

Section 1

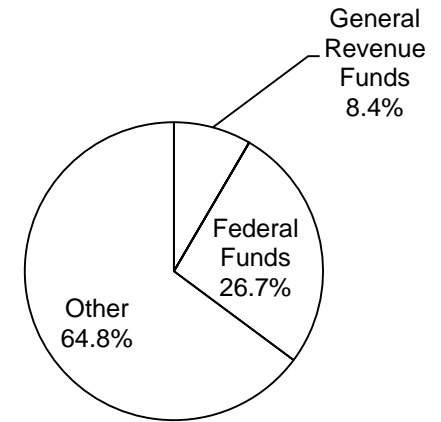
**Texas A&M Engineering Extension Service
Summary of Recommendations - House**

Page: III-213
Gary Sera, Director

Daniel Estrada, LBB Analyst

| Method of Financing | 2012-13 Base | 2014-15 Recommended | Biennial Change | % Change |
|-------------------------------|-------------------------|--------------------------------|----------------------------|---------------------|
| General Revenue Funds | \$12,394,958 | \$12,441,474 | \$46,516 | 0.4% |
| GR Dedicated Funds | \$0 | \$0 | \$0 | 0.0% |
| <i>Total GR-Related Funds</i> | <i>\$12,394,958</i> | <i>\$12,441,474</i> | <i>\$46,516</i> | <i>0.4%</i> |
| Federal Funds | \$37,851,451 | \$39,486,474 | \$1,635,023 | 4.3% |
| Other | \$97,750,905 | \$95,751,190 | (\$1,999,715) | (2.0%) |
| All Funds | \$147,997,314 | \$147,679,138 | (\$318,176) | (0.2%) |

RECOMMENDED FUNDING
BY METHOD OF FINANCING



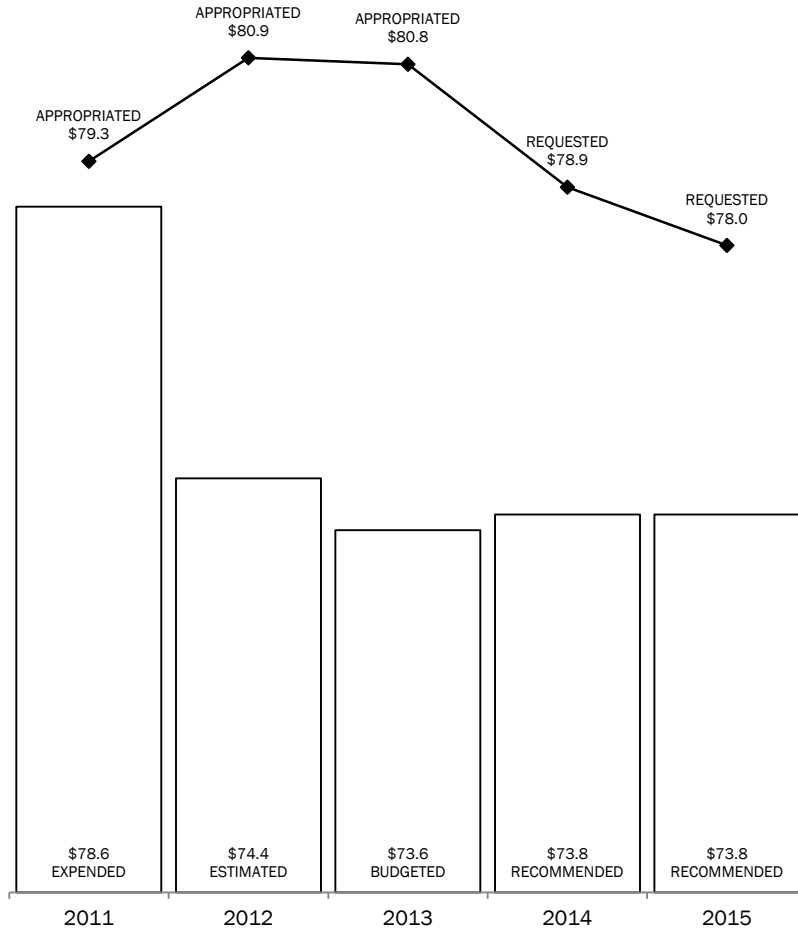
| | FY 2013 Budgeted | FY 2015 Recommended | Biennial Change | % Change |
|-------------|-----------------------------|--------------------------------|----------------------------|---------------------|
| FTEs | 543.0 | 544.5 | 1.5 | 0.3% |

The bill pattern for this agency (2014-15 Recommended) represents an estimated 97.1% of the agency's estimated total available funds for the 2014-15 biennium.

