

# **Issue Docket**

**Conference Committee on Senate Bill 1**

**2014-15 General Appropriations Bill**

**Capital Needs**

**As of May 15, 2013**

Per the Final Directives to the LBB Staff for the Appropriations Bill during Production, adopted by the Senate Bill 1 conference committee on May 17, 2013, this docket has been edited to make adjustments to items in order to conform them to final committee decisions.

Capital Needs  
**ISSUE DOCKET**

Conference Committee on General Appropriations Bill

Agency/Item	<u>Senate</u> 2014-2015	<u>House</u> 2014-2015	Biennial Difference	Explanation
<b><u>FUNDED ITEMS</u></b>				
<b><u>FACILITIES COMMISSION</u></b>				
	I-36	I-37		
Health and Safety Projects	\$ 84,579,660	\$ 30,799,658	\$ 53,780,002	Senate provides \$76,890,600 in GO Bond Proceeds, and \$7,689,060 in General Revenue for Debt Service. House provides \$28,000,000 in GO Bond Proceeds, and \$2,799,658 in General Revenue for Debt Service.
Deferred Maintenance Projects	\$ 3,334,100	\$ 3,334,100	-	Senate and House provide \$3,031,000 in GO Bond Proceeds, and \$303,100 in General Revenue for Debt Service. Technical Adjustment, due to a rounding error \$31,000 in GO Bond Proceeds were omitted from final passage of each bill. Funding should reflect \$3,031,000 in GO Bond Proceeds, and \$303,100 in General Revenue for Debt Service.
Construction of Two Office Buildings and One Parking Garage	\$ 330,779,844	\$ -	\$ 330,779,844	Senate provides \$325,586,000 in Revenue Bond Proceeds and \$5,193,844 in General Revenue for Debt Service for the construction of two office buildings and one parking garage. (See also Senate Rider #17.)

<u>Agency/Item</u>	<u>Senate</u> <u>2014-2015</u>	<u>House</u> <u>2014-2015</u>	<u>Biennial</u> <u>Difference</u>	<u>Explanation</u>
<b><u>HISTORICAL COMMISSION</u></b>	I-56	I-57		
Repair and Renovation of Courthouses	<b>SENATE + \$4,216,705 in GO Bonds &amp; \$609,445 in GR</b>	\$ 10,000,000	\$ 10,000,000	House funds with General Revenue and placed \$29,077,698 in Article XI. Senate placed \$20,000,000 in Article IX Sec. 17.09, Priority 2a.
<b><u>Capital Needs Workgroup Addition:</u></b>				
San Felipe de Austin Historic Site Museum and Visitor's Center	<b>SENATE + \$1,000,000 in GR</b>	\$ 9,800,000	\$ 9,300,000	House placed this item in Article XI.
<b><u>DEPARTMENT OF AGING AND DISABILITY SERVICES</u></b>	II-1	II-1		
Health and Safety Projects	\$ -	\$ 15,190,217	\$ 15,190,217	House provides \$15,000,000 in GO Bond Proceeds, and \$190,217 in General Revenue for Debt Service.
Deferred Maintenance	\$ -	\$ 2,025,362	\$ 2,025,362	House provides \$2,000,000 in GO Bond Proceeds and \$25,362 in General Revenue for Debt Service. Senate placed \$44,265,485 in Article IX Sec. 17.09, Priority 2a and \$44,265,485 in Article IX Sec. 17.09, Priority 2b.

<u>Agency/Item</u>	<u>Senate</u> 2014-2015	<u>House</u> 2014-2015	<u>Biennial</u> <u>Difference</u>	<u>Explanation</u>
<b><u>DEPARTMENT OF STATE HEALTH SERVICES</u></b>				
Health and Safety Projects	\$ II-47 -	\$ II-46 10,436,135	\$ 10,436,135	House provides \$8,000,000 in with GO Bond Proceeds, and \$399,331 in General Revenue for Debt Service for Health & Safety Repairs and provides \$2,000,000 in GO Bond Proceeds and \$36,804 in General Revenue for Debt Service for Deferred Maintenance.  Senate placed \$38,183,446 in Article IX Sec. 17.09, Priority 2a and \$38,183,446 in Article IX Sec. 17.09, Priority 2b.
<b><u>Capital Needs Workgroup Addition:</u></b>				
State Hospital patient safety and operations	\$ 4,429,436	\$ -	<b>Adopted</b>	Capital Needs workgroup recommends to fund out \$4,429,436 of General Revenue.
<b><u>ADJUTANT GENERAL'S DEPARTMENT</u></b>				
Deferred Maintenance	\$ V-1 -	\$ V-1 2,858,750	\$ 2,858,750	House provides \$2,500,000 in GO Bond Proceeds, and \$358,750 in General Revenue for Debt Service.  Senate placed \$6,250,000 in Article IX Sec. 17.09, Priority 2a and \$6,250,000 in Article IX Sec. 17.09, Priority 2b.

