and The University of Texas Health Center at Tyler shall use the federal poverty level indexed at an agreed-upon level as the guideline for determining indigent patient status, and that each institution's eligibility guidelines regarding copayment by patients deemed financially or medically indigent shall be the same.

Sec. 29. **County Indigent Care Contracts.**

1. **Contracts Required.** It is the intent of the Legislature that all institutions of higher education providing indigent health care contract with relevant counties in their service area to recover the costs associated with treating those counties' indigent patients.

2. **County Indigent Care Contracts Reporting.** The University of Texas Medical Branch at Galveston, The University of Texas M.D. Anderson Cancer Center, and The University of Texas Health Center at Tyler shall submit to the Legislative Budget Board at the end of each fiscal year a list of counties whose indigent residents have been served by each institution; the total amount of reimbursement received by each institution from each county pursuant to the Indigent Health Care and Treatment Act; and the total cost, by county, of services provided by each institution for which counties are liable pursuant to the Indigent Health

Care and Treatment Act. In addition, each institution shall report annually to the Legislative Budget Board on the status of contract agreements or negotiations with each county whose indigent residents have been served by either of the two institutions.

Sec. 30. **Family Practice Clerkship Funding.** Each medical school or college shall expend the following amounts for the purpose of providing a clerkship in family practice during the third core clinical year pursuant to V.T.C.A., Education Code Section 51.918 (d)(1). Funding for these clerkships may include appropriated funds, institutional funds or restricted grant funds. These amounts may not be used to supplant allocations made for other purposes to family practice departments and affiliated family practice residency programs. The required third year family practice clerkship must have a set curriculum and the student must take an exam during the clerkship. The compliance of each medical school or college with the provisions of this rider shall be reviewed annually by the state auditor in conjunction with the Family Practice Advisory Committee of the Texas Higher Education Coordinating Board. The state auditor shall report the findings of the review to the Legislature.

	FY 1996	FY 1997
The University of Texas Southwestern Medical Center at Dallas School of Medicine	$764,000	$764,000
The University of Texas Medical Branch at Galveston School of Medicine	563,624	563,624
The University of Texas Health Science Center at Houston School of Medicine	705,584	705,584
The University of Texas Health Science Center at San Antonio School of Medicine	680,360	680,360
Texas A&M University Health Science Center	192,400	192,400
University of North Texas Health Science Center	337,620	337,620
Texas Tech University Health Sciences Center School of Medicine	286,302	286,302
Baylor College of Medicine	133,000	133,000

Sec. 31. **National Research Laboratory Commission.**

1. **Disposition of Funds and Assets Held by the National Research Laboratory Commission.** It is the intent of the legislature that all funds and assets held by the National Research Laboratory Commission shall be distributed in the following manner:

   a. On or before September 1, 1995, the National Research Laboratory Commission shall reimburse $4,230,000 to Dallas, Tarrant, and Ellis counties for contributions made to acquire land for the SSC.

b. On or before September 1, 1995, the National Research Laboratory Commission shall deposit into the General Revenue Fund all funds, including $65 million associated with the Regional Medical Technology Center cancer proton therapy facility, remaining in the Texas Safekeeping Trust Company and the Escrow Fund after the distribution cited above in part a, less $17,500,000 to remain for completion of land acquisitions.

c. On or before September 1, 1995, the National Research Laboratory Commission, in conjunction with the General Services Commission and the General Land Office, shall develop and begin implementation of a plan for the disposition of all physical assets, including land, buildings, and equipment, associated with the Superconducting Supercollider Project. The plan shall include provisions directing the National Research Laboratory Commission to deposit all sale proceeds into the General Revenue Fund and directing the General Land Office to dispose of all real property under the control of the National Research Laboratory Commission and to deposit all sale proceeds into the General Revenue Fund.

d. Contingent upon compliance with parts a through c above, the National Research Laboratory Commission is hereby appropriated $8,000,000 in 1996 and U.B. in 1997 for maintenance and security of the SSC site and assets and to oversee the disposition of the assets.

e. Upon receipt of funds deposited into the General Revenue Fund under the provisions of parts b and c above, the Comptroller of Public Accounts shall transfer said funds to the Public Finance Authority to create an escrow fund for the purpose of defeasing all, or a portion of the General Obligation Bonds issued by the Texas Finance Authority for the state's participation in the Superconducting Supercollider Project. The Texas Public Finance Authority is authorized to create a bond escrow fund and interest and sinking fund and to transfer funds provided by this provision between bond funds for the purpose of defeasing and making debt service payments on the outstanding General Obligation Bonds described in this provision.

2. **Authorization to Enter into Contracts.** It is the intent of the legislature that the National Research Laboratory Commission actively pursue contractual agreements with other entities regarding the use or purchase of the assets and facilities under the control of the Commission. All funds collected by the Commission through such contracts are hereby appropriated and may be used for the maintenance of the equipment and facilities under the control of the Commission.

Sec. 32. **Ethics Policy.**

a. None of the funds appropriated by this Act may be expended by an institution of higher education until its governing board has filed with the Texas Higher Education Coordinating Board an ethics policy which has been adopted by the board of regents. The ethics policy shall apply to the board of regents and its staff, the administration, staff, and faculty of the institutions under the board's governance.

b. The ethics policy adopted by each board of regents shall include specific provisions regarding sexual harassment.

Sec. 33. **Performance Contracting.** In accordance with Article 51.927, Education Code, the Legislature encourages institutions of higher education to engage in contracts for energy conservation measures to reduce energy consumption or operating costs of institutional facilities. Institutions are further encouraged to engage in multi-campus projects. It is the intent of the Legislature that energy savings accrued from these projects will not be reduced from subsequent

utility appropriations and will be available until debt service of these projects is completed. The Higher Education Coordinating Board shall establish guidelines and approve such performance contracts.

Sec. 34. **Proportionality and Optional Retirement Program Contribution Offsets.** Out of the general revenue funds specifically appropriated by those strategies titled "Retirement Contribution Adjustments", the University of Texas System Office, the Texas A&M System Office, the University of Houston System Office, the Lamar System Office, the Texas State University System Office, East Texas State University, Midwestern State University, University of North Texas, University of North Texas Health Science Center, Stephen F. Austin University, Texas Southern University, Texas Tech University, Texas Woman's University, and Texas State Technical College, are authorized to replace those amounts that are paid by each institution or system office for:

(a) Teacher Retirement System (TRS) and Optional Retirement Program (ORP) employer contributions associated with salaries funded by educational and general sources, as required by Section 155, Article IX of this Act, and

(b) employer contribution supplements associated with the ORP contribution rate reduction implemented by this Act.

Notwithstanding other provisions of this Act, East Texas State University shall transfer the appropriate funds to East Texas State University - Texarkana, and Texas Tech University shall transfer the appropriate funds to the Texas Tech Health Science Center.

Notwithstanding other provisions of this Act, each system office shall transfer the appropriate funds to its components to implement this provision.

The Texas State Technical College shall transfer the appropriate funds designated for the Texas State Technical College - Amarillo to Amarillo College to implement this provision.

The Higher Education Coordinating Board shall transfer the appropriate funds to public community and junior colleges to implement this provision.

System offices or institutions of higher education shall report to the Legislative Budget Board and the Governor's Office of Budget and Planning the aforementioned TRS and ORP contributions paid by each institution. The reports shall be submitted in a manner and at a time specified jointly by the two offices.

Sec. 35. **Telecommunications Infrastructure.** Contingent upon passage of HB 2128, or similar legislation, funding to all public institutions and agencies of higher education for: telecommunications equipment and infrastructure needed for distance learning, library information sharing, and telemedicine services; telecommunications training of faculty and staff; development of distance learning materials and curriculum; and other related telecommunications projects and initiatives shall be provided from the Telecommunications Infrastructure Fund. Any general revenue funding provided for such items shall be reduced accordingly.

Sec. 36. **Driscoll Children's Hospital.** No funds appropriated to a health-related institution of higher education shall be used to replace or duplicate the Driscoll Children's Hospital in caring for children with special health-care needs, including pediatric cardiovascular diseases or in assuming the direct care of those children. It is legislative intent that this rider language not restrict the traditional referral patterns, utilized by physicians to refer patients to health-related institutions.

Sec. 37. **Participation in Drug Development Research Projects.** A public university may not expend funds appropriated by this Act, including appropriations of grants or gifts, to conduct a drug development research protocol involving a person who is receiving mental health services under a protective custody order, pursuant to Chapter 574, Health and Safety Code. This rider is not intended to limit or prohibit provisions for treatment established under Section 576.022, Health and Safety Code.

RECAPITULATION - ARTICLE III
AGENCIES OF EDUCATION
(General Revenue)

	For the Years Ending August 31, 1996	August 31, 1997
Education Agency, Central	$ 8,792,978,843	$ 8,698,868,118
Rider Appropriations	6,000,000	
Contingency Appropriations	-305,000,000	
Total	8,493,978,843	8,698,868,118
Proprietary Schools		
Blind and Visually Impaired, School for the	10,119,161	9,319,648
Contingency Appropriations	87,021	176,653
Total	10,206,182	9,496,301
Deaf, School for the	12,818,559	12,771,763
Contingency Appropriations	141,568	287,382
Total	12,960,127	13,059,145
Teacher Retirement System and Optional Retirement Program	1,076,325,052	1,142,473,865
Group Insurance Contributions, Higher Education Employees	243,085,813	243,085,813
Higher Education Coordinating Board	199,226,240	135,532,315
Rider Appropriations	435,333	398,400
Contingency Appropriations	854,226	1,789,876
Total	200,515,799	137,720,591
Higher Education Fund	225,000,000	225,000,000
The University of Texas System: System Administration	46,178,886	46,178,886
Available University Fund		
The University of Texas at Arlington	63,908,803	64,323,678
The University of Texas at Austin	194,553,616	195,445,435
The University of Texas at Dallas	33,853,045	33,518,870
The University of Texas at El Paso	44,235,325	44,952,292
The University of Texas - Pan American	31,434,217	32,401,648
The University of Texas at Brownsville	10,365,592	10,758,217
The University of Texas of the Permian Basin	8,688,206	8,606,658
The University of Texas at San Antonio	39,736,028	40,675,157
The University of Texas at Tyler	12,366,137	11,145,562
Texas A&M University System: Administrative and General Offices	9,257,067	9,257,067
Contingency Appropriations		2,000,000
Total	9,257,067	11,257,067
Texas A&M University	175,164,211	175,127,272
Texas A&M University at Galveston	6,839,735	6,845,705
Prairie View A&M University	18,469,685	18,461,655
Tarleton State University	16,549,115	15,216,349
Texas A&M University - Corpus Christi	23,380,699	24,150,585
Texas A&M University - Kingsville	21,838,411	22,254,611

RECAPITULATION - ARTICLE III
AGENCIES OF EDUCATION
(General Revenue)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Texas A&M International University	14,362,258	16,386,914
West Texas A&M University	17,467,337	17,454,189
East Texas State University	20,267,118	20,358,685
East Texas State University at Texarkana	3,485,583	3,481,519
University of Houston System Administration	3,896,690	3,896,690
University of Houston	106,334,129	105,808,737
University of Houston - Clear Lake	17,663,465	17,743,590
University of Houston - Downtown	13,010,669	13,156,746
University of Houston - Victoria	4,655,416	4,660,968
Lamar University System Office	724,260	724,260
Lamar University - Beaumont	26,758,302	26,676,011
Lamar University - Orange	2,967,237	2,971,455
Lamar University - Port Arthur	4,457,300	4,512,885
Midwestern State University	15,759,418	12,759,098
University of North Texas	69,321,603	69,491,175
Stephen F. Austin State University	30,062,021	29,889,657
Texas Southern University	26,320,974	26,258,283
Texas Tech University	86,314,857	86,107,424
Texas Woman's University	39,095,948	39,097,842
Texas State University System Central Office, Board of Regents	2,458,633	2,458,633
Angelo State University	15,439,318	18,344,845
Sam Houston State University	26,231,131	26,232,946
Southwest Texas State University	47,864,280	46,419,474
Sul Ross State University	9,531,692	12,416,940
Sul Ross State University Rio Grande College	2,821,203	2,824,548
The University of Texas Southwestern Medical Center at Dallas	75,313,084	75,421,618
The University of Texas Medical Branch at Galveston	195,114,008	196,838,559
The University of Texas Health Science Center at Houston	101,158,990	101,206,879
The University of Texas Health Science Center at San Antonio	98,426,888	99,131,840
The University of Texas M. D. Anderson Cancer Center	108,680,664	109,848,843
The University of Texas Health Center at Tyler	20,931,238	21,067,979
Texas A&M University Health Science Center	16,013,040	16,013,040
University of North Texas Health Science Center at Fort Worth	29,900,198	30,019,686
Texas Tech University Health Sciences Center	59,038,746	57,634,813
Public Community/Junior Colleges	588,206,200	586,317,259
Texas State Technical College System Administration	954,221	954,221
Texas State Technical College - Amarillo	669,599	9,599
Texas State Technical College - Harlingen	10,326,847	10,402,460
Texas State Technical College - Sweetwater	7,034,636	6,912,761
Texas State Technical College - Waco	18,623,531	18,729,444
Agricultural Experiment Station, Texas	39,349,078	39,349,078
Agricultural Extension Service, Texas	34,020,701	34,020,701
Texas Engineering Experiment Station	7,125,750	7,125,750
Texas Transportation Institute	2,786,674	2,786,674

RECAPITULATION - ARTICLE III
AGENCIES OF EDUCATION
(General Revenue)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Texas Engineering Extension Service	4,330,227	3,501,146
Texas Forest Service	10,043,836	10,043,836
Contingency Appropriations	1,500,000	1,500,000
Total	11,543,836	11,543,836
Animal Damage Control Service	2,571,621	2,571,621
Texas Veterinary Medical Diagnostic Laboratory	2,794,496	2,794,496
Food and Fibers Commission	1,494,274	1,494,274
Reductions in Appropriations: Higher Education Retirement Programs	-60,094,735	-60,094,735
Subtotal, Education	$ 13,002,475,248	$ 13,216,758,836
Retirement and Group Insurance	6,695,881	6,779,643
Social Security	173,400,953	177,079,425
Subtotal, Employee Benefits	$ 180,096,834	$ 183,859,068
Bond Debt Service Payments	13,882,158	13,870,335
Lease Payments	5,456,919	5,448,554
Subtotal, Debt Service	$ 19,339,077	$ 19,318,889
TOTAL, ARTICLE III - Agencies of Education	$ 13,201,911,159	$ 13,419,936,793

RECAPITULATION - ARTICLE III
AGENCIES OF EDUCATION
(General Revenue - Consolidated)

	For the Years Ending August 31, 1996	August 31, 1997
Education Agency, Central	$ 6,079,244	$ 6,029,815
Rider Appropriations	873,768	873,769
Total	6,953,012	6,903,584
Proprietary Schools	2,304,941	2,301,683
Blind and Visually Impaired, School for the		
Deaf, School for the		
Teacher Retirement System and Optional Retirement Program		
Group Insurance Contributions, Higher Education Employees		
Higher Education Coordinating Board	995,652	995,652
Higher Education Fund		
The University of Texas System: System Administration		
Available University Fund		
The University of Texas at Arlington		
The University of Texas at Austin		
The University of Texas at Dallas		
The University of Texas at El Paso		
The University of Texas - Pan American		
The University of Texas at Brownsville		
The University of Texas of the Permian Basin		
The University of Texas at San Antonio		
The University of Texas at Tyler		
Texas A&M University System: Administrative and General Offices		
Texas A&M University		
Texas A&M University at Galveston		
Prairie View A&M University		
Tarleton State University		
Texas A&M University - Corpus Christi		
Texas A&M University - Kingsville		
Texas A&M International University		
West Texas A&M University		
East Texas State University		
East Texas State University at Texarkana		
University of Houston System Administration		
University of Houston		
University of Houston - Clear Lake		
University of Houston - Downtown		
University of Houston - Victoria		
Lamar University System Office		
Lamar University - Beaumont		
Lamar University - Orange		
Lamar University - Port Arthur		
Midwestern State University		
University of North Texas		
Stephen F. Austin State University		
Texas Southern University		
Texas Tech University		

RECAPITULATION - ARTICLE III
AGENCIES OF EDUCATION
(General Revenue - Consolidated)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Texas Woman's University		
Texas State University System Central Office, Board of Regents		
Angelo State University		
Sam Houston State University	2,219,936	2,219,936
Southwest Texas State University		
Sul Ross State University		
Sul Ross State University Rio Grande College		
The University of Texas Southwestern Medical Center at Dallas		
The University of Texas Medical Branch at Galveston		
The University of Texas Health Science Center at Houston		
The University of Texas Health Science Center at San Antonio		
The University of Texas M. D. Anderson Cancer Center		
The University of Texas Health Center at Tyler		
Texas A&M University Health Science Center		
University of North Texas Health Science Center at Fort Worth		
Texas Tech University Health Sciences Center		
Public Community/Junior Colleges		
Texas State Technical College System Administration		
Texas State Technical College - Amarillo		
Texas State Technical College - Harlingen		
Texas State Technical College - Sweetwater		
Texas State Technical College - Waco		
Agricultural Experiment Station, Texas	315,000	315,000
Rider Appropriations	136,948	56,772
Total	451,948	371,772
Agricultural Extension Service, Texas		
Texas Engineering Experiment Station	1,790,000	1,790,000
Texas Transportation Institute	415,945	415,945
Texas Engineering Extension Service	712,283	747,897
Texas Forest Service		
Animal Damage Control Service		
Texas Veterinary Medical Diagnostic Laboratory		
Food and Fibers Commission		
Reductions in Appropriations: Higher Education Retirement Programs		
Subtotal, Education	$ 15,843,717	$ 15,746,469
Retirement and Group Insurance	797,096	810,273
Social Security	520,739	532,066
Subtotal, Employee Benefits	$ 1,317,835	$ 1,342,339

RECAPITULATION - ARTICLE III
AGENCIES OF EDUCATION
(General Revenue - Consolidated)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Bond Debt Service Payments		
Lease Payments		
Subtotal, Debt Service	$	$
TOTAL, ARTICLE III - Agencies of Education	$ 17,161,552	$ 17,088,808

RECAPITULATION - ARTICLE III
AGENCIES OF EDUCATION
(Federal Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Education Agency, Central	$ 1,502,042,403	$ 1,512,147,589
Proprietary Schools	766,308	766,448
Blind and Visually Impaired, School for the	635,987	595,012
Deaf, School for the	474,466	299,473
Teacher Retirement System and Optional Retirement Program		
Group Insurance Contributions, Higher Education Employees		
Higher Education Coordinating Board	52,216,989	52,216,989
Higher Education Fund		
The University of Texas System: System Administration		
Available University Fund		
The University of Texas at Arlington		
The University of Texas at Austin		
The University of Texas at Dallas		
The University of Texas at El Paso		
The University of Texas - Pan American		
The University of Texas at Brownsville		
The University of Texas of the Permian Basin		
The University of Texas at San Antonio		
The University of Texas at Tyler		
Texas A&M University System: Administrative and General Offices		
Texas A&M University		
Texas A&M University at Galveston		
Prairie View A&M University		
Tarleton State University		
Texas A&M University - Corpus Christi		
Texas A&M University - Kingsville		
Texas A&M International University		
West Texas A&M University		
East Texas State University		
East Texas State University at Texarkana		
University of Houston System Administration		
University of Houston		
University of Houston - Clear Lake		
University of Houston - Downtown		
University of Houston - Victoria		
Lamar University System Office		
Lamar University - Beaumont		
Lamar University - Orange		
Lamar University - Port Arthur		
Midwestern State University		
University of North Texas		
Stephen F. Austin State University		
Texas Southern University		
Texas Tech University		
Texas Woman's University		
Texas State University System Central Office, Board of Regents		
Angelo State University		

RECAPITULATION - ARTICLE III
AGENCIES OF EDUCATION
(Federal Funds)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Sam Houston State University		
Southwest Texas State University		
Sul Ross State University		
Sul Ross State University Rio Grande College		
The University of Texas Southwestern Medical Center at Dallas		
The University of Texas Medical Branch at Galveston		
The University of Texas Health Science Center at Houston		
The University of Texas Health Science Center at San Antonio		
The University of Texas M. D. Anderson Cancer Center		
The University of Texas Health Center at Tyler		
Texas A&M University Health Science Center		
University of North Texas Health Science Center at Fort Worth		
Texas Tech University Health Sciences Center		
Public Community/Junior Colleges		
Texas State Technical College System Administration		
Texas State Technical College - Amarillo		
Texas State Technical College - Harlingen		
Texas State Technical College - Sweetwater		
Texas State Technical College - Waco		
Agricultural Experiment Station, Texas	6,133,651	6,133,651
Agricultural Extension Service, Texas	9,813,461	9,813,461
Texas Engineering Experiment Station	13,900,000	13,900,000
Texas Transportation Institute	1,972,895	1,972,895
Texas Engineering Extension Service	4,316,434	4,532,256
Texas Forest Service	2,447,000	2,447,000
Animal Damage Control Service		
Texas Veterinary Medical Diagnostic Laboratory		
Food and Fibers Commission	205,000	405,698
Reductions in Appropriations: Higher Education Retirement Programs		
Subtotal, Education	$ 1,594,924,594	$ 1,605,230,472
Retirement and Group Insurance	2,578,738	2,621,310
Social Security	1,682,388	1,718,982
Subtotal, Employee Benefits	$ 4,261,126	$ 4,340,292
Bond Debt Service Payments		
Lease Payments		
Subtotal, Debt Service	$	$
TOTAL, ARTICLE III - Agencies of Education	$ 1,599,185,720	$ 1,609,570,764

RECAPITULATION - ARTICLE III
AGENCIES OF EDUCATION
(Other Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Education Agency, Central	$ 433,492,442	$ 430,687,278
Proprietary Schools		
Blind and Visually Impaired, School for the	651,569	651,569
Deaf, School for the	1,200,053	1,200,053
Teacher Retirement System and Optional Retirement Program		
Group Insurance Contributions, Higher Education Employees		
Higher Education Coordinating Board	5,964,170	5,933,167
Rider Appropriations	3,620,000	
Total	9,584,170	5,933,167
Higher Education Fund		
The University of Texas System: System Administration		
Available University Fund	242,214,514	242,361,661
The University of Texas at Arlington	22,764,318	23,686,157
The University of Texas at Austin	88,133,048	89,932,273
The University of Texas at Dallas	10,831,348	11,173,760
The University of Texas at El Paso	15,608,884	16,315,576
The University of Texas - Pan American	10,863,902	11,493,619
The University of Texas at Brownsville	1,077,542	1,137,875
The University of Texas of the Permian Basin	1,485,218	1,571,256
The University of Texas at San Antonio	14,929,152	15,641,734
The University of Texas at Tyler	2,508,517	2,651,361
Texas A&M University System: Administrative and General Offices		
Texas A&M University	54,830,742	56,686,658
Texas A&M University at Galveston	3,024,282	3,074,497
Prairie View A&M University	6,702,784	6,925,457
Tarleton State University	5,621,178	5,926,930
Texas A&M University - Corpus Christi	2,999,815	3,173,092
Texas A&M University - Kingsville	6,606,485	6,928,812
Texas A&M International University	1,146,363	1,204,657
West Texas A&M University	5,538,128	5,808,599
East Texas State University	6,994,959	7,346,568
East Texas State University at Texarkana	884,657	930,169
University of Houston System Administration		
University of Houston	43,035,856	44,113,814
University of Houston - Clear Lake	6,463,442	6,684,286
University of Houston - Downtown	5,536,886	5,799,297
University of Houston - Victoria	771,591	813,073
Lamar University System Office		
Lamar University - Beaumont	7,762,723	8,158,209
Lamar University - Orange	905,469	962,676
Lamar University - Port Arthur	1,538,433	1,636,633
Midwestern State University	4,514,461	4,768,173
University of North Texas	25,318,632	26,389,188
Stephen F. Austin State University	11,635,420	12,283,346
Texas Southern University	13,533,119	14,001,433
Texas Tech University	28,799,563	29,697,791

RECAPITULATION - ARTICLE III
AGENCIES OF EDUCATION
(Other Funds)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Texas Woman's University	8,922,504	9,310,263
Texas State University System Central Office, Board of Regents		
Angelo State University	5,165,750	5,458,455
Sam Houston State University	11,855,198	12,479,379
Southwest Texas State University	17,464,922	18,425,611
Sul Ross State University	2,062,406	2,177,325
Sul Ross State University Rio Grande College	380,056	404,651
The University of Texas Southwestern Medical Center at Dallas	28,184,296	28,186,471
The University of Texas Medical Branch at Galveston	195,045,358	195,465,783
The University of Texas Health Science Center at Houston	21,801,468	21,903,775
The University of Texas Health Science Center at San Antonio	20,490,946	20,390,231
The University of Texas M. D. Anderson Cancer Center	298,699,263	298,699,263
The University of Texas Health Center at Tyler	30,907,091	30,615,680
Texas A&M University Health Science Center	1,194,344	1,194,507
University of North Texas Health Science Center at Fort Worth	3,643,214	3,613,610
Texas Tech University Health Sciences Center	4,334,673	4,478,525
Public Community/Junior Colleges		
Texas State Technical College System Administration	99,390	99,390
Texas State Technical College - Amarillo		
Texas State Technical College - Harlingen	1,537,776	1,537,776
Texas State Technical College - Sweetwater	568,682	581,540
Texas State Technical College - Waco	2,248,076	2,246,724
Agricultural Experiment Station, Texas	5,056,127	5,056,127
Rider Appropriations	20,000	
Total	5,076,127	5,056,127
Agricultural Extension Service, Texas	5,760,083	5,760,083
Rider Appropriations	70,000	
Total	5,830,083	5,760,083
Texas Engineering Experiment Station	15,094,927	15,094,927
Texas Transportation Institute	15,928,270	15,928,270
Texas Engineering Extension Service	17,882,437	18,781,928
Texas Forest Service	2,809,271	2,659,271
Animal Damage Control Service		
Texas Veterinary Medical Diagnostic Laboratory	4,278,456	4,278,456
Food and Fibers Commission	2,406,254	2,430,216
Reductions in Appropriations: Higher Education Retirement Programs		
Subtotal, Education	$ 1,823,420,903	$ 1,835,008,934

RECAPITULATION - ARTICLE III
AGENCIES OF EDUCATION
(Other Funds)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Retirement and Group Insurance	770,634	781,784
Social Security	33,685,579	34,426,384
Subtotal, Employee Benefits	$ 34,456,213	$ 35,208,168
Bond Debt Service Payments		
Lease Payments		
Subtotal, Debt Service	$	$
TOTAL, ARTICLE III - Agencies of Education	$ 1,857,877,116	$ 1,870,217,102

RECAPITULATION - ARTICLE III
AGENCIES OF EDUCATION
(All Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Education Agency, Central	$ 10,734,592,932	$ 10,647,732,800
Rider Appropriations	6,873,768	873,769
Contingency Appropriations	-305,000,000	
Total	10,436,466,700	10,648,606,569
Proprietary Schools	3,071,249	3,068,131
Blind and Visually Impaired, School for the	11,406,717	10,566,229
Contingency Appropriations	87,021	176,653
Total	11,493,738	10,742,882
Deaf, School for the	14,493,078	14,271,289
Contingency Appropriations	141,568	287,382
Total	14,634,646	14,558,671
Teacher Retirement System and Optional Retirement Program	1,076,325,052	1,142,473,865
Group Insurance Contributions, Higher Education Employees	243,085,813	243,085,813
Higher Education Coordinating Board	258,403,051	194,678,123
Rider Appropriations	4,055,333	398,400
Contingency Appropriations	854,226	1,789,876
Total	263,312,610	196,866,399
Higher Education Fund	225,000,000	225,000,000
The University of Texas System: System Administration	46,178,886	46,178,886
Available University Fund	242,214,514	242,361,661
The University of Texas at Arlington	86,673,121	88,009,835
The University of Texas at Austin	282,686,664	285,377,708
The University of Texas at Dallas	44,684,393	44,692,630
The University of Texas at El Paso	59,844,209	61,267,868
The University of Texas - Pan American	42,298,119	43,895,267
The University of Texas at Brownsville	11,443,134	11,896,092
The University of Texas of the Permian Basin	10,173,424	10,177,914
The University of Texas at San Antonio	54,665,180	56,316,891
The University of Texas at Tyler	14,874,654	13,796,923
Texas A&M University System: Administrative and General Offices	9,257,067	9,257,067
Contingency Appropriations		2,000,000
Total	9,257,067	11,257,067
Texas A&M University	229,994,953	231,813,930
Texas A&M University at Galveston	9,864,017	9,920,202
Prairie View A&M University	25,172,469	25,387,112
Tarleton State University	22,170,293	21,143,279
Texas A&M University - Corpus Christi	26,380,514	27,323,677
Texas A&M University - Kingsville	28,444,896	29,183,423

RECAPITULATION - ARTICLE III
AGENCIES OF EDUCATION
(All Funds)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Texas A&M International University	15,508,621	17,591,571
West Texas A&M University	23,005,465	23,262,788
East Texas State University	27,262,077	27,705,253
East Texas State University at Texarkana	4,370,240	4,411,688
University of Houston System Administration	3,896,690	3,896,690
University of Houston	149,369,985	149,922,551
University of Houston - Clear Lake	24,126,907	24,427,876
University of Houston - Downtown	18,547,555	18,956,043
University of Houston - Victoria	5,427,007	5,474,041
Lamar University System Office	724,260	724,260
Lamar University - Beaumont	34,521,025	34,834,220
Lamar University - Orange	3,872,706	3,934,131
Lamar University - Port Arthur	5,995,733	6,149,518
Midwestern State University	20,273,879	17,527,271
University of North Texas	94,640,235	95,880,363
Stephen F. Austin State University	41,697,441	42,173,003
Texas Southern University	39,854,093	40,259,716
Texas Tech University	115,114,420	115,805,215
Texas Woman's University	48,018,452	48,408,105
Texas State University System Central Office, Board of Regents	2,458,633	2,458,633
Angelo State University	20,605,068	23,803,300
Sam Houston State University	40,306,265	40,932,261
Southwest Texas State University	65,329,202	64,845,085
Sul Ross State University	11,594,098	14,594,265
Sul Ross State University Rio Grande College	3,201,259	3,229,199
The University of Texas Southwestern Medical Center at Dallas	103,497,380	103,608,089
The University of Texas Medical Branch at Galveston	390,159,366	392,304,342
The University of Texas Health Science Center at Houston	122,960,458	123,110,654
The University of Texas Health Science Center at San Antonio	118,917,834	119,522,071
The University of Texas M. D. Anderson Cancer Center	407,379,927	408,548,106
The University of Texas Health Center at Tyler	51,838,329	51,683,659
Texas A&M University Health Science Center	17,207,384	17,207,547
University of North Texas Health Science Center at Fort Worth	33,543,412	33,633,296
Texas Tech University Health Sciences Center	63,373,419	62,113,338
Public Community/Junior Colleges	588,206,200	586,317,259
Texas State Technical College System Administration	1,053,611	1,053,611
Texas State Technical College - Amarillo	669,599	9,599
Texas State Technical College - Harlingen	11,864,623	11,940,236
Texas State Technical College - Sweetwater	7,603,318	7,494,301
Texas State Technical College - Waco	20,871,607	20,976,168
Agricultural Experiment Station, Texas	50,853,856	50,853,856
Rider Appropriations	156,948	56,772
Total	51,010,804	50,910,628

RECAPITULATION - ARTICLE III
AGENCIES OF EDUCATION
(All Funds)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Agricultural Extension Service, Texas	49,594,245	49,594,245
Rider Appropriations	70,000	
Total	49,664,245	49,594,245
Texas Engineering Experiment Station	37,910,677	37,910,677
Texas Transportation Institute	21,103,784	21,103,784
Texas Engineering Extension Service	27,241,381	27,563,227
Texas Forest Service	15,300,107	15,150,107
Contingency Appropriations	1,500,000	1,500,000
Total	16,800,107	16,650,107
Animal Damage Control Service	2,571,621	2,571,621
Texas Veterinary Medical Diagnostic Laboratory	7,072,952	7,072,952
Food and Fibers Commission	4,105,528	4,330,188
Reductions in Appropriations: Higher Education Retirement Programs	-60,094,735	-60,094,735
Subtotal, Education	$ 16,436,664,462	$ 16,672,744,711
Retirement and Group Insurance	10,842,349	10,993,010
Social Security	209,289,659	213,756,857
Subtotal, Employee Benefits	$ 220,132,008	$ 224,749,867
Bond Debt Service Payments	13,882,158	13,870,335
Lease Payments	5,456,919	5,448,554
Subtotal, Debt Service	$ 19,339,077	$ 19,318,889
TOTAL, ARTICLE III - Agencies of Education	$ 16,676,135,547	$ 16,916,813,467
Number of Positions (FTE)	73,306.0	73,039.5

ARTICLE IV

THE JUDICIARY

Section 1. The several sums of money herein specified, or so much thereby as may be necessary, are appropriated out of any funds in the State Treasury not otherwise appropriated, or out of special funds as indicated, for the support, maintenance, or improvement of the Judiciary and other judicial service units of the state.

SUPREME COURT OF TEXAS

		For the Years Ending August 31, 1996	August 31, 1997
	Out of the General Revenue Fund:		
1.	Appellate Court Operations	$ 3,531,816	$ 3,285,866 & U.B.
	Outcomes:		
	Disposition Rate (as a Percent of Total Cases)	85%	85%
	Outputs:		
	Number of Cases Disposed of by the Court	1,780	1,790
	Efficiencies:		
	Average Time (Days) from Submission to Release of an Opinion	225	225
	Explanatory:		
	Number of Cases Filed	1,620	1,660
2.	Commission on Judicial Efficiency	$ 50,000	$ 50,000
	Grand Total, SUPREME COURT OF TEXAS	$ 3,581,816	$ 3,335,866
Number of Positions (FTE)		63.0	63.0
Schedule of Exempt Positions			
Chief Justice, Group 4		$97,470	$97,470
Justice, Group 4		(8) 94,686	(8) 94,686

1. **National Center for State Courts.** The sum of $217,229 in Fiscal Year 1996 and $230,263 in Fiscal Year 1997, out of Item 1., Appellate Court Operations, shall be paid to the National Center for State Courts. It is the intent of the Legislature that the Supreme Court utilize funds appropriated to provide full funding for the membership assessment on behalf of the Texas Judiciary during the 1996-97 biennium.

2. **Commission on Judicial Efficiency.** Out of the funds appropriated above in Item 2., Commission on Judicial Efficiency, the Supreme Court of Texas, by order of the Chief Justice, shall establish the Commission on Judicial Efficiency. The Commission shall compile and submit to the Seventy-fifth Legislature a report containing findings and recommendations regarding judicial selection, staff diversity within the court system, funding parity, and information technology. The Chief Justice shall consult with the National Center for State Courts, as well as the National Consortium of Task Forces and Commissions on

Racial and Ethnic Bias in the Courts, for the express purpose of securing guidance in the formulation, composition, and mandate of the Commission.

Funds appropriated for this purpose shall be expended for the acquisition of information technologies, salaries and wages, research, public hearings, professional fees and services, and the cost for reproduction of the Commission's final report. Funds for the Commission may not be expended for any other purpose, and the Commission shall expire on January 31, 1997.

COURT OF CRIMINAL APPEALS

		For the Years Ending August 31, 1996	August 31, 1997
1.	Appellate Court Operations	$ 3,307,447	$ 3,096,164 & U.B.
	Outcomes:		
	Disposition rate for PDR's which are granted	60%	60%
	Disposition rate for death penalty cases	70%	70%
	Outputs:		
	Number of cases disposed	6,600	6,600
	Efficiencies:		
	Average time (days) from the time petitions for discretionary review are granted until disposition	330	330
	Average time (days) from the time filed to disposition in death penalty cases	1,000	1,000
2.	Judicial Education	$ 4,027,500	$ 4,027,500
	Outcomes:		
	Percent of Judges Trained in Judicial Education Courses	94%	94%
	Grand Total, COURT OF CRIMINAL APPEALS	$ 7,334,947	$ 7,123,664
Method of Financing:			
	General Revenue Fund	$ 3,484,947	$ 3,273,664
	Judicial and Court Personnel Training Fund No. 540	3,850,000	3,850,000
	Total, Method of Financing	$ 7,334,947	$ 7,123,664
Number of Positions (FTE)		65.0	65.0
Schedule of Exempt Positions			
Presiding Judge, Group 4		$97,470	$97,470
Judge, Group 4		(8) 94,686	(8) 94,686

1. **Judicial Education.**

   a. The Court of Criminal Appeals may assign to the Office of Court Administration or to any other agency of the Judicial Branch the necessary administrative and accounting functions for the Judicial and Court Personnel Training Fund appropriation included in this Act to be performed under the direction of the Court of Criminal Appeals in compliance with V.T.C.A., Government Code, Chapter 56. To implement this provision, the Comptroller is authorized to transfer the appropriation from the Court of Criminal Appeals to the Office of Court Administration, or to any other agency of the Judicial Branch, as directed by order of the Court of Criminal Appeals. Of the amount appropriated for Item No. 2, Judicial and Court Personnel Training, $60,000 per year shall be expended for the continuing legal education of judges of county courts performing judicial functions.

   b. None of the funds appropriated above in Item 2., Judicial and Court Personnel Training, in excess of three percent of the appropriated amount in any fiscal year shall be expended for the administration of the judicial education function. For the purposes of this provision, the term administration shall include, but not be limited to, administrative oversight functions, accounting and auditing functions, management studies, performance audits, and other studies initiated by the Court of Criminal Appeals or the Office of Court Administration.

   c. Funds expended by either the Court of Criminal Appeals or the Office of Court Administration, out of the appropriation made above out of the Judicial and Court Personnel Training Fund, for the purpose of conducting management studies, performance audits, or other studies, shall be expended only in accordance with a competitive bidding process.

2. **Limitation, Judicial and Court Personnel Training.** Out of the funds appropriated above for Judicial and Court Personnel Training, $1,000,000 in the first year of the biennium and $1,000,000 in the second year of the biennium may be expended only to provide for the training and continuing legal education of the clerks and other court personnel of the appellate courts, district courts, county courts at law, county courts, justice courts, and municipal courts of this State in accordance with V.T.C.A., Government Code, Section 74.025.

3. **Continuing Education and Technical Assistance for Prosecutors and Criminal Defense Attorneys.**

   a. The Court of Criminal Appeals is authorized to contract with a statewide professional association of prosecuting attorneys whose purposes include providing continuing legal education courses, programs and technical assistance projects for prosecutors and prosecutor office personnel, provided, however, that such contract shall not exceed $700,000 per fiscal year.

   b. The Court of Criminal Appeals is authorized to contract with a statewide professional association of criminal defense attorneys whose purposes include providing continuing legal education courses, programs and technical assistance projects for criminal defense attorneys who regularly represent indigent defendants in criminal matters, provided, however, that such contract shall not exceed $200,000 per fiscal year.

   c. Funds may be expended pursuant to this provision only out of the appropriation made above out of the Judicial and Court Personnel Training Fund No. 540.

4. **Limitation, Judicial Education.** Out of the amounts appropriated above in item 2, Judicial Education, $177,500 in each fiscal year may be expended only for the purpose of providing continuing judicial education courses, programs and technical assistance projects for judges of county courts performing judicial functions. The limitation imposed by this provision shall apply only to that portion of the identified appropriation funded out of the General Revenue Fund as identified in the Method of Financing.

5. **Judicial Education: Reimbursement for Travel Expenses.** Funds appropriated above in Item 2, Judicial Education, for the purposes established in Section 56.003(b) of the Government Code, may be granted only pursuant to a grant contract which provides for the reimbursement of expenses of judges pursuant to the provisions of Section 74.062 of the Government Code. This provision shall not apply to funds granted for the purpose of providing continuing legal education for judges of county courts performing judicial functions.

6. **Implementation of Senate Bill 128.** Out of funds appropriated above, $88,000 in 1996 and $88,000 in 1997 shall be allocated for the implementation of Senate Bill 128, if such Act should become law.

7. **Implementation of Senate Bill 1338.** Out of funds appropriated above, $20,000 in 1996 and $20,000 in 1997 shall be allocated for the implementation of Senate Bill 1338, if such Act should become law.

8. **Implementation of House Bill 1551.** Out of funds appropriated above, $22,500 in 1996 and $22,500 in 1997 shall be allocated for the implementation of House Bill 1551, if such Act should become law.

FIRST COURT OF APPEALS DISTRICT, HOUSTON

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Appellate Court Operations	$ 2,010,368	$ 1,962,085 & U.B.
Outcomes:		
Disposition Rate (as a Percent of Filings)	90.8%	90.8%
Disposition Rate (as a Percent of Total Cases)	72.3%	72.3%
Outputs:		
Number of Cases Disposed	1,150	1,200
Efficiencies:		
Average Time (in Days) Between Filing and Disposition in Civil Cases	290	290
Average Time (days) Between Filing and Disposition in Criminal Cases	420	420

FIRST COURT OF APPEALS DISTRICT, HOUSTON
(Continued)

Explanatory:		
Number of Civil Cases Filed	550	550
Number of Criminal Cases Filed	750	750
Grand Total, FIRST COURT OF APPEALS DISTRICT, HOUSTON	$ 2,010,368	$ 1,962,085
Number of Positions (FTE)	40.0	40.0
Schedule of Exempt Positions		
Chief Justice, Group 4	$90,482	$90,482
Justice, Group 4	(8) 89,952	(8) 89,952

SECOND COURT OF APPEALS DISTRICT, FORT WORTH

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Appellate Court Operations	$ 1,617,463	$ 1,593,656 & U.B.
Outcomes:		
Disposition Rate (as a Percent of Filings)	100.9%	100.9%
Disposition Rate (as a Percent of Total Cases)	53.8%	53.8%
Outputs:		
Number of Cases Disposed	794	794
Efficiencies:		
Average Time (in Days) Between Filing and Disposition in Civil Cases	224.3	224.3
Avg Time (days) Between Filing and Disposition in Criminal Cases	396.7	396.7
Explanatory:		
Number of Civil Cases Filed	300	300
Number of Criminal Cases Filed	547	547
Grand Total, SECOND COURT OF APPEALS DISTRICT, FORT WORTH	$ 1,617,463	$ 1,593,656
Number of Positions (FTE)	32.0	32.0
Schedule of Exempt Positions		
Chief Justice, Group 4	$90,482	$90,482
Justice, Group 4	(6) 89,952	(6) 89,952

THIRD COURT OF APPEALS DISTRICT, AUSTIN

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Appellate Court Operations	$ 1,510,394	$ 1,430,709 & U.B.
Outcomes:		
Disposition Rate (as a Percent of Filings)	102%	102%
Disposition Rate (as a Percent of Total Cases)	57.75%	57.75%
Outputs:		
Number of Cases Disposed	750	750
Efficiencies:		
Average Time (in Days) Between Filing and Disposition in Civil Cases	240	240
Average Time (days) Between Filing and Disposition in Criminal Cases	295	295
Explanatory:		
Number of Civil Cases Filed	390	392
Number of Criminal Cases Filed	294	296
Grand Total, THIRD COURT OF APPEALS DISTRICT, AUSTIN	$ 1,510,394	$ 1,430,709
Number of Positions (FTE)	28.0	28.0
Schedule of Exempt Positions		
Chief Justice, Group 4	$90,482	$90,482
Justice, Group 4	(5) 89,952	(5) 89,952

FOURTH COURT OF APPEALS DISTRICT, SAN ANTONIO

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Appellate Court Operations	$ 1,580,036	$ 1,556,265 & U.B.
Outcomes:		
Disposition Rate (as a Percent of Filings)	95%	95%
Disposition Rate (as a Percent of Total Cases)	58%	58%

FOURTH COURT OF APPEALS DISTRICT, SAN ANTONIO
(Continued)

Outputs:		
Number of Cases Disposed	730	730
Efficiencies:		
Average Time (in Days) Between Filing and Disposition in Civil Cases	260	260
Average Time (days) Between Filing and Disposition in Criminal Cases	300	300
Explanatory:		
Number of Civil Cases Filed	500	550
Number of Criminal Cases Filed	450	500
Grand Total, FOURTH COURT OF APPEALS DISTRICT, SAN ANTONIO	$ 1,580,036	$ 1,556,265
Number of Positions (FTE)	31.0	31.0
Schedule of Exempt Positions		
Chief Justice, Group 4	$90,482	$90,482
Justice, Group 4	(6) 89,952	(6) 89,952

FIFTH COURT OF APPEALS DISTRICT, DALLAS

		For the Years Ending August 31, 1996	August 31, 1997
	Out of the General Revenue Fund:		
1.	Appellate Court Operations	$ 2,876,810	$ 2,838,562 & U.B.
	Outcomes:		
	Disposition Rate (as a Percent of Filings)	88.5%	88.5%
	Disposition Rate (as a Percent of Total Cases)	46%	46%
	Outputs:		
	Number of Cases Disposed	1,735	1,770
	Efficiencies:		
	Average Time (in Days) Between Filing and Disposition in Civil Cases	249	249
	Average Time (days) Between Filing and Disposition in Criminal Cases	499	499
	Explanatory:		
	Number of Civil Cases Filed	705	720
	Number of Criminal Cases Filed	1,370	1,395
	Grand Total, FIFTH COURT OF APPEALS DISTRICT, DALLAS	$ 2,876,810	$ 2,838,562

FIFTH COURT OF APPEALS DISTRICT, DALLAS
(Continued)

Number of Positions (FTE)	53.0	53.0
Schedule of Exempt Positions		
Chief Justice, Group 4	$90,482	$90,482
Justice, Group 4	(12) 89,952	(12) 89,952

SIXTH COURT OF APPEALS DISTRICT, TEXARKANA

		For the Years Ending August 31, 1996	August 31, 1997
	Out of the General Revenue Fund:		
1.	Appellate Court Operations	$ 819,686	$ 767,007 & U.B.
	Outcomes:		
	Disposition Rate (as a Percent of Filings)	81.8%	81.8%
	Disposition Rate (as a Percent of Total Cases)	51.8%	51.8%
	Outputs:		
	Number of Cases Disposed	300	300
	Efficiencies:		
	Average Time (in Days) Between Filing and Disposition in Civil Cases	150	150
	Average Time (days) Between Filing and Disposition in Criminal Cases	225	225
	Explanatory:		
	Number of Civil Cases Filed	85	85
	Number of Criminal Cases Filed	95	95
	Grand Total, SIXTH COURT OF APPEALS DISTRICT, TEXARKANA	$ 819,686	$ 767,007
	Number of Positions (FTE)	15.5	15.5
	Schedule of Exempt Positions		
	Chief Justice, Group 4	$90,482	$90,482
	Justice, Group 4	(2) 89,952	(2) 89,952

SEVENTH COURT OF APPEALS DISTRICT, AMARILLO

		For the Years Ending August 31, 1996	August 31, 1997
	Out of the General Revenue Fund:		
1.	Appellate Court Operations	$ 999,039	$ 924,687 & U.B.
	Outcomes:		
	Disposition Rate (as a Percent of Filings)	96%	96%
	Disposition Rate (as a Percent of Total Cases)	60%	60%
	Outputs:		
	Number of Cases Disposed	449	449
	Efficiencies:		
	Average Time (in Days) Between Filing and Disposition in Civil Cases	300	300
	Average Time (days) Between Filing and Disposition in Criminal Cases	276	276
	Explanatory:		
	Number of Civil Cases Filed	154	154
	Number of Criminal Cases Filed	170	170
	Grand Total, SEVENTH COURT OF APPEALS DISTRICT, AMARILLO	$ 999,039	$ 924,687
	Number of Positions (FTE)	20.0	20.0
	Schedule of Exempt Positions		
	Chief Justice, Group 4	$90,482	$90,482
	Justice, Group 4	(3) 89,952	(3) 89,952

EIGHTH COURT OF APPEALS DISTRICT, EL PASO

		For the Years Ending August 31, 1996	August 31, 1997
	Out of the General Revenue Fund:		
1.	Appellate Court Operations	$ 1,091,069	$ 975,976 & U.B.
	Outcomes:		
	Disposition Rate (as a Percent of Filings)	97.6%	97.6%
	Disposition Rate (as a Percent of Total Cases)	51.5%	51.5%

EIGHTH COURT OF APPEALS DISTRICT, EL PASO
(Continued)

Outputs:		
Number of Cases Disposed	418	468
Efficiencies:		
Average Time (in Days) Between Filing and Disposition in civil cases	217	213
Average Time (days) Between Filing and Disposition in Criminal Cases	361	358
Explanatory:		
Number of Civil Cases Filed	221	213
Number of Criminal Cases Filed	244	245
Grand Total, EIGHTH COURT OF APPEALS DISTRICT, EL PASO	$ 1,091,069	$ 975,976
Number of Positions (FTE)	19.0	19.0
Schedule of Exempt Positions		
Chief Justice, Group 4	$90,482	$90,482
Justice, Group 4	(3) 89,952	(3) 89,952

NINTH COURT OF APPEALS DISTRICT, BEAUMONT

		For the Years Ending August 31, 1996	August 31, 1997
	Out of the General Revenue Fund:		
1.	Appellate Court Operations	$ 809,474	$ 772,669 & U.B.
	Outcomes:		
	Disposition Rate (as a Percent of Filings)	87.3%	87.3%
	Disposition Rate (as a Percent of Total Cases)	53.75%	53.75%
	Outputs:		
	Number of Cases Disposed	325	325
	Efficiencies:		
	Average Time (in Days) Between Filing and Disposition in Civil Cases	290	290
	Average Time (days) Between Filing and Disposition in Criminal Cases	275	275
	Explanatory:		
	Number of Civil Cases Filed	210	210
	Number of Criminal Cases Filed	220	220
	Grand Total, NINTH COURT OF APPEALS DISTRICT, BEAUMONT	$ 809,474	$ 772,669

NINTH COURT OF APPEALS DISTRICT, BEAUMONT
(Continued)

Number of Positions (FTE)	15.0	15.0
Schedule of Exempt Positions		
Chief Justice, Group 4	$90,482	$90,482
Justice, Group 4	(2) 89,952	(2) 89,952

TENTH COURT OF APPEALS DISTRICT, WACO

		For the Years Ending August 31, 1996	August 31, 1997
	Out of the General Revenue Fund:		
1.	Appellate Court Operations	$ 810,560	$ 784,117 & U.B.
	Outcomes:		
	Disposition Rate (as a Percent of Filings)	91.6%	91.6%
	Disposition Rate (as a Percent of Total Cases)	62.8%	62.8%
	Outputs:		
	Number of Cases Disposed	380	380
	Efficiencies:		
	Average Time (in Days) Between Filing and Disposition in Civil Cases	200	200
	Average Time (days) Between Filing and Disposition in Criminal Cases	270	270
	Explanatory:		
	Number of Civil Cases Filed	125	125
	Number of Criminal Cases Filed	100	100
	Grand Total, TENTH COURT OF APPEALS DISTRICT, WACO	$ 810,560	$ 784,117
	Number of Positions (FTE)	15.0	15.0
	Schedule of Exempt Positions		
	Chief Justice, Group 4	$90,482	$90,482
	Justice, Group 4	(2) 89,952	(2) 89,952

ELEVENTH COURT OF APPEALS DISTRICT, EASTLAND

		For the Years Ending August 31, 1996	August 31, 1997
	Out of the General Revenue Fund:		
1.	Appellate Court Operations	$ 808,368	$ 757,669 & U.B.
	Outcomes:		
	Disposition Rate (as a Percent of Filings)	96%	95%
	Disposition Rate (as a Percent of Total Cases)	59%	59%
	Outputs:		
	Number of Cases Disposed	310	310
	Efficiencies:		
	Average Time (in Days) Between Filing and Disposition in Civil Cases	190	190
	Average Time (days) Between Filing and Disposition in Criminal Cases	235	235
	Explanatory:		
	Number of Civil Cases Filed	75	75
	Number of Criminal Cases Filed	80	80
	Grand Total, ELEVENTH COURT OF APPEALS DISTRICT, EASTLAND	$ 808,368	$ 757,669
	Number of Positions (FTE)	16.0	16.0
	Schedule of Exempt Positions		
	Chief Justice, Group 4	$90,482	$90,482
	Justice, Group 4	(2) 89,952	(2) 89,952

TWELFTH COURT OF APPEALS DISTRICT, TYLER

		For the Years Ending August 31, 1996	August 31, 1997
	Out of the General Revenue Fund:		
1.	Appellate Court Operations	$ 785,749	$ 757,286 & U.B.
	Outcomes:		
	Disposition Rate (as a Percent of Filings)	100%	100%
	Disposition Rate (as a Percent of Total Cases)	55%	55%

TWELFTH COURT OF APPEALS DISTRICT, TYLER
(Continued)

Outputs:		
Number of Cases Disposed	300	300
Efficiencies:		
Average Time (in Days) Between Filing and Disposition in Civil Cases	280	280
Average Time (days) Between Filing and Disposition in Criminal Cases	425	425
Explanatory:		
Number of Civil Cases Filed	200	200
Number of Criminal Cases Filed	175	175
Grand Total, TWELFTH COURT OF APPEALS DISTRICT, TYLER	$ 785,749	$ 757,286
Number of Positions (FTE)	14.0	14.0
Schedule of Exempt Positions		
Chief Justice, Group 4	$90,482	$90,482
Justice, Group 4	(2) 89,952	(2) 89,952

THIRTEENTH COURT OF APPEALS DISTRICT, CORPUS CHRISTI

		For the Years Ending August 31, 1996	August 31, 1997
	Out of the General Revenue Fund:		
1.	Appellate Court Operations	$ 1,450,237	$ 1,380,152 & U.B.
	Outcomes:		
	Disposition Rate (as a Percent of Filings)	98%	98%
	Disposition Rate (as a Percent of Total Cases)	49.6%	49.6%
	Outputs:		
	Number of Cases Disposed	660	660
	Efficiencies:		
	Average Time (in Days) Between Filing and Disposition in Civil Cases	290	290
	Average Time (days) Between Filing and Disposition in Criminal Cases	335	335
	Explanatory:		
	Number of Civil Cases Filed	330	330
	Number of Criminal Cases Filed	295	295
	Grand Total, THIRTEENTH COURT OF APPEALS DISTRICT, CORPUS CHRISTI	$ 1,450,237	$ 1,380,152

THIRTEENTH COURT OF APPEALS DISTRICT, CORPUS CHRISTI
(Continued)

Number of Positions (FTE)	27.0	27.0
Schedule of Exempt Positions		
Chief Justice, Group 4	$90,482	$90,482
Justice, Group 4	(5) 89,952	(5) 89,952

FOURTEENTH COURT OF APPEALS DISTRICT, HOUSTON

		For the Years Ending August 31, 1996	August 31, 1997
	Out of the General Revenue Fund:		
1.	Appellate Court Operations	$ 2,010,868	$ 1,962,583 & U.B.
	Outcomes:		
	Disposition Rate (as a Percent of Filings)	83%	83%
	Disposition Rate (as a Percent of Total Cases)	50%	50%
	Outputs:		
	Number of Cases Disposed	1,200	1,300
	Efficiencies:		
	Average Time (in Days) Between Filing and Disposition in Civil Cases	325	300
	Average Time (days) Between Filing and Disposition in Criminal Cases	415	410
	Explanatory:		
	Number of Civil Cases Filed	580	580
	Number of Criminal Cases Filed	625	625
	Grand Total, FOURTEENTH COURT OF APPEALS DISTRICT, HOUSTON	$ 2,010,868	$ 1,962,583
	Number of Positions (FTE)	39.0	39.0
	Schedule of Exempt Positions		
	Chief Justice, Group 4	$90,482	$90,482
	Justice, Group 4	(8) 89,952	(8) 89,952

OFFICE OF COURT ADMINISTRATION, TEXAS JUDICIAL COUNCIL

		For the Years Ending August 31, 1996	August 31, 1997
1.	Court Administration	$ 843,420	$ 774,244
	Outputs:		
	Monthly activity reports processed	22,500	22,500
	Number of hours required for research projects	100	100
2.	Equalization of the Courts of Appeals Dockets	$ 35,000	$ 35,000 & U.B.
	Outputs:		
	Number of cases transferred by the Supreme Court	400	400
3.	Assistance to the Administrative Judicial Regions	$ 190,927	$ 191,347
	Outputs:		
	Number of assignments of visiting judges by the presiding judges	5,285	5,285
4.	Child Support Enforcement Assistance	$ 50,135	$ 50,135
5.	Title IV-D Masters and Assistants Program	$ 3,176,468	$ 3,176,468
	Grand Total, OFFICE OF COURT ADMINISTRATION, TEXAS JUDICIAL COUNCIL	$ 4,295,950	$ 4,227,194
Method of Financing:			
	General Revenue Fund	$ 944,382	$ 875,626
	Criminal Justice Grants	100,000	100,000
	Appropriated Receipts	2,100	2,100
	Interagency Contracts	3,249,468	3,249,468
	Total, Method of Financing	$ 4,295,950	$ 4,227,194
Number of Positions (FTE)		83.5	83.5
Schedule of Exempt Positions			
Administrative Director, Group 4		$85,217	$85,217

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

OFFICE OF COURT ADMINISTRATION, TEXAS JUDICIAL COUNCIL
(Continued)

	1996	1997
Out of the General Revenue Fund:		
a. Acquisition of Information Resource Technologies		
(1) Computer Equipment and Related Software	$ 68,890	$ U.B.
Total, Capital Budget	$ 68,890	$ U.B.

2. **Restriction, Assistance to the Administrative Judicial Regions.** Funds appropriated in Item 3., Assistance to the Administrative Judicial Regions, may be used only for the payment of salaries of administrative assistants employed by the presiding judges of the Administrative Judicial Regions pursuant to Article 200a, V.A.C.S., as amended. The salaries paid the administrative assistants may be supplemented from sources other than appropriations provided by this Act.

OFFICE OF THE STATE PROSECUTING ATTORNEY

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Representation of the State Before the Court of Criminal Appeals	$ 335,992	$ 333,292
Outcomes:		
Motions for rehearing granted by the Court of Criminal Appeals	5	5
Petitions for discretionary review granted by the Court of Criminal Appeals	15	15
Outputs:		
Motions for rehearing filed in the Court of Criminal Appeals by the State Prosecuting Attorney	35	35
Petitions for discretionary review filed by the State Prosecuting Attorney	40	40
Grand Total, OFFICE OF THE STATE PROSECUTING ATTORNEY	$ 335,992	$ 333,292
Number of Positions (FTE)	5.0	5.0
Schedule of Exempt Positions		
State's Attorney, Group 3	$82,209	$82,209

STATE LAW LIBRARY

	For the Years Ending August 31, 1996	August 31, 1997
1. Administration and Operations	$ 757,186	$ 757,186
Outputs:		
New titles catalogued	700	700
Continuations logged	40,000	40,000
Grand Total, STATE LAW LIBRARY	$ 757,186	$ 757,186
Method of Financing:		
General Revenue Fund	$ 702,186	$ 702,186
Appropriated Receipts	43,200	43,200
Interagency Contracts	11,800	11,800
Total, Method of Financing	$ 757,186	$ 757,186
Number of Positions (FTE)	9.0	9.0
Schedule of Exempt Positions		
Director, Group 1	$40,026	$40,026

1. **Computer-based Legal Research Services.** The State Law Library is hereby authorized to enter into interagency contracts with other state agencies and courts for providing a computer based legal research service. The State Law Library shall charge an amount for this service equal to the cost to the library for providing this service.

2. **Fee Schedule, Duplication Services.** The State Law Library shall set a fee schedule for duplication services to the inmates of the Texas Department of Criminal Justice at the same amount per page as charged to the general public.

3. **Use of Private Funds.** Any gifts, donations and grants of private or federal funds made to the State Law Library are hereby authorized and appropriated to the State Law Library for the purposes specified by the donor. In the event that a purpose is not specified by the donor, such funds are hereby appropriated for the purpose of purchasing legal reference materials.

4. **Billing for Services.** The State Law Library is hereby authorized to assess a fee, within guidelines established by the General Services Commission, and bill users for photocopies sent by mail, express mail service or telefacsimile transmission. Bills must be issued at the time of transmission. The State Law Library is also authorized to assess a fee for other types of library services including, but not limited to, a fee for circulation of library materials. Fees collected pursuant to this provision are hereby appropriated to the State Law Library for the purpose of acquiring legal reference materials and services.

5. **Legal Reference Services.** Funds appropriated above may be expended to acquire access to "on-line" computerized legal resource services and other computerized legal reference sources including, but not limited to, CD-ROM materials.

6. **Limitation, Legal Reference Materials.** None of the funds appropriated above may be expended for books or other legal reference materials for the Office of the Attorney General.

COURT REPORTERS CERTIFICATION BOARD

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Examination and Certification	$ 91,000	$ 91,000
Outcomes:		
Percent of complaints resolved resulting in disciplinary action	18%	18%
Percent of licensees with no recent violations	99%	99%
Outputs:		
Number of new licenses during the reporting period	170	170
Number of licenses renewed	1,100	1,800
Number of complaints received	10	10
Number of complaints resolved	9	9
Efficiencies:		
Average licensing cost for individual license	14	14
Average time (Days) for complaint resolution	120	120
Grand Total, COURT REPORTERS CERTIFICATION BOARD	$ 91,000	$ 91,000
Number of Positions (FTE)	2.5	2.5
Schedule of Exempt Positions		
Executive Secretary, Group 1	$36,106	$36,106

1. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

STATE COMMISSION ON JUDICIAL CONDUCT

	For the Years Ending August 31, 1996	August 31, 1997
1. Administration and Enforcement	$ 699,554	$ 690,793
Outcomes:		
Percent of complaints disposed	98.75%	98.75%
Outputs:		
Number of complaints filed	761	813
Number of complaints disposed	706	706
Efficiencies:		
Average number of months required to resolve complaints	5.4	5.4
Grand Total, STATE COMMISSION ON JUDICIAL CONDUCT	$ 699,554	$ 690,793
Method of Financing:		
General Revenue Fund	$ 601,858	$ 593,097
Criminal Justice Grants	97,696	97,696
Total, Method of Financing	$ 699,554	$ 690,793
Number of Positions (FTE)	9.5	9.5
Schedule of Exempt Positions		
Executive Director, Group 3	$82,209	$82,209

1. **Unexpended Balances.** The State Commission on Judicial Conduct is hereby authorized to carry forward unexpended balances from fiscal year 1996 into fiscal year 1997 in an amount not to exceed $50,000.

2. **Commission Member Training.** The Texas Commission on Judicial Conduct shall make arrangements with the Governor's office to provide training for newly appointed members of the Commission regarding responsibilities of office, matters of public policy, and ethics.

JUDICIARY SECTION, COMPTROLLER'S DEPARTMENT

		For the Years Ending August 31, 1996	August 31, 1997
1.	Salaries for District Judges and Criminal District Judges of the existing three-hundred-eighty-seven (387) judicial district courts at $85,217 (1996) and $85,217 (1997); former district judges called to duty as visiting judges per V.T.C.A., Government Code, Section 74.061; and salaries of retired district judges assigned to special juvenile courts or domestic relations courts per Government Code, Section 24.604(f); estimated to be	$ 35,040,486	$ 35,040,486
2.	Expenses of district judges while engaged in the actual performance of their duties whose judicial district is composed of more than one (1) county per Government Code, Section 24.019, not to exceed $1,500 per county	$ 493,500	$ 493,500
3.	Special Judges salaries per Government Code, Section 32.302; per diem for active, retired, and former district judges and statutory county court of law judges serving on assignment and the per diem and expenses for active and retired justices and judges of the Supreme Court, Court of Criminal Appeals, or of a Court of Appeals when holding court out of their district or county when assigned per V.T.C.A., Government Code, Chapter 74; estimated to be	$ 302,000	$ 302,000
4.	Salaries of twenty-three (23) District Attorneys compensated on a salary basis by the State per Government Code, Chapter 43, at $68,174 (1996) and $68,174 (1997)	$ 1,567,989	$ 1,567,989
5.	Salaries of one hundred and nineteen (119) District Attorneys, Criminal District Attorneys and County Attorneys performing the duties of a district attorney that are prohibited from the private practice of law by Government Code, Section 46.002 and are compensated on a salary basis by the State at $85,217 (1996) and $85,217 (1997)	$ 10,140,798	$ 10,140,798
6.	Salary supplementation for two (2) Assistant District Attorneys of the Fifty-third Judicial District (Travis County) per Government Code, Section 43.132, at $2,808 (1996) and $2,808 (1997)	$ 5,616	$ 5,616
7.	Expenses of felony prosecutors while engaged in the actual performance of their duties whose prosecutorial district is composed of more than one (1) county per Government Code Section 43.004, not to exceed $1,500 per county	$ 267,000	$ 267,000
8.	Salaries of two (2) Criminal District Attorneys per Government Code, Sections 44.143 (Collin) and 44.220 (Jackson); and two (2) County Attorneys performing the duties of a district attorney per Government Code, Section 45.154 (Crosby) and 45.175 (Fayette): all at $68,174 (1996) and $68,174 (1997)	$ 272,695	$ 272,695

9.	For the payment of salaries of Assistant District Attorneys, investigators and/or secretarial help and expenses, including travel for these personnel as determined by the District Attorney, Criminal District Attorney and County Attorneys designated in Items No. 4., 5., 8., 11., and 12. Reimbursement shall be limited to expenses for supplies or items which would normally be consumed or utilized within the fiscal year for which the funds in this item are designated. Payments shall not exceed $27,650 per district per year in multi-county districts and $13,650 per district per year in single-county districts and $27,650 for both multi-county and single-county districts for those District Attorneys, Criminal District Attorneys and County Attorneys performing the duties of a district attorney prohibited from the private practice of law per Government Code, Chapter 46; and shall be made available in three equal installments issued on the first day of September, January and May of each fiscal year. These payments shall be made directly to the District Attorney, Criminal District Attorney, or County Attorney for the purposes of disbursement as required by the attorney. The attorney receiving these payments shall be responsible to the Comptroller for accounting for all expenditures of these funds.	$ 3,979,850	$ 3,979,850
10.	Apportionment to fund the operation of the Public Integrity Unit in the District Attorney's Office of the Fifty-third Judicial District (Travis County) for the payment of salaries and other necessary expenses for the operation of the Public Integrity Unit to be used for the investigation and prosecution of motor fuel tax fraud cases; insurance fraud cases; offenses involving an elected or appointed official of state government or an officer or employee of an agency of the state; and offenses relating to state government with respect to which prosecution, jurisdiction and venue, by law, lie in Travis County	$ 1,656,342	$ 1,676,193
	Outcomes:		
	Motor Fuel Tax Restitution Recovered by the Comptroller's Office in Public Integrity Unit Cases During the Reporting Period	100,000	100,000
	Insurance Fraud Restitution Recovered by the State Guaranty Fund or Victims in Public Integrity Unit Cases During the Reporting Period	100,000	100,000
	General Fraud Restitution Recovered in Public Integrity Unit Cases During the Reporting Period	20,000	20,000
11.	Apportionment payable to County Officers Salary Fund in counties where there is a District Attorney per Government Code, Section 43.180 (Harris), and a Criminal District Attorney per Government Code, Section 44.157(f) (Dallas), not receiving a state salary, both pursuant to Government Code, Section 41.201; estimated to be	$ 186,840	$ 186,840

12. Salary apportionment payable to the Officer Salary Fund for a County Attorney performing the duties of a district attorney in Oldham County per Government Code, Section 45.280; estimated to be	$ 19,857	$ 19,857
13. Expenses of witnesses called in criminal proceedings who reside outside of the county where the trial is held pursuant to V.A.C.C.P., Articles 24.28 and 35.27; estimated to be	$ 800,000	$ 800,000
14. RETIRED JUDGES - REGIONS Provide payment to retired JRS members who are assigned to administrative judicial regions as visiting judges. Estimated.	$ 4,728,100	$ 4,728,100
15. RETIRED JUDGES-APPELLATE Provide payment to retired JRS members who are asigned to appellate courts as visiting judges. Estimated.	$ 438,300	$ 438,300
Grand Total, JUDICIARY SECTION, COMPTROLLER'S DEPARTMENT	$ 59,899,373	$ 59,919,224
Method of Financing:		
General Revenue Fund	$ 46,403,031	$ 46,403,031
State Highway Fund No. 006	668,332	688,183
Judicial Fund No. 573	12,000,000	12,000,000
General Revenue - Consolidated (Insurance Taxes and Fees)	828,010	828,010
Total, Method of Financing	$ 59,899,373	$ 59,919,224
Schedule of Exempt Positions		
District Judges and Criminal District Judges (Item 1.), Group 4	(387) $85,217	(387) $85,217
District Attorneys, Criminal District Attorneys, and County Attorneys performing the duties of District Attorney (Items 4. and 8.), Group 3	(27) 68,174	(27) 68,174
District Attorneys, Criminal District Attorneys, and County Attorneys performing the duties of District Attorney, subject to Government Code, Chapter 46 (Item 5.), Group 4	(119) 85,217	(119) 85,217
Assistant District Attorneys, Fifty-third Judicial District (Travis County) (Item 6.)	(2) 2,808	(2) 2,808

1. **Appropriation Source.** Pursuant to V.T.C.A., Government Code, Section 21.006, all revenues to, and fund balances in, the Judicial Fund No. 573 are hereby appropriated to the Judiciary Section, Comptroller's Department. In the event that revenues into Fund No. 573 during a fiscal year exceed the amount identified in the Method of Financing as being appropriated out of Fund No. 573 for that fiscal year the difference shall be appropriated to the Judiciary Section, Comptroller's Department and the General Revenue Fund appropriation for that fiscal year shall be reduced by a like amount.

2. **Appropriation Source, Public Integrity Unit.** Out of the funds appropriated above in Item 10., $1,496,342 in fiscal year 1996 and $1,516,193 in fiscal year 1997 is appropriated specifically to facilitate motor fuel tax fraud and insurance fraud investigations by the Public

Integrity Unit in the District Attorney's Office of the Fifty-third Judicial District. It is the intent of the Legislature that the funds specified in the Method of Financing as being appropriated out of the State Highway Fund No. 006 and the General Revenue Fund - Consolidated be allocated to the appropriation made above in Item 10. In no event shall the amount of general revenue funds allocated and/or granted to the Public Integrity Unit, other than the General Revenue Fund - Consolidated Grants identified in this provision, exceed $160,000 in any fiscal year of the biennium. In no event shall any funds appropriated above out of the Judicial Fund No. 573 be allocated to the Public Integrity Unit.

3. **Appropriation of Receipts, County Court Filing Fees and Court Costs.** The Comptroller of Public Accounts is hereby appropriated all revenues remitted to the state pursuant to V.T.C.A., Government Code, Section 51.702(d), (Section 67, House Bill 66, Seventy-second Legislature, Regular Session), for the purpose of making payments to counties eligible for compensation pursuant to V.T.C.A., Government Code, Section 25.0015. The amount of payment made to an eligible county pursuant to this provision shall not exceed $25,000 for each statutory county court judge in that county who meets the criteria established in V.T.C.A., Government Code, Section 25.0015(a).

   In the event that the aggregate amount of revenue remitted to the state pursuant to Section 51.702(d) during a state fiscal year exceeds the aggregate amount of payments made to counties pursuant to Section 25.0015 for that fiscal year the excess amount is hereby appropriated to the Comptroller of Public Accounts for the purpose of remittance to counties pursuant to V.T.C.A., Government Code, Section 25.0016.

4. **Contingency Appropriation, 385th District Court.** Contingent upon preclearance through the U.S. Justice Department or the U.S. District Court for the District of Columbia, and pursuant to H.B. 171, Seventy-third Legislature, Regular Session, $85,217 in each year of the biennium out of Item 1 above is appropriated to fund the salary of the district judge for the 385th District Court.

5. **Salary Limitation, District Judges.** Funds appropriated above in Item 1 shall be expended for the payment of the state salary for each district judge. However, in no event shall the aggregate, excluding any county supplement, of the state paid salary and any service retirement annuity paid pursuant to Government Code Chapter 834 exceed the base salary for any district court judge during any twelve month period. If a district judge draws a salary as a district judge and a retirement annuity pursuant to Government Code Chapter 834, and the combined amounts exceed the annual base salary for a district judge, the amount expended out of Item 1 for the state salary of that district judge shall be reduced by an amount which will bring the total amount received by the judge to the base salary paid a district judge for a twelve month period. This provision does not apply to either retired or former judges or justices called to duty as visiting judges pursuant to Government Code Chapters 74 and 75 and Section 24.604 of the Government Code.

Retirement and Group Insurance

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: EMPLOYEES RETIREMENT SYSTEM		
A.1.1. Strategy: RETIREMENT CONTRIBUTIONS Provide an actuarially sound level of funding as defined by state law; estimated	$ 1,873,334	$ 1,929,534
A.1.2. Strategy: GROUP INSURANCE Provide a basic health care and life insurance program for general state employees; estimated	$ 3,794,497	$ 3,806,428
A.1.3. Strategy: JUD RETIREMENT, PLAN 2 Maintain an actuarially sound retirement program for state judicial officers; estimated	$ 3,865,849	$ 3,943,166
A.1.4. Strategy: JUD RETIREMENT, PLAN 1 Provide for the payment of JRS-1 Benefits as required by law; estimated	$ 14,071,100	$ 14,071,100
A.1.5. Strategy: JRS-1 REFUNDS Provide for membership refunds under the Judicial Retirement Program, plan one; estimated	$ 99,000	$ 99,000
Total, Goal A: EMPLOYEES RETIREMENT SYSTEM	$ 23,703,780	$ 23,849,228
Grand Total, RETIREMENT AND GROUP INSURANCE	$ 23,703,780	$ 23,849,228
Method of Financing:		
General Revenue Fund, estimated	$ 23,693,058	$ 23,838,369
Other Special State Funds, estimated	10,722	10,859
Total, Method of Financing	$ 23,703,780	$ 23,849,228

Social Security

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: COMPTROLLER - SOCIAL SECURITY		
A.1.1. Strategy: STATE MATCH -- EMPLOYER Provide an employer match for Social Security contributions; estimated	$ 4,867,368	$ 5,013,389

Social Security
(Continued)

A.1.2. Strategy: STATE MATCH -- EMPLOYEE Provide the state's contribution for the employee's share for Social Security; estimated	$ 1,254,112	$ 1,254,112
Total, Goal A: COMPTROLLER - SOCIAL SECURITY	$ 6,121,480	$ 6,267,501
Grand Total, SOCIAL SECURITY	$ 6,121,480	$ 6,267,501
Method of Financing:		
General Revenue Fund, estimated	$ 5,157,754	$ 5,278,384
Other Special State Funds, estimated	963,726	989,117
Total, Method of Financing	$ 6,121,480	$ 6,267,501

Lease Payments

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: FINANCE CAPITAL PROJECTS To provide funding to the General Services Commission for payment to Texas Public Finance Authority for the payment of revenue bond debt service requirements.		
A.1.1. Strategy: LEASE PAYMENTS Make lease payments to the Texas Public Finance Authority on facilities financed through the Texas Public Finance Authority.	$ 2,002,650	$ 1,994,528
Grand Total, LEASE PAYMENTS	$ 2,002,650	$ 1,994,528

SPECIAL PROVISIONS - JUDICIARY

Sec. 2. **Limitation, Salary Supplements**. Salary Differential for District Court Judges and Justices of Courts of Appeals. District Court Judges may receive a combined yearly salary rate from state and county sources which does not exceed an amount that is One Thousand Dollars ($1,000) less than the combined yearly salary rate from state and county sources received by Justices of the Courts of Appeals in whose district the District Court is located. Justices of the Courts of Appeals may receive a combined yearly salary rate from state and

county sources which does not exceed the amount that is One Thousand Dollars ($1,000) less than the yearly salary provided in this Act for a Justice of the Supreme Court. In the case of Chief Justices of the Courts of Appeals, the differential shall be Five Hundred Dollars ($500).

In order that the differential set out above be maintained, each District Court Judge and Justice of the Courts of Appeals shall file a sworn statement with the Comptroller of Public Accounts setting forth the yearly amounts to be received from state and county as salary payments during the ensuing fiscal year. Amended statements shall be filed setting forth any change in the salary rate which occurs during a fiscal year.

For the purpose of salary payments by the state, the Comptroller of Public Accounts shall determine from the filed statements that the required salary differential set out above is maintained. In the event a salary is in excess of the One Thousand Dollars ($1,000) differential, the Comptroller is directed to reduce the state's portion of that salary by the amount of excess, except in the case of the Chief Justices in the Courts of Appeals where the differential shall be Five Hundred Dollars ($500).

The appropriations for salaries of District Court Judges and Justices of Courts of Appeals are made contingent upon strict compliance with the provisions of this section and the Comptroller shall have no authority to issue a warrant for salaries which violate these provisions.

Sec. 3. **Public Integrity Unit.** In Item 10., Judiciary Section, Comptroller's Department, warrants shall be drawn as necessary to reimburse the District Attorney of the 53rd Judicial District for salary and expenses previously incurred. The District Attorney shall submit a voucher containing an itemized statement of expenses to substantiate each claim. This appropriation shall be allocated in three equal installments over the fiscal year. Any unencumbered, unexpended balance existing in a previous allocation period may be used in a subsequent period provided that period occurs within the same fiscal year.

Sec. 4. **Restriction, New District Courts.** No new district court may be funded until it has been approved by the commissioner's court of the county or a majority of the counties in that district.

Sec. 5. **Efficient Use of Resources.** The Courts of Appeals shall investigate and implement the most cost effective method of sending notices to the attorneys and parties in matters pending before court.

Sec. 6. **Transferability.** In the event the Chief Justice of the Supreme Court finds that a disparity exists between the workloads of the various courts of appeals, as determined on a per judge basis, the Chief Justice of the Supreme Court is hereby authorized to direct the Comptroller of Public Accounts to transfer appropriations between courts of appeals if the Chief Justice of the Supreme Court has obtained the written consent and approval of the Chief Justice of the court from which funds shall be transferred. The Comptroller of Public Accounts is hereby authorized to carry out the transfer. In no event shall the total appropriation transferred exceed five percent of a courts' appropriation for that fiscal year. In no event shall any transfer be made prior to the third quarter of the fiscal year. For purposes of this provision, the term "workload" may include the total cases disposed by the court, the number of cases filed in the court (adjusting for the number of cases transferred in or out), or other relevant performance measure.

RECAPITULATION - ARTICLE IV
THE JUDICIARY
(General Revenue)

	For the Years Ending August 31, 1996	August 31, 1997
Supreme Court of Texas	$ 3,581,816	$ 3,335,866
Court of Criminal Appeals	3,484,947	3,273,664
Contingency Appropriations	1,000,000	1,000,000
Total	4,484,947	4,273,664
First Court of Appeals District, Houston	2,010,368	1,962,085
Second Court of Appeals District, Fort Worth	1,617,463	1,593,656
Third Court of Appeals District, Austin	1,510,394	1,430,709
Fourth Court of Appeals District, San Antonio	1,580,036	1,556,265
Fifth Court of Appeals District, Dallas	2,876,810	2,838,562
Sixth Court of Appeals District, Texarkana	819,686	767,007
Seventh Court of Appeals District, Amarillo	999,039	924,687
Eighth Court of Appeals District, El Paso	1,091,069	975,976
Ninth Court of Appeals District, Beaumont	809,474	772,669
Tenth Court of Appeals District, Waco	810,560	784,117
Eleventh Court of Appeals District, Eastland	808,368	757,669
Twelfth Court of Appeals District, Tyler	785,749	757,286
Thirteenth Court of Appeals District, Corpus Christi	1,450,237	1,380,152
Fourteenth Court of Appeals District, Houston	2,010,868	1,962,583
Office of Court Administration, Texas Judicial Council	944,382	875,626
State Prosecuting Attorney, Office of the	335,992	333,292
State Law Library	702,186	702,186
Court Reporters Certification Board	91,000	91,000
Commission on Judicial Conduct	601,858	593,097
Judiciary Section, Comptroller's Department	46,403,031	46,403,031
Subtotal, Judiciary	$ 76,325,333	$ 75,071,185
Retirement and Group Insurance	23,693,058	23,838,369
Social Security	5,157,754	5,278,384
Subtotal, Employee Benefits	$ 28,850,812	$ 29,116,753
Lease Payments	2,002,650	1,994,528
TOTAL, ARTICLE IV - The Judiciary	$ 107,178,795	$ 106,182,466

RECAPITULATION - ARTICLE IV
THE JUDICIARY
(General Revenue - Consolidated)

	For the Years Ending August 31, 1996	August 31, 1997
Supreme Court of Texas	$	$
Court of Criminal Appeals		
First Court of Appeals District, Houston		
Second Court of Appeals District, Fort Worth		
Third Court of Appeals District, Austin		
Fourth Court of Appeals District, San Antonio		
Fifth Court of Appeals District, Dallas		
Sixth Court of Appeals District, Texarkana		
Seventh Court of Appeals District, Amarillo		
Eighth Court of Appeals District, El Paso		
Ninth Court of Appeals District, Beaumont		
Tenth Court of Appeals District, Waco		
Eleventh Court of Appeals District, Eastland		
Twelfth Court of Appeals District, Tyler		
Thirteenth Court of Appeals District, Corpus Christi		
Fourteenth Court of Appeals District, Houston		
Office of Court Administration, Texas Judicial Council		
State Prosecuting Attorney, Office of the		
State Law Library		
Court Reporters Certification Board		
Commission on Judicial Conduct		
Judiciary Section, Comptroller's Department	828,010	828,010
Subtotal, Judiciary	$ 828,010	$ 828,010
Retirement and Group Insurance		
Social Security		
Subtotal, Employee Benefits	$	$
Lease Payments		
TOTAL, ARTICLE IV - The Judiciary	$ 828,010	$ 828,010

RECAPITULATION - ARTICLE IV
THE JUDICIARY
(Federal Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Supreme Court of Texas	$	$
Court of Criminal Appeals		
First Court of Appeals District, Houston		
Second Court of Appeals District, Fort Worth		
Third Court of Appeals District, Austin		
Fourth Court of Appeals District, San Antonio		
Fifth Court of Appeals District, Dallas		
Sixth Court of Appeals District, Texarkana		
Seventh Court of Appeals District, Amarillo		
Eighth Court of Appeals District, El Paso		
Ninth Court of Appeals District, Beaumont		
Tenth Court of Appeals District, Waco		
Eleventh Court of Appeals District, Eastland		
Twelfth Court of Appeals District, Tyler		
Thirteenth Court of Appeals District, Corpus Christi		
Fourteenth Court of Appeals District, Houston		
Office of Court Administration, Texas Judicial Council		
State Prosecuting Attorney, Office of the		
State Law Library		
Court Reporters Certification Board		
Commission on Judicial Conduct		
Judiciary Section, Comptroller's Department		
Subtotal, Judiciary	$	$
Retirement and Group Insurance		
Social Security		
Subtotal, Employee Benefits	$	$
Lease Payments		
TOTAL, ARTICLE IV - The Judiciary	$	$

RECAPITULATION - ARTICLE IV
THE JUDICIARY
(Other Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Supreme Court of Texas	$	$
Court of Criminal Appeals	3,850,000	3,850,000
First Court of Appeals District, Houston		
Second Court of Appeals District, Fort Worth		
Third Court of Appeals District, Austin		
Fourth Court of Appeals District, San Antonio		
Fifth Court of Appeals District, Dallas		
Sixth Court of Appeals District, Texarkana		
Seventh Court of Appeals District, Amarillo		
Eighth Court of Appeals District, El Paso		
Ninth Court of Appeals District, Beaumont		
Tenth Court of Appeals District, Waco		
Eleventh Court of Appeals District, Eastland		
Twelfth Court of Appeals District, Tyler		
Thirteenth Court of Appeals District, Corpus Christi		
Fourteenth Court of Appeals District, Houston		
Office of Court Administration, Texas Judicial Council	3,351,568	3,351,568
State Prosecuting Attorney, Office of the		
State Law Library	55,000	55,000
Court Reporters Certification Board		
Commission on Judicial Conduct	97,696	97,696
Judiciary Section, Comptroller's Department	12,668,332	12,688,183
Subtotal, Judiciary	$ 20,022,596	$ 20,042,447
Retirement and Group Insurance	10,722	10,859
Social Security	963,726	989,117
Subtotal, Employee Benefits	$ 974,448	$ 999,976
Lease Payments		
TOTAL, ARTICLE IV - The Judiciary	$ 20,997,044	$ 21,042,423

RECAPITULATION - ARTICLE IV
THE JUDICIARY
(All Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Supreme Court of Texas	$ 3,581,816	$ 3,335,866
Court of Criminal Appeals	7,334,947	7,123,664
Contingency Appropriations	1,000,000	1,000,000
Total	8,334,947	8,123,664
First Court of Appeals District, Houston	2,010,368	1,962,085
Second Court of Appeals District, Fort Worth	1,617,463	1,593,656
Third Court of Appeals District, Austin	1,510,394	1,430,709
Fourth Court of Appeals District, San Antonio	1,580,036	1,556,265
Fifth Court of Appeals District, Dallas	2,876,810	2,838,562
Sixth Court of Appeals District, Texarkana	819,686	767,007
Seventh Court of Appeals District, Amarillo	999,039	924,687
Eighth Court of Appeals District, El Paso	1,091,069	975,976
Ninth Court of Appeals District, Beaumont	809,474	772,669
Tenth Court of Appeals District, Waco	810,560	784,117
Eleventh Court of Appeals District, Eastland	808,368	757,669
Twelfth Court of Appeals District, Tyler	785,749	757,286
Thirteenth Court of Appeals District, Corpus Christi	1,450,237	1,380,152
Fourteenth Court of Appeals District, Houston	2,010,868	1,962,583
Office of Court Administration, Texas Judicial Council	4,295,950	4,227,194
State Prosecuting Attorney, Office of the	335,992	333,292
State Law Library	757,186	757,186
Court Reporters Certification Board	91,000	91,000
Commission on Judicial Conduct	699,554	690,793
Judiciary Section, Comptroller's Department	59,899,373	59,919,224
Subtotal, Judiciary	$ 97,175,939	$ 95,941,642
Retirement and Group Insurance	23,703,780	23,849,228
Social Security	6,121,480	6,267,501
Subtotal, Employee Benefits	$ 29,825,260	$ 30,116,729
Lease Payments	2,002,650	1,994,528
TOTAL, ARTICLE IV - The Judiciary	$ 129,003,849	$ 128,052,899
Number of Positions (FTE)	602.0	602.0

ARTICLE V

PUBLIC SAFETY AND CRIMINAL JUSTICE

Section 1. The several sums of money herein specified, or so much thereby as may be necessary, are appropriated out of any funds in the State Treasury not otherwise appropriated, or out of special funds as indicated, for the support, maintenance, or improvement of the designated public safety and criminal justice agencies.

ADJUTANT GENERAL'S DEPARTMENT

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PROVIDE CAPABLE RESPONSE Provide a professional, fully-trained force capable of responding to federal and state requirements.		
Outcomes:		
Percent of Authorized Military Strength	98.4%	98.2%
Percent/Training Assessments Which Meet/Exceed Federal/State Standards	96%	96%
Percent of Guard Units Receiving Overall Satisfactory on Maintenance Inspections of Equipment	75%	75%
Percent Reduction in Backlog of Maintenance and Repair/Minor Construction General Revenue Funded	11.7%	12.2%
A.1.1. Strategy: MANAGEMENT SUPPORT Provide an effective personnel management program to support an optimal force structure for federal and state missions.	$ 230,000	$ 230,000
Outputs:		
Number of Personnel Retained	2,500	2,100
A.2.1. Strategy: EDUCATION & TRAINING Sustain an effective training program to ensure rapid mobilization and deployment for accomplishment of federal and state missions.	$ 250,000	$ 250,000
Outputs:		
Number of Workdays of Training Site Use	125,000	125,000
A.3.1. Strategy: EQUIPMENT MAINTENANCE Sustain an effective program of equipment maintenance and modernization for the Texas National Guard.	$ 312,000	$ 312,000
Outputs:		
Number of Unit-Level Maintenance Inspections Conducted	175	175
A.4.1. Strategy: FACILITIES MODERNIZATION Pursue effective facilities (less armories) modernization and maintenance programs while sustaining a security program for selected facilities.	$ 4,979,012	$ 4,979,003
Outputs:		
Number of Square Feet of Facilities Maintained	3,339,150	3,425,509

A.4.2. Strategy: DEBT SERVICE Support the Texas National Guard Armory Board in the construction/maintenance of new armories by paying rent (including debt service on outstanding revenue bonds, insurance, and administrative fees). **Outputs:**	$ 4,166,260	$ 4,170,691
Number of Armories for Which the Department Makes Rental Payments	110	110
A.4.3. Strategy: UTILITIES Pay for the costs of the department's utilities and sustain a comprehensive and effective utilities conservation program throughout the department, including armories. **Outputs:**	$ 3,817,354	$ 3,887,569
Total Square Footage of Facilities Provided Utilities	5,423,199	5,516,215
Total, Goal A: PROVIDE CAPABLE RESPONSE	$ 13,754,626	$ 13,829,263
B. Goal: COMMUNITY SUPPORT Expand and maintain individual and unit community involvement. **Outcomes:**		
Dollar Value of Community Savings Due to Specialized State Guard Service	500,000	500,000
Percentage of Favorable Teacher/Student Evaluations of the Special Youth Education Program	85%	85%
B.1.1. Strategy: COMMUNITY SUPPORT Expand the department's community support program to include all department personnel and their families. **Outputs:**	$ 296,195	$ 296,195
Number of Community Service Projects of Specialized Support Performed by the State Guard	116	120
C. Goal: PURSUE CLEANER ENVIRONMNT Aggressively pursue a cleaner environment through the identification and correction of deficiencies and implementation of environmental protection measures. **Outcomes:**		
Percent Reduction in Backlog of Environmental Projects - General Revenue Funded	0%	0%
C.1.1. Strategy: ENVIRONMENTAL CLEAN-UP Conduct environmental clean up/compliance activities throughout the department; conduct environmental awareness training. **Outputs:**	$ 1,512,500	$ 1,512,500
Number of Environmental Clean-up/Compliance Projects Completed	308	308
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: INDIRECT ADMINISTRATION	$ 3,700,000	$ 3,700,000
Grand Total, ADJUTANT GENERAL'S DEPARTMENT	$ 19,263,321	$ 19,337,958

Method of Financing:		
General Revenue Fund	$ 9,529,339	$ 9,563,171
Federal Funds	9,733,982	9,774,787
Total, Method of Financing	$ 19,263,321	$ 19,337,958
Number of Positions (FTE)	345.0	345.0
Schedule of Exempt Positions		
Adjutant General (plus quarters, utilities and telephone), Group 2	$63,431	$63,431

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Acquisition of Capital Equipment and Items		
(1) Tractor (MELPP)	$ 6,824	$ 0
Total, Capital Budget	$ 6,824	$ 0

2. **Support and Maintenance Expenditures.** It is hereby provided that all monies currently appropriated to the Adjutant General's Department for support and maintenance of the Texas National Guard are authorized for like expenditures for the support and maintenance, including organization, of units of the Texas Militia supplementing the Texas National Guard or replacing National Guard units inducted into Federal service.

3. **Quarters and Utilities Allowance.** The Adjutant General is authorized to provide quarters, utilities and telephone for the Assistant Adjutant General-Air and the Assistant Adjutant General-Army.

4. **Transferability.** The Adjutant General is hereby authorized to transfer such amounts as may be necessary from one strategy to another strategy. No transfers shall be made into Strategy A.4.2., Debt Service.

5. **Travel Limitations.** Subject to the travel limitations set out in the General Provisions of this Act, the Adjutant General's Department shall pay the travel expenses of members of the National Guard when said members are acting as official representatives of the Adjutant General on behalf of the Texas National Guard.

6. **Payment of Travel - Limitation.** None of the funds appropriated above may be expended for the payment of travel of any officer or employee, except the Adjutant General of the State of

Texas, Assistant Adjutant General-Army, Assistant Adjutant General-Air, and State Judge Advocate or the Adjutant General's designee for any one of these officers, to meetings of the National Guard Association of the United States.

7. **Cooperation with TYC and JPC.** It is the intent of the Legislature that the Adjutant General's Department coordinate its activities with respect to Strategy B.1.1., Community Support, and the department's youth education programs with the Texas Youth Commission and the Texas Juvenile Probation Commission to eliminate duplication and to maximize the use of the state's resources.

8. **Armory Closure.** It is the intent of the Legislature that the Adjutant General's Department not close any armories due solely to insufficient funds to pay for utilities.

9. **Armory Utilities.** The Adjutant General's Department shall study each armory to ensure utility costs are kept to a minimum and the Adjutant General's Department shall charge rental fees for armories that are comparable to fees charged for similar facilities in the area where the armory is located. In any case, the rent charged must be adequate to recover any additional utility costs associated with the rental of the armory.

ALCOHOLIC BEVERAGE COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: REGULATE DISTRIBUTION Promote the health, safety and welfare of the public and the well-being of the alcoholic beverage industry by taking positive steps to ensure voluntary compliance with the law and deter the illegal manufacture, distribution, sale or consumption of alcoholic beverage products.		
Outcomes:		
Percent of Criminal Cases Resulting in Conviction	85%	85%
Percent of Administrative Cases Resulting in Suspension or Cancellation	90%	90%
A.1.1. Strategy: PUBLIC ENFORCEMENT Deter and detect violations of the Alcoholic Beverage Code by inspecting licensed establishments, by investigating complaints, by reviewing industry marketing proposals, by testing beverage products prior to their introduction and sale, and by providing or sponsoring educational programs that promote voluntary compliance and increase the public's awareness of the state's alcoholic beverage laws.	$ 11,207,780	$ 11,260,557

Outputs:		
Number of Inspections	96,000	96,000
Number of Texas 6th, 7th, and 8th Graders Instructed by the Agency	104,265	114,430
Number of Persons Instructed by the Agency	178,006	187,716
Efficiencies:		
Average Cost per Person Instructed By Agency	2.86	2.71
B. Goal: PROCESS TABC APPLICATIONS		
Process alcoholic beverage license/permit applications and to issue licenses/permits in compliance with the Alcoholic Beverage Code		
Outcomes:		
Percent of Original License/Permit Applications Processed Within 14 Days	90	90
B.1.1. Strategy: BUSINESS COMPLIANCE	$ 1,203,211	$ 1,206,370
Ensure compliance with laws regarding ownership of permits/licenses, tax security, and other licensing requirements.		
Outputs:		
Number of Applications Processed	91,169	92,035
Efficiencies:		
Average Cost per License/Permit Processed	19.18	19.04
C. Goal: COLLECT FEES AND TAXES		
Ensure compliance with financial requirements and to collect all fees and taxes due to the state according to the Alcoholic Beverage Code.		
Outcomes:		
Percent of Collections Received From Periodic Reports	99%	99%
Revenue as a Percent of Expenses	88.1%	83%
C.1.1. Strategy: INSPECTIONS & COMPLIANCE	$ 1,501,275	$ 1,505,993
Conduct inspections and compliance activities to verify compliance with financial requirements, and initiate any necessary compliance actions and/or administrative actions for failure to comply, and provide instruction to promote voluntary compliance.		
Outputs:		
Dollar Amount of Fees Identified	28,000	28,000
Number of Compliance Actions and Administrative Sanctions Issued	16,500	16,500
C.1.2. Strategy: COMPLIANCE AUDITS	$ 645,217	$ 647,438
Conduct compliance audits of licensees/permittees while verifying accuracy and timeliness of tax reporting payments, and initiate any necessary compliance actions and/or administrative sanctions for failure to comply.		
Outputs:		
Dollar Amount of Delinquencies Identified	102,000	102,000
Number of Tax Reports Processed	23,000	23,000
Number of Compliance Audits Conducted	102	102

C.2.1. Strategy: PORTS OF ENTRY Identify high traffic loads and strategically place personnel or equipment at ports of entry to maximize revenues of operation while enforcing importation quotas.	$ 2,037,772	$ 2,032,896
Outputs:		
Number of Containers Stamped	1,794,742	1,669,110
Total, Goal C: COLLECT FEES AND TAXES	$ 4,184,264	$ 4,186,327
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: CENTRAL ADMINISTRATION	$ 1,013,912	$ 1,014,897
D.1.2. Strategy: INFORMATION RESOURCES	$ 824,125	$ 824,179
D.1.3. Strategy: OTHER SUPPORT SERVICES	$ 507,847	$ 507,882
Total, Goal D: INDIRECT ADMINISTRATION	$ 2,345,884	$ 2,346,958
Grand Total, ALCOHOLIC BEVERAGE COMMISSION	$ 18,941,139	$ 19,000,212
Number of Positions (FTE)	500.0	500.0
Schedule of Exempt Positions and Per Diem		
Administrator, Group 3	$80,761	$80,761
Per Diem	3,000	3,000

1. **Capital Budget**. None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Transportation Items		
(1) Fleet Acquisition - 4/Dr. Sedan (MELPP)	$ 244,170	$ 286,316
Total, Capital Budget	$ 244,170	$ 286,316

2. **Hazardous Duty Pay Authorized**. The Alcoholic Beverage Commission is authorized to pay hazardous duty pay at a rate of Seven Dollars ($7.00) per month for each year of state service up to and including the 30th year of service, to any commissioned law enforcement personnel as prescribed by law.

   It is further provided that individuals who had received hazardous duty pay as of August 31, 1981, shall continue to receive hazardous duty pay for the biennium beginning with the

effective date of this act. Individuals hired after August 31, 1981, shall not receive hazardous duty pay unless so authorized by Senate Bill No. 84, Seventieth Legislature, Second Called Session, 1987.

3. **Clothing Allowance and Uniforms.** The appropriations made above include, but are not limited to clothing allowances of enforcement personnel, and uniforms for tax collectors at International Bridges. Payment of clothing and cleaning allowances shall be limited to only those commissioned peace officers certified by the Texas Commission on Law Enforcement Officer Standards and Education (or its successor) or those commissioned law enforcement officers not yet certified but serving the statutory time period required before certification. The clothing and cleaning allowance shall not exceed $1,200 per fiscal year per law enforcement officer, and shall be paid on a monthly basis; a person shall have been employed in an eligible capacity for the entire three-month period prior to receiving a monthly clothing allowance entitlement.

4. **Witness Expenses Authorized.** No other provisions of this Article shall prevent payment by the State of Texas of salaries and expenses incurred by representatives of the Alcoholic Beverage Commission in attendance on state or federal grand jury proceedings, and who may be called as witnesses in the trial of criminal or civil cases in state or federal courts involving offenses complained of against state or federal liquor regulatory or revenue laws. It is further provided that any fees collected by such representatives in performing such duties shall be deposited in the State Treasury to the credit of the appropriations made above.

5. **Revolving Fund.** The revolving change fund created by prior Legislatures in the amount of $7,500 for use at the several International Bridges is hereby reappropriated for the biennium beginning with the effective date of this Act for the same purposes.

6. **State Police Agency**. For purposes of application to the federal government for licenses, permits, or other authorizations, including radio frequencies, or for law enforcement assistance grants, the Texas Alcoholic Beverage Commission shall be considered a state police agency in accordance with the Alcoholic Beverage Code and other applicable laws.

7. **Fleet of Motor Vehicles Authorized.** It is the intent of the Legislature that the agency purchase and maintain a fleet of vehicles. If these vehicles are unmarked for law enforcement purposes these vehicles shall be utilized only by personnel who are commissioned peace officers or those persons responsible for the maintenance and repair of these vehicles. Vehicles which are properly marked pursuant to state requirements, may be utilized for other legitimate agency purposes as needed by personnel employed in the Enforcement Division.

8. **Purchase of Evidence Authorized**. From the amounts authorized above, the Texas Alcoholic Beverage Commission is hereby authorized to establish a cash fund not to exceed $50,000 for the purchase of evidence and/or information and surveillance expenses deemed necessary by the Commission.

9. **State Auditor's Report, Selected Permitting Processes and Activities.** It is the intent of the Legislature that the Texas Alcoholic Beverage Commission review their permitting process and incorporate the State Auditor's recommendations concerning streamlining, elimination of duplication, and greater automated data processing efficiency to the greatest extent possible.

10. **State Auditor's Report, Legislative Report Concerning Types of Licenses and Permits.** It is the intent of the Legislature that the Texas Alcoholic Beverage Commission evaluate and

report to the Legislature on the need and types of licenses and permits with recommendations concerning consolidations and simplifications by January 1996.

11. **Contingency Appropriation.** In addition to the amounts appropriated above and contingent on the Texas Alcoholic Beverage Commission increasing surcharges in a equal amount, and providing such information as may be deemed necessary by the Comptroller of Public Accounts to issue a finding of fact that the increased revenues will be available to fund the increased appropriations, the Texas Alcoholic Beverage Commission is appropriated out of the General Revenue Fund $273,864 each year to Strategy C.2.1., Ports of Entry for the purpose of classifying personnel in the Commission's ports of entry section in the Taxpayer Compliance Officer series of the state classification schedule.

12. **Contingency Appropriation for House Bill 984.** Contingent upon the enactment of House Bill 984, or similar legislation relating to the filing of a conduct surety bond by certain alcoholic beverage permit or license holders by the 74th Legislature, Regular Session and the Texas Alcoholic Beverage Commission increasing surcharges in a equal amount, and providing such information as may be deemed necessary by the Comptroller of Public Accounts to issue a finding of fact that the increased revenues will be available to fund the increased appropriations, the Texas Alcoholic Beverage Commission is hereby appropriated $55,042 for fiscal year 1996 and $44,042 for fiscal year 1997 out of the General Revenue Fund for the purpose of implementing that Act. The Texas Alcoholic Beverage Commission is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

13. **Contingency Appropriation for Senate Bill 1.** Contingent upon the enactment of Alcohol Free School Zones, Chapter 38 of Senate Bill 1, or similar legislation relating to substantial revision of Titles 1 and 2 of the Education Code governing public education by the 74th Legislature, Regular Session and the Texas Alcoholic Beverage Commission increasing surcharges in a equal amount, and providing such information as may be deemed necessary by the Comptroller of Public Accounts to issue a finding of fact that the increased revenues will be available to fund the increased appropriations, the Texas Alcoholic Beverage Commission is hereby appropriated $250,000 for fiscal year 1996 and $250,000 for fiscal year 1997 out of the General Revenue Fund for the purpose of implementing that Act. The Texas Alcoholic Beverage Commission is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

14. **Contingency Appropriation for House Bill 1419.** Contingent upon the enactment of House Bill 1419, or similar legislation relating to certificates and permits issued by the Texas Alcoholic Beverage Commission by the 74th Legislature, Regular Session and the Texas Alcoholic Beverage Commission increasing surcharges in a equal amount, and providing such information as may be deemed necessary by the Comptroller of Public Accounts to issue a finding of fact that the increased revenues will be available to fund the increased appropriations, the Texas Alcoholic Beverage Commission is hereby appropriated $500,000 for fiscal year 1996 and $500,000 for fiscal year 1997 out of the General Revenue Fund for the purpose of implementing that Act. The Texas Alcoholic Beverage Commission is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

15. **Contingency Appropriation for House Bill 2732.** Contingent upon the enactment of HB 2732, or similar legislation relating to the timely filing of alcoholic beverage permits, activities authorized and storage of certain alcoholic beverages by the 74th Legislature, Regular Session and the Texas Alcoholic Beverage Commission increasing surcharges in a equal amount, and providing such information as may be deemed necessary by the Comptroller of Public Accounts to issue a finding of fact that the increased revenues will be available to fund the increased appropriations, the Texas Alcoholic Beverage Commission is hereby appropriated $71,115 for fiscal year 1996 and $54,329 for fiscal year 1997 out of the General Revenue Fund for the purpose of implementing that Act. The Texas Alcoholic Beverage Commission is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

NATIONAL GUARD ARMORY BOARD

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: MAINTAIN PROPERTIES Maintain and preserve all properties in a state of good repair by conducting periodic inspection and reviews, determining maintenance priorities, and performing cost-effective maintenance using established procedures on standardized building components.		
Outcomes:		
Percent of Armories With Preventive Maintenance Performed	40%	40%
Percent of Armories Inspected	45%	45%
A.1.1. Strategy: BUILDING MAINTENANCE Repair and maintain and supply armories. Develop and use a standardized inspection and review process to evaluate building component failures and repairs made.	$ 4,858,307	$ 4,837,738
Outputs:		
Number of Armories Inspected	50	50
B. Goal: UPGRADE & REPAIR ARMORIES Construct and renovate facilities that will be modern, functional durable and attractive. As funds are made available, we will continue to upgrade our facilities to achieve energy-efficiency, safety, environmental and disability access standards.		
Outcomes:		
Average Age of Armories	23	23
B.1.1. Strategy: ARMORY RENOVATION New armory construction, renovation of older armories and minor construction projects.	$ 19,854,765	$ 6,034,860

Outputs:		
Number of Renovation Projects	1	3
Grand Total, NATIONAL GUARD ARMORY BOARD	$ 24,713,072	$ 10,872,598
Method of Financing:		
General Revenue Fund	$ 810,695	$ 785,695
Federal Funds	18,027,000	4,289,000
Current Fund Balance	4,329,232	4,333,903
Bond Proceeds - Revenue Bonds	1,546,145	1,464,000
Total, Method of Financing	$ 24,713,072	$ 10,872,598
Number of Positions (FTE)	25.0	25.0
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Secretary, Group 2	$53,469	$53,469
Per Diem of Board Members	2,430	2,430

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Acquisition, construction or repair of real property, buildings and facilities	$ 19,573,145	$ 5,753,000
b. Transportation Items, Trucks	$ 21,040	$ 21,040
Total, Capital Budget	$ 19,594,185	$ 5,774,040
Method of Financing (Capital Budget):		
General Revenue Fund	$ 21,040	$ 21,040
Federal Funds, estimated	18,027,000	4,289,000
Bond Proceeds - Revenue Bonds	1,546,145	1,464,000
Total, Method of Financing	$ 19,594,185	$ 5,774,040

2. **Reappropriation of Refunded Money.** There is hereby reappropriated to the Texas National Guard Armory Board all money refunded to said board from any source when such money was originally expended for any of the purposes in A.1.1. Building Maintenance and B.1.1.

Armory Renovation, above. Such reappropriated funds may be expended for any of the purposes enumerated in A.1.1. and B.1.1. above.

3. **Local Fund Authorization.** The Texas National Guard Armory Board is hereby authorized to spend, and there is hereby made available to it, any or all local funds which the board now has or which it may hereinafter acquire, in accordance with the provisions of its bond indenture dated October 1, 1979, and subsequently amended.

4. **Bond Indenture Revenues.** There is hereby appropriated to the Texas National Guard Armory Board all revenues that the board has pledged, assigned and set over and does pledge, assign and set over unto its trustee and its successors in trust, and all revenues it has received or may hereinafter receive in accordance with the provisions of its bond indenture dated October 1, 1979, and subsequently amended.

5. **Superseding of Statutes and Bond Covenants.** None of the appropriations or provisions herein shall supersede V.T.C.A., Government Code, Chapter 435, or the covenants under which bonds are issued by or on behalf of the Texas National Guard Armory Board, regarding the board's obligations as a public bonding authority, body politic and corporate.

6. **Disposition of State-owned Property.** There is hereby appropriated to the Texas National Guard Armory Board all funds which have been or may be derived from sales of State-owned National Guard camps and other property owned by the Texas National Guard Armory Board and of land, improvements, buildings, facilities, installations and personal property in connection therewith as authorized by V.T.C.A., Government Code, Chapter 435. Such funds shall be expended by the Texas National Guard Armory Board in one or more of the following ways: (1) as a participating fund in the construction and maintenance of facilities financed in part by the United States Government; or (2) as a construction fund to be used by the Texas National Guard Armory Board; or (3) as a debt-servicing fund as provided in V.T.C.A., Government Code, Chapter 435. Provided, however, that all such funds as are not actually used for the purposes hereinbefore specified shall remain on deposit with the State Treasurer to the credit of the Texas National Guard Armory Board for the use and benefit of the Texas National Guard, their successors or components, as provided in V.T.C.A., Government Code, Chapter 435.

7. **Transferability.** The Texas National Guard Armory Board is hereby authorized to transfer such amounts as may be necessary between strategies A.1.1. Building Maintenance, and B.1.1. Armory Renovation. Such transfers shall not be used to increase the bond indebtedness of the Board.

8. **Reimbursement of Travel Expenses.** When members of the Texas National Guard Armory Board are traveling on business of the board, they shall be reimbursed for their actual and necessary expenses.

9. **Support and Maintenance Expenditures.** It is hereby provided that all moneys currently appropriated to the Texas National Guard Armory Board for support and maintenance of the Texas National Guard are authorized for like expenditures for the support and maintenance of units of the Texas Militia replacing the Texas National Guard units inducted into Federal service.

10. **Purchase of Land.** The Texas National Guard Armory Board is hereby authorized to purchase 4.334 acres of land located in the City of Corpus Christi, Nueces County, Texas from the Department of Mental Health and Mental Retardation at a price not to exceed $40,000. The Board shall use available pledged revenues of its current fund balances to fund this purchase.

11. **Master Plan for Armories.** Funds appropriated to the Texas National Guard Armory Board for capital construction projects are intended to be expended for those projects which are part of the Armory Master Plan. The Adjutant General and his staff shall cooperate with and provide information to the Armory Board in updating the master plan. The Armory Board shall revise the plan at least biennially and submit the plan to the Legislative Budget Board and the Governor by July 1 of every even-numbered year as part of the Legislative Appropriation Request.

12. **Armory Renovation Priorities.** The Texas National Guard Armory Board shall give priority to those renovations which: (1) insure the structural integrity of the facilities; (2) bring such facilities into compliance with current building and safety codes; (3) increase the economic efficiency of the facilities; and (4) simplify future maintenance of the facilities.

13. **Unexpended Balances - Emergency Repairs and Consumable Supplies.** Out of the funds appropriated above in Strategy A.1.1., Building Maintenance, for 1996, the amount of $25,000 is designated for consumable supplies and major emergency repairs of armories. Any unobligated balances of this amount on August 31, 1996 is appropriated for the same use during fiscal year 1997.

DEPARTMENT OF CRIMINAL JUSTICE

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PROVIDE PRISON DIVERSIONS To provide diversions to traditional prison incarceration by the use of probation services and other community-based programs.		
Outcomes:		
Felony Probation Revocation Rate	8	8
A.1.1. Strategy: BASIC SUPERVISION Secure and distribute funding necessary to provide adequate basic probation services that meet required levels of supervision.	$ 84,844,206	$ 92,225,466
Outputs:		
Total Felony Probationers Under Direct Supervision.	158,668	172,519
A.1.2. Strategy: DIVERSION PROGRAMS Allow for the development of programs to divert adult offenders to community-based programs and away from traditional incarceration.	$ 93,638,921	$ 93,638,921
Outputs:		
Number of Residential Beds Funded	2,100	2,100
A.1.3. Strategy: COMMUNITY CORRECTIONS Provide formula-allocated aid to community-based correctional programs to encourage the development of alternatives to incarceration.	$ 45,000,000	$ 45,000,000

Outputs:		
Number of Residential Beds Funded.	1,700	1,700
Total, Goal A: PROVIDE PRISON DIVERSIONS	$ 223,483,127	$ 230,864,387
B. Goal: SPECIAL NEEDS OFFENDERS		
To provide a comprehensive continuity of care system for special needs offenders through statewide collaboration and coordination.		
Outcomes:		
Percentage of Special Needs Offenders Diverted from Incarceration.	12%	12%
B.1.1. Strategy: SPECIAL NEEDS PROJECTS	$ 4,452,900	$ 4,452,900
Provide projects that coordinate multi-agency efforts for special needs offenders through case management and treatment services.		
Outputs:		
Number of Special Needs Offenders Placed.	950	950
C. Goal: INCARCERATE FELONS		
To provide for confinement, supervision, rehabilitation and reintegration of adult felons. (Sec. 493.001(1), Texas Government Code).		
Outcomes:		
Escapes as Percentage of Number of Inmates Incarcerated.	.0109%	.0109%
Percentage of Health Care Facilities Accredited by National Commission on Correctional Health Care.	100%	100%
Recidivism Rate	43%	43%
Number of Inmates Successfully Completing Work Facility Program.	250	250
C.1.1. Strategy: SECURITY/CLASSIFICATION	$ 628,342,768	$ 632,831,584
Provide security resources and a classification system that ensures an appropriate environment.		
Outputs:		
Number of Inmates Incarcerated.	115,379	115,379
Efficiencies:		
Security and Classification Costs per Inmate Day.	15.5	15.5
C.1.2. Strategy: INSTITUTION GOODS/SERVICE	$ 310,478,071	$ 308,673,618
Provide goods and services necessary to house and maintain the inmate population and operate institutional facilities.		
Outputs:		
Meals Provided Daily for Inmates Based Upon Three Meals per Day.	352,287	352,287
Articles of Clothing Produced.	3,516,000	3,516,000
C.1.3. Strategy: PSYCHIATRIC CARE	$ 82,598,176	$ 83,902,220
Maintain and support a professional psychiatric health care program capable of providing quality services to all inmates.		
Outputs:		
Psychiatric Inpatient Average Daily Census.	1,915	2,432

C.1.4. Strategy: MANAGED HEALTH CARE Maintain and support a professional managed health care program capable of providing quality services to all inmates.	$ 257,790,472	$ 260,040,472
Outputs:		
Outpatient Medical Visits	5,983,816	7,599,446
C.2.1. Strategy: ON-THE-JOB-TRAINING Prepare the inmate for reintegration into society by providing the opportunity for on-the-job training in a marketable skill so that suitable employment may be obtained upon release.	$ 61,261,345	$ 63,499,345
Outputs:		
Number of Factories Operated by the Correctional Industries Program.	28	28
C.2.2. Strategy: ACADEMIC/VOCATIONAL SKILL Offer post-secondary academic and vocational training needed for the further development of mental and job skills.	$ 3,500,000	$ 3,500,000
Outputs:		
Inmate Students Enrolled.	16,500	18,200
C.2.3. Strategy: PROJECT RIO/JOB PLACEMENT Provide a job assessment system that bridges the gap between the education and training received during incarceration and job placement in the community upon release.	$ 7,692,130	$ 7,692,130
Outputs:		
Employability Development Plans Completed.	8,000	8,000
C.2.4. Strategy: INMATE TREATMENT SERVICES Provide screening during the diagnostic/intake process that identifies special needs.	$ 5,096,910	$ 5,097,096
Outputs:		
Number of Semi-annual Institutional Adjustment Reviews Completed.	0	0
Number of Releasees Receiving Services from Non-facility Providers of Purchased Treatment and Rehabilitation Services.	0	0
Number of Sex Offenders Receiving Psychological Counseling.	1,450	1,450
C.2.5. Strategy: SUBSTANCE ABUSE TREATMENT Provide a substance abuse treatment program with well defined goals that includes a highly structured work environment, education, a graded system of rewards/sanctions, regular scheduled evaluation, and provides for post-release continuum of care.	$ 92,606,143	$ 95,795,089
Outputs:		
Number of Inmates in In-Prison Therapeutic Community Substance Abuse Treatment Program.	800	800
Number of Inmates in Substance Abuse Felony Punishment Centers.	4,500	4,500

C.3.1. Strategy: PRE-RELEASE PROGRAMS Operate pre-release centers that provide eligible inmates within two years of release, with substantially full-time work, educational and/or pre-release programming.	$ 51,640,653	$ 52,187,419
Outputs:		
Number of Inmates in Pre-Release Centers	4,080	4,080
C.3.2. Strategy: RESIDENTIAL PAROLE Provide sufficient resources to ensure adequate surveillance and control of clients residing in pre-parole transfer, halfway houses, and work release facilities; and ensure residents receive appropriate assistance in making the transition from prison to community life.	$ 34,696,764	$ 34,700,391
Outputs:		
Number of Pre-Parole Transferees in Pre-Parole Transfer Facilities	1,659	1,659
Number of Inmates in Work Program Facilities	500	500
C.4.1. Strategy: STATE JAIL FACILITIES Provide operations of the state jail facilities.	$ 194,031,093	$ 224,111,296
Outputs:		
Average Inmate Population in State Jail Facilities.	19,724	25,529
Total, Goal C: INCARCERATE FELONS	$ 1,729,734,525	$ 1,772,030,660
D. Goal: ACCEPT INMATES IN 45 DAYS To fulfill the legislative declaration that TDCJ-ID will accept inmates housed in county jails no later than the 45th day after all processing is complete. (H.B. 93)		
D.1.1. Strategy: FACILITIES CONSTRUCTION Construction of additional prison beds according to projected level of need.	$ 35,500,000	$ 249,500,000 & U.B.
E. Goal: OPERATE PAROLE SYSTEM To provide supervision and administer the range of options and sanctions available for felons' reintegration back into society following release from confinement.		
Outcomes:		
Number of Inmates Released on Parole or Mandatory Supervision.	22,230	22,490
Release Revocation Rate.	18.5	18.5
E.1.1. Strategy: BOARD OF PARDONS & PAROLE Consider eligible prisoners for release prior to completion of their sentence of confinement and exercise statutory authority for decision-making relative to parole or acts of clemency.	$ 6,278,036	$ 6,278,036
Outputs:		
Number of Parole Cases Considered.	70,380	70,380

E.1.2. Strategy: PAROLE SELECTION Provide necessary support to the Board of Pardons and Paroles and ensure compliance with all statutory requirements for parole, mandatory release, and executive clemency actions.	$ 2,909,274	$ 2,837,694
Outputs:		
Number of Parole Cases Processed.	23,080	23,365
E.2.1. Strategy: PAROLE SUPERVISION Supervise releasees according to legally-mandated ratios and conduct revocation hearings as required by law.	$ 56,568,632	$ 56,482,877
Outputs:		
Number of Pre-Revocation Warrants Issued.	28,030	28,030
E.2.2. Strategy: PAROLE SANCTIONS Provide facilities for the temporary confinement of technical parole/mandatory release violators which serve as a punitive option to full revocation.	$ 19,493,182	$ 19,495,111
Outputs:		
Number of Releasees in Intermediate Sanction Facilities.	1,551	1,551
Total, Goal E: OPERATE PAROLE SYSTEM	$ 85,249,124	$ 85,093,718
F. Goal: INDIRECT ADMINISTRATION		
F.1.1. Strategy: CENTRAL ADMINISTRATION	$ 30,618,876	$ 30,618,876
F.1.2. Strategy: INFORMATION RESOURCES	$ 15,374,192	$ 15,374,192 & U.B.
F.1.3. Strategy: OTHER SUPPORT SERVICES	$ 1,625,206	$ 1,625,206
Total, Goal F: INDIRECT ADMINISTRATION	$ 47,618,274	$ 47,618,274
Grand Total, DEPARTMENT OF CRIMINAL JUSTICE	$ 2,126,037,950	$ 2,389,559,939
Method of Financing:		
General Revenue Fund	$ 2,013,917,839	$ 2,061,189,828
State Highway Fund No. 006	6,000,000	U.B.
Industrial Revolving Receipts	61,249,345	63,499,345
Criminal Justice Grants	1,170,766	1,170,766
Interagency Contracts	6,500,000	6,500,000
Appropriated Receipts	7,700,000	7,700,000
Bond Proceeds - General Obligation Bonds	29,500,000	249,500,000 & U.B.
Total, Method of Financing	$ 2,126,037,950	$ 2,389,559,939
Number of Positions (FTE)	42,941.0	42,941.5
Schedule of Exempt Positions		
Executive Director, Group 5	$120,000	$120,000

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Construction of Buildings and Facilities		
(1) Lease-purchase of facilities	$ 22,321,542	$ 22,173,009
(2) Additional Prison Capacity (8000 or more beds)	12,500,000	237,500,000 & U.B.
b. Repair or Rehabilitation of Buildings/Facilities	17,000,000	12,000,000 & U.B.
c. Construction of Roads	6,000,000	U.B.
d. Transportation Items	1,500,000	1,500,000
e. Acquisition of Capital Equipment and Items	2,175,870	1,775,870
f. Lease payments to the Master Equipment Lease Purchase Program (MELPP)	$ 2,811,857	$ 459,818
Total, Capital Budget	$ 64,309,269	$ 275,408,697
Method of Financing (Capital Budget):		
General Revenue Fund	$ 28,559,924	$ 25,659,352
State Highway Fund No. 006	6,000,000	U.B.
Industrial Revolving Receipts	249,345	249,345
Bond Proceeds - General Obligation Bonds	29,500,000	249,500,000 & U.B.
Total, Method of Financing	$ 64,309,269	$ 275,408,697

2. **Disposition of Construction Appropriation.** Construction appropriations may be used to pay salaries of engineers, architects, superintendents, supervisors and administrative expenses and support personnel of construction projects; architectural fees and the actual and necessary travel expenses incurred by them or their representatives in making special trips of inspection at the instance of the Board of Criminal Justice or the Director of the Institutional Division during construction or repair of buildings or installation of fixed equipment in such buildings. The State Classification Officer shall approve job titles and rates of pay for such salaried positions.

