Texas Workforce Commission
Three Percent Reduction Options
as of August 18, 2026

Required 3% Base Reduction	**$ 19,551,610**

Recommended Options for Reduction

#	Program	Recommended Base Reduction	Federal Impact per $1 Reduction	Total Financial Impact	Est Total Program Impacted	Remaining General Revenue for Grants
1	**Employer and Community Based Organization Partnerships** Rider 49 requires TWC to dedicate $4.0M annually to implement a program with community based organizations in partnership with employers to move Texans off public benefits and into the workforce. This reduction would remove these funds from the budget with a corresponding request to delete the rider.	**$ 8,000,000**	$ -	$ 8,000,000	2,352 clients	$ -
2	**Skills Development Fund** This recommendation would reduce the amount available for Skills Development grants by approximately 12%.	**$ 6,309,335**	$ -	$ 6,309,335	3,269 clients	$45.7 million
3	**Jobs and Education for Texans (JET)** This recommendation would reduce the amount available for JET grants by approximately 12%.	**$ 3,715,436**	$ -	$ 3,715,436	1,712 students	$26.3 million
4	**Lonestar Workforce Future Fund** This recommendation would reduce the amount available for Lonestar Workforce Future Fund grants by approximately 12%.	**$ 618,415**	$ -	$ 618,415	82 clients	$4.4 million
5	**The Women's Institute for Technology Employment Training** Rider 25 requires TWC to dedicate $250,000 annually to support comprehensive program with statewide activity funds to develop curriculum, courses, and programs to prepare single women with children who are economically disadvantaged or on state or federal assistance, for entry-level jobs and careers in Texas manufacturing and technology based industries. This reduction would remove these funds from the budget with a corresponding request to delete the rider.	**$ 500,000**	$ -	$ 500,000	N/A	$ -
6	**Business Enterprise Program Trust Fund 5043** Estimated revenue collections is anticipated to decline. This would remove the budget that is anticipated not to be utilized.	**$ 408,424**	$ -	$ 408,424	N/A	N/A
Total Reduction		**$ 19,551,610**	$ -	$ 19,551,610	$ -	$ -

Other Programs to Consider

#	Program	Federal Impact per $1 Reduction	Total Impact per $1 Reduction	Est Average Cost per Client Served[1]	Est Program Impacted per $1M GR Reduction
7	**Apprenticeship Grants (Chapter 133 Related Classroom Instruction, Pre-Apprenticeship, and TIRA)** Apprenticeship dollars are budgeted to provide on-the-job training for individuals going into apprenticeshipable fields. Reductions to state funds in this program could reduce the contact hour rate paid to instructors, reduce the number of individuals served, or some combination of the two.	$ -	$ 1.00	$ 757	1,322 clients
8	**Vocational Rehabilitation (VR) Match** State VR Match funds are budgeted in the VR program to provide client services and are used to draw down the federal VR Matching grant.	$ 3.69	$ 4.69	$ 5,400	185 clients
9	**Child Care Match** State Child Care Match funds are budgeted in the Child Care program to provide child care grants to the board areas and are used to draw down the federal Child Care Matching grant.[2]	$ 1.44	$ 2.44	$ 1,035	76 children
10	**Supplemental Nutrition Assistance Program (SNAP) Match** SNAP Match funds are budgeted in the SNAP program to provide Employment and Training grants to the board areas and to draw down the federal 50/50 SNAP grant.	$ 1.00	$ 2.00	$ 1,174	852 clients

Notes:
1) Average cost per client served based on FY28-29 Legislative Appropriations Request assumptions.
2) The amount that each state dollar can draw down is determined by the state's Federal Medical Assistance Percentage (FMAP) in any given year. While TWC has the option to cover the reduction by using future FY funds to match the federal grant or increasing the certification requirement by the boards areas; it is assumed in this scenario that TWC would simply forgo the federal dollars. The FMAP assumed to calculate the projected reduction is the FY28 FMAP preliminary rate of 59 percent.