
LEGISLATIVE APPROPRIATIONS REQUEST

FISCAL YEARS 2022 AND 2023



Submitted to the Governor's Office
and the Legislative Budget Board

THE UNIVERSITY OF TEXAS
SYSTEM ADMINISTRATION

October 2020

**THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
TABLE OF CONTENTS**

Administrator's Statement	Pages 1-7
Infographic	Pages 1-3
Organizational Chart	Page 1
Budget Overview – Biennial Amounts	Page 1
Summary of Base Request by Strategy	2.A. Pages 1-2
Summary of Base Request by Method of Finance	2.B. Pages 1-3
Summary of Base Request Objective of Expense.....	2.C. Page 1
Summary of Exceptional Items Request	2.E. Page 1
Summary of Total Request by Strategy.....	2.F. Pages 1-2
Summary of Exceptional Item Request	2.E. Page 1
Strategy Request	3.A. Pages 1-12
Program Level Request.....	3.A.1 Page 1
Rider Revisions and Additions Request	3.B. Pages 1-34
Exceptional Item Request	4.A. Pages 1-2
Exceptional Items Strategy Allocation	4.B. Pages 1-2
Exceptional Items Strategy Request	4.C. Pages 1-2
Historically Underutilized Business Supporting Schedule	6.A. Pages 1-2
Homeland Security Funding Schedule Part C COVID-19-Related Expenditures	6.G. Pages 1-4
Estimated Funds Outside the General Appropriation Act Bill Pattern.....	6.H. Page 1

**THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
TABLE OF CONTENTS (CONTINUED)**

Supporting Schedules

Selected Educational, General and Other Funds	Schedule 2 Page 1-2
Staff Group Insurance Data Elements	Schedule 3B Pages 1-3
Constitutional Capital Funding	Schedule 6 Page 1
Personnel	Schedule 7 Page 1
Non-Formula Support	Schedule 9 Pages 1-5

Schedules Not Included

Agency Code: 720	Agency Name: The University of Texas System Admin.	Prepared By: Terry Hull	Date: October 2020	Request Level: Baseline
For the schedules identified below, the U. T. System Administration either has no information to report or the schedule is not applicable. Accordingly, these schedules have been excluded from the U. T. System Administration Legislative Appropriations Request for the 2022-23 biennium.				
Number	Name			
2.D.	Summary of Base Request Objective Outcomes			
2.G.	Summary of Total Request Objective Outcomes			
3.C.	Rider Appropriations and Unexpended Balances Request			
6.B.	Current Biennium One-time Expenditure Schedule			
6.F.	Advisory Committee Supporting Schedule			
6.G. Part A	Homeland Security - Terrorism			
6.G. Part B	Homeland Security – Natural or Man-Made Disasters			
6.J	Summary of Behavioral Health Funding			
6.K	Budgetary Impacts Related to Recently Enacted State Legislation Schedule			
6.L	Document Production Standards			
8.	Summary of Requests for Facilities-Related Projects			
Schedule 1A	Other Educational and General Income			
Schedule 1B	Health Related Institution Patient Income			
Schedule 4	Computation of OASI			
Schedule 5	Calculation of Retirement Proportionality and ORP Differential			
Schedule 8A	Tuition Revenue Bond Project Schedule			
Schedule 8B	Tuition Revenue Bond - Issuance History			
Schedule 8C	Tuition Revenue Bonds Request by Project			

Administrator's Statement

10/19/2020 4:17:47PM

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

720 The University of Texas System Administration

UT System Administrator's Statement

The University of Texas System Administration (System Administration) submits the following Legislative Appropriations Request (LAR) for fiscal years 2022 and 2023 to the Governor's Budget and Policy Division and the Legislative Budget Board.

Overview of the UT System

Founded in 1883, The University of Texas System (UT System or System) is governed by a nine-person board of regents (Board or Regents) appointed by the governor and confirmed by the Texas Senate. Regents serve staggered six-year terms, with the terms of three expiring on February 1 of each odd-numbered year. The governor also appoints a non-voting student regent for a one-year term ending each May 31. (The composition of the Board of Regents is part of the organization chart in this LAR.)

The chancellor of the UT System, James B. Milliken, is the chief executive officer, appointed by the Board. The Board has the responsibility to provide strategy and policy direction, oversight, and governance for the System. The System Administration provides oversight, direction and coordination for the eight academic and six health related institutions (listed as part of the organization chart) that make up the UT System, consistent with state law and Regents' Rules and System policies.

The UT System's contributions to Texas are unparalleled:

- It is the largest higher education university system in Texas, with an annual budget in FY 2020 of over \$21.1 billion, more than three times the size of the next largest state system of higher education.
- Its total research funding of \$3.1 billion is largest in the state and second largest in the country.
- UT System institutions educate more than 239,000 students – more than 1/3 of all students in Texas public institutions and 88,000 more than the next largest Texas university system – hailing from nearly every county in Texas, all 50 states, and 170 countries and territories.
- UT System institutions produced more than 64,000 graduates in the 2018-19 academic year, almost 26,000 more degrees than the next largest state system and an increase of more than 53 percent over the last decade.
- The UT System employs more than 100,000 faculty, health care professionals, and staff, making the System one of the largest employers in Texas.
- UT System health institutions provided more than 9.2 million patient visits in 2019.
- UT System institutions award 57% of the medical degrees and account for 65% of the resident physicians in accredited programs among Texas public institutions.
- UT System institutions collectively are ranked 3rd in the Top 100 Worldwide Universities Granted U.S. Utility Patents for 2019 released by the National Academy Inventors and Intellectual Property Owners Association. This translates to UT System institutions receiving a patent every 1.5 days.
- New innovation and technology from UT System institutions lead to the creation of a new company every 10 days, and generate an invention disclosure every 10 hours.
- 43% of the degrees awarded by UT System academic institutions are in science, technology, engineering, or mathematics (the STEM fields) and health-related fields, higher than both the state (37%) and national (35%) proportions.
- 43% of the degrees awarded by public four-year higher education institutions in key fields (defined by the Texas Higher Education Coordinating Board [THECB] as computer science, engineering, mathematics, and physical science) in Texas were earned at a UT System academic institution.

The economic impact of the UT System and its value to the Texas economy is also unequalled. The thousands of students who left a System institution in 2018, as a group, earned \$2.59 billion working in Texas in 2019 alone. In comparison, UT System institutions that year received \$2.29 billion in state appropriations.

Administrator's Statement

10/19/2020 4:17:47PM

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720 The University of Texas System Administration

Method of Funding the UT System

UT System Administration is financed primarily through the Available University Fund (AUF), made up of an annual distribution from the Permanent University Fund (PUF) and certain surface-related income directly deposited to the AUF. Some aspects of System Administration are self-funded in whole or in part, such as the oversight of the System's insurance and risk programs, funded by premiums paid by employees and retirees and by institutions; oversight of construction services at many of the institutions, funded by the campuses; and management of University Lands, funded directly from the Permanent University Fund. And some aspects receive separate state funding, such as the Texas Medical and Dental Schools Application Service, which manages applications to all the state's public medical and dental schools.

The Texas Constitution of 1876 established the PUF through the appropriation of land grants previously given to The University of Texas plus one million acres. The land grants to the PUF were completed in 1883 with the contribution of an additional one million acres of land. Supplemented by other lands and fueled by revenues from the oil and gas underneath these lands, along with historical returns on investments, the PUF has a net asset value of \$24.4 billion (as of 8/31/20).

The PUF and the AUF are constitutionally shared two-thirds by the UT System and one-third by the Texas A&M University System (A&M). The funds that flow into the AUF are used for various purposes: capital construction and equipment among the two systems' institutions; the two systems' administrative functions; and operations at select institutions: for the UT System, The University of Texas at Austin (UT Austin) and for the Texas A&M System, Texas A&M University in College Station (Texas A&M) and Prairie View A&M. The PUF and AUF have provided invaluable resources that have allowed UT Austin and Texas A&M to become our state's only public research institutions that are members of the Association of American Universities. But even at its current size, the PUF is still a limited resource, without the capacity to support much of the needs of the two systems for construction at their institutions and excellence at their two flagships.

The AUF is used first to pay the debt service on bonds issued by the UT and A&M systems. The majority of the UT System share of the AUF supports UT Austin, and approximately 10 percent is dedicated to support of the System Administration. The AUF cannot be used to support or maintain any of the other 13 UT System institutions.

General Revenue received by System Administration does not support operations but rather is trustee for other purposes, including debt service on the Natural Science and Engineering Laboratory at The University of Texas at Dallas, the statewide Lone Star Stroke initiative, and the Texas Heart Institute.

The UT System Administration has undergone a significant transformation over the last five years. System Administration FTEs have been reduced by more than 50% and the all-funds budget has been reduced by more than 30%. UT System Administration remains dedicated to operating as a service-oriented, campus-focused organization, and we believe our budget and FTE count reflects that commitment.

UT System Priorities

The UT System is committed to meeting the educational and health needs of Texas and our nation. The COVID-19 pandemic has challenged higher education in unprecedented ways. With the transition to 100% online delivery of education in the Spring of 2020, UT System academic institutions were forced to instantly adapt to a new model for providing education. UT System health institutions continued to provide healthcare but had to pause large portions of their clinical practices to make space for COVID-19 patients. That move significantly impacted their clinical revenues beginning in March 2020. UT academic institutions provided millions of dollars in refunds to students who were no longer able to stay on campus. While some of that revenue has been replenished with federal CARES Act funding, much of that initial financial outlay was absorbed by the institutions.

720 The University of Texas System Administration

On May 20, 2020, the Legislative Budget Board directed institutions of higher education to submit plans to the LBB to cut 5% from their FY2020-2021 budgets, resulting in a \$78 million reduction systemwide. The health-related institutions within the system were exempted from the cuts, a much-appreciated recognition of the vital nature of the healthcare mission of those organizations. On August 18, 2020, the Legislative Budget Board further directed institutions of higher education to use the adjusted FY2020-2021 base as a starting point for non-formula support when preparing LARs for FY 2022-2023, and UT System component LARs are in compliance with that direction.

For UT System Administration, base 2022-2023 funding requests for the Stroke Clinical Research and Texas Heart Institute strategies are maintained at adjusted 2020-2021 amounts. Restoration of these strategies to original 2020-2021 appropriated levels is requested through an exceptional item to allow these programs to provide the intended level of service to Texans.

The UT System recognizes that the 2021 session will be quite challenging – in addition to the disruption and costs due to COVID-19, the state's oil and gas industry has experienced a significant downturn in 2020. Higher education is key to the state's recovery efforts, and the UT System must invest in our core priorities: increasing access and improving student success, supporting ground-breaking research and innovation, improving and extending healthcare for Texans, and contributing to national security.

Foremost among the UT System priorities is student success. The focus on our students takes many forms:

- An emphasis on increasing rates of retention, persistence, and four- and six-year graduation rates and closing equity gaps across student populations.
- Initiatives designed to promote financial well-being, effective advising, and academic and social belonging.
- Measuring student success beyond the classroom by leveraging short-term and long-term post-collegiate earnings outcomes for UT graduates.
- Assisting our students and recent graduates launch successful careers in an unprecedented economic environment.

Student success requires access, and access often requires assistance that can take many forms:

- A strong commitment to affordability demonstrated through data-informed, strategic and inclusive financial aid, grants and scholarships.
- Initiatives that serve the needs of each student population with an emphasis on historically under-represented and first-generation students.
- A commitment to deliver high-quality dual credit courses and early college high school programs.
- Enhanced regional and statewide partnerships that are foundational to the education pipeline in Texas.

Promoting student success also means that UT System institutions continue to develop and implement innovations in education, including:

- The use of predictive analytics and data dashboards leading to targeted student success interventions that facilitate smooth transitions through enrollment, persistence, and degree completion.
- Curricular and co-curricular programs designed to build student connections with faculty, advisors and career mentors, and strengthen pathways into post-graduate study and the workforce.
- Nationally recognized online and hybrid programs and course offerings.
- Best-practice transfer initiatives with local community colleges to successfully move students from two-year institutions through the UT System's four-year institutions.

Administrator's Statement

10/19/2020 4:17:47PM

87th Regular Session, Agency Submission, Version 1
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720 The University of Texas System Administration

UT System institutions significantly contribute to improving health, health care delivery, and innovation across Texas by:

- Bolstering the state's response to the COVID-19 pandemic through testing, treatment, contact tracing, and conducting basic and advanced research to understand how the virus functions and to develop tests, therapies, vaccines, and public health mitigation efforts
- Educating more than half of the state's health care workforce
- Serving as a cornerstone of community health improvement through The University of Texas Health Science Center Houston's (UT Health Houston) School of Public Health (and its regional branches in Austin, Brownsville, Dallas, El Paso, and San Antonio), The University of Texas Health Science Center Tyler's (UT Health East Texas) School of Community and Rural Health, and population health initiatives at each health institution
- Constituting a statewide health care enterprise of UT System institutions, with special emphasis on cancer, neurosciences, and diabetes
- Forming collaborations between The University of Texas MD Anderson Cancer Center, the nation's top cancer hospital, and sister institutions in San Antonio, Austin, the Gulf Coast, and East Texas to provide high-quality cancer treatment, education, and research
- Drawing together the resources of all UT System institutions to address Alzheimer's, dementia, concussions, and post-traumatic stress disorder (PTSD)
- Improving mental health of Texans through a greater role at state hospitals in Houston, East Texas, Austin, and San Antonio, including developing the redesign of the Austin and San Antonio state hospitals, and expanding psychiatric care throughout the state
- Enhancing access and delivery of mental health services to children and adolescents across the state through participation in the Texas Child Mental Health Care Consortium (administratively supported by UT System)
- Expanding the use of telemedicine with almost 500,000 visits conducted in March through July of 2020 alone to support rural health care providers and hospitals, bringing previously unavailable care to underserved parts and populations of the state, and to continue to provide critical access to health care during the pandemic. This compares to under 400 visits in the same period last year
- Improving health and health care data analytics through the UT System Health Information Platform and other initiatives to gain a better understanding of the needs of Texans and drive improvement in the quality of health care
- Spearheading a significant expansion of care in East Texas through the partnership between UT Health Science Center at Tyler and Ardent Health Care, allowing greatly increased graduate medical education in this part of the state and providing the foundation for a new medical degree program that will greatly improve health care infrastructure in East Texas
- Increasing collaboration and partnerships with state health-related agencies as they strive to improve health in Texas

UT System institutions continue to make significant contribution to our nation's security :

- The Texas National Security Network, housed at The University of Texas at Austin, unites the expertise and resources of the fourteen UT System institutions with the goal of creating the premier university system in the country for national security work. Towards this end, the Network integrates and magnifies the efforts of scholars and centers from universities and medical branches across the state, while also directly administering an array of innovative programs.
- The Galveston National Laboratory (GNL) is a sophisticated high containment research facility that serves as a critically important resource in the global fight against infectious diseases.
- In addition to having a nationally recognized cybersecurity program, The University of Texas at San Antonio has also been selected to receive a five-year, \$70 million cooperative agreement from the U.S. Department of Energy to establish and lead the Cybersecurity Manufacturing Innovation Institute (CyManII)
- The UT System Administration serves as home to the headquarters of the U.S. Army Futures Command, which is overseeing the transformational modernization of the Army

720 The University of Texas System Administration

UT System Needs for the 2022-2023 Biennium

The UT System would not be able to accomplish any of its priorities without the continued support of the State of Texas through the Texas Legislature. We understand the unprecedented challenges facing the state of Texas in the coming years. As the state begins to recover from the significant human and economic toll that COVID-19 has taken, we believe that higher education is key to the economic recovery and continued vitality and leadership of the state of Texas.

Restoration of funding cuts and continued support within the funding formula for both the general academic and health related institutions within the System is the top need, and enables the System to leverage the state's investment many times over. This funding is critical to provide a basic level of state support for operations, regardless of the size of an institution or its mission or unique focus. The formulas provide an equitable and predictable source of funding on which institutions rely to implement programs and initiatives that increase student success on their campuses. Increased formula funding for UT System academic institutions that accounts for enrollment growth and inflation over the amounts provided for the current 2020-2021 biennium is needed from the Legislature, as was recommended by the THECB formula advisory committee. Otherwise, institutions will not be able to properly plan and execute initiatives to increase student success and achieve the statewide higher education goals of 60X30TX while maintaining affordability and access. Given the uncertain impact of the COVID-19 pandemic on the formula and the possibility of reduced funding for next biennium, UT System encourages the Legislature to ensure that no institution receives a disproportionate reduction that would negatively impact its ability to carry out its mission. The top priority of UT System's health-related related institutions that have new mission specific formulas is the removal of the pilot status of those formulas now that the formulas have proven to be successful.

