

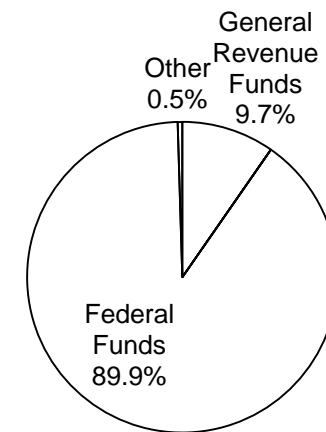
**Department of Agriculture
Summary of Recommendations - Senate**

Page: VI-1
Todd Staples, Commissioner

Aaron Henricksen, LBB Analyst

Method of Financing	2010-11 Appropriations	2010-11 Base	2012-13 Recommended	Biennial Change	% Change
General Revenue Funds	\$144,042,135	\$141,607,723	\$94,942,549	(\$46,665,174)	(33.0%)
GR Dedicated Funds	\$1,375,835	\$1,307,043	\$0	(\$1,307,043)	(100.0%)
<i>Total GR-Related Funds</i>	<i>\$145,417,970</i>	<i>\$142,914,766</i>	<i>\$94,942,549</i>	<i>(\$47,972,217)</i>	<i>(33.6%)</i>
Federal Funds	\$749,292,148	\$767,456,140	\$883,434,831	\$115,978,691	15.1%
Other	\$10,818,560	\$5,218,368	\$4,716,205	(\$502,163)	(9.6%)
All Funds	\$905,528,678	\$915,589,274	\$983,093,585	\$67,504,311	7.4%

RECOMMENDED FUNDING
BY METHOD OF FINANCING



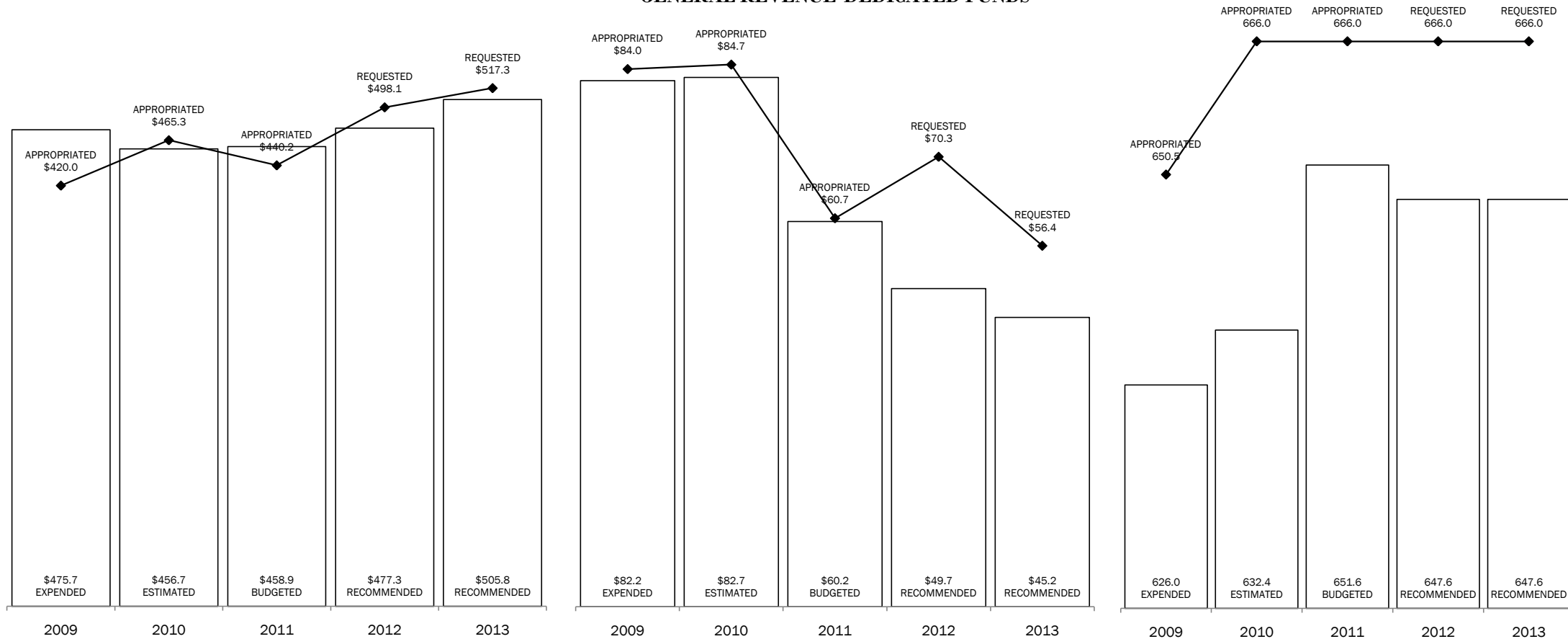
	FY 2011 Appropriations	FY 2011 Budgeted	FY 2013 Recommended	Biennial Change	% Change
FTEs	666.0	651.6	647.6	(4.0)	(0.6%)

The bill pattern for this agency (2012-13 Recommended) represents an estimated 99.8% of the agency's estimated total available funds for the 2012-13 biennium.

