Legislative Appropriations Request

Fiscal Years 2024 and 2025

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

UNT SYSTEM™

October 2022

UNIVERSITY OF NORTH TEXAS
SYSTEM

Schedules Not Included

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

For the schedules identified below, the UNT System Administration either has no information to report or the schedule is not applicable. Accordingly, these schedules have been excluded from the UNT System Administration Legislative Appropriations Request for the 2024-25 biennium.

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UNIVERSITY OF NORTH TEXAS
SYSTEM

University of North Texas System Administration

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Administrator's Statement

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

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 R. 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, service to our students, faculty, and staff.

The UNT System includes the University of North Texas (UNT) in Denton, the University of North Texas Health Science Center at Fort Worth (HSC) and the University of North Texas at Dallas (UNT Dallas). Across the system, we have grown 15% over the last five years to serve over 50,000 students, and our flagship institution is now the largest and most comprehensive university in North Texas and the fourth largest in our state.

With campuses in Dallas, Denton, Fort Worth, and Frisco, we are committed to our business community through trusted partnerships with the many globally recognized companies based in North Texas. As entrepreneurial-minded innovators, scholars, and solution-oriented problem-solvers, the UNT System is ready to help build the workforce Texas needs to meet the demands of our new economy.

UNT, our flagship institution in Denton, is a Carnegie Tier 1 institution committed to the creation and advancement of innovative research, and promoting student success and scholarship and has defied national trends by growing its enrollment more than 8% over the last two years. Academic and research excellence continues to be a focus for UNT, which now has 21 programs ranked in U.S. News & World Report's Top 100. UNT is committed to graduating its students into the workforce with credentials of value and has increased the number degrees awarded by 15% over the last 4 years to an institutional high of 10,541 students last year. UNT has also reduced time-to-degree for its students, and since 2014, has reduced the percentage of graduates with student loan debt by almost 10%. Strategically addressing the region's growth and increasing employer partnerships is a top priority, with construction beginning on the first permanent building for the new Frisco campus extending UNT's student outreach, research efforts, and connectivity to regional industry partners.

The HSC, our health sciences and graduate medical school in Fort Worth, continues to establish itself as a health care leader in Tarrant County through community partnerships and academic and research excellence. HSC was ranked first among U.S. medical schools by the George W. Bush Institute for innovation impact productivity, converting research inputs, such as research spending, into patents, licenses and startups. HSC continues to focus on innovative health care solutions, including a partnership with Tarrant County, the City of Fort Worth, and Goff Capital to start a physical therapy-focused accelerator program. The Institute for Patient Safety (SaferCare Texas) at HSC recently launched and is the first in Texas aligned with the federal Patient Safety and Quality Improvement Act. Research awards at HSC have nearly doubled since the last legislative session with the National Institutes of Health (NIH) awarding $100 million to HSC to lead the coordinating center for the Artificial Intelligence/Machine Learning Consortium to Advance Health Equity and Researcher Diversity.

UNT Dallas is the only public four-year university in the city of Dallas. Since its establishment in 2010, UNT Dallas' mission has been to empower students, transform lives, and strengthen communities. UNT Dallas educates more than 3,700 students of which 70% are first-generation, 84% are either Hispanic or Black, and many are from

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 high-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:

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.

