

By: Pitts

H.B. No. 1025

A BILL TO BE ENTITLED

AN ACT

1  
2 relating to making supplemental appropriations and reductions in  
3 appropriations and giving direction and adjustment authority  
4 regarding appropriations.

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

6 SECTION 1. APPROPRIATION REDUCTION: TEXAS PUBLIC FINANCE  
7 AUTHORITY. The unencumbered appropriations from undedicated or  
8 dedicated portions of the general revenue fund to the Texas Public  
9 Finance Authority for use during the state fiscal biennium ending  
10 August 31, 2013, for bond debt service payments made by Chapter 1355  
11 (H.B. 1), Acts of the 82nd Legislature, Regular Session, 2011 (the  
12 General Appropriations Act), including appropriations authorized  
13 under Rider 2 to the bill pattern of the appropriations to the  
14 authority, are reduced by a total aggregate reduction of  
15 \$22,601,012. The Texas Public Finance Authority shall identify the  
16 strategies and objectives out of which the indicated reduction is  
17 to be made.

18 SECTION 2. TEXAS DEPARTMENT OF TRANSPORTATION: ROAD REPAIRS  
19 IN ENERGY SECTORS. An amount of \$110,000,000 of unencumbered  
20 appropriations from the general revenue fund to the Texas  
21 Department of Transportation for use during the state fiscal  
22 biennium ending August 31, 2013, made by Chapter 1355 (H.B. 1), Acts  
23 of the 82nd Legislature, Regular Session, 2011 (the General  
24 Appropriations Act), for Strategy G.1.1, General Obligation Bonds,

1 is appropriated to the Texas Department of Transportation for the  
2 two-year period beginning on the effective date of this Act for the  
3 purposes for which amounts appropriated by that Act to the  
4 department for Strategy C.1.2, New Maintenance Contracts, may be  
5 used, including repairs to roadways and bridges for damage caused  
6 by oversize vehicles or overweight loads used in the development  
7 and production of energy or by above normal usage of roadways and  
8 bridges by vehicles used in the development and production of  
9 energy. Of the money appropriated to the Department of  
10 Transportation under this section, not less than 50 percent must be  
11 distributed to counties in oil and gas production regions for the  
12 purpose of maintaining and repairing roads affected by increased  
13 energy production activities.

14 SECTION 3. APPROPRIATION REDUCTION: DEBT SERVICE PAYMENTS  
15 - NON-SELF SUPPORTING GENERAL OBLIGATION WATER BONDS. The  
16 unencumbered appropriations from the general revenue fund to the  
17 Water Development Board for Debt Service Payments for Non-Self  
18 Supporting G.O. Water Bonds for use during the state fiscal  
19 biennium ending August 31, 2013, made by Chapter 1355 (H.B. 1), Acts  
20 of the 82nd Legislature, Regular Session, 2011 (the General  
21 Appropriations Act), are reduced by the following amounts:

22 (1) \$2,263,813 from Strategy A.1.1, EDAP Debt Service;  
23 and

24 (2) \$5,271,541 from Strategy A.1.3, WIF Debt Service.

25 SECTION 4. APPROPRIATION REDUCTION: DEPARTMENT OF FAMILY  
26 AND PROTECTIVE SERVICES. The unencumbered appropriations from the  
27 general revenue fund to the Department of Family and Protective

1 Services for use during the state fiscal biennium ending August 31,  
2 2013, made by Chapter 1355 (H.B. 1), Acts of the 82nd Legislature,  
3 Regular Session, 2011 (the General Appropriations Act), for  
4 Strategy B.1.11, Foster Care Payments, are reduced by the amount of  
5 \$11,489,949.

6 SECTION 5. APPROPRIATION REDUCTION: HEALTH AND HUMAN  
7 SERVICES COMMISSION. The unencumbered appropriations from the  
8 general revenue fund to the Health and Human Services Commission  
9 for use during the state fiscal biennium ending August 31, 2013,  
10 made by Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular  
11 Session, 2011 (the General Appropriations Act), for Strategy D.1.1,  
12 TANF (Cash Assistance) Grants, are reduced by the amount of  
13 \$2,330,351.

14 SECTION 6. APPROPRIATION REDUCTION: HIGHER EDUCATION  
15 EMPLOYEES GROUP INSURANCE CONTRIBUTIONS. The unencumbered  
16 appropriations from the general revenue fund to the Higher  
17 Education Employees Group Insurance Contributions for use during  
18 the state fiscal biennium ending August 31, 2013, made by Chapter  
19 1355 (H.B. 1), Acts of the 82nd Legislature, Regular Session, 2011  
20 (the General Appropriations Act), for Strategy A.1.11, UT  
21 Medical - Galveston, are reduced by the amount of \$1,400,437.

