

# SENATE AMENDMENTS

2<sup>nd</sup> Printing

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.

**ADOPTED**

MAY 22 2013

*Atay Spaul*  
Secretary of the Senate

By: Willie \_\_\_\_\_ .B. No. \_\_\_\_\_

Substitute the following for \_\_\_\_B. No. \_\_\_\_\_:

By: Willie \_\_\_\_\_ C.S. H.B. No. 1025

A BILL TO BE ENTITLED

1 AN ACT  
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. APPROPRIATION REDUCTION: TEXAS DEPARTMENT OF  
19 TRANSPORTATION. The unencumbered appropriations from the general  
20 revenue fund to the Texas Department of Transportation for use  
21 during the state fiscal biennium ending August 31, 2013, made by  
22 Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular  
23 Session, 2011 (the General Appropriations Act), for Strategy G.1.1,  
24 General Obligation Bonds, are reduced by the amount of \$53,000,000.

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

9 (1) \$1,373,065 from Strategy A.1.1, EDAP Debt Service;  
10 and

11 (2) \$6,325,756 from Strategy A.1.3, WIF Debt Service.

12 SECTION 4. APPROPRIATION REDUCTION: DEPARTMENT OF FAMILY  
13 AND PROTECTIVE SERVICES. The unencumbered appropriations from the  
14 general revenue fund to the Department of Family and Protective  
15 Services for use during the state fiscal biennium ending August 31,  
16 2013, made by Chapter 1355 (H.B. 1), Acts of the 82nd Legislature,  
17 Regular Session, 2011 (the General Appropriations Act), for  
18 Strategy B.1.11, Foster Care Payments, are reduced by the amount of  
19 \$11,489,949.

20 SECTION 5. APPROPRIATION REDUCTION: HEALTH AND HUMAN  
21 SERVICES COMMISSION. The unencumbered appropriations from the  
22 general revenue fund to the Health and Human Services Commission  
23 for use during the state fiscal biennium ending August 31, 2013,  
24 made by Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular  
25 Session, 2011 (the General Appropriations Act), for Strategy D.1.1,  
26 TANF (Cash Assistance) Grants, are reduced by the amount of  
27 \$2,330,351.

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

9 SECTION 7. APPROPRIATION REDUCTION: UNIVERSITY OF TEXAS AT  
10 AUSTIN. The unencumbered appropriations from the general revenue  
11 fund to the University of Texas at Austin for use during the state  
12 fiscal biennium ending August 31, 2013, made by Chapter 1355 (H.B.  
13 1), Acts of the 82nd Legislature, Regular Session, 2011 (the  
14 General Appropriations Act), for Strategy C.4.1, Institutional  
15 Enhancement, are reduced by the amount of \$2,000,000.

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

23 SECTION 9. APPROPRIATION REDUCTION: TEXAS A&M AGRILIFE  
24 RESEARCH. The unencumbered appropriations from general revenue  
25 account number 151, Clean Air, to Texas A&M AgriLife Research for  
26 use during the state fiscal biennium ending August 31, 2013, by  
27 Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular

1 Session, 2011 (the General Appropriations Act), for Strategy A.1.1,  
2 Agricultural/Life Sciences Research, are reduced by the amount of  
3 \$12,500.

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

14 (b) Money appropriated by this section may not be used by  
15 the commission for a purpose other than payment of utility expenses  
16 without the prior written approval of the Legislative Budget Board.

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

26 (b) In addition to the number of full-time equivalent  
27 employees (FTEs) the Veterans Commission is authorized by other law

1 to employ during the state fiscal year ending August 31, 2013, the  
2 commission may employ an additional 16.0 FTEs during that state  
3 fiscal year.

4 (c) In addition to amounts previously appropriated for the  
5 state fiscal biennium ending August 31, 2013, the amount of  
6 \$500,000 is appropriated out of the general revenue fund to the  
7 Veterans Commission for the state fiscal year ending August 31,  
8 2013, for the purpose of repaying a deficiency grant made under  
9 Section 403.075, Government Code.

10 SECTION 12. UNIVERSITY OF HOUSTON - CLEAR LAKE. In addition  
11 to amounts previously appropriated for the state fiscal biennium  
12 ending August 31, 2013, the amount of \$200,000 is appropriated out  
13 of the general revenue fund to the University of Houston - Clear  
14 Lake for Strategy A.1.4, Workers' Compensation Insurance, as listed  
15 in Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular  
16 Session, 2011 (the General Appropriations Act), for the state  
17 fiscal year ending August 31, 2013, for the purpose of current  
18 operations.

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

26 SECTION 14. TEXAS A&M AGRILIFE RESEARCH. In addition to  
27 amounts previously appropriated for the state fiscal biennium

1 ending August 31, 2013, the amount of \$162,500 is appropriated out  
2 of the general revenue fund to Texas A&M AgriLife Research for the  
3 state fiscal year ending August 31, 2013, for the purpose of current  
4 operations.

5 SECTION 15. JUDICIARY SECTION, COMPTROLLER'S DEPARTMENT.

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

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

25 SECTION 17. COMMISSION ON ENVIRONMENTAL QUALITY: ELEPHANT  
26 BUTTE LITIGATION EXPENSES. In addition to amounts previously  
27 appropriated for the state fiscal biennium ending August 31, 2013,

1 the amount of \$500,000 is appropriated out of general revenue  
2 account number 153, Water Resource Management, to the Commission on  
3 Environmental Quality for the two-year period beginning on the  
4 effective date of this Act for the purpose of paying for Elephant  
5 Butte litigation expenses.

6 SECTION 18. PARKS AND WILDLIFE DEPARTMENT: REVENUE  
7 SHORTFALL. In addition to amounts previously appropriated for the  
8 state fiscal biennium ending August 31, 2013, the amount of  
9 \$889,000 is appropriated out of the general revenue fund to the  
10 Parks and Wildlife Department for the two-year period beginning on  
11 the effective date of this Act for the purpose of providing for  
12 state park operations as a result of a revenue shortfall.

13 SECTION 19. LIBRARY AND ARCHIVES COMMISSION:  
14 DIRECTOR-LIBRARIAN SALARY. (a) In addition to amounts previously  
15 appropriated for the state fiscal biennium ending August 31, 2013,  
16 the amount of \$35,500 is appropriated out of the general revenue  
17 fund to the Library and Archives Commission for the fiscal year  
18 ending August 31, 2013, for the purpose of providing a salary rate  
19 increase for the Director-Librarian.

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

25 SECTION 20. TEXAS A&M FOREST SERVICE: APPROPRIATIONS FOR  
26 GENERAL COSTS CAUSED BY WILDFIRES. In addition to amounts  
27 previously appropriated for the state fiscal biennium ending August

1 31, 2013, the amount of \$161,065,711 is appropriated out of the  
2 general revenue fund to the Texas A&M Forest Service for the state  
3 fiscal year ending August 31, 2013, for the purpose of paying for,  
4 or reimbursing payments made for, costs incurred by the Texas A&M  
5 Forest Service associated with wildfires.

6 SECTION 21. DEPARTMENT OF PUBLIC SAFETY: APPROPRIATIONS FOR  
7 GENERAL COSTS CAUSED BY WILDFIRES. In addition to amounts  
8 previously appropriated for the state fiscal biennium ending August  
9 31, 2013, the amount of \$2,700,000 is appropriated out of the  
10 general revenue fund to the Department of Public Safety for the  
11 state fiscal year ending August 31, 2013, for the purpose of paying  
12 for, or reimbursing payments made for, costs incurred by the  
13 Department of Public Safety associated with wildfires.

14 SECTION 22. PARKS AND WILDLIFE DEPARTMENT: APPROPRIATIONS  
15 FOR COSTS CAUSED BY WILDFIRES AT THE BASTROP STATE PARK AND BASTROP  
16 REGIONAL PARK OFFICE. In addition to amounts previously  
17 appropriated for the state fiscal biennium ending August 31, 2013,  
18 the amount of \$4,892,440 is appropriated out of the general revenue  
19 fund to the Parks and Wildlife Department for the two-year period  
20 beginning on the effective date of this Act for the purpose of  
21 paying for, or reimbursing payments made for, costs incurred by the  
22 Parks and Wildlife Department associated with wildfires that  
23 occurred at the Bastrop State Park and Bastrop regional park  
24 office.

25 SECTION 23. RAILROAD COMMISSION: INFORMATION TECHNOLOGY  
26 MODERNIZATION. (a) In addition to amounts previously appropriated  
27 for the state fiscal biennium ending August 31, 2013, the amount of

1 \$16,711,989 is appropriated out of general revenue dedicated  
2 account number 5155, Oil and Gas Regulation and Cleanup Account, to  
3 the Railroad Commission for the two-year period beginning on the  
4 effective date of this Act for the purpose of modernization of  
5 information technology.

6 (b) In addition to the number of full-time equivalent  
7 employees (FTEs) the Railroad Commission is authorized by other law  
8 to employ during the two-year period beginning on the effective  
9 date of this Act, the commission may employ an additional 11.0 FTEs  
10 in each of those years.

11 SECTION 24. DEPARTMENT OF STATE HEALTH SERVICES:  
12 DISPROPORTIONATE SHARE HOSPITAL PROGRAM. In addition to amounts  
13 previously appropriated for the state fiscal biennium ending August  
14 31, 2013, the amount of \$100,000,000 is appropriated out of general  
15 revenue dedicated account number 5111, Trauma Facility and EMS  
16 Account, to the Department of State Health Services for the state  
17 fiscal year ending August 31, 2013, for the purpose of entering into  
18 an interagency contract to transfer money from that account from  
19 that department to the Health and Human Services Commission to  
20 provide for the non-federal share for the Medicaid disproportionate  
21 share hospital program.

22 SECTION 25. TRUSTEED PROGRAMS WITHIN THE OFFICE OF THE  
23 GOVERNOR: DISASTER RECOVERY. (a) In addition to amounts  
24 previously appropriated for the state fiscal biennium ending August  
25 31, 2013, the following amounts are appropriated out of the general  
26 revenue fund to the Trusteed Programs within the Office of the  
27 Governor for the two-year period beginning on the effective date of

1 this Act for purposes of wildfire recovery, remediation, and  
2 mitigation activities related to wildfires in Bastrop and Cass  
3 Counties:

4 (1) \$4,398,000 to address the needed repair and  
5 rehabilitation of roads, bridges, culverts, and parks, and to  
6 complete hazardous debris removal and fire risk-mitigation  
7 activities in Bastrop County; and

8 (2) an amount not to exceed \$1,000,000 for  
9 reimbursements to local responders in Cass County for work  
10 performed during the Bear Creek wildfires.

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

15 SECTION 26. APPROPRIATIONS TO INSTITUTIONS OF HIGHER  
16 EDUCATION: HAZLEWOOD EXEMPTION. In addition to amounts previously  
17 appropriated for the state fiscal biennium ending August 31, 2013,  
18 to the listed institutions of higher education, the following  
19 amounts are appropriated out of the general revenue fund for the  
20 two-year period beginning on the effective date of this Act for the  
21 purpose of funding the proportionate share of the total cost to each  
22 institution for the Hazlewood exemption, for a total aggregate  
23 amount of \$30,000,000:

24 (1) The University of Texas at Arlington: \$1,406,701;

25 (2) The University of Texas at Austin: \$1,736,342;

26 (3) The University of Texas at Dallas: \$702,122;

27 (4) The University of Texas at El Paso: \$696,939;

- 1 (5) The University of Texas--Pan American: \$419,271;
- 2 (6) The University of Texas at Brownsville: \$153,017;
- 3 (7) The University of Texas of the Permian Basin:
- 4 \$66,965;
- 5 (8) The University of Texas at San Antonio:
- 6 \$1,919,554;
- 7 (9) The University of Texas at Tyler: \$300,676;
- 8 (10) Texas A&M University: \$2,435,829;
- 9 (11) Texas A&M University at Galveston: \$140,041;
- 10 (12) Prairie View A&M University: \$361,931;
- 11 (13) Tarleton State University: \$403,137;
- 12 (14) Texas A&M University--Central Texas: \$139,830;
- 13 (15) Texas A&M University--Corpus Christi: \$694,591;
- 14 (16) Texas A&M University--Kingsville: \$326,371;
- 15 (17) Texas A&M University--San Antonio: \$170,885;
- 16 (18) Texas A&M International University: \$112,013;
- 17 (19) West Texas A&M University: \$279,756;
- 18 (20) Texas A&M University--Commerce: \$500,167;
- 19 (21) Texas A&M University--Texarkana: \$31,056;
- 20 (22) University of Houston: \$1,267,175;
- 21 (23) University of Houston--Clear Lake: \$247,905;
- 22 (24) University of Houston--Downtown: \$205,693;
- 23 (25) University of Houston--Victoria: \$114,415;
- 24 (26) Midwestern State University: \$266,493;
- 25 (27) University of North Texas: \$1,450,907;
- 26 (28) University of North Texas at Dallas: \$41,972;
- 27 (29) Stephen F. Austin State University: \$507,780;

1           (30) Texas Southern University: \$302,845;  
2           (31) Texas Tech University: \$1,902,362;  
3           (32) Angelo State University: \$333,676;  
4           (33) Texas Woman's University: \$315,905;  
5           (34) Lamar University: \$617,129;  
6           (35) Lamar Institute of Technology: \$58,752;  
7           (36) Lamar State College--Orange: \$23,384;  
8           (37) Lamar State College--Port Arthur: \$24,590;  
9           (38) Sam Houston State University: \$956,335;  
10          (39) Texas State University--San Marcos: \$2,513,969;  
11          (40) Sul Ross State University: \$60,784;  
12          (41) The University of Texas Southwestern Medical  
13 Center at Dallas: \$30,812;  
14          (42) The University of Texas Medical Branch at  
15 Galveston: \$86,039;  
16          (43) The University of Texas Health Science Center at  
17 Houston: \$29,079;  
18          (44) The University of Texas Health Science Center at  
19 San Antonio: \$177,640;  
20          (45) The University of Texas M. D. Anderson Cancer  
21 Center: \$2,784;  
22          (46) Texas A&M University System Health Science  
23 Center: \$112,525;  
24          (47) University of North Texas Health Science Center  
25 at Fort Worth: \$51,072;  
26          (48) Texas Tech University Health Sciences Center:  
27 \$201,985;

1                   (49) Texas State Technical College--Harlingen:  
 2   \$100,011;  
 3                   (50) Texas State Technical College--West Texas:  
 4   \$15,969;  
 5                   (51) Texas State Technical College--Marshall:  
 6   \$16,746;  
 7                   (52) Texas State Technical College--Waco: \$121,812;  
 8                   (53) Alamo Community College District: \$335,530;  
 9                   (54) Alvin Community College: \$40,839;  
 10                   (55) Amarillo College: \$129,144;  
 11                   (56) Angelina College: \$17,865;  
 12                   (57) Austin Community College: \$621,188;  
 13                   (58) Blinn College: \$158,713;  
 14                   (59) Brazosport College: \$26,463;  
 15                   (60) Central Texas College: \$80,575;  
 16                   (61) Cisco Junior College: \$34,473;  
 17                   (62) Clarendon College: \$8,088;  
 18                   (63) Coastal Bend College: \$32,958;  
 19                   (64) College of the Mainland Community College  
 20 District: \$21,115;  
 21                   (65) Collin County Community College District:  
 22   \$43,143;  
 23                   (66) Dallas County Community College District:  
 24   \$106,489;  
 25                   (67) Del Mar College: \$239,923;  
 26                   (68) El Paso Community College District: \$340,197;  
 27                   (69) Frank Phillips College: \$4,153;

1 (70) Galveston College: \$9,593;  
2 (71) Grayson County College: \$28,976;  
3 (72) Hill College: \$26,577;  
4 (73) Houston Community College: \$235,719;  
5 (74) Howard College: \$24,419;  
6 (75) Kilgore College: \$60,438;  
7 (76) Laredo Community College: \$60,203;  
8 (77) Lee College: \$31,006;  
9 (78) Lone Star College System District: \$243,510;  
10 (79) McLennan Community College: \$92,399;  
11 (80) Midland College: \$32,895;  
12 (81) Navarro College: \$401,058;  
13 (82) North Central Texas College: \$41,066;  
14 (83) Northeast Texas Community College: \$23,887;  
15 (84) Odessa College: \$19,382;  
16 (85) Panola College: \$13,630;  
17 (86) Paris Junior College: \$27,678;  
18 (87) Ranger College: \$12,154;  
19 (88) San Jacinto College: \$120,361;  
20 (89) South Plains College: \$122,024;  
21 (90) South Texas College: \$115,340;  
22 (91) Southwest Texas Junior College: \$23,068;  
23 (92) Tarrant County College District: \$117,020;  
24 (93) Temple College: \$128,794;  
25 (94) Texarkana College: \$16,682;  
26 (95) Texas Southmost College: \$179,695;  
27 (96) Trinity Valley Community College: \$50,349;

- 1           (97) Tyler Junior College: \$128,796;  
2           (98) Vernon College: \$46,291;  
3           (99) Victoria College: \$66,232;  
4           (100) Weatherford College: \$30,136;  
5           (101) Western Texas College: \$18,174; and  
6           (102) Wharton County Junior College: \$55,853.

