



# Texas Department of Family and Protective Services

**Commissioner**  
Audrey O'Neill

October 27, 2025

Ms. Tabatha Vasquez, Senior Advisor for Budget and Policy  
Office of the Governor  
1100 San Jacinto, 4th Floor  
Austin, TX 78701

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

Dear Ms. Vasquez and Mr. McGinty:

Enclosed is the agency's FY 2025 Monthly Financial Report as of August 2025. The following is a narrative summary of budget adjustments during the month, budget variances, significant changes from appropriated funding, capital budget issues, and other key budget issues at this time.

Schedules are updated to meet the reporting requirements in Rider 6, Other Reporting Requirements. A.1.1, Statewide Intake Services, and D.1.1, APS Direct Delivery Staff, are added to Schedule 11, which provides 5-year detail of actual and projected expenditure information by Object of Expense and Method of Finance. Also, in accordance with Rider 6, Other Reporting Requirements, Statewide Intake performance measures are included in Schedule 9, Select Performance Measures. Revenue for Object Code 3770, Administrative Penalties, is included in the Revenue Schedule for Appropriated Receipts (0666) to meet the requirements for Rider 30, Contractor Penalties, and Incentives.

## **BUDGET ADJUSTMENTS**

The budget adjustments listed below apply to the appropriation year 2025 as of the end of August 2025. Adjustments to Department of Family and Protective Services (DFPS) appropriation pattern as detailed in the Conference Committee version of HB.1, 88th Legislature, Regular Session are described below:

- A. This adjustment reflects a supplemental appropriation pursuant to House Bill 500, 89<sup>th</sup> Legislature, Regular Session, to (1) address a budget shortfall associated with children without placement, adult and child protective services staffing, and day care services; (2) for the purpose of developing a new case management system; (3) for providing resources to implement the Search Engine for Multi-Agency Reportable Conduct; and (4) for providing funding and staff to address cybersecurity threats.

- B. This adjustment reflects changes in estimated federal entitlement funds (gains or losses) pursuant to Article IX, Sec 13.01, Federal Funds/Block Grants Fed Entitlements. Total amounts by CFDA are listed below.

93.090.050-Title IV-E Guardianship Assistance-Administration – (\$729,656)  
93.658.050-Title IV-E Foster Care-Administration – (\$28,340,427)  
93.658.060-Title IV-E Foster Care-FMAP – \$100  
93.658.075-Title IV-E Foster Care-Training-75% – 348,082  
93.659.050-Title IV-E Adoption Assistance-Administration – (\$3,631,115)  
93.659.075-Title IV-E Adoption Assistance-Training-75% – \$12,120  
93.778.003-Medical Assistance Program-50% – (\$5,860,236)

- C. Pursuant to Article IX, Sec 13.01, Federal Funds/Block Grants, adjustments have been made to align federal funds/block grants with award amounts and re-budget federal funds/block grants between FY23 and FY24. Total amounts by CFDA are listed below.

93.556.001 – Title IV-B, Part 2 Promoting Safe and Stable Families – \$2,033,735  
93.556.005 – Title IV-B, Part 2 Promoting Safe and Stable Families – FFTA \$20,084,520  
93.575.000 – Child Care and Development Block Grant – (\$178,667)  
93.599.000 – Title IV-E ETV – \$370,903  
93.669.119 – CAPTA HR 1319, Coronavirus – \$1,779,213  
93.674.000 – Chafee Foster Care Independence Program – \$206,961  
93.698.000 – ELDER ABUSE PIP-EJAP – \$1,686,635  
93.747.119 – Elder Abuse Prevention Program, Coronavirus – \$4,064,947

- D. This adjustment reflects changes in estimated interagency contracts pursuant to Article IX, Sec 8.02, Reimbursements and Payments.
- E. This adjustment reflects salary increase for general state employees pursuant to Article IX, Sec 17.16 (2024-25 GAA).
- G. This adjustment reflects changes in estimated gift revenue collected pursuant to Article IX, Sec 8.01, Acceptance of Gifts of Money.

