

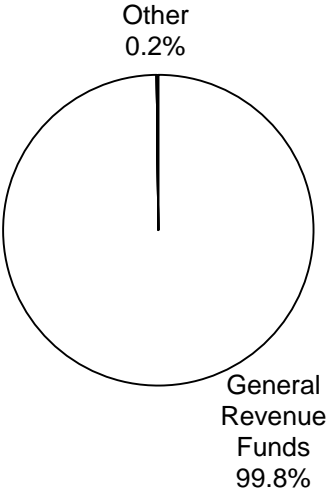
Preservation Board  
Summary of Recommendations - Senate

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RECOMMENDED FUNDING  
BY METHOD OF FINANCING

Method of Financing	2010-11 Appropriations	2010-11 Base	2012-13 Recommended	Biennial Change	% Change
General Revenue Funds	\$33,933,178	\$24,153,785	\$27,992,870	\$3,839,085	15.9%
GR Dedicated Funds	\$0	\$0	\$0	\$0	0.0%
Total GR-Related Funds	\$33,933,178	\$24,153,785	\$27,992,870	\$3,839,085	15.9%
Federal Funds	\$0	\$11,000,000	\$0	(\$11,000,000)	(100.0%)
Other	\$78,990	\$263,532	\$48,074	(\$215,458)	(81.8%)
All Funds	\$34,012,168	\$35,417,317	\$28,040,944	(\$7,376,373)	(20.8%)



