

Railroad Commission of Texas

Operating Budget

For the Fiscal Year 2018



Submitted to
THE GOVERNOR'S OFFICE OF BUDGET, PLANNING AND POLICY
and the
LEGISLATIVE BUDGET BOARD

December 2017

Ryan Sitton
Commissioner

Christi Craddick
Chairman

Wayne Christian
Commissioner

www.rrc.texas.gov



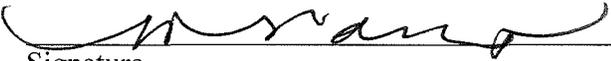
CERTIFICATE

Agency Name Railroad Commission of Texas

This is to certify that the information contained in the agency operating budget filed with the Legislative Budget Board (LBB) and the Governor's Office of Budget, Planning and Policy (GOBPP) 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 GOBPP will be notified in writing in accordance with Senate Bill 1, Article IX, Section 7.01, Eighty-fifth Legislature, Regular Session, 2017.

Chief Executive Office or Presiding Judge


Signature

Wei Wang, CPA, CIA, CISA
Printed Name

Interim Executive Director
Title

December 01, 2017
Date

Board or Commission Chair

Signature

Printed Name

Title

Date

Chief Financial Officer


Signature

Wei Wang, CPA, CIA, CISA
Printed Name

Chief Financial Officer
Title

December 01, 2017
Date

Operating Budget

for Fiscal Year 2018

Submitted to the
Governor's Office of Budget, Planning and Policy
and the Legislative Budget Board

by

Railroad Commission of Texas

Christi Craddick, Chairman
Ryan Sitton, Commissioner
Wayne Christian, Commissioner

www.rrc.texas.gov

December 01, 2017

Railroad Commission of Texas

Table of Contents

Budget Overview

| | |
|--|------|
| 2.A. Summary of Budget by Strategy..... | II.A |
| 2.B. Summary of Budget by Method of Finance..... | II.B |
| 2.C. Summary of Budget by Object of Expense..... | II.C |
| 2.D. Summary of Objective Outcomes..... | II.D |

Strategy Request

| | |
|----------------------------------|-------|
| 3.A. Strategy Level Detail | III.A |
|----------------------------------|-------|

Supporting Schedules

| | |
|--|------|
| 4.A. Capital Budget Project Schedule | IV.A |
| 4.B. Federal Funds Supporting Schedule | IV.B |
| 4.D. Estimated Revenue Collections Supporting Schedule | IV.D |

2.A. Summary of Budget By Strategy

DATE : 11/28/2017

TIME : 1:18:54PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

| Goal/Objective/STRATEGY | EXP 2016 | EXP 2017 | BUD 2018 |
|---|---------------------|---------------------|----------------------|
| 1 Oversee Oil and Gas Resource Development | | | |
| 1 <i>Increase Opportunities for Oil and Gas Resource Development</i> | | | |
| 1 ENERGY RESOURCE DEVELOPMENT | \$11,708,475 | \$10,911,094 | \$18,667,734 |
| TOTAL, GOAL 1 | \$11,708,475 | \$10,911,094 | \$18,667,734 |
| 2 Advance Safety Through Training, Monitoring, and Enforcement | | | |
| 1 <i>Improve Pipeline Safety</i> | | | |
| 1 PIPELINE SAFETY | \$6,393,642 | \$7,212,802 | \$12,857,020 |
| 2 PIPELINE DAMAGE PREVENTION | \$887,225 | \$1,259,560 | \$1,190,117 |
| 2 <i>Alternative Energy & Safety Through Regulation</i> | | | |
| 1 REGULATE ALT FUEL RESOURCES | \$2,238,170 | \$2,760,184 | \$2,489,681 |
| TOTAL, GOAL 2 | \$9,519,037 | \$11,232,546 | \$16,536,818 |
| 3 Min. Harmful Effects of Energy Prod & Ensure Fair Rates for Consumers | | | |
| 1 <i>Reduce Occurrence of Environmental Violations</i> | | | |
| 1 OIL/GAS MONITOR & INSPECTIONS | \$18,471,666 | \$17,204,058 | \$28,700,420 |
| 2 SURFACE MINING MONITORING/INSPECT | \$3,623,393 | \$3,782,419 | \$3,539,266 |
| 2 <i>Identify and Abate Environmental Threats</i> | | | |
| 1 OIL&GAS WELL PLUGGING & REMEDIATION | \$14,658,516 | \$23,119,806 | \$72,209,844 |
| 2 SURFACE MINING RECLAMATION | \$2,475,013 | \$6,103,898 | \$3,698,295 |
| 3 <i>Maintain Competitive Prices and Adequate Supplies for Consumers</i> | | | |
| 1 GAS UTILITY COMMERCE | \$2,281,609 | \$2,430,602 | \$2,159,274 |
| TOTAL, GOAL 3 | \$41,510,197 | \$52,640,783 | \$110,307,099 |
| 4 Public Access to Information and Services | | | |
| 1 <i>Increase Public Access to Information</i> | | | |
| 1 PUBLIC INFORMATION AND SERVICES | \$2,044,230 | \$1,850,433 | \$2,630,020 |
| TOTAL, GOAL 4 | \$2,044,230 | \$1,850,433 | \$2,630,020 |

2.A. Summary of Budget By Strategy

DATE : 11/28/2017

TIME : 1:18:54PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

| Goal/Objective/STRATEGY | EXP 2016 | EXP 2017 | BUD 2018 |
|---|---------------------|---------------------|----------------------|
| General Revenue Funds: | | | |
| 1 General Revenue Fund | \$10,072,051 | \$16,985,262 | \$30,550,662 |
| | \$10,072,051 | \$16,985,262 | \$30,550,662 |
| General Revenue Dedicated Funds: | | | |
| 5155 Oil & Gas Regulation | \$46,410,137 | \$52,732,729 | \$68,241,247 |
| | \$46,410,137 | \$52,732,729 | \$68,241,247 |
| Federal Funds: | | | |
| 555 Federal Funds | \$6,401,378 | \$5,179,673 | \$8,755,774 |
| | \$6,401,378 | \$5,179,673 | \$8,755,774 |
| Other Funds: | | | |
| 599 Economic Stabilization Fund | \$0 | \$0 | \$38,200,000 |
| 666 Appropriated Receipts | \$1,898,373 | \$1,737,192 | \$2,393,988 |
| | \$1,898,373 | \$1,737,192 | \$40,593,988 |
| TOTAL, METHOD OF FINANCING | \$64,781,939 | \$76,634,856 | \$148,141,671 |
| FULL TIME EQUIVALENT POSITIONS | 717.1 | 683.5 | 827.1 |

2.B. Summary of Budget By Method of Finance
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:18:22PM

Agency code: 455 Agency name: Railroad Commission

| METHOD OF FINANCING | Exp 2016 | Exp 2017 | Bud 2018 |
|--|---------------------|---------------------|---------------------|
| <u>GENERAL REVENUE</u> | | | |
| 1 General Revenue Fund | | | |
| <i>REGULAR APPROPRIATIONS</i> | | | |
| Regular Appropriations from MOF Table (2018-19 GAA) | \$0 | \$0 | \$10,725,662 |
| Regular Appropriations from MOF Table (2016-17 GAA) | \$12,823,161 | \$12,733,986 | \$0 |
| <i>RIDER APPROPRIATION</i> | | | |
| Art IX, Sec 13.11, Earned Federal Funds (2016-17 GAA) | \$1,762,962 | \$2,813,342 | \$0 |
| Art IX, Sec 18.31, Contingency for HB7 (2016-17 GAA) | \$(1,772,614) | \$(1,674,483) | \$0 |
| <i>TRANSFERS</i> | | | |
| Art IX, Sec 18.02, Salary Increase for General State Employees (2016-17) | \$207,182 | \$187,396 | \$0 |
| <i>SUPPLEMENTAL, SPECIAL OR EMERGENCY APPROPRIATIONS</i> | | | |
| Art VI-49, Rider 15, Operational Stability Fund (2018-19 GAA) | \$0 | \$0 | \$19,825,000 |
| <i>LAPSED APPROPRIATIONS</i> | | | |
| Regular Appropriation from MOF Table (2016-17 GAA) | \$(22,695) | \$(924) | \$0 |
| <i>UNEXPENDED BALANCES AUTHORITY</i> | | | |
| Art VI-50,Rider 15, UB Between Fiscal Years (2016-17 GAA) | \$(2,925,945) | \$2,925,945 | \$0 |
| TOTAL, General Revenue Fund | \$10,072,051 | \$16,985,262 | \$30,550,662 |
| TOTAL, ALL GENERAL REVENUE | \$10,072,051 | \$16,985,262 | \$30,550,662 |

GENERAL REVENUE FUND - DEDICATED

5155 GR Dedicated - Oil and Gas Regulation and Cleanup Account No. 5155

2.B. Summary of Budget By Method of Finance
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/28/2017**
 TIME: **2:18:22PM**

Agency code: **455** Agency name: **Railroad Commission**

| METHOD OF FINANCING | Exp 2016 | Exp 2017 | Bud 2018 |
|--|---------------------|---------------------|---------------------|
| <i>REGULAR APPROPRIATIONS</i> | | | |
| Regular Appropriations from MOF Table (2016-17 GAA) | \$64,763,060 | \$65,217,176 | \$0 |
| Regular Appropriations from MOF Table (2018-19 GAA) | \$0 | \$0 | \$68,241,247 |
| <i>RIDER APPROPRIATION</i> | | | |
| Art IX, Sec 18.31 Contingency for HB7 (2016-17 GAA) | \$1,772,614 | \$1,674,483 | \$0 |
| <i>TRANSFERS</i> | | | |
| Art IX, Sec 18.02, Salary Increase for General State Employees (2016-17 GAA) | \$639,620 | \$551,492 | \$0 |
| <i>LAPSED APPROPRIATIONS</i> | | | |
| Regular Appropriation from MOF Table (2016-17 GAA) | \$(426,218) | \$(35,049,361) | \$0 |
| <i>UNEXPENDED BALANCES AUTHORITY</i> | | | |
| Art VI-50, Rider 15, UB Between Fiscal Years (2016-17 GAA) | \$(20,338,939) | \$20,338,939 | \$0 |
| TOTAL, GR Dedicated - Oil and Gas Regulation and Cleanup Account No. 5155 | \$46,410,137 | \$52,732,729 | \$68,241,247 |
| TOTAL, ALL GENERAL REVENUE FUND - DEDICATED | \$46,410,137 | \$52,732,729 | \$68,241,247 |

FEDERAL FUNDS

555 Federal Funds

REGULAR APPROPRIATIONS

| | | | |
|---|-------------|-------------|-------------|
| Regular Appropriations from MOF Table (2016-17 GAA) | \$7,141,756 | \$7,037,477 | \$0 |
| Regular Appropriations from MOF Table (2018-19 GAA) | \$0 | \$0 | \$8,755,774 |

TRANSFERS

| | | | |
|--|----------|----------|-----|
| Art IX, Sec 18.02, Salary Increase for General State Employees (2016-17 GAA) | \$74,536 | \$68,268 | \$0 |
|--|----------|----------|-----|

2.B. Summary of Budget By Method of Finance
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017

TIME: 2:18:22PM

Agency code: 455 Agency name: Railroad Commission

| METHOD OF FINANCING | Exp 2016 | Exp 2017 | Bud 2018 |
|--|--------------------|--------------------|--------------------|
| <i>LAPSED APPROPRIATIONS</i> | | | |
| Regular Appropriation from MOF Table (2016-17 GAA) | \$(11,784) | \$(2,729,202) | \$0 |
| <i>UNEXPENDED BALANCES AUTHORITY</i> | | | |
| Art VI-50, Rider 15, UB Between Fiscal Years (2016-17 GAA) | \$(803,130) | \$803,130 | \$0 |
| TOTAL, Federal Funds | \$6,401,378 | \$5,179,673 | \$8,755,774 |
| TOTAL, ALL FEDERAL FUNDS | \$6,401,378 | \$5,179,673 | \$8,755,774 |

