



Legislative Appropriations Request for Fiscal Years 2024 and 2025

Submitted to the
Office of the Governor, Budget Division,
and the Legislative Budget Board

by

STATE OFFICE of RISK MANAGEMENT

August 19, 2022



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ADMINISTRATOR'S STATEMENT

The mission of the State Office of Risk Management (Office) is to provide active leadership to enable State of Texas agencies to protect their employees, the general public, and the State's physical and financial assets by reducing and controlling risk in the most efficient and cost-effective manner. The primary focus of this legislative appropriation request for the biennium beginning September 1, 2023, is to protect the safety and health of the State's employees and assets by implementing risk-based approaches for identifying exposures and emphasizing strategies intended to reduce financial and performance losses at client agencies, while continuing to support the fiscal controls that have consistently reduced the State's costs of loss since the agency was created.

AGENCY BACKGROUND

The Office was established in 1997 by the 75th Legislature and is administratively attached to the Office of the Attorney General. The Office is governed by a five-member Board and is charged by law to operate as a full-service risk and insurance manager for state agencies, including the enterprise risk and insurance management programs, the continuity of government operations program, and the self-insured government employees' workers' compensation program. The Office provides services to all state entities subject to Chapters 412 and 501 of the Texas Labor Code. Texas A&M and University of Texas systems, and the Texas Department of Transportation are not subject to these provisions as they operate separate workers' compensation and risk management programs predating the creation of the Office, pursuant to Texas Labor Code Chapters 502, 503, and 505, respectively. Other entities, such as the Texas Tech University System, the Texas State University System, the Employee Retirement System, and the Teacher Retirement System have special provisions. The Office also provides public policy-based benefits for certain law enforcement and emergency response personnel providing services to the State of Texas.

AGENCY FUNDING SOURCES

The Office receives no General Revenue and is funded solely by Interagency Contracts (IAC) with jurisdictional entities. Annual assessments, similar to premiums, are determined by a formula based on historic FTE, payroll, claims, and claims cost data. The shift to IAC funding in 2009 has had the effect of removing the cost of the Office's operations from General Revenue (GR) and shifting those costs proportionately to the agencies that the Office services without affecting GR. Costs borne by state agencies have been offset by the reductions in claims losses resulting from the Office's financial controls.

EXCEPTIONAL ITEMS

The Board of Directors of the State Office of Risk Management has directed the Office to seek one exceptional item on the Board's behalf – to increase Board's GAA authority to attract and retain a qualified Executive Director (ED). The ED is currently classified as Group 4, but the GAA does not incorporate the appropriate salary range. The Board requests GAA salary authorization to \$171,688, consistent with the Report on Executive Compensation at State Agencies dated August 2020, Report No. 20-706, contingent on any updated recommendations from the pending 2022 report. This request is to address the significant salary compression issues identified by the SAO and to attract and retain a qualified person in the future to serve as Executive Director of the Office, consistent with its mandates under law. Authorizing this exceptional item request has no effect on GR or other appropriations in the base bill.

AGENCY ADMINISTRATION

The Office is governed by a five-member Board appointed by the Governor. Members of the Board serve staggered terms of six years.

Lloyd M. Garland, M.D., Chair

Lubbock, Texas

Term to expire February 1, 2025

Honorable Ricardo Galindo

San Antonio, Texas

Term to expire February 1, 2025

William Brown

San Antonio, Texas

Term to expire February 1, 2027

Tomas Gonzalez

El Paso, Texas

Term to expire February 1, 2023

Gerald Ladner, Sr.

Austin, Texas

Term to expire February 1, 2027

Rulemaking authority to implement Chapters 412 and 501 of the Texas Labor Code is vested with the Board, including adopting rules relating to reporting requirements for covered entities. The Board reports to each Legislature on the methods to reduce the exposure of state agencies to the risks of property and liability losses, including workers' compensation losses; the operation, financing, and management of those risks; and the handling of claims brought against the State. The Board is also responsible for oversight and for hiring the Executive Director of the Office, who manages agency operations.

Summary of Injuries and Claims per Section 501.048, Texas Labor Code

Fiscal Year	Number of First Reports of Injury	Medical Benefits Paid	Indemnity Benefits Paid	Number of Injuries per 100 FTEs
2021	6	\$3,160.19	\$0	5.39
2022	2	\$0.00	\$0	0.00
Biennium Total	8	\$3,160.19	\$0	2.70

Pursuant to the requirements of Section 501.048, Texas Labor Code, the following summary information is provided relating to the injury reports and workers' compensation claims from the State Office of Risk Management. Respecting job safety and reduction of injuries, the Office is especially active in the implementation and promulgation of health and safety policies and guidelines, both externally in providing training and resources to client entities and the general public and internally through participation of all levels of staff in related industry training and professional membership opportunities.

SIGNIFICANT EXTERNALITIES

The most significant externality to the agency has been COVID-19 pandemic. The Office has seen a substantial increase in workers' compensation claims due to COVID-19 and has created a Strategic Task Forces and a Critical Response Team to specifically address crisis-related issues. The Office of the Governor facilitated meetings between the Texas Department of Insurance (TDI) and the Office to obtain emergency adjuster licenses for other staff to help with the increased caseload volume, adjusted resources, and enhanced communications. The requirement that agencies work from home during the early months of the pandemic required the Office to make infrastructure updates as most of the Office's critical systems did not allow for remote access. In the interim, the Office initiated shift work and other methods to reduce potential exposure for staff, while maintaining essential operations.

CONCLUSION

Effective oversight is the key to protecting the State's employees and resources while minimizing losses. The Office looks forward to presenting its appropriation request during the upcoming session.

