Legislative Appropriations Request

Fiscal Years 20 and 20

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

UNT SYSTEM™

2 F W2R E H U

Schedules Not Included

Agency Code:	Agency Name:	Prepared By:	Date:	Request Level:
769	University of North Texas System Administration	Bailey Yarbrough	October 2022	Baseline

Number	Name
2.C.1	Operating Costs Detail
2.D.	Summary of Base Request Objective Outcomes
2.E.	Summary of Exceptional Items Request
2.G.	Summary of Total Request Objective Outcomes
3.C.	Rider Appropriations and Unexpended Balances Balances Balances 5 0 /TT1 1 Tf 3.568883/TT1 1 Tf 3.568d

4.B.10.8ptional Items

769 University of North Texas System Administration

Introduction

At the University of North Texas System (UNT System), we embrace the future. Energized by possibilities not yet explored, we collaborate across institutions, disciplines, and industries – creatively implementing innovative solutions that elevate the North Texas region and entire state of Texas.

As Dallas–Fort Worth's regional leader in higher education, the UNT System is setting a new standard for North Texas and beyond – creating opportunities and meeting workforce needs through industry-aligned degree programs, forward-thinking educational delivery methods and groundbreaking research and discoveries.

Under the new leadership of Chancellor Michael Williams, momentum across the UNT System is stronger than ever and our institutions are synergized around a unified vision to deliver solutions for Texas – particularly through leveraging emerging technology, public-private partnerships, engaging community leaders and stakeholders, and above all, stipvi theour instudtum foralarty

modest household income families. With enrollment growing more than 70% from 2015 to 2021, UNT Dallas continues to be one of the most affordable public four-year universities in North Texas and was named a Best College for Social Mobility by U.S. News & World Report. Through continued financial support from the legislature, UNT Dallas' Trailblazer Elite program provided targeted, wraparound support services for first generation students to help them earn a credential of value and be prepared to enter the workforce.

Now more than ever, Texas needs institutions of higher education to develop and train its skilled workforce for a prosperous future, and the UNT System is committed to growing this educated workforce and creating economic opportunity for Texans and their families.

UNT System Legislative Priorities

The UNT System and our three institutions are uniquely positioned to meet the academic, healthcare, research and workforce demands of our region and the state. With strategic support from the 88th Texas Legislature, we will continue to be the higher education leader for North Texas, delivering innovative, collaborative educational opportunities and providing a meaningful return on the state's investment.

The UNT System is located within one of the fastest growing metropolitan regions in the country, and our student enrollment reflects that growth. We respectfully request the Legislature increase investment in general academic and health related formula funding to address statewide enrollment growth. The funding formulas are the most effective way of directing state funding into the classroom to support Texas students. This additional formula funding is essential to providing high-quality, affordable higher education to our growing student population and producing the educated workforce required to meet the workforce needs of our state and region.

We support the priorities established at each UNT System institution, which are identified and discussed in further detail within their respective legislative appropriations request. These institutional requests include programs to support students from classroom to career, the development of innovative healthcare delivery models, and cutting-edge collaborative research to address supply chain issues.

We are deeply appreciative of the significant investment the 87th Legislature made to support Capital Construction Assistance Projects (CCAPs) at our three institutions. We are excited about the improvements these CCAP projects will facilitate and look forward to partnering with the legislature on continued capital needs in the future. We also appreciate the 87th Legislature's commitment to our state's Comprehensive Regional Universities, including UNT Dallas. We support continued funding of the new CRU formula, which focuses on at-risk degree production.

As record-breaking inflation places additional strain on students and their families' budgets, the state's financial aid programs will be even more critical to helping all Texans access higher education and graduate into the workforce with manageable student debt. Therefore, UNT System respectfully requests the Legislature prioritizes funding to TEXAS Grants and other state financial aid programs.

Finally, the UNT System requests the state's share of Higher Education Group Insurance premium contributions for state employees be maintained. Already funded at less than 100 percent, further reductions in group insurance contributions require institutions to divert funding that would otherwise be used to support our students.

Programs Recommended for Consolidation or Elimination by THECB

Pursuant to Sec. 61.0512(f) Education Code, one program at UNT was recommended for consolidation or elimination by the Texas Higher Education Coordinating Board.

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B.S. in Nonprofit Leadership Studies. UNT System Board of Regents was informed of UNT's intention to continue the program. UNT Dallas and HSC did not have any programs recommended for consolidation or elimination.