7           SECTION 27. HEALTH AND HUMAN SERVICES COMMISSION: CERTAIN  
8 RIDERS. Rider 26 to the bill pattern of the appropriations to the  
9 Health and Human Services Commission in Chapter 1355 (H.B. 1), Acts  
10 of the 82nd Legislature, Regular Session, 2011 (the General  
11 Appropriations Act), is repealed, and the commission is not  
12 required to comply with that rider on and after the effective date  
13 of this Act.

14           SECTION 28. BENEFITS PAID PROPORTIONAL BY FUND. (a) This  
15 section applies to each item of appropriation made by this Act.

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

23           (c) Money appropriated by this Act out of the general  
24 revenue fund may not be used to pay employee benefit costs or other  
25 indirect costs associated with the payment of salaries or wages of  
26 employees if the salaries or wages are paid from a source other than  
27 the general revenue fund. A public community or junior college may

1 spend money appropriated by this Act for employee benefit costs for  
2 any employee who is eligible to participate in an offered group  
3 benefits program and is an instructional or administrative employee  
4 whose entire salary may be paid from money appropriated by this Act,  
5 regardless of whether the salary is actually paid by that money.  
6 Payments for employee benefit costs associated with salaries and  
7 wages paid from sources other than the general revenue fund,  
8 including payments received under interagency agreement or as  
9 contract receipts, must be made in proportion to the source of the  
10 funds from which the salary or wage is paid. If the comptroller of  
11 public accounts determines that achieving proportionality as  
12 required by this section at the time a payment is made is  
13 impractical or inefficient, then the general revenue fund shall be  
14 reimbursed for any payment of employee benefit costs made out of the  
15 general revenue fund.

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

1 disproportionately paid from general revenue fund appropriations.  
2 On receipt of that notice, the comptroller shall reduce the state  
3 agency's or institution's current year general revenue fund  
4 appropriations until the general revenue fund is reimbursed for the  
5 amounts disproportionately paid out of that fund.

6 SECTION 29. EFFECTIVE DATE. This Act takes effect  
7 immediately as provided for a general appropriations act under  
8 Section 39, Article III, Texas Constitution.

# ADOPTED

FLOOR AMENDMENT NO. 1

MAY 22 2013

BY: William

*Atay Spaul*  
Secretary of the Senate

1 Amend C.S.H.B. 1025 (senate committee printing) by striking  
2 all below the enacting clause and substituting the following:

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

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

23 SECTION 3. APPROPRIATION REDUCTION: DEBT SERVICE PAYMENTS  
24 - NON-SELF SUPPORTING GENERAL OBLIGATION WATER BONDS. The  
25 unencumbered appropriations from the general revenue fund to the  
26 Water Development Board for Debt Service Payments for Non-Self  
27 Supporting G.O. Water Bonds for use during the state fiscal  
28 biennium ending August 31, 2013, made by Chapter 1355 (H.B. 1),  
29 Acts of the 82nd Legislature, Regular Session, 2011 (the General

1 Appropriations Act), are reduced by the following amounts:

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

3 (2) \$5,271,541 from Strategy A.1.3, WIF Debt Service.

4 SECTION 4. APPROPRIATION REDUCTION: DEPARTMENT OF FAMILY  
5 AND PROTECTIVE SERVICES. The unencumbered appropriations from  
6 the general revenue fund to the Department of Family and  
7 Protective Services for use during the state fiscal biennium  
8 ending August 31, 2013, made by Chapter 1355 (H.B. 1), Acts of  
9 the 82nd Legislature, Regular Session, 2011 (the General  
10 Appropriations Act), for Strategy B.1.11, Foster Care Payments,  
11 are reduced by the amount of \$2,365,481.

12 SECTION 5. APPROPRIATION REDUCTION: HEALTH AND HUMAN  
13 SERVICES COMMISSION. The unencumbered appropriations from the  
14 general revenue fund to the Health and Human Services Commission  
15 for use during the state fiscal biennium ending August 31, 2013,  
16 made by Chapter 1355 (H.B. 1), Acts of the 82nd Legislature,  
17 Regular Session, 2011 (the General Appropriations Act), for  
18 Strategy D.1.1, TANF (Cash Assistance) Grants, are reduced by  
19 the amount of \$2,671,850.

20 SECTION 6. APPROPRIATION REDUCTION: HIGHER EDUCATION  
21 EMPLOYEES GROUP INSURANCE CONTRIBUTIONS. The unencumbered  
22 appropriations from the general revenue fund to the Higher  
23 Education Employees Group Insurance Contributions for use during  
24 the state fiscal biennium ending August 31, 2013, made by  
25 Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular  
26 Session, 2011 (the General Appropriations Act), for Strategy  
27 A.1.11, UT Medical - Galveston, are reduced by the amount of  
28 \$1,400,437.

29  
30 SECTION 7. APPROPRIATION REDUCTION: UNIVERSITY OF TEXAS AT  
31 AUSTIN. The unencumbered appropriations from the general

1 revenue fund to the University of Texas at Austin for use during  
2 the state fiscal biennium ending August 31, 2013, made by  
3 Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular  
4 Session, 2011 (the General Appropriations Act), for Strategy  
5 C.4.1, Institutional Enhancement, are reduced by the amount of  
6 \$2,000,000.

7 SECTION 8. APPROPRIATION REDUCTION: UNIVERSITY OF TEXAS AT  
8 DALLAS. The unencumbered appropriations from the general  
9 revenue fund to the University of Texas at Dallas for use during  
10 the state fiscal biennium ending August 31, 2013, made by  
11 Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular  
12 Session, 2011 (the General Appropriations Act), for Strategy  
13 A.1.1, Operations Support, are reduced by the amount of  
14 \$890,622.

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

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

1 result of an increase in utility rates.

2 (b) Money appropriated by this section may not be used by  
3 the commission for a purpose other than payment of utility  
4 expenses without the prior written approval of the Legislative  
5 Budget Board.

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

16 (b) In addition to the number of full-time equivalent  
17 employees (FTEs) the Veterans Commission is authorized by other  
18 law to employ during the state fiscal year ending August 31,  
19 2013, the commission may employ an additional 16.0 FTEs during  
20 that state fiscal year.

21 (c) In addition to amounts previously appropriated for the  
22 state fiscal biennium ending August 31, 2013, the amount of  
23 \$500,000 is appropriated out of the general revenue fund to the  
24 Veterans Commission for the state fiscal year ending August 31,  
25 2013, for the purpose of repaying a deficiency grant made under  
26 Section 403.075, Government Code.

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

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

5 SECTION 13. TEXAS A&M ENGINEERING EXTENSION SERVICE. In  
6 addition to amounts previously appropriated for the state fiscal  
7 biennium ending August 31, 2013, the amount of \$1,678,703 is  
8 appropriated out of the economic stabilization fund to the Texas  
9 A&M Engineering Extension Service for the state fiscal year  
10 ending August 31, 2013, for the purpose of reimbursing the  
11 agency for state-directed deployments for natural disasters.

12 SECTION 14. TEXAS A&M AGRILIFE RESEARCH. In addition to  
13 amounts previously appropriated for the state fiscal biennium  
14 ending August 31, 2013, the amount of \$162,500 is appropriated  
15 out of the general revenue fund to Texas A&M AgriLife Research  
16 for the state fiscal year ending August 31, 2013, for the  
17 purpose of current operations.

18 SECTION 15. JUDICIARY SECTION, COMPTROLLER'S DEPARTMENT.  
19 In addition to amounts previously appropriated for the state  
20 fiscal biennium ending August 31, 2013, the amount of \$475,000  
21 is appropriated out of the general revenue fund to the Judiciary  
22 Section, Comptroller's Department, for Strategy D.1.8, Juror  
23 Pay, as listed in Chapter 1355 (H.B. 1), Acts of the 82nd  
24 Legislature, Regular Session, 2011 (the General Appropriations  
25 Act), for the state fiscal year ending August 31, 2013, for the  
26 purpose of reimbursing the agency for a transfer to Strategy  
27 D.1.10, Indigent Inmate Defense, as listed in Chapter 1355 (H.B.  
28 1), Acts of the 82nd Legislature, Regular Session, 2011 (the  
29 General Appropriations Act), to cover costs of providing legal  
30 representation for an inmate in a capital murder trial.

31

1 SECTION 16. TEXAS DEPARTMENT OF CRIMINAL JUSTICE: CERTAIN  
2 RIDERS. Rider 62 to the bill pattern of the appropriations to  
3 the Department of Criminal Justice in Chapter 1355 (H.B. 1),  
4 Acts of the 82nd Legislature, Regular Session, 2011 (the General  
5 Appropriations Act), is repealed, and the department is not  
6 required to comply with that rider on and after the effective  
7 date of this Act.

8 SECTION 17. COMMISSION ON ENVIRONMENTAL QUALITY: ELEPHANT  
9 BUTTE LITIGATION EXPENSES. In addition to amounts previously  
10 appropriated for the state fiscal biennium ending August 31,  
11 2013, the amount of \$500,000 is appropriated out of general  
12 revenue account number 153, Water Resource Management, to the  
13 Commission on Environmental Quality for the two-year period  
14 beginning on the effective date of this Act for the purpose of  
15 paying for Elephant Butte litigation expenses.

16 SECTION 18. PARKS AND WILDLIFE DEPARTMENT: REVENUE  
17 SHORTFALL. In addition to amounts previously appropriated for  
18 the state fiscal biennium ending August 31, 2013, the amount of  
19 \$889,000 is appropriated out of the economic stabilization fund  
20 to the Parks and Wildlife Department for the two-year period  
21 beginning on the effective date of this Act for the purpose of  
22 providing for state park operations as a result of a revenue  
23 shortfall.

24 SECTION 19. LIBRARY AND ARCHIVES COMMISSION: DIRECTOR-  
25 LIBRARIAN SALARY. (a) In addition to amounts previously  
26 appropriated for the state fiscal biennium ending August 31,  
27 2013, the amount of \$35,500 is appropriated out of the general  
28 revenue fund to the Library and Archives Commission for the  
29 fiscal year ending August 31, 2013, for the purpose of providing  
30 a salary rate increase for the Director-Librarian.

31 (b) Notwithstanding the rate of salary in the bill pattern

1 of the Library and Archives Commission in Chapter 1355 (H.B. 1),  
2 Acts of the 82nd Legislature, Regular Session, 2011 (the General  
3 Appropriations Act), the rate of salary for the Director-  
4 Librarian is \$140,000 for the state fiscal year ending August  
5 31, 2013.

6 SECTION 20. TEXAS A&M FOREST SERVICE: APPROPRIATIONS FOR  
7 GENERAL COSTS CAUSED BY WILDFIRES. In addition to amounts  
8 previously appropriated for the state fiscal biennium ending  
9 August 31, 2013, the amount of \$161,065,711 is appropriated out  
10 of the economic stabilization fund to the Texas A&M Forest  
11 Service for the state fiscal year ending August 31, 2013, for  
12 the purpose of paying for, or reimbursing payments made for,  
13 costs incurred by the Texas A&M Forest Service associated with  
14 wildfires.

15 SECTION 21. DEPARTMENT OF PUBLIC SAFETY: APPROPRIATIONS  
16 FOR GENERAL COSTS CAUSED BY WILDFIRES. In addition to amounts  
17 previously appropriated for the state fiscal biennium ending  
18 August 31, 2013, the amount of \$2,700,000 is appropriated out of  
19 the economic stabilization fund to the Department of Public  
20 Safety for the state fiscal year ending August 31, 2013, for the  
21 purpose of paying for, or reimbursing payments made for, costs  
22 incurred by the Department of Public Safety associated with  
23 wildfires.

24 SECTION 22. PARKS AND WILDLIFE DEPARTMENT: APPROPRIATIONS  
25 FOR COSTS CAUSED BY WILDFIRES AT THE BASTROP STATE PARK AND  
26 BASTROP REGIONAL PARK OFFICE. In addition to amounts previously  
27 appropriated for the state fiscal biennium ending August 31,  
28 2013, the amount of \$4,892,440 is appropriated out of the  
29 economic stabilization fund to the Parks and Wildlife Department  
30 for the two-year period beginning on the effective date of this  
31 Act for the purpose of paying for, or reimbursing payments made

1 for, costs incurred by the Parks and Wildlife Department  
2 associated with wildfires that occurred at the Bastrop State  
3 Park and Bastrop regional park office.

4 SECTION 23. RAILROAD COMMISSION: INFORMATION TECHNOLOGY  
5 MODERNIZATION. (a) In addition to amounts previously  
6 appropriated for the state fiscal biennium ending August 31,  
7 2013, the amount of \$16,711,989 is appropriated out of general  
8 revenue dedicated account number 5155, Oil and Gas Regulation  
9 and Cleanup Account, to the Railroad Commission for the two-year  
10 period beginning on the effective date of this Act for the  
11 purpose of modernization of information technology.