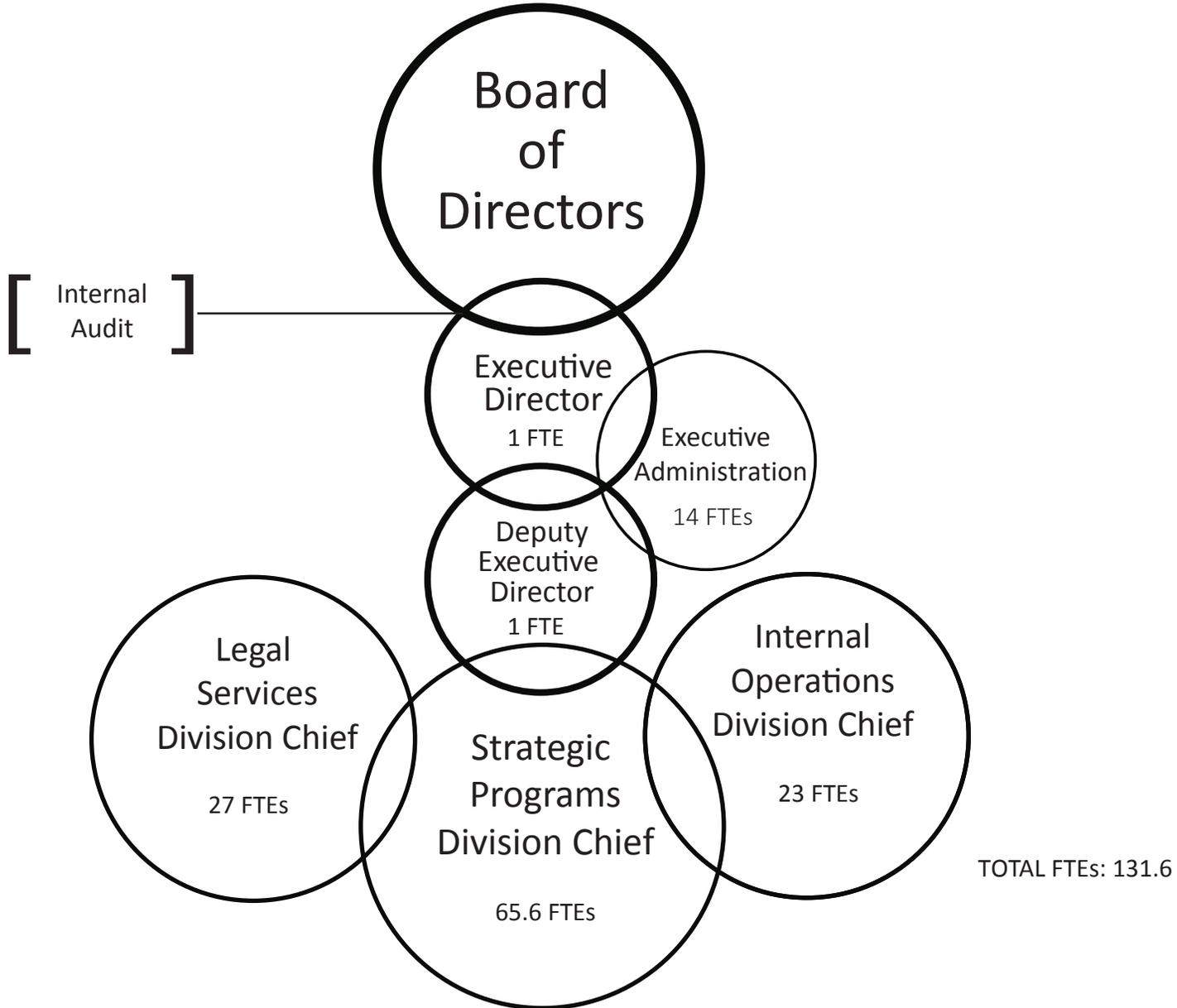
Respectfully,
Stephen S. Vollbrecht,



J.D., M.A., AINS, AIS, ARM, CTCM, MCP, MEMS
State Risk Manager, Executive Director
Texas State Office of Risk Management

SORM

State Office of Risk Management





CERTIFICATE

Agency Name State Office of Risk Management

This is to certify that the information contained in the agency Legislative Appropriations Request filed with the Legislative Budget Board (LBB) and the Governor's Office Budget Division (Governor's Office) is accurate to the best of my knowledge and that the electronic submission to the LBB via the Automated Budget and Evaluation System of Texas (ABEST) and the PDF file submitted via the LBB Document Submission application are identical.

Additionally, should it become likely at any time that unexpended balances will accrue for any account, the LBB and the Governor's Office will be notified in writing in accordance with Article IX, Section 7.01 (2018-19 GAA).

Chief Executive Officer or Presiding Judge

Handwritten signature of Stephen S. Vollbrecht.

Signature

Stephen S. Vollbrecht

Printed Name

State Risk Manager, Executive Director

Title

August 19, 2022

Date

Board or Commission Chair

Handwritten signature of Lloyd M. Garland, M.D.

Signature

Lloyd M. Garland, M.D.

Printed Name

Board Chair

Title

August 19, 2022

Date

Chief Financial Officer

Handwritten signature of Keith DeSpain.

Signature

Keith DeSpain

Printed Name

Interim Division Chief of Internal Operations

Title

August 19, 2022

Date

Budget Overview - Biennial Amounts
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

479 State Office of Risk Management
Appropriation Years: 2024-25

	GENERAL REVENUE FUNDS		GR DEDICATED		FEDERAL FUNDS		OTHER FUNDS		ALL FUNDS		EXCEPTIONAL ITEM FUNDS	
	2022-23	2024-25	2022-23	2024-25	2022-23	2024-25	2022-23	2024-25	2022-23	2024-25	2024-25	
	<hr/>											
Goal: 1. Manage Claim Costs and Protect State Assets												
1.1.1. Enterprise Risk Mgmt/Claims Admin							21,947,084	21,947,084	21,947,084	21,947,084		
Total, Goal							21,947,084	21,947,084	21,947,084	21,947,084		
Goal: 2. Workers' Compensation Payments: Estimated and Nontransferable												
2.1.1. Workers' Compensation Payments							79,362,172	79,362,172	79,362,172	79,362,172		
Total, Goal							79,362,172	79,362,172	79,362,172	79,362,172		
Total, Agency							101,309,256	101,309,256	101,309,256	101,309,256		
Total FTEs									131.6	131.6	0.0	

2.A. Summary of Base Request by Strategy

8/22/2022 9:26:41AM

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

479 State Office of Risk Management

Goal / Objective / STRATEGY	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
1 Manage Claim Costs and Protect State Assets					
1 Risk Management and Claims Administration					
1 ENTERPRISE RISK MGMT/CLAIMS ADMIN	10,985,721	10,492,339	11,454,745	10,973,543	10,973,541
TOTAL, GOAL 1	\$10,985,721	\$10,492,339	\$11,454,745	\$10,973,543	\$10,973,541
2 Workers' Compensation Payments: Estimated and Nontransferable					
1 Workers' Compensation Payments: Estimated and Nontransferable					
1 WORKERS' COMPENSATION PAYMENTS	34,894,594	39,567,750	39,794,422	39,681,086	39,681,086
TOTAL, GOAL 2	\$34,894,594	\$39,567,750	\$39,794,422	\$39,681,086	\$39,681,086
TOTAL, AGENCY STRATEGY REQUEST	\$45,880,315	\$50,060,089	\$51,249,167	\$50,654,629	\$50,654,627
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*				\$0	\$0
GRAND TOTAL, AGENCY REQUEST	\$45,880,315	\$50,060,089	\$51,249,167	\$50,654,629	\$50,654,627

2.A. Summary of Base Request by Strategy

8/22/2022 9:26:41AM

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

479 State Office of Risk Management

Goal / Objective / STRATEGY	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
<u>METHOD OF FINANCING:</u>					
Other Funds:					
666 Appropriated Receipts	1,220	712	0	0	0
777 Interagency Contracts	45,196,451	49,491,627	50,681,417	50,086,879	50,086,877
8052 Subrogation Receipts	682,644	567,750	567,750	567,750	567,750
SUBTOTAL	\$45,880,315	\$50,060,089	\$51,249,167	\$50,654,629	\$50,654,627
TOTAL, METHOD OF FINANCING	\$45,880,315	\$50,060,089	\$51,249,167	\$50,654,629	\$50,654,627

*Rider appropriations for the historical years are included in the strategy amounts.