Criminal Background Checks

The UNT System Office of Human Resources will provide background checks on all new employees as allowed by Texas Education Code Section 51.215 and Texas Government Code Section 411.094.

CHANCELLOR:
Dr. Michael R. Williams

MEMBER INSTITUTIONS:
University of North Texas
University of North Texas Health Science Center at Fort Worth
University of North Texas at Dallas

UNIVERSITY OF NORTH TEXAS SYSTEM

As Dallas-Fort Worth's regional leader in higher education, the University of North Texas System is setting a new standard for North Texas and beyond – creating opportunities and meeting workforce needs through industry-aligned

Affordability

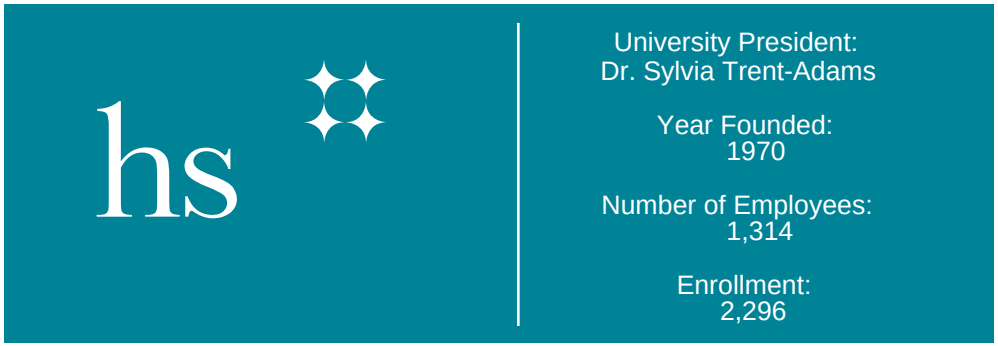
UNT Dallas offers the most affordable Bachelor's, Master's, and Juris Doctorate programs in the Dallas region, evidence of our commitment to keeping our students' debt low. UNT Dallas is nationally recognized for students graduating with little to no debt.

Community Partnerships

UNT Dallas works closely with our K-12, business, and community partners to ensure we are best meeting the needs of the region. Serving a high-need population of mostly first-generation students requires active collaboration to ensure student success.

Socioeconomic Mobility

UNT Dallas is committed to improving educational attainment for the region, recognizing bachelor's degree attainment and beyond leads to far greater lifetime earnings, longer life expectancy, and a higher quality


University President:
Dr. Sylvia Trent-Adams
Year Founded:
1970
Number of Employees:
1,314
Enrollment:
2,296

The University of North Texas System

Melisa Denis, Southlake (term exp. May 2025)
Lindy Rydman, Houston (term exp. May 2027)

Dr. Neal

President, UNT Dallas
Robert Mong

Deputy Chancellor Finance & Operations
Gregory Anderson (FTE: 77)

Chief Transformation Officer
Jeffrey Darnaby (FTE: 2)

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769 University of North Texas System Administration

Goal / Objective/ STRATEGY	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
1 Provide Instructional and Operations Support					
1					
11 SYSTEM OFFICE OPERATIONS	1,298,799	1,388,399	1,388,399	1,388,399	1,388,399
TOTAL , GOAL 1	$1,298,799	$1,388,399	$1,388,399	$1,388,399	$1,388,399
2 Provide Infrastructure Support					
1					
1 CCAP Revenue Bonds	4,361,844	4,354,916	4,361,091	4,357,116	4,355,579
TOTAL , GOAL 2	$4,361,844	$4,354,916	$4,361,091	$4,357,116	$4,355,579
3 Provide Non-formula Support					
1					
1 FEDERATION OF NORTH TEXAS UNIV	30,357	30,357	30,357	30,357	30,357
2 UNIVERSITIES CENTER AT DALLAS	283,646	141,823	141,823	141,823	141,823

769 University of North Texas System Administration

Goal / Objective/ STRATEGY	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
TOTAL , GOAL 3	$314,003	$172,180	$172,180	$172,180	$172,180
TOTAL , AGENCY STRATEGY REQUEST	$5,974,646	$5,915,495	$5,921,670	$5,917,695	$5,916,158
TOTAL , AGENCY RIDER APPROPRIATIONS REQUEST *				$0	$0
GRAND TOTAL , AGENCY REQUEST	$5,974,646	$5,915,495	$5,921,670	$5,917,695	$5,916,15
METHOD OF FINANCING:					
General Revenue Funds:					
1 General Revenue Fund	5,974,646	5,915,495	5,921,670	5,917,695	5,916,158
SUBTOTAL	$5,974,646	$5,915,495	$5,921,670	$5,917,695	$5,916,158
TOTAL , METHOD OF FINANCING	$5,974,646	$5,915,495	$5,921,670	$5,917,695	$5,916,158