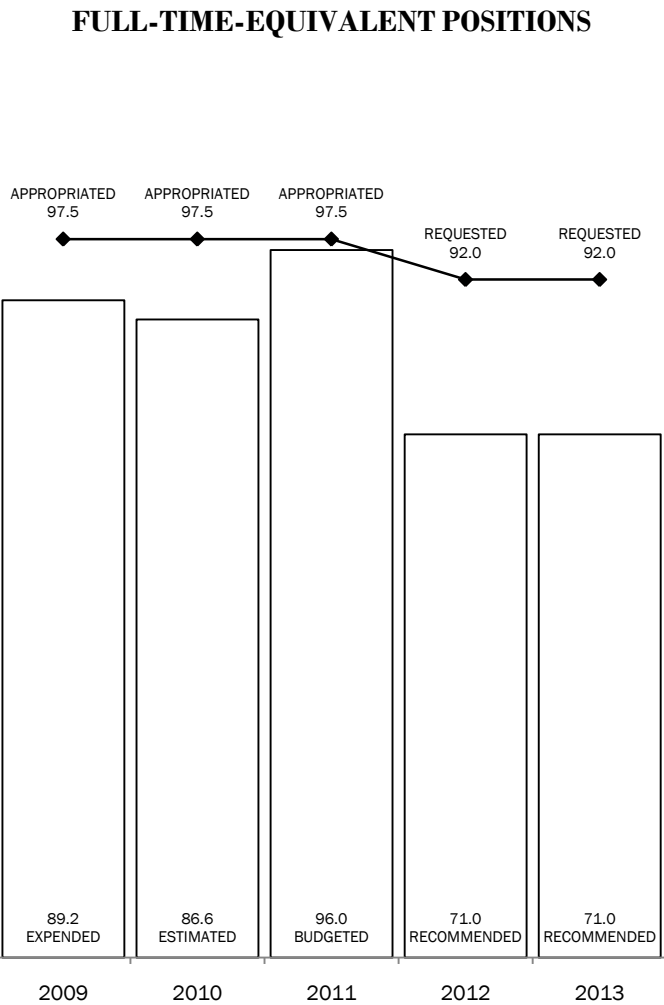
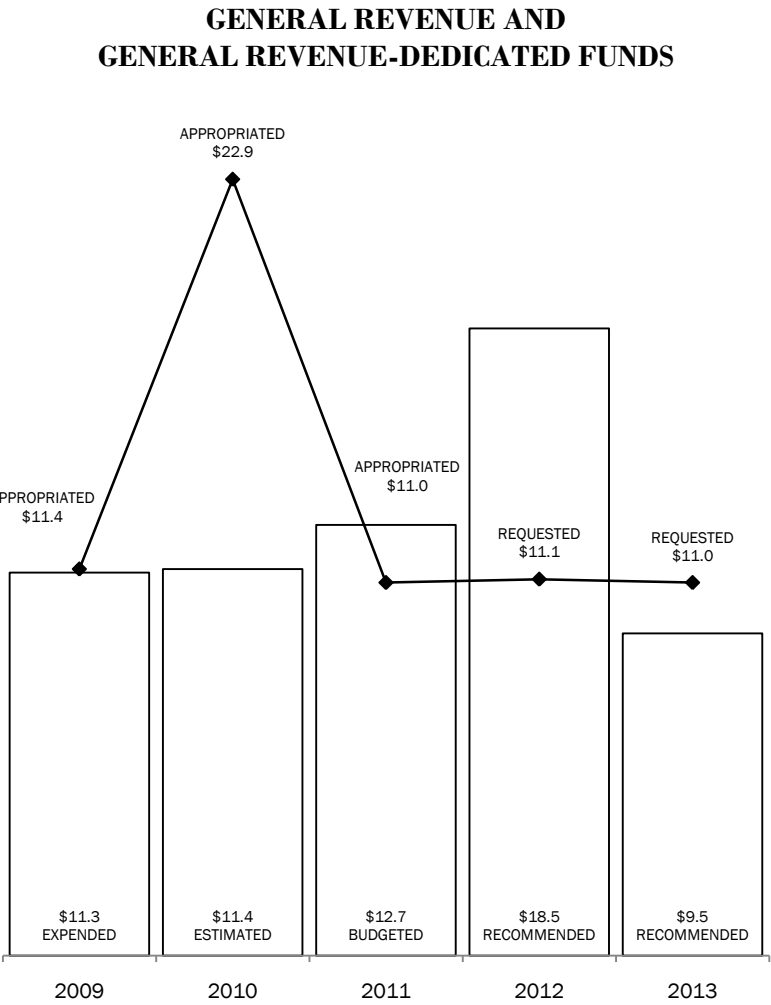
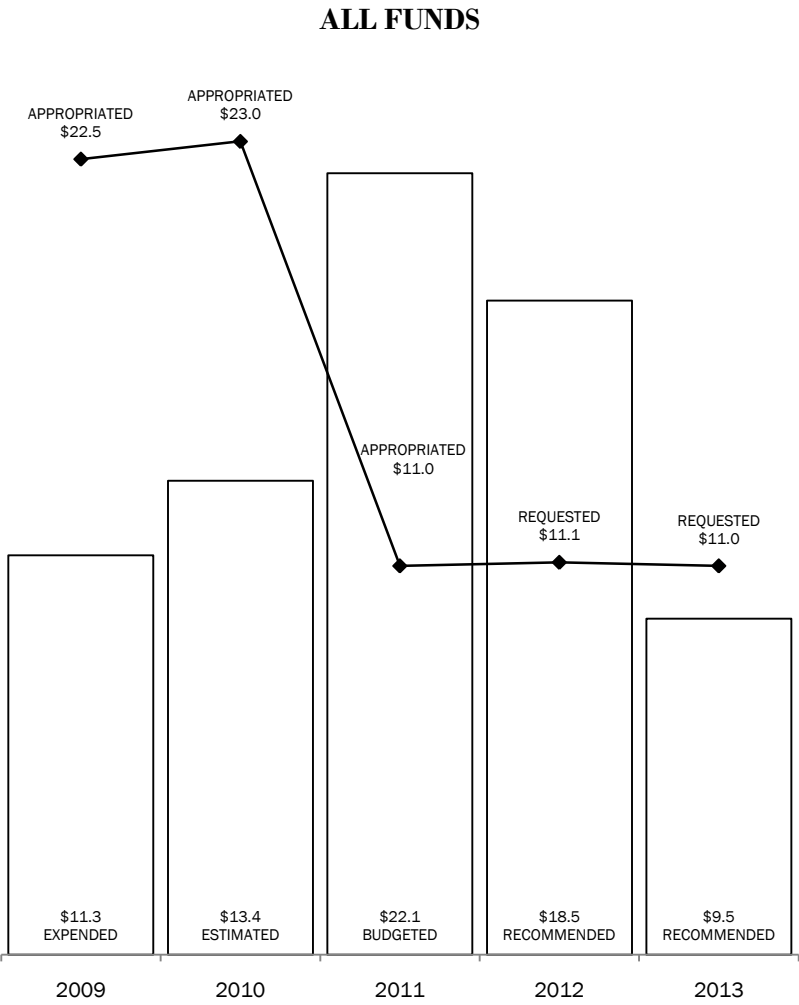
	FY 2011 Appropriations	FY 2011 Budgeted	FY 2013 Recommended	Biennial Change	% Change
FTEs	97.5	96.0	71.0	(25.0)	(26.0%)

