



TEXAS DEPARTMENT OF FAMILY AND PROTECTIVE SERVICES

COMMISSIONER
Howard G Baldwin Jr.

July 2, 2012

Mr. Jonathan Hurst, Director
Governor's Office of Budget, Planning and Policy
1100 San Jacinto, 4th Floor
Austin, TX 78701

Ms. Ursula Parks, Acting Director
Legislative Budget Board
1501 North Congress Avenue, 5th Floor
Austin, TX 78701

Dear Mr. Hurst and Ms. Parks:

Enclosed is the agency's FY 2012 Monthly Financial Report as of May 2012. The following is a narrative summary of budget adjustments during the month, budget variances, significant changes from appropriated funding, capital budget issues, and other key budget issues at this time.

BUDGET ADJUSTMENTS

The following adjustment was made to the operating budget in the month of May. In total, the operating budget was increased by \$104,768.

- In accordance with Art IX, Sec 8.03, Reimbursements and Payments (2012-13 GAA), the following adjustment was made:
 - Strategy B.1.2 CPS Program Support increased by \$104,768 (Other Funds) to reflect the amount in the final executed interagency contract between HHSC and DFPS for Children's Right Litigation Support.

BUDGET VARIANCES

This report reflects an agency surplus of \$8.7 million that consists of \$7.2 million in General Revenue, \$1.3 million in Federal Capped Grant Funds, and \$0.2 million in Other Funds.

- Strategy B.1.1 CPS Direct Delivery Staff has a projected surplus of \$0.2 million in Other Funds. This surplus represents budgeted appropriated receipts that are not anticipated to be collected for county-shared direct delivery staff.
- Strategy B.1.2 CPS Program Support has a projected surplus of \$1.3 million in Federal Capped Grant Funds. This surplus is related to Refugee Assistance federal funds for the DFPS Unaccompanied Refugee Minor (URM) program and Chafee Foster Care Independence Program funds that are not anticipated to be spent.

- Strategy B.1.11 Foster Care Payments has a projected surplus of \$7.2 million in General Revenue. This projected surplus is based on HHSC's May Forecast update. These funds are restricted from use for other purposes, therefore they are anticipated to lapse.

SIGNIFICANT CHANGES FROM PREVIOUS REPORT

There are no significant changes from the previous report.

OTHER KEY BUDGET ISSUES

There are no other key budget issues.

CAPITAL BUDGET ISSUES

No significant variances are projected at this time.

Please contact Beth Cody at 438-3351 if you have any questions or require additional information.

Sincerely,



Cindy Brown
Chief Financial Officer

cc: Garnet Coleman, State Representative
Andria Franco, Governor's Office
Jamie Dudensing, Lieutenant Governor's Office
Julia Rathgeber, Lieutenant Governor's Office
Jennifer Deegan, Speaker's Office
Sarah Hicks, Senate Finance Committee
Keith Yawn, House Appropriations Committee
Nelda Hunter, House Appropriations Committee
Melitta Berger, Legislative Budget Board
Shaniqua Johnson, Legislative Budget Board