ALL FUNDS

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

FULL-TIME-EQUIVALENT POSITIONS



Note: The expenditures exceed the appropriations in fiscal year 2009 by \$137.0 million in All Funds. This includes an increase in General Revenue and General Revenue-Dedicated funds of \$25.6 million due to the agency utilizing unexpended balance authority for multiple programs from fiscal years 2008 to 2009, and; a supplemental appropriation of \$20.0 million in House Bill 4586, Eighty-first Legislature, Regular Session for the Boll Weevil Eradication Program. Fiscal year 2009 expenditures also include an additional \$114.4 million in Federal Funds above appropriated amounts the agency received primarily for nutrition programs.

Department of Agriculture
Summary of Recommendations - Senate, By Method of Finance -- ALL FUNDS

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
ECONOMIC DEVELOPMENT A.1.1	\$37,015,594	\$12,213,290	(\$24,802,304)	(67.0%)	The introduced bill includes decreases of \$22.1 million in General Revenue funds, \$1.3 million in General Revenue-Dedicated funds (see Summary of Recommendations for GR & GR-Dedicated Funds), \$1.0 million in Federal Funds in alignment with the agency's estimate and \$0.4 million in Other Funds.
REGULATE PESTICIDE USE A.1.2	\$12,898,618	\$12,356,233	(\$542,385)	(4.2%)	The introduced bill includes a decrease of \$0.5 million in Federal Funds in alignment with the agency's estimate.
INTEGRATED PEST MANAGEMENT A.1.3	\$34,720,230	\$20,056,551	(\$14,663,679)	(42.2%)	The introduced bill includes a decrease of \$14.6 million in General Revenue funds (see Summary of Recommendations for GR & GR-Dedicated Funds) related to funding for the Boll Weevil Eradication Foundation.
CERTIFY PRODUCE A.1.4	\$398,830	\$360,884	(\$37,946)	(9.5%)	The introduced bill includes a decrease of \$37,946 in General Revenue funds (see Summary of Recommendations for GR & GR-Dedicated Funds).
AGRICULTURAL PRODUCTION DEVELOPMENT A.1.5	\$9,233,795	\$8,415,376	(\$818,419)	(8.9%)	The introduced bill includes decreases of \$0.7 million in General Revenue funds (see Summary of Recommendations for GR & GR-Dedicated Funds) and \$0.1 million in Federal Funds in alignment with the agency's estimate.
Total, Goal A, MARKETS & PUBLIC HEALTH	\$94,267,067	\$53,402,334	(\$40,864,733)	(43.3%)	
SURVEILLANCE/BIOSECURITY EFFORTS B.1.1	\$7,170,347	\$6,830,795	(\$339,552)	(4.7%)	The introduced bill includes a decrease of \$0.4 million in General Revenue funds (see Summary of Recommendations for GR & GR-Dedicated Funds) and an increase of \$0.1 million in Federal Funds in alignment with the agency's estimate.
VERIFY SEED QUALITY B.1.2	\$4,863,297	\$4,683,537	(\$179,760)	(3.7%)	The introduced bill includes a decrease of \$0.2 million in General Revenue funds (see Summary of Recommendations for GR & GR-Dedicated Funds).
AGRICULTURAL COMMODITY REGULATION B.1.3	\$2,161,811	\$2,144,343	(\$17,468)	(0.8%)	The introduced bill includes a decrease of \$17,554 in General Revenue funds (see Summary of Recommendations for GR & GR-Dedicated Funds), and a small increase in Other Funds.
STRUCTURAL PEST CONTROL B.1.4	\$5,381,257	\$5,021,795	(\$359,462)	(6.7%)	The introduced bill includes decreases of \$0.4 million in Federal Funds in alignment with the agency's estimate.
Total, Goal B, ENFORCE STANDARDS	\$19,576,712	\$18,680,470	(\$896,242)	(4.6%)	

**Department of Agriculture
Summary of Recommendations - Senate, By Method of Finance -- ALL FUNDS**

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
INSPECT MEASURING DEVICES C.1.1	\$11,395,301	\$10,326,661	(\$1,068,640)	(9.4%)	The introduced bill includes decreases of \$1.0 million in General Revenue funds (see Summary of Recommendations for GR & GR-Dedicated Funds) and \$0.1 million in Federal Funds in alignment with the agency's estimate.
Total, Goal C, ENSURE PROPER MEASUREMENT	\$11,395,301	\$10,326,661	(\$1,068,640)	(9.4%)	
SUPPORT NUTRITION PROGRAMS D.1.1	\$56,196,907	\$73,439,332	\$17,242,425	30.7%	The introduced bill includes a decrease of \$0.1 million in General Revenue funds (see Summary of Recommendations for GR & GR-Dedicated Funds) and an increase of \$17.3 million in Federal Funds in alignment with the agency's estimate, due to a projected increase in the number of individuals qualifying for assistance.
NUTRITION ASSISTANCE D.2.1	\$727,470,151	\$827,244,788	\$99,774,637	13.7%	The introduced bill includes a decrease of \$0.8 million in General Revenue funds (see Summary of Recommendations for GR & GR-Dedicated Funds) and an increase of \$100.6 million in Federal Funds in alignment with the agency's estimate, due to a projected increase in the number of individuals qualifying for assistance.
Total, Goal D, FOOD AND NUTRITION	\$783,667,058	\$900,684,120	\$117,017,062	14.9%	
RESEARCH AND DEVELOPMENT E.1.1	\$6,683,136	\$0	(\$6,683,136)	(100.0%)	The introduced bill includes a decrease of \$6.7 million in General Revenue funds (see Summary of Recommendations for GR & GR-Dedicated Funds).
Total, Goal E, FOOD AND FIBERS RESEARCH	\$6,683,136	\$0	(\$6,683,136)	(100.0%)	
Grand Total, All Strategies	\$915,589,274	\$983,093,585	\$67,504,311	7.4%	