The bill pattern for this agency (2012-13 Recommended) represents an estimated 43.6% of the agency's estimated total available funds for the 2012-13 biennium.

Preservation Board

2012-2013 BIENNIUM  
IN MILLIONS

TOTAL= \$28.0 MILLION



**Preservation Board**  
**Summary of Recommendations - Senate, By Method of Finance -- ALL FUNDS**

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments
					Recommendations reflect a reduction of General Revenue related to a method of finance swap to the Capitol Fund and Museum Fund which are both outside the state treasury. The recommendations maintain core programs by shifting funding and full-time equivalents primarily related to curatorial services and facilities management of the Capitol, the 1857 General Land Office, the State History Museum and other buildings under the agency's purview to funds outside the state treasury.
					Recommendations include \$8.9 million in General Revenue in estimated balances remaining as of August 31, 2011 for restoration of the Governor's Mansion.
					Recommendations also include an increase of \$1.1 million in General Revenue, contingent on passage of legislation, to transfer the management and operation of the Texas State Cemetery to the Preservation Board from the Facilities Commission, resulting in a net savings to the State of \$0.2 million in General Revenue.
PRESERVE BUILDINGS AND CONTENTS A.1.1	\$643,864	\$397,228	(\$246,636)	(38.3%)	
BUILDING MAINTENANCE A.1.2	\$19,894,956	\$11,666,763	(\$8,228,193)	(41.4%)	
OPERATE AND MAINTAIN STATE CEMETERY A.1.3	\$0	\$1,088,870	\$1,088,870	100.0%	
MANAGE EDUCATIONAL PROGRAM A.2.1	\$890,194	\$875,550	(\$14,644)	(1.6%)	
MANAGE STATE HISTORY MUSEUM A.2.2	\$12,115,732	\$11,906,775	(\$208,957)	(1.7%)	
MANAGE ENTERPRISES A.3.1	\$75,328	\$100,240	\$24,912	33.1%	
<b>Total, Goal A, MANAGE CAPITOL AND OTHER BUILDINGS</b>	<b>\$33,620,074</b>	<b>\$26,035,426</b>	<b>(\$7,584,648)</b>	<b>(22.6%)</b>	
INDIRECT ADMINISTRATION B.1.1	\$1,797,243	\$2,005,518	\$208,275	11.6%	
<b>Total, Goal B, INDIRECT ADMINISTRATION</b>	<b>\$1,797,243</b>	<b>\$2,005,518</b>	<b>\$208,275</b>	<b>11.6%</b>	
<b>Grand Total, All Strategies</b>	<b>\$35,417,317</b>	<b>\$28,040,944</b>	<b>(\$7,376,373)</b>	<b>(20.8%)</b>	

Preservation Board  
Summary of Recommendations - Senate, By Method of Finance -- GENERAL REVENUE FUNDS

