LEGISLATIVE APPROPRIATIONS REQUEST

For Fiscal Years 2010 and 2011

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

by

Texas Veterinary Medical Diagnostic Lab

August 08, 2008

Legislative Appropriations Report

For Fiscal Year 2010 and 2011

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

by

The Texas Veterinary Medical Diagnostic Laboratory

August 8, 2008

CERTIFICATE

Agency Name: Texas Veterinary Medical Diagnostic Laboratory

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 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 bound paper copies 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 Article IX, Section 7.01 (2008–09 GAA).

Chief Executive Office or Presiding Judge

Tammy Beckham
Signature

Tammy R. Beckham, DVM, PhD
Printed Name

Director
Title

7-17-08
Date

Chief Financial Officer

Ralph y Cobb Jr
Signature

Ralph Cobb, Jr.
Printed Name

Assistant Agency Director
Title

July 15, 2008
Date

Board or Commission Chair

Bill Jones
Signature

Bill Jones
Printed Name

Chairman
Title

August 13, 2008
Date

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The Texas Veterinary Medical Diagnostic Laboratory (TVMDL) was created by the 6th Legislature in 1967. TVMDL is a State agency that is administered by the Board of Regents of the Texas A&M University System. The members of this board are:

Bill Jones	Austin, TX	2009
John D White	Houston, TX	2009
Morris Edwin Foster	Salado, TX	2013
Lupe Fraga	Houston, TX	2011
James P Wilson	Sugar Land, TX	2013
J.L. Huffiness	Lewisville, TX	2013
Erle Nye	Dallas, TX	2009
Gene Stallings	Powderly, TX	2011
Ida Clement Steen	San Antonio, TX	2011
Anthony Cullins	Dallas, TX	2009

Mission and Scope:

The mission of the Texas Veterinary Medical Diagnostic Laboratory (TVMDL) is to provide veterinary medical diagnostic services to the citizens of Texas in order to reduce the incidence of animal disease; contribute to an animal and zoonotic disease surveillance system that monitors for introduction of high consequence, emerging and/or zoonotic diseases; provide an early detection surge and response testing capacity in the event of a foreign animal, emerging and/or zoonotic disease introduction; provide diagnostic tests to aid in commerce (interstate and international trade); and contribute to the benefits of healthy animal/human interactions.

The Texas Veterinary Medical Diagnostic Laboratory is the only State Agency with a mandate that is solely dedicated to providing veterinary diagnostic services to the citizens of Texas. As such, TVMDL is a unique resource for the state of Texas.

TVMDL serves the citizens and veterinarians of Texas by safeguarding animal and public health with rapid, accurate, reliable diagnoses for animal and zoonotic diseases. These services are vital to the health and protection of livestock and companion animals and the public health sector. TVMDL is composed of four laboratories, two full service (located in College Station and Amarillo) and two poultry (located in Center and Gonzales) laboratories. The two full service laboratories are staffed and equipped to provide the full range of diagnostic testing procedures in the disciplines of bacteriology, endocrinology, virology, mycology, serology, toxicology and pathology for all species of livestock and companion animals. The Center and Gonzales laboratories provide diagnostic support for the needs of the poultry industries in the State of Texas. The TVMDL staff consists of 26 veterinarians, most with advanced degrees (MS or PhD) and/or board certification in specialty areas. In addition, 10 PhD's with expertise in various specialties round out our professional organization.

 At no other time in history has the threat to animal and public health been so great. The risks of disease comes at us from many directions including the globalization of commerce, consolidation of animal production units into larger commercial units, interactions of human and companion animals, human incursions into wildlife habitats, and the threat of bioterrorism. Since the mid-1970's, approximately 75 percent of new emerging infectious diseases of humans have been caused by diseases that are transmissible from animals to humans (zoonotic diseases).(1) Recent disease outbreaks in Texas (highly pathogenic avian influenza (2004) and Exotic Newcastle disease (2003)) and abroad (Foot and Mouth disease in the United Kingdom (2001 and 2007)) have demonstrated the vulnerability of our livestock industries. History has shown us that the key to controlling animal disease threats such as Foot and Mouth and other foreign animal and emerging diseases, is early detection and diagnosis. Thus,

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veterinary diagnostic laboratories of the future will be increasingly challenged to provide rapid and accurate diagnostics that are capable of detecting and identifying these threats. We can no longer rely on a passive response for disease management. Instead, we must develop pro-active, risk-based strategies and animal disease diagnostic systems capable of providing adequate capacity and capability for early detection and characterization of newly emergent, accidental, or intentionally introduced diseases. We must also embrace fully the multi-disciplinary integrated approaches (e.g. One Health-One Medicine-One World) to protecting our agricultural, companion animal and human health industries. Protecting animal health is a strategy to protect public health.

Veterinary diagnosticians must have at their fingertips, state-of-the-art diagnostic tools that are capable of providing a rapid and accurate diagnosis. As demonstrated in 1999 with the introduction of West Nile virus into North America and more recently with outbreak of monkeypox virus in the U.S. (2003), veterinarians and veterinary diagnostic laboratories currently play and will continue to play a central role in the early detection and identification of emerging and/or zoonotic pathogens. Veterinary laboratories (both state and federal) will be expected to respond to, and be prepared for such events.

Current initiatives to strengthen the TVMDL diagnostic capabilities and capacity, thereby improving our preparedness and level of service include: collaborating with other state agencies and Texas A&M system components for the development, validation and implementation of new diagnostic technologies for endemic and high consequence pathogens; developing early detection and testing protocols which can provide surge testing capacities for responding to, and recovering from, a foreign animal and/or zoonotic disease introduction; investments in infrastructure and equipment, with emphasis on advancing technology and robotics; development of an agency-specific high consequence disease diagnostic response plan; integration of TVMDL's emergency response plan with other Local, State, and Federal programs; participation in Texas A&M University's College of Veterinary Medicines residency programs; enhancing our quality system for providing customers with validated, quality controlled test results; and investments in current and future veterinary diagnosticians.

TVMDLs' Accomplishments and Their Impacts to the Citizens of Texas and Agricultural Community:
TVMDLs' routine testing capacity is the backbone of a Texas animal, emerging and/or zoonotic disease surveillance system. TVMDL receives approximately 220,000 cases per year that result in over 1.4 million tests. Turn-around times for test results are among the best in the nation. The submissions are entirely voluntary in nature and originate from locations throughout Texas and the surrounding states. This routine testing capacity produces statewide and regional databases that are utilized to monitor disease trends and movement and provide an early warning system capable of early detection and diagnosis of a foreign animal, emerging and/or zoonotic diseases.

TVMDL is fully accredited by the American Association of Veterinary Laboratory Diagnosticians (AAVLD). AAVLD accreditation procedures/practices provide a method to assure the quality and validity of our test results. The quality of results from a testing laboratory depends on the quality control of the testing laboratory. TVMDLs' quality management program provides a system for the ongoing monitoring of test performance and laboratory quality.

TVMDL is one of twelve core member laboratories that comprise the National Animal Health Laboratory Network (NAHLN). The NAHLN is a group of state and regional diagnostic laboratories whose mission is the early detection, response (surge testing capacity) and recovery from a foreign animal and/or emerging/zoonotic disease event. As such, TVMDL participates in USDA APHIS training and proficiency testing surveillance programs for high consequence pathogens such as highly pathogenic avian influenza (HPAI, "bird-flu"), exotic Newcastle disease (END), Bovine Spongioform Encephalopathy (BSE, "mad-cow disease"), chronic wasting disease, scrapie and classical swine fever. In 2008, TVMDL tested over 11,000 samples in these USDA funded surveillance initiatives.

TVMDL has approximately 1600 square feet of high containment facilities at the College Station laboratory. In addition, there is also an additional 400 square feet of BSL-3 mobile specimen processing unit that would be transported to the site of a disease outbreak. These high containment facilities are the only sites within the State of Texas that provide a biosecure environment for the processing and testing of foreign animal and/or zoonotic disease agents.

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Priority Need: Protection of Texas Livestock and Public Health Sectors

The top priority for TVMDL is the Protection of Texas Livestock and Public Health Sectors.   The Texas livestock industry represents $10 billion in production revenues.(2)   Indirect costs associated with a disease outbreak such as tick fever, Avian Influenza (bird flu) or Exotic Newcastle diseases are estimated at nearly 80 billion dollars. The vast border that Texas shares with Mexico and the social and economic interactions that occur along both sides of the border enhance the potential transmission of agricultural and public health diseases. Because of our unique geographical location, the health of the Texas livestock and public health sectors is threatened by incursions of disease and/or disease vectors from this region. Most recently, the Texas Livestock industry has been threatened by the reemergence of the cattle fever tick along our southern border. This tick, which carries a blood parasite responsible for a high death rate in cattle, may be reestablishing itself beyond the permanent quarantine zone. This reestablishment, which could result in an initial death loss of over 70% of the cattle population, poses a significant threat to the Texas livestock industry as well as the State's economy. In addition, other diseases of economic and public health significance (e.g. Exotic Newcastle and Avian Influenza (bird flu)) are found just south of our border. Recent outbreaks of Vesicular Stomatitis Virus (a vector-borne disease) in Texas have been demonstrated to be the result of an introduction from endemic areas of Mexico.

In order to ensure that Texas is prepared to detect, control, respond to and recover from these disease/vector incursions, we must have technologies, approaches and tools available when an event occurs. The keys to preventing, controlling and eradicating these diseases are early detection and diagnosis. In addition, there are currently no approved vaccines or drugs for preventing or treating tick-borne cattle fever and little is known about chemical resistance in tick populations.

The Texas Veterinary Medical Diagnostic Laboratory (TVMDL), as one of twelve National Animal Health Laboratory Network (NAHLN) laboratories, is uniquely positioned to develop and validate new, dual-use technologies for early detection, diagnosis, control and eradication of high consequence livestock pathogens. TVMDL will partner with AgriLife Research to develop dual-use molecular-based assays for disease detection, better or new vaccines and application methods, and better disease control programs for controlling these diseases. In addition, advanced information management tools will be integrated into disease response and planning efforts.

This request expands the current diagnostic testing and emergency response capabilities for Texas and also leverages the built-in surveillance/early detection capacity that currently exists within TVMDL. In order to protect the Texas livestock industries, these critical areas (detection and diagnosis, vaccination, and response) must be developed. Development of these capabilities will require an additional 4 professional staff and 6 technical staff members. This request targets a high priority area to protect not only the agricultural industry of the state of Texas, but also addresses the ability to integrate TVMDL's and other A&M system agencies' response capacities with the appropriate state and public health officials.

Agency Approach to Budget Reduction

A 10% budget reduction would be implemented by reducing allocations to our primary strategy and goal: Providing diagnostic services and disease surveillance for the State of Texas. The majority of the reduction would be manifested by a reduction in workforce (professional and technical staff). The reduction in available FTE's would result in an additional reduction in our budget due to loss of fee-generated income. It is estimated that for every 1 dollar of general revenue that is loss to a budget reduction, an estimated 1.5 dollars of fee-generated income would also be lost.