OTHER FUNDS

| | | | |
|--|-------------|-------------|---------------------|
| 599 Economic Stabilization Fund | | | |
| <i>REGULAR APPROPRIATIONS</i> | | | |
| Regular Appropriations from MOF Table (2018-19 GAA) | \$0 | \$0 | \$38,200,000 |
| TOTAL, Economic Stabilization Fund | \$0 | \$0 | \$38,200,000 |
| 666 Appropriated Receipts | | | |
| <i>REGULAR APPROPRIATIONS</i> | | | |
| Regular Appropriations from MOF Table (2016-17 GAA) | \$2,406,457 | \$2,406,457 | \$0 |
| Regular Appropriations from MOF Table (2018-19 GAA) | \$0 | \$0 | \$2,393,988 |
| <i>RIDER APPROPRIATION</i> | | | |
| Art IX, Sec 8.07, Seminars and Conference (2016-17 GAA) | \$63,204 | \$91,467 | \$0 |
| <i>TRANSFERS</i> | | | |
| Art IX, Sec 18.02, Salary Increase for General State Employees (2016-17 GAA) | \$42,531 | \$42,531 | \$0 |

2.B. Summary of Budget By Method of Finance
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:18:22PM

Agency code: 455 Agency name: Railroad Commission

| METHOD OF FINANCING | Exp 2016 | Exp 2017 | Bud 2018 |
|---|---------------------|---------------------|----------------------|
| <i>LAPSED APPROPRIATIONS</i> | | | |
| Regular Appropriation from MOF Table (2016-17 GAA) | \$(56,885) | \$(1,360,197) | \$0 |
| <i>UNEXPENDED BALANCES AUTHORITY</i> | | | |
| Art VI-50, Rider 15, UB within the Biennium (2016-17 GAA) | \$(556,934) | \$556,934 | \$0 |
| TOTAL, Appropriated Receipts | \$1,898,373 | \$1,737,192 | \$2,393,988 |
| TOTAL, ALL OTHER FUNDS | \$1,898,373 | \$1,737,192 | \$40,593,988 |
| GRAND TOTAL | \$64,781,939 | \$76,634,856 | \$148,141,671 |
| FULL-TIME-EQUIVALENT POSITIONS | | | |
| <i>REGULAR APPROPRIATIONS</i> | | | |
| Regular Appropriations from MOF Table (2016-17 GAA) | 820.1 | 820.1 | 0.0 |
| Regular Appropriations from MOF Table (2018-19 GAA) | 0.0 | 0.0 | 827.1 |
| <i>LAPSED APPROPRIATIONS</i> | | | |
| Regular Appropriations from MOF Table (2016-17 GAA) | (103.0) | (136.6) | 0.0 |
| TOTAL, ADJUSTED FTES | 717.1 | 683.5 | 827.1 |
| NUMBER OF 100% FEDERALLY FUNDED FTES | 5.8 | 5.8 | 5.8 |

2.D. Summary of Budget By Objective Outcomes
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation system of Texas (ABEST)

Date : 11/28/2017
 Time: 2:22:29PM

Agency code: 455 Agency name: **Railroad Commission**

| Goal/ Objective / OUTCOME | Exp 2016 | Exp 2017 | Bud2018 |
|--|----------|----------|---------|
| 1 Oversee Oil and Gas Resource Development | | | |
| 1 <i>Increase Opportunities for Oil and Gas Resource Development</i> | | | |
| KEY 1 Percent of Oil and Gas Wells that Are Active | 73.00 % | 73.00 % | 77.00 % |
| 2 Advance Safety Through Training, Monitoring, and Enforcement | | | |
| 1 <i>Improve Pipeline Safety</i> | | | |
| KEY 1 Average Number of Safety Violations | 1.67 | 2.50 | 1.55 |
| 2 <i>Alternative Energy & Safety Through Regulation</i> | | | |
| 1 Average Number of LPG/CNG/LNG Violations | 1.51 | 1.43 | 1.30 |
| 2 Percent of LPG/CNG/LNG Inspections W/ Non-compliance Items | 80.00 % | 85.00 % | 90.00 % |
| 3 Min. Harmful Effects of Energy Prod & Ensure Fair Rates for Consumers | | | |
| 1 <i>Reduce Occurrence of Environmental Violations</i> | | | |
| KEY 1 Percent of Oil and Gas Inspections that Identify Violations | 15.80 % | 13.00 % | 14.00 % |
| 2 <i>Identify and Abate Environmental Threats</i> | | | |
| KEY 1 Percent of Known Orphaned Wells Plugged W/Use of State-Managed Funds | 5.40 | 10.50 | 14.50 |
| 2 % Pollution Sites Inves., Assessed, Cleaned w/State-Managed Funds | 11.95 | 10.20 | 9.40 |
| 3 <i>Maintain Competitive Prices and Adequate Supplies for Consumers</i> | | | |
| 1 Average Texas Residential Gas Price as a Percent of National Gas Price | 102.60 | 117.00 | 103.00 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

GOAL: 1 Oversee Oil and Gas Resource Development
OBJECTIVE: 1 Increase Opportunities for Oil and Gas Resource Development
STRATEGY: 1 Promote Energy Resource Development Opportunities

Service Categories:

Service: 37 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|------------------------------------|--|------------------|------------------|------------------|
| Output Measures: | | | | |
| | 1 Number of Organizations Permitted or Renewed | 8,430.00 | 8,354.00 | 8,500.00 |
| KEY | 2 Number of Drilling Permit Applications Processed | 10,471.00 | 14,491.00 | 15,000.00 |
| KEY | 3 Number of Wells Monitored | 436,747.00 | 436,012.00 | 440,000.00 |
| Efficiency Measures: | | | | |
| | 1 Average Number of Cases Completed Per Examiner | 104.00 | 112.00 | 100.00 |
| KEY | 2 Average Number of Wells Monitored Per Analyst | 29,848.00 | 32,754.00 | 27,000.00 |
| | 3 Percent Permit Applications Processed Within Time Frames | 89.00 % | 93.00 % | 90.00 % |
| KEY | 4 Average Number of Days to Process a Drilling Permit | 3.00 | 5.00 | 3.00 |
| Explanatory/Input Measures: | | | | |
| | 1 Number of Active Oil and Gas Rigs | 489.00 | 455.00 | 600.00 |
| | 2 Oil Produced from Leases W/C02 Injection Wells for Tertiary Recovery | 87,199,003.00 | 82,370,770.00 | 94,000,000.00 |
| | 3 Volume of CO2 Stored Underground | 0.00 | 0.00 | 0.00 |
| | 4 Annual Calendar Year Production of Texas Crude Oil | 1,232,101,207.00 | 1,155,825,144.00 | 1,100,000,000.00 |
| | 5 Annual Calendar Year Production of Texas Natural Gas | 8,710,454,349.00 | 8,168,767,765.00 | 8,650,000,000.00 |
| | 6 Number of Horizontal Drilling Permits Applications Processed | 5,948.00 | 9,483.00 | 9,750.00 |
| | 7 Number of Vertical Drilling Permit Applications Processed | 4,515.00 | 5,026.00 | 5,250.00 |
| Objects of Expense: | | | | |
| 1001 | SALARIES AND WAGES | \$7,669,719 | \$7,273,775 | \$9,521,089 |
| 1002 | OTHER PERSONNEL COSTS | \$398,589 | \$389,348 | \$407,349 |
| 2001 | PROFESSIONAL FEES AND SERVICES | \$3,366,389 | \$3,118,066 | \$3,091,254 |
| 2002 | FUELS AND LUBRICANTS | \$302 | \$318 | \$300 |
| 2003 | CONSUMABLE SUPPLIES | \$25,737 | \$30,109 | \$33,895 |
| 2004 | UTILITIES | \$29 | \$28 | \$25 |
| 2005 | TRAVEL | \$16,477 | \$6,792 | \$8,859 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

GOAL: 1 Oversee Oil and Gas Resource Development

OBJECTIVE: 1 Increase Opportunities for Oil and Gas Resource Development

STRATEGY: 1 Promote Energy Resource Development Opportunities

Service Categories:

Service: 37 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|--|---------------------------|---------------------|---------------------|---------------------|
| 2006 | RENT - BUILDING | \$232 | \$232 | \$232 |
| 2007 | RENT - MACHINE AND OTHER | \$20,708 | \$14,571 | \$33,975 |
| 2009 | OTHER OPERATING EXPENSE | \$210,293 | \$77,855 | \$5,570,756 |
| 5000 | CAPITAL EXPENDITURES | \$0 | \$0 | \$0 |
| TOTAL, OBJECT OF EXPENSE | | \$11,708,475 | \$10,911,094 | \$18,667,734 |
| Method of Financing: | | | | |
| 1 | General Revenue Fund | \$0 | \$0 | \$4,405,387 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$0 | \$0 | \$4,405,387 |
| Method of Financing: | | | | |
| 5155 | Oil & Gas Regulation | \$10,586,978 | \$9,937,577 | \$13,143,018 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) | | \$10,586,978 | \$9,937,577 | \$13,143,018 |
| Method of Financing: | | | | |
| 555 | Federal Funds | | | |
| 66.433.000 | State Underground Water S | \$516,092 | \$419,092 | \$419,092 |
| CFDA Subtotal, Fund | 555 | \$516,092 | \$419,092 | \$419,092 |
| SUBTOTAL, MOF (FEDERAL FUNDS) | | \$516,092 | \$419,092 | \$419,092 |
| Method of Financing: | | | | |
| 666 | Appropriated Receipts | \$605,405 | \$554,425 | \$700,237 |
| SUBTOTAL, MOF (OTHER FUNDS) | | \$605,405 | \$554,425 | \$700,237 |
| TOTAL, METHOD OF FINANCE : | | \$11,708,475 | \$10,911,094 | \$18,667,734 |
| FULL TIME EQUIVALENT POSITIONS: | | 130.6 | 120.3 | 169.7 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

GOAL: 2 Advance Safety Through Training, Monitoring, and Enforcement

OBJECTIVE: 1 Improve Pipeline Safety

STRATEGY: 1 Ensure Pipeline Safety

Service Categories:

Service: 17 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|--|---|--------------------|--------------------|---------------------|
| Output Measures: | | | | |
| KEY 1 | Number of Pipeline Safety Inspections Performed | 2,823.00 | 2,812.00 | 4,295.00 |
| 2 | Number of Pipeline Safety Violations Identified through Inspections | 1,835.00 | 2,152.00 | 1,975.00 |
| 3 | # Pipeline Accident Investigations & Special Investigations | 563.00 | 598.00 | 580.00 |
| Efficiency Measures: | | | | |
| KEY 1 | Average Number of Pipeline Field Inspections Per Field Inspector | 99.00 | 108.00 | 105.00 |
| Objects of Expense: | | | | |
| 1001 | SALARIES AND WAGES | \$4,761,266 | \$4,972,349 | \$5,860,048 |
| 1002 | OTHER PERSONNEL COSTS | \$79,794 | \$83,937 | \$216,560 |
| 2001 | PROFESSIONAL FEES AND SERVICES | \$544,925 | \$712,089 | \$1,578,724 |
| 2002 | FUELS AND LUBRICANTS | \$124,267 | \$136,528 | \$140,453 |
| 2003 | CONSUMABLE SUPPLIES | \$25,736 | \$25,410 | \$15,285 |
| 2004 | UTILITIES | \$6,522 | \$5,619 | \$5,934 |
| 2005 | TRAVEL | \$457,631 | \$457,504 | \$1,110,241 |
| 2006 | RENT - BUILDING | \$45,821 | \$45,823 | \$47,236 |
| 2007 | RENT - MACHINE AND OTHER | \$12,065 | \$12,395 | \$23,235 |
| 2009 | OTHER OPERATING EXPENSE | \$207,153 | \$165,861 | \$3,595,304 |
| 5000 | CAPITAL EXPENDITURES | \$128,462 | \$595,287 | \$264,000 |
| TOTAL, OBJECT OF EXPENSE | | \$6,393,642 | \$7,212,802 | \$12,857,020 |
| Method of Financing: | | | | |
| 1 | General Revenue Fund | \$3,288,245 | \$4,089,776 | \$2,740,084 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$3,288,245 | \$4,089,776 | \$2,740,084 |
| Method of Financing: | | | | |
| 5155 | Oil & Gas Regulation | \$1,142,824 | \$1,093,726 | \$5,623,680 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **455** Agency name: **Railroad Commission**

