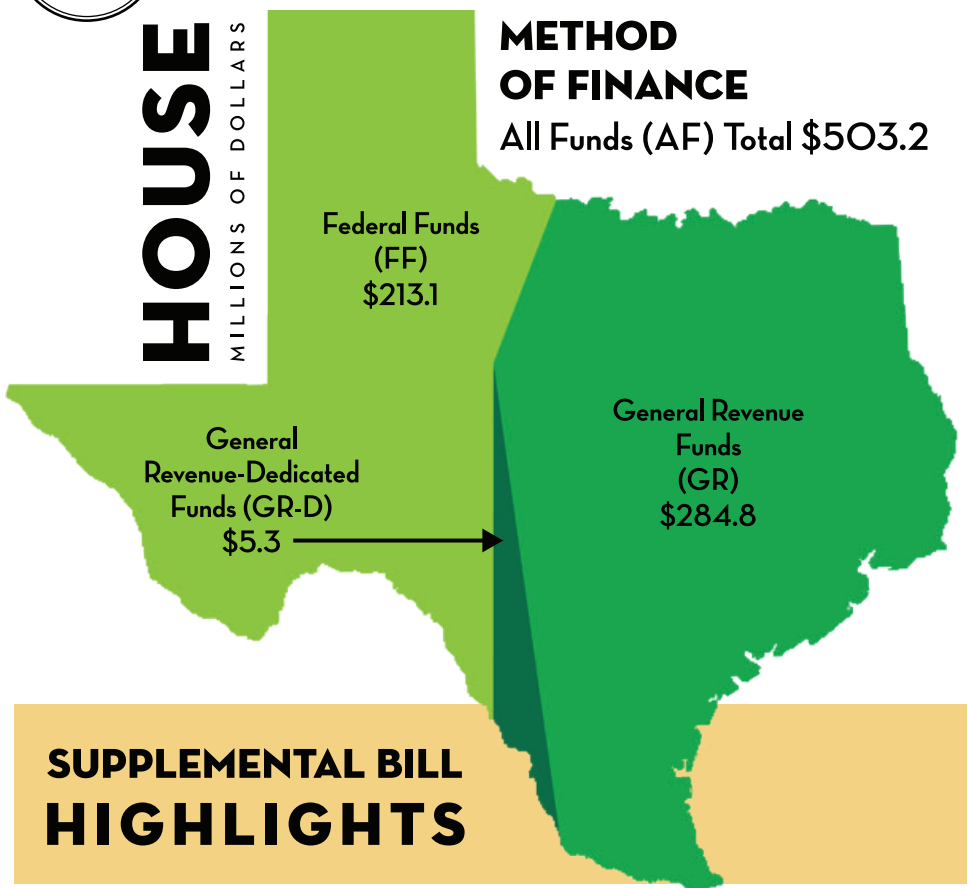




**HOUSE**  
MILLIONS OF DOLLARS

**METHOD OF FINANCE**

All Funds (AF) Total \$503.2



**SUPPLEMENTAL BILL HIGHLIGHTS**

**SUPPLEMENTAL APPROPRIATIONS BY ARTICLE**  
MILLIONS OF DOLLARS

**GR & GR-D** FY 2015     **ALL FUNDS** FY 2015

	GR & GR-D FY 2015	ALL FUNDS FY 2015
GENERAL GOVERNMENT	(\$0.4)	(\$0.4)
HEALTH & HUMAN SERVICES	\$188.3	\$401.3
EDUCATION	\$58.1	\$58.1
THE JUDICIARY	\$6.4	\$6.4
PUBLIC SAFETY & CRIMINAL JUSTICE	\$50.5	\$50.5
NATURAL RESOURCES	\$4.1	\$4.1
BUSINESS & ECONOMIC DEVELOPMENT	(\$22.1)	(\$22.1)
REGULATORY	\$5.3	\$5.3
<b>TOTAL</b>	<b>\$290.1</b>	<b>\$503.2</b>

**\$85.5 GR**  
**\$203.9 AF**  
MILLION

**MEDICAID**

The net Medicaid shortfall of \$85.5 million in General Revenue consists of \$338.4 million in higher demand offset by \$252.8 million in transfers from other programs as indicated to the right.

Assuming the appropriation of \$85.5 million, transfer of \$252.8 million and additional Federal Funds of \$118.4 million contained in the bill, total Medicaid expenditures for the 2014-15 biennium would be approximately \$46.5 billion in All Funds at the Health and Human Services Commission.

**Department of Aging and Disability Services (DADS) \$142.3 million**

- **\$98.8 million:** Habilitation Services primarily due to implementation delay
- **\$43.5 million:** Long-term Services and Supports primarily due to delay of waiver enrollment and updated projections

**Department of State Health Services (DSHS) \$5.9 million**

- **\$5.9 million:** Community Primary Care Services primarily due to implementation delay

**Health and Human Services Commission (HHSC) \$104.6 million**

- **\$101.9 million:** Integrated Eligibility and Enrollment primarily due to increased Federal funds
- **\$2.7 million:** Office of the Inspector General administrative surplus
- **\$43.3 thousand:** TANF Cash Assistance Grants surplus

NET  
**\$58.1 GR**  
MILLION

**TEA FSP / TRS CARE**

The state's contribution to the Foundation School Program (FSP) during the 2014-15 biennium is expected to be \$710.0 million less than appropriated. These funds would be used to partially offset the TRS Care shortfall of \$768.1 million. The bill would provide an additional \$58.1 million in General Revenue for a total one-time contribution of \$768.1 million to avoid insolvency of the plan during the 2016-17 biennium.