2.B. Summary of Base Request by Method of Finance
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/22/2022 9:26:42AM

Agency code: **479** Agency name: **State Office of Risk Management**

METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
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OTHER FUNDS

666 Appropriated Receipts
RIDER APPROPRIATION

Art IX, Sec 12.02, Publications or Sales of Records (2020-21 GAA)

\$1,220	\$0	\$0	\$0	\$0
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Comments: Enterprise Risk Mgmt/Claims Admin (Goal A)

Art IX, Sec 12.02, Publications or Sales of Records (2022-23 GAA)

\$0	\$712	\$0	\$0	\$0
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Comments: Enterprise Risk Mgmt/Claims Admin (Goal A)

TOTAL, Appropriated Receipts

\$1,220	\$712	\$0	\$0	\$0
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777 Interagency Contracts
REGULAR APPROPRIATIONS

Regular Appropriations from MOF Table (2020-21 GAA)

\$11,478,944	\$0	\$0	\$0	\$0
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Comments: Enterprise Risk Mgmt./Claims Admin (Goal A)

Regular Appropriations from MOF Table (2020-21 GAA)

\$42,250,000	\$0	\$0	\$0	\$0
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2.B. Summary of Base Request by Method of Finance
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/22/2022 9:26:42AM

Agency code: 479	Agency name: State Office of Risk Management				
METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
<u>OTHER FUNDS</u>					
Comments: Workers' Compensation Payments (Goal B)					
Regular Appropriations from MOF Table (2022-23 GAA)	\$0	\$11,454,743	\$11,454,744	\$0	\$0
Comments: Enterprise Risk Mgmt./Claims Admin (Goal A)					
Regular Appropriations from MOF Table (2022-23 GAA)	\$0	\$39,226,672	\$39,226,673	\$0	\$0
Comments: Workers' Compensation Payments (Goal B)					
Regular Appropriations from MOF Table (2022-23 GAA)	\$0	\$0	\$0	\$10,973,543	\$10,973,541
Comments: Enterprise Risk Mgmt./Claims Admin (Goal A)					
Regular Appropriations from MOF Table (2022-23 GAA)	\$0	\$0	\$0	\$39,113,336	\$39,113,336
Comments: Workers' Compensation Payments (Goal B)					
<i>RIDER APPROPRIATION</i>					
Art IX, Sec 8.02, Reimbursements and Payments (2020-21 GAA)					

2.B. Summary of Base Request by Method of Finance
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/22/2022 9:26:42AM

Agency code: 479		Agency name: State Office of Risk Management				
METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025	
<u>OTHER FUNDS</u>						
	\$200,000	\$0	\$0	\$0	\$0	
Comments: Enterprise Risk Mgmt/Claims Admin (Goal A)						
Art IX, Sec 8.02, Reimbursements and Payments (2022-23 GAA)						
	\$0	\$1,436,884	\$0	\$0	\$0	
Comments: Enterprise Risk Mgmt/Claims Admin (Goal A)						
<i>LAPSED APPROPRIATIONS</i>						
Regular Appropriations from MOF Table (2020-21 GAA)						
	\$(2,364,894)	\$0	\$0	\$0	\$0	
Comments: Unexercised Authority for Annual Assessment (2020-21 GAA)Workers' Compensation Payments (Goal B)						
"Lapsed Appropriation-Authority Only for cash transfer to FY22 (2022-23 GAA)"						
	\$(1,662,022)	\$0	\$0	\$0	\$0	
Comments: Enterprise Risk Mgmt/Claims Admin (Goal A)						
"Lapsed Appropriation-Authority Only for cash transfer to FY22 (2022-23 GAA)"						
	\$(5,729,171)	\$0	\$0	\$0	\$0	
Comments: Workers' Compensation Payments (Goal B)						

2.B. Summary of Base Request by Method of Finance
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/22/2022 9:26:42AM

Agency code: 479		Agency name: State Office of Risk Management				
METHOD OF FINANCING		Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
<u>OTHER FUNDS</u>						
Unexercised Authority for Annual Assessment (2022-23 GAA)		\$0	\$(2,226,672)	\$0	\$0	\$0
Comments: Workers' Compensation Payments (Goal B)						
"Lapsed Appropriation-Authority Only for cash transfer to FY23 (2022-23 GAA)"		\$0	\$(400,000)	\$0	\$0	\$0
Comments: Enterprise Risk Mgmt/Claims Admin (Goal A)						
<i>UNEXPENDED BALANCES AUTHORITY</i>						
"UB of Capital Budget H.B. 1, 86th Leg., R.S., Art IX, Sec 14.03 (i), Pg IX-69 (2020-21 GAA)"		\$1,023,594	\$0	\$0	\$0	\$0
Comments: Enterprise Risk Mgmt/Claims Admin (Goal A)						
TOTAL,	Interagency Contracts	\$45,196,451	\$49,491,627	\$50,681,417	\$50,086,879	\$50,086,877
<u>8052</u>	Subrogation Receipts Account No. 8052					
<i>REGULAR APPROPRIATIONS</i>						
Regular Appropriations from MOF Table (2020-21 GAA)						

2.B. Summary of Base Request by Method of Finance
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/22/2022 9:26:42AM

Agency code: 479		Agency name: State Office of Risk Management				
METHOD OF FINANCING		Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
<u>OTHER FUNDS</u>						
		\$567,750	\$0	\$0	\$0	\$0
	Comments: Workers' Compensation Payments (Goal B)					
	Regular Appropriations from MOF Table (2022-23 GAA)					
		\$0	\$567,750	\$567,750	\$0	\$0
	Comments: Workers' Compensation Payments (Goal B)					
	Regular Appropriations from MOF Table (2022-23 GAA)					
		\$0	\$0	\$0	\$567,750	\$567,750
	Comments: Workers' Compensation Payments (Goal B)					
<i>RIDER APPROPRIATION</i>						
	Rider 6 Appropriation-Sub rogation of Receipts Page I-89 (2020-21 GAA)					
		\$114,894	\$0	\$0	\$0	\$0
	Comments: Workers' Compensation Payments (Goal B)					
TOTAL,	Subrogation Receipts Account No. 8052	\$682,644	\$567,750	\$567,750	\$567,750	\$567,750
TOTAL, ALL	OTHER FUNDS	\$45,880,315	\$50,060,089	\$51,249,167	\$50,654,629	\$50,654,627