UNT SYSTEM™

CHANCELLOR:
Dr. Michael R. Williams

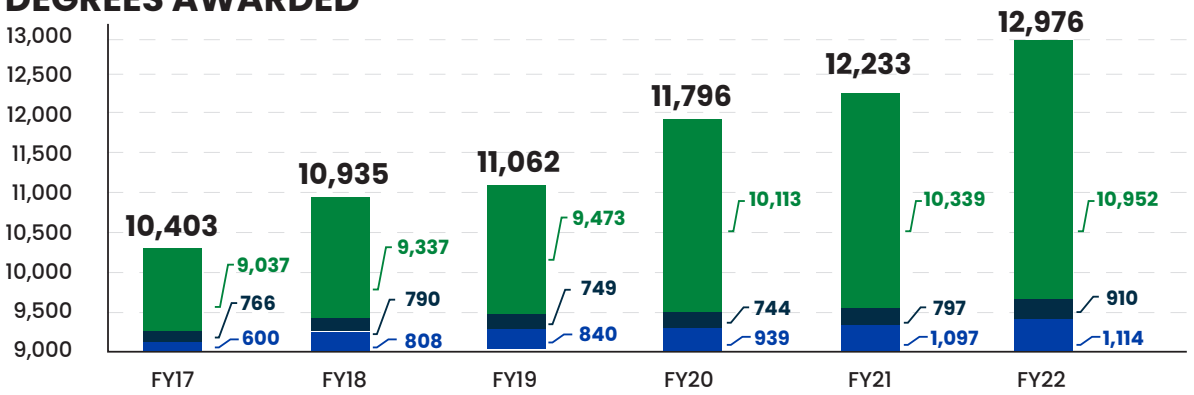
MEMBER INSTITUTIONS:
University of North Texas
University of North Texas Health Science Center at Fort Worth
University of North Texas at Dallas

UNIVERSITY OF NORTH TEXAS SYSTEM

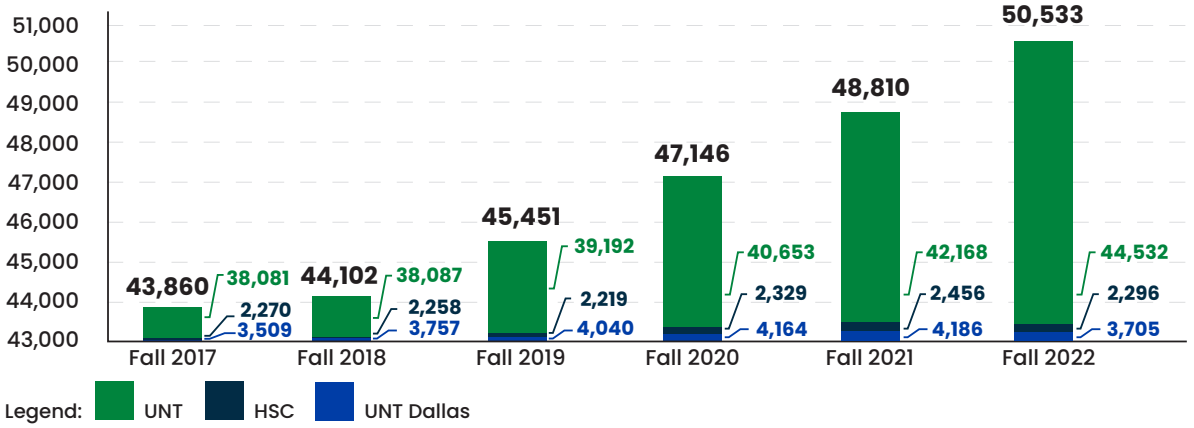
As Dallas-Fort Worth's regional leader in higher education, the University of North Texas System is setting a new standard for North Texas and beyond – creating opportunities and meeting workforce needs through industry-aligned degree programs, forward-thinking educational delivery methods and groundbreaking research and discoveries. With campuses in Dallas, Denton, Fort Worth, and Frisco, we are committed to our business community through trusted partnerships and are ready to help build the workforce Texas needs to meet the demands of our new economy.

Located within one of the fastest growing regions in the country, increased investment in formula funding to support enrollment growth is essential for UNT System institutions to provide high-quality, affordable higher education to our growing student population. With strategic support from the 88th Legislature, we will continue to produce high-skilled graduates ready to enter the workforce, providing a meaningful return on the state's investment.

DEGREES AWARDED



FALL ENROLLMENT



University of North Texas is the largest and most comprehensive institution of higher education in the North Texas region and the fourth largest in Texas, and is one of only 20 Carnegie Tier 1 Hispanic Serving Institutions in the country.

With nearly 65% of medical students entering primary care, UNT Health Science Center leads Texas in producing primary care physicians and is the No. 1 D.O. school nationwide for primary care, and offers innovative programs that prepare students for medical practice in rural environments.

UNT Dallas serves as a pathway to social mobility for its students, where 70% are first-generation, more than 80% are either Hispanic or Black, and many are from modest household income families, equipping them with practical skills and knowledge needed to secure a successful career.