Department of Agriculture
Summary of Recommendations - Senate, By Method of Finance -- GR & GR DEDICATED FUNDS

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
ECONOMIC DEVELOPMENT A.1.1	\$32,565,662	\$9,169,626	(\$23,396,036)	(71.8%)	The introduced bill includes decreases of \$14.0 million related to the one-time payment for Texas Agricultural Finance Authority (TAFA) uncollectible debt; \$7.6 million related to the elimination of funding for rural economic development; a reallocation of \$1.8 million between strategies in alignment with the agency's request, and a reduction of 15.3 FTEs. Note: \$4.3 million in funding and 80.7 FTEs for each fiscal year are contingent on the agency raising fees to cover marketing costs.
REGULATE PESTICIDE USE A.1.2	\$7,851,834	\$7,851,834	\$0	0.0%	
INTEGRATED PEST MANAGEMENT A.1.3	\$32,497,798	\$17,853,487	(\$14,644,311)	(45.1%)	The introduced bill includes decreases of \$13.0 million related to a decrease in funding for Boll Weevil Eradication; \$1.6 million related to a reallocation of funding between strategies in alignment with the agency's request; and \$0.1 million related to the removal of two requested capital budget items for computer equipment and software and fleet vehicles.
CERTIFY PRODUCE A.1.4	\$398,830	\$360,884	(\$37,946)	(9.5%)	The introduced bill includes a decrease of \$37,946 related to the removal of two requested capital budget items for computer equipment and software and fleet vehicles.
AGRICULTURAL PRODUCTION DEVELOPMENT A.1.5	\$5,616,281	\$4,881,867	(\$734,414)	(13.1%)	The introduced bill includes decreases of \$0.1 million related to reduced funding for export pens; \$0.2 million related to zero-funding the Family Land Heritage Program, the Specialty Crop Block Grant Program, and the Urban School Grant Program; \$0.1 million in the Feral Hog Abatement Program; a reallocation of \$0.3 million among strategies in alignment with the agency's request; and \$0.1 million related to the removal of two requested capital budget items for computer equipment and software and fleet vehicles.
Total, Goal A, MARKETS & PUBLIC HEALTH	\$78,930,405	\$40,117,698	(\$38,812,707)	(49.2%)	
SURVEILLANCE/BIOSECURITY EFFORTS B.1.1	\$6,869,922	\$6,443,964	(\$425,958)	(6.2%)	The introduced bill includes a decrease of \$0.4 million to 2008-09 levels.

Department of Agriculture
Summary of Recommendations - Senate, By Method of Finance -- GR & GR DEDICATED FUNDS

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
VERIFY SEED QUALITY B.1.2	\$4,863,068	\$4,683,214	(\$179,854)	(3.7%)	The introduced bill includes decreases of \$0.1 million related to a reallocation of funding between strategies in alignment with the agency's request; and \$0.1 million related to the removal of two requested capital budget items for computer equipment and software and fleet vehicles.
AGRICULTURAL COMMODITY REGULATION B.1.3	\$2,161,675	\$2,144,121	(\$17,554)	(0.8%)	The introduced bill includes decreases of \$5,670 related to reducing a reallocation of funding between strategies in alignment with the agency's request; and \$11,885 related to the removal of two requested capital budget items for computer equipment and software and fleet vehicles.
STRUCTURAL PEST CONTROL B.1.4	\$4,719,983	\$4,719,983	\$0	0.0%	
Total, Goal B, ENFORCE STANDARDS	\$18,614,648	\$17,991,282	(\$623,366)	(3.3%)	
INSPECT MEASURING DEVICES C.1.1	\$9,605,852	\$8,613,720	(\$992,132)	(10.3%)	The introduced bill includes decreases of \$1.0 million related to reallocation from the Metrology Program and the Octane and Fuel Quality Program to other programs in alignment with the agency's request.
Total, Goal C, ENSURE PROPER MEASUREMENT	\$9,605,852	\$8,613,720	(\$992,132)	(10.3%)	
SUPPORT NUTRITION PROGRAMS D.1.1	\$1,062,929	\$977,328	(\$85,601)	(8.1%)	The introduced bill includes a decrease of \$0.1 million related to a reallocation of funding between strategies in alignment with the agency's request.
NUTRITION ASSISTANCE D.2.1	\$28,018,711	\$27,242,521	(\$776,190)	(2.8%)	The introduced bill includes decreases of \$0.6 million related to a reallocation of funding between strategies in alignment with the agency's request; and \$0.2 million related to the removal of two requested capital budget items for computer equipment and software and fleet vehicles.
Total, Goal D, FOOD AND NUTRITION	\$29,081,640	\$28,219,849	(\$861,791)	(3.0%)	
RESEARCH AND DEVELOPMENT E.1.1	\$6,682,221	\$0	(\$6,682,221)	(100.0%)	The introduced bill includes the removal of all General Revenue related to Research and Development and 3.1 FTEs.
Total, Goal E, FOOD AND FIBERS RESEARCH	\$6,682,221	\$0	(\$6,682,221)	(100.0%)	
Grand Total, All Strategies	\$142,914,766	\$94,942,549	(\$47,972,217)	(33.6%)	

Department of Agriculture
Summary of Recommendations - Senate, By Method of Finance -- FEDERAL FUNDS