22 SECTION 7. APPROPRIATION REDUCTION: UNIVERSITY OF TEXAS AT  
23 AUSTIN. The unencumbered appropriations from the general revenue  
24 fund to the University of Texas at Austin for use during the state  
25 fiscal biennium ending August 31, 2013, made by Chapter 1355 (H.B.  
26 1), Acts of the 82nd Legislature, Regular Session, 2011 (the  
27 General Appropriations Act), for Strategy C.4.1, Institutional

1 Enhancement, are reduced by the amount of \$2,000,000.

2 SECTION 8. APPROPRIATION REDUCTION: UNIVERSITY OF TEXAS AT  
3 DALLAS. The unencumbered appropriations from the general revenue  
4 fund to the University of Texas at Dallas for use during the state  
5 fiscal biennium ending August 31, 2013, made by Chapter 1355 (H.B.  
6 1), Acts of the 82nd Legislature, Regular Session, 2011 (the  
7 General Appropriations Act), for Strategy A.1.1, Operations  
8 Support, are reduced by the amount of \$890,622.

9 SECTION 9. APPROPRIATION REDUCTION: TEXAS A&M AGRILIFE  
10 RESEARCH. The unencumbered appropriations from general revenue  
11 account number 151, Clean Air, to Texas A&M AgriLife Research for  
12 use during the state fiscal biennium ending August 31, 2013, by  
13 Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular  
14 Session, 2011 (the General Appropriations Act), for Strategy A.1.1,  
15 Agricultural/Life Sciences Research, are reduced by the amount of  
16 \$12,500.

17 SECTION 10. FACILITIES COMMISSION: UTILITY COSTS. (a) In  
18 addition to amounts previously appropriated for the state fiscal  
19 biennium ending August 31, 2013, the amount of \$1,400,000 is  
20 appropriated out of the general revenue fund to the Facilities  
21 Commission for Strategy B.2.1, Facilities Operation, as listed in  
22 Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular  
23 Session, 2011 (the General Appropriations Act), for the two-year  
24 period beginning on the effective date of this Act for the purpose  
25 of providing for payment of increased utility costs as a result of  
26 an increase in utility rates.

27 (b) Money appropriated by this section may not be used by

1 the commission for a purpose other than payment of utility expenses  
2 without the prior written approval of the Legislative Budget Board.

3 SECTION 11. VETERANS COMMISSION: STRIKE FORCE TEAMS;  
4 REPAYMENT OF DEFICIENCY. (a) In addition to amounts previously  
5 appropriated for the state fiscal biennium ending August 31, 2013,  
6 the amount of \$1,546,003 is appropriated out of the general revenue  
7 fund to the Veterans Commission for the state fiscal year ending  
8 August 31, 2013, for the purpose of creating two state strike force  
9 teams to address the backlog of claims in Houston and Waco and to  
10 hire additional counselors to be located in hospitals and clinics  
11 operated by the United States Department of Veterans Affairs.

12 (b) In addition to the number of full-time equivalent  
13 employees (FTEs) the Veterans Commission is authorized by other law  
14 to employ during the state fiscal year ending August 31, 2013, the  
15 commission may employ an additional 16.0 FTEs during that state  
16 fiscal year.

17 (c) In addition to amounts previously appropriated for the  
18 state fiscal biennium ending August 31, 2013, the amount of  
19 \$500,000 is appropriated out of the general revenue fund to the  
20 Veterans Commission for the state fiscal year ending August 31,  
21 2013, for the purpose of repaying a deficiency grant made under  
22 Section 403.075, Government Code.

23 SECTION 12. UNIVERSITY OF HOUSTON - CLEAR LAKE. In addition  
24 to amounts previously appropriated for the state fiscal biennium  
25 ending August 31, 2013, the amount of \$200,000 is appropriated out  
26 of the general revenue fund to the University of Houston - Clear  
27 Lake for Strategy A.1.4, Workers' Compensation Insurance, as listed

1 in Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular  
2 Session, 2011 (the General Appropriations Act), for the state  
3 fiscal year ending August 31, 2013, for the purpose of current  
4 operations.

5 SECTION 13. UNIVERSITY OF HOUSTON: TEXAS OPTOMETRY CAREER  
6 OPPORTUNITIES PROGRAM. Out of the unspent and unencumbered balance  
7 of general revenue fund appropriations made to the University of  
8 Houston for the state fiscal biennium ending August 31, 2013, the  
9 University of Houston may allocate and use any donations, gifts, or  
10 endowments received by the University of Houston, for the  
11 establishment and operation of the Texas Optometry Career  
12 Opportunities Program.

13 SECTION 14. TEXAS A&M ENGINEERING EXTENSION SERVICE. In  
14 addition to amounts previously appropriated for the state fiscal  
15 biennium ending August 31, 2013, the amount of \$1,678,703 is  
16 appropriated out of the general revenue fund to the Texas A&M  
17 Engineering Extension Service for the state fiscal year ending  
18 August 31, 2013, for the purpose of reimbursing the agency for  
19 state-directed deployments for natural disasters.

20 SECTION 15. TEXAS A&M AGRILIFE RESEARCH. In addition to  
21 amounts previously appropriated for the state fiscal biennium  
22 ending August 31, 2013, the amount of \$162,500 is appropriated out  
23 of the general revenue fund to Texas A&M AgriLife Research for the  
24 state fiscal year ending August 31, 2013, for the purpose of current  
25 operations.

