

Section 1

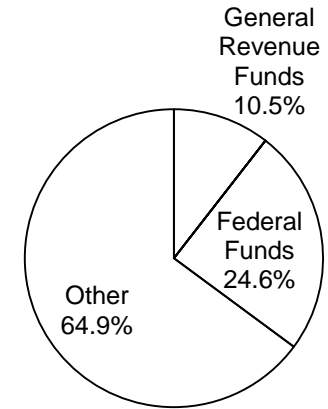
**Texas A&M Engineering Extension Service
Summary of Recommendations - House**

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Gary F Sera, Director

Demetrio Hernandez, LBB Analyst

Method of Financing	2014-15 Base	2016-17 Recommended	Biennial Change	% Change
General Revenue Funds	\$15,639,833	\$16,009,906	\$370,073	2.4%
GR Dedicated Funds	\$0	\$0	\$0	0.0%
<i>Total GR-Related Funds</i>	<i>\$15,639,833</i>	<i>\$16,009,906</i>	<i>\$370,073</i>	<i>2.4%</i>
Federal Funds	\$37,420,207	\$37,420,212	\$5	0.0%
Other	\$101,276,486	\$98,700,238	(\$2,576,248)	(2.5%)
All Funds	\$154,336,526	\$152,130,356	(\$2,206,170)	(1.4%)

**RECOMMENDED FUNDING
BY METHOD OF FINANCING**



	FY 2015 Budgeted	FY 2017 Recommended	Biennial Change	% Change
FTEs	579.8	555.2	(24.6)	(4.2%)

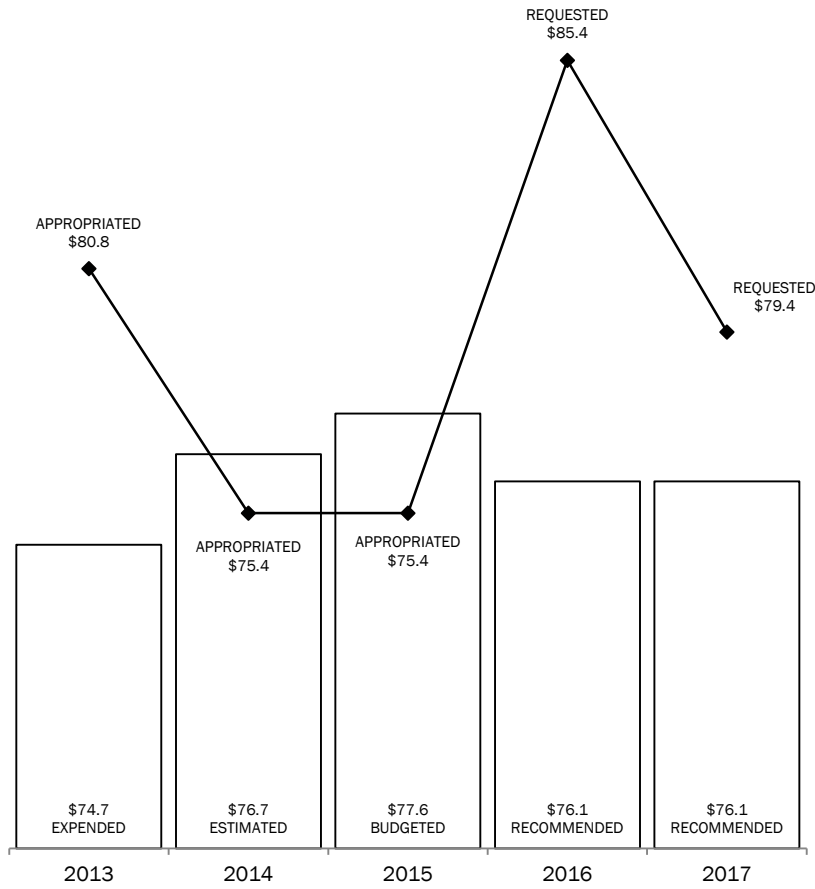
The bill pattern for this agency (2016-17 Recommended) represents an estimated 94.1% of the agency's estimated total available funds for the 2016-17 biennium.