3. **Temporary Loan of Construction Resources.** The Texas Department of Criminal Justice may temporarily utilize materials and equipment acquired and personnel paid from one project appropriated or reappropriated for construction, repairs, and renovation, including construction of additional capacity, and building maintenance, to construct any other similar project for which funds have been appropriated. The receiving project must reimburse the providing project within twelve months with funds and/or a like amount of materials, equipment, equipment usage or personnel of equivalent value. Reimbursement with funds

may be accomplished by transfer in a manner which records appropriate expenditures to the borrowing project and negative expenditures to the lending project. These transfers may be summary amounts in a manner approved by the Comptroller of Public Accounts. However, the TDCJ-ID must maintain adequate detailed records to support such summary transfer amounts.

4. **Unexpended Balances.** Any unexpended balances as of August 31, 1995, for the Texas Department of Criminal Justice in the general obligation bond appropriations made and/or reappropriated by the Seventy-third Legislature and Seventy-fourth Legislature, for Construction Appropriations are hereby reappropriated to the Texas Department of Criminal Justice for the biennium beginning September 1, 1995, for the same purpose or for transfer and use in completing other authorized building projects in authorized amounts, provided that such reappropriated funds shall not be expended without approval of the Board of Criminal Justice and that copies of such approvals shall be filed with the Governor and the Legislative Budget Board.

5. **Architectural Fees.** Notwithstanding other provisions of this Act, in those instances where inmate labor is used on construction projects, the Department of Criminal Justice is authorized to pay architectural fees based on the estimated total cost of a project as if it were to be done by a private contractor. The department shall employ an independent firm, separate from the architect, to estimate the total cost of a project. Architectural fees based on the estimated cost shall be governed by other provisions of this Act.

   OTHER PROVISIONS:

6. **Medicaid Services for Special Needs Offenders Funded by the Pardons and Parole Division, the Community Justice Assistance Division, and the Texas Council on Offenders with Mental Impairments.** Within appropriations made above, the Department of Criminal Justice will maximize Medicaid funding for offenders with mental illness and/or mental retardation who, through interagency contracts with the Department's divisions or the Council on Offenders with Mental Impairments, receive services from Community Mental Health and Mental Retardation Authorities. The department shall accomplish this goal by:

   a. Ensuring that when Medicaid-reimbursable services are funded by the Department (for Medicaid-eligible special needs offenders) through state or local interagency contracts with Mental Health and Mental Retardation centers, the department's share of the service cost constitutes no more than the state share of the cost of the Medicaid services.

   b. Developing by September 30, 1995, an interagency agreement with the Texas Department of Mental Health and Mental Retardation (in coordination with the Texas Council on Offenders with Mental Impairments) that standardizes interagency policy on contracts between criminal justice agencies and MHMR authorities. The interagency agreement should specify that both agencies will use Medicaid funding for special needs services whenever possible and that the criminal justice agency's share of the service cost will constitute no more than the state share of the cost of the Medicaid services.

7. **Transfer Limitation.** Upon any order from a federal court that requires the Texas Department of Criminal Justice to transfer funds from any appropriation made hereinabove, those funds which were attempted to be transferred shall lapse and the Comptroller shall return the amount appropriated to its respective source.

8. **Salary Adjustment Authorized.** Notwithstanding other provisions of this Act, the Texas Department of Criminal Justice is authorized to adjust salaries of Correctional Officers I, Correctional Officers II, Correctional Officers III, and Sergeants of Correctional Officers

positions to rates within the designated salary group, not to exceed Step 6, for the purpose of recruiting, employing and retaining career correctional personnel. Merit raises are prohibited for all Correctional Officers and Sergeants of Correctional Officers who are receiving or are eligible to receive step adjustments in the career ladder system.

9. **Transfer Authority.** Subject to Capital Budget provisions contained in this act the Texas Department of Criminal Justice is authorized to transfer such amounts as may be necessary within appropriations made for each goal.

   Funds may be transferred between goals; provided, that before any transfer between goals which will have the cumulative effect of changing expenditures for any goal by more than 20 percent of the amount appropriated for that goal for the fiscal year, written notification of intent to transfer be provided the Legislative and Executive Budget offices.

10. **State-Owned Housing Authorized.**

    a. The Executive Director, Directors, Deputy Directors, Assistant Directors, Wardens, Psychologists, Physicians, Dentists, the Director of Classification, and the Director of Food Service may be authorized to reside in state-owned housing free of charge.

    b. Other department employees may be authorized to reside in employee housing free of charge if they are in job classification titles for which residence in state-owned housing is required under policies adopted by the Board of Corrections in January 1984.

    c. No employees other than those listed above may be authorized to reside in state-owned housing unless rental fees are charged for the housing, with the exception that employees shall not be charged for residing in employee dormitories or an area in which to locate a privately owned mobile home. Fees for employee housing are reappropriated to be used for maintaining employee housing.

    d. Where Texas Department of Criminal Justice (TDCJ) housing is unavailable, physicians required under TDCJ rules to maintain a residence in the immediate vicinity of their assigned place of duty as a condition of employment, upon written authorization of the Director of the TDCJ, may be paid from funds appropriated by this Act to the Texas Department of Criminal Justice, a housing allowance in an amount not to exceed $6,000 per annum in addition to the salary rates specified in this Act. It is the intent that this authorization be used to prevent critical vacancies within the department. Copies of the Director's written authorization shall be filed with the Governor's Office of Budget and Planning and the Legislative Budget Board.

11. **Utilities.**

    a. Utilities shall be provided free of charge for employees authorized to reside in state-owned housing free of charge under the provisions of subsection a. of rider 10 above.

    b. None of the funds appropriated above shall be utilized to pay more than one-half of the metered utility bills of employees required to reside in state-owned housing under policies adopted by the Board of Corrections in January 1984. The metered usage times a composite rate based on a prior full twelve-month billing cycle from the previous year will be considered compliance. Water is not considered a utility for purposes of this subsection.

c. None of the funds appropriated above shall be used to pay the utility bills of any employee residing in state-owned housing who is required to pay a rental fee for the housing. For purposes of this subsection the rate calculation for utilities will be the same as that in subsection b. Water is considered a utility for the purposes of this subsection and a flat rate of $10.00 per month shall be sufficient for compliance.

d. Fees collected from employees for utilities are reappropriated to the line item from which expenditures were made.

12. **Meals Authorized.** Department employees assigned to work inside prison units or on travel status may receive up to two free meals per shift and employees residing in employee dormitories may receive three free meals per day. None of the funds appropriated above shall be utilized to provide meals to other employees for a charge of less than $1.00 per meal or to grow, purchase, prepare, or provide food products for employees to use at their homes. Fees for meals are reappropriated to the item from which expenditures were made.

13. **Laundry Service.** The department may launder or dry clean the uniforms of correctional officers at no charge. None of the funds appropriated above may be used to launder or dry clean other employee clothing or to provide other services unless fees are charged to recover the cost of providing the services. Fees collected for laundry and other services are reappropriated to the line item from which the expenditures were made.

14. **Payroll Deduction.** Fees for housing, utilities, meals and laundry/dry cleaning and other services will be made by payroll deduction whenever practical.

15. **Inmate Labor.** It is the intent of the Legislature that inmate labor not be used to provide personal services for employees; provided, however, that they may be used to provide maintenance and upkeep to state property and equipment.

16. **Recreational Facility Fees.** Fees charged for recreation facilities owned and operated by the Department are to be deposited in a special account in the State Treasury. Any balances on hand August 31, 1995 , and all revenues collected are hereby reappropriated for the 1996-97 biennium for the operation and maintenance of the facilities.

17. **Restriction, Food Service.** The Texas Department of Criminal Justice may provide food items to employees in employee dining facilities, only after the food requirements of inmates are met. The food served to inmates shall be of the same quality as food served to employees.

18. **Benefit Policy Required.** The Board of Criminal Justice shall adopt a written policy relating to benefits provided in riders 10. through 13. specifying the criteria used to award these benefits to employees, and shall develop a system to account for all costs related to these benefits and all revenues from collection of fees. The Board of Criminal Justice policy and a list of the employees approved to receive these benefits shall be filed annually with the Governor's Office of Budget and Planning, the Legislative Budget Board, and the Legislative Reference Library.

19. **Appropriation of Receipts.** All receipts from the operation of the prison unit commissaries, prison-sponsored recreational shows and entertainment, all gifts and all other income for inmate welfare accruing together with balances at the beginning of each year of the biennium beginning September 1, 1995 , and deposited in the local Educational and Recreational Fund,

are hereby appropriated to the Department of Criminal Justice subject to the following provisions:

a. Salaries of personnel employed out of the Educational and Recreational Fund shall conform with the provisions of the Classification Plan except as otherwise provided by this Act.

b. Such fund shall be expended only with the advance, written approval of the Board of Criminal Justice.

c. It is the intent of the Legislature that such Educational and Recreational Funds shall be expended first for the purpose of meeting Ruiz requirements for construction, maintenance, equipment and operations of recreation facilities and for the income producing operations of the fund. Any balances remaining after meeting Ruiz requirements may be expended for non-court related activities.

20. **Employee Medical Care.** It is expressly provided that guards and other employees of the Texas Department of Criminal Justice when injured in the performance of their duties, are to be given free medical attention and hospitalization by the prison physicians and prison hospital paid or financed from the foregoing appropriations in accordance with general law.

21. **Petty Cash Fund Authorized.** The Petty Cash Revolving Fund in the amount of $10,000 is continued for the biennium beginning September 1, 1995, and may be used to advance or reimburse transfer agents for the care and maintenance of convicts while enroute to the department from points in Texas and elsewhere in the United States; and for the payment of C.O.D. freight and express charges and similar items requiring immediate cash disbursements. The funds shall be reimbursed by warrants drawn and approved by the Comptroller out of appropriated funds to the Texas Department of Criminal Justice.

22. **Disposition of Fund Balance.** The State Comptroller shall transfer any unobligated fund balances from Industrial Revolving receipts in excess of $5,000,000 to the General Revenue Fund at the end of each fiscal year. Unobligated fund balances shall be calculated as the cash balance less the outstanding accrued payables and binding encumbrances as reported in USAS within 30 days following the close of the fiscal year.

23. **Revolving Fund Authorized.** The Discharged Convicts Revolving Fund of $500,000 is continued for each year of the biennium beginning September 1, 1995, and is deposited in a bank or banks in Texas; and all discharged, paroled, or pardoned convicts shall be paid out of this fund. The fund shall be reimbursed by warrants drawn and approved by the Comptroller out of appropriated funds to the Texas Department of Criminal Justice.

24. **Appropriation, Agriculture Receipts.** It is the intent of the Legislature that each year of the biennium the Texas Department of Criminal Justice (TDCJ) may exchange agricultural products for other agricultural products and finished goods, and revenue accruing from the sale of agricultural commodities or livestock is reappropriated to the TDCJ. Other revenues deposited are reappropriated as they apply to sales of equipment, salvage, refunds and to recover damage claims. Any unexpended balance up to $2,000,000 remaining from revenues August 31, 1995 and August 31, 1996 is reappropriated to allow for continuity of agricultural production and sales cycles which do not conform to fiscal years.

25. **Compensatory Time.** Exceptions to the prohibition against substituting other days for holidays may be authorized by the Director of the Texas Department of Criminal Justice for employees who are required to work on holidays due to the continuing operation of the department. Any employee who is required to work on any of the holidays authorized in the

general provisions of this Act, and who does work on any of the said holidays, shall be entitled to compensating time off to be taken on such day as may be mutually agreed upon by the employee and his supervisor.

26. **Acceptance of Grants, Gifts.** The Board of Criminal Justice is authorized to accept federal grants, donations and gifts, including those of real property, for the programs and projects of the agency. Such gifts, donations, and grants are appropriated for the purposes for which they are made available; provided, however, that in taking advantage of or accepting such funds, the board shall not incur any indebtedness which would necessitate a supplemental or additional appropriation out of any funds of this State nor deplete any of the funds herein appropriated to an amount which would necessitate a supplemental or additional appropriation out of any funds of this state to replenish said fund or funds.

27. **Hazardous Duty Pay.** For the biennium beginning September 1, 1995, the Department of Criminal Justice is authorized to pay hazardous duty pay at a rate of Seven Dollars ($7.00) per month for each year of state service up to and including the 30th year for the following positions:

    a. All persons classified as Correctional Officer I through Warden.

    b. All other employees assigned to work on a unit and whose job routinely requires direct contact with inmates. Examples of such positions include: Farm Manager; Livestock Supervisor; Maintenance Foreman; Shop Foreman; Medical Assistant; Food Service Supervisor; Steward; Education Consultant; Commodity Specialist; and Correctional Counselors.

    c. Employees assigned to administrative offices whose job requires routine direct contact with inmates. Examples of such positions include, but are not limited to: Investigators; Compliance Monitors; Accountants routinely required to audit unit operations; Sociologists; Interviewers; Classification Officers; Supervising Counselors.

    d. Administration positions whose jobs require response to emergency situations involving inmates. Examples of such positions include but are not limited to: Executive Director; Director; Deputy Directors; Assistant Directors; and not more than 25 Administrative Duty Officers.

    e. It is the legislative intent that all persons receiving hazardous duty pay as of August 31, 1985 continue to receive it. However, all persons hired after August 31, 1985 must occupy positions approved by the Board of Criminal Justice meeting the above criteria to receive hazardous duty pay. The Department of Criminal Justice shall use the eligibility criteria to draw hazardous duty pay contained in Sections a. through e. of this rider to certify custodial officers as required by Vernon's Annotated Civil Statutes, Title 110B, Section 25.505.

    f. Full-time employees and officials of the Pardons and Paroles Division who have routine direct contact with inmates of any penal or correctional institution or with administratively released prisoners subject to the jurisdiction and/or the supervision of the Pardons and Paroles Division.

    g. The department shall file a report annually with the Governor's Office and the Legislative Budget Office indicating the numbers and position titles of employees authorized to receive hazardous duty pay.

28. **Reimbursement of Expenses.** Notwithstanding other provisions of this Act, and due to the irregularity of flight time and schedules, Texas Department of Criminal Justice pilots are authorized reimbursement for actual meal and lodging expenses up to, but not to exceed the maximum rates allowable for a full day as specified in the general provisions of this Act.

29. **Aircraft Authorization.** The Texas Department of Criminal Justice - Institutional Division (TDCJ-ID) is authorized to own or lease, operate, and maintain one airplane and two helicopters and to replace them if necessary. In the event that a temporary need arises, the TDCJ-ID is authorized to expend funds for the lease or rental of aircraft or helicopters on an as needed basis.

30. **Employee Medical Expenses.** Appropriations made in this Act not otherwise restricted in use may also be expended for paying necessary medical expenses for employees injured while performing the duties of any hazardous position which is not reimbursed by workers' compensation and/or employees' state insurance. For the purpose of this section, "hazardous position" shall mean one for which the regular and normal duties inherently involve the risk of peril of bodily injury or harm.

31. **Employee Classification Plan Variance - Wardens.** Notwithstanding other provisions of this Act relating to the Position Classification Plan, the Department of Criminal Justice may hire at any step within the appropriate salary pay group for Warden I and Warden II positions. It is the intent of the Legislature that this provision be used to enable the Department to acquire qualified Wardens.

32. **Employment Limitation.** It is the intent of the Legislature that no one shall be employed by the Department of Criminal Justice who, in the course of his official duties, conducted business with individuals or firms with which the employee has either a direct or indirect financial interest.

33. **Expenditure Limitation - Windham School District.** None of the funds provided to the Windham School District through the Texas Education Agency shall be expended unless the Board of Criminal Justice has approved an annual operating budget for the school district prior to the expenditure of any funds. The Department of Criminal Justice shall file a copy of that operating budget of the Windham School District with the Governor's Office, the Legislative Budget Board and the appropriate legislative oversight committees at the beginning of each fiscal year.

34. **Appropriation of Receipts - Illegal Aliens.** Any funds received by the department for incarceration of Mariel Cubans or other illegal aliens may be retained by the department and are appropriated for agency operations.

35. **Expenditure Limitation - Tobacco Products.** None of the funds appropriated to the Department of Criminal Justice may be used to provide tobacco products, free of charge, to inmates.

36. **Residential Status of Inmates.** All inmates of the Texas Department of Criminal Justice are, for educational purposes only, residents of the State of Texas.

37. **Review of Construction Change Orders.** It is the intent of the Legislature that the Texas Department of Criminal Justice (TDCJ), upon the review of any change order, develop a procedure whereby cause of such change order shall be determined and documented in the project file. If it is determined that the change was necessitated by the error or omission of any contracted party, the TDCJ shall hold such party financially responsible.

38. **Expenditure Limitation - Cosmetic Surgery.** The Department shall not expend any funds to provide elective cosmetic surgery to inmates until having developed a written policy pertaining to the provision of cosmetic surgery. It is the intent of the Legislature that no funds be expended to provide cosmetic surgery to any inmate unless the Department determines that the inmate suffers from a significant physical disfigurement and from psychological problems attributable to that physical disfigurement.

39. **Utilization of Existing Correctional Facilities.** It is the intent of the Legislature that full consideration be given to utilizing existing correctional facilities located in the State of Texas and currently owned or operated by federal or local governments. Appropriations to the department may be used for the purposes of leasing, purchasing or contracting for operations if agreements can be reached which are beneficial to the State.

40. **Expenditure for Medical Procedures.** The Department of Criminal Justice is authorized to expend funds for medical tests and procedures on employees that are required by federal or state law or regulations when the tests or procedures are required as a result of the employees' job assignment or when considered necessary due to potential or existing litigation.

41. **Sex Offender Treatment Program.**

    a. Of the amounts appropriated above, a minimum of $750,000 each year shall be used to support a treatment program for sex offenders. The department shall continually monitor the overall implementation of the program.

    b. It is the intent of the Legislature that the Texas Department of Criminal Justice - Institutional Division, in cooperation with other appropriate agencies, identify inmates which are either serving time for a sexual assault-related offense, or can otherwise be identified as being high-risk or high-probability for future like behavior. These inmates shall be segregated from the rest of the TDCJ-ID population to the extent that this is practicable, and placed in the Ramsey units in the Houston-Galveston area. In addition, the Texas Department of Criminal Justice - Institutional Division shall make every possible effort to take advantage of resources and professional personnel associated with institutions of higher education in the area in an attempt to develop programs to habilitate these targeted inmates.

42. **Payments - County Prosecutors.** Out of funds appropriated above the district clerks in counties with operational prison units are to be allocated during each year of the biennium, an amount not to exceed $12,000 annually, to be allocated in equal monthly installments for the purpose of supporting enhanced efforts to prosecute persons charged with controlled substances violations on Texas Department of Criminal Justice property.

43. **Review of Unit Locations.** It is the intent of the Legislature that the funds appropriated to the Department of Criminal Justice for additional capacity be expended in the most cost-effective manner possible.

44. **Construction Encumbrances.** Any funds legally encumbered for construction contracts for projects which are in effect as of August 31, 1995 are considered encumbered and may be carried forward to fiscal year 1996.

45. **Appropriation of Controlled Substance Receipts.** All amounts received under Chapter 59, Code of Criminal Procedure, and Chapter 71, V.A.T.S., by the Texas Department of Criminal Justice are hereby appropriated to the Department of Criminal Justice to be used for law

enforcement purposes. Any funds unexpended at the close of each fiscal year are reappropriated for the following year.

46. **Appropriation Unexpended Balances.** In order to operate new prison units or programs designed to mitigate county jail crowding, unexpended balances from appropriations made to the Department of Criminal Justice for fiscal year 1996 are hereby reappropriated to the Department for fiscal year 1997 contingent upon written notification to the Legislative Budget Board by the Texas Board of Criminal Justice, not less than 30 days prior to encumbrance, which details the amount and purpose of expenditures of funds carried forward into fiscal year 1997 under authority of this provision.

47. **Prison Prosecution Unit.** Under the authority of Article 104.003 Code of Criminal Procedure and Article V, Section 21 of the Texas Constitution, the Special Prison Prosecution Unit Board of Directors are to be allocated an amount not to exceed $765,776 each year of the biennium, for the purpose of providing salaries and fringe benefits for the prosecution by the Special Prison Prosecution Unit of felony offenses committed by prisoners of the Texas Department of Criminal Justice (TDCJ), and for the investigation and prosecution of other felonies and misdemeanors committed by agency employees and others when criminal conduct affects the operation of the agency.

    The funds appropriated by this provision shall be used by the Special Prison Prosecution Unit Board of Directors, comprised of the elected prosecutors from each county with prison units operated by TDCJ, to employ the services of legal and support staff who will be directly responsible to the Board of Directors in the performance of their responsibility.

    The Texas Department of Criminal Justice must receive quarterly a report from the Board of Directors, submitted in a form prescribed by TDCJ, before funds subject to this provision may be granted to the counties through the Board of Directors.

    The counties eligible for compensation under this provision are those with operational prison units operated by TDCJ.

48. **Council on Impaired Offenders.** The department shall continue current administrative, client services, and pilot project services of the Council on Offenders with Mental Impairments.

49. **Parole Supervision Ratio.** It is the intent of the Legislature that in fiscal years 1996 and 1997 a ratio of 75 active releasees to one parole officer be maintained. The ratio will be calculated by dividing the number of supervising parole officers and caseworkers currently employed into the total number of releasees supervised, exclusive of those under intensive supervision, for which a ratio of 25 releasees to one supervising officer is to be maintained. In the event that this ratio is not maintained, the Pardons and Paroles Division shall file a statement documenting the reasons for noncompliance with the Legislative Budget Board and the Governor's Office of Budget and Planning.

50. **Supply Revolving Fund Authorized.** The State Comptroller shall establish a separate account from which consumable supply costs shall be paid. From funds herein appropriated, the agency may establish, maintain, and operate on a reimbursable basis a supply revolving fund which will contribute to the efficiency and economical operation of the agency.

    Rules shall be established to avoid depletion of the revolving fund. To reimburse the fund from which expenditures are made, the agency may make fund transfers from the appropriations of the activities which receive the supplies or may submit purchase vouchers through the Office of the State Comptroller.

51. **Reporting Requirement.** The Pardons and Paroles Division shall include in the performance reports submitted to the Legislative Budget Board and the Governor's Office of Budget and Planning a separate section related to intermediate sanction facilities. This section shall report the expenditures related to such facility or facilities and include information on workload measures as developed by the Legislative Budget Board and the Governor's Office of Budget and Planning.

52. **Misdemeanor Funding.** The Community Justice Assistance Division shall distribute funds at a rate not to exceed $.67 per day for each misdemeanor probationer on active status. Funding for each misdemeanor probationer may not exceed the equivalent of 182 days per misdemeanor probationer added to the case load. The Community Justice Assistance Division is authorized to permit or require that a portion of a department's allocation for misdemeanants be used for special misdemeanor programs including specialized caseloads and DWI monitoring.

53. **Reimbursement of Unexpended Balances.** The Community Justice Assistance Division shall maintain procedures to ensure that the state is refunded all future unexpended balances of state funds held by local adult probation departments.

54. **Priority Distribution-Discretionary Grants.** It is the intent of the Legislature that in the distribution of discretionary grants; priority shall be given to judicial districts which exhibit the greatest progress in diverting non-violent offenders from the Institutional Division, and which meet caseload standards, as demonstrated by their staffing patterns, and which are matching the state's efforts to fund probation services through the collection of probation fees.

55. **Distribution-Felony Funding.** From the amounts appropriated above , state aid shall be distributed at a rate not to exceed $43,200 per year for any combination of felony probationers that results in a workload unit level of between 90 and 110.

56. **Battering Intervention Program.** Out of the Strategy A.1.2., Diversion Programs, TDCJ/CJAD shall allocate not less than $1.0 million, and may prioritize up to $3.0 million, this biennium for funding the Battering Intervention and Prevention Program (BIPP) in the manner required by Article 42.141 of the Code of Criminal Procedure. BIPP shall be administered using a statewide allocation of direct grants from CJAD to local non-profit organizations in the manner described in Article 42.13, Section 10(b). Funds subject to this provision shall be allocated at the local level and designated for use only for these programs. Funds subject to this provision may not be utilized for administrative expenses of local community corrections and supervision departments.

57. **Capital Expenditures Authorized.** Notwithstanding the limitations placed on the expenditure of funds for capital budget items contained in the general provisions of this Act, the Texas Department of Criminal Justice is hereby authorized to expend funds appropriated to the Texas Department of Criminal Justice for the acquisition of capital budget items.

58. **TAIP Program.** Out of the funds appropriated above for substance abuse treatment, the amount of $4.7 million each year of the biennium shall be expended only pursuant to interagency contract with the Commission on Alcohol and Drug Abuse. The commission shall contract the full amount back to the Department of Criminal Justice. The Department of Criminal Justice shall utilize the contract proceeds for the Treatment Alternatives to Incarceration program.

    Contingent upon enactment of House Bill 2162, 74th Legislature, or similar legislation, authorizing the Department of Criminal Justice to administer substance abuse treatment

programs for probationers, the paragraph above shall have no effect. The Department of Criminal Justice is directed to expend these amounts on the Treatment Alternatives to Incarceration Program or similar programs.

59. **Substance Abuse Treatment**. Out of the funds appropriated above for substance abuse treatment, an amount not to exceed $67,116,832 in fiscal year 1996 and $70,311,023 in fiscal year 1997 may be expended pursuant to an interagency contract with the Commission on Alcohol and Drug Abuse. The commission shall contract the full amount back to the Department of Criminal Justice for the substance abuse felony punishment (SAFP), in-prison therapeutic community (ITC), and aftercare programs. Out of the funds appropriated above for substance abuse treatment, Department of Criminal Justice direct and indirect administrative and training costs are limited to no more than three percent.

60. **Appropriation - Industrial Revolving Receipts**. Subject to provision 22 above, all Industrial Revolving receipts in excess of those shown in the method of finance are hereby appropriated for use in Strategy C.2.1., On-The-Job Training.

61. **Transportation - Substance Abuse.** The Department of Criminal Justice shall provide transportation for inmates who are released from Substance Abuse Felony Punishment (SAFP) or In-Prison Therapeutic Community (IPTC) facilities and transferred to a residential setting.

62. **Facility for Use of The Texas Department of Criminal Justice.** The Texas Department of Criminal Justice ("TDCJ") is authorized to use lease/purchase financing and to contract with a qualified private vendor to design, construct, operate, and manage a 1,500 bed correctional facility for the use of the TDCJ, pursuant to the operational lowest qualified cost per diem per bed proposal received by TDCJ in response to its last 1,500 to 2,000 bed facility request for proposals. The Texas Board of Criminal Justice, in consultation with the lowest qualified bidder, is authorized to select a site for the proposed correctional facility. The TDCJ may require the vendor to upgrade the level of operational services, management services, facility design, and site location to meet TDCJ standards for the classification of inmate to be placed in the correctional facility. Correctional facility as used herein shall be defined as a secure state correctional facility, state prison, or state jail facility.

63. **Telecommunication Services Policy.** General revenue funds appropriated above are reduced by $5 million in the 1996-97 biennium. The Department of Criminal Justice is appropriated all revenue from contracting for 1) calling equipment and 2) telecommunications carrier service that shall be provided for use by inmates sentenced to state jail and substance abuse facilities. The department shall develop policies and procedures which will use access to telecommunications for purposes of creating incentives for appropriate behavior. Bids for provision of calling equipment and carrier service shall be conducted separately. The department shall provide a report to the 75th Legislature, no later than January 1, 1997, detailing the revenues, expenditures and problems associated with the implementation of this rider.

64. **Post Secondary Education Programs.** Post secondary education courses shall only be available to inmates who have:

    (1) Demonstrated a clear and convincing record of rehabilitation while incarcerated, and

    (2) Demonstrated an interest in a field of study that lends itself to performing specific and beneficial tasks while incarcerated, and

    (3) Demonstrated the aptitude and capabilities to do college level study.

The costs of such post secondary education programs shall be reimbursed by the inmate as a condition of parole.

The Department of Criminal Justice shall not provide in-cell tutoring for inmates who are in administrative segregation.

The Department of Criminal Justice may not transfer appropriations out of Strategy C.2.2., Academic/Vocational Skill.

65. **Oversight of Construction Projects.** The Department of Criminal Justice shall contract with the Texas Youth Commission and the Juvenile Probation Commission to provide construction management services for all Youth Commission and Juvenile Probation Commission construction projects involving the expenditure of bond funds.

66. **Contingency: Senate Bill 574.** In the event that Senate Bill 574, Seventy-fourth Legislature, Regular Session, or similar legislation creating a matching grant program for local child and family commissions is not enacted, there is hereby appropriated to the Department of Criminal Justice, in addition to the amounts appropriated above, the amount of $2,500,000 in fiscal year 1996 and $2,500,000 in fiscal year 1997 out of the General Revenue Fund.

67. **Offender Management Automation.** It is the intent of the Legislature that the Department of Criminal Justice automate the offender management function to the greatest extent possible. To this end, the Department may contract for automation/reengineering assistance. Funds for this payment may come from benefits and savings as realized.

68. **Contingency Implementation of Senate Bill 440.** Contingent upon the enactment of Senate Bill 440, Seventy-fourth Legislature, Regular Session, or similar legislation relating to an expedited habeas corpus process:

    i. Appropriations made above to the Department of Criminal Justice in Strategy C.1.1., Security/Classification, out of the General Revenue Fund are hereby reduced by $2,000,000 in fiscal year 1997; and

    ii. There is hereby appropriated $2,000,000 for the 1996-97 biennium out of the General Revenue Fund to the Court of Criminal Appeals for implementation of Senate Bill 440, Seventy-fourth Legislature, Regular Session, or similar legislation.

CRIMINAL JUSTICE POLICY COUNCIL

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: EFFECTIVE CJ SYSTEM Develop means to promote a more effective and cohesive state criminal justice system.		
Outcomes:		
Programs Evaluated	4	4

A.1.1. Strategy: EVALUATIONS TO REDUCE RECIDIVISM	$ 811,740	$ 810,405
Evaluate the criminal justice programs and assist other agencies in the evaluation of programs as needed to reduce recidivism.		
Outputs:		
Programs Designed	4	4
A.2.1. Strategy: PROJECTION DEVELOPMENT	$ 247,000	$ 247,000
Develop prison population projections and impact studies for use by public officials.		
Outputs:		
Research Reports Distributed	5	7
Presentations Made	6	10
A.2.2. Strategy: SENTENCING STUDIES	$ 143,725	$ 145,060
Collect sentencing data to study and monitor sentencing patterns in the state to assist in the development and evaluation of sentencing policies, to determine the impact of new sentencing reforms, and to develop scientifically based decision-making instruments.		
Outputs:		
Research Reports Distributed	5	7
Presentations Made	6	10
Total, Goal A: EFFECTIVE CJ SYSTEM	$ 1,202,465	$ 1,202,465
Grand Total, CRIMINAL JUSTICE POLICY COUNCIL	$ 1,202,465	$ 1,202,465
Method of Financing:		
General Revenue Fund	$ 669,941	$ 669,941
Criminal Justice Grants	482,524	482,524
Federal Funds	50,000	50,000
Total, Method of Financing	$ 1,202,465	$ 1,202,465
Number of Positions (FTE)	26.5	26.5
Schedule of Exempt Positions		
Executive Director, Group 2	$60,265	$60,265

1. **Evaluation Directed.** Out of the funds appropriated above the Criminal Justice Policy Council shall conduct an evaluation of juvenile corrections programs, with emphasis on identifying impact on juvenile offender recidivism.

2. **Criminal Justice Information System.** The Criminal Justice Policy Council shall, in accordance with Article 60.02, Code of Criminal Procedure, coordinate an examination of the Criminal Justice Information System and provide a report to the Legislative Budget Board by August 31, 1996. The State Auditor's Office and the Department of Information Resources

shall cooperate with the council in the examination to assure the quality of the systems, records and operations related to the Criminal Justice Information System.

COMMISSION ON FIRE PROTECTION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: FIRE PREVENTION		
To be a leader in preventing fires and ensure that the public is thoroughly informed about fire prevention and the consequences of hostile fires.		
Outcomes:		
Percentage Decrease in the Number of Hostile Fires and Related Hazards per 1,000 Population	4%	4%
A.1.1. Strategy: INFORMATION & EDUCATION	$ 405,348	$ 405,348
Implement a comprehensive plan for collecting fire incidence information and providing fire prevention education to all Texas citizens.		
Outputs:		
Number of Fire Incident Reports Processed by the Agency	560,000	560,000
A.1.2. Strategy: PROPERTY INSPECTIONS	$ 1,583,614	$ 1,533,614
Conduct inspections of property to determine the probability of fire or explosion and the risk of harm to the public by using a combination of central office and regional office personnel.		
Outputs:		
Number of Buildings Inspected or Re-Inspected for Fire Safety Hazards	8,000	8,000
Efficiencies:		
Average Cost per Fire Safety Inspection	120	120
Total, Goal A: FIRE PREVENTION	$ 1,988,962	$ 1,938,962
B. Goal: STANDARDS & CERTIFICATION		
To ensure that fire prevention, fire suppression and fire investigation capabilities in Texas are sufficient to protect the public and the fire service from fire and related hazards.		
Outcomes:		
Percentage Change in Active Registrant List of Paid Fire Fighters	.75%	.75%
Percentage of Volunteer Fire Fighters Certified	4%	4%
Percentage Increase in Hours of Fire Fighting Training	8%	8%
Percentage of Planned Key Rate Inspections Conducted	100%	100%
Percentage of Investigated Fires Reported to the Agency That Involve Insurance Claims	90%	90%

B.1.1. Strategy: LICENSING AND CERTIFICATION	$ 1,395,768	$ 1,395,768
Inspect, investigate, certify and license fire departments, fire fighters, fire works and fire protection equipment industries according to the standards adopted by the agency and as prescribed by statute by using a combination of central office and regional office personnel.		
Outputs:		
Number of Fire Departments Inspected and Certified as Meeting Minimum Standards	235	235
Number of Fire Service Training Programs Evaluated	1,200	1,200
B.1.2. Strategy: EQUIPMENT & TRAINING	$ 919,716	$ 919,716
Develop and implement a comprehensive program to meet the equipment and training needs of fire departments throughout the State.		
Outputs:		
Value of Grants, Loans, Surplus Fire Fighting Equipment	930,000	930,000
B.2.1. Strategy: KEY-RATE INSPECTIONS	$ 558,985	$ 558,985
Conduct inspections of cities and Rural Fire Protection Districts to evaluate fire suppression and fire prevention capabilities.		
Outputs:		
Number of Key Rate Inspections Conducted	115	115
B.3.1. Strategy: ARSON INVESTIGATION	$ 1,034,068	$ 1,034,068
Investigate all fires reported to the agency which involve an insurance claim before the insurance claim is paid by using a combination of central office and regional office personnel.		
Outputs:		
Number of Fires Investigated	650	650
Total, Goal B: STANDARDS & CERTIFICATION	$ 3,908,537	$ 3,908,537
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: INDIRECT ADMINISTRATION	$ 833,027	$ 833,027
Grand Total, COMMISSION ON FIRE PROTECTION	$ 6,730,526	$ 6,680,526
Method of Financing:		
General Revenue Fund	$ 51,500	$ 51,500
General Revenue - Consolidated (Insurance Taxes and Fees)	6,576,826	6,526,826
Appropriated Receipts	102,200	102,200
Total, Method of Financing	$ 6,730,526	$ 6,680,526
Number of Positions (FTE)	149.0	149.0

Schedule of Exempt Positions

Executive Director, Group 3	$68,959	$68,959

1. **Fire Department Emergency Program.** The Commission on Fire Protection, in selecting recipients of assistance under the Fire Department Emergency Program, subsequent to the effective date of this Act, shall consider all geographic areas of the state.

2. **Training Restriction.** None of the funds appropriated above may be expended for fire protection or fire management training except through contract with Commission on Fire Protection approved training programs external to the commission in order to avoid duplication of service.

3. **Appropriation of Receipts—Loan Repayments Revolving Fund.** The Commission on Fire Protection is hereby appropriated all loan repayments, loan forfeitures and other revenue accruing to the revolving loan fund for fiscal years 1996 and 1997 for the purpose of making additional loans as established in V.T.C.A., Government Code, Chapter 419, Subchapter C. The unexpended balance in the revolving loan fund at the end of fiscal year 1996 is hereby reappropriated for fiscal year 1997.

4. **License Fees and Examination Fees - Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees generated by the License Fees and Examination Fees as authorized in V.T.C.A. Government Code, Sections 419.073, 419.026, and 419.034(d) cover at a minimum the direct general revenue fund appropriations made above. In the event that actual and/or projected revenue collections are insufficient to offset direct general revenue appropriations, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

5. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S. Article 6252-33, reimbursement of expenses for advisory committee members, out of funds appropriated above, is limited to the following advisory committees: Fire Protection Personnel, Volunteer, Testing, and Funds Allocation.

6. **Pump Inspections.** The Commission on Fire Protection shall make arrangements with the Department of Agriculture to reduce any duplication of effort with respect to the inspection of fuel pumps.

7. **Appropriation of Receipts.** Funds appropriated above may be used to purchase for resale patches, signs, books, audio tapes and video tapes. Funds received from sale of such items shall be re-appropriated to the Texas Commission on Fire Protection to purchase additional items for re-sale.

8. **Interim Study for State Fire Code.** Out of funds appropriated for Item A.1.2., Property Inspections, it is the intent of the Legislature that an amount not to exceed $50,000 in fiscal year 1996 be allocated by the Commission on Fire Protection to conduct a study relating to the need for a state fire code. The Commission on Fire Protection shall report the findings of this study and any resulting recommendations to the 75th Legislature.

COMMISSION ON JAIL STANDARDS

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: EFFECTIVE JAIL STANDARDS To establish reasonable minimum standards for the provision and operation of jails; monitor and enforce compliance with adopted standards; provide consultation, training, and technical assistance to local government for achieving and maintaining compliance with adopted standards; and perform state mandates for relieving felony backlog in county jails		
Outcomes:		
Percent of Standards Reviewed	15%	15%
Number of Inmates in Certified Jails	16,000	17,000
Number of Jails Achieving Compliance	180	190
Number of Completed Construction Projects Meeting Minimum Standards	14	14
Percent of Jail Operational Plans Meeting Standards	100%	100%
Number of Jails With Documented Staffing Plans	120	144
Percent of Jail Capacity at Which Facilities Operate	100%	100%
A.1.1. Strategy: JAIL STANDARDS Develop and implement a plan for soliciting input on needs and effectiveness of standards from local government and criminal justice practitioners, reviewing and revising existing standards, establishing and revising standards for alternative type facilities, and publishing and distributing established and revised standards to affected agencies in a timely manner	$ 75,323	$ 75,323
A.2.1. Strategy: INSPECTION Develop and implement a uniform process to inspect, monitor compliance and ensure due process in enforcement of standards for local jails	$ 267,797	$ 267,797
Outputs:		
Number of Annual Inspections Conducted	242	242
Number of Special Inspections Conducted	40	40
A.2.2. Strategy: JUVENILE JUSTICE SURVEY Perform annual survey of local jail facilities to determine compliance with the Juvenile Justice and Delinquency Prevention Act.	$ 23,220	$ 23,220
Outputs:		
Number of Municipal Lock-Ups Visited	40	40
Number of County Jails Visited	35	35
A.3.1. Strategy: CONSTRUCTION PLAN REVIEW Develop and implement a comprehensive facility needs analysis program and review and comment on construction documents for construction projects	$ 133,897	$ 133,897
Outputs:		
Number of In-Office Consultations With County Representatives	200	200
Number of On-Site Consultations With County Representatives	50	50

A.3.2. Strategy: MANAGEMENT CONSULTATION Review and approve jail operational plans, provide needed jail management training and consultation, and perform objective jail staffing analyses	$ 238,844	$ 238,844
Outputs:		
Number of Operational Plans Reviewed	100	100
Number of On-Site Consultations With County Representatives	100	100
A.4.1. Strategy: AUDITING Collect, analyze, and disseminate data concerning inmate population, felony backlog, and jail operational costs	$ 218,772	$ 218,772
Outputs:		
Number of County Reports Analyzed	1,300	2,000
Total, Goal A: EFFECTIVE JAIL STANDARDS	$ 957,853	$ 957,853
Grand Total, COMMISSION ON JAIL STANDARDS	$ 957,853	$ 957,853
Method of Financing:		
General Revenue Fund	$ 797,853	$ 797,853
Criminal Justice Grants	152,000	152,000
Appropriated Receipts	8,000	8,000
Total, Method of Financing	$ 957,853	$ 957,853
Number of Positions (FTE)	21.0	21.0
Schedule of Exempt Positions		
Executive Director, Group 2	$53,834	$53,834

JUVENILE PROBATION COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: LOCAL JUVENILE JUSTICE To develop a comprehensive, coordinated, community-based juvenile justice system for troubled children and their families throughout the state of Texas by providing funding, technical assistance, and training in partnership with juvenile boards and probation departments in order to provide maximum efficiency and effectiveness.		
Outcomes:		
Rate of Successful Completion of Informal Adjustments	87%	87%
Percentage of Delinquent Referrals Served Through Community Corrections Programs Funded by TJPC	6.8%	6.8%
Number of New Commitments to TYC	2,316	2,496
Percentage of Delinquent Referrals Committed to TYC	2.2%	2.3%
A.1.1. Strategy: BASIC PROBATION Provide funding to juvenile probation departments for the provision of basic juvenile probation services, including delinquency prevention, informal adjustment, and court-ordered probation.	$ 26,988,724	$ 26,988,724
Outputs:		
Average Daily Population of Youth Supervised Under Court Ordered Probation	18,500	18,500
A.2.1. Strategy: COMMUNITY CORRECTIONS Provide funding to juvenile boards and departments for diversion of juveniles from commitment to the Texas Youth Commission and meet performance measures for intensive residential and non-residential diversionary services.	$ 34,512,841	$ 34,512,841
Outputs:		
Average Daily Population of Intensive Services Probation	2,650	2,650
Average Daily Population of Residential Placement Program	630	630
Efficiencies:		
Cost per Day per Youth for Intensive Services Probation	13.8	14.1
Cost per Day per Youth for Residential Placement Program	83	85
A.2.2. Strategy: PROBATION ASSISTANCE Provide training and technical assistance to juvenile boards and probation departments on issues or topics relevant to community-based corrections, including case management, program planning, and delinquency prevention; and monitor for compliance with TJPC standards and applicable federal regulations.	$ 3,997,875	$ 3,997,875
A.2.3. Strategy: CONST OF LOCAL FACILITIES To provide financial assistance to local juvenile probation departments for construction and/or acquisition of local/regional detention beds.	$ 37,500,000	$ U.B.
Outputs:		
Number of Counties with Access to Newly Constructed Beds		218
Number of Local Detention Beds Added		1,000

Efficiencies:		
Average per Bed State Construction Cost		37,500
Total, Goal A: LOCAL JUVENILE JUSTICE	$ 102,999,440	$ 65,499,440
B. Goal: DIRECT AND INDIRECT ADMIN		
Direct and Indirect Administrative and Support Costs		
B.1.1. Strategy: DIRECT AND INDIRECT ADMIN	$ 372,961	$ 372,961
Direct and Indirect Administrative and Support Costs		
Grand Total, JUVENILE PROBATION COMMISSION	$ 103,372,401	$ 65,872,401
Method of Financing:		
General Revenue Fund	$ 61,129,225	$ 61,129,225
General Revenue Fund - Consolidated	50,000	50,000
Interagency Contracts	4,693,176	4,693,176
Bond Proceeds - General Obligation Bonds	37,500,000	U.B.
Total, Method of Financing	$ 103,372,401	$ 65,872,401
Number of Positions (FTE)	33.0	33.0
Schedule of Exempt Positions		
Executive Director, Group 3	$70,000	$70,000

1. **Appropriation, Juvenile Diversion.** All revenue collected as court costs pursuant to V.T.C.A., Family Code, Section 54.0411, and deposited into the Juvenile Probation Diversion Account No. 580, and any fund balances in Account No. 580 on the effective date of this act, are hereby appropriated to the Juvenile Probation Commission for the purpose of implementing Section 54.0411.

2. **Restriction, State Aid.** None of the funds appropriated above in A.1.1. Strategy: Basic Probation, and allocated to local juvenile probation boards, shall be expended for salaries or expenses of juvenile board members.

3. **Educational Needs Assessment.** It is the intent of the Legislature that an integral part of any formal disposition be an assessment of educational needs of the juvenile, and that obtaining appropriate educational services be a priority goal of all juvenile probation dispositions.

4. **Challenge Grants.** Funds appropriated in A.2.1. Strategy: Community Corrections may be expended for children in the jurisdiction of the juvenile court who are also either abused, neglected, emotionally disturbed, mentally ill, or mentally retarded. In awarding this money, the Juvenile Probation Commission shall require a local contribution for the placement of these children at least equal to the amount of state money awarded. The Juvenile Probation Commission shall give priority in this program to three counties with populations of over 500,000, three counties with populations of between 200,000 and 500,000 and three counties with populations below 200,000. Challenge Grant funds may be used for non-residential services.

5. **Federal Foster Care Claims.** Within the appropriations made above, the Department of Human Services, the Texas Youth Commission and the Juvenile Probation Commission shall: document possible foster care claims for children in juvenile justice programs and maintain an interagency agreement to implement strategies and responsibilities necessary to claim additional federal foster care funding; and consult with juvenile officials from other state and national experts in designing better foster care funding initiatives. These initiatives should include, but not be limited to, claiming federal foster care reimbursement for child welfare training contracts and developing financing for family preservation programs.

6. **Appropriation of Federal Title IV-E Receipts.** The provisions of Title IV-E of the Social Security Act shall be used in order to increase funds available for juvenile justice services. The Juvenile Probation Commission shall certify or transfer state funds to the Department of Protective and Regulatory Services so that federal financial participation can be claimed for Title IV-E services provided by counties. Such federal receipts are appropriated to the Juvenile Probation Commission for the purpose of reimbursing counties for services provided to eligible children. It is the intent of the Legislature that any reimbursement from the Title IV-E Program be used for the placement of children or to increase and enhance services to the counties' Title IV-E Program.

7. **Residential Facilities.** Juvenile Boards may use funds appropriated in Strategy A.1.1., Basic Probation, and Strategy A.2.1., Community Corrections, to lease, contract for, or reserve bed space with public and private residential facilities for the purpose of diverting juveniles from commitment to the Texas Youth Commission.

8. **Expenditure Limitation.** Out of the funds appropriated above in Strategy A.2.1., Community Corrections, the amount of $3.0 million each year may only be expended pursuant to the local matching requirements of the Challenge Grant Program. The commission shall target the expenditure of these funds toward provision of non-residential services to at-risk, gang-involved, or chemical dependent youth.

9. **Directed Review of State Aid Allocation.** It is the intent of the Legislature that the Juvenile Probation Commission review the method of allocating state aid funds to the juvenile probation departments biennially. A report of the review shall be submitted to the Legislative Budget Board.

10. **Juvenile Boot Camp Funding.** Out of the funds appropriated above in Strategy A.2.1., Community Corrections, the amount of $1,000,000 annually may be expended only for the purpose of providing a juvenile boot camp in Harris County.

11. **Oversight of Construction Projects.** The Commission shall contract with the Department of Criminal Justice for construction management services for all construction projects involving the expenditure of bond funds appropriated above.

12. **Boot Camp Programs.** Out of the funds appropriated and bond proceeds authorized to the Juvenile Probation Commission for the purpose of funding community corrections programs, at least 50 percent of the boot camp program funds shall be used for facilities that are established on a regional (multi-county) basis and involve school districts and counties.

13. **Local/Regional Detention Facilities.** Funds appropriated above in Strategy A.2.3., Const. of Local Facilities, are for the purpose of acquiring, constructing and/or equipping local post-adjudication detention facilities. The commission shall establish guidelines for the

application, review and award of funding to counties for this purpose. Such guidelines shall include the following:

(1) that 50 percent of the amount for distribution to counties shall be made available for Harris, Dallas, Bexar, Tarrant, El Paso, Hidalgo, and Travis counties;

(2) that 50 percent of the amount for distribution to counties shall be made available to all remaining counties; and

(3) that at least 25 percent of the cost of constructing or acquiring the facility be borne by the county or regional authority. This requirement may be reduced or waived for an award if, after an analysis of relevant financial considerations, the commission finds that the project would maintain compliance with cost-effectiveness criteria and that such a determination would further the achievement of state juvenile justice priorities.

(4) The maximum amount of state assistance shall not exceed $4 million per facility.

14. **TPR PSC7-B: JPC Local Program Evaluation.** It is intent of the Legislature that the Texas Juvenile Probation Commission require local juvenile probation departments to include program evaluations, with emphasis on recidivism, as part of their annual financial audits.

15. **Buffalo Soldier At-Risk Program.** Contingent upon the passage of House Bill 2031, the commission shall fund the Buffalo Soldier At-Risk youth program at an amount of $500,000 in fiscal year 1996 and U.B. in fiscal year 1997 out of funds appropriated in A.1.1. Strategy, Basic Probation, for delinquency prevention.

16. **County Funding Levels**. To be eligible to receive Basic & Diversion Services funding, a juvenile board must demonstrate to the Commission's satisfaction that the amount of local or county funds budgeted for juvenile services, excluding construction and capital outlay expenses, is at least equal to or greater than the amount spent for those in the 1994 county fiscal year.

17. **Contingency Appropriation for Senate Bill 384.** Contingent upon the enactment of Senate Bill 384, or similar legislation relating to state aid for counties that provide secure residential care facilities for certain delinquent children, by the 74th Legislature, Regular Session, the Juvenile Probation Commission is hereby appropriated $2,500,000 for fiscal year 1996 and $2,500,000 for fiscal year 1997 out of the General Revenue Fund for the purpose of implementing that Act. The Juvenile Probation Commission is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

COMMISSION ON LAW ENFORCEMENT OFFICER STANDARDS AND EDUCATION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: LICENSE & APPROVE COURSES To create new incentives and opportunities for law enforcement career oriented individuals to grow in their professional competency.		
Outcomes:		
Percent of Licensees With No Recent Violations	99.8%	99.9%
A.1.1. Strategy: LICENSING Issue Licenses and certificates to individuals who demonstrate required competencies.	$ 554,280	$ 554,280
Outputs:		
Number of New Licenses Issued to Individuals	12,000	12,000
Number of Individuals Examined	14,059	14,832
Efficiencies:		
Average Licensing Cost per Individual License Issued	21	21
Average Cost per Exam Administered	17.57	17.87
A.1.2. Strategy: COURSE DEVELOPMENT Manage development, delivery and quality of law enforcement training and education.	$ 534,853	$ 534,853
Outputs:		
Number of On-Site Academy Evaluations Conducted	35	35
Efficiencies:		
Average Cost per On-Site Academy Evaluation	510	510
A.1.3. Strategy: MEMORIAL FUNDING Complete construction of the Texas Peace Officers' Memorial and identify those Peace Officers who should be enshrined.	$ 75,241	$ 75,242
Total, Goal A: LICENSE & APPROVE COURSES	$ 1,164,374	$ 1,164,375
B. Goal: REGULATION To develop and implement programs designed to contribute to the reduction of per capita incidence of officer misconduct.		
Outcomes:		
Percent of Complaints Resulting in Disciplinary Action	13%	13%
B.1.1. Strategy: ENFORCEMENT Revoke licenses, suspend licenses, or reprimand licensees for violation of statutes or TCLEOSE rules.	$ 242,157	$ 242,157
Outputs:		
Complaints Resolved	262	262
Efficiencies:		
Average Cost per Complaint Resolved	362	362
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: INDIRECT ADMINISTRATION	$ 364,345	$ 364,345

D. Goal: CONTINGENCY APPROPRIATION		
D.1.1. Strategy: CONTINGENCY APPROPRIATION, SB 1135	$ 3,500,000	$ 6,000,000
Grand Total, COMMISSION ON LAW ENFORCEMENT OFFICER STANDARDS AND EDUCATION	$ 5,270,876	$ 7,770,877
Method of Financing:		
General Revenue Fund - Consolidated	$ 5,059,562	$ 7,559,562
Appropriated Receipts	76,314	76,315
Interagency Contracts	135,000	135,000
Total, Method of Financing	$ 5,270,876	$ 7,770,877
Number of Positions (FTE)	39.0	39.0
Schedule of Exempt Positions		
Executive Director, Group 2	$53,834	$53,834

1. **Appropriation of Receipts — Peace Officers' Memorial Contributions.** There is hereby appropriated to the Commission on Law Enforcement Officer Standards and Education all contributions for the Peace Officers' Memorial during the 1996-97 biennium and from any balances on hand as of August 31, 1995, for the purposes of administering, funding, designing and constructing a Texas peace officers' memorial on the grounds of the Capitol Complex in honor of those Texas peace officers who have died in the line of duty as provided by V.T.C.A., Government Code, Chapter 415, subchapter F. Expenditures for administration and support costs related to the Peace Officers' Memorial shall be limited to a maximum of 15% of collections each year of the biennium.

2. **Appropriation of Receipts — Certificate Fees.** There is hereby appropriated to the Texas Commission on Law Enforcement Officer Standards and Education for the biennium beginning September 1, 1995, all fee revenues collected from the sale of Master Peace Officer Certificates pursuant to Section 415.010(5), Government Code.

3. **Contingency Appropriation for Senate Bill 1135.** The appropriation of funds made above in Strategy D.1.1., Contingency Appropriation, SB 1135, is hereby made contingent upon the enactment of Senate Bill 1135, or similar legislation relating to the allocation of continuing education funding, by the 74th Legislature, Regular Session. Funds appropriated in that item may be transferred to other appropriate strategies for the purpose of allocation by the Comptroller of Public Accounts to local law enforcement agencies for continuing education as required by Senate Bill 1135. In no event shall the amount expended out of, or transferred from, Strategy D.1.1., Contingency Appropriation, SB 1135, exceed $3,500,000 for fiscal year 1996 and $6,000,000 for fiscal year 1997. These appropriations are further limited to the revenues generated pursuant to Senate Bill 1135 in the event that the additional revenue generated for continuing education is not sufficient to cover the appropriated amounts.

POLYGRAPH EXAMINERS BOARD

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: ENFORCE POLYGRAPH ACT To aggressively enforce the Polygraph Examiners Act and ensure swift, fair, effective enforcement for all violators of our Act.		
Outcomes:		
Percent of Complaints Resolved Resulting in Disciplinary Action	5%	5%
A.1.1. Strategy: ENFORCEMENT Coordinate formal hearings with the State Office of Administrative Hearings and the Attorney General's Office to insure due process for all parties and to effectively and efficiently process all formal hearings. Perform on-site field compliance investigations of all licensees at their various record storage sites at least once every three (3) years. Promptly perform all field investigations in response to consumer and Board initiated complaints.	$ 72,167	$ 72,167
Outputs:		
Investigations Conducted	15	15
Complaints Resolved	15	15
Efficiencies:		
Average Time for Complaint Resolution	40	40
B. Goal: LICENSING To examine only qualified applicants and license only those who are proficient and competent as polygraph examiners.		
Outcomes:		
Percent of Licensees with No Recent Violations	99%	99%
B.1.1. Strategy: EXAMINATIONS & LICENSING Develop a formal, rigorous, and timely process for verifying active Internship Training Programs. Continue to modify and evolve the licensing examination. Offer four (4) licensing examinations each year, two (2) of which will be in Austin.	$ 8,019	$ 8,019
Outputs:		
Individuals Examined	12	12
Number of Licenses Renewed	237	237
Explanatory:		
Pass Rate	75	75
Grand Total, POLYGRAPH EXAMINERS BOARD	$ 80,186	$ 80,186
Number of Positions (FTE)	2.0	2.0

POLYGRAPH EXAMINERS BOARD
(Continued)

Schedule of Exempt Positions and Per Diem of Board Members		
Executive Officer, Group 1	$31,832	$31,832
Per Diem of Board Members	4,200	4,200

1. **Use of Funds.** Funds appropriated above may be used to contract with the Department of Public Safety for necessary administrative and support services to the Polygraph Examiners Board.

2. **Fee Rates.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the Polygraph Examiners Board cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected fee revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of fee revenue expected to be available. In addition, the Polygraph Examiners Board shall establish reasonable fees pursuant to V.T.C.A. Government Code, Section 316.043 , to be effective during the biennium beginning on the effective date of this Act, not to exceed:

(1) Polygraph Examiners Licenses	$ 500.00
(2) Internship License	300.00
(3) Duplicate License	100.00
(4) Renewal Fee for Examiners License	400.00
(5) Extension or Renewal of an Internship License	150.00
(6) Examination Fee	200.00
(7) Late Fee	200.00

BOARD OF PRIVATE INVESTIGATORS AND PRIVATE SECURITY AGENCIES

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: LICENSING & ENFORCEMENT To aggressively enforce the provisions of the Act for the protection of the general public and consumers of private investigations and security services and products through the efforts of its field offices and headquarters personnel.		
A.1.1. Strategy: INVESTIGATIONS Investigate allegations, reports and notices of violations of the Act and rules.	$ 794,758	$ 794,434
Outputs:		
Investigations Conducted	15,364	16,284
Efficiencies:		
Average Cost per Investigation	48.75	45.98

A.1.2. Strategy: ENFORCEMENT	$ 219,628	$ 219,489
Seek timely prosecution of unlicensed companies providing regulated services through the courts and take administrative action against licensed companies and registered and commissioned individuals operating in violation of the Act and rules.		
Outputs:		
Number of Docketed Cases Settled, Dismissed or Initially Set for Hearing	5,803	6,359
Efficiencies:		
Average Cost per Disciplinary Action	43.09	39.35
A.2.1. Strategy: CRIMINAL HISTORY CHECK	$ 258,535	$ 258,461
Obtain information regarding the identity and criminal history of applicants for company licensure and individual registration and commission (gun permit).		
Outputs:		
Number of Applicants Found to Have Criminal History Records	6,840	7,090
A.2.2. Strategy: LICENSING & REGISTRATION	$ 545,764	$ 547,894
Issue and renew company licenses and individual registrations and commissions (gun permits) of qualified applicants and deny same to those applicants who do not meet minimum standards.		
Outputs:		
Individuals Examined	443	474
Number of New Licenses Issued to Individuals	33,580	34,824
Total, Goal A: LICENSING & ENFORCEMENT	$ 1,818,685	$ 1,820,278
B. Goal: PUBLIC/LICENSEE EDUCATION		
To aggressively enforce statutory provisions for the protection of the general public and consumers of private investigations and security services and products through the efforts of its field offices and headquarters personnel.		
B.1.1. Strategy: PUBLIC EDUCATION	$ 12,211	$ 12,193
Provide information to the public regarding the industry's limits of authority, obligations and responsibilities and the role of the agency.		
Grand Total, BOARD OF PRIVATE INVESTIGATORS AND PRIVATE SECURITY AGENCIES	$ 1,830,896	$ 1,832,471
Method of Financing:		
General Revenue Fund	$ 1,780,896	$ 1,782,471
Appropriated Receipts	50,000	50,000
Total, Method of Financing	$ 1,830,896	$ 1,832,471
Number of Positions (FTE)	44.5	44.5

Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 1	$44,472	$44,472
Per Diem of Board Members	4,000	4,000

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Acquisition of Information Resource Technologies		
(1) Software Licensing Fee	$ 31,500	$ 33,075
Total, Capital Budget	$ 31,500	$ 33,075

2. **Fee Rates.** To provide for the recovery of costs for the preceding appropriations, the following fee rate is established pursuant to Article 5429n, V.A.C.S., to be effective during the biennium covered by this Act:

Registration fee for private investigators, managers, branch office managers, and alarm system installers (original and renewals)	$25
Registration fee for noncommissioned security officer	$50
Registration fee for security sales persons	$25
Registration fee for alarm system installers	$25
Registration fee for dog trainer	$25
Registration fee for owner, officer, partner, or shareholder of a license	$25
Security officer commission fee (original and renewal)	$40
Employee information update fee	$15

3. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

4. **Appropriations of Fees.** Contingent upon passage of House Bill 2910, Seventy-fourth Legislature, Regular Session, or similar legislation, any revenue collected related to obtaining criminal history records maintained by the Federal Bureau of Investigation are hereby appropriated for the biennium beginning September 1, 1995 for the purpose of implementing the provisions of the Act.

5. **Contingent Revenue.** Out of appropriations in Strategy A.1.1. Investigations, the amount of $91,440 is contingent upon the Board of Private Investigators and Private Security Agencies assessing fees sufficient to generate, during the 1996-97 biennium, $119,438 in excess of the estimate for General Revenue, (Account 001, Object Code 3175) contained in the *Biennial Revenue Estimate* 1996-97, Comptroller of Public Accounts, January 10, 1995. The Board of Private Investigators and Private Security Agencies, upon completion of necessary actions to assess or increase such additional fees, shall furnish copies of Board minutes and other information supporting the estimated revenues to be generated for the 1996-97 biennium under the revised fee structure to the Comptroller of Public Accounts. If the Comptroller finds the information sufficient to support the projection of increased revenues, a finding of fact to that effect shall be issued and the contingent appropriation shall be made available for the intended purposes.

DEPARTMENT OF PUBLIC SAFETY

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PROMOTE TRAFFIC SAFETY		
To promote traffic safety.		
Outcomes:		
Annual Texas Rural Traffic Death Rate	2.2	2.2
A.1.1. Strategy: HIGHWAY PATROL	$ 78,012,939	$ 74,714,516
Supervision of traffic on rural highways by uniformed officers		
Outputs:		
Traffic Law Violator Contacts	2,190,725	2,190,725
Rural Traffic Accidents Investigated	48,953	48,953
A.1.2. Strategy: COMMERCIAL TRAFFIC PATROL	$ 20,945,134	$ 20,733,175
Supervision of commercial and "for hire" traffic on rural highways by uniformed officers.		
Outputs:		
Traffic Law Violator Contacts	486,000	564,000
Commercial Vehicles Placed Out of Service	30,000	30,000
A.1.3. Strategy: DRIVER LICENSE & RECORDS	$ 49,544,322	$ 49,521,407
Ensure the competency of Texas drivers through testing of new drivers, determining the eligibility of renewal applicants, and through the improvement or delicensing of problem drivers.		

Outputs:		
Number of Examinations Administered	5,704,377	5,704,377
Number of Driver Records Established and Maintained	13,696,052	13,833,012
Alcohol Related Accident Rate	8.7	8.7
Annual Percent Change in DWI Repeat Offender Arrest Rate	10%	10%
A.1.4. Strategy: BREATH & BLOOD TESTING	$ 1,598,741	$ 1,605,221
Operate a scientific breath alcohol and blood testing program statewide. Supervise and maintain this program, train operators, and testify to its validity in court.		
Outputs:		
Number of Breath Alcohol Tests Supervised	45,500	45,500
Number of Blood Alcohol and Toxicology Cases Completed	5,575	5,925
A.1.5. Strategy: VEHICLE INSPECTION	$ 8,116,470	$ 7,904,830
Administer the state's vehicle inspection program.		
Outputs:		
Number of Inspection Stations Supervised	9,985	10,185
Number of Inspectors Supervised	32,662	33,805
Number of Inspection Certificates Sold to Stations	12,012,000	12,252,240
A.1.6. Strategy: TRAFFIC ACCIDENT RECORDS	$ 2,032,450	$ 2,032,450
Administer the traffic accident records system for the State of Texas.		
Outputs:		
Number of Accident Reports Processed	550,000	550,000
A.1.7. Strategy: EDUCATION & TRAINING	$ 3,639,065	$ 3,636,745
Provide appropriate alcohol, drug, traffic safety, and crime prevention educational programs for the citizens of Texas and provide operational and technical training for law enforcement, emergency management, and support personnel in the state.		
Outputs:		
Number of Alcohol, Drug, Traffic Safety, and Crime Prevention Programs Conducted	7,374	7,374
Number of Personnel Instructed	8,500	8,500
Number of Traffic Safety Literature Items Produced	135,000	135,000
A.1.8. Strategy: PHYSICAL PLANT	$ 10,111,004	$ 7,661,004
Construct and maintain the physical facilities necessary to conduct and administer statewide law enforcement activities.		
Total, Goal A: PROMOTE TRAFFIC SAFETY	$ 174,000,125	$ 167,809,348
B. Goal: PREVENT & DETECT CRIME		
To promote the preservation of the peace and the prevention and detection of crime.		
Outcomes:		
Annual Texas Crime Index Rate	7,794	7,794
B.1.1. Strategy: NARCOTICS ENFORCEMENT	$ 22,877,893	$ 22,861,029
Administer the Narcotics enforcement program		

Outputs:		
Number of Criminal Investigations of Narcotics Violations Conducted	3,000	3,000
Number of Arrests for Narcotics Violations	1,777	1,777
Efficiencies:		
Average Cost of Criminal Investigation	6,031	6,031
B.1.2. Strategy: VEHICLE THEFT ENFORCEMENT	$ 4,776,829	$ 4,544,189
Administer the Motor Vehicle Theft enforcement program		
Outputs:		
Number of Criminal Investigations for Motor Vehicle Theft Conducted	8,180	8,180
Number of Arrests for Motor Vehicle Theft	666	681
Efficiencies:		
Average Cost of Criminal Investigation	623	623
B.1.3. Strategy: CRIMINAL INTELLIGENCE	$ 6,036,639	$ 5,964,883
Administer the Criminal Intelligence enforcement program		
Outputs:		
Number of Criminal Investigations in Criminal Intelligence Conducted	3,205	3,205
Number of Fugitive Apprehension Packets Processed	1,036	1,036
B.1.4. Strategy: TEXAS RANGERS	$ 6,097,261	$ 6,178,025
Administer the Texas Rangers enforcement program		
Outputs:		
Number of Criminal Investigations	4,900	4,900
Number of Arrests	750	750
B.1.5. Strategy: CAPITOL SECURITY	$ 7,991,772	$ 7,998,242
Provide appropriate security for public officials and property		
Outputs:		
Number of Parking Transactions	34,529	34,529
Hours of Security Provided	381,184	381,184
B.1.6. Strategy: TECHNICAL ASSISTANCE	$ 6,229,411	$ 6,132,191
Provide high quality and timely technical assistance programs to requesting criminal justice agencies in Texas		
Outputs:		
Number of Drug Cases Examined	25,000	25,000
Number of Criminalistics Cases Worked	5,200	5,200
B.1.7. Strategy: OPERATIONAL ASSISTANCE	$ 13,155,481	$ 12,466,056
Provide high quality and timely operational assistance programs to requesting criminal justice and other authorized agencies and entities		
Outputs:		
Number of Law Enforcement Agency or Emergency Aircraft Hours Flown	5,200	5,200
Number of Criminal History Inquiries From Authorized Agencies/Entities Processed	1,230,300	1,230,300
Number of Fingerprint Cards Processed Through Automated and Manual Systems	701,000	725,000

B.1.8. Strategy: HANDGUN LICENSING	$ 10,542,563	$ 5,232,437 & U.B.
Total, Goal B: PREVENT & DETECT CRIME	$ 77,707,849	$ 71,377,052
C. Goal: DISASTER RESPONSE To respond in a timely fashion to emergencies and disasters and administer a comprehensive emergency-management program.		
Outcomes:		
Percentage of Jurisdictions Receiving Planning Guidance and Assistance in Emergency Preparedness	39%	39%
Percentage of Jurisdictions Receiving Recovery and Mitigation Assistance	57%	57%
C.1.1. Strategy: EMERGENCY PLANNING Provide emergency management planning assistance and guidance to state agencies and local governments in Texas.	$ 1,992,106	$ 1,992,106
Outputs:		
Number of Assistance Visits/Contacts	58,045	58,045
Number of Student Hours of Emergency Management Instruction Provided	17,400	17,400
C.1.2. Strategy: DISASTER RECOVERY Process and monitor all requests and applications for recovery and mitigation assistance based upon requirements and procedures.	$ 1,112,825	$ 1,112,825
Outputs:		
Number of Jurisdictions Assisted	767	767
C.1.3. Strategy: RESPONSE COORDINATION Review and coordinate emergency and disaster response operations.	$ 662,249	$ 662,249
Outputs:		
Number of Emergency Incidents Coordinated	745	745
Number of Local Governments Assisted	521	521
Total, Goal C: DISASTER RESPONSE	$ 3,767,180	$ 3,767,180
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: CENTRAL ADMINISTRATION	$ 5,189,778	$ 5,189,778
D.1.2. Strategy: INFORMATION RESOURCES	$ 12,775,720	$ 11,965,721
D.1.3. Strategy: OTHER SUPPORT SERVICES	$ 4,873,074	$ 4,873,074
D.1.4. Strategy: REGIONAL ADMINISTRATION	$ 7,378,769	$ 7,378,769
Total, Goal D: INDIRECT ADMINISTRATION	$ 30,217,341	$ 29,407,342
Grand Total, DEPARTMENT OF PUBLIC SAFETY	$ 285,692,495	$ 272,360,922
Method of Financing:		
General Revenue Fund - Consolidated	$ 24,322,597	$ 24,322,595
State Highway Fund No. 006	234,229,310	226,164,865
Criminal Justice Grants, estimated	3,789,460	3,789,460

Federal Funds	10,980,753	10,980,753
Appropriated Receipts	45,000	45,000
Interagency Contracts	1,782,812	1,825,812
Concealed Handgun License Account	10,542,563	5,232,437
Total, Method of Financing	$ 285,692,495	$ 272,360,922
Number of Positions (FTE)	6,461.0	6,461.0
Schedule of Exempt Positions		
Director, Group 4	$90,000	$90,000

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to V.T.C.S., Art. 601(d), Sec. 9A.

		1996	1997
Out of the State Highway Fund No. 006:			
a.	Acquisition of Land and Real Property	$ 225,000	$ 1,200,000
b.	Construction of Buildings and Facilities	6,550,000	3,125,000
c.	Repairs or Rehabilitation of Buildings and Facilities	1,000,000	1,000,000
d.	Acquisition of Information Resource Technologies	4,700,000	3,215,000
e.	Transportation Items	8,512,311	7,198,311
f.	Acquisition of Capital Equipment and Items	$ 2,418,646	$ 2,310,000
	Total, Capital Budget	$ 23,405,957	$ 18,048,311

2. **Sale of Vehicles.** Funds derived from the sale of passenger vehicles and aircraft operated by the Department of Public Safety are hereby reappropriated to the Department of Public Safety and are to be deposited in appropriations where like purchases can be made as per Article 601b, V.A.C.S.

3. **Abandoned Vehicles.** Funds accruing to the department under the provisions of Article 4477-9a, Section 5.01 et. seq. are hereby appropriated to the department to assist in the administration of the Act.

4. **Unexpended Vehicle Appropriations.** Any unexpended balance in funds appropriated for automobile purchases in the various strategies and identified in the capital budget as transportation items, for the 1996 fiscal year are hereby reappropriated for the 1997 fiscal year.

5. **Controlled Substances.** All amounts received under V.T.C.A., Health and Safety Code, Chapter 481 are hereby appropriated to the Department of Public Safety to be used for law

enforcement purposes. Any funds unexpended at the close of each fiscal year are reappropriated for the following year.

6. **Academy Costs.** The Department of Public Safety may charge employees and students of the DPS Academy for tuition, lodging, and meals at such prices as may be set by the department. Such funds as received are hereby appropriated to cover the expenses entailed in providing such students and employees their lodging, meals, incidental expenses, and to pay visiting instructors.

7. **Clothing Allowance.** All commissioned officers holding an exempt position and other required uniform personnel are to receive a clothing and cleaning allowance of $500 per year. Those commissioned officers who are not provided a uniform shall receive a clothing and cleaning allowance of $1,200 per year.

8. **Witness Fees.** From the appropriations made herein the Department of Public Safety may pay the witness fees and travel expenses of out-of-state witnesses, subject to the advance, written approval of the District Attorney for the county having venue over the law violation under investigation.

9. **Medical and Funeral Costs.** Monies appropriated above may be expended for drugs, medical, hospital, laboratory and funeral costs of law enforcement employees or other employees performing duties involving unusual risk when injury or death occurs in the performance of such duties. It is the intent of the Legislature that monies appropriated above shall not be expended for drugs, medical, hospital, laboratory or funeral costs of employees who are not actively engaged in the performance of law enforcement or other hazardous duties or of law enforcement employees when injury or death occurs in the performance of clerical or office duties as distinguished from law enforcement or other duties involving unusual risk. Monies appropriated above may also be expended for physical examinations and testing when such examinations and tests are a condition of employment or exposure to infectious diseases or hazardous materials occurs in the line of duty.

10. **Aircraft Authority.** The Department of Public Safety is authorized to own, maintain and operate helicopters in performance of its responsibilities. In addition to authority to own, maintain and operate aircraft under the provisions of Section 411.013 of the Government Code, and the General Provisions in this Act, the department is authorized to own, maintain and operate any aircraft seized pursuant to authority contained in V.T.C.A., Health and Safety Code, Chapter 481 or under any other statute authorizing the Department to own, maintain, or operate seized aircraft. The department is directed to submit, as part of its Annual Report, details on the acquisition and disposition of seized aircraft.

11. **Purchase of Evidence.** From the amounts appropriated above to the Department of Public Safety, an amount not to exceed One Million Dollars ($1,000,000) each year of the biennium, exclusive of amounts forfeited to the Department of Public Safety by any court of competent jurisdiction and amounts received from the United States government derived from the forfeiture of monies and property, is hereby designated for the purchase of evidence and/or information and surveillance expenses deemed necessary by the Department of Public Safety; and accountability for expenditures as set forth above shall be governed by such rules and regulations as the Director of the Department of Public Safety may recommend, subject to review and approval by the State Auditor. Such amounts may be maintained in cash to facilitate the purchase of evidence, information and/or surveillance expense.

12. **Driver License Facilities.** It is the intent of the Legislature that the driver license facilities and personnel provided for in this Act be dispersed over the entire State in both rural and urban areas, and that driver license service to counties with populations equal to or less than

50,000 shall not be reduced below the service levels currently provided by the Department of Public Safety.

13. **Marked Vehicles.** None of the funds appropriated hereinabove may be expended for the salaries of personnel operating motor vehicles used to stop and actually arrest offenders of highway speed laws unless such vehicles are patrol vehicles of the standard black-and-white color, plainly marked with the department's insignia.

14. **Aviator Reimbursement.** From the amounts appropriated above, an amount not to exceed $10,000 each year of the biennium may be used for aviator assistance to state agencies such as search rescue or disaster-related functions. Reimbursements may include actual costs of aircraft operation including fuel, oil, maintenance and routine costs incurred by trained and certified private volunteer aviators using privately-owned aircraft in state-authorized flight operations and training exercises associated with disaster related activities. The reimbursement shall not exceed the rate approved by the state per flying hour, when such aircraft costs are not reimbursable by other governmental agencies in accordance with Chapter 418, Government Code.

15. **Gasoline Contingency.** In addition to funds appropriated above and contingent upon certification by the Comptroller of Public Accounts, the Department of Public Safety is hereby appropriated up to $40,000 annualized per year from State Highway Fund No. 006 for each cent increase in the average gasoline cost per gallon to the department above $.90 per gallon.

16. **Disaster Relief Funds.** In addition to the appropriations otherwise provided in this Act, there is hereby appropriated to the Department of Public Safety any federal funds, including those authorized under the Disaster Relief Act of 1974, received by the department either directly or as agent of the Governor. Such funds may be used for any purpose for which the federal grant, allocation, aid, or payment was made or for any purpose for which the funds they replace were appropriated, and funds otherwise appropriated to the department may be used in carrying out the department's duties.

17. **Texas Rangers.** It is the intent of the Legislature that the Texas Rangers shall be a separate division of the Department of Public Safety and the Chief of the Texas Rangers shall report directly to the Director of the Department of Public Safety.

18. **Appropriations of Receipts -- Parking Violation Revenues.** The Texas Department of Public Safety shall collect a $10.00 (Ten Dollars) fine for all parking violations on state-owned property in the Capitol Complex. All revenue received from parking violations shall be deposited to the General Revenue Fund and is hereby appropriated for use by the Department of Public Safety for Capitol Police Security and parking for the 1996-97 biennium.

19. **Security -- Aircraft Pooling Board.** The Texas Department of Public Safety shall be responsible for the security of state owned real property and facilities acquired for use by the Aircraft Pooling Board and shall recover costs through fees charged to the Aircraft Pooling Board.

20. **Seized Assets Report.** The Department of Public Safety shall file with the Governor and the Legislative Budget Board, no later than October 1 of each year, a report detailing the acquisition and use of seized assets. The report shall contain, at a minimum, the following information: the court in which the case was adjudicated, the nature of the assets, the value of the assets, and the actual or intended use of the assets.

21. **Disposition of Seized Funds.** The Department of Public Safety is hereby directed to deposit all funds currently held, or obtained in the future pursuant to seizure actions or judicial forfeiture according to rules and procedures developed by the State Treasurer. DPS shall cooperate with the State Treasurer in developing agreements and procedures for the deposit of seized state funds in accounts with the State Treasurer.

22. **Polygraph Examinations.** None of the funds appropriated herein above may be expended for polygraph testing of commissioned law enforcement officers of the Department of Public Safety, unless requested by the officer.

23. **Supply and Inventory Cost Allocation.** The Department of Public Safety is hereby authorized to establish a supply and inventory cost pool to which appropriations may be transferred from any strategy item. These transfers shall be restricted to the purchase of supplies and inventory items. Expenditures from the cost pool shall be allocated back to the applicable strategies of the Department of Public Safety within 30 days following the close of each fiscal quarter.

24. **Administrative License Revocation.**

    a. Appropriations made above to Strategy A.1.3., Driver License and Records, include $2,340,246 in fiscal year 1996 and $2,306,531 in fiscal year 1997 for the purpose of contracting with the State Office of Administrative Hearings for costs associated with the Administrative License Revocation program.

    b. In addition to the amounts identified in section a. of this provision, appropriations made above to Strategy A.1.3., Driver License and Records, and A.1.4., Breath and Blood Testing, include $2,974,806 in fiscal year 1996 and $2,974,806 in fiscal year 1997 for the Department of Public Safety to operate and administer the Administrative License Revocation program.

25. **Safety Compliance Hearings.** Out of the amounts appropriated above to Strategy A.1.2., Commercial Traffic Patrol, up to $146,789 each year of the biennium, may be used for the purpose of contracting with the State Office of Administrative Hearings for costs associated with safety compliance hearings.

26. **Stranded Motorist Assistance.** The Department of Public Safety is designated as the lead state agency to help motorists whose vehicles are disabled on a public road. The Department shall obtain the cooperation of all relevant state agencies, especially the Texas Department of Transportation, and coordinate its efforts with all local law enforcement agencies and interested private businesses. As part of this initiative, the Department of Public Safety shall establish and publicize a toll free number and a universal distress signal for motorists that are in need of assistance.

27. **Computer Mapping Technology.** The Department of Public Safety shall explore the utilization of computer mapping technology, in coordination with local law enforcement officials and local crime stopper units, to pick up patterns of criminal activity in the state of Texas. The on-line beat map should plot locations, dates and times of specified crimes over any chosen time period. To the greatest extent possible, the Department of Public Safety shall utilize databases and technologies already developed by other state agencies.

28. **Juvenile Justice Database.** Notwithstanding the limitations on capital budget item acquisitions contained elsewhere in this Act, the amounts appropriated above to Strategy B.1.7., Operational Assistance, include $2,000,000 each fiscal year for the implementation of a juvenile justice tracking system and database.

29. **Motorcycle Safety Training.** Contingent upon enactment of Senate Bill 1390, Seventy-fourth Legislature, Regular Session, or similar legislation, it is the intent of the Legislature that the Department of Public Safety Provide funding for administration and operation of the Motorcycle Operator Training and Safety Program, as established in Article 6701c-4, V.C.S., at a level not less than an amount approximately equal to the total 1996-97 biennial collection of Class M license renewal fees currently dedicated to the Motorcycle Education Account.

30. **Moving Expenses.** Not withstanding any other provision of this Act, the department may use appropriated funds to pay the reasonable, necessary, and resulting costs of moving the household goods and effects of a commissioned peace officer employed by the department who is transferred from one designated headquarters to another so long as the department determines that the best interests of the State will be served by such transfer.

31. **Unexpended Balances.** Any unexpended balances as of August 31, 1995, in appropriations made to the Department of Public Safety out of the State Highway Fund No. 006 are hereby reappropriated to the Department of Public Safety for the biennium beginning September 1, 1995 to Strategy D.1.2., Information Resources.

32. **Unexpended Balances -- Senate Bill 407.** Any unexpended balances as of August 31, 1995, in general revenue appropriations made to the Department of Public Safety in Senate Bill 407, 74th Legislature, or similar legislation, are hereby reappropriated to the Department of Public Safety for the biennium beginning September 1, 1995.

33. **Bullet Identification System.** Funds appropriated above may be expended for the purpose of acquiring and implementing a system of automated bullet identification and for payments to the master lease program necessary to acquire the equipment for this system.

34. **Contingency Appropriation for Senate Bill 3.** Contingent upon enactment of Senate Bill 3, Seventy-fourth Legislature, Regular Session, or similar legislation, the Department of Public Safety is hereby appropriated $3,026,334 for fiscal year 1996 and $1,985,835 for fiscal year 1997 out of the State Highway Fund No. 006 for the purpose of implementing the provisions of that Act. The Department of Public Safety is hereby authorized to transfer the appropriations made pursuant to this provision to the appropriate strategy items listed above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

35. **Implementation of Senate Bill 130.** Out of funds appropriated above, $86,295 in 1996 and $57,839 in 1997 shall be allocated for the implementation of Senate Bill 130, if such Act should become law.

36. **Contingency Appropriation for Senate Bill 1390.** Contingent upon enactment of Senate Bill 1390, Seventy-fourth Legislature, Regular Session, or similar legislation, the Department of Public Safety is hereby appropriated the additional fee revenue collected pursuant to Senate Bill 1390 in an amount not to exceed $116,905 for fiscal year 1996 and $25,100 for fiscal year 1997 for the purpose of implementing the provisions of that Act. The Department of Public Safety is hereby authorized to transfer the appropriations made pursuant to this provision to the appropriate strategy items listed above.

37. **Contingency Appropriation for Senate Bill 1504.** Contingent upon enactment of Senate Bill 1504, Seventy-fourth Legislature, Regular Session, or similar legislation, the Department of Public Safety is hereby appropriated revenue collected pursuant to Senate Bill 1504 in an amount not to exceed $2,353,193 for fiscal year 1996 and $2,041,583 for fiscal year 1997 for the purpose of implementing the provisions of that Act. The Department of Public Safety is

hereby authorized to transfer the appropriations made pursuant to this provision to the appropriate strategy items listed above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

38. **Contingency Appropriation for House Bill 2151.** Contingent upon enactment of House Bill 2151, Seventy-fourth Legislature, Regular Session, or similar legislation, the Department of Public Safety is hereby appropriated the additional fee revenue collected pursuant to House Bill 2151 in an amount not to exceed $5,225,670 for fiscal year 1996 and $2,761,314 for fiscal year 1997 for the purpose of implementing the provisions of that Act. The Department of Public Safety is hereby authorized to transfer the appropriations made pursuant to this provision to the appropriate strategy items listed above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

39. **Contingency Appropriation -- Senate Bill 60.** The amounts appropriated above in Strategy B.1.8., Handgun Licensing, are contingent upon enactment of Senate Bill 60, Seventy-fourth Legislature, or similar legislation authorizing the licensure of persons to carry a concealed handgun. Except as otherwise provided, the expenditure of such amounts is also contingent upon the Department of Public Safety establishing and assessing fees, as authorized by that Act, sufficient to generate revenue to cover the appropriations made in Strategy B.1.8., Handgun Licensing, for the 1996-97 biennium.

The Comptroller of Public Accounts is hereby authorized to transfer an amount not to exceed $5,833,252 out of the General Revenue Fund to the Concealed Handgun License Account during fiscal year 1996 provided that a like amount is transferred out of the Concealed Handgun License Account to the General Revenue Fund prior to August 31, 1997 and such amounts as may be necessary to implement these transfers are hereby appropriated.

In the event that the fee revenue collected pursuant to Senate Bill 60, or similar legislation, is in excess of the amounts necessary to cover the direct appropriation, employee matching costs, and the repayment of the general revenue as required in this provision, all such additional fee revenue is hereby appropriated to the Department of Public Safety to implement the provisions of that Act. Notwithstanding limitations on capital budget expenditures elsewhere in this Act, funds appropriated for handgun licensing may be used for capital budget purposes.

COUNCIL ON SEX OFFENDER TREATMENT

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PROVIDE ACCESS TO SERVICE Provide sex offenders access to treatment to reduce assaultive behavior.		
Outcomes:		
Percent Increase in the Number of Providers Registered	.05%	.05%

COUNCIL ON SEX OFFENDER TREATMENT
(Continued)

A.1.1. Strategy: RESOURCE CENTER Establish a resource center for the rehabilitation of sex offenders.	$ 100,996	$ 100,997
Outputs:		
Number of Contacts/Referrals to the Resource Center	5,000	5,000
Number of Training Opportunities Established	2	2
Number of Providers Registered	314	329
Grand Total, COUNCIL ON SEX OFFENDER TREATMENT	$ 100,996	$ 100,997
Method of Financing:		
General Revenue Fund	$ 70,996	$ 70,997
Appropriated Receipts	30,000	30,000
Total, Method of Financing	$ 100,996	$ 100,997
Number of Positions (FTE)	2.0	2.0
Schedule of Exempt Positions		
Executive Director, Group 1	$39,816	$39,816

1. **Unexpended Balances.** Any unexpended balances as of August 31, 1996, for the Council on Sex Offender Treatment, in general revenue appropriations or in appropriated receipts, are hereby reappropriated to the Council on Sex Offender Treatment for the 1997 fiscal year.

YOUTH COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PROTECT PUBLIC To protect the public from the delinquent and criminal acts of TYC youth while they are in institutional or community-based primary care programs.		
Outcomes:		
Arrests Prevented Through Custody in Primary Care	11,610	15,070
A.1.1. Strategy: PRIMARY PROGRAMS Provide a continuum of TYC-operated and contracted primary programs care under conditions designed for the youths' welfare and the interests and safety of the public, youth and staff.	$ 75,136,791	$ 93,362,676
Outputs:		
Average Daily Population: Primary Care	2,760	3,675
Six-Month Minimum Length of Stay Rate	95%	95%

Youth per On-Duty Direct Care Staff	8	8
Efficiencies:		
Capacity Cost in Primary Care per Youth Day	74.58	69.6
A.1.2. Strategy: RISK ASSESSMENT	$ 2,235,980	$ 2,885,456
Provide a system of assessment, which is culturally competent and accurately determines the relative security risk and treatment needs of committed youth so they are placed in appropriate programs.		
Outputs:		
Average Daily Population: Reception Center	293	347
Efficiencies:		
Assessment Cost in Reception Center per Youth Day	20.91	22.78
A.1.3. Strategy: CONSTRUCTION AND RENOVATION	$ 55,512,163	$ U.B.
Construct and renovate TYC facilities in order to provide sufficient capacity and proper conditions.		
Total, Goal A: PROTECT PUBLIC	$ 132,884,934	$ 96,248,132
B. Goal: ENABLE PRODUCTIVITY		
To enable TYC youth through habilitation to become productive and responsible citizens.		
Outcomes:		
Constructive Activity Rate	35%	35%
Diploma or GED Rate	29%	29%
B.1.1. Strategy: EDUCATION PROGRAMS	$ 9,616,859	$ 12,903,231
Provide or facilitate 12-month academic, vocational/ technical, and GED preparation programs.		
Outputs:		
Average Daily Attendance in TYC-Operated Schools	1,948	2,708
Average Daily Attendance in Vocational Training in TYC-Operated Schools	1,070	1,490
Efficiencies:		
Education Cost in TYC-Operated Schools per Youth Day	13.53	13.05
B.1.2. Strategy: INDEPENDENT LIVING	$ 643,059	$ 643,059
Provide independent living preparation training and transitional assistance.		
Outputs:		
Average Daily Population: Independent Living Preparation Program	68	68
Youth Completing Independent Living Preparation Programs	90	90
Efficiencies:		
Independent Living Treatment Cost per Youth Day	13.73	13.76
Total, Goal B: ENABLE PRODUCTIVITY	$ 10,259,918	$ 13,546,290
C. Goal: PROVIDE REHABILITATION		
To reduce the delinquent and criminal behavior of TYC youth released from institutional and community-based primary treatment programs, and of youth adjudicated delinquent from other states currently residing in Texas.		

Outcomes:		
One Year Rearrest Rate	61%	60%
One Year Rearrest Severity Rate	32%	31%
One Year Reincarceration Rate: Total	25%	24%
C.1.1. Strategy: PRIMARY TREATMENT Provide a culturally competent system of integrated primary treatment and aftercare programs	$ 10,998,491	$ 13,838,613
Outputs:		
Average Daily Population: Aftercare	1,697	1,679
Positive Discharge Rate	40	40
Efficiencies:		
Basic Treatment Cost per Youth Day	6.76	7.08
C.1.2. Strategy: SPECIALIZED TREATMENT Provide a system of culturally competent specialized treatment programs for youth with the specialized needs of capital offense history, sex offense history, chemical abuse dependence, emotional disturbance, or gang membership.	$ 4,927,071	$ 5,688,074
Outputs:		
Average Daily Population: Specialized Treatment	906	1,087
Efficiencies:		
Specialized Treatment Cost per Youth Day	14.9	14.34
C.1.3. Strategy: INTERSTATE AGREEMENT Implement the interstate cooperative agreement regarding the return and supervision of runaways and the supervision of juvenile probationers and parolees.	$ 75,232	$ 75,232
Outputs:		
Youth Served Through Interstate Compact	2,485	2,509
Total, Goal C: PROVIDE REHABILITATION	$ 16,000,794	$ 19,601,919
D. Goal: PREVENT DELINQUENCY To help prevent delinquent behavior in Texas		
D.1.1. Strategy: PREVENTION INFORMATION Provide assistance and information to support state and local efforts in delinquency prevention	$ 150,000	$ 150,000
E. Goal: INDIRECT ADMINISTRATION		
E.1.1. Strategy: CENTRAL ADMINISTRATION	$ 3,580,000	$ 3,580,000
E.1.2. Strategy: INFORMATION RESOURCES	$ 3,279,566	$ 3,573,561
E.1.3. Strategy: OTHER SUPPORT SERVICES	$ 677,701	$ 677,701
E.1.4. Strategy: REGIONAL ADMINISTRATION	$ 661,647	$ 640,000
Total, Goal E: INDIRECT ADMINISTRATION	$ 8,198,914	$ 8,471,262
Grand Total, YOUTH COMMISSION	$ 167,494,560	$ 138,017,603
Method of Financing:		
General Revenue Fund	$ 105,497,029	$ 131,015,413
Federal Funds	41,000	
Appropriated Receipts	1,266,500	1,326,650

Interagency Contracts	5,002,868	5,500,540
Bond Proceeds - General Obligation Bonds	55,512,163	
Earned Federal Funds	175,000	175,000
Total, Method of Financing	$ 167,494,560	$ 138,017,603
Number of Positions (FTE)	2,372.5	2,372.5
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 4	$85,000	$85,000
Per Diem of Board Members	3,600	3,600

1. **Capital Budget**. None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Acquisition of Information Resource Technologies		
(1) Casework Automation (1994/95)	$ 333,270	$ 64,754
(2) Computer Equipment and Software (MELPP)	593,878	631,642
b. Lease Payments to the Master Equipment Lease Purchase Program (1992/1993)	352,900	99,704
c. Acquisition of Transportation Items (MELPP)	146,319	297,398
d. Repairs or Rehabilitations of Buildings and Facilities		
(1) Revovations Dorms and Support Buildings	2,808,771	U.B.
(2) Conversion of Units		
(a) Convert TDCJ SAFP Units (2) for 512 additional TYC beds	8,841,208	
(b) Convert TDCJ N-Group Unit for 356 additional beds	1,500,000	U.B.
(c) Convert MHMR Facility at Vernon for 300 beds	2,000,000	U.B.
(3) Major Maintenance and Repair	2,267,684	U.B.
e. Construction of Buildings and Facilities		
(1) Utility and Site Work	13,602,312	U.B.
(2) Expand capacity at existing facilities (5)		
(a) Expand Jefferson County facility by 144 beds	2,958,000	U.B.
(b) Jefferson County PE/Vocational Education Building	2,758,320	U.B.
(c) Expand Evins Regional Center by 144 beds	4,916,909	U.B.
(d) Expand Crockett State School by 96 beds	3,254,486	U.B.

(e)	Expand Brownwood State School by 48 beds	1,627,243	U.B.
(f)	Expand Gidding State School by 48 Beds	1,627,243	U.B.
(3)	Other new construction at existing facilities	$ 7,349,987	$ U.B.
Total, Capital Budget		$ 56,938,530	$ 1,093,498

Method of Financing (Capital Budget):

General Revenue Fund	$ 1,426,367	$ 1,093,498
Bond Proceeds - General Obligation Bonds	55,512,163	
Total, Method of Financing	$ 56,938,530	$ 1,093,498

Of the bonded construction funds appropriated above, an amount not to exceed $300,000 may be expended for the repair, renovation, or replacement of swimming pool facilities.

2. **Interagency Contract Authorized, West Texas Children's Home.** The Texas Youth Commission is authorized to lease from The University of Texas, for a term of years and upon conditions that are mutually agreeable to the Texas Youth Commission and The University of Texas, under authority of the Interagency Cooperation Act, certain facilities situated at Pyote Air Force Base, in Ward County, Texas (same being located in Block 16, University Lands). The Texas Youth Commission is authorized to pay to The University of Texas as rental for such a lease a sum not to exceed Ten Dollars ($10) per year.

3. **Appropriation of Other Agency Funds.** Any unexpended balances remaining in Independent School District Funds, the Student Benefit Fund, the Canteen Revolving Funds and the Conference Account and any gifts, grants, and donations including balances in the Youth Commission Fund No. 0089, as of August 31, 1995 and August 31, 1996 and any revenues accruing to those funds are appropriated to those funds for the succeeding fiscal years. Funds collected by vocational training shops at Texas Youth Commission institutions, including unexpended balances as of August 31, 1995 are hereby appropriated for the purpose of purchasing and maintaining parts, tools, and other supplies necessary for the operation of those shops.

4. **Revolving Funds.** The Texas Youth Commission may establish out of any funds appropriated herein a revolving fund not to exceed Ten Thousand Dollars ($10,000) in the Central Office, and Ten Thousand Dollars ($10,000) in each institution, regional office, or facility under its direction. Payments from these revolving funds may be made as directed by the commission. Reimbursement to such revolving funds shall be made out of appropriations provided for in this Article.

5. **Student Employment.** Subject to the approval of the Texas Youth Commission, students residing in any Texas Youth Commission facility may be assigned necessary duties in the operations of the facility and be paid on a limited basis out of any funds available to the respective institutions or facility not to exceed Fifty Thousand Dollars ($50,000) a year for each institution and Ten Thousand Dollars ($10,000) a year for any other facility.

6. **Emoluments.** The Executive Director is authorized to determine emoluments for certain positions provided that the provision of such emoluments is necessary to effectively carry out the job responsibilities of the position.

7. **Salaries, Education Professionals.**

   a. Each principal, supervisor, and classroom teacher employed in an institution operated by the Texas Youth Commission shall receive a monthly salary to be computed as follows: The applicable monthly salary rate plus increments specified in Section 16.056, Texas Education Code, as amended, shall be multiplied by twelve to arrive at an annual salary rate. Such rate shall be divided by the number of days required in Section 16.055, Texas Education Code, for pay grades 1-11 twelve-month employees, and the resulting daily rate shall be multiplied by the number of on-duty days required of Texas Youth Commission educators, resulting in the adjusted annual salary. The adjusted annual salary is to be divided by twelve to arrive at the monthly rate. Salary rates for educational aides shall be calculated in the same manner, using 60% of the salary rate plus increments specified in Section 16.056, Texas Education Code.

   b. The Texas Youth Commission may authorize salary rates at amounts above the adjusted annual salary determined in the preceding formula, but such rates, including longevity for persons commencing employment on September 1, 1983, or thereafter, and excluding hazardous duty pay, shall never exceed the rates of pay for like positions paid in the public schools of the city in which the Texas Youth Commission institution is located. Any authorized local increments will be in addition to adjusted annual salaries.

8. **Reimbursement Authority.** When the Texas Youth Commission determines that such expenditures will result in greater economy to the state, funds allocated to any institution or facility under the control of the Texas Youth Commission (including the Central Office) may be expended to reimburse any other such institution or facility for the cost of non-routine maintenance and repair services, warehouse and supply services, printing services, micrographic services, student transportation, training services and vehicle maintenance furnished to the reimbursing institution or facility.

9. **Support Payment Collections.** Out of the funds appropriated above, $30,000 in each year of the biennium is appropriated specifically to provide for the administrative activities necessary to maximize the collection of court ordered support payments pursuant to V.T.C.A., Family Code Section 54.06(a). The Texas Youth Commission shall annually report to the Governor's Office of Budget and Planning and to the Legislative Budget Board the number of active accounts, including the amounts owed to the state pursuant to Section 54.06(a) court orders, and the total amount of funds collected.

10. **Federal Foster Care Claims.** Within the appropriations made above, the Department of Human Services, the Texas Youth Commission and the Juvenile Probation Commission shall:

    Document possible foster care claims for children in juvenile justice programs and maintain an interagency agreement to implement strategies and responsibilities necessary to claim additional federal foster care funding; and

    consult with juvenile officials from other states and national experts in designing better foster care funding initiatives. These initiatives should include, but not be limited to, claiming federal foster care reimbursement for child welfare training contracts and developing financing for family preservation programs.

11. **Services to Employees**. Out of the appropriations authorized, the Texas Youth Commission may provide treatment and hospitalization, at the facilities under their direction, of employees injured in the performance of their duties and may reimburse employees in an amount no to exceed $500 per incident per employee for damage to eyeglasses, hearing aids, false teeth, and other prosthetic devices caused by agency clients.

12. **Fire Prevention and Safety.** In instances in which regular employees of facilities operated by the Texas Youth Commission are assigned extra duties in fire prevention programs, the following payments are authorized in addition to the salary rates stipulated by the provisions of Article IX of this Act relating to the position classifications and assigned salary ranges:

Fire Chief	$75 per month
Assistant Fire Chief	$65 per month
Fire Brigade Members	$50 per month

13. **Charges to Employees and Guests.**

    a. Collections for services rendered Texas Youth Commission employees and guests shall be made by a deduction from the recipient's salary or by cash payment in advance. Such deductions and other receipts for these services from employees and guests are hereby reappropriated to the facility. Refunds of excess collections shall be made from the appropriation to which the collection was deposited.

    b. As compensation for services rendered, any facility under the jurisdiction of the Texas Youth Commission may provide free meals for food service personnel and volunteer workers, and may furnish housing facilities, meals and laundry service in exchange for services rendered by interns, chaplains in training, and student nurses.

14. **Gifts, Donations, and Federal Grants.**

    a. The Texas Youth Commission is authorized to accept gifts, donations, and federal grants for the programs and projects intended to improve the care and treatment of patients or students for which the agencies are responsible. Such gifts, donations, and grants are appropriated for the purposes for which they are made available; however, the Texas Youth Commission shall not incur any indebtedness which would necessitate a supplemental or additional appropriation nor deplete any of the funds appropriated to an amount which would necessitate a supplemental or additional appropriation.

    b. In carrying out the wishes of the donor within the meaning of this subsection, the Texas Youth Commission is authorized to enter into such contracts with any person, firm, corporation or governmental agency as may be necessary.

    c. Any gifts, grants, or donations received pursuant to this subsection shall be expended only in accordance with the applicable provisions of this act, and subject to the restrictions stated herein.

15. **Texas Performance Review - 11: Texas Youth Commission.** It is the intent of the Legislature that the Department of Human Services amend the State's participation in the Social Security Act Emergency Assistance Program in the manner necessary to qualify the Texas Youth Commission and the Juvenile Probation Commission to receive federal funds.

    Contingent upon receipt of federal funds the Texas Youth Commission is hereby appropriated $20.1 million for the biennium ending August 31, 1997. The Comptroller of Public Accounts is directed to reduce general revenue appropriations by the amounts received under this provision.

    The Department of Human Services is directed to fully cooperate with the Texas Youth Commission and the Juvenile Probation Commission in developing the federal funding.

16. **Oversight of Construction Projects.** The Commission shall contract with the Department of Criminal Justice for construction management services for all construction projects involving the expenditure of bond funds appropriated above.

17. **Specialized Treatment Report.** The Texas Youth Commission shall, in its annual report, provide an assessment of the effectiveness of specialized treatment, emphasizing re-arrest rates of offenders receiving treatment.

18. **Unexpended Balances.** Any unobligated balances as of August 31, 1995, in appropriations made by Senate Bill No. 5, Acts of the Seventy-third Legislature, Regular Session, 1993, as identified in Article II, Section 1, Capital Budget, and any other funds that have had prior approval of the Texas Youth Commission for expenditure for specific capital improvement projects are reappropriated for the identical purposes for the biennium beginning September 1, 1995.

19. **Contingency for Extension of the School Year in the Education Code.** The salaries of principals, supervisors, and classroom teachers of the Texas Youth Commission shall not be reduced based on changes made in the length of the school year as contained in Senate Bill 1 or similar legislation reenacting the Texas Education Code.

20. **Project Rio.** Out of the funds appropriated above, $700,000 for 1996 and $800,000 for 1997 shall be allocated for Project Rio.

21. **TPR PSC9-A: TYC Contracting With Local Probation Services.** It is the intent of the Legislature that the Texas Youth Commission contract with the local juvenile probation departments or other qualified entities to supervise juvenile parolees in smaller counties whenever possible.

22. **TPR PSC9-B: TYC Contracting With Local Adult Probation Services.** It is the intent of the Legislature that the Texas Youth Commission contract with adult probation departments for the supervision of older juvenile parolees whenever possible.

23. **Transfer Authority.**

    1.) Out of the funds appropriated above for fiscal year 1997, the commission may expend an amount not to exceed $6.8 million in fiscal year 1996.

    2.) The commission may transfer among appropriations made for capital budget items an amount not to exceed $1.5 million for the purpose of renovating the San Saba facility.

24. **Unexpended Balances - Emergency Appropriations.** Any unexpended and unencumbered balance of the amount appropriated to the Texas Youth Commission by Senate Bill 407, Acts of the Seventy-fourth Legislature, Regular Session, 1995, or similar legislation, remaining at the end of fiscal year 1995 is reappropriated for the same purposes for the fiscal biennium ending August 31, 1997.

25. **Audit of Rates for Residential Placements.** The State Auditor's Office shall review, on a biennial basis, the actual rates negotiated and paid by the Texas Youth Commission for the provision of residential placements. The Auditor's review shall assess the extent to which the Texas Youth Commission negotiated the most cost effective rate possible based on the demand for the respective service in the area.

Retirement and Group Insurance

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: EMPLOYEES RETIREMENT SYSTEM		
A.1.1. Strategy: RETIREMENT CONTRIBUTIONS Provide an actuarially sound level of funding as defined by state law; estimated	$ 72,918,160	$ 75,105,705
A.1.2. Strategy: GROUP INSURANCE Provide a basic health care and life insurance program for general state employees; estimated	$ 153,154,998	$ 153,492,586
A.1.3. Strategy: LAW ENFORCEMENT BENEFITS Provide for the payment of death benefits to beneficiaries of law enforcement officials as required by Section 615, Government Code; estimated.	$ 1,318,400	$ 1,318,400
Total, Goal A: EMPLOYEES RETIREMENT SYSTEM	$ 227,391,558	$ 229,916,691
Grand Total, RETIREMENT AND GROUP INSURANCE	$ 227,391,558	$ 229,916,691
Method of Financing:		
General Revenue Fund, estimated	$ 189,196,041	$ 191,202,501
General Revenue Fund - Consolidated, estimated	5,371,733	5,475,634
General Revenue Fund - Dedicated, estimated	3,025,860	3,060,236
State Highway Fund No. 006, estimated	26,763,939	27,109,074
Federal Funds, estimated	1,525,219	1,545,112
Other Special State Funds, estimated	1,508,766	1,524,134
Total, Method of Financing	$ 227,391,558	$ 229,916,691

Social Security

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: COMPTROLLER - SOCIAL SECURITY		
A.1.1. Strategy: STATE MATCH -- EMPLOYER Provide an employer match for Social Security contributions; estimated	$ 91,610,459	$ 94,358,773

Social Security
(Continued)

A.1.2. Strategy: STATE MATCH -- EMPLOYEE Provide the state's contribution for the employee's share for Social Security; estimated	$ 47,284,599	$ 47,284,599
Total, Goal A: COMPTROLLER - SOCIAL SECURITY	$ 138,895,058	$ 141,643,372
Grand Total, SOCIAL SECURITY	$ 138,895,058	$ 141,643,372
Method of Financing:		
General Revenue Fund, estimated	$ 117,305,725	$ 119,596,817
General Revenue Fund - Consolidated, estimated	2,141,068	2,188,819
General Revenue Fund - Dedicated, estimated	1,723,809	1,758,522
State Highway Fund No. 006, estimated	17,530,824	17,900,888
Federal Funds, estimated	193,632	198,326
Total, Method of Financing	$ 138,895,058	$ 141,643,372

Bond Debt Service Payments

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: FINANCE CAPITAL PROJECTS		
A.1.1. Strategy: BOND DEBT SERVICE Make general obligation bond debt service payments in compliance with bond covenants.	$ 209,860,002	$ 228,296,145 & U.B.
Grand Total, BOND DEBT SERVICE PAYMENTS	$ 209,860,002	$ 228,296,145

Lease Payments

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: FINANCE CAPITAL PROJECTS To provide funding to the General Services Commission for payment to Texas Public Finance Authority for the payment of revenue bond debt service requirements.		
A.1.1. Strategy: LEASE PAYMENTS Make lease payments to the Texas Public Finance Authority on facilities financed through the Texas Public Finance Authority.	$ 1,737,635	$ 1,730,771
Grand Total, LEASE PAYMENTS	$ 1,737,635	$ 1,730,771

SPECIAL PROVISIONS RELATING TO PUBLIC SAFETY AND CRIMINAL JUSTICE

1. **Authorization to Receive, Administer, and Disburse Federal Crime Funds.** Out of funds appropriated above, the Texas Department of Criminal Justice, the Texas Juvenile Probation Commission, and the Texas Youth Commission, may allocate matching funds in order to secure federal grants for the construction, expansion, renovation, and operation of correctional facilities and services, as authorized by federal legislation. These agencies are authorized to receive and disburse, in accordance with plans acceptable to the responsible federal agency, all federal monies that are made available to the state for programs, projects, or services that otherwise could not be funded or undertaken without the receipt of such funding. Such federal funds are hereby appropriated to the specific purpose or purposes for which they are granted or otherwise made available, and may be expended only with the prior written approval of the Governor and Legislative Budget Board.

2. **TPR PSC6-A: TYC-TDCJ Liaison Officers.** It is the intent of the Legislature that the Texas Department of Criminal Justice - Institutional Division and the Texas Youth Commission appoint liaisons to each other's office and begin cross training of their staff so that each agency can become familiar with the others' system operations.

3. **TPR PSC6-D: TYC-TDCJ Continuity of Programs.** It is the intent of the Legislature that to the extent possible, there should be continuity of programs and services for Texas Youth Commission offenders transferred to the Texas Department of Criminal Justice - Institutional Division.

4. **TPR PSC6-C: Transfer of Juvenile Records.** Contingent on the passage of legislation removing legal barriers on the transfer of juvenile records, it is the intent of the Legislature that the Texas Youth Commission and the Texas Department of Criminal Justice use those records to classify and develop individual treatment plans for young offenders in prison.

5. **TPR PSC7-A: TYC-JPC Competency Based Program Evaluation.** It is the intent of the Legislature that the Texas Youth Commission and the Texas Juvenile Probation Commission use the same program evaluation criteria, based upon improvements in juveniles' competency rather than on the number of programs completed.

6. **TPR PSC7-C & PSC6-B: TYC-JPC-TDCJ Coordinate Databases.** It is the intent of the Legislature that the Texas Juvenile Probation Commission, the Texas Youth Commission, and the Texas Department of Criminal Justice coordinate their databases to allow long-term tracking of juvenile offenders.

7. **TPR PSC8-B: TYC-JPC Long Range Planning.** It is the intent of the Legislature that the Texas Youth Commission and the Texas Juvenile Probation Commission establish a joint long-range planning process with input from both state and local juvenile justice entities.

8. **TPR PSC8-D: TYC-JPC Coordinate Budget Requests.** It is the intent of the Legislature that the Texas Youth Commission and the Texas Juvenile Probation Commission coordinate their projections for legislative budget requests.

9. **TPR PSC8-E: TYC-JPC Merging Administrative Study.** It is the intent of the Legislature that the Texas Youth Commission and the Texas Juvenile Probation Commission study the feasibility for merging certain administrative functions such as training, research and management information systems and report their finding to the legislative leadership by January 1996.

10. **TPR PSC10-A: TYC-JPC Joint Board Subcommittee.** It is the intent of the Legislature that the Texas Juvenile Probation Commission appoint county representatives to advise a joint subcommittee of boards of the Texas Youth Commission and the Texas Juvenile Probation should such a joint subcommittee be created.

11. **TPR PSC10-C: TYC-JPC Long-Term Detention Standards.** It is the intent of the Legislature that the Texas Juvenile Probation Commission and the Texas Youth Commission jointly set standards for long-term detention facilities.

12. **TPR PSC11-A & B: TYC-JPC Maximizing Federal Funds.** It is the intent of the Legislature that the Texas Youth Commission and the Texas Juvenile Probation Commission take all necessary steps to maximize the amount of federal funds available for juvenile corrections in Texas.

13. **Purchase of TDCJ Products.** It is the intent of the Legislature that the Texas Youth Commission use products produced by the Institutional Division of the Texas Department of Criminal Justice to the greatest extent possible when either renovating existing facilities or constructing new facilities.