26 SECTION 16. JUDICIARY SECTION, COMPTROLLER'S DEPARTMENT.  
27 In addition to amounts previously appropriated for the state fiscal

1 biennium ending August 31, 2013, the amount of \$475,000 is  
2 appropriated out of the general revenue fund to the Judiciary  
3 Section, Comptroller's Department, for Strategy D.1.8, Juror Pay,  
4 as listed in Chapter 1355 (H.B. 1), Acts of the 82nd Legislature,  
5 Regular Session, 2011 (the General Appropriations Act), for the  
6 state fiscal year ending August 31, 2013, for the purpose of  
7 reimbursing the agency for a transfer to Strategy D.1.10, Indigent  
8 Inmate Defense, as listed in Chapter 1355 (H.B. 1), Acts of the 82nd  
9 Legislature, Regular Session, 2011 (the General Appropriations  
10 Act), to cover costs of providing legal representation for an  
11 inmate in a capital murder trial.

12 SECTION 17. DEPARTMENT OF CRIMINAL JUSTICE: CORRECTIONAL  
13 MANAGED HEALTH CARE. In addition to amounts previously  
14 appropriated for the state fiscal biennium ending August 31, 2013,  
15 the amount of \$39,000,000 is appropriated out of the general  
16 revenue fund to the Department of Criminal Justice for the state  
17 fiscal year ending August 31, 2013, for the purpose of providing for  
18 correctional managed health care.

19 SECTION 18. COMMISSION ON ENVIRONMENTAL QUALITY: ELEPHANT  
20 BUTTE LITIGATION EXPENSES. In addition to amounts previously  
21 appropriated for the state fiscal biennium ending August 31, 2013,  
22 the amount of \$500,000 is appropriated out of general revenue  
23 account number 153, Water Resource Management, to the Commission on  
24 Environmental Quality for the two-year period beginning on the  
25 effective date of this Act for the purpose of paying for Elephant  
26 Butte litigation expenses.

27 SECTION 19. PARKS AND WILDLIFE DEPARTMENT: REVENUE

1 SHORTFALL. In addition to amounts previously appropriated for the  
2 state fiscal biennium ending August 31, 2013, the amount of  
3 \$889,000 is appropriated out of the general revenue fund to the  
4 Parks and Wildlife Department for the two-year period beginning on  
5 the effective date of this Act for the purpose of providing for  
6 state park operations as a result of a revenue shortfall.

7 SECTION 20. LIBRARY AND ARCHIVES COMMISSION:  
8 DIRECTOR-LIBRARIAN SALARY. (a) In addition to amounts previously  
9 appropriated for the state fiscal biennium ending August 31, 2013,  
10 the amount of \$35,500 is appropriated out of the general revenue  
11 fund to the Library and Archives Commission for the fiscal year  
12 ending August 31, 2013, for the purpose of providing a salary rate  
13 increase for the Director-Librarian.

14 (b) Notwithstanding the rate of salary in the bill pattern  
15 of the Library and Archives Commission in Chapter 1355 (H.B. 1),  
16 Acts of the 82nd Legislature, Regular Session, 2011 (the General  
17 Appropriations Act), the rate of salary for the Director-Librarian  
18 is \$140,000 for the state fiscal year ending August 31, 2013.

19 SECTION 21. TEXAS A&M FOREST SERVICE: APPROPRIATIONS FOR  
20 GENERAL COSTS CAUSED BY WILDFIRES. In addition to amounts  
21 previously appropriated for the state fiscal biennium ending August  
22 31, 2013, the amount of \$161,065,711 is appropriated out of the  
23 economic stabilization fund to the Texas A&M Forest Service for the  
24 state fiscal year ending August 31, 2013, for the purpose of paying  
25 for, or reimbursing payments made for, costs incurred by the Texas  
26 A&M Forest Service associated with wildfires.

27 SECTION 22. DEPARTMENT OF PUBLIC SAFETY: APPROPRIATIONS FOR



1 GENERAL COSTS CAUSED BY WILDFIRES. In addition to amounts  
2 previously appropriated for the state fiscal biennium ending August  
3 31, 2013, the amount of \$2,700,000 is appropriated out of the  
4 economic stabilization fund to the Department of Public Safety for  
5 the state fiscal year ending August 31, 2013, for the purpose of  
6 paying for, or reimbursing payments made for, costs incurred by the  
7 Department of Public Safety associated with wildfires.

8 SECTION 23. PARKS AND WILDLIFE DEPARTMENT: APPROPRIATIONS  
9 FOR COSTS CAUSED BY WILDFIRES AT THE BASTROP STATE PARK AND BASTROP  
10 REGIONAL PARK OFFICE. In addition to amounts previously  
11 appropriated for the state fiscal biennium ending August 31, 2013,  
12 the amount of \$4,892,440 is appropriated out of the economic  
13 stabilization fund to the Parks and Wildlife Department for the  
14 two-year period beginning on the effective date of this Act for the  
15 purpose of paying for, or reimbursing payments made for, costs  
16 incurred by the Parks and Wildlife Department associated with  
17 wildfires that occurred at the Bastrop State Park and Bastrop  
18 regional park office.