2.B. Summary of Base Request by Method of Finance
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/22/2022 9:26:42AM

Agency code: 479	Agency name: State Office of Risk Management				
METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
GRAND TOTAL	\$45,880,315	\$50,060,089	\$51,249,167	\$50,654,629	\$50,654,627
FULL-TIME-EQUIVALENT POSITIONS					
REGULAR APPROPRIATIONS					
Regular Appropriations from MOF Table (2020-21 GAA)	123.6	0.0	0.0	0.0	0.0
Regular Appropriations from MOF Table (2022-23 GAA)	0.0	123.6	123.6	0.0	0.0
Regular Appropriations from MOF Table (2022-23 GAA)	0.0	0.0	0.0	131.6	131.6
RIDER APPROPRIATION					
Article IX Sec 18.32, the contingency rider for SB 22.	0.0	8.0	8.0	0.0	0.0
LAPSED APPROPRIATIONS					
Regular Appropriations from MOF Table (2020-21 GAA)	(12.3)	0.0	0.0	0.0	0.0
Regular Appropriations from MOF Table (2022-23 GAA)	0.0	(23.4)	0.0	0.0	0.0
TOTAL, ADJUSTED FTES	111.3	108.2	131.6	131.6	131.6

2.B. Summary of Base Request by Method of Finance
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/22/2022 9:26:42AM

Agency code: 479	Agency name: State Office of Risk Management				
METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
NUMBER OF 100% FEDERALLY FUNDED FTEs	0.0	0.0	0.0	0.0	0.0

2.C. Summary of Base Request by Object of Expense

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Automated Budget and Evaluation System of Texas (ABEST)

479 State Office of Risk Management

OBJECT OF EXPENSE	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
1001 SALARIES AND WAGES	\$6,798,677	\$7,557,391	\$7,557,391	\$7,557,391	\$7,557,391
1002 OTHER PERSONNEL COSTS	\$248,250	\$250,000	\$250,000	\$250,000	\$250,000
2001 PROFESSIONAL FEES AND SERVICES	\$1,203,278	\$1,203,278	\$1,650,000	\$1,450,000	\$1,450,000
2003 CONSUMABLE SUPPLIES	\$29,621	\$30,000	\$35,547	\$35,547	\$35,547
2004 UTILITIES	\$4,521	\$5,600	\$5,637	\$5,637	\$5,637
2005 TRAVEL	\$21,823	\$22,000	\$135,000	\$135,000	\$135,000
2006 RENT - BUILDING	\$690	\$720	\$720	\$720	\$720
2007 RENT - MACHINE AND OTHER	\$22,761	\$23,000	\$24,000	\$24,000	\$24,000
2009 OTHER OPERATING EXPENSE	\$36,477,077	\$40,869,100	\$41,590,872	\$41,196,334	\$41,196,332
5000 CAPITAL EXPENDITURES	\$1,073,617	\$99,000	\$0	\$0	\$0
OOE Total (Excluding Riders)	\$45,880,315	\$50,060,089	\$51,249,167	\$50,654,629	\$50,654,627
OOE Total (Riders)					
Grand Total	\$45,880,315	\$50,060,089	\$51,249,167	\$50,654,629	\$50,654,627

2.D. Summary of Base Request Objective Outcomes
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

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479 State Office of Risk Management

Goal/ Objective / Outcome	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
1 Manage Claim Costs and Protect State Assets					
1 Risk Management and Claims Administration					
KEY 1 Incident Rate of Injuries & Illnesses/100 Covered FT State Employees					
	3.22%	3.55%	3.55%	3.55%	3.55%
KEY 2 Cost of Workers' Compensation Per Covered State Employee					
	225.00	240.00	240.00	240.00	240.00
KEY 3 Cost of Workers' Compensation Coverage Per \$100 State Payroll					
	0.50	0.60	0.60	0.60	0.60

2.E. Summary of Exceptional Items Request
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/22/2022
 TIME : 9:26:42AM

Agency code: 479

Agency name: **State Office of Risk Management**

Priority	Item	2024			2025			Biennium	
		GR and GR/GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds
1	Executive Director		\$0			\$0			\$0
Total, Exceptional Items Request			\$0			\$0			\$0

Method of Financing

General Revenue

General Revenue - Dedicated

Federal Funds

Other Funds

		0		0		0		0
		\$0	\$0		\$0	\$0		\$0

Full Time Equivalent Positions

Number of 100% Federally Funded FTEs

0.0

0.0

2.F. Summary of Total Request by Strategy
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/22/2022
 TIME : 9:26:43AM

Agency code: 479 Agency name: State Office of Risk Management

Goal/Objective/STRATEGY	Base 2024	Base 2025	Exceptional 2024	Exceptional 2025	Total Request 2024	Total Request 2025
1 Manage Claim Costs and Protect State Assets						
1 <i>Risk Management and Claims Administration</i>						
1 ENTERPRISE RISK MGMT/CLAIMS ADMIN	\$10,973,543	\$10,973,541	\$0	\$0	\$10,973,543	\$10,973,541
TOTAL, GOAL 1	\$10,973,543	\$10,973,541	\$0	\$0	\$10,973,543	\$10,973,541
2 Workers' Compensation Payments: Estimated and Nontransferable						
1 <i>Workers' Compensation Payments: Estimated and Nontransferable</i>						
1 WORKERS' COMPENSATION PAYMENTS	39,681,086	39,681,086	0	0	39,681,086	39,681,086
TOTAL, GOAL 2	\$39,681,086	\$39,681,086	\$0	\$0	\$39,681,086	\$39,681,086
TOTAL, AGENCY STRATEGY REQUEST	\$50,654,629	\$50,654,627	\$0	\$0	\$50,654,629	\$50,654,627
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	\$50,654,629	\$50,654,627	\$0	\$0	\$50,654,629	\$50,654,627

2.F. Summary of Total Request by Strategy
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/22/2022
 TIME : 9:26:43AM

Agency code: 479 Agency name: State Office of Risk Management

Goal/Objective/STRATEGY	Base 2024	Base 2025	Exceptional 2024	Exceptional 2025	Total Request 2024	Total Request 2025
Other Funds:						
666 Appropriated Receipts	\$0	\$0	\$0	\$0	\$0	\$0
777 Interagency Contracts	50,086,879	50,086,877	0	0	50,086,879	50,086,877
8052 Subrogation Receipts	567,750	567,750	0	0	567,750	567,750
	\$50,654,629	\$50,654,627	\$0	\$0	\$50,654,629	\$50,654,627
TOTAL, METHOD OF FINANCING	\$50,654,629	\$50,654,627	\$0	\$0	\$50,654,629	\$50,654,627
FULL TIME EQUIVALENT POSITIONS	131.6	131.6	0.0	0.0	131.6	131.6