RECAPITULATION - ARTICLE V
PUBLIC SAFETY AND CRIMINAL JUSTICE
(General Revenue)

	For the Years Ending August 31, 1996	August 31, 1997
Adjutant General's Department	$ 9,529,339	$ 9,563,171
Alcoholic Beverage Commission	18,941,139	19,000,212
Contingency Appropriations	1,150,021	1,122,235
Total	20,091,160	20,122,447
Armory Board, National Guard	810,695	785,695
Criminal Justice, Department of	2,013,917,839	2,061,189,828
Rider Appropriations	-2,500,000	-2,500,000
Contingency Appropriations	2,500,000	500,000
Total	2,013,917,839	2,059,189,828
Criminal Justice Policy Council	669,941	669,941
Fire Protection, Commission on	51,500	51,500
Jail Standards, Commission on	797,853	797,853
Juvenile Probation Commission	61,129,225	61,129,225
Contingency Appropriations	2,500,000	2,500,000
Total	63,629,225	63,629,225
Law Enforcement Officer Standards and Education, Commission on		
Polygraph Examiners Board	80,186	80,186
Private Investigators and Private Security Agencies, Board of	1,780,896	1,782,471
Public Safety, Department of		
Contingency Appropriations	7,578,863	4,802,897
Total	7,578,863	4,802,897
Sex Offender Treatment, Council on	70,996	70,997
Youth Commission, Texas	105,497,029	131,015,413
Rider Appropriations	2,100,000	
Total	107,597,029	131,015,413
Subtotal, Public Safety and Criminal Justice	$ 2,226,605,522	$ 2,292,561,624
Retirement and Group Insurance	189,196,041	191,202,501
Social Security	117,305,725	119,596,817
Subtotal, Employee Benefits	$ 306,501,766	$ 310,799,318

RECAPITULATION - ARTICLE V
PUBLIC SAFETY AND CRIMINAL JUSTICE
(General Revenue)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Bond Debt Service Payments	209,860,002	228,296,145
Lease Payments	1,737,635	1,730,771
Subtotal, Debt Service	$ 211,597,637	$ 230,026,916
TOTAL, ARTICLE V - Public Safety and Criminal Justice	$ 2,744,704,925	$ 2,833,387,858

RECAPITULATION - ARTICLE V
PUBLIC SAFETY AND CRIMINAL JUSTICE
(General Revenue - Consolidated)

	For the Years Ending August 31, 1996	August 31, 1997
Adjutant General's Department	$	$
Alcoholic Beverage Commission		
Armory Board, National Guard		
Criminal Justice, Department of		
Criminal Justice Policy Council		
Fire Protection, Commission on	6,576,826	6,526,826
Jail Standards, Commission on		
Juvenile Probation Commission	50,000	50,000
Law Enforcement Officer Standards and Education, Commission on	5,059,562	7,559,562
Polygraph Examiners Board		
Private Investigators and Private Security Agencies, Board of		
Public Safety, Department of	24,322,597	24,322,595
Contingency Appropriations	116,905	25,100
Total	24,439,502	24,347,695
Sex Offender Treatment, Council on		
Youth Commission, Texas	175,000	175,000
Rider Appropriations	110,282	
Total	285,282	175,000
Subtotal, Public Safety and Criminal Justice	$ 36,411,172	$ 38,659,083
Retirement and Group Insurance	5,371,733	5,475,634
Social Security	2,141,068	2,188,819
Subtotal, Employee Benefits	$ 7,512,801	$ 7,664,453
Bond Debt Service Payments		
Lease Payments		
Subtotal, Debt Service	$	$
TOTAL, ARTICLE V - Public Safety and Criminal Justice	$ 43,923,973	$ 46,323,536

RECAPITULATION - ARTICLE V
PUBLIC SAFETY AND CRIMINAL JUSTICE
(Federal Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Adjutant General's Department	$ 9,733,982	$ 9,774,787
Alcoholic Beverage Commission		
Armory Board, National Guard	18,027,000	4,289,000
Criminal Justice, Department of		
Criminal Justice Policy Council	50,000	50,000
Fire Protection, Commission on		
Jail Standards, Commission on		
Juvenile Probation Commission		
Law Enforcement Officer Standards and Education, Commission on		
Polygraph Examiners Board		
Private Investigators and Private Security Agencies, Board of		
Public Safety, Department of	10,980,753	10,980,753
Rider Appropriations	3,000,000	3,000,000
Total	13,980,753	13,980,753
Sex Offender Treatment, Council on		
Youth Commission, Texas	41,000	
Subtotal, Public Safety and Criminal Justice	$ 41,832,735	$ 28,094,540
Retirement and Group Insurance	1,525,219	1,545,112
Social Security	193,632	198,326
Subtotal, Employee Benefits	$ 1,718,851	$ 1,743,438
Bond Debt Service Payments		
Lease Payments		
Subtotal, Debt Service	$	$
TOTAL, ARTICLE V - Public Safety and Criminal Justice	$ 43,551,586	$ 29,837,978

RECAPITULATION - ARTICLE V
PUBLIC SAFETY AND CRIMINAL JUSTICE
(Other Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Adjutant General's Department	$	$
Alcoholic Beverage Commission		
Armory Board, National Guard	5,875,377	5,797,903
Criminal Justice, Department of	112,120,111	328,370,111
Rider Appropriations	2,500,000	2,500,000
Total	114,620,111	330,870,111
Criminal Justice Policy Council	482,524	482,524
Fire Protection, Commission on	102,200	102,200
Jail Standards, Commission on	160,000	160,000
Juvenile Probation Commission	42,193,176	4,693,176
Law Enforcement Officer Standards and Education, Commission on	211,314	211,315
Polygraph Examiners Board		
Private Investigators and Private Security Agencies, Board of	50,000	50,000
Public Safety, Department of	250,389,145	237,057,574
Rider Appropriations	7,900,000	4,900,000
Contingency Appropriations	3,026,334	1,985,835
Total	261,315,479	243,943,409
Sex Offender Treatment, Council on	30,000	30,000
Youth Commission, Texas	61,781,531	6,827,190
Rider Appropriations	2,000,000	
Total	63,781,531	6,827,190
Subtotal, Public Safety and Criminal Justice	$ 488,821,712	$ 593,167,828
Retirement and Group Insurance	31,298,565	31,693,444
Social Security	19,254,633	19,659,410
Subtotal, Employee Benefits	$ 50,553,198	$ 51,352,854
Bond Debt Service Payments		
Lease Payments		
Subtotal, Debt Service	$	$
TOTAL, ARTICLE V - Public Safety and Criminal Justice	$ 539,374,910	$ 644,520,682

RECAPITULATION - ARTICLE V
PUBLIC SAFETY AND CRIMINAL JUSTICE
(All Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Adjutant General's Department	$ 19,263,321	$ 19,337,958
Alcoholic Beverage Commission	18,941,139	19,000,212
Contingency Appropriations	1,150,021	1,122,235
Total	20,091,160	20,122,447
Armory Board, National Guard	24,713,072	10,872,598
Criminal Justice, Department of	2,126,037,950	2,389,559,939
Contingency Appropriations	2,500,000	500,000
Total	2,128,537,950	2,390,059,939
Criminal Justice Policy Council	1,202,465	1,202,465
Fire Protection, Commission on	6,730,526	6,680,526
Jail Standards, Commission on	957,853	957,853
Juvenile Probation Commission	103,372,401	65,872,401
Contingency Appropriations	2,500,000	2,500,000
Total	105,872,401	68,372,401
Law Enforcement Officer Standards and Education, Commission on	5,270,876	7,770,877
Polygraph Examiners Board	80,186	80,186
Private Investigators and Private Security Agencies, Board of	1,830,896	1,832,471
Public Safety, Department of	285,692,495	272,360,922
Rider Appropriations	10,900,000	7,900,000
Contingency Appropriations	10,722,102	6,813,832
Total	307,314,597	287,074,754
Sex Offender Treatment, Council on	100,996	100,997
Youth Commission, Texas	167,494,560	138,017,603
Rider Appropriations	4,210,282	
Total	171,704,842	138,017,603
Subtotal, Public Safety and Criminal Justice	$ 2,793,671,141	$ 2,952,483,075
Retirement and Group Insurance	227,391,558	229,916,691
Social Security	138,895,058	141,643,372
Subtotal, Employee Benefits	$ 366,286,616	$ 371,560,063

RECAPITULATION - ARTICLE V
PUBLIC SAFETY AND CRIMINAL JUSTICE
(All Funds)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Bond Debt Service Payments	209,860,002	228,296,145
Lease Payments	1,737,635	1,730,771
Subtotal, Debt Service	$ 211,597,637	$ 230,026,916
TOTAL, ARTICLE V - Public Safety and Criminal Justice	$ 3,371,555,394	$ 3,554,070,054
Number of Positions (FTE)	52,961.5	52,962.0

ARTICLE VI

NATURAL RESOURCES

Section 1. The several sums of money herein specified, or so much thereby as may be necessary, are appropriated out of any funds in the State Treasury not otherwise appropriated, or out of special funds as indicated, for the support, maintenance, or improvement of the designated natural resources agencies.

DEPARTMENT OF AGRICULTURE

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: MARKETS & PUBLIC HEALTH To enable Texas farmers, ranchers and agribusinesses to expand profitable markets for their agricultural products while protecting public health and our state's natural resources.		
Outcomes:		
Percent Increase from the 1994 Level in the Number of Marketing Opportunities for Texas Farmers, Ranchers and Agribusinesses	5%	13%
Percent of Texas Farmers, Ranchers and Agribusinesses Inspected Found to be in Full Compliance With Pesticide Laws	95%	96%
Percent Reduction from the 1994 Level in the Number of Incidents of Pesticide-Related Violations	5%	6%
Percent Increase from the 1994 Level in the Number of Texas Farmers and Ranchers Using New Technologies such as Integrated Pest Management, Biotechnology, and Organic Farming	23%	47%
A.1.1. Strategy: MARKET EXPANSION Generate marketing opportunities for Texas farmers, ranchers and agribusinesses.	$ 6,661,780	$ 5,918,780
Outputs:		
Number of Companies Enrolled in TDA Marketing Programs	1,310	1,310
Number of Businesses Provided Technical Assistance Relating to Financial Needs	85	85
Explanatory:		
Percent of Financial Assistance Applications Approved	95%	95%
Average Financial Assistance Grant Amount	40,000	40,000
Average Financial Assistance Loan Amount	236,577	236,577
A.1.2. Strategy: PESTICIDE REGULATION Regulate pesticide use through registration, certification, education and enforcement.	$ 6,298,163	$ 6,298,163
Outputs:		
Number of Licenses and Certificates Issued to Pesticide Applicators	14,350	14,350
Number of Pesticide Complaint Investigations Conducted	350	350
Number of Worker Protection Inspections Conducted	2,820	2,820
Efficiencies:		
Average Cost per Pesticide Applicator Licensed	28	25
Explanatory:		
Total Dollar Amount of Fines and Penalties Collected for Pesticide- related Violations	28,000	28,000

A.1.3. Strategy: INTEGRATED PEST MANAGEMNT Assist farmers with integrated pest management practices to reduce pesticide use.	$ 1,903,671	$ 1,903,671
Outputs:		
Number of Acres Inspected for Compliance With State Cotton Stalk Destruction Laws	1,100,000	1,100,000
Number of Inspections to Verify Compliance for Organic or Other Crop Production Certification Programs	445	467
Number of Producers Informed About Integrated Pest Management Practices	525	550
Explanatory:		
Number of Integrated Pest Management Grants Awarded	8	8
A.1.4. Strategy: PRODUCE CERTIFICATION Certify fruits, vegetables and peanuts to enhance their marketability.	$ 289,226	$ 289,226
Outputs:		
Number of Pounds of Fruits, Vegetables, Peanuts and Nuts Inspected (in billions)	2.2	2.2
Efficiencies:		
Average Cost per Fruit and Vegetable Shipment Certificate Issued	2.89	2.89
A.1.5. Strategy: COMMODITY WAREHOUSES Verify that commodity warehouses are capable of properly storing and handling commodities. Assist producers and sellers of Texas grown citrus and vegetables recover monies owed to them.	$ 709,559	$ 709,559
Outputs:		
Number of Agricultural Commodity Warehouse Inspections, Re-Inspections and Audits Conducted	700	700
Number of Agricultural Protective Act License Verification Inspections and Complaint Investigations Conducted	800	800
Number of Licenses, Permits and Registrations Issued to Agricultural Commodity Warehouses	540	540
Number of Licenses, Permits and Registrations Issued to Buyers and Sellers Under the Agricultural Protective Act Program	1,200	1,200
Efficiencies:		
Average Cost per Inspection/Reinspection of Agricultural Commodity Warehouses	375	375
Average Cost per Agricultural Protective Act License Verification, Inspection, and Complaint Investigation	62.43	62.43
Total, Goal A: MARKETS & PUBLIC HEALTH	$ 15,862,399	$ 15,119,399
B. Goal: ENFORCE AG COMM STANDARDS To protect consumers by establishing and enforcing standards for agricultural commodities		
Outcomes:		
Percent of Agricultural Commodities Inspected That Are Found to be in Full Compliance With State and Federal Standards	97%	97%
Percent of Nursery/Floral Producers/Establishments Inspected That Are Found to be in Full Compliance with State and Federal Standards	95%	96%
Percent of Egg Producers, Dealers, Wholesalers, and Retailers Inspected That Are Found to be in Full Compliance with State and Federal Standards	92%	94%

B.1.1. Strategy: NURSERY REGULATION	$ 1,806,871	$ 1,806,871
Inspect and register nursery and floral production and retail outlets.		
Outputs:		
Number of Nursery and Floral Certificates Issued	17,636	17,636
Number of Nursery and Floral Establishments Inspections Conducted	10,000	10,000
Number of Stop Sales, Citations, and Notices of Noncompliance Issued	400	400
Efficiencies:		
Average Cost per Nursery/Floral Establishment Inspected	59.56	59.56
B.1.2. Strategy: SEED QUALITY	$ 2,556,522	$ 2,556,522
Verify that farmers, ranchers and home gardeners receive the quality and type of seeds desired.		
Outputs:		
Number of Seed Samples Analyzed	23,000	23,000
Number of Seed Labels Printed and Issued	3,800,000	3,800,000
Number of Enforcement Actions Taken	153	153
Efficiencies:		
Average Cost per Seed Sample Analyzed	38.04	38.04
B.1.3. Strategy: EGG QUALITY	$ 570,638	$ 570,638
Verify that chicken egg producer, dealer-wholesaler and retail establishments meet quality standards.		
Outputs:		
Number of Licenses Issued to Egg Packers, Wholesalers, Distributors and Retailers	1,442	1,442
Number of Stop Sales, Citations, and Notices of Noncompliance Issued	950	950
Total, Goal B: ENFORCE AG COMM STANDARDS	$ 4,934,031	$ 4,934,031
C. Goal: ENSURE PROPER MEASUREMENT		
To increase the likelihood that goods offered for sale to Texas consumers are properly measured, priced and marketed.		
Outcomes:		
Percent of Total Weights and Measures Inspections Conducted Resulting in Finding of Full Compliance with State and Federal Standards	98%	98%
C.1.1. Strategy: MEASURING DEVICE INSPECTION	$ 2,610,885	$ 2,610,885
Inspect weighing and measuring devices and remove inaccurately measured, priced or marketed goods from sale.		
Outputs:		
Number of Weights and Measures Inspections Conducted	100,000	100,000
Number of Stop Sales, Citations, and Notices of Noncompliance Issued	6,200	6,200
Efficiencies:		
Average Cost per Weighing and Measuring Inspection	20.16	20.16
Grand Total, DEPARTMENT OF AGRICULTURE	$ 23,407,315	$ 22,664,315

Method of Financing:		
General Revenue Fund	$ 18,783,815	$ 18,783,815
General Revenue Fund - Consolidated		
Miscellaneous Fees	392,808	392,808
Earned Federal Funds	265,901	265,901
Farm and Ranch Administrative Expense Fund Account	112,221	112,221
Aquaculture Fund Receipts	10,000	10,000
Total, General Revenue Fund - Consolidated	$ 780,930	$ 780,930
Federal Funds	1,808,876	1,808,876
Appropriated Receipts	1,039,917	1,039,917
Texas Agricultural Fund No. 683	240,777	240,777
Family Farm and Ranch Security Fund No. 474	743,000	
Interagency Contracts	10,000	10,000
Total, Method of Financing	$ 23,407,315	$ 22,664,315
Number of Positions (FTE)	524.0	524.0
Schedule of Exempt Positions		
Commissioner of Agriculture, Group 3	$79,247	$79,247

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Purchase of Capital Equipment and Items (Non-MELPP)		
(1) Weight Trucks	$ 26,280	$ 0
b. Lease Payments to the Master Equipment Lease Purchase Program		
(1) Lease payments for Master Lease Purchase Program	$ 232,965	$ 28,924
Total, Capital Budget	$ 259,245	$ 28,924

2. **Appropriation: Yardage Fees.** The fees collected for yardage under the provisions of Vernon's Texas Codes Annotated, Agriculture Code, Sec. 146.021, shall be deposited 50 percent to the General Revenue Fund, unappropriated, and 30 percent as appropriated revenue for the purpose of paying export facility lease expenses, 20 percent as appropriated revenue

for maintenance expenses, and, further, any receipts for third party services are hereby appropriated.

3. **Appropriation: Land Donations.** The Department of Agriculture is hereby authorized to lease, and/or accept the donation of land or the use of land from either governmental agencies, private firms, corporations, or individuals to be used in connection with the performance of its various responsibilities and programs.

4. **Authorization: Acceptance of Gifts, Grants and Donations.** Gifts, grants and donations accepted by the department pursuant to Vernon's Texas Agriculture Code, Chapter 12, Sec. 12.022 shall be expended for the purpose specified by the donor provided that such purposes are consistent with the statutory authority and purpose of the department, and all such gifts, grants and donations are hereby appropriated to the department. Any balance of gift, grant or donation amounts unexpended during the first year of the biennium covered by this Act, shall be available for expenditure during the following fiscal year.

5. **Seasonal and Part-time Employment Authorized.** From funds appropriated above, the Department of Agriculture is authorized to employ Agriculture Inspector I's (7620), Agriculture Inspector II's (7621) and Agriculture Inspector III's (7622) for seasonal and part-time work at salary rates at or below the prescribed minimum for the assigned range.

6. **Construction and Improvement of Donated Lands.** The Department of Agriculture may, upon approval of the Legislature, erect such structures or improvements and spend appropriated funds for the construction of structures and improvements upon the aforementioned land as are necessary for it to carry out said responsibilities and programs.

7. **Appropriation: Publication Fees.** The department is hereby appropriated any subscription fees, fees, royalties, advertising revenues, or charges collected for publications, services or products produced by the department, subject to any restrictions on publications fee appropriations contained elsewhere in this Act.

8. **Fee Increase Authority and Limitation.** For the purpose of implementing the intent of the Legislature, that the department collect fee amounts which offset, when feasible, the direct and indirect costs of administering its regulatory activities, the department is hereby authorized to and shall increase the fees by a percentage sufficient to offset costs associated with its regulatory activities. It is the intent of the Legislature that the cost offset percentage shall be 100 percent for the fiscal year beginning September 1, 1996. The following activities are exempt from this requirement: Seed Testing, Quarantine Enforcement/Education; Piece Rate Crop Survey; Pest Management Program; Agriculture Hazard Communication Act; Boll Weevil Control Act; Predatory Management Program.

9. **Pay for Regular Compensatory Time: Livestock Export Pen Operations.** It is expressly provided that the Department of Agriculture, to the extent permitted by law, may pay FLSA nonexempt employees in classified positions who are stationed at Department of Agriculture livestock export pens for compensatory time hours on a straight-time basis when the taking of compensatory time off would be disruptive to normal working activities and other critical functions relating to livestock export pen operations.

10. **Appropriation: Earned Federal Funds.** The Department of Agriculture is hereby appropriated all earned federal funds received during the biennium beginning with the effective date of this Act that are in addition to those earned federal funds specified in the method of financing above.

11. **Transfer Authority.** Notwithstanding limitations on appropriation transfers contained in the General Provisions of this Act, the Department of Agriculture is hereby authorized to direct agency resources, and transfer such amounts appropriated above between strategy line items.

12. **Appropriation: Family Farm and Ranch Security Fund Balances.** Out of the funds appropriated above in Strategy A.1.1., Market Expansion, and pursuant to Section 252.082, Texas Agriculture Code, the Department of Agriculture is appropriated for the biennium beginning September 1, 1995, $743,000 out of the Family Farm and Ranch Loan Security Fund 474 and Farm and Ranch Security interest and sinking funds. Of this amount, $376,800 is to be used for the Farm and Ranch Finance Program Fund, $56,900 for agriculture diversification grants under Sections 44.004, 44.005, and 44.006, Texas Agriculture Code, and $309,300 for the benefit of the Young Farmer program under Chapter 253, Texas Agriculture Code.

13. **Appropriation: Young Farmer Loan Guarantee Program.** Out of the Young Farmer Loan Guarantee Fund, the Texas Agriculture Finance Authority is hereby appropriated for the biennium beginning September 1, 1995, all necessary amounts required to cover any defaults on loans provided under Chapter 253, Texas Agriculture Code.

14. **Appropriation: Fair Park Structure Restoration.** The Texas Department of Agriculture is hereby appropriated $2,000,000 from the General Revenue Fund for the biennium beginning September 1, 1995 to be used solely for contracting with the State Fair of Texas for restoration of historically significant structures within the National Historic District at Fair Park.

15. **Contingency Appropriation for House Bill 2129.** Contingent upon the passage of House Bill 2129, Seventy-fourth Legislature, Regular Session, the Department of Agriculture is hereby appropriated for fiscal year 1996, from revenue collected pursuant to that bill in excess of $1,000,000 in fiscal year 1996, an amount not to exceed $250,000 out of the General Revenue Fund. In addition, the Department of Agriculture is hereby appropriated for fiscal year 1997, from revenue collected pursuant to House Bill 2129 in excess of $1,000,000 in fiscal year 1997, an amount not to exceed $250,000 out of the General Revenue Fund. Appropriations made herein are to be deposited in the Texas-Israel Exchange Fund to support cooperation between agricultural scientists, and to promote business and trade between Texas and Israel.

16. **Contingency Appropriation for Senate Bill 810.** Contingent upon the enactment of Senate Bill 810, or similar legislation relating to the certification of Texas agricultural products and production processes, by the 74th Legislature, Regular Session, the Department of Agriculture is hereby appropriated fee revenue collected pursuant to Senate Bill 810 in amounts not to exceed $6,000 for fiscal year 1996 and $6,600 for fiscal year 1997 out of the General Revenue Fund for the purpose of implementing that Act. The Department of Agriculture is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

17. **Sunset Contingency.** Funds appropriated above for fiscal year 1997 for the Department of Agriculture are made contingent on the continuation of the agency by the Legislature. In the event the agency is not continued, the funds appropriated for fiscal year 1996, or as much thereof as may be necessary, are to be used to provide for the phase out of agency operations.

ANIMAL HEALTH COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: REDUCE LIVESTOCK DISEASE		
To ensure that Texas livestock, poultry, and exotic livestock and fowl are minimally impacted by targeted diseases, thus facilitating enhanced productivity and marketability while sustaining reduced human health risks.		
Outcomes:		
Percent Change in Known Prevalence of Bovine Brucellosis From the 1994 Level.	-43.91%	-43.91%
Percent Change in Known Prevalence of Bovine Tuberculosis From the 1994 Level.	-33.33%	-33.33%
Percent Change in Known Prevalence of Swine Brucellosis and Pseudorabies From the 1994 Level.	-37.5%	-75%
A.1.1. Strategy: DISEASE PREVENTION	$ 790,046	$ 790,046
To reduce the amount of known infection in Texas livestock, poultry, and exotic livestock and fowl resulting from movement between premises.		
Outputs:		
Number of Entry Documents Processed	82,121	86,927
A.1.2. Strategy: SURVEILLANCE	$ 6,749,745	$ 6,749,745
To identify and locate infection or infestation.		
Outputs:		
Number of Cases Identified for Evaluation and Tracing to Herds or Flocks of Origin	5,500	5,500
Efficiencies:		
Average Number of Days from Date of Disclosure of Suspicious Case to Location of Herd or Flock of Origin	30	30
A.1.3. Strategy: DISEASE DIAGNOSIS	$ 1,238,785	$ 1,238,785
To determine presence or absence of disease where exposure, infection, or infestation is indicated.		
Outputs:		
Number of Herds and Flocks Diagnosed as Infected	530	505
Efficiencies:		
Average Number of Days From Identification of Herd or Flock to Diagnosis	90	90
A.1.4. Strategy: CONTROL AND ERADICATION	$ 2,079,248	$ 2,079,248
To limit disease exposure and restore to non-disease status infected or infested herds and flocks.		
Outputs:		
Number of Equine Infectious Anemia Quarantines Issued	575	575
Efficiencies:		
Average Number of Days From Quarantine to Release of Restrictions	200	200
Total, Goal A: REDUCE LIVESTOCK DISEASE	$ 10,857,824	$ 10,857,824
B. Goal: INDIRECT ADMINISTRATION		
B.1.1. Strategy: CENTRAL ADMINISTRATION	$ 825,798	$ 825,798
B.1.2. Strategy: INFORMATION RESOURCES	$ 174,576	$ 174,576

B.1.3. Strategy: OTHER SUPPORT SERVICES	$ 191,481	$ 191,481
Total, Goal B: INDIRECT ADMINISTRATION	$ 1,191,855	$ 1,191,855
Grand Total, ANIMAL HEALTH COMMISSION	$ 12,049,679	$ 12,049,679
Method of Financing:		
General Revenue Fund	$ 9,089,247	$ 9,089,247
Federal Funds	2,730,044	2,730,044
Earned Federal Funds	230,388	230,388
Total, Method of Financing	$ 12,049,679	$ 12,049,679
Number of Positions (FTE)	264.0	264.0
Schedule of Exempt Positions and Per Diem		
Executive Director, Group 3	$69,065	$69,065
Per Diem	2,500	2,500

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Acquisition of Information Resource Technologies (1) Computer Hardware and Software	$ 93,642	$ 115,000
b. Lease Payments to the Master Equipment Lease Purchase Program	$ 21,358	$ 0
Total, Capital Budget	$ 115,000	$ 115,000

2. **Payment of Brucellosis and Tuberculosis Depopulation Funds.** The Animal Health Commission is authorized to expend funds appropriated above for costs of brucellosis and tuberculosis depopulation indemnity payments. Rules promulgated and adopted by the Commission determine the eligibility and compensation criteria.

3. **Authorization: Acceptance of Gifts, Grants, and Donations.** The Texas Animal Health Commission is hereby authorized to accept gifts, grants, and donations that will assist the agency in carrying out its statutory duties. All such gifts, grants, and donations are hereby appropriated to the agency, and any balances unexpended in fiscal year 1996 shall be available for expenditure in fiscal year 1997.

4. **Unexpended Balance Authority: Between Bienniums.** The Texas Animal Health Commission is hereby authorized to carry forward unexpended balances from the biennium ending August 31, 1995 to the biennium beginning September 1, 1995.

5. **Unexpended Balance Authority: Between Fiscal Years.** The Texas Animal Health Commission is hereby authorized to carry forward any unexpended balances from fiscal year 1996 to fiscal year 1997.

6. **Sunset Contingency**. Funds appropriated above for fiscal year 1997 for the Animal Health Commission are made contingent on the continuation of the Animal Health Commission by the Legislature. In the event the agency is not continued, the funds appropriated for fiscal year 1996, or as much thereof as may be necessary, are to be used to provide for the phase out of agency operations.

GENERAL LAND OFFICE AND VETERANS' LAND BOARD

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: ENHANCE STATE ASSETS To enhance the value of state assets and the revenues they generate through prudent and innovative management of state-owned land, minerals, and other assets.		
Outcomes:		
Percent Change in Annual Mineral Lease Revenue	1.2%	-.35%
Percentage of Annual Oil and Gas Revenue Attributable to Audits of Mineral Leases	0%	4%
Annual Utility Savings Generated Through the Use of In-Kind Gas by State Agencies.	10,670,000	10,670,000
Percentage of PSF Acreage Leased	75%	75%
A.1.1. Strategy: MINERAL LEASE MANAGEMENT Assess the revenue potential of state mineral lands and conduct aggressive mineral leasing and revenue management activities to maximize that potential.	$ 3,717,990	$ 3,137,715
Outputs:		
Annual Mineral Lease Revenue (Millions)	132.2	131.8
Number of Mineral Value Assessments Performed	900	900
A.1.2. Strategy: SURFACE MINERAL LEASING Promote and conduct aggressive uplands surface leasing activities for Permanent School Fund land.	$ 276,897	$ 277,137
Outputs:		
Annual Revenue From Uplands Surface Leases	860,000	860,000
Efficiencies:		
Program Cost as a Percent of Revenue Generated	42%	42%

A.1.3. Strategy: ASSET MANAGEMENT	$ 2,622,948	$ 2,625,148
Assess the value of Permanent School Fund and state agency land and dispose of selected tracts through sale, trade, or other disposition in order to maximize that value.		
Outputs:		
Annual Revenue From the Sale of State Land	2,000,000	2,000,000
Number of Land Sales and Other Dispositions and Acquisitions Closed	40	40
Efficiencies:		
Average Assessment Cost per Tract	411	341
A.2.1. Strategy: IN-KIND GAS/OIL PROGRAMS	$ 830,684	$ 831,404
Promote and expand the in-kind gas and oil programs.		
Outputs:		
Average Monthly Volume of In-Kind Gas Sold in Thousand Cubic Feet (MCF)	1,320,000	1,320,000
Average Monthly Volume of In-Kind Oil Sold in Barrels	74,000	74,000
A.2.2. Strategy: ROYALTY AUDITS	$ 1,217,337	$ 1,217,337
Conduct on-site and in-house audits of state mineral leases		
Outputs:		
Amount of Audit Revenue Detected	0	6,000,000
Number of Audit Jobs Closed	6	5
Explanatory:		
Amount of Audit Revenue Collected	6,000,000	5,000,000
A.3.1. Strategy: SURFACE ACREAGE	$ 320,239	$ 320,479
Inspect and monitor the use of state-owned surface acreage and identify needed improvements to the natural resource base in order to restore or enhance the value.		
Outputs:		
Number of Acres of PSF Land Inspected	600,000	600,000
Efficiencies:		
Average Cost per Acre Inspected	22	18
Total, Goal A: ENHANCE STATE ASSETS	$ 8,986,095	$ 8,409,220
B. Goal: VETERANS' LAND BOARD		
To provide benefits to Texas veterans, and stimulate the Texas economy, by offering low interest loans for the purchase of land, homes, and home improvements at no cost to the state.		
Outcomes:		
Percentage of Texas Veterans Reached Annually Through Public Information Efforts	15%	15%
Percentage of Loans Closed Within the Targeted Time Frame	90%	90%
B.1.1. Strategy: VETERANS LOANS	$ 10,541,311	$ 10,547,691
Provide veterans with information and lending opportunities throughout the state, perform prompt and efficient loan services, and manage active loan accounts and bond funds to ensure the financial integrity of the program.		

Outputs:		
Number of Active Loan Accounts Maintained	49,000	49,000
Number of Delinquent Accounts Serviced	3,300	3,300
Number of Investment Transactions Performed	310	330
C. Goal: PROTECT THE ENVIRONMENT		
To improve and protect the Texas environment and promote the wise use of resources while creating new markets and jobs, through environmental initiatives in partnership with the public and private sectors		
Outcomes:		
Percentage of GLO Coastal Permit Applications Reviewed by the Coastal Coordination Council	0%	0%
Percent Change in the Number of Oil Spill Responses From the 1994 Level	25%	17.5%
Total Number of CNG Vehicles in Texas	5,000	7,000
Percentage of Texans Reached Annually Through Public Information Efforts Concerning the Purchase of Recycled Products	45%	50%
C.1.1. Strategy: COASTAL MANAGEMENT	$ 8,324,461	$ 8,327,305
Conduct coastal leasing activities for Permanent School Fund land; evaluate coastal permit applications for compliance with Coastal Coordination Council rules; and recruit, coordinate, and direct volunteers for the Texas Adopt-A-Beach Program to ensure that Texas beaches remain clean.		
Outputs:		
Number of Coastal Permit Applications Reviewed and Evaluated for Compliance	40	40
Number of Grant Proposals Reviewed from State Agencies and Local Governments	300	300
Number of Federal Consistency Reviews Conducted	10	20
Annual Revenue from Coastal Leases	700,000	700,000
C.1.2. Strategy: OIL SPILL MANAGEMENT	$ 9,847,149	$ 9,596,003
Develop and implement a comprehensive oil spill prevention and response program to monitor the integrity of oil transport through Texas coastal waters and respond quickly and efficiently to oil spills.		
Outputs:		
Number of Oil Spill Responses	1,905	1,791
Number of Terminal Facilities Audited and Inspected	780	800
C.2.1. Strategy: NATURAL GAS PROMOTION	$ 583,907	$ 583,907
Promote the use of natural gas for vehicles and electric power generation and facilitate the advancement of natural gas technology.		
Outputs:		
Number of People Contacted Through Conferences, Seminars, etc.	12,000	12,000
C.3.1. Strategy: RECYCLED PRODUCTS	$ 615,110	$ 615,110
Conduct a market development research and information program designed to aid in expanding markets for recycled products in Texas.		

Outputs:		
Number of Public Service Information Pieces Delivered to the Public	10,400	10,100
Total, Goal C: PROTECT THE ENVIRONMENT	$ 19,370,627	$ 19,122,325
Grand Total, GENERAL LAND OFFICE AND VETERANS' LAND BOARD	$ 38,898,033	$ 38,079,236
Method of Financing:		
General Revenue Fund	$ 12,228,825	$ 11,654,628
General Revenue Fund - Consolidated		
Coastal Protection Receipts	10,597,149	10,346,003
General Land Office Special Receipts	1,128,189	1,128,349
Land Office Sale Fee Receipts	48,104	48,104
Land Office Permit Fee Receipts	22,528	22,528
Veterans Housing Program Fee Receipts	122,623	122,623
Earned Federal Funds	240,000	240,000
Subtotal, General Revenue Fund - Consolidated	$ 12,158,593	$ 11,907,607
General Revenue Fund - Dedicated		
Coastal Public Lands Management Fee Receipts	168,827	168,827
Other Funds		
Veterans Land Program Administration Fund No. 522	9,290,499	9,296,719
Federal Funds	3,220,252	3,220,252
Appropriated Receipts	1,619,775	1,619,941
Interagency Contracts	211,262	211,262
Subtotal, Other Funds	$ 14,341,788	$ 14,348,174
Total, Method of Financing	$ 38,898,033	$ 38,079,236
Number of Positions (FTE)	680.5	678.5
Schedule of Exempt Positions		
Commissioner, Group 3	$79,247	$79,247

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art 601d, Sec. 9A.

	1996	1997
a. Acquisition of Information Resource Technologies		
(1) Oil Spill-Related Technologies	$ 482,955	$ 482,955
(2) Growth and Expansion	60,079	60,079
(3) Computer System and Network Upgrades and Migration	248,820	248,820
b. Transportation Items		
(1) Field Response & Survey Vehicles	139,490	44,340
c. Acquisition of Capital Equipment and Items		
(1) Oil Spill Equipment	792,000	408,100
(2) Furnishings and Reference Materials	58,111	58,111
(3) Training Tools & Equipment	30,375	30,375
d. Lease Payments to the Master Equipment Lease Purchase Program (1994/1995)	$ 161,600	$ 161,600
Total, Capital Budget	$ 1,973,430	$ 1,494,380
Method of Financing (Capital Budget):		
General Revenue Fund	$ 482,725	$ 482,725
Coastal Protection Receipts	1,370,105	891,055
Veterans Land Program Administration Fund No. 522	120,600	120,600
Total, Method of Financing	$ 1,973,430	$ 1,494,380

2. **Deposit of Permit Fees.** The Commissioner of the General Land Office shall deposit in the State Treasury to the credit of the General Revenue Fund-Consolidated any moneys received by the Commissioner by contract or otherwise, as fees for the issuance of permits for geological, geophysical and other surveys and investigations, for minerals other than those contained in Chapter 53, Subchapter B, Natural Resources Code, and any amendments thereto, and which are in addition to the moneys received under the provisions of Chapter 31, Subchapter D, Natural Resources Code.

3. **Transfer of Surplus.** As a charge for services rendered, the Land Commissioner shall designate the amounts to be transferred from residue accumulating as surplus in the Veterans' Land Group Insurance Account No. 957, and the Comptroller shall transfer such amounts to the General Revenue Fund-Consolidated, and it shall become part of such fund and be available for regular appropriation.

4. **Mapping Program.** It is the legislative intent that any program for the mapping of lands of this State by the General Land Office shall include the use of information and map resource material available through other agencies of this state and of the federal government to the greatest practical extent in order to avoid duplication.

5. **Per Diem: School Land Board.** Citizen members of the School Land Board may be paid per diem at a rate not to exceed the amount established elsewhere in this Act and actual expenses from funds appropriated above.

6. **Per Diem: Veterans' Land Board.** Citizen members of the Veterans' Land Board may be paid per diem at a rate not to exceed the amount established elsewhere in this Act and actual expenses from funds appropriated above.

7. **Reimbursement of Notary Public Fees.** Appropriations made above may be used to reimburse employees for the fees and the costs of a bond that would be required for appointment as a notary public.

8. **Texas Forest Service.** The General Land Office shall engage the Texas Forest Service to manage state timberland.

9. **Appropriation Source: Veterans' Land Program.** It is the intent of the Legislature that the Veterans' Land Program and Veterans' Housing Assistance Program shall be self-sustaining from fee revenue and bond proceeds and that no General Revenue shall be used in funding the Veterans' Land Program and Veterans' Housing Assistance Program. In order to assure that the programs are self-sustaining and that no General Revenue shall be used in funding those programs, there is hereby appropriated from the Veterans' Land Funds and the Veterans' Housing Assistance Funds all amounts necessary to administer the Veterans' Land Program and Veterans' Housing Assistance Program, including the amounts incurred in issuing bonds, in compensating a Housing Program Administrator, and in paying contracts for services rendered in administering the Land and Housing programs, as created and authorized by Article III, Sections 49b, 49b-1, and 49b-2 of the Texas Constitution, as amended.

10. **Appropriation of Receipts and Account Balances: Surface Damages.**

    a. The General Land Office is hereby appropriated out of the General Revenue Fund-Consolidated, an amount equal to the unencumbered available balances on hand as of August 31, 1995, collected as surface damages pursuant to Section 52.297, Natural Resources Code, for the purpose of funding conservation or reclamation projects making permanent improvements on Permanent School Fund land, and making grants to a lessee of Permanent School fund land for these purposes.

    b. The General Land Office is hereby appropriated all amounts collected as surface damages during the biennium beginning September 1, 1995, pursuant to Section 52.297, Natural Resources Code, for the purposes previously stated.

11. **Appropriation of Receipts: Land Sales.** Pursuant to Section 51.401, Natural Resources Code, the General Land Office is hereby appropriated all receipts from land sales of Permanent School Fund property conducted by the agency that are necessary to purchase fee or lesser interests in replacement real property for the use and benefit of the Permanent School Fund. Any receipts collected pursuant to Section 51.401, Natural Resources Code, and appropriated pursuant to this provision, which remain unexpended for a period exceeding two years are to be transferred into the Permanent School Fund as required by law.

12. **Appropriation: Refunds.** Pursuant to Sections 52.137 and 52.138, Natural Resources Code, as much of the respective royalties, penalties, and interest which are collected and administered by the General Land Office as may be necessary is hereby appropriated to pay refunds as provided by law.

13. **Appropriation: Sales Expenses.** Pursuant to Sections 31.158 and 32.112, Natural Resources Code, there is hereby appropriated to the General Land Office the usual and customary costs of conducting the real estate transactions authorized to be retained by the General Land Office and the School Land Board.

In addition, contingent upon passage of Senate Bill 1262, 74th Legislature, Regular Session, or similar legislation, there is also appropriated out of the proceeds of sales or other transactions, the usual and customary costs of conducting the real estate transactions authorized by that bill.

14. **Appropriation: Receipts and Fund Balances for Easement Purchases.**

    a. The General Land Office is hereby appropriated out of the General Revenue Fund-Consolidated, an amount equal to the unencumbered available balances on hand as of August 31, 1995, from revenue collected pursuant to Sections 52.297 and 51.401., Natural Resources Code, for the purpose of purchasing easements for access to Permanent School Fund Land as authorized by Section 11.079, Natural Resources Code.

    b. The General Land Office is hereby appropriated such amounts from land sales receipts and surface damages collected during the biennium beginning September 1, 1995, as may be necessary to purchase easements for access to Permanent School Fund Land, pursuant to Section 11.079, Natural Resources Code.

15. **Unexpended Balance Authority: Kenedy Memorial Foundation Lawsuit.** There is hereby reappropriated to the General Land Office for the purpose of expenses from Kenedy Memorial Foundation v. State the unexpended balance in the appropriation made to the General Land Office in Senate Bill 5, Seventy-third Legislature, Regular Session, Rider Number 17, page I-197.

16. **Transfer Authority.** Notwithstanding limitations on appropriation transfers contained in the General Provisions of this Act, The General Land Office and Veterans Land Board, is hereby authorized to direct agency resources, and transfer such amounts appropriated above between appropriation line items.

17. **Appropriation: Veterans Land Board Fee Receipts and Unexpended Balances.** In addition to the amounts appropriated above, there is hereby appropriated to the General Land Office from the General Revenue Fund-Consolidated an amount equal to the unexpended balance on hand as of August 31, 1995, in the General Land Office Special Receipts Account No. 052 and the Veterans Housing Program Fee Receipts Account No. 561. There are also appropriated all fees and revenues collected pursuant to Sections 161.069, 161.070, and 162.002, Natural Resources Code, in excess of the amounts appropriated above, during each fiscal year of the biennium beginning with the effective date of this Act.

    Out of funds appropriated above, $775,000 may be used for the purpose of paying the costs of outside counsel and related expenses in defending the state's interest in the Kenedy Memorial Foundation lawsuit. Also from these funds, $100,000 shall be used to pay the remaining balance of fees and disbursements owed as part of the prosecution of State v. Durham and Scharbauer, et al.

18. **Relinquishment Act, Royalty Deficiency, and Other Mineral Lease Claims or Cases.** Out of the amounts appropriated above in Strategy A.1.1., Mineral Lease Management, $500,000 shall be expended by the General Land Office during the biennium beginning with the effective date of this Act, for the prosecution of Relinquishment Act, royalty deficiency, and other mineral lease claims or cases. These funds shall constitute a revolving account and any funds recovered for the Available School Fund by settlement and/or judgment in such claims or cases shall be deposited into this revolving account, provided that the balance in the account shall not exceed $500,000 at any one time.

The Commissioner of the General Land Office may hire outside counsel and prosecute claims or cases, including class action lawsuits, to further the interests of the Permanent School Fund. Any outside counsel paid from this appropriation shall report quarterly to the Governor, the Attorney General, the Commissioner of the General Land Office, and the Legislative Budget Board the fees and expenses incurred and the progress made in prosecuting these claims or cases.

19. **Coastal Protection Account.** Contingent on passage of legislation that provides for 1) rededication of coastal protection receipts to a dedicated account within the General Revenue Fund; 2) repeal of Subsection (c), Section 40.151, Texas Natural Resources Code, and transfer of the value of extant investments into the dedicated account; and 3) amendment of Section 40.155, Texas Natural Resources Code, such that each reference to "balance" is to "unencumbered balance"; there is hereby appropriated, in addition to other amounts appropriated by this Act, an amount not to exceed $10 million from the coastal protection account to the General Land Office for expenditures necessary for the implementation of Subsections (2), (3), (4), and (7), Section 40.152, Texas Natural Resources Code; and, further, upon a certification by the Commissioner pursuant to Subsection (c), Section 40.155, Texas Natural Resources Code, the remainder of the balance of the coastal protection account is hereby appropriated to the General Land Office for emergency response.

20. **Appropriation: Galveston Bay National Estuary Program.** Out of the amounts above in Strategy C.1.1., Coastal Management, $750,000 is appropriated each year of the 1996-1997 biennium from Coastal Protection Receipts for the purpose of implementing the Galveston Bay National Estuary Program. This appropriation is made contingent upon the receipt of matching funds from affected units of local government and the execution of a memorandum of understanding between the General Land Office and the Texas Natural Resource Conservation Commission to implement and jointly administer the program.

LOW-LEVEL RADIOACTIVE WASTE DISPOSAL AUTHORITY

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: A WASTE DISPOSAL FACILITY Site characterize, license, design, construct, and operate a disposal facility for low-level radioactive waste from the Texas compact by the end of FY 1997 so that inappropriate storage and disposal activities are eliminated, the general public is protected from unacceptable exposure to radioactive waste, and the beneficial uses of radioactive materials can be continued.		
Outcomes:		
Percent of Site Licensing Complete	100%	0%
Percent of Facility Construction and Equipping Complete	30%	100%

LOW-LEVEL RADIOACTIVE WASTE DISPOSAL AUTHORITY
(Continued)

Percent of Qualified Waste Disposed by Authority at Disposal Facility	0%	80%
Percent of Regulatory Inspections Rated Satisfactory	0%	100%
A.1.1. Strategy: LICENSING Complete the license application submittal and interrogatory process and license hearing.	$ 583,949	$ U.B.
Outputs:		
Number of Hearing Days for the Texas Natural Resources Conservation Commission Hearing Process	80	0
Efficiencies:		
Ratio of Texas Licensing Costs to Comparable Average National Licensing Costs	40	0
A.2.1. Strategy: CONSTRUCTION Construct the authority's facility, procure equipment, and recruit and train operations staff.	$ 34,433,554	$ 1,557,288 & U.B.
Outputs:		
Number of Operations Employees Recruited and Trained	32	0
Efficiencies:		
Facility Construction and Equipping Costs per Cubic Foot of Planned Waste Disposal Capacity	575	575
A.3.1. Strategy: FACILITY OPERATIONS Open and operate a facility to provide for the safe disposal of low-level radioactive waste for qualified generators.	$ 0	$ 6,430,753
Outputs:		
Annual Volume of Qualified Waste Disposed at Facility	0	15,000
Total, Goal A: A WASTE DISPOSAL FACILITY	$ 35,017,503	$ 7,988,041
B. Goal: INDIRECT ADMINISTRATION		
B.1.1. Strategy: INDIRECT ADMINISTRATION	$ 682,915	$ 639,846
Grand Total, LOW-LEVEL RADIOACTIVE WASTE DISPOSAL AUTHORITY	$ 35,700,418	$ 8,627,887
Number of Positions (FTE)	17.0	17.0
Schedule of Exempt Positions General Manager, Group 2	$76,385	$76,385

1. **Capital Budget**. None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund - Consolidated:		
a. Construction of Buildings and Facilities	$ 19,950,000	$ 0
b. Construction of Roads	5,250,000	0
c. Acquisition of Capital Equipment and Items	$ 4,730,000	$ 0
Total, Capital Budget	$ 29,930,000	$ 0

2. **Appropriation Limited to Revenue Collections.** It is the intent of the Legislature that revenues collected pursuant to Chapters 402 and 403, Texas Health and Safety Code cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of revenue expected to be available. Revenue collected pursuant to Chapters 402 and 403, Texas Health and Safety Code beginning with the effective date of this Act, and deposited into the Low Level Waste Fund Account 088, is hereby appropriated for the 1996-97 biennium. Any fund balances on hand August 31, 1996 from revenue collections identified above, are hereby reappropriated to the Low-Level Radioactive Waste Disposal Authority for fiscal year 1997.

3. **Local Public Projects.** The Low-Level Radioactive Waste Disposal Authority is hereby authorized to transfer that portion of waste disposal fees collected pursuant to Chapter 402, Texas Health and Safety Code, to the Commissioners Court of the host county, for the purpose of funding local projects and entities. For fiscal year 1997, the amount transferred from a 10 percent surcharge on disposal fees, is estimated to be $794,394.

4. **Compact Commission.** Contingent upon the ratification of the compact agreement between Texas, Maine, and Vermont by the United States Congress, the Low-Level Radioactive Waste Disposal Authority is directed to transfer up to $200,000 for the 1996-1997 biennium to the Compact Commission to fund the Commission's operations. Revenue received by the Compact Commission pursuant to Chapter 403, Section 4.05(6), Texas Health and Safety Code shall be paid to reimburse the Authority.

NATURAL RESOURCE CONSERVATION COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: WASTE MANAGEMENT To protect public health and safety and the environment by reducing and preventing the release of pollutants and contaminants, ensuring that waste is properly managed and safely treated and or disposed of, facilitating and supporting programs that prevent pollution and reduce waste, and expediting the cleanup of contaminated sites.		
Outcomes:		
Percent Decrease in the Toxic Releases in Texas From the 1992 Level	6%	9%
Percent Increase in the Amount of Domestic Sewage Sludge Going to Beneficial Land Application Sites From the 1994 Level	10%	15%

Percent Decrease in the Amount of Municipal Solid Waste Going into Texas Landfills From the 1992 Level	9.4%	12.1%
Percent of Superfund Sites Implementing Appropriate Remedial Activities	100%	100%
Percent of Contaminated Petroleum or Other Hazardous Storage Tank Sites Implementing Appropriate Remedial Activities	80%	80%
Percent of Contaminated Municipal Solid Waste Sites Implementing Appropriate Remedial Activities	60%	75%
Percent of Superfund Site Investigations and Cleanups In Substantial Compliance With Environmental Protection Agency Cooperative Agreements	100%	100%
Percent of Petroleum Storage Tanks in Compliance With Environmental Protection Agency Standards	60%	60%
A.1.1. Strategy: PREVENTION AND REDUCTION Promote pollution prevention, waste minimization and contaminant reduction through technical assistance, public education, and voluntary reduction programs.	$ 3,345,172	$ 3,351,472
Outputs:		
Number of Pollution Prevention Site Assessments of Facilities	25	25
Number of Small Businesses Assisted With Compliance Problems by the Advocate's Office	720	720
Number of Small Businesses Assisted With Technical Assistance by Small Business Technical Assistance	2,106	2,106
A.1.2. Strategy: RECYCLING SOLID WASTES Implement recycling and waste reduction programs through technical assistance, grants, collection days, and voluntary programs, including recycling programs for residential and commercial solid waste such as motor oil and oil filters, support procurement of recycled products, and promote activities related to developing markets for recyclable materials.	$ 14,783,655	$ 14,783,655
Outputs:		
Number of Grants Awarded for Expanded Uses of Recovered Materials and Expansion of Recycling-related Operations	5	5
Number of Grants Awarded for Composting and Recycling Programs	14	14
Number of Grants Awarded for Recycling of Used Oil	250	250
A.1.3. Strategy: CHEMICAL COLLECTION Provide technical and financial assistance to help cities establish household and agricultural chemical collection programs.	$ 3,083,885	$ 3,083,885
Outputs:		
Tons of Household Hazardous Waste Collected by TNRCC-Sponsored Entities	300	300
Tons of Agricultural Waste Chemicals Collected by TNRCC-Sponsored Entities	75	75
Number of Household Hazardous Waste Grants Awarded	5	5
A.1.4. Strategy: WASTE MANAGEMENT PLANNING Ensure proper management of municipal solid waste (MSW) through the development and implementation of MSW plans and the provision of related grants, technical assistance and information.	$ 1,888,523	$ 1,888,523
Outputs:		
Number of Grants Awarded for Municipal Solid Waste Management Planning and Implementation	24	24

A.1.5. Strategy: WASTE REGULATION	$ 8,911,791	$ 8,911,791
Regulate those entities which have a potential to affect health and human safety by the release of toxics or solid waste into the environment.		
Outputs:		
Number of Petroleum Storage Tanks Registered	1,800	1,600
Number of Petroleum Storage Tank Construction Inspections	2,300	2,300
Number of Hazardous Waste, Industrial and Commercial Non-hazardous Waste, and Municipal Solid Waste Permits Issued	95	95
Number of Radioactive Waste License Applications Reviewed	25	21
Number of Municipal Solid Waste Landfill Inspections	1,305	1,305
A.2.1. Strategy: SUPERFUND CLEANUP	$ 111,455,240	$ 118,955,240
Aggressively pursue investigation, cleanup, and natural resource damage assessment (NRDA) claims for Superfund, hazardous substances, and emergency response sites.		
Outputs:		
Number of Potential Superfund Sites Screened	40	40
Number of Superfund Investigations in Progress	50	50
Number of Superfund Construction/Cleanups Underway	12	13
Number of Superfund Construction/Cleanups Completed	5	5
A.2.2. Strategy: STORAGE TANK CLEANUP	$ 106,710,897	$ 106,710,897
Aggressively pursue investigation and clean-up of sites contaminated by petroleum or other hazardous substance storage tanks.		
Outputs:		
Percent of Sites Contaminated by Petroleum or Other Hazardous Substance Storage Tanks Inspected	70%	70%
Number of Petroleum Storage Tank Remediation Fund Reimbursement Applications Processed	2,600	2,600
Percent of New Tank Installations and/or Upgrades Inspected	10%	10%
Number of Cleanups Completed at Sites Contaminated by Petroleum or Other Hazardous Substance Storage Tanks	750	750
Efficiencies:		
Average Turnaround Time in Days to Process Petroleum Storage Tank Remediation Fund Reimbursement Claims	350	150
A.2.3. Strategy: STORAGE TANK ADMIN	$ 10,410,900	$ 10,410,900
Efficiently administer the investigation and cleanup of sites contaminated by petroleum or other hazardous substance storage tanks.		
A.2.4. Strategy: SOLID WASTE CLEANUP	$ 23,853,288	$ 23,853,287
Aggressively pursue investigation and cleanup of sites contaminated by industrial and municipal solid waste.		
Outputs:		
Number of Complaints Investigated for Sites Contaminated By Nonhazardous Industrial and Municipal Solid Waste	1,700	1,700
Number of Investigation or Cleanup Plans/Reports Approved For Sites Contaminated By Industrial and Municipal Solid Waste	300	300
Number of Industrial Solid Waste Clean-ups Completed	70	70
Number of Illegal Municipal Solid Waste Sites Remediated	70	70
Number of Municipal Solid Waste Incinerators Monitored for Dioxin Contamination	5	5

Explanatory:		
Number of Sites Listed on the Waste Tire Priority Enforcement List	93	93
Total Number of Municipal Solid Waste Incinerators	16	16
Total, Goal A: WASTE MANAGEMENT	$ 284,443,351	$ 291,949,650
B. Goal: WATER QUALITY MANAGEMENT To manage the state's water resources by improving water quality, extending and maximizing existing water supplies, reducing the impact of flooding, and ensuring that utilities provide quality services.		
Outcomes:		
Percent Reduction in Chlorine From Point Source Pollution Discharges From the 1994 Level	10%	15%
Percent Reduction in Nonpoint Source Pollution From the 1994 Level	4%	6%
Percent Decrease in per Capita Water Use From the 1990 Level	2.5%	5%
Percent of Texas' Rivers, Streams, Wetlands, Bays, and Estuaries Protected by Site Specific Water Quality Standards	42%	45%
Percent of Texas' Surface Water Meeting or Exceeding 1994 State and/or Federal Water Quality Standards	84%	86%
Percent Increase in Number of Communities in Flood-prone Areas Brought Into Compliance With Federal Emergency Management Agency (FEMA) Requirements From the 1994 Level	20%	30%
Percent of Texans, Served By Public Drinking Water Systems, With Water That Meets 1994 Public Drinking Water Standards	93%	93.5%
B.1.1. Strategy: WATER POLLUTION CONTROL Assess water quality and enforce water pollution control regulations.	$ 15,180,681	$ 15,180,681
Outputs:		
Number of Water Body Assessments	280	280
Number of Inspections of Wastewater Facilities	2,194	2,194
Number of On-site Sewage Facility Inspections	1,106	1,106
Number of Groundwater Assessments Conducted	86	86
Number of Wellhead Protection Projects Conducted	22	22
B.1.2. Strategy: WATER QUALITY ASSESSMENTS Develop comprehensive regional water quality assessments and plans and conduct water quality assessment activities.	$ 5,384,373	$ 5,384,373
Outputs:		
Number of Regional Water Quality Assessment Reports Reviewed		17
B.1.3. Strategy: WASTEWATER TREATMENT Facilitate the development and transfer of technology regarding on-site wastewater treatment systems.	$ 221,000	$ 221,000
Outputs:		
Number of Grants Awarded By the On-Site Wastewater Treatment Research Council	10	10
B.2.1. Strategy: SURFACE WATER REGULATION Regulate and protect surface water use and diversion; and integrate water conservation into water resource, water and wastewater utility, and pollution prevention programs.	$ 2,856,617	$ 2,856,617

Outputs:		
Number of Water Rights Permit Applications or Amendments Processed	470	470
Number of Inspections of Diversion Facilities	33,600	33,600
Number of Water Rights Complaints Investigated	25	25
Efficiencies:		
Average Number of Days From Notification of Water Rights Complaint to Date of Investigation	10	10
B.2.2. Strategy: WATER MANAGEMENT PLANS Assess the impact of water quality and quantity on the ecological health of freshwater systems, wetlands, and coastal areas of the state and develop appropriate Comprehensive Conservation Management Plans (CCMPs).	$ 1,656,473	$ 1,656,473
Outputs:		
Number of Studies Completed Toward Developing Comprehensive Conservation Management Plans	15	15
B.2.3. Strategy: FLOODPLAIN MANAGEMENT Create and implement a comprehensive floodplain management program that includes technical assistance and training for local governments, floodplain administrators, and dam owners.	$ 551,000	$ 551,000
Outputs:		
Number of Evaluations of Unsafe/High Hazard Dams	150	150
B.2.4. Strategy: SAFE DRINKING WATER Implement a public drinking water program that protects public health through comprehensive water quality monitoring and operational oversight and ensures that the revised requirements of the Safe Drinking Water Act are met.	$ 6,025,788	$ 6,025,788
Outputs:		
Number of Public Water Supply System Microbiological Analyses Reviewed	340,000	340,000
Number of Public Water Supply System Compliance Determinations	330,000	330,000
Number of Public Water Supply System Sanitary Surveys Conducted	4,359	4,359
Explanatory:		
Percent of Texans With Drinking Water Known to Meet or Exceed 1994 Standards	87%	87.5%
B.2.5. Strategy: WATER UTILITIES Regulate and manage the financial activities of water and sewer utilities to ensure that charges to customers are necessary and cost-based and to promote and ensure adequate customer service.	$ 1,755,377	$ 1,755,377
Total, Goal B: WATER QUALITY MANAGEMENT	$ 33,631,309	$ 33,631,309

C. Goal: ENFORCEMENT
To pursue an effective and efficient enforcement program that maximizes voluntary compliance and ensures that potential polluters are informed of their environmental responsibilities.

Outcomes:		
Percent of Identified Noncompliant Facilities for Which Appropriate Legal Action is Taken by the End of Fiscal Year 1999	86%	87%
Percent of Licensees With No Recent Complaints	90%	90%
Percent of Complaints Against Licensees Resulting in Disciplinary Actions	85%	85%
C.1.1. Strategy: INSPECTION & EDUCATION Develop and maintain aggressive inspection, enforcement, and education programs to ensure compliance with orders, permits, statutes and regulations aimed at protecting Texas' air, land and water resources.	$ 13,081,564	$ 13,081,564
Outputs:		
Number of Hazardous Waste Inspections	1,900	1,900
Number of Spill Cleanup Inspections	1,190	1,190
Number of Inspections/Surveillance of Radioactive Waste Sites	73	74
Number of Inspections Conducted Resulting in a Finding of Noncompliance	75	75
Number of Administrative Agency Enforcement Orders Issued	578	578
Number of Annual and Follow-Up Compliance Inspections of Livestock and Poultry Operations	1,085	1,085
Efficiencies:		
Average Time in Days to Process Administrative Enforcement Cases	262	262
Average Inspection Cost of Livestock and Poultry Operations	276	276
C.1.2. Strategy: OCCUPATIONAL LICENSING Establish and maintain professional certification programs to ensure voluntary compliance with statutes and regulations aimed at protecting air and water quality.	$ 1,268,078	$ 1,268,079
Outputs:		
Number of New Licenses Issued	8,141	7,758
Number of Licenses Renewed	18,424	19,347
Number of Individuals Examined	14,189	11,809
Number of Complaints Resolved	189	189
Efficiencies:		
Average Licensing Cost for Individual License	30.65	30.65
Total, Goal C: ENFORCEMENT	$ 14,349,642	$ 14,349,643
D. Goal: AIR QUALITY MANAGEMENT To ensure clean and healthy air quality for all Texans.		
Outcomes:		
Percent of Air Pollution Sources Complying With Statutory and Regulatory Requirements	84%	86%
Percent Reduction per Capita of Toxics Released in Pounds From the 1992 Level	12%	18%
Percent of Texans Living Where the Air Meets Federal Air Quality Standards	50.7%	50.7%
Percent of State's Metropolitan Areas With Operating Monitoring Sites for National Ambient Air Quality Standards (NAAQS) and/or Community Toxics Exposure Assessment	85%	85%
Percent of Federal Clean Air Act (FCAA), State Implementation Plan (SIP), and Texas Clean Air Act (TCAA) Requirements Achieved by Deadlines	100%	100%

Annual Percent of Stationary and Mobile Source Pollution Reductions in Areas Not Meeting Federal NAAQS (Nonattainment Areas)	3%	3%
D.1.1. Strategy: AIR QUALITY COMPLIANCE	$ 12,849,426	$ 14,623,244
Determine the compliance status of possible sources of air pollution and initiate enforcement action against those in violation of enforceable regulations.		
Outputs:		
Number of Major Stationary, Minor Stationary, and Area Sources Investigated (Excluding Service Stations)	8,030	9,110
Number of State or Federal Notice of Violations (NOV) Issued	1,752	2,084
Number of Refueling Facilities Inspected for Compliance With Stage II Vapor Recovery Requirements	1,350	1,350
Number of Citizen Air Pollution Complaints Investigated	4,960	4,960
D.1.2. Strategy: PERMIT REVIEW	$ 17,544,169	$ 16,044,169
Perform complete and timely review of permit applications.		
Outputs:		
Number of Permit Applications Reviewed	300	300
Number of Permit Applicant Compliance History Evaluations Performed	1,200	1,200
Number of Permit Amendment Applications Reviewed	500	500
Efficiencies:		
Average Number of Days to Complete Permit Application Reviews (Excluding Applicant Caused Delays)	75	75
D.2.1. Strategy: AIR QUALITY MONITORING	$ 9,682,035	$ 9,634,955
Maintain and expand state and local monitoring capabilities, consistent with federal requirements, to assess attainment of NAAQS and community toxic exposure.		
Outputs:		
Number of NAAQS and Community Toxics Exposure Air Monitoring Stations/ Sites Operated	172	177
Number of New NAAQS and Community Toxics Exposure Air Monitoring Stations/Sites Deployed	33	5
Number of Source Sampling Studies Conducted	23	23
Number of Special Study Monitoring Stations/Monitors Deployed in Response to Public Requests (Continuous Air Monitoring Stations)	2	2
Number of Special Study Monitoring Stations/Monitors Deployed in Response to Public Requests (Non-continuous Air Monitoring Stations)	4	4
Efficiencies:		
Average Cost Per Monitoring Station/Site Operated	25,252	27,319
D.3.1. Strategy: AIR QUALITY CONTROL	$ 6,089,292	$ 5,439,292
Develop point, area, and mobile source control programs to implement the Federal and State Clean Air Act requirements.		
Outputs:		
Number of Rules Revised or Added to Meet Requirements	200	200
Number of Public Hearings Held for Development of FCAA-mandated Regulations, Control Strategy Revisions, and Other Requirements	45	45

D.3.2. Strategy: VEHICLE EMISSIONS CONTROL Develop, implement, and monitor required mobile source (primary automobile) emission control programs for nonattainment areas and other areas potentially subject to nonattainment area requirements.	$ 8,454,177	$ 8,712,127
Outputs:		
Number of Employer Trip Reduction Worksite Plans Approved and Monitored	1,800	1,800
Number of Vehicles Inspected With Exhaust Analysis Through Required Vehicle Emissions Inspection and Maintenance Programs	2,653,176	2,785,835
Number of Fleets Monitored for Compliance With Alternate Clean-burning Fuel Requirements	250	250
Number of Complaints Responded to on Vehicle Emissions Inspection and Maintenance Facilities	13,266	13,929
Number of Covert Audits of Vehicle Emissions Inspection and Maintenance Facilities	789	801
Total, Goal D: AIR QUALITY MANAGEMENT	$ 54,619,099	$ 54,453,787
E. Goal: INDIRECT ADMINISTRATION		
E.1.1. Strategy: CENTRAL ADMINISTRATION	$ 14,188,467	$ 14,188,467
E.1.2. Strategy: INFORMATION RESOURCES	$ 11,353,445	$ 11,353,445
E.1.3. Strategy: OTHER SUPPORT SERVICES	$ 16,561,908	$ 16,561,908
Total, Goal E: INDIRECT ADMINISTRATION	$ 42,103,820	$ 42,103,820
Grand Total, NATURAL RESOURCE CONSERVATION COMMISSION	$ 429,147,221	$ 436,488,209
Method of Financing:		
General Revenue Fund	$ 12,422,024	$ 12,422,024
General Revenue Fund - Consolidated		
Texas Water Development Board Administrative Receipts	445,693	445,693
Radioactive Substance Fee Receipts	300,000	300,000
Department of Health Public Health Services Fee Receipts	3,247,734	3,247,734
Natural Resource Conservation Commission Fee Receipts	14,995	14,995
On-Site Wastewater Research Receipts	221,000	221,000
Earned Federal Funds	4,105,244	4,105,244
Subtotal, General Revenue Fund - Consolidated	$ 8,334,666	$ 8,334,666
General Revenue Fund - Dedicated		
Water Well Drillers Receipts	383,700	383,700
Used Oil Recycling Receipts	6,855,981	6,855,981
Clean Air Receipts	72,490,237	72,331,224
Water Quality Receipts	11,310,488	11,310,488
Water Rights Administration Receipts	786,041	786,041
Water Utility Receipts	2,681,901	2,681,901

Texas Board of Irrigators Receipts	120,300	120,300
Hazardous and Solid Waste Fees Receipts	14,399,527	14,399,527
Hazardous and Solid Waste Remediation Fee Receipts	44,361,569	45,111,570
Storage Tank Receipts	3,523,976	3,523,976
Petroleum Storage Tank Remediation Receipts	129,455,296	129,455,296
Solid Waste Disposal Fee Receipts	20,751,019	20,751,019
Waste Tire Recycling Receipts	19,766,120	19,766,120
Subtotal, General Revenue Fund - Dedicated	$ 326,886,155	$ 327,477,143
Other Funds		
Air Control Board Receipts	5,007,000	5,007,000
Appropriated Receipts	688,845	688,845
Federal Funds	75,808,531	82,558,531
Subtotal, Other Funds	$ 81,504,376	$ 88,254,376
Total, Method of Financing	$ 429,147,221	$ 436,488,209
Number of Positions (FTE)	3,210.0	3,210.0
Schedule of Exempt Positions		
Commissioners, Group 5	(3) $90,071	(3) $90,071
Executive Director, Group 5	105,000	105,000

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art 601d, Sec. 9A.

	1996	1997
a. Acquisition of Information Resource Technologies	$ 3,096,746	$ 1,400,000
b. Acquisition of Capital Equipment and Items	250,000	250,000
c. Lease Payments to the Master Equipment Lease Purchase Program	$ 137,888	$ 5,237
Total, Capital Budget	$ 3,484,634	$ 1,655,237
Method of Financing (Capital Budget):		
General Revenue Fund	$ 387,888	$ 5,237
Clean Air Receipts	2,296,746	850,000
Hazardous and Solid Waste Fees Receipts	800,000	800,000
Total, Method of Financing	$ 3,484,634	$ 1,655,237

2. **Appropriation Source: Consolidated Receipts.** The amounts specified above from the following sources are hereby appropriated for the biennium with the effective date of this Act from fees and proceeds collected:

    Texas Water Development Board Administrative Receipts
    Air Control Board Receipts
    Radioactive Substance Fee Receipts
    Department of Health Public Health Services Fee Receipts
    Natural Resource Conservation Commission Fee Receipts
        On-Site Wastewater Research Fee Receipts
        On-Site Wastewater Permit Fee Receipts
        On-Site Wastewater Installer Registration Fee Receipts
        Residential Water Treatment Fee Receipts
        Water Works Operator Fee Receipts
        Plumbing Fixture Inspection Fee Receipts
    On-Site Wastewater Research Receipts
    Pollution Control Equipment Receipts
    Auto Repair Facility Registration Receipts

    It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

3. **Appropriation Source: Dedicated Receipts.** The amounts specified above from the following sources are hereby appropriated for the biennium beginning with effective date of this Act from any balances on hand and all fees and proceeds collected and deposited as follows:

    Water Well Drillers Receipts
    Used Oil Recycling Receipts
    Clean Air Receipts
    Water Quality Receipts
    Water Rights Administration Receipts
    Water Utility Receipts
    Texas Board of Irrigators Receipts
    Hazardous and Solid Waste Fee Receipts
    Hazardous and Solid Waste Remediation Fee Receipts
    Storage Tank Receipts
    Petroleum Storage Tank Remediation Receipts
    Solid Waste Disposal Receipts
    Waste Tire Recycling Receipts

4. **Contingency Cash Flow.** If the Legislative Budget Board and Governor determines after review of relevant information that cash flow difficulties will occur as a result of the appropriations made above, the board and Governor may authorize the commission to temporarily expend general revenue funds for the purpose of meeting the temporary cash flow needs of the commission, limited to the amounts appropriated above . The transfer of funds shall be repaid to the General Revenue Fund by the end of the fiscal year which the funds were transferred under procedures and standards established by the Comptroller of Public Accounts.

5. **Appropriation: Texas Spill Response Receipts.** There is hereby appropriated to the Commission for the biennium beginning with the effective date of this act any balances on hand and any revenues deposited to Texas Spill Response Receipts.

6. **Authorization: Petty Cash Revolving Fund.** The Commission is authorized a Petty Cash Revolving Fund in the amount of $2,500 to be used in accordance with those procedures outlined in the General Provisions in this Act. Each district office of the Commission may establish a petty cash fund not to exceed $100 out of funds appropriated herein. These funds shall be maintained in cash or at a local bank and shall be used only for making emergency

payments and small purchases and payments which will increase the efficiency of the operation.

7. **Authorization: Aircraft Chartering.** Notwithstanding any other provision of this Act, the agency is authorized to spend appropriated funds for the chartering of aircraft for the purposes of detecting water pollution problems, industrial solid waste disposal problems, illegal water diversions, and for purposes directly relating to the enforcement of pollution control and water rights laws of the State.

8. **Fee Appropriation: Water Pollution Control and Abatement.** There is hereby appropriated to the Commission all fees collected as authorized by Water Code § 26.177 during the biennium beginning with the effective date of this Act, as well as any unexpended fees collected during the previous biennium for the purpose of review and approval of the water pollution control and abatement programs of certain municipalities by the Commission.

9. **Fee Appropriation: Regional Assessment of Water Quality.** All revenues assessed by the agency under the authority of Water Code § 26.0135 are appropriated to the agency for the biennium beginning with the effective date of this act in an amount not to exceed $10,000,000. Except as provided by Water Code § 26.0135 these funds shall be paid to river authorities and other designated districts for the recovery of costs of administering authorized water quality management programs.

10. **Authorization: Legal Services.** From the amounts appropriated above, the Commission shall employ attorneys for the purpose of administering and enforcing the statutory authority of the commission and its regulations and requirements. Nothing in this act shall preclude or limit the authority of the commission to refer a legal matter to the Attorney General for prosecution where otherwise authorized by statute, rule or agreement of the commission and the Attorney General.

11. **Fee Appropriation: Waste Facility Applications.** In addition to the amounts appropriated above, permit application fees assessed by the agency for industrial solid waste and hazardous waste facilities are appropriated to the agency for the biennium beginning with the effective date of this act as authorized by Health and Safety Code § 361.137.

12. **Authorization: Water Program Fee Rates and Revenue Appropriation.** To provide for the recovery of costs of processing applications, the following fee rate is established pursuant to Subchapter E, Chapter 316, Government Code, to be effective during the biennium covered by this Act.

    The maximum rate for the fees authorized under Section 5.235(b) and Section 5.235(c), Water Code, shall be $2,000.

    The maximum rate for fees authorized under Section 382.026 of the Health and Safety Code shall be $80,000.

    The fee revenues collected pursuant to Sections 5.235(b) and 5.235(c), Water Code, are hereby appropriated to the Commission from any revenues received during the biennium beginning with the effective date of this act except that the first $240,000 collected in each year of the biennium shall not be appropriated to the Commission.

13. **Fee Appropriation: Automobile Emission Inspections.** In addition to the amounts appropriated above, the Commission is hereby appropriated from Clean Air Receipts all fees collected from contractors performing automobile emission inspections pursuant to Section 382.037 (f), Health and Safety Code, for the purpose of developing, administering, evaluating, overseeing, and enforcing the vehicle emissions inspection and maintenance program, including federally required measures to support the availability of effective emissions repairs.

14. **Unexpended Balance Authority: Grants and Contracts.** There is hereby appropriated to the agency for the biennium beginning with the effective date of this act, any unexpended balances at the end of the previous biennium for grants and contracts including funds required as matching funds under federal contracts. Eligible grants or contacts include those for: regional water quality assessments; municipal solid waste management; household hazardous waste collection; and the recycling of used motor oils, lead-acid batteries and waste tires; and federal cooperative agreements for pollution remediation or the operation of

regulatory programs. Any grants or contracts executed prior to August 31, 1996, are hereby appropriated for the same purpose for the year beginning September 1, 1996.

15. **Unexpended Balance Authority: Air Monitoring Project.** Pursuant to S.B. 278, Acts of the Seventy-third Legislature, 1993, any unexpended balances from that appropriation as of August 31, 1995, are hereby reappropriated for the same purposes for the biennium beginning September 1, 1995.

16. **Local Air Pollution Grants Allocation.** From the funds appropriated above an amount not less than $1,491,000 in each year of the biennium shall be utilized to fund grants or cooperative agreements with eligible local air pollution programs under Section 382.0622, Texas Health and Safety Code. It is provided, however, that the combined federal and state share of the funding for any such local air pollution programs shall not exceed 67 percent of the total allocation to the programs, with the local share being based on the local dollars allocated pursuant to maintenance-of-effort requirements for federal air pollution grants.

17. **Fee Appropriation: Pollution Control Equipment Exemptions.** Pursuant to Section 11.31, Tax Code, the Commission is hereby appropriated for the biennium beginning with the effective date of this Act, any balances on hand at the end of the previous biennium and all fee revenue collected for the purpose of determining whether pollution control equipment is exempt from taxation.

18. **Fee Appropriation: Auto Emission Inspection Exemptions.** Pursuant to Section 382.037, Health and Safety Code, the Texas Natural Resource Conservation Commission is hereby appropriated, in addition to the amounts appropriated above, any fees established to recover the direct costs of reviewing applications to exempt individual vehicles from automobile emission inspection requirements and fees established to recover the direct costs of providing for voluntary certification of individuals with adequate training in repairing automotive emission control equipment. The fee established for reviewing applications to exempt individual vehicles from automobile inspection requirements shall not exceed five dollars ($5.00). The fee established for certifying individuals with adequate training in repairing automotive emission control equipment shall not exceed twenty-five dollars ($25.00). The agency shall publish in the Texas Register the methodology and reimbursement rates for fees established to recover costs prior to implementing this fee structure.

19. **Authorization: Operating Fund.** The Commission is hereby authorized to make transfers from any appropriation made to the Commission into a single account in the General Revenue Fund known as the "Texas Natural Resource Conservation Commission Operating Fund" for the purpose of making expenditures for which appropriations were made in this Act. After the expenditures have been made from the fund and as soon as the proper strategies have been identified, the Commission shall process adjustments to the Comptroller in summary accounts to facilitate accurate cost allocations. Provided, however, that each special fund shall be used for the purposes as now described by law and nothing shall be done to jeopardize or divert the special funds or any portion thereof including federal aid.

20. **Consolidation of Drinking Water Appropriations.** Pursuant to Section 341, Health and Safety Code, the Commission is hereby appropriated all fees collected pursuant to the provisions of that bill, for the biennium beginning with the effective date of this Act, for the purpose of implementing the provisions of Health and Safety Code Chapter 341 and the Federal Safe Drinking Water Act. These fee revenues are to be deposited to and appropriated from Public Health Service Fee Receipts, in addition to the amounts appropriated above, for the purpose of consolidation of appropriations for public drinking water programs.

21. **Fee Appropriation: On-site Sewage Disposal System Regulation.** In addition to the amounts appropriated above, the Texas Natural Resource Conservation Commission is hereby appropriated, for the biennium beginning with the effective date of this Act, all revenues assessed and collected pursuant to Chapter 366, Subchapter D, Health and Safety Code, for the purpose of administration of programs for the regulation and management of on-site sewage disposal systems.

22. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S., Article 6252-33, reimbursement of expenses for advisory committee members, out of funds appropriated above, is limited to the following advisory committees:
    Irrigators Advisory Council
    Small Business Compliance Advisory Panel
    Water Well Drillers Advisory Council

23. **Appropriation: Earned Federal Funds.** In addition to earned federal funds appropriated above, the Texas Natural Resource Conservation Commission is hereby appropriated any additional earned federal funds received during the 1996-97 biennium contingent on their use as matching funds for federal grant awards.

24. **Enforcement Activity Coordination.** The Texas Natural Resource Conservation Commission shall make every effort to ensure that enforcement activities are coordinated between program areas. Furthermore, the agency will work with the Legislative Budget Board to develop a new strategy or strategies with measurable goals for its enforcement activities.

25. **Appropriation: Regulation of Livestock and Poultry Operations.** Out of funds appropriated above for Strategy C.1.1., Inspection and Education, $300,000 is appropriated each year of the biennium beginning September 1, 1995, contingent upon the Texas Natural Resource Conservation Commission adopting rules under 30 TAC, Subchapter k, for the purpose of ensuring the protection of water quality resources and the effective regulation of livestock and poultry operations.

26. **Appropriation: Near Non-Attainment Area Air Quality Planning.** Out of funds appropriated above for Strategy D.3.1., Air Quality Control, $500,000 is appropriated each year of the biennium beginning September 1, 1995 in Clean Air receipts to be used to conduct air quality planning activities for areas considered to be near non-attainment under the federal Clean Air Act Amendments of 1990. These activities shall include identifying, inventorying and monitoring of current air pollution levels and the modeling of future air pollution levels.

27. **Petroleum Storage Tank Remediation Fund Restrictions.** Out of funds appropriated for Strategy A.2.3., Storage Tank Administration, not more than $6,600,000 each year of the 1996-97 biennium may be allocated from Petroleum Storage Tank Remediation (PSTR) funds. Furthermore, the Texas Natural Resource Conservation Commission shall not transfer PSTR funds from Strategy A.2.2., Storage Tank Cleanup, to any other strategy.

28. **Bosque River Water Quality Monitoring.** Out of funds appropriated above for Strategy C.1.1., Inspection and Education, the Texas Natural Resource Conservation Commission shall conduct water quality monitoring of the Bosque River.

29. **Contingency Appropriation for Senate Bill 776.** Contingent upon the enactment of Senate Bill 776 and in addition to amounts appropriated above, there is hereby appropriated to Strategy A.2.4., Solid Waste Cleanup, all Waste Tire Recycling receipts collected after September 1, 1995 in excess of $24,000,000 each year of the 1996-97 biennium provided, however, that total Waste Tire Recycling receipt appropriations do not exceed $31,000,000 each year of the biennium.

30. **Contingency Appropriation for House Bill 2015.** Contingent upon the enactment of House Bill 2015, or similar legislation relating to state delegation of the National Pollutant Discharge Elimination System by the 74th Legislature, Regular Session, the Texas Natural Resource Conservation Commission (TNRCC) is hereby appropriated an amount not to exceed $2,861,102 for fiscal year 1996 and $2,517,102 for fiscal year 1997 out of additional revenues collected pursuant to House Bill 2015 for the purpose of implementing that Act. The TNRCC is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

31. **Contingency Appropriation for House Bill 2296.** Contingent upon the enactment of House Bill 2296, or similar legislation relating to the creation of a voluntary cleanup program for hazardous and solid waste by the 74th Legislature, Regular Session, the Texas Natural Resource Conservation Commission (TNRCC) is hereby appropriated an amount not to exceed $956,484 for fiscal year 1996 and $828,984 for fiscal year 1997 out of additional revenues collected pursuant to House Bill 2296 for the purpose of implementing that Act.

The TNRCC is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

32. **Contingency Appropriation for House Bill 2587.** Contingent upon the enactment of House Bill 2587, or similar legislation relating to the regulation of storage tank contractors and project managers by the 74th Legislature, Regular Session, the Texas Natural Resource Conservation Commission (TNRCC) is hereby appropriated an amount not to exceed $220,000 for fiscal year 1996 and $220,000 for fiscal year 1997 out of additional revenues collected pursuant to House Bill 2587 for the purpose of implementing that Act. The TNRCC is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

33. **Contingency Appropriation for Senate Bill 1697.** Contingent upon the enactment of Senate Bill 1697, or similar legislation relating to the licensing of radioactive waste, low-level waste and mixed waste processing facilities by the 74th Legislature, Regular Session, the Texas Natural Resource Conservation Commission (TNRCC) is hereby appropriated an amount not to exceed $202,179 for fiscal year 1996 and $425,013 for fiscal year 1997 out of additional revenues collected pursuant to Senate Bill 1697 for the purpose of implementing that Act. The TNRCC is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

PARKS AND WILDLIFE DEPARTMENT

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: OUTDOOR RECREATION To strengthen traditional services for core constituents such as hunters, anglers, park visitors, and other outdoor enthusiasts by improving habitat and access to outdoor areas and maintaining quality and safety.		
Outcomes:		
Annual Percent Increase in Hunter Opportunity Days	3%	3%
Number of Hunting Licenses Sold	1,053,007	1,046,732
Number of Fishing Licenses Sold	1,718,414	1,730,919
Percent of Maintenance Needs Met	45%	45%
Percent of Major Repair Needs Met	24.5%	13.2%
Percent of State Parks Which are Fully Developed	82%	84%
Public Compliance Rate Based on Field Contacts	96%	96%
Annual Percent Decrease in Hunting Fatalities per 100,000 Participants	6%	7%
A.1.1. Strategy: INCREASE/IMPROVE HABITAT Provide public hunting and public fishing opportunities; acquire, improve, or access additional public fisheries, wildlife and their habitat.	$ 15,404,202	$ 15,404,202
Outputs:		
Acres of Aquatic Habitat Surveyed (in Millions)	2.38	2.38
Number of Fingerlings Stocked (in Millions)	48	48
Acres of Public Hunting Lands Provided	1,450,000	1,475,000
A.2.1. Strategy: PUBLIC LANDS OPERATIONS Plan for proper use and operate existing state parks and wildlife management areas safely and cost effectively.	$ 31,396,757	$ 31,338,496
Outputs:		
Number of Unit Plans Completed	4	4
Number of State Parks in Operation	130	130
Number of New Parks/Facilities Opened to the Public	0	0

Efficiencies:		
Percent of Operating Costs for Public Lands Recovered from Revenues	65%	68%
Explanatory:		
Number of Park Visits (in Millions)	27.5	28.5
A.2.2. Strategy: CAPITAL PROGRAMS	$ 18,684,497	$ 10,025,897
Implement capital improvement, major repair, and cultural and natural resource management programs for existing facilities.		
Outputs:		
Number of Repair Projects Completed	45	47
Number of Capital Improvement Projects Completed	10	10
A.3.1. Strategy: LAW ENFORCEMENT ED	$ 27,681,903	$ 27,681,903
Operate a comprehensive enforcement program that provides users of Texas' natural resources with information on regulations and potential users with information about agency-provided opportunities and services. Aggressively enforce The Texas Water Safety Act, emphasizing public safety and environmental laws through criminal prosecution.		
Outputs:		
Miles Patrolled in Vehicles (in Millions)	10.51	10.51
Number of Criminal Environmental Investigations	270	270
Total, Goal A: OUTDOOR RECREATION	$ 93,167,359	$ 84,450,498
B. Goal: REACH NEW CONSTITUENCIES		
To broaden efforts to reach new constituencies through natural and cultural resource education, outreach programs, and by offering additional recreational opportunities.		
Outcomes:		
Annual Percent Increase in Opportunities Provided for Female, Minority, and Physically Challenged Youth and Adults	1.4%	.7%
Percent of Priority Needs Met Annually for Parkland Acreage	0%	0%
Local Grant Dollars Awarded as a Percent of Local Grant Dollars Requested	45%	45%
Percent of Public Survey Respondents Demonstrating Awareness of the Department's Role and Responsibilities Annually.	32%	34%
B.1.1. Strategy: OUTREACH PROGRAMS	$ 2,387,960	$ 2,387,960
Design and implement outreach programs to expand fishing, hunting and wildlife viewing opportunities for targeted user groups.		
Outputs:		
Number of Fish and Wildlife Events and Programs Held for Targeted User Groups	1,327	1,336
B.2.1. Strategy: PUBLIC LANDS ACQUISITION	$ 211,649	$ 211,649
Develop and open new public lands. Acquire identified priority natural, cultural and recreational resources.		
Outputs:		
Number of Acres Acquired/Protected	3,270	3,270

Explanatory:		
Number of Acres in Department's Public Lands System Per 1,000 Texans	44	43.9
B.2.2. Strategy: LOCAL PARKS	$ 16,999,793	$ 16,999,793
Strengthen the ability of local governments to provide outdoor recreation opportunities by providing grants and technical assistance. Develop and implement the Texas Outdoor Recreation Plan.		
Outputs:		
Number of Grant Assisted Projects Completed	50	50
Explanatory:		
Texas Recreation and Parks Fund Account Grant Dollars Awarded (in millions)	15	15
B.3.1. Strategy: PUBLIC INFORMATION	$ 4,877,654	$ 4,877,654
Effectively communicate the Department's natural and cultural resource conservation messages using various media, including television, radio, newspapers and magazines.		
Outputs:		
Number of Texas Parks and Wildlife Magazine Subscriptions Managed	180,000	185,000
Number of Students Trained in Boater Education and Water Safety Programs	4,500	4,500
Number of Students Trained in Hunter Education and Firearm Safety	30,000	30,000
Total, Goal B: REACH NEW CONSTITUENCIES	$ 24,477,056	$ 24,477,056
C. Goal: RESOURCE PROTECTION		
To increase our capacity to protect fish and wildlife resources and their habitat and manage the natural and cultural heritage of Texas.		
Outcomes:		
Percent of Total Projects and Activities Requiring Department Review That Avoid or Minimize Adverse Impacts to Fish, Wildlife, or Their Habitats	54.7%	54.7%
Percent of Fish and Wildlife Kills or Pollution Cases Resolved Successfully Through Remediation, Compensation, or Restoration of the Injured Resources	75.4%	75.4%
Percent of Texas' Bays and Estuaries With Inflow Needs Determined	62.5%	87.5%
Percent of Texas' Streams With Instream Flow Needs Determined	6.3%	9.8%
Percent Increase From the 1994 Level in Habitat Acquired (Acres)	.2%	.2%
C.1.1. Strategy: MANAGE FISH AND WILDLIFE	$ 19,445,531	$ 19,449,956
Conserve and manage Texas fish, wildlife and plant resources through habitat assessments, population studies, scientific research, regulatory permit evaluations, and recommendations, private landowner assistance with habitats, fish and wildlife kill investigations, and restoration of damaged resources.		
Outputs:		
Number of Environmental Documents/Permits/Regulations Receiving Substantial Review	870	870
Number of Fish/Wildlife Kill Complaints Investigated	82	82

Number of Management Agreements With Landowners in Place	550	575
Number of Population and Harvest Surveys Conducted	14,647	14,650
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: CENTRAL ADMINISTRATION	$ 6,151,724	$ 6,151,724
D.1.2. Strategy: INFORMATION RESOURCES	$ 3,725,251	$ 3,725,251
D.1.3. Strategy: OTHER SUPPORT SERVICES	$ 2,202,562	$ 2,202,562
Total, Goal D: INDIRECT ADMINISTRATION	$ 12,079,537	$ 12,079,537
Grand Total, PARKS AND WILDLIFE DEPARTMENT	$ 149,169,483	$ 140,457,047
Method of Financing:		
General Revenue Fund:		
General Revenue Fund	$ 8,000,000	$ U.B.
Unclaimed Motor Boat Fuel Tax	12,457,326	12,457,326
Sporting Goods Tax - State Parks	15,500,000	15,500,000
Sporting Goods Tax - Local Parks	15,500,000	15,500,000
Sporting Goods Tax - Capital Account	1,000,000	1,000,000
Subtotal, General Revenue Fund	$ 52,457,326	$ 44,457,326
Game, Fish and Water Safety Receipts	53,417,499	53,421,924
State Parks Receipts	17,695,494	17,637,233
Texas Parks Development Receipts	1,314,650	656,050
Non-Game and Endangered Species Conservation Receipts	342,600	342,600
Artificial Reef Receipts	375,914	375,914
Federal Funds, estimated	23,566,000	23,566,000
Total, Method of Financing	$ 149,169,483	$ 140,457,047
Number of Positions (FTE)	3,042.5	3,042.5
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 5	$105,000	$105,000
Per Diem of Board Members	5,400	5,400

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Acquisition of Land and Other Real Property		
(1) Habitat Acquisition	$ 1,635,000	$ 1,635,000
b. Construction of Buildings and Facilities		
(1) Fish Hatchery Construction	5,000,000	5,000,000
(2) Public Lands Construction	$ 1,802,650	$ 1,144,050
Total, Construction of Buildings and Facilities	$ 6,802,650	$ 6,144,050
c. Repairs or Rehabilitation of Buildings and Facilities		
(1) Major Repairs at State Parks	6,375,000	6,375,000
(2) Restoration of San Jacinto Monument	$ 8,000,000	$ U.B.
Total, Repairs or Rehabilitation of Buildings and Facilities	$ 14,375,000	$ 6,375,000
d. Acquisition of Information Resource Technologies		
(1) Mainframe Upgrades, Microcomputers, and Other Equipment	1,814,563	1,678,284
e. Transportation Items		
(1) Purchase of Vehicles	2,411,228	2,497,564
f. Acquisition of Capital Equipment and Items		
(1) Office, Field, Marine and Lab Equipment	$ 640,228	$ 561,259
Total, Capital Budget	$ 27,678,669	$ 18,891,157
Method of Financing (Capital Budget):		
General Revenue Fund	$ 10,500,000	$ 2,500,000
Game, Fish and Water Safety Receipts	6,182,168	6,114,315
State Parks Receipts	4,111,126	4,048,192
Texas Parks Development Receipts	1,314,650	656,050
Federal Funds	5,570,725	5,572,600
Total, Method of Financing	$ 27,678,669	$ 18,891,157

2. **Appropriation: Texas Park Development Bonds Interest and Sinking Receipts.** There are hereby appropriated all Texas Park Development Bonds Interest and Sinking Receipts pursuant to and for the purposes as set out by the provisions of Section 49-e of Article III of the Texas Constitution and Parks and Wildlife Code, Chapter 21.

3. **Authorization: Acceptance and Transfer of Federal Funds.** The Parks and Wildlife Department is authorized to accept from the federal government any funds that may be allocated to the department for projects and programs authorized by law. The Parks and Wildlife Department is authorized to use any of the state funds appropriated in this Act to it to match any federal funds in the event said matching is required to secure said federal funds. Provided, however, that any federal grant, allocation or aid received as reimbursement for expenditures made from appropriated funds shall be deposited into the State Treasury account from which the original expenditure was made except where statutes provide otherwise for deposits. The Parks and Wildlife Department is further authorized to transfer, or pay federal

funds to any performing agency or other local political subdivision for services rendered for projects within the scope of the Parks and Wildlife Department when the department is designated as grantee for the federal funds, and so much of said payments and transfers as is necessary is hereby appropriated.

4. **Appropriation: Land and Improvement Proceeds.** The Parks and Wildlife Department is hereby authorized to expend and there are hereby appropriated any funds received during this or any previous biennium from the sale of existing buildings, land and improvements thereto. Such funds shall be expended solely for the acquisition and development of land and/or buildings and as otherwise provided for in Section 13.009, Parks and Wildlife Code.

5. **Appropriation and Authorization: Shooting Ranges.** The Parks and Wildlife Department may receive funds into and expend from the Game, Fish and Water Safety Receipts for the acquisition and construction of shooting ranges for the Hunter Safety Program. These funds may be expended only on projects that have been approved by the federal government for seventy-five percent reimbursement and the local sponsor of the project must provide the other twenty-five percent. The federal reimbursement must be deposited to the appropriation item from which the original expenditure was made. Any amounts received as reimbursements pursuant to this section are hereby reappropriated to the Department for the purposes specified in this provision.

6. **Appropriation: Royalty Revenue.** The Parks and Wildlife Department is appropriated any revenues or royalties received during this biennium or any previous biennium from the sale of items, privileges, products, or performance of services in which the department has a proprietary right.

7. **Appropriation: Escrow Accounts.** Any unexpended balances at the beginning of this biennium, and any revenue received during this biennium, consisting of either principal or interest, from trust or escrow accounts set up to benefit the Parks and Wildlife Department are hereby appropriated. Funds in an escrow account within the Land and Water Conservation Receipts may be transferred to an escrow account within the Game, Fish and Water Safety Receipts and are hereby appropriated.

8. **Authorization: Clothing and Cleaning Allowance.** The Parks and Wildlife Department shall provide a clothing and cleaning allowance of $500 per year to all employees holding positions which require the wearing of dress uniforms issued by the Parks and Wildlife Department.

9. **Authorization: Purchase of Evidence.** From amounts appropriated above the Parks and Wildlife Department is hereby authorized to establish a cash fund, for the purchase of evidence and/or information and surveillance deemed necessary by the department for enforcement of laws under the Parks and Wildlife Code.

10. **Appropriation: Controlled Substances.** All amounts received under V.T.C.A. Health and Safety Code, Chapter 481 and all balances remaining in the prior biennium are hereby appropriated to the Department of Public Safety or to the agency awarded the money or property in forfeiture proceedings. Appropriated funds must be used for law enforcement purposes. Any funds unexpended at the close of the fiscal year are reappropriated for the following year.

11. **Authorization: Acceptance of Payment with Goods and Services.** The Parks and Wildlife Department is hereby authorized to accept goods and/or services in lieu of cash for sales of products or rights on the department's public land areas. These goods and services may be on the same public land area as the product or right sold or any other public land

area. In order to procure the goods and services in the amounts needed that equal the value of products or rights sold, an escrow bank account may be utilized.

12. **Real Estate Fees Prohibited.** None of the funds appropriated to, or otherwise available to, the Parks and Wildlife Department shall be expended, directly or indirectly, in compensation or reimbursement to any person as a fee or commission for their services in connection with the acquisition of real property by said department, for its own use or for the benefit of others.

13. **Commissioned Peace Officer Compensation.** The Director of the Parks and Wildlife Department may not provide for the compensation of a state-commissioned peace officer at a rate less than the rate paid by any other state agency to a state-commissioned peace officer performing similar duties.

14. **Public Hunting Program (formerly Type II).** None of the funds appropriated above to the Parks and Wildlife Department may be expended on acquiring or leasing additional U.S. Forest Service public land for the Department's public hunting program (formerly Type II). The Parks and Wildlife Department shall not enter into any contracts or other arrangements with the U.S. Forest Service which result in the addition of public lands being made available for the public hunting program.

15. **Coordination of Tourism and Travel Promotion.** It is the intent of the Legislature that state spending for travel and tourism promotion be coordinated. Prior to December 1, 1995, the Texas Department of Commerce, the Texas Parks and Wildlife Department, and the Texas Department of Transportation shall enter into a memorandum of understanding which details the travel and tourism promotion objectives of each agency and which provides for interagency coordination and support in the achievement of the objectives.

16. **State Parks, Community Concerns, and Inmate Labor.**

    a. The Parks and Wildlife Department is directed to undertake a study of the alternatives for preserving Sugarloaf Mountain in Milam County, including but not limited to, the possibility of establishing a state park at the site. The Department is also directed to study the possibility of establishing state parks at the following sites: Odessa Meteor Crater, Miller Springs area in Bell County, Armand Bayou Nature Center, and Held Pond.

    b. The Parks and Wildlife Department is directed to give priority to community concerns as improvements are added to the parks listed below, and may utilize inmates from the Texas Department of Criminal Justice to provide labor for park development and repair, including the setting up of a work camp at the following parks: Casa Blanca, Big Bend Ranch, Franklin Mountains, Big Spring, Palo Duro Canyon, Brazos Bend, Mother Neff, Varner-Hogg Plantation, San Angelo State Park, Lake Colorado City State Park, Mustang Island, Lake Corpus Christi, and Bentsen-Rio Grande Valley.

    c. The Parks and Wildlife Department (TPWD) shall complete all improvements at the TPWD park site on Lake Tawakoni that are necessary to permit public use and enjoyment no later than August 31, 1997.

17. **Big Bend Ranch.** It is the intent of the Legislature that the Parks and Wildlife Department maintain the longhorn herd at the Big Bend Ranch, develop the Big Bend Ranch to provide areas for camping, hiking, and for trail rides, and change the name of the Big Bend Ranch State Natural Area to the Big Bend Ranch State Park.

18. **Outreach Programs.** Out of the funds appropriated above for Strategy B.2.2., Local Parks, the Parks and Wildlife Department shall develop a pilot partnership project by contracting a total of $250,000 each fiscal year of the 1996-97 biennium in partnership programs for underserved populations.

19. **Transfer to Historical Commission.** Contingent upon enactment of H.B. 1848 or similar legislation, the Texas Parks and Wildlife Department shall transfer to the Historical Commission, by inter-agency contract, $5,000,000 each year of the 1996-97 biennium from funds appropriated above for Strategy A.2.1., Public Lands Operations. Funds transferred to the Historical Commission shall be used by the Commission to manage and operate historical properties currently under the auspices of the Texas Parks and Wildlife Department.

20. **Entrance Fee Schedule.** It is the intent of the Legislature that the Parks and Wildlife Department explore the possibility of allowing people with disabilities and low-income individuals or families to either: (1) purchase an annual Texas Conservation Passport for half-price ($12.50) and receive free park entrance, or (2) pay one-half of the regular state park entrance fee. The department may work with the Texas Department of Human Services to establish a screening mechanism based on income levels that would provide a discounted entrance fee and allow low-income families and individuals to expand participation in state parks.

21. **San Jacinto Monument Restoration Contingency.** Funds appropriated above in fiscal year 1996 for Strategy A.2.2., Capital Programs, include an amount not to exceed $8 million from the General Revenue Fund for restoration of the San Jacinto Monument and may be expended by the Parks and Wildlife Department contingent upon the condition that, if federal funds become available for this project, the general revenue amounts for the project are reduced to the amount necessary to provide the state match, if required, or the balance of the project funding of up to $10 million.

22. **Appropriation: Concessions.** Out of Game, Fish and Water Safety Receipts and State Parks Receipts, the Department of Parks and Wildlife may expend concession revenues received above any amounts listed in the January 10, 1995, Comptroller of Public Accounts revenue estimates as necessary for the establishment and operation of concessions, including salaries and wages, supplies and materials, current and recurring operating expenses, equipment and other capital outlay.

23. **Appropriation: Game, Fish, and Water Safety Receipts and State Parks Receipts.** The Parks and Wildlife Department is hereby appropriated any revenues deposited to the credit of the Game, Fish, and Water Safety Receipts and the State Park Receipts for the biennium beginning with the effective date of this Act. The department is specifically authorized to expend these funds only for those purposes authorized by the Parks and Wildlife Code.

24. **Appropriation: Unexpended Cigarette Tax Revenue.** Any unexpended balances remaining as of August 31, 1995, from cigarette tax revenue received in previous biennia are hereby appropriated for the purposes for which they were originally appropriated.

25. **Unexpended Balance Authorized: Construction Projects.** The department is hereby appropriated for each fiscal year of the biennium beginning with the effective date of this Act, any unexpended balances from appropriations previously made for construction, repair, acquisition, and renovation projects in Senate Bill No. 5, Acts of the Seventy-third Legislature, Regular Session and House Bill No. 1, Acts of the Seventy-second Legislature, First Called Session for the purposes that these appropriations were originally made. Any unexpended balances remaining in such appropriation items at August 31, 1996, are hereby reappropriated for the same purposes for the fiscal year beginning September 1, 1996. Any

appropriation or reappropriation made in this Act to the Parks and Wildlife Department for construction and improvement projects shall include labor and all necessary costs involved in the project. It is provided, however, that the Parks and Wildlife Department shall have information available at the close of each fiscal year showing the progress and costs involved in the expenditure of such appropriation items.

26. **Local Parks.** Funds appropriated for local parks that are utilized for grants awarded for local park construction projects in excess of $20,000 shall be treated as construction appropriations for the purpose of determining the life of the appropriation under the provisions of Section 403.071, Government Code.

27. **El Paso/Franklin Mountains State Park Tramway Facilities.** Contingent upon the acquisition of property by the Texas Parks and Wildlife Department (TPWD), the TPWD shall expend, out of funds appropriated above, an amount not to exceed $100,000 for a feasibility study regarding the improvement of the Ranger Park Tramway on the Franklin Mountains in El Paso.

28. **Contingency Appropriation for House Bill 1785.** Contingent upon the enactment of House Bill 1785, or similar legislation relating to admission fees to state parks for persons 65 and older and fishing license fees for youth and senior citizens, by the Seventy-fourth Legislature, Regular Session, the Parks and Wildlife Department is hereby appropriated for fiscal year 1996 and fiscal year 1997 additional revenues collected in State Park Receipts and Game, Fish and Water Safety Receipts pursuant to House Bill 1785. The Parks and Wildlife Department is authorized to transfer the appropriation made pursuant to this provision to the appropriate strategies listed above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

29. **Contingency Appropriation for Senate Bill 750.** Contingent upon the enactment of Senate Bill 750, or similar legislation relating to the creation of a license management program for the bay and bait shrimp fishery, by the Seventy-fourth Legislature, Regular Session, the Parks and Wildlife Department is hereby appropriated amounts not to exceed $180,000 for fiscal year 1996 and $180,000 for fiscal year 1997 out of the Shrimp License Buy-Back Account for the purpose of implementing that Act. The Parks and Wildlife Department is authorized to transfer the appropriation made pursuant to this provision to the appropriate strategies listed above.

30. **Contingency Appropriation for Senate Bill 976.** Contingent upon the enactment of Senate Bill 976, or similar legislation relating to the issuance of special wildlife conservation license plates for the support of state and local parks and environmental education, by the Seventy-fourth Legislature, Regular Session, the Parks and Wildlife Department is hereby appropriated amounts not to exceed $1,500,000 for fiscal year 1996 and $500,000 for fiscal year 1997 out of the Non-Game and Endangered Species Account pursuant to Senate Bill 976 for the purpose of implementing that Act. The Parks and Wildlife Department is authorized to transfer the appropriation made pursuant to this provision to the appropriate strategies listed above.

RAILROAD COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: REGULATION & PROTECTION To prevent the degradation of all land and water resources by providing regulatory environmental protection that considers the environmental risk, economic cost to the public and the state's continuing energy requirements. To ensure the timely and safe reclamation and remediation of all land and water within allocated resources.		
Outcomes:		
Percentage of Inspections Conducted Where Pollution-Related Violations Were Detected and Corrective Action Initiated	32%	32%
Percentage of Known Abandoned Wells Plugged With the Use of State Funds	6.9%	7.2%
Percentage of Current Surface Mining Operations That Are In Full Compliance With Applicable State and Federal Regulations	100%	100%
Number of Reclamation Projects Initiated Since September 1, 1994	2	3
A.1.1. Strategy: POLLUTION PREVENTION Prevent pollution from oil and gas exploration and production by monitoring and testing facilities, and administering a federally approved and funded underground injection control program.	$ 9,330,493	$ 9,330,493
Outputs:		
Number of Pollution-Related Violations Where Operations are Brought Into Compliance by Enforcement Action of the Commission	475	475
Number of Oil and Gas Facility Inspections Performed	104,000	104,000
A.1.2. Strategy: ABANDONED WELL CLEAN UP Plug abandoned oil and gas wells, and clean up pollution sites associated with oil and gas operations where there is no responsible party.	$ 14,530,759	$ 14,530,759
Outputs:		
Number of Known Abandoned Wells Plugged With the Use of State Funds	1,200	1,200
A.2.1. Strategy: SURFACE MINING REGULATION Enforce federal and state regulations and laws relating to surface mining operations and reclaim abandoned mine lands with the acquisition of all available federal funds.	$ 4,878,243	$ 4,874,443
Outputs:		
Number of Acres Permitted for Mining and Reclamation Activities	191,000	192,000
Number of Permitting Actions Processed	340	330
Explanatory:		
Amount of Federal Dollars Obtained for Reclamation Projects and to Administer the Abandoned Mine Lands Program	2,074,488	2,070,688
Total, Goal A: REGULATION & PROTECTION	$ 28,739,495	$ 28,735,695

B. Goal: ENSURE ENERGY SUPPLIES
To seek to increase the exploration, development and conservation of domestic energy supplies by maintaining sound regulatory practices, developing and promoting legislative and regulatory incentives, encouraging research, and providing accessibility to energy-related information maintained by the Commission. Be proactive in recognizing changing roles and responsibilities of the Commission by identifying and analyzing changes in the oil and gas industry.

Outcomes:		
Percent Change in Oil Production Annually	-5%	-5%
Percent Change in Gas Production Annually	-2.4%	-2.4%
B.1.1. Strategy: OIL & GAS ENFORCEMENT Enforce Commission regulations and state laws relating to the production, transportation, and conservation of oil and gas through permitting, auditing reports, and monitoring well completions.	$ 6,315,004	$ 6,315,004
Outputs:		
Number of Approved Organizations Permitted or Renewed	12,000	11,500
Number of Permit Applications Processed	34,700	34,700
Number of Wells Monitored	365,333	362,093
Efficiencies:		
Average Number of Cases Completed Per Examiner	67	67
B.1.2. Strategy: ENERGY INFORMATION Provide a readily accessible energy-related information database for utilization as a resource in locating promising areas for exploration of new oil and gas production.	$ 867,613	$ 867,613
Outputs:		
Percentage of Pipeline Database Completed	42%	50%
Number of Well Locations Tied to an On-Line Wellbore Information Database	578,210	645,160
Total, Goal B: ENSURE ENERGY SUPPLIES	$ 7,182,617	$ 7,182,617

C. Goal: TRANSPORTATION REGULATION
To encourage an efficient and productive regulated Texas transportation industry; and to oversee the transportation of goods and people to ensure public safety, economic opportunity and fair rates for all the people of Texas.

Outcomes:		
Percentage of Rail Safety Defect Reports Reconciled and Brought Into Compliance Annually	100%	100%
Percentage of National Inspection Plan Goal Hours Completed Annually	100%	100%
C.1.1. Strategy: SAFETY AND REHABILITATION Enforce compliance with federal and state safety regulations by railroads, and rehabilitate small railroads with the acquisition of all available federal funds.	$ 1,341,057	$ 1,341,057
Outputs:		
Number of Locomotives, Cars, and Track Miles Inspected	48,000	48,000
Number of Citations for Safety Deficiencies	8,700	8,700

D. Goal: FAIR GAS UTILITY RATE
To ensure a fair gas utility rate structure that promotes safe, efficient, reliable, low-cost service and surety of supply.

Outcomes:

Average Texas Residential Gas Price, for Commission-Regulated Utilities, as a Percentage of the National Gas Price	99.9%	99.9%

D.1.1. Strategy: GAS UTILITY COMPLIANCE — $ 1,311,416 — $ 1,311,416
Enforce compliance by all gas utilities operating in Texas with rates established by the Commission and with Commission regulations.

Outputs:

Number of Field Audits of Gas Utilities Conducted	140	140
Number of Compliance Filings From Gas Utilities That are Collected and Evaluated	825	825

Efficiencies:

Average Number of Field Gas Utility Audits per Auditor	17.5	17.5

E. Goal: USE OF ALTERNATIVE FUELS
To promote research, education, and greater use of alternative fuels as a means of lessening demand on foreign energy supplies, environmental pollution, and increasing the economic well-being of the state. Be proactive in recognizing changing roles and responsibilities of the Commission by identifying and analyzing changes in the alternative fuels industry.

Outcomes:

Percent Increase Annually in Motor-Fuel Use of LP Gas in Texas	5%	5%

E.1.1. Strategy: LP GAS DEVELOPMENT — $ 2,597,307 — $ 2,547,307
Develop and implement a research, marketing, and public education plan for the increased use of LP Gas as an alternative fuel.

Outputs:

Percentage of the LP Gas Research, Marketing, and Public Education Plan Implemented	100%	100%

F. Goal: ENSURE PIPELINE SAFETY
To encourage an efficient and economical pipeline industry. As the enforcement agency for both state and federal pipeline safety programs oversee pipeline activities to ensure compliance with state and federal safety regulations and promote public safety and awareness.

Outcomes:

Percent of Pipeline Operating Units Inspected	80%	80%

F.1.1. Strategy: PIPELINE SAFETY — $ 2,202,736 — $ 2,202,736
Enforce compliance by pipeline operators with federal and state laws and regulations.

Outputs:

Number of Operator Units Brought Into Compliance by Enforcement Action of the Commission	10	10
Number of Pipeline Inspections Performed	2,200	2,300
Number of Accident Investigations and Special Investigations Performed	225	225

G. Goal: REGULATE GASES/QUARRIES
To protect the health, welfare, and safety of the general public through the promulgation and administration of regulations and/or standards for the liquefied petroleum gas/

compressed natural gas/ liquified natural gas industries and the quarry and aggregate mining industry.		
Outcomes:		
Percent Decrease in LPG/CNG/LNG Related Accidents That Resulted in Fatalities or Injuries	2%	2%
Percentage of Hazardous Aggregate Quarries and Pits That Have Hazards Eliminated	16%	16%
G.1.1. Strategy: LPG/CNG/LNG REGULATION	$ 3,742,133	$ 3,732,132
Enforce compliance by the LPG/CNG/LNG industries with Commission regulations and state law and educate the industry and the public.		
Outputs:		
Number of LPG/CNG/LNG Safety Inspections Conducted	17,776	17,776
Efficiencies:		
Average Number of LPG/CNG/LNG Safety Inspections Per Inspector	1,225	1,225
G.2.1. Strategy: PIT SAFETY CERTIFICATION	$ 53,271	$ 53,271
Issue safety certification to 95 percent of the hazardous aggregate quarries and pits.		
Outputs:		
Percentage of Hazardous Aggregate Quarries and Pits That Have Applied For and Received Safety Certification	95%	95%
Total, Goal G: REGULATE GASES/QUARRIES	$ 3,795,404	$ 3,785,403
Grand Total, RAILROAD COMMISSION	$ 47,170,032	$ 47,106,231
Method of Financing:		
General Revenue Fund	$ 21,346,567	$ 21,286,567
General Revenue Fund - Consolidated		
Texas Aggregates Quarry and Pit Safety Receipts	40,000	40,000
LPG Examination Receipts	173,288	173,287
Alternative Fuels Research and Education Receipts	2,297,821	2,297,821
Compressed Natural Gas Examination Receipts	26,824	26,824
Motor Carrier Act Enforcement Receipts	1,707,636	1,707,636
Earned Federal Funds	117,750	117,750
Subtotal, General Revenue Fund - Consolidated	$ 4,363,319	$ 4,363,318
General Revenue Fund - Dedicated		
Oil-Field Cleanup Receipts	13,116,727	13,116,727
Other Funds		
Federal Funds	4,108,401	4,104,601
Appropriated Receipts	3,548,243	3,548,243
Interagency Contracts	686,775	686,775
Subtotal, Other Funds	$ 8,343,419	$ 8,339,619
Total, Method of Financing	$ 47,170,032	$ 47,106,231

Number of Positions (FTE)	927.5	927.5
Schedule of Exempt Positions		
Commissioners, Group 3	(3) $79,247	(3) $79,247

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Acquisition of Information Resource Technologies		
(1) Microcomputers/Peripherals and Software	$ 1,210,111	$ 1,868,812
b. Transportation Items		
(1) Fleet Vehicles	466,990	452,500
c. Acquisition of Capital Equipment and Items		
(1) Furniture/Equipment	52,500	59,390
d. Lease Payments to the Master Equipment Lease Purchase Program (1992-1993)	$ 9,538	$ 9,451
Total, Capital Budget	$ 1,739,139	$ 2,390,153
Method of Financing (Capital Budget):		
General Revenue Fund	$ 1,245,729	$ 1,891,438
General Revenue Fund - Consolidated:		
LPG Examination Receipts	2,000	2,000
Motor Carrier Act Enforcement Receipts	92,100	88,600
Sub-total, General Revenue Fund - Consolidated	$ 94,100	$ 90,600
Oil-Field Cleanup Receipts	348,000	348,000
Federal Funds	51,310	60,115
Total, Method of Financing	$ 1,739,139	$ 2,390,153

2. **Appropriation: Oil-field Cleanup Fund Balances.** The Railroad Commission is hereby appropriated all Oil Field Cleanup Receipts' balances on hand and all revenue deposited as such in the General Revenue Fund - Dedicated for any purpose authorized by Subchapter D, Chapter 91, Natural Resources Code. All collections and interest earned are estimated and any balances at year end are authorized to be transferred to the next fiscal year. The Commission shall pay all associated oil-field cleanup expenses, including administrative costs, from funds received pursuant to the above-cited statute.

3. **Appropriation: Abandoned Mine Land Funds.** The Railroad Commission is hereby appropriated both federal grant money from the U.S. Department of Interior and interest on those funds, for the purposes set out in the Texas Surface Coal Mining and Reclamation Act. TEX. REV. CIV. STAT. ANN. Art. 5920-11 (Vernon Supp. 1991). Unexpended balances and the earned interest therefrom shall be carried forward at the end of each fiscal year.

4. **Appropriation: LPG/CNG/LNG Training and Examination Receipts.** In addition to the amounts appropriated above, the Railroad Commission is hereby appropriated any receipts in excess of $400,223 collected pursuant to Chapters 113 and 116, Natural Resources Code, and deposited in the General Revenue Fund - Consolidated during the biennium beginning September 1, 1995.

5. **Appropriation: Well Plugging Penalty Collections.** In addition to amounts appropriated above, the Railroad Commission is hereby appropriated, out of the General Revenue Fund, an amount equal to fines and penalties, in excess of $350,000 each fiscal year collected as Oil-Field Cleanup Receipts and deposited into the General Revenue Fund. The amounts appropriated from the General Revenue Fund under this rider shall not exceed $100,000 each fiscal year.

6. **Appropriation: Quarry and Pit Safety Receipts.** The Railroad Commission is hereby appropriated all funds collected during the biennium beginning September 1, 1995, for quarry and pit safety as authorized under Sec. 133.086, Natural Resources Code.

7. **Appropriation: Alternative Fuels Research and Education Receipts**. In addition to the amounts appropriated above, the Railroad Commission is hereby appropriated all fees, penalties, and interest, in excess of $4,595,642, collected or earned pursuant to Subchapter 1, Chapter 113, Natural Resources Code, and deposited in the General Revenue Fund - Consolidated during the biennium beginning September 1, 1995.

8. **Transfer Authority.** Notwithstanding limitations on appropriation transfers contained in the General Provisions of this Act, the Texas Railroad Commission is hereby authorized to direct agency resources, and transfer such amounts appropriated above between appropriation line items.

9. **Appropriation: Alternative Fuels Training and Vehicle Conversion Center Receipts and Unexpended Balances**. The Railroad Commission is hereby appropriated all receipts from the operation of the Commission's Alternative Fuels Training and Vehicle Conversion Center, collected during the biennium beginning September 1, 1995.

   In addition, there are hereby appropriated any unexpended and unobligated balances remaining as of August 31, 1995, in the appropriation made by S.B. 5, 73rd Legislature, Regular Session, of receipts collected by the Commission pursuant to the operation of the Alternative Fuels Training and Vehicle Conversion Center.

10. **Appropriation: Consolidated Print Shop Receipts and Unexpended Balances**. The Railroad Commission is hereby appropriated all receipts from the operation of the Commission's Consolidated Print Shop collected during the biennium beginning September 1, 1995.

    In addition, any unexpended and unobligated balances remaining as of August 31, 1995, from the appropriation made by S.B. 5, 73rd Legislature, Regular Session, of receipts collected by the Commission pursuant to the operation of the consolidated print shop are hereby reappropriated to the Railroad Commission for the biennium beginning September 1, 1995.

11. **Contingency Appropriation for House Bill 2731.** Contingent upon the enactment of House Bill 2731, or similar legislation relating to the creation of the Texas Experimental Research and Recovery Activity, by the Seventy-fourth Legislature, Regular Session, the Railroad Commission is hereby appropriated an amount not to exceed $1,000,000 for fiscal year 1996 and $1,500,000 for fiscal year 1997 out of additional revenues collected pursuant to House Bill 2731 for the purpose of implementing that Act. The Railroad Commission is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy item listed above.

12. **Rail Safety and Rehabilitation Contingency.** The appropriation for Strategy C.1.1., Safety and Rehabilitation, is made contingent upon the condition that if federal funds are available to carry out the function provided by this strategy, the general revenue and general revenue-consolidated appropriated amounts are to be reduced by the amount of federal funds received.

TEXAS RIVER COMPACT COMMISSIONS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: CANADIAN RIVER COMPACT The Canadian River Compact will ensure the delivery of Texas' equitable share of quality water from the Canadian River and its tributaries as apportioned by the Canadian River Compact.		
Outcomes:		
Percent Received of Texas' Equitable Share of Quality Water Annually as Apportioned by the Canadian River Compact.	95%	95%
A.1.1. Strategy: WATER DELIVERY ACCOUNTING Prepare and resolve the annual accounting of water stored by each compacting state.	$ 21,205	$ 21,206
Outputs:		
Acre-Feet of Quality Water Impounded in Texas' Reservoirs as Apportioned by the Canadian River Compact	350,000	350,000
B. Goal: PECOS RIVER COMPACT The Pecos River Compact will ensure delivery and maximize the availability of Texas' equitable share of quality water from the Pecos River and its tributaries as apportioned by the Pecos River Compact.		
Outcomes:		
Percent Received of Texas' Equitable Share of Quality Water Annually as Apportioned by the Pecos River Compact	90%	90%

B.1.1. Strategy: WATER DELIVERY ACCOUNTING Prepare and resolve the annual accounting of water deliveries to Texas by New Mexico as apportioned by the Pecos River Compact and U.S. Supreme Court Decree.	$ 119,601	$ 119,602
Outputs:		
Acre-Feet of Quality Water Received By Texas Annually as Apportioned by the Pecos River Compact	64,000	64,000
C. Goal: RED RIVER COMPACT The Red River Compact will ensure delivery of Texas' equitable share of quality water from the Red River and its tributaries as apportioned by the Red River Compact.		
Outcomes:		
Percent Received of Texas' Equitable Share of Quality Water Annually as Apportioned by the Red River Compact	100%	100%
C.1.1. Strategy: WATER DELIVERY ACCOUNTING Develop and implement an annual accounting system of water deliveries to each compacting state.	$ 33,691	$ 33,692
Outputs:		
Number of Users of Texas' Water Apportioned by the Red River Compact	250	250
D. Goal: RIO GRANDE COMPACT The Rio Grande River Compact will ensure delivery and maximize the availability of Texas' equitable share of quality water from the Rio Grande and its tributaries as apportioned by the Rio Grande Compact.		
Outcomes:		
Percent Received of Texas' Equitable Share of Quality Water Annually as Apportioned by the Rio Grande Compact	95%	95%
D.1.1. Strategy: WATER DELIVERY ACCOUNTING Prepare and resolve the annual accounting of water deliveries to Texas by Colorado and New Mexico as apportioned by the Rio Grande Compact.	$ 163,760	$ 163,761
Outputs:		
Number of Acre-Feet of Quality Water Received by Texas as Apportioned by the Rio Grande Compact	750,500	750,500
E. Goal: SABINE RIVER COMPACT The Sabine River Compact will ensure delivery of Texas' equitable share of quality water from the Sabine River and its tributaries as apportioned by the Sabine River Compact.		
Outcomes:		
Percent Received of Texas' Equitable Share of Quality Water Annually as Apportioned by the Sabine River Compact	100%	100%
E.1.1. Strategy: WATER DELIVERY ACCOUNTING Prepare and resolve the annual accounting of water diversions by Texas and Louisiana as apportioned by the Sabine River Compact	$ 54,265	$ 54,266
Outputs:		
Acre-Feet Water Diversions by Texas and Louisiana as Apportioned by the Sabine River Compact	135,000	135,000
Grand Total, TEXAS RIVER COMPACT COMMISSIONS	$ 392,522	$ 392,527

TEXAS RIVER COMPACT COMMISSIONS
(Continued)

Number of Positions (FTE)	8.5	8.5
Schedule of Exempt Positions		
Red River Compact Commissioner	$24,225	$24,225
Rio Grande Compact Commissioner	41,195	41,195
Sabine River Compact Commissioner	8,487	8,487
Canadian River Compact Commissioner	10,767	10,767
Pecos River Compact Commissioner	20,247	20,247

1. **General Provisions Exemption: Working Hours and Leave.** The Red River Compact, Sabine River Compact, Canadian River Compact and Pecos River Compact Commissions are specifically exempt from compliance with the Employee Working Hours and Holidays and Employees Vacations and Leaves sections of the General Provisions of this Act.