University President:
Neal Smatresk

Year Founded:
1890

Number of Employees:
4,306

Enrollment:
44,532

UNIVERSITY OF NORTH TEXAS ACCOLADES

- With more than 44,000 students and 244 degree programs, UNT is the largest and most comprehensive institution of higher education in the North Texas region and 4th largest in the state.
- UNT is a Carnegie R1 research institution and one of only 20 Hispanic Serving Institutions (HSI) in the country.
- Since 2012, UNT has produced over 93,000 degree holders, equating to an economic impact of $4.7 billion in potential annual earnings.
- Over the last five years, UNT has increased the number degrees awarded by 15% and had meaningfully reduced time-to-degree for its students by improving graduation rates.

UNIVERSITY OF NORTH TEXAS LEGISLATIVE PRIORITIES

Flagship Equity

Funding Request: $50,000,000

In a state as large and growing as quickly as Texas, the Legislature must take decisive action to not only accommodate today's growth, but to anticipate demand and establish the talent pipeline necessary to meet the needs of tomorrow's Texas. In no place is this demand more pronounced than in the North Texas region, which is projected to grow to 10 million people over the next decade. However, despite the unprecedented educational and workforce demands in our region, state funding per student for UNT trails far behind all but one of the state's flagship institutions. Flagship Equity funding is critical to enable UNT to support high-impact programs, services, and research to meet the needs of our students, Texas employers, and the state's economy.

Center for Integrated Intelligent Mobility Systems (CIIMS)

Funding Request: $10,000,000

Autonomous vehicle and aerial drone technologies are essential components to solving global supply chain issues, and UNT is uniquely positioned to help solve these challenges. CIIMS will accelerate collaboration among equipment manufacturers, transportation users and providers, developers and emerging technologies, creating an integrated system that merges the logistics and supply chain ecosystem. Through this center, UNT's researchers will collaborate with corporate partners and innovative start-ups to create mobility systems spanning disciplines, producing the skilled workforce needed to address complex supply chain problems, and position Texas as a global leader in the field.

UNT'S CORE STRENGTHS

Research Enterprise

UNT is committed to increasing solutions-based research to create a pipeline for technology transfer and industry partnerships, helping to sustain and create businesses and jobs, and promoting the Texas economy. We are among the top producers of doctoral students in Texas and the nation, have seen a 25% increase in new research awards, and are actively recruiting and retaining world-class faculty and researchers to ensure our research strengths match industry needs.

Student Success

UNT's top strategic priority is promoting student success and ensuring our students graduate into the Texas workforce with credentials of value. Through our award-winning student financial management program and comprehensive career and professional development efforts, UNT continues to increase retention and graduation rates, shortening time-to-degree and creating a more efficient talent pipeline.

High-Skilled Workforce Development

Located in one of the fastest growing metropolitan areas of the state and largest Fortune 500 company destination in Texas, UNT supports competitive academic programs in high-demand fields, including Data Science, Engineering, and Business, to meet the growing high-skill labor demands in the North Texas region.

UNT DALLAS
UNIVERSITY OF NORTH TEXAS AT DALLAS

University President:
Bob Mong

Year Founded:
2010

Number of Employees:
569

Enrollment:
3,705

UNIVERSITY OF NORTH TEXAS AT DALLAS ACCOLADES

- UNT Dallas is the only four-year public university in the city of Dallas, providing increased access to higher education for students where 70% are first-generation.
- With a student body that is 84% minority, UNT Dallas is recognized by the U.S. Department of Education as both a Minority Serving institution and a Hispanic Serving Institution.
- UNT Dallas College of Law was fully approved for accreditation by the ABA in February 2022.
- Targeted student success efforts, particularly in support of first-generation college students through Trailblazer Elite, have led to increased retention rates.

UNIVERSITY OF NORTH TEXAS AT DALLAS LEGISLATIVE PRIORITIES

Classroom to Career (C2C)

Funding Request: $10,000,000

The COVID-19 pandemic has had devastating impacts on college readiness, learning, and student success especially with low income and underrepresented student subgroups – the same students UNT Dallas serves. C2C is a comprehensive commitment to meeting our students where they are and ensuring they graduate with the education and skills needed to succeed in an increasingly demanding job market. Funding will be used to support initiatives to address learning loss and create college ready students, expand the teacher pipeline, and increase competitive credentials.

