

Section 1

**Office of the Governor
Summary of Recommendations - House**

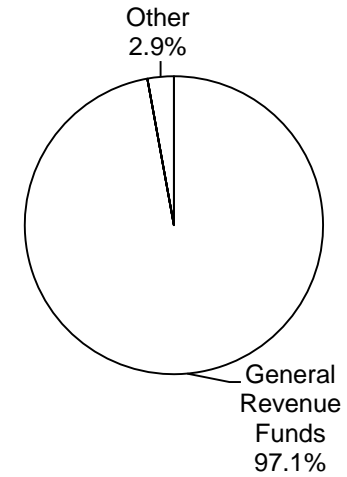
Page: I-60

The Honorable Greg Abbott, Governor

Lara Bell, LBB Analyst

Method of Financing	2014-15 Base	2016-17 Recommended	Biennial Change	% Change
General Revenue Funds	\$23,969,526	\$18,377,158	(\$5,592,368)	(23.3%)
GR Dedicated Funds	\$0	\$0	\$0	0.0%
<i>Total GR-Related Funds</i>	<i>\$23,969,526</i>	<i>\$18,377,158</i>	<i>(\$5,592,368)</i>	<i>(23.3%)</i>
Federal Funds	\$0	\$0	\$0	0.0%
Other	\$540,000	\$540,000	\$0	0.0%
All Funds	\$24,509,526	\$18,917,158	(\$5,592,368)	(22.8%)

RECOMMENDED FUNDING
BY METHOD OF FINANCING



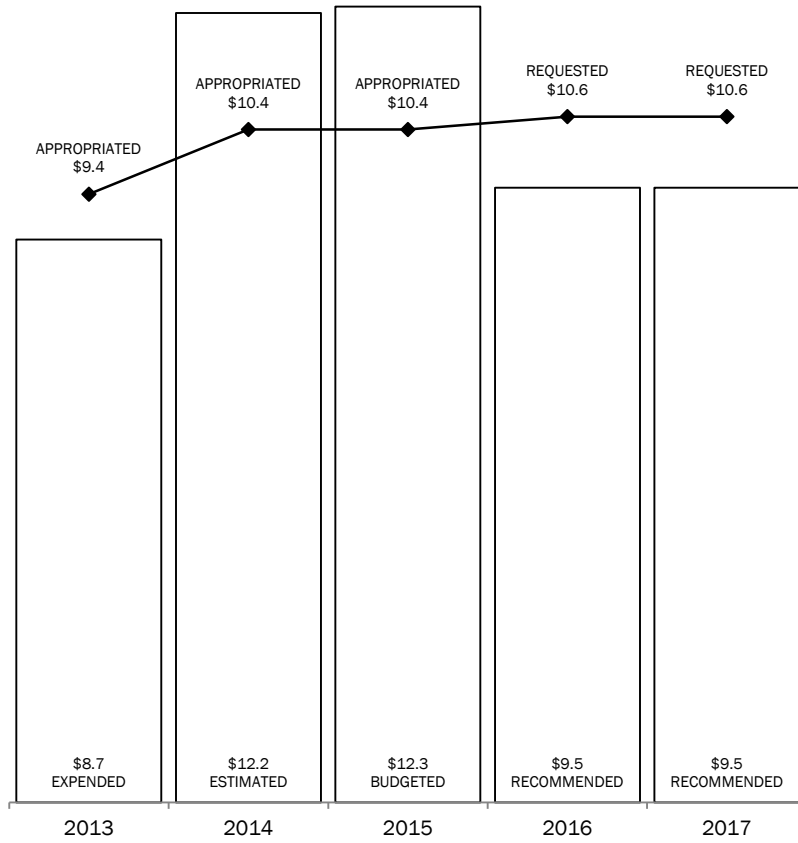
	FY 2015 Budgeted	FY 2017 Recommended	Biennial Change	% Change
FTEs	120.1	120.1	0.0	0.0%

The bill pattern for this agency (2016-17 Recommended) represents an estimated 100% of the agency's estimated total available funds for the 2016-17 biennium.

