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FISCAL IMPACT REPORT

ORIGINAL DATE 1/23/06

SPONSOR Fidel LAST UPDATED _____ HB _____

SHORT TITLE General Appropriation Act of 2006 SB 1

ANALYST Fernandez

APPROPRIATION (dollars in thousands)

| Appropriation | | Recurring or Non-Rec | Fund Affected |
|---------------|-------------|----------------------|--|
| FY06 | FY07 | | |
| | 5,060,286.3 | Recurring | General Fund |
| | 2,174,261.7 | Recurring | Other State Funds |
| | 1,036,446.5 | Recurring | Internal Service/Interagency Transfers |
| | 4,294,235.9 | Recurring | Federal Funds |
| 173,174.8 | | Nonrecurring | General Fund |
| 2,350.0 | | Recurring | General Fund |
| 16,580.1 | | Nonrecurring | Other State Funds |

(Parenthesis () Indicate Expenditure Decreases)

Conflicts with House Bill 2 and Duplicates House Bill 7

SOURCES OF INFORMATION

LFC Files

SUMMARY

Synopsis of Bill

Senate Bill 1 represents the Legislative Finance Committee recommendation for funding the FY07 recurring operations of state government. It appropriates general fund, other state funds, internal service funds/interagency transfers and federal funds for the operation of state agencies, higher education and public school support. See the fiscal implications section of this report for the breakout of appropriations between recurring and nonrecurring funding sources.

1. Section 4, Fiscal Year 2007 Appropriations (pages 6 through 212). This section provides funding for state agencies, higher education and public school support.
2. Section 5 Special Appropriations (pages 212 through 218); Section 6, Supplemental

and Deficiency Appropriations (pages 218 through 220); Section 7, Data Processing Appropriations (pages 221 through 222); and Section 8, Compensation Appropriations (pages 222 through 224).

- Section 5 appropriates money for expenditure in FY06 and FY07 for various special purposes.
- Section 6 appropriates money for expenditure in FY06 to make up shortfalls in FY05 and projected shortfalls in FY06.
- Section 7 appropriates money for expenditures in FY06 and FY07 for major information technology projects.
- Section 8 appropriates money for expenditure in FY07 for compensation as detailed in Attachment 1.

FISCAL IMPLICATIONS

The appropriations contained in this bill can be summarized as follows:

| Agency | General Fund | Other State Funds | Internal Service Funds/InterAgency Trnsfrs | Federal Funds | Total |
|---|-----------------------|-----------------------|--|-----------------------|------------------------|
| SECTION 4 FY07 Operating | | | | | |
| Recurring: | | | | | |
| Legislative | 3,576.0 | - | - | - | 3,576.0 |
| Judicial | 166,286.7 | 15,302.2 | 9,646.7 | 4,655.7 | 195,891.3 |
| General Control | 155,097.0 | 304,477.1 | 683,096.5 | 20,721.5 | 1,163,392.1 |
| Commerce & Industry | 47,800.5 | 46,010.9 | 7,047.0 | 795.6 | 101,654.0 |
| Agric., Enrgy & Ntrl Res | 70,667.3 | 49,410.4 | 45,970.8 | 33,061.0 | 199,109.5 |
| Health, Hospitals & Human Svcs | 1,184,099.5 | 181,647.7 | 277,942.4 | 2,884,516.8 | 4,528,206.4 |
| Public Safety | 318,995.9 | 24,377.2 | 12,420.1 | 54,162.9 | 409,956.1 |
| Transportation | - | 409,529.6 | - | 381,848.6 | 791,378.2 |
| Other Education | 39,787.2 | 14,910.2 | - | 41,277.4 | 95,974.8 |
| Higher Education | 725,299.0 | 1,127,746.4 | 323.0 | 504,872.9 | 2,358,241.3 |
| Public School Support | 2,273,033.9 | 850.0 | - | 368,323.5 | 2,642,207.4 |
| Total Sec 4 Recurring | \$ 4,984,643.0 | \$ 2,174,261.7 | \$ 1,036,446.5 | \$ 4,294,235.9 | \$ 12,489,587.1 |
| Recurring: Section 8 | | | | | |
| Higher Education Compensation | 39,956.7 | - | - | - | 39,956.7 |
| Compensation | 35,686.6 | - | - | - | 35,686.6 |
| | \$ 75,643.3 | \$ - | \$ - | \$ - | \$ 75,643.3 |
| TOTAL RECURRING | \$ 5,060,286.3 | \$ 2,174,261.7 | \$ 1,036,446.5 | \$ 4,294,235.9 | \$ 12,565,230.4 |
| Recurring: Section 5 | | | | | |
| Specials | 2,350.0 | - | - | - | 2,350.0 |
| Total Recurring | 2,350.0 | \$ - | \$ - | \$ - | \$ 2,350.0 |
| Nonrecurring: Sections 5, 6, and 7 | | | | | |
| Specials | 154,862.4 | 1,500.0 | - | - | 156,362.4 |
| Supplemental & Deficiency | 18,312.4 | 4,132.1 | - | - | 22,444.5 |
| Data Processing | - | 10,948.0 | - | - | 10,948.0 |
| Total Nonrecurring | \$ 173,174.8 | 16,580.1 | - | - | \$ 189,754.9 |