<b>Agency/Item</b>	<b>Senate 2014-2015</b>	<b>House 2014-2015</b>	<b>Biennial Difference</b>	<b>Explanation</b>
<b><u>TEXAS DEPARTMENT OF CRIMINAL JUSTICE</u></b>				
	V-10	V-11		
Repair and Rehabilitation of Facilities	\$ 41,989,105	\$ 54,573,373	\$ 12,584,268	Senate provides \$38,289,105 in GO Bond Proceeds and \$3,700,000 in General Revenue for Debt Service and placed \$41,710,895 in Article IX, Sec. 17.09, Priority 2b.  House provides \$45,030,000 in GO Bond Proceeds and \$6,118,780 in General Revenue for Debt Service for Health & Safety and \$4,970,000 in GO Bond Proceeds and \$454,493 General Revenue for Debt Service for Deferred Maintenance.
<b><u>JUVENILE JUSTICE DEPARTMENT</u></b>				
	V-29	V-29		
Health and Safety Projects	\$ -	\$ 4,112,553	\$ 4,112,553	House provides \$4,000,000 in GO Bond Proceeds, and \$112,553 in General Revenue for Debt Service.
Deferred Maintenance	\$ -	\$ 1,542,207	\$ 1,542,207	House provides \$1,500,000 in GO Bond Proceeds, and \$42,207 in General Revenue for Debt Service. Senate placed \$16,331,097 in Article IX, Sec. 17.09, Priority 2a.

<u>Agency/Item</u>	<u>Senate 2014-2015</u>	<u>House 2014-2015</u>	<u>Biennial Difference</u>	<u>Explanation</u>
<b><u>DEPARTMENT OF PUBLIC SAFETY</u></b>	V-42	V-44		
Facilities Maintenance and Repairs	\$ -	\$ 17,124,503	\$ 17,124,503	House provides \$15,000,000 in GO Bond Proceeds, and \$2,124,503 in General Revenue for Debt Service. House also placed \$24,389,233 in Article XI. Senate placed \$50,000,000 in Article IX Sec. 17.09, Priority 2a and \$15,949,406 in Article IX Sec. 17.09, Priority 2b.
<b><u>TEXAS PARKS AND WILDLIFE DEPARTMENT</u></b>	VI-31	VI-32		
Repairs at Various Facilities, Parks and Areas	\$ 28,413,000	\$ 11,135,234	\$ 17,277,766	Senate provides \$28,068,000 in GO Bond Proceeds, and \$345,068 in General Revenue for Debt Service and placed \$8,000,000 in Article IX Sec. 17.09, Priority 2a and \$3,932,000 in Article IX Sec. 17.09, Priority 2b. House provides \$8,000,000 in GO Bond Proceeds and \$98,352 in General Revenue for Debt Service for Health & Safety Projects and provides \$3,000,000 in GO Bond Proceeds and \$36,882 in General Revenue for Deferred Maintenance.
<b><u>WATER DEVELOPMENT BOARD</u></b>	VI-52	VI-52		
Economically Distressed Areas	\$ 29,066,092	\$ 56,041,509	\$ 26,975,417	Senate funds \$4,066,092 debt service for \$25 million Water Bonds to be issued. Senate placed \$1,975,417 in Article IX Sec. 17.09, Priority 2b. House funds \$6,041,509 from General Revenue in debt service and the authority to issue \$50 million in GO Bonds for the Economically Distressed Areas Program.

