

# Presentation to the Texas Public Policy Foundation

Senator Tommy Williams, SD 4



# How do we arrive at the structural shortfall?

- \$3 billion balance from the Property Tax Relief Fund
- \$2 billion in GR balances
- \$6 billion in federal stimulus funds
- \$5-6 billion in spending growth in the next biennium

# Article XII – Federal Stimulus Funds

- Stimulus used to balance C.S.S.B 1 (\$6,383.3 billion)

HHSC – FMAP	\$2,513.0
TEA – Education Stabilization	3,250.2
TEA – General Government Stabilization	361.6
Higher Ed – General Government Stabilization	227.0
All Others	31.5
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	\$6.383.3

# How do we deal with the shortfall?

- \$8-9 billion in the Rainy Day Fund
- \$4-6 billion increase in revenue
- \$2 billion from the PSF between 2011-13
- Directing agencies to reduce spending in 2010-11

# Article XII One-Time Expenditures (\$5,675.5 billion)

CPA, Fiscal Programs	\$218.8
Governor, Trusteed – Byrne Justice Grants	90.3
TEA – IDEA, Title I, Technology Grants	2,259.1
TDHCA – Weatherization; HOME Program	475.3
TxDOT – Construction; Urban and Rural Transit	1,637.0
TWC – Workforce Investment Act; CCDBG	368.6
DARS – IDEA, Part C; Vocational Rehab Services	84.2
All Others	542.2
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	\$5,675.5

# Texas v. California

- CA's expenditures for state and local government were 46.8% more than TX's: \$10,070 per person compared to \$6,858.
- Between April 2000 and June 2007, an average of 3,247 people moved out of CA than into it every week. TX had a net weekly population increase of 1,544.

# Funding Highlights for the 2010-11 Budget

Higher Education  
Financial Aid Programs \$230 million

Higher Education  
Performance Funding \$34 million

Increases in Higher  
Education Performance  
Funding \$236 million

Funding HB 51 for  
Emerging Research  
Universities \$50 million