19 SECTION 24. RAILROAD COMMISSION: INFORMATION TECHNOLOGY  
20 MODERNIZATION. (a) In addition to amounts previously appropriated  
21 for the state fiscal biennium ending August 31, 2013, the amount of  
22 \$16,711,989 is appropriated out of general revenue dedicated  
23 account number 5155, Oil and Gas Regulation and Cleanup Account, to  
24 the Railroad Commission for the two-year period beginning on the  
25 effective date of this Act for the purpose of modernization of  
26 information technology.

27 (b) In addition to the number of full-time equivalent

1 employees (FTEs) the Railroad Commission is authorized by other law  
2 to employ during the two-year period beginning on the effective  
3 date of this Act, the commission may employ an additional 11.0 FTEs  
4 in each of those years.

5 SECTION 25. DEPARTMENT OF STATE HEALTH SERVICES:  
6 DISPROPORTIONATE SHARE HOSPITAL PROGRAM. In addition to amounts  
7 previously appropriated for the state fiscal biennium ending August  
8 31, 2013, the amount of \$170,000,000 is appropriated out of general  
9 revenue dedicated account number 5111, Trauma Facility and EMS  
10 Account, to the Department of State Health Services for the state  
11 fiscal year ending August 31, 2013, for the purpose of entering into  
12 an interagency contract to transfer money from that account from  
13 that department to the Health and Human Services Commission to  
14 provide for the non-federal share for the Medicaid disproportionate  
15 share hospital program.

16 SECTION 26. TRUSTEED PROGRAMS WITHIN THE OFFICE OF THE  
17 GOVERNOR: DISASTER RECOVERY. (a) In addition to amounts  
18 previously appropriated for the state fiscal biennium ending August  
19 31, 2013, the following amounts are appropriated out of the  
20 economic stabilization fund to the Trusteed Programs within the  
21 Office of the Governor for the two-year period beginning on the  
22 effective date of this Act for purposes of wildfire recovery,  
23 remediation, and mitigation activities related to wildfires in  
24 Bastrop, Cass, and Marion Counties:

25 (1) \$4,398,000 to address the needed repair and  
26 rehabilitation of roads, bridges, culverts, and parks, and to  
27 complete hazardous debris removal and fire risk-mitigation

1 activities in Bastrop County; and

2 (2) an amount not to exceed \$1,000,000 for  
3 reimbursements to responders for work related to the Bear Creek  
4 wildfires in Cass and Marion Counties.

5 (b) Money appropriated by this section shall be allocated to  
6 specific projects to maximize the receipt of federal money  
7 available for similar purposes. Money appropriated by this section  
8 may not be spent on activities conducted on private property.

9 SECTION 27. TRUSTEED PROGRAMS WITHIN THE OFFICE OF THE  
10 GOVERNOR: DISASTER RECOVERY FOR WEST, TEXAS. Out of funds  
11 appropriated to the Trusteed Programs within the Office of the  
12 Governor for the state fiscal biennium ending August 31, 2013, in  
13 Strategy A.1.2, Disaster Funds, the Trusteed Programs within the  
14 Office of the Governor shall prioritize \$2,000,000 out of general  
15 revenue funds for disaster recovery efforts in West, Texas.

16 SECTION 28. TEXAS EDUCATION AGENCY: FOUNDATION SCHOOL  
17 PROGRAM. In addition to amounts previously appropriated for the  
18 state fiscal biennium ending August 31, 2013, the amount of  
19 \$500,000,000 is appropriated out of general revenue account number  
20 193, Foundation School Fund, to the Texas Education Agency for  
21 Strategy A.1.1, FSP - Equalized Operations, as listed in Chapter  
22 1355 (H.B. 1), Acts of the 82nd Legislature, Regular Session, 2011  
23 (the General Appropriations Act), for the state fiscal year ending  
24 August 31, 2013, for the purpose of making payments to independent  
25 school districts and charter schools eligible for funding through  
26 the Foundation School Program. Money appropriated by this section  
27 shall be distributed in an equal amount per student in weighted

1 average daily attendance (WADA) in eligible districts or charter  
2 schools for school year 2012-2013 in an amount not to exceed \$72.50  
3 per WADA. It is the intent of the legislature that the amount of  
4 money appropriated by this section is in addition to the amount of  
5 money required to fully fund entitlement under the Foundation  
6 School Program.

7 SECTION 29. HIGHER EDUCATION COORDINATING BOARD: TEXAS  
8 RESEARCH INCENTIVE PROGRAM. In addition to amounts previously  
9 appropriated for the state fiscal biennium ending August 31, 2013,  
10 the amount of \$34,500,000 is appropriated out of the general  
11 revenue fund to the Higher Education Coordinating Board for  
12 Strategy B.1.16, Texas Research Incentive Program, as listed in  
13 Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular  
14 Session, 2011 (the General Appropriations Act), for the two-year  
15 period beginning on the effective date of this Act, for the purpose  
16 of distributing money to emerging research universities based on a  
17 match for certain private donations.

