

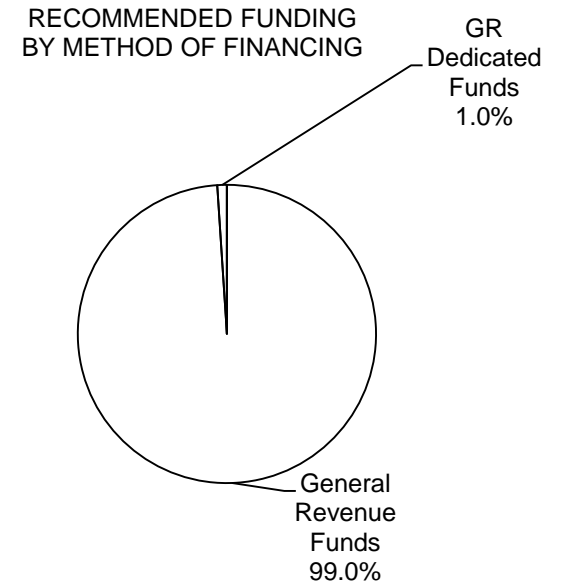
Section 1

Revenue Bonds for Lease Payments - End of Articles I - X
Summary of Recommendations - House

Page: I-44
Terry Keel, Executive Director

Chase Kronzer, LBB Analyst

Method of Financing	2012-13 Base	2014-15 Recommended	Biennial Change	% Change
General Revenue Funds	\$75,570,356	\$57,587,688	(\$17,982,668)	(23.8%)
GR Dedicated Funds	\$759,001	\$604,080	(\$154,921)	(20.4%)
<i>Total GR-Related Funds</i>	<i>\$76,329,357</i>	<i>\$58,191,768</i>	<i>(\$18,137,589)</i>	<i>(23.8%)</i>
Federal Funds	\$0	\$0	\$0	0.0%
Other	\$0	\$0	\$0	0.0%
All Funds	\$76,329,357	\$58,191,768	(\$18,137,589)	(23.8%)



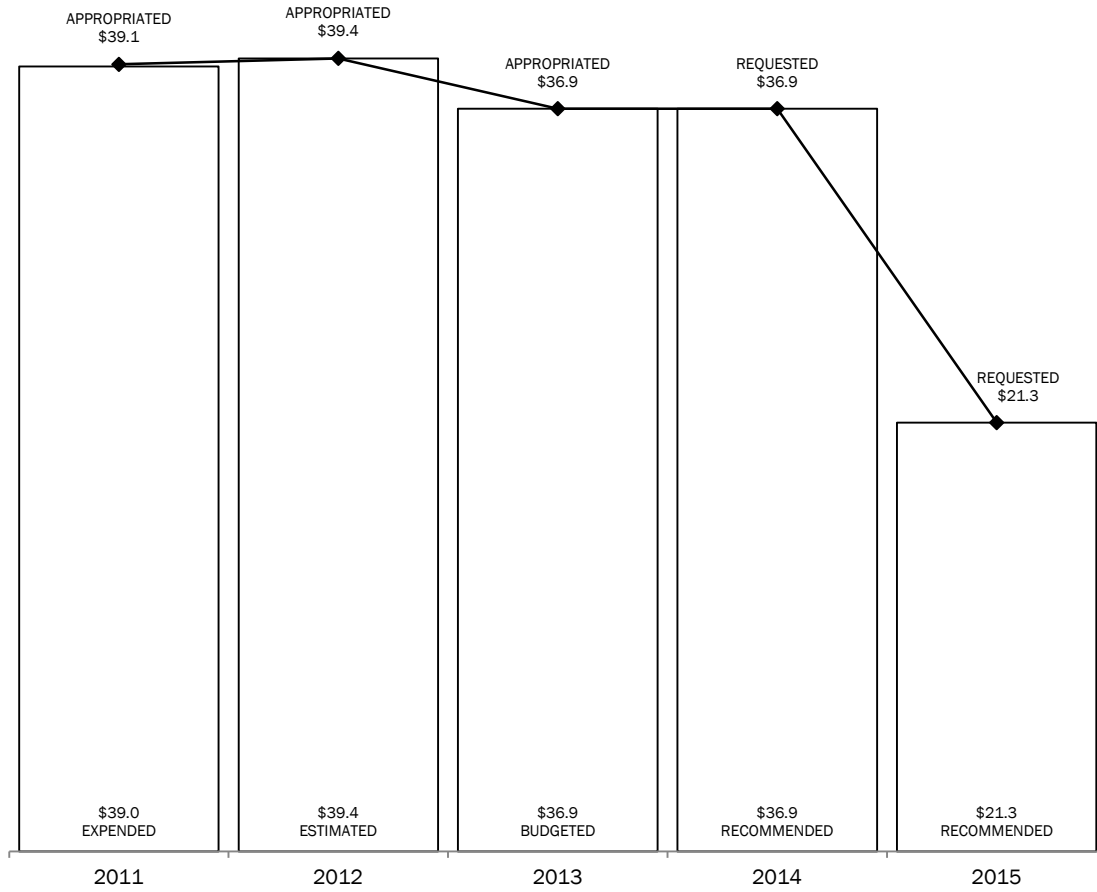
The bill pattern for this agency (2014-15 Recommended) represents an estimated 100% of the agency's estimated total available funds for the 2014-15 biennium.