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

Agency code: 769 Agency name: University of North Texas System Administration

METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025

Agency code: 769 Agency name: University of North Texas System Administration

METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
GENERAL REVENUE					
SUPPLEMENTAL, SPECIAL OR EMERGENCY APPROPRIATIONS					
HB 2, 87th Leg, Regular Session	$(179,200)	$0	$0	$0	$0
LAPSED APPROPRIATIONS					
Lapsed Committed Revenue Appropriations	$0	$(141,823)	$(141,823)	$0	$0
Comments: Strategy C.1.2. Universities Center at Dallas					
TOTAL , General Revenue Fund	$5,974,646	$5,915,495	$5,921,670	$5,917,695	$5,916,158
TOTAL , ALL GENERAL REVENUE	$5,974,646	$5,915,495	$5,921,670	$5,917,695	$5,916,158
GRAND TOTAL	$5,974,646	$5,915,495	$5,921,670	$5,917,695	$5,916,158

Agency code: 769 Agency name: University of North Texas System Administration

METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
FULL-TIME- EQUIVALENT POSITIONS					
REGULAR APPROPRIATIONS					
Regular Appropriations from MOF Table (2020-21 GAA)	107.4	0.0	0.0	0.0	0.0
Regular Appropriations from MOF Table (2022-23 GAA)	0.0	107.4	107.4	0.0	0.0
Regular Appropriations from MOF Table (2024-25 GAA)	0.0	0.0	0.0	107.4	107.4
RIDER APPROPRIATION					
Art. IX, Sec. 6.10, Limitation on State Employment Levels	7.4	10.7	0.0	0.0	0.0
UNAUTHORIZED NUMBER OVER (BELOW) CAP					
Unauthorized Number Over (Below) Cap (GAA 2022-23)	0.0	2.8	0.0	0.0	0.0
TOTAL , ADJUSTED FTES	114.8	120.9	107.4	107.4	107.4
NUMBER OF 100% FEDERALLY FUNDED FTEs	0.0	0.0	0.0	0.0	0.0

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

769 University of North Texas System Administration

OBJECT OF EXPENSE	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
OOE Total (Excluding Riders)	$5,974,646	$5,915,495	$5,921,670	$5,917,695	$5,916,158
OOE Total (Riders)					
Grand Total	$5,974,646	$5,915,495	$5,921,670	$5,917,695	$5,916,158

Agency code: 769 Agency name: University of North Texas System Administration

Goal/Objective/STRATEGY	Base 2024	Base 2025	Exceptional 2024	Exceptional 2025	Total Request 2024	Total Request 2025
General Revenue Funds:						
1 General Revenue Fund	$5,917,695	$5,916,158	$0	$0	$5,917,695	$5,916,158
	$5,917,695	$5,916,158	$0	$0	$5,917,695	$5,916,158
TOTAL , METHOD OF FINANCING	$5,917,695	$5,916,158	$0	$0	$5,917,695	$5,916,158
FULL TIME EQUIVALENT POSITIONS	107.4	107.4	0.0	0.0	107.4	107.4

769 University of North Texas System Administration

GOAL: 1 Provide Instructional and Operations Support

OBJECTIVE: 1 Provide Instructional and Operations Support — Service Categories:

STRATEGY: 11 System Office Operations — Service: 02 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025

769 University of North Texas System Administration

GOAL: 1 Provide Instructional and Operations Support

OBJECTIVE: 1 Provide Instructional and Operations Support — Service Categories:

STRATEGY: 11 System Office Operations — Service: 02 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025

The UNT System Administration, founded in 1999, provides governance and service to the UNT System component institutions in the areas of law, audit, academic affairs and student success, facilities and construction, governmental relations, human resources, and information technology. Chancellor Michael Williams has led the UNT System since November 2021, and is supported by a Deputy Chancellor, a Vice Chancellor, a Chief Internal Auditor and 3 Chief Officers.

