



## LEGISLATIVE BUDGET BOARD

*Conference Committee Report on*

# SENATE BILL 1

*Highlights of the Appropriations for the 2022–23 Biennium*

# Senate Bill 1, by Method of Finance

MOF Type <i>(in millions)</i>	2020–21	SB1 2022–23	Biennial Change	% Change
General Revenue Funds	\$110,269.6	\$116,368.2	\$6,098.6	5.5%
General Revenue–Dedicated Funds	\$6,563.2	\$6,315.2	(\$248.0)	(3.8%)
Other Funds	\$44,990.3	\$41,100.0	(\$3,890.3)	(8.6%)
<b>TOTAL, GR / GR-D / Other Funds</b>	<b>\$161,823.1</b>	<b>\$163,783.4</b>	<b>\$1,960.3</b>	<b>1.2%</b>
Federal Funds	\$100,281.4	\$84,767.1	(\$15,514.3)	(15.5%)
<b>ALL FUNDS</b>	<b>\$262,104.5</b>	<b>\$248,550.5</b>	<b>(\$13,554.0)</b>	<b>(5.2%)</b>

*2020-21 amounts above include the impact of supplemental appropriations made in House Bill 2.*

# Constitutional Limitations

2022–23 Remaining General Revenue Spending Authority (in billions)	
<b>Pay-as-you-go Limit</b> <i>Texas Constitution, Article III, Section 49a</i>	\$0.3
<b>Spending Limit</b> <i>Texas Constitution, Article VIII, Section 22</i>	\$6.3

*SB 1 is also below the other Texas Constitution spending limits for debt spending (Art III, 49(j)) and welfare spending (Art III, 51-a).*

# General Revenue Funds, by Article

Article	2020–21	2022–23	\$ Change	% Change
1 – General Government	\$3,977.4	\$4,064.3	\$86.9	2.2%
2 – Health & Human Services	\$33,629.6	\$34,291.4	\$661.8	2.0%
3 – Education	\$60,402.8	\$62,745.1	\$2,342.3	3.9%
<i>Public Education</i>	\$44,561.5	\$46,551.3	\$1,989.8	4.5%
<i>Higher Education</i>	\$15,841.3	\$16,193.8	\$352.5	2.2%
4 – Judiciary	\$553.8	\$551.6	(\$2.3)	(0.4%)
5 – Public Safety/Criminal Justice	\$11,869.5	\$12,055.0	\$185.5	1.6%
6 – Natural Resources	\$933.1	\$1,002.1	\$69.0	7.4%
7 – Business/Econ. Development	\$520.9	\$490.1	(\$30.8)	(5.9%)
8 – Regulatory	\$367.8	\$301.7	(\$66.1)	(18.0%)
9 – General Provisions		\$456.8		
10 – Legislature	\$408.1	\$410.2	\$2.1	0.5%
House Bill 2	(2,393.4)			
<b>TOTAL, ALL ARTICLES</b> <i>(in millions)</i>	<b>\$110,269.6</b>	<b>\$116,368.2</b>	<b>\$6,098.6</b>	<b>5.5%</b>

