

**6.I. Allocation of the Biennial Ten Percent Reduction to Strategies Schedule**

Agency Code: 582		Agency Name: Commission on Environmental Quality					FTE Reductions (FY 2008-09 Base Request Compared to Budgeted 2007)		Revenue Impact? Y/N	Requesting Restoration? Y/N	Exceptional Item's)
Strategies		Biennial Application of 10 Percent Reduction					FY 08	FY 09			
Code	Name	GR	GR-Dedicated	Federal	Other	All Funds					
010101	Air Quality Assessment & Planning	\$ -	\$ 3,074,591	\$ -	\$ -	\$ 3,074,591			N	N	N
010102	Water Resource Assessment & Planning	\$ 678,735	\$ -	\$ -	\$ -	\$ 678,735			N	Y/\$678,735	Y
010103	Waste Management Assessment & Planning	\$ -	\$ 29,588	\$ -	\$ -	\$ 29,588			N	N	N
010204	Occupational Licensing		\$ 15,000	\$ -	\$ -	\$ 15,000			N	N	N
020102	Water Utilities Oversight	\$ 63,000	\$ -	\$ -	\$ -	\$ 63,000			N	Y/\$63,000	Y
030101	Field Inspections & Complaint Response	\$ 35,009	\$ 134,098	\$ -	\$ -	\$ 169,107			N	Y/\$35,009	Y
030102	Enforcement & Compliance Support	\$ -	\$ 306,441	\$ -	\$ -	\$ 306,441			N	N	N
030103	Pollution Prevention & Recycling	\$ -	\$ 2,400,000	\$ -	\$ -	\$ 2,400,000			N	N	N
040101	Storage Tank Administration & Cleanup	\$ -	\$ 80,000,000	\$ -	\$ -	\$ 80,000,000	(7.0)	(14.0)	N	N	N
060101	Central Administration	\$ 250,372	\$ 133,412	\$ -	\$ -	\$ 383,784			N	Y/\$250,372	Y
060102	Information Resources	\$ -	\$ 50,000	\$ -	\$ -	\$ 50,000			N	N	N
060103	Other Support Services		\$ 51,600	\$ -	\$ -	\$ 51,600			N	N	N
<b>Agency Biennial Total</b>		<b>\$ 1,027,116</b>	<b>\$ 86,194,730</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 87,221,846</b>	<b>(7.0)</b>	<b>(14.0)</b>			
<b>Agency Biennial Total (GR + GR-D)</b>			<b>\$ 87,221,846</b>								

**Strategy Code / Name**

**Explanation of Impact to Programs and Revenue Collections**

**010101 Air Quality Assessment & Planning**

This reduction impacts the Commission's ability to collect and analyze data on ozone formation, accumulation and transport in the eastern half of Texas (IH 35 - IH 37 corridor and east). In addition, funding for capital is negatively affected. This includes Air monitors, Life cycle replacement, the State of Texas Air Reporting System (STARS), and the Texas Air Monitoring Information System (TAMIS).

Reduced funding for Air monitors impacts the long-term ability to maintain all monitoring sites and the short-term ability to procure and implement new technology. Specifically, the agency would be unable to replace monitoring losses associated with catastrophic events such as floods, and/or hurricanes. Life Cycle replacements will be extended and could result in equipment failures without replacements.

A reduction in the STARS projects will prolong the completion of a web based emissions inventory submittal system. A reduction in the TAMIS funding will diminish the ability to absorb new types of data and make it available to the public and agency staff.

**010102 Water Resource Assessment & Planning**

This reduction is associated with several capital items, including water monitors. A reduction in funding for water monitors impacts the agency's ability to expand the continuous water monitoring network. TCEQ will be limited to deploying no more than 6 additional sites rather than the targeted 10 sites per year.

Further, the reduction also impacts the following: Life Cycle Replacement, New Capacity, PC and Printer replacements, and Software. Routine replacements will be extended and in some cases will not occur due to reduced funding. Further, the agency will be unable to fully fund license agreements with Microsoft and Oracle.

## 6.I. Allocation of the Biennial Ten Percent Reduction to Strategies Schedule

### 010103 Waste Management Assessment & Planning

This strategy reflects a portion of the reduced funding for PC and Printer replacement. Reduced funding extends scheduled replacement from 5 to 6 years.

### 010204 Occupational Licensing

This strategy reflects the proposed reduction for the development of computer based testing for the Occupational Licensing Program. The program will continue to manually process and administer the occupational licensing exams until an automated system is developed.

### 020102 Water Utilities Oversight

This reduction is associated with the Data Repository project for the Water Utilities program. The project's timeline will be extended. Information exchange with the public and regulated community concerning utility service providers will be moderately delayed and staff will transition more slowly from relying on dated, mylar maps when making permit decisions.

### 030101 Field Inspections & Complaint Response

This proposed reduction affects the agency's replacements for boats/vehicles. Reduced funding extends the period of time to replace an already aging fleet. This will result in increased repair costs. In addition, funding for the Data Network/Security project will be reduced. This leaves the agency more vulnerable to hacker attacks.

### 030102 Enforcement & Compliance Support

This strategy reflects reduced funding for portions of Data Network/Security, PC and printer replacements, and software. This reduction influences future replacements and financial obligations for license agreements with Microsoft and Oracle previously mentioned above.

### 030103 Pollution Prevention & Recycling

Abandoned tire sites will not be cleaned up due to eliminated funding.

### 040101 Storage Tank Administration & Cleanup

This reduction in funding in the Petroleum Storage Tank Program eliminates 14 FTEs and will result in re-prioritizing remaining eligible sites and delay cleanups. Cleanup activities will be conducted at high priority sites and many sites will not move forward due to reduced funding. Performance measures for FY 80-09 have been adjusted downwards as a result of the reduced funding.

### 060101 Central Administration

The following capital projects are impacted: Budget Monitoring & LAR system, Human Resource (HR) Retooling, Integrated Billing Accounts Receivable, Software and a portion of Purchasing and Contracts Enterprise. The Budget Monitoring & LAR system began in 2000 and will be extended for another three years. Completion of the HR project will be delayed and will require duplicate data entry which is inefficient and prone to errors. The Integrated Billing/Accounts Receivable project will also be postponed and leaves the agency with an unreliable system which collects millions in fee collections. Finally, the Purchasing and Contracts Enterprise project funding is insufficient to integrate the database with other agency systems and will result in manual efforts to reconcile systems.

### 060102 Information Resources

This reduction is associated with Life Cycle Replacement. This project continues the effort to replace hardware and software in order to keep the agency's infrastructure current as well as move it toward a more integrated architecture. Reduced funding will result in slower replacement of aging equipment.

### 060103 Other Support Services

This strategy includes the balance of the Purchasing and Contracts Enterprise project. The reduced funding level is insufficient to integrate the database with other agency systems and will result in manual efforts to reconcile systems.