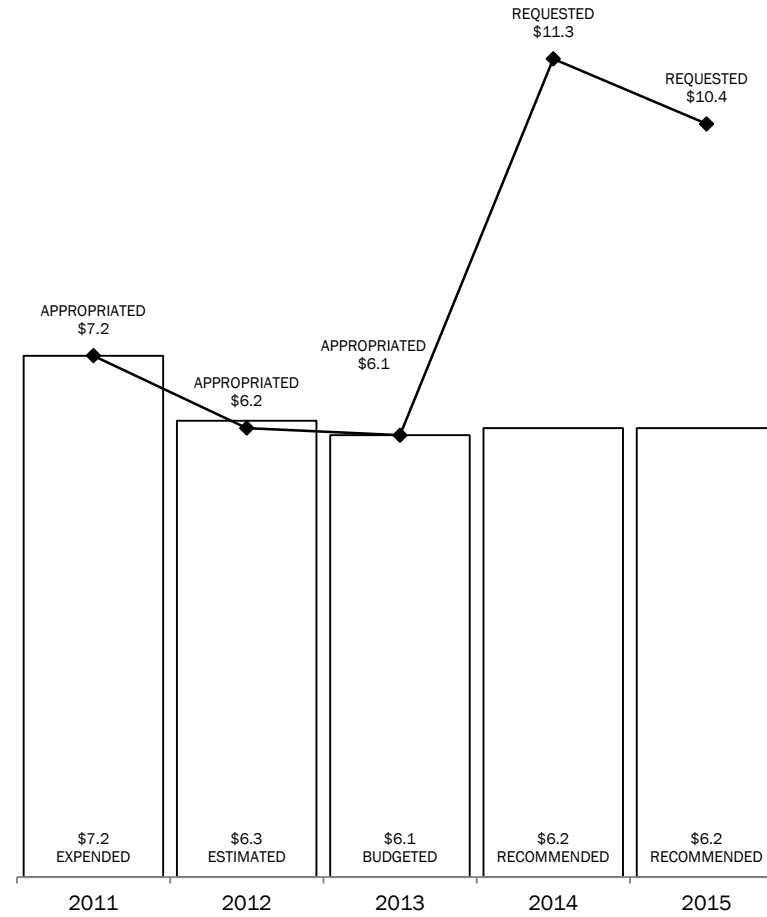
Section 1
Texas A&M Engineering Extension Service
2014-2015 BIENNIUM
 IN MILLIONS