12 (b) In addition to the number of full-time equivalent  
13 employees (FTEs) the Railroad Commission is authorized by other  
14 law to employ during the two-year period beginning on the  
15 effective date of this Act, the commission may employ an  
16 additional 11.0 FTEs in each of those years.

17 SECTION 24. DEPARTMENT OF STATE HEALTH SERVICES:  
18 DISPROPORTIONATE SHARE HOSPITAL PROGRAM. In addition to amounts  
19 previously appropriated for the state fiscal biennium ending  
20 August 31, 2013, the amount of \$137,860,100 is appropriated out  
21 of general revenue dedicated account number 5111, Trauma  
22 Facility and EMS Account, to the Department of State Health  
23 Services for the state fiscal year ending August 31, 2013, for  
24 the purpose of entering into an interagency contract to transfer  
25 money from that account from that department to the Health and  
26 Human Services Commission to provide for the non-federal share  
27 for the Medicaid disproportionate share hospital program.

28 SECTION 25. TRUSTEED PROGRAMS WITHIN THE OFFICE OF THE  
29 GOVERNOR: DISASTER RECOVERY. (a) In addition to amounts  
30 previously appropriated for the state fiscal biennium ending  
31 August 31, 2013, \$15,000,000 is appropriated out of the economic

1 stabilization fund to the Trusteed Programs within the Office of  
2 the Governor for the two-year period beginning on the effective  
3 date of this Act for purposes of:

4 (1) wildfire recovery, remediation, and mitigation  
5 activities related to wildfires in Bastrop, Cass, and Marion  
6 Counties;

7 (2) addressing the needed repair and rehabilitation of  
8 roads, bridges, culverts, and parks, and to complete hazardous  
9 debris removal and fire risk-mitigation activities in Bastrop  
10 County;

11 (3) recovery activities related to the plant explosion in  
12 West; and

13 (4) other disaster-related expenses.

14 (b) Money appropriated by this section shall be allocated  
15 to specific projects to maximize the receipt of federal money  
16 available for similar purposes. Money appropriated by this  
17 section may be spent on activities conducted on private  
18 property, with the consent of the property owner, only for a  
19 public purpose.

20 SECTION 26. APPROPRIATIONS TO INSTITUTIONS OF HIGHER  
21 EDUCATION: HAZLEWOOD EXEMPTION. (a) In addition to amounts  
22 previously appropriated for the state fiscal biennium ending  
23 August 31, 2013, \$30,000,000 is appropriated out of the general  
24 revenue fund to the Higher Education Coordinating Board for the  
25 two-year period beginning on the effective date of this Act for  
26 the purpose of funding the proportionate share of the total cost  
27 to each institution for the Hazlewood exemption.

28 (b) The Higher Education Coordinating Board shall allocate  
29 the appropriations made in subsection (a) according to the  
30 proportion of each institution's respective share of the  
31 aggregate cost of the exemption for students under the Legacy

1 Program in Education Code, Section 54.341 subject to input by  
2 institutions for their respective share and present a plan for  
3 allocation to the Legislative Budget Board no later than August  
4 1, 2013.

5 (c) Appropriations made in subsection (a) may not be  
6 expended without the prior written approval of the Legislative  
7 Budget Board.

8 SECTION 27. HEALTH AND HUMAN SERVICES COMMISSION: CERTAIN  
9 RIDERS. Rider 26 to the bill pattern of the appropriations to  
10 the Health and Human Services Commission in Chapter 1355 (H.B.  
11 1), Acts of the 82nd Legislature, Regular Session, 2011 (the  
12 General Appropriations Act), is repealed, and the commission is  
13 not required to comply with that rider on and after the  
14 effective date of this Act.

15 SECTION 28. BENEFITS PAID PROPORTIONAL BY FUND. (a) This  
16 section applies to each item of appropriation made by this Act.

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

24 (c) Money appropriated by this Act out of the general  
25 revenue fund may not be used to pay employee benefit costs or  
26 other indirect costs associated with the payment of salaries or  
27 wages of employees if the salaries or wages are paid from a  
28 source other than the general revenue fund. A public community  
29 or junior college may spend money appropriated by this Act for  
30 employee benefit costs for any employee who is eligible to  
31 participate in an offered group benefits program and is an

1 instructional or administrative employee whose entire salary may  
2 be paid from money appropriated by this Act, regardless of  
3 whether the salary is actually paid by that money. Payments for  
4 employee benefit costs associated with salaries and wages paid  
5 from sources other than the general revenue fund, including  
6 payments received under interagency agreement or as contract  
7 receipts, must be made in proportion to the source of the funds  
8 from which the salary or wage is paid. If the comptroller of  
9 public accounts determines that achieving proportionality as  
10 required by this section at the time a payment is made is  
11 impractical or inefficient, then the general revenue fund shall  
12 be reimbursed for any payment of employee benefit costs made out  
13 of the general revenue fund.

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

1 (e) Contingent on SB 1812 or similar legislation relating  
2 to the determination of state contributions for participation by  
3 certain junior college employees in the state employees group  
4 benefits program, the Teacher Retirement System of Texas, and  
5 the Optional Retirement Program and limiting General Revenue  
6 related funds for benefit contributions to 50 percent of the  
7 state contributions for Public Community/Junior Colleges, not  
8 being enacted by the Eighty-third Legislature, Regular Session,  
9 2013, this section shall apply to Public Community/Junior  
10 Colleges.

11 SECTION 29. JUDICIARY SECTION, COMPTROLLER'S DEPARTMENT:  
12 REVENUE SHORTFALL. In addition to amounts previously  
13 appropriated for the state fiscal biennium ending August 31,  
14 2013, an amount (estimated to be \$7,495,137) is appropriated out  
15 of the general revenue fund to the Judiciary Section,  
16 Comptroller's Department, for Strategy A.1.1, District Judges,  
17 as listed in Chapter 1355 (H.B. 1), Acts of the 82nd  
18 Legislature, Regular Session, 2011 (the General Appropriations  
19 Act), for the state fiscal year ending August 31, 2013, for the  
20 purpose of paying salaries for district judges and prosecuting  
21 attorneys.

22 SECTION 30. TEXAS EDUCATION AGENCY: DATA CENTER SERVICES.  
23 In addition to amounts previously appropriated for the state  
24 fiscal biennium ending August 31, 2013, the amount of \$517,000  
25 is appropriated out of the general revenue fund to the Texas  
26 Education Agency for Strategy B.3.5, Information Systems -  
27 Technology, as listed in Chapter 1355 (H.B. 1), Acts of the 82nd  
28 Legislature, Regular Session, 2011 (the General Appropriations  
29 Act), for the state fiscal year ending August 31, 2013, for the  
30 purpose of costs related to data center services.

31 SECTION 31. ADJUTANT GENERAL'S DEPARTMENT: MENTAL HEALTH

1 COUNSELING. (a) In addition to amounts previously appropriated  
2 for the state fiscal biennium ending August 31, 2013, the amount  
3 of \$200,000 is appropriated out of the general revenue fund to  
4 the Adjutant General's Department for the two year period  
5 beginning on the effective date of this Act for the purpose of  
6 providing mental health counseling.

7 (b) In addition to the number of full-time equivalent  
8 employees (FTEs) the Adjutant General's Department is authorized  
9 by other law to employ during the two year period beginning on  
10 the effective date of this Act, the commission may employ an  
11 additional 2.0 FTEs in each fiscal year.

12 SECTION 32. TEXAS EDUCATION AGENCY: CERTAIN  
13 APPROPRIATIONS. (a) Section 5 of HB 10, Acts of the 83rd  
14 Legislature, Regular Session, 2013 is repealed and shall not  
15 take effect.

16 (b) Contingent on the enactment and becoming law of H.B.  
17 S.B 758 or similar legislation of the 83rd Legislature, Regular  
18 Session, 2013, relating to the established schedule of payments  
19 from the foundation school fund of the yearly entitlement of  
20 certain school districts:

21 (1) there is appropriated to the Texas Education Agency  
22 from the economic stabilization fund, \$1,750,000,000 for the  
23 state fiscal year ending August 31, 2013, for payment of the  
24 installment to be paid on or before August 30, 2013, as provided  
25 by Sections 42.259(c-1) and (d-1), Education Code, as added by  
26 that legislation; and

27 (2) notwithstanding Rider 3 to the bill pattern of the  
28 appropriations to the Texas Education Agency in Chapter 1355  
29 (H.B. 1), Acts of the 82nd Legislature, Regular Session, 2011  
30 (the General Appropriations Act), the sum certain appropriation  
31 to the Foundation School Program for the state fiscal year

1 ending August 31, 2013, is increased by the amount of  
2 \$1,750,000,000 in addition to the amount by which that sum  
3 certain appropriation is increased in accordance with Section  
4 4(c) of House Bill 10, Eighty Third Legislature, Regular  
5 Session, 2013.

6 SECTION 33. CONTINGENCY FOR SJR1 AND HB4. (a) Contingent on  
7 passage and adoption by an election of the voters of SJR1, or  
8 similar legislation relating to proposing constitutional  
9 amendments creating the State Water Implementation Fund for  
10 Texas and the State Water Implementation Revenue Fund for Texas  
11 by the 83rd Legislature, Regular Session, 2013 and also  
12 contingent on the enactment of HB4 or similar legislation  
13 relating to the administration and functions of the Texas Water  
14 Development Board and establishment of the state water  
15 implementation fund, by the 83rd Legislature, Regular Session,  
16 2013, \$2,000,000,000 is appropriated out of the economic  
17 stabilization fund to the state water implementation fund of  
18 Texas to implement the provisions of the legislation.

19 (b) Appropriations made in this section shall be available  
20 to the Water Development Board for the purposes described in HB  
21 4, or similar legislation to finance projects in the state water  
22 plan according to the provisions of the legislation.

23 SECTION 34. HEALTH AND HUMAN SERVICES COMMISSION:  
24 CHILDRENS HEALTH INSURANCE. (a) In addition to amounts  
25 previously appropriated for the state fiscal biennium ending  
26 August 31, 2013, the amount of \$4,109,935 is appropriated out of  
27 the general revenue fund for the state fiscal year ending August  
28 31, 2013, to the Health and Human Services Commission under Goal  
29 C, CHIP, as listed in Chapter 1355 (H.B. 1), Acts of the 82nd  
30 Legislature, Regular Session, 2011 (the General Appropriations  
31 Act), for the purpose of providing services under the CHIP

1 program.

2 (b) In addition to amounts previously appropriated for  
3 the state fiscal biennium ending August 31, 2013, the amount of  
4 \$10,351,951 is appropriated out of federal funds for the state  
5 fiscal year ending August 31, 2013, to the Health and Human  
6 Services Commission under Goal C, CHIP, as listed in Chapter  
7 1355 (H.B. 1), Acts of the 82nd Legislature, Regular Session,  
8 2011 (the General Appropriations Act), for the purpose of  
9 providing services under the CHIP program.

10 SECTION 35. DEPARTMENT OF FAMILY AND PROTECTIVE SERVICES:  
11 ADOPTION SUBSIDIES. In addition to amounts previously  
12 appropriated for the state fiscal biennium ending August 31,  
13 2013, the amount of \$394,675 is appropriated out of the general  
14 revenue fund for the state fiscal year ending August 31, 2013,  
15 to the Department of Family and Protective Services under  
16 Strategy B.1.12. Adoption/PCA Payments, as listed in Chapter  
17 1355 (H.B. 1), Acts of the 82nd Legislature, Regular Session,  
18 2011 (the General Appropriations Act), for the purpose of  
19 providing adoption subsidies.

20 SECTION 36. PARKS AND WILDLIFE DEPARTMENT: CEDAR BAYOU  
21 RESTORATION. In addition to amounts previously appropriated for  
22 the state fiscal biennium ending August 31, 2013 and contingent  
23 on the Parks and Wildlife Department receiving funds from units  
24 of local government for the purpose described in this section,  
25 the amount of \$3,000,000 is appropriated out of general revenue  
26 dedicated account number 9, Game, Fish, and Water Safety, to the  
27 Parks and Wildlife Department for Strategy A.2.3, Coastal  
28 Fisheries Management, as listed in Chapter 1355 (H.B. 1), Acts  
29 of the 82nd Legislature, Regular Session, 2011 (the General  
30 Appropriations Act), for the two-year period beginning on the  
31 effective date of this Act, for the purpose of the Cedar Bayou

1 Restoration Project in Aransas County.

2 SECTION 37. TEXAS EDUCATION AGENCY: FOUNDATION SCHOOL  
3 PROGRAM. (a) Contingent on the enactment of HB7 or similar  
4 legislation relating to returning money from general revenue  
5 dedicated account number 5100, System Benefit Fund, to payers of  
6 the fee imposed under Section 39.903 of the Utilities Code, by  
7 the 83rd Legislature, Regular Session, 2013, and also  
8 contingent of the passage of SJR1, or similar legislation  
9 relating to proposing constitutional amendments providing for  
10 the transfer of existing money from the economic stabilization  
11 fund to assist in the financing of priority water infrastructure  
12 projects by the 83rd Legislature, Regular Session, 2013, the  
13 Texas Education Agency is appropriated \$101,346,715 from the  
14 Foundation School Fund No. 193 in the fiscal year ending August  
15 31, 2014 and \$100,387,174 is appropriated from Foundation  
16 School Fund No. 193 in the fiscal year ending August 31, 2015  
17 for the purpose of funding the Foundation School Program.  
18 Appropriations made in SB1, Eighty-third Legislature, Regular  
19 Session, 2013 (the General Appropriations Act) to the Texas  
20 Education Agency in Strategy A.1.1, FSP - Equalized Operations,  
21 out of Appropriated Receipts are reduced by \$8,586,715 in the  
22 fiscal year ending August 31, 2014 and by \$8,227,174 in the  
23 fiscal year ending August 31, 2015.

24 (b) Notwithstanding Rider 3 to the bill pattern of the  
25 appropriations to the Texas Education Agency in SB1, Eighty-  
26 third Legislature, Regular Session, 2013 (the General  
27 Appropriations Act), the sum certain appropriation to the  
28 Foundation School Program is \$19,909,737,000 in the fiscal year  
29 ending August 31, 2014 and \$20,489,435,000 in the fiscal year  
30 ending August 31, 2015.

31 (c) For purposes of distributing the Foundation School

1 Program basic tier state aid appropriated in this Act and in  
2 SB1, Eighty-third Legislature, Regular Session, 2013 (the  
3 General Appropriations Act) in accordance with §42.101 of the  
4 Texas Education Code, the Basic Allotment is established at  
5 \$4,950 in fiscal year 2014 and \$5,040 in fiscal year 2015. If  
6 this Section conflicts with provisions in other legislation  
7 enacted by the Eighty-third Legislature, Regular Session, 2013,  
8 this Section prevails.

9 SECTION 38. HIGHER EDUCATING COORDINATING BOARD: GRADUATE  
10 MEDICAL EDUCATION EXPANSION. (a) In addition to amounts  
11 previously appropriated for the state fiscal biennium ending  
12 August 31, 2013, \$9,250,000 is appropriated out of the general  
13 revenue fund to the Higher Education Coordinating Board for the  
14 two-year period beginning on the effective date of this Act for  
15 the purpose of expansion of first-year residency positions.  
16 Money appropriated by this section must be allocated as provided  
17 by this section.