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
ECONOMIC DEVELOPMENT A.1.1	\$1,116,204	\$116,000	(\$1,000,204)	(89.6%)	The introduced bill includes a decrease of \$1.0 million in federal stimulus funding related to one-time funding for Fair Park Agricultural Buildings in Dallas.
REGULATE PESTICIDE USE A.1.2	\$5,046,659	\$4,504,183	(\$542,476)	(10.7%)	The introduced bill includes decreases of \$0.4 million in federal funding for Consolidated Pesticide Compliance and \$0.1 million for Market Protection and Promotion in alignment with the agency's estimate.
INTEGRATED PEST MANAGEMENT A.1.3	\$2,221,745	\$2,202,158	(\$19,587)	(0.9%)	
CERTIFY PRODUCE A.1.4	\$0	\$0	\$0	0.0%	
AGRICULTURAL PRODUCTION DEVELOPMENT A.1.5	\$3,616,658	\$3,532,294	(\$84,364)	(2.3%)	The introduced bill includes a decrease of \$0.1 million in federal funding for the Specialty Crop Block Grant Program in alignment with the agency's estimate.
Total, Goal A, MARKETS & PUBLIC HEALTH	\$12,001,266	\$10,354,635	(\$1,646,631)	(13.7%)	
SURVEILLANCE/BIOSECURITY EFFORTS B.1.1	\$210,219	\$316,532	\$106,313	50.6%	The introduced bill includes an increase of \$0.1 million in federal funding for the Plant and Animal Disease/Pest Control Fire Ant program in alignment with the agency's estimate.
VERIFY SEED QUALITY B.1.2	\$0	\$0	\$0	0.0%	
AGRICULTURAL COMMODITY REGULATION B.1.3	\$0	\$0	\$0	0.0%	
STRUCTURAL PEST CONTROL B.1.4	\$659,678	\$300,000	(\$359,678)	(54.5%)	The introduced bill includes a decrease of \$0.4 million in federal funding for Consolidated Pesticide Compliance in alignment with the agency's estimate.
Total, Goal B, ENFORCE STANDARDS	\$869,897	\$616,532	(\$253,365)	(29.1%)	
INSPECT MEASURING DEVICES C.1.1	\$0	\$0	\$0	0.0%	
Total, Goal C, ENSURE PROPER MEASUREMENT	\$0	\$0	\$0	0.0%	
SUPPORT NUTRITION PROGRAMS D.1.1	\$55,133,978	\$72,462,004	\$17,328,026	31.4%	The introduced bill includes increases of \$5.6 million in federal funding for State Administrative Expenses for the Child Nutrition Program and \$11.7 million for the Fresh Fruit and Vegetable Program. Federal funding for these programs is expected to increase due to more individuals meeting the program qualifications.

Department of Agriculture
Summary of Recommendations - Senate, By Method of Finance -- FEDERAL FUNDS

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
NUTRITION ASSISTANCE D.2.1	\$699,450,999	\$800,001,660	\$100,550,661	14.4%	The introduced bill includes increases of \$81.7 million in the Child and Adult Care Food Program and \$21.2 million in the Summer Food Service Program for Children in alignment with the agency's estimate. Federal funding for these programs is expected to increase due to more individuals meeting the program qualifications.
Total, Goal D, FOOD AND NUTRITION	\$754,584,977	\$872,463,664	\$117,878,687	15.6%	
RESEARCH AND DEVELOPMENT E.1.1	\$0	\$0	\$0	0.0%	
Total, Goal E, FOOD AND FIBERS RESEARCH	\$0	\$0	\$0	0.0%	
Grand Total, All Strategies	\$767,456,140	\$883,434,831	\$115,978,691	15.1%	

Section 3

Department of Agriculture Selected Fiscal and Policy Issues

1. The introduced bill begins with the agency's 2010-11 estimated and budgeted amounts and incorporate the following adjustments:
 - A. Decrease General Revenue by \$46,665,174, which includes:
 - A decrease of \$13,965,000 related to one-time funding to pay off uncollectible debt of the Texas Agriculture Finance Authority.
 - A reduction of \$14,432,788 related to zero-funding the following programs in the 2012-13 biennium: rural economic development (\$7,553,076); family land heritage (\$30,550); specialty crop block grant (\$120,032); urban school grant (\$46,909); the Texas-Israeli Exchange (\$598,265); wine research and education (\$4,312,901); and zebra chip research (\$1,771,055).
 - A reduction of \$3,327,403 related to a requested reallocation among strategies to increase funding in various programs. The recommendations reduce these programs from the requested level back to 2010-11 levels.
 - A reduction of \$424,959 in export pen funding, including a 25 percent or \$100,000 reduction in yardage fee revenue, and a reduction of \$324,959 related to a requested reallocation among strategies (see bullet above).
 - A reduction of \$425,958 back to the 2008-09 level for the biosecurity program.
 - A reduction of \$51,345 in the Feral Hog Abatement Program.
 - A reduction of \$12,968,264 in the Boll Weevil Eradication Program.
 - A reduction of \$570,916 in the Marketing Program.
 - A reduction of \$498,539 related to the removal of two requested capital budget items.
 - B. Decrease General Revenue-Dedicated funds by \$1,307,043 including \$1,104,533 for the Go Texan Partner Program and \$202,510 for the Young Farmer Loan Guarantee Account.
 - C. Increase Federal Funds by \$115,978,691 in alignment with the agency's estimate. This is primarily due to an increased number of individuals qualifying to participate in the federal nutrition programs.
 - D. Decrease the agency's Full-Time-Equivalents (FTE) cap by 18.4, including 15.3 FTEs for the elimination of the rural economic development programs and 3.1 FTEs for the elimination of the research and development programs.
 - E. Section 3, pages (9-11), provides in detail, the changes to the agency's appropriations from the 2010-11 base to 2012-13 funding levels included in the introduced bill. This table details the reductions captured in the recommendations for both General Revenue and General Revenue-Dedicated funds.