18 SECTION 30. DEPARTMENT OF CRIMINAL JUSTICE: JONES COUNTY  
19 CORRECTIONAL FACILITY. (a) In addition to amounts previously  
20 appropriated for the state fiscal biennium ending August 31, 2013,  
21 the amount of \$19,500,000 is appropriated out of the general  
22 revenue fund to the Department of Criminal Justice for Strategy  
23 D.1.2, Lease-Purchase of Facilities, as listed in Chapter 1355  
24 (H.B. 1), Acts of the 82nd Legislature, Regular Session, 2011 (the  
25 General Appropriations Act), for the two-year period beginning on  
26 the effective date of this Act, for the purpose of purchasing a  
27 correctional facility located in Jones County.

1 (b) Money appropriated by this section may not be used by  
2 the department for a purpose other than purchasing a correctional  
3 facility located in Jones County without the prior written approval  
4 of the Legislative Budget Board.

5 SECTION 31. DEPARTMENT OF AGRICULTURE: ACCESS TO HEALTHY  
6 FOOD GRANT PROGRAM. In addition to amounts previously appropriated  
7 for the state fiscal biennium ending August 31, 2013, the amount of  
8 \$10,000,000 is appropriated out of the general revenue fund to the  
9 Department of Agriculture for Strategy D.2.1, Nutrition  
10 Assistance, as listed in Chapter 1355 (H.B. 1), Acts of the 82nd  
11 Legislature, Regular Session, 2011 (the General Appropriations  
12 Act), for the two-year period beginning on the effective date of  
13 this Act for the purpose of sourcing healthy food by Texas food  
14 banks for distribution in food deserts and other underserved  
15 communities.

16 SECTION 32. JUDICIARY SECTION, COMPTROLLER'S DEPARTMENT:  
17 REVENUE SHORTFALL. In addition to amounts previously appropriated  
18 for the state fiscal biennium ending August 31, 2013, an amount  
19 (estimated to be \$7,495,137) is appropriated out of the general  
20 revenue fund to the Judiciary Section, Comptroller's Department,  
21 for Strategy A.1.1, District Judges, as listed in Chapter 1355  
22 (H.B. 1), Acts of the 82nd Legislature, Regular Session, 2011 (the  
23 General Appropriations Act), for the state fiscal year ending  
24 August 31, 2013, for the purpose of paying salaries for district  
25 judges and prosecuting attorneys.

26 SECTION 33. TEXAS EDUCATION AGENCY: DATA CENTER SERVICES.  
27 In addition to amounts previously appropriated for the state fiscal

1 biennium ending August 31, 2013, the amount of \$517,000 is  
2 appropriated out of the general revenue fund to the Texas Education  
3 Agency for Strategy B.3.5, Information Systems - Technology, as  
4 listed in Chapter 1355 (H.B. 1), Acts of the 82nd Legislature,  
5 Regular Session, 2011 (the General Appropriations Act), for the  
6 state fiscal year ending August 31, 2013, for the purpose of costs  
7 related to data center services.

8 SECTION 34. PARKS AND WILDLIFE DEPARTMENT: CEDAR BAYOU  
9 RESTORATION. In addition to amounts previously appropriated for  
10 the state fiscal biennium ending August 31, 2013, the amount of  
11 \$7,000,000 is appropriated out of general revenue dedicated account  
12 number 9, Game, Fish, and Water Safety, to the Parks and Wildlife  
13 Department for Strategy A.2.3, Coastal Fisheries Management, as  
14 listed in Chapter 1355 (H.B. 1), Acts of the 82nd Legislature,  
15 Regular Session, 2011 (the General Appropriations Act), for the  
16 two-year period beginning on the effective date of this Act, for the  
17 purpose of the Cedar Bayou Restoration Project in Aransas County.

18 SECTION 35. HIGHER EDUCATING COORDINATING BOARD: GRADUATE  
19 MEDICAL EDUCATION EXPANSION. (a) In addition to amounts  
20 previously appropriated for the state fiscal biennium ending August  
21 31, 2013, the amount of \$17,000,000 is appropriated out of the  
22 general revenue fund to the Higher Education Coordinating Board for  
23 the two-year period beginning on the effective date of this Act for  
24 the purpose of expansion of first-year residency positions. Money  
25 appropriated by this section must be allocated as provided by this  
26 section.

27 (b) A portion of the money appropriated under this section

1 must be used to provide funding for one-time planning grants of  
2 \$150,000 each to entities that do not currently operate, and have  
3 not previously operated, a graduate medical education (GME) program  
4 and are therefore eligible for Medicare GME funding. The grants  
5 described by this subsection are intended to provide support for  
6 those entities to establish GME programs in order to increase the  
7 number of first-year residency positions in this state. The  
8 application for a grant described by this subsection must be  
9 submitted to the Higher Education Coordinating Board on or before  
10 July 15 of each year, and the board must determine the grant  
11 recipients on or before August 15 of each year. The grants must be  
12 awarded based on a competitive application process. Unless  
13 additional money is made available as provided by Subsection (f) of  
14 this section, not more than 15 planning grants may be awarded in the  
15 state fiscal year ending August 31, 2013. An entity that receives a  
16 grant under this subsection, becomes accredited, and fills  
17 residency positions is eligible to apply for the grants provided  
18 under Subsections (c) and (d) of this section, but may not receive  
19 more than \$35,000 per resident.

