



TEXAS DEPARTMENT OF FAMILY AND PROTECTIVE SERVICES

COMMISSIONER
Howard G Baldwin Jr.

October 4, 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 August 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 adjustments were made to the appropriated budget in the month of August. In total, the operating budget was decreased by \$30,078.

- The following adjustments were made under Art IX, Sec 14.01, Appropriation Transfers (2012-13 GAA):
 - Strategy C.1.2 CYD Program decreased by \$145,000.
 - Strategy B.1.6 Adoption Purchased Services increased by \$100,000.
 - Strategy B.1.7 Post-Adoption Purchased increased by \$45,000.
 - Strategy C.1.1 STAR Program decreased by \$1,000,000.
 - Strategy B.1.10 Other CPS Purchased Services increased by \$1,000,000.

- Art IX, Sec 8.02, Federal Funds/Block Grants (2012-13 GAA)
 - Strategy C.1.4 Child Abuse Prevention Grants was increased by \$200,000.

- Adjustments in federal entitlement funds were made in the following strategies for an anticipated net decrease of \$230,078 (Art IX, Sec 8.02, Federal Funds/Block Grants (2012-13 GAA))
 - Strategy A.1.1 Statewide Intake Services decreased \$2,190
 - Strategy B.1.1 CPS Direct Delivery Staff increased \$12,782
 - Strategy B.1.2 CPS Program Support decreased \$92,473
 - Strategy B.1.10 Other CPS Purchased Services increased \$716
 - Strategy D.1.1 APS Direct Delivery Staff increased \$139
 - Strategy D.1.2 APS Program Support increased \$2,756
 - Strategy D.1.3 MH and MR Investigations decreased \$15,762
 - Strategy E.1.1 Child Care Regulation increased \$2,299
 - Strategy F.1.1 Central Administration decreased \$24,760
 - Strategy F.1.2 Other Support Services increased \$1,451
 - Strategy F.1.3 Regional Administration decreased \$878
 - Strategy F.1.4 IT Program Support decreased \$54,064
 - Strategy F.1.5 Agency-wide Automated Systems (Capital Projects Only) decreased \$60,094

BUDGET VARIANCES

This report reflects an agency surplus of \$16.8 million that consists of \$11.7 million surplus in General Revenue, \$4.4 million surplus in Federal Capped Grant Funds, \$0.7 million surplus in Other Funds, \$0.2 million surplus in TANF, and a \$0.2 million shortfall in Federal Entitlements.

- Strategy A.1.1 Statewide Intake Services has a projected surplus of \$0.2 million in General Revenue.
- Strategy B.1.1 CPS Direct Delivery Staff has a projected surplus of \$1.7 million that consists of \$1.4 million surplus in General Revenue and \$0.3 million surplus in Other Funds.
- Strategy B.1.2 CPS Program Support has a projected net surplus of \$4.5 million that consists of \$0.3 million in General Revenue, \$3.8 million in Federal Capped Grant Funds, and \$0.4 million in Other Funds.
- Strategy B.1.8 PAL Purchased Services has a projected surplus of \$0.7 million that consists of \$0.1 million in General Revenue and \$0.6 million in Federal Capped Grant Funds.
- Strategy B.1.10 Other CPS Purchased Services has a projected surplus of \$0.8 million in General Revenue.
- Strategy B.1.11 Foster Care Payments has a projected surplus of \$5.8 million in General Revenue.
- Strategy C.1.1 STAR Program has a projected surplus of \$0.1 million in General Revenue.
- Strategy C.1.2 CYD Program has a projected surplus of \$0.3 million in General Revenue.
- Strategy D.1.1 APS Direct Delivery Staff has a projected surplus of \$0.6 million in General Revenue.
- Strategy F.1.1 Central Administration has a projected surplus of \$0.4 million in General Revenue.
- Strategy F.1.4 IT Program Support has a projected surplus of \$0.6 million in General Revenue.
- Strategy F.1.5 Agency-wide Automated Systems (Capital Projects Only) has a projected surplus of \$2.3 million that consists of \$2.1 million in General Revenue and \$0.2 million in TANF.

Shortfalls are projected for the CPS day care strategies based on previous forecasts and expenditure trends.

- Strategy B.1.3 TWC Foster Day Care has a projected net shortfall of \$0.3 million that consists of \$0.1 million in General Revenue and \$0.2 million in Federal Entitlements.
- Strategy B.1.4 TWC Relative Day Care has a projected shortfall of \$0.2 million in General Revenue.
- Strategy B.1.5 TWC Protective Day Care has a projected shortfall of \$0.7 million in General Revenue.

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 that have not been covered elsewhere in this letter.

CAPITAL BUDGET ISSUES

No significant variances are projected at this time.

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

Sincerely,



Beth Cody
Acting 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