Summary of Program Reductions (General Revenue and General Revenue-Dedicated funds only)

2012-13

Programs	Strategy	2010-11 Base	Recommended Funding	Difference	Rationale
Marketing	A.1.1	\$ 9,740,542	\$ 9,169,626	\$ (570,916)	Reduce funding to average revenue collections, and make the rest contingent on revenue generation.
Rural Economic Development	A.1.1	\$ 21,518,076	\$ -	\$ (21,518,076)	Eliminate funding due to discretionary nature of program
Regulate Pesticide Usage	A.1.2	\$ 7,851,834	\$ 7,851,834	\$ -	Fund at 2010-11 levels
Boll Weevil	A.1.3	\$ 27,968,264	\$ 15,000,000	\$ (12,968,264)	Reduce funding to \$15.0 million to the Boll Weevil Eradication Foundation due to other available funding sources.
Organics Program	A.1.3	\$ 1,174,250	\$ 890,448	\$ (283,802)	Reduction included in agency's baseline request
Plant Health	A.1.3	\$ 3,355,283	\$ 2,061,211	\$ (1,294,072)	Reduction included in agency's baseline request
Certify Produce	A.1.4	\$ 398,830	\$ 370,235	\$ (28,595)	Reduction included in agency's baseline request
Commodity Boards	A.1.5	\$ 9,381	\$ 9,381	\$ -	Fund at 2010-11 levels
Export Pens	A.1.5	\$ 2,915,636	\$ 2,490,677	\$ (424,959)	Reduce funding by \$424,959, including a reduction of \$324,959 identified in the baseline request, and a reduction of \$100,000 in appropriations from available revenue collections.
Family Land Heritage	A.1.5	\$ 30,550	\$ -	\$ (30,550)	Eliminate funding due to discretionary nature of program
Feral Hog	A.1.5	\$ 1,051,345	\$ 1,000,000	\$ (51,345)	Maintain funding for feral hog abatement funding at/near 2010-11 levels.
Plant Health	A.1.5	\$ 1,442,428	\$ 1,442,428	\$ -	Fund at 2010-11 levels
Specialty Crop Block Grant	A.1.5	\$ 120,032	\$ -	\$ (120,032)	Eliminate funding due to discretionary nature of program
Urban School Grant	A.1.5	\$ 46,909	\$ -	\$ (46,909)	Eliminate funding due to discretionary nature of program
Biosecurity	B.1.1	\$ 6,869,922	\$ 6,443,964	\$ (425,958)	Fund at 2008-09 levels
Verify Seed Quality	B.1.2	\$ 4,863,068	\$ 4,802,579	\$ (60,489)	Reduction included in agency's baseline request

Summary of Program Reductions (General Revenue and General Revenue-Dedicated funds only)

2012-13

Programs	Strategy	2010-11 Base	2012-13 Recommended Funding	Difference	Rationale
Egg Regulation	B.1.3	\$ 795,901	\$ 795,901	\$ -	Fund at 2010-11 levels
Grain Warehouse Regulation	B.1.3	\$ 1,079,356	\$ 1,079,356	\$ -	Fund at 2010-11 levels
Handling and Marketing of Perishable Commodities	B.1.3	\$ 286,418	\$ 280,748	\$ (5,670)	Reduction included in agency's baseline request
Structural Pest Control	B.1.4	\$ 4,719,983	\$ 4,719,983	\$ -	Fund at 2010-11 levels
Metrology	C.1.1	\$ 1,378,208	\$ 616,327	\$ (761,881)	Reduction included in agency's baseline request
Octane and Fuel Quality	C.1.1	\$ 415,105	\$ 184,853	\$ (230,252)	Reduction included in agency's baseline request
Weights and Measures	C.1.1	\$ 7,812,539	\$ 7,812,539	\$ -	Fund at 2010-11 levels
Support Nutrition Programs	D.1.1	\$ 1,062,928	\$ 977,328	\$ (85,600)	Reduction included in agency's baseline request
Nutrition Assistance	D.2.1	\$ 28,018,711	\$ 27,441,669	\$ (577,042)	Reduction included in agency's baseline request
Texas Israeli Exchange	E.1.1	\$ 598,265	\$ -	\$ (598,265)	Eliminate funding due to discretionary nature of program
Wine Research and Education	E.1.1	\$ 4,312,901	\$ -	\$ (4,312,901)	Eliminate funding due to discretionary nature of program
Zebra Chip Research	E.1.1	\$ 1,771,055	\$ -	\$ (1,771,055)	Eliminate funding due to discretionary nature of program
Capital Budget Items: Computer Equipment and Software and Fleet Vehicles	Various		\$ (498,539)	\$ (498,539)	
Total Reductions to GR		\$ 141,607,723	\$ 94,942,549	\$ (46,665,174)	