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments
PRESERVE BUILDINGS AND CONTENTS A.1.1	\$641,864	\$395,228	(\$246,636)	(38.4%)	Recommendations include a reduction of \$250,000 in General Revenue for related salary expenses for the transfer of 2 full-time equivalents (program specialists) related to curatorial services to be funded by the Capitol Fund, a fund outside the treasury. Recommendation also includes an agency-requested reallocation of 0.25 FTEs to Strategy A.3.1, Manage Enterprises and a net reduction of \$3,364 for various operating expenses.
BUILDING MAINTENANCE A.1.2	\$8,817,966	\$11,625,273	\$2,807,307	31.8%	<p>Recommendations include an increase of \$8.9 million in General Revenue in estimated unexpended and unobligated balances as of August 31, 2011 for the restoration of the Governor's Mansion which is offset by a decrease of \$2.1 million in General Revenue for expenditures related to the restoration of the Governor's Mansion.</p> <p>Recommendations include a reduction of \$3.0 million in General Revenue for related salaries and other operating expenses for the transfer of 24 FTEs (6 maintenance technicians, 6 custodians, 6 mechanics, 3 electricians, and 3 groundskeepers) from facilities maintenance to be funded by the Capitol Fund; and \$0.3 million in General Revenue for related salaries for the transfer of 3 FTEs (2 maintenance technicians and 1 heating, ventilation, and air conditioning (HVAC) mechanic) from facilities maintenance to be funded by the Museum Fund.</p> <p>Recommendations also include reductions to General Revenue as follows: \$0.5 million in General Revenue for one-time infrastructure costs of buildings under the agency's purview; and \$0.2 million in General Revenue for agency-requested reallocation of 1.5 FTEs (1 attorney and 0.5 purchaser) to Strategy B.1.1, Indirect Administration and an agency-requested reduction of 2 unfilled FTEs (2 custodians).</p>

**Preservation Board**  
**Summary of Recommendations - Senate, By Method of Finance -- GENERAL REVENUE FUNDS**

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments
OPERATE AND MAINTAIN STATE CEMETERY A.1.3	\$0	\$1,084,286	\$1,084,286	100.0%	Recommendations reflect an increase of \$1.1 million in General Revenue which is contingent on the passage of legislation to transfer the Texas State Cemetery, including 8.0 FTEs (1 Superintendent, 1 office manager, 1 historian, 1 research specialist, and 4 groundskeepers) from the Facilities Commission to the Preservation Board.  Recommendations do not include authorization for 2 FTEs for which funding was reduced as part of the Texas State Cemetery's requested 5 percent reduction plan in the 2010-11 biennium.
MANAGE EDUCATIONAL PROGRAM A.2.1	\$890,194	\$875,550	(\$14,644)	(1.6%)	Recommendations reflect a decrease of \$14,644 in General Revenue primarily due to an agency-requested reduction of 2.0 FTEs (tour guides) and contracted mover services.
MANAGE STATE HISTORY MUSEUM A.2.2	\$11,931,190	\$11,906,775	(\$24,415)	(0.2%)	Recommendations reflect a decrease of \$34,415 for reduced debt service requirements for the State History Museum which is offset by an increase of \$10,000 in related insurance premiums.
MANAGE ENTERPRISES A.3.1	\$75,328	\$100,240	\$24,912	33.1%	Recommendations reflect an increase of \$24,912 for salaries for an agency-requested reallocation of 0.25 FTEs (program specialist) from Strategy A.1.1, Preserve Buildings and Contents for managing events primarily at the Capitol.
<b>Total, Goal A, MANAGE CAPITOL AND OTHER BUILDINGS</b>	<b>\$22,356,542</b>	<b>\$25,987,352</b>	<b>\$3,630,810</b>	<b>16.2%</b>	
INDIRECT ADMINISTRATION B.1.1	\$1,797,243	\$2,005,518	\$208,275	11.6%	Recommendations reflect an increase of \$0.2 million related primarily to salaries for an internal auditor and an agency-requested reallocation of 1.5 FTES (attorney and purchaser) from Strategy A.1.2, Building Maintenance.
<b>Total, Goal B, INDIRECT ADMINISTRATION</b>	<b>\$1,797,243</b>	<b>\$2,005,518</b>	<b>\$208,275</b>	<b>11.6%</b>	
<b>Grand Total, All Strategies</b>	<b>\$24,153,785</b>	<b>\$27,992,870</b>	<b>\$3,839,085</b>	<b>15.9%</b>	