SOIL AND WATER CONSERVATION BOARD

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PROTECT TEXAS FARM LAND To protect and enhance the farm and grazing land of Texas by ensuring that a quality conservation program is available and being applied in all soil and water conservation districts in Texas.		
Outcomes:		
Percent of District Financial Needs Met by Average Grant Amount	27%	27%
Percent of Soil and Water Resource Needs With Conservation Plans or Specific Programs Developed to Address Those Needs	25%	25%
A.1.1. Strategy: PROG MGMT ASSISTANCE Provide program expertise and technical guidance on a statewide basis in managing and directing conservation programs.	$ 132,497	$ 132,497
Outputs:		
Number of Statewide Workshops, Training Sessions and Seminars Conducted	16	16
Number of Agricultural Landowners and Operators Contacted	5,000	5,000
Efficiencies:		
Average Number of Days for Review of Project Proposals	35	35
A.1.2. Strategy: FINANCIAL/TECHNICAL ASST Provide soil and water conservation districts with financial and technical assistance.	$ 2,910,507	$ 2,910,507
Outputs:		
Number of Grants-Related Claims Processed	1,600	1,600
Efficiencies:		
Average Number of Days to Process a Grants-Related Claim	15	15

Explanatory:		
Average Amount of a Conservation Assistance Grant	4,302	4,302
Average Amount of a Technical Assistance Grant	4,863	4,863
Total, Goal A: PROTECT TEXAS FARM LAND	$ 3,043,004	$ 3,043,004
B. Goal: ABATEMENT OF POLLUTION		
To effectively administer a program for the abatement of nonpoint source pollution caused by agricultural and silvicultural uses of state's soil and water resources.		
Outcomes:		
Percent of Areas With Identified Problems and Concerns Having Pollution Prevention Programs Designed and Implemented	35%	35%
Percent of Affected Agricultural Operations Having District-Approved Pollution Abatement Plans Developed and Certified	30%	40%
B.1.1. Strategy: STATEWIDE MANAGEMENT PLAN	$ 1,696,534	$ 1,007,866
Implement and update as necessary a statewide management plan for the control of agricultural and silvicultural nonpoint source water pollution.		
Outputs:		
Number of Applications Made for Federal Funds	12	12
Percent of Applications for Federal Funds Approved	50%	50%
Number of Agricultural/Silvicultural Nonpoint Source Site-Specific Areas Evaluated for Nonpoint Source Problem Potential Utilizing Best Available Data	2	2
Efficiencies:		
Average Number of Staff Days to Evaluate an Identified Agricultural/ Silvicultural Nonpoint Source Potential Problem Area	60	60
Explanatory:		
Number of Agricultural/Silvicultural Nonpoint Source Site-Specific Areas Evaluated With Identified Problems	40	40
B.2.1. Strategy: POLLUTION ABATEMENT PLANS	$ 3,468,058	$ 3,468,058
Develop and implement pollution abatement plans for agriculture operations in identified problem areas.		
Outputs:		
Number of Pollution Abatement Plans Developed	385	385
Number of Complaints Regarding Noncompliance of Pollution Abatement Plans Investigated	150	150
Number of Water Quality Treatment Grants Made	398	398
Number of Programs Established to Provide Additional Technical and Financial Assistance in Problem Areas	6	6
Efficiencies:		
Average Number of Staff Days to Develop Pollution Abatement Plans	30	30
Total, Goal B: ABATEMENT OF POLLUTION	$ 5,164,592	$ 4,475,924
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: INDIRECT ADMINISTRATION	$ 511,891	$ 511,891
Grand Total, SOIL AND WATER CONSERVATION BOARD	$ 8,719,487	$ 8,030,819

SOIL AND WATER CONSERVATION BOARD
(Continued)

Method of Financing:		
General Revenue Fund	$ 7,060,503	$ 7,060,503
Federal Funds	1,540,298	851,630
Agricultural Soil and Water Conservation Receipts	118,686	118,686
Total, Method of Financing	$ 8,719,487	$ 8,030,819
Number of Positions (FTE)	61.0	61.0
Schedule of Exempt Positions and Per Diem of Commission Members		
Executive Director, Group 2	$60,000	$60,000
Per Diem of Commission Members	9,000	9,000

1. **Matching Requirements.** Funds appropriated above for conservation assistance grants for Soil and Water Conservation Districts may be expended only when matched by equal amounts from sources other than state funds or earnings from state funds, not to exceed Seven Thousand Five Hundred Dollars ($7,500) in any district per annum.

2. **Reappropriation: District Unexpended Balances.** Any unexpended balances in the reappropriation of funds and properties to the Soil Conservation Districts are hereby reappropriated for the biennium beginning with the effective date of this act, for the purposes provided for under the soil conservation statutes.

3. **Appropriation: Unexpended Balances in Agricultural Soil and Water Conservation Receipts.** Any unexpended balances in the appropriation made to the Soil and Water Conservation Board out of Agricultural Soil and Water Conservation Receipts as of August 31, 1995, are hereby reappropriated to the Board for the identical purposes for the biennium beginning September 1, 1995.

4. **Allocation of Grant Funds.** It is the intent of the legislature that an allocation of 80 percent of Technical Assistance and Subchapter H Technical Assistance Program grant funds to local soil and water conservation districts by the Soil and Water Conservation Board shall be made at the beginning of each fiscal year. The remaining 20 percent of grant funds shall be allocated by the Soil and Water Conservation Board to districts on a discretionary basis during the remainder of the fiscal year. Grant allocations are made contingent upon districts filing quarterly expenditure reports and an annual grant expenditure summary report with the Soil and Water Conservation Board.

5. **Appropriation: Earned Federal Funds.** There is hereby appropriated to the Soil and Water Conservation Board any earned federal fund balances remaining as of August 31, 1995 and any earned federal funds received during the biennium beginning with the effective date of this Act. Earned federal funds appropriated herein to the Soil and Water Conservation Board may be used for the operations of the agency as authorized by state and federal statutes.

6. **Coordination with Texas Water Development Board.** The Texas Water Development Board (TWDB) and the Soil and Water Conservation Board (SWCB) shall enter into a Memorandum of Understanding which shall specify that one full-time staff person from the TWDB Strategy B.1.3., Small Town Assistance, shall be assigned to work with the regional offices of the SWCB. The purpose of this provision is to improve outreach and service to small communities needing financial assistance from the TWDB through improved coordination with the SWCB.

WATER DEVELOPMENT BOARD

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: WATER RESOURCE PLANNING Plan and guide the conservation, orderly and cost-effective development, and best management of the State's water resources for the benefit of all Texans.		
Outcomes:		
Percent of State Surface Water and Ground-water Resources That Will Supply Drinking Water for Which Adequate Quantity and Quality Information is Provided by the TWDB	51%	50%
Percent of Texas Communities and Other Entities for Which the TWDB has Developed Long-term Water Supply Plans	78%	70%
Percent of the State's Population for Which Local Plans Use Planning Data Provided by the TWDB	60%	56%
Percent of Texas Communities and Other Entities Receiving Technical and Financial Assistance for Water-related Conservation and for Planning, Maintaining and Operating Water-related Information	10%	10%
Percent of Texas Communities and Other Entities Receiving Technical Assistance from TWDB That Adopt TWDB Recommendations	50%	50%
Percent of Texas Communities and Other Entities Requesting Regional Planning Grants That Receive Financial Assistance From the TWDB	75%	75%
A.1.1. Strategy: DATA COLLECTION Operate a statewide data collection and water resources evaluation program that provides information adequate to conduct planning assessments of current and future water resource needs.	$ 2,922,761	$ 2,953,338
Outputs:		
Number of Data Records Collected and/or Processed by TWDB Staff	10,930	10,715
Number of Bays and Estuaries Freshwater Inflow and Stream Segment Instream Flow Analyses Completed That Meet Planning Standards	11.5	13
A.1.2. Strategy: LONG-RANGE PLANNING Update Texas Water Plan information every two years based on significantly changed demographic, economic, or other water-related conditions through the involvement of key water interests and the general public.	$ 2,186,934	$ 2,186,948
Outputs:		
Number of Water User Groups for Which Adequate Long-term Water Supply Plans are Identified During the Biennium	1,728	1,553
Number of Communities and Other Entities for Which Water-related Facility Needs are Identified During the Biennium	800	800
A.1.3. Strategy: INFORMATION SYSTEMS Operate TNRIS to facilitate cost-effective information integration and sharing among natural resource agencies and the public.	$ 310,831	$ 310,799

Outputs:		
Number of State Agency Requests for TNRIS Information Answered	1,630	1,630
Number of Public Agency Requests for TNRIS Information Answered	4,487	4,487
A.2.1. Strategy: REGIONAL PLANNING	$ 2,743,016	$ 2,742,984
Provide technical and financial assistance to Texas communities and other entities for the development of regional plans for areas of the state which lack long-term water supplies, adequate wastewater treatment or flood protection.		
Outputs:		
Number of Grants Awarded From the Research and Planning Fund for Regional Water, Wastewater, Flood, and Research Studies	34	34
Number of Regional Water, Wastewater, Flood, and Research Studies Assisted by Grants From the Research and Planning Fund in Progress	67	57
A.2.2. Strategy: MULTI-YEAR & REGION PLAN	$ 153,969	$ 153,483
Provide technical and financial assistance to Texas communities and other entities in developing and implementing detailed multi-year or multi-region water and wastewater service plans.		
Outputs:		
Number of Water and Wastewater Service Plans That Are in Progress	4	4
A.2.3. Strategy: CONSERVATION ASSISTANCE	$ 753,957	$ 767,254
Provide water conservation and other technical and financial assistance to Texas communities and other entities to promote increased water use efficiency and improve water systems operations.		
Outputs:		
Number of Water Conservation Technical Assistance Activities Conducted by TWDB Staff	500	500
Number of Water and Wastewater System Evaluations Prepared	100	100
Total, Goal A: WATER RESOURCE PLANNING	$ 9,071,468	$ 9,114,806
B. Goal: MEET TEXAS' WATER NEEDS		
Provide Texas citizens with reasonably-priced, long-term water supplies of sufficient quality and quantity to meet human and environmental needs, proper waste treatment to maintain or enhance the natural environment, and flood management for protection of life and property.		
Outcomes:		
Percent of Texas Communities Constructing Needed Water and Wastewater Related Infrastructure Which Received Financial Assistance From the TWDB	35%	36%
Percent of Community Construction Cost for Needed Water and Wastewater Related Infrastructure Financed by the TWDB	17.5%	18%
Percent of Estimated Total Colonia Population Provided Water or Sewer Service	12%	6%

B.1.1. Strategy: FINANCIAL ASSISTANCE Provide financial assistance to save Texas communities money for water supply, wastewater treatment and flood protection.	$ 2,763,930	$ 2,783,618
Outputs:		
Number of Communities Provided Financial Assistance/Loan Commitments	28	28
Number of Financially Assisted Water Supply Projects in Progress	28	28
Number of Financially Assisted Wastewater Treatment Projects in Progress	90	90
B.1.2. Strategy: ECONOMIC DISTRESSED AREAS Provide special financial assistance for colonia and other economically distressed area residents so they will have access to adequate water supplies or wastewater treatment systems.	$ 3,984,237	$ 3,346,365
Outputs:		
Number of Colonias or Economically Distressed Areas Provided Financial or Technical Assistance With the Preparation of Facility Engineering Plans	50	50
Number of Financially Assisted Economically Distressed Area Projects in Progress	40	42
B.1.3. Strategy: SMALL TOWN ASSISTANCE Provide financial assistance to small communities (under 5,000) with high per capita cost for needed water and wastewater facilities.	$ 1,966,164	$ 1,967,732
Outputs:		
Number of Small Communities Constructing Needed Water and Wastewater Related Infrastructure Which Received Financial Assistance From the TWDB	34	36
Number of Financially Assisted Small Community Projects in Progress	55	55
Percent of Small Communities Constructing Needed Water and Wastewater Related Infrastructure Which Received Financing From the TWDB	50%	50%
B.1.4. Strategy: STATE PARTICIPATION Make state financial ownership investments in water and wastewater systems to promote and construct regional systems.	$ 23,804	$ 24,139
Outputs:		
Number of Regional Systems Provided Financial Assistance	2	2
Total, Goal B: MEET TEXAS' WATER NEEDS	$ 8,738,135	$ 8,121,854
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: CENTRAL ADMINISTRATION	$ 1,119,423	$ 1,119,423
C.1.2. Strategy: INFORMATION RESOURCES	$ 293,550	$ 293,550
C.1.3. Strategy: OTHER SUPPORT SERVICES	$ 336,739	$ 336,739
Total, Goal C: INDIRECT ADMINISTRATION	$ 1,749,712	$ 1,749,712
Grand Total, WATER DEVELOPMENT BOARD	$ 19,559,315	$ 18,986,372

Method of Financing:		
General Revenue Fund	$ 6,636,865	$ 6,638,633
General Revenue Fund - Consolidated		
Earned Federal Funds	1,356,330	1,387,000
Subtotal, General Revenue Fund - Consolidated	$ 1,356,330	$ 1,387,000
Agriculture Soil and Water Conservation Receipts	118,686	118,686
Federal Funds	5,193,241	4,601,301
Water Assistance Fund No. 480	2,961,119	2,961,119
Agricultural Trust Fund No. 562	225,000	225,000
Appropriated Receipts	133,885	133,885
Texas Water Resources Finance Authority	2,934,189	2,920,748
Total, Method of Financing	$ 19,559,315	$ 18,986,372
Number of Positions (FTE)	289.0	289.0
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Administrator, Group 3	$66,837	$66,837
Per Diem of Board Members	5,400	5,400

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Acquisition of Information Resource Technologies	$ 254,666	$ 223,859
b. Transportation Items	48,000	72,500
c. Acquisition of Capital Equipment and Items	$ 42,446	$ 22,280
Total, Capital Budget	$ 345,112	$ 318,639
Method of Financing (Capital Budget):		
General Revenue Fund	$ 190,656	$ 141,729
Federal Funds	151,006	151,360
Agricultural Trust Fund No. 562	3,450	25,550
Total, Method of Financing	$ 345,112	$ 318,639

2. **Principal and Interest Payments.** There are hereby appropriated such amounts as may be necessary to pay the principal and interest on such bonds that mature or become due during

the biennium beginning with the effective date of this Act, pursuant to Section 49-C and 49-d-7 of Article III of the Texas Constitution and Texas Water Code, Chapter 17, Subchapter C. These funds shall be transferred to the Texas Water Development Bonds and Economically Distressed Areas Bonds Interest and Sinking Funds.

3. **Use of Bond Defeasance Proceeds.** Of the amounts appropriated above, $2,934,189 in fiscal year 1996 and $2,920,748 in fiscal year 1997 are derived from the sale of the Texas Water Development Board's (TWDB) bond portfolio to the Texas Water Resources Finance Authority (TWRFA). These proceeds shall be appropriated to the TWDB during 1996–1997 biennium in the following manner: $954,937 for administrative expenses of the TWDB and the TWRFA and $4,900,000 shall be transferred to the Water Assistance Fund. The remaining funds from the sale proceeds shall be used by the Board in assisting political subdivisions with initial feasibility studies, designs and permitting reviews necessary to implement multi-year or multi-region planning projects, which may be placed in the Water Assistance Fund.

4. **State Participation Bonds.** The Texas Water Development Board is authorized to issue and sell up to $50,000,000 in state participation bonds as authorized by Texas Water Code Section 17.072 and Article III, Section 49-d-2, of the Texas Constitution. In no event, however, shall the board operate this program in such a manner that would require general revenues to be used for debt service associated with the state participation bonds.

5. **Appropriation: Water Assistance Fund.** There is hereby appropriated for the biennium beginning with the effective date of this Act any revenues accruing to this fund and any balances on hand in the Water Assistance Fund No. 480.

6. **Appropriation: Water Resources Fund.** Any monies deposited into the Texas Water Resources Fund No. 591, including but not limited to proceeds from revenue bond sales, investment earnings, and loan repayments, are hereby appropriated to the Board for the biennium beginning with the effective date of this Act.

7. **Appropriation: Water Pollution Control Revolving Trust Fund.** There are hereby appropriated for the biennium beginning with the effective date of this act, any funds which may be deposited into the State Water Pollution Control Revolving Trust Fund No. 944, including but not limited to funds from bond proceeds, federal contributions, investment earnings, and loan repayments, pursuant to Texas Water Code, Chapter 15.601.

8. **Appropriation: Agricultural Trust Fund.** There is hereby appropriated for the biennium beginning with the effective date of this Act, any balances on hand in the Agricultural Trust Fund No. 562, plus any revenues accruing to this fund for use pursuant to Texas Water Code, Chapter 15, Subchapter 1.

9. **Appropriation: Agricultural Water Conservation Fund.** Any monies deposited into the Agricultural Water Conservation Fund No. 358, including but not limited to proceeds from agricultural water conservation bond sales, investment earnings, and loan repayments, are hereby appropriated to the Board for the biennium beginning with the effective date of this Act, for use pursuant to Section 50-d of Article III of the Texas Constitution and Texas Water Code, Chapter 17, Subchapter J. There are hereby appropriated such amounts as may be necessary to pay the principal and interest on such bonds that mature or become due during the biennium beginning with the effective date of this Act, pursuant to Section 50-d of Article III of the Texas Constitution and Texas Water Code, Chapter 17.871 to be transferred to the Agricultural Water Conservation Interest and Sinking Fund.

10. **Appropriation: Federal Funds.** It is the intent of the Legislature that federal funds available to the Texas Water Development Board for the administration of the State Revolving Fund Program and other federal programs are included in the above estimated Federal Funds and are hereby appropriated.

11. **Texas Water Resources Finance Authority Reporting Requirement.** The Texas Water Development Board shall prepare an annual financial report for the Texas Water Resources Finance Authority using the same format and reporting requirements of the annual financial report for the Texas Water Development Board.

12. **Coordination with Department of Housing and Community Affairs.** The Texas Water Development Board (TWDB) and the Texas Department of Housing and Community Affairs (TDHCA) shall develop a Memorandum of Understanding (MOU) that details the responsibility of each agency regarding the coordination of funds out of the Economically Distressed Areas Program (EDAP) administered by the TWDB and the Colonia Fund administered by TDHCA so as to maximize delivery of the funds and minimize administrative delay in their expenditure. At the beginning of each fiscal year of the 1996-97 biennium, the TWDB shall provide the TDHCA a list of EDAP-funded areas whose colonia residents cannot afford the cost of service lines, hook-ups, and plumbing improvements associated with being connected to an EDAP-funded system. No later than November 15, 1996, the TWDB and the TDHCA shall submit a joint report to the Legislative Budget Board that describes and analyzes the effectiveness of projects funded as a result of coordinated Colonia Fund/EDAP efforts.

13. **Coordination with Soil and Water Conservation Board.** The Texas Water Development Board (TWDB) and the Soil and Water Conservation Board (SWCB) shall enter into a memorandum of understanding which shall specify that one full-time staff person of the TWDB (Strategy B.1.3., Small Town Assistance), shall be assigned to work with the regional offices of the SWCB. The purpose of this provision is to improve outreach and service to small communities needing financial assistance from the TWDB through improved coordination with the SWCB.

14. **Contingency Fee Appropriation: State Revolving Fund Program Operation.** The Texas Water Development Board is hereby appropriated all fee revenue collected for administration and operation of the State Revolving Fund (SRF) Program, contingent on the enactment of Senate Bill 768, or similar legislation providing for recovery of said costs. All fee revenue collected pursuant to the SRF program may be deposited into an operating fund held in the Safekeeping Trust Company. Monies in the operating fund, including interest may be used only for the purposes of reimbursing expenditures from appropriations in this Act. Such reimbursement shall include both direct expenditures for salaries and other expenditures and fringe benefits. In addition, Water Development Board may transfer amounts from the operating fund to the SRF for uses pursuant to Subchapter J. Chapter 15, Water Code.

15. **Grants for Retiring Indebtedness of Municipal Utility Districts.** Contingent upon appropriation of funds for the purpose of awarding grants for retiring indebtedness of municipal utility districts and enactment of House Bill 3035, the Water Development Board shall to the extent practicable and consistent with general law give priority consideration to a grant application submitted by Tidwell Timbers Municipal Utility District.

16. **Emergency Financial Assistance for Centralized Water and Wastewater Systems.** There is hereby appropriated to the Texas Water Development Board Water Assistance Fund $3,500,000 in general revenue for the biennium ending August 31, 1997, for the purpose of providing emergency financial assistance for the acquisition, construction, improvement or expansion of centralized water and wastewater systems or for refunding debt issued for such

purposes. The Board shall use $1,000,000 to provide a 0% interest loan for regional water and wastewater projects serving areas of Fort Bend County and $2,500,000 to provide a 0% interest loan to the Bexar Metropolitan Water District for regional water service to southern Bexar County and Northern Atascosa County, including an area located outside incorporated municipalities that was covered by a certificate of public convenience and necessity and that, as of May 1, 1993, bordered at least two counties and was receiving water from a source other than the Edwards Aquifer as its primary source of water.

17. **Unexpended Balance Authority: Regional Planning.** Unexpended balances in an amount of $1,125,000 previously appropriated to the Water Development Board in Senate Bill 5, Seventy-third Legislature, Regular Session in Rider 3.a.(4), Use of Bond Defeasance Proceeds, shall be carried forward to be used for grants to encourage and facilitate the cost effective regionalization of water and waste water services in counties adjacent to the international border with Mexico and which border New Mexico.

DEBT SERVICE PAYMENTS FOR THE ECONOMICALLY DISTRESSED AREA PROGRAM

	For the Years Ending August 31, 1996	August 31, 1997
Texas Water Resources Finance Authority		
A. Goal: ECON DISTRESSED AREA PRGM Provide special financial assistance for colonia and other economically distressed area residents so they will have access to adequate water supplies on waste water treatment systems.		
A.1.1. Strategy: BOND DEBT SERVICE Make general obligation bond debt service payments in compliance with bond covenants	$	$ 9,300,000
Grand Total, DEBT SERVICE PAYMENTS FOR THE ECONOMICALLY DISTRESSED AREA PROGRAM	$	$ 9,300,000

1. **Payment of Debt Service.** Excess coverage payments available for transfer from the Texas Water Resources Finance Authority to the Texas Water Development Board shall be used toward payment of the 1996-97 biennial debt service requirements of bonds issued by the Board for the water and wastewater needs of economically distressed areas in the state. It is further the intent of the Legislature that any excess coverage payments available for transfer from the Authority not used to pay debt service during the 1996-97 biennium shall be held in reserve until such time as they are needed for debt service.

Retirement and Group Insurance

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: EMPLOYEES RETIREMENT SYSTEM		
A.1.1. Strategy: RETIREMENT CONTRIBUTIONS Provide an actuarially sound level of funding as defined by state law; estimated	$ 15,713,542	$ 16,184,949
A.1.2. Strategy: GROUP INSURANCE Provide a basic health care and life insurance program for general state employees; estimated	$ 26,825,393	$ 26,948,075
Total, Goal A: EMPLOYEES RETIREMENT SYSTEM	$ 42,538,935	$ 43,133,024
Grand Total, RETIREMENT AND GROUP INSURANCE	$ 42,538,935	$ 43,133,024
Method of Financing:		
General Revenue Fund, estimated	$ 18,919,292	$ 19,191,362
General Revenue Fund - Consolidated, estimated	1,371,500	1,392,733
General Revenue Fund - Dedicated, estimated	16,779,816	17,005,009
Federal Funds, estimated	4,299,479	4,358,217
Other Special State Funds, estimated	1,168,848	1,185,703
Total, Method of Financing	$ 42,538,935	$ 43,133,024

Social Security

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: COMPTROLLER - SOCIAL SECURITY		
A.1.1. Strategy: STATE MATCH -- EMPLOYER Provide an employer match for Social Security contributions; estimated	$ 20,274,436	$ 20,882,669
A.1.2. Strategy: STATE MATCH -- EMPLOYEE Provide the state's contribution for the employee's share for Social Security; estimated	$ 8,117,640	$ 8,117,640
Total, Goal A: COMPTROLLER - SOCIAL SECURITY	$ 28,392,076	$ 29,000,309
Grand Total, SOCIAL SECURITY	$ 28,392,076	$ 29,000,309

Social Security
(Continued)

Method of Financing:		
General Revenue Fund, estimated	$ 12,103,749	$ 12,364,704
General Revenue Fund - Consolidated, estimated	1,197,892	1,223,873
General Revenue Fund - Dedicated, estimated	11,365,041	11,606,081
Federal Funds, estimated	2,840,273	2,901,642
Other Special State Funds, estimated	885,121	904,009
Total, Method of Financing	$ 28,392,076	$ 29,000,309

Bond Debt Service Payments

	For the Years Ending August 31, 1996	August 31, 1997
Out of the Current Fund Balance:		
A. Goal: FINANCE CAPITAL PROJECTS		
A.1.1. Strategy: BOND DEBT SERVICE	$ 2,994,975	$ 3,242,078 & U.B.
Make general obligation bond debt service payments in compliance with bond covenants.		
Grand Total, BOND DEBT SERVICE PAYMENTS	$ 2,994,975	$ 3,242,078

Lease Payments

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: FINANCE CAPITAL PROJECTS To provide funding to the General Services Commission for payment to Texas Public Finance Authority for the payment of revenue bond debt service requirements.		
A.1.1. Strategy: LEASE PAYMENTS Make lease payments to the Texas Public Finance Authority on facilities financed through the Texas Public Finance Authority.	$ 406,846	$ 406,756
Grand Total, LEASE PAYMENTS	$ 406,846	$ 406,756

SPECIAL PROVISION RELATING TO NATURAL RESOURCES

1. **Appropriation: Earned Federal Funds.** In addition to earned federal funds appropriated for use by the agencies in this Article, agencies are hereby appropriated earned federal funds in an amount not to exceed 50 percent of appropriated amounts during the 1996-97 biennium contingent on their use as matching funds for federal grant awards.

RECAPITULATION - ARTICLE VI
NATURAL RESOURCES
(General Revenue)

	For the Years Ending August 31, 1996	August 31, 1997
Agriculture, Department of	$ 18,783,815	$ 18,783,815
Rider Appropriations	1,000,000	1,000,000
Contingency Appropriations	256,000	256,600
Total	20,039,815	20,040,415
Animal Health Commission	9,089,247	9,089,247
Rider Appropriations	400,000	
Total	9,489,247	9,089,247
General Land Office and Veterans' Land Board	12,228,825	11,654,628
Rider Appropriations	104,500	
Total	12,333,325	11,654,628
Low-Level Radioactive Waste Disposal Authority		
Natural Resource Conservation Commission	12,422,024	12,422,024
Rider Appropriations	475,000	475,000
Total	12,897,024	12,897,024
Parks and Wildlife Department	52,457,326	44,457,326
Railroad Commission of Texas	21,346,567	21,286,567
Rider Appropriations	100,000	100,000
Total	21,446,567	21,386,567
River Compact Commissions	392,522	392,527
Soil and Water Conservation Board	7,060,503	7,060,503
Water Development Board	6,636,865	6,638,633
Rider Appropriations	3,500,000	
Total	10,136,865	6,638,633
Debt Service Payments for the Economically Distressed Area Program		
Subtotal, Natural Resources	$ 146,253,194	$ 133,616,870
Retirement and Group Insurance	18,919,292	19,191,362
Social Security	12,103,749	12,364,704
Subtotal, Employee Benefits	$ 31,023,041	$ 31,556,066
Bond Debt Service Payments		
Lease Payments	406,846	406,756
Subtotal, Debt Service	$ 406,846	$ 406,756
TOTAL, ARTICLE VI - Natural Resources	$ 177,683,081	$ 165,579,692

RECAPITULATION - ARTICLE VI
NATURAL RESOURCES
(General Revenue - Consolidated)

	For the Years Ending August 31, 1996	August 31, 1997
Agriculture, Department of	$ 780,930	$ 780,930
Rider Appropriations	357,700	357,700
Total	1,138,630	1,138,630
Animal Health Commission	230,388	230,388
General Land Office and Veterans' Land Board	12,158,593	11,907,607
Rider Appropriations	737,734	384,028
Total	12,896,327	12,291,635
Low-Level Radioactive Waste Disposal Authority	35,700,418	8,627,887
Natural Resource Conservation Commission	8,334,666	8,334,666
Contingency Appropriations	202,179	425,013
Total	8,536,845	8,759,679
Parks and Wildlife Department		
Railroad Commission of Texas	4,363,319	4,363,318
Rider Appropriations	80,351	80,351
Contingency Appropriations	1,000,000	1,500,000
Total	5,443,670	5,943,669
River Compact Commissions		
Soil and Water Conservation Board		
Water Development Board	1,356,330	1,387,000
Debt Service Payments for the Economically Distressed Area Program		
Subtotal, Natural Resources	$ 65,302,608	$ 38,378,888
Retirement and Group Insurance	1,371,500	1,392,733
Social Security	1,197,892	1,223,873
Subtotal, Employee Benefits	$ 2,569,392	$ 2,616,606
Bond Debt Service Payments		
Lease Payments		
Subtotal, Debt Service	$	$
TOTAL, ARTICLE VI - Natural Resources	$ 67,872,000	$ 40,995,494

RECAPITULATION - ARTICLE VI
NATURAL RESOURCES
(Federal Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Agriculture, Department of	$ 1,808,876	$ 1,808,876
Animal Health Commission	2,730,044	2,730,044
General Land Office and Veterans' Land Board	3,220,252	3,220,252
Low-Level Radioactive Waste Disposal Authority		
Natural Resource Conservation Commission	80,815,531	87,565,531
Parks and Wildlife Department	23,566,000	23,566,000
Rider Appropriations	100,000	100,000
Total	23,666,000	23,666,000
Railroad Commission of Texas	4,108,401	4,104,601
River Compact Commissions		
Soil and Water Conservation Board	1,540,298	851,630
Water Development Board	5,193,241	4,601,301
Debt Service Payments for the Economically Distressed Area Program		
Subtotal, Natural Resources	$ 123,082,643	$ 128,548,235
Retirement and Group Insurance	4,299,479	4,358,217
Social Security	2,840,273	2,901,642
Subtotal, Employee Benefits	$ 7,139,752	$ 7,259,859
Bond Debt Service Payments		
Lease Payments		
Subtotal, Debt Service	$	$
TOTAL, ARTICLE VI - Natural Resources	$ 130,222,395	$ 135,808,094

RECAPITULATION - ARTICLE VI
NATURAL RESOURCES
(Other Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Agriculture, Department of Animal Health Commission	$ 2,033,694	$ 1,290,694
General Land Office and Veterans' Land Board	11,290,363	11,296,749
Rider Appropriations	1,000,000	1,000,000
Total	12,290,363	12,296,749
Low-Level Radioactive Waste Disposal Authority		
Natural Resource Conservation Commission	327,575,000	328,165,988
Rider Appropriations	8,754,152	8,454,152
Contingency Appropriations	9,037,586	8,566,086
Total	345,366,738	345,186,226
Parks and Wildlife Department	73,146,157	72,433,721
Rider Appropriations	12,976,054	6,510,407
Contingency Appropriations	4,376,000	3,506,200
Total	90,498,211	82,450,328
Railroad Commission of Texas	17,351,745	17,351,745
Rider Appropriations	697,273	577,273
Total	18,049,018	17,929,018
River Compact Commissions Soil and Water Conservation Board	118,686	118,686
Water Development Board	6,372,879	6,359,438
Rider Appropriations	1,125,000	
Total	7,497,879	6,359,438
Debt Service Payments for the Economically Distressed Area Program		9,300,000
Subtotal, Natural Resources	$ 475,854,589	$ 474,931,139
Retirement and Group Insurance	17,948,664	18,190,712
Social Security	12,250,162	12,510,090
Subtotal, Employee Benefits	$ 30,198,826	$ 30,700,802
Bond Debt Service Payments	2,994,975	3,242,078
Lease Payments		
Subtotal, Debt Service	$ 2,994,975	$ 3,242,078
TOTAL, ARTICLE VI - Natural Resources	$ 509,048,390	$ 508,874,019

RECAPITULATION - ARTICLE VI
NATURAL RESOURCES
(All Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Agriculture, Department of	$ 23,407,315	$ 22,664,315
Rider Appropriations	1,357,700	1,357,700
Contingency Appropriations	256,000	256,600
Total	25,021,015	24,278,615
Animal Health Commission	12,049,679	12,049,679
Rider Appropriations	400,000	
Total	12,449,679	12,049,679
General Land Office and Veterans' Land Board	38,898,033	38,079,236
Rider Appropriations	1,842,234	1,384,028
Total	40,740,267	39,463,264
Low-Level Radioactive Waste Disposal Authority	35,700,418	8,627,887
Natural Resource Conservation Commission	429,147,221	436,488,209
Rider Appropriations	9,229,152	8,929,152
Contingency Appropriations	9,239,765	8,991,099
Total	447,616,138	454,408,460
Parks and Wildlife Department	149,169,483	140,457,047
Rider Appropriations	13,076,054	6,610,407
Contingency Appropriations	4,376,000	3,506,200
Total	166,621,537	150,573,654
Railroad Commission of Texas	47,170,032	47,106,231
Rider Appropriations	877,624	757,624
Contingency Appropriations	1,000,000	1,500,000
Total	49,047,656	49,363,855
River Compact Commissions	392,522	392,527
Soil and Water Conservation Board	8,719,487	8,030,819
Water Development Board	19,559,315	18,986,372
Rider Appropriations	4,625,000	
Total	24,184,315	18,986,372
Debt Service Payments for the Economically Distressed Area Program		9,300,000
Subtotal, Natural Resources	$ 810,493,034	$ 775,475,132

RECAPITULATION - ARTICLE VI
NATURAL RESOURCES
(All Funds)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Retirement and Group Insurance	42,538,935	43,133,024
Social Security	28,392,076	29,000,309
Subtotal, Employee Benefits	$ 70,931,011	$ 72,133,333
Bond Debt Service Payments	2,994,975	3,242,078
Lease Payments	406,846	406,756
Subtotal, Debt Service	$ 3,401,821	$ 3,648,834
TOTAL, ARTICLE VI - Natural Resources	$ 884,825,866	$ 851,257,299
Number of Positions (FTE)	9,024.0	9,022.0

ARTICLE VII

BUSINESS AND ECONOMIC DEVELOPMENT

Section 1. The several sums of money herein specified, or so much thereby as may be necessary, are appropriated out of any funds in the State Treasury not otherwise appropriated, or out of special funds as indicated, for the support, maintenance, or improvement of the designated business and economic development agencies.

TEXAS AEROSPACE COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: AEROSPACE DEVELOPMENT To develop an economic strategy which will provide recommendations and alternatives for creating an envoronment which will attract and retain core aerospace industry resources and investments, and to facilitate the diversification of nontraditional aerospace technologies into the marketplace.		
Outcomes:		
Growth Rate of the Texas Aerospace Industry	5.6	1.0
A.1.1. Strategy: INDUSTRY EXPANSION Establish the infrastructure and office environment necessary for the organization to fulfill its charter of expanding the state's economy through future aerospace business development ventures.	$ 202,813	$ 202,812
Outputs:		
Number of Aerospace Companies in Texas	308	277
Number of Texas Organizations Dealing in Technology Commercialization	195	195
Number of Aerospace Jobs in Texas	4,600	4,300
Number of Contracts Made with Academia, Industry, Research Institutions, and Governments	750	750
Number of Partnerships Formed	25	25
Grand Total, TEXAS AEROSPACE COMMISSION	$ 202,813	$ 202,812
Method of Financing:		
General Revenue Fund	$ 200,000	$ 200,000
Appropriated Receipts	2,813	2,812
Total, Method of Financing	$ 202,813	$ 202,812
Number of Positions (FTE)	1.5	1.5

DEPARTMENT OF COMMERCE

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: WORKFORCE/ECONOMIC GROWTH To improve economic opportunities in the Texas workforce by increasing the number of high skill/high wage jobs and increasing the skill level of Texas workers.		
Outcomes:		
Percentage of Participants Who Completed Training and are Subsequently Employed in Demand Occupations for Target Industries	79%	80%
Hourly Wage at 13-Week Follow-Up of JTPA Adult Participants	9.4	9.9
JTPA Title IIC (Youth) Entered Employment Rate	43%	44%
JTPA Older Individual Entered Employment Rate	62%	62%
Percentage of JTPA Title II Participants on AFDC	26%	26%
JTPA Title III (Dislocated Workers) Entered Employment Rate	70%	70%
A.1.1. Strategy: EMPLOYMENT AND TRAINING Ensure the delivery of federally-funded employment and training services to eligible populations by administering the JTPA program and contracting federal funds consistent with federal and state law and regulations.	$ 273,567,988	$ 273,741,138
Outputs:		
Number of JTPA Participants Served Through Contractors	137,000	137,000
Number of JTPA Literacy Program Participants Served Through Contractors	950	950
Efficiencies:		
Average Cost per JTPA Participant Served	2,000	2,000
B. Goal: BUSINESS DEVELOPMENT To improve the state's economy through business creation, retention, and expansion, enhancement of workforce skills, and greater diversification of the state's economic base.		
Outcomes:		
Number of Businesses Assisted by Electronic Information Dissemination	2,000	2,000
Number of Job Opportunities Announced as a Result of Providing Technical Assistance and Export Assistance, Trade Promotional Events and/or Trade Leads	2,600	2,600
Number of Jobs Retained as a Result of Providing Technical Assistance and Export Assistance, Trade Promotional Events and/or Trade Leads	1,967	1,967
Number of Actual Jobs Created as a Result of Providing Technical Assistance and Export Assistance, Trade Promotional Events and/or Trade Leads	1,171	1,171
Number of Job Opportunities Announced as a Result of TDOC Recruitment of Out-of-State Businesses	8,000	8,000
Number of Actual Jobs Created as a Result of TDOC Recruitment of Out-of-State Businesses	3,600	3,600
Number of Actual Jobs Created or Retained After Receiving Loans	1,750	1,491
Number of Job Opportunities Announced as a Result of TDOC Community Assistance	3,000	3,000
Number of Actual Jobs Created as a Result of TDOC Community Assistance	1,000	1,000

B.1.1. Strategy: RESEARCH	$ 10,116,990	$ 11,939,530
Assist Texas business, industry, and economic development allies through partnership to meet industry and technology adoption and development needs, research on industry characteristics and opportunities, and dissemination of information.		
Outputs:		
Number of Small Businesses Assisted by Electronic Information Dissemination	3,000	5,000
Number of Historically Underutilized Businesses Assisted by Electronic Information Dissemination	300	500
Number of Businesses Receiving TDOC Assistance in Technology Adoption and Development	100	100
Number of Manufacturing Companies Assisted by TMAC with High Impact Projects	160	300
Explanatory:		
Percentage of Companies Assisted by Electronic Information System That Have Generated New Business as a Direct Result	12%	12%
B.1.2. Strategy: FINANCIAL MANAGEMENT	$ 1,094,489	$ 1,127,464
Manage state and federal financial and other incentive programs to increase business growth and job opportunities.		
Outputs:		
Number of Loans and Loan Guarantees Made	90	90
Dollar Value of Private Capital Leveraged by Loans and Loan Guarantees and Enterprise Zone Projects	356	356
Explanatory:		
Number of Applications for Financial Assistance Received	210	210
B.1.3. Strategy: INTERNATIONAL BUSINESS	$ 767,796	$ 803,183
Assist Texas businesses in developing international markets and partners		
Outputs:		
Number of Companies Given Export Assistance	11,000	11,000
Explanatory:		
Number of Companies Entering Foreign Market After Receiving TDOC Assistance	1,386	1,455
Number of Companies Entering Mexican or Canadian Market After TDOC Assistance	550	580
B.1.4. Strategy: OUT-OF-STATE RECRUITMENT	$ 609,449	$ 626,396
Market Texas to recruit out-of-state businesses.		
Outputs:		
Number of Businesses Developed as Out-of-State Relocation/ Expansion Prospects	394	413
Efficiencies:		
Average Agency Cost per Out-of-State Business That Was Recruited by TDOC and Subsequently Located to Texas	10,045	10,045
B.2.1. Strategy: INDUSTRY ASSISTANCE	$ 583,294	$ 603,137
Provide economic development assistance to communities for retention, expansion, and economic transition of businesses, with emphasis on small and historically underutilized businesses and rural communities.		

Outputs:		
Number of Communities Provided With Business Retention/ Expansion/ Transition Program Support	400	400
Number of Rural Communities Provided With Business Retention/ Expansion/Economic Transition Program Support	100	100
Number of Small and Historically Underutilized Businesses Assisted Through Marketing, Retention, Expansion, and Economic Transition Activities	440	440
B.3.1. Strategy: SMART JOBS PROGRAM	$ 28,915,656	$ 28,593,511
Administer the Smart Jobs Fund Program		
Outputs:		
Number of Companies Who Were Served Through Smart Jobs Training	236	236
Number of Smart Jobs Participants Trained for New Jobs	11,370	11,370
Number of Companies Served With 100 or Fewer Employees	120	120
Efficiencies:		
Average Cost per Smart Jobs Trainee Served	1,454	1,454
Average Dollar Value of Smart Jobs Grant Awarded per Company Assisted	123,146	123,146
Total, Goal B: BUSINESS DEVELOPMENT	$ 42,087,674	$ 43,693,221
C. Goal: TOURISM		
Enhance the growth of the Texas economy through tourism development and the marketing of Texas as a travel destination.		
Outcomes:		
Annual Percent Change in the Number of Domestic Pleasure Travelers to Texas	5%	5%
Tourism-Related Employment Supported by TDOC Tourism Business Location/Expansion Programs	700	700
C.1.1. Strategy: TEXAS TRAVEL PROMOTION	$ 11,559,421	$ 12,515,458
Advertise and promote Texas a travel destination in selected national and international markets, augmented by a cooperative marketing program for enhanced return on investment.		
Outputs:		
Number of Consumer Inquiries in Response to Advertising	1,106,000	1,106,000
Efficiencies:		
Advertising Cost per Inquiry	8.5	8.5
C.1.2. Strategy: TRADE SHOWS	$ 820,658	$ 825,421
Participate in national and international consumer and travel trade shows, missions, tours for prospective wholesalers, and promotional activities.		
Outputs:		
Number of Travel Industry Sales Contacts Resulting From Travel Trade Activities	6,000	6,000
C.2.1. Strategy: TRAVEL INDUSTRY EXPANSION	$ 664,735	$ 669,004
Track and report travel information and provide economic development assistance for marketing, retention, relocation, and expansion of travel-related businesses.		

Outputs:		
Number of Tourism-Related Businesses Receiving Retention/ Expansion/ Economic Transition Program Support	200	200
Efficiencies:		
Average Cost per Tourism Market Research Inquiry	150	150
Total, Goal C: TOURISM	$ 13,044,814	$ 14,009,883
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: CENTRAL ADMINISTRATION	$ 3,325,015	$ 3,325,015
D.1.2. Strategy: INFORMATION RESOURCES	$ 483,246	$ 483,246
D.1.3. Strategy: OTHER SUPPORT SERVICES	$ 460,681	$ 460,681
Total, Goal D: INDIRECT ADMINISTRATION	$ 4,268,942	$ 4,268,942
Grand Total, DEPARTMENT OF COMMERCE	$ 332,969,418	$ 335,713,184
Method of Financing:		
General Revenue Fund	$ 7,001,676	$ 7,604,070
Hotel/Motel Tax, estimated	13,698,000	14,568,000
Total, General Revenue Fund	$ 20,699,676	$ 22,172,070
General Revenue Fund - Consolidated	356,937	356,938
Federal Funds	279,971,639	281,661,320
Appropriated Receipts	219,400	219,400
Interagency Contracts	364,171	364,171
Texas Economic Development Fund	115,000	115,000
Smart Jobs Fund	29,177,732	28,851,790
Earned Federal Funds	2,064,863	1,972,495
Total, Method of Financing	$ 332,969,418	$ 335,713,184
Number of Positions (FTE)	340.0	340.0
Schedule of Exempt Positions		
Executive Director, Group 4	$79,536	$79,536

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Acquisition of Information Resource Technologies		
(1) Local Area Network	$ 304,334	$ 249,334
b. Acquisition of Capital Equipment and Items		
(1) Acquisition of Capital Equipment and Items	$ 39,250	$ 24,250
Total, Capital Budget	$ 343,584	$ 273,584
Method of Financing (Capital Budget):		
General Revenue Fund	$ 5,084	$ 5,084
Federal Funds	258,500	228,500
Smart Jobs Fund	80,000	40,000
Total, Method of Financing	$ 343,584	$ 273,584

2. **Unexpended Balances/Appropriation of Receipts: Texas Economic Development Fund.** All interest paid on money in the Fund, investment earnings, and fees received during the 1996-97 biennium, and all authorized fees and earnings from unexpended balances in the Texas Economic Development Fund No. 851, as authorized by V.T.C.A., Government Code, Section 481.056 and 481.074 are hereby appropriated to the Department of Commerce for the biennium beginning September 1, 1995, for the purposes of implementation and administration of the Texas Economic Development Program.

3. **Authorization: Appropriation of Fees.** All fees that the Texas Department of Commerce is authorized to collect are hereby appropriated for the specific purpose named in statute for the biennium beginning September 1, 1995.

4. **Disposition of TSBIDC Earnings.** The Texas Department of Commerce shall review the financial statements of the Texas Small Business Industrial Development Corporation to determine the net earnings of the Corporation, and shall make such determination no later than January 1, 1996 and January 1, 1997. The Department shall ensure that the net earnings, of an amount not to exceed $75,000 shall be transferred to a special fund in the State Treasury during each fiscal year of the 1996-97 biennium to be used to finance activities of Strategy B.1.2., Financial Management. Any net earnings in excess of $150,000 for the 1996-97 biennium shall be deposited into the General Revenue Fund and 25 percent of that amount over $150,000 is appropriated to Strategy B.1.2., Financial Management of the Department of Commerce for administration of small and minority business finance programs.

5. **Foreign Offices.**

   a. It is the intent of the Legislature that the Texas Department of Commerce provide services to develop trade investment and tourism in strategic world markets with specific emphasis to benefit small businesses in the State of Texas. Offices may be operated in Mexico and in other foreign markets including Europe, the Pacific Rim, and Latin America coinciding with market opportunities for Texas business. The offices shall be named the "State of Texas Office" and their services shall be available to other state agencies through interagency contracts. Foreign office trade investment and tourism

development efforts, as well as location of the offices, shall be based on analysis of the current world market opportunities. The department shall expend funds for the Mexico offices out of any funds available, but shall not expend any funds appropriated under this Act for any office or staff at any other foreign offices established by the department. The department may seek and use alternative funding sources other than funds appropriated under this Act for offices in locations other than Mexico.

b. The Department of Commerce shall maintain a tracking system that documents the direct benefits that result from the operation of the foreign office. The department shall utilize the tracking system to file a quarterly report with the Governor and the Legislative Budget Board regarding the activities of the office. The report shall contain, at a minimum, information detailing the number of contacts with foreign and domestic businesses, the name of each business, the nature of the contact, and the results of each contact. The report shall also contain the name of each Texas community assisted, and information regarding the nature and results of the assistance.

6. **Emoluments and Housing Allowances.** From the funds appropriated above in Strategy B.1.3., International Business, the Texas Department of Commerce is authorized to provide emoluments and a housing allowance for the Directors of the foreign offices in Mexico based on U.S. Department of State, "Indexes of Living Costs Abroad, Quarters Allowances, and Hardship Differentials."

7. **Small Business Incubator and Product Development Bonds**. The Department of Commerce is hereby appropriated fee revenue and bond proceeds necessary for administration and payment of debt service for the small business incubator and product development programs as authorized by the Texas Constitution, Article XVI, Section 71 and the Vernon's Texas Code Annotated, Government Code, Chapter 481. In no event, however, shall the department operate the small business incubator and product development programs in such a manner that would require general revenue to be used for the debt service on bonds issued for these programs.

8. **Job Training: AFDC Recipients.** Federal funds available under the Job Training and Partnership Act shall be used, to the extent feasible, to supplement efforts directed toward securing employment for recipients of the Aid to Families with Dependent Children Program.

9. **Appropriation: Dedicated Hotel/Motel Tax Revenue.** Any unexpended balances as of August 31, 1996 in the appropriations of the amounts specified above in the method of financing out of the dedicated Hotel/Motel tax are hereby reappropriated for fiscal year 1997 for the same purposes. All amounts collected during the 1996-97 biennium over and above those shown in the method of financing for Hotel/Motel Tax revenue are hereby appropriated for purposes identified above and elsewhere in this Act.

10. **Unexpended Balances/Appropriation of Receipts: Smart Jobs Fund.** All transfers, gifts, grants, donations, fees and any other money received during the fiscal year 1996, and all unexpended balances as of August 31, 1996, in the Smart Jobs Fund No. 891 as established by V.T.C.A. Government Code, Section 481.154 are hereby appropriated for fiscal year 1997.

11. **Licensing and Merchandising Fees**. All fees that the Texas Department of Commerce Tourism Division is authorized to collect pursuant to Texas Government Code, Section 481.021 (a) (7) are hereby appropriated to the department for the biennium beginning September 1, 1995, to be used for tourism advertising and marketing activities of the department.

12. **Coordination of Tourism and Travel Promotion.** It is the intent of the Legislature that state spending for travel and tourism promotion be coordinated. Prior to December 1, 1995, the Texas Department of Commerce, the Texas Parks and Wildlife Department, and the Texas Department of Transportation shall enter into a memorandum of understanding which details the travel and tourism promotion objectives of each agency and which provides for interagency coordination and support in the achievement of the objectives.

13. **Requirements: Rural Economic Development Fund.** In the development of rules governing the allocation of funds provided above for the rural loans, the Department shall ensure that these rules encourage applications from minority businesses. The Department shall develop procedures to assist and encourage minority businesses located in the State of Texas to apply for and become eligible for funds provided through the Rural Economic Development Fund.

14. **Tourism: Promotion of Historical Sites.** From the amounts appropriated above in Strategy C.1.1., Texas Travel Promotion, the Texas Department of Commerce, pursuant to V.T.C.A., Government Code, Chapter 481.172, shall transfer $150,000 each year of the biennium beginning September 1, 1995 to the Texas Historical Commission to encourage travel to the state's historical attractions.

15. **Contingency Appropriation: Business Assistance Programs.** The Texas Department of Commerce is hereby appropriated out of the General Revenue Fund - Consolidated an amount not to exceed $440,000 for the biennium beginning September 1, 1995, for the purpose of honoring guaranties against defaults for the Rural Economic Development Program as established by V.T.C.A. Government Code, Section 481.084, the Product Commercialization Assistance Program as established by V.T.C.A. Government Code, Section 481.293 and the Texas Exporters Loan Assistance Program as established by V.T.C.A. Government Code, Section 481.059.

    None of the funds appropriated above may be expended by the Department of Commerce unless the Department of Commerce Board files a finding of fact with the Governor's Office of Budget and Planning and the Legislative Budget Board, and neither office issues a written disapproval within 45 days of receipt of the finding of fact.

16. **Contingency Allocation for Senate Bill 1677.** Contingent on the enactment of Senate Bill 1677, out of the funds appropriated above an amount not to exceed $100,000 for the biennium beginning September 1, 1995 shall be allocated by the Department of Commerce for the purpose of conducting a feasibility study for the construction of a motion picture soundstage.

17. **Reimbursement of the Advance Interest Trust Fund No. 935.** Pursuant to the provision of House Bill 1335, 73rd Legislature, Regular Session, 1993, the Comptroller of Public Accounts is hereby directed to transfer the lesser of $9,575,937 appropriated or actual expenditures, from the Smart Jobs Fund 891 to the Advance Interest Trust Fund 935 by September 30, 1995 to repay the Advance Interest Trust Fund No. 935 for money used to fund start-up expenses, to award grants, and for such other purposes authorized under Senate Bill 130, 73rd Legislature, Regular Session, 1993.

EMPLOYMENT COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: AID JOB SEEKERS/EMPLOYERS To help people who are or will be seeking employment, support economically and educationally disadvantaged and dislocated workers, assist employers in locating and selecting the best qualified job applicants and assist communities in economic development efforts.		
Outcomes:		
Number of Applicants Securing Employment	346,269	346,269
Number of Individuals Participating in Workforce Development Programs	152,880	161,950
A.1.1. Strategy: LABOR EXCHANGE Operate a basic labor exchange program for job seekers and employers	$ 46,399,853	$ 47,103,860
Outputs:		
Number of Job Openings Received From Employers	552,914	563,973
Number of Applicants Receiving Service	1,069,627	1,080,323
A.1.2. Strategy: JOB SEARCH SEMINARS Maintain and increase the number of job search seminar sites in Texas.	$ 1,574,770	$ 1,580,174
Outputs:		
Number of Individuals Participating in Job Search Seminars	7,929	7,929
A.1.3. Strategy: SELF-DIRECTED JOBS Support self-directed job seeker activity in Texas	$ 644,817	$ 662,738
Efficiencies:		
Applicants Served per Staff Position	8,755	9,850
A.1.4. Strategy: VETERAN EMPLOYMENT Operate an employment program emphasizing service to veterans	$ 9,378,552	$ 9,529,197
Outputs:		
Number of Veterans Receiving Service	184,894	188,165
A.2.1. Strategy: WORKFORCE DEVELOPMENT Operate a workforce development program for selected applicant groups.	$ 56,792,647	$ 58,331,350
Outputs:		
Number in RIO Program Securing Employment	11,000	11,000
Number of Campuses Participating in CIS Program	322	409
Number of Students Participating in CIS Program	35,420	44,990
Number of Food Stamp Clients Entering Employment	31,500	31,500
Number of Individuals in JOBS Program Entering Employment	6,313	6,313
Efficiencies:		
Administrative Cost per CIS Participant	36	33
Total, Goal A: AID JOB SEEKERS/EMPLOYERS	$ 114,790,639	$ 117,207,319

B. Goal: PROVIDE MONETARY ASSIST
To provide monetary assistance to eligible workers during times of unemployment, assist workers in obtaining payment of wages due, and protect children from exploitation in the workplace.

Outcomes:		
Number of Documented Violations	280	300
B.1.1. Strategy: UNEMPLOYMENT BENEFITS Operate a delivery system for the payment of unemployment benefits in accordance with state and federal laws.	$ 61,714,409	$ 59,066,762
Outputs:		
Number of Initial Claims	963,434	934,809
Efficiencies:		
Percent of Claimants Paid Timely	97%	97%
Explanatory:		
Unemployment Rate	6.6%	6.6%
B.1.2. Strategy: QUALITY CONTROL PROGRAM Operate a quality control program to measure propriety of unemployment benefit payments.	$ 979,508	$ 993,978
Outputs:		
Number of Quality Control Audits Completed	1,200	1,200
B.1.3. Strategy: LOWER APPEALS PROGRAM Operate a lower appeals program to adjudicate disputed claims for unemployment benefits.	$ 8,036,953	$ 8,176,818
Outputs:		
Number of Lower Authority Appeals Decisions	72,140	69,894
Efficiencies:		
Percent of Lower Appeals Decisions Issued Within 45 Days of the Date of Filing	80%	80%
B.1.4. Strategy: HIGHER APPEALS PROGRAM Operate a higher appeals review program of the adjudicative function.	$ 2,634,824	$ 2,662,155
Outputs:		
Number of Higher Authority Appeals Decisions	15,883	14,989
Efficiencies:		
Percent of Higher Appeals Decisions Issued Within 75 Days of the Date of Filing	80%	80%
B.2.1. Strategy: TAX ENFORCEMENT PROGRAM Operate an effective tax enforcement program in accordance with state and federal regulations.	$ 26,929,060	$ 27,281,619
Outputs:		
Number of Employer Accounts Established	63,579	64,583
Number of Delinquent Employer Wage and Tax Reports Secured	148,123	148,478
Explanatory:		
Number of Subject Employers	356,078	356,751
B.2.2. Strategy: LIABILITY HEARINGS Operate an administrative hearings program for issues involving employer liability.	$ 141,050	$ 142,932

Outputs:		
Number of Employer Liability Decisions	200	200
Efficiencies:		
Number of Hearings per Staff Attorney	100	120
B.3.1. Strategy: PAYDAY LAW EDUCATION Educate employers and workers with regard to the requirements of the Payday Law.	$ 86,933	$ 87,026
Outputs:		
Number of Knowing Violations Adjudicated	1,312	1,312
B.3.2. Strategy: WAGE CLAIM ADJUDICATION Operate a wage claim adjudication process in accordance with the Texas Payday Law and the concepts of due process.	$ 2,960,848	$ 2,960,602
Outputs:		
Number of Determination Orders Issued	23,000	25,000
Efficiencies:		
Number of Claims for Wages With Order Issued Within 30 Days	17,000	18,750
Number of Appealed Claims for Wages With Decision Issued Within 85 Days	3,984	4,541
B.4.1. Strategy: CHILD LABOR ENFORCEMENT Operate a child labor enforcement program in cooperation with the Wage and Hour Division of the U.S. Department of Labor and as authorized by the Texas Child Labor Law.	$ 747,603	$ 747,603
Outputs:		
Number of Work Site Inspections Conducted	3,700	3,800
Total, Goal B: PROVIDE MONETARY ASSIST	$ 104,231,188	$ 102,119,495
C. Goal: LABOR MKT INFO/ANALYSIS To support informed decision-making in Texas by providing the best possible labor market information and analysis to business, labor, educational institutions, legislators, and other interested parties.		
C.1.1. Strategy: LABOR INFORMATION Operate a statewide statistical program to collect, estimate, and transmit labor market information to the Bureau of Labor Statistics.	$ 3,097,596	$ 3,130,880
Outputs:		
Number of Data Elements Transmitted to the BLS	95,074,000	96,703,000
Efficiencies:		
Cost per Data Item Transmitted	.04	.04
C.2.1. Strategy: OTHER LABOR INFORMATION Operate a statewide program to research, analyze, and disseminate: labor market information including information about dependent care programs and providers to employers and job applicants; and career information to students.	$ 1,886,310	$ 1,917,870
Outputs:		
Number of Information Products Provided	471,495	476,210

Explanatory:		
Number of Information Requests Received	71,350	72,720
Total, Goal C: LABOR MKT INFO/ANALYSIS	$ 4,983,906	$ 5,048,750
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: CENTRAL ADMINISTRATION	$ 8,160,584	$ 8,269,728
D.1.2. Strategy: INFORMATION RESOURCES	$ 3,852,854	$ 3,896,666
D.1.3. Strategy: OTHER SUPPORT SERVICES	$ 6,520,125	$ 6,649,433
D.1.4. Strategy: REGIONAL ADMINISTRATION	$ 2,748,414	$ 2,788,735
Total, Goal D: INDIRECT ADMINISTRATION	$ 21,281,977	$ 21,604,562
Grand Total, EMPLOYMENT COMMISSION	$ 245,287,710	$ 245,980,126
Method of Financing:		
General Revenue Fund - Consolidated	$ 4,126,500	$ 3,469,496
Unemployment Compensation Administration Fund No. 026	185,080,498	183,921,643
Interagency Contracts	51,387,391	52,440,666
Section 903, Social Security Act (Reed Act)		1,455,000
Earned Federal Funds	360,000	360,000
Advance Interest Trust Fund No. 935	4,333,321	4,333,321
Total, Method of Financing	$ 245,287,710	$ 245,980,126
Number of Positions (FTE)	4,724.0	4,724.0
Schedule of Exempt Positions		
Commissioners (3), Group 4	$84,660	$84,660
Administrator, Group 4	82,432	82,432

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Construction of Buildings and Facilities	$	$ 1,455,000
b. Repairs or Rehabilitation of Buildings and Facilities	1,092,000	435,000
c. Acquisition of Information Resource Technologies	$ 10,195,085	$ 6,165,852
Total, Capital Budget	$ 11,287,085	$ 8,055,852

Method of Financing (Capital Budget):

General Revenue Fund - Consolidated	$ 1,092,000	$ 435,000
Unemployment Compensation Administration Fund No. 026	9,782,625	5,753,392
Interagency Contracts	412,460	412,460
Section 903, Social Security Act (Reed Act)		1,455,000
Total, Method of Financing	$ 11,287,085	$ 8,055,852

2. **Appropriation: Federal Funds.** All moneys granted to this state by the federal government for the administration of the Unemployment Compensation Act or which are now on deposit to the credit of any funds maintained by the State Treasurer for the Texas Employment Commission, and any moneys received for the credit of such funds are hereby appropriated for the purposes authorized by the provisions of the Texas Unemployment Compensation Act and/or for the purposes for which such moneys were granted.

3. **Appropriation: Section 903, Social Security Act Funds.**

   a. Out of amounts credited to this state's account in the Federal Unemployment Trust Fund under Section 903 of the Social Security Act, there is hereby appropriated for withdrawal and use by the Texas Employment Commission in the payment of expense to be incurred by it for the administration of the Texas Unemployment Compensation Act and its Public Employment Offices.

   b. No part of said amounts specified immediately above, herein appropriated out of amounts credited to this state's account in the Federal Unemployment Trust Fund under Section 903 of the Social Security Act, shall be expended after the close of the period covered by this Appropriation Act and any unused portion of such amounts shall, at such close, revert to this state's said account in the Federal Unemployment Trust Fund. Only that portion of the total of said amounts shall be used during a federal fiscal year which does not exceed the amount by which the aggregate of the amounts credited to the account of this state pursuant to Subsection (a) of Section 903 of the Social Security Act, as amended.

   c. Out of funds appropriated above, the Texas Employment Commission may provide $1,048,559 in fiscal year 1996 and $387,051 in fiscal year 1997 in Line Items A.1.1., A.1.2., A.1.3., A.1.4., A.2.1., B.1.1., B.1.2., B.1.3., and B.2.1. to accomplish program goals and objectives. Such authorization may be used to provide necessary office facilities and automated equipment, to include the purchase of land and construction of buildings, and the construction of improvements on property owned by the Texas Employment Commission, including the cost of repairs and alterations to such property, and the purchase of computers and related peripheral equipment.

4. **Unexpended Balances.** Any unexpended balances and appropriations to the Texas Employment Commission that are not General Revenue-Consolidated as of August 31, 1996, are respectively reappropriated for the same purpose for the fiscal year beginning September 1, 1996.

5. **Appropriation: Petty Cash Funds.** The Texas Employment Commission is authorized to establish and maintain adequate petty cash funds in local offices to carry out program requirements in accordance with the regulations of the agency or agencies granting such funds. Any and all such funds received by the Texas Employment Commission are hereby

appropriated for the purposes authorized and the Texas Employment Commission is authorized to disburse such funds for the purposes for which they are granted.

6. **Authorization: Sale of Agency-owned Buildings.** In order to accommodate sudden and unexpected fluctuations in federal funding, the agency is hereby authorized to sell agency-owned buildings as it deems necessary, provided they have obtained prior written approval from the Governor, Lieutenant Governor and Speaker of the House.

7. **Payment of Unemployment Benefits - State Agencies.** It is the intent of the Legislature that the Texas Employment Commission charge the Comptroller of Public Accounts only for unemployment benefits paid based on wages earned from agencies appropriated funds under the General Appropriations Act, and that agencies outside the General Appropriations Act be set up as individual reimbursing employers.

8. **Reimbursement of the Advance Interest Trust Fund 935.** Pursuant to the provision of H.B. 1335, 73rd Legislature, Regular Session, 1993, the Comptroller of Public Accounts is hereby directed to transfer the lesser of $9,575,937 appropriated or actual expenditures, from the Smart Jobs Holding Fund 890 to the Advance Interest Trust Fund 935 by September 30, 1995 to repay the Advance Interest Trust Fund 935 for money used to fund start-up expenses, to award grants, and for such other purposes authorized under S.B. 130, 73rd Legislature, Regular Session, 1993. This transfer shall occur prior to the transfer of any funds into the Smart Jobs Fund 891.

9. **Transfer: School Child Care Services Fund.** Pursuant to the provisions of Section 21.929, Subchapter z, Chapter 21, Education Code, V.T.C.A., transfers of monies to the School Child Care Services Fund attributable to Federal Insurance Contributions Act savings by the Commission shall be made from the General Revenue Fund - Consolidated.

10. **Transfer: State Employee Incentive Program.** Pursuant to the provisions of Article 2, Sec. 2.022, Subsection (f), of Article 6252-29a, V.T.C.S., transfers of monies required of the Commission shall be made from the General Revenue Fund - Consolidated.

11. **Appropriation: Smart Jobs Assessment.** On August 31 of each year collection cost for the Smart Jobs assessment shall be transferred out of the Smart Jobs Fund 891 for the purpose of reimbursing the Federal Government for the cost of collecting the Smart Jobs Assessment. The amount of the transfer shall depend on the amount of the assessment transferred from the Smart Jobs Holding Fund 890 to the Smart Jobs Fund 891 and the tax collection cost methodology agreed to by the Texas Employment Commission and the U.S. Department of Labor.

12. **Bilingual Employees.** The commission shall establish a multilingual pilot program in ten to fifteen offices throughout the state which will include the following:

    a. A salary differential, not to exceed 2.5 percent of the monthly pay rate for employees who are multilingual to the extent that multilingual skills are required and are directly related to the employment duties of the employee;

    b. A multilingual objective examination shall be administered to certify employees who are multilingual. The examination must cover oral, writing, and comprehension skills of employees. All employees in the pilot area must be eligible for certification; and,

    c. The commission shall designate the number of positions within the pilot area where multilingual skills are required according to rules and standards adopted by the commission. Job postings for designated positions during the biennium shall include

multilingual requirements. Employees shall be selected for these positions on a competitive basis.

By January 1, 1997, the commission shall submit to the Seventy-fifth Legislature, the Legislative Budget Board, and the Office of the Governor a Cost Benefit Analysis identifying the costs and savings incurred and the effects of the pilot program on staff, clients and caseloads.

13. **Contingency Appropriation: Labor Law Programs.** The amounts appropriated above for the following strategies, B.3.1., Payday Law Education, B.3.2., Wage Claim Adjudication, and B.4.1., Child Labor Enforcement, are contingent upon the enactment of Senate Bill 867, or similar legislation. In the event Senate Bill 867, or similar legislation is not enacted, total funding for the three strategies during the 1996-97 biennium shall not exceed $4,820,581 in interest income from the Advance Interest Trust Fund No. 935.

14. **Contingency Appropriation for House Bill 1341.** Contingent upon the enactment of House Bill 1341, or similar legislation by the 74th Legislature, Regular Session, the Texas Employment Commission is hereby appropriated $540,000 for fiscal year 1996 and $540,000 for fiscal year 1997 from additional revenues collected pursuant to House Bill 1341 for the purpose of implementing that Act. The Texas Employment Commission is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

REIMBURSEMENTS TO THE UNEMPLOYMENT COMPENSATION BENEFIT ACCOUNT

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: STATE'S UC REIMBURSEMENT To comply with statutory requirements concerning the reimbursement of the Unemployment Compensation Benefits Account No. 937 for unemployment compensation benefits paid to former employees of the State of Texas.		
A.1.1. Strategy: STATE'S UC REIMBURSEMENT Reimburse the Unemployment Compensation Benefit Account No. 937 for unemployment compensation benefits paid to former employees of the State of Texas. Estimated	$ 4,500,000	$ 4,500,000
Grand Total, REIMBURSEMENTS TO THE UNEMPLOYMENT COMPENSATION BENEFIT ACCOUNT	$ 4,500,000	$ 4,500,000

REIMBURSEMENTS TO THE UNEMPLOYMENT COMPENSATION BENEFIT ACCOUNT
(Continued)

Method of Financing:		
General Revenue Fund - Consolidated, estimated	$ 2,475,000	$ 2,475,000
Other Special Funds, estimated	2,025,000	2,025,000
Total, Method of Financing	$ 4,500,000	$ 4,500,000

1. **Reimbursement to Fund No. 937.** Reimbursements to the Unemployment Compensation Benefit Account shall be made from funds appropriated above to the full extent of the amounts identified in the Method of Finance, plus amounts reimbursed in accordance with other provisions of this Act.

2. **Funding Source: Penalty and Interest Receipts.** Funds identified in the method of financing as General Revenue Fund-Consolidated are appropriated from penalty and interest revenue for the purpose of paying that portion of the unemployment compensation benefits not paid by state agencies or institutions of higher education as prescribed by Section 74, of the General Provisions of this Act. Such revenue is defined as the penalty and interest receipts collected under Sections 213.021 and 213.022, Texas Labor Code, and authorized for the payment of unemployment compensation benefits to former state employees pursuant to Section 203.201, Texas Labor Code.

   Unemployment compensation benefit costs that exceed the General Revenue Fund-Consolidated amounts for each fiscal year shall be paid only from penalty and interest revenue.

DEPARTMENT OF HOUSING AND COMMUNITY AFFAIRS

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: AFFORDABLE HOUSING		
The department will increase the availability of safe, decent, and affordable housing for very low, low, and moderate income personas and families.		
Outcomes:		
Percent of the Households/Individuals of Low, Very Low, and Moderate Income Needing Affordable Housing That Subsequently Receive Such Housing or Housing Related Assistance	3.57%	3.55%
Percent of Loans, Grants, Incentives, and Housing Preservation Activities Benefiting Very Low Income Texans	85%	85%
A.1.1. Strategy: GEOGRAPHICAL ANALYSIS	$ 20,000	$ 20,000
Complete an annual statewide analysis of housing needs by geographic area for individuals and families of very low, low, and moderate income persons.		

A.2.1. Strategy: HOUSING TRUST FUND	$ 1,760,153	$ 1,031,453
Provide housing loans and grants through the Housing Trust Fund for the very low and low income households.		
Outputs:		
Number of Very Low and Low Income Households that Received Loans and Grants Through the Housing Trust Fund	250	280
Efficiencies:		
Average Loan Amount Provided Through the Housing Trust Fund	250,000	250,000
A.2.2. Strategy: HOME/HOPE PROGRAMS	$ 32,398,956	$ 32,377,350
Provide housing loans and grants through the HOME Investment and HOPE III Programs for the very low and low income.		
Outputs:		
Number of Very Low and Low Income Households that Received Loans and Grants Through the HOME Investment Program	1,838	1,838
Number of Very Low and Low Income Households that Received Loans and Grants Through the HOPE III Program	29	29
A.2.3. Strategy: SECTION 8 RENTAL PROGRAM	$ 5,660,476	$ 5,642,871
Provide rental assistance through Section 8 certificates and vouchers for the very low income.		
Outputs:		
Number of Very Low Income Households that Received Section 8 Certificates and Vouchers	2,185	2,185
Efficiencies:		
Average Processing/Administrative Cost per Household Served Under the Section 8 Program	50	50
A.2.4. Strategy: FEDERAL TAX INCENTIVES	$ 423,965	$ 406,662
Provide federal tax incentives to develop rental housing for the very low income.		
Outputs:		
Number of Rental Units Developed as a Result of Federal Tax Incentives Provided Through TDHCA	15,000	15,000
Efficiencies:		
Average Cost in Federal Tax Incentives per Rental Unit Developed	2,200	2,200
A.2.5. Strategy: MORTGAGE LOANS	$ 1,474,932	$ 1,306,375
Provide below-market interest rate mortgage loans to very low, low, and moderate income first time homebuyers.		
Outputs:		
Number of Very Low, Low, and Moderate Income Households that Received Loans Through First-Time Homebuyer Programs at TDHCA	1,800	2,100
Number of Zero Percent Loans Issued to Very Low and Low Income Households	320	275
Efficiencies:		
Average Processing/Administrative Cost per Loan Issued to Very Low, Low, and Moderate Income Households	1,600	1,600

A.2.6. Strategy: MULTI-FAMILY RENTAL UNITS Provide loans for the development of multi-family rental units for the very low, low, and moderate income.	$ 185,415	$ 179,592
Outputs:		
Number of Multi-Family Rental Units Developed as a Result of Loans Provided Through TDHCA	1,000	1,000
A.2.7. Strategy: MULTI-FAMILY HOUSING To acquire multi-family housing units for very low, low, and moderate income individuals and families.	$ 213,748	$ 208,685
Outputs:		
Number of Units Created and/or Preserved for the Benefit of Very Low, Low, and Moderate Income Individuals and Families	900	1,200
A.2.8. Strategy: RESOLUTION TRUST Monitor occupancy requirements of Texas properties sold under the Resolution Trust Corporation's Affordable Housing Disposition Program.	$ 327,368	$ 303,618
Outputs:		
Number of Audits Performed	250	250
A.2.9. Strategy: HOUSING RESOURCE CENTER Provide technical assistance, information, and training to nonprofit organizations on affordable housing development through a Housing Resource Center.	$ 279,675	$ 274,132
Efficiencies:		
Average Agency Cost per Non-Profit Trained Through the Housing Resource Center	231	231
Total, Goal A: AFFORDABLE HOUSING	$ 42,744,688	$ 41,750,738
B. Goal: COMMUNTY/ECONOMIC DEVLPMT To better Texas communities by supporting community and economic development and by helping local governments to become more effective.		
Outcomes:		
Percent of Persons in Small Communities Funded Annually Benefiting from Public Facility, Economic Development, Housing, and Planning Projects	30%	30%
Percent of CDBG-eligible Colonia Areas Receiving Technical Assistance from Service Centers	100%	
B.1.1. Strategy: LOCAL TRAINING Administer a program providing information, advice, and training to officials of communities of less than 10,000 people.	$ 255,918	$ 251,849
Outputs:		
Number of Officials Trained	1,400	1,400
Efficiencies:		
Average Agency Cost per Local Government Official Trained	97.62	97.62
B.2.1. Strategy: DEVELOPMENT GRANTS Make grants for community and economic development projects.	$ 90,357,681	$ 90,345,631

Outputs:		
Number of New Community and Economic Development Contracts Awarded Annually	280	280
Number of Projected Beneficiaries from Community and Economic Development Projects - New Contracts Awarded Annually	350,000	350,000
Number of Jobs Created/Retained through Economic Development Contracts Awarded Annually	2,000	2,000
Number of Programmatic Monitoring Visits Conducted	223	223
Efficiencies:		
Average Agency Administrative Cost per Contract Awarded	7,686	7,686
B.2.2. Strategy: COLONIA SERVICE CENTERS Provide technical assistance to Colonia areas through three service centers.	$ 206,967	$ 0
Outputs:		
Number of On-Site Technical Assistance Visits Conducted Annually from the Service Centers	300	
Total, Goal B: COMMUNTY/ECONOMIC DEVLPMT	$ 90,820,566	$ 90,597,480
C. Goal: POOR & HOMELESS PROGRAMS To improve living conditions for the poor and homeless and reduce the cost of home energy for very low income Texans.		
Outcomes:		
Percent of Very Low Income Households that Received Homeless and Poverty-Related Assistance	30%	30%
Percent of Very Low Income Households in Texas that Received Energy Assistance from TDHCA	5.86%	5.28%
C.1.1. Strategy: PROGRAM COORDINATION Administer homeless and poverty-related funds through a network of community action agencies and other local organizations so that poverty-related services are available to very low income persons throughout the state.	$ 19,365,788	$ 19,365,620
Outputs:		
Number of Persons Assisted Through Homeless and Poverty-Related Funds	536,825	500,000
Number of Households Assisted that Achieve Incomes Above Poverty Level	126	126
Number of Shelters Assisted	15	15
Efficiencies:		
Average Agency Administrative Cost per Client Served	2.93	2.85
C.2.1. Strategy: ENERGY ASSISTANCE PROGRAM Administer the State Energy Assistance Programs.	$ 29,055,076	$ 26,443,971
Outputs:		
Number of Households that Received TDHCA Assistance for Heating and Cooling Expenses	64,643	58,178
Number of Dwelling Units Weatherized by the Department	3,077	2,792
Efficiencies:		
Average Administrative Cost per Household Served	18.25	20.28
Total, Goal C: POOR & HOMELESS PROGRAMS	$ 48,420,864	$ 45,809,591

D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: CENTRAL ADMINISTRATION	$ 3,747,211	$ 3,747,211
D.1.2. Strategy: INFORMATION RESOURCES	$ 769,733	$ 769,733
D.1.3. Strategy: OTHER SUPPORT SERVICES	$ 330,264	$ 330,264
Total, Goal D: INDIRECT ADMINISTRATION	$ 4,847,208	$ 4,847,208
Grand Total, DEPARTMENT OF HOUSING AND COMMUNITY AFFAIRS	$ 186,833,326	$ 183,005,017
Method of Financing:		
General Revenue Fund	$ 4,354,293	$ 3,559,130
Community Affairs Federal Fund No. 127	175,139,720	172,379,624
Appropriated Receipts	5,844,881	5,618,842
Interagency Contracts	130,686	114,319
Earned Federal Funds	1,363,746	1,333,102
Total, Method of Financing	$ 186,833,326	$ 183,005,017
Number of Positions (FTE)	283.5	283.5
Schedule of Exempt Positions		
Executive Director, Group 4	$90,177	$90,177

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
a. Acquisition of Information Resource Technologies		
(1) Normal Growth/Integrate Systems	$ 359,201	$ 121,763
(2) Open System/Local Area Network	$ 152,204	$ 48,706
Total, Capital Budget	$ 511,405	$ 170,469
Method of Financing (Capital Budget):		
General Revenue Fund	$ 64,062	$ 21,354
Community Affairs Federal Fund No. 127	85,171	28,391
Appropriated Receipts	346,351	115,451
Earned Federal Funds	15,821	5,273
Total, Method of Financing	$ 511,405	$ 170,469

2. **General Provisions Compliance.** It is the intent of the Legislature that the Housing Division of the Department of Housing and Community Affairs comply with the General Provisions of this Act.

3. **Reporting Requirements.** Within 90 days following the conclusion of a contract issued by the Texas Department of Housing and Community Affairs or, at the option of the contracting party, within 90 days following the conclusion of the contracting party's fiscal year during which a contract was in force, the contracting party shall provide to the Executive Director a full accounting of state funds expended under the terms of the contract. This requirement shall be a part of any contract entered into by the department and contracting entities. Failure of a contracting party to provide full accounting of state funds expended under the terms of any contract under the conditions stated above shall be sufficient reason to terminate that contract and for the department to deny any future contracts to that contracting party.

4. **Administrative Allocation: Councils of Governments.** From federal administrative monies made available to the Department under the Community Development Block Grant Program, an amount equal to 19 percent of such monies shall be allocated to councils of governments to continue staff support to the 24 Regional Review Committees of local elected officials appointed by the Governor.

5. **HOME/HOPE Match Requirements.** Pursuant to federal regulations (24 CFR Part 92.220), the Texas Department of Housing and Community Affairs shall meet state-match requirements for the HOME Investment Partnerships Program through the use of the fair market value discounts on the disposition of multi-family real estate assets, such as properties purchased from the Resolution Trust Corporation.

6. **Coordination with Texas Water Development Board.** The Texas Department of Housing and Community Affairs (TDHCA) and the Texas Water Development Board (TWDB) shall develop a Memorandum of Understanding (MOU) that: 1) assures that none of the funds appropriated above are expended in a manner that aids the proliferation of colonias or are otherwise used in a manner inconsistent with the intent of the Economically Distressed Areas Program (EDAP) operated by the Texas Water Development Board (TWDB); and 2) details the responsibilities of each agency regarding the coordination of funds out of the Colonia Fund administered by the TDHCA and the EDAP administered by the TWDB so as to maximize delivery of the funds and minimize administrative delay in their expenditure. The MOU shall be completed prior to the distribution of the Colonia Fund in fiscal year 1996, and amended, if necessary, prior to the distribution of the Colonia Fund in fiscal year 1997. In distributing funds out of the Colonia Fund, the TDHCA shall provide top funding priority to those projects that are in EDAP-funded areas and which assist colonia residents who cannot afford the cost of service lines, hook-ups, and plumbing improvements associated with being connected to an EDAP-funded system. None of the funds appropriated above for Strategy B.2.1., Development Grants, may be expended in EDAP-eligible counties that have not adopted, or are not enforcing, the Model Subdivision Rules established pursuant to Section 16.343 of the Water Code. No later than November 15, 1996, the TDHCA and the TWDB shall submit a joint report to the Legislative Budget Board that describes and analyzes the effectiveness of projects funded as a result of coordinated Colonia Fund/EDAP efforts.

7. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S. Article 6252-33, reimbursement of expenses for advisory committee members, out of funds appropriated above, is limited to the following advisory committees:

   Weatherization Policy Advisory Committee
   Texas Interagency Council for the Homeless
   Consolidated Plan/CHAS Committee
   State Community Development Review Committee
   Colonia Advisory Committee

8. **Efficient Contract Management Systems.** It is the intent of the Legislature that the Department of Housing and Community Affairs work with the State Auditor's Office to develop an efficient system of contract management. The system should assure that contractors are providing quality services, are complying with applicable regulations, and have adequate controls in place to protect taxpayer dollars.

9. **Local Site Visits.** From monies appropriated, when the Texas Department of Housing and Community Affairs receives a letter from the mayor or county judge of an affected city or county opposing an application for a federal tax incentive to develop rental housing, a site visit by an employee of the Texas Department of Housing and Community Affairs with the mayor or county judge shall take place within 30 days following notification. The site visit must occur before the incentive can be approved. The Texas Department of Housing and Community Affairs is authorized to obtain reimbursement from the applicant for a federal tax incentive for necessary travel and expenses at a rate not to exceed the federally authorized rate.

10. **Contingency: Community Development Block Grant.** Out of funds appropriated above in Strategy B.2.1., Development Grants, $142,901 in general revenue for each year of the 1996-97 biennium shall be contingent upon an increase in federal Community Development Block Grant (CDBG) funds. In the event that federal CDBG funding is less than $89,381,743 in fiscal year 1996, and $89,431,920 in fiscal year 1997, the $142,901 in general revenue appropriated above each year, which is based on an increase in federal funds of $8,400,000 per year above the 1995 level, shall be reduced by an amount proportionate to the reduction in the annual federal increase.

11. **Colonia Set-Aside Program Allocation.** The Texas Department of Housing and Community Affairs shall continue the Community Development Block Grant (CDBG) Colonia Set-Aside Program by allocating not less than 10 percent of the yearly allocation of CDBG funds for eligible activities to assist in providing for the housing, planning, and infrastructure needs in colonias. In addition, the Department shall allocate 2.5 percent of the CDBG monies to support the operation of Self-Help Owner-Builder Housing Programs.

12. **Low Income Housing Construction.** Out of the funds appropriated above, not less than $500,000 each year of the biennium shall be expended on low income housing construction in enterprise zone areas.

13. **Transfer for Federal Homeless Funds.** In the event that additional Federal Funds become available under a federal Homeless Block Grant program or similar federal program, and if the Texas Department of Housing and Community Affairs certifies that it has been unable to identify resources that may be used for state match, the Legislative Budget Board may identify funds appropriated elsewhere in this Act and transfer, with the approval of the Governor, an amount not to exceed $2,500,000 in General Revenue Fund appropriations to the Texas Department of Housing and Community Affairs for the purpose of providing a state match for additional federal funds.

TEXAS LOTTERY COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: OPERATE LOTTERY		
Efficiently operate a lottery that is self-supporting, revenue producing, and free of criminal activity.		
Outcomes:		
Net Gain to the State's General Revenue Fund as Estimated By the Comptroller of Public Accounts (In Millions)		
Per Capita Lottery Sales	145	145
Percentage of Lottery Proceeds Spent on Agency Administration, Which Includes Marketing/Promotion	10%	10%
Percentage of Bad Debt to Lottery Sales	.03%	.03%
A.1.1. Strategy: LOTTERY ADMINISTRATION	$ 270,000,000	$ 270,000,000
Ensure player satisfaction through player awareness and interest. Provide retailers with on-going training and assistance with materials necessary to maximize sales. Maintain public confidence in the Lottery through game design, security and customer service. Provide a secure physical environment, ensure eligibility of Lottery licensees and respond to breaches of security or allegations of criminal activity. Estimated.		
Outputs:		
Number of Retailer Business Locations Licensed	15,000	15,000
Number of Investigations Conducted	1,575	1,575
Number of Lottery Complaints Resolved	118	118
Efficiencies:		
Average Cost per Retailer Location License Issued	100	100
Average Cost per Complaint Resolved	125	125
B. Goal: ENFORCE BINGO LAWS		
Enforce regulations to ensure the fair conducting of bingo games to maximize distributions to authorized charities.		
Outcomes:		
Recidivism Rate for Those Receiving Disciplinary Action	5	5
B.1.1. Strategy: BINGO LAW ENFORCEMENT	$ 1,705,307	$ 1,705,307
Conduct inspections and compliance audits of bingo licensees, initiate sanctions, and increase employee and licensee understanding of bingo laws through training and public education.		
Outputs:		
Number of Bingo Complaints Resolved	900	900
Efficiencies:		
Average Cost per Complaint Resolved	250	250
B.2.1. Strategy: BINGO LICENSING	$ 1,021,116	$ 1,021,116
Process bingo applications in a timely manner and ensure eligibility of bingo applicants.		
Outputs:		
Number of Original Licenses Issued to Individuals and Organizations	200	200
Number of Licenses Renewed to Individuals and Organizations	2,500	2,500

Number of Temporary Licenses Issued to Organizations	600	600
Efficiencies:		
Average Cost per Original License Issued	56	56
Average Cost per Temporary License Issued	50	50
Total, Goal B: ENFORCE BINGO LAWS	$ 2,726,423	$ 2,726,423
Grand Total, TEXAS LOTTERY COMMISSION	$ 272,726,423	$ 272,726,423
Method of Financing:		
General Revenue Fund	$ 2,726,423	$ 2,726,423
General Revenue Fund - Dedicated	270,000,000	270,000,000
Total, Method of Financing	$ 272,726,423	$ 272,726,423
Number of Positions (FTE)	335.0	335.0
Schedule of Exempt Positions		
Executive Director, Group 5	$110,000	$110,000

1. **Appropriation, Lottery Administration.** Pursuant to Government Code 466, appropriations made to Strategy A.1.1., Lottery Administration, shall not exceed fifteen percent of the gross revenue from the sale of lottery tickets. This appropriation shall be used for the administration of the lottery and for retailer commissions. Out of funds appropriated, the Comptroller of Public Accounts is hereby directed to transfer a total of $171 million during the biennium to the unobligated portion of the General Revenue Fund.

2. **Unexpended Balances, Lottery Administration.** All unexpended balances remaining as of August 31, 1995, in funds appropriated for the administration of the lottery are hereby reappropriated to the Lottery Commission for the sole purpose of transferring to the unobligated portion of the General Revenue Fund pursuant to Rider #1 above.

3. **Appropriation, Payment of Prizes.** In addition to the amounts appropriated above for the administration of the Lottery and retailer commissions, there is hereby appropriated pursuant to Government Code 466, out of the State Lottery Account in the General Revenue Fund, sufficient funds for the payment of prizes to the holders of winning tickets.

4. **Sale of Advertising.** The Commission shall implement during the biennium a pilot program that will yield a minimum of $100,000 in additional net revenue from the sale of advertising to be placed on either scratch-off or on-line tickets. The first $100,000 in net revenue from this source shall be deposited to the credit of the General Revenue Fund. One-half of any additional revenue from this source shall be deposited to the credit of the State Lottery Account in the General Revenue Fund and is appropriated to Strategy A.1.1., Lottery Administration. The remaining one-half of generated revenue shall be deposited to the credit of the unobligated portion of the General Revenue Fund.

5. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the operation of charity bingo cover, at a minimum, the cost of the appropriations made to Goal 2 of the Lottery Commission, including employee matching costs and any other direct operating costs. In the event that actual and/or projected fee revenue collections are insufficient to offset

program costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of fee revenue expected to be available.

6. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S., Article 6252-23, reimbursement of expenses for Advisory Committee Members, out of funds appropriated above, is limited to the following advisory committee: Bingo Advisory Committee.

7. **Unclaimed Lottery Prize Winnings.** At the beginning of fiscal year 1996, the Comptroller shall transfer to the unobligated portion of the General Revenue Fund all unclaimed lottery prize winnings on hand at the end of fiscal year 1995. At the end of fiscal year 1996 and fiscal year 1997, respectively, the Comptroller shall transfer to the unobligated portion of the General Revenue Fund all unclaimed lottery prize winnings on hand for that fiscal year.

DEPARTMENT OF TRANSPORTATION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: TRANS. SERVICES & SYSTEMS To provide the State of Texas with transportation services and systems that: - work together; - are safe, comfortable, durable, and affordable; - are environmentally sensitive; and - support economic and social prosperity.		
Outcomes:		
Percent of Highway System Attaining an "Acceptable" Level of Service in Accordance With Published TxDOT Maintenance Level of Service Guidelines	87.8%	85.9%
Percent Change in Highway Emission Levels Within Areas not Attaining Air Quality Standards	-2.7%	-.8%
Percent Change in Urban Principal Arterial Highway Level of Service Based on Highway Performance Monitoring System (HPMS) Ratings	3.1%	3.7%
Percent of Routine and Preventive Highway System Maintenance Contracted	50%	50%
Percent Change in the Number of Public Transportation Trips	1.6%	1.6%
Percent Counties Connected to Automated Registration and Titling System	95%	95%
Percent of Motor Vehicle Consumer Complaints Resolved	95%	95%
Percent of Change in Statewide Traffic Accident Fatality Rates	-.1%	-.1%
Percent Change in Number of Public Information Requests Filled	7.8%	7.7%
A.1.1. Strategy: HIGHWAY DESIGN Plan, design and manage highway projects.	$ 286,874,779	$ 291,198,710
Outputs:		
Number of Construction Project Preliminary Engineering Plans Completed	895	895
Number of Highway Construction Projects Contracted	800	800
Number of Highway Construction Projects Completed	876	800

A.1.2. Strategy: RIGHT-OF-WAY ACQUISITION	$ 225,000,000	$ 225,000,000
Optimize timing of highway right-of-way acquisition and utility adjustment.		
Outputs:		
Number of Parcels of Right-of-Way Acquired On Schedule to Meet Contract Letting	1,510	1,450
A.1.3. Strategy: HIGHWAY CONSTRUCTION	$ 1,671,036,604	$ 1,676,960,408 & U.B.
Provide for construction of the highway system and facilities. Estimated		
Outputs:		
Number of New Location Lane Miles Contracted	150	150
Number of Lane Miles Contracted to Increase Capacity	350	400
Number of Lane Miles Contracted for Rehabilitation	3,300	3,100
Number of Bridge Inspections On State System	17,000	17,000
A.1.4. Strategy: PREVENTIVE MAINTENANCE	$ 149,537,610	$ 145,000,000 & U.B.
Provide a preventive maintenance program to prevent major deterioration of state highways.		
Outputs:		
Number of Lane Miles Contracted for Asphaltic Seal Coat Surfacing	14,270	13,300
Number of Lane Miles Contracted for Asphaltic Concrete Pavement Overlay	1,425	1,330
Efficiencies:		
Average Cost per Lane Mile Contracted for Asphaltic Seal Coat Surfacing	6,600	6,800
A.1.5. Strategy: ROUTINE MAINTENANCE	$ 495,388,462	$ 495,030,822 & U.B.
Provide for routine maintenance and operation of the state highway system.		
Outputs:		
Number of Highway Lane-Miles Resurfaced With Seal-Coat	20,545	20,295
Number of Lane Miles Resurfaced With Overlays	5,592	5,524
Efficiencies:		
Average Cost to Issue State Highway System Oversize/ Overweight Permit	6.18	6.19
A.1.6. Strategy: AVIATION SERVICES	$ 24,949,859	$ 29,924,255 & U.B.
Support and promote general aviation.		
Outputs:		
Number of General Aviation Airports Selected for Financial Assistance	37	41
A.1.7. Strategy: PUBLIC TRANSPORTATION	$ 77,045,409	$ 1,354,591 & U.B.
Support and promote public Transportation.		
Outputs:		
Number of Transit Projects Funded With Both State and Federal Dollars	42	42

A.1.8. Strategy: GULF WATERWAY	$ 1,654,838	$ 250,445 & U.B.
Support the Gulf Intracoastal Waterway.		
Outputs:		
Number of Acres Made Available for the Placement and/or Disposal of Dredge Material	450	450
A.1.9. Strategy: FERRY SYSTEM	$ 9,967,895	$ 17,119,650
Maintain and operate ferry systems in Texas.		
Outputs:		
Number of Vehicles Carried on Ferryboats at Galveston	2,015,000	2,025,000
Number of Vehicles Carried on Ferryboats at Port Aransas	1,795,000	1,805,000
A.1.10. Strategy: REGISTRATION & TITLING	$ 38,316,971	$ 38,033,635
Administer the provisions of the motor vehicle registration, titling, and dealer statutes.		
Outputs:		
Number of Registration Renewal Notices Mailed	13,750,000	13,950,000
Number of Titles Issued	4,250,000	4,300,000
A.1.11. Strategy: VEHICLE DEALER REGULATION	$ 982,265	$ 995,688
Administer the provisions of the Texas Motor Vehicle Commission Code.		
Outputs:		
Number of Motor Vehicle Consumer Complaints Resolved	950	975
Explanatory:		
Number of Motor Vehicle Consumer Complaints Filed	1,200	1,200
A.1.12. Strategy: RESEARCH	$ 19,912,407	$ 19,956,625
Fund and participate with state-supported colleges and universities in research and development programs that can improve transportation operations.		
Outputs:		
Number of Research Projects Completed	80	80
A.2.1. Strategy: TRAFFIC SAFETY	$ 13,590,115	$ 13,589,712 & U.B.
Identify problem areas and implement projects to reduce the number and severity of traffic accidents through the statewide traffic safety program.		
Outputs:		
Number of Traffic Safety Grants and/or Projects With Agencies, Cities, Counties, and Schools	600	600
A.3.1. Strategy: TRAVEL INFORMATION	$ 15,855,705	$ 15,781,180
Support and promote tourism.		
Outputs:		
Number of Travel Literature Requests Fulfilled	1,115,000	1,115,000
A.4.1. Strategy: ADVERTISING & JUNKYARD ENFORCEMENT	$ 501,317	$ 489,022
Control the use of outdoor advertising signs, junkyards, and auto graveyards adjacent to transportation system.		

Outputs:		
Number of Sign Permits and Licenses Issued	13,300	13,300
Total, Goal A: TRANS. SERVICES & SYSTEMS	$ 3,030,614,236	$ 2,970,684,743
B. Goal: INDIRECT ADMINISTRATION		
B.1.1. Strategy: CENTRAL ADMINISTRATION	$ 29,511,176	$ 32,961,080
B.1.2. Strategy: INFORMATION RESOURCES	$ 32,493,949	$ 30,026,438
B.1.3. Strategy: OTHER SUPPORT SERVICES	$ 41,165,965	$ 40,846,216
B.1.4. Strategy: REGIONAL ADMINISTRATION	$ 53,940,045	$ 51,906,811
Total, Goal B: INDIRECT ADMINISTRATION	$ 157,111,135	$ 155,740,545
Grand Total, DEPARTMENT OF TRANSPORTATION	$ 3,187,725,371	$ 3,126,425,288
Method of Financing:		
General Revenue Fund	$ 17,865,000	$ 200,000
General Revenue Fund - Consolidated	25,624,032	2,374,932
State Highway Fund No. 006, estimated	1,828,704,933	1,827,714,875
Federal Funds, estimated	1,315,221,406	1,295,825,481
Appropriated Receipts	310,000	310,000
Total, Method of Financing	$ 3,187,725,371	$ 3,126,425,288
Number of Positions (FTE)	15,091.0	14,641.0
Schedule of Exempt Positions		
Executive Director, Group 5	$105,000	$105,000
Commissioner	(3) 15,914	(3) 15,914

1. **Capital Budget**. None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the State Highway Fund No. 006:		
a. Acquisition of Land and Other Real Property	$ 2,352,000	$ 341,750 & U.B.
b. Construction of Buildings and Facilities	23,998,000	24,658,250 & U.B.
c. Acquisition of Information Resource Technologies	23,812,779	15,476,095 & U.B.
d. Transportation Items	11,189,595	10,486,400

e. Acquisition of Capital Equipment and Items	12,432,185	& U.B. 12,611,890 & U.B.
Total, Capital Budget	$ 73,784,559	$ 63,574,385 & U.B.

2. **Use of Previous Fiscal Year Funds.** It is the intent of the Legislature that funds authorized for capitalized equipment in the first year of a biennium may be carried over to the next fiscal year for procurement contracts that were properly encumbered during the fiscal year, but because of extenuating circumstances, the contract was voided before the end of the fiscal year.

3. **Transfer Authority.** The Department of Transportation is hereby authorized to transfer appropriations from any Strategy into Strategy A.1.4., Preventive Maintenance, Strategy A.1.2., Right-of-Way Acquisition, and Strategy A.1.3., Highway Construction. In addition, funds may be transferred between Strategies, except that no funds may be transferred out of Strategies A.1.4., Preventive Maintenance, or A.1.2., Right-of-Way Purchase, or A.1.3., Highway Construction, except that transfers may be made between those Strategies.

   Provided, however, the Transportation Commission may transfer such amounts between Strategies as necessary to fund emergency expenditures which includes periods of cash flow shortages as certified by the Governor and after filing a copy of this certification with the Legislative Budget Board.

4. **Public Transportation Financing.** Funds appropriated above to Strategy A.1.7., Public Transportation include $24,535,000 for the biennium from General Revenue Consolidated Funds and $17,665,000 in General Revenue. Of such funds, $20,800,000 shall be allocated to Section 18 rural transportation contractors and $5,200,000 shall be allocated to Section 09 urban public transportation contractors, and shall be exempt from the formula and matching provisions provided by V.A.C.S., 6663c, Seventy-first Legislature or similar legislation.

   If the sum of federal appropriations allocable to Texas in state fiscal years 1996 and 1997 exceed $16,180,000 for Section 18 Transportation Systems or $36,000,000 for Section 09 Transportation Systems, appropriations from the General Revenue or General Revenue-Consolidated funds to Strategy A.1.7., Public Transportation shall be reduced by the Comptroller by the amount of the excess federal appropriations.

   None of the General Revenue or General Revenue-Consolidated funds appropriated to Strategy A.1.7. may be applied for new starts or expansions after September 1, 1996.

5. **Federal Public Transportation Funds.** It is the intent of the legislature that no federal funds appropriated to the state for public transportation, for areas with populations under 200,000, shall be eligible for transfer for the purposes of highways and highway construction related activities.

6. **Magazine Appropriations.** The Department of Transportation Commission is directed to set subscription rates and other charges for Texas Highways Magazine at a level that will generate receipts approximately sufficient to cover the costs incurred in the production and distribution of the magazine. In addition to funds appropriated above, the department is hereby appropriated to Strategy A.3.1., Travel Information, any magazine revenues generated above $5,462,595 for the 1996 fiscal year and $5,531,301 for the 1997 fiscal year. Funds may be utilized only for the purpose of magazine costs. The Department of Transportation

may transfer to Strategy A.3.1., from revenue available from prior years subscription fees, in the event of unforeseen or unusual expenditures associated with the production costs of the Texas Highways Magazine. The Department of Transportation is hereby appropriated all revenue collected from the sale of promotional items as authorized by V.A.C.S., Article 6144e.

7. **Road Utility District Provision.** The Comptroller of Public Accounts is authorized to transfer to State Highway Fund No. 006 all receipts deposited in the General Revenue Fund pursuant to V.T.C.S., Art. 6674r-1. Such funds are hereby appropriated for the biennium beginning with the effective date of this act for the purpose of defraying the costs of hearing and processing Road Utility District petitions. Any balance remaining after defraying such costs may be used by the department for the maintenance and construction of highways.

8. **Hourly Wage Rates.** The Department of Transportation Commission is expressly authorized to determine the wage rates paid to hourly employees subject to the qualifications provided hereinafter; provided, however, that it is the intent of the Legislature that the commission, in carrying out its employee compensation policy, shall provide for a merit wage increase program for the department's hourly paid employees comparable to that authorized for its classified employees as provided by the General Provisions of this Act. It is provided further that it is the intent of the Legislature that such merit wage increase program for hourly paid employees be administered uniformly throughout the department, statewide, and as between administrative districts, and not be superseded by district administrative policy interpretation. In expending the funds appropriated herein, the department may award merit raises in varying amounts according to the nature of work performed or the job title held, provided such merit raises do not exceed the top step for a particular job as determined by the Department.

9. **Holiday Pay Provision.** Notwithstanding other provisions of this bill, the Department of Transportation is authorized to grant compensatory time off or to pay hourly employees for work performed on official state holidays in addition to any applicable holiday pay.

10. **Compensatory Pay Provision.** In order to operate in the most economical manner, when inclement weather or other circumstances beyond the control of the Department prevent construction or maintenance employees from performing their normal duties, the Department of Transportation is authorized to grant such employees time off with pay with the hours charged to the Compensatory Time Taken Account, provided that such advanced time must be repaid by the employee at a time, and in the most appropriate manner as determined by the Department within the following twelve months or at termination, whichever is sooner.

11. **Stand by Pay.** It is expressly provided that the Department of Transportation, to the extent permitted by law, may pay compensation for on-call time at the following rates: credit for 1 hour worked per day on-call during the normal work week, and 2 hours worked per day on-call during weekends and holidays; this credit would be in addition to actual hours worked during normal duty hours or while on-call. Nonexempt employees who work a normal 40 hour work week, and also work on-call duty, will receive FLSA overtime rates for the on-call duty.

12. **Pay for Regular Compensatory Time.** It is expressly provided that the Department of Transportation, to the extent permitted by law, may pay FLSA exempt and FLSA nonexempt employees on a straight-time basis for work on a holiday or for regular compensatory time hours when the taking of regular compensatory time off would be disruptive to normal business functions.

13. **Underwater Bridge Inspections.** To more adequately compensate employees who perform hazardous duties for the state, the Department of Transportation is authorized to compensate

employees who perform underwater bridge inspections an additional rate of pay of up to seven dollars and fifty cents per hour for actual time spent performing underwater bridge inspections.

14. **Equal Employment.** To the maximum extent feasible, the Department shall implement its Equal Employment Opportunity Plan to hire and promote qualified minority employees into vacant supervisory and management positions.

15. **Clothing Allowance.** From the funds appropriated above the Department of Transportation is hereby authorized to pay a clothing allowance of $500 per person per year for required uniforms to travel counselors and tourist bureau supervisors employed by the department.

16. **Workers' Compensation Insurance.** Any necessary amounts appropriated above may be used to pay all expenses as authorized by V.T.C.S., Art. 6674s. The department is expressly authorized to employ a sufficient number of employees necessary to carry out the terms and provisions of said Act.

17. **Limitation on Residences.** None of the funds appropriated hereinabove may be expended for the purchase, construction, or maintenance of residences for employees of the Department of Transportation except maintenance camps in isolated areas and bridge tenders' buildings.

18. **Court Costs.** Any necessary amounts appropriated above may be used by the Department of Transportation to pay refunds authorized by law, and to pay court costs in suits involving the Department of Transportation. Such costs shall include payments for judgments, settlements, and other costs associated with right-of-way acquisition and inverse condemnation.

19. **License Plate Contracts.** Any necessary amounts appropriated above may be used by the Department of Transportation to reimburse the Department of Criminal Justice for the cost of manufacturing motor vehicle license plates, and the Department of Criminal Justice shall be reimbursed as license plates are delivered and invoices are rendered to the department. At the time manufacture is started, the General Services Commission shall fix a price to be paid per license plate, and shall use as the basis for such price the costs of steel, paints and other material purchased, and the inmate maintenance cost per day, and overhead expense, and miscellaneous charges, and the amount of profit previously approved for such work.

20. **License Plate Appropriation Balances.** Any unobligated balance of the appropriation remaining after the first year of the biennium for Strategy A.1.10., Registration and Titling, above which is intended for the purchase of vehicle license plates and vehicle registration validation stickers, may be used for the same purpose during the second year of the biennium.

21. **Payment of Fuel Taxes.** The Department of Transportation is authorized to pay directly to the Comptroller of Public Accounts, out of funds appropriated for operations and maintenance, any fuel taxes as required by law.

22. **Internal Audit.** The Department of Transportation shall maintain an internal auditing program in compliance with the provisions the Texas Internal Auditing Act, which shall incorporate, at a minimum, the assignment of an internal auditor at each district office and within each division of the Department. Each internal auditor assigned pursuant to this provision shall report either directly to the Commissioners of the Department of Transportation or to the internal auditor appointed pursuant to Section 2102.006, Government Code.

An internal auditor whose duty station is assigned pursuant to this provision may consider suggestions from a District Engineer in developing proposals for the Department's annual audit plan.

23. **Non-dedicated Revenues.** The Legislature hereby determines that all programs statutorily under the jurisdiction of the Department of Transportation result in the improvement of the state highway system as specified in Article 6674e, V.A.C.S. Therefore, it is the intent of the Legislature that non-constitutionally dedicated revenues to State Highway Fund No. 006 may be utilized to finance any program statutorily under the jurisdiction of the Department of Transportation. Non-constitutionally dedicated revenues may be expended for departmental purposes which are not authorized for constitutionally dedicated revenues.

24. **Minimum Wage Contracts.** In contracting for maintenance and construction contract work with the private sector, the Department of Transportation shall require that contractors and subcontractors are paying all employees and contract labor at a rate at least equal to the federal minimum wage. The department shall withhold payments to contractors until their contractual obligations for paying employees and the contract labor have been fulfilled.

25. **Gross Weight and Axle Weight Fees.** Amounts collected from gross weight and axle weight fees are appropriated for distribution to counties as provided in Article 6701d-11, Section 5B, Vernon's Texas Civil Statutes. All unexpended balances as of August 31, 1995 and all revenue received during the 1996-97 biennium are appropriated.

26. **Free Trade Agreement and International Trade.** The Department of Transportation shall review its proposed highway projects annually to determine whether an adequate number of highways are planned to meet the projected volume of highway traffic resulting from a free trade agreement with Mexico and increased international trade. The department shall reassign priorities to its projects in accordance with the review. In accordance with V.T.C.S., Article 6673j-1, the department shall report to the legislature on the ability of the state highway system to handle the projected volume of highway traffic resulting from a free trade agreement with Mexico and increased international trade.

27. **Appropriation of Loan Fund Balances.** Balances in and revenues accruing to the department's special aviation loan fund are hereby appropriated for the same purpose for the biennium beginning September 1, 1995.

28. **Appropriation: Grant Funds.** Any balances remaining as of August 31, 1995, of appropriations made to the department for airport development grants in Senate Bill No. 5, Acts of the Seventy-third Legislature, Regular Session, 1993, are reappropriated for the same purpose for the biennium beginning September 1, 1995.

29. **Transportation Fee Rates.** The Texas Department of Transportation shall adopt rules providing for the following transportation fees at the rates specified to defray a portion of the state's cost of registering "For Hire" Ground Transportation:

Vehicle Registration Fee	$ 10.00
Specialized Motor Carrier	$100.00
Insurance Filing Fee, per carrier	$100.00
International Stamps, per trip/per vehicle	$ 10.00

All fee collections are to be deposited into the General Revenue Fund-Consolidated.

30. **International Stamp Fees.** It is the intent of the Legislature that the Texas Department of Transportation shall collect the International Stamp Fees specified in Rider No. 29 above in a

uniform, consistent and equitable manner at all points of entry along the Texas and Mexico border. All fee collections are to be deposited in the General Revenue Fund-Consolidated.

Only if an insurance agent elects to file evidence of a master liability policy under which temporary insurance policies are issued, or to issue temporary insurance, may the Department require an insurance agent to obtain international registration stamps as provided by Department rules.

31. **Appropriation: Motor Carrier Audit Fees.** The Texas Department of Transportation, under the provisions of V.T.C.A., Article 911b, Sec. 19 (as amended), may bill out-of-state trucking firms for all expenses relative to conducting motor carrier registration and insurance compliance audits. All audit proceeds are hereby appropriated to the Texas Department of Transportation and may be expended for the associated expenses in conducting audits. Employees performing out of state audits are authorized actual reimbursement of travel expenses.

32. **Appropriation: Tow Truck Registration.** Out of the funds appropriated above in Strategy A.1.10. Registration and Titling and pursuant to V.T.C.A., 6687-9b (as amended), $310,000 in fiscal year 1996 and $310,000 in fiscal year 1997, from appropriated receipts, shall be used for the administration of the tow truck registration program. These appropriations are in addition to appropriations made above and shall be out of additional fee receipts collected and deposited into the General Revenue Fund-Consolidated.

33. **Coordination of Tourism and Travel Promotion.** It is the intent of the Legislature that state spending for travel and tourism promotion be coordinated. Prior to December 1, 1995, the Texas Department of Commerce, The Texas Parks and Wildlife Department and the Texas Department of Transportation shall enter into a memorandum of understanding which details the travel and tourism promotion objectives of each agency and which provides for interagency coordination and support in the achievement of the objectives.

34. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S., Article 6552-33, reimbursement of expenses for advisory committee members, out of the funds appropriated above, is limited to the following advisory committees:

    Environmental Rules Advisory Committee
    Bicycle Advisory Committee
    Aviation Advisory Committee
    Public Transportation Advisory Committee

35. **Aviation Airport Development Funding Study.** The Department of Transportation, in coordination with the Legislative Budget Board, shall study, including a scrutiny of existing appropriations, and develop a funding mechanism which will provide sufficient revenue to offset the decline in federal funds for aviation airport development. The study findings, along with a proposed schedule of reasonable and equitable funding, shall be submitted to the Seventy-fifth Legislature no later than January 10, 1997.

36. **Automobile Theft Prevention Reimbursement.** The Department of Transportation shall be reimbursed by the Automobile Theft Prevention Authority for providing staffing assistance and related administrative services as necessary for the effective operation of the Automobile Theft Prevention Authority. Staff for this program shall not exceed five full-time equivalent positions above and beyond the Department of Transportation allocation.

37. **Special Funds Balance.** In addition to funds appropriated above, any funds remaining as of August 31, 1995 in the department's special fund Aviation Trust Fund No. 525, are hereby

appropriated for the same purpose for the biennium beginning with the effective date of this act.

38. **Contingency Appropriation, Senate Bill 3.** Contingent upon passage of Senate Bill 3, Seventy-fourth Legislature, Regular Session, or other similar legislation, $2.3 million in fiscal year 1996 and 1.2 million in fiscal year 1997 is hereby appropriated from the General Revenue Fund-Consolidated. In addition, the Department is authorized to employ up to 40 additional employees to carry out the added responsibilities of the Act. It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized in Senate Bill 3 and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

39. **Tourist Bureau.** The Department of Transportation shall conduct a feasibility study, to be completed by September 1996, on the need for a tourist bureau on State Highway 21 across from the Louisiana state line in the immediate vicinity of Toledo Bend.

40. **Contingency Appropriation, Leasing Industry Licensing and Enforcement.** Contingent upon the enactment of H.B. 1571 of the Seventy-fourth Legislature, or similar legislation, the Department of Transportation is hereby appropriated in addition to funds appropriated above in Strategy A.1.11, Vehicle Dealer Regulation, the license fees and penalties collected from lessors and lease facilitators. The collected funds will be deposited in the State Highway Fund No. 006 and the number of positions (FTEs) appropriated above is increased by five.

41. **Contingency Appropriation, General Distinguishing Number Licensing and Enforcement.** Contingent upon the enactment of H.B. 2586 or S.B. 1139 of the Seventy-fourth Legislature, or similar legislation, the Department of Transportation is hereby appropriated in addition to funds appropriated above in Strategy A.1.11, Vehicle Dealer Regulation, the license fees and penalties collected under the terms of Articles 6686 and 4413 (36), V.T.C.S., (as amended). The collected funds will be deposited in the State Highway Fund No. 006 and the number of positions (FTEs) appropriated above is increased by thirty.

42. **County Roads.** From monies appropriated, the Texas Department of Transportation shall assist counties with materials on hand to repair county roads that are damaged as a result of legally permitted overweight truck traffic (2060 permits):

    (1) The total cost of assistance including administrative costs shall not exceed 12 million dollars.

    (2) Maximum usage will be made of surplus materials on hand.

    (3) The Texas Department of Transportation shall develop the rules and procedures in order to implement this rider and to ensure equitable distribution of these funds.

    (4) The Texas Department of Transportation shall report to the Legislative Budget Board prior to December 1, 1996 concerning the outcomes of this rider.

    (5) The department will undertake cooperative and joint procurement of road materials with the counties under General Services Commission procedures.

43. **Transfer of Land.** It is the intent of the Legislature that the Texas Department of Transportation transfer the beneficial use of their parcel of land, in Del Rio at the intersection of Highway 90 and Cantu Road, to the Texas Department of Public Safety. The Department of Public Safety may utilize the parcel of land to build its area office.

44. **Contingency Appropriation for Senate Bill 832.** Contingent upon final passage of Senate Bill 832, or similar legislation, Seventy-fourth Legislature, Regular Session, there is hereby appropriated from the General Revenue Fund, any amounts received into general revenue from the sale of Olympic license plates, to be paid to the Texas Department of Transportation, and to be dispersed by the department according to the provisions laid out in Senate Bill 832.

Retirement and Group Insurance

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: EMPLOYEES RETIREMENT SYSTEM		
A.1.1. Strategy: RETIREMENT CONTRIBUTIONS Provide an actuarially sound level of funding as defined by state law; estimated	$ 34,754,645	$ 35,796,928
A.1.2. Strategy: GROUP INSURANCE Provide a basic health care and life insurance program for general state employees; estimated	$ 89,125,687	$ 90,046,969
Total, Goal A: EMPLOYEES RETIREMENT SYSTEM	$ 123,880,332	$ 125,843,897
Grand Total, RETIREMENT AND GROUP INSURANCE	$ 123,880,332	$ 125,843,897
Method of Financing:		
General Revenue Fund, estimated	$ 1,152,453	$ 1,170,080
General Revenue Fund - Consolidated, estimated	1,686,184	1,710,336
General Revenue Fund - Dedicated, estimated	1,139,545	1,154,301
State Highway Fund No. 006, estimated	93,649,383	95,160,060
Federal Funds, estimated	26,249,507	26,645,817
Other Special State Funds, estimated	3,260	3,303
Total, Method of Financing	$ 123,880,332	$ 125,843,897

Social Security

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: COMPTROLLER - SOCIAL SECURITY		
A.1.1. Strategy: STATE MATCH -- EMPLOYER Provide an employer match for Social Security contributions; estimated	$ 45,875,734	$ 47,251,552
A.1.2. Strategy: STATE MATCH -- EMPLOYEE Provide the state's contribution for the employee's share for Social Security; estimated	$ 20,402,158	$ 20,402,158
Total, Goal A: COMPTROLLER - SOCIAL SECURITY	$ 66,277,892	$ 67,653,710
Grand Total, SOCIAL SECURITY	$ 66,277,892	$ 67,653,710
Method of Financing:		
General Revenue Fund, estimated	$ 828,123	$ 845,958
General Revenue Fund - Consolidated, estimated	1,024,217	1,045,096
General Revenue Fund - Dedicated, estimated	866,197	884,489
State Highway Fund No. 006, estimated	47,561,524	48,547,252
Federal Funds, estimated	15,995,102	16,328,124
Other Special State Funds, estimated	2,729	2,791
Total, Method of Financing	$ 66,277,892	$ 67,653,710

Lease Payments

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: FINANCE CAPITAL PROJECTS To provide funding to the General Services Commission for payment to Texas Public Finance Authority for the payment of revenue bond debt service requirements.		
A.1.1. Strategy: LEASE PAYMENTS Make lease payments to the Texas Public Finance Authority on facilities financed through the Texas Public Finance Authority.	$ 194,374	$ 194,423
Grand Total, LEASE PAYMENTS	$ 194,374	$ 194,423

RECAPITULATION - ARTICLE VII
BUSINESS AND ECONOMIC DEVELOPMENT
(General Revenue)

	For the Years Ending August 31, 1996	August 31, 1997
Aerospace Commission, Texas	$ 200,000	$ 200,000
Commerce, Texas Department of	20,699,676	22,172,070
Employment Commission, Texas		
Reimbursement to the Unemployment Compensation Benefit Account		
Housing and Community Affairs, Department of	4,354,293	3,559,130
Lottery Commission	2,726,423	2,726,423
Transportation, Texas Department of	17,865,000	200,000
Rider Appropriations	70,000	
Total	17,935,000	200,000
Subtotal, Business and Economic Development	$ 45,915,392	$ 28,857,623
Retirement and Group Insurance	1,152,453	1,170,080
Social Security	828,123	845,958
Subtotal, Employee Benefits	$ 1,980,576	$ 2,016,038
Lease Payments	194,374	194,423
TOTAL, ARTICLE VII - Business and Economic Development	$ 48,090,342	$ 31,068,084

RECAPITULATION - ARTICLE VII
BUSINESS AND ECONOMIC DEVELOPMENT
(General Revenue - Consolidated)

	For the Years Ending August 31, 1996	August 31, 1997
Aerospace Commission, Texas	$	$
Commerce, Texas Department of	2,421,800	2,329,433
Contingency Appropriations	440,000	
Total	2,861,800	2,329,433
Employment Commission, Texas	4,486,500	3,829,496
Contingency Appropriations	540,000	540,000
Total	5,026,500	4,369,496
Reimbursement to the Unemployment Compensation Benefit Account	2,475,000	2,475,000
Housing and Community Affairs, Department of	1,363,746	1,333,102
Lottery Commission		
Transportation, Texas Department of	25,624,032	2,374,932
Rider Appropriations	125,000	
Contingency Appropriations	2,300,000	1,200,000
Total	28,049,032	3,574,932
Subtotal, Business and Economic Development	$ 39,776,078	$ 14,081,963
Retirement and Group Insurance	1,686,184	1,710,336
Social Security	1,024,217	1,045,096
Subtotal, Employee Benefits	$ 2,710,401	$ 2,755,432
Lease Payments		
TOTAL, ARTICLE VII - Business and Economic Development	$ 42,486,479	$ 16,837,395

RECAPITULATION - ARTICLE VII
BUSINESS AND ECONOMIC DEVELOPMENT
(Federal Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Aerospace Commission, Texas	$	$
Commerce, Texas Department of	279,971,639	281,661,320
Employment Commission, Texas	185,080,498	185,376,643
Reimbursement to the Unemployment Compensation Benefit Account		
Housing and Community Affairs, Department of	175,139,720	172,379,624
Lottery Commission		
Transportation, Texas Department of	1,315,221,406	1,295,825,481
Subtotal, Business and Economic Development	$ 1,955,413,263	$ 1,935,243,068
Retirement and Group Insurance	26,249,507	26,645,817
Social Security	15,995,102	16,328,124
Subtotal, Employee Benefits	$ 42,244,609	$ 42,973,941
Lease Payments		
TOTAL, ARTICLE VII - Business and Economic Development	$ 1,997,657,872	$ 1,978,217,009

RECAPITULATION - ARTICLE VII
BUSINESS AND ECONOMIC DEVELOPMENT
(Other Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Aerospace Commission, Texas	$ 2,813	$ 2,812
Commerce, Texas Department of	29,876,303	29,550,361
Employment Commission, Texas	55,720,712	56,773,987
Reimbursement to the Unemployment Compensation Benefit Account	2,025,000	2,025,000
Housing and Community Affairs, Department of	5,975,567	5,733,161
Lottery Commission	270,000,000	270,000,000
Transportation, Texas Department of	1,829,014,933	1,828,024,875
Contingency Appropriations	2,528,825	2,483,392
Total	1,831,543,758	1,830,508,267
Subtotal, Business and Economic Development	$ 2,195,144,153	$ 2,194,593,588
Retirement and Group Insurance	94,792,188	96,317,664
Social Security	48,430,450	49,434,532
Subtotal, Employee Benefits	$ 143,222,638	$ 145,752,196
Lease Payments		
TOTAL, ARTICLE VII - Business and Economic Development	$ 2,338,366,791	$ 2,340,345,784

RECAPITULATION - ARTICLE VII
BUSINESS AND ECONOMIC DEVELOPMENT
(All Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Aerospace Commission, Texas	$ 202,813	$ 202,812
Commerce, Texas Department of	332,969,418	335,713,184
Contingency Appropriations	440,000	
Total	333,409,418	335,713,184
Employment Commission, Texas	245,287,710	245,980,126
Contingency Appropriations	540,000	540,000
Total	245,827,710	246,520,126
Reimbursement to the Unemployment Compensation Benefit Account	4,500,000	4,500,000
Housing and Community Affairs, Department of	186,833,326	183,005,017
Lottery Commission	272,726,423	272,726,423
Transportation, Texas Department of	3,187,725,371	3,126,425,288
Rider Appropriations	195,000	
Contingency Appropriations	4,828,825	3,683,392
Total	3,192,749,196	3,130,108,680
Subtotal, Business and Economic Development	$ 4,236,248,886	$ 4,172,776,242
Retirement and Group Insurance	123,880,332	125,843,897
Social Security	66,277,892	67,653,710
Subtotal, Employee Benefits	$ 190,158,224	$ 193,497,607
Lease Payments	194,374	194,423
TOTAL, ARTICLE VII - Business and Economic Development	$ 4,426,601,484	$ 4,366,468,272
Number of Positions (FTE)	20,775.0	20,325.0

ARTICLE VIII

REGULATORY

Section 1. The several sums of money herein specified, or so much thereby as may be necessary, are appropriated out of any funds in the State Treasury not otherwise appropriated, or out of special funds as indicated, for the support, maintenance, or improvement of the designated regulatory agencies.