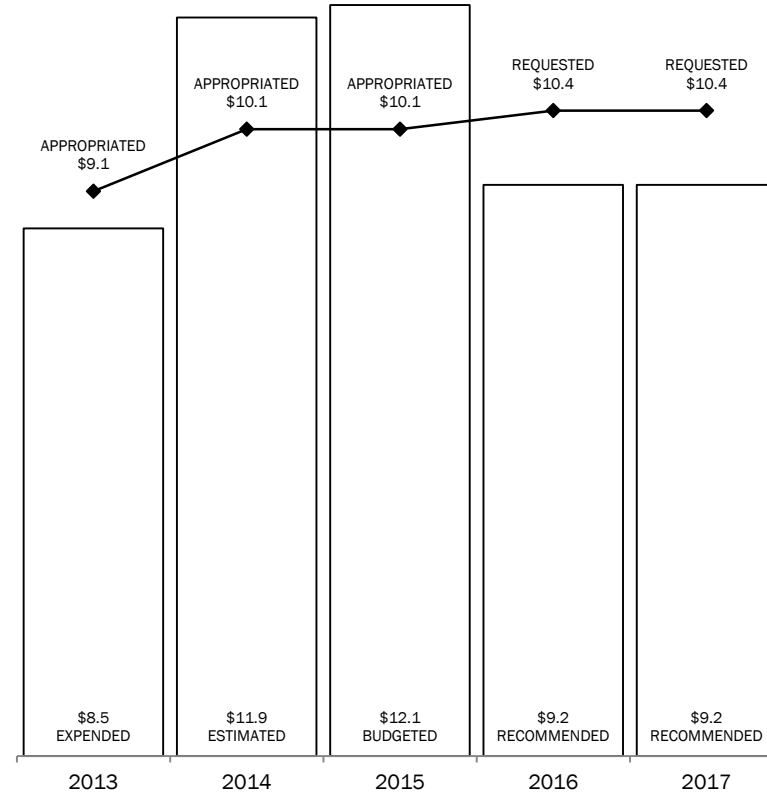
Section 1
Office of the Governor
2016-2017 BIENNIUM
 IN MILLIONS

TOTAL= \$18.9 MILLION

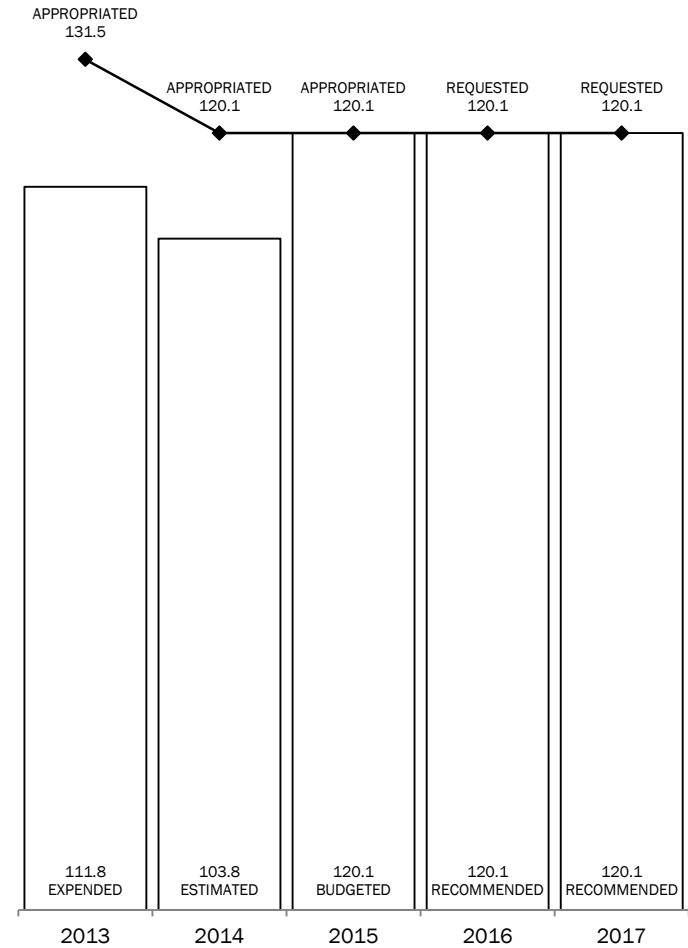
ALL FUNDS



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



FULL-TIME-EQUIVALENT POSITIONS



Section 2

**Office of the Governor
Summary of Recommendations - House, By Method of Finance -- ALL FUNDS**

Strategy/Goal	2014-15 Base	2016-17 Recommended	Biennial Change	% Change	Comments
SUPPORT GOVERNOR & STATE A.1.1	\$14,613,074	\$11,145,491	(\$3,467,583)	(23.7%)	
APPOINTMENTS A.1.2	\$2,259,253	\$1,891,628	(\$367,625)	(16.3%)	
COMMUNICATIONS A.1.3	\$6,330,875	\$4,979,872	(\$1,351,003)	(21.3%)	
GOVERNOR'S MANSION A.1.4	\$1,306,324	\$900,167	(\$406,157)	(31.1%)	
Total, Goal A, GOVERN THE STATE	\$24,509,526	\$18,917,158	(\$5,592,368)	(22.8%)	
Grand Total, All Strategies	\$24,509,526	\$18,917,158	(\$5,592,368)	(22.8%)	<p>Recommendations reflect the agency's 10 percent reduction options across all strategies reflecting a decrease of \$2.4 million in General Revenue.</p> <p>Recommendations also reflect a decrease of \$3.4 million relating to unexpended balances carried forward from the 2012-13 biennium into the 2014-15 base. This decrease is offset by an increase of \$0.2 million in General Revenue for the biennialization of 2015 statewide salary increase adjustment.</p> <p>Recommendations include \$174,733 in General Revenue for the biennialization of 2015 statewide salary increase adjustment.</p> <p>Recommendations maintain funding levels at \$0.5 million out of Interagency Contracts for the Texas Workforce Commission Investment Council, and \$40,000 out of Appropriated Receipts for public information requests.</p>

