

10-PERCENT AMENDMENTS REPORT – THIRD QUARTER OF FISCAL YEAR 2020

Eighty-sixth Legislature, General Appropriations Act, 2020–21 Biennium, Article IX, Section 7.04(g) and (h)

The following summary regards amendments to service contracts as reported by state agencies and institutions of higher education to the Legislative Budget Board (LBB) Contracts Database for the third quarter of fiscal year 2020 as required by the Eighty-sixth Legislature, General Appropriations Act (GAA), 2020–21 Biennium, Article IX, Section 7.04, Contract Notification: Amounts Greater than \$50,000.

Article IX, Section 7.04(g) and (h), requires state agencies and institutions of higher education that have an initial contract award value of greater than \$1.0 million to notify the LBB of amendments that change the initial contract's value by 10.0 percent or more during the previous reporting period. The provision directs the LBB to establish procedures for these notifications. In accordance with these procedures, LBB staff provides a quarterly report summarizing this information to the Office of the Governor, the Lieutenant Governor, and the Speaker of the House of Representatives.

For the third quarter of fiscal year 2020, 21 agencies and institutions of higher education reported 92 amendments to the LBB Contracts Database that met the value threshold established in the 2020–21 GAA, Article IX, Section 7.04. **Figure 1** shows that the **92 amendments cumulatively increased their initial contracts' values by approximately \$1.1 billion.**

FIGURE 1
AMENDMENTS REPORTED BY GENERAL APPROPRIATIONS ACT ARTICLE
THIRD QUARTER, FISCAL YEAR 2020

ARTICLE	AMENDMENTS	INCREASE (IN MILLIONS)
Article I – General Government	4	\$4.2
Article II – Health and Human Services	54	\$222.8
Article III – Education	12	\$8.2
Article IV – Judiciary	0	\$0.0
Article V – Public Safety and Criminal Justice	1	\$0.7
Article VI – Natural Resources	10	\$63.1
Article VII – Business and Economic Development	11	\$814.6
Article VIII – Regulatory	0	\$0.0
Total	92	\$1,113.7

NOTE: Data shown is provided by agencies pursuant to the Eighty-sixth Legislature, General Appropriations Act, 2020–21 Biennium, Article IX, Section 7.04(g) and (h).
SOURCE: Legislative Budget Board.

Figure 1 does not show amendments attributable to data-entry errors, purchases made on indefinite delivery/indefinite quantity agreements, or zero-dollar based contracts.

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The LBB’s reporting procedures require agencies to specify the reason for the change and describe any opportunities for other savings. **Figure 2** shows the reasons reported for these contract amendments. **The most common explanations for amendments were:**

- contract extensions or renewals (62.0 percent); and
- request by agency with scope increases (31.5 percent).

FIGURE 2
REASONS PROVIDED BY AGENCIES FOR AMENDMENTS BY ARTICLE
THIRD QUARTER, FISCAL YEAR 2020

REASON FOR AMENDMENT	AMENDMENTS	INCREASE (IN MILLIONS)
Extension or renewal of contract	57	\$968.6
Request by agency with scope increase	29	\$136.6
Accommodate changes in third-party (state/federal) standards	2	\$6.4
Request by vendor with scope increase	2	\$0.9
Request by agency without scope increase	1	\$1.0
Request by agency to update or enhance technology	1	\$0.2
Total	92	\$1,113.7

NOTE: Data shown is provided by agencies pursuant to the Eighty-sixth Legislature, General Appropriations Act, 2020–21 Biennium, Article IX, Section 7.04(g) and (h).
SOURCE: Legislative Budget Board.

A complete list of all amendments is included in the appendix.