Section 1
Texas A&M Engineering Extension Service

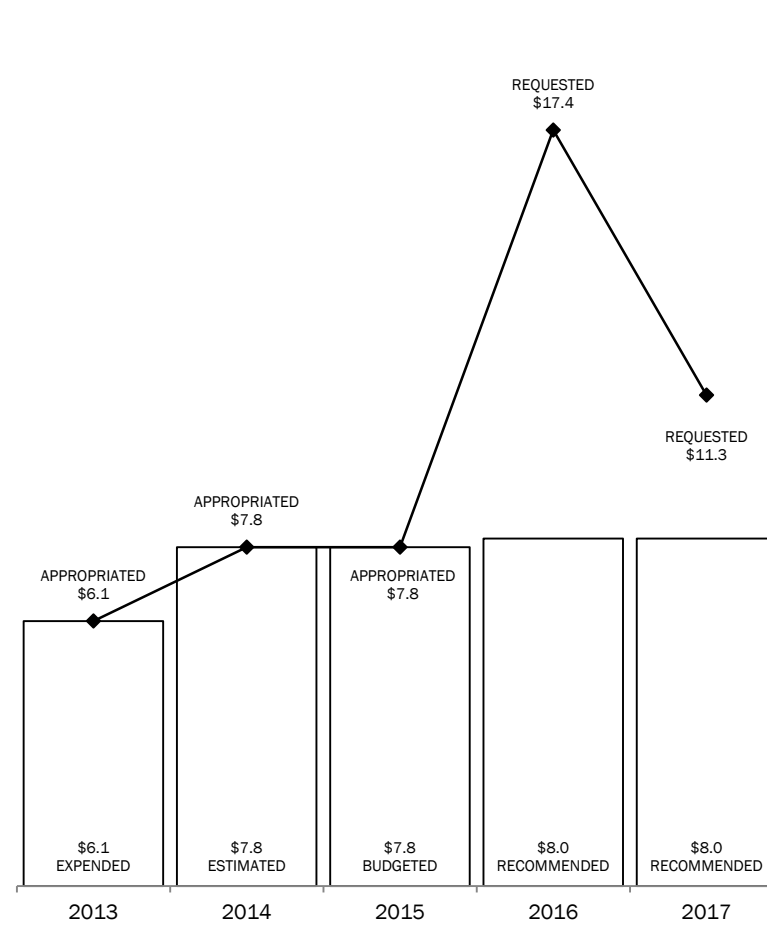
2016-2017 BIENNIUM
 IN MILLIONS

TOTAL= \$152.2 MILLION

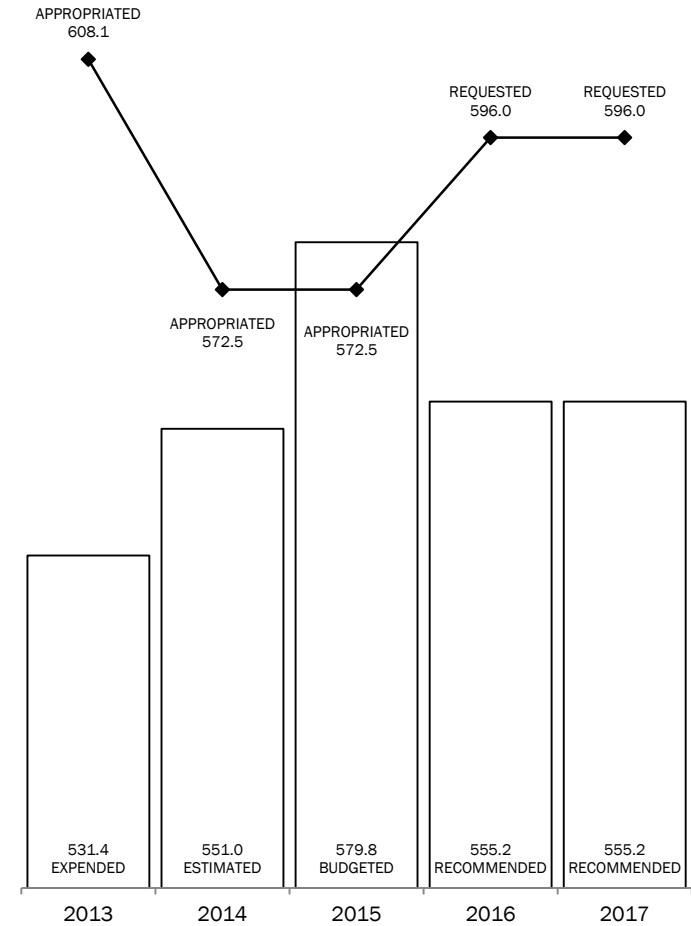
ALL FUNDS



**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	2014-15 Base	2016-17 Recommended	Biennial Change	% Change	Comments
PUBLIC SECTOR TRAINING A.1.1	\$81,087,220	\$81,087,220	\$0	0.0%	
PRIVATE SECTOR TRAINING A.1.2	\$23,901,443	\$23,901,444	\$1	0.0%	
Total, Goal A, PROVIDE TRAINING	\$104,988,663	\$104,988,664	\$1	0.0%	
PROVIDE TECHNICAL ASSISTANCE B.1.1	\$5,605,030	\$5,605,030	\$0	0.0%	
Total, Goal B, PROVIDE TECHNICAL ASSISTANCE	\$5,605,030	\$5,605,030	\$0	0.0%	
PROVIDE TX TASK FORCE 1 CAPABILITY C.1.1	\$7,693,911	\$7,058,110	(\$635,801)	(8.3%)	Recommendations reflect a decrease of \$635,801 in Economic Stabilization Funds that were appropriated by the Eighty-third Legislature, Regular Session, 2013, for the purpose of reimbursing the agency for natural disaster deployments.
Total, Goal C, PROVIDE EMERGENCY RESPONSE	\$7,693,911	\$7,058,110	(\$635,801)	(8.3%)	
STAFF GROUP INSURANCE D.1.1	\$6,289,812	\$6,289,812	\$0	0.0%	
WORKERS' COMPENSATION INSURANCE D.1.2	\$36,000	\$36,000	\$0	0.0%	
UNEMPLOYMENT INSURANCE D.1.3	\$233,790	\$233,790	\$0	0.0%	
OASI D.1.4	\$4,752,535	\$4,752,536	\$1	0.0%	
Total, Goal D, STAFF BENEFITS	\$11,312,137	\$11,312,138	\$1	0.0%	
INDIRECT ADMINISTRATION E.1.1	\$19,715,033	\$19,715,034	\$1	0.0%	
INFRASTRUCTURE SUPPORT E.1.2	\$5,021,752	\$3,135,544	(\$1,886,208)	(37.6%)	
INFRASTRUC SUPP-OUTSIDE BRAZOS CNTY E.1.3	\$0	\$315,836	\$315,836	100.0%	Recommendations include a \$315,836 increase in General Revenue related to a reallocation between A&M System agencies of infrastructure support outside Brazos County. The reallocation reflects a proportional allocation methodology based on actual square feet.
Total, Goal E, INDIRECT ADMINISTRATION	\$24,736,785	\$23,166,414	(\$1,570,371)	(6.3%)	