"Other Matters"

We request funding for the following priority needs for all of higher education:
•   Base Funding: Fund growth in all higher education formulas and using the Higher Education or another recognized cost index fund the increased cost of doing business for our basic, on-going educational, general and student support operations. This includes providing increased base funding for our Texas A&M System Agencies' core operations.
•   Teaching Excellence: Using student evaluations, recognize and reward outstanding faculty through the chancellor's Teaching Excellence Awards initiative.
•   Facilities Renewal: Existing E&G and campus infrastructure have reached the point where the need to invest funds to renew these facilities is critical. This includes

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such projects as deferred maintenance, modernizing HVAC, plumbing, electrical and other systems, meeting current building, life safety, and energy codes, and others.

•   Student Financial Aid: Provide increased funds for student financial aid to help make higher education more affordable for more Texas families, however, not at the expense of funding to the universities.

•   Incentive Funding: We support accountability and performance through incentive funding so long as our base funding needs are covered first.

•   Research: Increase research funding available to institutions by doubling the funds allocated through the Competitive Knowledge Fund and Research Development Fund.

•   Higher Education Group Health Insurance: Fund the increases in health care costs and enrollment (employee/retiree) growth.

 1. Animal Health at the Crossroads: Preventing, Detecting, and Diagnosing Animal Diseases. The National Academy of Sciences, 2005.

 2. Texas A&M Agricultural Communications, AgNews, May 14th, 2008.

The Texas A&M University System

Texas Veterinary Medical Diagnostic Laboratory

Board of Regents

Chancellor

Vice Chancellor for Agriculture

Assistant to the Director (1)

Associate Vice Chancellor and **TVMDL Director**

Assistant Agency Director for Diagnostic Programs (3)

Associate Director / Head Diagnostic Services (10)

Assistant Agency Director for Quality Assurance (3)

Assistant Agency Director of Finance & HUB Director (3)

Poultry Program Administrator (4)

Epidemiologist

Laboratory Safety Officer

Director of IT/Informatics (5)

Resident Director Gonzales (4)

Resident Director Amarillo (10)

Resident Director Center (2)

Aquatic Diagnostician (3)

Head, Clinical Pathology (8)

Head, Diagnostic Bacteriology (8)

Head, Diagnostic Endocrinology (2)

Head, Diagnostic Pathology (16)

Head, Diagnostic Toxicology (4)

Head, Drug Testing Laboratory (8)

2.A. SUMMARY OF BASE REQUEST BY STRATEGY
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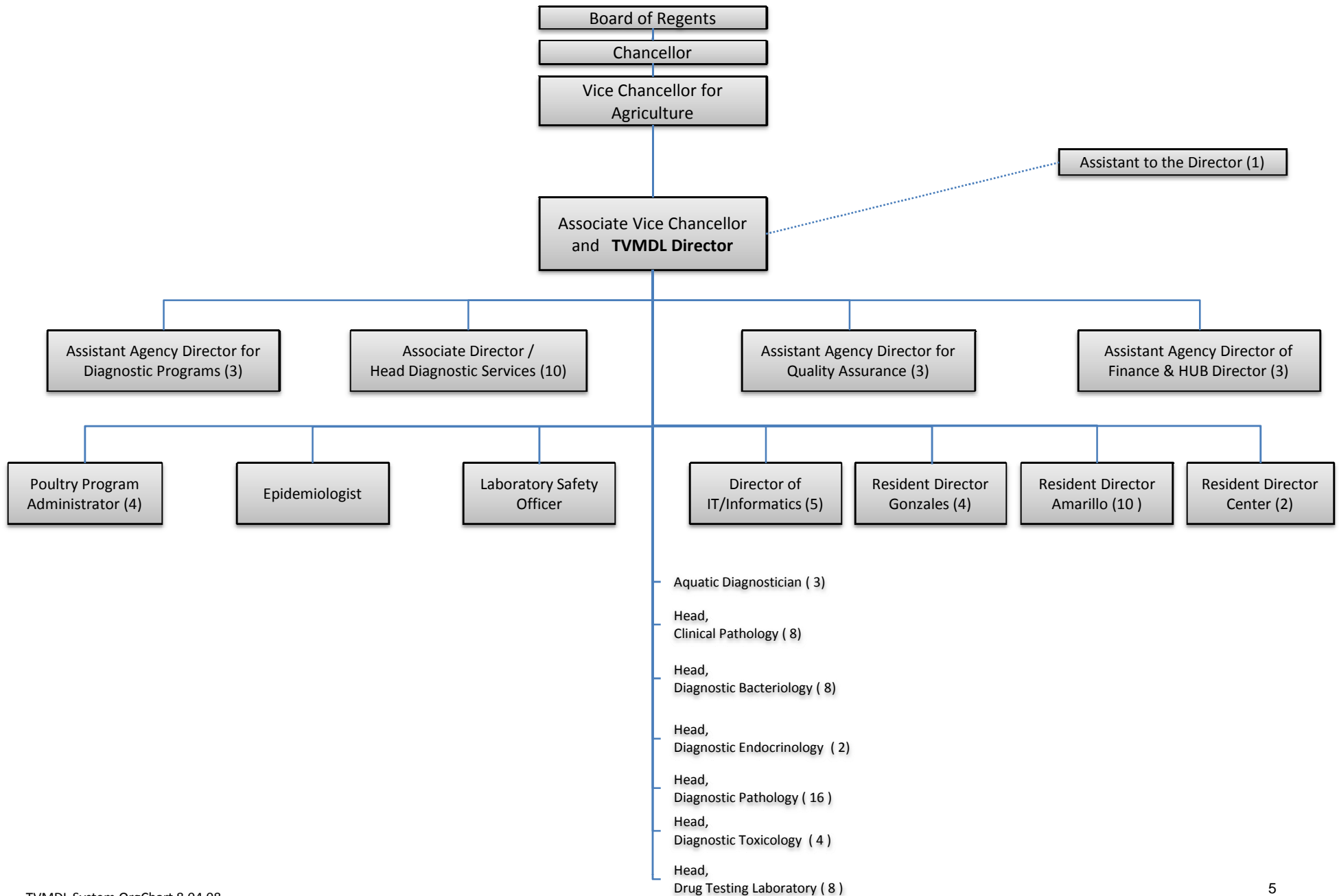| Goal / *Objective* / STRATEGY	Exp 2007	Est 2008	Bud 2009	Req 2010	Req 2011
1 Provide Diagnostic Services Drug/Export Tests, & Disease Surveillance					
1 *Maintain Diagnostic Services for Effective Disease Mgmt & Surveillance*					
1 DIAGNOSTIC SERVICES	8,717,418	9,893,674	12,997,043	11,162,652	11,162,653
2 *Provide An Effective Drug Testing Laboratory*					
1 DRUG TESTING SERVICE	791,678	693,995	794,826	794,826	794,826
TOTAL, GOAL 1	**$9,509,096**	**$10,587,669**	**$13,791,869**	**$11,957,478**	**$11,957,479**
3 Maintain Staff Benefits Program for Eligible Employees and Retirees					
1 *Provide Staff Benefits to Eligible Employees and Retirees*					
1 STAFF GROUP INSURANCE	813,693	814,932	813,822	813,822	813,822
2 WORKERS' COMP INSURANCE	17,377	14,070	18,180	18,180	18,180
3 UNEMPLOYMENT INSURANCE	3,991	2,026	4,045	4,045	4,045
4 OASI	305,222	286,499	293,015	293,015	293,015
5 OPTIONAL RETIREMENT PROGRAM	38,998	25,391	24,941	24,941	24,941
TOTAL, GOAL 3	**$1,179,281**	**$1,142,918**	**$1,154,003**	**$1,154,003**	**$1,154,003**
4 Indirect Administration					
1 *Indirect Administration*					
1 INDIRECT ADMINISTRATION	1,414,812	1,432,501	1,399,992	1,399,992	1,399,992
2 INFRASTRUCTURE SUPPORT IN BRAZOS CO	964,477	892,757	964,144	964,144	964,144
3 INFRASTRUCT SUPP OUTSIDE BRAZOS CO	147,313	1,038,911	1,455,000	204,998	204,998

2.A. SUMMARY OF BASE REQUEST BY STRATEGY
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Goal / *Objective* / STRATEGY	Exp 2007	Est 2008	Bud 2009	Req 2010	Req 2011
TOTAL, GOAL 4	$2,526,602	$3,364,169	$3,819,136	$2,569,134	$2,569,134
TOTAL, AGENCY STRATEGY REQUEST	$13,214,979	$15,094,756	$18,765,008	$15,680,615	$15,680,616
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*				$0	$0
GRAND TOTAL, AGENCY REQUEST	$13,214,979	$15,094,756	$18,765,008	$15,680,615	$15,680,616
METHOD OF FINANCING:					
General Revenue Funds:					
1 General Revenue Fund	4,919,483	6,232,616	6,295,615	6,295,615	6,295,616
SUBTOTAL	$4,919,483	$6,232,616	$6,295,615	$6,295,615	$6,295,616
Federal Funds:					
555 Federal Funds	300,000	300,000	300,000	300,000	300,000
SUBTOTAL	$300,000	$300,000	$300,000	$300,000	$300,000
Other Funds:					
763 Drug Testing Lab Fee Rev	1,190,472	1,020,000	1,072,424	1,072,424	1,072,424
764 Vet Med Lab Fee Revenue	6,805,024	7,542,140	11,096,969	8,012,576	8,012,576
SUBTOTAL	$7,995,496	$8,562,140	$12,169,393	$9,085,000	$9,085,000
TOTAL, METHOD OF FINANCING	$13,214,979	$15,094,756	$18,765,008	$15,680,615	$15,680,616

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

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METHOD OF FINANCING	Exp 2007	Est 2008	Bud 2009	Req 2010	Req 2011
GENERAL REVENUE					
1 General Revenue Fund					
REGULAR APPROPRIATIONS					
Regular Appropriations					
	$4,796,983	$5,170,616	$5,170,615	$6,295,615	$6,295,616
RIDER APPROPRIATION					
Art III, Sec 54 , Bio Safety Lab					
	$0	$2,000,000	$0	$0	$0
Art IX, Sec 13.17(a), Salary Increase (2006-07 GAA)					
	$122,500	$0	$0	$0	$0
Art IX, Sec 13.17, Salary Increase (2008-09 GAA)					
	$0	$62,000	$125,000	$0	$0
UNEXPENDED BALANCES AUTHORITY					
Unexpended Balance from prior year					
	$0	$(1,000,000)	$1,000,000	$0	$0
TOTAL, General Revenue Fund					
	$4,919,483	**$6,232,616**	**$6,295,615**	**$6,295,615**	**$6,295,616**
TOTAL, ALL GENERAL REVENUE					
	$4,919,483	**$6,232,616**	**$6,295,615**	**$6,295,615**	**$6,295,616**

