



LEGISLATIVE BUDGET BOARD

Capital Needs

2020-21 Funding Overview

PRESENTED TO HOUSE COMMITTEE ON APPROPRIATIONS

LEGISLATIVE BUDGET BOARD STAFF

JANUARY 2019

Cross Article Capital Needs

This presentation summarizes all base and exceptional item requests made by state agencies related to facilities and real property. In addition, it describes recommendations included in House Bill 1, 86th Legislature.

Capital Needs categories include:

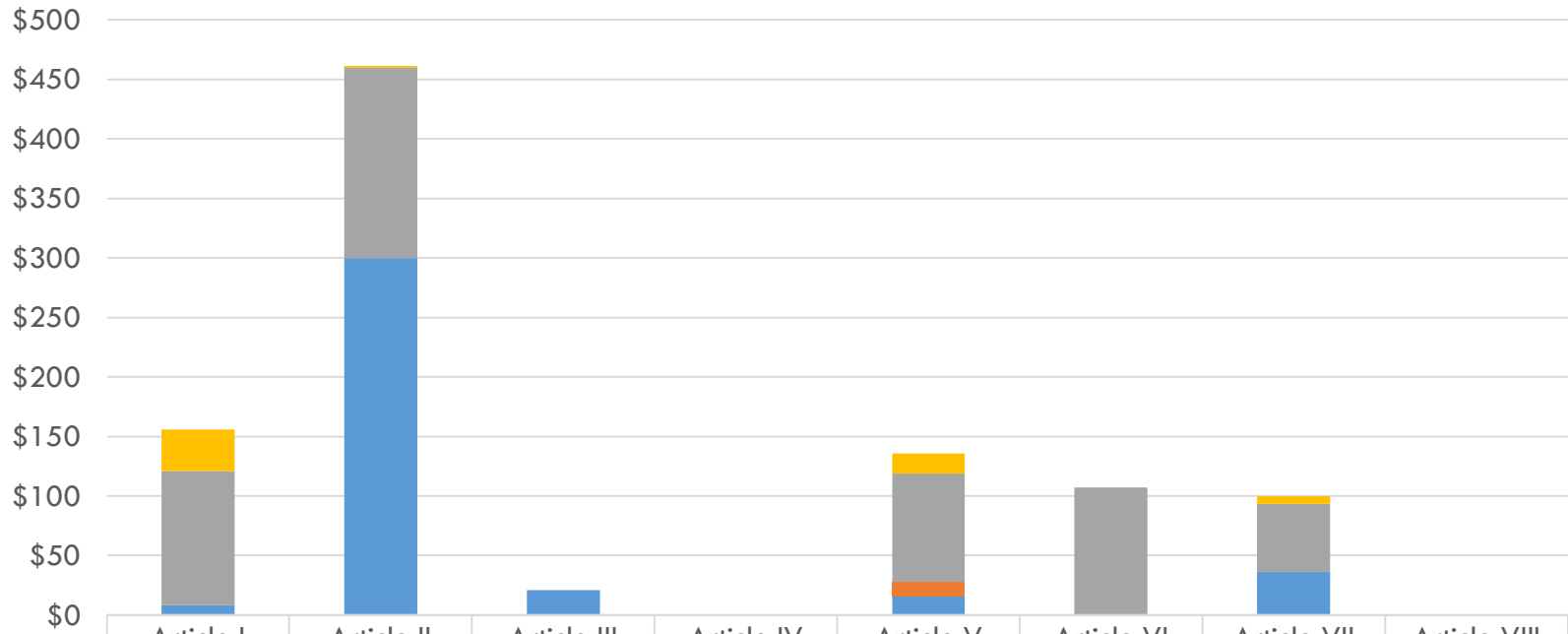
- **New Construction.** The acquisition of property, the construction of new state-owned facilities, or the expansion of existing state-owned facilities.
- **Health and Safety.** Includes the highest priority repairs to building systems that present a safety risk or where failure is imminent and includes items associated with federal and state compliance laws.
- **Deferred Maintenance.** Includes building system repairs, retrofits, upgrades and other deferred maintenance activities that have been postponed due to funding priorities but do not represent an imminent threat to the facility or its occupants. These items are past due and relate to building systems that are either in disrepair or have exceeded their useful life.
- **Maintenance.** Includes items to maintain the normal operation of the facility and may include preventative maintenance, minor repairs and other general maintenance. These items are ideally scheduled for completion during the upcoming biennium and are not already past due.