GOAL: 2 Advance Safety Through Training, Monitoring, and Enforcement

OBJECTIVE: 1 Improve Pipeline Safety

STRATEGY: 1 Ensure Pipeline Safety

Service Categories:

Service: 17 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|--|----------------------------|--------------------|--------------------|---------------------|
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) | | \$1,142,824 | \$1,093,726 | \$5,623,680 |
| Method of Financing: | | | | |
| 555 Federal Funds | | | | |
| | 20.700.000 Pipeline Safety | \$1,962,573 | \$2,029,300 | \$4,291,252 |
| CFDA Subtotal, Fund | 555 | \$1,962,573 | \$2,029,300 | \$4,291,252 |
| SUBTOTAL, MOF (FEDERAL FUNDS) | | \$1,962,573 | \$2,029,300 | \$4,291,252 |
| Method of Financing: | | | | |
| 666 Appropriated Receipts | | | | |
| SUBTOTAL, MOF (OTHER FUNDS) | | \$0 | \$0 | \$202,004 |
| TOTAL, METHOD OF FINANCE : | | \$6,393,642 | \$7,212,802 | \$12,857,020 |
| FULL TIME EQUIVALENT POSITIONS: | | 81.1 | 82.2 | 105.0 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

GOAL: 2 Advance Safety Through Training, Monitoring, and Enforcement

OBJECTIVE: 1 Improve Pipeline Safety

STRATEGY: 2 Pipeline Damage Prevention

Service Categories:

Service: 17 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|--|---|------------------|--------------------|--------------------|
| Output Measures: | | | | |
| KEY 1 | Number of Excavation Damage Enforcement Cases Completed | 4,647.00 | 3,641.00 | 4,000.00 |
| Objects of Expense: | | | | |
| 1001 | SALARIES AND WAGES | \$706,541 | \$1,011,311 | \$958,801 |
| 1002 | OTHER PERSONNEL COSTS | \$25,071 | \$37,288 | \$24,783 |
| 2001 | PROFESSIONAL FEES AND SERVICES | \$112,153 | \$123,135 | \$118,381 |
| 2002 | FUELS AND LUBRICANTS | \$515 | \$517 | \$500 |
| 2003 | CONSUMABLE SUPPLIES | \$2,137 | \$2,877 | \$2,358 |
| 2004 | UTILITIES | \$341 | \$1,709 | \$2,058 |
| 2005 | TRAVEL | \$10,570 | \$11,054 | \$10,956 |
| 2006 | RENT - BUILDING | \$4,229 | \$3,194 | \$1,003 |
| 2007 | RENT - MACHINE AND OTHER | \$4,122 | \$4,177 | \$5,250 |
| 2009 | OTHER OPERATING EXPENSE | \$21,546 | \$64,298 | \$66,027 |
| TOTAL, OBJECT OF EXPENSE | | \$887,225 | \$1,259,560 | \$1,190,117 |
| Method of Financing: | | | | |
| 1 | General Revenue Fund | \$149,681 | \$815,045 | \$316,503 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$149,681 | \$815,045 | \$316,503 |
| Method of Financing: | | | | |
| 5155 | Oil & Gas Regulation | \$264,987 | \$255,892 | \$357,182 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) | | \$264,987 | \$255,892 | \$357,182 |
| Method of Financing: | | | | |
| 555 | Federal Funds | | | |
| 20.700.000 | Pipeline Safety | \$472,557 | \$188,623 | \$458,000 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **455** Agency name: **Railroad Commission**

GOAL: 2 Advance Safety Through Training, Monitoring, and Enforcement

OBJECTIVE: 1 Improve Pipeline Safety

STRATEGY: 2 Pipeline Damage Prevention

Service Categories:

Service: 17 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|--|---------------------------|------------------|--------------------|--------------------|
| CFDA Subtotal, Fund | 555 | \$472,557 | \$188,623 | \$458,000 |
| SUBTOTAL, MOF (FEDERAL FUNDS) | | \$472,557 | \$188,623 | \$458,000 |
| Method of Financing: | | | | |
| | 666 Appropriated Receipts | \$0 | \$0 | \$58,432 |
| SUBTOTAL, MOF (OTHER FUNDS) | | \$0 | \$0 | \$58,432 |
| TOTAL, METHOD OF FINANCE : | | \$887,225 | \$1,259,560 | \$1,190,117 |
| FULL TIME EQUIVALENT POSITIONS: | | 12.0 | 16.7 | 17.5 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

GOAL: 2 Advance Safety Through Training, Monitoring, and Enforcement

OBJECTIVE: 2 Alternative Energy & Safety Through Regulation

STRATEGY: 1 Regulate Alternative Fuel Resources

Service Categories:

Service: 36 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|------|-------------|----------|----------|----------|
|------|-------------|----------|----------|----------|

Output Measures:

| | | | | |
|-------|---|-----------|-----------|-----------|
| KEY 1 | # of LPG/LNG/CNG Safety Inspections Performed | 17,129.00 | 17,053.00 | 17,000.00 |
| 2 | # of LPG/LNG/CNG Safety Violations Identified through Inspection | 15,142.00 | 16,984.00 | 16,000.00 |
| 3 | Number of LPG/CNG/LNG Investigations | 277.00 | 226.00 | 200.00 |
| 4 | Number of LPG/CNG/LNG Exams Administered | 35,138.00 | 34,918.00 | 34,000.00 |
| 5 | # Training Hours Provided to LP-gas Licensees and Certificate Holders | 2,360.00 | 2,664.00 | 2,500.00 |

Efficiency Measures:

| | | | | |
|---|--|----------|----------|----------|
| 1 | Average Number of LPG/CNG/LNG Safety Inspections Per Inspector | 1,544.00 | 1,535.00 | 1,500.00 |
| 2 | Percent of LPG/CNG/LNG Reports Processed W/ in 30 Days | 95.00 % | 85.00 % | 90.00 % |
| 3 | Percentage of Applications to Install LPG/CNG/LNG Facility Processed | 95.00 % | 85.00 % | 90.00 % |

Objects of Expense:

| | | | | |
|---------------------------------|--------------------------------|--------------------|--------------------|--------------------|
| 1001 | SALARIES AND WAGES | \$1,790,140 | \$1,953,773 | \$1,962,533 |
| 1002 | OTHER PERSONNEL COSTS | \$100,323 | \$103,685 | \$143,737 |
| 2001 | PROFESSIONAL FEES AND SERVICES | \$72,549 | \$82,807 | \$117,152 |
| 2002 | FUELS AND LUBRICANTS | \$34,541 | \$41,054 | \$51,338 |
| 2003 | CONSUMABLE SUPPLIES | \$8,695 | \$19,166 | \$10,289 |
| 2004 | UTILITIES | \$1,404 | \$1,578 | \$4,498 |
| 2005 | TRAVEL | \$76,295 | \$98,114 | \$90,823 |
| 2007 | RENT - MACHINE AND OTHER | \$5,497 | \$5,542 | \$5,337 |
| 2009 | OTHER OPERATING EXPENSE | \$102,064 | \$98,500 | \$103,974 |
| 4000 | GRANTS | \$0 | \$167,311 | \$0 |
| 5000 | CAPITAL EXPENDITURES | \$46,662 | \$188,654 | \$0 |
| TOTAL, OBJECT OF EXPENSE | | \$2,238,170 | \$2,760,184 | \$2,489,681 |

Method of Financing:

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **455** Agency name: **Railroad Commission**

GOAL: 2 Advance Safety Through Training, Monitoring, and Enforcement

OBJECTIVE: 2 Alternative Energy & Safety Through Regulation

STRATEGY: 1 Regulate Alternative Fuel Resources

Service Categories:

Service: 36 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|--|-----------------------|--------------------|--------------------|--------------------|
| 1 | General Revenue Fund | \$1,694,155 | \$2,309,192 | \$1,862,681 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$1,694,155 | \$2,309,192 | \$1,862,681 |
| Method of Financing: | | | | |
| 666 | Appropriated Receipts | \$544,015 | \$450,992 | \$627,000 |
| SUBTOTAL, MOF (OTHER FUNDS) | | \$544,015 | \$450,992 | \$627,000 |
| TOTAL, METHOD OF FINANCE : | | \$2,238,170 | \$2,760,184 | \$2,489,681 |
| FULL TIME EQUIVALENT POSITIONS: | | 30.5 | 32.3 | 35.4 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

GOAL: 3 Min. Harmful Effects of Energy Prod & Ensure Fair Rates for Consumers

OBJECTIVE: 1 Reduce Occurrence of Environmental Violations

Service Categories:

STRATEGY: 1 Oil and Gas Monitoring and Inspections

Service: 36 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|------------------------------------|---|--------------|--------------|--------------|
| Output Measures: | | | | |
| KEY 1 | Number of Oil and Gas Facility Inspections Performed | 124,299.00 | 116,191.00 | 130,000.00 |
| | 2 Number of Enforcement Referrals for Legal Action | 317.00 | 303.00 | 300.00 |
| KEY 3 | # Oil & Gas Environmental Permit Applications & Reports Processed | 106,018.00 | 103,119.00 | 110,000.00 |
| | 4 # of Actions Initiated through Issuance of Severance/Seal Orders (HQ) | 70,650.00 | 55,338.00 | 60,000.00 |
| | 5 Number of District-initiated Issuance of Severance/seal Orders | 550.00 | 600.00 | 600.00 |
| | 6 Number of Oil and Gas Inspections with No Violation | 87,500.00 | 87,500.00 | 91,000.00 |
| | 7 Percent of Wells not Inspected in Last Five Years | 65.00 % | 50.00 % | 35.00 % |
| Efficiency Measures: | | | | |
| KEY 1 | Avg # of Oil and Gas Facility Inspections Performed/District Staff | 861.00 | 824.00 | 950.00 |
| | 2 Percent of Total Well Population Inspected | 22.30 % | 22.50 % | 22.50 % |
| Explanatory/Input Measures: | | | | |
| KEY 1 | # of Oil/Gas Wells and Other Related Facilities Subject to Regulation | 462,816.00 | 459,166.00 | 468,000.00 |
| | 2 Number of Statewide Rule Violations | 33,075.00 | 32,500.00 | 32,500.00 |
| | 3 Number of Major Statewide Rule Violations | 500.00 | 500.00 | 500.00 |
| | 4 Percent of Violations Corrected Within 90 Days | 70.00 % | 70.00 % | 80.00 % |
| Objects of Expense: | | | | |
| 1001 | SALARIES AND WAGES | \$15,080,122 | \$15,086,262 | \$15,372,142 |
| 1002 | OTHER PERSONNEL COSTS | \$685,768 | \$686,194 | \$688,055 |
| 2001 | PROFESSIONAL FEES AND SERVICES | \$1,546,321 | \$176,786 | \$3,585,263 |
| 2002 | FUELS AND LUBRICANTS | \$381,386 | \$300,521 | \$150,500 |
| 2003 | CONSUMABLE SUPPLIES | \$25,065 | \$23,773 | \$55,738 |
| 2004 | UTILITIES | \$15,286 | \$11,473 | \$17,988 |
| 2005 | TRAVEL | \$22,630 | \$19,654 | \$55,485 |
| 2006 | RENT - BUILDING | \$327,540 | \$328,545 | \$352,175 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