**NEW G.O./REVENUE BONDS AND RELATED DEBT SERVICE - ISSUE DOCKET**

**TPFA-ISSUED NEW G.O. BONDS AND RELATED DEBT SERVICE**

<b>New Proposition 4</b>	<b>Description</b>	<b>Senate Bond Proceeds*</b>	<b>Senate Debt Service 2014-15</b>	<b>House Bond Proceeds</b>	<b>House Debt Service 2014-15</b>	<b>2014-15 Difference Bond Proceeds</b>	<b>2014-15 Difference Debt Service</b>	<b>Decision</b>
<b>Article I</b>								
303 - Facilities Commission	Deferred Maintenance	\$ 79,890,600	\$ 7,992,160	\$ 31,031,000	\$ 3,102,758	\$ 48,859,600	\$ 4,889,402	<b>House</b>
808 - Historical Commission	Courthouse Grants	\$ -	\$ -	\$ 4,216,705	\$ 609,445	\$ 4,216,705	\$ 609,445	<b>House</b>
<b>Total Bond Debt - Article I</b>		<b>\$ 79,890,600</b>	<b>\$ 7,992,160</b>	<b>\$ 35,247,705</b>	<b>\$ 3,712,203</b>	<b>\$ 48,859,600</b>	<b>\$ 4,889,402</b>	
<b>Article II</b>								
539 - Department of Aging and Disability Services	Deferred Maintenance	\$ -	\$ -	\$ 17,000,000	\$ 215,579	\$ 17,000,000	\$ 215,579	<b>House</b>
537 - Department of State Health Services	Deferred Maintenance	\$ -	\$ -	\$ 10,000,000	\$ 436,135	\$ 10,000,000	\$ 436,135	<b>House</b>
<b>Total Bond Debt - Article II</b>		<b>\$ -</b>	<b>\$ -</b>	<b>\$ 27,000,000</b>	<b>\$ 651,714</b>	<b>\$ 27,000,000</b>	<b>\$ 651,714</b>	
<b>Article V</b>								
401 - Adjutant General's Department	Deferred Maintenance	\$ -	\$ -	\$ 2,500,000	\$ 358,750	\$ 2,500,000	\$ 358,750	<b>House</b>
696 - Department of Criminal Justice	Deferred Maintenance	\$ 38,289,105	\$ 3,700,000	\$ 50,000,000	\$ 4,573,373	\$ 11,710,895	\$ 873,373	<b>House</b>
644 - Juvenile Justice Department	Deferred Maintenance	\$ -	\$ -	\$ 5,500,000	\$ 154,760	\$ 5,500,000	\$ 154,760	<b>House</b>
405 - Department of Public Safety	Deferred Maintenance	\$ -	\$ -	\$ 15,000,000	\$ 2,124,503	\$ 15,000,000	\$ 2,124,503	<b>House</b>
<b>Total Bond Debt - Article V</b>		<b>\$ 38,289,105</b>	<b>\$ 3,700,000</b>	<b>\$ 73,000,000</b>	<b>\$ 7,211,386</b>	<b>\$ 11,710,895</b>	<b>\$ 873,373</b>	
<b>Article VI</b>								
802 - Parks and Wildlife Department	Deferred Maintenance	\$ 28,068,000	\$ 345,068	\$ 11,000,000	\$ 135,234	\$ 17,068,000	\$ 209,834	<b>House</b>
<b>Total Bond Debt - Article VI</b>		<b>\$ 28,068,000</b>	<b>\$ 345,068</b>	<b>\$ 11,000,000</b>	<b>\$ 135,234</b>	<b>\$ 17,068,000</b>	<b>\$ 209,834</b>	
<b>Total Prop 4 Bond Proceeds and Debt Service</b>		<b>\$ 146,247,705</b>	<b>\$ 12,037,228</b>	<b>\$ 146,247,705</b>	<b>\$ 11,710,537</b>	<b>\$ -</b>	<b>\$ 326,691</b>	

\*See also Article IX, Section 17.09 Senate, page IX-67, for additional funding fo capital needs projects.