Grand Total, All Strategies	\$154,336,526	\$152,130,356	(\$2,206,170)	(1.4%)	Recommendations include an increase of \$55,935 in General Revenue to biennialize the 2014-15 salary increase. Finally, the recommendations reflect a \$1,940,449 decrease in Appropriated Receipts, which consist primarily of revenue received from basic and advanced training the agency provides, and a slight decrease in Federal Funds.

Section 3a

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

Infrastructure Support

1. Section 50 of the Special Provisions Relating Only to State Agencies of Higher Education provides that funding at Texas A&M System agencies for infrastructure support inside Brazos County is calculated using the Texas A&M University General Revenue rate. Funding amounts are adjusted to align with the formula funding decisions for the General Academic Institutions. Currently, infrastructure support inside Brazos County for the Texas A&M System agencies is funded at the 2014-15 base levels.
2. Funding for infrastructure support outside Brazos County includes a new methodology based on actual square footage. General Revenue funding for infrastructure support outside Brazos County is equal to 2014-15 funding levels and is proportionally allocated to each agency by its respective percentage of total square footage. 2014-15 appropriated amounts in this table may differ from base amounts in Section 2 due to funding reallocations by the agencies.

Recommended Infrastructure Support for Outside Brazos County (General Revenue)

Institution	2014-15 Appropriated	Actual Square Footage	Percentage of Actual Square Footage	2016-17 Appropriated	2014-15 to 2016-17 Increase/ (Decrease)
556 Texas AgriLife Research (TAR)	\$6,231,926	1,123,511	67.34%	\$6,296,812	\$64,886
555 Texas AgriLife Extension Service (TAEX)	\$1,502,600	195,083	11.69%	\$1,093,358	\$(409,242)
712 Texas Engineering Experiment Station (TEES)	\$0	286	0.02%	\$1,602	\$1,602
727 Texas Transportation Institute (TTI)	\$0	36,258	2.17%	\$203,210	\$203,210
716 Texas Engineering Extension Service (TEEX)	\$0	56,353	3.38%	\$315,836	\$315,836
576 Texas Forest Service (TFS)	\$1,465,814	231,986	13.91%	\$1,300,185	\$(165,629)
557 Texas Veterinary Medical Diagnostic Laboratory (TVMDL)	\$149,781	24,822	1.49%	\$139,116	\$(10,665)
Total	\$9,350,121	1,668,299	100.00%	\$9,350,121	\$0

