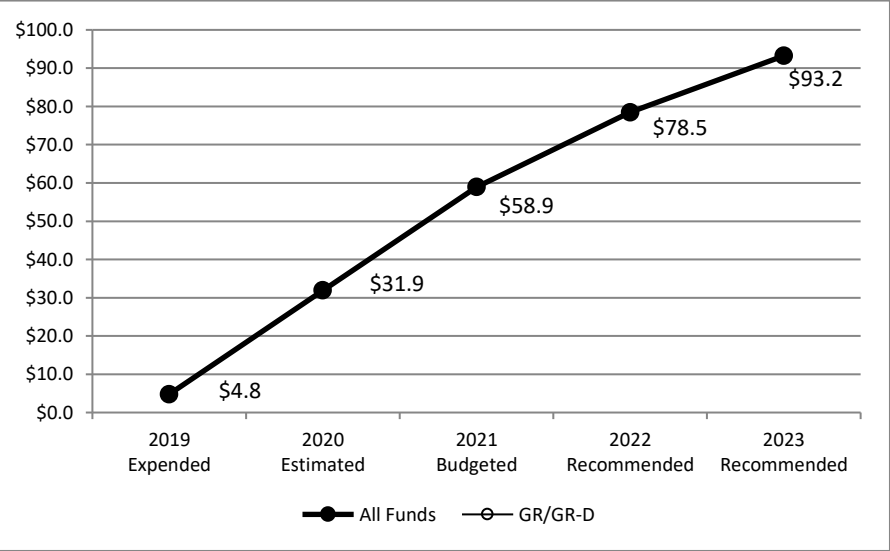


Revenue Bonds for Lease Payments - End of Articles I - X
Summary of Budget Recommendations - House

George Purcell Jr, LBB Analyst

Method of Financing	2020-21 Base	2022-23 Recommended	Biennial Change (\$)	Biennial Change (%)
General Revenue Funds	\$90,817,639	\$171,685,274	\$80,867,635	89.0%
GR Dedicated Funds	\$0	\$0	\$0	0.0%
Total GR-Related Funds	\$90,817,639	\$171,685,274	\$80,867,635	89.0%
Federal Funds	\$0	\$0	\$0	0.0%
Other	\$0	\$0	\$0	0.0%
All Funds	\$90,817,639	\$171,685,274	\$80,867,635	89.0%

Historical Funding Levels (Millions)



The bill pattern for this agency (2022-23 Recommended) represents an estimated 100.0% of the agency's estimated total available funds for the 2022-23 biennium.

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

Section 2

Funding Changes and Recommendations for the 2022-23 Biennium compared to the 2020-21 Base Spending Level (in millions)		General Revenue	GR-Dedicated	Federal Funds	Other Funds	All Funds	Strategy in Appendix A
SIGNIFICANT Funding Changes and Recommendations (each issue is explained in Section 3 and additional details are provided in Appendix A):							
A)	Net increase due to increased debt service payments in all Articles.	\$80.9	\$0.0	\$0.0	\$0.0	\$80.9	A.2.2
OTHER Funding Changes and Recommendations (these issues are not addressed in Section 3 but details are provided in Appendix A):							
TOTAL SIGNIFICANT & OTHER Funding Changes and Recommendations (in millions)		\$80.9	\$0.0	\$0.0	\$0.0	\$80.9	As Listed
SIGNIFICANT & OTHER Funding Increases		\$80.9	\$0.0	\$0.0	\$0.0	\$80.9	As Listed
SIGNIFICANT & OTHER Funding Decreases		\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	As Listed

NOTE: Totals may not sum due to rounding.

Revenue Bonds for Lease Payments, Articles I-X
Selected Fiscal and Policy Issues - House

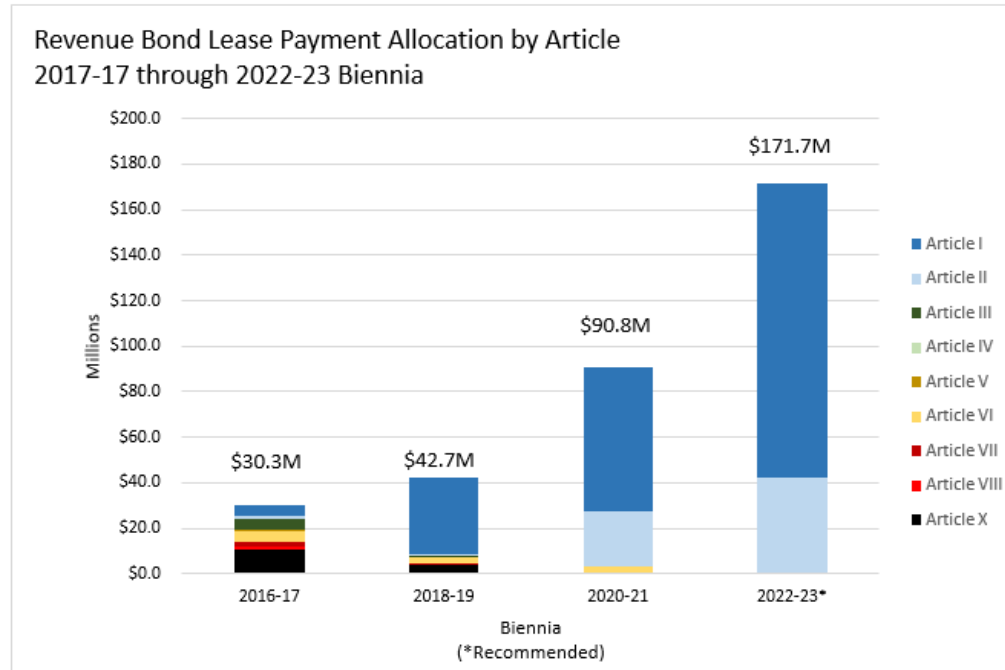
1. Overview of Lease Payment Appropriations