•Provides executive leadership;
•Represents the University of North Texas System and its component institutions in all legal matters;
•Leads the development of educational mission, policy, and programs and facilitates and coordinates new initiatives and academic and student affairs planning and implementation;
•Oversees system-wide financial planning and analysis, including coordination of the annual institution budgets within the UNT System;
•Supervises compliance with federal, state, and local laws and with Board of Regents policies;
•Provides a full range of professional design, development and management support for facilities planning and construction;
•Establishes state and federal legislative and policy priorities for the System in collaboration with the Board of Regents institutional leadership and engages constituencies and stakeholders at all levels of government on issues impacting higher education;
•Coordinates relationships with the region's communities and organizations and other university systems.

EXTERNAL/ INTERNAL FACTORS IMPACTING STRATEGY :

769 University of North Texas System Administration

GOAL: 2 Provide Infrastructure Support

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

STRATEGY: 1 Capital Construction Assistance Projects Revenue Bonds — Service: 10 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS			BIENNIAL	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 +BL 2025)		CHANGE	$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
$8,716,007	$8,712,695		$(3,312)	$(3,312)	Difference in amortization schedule.
				$(3,312)	Total of Explanation of Biennial Change

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GOAL: 3 Provide Non-formula Support

OBJECTIVE: 1 INSTRUCTIONAL SUPPORT — Service Categories:

STRATEGY: 1 Federation of North Texas Universities — Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
1001	SALARIES AND WAGES	$30,357	$30,357	$30,357	$30,357	$30,357
TOTAL, OBJECT OF EXPENSE		$30,357	$30,357	$30,357	$30,357	$30,357
Method of Financing:						
1	General Revenue Fund	$30,357	$30,357	$30,357	$30,357	$30,357
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		$30,357	$30,357	$30,357	$30,357	$30,357
TOTAL , METHOD OF FINANCE (INCLUDING RIDERS)					$30,357	$30,357
TOTAL , METHOD OF FINANCE (EXCLUDING RIDERS)		$30,357	$30,357	$30,357	$30,357	$30,357

FULL TIME EQUIVALENT POSITIONS :

STRATEGY DESCRIPTION AND JUSTIFICATION :

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GOAL: 3 Provide Non-formula Support

OBJECTIVE: 1 INSTRUCTIONAL SUPPORT — Service Categories:

STRATEGY: 2 Universities Center at Dallas — Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
1001	SALARIES AND WAGES	$283,646	$141,823	$141,823	$141,823	$141,823
TOTAL, OBJECT OF EXPENSE		$283,646	$141,823	$141,823	$141,823	$141,823
Method of Financing:						
1	General Revenue Fund	$283,646	$141,823	$141,823	$141,823	$141,823
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		$283,646	$141,823	$141,823	$141,823	$141,823
TOTAL , METHOD OF FINANCE (INCLUDING RIDERS)					$141,823	$141,823
TOTAL , METHOD OF FINANCE (EXCLUDING RIDERS)		$283,646	$141,823	$141,823	$141,823	$141,823

FULL TIME EQUIVALENT POSITIONS :

STRATEGY DESCRIPTION AND JUSTIFICATION :

769 University of North Texas System Administration

GOAL: 3 Provide Non-formula Support

OBJECTIVE: 1 INSTRUCTIONAL SUPPORT — Service Categories:

STRATEGY: 2 Universities Center at Dallas — Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025

The Universities Center at Dallas (UCD) is a Multi-Institution Teaching Center (MITC). Its mission is to:

•Serve as a location for a number of institutions designed to allow the institutions to deliver a part of their usual academic programs offered on their main campuses at the UCD site in downtown Dallas;
•Not be a free-standing college or university, nor to seek accreditation for courses or programs separate from the accreditation provided for courses and programs on the participating institutions' main campuses;
•Provide coordinated offerings among participating institutions to work to combine offerings across institutional programs and
•Be subject to the educational decision making procedures of each of the participating institutions in matters concerning courses and educational programs provided by that institution.

EXTERNAL/ INTERNAL FACTORS IMPACTING STRATEGY :

Additional information for this strategy is available in Schedule 9, Special Item Information.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS			BIENNIAL	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 +BL 2025)		CHANGE	$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
$283,646	$283,646		$0		
				$0	Total of Explanation of Biennial Change

SUMMARY TOTALS :

OBJECTS OF EXPENSE	$5,974,646	$5,915,495	$5,921,670	$5,917,695	$5,916,158
METHODS OF FINANCE (INCLUDING RIDERS):				$5,917,695	$5,916,158
METHODS OF FINANCE (EXCLUDING RIDERS):	$5,974,646	$5,915,495	$5,921,670	$5,917,695	$5,916,158
FULL TIME EQUIVALENT POSITIONS :	114.8	120.9	107.4	107.4	107.4