20 (c) A portion of the money appropriated under this section  
21 must be used to provide grants of \$65,000 per resident to currently  
22 accredited GME programs for the purpose of filling currently  
23 accredited but unfilled first-year residency positions. The grants  
24 described by this subsection are intended to assist the applicants  
25 by providing money to pay for direct resident costs, including  
26 resident stipends and benefits. An application for a grant  
27 described by this subsection must be made by submitting to the

1 Higher Education Coordinating Board proof of the number of  
2 accredited but unfilled positions in the applicant's program on or  
3 before October 1 of each year, and the board must determine the  
4 grant recipients on or before January 1 of the following year. The  
5 board may disburse the money to the applicant only after the  
6 applicant verifies with the board that the residency position has  
7 been filled. An applicant awarded a grant under this subsection in  
8 the state fiscal year ending August 31, 2014, shall receive an  
9 equivalent grant in the state fiscal year ending August 31, 2015.

10 (d) A portion of the money appropriated under this section  
11 must be used to provide grants of \$65,000 per resident to currently  
12 accredited GME programs to provide support to expand existing or  
13 establish new GME programs with first-year residency positions.  
14 The grants described by this subsection are intended to assist the  
15 applicants by providing money to pay for direct resident costs,  
16 including resident stipends and benefits. An application for a  
17 grant described by this subsection must be made by submitting a plan  
18 for receiving accreditation for the expanded or new GME program to  
19 the Higher Education Coordinating Board on or before October 1 of  
20 each year, and the board must determine the grant recipients on or  
21 before January 1 of the following year. The board may disburse the  
22 money to the applicant only after the applicant verifies with the  
23 board that a residency position created by the expanded or new GME  
24 program has been filled. An applicant awarded a grant under this  
25 subsection in the state fiscal year ending August 31, 2014, shall  
26 receive an equivalent grant in the state fiscal year ending August  
27 31, 2015.



1           (e) The Higher Education Coordinating Board may award not  
2 more than 50 grants described by Subsections (c) and (d) of this  
3 section in the state fiscal year ending August 31, 2014, and not  
4 more than 175 grants described by Subsections (c) and (d) of this  
5 section in the state fiscal year ending August 31, 2015. If the  
6 number of applications for grants described by Subsections (c) and  
7 (d) of this section exceeds the limitation on the number of awards  
8 established by this subsection, the board may give priority for up  
9 to 50 percent of the additional 125 grants available in the state  
10 fiscal year ending August 31, 2015, to be awarded to first-year  
11 positions in primary care and other critical shortage areas in this  
12 state. The board may not reduce the amount of a grant under this  
13 section, but may reduce the number of first-year positions funded  
14 to each grant recipient on a pro rata basis.

15           (f) If the Higher Education Coordinating Board determines,  
16 based on the number of applications for grants described by  
17 Subsections (c) and (d) of this section received by the board by  
18 October 2014, that the entire appropriation made by Subsection (a)  
19 of this section will not be used, the board may adjust the number of  
20 planning grants authorized under Subsection (b) of this section so  
21 that the entire appropriation to the board is spent.

22           SECTION 36. APPROPRIATIONS TO INSTITUTIONS OF HIGHER  
23 EDUCATION: HAZLEWOOD EXEMPTION. In addition to amounts previously  
24 appropriated for the state fiscal biennium ending August 31, 2013,  
25 to the listed institutions of higher education, the following  
26 amounts are appropriated out of the general revenue fund for the  
27 two-year period beginning on the effective date of this Act for the

1 purpose of funding the proportionate share of the total cost to each  
2 institution for the Hazlewood exemption, for a total aggregate  
3 amount of \$30,000,000:

- 4 (1) The University of Texas at Arlington: \$1,406,701;
- 5 (2) The University of Texas at Austin: \$1,736,342;
- 6 (3) The University of Texas at Dallas: \$702,122;
- 7 (4) The University of Texas at El Paso: \$696,939;
- 8 (5) The University of Texas--Pan American: \$419,271;
- 9 (6) The University of Texas at Brownsville: \$153,017;
- 10 (7) The University of Texas of the Permian Basin:  
11 \$66,965;
- 12 (8) The University of Texas at San Antonio:  
13 \$1,919,554;
- 14 (9) The University of Texas at Tyler: \$300,676;
- 15 (10) Texas A&M University: \$2,435,829;
- 16 (11) Texas A&M University at Galveston: \$140,041;
- 17 (12) Prairie View A&M University: \$361,931;
- 18 (13) Tarleton State University: \$403,137;
- 19 (14) Texas A&M University--Central Texas: \$139,830;
- 20 (15) Texas A&M University--Corpus Christi: \$694,591;
- 21 (16) Texas A&M University--Kingsville: \$326,371;
- 22 (17) Texas A&M University--San Antonio: \$170,885;
- 23 (18) Texas A&M International University: \$112,013;
- 24 (19) West Texas A&M University: \$279,756;
- 25 (20) Texas A&M University--Commerce: \$500,167;
- 26 (21) Texas A&M University--Texarkana: \$31,056;
- 27 (22) University of Houston: \$1,267,175;

