

ITEM REDUCTIONS BY METHOD OF FINANCING
 81st Regular Session, 2010-11 Item Reductions
 Automated Budget and Evaluation System of Texas (ABEST)

Date: 2/12/2010
 Time: 9:43:29AM
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Agency code: **320**

Agency name: **Texas Workforce Commission**

Item Priority and Name/ Method of Financing	2010	2011	Biennial Total	Target
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1 GR & GR-Dedicated

Item Comment: Comments Here:

The Texas Workforce Commission (TWC) has identified possible savings totaling 5 percent of appropriated General Revenue (GR) and General Revenue-Dedicated for the FY 2010-11 biennium.

TWC's appropriations and revenue sources are overwhelmingly federal. Additionally, \$161.9 million (i.e., 56 percent) of TWC's \$288.6 million of GR is appropriated for a purpose functionally related to federal funds-- federal Maintenance of Effort (MOE) or federal matching purposes. A GR reduction is difficult to accomplish because it must disproportionately be applied against GR dollars not leveraging federal funds.

After a careful review, TWC has determined that the most feasible and workable GR reduction could be made in Skills Development strategy A.2.1. GR reduction of \$14,428,939 can be made in this program, while still preserving a 30 percent increase during this biennium, compared with the FY 2008-09 biennium. This reduction will occur in grants, totaling \$12,000,000 during FY 2010 and \$2,428,939 during FY 2011, reducing customers served during the FY 2010-11 biennium by 7,214. Even with this proposed reduction, the Skills Development program will continue to be a key resource in preparing the highly-skilled workforce that Texas employers need to compete successfully in the global marketplace.

GR-Dedicated savings of 5 percent included in TWC's plan can be achieved by reducing \$589,307 in 165 Unemployment Compensation Special Administration Account largely in Employment Services strategy A.1.4, and also in Information Resources strategy C.1.2., replacing grants to local workforce boards requiring additional assistance to serve migrant and seasonal farm workers with federal funds which can be expended for this purpose. Service levels would be unaffected.

GENERAL REVENUE FUNDS

1 General Revenue Fund	\$12,000,000	\$2,428,939	
General Revenue Funds Total	\$12,000,000	\$2,428,939	

GR DEDICATED

165 Unempl Comp Sp Adm Acct	\$294,653	\$294,654	
Gr Dedicated Total	\$294,653	\$294,654	
Item Total	\$12,294,653	\$2,723,593	

Agency General Revenue Total	\$12,000,000	\$2,428,939	
Agency GR Dedicated Total	\$294,653	\$294,654	

* - Indicates amount does not meet target requirements.

ITEM REDUCTIONS BY METHOD OF FINANCING
81st Regular Session, 2010-11 Item Reductions
Automated Budget and Evaluation System of Texas (ABEST)

Date: 2/12/2010
Time: 9:43:23AM
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Agency code: **320**

Agency name: **Texas Workforce Commission**

Item Priority and Name/ Method of Financing	2010	2011	Biennial Total	Target
Agency Grand Total	\$12,294,653	\$2,723,593	\$15,018,246	\$15,018,246

* - Indicates amount does not meet target requirements.