**Preservation Board**  
**Summary of Recommendations - Senate, By Method of Finance -- FEDERAL FUNDS**

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments
PRESERVE BUILDINGS AND CONTENTS A.1.1	\$0	\$0	\$0	0.0%	Recommendations include a reduction of \$11.0 million out of Federal Funds for one-time funding for the restoration of the Governor's Mansion.
BUILDING MAINTENANCE A.1.2	\$11,000,000	\$0	(\$11,000,000)	(100.0%)	
OPERATE AND MAINTAIN STATE CEMETERY A.1.3	\$0	\$0	\$0	0.0%	
MANAGE EDUCATIONAL PROGRAM A.2.1	\$0	\$0	\$0	0.0%	
MANAGE STATE HISTORY MUSEUM A.2.2	\$0	\$0	\$0	0.0%	
MANAGE ENTERPRISES A.3.1	\$0	\$0	\$0	0.0%	
<b>Total, Goal A, MANAGE CAPITOL AND OTHER BUILDINGS</b>	<b>\$11,000,000</b>	<b>\$0</b>	<b>(\$11,000,000)</b>	<b>(100.0%)</b>	
INDIRECT ADMINISTRATION B.1.1	\$0	\$0	\$0	0.0%	
<b>Total, Goal B, INDIRECT ADMINISTRATION</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.0%</b>	
<b>Grand Total, All Strategies</b>	<b>\$11,000,000</b>	<b>\$0</b>	<b>(\$11,000,000)</b>	<b>(100.0%)</b>	

**Preservation Board**  
**Summary of Recommendations - Senate, By Method of Finance -- OTHER FUNDS**

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments
PRESERVE BUILDINGS AND CONTENTS A.1.1	\$2,000	\$2,000	\$0	0.0%	
BUILDING MAINTENANCE A.1.2	\$76,990	\$41,490	(\$35,500)	(46.1%)	Recommendations include a reduction of \$35,500 in General Obligation Bond Proceeds related to the Carriage House at the Governor's Mansion.
OPERATE AND MAINTAIN STATE CEMETERY A.1.3	\$0	\$4,584	\$4,584	100.0%	Recommendations include an increase of \$4,584 in Appropriated Receipts related to rent received from an onsite caretaker at the Texas State Cemetery, contingent on passage of legislation to transfer the Cemetery from the Facilities Commission to the Preservation Board.
MANAGE EDUCATIONAL PROGRAM A.2.1	\$0	\$0	\$0	0.0%	
MANAGE STATE HISTORY MUSEUM A.2.2	\$184,542	\$0	(\$184,542)	(100.0%)	Recommendation include a decrease of \$0.2 million in Appropriated Receipts primarily for a settlement related to hail and wind damage to the State History Museum which was expended on related debt service in fiscal year 2010.
MANAGE ENTERPRISES A.3.1	\$0	\$0	\$0	0.0%	
<b>Total, Goal A, MANAGE CAPITOL AND OTHER BUILDINGS</b>	<b>\$263,532</b>	<b>\$48,074</b>	<b>(\$215,458)</b>	<b>(81.8%)</b>	
INDIRECT ADMINISTRATION B.1.1	\$0	\$0	\$0	0.0%	
<b>Total, Goal B, INDIRECT ADMINISTRATION</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.0%</b>	
<b>Grand Total, All Strategies</b>	<b>\$263,532</b>	<b>\$48,074</b>	<b>(\$215,458)</b>	<b>(81.8%)</b>	

## Section 3

### Preservation Board Selected Fiscal and Policy Issues

1. **Fiscal Implications of Recommendations.** Recommendations provide a method of finance swap of approximately \$3.3 million from General Revenue funds to the Capitol Fund, and \$0.3 million from General Revenue funds to the Museum Fund for curatorial services (2 FTEs) and facilities maintenance costs (27 FTEs) for buildings under the agency's purview, respectively. Both funds are outside the state treasury. It is estimated that this would be a one-time shift in funding and some level of General Revenue funding would have to be restored in the 2014-15 biennium.