FEDERAL FUNDS

Agency code: **557**	Agency name: **Texas Veterinary Medical Diagnostic Laboratory**				
METHOD OF FINANCING	**Exp 2007**	**Est 2008**	**Bud 2009**	**Req 2010**	**Req 2011**

FEDERAL FUNDS

555 Federal Funds

REGULAR APPROPRIATIONS
  USDA Grant

	$300,000	$300,000	$300,000	$300,000	$300,000
TOTAL, Federal Funds	**$300,000**	**$300,000**	**$300,000**	**$300,000**	**$300,000**
TOTAL, ALL FEDERAL FUNDS	**$300,000**	**$300,000**	**$300,000**	**$300,000**	**$300,000**

OTHER FUNDS

763 Drug Testing Laboratory Fee Revenue

REGULAR APPROPRIATIONS
  Regular Appropriation

	$1,161,940	$1,362,688	$1,362,688	$1,072,424	$1,072,424

UNEXPENDED BALANCES AUTHORITY
  Unexpended Balance from prior year

	$126,528	$143,246	$87,424	$0	$0

BASE ADJUSTMENT
  Revised Receipts

	$(97,996)	$(485,934)	$(377,688)	$0	$0

Agency code: **557**	Agency name:	**Texas Veterinary Medical Diagnostic Laboratory**		
METHOD OF FINANCING	**Exp 2007**	**Est 2008**	**Bud 2009**	**Req 2010**	**Req 2011**

OTHER FUNDS

	Exp 2007	Est 2008	Bud 2009	Req 2010	Req 2011
TOTAL, Drug Testing Laboratory Fee Revenue					
	$1,190,472	$1,020,000	$1,072,424	$1,072,424	$1,072,424
764 Veterinary Medical Diagnostic Laboratory Fee Revenue					
REGULAR APPROPRIATIONS					
Regular Appropriations					
	$5,286,082	$7,351,364	$7,351,364	$8,012,576	$8,012,576
UNEXPENDED BALANCES AUTHORITY					
Reserve Balance Carried Forward					
	$(4,275,839)	$(4,306,788)	$(1,385,094)	$0	$0
Unexpended Balances from Prior Years					
	$4,683,535	$4,275,839	$4,603,788	$0	$0
BASE ADJUSTMENT					
Revised receipts					
	$1,111,246	$221,725	$526,911	$0	$0
TOTAL, Veterinary Medical Diagnostic Laboratory Fee Revenue					
	$6,805,024	$7,542,140	$11,096,969	$8,012,576	$8,012,576
TOTAL, ALL OTHER FUNDS					
	$7,995,496	$8,562,140	$12,169,393	$9,085,000	$9,085,000
GRAND TOTAL					
	$13,214,979	$15,094,756	$18,765,008	$15,680,615	$15,680,616

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METHOD OF FINANCING	Exp 2007	Est 2008	Bud 2009	Req 2010	Req 2011
FULL-TIME-EQUIVALENT POSITIONS					
REGULAR APPROPRIATIONS					
Regular Appropriations from Bill Pattern	155.0	155.0	155.0	165.0	165.0
REQUEST TO EXCEED ADJUSTMENTS					
Art IX, Sec 6.14(b), FTE Request to Exceed (2006-07 GAA)	10.0	0.0	0.0	0.0	0.0
Art IX, Sec 6.10(a), FTE Request to Exceed (2008-09 GAA)	0.0	10.0	10.0	0.0	0.0
UNAUTHORIZED NUMBER OVER (BELOW) CAP					
Unauthorized Number Over (Below) Cap	(16.7)	(16.0)	0.0	0.0	0.0
TOTAL, ADJUSTED FTES	**148.3**	**149.0**	**165.0**	**165.0**	**165.0**
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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OBJECT OF EXPENSE	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
1001 SALARIES AND WAGES	$6,596,770	$6,840,090	$9,114,909	$9,114,909	$9,114,909
1002 OTHER PERSONNEL COSTS	$938,630	$792,655	$722,386	$722,386	$722,386
1005 FACULTY SALARIES	$0	$445	$0	$0	$0
2001 PROFESSIONAL FEES AND SERVICES	$11,785	$35,560	$40,000	$40,000	$40,000
2002 FUELS AND LUBRICANTS	$21,918	$26,681	$30,000	$30,000	$30,000
2003 CONSUMABLE SUPPLIES	$2,222,641	$1,859,107	$1,979,075	$1,979,075	$1,979,075
2004 UTILITIES	$1,048,597	$857,166	$1,082,518	$1,082,518	$1,082,518
2005 TRAVEL	$140,854	$88,345	$76,000	$76,000	$76,000
2006 RENT - BUILDING	$0	$6,532	$6,000	$6,000	$6,000
2007 RENT - MACHINE AND OTHER	$50,911	$95,461	$105,000	$105,000	$105,000
2009 OTHER OPERATING EXPENSE	$1,823,736	$2,533,163	$2,184,120	$2,199,729	$2,199,730
5000 CAPITAL EXPENDITURES	$359,137	$1,959,551	$3,425,000	$325,000	$325,000
OOE Total (Excluding Riders)	**$13,214,979**	**$15,094,756**	**$18,765,008**	**$15,680,617**	**$15,680,618**
OOE Total (Riders)					
Grand Total	**$13,214,979**	**$15,094,756**	**$18,765,008**	**$15,680,617**	**$15,680,618**

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Goal/ *Objective* / **Outcome**	**Exp 2007**	**Est 2008**	**Bud 2009**	**BL 2010**	**BL 2011**
1　Provide Diagnostic Services Drug/Export Tests, & Disease Surveillance					
1　Maintain Diagnostic Services for Effective Disease Mgmt & Surveillance					
KEY　　**1**　**Number of Diagnostic Services Rendered**					
	953,814.00	1,000,000.00	1,025,000.00	1,050,000.00	1,050,000.00
2　Provide An Effective Drug Testing Laboratory					
KEY　　**1**　**Percent of Animals Testing Drug Free**					
	99.70%	99.70%	99.70%	99.70%	99.70%

Agency code:　　　　　　　　　　　　Agency name:　**Texas Veterinary Medical Diagnostic Laboratory**

GR Baseline Request Limit = $12,591,231

GR-D Baseline Request Limit = $12,591,231

Strategy/Strategy Option/Rider

	2010 Funds				2011 Funds			Biennial Cumulative GR	Biennial Cumulative Ded	
FTEs	Total	GR	Ded	FTEs	Total	GR	Ded			Page #
Strategy: 1 - 1 - 1	**Provide Diagnostic Service and Disease Surveillance**									
138.5	11,162,652	5,062,908	0	138.5	11,162,653	5,062,909	0	10,125,817	0	___
Strategy: 1 - 2 - 1	**Provide Drug Testing Service**									
12.5	794,826	0	0	12.5	794,826	0	0	10,125,817	0	___
Strategy: 3 - 1 - 1	**Provide Funding for Staff Group Insurance Premiums**									
0.0	813,822	266,518	0	0.0	813,822	266,518	0	10,658,853	0	___
Strategy: 3 - 1 - 2	**Provide Funding for Workers' Compensation Insurance**									
0.0	18,180	6,059	0	0.0	18,180	6,059	0	10,670,971	0	___
Strategy: 3 - 1 - 3	**Provide Funding for Unemployment Insurance**									
0.0	4,045	1,329	0	0.0	4,045	1,329	0	10,673,629	0	___
Strategy: 3 - 1 - 4	**Provide Funding for OASI**									
0.0	293,015	89,794	0	0.0	293,015	89,794	0	10,853,217	0	___
Strategy: 3 - 1 - 5	**Optional Retirement Program Differential**									
0.0	24,941	7,858	0	0.0	24,941	7,858	0	10,868,933	0	___
Strategy: 4 - 1 - 1	**Indirect Administration**									
14.0	1,399,992	456,783	0	14.0	1,399,992	456,783	0	11,782,499	0	___
Strategy: 4 - 1 - 2	**Infrastructure Support - In Brazos Country**									
0.0	964,144	330,163	0	0.0	964,144	330,163	0	12,442,825	0	___
Strategy: 4 - 1 - 3	**Infrastructure Support - Outside Brazos County**									
0.0	204,998	74,203	0	0.0	204,998	74,203	0	12,591,231	0	___
165.0				**165.0**				******GR Baseline Request Limit=$12,591,231******		
Excp Item: 1	**Protection of Texas Livestock and Public Health Sectors**									
10.0	2,500,000	2,500,000	0	10.0	2,500,000	2,500,000	0	17,591,231	0	___

Agency code: Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GR Baseline Request Limit = $12,591,231

GR-D Baseline Request Limit = $12,591,231

Strategy/Strategy Option/Rider

	2010 Funds				2011 Funds			Biennial Cumulative GR	Biennial Cumulative Ded	
FTEs	**Total**	**GR**	**Ded**	**FTEs**	**Total**	**GR**	**Ded**			**Page #**
Strategy Detail for Excp Item: 1										
Strategy: 1 - 1 - 1 **Provide Diagnostic Service and Disease Surveillance**										
10.0	2,500,000	2,500,000	0	10.0	2,500,000	2,500,000	0			
175.0	**$18,180,615**	**$8,795,615**	**$0**	**175.0**	**$18,180,616**	**$8,795,616**	**0**			

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

Priority Item	2010 GR and GR/GR Dedicated	All Funds	FTEs	2011 GR and GR Dedicated	All Funds	FTEs	Biennium GR and GR Dedicated	All Funds
8 Protect, Livestock , Public Health	$2,500,000	$2,500,000	10.0	$2,500,000	$2,500,000	10.0	$5,000,000	$5,000,000
Total, Exceptional Items Request	**$2,500,000**	**$2,500,000**	**10.0**	**$2,500,000**	**$2,500,000**	**10.0**	**$5,000,000**	**$5,000,000**

Method of Financing

General Revenue	$2,500,000	$2,500,000		$2,500,000	$2,500,000		$5,000,000	$5,000,000
General Revenue - Dedicated								
Federal Funds								
Other Funds								
	$2,500,000	**$2,500,000**		**$2,500,000**	**$2,500,000**		**$5,000,000**	**$5,000,000**

Full Time Equivalent Positions   10.0   10.0

Number of 100% Federally Funded FTEs   0.0   0.0

2.F. SUMMARY OF TOTAL REQUEST BY STRATEGY
81st Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE : **8/18/2008**
TIME : **1:59:02PM**