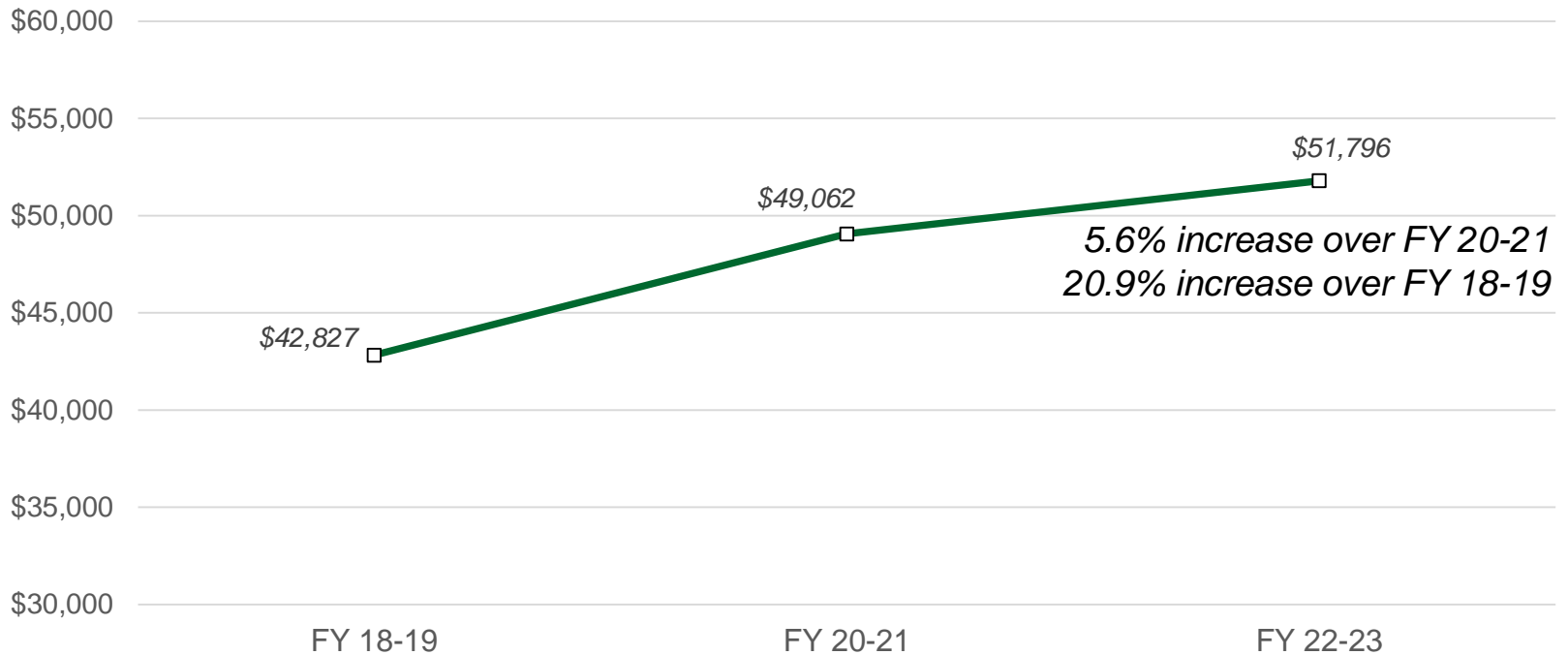
# Major Funding Items

## PUBLIC EDUCATION

- Fully funds the state's commitment to the public education investments made by HB 386R, with funding for projected enrollment growth during the 2022-23 biennium.
- Provides \$60 million for supplemental special education services.
- Restores funding for summer programs at the School for the Blind and Visually Impaired and the School for the Deaf.
- Increases the state's contribution rates at the Teacher Retirement System (TRS) from 7.5% in 2020-21 to 7.75% in FY 2022 and 8.0% in FY 2023.
- Provides \$897.6 million, an increase of \$39.5 million, to maintain current health insurance premiums and benefits for our retired teachers through TRS-Care.
- Contingent on passage of HB1525, SB1 provides \$464 million for increases to FSP formula funding and various student allotments. Additionally, SB1 provides \$664 million for targeted programs to help students and schools affected by the pandemic.