UT System recognizes the importance of funding for its academic institutions that is tied to outcomes, as all the institutions strive to meet and improve on common measures of success: increasing the number of graduates; increasing student retention rates; and improving the persistence of students as they move along the path toward graduation. As base formula funding per student has eroded and not kept pace with enrollment growth or inflation, however, UT System believes any outcome-based funding should be treated as a supplement to adequate base formula funding.

Research-based formula funding is especially key to the future of UT Austin as one of the state's two public academic flagships, as well as to the continued development of the four emerging UT System research institutions in Arlington, Dallas, El Paso, and San Antonio. Additional investment in the Research Enhancement Formula for the health-related institutions will spur research and discovery and the subsequent commercialization of intellectual property and enhance state and regional economic development, building this vital part of the state's intellectual infrastructure.

Other sources of funds are important for the state's and UT System institutions' research efforts, such as the grants for cancer research and prevention through the Cancer Prevention and Research Institute of Texas (CPRIT), the recruitment of distinguished researchers to Texas from other states through the Governor's University Research Initiative (GURI), and the partnership of UT System institutions with generous Texas philanthropists through the Texas Research Incentive Program (TRIP). UT System believes the continuation and expansion of all these programs by the Legislature is justified.

Continued legislative support of the National Research University Fund (NRUF) will be important to establishing more emerging research institutions in Texas. UT Arlington is on track to qualify for NRUF, joining UT Dallas as the two UT institutions participating in this critical research fund. Full formula funding remains the single most important action the state can take to support more UT System institutions qualifying for NRUF and becoming tier one research universities.

Non-formula support funding for items across the UT System aids a wide range of goals and initiatives for our state and our institutions. Some items contribute to student success; others support institutions' unique research strengths or address state policy and health priorities; others build the infrastructure of state government; and

Administrator's Statement

10/19/2020 4:17:47PM

87th Regular Session, Agency Submission, Version 1
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720 The University of Texas System Administration

some over time have come to provide essential funding for basic institutional operations. UT System supports continued funding of these items at no less than the levels provided in the current 2020-2021 biennium.

Recognizing that available revenues for meeting all the needs of state government may make consideration of TRBs a challenge in the 87th Session, at this time the UT System institutions are not submitting TRB projects as a part of the Legislative Appropriations Request. The focus of the UT System and the institutions will be on student outcomes and patient care. Each institution is prepared to provide a top priority project to the Legislature if a TRB bill is proposed during the 87th Legislative Session. If a broad authorization of TRBs is not possible in the 87th Legislative Session, there may be select projects that contribute uniquely to identified state priorities that warrant special consideration by the Legislature for a TRB or some other means of state funding; if this selective funding occurs, UT System urges the Legislature to consider the remaining projects in the next legislative session.

UT System health institutions are prepared to support the commitment of the Legislature made in the 86th Session to rebuild several of our state hospitals and enhance behavioral and mental health services across Texas. UT System supports legislative action to complete the construction of the hospitals currently underway in San Antonio and Austin, fund the operations of those and other hospitals, and continue the next phase of construction in North Texas and the Panhandle.

Selected by the Texas Child Mental Health Care Consortium Executive Committee (Consortium) to serve as its administrative support entity, UT System stands ready to continue to assist the thirteen health-related institutions, HHSC, and three mental health care organizations that comprise the Consortium as they further develop critical health care system improvements and vital services for children and adolescents. Accordingly, UT System supports continued funding for this transformational initiative.

To maintain affordability and access at all UT institutions, the System supports increases in funding for student financial aid, including TEXAS Grants and other financial aid programs.

Legislative support is also needed in less obvious ways, like the state's contribution to employees' health insurance costs. UT System requests funding to cover increases in employee and retiree enrollment and higher health care costs that are outside of the System's control. In addition, the System requests an increase in the state's share of premium costs, which has been eroding steadily over the last few biennia. Any additional funding from the state will allow institutions to redirect funding to support the mission of each institution and its commitment to student success and expanding research.

Another significant source of revenue for institutions' operations is tuition. While tuition rates have increased throughout higher education since 2003 when boards of regents were authorized to set designated tuition rates (mirroring increases nationwide), these increases are attributable almost directly to reductions in state appropriations. In addition, at some UT institutions after 2003, most fees were folded into a calculation of total academic costs in order to increase the transparency of the cost of a degree, and this shift also contributed to the reported increases. UT System believes the state's current process for setting tuition and fees and our transparency in pricing serves our students and their families and institutions well and does not need to be modified.

Criminal Background Checks

System Administration's policy is to obtain criminal history information on all finalists considered for appointment to all positions, as they are all deemed security sensitive, as allowed by Government Code Section 411.094 and Education Code Section 51.125. All background checks are conducted with appropriate notice and consent measures when applicable.

Administrator's Statement

10/19/2020 4:17:47PM

87th Regular Session, Agency Submission, Version 1
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720 The University of Texas System Administration

Programs Recommended for Consolidation or Elimination by THECB

Pursuant to Sec. 61.0512(f), Education Code, the following is a list of programs the Texas Higher Education Coordinating Board recommended for consolidation or elimination that the UT System Board of Regents approved for continuation (by institution):

1. UT Austin: Italian Studies, BA; Jewish Studies, BS; Jazz, BM; Music Composition, BM; Architectural History, MA; Dance, MFA; Architecture, PhD; Latin American Studies, PHD
2. UT Dallas: Bioinformatics and Computational Biology, MS
3. UT El Paso: Chicano Studies, BA; Education, MA
4. UT Permian Basin: Information Systems, BS; Biology, MS
5. UT San Antonio: Neurobiology, PhD; Anthropology, PhD
6. UTMB: Medical Science Research, MMS
7. UTHSC San Antonio: Personalized Molecular Medicine, MS; Medical Health Physics, MS

BUILDING A STRONGER TEXAS: THE VALUE OF HIGHER EDUCATION

EDUCATING A RESILIENT WORKFORCE: STUDENT OUTCOMES

LEVERAGING STATE DOLLARS TO FUND EDUCATIONAL EXCELLENCE

FY 2020
\$2.43B
FROM GENERAL
REVENUE

\$21.05B
TOTAL BUDGET
EXPENDITURES



UT System institutions enroll more than **240,000 students** each fall.

Around **three-quarters of those are undergraduates**. And **42% are Hispanic**.

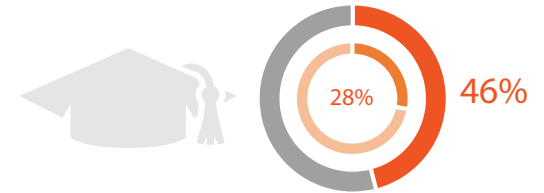
EDUCATING THE WORKFORCE

The **14** institutions of the UT System awarded **64,073 degrees** in 2018-19, a **53% increase** over the last decade.

It was **almost 26,000 more degrees** than the next largest state system.

EDUCATING FOR THE FUTURE:
HIGH PRIORITY DEGREES

UT institutions awarded **15,514 STEM degrees** in 2018, **28% of all degrees** awarded that year.



When health degrees are included it represents **46% of all degrees** awarded across both academic and health institutions.

A DEGREE MAKES ALL THE DIFFERENCE

The median income for Texans aged 22-40 **with only a high school diploma**:



\$27,000

For those Texans in the same age group **with a bachelor's degree** that number almost doubles:



\$50,000

FOUNDATION FOR A THRIVING ECONOMY

77% of UT baccalaureates were found working in Texas one year after graduation, and their wages help fuel the economy.

UT BACCALAUREATES:

1 ST	year median income	\$47,475
5 TH	year median income	\$55,297
10 TH	year median income	\$62,985

\$268B

the cumulative earnings through 2018 of students who left a UT institution between 2002 and 2017 and entered the Texas workforce.

ECONOMIC SECURITY FOR
TEXANS AND TEXAS

Among those undergraduates who received need-based financial aid while in college, **60%** of them went on to earn double what their parents did within five years of receiving their degree.

An educated workforce has better outcomes during economic downturns.

UNEMPLOYMENT RATES

		Jan	Apr	Jul
National	Overall	3.6%	14.7%	10.2%
	Bachelor's+	2.0%	8.4%	6.7%
Texas 12-Month Rolling Average	Overall	3.5%	4.5%	6.0%
	Bachelor's+	1.9%	2.3%	3.2%

BUILDING A STRONGER TEXAS: THE VALUE OF HIGHER EDUCATION

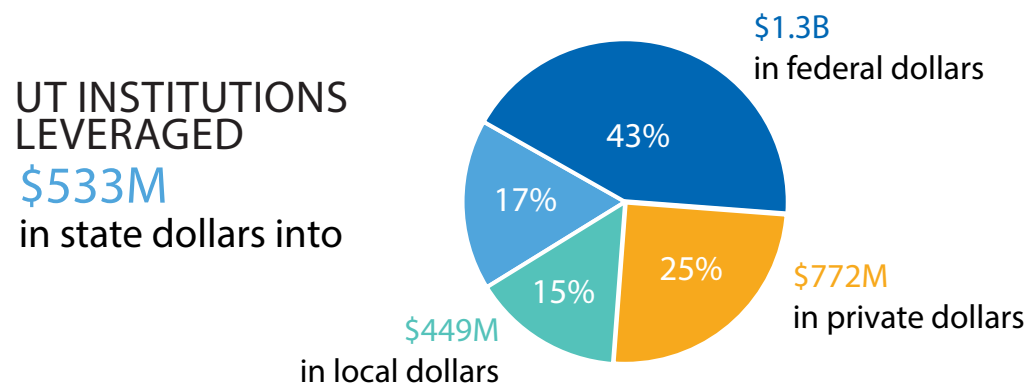
BUILDING A RESILIENT ECONOMY: RESEARCH & TECH TRANSFER

LEVERAGING STATE DOLLARS TO FUND TRANSFORMATIONAL RESEARCH

First-class research at UT institutions yields life-saving treatments, life-changing advances in technology, and advances in basic science. In addition, this **\$3.1 billion** is injected back into the economy.



UT leverages every \$1 in state research into an additional **\$4.80 from other sources**.

LOOKING TO THE FUTURE ECONOMY
THROUGH TECHNOLOGY TRANSFER

UT System institutions



**GENERATE AN
INVENTION DISCLOSURE
EVERY 10 HOURS**



**RECEIVE A PATENT
EVERY 1.5 DAYS**



**START A COMPANY
EVERY 10 DAYS**

In FY2018

858 invention disclosures

246 U.S. patents issued

284 licenses and options
executed

35 startup companies formed

\$61.7M in gross revenue from
intellectual property

BUILDING A STRONGER TEXAS: THE VALUE OF HIGHER EDUCATION

IMPROVING HEALTH IN TEXAS: MISSION CRITICAL

IMPROVING HEALTH IN TEXAS: HEALTH CARE AT UT



9.2M outpatient visits and
1.84M hospital days by UT faculty at
state-owned and affiliated hospitals.

An important part of the UT mission is to provide excellent, affordable and compassionate patient care through hospitals and clinics.

Hospitals and clinics are vital to teaching, scholarship, research and service associated with medicine and related health sciences.

IMPROVING HEALTH IN TEXAS: PROVIDERS

More than
12,000 physicians and
4,000 medical students, along with
thousands of nurses,
physician assistants, and other
health care providers
give first-class medical care to
millions of patients every year.

CARING FOR TEXANS DURING COVID-19:
TESTING & HOSPITAL CARE

UT institutions are critical to preventing, tracing, and treating COVID.

UT institutions have administered about
15 percent of all tests statewide.

And our physicians, nurses, and other
healthcare providers have cared for **10 to 15
percent of all COVID hospitalizations**.



CARING FOR TEXANS DURING COVID-19: TELEHEALTH VISITS

UT health institutions and medical schools continue to provide safe and important medical care during the pandemic by quickly transitioning to telehealth appointments.

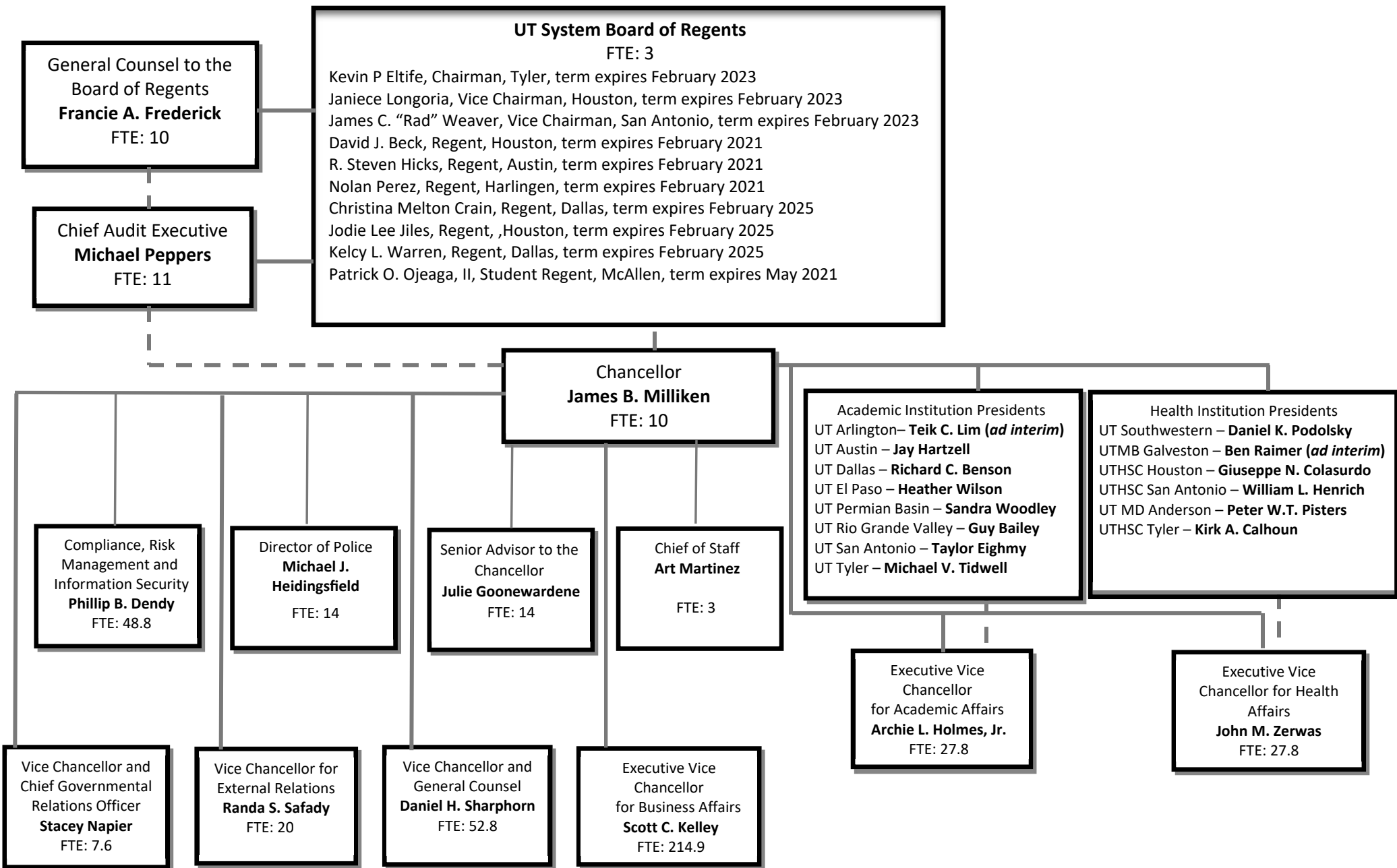
From March 1
through July 31,
UT physicians and
health care
providers had
nearly **500,000
telehealth visits**.



During this same
period in 2019,
there were fewer
than **1,000
telehealth visits**.