Recommendations for 2023-23 Lease Payments reflect an increase of \$80.9 million in General Revenue. This reflects an increase in debt service requirements for issued Revenue Bonds related to the Capitol Complex and North Austin Complex projects, partially offset by reduced debt service requirements across all other Articles. The Texas Facilities Commission (TFC) is appropriated GR at the end of each Article for Lease Payments that are to be transferred to the Texas Public Finance Authority (TPFA) for debt service on Revenue Bonds that were issued in prior biennia 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 agency allocations 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. Agency allocations are listed as an informational item within the "Estimated Allocations for Employee Benefits and Debt Service Appropriations Made Elsewhere in this Act" in each affected agency's bill pattern after the Object of Expense Informational Listing.

Beginning with the 2018-19 biennia, appropriations for Lease Payments have grown rapidly as payments for Revenue Bonds issued to finance the Capitol Complex and North Austin Complex have become due. This growth has been offset to a degree by the reduction to near zero of old Revenue Bond payments for older facilities such as the R.E.J. Building. Currently, appropriations for the new Lease Payments largely flow through TFC, as the chart above shows, to fund payments to bondholders as these buildings are constructed. Once tenant agencies begin to use these spaces these appropriations will be redistributed across the End of Articles based on square footage of building occupation.

These recommendations fund Lease Payments at the levels calculated by TPFA.



End of Article: Appropriations Compared to Base by Article / MOF Type and Code
87th Regular Session, LBB Recommended (House), Version 1

END OF ARTICLE Appropriations: Lease Payments

	Exp 2019	Est 2020	Bud 2021	Total Biennium 2020-2021	Rec 2022	Rec 2023	Total Rec 2022-2023	Difference
ARTICLE I - GENERAL GOVERNMENT	\$3,073,246	\$22,317,444	\$40,782,108	\$63,099,552	\$58,822,783	\$70,585,545	\$129,408,328	\$66,308,776
ARTICLE II - HEALTH AND HUMAN SERVICES	\$70,598	\$7,606,600	\$16,752,394	\$24,358,994	\$18,872,853	\$22,642,624	\$41,515,477	\$17,156,483
ARTICLE V - PUBLIC SAFETY AND CRIMINAL JUSTICE	\$25,647	\$54,788	\$37,986	\$92,774	\$21,942	\$0	\$21,942	\$(70,832)
ARTICLE VI - NATURAL RESOURCES	\$844,965	\$1,919,936	\$1,331,148	\$3,251,084	\$739,527	\$0	\$739,527	\$(2,511,557)
ARTICLE VIII - REGULATORY	\$3,832	\$8,997	\$6,238	\$15,235	\$0	\$0	\$0	\$(15,235)
ARTICLE X - THE LEGISLATURE	\$761,345	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$4,779,633	\$31,907,765	\$58,909,874	\$90,817,639	\$78,457,105	\$93,228,169	\$171,685,274	\$80,867,635
METHOD OF FINANCING:								
General Revenue Funds								
1 General Revenue Fund	\$4,779,633	\$31,907,765	\$58,909,874	\$90,817,639	\$78,457,105	\$93,228,169	\$171,685,274	\$80,867,635
Subtotal, General Revenue Funds	\$4,779,633	\$31,907,765	\$58,909,874	\$90,817,639	\$78,457,105	\$93,228,169	\$171,685,274	\$80,867,635
Total, Method of Financing	\$4,779,633	\$31,907,765	\$58,909,874	\$90,817,639	\$78,457,105	\$93,228,169	\$171,685,274	\$80,867,635

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

Table of Contents		
Appendix	Appendix Title	Page
A	Funding Changes and Recommendations by Strategy	6
B	Summary of Federal Funds	*
C	FTE Highlights	*

* Appendix is not included - no significant information to report

Revenue Bonds for Lease Payments - End of Articles I - X
Funding Changes and Recommendations by Strategy - House -- ALL FUNDS

Strategy/Goal	2020-21 Base	2022-23 Recommended	Biennial Change	% Change	Comments
LEASE PAYMENTS 3.2.2	\$90,817,639	\$171,685,274	\$80,867,635	89.0%	Increase of \$80.9 million in GR due to increased debt service requirements in Articles I and II due to increased requirements for Capitol Complex and North Austin Complex debt payments offset by reductions in other articles (see Section 3).
Total, Goal 3, FINANCE CAPITAL PROJECTS	\$90,817,639	\$171,685,274	\$80,867,635	89.0%	
Grand Total, All Strategies	\$90,817,639	\$171,685,274	\$80,867,635	89.0%	