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

Goal/*Objective*/**STRATEGY**	Base 2010	Base 2011	Exceptional 2010	Exceptional 2011	Total Request 2010	Total Request 2011
1 Provide Diagnostic Services Drug/Export Tests, & Disease Surveillanc						
1 *Maintain Diagnostic Services for Effective Disease Mgmt & Surveilla*						
1 DIAGNOSTIC SERVICES	$11,162,652	$11,162,653	$2,500,000	$2,500,000	$13,662,652	$13,662,653
2 *Provide An Effective Drug Testing Laboratory*						
1 DRUG TESTING SERVICE	794,826	794,826	0	0	794,826	794,826
TOTAL, GOAL 1	**$11,957,478**	**$11,957,479**	**$2,500,000**	**$2,500,000**	**$14,457,478**	**$14,457,479**
3 Maintain Staff Benefits Program for Eligible Employees and Retirees						
1 *Provide Staff Benefits to Eligible Employees and Retirees*						
1 STAFF GROUP INSURANCE	813,822	813,822	0	0	813,822	813,822
2 WORKERS' COMP INSURANCE	18,180	18,180	0	0	18,180	18,180
3 UNEMPLOYMENT INSURANCE	4,045	4,045	0	0	4,045	4,045
4 OASI	293,015	293,015	0	0	293,015	293,015
5 OPTIONAL RETIREMENT PROGRAM	24,941	24,941	0	0	24,941	24,941
TOTAL, GOAL 3	**$1,154,003**	**$1,154,003**	**$0**	**$0**	**$1,154,003**	**$1,154,003**

2.F. SUMMARY OF TOTAL REQUEST BY STRATEGY
81st Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE : **8/18/2008**
TIME : **1:59:06PM**

Agency code: **557** Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

Goal/*Objective*/**STRATEGY**	Base 2010	Base 2011	Exceptional 2010	Exceptional 2011	Total Request 2010	Total Request 2011
4 Indirect Administration						
1 *Indirect Administration*						
1 INDIRECT ADMINISTRATION	$1,399,992	$1,399,992	$0	$0	$1,399,992	$1,399,992
2 INFRASTRUCTURE SUPPORT IN BRAZOS CO	964,144	964,144	0	0	964,144	964,144
3 INFRASTRUCT SUPP OUTSIDE BRAZOS CO	204,998	204,998	0	0	204,998	204,998
TOTAL, GOAL 4	**$2,569,134**	**$2,569,134**	**$0**	**$0**	**$2,569,134**	**$2,569,134**
TOTAL, AGENCY STRATEGY REQUEST	**$15,680,615**	**$15,680,616**	**$2,500,000**	**$2,500,000**	**$18,180,615**	**$18,180,616**
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	**$15,680,615**	**$15,680,616**	**$2,500,000**	**$2,500,000**	**$18,180,615**	**$18,180,616**

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

Goal/*Objective*/**STRATEGY**	Base 2010	Base 2011	Exceptional 2010	Exceptional 2011	Total Request 2010	Total Request 2011
General Revenue Funds:						
1 General Revenue Fund	$6,295,615	$6,295,616	$2,500,000	$2,500,000	$8,795,615	$8,795,616
	$6,295,615	**$6,295,616**	**$2,500,000**	**$2,500,000**	**$8,795,615**	**$8,795,616**
Federal Funds:						
555 Federal Funds	300,000	300,000	0	0	$300,000	$300,000
	$300,000	**$300,000**	**$0**	**$0**	**$300,000**	**$300,000**
Other Funds:						
763 Drug Testing Lab Fee Rev	1,072,424	1,072,424	0	0	$1,072,424	$1,072,424
764 Vet Med Lab Fee Revenue	8,012,576	8,012,576	0	0	$8,012,576	$8,012,576
	$9,085,000	**$9,085,000**	**$0**	**$0**	**$9,085,000**	**$9,085,000**
TOTAL, METHOD OF FINANCING	**$15,680,615**	**$15,680,616**	**$2,500,000**	**$2,500,000**	**$18,180,615**	**$18,180,616**
FULL TIME EQUIVALENT POSITIONS	**165.0**	**165.0**	**10.0**	**10.0**	**175.0**	**175.0**

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL: 1   Provide Diagnostic Services Drug/Export Tests, & Disease Surveillance

OBJECTIVE: 1   Maintain Diagnostic Services for Effective Disease Mgmt & Surveillance

STRATEGY: 1   Provide Diagnostic Service and Disease Surveillance

Statewide Goal/Benchmark: 6   0

Service Categories:

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
Output Measures:						
KEY 1	Number of Cases Submitted and Examined	199,325.00	200,000.00	205,000.00	210,000.00	210,000.00
KEY 2	# of Surveillance Tests Performed for Agents of Bio- or Eco-terrorism	272,664.00	135,000.00	140,000.00	140,000.00	140,000.00
Efficiency Measures:						
1	Response Time for Diagnostic Service and Disease Surveillance	3.70	3.70	3.70	3.70	3.70
2	Number of Cases Handled Per FTE	1,487.50	1,455.00	1,371.00	1,377.00	1,377.00
Objects of Expense:						
1001	SALARIES AND WAGES	$5,399,831	$5,656,601	$7,693,370	$7,693,370	$7,693,370
1002	OTHER PERSONNEL COSTS	$432,981	$335,006	$310,635	$310,635	$310,635
1005	FACULTY SALARIES	$0	$445	$0	$0	$0
2001	PROFESSIONAL FEES AND SERVICES	$11,541	$35,560	$40,000	$40,000	$40,000
2002	FUELS AND LUBRICANTS	$21,918	$26,681	$30,000	$30,000	$30,000
2003	CONSUMABLE SUPPLIES	$2,009,664	$1,674,155	$1,785,457	$1,785,457	$1,785,457
2005	TRAVEL	$116,998	$66,629	$58,500	$58,500	$58,500
2006	RENT - BUILDING	$0	$6,532	$6,000	$6,000	$6,000
2007	RENT - MACHINE AND OTHER	$45,493	$91,333	$100,000	$100,000	$100,000
2009	OTHER OPERATING EXPENSE	$407,345	$975,181	$823,081	$838,690	$838,691
5000	CAPITAL EXPENDITURES	$271,647	$1,025,551	$2,150,000	$300,000	$300,000
TOTAL, OBJECT OF EXPENSE		**$8,717,418**	**$9,893,674**	**$12,997,043**	**$11,162,652**	**$11,162,653**
Method of Financing:						
1	General Revenue Fund	$3,543,139	$3,824,170	$5,062,907	$5,062,908	$5,062,909
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$3,543,139**	**$3,824,170**	**$5,062,907**	**$5,062,908**	**$5,062,909**

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL: 1 Provide Diagnostic Services Drug/Export Tests, & Disease Surveillance

OBJECTIVE: 1 Maintain Diagnostic Services for Effective Disease Mgmt & Surveillance

STRATEGY: 1 Provide Diagnostic Service and Disease Surveillance

Statewide Goal/Benchmark: 6 0

Service Categories:

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
Method of Financing:						
555	Federal Funds					
	10.200.009 USDA/PROPOSALS	$273,094	$261,736	$260,000	$260,000	$260,000
CFDA Subtotal, Fund	555	$273,094	$261,736	$260,000	$260,000	$260,000
SUBTOTAL, MOF (FEDERAL FUNDS)		**$273,094**	**$261,736**	**$260,000**	**$260,000**	**$260,000**
Method of Financing:						
764	Vet Med Lab Fee Revenue	$4,901,185	$5,807,768	$7,674,136	$5,839,744	$5,839,744
SUBTOTAL, MOF (OTHER FUNDS)		**$4,901,185**	**$5,807,768**	**$7,674,136**	**$5,839,744**	**$5,839,744**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$11,162,652**	**$11,162,653**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$8,717,418**	**$9,893,674**	**$12,997,043**	**$11,162,652**	**$11,162,653**
FULL TIME EQUIVALENT POSITIONS:		**122.3**	**125.5**	**138.5**	**138.5**	**138.5**

STRATEGY DESCRIPTION AND JUSTIFICATION:

The Texas Veterinary Medical Diagnostic Laboratory (TVMDL) provides veterinary medical diagnostic services to the citizens of Texas in order to reduce the incidence of animal disease. TVMDL serves the citizens and veterinarians of Texas by safeguarding animal and public health with rapid, accurate, reliable diagnoses for animal and zoonotic diseases. TVMDLs' routine testing capacity is the backbone of a Texas animal and emerging and/or zoonotic disease surveillance system. The TVMDL mission also includes providing early surge and response testing capacity in the event of a foreign animal, emerging and/or zoonotic disease introduction; providing diagnostic tests to aid in commerce (interstate and international trade); and contributing to the benefits of healthy animal/human interactions. These activities are vital for the protection of Texas animal and public health.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL:	1	Provide Diagnostic Services Drug/Export Tests, & Disease Surveillance	Statewide Goal/Benchmark: 6 0
OBJECTIVE:	1	Maintain Diagnostic Services for Effective Disease Mgmt & Surveillance	Service Categories:
STRATEGY:	1	Provide Diagnostic Service and Disease Surveillance	Service: 37 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011

Factors that would influence the ability to accomplish the goal of providing diagnostic services for effective disease management and surveillance include: 1) a diversion of personnel during a high consequence disease event or; 2) a budget reduction in TVMDL general revenues or loss of fee-generated revenues forcing TVMDL to reduce the number of staff available for routine diagnostic testing.

Any of the aforementioned circumstances would result in an inability to adequately perform the requested numbers of diagnostic tests/services and surveillance activities.

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL: 1 Provide Diagnostic Services Drug/Export Tests, & Disease Surveillance

OBJECTIVE: 2 Provide An Effective Drug Testing Laboratory

STRATEGY: 1 Provide Drug Testing Service

Statewide Goal/Benchmark: 6   0

Service Categories:

Service: 38   Income: A.2   Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
Output Measures:						
KEY 1	Number of Animals Tested	26,000.00	21,000.00	21,000.00	21,000.00	21,000.00
Efficiency Measures:						
1	Response Time for Drug Testing Service	3.50	3.50	3.50	3.50	3.50
2	Number of Cases Handled Per FTE	1,857.00	1,680.00	1,680.00	1,680.00	1,680.00
Objects of Expense:						
1001	SALARIES AND WAGES	$422,383	$439,519	$439,430	$439,430	$439,430
1002	OTHER PERSONNEL COSTS	$39,052	$40,336	$41,060	$41,060	$41,060
2001	PROFESSIONAL FEES AND SERVICES	$244	$0	$0	$0	$0
2003	CONSUMABLE SUPPLIES	$200,011	$168,762	$179,335	$179,335	$179,335
2005	TRAVEL	$2,758	$670	$1,000	$1,000	$1,000
2007	RENT - MACHINE AND OTHER	$5,418	$4,128	$5,000	$5,000	$5,000
2009	OTHER OPERATING EXPENSE	$46,072	$40,580	$129,001	$129,001	$129,001
5000	CAPITAL EXPENDITURES	$75,740	$0	$0	$0	$0
TOTAL, OBJECT OF EXPENSE		**$791,678**	**$693,995**	**$794,826**	**$794,826**	**$794,826**
Method of Financing:						
763	Drug Testing Lab Fee Rev	$791,678	$693,995	$794,826	$794,826	$794,826
SUBTOTAL, MOF (OTHER FUNDS)		**$791,678**	**$693,995**	**$794,826**	**$794,826**	**$794,826**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$794,826**	**$794,826**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$791,678**	**$693,995**	**$794,826**	**$794,826**	**$794,826**
FULL TIME EQUIVALENT POSITIONS:		**14.0**	**12.5**	**12.5**	**12.5**	**12.5**

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL:	1	Provide Diagnostic Services Drug/Export Tests, & Disease Surveillance	Statewide Goal/Benchmark:	6 0
OBJECTIVE:	2	Provide An Effective Drug Testing Laboratory	Service Categories:	
STRATEGY:	1	Provide Drug Testing Service	Service: 38 Income: A.2 Age: B.3	

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011

STRATEGY DESCRIPTION AND JUSTIFICATION:

Drug testing of animals in races and in livestock shows is important to reduce the use of illegal drugs in these animal athletes and consequently to maintain consumer confidence in the sport and this source of tax revenue for the state.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

The number of animals tested is determined by the number of race tracks in operation and the number of racing days authorized to each track by the Texas Racing Commission.