GOAL: 3 Min. Harmful Effects of Energy Prod & Ensure Fair Rates for Consumers

OBJECTIVE: 1 Reduce Occurrence of Environmental Violations

Service Categories:

STRATEGY: 1 Oil and Gas Monitoring and Inspections

Service: 36 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|--|--------------------------|---------------------|---------------------|---------------------|
| 2007 | RENT - MACHINE AND OTHER | \$57,874 | \$67,864 | \$53,204 |
| 2009 | OTHER OPERATING EXPENSE | \$208,311 | \$230,525 | \$7,645,870 |
| 5000 | CAPITAL EXPENDITURES | \$121,363 | \$272,461 | \$724,000 |
| TOTAL, OBJECT OF EXPENSE | | \$18,471,666 | \$17,204,058 | \$28,700,420 |
| Method of Financing: | | | | |
| 1 | General Revenue Fund | \$0 | \$0 | \$6,772,994 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$0 | \$0 | \$6,772,994 |
| Method of Financing: | | | | |
| 5155 | Oil & Gas Regulation | \$18,471,666 | \$17,204,058 | \$21,927,426 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) | | \$18,471,666 | \$17,204,058 | \$21,927,426 |
| TOTAL, METHOD OF FINANCE : | | \$18,471,666 | \$17,204,058 | \$28,700,420 |
| FULL TIME EQUIVALENT POSITIONS: | | 256.7 | 249.5 | 279.0 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

GOAL: 3 Min. Harmful Effects of Energy Prod & Ensure Fair Rates for Consumers

OBJECTIVE: 1 Reduce Occurrence of Environmental Violations

Service Categories:

STRATEGY: 2 Surface Mining Monitoring and Inspections

Service: 36 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|------------------------------------|--|--------------------|--------------------|--------------------|
| Output Measures: | | | | |
| KEY 1 | Number of Coal Mining Inspections Performed | 492.00 | 422.00 | 500.00 |
| 2 | Number of Coal Mining Permit Actions Processed | 583.00 | 628.00 | 550.00 |
| 3 | Percent of Uranium Exploration Sites Inspected Monthly | 75.00 % | 25.00 % | 95.00 % |
| Efficiency Measures: | | | | |
| 1 | Average # Days to Process Uranium Exploration Permitting Actions | 22.00 | 18.00 | 30.00 |
| 2 | Percent of Coal Permitting Actions Within Statutory Time Frames | 97.00 % | 97.00 % | 90.00 % |
| Explanatory/Input Measures: | | | | |
| 1 | Annual Calendar Year Production of Texas Lignite Coal | 36,277,112.00 | 39,139,879.00 | 38,000,000.00 |
| Objects of Expense: | | | | |
| 1001 | SALARIES AND WAGES | \$3,145,994 | \$3,204,771 | \$3,085,774 |
| 1002 | OTHER PERSONNEL COSTS | \$105,896 | \$106,628 | \$109,265 |
| 2001 | PROFESSIONAL FEES AND SERVICES | \$192,350 | \$1,740 | \$47,332 |
| 2002 | FUELS AND LUBRICANTS | \$16,172 | \$19,492 | \$55,043 |
| 2003 | CONSUMABLE SUPPLIES | \$19,351 | \$10,948 | \$20,636 |
| 2004 | UTILITIES | \$13,680 | \$16,964 | \$17,100 |
| 2005 | TRAVEL | \$21,782 | \$28,062 | \$59,180 |
| 2006 | RENT - BUILDING | \$19,302 | \$19,303 | \$17,132 |
| 2007 | RENT - MACHINE AND OTHER | \$5,871 | \$5,814 | \$5,887 |
| 2009 | OTHER OPERATING EXPENSE | \$43,639 | \$26,601 | \$121,917 |
| 5000 | CAPITAL EXPENDITURES | \$39,356 | \$342,096 | \$0 |
| TOTAL, OBJECT OF EXPENSE | | \$3,623,393 | \$3,782,419 | \$3,539,266 |
| Method of Financing: | | | | |
| 1 | General Revenue Fund | \$2,200,586 | \$2,621,263 | \$1,986,263 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

GOAL: 3 Min. Harmful Effects of Energy Prod & Ensure Fair Rates for Consumers

OBJECTIVE: 1 Reduce Occurrence of Environmental Violations

STRATEGY: 2 Surface Mining Monitoring and Inspections

Service Categories:

Service: 36 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|--|--------------------------------------|--------------------|--------------------|--------------------|
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$2,200,586 | \$2,621,263 | \$1,986,263 |
| Method of Financing: | | | | |
| 555 Federal Funds | | | | |
| | 15.250.000 Regulation of Surface Coa | \$1,370,375 | \$1,108,724 | \$1,500,571 |
| CFDA Subtotal, Fund | 555 | \$1,370,375 | \$1,108,724 | \$1,500,571 |
| SUBTOTAL, MOF (FEDERAL FUNDS) | | \$1,370,375 | \$1,108,724 | \$1,500,571 |
| Method of Financing: | | | | |
| 666 Appropriated Receipts | | | | |
| SUBTOTAL, MOF (OTHER FUNDS) | | \$52,432 | \$52,432 | \$52,432 |
| TOTAL, METHOD OF FINANCE : | | \$3,623,393 | \$3,782,419 | \$3,539,266 |
| FULL TIME EQUIVALENT POSITIONS: | | 53.6 | 51.1 | 55.3 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

GOAL: 3 Min. Harmful Effects of Energy Prod & Ensure Fair Rates for Consumers

OBJECTIVE: 2 Identify and Abate Environmental Threats

Service Categories:

STRATEGY: 1 Oil and Gas Well Plugging and Remediation

Service: 36 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|------|-------------|----------|----------|----------|
|------|-------------|----------|----------|----------|

Output Measures:

| | | | | |
|-------|--|--------------|--------------|--------------|
| KEY 1 | # Abandoned Sites Investigated, Assessed or Cleaned Up w/State Funds | 241.00 | 218.00 | 188.00 |
| KEY 2 | Number of Orphaned Wells Plugged with the Use of State-Managed Funds | 544.00 | 917.00 | 979.00 |
| KEY 3 | Tot Aggr Plugging Depth of Orphaned Wells Plugged Use of State Funds | 1,034,619.00 | 1,906,854.00 | 1,920,000.00 |

Efficiency Measures:

| | | | | |
|---|--|--------|-------|--------|
| 1 | Avg Number of Days to Complete State-Managed Abandoned Site Clean-up | 105.00 | 84.00 | 150.00 |
| 2 | Avg # Days to Plug an Orphaned Well W/ Use of State-Managed Funds | 53.00 | 42.00 | 75.00 |

Explanatory/Input Measures:

| | | | | |
|---|--|------------|------------|------------|
| 1 | # of Abandoned Sites that Are Candidates for State-Managed Cleanup | 2,017.00 | 2,144.00 | 2,000.00 |
| 2 | Number of Complex Operator-initiated Cleanups | 534.00 | 516.00 | 525.00 |
| 3 | Number of Orphaned Wells Approved for Plugging | 811.00 | 1,103.00 | 1,000.00 |
| 4 | # of Known Orphaned Wells in Non-compliance w/Commission Plugging Rule | 10,161.00 | 8,759.00 | 9,275.00 |
| 5 | # Wells Plugged by Operators without Use of State-Managed Funds | 9,296.00 | 10,325.00 | 6,200.00 |
| 6 | Percent Active Well Operators with Inactive Wells | 42.00 % | 41.00 % | 40.00 % |
| 7 | Number of Shut-in/Inactive Wells | 116,067.00 | 117,203.00 | 110,000.00 |

Objects of Expense:

| | | | | |
|------|--------------------------------|-------------|-------------|-------------|
| 1001 | SALARIES AND WAGES | \$5,232,253 | \$4,194,399 | \$5,626,043 |
| 1002 | OTHER PERSONNEL COSTS | \$161,908 | \$145,851 | \$163,907 |
| 2001 | PROFESSIONAL FEES AND SERVICES | \$1,148,778 | \$3,045,045 | \$3,025,196 |
| 2002 | FUELS AND LUBRICANTS | \$97,806 | \$121,644 | \$712,352 |
| 2003 | CONSUMABLE SUPPLIES | \$9,613 | \$6,070 | \$22,968 |
| 2004 | UTILITIES | \$5,294 | \$4,318 | \$5,411 |
| 2005 | TRAVEL | \$12,552 | \$16,294 | \$25,890 |
| 2006 | RENT - BUILDING | \$78,918 | \$79,285 | \$120,970 |
| 2007 | RENT - MACHINE AND OTHER | \$17,625 | \$17,305 | \$23,367 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

GOAL: 3 Min. Harmful Effects of Energy Prod & Ensure Fair Rates for Consumers

OBJECTIVE: 2 Identify and Abate Environmental Threats

Service Categories:

STRATEGY: 1 Oil and Gas Well Plugging and Remediation

Service: 36 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|--|-----------------------------------|---------------------|---------------------|---------------------|
| 2009 | OTHER OPERATING EXPENSE | \$7,893,769 | \$15,489,595 | \$62,483,740 |
| TOTAL, OBJECT OF EXPENSE | | \$14,658,516 | \$23,119,806 | \$72,209,844 |
| Method of Financing: | | | | |
| 1 | General Revenue Fund | \$0 | \$0 | \$8,025,962 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$0 | \$0 | \$8,025,962 |
| Method of Financing: | | | | |
| 5155 | Oil & Gas Regulation | \$14,343,653 | \$22,807,947 | \$25,680,578 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) | | \$14,343,653 | \$22,807,947 | \$25,680,578 |
| Method of Financing: | | | | |
| 555 | Federal Funds | | | |
| 66.460.000 | Nonpoint Source Implement | \$0 | \$0 | \$0 |
| 66.817.000 | State and Tribal Response Program | \$112,859 | \$111,859 | \$111,859 |
| CFDA Subtotal, Fund | 555 | \$112,859 | \$111,859 | \$111,859 |
| SUBTOTAL, MOF (FEDERAL FUNDS) | | \$112,859 | \$111,859 | \$111,859 |
| Method of Financing: | | | | |
| 599 | Economic Stabilization Fund | \$0 | \$0 | \$38,200,000 |
| 666 | Appropriated Receipts | \$202,004 | \$200,000 | \$191,445 |
| SUBTOTAL, MOF (OTHER FUNDS) | | \$202,004 | \$200,000 | \$38,391,445 |
| TOTAL, METHOD OF FINANCE : | | \$14,658,516 | \$23,119,806 | \$72,209,844 |
| FULL TIME EQUIVALENT POSITIONS: | | 89.1 | 69.4 | 100.3 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

GOAL: 3 Min. Harmful Effects of Energy Prod & Ensure Fair Rates for Consumers

OBJECTIVE: 2 Identify and Abate Environmental Threats

Service Categories:

STRATEGY: 2 Surface Mining Reclamation

Service: 36 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|--|--|--------------------|--------------------|--------------------|
| Explanatory/Input Measures: | | | | |
| | 1 Percent of Abandoned Sites on Which Reclamation Has Been Initiated | 75.00 % | 80.00 % | 90.00 % |
| Objects of Expense: | | | | |
| 1001 | SALARIES AND WAGES | \$446,375 | \$496,956 | \$519,311 |
| 1002 | OTHER PERSONNEL COSTS | \$48,550 | \$51,720 | \$53,886 |
| 2001 | PROFESSIONAL FEES AND SERVICES | \$1,948,188 | \$5,515,183 | \$3,058,071 |
| 2002 | FUELS AND LUBRICANTS | \$4,078 | \$4,276 | \$25,035 |
| 2003 | CONSUMABLE SUPPLIES | \$2,675 | \$1,232 | \$1,256 |
| 2005 | TRAVEL | \$5,049 | \$13,598 | \$15,048 |
| 2007 | RENT - MACHINE AND OTHER | \$2,002 | \$2,275 | \$4,400 |
| 2009 | OTHER OPERATING EXPENSE | \$18,096 | \$18,658 | \$21,288 |
| TOTAL, OBJECT OF EXPENSE | | \$2,475,013 | \$6,103,898 | \$3,698,295 |
| Method of Financing: | | | | |
| | 1 General Revenue Fund | \$508,091 | \$4,781,823 | \$1,723,295 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$508,091 | \$4,781,823 | \$1,723,295 |
| Method of Financing: | | | | |
| | 555 Federal Funds | | | |
| | 15.252.000 Abandoned Mine Land Recla | \$1,966,922 | \$1,322,075 | \$1,975,000 |
| CFDA Subtotal, Fund | 555 | \$1,966,922 | \$1,322,075 | \$1,975,000 |
| SUBTOTAL, MOF (FEDERAL FUNDS) | | \$1,966,922 | \$1,322,075 | \$1,975,000 |
| Method of Financing: | | | | |
| | 666 Appropriated Receipts | \$0 | \$0 | \$0 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **455** Agency name: **Railroad Commission**

GOAL: 3 Min. Harmful Effects of Energy Prod & Ensure Fair Rates for Consumers

OBJECTIVE: 2 Identify and Abate Environmental Threats

STRATEGY: 2 Surface Mining Reclamation

Service Categories:

Service: 36 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|--|-------------|--------------------|--------------------|--------------------|
| SUBTOTAL, MOF (OTHER FUNDS) | | \$0 | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE : | | \$2,475,013 | \$6,103,898 | \$3,698,295 |
| FULL TIME EQUIVALENT POSITIONS: | | 7.6 | 8.2 | 9.3 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

GOAL: 3 Min. Harmful Effects of Energy Prod & Ensure Fair Rates for Consumers

OBJECTIVE: 3 Maintain Competitive Prices and Adequate Supplies for Consumers

STRATEGY: 1 Ensure Fair Rates and Compliance to Rate Structures

Service Categories:

Service: 17 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|--|--|--------------------|--------------------|--------------------|
| Output Measures: | | | | |
| | 1 Number of Audits Conducted | 143.00 | 136.00 | 140.00 |
| KEY | 2 Number of Gas Utility Dockets Filed | 86.00 | 103.00 | 60.00 |
| | 3 Number of Gas Utilitys' Compliance, Tariff and Escalator Filings | 128,343.00 | 127,918.00 | 130,000.00 |
| Efficiency Measures: | | | | |
| | 1 Average Number of Audits Per Auditor | 18.00 | 17.00 | 17.50 |
| Explanatory/Input Measures: | | | | |
| | 1 Cost of Gas Included in Average Residential Gas Bill | 1.00 | 1.00 | 1.00 |
| Objects of Expense: | | | | |
| | 1001 SALARIES AND WAGES | \$1,961,406 | \$2,069,022 | \$1,872,439 |
| | 1002 OTHER PERSONNEL COSTS | \$71,166 | \$82,250 | \$69,529 |
| | 2001 PROFESSIONAL FEES AND SERVICES | \$158,488 | \$175,787 | \$120,806 |
| | 2003 CONSUMABLE SUPPLIES | \$5,106 | \$6,612 | \$5,447 |
| | 2004 UTILITIES | \$3,648 | \$3,658 | \$3,229 |
| | 2005 TRAVEL | \$30,032 | \$30,793 | \$30,773 |
| | 2006 RENT - BUILDING | \$13,220 | \$13,221 | \$12,060 |
| | 2007 RENT - MACHINE AND OTHER | \$3,368 | \$3,469 | \$3,506 |
| | 2009 OTHER OPERATING EXPENSE | \$35,175 | \$45,790 | \$41,485 |
| TOTAL, OBJECT OF EXPENSE | | \$2,281,609 | \$2,430,602 | \$2,159,274 |
| Method of Financing: | | | | |
| | 1 General Revenue Fund | \$2,231,293 | \$2,368,163 | \$2,096,836 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$2,231,293 | \$2,368,163 | \$2,096,836 |
| Method of Financing: | | | | |
| | 666 Appropriated Receipts | \$50,316 | \$62,439 | \$62,438 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **455** Agency name: **Railroad Commission**

GOAL: 3 Min. Harmful Effects of Energy Prod & Ensure Fair Rates for Consumers

OBJECTIVE: 3 Maintain Competitive Prices and Adequate Supplies for Consumers

STRATEGY: 1 Ensure Fair Rates and Compliance to Rate Structures

Service Categories:

Service: 17 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|--|-------------|--------------------|--------------------|--------------------|
| SUBTOTAL, MOF (OTHER FUNDS) | | \$50,316 | \$62,439 | \$62,438 |
| TOTAL, METHOD OF FINANCE : | | \$2,281,609 | \$2,430,602 | \$2,159,274 |
| FULL TIME EQUIVALENT POSITIONS: | | 33.4 | 34.2 | 33.7 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 455 Agency name: Railroad Commission

GOAL: 4 Public Access to Information and Services

OBJECTIVE: 1 Increase Public Access to Information

STRATEGY: 1 Public Information and Services

Service Categories:

Service: 37 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|------|-------------|----------|----------|----------|
|------|-------------|----------|----------|----------|

Output Measures:

| | | | | |
|-------|---|--------------|--------------|--------------|
| KEY 1 | Number of Documents Provided to Customers by Info Services | 205,067.00 | 196,797.00 | 125,000.00 |
| 2 | Number of Reports Provided to Customers from Electronic Data Records | 4,348.00 | 5,044.00 | 4,275.00 |
| 3 | Number of Railroad Commission Records Imaged From Non-digital Formats | 1,904,937.00 | 1,746,108.00 | 1,700,000.00 |

Objects of Expense:

| | | | | |
|---------------------------------|--------------------------------|--------------------|--------------------|--------------------|
| 1001 | SALARIES AND WAGES | \$1,329,184 | \$1,183,347 | \$1,228,071 |
| 1002 | OTHER PERSONNEL COSTS | \$53,911 | \$50,527 | \$54,014 |
| 2001 | PROFESSIONAL FEES AND SERVICES | \$77,206 | \$177,991 | \$125,591 |
| 2003 | CONSUMABLE SUPPLIES | \$26,182 | \$15,206 | \$19,855 |
| 2006 | RENT - BUILDING | \$55,737 | \$39,133 | \$58,987 |
| 2007 | RENT - MACHINE AND OTHER | \$31,371 | \$22,884 | \$34,326 |
| 2009 | OTHER OPERATING EXPENSE | \$352,940 | \$339,302 | \$1,109,176 |
| 5000 | CAPITAL EXPENDITURES | \$117,699 | \$22,043 | \$0 |
| TOTAL, OBJECT OF EXPENSE | | \$2,044,230 | \$1,850,433 | \$2,630,020 |

Method of Financing:

| | | | | |
|---|----------------------|-----|-----|-----------|
| 1 | General Revenue Fund | \$0 | \$0 | \$620,657 |
|---|----------------------|-----|-----|-----------|

SUBTOTAL, MOF (GENERAL REVENUE FUNDS) \$0 \$0 \$620,657

Method of Financing:

| | | | | |
|------|----------------------|-------------|-------------|-------------|
| 5155 | Oil & Gas Regulation | \$1,600,029 | \$1,433,529 | \$1,509,363 |
|------|----------------------|-------------|-------------|-------------|

SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) \$1,600,029 \$1,433,529 \$1,509,363

Method of Financing:

| | | | | |
|-----|-----------------------|-----------|-----------|-----------|
| 666 | Appropriated Receipts | \$444,201 | \$416,904 | \$500,000 |
|-----|-----------------------|-----------|-----------|-----------|

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **455** Agency name: **Railroad Commission**

GOAL: 4 Public Access to Information and Services

OBJECTIVE: 1 Increase Public Access to Information

STRATEGY: 1 Public Information and Services

Service Categories:

Service: 37 Income: A.2 Age: B.3

| CODE | DESCRIPTION | EXP 2016 | EXP 2017 | BUD 2018 |
|--|-------------|--------------------|--------------------|--------------------|
| SUBTOTAL, MOF (OTHER FUNDS) | | \$444,201 | \$416,904 | \$500,000 |
| TOTAL, METHOD OF FINANCE : | | \$2,044,230 | \$1,850,433 | \$2,630,020 |
| FULL TIME EQUIVALENT POSITIONS: | | 22.5 | 19.6 | 21.9 |

3.A. Strategy Level Detail

DATE: 11/28/2017

TIME: 2:22:50PM

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

SUMMARY TOTALS:

| | | | |
|--|---------------------|---------------------|----------------------|
| OBJECTS OF EXPENSE: | \$64,781,939 | \$76,634,856 | \$148,141,671 |
| METHODS OF FINANCE : | \$64,781,939 | \$76,634,856 | \$148,141,671 |
| FULL TIME EQUIVALENT POSITIONS: | 717.1 | 683.5 | 827.1 |

4.A. Capital Budget Project Schedule
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:24:09PM

Agency code: 455

Agency name: Railroad Commission

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE

EXP 2016

EXP 2017

BUD 2018

5005 Acquisition of Information Resource Technologies

1/1 Technology Replacement and Upgrade

OBJECTS OF EXPENSE

Capital

| | | | | |
|------------------------------|--|----------|-----------|-----------|
| 2009 OTHER OPERATING EXPENSE | | \$48,703 | \$150,810 | \$199,755 |
|------------------------------|--|----------|-----------|-----------|

| | | | | |
|-------------------------------|---|----------|-----------|-----------|
| Capital Subtotal OOE, Project | 1 | \$48,703 | \$150,810 | \$199,755 |
|-------------------------------|---|----------|-----------|-----------|

| | | | | |
|-----------------------|---|-----------------|------------------|------------------|
| Subtotal OOE, Project | 1 | \$48,703 | \$150,810 | \$199,755 |
|-----------------------|---|-----------------|------------------|------------------|

TYPE OF FINANCING

Capital

| | | | | |
|---------------------------|--|----------|---------|----------|
| CA 1 General Revenue Fund | | \$15,386 | \$3,202 | \$64,844 |
|---------------------------|--|----------|---------|----------|

| | | | | |
|------------------------------|--|----------|-----------|-----------|
| CA 5155 Oil & Gas Regulation | | \$33,317 | \$147,608 | \$134,911 |
|------------------------------|--|----------|-----------|-----------|

| | | | | |
|-------------------------------|---|----------|-----------|-----------|
| Capital Subtotal TOF, Project | 1 | \$48,703 | \$150,810 | \$199,755 |
|-------------------------------|---|----------|-----------|-----------|

| | | | | |
|-----------------------|---|-----------------|------------------|------------------|
| Subtotal TOF, Project | 1 | \$48,703 | \$150,810 | \$199,755 |
|-----------------------|---|-----------------|------------------|------------------|