Art.	Num.	Agency Name	Contract ID	Contract Subject	Vendor	Contract Award Date	Amend. Reported	Initial Contract Value	Previous Quarter		3rd Quarter Max Contract Amount	% Increase	\$ Increase	Reason for Amendment
									Max Contract Amount	Contract Amount				
3	755	Stephen F. Austin State University	P1902016	Basketball Practice Facility Construction	POPULOUS INC	12/4/2018	4/2/2020	\$ 1,576,850	\$ 1,689,270	\$ 2,111,771	25%	\$ 422,501	Request by VENDOR with scope increase	
3	755	Stephen F. Austin State University	P1902761	Architectural Serv Fine Arts Expansion Initiative	KIRKSEY ARCHITECTS INC	3/5/2019	3/17/2020	\$ 2,661,300	\$ 2,661,300	\$ 3,285,300	23%	\$ 624,000	Request by AGENCY with scope increase	
3	993	El Paso Community College	P0059240	RFQ#16-011 Constr. Project Mgmt Services	ECM INTERNATIONAL INC	7/27/2016	4/22/2020	\$ 5,630,562	\$ 5,688,848	\$ 6,238,447	10%	\$ 549,599	Extension/renewal of contract	
5	405	Department of Public Safety	000000000000000000000000000510	Document Management System	CBM ARCHIVES CO LLC	9/1/2019	3/30/2020	\$ 3,588,951	\$ 3,588,951	\$ 4,314,793	20%	\$ 725,842	Extension/renewal of contract	
6	305	General Land Office and Veterans' Land Board	18-180-019-A836	Harvey FEMA Project Management Services	HORNE LLP	12/15/2017	5/26/2020	\$ 23,941,068	\$ 37,196,689	\$ 41,746,889	12%	\$ 4,550,200	Request by AGENCY with scope increase	
6	305	General Land Office and Veterans' Land Board	18-260-000-A910	CDR Operational IT Support	LOBLOLLY CONSULTING, LLC	1/15/2018	5/22/2020	\$ 1,613,480	\$ 1,613,480	\$ 1,904,600	18%	\$ 291,120	Request by AGENCY with scope increase	
6	305	General Land Office and Veterans' Land Board	18-304-013-B317	Harvey CDBG-DR Housing Prog. Implementation CBCOG	GRANTWORKS INC	9/13/2018	3/18/2020	\$ 14,593,016	\$ 15,035,990	\$ 37,069,644	147%	\$ 22,033,654	Request by AGENCY with scope increase	
6	305	General Land Office and Veterans' Land Board	18-304-013-B335	Harvey CDBG-DR Grant Administration	GRANTWORKS INC	10/9/2018	5/14/2020	\$ 15,455,000	\$ 15,455,000	\$ 24,153,400	56%	\$ 8,698,400	Request by AGENCY with scope increase	
6	305	General Land Office and Veterans' Land Board	18-304-024-B593	Homeowner Reimbursement Program Services	THE WORKFORCE GROUP, LLC	12/26/2018	3/23/2020	\$ 12,000,000	\$ 13,000,000	\$ 14,600,000	12%	\$ 1,600,000	Request by AGENCY with scope increase	
6	305	General Land Office and Veterans' Land Board	18-523-000-B264	COMMUNITY DEVELOPMENT BLOCK GRANT 2016 FLOOD	FORT BEND COUNTY	8/28/2018	3/17/2020	\$ 9,362,472	\$ 9,362,472	\$ 10,636,203	14%	\$ 1,273,731	Request by AGENCY with scope increase	
6	305	General Land Office and Veterans' Land Board	19-073-000-B328	Economic Revitalization - CDBG-DR/HUD	NEW AMERICANSTRATEGIES, INC	12/14/2018	4/14/2020	\$ 6,000,000	\$ 6,000,000	\$ 10,000,000	67%	\$ 4,000,000	Request by AGENCY with scope increase	
6	305	General Land Office and Veterans' Land Board	20-049-000-B825	Manage and operate the Temple TSVH	CARE INNS OF TEXAS - TEMPLE LTD	11/1/2019	4/27/2020	\$ 10,002,000	\$ 10,002,000	\$ 30,000,000	200%	\$ 19,998,000	Request by AGENCY with scope increase	