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL: 3 Maintain Staff Benefits Program for Eligible Employees and Retirees

OBJECTIVE: 1 Provide Staff Benefits to Eligible Employees and Retirees

STRATEGY: 1 Provide Funding for Staff Group Insurance Premiums

Statewide Goal/Benchmark: 6 0

Service Categories:

Service: 06   Income: A.2   Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	$813,693	$814,932	$813,822	$813,822	$813,822
TOTAL, OBJECT OF EXPENSE		**$813,693**	**$814,932**	**$813,822**	**$813,822**	**$813,822**
Method of Financing:						
1	General Revenue Fund	$307,402	$333,433	$266,518	$266,518	$266,518
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$307,402**	**$333,433**	**$266,518**	**$266,518**	**$266,518**
Method of Financing:						
555	Federal Funds					
	10.200.009 USDA/PROPOSALS	$18,785	$20,498	$21,178	$21,178	$21,178
CFDA Subtotal, Fund 555		$18,785	$20,498	$21,178	$21,178	$21,178
SUBTOTAL, MOF (FEDERAL FUNDS)		**$18,785**	**$20,498**	**$21,178**	**$21,178**	**$21,178**
Method of Financing:						
763	Drug Testing Lab Fee Rev	$62,283	$57,510	$56,349	$56,349	$56,349
764	Vet Med Lab Fee Revenue	$425,223	$403,491	$469,777	$469,777	$469,777
SUBTOTAL, MOF (OTHER FUNDS)		**$487,506**	**$461,001**	**$526,126**	**$526,126**	**$526,126**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$813,822**	**$813,822**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$813,693**	**$814,932**	**$813,822**	**$813,822**	**$813,822**

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

Provides funding for Staff Group Insurance Premiums in accordance with state law.

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL: 3 Maintain Staff Benefits Program for Eligible Employees and Retirees   Statewide Goal/Benchmark: 6   0

OBJECTIVE: 1 Provide Staff Benefits to Eligible Employees and Retirees   Service Categories:

STRATEGY: 1 Provide Funding for Staff Group Insurance Premiums   Service: 06   Income: A.2   Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Health care coverage costs continue to rise. Funding needs to be made available to meet these increased costs.

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL: 3   Maintain Staff Benefits Program for Eligible Employees and Retirees   Statewide Goal/Benchmark: 6   0

OBJECTIVE: 1   Provide Staff Benefits to Eligible Employees and Retirees   Service Categories:

STRATEGY: 2   Provide Funding for Workers' Compensation Insurance   Service: 06   Income: A.2   Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	$17,377	$14,070	$18,180	$18,180	$18,180
TOTAL, OBJECT OF EXPENSE		**$17,377**	**$14,070**	**$18,180**	**$18,180**	**$18,180**
Method of Financing:						
1	General Revenue Fund	$6,595	$5,717	$6,059	$6,059	$6,059
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$6,595**	**$5,717**	**$6,059**	**$6,059**	**$6,059**
Method of Financing:						
555	Federal Funds					
	10.200.009 USDA/PROPOSALS	$403	$455	$470	$470	$470
CFDA Subtotal, Fund 555		$403	$455	$470	$470	$470
SUBTOTAL, MOF (FEDERAL FUNDS)		**$403**	**$455**	**$470**	**$470**	**$470**
Method of Financing:						
763	Drug Testing Lab Fee Rev	$1,256	$979	$970	$970	$970
764	Vet Med Lab Fee Revenue	$9,123	$6,919	$10,681	$10,681	$10,681
SUBTOTAL, MOF (OTHER FUNDS)		**$10,379**	**$7,898**	**$11,651**	**$11,651**	**$11,651**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$18,180**	**$18,180**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$17,377**	**$14,070**	**$18,180**	**$18,180**	**$18,180**

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

Provides funding for Workers' Compensation Insurance in accordance with state law.

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL:	3	Maintain Staff Benefits Program for Eligible Employees and Retirees				Statewide Goal/Benchmark:	6	0
OBJECTIVE:	1	Provide Staff Benefits to Eligible Employees and Retirees				Service Categories:		
STRATEGY:	2	Provide Funding for Workers' Compensation Insurance				Service: 06 Income: A.2 Age: B.3		

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

To provide Workers' Compensation Insurance in accordance with state law.

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL: 3 Maintain Staff Benefits Program for Eligible Employees and Retirees

OBJECTIVE: 1 Provide Staff Benefits to Eligible Employees and Retirees

STRATEGY: 3 Provide Funding for Unemployment Insurance

Statewide Goal/Benchmark: 6 0

Service Categories:

Service: 06   Income: A.2   Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	$3,991	$2,026	$4,045	$4,045	$4,045
TOTAL, OBJECT OF EXPENSE		**$3,991**	**$2,026**	**$4,045**	**$4,045**	**$4,045**
Method of Financing:						
1	General Revenue Fund	$1,427	$755	$1,329	$1,329	$1,329
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$1,427**	**$755**	**$1,329**	**$1,329**	**$1,329**
Method of Financing:						
555	Federal Funds					
	10.200.009 USDA/PROPOSALS	$88	$114	$118	$118	$118
CFDA Subtotal, Fund 555		$88	$114	$118	$118	$118
SUBTOTAL, MOF (FEDERAL FUNDS)		**$88**	**$114**	**$118**	**$118**	**$118**
Method of Financing:						
763	Drug Testing Lab Fee Rev	$502	$244	$256	$256	$256
764	Vet Med Lab Fee Revenue	$1,974	$913	$2,342	$2,342	$2,342
SUBTOTAL, MOF (OTHER FUNDS)		**$2,476**	**$1,157**	**$2,598**	**$2,598**	**$2,598**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$4,045**	**$4,045**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$3,991**	**$2,026**	**$4,045**	**$4,045**	**$4,045**

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

Provides funding for Unemployment insurance in accordance with state law.

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL: 3 Maintain Staff Benefits Program for Eligible Employees and Retirees

OBJECTIVE: 1 Provide Staff Benefits to Eligible Employees and Retirees

STRATEGY: 3 Provide Funding for Unemployment Insurance

Statewide Goal/Benchmark: 6 0

Service Categories:

Service: 06   Income: A.2   Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

To provide Unemployment Insurance in accordance with state law.

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL: 3 Maintain Staff Benefits Program for Eligible Employees and Retirees	Statewide Goal/Benchmark: 6 0	
OBJECTIVE: 1 Provide Staff Benefits to Eligible Employees and Retirees	Service Categories:	
STRATEGY: 4 Provide Funding for OASI	Service: 06 Income: A.2 Age: B.3	

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
Objects of Expense:						
1002	OTHER PERSONNEL COSTS	$305,222	$286,499	$293,015	$293,015	$293,015
TOTAL, OBJECT OF EXPENSE		**$305,222**	**$286,499**	**$293,015**	**$293,015**	**$293,015**
Method of Financing:						
1	General Revenue Fund	$109,941	$106,132	$89,794	$89,794	$89,794
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$109,941**	**$106,132**	**$89,794**	**$89,794**	**$89,794**
Method of Financing:						
555	Federal Funds					
	10.200.009 USDA/PROPOSALS	$6,718	$16,387	$16,931	$16,931	$16,931
CFDA Subtotal, Fund 555		$6,718	$16,387	$16,931	$16,931	$16,931
SUBTOTAL, MOF (FEDERAL FUNDS)		**$6,718**	**$16,387**	**$16,931**	**$16,931**	**$16,931**
Method of Financing:						
763	Drug Testing Lab Fee Rev	$36,484	$35,548	$28,015	$28,015	$28,015
764	Vet Med Lab Fee Revenue	$152,079	$128,432	$158,275	$158,275	$158,275
SUBTOTAL, MOF (OTHER FUNDS)		**$188,563**	**$163,980**	**$186,290**	**$186,290**	**$186,290**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$293,015**	**$293,015**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$305,222**	**$286,499**	**$293,015**	**$293,015**	**$293,015**

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

Provides funding for OASI contribution in accordance with Federal law.

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL:	3	Maintain Staff Benefits Program for Eligible Employees and Retirees	Statewide Goal/Benchmark: 6 0
OBJECTIVE:	1	Provide Staff Benefits to Eligible Employees and Retirees	Service Categories:
STRATEGY:	4	Provide Funding for OASI	Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

To provide the employer's portion of OASI in accordance with
 federal law.

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL:	3	Maintain Staff Benefits Program for Eligible Employees and Retirees	Statewide Goal/Benchmark: 6 0
OBJECTIVE:	1	Provide Staff Benefits to Eligible Employees and Retirees	Service Categories:
STRATEGY:	5	Optional Retirement Program Differential	Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
Objects of Expense:						
1002	OTHER PERSONNEL COSTS	$38,998	$25,391	$24,941	$24,941	$24,941
TOTAL, OBJECT OF EXPENSE		**$38,998**	**$25,391**	**$24,941**	**$24,941**	**$24,941**
Method of Financing:						
1	General Revenue Fund	$14,963	$10,303	$7,858	$7,858	$7,858
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$14,963**	**$10,303**	**$7,858**	**$7,858**	**$7,858**
Method of Financing:						
555	Federal Funds					
	10.200.009 USDA/PROPOSALS	$912	$810	$1,303	$1,303	$1,303
CFDA Subtotal, Fund 555		$912	$810	$1,303	$1,303	$1,303
SUBTOTAL, MOF (FEDERAL FUNDS)		**$912**	**$810**	**$1,303**	**$1,303**	**$1,303**
Method of Financing:						
763	Drug Testing Lab Fee Rev	$2,426	$1,811	$1,930	$1,930	$1,930
764	Vet Med Lab Fee Revenue	$20,697	$12,467	$13,850	$13,850	$13,850
SUBTOTAL, MOF (OTHER FUNDS)		**$23,123**	**$14,278**	**$15,780**	**$15,780**	**$15,780**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$24,941**	**$24,941**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$38,998**	**$25,391**	**$24,941**	**$24,941**	**$24,941**

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

To provide funding for contribution to the Optional Retirement Program in accordance with state law.