<b>New Proposition 15</b>	<b>Description</b>	<b>Senate Bond Proceeds</b>	<b>Senate Debt Service 2014-15</b>	<b>House Bond Proceeds**</b>	<b>House Debt Service 2014-15</b>	<b>2014-15 Difference Bond Proceeds</b>	<b>2014-15 Difference Debt Service</b>	<b>Decision</b>
<b>Article I</b>								
542 - Cancer Prevention and Research Inst.	Cancer Prevention and Research grants and CPRIT agency operations.	\$ -	\$ -	\$ 594,124,892	\$ 9,062,384	\$ 594,124,892	\$ 9,062,384	<b>Adopted in Conference Committee 5/13/2013 House as Amended</b>
<b>Total Bond Debt - Article I</b>		<b>\$ -</b>	<b>\$ -</b>	<b>\$ 594,124,892</b>	<b>\$ 9,062,384</b>	<b>\$ 594,124,892</b>	<b>\$ 9,062,384</b>	
<b>Total Prop 15 Bond Proceeds and Debt Service</b>		<b>\$ -</b>	<b>\$ -</b>	<b>\$ 594,124,892</b>	<b>\$ 9,062,384</b>	<b>\$ 594,124,892</b>	<b>\$ 9,062,384</b>	

\*\*See also Article IX, Section 17.13 House, page IX-67, for appropriation of CPRIT G.O. Bond proceeds and related debt service, contingent on the passage of SB 149 or similar legislation related to the administration of CPRIT.

**TPFA-ISSUED NEW REVENUE BONDS AND RELATED DEBT SERVICE**

<b>New Revenue Bonds</b>	<b>Description</b>	<b>Senate Bond Proceeds</b>	<b>Senate Debt Service 2014-15</b>	<b>House Bond Proceeds</b>	<b>House Debt Service 2014-15</b>	<b>2014-15 Difference Bond Proceeds</b>	<b>2014-15 Difference Debt Service</b>	<b>Decision</b>
<b>Article I</b>								
303 - Facilities Commission	New revenue bond proceeds for the construction of two new state office buildings and a parking garage.	\$ 325,586,000	\$ 5,193,845	\$ -	\$ -	\$ 325,586,000	\$ 5,193,845	<b>House</b>
<b>Total Bond Debt - Article I</b>		<b>\$ 325,586,000</b>	<b>\$ 5,193,845</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 325,586,000</b>	<b>\$ 5,193,845</b>	
<b>Total Revenue Bonds and Debt Service</b>		<b>\$ 325,586,000</b>	<b>\$ 5,193,845</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 325,586,000</b>	<b>\$ 5,193,845</b>	

NEW G.O./REVENUE BONDS AND RELATED DEBT SERVICE - ISSUE DOCKET

**WDB-ISSUED NEW G.O. BONDS AND RELATED DEBT SERVICE**

Texas Water Development Board		Senate Bond Proceeds	Senate Debt Service 2014-15	House Bond Proceeds	House Debt Service 2014-15	2014-15 Difference Bond Proceeds	2014-15 Difference Debt Service	
<b>Article VI</b>								
Economically Distressed Area Program (EDAP)		\$ 25,000,000	\$ 4,066,092	\$ 50,000,000	\$ 6,041,509	\$ 25,000,000	\$ 1,975,417	<b>House</b>
<b>Total Bond Debt - Article VI</b>		<b>\$ 25,000,000</b>	<b>\$ 4,066,092</b>	<b>\$ 50,000,000</b>	<b>\$ 6,041,509</b>	<b>\$ 25,000,000</b>	<b>\$ 1,975,417</b>	
<b>Total Water Bond Proceeds and Debt Service</b>		<b>\$ 25,000,000</b>	<b>\$ 4,066,092</b>	<b>\$ 50,000,000</b>	<b>\$ 6,041,509</b>	<b>\$ 25,000,000</b>	<b>\$ 1,975,417</b>	

<b>Proposition 4 Available Bond Proceeds</b>	Senate	Senate Balance	House	House Balance	Difference Senate and House Prop 4 Bond Authority
2014-15 Total Bond Proceeds	\$146,247,705	\$0	\$146,247,705	\$0	\$0

  