BOARD OF PUBLIC ACCOUNTANCY

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PUBLIC STANDARDS To establish standards in education, examination, and experience for Texas CPAs in the private and public sectors which will protect the public and meet the requirements for certification, licensing, and practice throughout domestic and international jurisdictions, but not necessarily restrict entry to the profession.		
Outcomes:		
Accounting Firms Registered as a Percentage of Applications Received (Includes Temporary Practice Permits)	97%	97%
Percentage of Individual Licensees Meeting Continuing Professional Education Requirements	99%	99%
Percentage of Accounting Firms Receiving Favorable Review	65%	65%
A.1.1. Strategy: LICENSING Manage a comprehensive licensing and examination program.	$ 568,621	$ 568,373
Outputs:		
Individuals Examined	13,000	13,000
Efficiencies:		
Average Licensing Cost per Individual License Issued	4.52	4.45
Average Licensing Cost per Facility License Issued	3.21	3.19
Explanatory:		
Pass Rate	27%	27%
Total Number of Individuals Licensed	56,925	59,771
Total Number of Business Facilities Licensed	8,754	8,929
A.1.2. Strategy: EXAMINATION Purchase the Uniform CPA Examination from the American Institute of Certified Public Accountants (AICPA) to promote uniformity and reciprocity with other licensing jurisdictions and utilize AICPA grading services to ensure that all papers written by candidates are graded consistently. Estimated and non-transferable	$ 785,000	$ 825,000
Outputs:		
Number of Papers Written on the Exam	38,145	36,428

A.2.1. Strategy: QUALITY REVIEW	$ 62,108	$ 62,108
Develop and implement a comprehensive quality review program for all accounting firms utilizing industry standards as the measure of competence and oversight through a Quality Review Oversight Board.		
Outputs:		
Number of Quality Reviews Conducted	1,683	1,717
Number of Quality Reviews Examined by the Quality Review Oversight Board (QROB)	50	50
Efficiencies:		
Average Cost per Quality Review Conducted	40.22	39.63
Total, Goal A: PUBLIC STANDARDS	$ 1,415,729	$ 1,455,481
B. Goal: PROTECT PUBLIC/ENFORCEMNT		
To aggressively enforce state regulations relating to the accounting profession; ensure swift, fair, and effective disciplinary action for violators of these standards; and require the re-education and rehabilitation of those violating these laws. To aggressively develop and implement high standards for the accounting profession in emerging issues as they relate to the welfare of the general public.		
Outcomes:		
Percentage of Documented Complaints Resolved Within 6 Months	20%	20%
Recidivism Rate for Those Receiving Disciplinary Action	2%	2%
Percent of Complaints Resulting in Disciplinary Action	32%	32%
B.1.1. Strategy: ENFORCEMENT	$ 549,359	$ 549,342
Operate a system of enforcement which includes investigating and resolving complaints and promulgating rules to effectuate the Public Accountancy Act of 1991.		
Outputs:		
Number of Administrative Complaints Processed	1,530	1,530
Complaints Resolved	2,000	2,000
Total Number of Major Cases Investigated	20	20
Efficiencies:		
Average Cost per Major Case	11,500	9,923
Average Cost per Complaint Resolved	186.55	192.65
Explanatory:		
Non-Jurisdictional Complaints Received	7	7
Jurisdictional Complaints Received	1,948	1,948
C. Goal: PUBLIC EDUCATION		
To inform the public concerning board functions and the procedures by which complaints are filed, processed, and resolved so that citizens of Texas may better utilize CPA services and be protected from exploitation.		
Outcomes:		
Percentage of Inquiries Responded to Within 30 Days	100%	100%
C.1.1. Strategy: PUBLIC INFORMATION	$ 284,576	$ 284,576
Develop and operate a coordinated system of public information to provide all interested parties information concerning the Public Accountancy Act of 1991, as well as board rules and procedures pertaining to qualification, examination, licensing, enforcement, and quality review.		

Outputs:		
Number of Written Responses to Other Licensing Authorities and the Public	2,205	2,315
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: INDIRECT ADMINISTRATION	$ 678,824	$ 678,805
Grand Total, BOARD OF PUBLIC ACCOUNTANCY	$ 2,928,488	$ 2,968,204
Method of Financing:		
General Revenue Fund - Consolidated	$ 2,878,488	$ 2,918,204
Appropriated Receipts	50,000	50,000
Total, Method of Financing	$ 2,928,488	$ 2,968,204
Number of Positions (FTE)	43.0	43.0
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 2	$53,834	$53,834
Per Diem of Board Members	16,000	16,000

1. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines, and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

2. **Appropriation for Major Cases.** Of amounts appropriated in Strategy B.1.1., Enforcement, $200,000 is available each year of the biennium to be used only for the payment of services rendered by the Texas Attorney General's Office, for legal counsel, for expert witness fees, for other reasonable and necessary expenditures, and for expenditures of the Texas State Board of Public Accountancy, incurred in connection with the prosecution of "major cases" now pending before the Board or anticipated in the future. "Major cases" involve public accounting firms implicated in the audits of savings and loan organizations, financial institutions, insurance companies, and other cases of a major nature.

3. **Purchase of Examinations.** The amount appropriated above in Strategy A.1.2., Examination, shall be expended solely for the purpose of purchasing and grading of the Uniform CPA Examination from the American Institute of Certified Public Accountants.

4. **Transfer Authority.** Any item of appropriation for the Board of Public Accountancy, with the exception of appropriations for the purchase and grading of examinations and appropriations for the enforcement of major cases, not to exceed twenty-five (25) percent of such item, may be transferred between strategies.

5. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S., Article 6252-33, reimbursement of expenses for advisory committee members, out of funds appropriated above, is limited to the following committees:

Behavioral Enforcement
Continuing Professional Education
Licensing
Major Case Enforcement
Peer Assistance Oversight
Quality Review
Qualifications
Committee on Board Rule Changes
Technical Standards Review

STATE OFFICE OF ADMINISTRATIVE HEARINGS

	For the Years Ending August 31, 1996	August 31, 1997
Out of Interagency Contracts:		
A. Goal: ADMINISTRATIVE HEARINGS To provide Texas state agencies and citizens a fair and efficient administrative hearings process.		
Outcomes:		
Percentage of Hearings Scheduled Within 5 Working Days of the Date Requested for Hearing	95%	95%
Percentage of Participants Surveyed Expressing Satisfaction With the Overall Process	85%	85%
Percent of SOAH Orders Affirmed on Appeal	90%	90%
Percent of SOAH Orders Appealed	20%	20%
A.1.1. Strategy: DOCKET MANAGEMENT Provide timely review and processing of all requests; monitor workloads of Administrative Law Judges (ALJs); and provide client agencies with timely statements of services provided	$ 121,661	$ 114,302
Outputs:		
Number of Hearings Set	2,500	2,500
Efficiencies:		
Average Number of Days From Date of Request to Assignment to an ALJ	3	3
A.2.1. Strategy: HEARINGS Conduct hearings and prepare proposals for decision (PFDs) and proposed orders.	$ 983,299	$ 960,587
Outputs:		
Number of Hearings and Prehearings Held	670	670

Efficiencies:		
Hourly Billing Rate	70	70
A.3.1. Strategy: ADMINISTRATIVE LICENSE REVOCATION	$ 2,340,246	$ 2,306,531
Conduct hearings and prepare orders		
Outputs:		
Number of ALR Hearings Held	37,500	37,500
Efficiencies:		
Average Cost per ALR Hearing	66.67	66.67
Explanatory:		
Average Annual Caseload per ALJ	1,136	1,136
Total, Goal A: ADMINISTRATIVE HEARINGS	$ 3,445,206	$ 3,381,420
Grand Total, STATE OFFICE OF ADMINISTRATIVE HEARINGS	$ 3,445,206	$ 3,381,420
Number of Positions (FTE)	68.5	68.5
Schedule of Exempt Positions		
Chief Administrative Law Judge, Group 3	$79,568	$79,568

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease Payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of Interagency Contracts:		
a. Acquisition of Information Resource Technologies		
(1) Purchase of Computers	$ 66,785	$ U.B.
(2) Local Area Network	$ 75,000	$ U.B.
Total, Capital Budget	$ 141,785	$ U.B.

2. **Interagency Contracts.** In executing interagency contracts with state agencies under the jurisdiction of the State Office of Administrative Hearings, the State Office of Administrative Hearings shall establish procedures which will allow agencies to establish a limitation on the aggregate billable amount for a fiscal year.

BOARD OF ARCHITECTURAL EXAMINERS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: REGISTRATION STANDARDS To establish and implement quality standards of professional education, internship, and examination for the registration of architects, landscape architects, and interior designers.		
Outcomes:		
Percent of Licensees with No Recent Violations	97%	98%
A.1.1. Strategy: REGISTRATION & RENEWAL Operate an efficient and comprehensive registration system, including initial registration by examination and reciprocity, and the continuing renewal of current registration.	$ 737,640	$ 667,178
Outputs:		
Number of New Licenses Issued to Individuals	517	537
Number of Licenses Renewed (Individuals)	19,320	20,636
Efficiencies:		
Average Licensing Cost per Individual License Issued	19.66	19.19
Explanatory:		
Average Time for Individual License Issuance (Days)	6	6
Average Time for Individual License Renewal (Days)	6	6
Pass Rate (%)	53.5%	53.5%
A.1.2. Strategy: PURCHASE/GRADE NAT'L EXAM Purchase and grade national examinations. Estimated and non-transferable	$ 363,821	$ 362,177
Outputs:		
Individuals Examined	1,581	1,644
Total, Goal A: REGISTRATION STANDARDS	$ 1,101,461	$ 1,029,355
B. Goal: EDUCAT'N & ENFORCEMENT To establish and implement an education/enforcement program to promote compliance with laws and rules; and to swiftly and assertively enforce all laws and rules relating to the practice of the profession of architecture, landscape architecture, and interior design to ensure that the public's health, safety, and property is protected from the irresponsible practice of these professions.		
Outcomes:		
Percent of Registrants Contacted	100%	100%
Percent of Complaints Resulting in Disciplinary Action	95%	99%
Recidivism Rate for Those Receiving Disciplinary Action	.9%	.8%
Percent of Documented Complaints Resolved Within Six Months	93%	95%

B.1.1. Strategy: PUBLIC INFORMATION	$ 60,847	$ 42,154
Provide regular information to building officials of Texas municipalities; professional registrants; and schools of architecture, landscape architecture, and interior design through mailings and representations.		
Outputs:		
Number of Information Bulletins Issued	2	2
Efficiencies:		
Average Cost per Issue of the Information Bulletin	7,931	7,931
B.2.1. Strategy: ENFORCEMENT	$ 156,627	$ 119,518
Promptly act and proactively enforce all laws regulated by the Board of Architectural Examiners.		
Outputs:		
Complaints Resolved	231	243
Efficiencies:		
Average Time for Complaint Resolution	57	57
Average Cost per Investigation	248	248
Explanatory:		
Jurisdictional Complaints Received	248	256
Total, Goal B: EDUCAT'N & ENFORCEMENT	$ 217,474	$ 161,672
Grand Total, BOARD OF ARCHITECTURAL EXAMINERS	$ 1,318,935	$ 1,191,027
Number of Positions (FTE)	15.0	15.0
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 2	$53,469	$53,469
Per Diem of Board Members	3,840	3,840

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund - Consolidated:		
a. Acquisition of Information Resource Technologies		
(1) Personal Computers and Related Software	$ 52,420	$ 0
Total, Capital Budget	$ 52,420	$ 0

2. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines, and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

3. **Fee Rates.** To provide for the recovery of costs for the preceding appropriations, the following fee rates are established pursuant to V.T.C.A., Government Code Chapter 316, Sections 316.041-316.045, to be effective during fiscal years 1996-97, beginning September 1, 1995 and September 1, 1996.

	1996		1997	
(1) NCARB Examination Fee	NTE	$525	NTE	$525
(2) LARE Examination Fee	NTE	$540	NTE	$540
(3) NCIDQ Examination Fee	NTE	$470	NTE	$470

4. **Fee Rates.** Any fee rates established or modified by the Board of Architectural Examiners during the 1996-97 biennium, other than those identified in this act, shall be at the discretion of the Board as authorized by statute.

5. **Contingent Revenue.** Out of the appropriations above, the amount of $548,639 is contingent upon the Board of Architectural Examiners assessing fees sufficient to generate, during the 1996-97 biennium, $577,454 in excess of the estimate for the Architectural Exam Fund (Account No. 109) contained in the *Biennial Revenue Estimate* 1996-97, Comptroller of Public Accounts, January 10, 1995. The Board of Architectural Examiners, upon completion of necessary actions to assess or increase such additional fees, shall furnish copies of the Board of Architectural Examiners minutes and other information supporting the estimated revenues to be generated for the 1996-97 biennium under the revised fee structure to the Comptroller of Public Accounts. If the Comptroller finds the information sufficient to support the projection of increased revenues, a finding of fact to that effect shall be issued and the contingent appropriation shall be made available for the intended purposes.

BOARD OF BARBER EXAMINERS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: EXAMINE AND LICENSE To protect the consumer by ensuring that applicants for licensure receive a prescribed course of study from qualified instructors and that all licensees are informed of changes in the laws and rules governing barbering. To examine and license all qualified individuals.		
Outcomes:		
Percent of Licensees with no Recent Violations	98%	98%
Number of Licensed Individuals Per 10,000 Population	11.3%	11.67%
A.1.1. Strategy: LICENSING Examine and license barbers, specialists, and teachers in Texas	$ 168,529	$ 168,529
Outputs:		
Number of New Licenses Issued to Individuals	780	840
Number of Licenses Renewed (Individuals)	5,280	5,340
Individuals Examined	936	960
Efficiencies:		
Average Licensing Cost per Individual License Issued	11.14	12.48
Average Cost per Exam Administered	27.36	27.36
Explanatory:		
Total Number of Individuals Licensed	19,662	20,312
Total Number of Business Facilities Licensed	9,616	10,529
B. Goal: ENFORCEMENT To provide timely inspections of barber shops and barber schools; to enforce effectively the rules and regulations set forth and ensure the compliance of barber laws and regulations by the barber shops, specialty shops, schools and individual licensees. Additionally, to resolve complaints and violations on a timely basis for the protection of the consumer.		
Outcomes:		
Recidivism Rate for Those Receiving Disciplinary Action	1%	1%
Percent of Complaints Resolved Resulting in Disciplinary Action	75%	75%
B.1.1. Strategy: INVESTIGATIONS Operate a system of enforcement which includes investigating and resolving complaints and positioning of inspectors in each of the state's enforcement areas.	$ 353,779	$ 353,779
Outputs:		
Investigations Conducted	410	410
Complaints Resolved	435	435
Efficiencies:		
Average Cost per Complaint Resolved	29.93	29.93

BOARD OF BARBER EXAMINERS
(Continued)

Explanatory:		
Non-jurisdictional Complaints Received	25	25
Jurisdictional Complaints Received	455	455
Grand Total, BOARD OF BARBER EXAMINERS	$ 522,308	$ 522,308
Number of Positions (FTE)	15.0	15.0
Schedule of Exempt Positions		
Executive Director, Group 1	$38,988	$38,988

1. **Inspector Qualifications.** It is the intent of the Legislature that one Inspector position shall be filled by an employee possessing the ability to speak, write, and read both Spanish and English, in addition to the usual qualifications required for inspectors.

2. **Board Per Diem.** No funds are included in the above appropriations for the purpose of paying board members travel or per diem for field investigations.

3. **Inspections and Enforcement.** It is the intent of the Legislature that none of the funds appropriated for inspections be expended unless an interagency contract has been signed by the Board of Barber Examiners and the Cosmetology Commission for the purpose of implementing a statewide crossover inspection and enforcement program during the 1996-97 biennium. A copy of the signed contract shall be sent to the Legislative Budget Board, the Governor's Office of Budget and Planning, the Senate Finance Committee, and the House Appropriations Committee.

4. **Fee Rates.** The amounts appropriated above may be expended only if the barber certificate renewal fee is no less than $70 per renewal period.

5. **Appropriations Limited to Revenue Collection.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

BOARD OF CHIROPRACTIC EXAMINERS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: ENSURE PUBLIC PROTECTION To pursue the avenues of examination, licensure, and enforcement to insure that only qualified individuals are licensed as Doctors of Chiropractic, and that they are abiding by the laws and rules governing chiropractic in Texas; to guarantee that the public is protected from incompetent services, fraud, and misrepresentation.		
Outcomes:		
Percent of Licensees With No Recent Violations	97.6%	98.7%
Percent of Complaints Resolved Resulting in Disciplinary Action	18%	18%
A.1.1. Strategy: LICENSING Operate an efficient, cost-effective, and comprehensive chiropractic certification and licensure system.	$ 159,348	$ 159,348
Outputs:		
Individuals Examined	324	350
Number of New Licenses Issued to Individuals	289	317
Number of Licenses Renewed	3,560	3,869
Efficiencies:		
Average Licensing Cost per Individual License Issued	34	36
A.2.1. Strategy: ENFORCEMENT Operate a system of enforcement which includes investigating and resolving complaints.	$ 137,254	$ 137,254
Outputs:		
Complaints Resolved	212	229
Efficiencies:		
Average Cost per Complaint Resolved	303	315
Explanatory:		
Jurisdictional Complaints Received	171	185
Non-jurisdictional Complaints Received	57	61
Total, Goal A: ENSURE PUBLIC PROTECTION	$ 296,602	$ 296,602
Grand Total, BOARD OF CHIROPRACTIC EXAMINERS	$ 296,602	$ 296,602
Number of Positions (FTE)	6.0	6.0
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 1	$39,140	$39,140
Per Diem of Board Members	4,050	4,050

BOARD OF CHIROPRACTIC EXAMINERS
(Continued)

1. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

2. **Transfer for Health Professions Council.** Out of funds appropriated above in Strategy A.1.1. Licensing, an amount equal to $1,579 each year (1996 and 1997) shall be used for transfer to, and expenditure by, the Health Professions Council as the pro rated assessment of the Board of Chiropractic Examiners.

3. **Contingent Revenue.** Out of appropriations in Strategy A.1.1. Licensing, the amount of $42,696 is contingent upon the Texas Board of Chiropractic Examiners assessing fees sufficient to generate, during the 1996-97 biennium, $55,770 in excess of the estimate for revenue from the Chiropractic Examiner Fund Account (Account 140, Object Code 3562) contained in the *Biennial Revenue Estimate* 1996-97, Comptroller of Public Accounts, January 10, 1995. The Texas Board of Chiropractic Examiners, upon completion of necessary actions to assess or increase such additional fees, shall furnish copies of Texas Board of Chiropractic Examiners' minutes and other information supporting the estimated revenues to be generated for the 1996-97 biennium under the revised fee structure to the Comptroller of Public Accounts. If the Comptroller finds the information sufficient to support the projection of increased revenues, a finding of fact to that effect shall be issued and the contingent appropriation shall be made available for the intended purposes.

COSMETOLOGY COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: LICENSING & ENFORCEMENT To protect the public by licensing the cosmetology profession, establishing standards for professional practice, and ensuring swift, fair, and effective enforcement of the statute so that consumers are protected from incompetent services, fraud, and misrepresentation.		
Outcomes:		
Percent of Licensees with no Recent Violations	75%	75%
Recidivism Rate for those Receiving Disciplinary Action	.5%	.5%
Percent of Licensees Aware of Substantive Professional Information Associated With the Agency	75%	75%
A.1.1. Strategy: LICENSING Examine applicants and issue individual and establishment licenses.	$ 525,744	$ 525,744
Outputs:		
Number of New Licenses Issued to Individuals	35,000	35,200
Number of Licenses Renewed (Individuals)	58,000	58,500
Individuals Examined	13,000	13,500

Efficiencies:		
Average Licensing Cost per Individual License Issued	3.72	3.72
Average Cost per Exam Administered	15	15
Explanatory:		
Total Number of Individuals Licensed	200,000	200,000
Total Number of Business Facilities Licensed	22,000	22,000
A.2.1. Strategy: ENFORCEMENT	$ 719,782	$ 719,782
Enforce laws and rules by conducting inspections and investigations and, upon review of complaints, recommending disciplinary or other action to be taken.		
Outputs:		
Complaints Resolved	950	950
Investigations Conducted	3,000	3,000
Efficiencies:		
Average Cost per Complaint Resolved	21	21
Explanatory:		
Non-jurisdictional Complaints Received	600	600
Jurisdictional Complaints Received	800	800
A.3.1. Strategy: PUBLIC INFORMATION	$ 189,156	$ 189,156
To distribute information to the general public and the cosmetology community.		
Outputs:		
Number of Establishments Receiving Information	20,000	25,000
Total, Goal A: LICENSING & ENFORCEMENT	$ 1,434,682	$ 1,434,682
Grand Total, COSMETOLOGY COMMISSION	$ 1,434,682	$ 1,434,682
Method of Financing:		
General Revenue Fund	$ 1,354,682	$ 1,354,682
Appropriated Receipts	80,000	80,000
Total, Method of Financing	$ 1,434,682	$ 1,434,682
Number of Positions (FTE)	41.0	41.0
Schedule of Exempt Positions and Per Diem of Commission Members		
Executive Director, Group 1	$44,558	$44,558
Per Diem of Commission Members	4,000	4,000

1. **Reimbursement of Travel Expense.** None of the funds appropriated hereinabove may be expended to reimburse the travel expense of any member or director of such commission for out-of-state travel in excess of two out-of-state trips per year each.

2. **Per Diem Limitations.** Out of the appropriations above for per diem and travel, no one commissioner may expend for travel expenses during any fiscal year more than twenty-eight hundred dollars ($2,800). The Cosmetology Commission is authorized to pay travel expenses for ex-officio members of the Commission.

3. **Inspections and Enforcement.** It is the intent of the Legislature that none of the funds appropriated for inspections be expended unless an interagency contract has been signed by the Board of Barber Examiners and the Cosmetology Commission for the purpose of implementing a statewide crossover inspection and enforcement program during the 1996-97 biennium. A copy of the signed contract shall be sent to the Legislative Budget Board, the Governor's Office of Budget and Planning, the Senate Finance Committee, and the House Appropriations Committee.

4. **Appropriations Limited to Revenue Collection.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

5. **Contingent Revenue.** Out of appropriations in Strategy A.2.1. Enforcement, the amount of $87,652 is contingent upon the Cosmetology Commission assessing fees sufficient to generate, during the 1996-97 biennium, $109,932 in excess of the estimate for the Cosmetology Commission, (Account 001, Object Code 3175) contained in the *Biennial Revenue Estimate* 1996-97, Comptroller of Public Accounts, January 10, 1995. The Cosmetology Commission, upon completion of necessary actions to assess or increase such additional fees, shall furnish copies of Commission minutes and other information supporting the estimated revenues to be generated for the 1996-97 biennium under the revised fee structure to the Comptroller of Public Accounts. If the Comptroller finds the information sufficient to support the projection of increased revenues, a finding of fact to that effect shall be issued and the contingent appropriation shall be made available for the intended purposes.

CREDIT UNION DEPARTMENT

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: EFFECTIVE REGULATION To effectively regulate all credit unions promulgating reasonable rules fostering the security of the membership's savings and deposits, and building the public's confidence in the credit union system.		
Outcomes:		
Percentage of Rule Changes Provided to Credit Unions Within 60 Days After Adoption	100%	100%
Percentage of Complaints Investigated and Responded to Within 30 Days of Receipt	98%	98%
Percentage of Credit Unions Initiating Community Development Activities or Services to Low Income or Underserved Populations.	5%	5%

A.1.1. Strategy: REGULATION Conduct quarterly and special meetings of the commission. Evaluate the Texas Credit Union Act and promulgate those rules necessary to implement the Act. Evaluate the business and financial practices of the credit union industry.	$ 53,528	$ 53,528
A.2.1. Strategy: MONITORING & SUPERVISION Effectively monitor and supervise credit unions doing and/or wishing to do business in the State of Texas.	$ 123,760	$ 95,314
Outputs:		
Number of Charter Applications Processed	3	3
Number of Foreign Branch Office Applications Processed	1	1
Number of Charter Conversions, Mergers or Liquidations, and Cancellations Processed	4	4
Number of Complaints Processed	30	30
Number of On-site Contacts for Examination or Supervision of Community Development/Special Needs Credit Unions	12	12
Efficiencies:		
Average Cost per Complaint Processed	50	50
A.3.1. Strategy: DIRECTED MEDIATION & ADJUDICATION Provide for directed mediation of possible contested cases.	$ 15,876	$ 15,877
Outputs:		
Number of Contested Cases Referred to State Office of Administrative Hearings	2	2
Efficiencies:		
Average Total Cost per Administrative Hearing	4,100	4,100
Total, Goal A: EFFECTIVE REGULATION	$ 193,164	$ 164,719
B. Goal: EFFECTIVE SUPERVISION To administer impartial, dynamic, and effective supervision of credit unions for the protection of the interests, shares, and deposits of the credit unions and their members.		
B.1.1. Strategy: COMPREHENSIVE EXAMINATION Perform cost-effective comprehensive annual examinations on all credit unions with remedial/ follow-up contacts as necessary.	$ 1,075,876	$ 1,081,856
Outputs:		
Number of Regular Examinations Performed	273	252
Number of Other Enforcement Actions Issued	4	4
Number of Reconciliation/Mediation Meetings Held	10	10
Grand Total, CREDIT UNION DEPARTMENT	$ 1,269,040	$ 1,246,575
Number of Positions (FTE)	26.0	26.0
Schedule of Exempt Positions and Per Diem of Commission Members		
Commissioner, Group 3	$80,661	$80,661
Per Diem of Commission Members	540	540

CREDIT UNION DEPARTMENT
(Continued)

1. **Appropriation: Proceeding Receipts.** There is hereby appropriated to the Credit Union Department all monies received as incidental or necessary to the implementation of Supervision or Conservatorship Proceedings authorized under Article 2461-1, Section 10.01, Texas Credit Union Act of 1975, as amended. Such monies may be expended by the department to pay costs incidental to such proceedings, including, but not limited to, the salary and per diem expenses of the appointed supervisor or conservator.

2. **Appropriation: Educational Receipts.** There is hereby appropriated to the Credit Union Department all monies received as incidental or necessary to attending graduate schools of banking, seminars, conferences or any other training or educational activity considered by the commissioner to be to the benefit of the department. The Texas Credit Union Department is also authorized to accept funds for reimbursement from the National Credit Union Share Insurance Fund, or any other insurer, for costs incidental or necessary to examination and supervision of credit unions.

3. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

BOARD OF DENTAL EXAMINERS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: QUALITY DENTAL CARE		
To ensure quality dental care for the people of Texas		
Outcomes:		
Percent of Complaints Resulting in Disciplinary Action	15%	15%
Percent of Licensees With No Recent Violations	98%	98%
Percent of Individuals Passing Examination for the First Time	75%	75%
Success Rate for Participants in Peer Assistance Program	67%	67%
A.1.1. Strategy: COMPLAINT RESOLUTION	$ 581,165	$ 581,165
Conduct enforcement and compliance functions including: investigating all complaints; prosecuting those complaints through informal or formal disciplinary means; pursuing compliance with disciplinary actions and conditions; and, interacting with the public and profession on matters of law and rules.		
Outputs:		
Complaints Resolved	600	600

Efficiencies:		
Average Cost per Complaint Resolved	325	325
Explanatory:		
Non-Jurisdictional Complaints Received	30	30
Jurisdictional Complaints Received	570	570
A.2.1. Strategy: LICENSURE & REGISTRATION	$ 232,390	$ 225,770
Operate an efficient licensure and registration system for dentists and certain other dental health care workers.		
Outputs:		
Total Number of New Licenses Issued to Individuals	1,000	1,000
Number of Licenses Renewed	19,313	20,223
Efficiencies:		
Average Licensing Cost for Individual License	7.5	7.5
A.3.1. Strategy: EXAMINATIONS	$ 200,756	$ 192,756
Operate a comprehensive and efficient system of administering and evaluating dental and dental hygiene examinations.		
Outputs:		
Individuals Examined	800	800
Efficiencies:		
Average Cost per Exam Administered	300	300
A.4.1. Strategy: PEER ASSISTANCE	$ 133,600	$ 133,600
Outputs:		
People Served	75	75
People Expected to Successfully Complete Program	45	45
Total, Goal A: QUALITY DENTAL CARE	$ 1,147,911	$ 1,133,291
Grand Total, BOARD OF DENTAL EXAMINERS	$ 1,147,911	$ 1,133,291
Number of Positions (FTE)	23.0	23.0
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 2	$54,770	$54,770
Per Diem of Board Members	21,840	21,840

1. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including any other direct operating costs and employee matching costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

2. **Transfer for Health Professions Council.** Funds appropriated above in Strategy A.1.1. Complaint Resolution, an amount equal to $4,809 each year (1996 and 1997) shall be used for transfer to, and expenditure by, the Health Professions Council as the pro rated assessment of the Board of Dental Examiners.

3. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S. Article 6252-33, reimbursement of expenses for advisory committee members, out of funds appropriated above, is limited to the following advisory committees:

   a. Dental Hygiene Advisory Committee
   b. Dental Laboratory Certification Council

BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: COMPETENT LICENSEES To assure that engineering in Texas is practiced only by qualified and competent Texas licensees.		
A.1.1. Strategy: REGISTRATION & EVALUATION Provide registration assistance, review and evaluate all applications for registration, administer examinations, and register those found to be qualified.	$ 597,374	$ 595,874
Outputs:		
Number of New Licenses Issued to Individuals	1,250	1,400
Efficiencies:		
Average Licensing Cost per Individual License Issued	22	24
Average Cost per Exam Administered	25	25
Explanatory:		
Total Number of Individuals Licensed	48,000	48,000
A.1.2. Strategy: PURCHASE/GRADE EXAMS Purchase and grade the engineering examinations provided by the National Council of Examiners for Engineering and Surveying (NCEES) required for registration. Estimated and non-transferable	$ 180,150	$ 180,150
Outputs:		
Individuals Examined	5,425	5,425
A.1.3. Strategy: REGISTRY SERVICES Maintain an up-to-date registry and provide timely information to registrants regarding the law and board rules.	$ 270,643	$ 360,643
Explanatory:		
Average Time for Individual License Renewal (Days)	3	3
Total, Goal A: COMPETENT LICENSEES	$ 1,048,167	$ 1,136,667

BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS
(Continued)

B. Goal: ENFORCE ENGINEERING ACT To ensure swift, fair, and effective enforcement of the Texas Engineering Practice Act to protect the health, safety, and welfare of the people of Texas.		
Outcomes:		
Percent of Complaints Resulting in Disciplinary Action	8%	8%
Percent of Documented Complaints Resolved Within Six Months	40%	40%
B.1.1. Strategy: ENFORCEMENT Investigate and reach final resolution of reported violations of the Texas Engineering Practice Act.	$ 237,608	$ 237,608
Outputs:		
Complaints Resolved	140	140
Efficiencies:		
Average Time for Complaint Resolution (Days)	75	75
Average Cost per Complaint Investigation	218	218
Explanatory:		
Jurisdictional Complaints Received	200	200
Grand Total, BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS	$ 1,285,775	$ 1,374,275
Number of Positions (FTE)	23.5	23.5
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 2	$60,516	$60,516
Per Diem of Board Members	6,500	6,500

1. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

2. **Continuing Education.** Funds for the Continuing Education program shall be used solely for the purpose of developing and administering the program. Any costs associated with registration or participation in continuing education activities shall be borne by individual registrants or their employer.

3. **Contingent Revenue.** Out of appropriations in Strategy A.1.1., Registration & Evaluation, the amount of $93,764 is contingent upon the Board of Registration for Professional Engineers assessing fees sufficient to generate, during the 1996-97 biennium, $111,909 in excess of the estimate for the Professional Engineers Fund (Account 056, Object Code 3175, Professional Fees) contained in the *Biennial Revenue Estimate* 1996-97, Comptroller of Public Accounts, January 10, 1995. The Board of Registration for Professional Engineers, upon completion of necessary actions to assess or increase such additional fees, shall furnish copies of the Board of Registration for Professional Engineers minutes and other information supporting the estimated revenues to be generated for the 1996-97 biennium under the revised fee structure to the Comptroller of Public Accounts. If the Comptroller finds the information

sufficient to support the projection of increased revenues, a finding of fact to that effect shall be issued and the contingent appropriation shall be made available for the intended purposes.

4. **Contingency Appropriation for Senate Bill 784.** Contingent upon the enactment of Senate Bill 784, or similar legislation relating to administrative penalties for practicing engineers by the Seventy-fourth Legislature, Regular Session, the Board of Registration for Professional Engineers is hereby appropriated $22,000 for fiscal year 1996 and $22,000 for fiscal year 1997 out of General Revenue Fund - Consolidated, Account No. 056, for the purpose of implementing that Act. The Board of Registration for Professional Engineers is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

FINANCE COMMISSION OF TEXAS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: INSURE SAFETY & SOUNDNESS To insure that the regulated financial institutions operate in a safe and sound manner and comply with all applicable state laws.		
A.1.1. Strategy: DEPARTMENTAL OVERSIGHT Provide oversight of departmental operations	$ 9,895	$ 9,895
Outputs:		
Number of Meetings Convened	6	6
Grand Total, FINANCE COMMISSION OF TEXAS	$ 9,895	$ 9,895
Schedule of Exempt Positions and Per Diem of Commission Members		
Per Diem of Commission Members	$2,160	$2,160

DEPARTMENT OF BANKING

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: EFFECTIVE REGULATION To ensure timely, fair, and effective supervision and regulation of the financial institutions and other licensees under our jurisdiction in order to promote a stable banking and financial environment and provide the public with convenient, safe, and competitive financial services.		
Outcomes:		
Percentage of Banks Receiving Annual Examinations	95%	95%
Percentage of Trust Companies Receiving Annual Examinations	92%	92%
Percentage of Currency Exchange Licensees Examined Annually	80%	80%
Percentage of Prepaid Funeral Contract Licensees Examined Annually	95%	95%
Percentage of Applications Processed Within Statutory Time Periods	90%	85%
A.1.1. Strategy: BANK EXAMINATION Conduct annual commercial bank, trust company and foreign bank agency examinations, in conjunction with federal regulatory entities when appropriate. Organize a commercial bank division management task force to facilitate the successful completion of the accreditation process. Pursue pending litigation related to close institutions and file trust asset status reports with the appropriate courts and all claimants for failed trust companies.	$ 7,225,002	$ 6,362,044
Outputs:		
Number of Commercial Bank Examinations Performed	280	275
Number of Trust Company, Trust Department, and EDP Examinations Performed.	250	250
Efficiencies:		
Average Cost Per Bank Examination	20,115	20,113
A.2.1. Strategy: NON-BANK EXAMINATION Perform examinations based on examination priorities in coordination with state and federal regulatory and law enforcement agencies; monitor examination schedules and results to ensure exams are being performed within examination priority parameters; develop a formal rating system to identify risk factors; and coordinate with Legal Division to issue appropriate enforcement actions.	$ 1,056,359	$ 886,135
Outputs:		
Number of Licensees Examined	880	880
Efficiencies:		
Average Direct Cost per Prepaid Funeral Contract Licensee Examination	860	885

A.3.1. Strategy: INDUSTRY ANALYSIS	$ 307,883	$ 270,388
Create an industry analysis/examination research and development team to develop an early warning system; identify and test new examination and off-site monitoring procedures which will increase efficiency; improve examination quality, or enhance early problem detection; and research and report on new regulatory responses to changing economic conditions and industry changes.		
Efficiencies:		
Increase in productivity (examiner days saved) directly resulting from new procedures developed	3%	3%
Number of leading indicators identified	4	4
A.4.1. Strategy: APPLICATION PROCESSING	$ 354,815	$ 354,815
Enhance current systems through the automation of applications and request processing by the efficient utilization of computer and other technologies; development of a Corporate Applications Filing and Procedures Guide; process applications and information requests in a timely manner.		
Outputs:		
Number of Applications Processed	375	425
Total, Goal A: EFFECTIVE REGULATION	$ 8,944,059	$ 7,873,382
B. Goal: INDIRECT ADMINISTRATION		
B.1.1. Strategy: INDIRECT ADMINISTRATION	$ 1,924,061	$ 1,994,738
Grand Total, DEPARTMENT OF BANKING	$ 10,868,120	$ 9,868,120
Method of Financing:		
General Revenue Fund - Consolidated	$ 10,681,267	$ 9,676,363
Federal Funds	186,853	191,757
Total, Method of Financing	$ 10,868,120	$ 9,868,120
Number of Positions (FTE)	194.5	194.5
Schedule of Exempt Positions		
Commissioner, Group 4	$97,072	$97,072

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund - Consolidated:		
a. Repairs or Rehabilitation of Buildings and Facilities		
(1) Structural Repairs to the Finance Commission Building	$ 1,000,000	$ U.B.
b. Acquisition of Information Resource Technologies		
(1) Purchase Computer Equipment	$ 141,270	$ 45,310
Total, Capital Budget	$ 1,141,270	$ 45,310

2. **Appropriation of Receipts.** There is hereby appropriated to the Department of Banking all monies received as incidental or necessary to the implementation of Supervision or Conservatorship Proceedings authorized under Article 1, Chapter 8, Texas Banking Code. Such monies may be expended by the department to pay costs incidental to such proceedings, including, but not limited to, the salary and per diem expenses of the appointed supervisor or conservator.

3. **Contingency Appropriation: State Regulatory Response.**

   a. Contingent upon a finding of fact by the Finance Commission that the number of exams required for the state-chartered commercial banking industry under the jurisdiction of the Department of Banking, determined either as a function of assets, number of institutions, or relative proportion of problem banks or problem bank assets in the state system, increases to a point where additional appropriations are required to maintain adequate regulation of the industry, the Department of Banking is hereby appropriated out of the General Revenue Fund-Consolidated an amount not to exceed $1,899,398 for fiscal year 1996 and $1,849,651 for fiscal year 1997.

   b. Contingent upon a reduction of federal regulatory resources applied to the Texas state-chartered commercial banking industry, determined as a function of assets, the Department of Banking is hereby appropriated out of the General Revenue Fund-Consolidated an amount not to exceed $3,273,180 for fiscal year 1996 and $3,198,380 for fiscal year 1997.

   c. None of the funds appropriated in items 3(a) or 3(b) above may be expended by the Department of Banking unless the Finance Commission files a finding of fact with the Governor's Office of Budget and Planning and the Legislative Budget Board and neither the Governor's Office of Budget and Planning nor the Legislative Budget Board issues a written disapproval within 30 days of the receipt of the finding of fact.

   d. The appropriations in items 3(a) and 3(b) are also contingent upon the Department of Banking generating sufficient additional fee revenues to cover these contingency appropriations and providing such information as may be deemed necessary by the Comptroller of Public Accounts to issue a finding of fact that the increased revenues will be available to fund the increased appropriation. These increased revenues must be above the current amounts estimated to be collected as listed in the *Biennial Revenue Estimate 1996-97 Biennium,* Comptroller of Public Accounts, January 10, 1995.

4. **Appropriation of Federal Funds.** The Department of Banking is hereby authorized to receive from the federal government any grants that may be allocated to the Department for the purpose of participation in the High Intensity Drug Trafficking Area (HIDTA) program or any other program related to the administration or enforcement of the Currency Exchange Act (Article 350, Vernon's Texas Civil Statutes). Any such funds so allocated or granted to the Department of Banking are hereby appropriated to the Department for the purposes specified in the grant.

5. **Subject to Article 342-201 Salary Provisions.** With respect to the funds appropriated herein, the Finance Commission, subject to the limits provided by Article 342-201 of the Texas Banking Code, or successor provisions of the Texas Banking Code, shall determine the number of employees of the Banking Department in exempt positions and the salaries of those employees. The Banking Department may use funds appropriated to pay the salaries determined by the Finance Commission of Texas.

6. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines, and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

7. **Transfer Authority.** Notwithstanding any other provision in this Act, the Department of Banking is hereby authorized to transfer appropriations contained in this Act from one appropriation item to another appropriation item in amounts not to exceed 35 percent for the fiscal year, at the discretion of the Department of Banking's chief administrative officer.

8. **Contingency Appropriation: Structural Repairs.** Out of the funds appropriated above, the amount of $1,000,000 for structural repairs to the Finance Commission Building is contingent upon the Texas Department of Banking assessing fees sufficient to generate, during the 1996-97 biennium, $1,000,000 in excess of the estimate for General Revenue-Consolidated Banking Department Expense Fund (Account No. 508, Object Code 3172, Financial Institution Regulation Fees and Object Code 3175, Professional Fees) contained in the *Biennial Revenue Estimate* 1996-97 biennium, Comptroller of Public Accounts, January 10, 1995. The Texas Department of Banking, upon completion of necessary actions to assess or increase such additional fees, shall furnish copies of the Finance Commission minutes and other information supporting the estimated revenues to be generated for the 1996-97 biennium under the revised fee structure to the Comptroller of Public Accounts. If the Comptroller finds the information sufficient to support the projection of increased revenues, a finding of fact to that effect shall be issued and the contingent appropriation shall be made available for the intended purposes.

OFFICE OF CONSUMER CREDIT COMMISSIONER

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: EFFECTIVE ENFORCEMENT To ensure prompt, fair, and effective enforcement of appropriate state and federal statutes and regulations so that consumers are protected from abusive and deceptive practices, fraud, and misrepresentation.		
Outcomes:		
Percent of Complaints Resolved Within Seven Days	99%	99%
A.1.1. Strategy: COMPLAINT RESOLUTION Resolve consumer complaints expeditiously and identify problem creditors and industry practices, and advise creditors and industry through information bulletins as a preventive measure.	$ 187,568	$ 173,854
Outputs:		
Number of Complaints Processed	8,500	8,500
Number of Field Investigations Initiated	90	90
B. Goal: CONSUMER PROTECTION To provide a quality program of consumer protection and licensure that ensures high standards for licensed credit providers and efficiently serves the market demand for fair but competitive consumer credit.		
Outcomes:		
Monies Returned to Consumers From Licensed Lenders	340,500	353,000
B.1.1. Strategy: EXAMINATION & ENFORCEMENT Examine regulated lenders and pawnshops to determine the level of compliance with appropriate statutes and regulations and initiate administrative enforcement action against licensees who commit serious violations.	$ 756,049	$ 676,769
Outputs:		
Number of Examinations of Regulated Lenders Performed	846	916
Number of Examinations of Pawnshops Performed	794	839
Efficiencies:		
Average Cost per Pawnshop Examination	392	394
Average Cost per Regulated Lender Examination	798	801
Explanatory:		
Number of Lender Self-Examination Procedures Performed	5	5
B.2.1. Strategy: LICENSING INVESTIGATION Investigate and process applications for regulated loan, pawnshop, and pawnshop employee licenses. Continue efforts to identify unregistered creditors and achieve compliance with registration requirements.	$ 263,184	$ 237,990
Outputs:		
Number of Unregistered Creditors Identified	9,870	13,800
Efficiencies:		
Average Cost per Application Processed	133	133

Explanatory:		
Number of Registered Creditors	21,803	25,945
Total, Goal B: CONSUMER PROTECTION	$ 1,019,233	$ 914,759
C. Goal: CREDIT EDUCATION		
To educate consumers and credit providers about their rights, remedies and responsibilities, and to encourage communication and cooperation between the credit industry, the consumer public, and the agency.		
Outcomes:		
Percentage of Texans Reached Through Public Service Announcements, Press Releases, and Distribution of Pamphlets	10%	10%
C.1.1. Strategy: CONSUMER EDUCATION	$ 50,770	$ 45,850
Continue establishment of a formal education program to include public service announcements, press releases, and general information brochures made available through credit grantors and trade organizations.		
Outputs:		
Number of Consumers Receiving In-Person Services	10,000	10,000
Efficiencies:		
Average Cost per Consumer Reached With Credit Information	.03	.03
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: INDIRECT ADMINISTRATION	$ 392,467	$ 393,342
Grand Total, OFFICE OF CONSUMER CREDIT COMMISSIONER	$ 1,650,038	$ 1,527,805
Number of Positions (FTE)	29.5	29.5
Schedule of Exempt Positions		
Commissioner, Group 2	$76,915	$76,915

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund - Consolidated:		
a. Repairs or Rehabilitation of Buildings and Facilities		
(1) Structural Repairs to the Finance Commission Building	$ 123,000	$ U.B.
Total, Capital Budget	$ 123,000	$ U.B.

2. **Appropriation: Criminal Record Check Receipts**. All receipts collected pursuant to V.T.C.S., Article 5069-2.02A are hereby appropriated to the Office of Consumer Credit Commissioner in Strategy B.2.1, Licensing Investigation, and are estimated to be $104,000 each year of the biennium. These funds shall be used for the sole purpose of acquiring criminal record checks from the Department of Public Safety, Federal Bureau of Investigation, or other law enforcement agency.

3. **Subject to Article 5069-2.02 Salary Provisions**. With respect to the funds appropriated herein, the Finance Commission, subject to the limits provided by Article 5069-2.02 of the Texas Credit Code, or successor provisions, shall determine the number of employees of the Office of Consumer Credit Commissioner (OCCC) in exempt positions and the salaries of those employees. The OCCC may use funds appropriated to pay the salaries determined by the Finance Commission of Texas.

4. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

5. **Transfer Authority.** Notwithstanding any other provision in this Act, the Office of Consumer Credit Commissioner is hereby authorized to transfer appropriations contained in this Act from one appropriation item to another appropriation item in amounts not to exceed 35 percent for the fiscal year, at the discretion of the Office of Consumer Credit Commissioner's chief administrative officer.

6. **Contingent Revenue: Structural Repairs.** Out of Appropriations above, the amount of $123,000 is contingent upon the Office of Consumer Credit Commissioner assessing fees sufficient to generate, during the 1996-97 biennium, $123,000 in excess of the estimate for the Consumer Credit Commissioner Expense Fund (Account No. 509, Object Code 3172, Financial Institution Regulation Fees) contained in the *Biennial Revenue Estimate 1996-97*, Comptroller of Public Accounts, January 10, 1995. The Office of Consumer Credit Commissioner, upon completion of necessary actions to assess or increase such additional fees, shall furnish copies of the Finance Commission minutes and other information supporting the estimated revenues to be generated for the 1996-97 biennium under the revised fee structure to the Comptroller of Public Accounts. If the Comptroller finds the information sufficient to support the projection of increased revenues, a finding of fact to that effect shall be issued and the contingent appropriation shall be made available for the intended purposes.

7. **Contingent Revenue.** Out of appropriations above, the amount of $437,535 is contingent upon the Office of Consumer Credit Commissioner assessing fees sufficient to generate, during the 1996-97 biennium, $610,000 in excess of the estimate for the Consumer Credit Commissioner Expense Fund (Account No. 509, Object Code 3172, Financial Institution Regulation Fees) contained in the *Biennial Revenue Estimate* 1996-97, Comptroller of Public Accounts, January 10, 1995. The Office of Consumer Credit Commissioner, upon completion of necessary actions to assess or increase such additional fees, shall furnish copies of the Finance Commission minutes and other information supporting the estimated revenues to be generated for the 1996-97 biennium under the revised fee structure to the Comptroller of Public Accounts. If the Comptroller finds the information sufficient to support the projection of increased revenues, a finding of fact to that effect shall be issued and the contingent appropriation shall be made available for the intended purposes.

SAVINGS AND LOAN DEPARTMENT

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: SAFETY AND SOUNDNESS To aggressively enforce safety and soundness standards in the industry and compliance.		
Outcomes:		
Percent of State-Chartered S&Ls and Savings Banks Receiving Annual Examinations	100%	100%
A.1.1. Strategy: EXAMINATION & SUPERVISION Perform full and limited scope examinations and participate with federal regulators in examinations according to defined schedule; monitor examinations conducted by state and federal regulators; maintain supervisory profile for each S&L and savings bank; maintain database of persons who have been the subject of criminal referrals.	$ 831,965	$ 708,966
Outputs:		
Number of Independent Full Scope Examinations Performed	5	5
Number of Joint Full Scope Examinations Performed	38	38
Efficiencies:		
Average Cost per Examination Performed	20,306	20,306
Explanatory:		
Number of State-Chartered S&Ls and Savings Banks	40	40
Dollar Amount of Assets Under Regulation (in Billions)	25	27
B. Goal: PROTECT DEPOSITORS To aggressively work to resolve supervisory problems in the state-chartered thrift industry in Texas in a manner that is constructive and maintains the interest of depositors and creditors of these institutions as paramount.		
Outcomes:		

Percent of Problem S&Ls and Savings Banks	5%	3%
B.1.1. Strategy: FINANCIAL MONITORING Identify and investigate areas of unusual activity or negative financial indicators such as declining capital, increasing classified assets, and operating losses.	$ 101,159	$ 101,160
Efficiencies:		
Average Time (in Days) to Complete Analysis of Quarterly Financial Data	15	15
B.1.2. Strategy: ENFORCEMENT Determine and institute appropriate regulatory responses to resolve supervisory problems in state-chartered institutions, including informal agreements and formal enforcement action such as a cease and desist order or conservatorship. Coordinate regulatory response with federal regulators.	$ 136,418	$ 136,418
Efficiencies:		
Average Time (in Days) Between Identification of Problem and Initiation of Regulatory Action	10	10
Total, Goal B: PROTECT DEPOSITORS	$ 237,577	$ 237,578
C. Goal: IMPROVE INQUIRY RESPONSE To improve the department's responsiveness to inquiries from the industry, citizens of the State, the State's elected officials, and other state and federal governmental entities.		
Outcomes:		
Percentage of Applications Receiving Final Action Within Statutory Time Frames	100%	100%
Percentage of Complaints Answered Within 10 Business Days	100%	100%
C.1.1. Strategy: APPLICATION PROCESSING Process applications for new charters, new branch offices or office relocations, name changes, subsidiary investments, and agency offices, including scheduling of hearings, if required.	$ 67,493	$ 67,493
Outputs:		
Number of Applications Processed	55	60
C.1.2. Strategy: COMPLAINT RESOLUTION Provide a forum for registering complaints and take appropriate action when warranted.	$ 44,917	$ 44,917
Outputs:		
Number of Consumer Complaints Processed	130	140
Efficiencies:		
Average Cost per Consumer Complaint Processed	400	400
Total, Goal C: IMPROVE INQUIRY RESPONSE	$ 112,410	$ 112,410

D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: INDIRECT ADMINISTRATION	$ 120,849	$ 120,849
Grand Total, SAVINGS AND LOAN DEPARTMENT	$ 1,302,801	$ 1,179,803
Number of Positions (FTE)	22.5	22.5
Schedule of Exempt Positions		
Commissioner, Group 3	$89,116	$89,116

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund - Consolidated:		
a. Repairs or Rehabilitation of Buildings and Facilities		
(1) Structural Repairs to the Finance Commission Building	$ 123,000	$ U.B.
Total, Capital Budget	$ 123,000	$ U.B.

2. **Appropriation of Receipts.** There is hereby appropriated to the Texas Savings and Loan Department all monies received as incidental or necessary to the implementation of authorized supervision and conservatorship proceedings authorized by Chapter 8 of the Texas Savings and Loan Act (V.T.C.S. Article 852a). Such monies may be expended by the department to pay costs incidental to such proceedings, including, but not limited to, the salary and per diem expenses of the appointed supervisory agent.

3. **Federal Per Diem Authorized.** Financial Institutions Examiners employed by the Savings and Loan Department, when (1) traveling on official state business related to the examining function of the Savings and Loan Department and (2) participating in a joint examination with the Office of Thrift Supervision, the Federal Deposit Insurance Corporation, or their successors, shall be authorized reimbursement for travel expenses at a rate of per diem equal to that of the participating federal regulatory agency.

4. **Subject to Article 342-205 Salary Provisions.** With respect to the funds appropriated herein, the Finance Commission, subject to the limits provided by Article 342-205 of the Texas Banking Code, or successor provisions, shall determine the number of employees of the Savings and Loan Department in exempt positions and the salaries of those employees. The Savings and Loan Department may use funds appropriated to pay the salaries determined by the Finance Commission of Texas.

5. **Contingency Appropriation: Regulatory Response.**

   a. Contingent upon a finding of fact by the Finance Commission that either:

      i. the size of the state-chartered thrift industry under the jurisdiction of the Savings and Loan Department, determined either as a function of assets or number of institutions, has grown to a point where additional appropriations are deemed necessary to maintain adequate regulation of the industry; or

      ii. increased incidents of regulatory and supervisory concern regarding the safe and sound operations of thrift institutions under the department's jurisdiction have occurred to the extent that additional appropriations are deemed necessary to maintain adequate regulation of the industry; or

      iii. a reduction of federal regulatory resources applied to the Texas state-chartered thrift industry by the Office of Thrift Supervision, the Federal Deposit Insurance Corporation or their successors, has occurred to the extent that additional appropriations are deemed necessary to maintain adequate regulation of the industry;

   the following amounts, or any part thereof as found to be necessary by the Finance Commission, are hereby appropriated to the Texas Savings and Loan Department out of the General Revenue Fund-Consolidated an amount not to exceed $733,000 for fiscal year 1996 and an amount not to exceed $1,213,000 for fiscal year 1997.

   b. None of the funds appropriated pursuant to this provision may be expended by the Texas Savings and Loan Department unless:

      i. the Finance Commission files a written copy of the finding of fact, referenced in subsection (a) above, with the Governor's Office and the Legislative Budget Board; and

      ii. neither the Governor's Office nor the Legislative Budget Board issues a written disapproval within 30 days of the receipt of the finding of fact.

      iii. The appropriations in item 5(a) are also contingent upon the Department generating sufficient additional fee revenues to cover these contingency appropriations and providing such information as may be deemed necessary by the Comptroller of Public Accounts to issue a finding of fact that the increased revenues will be available to fund the increased appropriations. These increased revenues must be above the current amounts estimated to be collected as listed in the *Biennial Revenue Estimate 1996-97*, Comptroller of Public Accounts, January 10, 1995.

6. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

7. **Transfer Authority.** The Texas Savings and Loan Department is hereby authorized to transfer an amount not to exceed 35 percent per fiscal year between appropriation items. Transfer between strategies must have prior approval of the Finance Commission of Texas.

8. **Contingent Revenue: Structural Repairs.** Out of appropriations above, the amount of $123,000 is contingent upon the Savings and Loan Department assessing fees sufficient to generate, during the 1996-97 biennium $123,000 in excess of the estimate for the Savings and Loan Department Expense Fund (Account No. 511, Object Code 3172, Financial Institution Regulation Fees) contained in the *Biennial Revenue Estimate* 1996-97, Comptroller of Public Accounts, January 10, 1995. The Savings and Loan Department, upon completion of necessary actions to assess or increase such additional fees, shall furnish copies of the Finance Commission minutes and other information supporting the estimated revenues to be generated for the 1996-97 biennium under the revised fee structure to the Comptroller of Public Accounts. If the Comptroller finds the information sufficient to support the projection of increased revenues, a finding of fact to that effect shall be issued and the contingent appropriation shall be made available for the intended purposes.

FUNERAL SERVICE COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: COMPETENT LICENSEES To manage a program of examination and licensure that ensures the development of competent funeral professionals with high standards of professional and ethical conduct.		
Outcomes:		
Percent of Licensees with no Recent Violations	95%	95%
A.1.1. Strategy: LICENSING REQUIREMENTS Issue and renew licenses, manage a provisional licensing program and monitor continuing education requirements.	$ 124,354	$ 124,354
Outputs:		
Number of New Licenses Issued to Individuals	137	137
Number of Individual Licenses Renewed	2,085	2,085
Number of New Licenses Issued to Facilities	50	50
Number of Facility Licenses Renewed	1,160	1,160
Individuals Examined	240	240
Efficiencies:		
Average Cost per Examination Administered	25.91	25.91

B. Goal: ENFORCE STANDARDS		
To aggressively and effectively provide enforcement and protect the public from incompetent services and unethical conduct.		
Outcomes:		
Percent of Complaints Resulting in Disciplinary Action	75%	75%
Recidivism Rate for those Receiving Disciplinary Action	12%	12%
B.1.1. Strategy: INSPECTIONS	$ 241,471	$ 241,471
To provide enforcement through a vigorous program of inspections and investigations.		
Outputs:		
Number of Complaints Resolved	107	107
Number of Establishments Inspected	1,180	1,180
Efficiencies:		
Average Time for Complaint Resolution	65	65
Average Cost per Complaint Resolved	1,079	1,079
Explanatory:		
Number of Jurisdictional Complaints Received	112	112
Number of Non-jurisdictional Complaints Received	90	90
Percent of Jurisdictional Complaints Resolved Within Six Months	75%	75%
B.2.1. Strategy: RULE COMPLIANCE	$ 125,996	$ 125,997
Review investigated complaints and recommend disciplinary or other action.		
Outputs:		
Number of Administrative Penalties Imposed	90	90
Number of Licenses Revoked or Suspended (Individuals)	18	18
Number of Licenses Revoked or Suspended (Establishments)	10	10
Explanatory:		
Dollar Amount of Administrative Penalties Imposed	175,000	175,000
Total, Goal B: ENFORCE STANDARDS	$ 367,467	$ 367,468
Grand Total, FUNERAL SERVICE COMMISSION	$ 491,821	$ 491,822
Number of Positions (FTE)	10.0	10.0
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 1	$42,000	$42,000
Per Diem of Board Members	3,850	3,850

1. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

DEPARTMENT OF INSURANCE

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: AVAILABILITY OF INSURANCE Insurance will be available at the lowest possible cost to all consumers who need it.		
Outcomes:		
Average Number of Days to Approve New Authority or Amend Existing Authority to do Business	55	50
Percent of Contested Cases Finalized Within 180 Days	80%	80%
Percent of Company Licenses Issued, Denied or Withdrawn Within 60 Days	95%	95%
Percent of Agent License Filings Issued, Denied or Withdrawn Within 7 Days	92%	95%
Percent of Real Growth in Underlying Private Passenger Automobile and Homeowners Insurance Loss Costs	1%	-1%
Percent of Inspected Buildings that Meet Either Fire Inspection or Windstorm Inspection Requirements	90%	90%
Percent of Insurers Providing Adequate Safety Services	96%	96%
Number of Automobiles Covered by Voluntary Policies as a Percent of Total Private Passenger Automobiles in Underserved Markets	0%	0%
A.1.1. Strategy: PROMOTE COMPETITION Remove impediments to competition by collecting and analyzing market data, providing price and comparative rate date information to consumers and industry, and processing rates, forms and other required filings.	$ 8,908,561	$ 8,861,239
Outputs:		
Number of Inquiries Answered	784,420	794,520
Number of Rate Guides Distributed	95,000	105,000
Number of TDI Calls to Insurance Industry for Data	14	14
Number of Insurer Statistical Reports Audited	179,000	188,000
Number of Life/Health Insurance Filings Completed	21,000	21,000
Number of Utilization Review and HMO Certificate Filings Completed	1,800	2,200
Number of Property and Casualty Filings Completed	13,450	13,750
Explanatory:		
Amount of Premiums Written at Rates Within Flex-Bands as a Percent of Total Premiums Written by Rate-Regulated Insurers for Homeowner Coverage	95%	95%
A.1.2. Strategy: INVESTIGATION AND ENFORCEMENT Reduce unfair and illegal practices by: responding promptly to complaints against insurers, agents, and other regulated entities; assisting consumers in recovering for valid claims; investigating apparent patterns of unlawful or questionable trade practices in the insurance industry; and bringing enforcement actions as appropriate.	$ 6,429,612	$ 6,397,455
Outputs:		
Number of Complaints Resolved	27,100	28,100
Number of Business Practice Reviews Completed	1,500	1,500
Number of Contested Cases Closed	120	120

Efficiencies:		
Average Response Time (Days) to Complaints	35	35
A.2.1. Strategy: SAFETY EDUCATION AND INSPECTION	$ 3,190,300	$ 3,173,101
Prevent losses by: providing safety education programs; inspecting insurance accident prevention services offered to policyholders; and assuring compliance with windstorm construction codes, amusement ride requirements and protective security systems.		
Outputs:		
Number of Insurance Company Safety Education Programs Reviewed	25	25
Number of Windstorm Inspections and Fire Safety Oversight Inspections Performed and Plans Reviewed	40,220	40,420
Efficiencies:		
Average Cost per Insurance Company Safety Education Program Reviewed	264	264
A.2.2. Strategy: PROVIDER AND CONSUMER FRAUD	$ 302,875	$ 301,253
Investigate possible provider fraud and patterns of consumer fraud and bring enforcement action when appropriate.		
Outputs:		
Number of Investigations for Consumer and Provider Fraud Completed	100	100
Number of Referrals of Alleged Consumer and Provider Fraud to Attorney General, District Attorney or Other Appropriate Agency or Law Enforcement Authorities	55	55
Efficiencies:		
Percent of Claimant and Provider Fraud Cases Concluded Within 180 Days	80%	80%
A.3.1. Strategy: UNDERSERVED MARKETS	$ 412,626	$ 410,364
Identify underserved markets, create incentives and implement requirements for insurers to write in underserved markets.		
Outputs:		
Number of Underserved Markets Identified	0	0
Explanatory:		
Percentage of Occupied Housing Units in Texas that are Covered by Residential Property Insurance, Homeowners or Dwelling, Fire and Allied Lines Policies	88%	93%
Total, Goal A: AVAILABILITY OF INSURANCE	$ 19,243,974	$ 19,143,412
B. Goal: PROTECTION OF ASSETS		
Consumers' insurance assets will be protected.		
Outcomes:		
Percent of Claims Paid by Guaranty Associations on Insolvent Companies Within 60 Days of Claim Date	60%	70%
Percent of Insurers Meeting Statutory or Risk-based Capital and Surplus Requirements	95%	94%
Percent of Insurance Companies Against Which Solvency-Related Regulatory Action was Taken	.03%	.03%

Percent of Domestic Insurance Companies That Received On-site Annual Financial Examinations	27%	27%
Average Number of Days from Company "At Risk" Identification to the Date of Solvency-Related Regulatory Action	60	60
Percent of Companies Rehabilitated After TDI Supervision/ Conservation	61%	61%
B.1.1. Strategy: INSOLVENCIES	$ 12,333,064	$ 12,326,332
Analyze the financial condition of insurers, identify weak companies and potential insurer fraud, and rehabilitate, liquidate or take other action against financially weak companies.		
Outputs:		
Number of Estates Put Under Supervision for Financial Rehabilitation	37	37
Number of Estates Placed in Receivership	7	7
Number of Holding Company Transactions Reviewed	800	800
Number of Actuarial Exams Completed	100	100
Number of On-Site Financial Examinations Conducted	2,644	2,644
Number of Re-Insurance Agreement Reviews Conducted	150	150
Efficiencies:		
Average State Cost per Financial Examination	17,565	17,565
Average Number of Days per Company Under TDI Supervision	180	180
B.1.2. Strategy: INSURER FRAUD	$ 310,264	$ 308,599
Investigate potential insurer fraud and bring enforcement action when appropriate.		
Outputs:		
Number of Commissioner Orders for Insurer Fraud Issued	6	6
Number of Referrals of Alleged Insurer Fraud to Attorney General, District Attorney, or Other Appropriate Agency or Law Enforcement Authority	38	38
Efficiencies:		
Average Number of Days per Insurer Fraud Enforcement Case Completed	380	380
Total, Goal B: PROTECTION OF ASSETS	$ 12,643,328	$ 12,634,931
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: CENTRAL ADMINISTRATION	$ 4,200,900	$ 4,200,900
C.1.2. Strategy: INFORMATION RESOURCES	$ 5,009,040	$ 5,117,999
C.1.3. Strategy: OTHER SUPPORT SERVICES	$ 2,466,141	$ 2,466,141
Total, Goal C: INDIRECT ADMINISTRATION	$ 11,676,081	$ 11,785,040
Grand Total, DEPARTMENT OF INSURANCE	$ 43,563,383	$ 43,563,383
Method of Financing:		
General Revenue Fund - Consolidated	$ 42,815,888	$ 42,815,888
Appropriated Receipts	667,495	667,495
Interagency Contracts	80,000	80,000
Total, Method of Financing	$ 43,563,383	$ 43,563,383

Number of Positions (FTE)	942.5	942.5
Schedule of Exempt Positions		
Commissioner of Insurance, Group 6	$150,000	$150,000
Senior Associate Commissioner, Group 4	(3) 95,000	(3) 95,000

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with a "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund - Consolidated:		
a. Acquisition of Information Resource Technologies		
(1) Acquisition of workstation upgrades; laptop computers; network upgrades; and database servers	$ 927,325	$ 1,068,325
(2) Acquisition of PC software upgrades; LAN E-Mail; GIS System; Case Tool; Project Management Software; GUI Based 4th Generation Language	$ 364,150	$ 223,150
Total, Capital Budget	$ 1,291,475	$ 1,291,475

2. **Appropriation Source, Rehabilitation of Insurance Companies.** The Department of Insurance shall collect fees from companies that are successfully rehabilitated by the Department. Fees collected shall be in amounts sufficient to cover, yet not exceed, the costs of the rehabilitation of those companies. All fees collected are hereby reappropriated for the biennium beginning September 1, 1995, for the sole purpose of the rehabilitation of other insurance companies.

3. **Appropriation, NAIC Company Database.** Funds appropriated above include $2,250,000 for the biennium from the General Revenue Fund-Consolidated for payment of company fees to the National Association of Insurance Commissioners for NAIC use of insurance company statistical reports in the NAIC national database. Such payments are necessary under provisions of the Insurance Code, Art. 1.11(b), and indirectly support availability of the NAIC database to the agency for monitoring financial solvency of insurance companies licensed in the State of Texas.

4. **State Support for NAIC Activities.** The agency is prohibited from using resources in support of the National Association of Insurance Commissioners in the absence of NAIC accreditation of the Texas Department of Insurance for compliance with NAIC Financial Regulation Standards. The prohibition would be effective immediately upon loss of accreditation. The only exceptions to this prohibition shall be limited to expenditures necessary for (1) continued Departmental use of the NAIC database for monitoring financial

solvency of companies doing business in Texas; (2) solvency-related training; and (3) efforts to regain accreditation.

5. **Consumer Education.** The Texas Department of Insurance shall cooperate with the Office of Public Insurance Counsel to develop consumer education brochures. The Office of Public Insurance Counsel shall have the opportunity to provide comments during the design phase of each brochure. The Department shall establish routine procedures for the necessary interagency cooperation to publish such brochures.

6. **Limitation on Number of Positions.** The Department of Insurance is limited to 975 full-time equivalent positions for each year of the 1996-97 biennium.

7. **Exempt Position Rates.** In the event that the following exempt positions authorized elsewhere in this Act become vacant on or after September 1, 1995, those positions shall receive compensation at a rate not to exceed the rate listed below. In the event an across-the-board salary increase is authorized in this Act, the rate of $79,500 shall be adjusted accordingly.

	1996	1997
Senior Associate Commissioner (3)	$79,500	$79,500

8. **Publication and Distribution of Printed Material.** Funds appropriated may be used within the discretion of the Department for publication and distribution of material of public interest related to the statutory responsibilities of the Department. Amounts received and collected for printed material shall be deposited to the General Revenue Fund-Consolidated and are hereby reappropriated to the Department for use during the 1996-97 biennium for the same purpose and use for which the receipts are collected.

9. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of appropriations made, including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of fee revenue expected to be available.

   In addition to amounts to fund the Department of Insurance, the Department shall set maintenance taxes to fund the method of finance item "General Revenue - Consolidated (Insurance Taxes and Fees)" for the following agencies, including related employee matching costs:

   Judiciary Section, Comptroller's Department
   Office of the Attorney General
   General Services Commission
   Commission on Fire Protection
   Lease Payments, End of Article VIII

OFFICE OF PUBLIC INSURANCE COUNSEL

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: REPRESENT INS CONSUMERS To represent Texas consumers forcefully and effectively in rate hearings, rulemaking, court proceedings, and other public forums involving insurance matters.		
Outcomes:		
Percentage of Industry-Wide Rate and Significant Rate and Rule Hearings in Which OPIC Participated	100%	100%
Savings to Consumers as a Result of Rate Hearings Participation and Rule Changes/Denial of Rule Changes (in Millions)	750	750
Percentage of Significant Judicial Proceedings in Which Amicus Curiae Briefs are Filed by OPIC	75%	75%
Savings to Consumers as a Result of Outcomes of Judicial Proceedings	100,000	100,000
A.1.1. Strategy: RATE AND RULE HEARINGS Actively participate in statutory rate hearings, significant rate hearings outside the flex band, and rule hearings on behalf of Texas insurance consumers by using expert witnesses, providing staff and consumer testimony, and relying on staff research and staff attorneys.	$ 744,836	$ 751,819
Outputs:		
Number of Industry-Wide Rate Hearings in Which OPIC Participated	5	5
Number of Significant Rate Hearings Outside the Flex Band in Which OPIC Participated	5	5
Number of Rules/Non-rate Hearings in Which OPIC Participated	40	40
Number of Proposed New Rules Reviewed	20	20
Efficiencies:		
Average Cost Per Rate Hearing in Which OPIC Participated	51,500	51,500
A.2.1. Strategy: RESEARCH ASSISTANCE Provide information and research assistance to the Legislature, including results of ad hoc special research or analytical projects for current issues; and participate in judicial proceedings.	$ 108,926	$ 109,923
Outputs:		
Number of Significant Responses to Legislative Requests	25	50
Number of Amicus Curiae Briefs Filed	5	5
Number of Judicial Proceedings (Appellate and Otherwise) in Which OPIC Participated as a Party of Record	3	3
Efficiencies:		
Average Cost Per Judicial Proceeding (Appellate and Otherwise) in Which OPIC Participated as a Party of Record	3,500	3,500
Total, Goal A: REPRESENT INS CONSUMERS	$ 853,762	$ 861,742

B. Goal: INCREASE CONSUMER CHOICE To increase effective consumer choice by educating Texas insurance consumers about their rights and responsibilities and about the operation of Texas insurance markets.		
Outcomes:		
Percent of Texas Insurance Consumers Reached by Educational Efforts	80%	80%
Percent of Bill of Rights Finally Adopted Within Established Timeliness	90%	100%
B.1.1. Strategy: INSURANCE INFORMATION Provide Texas consumers with information needed in order to make informed choices by conducting issue research, producing educational materials, and developing public presentations.	$ 87,500	$ 87,500
Outputs:		
Number of Newsletters Produced and Distributed	25,000	25,000
Number of Brochures Produced and Distributed	1,000	1,000
Number of Press Conferences and Interviews Given and Newspaper Op-ed Columns Printed	38	38
Efficiencies:		
Average Cost per Consumer Reached Through Agency Publications/Reports and Public Presentations/Appearances	.04	.04
B.2.1. Strategy: BILLS OF RIGHTS Contact Texas consumers and consumer groups throughout the state to formulate bills of rights and perform research on comparable rights in other states.	$ 9,784	$ 9,784
Total, Goal B: INCREASE CONSUMER CHOICE	$ 97,284	$ 97,284
Grand Total, OFFICE OF PUBLIC INSURANCE COUNSEL	$ 951,046	$ 959,026
Number of Positions (FTE)	19.0	19.0
Schedule of Exempt Positions Public Counsel, Group 2	$65,277	$65,277

1. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected fee revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of fee revenue expected to be available.

2. **Consumer Education.** The Office of Public Insurance Counsel shall not publish brochures that duplicate Department of Insurance brochures. However, the Public Counsel shall have the opportunity to provide comments for publication in brochures published by the Department. The Public Counsel shall establish written procedures for cooperating with the Department to avoid duplication of resources and, generally, shall use efficient means to communicate with insurance consumers.

BOARD OF PROFESSIONAL LAND SURVEYING

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: LICENSING & ENFORCEMENT To ensure that the residents of Texas will be able to obtain competent and accurate surveys prepared by qualified surveyors capable of meeting or exceeding the Professional and Technical Standards of Practice of surveying in Texas.		
Outcomes:		
Percent of Complaints Resulting in Disciplinary Action	30%	30%
Percent of Documented Complaints Resolved Within Six Months	60%	60%
A.1.1. Strategy: LICENSING AND EDUCATION The board will examine applicants and regulate practicing surveyors, licensing only competent surveyors who must maintain competency through the completion of continuing education courses.	$ 287,285	$ 287,285
Outputs:		
Number of New Licenses Issued to Individuals	58	58
Number of Licenses Renewed (Individuals)	3,260	3,260
Individuals Examined (State Exam)	195	195
Complaints Resolved	48	48
Efficiencies:		
Average Licensing Cost per Individual License Issued	7.25	7.25
Average Time for Complaint Resolution	200	200
Explanatory:		
Average Time for Individual License Issuance	10	10
Average Time for Individual License Renewal	20	20
Pass Rate (%)	52%	52%
A.1.2. Strategy: EXAMINATION Purchase and grade the national exam, estimated and non-transferable.	$ 5,800	$ 5,800
Outputs:		
Individuals Examined (National Exam)	145	145
Total, Goal A: LICENSING & ENFORCEMENT	$ 293,085	$ 293,085
Grand Total, BOARD OF PROFESSIONAL LAND SURVEYING	$ 293,085	$ 293,085
Number of Positions (FTE)	4.0	4.0
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 1	$36,000	$36,000
Per Diem of Board Members	6,460	6,460

BOARD OF PROFESSIONAL LAND SURVEYING
(Continued)

1. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

2. **Fee Rates.** To provide for the recovery of costs for the preceding appropriations, the following fee rate is established pursuant to the provisions of V.T.C.A., Government Code, Section 316.043 to be effective during fiscal years 1996 and 1997, beginning September 1, 1995.

(1)	Certificate Renewal:	
	a. Registered Professional Surveyors	$100.00
	b. Licensed State Land Surveyors	$ 35.00
(2)	Examination Fee:	
	a. Registered Professional Surveyors	$100.00

DEPARTMENT OF LICENSING AND REGULATION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PROTECT THE PUBLIC To manage regulatory and enforcement responsibilities so that all those affected by the laws receive dependable service and fair treatment from the agency and are protected from unsafe practices, illegal operations, and fraud.		
Outcomes:		
Inspection Coverage Rate	82	87
Average Complaint Response Time	30	30
Percent Revenues to Expenditures for Regulatory Activities	104%	104%
A.1.1. Strategy: INVESTIGATIONS Protect the health, safety, and welfare of consumers through inspections and investigations; make and receive regulatory referrals involving areas of joint, overlapping, or independent jurisdictions.	$ 3,671,857	$ 3,668,229
Outputs:		
Number of Routine Inspections Conducted	49,862	51,881
Number of Complaint Investigations Completed	1,689	1,699
Number of Boilers due for Certificate Inspection	10,500	10,500
Number of Boilers Inspected for Certification	9,000	9,375

A.1.2. Strategy: ENFORCEMENT Enforce compliance with regulatory policies and procedures, and systematically review and revise rules, policies, and procedures to ensure regulatory standards that are effective, yet fair.	$ 1,332,119	$ 1,335,260
Outputs:		
Number of Administrative Hearings Held	104	98
Efficiencies:		
Average Cost Per Administrative Hearing	650	650
A.1.3. Strategy: EXAMINATIONS Administer and ensure the reliability, validity, and accessibility of examinations.	$ 95,090	$ 95,114
Efficiencies:		
Average Cost Per Examination	42	42
Total, Goal A: PROTECT THE PUBLIC	$ 5,099,066	$ 5,098,603
B. Goal: COMMERCE REGULATION To enable enterprises to operate and customers to receive needed services through responsive licensing, certification, registration, titling, and other agency processes and through educating customers about those processes.		
Outcomes:		
Percent of Applications Processed Within Established Time Frames	79%	87%
Percent of Consumers Rating Agency Processes and Services as Satisfactory	80%	85%
B.1.1. Strategy: LICENSING Issue licenses, registrations, certifications, and titles to qualified applicants.	$ 936,870	$ 934,419
Outputs:		
Number of Licenses, Titles, Registrations, and Certifications Issued	101,500	99,600
Efficiencies:		
Average Cost Per License, Title, Registration, and Certificate Issued	12	12
B.1.2. Strategy: CONSUMER EDUCATION Develop and distribute information about licensing and complaint processes.	$ 121,420	$ 122,286
Efficiencies:		
Average Cost of Conducting the Survey	10,000	10,000
Total, Goal B: COMMERCE REGULATION	$ 1,058,290	$ 1,056,705
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: CENTRAL ADMINISTRATION	$ 677,048	$ 678,154
C.1.2. Strategy: INFORMATION RESOURCES	$ 311,742	$ 312,195
C.1.3. Strategy: OTHER SUPPORT SERVICES	$ 240,383	$ 240,873
Total, Goal C: INDIRECT ADMINISTRATION	$ 1,229,173	$ 1,231,222
Grand Total, DEPARTMENT OF LICENSING AND REGULATION	$ 7,386,529	$ 7,386,530

Method of Financing:		
General Revenue Fund	$ 4,933,959	$ 4,933,960
Appropriated Receipts	1,885,080	1,885,080
Interagency Contracts	1,800	1,800
Auctioneer Education and Recovery Trust Fund	25,000	25,000
Manufactured Homeowner's Recovery Fund No. 926	276,136	276,136
Federal Funds	264,554	264,554
Total, Method of Financing	$ 7,386,529	$ 7,386,530
Number of Positions (FTE)	212.0	212.0
Schedule of Exempt Positions		
Commissioner, Group 3	$62,494	$62,494

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Acquisition of Information Resource Technologies		
(1) Replacement of Personal Computers	$ 39,000	$ 34,500
b. Lease Payments to the Master Equipment Lease Purchase Program (1992/1993)	$ 18,288	$ 0
Total, Capital Budget	$ 57,288	$ 34,500

2. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines, and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

3. **Travel Expenses and Fees Reimbursements Reappropriated.** Reimbursements for travel expenses and special inspection fees are hereby reappropriated to the Texas Department of Licensing and Regulation in accordance with V.T.C.A., Health and Safety Code, Section 755.030.

4. **Title Transaction Fees.** Pursuant to the provisions of V.T.C.S., Article 5221f, there is hereby appropriated to the department the fees collected for issuing and canceling titles. Out of the title transaction fees charged by the Department of Licensing and Regulation, there is appropriated to the Manufactured Homeowners' Recovery Fund, the sum of $10 for each title transaction fee charged by the department for administration of the Act. In addition, the unexpended balance of the Manufactured Homeowner's Recovery Fund for the fiscal year ending August 31, 1995, and the interest earnings deposited in the fund during the biennium is hereby appropriated.

5. **Appropriation: Auctioneer Education and Recovery.** Pursuant to the provisions of V.T.C.S., Article 8700, Section 5A, there is hereby appropriated to the Department of Licensing and Regulation all revenue deposited to the Auctioneer Education and Recovery Fund for the purpose and in the amounts specified in the Act, not to exceed $25,000 in each fiscal year from the interest on the fund.

6. **Appropriation: Elimination of Architectural Barriers.** Funds appropriated above include $350,000 each year of the biennium from fees collected pursuant to V.T.C.S., Article 9102 for purposes of administering and enforcing the Architectural Barriers Act. Any additional fees collected pursuant to the provisions of V.T.C.S., Article 9102 are hereby appropriated to the Department of Licensing and Regulation for the same purposes.

7. **Contingent Revenue.** Out of appropriations in Strategy A.1.1., Investigations, the amount of $200,000 is contingent upon the Texas Department of Licensing and Regulation assessing fees sufficient to generate, during the 1996-97 biennium, $232,864 in excess of the estimate for boiler fees, (Account 001, Object Code 3164) contained in the *Biennial Revenue Estimate* 1996-97, Comptroller of Public Accounts, January 10, 1995. The Department of Licensing and Regulation, upon completion of necessary actions to assess or increase such additional fees, shall furnish copies of Department of Licensing and Regulation minutes and other information supporting the estimated revenues to be generated for the 1996-97 biennium under the revised fee structure to the Comptroller of Public Accounts. If the Comptroller finds the information sufficient to support the projection of increased revenues, a finding of fact to that effect shall be issued and the contingent appropriation shall be made available for the intended purposes.

8. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S., Article 6252-33, reimbursement of expenses for advisory committee members, out of funds appropriated above, is limited to the Industrialized Housing and Building Code Council.

9. **Contingency Appropriation for Senate Bill 1044.** Contingent upon the enactment of Senate Bill 1044, or similar legislation relating to the inspection of elevators by the 74th Legislature, Regular Session, the Department of Licensing and Regulation is hereby appropriated an amount not to exceed $311,362 for fiscal year 1996 and $311,362 for fiscal year 1997 out of additional revenues collected pursuant to Senate Bill 1044 for the purpose of implementing that Act. The Department of Licensing and Regulation is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

10. **Contingency Appropriation for Senate Bill 151.** Contingent upon the enactment of Senate Bill 151, or similar legislation relating to certification and licensing of court appointed interpreters by the 74th Legislature, Regular Session, the Department of Licensing and Regulation is hereby appropriated an amount not to exceed $383,583 for fiscal year 1996 and $501,644 for fiscal year 1997 out of additional revenues collected pursuant to Senate Bill 151 for the purpose of implementing that Act. The Department of Licensing and Regulation is

hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

BOARD OF MEDICAL EXAMINERS

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: PHYSICIAN LICENSURE Protect the public by licensing qualified practitioners by determining a physician's eligibility for licensure through examination, reciprocity or renewal and, by collecting information on licensed physicians.		
Outcomes:		
Percent of Licensees With No Recent Violations	99%	99%
A.1.1. Strategy: LICENSING Conduct a timely, efficient, and cost-effective licensure process through specific requirements for examination, reciprocity, and renewal of licenses and issue permits to other health care providers.	$ 844,662	$ 852,464
Outputs:		
Number of New Licenses Issued to Individuals	3,685	2,650
Number of Licenses Renewed (Individuals)	46,500	47,100
Individuals Examined	1,500	1,500
Efficiencies:		
Average Licensing Cost Per Individual License Issued	17	17
B. Goal: ENFORCE MEDICAL ACT Protect the public by conducting investigations of allegations against physicians and taking appropriate corrective and/or disciplinary action when necessary; educating the public, staff, and licensees regarding the board's functions and services.		
Outcomes:		
Percent of Complaints Resulting in Disciplinary Action	6.5%	6.5%
Percent Increase: School Visits	10%	10%
B.1.1. Strategy: ENFORCEMENT Conduct competent, fair, and timely investigations; ensure due process for respondents; monitor the resolution of complaints; maintain adequate monitoring of all probationers in a timely fashion; and contact consumer complainants in a timely and regular manner.	$ 2,095,291	$ 2,113,120
Outputs:		
Complaints Resolved	2,500	2,500
Efficiencies:		
Average Cost Per Complaint Resolved	912.41	928.58
Explanatory:		
Non-Jurisdictional Complaints Received	800	800
Jurisdictional Complaints Received	1,700	1,700
B.2.1. Strategy: PUBLIC EDUCATION Provide public awareness/educational programs to educate the public/physicians regarding the agency's functions, services and responsibilities.	$ 95,234	$ 95,204

Outputs:		
Number of Medical School Visits	13	14
Total, Goal B: ENFORCE MEDICAL ACT	$ 2,190,525	$ 2,208,324
C. Goal: ACUPUNCTURE BD/PA COUNCIL		
To advise and provide administration to the Texas Board of Acupuncture Examiners and Physician Assistant Advisory Council.		
Outcomes:		
Percent of Acupuncturist Licensees with No Recent Violations	99%	99%
Percent of Acupuncturists Complaints Resulting in Disciplinary Action	6.5%	6.5%
Percent of Physician Assistants Licensees with No Recent Violations	99%	99%
Percent of PA Complaints Resulting in Disciplinary Action	6.5%	6.5%
C.1.1. Strategy: ACUPUNCTURE	$ 64,150	$ 64,033
To assist the Texas State Board of Acupuncture Examiners in administering the rules established for licensing, investigating and enforcing the practice of acupuncture.		
Outputs:		
Number of New Licenses Issued to Individuals	50	50
Number of Licenses Renewed (Individuals)	450	500
Number of Complaints Resolved	40	40
Efficiencies:		
Average Licensing Cost per Individual License Issued	77	70
Average Time for Complaint Resolution	260	240
C.2.1. Strategy: PHYSICIAN'S ASSISTANTS	$ 154,150	$ 154,033
To assist the Physician Assistant Advisory Council in administering the rules established for licensing, investigating and enforcing the statutes and rules pertaining to Physician Assistants.		
Outputs:		
Number of New Licenses Issued to Individuals	50	50
Number of Licenses Renewed (Individuals)	1,450	1,500
Number of Complaints Resolved	45	45
Efficiencies:		
Average Licensing Cost per Individual License Issued	24	24
Average Time for Complaint Resolution	260	240
Total, Goal C: ACUPUNCTURE BD/PA COUNCIL	$ 218,300	$ 218,066
D. Goal: PURCHASE AND GRADING		
Purchase and Grading of National Exam		
D.1.1. Strategy: NATIONAL EXAMINATIONS	$ 477,500	$ 477,500
Purchase and Grading of National Exam, estimated and non-transferable		
E. Goal: INDIRECT ADMINISTRATION		
E.1.1. Strategy: INDIRECT ADMINISTRATION	$ 853,552	$ 861,312
Grand Total, BOARD OF MEDICAL EXAMINERS	$ 4,584,539	$ 4,617,666

BOARD OF MEDICAL EXAMINERS
(Continued)

Method of Financing:		
General Revenue Fund	$ 1,968,581	$ 1,979,146
General Revenue Fund - Consolidated	2,615,958	2,638,520
Total, Method of Financing	$ 4,584,539	$ 4,617,666
Number of Positions (FTE)	95.0	95.0
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 2	$68,173	$68,173
Per Diem of Board Members	23,500	23,500

1. **Appropriation Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected fee revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of fee revenue expected to be available.

2. **Transfer for Health Professions Council.** Out of funds appropriated above in Strategy A.1.1., Licensing, an amount equal to $18,591 in fiscal year 1996 and $18,591 in fiscal year 1997 shall be used for transfer to, and expenditure by, the Health Professions Council as the pro rated assessment of the State Board of Medical Examiners.

3. **Transfer to the Center for Rural Health Initiatives.** Included in the amounts appropriated above for Strategy C.2.1., Physician's Assistants, in the amounts of $90,000 in each fiscal year of the biennium, out of fees generated from the Physician Assistant's program, are funds which shall be used for an interagency contract with the Center for Rural Health Initiatives (Department of Health) to provide funding for the Physician Assistant Student Loan Repayment program for those physician assistants who practice in rural areas of the state.

BOARD OF NURSE EXAMINERS

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: LICENSING To manage cost-effective, quality programs of accreditation, examination, licensure, and regulation that ensure legal standards for professional nursing education and practice and which effectively serve the market demand for qualified professional nurses.		
Outcomes:		
Percent of Licensees with No Recent Violations	99.8%	99.8%

A.1.1. Strategy: LICENSING Operate an efficient system of licensing, examination, and credentials verification for the practice of professional nursing.	$ 1,115,529	$ 1,097,764
Outputs:		
Individuals Examined	8,700	9,100
Number of New Licenses Issued	14,950	15,800
Number of Licenses Renewed	65,000	68,000
Efficiencies:		
Average Licensing Cost per Individual License Issued	3.1	3.15
A.2.1. Strategy: ACCREDITATION Operate an effective accreditation program for professional nursing programs that includes the implementation of essential competencies curricula.	$ 215,000	$ 215,000
Outputs:		
Total Number of Nursing Programs Accredited	77	78
Total, Goal A: LICENSING	$ 1,330,529	$ 1,312,764
B. Goal: PROTECT PUBLIC To ensure swift, fair, and effective enforcement of the Nursing Practice Act so that consumers are protected from unsafe, incompetent, and unethical nursing practice by registered professional nurses.		
Outcomes:		
Percent of Complaints Resulting in Disciplinary Action	31%	32%
B.1.1. Strategy: ENFORCEMENT Administer an effective system of enforcement and adjudication which includes investigating and resolving complaints.	$ 948,544	$ 930,778
Outputs:		
Complaints Resolved	1,200	1,300
Efficiencies:		
Average Cost per Complaint Resolution	613.07	565.91
Explanatory:		
Jurisdictional Complaints Received	1,300	1,400
Non-Jurisdictional Complaints Received	200	225
C. Goal: PEER ASSISTANCE		
Outcomes:		
Success Rate for Participants in Peer Assistance Program	67%	67%
C.1.1. Strategy: PEER ASSISTANCE	$ 315,000	$ 315,000
Outputs:		
People Served	552	568
People Expected to Successfully Complete Program	157	175
Grand Total, BOARD OF NURSE EXAMINERS	$ 2,594,073	$ 2,558,542
Method of Financing:		
General Revenue Fund - Consolidated	$ 2,046,072	$ 2,010,541
Appropriated Receipts, estimated	548,001	548,001
Total, Method of Financing	$ 2,594,073	$ 2,558,542

Number of Positions (FTE)	49.0	49.0
Schedule of Exempt Positions and Per Diem		
Executive Director, Group 2	$53,469	$53,469
Per Diem	10,000	10,000

1. **Appropriations Limited to Revenue Collection.** It is the intent of the Legislature that fees, fines and miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected fee revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of fee revenue expected to be available.

2. **Transfer for Health Professions Council.** Out of funds appropriated above in Strategy A.1.1. Licensing, an amount equal to $12,105 each year (1996 and 1997) shall be used for transfer to, and expenditure by, the Health Professions Council as the pro rated assessment of the Board of Nurse Examiners.

3. **Contingency for Senate Bill 519**. Out of funds appropriated above in Item C.1.1., Peer Assistance, the expenditure of $26,250 in fiscal year 1996 and $26,250, in fiscal year 1997 is hereby made contingent upon the enactment of Senate Bill 519, or similar legislation relating to providing peer assistance to impaired students, by the 74th Legislature, Regular Session.

BOARD OF VOCATIONAL NURSE EXAMINERS

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: LICENSING To establish and implement cost-effective and efficient systems of regulation through education, practice, and licensure and discipline to meet the market demand for safe, competent and ethical vocational nurses.		
Outcomes:		
Percent of Complaints Resulting in Disciplinary Action	40%	40%
Success Rate for Participants in Peer Assistance Program	67%	67%
A.1.1. Strategy: LICENSING Operate an efficient and comprehensive licensure system that encompasses graduation from an approved vocational nursing program, initial licensure by national examination or endorsement and ongoing renewal of licenses to include continuing education requirements.	$ 502,999	$ 473,765
Outputs:		
Individuals Examined	4,500	4,500
Number of New Licenses Issued to Individuals	5,200	5,200

Number of Licenses Renewed (Individuals)	36,000	36,000
Efficiencies:		
Average Licensing Cost per Individual License Issued	5.38	5.38
A.2.1. Strategy: NURSING PROGRAM APPROVAL	$ 133,002	$ 130,602
Ensure a cost-effective and comprehensive vocational nursing program approval system that produces graduates qualified to apply for licensure by examination.		
Outputs:		
Total Number of Programs Licensed	110	110
A.3.1. Strategy: ENFORCEMENT	$ 302,622	$ 272,988
To investigate 100 percent of written complaints; to resolve 75 percent of complaints within 120 days of receipt; to institute disciplinary action on all licensees in violation of the Vocational Nurse Act, Board rules and regulations and all laws of Texas and probation/ stipulation requirements.		
Outputs:		
Complaints Documented	900	900
Complaints Pending	255	255
Complaints Resolved	700	675
Efficiencies:		
Average Cost per Complaint Resolved	390.22	359.38
Explanatory:		
Jurisdictional Complaints Received	580	580
Non-jurisdictional Complaints Received	210	225
A.4.1. Strategy: PEER ASSISTANCE	$ 180,000	$ 180,000
Outputs:		
People Served	120	118
People Expected to Successfully Complete Program	53	53
Total, Goal A: LICENSING	$ 1,118,623	$ 1,057,355
Grand Total, BOARD OF VOCATIONAL NURSE EXAMINERS	$ 1,118,623	$ 1,057,355
Method of Financing:		
General Revenue Fund - Consolidated	$ 1,088,623	$ 1,032,355
Appropriated Receipts	30,000	25,000
Total, Method of Financing	$ 1,118,623	$ 1,057,355
Number of Positions (FTE)	20.0	20.0
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 2	$46,786	$46,786
Per Diem of Board Members	9,090	9,090

BOARD OF VOCATIONAL NURSE EXAMINERS
(Continued)

1. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected fee revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of fee revenue expected to be available.

2. **Transfer for Health Professions Council.** Out of funds appropriated above in Strategy A.1.1. Licensing, an amount equal to $5,280 each year (1996 and 1997) shall be used for transfer to, and expenditure by, the Health Professions Council as the pro rated assessment of the Board of Vocational Nurse Examiners.

OPTOMETRY BOARD

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: EXAMINATION/LICENSURE To manage a quality program of examination and licensure to ensure the initial and continuing competency of optometrists and enforce the optometry statutes to ensure that the public is protected from incompetent services, fraud, and misrepresentation.		
Outcomes:		
Percent of Licensees With No Recent Violations	92.8%	92.5%
Percent of Complaints Resulting in Disciplinary Action	1.6%	1.6%
A.1.1. Strategy: LICENSURE AND ENFORCEMENT Operate an efficient and comprehensive optometry licensure and enforcement system.	$ 289,328	$ 267,929
Outputs:		
Number of New Licenses Issued to Individuals	166	179
Number of Licenses Renewed (Individuals)	2,846	3,012
Individuals Examined	211	276
Complaints Resolved	123	132
Efficiencies:		
Average Licensing Cost per Individual License Issued	28	28
Average Cost per Complaint Resolved	92.18	92.18
Explanatory:		
Jurisdictional Complaints Received	130	130
Non-Jurisdictional Complaints Received	130	130
Grand Total, OPTOMETRY BOARD	$ 289,328	$ 267,929
Number of Positions (FTE)	6.0	6.0

OPTOMETRY BOARD
(Continued)

Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 1	$39,545	$39,545
Per Diem of Board Members	3,720	3,720

1. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including any other direct operating costs and employee matching costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

2. **Investigative Expenses Authorized.** The Texas Optometry Board is authorized to hire investigators as independent contractors and to establish a petty cash account not to exceed $5,000 for the advancement of monies for purposes of purchases of evidence and investigative expenses, including travel, deemed necessary by the Board.

3. **Transfer For Health Professions Council.** Out of funds appropriated above in Strategy A.1.1. Licensure and Enforcement, an amount equal to $1,201 each year (1996 and 1997) shall be used for transfer to, and expenditure by, the Health Professions Council as the pro rated assessment of the Texas Optometry Board.

STRUCTURAL PEST CONTROL BOARD

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: LICENSE AND EDUCATE To appropriately license all individuals in commercial and noncommercial pest control and guarantee through education the highest level of competence in the pest control field.		
Outcomes:		
Percent of Licensees with no Recent Violations	95%	95%
A.1.1. Strategy: LICENSING AND EXAMINATIONS Examine and license applicators and technicians; establish minimum standards for and implement training and continuing education courses.	$ 388,768	$ 383,321
Outputs:		
Individuals Examined	2,400	2,400
Number of New Licenses Issued to Individuals	450	450
Number of Licenses Renewed (Individuals)	11,000	11,000
Efficiencies:		
Average Licensing Cost per Individual License Issued	44	44
B. Goal: REGULATE PEST SERVICES To mandate compliance with all regulations, methods, and procedures of providing pest control services.		

Outcomes:		
Complaints Resolved as a Percent of Complaints Received	90%	90%
Percent of Complaints Resolved Within Six Months	85%	85%
B.1.1. Strategy: ENFORCEMENT	$ 721,679	$ 721,679
Conduct a program to respond to complaints, perform inspections and necessary investigations, and take appropriate enforcement actions.		
Outputs:		
Number of Complaints Resolved	820	820
Investigations Conducted	1,450	1,450
Number of Inspections Performed	1,500	1,500
Number of Enforcement Actions Taken That Result from Complaints	300	300
Efficiencies:		
Average Cost per Complaint Resolved	325	325
Explanatory:		
Number of Insurance Complaints	150	150
Number of Consumer Complaints	670	670
Number of Jurisdictional Complaints Received	820	820
Number of Non-Jurisdictional Complaints Received	20	20
C. Goal: EDUCATION & AWARENESS		
To provide for the education and awareness of the public concerning matters relating to pest control, with emphasis on integrated pest management.		
Outcomes:		
Percent of Schools Provided with Information Regarding Integrated Pest Management	30%	10%
C.1.1. Strategy: PUBLIC INFORMATION	$ 84,515	$ 84,515
Conduct a program for public awareness and education concerning pest management.		
Outputs:		
Number of Individuals Trained in Integrated Pest Management	400	400
Grand Total, STRUCTURAL PEST CONTROL BOARD	$ 1,194,962	$ 1,189,515
Method of Financing:		
General Revenue Fund - Consolidated	$ 1,094,962	$ 1,089,515
Federal Funds	100,000	100,000
Total, Method of Financing	$ 1,194,962	$ 1,189,515
Number of Positions (FTE)	36.0	36.0
Schedule of Exempt Positions		
Executive Director, Group 1	$51,493	$51,493

1. **Fee Rates.** To provide for the recovery of costs for the preceding appropriations, the following fee rates are established pursuant to V.T.C.A., Government Code Chapter 316, Section 316.041-316.045, to be effective during the biennium beginning September 1, 1995.

(1)	Business License, not less than	$ 132.00
(2)	Certified Applicator, not less than	66.00
(3)	Technician License Fee, not less than	36.00

2. **Transfer Authority.** Notwithstanding other provisions contained in this Act, the Structural Pest Control Board is hereby authorized to transfer such amounts as necessary, not to exceed 25%, between appropriation line items. As a specific exception to this transferability authority, funds included in appropriations made above in Item A.1.1., Licensing and Examinations, for the purchasing and grading of examinations, shall be expended solely for the purchasing and grading of those examinations.

3. **Appropriation of Receipts, Examination Fees**. All examination fees collected in amounts exceeding $200,000 each year of the biennium are hereby reappropriated to the Structural Pest Control Board to be used only for costs associated with administering and grading exams.

4. **Regulation of Beekeepers Restricted.** It is the intent of the Legislature that the Structural Pest Control Board shall not restrict or regulate activities of beekeepers who are registered with the chief apiary inspector of the state and who do not use pesticides or electronic devices other than conventional bee smokers, soap and water or other equipment. No funds appropriated above may be expended by the Structural Pest Control Board for regulatory action against apiarians not subject to licensing or regulation by the board.

5. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected fee revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of fee revenue expected to be available.

BOARD OF PHARMACY

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: MAINTAIN STANDARDS To establish and implement reasonable standards for pharmacist education and practice, and for the operations of pharmacies to assure that safe and effective pharmaceutical care is delivered to the citizens of Texas.		
Outcomes:		
Percent of Recent Licensees with No Recent Violations	99%	99%

A.1.1. Strategy: LICENSING	$ 343,929	$ 334,796
Operate a timely, cost-effective application and renewal licensure system for pharmacies and pharmacists.		
Outputs:		
Individuals Examined	1,457	1,486
Number of Licenses Renewed (Individuals)	17,776	18,214
Number of Licenses Renewed (Businesses)	5,330	5,388
Efficiencies:		
Average Licensing Cost per Individual License Issued	7.96	7.61
Average Licensing Cost per Facility License Issued	25.34	24.57
B. Goal: ENFORCE REGULATIONS		
To assertively and swiftly enforce all laws relating to the practice of pharmacy to ensure that the public health and safety is protected from unprofessional conduct, fraud, and misrepresentation, and to prevent the misuse, abuse, and diversion of prescription drugs from pharmacies.		
Outcomes:		
Percent of Complaints Resolved Resulting in Disciplinary Action	10%	10%
Success Rate for Participants in Peer Assistance Program	67%	67%
B.1.1. Strategy: ENFORCEMENT	$ 1,375,066	$ 1,292,400
Emphasize preventative enforcement by: conducting compliance inspections of pharmacies; providing technical assistance, licensee information, and education programs; receiving, investigating, and resolving complaints; and monitoring compliance with disciplinary orders resulting from board adjudication.		
Outputs:		
Number of Inspections	2,200	2,200
Complaints Resolved	800	800
Efficiencies:		
Average Cost per Complaint Resolved	805	820
Explanatory:		
Non-Jurisdictional Complaints Received	40	45
Jurisdictional Complaints Received	1,060	1,155
B.2.1. Strategy: PEER ASSISTANCE	$ 108,000	$ 108,000
Outputs:		
People Served	593	633
People Expected to Successfully Complete Program	474	506
Total, Goal B: ENFORCE REGULATIONS	$ 1,483,066	$ 1,400,400
C. Goal: PURCHASE AND GRADING		
Purchase and Grading of National Exam		
C.1.1. Strategy: PURCHASE AND GRADING	$ 108,000	$ 108,000
Purchase and Grading of National Exam, estimated and non-transferable		
D. Goal: INDIRECT ADMINISTRATION		
D.1.1. Strategy: INDIRECT ADMINISTRATION	$ 381,743	$ 381,593
Grand Total, BOARD OF PHARMACY	$ 2,316,738	$ 2,224,789
Number of Positions (FTE)	40.0	40.0

Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 2	$66,000	$66,000
Per Diem of Board Members	9,450	9,450

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund - Consolidated:		
a. Acquisition of Information Resource Technologies		
(1) Telephone System	$ 40,568	$ 0
Total, Capital Budget	$ 40,568	$ 0

2. **Appropriation Source.** The amounts specified above are appropriated from revenues received during the biennium with the effective date of this Act.

3. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected fee revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of fee revenue expected to be available.

4. **Transfer For Health Professions Council.** Out of funds appropriated above in Strategy A.1.1 Licensing, an amount equal to $9,144 in fiscal year 1996 and $9,144 in fiscal year 1997 shall be used for transfer to, and expenditure by, the Health Professions Council as the pro rated assessment of the Texas State Board of Pharmacy.

5. **Appropriation: Peer Assistance Program.** Out of the funds appropriated in Strategy B.2.1., Peer Assistance, $108,000 is appropriated to the Board of Pharmacy each year of the biennium for the purpose of financing an approved peer assistance program, including the costs of administering the program. This appropriation is estimated and based on a five dollar ($5.00) surcharge per license or license renewal collected as authorized in Vernon's Annotated Civil Statutes, Section 27A(g). Contingent upon additional revenue collections, such additional fees and surcharges authorized in Vernon's Annotated Civil Statutes, Article 4542-1, are hereby appropriated to the agency pursuant to Vernon's Annotated Civil Statutes, Section 27A, including the cost of administering the program.

6. **Contingent Revenue.** Out of appropriations in Strategy B.1.1., Enforcement, the amount of $100,732 is contingent upon the Texas State Board of Pharmacy assessing fees sufficient to generate, during the 1996-97 biennium, $121,312 in excess of the estimate for health-related professional fee (pharmacy), (Account 523, Object Code 3562) contained in the *Biennial*

Revenue Estimate 1996-97, Comptroller of Public Accounts, January 10, 1995. The Texas State Board of Pharmacy, upon completion of necessary actions to assess or increase such additional fees, shall furnish copies of the Texas State Board of Pharmacy minutes and other information supporting the estimated revenues to be generated for the 1996-97 biennium under the revised fee structure to the Comptroller of Public Accounts. If the Comptroller finds the information sufficient to support the projection of increased revenues, a finding of fact to that effect shall be issued and the contingent appropriation shall be made available for the intended purposes.

7. **Contingency Appropriation for House Bill 1504.** Contingent upon the enactment of House Bill 1504, or similar legislation relating to the funding and operation of the program to aid certain impaired pharmacists and pharmacy students, by the 74th Legislature, Regular Session, the Texas State Board of Pharmacy is hereby appropriated $108,000 for fiscal year 1996 and $108,000 for fiscal year 1997 out of additional revenues collected pursuant to House Bill 1504 for the purpose of implementing that Act. The Texas State Board of Pharmacy is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

8. **Contingency Appropriation for House Bill 1505.** Contingent upon the enactment of House Bill 1505, or similar legislation relating to the authority of the Texas State Board of Pharmacy to inspect certain facilities and register and inspect certain equipment and to file a complaint resulting from the inspection, by the 74th Legislature, Regular Session, the Texas State Board of Pharmacy is hereby appropriated $66,286 for fiscal year 1996 and $49,384 for fiscal year 1997 out of additional revenues collected pursuant to House Bill 1505 for the purpose of implementing that Act. The Texas State Board of Pharmacy is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above.

EXECUTIVE COUNCIL OF PHYSICAL AND OCCUPATIONAL THERAPY EXAMINERS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: EXAMINATION/LICENSING To examine and license physical therapists and physical therapist assistants, to protect the public from unsafe/ incompetent physical therapy services, and to monitor the practice of physical therapy.		
Outcomes:		
Percent of Complaints Resulting in Disciplinary Action	13%	14%
Percent of Licensees with No Recent Violations	99%	99%
A.1.1. Strategy: PHYSICAL THERAPY LICENSING Operate an efficient system of examining, issuing, and renewing licenses; certifying continuing education courses; and providing public information.	$ 394,477	$ 389,786

Outputs:		
Number of New Licenses Issued to Individuals	1,050	1,100
Number of Licenses Renewed (Individuals)	4,000	5,500
Complaints Resolved	200	220
Efficiencies:		
Average Licensing Cost for Individual License Issued	65	65
Average Cost per Complaint Resolution	50	50
Explanatory:		
Average Time for Individual License Issuance (Days)	8	8
Number of Jurisdictional Complaints Received	250	250
B. Goal: ENSURE PUBLIC PROTECTION		
To license occupational therapists and occupational therapist assistants, to protect the public from unsafe/incompetent occupational therapy, and to monitor the practice of occupational therapy.		
Outcomes:		
Percent of Licensees with No Recent Violations	100%	100%
Percent of Complaints Resulting in Disciplinary Action	5%	5%
B.1.1. Strategy: OCCUPATIONAL THERAPY LICENSING	$ 308,582	$ 307,446
To license occupational therapists and occupational therapist assistants and to administer a system of enforcement and adjudication of the Occupational Therapy Practice Act.		
Outputs:		
Number of New Licenses Issued to Individuals	670	730
Number of Licenses Renewed (Individuals)	2,800	2,900
Efficiencies:		
Average Licensing Cost for Individual License Issued	65	65
Average Cost per Complaint Resolution	50	50
Explanatory:		
Average Time for Individual License Issuance (Days)	12	12
Jurisdictional Complaints Received	50	50
C. Goal: PURCHASE AND GRADING		
Purchase and Grading of National Exam		
C.1.1. Strategy: PURCHASE AND GRADING	$ 90,000	$ 90,000
Purchase and Grading of National Exam, estimated and non-transferable		
Grand Total, EXECUTIVE COUNCIL OF PHYSICAL AND OCCUPATIONAL THERAPY EXAMINERS	$ 793,059	$ 787,232
Number of Positions (FTE)	18.0	18.0
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 1	$46,500	$46,500
Per Diem of Board Members	5,070	5,070

1. **Transfer for Health Professions Council.** Funds appropriated above in Strategy A.1.1. Physical Therapy Licensing, an amount equal to $2,133 each year (1996 and 1997) shall be

used for transfer to, and expenditure by, the Health Professions Council as the pro rated assessment of the Executive Council of Physical and Occupational Therapy Examiners.

2. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

BOARD OF PLUMBING EXAMINERS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: ENSURE SAFETY/PLUMBING To protect the health of Texas Citizens by ensuring that each person has access to clean water and clean air and uncontaminated medical gases through quality plumbing installed and maintained by competent plumbers and inspected by competent inspectors. To ensure that plumbers who install and maintain public water supplies and sewage disposal systems and medical gas systems and inspectors who inspect such systems have the most up-to-date knowledge, skills, and competencies to prevent the transmission of water-borne diseases and gases and the unintended cross-connection of breathable and lethal gases.		
Outcomes:		
Percentage of Complaints Resolved Resulting in Disciplinary Action	32%	32%
Percentage of Licensees with No Recent Violations	99.65%	99.65%
A.1.1. Strategy: LICENSING Administer competency examinations and issue and renew licenses for master plumbers, journeyman plumbers, plumbing inspectors, medical gas endorsements, and water supply protection endorsements; and issue registration cards to apprentice plumbers.	$ 558,546	$ 494,988
Outputs:		
Number of New Licenses Issued to Individuals	1,121	1,825
Number of Licenses Renewed (Individuals)	22,501	23,101
Number of Individuals Examined	2,396	2,696

Efficiencies:		
Average Licensing Cost per Individual License Issued	4.33	4.23
A.1.2. Strategy: ENFORCEMENT	$ 432,336	$ 498,793
Inspect and monitor job sites; conduct continuing education seminars and training sessions: respond to inquiries; investigate and resolve complaints; issue reprimands and revoke or suspend licenses; issue citations; monitor providers of instruction in medical gas piping programs, water protection specialist programs, and continuing education programs; inspect plumbing for compliance with state plumbing codes; and maintain contacts with municipal authorities that comply with the Act through local ordinance.		
Outputs:		
Number of Job Sites Monitored	2,240	2,240
Number of Investigations Conducted	44	44
Number of Complaints Resolved	378	435
Efficiencies:		
Average Cost per Complaint Resolved	249.19	207.81
Explanatory:		
Number of Complaints Received	836	962
Total, Goal A: ENSURE SAFETY/PLUMBING	$ 990,882	$ 993,781
B. Goal: INDIRECT ADMINISTRATION		
B.1.1. Strategy: INDIRECT ADMINISTRATION	$ 323,284	$ 323,284
Grand Total, BOARD OF PLUMBING EXAMINERS	$ 1,314,166	$ 1,317,065
Number of Positions (FTE)	18.0	18.0
Schedule of Exempt Positions and Per Diem of Board Members		
Administrator, Group 2	$61,909	$61,909
Per Diem of Board Members	2,030	2,030

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund - Consolidated:		
a. Transportation Items	$ 43,137	$ 28,758
Total, Capital Budget	$ 43,137	$ 28,758

2. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

3. **Contingent Revenue.** Out of appropriations in Strategy A.1.1. Licensing, and A.1.2. Enforcement, the amount of $690,968 is contingent upon the Board of Plumbing Examiners assessing fees sufficient to generate, during the 1996-97 biennium, $708,674 in excess of the estimate for Plumbing Examiners Fund, (Account 077, Object Code 3175) contained in the *Biennial Revenue Estimate* 1996-97, Comptroller of Public Accounts, January 10, 1995. The Board of Plumbing Examiners, upon completion of necessary actions to assess or increase such additional fees, shall furnish copies of Board of Plumbing Examiners minutes and other information supporting the estimated revenues to be generated for the 1996-97 biennium under the revised fee structure to the Comptroller of Public Accounts. If the Comptroller finds the information sufficient to support the projection of increased revenues, a finding of fact to that effect shall be issued and the contingent appropriation shall be made available for the intended purposes.

BOARD OF PODIATRY EXAMINERS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: PROTECT TEXANS To protect the citizens of Texas from incompetent and unethical podiatrists with a quality program of examination and licensure and swift, fair, and effective enforcement of statutes and rules.		
Outcomes:		
Percent of Licensees with no Recent Violations	99%	99%
Percent of Complaints Resulting in Disciplinary Action	8%	9%
A.1.1. Strategy: LICENSURE AND ENFORCEMENT Operate a system of: (1) testing and examination of candidate for licensure; (2) mandatory continuing medical education of licensees; and (3) investigation and disciplinary hearings for alleged violations of the Texas Podiatry Act.	$ 138,027	$ 138,227
Outputs:		
Number of New Licenses Issued to Individuals	83	83
Number of Licenses Renewed (Individuals)	740	740
Individuals Examined	50	50
Complaints Resolved	70	70

BOARD OF PODIATRY EXAMINERS
(Continued)

Efficiencies:		
Average Licensing Cost per Individual License Issued	15	15
Average Cost per Exam Administered	200	200
Explanatory:		
Jurisdictional Complaints Received	70	70
Grand Total, BOARD OF PODIATRY EXAMINERS	$ 138,027	$ 138,227
Number of Positions (FTE)	3.5	3.5
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 1	$36,000	$36,000
Per Diem of Board Members	1,080	1,080

1. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including any other direct operating costs and employee matching costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

2. **Transfer for Health Professions Council.** Out of funds appropriated above in strategy A.1.1. Licensure and Enforcement, an amount equal to $732 each year (1996 and 1997) shall be used for transfer to, and expenditure by, the Health Professions Council as the pro rated assessment of the Board of Podiatry Examiners.

BOARD OF EXAMINERS OF PSYCHOLOGISTS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: CERTIFICATION/LICENSURE To protect the public by maintaining a quality program of examination, certification and licensure to ensure the initial and continuing competency of psychologists and psychological associates.		
Outcomes:		
Percent of Licensees With No Recent Violations	99.5%	99.5%
A.1.1. Strategy: LICENSING To operate a quality certification/licensure program through an efficient and cost effective program of	$ 294,436	$ 292,721

certification and licensure, including education, experience and examination requirements, continuing education requirements and renewal requirements.		
Outputs:		
Number of New Certificates/Licenses Issued to Individuals	425	425
Number of Certificates/Licenses Renewed (Individuals)	4,550	4,575
Individuals Examined	700	700
Efficiencies:		
Average Cost per Exam Administered	160	160
B. Goal: ENFORCEMENT LAWS & RULES		
To protect the public through enforcement of the laws and rules governing the practice of psychology in Texas and to ensure swift, fair and effective disciplinary action for violators, including re-education and/or rehabilitation of those violators.		
Outcomes:		
Percent of Complaints Resolved Resulting in Disciplinary Action	13.5%	15%
B.1.1. Strategy: ENFORCEMENT	$ 306,133	$ 309,690
Operate a quality investigation/enforcement program in response to complaints concerning psychological practice consistent with the due process laws of Texas, in a timely manner and with a focus during enforcement on rehabilitation of the psychological provider.		
Outputs:		
Complaints Resolved	150	150
Efficiencies:		
Average Cost per Complaint Investigation	436	436
Explanatory:		
Jurisdictional Complaints Received	200	200
C. Goal: PURCHASE AND GRADING		
Purchase and Grading of National Exam		
C.1.1. Strategy: PURCHASE AND GRADING	$ 54,050	$ 54,050
Purchase and Grading of National Exam, estimated and non-transferable		
Grand Total, BOARD OF EXAMINERS OF PSYCHOLOGISTS	$ 654,619	$ 656,461
Number of Positions (FTE)	14.0	14.0
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 1	$42,716	$42,716
Per Diem of Board Members	7,050	7,050

1. **Appropriations Limited to Revenue Collections**. It is the intent of the Legislature that fees, fines and miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

2. **Transfer For Health Professions Council.** Funds appropriated above in Strategy A.1.1. Certification/Licensure, an amount equal to $2,687 each year (1996 and 1997) shall be used for transfer to, and expenditure by, the Health Professions Council as the pro rated assessment of the Board of Examiners of Psychologists.