3.B. Rider Revisions and Additions Request

Agency Code:	Agency Name:	Prepared By:	Date:	Request Level:
769	UNT System		August 2022	Base

Current Rider Number	Page Number in 2022–23 GAA	Proposed Rider Language
UNT System, Rider 4	III-136	~~Universities Center at Dallas. The University of North Texas System shall transfer fifty percent of the funds appropriated above in Strategy C.1.2, Universities Center at Dallas to Texas A&M University – Commerce as determined by a memorandum of understanding for operating costs for the center.~~ *UNT System requests the deletion of this rider as we no longer have an MOU with Texas A&M University Commerce and have lapsed the fifty percent of funding previously transferred to Texas A&M University – Commerce.*

Higher Education Employees Group Insurance Contributions, Rider 6	III-49 to III-50	6. Appropriations Transfers. (no requested change to subsection a) ~~b. The Employees Retirement System, The University of Texas System, and the Texas A&M University System shall file a report with the Legislative Budget Board, the Governor and the Comptroller by December 1 of each year, detailing any such transfers.~~ (renumber and update remaining provisions as appropriate) *UNT System requests that the reporting provisions of Higher Education Employee Group Insurance Rider 6 subsection b. be deleted. The rider requires a report less than two weeks after the annual Accounting Policy Statement 011 (Benefits Proportional by Fund) reports are submitted to the State Comptroller. Information reported on the Rider 6.b report is preliminary, as the APS 11 reports are audited and finalized by the Comptroller. Over the last several years, there have been significant delays in the Comptroller audits, making it difficult to finalize the appropriation transfer process. Transfers have been occurring up to 18 months after the report is due, as a result of delays in the Comptroller finalizing APS 11 reports thereby minimizing the benefit of the information provided by the report.*

Higher Education Employees Group Insurance Contributions, Rider 9 (NEW)	III-50 (NEW)	9. HEGI State Premium Contribution Rate. For the 2024-25 biennium, funds identified and appropriated through the Higher Education Employees Group Insurance bill pattern are based on the following percentage of the full Employee Retirement System (ERS) premium rates, based on the following

Higher Education Coordinating Board, Rider 51	III-63 to III-64	51. Texas Child Mental Health Care Consortium. (no requested changes to subsection a or b) (c) Administration and Oversight. Not later than September 1, 2021, out of funds referenced in Subsection (b) of this rider, THECB shall execute interagency and other contracts to transfer $600,000 in fiscal year 2022 and $600,000 in fiscal year 2023 to an institution of higher education designated by TCMHCC for oversight and evaluation of the outlined initiatives. THECB may employ, using existing resources, one additional full-time equivalent employee (FTE) in each fiscal year of the 2022-23 biennium to oversee the transfer. (d) Transfers and LBB Approval. TCMHCC may transfer up to 10 percent of funds between programs referenced in Subsection (b) of this rider. If TCMHCC needs to transfer more than 10 percent of funds between programs, TCMHCC shall seek approval from the Legislative Budget Board (LBB). The request shall be considered approved unless the LBB issues a written disapproval within 10 business days. (e) Unexpended Balances. Any unexpended balances remaining at THECB or any participating institution of higher education which may have received a transfer of this appropriation as of August 31, 2022, are appropriated for the same purposes in the fiscal year beginning September 1, 2022. (f) Contingency for Behavioral Health Funds. Notwithstanding appropriation authority granted above, the Comptroller of Public Accounts shall not allow the expenditure of General Revenue-Related Funds at the Texas Higher Education Coordinating Board in Strategy, D.1.7, Child Mental Health Care Consortium, in fiscal year 2022 or 2023, as identified in Art. IX §10.04, Statewide Behavioral Health Strategic Plan and Coordinated Expenditures, if the Legislative Budget Board provides notification to the Comptroller of Public Accounts that the agency's planned expenditure of those funds in fiscal year 2022 or fiscal year 2023 does not satisfy the requirements of Art. IX §10.04, Statewide Behavioral Health Strategic Plan and Coordinated Expenditures. (g) For purposes of the requirements of Article IX, Sec. 6.08 Benefits Proportional by Fund of this Act, appropriations made to THECB and transferred to an institution of higher education to be used in relation to TCMHCC shall be counted as if the transferred funds were directly appropriated to respective institution. *UNT System requests two clarifying changes to the rider: 1) Modify/clarify the unexpended*

Support for Military and Veterans Exemptions, Rider 2	III-72 to III-73	2. Reimbursements for Hazelwood Exemption Program.