Summary of Reductions to GR-Dedicated Funds

Programs	Strategy	2010-11 Base	2012-13 Recommended Funding	Difference	Reasoning
GOTEPP	A.1.1	\$ 1,104,533	\$ -	\$ (1,104,533)	Eliminate funding due to discretionary nature of program
Young Farmer	A.1.1	\$ 202,510	\$ -	\$ (202,510)	Eliminate funding due to discretionary nature of program
Total Reductions to GR-Dedicated Funds		\$ 1,307,043	\$ -	\$ (1,307,043)	

Section 3

**Department of Agriculture
FTE Highlights**

Full-Time-Equivalent Positions	Expended 2009	Actual 2010	Budgeted 2011	Recommended 2012	Recommended 2013
Cap	650.5	666.0	666.0	647.6	647.6
Actual/Budgeted	626.0	632.4	651.6	NA	NA
Schedule of Exempt Positions (Cap)					
Commissioner of Agriculture	\$137,500	\$137,500	\$137,500	\$137,500	\$137,500

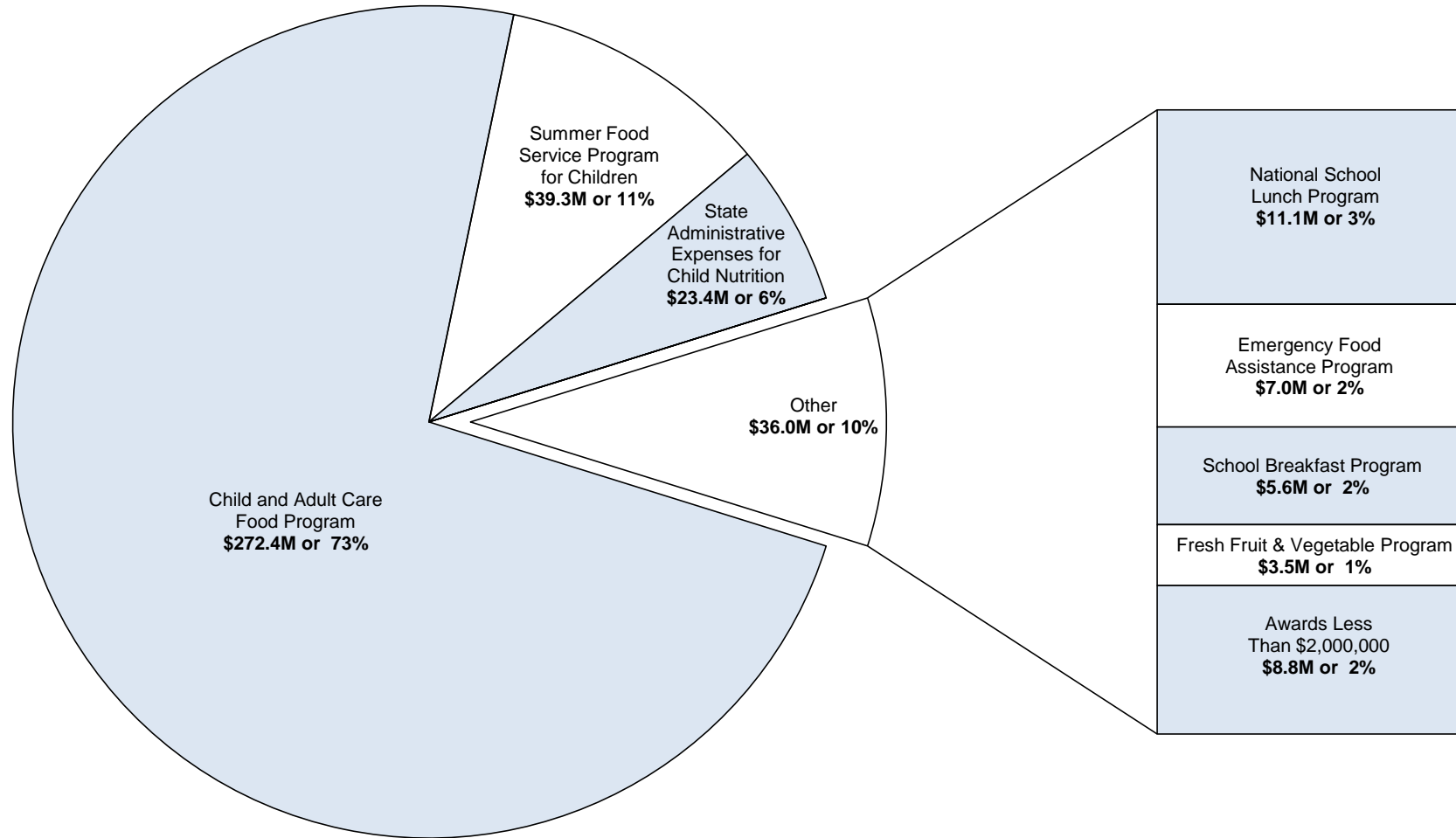
Note: The decrease in the agency's Full-Time-Equivalents (FTE) cap by 18.4, includes 15.3 FTEs for the elimination of the rural economic development programs and 3.1 FTEs for the elimination of the research and development programs. Additionally, Rider 21, Appropriation: Marketing makes 80.7 FTEs and Rider 22, Appropriation: Regulatory makes 339.1 FTEs contingent on revenue generation.