3. **Contingent Revenue.** Out of appropriations in Strategy A.1.1., Licensing and Certification, the amount of $35,000 and out of appropriations in Strategy B.1.1., Complaint Resolution, the amount of $35,000 is contingent upon the Board of Examiners of Psychologists assessing fees sufficient to generate, during the 1996-97 biennium, $70,000 excess of the estimate for Account 024 contained in the *Biennial Revenue Estimate* 1996-97, Comptroller of Public Accounts, January 10, 1995. The Board of Examiners of Psychologists, upon completion of necessary actions to assess or increase such additional fees, shall furnish copies of Board of Examiners of Psychologists minutes and other information supporting the estimated revenues to be generated for the 1996-97 biennium under the revised fee structure to the Comptroller of Public Accounts. If the Comptroller finds the information sufficient to support the projection of increased revenues, a finding of fact to that effect shall be issued and the contingent appropriation shall be made available for the intended purposes.

4. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S. Article 6252-33, reimbursement of expenses for advisory committee members out of funds appropriated above, is limited to the following advisory committee: Psychological Associate Advisory Committee.

RACING COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: REGULATION		
To regulate and encourage racing in Texas.		
Outcomes:		
Average Length of Time (Days) to Resolve Complaints	30	30
Total Pari-Mutuel Handle (in Millions)	577	638
Total Take to the State Treasury From Pari Mutuel Wagering on Live and Simulcast Races	8,950,000	9,560,000
Annual Attendance at Pari Mutuel Racetracks	4,500,000	4,800,000
Number of Accredited Texas Bred Race Animals Participating in Races	4,786	4,978
A.1.1. Strategy: REGULATE RACETRACK OWNERS	$ 391,074	$ 387,212
Monitor racetrack owners and their operations through regulatory and enforcement activities.		
Outputs:		
Number of Warnings to Pari-Mutuel Racetracks Regarding Possible Violations	14	14
Number of Complaints Processed	63	63
Number of Horse Tracks	8	8
Number of Greyhound Tracks	3	3

Efficiencies:		
Average Regulatory Cost per Horse Racetrack	37,421	37,413
Average Regulatory Cost per Greyhound Racetrack	66,525	66,512
A.2.1. Strategy: REGULATE WAGERING	$ 324,889	$ 380,495
Regulate pari-mutuel wagering to maintain an honest racing industry and implement a public information program to increase public confidence in the industry.		
Outputs:		
Number of Illegal Wagering Investigations Initiated	24	24
Number of Individuals Disciplined or Excluded for Illegal Wagering	14	14
Efficiencies:		
Average Cost per Illegal Wagering Investigations	503.88	511.52
A.3.1. Strategy: TEXAS BRED INCENTIVE FUND	$ 3,862,438	$ 4,270,772
Administer the Texas Bred Incentive Program by monitoring the Texas bred races and fund, and through timely allocation of funds to the breed registries.		
Outputs:		
Total Amount of Money Dedicated to Texas Bred Incentive Programs	3,862,438	4,270,772
Number of Breed Registry Audits Conducted	3	3
Efficiencies:		
Average Cost per Program Funds Allocated Dispersed or Monitored	.0075	.0068
Total, Goal A: REGULATION	$ 4,578,401	$ 5,038,479
B. Goal: OCCUPATIONAL LICENSES		
To supervise and regulate the activities of occupational licensees.		
Outcomes:		
Average Number of Rulings per Occupational Licensee	.036	.033
Recidivism Rate	14%	13%
Rate of Race Animal Irregularities Reported by Race Track Officials and Commission Veterinarians	.5%	.5%
Annual Percent Change in the Number of Race Animal Disqualifications	-5%	-5%
B.1.1. Strategy: REGULATE LICENSEES	$ 981,277	$ 1,112,164
Administer the occupational licensing program through enforcement of regulations and occupational education and training.		
Outputs:		
Number of Rulings Issued Against Occupational Licensees	782	697
Number of Occupational Licenses Suspended or Revoked	220	200
Number of Criminal History Checks Conducted by DPS	12,458	13,724
Efficiencies:		
Average Regulatory Cost per Licensee	44.43	48.47
B.2.1. Strategy: RACE SUPERVISION	$ 1,281,286	$ 1,312,116
Supervise each pari-mutuel race using daily monitoring procedures, including animal drug tests, veterinary inspections, and ruling spot checks, conducted by trained stewards, racing judges, and other officials.		

Outputs:		
Number of Investigations Completed	750	750
Number of Rulings Issued	37,949	37,338
Live Race Dates - Horses	611	651
Live Race Dates - Greyhounds	1,252	1,182
Simulcast Race Dates - Horses	940	1,110
Simulcast Race Dates - Greyhounds	520	520
Efficiencies:		
Average Regulatory Cost per Race Day	878.87	899.99
Total, Goal B: OCCUPATIONAL LICENSES	$ 2,262,563	$ 2,424,280
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: CENTRAL ADMINISTRATION	$ 662,730	$ 640,740
C.1.2. Strategy: INFORMATION RESOURCES	$ 147,025	$ 148,025
C.1.3. Strategy: OTHER SUPPORT SERVICES	$ 29,936	$ 29,936
Total, Goal C: INDIRECT ADMINISTRATION	$ 839,691	$ 818,701
Grand Total, RACING COMMISSION	$ 7,680,655	$ 8,281,460
Number of Positions (FTE)	76.5	81.5
Schedule of Exempt Positions and Per Diem of Commissioners		
Executive Director, Group 2	$68,173	$68,173
Per Diem of Commissioners	6,500	6,500

1. **Limitation on Travel Reimbursement.** Out of the funds appropriated above, not more than $1,500 per commissioner may be expended on out-of-state travel and not more than $3,000 per commissioner may be expended on in-state travel in each year of the biennium.

2. **Appropriation: Unexpended Balances.** Unexpended balances in excess of $675,000 remaining in Racing Commission Receipts as of August 31, 1996 are hereby reappropriated for the fiscal year beginning September 1, 1996.

3. **Appropriation: Track Official Fees and Texas Bred Incentive Program Receipts.** All revenues received from racetracks by the Texas Racing Commission for the purpose of paying track officials' fees are hereby appropriated to the Commission for that purpose. All amounts set aside by the Texas Racing Act for the Texas Bred Incentive Program are hereby appropriated to the Commission for that purpose.

4. **Criminal History Checks.** Out of the funds appropriated above in Strategy B.1.1., Regulate Licensees, $414,315 in fiscal year 1996 and $439,415 in fiscal year 1997 are appropriated to the Racing Commission for the purpose of reimbursing the Department of Public Safety for costs incurred in conducting criminal history checks on Racing Commission license applicants and renewals. Any additional revenue received from fee increases to cover the costs of criminal history checks is hereby appropriated to the Racing Commission for the purpose of reimbursing the Department of Public Safety.

5. **Improvement of Racetrack Inspection and Enforcement Activities.** Funds appropriated above for Strategy A.1.1., Regulate Racetrack Owners, shall be used to establish a standard

method for conducting ongoing track compliance inspections and to increase the number of enforcement inspectors.

6. **Sunset Contingency.** Funds appropriated above for fiscal year 1997 for the Texas Racing Commission are made contingent on the continuation of the Texas Racing Commission by the Legislature. In the event the agency is not continued, the funds appropriated for fiscal year 1996 or as much thereof as may be necessary are to be used to provide for the phase out of agency operations.

7. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected fee revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the appropriation authority provided herein be within the amount of fee revenue expected to be available. Furthermore, it is also the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency shall exceed the cost of the appropriations, employee matching and other direct operating costs by $675,000 in each fiscal year. This amount shall be used to repay the General Revenue loans made pursuant to Section 3.09 of the Texas Racing Act.

8. **Texas Bred Incentive Program Awards.** No member of the Racing Commission shall benefit, either directly or indirectly, from funds appropriated above for Strategy A.3.1., Texas Bred Incentive Fund, during the member's tenure on the Commission. The Texas Racing Commission shall take all necessary steps to ensure compliance with this provision.

9. **Contingency Appropriation for House Bill 1305.** Contingent upon the enactment of House Bill 1305, or similar legislation relating to the continuation and functions of the Texas Racing Commission, by the 74th Legislature, Regular Session, the Racing Commission is hereby appropriated $838,458 for fiscal year 1996 and $944,288 for fiscal year 1997 out of additional revenues collected pursuant to House Bill 1305 for the purpose of implementing the Act. The Racing Commission is authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy listed above.

REAL ESTATE COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: ENSURE STANDARDS To determine that applicants for licensure meet legal requirements for real estate license issuance.		
Outcomes:		
Percentage of First-Time Applicants Issued Licenses	74%	74%
Percent of Licensees With No Recent Violations	99%	99%
A.1.1. Strategy: REAL ESTATE LICENSING Perform the commission's licensing function by reviewing applications processing criminal records	$ 1,028,145	$ 1,028,145

checks; issuing certificates of eligibility to take competency examinations; administering examinations; and issuing licenses.		
Outputs:		
Number of Applications Processed	98,900	98,900
Number of Individuals Examined	13,231	13,231
Number of New Licenses Issued to Individuals	11,000	12,000
Number of Licenses Renewed (Individuals)	62,292	56,964
Efficiencies:		
Average Licensing Cost per Individual License Issued	8.05	8.3
Average Cost per Examination Administered	6.68	6.68
Explanatory:		
Dollar Amount of Fees Collected	4,400,000	4,400,000
Number of Currently Licensed Sales Agents	72,729	71,793
Number of Currently Licensed Brokers	42,722	40,166
Number of Currently Licensed Inspectors	1,201	1,189
B. Goal: ENFORCE REGULATIONS		
To act promptly and aggressively to enforce the laws and rules of the commission in a fair and evenhanded manner.		
Outcomes:		
Percentage of Complaints Resolved Resulting in Disciplinary Action	10%	10%
Recidivism Rate for Those Receiving Disciplinary Action	2.2%	2.2%
Percentage of Administrative Proceedings Concluded Within 90 Days of Notification to Licensee of Intent to Call Hearing	15%	15%
B.1.1. Strategy: REAL ESTATE ENFORCEMENT	$ 524,373	$ 524,373
Investigate and resolve complaints by reviewing complaints for validity and opening complaint files as indicated and by reviewing investigative reports.		
Outputs:		
Number of Investigations Completed	1,000	1,000
Number of Complaints Resolved	900	900
Efficiencies:		
Average Cost per Complaint Resolved	666	666
B.2.1. Strategy: REAL ESTATE HEARINGS	$ 80,391	$ 80,391
Conduct administrative hearings by drafting allegations against respondents, by preparing and setting hearings in unresolved complaint cases, by representing the commission at administrative hearings, and by negotiating and preparing agreed orders.		
Outputs:		
Number of Administrative Proceedings Conducted	60	60
Number of Reprimands and License Suspensions and Revocations Issued	85	85
Efficiencies:		
Average Cost per Administrative Hearing	1,330	1,330
Explanatory:		
Dollar Amount of Penalties Collected		
Total, Goal B: ENFORCE REGULATIONS	$ 604,764	$ 604,764
C. Goal: PROVIDE EDUCATION		
To communicate effectively with the public and licensees concerning matters within the commission's jurisdiction.		

C.1.1. Strategy: REAL ESTATE PUBLIC EDUCATION	$ 310,620	$ 310,620
Prepare and distribute information describing the functions of the commission and statutory and regulatory provisions.		
Outputs:		
Number of Copies of Agency Newsletter Produced and Distributed	336,000	336,000
Number of Calls Received	262,000	262,000
Efficiencies:		
Average Cost per Edition of Agency Newsletter Produced and Distributed (not per each Newsletter in all Editions)	19,624	19,174
D. Goal: PROTECT/INFORM PUBLIC		
To protect the public and ensure the availability of qualified appraisers by implementing and enforcing the Texas Appraiser Licensing and Certification Act and by providing information to appraisers and the general public for the maintenance of high professional standards and informed consumer decisions in real estate transactions in all areas of Texas. (Art. 6573a V.T.C.S.)		
Outcomes:		
Total Number of Individuals Licensed	5,160	5,440
Average Time (Days) to Resolve Complaints	130	130
Percent of Complaints Resolved Resulting in Disciplinary Action	12%	12%
D.1.1. Strategy: APPRAISER LICENSING	$ 225,063	$ 226,150
Process appraiser license applications; issue licenses and renewals; approve appraisal educational coursework offered by proprietary schools, appraisal organizations, and colleges and universities; and develop standards and agreements for reciprocity with other states for appraiser licensing and certification.		
Outputs:		
Number of License and Certification Applications Processed	2,725	2,650
Number of New Licenses and Certifications Issued to Individuals	525	500
Efficiencies:		
Average Cost per Exam Administered	20	18
Average Cost per Individual License and Certification Issued	132	135
Explanatory:		
Total Number of Individual Licensed or Certified	5,160	5,440
Dollar Amount of Fees Collected	309,875	301,750
Individuals Examined	470	470
D.2.1. Strategy: APPRAISER ENFORCEMENT	$ 47,316	$ 54,468
Investigate and resolve complaints, imposing penalties when appropriate.		
Outputs:		
Number of Investigations Conducted	18	20
Number of Disciplinary Hearings Held	12	16
Complaints Resolved	30	30
Efficiencies:		
Average Cost per Complaint Resolved	550	550
Explanatory:		
Number of Non-Jurisdictional Complaint Received	20	20
Number of Jurisdictional Complaints Received	40	40
Dollar Amount of Penalties Collected		
Total, Goal D: PROTECT/INFORM PUBLIC	$ 272,379	$ 280,618

E. Goal: REAL ESTATE INDIR ADM & SUPP COSTS		
Indirect Administration		
E.1.1. Strategy: INDIRECT ADMINISTRATION	$ 1,485,588	$ 1,485,588
Grand Total, REAL ESTATE COMMISSION	$ 3,701,496	$ 3,709,735
Method of Financing:		
General Revenue Fund	$ 423,280	$ 431,519
General Revenue Fund - Consolidated	3,202,116	3,202,116
Appropriated Receipts	76,100	76,100
Total, Method of Financing	$ 3,701,496	$ 3,709,735
Number of Positions (FTE)	90.0	90.0
Schedule of Exempt Positions and Per Diem of TREC Commission Members		
Administrator, Group 2	$58,932	$58,932
Per Diem of TREC Commission Members	7,500	7,500
Per Diem of TALCB Board Members	9,720	9,720

1. **Capital Budget, Real Estate Commission.** None of the funds appropriated above for A.1.1., Real Estate Licensing, B.1.2., Real Estate Enforcement, B.2.1., Real Estate Hearings, C.1.1., Real Estate Public Education, and E.1.1., Indirect Administration may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with a "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S. art. 601d § A.

	1996	1997
Out of the General Revenue Fund - Consolidated:		
a. Acquisition of Information Resource Technologies		
(1) Lease Purchase of mainframe CPU, disk, printers, and system software (MELPP)	$ 67,699	$ 69,421
(2) Acquisition of hardware and software maintenance	$ 17,433	$ 17,433
Total, Capital Budget	$ 85,132	$ 86,854

2. **Appropriation of Residential Service Company Examination Fees.** All monies collected pursuant to Section 24(c), Article 6573b, V.T.C.S., are hereby appropriated to the Texas Real Estate Commission for the purposes of conducting examinations and related activities included within Strategy A.1.1., Real Estate Licensing and Strategy C.1.1., Real Estate Public Education.

3. **Reporting Requirement.** In its annual report, the Real Estate Commission shall provide a schedule showing a breakdown of the number of broker and salesman license renewals and the amount of funds transferred to the Real Estate Research Center.

4. **Appropriation of Receipts, Registry Fees.** The Texas Appraiser Licensing and Certification Board, as an independent subdivision of the Texas Real Estate Commission, is hereby appropriated all fee revenue deposited to the special Appraiser Registry Fund in the State Treasury pursuant to V.T.C.S., Article 6573a.2., Section 13. The appropriation made herein shall be expended only for the purpose specified in Section 13 of V.T.C.S., Article 6573a.2., relating to revenue transmitted to the federal Appraisal Subcommittee.

5. **Appropriation Source for Real Estate Inspector Program.** General Revenue amounts shown in the method of finance include $66,797 for Strategy A.1.1., Real Estate Licensing, and $18,277 for Strategy C.1.1., Real Estate Public Education, for each year of the biennium from revenues collected and balances on hand in the Real Estate Inspector Regulation Account, pursuant to V.T.C.S., Article 6573(a).

6. **Transfer Authority.** Any item of appropriation for the Real Estate Commission may be transferred to another item of appropriation upon approval by the Real Estate Commission with the following limitations and exceptions: transfers may not exceed twenty-five (25) percent; funds appropriated for criminal record checks are excluded from transferability; and, appropriated funds for Goal D, Protect and Inform the Public, are also excluded from transferability by the Texas Real Estate Commission.

7. **Appropriation: Real Estate Recovery Fund and Inspector Recovery Fund.** There is hereby appropriated to the Real Estate Commission from the Real Estate Recovery Fund and Inspector Recovery Fund amounts sufficient to recover travel and related expenses incurred for collection of court judgments affecting the funds. Appropriations may not exceed $4,000 for each year of the biennium.

8. **Reimbursement of Real Estate Broker-Lawyer Advisory Committee.** Pursuant to V.T.C.S., Article 6252.33 and out of funds appropriated above, reimbursement of expenses for advisory committee members is limited to the broker members of the Real Estate Broker-Lawyer Advisory Committee.

9. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines, and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected fee revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of fee revenue expected to be available.

SECURITIES BOARD

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: INVESTORS PROTECTION		
To protect investors from fraud and misrepresentation to assure that access to capital is available to business.		
Outcomes:		
Number of Enforcement Actions Taken	277	425
Percentage of Registered Offerings Which Result in Enforcement Actions	.0005%	.0005%
Percentage of Applicants Approved	80%	80%
Percentage of Texas Dealers Inspected	4%	4%
A.1.1. Strategy: LAW ENFORCEMENT	$ 1,235,781	$ 1,235,781
Aggressively investigate suspected violations of the Texas Securities Act and work closely with local, state, and federal prosecutors and law enforcement officials to insure that appropriate enforcement action is taken, including the criminal referral, indictment, and conviction of individuals who violate the provisions of the Act.		
Outputs:		
Number of Investigations Opened	342	376
Number of Criminal Referrals	11	12
A.2.1. Strategy: SECURITIES REGISTRATION	$ 703,500	$ 703,500
Perform a comprehensive, timely, and responsive review of the prospectus and related documentation submitted with securities registration applications. Negotiate with the issuer or its representatives to remove unfair elements from offerings, to insert safeguards for the public, and to assure full disclosure of material considerations to facilitate the registration of offerings. Refer suspected fraudulent offerings to enforcement personnel.		
Outputs:		
Number of Securities Applications Processed	16,226	18,502
Explanatory:		
Revenues Deposited to the State Treasury From Securities Applications	44,500,000	45,000,000
A.3.1. Strategy: DEALER REGISTRATION	$ 368,288	$ 368,288
Perform an extensive, timely, and responsive review of applications; conduct criminal and disciplinary investigation of applicants by contacting other law enforcement and regulatory organizations; ensure compliance with examination requirements; and oppose registration of unqualified applicants.		
Outputs:		
Number of New Applications Reviewed	39,000	39,500
Explanatory:		
Revenues Deposited to the State Treasury From Dealer/Agent Applications	28,450,000	29,000,000

A.4.1. Strategy: DEALER INSPECTIONS	$ 132,184	$ 132,184
Perform a comprehensive inspection of records to ensure continuing compliance with statutory and rule requirements.		
Outputs:		
Number of Inspections Conducted	70	75
Efficiencies:		
Average Cost per Inspection	1,888	1,762
Total, Goal A: INVESTORS PROTECTION	$ 2,439,753	$ 2,439,753
B. Goal: INDIRECT ADMINISTRATION		
B.1.1. Strategy: CENTRAL ADMINISTRATION	$ 529,323	$ 529,323
B.1.2. Strategy: INFORMATION RESOURCES	$ 161,439	$ 161,439
B.1.3. Strategy: OTHER SUPPORT SERVICES	$ 84,378	$ 84,378
Total, Goal B: INDIRECT ADMINISTRATION	$ 775,140	$ 775,140
Grand Total, SECURITIES BOARD	$ 3,214,893	$ 3,214,893
Method of Financing:		
General Revenue Fund	$ 3,200,893	$ 3,200,893
Appropriated Receipts	14,000	14,000
Total, Method of Financing	$ 3,214,893	$ 3,214,893
Number of Positions (FTE)	81.0	81.0
Schedule of Exempt Positions and Per Diem of Board Members		
Securities Commissioner, Group 2	$75,000	$75,000
Per Diem of Board Members	1,290	1,290

1. **Contingent Revenue.** Of the appropriations above, the amounts for the strategy listed below are contingent upon increased activities of the State Securities Board and certification by the Comptroller's Office that these activities will generate at least $250,000 in excess of the estimate for Object Code 3175 contained in the *Biennial Revenue Estimate* 1996-97, Comptroller of Public Accounts, January 10, 1995, and deposited by the State Securities Board to the General Revenue Fund:

Strategy	1996	1997
A.1.1 Enforcement	$70,000	$70,000

BOARD OF TAX PROFESSIONAL EXAMINERS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: OVERSIGHT		
To actively establish and maintain a registration and certification process which ensures that all persons engaged in property tax appraisal, assessment, and collection who are registered with the board are either certified or advancing on schedule toward certification.		
Outcomes:		
Percent of Registrants Certified	70%	70%
A.1.1. Strategy: CERTIFICATION PROGRAM	$ 134,106	$ 131,256
Manage a certification program by conducting exams, registering eligible individuals, administering a continuing education program, and distributing information to local officials and registrants.		
Outputs:		
Number of Persons Certified/Recertified	850	850
Individuals Examined	400	400
Efficiencies:		
Average Licensing Cost per Individual License Issued	30	30
Explanatory:		
Total Number of Individuals Licensed	3,700	3,700
B. Goal: ETHICAL STANDARDS		
To ensure compliance with professional and ethical standards by enforcing the provisions of the Property Taxation Professional Certification Act and board rules, providing guidance on ethics to registrants and the public, and responding to complaints against registrants.		
Outcomes:		
Percentage of Cases in Process Within 90 Days	100%	100%
Percent of Complaints Resulting in Disciplinary Action	20%	20%
B.1.1. Strategy: ADJUDICATION	$ 3,375	$ 2,648
Provide registrants with guidance to thoroughly familiarize them with board rules on ethics and process questions and complaints quickly in compliance with law and rules.		
Outputs:		
Complaints Resolved	12	12
Efficiencies:		
Average Time for Complaint Resolution	3	3
C. Goal: QUALITY EDUCATION		
To ensure that quality property tax education courses are available to registrants and that course sponsors and instructors meet board standards.		
Outcomes:		
Number of Approved Courses Presented	45	45

BOARD OF TAX PROFESSIONAL EXAMINERS
(Continued)

C.1.1. Strategy: COURSE DEVELOPMENT Oversee the education program of tax professionals by contracting for course development, reviewing and approving courses, enforcing standards for sponsors and instructors, and conducting a student- based evaluation program.	$ 14,445	$ 14,445
Grand Total, BOARD OF TAX PROFESSIONAL EXAMINERS	$ 151,926	$ 148,349
Number of Positions (FTE)	4.0	4.0
Schedule of Exempt Positions Executive Director, Group 1	$43,417	$43,417

1. **Appropriations Limited to Revenue Collections**. It is the intent of the Legislature that fees, fines and other miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided above to be within the amount of revenue expected to be available.

2. **Fees Established.** To provide for the recovery of costs for the preceding appropriations, the following fee rates are established pursuant to V.T.C.A., Government Code, Sections 316.041-316.045, to be effective during fiscal years 1996 and 1997 beginning on September 1, 1995:

(1) Registration Fee	$45
(2) Annual Renewal Fee	$45

PUBLIC UTILITY COMMISSION OF TEXAS

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: JUST & REASONABLE RATES To serve the public interest by ensuring that regulated electric and telecommunications utilities provide high quality services meeting the present and future needs of their customers at rates that are just and reasonable.		
Outcomes:		
Weighted Average of Earned Rates of Return on Equity in Texas as a Percentage of the Allowed Rates of Return on Equity Granted by Regulatory Agencies Nationwide for Electric Utilities	100%	100%

Weighted Average of Earned Rates of Return on Equity in Texas as a Percentage of the Allowed Rates of Return on equity Granted by Regulatory Agencies Nationwide for Telephone Utilities	100%	105%
Weighted Average of Single-Line Residential Telephone Rates in Texas as a Percentage of the National Average	73.9%	73.5%
Average Cost of Electricity per kWh in Texas for Residential Customers as a Percentage of the National Average	94.51%	94.59%
Average Cost of Electricity per kWh in Texas for Industrial Customers as a Percentage of the National Average	88.89%	88.97%
Average Southwestern Bell Intrastate Access Charges as a Percent of the Average of Bell Operating Company Intrastate Access Charges in Comparable States	139%	143%
Percentage of Households in Texas with Telephone Service in Place	92.1%	92.1%
Percent of Statewide Capacity Above Appropriate Reserve Margin	10.5%	8.5%
Percent of Statewide Telephone Subscribers With Access to Advanced Custom Calling Features	87.1%	87.1%
Percent of Subscriber Lines that are Served by Digital Switches in Texas	51%	52%

A.1.1. Strategy: UTILITY RATES — $ 4,971,260 — $ 4,639,586

In docketed cases and hearings, evaluate revenue needs, costs, and rate design for reasonableness and compliance with the law; review accounting and technical issues, invested capital, rate of return, sale-transfer-merger issues, and rate issues in docketed complaints and depreciation cases; evaluate tariffs.

Outputs:		
Number of Docketed Rate Cases Completed	95	99
Number of Docketed Non-Rate and Non-CCN Cases Completed	74	79
Number of Docketed Cases Reviewed by Staff During the Period	890	505
Efficiencies:		
Average Cost per Major Electric Rate Case	351,000	351,000
Explanatory:		
Typical monthly Residential Electric Bill in Texas per 500 KWH as a Percentage of the National Average	97.51%	97.7%

A.1.2. Strategy: UTILITY MONITORING — $ 694,034 — $ 582,525

Review utility earnings for reasonableness and recommend rate adjustments if appropriate; conduct audits of utility policies, practices, and procedures; conduct management audits of utility operations, affiliate transactions, and cost allocations between regulated/non-regulated activities; issue registrations and licenses.

Outputs:		
Number of Utilities for Which a Detailed Review of Earnings is Conducted	12	12
Efficiencies:		
Average Cost per Management Audit Conducted	18,475	19,050

A.1.3. Strategy: UTILITY STANDARDS — $ 737,319 — $ 671,190

Establish standards for utility service quality and availability; adopt universal telecommunications service standards and administer the Relay Texas program; respond to information requests; investigate

all consumer complaints; monitor utility service with performance reports and field investigations; monitor operations efficiency; review utility billing and metering; review unusual events affecting service delivery and cost.		
Outputs:		
Number of Consumer Complaints Concluded	8,000	8,000
Number of Information Requests or Inquiries Processed	100,000	100,000
Efficiencies:		
Average Number of Days to Conclude Consumer Complaints	35	35
Explanatory:		
Percentage of Access Lines With Lifeline Services Capability	82%	82.17%
Percentage of Time Electric Generating Units Statewide Are Available for Use	86.2%	86.4%
A.2.1. Strategy: ELECTRIC UTILITY PLANNING	$ 732,251	$ 683,439
Encourage public participation in utility planning and informal resolution of planning issues; assess demand for and supply of electricity; determine the need for additional resources; assess the costs, risks, and environmental impacts of all reasonable resource alternatives; require resources offered by third parties to be considered; license or certify new resources selected to provide service; monitor utility construction and resources acquisition programs and administer the certificated service area boundaries for regulated utilities.		
Outputs:		
Number of Utility Resource Plans Reviewed	9	9
Number of Certificate of Convenience and Necessity (CCN) Applications for Transmission Lines and Power Plants Reviewed	17	19
A.2.2. Strategy: TELECOMMUNICATIONS PLAN	$ 103,570	$ 80,450
Conduct inventories of services; evaluate costs and benefits of advanced services; assess equity issues; develop policies, and administer certificated service area boundaries.		
Outputs:		
Number of Certificate of Convenience and Necessity (CCN) Applications to Amend Service Area Boundaries and Other Boundary Applications Reviewed	18	18
Number of Construction Reports Reviewed	30	30
Total, Goal A: JUST & REASONABLE RATES	$ 7,238,434	$ 6,657,190
B. Goal: TRANSITION TO COMPETITION		
To address evolving issues in the provision of electric and telecommunications services by encouraging an orderly and efficient transition to greater levels of competition, and the deployment of advanced technologies.		
Outcomes:		
Percentage of Annual Statewide Electric Energy Provided by Nontraditional Energy Sources	8.6%	8.7%
Percentage of Commission Public Records Available in an Indexed Electronic Format	2.5%	10%

B.1.1. Strategy: TECHNOLOGY & COMPETITION	$ 278,465	$ 259,913
Monitor technology development, status of competition, changes in business practices and Federal and State law, and regulatory developments in other states for long range regulatory policy.		
Outputs:		
Number of Rules Adopted or Amended Relating to Competition Issues	8	7
Explanatory:		
Number of Telecommunications Utilities Registered Or Certificated in Texas	650	650
B.1.2. Strategy: RULE ADOPTION	$ 688,232	$ 642,372
Review Commission rules, policies and operations.		
Efficiencies:		
Average Number of Days to Complete Docketed Electric Rate Cases	425	400
Total, Goal B: TRANSITION TO COMPETITION	$ 966,697	$ 902,285
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: CENTRAL ADMINISTRATION	$ 1,457,554	$ 1,334,127
C.1.2. Strategy: INFORMATION RESOURCES	$ 451,830	$ 320,432
C.1.3. Strategy: OTHER SUPPORT SERVICES	$ 259,969	$ 238,647
Total, Goal C: INDIRECT ADMINISTRATION	$ 2,169,353	$ 1,893,206
Grand Total, PUBLIC UTILITY COMMISSION OF TEXAS	$ 10,374,484	$ 9,452,681
Method of Financing:		
General Revenue Fund	$ 9,982,484	$ 9,060,681
General Revenue Fund - Consolidated	190,000	190,000
Appropriated Receipts	200,000	200,000
Interagency Contracts	2,000	2,000
Total, Method of Financing	$ 10,374,484	$ 9,452,681
Number of Positions (FTE)	215.0	215.0
Schedule of Exempt Positions		
Executive Director, Group 4	$74,263	$74,263
Commissioners, Group 4	(3) 75,748	(3) 75,748

1. **Capital Budget, Public Utility Commission.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above for fiscal year 1996 and identified in this provision as appropriations either for "Lease payments to the Master Equipment Lease Purchase Program" or for items with a "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the

provisions of V.T.C.S. art. 601d § A. Lease-purchase payments for expenses greater than $101,824 shall be made only from appropriated fee receipts as provided by rider 2, Appropriation of Receipts, Electronic Information System.

	1996	1997
a. Lease Payments to the Master Equipment Lease Purchase Program		
(1) Lease Purchase of database servers, printers, microcomputers, computer software, telecommunications hardware and software for an electronic information system (MELPP)	$ 101,824	$ 90,392
Method of Financing (Capital Budget):		
General Revenue Fund	$ 101,824	$
Appropriated Receipts		90,392
Total, Method of Financing	$ 101,824	$ 90,392

2. **Appropriation of Receipts, Electronic Information System.** Fee revenue derived from implementation of an electronic information system for public access to records on file with the agency is hereby appropriated to the Public Utility Commission for the same purposes. Of these appropriated receipts, an amount not to exceed $101,824 is restricted and shall be used for reimbursement of the General Revenue Fund for capital budget payments made during fiscal year 1996. The balance of fee receipts may be used only for implementation of capital budget items. In the event that the electronic information system project is not implemented, the agency's General Revenue Fund appropriations for either fiscal year 1996 or 1997 shall be reduced by $101,824.

3. **Sunset Contingency.** Funds appropriated above for fiscal year 1997 for the Public Utility Commission are made contingent on the continuation of the Public Utility Commission by the Legislature. In the event the agency is not continued, the funds appropriated for fiscal year 1996 or as much thereof as may be necessary are to be used to provide for the phase out of agency operations.

4. **Appropriation of Receipts, Per-Line Blocking Certificate Program.** The Public Utility Commission is hereby appropriated all fees and assessments collected pursuant to Section 87C(d) of the Public Utility Regulatory Act during each fiscal year of the biennium for the purpose of recovering the additional expenses incurred by the commission in the administration of the per-line blocking certification program for caller identification services.

5. **Transfer Authority.** The Public Utility Commission is authorized to transfer appropriations from one appropriation item to another in amounts not to exceed 35 percent of the item from which the transfer is made for the fiscal year.

6. **Reimbursement of Advisory Committee Members.** Pursuant to V.T.C.S., Article 6252.33 and out of funds appropriated above, reimbursement of expenses for advisory committee members is limited to the following advisory committee: Relay Texas Advisory Committee.

7. **Agency Relocation to the Travis Building.** State personnel and property comprising the Public Utility Commission shall be relocated to the Travis Building at the earliest possible date, but not later than August 31, 1996.

8. **Contingency Appropriation for House Bill 2128 and Senate Bill 373.** Contingent upon the enactment of House Bill 2128 or similar legislation by the 74th Legislature, Regular Session, relating to the regulation of telecommunications utilities, the Public Utility Commission is hereby appropriated $1,399,530 for fiscal year 1996 and $1,256,034 for fiscal year 1997. In addition, contingent upon the enactment of Senate Bill 373, or similar legislation, by the 74th Legislature, Regular Session, relating to the regulation of electric utilities, the Public Utility Commission is hereby appropriated $1,198,432 for fiscal year 1996 and $1,191,668 for fiscal year 1997. Appropriations are made out of revenues collected pursuant to Section 3.606 of the Public Utility Regulatory Act. The Public Utility Commission is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

OFFICE OF PUBLIC UTILITY COUNSEL

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
A. Goal: EQUITABLE ELECTRIC RATES To represent residential and small business consumers aggressively in electric utility matters that come before the Public Utility Commission to ensure fair and reasonable rates.		
Outcomes:		
Percentage of Major Electric Rate Cases in Which OPUC Participates	15%	15%
Percentage of Significant Fuel Rate Cases in Which OPUC Participates	10%	10%
Percentage of Significant Appellate Cases in Which OPUC Participates	50%	50%
Direct and Shared Savings for Electric Utility Customers Resulting from OPUC Participation in Electric Rate and Appellate Cases, Excluding Integrated Resource Planning Proceedings (In Millions)	150	150
A.1.1. Strategy: ELECTRIC CASES Participate in major electric rate, significant rulemaking and non-rate, and significant fuel rate proceedings. Review and analyze information, present testimony, and submit legal pleadings in proceedings affecting electric utility customers.	$ 686,051	$ 640,056

Outputs:		
Number of Major Electric Rate Cases in Which OPUC Participates	3	3
Number of Significant Fuel Rate Proceedings in Which OPUC Participates	2	2
Number of Significant Electric Appellate Cases in Which OPUC Participates	22	22
Efficiencies:		
Average Cost Per Major Electric and Fuel Rate Case Participation	17,116	17,116

B. Goal: EQUITABLE TELEPHONE RATES

To represent residential and small business consumers aggressively by providing comprehensive telecommunications analysis and representation at the Public Utility Commission to ensure that residential and small commercial consumers are provided adequate telephone service at reasonable rates.

Outcomes:		
Percentage of Major Telephone Rate Cases in Which OPUC Participates	3%	3%
Percentage of Significant Telecommunications Appellate Cases in Which OPUC Participates	50%	50%
B.1.1. Strategy: TELEPHONE CASES Participate in major telephone rate cases and significant telecommunications rule-making and non-rate proceedings. Review and analyze information, present testimony, and submit legal pleadings in telecommunications proceedings affecting telecommunications customers.	$ 584,886	$ 551,435
Outputs:		
Number of Major Telephone Rate Cases in Which OPUC Participates	3	3
Number of Significant Telecommunications Appellate Cases in Which OPUC Participates	6	6
Efficiencies:		
Average Cost Per Major Telephone Rate Case Participation	6,500	6,500

C. Goal: RESOURCE PLANNING

Provide assessment and action for electric utilities' resource planning, which includes adequately researching and advocating conservation methods and generating technologies that minimize costs to ratepayers and damage to the environment.

Outcomes:		
Percent of Resource Planning Proceedings in Which OPUC Participates	5%	5%
C.1.1. Strategy: RESOURCE PLANNING CASES Provide analysis and testimony in certifications, avoided cost, rule-making, and other resource planning proceedings that affect Texas energy consumers.	$ 76,314	$ 72,132
Outputs:		
Number of Resource Planning Proceedings in Which OPUC Participates	3	3

Efficiencies:		
Average number of staff hours per proceeding	221	221
Grand Total, OFFICE OF PUBLIC UTILITY COUNSEL	$ 1,347,251	$ 1,263,623
Number of Positions (FTE)	21.0	21.0
Schedule of Exempt Positions		
Public Counsel, Group 2	$69,283	$69,283

1. **Agency Relocation to the Travis Building**. State personnel and property comprising the Office of Public Utility Counsel shall be relocated to the Travis Building at the earliest possible date, but not later than August 31, 1996.

2. **Sunset Contingency**. Funds appropriated above for fiscal year 1997 for the Office of Public Utility Counsel are made contingent on the continuation of the Office of Public Utility Counsel by the Legislature. In the event the agency is not continued, the funds appropriated for fiscal year 1996 or as much thereof as may be necessary are to be used to provide for the phase out of agency operations.

3. **Contingency Appropriation for House Bill 2128 and Senate Bill 373**. Contingent upon the enactment of House Bill 2128 or similar legislation by the 74th Legislature, Regular Session, relating to the regulation of telecommunications utilities, the Office of Public Utility Counsel is hereby appropriated $269,780 for fiscal year 1996 and $255,568 for fiscal year 1997. In addition, contingent upon the enactment of Senate Bill 373, or similar legislation, by the 74th Legislature, Regular Session, relating to the regulation of electric utilities, the Office of Public Utility Counsel is hereby appropriated $330,274 for fiscal year 1996 and $273,692 for fiscal year 1997. Appropriations are made out of revenues collected pursuant to Section 3.606 of the Public Utility Regulatory Act. The Office of Public Utility Counsel is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

BOARD OF VETERINARY MEDICAL EXAMINERS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund - Consolidated:		
A. Goal: VETERINARY REGULATION To establish and implement reasonable standards for veterinary practice, investigate complaints, and enforce the Veterinary Licensing Act (Art. 8890 V.A.C.S.) to assure that safe and effective veterinary services are delivered to the citizens of Texas.		
Outcomes:		
Percent of Licensees with No Recent Violations	99%	99%
Percent of Complaints Resulting in Disciplinary Action	10%	10%
A.1.1. Strategy: LICENSING Operate an efficient and comprehensive veterinary licensure program to include initial licensure by examination and the ongoing renewal of licenses.	$ 131,329	$ 119,925
Outputs:		
Number of New Licenses Issued to Individuals	201	203
Number of Licenses Renewed (Individuals)	5,280	5,378
Individuals Examined	608	614
Efficiencies:		
Average Licensing Cost for Individual License	4.13	4.13
A.2.1. Strategy: ENFORCEMENT Investigate all complaints received and take disciplinary action against veterinarians who have violated the law and/or board rules and conduct a compliance program to secure voluntary compliance with the law and board's rules.	$ 356,569	$ 350,189
Outputs:		
Number of Complaints Resolved	154	160
Number of Disciplinary Hearings	6	6
Efficiencies:		
Average Cost per Complaint Resolved	1,065	1,046
Explanatory:		
Non-Jurisdictional Complaints Received	10	11
Jurisdictional Complaints Received	184	190
Total, Goal A: VETERINARY REGULATION	$ 487,898	$ 470,114
B. Goal: PURCHASE AND GRADING Purchase and Grading of National Exam		
B.1.1. Strategy: PURCHASE AND GRADING Purchase and Grading of National Exam, estimated and non-transferable	$ 30,000	$ 30,000
C. Goal: PEER ASSISTANCE		
Outcomes:		
Success Rate for Participants in Peer Assistance Program	67%	67%

BOARD OF VETERINARY MEDICAL EXAMINERS
(Continued)

C.1.1. Strategy: PEER ASSISTANCE	$ 4,500	$ 4,500
Outputs:		
People Served	10	10
People Expected to Successfully Complete Program	6	6
Grand Total, BOARD OF VETERINARY MEDICAL EXAMINERS	$ 522,398	$ 504,614
Number of Positions (FTE)	8.5	8.5
Schedule of Exempt Positions and Per Diem of Board Members		
Executive Director, Group 1	$48,216	$48,216
Per Diem of Board Members	7,500	7,500

1. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that fees, fines and miscellaneous revenues as authorized and generated by the agency cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected fee revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of fee revenue expected to be available.

2. **Transfer for Health Professions Council.** Out of funds appropriated above in Strategy A.1.1. Licensing, an amount equal to $2,363 each year (1996 and 1997) shall be used for transfer to, and expenditure by, the Health Professions Council as the pro rated assessment of the Board of Veterinary Medical Examiners.

WORKERS' COMPENSATION COMMISSION

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: SAFE & HEALTHY WORKPLACES		
To promote safe and healthy work environments.		
Outcomes:		
Statewide Incidence Rate of Injuries and Illnesses per 100 Full-Time Employees	7.9%	7.9%
Percentage of Eligible State Agencies Provided Risk Management Assistance	95%	95%
A.1.1. Strategy: HEALTH & SAFETY SERVICES Develop and provide health and safety services such as needs analyses, education, consultations, and inspections to employers, to employees, and to other entities in the Texas workplace.	$ 3,929,556	$ 3,930,365
Outputs:		
Number of Occupational Safety and Health Consultations (OSHCON) Made	3,200	3,200

Efficiencies:		
Average Cost per OSHCON Consultation	717	717
A.1.2. Strategy: EXTRA-HAZARDOUS EMPLOYERS	$ 962,081	$ 962,081
Identify possible extra-hazardous employers by notifying employers of status and conducting administrative reviews; require development of extra-hazardous safety plans, and verify extra-hazardous and rejected risk employer compliance with safety plans.		
Outputs:		
Number of Notifications Sent to Employers Meeting Minimum Criteria for Classification as Extra-Hazardous	300	300
Number of Extra-Hazardous Employer Inspections Conducted	200	200
Number of Extra-Hazardous and Rejected Risk Employer Safety Programs Implemented	465	465
Efficiencies:		
Average Cost per Extra-Hazardous Inspection Conducted	977	978
A.2.1. Strategy: RISK MANAGEMENT PROGRAM	$ 838,825	$ 838,825
Establish statewide risk management guidelines, work with agencies to develop programs that meet the guidelines, conduct on-site risk management program reviews, and provide safety evaluations, consultations, and training.		
Outputs:		
Number of Risk Management Program Reviews Conducted	50	50
Efficiencies:		
Average Cost Per State Agency Provided with Risk Management Services	7,857	7,862
Total, Goal A: SAFE & HEALTHY WORKPLACES	$ 5,730,462	$ 5,731,271
B. Goal: CLAIMS/DISPUTES SVCS		
To assure the delivery of appropriate benefits and to minimize and resolve disputes.		
Outcomes:		
Percentage of TWCC Forms Used to Establish Reportable Claims With 1-7 Days Lost Time and Income/Indemnity Claims Processed in 3 Days or Less	85%	90%
Percentage of All Benefit Dispute Cases Resolved by the Commission's Informal Dispute Resolution System	70%	70%
Percentage of All Benefit Dispute Cases Resolved by the Commission's Formal Dispute Resolution System (Beginning With Contested Case Proceedings)	23%	23%
Average Medical Cost per Texas Workers' Compensation Case	4,800	4,600
Average Number of Days for the Required Initial Benefit Payment to be Issued to Injured Workers	16.8	16.5
Percentage of Estimated Premiums of Self-Insured Employers to Total Private Workers' Compensation Premiums	18.2%	21.7%
B.1.1. Strategy: CLAIM FILES PROCESSING	$ 10,077,468	$ 10,082,924
Establish and maintain injured worker claim files and receive eligible claim information, medical bills, and carrier documents electronically.		

Outputs:		
Number of Reportable Claims Established With 1-7 Days Lost Time	225,506	222,747
Number of Income/Indemnity Claims Established	119,746	115,246
Efficiencies:		
Average Number of Days to Process TWCC Forms Used to Establish Reportable Claims With 1-7 Days Lost Time and Income/Indemnity Claims	3	3
B.2.1. Strategy: INFORMAL RESOLUTION	$ 6,213,934	$ 6,216,269
Provide injured workers and employers with information about their rights and responsibilities, resolve disputes by talking with the participants, and conduct compensation benefit review conferences.		
Outputs:		
Number of Compensation Benefit Dispute Cases in Which Unrepresented Injured Workers Received Ombudsman Services for Benefit Review Conferences	14,095	14,575
Number of Compensation Benefit Dispute Cases Considered in Benefit Review Conference (BRC)	17,000	17,000
Efficiencies:		
Average Cost per Case Considered in BRC	165	166
B.2.2. Strategy: FORMAL RESOLUTION	$ 3,952,243	$ 3,953,205
Conduct benefit contested case hearings, conduct hearings under the Administrative Procedure Act, conduct reviews when participants appeal decisions made by benefit contested case hearings officers, and provide arbitration.		
Outputs:		
Number of Compensation Benefit Dispute Cases Considered in Contested Case Hearings (CCH)	3,600	3,600
Number of Compensation Benefit Dispute Cases in Which Unrepresented Injured Workers Received Ombudsman Services for Contested Case Hearings	2,975	2,975
Number of Extra-Hazardous Violation Cases Considered in APA Hearings	150	155
Efficiencies:		
Average Cost per Case Considered in CCH	865	872
B.3.1. Strategy: MEDICAL COST CONTAINMENT	$ 1,858,013	$ 1,858,013
To implement a medical cost-containment program by monitoring the appropriateness of treatment provided, promoting compliance with requirements for providing and paying medical benefits, and assisting Commissioners in establishing medical guidelines.		
Outputs:		
Number of Medical Case Reviews Conducted	5,362	5,526
Number of Spinal Surgery Recommendation Reviews Completed	10,317	10,730
Efficiencies:		
Average Cost per Medical Case Review Conducted	68	66
B.4.1. Strategy: INVESTIGATIONS	$ 2,143,228	$ 2,143,451
Investigate administrative and criminal violations, audit the performance of carriers, self-insured		

governmental entities and other participants, and compile compliance information on the performance of the workers' compensation system.		
Outputs:		
Number of Fraud Investigations Completed	870	870
Number of Administrative Violation Investigations Completed, Excluding Fraud	3,500	3,500
Efficiencies:		
Average Cost per Fraud Investigation Completed	1,029	1,029
B.5.1. Strategy: SELF-INSURANCE REGULATION	$ 791,884	$ 791,884
Ensure that certified self-insuring employers meet statutory financial and safety requirements through a process of determining, renewing, and revoking certification.		
Outputs:		
Number of Self-Insurance Applications or Renewals Processed	94	116
Number of Self-Insurance Applicants or Renewals Certified	80	95
Efficiencies:		
Average Cost per Self-Insurance Applications or Renewals Processed	8,735	7,083
Total, Goal B: CLAIMS/DISPUTES SVCS	$ 25,036,770	$ 25,045,746
C. Goal: INDIRECT ADMINISTRATION		
C.1.1. Strategy: CENTRAL ADMINISTRATION	$ 4,364,836	$ 4,381,462
C.1.2. Strategy: INFORMATION RESOURCES	$ 5,500,293	$ 5,515,682
C.1.3. Strategy: OTHER SUPPORT SERVICES	$ 1,075,320	$ 1,075,320
C.1.4. Strategy: REGIONAL ADMINISTRATION	$ 453,445	$ 452,816
Total, Goal C: INDIRECT ADMINISTRATION	$ 11,393,894	$ 11,425,280
Grand Total, WORKERS' COMPENSATION COMMISSION	$ 42,161,126	$ 42,202,297
Method of Financing:		
General Revenue Fund	$ 34,875,175	$ 34,916,346
General Revenue Fund - Consolidated	2,987,893	2,987,893
Federal Funds	1,591,577	1,591,577
Appropriated Receipts	1,539,151	1,539,151
Interagency Contracts	865,825	865,825
Earned Federal Funds	301,505	301,505
Total, Method of Financing	$ 42,161,126	$ 42,202,297
Number of Positions (FTE)	1,266.0	1,266.0
Schedule of Exempt Positions		
Executive Director, Group 3	$78,000	$78,000

1. **Capital Budget.** None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the

purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease Payments to the Master Equipment Lease Purchase Program" or for items with an "(MELPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provisions of V.T.C.S., Art. 601d, Sec. 9A.

	1996	1997
Out of the General Revenue Fund:		
a. Lease Payments to the Master Equipment Lease Purchase Program		
(1) Lease Payments (MELPP) for 1992-93 Acquisitions	$ 106,177	$ 57,610
(2) Direct Access Storage Device (MELPP payments for 1994-95 acquisitions)	$ 146,702	$ 145,491
Total, Capital Budget	$ 252,879	$ 203,101

2. **Appropriation of Certain Fees.** Revenues collected by the commission as reproduction fees, third party reimbursements, publication fees, and fees collected for audits, inspections, and consultations are hereby appropriated to the Workers' Compensation Commission for the biennium beginning September 1, 1995. However, in no event shall the total amount of all receipts appropriated pursuant to both this provision and the General Provisions of this Act exceed $1,439,151 for fiscal year 1996 and $1,439,151 for fiscal year 1997.

3. **Appropriation of Administrative Penalties.** Revenues collected by the commission as administrative penalties are hereby appropriated to the commission in an amount not to exceed $100,000 for each fiscal year, provided that expenditure of funds appropriated pursuant to this provision shall be limited to such expenses as may be necessary to prosecute administrative violations under the Texas Workers' Compensation Act, including costs of conducting Administrative Procedure Act hearings.

4. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that revenue generated pursuant to Sections 407.041, 407.102 and 407.103 of the Labor Code cover, at a minimum, the cost of the appropriations made above out of the General Revenue Fund - Consolidated including employee matching costs and any other direct operating costs. In the event that actual and/or projected revenue generated pursuant to the aforementioned statutory provisions are insufficient to offset the General Revenue Fund-Consolidated appropriation and related costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of revenue expected to be available.

5. **Sunset Contingency.** Funds appropriated above for fiscal year 1997 for the Workers' Compensation Commission are made contingent on the continuation of the Workers' Compensation Commission by the Legislature. In the event the agency is not continued, the funds appropriated for fiscal year 1996 or as much thereof as may be necessary are to be used to provide for the phase out of agency operations.

6. **Contingency Appropriation for House Bill 1589.** Contingent upon the enactment of House Bill 1589, or similar legislation creating a State Office of Risk Management, by the 74th Legislature, Regular Session, the Workers' Compensation Commission is hereby appropriated

$1,363,184 for the fiscal biennium beginning September 1, 1995 out of the General Revenue Fund for the purpose of implementing that Act. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

7. **Implementation of House Bill 1589.** Out of funds appropriated above in item A.2.1., Risk Management Program, $838,825 in 1996 and $838,825 in 1997 shall be allocated for the implementation of House Bill 1589, if such Act should become law.

Research and Oversight Council on Workers' Compensation

	For the Years Ending August 31, 1996	August 31, 1997
Out of the Research and Oversight Council Account:		
A. Goal: RESEARCH AND OVERSIGHT		
A.1.1. Strategy: RESEARCH AND OVERSIGHT	$ 668,490	$ 668,490
Grand Total, RESEARCH AND OVERSIGHT COUNCIL ON WORKERS' COMPENSATION	$ 668,490	$ 668,490

1. **Contingency for House Bill 1091.** The appropriation of funds made above in Item A.1.1., Research and Oversight, is hereby made contingent upon the enactment of House Bill 1091, or similar legislation creating a Research and Oversight Council on Workers' Compensation, by the 74th Legislature, Regular Session.

2. **Appropriations Limited to Revenue Collections.** It is the intent of the Legislature that revenue generated pursuant to Section 404.003 Labor Code cover, at a minimum, the cost of the appropriations made including employee matching costs and any other direct operating costs. In the event that actual and/or projected maintenance tax revenue collections are insufficient to offset agency costs, the Legislative Budget Board may direct that the Comptroller of Public Accounts reduce the appropriation authority provided herein to be within the amount of maintenance tax revenue expected to be available.

Retirement and Group Insurance

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: EMPLOYEES RETIREMENT SYSTEM		
A.1.1. Strategy: RETIREMENT CONTRIBUTIONS Provide an actuarially sound level of funding as defined by state law; estimated	$ 6,605,092	$ 6,803,245
A.1.2. Strategy: GROUP INSURANCE Provide a basic health care and life insurance program for general state employees; estimated	$ 10,970,430	$ 11,017,165
Total, Goal A: EMPLOYEES RETIREMENT SYSTEM	$ 17,575,522	$ 17,820,410
Grand Total, RETIREMENT AND GROUP INSURANCE	$ 17,575,522	$ 17,820,410
Method of Financing:		
General Revenue Fund, estimated	$ 13,392,298	$ 13,577,937
General Revenue Fund - Consolidated, estimated	3,920,548	3,976,356
General Revenue Fund - Dedicated, estimated	225,553	228,510
Federal Funds, estimated	605	623
Other Special State Funds, estimated	36,518	36,984
Total, Method of Financing	$ 17,575,522	$ 17,820,410

Social Security

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: COMPTROLLER - SOCIAL SECURITY		
A.1.1. Strategy: STATE MATCH -- EMPLOYER Provide an employer match for Social Security contributions; estimated	$ 8,493,999	$ 8,748,819
A.1.2. Strategy: STATE MATCH -- EMPLOYEE Provide the state's contribution for the employee's share for Social Security; estimated	$ 3,533,321	$ 3,533,321
Total, Goal A: COMPTROLLER - SOCIAL SECURITY	$ 12,027,320	$ 12,282,140
Grand Total, SOCIAL SECURITY	$ 12,027,320	$ 12,282,140

Social Security
(Continued)

Method of Financing:		
General Revenue Fund, estimated	$ 9,375,820	$ 9,573,901
General Revenue Fund - Consolidated, estimated	2,642,022	2,698,476
General Revenue Fund - Dedicated, estimated	7,272	7,491
Other Special State Funds, estimated	2,206	2,272
Total, Method of Financing	$ 12,027,320	$ 12,282,140

Lease Payments

	For the Years Ending August 31, 1996	August 31, 1997
A. Goal: FINANCE CAPITAL PROJECTS To provide funding to the General Services Commission for payment to Texas Public Finance Authority for the payment of revenue bond debt service requirements.		
A.1.1. Strategy: LEASE PAYMENTS Make lease payments to the Texas Public Finance Authority on facilities financed through the Texas Public Finance Authority.	$ 4,458,346	$ 4,451,152
Grand Total, LEASE PAYMENTS	$ 4,458,346	$ 4,451,152
Method of Financing:		
General Revenue Fund	$ 1,671,756	$ 1,668,737
General Revenue - Consolidated (Insurance Taxes and Fees)	2,710,442	2,706,380
General Revenue Fund - Consolidated	76,148	76,035
Total, Method of Financing	$ 4,458,346	$ 4,451,152

RECAPITULATION - ARTICLE VIII
REGULATORY
(General Revenue)

	For the Years Ending August 31, 1996	August 31, 1997
Accountancy, Board of Public	$	$
Administrative Hearings, Office of		
Architectural Examiners, Board of		
Barber Examiners, Board of		
Chiropractic Examiners, Board of		
Cosmetology Commission	1,354,682	1,354,682
Credit Union Department		
Dental Examiners, Board of		
Engineers, Board of Registration for Professional		
Finance Commission of Texas		
Banking, Department of		
Consumer Credit Commissioner, Office of the		
Savings and Loan Department		
Funeral Service Commission	491,821	491,822
Insurance, Department of		
Insurance Counsel, Office of Public	951,046	959,026
Land Surveying, Board of Professional		
Licensing and Regulation, Department of	4,933,959	4,933,960
Contingency Appropriations	694,945	813,006
Total	5,628,904	5,746,966
Medical Examiners, Board of	1,968,581	1,979,146
Nurse Examiners, Board of		
Nurse Examiners, Board of Vocational		
Optometry Board		
Pest Control Board, Structural		
Pharmacy, Board of		
Physical and Occupational Therapy Examiners, Executive Council of	793,059	787,232
Plumbing Examiners, Board of		
Podiatry Examiners, Board of		
Psychologists, Board of Examiners of		
Racing Commission		
Real Estate Commission	423,280	431,519
Securities Board, State	3,200,893	3,200,893
Tax Professional Examiners, Board of		
Utility Commission, Public	9,982,484	9,060,681
Rider Appropriations	3,000	-98,824
Total	9,985,484	8,961,857
Utility Counsel, Office of Public	1,347,251	1,263,623
Veterinary Medical Examiners, Board of		
Workers' Compensation Commission	34,875,175	34,916,346
Contingency Appropriations	1,363,184	
Total	36,238,359	34,916,346

RECAPITULATION - ARTICLE VIII
REGULATORY
(General Revenue)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Research and Oversight Council on Workers' Compensation		
Subtotal, Regulatory	$ 62,383,360	$ 60,093,112
Retirement and Group Insurance	13,392,298	13,577,937
Social Security	9,375,820	9,573,901
Subtotal, Employee Benefits	$ 22,768,118	$ 23,151,838
Lease Payments	1,671,756	1,668,737
TOTAL, ARTICLE VIII - Regulatory	$ 86,823,234	$ 84,913,687

RECAPITULATION - ARTICLE VIII
REGULATORY
(General Revenue - Consolidated)

	For the Years Ending August 31, 1996	August 31, 1997
Accountancy, Board of Public	$ 2,878,488	$ 2,918,204
Administrative Hearings, Office of		
Architectural Examiners, Board of	1,318,935	1,191,027
Barber Examiners, Board of	522,308	522,308
Chiropractic Examiners, Board of	296,602	296,602
Cosmetology Commission		
Credit Union Department	1,269,040	1,246,575
Dental Examiners, Board of	1,147,911	1,133,291
Engineers, Board of Registration for Professional	1,285,775	1,374,275
Contingency Appropriations	22,000	22,000
Total	1,307,775	1,396,275
Finance Commission of Texas	9,895	9,895
Banking, Department of	10,681,267	9,676,363
Contingency Appropriations	3,273,180	3,198,380
Total	13,954,447	12,874,743
Consumer Credit Commissioner, Office of the	1,650,038	1,527,805
Savings and Loan Department	1,302,801	1,179,803
Contingency Appropriations	733,000	1,213,000
Total	2,035,801	2,392,803
Funeral Service Commission		
Insurance, Department of	42,815,888	42,815,888
Insurance Counsel, Office of Public		
Land Surveying, Board of Professional	293,085	293,085
Licensing and Regulation, Department of		
Medical Examiners, Board of	2,615,958	2,638,520
Nurse Examiners, Board of	2,046,072	2,010,541
Nurse Examiners, Board of Vocational	1,088,623	1,032,355
Optometry Board	289,328	267,929
Pest Control Board, Structural	1,094,962	1,089,515
Contingency Appropriations	66,000	66,000
Total	1,160,962	1,155,515
Pharmacy, Board of	2,316,738	2,224,789
Contingency Appropriations	174,286	157,384
Total	2,491,024	2,382,173
Physical and Occupational Therapy Examiners, Executive Council of		
Plumbing Examiners, Board of	1,314,166	1,317,065
Podiatry Examiners, Board of	138,027	138,227
Psychologists, Board of Examiners of	654,619	656,461

RECAPITULATION - ARTICLE VIII
REGULATORY
(General Revenue - Consolidated)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Racing Commission	7,680,655	8,281,460
Contingency Appropriations	838,458	944,288
Total	8,519,113	9,225,748
Real Estate Commission	3,202,116	3,202,116
Securities Board, State		
Tax Professional Examiners, Board of	151,926	148,349
Utility Commission, Public	190,000	190,000
Utility Counsel, Office of Public		
Veterinary Medical Examiners, Board of	522,398	504,614
Workers' Compensation Commission	3,289,398	3,289,398
Research and Oversight Council on Workers' Compensation		
Subtotal, Regulatory	$ 97,173,943	$ 96,777,512
Retirement and Group Insurance	3,920,548	3,976,356
Social Security	2,642,022	2,698,476
Subtotal, Employee Benefits	$ 6,562,570	$ 6,674,832
Lease Payments	2,786,590	2,782,415
TOTAL, ARTICLE VIII - Regulatory	$ 106,523,103	$ 106,234,759

RECAPITULATION - ARTICLE VIII
REGULATORY
(Federal Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Accountancy, Board of Public	$	$
Administrative Hearings, Office of		
Architectural Examiners, Board of		
Barber Examiners, Board of		
Chiropractic Examiners, Board of		
Cosmetology Commission		
Credit Union Department		
Dental Examiners, Board of		
Engineers, Board of Registration for Professional		
Finance Commission of Texas		
Banking, Department of	186,853	191,757
Consumer Credit Commissioner, Office of the		
Savings and Loan Department		
Funeral Service Commission		
Insurance, Department of		
Insurance Counsel, Office of Public		
Land Surveying, Board of Professional		
Licensing and Regulation, Department of	264,554	264,554
Medical Examiners, Board of		
Nurse Examiners, Board of		
Nurse Examiners, Board of Vocational		
Optometry Board		
Pest Control Board, Structural	100,000	100,000
Pharmacy, Board of		
Physical and Occupational Therapy Examiners, Executive Council of		
Plumbing Examiners, Board of		
Podiatry Examiners, Board of		
Psychologists, Board of Examiners of		
Racing Commission		
Real Estate Commission		
Securities Board, State		
Tax Professional Examiners, Board of		
Utility Commission, Public		
Utility Counsel, Office of Public		
Veterinary Medical Examiners, Board of		
Workers' Compensation Commission	1,591,577	1,591,577
Research and Oversight Council on Workers' Compensation		
Subtotal, Regulatory	$ 2,142,984	$ 2,147,888
Retirement and Group Insurance	605	623
Social Security		
Subtotal, Employee Benefits	$ 605	$ 623
Lease Payments		
TOTAL, ARTICLE VIII - Regulatory	$ 2,143,589	$ 2,148,511

RECAPITULATION - ARTICLE VIII
REGULATORY
(Other Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Accountancy, Board of Public	$ 50,000	$ 50,000
Administrative Hearings, Office of	3,445,206	3,381,420
Architectural Examiners, Board of		
Barber Examiners, Board of		
Chiropractic Examiners, Board of		
Cosmetology Commission	80,000	80,000
Credit Union Department		
Dental Examiners, Board of		
Engineers, Board of Registration for Professional		
Finance Commission of Texas		
Banking, Department of		
Consumer Credit Commissioner, Office of the		
Savings and Loan Department		
Funeral Service Commission		
Insurance, Department of	747,495	747,495
Insurance Counsel, Office of Public		
Land Surveying, Board of Professional		
Licensing and Regulation, Department of	2,188,016	2,188,016
Medical Examiners, Board of		
Nurse Examiners, Board of	548,001	548,001
Nurse Examiners, Board of Vocational	30,000	25,000
Optometry Board		
Pest Control Board, Structural		
Pharmacy, Board of		
Physical and Occupational Therapy Examiners,		
Executive Council of		
Plumbing Examiners, Board of		
Podiatry Examiners, Board of		
Psychologists, Board of Examiners of		
Racing Commission		
Real Estate Commission	76,100	76,100
Rider Appropriations	112,000	124,000
Total	188,100	200,100
Securities Board, State	14,000	14,000
Tax Professional Examiners, Board of		
Utility Commission, Public	202,000	202,000
Rider Appropriations		90,392
Contingency Appropriations	2,597,962	2,447,702
Total	2,799,962	2,740,094
Utility Counsel, Office of Public		
Contingency Appropriations	600,054	529,260
Total	600,054	529,260

RECAPITULATION - ARTICLE VIII
REGULATORY
(Other Funds)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Veterinary Medical Examiners, Board of	2,404,976	2,404,976
Workers' Compensation Commission		
Research and Oversight Council on Workers' Compensation	668,490	668,490
Subtotal, Regulatory	$ 13,764,300	$ 13,576,852
Retirement and Group Insurance	262,071	265,494
Social Security	9,478	9,763
Subtotal, Employee Benefits	$ 271,549	$ 275,257
Lease Payments		
TOTAL, ARTICLE VIII - Regulatory	$ 14,035,849	$ 13,852,109

RECAPITULATION - ARTICLE VIII
REGULATORY
(All Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Accountancy, Board of Public	$ 2,928,488	$ 2,968,204
Administrative Hearings, Office of	3,445,206	3,381,420
Architectural Examiners, Board of	1,318,935	1,191,027
Barber Examiners, Board of	522,308	522,308
Chiropractic Examiners, Board of	296,602	296,602
Cosmetology Commission	1,434,682	1,434,682
Credit Union Department	1,269,040	1,246,575
Dental Examiners, Board of	1,147,911	1,133,291
Engineers, Board of Registration for Professional	1,285,775	1,374,275
Contingency Appropriations	22,000	22,000
Total	1,307,775	1,396,275
Finance Commission of Texas	9,895	9,895
Banking, Department of	10,868,120	9,868,120
Contingency Appropriations	3,273,180	3,198,380
Total	14,141,300	13,066,500
Consumer Credit Commissioner, Office of the	1,650,038	1,527,805
Savings and Loan Department	1,302,801	1,179,803
Contingency Appropriations	733,000	1,213,000
Total	2,035,801	2,392,803
Funeral Service Commission	491,821	491,822
Insurance, Department of	43,563,383	43,563,383
Insurance Counsel, Office of Public	951,046	959,026
Land Surveying, Board of Professional	293,085	293,085
Licensing and Regulation, Department of	7,386,529	7,386,530
Contingency Appropriations	694,945	813,006
Total	8,081,474	8,199,536
Medical Examiners, Board of	4,584,539	4,617,666
Nurse Examiners, Board of	2,594,073	2,558,542
Nurse Examiners, Board of Vocational	1,118,623	1,057,355
Optometry Board	289,328	267,929
Pest Control Board, Structural	1,194,962	1,189,515
Contingency Appropriations	66,000	66,000
Total	1,260,962	1,255,515
Pharmacy, Board of	2,316,738	2,224,789
Contingency Appropriations	174,286	157,384
Total	2,491,024	2,382,173
Physical and Occupational Therapy Examiners, Executive Council of	793,059	787,232
Plumbing Examiners, Board of	1,314,166	1,317,065

RECAPITULATION - ARTICLE VIII
REGULATORY
(All Funds)
(Continued)

	For the Years Ending August 31, 1996	August 31, 1997
Podiatry Examiners, Board of	138,027	138,227
Psychologists, Board of Examiners of	654,619	656,461
Racing Commission	7,680,655	8,281,460
Contingency Appropriations	838,458	944,288
Total	8,519,113	9,225,748
Real Estate Commission	3,701,496	3,709,735
Rider Appropriations	112,000	124,000
Total	3,813,496	3,833,735
Securities Board, State	3,214,893	3,214,893
Tax Professional Examiners, Board of	151,926	148,349
Utility Commission, Public	10,374,484	9,452,681
Rider Appropriations	3,000	-8,432
Contingency Appropriations	2,597,962	2,447,702
Total	12,975,446	11,891,951
Utility Counsel, Office of Public	1,347,251	1,263,623
Contingency Appropriations	600,054	529,260
Total	1,947,305	1,792,883
Veterinary Medical Examiners, Board of	522,398	504,614
Workers' Compensation Commission	42,161,126	42,202,297
Contingency Appropriations	1,363,184	
Total	43,524,310	42,202,297
Research and Oversight Council on Workers' Compensation	668,490	668,490
Subtotal, Regulatory	$ 175,464,587	$ 172,595,364
Retirement and Group Insurance	17,575,522	17,820,410
Social Security	12,027,320	12,282,140
Subtotal, Employee Benefits	$ 29,602,842	$ 30,102,550
Lease Payments	4,458,346	4,451,152
TOTAL, ARTICLE VIII - Regulatory	$ 209,525,775	$ 207,149,066
Number of Positions (FTE)	3,756.5	3,761.5

ARTICLE IX

GENERAL PROVISIONS

The provisions set forth in this and all other Articles of this act are limitations on the appropriations made by this Act. It is the purpose of the Legislature in enacting this bill only to appropriate funds and to restrict and limit by its provisions the amount and conditions under which the appropriations can be expended.

PROVISIONS RELATING TO THE POSITION CLASSIFICATION PLAN

Section 1. Except as otherwise specifically provided in this Act, expenditures of appropriations for the salaries of employees in classified positions in all affected agencies appropriated funds by this Act, other than institutions of higher education, university system offices, the Higher Education Coordinating Board, and the National Research Laboratory Commission, shall be governed by and be in conformity with the provisions of this Section, including the following list of position classification numbers, position titles, salary group allocations, and rates of pay in classification salary schedules hereinafter provided. As used with respect to salary ranges, "minimum" means the lowest rate in a salary range; "midpoint" means the rate designated as Step 4; and "maximum" means the rate designated as Step 8.

DETAILED LISTING OF ALL CLASSIFIED POSITIONS

Class Number	Position Title	Salary Group
0005	Switchboard Operator	04
0006	Switchboard Operator/Receptionist	05
0008	Switchboard Operator Supervisor	06
0011	Messenger	02
0051	Clerk I	02
0053	Clerk II	04
0055	Clerk III	06
0061	Clerical Supervisor I	06
0063	Clerical Supervisor II	07
0065	Clerical Supervisor III	09
0067	Clerical Supervisor IV	11
0103	Clerk Typist I	03
0106	Clerk Typist II	04
0131	Secretary I	05
0133	Secretary II	06
0135	Secretary III	07
0137	Legal Secretary I	09
0138	Administrative Secretary	09
0141	Hearings Reporter I	10
0142	Hearings Reporter II	12
0143	Hearings Reporter III	14
0146	Legal Secretary II	11
0201	Data Entry Operator I	04
0203	Data Entry Operator II	06
0205	Data Entry Operator III	08
0206	Data Entry Operator IV	10
0211	Data Entry Supervisor I	09
0213	Data Entry Supervisor II	11
0215	Data Entry Supervisor III	13
0221	ADP Equipment Operator I	07
0223	ADP Equipment Operator II	09
0225	ADP Equipment Operator III	11
0227	ADP Equipment Operator IV	14
0231	ADP Supervisor I	12
0232	ADP Supervisor II	14
0233	ADP Supervisor III	16
0234	ADP Supervisor IV	18
0239	ADP Programmer Apprentice	12
0240	ADP Programmer I	14
0241	ADP Programmer II	16
0242	ADP Programmer III	18
0243	ADP Programmer IV	20
0244	ADP Record Control Clerk I	05
0245	ADP Record Control Clerk II	07
0246	ADP Record Control Clerk III	09
0247	Magnetic Tape Librarian	08
0251	Programmer Analyst I	18
0252	Programmer Analyst II	20
0253	Programmer Analyst III	21
0254	Systems Support Specialist IV	16
0255	Systems Support Specialist I	10
0257	Systems Support Specialist II	12
0259	Systems Support Specialist III	14
0260	Systems Analyst I	16

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
0262	Systems Analyst II	18
0264	Systems Analyst III	20
0266	Systems Analyst IV	21
0268	Systems Programmer I	18
0269	Systems Programmer II	20
0270	Systems Programmer III	21
0273	Assistant Director of ADP	21
0274	Director of ADP I	19
0275	Director of ADP II	21
0277	Data Base Administrator I	16
0278	Data Base Administrator II	18
0279	Data Base Administrator III	20
0280	Data Base Administrator IV	21
0281	Telecommunications Specialist I	12
0282	Telecommunications Specialist II	14
0283	Telecommunications Specialist III	16
0284	Telecommunications Supervisor	18
0285	Telecommunications Administrator	20
0287	Network Manager I	16
0288	Network Manager II	18
0289	Network Manager III	20
0290	Word Processing Operator I	06
0292	Word Processing Operator II	08
0294	Word Processing Operator III	10
0306	Duplicating Machine Operator I	05
0308	Duplicating Machine Operator II	08
0309	Reproduction Equipment Operator I	09
0310	Reproduction Equipment Operator II	11
0311	Reproduction Equipment Operator III	13
0312	Reproduction Equipment Operator IV	15
0316	Reproduction Equipment Supervisor I	12
0317	Reproduction Equipment Supervisor II	14
0318	Reproduction Equipment Supervisor III	16
0320	Director of Reprographics	18
0325	Bindery Technician I	05
0326	Bindery Technician II	07
0327	Bindery Technician IV	11
0328	Bindery Technician III	09
0340	Microfilm Camera Operator I	06
0341	Microfilm Camera Operator II	08
0343	Micrographics Technician I	09
0344	Micrographics Technician II	11
0346	Micrographics Supervisor I	13
0347	Micrographics Supervisor II	15
0351	Darkroom Technician	06
0361	Photographer I	10
0363	Photographer II	12
0365	Photographer III	14
0367	Photographer IV	16
0515	Planning Assistant	16
0516	Planner I	17
0517	Planner II	19

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
0518	Planner III	20
0519	Planner IV	21
0520	Director, Program Planning	21
0540	Research Assistant I	11
0542	Research Assistant II	13
0544	Research Specialist I	15
0546	Research Specialist II	17
0548	Research Specialist III	18
0550	Director of Research	19
0552	Research Associate	19
0554	Chief of Research	21
1001	Accounting Clerk I	04
1002	Accounting Clerk II	06
1003	Accounting Clerk III	08
1004	Accounting Clerk IV	10
1051	Hearings Examiner IV	21
1052	Hearings Examiner III	19
1053	Hearings Examiner II	17
1054	Hearings Examiner I	14
1056	Prehearing Examiner, TWCC	20
1057	Senior Prehearing Examiner, TWCC	21
1058	Ombudsman, TWCC	16
1059	Taxpayer Compliance Officer I	11
1060	Taxpayer Compliance Officer II	12
1061	Taxpayer Compliance Officer III	14
1067	Senior Enforcement Officer I	16
1068	Senior Enforcement Officer II	18
1070	Senior Tax Auditor I	18
1071	Senior Tax Auditor II	21
1081	Accounts Examiner I	11
1082	Accounts Examiner II	13
1083	Accounts Examiner III	15
1084	Auditor IV	18
1085	Auditor V	20
1086	Accounts Examiner IV	17
1087	Supervising Accounts Examiner	17
1088	Auditor I	12
1089	Auditor II	14
1090	Auditor III	16
1091	Assistant State Auditor I	13
1092	Assistant State Auditor II	15
1093	Assistant State Auditor III	17
1097	Assistant State Auditor IV	19
1098	Assistant State Auditor V	21
1101	Insurance Examiner I	12
1102	Insurance Examiner II	14
1103	Insurance Examiner III	16
1107	Insurance Examiner IV	18
1108	Insurance Examiner V	20
1114	Assistant Chief Insurance Examiner	21
1120	EDP Audit Specialist I	14
1121	EDP Audit Specialist II	16

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
1122	EDP Audit Specialist III	18
1123	EDP Audit Specialist IV	20
1124	EDP Audit Specialist V	21
1130	Investment Officer I	18
1131	Investment Officer II	20
1142	Senior Examiner	19
1144	Supervising Analyst	19
1145	Securities Analyst	15
1146	Senior Analyst	17
1147	Supervising Examiner	20
1150	Budget Examiner I	14
1151	Budget Examiner II	17
1152	Budget Examiner III	19
1153	Budget Examiner IV	21
1155	Budget Analyst I	14
1156	Budget Analyst II	17
1157	Budget Analyst III	19
1158	Budget Analyst IV	21
1161	Accountant I	11
1162	Accountant II	13
1163	Accountant III	16
1164	Chief Accountant I	17
1165	Chief Accountant II	19
1166	Chief Accountant III	20
1169	Director of Finance	20
1180	Assistant Investment Officer	21
1192	Claims Officer I	11
1193	Claims Officer II	13
1194	Claims Officer III	15
1195	Claims Officer IV	17
1205	Assistant Director, Auditing and Tax Reporting	21
1206	Assistant Director of Auditing	19
1207	Director of Auditing	21
1208	Director of Accounting	21
1209	Management Audit Assistant	14
1211	Management Auditor I	15
1213	Management Auditor II	17
1215	Supervising Management Auditor	19
1217	Management Audit Director	21
1220	Internal Auditor I	13
1222	Internal Auditor II	15
1224	Internal Auditor III	17
1226	Internal Auditor IV	19
1228	Internal Auditor V	20
1230	Internal Audit Director	21
1301	State Technical Operations Officer	14
1302	Emergency Management Information Officer	17
1408	Document Examiner I	07
1410	Document Examiner II	09
1412	Document Examiner III	11
1414	Document Examiner Supervisor	13
1501	Administrative Technician I	08

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
1502	Administrative Technician II	11
1503	Administrative Technician III	13
1504	Administrative Technician IV	15
1506	Executive Assistant I	17
1507	Executive Assistant II	19
1545	Division Director	21
1549	Director of Records Service	18
1550	Staff Services Officer I	16
1551	Staff Services Officer II	18
1552	Staff Services Officer III	19
1553	Staff Services Officer IV	20
1554	Chief of Staff Services	21
1556	Deputy Administrator	21
1557	Director of Programs I	20
1558	Special Project Director	21
1559	Director of Programs II	21
1561	Operations Director I	19
1562	Operations Director II	20
1563	Program Administrator I	17
1564	Program Administrator II	18
1565	Program Administrator III	19
1576	Time Distribution Specialist I	13
1577	Time Distribution Specialist II	15
1580	Field Records Analyst	09
1581	Methods and Procedures Specialist	16
1582	Technical Writer	15
1584	Administrative Procedures Technician	16
1656	Director of Business Management	18
1657	Business Manager I	17
1658	Business Manager II	19
1659	Business Manager III	21
1701	Human Resources Management Clerk I	04
1702	Human Resources Management Clerk II	06
1703	Human Resources Management Clerk III	08
1704	Human Resources Management Clerk IV	10
1711	Human Resources Management Assistant I	11
1712	Human Resources Management Assistant II	13
1721	Position Classification Analyst I	14
1722	Position Classification Analyst II	17
1723	Position Classification Analyst III	19
1724	Assistant Classification Officer	21
1726	Human Resources Management Technician	16
1727	Human Resources Management Specialist	18
1731	Human Resources Management Officer I	15
1732	Human Resources Management Officer II	16
1733	Human Resources Management Officer III	17
1749	Assistant Human Resources Management Director	16
1750	Human Resources Management Director I	18
1751	Human Resources Management Director II	19
1755	Director, Human Resources and Staff Development	21
1780	Training Specialist I	11
1781	Training Specialist II	13

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
1782	Training Specialist III	15
1783	Training Specialist IV	17
1784	Training Specialist V	19
1795	Civil Rights Compliance Specialist	17
1801	Statistical Clerk I	04
1802	Statistical Clerk II	06
1803	Statistical Clerk III	08
1811	Statistician I	09
1812	Statistician II	12
1813	Statistician III	15
1816	Statistician IV	17
1831	Traffic Recorder I	05
1832	Traffic Recorder II	06
1845	Traffic Data Coordinator I	14
1855	Traffic Data Coordinator II	16
1859	Journalist I	10
1860	Journalist II	12
1861	Coordinator, Informational Media	18
1862	Information Specialist I	14
1863	Information Specialist II	16
1864	Information Specialist III	18
1866	Research and Information Specialist	21
1867	Educational Writer	16
1868	Chief of Community Relations	19
1869	Chief of Media Relations	19
1873	Exhibit Technician I	10
1874	Exhibit Technician II	12
1875	Exhibit Technician III	14
1889	Supervisor, Instructional Media Laboratory	16
1890	Audio Visual Technician I	09
1891	Audio Visual Technician II	14
1892	Audio Visual Technician III	16
1895	Museum Curator	15
1899	Audio Visual Director	16
1901	Stock Clerk I	02
1902	Stock Clerk II	04
1903	Stock Clerk III	06
1906	Methods Analyst	14
1911	Warehouse Supervisor	09
1915	Warehouse Superintendent	12
1925	Property Inventory Clerk I	03
1926	Property Inventory Clerk II	06
1929	Property Coordinator	09
1931	Property Manager	14
1935	Purchasing Clerk I	04
1936	Purchasing Clerk II	06
1937	Purchasing Clerk III	08
1940	Purchasing Clerk IV	10
1954	Purchaser I	12
1955	Purchaser II	14
1956	Purchaser III	16
1957	Purchaser IV	18

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
1958	Specifications Chief	18
1960	Specifications Technician I	14
1961	Specifications Technician II	17
1983	Economist I	14
1985	Economist II	16
1986	Economist III	18
1987	Economist IV	20
2000	Drafter I	08
2001	Drafter II	12
2002	Drafter III	15
2015	Graphics Designer I	12
2016	Graphics Designer II	14
2017	Graphics Designer III	16
2050	Assistant Land Surveyor, GLO	17
2052	Senior Land Surveyor, GLO	20
2054	Assistant Chief Land Surveyor, GLO	21
2071	Manufacturing Process and Plant Inspector	15
2117	Engineering Aide I	02
2118	Engineering Aide II	04
2119	Engineering Aide III	06
2120	Engineering Aide IV	08
2121	Engineering Technician I	08
2122	Engineering Technician II	10
2123	Engineering Technician III	12
2124	Engineering Technician IV	14
2125	Engineering Technician V	16
2127	Engineering Specialist I	17
2128	Engineering Specialist II	18
2129	Engineering Specialist III	19
2130	Engineering Specialist IV	20
2151	Engineering Assistant I	14
2153	Engineering Assistant II	15
2155	Engineering Assistant III	16
2156	Engineer I	17
2158	Engineer II	18
2159	Superintendent of Utilities	21
2160	Engineer III	19
2162	Engineer IV	20
2164	Engineer V	21
2170	Interactive Graphics Technician I	11
2172	Interactive Graphics Technician II	13
2174	Interactive Graphics Technician III	15
2176	Interactive Graphics Technician IV	17
2191	Utility Specialist I	17
2192	Utility Specialist II	19
2193	Utility Specialist III	20
2194	Utility Specialist IV	21
2251	Project Design Assistant I	14
2253	Project Design Assistant II	15
2254	Project Design Assistant III	16
2255	Hydrologist Assistant III	16
2256	Architect I	17

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
2258	Architect II	18
2260	Architect III	19
2262	Architect IV	20
2264	Architect V	21
2351	Geologist Assistant I	14
2353	Geologist Assistant II	15
2355	Geologist Assistant III	16
2356	Geologist I	17
2358	Geologist II	18
2360	Geologist III	19
2362	Geologist IV	20
2364	Geologist V	21
2366	Chief of Building Engineering and Management	21
2451	Landscape Architect Assistant I	14
2453	Landscape Architect Assistant II	15
2456	Landscape Architect I	17
2458	Landscape Architect II	18
2460	Landscape Architect III	19
2462	Landscape Architect IV	20
2464	Landscape Architect V	21
2551	Hydrologist Assistant I	14
2553	Hydrologist Assistant II	15
2556	Hydrologist I	17
2558	Hydrologist II	18
2560	Hydrologist III	19
2562	Hydrologist IV	20
2564	Hydrologist V	21
2661	Chemist I	11
2662	Chemist II	13
2663	Chemist III	15
2664	Chemist IV	17
2665	Chemist V	19
2667	Chemist VI	21
2720	Deputy State Fire Marshal Apprentice	11
2721	Deputy State Fire Marshal I	13
2722	Deputy State Fire Marshal II	15
2723	Deputy State Fire Marshal III	17
2724	Deputy State Fire Marshal IV	19
2725	Deputy State Fire Marshal V	21
2746	Fire and Safety Officer	15
2750	Safety Officer I	15
2751	Safety Officer II	17
2752	Safety Manager I	19
2753	Safety Manager II	21
2785	Safety Services Inspector I	16
2787	Safety Services Inspector II	17
2789	Safety Services Inspector III	19
2791	Financial Examiner Trainee	16
2793	Assistant Financial Examiner	19
2795	Commissioned Financial Examiner	21
2800	Actuary I	19
2802	Actuary II	20

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
2804	Actuary III	21
2810	Risk Management Specialist I	15
2811	Risk Management Specialist II	17
2812	Risk Management Specialist III	18
2813	Risk Manager I	20
2814	Risk Manager II	21
2823	Insurance Technician I	08
2824	Insurance Technician II	10
2825	Insurance Technician III	12
2826	Insurance Technician IV	14
2827	Insurance Technician V	15
2828	Insurance Technician VI	16
2829	Insurance Technician VII	17
2830	Insurance Technician VIII	18
2841	Insurance Specialist I	12
2842	Insurance Specialist II	14
2843	Insurance Specialist III	16
2844	Insurance Specialist IV	17
2845	Insurance Specialist V	18
2880	Insurance Director I	19
2883	Insurance Director II	20
2885	Insurance Director III	21
2911	Retirement System Benefits Specialist I	10
2912	Retirement System Benefits Specialist II	12
2917	Retirement System Benefits Specialist III	14
2919	Retirement System Benefits Specialist IV	16
3001	Interviewing Clerk	08
3003	Youth Program Supervisor	16
3005	Employment Interviewer I	10
3006	Employment Interviewer II	11
3007	Employment Interviewer III	12
3009	Employment Interviewer IV	13
3011	Supervising Interviewer	13
3020	Counselor Interviewer	12
3021	Employment Counselor I	13
3022	Employment Counselor II	14
3023	Employment Counselor III	15
3031	Veterans Employment Representative I	13
3032	Veterans Employment Representative II	14
3033	Veterans Employment Representative III	15
3041	Employment Supervisor I	14
3042	Employment Supervisor II	15
3043	Employment Supervisor III	16
3051	Area Manager I	16
3052	Area Manager II	17
3053	Area Manager III	18
3054	Area Manager IV	19
3061	Employment Security Field Assistant	17
3075	Area Manager V	20
3101	Employment Technician I	13
3102	Employment Technician II	14
3103	Employment Technician III	16

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
3121	Placement Specialist I	15
3122	Placement Specialist II	16
3129	Chief of Job Service Operations, TEC	21
3141	Labor Market Analyst I	12
3142	Labor Market Analyst II	13
3143	Labor Market Analyst III	15
3148	Supervising Labor Market Analyst	16
3151	Unemployment Insurance Claims Examiner I	10
3152	Unemployment Insurance Claims Examiner II	12
3153	Unemployment Insurance Claims Examiner III	13
3158	Supervising Unemployment Insurance Claims Examiner	14
3171	Unemployment Insurance Specialist I	15
3172	Unemployment Insurance Specialist II	16
3184	Unemployment Insurance Supervisor	17
3190	Appeals Referee I, TEC	15
3191	Appeals Referee II, TEC	16
3192	Appeals Referee III, TEC	18
3193	Assistant Supervisor of Appeals, TEC	19
3194	Supervisor of Appeals, TEC	21
3195	Unemployment Tax Supervisor, TEC	16
3202	Associate Chief of Employment Service	19
3211	Unemployment Tax Specialist I	15
3212	Unemployment Tax Specialist II	16
3425	Supervising Inspector	16
3501	Legal Examiner	21
3510	Director of Hearings	21
3511	Assistant Director of Hearings	19
3534	Attorney I	14
3535	Attorney II	15
3536	Attorney III	17
3537	Attorney IV	18
3538	Attorney V	19
3539	Attorney VI	21
3550	Deputy Clerk I	09
3552	Deputy Clerk II	11
3554	Deputy Clerk III	14
3556	Deputy Clerk IV	17
3560	Appellate Secretary I	09
3562	Appellate Secretary II	11
3564	Appellate Secretary III	13
3570	Legal Assistant I	12
3572	Legal Assistant II	14
3574	Legal Assistant III	16
3605	Legal Counselor	19
3606	Assistant General Counsel	18
3607	General Counsel	21
3643	Investigator I	12
3644	Investigator II	14
3645	Investigator III	16
3646	Investigator IV	18
3701	Right of Way Appraiser I	13
3702	Right of Way Appraiser II	15

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
3705	Right of Way Appraiser III	19
3721	Right of Way Agent I	12
3722	Right of Way Agent II	14
3723	Right of Way Agent III	16
3726	Right of Way Agent IV	18
3741	Right of Way Utility Agent I	11
3742	Right of Way Utility Agent II	13
3743	Right of Way Utility Agent III	16
3746	Right of Way Utility Agent IV	18
3776	Senior Investigator-Examiner	17
3802	Reimbursement Officer I	09
3803	Reimbursement Officer II	11
3804	Reimbursement Officer III	13
3806	Reimbursement Officer IV	15
3808	Reimbursement Officer V	17
3900	Appraiser I	13
3901	Appraiser II	15
3902	Appraiser III	17
3903	Supervising Appraiser	19
3904	Chief Appraiser	21
3906	Appraiser IV	18
4001	Nutritionist I	11
4002	Nutritionist II	13
4003	Nutritionist III	15
4004	Nutritionist IV	18
4005	Nutritionist V	20
4021	Clinical Records Clerk	06
4041	Visual Education Specialist	11
4055	Health Program Specialist I	17
4056	Health Program Specialist II	19
4060	Environmental Quality Specialist I	11
4061	Environmental Quality Specialist II	13
4062	Environmental Quality Specialist III	15
4063	Environmental Quality Specialist IV	17
4064	Environmental Quality Specialist V	19
4065	Environmental Quality Specialist VI	21
4070	Public Health Technician I	11
4072	Public Health Technician II	13
4074	Public Health Technician III	15
4076	Public Health Technician IV	17
4081	Epidemiologist I	15
4082	Epidemiologist II	17
4083	Epidemiologist III	19
4084	Epidemiologist IV	21
4085	Wastewater Enforcement Coordinator I	11
4086	Wastewater Enforcement Coordinator II	13
4087	Wastewater Enforcement Coordinator III	15
4088	Wastewater Enforcement Coordinator IV	17
4089	Wastewater Enforcement Coordinator V	19
4090	Wastewater Enforcement Coordinator VI	21
4108	Sanitation Inspector I	07
4109	Sanitation Inspector II	11

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
4111	Sanitarian I	11
4112	Sanitarian II	13
4113	Sanitarian III	15
4114	Sanitarian IV	17
4115	Sanitarian V	19
4116	Sanitarian VI	21
4124	Veterinarian I	17
4125	Veterinarian II	19
4127	Veterinarian III	21
4141	Inspector I	09
4142	Inspector II	11
4143	Inspector III	13
4144	Inspector IV	15
4158	Consultant Hospital Administration I	17
4159	Consultant Hospital Administration II	19
4160	Consultant Hospital Administration III	21
4203	Laboratory Technician I	03
4204	Laboratory Technician II	05
4206	Laboratory Technician III	07
4207	Laboratory Technician IV	09
4208	Laboratory Technician V	11
4212	Infection Control Practitioner I	16
4213	Infection Control Practitioner II	18
4216	Medical Technologist I	12
4217	Medical Technologist II	15
4218	Medical Technologist III	18
4219	Microbiologist I	11
4220	Microbiologist II	13
4221	Microbiologist III	15
4222	Microbiologist IV	17
4223	Microbiologist V	19
4224	Microbiologist VI	21
4233	Cytotechnologist I	13
4234	Cytotechnologist II	16
4235	Cytotechnologist III	19
4257	Laboratory Consultant	19
4290	Radiological Technologist Assistant	03
4291	Radiological Technologist I	06
4292	Radiological Technologist II	08
4293	Radiological Technologist III	11
4298	Electroencephalograph Technician	09
4340	Orthopedic Equipment Assistant	06
4342	Orthopedic Equipment Technician I	08
4344	Orthopedic Equipment Technician II	10
4345	Orthopedic Equipment Technician III	12
4348	Therapist Technician I	02
4349	Therapist Technician II	04
4350	Therapist Technician III	05
4351	Therapist Technician IV	07
4352	Therapist Technician V	09
4354	Registered Therapist I	12
4355	Registered Therapist II	14

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
4356	Registered Therapist III	16
4357	Registered Therapist IV	18
4358	Registered Therapist V	19
4359	Registered Therapist Assistant I	09
4360	Registered Therapist Assistant II	11
4370	Medical Aide I	02
4372	Medical Aide II	04
4373	Medical Aide III	05
4376	Medical Aide IV	07
4377	Medical Technician I	09
4378	Medical Technician II	11
4379	Medical Technician III	13
4380	Nurse Program Specialist I	17
4381	Nurse Program Specialist II	19
4383	Advanced Nurse Practitioner	17
4384	Nurse I	12
4385	Nurse II	14
4386	Nurse III	16
4387	Nurse IV	18
4388	Nurse V	20
4391	MHMR Aide	03
4392	MHMR Services Assistant	05
4393	MHMR Specialist I	06
4394	MHMR Specialist II	07
4395	MHMR Supervisor	09
4411	Licensed Vocational Nurse I	08
4412	Licensed Vocational Nurse II	10
4413	Medical Assistant I	11
4414	Medical Assistant II	13
4417	Qualified Mental Retardation Professional I	13
4418	Qualified Mental Retardation Professional II	14
4419	Qualified Mental Retardation Professional III	15
4420	Qualified Mental Retardation Professional IV	16
4423	Physician Assistant	19
4424	Pulmonary Physiology Technician	09
4426	Respiratory Care Practitioner I	07
4427	Respiratory Care Practitioner II	09
4428	Respiratory Care Practitioner III	11
4469	Nursing Consultant	20
4481	Dental Assistant I	04
4482	Dental Assistant II	06
4483	Dental Assistant III	08
4484	Dental Lab Technician	12
4488	Dental Hygienist I	13
4489	Dental Hygienist II	16
4490	Pharmacist I	16
4491	Pharmacist II	18
4492	Pharmacist III	20
4497	Pharmacy Technician I	06
4498	Pharmacy Technician II	08
4499	Pharmacy Technician III	10
4501	Correctional Officer I	07

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
4502	Correctional Officer II	09
4503	Correctional Officer III	11
4530	Sergeant of Correctional Officers	13
4535	Lieutenant of Correctional Officers	14
4536	Captain of Correctional Officers	15
4537	Major of Correctional Officers	17
4556	Warden I	19
4558	Warden II	21
4560	Counsel Substitute I	11
4561	Counsel Substitute II	13
4562	Counsel Substitute III	15
4570	Correctional Transportation Officer I	11
4571	Correctional Transportation Officer II	12
4608	Superintendent, Canning Plant	15
4618	Superintendent, Packing Plant	15
4634	Marketing Agent, Department of Corrections	17
4646	Industrial Supervisor I	11
4647	Industrial Supervisor II	12
4648	Industrial Supervisor III	13
4649	Industrial Supervisor IV	14
4650	Industrial Supervisor V	16
4651	Industrial Supervisor VI	18
4658	Superintendent of Gins	15
4667	Assistant Manager, Livestock and Poultry Production	17
4671	Unit Agriculture Supervisor I	12
4672	Unit Agriculture Supervisor II	13
4673	Unit Agriculture Supervisor III	14
4679	Superintendent of Harvesting Equipment	15
4685	Farm Manager I	15
4686	Farm Manager II	16
4702	Assistant Recreation Supervisor	09
4703	Recreations Supervisor	11
4735	Education Consultant	14
4739	Correctional Medication Aide	09
4741	Chemical Dependency Counselor I	13
4742	Chemical Dependency Counselor II	14
4752	Canteen Manager I	10
4753	Canteen Manager II	13
5001	Social Service Worker I	11
5002	Social Service Worker II	12
5003	Social Service Worker III	13
5004	Human Services Specialist	15
5006	Social Service Supervisor I	15
5007	Social Service Supervisor II	16
5011	Social Service Case Analyst I	14
5012	Social Service Case Analyst II	16
5014	Social Service Program Consultant	17
5017	Adult Protective Services Specialist I	14
5018	Adult Protective Services Specialist II	16
5019	Adult Protective Services Specialist III	17
5020	Institutional Licensing Representative	15
5023	Child Protective Services Specialist I	12

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
5024	Child Protective Services Specialist II	14
5025	Child Protective Services Specialist III	15
5026	Child Protective Services Specialist IV	16
5028	Child Protective Services Specialist V	17
5035	Income Assistance Specialist I	11
5036	Income Assistance Specialist II	12
5037	Income Assistance Specialist III	13
5038	Income and Medical Assistance Specialist I	12
5039	Income and Medical Assistance Specialist II	13
5041	Social Service Administrator I	18
5042	Social Service Administrator II	19
5043	Social Service Administrator III	20
5044	Social Service Administrator IV	21
5046	Case Review Specialist	11
5050	Disability Services Technician I	06
5051	Disability Services Technician II	08
5052	Disability Determination Officer I	12
5053	Disability Determination Officer II	14
5055	Disability Examiner I	15
5057	Disability Examiner II	16
5058	Disability Examiner III	17
5059	Rehabilitation Technician I	11
5060	Rehabilitation Technician II	13
5061	Disability Determination Officer III	16
5062	Vocational Rehabilitation Counselor I	15
5063	Vocational Rehabilitation Counselor II	16
5066	Director, Vocational Rehabilitation	21
5068	Vocational Rehabilitation Counselor III	17
5069	Human Services Hearing Officer	18
5070	Rehabilitation Services Technician I	07
5071	Rehabilitation Services Technician II	09
5072	Rehabilitation Services Technician III	11
5073	Rehabilitation Services Technician IV	13
5078	Chaplaincy Services Assistant I	09
5079	Chaplaincy Services Assistant II	11
5080	Chaplaincy Services Assistant III	12
5081	Chaplain I	13
5082	Chaplain II	16
5083	Chaplain III	18
5105	Veterans Assistance Counselor I	14
5106	Veterans Assistance Counselor II	15
5107	Veterans Assistance Counselor III	16
5108	Veterans Assistance Supervisor I	17
5109	Veterans Assistance Supervisor II	18
5150	Parole Analyst	16
5151	Parole Officer I	14
5152	Parole Officer II	15
5153	Parole Supervisor	18
5155	Parole Officer III	16
5165	Parole Regional Supervisor	20
5190	Youth Activities Supervisor I	07
5191	Youth Activities Supervisor II	09

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
5192	Youth Activities Supervisor III	11
5193	Youth Activities Supervisor IV	12
5201	Houseparent I	06
5203	Houseparent II	08
5204	Houseparent III	11
5206	Workshop Program Director	18
5210	Recreation Program Manager	13
5211	Caseworker I	09
5212	Caseworker II	12
5213	Caseworker III	15
5215	Medical Caseworker/Psychiatric Caseworker	18
5216	Caseworker Assistant	06
5218	Clinical Social Work Assistant	08
5220	Clinical Social Worker I	11
5221	Clinical Social Worker II	13
5222	Clinical Social Worker III	15
5223	Clinical Social Worker IV	17
5224	Clinical Social Worker V	18
5231	Assistant Volunteer Coordinator I	11
5232	Assistant Volunteer Coordinator II	13
5233	Coordinator for Volunteer Services I	15
5234	Coordinator for Volunteer Services II	17
5243	Chief of Volunteer Services	19
5250	Psychologist	16
5251	Clinical Psychologist	17
5252	Psychological Assistant	12
5253	Associate Clinical Psychologist I	15
5254	Associate Clinical Psychologist II	16
5255	Associate Clinical Psychologist III	17
5256	Associate Clinical Psychologist IV	18
5257	Associate Clinical Psychologist V	19
5258	Associate Clinical Psychologist VI	20
5260	Case Manager Assistant	09
5261	Case Manager I	11
5262	Case Manager II	13
5263	Case Manager III	15
5264	Case Manager Supervisor	17
5268	Research Technician I	06
5269	Research Technician II	12
5351	Rehabilitation Teacher I	10
5352	Rehabilitation Teacher II	12
5354	Rehabilitation Caseworker	14
5355	Rehabilitation Assistant I, Commission for the Blind	07
5356	Rehabilitation Assistant II, Commission for the Blind	09
5370	Supervising Business Consultant I, Business Enterprises Program	15
5371	Supervising Business Consultant II, Business Enterprises Program	17
5375	Field Operations Specialist, Business Enterprises Program	17
5377	Supervisor, Field Operations, Commission for the Blind	18
5378	Coordinator of Rehabilitation	16
5401	Program Coordinator, Commission on Alcohol and Drug Abuse	14
5501	Community Service Aide I	02
5502	Community Service Aide II	04

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
5503	Community Service Aide III	06
5504	Social Services Technician I	07
5505	Social Services Technician II	09
5508	Office Support Clerk	05
5510	Regional Director	21
5511	Assistant Regional Director I	20
5512	Program Specialist I	18
5513	Program Specialist II	19
5514	Chief of Program Evaluation	19
5515	Vocational Rehabilitation Supervisor I	18
5516	Vocational Rehabilitation Supervisor II	19
5517	Quality Control Analyst I	14
5518	Quality Control Analyst II	15
5519	Quality Control Analyst III	16
5521	Quality Control Field Manager	17
5522	Quality Control Section Director	19
5523	Aging Program Specialist I	17
5524	Aging Program Specialist II	18
5525	Aging Program Specialist III	20
5527	Program Specialist III	20
5528	Assistant Regional Director II	21
5530	Child Development Specialist I	09
5531	Child Development Specialist II	11
5532	Child Development Specialist III	13
5533	Child Development Specialist IV	15
5534	Child Development Specialist V	17
5540	Child Support Officer I	11
5541	Child Support Officer II	13
5542	Child Support Officer III	15
5543	Child Support Officer IV	17
5600	Contract Technician I	09
5602	Contract Technician II	11
5604	Contract Technician III	13
5606	Contract Specialist I	15
5607	Contract Specialist II	16
5610	Interpreter I	09
5612	Interpreter II	11
5614	Interpreter III	14
5616	Interpreter IV	16
5618	Interpreter V	18
6025	Accident Code Clerk I	06
6026	Accident Code Clerk II	07
6027	Lead Accident Code Clerk I	07
6028	Lead Accident Code Clerk II	08
6029	Accident Code Supervisor I	09
6030	Accident Code Supervisor II	11
6070	Criminalist I	13
6071	Criminalist II	14
6072	Criminalist III	15
6073	Criminalist IV	16
6074	Criminalist V	17
6075	Criminalist VI	18

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
6076	Supervising Criminalist I	18
6077	Supervising Criminalist II	19
6095	Communications Center Shift Leader	10
6098	Communications Center Operator	07
6099	Communications Center Specialist	08
6100	Police Communications Operator I	11
6103	Police Communications Operator II	12
6104	Police Communications Operator III	13
6105	Supervisor, Police Communications Facility	15
6109	Regional Supervisor, Police Communications	17
6110	Headquarters Communication Center Supervisor	16
6111	Polygraph Examiner I	13
6112	Polygraph Examiner II	15
6113	Latent Print Technician	12
6114	Fingerprint Technician Trainee	10
6115	Fingerprint Technician I	11
6116	Fingerprint Technician II	12
6117	Fingerprint Shift Supervisor	14
6130	Crime Laboratory Evidence Technician	11
6132	Assistant Field Laboratory Manager	20
6148	Forensic Artist	14
6161	Evaluator I	10
6162	Evaluator II	12
6163	Evaluator III	15
6220	Records Technician I, DPS	07
6221	Records Technician II, DPS	09
6222	Records Technician III, DPS	10
6224	Drivers License Technician	08
6225	Drivers License Examiner	10
6705	Chief Investigator, Motor Vehicle Division	18
6707	Supervisor, Motor Vehicles Section	17
6715	Motor Vehicle Transfer Analyst	12
6745	Field Representative I	13
6746	Field Representative II	15
6805	Assistant Superintendent	21
6900	State Capitol Security Police Officer	12
6901	State Capitol Security Police Sergeant	14
6902	State Capitol Security Police Lieutenant	16
6905	State Capitol Security Police Captain	17
6910	Chief of Capitol Security Police	21
7005	Educational Program Director	19
7009	Director, Instructional Media Division	20
7021	Education Specialist I	17
7022	Education Specialist II	18
7032	Archaeologist Assistant	11
7039	Program Officer I	17
7040	Program Officer II	19
7041	Program Officer III	21
7304	Archeologist I	13
7306	Archeologist II	15
7308	Archeologist III	17
7310	State Archeologist	21

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
7315	Historian I	11
7317	Historian II	13
7319	Historian III	15
7401	Librarian I	11
7402	Librarian II	13
7403	Librarian III	15
7404	Library Consultant/Administrator	16
7405	Archivist I	11
7407	Archivist II	13
7409	Archivist III	15
7413	Translator, Spanish	10
7415	Library Assistant I	05
7416	Library Assistant II	07
7417	Library Assistant III	09
7420	Law Librarian I	14
7421	Law Librarian II	16
7450	Medical Librarian	05
7451	Clinical Records Technician	08
7452	Clinical Records Administrator I	14
7453	Clinical Records Administrator II	17
7500	Fish and Wildlife Technician I	08
7501	Fish and Wildlife Technician II	10
7502	Fish and Wildlife Technician III	13
7503	Fish and Wildlife Technician IV	15
7542	Biologist I, Conservation	12
7543	Biologist II, Conservation	14
7549	Biologist III, Conservation	16
7610	Agricultural Supervisor	08
7617	Assistant Agriculture Inspector I	06
7618	Assistant Agriculture Inspector II	08
7619	Assistant Agriculture Inspector III	10
7620	Agriculture Inspector I	12
7621	Agriculture Inspector II	14
7622	Agriculture Inspector III	16
7623	Agriculture Inspector IV	18
7650	Animal Health Inspector I	06
7651	Animal Health Inspector II	08
7652	Animal Health Inspector III	10
7653	Animal Health Inspector IV	12
7654	Animal Health Inspector V	14
7655	Animal Health Area Supervisor	16
7701	Seed Analyst I	08
7702	Seed Analyst II	10
7703	Seed Analyst III	12
7704	Seed Analyst IV	14
7705	Seed Analyst V	16
7730	Agronomist I	12
7731	Agronomist II	15
7732	Agronomist III	18
7734	Marketing Specialist I	12
7735	Marketing Specialist II	14
7736	Marketing Specialist III	16

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
7737	Marketing Specialist IV	18
7741	Soil Conservationist	17
7805	Operations and Maintenance Supervisor	18
7816	Park Ranger I	06
7817	Park Ranger II	08
7818	Park Ranger III	10
8001	Building Custodian I	02
8009	Building Custodian II	03
8010	Building Custodian III	05
8011	Housekeeping Manager I	11
8012	Housekeeping Manager II	13
8013	Housekeeping Manager III	15
8019	Housekeeping Supervisor I	08
8020	Housekeeping Supervisor II	10
8031	Groundskeeper I	04
8032	Groundskeeper II	05
8033	Groundskeeper III	07
8050	Security Officer I	08
8051	Security Officer II	10
8052	Security Officer III	12
8060	Security Worker I	02
8061	Security Worker II	03
8063	Security Worker III	05
8065	Security Worker IV	07
8102	Food Service Worker I	02
8103	Food Service Worker II	03
8104	Food Service Worker III	05
8115	Cook I	02
8116	Cook II	03
8117	Head Cook I	04
8118	Head Cook II	06
8149	Assistant Food Service Manager	09
8150	Food Service Manager I	13
8151	Food Service Manager II	16
8153	Chief of Food Service Management	18
8158	Dietetic Technician	09
8159	Dietetic Assistant	07
8160	Dietitian I	11
8161	Dietitian II	13
8165	Dietitian III	15
8202	Sewing Room Worker	02
8203	Sewing Room Supervisor	06
8249	Washer	05
8251	Laundry Worker I	02
8252	Laundry Worker II	03
8255	Laundry Supervisor	06
8260	Laundry Manager I	09
8261	Laundry Manager II	11
8262	Laundry Manager III	14
8263	Manager, Laundry and Linen Services	16
8301	Barber I	05
8302	Barber II	06

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
8310	Cosmetologist I	05
8311	Cosmetologist II	06
9001	Helper, Maintenance and Construction	03
9003	Laborer	02
9034	Air Conditioning and Boiler Operator I	07
9035	Air Conditioning and Boiler Operator II	09
9036	Air Conditioning and Boiler Operator III	11
9037	Air Conditioning and Boiler Operator IV	14
9039	Chief Air Conditioning and Boiler Operator	17
9041	Maintenance Mechanic I	06
9042	Maintenance Mechanic II	08
9043	Maintenance Mechanic III	09
9044	Maintenance Mechanic IV	11
9046	Maintenance Mechanic V	13
9047	Electrical and Air Conditioning Mechanic I	11
9048	Electrical and Air Conditioning Mechanic II	12
9049	Electrical and Air Conditioning Mechanic III	14
9050	Chief Electrical and Air Conditioning Mechanic	16
9051	Maintenance Supervisor I	10
9052	Maintenance Supervisor II	12
9053	Maintenance Supervisor III	14
9054	Maintenance Supervisor IV	15
9085	Plant Maintenance Manager I	14
9086	Plant Maintenance Manager II	16
9087	Plant Maintenance Manager III	18
9088	Plant Maintenance Manager IV	20
9089	Plant Maintenance Superintendent	21
9090	General Construction Inspector	18
9091	Chief, Construction and Inspection	20
9094	Building Manager	14
9096	Clerk of the Works I	15
9097	Clerk of the Works II	18
9099	Superintendent of Building and Equipment, Department of Corrections	15
9122	Locksmith	10
9201	Tunnel Guard I	07
9202	Tunnel Guard II	09
9204	Tunnel Machinery Operator	09
9221	Deckhand	09
9223	Oiler	09
9226	Ships Carpenter	09
9228	Maintenance Welder, Ferry	09
9236	Assistant Ferry Manager	14
9238	Ferry Manager	15
9291	Maintenance Construction Supervisor I	14
9292	Maintenance Construction Supervisor II	15
9293	Maintenance Construction Supervisor III	16
9305	Roadway Maintenance Supervisor I	13
9306	Roadway Maintenance Supervisor II	15
9307	Roadway Maintenance Supervisor III	16
9308	Roadway Maintenance Supervisor IV	17
9309	Roadway Maintenance Supervisor V	18
9312	District Roadway Maintenance Superintendent I	17

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
9313	District Roadway Maintenance Superintendent II	18
9314	District Roadway Maintenance Superintendent III	19
9401	Truck Driver I	02
9402	Truck Driver II	05
9403	Truck Driver III, Heavy Vans	09
9416	Motor Vehicle Mechanic I	08
9417	Motor Vehicle Mechanic II	10
9418	Motor Vehicle Mechanic III	12
9421	Motor Vehicle Repair, Supervisor	14
9510	Machinist I	10
9512	Machinist II	12
9514	Machinist III	14
9516	Welder, Combination	08
9518	Welding Technician	16
9533	Sign Superintendent	15
9541	Shop Supervisor I	09
9542	Shop Supervisor II	12
9543	Shop Supervisor III	13
9544	Shop Supervisor IV	15
9548	Equipment and Services Superintendent	17
9620	Aircraft Pilot I	15
9622	Aircraft Pilot II	17
9624	Aircraft Pilot III	19
9626	Chief Pilot	20
9630	Aircraft Mechanic Apprentice	10
9632	Aircraft Mechanic I	13
9634	Aircraft Mechanic II	15
9635	Aircraft Mechanic III	17
9636	Line Chief	17
9638	Senior Aircraft Mechanic and Inspector	19
9642	Chief of Aircraft Maintenance	21
9654	Avionics Manager	19
9711	Radio Mechanic I	09
9712	Radio Mechanic II	11
9713	Radio Tower Technician I	11
9714	Radio Specialist	11
9715	Radio Tower Technician II	13
9716	Communications Electronic Technician I	12
9718	Communications Electronic Technician II	14
9722	Communications Superintendent I	12
9723	Communications Superintendent II	14
9724	Communications Superintendent III	17
9727	Communications Officer	14
9729	Office Machine Service Technician I	09
9732	Office Machine Service Technician II	11
9733	Office Machine Service Technician III	13
9736	Office Machine Service Technician IV	16
9740	Metrologist I	12
9742	Metrologist II	15
9743	Metrologist III	17
9755	Traffic Signal Repair Technician I	09
9756	Traffic Signal Repair Technician II	12

DETAILED LISTING OF ALL CLASSIFIED POSITIONS
(Continued)

Class Number	Position Title	Salary Group
9757	Traffic Signal Repair Technician III	14
9758	Traffic Signal Repair Technician IV	15

CLASSIFICATION SALARY SCHEDULE

(For the Year Beginning September 1, 1995)

Salary Group	1	2	3	4	5	6	7	8
02	11,976	12,336	12,708	13,092	13,464	13,860	14,256	14,676
03	12,708	13,092	13,464	13,860	14,256	14,676	15,132	15,576
04	13,464	13,860	14,256	14,676	15,132	15,576	16,044	16,524
05	14,256	14,676	15,132	15,576	16,044	16,524	17,052	17,640
06	15,132	15,576	16,044	16,524	17,052	17,640	18,192	18,768
07	16,044	16,524	17,052	17,640	18,192	18,768	19,344	19,992
08	17,052	17,640	18,192	18,768	19,344	19,992	20,652	21,348
09	18,192	18,768	19,344	19,992	20,652	21,348	22,032	22,776
10	19,344	19,992	20,652	21,348	22,032	22,776	23,532	24,324
11	20,652	21,348	22,032	22,776	23,532	24,324	25,140	25,980
12	22,032	22,776	23,532	24,324	25,140	25,980	26,832	27,744
13	23,532	24,324	25,140	25,980	26,832	27,744	28,668	29,628
14	25,140	25,980	26,832	27,744	28,668	29,628	30,588	31,656
15	26,832	27,744	28,668	29,628	30,588	31,656	32,700	33,792
16	28,668	29,628	30,588	31,656	32,700	33,792	34,932	36,108
17	30,588	31,656	32,700	33,792	34,932	36,108	37,308	38,544
18	33,792	34,932	36,108	37,308	38,544	39,816	41,160	42,528
19	36,108	37,308	38,544	39,816	41,160	42,528	43,992	45,420
20	38,544	39,816	41,160	42,528	43,992	45,420	46,968	48,552
21	41,160	42,528	43,992	45,420	46,968	48,552	50,160	51,864

CLASSIFICATION SALARY SCHEDULE

(For the Year Beginning September 1, 1996)

Salary Group	1	2	3	4	5	6	7	8
02	11,976	12,336	12,708	13,092	13,464	13,860	14,256	14,676
03	12,708	13,092	13,464	13,860	14,256	14,676	15,132	15,576
04	13,464	13,860	14,256	14,676	15,132	15,576	16,044	16,524
05	14,256	14,676	15,132	15,576	16,044	16,524	17,052	17,640
06	15,132	15,576	16,044	16,524	17,052	17,640	18,192	18,768
07	16,044	16,524	17,052	17,640	18,192	18,768	19,344	19,992
08	17,052	17,640	18,192	18,768	19,344	19,992	20,652	21,348
09	18,192	18,768	19,344	19,992	20,652	21,348	22,032	22,776
10	19,344	19,992	20,652	21,348	22,032	22,776	23,532	24,324
11	20,652	21,348	22,032	22,776	23,532	24,324	25,140	25,980
12	22,032	22,776	23,532	24,324	25,140	25,980	26,832	27,744
13	23,532	24,324	25,140	25,980	26,832	27,744	28,668	29,628
14	25,140	25,980	26,832	27,744	28,668	29,628	30,588	31,656
15	26,832	27,744	28,668	29,628	30,588	31,656	32,700	33,792
16	28,668	29,628	30,588	31,656	32,700	33,792	34,932	36,108
17	30,588	31,656	32,700	33,792	34,932	36,108	37,308	38,544
18	33,792	34,932	36,108	37,308	38,544	39,816	41,160	42,528
19	36,108	37,308	38,544	39,816	41,160	42,528	43,992	45,420
20	38,544	39,816	41,160	42,528	43,992	45,420	46,968	48,552
21	41,160	42,528	43,992	45,420	46,968	48,552	50,160	51,864

SALARY ADMINISTRATION PROVISIONS

1. **Salary Rates for Classified Positions.** For each fiscal year of the biennium beginning September 1, 1995, within the limitation of funds available for salaries of classified positions, annual salary rates for classified positions shall be in accordance with the above Classification Salary Schedules. Except as specifically provided by other provisions of this Act, salaries of state employees who in August 1995 are in classified positions shall be converted to the salary schedule set forth in this Act as follows:

   a. For the fiscal year beginning September 1, 1995 the salary of an employee, who in August 1995 is paid at a numbered salary step in salary groups 2 through 21, shall be converted to the salary schedule for fiscal year 1996 in this Act at the same numbered salary step in the same salary group in which paid in August 1995.

   b. For the fiscal year beginning September 1, 1996 the salary of an employee, who in August 1996 is paid at a numbered salary step in salary groups 2 through 21, shall be converted to the salary schedule for fiscal year 1997 in this Act at the same numbered salary step in the same salary group in which paid in August 1996.