6	455	Railroad Commission	455-19-9003	Inspection Enforcement Tracking Reporting System	SENSE CORP	2/20/2019	4/29/2020	\$ 4,847,282	\$ 4,847,282	\$ 5,313,679	10%	\$ 466,397	Request by VENDOR with scope increase	
6	802	Parks and Wildlife Department	484962	Managed Lands Deer Program System	APPLIED GEOGRAPHICS INC	8/1/2016	4/17/2020	\$ 1,023,405	\$ 1,440,277	\$ 1,616,163	12%	\$ 175,886	Request by AGENCY to Update/Enhance Technology	
7	320	Texas Workforce Commission	2916AEL007	G-Adult Education and Literacy Initiatives	TEXAS A&M UNIVERSITY	6/7/2016	5/22/2020	\$ 8,021,625	\$ 10,338,765	\$ 12,655,905	22%	\$ 2,317,140	Extension/renewal of contract	
7	362	Texas Lottery Commission	2016-0011	Security Management System & Monitoring Services	KEYSTONE US MANAGEMENT INC	9/24/2015	5/27/2020	\$ 1,828,852	\$ 1,481,480	\$ 2,345,582	58%	\$ 864,102	Extension/renewal of contract	
7	362	Texas Lottery Commission	2016-0024	Trademark Sublicense Agreement -Houston Texans	HOUSTON NFL HOLDINGS LP	5/26/2016	4/2/2020	\$ 7,293,750	\$ 7,429,050	\$ 8,915,100	20%	\$ 1,486,050	Extension/renewal of contract	
7	362	Texas Lottery Commission	2020-0014	Retailer Bonus Payment Management Services	Alliant Insurance Services, Inc.	9/10/2019	3/19/2020	\$ 1,600,000	\$ 1,600,000	\$ 3,610,000	126%	\$ 2,010,000	Extension/renewal of contract	
7	601	Department of Transportation	6010000000000000000000000005391	Engineering Services, Professional	CP&Y INC	5/25/2016	3/9/2020	\$ 3,500,000	\$ 3,500,000	\$ 4,000,000	14%	\$ 500,000	Request by AGENCY with scope increase	
7	601	Department of Transportation	6010000000000000000000000005478	Engineering Services, Professional	DANNENBAUM ENGINEERING CORPORATION	2/20/2020	3/9/2020	\$ 3,399,976	\$ 4,202,371	\$ 6,952,320	65%	\$ 2,749,949	Request by AGENCY with scope increase	
7	601	Department of Transportation	6010000000000000000000000007697	Engineering Services, Professional	PAPE-DAWSON CONSULTING ENGINEERS INC	2/24/2020	3/9/2020	\$ 2,000,000	\$ 2,000,000	\$ 2,275,375	14%	\$ 275,375	Request by AGENCY with scope increase	
7	601	Department of Transportation	60100000000000000000000000007817	Engineering Services, Professional	HDR ENGINEERING INC	5/16/2018	3/9/2020	\$ 10,000,000	\$ 10,000,000	\$ 11,976,118	20%	\$ 1,976,118	Request by AGENCY with scope increase	
7	601	Department of Transportation	60100000000000000000000000008238	Engineering Services, Professional	AECOM TECHNICAL SERVICES INC	7/19/2018	3/9/2020	\$ 10,000,000	\$ 10,000,000	\$ 11,159,488	12%	\$ 1,159,488	Request by AGENCY with scope increase	
7	601	Department of Transportation	60100000000000000000000000008552	Surveyor Services, Land	SURVEYING AND MAPPING LLC	9/4/2018	3/9/2020	\$ 3,000,000	\$ 3,000,000	\$ 3,600,000	20%	\$ 600,000	Request by AGENCY with scope increase	
7	601	Department of Transportation	601CT0000002160	North Tarrant Express Segment 3	NTE MOBILITY PARTNERS SEGMENTS 3 LLC	3/1/2013	3/11/2020	\$ 1,436,861,641	\$ 1,166,460,000	\$ 1,967,147,353	69%	\$ 800,687,353	Extension/renewal of contract	