2.G. Summary of Total Request Objective Outcomes
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

Date : 8/22/2022
 Time: 9:26:43AM

Agency code: 479 Agency name: State Office of Risk Management

Goal/ Objective / Outcome

	BL 2024	BL 2025	Excp 2024	Excp 2025	Total Request 2024	Total Request 2025
1						
1						
KEY						
1 Incident Rate of Injuries & Illnesses/100 Covered FT State Employees						
	3.55%	3.55%			3.55%	3.55%
KEY						
2 Cost of Workers' Compensation Per Covered State Employee						
	240.00	240.00			240.00	240.00
KEY						
3 Cost of Workers' Compensation Coverage Per \$100 State Payroll						
	0.60	0.60			0.60	0.60

3.A. Strategy Request
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

8/22/2022 9:26:43AM

479 State Office of Risk Management

GOAL: 1 Manage Claim Costs and Protect State Assets
OBJECTIVE: 1 Risk Management and Claims Administration Service Categories:
STRATEGY: 1 Assist/Review Risk Mgmt Programs & Provide Workers' Comp Admin Service: 05 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Output Measures:						
KEY 1	Number of Written Risk Management Program Reviews Conducted	29.00	25.00	25.00	25.00	25.00
KEY 2	Number of Entity Consultations Conducted	257.00 %	229.00 %	229.00 %	229.00 %	229.00 %
3	Number of Employees Served in Risk Management Training Sessions	189.00	180.00	180.00	180.00	180.00
4	Number of Initial Eligibility Determinations Made	7,510.00	8,000.00	8,000.00	8,000.00	8,000.00
KEY 5	Number of Medical Bills Processed	89,208.00	90,000.00	90,000.00	90,000.00	90,000.00
KEY 6	Number of Indemnity Bills Paid	26,178.00	27,000.00	27,000.00	27,000.00	27,000.00
Efficiency Measures:						
1	Cost Per Hour of Services Provided	75.22	88.35	90.00	90.00	90.00
KEY 2	Average Cost to Administer Claim	696.44	745.65	725.00	725.00	725.00
Explanatory/Input Measures:						
KEY 1	Percentage of Total Assessments Collected Used for Claim Payments	82.40 %	91.63 %	98.00 %	98.00 %	98.00 %
Objects of Expense:						
1001	SALARIES AND WAGES	\$6,798,677	\$7,557,391	\$7,557,391	\$7,557,391	\$7,557,391
1002	OTHER PERSONNEL COSTS	\$248,250	\$250,000	\$250,000	\$250,000	\$250,000

3.A. Strategy Request
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Automated Budget and Evaluation System of Texas (ABEST)

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479 State Office of Risk Management

GOAL: 1 Manage Claim Costs and Protect State Assets
OBJECTIVE: 1 Risk Management and Claims Administration Service Categories:
STRATEGY: 1 Assist/Review Risk Mgmt Programs & Provide Workers' Comp Admin Service: 05 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
2001	PROFESSIONAL FEES AND SERVICES	\$1,203,278	\$1,203,278	\$1,650,000	\$1,450,000	\$1,450,000
2003	CONSUMABLE SUPPLIES	\$29,621	\$30,000	\$35,547	\$35,547	\$35,547
2004	UTILITIES	\$4,521	\$5,600	\$5,637	\$5,637	\$5,637
2005	TRAVEL	\$21,823	\$22,000	\$135,000	\$135,000	\$135,000
2006	RENT - BUILDING	\$690	\$720	\$720	\$720	\$720
2007	RENT - MACHINE AND OTHER	\$22,761	\$23,000	\$24,000	\$24,000	\$24,000
2009	OTHER OPERATING EXPENSE	\$1,582,483	\$1,301,350	\$1,796,450	\$1,515,248	\$1,515,246
5000	CAPITAL EXPENDITURES	\$1,073,617	\$99,000	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$10,985,721	\$10,492,339	\$11,454,745	\$10,973,543	\$10,973,541
Method of Financing:						
666	Appropriated Receipts	\$1,220	\$712	\$0	\$0	\$0
777	Interagency Contracts	\$10,984,501	\$10,491,627	\$11,454,745	\$10,973,543	\$10,973,541
SUBTOTAL, MOF (OTHER FUNDS)		\$10,985,721	\$10,492,339	\$11,454,745	\$10,973,543	\$10,973,541

479 State Office of Risk Management

GOAL: 1 Manage Claim Costs and Protect State Assets
 OBJECTIVE: 1 Risk Management and Claims Administration Service Categories:
 STRATEGY: 1 Assist/Review Risk Mgmt Programs & Provide Workers' Comp Admin Service: 05 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$10,973,543	\$10,973,541
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$10,985,721	\$10,492,339	\$11,454,745	\$10,973,543	\$10,973,541
FULL TIME EQUIVALENT POSITIONS:		111.3	108.2	131.6	131.6	131.6

STRATEGY DESCRIPTION AND JUSTIFICATION:

The Executive Director of the Office serves by law as the State Risk Manager. The Office’s responsibilities include enterprise risk and insurance management, continuity of government operations, and the self-insured government employee workers’ compensation program. The Office provides services to 141 state agencies and 123 Community Supervision and Corrections Departments, with 192,000 state employees, nearly \$ 11.6B in insured real and personal property, and assets estimated in excess of \$80B.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

479 State Office of Risk Management

GOAL: 1 Manage Claim Costs and Protect State Assets
 OBJECTIVE: 1 Risk Management and Claims Administration Service Categories:
 STRATEGY: 1 Assist/Review Risk Mgmt Programs & Provide Workers' Comp Admin Service: 05 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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External factors likely to impact Office efforts are: legislation and administrative rulemaking altering the types/levels of risk experienced or requiring additional resources for compliance, including potential exposure to penalties; market volatility and absence of self-insured retentions at the state level; increased losses in response to external factors outside the control of client agencies (e.g., economic downturns, natural disasters, security threats, reductions in workforce); marginalization of risk management leading to inadequate planning/failure to anticipate, avert, and reduce the impact of associated exposures; inadequate continuity planning and testing by client agencies resulting in failure to operate during a crisis; insufficient enforcement mechanisms to encourage compliance; demographic changes affecting the number and severity of injuries; rising medical and indemnity costs; and greater demands respecting the full range of enterprise risk management services.