- 1           (23) University of Houston--Clear Lake: \$247,905;
- 2           (24) University of Houston--Downtown: \$205,693;
- 3           (25) University of Houston--Victoria: \$114,415;
- 4           (26) Midwestern State University: \$266,493;
- 5           (27) University of North Texas: \$1,450,907;
- 6           (28) University of North Texas at Dallas: \$41,972;
- 7           (29) Stephen F. Austin State University: \$507,780;
- 8           (30) Texas Southern University: \$302,845;
- 9           (31) Texas Tech University: \$1,902,362;
- 10          (32) Angelo State University: \$333,676;
- 11          (33) Texas Woman's University: \$315,905;
- 12          (34) Lamar University: \$617,129;
- 13          (35) Lamar Institute of Technology: \$58,752;
- 14          (36) Lamar State College--Orange: \$23,384;
- 15          (37) Lamar State College--Port Arthur: \$24,590;
- 16          (38) Sam Houston State University: \$956,335;
- 17          (39) Texas State University--San Marcos: \$2,513,969;
- 18          (40) Sul Ross State University: \$60,784;
- 19          (41) The University of Texas Southwestern Medical  
20 Center at Dallas: \$30,812;
- 21          (42) The University of Texas Medical Branch at  
22 Galveston: \$86,039;
- 23          (43) The University of Texas Health Science Center at  
24 Houston: \$29,079;
- 25          (44) The University of Texas Health Science Center at  
26 San Antonio: \$177,640;
- 27          (45) The University of Texas M. D. Anderson Cancer

1 Center: \$2,784;  
2 (46) Texas A&M University System Health Science  
3 Center: \$112,525;  
4 (47) University of North Texas Health Science Center  
5 at Fort Worth: \$51,072;  
6 (48) Texas Tech University Health Sciences Center:  
7 \$201,985;  
8 (49) Texas State Technical College--Harlingen:  
9 \$100,011;  
10 (50) Texas State Technical College--West Texas:  
11 \$15,969;  
12 (51) Texas State Technical College--Marshall:  
13 \$16,746;  
14 (52) Texas State Technical College--Waco: \$121,812;  
15 (53) Alamo Community College District: \$335,530;  
16 (54) Alvin Community College: \$40,839;  
17 (55) Amarillo College: \$129,144;  
18 (56) Angelina College: \$17,865;  
19 (57) Austin Community College: \$621,188;  
20 (58) Blinn College: \$158,713;  
21 (59) Brazosport College: \$26,463;  
22 (60) Central Texas College: \$80,575;  
23 (61) Cisco Junior College: \$34,473;  
24 (62) Clarendon College: \$8,088;  
25 (63) Coastal Bend College: \$32,958;  
26 (64) College of the Mainland Community College  
27 District: \$21,115;

- 1 (65) Collin County Community College District:  
2 \$43,143;
- 3 (66) Dallas County Community College District:  
4 \$106,489;
- 5 (67) Del Mar College: \$239,923;
- 6 (68) El Paso Community College District: \$340,197;
- 7 (69) Frank Phillips College: \$4,153;
- 8 (70) Galveston College: \$9,593;
- 9 (71) Grayson County College: \$28,976;
- 10 (72) Hill College: \$26,577;
- 11 (73) Houston Community College: \$235,719;
- 12 (74) Howard College: \$24,419;
- 13 (75) Kilgore College: \$60,438;
- 14 (76) Laredo Community College: \$60,203;
- 15 (77) Lee College: \$31,006;
- 16 (78) Lone Star College System District: \$243,510;
- 17 (79) McLennan Community College: \$92,399;
- 18 (80) Midland College: \$32,895;
- 19 (81) Navarro College: \$401,058;
- 20 (82) North Central Texas College: \$41,066;
- 21 (83) Northeast Texas Community College: \$23,887;
- 22 (84) Odessa College: \$19,382;
- 23 (85) Panola College: \$13,630;
- 24 (86) Paris Junior College: \$27,678;
- 25 (87) Ranger College: \$12,154;
- 26 (88) San Jacinto College: \$120,361;
- 27 (89) South Plains College: \$122,024;

- 1 (90) South Texas College: \$115,340;
- 2 (91) Southwest Texas Junior College: \$23,068;
- 3 (92) Tarrant County College District: \$117,020;
- 4 (93) Temple College: \$128,794;
- 5 (94) Texarkana College: \$16,682;
- 6 (95) Texas Southmost College: \$179,695;
- 7 (96) Trinity Valley Community College: \$50,349;
- 8 (97) Tyler Junior College: \$128,796;
- 9 (98) Vernon College: \$46,291;
- 10 (99) Victoria College: \$66,232;
- 11 (100) Weatherford College: \$30,136;
- 12 (101) Western Texas College: \$18,174; and
- 13 (102) Wharton County Junior College: \$55,853.

