

*C.S.H.B. 1 Highlights*  
**Senate**  
*86th Session*



April 9, 2019

# *Senate Finance Committee*

## *Article Workgroups*

***Workgroup Art. 1, 4, 5*** – Senator Huffman (Chair), Senator Flores, Senator Hancock, Senator Whitmire

***Workgroup Art. 2*** – Senator Kolkhorst (Chair), Senator Campbell, Senator Flores, Senator Watson

***Workgroup Art. 3 Public Education*** – Senator Taylor (Chair), Senator Bettencourt, Senator Perry, Senator West

***Workgroup Art. 3 Higher Education*** – Senator Bettencourt (Chair), Senator Campbell, Senator Hancock, Senator Watson

***Workgroup Art. 6, 7, 8*** – Senator Nichols (Chair), Senator Birdwell, Senator Hinojosa, Senator Perry

# *C.S.H.B. 1*

*In Millions*

	<b>Estimated/Budgeted FY 18/19</b>	<b>CSHB 1 FY 20/21</b>	<b>% Change</b>
<b>General Revenue</b>	\$108,539.7	\$116,829.5	7.6%
<b>General Revenue – Dedicated</b>	\$6,605.5	\$6,133.4	(7.1%)
<b>Other Funds</b>	\$36,549.4	\$37,945.2	3.8%
<b>Total State Funds</b>	\$151,694.6	\$160,908.1	6.1%
<b>Federal Funds</b>	\$84,075.6	\$86,790.2	3.2%
<b>All Funds</b>	\$235,770.2	\$247,698.4	5.1%

# *Spending Limits*

## ★ **Within ALL Constitutional Limits**

- ✓ Within the Constitutional Spending Limit
  - \$7.9 billion under the spending limit, set at 9.89%, pursuant to the Texas Constitution, Article VIII, Section 22.
- ✓ Within the Pay-As-You-Go Limit
  - \$1.3 billion under the Texas Constitution, Article III, Section 49a pay-as-you-go limit.
- ✓ Within Population x Inflation
  - CSHB 1 grows 7.6% over FY 18-19 in General Revenue and 5.1% in All Funds.
  - Population x Inflation is currently 7.9% per the Biennial Revenue Estimate.

# *Public Education*

- Provides \$4 billion to give a \$5,000 across-the-board pay raise to all classroom teachers and librarians.
- Adds \$2.7 billion to address property taxes and reduce reliance on recapture.
- Sets aside \$2.3 billion in additional state aid to support our school districts.
- Fully funds enrollment growth.
  - \$2.4 billion to account for an additional 65,000 students per year.
- Increases the Teacher Retirement System budget by \$230 million to maintain current health care benefits and premiums for retired teachers.

# *Higher Education*

- Invests in higher education (\$530 million increase).
  - \$190 million for enrollment growth;
  - 4% increase to General Academic Institutions;
  - 2.9% increase to Health Related Institutions, and a pilot program for performance-based research funding;
  - \$38 million for Texas State Technical Colleges returned value formula;
  - 19% increase to community college success points.
  
- Bolsters Texas' health care workforce.
  - \$157 million for graduate medical education to maintain a 1.1 to 1 ratio for residency slots.
  
- Supports financial aid.
  - \$80 million for TEXAS Grant program ensures that 70% of eligible students receive a \$5,000 award.
  
- Establishes the Texas Mental Health Consortium.
  - \$100 million to leverage the expertise of our medical schools to address gaps in mental health for Texas youth.

# *Health and Human Services*

- Funds Medicaid caseload growth.
  - Ensures critical services continue for the 4 million-plus vulnerable Texans who rely on Texas Medicaid.
- Increases commitment to mental health services.
  - \$7.6 billion in behavioral health funding across 21 state agencies.
  - Increase of \$59 million to expand outpatient community mental health capacity.
- Brings women's health funding to new all-time high.
  - Includes \$315 million for women's health programs, an increase of \$35.6 million.
- Ensures efficiency by directing \$350 million GR in cost containment.
- Increases community services for individuals with intellectual, developmental, and physical disabilities.
- Continues investment in Child Protective Services, with an additional \$272 million.
  - Provides additional resources to lower CPS caseloads.
  - Expands Community Based Care for foster children.

# *Public Safety*

- Reduces wait times at our driver license offices with \$193 million in additional funding.
- Funds every agency request to combat human trafficking, totaling \$90 million, an increase of \$72 million.
- Increases state crime lab capacity with a priority on sexual assault kits with an additional \$50 million.
- Maintains border security levels at \$800 million.
- Supports rape crisis centers with an additional \$7.5 million.
- Expands shelter and services for victims of family violence with an additional \$5 million.
- Creates 9 new child protection courts with \$3.7 million.



# *Other Highlights*

- Improves mobility with \$31 billion for transportation – an increase of \$263 million -- including the \$5 billion transfer to the State Highway Fund under Proposition 7 and almost \$4 billion under Proposition 1.
- Strengthens cyber defenses with more than \$1 billion to address cyber security, replace legacy systems and upgrade information technology.
- Invests \$342 million to Texas parks and historical sites by fully appropriating sporting goods sales tax revenue.
- Enhances election security with a federal grant and matching funds totaling \$24.5 million.
- Adds \$28 million to improve technology and hire 22 additional oil & gas and pipeline safety inspectors at the Railroad Commission.
- Supports our Cultural Arts Districts with \$5 million in new grant funding.

# *SB 500: Harvey & Infrastructure*

- SB 500, the supplemental, includes more than \$3 billion in ESF funds to help the Gulf Coast recover and rebuild from Hurricane Harvey, and prepare for future disasters.
- Assists devastated communities with the non-federal share of Harvey expenses, including recovery, hazard mitigation, debris removal and bridge and road projects at a cost to the state of \$610 million, drawing down roughly \$6.3 billion in federal relief.
- Provides \$900 million to help Harvey-impacted school districts.
- Initiates the development of a statewide flood plan and the construction of flood control infrastructure and critical dam repairs with a \$990 million investment.
- Funds large-scale coastal protections along the Gulf Coast with \$200 million in state funds, triggering approximately \$5 billion in federal resources.
- Continues improvements and modernization of our state hospital system with an additional \$300 million.
- Allocates \$100 million for school hardening.