**\$20.6 GR**  
MILLION

**CRITICAL REPAIRS & DEFERRED MAINTENANCE AT STATE-OWNED BUILDINGS**

Funding would provide the following to the Texas Facilities Commission: \$10.9 million for the School for the Deaf; \$3.9 million for deferred maintenance at the Department of Assistive and Rehabilitative Services (DARS); and \$4.0 million for deferred maintenance projects and \$1.8 million for emergency repairs at state-owned buildings.

**\$17.7 GR**  
MILLION

**FOSTER CARE**

The bill would provide an additional \$17.7 million to address a projected shortfall of \$18.7 million based on LBB staff caseload and cost assumptions. This is offset by \$1.0 million savings at the agency. This appropriation would result in a total of approximately \$825.6 million relating to Foster Care Payments for the 2014-15 biennium.



\$84.2 GR

\$213.2 AF

MILLION

**HEALTH INSURANCE PROVIDER FEE AND FEDERAL INCOME TAX**

The Affordable Care Act (ACA) establishes an annual fee on most health insurance providers, based upon prior year net written premiums, including those for the Medicaid and Children’s Health Insurance Program (CHIP) programs. Payment of the fee and the associated federal income tax was not included in the 2014-15 appropriations or managed care premiums and the Health and Human Services Commission (HHSC) has not made any payments related to the fee. The bill would provide \$79.7 million in General Revenue and \$193.3 million in All Funds for the Medicaid program, and \$4.5 million in General Revenue and \$19.9 million in All Funds for the CHIP program for these payments.

\$10.0 GR

MILLION

**SAN JACINTO LAWSUIT SETTLEMENT**

This contingency appropriation would allow the Parks and Wildlife Department to use up to \$10.0 million in proceeds from the Harris County lawsuit settlement to mitigate the effects of environmental contamination along the San Jacinto River. Appropriation would be effective for a two year period.

\$50.5 GR

MILLION

**CORRECTIONAL MANAGED HEALTH CARE**

The bill provides \$50.5 million to the Department of Criminal Justice to pay both the University of Texas Medical Branch at Galveston and the Texas Tech University Health Science Center for health care services provided to incarcerated offenders.

(\$49.0) GR

MILLION

**DEBT SERVICE SAVINGS**

Projections indicate approximately \$49.0 million in debt service savings for bonds issued by the Texas Public Finance Authority (\$21.0 million); the Texas Department of Transportation (\$22.1 million); and the Water Development Board (\$5.9 million) mainly due to delays in bond issuances and actual interest rates being lower than originally projected.

**OTHER APPROPRIATION CHANGES**

- **\$6.4 million in General Revenue to the Office of Court Administration for E-Filing System**  
Amounts appropriated would pay for vendor obligations for management of the statewide E-filing system.
- **\$5.3 million in GR-Dedicated funds to the Texas Department of Insurance related to Healthy Texas Claims**  
Amounts appropriated would be deposited to the credit of General Revenue-Dedicated Fund 36 to be used for agency operations by the Texas Department of Insurance in fiscal year 2015 for the purpose of Consumer Education and Outreach, Process Rates, Forms & Licenses and Healthy Texas.
- **\$0.8 million in General Revenue and \$1.6 million in All Funds to the Department of Family and Protective Services for Title IV-E Waiver**  
Amounts appropriated would be used to test innovative strategies in child welfare programs to improve reunification, permanency, and well-being for children and families in CPS. The bill would provide for information technology (\$0.5 million) and pre-evaluation costs (\$0.3 million), with an equal amount of federal matching funds for a demonstration site in Harris County.
- **(\$35.1) million in Federal Funds reduction for Temporary Assistance for Needy Families (TANF) at HHSC**  
A net surplus is expected in TANF Federal Funds for the current biennium mainly due to a decline in caseloads in fiscal year 2014. Amounts reduced in the bill would be available for appropriation in the 2016-17 biennium.

**APPROPRIATION AUTHORITY ITEMS**

**Midland College**

Funds appropriated for fiscal year 2015 to Midland College in Strategy AB.1.1, American Airpower Heritage Museum, would be directed for implementation of a grant agreement with and disbursement to the Permian Basin Petroleum Museum.

**Department of Public Safety**

Remaining funds for FY 2015 would not be available for transfer between strategies without LBB approval and could not be used for costs associated with recruit schools lasting fewer than 23 weeks. Employees completing these recruit schools may only be compensated as entry level troopers out of these funds.

**Texas Department of Transportation**

Remaining funds appropriated by HB 1025, 83rd legislative session, and transferred to the State Highway Fund No. 6 for the state highway system and to the Transportation Infrastructure Fund No. 184 for the county infrastructure grant program would be appropriated to the agency for a two-year period.