H. This adjustment reflects additional budget appropriated under Article IX, Sec. 18.10 (2024-25 GAA) relating to policies and procedures regarding certain suits affecting the parent-child relationship, investigations by DFPS and parental child safety placements.

I. This adjustment reflects transfers between appropriations within 20 percent limitation to cover projected expense pursuant to Art IX, Sec 14.01(a), Appropriation Transfers (2024-25 GAA).

K. This adjustment reflects additional budget appropriated under Article IX, Sec. 18.30, contingency for House Bill 3765 relating to the establishment of a supply of luggage by the DFPS for the transport of the personal belongings of a foster child (2024-2025 GAA).

L. Pursuant to Art IX, Sec 14.01 (d)(1) Appropriation Transfers, this adjustment reflects transfers from one appropriation item to another appropriation item within the same Indirect Administrative goal without limitation as to the amount of such a transfer.

M. Pursuant to Article IX, Sec. 18.39, Contingency for Senate Bill 24 (2024-25 GAA), this adjustment reflects the powers and duties of the HHSC and the transfer to the commission of certain powers and duties from DFPS.

N. Pursuant to Article II Rider 42 Long-Term Youth and Family Support, this adjustment reflects transfer from B.1.8 to C.1.4 for Fiscal size up.

P. Pursuant to Article IX, Sec 18.67, Contingency for Senate Bill 1849 (2024-25 GAA), this adjustment reflects the funding related to the interagency contract with the Department of Information Resources to support SEMARC.

S. Pursuant to Article II, SPECIAL PROVISIONS RELATING TO ALL HEALTH AND HUMAN SERVICES AGENCIES Sec 6 (2024-25 GAA), this adjustment reflects transfer FTEs and Funds from DFPS to HHSC.

T. Pursuant to Article IX Sec.14.03 (h), to transfer funding from the Administrative Systems and Data Center Consolidation capital projects to the Information Management Protecting Adults & Children in Texas System capital project.

U. Pursuant to Article IX Sec.14.03 (l), to provide for unanticipated shortage in appropriations made for payment of data center services cost, amounts identified elsewhere in this Act in fiscal year 2025 for data center services may be transferred to fiscal year 2024 to pay data center services costs.

V. Pursuant to Article IX, Sec. 13.09. Temporary Assistance for Needy Families (TANF), Social Services Block Grant (SSBG), or Child Care and Development Block Grant (CCDBG), this adjustment reflects a legal cite revision to ensure the budget is loaded consistent with the appropriation pattern.

W. Pursuant to Article IX, Sec 14.03(i), Limitation on Expenditures - Capital Budget UB (2024-25 GAA), this adjustment reflects appropriation carryforward from Fiscal Year 2024 to 2025.

AB. Pursuant to Art. IX Sec. 14.05 Unexpended Balance Authority between Fiscal Years within the same Biennium, this adjustment reflects the LBB approval of the agency's request for the business process redesign transfer from AY24 to AY25 (RTE DFPS-2024-A-004)

AF. Pursuant to Art II, Rider 9 - Appropriation transfer between fiscal year - transfer appropriations in strategy B.1.9, Foster Care pmts and strategy B.1.10, Adoption/PCA pmt, the budget adjustment reflects carryback fund from AY25 to AY24 (RTE DFPS-2024-A-004)

AD. Pursuant to Art IX, Sec 13.09, Temporary Assistance for Needy Families (TANF), Social Services Block Grant (SSBG), or Child Care and Development Block Grant ( CCDBG) (2024-25 GAA); RTE DFPS-2025-A-003
--

AD. Pursuant to Art IX, Sec 14.03 (h)(4), Transfers - Capital Budget exceed 25% (2024-25 GAA); RTE DFPS-2025-A-003
--

## BUDGET VARIANCES

Schedules 1, 4, and 5 of this report reflect the agency's current projections for program expenditures, and the Conference Committee forecast for entitlement programs (Foster Care and Adoption Subsidy/PCA), Contracted Day Care services, and the Relative Other Designated Caregiver program.