2/2 PC and Laptop Leasing

OBJECTS OF EXPENSE

Capital

| | | | | |
|------------------------------|--|-----------|----------|-----------|
| 2009 OTHER OPERATING EXPENSE | | \$100,489 | \$13,218 | \$428,200 |
|------------------------------|--|-----------|----------|-----------|

| | | | | |
|-------------------------------|---|-----------|----------|-----------|
| Capital Subtotal OOE, Project | 2 | \$100,489 | \$13,218 | \$428,200 |
|-------------------------------|---|-----------|----------|-----------|

| | | | | |
|-----------------------|---|------------------|-----------------|------------------|
| Subtotal OOE, Project | 2 | \$100,489 | \$13,218 | \$428,200 |
|-----------------------|---|------------------|-----------------|------------------|

TYPE OF FINANCING

Capital

| | | | | |
|---------------------------|--|----------|-------|----------|
| CA 1 General Revenue Fund | | \$31,744 | \$280 | \$72,794 |
|---------------------------|--|----------|-------|----------|

| | | | | |
|----------------------|--|----------|-----|-----|
| CA 555 Federal Funds | | \$68,745 | \$0 | \$0 |
|----------------------|--|----------|-----|-----|

| | | | | |
|------------------------------|--|-----|----------|-----------|
| CA 5155 Oil & Gas Regulation | | \$0 | \$12,938 | \$355,406 |
|------------------------------|--|-----|----------|-----------|

| | | | | |
|-------------------------------|---|-----------|----------|-----------|
| Capital Subtotal TOF, Project | 2 | \$100,489 | \$13,218 | \$428,200 |
|-------------------------------|---|-----------|----------|-----------|

4.A. Capital Budget Project Schedule
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:24:09PM

Agency code: 455

Agency name: Railroad Commission

Category Code / Category Name

Project Sequence/Project Id/ Name

| OOE / TOF / MOF CODE | EXP 2016 | EXP 2017 | BUD 2018 |
|---|------------------|------------------|--------------------|
| Subtotal TOF, Project 2 | \$100,489 | \$13,218 | \$428,200 |
| <i>3/3 Software Licenses and Services</i> | | | |
| OBJECTS OF EXPENSE | | | |
| <u>Capital</u> | | | |
| 2009 OTHER OPERATING EXPENSE | \$125,338 | \$142,021 | \$179,000 |
| Capital Subtotal OOE, Project 3 | \$125,338 | \$142,021 | \$179,000 |
| Subtotal OOE, Project 3 | \$125,338 | \$142,021 | \$179,000 |
| TYPE OF FINANCING | | | |
| <u>Capital</u> | | | |
| CA 1 General Revenue Fund | \$39,594 | \$3,016 | \$29,779 |
| CA 5155 Oil & Gas Regulation | \$85,744 | \$139,005 | \$149,221 |
| Capital Subtotal TOF, Project 3 | \$125,338 | \$142,021 | \$179,000 |
| Subtotal TOF, Project 3 | \$125,338 | \$142,021 | \$179,000 |
| <i>4/4 Inspection/Enforcement Tracking and Reporting System</i> | | | |
| OBJECTS OF EXPENSE | | | |
| <u>Capital</u> | | | |
| 1001 SALARIES AND WAGES | \$0 | \$0 | \$465,600 |
| 1002 OTHER PERSONNEL COSTS | \$0 | \$0 | \$6,984 |
| 2001 PROFESSIONAL FEES AND SERVICES | \$0 | \$0 | \$974,978 |
| 2009 OTHER OPERATING EXPENSE | \$0 | \$0 | \$52,438 |
| Capital Subtotal OOE, Project 4 | \$0 | \$0 | \$1,500,000 |
| Subtotal OOE, Project 4 | \$0 | \$0 | \$1,500,000 |
| TYPE OF FINANCING | | | |
| <u>Capital</u> | | | |
| CA 1 General Revenue Fund | \$0 | \$0 | \$200,000 |

4.A. Capital Budget Project Schedule
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:24:09PM

Agency code: 455

Agency name: Railroad Commission

Category Code / Category Name

Project Sequence/Project Id/ Name

| OOE / TOF / MOF CODE | | EXP 2016 | EXP 2017 | BUD 2018 |
|----------------------------------|----------------------|------------------|------------------|--------------------|
| CA 5155 | Oil & Gas Regulation | \$0 | \$0 | \$1,300,000 |
| Capital Subtotal TOF, Project | 4 | \$0 | \$0 | \$1,500,000 |
| Subtotal TOF, Project | 4 | \$0 | \$0 | \$1,500,000 |
| Capital Subtotal, Category | 5005 | \$274,530 | \$306,049 | \$2,306,955 |
| Informational Subtotal, Category | 5005 | | | |
| Total, Category | 5005 | \$274,530 | \$306,049 | \$2,306,955 |

5006 Transportation Items

5/5 Vehicle Replacements

OBJECTS OF EXPENSE

Capital

5000 CAPITAL EXPENDITURES

| | | | | |
|-------------------------------|---|-----------|-------------|-----------|
| Capital Subtotal OOE, Project | 5 | \$335,843 | \$1,398,498 | \$812,000 |
| Subtotal OOE, Project | 5 | \$335,843 | \$1,398,498 | \$812,000 |

TYPE OF FINANCING

Capital

CA 1 General Revenue Fund

CA 5155 Oil & Gas Regulation

| | | | | |
|-------------------------------|---|-----------|-------------|-----------|
| Capital Subtotal TOF, Project | 5 | \$335,843 | \$1,398,498 | \$812,000 |
| Subtotal TOF, Project | 5 | \$335,843 | \$1,398,498 | \$812,000 |

Capital Subtotal, Category 5006

Informational Subtotal, Category 5006

| | | | | |
|------------------------|-------------|------------------|--------------------|------------------|
| Total, Category | 5006 | \$335,843 | \$1,398,498 | \$812,000 |
|------------------------|-------------|------------------|--------------------|------------------|

5007 Acquisition of Capital Equipment and Items

4.A. Capital Budget Project Schedule
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:24:09PM

Agency code: 455

Agency name: Railroad Commission

Category Code / Category Name

Project Sequence/Project Id/ Name

| OOE / TOF / MOF CODE | | EXP 2016 | EXP 2017 | BUD 2018 |
|---------------------------------------|-------------|------------------|-----------------|------------|
| <i>6/6 Microfiche Reader-Printers</i> | | | | |
| OBJECTS OF EXPENSE | | | | |
| <u>Capital</u> | | | | |
| 5000 CAPITAL EXPENDITURES | | \$117,699 | \$22,043 | \$0 |
| Capital Subtotal OOE, Project | 6 | \$117,699 | \$22,043 | \$0 |
| Subtotal OOE, Project | 6 | \$117,699 | \$22,043 | \$0 |
| TYPE OF FINANCING | | | | |
| <u>Capital</u> | | | | |
| CA 5155 Oil & Gas Regulation | | \$117,699 | \$22,043 | \$0 |
| Capital Subtotal TOF, Project | 6 | \$117,699 | \$22,043 | \$0 |
| Subtotal TOF, Project | 6 | \$117,699 | \$22,043 | \$0 |
| Capital Subtotal, Category | 5007 | \$117,699 | \$22,043 | \$0 |
| Informational Subtotal, Category | 5007 | | | |
| Total, Category | 5007 | \$117,699 | \$22,043 | \$0 |

7000 Data Center Consolidation

7/7 Data Center Services (DCS)

OBJECTS OF EXPENSE

Capital

| | | | | |
|-------------------------------------|---|--------------------|--------------------|--------------------|
| 2001 PROFESSIONAL FEES AND SERVICES | | \$6,149,581 | \$6,547,932 | \$5,712,077 |
| Capital Subtotal OOE, Project | 7 | \$6,149,581 | \$6,547,932 | \$5,712,077 |
| Subtotal OOE, Project | 7 | \$6,149,581 | \$6,547,932 | \$5,712,077 |

TYPE OF FINANCING

Capital

| | | | | |
|---------------------------|--|-------------|-------------|-----------|
| CA 1 General Revenue Fund | | \$1,042,237 | \$3,972,382 | \$933,415 |
|---------------------------|--|-------------|-------------|-----------|

4.A. Capital Budget Project Schedule
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:24:09PM

Agency code: **455**

Agency name: **Railroad Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

| OOE / TOF / MOF CODE | EXP 2016 | EXP 2017 | BUD 2018 |
|---------------------------------------|--------------------|--------------------|--------------------|
| CA 5155 Oil & Gas Regulation | \$5,107,344 | \$2,575,550 | \$4,778,662 |
| Capital Subtotal TOF, Project 7 | \$6,149,581 | \$6,547,932 | \$5,712,077 |
| Subtotal TOF, Project 7 | \$6,149,581 | \$6,547,932 | \$5,712,077 |
| Capital Subtotal, Category 7000 | \$6,149,581 | \$6,547,932 | \$5,712,077 |
| Informational Subtotal, Category 7000 | | | |
| Total, Category 7000 | \$6,149,581 | \$6,547,932 | \$5,712,077 |
| AGENCY TOTAL -CAPITAL | \$6,877,653 | \$8,274,522 | \$8,831,032 |
| AGENCY TOTAL -INFORMATIONAL | | | |
| AGENCY TOTAL | \$6,877,653 | \$8,274,522 | \$8,831,032 |
| METHOD OF FINANCING: | | | |
| <u>Capital</u> | | | |
| 1 General Revenue Fund | \$1,343,441 | \$5,104,917 | \$1,388,832 |
| 555 Federal Funds | \$68,745 | \$0 | \$0 |
| 5155 Oil & Gas Regulation | \$5,465,467 | \$3,169,605 | \$7,442,200 |
| Total, Method of Financing-Capital | \$6,877,653 | \$8,274,522 | \$8,831,032 |
| Total, Method of Financing | \$6,877,653 | \$8,274,522 | \$8,831,032 |
| TYPE OF FINANCING: | | | |
| <u>Capital</u> | | | |
| CA CURRENT APPROPRIATIONS | \$6,877,653 | \$8,274,522 | \$8,831,032 |
| Total, Type of Financing-Capital | \$6,877,653 | \$8,274,522 | \$8,831,032 |
| Total, Type of Financing | \$6,877,653 | \$8,274,522 | \$8,831,032 |

Capital Budget Allocation to Strategies
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:24:31PM

Agency code: 455 Agency name: Railroad Commission

Category Code/Name

Project Sequence/Project Id/Name

| | Goal/Obj/Str | Strategy Name | EXP 2016 | EXP 2017 | BUD 2018 |
|--|--------------|-------------------------------------|----------|-----------|-----------|
| 5005 Acquisition of Information Resource Technologies | | | | | |
| <i>1/1 Technology Replacement and Upgrade</i> | | | | | |
| Capital | 3-1-1 | OIL/GAS MONITOR & INSPECTIONS | 16,143 | 2,918 | \$69,819 |
| Capital | 3-1-2 | SURFACE MINING MONITORING/INSPECT | 2,917 | 209 | 14,305 |
| Capital | 3-2-1 | OIL&GAS WELL PLUGGING & REMEDIATION | 8,692 | 141,374 | 21,557 |
| Capital | 3-2-2 | SURFACE MINING RECLAMATION | 497 | 131 | 2,549 |
| Capital | 3-3-1 | GAS UTILITY COMMERCE | 1,390 | 360 | 8,687 |
| Capital | 2-1-1 | PIPELINE SAFETY | 7,537 | 1,302 | 23,265 |
| Capital | 2-1-2 | PIPELINE DAMAGE PREVENTION | 944 | 505 | 4,752 |
| Capital | 2-2-1 | REGULATE ALT FUEL RESOURCES | 2,101 | 695 | 11,286 |
| Capital | 1-1-1 | ENERGY RESOURCE DEVELOPMENT | 7,382 | 612 | 37,793 |
| Capital | 4-1-1 | PUBLIC INFORMATION AND SERVICES | 1,100 | 2,704 | 5,742 |
| TOTAL, PROJECT | | | \$48,703 | \$150,810 | \$199,755 |