2018-19 Capital Needs Appropriations

Agencies requested \$2.1 billion in All Funds for capital needs items for the 2018-19 biennium. Of that amount, \$980.3 million in All Funds was appropriated for the 2018-19 biennium as follows:

2018-19 All Funds Appropriations

(in millions)



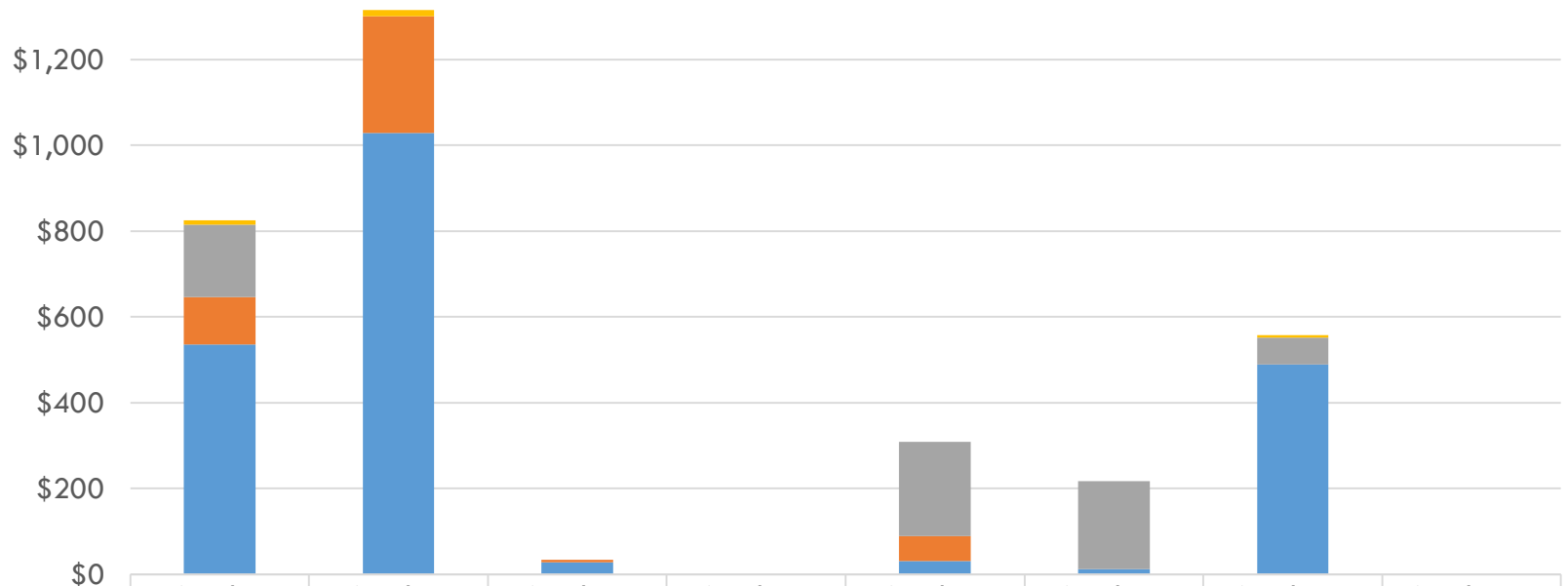
	Article I	Article II	Article III	Article IV	Article V	Article VI	Article VII	Article VIII
■ Maintenance	\$34.8	\$1.5	\$0	\$0	\$16.8	\$0	\$6.2	\$0
■ Deferred Maintenance	\$112.7	\$159.7	\$0	\$0	\$91.5	\$107.2	\$57.4	\$0
■ Health and Safety	\$0	\$0	\$0	\$0	\$12.1	\$0	\$0	\$0
■ New Construction	\$8.2	\$300.0	\$20.7	\$0	\$15.4	\$0	\$36.0	\$0