Addressing Healthcare Industry Shortage

Funding Request: $1,500,000

The healthcare industry in southern Dallas County is facing a major shortage in qualified workforce to serve increasing patient demands and the region's rapid population growth. Given the capabilities added through the new STEM building and the increase in science majors on campus, funding to support healthcare-related academic programming and internships is an essential component in UNT Dallas' effort to increase opportunities for students to enter into these high-demand healthcare fields.

UNT DALLAS' CORE STRENGTHS

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 of life. UNT Dallas provides actionable education and workforce training programs to accelerate and improve outcomes for first-time college students, many of whom are coming to UNT Dallas to reset their careers and rebuild their lives.

Law School

Our law school provides a hands-on legal education to diverse and highly motivated student lawyers and is the only law school in North Texas currently accepting first-year law student in both full-time and part-time programs. UNT Dallas College of Law provides affordable access to education with an annual tuition that is significantly lower than all other law schools in Texas.

hsc
THE UNIVERSITY of NORTH TEXAS
HEALTH SCIENCE CENTER at FORT WORTH

University President:
Dr. Sylvia Trent-Adams

Year Founded:
1970

Number of Employees:
1,314

Enrollment:
2,296

UNT HEALTH SCIENCE CENTER ACCOLADES

- One of the nation's leading health science centers with areas of focus in rural health, substance abuse/mental health, human trafficking, health disparities, Alzheimer's, genomics, and infectious diseases.
- HSC's Texas College of Osteopathic Medicine (TCOM) leads Texas in producing primary care physicians and was named by U.S. News and World Report as the No. 1 D.O. school nationwide for primary care.
- HSC's Texas Center for Health Disparities is one of only 12 Specialized Centers of Excellence in Minority Health and Health Disparities in the country, and the only one in Texas.

UNT HEALTH SCIENCE CENTER LEGISLATIVE PRIORITIES

Healthcare & Workforce Readiness

Funding Request: $21,500,000

HSC is committed to improving health workforce readiness in order to transform care delivery and address health disparities across Texas. This initiative will: expand pipelines of critical, front-line health professions; deploy alternative micro-credentials to upskill and reskill existing health workforce; and partner to deploy innovative, entrepreneurial care models infused with digital technologies to train the next generation of healthcare workforce. Funding will support the following efforts to ensure a talent-strong healthcare workforce in Texas: (1) pipelines for the healthcare professionals of tomorrow; (2) healthcare workforce readiness; and (3) innovative workforce training hubs.

Digital Health & Therapeutics

Funding Request: $10,000,000

The rapidly growing prevalence of chronic illness, stretched budgets, coupled with aging populations, exert strain on families and health systems. Technologies produce greater access to care through wearable devices, sensors, or telemedicine leading to more informed decisions. This Digital Health Initiative will expand digital health infrastructure and systems, integrate technology-enabled care allowing consumers to access and manage their health proactively, and optimize quality and safety strategies. The funds will be used to increase access to care via the following: (1) regional virtual health care; (2) mobile health enterprise; and (3) behavioral medicine capacity and rapid response.

UNTHSC'S CORE STRENGTHS

Primary Care in Texas

TCOM is a leader in helping to reduce the shortage of physicians in Texas communities. Among all Texas medical schools, HSC has the highest percentage of medical students entering primary care (64 percent) and over 50 percent of TCOM graduates choose to complete their residency in Texas. Additionally, our Rural Osteopathic Medical Education of Texas (ROME) offers innovative medical education programs that prepare our students for life and medical practice in rural environments where physician shortages are most acute.