2/2 PC and Laptop Leasing

| | | | | | |
|---------|-------|-------------------------------------|--------|--------|--------|
| Capital | 3-1-1 | OIL/GAS MONITOR & INSPECTIONS | 33,310 | 256 | 98,486 |
| Capital | 3-1-2 | SURFACE MINING MONITORING/INSPECT | 6,018 | 18 | 12,846 |
| Capital | 3-2-1 | OIL&GAS WELL PLUGGING & REMEDIATION | 17,934 | 12,391 | 34,256 |
| Capital | 3-2-2 | SURFACE MINING RECLAMATION | 1,026 | 11 | 4,282 |
| Capital | 3-3-1 | GAS UTILITY COMMERCE | 2,868 | 32 | 12,846 |
| Capital | 2-1-1 | PIPELINE SAFETY | 15,550 | 114 | 34,256 |

Capital Budget Allocation to Strategies

85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
TIME: 2:24:31PM

Agency code: **455** Agency name: **Railroad Commission**

Category Code/Name

Project Sequence/Project Id/Name

| | Goal/Obj/Str | Strategy Name | EXP 2016 | EXP 2017 | BUD 2018 |
|----------------|--------------|---------------------------------|-----------|----------|-----------|
| Capital | 2-1-2 | PIPELINE DAMAGE PREVENTION | 1,948 | 44 | \$4,282 |
| Capital | 2-2-1 | REGULATE ALT FUEL RESOURCES | 4,334 | 61 | 4,282 |
| Capital | 1-1-1 | ENERGY RESOURCE DEVELOPMENT | 15,231 | 54 | 218,382 |
| Capital | 4-1-1 | PUBLIC INFORMATION AND SERVICES | 2,270 | 237 | 4,282 |
| TOTAL, PROJECT | | | \$100,489 | \$13,218 | \$428,200 |

3/3 Software Licenses and Services

| | | | | | |
|----------------|-------|-------------------------------------|-----------|-----------|-----------|
| Capital | 3-1-1 | OIL/GAS MONITOR & INSPECTIONS | 41,547 | 2,748 | 63,145 |
| Capital | 3-1-2 | SURFACE MINING MONITORING/INSPECT | 7,507 | 197 | 8,018 |
| Capital | 3-2-1 | OIL&GAS WELL PLUGGING & REMEDIATION | 22,368 | 133,135 | 66,762 |
| Capital | 3-2-2 | SURFACE MINING RECLAMATION | 1,280 | 123 | 1,181 |
| Capital | 3-3-1 | GAS UTILITY COMMERCE | 3,577 | 339 | 0 |
| Capital | 2-1-1 | PIPELINE SAFETY | 19,395 | 1,226 | 14,471 |
| Capital | 2-1-2 | PIPELINE DAMAGE PREVENTION | 2,429 | 476 | 2,361 |
| Capital | 2-2-1 | REGULATE ALT FUEL RESOURCES | 5,406 | 655 | 3,748 |
| Capital | 1-1-1 | ENERGY RESOURCE DEVELOPMENT | 18,997 | 576 | 16,953 |
| Capital | 4-1-1 | PUBLIC INFORMATION AND SERVICES | 2,832 | 2,546 | 2,361 |
| TOTAL, PROJECT | | | \$125,338 | \$142,021 | \$179,000 |

4/4 I/E Tracking and Reporting System

| | | | | | |
|---------|-------|-----------------------------------|---|---|---------|
| Capital | 3-1-1 | OIL/GAS MONITOR & INSPECTIONS | 0 | 0 | 787,500 |
| Capital | 3-1-2 | SURFACE MINING MONITORING/INSPECT | 0 | 0 | 37,500 |

Capital Budget Allocation to Strategies
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:24:31PM

Agency code: 455 Agency name: Railroad Commission

Category Code/Name

Project Sequence/Project Id/Name

| | Goal/Obj/Str | Strategy Name | EXP 2016 | EXP 2017 | BUD 2018 |
|----------------|--------------|-----------------------------|----------|----------|-------------|
| Capital | 3-3-1 | GAS UTILITY COMMERCE | 0 | 0 | \$37,500 |
| Capital | 2-1-1 | PIPELINE SAFETY | 0 | 0 | 449,998 |
| Capital | 2-1-2 | PIPELINE DAMAGE PREVENTION | 0 | 0 | 62,501 |
| Capital | 2-2-1 | REGULATE ALT FUEL RESOURCES | 0 | 0 | 125,001 |
| TOTAL, PROJECT | | | \$0 | \$0 | \$1,500,000 |

5006 Transportation Items

5/5 Vehicle Replacements

| | | | | | |
|----------------|-------|-----------------------------------|-----------|-------------|-----------|
| Capital | 3-1-1 | OIL/GAS MONITOR & INSPECTIONS | 121,363 | 272,461 | 724,000 |
| Capital | 3-1-2 | SURFACE MINING MONITORING/INSPECT | 39,356 | 342,096 | 0 |
| Capital | 2-1-1 | PIPELINE SAFETY | 128,462 | 595,287 | 88,000 |
| Capital | 2-2-1 | REGULATE ALT FUEL RESOURCES | 46,662 | 188,654 | 0 |
| TOTAL, PROJECT | | | \$335,843 | \$1,398,498 | \$812,000 |

5007 Acquisition of Capital Equipment and Items

6/6 Microfiche Reader-Printers

| | | | | | |
|----------------|-------|---------------------------------|-----------|----------|-----|
| Capital | 4-1-1 | PUBLIC INFORMATION AND SERVICES | 117,699 | 22,043 | 0 |
| TOTAL, PROJECT | | | \$117,699 | \$22,043 | \$0 |

7000 Data Center Consolidation

7/7 Data Center Services (DCS)

Capital Budget Allocation to Strategies
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:24:31PM

Agency code: **455** Agency name: **Railroad Commission**

Category Code/Name

Project Sequence/Project Id/Name

| | Goal/Obj/Str | Strategy Name | EXP 2016 | EXP 2017 | BUD 2018 |
|-----------------------------------|---------------------|-------------------------------------|--------------------|--------------------|--------------------|
| Capital | 3-1-1 | OIL/GAS MONITOR & INSPECTIONS | 1,403,156 | 3,846 | \$1,483,165 |
| Capital | 3-1-2 | SURFACE MINING MONITORING/INSPECT | 192,350 | 1,165 | 5,541 |
| Capital | 3-2-1 | OIL&GAS WELL PLUGGING & REMEDIATION | 506,031 | 2,038,726 | 469,026 |
| Capital | 3-2-2 | SURFACE MINING RECLAMATION | 55,461 | 3,715,921 | 81,549 |
| Capital | 3-3-1 | GAS UTILITY COMMERCE | 155,158 | 0 | 108,140 |
| Capital | 2-1-1 | PIPELINE SAFETY | 506,154 | 186,245 | 644,236 |
| Capital | 2-1-2 | PIPELINE DAMAGE PREVENTION | 63,895 | 69,051 | 93,949 |
| Capital | 2-2-1 | REGULATE ALT FUEL RESOURCES | 69,219 | 0 | 0 |
| Capital | 1-1-1 | ENERGY RESOURCE DEVELOPMENT | 3,120,951 | 413,809 | 2,737,920 |
| Capital | 4-1-1 | PUBLIC INFORMATION AND SERVICES | 77,206 | 119,169 | 88,551 |
| TOTAL, PROJECT | | | \$6,149,581 | \$6,547,932 | \$5,712,077 |
| TOTAL CAPITAL, ALL PROJECTS | | | \$6,877,653 | \$8,274,522 | \$8,831,032 |
| TOTAL INFORMATIONAL, ALL PROJECTS | | | | | |
| TOTAL, ALL PROJECTS | | | \$6,877,653 | \$8,274,522 | \$8,831,032 |

4.B. Federal Funds Supporting Schedule
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017

TIME: 2:24:56PM

Agency code: 455 Agency name: Railroad Commission

| CFDA NUMBER/ STRATEGY | EXP 2016 | EXP 2017 | BUD 2018 |
|---|--------------------|--------------------|--------------------|
| 15.250.000 Regulation of Surface Coa | | | |
| 3 - 1 - 2 SURFACE MINING MONITORING/INSPECT | 1,370,375 | 1,108,724 | 1,500,571 |
| TOTAL, ALL STRATEGIES | \$1,370,375 | \$1,108,724 | \$1,500,571 |
| ADDL FED FNDS FOR EMPL BENEFITS | 0 | 0 | 0 |
| TOTAL, FEDERAL FUNDS | \$1,370,375 | \$1,108,724 | \$1,500,571 |
| ADDL GR FOR EMPL BENEFITS | \$0 | \$0 | \$0 |
| 15.252.000 Abandoned Mine Land Recla | | | |
| 3 - 2 - 2 SURFACE MINING RECLAMATION | 1,966,922 | 1,322,075 | 1,975,000 |
| TOTAL, ALL STRATEGIES | \$1,966,922 | \$1,322,075 | \$1,975,000 |
| ADDL FED FNDS FOR EMPL BENEFITS | 0 | 0 | 0 |
| TOTAL, FEDERAL FUNDS | \$1,966,922 | \$1,322,075 | \$1,975,000 |
| ADDL GR FOR EMPL BENEFITS | \$0 | \$0 | \$0 |
| 20.700.000 Pipeline Safety | | | |
| 2 - 1 - 1 PIPELINE SAFETY | 1,962,573 | 2,029,300 | 4,291,252 |
| 2 - 1 - 2 PIPELINE DAMAGE PREVENTION | 472,557 | 188,623 | 458,000 |
| TOTAL, ALL STRATEGIES | \$2,435,130 | \$2,217,923 | \$4,749,252 |
| ADDL FED FNDS FOR EMPL BENEFITS | 0 | 0 | 0 |
| TOTAL, FEDERAL FUNDS | \$2,435,130 | \$2,217,923 | \$4,749,252 |
| ADDL GR FOR EMPL BENEFITS | \$0 | \$0 | \$0 |
| 66.433.000 State Underground Water S | | | |
| 1 - 1 - 1 ENERGY RESOURCE DEVELOPMENT | 516,092 | 419,092 | 419,092 |

4.B. Federal Funds Supporting Schedule
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:24:56PM

Agency code: 455 Agency name: Railroad Commission

| CFDA NUMBER/ STRATEGY | EXP 2016 | EXP 2017 | BUD 2018 |
|--|------------------|------------------|------------------|
| TOTAL, ALL STRATEGIES | \$516,092 | \$419,092 | \$419,092 |
| ADDL FED FNDS FOR EMPL BENEFITS | 0 | 0 | 0 |
| TOTAL, FEDERAL FUNDS | \$516,092 | \$419,092 | \$419,092 |
| ADDL GR FOR EMPL BENEFITS | \$0 | \$0 | \$0 |
| 66.460.000 Nonpoint Source Implement | | | |
| 3 - 2 - 1 OIL&GAS WELL PLUGGING & REMEDIATI | 0 | 0 | 0 |
| TOTAL, ALL STRATEGIES | \$0 | \$0 | \$0 |
| ADDL FED FNDS FOR EMPL BENEFITS | 0 | 0 | 0 |
| TOTAL, FEDERAL FUNDS | \$0 | \$0 | \$0 |
| ADDL GR FOR EMPL BENEFITS | \$0 | \$0 | \$0 |
| 66.817.000 State and Tribal Response Program | | | |
| 3 - 2 - 1 OIL&GAS WELL PLUGGING & REMEDIATI | 112,859 | 111,859 | 111,859 |
| TOTAL, ALL STRATEGIES | \$112,859 | \$111,859 | \$111,859 |
| ADDL FED FNDS FOR EMPL BENEFITS | 0 | 0 | 0 |
| TOTAL, FEDERAL FUNDS | \$112,859 | \$111,859 | \$111,859 |
| ADDL GR FOR EMPL BENEFITS | \$0 | \$0 | \$0 |