Section 3

**Department of Agriculture
Performance Measure Highlights**

	Expended 2009	Actual 2010	Budgeted 2011	Recommended 2012	Recommended 2013
<ul style="list-style-type: none"> • <i>Percent of Rural Communities Assisted</i> 	53	65	59	0	0
<i>Measure Explanation: Recommendations include zero-funding rural economic development</i>					
<ul style="list-style-type: none"> • <i>Number of Rural Community Projects in Which TDA Provided Assistance</i> 	576	655	652	0	0
<i>Measure Explanation: Recommendations include zero-funding rural economic development</i>					
<ul style="list-style-type: none"> • <i>Rural Development Activities and Events in Which TDA Participated</i> 	145	182	175	0	0
<i>Measure Explanation: Recommendations include zero-funding rural economic development</i>					
<ul style="list-style-type: none"> • <i>Businesses Assisted with Expansion, Recruitment, and Retention Prospects in Rural Texas</i> 	928	1,076	1,055	0	0
<i>Measure Explanation: Recommendations include zero-funding rural economic development</i>					
<ul style="list-style-type: none"> • <i>Number of Research and Development Projects</i> 	41	42	41	0	0
<i>Measure Explanation: Recommendations include zero-funding rural economic development</i>					
<ul style="list-style-type: none"> • <i>Number of Formal Published Research Reports</i> 	164	107	156	0	0
<i>Measure Explanation: Recommendations include zero-funding rural economic development</i>					

Department of Agriculture
Summary of Federal Funds (Estimated 2010)
TOTAL = \$371.1M



Section 3

Department of Agriculture
Summary of Federal Funds (Estimated 2010)
TOTAL = \$371.1 (in Millions)

CFDA	Exp 2009	Est 2010	Bud 2011	Req 2012	Req 2013	Rec 2012	Rec 2013	Est 2010 % total
Plant and Animal Disease, Pest Control,	\$0.4	\$1.2	\$1.2	\$1.3	\$1.3	\$1.3	\$1.3	0.3%
Emergency Livestock Assistance	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	0.0%
Aquaculture Grants Program - Stimulus	\$1.7	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	0.0%
Market News	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	0.0%
Federal-State Marketing Improvement	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	0.0%
Market Protection and Promotion	\$1.3	\$1.4	\$1.3	\$1.3	\$1.3	\$1.3	\$1.3	0.4%
Specialty Crop Block Grant Program	\$0.4	\$1.9	\$1.8	\$1.8	\$1.8	\$1.8	\$1.8	0.5%
School Breakfast Program	\$7.2	\$5.6	\$5.5	\$5.7	\$5.7	\$5.7	\$5.7	1.5%
National School Lunch Program	\$13.7	\$11.1	\$11.5	\$11.8	\$12.2	\$11.8	\$12.2	3.0%
Special Milk Program for Children	\$0.1	\$0.1	\$0.1	\$0.1	\$0.1	\$0.1	\$0.1	0.0%
Child and Adult Care Food Program	\$269.8	\$272.4	\$291.5	\$311.9	\$333.7	\$311.9	\$333.7	73.4%
Summer Food Service Program for Children	\$35.0	\$39.3	\$44.0	\$49.3	\$55.3	\$49.3	\$55.3	10.6%
State Administrative Expenses for Child Nutrition	\$18.2	\$23.4	\$22.9	\$25.2	\$26.7	\$25.2	\$26.7	6.3%
Commodity Supplemental Food Program	\$5.2	\$1.1	\$1.9	\$1.9	\$1.9	\$1.9	\$1.9	0.3%
Emergency Food Assistance Program	\$13.5	\$7.0	\$5.0	\$5.0	\$5.0	\$5.0	\$5.0	1.9%
Emergency Food Assistance Program - Stimulus	\$8.2	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	0.0%
Senior Farmers Market Nutrition Program	\$0.1	\$0.1	\$0.1	\$0.1	\$0.1	\$0.1	\$0.1	0.0%
Child Nutrition Discretionary Grants	\$11.5	\$0.0	\$3.0	\$0.0	\$0.0	\$0.0	\$0.0	0.0%
Fresh Fruit & Vegetable Program	\$5.2	\$3.5	\$5.3	\$8.1	\$12.4	\$8.1	\$12.4	0.9%
Market Access Program	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	0.0%
Agricultural Statistics Reports	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	0.0%
Consolidated Pesticide Compliance	\$0.6	\$1.9	\$1.1	\$1.1	\$1.1	\$1.1	\$1.1	0.5%
Stabilization - Government Services - Stimulus	\$0.0	\$1.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	0.3%
TOTAL:	\$392.2	\$371.1	\$396.3	\$424.7	\$458.7	\$424.7	\$458.7	

Section 4

**Texas Department of Agriculture (TDA)
Performance Review and Policy Report Highlights**

Reports & Recommendations	Report Page	Savings/ (Cost)	Gain/ (Loss)	Fund Type	Is included in Introduced Bill	Action Required During Session
Strengthen Cost Recovery for Texas Department of Agriculture Regulatory and Marketing Programs						
1. Reduce appropriations of General Revenue Funds for Texas Department of Agriculture marketing programs to the projected amount that client entities will pay in fees and sponsorships for those programs during the 2012–13 biennium.	Page 385	\$ 9,169,626		GR	Strategy A.1.1.	
2. Eliminate appropriations of General Revenue Funds for the GO TEXAN Partnership Program for the 2012–13 biennium.	Page 385	\$ 1,104,533		GR-D	Strategy A.1.1.	
3. Include a rider in the introduced 2012-13 General Appropriations Bill requiring the Texas Department of Agriculture to collect revenue from all entities benefitting from its marketing services sufficient to cover the direct and indirect costs of those services in the 2012-13 biennium.	Page 385	\$ (8,598,710)	\$8,598,710	GR	Rider 21	
4. Include a rider in the introduced 2012-13 General Appropriations Bill specifying that revenue must cover all direct and indirect costs including employee benefits for each regulatory program that monitors or licenses individuals, companies, or products.	Page 385				Rider 22	