Unless otherwise indicated, appropriations from the general fund revert to the general fund at

the end of FY07. Exceptions included higher education institutions and the Public Education Department.

SIGNIFICANT ISSUES

General fund operating appropriations for legislative agencies are contained in House Bill 1, the Feed Bill.

Supplemental budget adjustment authority for FY06 or budget adjustment authority for FY07, usually included in the General Appropriation Act, is not included in this introduced version. It is expected that such authority will be included in future substitutes or amendments of this bill.

CONFLICT, DUPLICATION

Senate Bill 1 duplicates House Bill 7 and conflicts with House Bill 2. House Bill 2 represents the Executive's recommendations for funding operations of state government.

CTF/yr

Attachments

Public Employee Compensation FY07

| | 1% Total Cost | General Fund Share | 1% General Fund Cost | LFC Proposed Increase | LFC General Fund Impact |
|---|---------------------|--------------------------|----------------------------|-----------------------------|----------------------------|
| STATE AGENCIES | | | | | |
| Legislative: | | | | | |
| Legislative employees | 100,426 | 100.0% | 100,426 | 5.0 | 502,130 |
| Judicial: | | | | | |
| Justices and judges | 140,144 | 100.0% | 140,144 | 5.0 | 700,720 |
| Judicial employees | 631,172 | 100.0% | 631,172 | 5.0 | 3,155,860 |
| Magistrate judges | 50,423 | 100.0% | 50,423 | 5.0 | 252,115 |
| Magistrate employees | | | - | | |
| District attorneys | 16,391 | 100.0% | 16,391 | 5.0 | 81,955 |
| District attorney employees | 427,284 | 100.0% | 427,284 | 5.0 | 2,136,420 |
| Total Judicial | 1,265,414 | | 1,265,414 | | 6,327,070 |
| Executive: | | | | | |
| Executive classified: | | | | | |
| Union technical occupation groups | 5,114,358 | 54.0% | 2,761,753 | 5.0 | 13,808,767 |
| Nonunion technical occupation groups | 1,981,925 | 54.0% | 1,070,240 | 5.0 | 5,351,198 |
| Managers | 1,342,585 | 54.0% | 724,996 | 5.0 | 3,624,980 |
| Motor transportation officers | 64,820 | 20.0% | 12,964 | 5.0 | 64,820 |
| Special investigation officers | 18,262 | 100.0% | 18,262 | 5.0 | 91,310 |
| Subtotal executive classified | 8,521,950 | | 4,588,215 | | 22,941,074 |
| Executive nonclassified: | | | | | |
| Executive exempt | 477,489 | 68.8% | 328,512 | 5.0 | 1,642,562 |
| Executive Exempt Teachers: | | | | | |
| Children, Youth and Families | 34,473 | 68.8% | 23,717 | 4.5 | 106,728 |
| Commission for the Blind | - | 68.8% | - | 4.5 | - |
| Department of Health | 5,038 | 68.8% | 3,466 | 4.5 | 15,598 |
| Corrections Department | 51,386 | 68.8% | 35,354 | 4.5 | 159,091 |
| 3rd tier raise to 45k | | | | | 9,206 |
| Executive exempt teachers | 90,897 | 68.8% | 62,537 | | 290,623 |
| State police | 319,953 | 88.0% | 281,559 | 5.0 | 1,407,793 |
| Subtotal executive nonclassified | 888,339 | | 672,608 | | 3,340,978 |
| Total Executive | 9,410,289 | | 5,260,823 | | 26,282,052 |
| Total State Agencies | 10,776,129 | | 6,626,663 | | 33,111,252 |
| PUBLIC SCHOOLS | | | | | |
| Teachers | 11,169,544 | 100.0% | 11,169,544 | 4.5 | 50,262,948 |
| Other instructional staff | 1,929,696 | 100.0% | 1,929,696 | 4.5 | 8,683,632 |
| EA's in classroom | 749,826 | 100.0% | 749,826 | 4.5 | 3,374,217 |
| Principals | 832,861 | 100.0% | 832,861 | 4.5 | 3,747,875 |
| All other school employees | 2,976,107 | 100.0% | 2,976,107 | 4.5 | 13,392,482 |
| Transportation employees | 415,283 | 100.0% | 415,283 | 4.5 | 1,868,774 |
| Total Direct Compensation Pubic Schools | 18,073,317 | | 18,073,317 | | 81,329,927 |
| HIGHER EDUCATION | | | | | |
| Faculty | 3,166,800 | 100.0% | 3,166,800 | 4.5 | 14,250,600 |
| Staff (includes ABE) | 4,444,000 | 100.0% | 4,444,000 | 4.5 | 19,998,000 |
| Total Higher Education | 7,610,800 | | 7,610,800 | | 34,248,600 |
| TOTAL DIRECT COMPENSATION ALL PUBLIC EMPLOYEES | | | | | |
| | 36,460,246 | | 32,310,780 | | 148,689,779 |