		UNT System requests the addition of the reporting provision to allow institutions of higher education to understand the Hazlewood funding distributions and to effectively administer them. The request is consistent with how Permanent Health Fund allocation information is provided to participating entities.
Support for Military and Veterans Exemptions, Rider 3	III-73	3. Appropriation: Unexpended Balances. Any unobligated and unexpended balances as of August 31, 2023~~1~~, in Permanent Fund Supporting Military and Veterans Exemptions appropriations made to each eligible institution of higher education are appropriated for the same purpose for the fiscal year beginning September 1, 2023~~1~~. Any unobligated and unexpended balances as of August 31, 2024~~2~~, in Permanent

Special Provisions		

Special

Special Provisions Relating Only to State Agencies of Higher Education, Rider 11	III-271	Sec. 11. Method of Financing Scholarships. 1. Out of the funds identified by this Article in the informational items described as "Other Educational and General Income," the respective governing boards of general academic teaching institutions and of the health centers, health science centers, or medical colleges may allocate and expend the actual receipts in such informational item for student scholarships pursuant to the provisions of Education Code §56.031 to §56.039, cited as the Texas Public Educational Grants Program. 2. ~~Copies of such approved allocations together with copies of rules and regulations adopted by the respective governing boards concerning the awards of such scholarships shall be filed with the Coordinating Board and with the Comptroller prior to the disbursement of any moneys for scholarships. Copies of any subsequent changes in such allocations or rules shall be similarly filed with the Coordinating Board and with the Comptroller.~~ ~~3.~~ No educational and general funds appropriated in this Act for scholarships to institutions of higher education may be used to provide athletic scholarships. 3~~4~~. Out of the additional funds appropriated for the 2024~~2~~-25~~3~~ biennium ~~for the informational strategy described as "Scholarships," funds the respective governing boards shall allocated and expended such funds~~ by the respective governing boards for needed student scholarships shall be allocated and expended without regard~~less~~ of to the race, sex, color, or ethnicity of the student recipient. *UNT System requests deletion of the reporting requirement in Paragraph 2 related to scholarships. TPEG scholarships are long established, and this would relieve a regulatory burden.* *UNT System also requests clean-up of Paragraph 4. Since the adoption of the current formula funding model in the 1998-99 appropriation bill (75th Legislature), institutions no longer have the informational strategy of "Scholarships" in their bill pattern. The revision is intended to continue the existing requirement while eliminating the outdated language.*

		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, ~~20~~22~~24~~. *UNT System requests the update of these paragraphs to reflect the THECB formula recommendations. The edit to Paragraph 4 is in anticipation of the tuition revenue bond strategies being renamed and is appropriate only if that occurs.*

Special Provisions Relating Only to State Agencies of Higher Education, Rider 26	III-274 to III-275	(all other changes to Rider 26 are requested above) 7. Research Funding and Formulas. The general academic institutions shall retain 100 percent of indirect research costs recovered on grants. Each institution shall participate in one of the following research formulas subject to their eligibility for each formula. a. Texas Research University Fund.

		formula bill pattern items. The rider is submitted in combination with the requests for Special Provisions Riders 56 and 58 which previously included the methodologies plus unexpended balance authority and informational listings of formula amounts. In the event this request is not adopted, the language should remain in Riders 56 and 58.

Special Provisions Relating Only to State Agencies of Higher Education, Rider 27	III-275 to III-282	Sec. 27. Health Related Institutions Funding. Appropriations made in this Act for formula funding for health related institutions shall consist of ~~four~~ the following formulas plus supplemental non-formula items. 1. Instruction and Operations Support Formula. The Instruction and Operations Support Formula shall provide funding on a per student or full-time equivalent basis. Funding for each instructional program is based on the following funding weights per student with a base value per weighted student of $11,142~~9,622~~ in fiscal year 20~~2~~42 and fiscal year 20~~2~~53: (matrix omitted due to space considerations) Instructional programs at remote locations and the main campus at The University of Texas Health Science Center at Tyler with enrollments of less than 200 students at individual campuses shall receive additional funding to compensate for the diseconomies of scale. The minimum formula shall generate additional funding per student, on a sliding scale, with programs with small enrollments receiving more additional funding per student. 2. Infrastructure Support Formula. Funding to the health related institutions for plant support and utilities shall be distributed by the infrastructure support formula which is driven by the predicted square feet for the health related institutions produced by the Space Projection Model developed by the Texas Higher Education Coordinating Board. The rate per square foot is $7.1~~16.1~~4 in fiscal year 20~~2~~42 and fiscal year 20~~2~~53 for all health related institutions. Because the Space Projection Model does not account for hospital space, se153 TD .0005 46.68-den1(p.gTw D .0

5. Graduate Medical Education Formula. The Graduate Medical Education Formulas shall provide funding on a per medical resident basis. Funding is based on a base value of $13,826~~11,940~~ per medical resident in an accredited program. Appropriations for Graduate Medical Education for fiscal year 20~~2~~24 and fiscal year 20~~25~~3 are $6,9~~135,9~~70 per resident.