THE UNIVERSITY OF TEXAS SYSTEM



Budget Overview - Biennial Amounts
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720 The University of Texas System Administration
Appropriation Years: 2022-23

	GENERAL REVENUE FUNDS		GR DEDICATED		FEDERAL FUNDS		OTHER FUNDS		ALL FUNDS		EXCEPTIONAL ITEM FUNDS
	2020-21	2022-23	2020-21	2022-23	2020-21	2022-23	2020-21	2022-23	2020-21	2022-23	2022-23
Goal: 2. Provide Infrastructure Support											
2.1.1. Debt Service - Nserb	9,156,840	6,213,570							9,156,840	6,213,570	
Total, Goal	9,156,840	6,213,570							9,156,840	6,213,570	
Goal: 7. Tobacco Funds											
7.1.1. Tobacco Earnings - Rahc							2,662,294	2,620,000	2,662,294	2,620,000	
Total, Goal							2,662,294	2,620,000	2,662,294	2,620,000	
Goal: 8. Trusteed Funds for Health Programs											
8.1.2. Heart Inst - Adult Stem Cell Pgm	3,163,981	3,163,981							3,163,981	3,163,981	166,525
8.1.3. Stroke Clinical Research	4,275,000	4,275,000							4,275,000	4,275,000	225,000
Total, Goal	7,438,981	7,438,981							7,438,981	7,438,981	391,525
Total, Agency	16,595,821	13,652,551					2,662,294	2,620,000	19,258,115	16,272,551	391,525
Total FTEs									224.0	224.0	0.0

720 The University of Texas System Administration

Goal / Objective / STRATEGY			Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
2 Provide Infrastructure Support							
1 Provide Operation and Maintenance of E&G Space							
1 DEBT SERVICE - NSERB			5,559,510	4,905,450	4,251,390	3,597,330	2,616,240
TOTAL, GOAL	2		\$5,559,510	\$4,905,450	\$4,251,390	\$3,597,330	\$2,616,240
7 Tobacco Funds							
1 Tobacco Earnings for Research							
1 TOBACCO EARNINGS - RAHC			1,326,614	1,327,094	1,335,200	1,310,000	1,310,000
TOTAL, GOAL	7		\$1,326,614	\$1,327,094	\$1,335,200	\$1,310,000	\$1,310,000
8 Trusteed Funds for Health Programs							
1 Trusteed Funds for Health Programs							
2 HEART INST - ADULT STEM CELL PGM			1,665,253	1,665,253	1,498,728	1,581,991	1,581,990
3 STROKE CLINICAL RESEARCH			1,645,390	2,250,000	2,025,000	2,137,500	2,137,500

2.A. Summary of Base Request by Strategy

10/19/2020 4:17:50PM

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

720 The University of Texas System Administration

Goal / Objective / STRATEGY	Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
TOTAL, GOAL 8	\$3,310,643	\$3,915,253	\$3,523,728	\$3,719,491	\$3,719,490
TOTAL, AGENCY STRATEGY REQUEST	\$10,196,767	\$10,147,797	\$9,110,318	\$8,626,821	\$7,645,730
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*				\$0	\$0
GRAND TOTAL, AGENCY REQUEST	\$10,196,767	\$10,147,797	\$9,110,318	\$8,626,821	\$7,645,730
<u>METHOD OF FINANCING:</u>					
General Revenue Funds:					
1 General Revenue Fund	8,870,153	8,820,703	7,775,118	7,316,821	6,335,730
SUBTOTAL	\$8,870,153	\$8,820,703	\$7,775,118	\$7,316,821	\$6,335,730
Other Funds:					
822 Permanent Endowment FD UTRAC	1,326,614	1,327,094	1,335,200	1,310,000	1,310,000
SUBTOTAL	\$1,326,614	\$1,327,094	\$1,335,200	\$1,310,000	\$1,310,000
TOTAL, METHOD OF FINANCING	\$10,196,767	\$10,147,797	\$9,110,318	\$8,626,821	\$7,645,730

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

2.B. Summary of Base Request by Method of Finance

10/19/2020 4:17:51PM

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 720		Agency name: The University of Texas System Administration				
METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>GENERAL REVENUE</u>						
<u>1</u> General Revenue Fund						
REGULAR APPROPRIATIONS						
Regular Appropriations from MOF Table (2018-19 GAA)		\$8,870,153	\$0	\$0	\$0	\$0
Regular Appropriations from MOF Table (2020-21 GAA)		\$0	\$8,820,703	\$8,166,643	\$0	\$0
Regular Appropriations from MOF Table (2022-23 GAA)		\$0	\$0	\$0	\$7,316,821	\$6,335,730
BASE ADJUSTMENT						
5% Reduction (2020-21 Biennium)		\$0	\$0	\$(391,525)	\$0	\$0
TOTAL, General Revenue Fund		\$8,870,153	\$8,820,703	\$7,775,118	\$7,316,821	\$6,335,730
TOTAL, ALL GENERAL REVENUE		\$8,870,153	\$8,820,703	\$7,775,118	\$7,316,821	\$6,335,730
<u>OTHER FUNDS</u>						

2.B. Summary of Base Request by Method of Finance

10/19/2020 4:17:51PM

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:	720	Agency name:	The University of Texas System Administration			
METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>OTHER FUNDS</u>						
<u>822</u>	Permanent Endowment Fund Account No. 822, UT Regional Academic Health Center					
	<i>REGULAR APPROPRIATIONS</i>					
	Regular Appropriations from MOF Table (2018-19 GAA)					
		\$1,224,000	\$0	\$0	\$0	\$0
	Regular Appropriations from MOF Table (2020-21 GAA)					
		\$0	\$1,256,000	\$1,256,000	\$0	\$0
	Regular Appropriations from MOF Table (2022-23 GAA)					
		\$0	\$0	\$0	\$1,310,000	\$1,310,000
	<i>BASE ADJUSTMENT</i>					
	Revised Receipts - Distribution					
		\$32,000	\$26,000	\$54,000	\$0	\$0
	Revised Receipts - Interest					
		\$70,614	\$45,094	\$25,200	\$0	\$0
TOTAL,	Permanent Endowment Fund Account No. 822, UT Regional Academic Health Center	\$1,326,614	\$1,327,094	\$1,335,200	\$1,310,000	\$1,310,000

2.B. Summary of Base Request by Method of Finance

10/19/2020 4:17:51PM

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:	720	Agency name:	The University of Texas System Administration			
METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
TOTAL, ALL OTHER FUNDS		\$1,326,614	\$1,327,094	\$1,335,200	\$1,310,000	\$1,310,000
GRAND TOTAL		\$10,196,767	\$10,147,797	\$9,110,318	\$8,626,821	\$7,645,730

FULL-TIME-EQUIVALENT POSITIONS

REGULAR APPROPRIATIONS

Regular Appropriations from MOF Table (2018-19 GAA)	391.6	0.0	0.0	0.0	0.0
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Regular Appropriations from MOF Table (2020-21 GAA)	0.0	368.5	368.5	0.0	0.0
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Regular Appropriations from MOF Table (2022-23 GAA)	0.0	0.0	0.0	224.0	224.0
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UNAUTHORIZED NUMBER OVER (BELOW) CAP

Unauthorized Number Over (Below) Cap	(48.8)	(84.2)	(144.5)	0.0	0.0
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TOTAL, ADJUSTED FTES	342.8	284.3	224.0	224.0	224.0
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**NUMBER OF 100% FEDERALLY FUNDED
FTEs**

2.C. Summary of Base Request by Object of Expense

10/19/2020 4:17:51PM

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

720 The University of Texas System Administration

OBJECT OF EXPENSE	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
2008 DEBT SERVICE	\$5,559,510	\$4,905,450	\$4,251,390	\$3,597,330	\$2,616,240
2009 OTHER OPERATING EXPENSE	\$2,991,867	\$2,992,347	\$2,833,928	\$2,891,991	\$2,891,990
4000 GRANTS	\$1,645,390	\$2,250,000	\$2,025,000	\$2,137,500	\$2,137,500
OOE Total (Excluding Riders)	\$10,196,767	\$10,147,797	\$9,110,318	\$8,626,821	\$7,645,730
OOE Total (Riders)					
Grand Total	\$10,196,767	\$10,147,797	\$9,110,318	\$8,626,821	\$7,645,730

2.E. Summary of Exceptional Items Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/19/2020
TIME : 4:17:51PM

Agency code: 720

Agency name: The University of Texas System Administration

Priority	Item	2022			2023			Biennium	
		GR and GR/GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds
1	Restoration: 2022-23 Base Reduction	\$195,762	\$195,762		\$195,763	\$195,763		\$391,525	\$391,525
Total, Exceptional Items Request		\$195,762	\$195,762		\$195,763	\$195,763		\$391,525	\$391,525

Method of Financing

General Revenue	\$195,762	\$195,762		\$195,763	\$195,763		\$391,525	\$391,525
General Revenue - Dedicated								
Federal Funds								
Other Funds								
	\$195,762	\$195,762		\$195,763	\$195,763		\$391,525	\$391,525

Full Time Equivalent Positions

Number of 100% Federally Funded FTEs

2.F. Summary of Total Request by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE : 10/19/2020
TIME : 4:17:51PM

Agency code: 720	Agency name: The University of Texas System Administration					
Goal/Objective/STRATEGY	Base 2022	Base 2023	Exceptional 2022	Exceptional 2023	Total Request 2022	Total Request 2023
2 Provide Infrastructure Support						
1 <i>Provide Operation and Maintenance of E&G Space</i>						
1 DEBT SERVICE - NSERB	\$3,597,330	\$2,616,240	\$0	\$0	\$3,597,330	\$2,616,240
TOTAL, GOAL 2	\$3,597,330	\$2,616,240	\$0	\$0	\$3,597,330	\$2,616,240
7 Tobacco Funds						
1 <i>Tobacco Earnings for Research</i>						
1 TOBACCO EARNINGS - RAHC	1,310,000	1,310,000	0	0	1,310,000	1,310,000
TOTAL, GOAL 7	\$1,310,000	\$1,310,000	\$0	\$0	\$1,310,000	\$1,310,000
8 Trusteed Funds for Health Programs						
1 <i>Trusteed Funds for Health Programs</i>						
2 HEART INST - ADULT STEM CELL PGM	1,581,991	1,581,990	83,262	83,263	1,665,253	1,665,253
3 STROKE CLINICAL RESEARCH	2,137,500	2,137,500	112,500	112,500	2,250,000	2,250,000
TOTAL, GOAL 8	\$3,719,491	\$3,719,490	\$195,762	\$195,763	\$3,915,253	\$3,915,253
TOTAL, AGENCY STRATEGY REQUEST	\$8,626,821	\$7,645,730	\$195,762	\$195,763	\$8,822,583	\$7,841,493
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	\$8,626,821	\$7,645,730	\$195,762	\$195,763	\$8,822,583	\$7,841,493

2.F. Summary of Total Request by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE : 10/19/2020
TIME : 4:17:51PM

Agency code: 720		Agency name: The University of Texas System Administration					
Goal/Objective/STRATEGY		Base 2022	Base 2023	Exceptional 2022	Exceptional 2023	Total Request 2022	Total Request 2023
General Revenue Funds:							
1	General Revenue Fund	\$7,316,821	\$6,335,730	\$195,762	\$195,763	\$7,512,583	\$6,531,493
		\$7,316,821	\$6,335,730	\$195,762	\$195,763	\$7,512,583	\$6,531,493
Other Funds:							
822	Permanent Endowment FD UTRAC	1,310,000	1,310,000	0	0	1,310,000	1,310,000
		\$1,310,000	\$1,310,000	\$0	\$0	\$1,310,000	\$1,310,000
TOTAL, METHOD OF FINANCING		\$8,626,821	\$7,645,730	\$195,762	\$195,763	\$8,822,583	\$7,841,493
FULL TIME EQUIVALENT POSITIONS		224.0	224.0	0.0	0.0	224.0	224.0

720 The University of Texas System Administration

GOAL: 1 Provide Instructional and Operations Support
OBJECTIVE: 1 Provide Instructional and Operations Support
STRATEGY: 11 System Office Operations

Service Categories:

Service: 02 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)

TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)

FULL TIME EQUIVALENT POSITIONS:	342.8	284.3	224.0	224.0	224.0
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STRATEGY DESCRIPTION AND JUSTIFICATION:

The purpose of this strategy is to provide effective management of the component institutions and funds of The University of Texas System . The administration provides central services and coordination within U. T. System in the operations of the component institutions and in reporting to U. T. Board of Regents and external entities.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Various state laws and court decisions affecting higher education will have an impact on component institutions and System Administration . Program decisions made by component institutions require System Administration approval. Reporting requirements by the Board of Regents and other governing agencies impact the services provided by System Administration.

720 The University of Texas System Administration

GOAL: 1 Provide Instructional and Operations Support
OBJECTIVE: 1 Provide Instructional and Operations Support
STRATEGY: 11 System Office Operations

Service Categories:

Service: 02 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (+)	Baseline Request (+)		\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
			\$0	Total of Explanation of Biennial Change

720 The University of Texas System Administration

GOAL:	2	Provide Infrastructure Support	
OBJECTIVE:	1	Provide Operation and Maintenance of E&G Space	Service Categories:
STRATEGY:	1	Debt Service for the Natural Science and Engr. Building at UT - Dallas	Service: 10 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
2008	DEBT SERVICE	\$5,559,510	\$4,905,450	\$4,251,390	\$3,597,330	\$2,616,240
TOTAL, OBJECT OF EXPENSE		\$5,559,510	\$4,905,450	\$4,251,390	\$3,597,330	\$2,616,240
Method of Financing:						
1	General Revenue Fund	\$5,559,510	\$4,905,450	\$4,251,390	\$3,597,330	\$2,616,240
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$5,559,510	\$4,905,450	\$4,251,390	\$3,597,330	\$2,616,240
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$3,597,330	\$2,616,240
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$5,559,510	\$4,905,450	\$4,251,390	\$3,597,330	\$2,616,240

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy includes funding pursuant to Education Code Section 55.17521 intended to reimburse The University of Texas System for debt service on long-term obligations related to the construction of a natural science and engineering research building at The University of Texas at Dallas in accordance with the economic development agreement entered into between this state and the Board of Regents of the U. T. System.

720 The University of Texas System Administration

GOAL: 2 Provide Infrastructure Support

OBJECTIVE: 1 Provide Operation and Maintenance of E&G Space Service Categories:

STRATEGY: 1 Debt Service for the Natural Science and Engr. Building at UT - Dallas Service: 10 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$9,156,840	\$6,213,570	\$(2,943,270)	\$(2,943,270)	Change in debt service based on actual requirements for the construction of a natural science and engineering research building at UT Dallas not exceeding funding levels specified in TEC 55.17521
			<u>\$(2,943,270)</u>	Total of Explanation of Biennial Change

720 The University of Texas System Administration

GOAL:	7	Tobacco Funds	
OBJECTIVE:	1	Tobacco Earnings for Research	Service Categories:
STRATEGY:	1	Tobacco Earnings for the Lower Rio Grande Valley RAHC	Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	\$1,326,614	\$1,327,094	\$1,335,200	\$1,310,000	\$1,310,000
TOTAL, OBJECT OF EXPENSE		\$1,326,614	\$1,327,094	\$1,335,200	\$1,310,000	\$1,310,000
Method of Financing:						
822	Permanent Endowment FD UTRAC	\$1,326,614	\$1,327,094	\$1,335,200	\$1,310,000	\$1,310,000
SUBTOTAL, MOF (OTHER FUNDS)		\$1,326,614	\$1,327,094	\$1,335,200	\$1,310,000	\$1,310,000
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$1,310,000	\$1,310,000
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$1,326,614	\$1,327,094	\$1,335,200	\$1,310,000	\$1,310,000

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

Funding for this strategy is derived from annual distributions of Permanent Health Funds established Section 63.101 of the Texas Education Code. These are appropriated for research and other programs that are conducted by the institution and that benefit the public health.

The proceeds are used by The University of Texas Health Science Center at Houston and The University of Texas Rio Grande Valley for activities related to the Regional Academic Health Centers and UTRGV School of Medicine located in the Lower Rio Grande Valley.

720 The University of Texas System Administration

GOAL: 7 Tobacco Funds
OBJECTIVE: 1 Tobacco Earnings for Research Service Categories:
STRATEGY: 1 Tobacco Earnings for the Lower Rio Grande Valley RAHC Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$2,662,294	\$2,620,000	\$(42,294)	\$(42,294)	Budgeted 2022-23 is based on 2021 endowment distribution.
			<u>\$(42,294)</u>	Total of Explanation of Biennial Change

720 The University of Texas System Administration

GOAL:	8	Trusteed Funds for Health Programs	
OBJECTIVE:	1	Trusteed Funds for Health Programs	Service Categories:
STRATEGY:	2	Heart Institute - Adult Stem Cell Program	Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	\$1,665,253	\$1,665,253	\$1,498,728	\$1,581,991	\$1,581,990
TOTAL, OBJECT OF EXPENSE		\$1,665,253	\$1,665,253	\$1,498,728	\$1,581,991	\$1,581,990
Method of Financing:						
1	General Revenue Fund	\$1,665,253	\$1,665,253	\$1,498,728	\$1,581,991	\$1,581,990
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$1,665,253	\$1,665,253	\$1,498,728	\$1,581,991	\$1,581,990
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$1,581,991	\$1,581,990
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$1,665,253	\$1,665,253	\$1,498,728	\$1,581,991	\$1,581,990

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

Created in the 81st Legislature to provide pass-through funding to the Texas Heart Institute to conduct stem cell research. Beginning in 2016, funds were trusteed to UT System Administration.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Additional information for this strategy is available in Schedule 9, Non-Formula Support.