# Public Education

## Foundation School Program Funding at TEA



*Foundation School Program funding includes general revenue and other funds.*

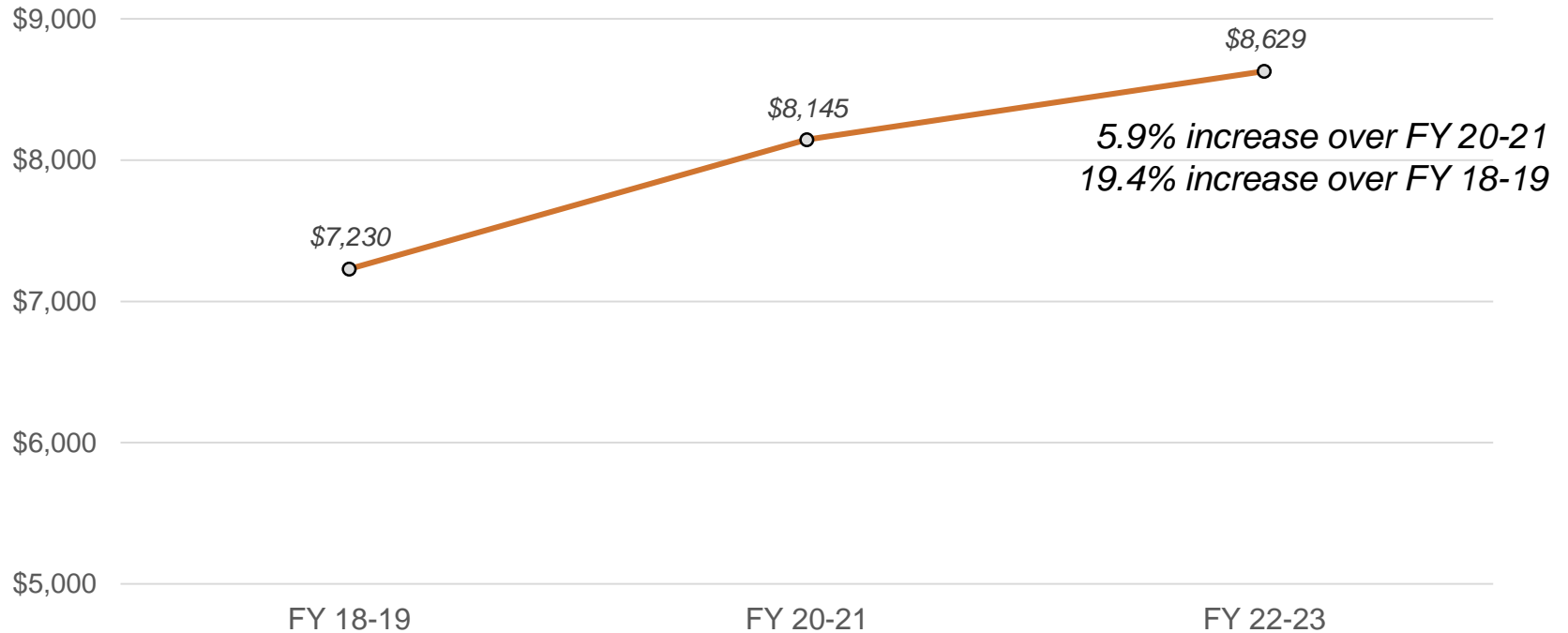
# Major Funding Items

## HIGHER EDUCATION

- Invests in higher education – SB1 provides \$8.6 billion, is a \$486 million increase to the current biennium, to fund the formulas at our higher education institutions:
  - \$4.1 billion to General Academic Institutions, Lamar State Colleges and Texas State Technical Colleges; \$2.6 billion to Health Related Institutions and \$1.8 billion to Community Colleges, with a continued focus on performance-based funding through the success point formula.*
- Bolsters Texas' healthcare workforce:
  - \$199 million for graduate medical education to maintain a 1.1 to 1.0 ratio for residency slots; and \$118.5 million for the Texas Child Mental Health Care Consortium.*
- Includes \$1.25 billion for financial aid programs:
  - \$866 million for TEXAS Grants program, \$178.6 million for Tuition Equalization Grants program, \$88.5 million for Texas Educational Opportunity Grants (TEOG) – Public Community Colleges, \$7.5 million for TEOG – State and Technical Colleges, \$110 million for Student Financial Aid to be allocated to TEXAS Grants, Tuition Equalization Grants, TEOG Public Community Colleges and TEOG Public State and Technical Colleges.*

# Higher Education

## State General Revenue Formula Funding for Institutions of Higher Education



*Formula funding for institutions of higher education is the largest portion of total state higher education funding.*



# Major Funding Items

## HEALTH & HUMAN SERVICES

- Strengthens commitment to mental health services, including:
  - *A total of \$8.4 billion in behavioral health funding across 25 state agencies;*
  - *An additional \$30.0 million in General Revenue for new rural and urban community mental health beds and an increase of \$19.5 million for the Texas Child Mental Health Care Consortium; and*
  - *An additional \$86.0 million in General Revenue for new state mental health hospital beds.*
- Includes \$352.6 million in All Funds for women's health programs, an increase of \$10.2 million over current spending.
- Provides additional \$76.9 million in All Funds to decrease the community waiver interest list for individuals with intellectual, developmental, and physical disabilities.
- Provides an additional \$123.5 million for rural hospitals.
- Continues investments in Child Protective Services (CPS), with an additional \$164.2 million to provide additional resources to lower CPS caseworker workloads; fund foster care lawsuit needs; expand Community-based Care for foster children; and provide funding to increase capacity in the foster care system.