| SPECIAL DIRECT COMPENSATION RECOMMENDATIONS (SECTION 8) | | | | | |
|--|--|--|--|------|--------------------|
| Judges And Justices | | | | 2.4 | 336,346 |
| Magistrates | | | | 2.4 | 121,015 |
| Motor Transportation Officers (DPS) | | | | 5.0 | 64,820 |
| Special Investigation Officers (DPS) | | | | 5.0 | 91,310 |
| State Police Officers (DPS) | | | | 5.0 | 1,407,793 |
| Probation and Parole Officers (Corrections) | | | | 3.0 | 423,065 |
| Librarians, Librarian Assts, Librarian Techs (Cultural Affiars) | | | | 3.0 | 56,672 |
| Dispatchers (DPS) | | | | 3.0 | 74,231 |
| Total Special Compensation Recommendation | | | | | 2,575,252 |
| SPECIAL EDUCATION COMPENSATION RECOMMENDATIONS (SECTION 4) | | | | | |
| Teacher 3rd tier raise to 45k (Public Ed) | | | | 0.0 | 7,496,901 |
| EA (Public Ed) | | | | 5.0 | 3,749,130 |
| Total Special Education Compensation Recommendation | | | | | 11,246,031 |
| SPECIAL BENEFITS RECOMMENDATIONS (SECTION 4) | | | | | |
| Executive Exempt Teachers | | | | | |
| ERB (% of direct pay) 2007 | | | | 0.75 | 46,903 |
| ERB (% of direct pay) 2008 advance | | | | 0.75 | 46,903 |
| | | | | | 93,806 |
| Public Education Benefit Adjustment | | | | | |
| ERB (% of direct pay) 2007 | | | | 0.75 | 13,554,988 |
| ERB (% of direct pay) 2008 advance | | | | 0.75 | 13,554,988 |
| Subtotal Public Schools benefits | | | | | 27,109,976 |
| Higher Education Benefit Adjustment | | | | | |
| ERB (% of direct pay) 2007 | | | | 0.75 | 5,708,100 |
| ERB (% of direct pay) 2008 accelerated | | | | 0.75 | 5,708,100 |
| Subtotal higher Education Benefits | | | | | 11,416,200 |
| Total Special Benefits Recommendation | | | | | 38,619,981 |
| TOTAL COMPENSATION RECOMMENDATION (direct and indirect) | | | | | 201,131,043 |