720 The University of Texas System Administration

GOAL: 8 Trusteed Funds for Health Programs
OBJECTIVE: 1 Trusteed Funds for Health Programs Service Categories:
STRATEGY: 2 Heart Institute - Adult Stem Cell Program Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>	<u>CHANGE</u>	<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$3,163,981	\$3,163,981	\$0	\$0	Total of Explanation of Biennial Change

720 The University of Texas System Administration

GOAL: 8 Trusteed Funds for Health Programs
OBJECTIVE: 1 Trusteed Funds for Health Programs
STRATEGY: 3 Stroke Clinical Research

Service Categories:

Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
4000	GRANTS	\$1,645,390	\$2,250,000	\$2,025,000	\$2,137,500	\$2,137,500
TOTAL, OBJECT OF EXPENSE		\$1,645,390	\$2,250,000	\$2,025,000	\$2,137,500	\$2,137,500
Method of Financing:						
1	General Revenue Fund	\$1,645,390	\$2,250,000	\$2,025,000	\$2,137,500	\$2,137,500
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$1,645,390	\$2,250,000	\$2,025,000	\$2,137,500	\$2,137,500
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$2,137,500	\$2,137,500
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$1,645,390	\$2,250,000	\$2,025,000	\$2,137,500	\$2,137,500
FULL TIME EQUIVALENT POSITIONS:						
STRATEGY DESCRIPTION AND JUSTIFICATION:						

720 The University of Texas System Administration

GOAL: 8 Trusteed Funds for Health Programs
OBJECTIVE: 1 Trusteed Funds for Health Programs
STRATEGY: 3 Stroke Clinical Research

Service Categories:

Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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The Lone Star Stroke Research Consortium was created by the 83rd Legislature via an appropriation to the Department of State Health Services with a rider requirement to allocate the funds to the Stroke System of Care Coordination (Lone Star Stroke), which was administered by The University of Texas System Administration. The 85th Legislature moved the funding to UT System Administration.

The mission of the Lone Star Stroke Research Consortium (LSS) is to improve the health and lives of Texans by discovering, testing and disseminating better therapies to prevent and treat stroke and enhance recovery in stroke survivors. LSS created and administers a state-wide inter-institutional collaborative network for patient-centered stroke research and therapeutic trials within Texas, linking academic health institutions with expertise in stroke research to community stroke centers.

The Lone Star Stroke Research Consortium includes Baylor College of Medicine, Texas Tech Health Sciences Center El Paso, Dell Medical School at The University of Texas at Austin, The University of Texas Southwestern Medical Center, and The University of Texas Health Science Centers at Houston and San Antonio. The Texas A&M System also participates as a major satellite spoke. Through these collaborations, LSS works to ensure all Texans have access to the highest level of stroke expertise and the most effective, most advanced prevention strategies, treatments, and post-stroke recovery care wherever they reside in Texas.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Additional information for this strategy is available in Schedule 9, Non-Formula Support.

720 The University of Texas System Administration

GOAL: 8 Trusteed Funds for Health Programs
OBJECTIVE: 1 Trusteed Funds for Health Programs
STRATEGY: 3 Stroke Clinical Research

Service Categories:

Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$4,275,000	\$4,275,000	\$0		
			\$0	Total of Explanation of Biennial Change

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	\$10,196,767	\$10,147,797	\$9,110,318	\$8,626,821	\$7,645,730
METHODS OF FINANCE (INCLUDING RIDERS):				\$8,626,821	\$7,645,730
METHODS OF FINANCE (EXCLUDING RIDERS):	\$10,196,767	\$10,147,797	\$9,110,318	\$8,626,821	\$7,645,730
FULL TIME EQUIVALENT POSITIONS:	342.8	284.3	224.0	224.0	224.0

87th Regular Session, Agency Submission, Version 1

[illegible]

Program Prioritization: *Indicate the methodology or approach taken by the agency, court, or institution to determine the ranking of each program by priority.*

General Revenue strategies are prioritized before other methods of finance, with the legal obligation of debt service and the higher education-focused research consortium prioritized above Texas Heart Institute pass-through funds.

3.B. Rider Revisions and Additions Request

Agency Code: 720	Agency Name: The University of Texas System Administration	Prepared By: Terry Hull	Date: September 2020	Request Level: Base
Current Rider Number	Page Number in 2020-21 GAA	Proposed Rider Language		
Higher Education Employees Group Insurance Contributions, Rider 8	III-48	8. Benefits Proportionality Audit Requirement. a. Each institution of higher education, excluding Public Community/Junior Colleges, shall consider as part of its annual audit risk assessment whether to conduct an internal audit of benefits proportional by fund reporting. In the event a benefits proportional internal audit is to be conducted, the institution shall notify the State Auditor's Office, and submit a copy of the internal audit to the Legislative Budget Board, Comptroller of Public Accounts, and State Auditor's Office no later than August 31, 2020. The Any audit must examine fiscal years 2017, 2018, and 2019, and must be conducted using a methodology approved by the State Auditor's Office with a copy of the internal audit provided to Legislative Budget Board, Comptroller of Public Accounts, and State Auditor's Office. b. If the internal audit conducted by an institution identifies any instances in which an institution has not been compliant with the proportionality requirements provided by Article IX, Sec. 6.08, Benefits Paid Proportional by Method of Finance in the examined prior three fiscal years defined in subsection (a) and received excess General Revenue as a result of this noncompliance, the institution shall submit a reimbursement payment to the Comptroller of Public Accounts within two years from the conclusion of the institution's audit. The Comptroller of Public Accounts shall notify the Legislative Budget Board and State Auditor's Office of all reimbursement payments submitted by an institution of higher education. c. If an institution has previously conducted an internal audit of benefits proportional by fund for the fiscal years included in subsection (a) using a methodology determined to be acceptable by the State Auditor's Office, the State Auditor's Office may waive the requirement that the institution conduct an additional internal audit. The State Auditor's Office shall notify the Legislative Budget Board and Comptroller of Public Accounts of any institutions who receive such a waiver. Any institution that receives a waiver from the audit requirement from the State Auditor's Office is still subject to the provisions of subsection (b) for any instances of noncompliance that were identified.		

3.B. Rider Revisions and Additions Request (continued)

		<u>ad.</u> For fiscal years 20220 and 20234, institutions of higher education shall also consider audits of benefits proportional when developing their annual internal audit plans. <u>be.</u> It is the intent of the Legislature that the State Auditor's Office audit at least two institutions of higher education for compliance with benefits proportional provisions during the 20220-234 biennium. <u>c.</u> <u>If an audit conducted identifies any instances in which an institution has not been compliant with the proportionality requirements provided by Article IX, Sec. 6.08, Benefits Paid Proportional by Method of Finance in the prior three fiscal years defined in subsection (a) and received excess General Revenue as a result of this noncompliance, the institution shall submit a reimbursement payment to the Comptroller of Public Accounts within two years from the conclusion of the institution's audit. The Comptroller of Public Accounts shall notify the Legislative Budget Board and State Auditor's Office of all reimbursement payments submitted by an institution of higher education.</u> <i>U. T. System requests that the provisions of the rider be modified to allow institution internal audit departments to evaluate the cost/benefit of the audit as part of their annual risk assessment process. Within the U. T. System, these audits utilized significant resources and resulted in only minimal findings. U. T. System has not addressed the intent provision (formerly paragraph e.) for the State Auditor (SAO) to conduct two audits. The SAO would be in the best position to evaluate whether this was beneficial and to make recommendations as to whether to retain, modify or delete this provision.</i>
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**3.B. Rider Revisions and Additions Request
(continued)**

U. T. System Administration, Rider 3	III-67	3. Estimated Appropriation and Unexpended Balance. a. Included in the amounts appropriated above are estimated appropriations of amounts available for distribution or investment returns out of the Permanent Endowment Fund for the Lower Rio Grande Valley Regional Academic Health Center. b. Amounts available for distribution or investment returns in excess of the amounts estimated above are also appropriated. In the event that amounts available for distribution or investment returns are less than the amounts estimated above, this Act may not be construed as appropriating funds to make up the difference. c. All balances of estimated appropriations from the Permanent Endowment Fund for the Lower Rio Grande Valley Regional Academic Health Center, except for any General Revenue, at the close of the fiscal year ending August 31, 202119, and the income to said fund during the fiscal years beginning September 1, 202119, are hereby appropriated to The University of Texas System Administration and to any University of Texas institutions to which funds may be transferred by The University of Texas System Administration. Any unexpended appropriations made above as of August 31, 20220, are hereby appropriated for the same purposes for fiscal year 20234 to The University of Texas System Administration and to any University of Texas institutions to which funds may have been transferred by The University of Texas System Administration. <i>U. T. System requests that the dates in the rider be updated.</i>
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3.B. Rider Revisions and Additions Request (continued)

U. T. System Administration, Rider 4	III-67	4. Reporting Requirement for Capital Projects for The University of Texas System Administration. By December 1 of each year, The University of Texas System shall submit a report to the Legislative Budget Board for the prior fiscal year that includes information on all capital construction projects paid for with funds appropriated by this Act, having a cost in excess of \$1,000,000 and having the purpose of directly supporting the administration and operation of The University of Texas System Administration or the Board of Regents of The University of Texas System. The report must include at a minimum for each capital project: (1) the purpose of the project; (2) the total cost of the project; (3) the source of funding for the project; (4) the savings achieved by the project; and (5) any other information requested by the Legislative Budget Board. <i>Request elimination of the rider. U. T. System Administration Replacement Office Building was completed in calendar year 2017 and no further projects are expected to be reported upon its completion.</i>
U. T. System Administration, Rider 5	III-67	5. Stroke Clinical Research. Out of the funds appropriated above to The University of Texas System in Strategy C.1.2, Stroke Clinical Research, \$4,500,000 in General Revenue over the biennium at The University of Texas System is for the administration of the statewide stroke clinical research network, Stroke System of Care Coordination (Lone Star Stroke). Any unexpended balances as of August 31, 20220, are hereby appropriated for the same purpose for the fiscal year beginning September 1, 20220. <i>U. T. System requests that the dates in the rider be updated.</i>

3.B. Rider Revisions and Additions Request (continued)

Available University Fund, Rider 3	III-68 to III-69	3. The University of Texas System Share. There is appropriated for the biennium ending August 31, 202119 that portion of the Available University Fund No. 011 apportioned to The University of Texas System by Article VII, §18(f) of the Texas Constitution, together with interest and any balance in the Available University Fund No. 011 for any previous years, except that portion appropriated by §18 for the payment of principal and interest on bonds or notes issued by the Board of Regents of The University of Texas System. This appropriation and any amounts derived from refinancing and/or early retirement of debt or other obligations derived from funds from the Permanent University Fund and/or Available University Fund may only be used for: a. new construction, major repairs and rehabilitation, equipment, maintenance, operation, salaries, endowments, and support, including the matching of private grants for the endowment of scholarships, fellowships, library support, and academic positions for The University of Texas at Austin; and b. necessary direct administration operations of The University of Texas System Administration and for necessary expenses to provide administrative support for Board operations. The University of Texas System is prohibited from using Available University Fund appropriations for Board travel, food, and the Board's meeting expenses. This prohibition does not include functions of the Board that are statutorily required, or reimbursements for the student regent. The University of Texas System Administration and Board of Regents must use Available University Fund appropriations for the purposes consistent with Article VII, Section 18(f) of the Texas Constitution and are prohibited from using Available University Fund appropriations not expressly authorized above. <i>U. T. System requests the deletion of certain language in the rider. The Texas Constitution and the Education Code provide limitations on the uses of AUF by U. T. System Administration. The restatement above is redundant with the Constitution and inconsistent with language in the GAA related to the Texas A&M University System even though Texas A&M has similar constitutional and statutory limitations.</i>
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3.B. Rider Revisions and Additions Request (continued)

The University of Texas Rio Grande Valley, Rider 3	III-87	McAllen Advanced Manufacturing Research and Education Park. Out of funds appropriated to The University of Texas Rio Grande Valley in Strategy C.2.6, Regional Advanced Tooling Center, \$345,670 in General Revenue in fiscal year 2020 and \$345,670 in General Revenue in fiscal year 2021 will be for the McAllen Advanced Manufacturing Research and Education Park. <i>U. T. System and U. T. Rio Grande Valley request deletion of this rider to reflect the broadening of the scope of the Regional Advanced Tooling Center to support the manufacturing sector throughout the Lower Rio Grande Valley region.</i>
The University of Texas at San Antonio, Rider 7	III-92	5. Foster Care Pilot Program. Included in the amounts above, \$1,750,000 out of the General Revenue Fund and 35.0 FTEs in each fiscal year of the 2020-21 biennium is Funds appropriated to The University of Texas at San Antonio in Strategy C.1.2 <u>are to establish and maintain</u> integrated foster care support programs on college campuses in Bexar County. <u>Any unexpended balances as of August 31, 2022, from the appropriations identified in Strategy C.1.2, Foster Care Pilot Program, are hereby appropriated to The University of Texas at San Antonio for the same purpose for the fiscal year beginning September 1, 2022.</u> <i>U. T. System and U. T. San Antonio request the deletion of certain language in the rider related to the original rider in Article IX, Sec. 18.108 of HB 1. In addition, unexpended balance authority is requested for the new biennium between fiscal years.</i>

3.B. Rider Revisions and Additions Request (continued)

The University of Texas Medical Branch at Galveston, Rider 7	III-177	7. Appropriation of Costs for Health Care to Inmates. None of the funds appropriated above shall be expended to provide or support the provision of health care to inmates of the Texas Department of Criminal Justice (TDCJ). It is the intent of the Legislature that all costs for providing health care to inmates of the TDCJ including costs of operating TDCJ hospital facilities in Galveston County and Lubbock County shall be paid from appropriations made to the TDCJ, <u>from general revenue benefits appropriations made elsewhere in this Act</u>, and from any financial reserves from contracts with TDCJ that are held by the University for the correctional health care services. Appropriations made to the TDCJ for the provision of inmate health care services shall be expended in accordance with Government Code, Chapter 501, Subchapter E. <u>Notwithstanding any other provision of this Act, contract services funds appropriated to TDCJ and provided to the University are eligible to receive state-paid general revenue benefits support for Retirement, Group Insurance, and Social Security from funds appropriated elsewhere in this Act. For purposes of the requirements of Article IX, Sec. 6.08 Benefits Proportional by Method of Finance of this Act, contract services funds appropriated to TDCJ and provided to the University for correctional health care services shall be treated as if the funds received are appropriated by this Act and are not required to be held in the state treasury.</u> <i>U. T. System and U.T. Medical Branch at Galveston request the modification of this rider to clarify the long-established practice of TDCJ contract funds being eligible for state-paid benefits. This position is supported by various other riders in the GAA including the explicit appropriation of funds for group insurance in Higher Education Group Insurance Rider 6(c) and (d).</i>
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3.B. Rider Revisions and Additions Request (continued)

The University of Texas Health Science Center at Houston, NEW	NEW	<u>X. Benefits Costs for Harris County Psychiatric Center.</u> Notwithstanding any other provision of this Act, contract services funds appropriated to the Health and Human Services Commission (HHSC) and provided to the University for the operation of the Harris County Psychiatric Center (HCPC) are eligible to receive state-paid general revenue benefits support for Retirement, Group Insurance, and Social Security from funds appropriated elsewhere in this Act. For purposes of the requirements of Article IX, Sec. 6.08 Benefits Proportional by Method of Finance of this Act, contract services funds appropriated to HHSC and provided to the University for the operation of HCPC shall be treated as if the funds received are appropriated by this Act and are not required to be held in the state treasury. <i>U. T. System and U.T. Health Science Center at Houston request the addition of this rider to clarify the long-established practice of HCPC contract funds being eligible for state-paid benefits. This position is supported by various other riders in the GAA including the explicit appropriation of funds for group insurance in Higher Education Group Insurance Rider 6(f).</i>
The University of Texas Health Science Center at Tyler, NEW	NEW	<u>X. Medical Education.</u> The University of Texas Health Science Center at Tyler is authorized to use funds appropriated above to establish a Doctor of Medicine (M.D.) Program. <i>U. T. System and U.T. Health Science Center at Tyler request the addition of this rider to assist in the establishment of a medical school and M.D. program. Significant private resources have been donated and this would enable them to begin the process of establishing the program.</i>

3.B. Rider Revisions and Additions Request (continued)

Special Provisions Relating Only to State Agencies of Higher Education, Rider 19	III-265	Sec. 19. Self-insurance Funds. Any funds of an institution of higher education used for or allocated to a self-insurance fund authorized by Government Code §2259.031004 for a risk otherwise insurable by the institution of higher education, <u>including a reserve account for lump sum payments of vacation and sick leave</u>, shall be treated by the Comptroller of Public Accounts as an expenditure of the respective funds. The self-insurance funds so created shall be considered designated funds as that term is used in §51.008(b) of the Education Code. Any self-insurance fund reserves so created shall not exceed in amount the maximum value determined to be actuarially sound for each such self-insurance program. <i>U. T. System requests the change to correct the Government Code citation and to authorize Vacation-Sick Leave reserve payout account as an allowed self-insurance fund. U. T. System policy authorizes these funds as revolving activity whereby the assessment collected in the form of a payroll fringe benefit expense is intended to match annual payout requirements. This smooths the budgetary impact on departments within the organization which have terminating or deceased employees. This change would allow the fringe assessment to systematically be paid from appropriations similar to workers compensation insurance, rather than identifying specific employees and seeking reimbursement on them individually.</i>
Special Provisions Relating Only to State Agencies of Higher Education, Rider 22	III-265	Sec. 22. Ethics Policy. 1.None of the funds appropriated by this Act may be expended by an institution of higher education until its governing board has adopted has filed with the Texas Higher Education Coordinating Board an ethics policy which has been adopted by the board of regents <u>includes the requirements of Texas Government Code Section 572.051</u>. The ethics policy shall apply to the board of regents and its staff, the administration, staff, and faculty of the institutions under the board's governance. 2.The ethics policy adopted by each board of regents shall <u>also</u> include specific provisions regarding sexual harassment. <i>U. T. System requests the revision of this reporting requirement as regulatory relief. While eliminating a requirement to file the ethics policy with the Coordinating Board, the provision as revised makes clear the expectations through citation of the statutory standard of conduct.</i>