Internal factors likely to impact efforts are: budgetary constraints negatively affecting available resources, including but not limited to availability/retention of staff with appropriate skills/expertise; increasing contractual complexity requiring specialized expertise; and legacy computer systems negatively affecting the Office's ability to efficiently streamline data compilation/analysis.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	CHANGE	\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$21,947,084	\$21,947,084	\$0	\$0	Total of Explanation of Biennial Change

3.A. Strategy Request
 88th Regular Session, Agency Submission, Version 1
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8/22/2022 9:26:43AM

479 State Office of Risk Management

GOAL: 2 Workers' Compensation Payments: Estimated and Nontransferable
 OBJECTIVE: 1 Workers' Compensation Payments: Estimated and Nontransferable Service Categories:
 STRATEGY: 1 Workers' Compensation Payments: Estimated and Nontransferable Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	\$34,894,594	\$39,567,750	\$39,794,422	\$39,681,086	\$39,681,086
TOTAL, OBJECT OF EXPENSE		\$34,894,594	\$39,567,750	\$39,794,422	\$39,681,086	\$39,681,086
Method of Financing:						
777	Interagency Contracts	\$34,211,950	\$39,000,000	\$39,226,672	\$39,113,336	\$39,113,336
8052	Subrogation Receipts	\$682,644	\$567,750	\$567,750	\$567,750	\$567,750
SUBTOTAL, MOF (OTHER FUNDS)		\$34,894,594	\$39,567,750	\$39,794,422	\$39,681,086	\$39,681,086
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$39,681,086	\$39,681,086
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$34,894,594	\$39,567,750	\$39,794,422	\$39,681,086	\$39,681,086

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

479 State Office of Risk Management

GOAL: 2 Workers' Compensation Payments: Estimated and Nontransferable
 OBJECTIVE: 1 Workers' Compensation Payments: Estimated and Nontransferable Service Categories:
 STRATEGY: 1 Workers' Compensation Payments: Estimated and Nontransferable Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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Workers' Compensation Payments: Estimated and Nontransferable
 This strategy is a separate goal for paying medical expenses and compensation to injured state workers. The Office provides self-insured workers' compensation claims administration services to all state agencies and Community Supervision and Corrections Departments subject to Chapters 412 and 501 of the Texas Labor Code, with the exception of the Texas A&M System, the University of Texas System, and the Texas Department of Transportation. The Office acts in the capacity of insurer, and is responsible for receiving and investigating reports of injuries filed on behalf of employees, determining whether a claim is compensable, and paying income and medical benefits as due. This strategy contributes directly to the priority goal of general state government to support effective, efficient, and accountable state government operations.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Annual costs of the State's workers' compensation program have been reduced by more than \$30 million since FY03. The decrease is due to greater accountability on the part of agencies and improved controls in the Office's claims processing. The annual savings noted are more than sufficient to fund the agency's administrative strategy's costs for a full biennium. There is no transfer authority between this strategy appropriation and the administrative strategies.

Both the medical fee schedule and the indemnity rate may rise, resulting in long term increases. Continued implementation of a workers' compensation certified health care network may result in increased administrative costs for contracting and monitoring the network, though performance-based monitoring and treatment guidelines are anticipated to result in improved outcomes and the potential for long-term savings.

External changes in the law, rules, guidelines, compensation rates, and legal determinations made by TDI/DWC directly affect this strategy. Factors which affect the number/cost of injuries include the number of employees covered, occupational risk levels, safety programs, fraud rates, and staffing levels. Loss of subrogation recoveries would increase net costs by reducing revenue from non-state sources.

3.A. Strategy Request
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 Automated Budget and Evaluation System of Texas (ABEST)

8/22/2022 9:26:43AM

479 State Office of Risk Management

GOAL: 2 Workers' Compensation Payments: Estimated and Nontransferable
 OBJECTIVE: 1 Workers' Compensation Payments: Estimated and Nontransferable Service Categories:
 STRATEGY: 1 Workers' Compensation Payments: Estimated and Nontransferable Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2022 + Bud 2023)</u>	<u>Baseline Request (BL 2024 + BL 2025)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$79,362,172	\$79,362,172	\$0	\$0	Total of Explanation of Biennial Change

3.A. Strategy Request
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SUMMARY TOTALS:

OBJECTS OF EXPENSE:	\$45,880,315	\$50,060,089	\$51,249,167	\$50,654,629	\$50,654,627
METHODS OF FINANCE (INCLUDING RIDERS):				\$50,654,629	\$50,654,627
METHODS OF FINANCE (EXCLUDING RIDERS):	\$45,880,315	\$50,060,089	\$51,249,167	\$50,654,629	\$50,654,627
FULL TIME EQUIVALENT POSITIONS:	111.3	108.2	131.6	131.6	131.6

Automated Budget and Evaluation System of Texas (ABEST)

Agency Code: Agency:

BASE REQUEST STRATEGY: --

Code Type of Expense

Total, Operating Costs

3.C. Rider Appropriations and Unexpended Balances Request

DATE: 8/22/2022
TIME: 9:26:48AM

Automated Budget and Evaluation System of Texas (ABEST)

Agency Code:

RIDER STRATEGY

METHOD OF FINANCING:

Total, Method of Financing

Description/Justification for continuation of existing riders or proposed new rider

3.C. Rider Appropriations and Unexpended Balances Request

DATE: 8/22/2022
TIME: 9:26:48AM

Automated Budget and Evaluation System of Texas (ABEST)

Agency Code:

RIDER	STRATEGY
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SUMMARY:

OBJECT OF EXPENSE TOTAL

METHOD OF FINANCING TOTAL

4.A. Exceptional Item Request Schedule
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/22/2022
 TIME: 9:26:48AM

Agency code: 479 Agency name: State Office of Risk Management

CODE	DESCRIPTION	Excp 2024	Excp 2025
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Item Name: Increase in Board authority to compensate the Executive Director.
Item Priority: 1
IT Component: No
Anticipated Out-year Costs: No
Involve Contracts > \$50,000: No
Includes Funding for the Following Strategy or Strategies: 01-01-01 Assist/Review Risk Mgmt Programs & Provide Workers' Comp Admin

OBJECTS OF EXPENSE:

1001	SALARIES AND WAGES	0	0
TOTAL, OBJECT OF EXPENSE		\$0	\$0

METHOD OF FINANCING:

777	Interagency Contracts	0	0
TOTAL, METHOD OF FINANCING		\$0	\$0

DESCRIPTION / JUSTIFICATION:

The Board of the Office requests that the Executive Director Exempt Position be reclassified to Group 4, consistent with the SAO's Report on Executive Compensation at State Agencies dated August 2020 Report No. 20-706, with a maximum salary authorization of \$171,688. The purpose of this request is to provide the Board the ability to recruit and retain at a competitive salary a qualified individual to serve as Executive Director of the Office, consistent with its duties under Chapter 412, Texas Labor Code. The Board is not requesting additional funding or appropriation authority.

