

December XX, 2021

Ms. Sara Hicks
Budget Director
Office of the Governor
1100 San Jacinto, Room 441-A
Austin, Texas 78701

Mr. Jerry McGinty
Director
Legislative Budget Board
1501 N. Congress, 5th Floor
Austin, TX 78701

Dear Ms. Hicks and Mr. McGinty:

In accordance with Senate Bill 1, General Appropriations Act (GAA), 87th Legislature, Regular Session, Article IX, Section 14.03(b), the Texas Workforce Commission (TWC) is requesting to exceed its 2022 capital budget for Repair and Rehabilitation of Buildings and Facilities by \$2,354,545 above its 25% statutorily permitted increase to a total appropriation of \$9,291,501.

On December XXst, 2021, TWC's three-member Commission approved submitting the request to exceed in its public meeting. The reason for this request is due to unplanned roof repairs to its McAllen, Texas Unemployment Insurance (UI) call center due to heavy rain, unplanned HVAC repairs to the Vocational Rehabilitation Criss Cole Rehabilitation Center and unplanned necessary drainpipe and HVAC repairs at its Fort Worth UI Call center. The method of finance for these repairs would be 100% Unemployment Insurance (CFDA 17.225) and Vocational Rehabilitation (CFDA 84.126) federal funds.

TWC is requesting this additional authority to conduct these high priority repairs since other planned 2022 high priority projects have already begun, including structural repairs to its main parking garage, and waterproofing its Annex building in downtown Austin. The table below provides the request to exceed by CFDA:

| Capital Appropriation | 2022 GAA | 2022 Budget with 25% Transfer (Article IX 14.03(h)) | Additional Authority Requested (CFDA 17.225 UI) | Additional Authority Requested (CFDA 84.126 VR) | 2022 Total Request to Exceed | 2022 Total After Approval |
|------------------------------|-----------------|--|--|--|-------------------------------------|----------------------------------|
| Repair and Rehab | \$5,549,568 | \$6,936,960 | \$1,204,535 | \$1,150,000 | \$2,354,535 | \$9,291,501 |

Thank you for consideration in this matter. Should you have any questions, or require additional information, please contact Chris Nelson, Chief Financial Officer at (512) 463-1829.

Sincerely,

Edward Serna
Executive Director