There is no anticipated agencywide surplus or shortfall.

## SIGNIFICANT CHANGES FROM PREVIOUS REPORT

- (1) Request to exceed for authorization to transfer General Revenue from lapsed funds to Strategy B.1.9, Foster Care Payments in Fiscal Year 2024 related to the continued decline of Temporary Assistance for Needy Families (TANF) and Title IV-E eligible children coming into care of the DFPS.; transfer reflected in this report.
- (2) Request to exceed for authorization to (1) transfer lapsing TANF from Strategy B.1.9, Foster Care Payments, to Strategy B.1.1, CPS Direct Delivery Staff to address costs related to children without placement and (2) transfer lapsing General Revenue from strategy E.1.4 IT Program Support operational funding and from Strategy F.1.1, Agency-Wide Automated Systems Administrative Systems Capital project to the Data Center Consolidation Capital project in Fiscal Year 2025.; transfers reflected in this report.

## OTHER KEY BUDGET ISSUES

There are no new key budget issues reflected in the August 2025 report.

## CAPITAL BUDGET ISSUES

The budget in Schedule 8 (Capital Projects) reflects the DFPS 2024-2025 capital appropriation levels. Future adjustments will be reflected in Monthly Financial Reports as revenues are realized and/or actual adjusting entries are processed in the Uniform State Accounting System.

- B. This adjustment reflects changes in estimated federal entitlement funds (gains or losses) pursuant to Article IX, Sec 13.01, Federal Funds/Block Grants Fed Entitlements. Total amounts by CFDA are listed below.

93.090.050-Title IV-E Guardianship Assistance-Administration – \$675

93.658.050-Title IV-E Foster Care-Administration – \$119,875

93.659.050-Title IV-E Adoption Assistance-Administration – \$14,875

93.778.003-Medical Assistance Program-50% – \$21,000

- T. Pursuant to Article IX Sec.14.03 (h), to transfer funding from the Administrative Systems and Data Center Consolidation capital projects to the Information Management Protecting Adults & Children in Texas System capital project.

- AD. Pursuant to Art IX, Sec 14.03 (h)(4), Transfers - Capital Budget exceed 25% (2024-25 GAA); RTE DFPS-2025-A-003

## STATUS OF PENDING TRANSFERS AND AUTHORITY REQUIRING PRIOR APPROVAL

Schedule 10 contains a full listing of request for approval and notifications that DFPS has submitted for the fiscal year. The items listed below are pending or newly approved.

Letter Topic	HHSC/DFPS		
Appropriation Year	Letter Date	LBB	Governor
Request authority to transfer funds for Fiscal Year 2025 to address funding needs.	7/1/2025	Approved	Approved
Provide notification for and request authority to transfer funds for Fiscal Year 2024.	7/1/2025	Approved	Approved

Ms. Tabatha Vasquez  
Mr. Jerry McGinty  
October 27, 2025  
Page 6

Please feel free to contact me at 512-919-7463 if you have any questions or require additional information.

Sincerely,

Yetunde Oyiwola  
Budget Director

cc: Bryan Shufelt, Governor's Office  
Cory Fish, Governor's Office  
Andria Franco, Lieutenant Governor's Office  
Madelyn Franks, Speaker's Office  
Casey Floren, House Appropriations Committee  
Maureen Metteauer, Senate Finance Committee  
Katrina Austin, Senate Finance Committee  
Eduardo Rodriguez, Legislative Budget Board  
Andrea Nikic, Legislative Budget Board  
Amit Patel, Legislative Budget Board  
Samantha Brock, Legislative Budget Board  
Clarisse Roquemore, Director of Fiscal Management