3.B. Rider Revisions and Additions Request (continued)

Special Provisions Relating Only to State Agencies of Higher Education, Rider 26		Sec. 26. General Academic Funding. Appropriations made in this Act for formula funding for general academic institutions will consist of four formulas and supplemental items. 1. Instruction and Operation Formula. The Instruction and Operations Formula shall provide funding for faculty salaries, including nursing, departmental operating expense, library, instructional administration, research enhancement, student services, and institutional support. These funds are distributed on a weighted semester credit hour basis. The rate per weighted semester credit hour for the 2020<u>22-24</u>23 biennium is \$_____ in fiscal year 2020<u>22</u> and fiscal year 2021<u>23</u>. Weighting is determined by the following matrix: <i>[Matrix excluded here for space purposes]</i> 2. Teaching Experience Supplement. For the 2020<u>22-24</u>23 biennium, an additional weight of 10 percent is added to lower division and upper division semester credit hours taught by tenured and tenure-track faculty. Furthermore, it is the intent of the Legislature that the weight shall increase by 10 percent per biennium, up to 50 percent. 3. Infrastructure Support. Funding associated with plant-related formulas and utilities shall be distributed by the infrastructure support formula which is driven by the predicted square feet for universities' educational and general activities produced by the Space Projection Model developed by the Coordinating Board. The portion of the formula related to utilities is adjusted to reflect differences in unit costs for purchased utilities, including electricity, natural gas, water and wastewater, and thermal energy. The average rate per square foot is \$_____ in fiscal year 2020<u>22</u> and fiscal year 2021<u>23</u>. 4. Supplemental Non-formula Items. Institutions shall receive a direct reimbursement as applicable for staff group insurance (other educational and general income portion), workers' compensation insurance, unemployment compensation insurance, public education grants, organized activities, scholarships, tuition revenue bond payments, and facility lease charges. Institutions may receive an appropriation for non-formula support items. Revenue derived from board authorized tuition would still be appropriated to the institutions levying the additional charges. 5. The General Academic Instruction and Operations and Infrastructure formulas shall incorporate the Higher Education Coordinating Board's October 2006 recommendations for mission-specific
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3.B. Rider Revisions and Additions Request (continued)

		formula funding for Texas A&M University at Galveston. These formulas and supplemental items shall be reviewed and updated by study committees appointed by the Higher Education Coordinating Board and recommended changes forwarded to the Legislature, Legislative Budget Board, and Governor by June 1, 202022. The study committees shall review the expenditure study that is used for the cost matrix above, including determining and reviewing the growth of costs affiliated with higher education and its consequent impact on higher education institutions, and make recommendations for improvements to better reflect the actual expenditures of the institutions. The study committee recommendations shall be forwarded to the Legislative Budget Board along with the recommendations on formulas and supplemental items. The formula advisory committees shall also review the Space Projection Model as it relates to distance education courses, including the different physical space and technology needs between traditional courses, online courses, and distance education courses, as well as information on associated costs of each course type, and recommend changes to the Space Projection Model to the Legislative Budget Board and Governor by June 1, 2020. <i>U. T. System requests the changes because the study committees have reviewed these issues as directed.</i>
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3.B. Rider Revisions and Additions Request (continued)

Special Provisions Relating Only to State Agencies of Higher Education, Rider 27 (Paragraphs 10-13 only)	III-269 to III-271	10. Pilot Program Mission Specific Support - Performance Based Research Operations Formula. The University of Texas Southwestern Medical Center has a mission that is research intensive. To enhance research capacity, assist the institution in leveraging research grants and gifts, and support expansion of the institution's research operations, additional research formula funding shall be provided based on the following criteria: a. General Revenue Research Operations Formula funding provided to The University of Texas Southwestern Medical Center in Strategy B.1.2, Performance Based Research Operations Formula, shall be allocated to the institution through two mechanisms. 1) Base Match allocations shall be based on the institution's average annual research expenditures for the previous three-year period as reported to the Higher Education Coordinating Board, excluding research expenditures from state appropriations. The Base Match rate shall be 12.4XX.X <i>(to be updated for current performance)</i> percent for each fiscal year of the 2022-23 biennium. Thereafter, The Base Match rate shall be adjusted based on the average annualized increase or decrease in research expenditures from the prior biennium's three-year base average. 2) Performance Incentive Tiered Match allocations shall be based on the increase of the institution's average annual research expenditures since the prior biennium. The calculation of this increase shall be based on the average annual research expenditures for the two-year base period preceding each biennium, as reported to the Higher Education Coordinating Board, excluding research expenditures from state appropriations. The Tiered Match shall allocate funding in three tiers that increase on a sliding scale. Tier 1 shall provide matching General Revenue funds at a rate of 25.0 percent for any increase in the institution's average annual research expenditures between \$0 and \$10,000,000. Tier 2 shall provide matching General Revenue funds at a rate of 50.0 percent for any increase in the institution's average annual research expenditures between \$10,000,000 and \$20,000,000. Tier 3 shall provide matching General Revenue funds at a rate of 75.0 percent for any increase in the institution's average annual research expenditures greater than \$20,000,000. The institution's Performance Based Research Operations Formula shall be expended for the purpose of research operations, expanding research capacity, and pursuing excellence in its research mission. Any unexpended balances as of August 31, 2020, are hereby appropriated for the same purpose for the fiscal year beginning September 1, 2020. For formula funding purposes, the amount of growth in total funding for the Performance Based Research Operations
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3.B. Rider Revisions and Additions Request (continued)

		Formula from one biennium to another may not exceed 5.0 percent of the institution's total General Revenue appropriations in the prior biennium, excluding tuition revenue bond debt service. The Legislative Budget Board shall implement the funding in accordance with this limitation. The mission-specific Performance Based Research Operations formula established in this subsection is a pilot formula for the 2020-21 biennium that expires at the end of the fiscal year ending August 31, 2021. 11. Pilot Program: Mission Specific Support - Performance Based Research Operations Formula. To enhance research capacity at The University of Texas Health Science Center at Houston, assist the institution in leveraging research grants and gifts, and support expansion of the institution's research operations, additional research formula funding shall be provided based on the following criteria: a. General Revenue Research Operations Formula funding provided to The University of Texas Health Science Center at Houston in Strategy B.1.2, Performance Based Research Operations Formula, shall be allocated to the institution through two mechanisms. 1) Base Match allocations shall be based on the institution's average annual research expenditures from federal sources for the previous three-year period as reported to the Higher Education Coordinating Board. The Base Match rate shall be 10.0 percent for each fiscal year of the 2022-23 <u>2020-21</u> biennium. 2) Performance Incentive Tiered Match allocations shall be based on the increase of the institution's average annual research expenditures from federal sources since the prior biennium. The calculation of this increase shall be based on the average annual research expenditures from federal sources for the two-year base period preceding each biennium, as reported to the Higher Education Coordinating Board. The Tiered Match shall allocate funding in three tiers that increase on a sliding scale. Tier 1 shall provide matching General Revenue funds at a rate of 20.0 percent for any increase in the institution's average annual research expenditures from federal sources between \$0 and \$5,000,000. Tier 2 shall provide matching General Revenue funds at a rate of 40.0 percent for any increase in the institution's average annual research expenditures from federal sources between \$5,000,000 and \$10,000,000. Tier 3 shall provide matching General Revenue funds at a rate of 60.0 percent for any increase in the institution's average annual research expenditures from federal sources greater than \$10,000,000.
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3.B. Rider Revisions and Additions Request (continued)

		The institution's Performance Based Research Operations Formula shall be expended for the purpose of research operations, expanding research capacity, and pursuing excellence in its research mission. Any unexpended balances as of August 31, 20220, are hereby appropriated for the same purpose for the fiscal year beginning September 1, 20220. For formula funding purposes, the amount of growth in total funding for the Performance Based Research Operations Formula from one biennium to another may not exceed 5.0 percent of the institution's total General Revenue appropriations in the prior biennium, excluding tuition revenue bond debt service. The Legislative Budget Board shall implement the funding in accordance with this limitation. The mission specific Performance Based Research Operations formula established in this subsection is a pilot formula for the 2020-21 biennium that expires at the end of the fiscal year ending August 31, 2021. 12. Pilot Program: Mission Specific Support - Performance Based Research Operations Formula. To enhance research capacity at The University of Texas Health Science Center at San Antonio, assist the institution in leveraging research grants and gifts, and support expansion of the institution's research operations, additional research formula funding shall be provided based on the following criteria: a. General Revenue Research Operations Formula funding provided to The University of Texas Health Science Center at San Antonio in Strategy B.1.2, Performance Based Research Operations Formula, shall be allocated to the institution through two mechanisms. 1) Base Match allocations shall be based on the institution's average annual research expenditures from federal sources for the previous three-year period as reported to the Higher Education Coordinating Board. The Base Match rate shall be 12.7 percent for each fiscal year of the 20220-231 biennium. 2) Performance Incentive Tiered Match allocations shall be based on the increase of the institution's average annual research expenditures from federal sources since the prior biennium. The calculation of this increase shall be based on the average annual research expenditures from federal sources for the two-year base period preceding each biennium, as reported to the Higher Education Coordinating Board. The Tiered Match shall allocate funding in three tiers that increase on a sliding scale. Tier 1 shall provide matching General Revenue funds at a rate of 20.0 percent for any increase in the institution's average annual research expenditures from federal sources between \$0 and \$5,000,000. Tier 2 shall provide matching General Revenue funds at a rate of 40.0 percent for any increase in the
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3.B. Rider Revisions and Additions Request (continued)

		institution's average annual research expenditures from federal sources between \$5,000,000 and \$10,000,000. Tier 3 shall provide matching General Revenue funds at a rate of 60.0 percent for any increase in the institution's average annual research expenditures from federal sources greater than \$10,000,000. The institution's Performance Based Research Operations Formula shall be expended for the purpose of research operations, expanding research capacity, and pursuing excellence in its research mission. Any unexpended balances as of August 31, 20220, are hereby appropriated for the same purpose for the fiscal year beginning September 1, 20220. For formula funding purposes, the amount of growth in total funding for the Performance Based Research Operations Formula from one biennium to another may not exceed 5.0 percent of the institution's total General Revenue appropriations in the prior biennium, excluding tuition revenue bond debt service. The Legislative Budget Board shall implement the funding in accordance with this limitation. The mission-specific Performance Based Research Operations formula established in this subsection is a pilot formula for the 2020-21 biennium that expires at the end of the fiscal year ending August 31, 2021. 13. Pilot Program: Mission Specific Support - Multicategorical Teaching Hospital Support. The University of Texas Medical Branch at Galveston operates a state owned hospital with a statutorily-based mission to operate a hospital and health system. Funding allocated to The University of Texas Medical Branch at Galveston for its hospitals and health system shall be based on the following criteria: - General Revenue formula funding provided to The University of Texas Medical Branch at Galveston in Strategy A.1.7, Health System Operations, shall be based on the total number of Texas patient encounters in 202018 in trauma, primary care, diabetes, heart, psychiatry, and telemedicine. The rate per patient for each fiscal year of the 20220-231 biennium shall be \$180.10. For formula funding purposes, the amount of growth in total funding from one biennium to another may not exceed the average growth in funding for Health Related Institutions in the Instruction and Operations formula for the current biennium. - The University of Texas Medical Branch at Galveston shall submit to the Legislative Budget Board, Governor, and Texas Higher Education Coordinating Board a copy of the appropriate reports discussed above and supporting documentation, which provides the necessary information to calculate the formula allocations in subsection (a) above. The mission-specific Multicategorical
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3.B. Rider Revisions and Additions Request (continued)

		Teaching Hospital Support formula established in this subsection is a pilot formula for the 2020-21 biennium that expires at the end of the fiscal year ending August 31, 2021. <i>U. T. System requests that the various U. T. System institutions' Performance Based Research Operations Formula be made permanent and the base rate(s) be updated appropriately.</i>
Special Provisions Relating Only to State Agencies of Higher Education, Rider 39	III-273	Sec. 39. Appropriation of Funds from the Permanent Health Fund for Higher Education. Included in the amounts appropriated to health related institutions of higher education is an estimated appropriation based on the institution's allocation of the estimated earnings out of the Permanent Health Fund for Higher Education for each fiscal year of the biennium. Amounts available for distribution from this fund are estimated to be <u>\$22,925,000</u> each fiscal year of the biennium. The funds appropriated out of the Permanent Health Fund for Higher Education shall be distributed to the institutions of higher education in accordance with Education Code §63.003 for the purpose of medical research, health education, or treatment programs. The determined distribution allocations shall be considered approved unless the Legislative Budget Board issues a written disapproval within 30 business days after the date the Legislative Budget Board staff concludes its distribution calculations and forwards the distribution calculations to the Chair of the House Appropriations Committee, Chair of the Senate Finance Committee, Speaker of the House, and Lieutenant Governor. Any requests for additional information made by the Legislative Budget Board interrupt the counting of the 30 business days. <i>U. T. System requests the change to update the amount with the 2021 distribution approved by the U. T. System Board of Regents.</i>

3.B. Rider Revisions and Additions Request (continued)

Special Provisions Relating Only to State Agencies of Higher Education, Rider 41	III-273 to III-274	Sec. 41. Report on Real Property. Institutions of higher education shall use the appropriations above to submit to the Asset Management Division in the General Land Office the following information, as the General Land Office may require, in accordance with general law: 1. a description of each item of property by reference to a volume number and page or image number or numbers of the official public records of real property in a particular county, or if not applicable, by a legal description; 2. the date of purchase of the property, if applicable; 3. the purchase price of the property, if applicable; 4. the name of the institution holding title to the property for the state; 5. a description of the current uses of the property and of the projected future uses of the property during the next 15 years; and 6. a description of each building or other improvement located on the property. 7. If the description of real property required by this section is excessively voluminous, as in the case of parkland, the division may direct the institution in possession of the real property to furnish the description only in summary form, as agreed to by the division and the institution involved. 8. In addition, if the institution of higher education has done an appraisal on the property, the date of the appraisal and the value broken out by land and improvements should be submitted. <i>U. T. System requests the deletion of this reporting requirement as regulatory relief. Higher education is required to maintain this by statute (Texas Natural Resources Code Sec. 31.153) but not required by statute to provide annual reports. In addition, the General Land office is not responsible for maintaining inventory records for institutions of higher education (TNRC Sec. 31.155(a)), for reviewing and verifying real property records, making recommendation regarding real property, or to make reports involving real property of an institution of higher education (TNRC Sec. 31.155(d)).</i>
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3.B. Rider Revisions and Additions Request (continued)

Special Provisions Relating Only to State Agencies of Higher Education, Rider 42	III-274	Sec. 42. Limitation on Use of Funds. State agencies and institutions of higher education that are appropriated funds from the receipts collected pursuant to the Comprehensive Tobacco Settlement Agreement and Release in this Article shall submit a budget by November 1 of each year of the biennium to the Legislative Budget Board and the Governor. This budget shall describe the purposes and amounts for which such funds will be expended by the state agency or institution of higher education. No funds described in this budget may be expended by the state agency or institution of higher education until the Legislative Budget Board and the Governor receive the budget. <i>U. T. System requests the deletion of this reporting requirement as regulatory relief.</i>
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3.B. Rider Revisions and Additions Request (continued)

Special Provisions Relating Only to State Agencies of Higher Education, Rider 46	III-274 to III-275	Sec. 46. Report Concerning Designated Tuition. (a) Not later than January 1, 2020, the governing board of each public institution of higher education that charges students designated tuition under §54.0513, Education Code, shall use the appropriations in the Act to report to the legislature, for the 2017-18 and 2018-19 academic years: (1) the amount the institution has collected in designated tuition; (2) the purposes for which the institution spent the money derived from designated tuition and the amount of that money spent for each of those purposes; and (3) the amount set aside from designated tuition for resident undergraduate and graduate student assistance under §§56.011 and 56.012, Education Code and how these amounts are allocated under the following categories: (a) grants (b) scholarships, (c) work study programs, (d) students loans, (e) and student loan repayment assistance. (b) Reports required by this section shall be delivered to the Lieutenant Governor, the Speaker of the House, the chair of the Senate Finance Committee, the chair of the House Appropriations Committee, and the Legislative Budget Board. <i>U. T. System requests the deletion of this reporting requirement as regulatory relief.</i>
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3.B. Rider Revisions and Additions Request (continued)