TOTAL= \$147.7 MILLION

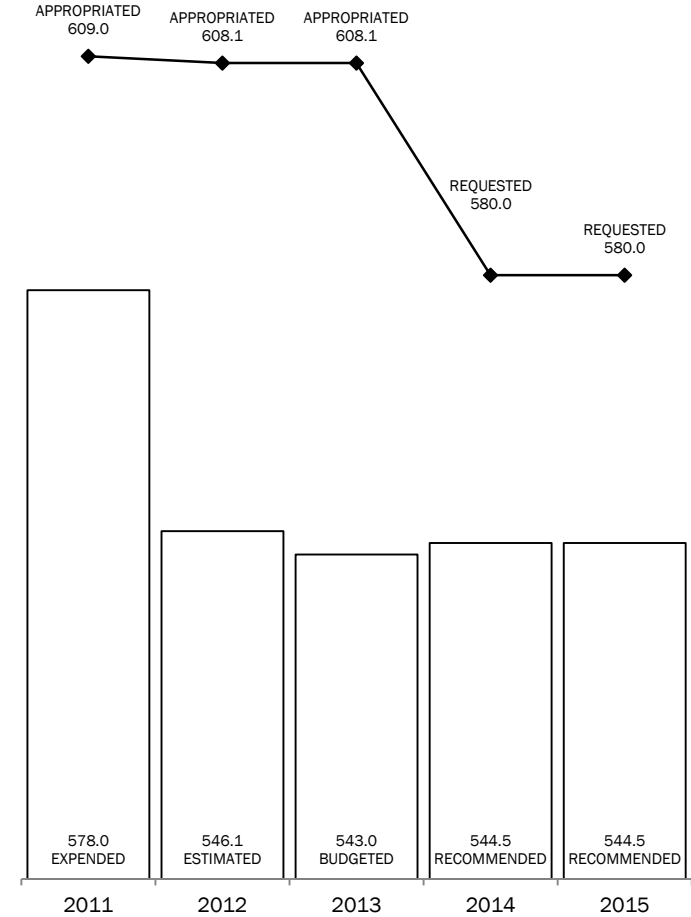
ALL FUNDS



**GENERAL REVENUE AND
 GENERAL REVENUE-DEDICATED FUNDS**



FULL-TIME-EQUIVALENT POSITIONS



Section 2

**Texas A&M Engineering Extension Service
Summary of Recommendations - House, By Method of Finance -- ALL FUNDS**

| Strategy/Goal | 2012-13 Base | 2014-15 Recommended | Biennial Change | % Change | Comments |
|----------------------------------------------------|----------------------|------------------------|--------------------|---------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| PUBLIC SECTOR TRAINING A.1.1 | \$70,456,017 | \$70,114,032 | (\$341,985) | (0.5%) | The recommendations include a \$0.3 million decrease in All Funds. It includes a net \$1.6 million increase in Federal Funds from a \$1.9 million increase in Homeland Security Federal Funds for additional Homeland Security Training courses and a \$0.3 million decrease in American Recovery and Reinvestment Act Federal Funds. The recommendations includes a \$1.9 million decrease in Indirect Cost Recovery (Other Funds) because of a reduced indirect cost rate from 45.6 percent to 26 percent for Homeland Security Grants. |
| PRIVATE SECTOR TRAINING A.1.2 | \$26,820,777 | \$26,820,778 | \$1 | 0.0% | |
| Total, Goal A, PROVIDE TRAINING | \$97,276,794 | \$96,934,810 | (\$341,984) | (0.4%) | |
| PROVIDE TECHNICAL ASSISTANCE B.1.1 | \$8,058,628 | \$8,058,628 | \$0 | 0.0% | |
| Total, Goal B, PROVIDE TECHNICAL ASSISTANCE | \$8,058,628 | \$8,058,628 | \$0 | 0.0% | |
| PROVIDE TX TASK FORCE 1 CAPABILITY C.1.1 | \$7,375,326 | \$7,375,326 | \$0 | 0.0% | |
| Total, Goal C, PROVIDE EMERGENCY RESPONSE | \$7,375,326 | \$7,375,326 | \$0 | 0.0% | |
| STAFF GROUP INSURANCE D.1.1 | \$4,541,752 | \$4,541,752 | \$0 | 0.0% | |
| WORKERS' COMPENSATION INSURANCE D.1.2 | \$33,737 | \$33,738 | \$1 | 0.0% | |
| UNEMPLOYMENT INSURANCE D.1.3 | \$186,395 | \$186,396 | \$1 | 0.0% | |
| OASI D.1.4 | \$4,460,001 | \$4,460,002 | \$1 | 0.0% | |
| Total, Goal D, STAFF BENEFITS | \$9,221,885 | \$9,221,888 | \$3 | 0.0% | |
| INDIRECT ADMINISTRATION E.1.1 | \$20,915,272 | \$20,915,272 | \$0 | 0.0% | |
| INFRASTRUCTURE SUPPORT E.1.2 | \$5,149,409 | \$5,173,214 | \$23,805 | 0.5% | |
| Total, Goal E, INDIRECT ADMINISTRATION | \$26,064,681 | \$26,088,486 | \$23,805 | 0.1% | The recommendations reflect an increase of \$46,516 in Infrastructure Support funding tied to the General Revenue Infrastructure Support Rate at Texas A&M University and a \$22,711 decrease in Other Funds. |
| Grand Total, All Strategies | \$147,997,314 | \$147,679,138 | (\$318,176) | (0.2%) | |