The agency has three funds outside the state treasury described below:

- **Capitol Fund.** The agency estimates approximately \$6.9 million as an ending balance in the Capitol Fund for the 2012-13 biennium. The recommendations would use \$3.3 million plus employee benefits for 26 employees (\$1.9 million in salaries). The Capitol Fund receives revenue from two gift shops, the visitor parking garage, parking meters, automated teller machines, commission from the cafeteria, and leases for the press area, and cellular carrier space. Additional income includes donations and interest earnings. The fund is used to pay for education, property maintenance and improvements, historic preservation, and operating costs related to the gift shop.
- **Museum Fund.** The agency estimates approximately \$0.7 million as an ending balance in the Museum Fund for the 2012-13 biennium. The recommendations would use \$0.3 million for salaries, plus employee benefits for 3 employees. Revenues in the Museum fund include donations and net proceeds from Museum operations. The fund is used primarily for operating costs for the Museum.
- **Capital Renewal Trust Fund.** The agency estimates approximately \$11.4 million as an ending balance in the Capital Renewal Fund for the 2012-13 biennium. The Capital Renewal Fund provides for major repairs, replacement of fixtures and equipment, and restoration of historic property for the Capitol, Capitol extension, and the 1857 General Land Office. Government Code § 443.0103 could be amended to include repair projects related to the State History Museum.

#### Cemetery

The recommendations include transferring \$1.1 million in General Revenue funds and the operations of the Texas State Cemetery to the State Preservation Board. In addition to saving \$0.2 million and 1.5 FTEs in related indirect administration costs, the transfer would combine the preservation and maintenance responsibilities of the Texas State Cemetery with other historic properties such as the State Capitol, the State History Museum, and the Governor's Mansion at the State Preservation Board.

2. **Statutory Changes Required to Implement Recommendations.**

- Property and maintenance of State Cemetery Grounds and Monuments – Government Code, §§ 2165.256 and 2165.2561.



### Section 3

3. **Unexpended balance authority for restoration of Governor's Mansion.** Recommendations include the appropriation of \$8.9 million in General Revenue in unexpended balances for the restoration of the Governor's Mansion. According to the agency, total costs for the restoration of the Governor's Mansion are estimated to be \$24.1 million and includes \$11 million out of Federal Funds, \$11 million in General Revenue, (less \$459,579 in General Revenue for the agency-requested 5 percent reduction plan in the 2010-11 biennium) and \$2.5 million out of private donations for the addition to the mansion. Additionally, the agency anticipates that the project will be completed in February 2012.

Section 3

Preservation Board  
FTE Highlights

Full-Time-Equivalent Positions	Expended 2009	Actual 2010	Budgeted 2011	Recommended 2012	Recommended 2013
Cap (inside state treasury)	97.5	97.5	97.5	71.0	71.0
Actual/Budgeted	89.2	86.6	96.0	NA	NA
Schedule of Exempt Positions (Cap)					
Executive Director, Group 4	\$115,000	\$160,000	\$160,000	\$160,000	\$160,000

In addition to the actual/budgeted amounts above, the Preservation Board employed an average of 94.5 FTE positions in fiscal year 2009 and 96.3 FTE positions in fiscal year 2010 for its self-funded enterprise operations, which include the State History Museum, the Capitol gift shops, and the Capitol parking facilities.

Reduction of 1.5 FTEs from the agency's 2011 cap to the 2011 budgeted amount are associated with the agency's request to reduce unfilled tour guide positions.

Reduction of 25.0 FTEs from the agency's 2011 budgeted amount reflects the agency's request to reduce 4.0 unfilled FTE positions (2 tour guides and 2 custodian) and LBB recommendations to transfer 2 program specialists associated with the curatorial services, 27 FTEs related to facilities maintenance and grounds positions (8 maintenance technicians, 6 custodians, 6 mechanics, 3 electricians, 3 groundskeepers, and 1 HVAC mechanic) to funds outside the state treasury, offset by an increase of 8.0 FTEs (1 superintendent, 1 office manager, 1 research specialist, 1 historian, and 4 groundskeepers) related to the transfer of the Texas State Cemetery from the Facilities Commission to the Preservation Board.

State Auditor's Office Report 10-706, *A Classification Study on Exempt Positions*, indicates that the salary cap for the Executive Director is within the recommended range of \$106,500 to \$167,500 and current Group 4 classification but above the market average of \$153,027.