Section 3b

Statutory Authority		Mission & Functions	2014-15 Base All Funds	2016-17 Rec. All Funds	2014-2015 Base GR/GR-D	2016-17 Rec. GR/GR-D	2014 Level FTEs	2016-17 Rec. FTEs
Texas A&M AgriLife Research (TAR)	Education Code, Title III, Section 88.201	Conducts research in the agricultural, environmental, and life sciences. Goals include enhancing the competitiveness of agricultural industries and natural resource conservation. AgriLife Research administers the honey bee regulation and feed and fertilizer programs. Research highlights include: ecosystem research, conservation, and sustainable agriculture.	\$ 140,482,844	\$ 141,087,174	\$ 108,064,844	\$ 108,844,528	987.7	987.7
Texas A&M AgriLife Extension Service (TAEX)	Education Code, Title III, Section 88.822	Provides training and educational programs including 4-H through county extension agents. Extension agents are supported by federal, state, and county funding. AgriLife Extension also provides wildlife and insect management services including feral hog abatement and boll weevil eradication.	\$ 133,222,282	\$ 133,702,344	\$ 86,619,858	\$ 87,108,474	1031.1	1031.1
Texas A&M Engineering Experiment Station (TEES)	Education Code, Title III, Section 88.501	Conducts engineering and technology research with a focus on interdisciplinary research. Research highlights include: energy, water, manufacturing, and the environment.	\$ 239,356,955	\$ 239,880,584	\$ 34,742,101	\$ 35,962,900	880.0	880.0
Texas A&M Transportation Institute (TTI)	Education Code, Title III, Section 88.603 & 88.803	Identifies and solves transportation problems through research. Develops and implements new technologies for current and future transportation needs. Works closely with the Texas Department of Transportation, as well as local and regional transportation agencies across the state.	\$ 118,330,085	\$ 120,086,455	\$ 4,310,847	\$ 17,211,511	434.7	434.7
Texas A&M Engineering Extension Service (TEEX)	Education Code, Title III, Section 88.501	Provides training, technical assistance, and emergency response to enhance public safety and security. Texas Task Force 1 is deployed for emergency response and search and rescue operations.	\$ 154,336,526	\$ 152,130,356	\$ 15,639,833	\$ 16,009,906	555.2	555.2
Texas A&M Forest Service (TFS)	Education Code, Title III, Section 88.102	Provides wildfire prevention, detection, and suppression services. The Texas Wildfire Protection Plan is the agency's wildfire response model.	\$ 115,072,569	\$ 113,175,193	\$ 107,382,441	\$ 105,261,131	558.2	558.2
Texas A&M Veterinary Medical Diagnostic Laboratory (TVMDL)	Education Code, Title III, Section 88.708	Provides fee-based veterinary medical diagnostic services and drug testing services which contributes to an animal and zoonotic disease surveillance system. Responds to potential high consequence and/or emerging disease events.	\$ 38,078,151	\$ 37,480,410	\$ 17,763,126	\$ 17,843,568	165.0	165.0
Total			\$938,879,412	\$937,542,516	\$374,523,050	\$388,242,018	4,611.90	4,611.90

Section 3c

**Texas A&M Engineering Extension Service
Performance Measure Highlights - House**

	Expended 2013	Estimated 2014	Budgeted 2015	Recommended 2016	Recommended 2017
<ul style="list-style-type: none"> <i>Provide Technical Assistance: Number of Service Contact Hours</i> 	70,709	37,895	87,947	59,880	59,880
<p><i>Measure Explanation: Measures the sum of all technical assistance activity service contact hours. Includes unit operation and process monitoring, exercises, technical and market feasibility assessments, and emergency response services. Agency notes decrease from FY13 to FY14 due to events requiring emergency response decreased. Figures in FY13 include emergency response in West, Texas. Figure in FY15 reflects target service contact hours in GAA.</i></p>					

Section 3d

**Texas A&M Engineering Extension Service
FTE Highlights - House**

Full-Time-Equivalent Positions	Expended 2013	Estimated 2014	Budgeted 2015	Recommended 2016	Recommended 2017
Cap ¹	608.1	572.5	572.5	555.2	555.2
Actual/Budgeted	531.4	555.2	579.8	NA	NA
Schedule of Exempt Positions (Cap)					

¹Recommendations include a reduction of 17.3 Full-time Equivalent (FTE) positions from the current FTE cap of 572.5, in alignment with the agency’s request.