Section 2

**Texas A&M Engineering Extension Service
Summary of Recommendations - House, By Method of Finance -- FEDERAL FUNDS**

| Strategy/Goal | 2012-13 Base | 2014-15 Recommended | Biennial Change | % Change | Comments |
|----------------------------------------------------|---------------------|------------------------|--------------------|-------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| PUBLIC SECTOR TRAINING A.1.1 | \$30,019,427 | \$31,654,446 | \$1,635,019 | 5.4% | The recommendations include a \$2 million increase in Homeland Security Federal Funds for additional Homeland Security Training courses, development of additional courses, and recertifications of existing courses and a \$0.3 million decrease in American Recovery and Reinvestment Act Federal Funds. |
| PRIVATE SECTOR TRAINING A.1.2 | \$0 | \$0 | \$0 | 0.0% | |
| Total, Goal A, PROVIDE TRAINING | \$30,019,427 | \$31,654,446 | \$1,635,019 | 5.4% | |
| PROVIDE TECHNICAL ASSISTANCE B.1.1 | \$3,708,122 | \$3,708,124 | \$2 | 0.0% | |
| Total, Goal B, PROVIDE TECHNICAL ASSISTANCE | \$3,708,122 | \$3,708,124 | \$2 | 0.0% | |
| PROVIDE TX TASK FORCE 1 CAPABILITY C.1.1 | \$4,123,902 | \$4,123,904 | \$2 | 0.0% | |
| Total, Goal C, PROVIDE EMERGENCY RESPONSE | \$4,123,902 | \$4,123,904 | \$2 | 0.0% | |
| STAFF GROUP INSURANCE D.1.1 | \$0 | \$0 | \$0 | 0.0% | |
| WORKERS' COMPENSATION INSURANCE D.1.2 | \$0 | \$0 | \$0 | 0.0% | |
| UNEMPLOYMENT INSURANCE D.1.3 | \$0 | \$0 | \$0 | 0.0% | |
| OASI D.1.4 | \$0 | \$0 | \$0 | 0.0% | |
| Total, Goal D, STAFF BENEFITS | \$0 | \$0 | \$0 | 0.0% | |
| INDIRECT ADMINISTRATION E.1.1 | \$0 | \$0 | \$0 | 0.0% | |
| INFRASTRUCTURE SUPPORT E.1.2 | \$0 | \$0 | \$0 | 0.0% | |
| Total, Goal E, INDIRECT ADMINISTRATION | \$0 | \$0 | \$0 | 0.0% | |
| Grand Total, All Strategies | \$37,851,451 | \$39,486,474 | \$1,635,023 | 4.3% | |

Section 3

Texas A&M Engineering Extension Service Selected Fiscal and Policy Issues

1. The recommendations align with Section 51 of the Special Provisions Relating Only to State Agencies of Higher Education. It provides that funding at Texas A&M System agencies for infrastructure support inside Brazos County using the Texas A&M University General Revenue Infrastructure Support rate.
2. As of January 2013, the agency has incurred \$1.7 million in Texas Task Force 1 deployment expenses above their appropriations. The agency is requesting a reimbursement in the 2013 Supplemental Bill, 83rd Legislature for their costs.

Section 4

**Texas Engineering Extension Service (TEEX)
Performance Review and Policy Report Highlights**

| Reports & Recommendations | Report Page | Savings/ (Cost) | Gain/ (Loss) | Fund Type | Included in Introduced Bill | Action Required During Session |
|--------------------------------------|--------------------|----------------------------|-------------------------|----------------------|----------------------------------------|---------------------------------------|
|--------------------------------------|--------------------|----------------------------|-------------------------|----------------------|----------------------------------------|---------------------------------------|

NO RELATED RECOMMENDATIONS

Section 5

**Texas A&M Engineering Extension Service
Rider Highlights**

NONE

Section 6

**Texas A&M Engineering Extension Service
Items not Included in Recommendations**

| | 2014-15 Biennial Total | |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------|---------------------|
| | GR & GR-Dedicated | All Funds |
| In Agency Priority Order | | |
| 1. Ensuring Texas Task Force 1 Operational Readiness Support the operational readiness of Texas Task Force 1, Texas' only statewide search and rescue team under the direction of the Texas Division of Emergency Management. The agency reports that the annual cost of supporting the Task Force is \$1.5 million. Current state funding is about \$1 million per year. This request would fully fund the Task Force. (18.5 FTEs) | \$ 1,012,750 | \$ 1,012,750 |
| 2. Underserved/Rural Firefighter Training Support Enable the agency to provide more training to firefighters across Texas. Currently, the agency responds to less than a quarter of the training requests it receives. (7 FTEs) | \$ 1,500,000 | \$ 1,500,000 |
| 3. Drinking Water Protection Training Program Enable small and isolated rural and South Texas communities to provide clean, safe drinking water as well as proper wastewater treatment in order to ensure public health and support economic growth. The program would provide training to communities with older systems or communities with limited resources restricting their ability to upgrade their systems and train operators. (5 FTEs) | \$ 1,200,000 | \$ 1,200,000 |
| 4. Texas Law Enforcement Extension (LEX) Rural Training Initiative Support training for rural peace officers, jailers, and telecommunications personnel in modern police concepts, practices and procedures, through statewide regional training. (5 FTEs) | \$ 1,000,000 | \$ 1,000,000 |
| 5. Energy Training and Testing Facility The Energy Training and Testing Facility is a joint request by the Engineering Extension Service and the Engineering Experiment Station to build a facility that will provide the state with state of the art training, research and testing capabilities in all facets of energy, including alternative and conventional energy processes. The total request for both agencies is \$9.085 million. | \$ 4,542,500 | \$ 4,542,500 |
| Total, Items Not Included in the Recommendations | \$ 9,255,250 | \$ 9,255,250 |

Rider Changes Not Included in the Recommendations

- 3. Increased Interagency Collaboration.** The agency is requesting to delete the rider because the Texas A&M System assures collaboration between the Texas A&M System Agencies.