4.B. Federal Funds Supporting Schedule
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:24:56PM

Agency code: 455 Agency name: Railroad Commission

| CFDA NUMBER/ STRATEGY | EXP 2016 | EXP 2017 | BUD 2018 |
|--|--------------------|--------------------|--------------------|
| <u>SUMMARY LISTING OF FEDERAL PROGRAM AMOUNTS</u> | | | |
| 15.250.000 Regulation of Surface Coa | 1,370,375 | 1,108,724 | 1,500,571 |
| 15.252.000 Abandoned Mine Land Recla | 1,966,922 | 1,322,075 | 1,975,000 |
| 20.700.000 Pipeline Safety | 2,435,130 | 2,217,923 | 4,749,252 |
| 66.433.000 State Underground Water S | 516,092 | 419,092 | 419,092 |
| 66.460.000 Nonpoint Source Implement | 0 | 0 | 0 |
| 66.817.000 State and Tribal Response Program | 112,859 | 111,859 | 111,859 |
| TOTAL, ALL STRATEGIES | \$6,401,378 | \$5,179,673 | \$8,755,774 |
| TOTAL, ADDL FED FUNDS FOR EMPL BENEFITS | 0 | 0 | 0 |
| TOTAL, FEDERAL FUNDS | \$6,401,378 | \$5,179,673 | \$8,755,774 |
| TOTAL, ADDL GR FOR EMPL BENEFITS | \$0 | \$0 | \$0 |

4.D. Estimated Revenue Collections Supporting Schedule
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:26:17PM

Agency Code: 455 Agency name: Railroad Commission

| FUND/ACCOUNT | Exp 2016 | Exp 2017 | Bud 2018 |
|--------------------------------------|-----------------------|-----------------------|-----------------------|
| 1 General Revenue Fund | | | |
| Beginning Balance (Unencumbered): | \$0 | \$0 | \$0 |
| Estimated Revenue: | | | |
| 3035 Commercial Transportation Fees | 2,258,415 | 2,167,219 | 2,160,000 |
| 3234 Gas Utility Pipeline Tax | 24,137,359 | 24,790,559 | 25,100,000 |
| 3246 Compressed Natural Gas Licenses | 50,265 | 40,090 | 42,000 |
| 3314 Oil & Gas Well Violations | 802,248 | 1,286,437 | 967,000 |
| 3329 Surface Mining Permits | 2,814,315 | 2,798,246 | 2,900,000 |
| 3373 Injection Well Regulation | 43,568 | 49,210 | 0 |
| 3717 Civil Penalties | 19,200 | 0 | 0 |
| Subtotal: Estimated Revenue | 30,125,370 | 31,131,761 | 31,169,000 |
| Total Available | \$30,125,370 | \$31,131,761 | \$31,169,000 |
| DEDUCTIONS: | | | |
| Swept by CPA | (30,125,370) | (31,131,761) | (31,169,000) |
| Total, Deductions | \$(30,125,370) | \$(31,131,761) | \$(31,169,000) |
| Ending Fund/Account Balance | \$0 | \$0 | \$0 |

REVENUE ASSUMPTIONS:

1. Unappropriated General Revenue swept by Comptroller of Public Accounts.
2. The bond forfeiture portion of Oil & Gas Well Violations (object 3314) is deposited to fund 5155.
3. RR Commission - Rule Except Fee (object 3382) was transferred to fund 5155 in the 84th session.
4. Pipeline Safety Inspection Fee (object 3553) was transferred to fund 5155 in the 84th session.

CONTACT PERSON:

Wei Wang

4.D. Estimated Revenue Collections Supporting Schedule
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:26:17PM

Agency Code: 455 Agency name: Railroad Commission

| FUND/ACCOUNT | Exp 2016 | Exp 2017 | Bud 2018 |
|--|----------------------|----------------------|----------------------|
| 666 Appropriated Receipts | | | |
| Beginning Balance (Unencumbered): | \$0 | \$294,939 | \$0 |
| Estimated Revenue: | | | |
| 3045 Railroad Commission Svs Fees | 1,227 | 893 | 6,500 |
| 3245 Compressed Nat Gas Train & Exams | 51,666 | 41,235 | 55,000 |
| 3719 Fees/Copies or Filing of Records | 746,628 | 635,419 | 750,000 |
| 3722 Conf, Semin, & Train Regis Fees | 1,068,424 | 1,273,086 | 1,350,000 |
| 3752 Sale of Publications/Advertising | 5,873 | 6,807 | 16,000 |
| 3802 Reimbursements-Third Party | 151,698 | 63,374 | 135,000 |
| 3839 Sale of Motor Vehicle/Boat/Aircraft | 167,796 | 165,064 | 150,000 |
| Subtotal: Estimated Revenue | 2,193,312 | 2,185,878 | 2,462,500 |
| Total Available | \$2,193,312 | \$2,480,817 | \$2,462,500 |
| DEDUCTIONS: | | | |
| Expended | (1,898,373) | (1,737,192) | (2,393,988) |
| Total, Deductions | \$(1,898,373) | \$(1,737,192) | \$(2,393,988) |
| Ending Fund/Account Balance | \$294,939 | \$743,625 | \$68,512 |

REVENUE ASSUMPTIONS:

1. The Commission assumes all revenues will be expended as intended.
2. Conference, Seminar & Training Registration Fees (COBJ 3722) include Oil and Gas Seminars and LP Gas Training Fees.
3. Sale of Motor Vehicle/Boat/Aircraft - RRC keeps 25% and CPA keeps 75% of the amount above

CONTACT PERSON:

Wei Wang

4.D. Estimated Revenue Collections Supporting Schedule
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:26:17PM

Agency Code: **455** Agency name: **Railroad Commission**

| FUND/ACCOUNT | Exp 2016 | Exp 2017 | Bud 2018 |
|--|-----------------------------|-----------------------------|-----------------------------|
| 888 Earned Federal Funds | | | |
| Beginning Balance (Unencumbered): | \$0 | \$0 | \$0 |
| Estimated Revenue: | | | |
| 3702 Fed Receipts-Earned Federal Funds | 2,818,965 | 3,868,889 | 2,000,000 |
| Subtotal: Estimated Revenue | <u>2,818,965</u> | <u>3,868,889</u> | <u>2,000,000</u> |
| Total Available | <u>\$2,818,965</u> | <u>\$3,868,889</u> | <u>\$2,000,000</u> |
| DEDUCTIONS: | | | |
| Art IX, Sec 13.11 EFF | (903,112) | (903,112) | (903,112) |
| Benefits | (152,891) | (152,435) | (152,435) |
| Over Collected Revenue | (1,762,962) | (2,813,342) | (944,453) |
| Total, Deductions | <u>\$(2,818,965)</u> | <u>\$(3,868,889)</u> | <u>\$(2,000,000)</u> |
| Ending Fund/Account Balance | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

REVENUE ASSUMPTIONS:

CONTACT PERSON:

Wei Wang

4.D. Estimated Revenue Collections Supporting Schedule
 85th Regular Session, Fiscal Year 2018 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
 TIME: 2:26:17PM

Agency Code: **455** Agency name: **Railroad Commission**

| FUND/ACCOUNT | Exp 2016 | Exp 2017 | Bud 2018 |
|--------------|----------|----------|----------|
|--------------|----------|----------|----------|

| | | | |
|--|------------------------------|------------------------------|------------------------------|
| 5155 Oil & Gas Regulation | | | |
| Beginning Balance (Unencumbered): | \$16,696,858 | \$22,048,706 | \$27,512,850 |
| Estimated Revenue: | | | |
| 3310 Oil and Gas Surcharges | 18,310,331 | 23,350,258 | 28,942,000 |
| 3313 Oil & Gas Well Drilling Permit | 4,576,959 | 6,836,038 | 5,792,000 |
| 3314 Oil & Gas Well Violations | 12,855,026 | 9,809,960 | 11,455,000 |
| 3338 Organization Report Fees | 3,913,785 | 3,909,635 | 3,770,000 |
| 3339 Voluntary Cleanup Program Fees | 12,218 | 18,332 | 13,000 |
| 3369 Reimburse for Well Plugging Costs | 502,456 | 1,708,029 | 467,000 |
| 3373 Injection Well Regulation | 41,822 | 50,110 | 53,000 |
| 3381 Oil-Field Cleanup Reg Fee - Oil | 6,556,556 | 6,401,616 | 6,284,000 |
| 3382 RR Commission - Rule Except Fee | 1,536,127 | 1,519,170 | 1,427,000 |
| 3383 Oil-Field Cleanup Reg Fee-Gas | 5,129,197 | 5,054,042 | 4,690,000 |
| 3384 Oil & Gas Compl Cert Reissue Fee | 669,100 | 697,863 | 772,000 |
| 3393 Abandoned Well Site Eqpt Disposal | 242,350 | 259,113 | 348,000 |
| 3553 Pipeline Safety Inspection Fees | 4,973,995 | 5,031,615 | 4,966,000 |
| 3592 Waste Disp Fac, Genrtr, Trnsprtrers | 180,170 | 201,315 | 180,000 |
| 3727 Fees - Administrative Services | 873,250 | 1,830,403 | 1,325,000 |
| Subtotal: Estimated Revenue | <u>60,373,342</u> | <u>66,677,499</u> | <u>70,484,000</u> |
| Total Available | <u>\$77,070,200</u> | <u>\$88,726,205</u> | <u>\$97,996,850</u> |
| DEDUCTIONS: | | | |
| Expended/Budgeted | (46,410,137) | (52,732,729) | (68,241,247) |
| Transfer - Employee Benefits | (8,611,357) | (8,480,626) | (8,600,000) |
| Total, Deductions | <u>\$(55,021,494)</u> | <u>\$(61,213,355)</u> | <u>\$(76,841,247)</u> |
| Ending Fund/Account Balance | <u>\$22,048,706</u> | <u>\$27,512,850</u> | <u>\$21,155,603</u> |

REVENUE ASSUMPTIONS:

4.D. Estimated Revenue Collections Supporting Schedule
85th Regular Session, Fiscal Year 2018 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/28/2017
TIME: 2:26:17PM

Agency Code: 455

Agency name: **Railroad Commission**

FUND/ACCOUNT

Exp 2016

Exp 2017

Bud 2018

- 1) The Oil and Gas Regulation and Cleanup Fund was created in FY 2012 by the 82nd Legislative Session First Called Session SB 1.
- 2) The Commission collected surcharges on certain Oil and Gas fees beginning in May 2012 at a rate of 150% of the fee.
- 3) Oil and Gas Well Violations (COBJ 3314) includes only bond forfeitures.
- 4) Fees-Administrative Services (Comp Obj 3727) is to cover the cost of the TCEQ Groundwater Advisory Unit moved from TCEQ to RRC in the 82nd Leg. Session.

- 5) Oil Field Cleanup Regulatory Fee on Gas (Comp Obj 3383) was moved from unappropriated GR to fund 5155 in the 82nd Leg.
- 6) The Commission no longer gets to keep interest (Comp Obj 3851) beginning in 2014.
- 7) Pipeline Safety Inspection Fee (object 3553) was transferred to fund 5155 in the 84th session.

CONTACT PERSON:

Wei Wang