18  
19 (b) \$1,875,000 of the money appropriated under this  
20 section must be used to provide funding for one-time planning  
21 grants of \$150,000 each to entities that do not currently  
22 operate, and have not previously operated, a graduate medical  
23 education (GME) program and are therefore eligible for Medicare  
24 GME funding. The grants described by this subsection are  
25 intended to provide support for those entities to establish GME  
26 programs in order to increase the number of first-year residency  
27 positions in this state. The application for a grant described  
28 by this subsection must be submitted to the Higher Education  
29 Coordinating Board on or before November 15 of each year, and  
30 the board must determine the grant recipients on or before  
31 December 15 of each year. The grants must be awarded based on a

1 competitive application process. Unless additional money is  
2 made available as provided by Subsection (f) of this section,  
3 not more than 12 planning grants may be awarded. An entity that  
4 receives a grant under this subsection, becomes accredited, and  
5 fills residency positions is eligible to apply for the grants  
6 provided under Subsections (c) and (d) of this section, but may  
7 not receive more than \$35,000 per resident.

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

26 (d) A portion of the money appropriated under this section  
27 must be used to provide grants of \$65,000 per resident to  
28 currently accredited GME programs to provide support to expand  
29 existing or establish new GME programs with first-year residency  
30 positions. The grants described by this subsection are intended  
31 to assist the applicants by providing money to pay for direct

1 resident costs, including resident stipends and benefits. An  
2 application for a grant described by this subsection must be  
3 made by submitting a plan for receiving accreditation for the  
4 expanded or new GME program to the Higher Education Coordinating  
5 Board on or before October 1 of each year, and the board must  
6 determine the grant recipients on or before January 1 of the  
7 following year. The board may disburse the money to the  
8 applicant only after the applicant verifies with the board that  
9 a residency position created by the expanded or new GME program  
10 has been filled. An applicant awarded a grant under this  
11 subsection in the state fiscal year ending August 31, 2014,  
12 shall receive an equivalent grant in the state fiscal year  
13 ending August 31, 2015.

14 (e) The Higher Education Coordinating Board may award not  
15 more than 25 grants described by Subsections (c) and (d) of this  
16 section in the state fiscal year ending August 31, 2014. The  
17 number of grants to be awarded in the fiscal year ending August  
18 31, 2015 is based on available appropriations in this section.  
19 If in either state fiscal year the number of applications for  
20 grants described by Subsections (c) and (d) of this section  
21 exceeds the limitation on the number of awards established by  
22 this subsection, the board may give priority for up to 50  
23 percent to be awarded to first-year positions in primary care  
24 and other critical shortage areas in this state. The board may  
25 not reduce the amount of a grant under this section, but may  
26 reduce the number of first-year positions funded to each grant  
27 recipient on a pro rata basis.

28 (f) If the Higher Education Coordinating Board determines,  
29 based on the number of applications for grants described by  
30 Subsections (c) and (d) of this section received by the board by  
31 October 2014, that the entire appropriation made by Subsection

1 (a) of this section will not be used, the board may adjust the  
2 number of planning grants authorized under Subsection (b) of  
3 this section so that the entire appropriation to the board is  
4 spent.

5 SECTION 39. HIGHER EDUCATING COORDINATING BOARD: FAMILY  
6 PRACTICE RESIDENCY PROGRAM. In addition to amounts previously  
7 appropriated for the state fiscal biennium ending August 31,  
8 2013, the amount of \$7,750,000 is appropriated out of the  
9 general revenue fund to the Higher Education Coordinating Board  
10 for the two-year period beginning on the effective date of this  
11 Act for Strategy D.1.3 Family Practice Residency Program for the  
12 purpose of awarding grants to family practice residency  
13 programs.

14  
15 SECTION 40. TEXAS DEPARTMENT OF TRANSPORTATION: ROAD  
16 REPAIRS IN ENERGY SECTORS. In addition to amounts previously  
17 appropriated for the state fiscal biennium ending August 31,  
18 2013, the amount of \$450,000,000 is appropriated out of the  
19 general revenue fund to the Texas Department of Transportation  
20 for the two-year period beginning on the effective date of this  
21 Act to be transferred to State Highway Fund 6 for the purposes  
22 for which amounts appropriated by that Act to the department for  
23 Strategy C.1.2, New Maintenance Contracts, may be used for  
24 maintenance and safety, including repairs to roadways and  
25 bridges within the state highway system for damage caused by  
26 oversize vehicles or overweight loads used in the development  
27 and production of energy or by above normal usage of roadways  
28 and bridges within the state highway system by vehicles used in  
29 the development and production of energy. It is the intent of  
30 the legislature that projects be prioritized by according to  
31 safety issues, traffic volumes, pavement widths and pavement

1 conditions.

2 SECTION 41. CONTINGENCY FOR SB 16: TUITION REVENUE BOND  
3 DEBT SERVICE. (a) Contingent upon enactment of SB16 or similar  
4 legislation relating to tuition revenue bonds for institutions  
5 of higher education by the Eighty-third Legislature, Regular  
6 Session, \$175,000,000, is appropriated out of the general  
7 revenue fund to the Higher Education Coordinating Board for the  
8 fiscal year ending August 31, 2015 for distribution to  
9 university systems for debt service on tuition revenue bonds for  
10 their component institutions.

11 (b) The Higher Education Coordinating Board shall present a  
12 plan for allocation of the appropriations made in subsection  
13 (a) to the Legislative Budget Board.

14 (c) Appropriations made in subsection (a) may not be  
15 expended without the prior written approval of the Legislative  
16 Budget Board.

17 (d) The Higher Education Coordinating Board may not expend  
18 appropriations made in subsection (a) for administrative  
19 expenses.

20 SECTION 42. FISCAL PROGRAMS - COMPTROLLER OF PUBLIC  
21 ACCOUNTS: APPROPRIATION FOR ENDANGERED SPECIES RESEARCH. (a) The  
22 Fiscal Programs - Comptroller of Public Accounts is appropriated  
23 \$5,000,000 out of the general revenue fund for transfer to the  
24 Habitat Protection and Research Fund, as established in  
25 Government Code, Section 490F.004 by H.B. 3509, Eighty-third  
26 Legislature, Regular Session, 2013 (the General Appropriations  
27 Act), for the purposes of threatened or endangered species  
28 research.

29 (b) The money appropriated in this section shall be held by  
30 the Comptroller for the use of the Task Force on Economic Growth  
31 and Endangered Species as described in Government Code, Chapter

1 490E.

2 SECTION 43. TEXAS EDUCATION AGENCY: STUDENT SUCCESS  
3 INITIATIVE. In addition to amounts previously appropriated for  
4 the state fiscal biennium ending August 31, 2013 to the Texas  
5 Education Agency, \$10,000,000 is appropriated out of the general  
6 revenue fund to the Texas Education Agency for the two year  
7 period beginning on the effective date of this Act for the  
8 purpose of funding the Student Success Initiative.

9 SECTION 44. HIGHER EDUCATION COORDINATING BOARD: TEXAS  
10 RESEARCH INCENTIVE PROGRAM. In addition to amounts previously  
11 appropriated for the state fiscal biennium ending August 31,  
12 2013, the amount of \$34,400,000 is appropriated out of the  
13 general revenue fund to the Higher Education Coordinating Board  
14 for Strategy B.1.16, Texas Research Incentive Program, as listed  
15 in Chapter 1355 (H.B. 1), Acts of the 82nd Legislature, Regular  
16 Session, 2011 (the General Appropriations Act), for the two-year  
17 period beginning on the effective date of this Act, for the  
18 purpose of distributing money to emerging research universities  
19 based on a match for certain private donations.

20 SECTION 45. TEXAS FACILITIES COMMISSION: HEALTH AND  
21 SAFETY PROJECTS. In addition to amounts previously appropriated  
22 for the state fiscal biennium ending August 31, 2013, the amount  
23 of \$20,000,000 is appropriated out of the general revenue fund  
24 to the Facilities Commission for Strategy B.2.1, Facilities  
25 Operation, as listed in Chapter 1355 (H.B. 1), Acts of the 82nd  
26 Legislature, Regular Session, 2011 (the General Appropriations  
27 Act), for the two-year period beginning on the effective date of  
28 this Act, for the purpose of funding health and safety repairs.

29 SECTION 46. DEPARTMENT OF AGING AND DISABILITY SERVICES:  
30 CERTAIN REPAIRS. In addition to amounts previously appropriated  
31 for the state fiscal biennium ending August 31, 2013, the amount

1 of \$23,000,000 is appropriated out of the general revenue fund  
2 to the Department of Aging and Disability Services for Strategy  
3 A. 9.1, Capital Repairs and Renovations, as listed in Chapter  
4 1355 (H.B. 1), Acts of the 82nd Legislature, Regular Session,  
5 2011 (the General Appropriations Act), for the two-year period  
6 beginning on the effective date of this Act, for the purpose of  
7 funding repairs at State Supported Living Centers.

8 SECTION 47. DEPARTMENT OF STATE HEALTH SERVICES: CERTAIN  
9 REPAIRS. In addition to amounts previously appropriated for the  
10 state fiscal biennium ending August 31, 2013, the amount of  
11 \$20,000,000 is appropriated out of the general revenue fund to  
12 the Department of State Health Services for Strategy F.1.2, as  
13 listed in Chapter 1355 (H.B. 1), Acts of the 82nd Legislature,  
14 Regular Session, 2011 (the General Appropriations Act), for the  
15 two-year period beginning on the effective date of this Act, for  
16 the purpose of funding repairs at state hospitals.

17 SECTION 48. DEPARTMENT OF CRIMINAL JUSTICE: CERTAIN  
18 REPAIRS. In addition to amounts previously appropriated for the  
19 state fiscal biennium ending August 31, 2013, the amount of  
20 \$5,000,000 is appropriated out of the general revenue fund to  
21 the Department of Criminal Justice for Strategy D.1.1,  
22 Facilities Construction, as listed in Chapter 1355 (H.B. 1),  
23 Acts of the 82nd Legislature, Regular Session, 2011 (the General  
24 Appropriations Act), for the two-year period beginning on the  
25 effective date of this Act, for the purpose of funding repairs  
26 and renovation.

27 SECTION 49. PARKS AND WILDLIFE DEPARTMENT: CERTAIN REPAIRS.  
28 In addition to amounts previously appropriated for the state  
29 fiscal biennium ending August 31, 2013, the amount of \$5,000,000  
30 is appropriated out of the general revenue fund to the Parks and  
31 Wildlife Department for Strategy D.1.1, Facilities, Improvements

1 and Major Repairs, as listed in Chapter 1355 (H.B. 1), Acts of  
2 the 82nd Legislature, Regular Session, 2011 (the General  
3 Appropriations Act), for the two-year period beginning on the  
4 effective date of this Act, for the purpose of funding repairs  
5 at state parks.

6 SECTION 50. SECRETARY OF STATE. CAPITAL BUDGET AUTHORITY.  
7 Notwithstanding the limitations of Section 14.03 in Article IX,  
8 as listed in Chapter 1355 (H.B. 1), Acts of the 82nd  
9 Legislature, Regular Session, 2011 (the General Appropriations  
10 Act), and in addition to existing capital budget authority  
11 authorized in the bill pattern of the Secretary of State, as  
12 listed in Chapter 1355 (H.B. 1), Acts of the 82nd Legislature,  
13 Regular Session, 2011 (the General Appropriations Act),  
14 \$5,000,000 may be expended by the Secretary of State for capital  
15 outlay for the two year period beginning on the effective date  
16 of this Act for the purpose of transitioning the information  
17 technology supporting statewide voter registration.

18 SECTION 51. UNIVERSITY OF NORTH TEXAS AT DALLAS: NEW  
19 UNIVERSITY MODEL START-UP. In addition to the amounts previously  
20 appropriated for the state fiscal biennium ending August 31,  
21 2013, \$1,000,000 is appropriated out of the general revenue  
22 fund to the University of North Texas at Dallas for Strategy  
23 C.1.1, Transitional Funding, as listed in Chapter 1355 (H.B. 1),  
24 Acts of the 82nd Legislature, Regular Session, 2011 (the General  
25 Appropriations Act), for the two year period beginning on the  
26 effective date of this Act ending August 31, 2013, for the  
27 purpose of new university innovation.

28 SECTION 52. CONSTRUCTION OF FACILITIES FOR STATE AGENCIES.  
29 (a) In accordance with Government Code Chapters 1232 and 2166,  
30 the Texas Public Finance Authority (TFPA) shall issue revenue  
31 bonds on behalf of the Texas Facilities Commission (TFC) in an

1 amount not to exceed \$325,586,000 for the purpose of  
2 constructing one office building in the Capitol Complex, as  
3 defined by Government Code, Chapter 443.0071(b), and one office  
4 building and one parking structure in the North Austin Complex,  
5 as described in the Facilities Master Plan. The Facilities  
6 Commission is appropriated an amount not to exceed \$325,586,000  
7 out of Revenue Bond Proceeds in Strategy A.2.1, Facilities  
8 Design and Construction, for the fiscal biennium ending August  
9 31, 2015, for the construction of facilities for state agencies,  
10 pursuant to Government Code, Section 2166.453.

11 (b) The Facilities Commission is appropriated \$5,193,445  
12 out of the general revenue fund the fiscal biennium ending  
13 August 31, 2015 for lease payments (debt service) to the Texas  
14 Public Finance Authority for any revenue bonds issued under  
15 subsection (a).

16 SECTION 53. CERTAIN AUTHORITY AT THE TRUSTEED PROGRAMS  
17 WITHIN THE OFFICE OF THE GOVERNOR. (a) All unexpended and  
18 unobligated balances, estimated unexpended and unobligated  
19 balances, interest earnings and other revenues from funds  
20 appropriated to the Office of the Governor or the Trusteed  
21 Programs within the Office of the Governor for the fiscal year  
22 ending August 31, 2013 in Chapter 1355 (H.B. 1), Acts of the  
23 82nd Legislature, Regular Session, 2011 (the General  
24 Appropriations Act), are appropriated for the biennium ending  
25 August 31, 2015.

26 (b) The Office of the Governor and the Trusteed Programs  
27 within the Office of the Governor may, notwithstanding any  
28 other provision of this Act, transfer from any item of  
29 appropriation to any other item of appropriation except that no  
30 transfers may be made between the Texas Emerging Technology Fund  
31 and the Texas Enterprise Fund without approval of Legislative

1 Budget Board.

2 SECTION 54. WATER DEVELOPMENT BOARD: WATER ASSISTANCE

3 FUND. (a) Any unencumbered and unobligated balances from the  
4 general revenue fund from Goal A, Water Resource Planning and  
5 Goal B, Water Project Financing in Chapter 1355 (H.B. 1), Acts  
6 of the 82nd Legislature, Regular Session, 2011 (the General  
7 Appropriations Act), in excess of the amounts described in  
8 Section 3 of this Act and in amount not to exceed \$10,000,000  
9 are appropriated to the Water Development Board for Strategy  
10 B.1.1, State and Federal Financial Assistance, for the two year  
11 period beginning on the effective date of this Act, for transfer  
12 to Water Assistance Fund Account Number 480.