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL:	3	Maintain Staff Benefits Program for Eligible Employees and Retirees	Statewide Goal/Benchmark: 6 0
OBJECTIVE:	1	Provide Staff Benefits to Eligible Employees and Retirees	Service Categories:
STRATEGY:	5	Optional Retirement Program Differential	Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

To provide ORP contributions to employees in accordance with state law.

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL:	4	Indirect Administration	Statewide Goal/Benchmark: 6 0
OBJECTIVE:	1	Indirect Administration	Service Categories:
STRATEGY:	1	Indirect Administration	Service: 09 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
Objects of Expense:						
1001	SALARIES AND WAGES	$774,556	$743,970	$982,109	$982,109	$982,109
1002	OTHER PERSONNEL COSTS	$122,377	$105,423	$52,735	$52,735	$52,735
2003	CONSUMABLE SUPPLIES	$12,966	$16,190	$14,283	$14,283	$14,283
2004	UTILITIES	$63,739	$102,417	$112,518	$112,518	$112,518
2005	TRAVEL	$21,098	$21,046	$16,500	$16,500	$16,500
2009	OTHER OPERATING EXPENSE	$408,326	$409,455	$196,847	$196,847	$196,847
5000	CAPITAL EXPENDITURES	$11,750	$34,000	$25,000	$25,000	$25,000
TOTAL, OBJECT OF EXPENSE		**$1,414,812**	**$1,432,501**	**$1,399,992**	**$1,399,992**	**$1,399,992**
Method of Financing:						
1	General Revenue Fund	$545,383	$603,179	$456,783	$456,783	$456,783
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$545,383**	**$603,179**	**$456,783**	**$456,783**	**$456,783**
Method of Financing:						
763	Drug Testing Lab Fee Rev	$115,043	$99,410	$138,058	$138,058	$138,058
764	Vet Med Lab Fee Revenue	$754,386	$729,912	$805,151	$805,151	$805,151
SUBTOTAL, MOF (OTHER FUNDS)		**$869,429**	**$829,322**	**$943,209**	**$943,209**	**$943,209**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$1,399,992**	**$1,399,992**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$1,414,812**	**$1,432,501**	**$1,399,992**	**$1,399,992**	**$1,399,992**
FULL TIME EQUIVALENT POSITIONS:		**12.0**	**11.0**	**14.0**	**14.0**	**14.0**

STRATEGY DESCRIPTION AND JUSTIFICATION:

To provide funding for management, accounting, and computer support services for this agency.

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL: 4   Indirect Administration

OBJECTIVE: 1   Indirect Administration

STRATEGY: 1   Indirect Administration

Statewide Goal/Benchmark: 6   0

Service Categories:

Service: 09   Income: A.1   Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

To provide for management, accounting and computer support for the agency.

Agency code: **557** Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL: 4 Indirect Administration

OBJECTIVE: 1 Indirect Administration

STRATEGY: 2 Infrastructure Support - In Brazos Country

Statewide Goal/Benchmark: 6 0

Service Categories:

Service: 09 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
Objects of Expense:						
2004	UTILITIES	$859,773	$633,657	$840,000	$840,000	$840,000
2009	OTHER OPERATING EXPENSE	$104,704	$259,100	$124,144	$124,144	$124,144
5000	CAPITAL EXPENDITURES	$0	$0	$0	$0	$0
TOTAL, OBJECT OF EXPENSE		**$964,477**	**$892,757**	**$964,144**	**$964,144**	**$964,144**
Method of Financing:						
1	General Revenue Fund	$328,822	$344,894	$330,163	$330,163	$330,163
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$328,822**	**$344,894**	**$330,163**	**$330,163**	**$330,163**
Method of Financing:						
763	Drug Testing Lab Fee Rev	$180,800	$130,503	$52,020	$52,020	$52,020
764	Vet Med Lab Fee Revenue	$454,855	$417,360	$581,961	$581,961	$581,961
SUBTOTAL, MOF (OTHER FUNDS)		**$635,655**	**$547,863**	**$633,981**	**$633,981**	**$633,981**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$964,144**	**$964,144**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$964,477**	**$892,757**	**$964,144**	**$964,144**	**$964,144**

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

To provide funding for utilities, maintenance, upgrades and replacement of buildings and equipment for facilities located inside Brazos County.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

The market price of purchased energy is influenced by a variety of external factors. Also, as our buildings and equipment age, the cost of maintenance increases.

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL: 4   Indirect Administration

OBJECTIVE: 1   Indirect Administration

STRATEGY: 3   Infrastructure Support - Outside Brazos County

Statewide Goal/Benchmark: 6   0

Service Categories:

Service: NA   Income: NA   Age: NA

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
Objects of Expense:						
2004	UTILITIES	$125,085	$121,092	$130,000	$130,000	$130,000
2009	OTHER OPERATING EXPENSE	$22,228	$17,819	$75,000	$74,998	$74,998
5000	CAPITAL EXPENDITURES	$0	$900,000	$1,250,000	$0	$0
TOTAL, OBJECT OF EXPENSE		**$147,313**	**$1,038,911**	**$1,455,000**	**$204,998**	**$204,998**
Method of Financing:						
1	General Revenue Fund	$61,811	$1,004,033	$74,204	$74,203	$74,203
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$61,811**	**$1,004,033**	**$74,204**	**$74,203**	**$74,203**
Method of Financing:						
764	Vet Med Lab Fee Revenue	$85,502	$34,878	$1,380,796	$130,795	$130,795
SUBTOTAL, MOF (OTHER FUNDS)		**$85,502**	**$34,878**	**$1,380,796**	**$130,795**	**$130,795**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$204,998**	**$204,998**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$147,313**	**$1,038,911**	**$1,455,000**	**$204,998**	**$204,998**

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

 To provide funding for utilities, maintenance, upgrades and replacement of buildings and equipment for facilities located outside of Brazos County.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	$13,214,979	$15,094,756	$18,765,008	$15,680,615	$15,680,616
METHODS OF FINANCE (INCLUDING RIDERS):				$15,680,615	$15,680,616
METHODS OF FINANCE (EXCLUDING RIDERS):	$13,214,979	$15,094,756	$18,765,008	$15,680,615	$15,680,616
FULL TIME EQUIVALENT POSITIONS:	148.3	149.0	165.0	165.0	165.0

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	$13,214,979	$15,094,756	$18,765,008	$15,680,617	$15,680,618
METHODS OF FINANCE (INCLUDING RIDERS):				$15,680,615	$15,680,616
METHODS OF FINANCE (EXCLUDING RIDERS):	$13,214,979	$15,094,756	$18,765,008	$15,680,615	$15,680,616
FULL TIME EQUIVALENT POSITIONS:	148.0	149.0	165.0	165.0	165.0

4.A. EXCEPTIONAL ITEM REQUEST SCHEDULE
81st Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/5/2008**
TIME: **2:12:59PM**

Agency code: **557**   Agency name:

Texas Veterinary Medical Diagnostic Laboratory

CODE	DESCRIPTION	Excp 2010	Excp 2011

Item Name: Protection of Texas Livestock and Public Health Sectors
Item Priority: 8
Includes Funding for the Following Strategy or Strategies: 01-01-01   Provide Diagnostic Service and Disease Surveillance

OBJECTS OF EXPENSE:

CODE	DESCRIPTION	Excp 2010	Excp 2011
1001	SALARIES AND WAGES	1,240,000	1,240,000
1002	OTHER PERSONNEL COSTS	310,000	310,000
2005	TRAVEL	200,000	200,000
2009	OTHER OPERATING EXPENSE	525,000	525,000
5000	CAPITAL EXPENDITURES	225,000	225,000
	TOTAL, OBJECT OF EXPENSE	**$2,500,000**	**$2,500,000**

METHOD OF FINANCING:

		Excp 2010	Excp 2011
1	General Revenue Fund	2,500,000	2,500,000
	TOTAL, METHOD OF FINANCING	**$2,500,000**	**$2,500,000**
	FULL-TIME EQUIVALENT POSITIONS (FTE):	10.00	10.00

DESCRIPTION / JUSTIFICATION:

The Texas livestock industries represent $10 billion in production revenues. The vast border that Texas shares with Mexico and the social and economic interactions that occur along both sides of the border enhance the potential transmission of agricultural and public health diseases. Most recently, the Texas Livestock industry has been threatened by the reemergence of the cattle fever tick along our southern border. This reestablishment, which could result in an initial death loss of over 70% of the cattle population, poses a significant threat to the Texas livestock industry as well as the States' economy. In addition, other diseases of economic and public health significance (e.g. Vesicular Stomatitis Virus, Exotic Newcastle and Avian Influenza (bird flu)) are found just south of our border.

In order to ensure that Texas is prepared to detect, control, respond to and recover from these disease/vector incursions, we must have approaches and tools available when an event occurs. TVMDL will partner with AgriLife Research to develop and validate dual-use, molecular-based assays for disease detection; better or new vaccines and application methods; and better disease control programs.

This request expands the current diagnostic testing and emergency response capabilities for Texas and also leverages the built-in surveillance/early detection capacity that currently exists within TVMDL. In order to protect the Texas livestock industries, these critical areas (detection and diagnosis, vaccination, and response) must be developed. Development of these capabilities will require an additional 4 professional staff and 6 technical staff members. This request targets a high priority area to protect not only the agricultural industry of the state of Texas, but also addresses the ability to integrate TVMDL's and other A&M system agencies' response capacities with the appropriate state and public health officials.

EXTERNAL/INTERNAL FACTORS:

Agency code: **557**   Agency name:

Texas Veterinary Medical Diagnostic Laboratory

CODE	DESCRIPTION	Excp 2010	Excp 2011

Factors that would influence the ability to accomplish the tasks and goals set forth in this proposal include: 1) diversion of personnel during a high consequence disease, 2) federal budget cuts directed towards National Animal Health Network member laboratories, 3) a budget reduction in TVMDL general revenues or loss of fee-generated revenues forcing TVMDL to reduce the number of staff available for routine diagnostic testing and high consequence disease response, and 4) a sudden increase in routine diagnostic testing that places additional burdens on our staff.

Any of the aforementioned circumstances would results in an inability to adequately develop and implement the goals and objectives described in this exceptional item.