Section 3

Preservation Board  
Performance Measure Highlights

		Expended 2009	Actual 2010	Budgeted 2011	Recommended 2012	Recommended 2013
•	<i>Cost Per Building Square Foot of Custodial Care</i>	2.09	1.91	2.09	1.85	1.85
	<i>Provides the cost per building square foot 9 (out of state funds) for custodial care in the Capitol, Capitol Extension, and 1857 General Land Office Building.</i>					
•	<i>Cost Per Acre of Grounds Care</i>	0.00	0.00	0.00	2,730.00	2,730.00
	<i>Provides the cost per acre for grounds care at the State Cemetery.</i>					

2012-13 targets reflect recommendations to transfer 8.0 FTEs (custodians) to be funded by the Capitol Fund, a fund outside the state treasury, and the transfer the operations and maintenance of the State Cemetery from the Facilities Commission to the Preservation Board.

State Preservation Board  
Performance Review and Policy Report Highlights

Reports & Recommendations	GEER Report Page	Savings/ (Cost)	Gain/ (Loss)	Fund Type	Is included in the Introduced Bill	Action Required During Session
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NO RELATED RECOMMENDATIONS

## Section 5

### Preservation Board Rider Highlights

2. (old) **Capital Budget.** Revise rider to reflect recommended capital projects.
5. (new) **Unexpended Balances: Restoration of the Governor's Mansion.** Add new rider which appropriates unexpended and unobligated balances of General Revenue from the 2010-11 biennium for capital project.
5. (old) **Unexpended Balances of Bond Proceeds for the Carriage House at the Governor's Mansion (Proposition 8).** Delete rider due to the anticipated expenditure of funds.
6. (new) **Contingency Appropriation Requiring Statutory Changes.** Add contingency rider relating to a statutory change to transfer the operation, maintenance and property of the State Cemetery from the Facilities Commission to the Preservation Board.
6. (old) **Infrastructure Repair and Replacement.** Delete rider due to discontinuation of one-time funding for repair and replacement of infrastructure of buildings and structures under agency's purview.
7. (new) **Contingent on Statutory Change: State Owned Housing.** Add new rider which appropriates funds related to reimbursement of employee housing to the Preservation Board, contingent on passage of legislation to transfer the operation, maintenance and property of the State Cemetery from the Facilities Commission to the Preservation Board.
7. (old) **Unexpended Balances Between Biennia.** Delete rider due to completion of the Capitol Security Project.

Section 6

Preservation Board  
Items not Included in Recommendations

	2012-13 Biennial Total	
	GR & GR-Dedicated	All Funds
<i>Items Related to the Preservation Board (\$200,000 out of General Revenue)</i>		
1. Restore old Rider 6, Infrastructure Repair and Replacement, and appropriate unexpended and unobligated balances out of General Revenue remaining at the end of fiscal year 2011 to fiscal year 2012 (across biennia) related to infrastructure repair and replacement.	\$ 125,000	\$ 125,000
2. Restore old Rider 7, Unexpended Balances Between Biennia, to appropriate estimated unexpended and unobligated balances remaining at the end of fiscal year 2011 related to the completed Capitol Security Project, to fiscal year 2012 for repair and maintenance of security equipment at the Capitol.	\$ 75,000	\$ 75,000
<i>Items Related to the Texas State Cemetery (\$370,000 out of General Revenue)</i>		
1. Restore funding for the operations and maintenance of the Texas State Cemetery at the Facilities Commission (\$1,088,870 out of General Revenue and 8.0 FTEs (1 superintendent, 1 office manager, 1 research specialist, 1 historian, and 4 groundskeepers))	\$ -	\$ -
2. Renovations to the caretaker's cottage	\$ 95,000	\$ 95,000
3. Funding for State Cemetery operations (\$275,000 in General Revenue)		
a) Salaries and 1.0 FTE for grounds maintenance, and overtime pay for current staff;	\$ 90,000	\$ 90,000
b) Operating expenses related to weather related repairs and clean-up;	\$ 75,000	\$ 75,000
c) 2 lawnmowers and installation of security system; and	\$ 90,000	\$ 90,000
d) Increases for fuel for equipment and vehicles.	\$ 20,000	\$ 20,000
<b>Total, Items Not Included in the Recommendations</b>	<b>\$ 570,000</b>	<b>\$ 570,000</b>