13 (b) Funds appropriated in subsection (a) shall be used by  
14 the Water Development to issue 0 percent interest loans to be  
15 repaid by the loan recipient over a period not to exceed 40  
16 years, or for the purpose of a grant, if the political  
17 subdivision can provide \$10,000,000 in matching local money, or  
18 has expended \$10,000,000 on the proposed project.

19 (c) The Water Development Board shall provide the loan or  
20 grant to political subdivisions for the acquisition,  
21 construction, improvements, or expansion of the water, drainage,  
22 or wastewater systems of a political subdivision or for  
23 refunding debt issued for such purposes.

24 (d) Political subdivisions eligible to receive money in  
25 this section must be located on a Texas border county that has  
26 expended a minimum of \$50,000,000 on a border security or levee  
27 project.

28 (e) Projects eligible to receive money in this section must  
29 be an authorized and designated a flood control project by the  
30 U.S. Army Corps of Engineers; have a regional impact; and  
31 include components related to regional storm water management,

1 flood mitigation, water re-use, reclamation, or water  
2 conservation.

3 SECTION 55. DEPARTMENT OF HOUSING AND COMMUNITY  
4 AFFAIRS: COMMUNITY-BASED PREVENTION AND INTERVENTION PROGRAMS.

5 In addition to the amounts previously appropriated for the state  
6 fiscal biennium ending August 31, 2013, the Department of  
7 Housing and Community Affairs is appropriated \$1,000,000 from  
8 the general revenue fund for the two year period beginning on  
9 the effective date of this Act for the purpose of providing one-  
10 time facility start-up funds for a settlement house in northeast  
11 Houston. Funds appropriated in this section are contingent on  
12 Harris County providing the operating costs for the facility and  
13 also contingent on the land for the facility being donated.

14 SECTION 56. PRAIRIE VIEW A&M UNIVERSITY: COMMUNITY

15 DEVELOPMENT PROJECT. In addition to the amounts previously  
16 appropriated for the state fiscal biennium ending August 31,  
17 2013, \$150,000 is appropriated out of the general revenue fund  
18 to Prairie View A&M University for Strategy C.3.3, Community  
19 Development Project, as listed in Chapter 1355 (H.B. 1), Acts of  
20 the 82nd Legislature, Regular Session, 2011 (the General  
21 Appropriations Act), for the two year period beginning on the  
22 effective date of this Act, for the purpose of funding community  
23 development projects.

24 SECTION 57. PRAIRIE VIEW A&M UNIVERSITY: OFFICE OF

25 INTERNATIONAL AFFAIRS. In addition to the amounts previously  
26 appropriated for the state fiscal biennium ending August 31,  
27 2013, \$350,000 is appropriated out of the general revenue fund  
28 to Prairie View A&M University for the two year period beginning  
29 on the effective date of this Act, for the purpose of funding  
30 the Office of International Affairs.

31 SECTION 58. UNIVERSITY OF HOUSTON - DOWNTOWN: COMMUNITY

1 DEVELOPMENT PROJECT. In addition to the amounts previously  
2 appropriated for the state fiscal biennium ending August 31,  
3 2013, \$150,000 is appropriated out of the general revenue fund  
4 to the University of Houston - Downtown for Strategy C.1.1,  
5 Community Development Project, as listed in Chapter 1355 (H.B.  
6 1), Acts of the 82nd Legislature, Regular Session, 2011 (the  
7 General Appropriations Act), for the two year period beginning  
8 on the effective date of this Act, for the purpose of funding  
9 community development projects.

10 SECTION 59. UNIVERSITY OF HOUSTON: SCHOOL OF PUBLIC  
11 AFFAIRS. In addition to the amounts previously appropriated for  
12 the state fiscal biennium ending August 31, 2013, \$100,000 is  
13 appropriated out of the general revenue fund to the University  
14 of Houston for Strategy C.2.3, William P. Hobby Jr. School of  
15 Public Affairs, as listed in Chapter 1355 (H.B. 1), Acts of the  
16 82nd Legislature, Regular Session, 2011 (the General  
17 Appropriations Act), for the two year period beginning on the  
18 effective date of this Act, for the purpose of funding the  
19 William P. Hobby Jr. School of Public Affairs.

20 SECTION 60. UNIVERSITY OF TEXAS AT AUSTIN: DEPARTMENT OF  
21 MEXICAN-AMERICAN STUDIES. In addition to the amounts previously  
22 appropriated for the state fiscal biennium ending August 31,  
23 2013, \$1,500,000 is appropriated out of the general revenue  
24 fund to the University of Texas at Austin for the two year  
25 period beginning on the effective date of this Act for the  
26 purpose of funding the Department of Mexican-American Studies.

27 SECTION 61. TEXAS A&M INTERNATIONAL UNIVERSITY: PETROLEUM  
28 ENGINEERING. In addition to the amounts previously appropriated  
29 for the state fiscal biennium ending August 31, 2013,  
30 \$2,000,000 is appropriated out of the general revenue fund to  
31 the Texas A&M International University for the two year period

1 beginning on the effective date of this Act for the purpose of  
2 providing a one-time start-up costs to match local funds for the  
3 petroleum engineering program.

4 SECTION 62. DEPARTMENT OF PUBLIC SAFETY: METHOD OF FINANCE  
5 CHANGE. The unencumbered appropriations from the state highway  
6 fund 006 to the Department of Public Safety for use during the  
7 state fiscal biennium ending August 31, 2013, made by Chapter  
8 1355 (H.B. 1), Acts of the 82nd Legislature, Regular Session,  
9 2011 (the General Appropriations Act), are reduced by the amount  
10 of \$134,750,000.

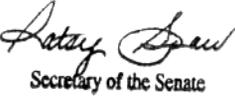
11 (b) In addition to the amounts previously appropriated for  
12 the state fiscal biennium ending August 31, 2013, \$134,750,000  
13 is appropriated out of the general revenue fund to the  
14 Department of Public Safety for the two year period beginning on  
15 the effective date of this Act, for the purpose of changing the  
16 method of finance of certain funds.

17 SECTION 63. EFFECTIVE DATE. (a) This Act takes effect  
18 immediately as provided for a general appropriations act under  
19 Section 39, Article III, Texas Constitution.

20 (b) Sections 13, 18, 20, 21, 22, 25, 32 and 33 of this Act  
21 take effect only if this Act receives a vote of two-thirds of  
22 the members present in each house of the legislature, as  
23 provided by Section 49-g(m), Article III, Texas Constitution.

# ADOPTED

MAY 22 2013

FLOOR AMENDMENT NO. 2   
Secretary of the Senate BY: William

1 Amend Amendment No. 1 by Williams to C.S.H.B. No. 1025  
2 (senate committee printing) by striking SECTION 40 of the  
3 amendment (page 20, line 15, through page 21, line 1 of the  
4 amendment) and substituting the following:

5 SECTION 40. TEXAS DEPARTMENT OF TRANSPORTATION: ROAD  
6 REPAIRS IN ENERGY SECTORS; CONTINGENCY. (a) Contingent on the  
7 enactment of SB1670 and SB1671 or similar legislation relating  
8 to oversize and overweight vehicles, and in addition to amounts  
9 previously appropriated for the state fiscal biennium ending  
10 August 31, 2013, the amount of \$450,000,000 is appropriated out  
11 of the general revenue fund to the Texas Department of  
12 Transportation for the two-year period beginning on the  
13 effective date of this Act to be transferred to State Highway  
14 Fund 6 for the purposes for which amounts appropriated by that  
15 Act to the department for Strategy C.1.2, New Maintenance  
16 Contracts, may be used for maintenance and safety, including  
17 repairs to roadways and bridges within the state highway system  
18 for damage caused by oversize vehicles or overweight loads used  
19 in the development and production of energy or by above normal  
20 usage of roadways and bridges within the state highway system by  
21 vehicles used in the development and production of energy. It is  
22 the intent of the legislature that projects be prioritized by  
23 according to safety issues, traffic volumes, pavement widths and  
24 pavement conditions.

25 (b) If SB1670 and SB1671 or similar legislation relating to  
26 oversize and overweight vehicles are not enacted, then, in  
27 addition to amounts previously appropriated for the state fiscal  
28 biennium ending August 31, 2013, the amount of \$450,000,000 is

1 appropriated out of the general revenue fund to the Health and  
2 Human Services Commission for the two-year period beginning on  
3 the effective date of this Act for the purposes for which  
4 amounts appropriated to the commission for Strategy B.1.5,  
5 Children, may be used.

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**FISCAL NOTE, 83RD LEGISLATIVE REGULAR SESSION**

**May 23, 2013**

**TO:** Honorable Joe Straus, Speaker of the House, House of Representatives

**FROM:** Ursula Parks, Director, Legislative Budget Board

**IN RE: HB1025** by Pitts (Relating to making supplemental appropriations and reductions in appropriations and giving direction and adjustment authority regarding appropriations.),  
**As Passed 2nd House**

**Estimated Two-year Net Impact to General Revenue Related Funds** for HB1025, As Passed 2nd House: a negative impact of (\$1,009,898,328) through the biennium ending August 31, 2015.

**Appropriations:**

Fiscal Year	Appropriation out of <i>General Revenue Fund</i> 1	Appropriation out of <i>Foundation School Fund</i> 193	Appropriation out of <i>Game, Fish, Water Safety Ac</i> 9	Appropriation out of <i>Clean Air Account</i> 151
2013	\$622,970,994	\$0	\$3,000,000	(\$12,500)
2014	\$10,193,445	\$101,346,715	\$0	\$0
2015	\$175,000,000	\$100,387,174	\$0	\$0

Fiscal Year	Appropriation out of <i>Water Resource Management</i> 153	Appropriation out of <i>Trauma Facility And Ems</i> 5111	Appropriation out of <i>Oil &amp; Gas Regulation</i> 5155	Appropriation out of <i>Federal Funds</i> 555
2013	\$500,000	\$137,860,100	\$16,711,989	\$10,315,951
2014	\$0	\$0	\$0	\$0
2015	\$0	\$0	\$0	\$0

<b>Fiscal Year</b>	<b>Appropriation out of Appropriated Receipts 666</b>	<b>Appropriation out of Bond Proceeds-Rev Bonds 781</b>	<b>Appropriation out of Economic Stabilization Fund 599</b>
2013	\$0	\$0	\$1,936,225,854
2014	(\$8,586,715)	\$325,586,000	\$2,000,000,000
2015	(\$8,227,174)	\$0	\$0

**General Revenue-Related Funds, Six-Year Impact:**

<b>Fiscal Year</b>	<b>Probable Net Positive/(Negative) Impact to General Revenue Related Funds</b>
2013	(\$622,970,994)
2014	(\$111,540,160)
2015	(\$275,387,174)
2016	\$0
2017	\$0
2018	\$0

**All Funds, Six-Year Impact:**

<b>Fiscal Year</b>	<b>Probable Savings/(Cost) from General Revenue Fund 1</b>	<b>Probable Savings/(Cost) from Foundation School Fund 193</b>	<b>Probable Savings/(Cost) from Game, Fish, Water Safety Ac 9</b>	<b>Probable Savings/(Cost) from Clean Air Account 151</b>
2013	(\$622,970,994)	\$0	(\$3,000,000)	\$12,500
2014	(\$10,193,445)	(\$101,346,715)	\$0	\$0
2015	(\$175,000,000)	(\$100,387,174)	\$0	\$0
2016	\$0	\$0	\$0	\$0
2017	\$0	\$0	\$0	\$0
2018	\$0	\$0	\$0	\$0

<b>Fiscal Year</b>	<b>Probable Savings/(Cost) from Water Resource Management 153</b>	<b>Probable Savings/(Cost) from Trauma Facility And Em's 5111</b>	<b>Probable Savings/(Cost) from Oil &amp; Gas Regulation 5155</b>	<b>Probable Savings/(Cost) from Federal Funds 555</b>
2013	(\$500,000)	(\$137,860,100)	(\$16,711,989)	(\$10,315,951)
2014	\$0	\$0	\$0	\$0
2015	\$0	\$0	\$0	\$0
2016	\$0	\$0	\$0	\$0
2017	\$0	\$0	\$0	\$0
2018	\$0	\$0	\$0	\$0

Fiscal Year	Probable Revenue Gain/(Loss) from Appropriated Receipts 666	Probable Savings/(Cost) from Bond Proceeds-Rev Bonds 781	Probable Savings/(Cost) from Economic Stabilization Fund 599	Probable Revenue Gain/(Loss) from Economic Stabilization Fund 599
2013	\$0	\$0	(\$1,936,225,854)	(\$1,347,000)
2014	(\$8,586,715)	(\$325,586,000)	(\$2,000,000,000)	(\$31,616,000)
2015	(\$8,227,174)	\$0	\$0	(\$59,949,000)
2016	\$0	\$0	\$0	(\$81,326,000)
2017	\$0	\$0	\$0	(\$103,947,000)
2018	\$0	\$0	\$0	(\$128,185,000)

Fiscal Year	Probable Revenue Gain/(Loss) from Federal Funds 555	Change in Number of State Employees from FY 2012
2013	\$10,315,951	29.0
2014	\$0	13.0
2015	\$0	13.0
2016	\$0	0.0
2017	\$0	0.0
2018	\$0	0.0

### Fiscal Analysis

The bill would make supplemental appropriation increases and reductions for various state agencies.

**Beginning in fiscal year 2013 the bill would make the following net appropriation increases out of General Revenue funds in the sum of \$622.97 million, \$158.1 million out of General Revenue dedicated Accounts, \$1.9 million out of the Economic Stabilization Fund, and \$10.3 million out of Federal Funds.**

The bill would make the following fiscal year 2013 appropriation reductions in the sum of \$149.5 million from General Revenue Fund 001 and \$12,500 from General Revenue-dedicated accounts.

The following appropriation reductions would be made out of General Revenue Fund 001:  
 \$22,601,012 from the Texas Public Finance Authority;  
 \$110,000,000 from the Texas Department of Transportation;  
 \$7,535,354 from the Water Development Board;  
 \$2,365,481 from the Department of Family and Protective Services;  
 \$2,671,850 from the Health and Human Services Commission;  
 \$1,400,437 from the Higher Education Employees Group Insurance for UT Medical - Galveston;  
 \$2,000,000 from the University of Texas at Austin; and  
 \$890,622 from the University of Texas at Dallas.

The following appropriation reductions would be made out of General Revenue-dedicated accounts:

\$12,500 out of GR Account - 151, Clean Air, from the Texas A&M AgriLife Research.