Section 1
Revenue Bonds for Lease Payments - End of Articles I - X

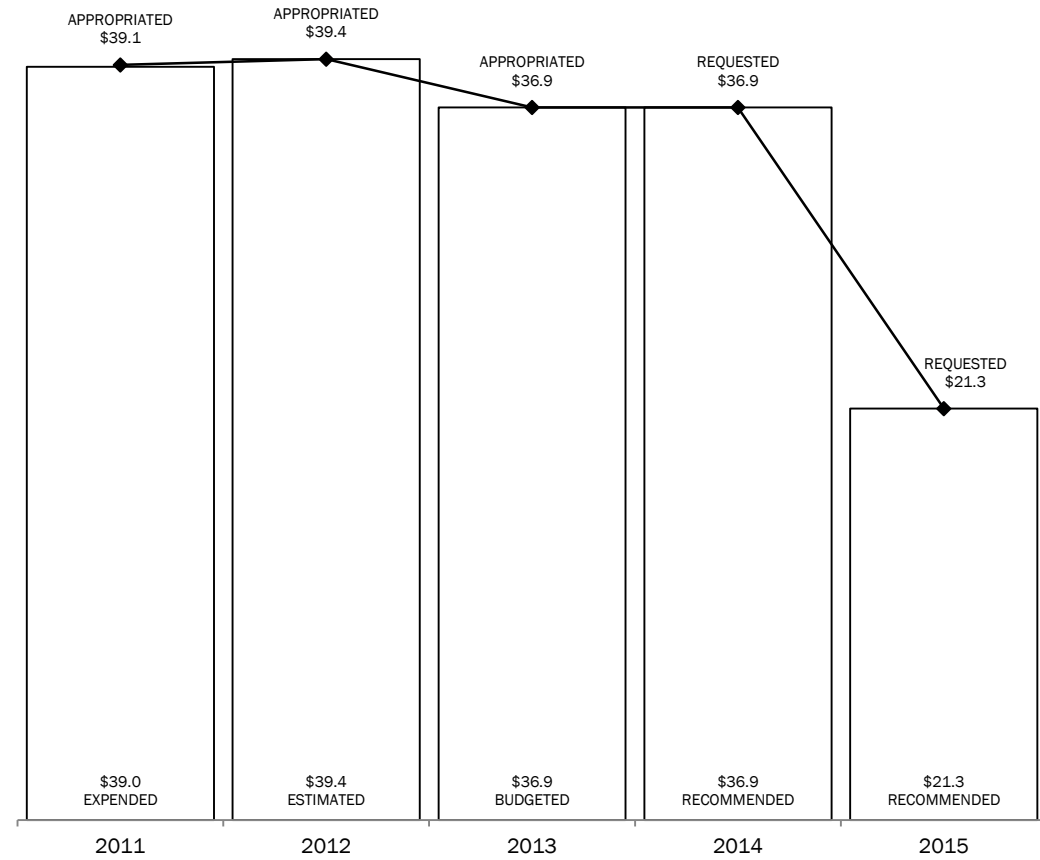
2014-2015 BIENNIUM
 IN MILLIONS

TOTAL= \$58.2 MILLION

ALL FUNDS



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



Section 2

Revenue Bonds for Lease Payments - End of Articles I - X
 Summary of Recommendations - House, By Method of Finance -- ALL FUNDS

Strategy/Goal	2012-13 Base	2014-15 Recommended	Biennial Change	% Change	Comments
					Recommendations reflect a decrease in General Revenue of \$17.9 million and a decrease of \$0.2 million in General Revenue - Dedicated Account Department of Insurance Operating Account 36 due to reduced debt service requirements. In Article IV, recommendations include a decrease in fiscal year 2015 related to debt service requirements related to Supreme Court Buildings that are expected to be fulfilled in fiscal year 2014. In Article X, recommendations include a biennial increase related to refunded debt issued to finance the Robert E. Johnson Building. The debt service requirement related to the Johnson building is expected to decrease in the 2016-17 biennium and paid off in fiscal year 2020.
LEASE PAYMENTS A.2.2	\$76,329,357	\$58,191,768	(\$18,137,589)	(23.8%)	
Total, Goal A, FINANCE CAPITAL PROJECTS	\$76,329,357	\$58,191,768	(\$18,137,589)	(23.8%)	
Grand Total, All Strategies	\$76,329,357	\$58,191,768	(\$18,137,589)	(23.8%)	