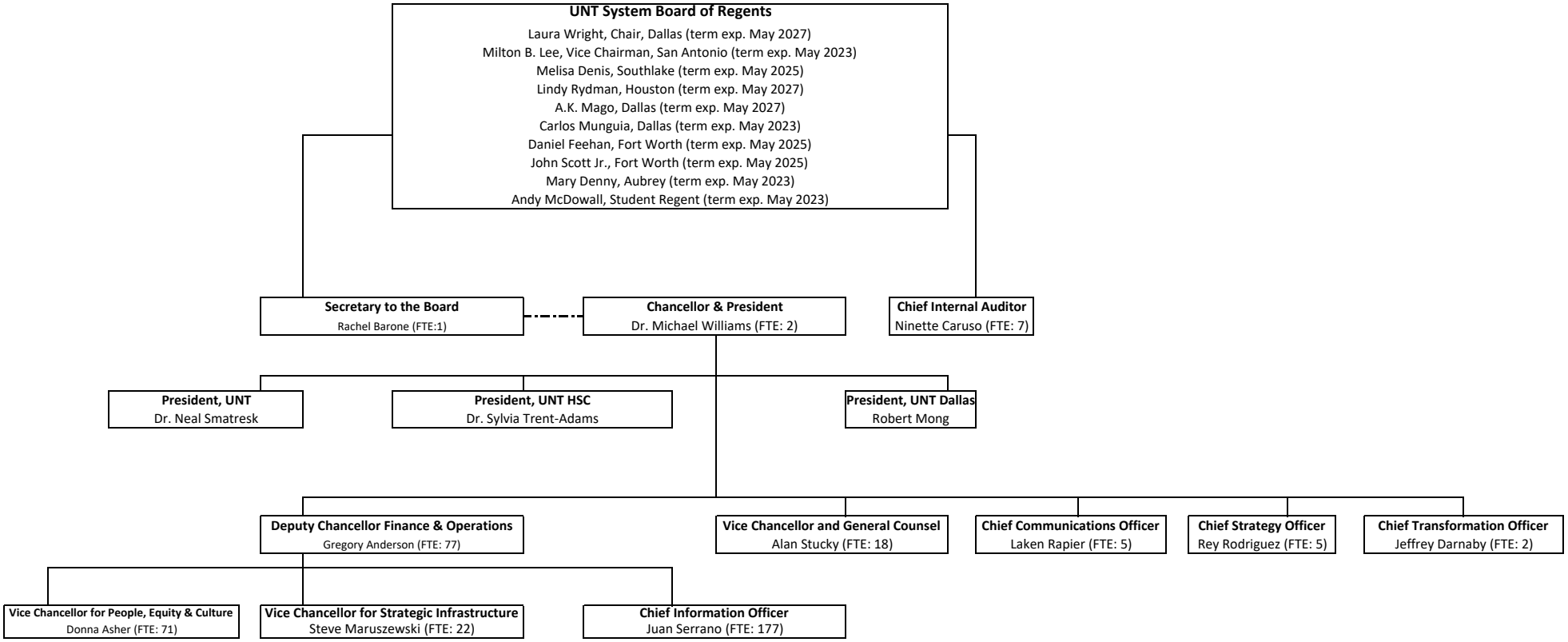
Institute for Translational Research

HSC is a statewide leader in both aging and Alzheimer's research, making significant advances in prevention, treatment and care, with a unique focus in understanding biology of health disparities among racial minority populations. Through innovative translational research, ITR improves outcomes and accelerates research breakthroughs, enhancing the quality of life for patients and their families.

Center for Human Identification

Comprised of world-class experts in forensic genetics, forensic anthropology, database development and management, and information technology, CHI is recognized globally as a premier institution for human identification. Working with the FBI and other state and local law enforcement agencies, the CHI team performs forensic DNA casework, identifies human remains, manages missing persons programs, fights human trafficking and trains students, scientists, law enforcement personnel and the legal community.