EXTERNAL/INTERNAL FACTORS:

Since its inception in September 1997, the statutory mission of the Office has been expanded significantly by the Legislature to include full-service risk and insurance management functions and enterprise continuity of operations. In the 24 years of operation, the Board has hired four executive directors, with staff serving in an interim capacity as required. The past several SAO biennial studies conducted in 2014, 2016, and most recently 2020, of state agency executive compensation indicate that the maximum salary currently authorized for this position is not competitive in the market average, raising concern for both the short-term and long-term retention of a qualified Risk Manager for the State of Texas.

PCLS TRACKING KEY:

4.B. Exceptional Items Strategy Allocation Schedule
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/22/2022**
 TIME: **9:26:48AM**

Agency code: **479** Agency name: **State Office of Risk Management**

Code	Description	Excp 2024	Excp 2025
Item Name: Increase in Board authority to compensate the Executive Director.			
Allocation to Strategy: 1-1-1 Assist/Review Risk Mgmt Programs & Provide Workers' Comp Admin			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	0	0
TOTAL, OBJECT OF EXPENSE		\$0	\$0
METHOD OF FINANCING:			
777	Interagency Contracts	0	0
TOTAL, METHOD OF FINANCING		\$0	\$0

4.C. Exceptional Items Strategy Request
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/22/2022
TIME: 9:26:48AM

Agency Code: **479** Agency name: **State Office of Risk Management**

GOAL: 1 Manage Claim Costs and Protect State Assets

OBJECTIVE: 1 Risk Management and Claims Administration

Service Categories:

STRATEGY: 1 Assist/Review Risk Mgmt Programs & Provide Workers' Comp Admin

Service: 05 Income: A.2 Age: B.3

CODE DESCRIPTION

Exp 2024

Exp 2025

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Increase in Board authority to compensate the Executive Director.

5.A. Capital Budget Project Schedule

DATE: **8/22/2022**
 TIME : **9:26:49AM**

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:

Agency name:

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE

Est 2022

Bud 2023

BL 2024

BL 2025

/

OBJECTS OF EXPENSE

TYPE OF FINANCING

Others

Subtotal TOF, Project

Subtotal OOE, Project

Capital Subtotal, Category

Informational Subtotal, Category

Total, Category

AGENCY TOTAL -CAPITAL

AGENCY TOTAL -INFORMATIONAL

AGENCY TOTAL

METHOD OF FINANCING:

Others

5.A. Capital Budget Project Schedule

DATE: 8/22/2022
TIME : 9:26:49AM

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:

Agency name:

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE

Est 2022

Bud 2023

BL 2024

BL 2025

TYPE OF FINANCING:

Others

Total, Type of Financing

5.B. Capital Budget Project Information

DATE: 8/22/2022
TIME: 9:26:49AM

Automated Budget and Evaluation System of Texas (ABEST)

Agency Code:	Agency name:
Category Number:	Category Name:
Project number:	Project Name:

PROJECT DESCRIPTION

General Information

Number of Units / Average Unit Cost

Estimated Completion Date

Additional Capital Expenditure Amounts Required

Type of Financing

Projected Useful Life

Estimated/Actual Project Cost

Length of Financing/ Lease Period

ESTIMATED/ACTUAL DEBT OBLIGATION PAYMENTS

**Total over
project life**

REVENUE GENERATION / COST SAVINGS

Explanation:

Project Location:

Beneficiaries:

Frequency of Use and External Factors Affecting Use:

5.C. Capital Budget Allocation to Strategies (Baseline)

DATE: 8/22/2022
TIME: 9:26:49AM

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:

Agency name:

Category Code/Name

Project Sequence/Project Id/Name

Goal/Obj/Str

Strategy Name

/

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TOTAL, PROJECT

TOTAL CAPITAL, ALL PROJECTS

TOTAL INFORMATIONAL, ALL PROJECTS

TOTAL, ALL PROJECTS

Automated Budget and Evaluation System of Texas (ABEST)

Agency Code:
Project Number:

Agency name:
Project name:

Operating Expenses Estimates (For Information Only)

CODE DESCRIPTION

OPERATING COSTS DESCRIPTION AND JUSTIFICATION:

Automated Budget and Evaluation System of Texas (ABEST)

Category Code/Name

Project Sequence/Name

Goal/Obj/Str Strategy Name

--

Automated Budget and Evaluation System of Texas (ABEST)

TOTAL,
TOTAL, ALL PROJECTS

6.A. Historically Underutilized Business Supporting Schedule
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

Date: 8/22/2022
 Time: 9:26:50AM

Agency Code: 479 Agency: State Office of Risk Management

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

A. Fiscal Year - HUB Expenditure Information

Statewide HUB Goals	Procurement Category	% Goal	HUB Expenditures FY 2020			Total Expenditures FY 2020		HUB Expenditures FY 2021			Total Expenditures FY 2021	
			% Actual	Diff	Actual \$	% Goal	% Actual	Diff	Actual \$	FY 2021		
23.7%	Professional Services	23.7 %	69.9%	46.2%	\$23,012	\$32,912	23.7 %	64.5%	40.8%	\$17,863	\$27,703	
26.0%	Other Services	26.0 %	30.1%	4.1%	\$346,222	\$1,149,357	26.0 %	0.0%	-26.0%	\$397	\$1,193,843	
21.1%	Commodities	21.1 %	37.8%	16.7%	\$114,175	\$301,720	21.1 %	0.6%	-20.5%	\$5,437	\$885,138	
	Total Expenditures		32.6%		\$483,409	\$1,483,989		1.1%		\$23,697	\$2,106,684	

B. Assessment of Attainment of HUB Procurement Goals

Attainment:

For FY20, the agency exceeded Three (3) of the three (3) of the applicable statewide HUB procurement category goals: Professional Services(69.9%); Other Services(30.1%) and Commodities (37.8%). For FY21, the agency met One (1) of the three (3) HUB procurement category goals.

Applicability:

The Heavy and Building Construction procurement goals are not applicable to the agency's FY24-25 business operations. The agency does not have any strategies or programs related to construction

Factors Affecting Attainment:

There are a number of factors that affected the levels of attainment for the FY21 cycle, and the largest expenditure for the agency is for a software as a service that has no subcontracting.

C. Good-Faith Efforts to Increase HUB Participation

Outreach Efforts and Mentor-Protégé Programs:

The OAG does not currently have any Mentor Protege Program relationships established, but is working diligently to assist in establishing these connections within the vendor community. The OAG continues to provide education and resources to ensure HUB businesses have opportunities to do business with the State of Texas.