Section 3

Revenue Bonds for Lease Payments – End of Article I - X Selected Fiscal and Policy Issues

1. The Texas Facilities Commission (TFC) is appropriated lease payments that are to be transferred to the Texas Public Finance Authority (TPFA) for debt service on lease revenue bonds that were issued for acquisition, construction, repair or renovation of a facility. TPFA holds the title to the affected facilities but then leases the facility back to TFC. TFC Lease Payments are based on the square footage occupied by an agency plus the agency's portion of common space in the building. This allocation applies only to agencies occupying space in state-owned buildings that were purchased, constructed, repaired, or renovated with revenue bonds.

As of August 31, 2012, outstanding lease revenue bond debt service related to TFC is estimated to be \$98.8 million. According to TPFA, this outstanding debt is expected to be paid off in fiscal year 2022.

Section 4

**Lease Payments on Revenue Bonds
Performance Review and Policy Report Highlights**

Reports & Recommendations	Report Page	Savings/ (Cost)	Gain/ (Loss)	Fund Type	Included in Introduced Bill	Action Required During Session
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NO RELATED RECOMMENDATIONS

Section 6

Lease Payments

Items not Included in the Recommendations - House

NONE

**83rd Regular Session, LBB Recommended (House), Version 1
Lease Payments**

	Exp 2011	Est 2012	Bud 2013	Total Biennium 2012-2013	Rec 2014	Rec 2015	Total Rec 2014-2015	Difference
ARTICLE I - GENERAL GOVERNMENT	\$11,256,834	\$11,394,559	\$10,632,385	\$22,026,944	\$10,480,964	\$2,556,179	\$13,037,143	\$(8,989,801)
ARTICLE II - HEALTH AND HUMAN SERVICES	\$6,361,193	\$6,402,872	\$6,111,287	\$12,514,159	\$6,206,356	\$2,483,243	\$8,689,599	\$(3,824,560)
ARTICLE III - AGENCIES OF EDUCATION	\$2,512,907	\$2,882,698	\$2,412,640	\$5,295,338	\$2,463,527	\$2,595,069	\$5,058,596	\$(236,742)
ARTICLE IV - THE JUDICIARY	\$2,464,557	\$2,279,770	\$2,285,746	\$4,565,516	\$2,290,175	\$0	\$2,290,175	\$(2,275,341)
ARTICLE V - PUBLIC SAFETY AND CRIMINAL JUSTICE	\$1,928,611	\$1,912,769	\$1,914,092	\$3,826,861	\$1,918,938	\$211,430	\$2,130,368	\$(1,696,493)
ARTICLE VI - NATURAL RESOURCES	\$3,805,479	\$3,852,992	\$3,208,295	\$7,061,287	\$3,101,408	\$2,917,477	\$6,018,885	\$(1,042,402)
ARTICLE VII - BUSINESS AND ECONOMIC DEVELOPMENT	\$1,103,347	\$1,241,643	\$1,036,887	\$2,278,530	\$942,413	\$725,852	\$1,668,265	\$(610,265)
ARTICLE VIII - REGULATORY	\$1,607,185	\$1,471,646	\$1,084,160	\$2,555,806	\$1,109,646	\$768,002	\$1,877,648	\$(678,158)
ARTICLE X - THE LEGISLATURE	\$7,924,503	\$7,955,867	\$8,249,049	\$16,204,916	\$8,428,047	\$8,993,042	\$17,421,089	\$1,216,173
Total	\$38,964,616	\$39,394,816	\$36,934,541	\$76,329,357	\$36,941,474	\$21,250,294	\$58,191,768	\$(18,137,589)
METHOD OF FINANCING:								
General Revenue Funds								
1 General Revenue Fund	\$38,326,401	\$38,891,221	\$36,679,135	\$75,570,356	\$36,664,878	\$20,922,810	\$57,587,688	\$(17,982,668)
Subtotal, General Revenue Funds	\$38,326,401	\$38,891,221	\$36,679,135	\$75,570,356	\$36,664,878	\$20,922,810	\$57,587,688	\$(17,982,668)
Gr Dedicated								
36 Dept Ins Operating Acct	\$638,215	\$503,595	\$255,406	\$759,001	\$276,596	\$327,484	\$604,080	\$(154,921)
Subtotal, Gr Dedicated	\$638,215	\$503,595	\$255,406	\$759,001	\$276,596	\$327,484	\$604,080	\$(154,921)
Total, Method of Financing	\$38,964,616	\$39,394,816	\$36,934,541	\$76,329,357	\$36,941,474	\$21,250,294	\$58,191,768	\$(18,137,589)