Special Provisions Relating Only to State Agencies of Higher Education, Rider 27	III-275 to III-282	Sec. 27. Health Related Institutions Funding. Appropriations made in this Act for formula funding for health related institutions shall consist of ~~four~~ the following formulas plus supplemental non-formula items. (see previous item for requested changes to Subsections 1-6) 7. Supplemental Non-formula Items. Institutions shall receive a direct reimbursement as applicable for staff group insurance, workers' compensation insurance, unemployment insurance, public education grants, medical loans~~, tuition revenue~~ capital construction assistance projects bond payments, and facility lease charges. Institutions may receive an appropr

		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 appropriations for capital construction assistance projects and tuition revenue bond debt service. The Legislative Budget Board shall implement the funding in accordance with this limitation. *UNT System requests the changes to clean up the introductory section as there are now more than four formulas and because none of the three institutions receive an appropriation for hospital and center operations. This funding was replaced by mission-specific formula support in all cases.* *The edit to Paragraphs 7, 10-12 and 15-17 are in anticipation of the tuition revenue bond strategies being renamed.*

Special Provisions Relating Only to State Agencies of Higher Education, Rider 44	III-284 to III-285	~~Sec. 46. Report Concerning Designated Tuitio~~n. ~~(a) Not later than January 1, 2022, the governing boa~~of ~~each public institution of higher education~~ that ~~charges students designated tuition under §54.0513 of the Edu~~ Code, ~~shall use the appropriations in~~ the ~~Act to report to the legislature, for the 2019-20 and 2020-21 academic~~ years: ~~(1) the amount the institution has collected in designated tu~~ition; ~~(2) the purposes for which the institution spent th~~ money ~~derived from designated tuition and~~ the ~~amount of that money spent for each of those purpose~~s; and ~~(3) the amount set aside from designated tuition for~~ ~~resident undergraduate and graduate stude~~nt ~~assistance under §§56.011 and 56.012, Education Code~~ and ~~how these amounts are allocated~~ under ~~the following categorie~~s. ~~(a) grant~~s ~~(b) scholarship~~s, ~~(c) work-study program~~s, ~~(d) students loan~~s, ~~(e) and student loan repayment assist~~ance. ~~(b) Reports required by this section shall be delivered to the Lieutenant Governor, the Speaker of the H~~ouse, ~~the chair of the Senate Finance Committee, the chair of the House Appropriations Committee, and~~ the ~~Legislative Budget Boar~~d. *UNT System requests the deletion of this reporting requirement as a reduction of administrative burden. Tuition deregulation has been in statute for almost 20 years and the report has likely lessened in importance. An informational listing/projection of designated tuition by institution is included Rider 50.*

Special Provisions Relating Only to State Agencies of Higher Education, Rider 56	III-288 to III-289	Sec. 56. Research Funding for General Academic Institutions. Below are informational amounts related to the Texas Research University Fund and the Comprehensive Research Fund. 1. Texas Research University Fund. ~~The Texas Research University Fund shall provide funding to The University of Texas at Austin and Texas A&M University based on each institution's average research expenditures for the previous three-year period as reported to the Higher Education Coordinating Board.~~ For the 2022-23 biennium, each institution receives 10.1 percent of its three- year average of total