2. **Salary When an Employee Changes Salary Status.** An employee who moves, within an agency or transfers from one agency to another, from an exempt position to a classified position, shall receive an annual salary rate in the proper salary group not to exceed the salary step equal to the current salary or the next higher salary step rate.

3. **Adjustments to Salary Rates for Reallocated Positions.**

   a. Reallocation to a higher salary group -- an employee whose classified position is reallocated by this Act to a higher salary group shall receive the step 1 rate in the higher salary group or the rate which he would have received had his classified position not been reallocated, whichever rate is higher; provided, however, an employee whose classified position is reallocated by this Act to a higher salary group may have his salary adjusted not more than two steps higher than otherwise provided by this section. Such additional adjustment shall be for the purpose of maintaining desirable salary relationships among employees in the affected positions. However, in no case shall the employee advance to a step number in the new salary group higher than the step number held prior to the reallocation.

   b. Reallocation to a lower salary group -- an employee whose classified position is reallocated by this Act to a lower salary group shall receive the annual rate which he would have received had the position not been reallocated, not to exceed the step 8 rate of the lower salary group.

4. **Reclassification.**

   a. As provided in the Position Classification Act, a position may be reclassified to another class of work in the Classification Plan as a result of classification audits or of program reorganizations by executive heads, or to a new classification properly established by the Legislature. Reclassification shall not be interpreted to mean a change in the employee's duty assignment, but only shall mean the proper definition of duties and classification of the position based upon duties actually performed by the employee; hence, a position shall be reclassified for the sole purpose of complying with the requirements of the Position Classification Act. When reclassifications are determined to be appropriate, they may be made on a monthly basis.

   b. Review of positions on September 1 -- all state agencies subject to the Position Classification Act shall review individual job assignments on September 1 of each fiscal year, and may also review job assignments on a monthly basis, to insure that each position is properly classified.

c. If it is determined that, in compliance with the Position Classification Act, a position should be reclassified to a classification: (a) in a higher salary group, the salary rate of the employee shall be determined in the same manner as prescribed above for reallocation to a higher salary group, or (b) in a lower salary group, the salary rate of the employee shall be determined in the same manner as prescribed above for reallocation to a lower salary group.

d. Each agency shall report to the State Classification Office the results of such reviews and the approach used to comply with this subsection and in the event the approach taken is determined by the State Classification Office to be inadequate, compliance audits to determine proper classification shall be undertaken.

5. **Merit Salary Increases.** It is expressly provided that agency administrators may grant merit salary increases to classified employees whose job performance and productivity is consistently above that normally expected or required. Such merit increases shall be subject to the following restrictions:

   a. The Comptroller shall prescribe such accounting and reporting procedures as are necessary to insure the availability of information reflecting each agency's utilization of merit salary increases.

   b. It is the intent of the Legislature that merit salary increases be applied throughout the classified salary groups utilized by each agency.

   c. For an employee to be eligible for a merit salary increase, the following additional criteria must be met: (a) the employee must have been employed by the agency in a classified position for at least six continuous months prior to the award, (b) at least twelve months must have elapsed since the employee's last promotion, demotion, or merit salary increase, and (c) agency criteria for granting merit salary increases must include specific criteria and documentation to substantiate the granting of more than a one step merit increase.

6. **Promotions.** A promotion means a change in duty assignment of an employee within an agency from a position in one classification to a position in another classification in a higher salary group requiring higher qualifications such as a greater skill or longer experience, and involving a higher level of responsibility. When an employee is promoted to a position in a higher salary group, he will receive at least a rate one increment higher than his salary rate before promotion or the minimum rate of the new salary range, whichever is higher, and may, at the discretion of the agency administrator, receive an annual rate up to and including the rate designated by the same step number which designated his former rate.

7. **Demotions.** Demotion means a change in duty assignment of an employee from a position in one classification to a position in another classification in a lower salary group. An employee who is demoted shall have his salary reduced at least to a rate one increment below the rate he received before demotion.

8. **Salary Reduction for Disciplinary Reasons.** If a classified employee's performance so warrants, the executive head may reduce his salary for disciplinary reasons to a step rate in the designated salary group no lower than the minimum step rate. The employee's pay may be restored to any step rate in the range up to and including his prior rate as such employee's performance improves.

SALARY ADMINISTRATION PROVISIONS
(Continued)

9. **Reductions in Force.** Notwithstanding agency rules, regulations, personnel handbooks or policies, agencies undergoing statutorily mandated reorganizations may institute reductions in force occurring as a direct result of the reorganizations.

10. **Salary Limited to Maximum Step Rate.** No salary adjustment authorized by this section shall result in an employee receiving an annual salary rate in excess of the maximum rate of the salary group to which his classified position is allocated.

11. **Temporary Assignment.** To facilitate the work of state agencies, any classified employee may, during emergencies or other special circumstances, be temporarily assigned to other duties for a period not to exceed six months and during that time may receive the appropriate rate of pay. An employee may not be assigned to those duties for more than six months during a twelve month period. During a temporary assignment, an agency may not: a) award a merit salary increase to the employee, b) promote or demote the employee, or c) reduce the employee's salary.

12. **Part-time Employees.** Regular full-time positions paid out of funds appropriated may also be filled by part-time employees. In computing the salaries of these employees, the rates of pay shall be proportional to the rates authorized for full-time classified employment or to the applicable exempt position. It is further provided that part-time employees as described in this subsection shall be subject to all of the provisions of this section.

13. **Hourly Employees.** It is the intent of the Legislature that hourly employees shall receive per hour rate increases proportionate to those provided in this Act for full-time salaried classified employees.

14. **Salary Supplementation.**

    a. No employee holding a position classified in this Act under the authority of the Position Classification Act or an exempt position for which the salary is specifically set in or pursuant to this Act may receive a salary supplement from any source unless a specific grant of authority is provided in this Act or as provided by general law.

    b. None of the funds appropriated by this Act to departments, agencies and institutions of higher education shall be expended for payment of salary to any person whose classified or exempt salary is being supplemented from other than appropriated funds until a report showing the amount and sources of salary being paid from other sources has been reported to the Secretary of State and Comptroller of Public Accounts.

15. **Exemption of Positions by the Governor.** Appropriations may be used to pay the salaries of positions exempted from the position classification plan by the Governor under authority granted in Section 2. of the Position Classification Act, Section 654.012(12)(A), Government Code, with the limitation that appropriations may be used only to pay the salaries of bona fide new positions established to carry out duties in relation to programs, functions, etc., that were not anticipated and, therefore, not funded under this Act. It is expressly provided that this authorization does not extend to the use of appropriations to adjust the salary of any exempt position retitled solely for the purpose of adjusting salaries that have already been established either in or through this Act and any position exempted from the Position Classification Plan by the Governor shall contain a certification that the exemption is for a bona fide new position. No payment of funds for a position exempted by the Governor shall be made by the Comptroller of Public Accounts until formal notification of the action of the Governor to exempt the position has been filed with the State Classification Officer and the Legislative Budget Board. A position exempted by the Governor in the first year of this biennium may be continued and the NTE rate established for the position may be adjusted

the second year of the biennium at a rate no higher than the rate set forth in this Act for adjusting classified positions.

16. **Exempt Positions and Classified Salary Rates.**

a. Exempt positions and compensation rates authorized for fiscal years 1994 and 1995 pursuant to Article V, Section 1, subsection 17.a., of Senate Bill 5, Seventy-third Legislature, Regular Session, as may be adjusted for any across-the-board salary increases authorized in that Act or in this Act, are hereby reauthorized effective September 1, 1995 and shall receive compensation at a rate not to exceed the amount established by this authorization.

The maximum compensation rate authorized by the preceding paragraph for an exempt position not listed in a "Schedule of Exempt Positions" may be adjusted by the agency administrator in an amount not to exceed 1.7% during any fiscal year. A maximum compensation rate adjusted pursuant to this provision during fiscal year 1996 may be readjusted during fiscal year 1997 pursuant to this paragraph.

b. Agencies covered by Section 1 of this article shall make employments of personnel in accordance with the provisions of the Position Classification Plan. Agencies may utilize classified position titles as appropriate and may determine, at the time of initial employment by the agency, the step within the applicable salary pay group for personnel employed under the Position Classification Plan.

17. **Scheduled Exempt Positions.**

a. A position listed in a "Schedule of Exempt Positions" shall receive compensation at a rate not to exceed the amount indicated in that schedule.

b. In the event that the compensation rate for a position listed in a "Schedule of Exempt Positions" is at a rate in excess of the maximum rate authorized for the same position by Senate Bill 5, Seventy-fourth Legislature, Regular Session, such adjustment shall not be construed as an award of a salary increase to the individual occupying that position but shall be construed only as a grant of authority to the agency governing board or commission to adjust the actual salary paid, within the limitations contained in this Act.

c. An exempt position listed in a "Schedule of Exempt Positions" for which the term "Group", followed by an arabic numeral, is indicated, may receive compensation at a rate within the range indicated below for the respective salary group indicated but not to exceed the amount indicated in the agency "Schedule of Exempt Positions", as determined by future legislative actions.

Scheduled Exempt Position Salary Rates

Group	Minimum Salary	Maximum Salary
1	$ 36,000	$ 65,700
2	51,840	77,760
3	61,380	92,070
4	72,720	109,080
5	86,100	129,150
6	102,000	157,500

18. **Personnel and Payroll Reporting Procedures.** To facilitate pre-audit of payrolls and classification audits to assure conformity with the provisions of this Act, and to provide the Legislative Audit Committee with current information on employment and wage rate practices in the state government, the Comptroller and the State Auditor shall jointly promulgate and issue uniform procedures for personnel and payroll reporting for all state agencies.

OTHER EMPLOYMENT POLICIES AND PROVISIONS

Sec. 2. **Method of Salary Payments.**

1. All annual salaries appropriated by this Act are for full-time employment unless specifically designated as part-time or other and shall be paid in twelve (12) equal monthly installments, except as otherwise provided in Article II of this Act. Except for patrolmen and other law enforcement positions in the Department of Public Safety which shall be paid only at the annual rates stipulated in the particular language accompanying the appropriations therefor, this paragraph shall not be construed so as to prevent the head of any other agency of the state from paying less than the maximum salary rates specified in this Act for positions, or the employment of part-time employees to fill regular positions provided for in this Act, so long as the salary rates for such part-time employees are proportional to the regular rates for full-time employment. The equivalent monthly rate of pay for annual employees maintaining a 40-hour work week and covered under Chapter 658, Government Code, shall be determined by dividing the annual salary by twelve (12). The hourly rate for a given month shall be determined by dividing the monthly rate by the number of working hours in that month. This basis applies to partial pay and other special situations. When a full-time or regular part-time employee is on leave without pay, compensation for that particular pay period shall be reduced at the equivalent hourly rate of pay times the number of work hours lost by being on leave without pay.

   Facilities of the Texas Department of Mental Health and Mental Retardation in Article II and the agencies of higher education, and the schools for the blind and deaf in Article III of this Act which make contracts for less than a twelve-month period may pay salaries in equal monthly payments for the period contracted for.

2. Agencies having a "**Schedule of Exempt Positions**" following their appropriation may expend funds to employ those positions designated as exempt at rates not to exceed the rates shown. Each title authorizes one position unless the title is followed by a number indicating the number of positions authorized or by (UL) which authorizes an unlimited number of positions for such position title.

   The number of authorized positions in a title shown in the "Schedule of Exempt Positions" may be exceeded only under the following conditions: (1) for the purpose of hiring a replacement in a key management position as certified by the agency head, (2) the current incumbent of the position must have formally resigned or otherwise announced irrevocable plans to vacate the position, (3) the position number limitation may be exceeded for no more than one full calendar month per year per position, (4) reporting such exceptions will be made in such manner as prescribed for payroll reporting procedures.

3. No deduction shall be made from the salary or wages of any state employee who is called for jury service; nor shall such employee be required to account to the state for any fee or compensation received for jury service.

4. None of the moneys appropriated under this Act shall be used for the payment of salaries to any employee who accepts witness fees in contravention of the following provisions:

Any state official or employee called to appear in his official capacity in any judicial action or legislative investigation shall neither accept nor receive any witness fees for such a governmental appearance;

But if the appearance as a witness is not in an official capacity but is to testify from personal knowledge concerning matters related to the inquiry, then such employee or official shall be entitled to any customary witness fees;

And any state employee or official appearing as an expert witness shall be entitled to accept compensation for his appearance only when such appearance shall be made on his own time;

But this prohibition against accepting compensation shall not extend to any mileage or per diem allowance tendered to the state employee or official for expenses incurred while serving as a witness, unless the state official or employee has also made a claim for such expenses against the state, and in no instance shall there be double reimbursement for expenses.

5. **Overtime.**

a. Employees Subject to FLSA. An employee who is subject to the overtime provisions of the Fair Labor Standards Act of 1938, 29 U.S.C. Secs. 201 et seq., (FLSA) is entitled to compensation for overtime as provided by that Act and this subdivision.

An employee who is required to work hours in excess of 40 hours in a workweek is entitled to compensation for the excess hours either by:

(1) the agency allowing (or requiring) the employee to take compensatory time off at the rate of 1-1/2 hours off for each hour of overtime; or

(2) at the discretion of the employing agency, in cases in which granting compensatory time off is impractical, the employee receiving pay for the overtime at the rate equal to 1-1/2 times the employee's regular rate of pay.

Any paid leave or holidays taken are not counted as hours worked in determining overtime hours under the preceding paragraph.

Each employee may accumulate overtime credit of not more than 240 hours, except that an employee engaged in a public safety activity, an emergency response activity, or a seasonal activity may accumulate not more than 480 hours. Employees must be paid for overtime worked in excess of the limits on accumulation, at the rate equal to 1-1/2 times the employee's regular rate of pay.

In situations in which the employee has not worked more than 40 hours in a workweek but the total of hours worked and hours of paid leave or paid holidays exceeds 40 hours, the employee shall be allowed equivalent compensatory time off for the excess hours. In situations in which the employee has worked more than 40 hours in a workweek and the total of hours worked and hours of paid leave or paid holidays exceeds 40 hours after subtracting FLSA overtime hours worked, the employee shall be allowed equivalent compensatory time off for such excess hours. The compensatory time must be taken during the 12-month period following the end of that workweek. Compensatory time under this paragraph may not be carried forward past the end of the 12-month period and an employee may not be paid for the unused time. As an exception to the provisions in this paragraph, however, employees of institutions of higher education or employees engaged in a public safety activity, including but not restricted to highway construction and maintenance or an emergency response activity, may be paid for compensatory time

hours on a straight-time basis when the taking of compensatory time off would be disruptive to normal teaching, research, and other critical functions.

Exceptions to the workweek overtime calculation for hospital, fire protection, and law enforcement activities (including security personnel in correctional institutions) shall be made in accordance with the FLSA.

b. Employees Not Subject to FLSA. An employee who is not subject to the overtime provisions of the FLSA may be allowed compensatory time off for hours in excess of 40 hours in a workweek in which the combination of hours worked, paid leave, and holidays exceeds a total of 40 hours.

An employee who is exempt as an executive, professional, or administrative employee under 29 U.S.C. Sec. 213 (FLSA), may be allowed compensatory time off during the 12-month period following the end of the workweek in which the overtime was accrued, at a rate not to exceed equivalent time.

In accordance with the provisions set forth in 29 CFR, Part 541, Section 541.118 and subject to that section's exceptions provided below, an employee who is exempt as an executive, professional, or administrative employee under 29 U.S.C. Sec. 213(a)(1) (FLSA) shall receive full salary for any week in which work is performed without regard to the days and number of hours worked. This is also subject to the general rule that an employee need not be paid for any workweek in which the employee performs no work.

(1) Deductions may be made when the employee absents himself/herself from work for a full day or more for personal reasons, other than sickness or accident. However deductions may not be made for absences caused by jury duty, attendance as a witness at a judicial action, or temporary military leave.

(2) Deductions may also be made for absences of a day or more occasioned by sickness or disability (including workers' compensation accidents) if the deduction is made after exhaustion of paid sick leave or workers' compensation benefits.

(3) Deductions may also be made for penalties imposed for infractions of significant safety rules relating to prevention of serious danger to the workplace or other employees.

Further, in accordance with the special provisions applicable to executive, professional, or administrative employees of public agencies set forth in CFR, Part 541, Section 541.5d, an employee's pay may be reduced for absences for personal reasons or because of illness or injury of less than one work day when accrued leave is not used by the employee because -

(1) permission for its use has not been sought or has been sought and denied;

(2) accrued leave has been exhausted; or

(3) the employee chooses to use leave without pay.

In addition, in accordance with Section 541.5d, deductions from the pay of an executive, professional, or administrative employee for absences due to a budget-required furlough shall not disqualify the employee from being paid "on a salary basis" except in the workweek in which the furlough occurs and for which the employee's pay is accordingly reduced.

If deductions have been inadvertently made in contradiction to Department of Labor regulations, reimbursement will be made retroactively to the affected employees.

An employee who is not subject to the FLSA because of 29 U.S.C. Sec. 203(e)(2)(C), as a staff member, appointee, or immediate adviser of an elective officeholder, may be allowed compensatory time off under the terms and conditions determined by the officeholder.

Employees covered by this subdivision may not be paid for any unused compensatory time.

c. No employee, whether or not subject to FLSA, shall accrue state compensatory time during any week unless the combination of paid leave and hours worked exceeds 40 hours.

d. Article X Employees. Subdivisions (a), (b) and (c) of this subsection do not apply to an employee compensated from funds appropriated under Article X of this Act. Consistent with the requirements of the FLSA, overtime pay and compensatory time off for employees of the House or Senate shall be determined by the presiding officer of the respective houses, and for all other employees shall be determined by the administrator of the agency involved or the employing officeholder.

Sec. 3. **Salary Payment, Withholdings, Deductions, and Matching Contributions.** The disbursement of moneys appropriated in this Act for salaries and wages shall be subject to the provisions of Public Law No. 68, Seventy-eighth Congress, known as the Current Tax Payment Act of 1943, and any amendments thereto. The officers and employees of agencies for which appropriations are made by this Act also are authorized to make retirement deductions in accordance with the Teachers Retirement or Employees Retirement or Judiciary Retirement Acts on payroll forms prescribed by the Comptroller of Public Accounts, and the Comptroller is directed to issue warrants accordingly. The Comptroller shall also prescribe rules and procedures for agencies to follow in making adjustments to payrolls for periods following the period in which an inaccurate payment, deduction or other error occurred.

In each instance in which an operating fund or account is created and named by statute, the responsible officials of the state are authorized to transfer into such operating fund or account sufficient moneys from treasury funds, local, institutional and federal funds to pay proportionally the costs of matching state employees' retirement contributions and the state's share of Old Age and Survivors Insurance.

Sec. 4. **Per Diem of Board or Commission Members.**

1. As authorized by Section 659.032, Government Code, the per diem of state board and commission members shall consist of (1) compensatory per diem, if specifically authorized by law, at $30 per day; (2) reimbursement of actual expenses for meals and lodging not to exceed $80 per day when traveling within the State of Texas and reimbursement of actual expenses for meals and lodging when traveling outside of the State of Texas in an amount not to exceed the rates specified in Sections 15.3 and 15.4 of this article; and (3) reimbursement of transportation and incidental expenses at the rates specified in this Act for state employees.

2. If a law enacted after former Article 6813f, V.T.C.S., authorizes per diem for members of a particular state board or commission, but does not specify the amount of the per diem, then the amount of the per diem shall be as listed in the preceding subsection.

3. Agencies having a "Schedule of Exempt Positions and Per Diem of Board (or Commission) Members" following their appropriations may expend appropriations for board or commission member compensatory per diem in an amount not to exceed amount specified in such schedule for each respective fiscal year.

4. No full time employee paid from funds appropriated by this Act shall be paid both a salary and compensatory per diem for concurrent service as a state employee and as a board or commission member.

Sec. 5. **Political Aid and Legislative Influence Prohibited**. None of the moneys appropriated by this Act, regardless of their source or character, shall be used for influencing the outcome of any election, or the passage or defeat of any legislative measure. This prohibition shall not be construed to prevent any official or employee of the state from furnishing to any Member of the Legislature or committee upon request, or to any other state official or employee or to any citizen information in the hands of the employee or official not considered under law to be confidential information. Any action taken against an employee or official for supplying such information shall subject the person initiating the action to immediate dismissal from state employment.

No funds under the control of any state agency or institution, including but not limited to state appropriated funds, may be used directly or indirectly to hire employees or in any other way fund or support candidates for the legislative, executive, or judicial branches of government of the State of Texas or the government of the United States.

None of the funds appropriated by this Act shall be expended in payment of the salary for full-time employment of any state employee who is also the paid lobbyist of any individual, firm, association or corporation. None of the funds appropriated by this Act shall be expended in payment of the partial salary of a part-time employee who is required to register as a lobbyist by virtue of the employee's activities for compensation by or on behalf of industry, a profession or association related to operation of the agency or institution for which the person is employed. A part-time employee may serve as a lobbyist on behalf of industry, a profession or association so long as such entity is not related to the agency with which he or she is employed.

No employee of any state agency shall use any state-owned automobile except on official business of the state, and such employees are expressly prohibited from using such automobile in connection with any political campaign or any personal or recreational activity.

None of the moneys appropriated by this Act shall be paid to any official or employee who violates any of the provisions of this section.

The head or heads of each agency of the state shall furnish each employee of such agency with a copy of the five (5) paragraphs immediately preceding this one, and shall take a receipt therefor from each employee. The preceding sentence shall not be construed to mean that new receipts are to be obtained each year from continuing employees who have previously receipted for copies of identical provisions prohibiting political aid and legislative influence. The receipts shall be kept accessible for public inspection.

It is provided, however, that nothing in this section shall be construed as prohibiting the payment of reasonable dues to an organization that is designed to represent student interests in the state legislature or federal congress from that portion of mandatory student service fee collections that is allocated to the student government organization at an institution of higher education. Nothing herein shall be construed to permit such mandatory student service fees to be used to influence the outcome of any election.

Sec. 6. **Publicity of Individuals Restricted**. None of the moneys appropriated by this Act shall be used by any agency of the state government for the purpose of publicizing or directing attention to any individual official or employee of any agency of the state government.

It is also provided that none of the moneys appropriated by this Act shall be used by any agency of the state government for maintaining any publicity office or department, or for the employment of any person who has the title or the duties of a public relations agent, or press agent, or for paying any public relations firm or agent.

The policy and restrictions set out in this section shall not be interpreted to prevent the head of any agency of the state, when he deems it necessary or desirable in the public interest, to issue through any of such agency's officials or employees any statement or information respecting the work, legal responsibilities, or activities of such agency. Such statement shall be issued, or such information imparted, in the name of the agency of the state and shall have attached thereto the name of the official or employee authorized to issue the same.

It is also provided that any agency of higher education may continue to maintain and operate a news and information service for the benefit of the public which has been specifically authorized and approved by the governing board of such agency of higher education.

Sec. 7. **Employee Working Hours and Holidays**. It is further provided that moneys appropriated for salaries and wages in this Act shall be expended only in accordance with the following conditions and limitations and pursuant to Chapter 658, Government Code.

1. State offices shall remain open during the noon hours each working day with at least one person on duty to accept calls, receive visitors, or transact business.

2. Agencies may stagger the work day of their personnel. All agencies shall be open between the hours of 8:00 A.M. and 5:00 P.M. and shall maintain the eight-hour day and 40-hour week as provided in Chapter 658, Government Code.

3. Except as provided elsewhere in this Article, holidays for state employees including hourly wage workers for each year covered by this Act shall be those specified in Section 662.003, Government Code. Except as provided elsewhere in this Article, holidays for employees of institutions and agencies of higher education are as provided in Section 662.011, Government Code.

   For institutions and agencies of higher education, a regular employee is defined as one who is employed to work at least 20 hours per week for a period of at least four and one-half months, excluding students employed in positions which require student status as a condition for employment. Only regular employees of institutions of higher education shall be eligible for paid holidays.

   Each state agency and institution and agencies of higher education will, during the biennium, have on hand enough personnel to carry on the activities of each institution or agency on a state holiday, as defined by statute, so that the public business can be carried on during that period. However, this does not apply to a state holiday that falls on a Saturday or Sunday, the Friday immediately following the fourth Thursday in November, the 24th day of December, or the 26th day of December.

   Those employees who are working during a national holiday or a state holiday period will be allowed compensatory time off during the twelve-month period following the date of the holiday worked. The supervisor in charge may require the employee to give reasonable notice in advance of taking compensatory time off but may not require that the employee

specify the reason for which the compensatory time is to be taken. As an exception to the provisions in this paragraph, however, employees of institutions of higher education may be paid for compensatory time hours on a straight-time basis when the taking of compensatory time off would be disruptive to normal teaching, research, and other critical functions.

Agencies who have work schedules other than provided in Section 658.005, Government Code, will insure that employees working these schedules observe the equivalent number of holidays each year as employees working normal office hours.

A state employee is entitled to observe Rosh Hashanah, Yom Kippur, and Good Friday in lieu of any holiday or holidays on which the employee's agency or institution is required by this provision to be open and staffed to conduct the public business.

It is specifically provided, however, that the benefit provisions of this section apply to the employees of the House of Representatives and Senate only at the discretion of the presiding officer or the administration committee of each house.

4. Other provisions of this Act notwithstanding, state agencies shall not observe as a holiday days on which an election is held throughout the state. However, employees shall be allowed sufficient time off without deduction from pay or leave time accrued to vote.

5. Each state agency and institution and agencies of higher education shall adjust the work schedule of any employee who is a member of the National Guard or any Reserve Component of the Armed Forces so that two of the employee's non-work days per month coincide with two days of military duty to be performed by the employee, it being the intent of the Legislature to facilitate participation in military duties by state employees.

Sec. 8. **Employees Vacations and Leaves.**

1. Other than faculty with appointments of less than twelve months at institutions of higher education and other than instructional employees with contracts for periods of less than twelve months at the Texas School for the Blind and Visually Impaired and the Texas School for the Deaf, employees of the state shall, without deduction in salary be entitled to a vacation in each fiscal year. Part-time employees will accrue vacation leave on a proportionate basis and the maximum carryover will also be proportionate. Such entitlement shall be earned in accordance with the following schedule:

Employees With Total State Employment Of:	Hours Accrued Per Month for Full-time Employment	Maximum Hours to Carry Forward From One Fiscal Year to Next Fiscal Year for a Full-time Employee
0 but less than 2 years	7	168
2 but less than 5 years	8	232
5 but less than 10 years	9	256
10 but less than 15 years	10	280
15 but less than 20 years	12	328
20 and over years	14	376

An employee will earn vacation entitlement beginning on the first day of employment with the state and terminating on the last day of duty. Vacation entitlement is accrued at the applicable rate cited above. Credit for one month's accrual will be given for each month or

fraction of a month of employment with the state and will be posted to each employee's leave record on the first day of employment with the state and on the first of each succeeding month of employment thereafter. Vacation with pay may not be granted until the employee has had continuous employment with the state for six (6) months, although credit will be accrued during that period.

Credit for the higher rate of accrual as shown on the chart above shall be given on the first calendar day of the month if the employee's anniversary date falls on the first calendar day of the month; otherwise, the increase will occur on the first calendar day of the following month. If an employee begins working in a position that accrues vacation leave on the first workday of the month, the employee is deemed to have begun working on the first calendar day of the month for the purpose of this subsection.

The net balance of unused accumulated leave not to exceed the maximum cited above shall be carried forward for any employee from fiscal year 1995 to fiscal year 1996 and from fiscal year 1996 to fiscal year 1997.

All hours of unused accumulated vacation leave which are lapsed at the end of a fiscal year by operation of this subsection may be credited to the employee's sick leave balance as of the first day of the next fiscal year.

In computing vacation time taken, time during which any employee is excused from work because of holidays shall not be charged against the employee's vacation.

None of the funds appropriated by this Act may be used to pay a state employee or former state employee who resigns, is dismissed, or has otherwise separated from state employment, for vacation time accrued at the time of separation from the state unless:

a. the individual's employment with the state had been continuous for a period of six (6) months, and

b. the individual has not been reemployed by a state agency which grants vacation time within a period of 30 days from the date of separation from the state employment.

2. Employees of the state shall, without deduction in salary, be entitled to sick leave subject to the following conditions:

An employee will earn sick leave entitlement beginning on the first day of employment with the state and terminating on the last day of duty. Credit for one month's accrual will be given for each month or fraction of a month of employment with the State and will be posted to each employee's leave record on the first day of employment with the State and on the first day of each succeeding month of employment thereafter.

Sick leave entitlement shall be earned at the rate of eight (8) hours for each month or fraction of a month employment for a full-time employee, and shall accumulate with the unused amount of such leave carried forward each month. Part-time employees shall accrue sick leave on a proportionate basis. Sick leave accrual shall terminate on the last day of duty.

Sick leave with pay may be taken when sickness, injury, or pregnancy and confinement prevent the employee's performance of duty or when the employee is needed to care and assist a member of his immediate family who is actually ill. For purposes relating to regular sick leave, immediate family is defined as those individuals who reside in the same household and are related by kinship, adoption or marriage, as well as foster children

certified by the Texas Department of Protective and Regulatory Services. Minor children of the employee, whether or not living in the same household, will be considered immediate family for purposes of regular sick leave. An employee's use of sick leave for family members not residing in that employee's household is strictly limited to the time necessary to provide care and assistance to a spouse, child or parent of the employee who needs such care and assistance as a direct result of a documented medical condition. An employee who must be absent from duty because of illness shall notify his supervisor or cause him to be notified of that fact at the earliest practicable time.

To be eligible for accumulated sick leave with pay during a continuous period of more than three (3) working days, an employee absent due to illness shall send to the administrative head of his employing agency a doctor's certificate showing the cause or nature of the illness, or some other written statement of the facts concerning the illness which is acceptable to such administrative head.

Upon return to duty after sick leave the employee concerned shall, without delay, complete the prescribed application for sick leave and submit the same through proper channels to the appropriate approving authority for his consideration.

Exceptions to the amount of sick leave an employee may take may be authorized by the administrative head or heads of any agency of the state provided such exceptions are authorized on an individual basis after a review of the merits of such particular case. A statement of any such authorized exceptions or the reasons for them shall be attached to the state agency's duplicate payroll voucher for the payroll period affected by such authorized exceptions. Agencies are required to have a written statement filed with the State Auditor covering the policies and procedures to be used for the extension of leave in this manner and shall make this statement available to all employees. Faculty members at institutions of higher education must submit prescribed leave forms for all sick leave even though no classes were missed if the absence occurred during the normal workday for regular employees.

3. The administrative head of an agency shall grant an emergency leave to an employee because of a death in the employee's family. The death of the employee's spouse, or the employee's or spouse's parents, brothers, sisters, grandparents, grandchildren and children shall constitute adequate need for emergency leave. The administrative head of the agency may make a determination on other reasons for emergency leaves and shall grant an emergency leave, when in his determination, the employee shows good cause.

   For institutions and agencies of higher education, a regular employee is defined as one who is employed to work at least 20 hours per week for a period of at least four and one-half months, excluding students employed in positions which require student status as a condition for employment. Only regular employees of institutions and agencies of higher education shall be eligible for paid vacation and leave as provided herein.

4. A leave of absence with full pay shall be provided any state employee who is called to active duty with the National Guard by the Governor of Texas because of an emergency in accordance with Section 431.085, Government Code, as added by Section 20, Chapter 268, Acts of the Seventy-third Legislature, Regular Session, 1993.

   Employees shall be entitled to leave of absence from their respective duties without loss of time or efficiency rating or vacation time or salary on all days during which they shall be engaged in authorized training or duty ordered or authorized by proper authority, for not to exceed fifteen (15) days in any one federal fiscal year as provided in Section 431.005, Government Code.

An employee called to active duty during a national emergency by a reserve branch of the United States Armed Forces shall have a leave of absence. The employee shall not lose the ability to accrue state service credit while on active duty but shall not accrue vacation or sick leave. However, the employee shall retain any accrued vacation or sick leave and shall be credited with such balances upon return.

State employees who are volunteer firemen shall also be granted a leave of absence with full pay to attend training schools conducted by state agencies provided such leave does not exceed five (5) working days in any one fiscal year. State agencies and institutions may grant leave with full pay to volunteer firemen for the purpose of responding to emergency fire situations provided that the agency or institution has an established policy for the granting of such leave time. A leave of absence authorized by this subsection shall not be charged against the employee's vacation or sick leave privileges provided by this Act.

A state employee, who is a foster parent to a child under the conservatorship of the Department of Protective and Regulatory Services, is entitled to a leave of absence with full pay for the purpose of attending staffing meetings held by the Department of Protective and Regulatory Services regarding the child under the foster care of the employee, or to attend the Admission, Review and Dismissal (ARD) meeting held by a school district regarding the child under the foster care of the employee.

Any State employee, who is a certified disaster service volunteer of the American Red Cross or who is in training to become such a volunteer, with the authorization of the employee's supervisor, may be granted a leave not to exceed ten days each year to participate in specialized disaster relief services for the American Red Cross, upon the request of the American Red Cross and with approval of Governor's office, without loss of pay, vacation time, sick leave or earned overtime, and/or compensatory time. Notwithstanding this provision, the pool of state employees certified disaster volunteers shall not exceed 200 participants at any one time during fiscal year 1996 and 350 participants at any one point in time during fiscal year 1997. A list of such employees will be coordinated with the Division of Emergency Management and Governor's office. Within sixty days of any request made by the American Red Cross, a report shall be prepared by the American Red Cross for the Legislative Budget Board setting forth the reasons and needs for any request made.

5. A state employee who transfers directly from one State agency to another, shall be given credit by the receiving agency for the unused balance of this accumulated vacation and sick leave, provided that his employment with the state is uninterrupted.

6. Funds appropriated in this Act may be used to pay the estate of an employee when the employee dies while employed by the State of Texas for: (1) all of the employee's accumulated vacation leave and (2) one-half of the employee's accumulated sick leave, or for 336 hours of sick leave, whichever is less, provided that requirement and limitations in Subchapter B, Chapter 661, Government Code, are satisfied.

7. In addition to maintaining an official personnel file on each employee containing an application for employment and other records normally placed in a personnel file, the administrative head or heads of each agency of the state shall require time and attendance records, a record of the vacation and sick leave accrual and absences of each employee, and the reasons therefor whether from sickness, vacation, other paid leave, or leave of absence without pay. Such records shall be available for public inspection in keeping with the provisions of the Chapter 552, Government Code.

8. The State Auditor shall provide a uniform interpretation of the provisions herein contained on employee vacations and leaves, and shall report to the Governor and the Legislature any exceptions practiced by the various entities of the state government.

9. It is specifically provided, however, that the benefit provisions of this section apply to employees of the House of Representatives and Senate only at the discretion of the presiding officer of each House.

10. An employee separated from employment with the state under a formal reduction-in-force shall have his sick leave balance restored if reemployed by the state within twelve months of termination. An employee separated for other reasons shall also have his sick leave balance restored if reemployed by the state within twelve months of termination, provided there has been a break in service of at least one month since termination.

11. Agencies may grant employees leave without pay or leave of absence without pay subject to the following provisions:

    a. Such leaves will be limited in duration to twelve (12) months.

    b. Except for disciplinary suspensions, active military duty, and workers compensation situations all accumulated paid leave entitlements must be exhausted before granting such leaves, with the additional provision that sick leave must be exhausted only in those cases where the employee is eligible to take sick leave, as provided in Section 8(2) above.

    c. Subject to fiscal constraints, approval of such leaves constitutes a guarantee of employment for a specified period of time.

    d. The administrative head of an agency may grant exceptions to these limitations for such reasons as interagency agreements or educational purposes.

    e. Except in the case of an employee returning to state employment from military leave without pay, any full calendar month (i.e., from the first day of a month through the last day of a month, inclusive) in which an employee is on leave without pay, shall not be counted in the calculation of total state service for purposes of longevity pay or vacation leave entitlements. No employee shall accrue vacation or sick leave for such month. Further, any such full calendar month of leave without pay shall not constitute a break in continuity of employment but shall not be included in the calculation of the minimum number of continuous months of employment set forth in this article under the merit salary provisions, Section 1(5)(c)(a), and under Employees Vacations and Leaves, Section 8(1), last paragraph.

12. A state employee who is blind is entitled to a leave of absence with full pay for the purpose of attending a training program to acquaint the employee with a seeing-eye dog to be used by the employee. The leave of absence provided by this subsection may not exceed 10 working days in a fiscal year. The leave of absence provided by this subsection is in addition to other leave to which an employee is entitled, and an employee continues to accrue vacation and sick leave while on leave as provided by this subsection. For purposes of this subsection, "blind" has the meaning assigned by Section 91.002(2), Human Resources Code.

13. In addition to employee leave authorized elsewhere in this Article, administrative leave with pay may be granted by the head of an agency as a reward for outstanding performance as documented by employee performance appraisals. In no event shall the aggregate amount of

administrative leave granted pursuant to this subsection exceed 32 hours during any fiscal year.

14. a. State employees who have been employed for 12 months by the state, and who have worked at least 1,250 hours during the 12-month period immediately preceding the commencement of leave, are hereby entitled to leave pursuant to the Federal Family and Medical Leave Act (FMLA) provided that the employee utilizes all available applicable paid vacation and sick leave while taking leave pursuant to this provision. As an exception to the requirement to utilize all paid vacation and sick leave, employees on FMLA leave who are receiving temporary disability benefit payments or workers' compensation benefits shall not be required to utilize paid vacation or sick leave while on such leave.

    b. Those employees with less than 12 months of state service or who have worked less than 1,250 hours in the 12-month period immediately preceding the commencement of leave are eligible to take a parental leave of absence, not to exceed 12 weeks, provided that the employee utilizes all available applicable paid vacation and sick leave while taking leave pursuant to this subdivision. The leave authorized by this subdivision is limited to, and begins with the date of, the birth of a natural child or the adoption or foster care placement of a child under three years of age.

Sec. 9. **Multiple Employments with the State.**

1. General Provisions. A person who is legally employed by more than one Texas state agency or institution of higher education may not receive benefits from the state in excess of those provided for one full-time employee. The person is subject to the following provisions and must be informed of them before the person becomes employed by more than one agency or institution:

    a. Separate vacation and sick leave records must be maintained for each employment. When the person terminates from one employment, the person's leave balances that were accrued under that employment may not be transferred to the remaining employments.

    b. The person accrues state service credit for all purposes as if the employee had only one employment.

    c. The state's contribution towards the taxes imposed on the person by the Federal Insurance Contributions Act may not exceed the overall limit specified elsewhere in this Act. The Comptroller shall prescribe uniform accounting and reporting procedures to ensure that the contribution does not exceed this limit.

    d. The total state contribution towards the person's group insurance is limited to the amount specified elsewhere in this Act for a full-time active employee.

    e. Overtime compensation accrues to an employment independently of every other employment with the following exception. If the person is subject to the overtime provisions of the Fair Labor Standards Act of 1938 (FLSA) in an employment, the employing agencies and institutions must ensure that the person is compensated for all combined time worked in excess of 40 hours per week according to the FLSA overtime provisions. The agencies and institutions shall coordinate to determine which agency or institution is responsible for ensuring that the employee is properly compensated according to those provisions.

f. The person must inform the person's employing state agencies or institutions of higher education before accepting an additional employment with another agency or institution.

2. Special provisions for legislative agencies. If a person's multiple employment involves only legislative agencies and all employments are less than full-time, Subsection (1)(a), except for accrual of leave, does not apply and the person may use paid leave from leave balances in all employments. Upon termination of one employment, leave balances accrued under that employment shall be transferred to the remaining employments.

3. Special provisions for institutions of higher education. A university system may establish a policy that defines a person's employment as the total hours the person is assigned to one component of the system or, alternatively, the total hours the person is assigned to all components of the system. This policy may apply to a person only if the person is employed by more than one institution of higher education and all the employing institutions are within the same university system.

Sec. 10. **Use of Alcoholic Beverages**. None of the moneys appropriated under this Act shall be used for the payment of salaries to any employee who uses alcoholic beverages while on active duty. None of the funds appropriated under this Act for travel expenses may be expended for alcoholic beverages. No state funds shall be used for the purchase of alcoholic beverages, except for legitimate law enforcement purposes.

Sec. 11. **Limitations on Use of Appropriated Funds**. Funds appropriated by this Act, other than those appropriated to institutions of higher education, shall be expended only for items set out in the Comptroller's Manual of Accounts, Expenditure Classification insofar that agencies expending said appropriated funds shall have existing statutory authority for such expenditures and that such expenditures are not limited or prohibited elsewhere in this Act.

It is also provided that any agency of the state specified in this Act is authorized to pay the premiums for bonding employees. Such bonds shall be of either individual position or blanket position type, as provided by Chapter 653, Government Code.

As compensation in addition to that otherwise provided by this Act, departments and agencies appropriated funds by this Act are authorized to purchase and present to their respective employees or officers at periodic intervals under such rules and regulations as have been or may be adopted by the respective agencies named hereinabove, service awards, safety awards and other similar awards for professional achievement or other outstanding service. A state agency may purchase awards not to exceed fifty dollars ($50) per employee.

For awards to volunteers, a state agency may expend funds appropriated by this Act to purchase engraved certificates, plaques, pins, and other awards of a similar nature that do not exceed $50 in value per volunteer. The awards may be purchased only to recognize volunteers' special achievement and outstanding service and only if the agency has established a volunteer program that complies with Chapter 2109, Government Code, or with other applicable general law.

Sec. 12. **Definitions.**

The following words and terms, when used in Sections 12 through 18 of this Article, shall have the following meanings:

1. Commercial lodging establishment - a motel, hotel, inn, apartment, or similar entity that furnishes lodging to the general public for pay or other type of lodging establishment designated by the Comptroller by rule.

2. Commercial transportation company - an entity that offers transportation of people or goods to the general public for pay.

3. Designated headquarters - the area within the city limits of the incorporated area in which a state employee's place of employment is located. If an employee's place of employment is located within an unincorporated area, then the area within a five mile radius of the employee's place of employment is his designated headquarters. If a city, town, or unincorporated area is completely surrounded by the city or town in which an employee's place of employment is located, then the employee's designated headquarters includes the surrounded area.

4. Duty point - the location, other than an employee's place of employment, to which a state employee travels in order to conduct official state business.

5. Head of agency - this term includes elected state officials, excluding members of the Legislature; appointed state officials, including officials whose appointment is still subject to confirmation by the Senate; first assistants, chief deputies, and chief clerks who are specifically authorized by law to act for their superiors; directors of legislative interim committees or boards; heads of state institutions of higher education; heads of state hospitals and special schools; and, for each state agency that is governed by a part-time board or commission, the person who has the day-to-day responsibility for managing the agency's operations.

6. Incidental expenses - those necessary and reasonable expenses incurred by a state employee while traveling on official state business. The term includes applicable taxes except for taxes on meals. The term does not include expenses for meals, lodging, or transportation; expenses of a personal nature; expenses that would be incurred by the employee regardless of whether he were traveling on official state business; and, tips and gratuities.

7. Key officials - this term encompasses heads of agencies and persons holding exempt positions as indicated in this Act or by action of the Governor in accordance with the Position Classification Act.

8. Lease - a long-term contract giving the lessee the exclusive possession and use of property or equipment although the lessor retains ownership throughout the duration of the contract. A contract is "long-term" only to the extent that its duration is on at least a month-to-month basis.

9. Place of employment - the office or location at which a state employee routinely conducts official state business.

10. Rented or public conveyance - a motor vehicle, train, or aircraft that a state employee either rents or pays a fare to use on a short-term basis while traveling on official state business.

11. State agency - a unit of state government that uses funds appropriated in this Act to pay for the transportation, meals, lodging, and other travel expenses of its state employees.

12. State employee - a person employed by a state agency. This term includes key officials except to the extent that specific provisions in this Article indicate otherwise.

Sec. 13. **General Travel Provisions.**

1. The amounts appropriated in this Act to each state agency for the payment of transportation, meals, lodging, and incidental expenses shall be the maximum amounts to be expended by those agencies. None of the moneys appropriated by this Act may be expended for those expenses unless the travel and the resulting requests for payment or reimbursement comply with the conditions and limitations in this article.

2. Heads of agencies shall conserve the funds appropriated by this Act by maximizing economy and efficiency when planning the travel of state employees under their authority. In this connection, heads of agencies are responsible for ensuring that the expenses of transportation, meals, lodging, and incidental items are the lowest possible considering all relevant circumstances.

3. A head of agency may specify a reimbursement or payment rate that is less than the maximum rate specified in this article for transportation, meal, lodging, or incidental expenses. However, a lower rate applies only to travel occurring after a head of agency has notified his state employees in writing about the lower rate. A state agency is solely responsible for enforcing its lower reimbursement or payment rates.

4. Necessary and reasonable expenses for transportation, meals, lodging, and incidental expenses may be paid or reimbursed from the funds appropriated in this Act only when the purposes of the travel clearly involve official state business, are consistent with the legal responsibilities of the state agency represented, and, for the travel outside the State of Texas, the travel is approved in advance in accordance with the policy of the employing state agency.

   None of the funds appropriated by this Act shall be used to pay or reimburse expenses for transportation, meals, lodging, and incidental expenses unless the travel voucher submitted to the Comptroller identifies persons contacted, places visited, or otherwise describes the nature of the official state business performed.

5. A state employee may claim extra travel time for the purpose of calculating reimbursement for meals, lodging, rental cars, parking, and other reimbursable expenses in order to take advantage of lower airfares if: (a) the cost of the additional expenses plus the lower airfare is less than or equal to the average coach airfare between the employee's designated headquarters and duty point, (b) the rental car was rented during the period of time when the employee conducted official state business, and (c) it is in the employing state agency's interest to allow the employee to be absent from headquarters for an additional period of time.

6. Requests for advance written approval for travel outside of the United States , except for Canada and Mexico, shall be submitted to the Governor as provided in Section 660.024, Government Code.

7. State employees from one state agency who provide services to another state agency may be reimbursed for their transportation, meals, lodging, and incidental expenses from the funds of the agency being served.

8. A traveling state employee may be reimbursed for his incidental expenses in addition to his expenses for meals, lodging, and transportation. The Comptroller shall promulgate specific rules for the effective and efficient administration of this sub-section.

9. When this article authorizes state agencies to directly pay commercial lodging establishments or commercial transportation companies, agencies may instead directly pay credit card issuers or travel agencies for the lodging or transportation. The same documentation that would be required for a direct payment to a commercial lodging establishment or commercial transportation company is required for a direct payment to a credit card issuer or travel agency.

10. When a state agency requires a state employee on personal leave to return to his designated headquarters from another location, the agency may reimburse the employee for the transportation, meal, lodging, and incidental expenses he incurs while traveling to headquarters. In addition, the agency may reimburse the employee for the transportation, meal, lodging, and incidental expenses he incurs while traveling back to the location at which the employee was staying while on personal leave. The reimbursements authorized by this subsection may not exceed the reimbursement rates specified in this article.

11. A state agency may pay or reimburse a state employee for a cancellation charge if the charge is incurred for a reason related to official state business.

12. The Comptroller shall establish rules and procedures for the effective and efficient administration of the travel regulations in this article.

Sec. 14. **Transportation Expenses**.

1. State employees' use of personally owned or leased motor vehicles:

   a. Mileage reimbursement rate. A state agency shall reimburse a state employee for using a personally owned or leased motor vehicle. The mileage reimbursement rate for travel occurring during a fiscal year is equal to the maximum fixed mileage allowance specified in the revenue rulings issued by the Internal Revenue Service under Section 1.274-5(f) of the federal income tax regulations as of August 1 preceding the start of the fiscal year. The mileage reimbursement rate may not be less than 25 cents per mile or more than 28 cents per mile. The Comptroller shall announce the mileage reimbursement rate for a fiscal year as soon as possible after August 1 of the preceding year. Except for tolls and the cost of airport parking or other parking fees incurred while employees are away from their places of employment, no additional expenses incidental to the operation of such motor vehicles shall be reimbursed.

   b. Computing distances. The reimbursement authorized in this subsection for travel within the State of Texas shall be based upon the shortest route between points. For the purpose of computing the shortest route, farm-to-market roads shall be included.

   c. Travel between a residence and the airport. State employees traveling in a personally owned or leased motor vehicle between their residence and the nearest airport may be reimbursed for mileage at the rate specified in Section 14(1)(a) of this article subject to the following provisions:

      (1) If the travel occurs during working hours, the reimbursement may not exceed the reimbursement that would be due had the employee traveled between a place of employment and the airport.

(2) A state employee may be reimbursed for the mileage incurred by another person while transporting the employee between his residence and the nearest airport during working or non-working hours so long as the employee demonstrates that the reimbursement would be less than the cost of parking a personally owned or leased motor vehicle at the airport.

d. Travel between a residence and a duty point. State employees who travel in a personally owned or leased motor vehicle between their residence and their duty point may be reimbursed for mileage at the rate specified in Section 14(1)(a) of this article subject to the following provisions:

(1) If the travel occurs during working hours, the reimbursement may not exceed the mileage that would have been paid had the employee traveled from his place of employment to his duty point.

(2) If the travel occurs before working hours on a working day, the reimbursement may not exceed the reimbursement that would be due had the employee traveled from a place of employment to a duty point. The preceding limitation does not apply if the employee is required to travel because of an unforeseen emergency that is related to official state business.

e. Travel between a residence and a place of employment. A state employee may not be reimbursed for his mileage when he travels in a personally owned or leased motor vehicle between his residence and his place of employment unless (1) the travel is necessitated by extraordinary circumstances, and (2) the travel occurs during non-working hours.

f. Mileage rate for travel outside of the State of Texas. State employees traveling alone may be reimbursed at the standard mileage rate for the use of their personally owned or leased motor vehicles while traveling outside the State of Texas in accordance with this paragraph. The reimbursement may not exceed either of the following: (a) the amount the employees would have received had they flown the average coach airfare below first class plus the expenses necessary to complete such flight or (b) the reimbursement calculated at the standard mileage rate for the actual miles traveled. Mileage, calculated at the standard mileage rate, between an employee's place of employment and the airport plus other necessary and reasonable expenses that would have been incurred at the airport had the employee flown, including parking fees, shall be considered as expenses necessary to complete a flight for the purpose of this paragraph.

g. Travel by a group of state employees outside of the State of Texas. When two or more state employees travel together outside the State of Texas in a motor vehicle that is owned or leased by one of those employees, the reimbursement for the use of that vehicle shall be based upon the total miles between the motor vehicle owner's place of employment and the employees' destination at the standard mileage rate authorized elsewhere in this article. However, this reimbursement shall not exceed the total cost had each employee flown the average coach airfare below first class plus the expenses necessary to complete the flight as specified in Section 14(1)(f) of this article.

h. Travel to points outside of the State of Texas that are not served by commercial airlines. State employees traveling either alone or with other state employees to duty points outside of the State of Texas that are not directly served by commercial airlines shall be reimbursed for their mileage. This reimbursement cannot exceed the sum of the following: (a) average coach airfare below first class to the nearest city served by air to the destination, (b) mileage between the nearest city served by air and the destination,

and (c) the expenses necessary to complete the flight as specified in Section 14(1)(f) of this article.

2. Transportation in personally owned or leased aircraft:

   a. The rate of reimbursement to key officials, members of boards and commissions, and members of the Legislature for travel in their personally owned or leased aircraft within and without the boundaries of the State of Texas shall be forty cents (40¢) per highway mile when traveling in single-engine aircraft, fifty-five cents (55¢) per highway mile when traveling in twin-engine aircraft, and one dollar ($1.00) per highway mile when traveling in turbine-powered aircraft.

      When additional key officials, members of boards and commissions, or members of the Legislature are conveyed on trips within or without the boundaries of the State of Texas in privately owned or leased aircraft, they each shall receive as a mileage reimbursement an amount equal to that which would have been paid had they traveled by average coach airfare below first class. The Comptroller shall develop procedures whereby these multiple reimbursements can be aggregated into a single payment and paid either to the individual owning or leasing the aircraft or to the vendor providing a leased aircraft; however, the total reimbursement shall not exceed the actual cost of the trip.

      Key officials, members of boards and commissions, and members of the Legislature may lease aircraft from a proprietorship, partnership, or corporation in which they have an interest. Reimbursement shall be at the rates established for travel by personally owned or leased aircraft.

   b. The rate of reimbursement for state employees when they travel in their personally owned or leased aircraft within and without the boundaries of the State of Texas shall be forty cents (40¢) per highway mile when traveling in single-engine aircraft and fifty-five cents (55¢) per highway mile when traveling in twin-engine aircraft.

3. Travel by rented or public conveyance:

   a. When a state employee travels by rented or public conveyance, the actual cost of transportation is payable from funds appropriated in this Act subject to the following limitations.

      (1) The cost of commercial air transportation between an employee's designated headquarters and his duty point must be equal to the lowest rate available. First class airfare may be paid only if it is the only available airfare.

      (2) The cost of transportation by limousine may be paid only if it is the lowest cost transportation considering all relevant circumstances.

   b. State agencies may pay the expenses associated with state employees traveling by rented or public conveyance in either of two ways at the option of each head of agency.

      (1) When state employees pay for authorized travel by rented or public conveyance with their personal funds, they shall be reimbursed for that travel in accordance with this Article. Receipts for such transportation, excluding receipts for bus, taxi, or limousine fares, shall be submitted to the Comptroller or processed locally by the institution as attachments to the employee's travel voucher.

(2) A head of agency may request a commercial transportation company to furnish transportation to designated state employees of such agency. The cost of the transportation services shall be billed monthly to the agency. The Comptroller may issue a warrant or the institution may issue a check payable to a commercial transportation company only upon the submission by a state agency of a voucher showing the purpose of travel and the necessary approval by the agency. An official receipt from the commercial transportation company showing the details of the transportation must be attached to the voucher.

To facilitate auditing of billings from commercial transportation companies, such companies shall list on their billings the point of origin and point of destination of each trip and shall also show the taxes charged. In addition, on each voucher submitted to the Comptroller for processing or processed locally by the institution, state agencies shall specify in detail the official state business conducted on each trip.

4. State agencies may directly pay commercial transportation companies prior to the travel of their employees if the companies required the payments to be made in advance in order to obtain lower rates. Cancellation charges are payable if they are incurred because of a business-related reason. The Comptroller shall promulgate rules for the effective and efficient implementation of this paragraph.

5. Return from personal leave: Employees on personal leave at a location outside of their designated headquarters who are required by their heads of agencies to return to their designated headquarters may be reimbursed for the cost of their transportation to headquarters as provided in this section.

Sec. 15. **Expenses for Meals and Lodging**.

1. General provisions:

   a. Heads of agencies shall conserve funds by authorizing less than the maximum reimbursements for meals or lodging, or both, when conditions warrant. However, reductions in the amount of reimbursements for meals or lodging, or both, may be authorized only if the affected state employees are notified of those reductions before they incur any expenses. Employees whose living costs are unusually low when traveling, such as those camping out, shall not be reimbursed for their meals and lodging at the maximum rates.

   b. When a state employee stays at a commercial lodging establishment, the head of his employing state agency may request the lodging establishment to directly bill the agency for the cost of the lodging. The Comptroller may issue a warrant payable to the commercial lodging establishment only upon the submission of a voucher showing the name and designated headquarters of the employee, the room rate for a single occupancy, and the lodging charges on a daily basis. An official receipt from the commercial establishment must be attached to the voucher.

   c. Each state employee who travels with one or more additional employees in a motor vehicle that is owned or leased by one of those employees shall be reimbursed for the meals and lodging incurred during the trip subject to the limitations contained in this Section.

d. No reimbursements for meals and lodging may be paid to state employees when they travel within the confines of their designated headquarters or when they are away from their designated headquarters for fewer than six consecutive hours.

e. State employees, board or commission members, must attach the actual receipts for lodging expenses to their travel vouchers when requesting reimbursement of those expenses. A head of agency other than a member of a board or commission is not required to attach lodging receipts.

f. Travel to foreign countries, except for Canada and Mexico, must be approved by the Governor in advance of the travel in accordance with Section 660.024, Government Code. A copy of the Governor's approval must be attached to each travel voucher.

g. A state agency may reimburse a state employee for a state, county, or local hotel occupancy tax or any similar tax imposed by a law of this state or another state. A state agency may reimburse a state employee for a state, county, or local hotel occupancy tax from which the employee is exempt by law if the employee properly claims the exemption and the commercial lodging establishment refuses to honor the exemption. If a state agency directly pays a commercial lodging establishment instead of reimbursing an employee, then the agency may directly pay the tax to the commercial lodging establishment.

h. A state agency may reimburse a state employee for apartment rental expenses. The Comptroller shall adopt rules to facilitate a state agency's conservation of state funds by renting an apartment in lieu of using another type of commercial lodging establishment.

2. Travel within the State of Texas:

   a. State employees who travel within the State of Texas shall be reimbursed for the actual cost of lodging and meals. However, the reimbursements may not exceed $55.00 per day per location for lodging and $25.00 per day for meals.

   b. At the discretion of each head of agency, a state employee whose duties require him to travel outside his designated headquarters without an overnight stay away from his headquarters may be reimbursed for the actual cost of his meals not to exceed $25.00 per day.

3. Travel outside the State of Texas but within the continental United States:

   a. State employees who travel outside the State of Texas but within the continental United States shall be reimbursed for their actual expenses for lodging and meals. However, these reimbursements may not exceed the locality-based rates specified in the Federal Travel Regulations unless the Comptroller determines, in advance of travel, that local conditions necessitate a change in the lodging rate for a particular location. If an employee travels to a location where a locality-based allowance has not been set in the Federal Travel Regulations, the Comptroller shall establish a rate for that location. This rate cannot exceed the lowest locality-based allowance for that state unless the Comptroller determines, in advance of travel, that local conditions necessitate a higher lodging rate.

   b. Reimbursements for meals to employees whose travel does not require an overnight stay away from their designated headquarters may not exceed $26.00 per day.

4. Travel outside the continental United States: State employees may receive reimbursements of their actual expenses for meals and lodging when traveling outside the continental United States.

Sec. 16. **Travel by Employees of Institutions of Higher Education.**

1. For the purpose of this section, official state business includes, but is not limited to, the formal presentation of original research by a state employee before a regional, state, national, or international learned society.

2. The governing board of each institution of higher education may delegate to its president, chief executive, vice presidents, deans, or fiscal officers the authority to approve travel and the resulting payments and reimbursements. However, such delegations of authority shall specify the kind of travel that may be approved and the termination date of the delegated authority. The delegation of authority shall be entered in the official minutes of each governing board, and a copy of those minutes shall be filed with the Comptroller.

Sec. 17. **Special Provisions and Exceptions.**

1. Applicability of this section: The provisions of this section apply only to the extent that they are inconsistent with or supplementary to the provisions of Sections 13, 16 and 18 of this article.

2. General exception: Judicial officers, heads of agencies, the Executive Director of the Legislative Council, and the Secretary of the Senate shall be reimbursed for their actual expenses for meals and lodging either inside or outside the State of Texas. Expenses concerning personally owned or leased motor vehicles and other transportation expenses shall be reimbursed as provided under other sections of this article.

3. Representation of the Governor: Employees of the Governor's Office, other state employees, and key officials who are designated by the Governor to represent him at governmental meetings or conferences held outside the State of Texas shall be reimbursed for their actual expenses for meals, lodging, and incidentals. These reimbursements may be paid out of the appropriations for the state agencies at which the employees or key officials are employed.

4. Travel by legislators:

   a. General provisions:

      (1) When traveling inside or outside the State of Texas a legislator, at the discretion of each house of the legislature, is reimbursed an amount equal to either the maximum per diem rate in the federal travel regulations for the location at which the expenses are incurred or the actual amount of meals, lodging and incidental expenses incurred. This provision also applies to the meals, lodging, and incidental expenses legislators incur while serving on boards, councils, committees, or commissions.

      (2) If expenses are incurred in a location for which the federal travel regulations have not specifically established a maximum per diem rate, the amount is equal to the lowest maximum per diem rate for the state, territory, possession, or country in which the expenses are incurred.

      (3) When traveling inside or outside the State of Texas, a legislator shall be reimbursed for the legislator's use of personally owned or leased motor vehicles

and for the legislator's use of rented or public conveyances on the same basis as is provided in this article for state employees. The rate of reimbursement for a legislator's use of a personally owned or leased aircraft is as specified elsewhere in this article. The preceding rates of reimbursement apply even though a legislator's trip does not include travel to or from the City of Austin.

b. During a session of the Legislature, a member of the Legislature may be reimbursed for either transportation expenses on the same basis as is provided for state employees or shall be entitled to mileage on the same basis as is provided for state employees.

5. Travel by employees of the Legislature:

   a. When traveling outside the State of Texas, employees of the Legislature may be reimbursed for their actual expenses for meals and lodging.

   b. When traveling inside the State of Texas, employees of the Legislature may be reimbursed for their actual expenses for meals and lodging in accordance with Section 301.030(a), Government Code.

6. Designation of state employees:

   a. When a member of the Legislature, judicial officer, head of agency, Executive Director of the Legislative Council, the Secretary of the Senate, or member of a board or commission is unable to personally attend a meeting or conference, they may designate a state officer or employee to represent them at the meeting or conference. The designated officer or employee may receive reimbursement of his actual expenses for meals and lodging while attending the meeting or conference. The designations authorized in this sub-section must occur on a trip-by-trip basis.

   b. Members of the Legislature, judicial officers, heads of agencies, the Executive Director of the Legislative Council, the Secretary of the Senate, and members of state boards and commissions may authorize state employees traveling with them to receive reimbursement of their actual expenses for meals and lodging.

7. Aircraft pilots: Aircraft pilots shall be reimbursed for their actual expenses for meals and lodging on the same basis as provided in this article for state employees. However, aircraft pilots are not subject to the requirement of being away from their designated headquarters for at least six consecutive hours in order to qualify for reimbursements of their meals.

8. Prior written approval required: None of the funds appropriated by this Act may be used to reimburse actual expenses as authorized in sub-sections 3 and 6 of this section unless the head of the agency gives advance written approval and indicates the approximate cost of such travel.

9. Members of state boards and commissions shall be reimbursed for travel expenses pursuant to the provisions of Section 4 of this article.

10. Travel by disabled persons:

    a. Notwithstanding any other provision of this article, state agencies may reimburse disabled state employees and disabled members of the Legislature for attendant care and other necessary expenses incurred when they travel inside or outside their designated headquarters. However, disabled persons may not be reimbursed for the expenses

incurred when traveling from their residences to their places of employment except as provided in this Act for state employees.

b. First class airfare for the disabled and their attendants may be reimbursed so long as that airfare is medically necessary.

c. None of the reimbursements authorized in this sub-section may be paid until the employing state agency has established policies and procedures for the travel of disabled persons. The reimbursements authorized in this sub-section shall be in addition to the reimbursements authorized elsewhere in this Article.

Sec. 18. **Moving Expenses of State Employees.**

1. A State agency may use funds appropriated by this Act to pay the reasonable, necessary, and resulting costs of moving the household goods and effects of a state employee who is transferred from one designated headquarters to another so long as the agency determines that the best interests of the State will be served by such transfer and the distance between the two designated headquarters is at least 25 miles. A state agency may pay the costs of moving the household goods and effects of any state employee who is employed at any facility that is being closed or downsized, if the agency retains that employee by offering a position in another location that is at least 25 miles from the location being closed or downsized. This does not include a transaction fee or sales commission for sale of a homestead or other real property.

2. State-owned equipment shall be used to move the household goods and effects of transferring state employees. However, when such equipment is unavailable, state agencies may pay for the services of a commercial transportation company or for self-service vehicles to make the move.

3. The use of appropriated funds as authorized in this Section is expressly conditioned upon presentation to the Comptroller of bona fide receipts or invoices showing the applicable charges.

4. Transferring state employees may be reimbursed at the standard mileage rate for reasonable and necessary moving-related travel by personally owned or leased motor vehicle.

5. State employees who will be required to live in state-owned housing may be reimbursed for the storage expenses incurred when the housing is not available at the time the employing state agency requires the move to be made.

Sec. 19. **Passenger and Other Vehicular Equipment (excluding Aircraft).**

1. Only the following agencies are authorized the use of appropriated funds for the purchase, operation, and maintenance of passenger cars and other vehicles designed for passenger transportation (excluding aircraft): Texas Youth Commission, Adjutant General's Department, Alcoholic Beverage Commission, Department of Agriculture, Attorney General, General Services Commission, Department of Criminal Justice, Department of Transportation, Historical Commission, General Land Office and Veterans' Land Board, Parks and Wildlife Department, Railroad Commission, Department of Public Safety, Natural Resource Conservation Commission, Water Development Board, Board of Plumbing Examiners, Board of Pharmacy, Low-Level Radioactive Waste Disposal Authority.

2. For the purposes of the above limitation, the following vehicular equipment shall not be construed to be passenger cars and other vehicles designed for passenger transportation and

may be purchased, operated, and maintained by an agency through appropriated funds: panel, pickup and delivery trucks and trucks required for the conveyance of special equipment; motorcycle delivery units; dual control automobiles used exclusively for driver training; passenger cars equipped with two-way radios when such equipment is a direct requirement of the user's primary responsibility; motorcycles, jeeps, and boats needed and used for fire prevention, fire fighting and other activities for safeguarding public safety, public property, or for criminal law enforcement; ambulances or other passenger vehicles specifically equipped and regularly used for ambulance services; buses, sedans, vans and station wagons regularly used for the mass transportation of numbers of people and essential to the efficient management of the operating agency of the state as certified by a report filed with the Governor's Budget and Planning Office and the Legislative Budget Office prior to acquisition.

3. It is the intent of the Legislature that agencies authorized to purchase passenger vehicles and/or other general use ground transportation vehicles shall purchase economical, fuel efficient vehicles assembled in the United States of America when the purchase of such vehicles would have no significant detrimental effect on the public service being performed. Each agency purchasing vehicles as authorized in this Act shall file, as a part of the annual report required elsewhere in this Article, a report listing each passenger vehicle purchased, make and model, purchase price, assigned type of use and fuel efficiency as expressed by the manufacturer fuel efficiency rating.

4. No funds appropriated by this Act may be expended by any agency or employee or state official to use a state car for personal use or for commuting to or from work, except when such commuting may be necessary to ensure vital agency functions are performed. Exceptions and reasons therefore shall be certified by individual name and job title by the administrative head of each affected agency and reports of such exceptions shall be filed in the annual report of the agency.

Sec. 20. **Aircraft.**

1. This subsection shall apply only to state-owned aircraft and shall be the only appropriation authority therefor:

   a. No purchase of aircraft shall be made from appropriated funds except as authorized in this Section.

   b. Agencies authorized to expend appropriated funds for the maintenance and operation of state-owned aircraft or replacements authorized below are: Texas A&M University System, Department of Criminal Justice, Department of Transportation, Parks and Wildlife Department, Department of Public Safety, University of Texas System, Texas State Technical College, Texas Forest Service, and Aircraft Pooling Board. Notwithstanding any other provision of this Act, all state-owned aircraft (including aircraft forfeited to or seized by a particular agency) are subject to the authority of the Aircraft Pooling Board under Chapter 2205, Government Code.

   c. Expenditure of appropriated funds for replacement of the above aircraft with aircraft of comparable quality may be made contingent upon approval of the Aircraft Pooling Board and a finding of fact by the Governor that a report has been filed with his office showing:

      (1) That the aircraft to be replaced has been destroyed or has deteriorated to an extent that continued operation presents a serious hazard or that the aircraft to be replaced can no longer meet the mission requirements of the principal user state agency.

(2) That other state-owned aircraft cannot be effectively utilized in lieu of a replacement aircraft.

d. It is the intent of the Legislature that state-owned aircraft be utilized by all agencies of the state. To determine the extent to which this intent is being met, agencies operating state-owned aircraft shall file an annual report with the Legislative Budget Board detailing utilization by other agencies and the methods used to increase the utilization. Statewide-elected officials shall be given priority in the scheduling of aircraft, however, the State Aircraft Pooling Board may require a twelve (12) hour notice by an official in order to accomplish such priority scheduling.

e. The Aircraft Pooling Board shall purchase liability insurance to protect the officers and employees of state agencies operating state-owned aircraft. Expenditures necessary to purchase such insurance shall be made on a pro rata basis, as determined by the Aircraft Pooling Board, from appropriations authorized to each agency operating a state-owned aircraft. The Comptroller shall transfer such necessary amounts from agencies operating aircraft to the Aircraft Pooling Board for the purchase of liability insurance and expenditure of such funds by the board is hereby authorized.

f. All state agencies operating aircraft based in Austin shall use State Aircraft Pooling Board facilities for storage, maintenance, and fueling of these aircraft to the extent that State Aircraft Pooling Board facilities are available.

g. All agencies using State Aircraft Pooling Board services shall reimburse the State Aircraft Pooling Board for providing services within 30 days from the date of billing.

h. Any reimbursements received by an agency of the state for authorized aircraft services rendered to any other agency of the state are hereby reappropriated to the agency receiving such reimbursements, and shall be credited to the agency's appropriation item or items from which the cost of aircraft operation is paid.

i. All rates charged for interagency aircraft services shall be approved by the Aircraft Pooling Board and shall be set at levels adequate for recovery, to the extent possible, of all direct costs (including the pro-rata share of major maintenance, overhauls, and pilots' salaries) for the services provided.

j. Except for appropriations made to the State Aircraft Pooling Board and the Comptroller of Public Accounts, no appropriations made in this act may be expended for lease or operation of aircraft, unless used only for transportation which meets the following criteria:

(1) the purpose of the trip is official state business;

(2) all passengers are state officers or employees, or are persons in the care or custody of state officers or employees, or are persons whose transportation furthers the official state business purpose of that flight;

(3) the destination is not served by commercial carriers, or the time required to use such a carrier interferes with other obligations, or the number of state officers and employees traveling makes the use of state aircraft cost effective;

(4) any speeches to be given by passengers are related to official state business;

(5) events attended by passengers are not sponsored by a political party or for its promotion;

(6) no fees or honorariums are received by passengers, unless travel costs are reimbursed to the state;

(7) no money is raised for private or political purposes; and

(8) audiences are not charged to see or hear any of the passengers.

2. This subsection shall apply to expenditure of funds in connection with aircraft not owned by the state.

   a. In the event that a need arises and no state-owned aircraft are available through the Aircraft Pooling Board, or if the board determines that long or short-term lease or rental of aircraft would reduce the cost of transportation to the State of Texas, the board shall authorize state agencies to expend funds for such lease or rental of aircraft or helicopters.

   b. Other than mileage reimbursements provided for in this Act, none of the funds appropriated by this Act may be expended for the lease or rental of aircraft except as authorized in the preceding paragraph.

DEFINITIONS

Sec. 21. **Earned Federal Funds**.

a. Earned federal funds are defined as all moneys received in connection with each entitlement period of a federally funded contract, grant or program excluding reimbursements as defined in Section 22(1)(b), which are not required by the governing agreement to be disbursed thereon. Typically, they arise from recoveries of costs previously paid from a nonfederal fund source, interagency contracts paid from another agency's federal funds, indirect cost allocations, interest earned on federal funds, and minor sources such as the sale of fixed assets purchased with federal funds. Except for state agencies of higher education and their affiliated agencies, the expenditure of funds received and/or earned in accordance with this definition by state agencies is limited to the appropriation authority granted to each agency. Any such excess funds remaining at the end of the biennium for each agency are to be carried forward as a funding source available for appropriations of the subsequent biennium.

b. It is the intent of the Legislature that all state agencies and institutions participating in federally funded or other programs, where indirect cost reimbursements are an allowable part of charges to the program, establish procedures to maximize the recovery of such costs.

Sec. 22. **Definition of "U.B."** In this Act, the term "unexpended balance" or the abbreviation "U.B." means the unobligated balance remaining in any appropriation, i.e., only that part of an appropriation, if any, that has not been set apart by the incurring of an obligation, commitment, or indebtedness by the state agency authorized to spend the appropriation. A reference in this Act to "unexpended balance" or "U.B." is a reference to the unobligated balance of an amount appropriated for the fiscal year ending August 31, 1996, by this Act unless a contrary meaning is clearly indicated.

Sec. 23. **Interpretation of Estimates.** In the event the amounts of federal funds, local funds, or funds other than appropriations from the General Revenue Fund, have been estimated in this Act in sums greater than are actually received by the respective agencies of the state, this Act shall not be construed as appropriating additional funds from General Revenue to make up such differences. Wherever the language of this Act appropriates all receipts and/or balances from a specified source but uses an estimated amount to inform the Legislature and the public, the estimated figure is not to be construed as a limitation on the amount appropriated.

Sec. 24. **Definitions: General Revenue**

1. General Revenue Fund-Consolidated. Any reference made in this Act to the "General Revenue Fund-Consolidated" or to "General Revenue-Consolidated" whether appearing as an appropriation source in a Method of Financing or elsewhere shall be construed as a reference to the General Revenue Fund.

2. General Revenue Fund-Dedicated. Any reference made in this Act to the "General Revenue Fund-Dedicated" or to "General Revenue-Dedicated" whether appearing as an appropriation source in a Method of Financing or elsewhere shall be construed as a reference to the General Revenue Fund, subject to revenue source limitations as may be specified by this Act.

3. Contingent on the passage of legislation relating to the dedication of funds, the Comptroller, upon approval of the Legislative Budget Board, may change an applicable agency's method of financing source name as provided in this Act to reflect changes made by the other legislation which affects the status of the funding source. No change in the amount of the appropriation would be affected by this change.

4. Special Provision for Emergency Deficiency Grants. Notwithstanding the above, for the purposes of V.T.C.A., Government Code, section 403.075 and V.T.C.A., Government Code, section 401.061, appropriations to the Office of the Governor from "special funds" shall include excess revenues from General Revenue Fund-Consolidated or General Revenue Fund-Dedicated funds that were previously special funds above those estimated by the Comptroller in certifying this Act.

GENERAL LIMITATIONS ON EXPENDITURES

Sec. 25. **Excess Obligations Prohibited.** No department or agency specified in this Act shall incur an obligation in excess of the amounts appropriated to it for the respective objects or purposes named. As a specific exception to this provision the General Services Commission may determine that a proposed installment purchase arrangement is cost effective and certify this finding in response to an agency request. Such a finding may be made for obligations incurred for the purchase or lease of automated information system equipment only if such department or agency has on file with the Department of Information Resources (DIR) a Biennial Operating Plan, including any amendments thereto, and such plan has been approved by DIR. In the event this provision is violated, the State Auditor shall certify the fact and the amount of over-obligation to the Comptroller, and the Comptroller shall deduct an amount or amounts equivalent to such over-obligation from the salary or other compensation due the responsible disbursing or requisitioning officer or employee, and apply the amount to the payment of the obligation. This provision is specified pursuant to Section 10, Article XVI, of the Constitution of Texas.

Sec. 26. **Interpretation of Legislative Intent.** It is the intent of the Legislature that funds appropriated by this Act be expended, as nearly as practicable, for the purposes for which they were appropriated. In the event departments and agencies cannot determine legislative purpose

from the pattern of appropriations they shall seek to determine that purpose from the proceedings of the legislative committees responsible for proposing appropriations for the State of Texas.

It is further provided that the Comptroller shall not refuse to pass for payment a legal claim, factually justified, for which a valid appropriation has been made.

Sec. 27. **Last Quarter Expenditures**. It is specifically provided that all state agencies, boards, commissions, departments and other governmental units using funds appropriated by this Act may not expend during the last quarter of any fiscal year more than one-third of the funds appropriated for that fiscal year. Specifically exempted from these provisions are expenditures contracted for in previous quarters; funds required by statute, rule or regulation to be expended on a different time frame; seasonal employment of personnel; construction contracts; contracts dealing with purchases of food, medicines or drugs; personnel connected with the phase-in of schools for the mentally retarded; expenditures related to the Chronically Ill and Disabled Children's program operated by the Department of Health; and expenditures occasioned by disaster or other Act of God. None of the funds exempted from this section may be considered in the computation of the total funds appropriated in any fiscal year for the purpose of this section.

Sec. 28. **Appropriation Transfers**. Subject to any specific restrictions in other provisions of this Act, appropriations contained in this Act may be transferred from one appropriation item to another appropriation item in amounts not to exceed 25 percent for the fiscal year, at the discretion of the chief administrative officer of each agency, department, or institution. As a specific exception to this section, funds appropriated for capital budget items are subject to restrictions contained elsewhere in this Act.

Funds appropriated by this Act in items of appropriation which are part of a Goal for "Indirect Administrative and Support Costs" or "Indirect Administration" may be transferred from one appropriation item to another appropriation item within that same Goal without limitation as to the amount of such a transfer.

Appropriations made by this Act to each agency, department, or institution are not subject to transfer between agencies, departments or, institutions except under the provisions of interagency contract, budget execution statutes, or specific rider or statutory authorization.

Sec. 29. **Employee Benefit and Debt Service Items**. Funds appropriated in the various articles of this Act for "Employees Retirement System", "Comptroller of Public Accounts-Social Security", "Texas Public Finance Authority-G.O. Bond Debt Service Payments", and "Lease-Payments to the Texas Public Finance Authority" may be transferred between articles to a like appropriation item without limitation as to the amount of such transfer. It is further provided that an agency to which an above mentioned appropriation is made is authorized to pool such appropriations, made in the various articles for a common purpose, into a single cost pool for the purpose of administering the appropriation.

Sec. 30. **Salaries to be Proportional by Fund.** It is the intent of the Legislature that unless otherwise restricted, payment for salaries, wages, and benefits paid from appropriated funds, including local funds and education and general funds as defined in Sections 51.009 (a) and (c), Education Code, shall be proportional to the source of funds.

Unless otherwise specifically authorized by this Act, none of the funds appropriated by this Act out of the General Revenue Fund may be expended for employee benefit costs, or other indirect costs, associated with the payment of salaries and wages if the salaries and wages are paid from a source other than the General Revenue Fund. Payments for employee benefit costs for salaries and wages paid from sources, including payments received pursuant to interagency agreements or as contract receipts, other than the General Revenue Fund shall be made in proportion to the source of funds

from which the respective salary or wage is paid or, if the Comptroller of Public Accounts determines that achieving proportionality at the time the payment is made would be impractical or inefficient, then the General Revenue Fund shall be reimbursed for any such payment made out of the General Revenue Fund. The Comptroller of Public Accounts shall develop rules to provide for the administration of this provision.

Each agency and institution of higher education having General Revenue Fund appropriations and other sources of financing shall file with the Comptroller of Public Accounts and the Office of the State Auditor a schedule demonstrating proportionality. The statement is due January 15, for the salaries, wages, and benefits of the preceding year ended August 31, in a format prescribed by the Comptroller. The State Auditor shall review in his audit of respective agencies compliance with the provisions of this section. The Comptroller of Public Accounts, upon receipt of notification from the State Auditor's office of amounts disproportionally paid from General Revenue Fund appropriations, shall reduce current year General Revenue Fund appropriations of the agency or institution until such time as such amounts are repaid from non General Revenue Fund sources.

Sec. 31. **Appropriations from Special Funds**.

1. Notwithstanding other provisions of this Act, appropriation amounts from special funds or special accounts in the General Revenue Fund are specifically limited to amounts not to exceed the actual balances and revenues available to each such fund or account.

2. In order to preserve cash balances in the Treasury, the Comptroller of Public Accounts, with the assistance of the State Treasurer, may prescribe rules and procedures as may be necessary to limit or control expenditures or transfers from funds appropriated by this Act. These procedures may include rules relating to the deposit of receipts and issuance of warrants.

OTHER EXPENDITURE LIMITATIONS

Sec. 32. **Audits**. None of the appropriations made by this Act shall be used to employ any firm or person to audit the books of any department, board, commission, institution or state agency, this being the duty of the State Auditor; provided, however, that in any instance where the funds available to the State Auditor are not, in the State Auditor's judgment, sufficient for any requested or contemplated audit, the department head or heads having authority to disburse the appropriations made by this Act are hereby authorized to direct the Comptroller of Public Accounts to transfer from any appropriations to the appropriation made for the State Auditor the amount which in the judgment of the State Auditor is necessary for the purpose of making such audit.

Any amount so transferred to the State Auditor shall be used for the actual costs of the specified audit, and any balances of such funds remaining at the end of any fiscal year are hereby appropriated to the State Auditor for the purpose of completing the audit or audits for which the funds were transferred. On the completion of any such audits any excess funds remaining shall be transferred by the State Auditor back to the department, board, commission, institution or agency from which transferred.

The provisions of this Section notwithstanding, supplemental audits of funds received from the United States Government by agencies of the state named in this Act, which are required as a condition of the receipt of such funds, may be made in addition to the auditing performed by the State Auditor when funds for such purpose are provided by the federal grant, allocation, aid or payment.

Notwithstanding other provisions of this Act, any state agency providing grants or operating funds for governmental programs to local governmental units, private corporations, or other organizations other than a state agency or department, may require, as a condition to granting or providing such funds, that the receiving entity have a yearly independent audit performed and transmitted to the state agency. If sufficient personnel are available, the state agency may have its internal audit staff make a yearly inspection visit to the local entity. The state agency shall take action on exceptions noted in the independent audits and provide documentation of that action to the State Auditor, Legislative Audit Committee, Legislative Budget Board and the Governor's Office. Notice of such action shall be given at the board meeting of the state agency and shall be announced on the agenda of that meeting.

Sec. 33. **Purchases of Postage**. Except as otherwise provided in this section, the funds appropriated by this Act may be expended for purchasing postage only from, or paying post office box rent only to, the United States Postal Service. However, the preceding limitation does not apply to any reimbursement authorized under either Section 29 of this article or Section 8. 4. of Article III of this Act; to reimbursements to any authorized petty cash account; or, to reimbursements to state employees for emergency purchases of postage or emergency payments of post office box rent.

If the expenditures for postage by any agency, other than the legislature or an agency of higher education, exceed $4,000 for a fiscal year, then the agency shall install a postage meter machine and have all purchases of postage recorded on that machine, excepting purchases of stamps for field offices or traveling employees. An agency, including the legislature or an agency of higher education, may rent a postage meter machine from a private company approved by the General Services Commission and may pay the company for postage in accordance with procedures established by the commission.

The amount received by an agency as a refund of postage used by the agency shall be deposited in the fund to the credit of the appropriation from which postage for the agency is paid and is hereby reappropriated to the agency for postage use.

The Comptroller of Public Accounts shall adopt procedures to implement this section after consulting with the General Services Commission.

It is the intent of the Legislature that state agencies and institutions use the most cost-effective means of postal service available.

Sec. 34. **Publication or Sale of Printed, Recorded, or Electronically Produced Matter or Records**. None of the funds appropriated by this Act may be used for the publication, recording, production, and distribution of any item or matter, including lists, notices, pamphlets, video tapes, audio tapes, microfiche, films or other electronically produced information or records unless such publication, recordings, or production is i) essential to accomplish or achieve a strategy or outcome target established by this Act or ii) required by law.

Any moneys received and collected from any charges specifically authorized by statute for such publications or records are hereby appropriated to the department or agency issuing the publications for use during the year in which the receipts are collected. The Comptroller of Public Accounts is to credit such receipts to the like appropriation item or items from which the original costs are paid.

Sec. 35. **Distribution of Reports**.

1. None of the funds appropriated by this Act shall be expended for the purpose of distributing reports, pamphlets or other printed matter to members of the Legislature and other state

officials unless the agency receiving the appropriation has complied with the following provisions:

a. Agencies shall deposit copies of all printed matter prepared for distribution with the Legislative Reference Library.

b. Agencies desiring to make distribution to members of the Legislature and other state officials shall send notification that the material is on file and upon request of the person notified shall mail the number of copies requested, provided that these restrictions shall not prevent the mailing of reports required by general law.

2. Required reports and minutes of board meetings shall be made available to members of the Legislature and legislative branch agencies in an electronic format as established by the Legislative Council.

3. None of the funds appropriated by this Act shall be used to produce any publications which have been reproduced on enamel coated, cast coated or dull coated stock, unless a fee is charged.

Sec. 36. **Publications**.

1. None of the funds appropriated by this Act shall be expended in the preparation and distribution of any publication, except for Texas Highways, Texas Parks and Wildlife Magazine, and Commission on Alcoholism and Drug Abuse publications, whose cost is not totally reimbursed through revenue attributable to its publication or sale if the content or format of the publication is: (1) intended for use by the general public; (2) generally informational, promotional, or educational; and (3) not essential to the achievement of a statutory objective of the agency or institution. Publications specifically exempted from this prohibition are the following: (1) annual reports and other materials that are required by statute and whose content deals only with topics set forth in the law; (2) compilations of law, rules, or regulations; (3) newsletters; (4) Attorney General opinions; and (5) Comptroller opinions, revenue forecasts and fiscal analyses.

2. None of the funds appropriated by this Act shall be used to print publications of any type which prominently displays the name or picture of statewide elected officials.

3. All units of state government and all local political subdivisions which expend appropriated state funds to publish periodicals on quarterly intervals or more frequently than quarterly intervals at no charge shall insert annually in such periodicals a notice, in three consecutive issues, indicating that anyone desiring to continue to receive the publication must so indicate in writing. The agency shall furnish future publications only to those persons so requesting.

4. None of the funds appropriated by this Act shall be used to produce any publications which have been reproduced on enamel coated, cast coated or dull coated stock, or which contain more than one photograph for each two pages of the publication unless a fee is charged for the publication that recovers the cost of its production. Publications which promote tourism or economic development, publications of the School for the Blind and Visually Impaired and the School for the Deaf, and publications of agencies of higher education, including all agencies of the Texas A&M University System, are exempt from this subsection.

Sec. 37. **Limitation on Expenditures - Capital Budget**. Contained in appropriations made to certain agencies by this Act are amounts identified as the "Capital Budget." None of the funds appropriated by this Act in excess of an amount equal to 25 percent of appropriations restricted to capital budget purposes may be expended, in addition to the amounts restricted for capital budget

purposes, for purposes included within the definition of capital budget without the prior approval of the Governor and Legislative Budget Board. This restriction does not apply to expenditures for capital outlay items not included in the definition of the Capital Budget herein or to expenditures for Capital Budget purposes made by institutions of higher education, public community/junior colleges or appellate courts. The Capital Budget is defined to include expenditures for assets with a project cost or unit cost in excess of $25,000 within the following categories:

1. Acquisition of Land and Other Real Property (except for right-of-way purchases made by the Department of Transportation),

2. Construction of Buildings and Facilities,

3. Repairs or Rehabilitation of Buildings and Facilities,

4. Construction of Roads (except for such expenditures made by the Department of Transportation),

5. Acquisition of Information Resource Technologies,

6. Transportation Items,

7. Acquisition of Capital Equipment and Items.

8. Lease Payments to the Master Equipment Lease Purchase Program (for items acquired prior to September 1, 1995 only).

Any expenditure directly related to acquisition of an asset, or to place an asset in service may be paid from the Capital Budget. In implementing the provisions of this section, the Office of the Comptroller of Public Accounts should refer to the *Detailed Instructions for Preparing and Submitting Requests for Legislative Appropriations for the Biennium Beginning September 1, 1995*, and the definitions therein, and to the official budget request submitted by the affected agency.

Appropriations restricted to capital budget purposes and not identified in a "Capital Budget" as being for lease payments to the master equipment lease purchase program (MELLP) or for other lease-purchase (LP) payments may be utilized to make lease payments under MELLP or for other lease or installment payments only if the agency to which the appropriation is made provides a report to the Comptroller of Public Accounts specifying the sum of the lease payments to be made during the biennium for the Capital Budget item being acquired. The Comptroller of Public Accounts is hereby directed to reduce the appropriation made by this Act for the Capital Budget item in an amount equal to the difference between the appropriated amount and the sum of the lease payments for the biennium and deposit that amount into the unappropriated balance of the original funding source. In the event that the Comptroller of Public Accounts cannot determine the amount appropriated for a specific Capital Budget item, the amount shall be determined by the Legislative Budget Board.

Funds restricted to "Acquisition of Information Resource Technologies" may also be used to purchase or contract for computer time, facility resources, maintenance and training.

Appropriations restricted to capital budget purposes may be transferred from one capital budget item to another capital budget item in amounts not to exceed 25 percent for the fiscal year.

Any unexpended balances remaining in appropriations made by this Act for capital budget purposes for fiscal year 1996 are hereby reappropriated for fiscal year 1997 for the same purpose.

For an agency which does not have a capital budget provision following its items of appropriation in this Act, the amount of "appropriations restricted to capital budget purposes" shall be deemed to be zero for the purpose of calculating the limitation on capital budget expenditures contained in the first paragraph of this section.

Sec. 38. **Purchases of Information Resources Technologies.**

1. In this section:

   a. "Information resources" means the personnel, procedures, equipment, and software that are employed, designed, built, operated, and maintained to collect, record, process, store, retrieve, display, and transmit information, and associated personnel including consultants and contractors.

   b. "Information resources technologies" means data processing and telecommunications hardware, software, services, supplies, personnel, facility resources, maintenance, and training.

2. Each state agency appropriated funds in this Act shall submit an agency strategic plan, in accordance with Sections 2054.095 and 2054.096 of the Government Code, to the Department of Information Resources (DIR) for approval no later than January 1, 1995.
3. By no later than November 1, 1995, DIR shall adopt a state strategic plan, in accordance with Sections 2054.091 and 2054.092 of the Government Code, for the management of information resources. The state strategic plan must be a visionary road map for the management of the state's information resources. The plan must:

   a. provide a strategic direction for the management of information resources for the four fiscal years following adoption of the plan; and

   b. provide the framework so that the state's telecommunications systems can efficiently and effectively exchange information between state agencies.

4. Except as otherwise provided in this Act, the funds appropriated in this Act may not be expended to purchase information resources technologies unless the General Services Commission (GSC) issued a purchase order after a DIR approved purchase. DIR may approve a purchase only if it is in accordance with an approved agency strategic plan.

5. DIR shall adopt rules concerning:

   a. whether certain types of purchases are exempt from this section;

   b. the expediting of the purchase review process;

   c. the format, content, updating, submission, and review of agency strategic plans;

   d. the review of purchases of information resources technologies; and

   e. emergency purchases of information resources technologies.

6. Pursuant to the authority granted by Article 16, Section 69 of the Texas Constitution, none of the funds appropriated by this Act shall be expended for the acquisition of information resources technologies of any kind, including data processing and telecommunications hardware, software, supplies, maintenance, services and training, until:

a. The agency plans are approved as required under the Information Resource Management Act.

b. DIR has approved the agency selection of the most cost-effective alternative for the acquisition including, but not limited to, the following applicable alternatives: (1) acquisition of information resources from another state agency or agencies; (2) acquisition of information resources from a private firm; or (3) in-house development of information resources.

c. DIR has approved that the agency performed a satisfactory analysis of alternatives. The agency analysis shall include, but not be limited to, the following factors: (1) start-up costs associated with the acquisition, including but not limited to, the purchase price of the acquisition, site preparation costs, freight charges, and staff costs; (2) estimated cost of maintenance; (3) estimated cost of supplies; (4) estimated cost of employee training; (5) estimated cost of additional long-term staff needed; (6) estimated increase in employee productivity; (7) consistency with agency plans approved by DIR; (8) consistency with statewide standards and policies established in the Statewide Strategic Plan.

The DIR shall adopt rules and procedures to govern the implementation of this subsection. Such rules may include the waiver of the DIR review and approval for expenditures below certain limits, for emergency purposes, or after a designated time period has elapsed.

7. Institutions of higher education shall coordinate the use of information technologies between institutions in order to provide education, research, and community service.

Sec. 39. **Quality Assurance Review of Major Information Resources Projects.**

1. Major information resource projects shall be construed as any information resources technology project identified in an agency operating plan whose development costs are over $1,000,000 and include one or more of the following:

   a. requires a year or more to reach operational status;

   b. involves more than one agency or governmental unit; or

   c. materially alters the work methods of agency personnel and/or the delivery of services to agency clients.

2. A state agency may not expend appropriated funds for a major information resources project unless the project has been reviewed and approved by a Quality Assurance Team comprised of the Department of Information Resources and the State Auditor's Office. The Quality Assurance Team shall determine approval based on an analysis of the project's risk. The Quality Assurance Team may request any information necessary to determine a project's potential risk. The Quality Assurance Team may waive the project review requirements for any project, as deemed appropriate.

3. The Quality Assurance Team may require independent project monitoring, project status reporting, project expenditure reporting, or any additional information necessary to assess a project's on-going potential for success. After a project has been completed, the team may also require an agency to submit a project post-implementation evaluation report to determine if the project met its planned objectives.

4. The Department of Information Resources shall provide technical assistance to agencies in regard to quality assurance, participate in a project as deemed necessary by the Quality Assurance Team and review and analyze information provided by the agencies. The State Auditor's Office shall provide audit and review of the projects and the information provided by the agencies.

5. The Quality Assurance Team may request the assistance of the Legislative Budget Board and Comptroller's Office in regard to the accuracy of project expenditures and compliance with the appropriations bill.

6. The Quality Assurance Team will provide a report to the Legislature on the status of projects under its review by December 1 of each year.

7. The Department of Information Resources may issue guidelines and rules for software development, quality assurance and the review of major information resources projects.

Sec. 40. **West Texas Disaster Recovery and Operations Data Center.** The Department of Information Resources (DIR) shall operate, or through cooperative agreement, manage operations of a disaster recovery and operations data center on the campus of Angelo State University. It is the intent of the Legislature that all state agencies and institutions of higher education utilize the West Texas Disaster Recovery Center (the Center) for testing disaster recovery plans and for disaster recovery services. None of the funds appropriated by this Act may be expended for entering into or renewing contracts for disaster recovery plan testing services or disaster recovery services from other state agencies or other providers of these services without first obtaining a waiver from the DIR certifying that the requested service requirements cannot be provided at reasonable costs through the Center. Waiver requests will be evaluated by the DIR based on cost-effectiveness to the State of Texas. Waivers may be granted for specific periods of time and any contracts for services obtained under waiver shall not extend beyond the expiration date of the waiver.

State agencies and institutions of higher education that use the Center shall do so under contract with the DIR. The DIR is further authorized to collect fees for these services in amounts which offset the direct and indirect costs of providing such services. The DIR may request assistance from the State Auditor's Office regarding the billing system formula for offsetting service costs. The DIR is further directed to work with the Council on Competitive Government on issues concerning state data center consolidations and provide information relating to the use of the Center as a location for one of the state's consolidated data centers.

Sec. 41. **Construction Standards.** All agencies, departments and institutions covered by this Act shall ascertain that the standards and specifications for new construction, repair and rehabilitation of existing structures and facilities are in accordance with Article 601b, V.T.C.S. A statement shall be filed with the Comptroller of Public Accounts to show compliance with this Section.

Sec. 42. **Construction Project Analysis Required.** None of the funds appropriated by this Act, except for funds appropriated to institutions of higher education, may be expended for capital construction projects that are subject to project analysis provisions of Article 5 of, Article 601b, V.T.C.S., unless the agency, department or institution has complied with those provisions and completed the project analysis process. Prior to expenditure of any funds subject to this section for capital construction projects, a completed project analysis must be filed with the Legislative Budget Board, the Governor's Office of Budget and Planning, and the Comptroller of Public Accounts.

Sec. 43. **Prime Design Professional Fees.** The prime design professional may be either a registered architect or a registered professional engineer. Fees paid to the prime design professional from funds appropriated in this Act shall be governed by the following schedule and provisions:

OTHER EXPENDITURES LIMITATIONS
(Continued)

1. The schedule of basic fees to be paid a prime design professional for all professional services as set out below, based on the total cost of the work, shall not exceed:

Construction Cost of Project:	Dormitories, Garages, and Warehouses	Classroom, Office and Other Bldgs.	Health, Research, Special Education Facilities
Over $15,000,000	6.0%	6.0%	6.0%
$200,000 to $15,000,000	6.5%	7.0%	7.5%
Up to $200,000	7.5%	8.0%	8.5%

   Basic fee for remodeling and alterations shall be one-third greater than scheduled above. Alterations and remodeling is defined as any change, architectural, structural, mechanical or electrical, made to an existing structure and includes portions of that structure changed as a result of additions or extensions to a structure.

2. When one building design is used in two or more locations within the same project, the fees to be paid shall be:

   a. For the first building of such design, a basic fee calculated according to the schedule above.

   b. For the second and subsequent buildings utilizing such design, the basic fee shall be reduced 35%. Such fee shall include changes required by site conditions including foundation redesign; partition changes; mechanical and electrical changes; necessary program changes; other architectural or engineering services normal under such circumstances; and inspection of the construction.

3. Prime design professional fees shall include:

   a. The necessary conferences, and the preparation of preliminary studies and final designs.

   b. The production of complete architectural and engineering drawings and specifications including their proper correlation.

   c. Construction contract administration and all other normal professional services.

   d. Payment of all fees to consulting engineers, architects and landscape architects for their services in connection with the building design and construction when employed by the prime design professional.

4. The prime design professional shall inspect the construction of the work to such an extent as may be necessary to ascertain whether the work is being executed in conformity with his working drawings or specifications or directions; make recommendations on materials and equipment; check and report on contractor's proposals in connection with changes in the contract; and approve certificates of payment. When continuous field supervision or a clerk of the works is deemed necessary by the state, the cost of such supervisory personnel shall be borne by the state in addition to the basic fee.

5. The maximum fee specified shall include the cost of all professional services rendered by architects or engineers, and the aggregate contract price for services rendered by a consulting

architect and consulting engineer shall never exceed the applicable fee limitation except as set forth in sub-section 4 hereof.

6. The state will furnish the prime design professional a limited consulting service consisting of a complete survey, soil analysis, and a program of the work outlining in detail the space requirements, their general relationships and the standards of types of construction.

Sec. 44. **Construction Policy.** No state entity receiving an appropriation under this Act may establish a rule or policy which is inconsistent with the legislative intent that funds appropriated herein for construction projects be expended only pursuant to state entity policies which provide the greatest competitive advantage to the state allowable under Article 5159a., V.T.C.S.

Sec. 45. **Limitation on Use of Funds for Personal Residences.** Out of appropriations made by this Act, no expenditures exceeding an aggregate amount of $25,000 for the biennium beginning on September 1, 1995 shall be made for purchasing, remodeling or repairing of personal residences or living quarters unless the expenditures are either required by court order, or will result in increased safety, significant net cost savings or prevention of substantial waste. Prior to any such expenditure in excess of $25,000, the Governor and Legislative Budget Board must approve the expenditure under authority granted pursuant to Article XVI, Section 69, of the Texas Constitution. In the event of an emergency or in the absence of a meeting by the Legislative Budget Board within 30 days of the request, the Director of the Legislative Budget Board, after consultation with the Board members, may take action in conjunction with the Governor on the request. The General Services Commission shall report all expenditures for this purpose to the Legislative Budget Board.

Sec. 46. **Contracts for Professional Services: Indemnification.** In contracting for professional services under Subchapter A, Chapter 2254, Government Code (the Professional Services Procurement Act) using funds appropriated under this Act, a state agency may require the contractor to indemnify or hold harmless the state from claims and liabilities resulting from the negligent errors, omissions, or acts of the contractor or persons employed by the contractor. A state agency may not include contractual provisions requiring a contractor to indemnify or hold harmless the agency for damages arising from the negligent acts of the agency or its employees.

Sec. 47. **Limitation on Consultant Contracts with Previous Employees.** None of the funds appropriated by this Act may be used to enter into a consultant contract with any individual who has been previously employed by the department or agency within the past twelve months.

Sec. 48. **Contracting for In-State Services.** In contracting for professional services using funds appropriated under this Bill, a state agency shall require the contractor to "Buy Texas" products and materials when they are available at a comparable price and in a comparable period of time.

Sec. 49. **Unfair Business Practices.** Funds appropriated by this Act shall not be used to purchase supplies, equipment or services from companies which have been found, in a judicial or state agency administrative proceeding, to be guilty of unfair business practices. This restriction shall also apply to any company which has as an officer an individual who served as an officer in another company which has been found, in a judicial or state agency administrative proceeding, to be guilty of unfair business practices. This restriction on expenditures shall be in effect for a period of one year from the determination of guilt.

Sec. 50. **Plants.** None of the funds appropriated by this Act shall be expended for the purchase, rental, or maintenance of live or artificial indoor plants used purely for aesthetic purposes.

Sec. 51. **Grant Restriction.** None of the funds appropriated by this Act may be expended for grants to any law enforcement agency regulated by Chapter 415, Government Code, unless (i) the law enforcement agency requesting the grant is in compliance with all rules developed by the Texas

Commission on Law Enforcement Officer Standards and Education pursuant to Chapter 415, Government Code or (ii) the Texas Commission on Law Enforcement Officer Standards and Education certifies that the requesting agency is in the process of achieving compliance with such rules.

Sec. 52. **Listing of Bidders.** None of the funds appropriated by this Act shall be expended for the development or maintenance of a bidders list other than a central list authorized to be maintained by the General Services Commission under provisions of Article 601b, V.A.C.S. The limitation created by this section shall not apply to institutions of higher education or to the Department of Transportation. However, it is the intent of the Legislature that institutions of higher education utilize the commission's central bidders list whenever possible.

Sec. 53. **Expenditures for State-federal Relations**. None of the funds appropriated by this Act may be spent by a state agency to carry on functions for which funds have been appropriated to the Office of State-Federal Relations to perform except when an interagency contract has been executed between the Office of State-Federal Relations and the state agency. Prior to travel to Washington, D.C., state agency personnel shall inform the Office of State-Federal Relations regarding the timing of the trip, its purpose, and the name of a contact person for additional information.

Sec. 54. **Research Policy**. No agency may expend any funds appropriated by this Act for research projects of any type until the agency has adopted and filed with the Legislative Budget Board a policy which clearly establishes and protects the property rights of the state with regard to any patentable product, process, or idea that might result from such research.

In order to avoid duplication, state agencies, excluding institutions of higher education, may not expend funds appropriated by this Act to conduct or support policy research on subjects within the statutory jurisdiction of another agency without providing prior written notification to the agency concerning a work plan and the coordination of resources.

Sec. 55. **Court Representation and Outside Legal Counsel**. Except as otherwise provided by the Constitution or general or special statutes, the Attorney General shall have the primary duty of representing the State of Texas in the trial of civil cases. Funds appropriated in this Act may not be expended by any agency of the state government (other than those included in Article X of this Act) to initiate a civil suit or defend itself against any legal action without the consent of the Attorney General. Upon receipt of a request for outside counsel, it is the intent of the Legislature that the Attorney General shall make a determination on the request as expeditiously as possible, but in no event later than 10 working days after receiving such request. Absent this consent, such agency shall be represented in that particular action by the Office of the Attorney General. Where the Attorney General, District Attorney, Criminal District Attorney, County Attorney, or other lawyer is required by constitutional or statutory provision to represent a state agency, state official, state board or state department, no compensation shall be paid from any appropriation made in this Act to any other attorney for representing the State of Texas in the trial of a civil suit in Constitutional Courts except in those cases where the Attorney General consents to such representation or the District Attorney, Criminal District Attorney, County Attorney or other lawyer has requested that the attorney or attorneys employed by the particular state agency, state official, state department or state board assist with the trial of the particular civil suit. This provision shall not, however, restrict a state agency, state official, state department or state board in the investigation and assembling of evidence in connection with a pending or prospective civil suit. Further, this provision shall not prohibit the foregoing state officials, state agencies, state boards or state departments and their employees from investigating, filing or presenting a claim, owing to the State of Texas, when such claim is filed with or presented to an individual, association, corporation, guardian, administrator, executor, receiver, trustee, legal representative, or probate court.

This provision shall not restrict the Attorney General from employing special assistants to assist in the trial of civil suits to be paid from the appropriations therefor made to the Attorney General's Office.

Prior to expenditure of funds for retaining outside legal counsel, agencies and departments other than those included in Article X of this Act shall request the Attorney General to perform such services. If the Attorney General determines that outside counsel is in the best interest of the state, the Attorney General shall so certify to the Comptroller of Public Accounts and to the requesting agency which may then utilize appropriated funds to retain outside counsel. However, funds appropriated by this Act may not be used to contract with an attorney who represents clients before the agency or who has, during a six month period preceding the initiative of the contract and a six month period following the termination of the contract, represented clients before the agency. It is specifically provided that no agency shall initiate the process of selecting outside legal counsel prior to receiving the approval of the Attorney General to retain outside counsel.

It is the intent of the Legislature that when the Attorney General is called upon by a state agency to take legal action in court against another state agency that the Attorney General give special consideration to permitting one of the agencies to employ, from the permitted agency's funds, outside counsel to represent that agency in that action in order to avoid a conflict of interest by the Attorney General in the representation of both agencies.

In the event that the Attorney General should initiate legal action against another state agency in behalf of the Attorney General rather than another agency, the Legislature determines that a conflict of interest exists and the agency against which the Attorney General takes action is hereby authorized to expend appropriated funds for outside legal counsel to represent that agency without the prior approval or consent of the Attorney General.

This section shall not apply to funds appropriated to the Office of the Governor; Comptroller of Public Accounts; Treasury Department; Department of Agriculture; General Land Office and Veterans Land Board; or the Railroad Commission of Texas.

Sec. 56. **Judgments.**

1. None of the funds appropriated by this Act may be expended for payment of any judgment or settlement prosecuted by or defended by the Attorney General and obtained against the State of Texas or any state agency, except pursuant to this section or where it is specifically provided in an item or items of appropriation that the funds thereby appropriated or expenditures therein authorized may be used for the payment of such judgments.

2. State agencies appropriated funds by this Act are hereby authorized to expend funds appropriated elsewhere in this Act for the purposes of paying settlements and judgments against the state for causes brought in a federal court or a Texas state court under specific statutory authority. Payments made pursuant to this provision are hereby made subject to the following processes and limitations: (a) such funds are to be paid out by the Comptroller on vouchers drawn by the agency settling the lawsuit or paying the judgment, subject to the approval of the Governor and of the Attorney General according to Subsection 4 of this section; (b) for purposes of this subsection, judgment shall mean a judgment order rendered in a federal court or a Texas state court of competent jurisdiction for which an appeal or rehearing, or application therefor, is not pending and for which the time limitations for appeal or rehearing have expired; (c) the payment for any settlement or judgment shall not exceed 10% of the total amount of funds available for expenditure by the payer agency for that fiscal year of $250,000, whichever is less. The authorization provided by this subsection shall not apply in those cases where the judgment order of the trial court was entered, or a settlement agreement was executed, prior to September 1, 1995.

3. At least one-half of any amounts appropriated by an Act of any session of the Legislature subsequent to the 74th Legislature, Regular Session, in settlement of a judgment or in settlement of a cause of action brought against the State shall be transferred from amounts appropriated to the involved agency for that fiscal year. The transfer requirement established by this paragraph may be waived either in whole or in part by the Legislative Budget Board.

4. Payment of all judgments and settlements prosecuted by or defended by the Attorney General is subject to approval of the Attorney General as to form, content, and amount, and certification by the Attorney General that payment of such judgment or settlement is a legally enforceable obligation of the State of Texas. This provision shall apply equally to funds appropriated for expenditure through the State Treasury, as well as funds appropriated for expenditure from funds held in local banks.

5. The Attorney General shall report to the Legislative Budget Board and the Governor's Office of Budget and Planning not less than monthly, a listing of all settlements and judgments above $5,000 submitted to the Comptroller for payment. The document for publication shall contain at least the following information unless all or part of the information is exempt by court order or the Open Records Act: (1) a summary of the cause of action; (2) a summary of the terms of the settlement; (3) the style of the case; (4) the name and business address of each attorney representing the opposing litigants at the time of the settlement; (5) the amount of the judgment or settlement; (6) the fund or account from which payment was or should be made; (7) the statutory citation for the appropriation or other authority to be made; and (8) specific statutes granting waiver of sovereign immunity or legislative resolution granting litigant permission to sue.

6. The State Auditor shall verify compliance with this requirement for all funds appropriated in this Act, including funds which are retained and expended from accounts held outside the Treasury and which are not subject to reimbursement through funds held in the Treasury. Upon verification that an agency has not obtained the Attorney General's approval prior to payment of a judgment or settlement, the State Auditor shall certify such fact to the Comptroller of Public Accounts. The Comptroller shall withhold all appropriations for administrative expenses for the involved agency, until such time as the Legislative Audit Committee notifies the Comptroller that the agency's non-compliance has been reviewed and necessary recommendations or changes made.

Sec. 57. **Purchase of Insurance.** None of the funds appropriated by this Act may be expended for purchasing insurance to cover claims arising under the Texas Tort Claims Act. Notwithstanding the foregoing, a state agency may purchase director's or officer's liability insurance with appropriated funds for the agency's appointed commission or board members and executive management staff.

Sec. 58. **Expenditures for Representatives of Grievants Prohibited**. None of the funds appropriated by this Act may be used to pay expenses for salary, travel or per diem of public employees who represent grievants in the presentation of grievances concerning wages, hours of work, or conditions of work except that state employees are allowed to take annual leave, compensatory leave, or leave without pay, subject to the procedures established by their agency of employment, to engage in this activity.

Sec. 59. **Performance Rewards and Penalties**. It is the intent of the legislature that appropriations made by this Act be utilized in the most efficient and effective manner possible to achieve the intended mission of each state agency and institution. In order to achieve the objectives and service standards established by this Act, agencies and institutions shall make every effort to attain the designated key performance target levels associated with each item of appropriation.

(a) To support and encourage the achievement and maintenance of these appropriated annual performance levels, continued expenditure of any appropriations in this Act shall be contingent upon compliance with the following provisions:

(1) Agencies and institutions, in coordination with the Legislative Budget Board, shall establish performance milestones for achieving targets within each annual budget and performance period; time frames for these milestones and the related performance reporting schedule shall be under guidelines developed by the Legislative Budget Board.

(2) Agencies and institutions shall provide testimony as to the reasons for any performance variances to the Senate Finance Committee and the House Appropriations Committee, as determined to be necessary by those committees; assessments of agency and institution performance shall be provided to the committees under guidelines and procedures developed by the Legislative Budget Board.

(b) Upon a finding that an agency or institution has successfully met or exceeded performance expectations, or has failed to achieve expected performance levels, the Legislative Budget Board, and the Governor, may adopt a budget execution order, which may include but is not limited to, one or more of the following:

(1) Positive Incentives/Rewards - Increased funding, exemption from reporting requirements, increased funding transferability, formalized recognition or accolade, awards or bonuses, expanded responsibility, or expanded contracting authority;

(2) Negative Incentives/Redirection - Evaluation of outcome variances for remedial plan, reduction of funding, elimination of funding, restriction of funding, withholding of funding, reduction of funding transferability, transfer of functional responsibility to other entity, recommendation for placement in conservatorship, direction that a management audit be conducted or direction that other remedial or corrective actions be implemented.

(3) The Legislative Budget Board may develop rules and procedures for the implementation of the above provisions.

(4) The Legislative Budget Board may request from the State Auditor's Office comments regarding performance penalties and rewards.

Sec. 60. **Performance Benchmarking.** It is the intent of the Legislature that the Legislative Budget Board, in conjunction with the Governor's Office of Budget and Planning and the State Auditor's Office, develop a procedure for the development and identification of agency-specific and statewide benchmarks which would provide for the interstate comparison of state agency and state government performance.

Sec. 61. **Investment Budgeting.** It is the intent of the Legislature that the Governor's Office of Budget and Planning and the Legislative Budget Board develop a procedure to incorporate the

concept of "investment budgeting" into the legislative appropriations process for the 1998-99 biennium.

Sec. 62. **Service Type Categorization.** It is the intent of the Legislature that the Governor's Office of Budget and Planning and the Legislative Budget Board supplement state fiscal data by the organization of the data into a manageable set of categories and subcategories based on service type and population.

Sec. 63. **Analysis of Interagency Overlap and/or Duplication.** It is the intent of the Legislature that the Legislative Budget Board and the Governor's Office of Budget and Planning, in conjunction with the development of their budget estimates for the 1998-99 biennium, identify agency-specific budget elements which share common statewide missions, goals and service categories for the purpose of identifying program areas in which the potential for overlap in agency jurisdiction or duplication in agency efforts may exist.

Sec. 64. **Accounting Irregularities.** Upon a determination by the Comptroller of Public Accounts that an agency or institution of higher education has inaccurately reported the expenditure of appropriated funds or has demonstrated other reoccurring accounting irregularities, the Comptroller of Public Accounts is hereby authorized to refer such agency or institution to the State Auditor to take appropriate action including, but not limited to, the implementation of a comprehensive financial audit of the agency or institution.

Sec. 65. **Bookkeeping Entries**. Should clerical or bookkeeping errors result in any moneys being expended, transferred, or deposited into incorrect funds in or with the State Treasury or any moneys being cleared from a trust and suspense fund to other than the proper fund, such erroneously expended, transferred, deposited, or cleared moneys may be transferred to the correct funds or accounts or trust and suspense account within the State Treasury upon request of the administering department with the concurrence of the State Comptroller, and so much as is necessary for said transfer is hereby appropriated.

Sec. 66. **Accounting for State Expenditures.** Notwithstanding the various patterns of appropriation established in this Act, the Comptroller of Public Accounts is hereby directed to account for the expenditure of funds appropriated by this Act in a manner which allows for the reporting of expenditures attributable to each strategy in each agency's respective Strategic Planning and Budget Structure as approved by the Governor's office of Budget and Planning and the Legislative Budget Board. Such information shall be recorded and maintained systematically in the state accounting system in a manner which provides for the integration of the state's budget data and the state's accounting data and to facilitate the state's budget development process.

This provision is not intended to require the deposit into and subsequent disbursement of funds from the State Treasury which relate to Texas Public Education Grants, Skiles Act Debt Service, or Local Funds defined in Section 51.009(C), Education Code, except for tuition and lab fees.

Sec. 67. **Cost Allocations**. For the purpose of more effective and efficient identification and allocation of costs, and to effect timely payments to employees and vendors, agencies may temporarily charge salary and/or operating costs to appropriations most applicable for the expense being incurred. Upon receipt of more specific information such as personnel-time allocation information for payrolls, or allocation of office supplies or other goods and services, agencies may reimburse the original paying appropriations by transfer from the appropriation to which the expenditure should have been charged. Such transfers must be accomplished within twelve months in a manner which records appropriate expenditures to the borrowing appropriation and negative expenditures to the lending appropriation. These transfers may be in summary amounts in a manner approved by the Comptroller of Public Accounts. Each agency must maintain adequate detailed records to support summary transfer amounts.

Sec. 68. **Appropriation Authority for Administrative and Support Costs Allocations.**

1. This section shall apply to only those state agencies and institutions of higher education for which the pattern of appropriation items contained in this Act does not include a Goal or Strategy item styled "Indirect Administration".

2. In order for agencies subject to this section to capture and allocate administrative, support, or other indirect costs, hereinafter referred to as "administrative", to strategies, agencies are hereby authorized to create administrative cost pools with spending authority, unless otherwise specifically restricted or prohibited, as follows:

   a. Agencies have the ability to create temporary administrative cost spending authority to allow for the efficient accounting and reporting for administrative cost breakdowns required by the Legislative Budget Board and the Governor's Office of Budget and Planning in agencies' Legislative Appropriations Requests.

   b. Agencies may transfer appropriation amounts from any appropriation into the administrative cost pool for payment of these administrative costs.

   c. Using the methodology authorized in Section 51 of this article, or other appropriate means, administrative expenditures must be allocated to the appropriate strategy within one month after the end of each quarter or other reporting period as later required by the Legislative Budget Board and the Governor's Office of Budget and Planning.

   d. Unexpended and unobligated balances in the administrative cost pools must be transferred back to the source appropriation within 30 days after the end of each fiscal year.

3. It is the intent of the Legislature that the provisions of subsection 2 be included in any special appropriation act which makes an appropriation subject to the cost allocation requirements of the Legislative Budget Board and the Governor's Office of Budget and Planning. The Comptroller shall establish rules and procedures for the agencies to carry out the provisions of this section in the Uniform Statewide Accounting System.

Sec. 69. **Special Fiscal Year Determination Procedures.**

(1) Subscriptions to magazines and newspapers. The funds appropriated by this Act to a state agency for a particular fiscal year may be used to pay for the complete cost of a magazine or newspaper subscription even if the subscription covers more than one fiscal year.

(2) Seminars and conferences. The funds appropriated by this Act for a particular fiscal year may be expended to pay the complete cost of registering for or reserving a meeting room or other space for a seminar or conference notwithstanding the fact that it will occur during the next fiscal year. This subsection applies only if the sponsor of the seminar or conference or owner of the meeting room or other space requires the payment to be received before the beginning of the next fiscal year. Payments under this subsection are subject to rules and procedures established by the Comptroller of Public Accounts.

(3) Monthly telephone line charges. The funds appropriated by this Act for a particular fiscal year may be expended to pay a monthly telephone line charge that covers all or part of August of that fiscal year and all or part of September of the next fiscal year. This subsection does not apply to long-distance or other charges made on a per-call basis.

Sec. 70. **Grants.** Funds appropriated by this Act for grants of money to be made by state agencies, including the agencies in the legislative branch, are appropriated for the statutory purposes as the grantor agency may specify. It is the intent of the Legislature that grants be distributed by state agencies on a reimbursement or as needed basis unless otherwise provided by statute or otherwise determined by the grantor agency to be necessary for the purposes of the grant.

Funds appropriated by this Act for grants to be made by a state agency for a particular fiscal year may be distributed in subsequent fiscal years so long as the grant has been awarded and treated as a binding encumbrance by the grantor agency prior to the end of the appropriation year of the funds appropriated for grant purposes. Distribution of the grant funds is subject to Section 403.071, Government Code.