The following appropriation increases would be made out of General Revenue Fund 001:

\$1,400,000 to the Facilities Commission for payment of increased utility costs;  
 \$1,546,003 to the Veterans Commission for the purpose of creating two state strike force teams to address the backlog of claims in Houston and Waco and to hire additional counselors, including 16 additional full-time equivalent employees;  
 \$500,000 to the Veterans Commission for the purpose of repaying a deficiency grant;  
 \$200,000 to the University of Houston - Clear Lake for the purpose of current operations;  
 \$162,500 to Texas A&M AgriLife Research for the purpose of current operations;  
 \$475,000 to the Judiciary Section, Comptroller's Department to cover costs of providing legal representation for an inmate in a capital murder trial;  
 \$7,495,137 to the Judiciary Section, Comptroller's Department for the purpose of paying salaries for district judges and prosecuting attorneys;  
 \$35,500 to the Library and Archives Commission for the purpose of providing a salary rate increase for the Director-Librarian;  
 \$30,000,000 to certain institutions of higher education for funding proportionate share for Hazelwood exemption;  
 \$517,000 to the Texas Education Agency for costs related to data center services;  
 \$200,000 to Adjutant General's Department for the purpose of providing mental health counseling, including hiring two additional full-time equivalent employees;  
 \$4,109,935 to the Health and Human Services Commission to provide services under CHIP;  
 \$394,675 to the Department of Family and Protective Services for the purpose of providing adoption subsidies;  
 \$9,250,000 to the Higher Education Coordinating Board for Graduate Medical Education;  
 \$7,750,000 to the Higher Education Coordinating Board for family practice residency program;  
 \$10,000,000 to the Texas Education Agency for funding the Student Success Initiative;  
 \$34,400,000 to the Higher Education Coordinating Board for the Texas Research Incentive Program;  
 \$20,000,000 to the Texas Facilities Commission for the purpose of funding health and safety repairs;  
 \$23,000,000 to the Department of Aging and Disability Services for repairs at State Supported Living Centers;  
 \$20,000,000 to the Department of State Health Services for repairs at state hospitals;  
 \$5,000,000 to the Department of Criminal Justice for repairs and renovation;  
 \$5,000,000 to the Parks and Wildlife Department for repairs at state parks;  
 \$1,000,000 to the University of North Texas at Dallas for the new university innovation;  
 \$1,000,000 to the Texas Department of Housing and Community Affairs for start-up funds for a settlement house;  
 \$150,000 to Prairie View A&M University for community development projects;  
 \$350,000 to Prairie View A&M for the Office of International Affairs;  
 \$150,000 to the University of Houston Downtown for community development projects;  
 \$100,000 to the University of Houston for the William P. Hobby School of Public Affairs;  
 \$1,500,000 to the University of Texas Austin for the Department of Mexican American Studies;  
 \$2,000,000 to Texas A&M International University for petroleum engineering program;  
 \$134,750,000, to the Department of Public Safety for changing method of finance for certain funds;  
 \$450,000,000 to the Texas Department of Transportation for maintenance and safety of roads damaged in the development and production of energy. This appropriation is contingent upon enactment of legislation relating to oversize and overweight vehicles. If this legislation is not enacted, the \$450,000,000 is appropriated to the Health and Human Services Commission.

The following appropriation increases of \$158.1 million would be made out of General Revenue-dedicated accounts:

\$500,000 from GR Dedicated Account - 153, Water Resource Management, to the Commission on Environmental Quality for the purpose of paying for Elephant Butte litigation expenses.

\$16,711,989 from GR Dedicated Account - 5155, Oil and Gas Regulation and Cleanup, to the Railroad Commission for the purpose of information technology modernization, including 11 additional full-time equivalent employees; and

\$137,860,100 from GR Dedicated Account - 5111, Trauma Facility and EMS Account, to the Department of State Health Services for the purpose of entering into an interagency contract to transfer money from that department to the Health and Human Services Commission to provide for the non-federal share for the Medicaid disproportionate share hospital program.

\$3,000,000 from GR Dedicated Account - 9, Game, Fish, and Water Safety to the Parks and Wildlife Department for the purpose of the Cedar Bayou Restoration Project in Aransas County. This appropriation is contingent upon receiving funds from units of local government estimated to be \$3.5 million.

The following appropriation increases would be made out of the Economic Stabilization Fund totaling \$1.9 billion:

\$1,678,703 to the Texas A&M Engineering Extension Service for the purpose of reimbursing the agency for state-directed deployments for natural disasters;

\$889,000 to the Parks and Wildlife Department for the purpose of providing for state park operations;

\$161,065,711 to Texas A&M Forest Service for costs associated with wildfires;

\$2,700,000 to Department of Public Safety for costs associated with wildfires;

\$4,892,440 to Parks and Wildlife Department for costs associated with wildfires;

\$15,000,000 to Trusteed Programs within the Office of the Governor;

\$1,750,000,000 to the Texas Education Agency for payment of the installment of FSP entitlement.

The bill would repeal Section 5 of HB 10, Acts of the 83rd Legislature. The \$1,750,000,000 appropriation is contingent upon enactment of legislation to amend the established schedule of payments to school districts through the FSP.

The bill would appropriate \$10,315,951 out of Federal Funds to the Health and Human Services Commission to provide services under CHIP.

**Beginning in 2014-15, the bill would make the following net appropriation increases totaling \$386.9 million in General Revenue funds, \$308.8 million in Other Funds and \$2 billion out of the Economic Stabilization Fund.**

\$5,000,000 to the Comptroller of Public Accounts for the Habitat Protection and Research Fund out of General Revenue Fund 001;

\$5,193,445 to the Texas Facilities Commission for lease payments (debt service) to the Texas Public Finance Authority out of General Revenue Fund 001.

Contingent on enactment of legislation relating to tuition revenue bonds for institutions of higher education, the bill would appropriate \$175,000,000 out of General Revenue Fund 001 to the Higher Education Coordinating Board for distribution to university systems for debt service on tuition revenue bonds.

Contingent on enactment of legislation relating to returning money from GR Dedicated Account - 5100, System Benefit Fund to payers of the fee and also contingent on legislation proposing constitutional amendments providing for the transfer of money from the economic stabilization

fund to assist in financing water infrastructure, the bill would appropriate \$101,346,715 in FY 2014 and \$100,387,174 in FY15 from the Foundation School Fund - 193 to the Texas Education Agency for the purpose of funding the Foundation School Program. The bill would reduce appropriations made in SB1, 83rd Legislature to the Texas Education Agency out of Appropriated Receipts (other funds) by \$8,586,715 in FY 2014 and \$8,227,174 in FY 2015.

\$325,586,000 out of bond proceeds (other funds) to the Texas Facilities Commission for constructing an office building in the Capitol Complex.

Contingent upon enactment of legislation proposing constitutional amendments providing for the appropriation of money from the economic stabilization fund to assist in financing water infrastructure, the bill would appropriate \$2,000,000,000 from the Economic Stabilization Fund to TWDB to finance projects in the state water plan.

The bill would take effect immediately upon enactment. Sections 13, 18, 20, 21, 22, 25, 32 and 33 of the bill require a vote of two-thirds of the members present in each house of the Legislature, as provided by Section 49-g(m), Article III, Texas Constitution.

### **Methodology**

The amounts identified above represent changes to previously budgeted amounts for the state fiscal biennium ending August 31, 2013 as well as appropriation amounts for the 2014-15 biennium. This analysis assumes immediate effect. The bill would decrease the amount of money in Fund 0599, the Economic Stabilization Fund, as well as a loss of interest income that would otherwise have been earned on the balance. Potential interest income loss is shown in the table.

### **Local Government Impact**

The bill provides for an increase in General Revenue Funds (Foundation School Fund No. 193) for the Foundation School Program (FSP) of \$101.3 million in fiscal year 2014 and \$100.4 million in fiscal year 2015 and a decrease in revenues associated with payments made by school districts required to take action to reduce property wealth under Chapter 41 of the Texas Education Code (recapture) of \$8.6 million in fiscal year 2014 and \$8.2 million in fiscal year 2015. These changes correspond to an increase in the basic allotment in the FSP formulas under which state aid to public school districts and charter schools is determined to \$4,950 in fiscal year 2014 and \$5,040 in fiscal year 2015.

Contingent upon passage of legislation to amend the statutory schedule of payments to school districts through the FSP, school districts scheduled to receive the final installment of FSP entitlement for fiscal year 2013 in September of fiscal year 2014 under current law would receive that payment of \$1.75 billion in August of fiscal year 2013 under the provisions of the bill.

The appropriation of \$137,860,100 in Trauma Facility and EMS general revenue dedicated funds to the Department of State Health Services for the purpose of entering into an interagency contract with the Health and Human Services Commission (HHSC) to provide the non-federal share of the Medicaid disproportionate share hospital (DSH) program will have a positive All Funds fiscal impact of \$337,975,239 in fiscal year 2013 to hospitals participating in the Texas DSH program. The DSH program is a joint state-federal program reimbursed by the federal government at a state's Federal Medical Assistance Percentage (FMAP). The fiscal year 2013 Texas FMAP is 59.21%, meaning that the appropriation of \$137,860,100 in non-federal funds will draw down an additional \$200,115,139 federal funds, for an All Funds impact of \$337,975,239. Although the

DSH program is administered by HHSC, it is not reflected in the General Appropriations Act.

The bill would provide \$15 million to the Trusteed Programs within the Office of the Governor to assist units of local governments affected by wildfires and disaster-related events.

**Source Agencies:** 304 Comptroller of Public Accounts

**LBB Staff:** UP, KK, SD, AG

**LEGISLATIVE BUDGET BOARD**

Austin, Texas

**FISCAL NOTE, 83RD LEGISLATIVE REGULAR SESSION**

**May 18, 2013**

**TO:** Honorable Tommy Williams, Chair, Senate Committee on Finance

**FROM:** Ursula Parks, Director, Legislative Budget Board

**IN RE: HB1025** by Pitts (relating to making supplemental appropriations and reductions in appropriations and giving direction and adjustment authority regarding appropriations.), **Committee Report 2nd House, Substituted**

**Estimated Two-year Net Impact to General Revenue Related Funds** for HB1025, Committee Report 2nd House, Substituted: a negative impact of (\$148,531,665) through the biennium ending August 31, 2015.

**Appropriations:**

Fiscal Year	Appropriation out of <i>General Revenue Fund</i> 1	Appropriation out of <i>Clean Air Account</i> 151	Appropriation out of <i>Water Resource Management</i> 153	Appropriation out of <i>Trauma Facility And Ems</i> 5111
2013	\$148,531,665	(\$12,500)	\$500,000	\$100,000,000
2014	\$0	\$0	\$0	\$0

Fiscal Year	Appropriation out of <i>Oil &amp; Gas Regulation</i> 5155
2013	\$16,711,989
2014	\$0

**General Revenue-Related Funds, Six-Year Impact:**

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2013	(\$148,531,665)
2014	\$0
2015	\$0
2016	\$0
2017	\$0
2018	\$0

**All Funds, Six-Year Impact:**

<b>Fiscal Year</b>	<b>Probable Savings/(Cost) from General Revenue Fund 1</b>	<b>Probable Savings/(Cost) from Clean Air Account 151</b>	<b>Probable Savings/(Cost) from Water Resource Management 153</b>	<b>Probable Savings/(Cost) from Trauma Facility And Ems 5111</b>
2013	(\$148,531,665)	\$12,500	(\$500,000)	(\$100,000,000)
2014	\$0	\$0	\$0	\$0
2015	\$0	\$0	\$0	\$0
2016	\$0	\$0	\$0	\$0
2017	\$0	\$0	\$0	\$0
2018	\$0	\$0	\$0	\$0

<b>Fiscal Year</b>	<b>Probable Savings/(Cost) from Oil &amp; Gas Regulation 5155</b>	<b>Change in Number of State Employees from FY 2012</b>
2013	(\$16,711,989)	27.0
2014	\$0	11.0
2015	\$0	11.0
2016	\$0	0.0
2017	\$0	0.0
2018	\$0	0.0

**Fiscal Analysis**

The bill would make supplemental appropriation increases and reductions for various state agencies.

The bill would make the following fiscal year 2013 appropriation reductions in the sum of \$101.4 million from General Revenue Fund 001 and \$12,500 from General Revenue-dedicated accounts.

The following appropriation reductions would be made out of General Revenue Fund 001:  
 \$22,601,012 from the Texas Public Finance Authority;  
 \$53,000,000 from the Texas Department of Transportation;  
 \$7,698,821 from the Water Development Board;  
 \$11,489,949 from the Department of Family and Protective Services;  
 \$2,330,351 from the Health and Human Services Commission;  
 \$1,400,437 from the Higher Education Employees Group Insurance for UT Medical - Galveston;  
 \$2,000,000 from the University of Texas at Austin; and  
 \$890,622 from the University of Texas at Dallas.

The following appropriation reductions would be made out of General Revenue-dedicated accounts:

\$12,500 out of GR Account - 151, Clean Air, from the Texas A&M AgriLife Research.

The bill would make the following appropriation increases beginning in fiscal year 2013 out of General Revenue funds in the sum of \$249.9 million and \$117.2 million out of General Revenue dedicated accounts.

The following appropriation increases would be made out of General Revenue Fund 001:  
 \$1,400,000 to the Facilities Commission for payment of increased utility costs;

\$1,546,003 to the Veterans Commission for the purpose of creating two state strike force teams to address the backlog of claims in Houston and Waco and to hire additional counselors, including 16 additional full-time equivalent employees;  
\$500,000 to the Veterans Commission for the purpose of repaying a deficiency grant;  
\$200,000 to the University of Houston - Clear Lake for the purpose of current operations;  
\$1,678,703 to the Texas A&M Engineering Extension Service for the purpose of reimbursing the agency for state-directed deployments for natural disasters;  
\$162,500 to Texas A&M AgriLife Research for the purpose of current operations;  
\$475,000 to the Judiciary Section, Comptroller's Department to cover costs of providing legal representation for an inmate in a capital murder trial;  
\$39,000,000 to the Department of Criminal Justice for the purpose of providing for correctional managed health care;  
\$889,000 to the Parks and Wildlife Department for the purpose of providing for state park operations;  
\$35,500 to the Library and Archives Commission for the purpose of providing a salary rate increase for the Director-Librarian;  
\$161,065,711 to Texas A&M Forest Service for costs associated with wildfires;  
\$2,700,000 to Department of Public Safety for costs associated with wildfires;  
\$4,892,440 to Parks and Wildlife Department for costs associated with wildfires;  
\$5,398,000 to Trusteed Programs within the Office of the Governor, consisting of \$4,398,000 for Bastrop County and \$1,000,000 for Cass County; and  
\$30,000,000 to certain institutions of higher education for funding proportionate share for Hazelwood exemption.

The following appropriation increases would be made out of General Revenue-dedicated accounts:

\$500,000 from GR Dedicated Account - 153, Water Resource Management, to the Commission on Environmental Quality for the purpose of paying for Elephant Butte litigation expenses.

\$16,711,989 from GR Dedicated Account - 5155, Oil and Gas Regulation and Cleanup, to the Railroad Commission for the purpose of information technology modernization, including 11 additional full-time equivalent employees; and

\$100,000,000 from GR Dedicated Account - 5111, Trauma Facility and EMS Account, to the Department of State Health Services for the purpose of entering into an interagency contract to transfer money from that department to the Health and Human Services Commission to provide for the non-federal share for the Medicaid disproportionate share hospital program.