The University of North Texas System



Budget Overview - Biennial Amounts

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

769 University of North Texas System Administration

Appropriation Years: 2024-25

	GENERAL REVENUE FUNDS		GR DEDICATED		FEDERAL FUNDS		OTHER FUNDS		ALL FUNDS		EXCEPTIONAL ITEM FUNDS
	2022-23	2024-25	2022-23	2024-25	2022-23	2024-25	2022-23	2024-25	2022-23	2024-25	2024-25
Goal: 1. Provide Instructional and Operations Support											
1.1.11. System Office Operations	2,776,798	2,776,798							2,776,798	2,776,798	
Total, Goal	**2,776,798**	**2,776,798**							**2,776,798**	**2,776,798**	
Goal: 2. Provide Infrastructure Support											
2.1.1. Ccap Revenue Bonds	8,716,007	8,712,695							8,716,007	8,712,695	
Total, Goal	**8,716,007**	**8,712,695**							**8,716,007**	**8,712,695**	
Goal: 3. Provide Non-formula Support											
3.1.1. Federation Of North Texas Univ	60,714	60,714							60,714	60,714	
3.1.2. Universities Center At Dallas	283,646	283,646							283,646	283,646	
Total, Goal	**344,360**	**344,360**							**344,360**	**344,360**	
Total, Agency	**11,837,165**	**11,833,853**							**11,837,165**	**11,833,853**	
Total FTEs									**107.4**	**107.4**	**0.0**

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 *Provide Instructional and Operations Support*					
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 *Provide Operation and Maintenance of E&G Space*					
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 *INSTRUCTIONAL SUPPORT*					
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**	**$5,916,158**
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
GENERAL REVENUE					
1 General Revenue Fund					
REGULAR APPROPRIATIONS					
Regular Appropriations from MOF Table (2020-21 GAA)	$6,153,846	$0	$0	$0	$0
Regular Appropriations from MOF Table (2022-23 GAA)	$0	$6,057,318	$6,063,493	$0	$0
Regular Appropriations from MOF Table (2024-25 GAA)	$0	$0	$0	$5,917,695	$5,916,158
TRANSFERS					
Art. III Special Provisions Sec. 4(1) Intercomponent Transfers - Passthrough transfer from Agency 752 – UNT	$2,500,000	$0	$0	$0	$0
Comments: Strategy C.3.3. Rape Kit Testing					
Art. III Special Provisions Sec. 4(1) Intercomponent Transfers - Passthrough transfer to Agency 763 - UNTHSC	$(2,500,000)	$0	$0	$0	$0
Comments: Strategy D.2.5. Rape Kit Testing					

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

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

769 University of North Texas System Administration

OBJECT OF EXPENSE	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
1001 SALARIES AND WAGES	$1,612,802	$1,560,579	$1,560,579	$1,560,579	$1,560,579
2008 DEBT SERVICE	$4,361,844	$4,354,916	$4,361,091	$4,357,116	$4,355,579
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**
1 Provide Instructional and Operations Support						
1 *Provide Instructional and Operations Support*						
11 SYSTEM OFFICE OPERATIONS	$1,388,399	$1,388,399	$0	$0	$1,388,399	$1,388,399
TOTAL, GOAL 1	**$1,388,399**	**$1,388,399**	**$0**	**$0**	**$1,388,399**	**$1,388,399**
2 Provide Infrastructure Support						
1 *Provide Operation and Maintenance of E&G Space*						
1 CCAP Revenue Bonds	4,357,116	4,355,579	0	0	4,357,116	4,355,579
TOTAL, GOAL 2	**$4,357,116**	**$4,355,579**	**$0**	**$0**	**$4,357,116**	**$4,355,579**
3 Provide Non-formula Support						
1 *INSTRUCTIONAL SUPPORT*						
1 FEDERATION OF NORTH TEXAS UNIV	30,357	30,357	0	0	30,357	30,357
2 UNIVERSITIES CENTER AT DALLAS	141,823	141,823	0	0	141,823	141,823
TOTAL, GOAL 3	**$172,180**	**$172,180**	**$0**	**$0**	**$172,180**	**$172,180**
TOTAL, AGENCY STRATEGY REQUEST	**$5,917,695**	**$5,916,158**	**$0**	**$0**	**$5,917,695**	**$5,916,158**
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	**$5,917,695**	**$5,916,158**	**$0**	**$0**	**$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
Objects of Expense:						
1001	SALARIES AND WAGES	$1,298,799	$1,388,399	$1,388,399	$1,388,399	$1,388,399
TOTAL, OBJECT OF EXPENSE		**$1,298,799**	**$1,388,399**	**$1,388,399**	**$1,388,399**	**$1,388,399**
Method of Financing:						
1	General Revenue Fund	$1,298,799	$1,388,399	$1,388,399	$1,388,399	$1,388,399
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$1,298,799**	**$1,388,399**	**$1,388,399**	**$1,388,399**	**$1,388,399**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$1,388,399**	**$1,388,399**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$1,298,799**	**$1,388,399**	**$1,388,399**	**$1,388,399**	**$1,388,399**
FULL TIME EQUIVALENT POSITIONS:		**114.8**	**120.9**	**107.4**	**107.4**	**107.4**