In the event the Legislature should appropriate oil overcharge moneys for programs administered by the Texas Department of Housing and Community Affairs to benefit low to moderate income Texans, the Office of the Governor or administering agency shall advance two months of the expected contract dollars upon the commencement of the program agency contract. Additional funds shall be provided to the contracting agency as documentation of the expenditure of advanced dollars is received.

Sec. 71. **Annual Fee Rate Review and Adjustment.** It is the intent of the legislature that agencies annually review all fees and fee rates administered and adjust rates as necessary to recover the costs of providing services and to maintain rates consistent with inflation.

Sec. 72. **Prompt Payment for Interagency Goods and Services.** Any funds appropriated by this Act that are obligated pursuant to written agreement for payment by one state agency or institution to another state agency or institution for the exchange of goods or services shall be remitted within thirty (30) days after the goods or services are provided and an invoice is received. In the event that a receiving agency or institution does not accept the goods or services or finds an error in the invoice, the receiving agency or institution shall notify the performing agency or institution in writing as soon as possible within the 30-day period and shall make payment not less than ten (10) days after the problems are corrected or the error resolved to the satisfaction of both parties. If both parties are unable to agree on the amount of payment, the Comptroller shall determine the appropriate amount. However, in the event that written notice is not provided within the 30-day period, the Comptroller is hereby authorized to transfer the necessary funds upon request by the agency or institution providing the interagency goods and services from appropriated balances of the receiving agency or institution.

Sec. 73. **Prompt Payment Discounts.** State agencies when purchasing goods and services including those purchased through or by the General Services Commission shall negotiate a prompt payment discount with the vendor.

Sec. 74. **Reimbursements for Unemployment Benefits.**

1. At the close of each calendar quarter, the Texas Employment Commission shall prepare a statement reflecting the amount of unemployment benefits paid to all former state employees based on wages earned from state employment and present it to the Comptroller of Public Accounts, who is hereby directed to pay by warrant or transfer out of funds appropriated from the General Revenue Fund-Consolidated such amount to the Unemployment Compensation Benefit Account to reimburse it for such payments.

   The General Revenue Fund-Consolidated shall be reimbursed, for one-half of the unemployment benefits paid, from appropriations made in this Act to the state agency which previously employed each respective former state employee whose payroll warrants were originally issued in whole or part from the General Revenue Fund, General Revenue Fund-

Consolidated, General Revenue Fund-Dedicated, or Other Special Funds. From information provided by the Texas Employment Commission, the Comptroller of Public Accounts shall determine the proportionate amount of the reimbursement or payment due from the General Revenue Fund, General Revenue Fund-Consolidated, General Revenue Fund-Dedicated, and Other Special Fund appropriations and transfer such amounts to the General Revenue Fund-Consolidated. The amounts reimbursed pursuant to this paragraph are hereby reappropriated to the General Revenue Fund-Consolidated for the purpose of reimbursing the Unemployment Compensation Benefit Account No. 937. The reimbursement requirements established by this paragraph may be waived, either in whole or in part, by the Legislative Budget Board.

In addition, the General Revenue Fund-Consolidated shall be reimbursed, for one-half of the unemployment benefits paid, from amounts appropriated to the Reimbursements to the Unemployment Compensation Benefit Account item in this Act out of Other Special Funds and shall be fully reimbursed from funds held in local bank accounts for all former state employees whose payroll warrants were originally issued in whole or part from Other Special Funds or local bank accounts, respectively. From information provided by the Texas Employment Commission, the Comptroller of Public Accounts shall determine the proportionate amount of the reimbursement or payment due from funds other than General Revenue, General Revenue-Consolidated, and General Revenue-Dedicated and transfer such funds to the General Revenue Fund-Consolidated. For reimbursements due from funds not held in the State Treasury, state agencies shall reimburse the General Revenue Fund-Consolidated with a check. The amounts reimbursed from local funds pursuant to this paragraph are hereby reappropriated to the General Revenue Fund-Consolidated for the purpose of reimbursing the Unemployment Compensation Benefit Account No. 937. Such transfers and payments as are authorized under law shall be made within thirty (30) days from receipt of the statement of payments due. The Comptroller of Public Accounts may prescribe accounting procedures and regulations to implement this section.

2. An agency, institution, department, commission, board, division, or other unit of state government is authorized to allocate funds to a revolving account created on its books to receive contributions from funds other than General Revenue based on a percentage-of-payroll assessment to be determined by such unit of government for the purpose of reimbursing the General Revenue Fund-Consolidated for the unemployment benefits paid.

3. The State Auditor shall review in his audit of respective agencies compliance with the provisions of this section. The Comptroller of Public Accounts, upon receipt of notification from the State Auditor's Office of amounts remaining due from funds held outside the State Treasury, shall lapse or reduce equivalent amounts of any General Revenue appropriations for such agencies until the delinquent amounts are repaid.

4. The Comptroller of Public Accounts, upon certification of amounts due from the Texas Employment Commission, including the sources of such amounts due, may transfer funds from such state agencies, institutions, departments, commissions, boards, divisions, or other units of state government as the Texas Employment Commission certifies remain due over thirty (30) days from receipt of the statement of payments due. The Texas Employment Commission shall also determine the amounts due from funds held outside the Treasury and notify the State Auditor and Comptroller of such amounts.

Sec. 75. **Reimbursements for Workers' Compensation Payments.**

1. At the close of each fiscal quarter, the Workers' Compensation Division of the Attorney General's Office shall prepare a statement reflecting the amount of workers' compensation

benefits paid to, or on behalf of, former and current state employees based on wages earned from state employment and present it to the Comptroller of Public Accounts.

The General Revenue Fund shall be reimbursed, for twenty-five percent (25%) of the workers' compensation benefits paid out of Strategy Item A.1.1., Workers' Comp Payments, from appropriations made elsewhere in this Act to the state agency which previously employed or currently employs each former or current state employee whose payroll warrants were originally issued in whole or in part from the General Revenue Fund, General Revenue Fund-Consolidated, General Revenue Fund-Dedicated, or Other Special Funds. From information provided by the Workers' Compensation Division of the Attorney General's Office, the Comptroller of Public Accounts shall determine the proportionate amount of the reimbursement or payment due from the General Revenue Fund, General Revenue Fund-Consolidated, General Revenue Fund-Dedicated, and Other Special Fund appropriations and transfer such amounts to the General Revenue Fund. The amounts reimbursed pursuant to this paragraph are hereby reappropriated for the purpose of paying workers' compensation benefits out of Strategy Item A.1.1., Workers' Comp Payments, for current and former state employees. The reimbursement requirements established by this paragraph may be waived, either in whole or in part, by the Legislative Budget Board.

In addition, the General Revenue Fund shall be reimbursed, for seventy-five percent (75%) of the workers' compensation benefits paid, from balances in Other Special Funds, and such amounts as may be necessary are hereby appropriated out of Other Special Funds for this purpose, and shall be fully reimbursed from funds held in local bank accounts for all former and current state employees whose payroll warrants were originally issued in whole or in part from Other Special Funds or local bank accounts, respectively. From information provided by the Workers' Compensation Division of the Attorney General's Office, the Comptroller of Public Accounts shall determine the proportionate amount of the reimbursement or payment due from funds other than General Revenue, General Revenue-Consolidated, and General Revenue-Dedicated and transfer such funds to the General Revenue Fund. For reimbursements due from funds not held in the State Treasury, state agencies shall reimburse the General Revenue Fund with a check. Twenty-five percent (25%) of the amounts reimbursed from local funds pursuant to this paragraph are hereby reappropriated for the purpose of paying workers' compensation benefits out of Strategy Item A.1.1., Workers' Comp Payments, for current and former state employees.

Such transfers and payments as are authorized under law shall be made within thirty (30) days from receipt of the statement of payments due. The Comptroller of Public Accounts may prescribe accounting procedures and regulations to implement this section.

2. An agency, institution, department, commission, board, division, or other unit of state government is authorized to allocate funds to a revolving account created on its books to receive contributions from funds other than General Revenue based on a percentage-of-payroll assessment to be determined by such unit of government for the purpose of reimbursing the General Revenue Fund for the workers' compensation paid.

3. The State Auditor shall review in his audit respective agencies compliance with the provisions of this section. The Comptroller of Public Accounts, upon receipt of notification from the State Auditor's Office of amounts remaining due from funds held outside the State Treasury, shall lapse or reduce equivalent amount of any General Revenue appropriations for such agencies until the delinquent amounts are repaid.

4. The Comptroller of Public Accounts, upon certification of amounts due from the Workers' Compensation Division of the Attorney General's Office, including the sources of such amounts due, may transfer funds from such state agencies, institutions, departments,

commissions, boards, divisions, or other units of state government as the Workers' Compensation Division of the Attorney General's Office certifies remain due over thirty (30) days from receipt of the statement of payments due. The Workers' Compensation Division of the Attorney General's Office shall also determine the amounts due from funds held outside the Treasury and notify the State Auditor and Comptroller of such amounts.

REPORTING REQUIREMENTS

Sec. 76. **Budgeting and Reporting**. As a limitation and restriction upon appropriations made by this Act, agencies and institutions of higher education appropriated funds by this Act may expend funds only if there is compliance with the following provisions:

1. On or before November 1 of each fiscal year, an itemized budget covering the operation of that fiscal year shall be filed with the Governor's Office of Budget and Planning, the Legislative Budget Board, the Treasury Department and Legislative Reference Library in the format prescribed jointly by both budget offices. The operating budget submitted shall include a cash flow analysis in a format determined by the State Treasurer. Such analysis shall be required of any agency by the State Treasurer only if the Treasurer has determined that revenue benefits will accrue to the state as a result of the analysis.

2. All subsequent amendments to the original budget shall be filed with the Governor's Office of Budget and Planning and the Legislative Budget Board within thirty (30) days of approval of such amendments unless such reporting requirement is waived.

3. Under guidelines developed by the Legislative Budget Board, each agency shall file a report with the Legislative Budget Board, the Governor's Office of Budget and Planning, the Legislative Reference Library, the Texas State Publications Clearinghouse, and the appropriate substantive committees of the House and Senate analyzing the performance and operational efficiency of each funded objective and strategy as indicated by the agency's efforts in attaining stated outcome, output and efficiency targets. The report shall be submitted at such intervals required by the Legislative Budget Board and shall contain a comparison of actual performance for the reporting period with performance projected to be achieved based on the level of funding appropriated. In developing guidelines for the submission of agency performance reports, the Legislative Budget Board shall:

   (1) specify the measures to be reported including the key performance measures established in this Act;
   (2) approve the definitions of measures reported; and,
   (3) establish standards for the calculation of projected performance target levels and the reporting of significant variances between actual and projected target levels.

   The Legislative Budget Board may adjust projected performance target levels, modify existing measures and measure definitions, develop new measures, and/or transfer measures between agencies to reflect appropriation changes made by riders or other legislation subsequent to passage of this Act, invocation of budget execution authority by the Governor and the Legislative Budget Board, or as unforeseen circumstances may warrant during the biennium.

4. To ensure that the Program and Cost Accounting functions of the Uniform Statewide Accounting System (USAS) are maximized, it is the intent of the Legislature that the Legislative Budget Board and the Governor's Budget Office: (1) determine the agencies, institutions, goals, strategies or other reporting units for which cost accounting data is

required; (2) approve the basis for calculating and allocating costs to selected functions, tasks or measures; (3) determine the frequency of reporting cost accounting data needed; and, (4) provide for the integration of cost accounting data into the budget development and oversight process. The determinations to be made should be based upon due consideration of the relative benefits and cost-effectiveness of applying cost accounting requirements to a given state operation.

It is further the intent of the Legislature that the Comptroller of Public Accounts develop and provide USAS training modules and support for state agencies and institutions to activate the cost accounting requirements addressed above.

Sec. 77. **Annual Reports and Inventories**. None of the moneys appropriated by this Act may be expended after a period of ninety (90) days following the close of the fiscal year unless there has been filed with the Governor, the State Auditor, the Legislative Budget Board, Legislative Reference Library, and Comptroller of Public Accounts an annual report as of August 31 of the preceding fiscal year by the executive head of each department or agency specified in this Act, showing the use of appropriated funds.

An annual report shall be prepared by the agency to present the financial position and the results of its operations and changes in financial position for the fiscal year in conformity with reporting guidance provided by the Comptroller of Public Accounts. The Comptroller will approve all reports as to form and content. The guidance may require supplemental information necessary for preparation of the state's Comprehensive Annual Financial Report.

The annual report shall include the following:

1. An annual financial report including a statement of assets, liabilities and fund balances and showing the true condition of all funds and accounts balances for which the department or agency head is responsible, and reflecting the actual cash on hand and on deposit in banks and in the State Treasury accounts, and moneys due the department or agency from all sources; values of consumable supplies and postage; values of inventories of movable equipment and other fixed assets; investments of bonds, notes, and other securities owned by any special funds under the jurisdiction of the department or agency; all other assets; and all sums of which the department or agency is liable for services rendered or goods received; and all outstanding commitments. The report shall also contain summaries by sources of all revenues collected or accruing to the state through the department or agency for the fiscal year immediately preceding; and a summary of appropriations, expenditures, bona fide encumbrances and all other disbursements of the department or agency for the fiscal year. The Comptroller of Public Accounts is to approve all reports as to form and content.

2. A list of all bonded employees showing name, title, and amount of surety bond, together with the name of the surety company.

3. An analysis of space occupied by the department or agency showing the number of square feet rented and the number of square feet occupied in state-owned buildings; giving the location of such space by building name or address and the number of square feet devoted to office, warehouse or other designated uses, indicating the cost per square foot, cost per month, annual cost and lessor of all rented space, and such other information as may be of assistance in describing the space utilized by each state department or agency.

4. An itemized statement of all professional and/or consulting fees paid out of appropriations made by this Act. The statement shall include the name of each person, partnership, corporation or other business entity receiving such fees and for what purposes the fees were paid. Except as otherwise provided by this Act, the statement shall include the services of

licensed professionals and the personal services of individuals or entities under an independent contract to study or advise the agency, as defined by Chapter 2254, Government Code.

5. A summary of the costs of operating and the use made of state-owned aircraft or aircraft operated under long-term lease or rental. The summary shall be in a format specified by the Legislative Budget Board and the State Aircraft Pooling Board and shall include aircraft description, date purchased or leased, cost, hours flown, operating costs, number of flights and destination, number, names and destination of passengers, date of each flight and a detailed and specific description of the official business purpose of each flight. Aircraft flight logs required by this section shall be provided on a monthly basis to the State Aircraft Pooling Board.

6. A list of purchases made in accordance with Article 601b, Section 3.09, V.T.C.S., to which the General Services Commission has taken exception. Each item in the list should contain the following information: product purchased, vendor and purchase amount.

7. A section, consisting of the Master File Report Verification Form certified by the Texas General Land Office, confirming that the inventory report is an accurate and complete record of the agency's real property as of the date specified, or if the report is not accurate and complete, that the appropriate update forms will be submitted within 15 days of the date of the annual report. Certification by the General Land Office will serve as acknowledgement that the agency is in compliance with the real property inventory reporting requirements as stated in Section 31.151, et seq, Natural Resources Code. A copy of this section should be directed to the General Land Office for inclusion in the State Real Property Inventory records.

8. A report indicating the transfer of funds appropriated by this Act between appropriation items. Only those appropriation items affected by transfers must be listed and the amounts indicated shall reflect the net of all transfers affecting the particular item.

9. A report documenting the agency's progress under its plan for increasing use of historically underutilized businesses prepared in compliance with V.T.C.S. Art. 601b, Section 1.03(m). The report shall be in a format specified by the General Services Commission pursuant to V.T.C.S. Art. 601(b), Section 1.03(n).

10. Indirect Costs: The annual report shall provide a supporting schedule detailing total expenditures made by the agency and on the agency's behalf by others. Expenditures made on the agency's behalf by others should include, but are not limited to: employee benefits such as social security matching costs, health insurance, and retirement contributions; workers' compensation payments; unemployment compensation payments; bond debt service; local funds; all payments made to other state agencies; and an allocation of indirect cost from such general government agencies as the Comptroller of Public Accounts, Treasury, General Services Commission, Attorney General, Department of Information Resources, State Auditor's Office, and any others as determined by the Comptroller of Public Accounts. The Comptroller shall develop the appropriate format and reporting requirements associated with this supporting schedule and provide the assistance necessary for each agency to properly submit the information.

11. It is further provided that the State Auditor is to certify to the Comptroller of Public Accounts any and all departments which have not filed the required annual report within the specified time, and the Comptroller of Public Accounts is to withhold any appropriations for expense reimbursements for the heads or any employees of such departments or agencies as are on this certified list until such time as the State Auditor shall notify the Comptroller that

such delinquent reports have been filed. The words "heads of departments or agencies" as used in this Section shall mean the elected and appointed officials, members of commissions, boards, etc., and the chief administrative officer of such department, board, commission, bureau, office, or agency of the state for which appropriations are made in this Act.

All departments, institutions of higher education, agencies, officers and employees or agents of the state shall enter in the Uniform Statewide Accounting System (USAS) all accrued payables and encumbrances by appropriation account relating to the current year's appropriations and prior years' appropriations within thirty days after the close of each quarter of the fiscal year. The same entities shall, in addition to those estimates and reports now provided by law relating to appropriations, submit a binding encumbrance report by appropriation account relating to accrued payables and binding encumbrances for the current year's appropriations and all prior years' appropriations within thirty days after the close of each quarter to the Comptroller of Public Accounts, State Auditor and the Legislative Budget Board. The Comptroller of Public Accounts, upon receiving the report, will promptly lapse any excess prior years' appropriation authority. If an agency submits a valid claim after thirty days against a prior year appropriation account, the Comptroller of Public Accounts may re-open the account sufficient to pay the claim. The Comptroller of Public Accounts is to approve all reports as to form and content.

All state agencies and institutions of higher education are to reconcile on a schedule to be determined by the Legislative Budget Board and the Comptroller of Public Accounts, their expenditures and binding encumbrances, payables and accrued expenditures, as reported in USAS, with their strategic planning and budget structure as reported in the Automated Budget and Evaluation System of Texas (ABEST). Agencies are to complete in ABEST, as part of their reconciliation by strategy, a method of financing in accordance with the General Appropriations Act.

Sec. 78. **Certification Summary Required.** As soon as practical following the Comptroller's certification of the appropriations made by the Seventy-fourth Legislature, the Comptroller shall transmit to the members of the Legislature a Summary Table which details the basis for certification of the major funds. The table shall be similar in format and detail to the "Major Estimates Summary Tables" published by the Comptroller in the Biennial Revenue Estimate and shall include the 1994-95 biennial appropriations from the major funds.

Sec. 79. **Report of Expenditures by County.** The Comptroller of Public Accounts shall prepare an annual report reflecting expenditures by state agencies for each county. The report shall include appropriate information to both summarize total expenditures by agency by county, and reflect the type of expenditures by object or other arrangement as determined by the Comptroller. To the extent possible, all expenditures from funds held in the Treasury shall be reported on an actual basis reflecting the county where the goods or services were delivered. However, in situations where it may not be possible or practical to accurately determine the correct county, such as debt service payments, employee fringe benefits, etc., the Comptroller shall estimate the expenditures by county. All state agencies shall cooperate as necessary with the Comptroller in providing necessary information to enable the timely completion of the report. A copy of each report shall be filed with the Governor, Lieutenant Governor, Speaker of the House of Representatives, and Legislative Budget Board no later than December 1 of each year.

Sec. 80. **Minutes of Board Meetings.** The appropriations made by this Act are contingent upon adherence to the following procedure: in order that the Governor and the Legislature may be more adequately informed about the disposition and use of appropriations authorized from all funds, the governing bodies of the institutions, schools, and agencies of the executive branch of the government shall cause to be filed with the Legislative Reference Library, immediately upon

transcription, certified copies of the minutes of board meetings. Any changes or subsequent corrections of minutes shall be similarly filed with the Legislative Reference Library.

Sec. 81. **Acknowledgement of Exceptions to Section 3.09.** The Legislature directs the General Services Commission to notify the board and commission members, agency heads and elected officials of all state agencies including institutions of higher education that the Commission has taken exception to the respective agency's decision to purchase any good, service, or item on a non-competitive basis.

Sec. 82. **Acknowledgement of State Auditor Reports.** The Legislature directs the State Auditor's Office to notify the board and commission members, agency heads and elected officials of all state agencies including institutions of higher education of any report published by the State Auditor concerning the respective agency, board or institution.

Sec. 83. **Contract Notification.** Not later than the 10th day after a state agency or institution of higher education enters into i) a contract for consulting services as defined by Section 2254.021(1), Government Code; ii) a contract for professional services as defined by Section 2254.002(2), Government Code; or iii) a construction contract, the agency or institution shall provide written notification, on a form prescribed by the Legislative Budget Board, to the Legislative Budget Board, the House Appropriations Committee, the Senate Finance Committee, and the appropriate House and Senate oversight committees. The notification requirement established by this section shall also apply to any amendment, modification, renewal or extension of a contract subject to this section.

The notification requirement established by this section shall not apply to a contract for which the total value does not exceed $1,000, including amendments, modifications, renewals and extensions, or to a professional services contract for medical or optometric services.

Sec. 84. **Reports on Nonresident Bidders.**

1. During January and July of each year, a state agency or institution of higher education shall file with the Legislative Budget Board a report that identifies each nonresident bidder as defined by Section 2.081 of Article 601b, V.T.C.S., to whom the agency or institution awarded a contract with a value of $25,000 or more for the purchase of supplies, materials, services or equipment during the six calendar months preceding the month in which the report is filed, if the agency or institution awarded such a contract during the reporting period.

   For contracts with a value of $250,000 or more, the contracting state agency or institution of higher education shall include, in the report to the Legislative Budget Board, an explanation for the need to use a nonresident bidder.

2. State agencies and institutions of higher education shall report to the Legislative Budget Board, in addition to the information required by Sec. 2.081 (b) of Article 601b, as noted above, the total dollar value of all purchases of supplies, materials, services and equipment for each six calendar month period. If the total amount reported under Sec. 2.081 (b) is greater than $1,000,000 or greater than 25 percent of total purchases, the agency or institution shall provide an explanation of action taken by the agency or institution to ensure that resident bidders are given adequate consideration in the purchasing process.

3. The staff of the Legislative Budget Board shall prepare a report which summarizes the nonresident bidder information. This report shall be filed with the presiding officer of each house of the legislature and the presiding officers of the House Appropriations Committee and the Senate Finance Committee.

Sec. 85. **Internal Audit Findings.** In addition to the reporting requirements established in Section 2102.009, Government Code, each agency appropriated funds by this Act and subject to the application of the Texas Internal Auditing Act shall file with the Governor's Office of Budget and Planning and the Legislative Budget Board a copy of each written report submitted by its Internal Auditor, or Internal Audit Section, to the agency's governing board or governing officer within 30 days of the date the report was so submitted. Each agency subject to this section shall, in addition, submit to the Governor's Office of Budget and Planning and the Legislative Budget Board a statement of any action plan or other response issued by the agency governing board to address the findings in such a report.

Sec. 86. **Customer Satisfaction Assessment.** On a pilot basis, the Governor's Office of Budget and Planning and the Legislative Budget Board shall select an agency or institution of higher education from each article of this Act and each selected entity shall develop and implement a plan designed to i) identify those groups of individuals who could be deemed as customers of the services provided by the agency and ii) assess the level of satisfaction with agency services experienced by those groups. A written copy of the plan required by this section shall be filed with the Governor's Office of Budget and Planning and the Legislative Budget Board by February 1, 1996.

Sec. 87. **Notification to Members of the Legislature.** It is the intent of the Legislature that agencies provide notification to affected members of the Legislature prior to the public announcement of the closing of any field offices.

Sec. 88. **Investment Strategy and Investment Report.**

1. A state agency or political subdivision investing local funds, the total of which exceed $1,000,000, shall adopt an investment strategy governing the investment of those funds. In devising the investment strategy, special consideration should be given to the types of policies prescribed in the Government Financial Officers Association Preferred Investment Practices. An investment strategy must describe the investment objectives of the agency or political subdivision using the following priorities:

   a. suitability of the investment to the financial requirements of the agency or political subdivision;
   b. safety of principal;
   c. liquidity;
   d. marketability;
   e. diversification;
   f. yield.

2. The state agency or political subdivision shall submit a quarterly investment report to the governing body of the agency or political subdivision. The report must state:

   a. the carrying value (total cost of an investment plus or minus amortization or accretion) of each individual investment as of the date of the report;
   b. the market value (face or par value multiplied by the dollar price of the security) of each individual investment as of the date of the report;
   c. the maturity date of each individual investment; and
   d. the account or fund in the agency or subdivision budget that was the source of the money for each individual investment.

Sec. 89. **Liaison to Legislative Committees.** It is the intent of the Legislature that state employees working in Washington on behalf of various state agencies shall act in a liaison capacity

and shall provide the most current information on federal funding and legislative issues to the appropriate substantive committees of both the House and the Senate.

Sec. 90. **Reporting of Outstanding Judgments**. It is specifically provided that all state agencies, boards, commissions, institutions, and other state governmental units shall report all uncollected and outstanding debts and judgments to the Office of the Attorney General, not later than sixty days after normal agency collection procedures have failed, for further collection efforts. The Office of the Attorney General may develop a uniform reporting procedure for state agencies and institutions to report uncollected debts and judgments to the Attorney General's Office for further collection efforts.

Sec. 91. **Reporting of Lawsuits Against the State.** It is specifically provided that all state agencies, boards, commissions, institutions, and other state governmental units shall notify the Legislative Budget Board and the Governor's office of each lawsuit filed against the State, or state employee or official for which the State may be liable for payment, not later than thirty days after the lawsuit was filed.

OTHER APPROPRIATION AUTHORITY

Sec. 92. **Acceptance of Gifts of Money**. All bequests and gifts of money to state agencies named in this Act, including the legislative branch, which have specific authority to accept gifts are hereby appropriated to the agency designated by the grantor and for such purposes as the grantor may specify, subject to the following:

1. Unless exempted by specific statutory authority, all such bequests and gifts of moneys shall be deposited into the State Treasury and shall be expended in accordance with the provisions of this Act.

2. No gifts or bequests to a state agency shall be transferred to a private or public development fund or foundation, unless written permission for the transfer is given by the donor of the gift or representative of the estate. An account of all such letters of written permission and transfers of gifts and bequests shall be kept by the agency and shall be reported to the State Auditor.

Sec. 93. **Federal Funds/Block Grants**.

1. All funds received from the United States government by state agencies and institutions named in this Act are hereby appropriated to such agencies for the purposes for which the federal grant, allocation, aid, payment or reimbursement was made subject to the following:

   a. Except for institutions and agencies of higher education, federal funds, including unexpended balances, shall be deposited to and expended from the specific appropriation item or items identified in this Act.

      Except for institutions and agencies of higher education, no federal funds may be expended for strategies or functions other than those which have been reviewed by the Seventy-fourth Legislature and authorized by specific language in this Act or encompassed by an agency's budget structure as established by this Act.

   b. As applicable, federal reimbursements received for expenditures previously made or services performed on behalf of federal programs from state funds shall be credited by the Comptroller to the fund from which the expenditure was originally made. The credit

shall be to the agency's current appropriation item or accounts from which the expenditures of like character were originally made and are hereby reappropriated. Reimbursements received from employee benefits paid from General Revenue Fund appropriations of other administering agencies shall be deposited to the unappropriated General Revenue Fund.

c. All agencies receiving federal funds shall utilize those funds to the maximum extent possible to reduce expenditures of appropriated state funds. It is the intent of the Legislature that reductions in state funds be returned to the State Treasury.

d. It is the intent of the Legislature that any position created for administration of federal grant programs shall be phased out upon discontinuance of the particular federal grant for which it was authorized.

e. Annual reports showing federal funds received and their intended usage shall be filed by the Governor's Budget and Planning Office with the presiding officers of both houses of the Legislature for referral to appropriate standing committees for review.

2. Agencies subject to the Position Classification Act will make federal grant employment in accordance with the provisions of that Act in positions listed in, or otherwise authorized by, this article.

3. In order to maximize the amount of federal alcohol and drug abuse funds which might become available to the Texas Commission on Alcohol and Drug Abuse, it is the intent of the Legislature that state funds used by any state agency to provide alcohol and drug abuse services may be counted towards any required state matching contribution for such federal funds.

4. All state agencies are required to report potential losses of any federal funds to the Governor, Legislative Budget Board, and the Comptroller of Public Accounts so that the Comptroller can include these potential federal fund losses in a report to the Legislature prior to each session.

5. Each agency and each institution of higher education shall report i) each application or request made to the United States government for the grant of funds and ii) the award or designation, by the United States government, of any funds for expenditure by a Texas state agency to the Governor's Office of Budget and Planning, the Legislative Budget Board, and the Office of State-Federal Relations. The Legislative Budget Board may develop reporting procedures necessary to implement this provision.

6. In the event that federal programs which authorize federal funds included in this Act are eliminated, consolidated or replaced with new federal programs and funding authorization or block grants, and/or the federal funds appropriated to agencies are reduced, any reduction or reallocation of federal funds will be distributed across affected agencies and programs to pattern the strategies and programs included in this Act to the extent possible without restricting the state's ability to receive federal funds, in accordance with a plan approved by the Legislative Budget Board and the Governor. Any such plan must be distributed in writing to all members of the Legislature at least ten days before Legislative Budget Board action.

Sec. 94. **Reimbursements and Payments.**

1. Any reimbursements received by an agency of the state for authorized services, including contractual agreements with a non-governmental source or any unit of government, including

state, federal or local government, and any payments to an agency of the state government made in settlement of a claim for damages, are hereby appropriated to the agency of the state receiving such reimbursements and payments for use during the fiscal year in which they are received. Revenues specifically established by statute on a fee or service provided basis are not appropriated by this section and are available for expenditure by the collecting agency only if appropriated elsewhere in this Act.

2. Forfeited money, proceeds from the sale of forfeited property or similar monetary awards related to the agency's participation in the seizure of controlled substances or other contraband are hereby appropriated to the receiving state agency, unless distribution is otherwise provided by statute or specific provision of this Act.

3. Except as provided elsewhere in this Act, net amounts of money received by an agency as a result of tax seizures or other similar recoveries authorized by statute shall be deposited in the state treasury as unappropriated revenues to the funds and/or accounts authorized by statute. The portion of proceeds representing recoveries of costs incurred in such forfeitures, seizures or similar functions are appropriated to the receiving agency. Such cost recoveries include court costs, attorney fees, rentals or storage fees, auction and sale costs, preparation costs to condition property for sale, and salaries, travel, and other overhead costs of the agency.

4. The reimbursements and payments received under Subsection 1 shall be credited by the Comptroller to the agency's current appropriation items or accounts from which the expenditures of like character were originally made, or in the case of damage settlements to the appropriation items or accounts from which repairs or replacements are made; provided, however, that any refund of less than fifty dollars ($50) to an institution of higher education for postage, telephone service, returned books and materials, cylinder and container deposits, insurance premiums and like items, shall be deposited to the current fund account of the institution in the State Treasury and such funds are hereby reappropriated.

Sec. 95. **Surplus Property**. Receipts to any agency of the state government specified in this Act which are received from the sale of surplus property, equipment, livestock, commodities, or salvage pursuant to the provisions of V.T.C.S. Article 601B are hereby appropriated to such State agency for expenditure during the fiscal year in which such receipts are received. Receipts from such surplus and salvage sales are to be credited to the appropriation item from which like property, equipment, livestock, or commodities would be purchased.

Sec. 96. **Refunds of Deposits.**

1. Any money deposited into the State Treasury which is subject to refund as provided by law shall be refunded from the fund into which such money was deposited, transferred, or otherwise credited, and so much as is necessary for said refunds is hereby appropriated.

2. Unless another law, or Section of this Act, provides a period within which a particular refund claim must be made, funds appropriated by this Act may not be used to pay a refund claim made under this Section after four years from the latest date on which the amount collected or received by the state was due, if the amount was required to be paid on or before a particular date. If the amount was not required to be paid on or before a particular date, a refund claim may not be made after four years from the date the amount was collected or received. A person who fails to make a refund claim within the period provided by law, or this provision, shall not be eligible to receive payment of a refund under this section.

3. As a specific limitation to the amount of refunds paid from funds appropriated by this Act during the 1996-97 biennium, the Comptroller shall not approve claims or issue warrants for refunds in excess of the amount of revenue estimated to be available from the tax, fee, or

other revenue source during the biennium according to the Biennial Revenue Estimate of the Comptroller of Public Accounts used for certification of this Act. Any claim or portion of a claim which is in excess of this limitation shall be presented to the next legislature for a specific appropriation in order for payment to be made. This limitation shall not apply to any taxes or fees paid under protest.

4. The State Comptroller of Public Accounts shall establish accounting procedures for suspense fund refund transactions in which all agencies will eliminate the delayed clearance of moneys from the suspense fund, reduce accounting paperwork, and maximize revenues to the General Revenue Fund and other state funds.

Sec. 97. **Vending Machines Authorized**. Except in those areas which are now served by vendors operating under supervision of the Commission for the Blind, vending machines may be placed on state-owned or leased property or in state-owned or leased buildings only with the approval of the governing boards or commissions and such approval shall be recorded in the minutes of the body. A copy of the contract shall be filed with the General Services Commission showing the location within the agency and the terms of the contract. Proceeds, net revenues, rentals or commissions received shall be accounted for as state revenue and the amount so collected is hereby appropriated to the institution, board, commission or agency for use as directed by the board or commission authorizing the installation. The amount of such proceeds, net revenues, rentals or commissions and disposal of such funds shall be included in the annual report of the state agency as required elsewhere in this Act. Vending machines located in areas or buildings now being serviced by vendors under the supervision of the Commission for the Blind must be operated under a joint contract with the machine owners and the vendors operating under the supervision of the Commission for the Blind.

Sec. 98. **Pay Station Telephones Authorized**. Pay station telephones may be located in the capitol area only with the approval of the General Services Commission and the net proceeds of such installations shall be collected and deposited to the General Revenue Fund by the General Services Commission. In other areas pay telephones may be located in state-owned or leased buildings or on state-owned land only with the approval of the governing board or commission and the net proceeds shall be collected and accounted for as state revenue and the amount so collected is hereby appropriated for use by the agency as determined by the governing board or commission. The amount of net proceeds and disposal of such funds shall be included in the annual report of the state agency as required elsewhere in this Act.

Sec. 99. **Appropriation of Collections for Seminars and Conferences**. All funds collected for the reimbursement of costs directly associated with the conducting of seminars, conferences or clinics which directly relate to the legal responsibilities and duties of the agency and which are for the purposes of education, training, or informing employees or the general public are hereby appropriated for the necessary expenses incurred in conducting the seminar; provided, however, all applicable laws, and rules and regulations for the acquisition of goods and services for the state shall apply to such expenditures.

Sec. 100. **Collections for Peer Assistance Programs for Professionals Appropriated**. All funds collected by state agencies during the 1996-97 biennium in accordance with Chapter 467, Health and Safety Code, in order to establish, administer, or finance peer assistance programs for professionals impaired by chemical dependency or mental illness are hereby appropriated for the purposes authorized by Chapter 467.

Agencies may contract with, provide grants to, or make other arrangements with an agency, professional association, institutions, or individual to implement the provisions of Chapter 467, Health and Safety Code. In addition, state agencies may accept, transfer, and expend funds made

available by the federal or state government or by another public or private source to fund approved peer assistance programs.

Sec. 101. **Appropriation of Bond Proceeds.** The proceeds from the issuance and sale of bonds or other obligations pursuant to the provisions of Articles 601d and 601d-1, V.T.C.S., are appropriated to the state agency to whose account the proceeds are deposited or credited. Proceeds include interest and investment income.

Sec. 102. **CMIA Interest Payments.** There is hereby appropriated to the State Comptroller for the biennium ending August 31, 1997 sufficient general revenue monies for the payment of interest due the federal government under the Cash Management Improvement Act of 1990 (CMIA).

An amount equal to the amount of interest payments made from general revenue on behalf of special funds or accounts as a result of the federal Cash Management Improvement Act of 1990 is hereby appropriated from special funds. The state treasurer shall notify the comptroller of the amount of such interest payments made from general revenue on behalf of special funds or accounts. The comptroller shall transfer from each special fund or account to general revenue, an amount equal to the amount of interest paid on behalf of each special funds or account.

Sec. 103. **Appropriation of Disproportionate Share Hospital Payments to State Owned Hospitals.** Disproportionate Share Hospital Program payments from the Department of Health to state owned hospitals are appropriated to the receiving state agency/hospital as replacement funding for funds transferred to the Department of Health and shall be subject to such accounting provisions as required by the Comptroller of Public Accounts including, but not limited to, deposits to the fund or account from which the original source of transfers to the Department of Health was made.

Sec. 104. **Agricultural Soil and Water Conservation.** Pursuant to Chapter 15.434, Texas Water Code, there is hereby appropriated from the Agricultural Soil and Water Conservation Account deposits from that account to each of the following agencies in equal amounts, not to exceed $200,000 each, for purposes specified by statute: Texas Water Development Board; Texas State Soil and Water Conservation Board; Texas Agricultural Experiment Station; and Texas Agricultural Extension Service. Any balances remaining as of August 31, 1996, are hereby appropriated for fiscal year 1997.

EQUAL OPPORTUNITY PROVISIONS

Sec. 105. **Discriminatory Practices.** None of the funds appropriated by this Act shall be expended by agencies which practice discrimination based on race, creed, sex or national origin. The State Attorney General shall be specifically responsible for the enforcement thereof upon the request of the Governor.

Sec. 106. **Goods or Services Provided by Texans with Disabilities.** State agencies and institutions covered by this Act are encouraged to fully utilize appropriated funds to purchase products and services provided by Texans with disabilities under the provisions of Chapter 122, Human Resources Code.

Sec. 107. **Standardized EEO Reporting and Required Compliance Training for State Agencies.**

1. Not later than the seventh workday of each calendar year, each state agency, including public institutions of higher education, shall report equal employment opportunity information for the preceding calendar year to the Texas Commission on Human Rights as required by this

section. The report must be made on a form provided by the Commission. The Commission shall collect equal employment opportunity information reported to the Commission by a state agency. The information must include data compiled on a monthly basis showing:

a. the total number of employees of the agency and the total number of new employees hired each month since the date of the last report made by the agency;

b. the total number of employees of the agency listed by racial and ethnic group and the percentage of the total number of agency employees for each racial and ethnic group, including a distinction for those categories between the total number of employees and the total number of employees hired each month since the date of the last report made by the agency;

c. the total number of male employees and the total number of female employees of the agency, including a distinction for those categories between the total number of employees and the total number of employees hired each month since the date of the last report made by the agency;

d. the total number of male and total number of female employees of the agency for each racial and ethnic group, including a distinction for those categories between the total number of employees and the total number of employees hired each month since the date of the last report made by the agency; and

e. the total number of employees of the agency listed by job classification and the total number of employees for each sex, race and ethnic group listed by job classification, including a distinction for those categories between the total number of employees and the total number of employees hired each month since the date of the last report made by the agency.

The Commission shall compile the information reported to the Commission under this section with the assistance of the Comptroller of Public Accounts and the uniform statewide accounting system. No later than December 15 of each year, the commission shall provide each state agency with a copy of the form to be used to make a report under this section for the following year.

2. For the purposes of this section, racial and ethnic groups shall consist of Black, Hispanic, and White.

3. Any state agency, including public institutions of higher education, that fails to comply with reporting requirements established by this section shall pay the Commission an amount not to exceed $2,000, from funds appropriated by this Act, for each reporting period that the state agency fails to report equal employment opportunity information.

4. All state agencies, including public institutions of higher education, that have three or more complaints of employment discrimination during each year of the biennium shall expend funds appropriated by this Act to receive Comprehensive Equal Employment Opportunity training to be provided by the Texas Commission on Human Rights or other entities or persons approved by the Commission for supervisory and managerial personnel. Supervisory and managerial personnel trained by the Commission shall include, but are not limited to, respondents named in the complaints against such agencies. Each agency shall pay for all training costs or reimburse the Commission for its costs associated with this training through interagency contracts. The cost of training provided by the Commission shall be determined and approved by the Commission and the General Services Commission. Any state agency that fails to comply with the provisions set out herein shall pay the Commission an amount

not to exceed $2,000 from funds appropriated by this Act for each complaint filed during the biennium. The Commission shall certify to the Comptroller, the Governor, and the Legislative Budget Board that an agency is not in compliance with the provisions set forth herein and such certification shall be the basis for the Comptroller to transfer the appropriate amount of appropriated funds from the agency to the Commission.

Sec. 108. **Minority Hiring Practices**.

1. The Texas Commission on Human Rights reports that, state agencies and institutions of higher education contained in Sec. ___, Art. ___, SB ___, Acts of the Seventy-fourth Legislature, Regular Session, 1995, are below the available Blacks, Hispanics and females for one or more categories in the total civilian labor force.

2. The Texas Commission on Human Rights reports that, historically, state agencies and institutions of higher education have underutilized or excluded Blacks, Hispanics and females in proportion to their available numbers in the civilian labor force.

3. The Texas Commission on Human Rights reports that state agencies and institutions of higher education are not employing Blacks, Hispanics and females in proportion to their available numbers in the civilian labor force.

4. The Texas Commission on Human Rights reports that the number of complaints filed with the Texas Commission on Human Rights against state agencies and institutions of higher education during the fiscal year 1992 was 315 at a cost of $787,500 plus $1,890,155 for litigation costs.

5. The Texas Commission on Human Rights reports that Whites comprise 64 percent of the total civilian labor force in the state and that minorities comprise 36 percent of the total civilian labor force in the state and of that percentage of minorities, 38 percent are Black and 54 percent are Hispanic.

6. The Texas Commission on Human Rights reports that women comprise 43 percent of the total civilian labor force in the state and that men comprise 57 percent.

7. The Texas Commission on Human Rights reports that for all state agencies and institutions of higher education funded by this Act it shall be a reasonable statewide goal that in the hiring practices for new employees, each state agency and institution of higher education should employ Blacks, Hispanics and females in each job category in relation to their availability in the statewide civilian labor force. For each job category, these percentage goals on a statewide basis are based on the disparity between available Blacks, Hispanics and females within the civilian labor force and their representation in the work force of individual agencies and institutions of higher education. The following percentages represent Blacks, Hispanics and females within the civilian labor force by job category.

Job Category	Black	Hispanic	Female
Officials/Administration	5%	8%	26%
Professional	7%	7%	44%
Technical	13%	14%	41%
Protective Services	13%	18%	15%
Para-Professionals	25%	30%	55%
Administrative Support	16%	17%	84%
Skilled Craft	11%	20%	8%
Service/Maintenance	19%	32%	27%

Each agency shall consider the availability in each local area of minorities in each job category to determine the goal in each local area where the agency hires employees.

8. Each agency and institution of higher education may spend appropriated funds to perform an analysis of their current work force compared to available Black, Hispanics and females in the statewide civilian labor force to determine percentage of exclusion or underutilization by each job category.

9. This rider shall not affect any person employed on the effective date of this Act.

10. Based upon a work force availability analysis that demonstrates the exclusion or underutilization of Blacks, Hispanics and females, or court-ordered remedies, or supervised conciliations or settlement agreements to remedy past or current discrimination, each state agency and institution of higher education shall develop and implement a plan to recruit and select Blacks, Hispanics, and disabled persons. Each state agency and institution shall use selection procedures that are in compliance with the Texas Commission on Human Rights Act. The Commission shall monitor state agencies and institutions to determine compliance with this provision.

11. Nothing in this Act shall be construed to affect court-ordered remedies, affirmative action, conciliation agreements, or settlements that are in accordance with the law.

12. All state agencies and institutions of higher education funded by this Act shall report to the Texas Commission on Human Rights, within 60 days after the close of each fiscal year, the number of Blacks, Hispanic and female hirings and total hirings made during that year. The Texas Commission on Human Rights shall, no later than January 1, 1997, submit to the Legislative Budget Board and the Governor's Office of Budget and Planning a state minority and women hiring practice report detailing this information.

Sec. 109. **Affirmative Action Plans.**

1. In accordance with the schedule established by subsection 2 of this provision, state agencies and institutions shall enlist the assistance of the Texas Human Rights Commission in the review and revision of the affirmative action plan of each agency and institution. The review shall be completed, and necessary revisions implemented, within the first 12 months of the biennium prescribed by the schedule in subsection 2. Thereafter, an annual report detailing compliance with the affirmative action plan shall be submitted by October 1 to the Governor, the Legislature, and the Legislative Budget Board.

2. Review and revision of affirmative action plans shall be performed by state agencies and institutions within each functional category of state government on a six-year cycle according to the following schedule. Agencies and institutions within each functional category shall be defined by the Legislative Budget Board.

   a) For the 1996-1997 biennium: Health and Human Services; Regulatory; and the Department of Transportation.

   b) For the 1998-1999 biennium: General Government; Natural Resources; Business and Economic Development (excluding the Department of Transportation).

   c) For the 2000-2001 biennium: Education (excluding public community/junior colleges); Public Safety and Criminal Justice; Judiciary.

Sec. 110. **Standardized Personnel Policies, Procedures, and Training Required for State Agencies and Public Institutions and Systems of Higher Education.**

1. In accordance with V.T.C.S. Art. 5221k, Section 3.02(a)(12), state agencies and public institutions and systems of higher education are required to develop and implement personnel policies that comply with Chapter 21, Labor Code, including personnel selection procedures that incorporate a work force diversity program. In accordance with the schedule in Subsection 4 of this section, each state agency and public institution and system of higher education subject to Article 5221k, Section 3.02(a)(12), shall expend funds appropriated by this Act to reimburse the Texas Commission on Human Rights (the Commission) through an interagency contract for reasonable and necessary costs and travel expenses to provide technical assistance and review all personnel policies and procedures of each state agency and public institution and system of higher education to ensure compliance with Chapter 21, Labor Code.

2. Actual cost and travel reimbursements to the Texas Commission on Human Rights shall be determined by the General Services Commission in an amount not to exceed $5,000 per each state agency or public institution or system of higher education.

3. Any state agency or public institution or system of higher education that fails to comply with this Section is subject to a penalty not to exceed $5,000 from funds appropriated by this Act. The Commission upon hearing and finding of fact that any state agency or public institution or system of higher education is not in compliance with this section, shall so certify to the Comptroller, the Governor, and the Legislative Budget Board. Upon confirmation by the Legislative Budget Board that the penalty imposed by this subsection should be assessed, the Comptroller shall transfer to the Commission, from funds appropriated to the agency, institution, or system, an amount equal to the actual costs incurred by the Commission in reviewing agency personnel policies and procedures and shall transfer to the General Revenue Fund an amount equal to the difference between $5,000 and the amount transferred to the Commission pursuant to this subsection.

4. Review of all personnel policies and procedures shall be performed at state agencies and institutions within each functional category of state government on a six-year cycle according to the following schedule. Agencies and institutions within each functional category shall be defined by the Legislative Budget Board.

   a. For the 1996-1997 biennium: Health and Human Services; Regulatory; and the Department of Transportation and the Parks and Wildlife Department.

   b. For the 1998-1999 biennium: General Government; Natural Resources (excluding the Parks and Wildlife Department); Business and Economic Development (excluding the Department of Transportation).

   c. For the 2000-2001 biennium: Education (excluding public community/junior colleges); Public Safety and Criminal Justice; Judiciary.

Sec. 111. **Contracting with Historically Underutilized Businesses.**

1. It is the intent of the Legislature that this section apply to any appropriation made by this Act to state agencies and institutions of government.

2. In this section "historically underutilized business" means:

a. a corporation formed for the purpose of making a profit in which at least 51 percent of all classes of the shares of stock or other equitable securities are owned by one or more persons who are socially disadvantaged because of their identification as members of certain groups, including Black Americans, Hispanic Americans, women, Asian Americans, and Native Americans, and have suffered the effects of discriminatory practices or similar insidious circumstances over which they have no control; and have a proportionate interest and demonstrate active participation in the control, operation, and management of the corporation's affairs;

b. a sole proprietorship created for the purpose of making a profit that is 100 percent owned, operated, and controlled by a person described by subdivision a. of this subsection;

c. a partnership formed for the purpose of making a profit in which 51 percent of the assets and interest in the partnership is owned by one or more persons who are described by subdivision a. of this subsection and have a proportionate interest and demonstrate active participation in the control, operation, and management of the partnership's affairs;

d. a joint venture in which each entity in the joint venture is a historically underutilized business under this subsection; or

e. a supplier contract between a historically underutilized business under this subsection and a prime contractor under which the historically underutilized business is directly involved in the manufacture or distribution of the supplies or materials or otherwise warehouses and ships the supplies.

3. In this section "commission" means the General Services Commission.

4. It is the intent of the Legislature that each state agency and institution of higher education shall make a good faith effort to increase purchases and contract awards to historically underutilized businesses based on the results of the disparity study prepared pursuant to Article V, subsection 101(6) of Senate Bill 5, Seventy-third Legislature, Regular Session, and based on the rules adopted by the commission to implement the disparity study.

5. It is the intent of the Legislature that the commission adopt rules based on the results of the State of Texas Disparity Study. All state agencies and institutions of higher education shall adopt the commission rules, and may adopt supplemental rules that are consistent with the commission rules and that are based on the disparity study.

6. It is the intent of the Legislature that state agencies and institutions of higher education shall report to the commission the following information, classified by group status as defined in subsection 2.a. above and by gender: (i) the total dollar amount of purchases and payments made under contracts awarded to historically underutilized businesses; (ii) the number of businesses participating in state bond issuances, if applicable; (iii) the number of businesses used in acquiring, constructing, or equipping state facilities or operating state programs with funds appropriated by this Act; and (iv) the number of historically underutilized businesses submitting bids and/or proposals for the acquisition, construction, equipping, or operational implementation of state facilities or programs.

7. It is the intent of the Legislature that all state agencies and institutions of higher education appropriated funds by this Act shall report to the commission and Comptroller of Public Accounts all non-treasury funds spent with historically underutilized businesses in accordance with the reporting required in Section 1.03, Article 601(b), V.T.C.S.

8. It is the intent of the Legislature that all state agencies and institutions of higher education include in their agency strategic plan, a plan for increasing the use of historically underutilized businesses in purchasing and construction contracting. The State Auditor shall report to the commission a state agency that is not complying with Section 1.03(*l*) of Article 601(b), V.T.C.S. In determining whether an agency is making a good faith effort to comply, the state auditor shall consider whether the agency has adopted rules and procedures governing the agency's historically underutilized business contract awards in accordance with the commission goals, used the commission's list and other sources to identify historically underutilized businesses that can and are available to meet agency needs, made marketing and outreach efforts to historically underutilized businesses, and designated an employee with appropriate experience and authority to serve as the agency's historically underutilized business coordinator.

9. It is the intent of the Legislature that the state auditor shall, in cooperation with the commission, develop procedures to periodically monitor compliance by state agencies with Section 1.03(*l*) of Article 601(b), V.T.C.S. If an agency is found by the state auditor not to be in compliance, the Legislative Budget Board may revoke purchasing authority that the commission delegated to the agency under Section 3.06 of 601(b) V.T.C.S. If the Legislative Budget Board revokes an agency's delegated purchasing authority under this subsection, the comptroller may consider that fact in emergency requiring a transfer from the agency's appropriated funds to the commission appropriated funds of an amount equal to the cost the commission will incur in performing the functions formerly delegated to the agency as determined by the Legislative Budget Board.

10. It is the intent of the Legislature that when determining whether a public need exists for the continuation of a state agency or its advisory committees or for the performance of the functions of the agency or its advisory committees, the Sunset Advisory Commission shall consider the extent to which the agency has complied with requirements of state law or state agency rules regarding purchasing goals and programs for historically underutilized businesses.

11. It is the intent of the Legislature that a political subdivision of the state that receives state funds may establish a program to increase the participation of historically underutilized, disadvantaged, minority-owned and/or women-owned businesses as contractors and/or subcontractors on contracts with the political subdivision. To the extent permissible under the U.S. Constitution, such governing body may develop and implement goals based on any evidence, including an independent study, for the participation of such businesses as contractors and/or subcontractors.

12. This section is an expression of the intent of the Legislature and does not negate a power granted by general law.

Sec. 112. **Board Member Diversity.** Executive and judicial branch agencies and institutions which are statutorily or constitutionally authorized to appoint members of boards, commissions or advisory bodies, shall attempt to make these appointments so as to represent the gender composition, minority populations, and geographic regions of the state. In this section, "minority populations" include African Americans, Native Americans, Asian Americans, and Hispanic Americans.

EXPENDITURES SPECIFICALLY AUTHORIZED

Sec. 113. **Petty Cash Accounts**. A state agency may expend petty cash funds in a manner consistent with the provisions of §403.241 et seq., Government Code. Such amounts as are necessary for the efficient operation of state agencies are appropriated. All amounts should be drawn from appropriations where similar expenditures would be made.

Sec. 114. **Expenditures for Talking Book Machines**. Each state agency for which funds are appropriated by this Act is hereby authorized to expend not more than $100,000 per year from available appropriations for the purchase of talking book machines.

Sec. 115. **Employee Meal Authorization**. State agencies providing institution-based services, including the Department of Criminal Justice, the Department of Mental Health and Mental Retardation, the Texas Youth Commission, the School for the Blind and Visually Impaired, and the School for the Deaf, are hereby authorized to provide meals to employees working in institutional settings and may charge a fee at costs established by the agencies which do not exceed the direct and indirect costs of preparation.

Sec. 116. **Nursing Uniform Allowances**. All nurses required to wear uniforms provided by their agency or institution while conducting their official duties are to receive a cleaning allowance of $200 per year unless the employing agency provides a cleaning service for the uniforms at no cost to the employees. Those nurses who must provide their own required uniform shall receive a clothing and cleaning allowance of $700 per year, unless the employing agency provides a cleaning service for the uniforms at no cost to the employees in which case they shall receive a clothing allowance of $500 per year. As an exception to this provision, any agency or institution whose employees democratically elect to do so, shall have the option of utilizing funds set aside for nursing uniform allowances as prescribed by this section to enhance nursing at the institution through the provision of institutionally provided child care, nursing career ladder improvement, nurse recruitment, and other purposes consistent with the enhancement of nursing activities.

Implementation of this section shall not result in a reduction of indigent care delivered by the employing agency or institution nor in the salaries of nurses employed by the employing agency or institution.

Sec. 117. **Registered Nurses and Licensed Vocational Nurses**. Any state agency may pay an additional evening shift differential not to exceed 15 percent of the monthly pay rate to registered nurses who work the 3:00 p.m. to 11:00 p.m. shift, or its equivalent, and an additional night shift differential not to exceed 10 percent of the monthly pay rate to registered nurses and licensed vocational nurses who work the 11:00 p.m. to 7:00 a.m. shift, or its equivalent. An additional weekend shift salary differential not to exceed five percent of the monthly pay rate may be paid to registered nurses and licensed vocational nurses. The weekend shift salary differential may be paid to an eligible individual in addition to the evening shift or night shift salary differential.

Sec. 118. **Bank Fees and Charges**. From interest income appropriated by this Act, amounts may be used for the purpose of paying bank fees and charges as necessary.

Sec. 119. **Parking Facilities for Bicycles.** Each state agency that has charge and control of a state facility may use gifts and donations to provide ample, secure, and convenient bicycle parking for employees in and visitors to the facility.

OTHER PROVISIONS

Sec. 120. **Prison-produced Goods**. In order that all state agencies and institutions covered by this Act fully utilize funds herein appropriated, it is the intent of the Legislature that such agencies and institutions shall purchase goods produced by the Texas prison system when such goods are equal to or lower in price than goods of a comparable quality when purchased on the open market.

Sec. 121. **Acquisition of Property**. In order to conserve the moneys appropriated by this Act, the General Services Commission and the governing boards of the state institutions of higher learning either acting directly or through the General Services Commission or through any other state agency in behalf of their respective institutions, are hereby authorized to negotiate purchases of commodities and supplies of any kind or character whatsoever needed by any state agency with the duly authorized agencies of the federal government. However, any such commodities or supplies so purchased shall be obtained at a price not to exceed the prevailing market value thereof, and if there be no market value then at the real or intrinsic value.

It is further provided that only for the purposes of the expenditures authorized in the preceding paragraph, the General Services Commission and the governing boards of the state institutions of higher learning may waive the requirement of bidder's bond and performance bonds, otherwise required, in negotiating such purchases with the duly authorized representatives of the federal government.

Except as specifically authorized to do so by statute, none of the agencies for which appropriations are made in this Act shall accept the donation of real property or expend any of the moneys appropriated herein for the purchase of real property without the expressed permission and authorization of the Legislature. It is further provided that the institutions of higher education are specifically authorized to accept gifts or devises of real property from private sources for the establishment of scholarships, professorships, or other trusts for educational purposes, provided such property will not hereafter require educational and general funds appropriations by the Legislature for operation, maintenance, repair, or the construction of buildings.

Sec. 122. **Sale of Hearings Transcripts**. Proceeds from the sale of transcripts made by hearings reporters who are state employees shall be deposited in the State Treasury in all cases where the copies of the transcript are made on state time or using state supplies or equipment. State agencies allowing employees to retain proceeds from the sale of transcripts shall develop procedures for assuring that neither state equipment nor supplies are used in preparing copies of transcripts.

Sec. 123. **State Telephone System Use**. It is the intent of the Legislature that policy manuals of state agencies and institutions of higher education contain the directive that state employees be advised that an employee may be held liable for the cost difference between a non-state telecommunications system call and an system call, unless the non-system call meets the following standards: (1) the executive head certifies to the Comptroller that an emergency exists; (2) the General Services Commission determines the non-system call is most cost effective; or (3) the system network is not available at the location.

Sec. 124. **Telecommunication Revolving Account**. All moneys paid into this account in accordance with the provisions of Article 10 of Article 601b, V.T.C.S., are hereby appropriated and may be expended for the purposes set out in Article 10. This includes services such as planning, development of requests for information and proposals and contract negotiations. The balance in this account as of August 31, 1995, is hereby reappropriated and may be expended for those same purposes.

Sec. 125. **Centralized Capitol Complex Telephone System**. This section shall apply to state departments and agencies in the Capitol Complex area utilizing the state-owned Centralized Telephone Service of the General Services Commission.

Upon certification by the General Services Commission as to the pro rata share of the system for each using agency, a reimbursement to the General Services Commission shall be accomplished by the most efficient and expeditious procedure possible including the elimination of warrant issuance when feasible. Funds applicable to the state-owned Centralized Telephone Service shall be maintained in the Telecommunication Revolving Account but specifically identified. The Telecommunication Revolving Account shall be utilized as the depository for specific appropriations, reimbursements from using agencies, and shall be a source of funds to purchase, installment purchase, lease or otherwise acquire services, supplies, and equipment and to pay salaries, wages, and other costs directly attributable to the provisions and operations of the system.

All moneys paid into this account are appropriated for stated purposes and the balance at August 31, 1995, is reappropriated for the 1996 fiscal year and the balance at August 31, 1996, is reappropriated for fiscal year 1997. Not withstanding other provisions in this Act, the General Services Commission is authorized to enter into a lease-purchase or installment purchase agreement for equipment and related telephone lines, etc., for a state-owned Centralized Telephone System.

Sec. 126. **Use of TEX-AN Network**. The Legislature instructs state agencies to use the Texas Agency Network (TEX-AN) to the fullest extent possible. Funds appropriated by this Act to state agencies as defined in Section 1.02(2), Article 601b, V.T.C.S., shall not be expended for the acquisition of intercity telecommunications facilities or services until a determination has been made by the Telecommunications Services Division of the General Services Commission and the Department of Information Services (DIR) that the agency requirement for intercity telecommunications cannot be met by the TEX-AN network. State agencies shall not enter into or renew contracts with carriers or other providers of intercity telecommunications facilities or services without obtaining waivers from the Telecommunications Services Division and DIR certifying that the requested intercity telecommunications requirements cannot be provided at reasonable costs on the TEX-AN network. Waiver requests will be evaluated by the Telecommunications Services Division and DIR based on cost-effectiveness to the entire State of Texas. Waivers may be granted for specific periods of time and automatically expire upon the expiration date unless an extension is approved by the Telecommunications Services Division and DIR. Contracts for services obtained under waiver shall not extend beyond the expiration date of the waiver.

Sec. 127. **Unlisted Telephone Numbers Prohibited**. None of the funds appropriated by this Act shall be expended by any state agency, official or employee thereof, for the payment or rental or toll charges on telephones which are not listed or available from "Information Operators" at telephone exchanges. This section shall not prohibit unlisted telephone numbers used in providing access to computers, telephone system control centers, long distance networks, elevator control systems, and other tone controlled devices where restricted access to the telephone number is justified for security or other purposes, or in narcotic undercover operations or in detection of illegal sales of securities under the Securities Act.

Sec. 128. **Examination Fees**. All examination fees, including the cost of the examination, shall be collected by state agencies and the payment for the examination cost shall be paid from funds appropriated to the agency.

Sec. 129. **Use of State Energy Resources**. Before expending any funds appropriated by this Act for the acquisition of oil, gas, coal, lignite or other natural resource used in the production of energy, any agency or institution which leases land for mineral development through a board for lease as authorized by Natural Resources Code, Chapters 34, 35 or 36, shall use, to the greatest extent practical, resources produced from land owned by the institution or agency to meet the energy requirements of the particular institution or agency. In order to implement this provision, the various boards for lease shall include a provision in all mineral leases to allow the taking in kind of any royalties due to the state. Further, the leases may include a provision for placing state meters on all gas wells at the wellhead for monitoring the amount of gas taken.

Sec. 130. **In-kind Gas Program**. Under the authority of Subchapter H, Chapter 31 of the Natural Resources Code, the General Land Office shall review and approve any contract entered into by a state agency for the acquisition of an annual average of 100 MCF per day or more of natural gas used to meet its energy requirements. If the General Land Office is able to substitute a contract using in-kind royalty gas from state-owned lands or other gas for the contract under which the agency acquires or proposes to acquire its natural gas supplies, the Commissioner shall, on a monthly basis, inform the Comptroller of the savings being achieved by the agency and the Comptroller shall reduce the agency's utility appropriation authority accordingly. The Comptroller shall transfer the savings realized into the General Revenue Fund. The Comptroller shall report all such savings realized and all such transfers made into General Revenue to the Legislative Budget Board in the report dealing with Utility Appropriations required elsewhere in this article.

All state agencies when paying for goods and services that were purchased under an agreement that included a prompt payment discount shall submit the necessary payment documents or information to the Comptroller with sufficient lead time to allow the Comptroller to generate a payment or warrant and for the agency to deliver the warrant to the vendor in time to take advantage of the prompt payment discount.

Sec. 131. **State Preservation Board Approval.** State agencies appropriated funds to perform services with respect to the operation, maintenance, preservation and restoration of the State Capitol and Old General Land Office Building, or their contents and surrounding grounds, shall upon designation by the State Preservation Board expend funds appropriated by this Act to perform such services.

Sec. 132. **Collection of Funds for Institutional Clients**. It is the intent of the Legislature that all state agencies serving clients in institutions shall make every effort to collect funds from all available sources, including, but not limited to, hospitalization coverage and child support.

Sec. 133. **Retention of Mineral Rights**. No state lands shall be sold unless the mineral rights are retained by the state, unless impractical.

Sec. 134. **Access to State Lands**. The state shall require egress and ingress on all state lands when any state lands are sold, providing additional state lands in the immediate area an easement to a public thoroughfare.

No state funds shall be expended with any person, corporation or business entity for any purpose not presently specifically authorized by statute where that person, corporation or business entity denies the state access by easement to landlocked state properties. State funds shall be construed as any tax funds, bond monies guaranteed by the state or any other funds flowing to or through any state agency, board, commission, entity or authority and specifically includes river authorities.

Sec. 135. **State Property Use for State Purposes Required**. No person shall entrust state property to any state official or employee or to anyone else to be used for other than state purposes.

Sec. 136. **Use of Capital Trust Fund.**

1. It is the intent of the Legislature that all proceeds and interest deposited in the Capital Trust Fund to the credit of the Department of Mental Health and Mental Retardation and all receipts and interest received during the 1996-97 biennium from MHMR lands be expressly available for the purpose of funding future legislative appropriations for MHMR only. No proceeds or interest credited to the Capital Trust Fund for MHMR shall be available for appropriations benefitting any other state agency except as outlined in 2 below.

2. It is the intent of the Legislature that the Capital Trust Fund not be available or used by any agency for the purpose of paying salaries. In the event of conflict with other appropriation acts, any matching benefit charges for salaries paid from the fund must be treated as a charge against the appropriation for individual projects in order to conserve the integrity of cash received from each land sale.

Sec. 137. **Memberships or Dues for Professional Organizations**. In order to conserve funds appropriated by this Act to agencies and institutions, the agency head or head of a higher education unit, with exception of state libraries, shall review and grant prior approval for any expenditures for recurring memberships or dues to professional organizations.

Sec. 138. **Limitation on Expenditures for Leased Space**. None of the funds appropriated by this Act may be expended for leased office or building space for operations which are moved into newly constructed, purchased, expanded, or renovated state owned facilities funded from Texas Public Finance Authority Revenue Bonds.

Sec. 139. **Consolidation of Lease Space to State Owned Space.** In the event that any agency moves from leased space to state owned space subsequent to the passage of this Act, the Comptroller of Public Accounts is hereby directed to reduce funds appropriated to each affected agency, by an amount equal to the lease costs that would have been incurred for the remainder of the biennium had the agency remained in leased space, less the costs the agency incurs for moving, the agency's tenant finish-out expenses, and/or costs for maintenance, utilities, security, and lease payments to the Texas Public Finance Authority. In addition, appropriations identified in this section for general revenue-funded agencies may be used by the General Services Commission for payments to the Texas Public Finance Authority for debt service. Required moving and/or tenant finish-out costs incurred by an agency moving from leased to state owned space in fiscal year 1995 may be paid from 1996 year appropriations and costs incurred in 1996 may be paid from 1997 year appropriations as necessary to facilitate the move. Furthermore, the Comptroller of Public Accounts is hereby directed to transfer to the General Services Commission from special funds or accounts of those agencies that move into a state facility funded from Texas Public Finance Authority revenue bond proceeds, each agency's proportional share of the lease payments made for the facility as determined by the General Services Commission. The Comptroller shall reduce the amounts appropriated to the General Services Commission from the General Revenue Fund for Lease Payments, in the appropriate article of this Act, by an amount equal to the sum of the transfers from the special funds or accounts. The funds so transferred are hereby appropriated to the General Services Commission for the purposes of making lease payments to the Texas Public Finance Authority. The Comptroller is further directed to transfer to the General Services Commission from special or general revenue funds identified above, amounts necessary to pay costs for custodial, maintenance, utilities, security, and lease payments for newly acquired state-owned office space. Total amounts transferred to the General Services Commission shall not exceed net amounts available from the sources identified in this provision and are hereby appropriated to the General Services Commission.

Sec. 140. **Space Occupied by Agencies**. Agencies funded through appropriations made by this Act, other than those in Articles III and IV, but including the Higher Education Coordinating Board, shall make every effort to achieve and maintain a ratio of not more than one-hundred-fifty-three (153) square feet per employee, in conformance with V.T.C.S., Article 601b, Section 6.021(c), at each agency site for usable office space as defined by the General Services Commission, in both state-owned and leased buildings, insofar as possible without sacrifice of critical public or client services. For purposes of this provision, sites at which 15 or fewer employees are located may be excluded. This provision shall not be construed so as to require an agency to relocate to another facility or site if such relocation would result in an increased building rental cost. Each agency shall report its progress toward achieving this objective in its annual financial report required by this Act.

This section shall not apply to the Higher Education Coordinating Board until the Board's lease for office space in effect on the effective date of this Act expires or is terminated.

Sec. 141. **High Speed Rail.** As soon as practicable, the Texas High-Speed Rail Authority created by Senate Bill 1190, Acts of the Seventy-first Legislature, Regular Session, or its successor, shall reimburse the General Revenue Fund for the amounts appropriated by Senate Bill 222, Acts of the Seventy-first Legislature, Regular Session.

Sec. 142. **Coordinated Technology Training.** The Legislature instructs all state agencies to maximize the utilization of appropriated funds used for information resource technology training by coordinating their training plans each calendar quarter with the Department of Information Resources if such offerings meet agency requirements and are cost-competitive.

Sec. 143. **Job Notice Posting Waiver.** To the extent permissible by law, any agency affected by legislatively-mandated reorganizations and/or mergers may transfer or reassign an employee without the necessity of posting a job vacancy notice provided that the executive director of the agency certifies that each transfer or reassignment is necessary for the proper implementation of the reorganization and/or merger.

Sec. 144. **Transfer of Master Equipment Lease Purchase Program Payments.** The Texas Public Finance Authority is hereby authorized to transfer each agency's share of administrative fees and lease payments pursuant to the Master Equipment Lease Purchase Program from each agency's appropriations made elsewhere in this Act to the Texas Public Finance Authority Master Equipment Lease Purchase Program cost of issuance fund(s) and the State Lease Fund Account, respectively. Transfers for administrative fees and lease payments shall not be made earlier than fifteen (15) days prior to the date that debt service payment is required. The Texas Public Finance Authority may transfer funds necessary for Master Equipment Lease Purchase Program debt service payments from the State Lease Fund Account to the Texas Public Finance Authority Master Equipment Lease Purchase Program interest and sinking fund(s).

The Comptroller of Public Accounts shall assist the Texas Public Finance Authority in the transfer of lease payments. State agencies participating in the Master Equipment Lease Purchase Program shall cooperate in the timely transfer of lease payments to the Texas Public Finance Authority. The absence of specific Master Lease payment appropriations, identified in an agency's capital budget, shall not be construed to release an agency from lease payment obligations.

Sec. 145. **Agency's Participation in Master Equipment Lease Purchase Program.** It is the intent of the Legislature that all agencies participate in the Master Equipment Lease Purchase Program to the extent that the Master Equipment Lease Purchase Program is the most cost effective type of financing when using a lease-purchase method for acquisition of capital assets.

Sec. 146. **Administrative Fee Appropriation.** The administrative fees charged by the Comptroller of Public Accounts to cover the costs incurred as a result of administering the state employee organization membership fee deduction under Section 403.0165, Government Code, are to be deposited in the General Revenue Fund.

Sec. 147. **Alternative Fuels Finance Payments: Transfer and Appropriation.** The Texas Public Finance Authority (TPFA) is hereby authorized to transfer each agency's pro rata share of administrative fees and finance payments pursuant to the alternative fuels finance program from each agency's appropriations made elsewhere in this Act to the TPFA alternative fuels finance program cost of issuance fund(s) and the State Lease Fund Account, respectively. Transfers for administrative fees and lease payments shall not be made earlier than fifteen (15) days prior to the date that debt service payment is required. The TPFA may transfer funds necessary for alternative fuels finance program debt service payments from the State Lease Fund Account to the TPFA

alternative fuels finance program interest and sinking fund(s) and is hereby appropriated all necessary amounts from those funds for payment of debt service associated with the program. Any reimbursements or payments received by the TPFA for services rendered under agreement with any political subdivision of the state participating in the alternative fuels finance program are hereby appropriated to the TPFA for debt service payments associated with the program.

Sec. 148. **Use of State Facilities for Meetings and Conferences.** All state agencies shall make use of state owned facilities for meetings and conferences unless such facilities are not available on the needed date(s) or are not adequate to accommodate the meeting or conference.

Sec. 149. **Contracting Requirements.** No Article II or Article V agency shall contract with or issue a license, certificate or permit to the owner, operator or administrator of a facility if the license, permit or certificate has been revoked by another Article II or Article V agency.

Sec. 150. **Identification of Funds for Early Childhood Programs.** The Health and Human Services Commission, the Department of Commerce, and any appropriate interagency committee on early childhood programs shall coordinate efforts to identify potential sources of local, state, federal, and private funds and technical assistance to support collaboration and cooperation of local early child care and education programs.

Sec. 151. **Energy Saving Information Technology Equipment.** All state agencies shall consider costs of electrical energy in determining the "best value" for the agency in the procurement of information technology equipment. Those agencies, located in Capitol Complex buildings, whose electrical energy costs are paid by the General Services Commission, and who upgrade to more modern energy efficient equipment resulting in a continuing energy savings of 75% or more, shall be reimbursed for the calculated savings for the remainder of the biennium by a transfer of funds from the General Services Commission energy funds.

OTHER APPROPRIATIONS AND ADJUSTMENTS

Sec. 152. **Service Transfers.** Having determined that the reasonable costs of the services rendered by administrative and service departments or agencies of the state to certain state agencies in carrying out their statutory duties and responsibilities to be the sums herein indicated, the Legislature hereby adopts the foregoing fact-finding; and for the purpose of paying for such services there is hereby appropriated and the Comptroller of Public Accounts shall transfer from the following funds to the General Revenue Fund at the end of each fiscal year the following sums:

	For the Years Ending	
	August 31, 1996	August 31, 1997
State Highway Fund No. 6	$ 7,500,000	$ 7,500,000
Game, Fish and Water Safety Account No. 9	770,805	801,314
Clean Air Account No. 151	283,069	289,083
Water Quality Account No. 153	37,779	37,130
Pharmacy Board Operating Account No. 523	61,900	64,350
Hazardous and Solid Waste Fee Account No. 549	61,400	61,400
Hazardous and Solid Waste Remediation Fee Account No. 550	174,261	197,765
Solid Waste Disposal Fee Revenues	139,176	137,305
TOTAL	$ 9,028,390	$ 9,088,347

Sec. 153. **Reductions in Appropriations and Limitation on State Employment.**

1. It is the intent of the Legislature to limit the growth in the level of employment for state agencies and institutions of higher education. The amounts indicated as the "Number of Positions (FTE)" following the agency's items of appropriation in this Act are the target levels for each state agency and institution of higher education. The actual levels of employment shall be monitored by the Legislative Budget Board and the Governor's Office of Budget and Planning. Each state agency and institution of higher education shall report such information upon request.

2. The Comptroller of Public Accounts is hereby directed to reduce the appropriations made by this Act, including appropriations made in Article X, out of the General Revenue Fund, including General Revenue Fund-Consolidated and General Revenue Fund-Dedicated sources, by an amount equal to 1.26% of the total amount appropriated out of the above identified funding sources, excluding appropriations exempted from the application of this subsection, or $300,000,000 for the biennium, whichever amount is greater. To achieve this savings, appropriations from the above mentioned funding sources are hereby reduced on an equal percentage basis determined by the Comptroller of Public Accounts as necessary to achieve the reduction provided by this subsection.

   a. The reduction required by this subsection shall not apply to constitutionally dedicated funds; funds pledged to the payment of bonds or notes; funds appropriated for the Employees Retirement System, the Teacher Retirement System, Higher Education Employees Group Health Insurance, the Foundation School Program, Baylor College of Medicine, and the Baylor College of Dentistry; amounts necessary for salaries out of appropriations made in Article IV of this Act; or to items of appropriation designated as "estimated".

   b. The Comptroller of Public Accounts shall determine the amounts to be reduced pursuant to this subsection no later than October 1, 1995 and shall inform the Legislative Budget Board and the Governor as to the reduction amounts for each agency. The Comptroller of Public Accounts shall also inform each state agency and institution affected by the reductions no later than October 15, 1995.

3. It is the intent of the Legislature that at least 50% of the appropriation reductions made pursuant to subsection 2 of this section be applied by the affected agencies toward reductions in salary and personnel expenses.

4. In addition to the appropriation reductions contained elsewhere in this section, the Comptroller of Public Accounts is hereby directed to make reductions in appropriations to the Employees Retirement System (for retirement and group insurance) and to the Comptroller of Public Accounts (for Social Security contributions) in an estimated amount of $37.5 million in general revenue and general revenue related funds for the 1996-97 biennium.

5. In order to provide for flexibility in implementation of these reductions, state agencies and institutions of higher education may adjust the amount of reduction between fiscal years 1996 and 1997 by not more than 25% of the annual amount of reduction but must achieve a total reduction for the biennium in the amount determined by the Comptroller of Public Accounts. The Comptroller of Public Accounts may promulgate procedures for the implementation of this subsection.

6. State agencies and institutions of higher education shall identify, in operating budgets required by this Act, the strategies from which the reductions were made, the amount of

salary and personnel expense reductions and the number of full time equivalent employees reduced as compared to the fiscal year 1995 level, as estimated in the Request for Legislative Appropriations submitted by the agency or institution to the Legislature for the 1996-97 biennium. The information required by this subsection shall be reported for funds held within the state treasury and for funds held outside the state treasury.

Sec. 154. **Contingency for Elimination of State Contributions Towards Employee-Paid FICA Taxes**. Contingent upon the taking effect of S.B. 102 or similar legislation by the regular session of the 74th Legislature that eliminates state contributions toward the taxes paid by state employees and state-paid judges under the Federal Insurance Contributions Act (FICA), the following provisions take effect. To the extent of irreconcilable conflict between the following provisions and S.B. 102 or similar legislation, the latter prevails.

1. The appropriations made in this Act for the state's contribution toward the FICA taxes assessed on state employees and state-paid judges for compensation paid after December 31, 1995, and before September 3, 1997, are canceled and may not take effect. The appropriations for the state's matching contribution under FICA are not affected by this subsection.

2. Except as provided in Subsection (3) of this section, the Comptroller of Public Accounts is hereby appropriated from the General Revenue Fund and Other Funds for the fiscal biennium ending August 31, 1997, amounts sufficient to: (a) make benefit replacement payments to the state employees and state-paid judges who are entitled to receive them under S.B. 102 or similar legislation; (b) pay the increase in the state's matching contributions under FICA that results from the benefit replacement payments; and (c) pay the increase in the state's matching retirement contributions that results from the benefit replacement payments. This appropriation is subject to the proportionality requirements of Section 30 of this article. The Comptroller may allocate the appropriation to state agencies as the Comptroller deems necessary.

3. Subsection (2) of this section does not include appropriations to: (a) make benefit replacement payments to employees of public community colleges or public junior colleges; (b) pay the increase in those colleges' matching contributions under FICA that results from the benefit replacement payments; or (c) pay the increase in the colleges' matching retirement contributions that results from the benefit replacement payments. The colleges may make benefit replacement payments and payments of their increased FICA and retirement matching contributions only out funds appropriated to the colleges elsewhere in this Act or out of other available funds. To the extent other available funds are used, those funds are appropriated for that purpose. A provision of this Act other than this section does not apply to those funds unless the provision specifically makes the funds subject to that provision.

4. The purpose of the appropriations made in this section is to compensate for the reductions in net pay that state employees and state-paid judges otherwise would experience from the elimination of state contributions toward the taxes they pay under FICA. The cancellation of the appropriations in Subsection (1) of this section and the enactment of new appropriations in Subsections (2) and (3) of this section are necessary to implement S.B. 102 or similar legislation and to achieve the associated savings.

Sec. 155. **Reductions in Appropriations: Higher Education Retirement Programs**.

1. It is the intent of the Legislature that the recommendations developed by the Texas Performance Review (TPR) and described in *Gaining Ground* as recommendation ED 24, Apply the Proportionality Concept to Higher Education's Retirement Programs, be

adopted and implemented by the Teacher Retirement System and each affected institution of higher education. In order to achieve an identifiable General Revenue Fund savings of $120.2 million during the 1996-97 biennium the affected institutions of higher education shall pay to the Teacher Retirement System and the Optional Retirement Program, out of funds appropriated elsewhere in this Act and out of local funds, the amounts necessary to provide for the retirement program contribution obligations related to the payment of salaries from funds other than the General Revenue Fund.

2. The General Revenue Fund appropriations made by this Act to the Teacher Retirement System and the Optional Retirement Program are hereby reduced by $60.1 million for fiscal year 1996 and $60.1 million for fiscal year 1997.

3. Funds appropriated out of the General Revenue Fund by this Act to the Teacher Retirement System and the Optional Retirement Program by this Act may be expended for contributions for employees of institutions of higher education only in relationship to a salary or wage paid out of an appropriation from the General Revenue Fund. All other contributions for employees of institutions of higher education shall be from funds appropriated elsewhere in this Act or from funds held outside of the State Treasury and shall be made in proportion to the source of funds from which the respective employee's salary or wage is paid.

Each selected agency and each institution of higher education shall also provide a report detailing the findings resulting from the implementation of its plan to the Governor's Office of Budget and Planning and the Legislative Budget Board. The report shall be submitted in conjunction with the agency's Request for Legislative Appropriations.

It is the intent of the Legislature that the Legislative Budget Board incorporate a performance measure assessing customer satisfaction into the strategic planning and budget structure.

Sec. 156. **Outside Counsel for Prison Litigation.** Out of the funds appropriated elsewhere in this Act to the Office of the Attorney General and contingent upon passage of H.C.R. 76, S.C.R. 50, or similar legislation, up to $500,000 for the biennium may be used to pay attorney fees for outside counsel to represent the Legislature and certain other elected officials in litigation to terminate federal jurisdiction over the Texas prison and local jails as described in H.C.R. 76 and S.C.R. 50.

Sec. 157. **Contingency for Senate Bill 984.** If Senate Bill 984 is enacted by the Seventy-fourth Legislature at its regular session and becomes law, in addition to the other appropriations made by this Act, all amounts deposited in the community environmental equity fund during the fiscal biennium ending August 31, 1997, are appropriated for that period to the Community Environmental Equity Board for the purposes for which money in the fund may be used. If Senate Bill 984 does not become law, this provision has no effect.

Sec. 158. **Skills Development Fund.** Contingent upon the enactment of Senate Bill 596, Seventy-fourth Legislature, Regular Session, or similar legislation, and upon a finding of fact by the Comptroller of Public Accounts after certification of this Act that sufficient revenue is estimated to be available from the General Revenue Fund, there is hereby appropriated up to $25,000,000 for the 1996-97 biennium to the Texas Work Force Agency for the purposes of providing startup and emergency funds for community and technical colleges to offer customized training programs, and to sponsor networks of small and medium-sized companies to better meet business training needs. Prior to certification of this contingent appropriation to the Texas Work Force Agency, the Comptroller of Public Accounts must have estimated to be available, and encumbered, sufficient additional revenue to provide for payment during fiscal 1997 of any appropriations for the 1996-97 biennium for which payment was deferred until 1998. Any postponed allocation of motor fuels tax

revenue to the Highway Fund does not represent a deferred payment for purposes of construing this provision.

Sec. 159. **Contingent Appropriation for Emissions Testing.** Pursuant to the provisions of Senate Bill 178, 74th Legislature, R.S., in the event that the Governor determines that Federal requirements necessitate modifications in the emissions testing and pollution control system, there is hereby appropriated such amounts as may be necessary from additional fees and revenues received pursuant to the implementation of the modified system. The Governor and Legislative Budget Board may jointly allocate funds appropriated by this provision to appropriate state agencies and may determine to which funds or accounts such receipts are deposited. Appropriations made elsewhere in this Act from Fund/Account Numbers 274 or 151 may be used to pay any start-up costs and reimbursed from new revenues received under this appropriation.

Sec. 160. **Contingency Appropriation for the Telecommunications Infrastructure Fund Board.** Contingent upon the enactment of House Bill 2128, or similar legislation, by the 74th Legislature, Regular Session, relating to the provision of telecommunications and related services, the Telecommunications Infrastructure Fund Board is hereby appropriated all receipts deposited into the Telecommunications Infrastructure Fund pursuant to Section 3.606 of the Public Utility Regulatory Act not otherwise appropriated by this Act. None of the funds appropriated pursuant to this provision may be expended without prior approval of the Governor and the Legislative Budget Board.

Sec. 161. **Capital Construction Project, Legislative Services Office Building.** The Texas Public Finance Authority may issue revenue bonds or other revenue obligations in an amount estimated to be $46,000,000 to finance the construction of a legislative services office building to be known as the Robert E. Johnson Building. As provided by Article 601d, Vernon's Texas Civil Statutes, in recognition that cost estimates are not final at the time that the project is authorized for financing and that bonds may be issued to fund associated costs, including reasonably required reserve funds, capitalized interest, administrative costs of the authority and issuing expenses, the principal amount of any issuance of bond for this purpose may be in an amount not to exceed one and one-half the amount of the expected cost for the project being financed. From the proceeds of the issuance and sale of such bonds or obligations, such amounts as may be necessary to fund the associated costs of issuance are hereby appropriated to the Texas Public Finance Authority for the fiscal biennium beginning September 1, 1995. From the remaining proceeds of the issuance and sale of such bonds, such amounts as may be necessary to fund any costs relating to the construction of legislative services office building to be known as the Robert E. Johnson Building are hereby appropriated to the General Services Commission for the fiscal biennium beginning September 1, 1995. The capital project authorized in this section is not subject to limitations on capital budget expenditures included elsewhere in this Act.

Sec. 162. **Capital Construction Project, State Insurance Building.** The Texas Public Finance Authority may issue revenue bonds or other revenue obligations in an amount estimated to be $8,600,000 to finance the renovation of the old State Board of Insurance Building. As provided by Article 601d, Vernon's Texas Civil Statutes, in recognition that cost estimates are not final at the time that the project is authorized for financing and that bonds may be issued to fund associated costs, including reasonably required reserve funds, capitalized interest, administrative costs of the authority and issuing expenses, the principal amount of any issuance of bond for this purpose may be in an amount not to exceed one and one-half the amount of the expected cost for the project being financed. From the proceeds of the issuance and sale of such bonds or obligations, such amounts as may be necessary to fund the associated costs of issuance are hereby appropriated to the Texas Public Finance Authority for the fiscal biennium beginning September 1, 1995. The expenditure of funds appropriated by this section is hereby made contingent on the passage into law of Senate Bill 1070, Seventy-fourth Legislature, Regular Session, 1995. From the remaining proceeds of the issuance and sale of such bonds, such amounts as may be necessary to fund any

costs relating to the renovation of the old State Board of Insurance Building are hereby appropriated to the General Services Commission for the fiscal biennium beginning September 1, 1995. The capital project authorized in this section is not subject to limitations on capital budget expenditures included elsewhere in this Act.

Sec. 163. **Welfare Reform Provisions.** In addition to any additional conditions or limitations contained elsewhere in this section, the appropriations and appropriation reductions made by this section are hereby made contingent upon the enactment of House Bill 1863, or similar legislation, by the 74th Legislature, Regular Session.

1. **Maximize Federal Funding for Child Welfare Programs to implement recommendations in *Gaining Ground* and *Partnership for Independence*.** The Department of Protective and Regulatory Services (DPRS) shall increase federal funding of case management for children in protective services and foster care by classifying children in the conservatorship of the state and placed in homes of relatives as "children in substitute care," making them eligible for Medicaid. This recommendation is intended to increase federal reimbursement while maintaining or increasing services. Appropriations made from the General Revenue Fund to the Department of Protective and Regulatory Services are hereby reduced by $4,000,000 in fiscal year 1996 and $8,470,000 in fiscal year 1997.

2. **Use Automated Fingerprint Imaging to Prevent Duplication of Benefits.** Contingent upon passage of legislation and approval of any necessary waivers to implement the recommendation in *Partnership for Independence* to use automated fingerprint imaging, there is hereby appropriated from the General Revenue Fund to the Department of Human Services $270,000 in fiscal year 1996. General Revenue appropriations made to the Department of Human Services in fiscal year 1997 are reduced by $690,000.

3. **Provide Emergency Cash Assistance to Families in Crisis.** Contingent upon passage of legislation and approval of any necessary waivers to implement the provisions of the recommendations in *Partnership for Independence* that establishes a demonstration project to provide emergency cash payments for families at risk of becoming welfare recipients, the Department of Human Services is hereby appropriated $100,000 out of the General Revenue Fund for fiscal year 1996.

4. **Extend the Supported Work Period for AFDC Recipients to Reward Work and Achieve Independence.** Contingent upon passage of legislation and the approval of any necessary waivers to implement the recommendations included in *Partnership for Independence* to provide a demonstration project using Fill-the-Gap Budgeting, the Department of Human Services is hereby appropriated out of the General Revenue Fund $100,000 in fiscal year 1996 and $800,000 in fiscal year 1997.

5. **Remove Marriage Barriers for Low Income Couples.** Contingent upon passage of legislation and approval of any necessary waivers to implement the provisions of the recommendations included in *Partnership for Independence* that eliminate the work history and 100-hour requirements for AFDC-UP married couples, the Department of Human Services is hereby appropriated out of the General Revenue Fund $1,097,000 in fiscal year 1996 and $1,409,000 in fiscal year 1997.

6. **Use Welfare Reform Savings to Fund the Job Opportunities and Basic Skills Program (JOBS) and Child Care Services.** Contingent upon passage of HB 1863, 74th Legislature, appropriations out of the General Revenue Fund to the agency given responsibility for the JOBS program are hereby increased by $4,500,000 each year of the biennium for the JOBS program and employment-related child care services. This amount uses savings from welfare

reform implementation to fund additional services to assist public assistance clients to achieve employment and self-sufficiency.

7. **Use of Savings.** An agency that realizes any savings above the savings contained in the Appropriations Act as a result of changes established by HB 1863, 74th Legislature shall use all money saved exclusively for the purpose of aiding recipients of AFDC benefits to achieve employment and self-sufficiency or to aid families that are at risk of becoming dependent on AFDC. The programs that these savings may be used for include emergency benefits, transitional medical and child-care benefits, the JOBS program or other employment opportunity programs, or any additional programs that are used to help AFDC recipients or individuals at risk of becoming dependent on AFDC achieve or maintain employment and self-sufficiency.

8. **Improve Texans' Literacy Levels.** Contingent upon passage of legislation to implement the recommendations of *Gaining Ground* (WF 10) and *Partnership for Independence*, the Texas Center for Adult Literacy and Learning at Texas A&M University shall provide and assist DHS in the distribution of adult literacy learning tapes. Out of funds appropriated above, Texas A&M University shall allocate $110,000 each year of the biennium to provide these services.

9. **Improve the State's Medicaid Cost Recovery Program to Implement Recommendations in *Gaining Ground* (GG 9) and in *Partnership for Independence*.** The Texas Department of Health shall transfer into a sub-account of the Child Support Retained Collections Account, the lesser of half of the state's share of Medicaid costs recovered or saved from third-party insurance resources above existing efforts, or $2,592,000 for each year of the biennium. The amount transferred is hereby appropriated to the Child Support Enforcement Division of the Office of the Attorney General for child support enforcement purposes and is in addition to the appropriations made elsewhere in this Act.

10. **Use Increased Deposits for Child Support Enforcement Resulting from *Gaining Ground* and *Partnership for Independence* Recommendations.** Contingent upon a finding of fact by the Comptroller of Public Accounts, the Office of the Attorney General is hereby appropriated fifty percent of child support retained collections receipts in excess of the Comptroller's biennial certification estimate less the estimate for increased receipts generated by legislation related to increasing child support collections for the 1996-97 biennium. The additional receipts appropriated above the Comptroller's estimate would be those resulting from the passage of Senate Bill 793, Senate Bill 7, House Bill 1863, House Bill 433 or similar legislation.

	1996	1997
• New Measure: Percent of paternity acknowledgements for out of wedlock births	70%	70%

Sec. 164. **Contingency Appropriation for House Bill 785.**

1. Contingent upon the enactment of House Bill 785, or similar legislation transferring the regulation of manufactured housing to the Department of Housing and Community Affairs by the 74th Legislature, Regular Session, out of funds appropriated to the Department of Licensing and Regulation, the Department of Housing and Community affairs shall receive revenue associated with the regulation of manufactured housing in an amount not to exceed $3,400,000 each fiscal year of the biennium for the implementation of that Act, as indicated below:

	FY 1996	FY 1997
Federal Funds	$ 264,554	$ 264,554
General Revenue	$ 1,429,600	$ 1,429,600
Appropriated Receipts	$ 1,429,710	$ 1,429,710
Manufactured Homeowner's Recovery Fund #926	$ 276,136	$ 276,136
Total	$ 3,400,000	$ 3,400,000

2. In the event that the Texas Department of Licensing and Regulation retains responsibility for the regulation of manufactured housing, the department is hereby appropriated all additional revenues as authorized for the implementation of that Act.

Sec. 165. **Contingency Appropriation for Senate Bill 1214.** Contingent upon the enactment of Senate Bill 1214, or similar legislation relating to the registration and reporting by charitable organizations, by the 74th Legislature, Regular Session, the Office of the Attorney General is hereby appropriated $649,030 for fiscal year 1996 and $604,582 for fiscal year 1997 out of additional revenues collected pursuant to Senate Bill 1214 for the purpose of implementing that Act. The Office of the Attorney General is hereby authorized to transfer the appropriation made pursuant to this provision to the appropriate strategy items listed in the agency's bill pattern above. Funds appropriated by this provision may be expended for capital budget purposes notwithstanding limitations on capital budget expenditures elsewhere in this Act.

Sec. 166. **Workforce Program Consolidation.** The following provisions are contingent upon the enactment of House Bill 1863 creating a consolidated workforce development agency, by the 74th Legislature, Regular Session.

1. In accordance with recommendations developed by the Comptroller of Public Accounts and the Transition Oversight Committee pursuant to House Bill 1863, the amounts shown below shall be transferred to the Texas Workforce Commission (TWC). The amounts to be transferred shall not exceed the amount indicated for each fiscal year for each respective agency. Except for the Employment Commission, the amounts indicated below include indirect administrative costs associated with each strategy and appropriated in an item or items of appropriation for indirect administration.

	1996	1997
Department on Aging		
Strategy A.1.6., Volunteer and Employment	$ 4,971,124	$ 4,971,124
Department of Commerce		
Strategy A.1.1., Employment and Training	275,803,705	275,778,121
Employment Commission		
Goal A., Aid Job Seekers/Employers	68,271,463	69,785,776
Goal B., Provide Monetary Assistance	104,231,188	102,119,495
Goal C., Labor Market Information/ Analysis	4,983,906	5,048,750
Goal D., Indirect Administration	21,281,977	21,604,562

	1996	1997
Department of Human Services		
Strategy B.1.1., Employment Services	117,990,258	78,155,311
Strategy B.1.2., Child Care Services	192,327,931	198,383,691
Central Education Agency		
Strategy A.5.1., Adult Education/ Literacy	1,400,000	1,400,000
Proprietary Schools		
Strategy A.1.1., Equity & Achievement	1,601,679	1,600,165
Department of Criminal Justice		
Strategy C.2.3., Project RIO/ Job Placement	7,837,418	7,837,418
Texas Youth Commission		
Strategy B.1.1., Education Programs	700,000	800,000
General Services Commission		
Strategy C.1.1, Grant Support	271,078	271,057
TOTAL	$801,671,727	$767,755,470

2. The commissioners approved by the Governor to serve on the TWC shall be classified "Group 4" in the Scheduled Exempt Positions. The executive director appointed by the Commission shall be classified "Group 5" in the Scheduled Exempt Positions.

3. The Comptroller of Public Accounts shall be reimbursed an amount not to exceed $200,000 for the 1996-97 biennium for costs associated with the management study conducted of the workforce development programs as directed in that Act out of funds to be designated by the TWC.

4. The TWC is hereby authorized to expend funds out of the appropriation made pursuant to Section 158, Skills Development Fund, in this Article. Receipt of these funds are contingent upon certification by the Comptroller of Public Accounts of the availability of such funds and approval by the Governor's Office of Budget and Planning and the Legislative Budget Board.

5. The TWC shall adopt the *Core Performance Measures* adopted by the Texas Council on Workforce and Economic Competitiveness on May 27, 1994, and shall ensure all workforce programs include goals, objectives, strategies and performance measures. The TWC shall begin reporting, on a quarterly basis, to the Governor's Office of Budget and

Planning and the Legislative Budget Board on the core measures not later than February 29, 1996.

6. The TWC shall develop a budget to carry out the commission's duties and responsibilities pursuant to House Bill 1863. The budget must be submitted to the Governor's Office of Budget and Planning and the Legislative Budget Board for approval no later than October 1, 1995, or within thirty days of the appointment of an executive director. The budget shall identify funds appropriated and the method of financing for the biennium ending August 31, 1997.

Sec. 167. **Grievance Procedure: Department of Criminal Justice.**

1. Before January 1, 1996, the Board of Criminal Justice shall adopt employee disciplinary and grievance procedures in compliance with this section.

2. The Board's disciplinary procedures shall allow an employee of the department to be represented by a designee of the employee's selection who may participate in the hearing on behalf of an employee charged with any type of disciplinary violation.

3. The Board's grievance procedure shall attempt to solve problems through a process which recognizes the employee's right to bring grievances pursuant to the procedures in this section. The grievance procedure shall include either independent mediation or independent, non-binding arbitration of disputes between the employer and the employee if the disciplining authority recommends that the employee be terminated or the employee is terminated.

4. Any grievance or disciplinary hearing in which a department employee serves as a representative shall be held during normal business hours on a week day, unless the employer and employee agree otherwise. The employee subject to the hearing attends such hearing as a part of regular employment duties. An employee representative who is a department employee must obtain prior approval to be placed on unpaid leave to attend a hearing.

5. Nothing in this provision shall authorize expenditures of appropriated funds not authorized elsewhere in this Act and this section is specifically subject to Section 58 of this article.

RECAPITULATION - ARTICLE IX
GENERAL PROVISIONS
(General Revenue)

	For the Years Ending August 31, 1996	August 31, 1997
Service Transfers	$ -8,889,214	$ -8,951,042
Reductions in Appropriations and Limitation on State Employment	-168,750,000	-168,750,000
State Contribution for Social Security Taxes	-1,743,000	-15,479,000
Capital Construction Projects		
Contingency Appropriation - Welfare Reform Provisions	2,067,000	-2,451,000
Contingency Appropriation - S.B. 1214	649,030	604,582
TOTAL, ARTICLE IX - General Provisions	$ -176,666,184	$ -195,026,460

RECAPITULATION - ARTICLE IX
GENERAL PROVISIONS
(General Revenue - Consolidated)

	For the Years Ending August 31, 1996	August 31, 1997
Service Transfers	$	$
Reductions in Appropriations and Limitation on State Employment		
State Contribution for Social Security Taxes	-165,000	-1,467,000
Capital Construction Projects		
Contingency Appropriation - Welfare Reform Provisions		
Contingency Appropriation - S.B. 1214		
TOTAL, ARTICLE IX - General Provisions	$ -165,000	$ -1,467,000

RECAPITULATION - ARTICLE IX
GENERAL PROVISIONS
(Federal Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Service Transfers	$	$
Reductions in Appropriations and Limitation on State Employment		
State Contribution for Social Security Taxes		
Capital Construction Projects		
Contingency Appropriation - Welfare Reform Provisions		
Contingency Appropriation - S.B. 1214		
TOTAL, ARTICLE IX - General Provisions	$	$

RECAPITULATION - ARTICLE IX
GENERAL PROVISIONS
(Other Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Service Transfers	$	$
Reductions in Appropriations and Limitation on State Employment		
State Contribution for Social Security Taxes	-769,000	-6,828,000
Capital Construction Projects	54,600,000	
Contingency Appropriation - Welfare Reform Provisions		
Contingency Appropriation - S.B. 1214		
TOTAL, ARTICLE IX - General Provisions	$ 53,831,000	$ -6,828,000

RECAPITULATION - ARTICLE IX
GENERAL PROVISIONS
(All Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Service Transfers	$ -8,889,214	$ -8,951,042
Reductions in Appropriations and Limitation on State Employment	-168,750,000	-168,750,000
State Contribution for Social Security Taxes	-2,677,000	-23,774,000
Capital Construction Projects	54,600,000	
Contingency Appropriation - Welfare Reform Provisions	2,067,000	-2,451,000
Contingency Appropriation - S.B. 1214	649,030	604,582
TOTAL, ARTICLE IX - General Provisions	$ -123,000,184	$ -203,321,460

ARTICLE X

THE LEGISLATURE

Section 1. The several sums of money herein specified, or so much thereby as may be necessary, are appropriated out of any funds in the State Treasury not otherwise appropriated, or out of special funds as indicated, for the support, maintenance, or improvement of the designated legislative agencies.

SENATE

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Senate	$ 23,640,669	$ 23,839,958
Grand Total, SENATE	$ 23,640,669	$ 23,839,958

1. **Purposes for Which Appropriations May Be Expended.** Funds appropriated to the Senate may be expended for constitutionally authorized annual salaries for Members of the Senate and the Lieutenant Governor, per diem, other salaries and wages, consumable supplies and materials, current and recurring operating expenses, films, membership dues in any national or regional organization of legislative leaders, capital outlay, building repair and remodeling and other expenses of the Senate including interim expenses of the Seventy-fourth and Seventy-fifth Legislatures as may be authorized by law or by resolution.

2. **Unexpended Balances.** Any unexpended balances as of August 31, 1995, in the appropriations made by the Legislature to the Senate are hereby reappropriated to the Senate for the same purposes for the biennium beginning September 1, 1995.

HOUSE OF REPRESENTATIVES

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. House of Representatives	$ 25,370,710	$ 26,339,194
Grand Total, HOUSE OF REPRESENTATIVES	$ 25,370,710	$ 26,339,194

1. **Purposes For Which Appropriations May Be Expended.** Funds appropriated to the House of Representatives may be expended for Constitutionally authorized annual salaries for Members of the House of Representatives, per diem, other salaries and wages, consumable supplies and materials, current and recurring operating expenses, films, membership dues in the National Conference of State Legislatures and in any national or regional organization of legislative leaders, capital outlay, building repair and remodeling, and other expenses for the House of Representatives, including interim expenses of the Seventy-fourth and Seventy-fifth Legislatures as may be authorized by law or resolution.

2. **Appropriation of Fees: Rental Space in Capitol Building.** The House of Representatives shall charge a reasonable fee for rental of space within the State Capitol Building under its control and authority. Any fees so collected are hereby appropriated for use by the House during the biennium covered by this Act.

3. **Unexpended Balances.** Any unexpended balances as of August 31, 1995, in the appropriations made by the Legislature to the House of Representatives are hereby reappropriated to the House of Representatives for the same purposes for the biennium beginning September 1, 1995.

4. **Transfer Authority.** Transfers in an amount determined by the Speaker of the House may be made from these balances for the purpose of funding Senate Bill No. 54, Acts of the Sixty-fifth Legislature, Regular Session.

5. **Unexpended Balances: Senate and House of Representatives.** Any unexpended balances as of August 31, 1996 in the appropriations made hereinabove to the Senate and the House of Representatives are hereby reappropriated for the same purposes for the fiscal year beginning September 1, 1996.

6. **Transfer and Appropriation to Legislative Budget Board Account.** Out of the appropriations made in this Article for the Senate or the House of Representatives, there may be transferred, upon the written approval of the Lieutenant Governor or the Speaker of the House, to an appropriations account for the Legislative Budget Board such sums as may be deemed necessary but not to exceed an aggregate of $4,299,970 for the fiscal year beginning September 1, 1995 and $4,299,970 for the fiscal year beginning September 1, 1996, for maintaining the operations of said Legislative Budget Board. In addition to amounts identified elsewhere in this provision, there is hereby appropriated to the Legislative Budget Board out of the General Revenue Fund a total of $2,830,000 for the 1996-97 biennium in lieu of prior and other interagency transfers, including: $300,000 in each fiscal year from the Texas Education Agency for school finance modeling, $250,000 in each fiscal year from the Texas Education Agency for the Educational Economic Policy Center, $340,000 in each fiscal year from the Texas Department of Human Services for the Federal Funds Analysis Unit, and $525,000 in each fiscal year for other necessary expenses in carrying out the provisions of Chapter 322, Government Code.

   Such sums as may be transferred to an account for the Legislative Budget Board shall be budgeted by said board pursuant to Chapter 322, Government Code, and any amendments thereto including the payment of travel expenses and registration fees incurred by Budget Board members or members of its staff in attending meetings on problems of federal-state relations, interstate problems, problems affecting state or local governments, and meetings sponsored by the Council of State Governments or any of its affiliated organizations, and contributions incident to membership in national or regional organizations of state governments.

7. **Unexpended Balances: Legislative Budget Board.**

   a. Any unexpended balances as of August 31, 1995, in the appropriations made to the Legislative Budget Board for fiscal year 1995, are hereby reappropriated to the Legislative Budget Board for the biennium beginning September 1, 1995.

   b. Any unexpended balances as of August 31, 1996, in the appropriations made hereinabove to the Legislative Budget Board are hereby reappropriated for the same purposes for the fiscal year beginning September 1, 1996.

8. **Transfer to Sunset Advisory Commission Account and Unexpended Balances.**

   a. Out of the appropriations made in this Article for the Senate or the House of Representatives, there may be transferred upon the written approval of the Lieutenant Governor or the Speaker of the House, to an appropriations account for the Sunset Advisory Commission such sums as may be deemed necessary but not to exceed an aggregate of $1,068,945 for the fiscal year beginning September 1, 1995, and $1,054,846 for the fiscal year beginning September 1, 1996, for maintaining the operations of the commission. Any unexpended balances as of August 31, 1996, in the appropriations made hereinabove to the Sunset Advisory Commission are hereby reappropriated for the same purposes for the fiscal year beginning September 1, 1996.

   b. Any unexpended balances as of August 31, 1995, in the appropriations made to the Sunset Advisory Commission for fiscal year 1995, are hereby reappropriated to the Sunset Advisory Commission for the biennium beginning September 1, 1995.

LEGISLATIVE COUNCIL

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Legislative Council	$ 30,555,055	$ 27,674,533
Grand Total, LEGISLATIVE COUNCIL	$ 30,555,055	$ 27,674,533

1. **Purposes for Which Appropriations May Be Expended.** Funds appropriated to the Legislative Council may be expended for payment of salaries and other necessary expenses in carrying out the provisions of Chapter 324, Acts, Fifty-first Legislature, Regular Session, 1949 (Senate Bill No. 316), and Chapter 448, Acts, Fifty-eighth Legislature, Regular Session, 1963 (Senate Bill No. 367), and of the operation of the data processing division and for expenses and registration fees of members of the Council or of members of its staff and advisory committees in attending any meetings on problems of Federal-State relations, interstate relations, problems affecting state or local governments, or meetings sponsored by

the Council of State Governments; and for computer programs to assist in carrying out the statutory revision program (Chapter 448, Acts of the Fifty-eighth Legislature, 1963); completing updating, maintaining the statutory information retrieval program; and to provide data processing services to aid members and committees in accomplishing their legislative duties (Chapter 126, Acts of the Sixty-eighth Legislature, 1983). Out of funds appropriated above $1,000,000 annually shall be transferred each to the Senate and House of Representatives for printing costs and $50,000 each shall be transferred annually for moving expenses and the actual cost of legislative per diems of Members for Called Sessions of the 74th and 75th Legislature shall be transferred quarterly.

2. **Unexpended Balances.** Any unexpended balances as of August 31, 1995 in amounts previously appropriated to the Legislative Council are hereby reappropriated to the council for the biennium beginning September 1, 1995 for the purposes stated in rider provision 1 of the preceding appropriation to the council.

   Any unexpended balances in the appropriations account of the Legislative Council as of August 31, 1996 are hereby reappropriated to the Legislative Council for the fiscal year beginning September 1, 1996.

3. **Appropriation of Fees: Charges for Information Services.** In addition to other amounts appropriated, there is appropriated to the Legislative Council for the fiscal years beginning September 1, 1995 and September 1, 1996 any amounts received as charges under Section 323.014(c), Government Code.

COMMISSION ON UNIFORM STATE LAWS

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Commission on Uniform State Laws	$ 81,740	$ 81,741
Grand Total, COMMISSION ON UNIFORM STATE LAWS	$ 81,740	$ 81,741

1. **Purposes for Which Appropriations May Be Expended.** Funds appropriated to the Commission on Uniform State Laws may be expended for payment of the contribution by the State of Texas to the National Conference of Commissioners on Uniform State Laws and for payment of other necessary expenses of the commission in carrying out provisions of Chapter 415, Acts, Fifty-second Legislature, Regular Session, 1951, as amended by Chapter 735, Acts, Sixty-fifth Legislature, Regular Session, 1977, including the printing of the commission's report and travel expenses of members of the commission to attend annual meeting of the National Conference of Commissioner's on Uniform State Laws and travel to the state capitol on commission business.

COMMISSION ON UNIFORM STATE LAWS
(Continued)

2. **Unexpended Balances.** Any unexpended balances as of August 31, 1995 in the general appropriations made for the Commission on Uniform State Laws are hereby reappropriated to the Commission on Uniform State Laws for the same purposes for the biennium beginning September 1, 1995.

   Any unexpended balances in the appropriations of the Commission on Uniform State Laws as of August 31, 1996 are hereby reappropriated to the Commission on Uniform State Laws for the fiscal year beginning September 1, 1996.

STATE AUDITOR'S OFFICE

	For the Years Ending August 31, 1996	August 31, 1997
1. State Auditor		
a. State Auditor		
(1) State Auditor	$ 12,220,906	$ 12,220,906
Grand Total, STATE AUDITOR'S OFFICE	$ 12,220,906	$ 12,220,906
Method of Financing:		
General Revenue Fund	$ 11,220,906	$ 11,220,906
Other Special State Funds	1,000,000	1,000,000
Total, Method of Financing	$ 12,220,906	$ 12,220,906

1. **Legislative Audit Committee Direction.** The sums appropriated for the State Auditor's Office are to be expended under the direction and subject to the control of the Legislative Audit Committee in furtherance of the functions assigned by statute to the department.

2. **Fund Transfers for Reimbursement of Services.** In order that the General Revenue Fund may be reimbursed for the expenses of services performed for state agencies, departments, commissions, boards or divisions supported from funds other than the General Revenue Fund, it is hereby provided that the State Auditor may request the Comptroller to make transfers from unappropriated balances of such other funds to the General Revenue Fund. It is further provided that transfers may be requested from federal grant funds on deposit within special appropriations maintained by the state agencies, departments, commissions, boards or divisions in the General Revenue Fund. The amounts so requested for all transfers are to be based on actual costs of such services, and transfer of the requested amounts shall be made by the Comptroller with the approval of the Legislative Audit Committee.

   Where work is performed for state agencies, departments, commissions, boards or divisions that do not carry their funds in the State Treasury, it is hereby provided that reimbursement shall be made out of such funds to the General Revenue Fund for actual cost of such work, and billings therefor shall be made by the State Auditor with the approval of the Legislative Audit Committee.

3. **Appropriation of Reimbursements for Audit Activities.** Reimbursements received for work performed in fulfillment of federal audit requirements are hereby reappropriated to the State Auditor's Office.

   Reimbursements for costs incurred for work performed in auditing or oversight type reviews, as directed by the Legislature, of entities other than those defined as state departments and institutions of higher education, are hereby appropriated to the State Auditor's Office. (Examples of this type of work include reviews of river authorities, special districts, regional or metropolitan transit authorities, or other political subdivisions created by acts of the Legislature.)

4. **Unexpended Balances.** Any unexpended balance as of August 31, 1995, in amounts previously appropriated to the State Auditor from the General Revenue Fund is hereby reappropriated to the State Auditor for the same purposes for the biennium beginning September 1, 1995.

   Any unexpended balance remaining in the appropriations of the State Auditor as of August 31, 1996, is hereby reappropriated to the State Auditor for the same purposes for the fiscal year beginning September 1, 1996.

5. **Notification of State Auditor Reports.** The State Auditor shall provide copies of audit reports to the respective affected agencies and to the Legislative Audit Committee prior to public release of any audit or audit information.

LEGISLATIVE REFERENCE LIBRARY

	For the Years Ending August 31, 1996	August 31, 1997
Out of the General Revenue Fund:		
1. Legislative Reference Library	$ 820,837	$ 1,070,584
Grand Total, LEGISLATIVE REFERENCE LIBRARY	$ 820,837	$ 1,070,584

1. **Purposes for Which Appropriations May Be Expended.** Funds appropriated to the Legislative Reference Library may be expended for library administration and services, for salaries and wages, travel, consumable supplies and materials, current and recurring operating expenses, capital outlay, books and periodicals, and other necessary expenses to be expended under the direction of the Legislative Library Board.

2. **Unexpended Balances.** Any unexpended balances as of August 31, 1995, in the general appropriations made to the Legislative Reference Library are hereby reappropriated for the biennium beginning September 1, 1995.

Any unexpended balances as of August 31, 1996, in the appropriations made hereinabove to the Legislative Reference Library are hereby reappropriated for the same purposes for the fiscal year beginning September 1, 1996.

Sec. 2. (a) A provision of the General Provisions of this Act that restricts or limits the use or transfer of appropriated funds, or that imposes a duty or places a limitation or condition precedent on a state agency, applies to entities and appropriations under this Article only to the extent that the provision by its terms specifically and expressly applies to those entities or appropriations. A general reference to "funds appropriated by this Act" or similar words is not specific and express application for purposes of this section.

(b) Amounts appropriated under this Article may be transferred among entities covered by this Article in accordance with Chapter 326, Government Code.

Retirement and Group Insurance

	For the Years Ending August 31, 1996	August 31, 1997
General Revenue Fund, estimated		
A. Goal: EMPLOYEES RETIREMENT SYSTEM		
A.1.1. Strategy: RETIREMENT CONTRIBUTIONS Provide an actuarially sound level of funding as defined by state law; estimated	$ 3,645,990	$ 3,755,369
A.1.2. Strategy: GROUP INSURANCE Provide a basic health care and life insurance program for general state employees; estimated	$ 6,929,023	$ 6,975,787
Total, Goal A: EMPLOYEES RETIREMENT SYSTEM	$ 10,575,013	$ 10,731,156
Grand Total, RETIREMENT AND GROUP INSURANCE	$ 10,575,013	$ 10,731,156

Social Security

	For the Years Ending August 31, 1996	August 31, 1997
General Revenue Fund, estimated		
A. Goal: COMPTROLLER - SOCIAL SECURITY		
A.1.1. Strategy: STATE MATCH -- EMPLOYER Provide an employer match for Social Security contributions; estimated	$ 4,604,722	$ 4,742,864
A.1.2. Strategy: STATE MATCH -- EMPLOYEE Provide the state's contribution for the employee's share for Social Security; estimated	$ 1,921,239	$ 1,921,239
Total, Goal A: COMPTROLLER - SOCIAL SECURITY	$ 6,525,961	$ 6,664,103
Grand Total, SOCIAL SECURITY	$ 6,525,961	$ 6,664,103

RECAPITULATION - ARTICLE X
THE LEGISLATURE
(General Revenue)

	For the Years Ending August 31, 1996	August 31, 1997
Senate	$ 23,640,669	$ 23,839,958
House of Representatives	25,370,710	26,339,194
Legislative Budget Board	1,415,000	1,415,000
Legislative Council	30,555,055	27,674,533
Uniform State Laws, Commission on	81,740	81,741
State Auditor's Office	11,220,906	11,220,906
Legislative Reference Library	820,837	1,070,584
Subtotal, Legislature	$ 93,104,917	$ 91,641,916
Retirement and Group Insurance	10,575,013	10,731,156
Social Security	6,525,961	6,664,103
Subtotal, Employee Benefits	$ 17,100,974	$ 17,395,259
TOTAL, ARTICLE X - The Legislature	$ 110,205,891	$ 109,037,175

RECAPITULATION - ARTICLE X
THE LEGISLATURE
(Other Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Senate	$	$
House of Representatives		
Legislative Budget Board		
Legislative Council		
Uniform State Laws, Commission on		
State Auditor's Office	1,000,000	1,000,000
Legislative Reference Library		
Subtotal, Legislature	$ 1,000,000	$ 1,000,000
Retirement and Group Insurance		
Social Security		
Subtotal, Employee Benefits	$	$
TOTAL, ARTICLE X - The Legislature	$ 1,000,000	$ 1,000,000

RECAPITULATION - ARTICLE X
THE LEGISLATURE
(All Funds)

	For the Years Ending August 31, 1996	August 31, 1997
Senate	$ 23,640,669	$ 23,839,958
House of Representatives	25,370,710	26,339,194
Legislative Budget Board	1,415,000	1,415,000
Legislative Council	30,555,055	27,674,533
Uniform State Laws, Commission on	81,740	81,741
State Auditor's Office	12,220,906	12,220,906
Legislative Reference Library	820,837	1,070,584
Subtotal, Legislature	$ 94,104,917	$ 92,641,916
Retirement and Group Insurance	10,575,013	10,731,156
Social Security	6,525,961	6,664,103
Subtotal, Employee Benefits	$ 17,100,974	$ 17,395,259
TOTAL, ARTICLE X - The Legislature	$ 111,205,891	$ 110,037,175

ARTICLE XI. SAVINGS CLAUSE

If any section, sentence, clause or part of this Act shall for any reason be held to be invalid, such decision shall not affect the remaining portions of this act and it is hereby declared to be the intention of the Legislature to have passed each sentence, section, clause, or part thereof irrespective of the fact that any other sentence, section, clause or part thereof may be declared invalid.

ARTICLE XII. EMERGENCY CLAUSE

The importance of the legislation to the people of the State of Texas, and the crowded condition of the calendars in both Houses of the Legislature, create an emergency and an imperative public necessity that the Constitutional Rule requiring bills to be read on three separate days in each House be suspended, and said Rule is hereby suspended; and this Act shall take effect and be in force from and after its passage, and it is so enacted.

ARTICLE XI. SAVINGS CLAUSE

If any section, sentence, clause or part of this Act shall for any reason be held to be invalid, such decision shall not affect the remaining portions of this act and it is hereby declared to be the intention of the Legislature to have passed each sentence, section, clause, or part thereof irrespective of the fact that any other sentence, section, clause or part thereof may be declared invalid.

ARTICLE XII. EMERGENCY CLAUSE

The importance of the legislation to the people of the State of Texas, and the crowded condition of the calendars in both Houses of the Legislature, create an emergency and an imperative public necessity that the Constitutional Rule requiring bills to be read on three separate days in each House be suspended, and said Rule is hereby suspended; and this Act shall take effect and be in force from and after its passage, and it is so enacted.