Section 5

Department of Agriculture Rider Highlights

3. **Fee Increase Authority and Limitation.** Recommend deletion of this rider in alignment with recommendation to make all regulatory programs subject to revenue collections, subject to new Rider 23, Appropriations Limited to Revenue Collections: Regulatory.
6. **Appropriation: Texas Agriculture Fund.** Recommendations change name of account from the Young Farmer Loan Guarantee Account No. 5002 to the Texas Agricultural Fund No. 683 in alignment with changes in Senate Bill 1016, Eighty-first Legislature.
9. (Former) **Appropriations Limited to Revenue Collections: Octane Testing.** Recommend deletion of this rider is consistent with recommendation to make all regulatory programs subject to revenue collections, subject to new Rider 23, Appropriations Limited to Revenue Collections: Regulatory.
10. (Former) **Appropriations: License Plate Receipts.** Recommend deletion of this rider in alignment with recommendation to eliminate funding from the GO TEXAN Partner Program Account No. 5051.
13. (Former) **Appropriations: GO TEXAN Partner Program.** Recommend deletion of this rider in alignment with recommendation to eliminate funding from the GO TEXAN Partner Program Account No. 5051.
20. (Former) **Texas Wine Marketing Assistance Program.** Recommend deletion of this rider in alignment with recommendation to eliminate funding from the GO TEXAN Partner Program Account No. 5051, and consistent with TABC recommendations, which do not include specific funding for the transfer.
16. (New) **Texas Shrimp Marketing Assistance Program.** Change Method of Finance from General Revenue to Interagency Contracts, which is consistent with the transfer of funds from TPWD to TDA and how the CPA classifies the funds.
21. (New) **Appropriation: Marketing.** Recommendations make all marketing appropriations subject to revenue collections.
22. (New) **Appropriations Limited to Revenue Collections: Regulatory.** Recommendations make all regulatory appropriations subject to revenue collections.
22. (Former) **Appropriation: GO TEXAN Rural Community Program.** Recommend deletion of this rider in alignment with recommendation to make all marketing programs subject to revenue collections, subject to new Rider 22, Appropriation: Marketing.

Section 5

24. (New) **Boll Weevil Eradication Foundation.** Recommend inclusion of this rider to show the amount of funding dedicated to Boll Weevil Eradication.
25. (Former) **Appropriation Limited to Revenue Collections: Structural Pest Control.** Recommend deletion of this rider in alignment with recommendation to make all regulatory programs subject to revenue collections, subject to new Rider 23, Appropriations Limited to Revenue Collections: Regulatory.
27. (Former) **Sunset Contingency.** Recommend deletion of this rider because the agency is no longer undergoing Sunset Review.
28. (Former) **Contingency Appropriation for Fuel Quality Testing.** Recommend deletion of this rider because it was contingent on the passage of legislation in the Eighty-first legislation, which was enacted. These funds were included in the 2010-11 base.
29. (Former) **Commodity Programs.** Recommend deletion of this rider because this was funded and included in the agency's base.
30. (Former) **Zebra Chip Research.** Recommend deletion of this rider in alignment with recommendation to zero-fund the Zebra Chip Research Program.
32. (Former) **One-time Uncollectible Debt Payoff.** Recommend deletion of this rider because it was a one-time appropriation.
34. (Former) **GO TEXAN Certified Retirement Communities.** Recommend deletion of this rider in alignment with recommendation to make all marketing programs subject to revenue collections, and subject to new Rider 22, Appropriation: Marketing.
35. (Former) **Unexpended Balances Carried Forward Between Biennia.** Consistent with the recommendation to limit agency discretionary spending, this rider is recommended for deletion.
36. (Former) **One-time Uncollectible Debt Payoff and Boll Weevil Eradication.** Recommend deletion of this rider because it was a one-time appropriation.

Section 6

**Department of Agriculture
Items not Included in Recommendations**

	<u>2012-13 Biennial Total</u>	
	<u>GR & GR- Dedicated</u>	<u>All Funds</u>
1. Appropriate all balances in General Revenue-Dedicated Account No. 5051, GO TEXAN Partner Program.	\$ 2,800,000	\$ 2,800,000
2. Reallocate \$1.0 million from Feral Hog Abatement to restore funding for the rural economic development program.	\$ -	\$ -
3. Reallocate \$2.4 million from food and fiber research grants to rural economic development and marketing.	\$ -	\$ -
4. Modify rider 22, Appropriation Limited to Revenue Collections: Regulatory, to exempt certain regulatory programs and require all other regulatory programs to collectively be self-supporting, and not individually self-supporting.	\$ -	\$ -
NOTE: Exempting these programs would cost the bill approximately \$2.0 million.		
5. Include a new rider which would, based on demand, appropriate additional revenues and temporarily exceed their FTE cap in order to respond to a higher demand in certain regulatory services provided by the agency.	\$ -	\$ -
6. Increase appropriations out of the Texas Agricultural Fund No. 683 (\$960,912) and the Farm and Ranch Finance Program Fund Account No. 575 (\$22,000) for the rural economic development program.	\$ -	\$ 982,912
Total, Items Not Included in the Recommendations	\$ 2,800,000	\$ 3,782,912