Special Provisions Relating Only to State Agencies of Higher Education, Rider 61	III-280	Sec. 61. Research Funding Reporting Requirement. Each general academic institution and health related institution shall report, by December 1 of each year of the biennium, to the Legislative Budget Board and Governor, the following information: (a) The amount of research funds awarded to the institution in the prior fiscal year, from appropriations made elsewhere in this Act, from the following, listed individually by source of funding: 1. Core Research Support; 2. Texas Research University Fund; 3. Comprehensive Research Fund; 4. Available National Research University Fund; 5. Texas Research Incentive Program; 6. Governor's University Research Initiative; and the 7. Cancer Prevention and Research Institute of Texas. (b) For each individual award granted to an institution under programs listed in Subsection (a), the amount of funding, if any, provided to an institution from an external source as a matching award amount. <i>U. T. System requests the deletion of this rider and reporting requirement. The report is redundant as all information included in the report is found in the General Appropriations Act or online at the Texas Higher Education Coordinating Board (TRIP) and CPRIT websites.</i>
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3.B. Rider Revisions and Additions Request (continued)

Article IX, Section 6.08	IX-28	Sec. 6.08. Benefits Paid Proportional by Method of Finance. (a) Unless otherwise provided, in order to maximize balances in the General Revenue Fund, payment for benefits paid from appropriated funds, including "local funds" and "education and general funds" as defined in §51.009 (a) and (c), Education Code, shall be proportional to the method of finance except for public and community junior colleges. Any financing sources subject to restrictions that prevent their expenditure on salaries and wages, as directed by legislative intent or established in policies by the Comptroller governing the calculation of benefits proportionality by method of finance, shall not be subject to this proportional requirement. (b) Funds not subject to this proportionality requirement may include, but are not limited to certain: appropriations for capital purposes, appropriations with salary restrictions, deficiency grant appropriations, emergency appropriations, or statutorily restricted funds that restrict or limit the use of funds to certain programs. The Comptroller shall make the final determination on the exclusion of funds from this proportionality requirement in conjunction with the policies developed under subsection (f) of this section. (c) For institutions of higher education, in determining the proportional allocation between the General Revenue Fund and other appropriated funds, an adjustment for local funds benefits shall be made to equitably distribute costs between General Revenue and other appropriated funds. (d) If the Comptroller determines that achieving employee benefits proportionality at the time the benefits payment is made would be impractical or inefficient, then the General Revenue Fund shall be reimbursed for any such payment made out of the General Revenue Fund. (e) For purposes of this Act, a public community or junior college may expend funds appropriated for employee benefit costs for any employee if the employee is: (1) otherwise eligible to participate in the group benefits program; and (2) an instructional or administrative employee whose salary may be fully paid from funds appropriated under the General Appropriations Act, regardless of whether the salary is actually paid from appropriated funds. (f) The Comptroller, after consulting with the Legislative Budget Board and the State Auditor's Office, shall develop and maintain policies to provide for the administration of this section. (g) Each agency or institution of higher education (excluding a community or junior college) having General Revenue Fund appropriations and other sources of financing shall file with the Comptroller
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3.B. Rider Revisions and Additions Request (continued)

		and the State Auditor a report demonstrating proportionality. The report shall be filed before November 20 following the close of the fiscal year for the salaries, wages, and benefits of the preceding year which ended August 31. The report shall be in a format prescribed by the Comptroller in collaboration with the Legislative Budget Board and the State Auditor's Office. (h) State Auditor shall at least biennially review agency and institution compliance with the requirements of this section if the agency or institution (excluding a community or junior college) receives funds appropriated under this Act. Subject to a risk assessment, the State Auditor shall audit the expenditure transfers and payments for benefits by an agency or institution. The State Auditor shall send the audit report to the Comptroller and the Legislative Budget Board upon completion of the audit, along with any recommendations for changes or refunds. The Comptroller, on receipt of notification from the State Auditor of amounts disproportionately paid from General Revenue Fund appropriations, shall reduce current year General Revenue Fund appropriations of the agency or institution until such time as such amounts are repaid from sources other than the General Revenue Fund. (i) Should cash balances in appropriated funds prohibit an account or fund from absorbing additional expense related to proportionality requirements, an agency or institution may be allowed to adjust benefit expenses accordingly. An agency or institution must notify the Comptroller and Legislative Budget Board of any requested adjustment. The Comptroller shall make the final determination on the allowance of any benefit expense adjustment but shall ensure General Revenue is reimbursed to the maximum extent possible. (j) For institutions of higher education, excluding public community or junior colleges, funds appropriated by this Act may not be expended for employee benefit costs, or other indirect costs, associated with the payment of salaries or wages, if the salaries and wages are paid from funds not appropriated by this Act. (k) <u>The limitation in Subsection (j) shall not apply to the:</u> (1) <u>funds appropriated to the Texas Department of Criminal Justice and provided to The University of Texas Medical Branch at Galveston or to the Texas Tech University Health Sciences Center for correctional health care services, and</u> (2) <u>funds appropriated to the Health and Human Services Commission and provided to The University of Texas Health Science Center at Houston for the operation of the Harris County Psychiatric Center.</u>
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**3.B. Rider Revisions and Additions Request
(continued)**

		<i>U. T. System, U. T. Medical Branch at Galveston, and U. T. Health Science Center at Houston request the modification of this rider to clarify the long-established practice of TDCJ and HCPC contract funds being eligible for state-paid benefits. This position is supported by various other riders in the GAA including the explicit appropriation of funds for group insurance in Higher Education Group Insurance Rider 6(c), 6(d), and 6(f).</i>
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3.B. Rider Revisions and Additions Request (continued)

Article IX, Section 7.04	IX-35 to IX-36	Sec. 7.04. Contract Notification: Amounts Greater than \$50,000. (a) In this section "contract" includes a contract, grant, or agreement, including a revenue generating contract, an interagency or interlocal grant or agreement, purchase order or other written expression of terms of agreement or an amendment, modification, renewal, or extension of such for the purchase or sale of goods or services that was entered into or paid for, either in whole or in part <u>with funds appropriated by this Act</u>, by a state agency or institution of higher education. (b) In this section "contract" does not include a contract with a value of less than or equal to \$50,000. (c) In this section "contract" includes an amendment, modification, renewal or extension which increases a contract's value from a value less than or equal to \$50,000 to a value greater than \$50,000. (d) Before the 30th calendar day after awarding a contract or granting an amendment, modification, renewal, or extension, a state agency or institution of higher education shall report to the Legislative Budget Board in the manner prescribed by Legislative Budget Board all contracts, amendments, modifications, renewals, and extensions to which the agency or institution was a party. (e) A state agency or institution of higher education receiving an appropriation under this Act shall report a contract pursuant to this section without regard to source of funds or method of finance associated with the expenditure, including a contract for which only non-appropriated funds will be expended. (f) The Legislative Budget Board may conduct reviews of contracts required to be submitted under this section 7.04 and valued at \$1,000,000 or more. If a contract reported under this section is found to violate: (1) State of Texas Procurement and Contract Management Guide; or (2) Any applicable statutes, rules, policies and procedures related to the procurement and contracting of goods and services, including compliance with conflict of interest disclosure requirements; the Director of the Legislative Budget Board may provide written notification to the comptroller, the governor, and/or the Legislative Budget Board detailing the requirements of this section that the agency did not meet and any recommendations to address identified risks related to the procurement or contract. The recommendations may include enhanced monitoring by Legislative Budget Board
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3.B. Rider Revisions and Additions Request (continued)

		staff; auditing by the State Auditor's Office; required agency consultation with the Quality Assurance Team and/or Contract Advisory Team; or contract cancellation. (g) For contracts with an initial award value greater than \$1 million, a state agency or institution of higher education shall provide notice of a contract for services for which the expected total value of the contract subsequent to amendment or renewal exceeds the total value of the initial contract award by 10 percent or more, in accordance with procedures established by the Legislative Budget Board, to: (1) the governor; (2) the lieutenant governor; and (3) the speaker of the house of representatives. (h) A state agency or institution of higher education must provide the notice required under Subsection (g) not later than the 30th day after the date of the disclosure or discovery that the expected total value of the contract subsequent to amendment or renewal exceeds the total value of the initial contract award by 10 percent. The notice must include: (1) the amount of the cost increase; (2) the reason for the cost increase; and (3) any opportunity the state agency had to lessen the cost or to purchase the service from another vendor after the first dollar of the increased cost was discovered or disclosed to the agency or institution. (i) The Legislative Budget Board shall establish the procedures for the notice required by Subsections (g) or (h). <i>U. T. System requests the revision of this reporting requirement to limit it to funds within the Act as regulatory relief.</i>
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3.B. Rider Revisions and Additions Request (continued)

Article IX, Section 7.10	IX-39	Sec. 7.10. Reporting Requirement for Deepwater Horizon Oil Spill Funds. (a) Any state agency or institution of higher education that receives, expends, or administers funds, appropriations, or donations related to the Deepwater Horizon oil spill shall submit reports at the end of each fiscal quarter to the Legislative Budget Board. These include, but are not limited to, funds, appropriations, or donations from: (1) the State Treasury; (2) the federal government; (3) the Resources and Ecosystems Sustainability, Tourist Opportunities, and Revived Economies of the Gulf Coast States Act; (4) legal settlements and agreements; (5) private companies; and (6) non-profit organizations. (b) The reports shall be in the format prescribed by the Legislative Budget Board and include the following information: (1) activity since April 20, 2010; (2) amounts received by funding source; (3) projects and project descriptions; (4) expenditures, obligations, and projected costs; (5) timelines; and (6) direct and indirect costs. (c) A state agency or institution of higher education that has previously reported under the provision of this section and has subsequently completed all activities related to the Deepwater Horizon oil spill may notify the Legislative Budget Board of this fact and cease further reporting to the LBB in the fiscal quarter following the last fiscal year quarter with activity. In the event that the agency or institution of higher education has additional unexpected activity, the agency or institution shall notify the Legislative Budget Board and begin reporting again the next fiscal quarter. <i>U. T. System requests the deletion of this reporting requirement as regulatory relief. Reporting in FY 2022 and FY 2023 will be more than ten years after the original event with questionable continuing purpose.</i>
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3.B. Rider Revisions and Additions Request (continued)

Article IX, Section 7.12	IX-39 to IX-41	Sec. 7.12. Notification of Certain Purchases or Contract Awards, Amendments, and Extensions. (a) In this section "contract" includes a contract, grant or agreement, including a revenue generating contract, an interagency or interlocal grant or agreement, purchase order or other written expression of terms of agreement or an amendment, modification, renewal, or extension of such for the purchase or sale of goods or services that was entered into or paid for, either in whole or in part <u>with funds appropriated by this Act</u>, by a state agency or institution of higher education. (b) Until providing notice that satisfies the requirements of Subsections 7.12(c) and (d), an agency or institution of higher education appropriated funds in this Act may not expend any funds to make a payment on a contract if the expected amount of the contract exceeds or may reasonably be expected to exceed either of the following thresholds: (1) \$10 million; or (2) \$1 million in the case of a contract awarded: (A) as a result of an emergency or following an emergency procedure allowed by statute; or (B) without issuing a request for proposal, request for bid, or other similar process common to participation in the competitive bidding processes required by statute, rule, or ordinary and commonly recognized state policies and procedures. (c) An agency or institution of higher education may not expend funds to make a payment on a contract under Subsection (b)(1) or (b)(2) until the notice required in this Section 7.12 is provided to the Legislative Budget Board. The notice shall be provided to the Legislative Budget Board: (1) prior to the date on which the first payment under the contract will be made, but no later than 30 calendar days after the date on which the contract is awarded; or (2) within 48 hours of making a payment if the contract was awarded as a result of an emergency or following an emergency procedure allowed by statute. Such a purchase must be necessary to avoid an immediate hazard to life, health, safety or the welfare of humans, or to avoid an immediate hazard to property. (d) The notice required by Section 7.12(c) must include:
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3.B. Rider Revisions and Additions Request (continued)

		(1) (A) information regarding the nature, term, amount and the vendor(s) awarded the contract; (B) a copy of the contract documents, including all appendices and attachments, and, if applicable, a finding of fact for major consulting contracts from the Governor's Office stating that the consulting services are necessary as required by Government Code, Section 2254.028(a)(3); (C) each request for proposal, invitation to bid, or comparable solicitation related to the contract; and (D) Subsections (d)(1)(B) and (C) shall not apply: (i) to an enrollment contract described by T.A.C. Section 391.183 as that section existed November 1, 2013; (ii) to a contract of the Texas Department of Transportation that relates to highway construction or engineering, or is subject to Section 201.112, Transportation Code; (2) (A) certification signed by the executive director of the agency or other similar agency or institution administrator or designee of the agency or institution of higher education stating that the process used to award the contract, contract extension, or purchase complies with or is consistent with the following: (i) State of Texas Procurement and Contract Management Guide; and (ii) statutes, rules, policies and procedures related to the procurement and contracting of goods and services, including compliance with conflict of interest disclosure requirements; or (B) if the process to award the contract, contract extension, or procurement did not comply with the requirements of Subsection (d)(2)(A)(i) and (ii), or if these requirements are found to be inapplicable, the agency or institution of higher education shall provide either a legal justification for the inapplicability of the requirements or an explanation for the alternative process utilized, and legal justification for the alternative process; (3) certification by the executive director of the agency or other similar agency or institution administrator or designee of the agency or institution of higher education that the agency or institution has a process for:
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3.B. Rider Revisions and Additions Request (continued)

		(A) verification of vendor performance and deliverables; (B) payment for goods and services only within the scope of the contract or procurement order; (C) calculation and collection of any liquidated damages associated with vendor performance; and (D) when, why, or how to apply corrective action plans for continuing poor vendor performance; (4) certification by the executive director of the agency or other similar agency or institution administrator or designee of the agency or institution of higher education that the agency or institution will comply with the requirement to provide information to the Vendor Performance Tracking System when the contract is completed; and (5) any other information requested by the Legislative Budget Board before or after the Legislative Budget Board receives the notice as required by this Section 7.12. (e) A state agency or institution of higher education receiving an appropriation under this Act shall provide notice of a contract pursuant to this section without regard to the source of funds or method of finance associated with the expenditures, including a contract for which only non-appropriated funds will be expended. (f) If the agency does not satisfy the notification requirements of this section, the Director of the Legislative Budget Board may provide written notification to the comptroller, governor, and Legislative Budget Board detailing the requirements of this section that the agency did not meet and any recommendations to address identified risks related to the procurement or contract. The recommendations may include enhanced monitoring by Legislative Budget Board staff; auditing by the State Auditor's Office; required agency consultation with the Quality Assurance Team and/or Contract Advisory Team; or contract cancellation. (g) It is the intent of the legislature that a written notice certified as required by this Section 7.12 should be considered a "governmental record" as defined under Chapter 37, Penal Code. <i>U. T. System requests the revision of this reporting requirement to limit it to funds within the Act as regulatory relief.</i>
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3.B. Rider Revisions and Additions Request (continued)

Article IX, Section 7.13	IX-41	Sec. 7.13. Document Production Standards. Out of the funds appropriated by this Act, each state agency shall review their document production protocols and apply best practices to produce documents in the most practicable, efficient, and cost effective manner possible that would lead to reduction in the total volume of paper used for general office administration, publications and reproduction and printing services. This may also include changing the format of transmitting or receiving documents; such as through electronic rather than hard copy. Agencies shall report any cost savings or other efficiencies achieved from implementing changes to document transmission and production practices in the agency's Legislative Appropriations Request. <i>U. T. System requests the deletion of this reporting requirement as regulatory relief.</i>
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3.B. Rider Revisions and Additions Request (continued)

Article IX, Section 12.01	IX-61 to IX-62	Sec. 12.01. Aircraft. (a) Notwithstanding any other provision of this Act, the purchase of aircraft may not be made from appropriated funds except as authorized in this section. (b) Agencies authorized to expend appropriated funds for the maintenance and operation of state-owned aircraft or replacements authorized by Subsection (d) are: (1) Texas A&M University System; (2) Texas Department of Criminal Justice; (3) Texas Department of Transportation; (4) Parks and Wildlife Department; (5) Department of Public Safety of the State of Texas; (6) University of Texas System; (7) Texas State Technical College; and (8) Texas Forest Service. (c) Notwithstanding any other provision of this Act, all state-owned aircraft (including aircraft forfeited to or seized by a particular agency) are subject to the authority of the Texas Department of Transportation. (d) Expenditure of appropriated funds for replacement of aircraft with aircraft of comparable quality may be made contingent upon approval of the Texas Department of Transportation and a finding of fact by the Governor that a report has been filed with the Governor showing that: (1) the aircraft to be replaced has been destroyed or has deteriorated to an extent that continued operation presents a serious hazard or that the aircraft to be replaced can no longer meet the mission requirements of the principal user state agency; and
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3.B. Rider Revisions and Additions Request (continued)