2020-21 Capital Needs Requests

Capital needs requests for the 2020-21 biennium total \$3.3 billion dollars. Of this amount, \$1.2 billion are requests for either General Obligation or Revenue Bond authority.

2020-21 All Funds Requests

(in millions) \$1,400



	Article I	Article II	Article III	Article IV	Article V	Article VI	Article VII	Article VIII
Maintenance	\$10.6	\$15.1	\$0	\$0	\$0	\$0	\$6.5	\$0
Deferred Maintenance	\$168.4	\$0	\$0	\$0	\$219.4	\$204.6	\$62.5	\$0
Health and Safety	\$111.6	\$271.7	\$6.1	\$0	\$57.8	\$0	\$0	\$0
New Construction	\$535.2	\$1,028.5	\$28.3	\$0	\$31.4	\$12.5	\$488.8	\$0

2020-21 Capital Needs Recommendations

House Bill 1 as introduced includes \$414.0 million in All Funds for capital needs projects.

Agency	2020-21 Rec. (millions)	2020-21 Rec. MOF	Description of Recommendation
Texas Department of Transportation (TxDOT)	\$326.0 \$23.8	Rev. Bond GR	Revenue Bond authority and debt service for Austin Campus consolidation.
Texas Library and Archives Commission (TSLAC)	\$26.6	ESF	Expansion of State Records Center on Shoal Creek.
Texas Facilities Commission (TFC)	\$9.5	GR	A portion of long-standing base funding, identified for emergency repairs.
Health and Human Services Commission (HHSC)	\$0.1 \$0.6	GR GR-D 0542	Ongoing maintenance of Corpus Christi bond homes.
Department of State Health Services (DSHS)	\$0.5	GR-D 0542	Laboratory repairs and renovations
Department of Public Safety (DPS)	\$10.6 \$9.7	GO Bond GR	Base funding for deferred maintenance, and new General Revenue funds for the construction of a drivers' license office and law enforcement center.
Texas Workforce Commission (TWC)	\$0.2 \$0.2 \$6.0 \$0.1	GR GR-D 0165 Fed Funds IAC	Base funding for ongoing maintenance.
TOTAL	\$414.0		

Joint Oversight Committee

The Joint Oversight Committee (JOC) on Government Facilities was created by SB 2004, 84th Legislature to oversee Health and Safety, Deferred Maintenance, and Maintenance appropriations made to state agencies.

Article IX, Section 17.14 of the 2018-19 General Appropriations Act specifies \$454.0 million in Deferred Maintenance funding to be overseen by the committee:

Texas Facilities Commission – \$90,000,000	Department of Criminal Justice - \$40,000,000
Texas Historical Commission – \$6,350,000	Military Department – \$12,100,000
State Preservation Board – \$4,700,000	Department of Public Safety – \$12,000,000
Department of State Health Services – \$1,800,000	Parks and Wildlife Department – \$66,185,665
Health and Human Services Commission – \$159,304,372	Department of Transportation – \$50,000,000

The committee is required to biannually provide a report to the legislature that includes an update of expenditures and obligations from the deferred maintenance fund as well as the status of ongoing and completed projects.

SB 2004, 84th Legislature specified that the Joint Oversight Committee on Government Facilities is to be abolished on January 8, 2019. Legislative action will be required to continue the committee's oversight functions.



LEGISLATIVE BUDGET BOARD

Contact the LBB

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