# Health & Human Services

## 2022-23 Statewide Behavioral Health & Substance Abuse Services Total Appropriations

(in millions)

Agency	All Funds
Office of the Governor, Trusteed Programs	\$ 92.8
Veterans Commission	\$ 13.4
<b>Article I Subtotal</b>	<b>\$ 106.2</b>
Health and Human Services Commission	\$ 3,290.3
<i>House Bill 2 - State Hospital Construction</i>	\$ 321.3
Texas Civil Commitment Office	\$ 0.3
Department of Family and Protective Services	\$ 58.1
Department of State Health Services	\$ 3.5
<b>Article II Subtotal</b>	<b>\$ 3,673.5</b>
Texas Higher Education Coordinating Board	\$ 118.5
School for the Deaf	\$ 0.1
Texas Tech University Health Science Center	\$ 5.0
University of Texas - Health Science Center at Houston	\$ 16.0
University of Texas - Health Science Center at Tyler	\$ 13.5
<b>Article III Subtotal</b>	<b>\$ 153.1</b>
Supreme Court of Texas	\$ 2.5
Court of Criminal Appeals	\$ 1.1
Office of Court Administration	\$ 5.0
<b>Article IV Subtotal</b>	<b>\$ 8.6</b>

Agency	All Funds
Military Department	\$ 2.0
Texas Commission on Law Enforcement	\$ 1.1
Commission on Jail Standards	\$ 0.4
Juvenile Justice Department	\$ 185.2
Department of Criminal Justice	\$ 525.6
<b>Article V Subtotal</b>	<b>\$ 714.2</b>
Medical Board	\$ 1.3
State Board of Dental Examiners	\$ 0.3
Board of Nursing	\$ 2.0
Optometry Board	\$ 0.1
State Board of Pharmacy	\$ 0.6
Board of Veterinary Medical Examiners	\$ 0.1
<b>Article VIII Subtotal</b>	<b>\$ 4.3</b>
<b>Cross Article Total, Excluding Medicaid and CHIP</b>	<b>\$ 4,660.0</b>
Est. Behavioral Health Related Medicaid Expenditures	\$ 3,677.1
Est. Behavioral Health Related CHIP Expenditures	\$ 98.9
<b>Medicaid and CHIP Subtotal</b>	<b>\$ 3,776.0</b>
<b>TOTAL</b>	<b>\$ 8,436.0</b>

# Major Funding Items

## PUBLIC SAFETY

- Provides \$139.2 million for law enforcement salary increases at the Texas Department of Public Safety, Texas Parks and Wildlife Department, Texas Alcohol and Beverage Commission and other state commissioned law enforcement personnel.
- In addition to targeted salary increases for DPS troopers, the legislature provides funding for 100 new troopers along the border and 74 additional DPS troopers and staff to enhance the security throughout the Capitol complex.
- Includes \$34.1 million for a 3% pay increase for correctional officers at the Texas Department of Criminal Justice working on maximum-security correctional facilities.
- Establishes the Texas Law Enforcement Peer Network at the Texas Commission on Law Enforcement.
- Provides \$57.6 million to combat human trafficking.

# Major Funding Items

## OTHER HIGHLIGHTS

- Provides \$30.2 billion in All Funds to the Department of Transportation, which includes \$26.5 billion for highway planning and design, right-of-way acquisition, construction, and maintenance and preservation.
- Provides \$4.2 million to enhance the Public Utility Commission and other regulatory response related to oversight of ERCOT activities.
- Provides \$69.2 million to GR-D accounts 469 Compensation to Victims of Crime and 5010 Sexual Assault Program to address the solvency of these accounts in the upcoming biennium and maintain funding for Victims Assistance Grants
- Includes \$8.1 million dollars for directed Courthouse Preservation Grants, along with an additional \$25.0 million for Courthouse Preservation Grants in House Bill 2.
- Provides \$34 million for reimbursements to counties for the retrofitting or purchase of new auditable voting machines and an increase of \$1.4 million for the training of county election officials.
- Includes \$1.4 million to add healthcare advocates at VA clinics across the state.

# Major Funding Items

## OTHER HIGHLIGHTS

- Provides the General Land Office and Veterans' Land Board \$3.0 billion in Federal Funds for disaster recovery related to Hurricane Harvey, including \$1.4 billion for short-term and community housing projects and \$1.6 billion for infrastructure and mitigation projects; and \$221.4 million in All Funds for coastal projects.
- Contingent on passage of SB1160, SB1 includes \$200 million to extend, improve and maintain coastal barriers, storm surge gates, seawalls and levees.
- Maintains 2020-21 funding levels for Texans Feeding Texans Programs, which includes \$19.7 million for the Home Delivered Meals program and \$10.2 million for the Surplus Agricultural Products Grant Program.
- Funding for the Texas Parks and Wildlife Department provides \$316.9 million from Sporting Goods Sales Tax allocations, which is an increase of \$100.6 million from the 2020–21 biennium; and \$115.3 million in All Funds for deferred maintenance and capital construction projects. Funding for the Texas Historical Commission provides \$6.8 million in additional General Revenue and an increase of \$5.1 million in Sporting Goods Sales Tax allocations for historic sites.