The bill would take effect immediately upon enactment.

## **Methodology**

The amounts identified above represent changes to previously budgeted amounts for the state fiscal biennium ending August 31, 2013. This analysis assumes immediate effect.

## **Local Government Impact**

Appropriations for Bastrop and Cass Counties will assist the counties with costs incurred by wildfires and help them better maximize federal money available to mitigate costs associated with wildfires.

The appropriation of \$100 million in Trauma Facility and EMS general revenue dedicated funds to the Department of State Health Services for the purpose of entering into an interagency contract with the Health and Human Services Commission (HHSC) to provide the non-federal share of the Medicaid disproportionate share hospital (DSH) program will have a positive All Funds fiscal impact of \$245,158,127 in fiscal year 2013 to hospitals participating in the Texas DSH program. The DSH program is a joint state-federal program reimbursed by the federal government at a state's Federal Medical Assistance Percentage (FMAP). The fiscal year 2013 Texas FMAP is 59.21%, meaning that the appropriation of \$100 million in non-federal funds will draw down an additional \$145,158,127 federal funds, for an All Funds impact of \$245,158,127. Although the DSH program is administered by HHSC, it is not reflected in the General Appropriations Act.

**Source Agencies:** 304 Comptroller of Public Accounts

**LBB Staff:** UP, KK, SD, AG

**LEGISLATIVE BUDGET BOARD**  
Austin, Texas

**FISCAL NOTE, 83RD LEGISLATIVE REGULAR SESSION**

**May 15, 2013**

**TO:** Honorable Tommy Williams, Chair, Senate Committee on Finance

**FROM:** Ursula Parks, Director, Legislative Budget Board

**IN RE: HB1025** by Pitts (Relating to making supplemental appropriations and reductions in appropriations and giving direction and adjustment authority regarding appropriations.),  
**As Engrossed**

**Estimated Two-year Net Impact to General Revenue Related Funds** for HB1025, As Engrossed: a negative impact of (\$616,651,118) through the biennium ending August 31, 2015.

**Appropriations:**

Fiscal Year	Appropriation out of <i>General Revenue Fund</i> 1	Appropriation out of <i>Foundation School Fund</i> 193	Appropriation out of <i>Game, Fish, Water Safety Ac</i> 9	Appropriation out of <i>Clean Air Account</i> 151
2013	\$116,651,118	\$500,000,000	\$7,000,000	(\$12,500)
2014	\$0	\$0	\$0	\$0

Fiscal Year	Appropriation out of <i>Water Resource Management</i> 153	Appropriation out of <i>Trauma Facility And Ens</i> 5111	Appropriation out of <i>Oil &amp; Gas Regulation</i> 5155	Appropriation out of <i>Economic Stabilization Fund</i> 599
2013	\$500,000	\$170,000,000	\$16,711,989	\$174,056,151
2014	\$0	\$0	\$0	\$0

**General Revenue-Related Funds, Six-Year Impact:**

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2013	(\$616,651,118)
2014	\$0
2015	\$0
2016	\$0
2017	\$0
2018	\$0

**All Funds, Six-Year Impact:**

<b>Fiscal Year</b>	<b>Probable Savings/(Cost) from General Revenue Fund 1</b>	<b>Probable Savings/(Cost) from Foundation School Fund 193</b>	<b>Probable Savings/(Cost) from Game, Fish, Water Safety Ac 9</b>	<b>Probable Savings/(Cost) from Clean Air Account 151</b>
2013	(\$116,651,118)	(\$500,000,000)	(\$7,000,000)	\$12,500
2014	\$0	\$0	\$0	\$0
2015	\$0	\$0	\$0	\$0
2016	\$0	\$0	\$0	\$0
2017	\$0	\$0	\$0	\$0
2018	\$0	\$0	\$0	\$0

<b>Fiscal Year</b>	<b>Probable Savings/(Cost) from Water Resource Management 153</b>	<b>Probable Savings/(Cost) from Trauma Facility And Ems 5111</b>	<b>Probable Savings/(Cost) from Oil &amp; Gas Regulation 5155</b>	<b>Probable Savings/(Cost) from Economic Stabilization Fund 599</b>
2013	(\$500,000)	(\$170,000,000)	(\$16,711,989)	(\$174,056,151)
2014	\$0	\$0	\$0	\$0
2015	\$0	\$0	\$0	\$0
2016	\$0	\$0	\$0	\$0
2017	\$0	\$0	\$0	\$0
2018	\$0	\$0	\$0	\$0

<b>Fiscal Year</b>	<b>Probable Revenue Gain/(Loss) from Economic Stabilization Fund 599</b>	<b>Change in Number of State Employees from FY 2012</b>
2013	(\$304,776)	27.0
2014	(\$1,400,000)	11.0
2015	(\$2,655,000)	11.0
2016	(\$3,601,000)	0.0
2017	(\$4,603,000)	0.0
2018	(\$5,676,000)	0.0

**Fiscal Analysis**

The bill would make supplemental appropriations and reductions and give direction and adjustment authority regarding appropriations.

The bill would make fiscal year 2013 appropriation reductions in the sum of \$48.2 million from General Revenue Fund 001 and \$12,500 from General Revenue-dedicated accounts.

The following appropriation reductions would be made out of General Revenue Fund 001: \$22,601,012 from the Texas Public Finance Authority; \$7,535,354 from the Water Development Board; \$11,489,949 from the Department of Family and Protective Services; \$2,330,351 from the Health and Human Services Commission; \$1,400,437 from the Higher Education Employees Group Insurance for UT Medical - Galveston; \$2,000,000 from the University of Texas at Austin; and

\$890,622 from the University of Texas at Dallas.

The following appropriation reductions would be made out of General Revenue-dedicated accounts:

\$12,500 out of GR Account - 151, Clean Air, from the Texas A&M AgriLife Research.

The bill would make appropriation increases beginning in fiscal year 2013 out of General Revenue funds in the sum of \$664.9 million, \$194.2 million out of General Revenue-dedicated accounts and \$174.1 million out of the Economic Stabilization Fund.

The following appropriation increases would be made out of General Revenue Fund 001:

\$1,400,000 to the Facilities Commission for payment of increased utility costs;

\$1,546,003 to the Veterans Commission for the purpose of creating two state strike force teams to address the backlog of claims in Houston and Waco and to hire additional counselors, including 16 additional full-time equivalent employees;

\$500,000 to the Veterans Commission for the purpose of repaying a deficiency grant;

\$200,000 to the University of Houston - Clear Lake for the purpose of current operations;

\$1,678,703 to the Texas A&M Engineering Extension Service for the purpose of reimbursing the agency for state-directed deployments for natural disasters;

\$162,500 to Texas A&M AgriLife Research for the purpose of current operations;

\$475,000 to the Judiciary Section, Comptroller's Department to cover costs of providing legal representation for an inmate in a capital murder trial;

\$7,495,137 to the Judiciary Section, Comptroller's Department for the purpose of paying salaries for district judges and prosecuting attorneys;

\$39,000,000 to the Department of Criminal Justice for the purpose of providing for correctional managed health care;

\$889,000 to the Parks and Wildlife Department for the purpose of providing for state park operations;

\$35,500 to the Library and Archives Commission for the purpose of providing a salary rate increase for the Director-Librarian;

\$34,500,000 to the Higher Education Coordinating Board for the Texas Research Incentive Program;

\$19,500,000, to the Department of Criminal Justice for the purpose of purchasing a correctional facility located in Jones County;

\$10,000,000 to the Department of Agriculture for the purpose of sourcing healthy food by Texas food banks;

\$517,000 to the Texas Education Agency for costs related to data center services;

\$17,000,000 to the Higher Education Coordinating Board for Graduate Medical Education;

\$30,000,000 to certain institutions of higher education for funding proportionate share for Hazelwood exemption.

The following appropriation increase would be made out of GR Account - 193 Foundation School Fund:

\$500,000,000 from GR Account - 193, Foundation School Fund, to the Texas Education Agency for independent school districts and charter schools eligible for funding through the Foundation School Program.

The following appropriation increases would be made out of General Revenue-dedicated accounts:

\$500,000 from GR Dedicated Account - 153, Water Resource Management, to the Commission on Environmental Quality for the purpose of paying for Elephant Butte litigation expenses;

\$16,711,989 from GR Dedicated Account - 5155, Oil and Gas Regulation and Cleanup, to the Texas Railroad Commission for the purpose of information technology modernization, including 11 additional full-time equivalent employees;

\$170,000,000 from GR Dedicated Account - 5111, Trauma Facility and EMS Account, to the Department of State Health Services for the purpose of entering into an interagency contract to transfer money from that department to the Health and Human Services Commission to provide for the non-federal share for the Medicaid disproportionate share hospital program;

\$7,000,000 from GR Dedicated Account - 9, Game, Fish and Water Safety, to the Parks and Wildlife Department for the purpose of the Cedar Bayou Restoration Project in Aransas County.

The following appropriation increases would be made out of the Economic Stabilization Fund for costs associated with wildfires:

\$161,065,711 to Texas A&M Forest Service;

\$2,700,000 to Department of Public Safety;

\$4,892,440 to Parks and Wildlife Department;

\$5,398,000 to Trusteed Programs within the Office of the Governor, consisting of \$4,398,000 for Bastrop County and \$1,000,000 for Cass and Marion Counties.

In addition the bill would re-appropriate or allocate existing House Bill 1, 82nd Legislature, Regular Session, 2011 appropriations as follows:

\$110 million in General Revenue to the Texas Department of Transportation from Strategy G.1.1., G.O. Bonds to Strategy C.1.2, New Maintenance Contracts and require that not less than 50 percent be distributed to counties in oil and gas production regions for certain purposes.

The bill would require from the Trusteed Programs within the Office of the Governor to prioritize \$2.0 million out of the General Revenue Funds appropriated to the programs for disaster recovery efforts in West, Texas.

The bill would allow the University of Houston, out of the unspent and unencumbered balance of General Revenue Fund appropriations, to allocate and use any donations, gifts, or endowments received by the University for the establishment and operation of the Texas Optometry Career Opportunities Program.

The bill would require the Health and Human Services Commission to use an amount necessary, not exceeding \$8,904,983, to pay for ambulance services provided to individuals who are dually eligible under both the Medicare and Medicaid programs out of the unencumbered appropriations.

The bill would take effect immediately upon enactment. Sections 21, 22, 23, and 26 of the bill require a vote of two-thirds of the members present in each house of the Legislature, as provided by Section 49-g(m), Article III, Texas Constitution.

## **Methodology**

The amounts identified above represent changes to previously budgeted amounts for the state fiscal biennium ending August 31, 2013. This analysis assumes immediate effect.

The bill would decrease the amount of money in Fund 0599, the Economic Stabilization Fund, as well as a loss of interest income that would otherwise have been earned on the balance. Potential interest income loss is shown in the table.

## **Local Government Impact**

Appropriations for Bastrop, Cass, and Marion Counties will assist the counties with costs incurred by wildfires and help them better maximize federal money available to mitigate costs associated with wildfires.

The bill would provide \$19,500,000 to TDCJ for the purpose of purchasing a correctional facility in Jones County.

Appropriation increases of \$500 million for the purpose of making payments to independent school districts and charter schools eligible for funding through the Foundation School Program.

The appropriation of \$170 million in Trauma Facility and EMS general revenue dedicated funds to the Department of State Health Services for the purpose of entering into an interagency contract with the Health and Human Services Commission (HHSC) to provide the non-federal share of the Medicaid disproportionate share hospital (DSH) program will have a positive All Funds fiscal impact of \$416,768,816 in fiscal year 2013 to hospitals participating in the Texas DSH program. The DSH program is a joint state-federal program reimbursed by the federal government at a state's Federal Medical Assistance Percentage (FMAP). The fiscal year 2013 Texas FMAP is 59.21%, meaning that the appropriation of \$170 million in non-federal funds will draw down an additional \$246,768,816 federal funds, for an All Funds impact of \$416,768,816. Although the DSH program is administered by HHSC, it is not reflected in the General Appropriations Act.

**Source Agencies:** 304 Comptroller of Public Accounts

**LBB Staff:** UP, KK, SD, AG, MS

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**FISCAL NOTE, 83RD LEGISLATIVE REGULAR SESSION**

**April 18, 2013**

**TO:** Honorable Jim Pitts, Chair, House Committee on Appropriations

**FROM:** Ursula Parks, Director, Legislative Budget Board

**IN RE:** **HB1025** by Pitts (relating to making supplemental appropriations and reductions in appropriations and giving direction and adjustment authority regarding appropriations.), **Committee Report 1st House, Substituted**

**Estimated Two-year Net Impact to General Revenue Related Funds** for HB1025, Committee Report 1st House, Substituted: a negative impact of (\$506,651,118) through the biennium ending August 31, 2015.

**Appropriations:**

Fiscal Year	Appropriation out of <i>General Revenue Fund</i> 1	Appropriation out of <i>Foundation School Fund</i> 193	Appropriation out of <i>Game, Fish, Water Safety Ac</i> 9	Appropriation out of <i>Clean Air Account</i> 151
2013	\$6,651,118	\$500,000,000	\$7,000,000	(\$12,500)
2014	\$0	\$0	\$0	\$0

Fiscal Year	Appropriation out of <i>Water Resource Management</i> 153	Appropriation out of <i>Trauma Facility And Ems</i> 5111	Appropriation out of <i>Oil &amp; Gas Regulation</i> 5155	Appropriation out of <i>Economic Stabilization Fund</i> 599
2013	\$500,000	\$170,000,000	\$16,711,989	\$174,056,151
2014	\$0	\$0	\$0	\$0

**General Revenue-Related Funds, Five-Year Impact:**

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2013	(\$506,651,118)
2014	\$0
2015	\$0
2016	\$0
2017	\$0

**All Funds, Five-Year Impact:**

Fiscal Year	Probable Savings/(Cost) from <i>General Revenue Fund</i> 1	Probable Savings/(Cost) from <i>Foundation School Fund</i> 193	Probable Savings/(Cost) from <i>Game, Fish, Water Safety Ac</i> 9	Probable Savings/(Cost) from <i>Clean Air Account</i> 151
2013	(\$6,651,118)	(\$500,000,000)	(\$7,000,000)	\$12,500
2014	\$0	\$0	\$0	\$0
2015	\$0	\$0	\$0	\$0
2016	\$0	\$0	\$0	\$0
2017	\$0	\$0	\$0	\$0

Fiscal Year	Probable Savings/(Cost) from <i>Water Resource Management</i> 153	Probable Savings/(Cost) from <i>Trauma Facility And Ems</i> 5111	Probable Savings/(Cost) from <i>Oil &amp; Gas Regulation</i> 5155	Probable Savings/(Cost) from <i>Economic Stabilization Fund</i> 599
2013	(\$500,000)	(\$170,000,000)	(\$16,711,989)	(\$174,056,151)
2014	\$0	\$0	\$0	\$0
2015	\$0	\$0	\$0	\$0
2016	\$0	\$0	\$0	\$0
2017	\$0	\$0	\$0	\$0

Fiscal Year	Probable Revenue Gain/(Loss) from <i>Economic Stabilization Fund</i> 599	Change in Number of State Employees from FY 2012
2013	\$0	27.0
2014	(\$1,400,000)	11.0
2015	(\$2,655,000)	11.0
2016	(\$3,601,000)	0.0
2017	(\$4,603,000)	0.0

**Fiscal Analysis**

The bill would make supplemental appropriation increases and reductions for various state agencies.