		(2) other state-owned aircraft cannot be effectively utilized in lieu of a replacement aircraft. (e) Expenditures necessary to purchase liability insurance pursuant to §2205.045(a), Government Code, shall be made on a pro rata basis, as determined by the Texas Department of Transportation, from appropriations authorized to each agency operating a state-owned aircraft. The Comptroller shall transfer such necessary amounts from agencies operating aircraft to the Texas Department of Transportation for the purchase of liability insurance and expenditure of such funds by the Department is authorized. (f) Any reimbursements received by a state agency for authorized aircraft services rendered to another state agency are appropriated to the agency receiving the reimbursements, and shall be credited to the agency's appropriation item from which the cost of aircraft operation is paid. <u>(g) This section does not apply to unmanned aerial vehicles (drones) purchased and operated by an institution of higher education. An institution of higher education is not prohibited from purchasing a drone using funds appropriated by this Act.</u> <i>U. T. System requests that the rider be clarified to exclude unmanned aerial vehicles (drones). Drones are classified as a type of aircraft in the State's accounting system and as such could be construed as prohibited by this section.</i>
Article IX, Section 13.12	IX-67	Sec. 13.12. Reporting of Federal Homeland Security Funding. All state agencies and other than an institutions <u>of higher education</u> shall include in their operating budget reports to the Legislative Budget Board: (1) an estimated amount of federal homeland security funding received by the agency or institution of higher education and used for the operation and administration of state homeland security programs; and (2) the amount of federal homeland security funding received by the agency or institution and passed through to other agencies, institutions <u>of higher education</u>, or local units of government. <i>U. T. System requests the deletion of this reporting requirement as regulatory relief.</i>

3.B. Rider Revisions and Additions Request (continued)

Article IX, Section 17.10 (Paragraphs (b)(10) and (f) only)	IX-82 to IX-84	Sec. 17.10. Contract Management and Oversight. <i>(Paragraph (a) omitted due to space considerations)</i> (b) Agencies and institutions should manage contracts consistent with state statute, the General Appropriations Act, and the State of Texas Procurement and Contract Management Guide and ensure proper oversight of contract processes including: <i>(intervening provisions (1) to (9) omitted due to space considerations)</i> (10) Ensure that vendor performance is reported to the Vendor Performance Tracking System (VPTS) and that VPTS data is used in selecting vendors for contract awards. <u>This provision does not apply to an institution of higher education.</u> <i>(intervening paragraphs (c) through (e) omitted due to space considerations)</i> (f) Each agency, <u>other than</u> and institution of higher education, that receives appropriations in this Act, shall provide a report to the Legislative Budget Board and the Governor that details the steps taken to ensure compliance with state procurement requirements and any other information required by the Legislative Budget Board. The report for activities undertaken in fiscal year 20220 is due not later than September 30, 20220, and a summary report for the 20220-231 biennium is due August 31, 20231. <i>(subsequent paragraphs omitted due to space considerations)</i> <i>U. T. System requests the change to this requirement as regulatory relief. With regard to paragraph (b)(10), U. T. System believes that institutions of higher education that purchase under authority provided in the Education Code are exempt from this requirement and seeks the change as a clarification. Regarding paragraph (f), the original rider adopted by the 85th Legislature did not require institutions of higher education to submit a report since there was no associated cost savings listed in the rider for institutions. Institutions of higher education currently report contract information to the LBB pursuant to Riders 7.04 and 7.12 in Article IX. Statutory contracting requirements ensure that institutions of higher education are proactively ensuring savings and compliance as it relates to procurement.</i>
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3.B. Rider Revisions and Additions Request (continued)

Article IX, Section 17.11	IX-84	Sec. 17.11. Energy Efficiency Savings for State Facilities. (a) In this section, "facility" means a facility with at least 100,000 gross square feet. (b) It is the intent of the legislature that a state agency that is appropriated money by this Act with charge and control over a facility shall have a remote or on-site assessment of the facility performed by the Energy Systems Laboratory at Texas A&M Engineering Experiment Station or another qualified provider to determine whether implementation of continuous commissioning or existing building commissioning practices would result in estimated savings of at least 10 percent in utility costs for the facility. A state agency shall supply any documents necessary to perform the assessment. The state agency shall report to the Legislative Budget Board on the results of the assessment. (c) If the results of an assessment performed under Subsection (b) of this section show estimated utility cost savings of at least 10 percent, the state agency shall have the Energy Systems Laboratory at Texas A&M Engineering Experiment Station or another qualified provider prepare a plan for implementation of continuous commissioning or existing building commissioning practices and monitoring of the implementation for the state agency. (d) <u>This section does not apply to an institution of higher education.</u> <i>U. T. System requests the change to this requirement as regulatory relief.</i>
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4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/19/2020**
TIME: **4:18:00PM**

Agency code: **720**

Agency name:

The University of Texas System Administration

CODE	DESCRIPTION		Excp 2022	Excp 2023
		Item Name: Restoration: 2022-23 Base Reduction		
		Item Priority: 1		
		IT Component: No		
		Anticipated Out-year Costs: Yes		
		Involve Contracts > \$50,000: No		
		Includes Funding for the Following Strategy or Strategies:		
		08-01-02 Heart Institute - Adult Stem Cell Program		
		08-01-03 Stroke Clinical Research		
OBJECTS OF EXPENSE:				
2009	OTHER OPERATING EXPENSE		83,262	83,263
4000	GRANTS		112,500	112,500
	TOTAL, OBJECT OF EXPENSE		\$195,762	\$195,763
METHOD OF FINANCING:				
1	General Revenue Fund		195,762	195,763
	TOTAL, METHOD OF FINANCING		\$195,762	\$195,763

DESCRIPTION / JUSTIFICATION:

Funding is requested to restore the Stroke Clinical Research and Heart Institute strategies to original 2020-2021 appropriated amounts.

EXTERNAL/INTERNAL FACTORS:

Additional information for this strategy is available in Schedule 9, Non-formula Support.

PCLS TRACKING KEY:

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Funding is requested to restore Stroke Clinical Research and Heart Institute strategies to original 2020-2021 appropriated amounts.

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/19/2020**
TIME: **4:18:00PM**

Agency code: **720**

Agency name:

The University of Texas System Administration

CODE DESCRIPTION

Excp 2022

Excp 2023

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

2024	2025	2026
\$195,762	\$195,763	\$195,763

Agency code:	720	Agency name:	The University of Texas System Administration		
Code	Description			Excp 2022	Excp 2023
Item Name:		Restoration: 2022-23 Base Reduction			
Allocation to Strategy:		8-1-2	Heart Institute - Adult Stem Cell Program		
OBJECTS OF EXPENSE:					
	2009	OTHER OPERATING EXPENSE		83,262	83,263
TOTAL, OBJECT OF EXPENSE					
				\$83,262	\$83,263
METHOD OF FINANCING:					
	1	General Revenue Fund		83,262	83,263
TOTAL, METHOD OF FINANCING					
				\$83,262	\$83,263

4.B. Exceptional Items Strategy Allocation Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/19/2020**
TIME: **4:18:00PM**

Agency code:	720	Agency name:	The University of Texas System Administration		
Code	Description	Excp 2022			Excp 2023
Item Name:		Restoration: 2022-23 Base Reduction			
Allocation to Strategy:		8-1-3	Stroke Clinical Research		
OBJECTS OF EXPENSE:					
4000	GRANTS	112,500			112,500
TOTAL, OBJECT OF EXPENSE		\$112,500			\$112,500
METHOD OF FINANCING:					
1	General Revenue Fund	112,500			112,500
TOTAL, METHOD OF FINANCING		\$112,500			\$112,500

4.C. Exceptional Items Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/19/2020
TIME: 4:18:00PM

Agency Code: **720** Agency name: **The University of Texas System Administration**

GOAL: 8 Trusteed Funds for Health Programs

OBJECTIVE: 1 Trusteed Funds for Health Programs

STRATEGY: 2 Heart Institute - Adult Stem Cell Program

Service Categories:

Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Excp 2022	Excp 2023
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OBJECTS OF EXPENSE:

2009 OTHER OPERATING EXPENSE

83,262

83,263

Total, Objects of Expense

\$83,262

\$83,263

METHOD OF FINANCING:

1 General Revenue Fund

83,262

83,263

Total, Method of Finance

\$83,262

\$83,263

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Restoration: 2022-23 Base Reduction

4.C. Exceptional Items Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/19/2020
TIME: 4:18:00PM

Agency Code: **720** Agency name: **The University of Texas System Administration**

GOAL: 8 Trusteed Funds for Health Programs

OBJECTIVE: 1 Trusteed Funds for Health Programs

STRATEGY: 3 Stroke Clinical Research

Service Categories:

Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Excp 2022	Excp 2023
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OBJECTS OF EXPENSE:

4000	GRANTS	112,500	112,500
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Total, Objects of Expense		\$112,500	\$112,500
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METHOD OF FINANCING:

1	General Revenue Fund	112,500	112,500
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Total, Method of Finance		\$112,500	\$112,500
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EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Restoration: 2022-23 Base Reduction

6.A. Historically Underutilized Business Supporting Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: **10/19/2020**
Time: **4:18:00PM**

Agency Code: **720** Agency: **The University of Texas System Administration**

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

A. Fiscal Year - HUB Expenditure Information

Statewide HUB Goals	Procurement Category	% Goal	HUB Expenditures FY 2018			Total Expenditures		HUB Expenditures FY 2019			Total Expenditures	
			% Actual	Diff	Actual \$	FY 2018	% Goal	% Actual	Diff	Actual \$	FY 2019	
11.2%	Heavy Construction	0.0 %	0.0%	0.0%	\$0	\$0	0.0 %	0.0%	0.0%	\$0	\$9,776	
21.1%	Building Construction	16.7 %	25.3%	8.6%	\$84,710,346	\$334,492,297	16.7 %	19.8%	3.1%	\$48,814,969	\$246,900,192	
32.9%	Special Trade	3.1 %	8.8%	5.7%	\$21,882	\$247,480	3.1 %	14.9%	11.8%	\$742,276	\$4,980,270	
23.7%	Professional Services	14.8 %	22.8%	8.0%	\$4,073,515	\$17,878,626	12.6 %	12.6%	0.0%	\$1,436,153	\$11,394,411	
26.0%	Other Services	4.1 %	3.5%	-0.7%	\$3,006,354	\$86,740,430	4.1 %	4.8%	0.7%	\$3,319,117	\$69,495,643	
21.1%	Commodities	35.6 %	31.4%	-4.1%	\$6,052,079	\$19,250,083	35.6 %	34.3%	-1.3%	\$8,306,024	\$24,247,513	
	Total Expenditures		21.3%		\$97,864,176	\$458,608,916		17.5%		\$62,618,539	\$357,027,805	

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

Attainment:

U. T. System Administration met or exceeded Statewide HUB Procurement Goals in two (2) of five (5) procurement categories in Fiscal Year 2018 and its internal goals in three (3) of the five (5) categories. In FY 2019 UTS exceeded Statewide HUB Procurement Goals in one (1) of five (5) procurement categories and its internal goals in four (4) of the five (5) categories. The U. T. System HUB percentages of 21.34% in FY 2018 and 17.54% in FY 2019 substantially exceeded the overall state HUB percentage for each year. There were unexpected expenditures in heavy construction of less than \$10,000 in FY 2019 for the first time.

Applicability:

Factors Affecting Attainment:

A significant portion of expenditures with Other Services is for purchasing high volume of insurance and Oracle software where there is very little if any HUB subcontracting opportunities. A change in makeup of professional services with a much higher volume of accounting where there is little subcontracting, and large decline in architecture where there is significant subcontracting. office to improve performance. The HUB percentage in Commodities was only .25% less than the goal and was significantly higher than the state goal.

"Good-Faith" Efforts:

The U. T. System Board of Regents continues its "Policy on Utilization of Historically Underutilized Businesses" through the Rules and Regulations of the Board of Regents and U. T. System Policy updated March, 2008, and by which Ch 1, Texas Administrative Code (TAC) Sections 20.11-20.28 were adopted for all U. T. System institutions. U. T. System Admin HUB Coordinator = Director level. Good faith efforts: In FY 2018 and FY 2019 UT System participated in numerous HUB outreach events including events sponsored by TAAACC, TAMACC, Dallas/Fort Worth Minority Supplier Development Council, Greater Austin Asian American

6.A. Historically Underutilized Business Supporting Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: **10/19/2020**
Time: **4:18:00PM**

Agency Code: **720** Agency: **The University of Texas System Administration**

Chamber and many other. UT System also participated in dozens of one-on-one meetings with HUB firms to discuss opportunities.

6.G. HOMELAND SECURITY FUNDING SCHEDULE - PART C - COVID-19 RELATED EXPENDITURES

DATE: 10/19/2020

TIME: 4:18:01PM

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)Agency code: **720** Agency name: **UT Sys Admin**

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
OBJECTS OF EXPENSE						
1001	SALARIES AND WAGES	\$0	\$310,934	\$650,000	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$0	\$16,457	\$39,315	\$0	\$0
2001	PROFESSIONAL FEES AND SERVICES	\$0	\$31,748	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$0	\$19,205	\$0	\$0	\$0
2004	UTILITIES	\$0	\$13,522	\$0	\$0	\$0
2005	TRAVEL	\$0	\$607	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$0	\$572,041	\$44,004	\$0	\$0
TOTAL, OBJECTS OF EXPENSE		\$0	\$964,514	\$733,319	\$0	\$0
METHOD OF FINANCING						
11	Available University Fund, est	\$0	\$503,239	\$733,319	\$0	\$0
8888	Local/Not Appropriated Funds	\$0	\$461,275	\$0	\$0	\$0
	Subtotal, MOF (Other Funds)	\$0	\$964,514	\$733,319	\$0	\$0
TOTAL, METHOD OF FINANCE		\$0	\$964,514	\$733,319	\$0	\$0
FULL-TIME-EQUIVALENT POSITIONS						
NO FUNDS WERE PASSED THROUGH TO LOCAL ENTITIES						
NO FUNDS WERE PASSED THROUGH TO OTHER STATE AGENCIES OR INSTITUTIONS OF HIGHER EDUCATION						

6.G. HOMELAND SECURITY FUNDING SCHEDULE - PART C - COVID-19 RELATED EXPENDITURES

DATE: 10/19/2020

TIME: 4:18:01PM

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **720** Agency name: **UT Sys Admin**

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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USE OF HOMELAND SECURITY FUNDS

UT System Administration made transfers of \$25,000 out of restricted gift funds to each of the 14 institutions to be used for student assistance related to COVID-19 disruptions (\$350,000 total) and an additional \$6,000 for other COVID-19 activities from a combination of Designated and Restricted funds.

Data reflect salaries paid for direct COVID activities as well as COVID-related leave. Expenses are as captured in the accounting system having been specifically identified as COVID-related by the expending departments. Many individuals are working in response to COVID-19 at UT System Administration. The majority of these efforts fall within the responsibilities of those individuals' positions and base salary (no overtime) within the organization (e.g. risk management, executive leadership, information technology, legal, accounting, budget) and are not reported on this survey. UT System's report currently includes compensation for Dr. Zerwas as COVID-19 related (since the date of his appointment by Governor Abbott), other individuals with COVID-19 related earnings codes in our accounting system, and any other expenses identified in the accounting system as COVID-19 related

UT System Administration continues to evaluate responses to the COVID-19 crisis and ways to provide assistance to UT institutions through both administrative support and financial support. UT System Administration manages the self-insured health care plan for employees of the UT System and their dependents.