HUB Program Staffing:

Current and Future Good-Faith Efforts:

6.A. Historically Underutilized Business Supporting Schedule
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: **8/22/2022**
Time: **9:26:50AM**

Agency Code: **479** Agency: **State Office of Risk Management**

The OAG good faith efforts include: (1) A monthly meeting between the HUB Coordinator and Executive Management where the internal HUB monthly expenditure reports are discussed, updates are given on events attended and upcoming events scheduled, and HUB strategies and ideas are shared. (2) The HUB Coordinator participates in the HUB discussion work group meetings as well as participates in multiple HUB networking events and HUB business fairs throughout the year.

Automated Budget and Evaluation System of Texas (ABEST)

CFDA NUMBER/ STRATEGY

SUMMARY LISTING OF FEDERAL PROGRAM AMOUNTS

TOTAL, ALL STRATEGIES

TOTAL, ADDL FED FUNDS FOR EMPL BENEFITS

TOTAL, FEDERAL FUNDS

TOTAL, ADDL GR FOR EMPL BENEFITS

SUMMARY OF SPECIAL CONCERNS/ISSUES

Assumptions and Methodology:

Potential Loss:

6.D. Federal Funds Tracking Schedule

DATE: 8/22/2022

TIME : 9:26:50AM

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:

Agency name:

**Federal
FY**

Total

**Difference
from Award**

CFDA

Total

6.E. Estimated Revenue Collections Supporting Schedule
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code: **479** Agency name: **State Office of Risk Management**

FUND/ACCOUNT	Act 2021	Exp 2022	Est 2023	Est 2024	Est 2025
<u>777</u> Interagency Contracts					
Beginning Balance (Unencumbered):	\$0	\$0	\$0	\$0	\$0
Estimated Revenue:					
3719 Fees/Copies or Filing of Records	1,220	712	0	0	0
3947 State Office of Risk Mgmt Assessmts	45,196,451	49,491,627	50,681,418	50,088,456	50,088,455
Subtotal: Actual/Estimated Revenue	45,197,671	49,492,339	50,681,418	50,088,456	50,088,455
Total Available	\$45,197,671	\$49,492,339	\$50,681,418	\$50,088,456	\$50,088,455
DEDUCTIONS:					
Expended / Budgeted	(43,167,475)	(40,759,454)	(48,722,918)	(48,129,956)	(48,129,955)
UB to Next AY	0	(6,780,714)	0	0	0
State Retirement (90327)	(637,141)	(669,154)	(670,000)	(670,000)	(670,000)
OASI (91142)	(520,036)	(552,449)	(555,000)	(555,000)	(555,000)
Group Insurance (99327)	(869,976)	(727,250)	(730,000)	(730,000)	(730,000)
BRP (23102)	(3,043)	(3,318)	(3,500)	(3,500)	(3,500)
Total, Deductions	\$(45,197,671)	\$(49,492,339)	\$(50,681,418)	\$(50,088,456)	\$(50,088,455)
Ending Fund/Account Balance	\$0	\$0	\$0	\$0	\$0

REVENUE ASSUMPTIONS:

CONTACT PERSON:

Darwin Hamilton, Interm CFO

6.E. Estimated Revenue Collections Supporting Schedule
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

Agency Code: **479** Agency name: **State Office of Risk Management**

FUND/ACCOUNT	Act 2021	Exp 2022	Est 2023	Est 2024	Est 2025
8052 Subrogation Receipts					
Beginning Balance (Unencumbered):	\$682,644	\$567,750	\$567,750	\$567,750	\$567,750
Estimated Revenue:					
DEDUCTIONS:					
Expended / Budgeted	(682,644)	(567,750)	(567,750)	(567,750)	(567,750)
Total, Deductions	\$(682,644)	\$(567,750)	\$(567,750)	\$(567,750)	\$(567,750)
Ending Fund/Account Balance	\$0	\$0	\$0	\$0	\$0

REVENUE ASSUMPTIONS:

CONTACT PERSON:

Darwin Hamilton, Interm CFO

6.F.a. Advisory Committee Supporting Schedule ~ Part A

88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: 8/22/2022
Time: 9:26:53AM

Agency Code: **479** Agency: **State Office of Risk Management**

Statutory Authorization:
Number of Members:
Committee Status:
Date Created:
Date to Be Abolished:
Strategy (Strategies):

Advisory Committee Costs	Expended Exp 2021	Estimated Est 2022	Budgeted Bud 2023	Requested BL 2024	Requested BL 2025
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Method of Financing

Meetings Per Fiscal Year

6.F.a. Advisory Committee Supporting Schedule ~ Part A

88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: 8/22/2022
Time: 9:26:53AM

Agency Code: **479** Agency: **State Office of Risk Management**

Description and Justification for Continuation/Consequences of Abolishing

6.F.b. Advisory Committee Supporting Schedule ~ Part B

Date: **8/22/2022**

Time: **9:26:53AM**

88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code: **479** Agency: **State Office of Risk Management**

ADVISORY COMMITTEES THAT SHOULD BE ABOLISHED/CONSOLIDATED

Reasons for Abolishing

6.K. Part A Budgetary Impacts Related to Recently Enacted State Legislation Schedule

DATE: **8/22/2022**

TIME: **9:26:54AM**

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:

Agency name:

Expanded or New Initiative:

Legal Authority for Item:

Description/Key Assumptions (including start up/implementation costs and ongoing costs):

State Budget by Program:

IT Component:

Involve Contracts > \$50,000:

TOTAL FTES

Description of IT Component Included in New or Expanded Initiative:

Is this IT component a New or Current Project?

FTEs related to IT Component?

Proposed Software:

Proposed Hardware:

Development Cost and Other Costs:

Type of Project:

6.K. Part A Budgetary Impacts Related to Recently Enacted State Legislation Schedule

DATE: **8/22/2022**

TIME: **9:26:54AM**

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:

Agency name:

Estimated IT Cost:

Total Over Life of Project

Contract Description:

6.K. Part B Summary of Costs Related to Recently Enacted State Legislation Schedule

DATE: **8/22/2022**

TIME: **9:26:54AM**

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:

Agency name:

ITEM EXPANDED OR NEW INITIATIVE

Total, Cost Related to Expanded or New Initiatives

METHOD OF FINANCING

Total, Method of Financing

FULL-TIME-EQUIVALENTS (FTES):

7.A. Indirect Administrative and Support Costs

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Automated Budget and Evaluation System of Texas (ABEST)

GRAND TOTALS

Full-Time-Equivalent Positions (FTE)

7.B. Direct Administrative and Support Costs

DATE: 8/22/2022

TIME : 9:26:54AM

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:

Agency name:

Agency code:

Agency name:

GRAND TOTALS

Full-Time-Equivalent Positions (FTE)