The bill would make the following fiscal year 2013 appropriation reductions in the sum of \$158.2 million from General Revenue Fund 001 and \$12,500 from General Revenue-dedicated accounts.

The following appropriation reductions would be made out of General Revenue Fund 001:

- \$22,601,012 from the Texas Public Finance Authority;
- \$110,000,000 from the Texas Department of Transportation;
- \$7,535,354 from the Water Development Board;
- \$11,489,949 from the Department of Family and Protective Services;
- \$2,330,351 from the Health and Human Services Commission;
- \$1,400,437 from the Higher Education Employees Group Insurance for UT Medical - Galveston;
- \$2,000,000 from the University of Texas at Austin; and
- \$890,622 from the University of Texas at Dallas.

The following appropriation reductions would be made out of General Revenue-dedicated accounts:

\$12,500 out of GR Account - 151, Clean Air, from the Texas A&M AgriLife Research.

The bill would make the following appropriation increases beginning in fiscal year 2013 out of General Revenue funds in the sum of \$664.9 million, \$194.2 million out of General Revenue-dedicated accounts and \$174.1 million out of the Economic Stabilization Fund.

The following appropriation increases would be made out of General Revenue Fund 001:

\$1,400,000 to the Facilities Commission for payment of increased utility costs;

\$1,546,003 to the Veterans Commission for the purpose of creating two state strike force teams to address the backlog of claims in Houston and Waco and to hire additional counselors, including 16 additional full-time equivalent employees;

\$500,000 to the Veterans Commission for the purpose of repaying a deficiency grant;

\$200,000 to the University of Houston - Clear Lake for the purpose of current operations;

\$1,678,703 to the Texas A&M Engineering Extension Service for the purpose of reimbursing the agency for state-directed deployments for natural disasters;

\$162,500 to Texas A&M AgriLife Research for the purpose of current operations;

\$475,000 to the Judiciary Section, Comptroller's Department to cover costs of providing legal representation for an inmate in a capital murder trial;

\$39,000,000 to the Department of Criminal Justice for the purpose of providing for correctional managed health care;

\$889,000 to the Parks and Wildlife Department for the purpose of providing for state park operations;

\$35,500 to the Library and Archives Commission for the purpose of providing a salary rate increase for the Director-Librarian;

\$34,500,000 to the Higher Education Coordinating Board for the Texas Research Incentive Program;

\$19,500,000, to the Department of Criminal Justice for the purpose of purchasing a correctional facility located in Jones County;

\$10,000,000 to the Department of Agriculture for the purpose of sourcing healthy food by Texas food banks;

\$7,495,137 to the Judiciary Section, Comptroller's Department for the purpose of paying salaries for district judges and prosecuting attorneys;

\$517,000 to the Texas Education Agency for costs related to data center services;

\$17,000,000 to the Higher Education Coordinating Board for Graduate Medical Education;

\$30,000,000 to certain institutions of higher education for funding proportionate share for Hazelwood exemption;

The following appropriation increase would be made out of GR Account - 193 Foundation School Fund:

\$500,000,000 from GR Account - 193, Foundation School Fund, to the Texas Education Agency for independent school districts and charter schools eligible for funding through the Foundation School Program.

The following appropriation increases would be made out of General Revenue-dedicated accounts:

\$500,000 from GR Dedicated Account - 153, Water Resource Management, to the Commission on Environmental Quality for the purpose of paying for Elephant Butte litigation expenses.

\$16,711,989 from GR Dedicated Account - 5155, Oil and Gas Regulation and Cleanup, to the Railroad Commission for the purpose of information technology modernization, including 11 additional full-time equivalent employees;

\$170,000,000 from GR Dedicated Account - 5111, Trauma Facility and EMS Account, to the Department of State Health Services for the purpose of entering into an interagency contract to transfer money from that department to the Health and Human Services Commission to provide for the non-federal share for the Medicaid disproportionate share hospital program;  
\$7,000,000 from GR Dedicated Account - 9, Game, Fish and Water Safety, to the Parks and Wildlife Department for the purpose of the Cedar Bayou Restoration Project in Aransas County.

The following appropriation increases would be made out of the Economic Stabilization Fund for costs associated with wildfires:

\$161,065,711 to Texas A&M Forest Service;

\$2,700,000 to Department of Public Safety;

\$4,892,440 to Parks and Wildlife Department;

\$5,398,000 to Trusteed Programs within the Office of the Governor, consisting of \$4,398,000 for Bastrop County and \$1,000,000 for Cass County.

The bill would take effect immediately upon enactment. Sections 20, 21, 22, and 25 of the bill require a vote of two-thirds of the members present in each house of the Legislature, as provided by Section 49-g(m), Article III, Texas Constitution.

### **Methodology**

The amounts identified above represent changes to previously budgeted amounts for the state fiscal biennium ending August 31, 2013. This analysis assumes immediate effect.

The bill would decrease the amount of money in Fund 0599, the Economic Stabilization Fund, as well as a loss of interest income that would otherwise have been earned on the balance. Potential interest income loss is shown in the table.

### **Local Government Impact**

Appropriations for Bastrop and Cass Counties will assist the counties with costs incurred by wildfires and help them better maximize federal money available to mitigate costs associated with wildfires.

The bill would provide \$19,500,000 to TDCJ for the purpose of purchasing a correctional facility in Jones County.

Appropriation increases of \$500 million for the purpose of making payments to independent school districts and charter schools eligible for funding through the Foundation School Program.

The appropriation of \$170 million in Trauma Facility and EMS general revenue dedicated funds to the Department of State Health Services for the purpose of entering into an interagency contract with the Health and Human Services Commission (HHSC) to provide the non-federal share of the Medicaid disproportionate share hospital (DSH) program will have a positive All Funds fiscal impact of \$416,768,816 in fiscal year 2013 to hospitals participating in the Texas DSH program. The DSH program is a joint state-federal program reimbursed by the federal government at a state's Federal Medical Assistance Percentage (FMAP). The fiscal year 2013 Texas FMAP is 59.21%, meaning that the appropriation of \$170 million in nonfederal funds will draw down an additional \$246,768,816 federal funds, for an All Funds impact of \$416,768,816. Although the DSH program is administered by HHSC, it is not reflected in the General Appropriations Act.

**Source Agencies:**

**LBB Staff:** UP, SD, AG, MS

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**FISCAL NOTE, 83RD LEGISLATIVE REGULAR SESSION**

**March 20, 2013**

**TO:** Honorable Jim Pitts, Chair, House Committee On Appropriations

**FROM:** Ursula Parks, Director, Legislative Budget Board

**IN RE: HB1025** by Pitts (Relating to making supplemental appropriations and reductions in appropriations and giving direction and adjustment authority regarding appropriations.),  
**As Introduced**

**Estimated Two-year Net Impact to General Revenue Related Funds** for HB1025, As Introduced: a negative impact of (\$97,732,151) through the biennium ending August 31, 2015.

**Appropriations:**

Fiscal Year	Appropriation out of <i>General Revenue Fund</i> 1	Appropriation out of <i>Clean Air Account</i> 151	Appropriation out of <i>Water Resource Management</i> 153	Appropriation out of <i>Federal Funds</i> 555
2013	\$97,732,151	(\$12,500)	\$500,000	(\$5,800,000)
2014	\$0	\$0	\$0	\$0

**General Revenue-Related Funds, Five-Year Impact:**

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2013	(\$97,732,151)
2014	\$0
2015	\$0
2016	\$0
2017	\$0

**All Funds, Five-Year Impact:**

Fiscal Year	Probable Savings/(Cost) from <i>General Revenue Fund</i> 1	Probable Savings/(Cost) from <i>Clean Air Account</i> 151	Probable Savings/(Cost) from <i>Water Resource Management</i> 153	Probable Savings/(Cost) from <i>Federal Funds</i> 555
2013	(\$97,732,151)	\$12,500	(\$500,000)	\$5,800,000
2014	\$0	\$0	\$0	\$0
2015	\$0	\$0	\$0	\$0
2016	\$0	\$0	\$0	\$0
2017	\$0	\$0	\$0	\$0

Fiscal Year	Change in Number of State Employees from FY 2012
2013	16.0
2014	0.0
2015	0.0
2016	0.0
2017	0.0

**Fiscal Analysis**

The bill would make supplemental appropriation increases and reductions for various state agencies.

The bill would make the following fiscal year 2013 appropriation reductions in the sum of \$116,812,706 from General Revenue Fund 001, \$12,500 from General Revenue-dedicated accounts and \$5,800,000 from Federal Funds.

The following appropriation reductions would be made out of General Revenue Fund 001:

\$23,536,739 from the Department of Family and Protective Services for Strategy B.1.11., Foster Care Payments;

\$2,330,351 from the Health and Human Services Commission for Strategy D.1.1., TANF (Cash Assistance) Grants;

\$1,400,437 from the Higher Education Employees Group Insurance for Strategy A.1.11., UT Medical - Galveston;

\$2,000,000 from the University of Texas at Austin Strategy C.4.1., Institutional Enhancement;

\$890,622 from the University of Texas at Dallas for Strategy A.1.1., Operations Support; and,

\$86,654,557 from Public Community/Junior Colleges related to retirement contributions;

The following appropriation reductions would be made out of General Revenue-dedicated accounts:

\$12,500 out of GR Account — 151, Clean Air, from the Texas A&M AgriLife Research for Strategy A.1.1., Agricultural/Life Sciences Research.

The following appropriation reductions would be made out of Federal Funds:

\$5,800,000 out of Federal Temporary Assistance for Needy Families (TANF) from the Department of Assistive and Rehabilitative Services for Strategy A.1.1., ECI Services;

The bill would make the following appropriation increases in fiscal year 2013 out of General Revenue Fund 001 in the sum of \$214,544,857 and \$500,000 out of General Revenue-dedicated accounts.

The following appropriation increases would be made out of General Revenue Fund 001:

\$1,400,000 to the Facilities Commission for payment of increased utility costs;

\$1,546,003 to the Veterans Commission for the purpose of creating two state strike force teams to address the backlog of claims in Houston and Waco and to hire additional counselors, including 16 additional full-time equivalent employees;

\$500,000 to the Veterans Commission for the purpose of repaying a deficiency grant;

\$200,000 to the University of Houston - Clear Lake for the purpose of current operations;

\$1,678,703 to the Texas A&M Engineering Extension Service for the purpose of reimbursing the agency for state-directed deployments for natural disasters;

\$162,500 to Texas A&M AgriLife Research for the purpose of current operations;

\$475,000 to the Judiciary Section, Comptroller's Department to cover costs of providing legal representation for an inmate in a capital murder trial;

\$39,000,000 to the Department of Criminal Justice for the purpose of providing for correctional managed health care;

\$889,000 to the Parks and Wildlife Department for the purpose of providing for state park operations;

\$35,500 to the Library and Archives Commission for the purpose of providing a salary rate increase for the Director-Librarian;

\$161,065,711 to Texas A&M Forest Service for costs associated with wildfires;

\$2,700,000 to Department of Public Safety for costs associated with wildfires;

\$4,892,440 to Parks and Wildlife Department for costs associated with wildfires.

The following appropriation increases would be made out of General Revenue-dedicated accounts:

\$500,000 from GR Account — 153, Water Resource Management, to the Commission on Environmental Quality for the purpose of paying for Elephant Butte litigation expenses.

The bill would take effect immediately upon enactment.

**Methodology**

The amounts identified above represent changes to previously budgeted amounts for the state fiscal biennium ending August 31, 2013. This analysis assumes immediate effect.

**Local Government Impact**

No significant fiscal implication to units of local government is anticipated.

**Source Agencies:** 304 Comptroller of Public Accounts

**LBB Staff:** UP, KK, SD, AG, MS

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**DYNAMIC ECONOMIC IMPACT STATEMENT**

**83RD LEGISLATIVE REGULAR SESSION**

**April 18, 2013**

**TO:** Honorable Jim Pitts, Chair, House Committee on Appropriations

**FROM:** Ursula Parks, Director, Legislative Budget Board

**IN RE: HB1025** by Pitts (relating to making supplemental appropriations and reductions in appropriations and giving direction and adjustment authority regarding appropriations.),  
**Committee Report 1st House, Substituted**

HB 1025 Committee Report 1st House, Substituted, would appropriate \$874.9 million from All Funds sources during the 2012-13 biennium. As required under House Rule 4, Section 34 (a-1), the Legislative Budget Board has analyzed the dynamic economic impact of the bill. The effects on employment, personal income, GSP, and other economic variables, assuming appropriation levels under CSHB 1025, were analyzed using the REMI Policy Insight Model, a dynamic forecasting and policy analysis tool that applies a combination of econometric, input-output, and computable general equilibrium methodologies

The analysis reflects the predicted effects on the number of state employees and the impact on private sector employment as a result of the adjusted appropriation levels in CSHB 1025 relative to a baseline scenario where 2012-13 appropriations were held constant at previously adopted 2012-13 levels. It is important to note that the numbers are not all new jobs; rather they are changes in employment levels relative to a scenario where government spending remained constant at previously appropriated 2012-13. The changes in employment levels would be achieved through some combination of additional hiring and cancelation of intended layoffs. Further, note that the employment concept used in the analysis is non-farm payroll employment calculated by the U.S. Bureau of Labor Statistics from the Current Employment Survey and differs from state FTE levels used in the General Appropriations Act. For instance, two halftime workers would be counted as 1 FTE in the GAA, but two jobs in the CES. The increased state expenditures in the 2012-13 biennium are expected to avoid employment reductions and increase private sector employment levels by 6,205 in 2013 over the constant spending growth scenario, while simultaneously avoiding employment reductions and increasing state employment by 7,417 in 2013 over the constant spending growth scenario, subject to the caveats identified above.

**Source Agencies:**

**LBB Staff:** UP, KK, SD

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**DYNAMIC ECONOMIC IMPACT STATEMENT**

**83RD LEGISLATIVE REGULAR SESSION**

**April 18, 2013**

**TO:** Honorable Jim Pitts, Chair, House Committee on Appropriations

**FROM:** Ursula Parks, Director, Legislative Budget Board

**IN RE: HB1025** by Pitts (Relating to making supplemental appropriations and reductions in appropriations and giving direction and adjustment authority regarding appropriations.),  
**As Introduced**

HB 1025 As Introduced, would increase appropriations by \$92.4 million from All Funds sources during the 2012-13 biennium. No significant impact on private or state employment, personal income, or any other indicator of economic activity in the state of Texas is expected from the appropriations made in the bill.

**Source Agencies:**

**LBB Staff:** UP, KK, SD