Agency code: **557**   Agency name   **Texas Veterinary Medical Diagnostic Laboratory**

Code Description	Excp 2010	Excp 2011
Item Name: Protection of Texas Livestock and Public Health Sectors		
Allocation to Strategy: 1-1-1 Provide Diagnostic Service and Disease Surveillance		
OBJECTS OF EXPENSE:		
1001 SALARIES AND WAGES	1,240,000	1,240,000
1002 OTHER PERSONNEL COSTS	310,000	310,000
2005 TRAVEL	200,000	200,000
2009 OTHER OPERATING EXPENSE	525,000	525,000
5000 CAPITAL EXPENDITURES	225,000	225,000
TOTAL, OBJECT OF EXPENSE	**$2,500,000**	**$2,500,000**
METHOD OF FINANCING:		
1 General Revenue Fund	2,500,000	2,500,000
TOTAL, METHOD OF FINANCING	**$2,500,000**	**$2,500,000**
FULL-TIME EQUIVALENT POSITIONS (FTE):	10.0	10.0

Agency Code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

GOAL:	1 Provide Diagnostic Services Drug/Export Tests, & Disease Surveillance	Statewide Goal/Benchmark: 0 - 0
OBJECTIVE:	1 Maintain Diagnostic Services for Effective Disease Mgmt & Surveillance	Service Categories:
STRATEGY:	1 Provide Diagnostic Service and Disease Surveillance	Service: 37 Income: A.2 Age: B.3

CODE DESCRIPTION	Excp 2010	Excp 2011
OBJECTS OF EXPENSE:		
1001 SALARIES AND WAGES	1,240,000	1,240,000
1002 OTHER PERSONNEL COSTS	310,000	310,000
2005 TRAVEL	200,000	200,000
2009 OTHER OPERATING EXPENSE	525,000	525,000
5000 CAPITAL EXPENDITURES	225,000	225,000
Total, Objects of Expense	**$2,500,000**	**$2,500,000**
METHOD OF FINANCING:		
1 General Revenue Fund	2,500,000	2,500,000
Total, Method of Finance	**$2,500,000**	**$2,500,000**
FULL-TIME EQUIVALENT POSITIONS (FTE):	4.0	4.0

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Protection of Texas Livestock and Public Health Sectors

Agency Code: **557**   Agency: **Texas Veterinary Medical Diagnostic Laboratory**

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

A. Fiscal Year 2006 - 2007 HUB Expenditure Information

Statewide HUB Goals	Procurement Category	HUB Expenditures FY 2006			Total Expenditures FY 2006	HUB Expenditures FY 2007			Total Expenditures FY 2007
		% Goal	% Actual	Actual $		% Goal	% Actual	Actual $	
57.2%	Special Trade Construction	25.0 %	0.0%	$0	$21,628	0.0 %	0.2%	$33	$15,956
20.0%	Professional Services	0.0 %	0.0%	$0	$600	0.0 %	0.0%	$0	$1
33.0%	Other Services	5.0 %	4.4%	$25,270	$572,331	5.0 %	3.3%	$22,497	$689,072
12.6%	Commodities	15.0 %	14.4%	$451,219	$3,125,357	18.0 %	12.9%	$379,041	$2,941,523
	Total Expenditures		**12.8%**	**$476,489**	**$3,719,916**		**11.0%**	**$401,571**	**$3,646,552**

B. Assessment of Fiscal Year 2006 - 2007 Efforts to Meet HUB Procurement Goals

Attainment:

The agency attained or exceeded 1 of 4, or 25% of the applicable statewide HUB procurement goals in both fiscal years 2006 and 2007.

Applicability:

The heavy construction and building construction catagories do not
apply to the agency. We had no expenditures in this area.

Factors Affecting Attainment:

It is very difficult to find HUB vendors specializing in the sale of veterinary diagnostic supplies and equipment. In many instances, there are only 1 or 2 vendors in the nation that sell many of
the speciality items that we purchase.

"Good-Faith" Efforts:

We actively seek HUB vendors during the bidding process. Once identified, we make certain that they have the opportunity to bid on future procurements. We have participated in various HUB meetings and forums. Our percentage of expenditures with HUB's has improved significantly over the past several years.

6.B. Current Biennium One-time Expenditure Schedule - Strategy Allocation 2008-09 Biennium

Agency Code:	Agency Name:	Prepared By:	Date
557	Texas Veterinary Medical Diagnostic Laboratory	Ralph Cobb, Jr.	7/31/2008

PROJECT ITEM: Amarillo Lab Renovation

ALLOCATION TO STRATEGY: Diagnostic Services

Code	Strategy Allocation	Estimated 2008	Budgeted 2009	Requested 2010	Requested 2011
	Objects of Expense:				
5000	Capital Expenditures	900,000			
	Total, Objects of Expense	$900,000	$0	$0	$0
	Method of Financing:				
1	General Revenue	$900,000			
	Total, Method of Financing	$900,000	$0	$0	$0

Description of Item for 2008-09

Renovation of Amarillo laboratory to include BL-3 facilities.

6.B. Current Biennium One-time Expenditure Schedule - Strategy Allocation 2008-09 Biennium

Agency Code:		Agency Name:	Prepared By:		Date	
557		Texas Veterinary Medical Diagnostic Laboratory	Ralph Cobb, Jr.		7/31/2008	

PROJECT ITEM: Gonzales Laboratory Construction

ALLOCATION TO STRATEGY: Diagnostic Services

Code	Strategy Allocation	Estimated 2008	Budgeted 2009	Requested 2010	Requested 2011
	Objects of Expense:				
5000	Capital Expenditures		1,250,000		
	Total, Objects of Expense	$0	$1,250,000	$0	$0
	Method of Financing:				
764	Vet Med Lab Fee Revenue		$1,250,000		
	Total, Method of Financing	$0	$1,250,000	$0	$0

Description of Item for 2008-09

To replace existing obsolete facility in Gonzales, Tx. This project was originally planned for FY 2007. The site originally selected was not suitable. A replacement site has been aquired.

6.B. Current Biennium One-time Expenditure Schedule

Agency Code:	Agency Name:		Prepared By:		Date:
557	Texas Veterinary Medical Diagnostic Laboratory		Ralph Cobb, Jr.		7/31/2008
		2008-2009		**2010-2011**	
Item		**Amount**	**MOF**	**Amount**	**MOF**
Amarillo Lab Renovations		$900,000	General Revenue		
Gonzales Poultry Lab Construction		$1,250,000	Fee income		

6.I. 10 Percent Biennial Base Reduction Options Schedule

Approved Reduction Amount

$1,234,123

"Approved Base" here refers to approved 2008-09 base AFTER policy letter exceptions have been excluded.

Agency Code: 557 | **Agency Name: Texas Veterinary Medical Diagnostic Laboratory**

Rank	Reduction Item		Biennial Application of 10% Percent Reduction					FTE Reductions (FY 2010-11 Base Request Compared to Budgeted 2009)		Revenue Impact? Y/N	Cumulative GR-related reduction as a % of Approved Base
	Strat	Name	GR	GR-Dedicated	Federal	Other	All Funds	FY 08	FY 09		12341231
1	1-1-1	Provide Diagnostic Service and Disease Surveillance	1,168,091			1,850,000	$ 3,018,091	15	15		9.5%
2	4-1-2	Infrastructure Support in Brazos County	66,032				$ 66,032				10.0%
3							$ -				10.0%
4							$ -				10.0%
5							$ -				10.0%
6							$ -				10.0%
7							$ -				10.0%
8							$ -				10.0%
9							$ -				10.0%
10							$ -				10.0%
11							$ -				10.0%
12							$ -				10.0%
	Agency Biennial Total		$ 1,234,123	$ -	$ -	$ 1,850,000	$ 3,084,123	15.0	15.0		10.0%
	Agency Biennial Total (GR + GR-D)			$ 1,234,123							

Rank / Name
Explanation of Impact to Programs and Revenue Collections

1   Provide Diagnostic Service and Disease Surveillance

A 10% budget reduction would be implemented by reducing allocations to our primary strategy and goal: Providing diagnostic services and disease surveillance for the State of Texas. In order to achieve the reduction, we would be required to reduce the number of staff. This staff reduction would result in TVMDLs' inability to meet customer requests for our diagnostic services. The inability to meet the customers' testing requests will result in an adjacent loss of fee-generated income.   It is estimated that for every 1 dollar reduction in general revenue, we would in turn loose 1.5 dollars in fee-generated income. This loss in fee-generated income will force additional reductions in staff, thus perpetuating the inability to meet client testing requirements.

In addition to the inability to meet routine daily testing requests, a 10% reduction in general revenue for TVMDL would cripple our ability to provide surveillance and response for a high consequence pathogen. The reduction in numbers of samples that we would be able to test would reduce our "built-in" surveillance activities and furthermore, the reduction in personnel would all but cripple our surge testing capabilities during a foreign animal, emerging, and/or zoonotic disease event. The loss of these critical activities (disease surveillance and response) would place the Texas livestock industries and public health sectors at great harm.

2   Infrastructure Support in Brazos County

We would be required to defer maintenance on our buildings.

4   0

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7.A. INDIRECT ADMINISTRATIVE AND SUPPORT COSTS
81st Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/5/2008**

TIME : **10:55:09AM**

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

Strategy	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
1-1-1 **Provide Diagnostic Service and Disease Surveillance**					
OBJECTS OF EXPENSE:					
1001 SALARIES AND WAGES	$ 716,675 $	697,138 $	928,235 $	928,235 $	928,235
1002 OTHER PERSONNEL COSTS	110,417	93,504	49,742	49,742	49,742
2003 CONSUMABLE SUPPLIES	11,984	14,953	13,618	13,618	13,618
2004 UTILITIES	56,722	93,289	104,538	104,538	104,538
2005 TRAVEL	21,098	21,046	16,500	16,500	16,500
2009 OTHER OPERATING EXPENSE	371,123	379,161	177,058	177,058	177,058
5000 CAPITAL EXPENDITURES	11,750	34,000	25,000	25,000	25,000
Total, Objects of Expense	**$ 1,299,769 $**	**1,333,091 $**	**1,314,691 $**	**1,314,691 $**	**1,314,691**
METHOD OF FINANCING:					
1 General Revenue Fund	545,383	603,179	456,783	456,783	456,783
764 Vet Med Lab Fee Revenue	754,386	729,912	857,908	857,908	857,908
Total, Method of Financing	**$ 1,299,769 $**	**1,333,091 $**	**1,314,691 $**	**1,314,691 $**	**1,314,691**
FULL TIME EQUIVALENT POSITIONS	**11.0**	**10.0**	**13.0**	**13.0**	**13.0**

7.A. INDIRECT ADMINISTRATIVE AND SUPPORT COSTS
81st Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/5/2008**
TIME : **10:55:13AM**

Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

Strategy		Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
1-2-1	**Provide Drug Testing Service**					
OBJECTS OF EXPENSE:						
1001	SALARIES AND WAGES	$ 57,881 $	46,832 $	53,874 $	53,874 $	53,874
1002	OTHER PERSONNEL COSTS	11,960	11,919	2,993	2,993	2,993
2003	CONSUMABLE SUPPLIES	982	1,237	665	665	665
2004	UTILITIES	7,017	9,128	7,980	7,980	7,980
2009	OTHER OPERATING EXPENSE	37,203	30,294	19,789	19,789	19,789
	Total, Objects of Expense	$ **115,043** $	**99,410** $	**85,301** $	**85,301** $	**85,301**
METHOD OF FINANCING:						
763	Drug Testing Lab Fee Rev	115,043	99,410	85,301	85,301	85,301
	Total, Method of Financing	$ **115,043** $	**99,410** $	**85,301** $	**85,301** $	**85,301**
FULL TIME EQUIVALENT POSITIONS		**1.0**	**1.0**	**1.0**	**1.0**	**1.0**

7.A. INDIRECT ADMINISTRATIVE AND SUPPORT COSTS
81st Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/5/2008**

TIME : **10:55:13AM**

Agency code: **557** Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

	Exp 2007	**Est 2008**	**Bud 2009**	**BL 2010**	**BL 2011**
GRAND TOTALS					
Objects of Expense					
1001 SALARIES AND WAGES	$774,556	$743,970	$982,109	$982,109	$982,109
1002 OTHER PERSONNEL COSTS	$122,377	$105,423	$52,735	$52,735	$52,735
2003 CONSUMABLE SUPPLIES	$12,966	$16,190	$14,283	$14,283	$14,283
2004 UTILITIES	$63,739	$102,417	$112,518	$112,518	$112,518
2005 TRAVEL	$21,098	$21,046	$16,500	$16,500	$16,500
2009 OTHER OPERATING EXPENSE	$408,326	$409,455	$196,847	$196,847	$196,847
5000 CAPITAL EXPENDITURES	$11,750	$34,000	$25,000	$25,000	$25,000
Total, Objects of Expense	**$1,414,812**	**$1,432,501**	**$1,399,992**	**$1,399,992**	**$1,399,992**
Method of Financing					
1 General Revenue Fund	$545,383	$603,179	$456,783	$456,783	$456,783
763 Drug Testing Lab Fee Rev	$115,043	$99,410	$85,301	$85,301	$85,301
764 Vet Med Lab Fee Revenue	$754,386	$729,912	$857,908	$857,908	$857,908
Total, Method of Financing	**$1,414,812**	**$1,432,501**	**$1,399,992**	**$1,399,992**	**$1,399,992**
Full-Time-Equivalent Positions (FTE)	**12.0**	**11.0**	**14.0**	**14.0**	**14.0**

Schedule 3B: Staff Group Insurance Data Elements (UT/A&M)
81st Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: **8/18/2008**
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Agency Code: **557**   Agency Code: **Texas Veterinary Medical Diagnostic Laboratory**

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
GR & GR-D Percentages					
GR % 100.00%					
GR-D % 0.00%					
Total Percentage 100.00%					
FULL TIME ACTIVES					
1a Employee Only	40	40	0	40	26
2a Employee and Children	8	8	0	8	9
3a Employee and Spouse	6	6	0	6	14
4a Employee and Family	10	10	0	10	13
5a Eligible, Opt Out	4	4	0	4	2
6a Eligible, Not Enrolled	3	3	0	3	0
Total for This Section	**71**	**71**	**0**	**71**	**64**
PART TIME ACTIVES					
1b Employee Only	1	1	0	1	0
2b Employee and Children	0	0	0	0	0
3b Employee and Spouse	0	0	0	0	0
4b Employee and Family	0	0	0	0	1
5b Eligble, Opt Out	0	0	0	0	0
6b Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	**1**	**1**	**0**	**1**	**1**
Total Active Enrollment	**72**	**72**	**0**	**72**	**65**

Schedule 3B: Staff Group Insurance Data Elements (UT/A&M)
81st Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: **8/18/2008**
Time: **2:01:06PM**
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Agency Code: **557**   Agency Code: **Texas Veterinary Medical Diagnostic Laboratory**

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
FULL TIME RETIREES by ERS					
1c Employee Only	8	8	0	8	2
2c Employee and Children	0	0	0	0	0
3c Employee and Spouse	12	12	0	12	3
4c Employee and Family	1	1	0	1	0
5c Eligble, Opt Out	0	0	0	0	0
6c Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	**21**	**21**	**0**	**21**	**5**
PART TIME RETIREES by ERS					
1d Employee Only	0	0	0	0	0
2d Employee and Children	0	0	0	0	0
3d Employee and Spouse	0	0	0	0	0
4d Employee and Family	0	0	0	0	0
5d Eligble, Opt Out	0	0	0	0	0
6d Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	**0**	**0**	**0**	**0**	**0**
Total Retirees Enrollment	**21**	**21**	**0**	**21**	**5**
TOTAL FULL TIME ENROLLMENT					
1e Employee Only	48	48	0	48	28
2e Employee and Children	8	8	0	8	9
3e Employee and Spouse	18	18	0	18	17
4e Employee and Family	11	11	0	11	13
5e Eligble, Opt Out	4	4	0	4	2
6e Eligible, Not Enrolled	3	3	0	3	0
Total for This Section	**92**	**92**	**0**	**92**	**69**

Schedule 3B: Staff Group Insurance Data Elements (UT/A&M)
81st Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: **8/18/2008**
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Agency Code: **557**   Agency Code: **Texas Veterinary Medical Diagnostic Laboratory**

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
TOTAL ENROLLMENT					
1f Employee Only	49	49	0	49	28
2f Employee and Children	8	8	0	8	9
3f Employee and Spouse	18	18	0	18	17
4f Employee and Family	11	11	0	11	14
5f Eligble, Opt Out	4	4	0	4	2
6f Eligible, Not Enrolled	3	3	0	3	0
Total for This Section	**93**	**93**	**0**	**93**	**70**

SCHEDULE 4: COMPUTATION OF OASI
81st Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: **8/5/2008**
Time: **10:57:00AM**
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Agency Code: **557**   Agency: **Texas Veterinary Medical Diagnostic Laboratory**

	Actual Salaries & Wages 2007	Actual Salaries & Wages 2008	Budgeted Salaries & Wages 2009	Estimated Salaries & Wages 2010	Estimated Salaries & Wages 2011
Gross Educational & General Payroll - Subject to OASI	$6,791,552	$7,012,424	$9,315,411	$9,315,411	$9,315,411
FTE Employees - Subject to OASI	148.3	149.0	165.0	165.0	165.0
Average Salary (Gross Payroll / FTE Employees)	$45,796	$47,063	$56,457	$56,457	$56,457
Employer OASI Rate 7.65% x Average Salary	$3,503	$3,600	$4,319	$4,319	$4,319
x FTE Employees	148.3	149.0	165.0	165.0	165.0
Grand Total, OASI	**$519,495**	**$536,400**	**$712,635**	**$712,635**	**$712,635**

Proportionality Percentage Based on Comptroller Accounting Policy Statement #011, Exhibit 2	% to Total	Allocation of OASI	% to Total	Allocation of OASI	% to Total	Allocation of OASI	% to Total	Allocation of OASI	% to Total	Allocation of OASI
General Revenue (% to Total)	0.3723	$193,408	0.4129	$221,480	0.3355	$239,089	0.4015	$286,123	0.4015	$286,123
Other Educational and General Funds (% to Total)	0.6277	326,087	0.5871	314,920	0.6645	473,546	0.5985	426,512	0.5985	426,512
Health-related Institutions Patient Income (% to Total)	0.0000	0	0.0000	0	0.0000	0	0.0000	0	0.0000	0
Grand Total, OASI (100%)	1.0000	**$519,495**	1.0000	**$536,400**	1.0000	**$712,635**	1.0000	**$712,635**	1.0000	**$712,635**

SCHEDULE 5: CALCULATION OF RETIREMENT PROPORTIONALITY AND ORP DIFFERENTIAL

81st Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/5/2008**

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Agency code: **557**   Agency name: **Texas Veterinary Medical Diagnostic Laboratory**

Description	Act 2007	Act 2008	Bud 2009	Est 2010	Est 2011
Proportionality Amounts					
Gross Educational and General Payroll - Subject to Retirement	6,607,424	6,738,180	8,984,411	8,984,411	8,984,411
Employer Contribution to Retirement Programs	0	0	0	0	0
Proportionality Percentage					
General Revenue	37.23 %	41.29 %	33.55 %	40.15 %	40.15 %
Other Educational and General Income	62.77 %	58.71 %	66.45 %	59.85 %	0.00 %
Health-related Institutions Patient Income	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Proportional Contribution					
Other Educational and General Proportional Contribution (Other E&G percentage x Total Employer Contribution to Retirement Programs)	0	0	0	0	0
HRI Patient Income Proportional Contribution (HRI Patient Income percentage x Total Employer Contribution To Retirement Programs)	0	0	0	0	0
Differential					
Gross Payroll Subject to Differential - Optional Retirement Program	2,976,850	2,900,000	2,900,000	2,900,000	2,900,000
Total Differential	38,997	21,170	21,170	21,170	21,170

SCHEDULE 7: CURRENT AND LOCAL FUND (GENERAL) BALANCES

81st Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/5/2008**

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Agency code: **557**   Agency name: **VET MED DIAGN LAB**

		Actual 2007	Actual 2008	Budgeted 2009	Estimated 2010	Estimated 2011
5.	Unobligated Balance in Local Depositories	$4,810,063	$4,450,034	$1,472,518	$1,472,518	$1,472,518
6.	Interest Earned in Local Depositories	$269,310	$275,000	$100,000	$100,000	$100,000

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Schedule 8: PERSONNEL
81st Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **557**   Agency name: **VET MED DIAGN LAB**

	Actual 2007	Actual 2008	Budgeted 2009	Estimated 2010	Estimated 2011
Part A. **FTE Postions**					
E & G Non-Faculty Employees	148.0	149.0	165.0	165.0	165.0
SUBTOTAL, E&G	**148.0**	**149.0**	**165.0**	**165.0**	**165.0**
GRAND TOTAL	**148.0**	**149.0**	**165.0**	**165.0**	**165.0**
Part B. **Personnel Headcount**					
E & G Non-Faculty Employees	173	175	185	185	185
SUBTOTAL, E&G	**173**	**175**	**185**	**185**	**185**
GRAND TOTAL	**173**	**175**	**185**	**185**	**185**
PART C. **Salaries**					
E & G Non-Faculty Employees	$6,791,552	$7,012,424	$9,315,411	$9,315,411	$9,315,411
SUBTOTAL, E&G	**$6,791,552**	**$7,012,424**	**$9,315,411**	**$9,315,411**	**$9,315,411**
GRAND TOTAL	**$6,791,552**	**$7,012,424**	**$9,315,411**	**$9,315,411**	**$9,315,411**