Section 3

Office of the Governor Selected Fiscal and Policy Issues - House

1. **10 Percent Biennial Base Reduction Options.** Recommendations include implementation of the agency's 10 percent reduction items across all strategies reflecting a \$2.4 million decrease in General Revenue. Recommendations are based on the Legislative Appropriations Request (LAR) submitted under the previous administration and provide the Legislature the opportunity to create priorities for the 2016-17 biennium.
2. **Budget Authority.** Recommendations limit certain budget flexibilities and remove exemptions from certain general provisions of the General Appropriations Bill to allow the legislature to consider continuation of this authority. Recommendations delete the following riders from the agency's bill pattern:
 - Rider 1, Unexpended Balances Within the Biennium. Article IX, §14.05, Unexpended Balance Authority Between Fiscal Years within the Same Biennium, allows the agency to carry forward balances between fiscal years with Legislative Budget Board approval.
 - Rider 4, Unexpended Balances Between Biennia.
 - Rider 5, Capital Expenditures Authorized. Article IX, §14.03, Limitation on Expenditures – Capital Budget, provides the agency certain discretionary transfer and expenditure flexibility related to capital budget purposes.
 - Rider 7, Transfer Authority. Article IX, §14.01, Appropriation Transfers, allows the agency to transfer up to 20 percent from one appropriation item to another appropriation item at the agency's discretion. The agency may exceed the 20 percent discretionary transfer authority with approval of the Governor and the Legislative Budget Board.

Section 3

**Office of the Governor
FTE Highlights - House**

Full-Time-Equivalent Positions	Expended 2013	Estimated 2014	Budgeted 2015	Recommended 2016	Recommended 2017
Cap	131.5	120.1	120.1	120.1	120.1
Actual/Budgeted	111.8	103.8	120.1	NA	NA
Schedule of Exempt Positions (Cap)					
Governor, Group 6	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000

The agency is not requesting any changes to its Exempt Position.

State Auditor's Office Report 14-705, Executive Compensation at State Agencies, does not address the Governor exempt position.

Section 4

**Office of the Governor
Performance Review and Policy Report Highlights - House**

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

Section 5

Office of the Governor Rider Highlights - House

1. (delete) **Unexpended Balances Within the Biennium.** Delete rider to remove unexpended balance authority within the biennium.
4. (delete) **Unexpended Balances Between Biennia.** Delete rider to remove unexpended balance authority between biennia.
5. (delete) **Capital Expenditures Authorized.** Delete rider exempting the agency from limitations on capital budget expenditures.
7. (delete) **Transfer of Appropriation and Full-Time Equivalent (FTEs).** Delete rider to remove transfer authority of appropriations and FTEs among agencies.

Section 6

**Office of the Governor
Items not Included in Recommendations - House**

Agency Exceptional Items - In Agency Priority Order

To be determined.

Total, Items Not Included in the Recommendations

2016-17 Biennial Total	
GR & GR- Dedicated	All Funds
\$	- \$
	-

Section 7

**Office of the Governor
Summary of 10 Percent Biennial Base Reduction Options - House**

Priority	Item	Description/Impact	Biennial Reduction Amounts				Included in Intro Bill?	
			GR and GR-Dedicated	All Funds	FTEs	Potential Revenue Loss		Reduction as % of Program GR/GR-D Total
1	Support Governor & State	According to the agency: A standard across-the-board reduction is shown due to the pending change in administration. If a reduction needs to occur the new Governor's administration would need to provide prioritized sources of potential cuts, so that they are in line with the priorities of the new Governor.	\$1,324,364	\$1,324,364		\$0	11%	Yes
2	Maintain Open, Active, and Comprehensive Functions	According to the agency: A standard across-the-board reduction is shown due to the pending change in administration. If a reduction needs to occur the new Governor's administration would need to provide prioritized sources of potential cuts, so that they are in line with the priorities of the new Governor.	\$631,242	\$631,242		\$0	29%	Yes
3	Appointments	According to the agency: A standard across-the-board reduction is shown due to the pending change in administration. If a reduction needs to occur the new Governor's administration would need to provide prioritized sources of potential cuts, so that they are in line with the priorities of the new Governor.	\$257,990	\$257,990		\$0	5%	Yes
4	Maintain and Preserve Governor's Mansion	According to the agency: A standard across-the-board reduction is shown due to the pending change in administration. If a reduction needs to occur the new Governor's administration would need to provide prioritized sources of potential cuts, so that they are in line with the priorities of the new Governor.	\$149,011	\$149,011		\$0	14%	Yes

TOTAL, 10% Reduction Options

\$2,362,607 \$2,362,607 \$0

Section 7

**Office of the Governor
Summary of 10 Percent Biennial Base Reduction Options - House
Agency 10% Reduction Options by Category of Reduction**