		non-formula bill pattern items. The changes to Rider 56 are submitted in combination with the requests for Special Provisions Riders 26 (GAI formula rider) and 58 Emerging Research Universities Research Funding.
Special Provisions Relating Only to State Agencies of Higher Education, Rider 58	III-289 to III-290	Sec. 58. Emerging Research Universities Research Funding. ~~The~~ Below are informational amounts for the two ~~funding~~ funding programs to support research at Emerging Research Universities ~~shall consist of appropriations from two research programs~~. 1. Texas Research Incentive Program. Pursuant to Education Code, Sec. 62.121-62.124, the Texas Research Incentive Program shall provide matching funds to emerging research universities, designated under the Higher Education Coordinating Board's accountability system, to assist institutions in leveraging private gifts for the enhancement of research productivity. The amounts listed below for each emerging research university are for informational purposes only. (listing of institutions and amounts not included in this request – update as appropriate) 2. Core Research Support. ~~The core research support fund is established to promote increased research capacity at Emerging Research Universities. Funding to eligible institutions shall be allocated as follows: 50 percent based on the average amount of restricted research funds expended by each institution per year for the three preceding state fiscal years, determined in the manner described by Section 62.095(b); and 50 percent based on the average amount of total research funds expended by each institution per year for the three preceding state fiscal years, determined in the manner described by Section 62.053(b). For the 2022-23 biennium, each institution is funded at an average of 10.4 percent of eligible research expenditures as determined by criteria listed above.~~ Any unexpended balances as of August 31, 2024~~2~~2, are hereby appropriated for the same purpose for the fiscal year beginning September 1, 2024~~2~~2. The amounts listed below for each institution are for informational purposes only. (listing of institutions and amounts not included in this request – update as appropriate) *UNT System requests the changes to consolidate information on all general academic institution formula methodologies into one rider (Rider 26). It is believed that this helps clarify formula vs. non-formula bill pattern items. The changes to Rider 58 are submitted in combination with the requests for Special Provisions Riders 26 (GAI formula rider) and 56 Research Funding for General Academic Institutions.*

Special Provisions Relating Only to State Agencies of Higher Education, Rider 59	III-290	~~Sec. 59. Research Funding Reporting Requirement. Each general academic institution and health related institution shall report, by December 1 of the~~ 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;~~

Article IX, Section 7.01	IX-35 to IX-36	Sec. 7.01. Budgeting and Reporting. (a) As a limitation and restriction upon appropriations made by this Act, agencies and institutions of higher education appropriated funds by this Act may expend appropriated funds only if there is compliance with the following provisions: (1) On or before December 1 of each year, a uniform budget covering the operation of that fiscal year shall be filed with the Governor, the Legislative Budget Board, and the Legislative Reference Library in the format prescribed jointly by the Legislative Budget Board and the Governor. (2) All subsequent amendments to the original budget shall be filed with the Governor and the Legislative Budget Board within 30 days of approval of such amendments unless such reporting requirement is waived. (3) Under guidelines developed by the Legislative Budget Board, each agency shall file a report with the Legislative Budget Board, the Governor, the Legislative Reference Library, the state publications clearinghouse of the Texas State Library, State Auditor's Office, and the appropriate substantive committees of the House and Senate. The report shall analyze the agency's performance relative to the attainment of stated outcome, output and efficiency targets of each funded goal and strategy. The report shall be submitted at such intervals required by the Legislative Budget Board. The report shall contain a comparison of actual performance for the reporting period with targeted performance based on the level of funding appropriated. In developing guidelines for the submission of agency performance reports, the Legislative Budget Board (in consultation with the Governor) shall: (A) specify the measures to be reported including the key performance measures established in this Act; (B) approve the definitions of measures reported; and (C) establish standards for and the reporting of variances between actual and targeted performance levels. (4) The Legislative Budget Board (in consultation with the Governor) may adjust projected performance target levels, develop new measures, modify or omit existing measures and measure definitions, and/or transfer measures between agencies, goals or strategies to reflect appropriation changes made by riders or other legislation subsequent to passage of this Act, invocation of budget execution authority by the Governor and the Legislative Budget Board, or as unforeseen circumstances may warrant during the biennium.

(5) To ensure that the Program and Cost Accounting functions of the Uniform Statewide Accounting System (USAS) are maximized, it is the intent of the Legislature that the Legislative Budget Board and the Governor:

(A) determine the agencies, institutions, goals, strategies or other reporting units for which cost accounting data is required;
(B) approve the basis for calculating and allocating costs to selected functions, tasks or measures;
(C) determine the frequency of reporting cost accounting data needed; and
(D) provide for the integration of cost accounting data into the budget development and oversight process.

(6) The determinations to be made should be based upon due consideration of the relative benefits and cost-effectiveness of applying cost accounting requirements to a given state operation.

(b) It is further the intent of the Legislature that the Comptroller develop and provide USAS training modules and support for state agencies and institutions to activate the cost accounting requirements addressed above.

(c) The provisions of (a)(1) and (a)(2) of this section shall not apply to an institution of higher education as

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 either in whole or in part with funds appropriated by this Act, 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 ~~the 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

(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