Section 4

**Engineering Extension Service
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

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

None

Section 6

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

Agency Exceptional Items Not Included - In Agency Priority Order

1. Search and Rescue Regional Response System
General Revenue funding for 15 FTEs for five additional regional response teams as a component of Texas Task Force 1.

2. Texas Law Enforcement Extension Rural Training Initiative
General Revenue funding for 5 FTEs for classroom and online training for rural Texas law enforcement, including rural peace officers, jailers, and telecommunications personnel.

3. Career and Advanced Manufacturing Training Program for High Schools (CAMTP-HS)
General Revenue funding for 8.5 FTEs for certifications for high school students for HB 5 graduation requirements in water operations training for other public service or business and industry endorsements.

2016-17 Biennial Total				
		GR & GR- Dedicated	All Funds	
	\$	11,661,673	\$	11,661,673
	\$	1,000,000	\$	1,000,000
	\$	2,300,000	\$	2,300,000
Total, Items Not Included in the Recommendations		14,961,673	\$	14,961,673

Section 7

**Texas A&M Engineering Extension Service
Summary of 10 Percent Biennial Base Reduction Options - House**

Priority	Item	Description/Impact	Biennial Reduction Amounts				Reduction as % of Program GR/GR-D Total	Included in Intro Bill?
			GR and GR-Dedicated	All Funds	FTEs	Potential Revenue Loss		
1	Employee Outreach Safety Training	The reduction will result in the agency training 180 less students.	\$18,270	\$18,270		\$0	0.3%	No
2	Drinking Water Protection Program	The reduction will result in the agency training 200 less students.	\$42,630	\$42,630		\$0	0.6%	No
3	Law Enforcement Extension	The reduction will result in the agency training 125 less students resulting in 3,750 less student contact hours.	\$50,000	\$50,000		\$0	0.7%	No
4	Administration	The reduction will result in the agency scaling back equipment upgrades and new initiatives.	\$120,539	\$120,539		\$0	4.6%	No
5	Texas Fire Officer Program	The reduction will result in the agency delivering 1 less class resulting in 41 less students and 1,503 less student contact hours.	\$26,912	\$26,912	0.1	\$0	0.4%	No
6	Fire Extension Program	The reduction will result in the agency delivering 47 less classes resulting in 957 less students and 9,390 less student contact hours.	\$210,624	\$210,624	2.5	\$0	3.0%	No
7	Texas Task Force 1 Operational Readiness	The reduction would reduce training for taskforce members.	\$150,638	\$150,638	1.0	\$0	5.0%	No
8	Employee Outreach Safety Training	The reduction will result in the agency training 180 less students.	\$18,270	\$18,270		\$0	0.3%	No
9	Drinking Water Protection Program	The reduction will result in the agency training 200 less students.	\$42,630	\$42,630		\$0	0.6%	No
10	Law Enforcement Extension	The reduction will result in training for 125 less students resulting in 3,750 less student contact hours.	\$50,000	\$50,000		\$0	0.7%	No
11	Administration	The reduction will result in the agency scaling back additional equipment upgrades and new initiatives.	\$120,540	\$120,540		\$0	4.6%	No
12	Texas Fire Officer Program	The reduction will result in the agency delivering 1 less class resulting in 41 less students and 1,503 less student contact hours.	\$26,912	\$26,912	0.1	\$0	0.4%	No
13	Fire Extension Program	The reduction will result in the agency delivering 47 less classes resulting in 957 less students and 9,390 less student contact hours.	\$210,624	\$210,624	2.5	\$0	3.0%	No
14	Texas Task Force 1 Operational Readiness	The reduction would result in an additional reduction for training for taskforce members.	\$150,638	\$150,638	1.0	\$0	5.0%	No

TOTAL, 10% Reduction Options

\$1,239,227 \$1,239,227 7.2 \$0

Section 7

**Texas A&M Engineering Extension Service
Summary of 10 Percent Biennial Base Reduction Options - House
Agency 10% Reduction Options by Category of Reduction**