6.G. HOMELAND SECURITY FUNDING SCHEDULE - PART C - COVID-19 RELATED EXPENDITURES

DATE: 10/19/2020

Funds Passed through to Local Entities

TIME: 4:18:01PM

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **720** Agency name: **UT Sys Admin**

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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6.G. HOMELAND SECURITY FUNDING SCHEDULE - PART C - COVID-19 RELATED EXPENDITURES

DATE: 10/19/2020

Funds Passed through to State Agencies

TIME: 4:18:01PM

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **720** Agency name: **UT Sys Admin**

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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The University of Texas System Administration (720)
Estimated Funds Outside the Institution's Bill Pattern
2020-21 and 2022-23 Biennia

	2020-21 Biennium				2022-23 Biennium			
	<u>FY 2020 Revenue</u>	<u>FY 2021 Revenue</u>	<u>Biennium Total</u>	<u>Percent of Total</u>	<u>FY 2022 Revenue</u>	<u>FY 2023 Revenue</u>	<u>Biennium Total</u>	<u>Percent of Total</u>
APPROPRIATED SOURCES INSIDE THE BILL PATTERN								
State Appropriations (excluding HEGI & State Paid Fringes)	\$ 8,820,703	\$ 7,775,118	\$ 16,595,821		\$ 7,316,821	\$ 6,335,730	\$ 13,652,551	
Tuition and Fees (net of Discounts and Allowances)	-	-	-		-	-	-	
Endowment and Interest Income	1,327,094	1,335,200	2,662,294		1,310,000	1,310,000	2,620,000	
Sales and Services of Educational Activities (net)	-	-	-		-	-	-	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Other Income	-	-	-		-	-	-	
Total	<u>10,147,797</u>	<u>9,110,318</u>	<u>19,258,115</u>	<u>0.7%</u>	<u>8,626,821</u>	<u>7,645,730</u>	<u>16,272,551</u>	<u>0.9%</u>
APPROPRIATED SOURCES OUTSIDE THE BILL PATTERN								
State Appropriations (HEGI & State Paid Fringes)	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -	
Higher Education Assistance Funds	-	-	-		-	-	-	
Available University Fund	936,000,000	783,000,000	2,655,000,000		814,389,413	853,734,155	1,668,123,568	
State Grants and Contracts	<u>11,206,794</u>	<u>500,000</u>	<u>11,706,794</u>		<u>11,206,794</u>	<u>500,000</u>	<u>11,706,794</u>	
Total	<u>947,206,794</u>	<u>783,500,000</u>	<u>2,666,706,794</u>	<u>96.1%</u>	<u>825,596,207</u>	<u>854,234,155</u>	<u>1,679,830,362</u>	<u>93.5%</u>
NON-APPROPRIATED SOURCES								
Tuition and Fees (net of Discounts and Allowances)	-	-	-		-	-	-	
Federal Grants and Contracts	23,500,000	36,950,000	60,450,000		36,950,000	36,950,000	73,900,000	
State Grants and Contracts	-	-	-		-	-	-	
Local Government Grants and Contracts	-	-	-		-	-	-	
Private Gifts and Grants	463,000	400,000	863,000		400,000	400,000	800,000	
Endowment and Interest Income	6,804,203	5,811,236	12,615,439		5,811,236	5,811,236	11,622,472	
Sales and Services of Educational Activities (net)	2,830,054	2,446,300	5,276,354		2,446,300	2,446,300	4,892,600	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Professional Fees (net)	-	-	-		-	-	-	
Auxiliary Enterprises (net)	-	-	-		-	-	-	
Other Income	3,664,293	4,786,777	8,451,070		4,786,777	4,786,777	9,573,554	
Total	<u>37,261,550</u>	<u>50,394,313</u>	<u>87,655,863</u>	<u>3.2%</u>	<u>50,394,313</u>	<u>50,394,313</u>	<u>100,788,626</u>	<u>5.6%</u>
TOTAL SOURCES	<u><u>\$ 994,616,141</u></u>	<u><u>\$ 843,004,631</u></u>	<u><u>\$ 2,773,620,772</u></u>	<u><u>100.0%</u></u>	<u><u>\$ 884,617,341</u></u>	<u><u>\$ 912,274,198</u></u>	<u><u>\$ 1,796,891,539</u></u>	<u><u>100.0%</u></u>

Schedule 2: Selected Educational, General and Other Funds

10/19/2020 4:18:01PM

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

720 The University of Texas System Administration					
	Act 2019	Act 2020	Bud 2021	Est 2022	Est 2023
General Revenue Transfers					
Transfer from Coordinating Board for Texas College Work Study Program (2019, 2020, 2021)	0	0	0	0	0
Transfer from Coordinating Board for Professional Nursing Shortage Reduction Program	0	0	0	0	0
Transfer of GR Group Insurance Premium from Comptroller (UT and TAMU Components only)	0	0	0	0	0
Less: Transfer to Other Institutions	0	0	0	0	0
Less: Transfer to Department of Health, Disproportionate Share - State-Owned Hospitals (2019, 2020, 2021)	0	0	0	0	0
Other (Itemize)					
Allocation from Coordinating Board for Joint Admission Medical Program	0	10,206,794	0	0	0
Transfer from Available University Fund	95,795,000	92,000,000	92,000,000	0	0
Transfer for Texas Child Mental Health Care Consortium	0	1,000,000	500,000	0	0
Other: Fifth Year Accounting Scholarship	0	0	0	0	0
Texas Grants	0	0	0	0	0
B-on-Time Program	0	0	0	0	0
Texas Research Incentive Program	0	0	0	0	0
Less: Transfer to System Administration	0	0	0	0	0
GME Expansion	0	0	0	0	0
Subtotal, General Revenue Transfers	95,795,000	103,206,794	92,500,000	0	0
General Revenue HEF for Operating Expenses	0	0	0	0	0
Transfer from Available University Funds (UT, A&M and Prairie View A&M Only)	0	0	0	0	0
Other Additions (Itemize)					
Increase Capital Projects - Educational and General Funds	0	0	0	0	0
Transfer from Department of Health, Disproportionate Share - State-owned Hospitals (2019, 2020, 2021)	0	0	0	0	0
Transfers from Other Funds, e.g., Designated funds transferred for educational and general activities (Itemize)	0	0	0	0	0
Other (Itemize)					

Schedule 2: Selected Educational, General and Other Funds

10/19/2020 4:18:01PM

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

	Act 2019	Act 2020	Bud 2021	Est 2022	Est 2023
Gross Designated Tuition (Sec. 54.0513)	0	0	0	0	0
Indirect Cost Recovery (Sec. 145.001(d))	0	0	0	0	0
Correctional Managed Care Contracts	0	0	0	0	0

Schedule 3B: Staff Group Insurance Data Elements (UT/A&M)

10/19/2020 4:18:01PM

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

720 The University of Texas System Administration

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
GR & GR-D Percentages					
GR %	0.00%				
GR-D/Other %	100.00%				
Total Percentage	100.00%				
FULL TIME ACTIVES					
1a Employee Only	94	0	94	94	110
2a Employee and Children	40	0	40	40	41
3a Employee and Spouse	2	0	2	2	22
4a Employee and Family	47	0	47	47	46
5a Eligible, Opt Out	5	0	5	5	5
6a Eligible, Not Enrolled	4	0	4	4	1
Total for This Section	192	0	192	192	225
PART TIME ACTIVES					
1b Employee Only	0	0	0	0	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	0
5b Eligible, Opt Out	0	0	0	0	0
6b Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	0	0	0	0	0
Total Active Enrollment	192	0	192	192	225

720 The University of Texas System Administration

	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	82	0	82	82	118
2c Employee and Children	1	0	1	1	1
3c Employee and Spouse	54	0	54	54	77
4c Employee and Family	2	0	2	2	4
5c Eligible, Opt Out	5	0	5	5	6
6c Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	144	0	144	144	206
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 Eligible, 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	144	0	144	144	206
TOTAL FULL TIME ENROLLMENT					
1e Employee Only	176	0	176	176	228
2e Employee and Children	41	0	41	41	42
3e Employee and Spouse	56	0	56	56	99
4e Employee and Family	49	0	49	49	50
5e Eligible, Opt Out	10	0	10	10	11
6e Eligible, Not Enrolled	4	0	4	4	1
Total for This Section	336	0	336	336	431

Schedule 3B: Staff Group Insurance Data Elements (UT/A&M)

10/19/2020 4:18:01PM

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

720 The University of Texas System Administration

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
TOTAL ENROLLMENT					
1f Employee Only	176	0	176	176	228
2f Employee and Children	41	0	41	41	42
3f Employee and Spouse	56	0	56	56	99
4f Employee and Family	49	0	49	49	50
5f Eligible, Opt Out	10	0	10	10	11
6f Eligible, Not Enrolled	4	0	4	4	1
Total for This Section	336	0	336	336	431

Schedule 6: Constitutional Capital Funding
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

10/19/2020 4:18:01PM

720 The University of Texas System Administration					
Activity	Act 2019	Act 2020	Bud 2021	Est 2022	Est 2023
A. PUF Bond Proceeds Allocation	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000
Project Allocation					
Library Acquisitions	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000
Construction, Repairs and Renovations	0	0	0	0	0
Furnishings & Equipment	0	0	0	0	0
Computer Equipment & Infrastructure	0	0	0	0	0
Reserve for Future Consideration	0	0	0	0	0
Other (Itemize)					
B. HEF General Revenue Allocation	0	0	0	0	0
Project Allocation					
Library Acquisitions	0	0	0	0	0
Construction, Repairs and Renovations	0	0	0	0	0
Furnishings & Equipment	0	0	0	0	0
Computer Equipment & Infrastructure	0	0	0	0	0
Reserve for Future Consideration	0	0	0	0	0
HEF for Debt Service	0	0	0	0	0
Other (Itemize)					

Schedule 7: Personnel
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: 10/19/2020
Time: 4:18:02PM

Agency code: **720** Agency name: **UT Sys Admin**

	Actual	Actual	Budgeted	Estimated	Estimated
Part A.					
FTE Postions					
Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Non-Faculty Employees	0.0	0.0	0.0	0.0	0.0
Subtotal, Directly Appropriated Funds	0.0	0.0	0.0	0.0	0.0
Other Appropriated Funds					
AUF	342.8	284.3	224.0	224.0	224.0
Subtotal, Other Appropriated Funds	342.8	284.3	224.0	224.0	224.0
Subtotal, All Appropriated	342.8	284.3	224.0	224.0	224.0
Non Appropriated Funds Employees	284.0	238.7	241.0	241.0	241.0
Subtotal, Other Funds & Non-Appropriated	284.0	238.7	241.0	241.0	241.0
GRAND TOTAL	626.8	523.0	465.0	465.0	465.0

720 The University of Texas System Administration

Heart Inst - Adult Stem Cell Pgm

(1) Year Non-Formula Support Item First Funded: 2010

Year Non-Formula Support Item Established: 2010

Original Appropriation: \$5,000,000

(2) Mission:

Created by the 81st Legislature to provide pass-through funding to the Texas Heart Institute to conduct stem cell research. Beginning in 2016, these pass-through funds were trusted to the UT System Administration.

(3) (a) Major Accomplishments to Date:

This item funds programs at the Texas Heart Institute.

(3) (b) Major Accomplishments Expected During the Next 2 Years:

Continued funding of programs at the Texas Heart Institute.

(4) Funding Source Prior to Receiving Non-Formula Support Funding:

N/A

(5) Formula Funding:

This item is not related to formula funding.

(6) Category:

Trusted Funds

(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

N/A

(9) Impact of Not Funding:

Funding would no longer be made available to the Texas Heart Institute.

720 The University of Texas System Administration

(10) Non-Formula Support Needed on Permanent Basis/Discontinuu

The funding supports ongoing activities and does not have a specific time frame or completion point.

(11) Non-Formula Support Associated with Time Frame:

N/A

(12) Benchmarks:

N/A

(13) Performance Reviews:

The UT System passes these funds through to the Texas Heart Institute and has not established performance metrics.

720 The University of Texas System Administration

Stroke Clinical Research (Lone Star Stroke)

(1) Year Non-Formula Support Item First Funded:	2014
Year Non-Formula Support Item Established:	2014
Original Appropriation:	\$2,250,000

(2) Mission:

The mission of the Lone Star Stroke Research Consortium (LSS) is to improve the health and lives of Texans by discovering, testing, and disseminating better therapies to prevent and treat stroke, and enhance recovery in stroke survivors. The LSS created and administers a state-wide inter-institutional collaborative network for patient-centered stroke research and therapeutic trials, linking academic health institutions with expertise in stroke research to community stroke centers treating Texans throughout the state.

While stroke is the fifth leading cause of death nationwide, it's the third highest in Texas, and especially deadly to women, Hispanics, African Americans, and Texans over the age of 65. Despite medical advances, many regions in Texas fall behind in access to the high quality acute stroke care needed for favorable outcomes. LSS works to develop and provide this access.

The LSS includes Baylor College of Medicine, Texas Tech Health Sciences Center El Paso, Dell Medical School at The University of Texas at Austin, The University of Texas Southwestern Medical Center, and The University of Texas Health Science Centers at Houston and San Antonio, with Texas A&M System also participating as a major satellite spoke. Through these collaborations, LSS works to ensure all Texans have access to the highest level of stroke expertise and the most effective, most advanced prevention strategies, treatments, and post-stroke recovery care wherever they reside in Texas.

(3) (a) Major Accomplishments to Date:

- Established a robust Hub and Spoke research network including six hub institutions and more than 50 spoke hospitals, many in rural areas of Texas.
- Added Texas Tech, El Paso as a new LSS Hub in 2018 to expand our network to West Texas and recruited Texas A&M University as a major spoke site.
- Increased participation to over 17,000 Texans in consortium projects.
- Conducted 16 research projects to support the mission to improve the lives of all Texans affected by stroke and cerebrovascular disease, eight of which are ongoing, resulting in 20 papers published in medical journals.
- Using LSS developed research and data, trained 29 young cerebrovascular disease clinicians who help deliver care to stroke victims in Texas.
- Leveraged LSS-funded research projects to obtain additional external grant funding to expand the work started with LSS pilot projects.
- Began three new studies related to addressing stroke treatment in those with or recovered from COVID-19 infections and in the context of the pandemic.

(3) (b) Major Accomplishments Expected During the Next 2 Years:

720 The University of Texas System Administration

- Complete all on-going LSS research projects.
- Maintain, enhance, and increase the LSS Hub and Spoke network. LSS is actively exploring Hub expansion to UT Rio Grande Valley to extend the network to additional rural regions of Texas.
- Implement a new network wide research project that builds on the COVID-19 related projects that will be completed in FY21. Experience from the COVID-19 pandemic has demonstrated that established systems of care are not robust enough to provide needed care across the entire stroke care continuum and new approaches are needed.
- LSS plans to leverage its established infrastructure of a geographically diverse research network and completed research studies to identify effective strategies for integration of telemedicine services into the full spectrum of Texas stroke systems of care. The hub/spoke infrastructure of the LSS offers a unique opportunity to identify new telemedicine approaches in rural and urban communities that are expanding opportunities for better systems of stroke care in the state.
- Overall goal in the new biennium will be to build on FY21 COVID-19 related pilot studies to determine optimal, multidisciplinary telehealth delivery approaches to expand access to stroke prevention, acute treatment, and recovery to diverse communities, underserved areas, and socially vulnerable populations across the state for all Texans.

(4) Funding Source Prior to Receiving Non-Formula Support Funding:

None.

(5) Formula Funding:

This item is not related to formula funding.

(6) Category:

Trusteed Funds

(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

None.

(9) Impact of Not Funding:

720 The University of Texas System Administration

A failure to provide funding would lead to the discontinuation of the LSS research network and would curtail research into the causes and treatment of strokes and eliminate a critical source of cutting edge treatment and prevention strategies for stroke victims typically unable to access research studies because they are not located near major academic centers. Disparities in access to research is a major cause of insufficient information to guide optimum stroke care for minorities and rural Texans. Moreover, given the greatly increased risk of severe complications from COVID-19 in those with uncontrolled cardiovascular risk factors, this lack of access may be contributing to higher death rates in these areas.

The State of Texas has made a major investment in the LSS research network which is paying great dividends in terms of knowledge gained to help make lives better for Texans with stroke, leveraging Texas legislative support into outside grant funding, and preparing future stroke researchers who will continue to create new knowledge and provide outstanding stroke care for the people of Texas. This is an unprecedented opportunity for the major academic institutions in Texas to collaborate to address one of Texas' major causes of disability and death.

(10) Non-Formula Support Needed on Permanent Basis/Discontinuation

The need for non-formula support for stroke research is ongoing. There is no specific benchmark or time-frame at which funding could be eliminated.

(11) Non-Formula Support Associated with Time Frame:

N/A

(12) Benchmarks:

N/A

(13) Performance Reviews:

The strengthening of collaboration and network activities among LSS Hub Institutions continued as new projects were initiated. The LSS Consortium has completed 8 studies and will complete 8 more by the end of FY21.

More than 17,000 Texans have participated in LSS clinical studies which address life-saving unmet needs in prevention and treatment of stroke with the aim to improve care for the best outcomes and value. Clustered around themes of telehealth (telemedicine), secondary stroke prevention, emergency management of acute ischemic and hemorrhagic stroke, stroke care for medically underserved Texans, and women's health, the success of these important clinical studies are measured by their findings, examples of which include:

- Creating robust care pathways can improve the time to life-saving treatment for stroke victims with a nurse-driven protocol in emergency rooms.
- After a stroke, a program of patient education on secondary stroke prevention using telemedicine is well accepted by patients and can reduce important risk factors like hypertension, smoking, and high cholesterol, decreasing the chances of a future stroke.
- Recovery from certain strokes—those due to large vessel disease and those with large brain hemorrhages—do better when transferred to comprehensive stroke centers in urban areas. Accordingly, LSS is analyzing data that will help improve the transfer times of these patients and thus improve their chances of a good outcome from their stroke.