<b>Proposition 15 (CPRIT) Available Bond Proceeds</b>	Senate	Senate Balance	House	House Balance	Difference Senate and House Prop 15 Bond Authority
2014-15 Total Bond Proceeds	\$0	\$1,050,000,000	\$594,124,892	\$455,875,108	\$594,124,892

## **Texas Public Finance Authority, Article IX**

### **Proposed Rider**

#### **Amend Provision to Appropriate Proposition 4 General Obligation Bond Proceeds and General Revenue for Related Debt Service**

Prepared by LBB Staff, 05/15/13

#### **Overview**

Amend rider to reflect appropriation of \$142,247,705 out of General Obligation Bond Proceeds to several state agencies for capital projects and \$11,710,537 out of General Revenue related funds for the associated debt service for the 2014-15 biennium to the Texas Public Finance Authority.

#### **Required Action**

On page IX-62 of the Part 17, Contingent Provisions, amend the following rider:

**Sec. 17.02. Appropriation of Proposition 4 General Obligation Bond Proceeds.** ~~The following is an informational listing of funds appropriated elsewhere in this Act, for the 2014-15 biennium to the agencies listed below for projects out of new issuances of Proposition 4 general obligation bond proceeds.~~ In addition to amounts appropriated elsewhere in this Act, there is hereby appropriated \$146,247,705 out of General Obligation Bond Proceeds for the 2014-15 biennium to the agencies listed below in this section:

Capital budgets for each respective agency shall be amended accordingly. All projects funded with general obligation bond proceeds ~~made herein listed below~~ are subject to approval by the Legislative Budget Board prior to the issuance of the bond proceeds by the Texas Public Finance Authority (TPFA). Following initial Legislative Budget Board approval of projects for which funds are appropriated to an agency elsewhere in this Act and listed below or funds appropriated to TPFA for payment of debt service on outstanding Proposition 4 and Proposition 8 bonds, an agency may substitute projects for those approved by submitting a written request for project substitution to the TPFA, with a copy to the Legislative Budget Board. The request shall be considered to be approved unless the Legislative Budget Board issues a written disapproval within 15 business days of the date on which the staff of the Legislative Budget Board concludes its review of the proposal to expend the funds and forwards its review to the Chair of the House Appropriations Committee, Chair of the Senate Finance Committee, Speaker of the House, and Lieutenant Governor.

Any unexpended and unobligated balances in general obligation bond proceeds remaining as of August 31, 2014 are appropriated to each respective agency for the fiscal year beginning September 1, 2014 for the same purpose.

In addition to amounts appropriated elsewhere in this Act to the Texas Public Finance Authority, there is hereby appropriated to \$11,575,303 out of the General Revenue Fund and \$135,234 in General Revenue 400 – Transfer to State Parks Account No. 64 for the 2014-15 biennium to make debt service payments for the bond proceeds appropriated herein.

Any appropriated and unobligated balances in General Revenue or General Revenue 400 – Transfer to State Parks Account No. 64 as of August 31, 2014 is appropriated to the Texas Finance Authority for the fiscal year beginning September 1, 2014 for the same purpose.

<u>Proposition 4</u> Article by Agency by Project	<u>2014-15 Biennial Total</u>	
	Bond Proceeds	Debt Service
ARTICLE I		
Facilities Commission		
Deferred Maintenance	\$31,031,000	\$3,102,758
<u>Historical Commission</u>		
<u>Courthouse Grants</u>	<u>\$4,216,705</u>	<u>\$609,445</u>
ARTICLE II		
Department of Aging and Disability Services		
Deferred Maintenance	\$17,000,000	\$215,579
Department of State Health Services		
Deferred Maintenance	\$10,000,000	\$436,135
ARTICLE V		
Adjutant General's Department		
Deferred Maintenance	\$2,500,000	\$358,750
Texas Department of Criminal Justice		
Deferred Maintenance	\$50,000,000	\$4,573,373
Texas Juvenile Justice Department		
Deferred Maintenance	\$5,500,000	\$154,760
Department of Public Safety		
Deferred Maintenance	\$15,000,000	\$2,124,503
ARTICLE VI		
Parks and Wildlife Department		
Deferred Maintenance	<u>\$11,000,000</u>	<u>\$135,234</u>
Total, By Article	\$146,247,705	\$11,710,537