14 SECTION 37. HEALTH AND HUMAN SERVICES COMMISSION:  
15 REIMBURSEMENT OF AMBULANCE SERVICE PROVIDERS UNDER MEDICAID  
16 PROGRAM. Out of the unencumbered appropriations from the general  
17 revenue fund to the Health and Human Services Commission for use  
18 during the state fiscal biennium ending August 31, 2013, made by  
19 Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular  
20 Session, 2011 (the General Appropriations Act), for Goal A, HHS  
21 Enterprise Oversight and Policy, the Health and Human Services  
22 Commission shall use the amount necessary, but not to exceed  
23 \$8,904,983, to pay Medicaid program claims for Medicare deductibles  
24 and coinsurance for ambulance services provided to individuals who  
25 are dually eligible under both the Medicare and Medicaid programs  
26 as required under Section 32.050(c), Human Resources Code.

27 SECTION 38. HEALTH AND HUMAN SERVICES COMMISSION: CERTAIN

1 RIDERS. Rider 26 to the bill pattern of the appropriations to the  
2 Health and Human Services Commission in Chapter 1355 (H.B. 1), Acts  
3 of the 82nd Legislature, Regular Session, 2011 (the General  
4 Appropriations Act), is repealed, and the commission is not  
5 required to comply with that rider on and after the effective date  
6 of this Act.

7 SECTION 39. BENEFITS PAID PROPORTIONAL BY FUND. (a) This  
8 section applies to each item of appropriation made by this Act.

9 (b) In order to maximize balances in the general revenue  
10 fund, payment for benefits paid from funds appropriated by this  
11 Act, including "local funds" and "educational and general funds,"  
12 as those terms are defined by Sections 51.009(a) and (c), Education  
13 Code, must be proportional to the source of the funds except for  
14 payments for higher education employees group insurance  
15 contributions for public community or junior colleges.

16 (c) Money appropriated by this Act out of the general  
17 revenue fund may not be used to pay employee benefit costs or other  
18 indirect costs associated with the payment of salaries or wages of  
19 employees if the salaries or wages are paid from a source other than  
20 the general revenue fund. A public community or junior college may  
21 spend money appropriated by this Act for employee benefit costs for  
22 any employee who is eligible to participate in an offered group  
23 benefits program and is an instructional or administrative employee  
24 whose entire salary may be paid from money appropriated by this Act,  
25 regardless of whether the salary is actually paid by that money.  
26 Payments for employee benefit costs associated with salaries and  
27 wages paid from sources other than the general revenue fund,

1 including payments received under interagency agreement or as  
2 contract receipts, must be made in proportion to the source of the  
3 funds from which the salary or wage is paid. If the comptroller of  
4 public accounts determines that achieving proportionality as  
5 required by this section at the time a payment is made is  
6 impractical or inefficient, then the general revenue fund shall be  
7 reimbursed for any payment of employee benefit costs made out of the  
8 general revenue fund.

9 (d) A state agency or institution of higher education that  
10 receives an appropriation by this Act from the general revenue fund  
11 or any other source of financing shall file with the comptroller of  
12 public accounts and the state auditor a report demonstrating  
13 proportionality. The report is due on November 20th of each year  
14 and must cover the state fiscal year ending on August 31st of the  
15 year in which the report is due. The report shall be in the format  
16 prescribed by the comptroller, the Legislative Budget Board, and  
17 the State Auditor's Office. The state auditor may audit a state  
18 agency's or institution's compliance with this section if the  
19 agency or institution is appropriated money by this Act. The state  
20 auditor shall notify the comptroller of any amount  
21 disproportionately paid from general revenue fund appropriations.  
22 On receipt of that notice, the comptroller shall reduce the state  
23 agency's or institution's current year general revenue fund  
24 appropriations until the general revenue fund is reimbursed for the  
25 amounts disproportionately paid out of that fund.

26 SECTION 40. REPORT REGARDING FEDERAL FUNDING OF STATE  
27 AGENCIES. It is the intent of the legislature that not later than



1 November 20, 2013, for the state fiscal year ending August 31, 2013,  
2 and November 20, 2014, for the state fiscal year ending August 31,  
3 2014, a state agency receiving appropriations under this Act or  
4 Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular  
5 Session, 2011 (the General Appropriations Act), shall submit a  
6 report explaining the amount of federal funding the agency uses to  
7 fund agency operations to the governor, the comptroller of public  
8 accounts, the Legislative Reference Library, the state auditor, and  
9 the Legislative Budget Board.

10 SECTION 41. EFFECTIVE DATE. (a) Subject to Subsection (b)  
11 of this section, this Act takes effect immediately as provided for a  
12 general appropriations act under Section 39, Article III, Texas  
13 Constitution.

14 (b) Sections 21, 22, 23, and 26 of this Act take effect only  
15 if this Act receives a vote of two-thirds of the members present in  
16 each house of the legislature, as provided by Section 49-g(m),  
17 Article III, Texas Constitution.