STRATEGY DESCRIPTION AND JUSTIFICATION:

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, finance, 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:	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

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)
$2,776,798	$2,776,798	$0		
			$0	**Total of Explanation of Biennial Change**

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
Objects of Expense:						
2008	DEBT SERVICE	$4,361,844	$4,354,916	$4,361,091	$4,357,116	$4,355,579
TOTAL, OBJECT OF EXPENSE		**$4,361,844**	**$4,354,916**	**$4,361,091**	**$4,357,116**	**$4,355,579**
Method of Financing:						
1	General Revenue Fund	$4,361,844	$4,354,916	$4,361,091	$4,357,116	$4,355,579
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$4,361,844**	**$4,354,916**	**$4,361,091**	**$4,357,116**	**$4,355,579**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$4,357,116**	**$4,355,579**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$4,361,844**	**$4,354,916**	**$4,361,091**	**$4,357,116**	**$4,355,579**

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy covers the cost of debt service on the tuition revenue bond authorization of the 84th Legislature.

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**

769 University of North Texas System Administration

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:

769 University of North Texas System Administration

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

The Federation of North Texas Area Universities is a consortium comprised of the University of North Texas (UNT), Texas A&M University at Commerce (TAMU-C), Texas Woman's University (TWU).

The Federation was mandated in 1968 by a resolution of the Texas Higher Education Coordinating Board (THECB) for the purpose of forming a cooperative arrangement among three north Texas institutions: UNT, TAMU-C, and TWU. The purpose of the Federation is to promote cost-effective responses to the expressed need for graduate education in the rapidly growing North Texas region while avoiding unnecessary duplication of faculty, course offerings, and degree programs. The Federation is governed through bylaws and procedures that are approved by the THECB. In 1988, the THECB conducted an assessment of all non-research special items. In its report to the Texas Legislature, the THECB concluded, "The Federation is the type of cooperative activity between universities that the Coordinating Board has sought to encourage. Special item funding is a cost-effective way to pay for such an effort."

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)
$60,714	$60,714	$0		
			$0	**Total of Explanation of Biennial Change**

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
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.*

Health and Human Services Commission, Rider 143	II-95	**143. Reporting Requirement: COVID-19 Funding to Nursing Facilities and Hospitals.** Out of funds appropriated above in Strategy B.1.1, Medicaid Contracts and Administration, the Health and Human Services Commission (HHSC) shall develop a report detailing the total value and uses of COVID-19-related Federal Funds, including Provider Relief Funds, provided directly to nursing facilities and hospitals contracting with HHSC, other than a health related institution of higher education, since the beginning of the public health emergency. The report should include any temporary rate increases provided to nursing facilities related to the COVID-19 pandemic. Any facilities that do not provide information requested by the commission necessary to complete the report shall be identified in the report. The first submission of the report shall also include a description of any requirements implemented for nursing facilities in response to the COVID-19 pandemic, the cost to nursing facilities to implement the requirements, and recommendations on whether or not the requirements should be continued after the end of the public health emergency. HHSC shall submit the report to the Governor, Legislative Budget Board, and any appropriate standing committee in the Legislature on December 1st and June 1st of each fiscal year. The format and content of the report shall be specified by the Legislative Budget Board and posted on the HHSC website. Appropriations in Strategy A.2.4, Nursing Facility Payments, for fiscal year 2025~~3~~ are contingent on the submission of the reports due December 1, 2023~~1~~ and June 1, 2024~~2~~. *UNT System requests that the reporting provisions of Rider 143 be modified to exclude health related institutions (HRIs) of higher education. HRIs already report the Provider Relief Funds as a result of Article III, Special Provisions, Rider 63. Reporting to both HHSC and THECB is duplicative and may result in overcounting of federal COVID-19 support at the statewide level. In the event that the exclusion is not granted, then UNT System believes that HHSC has exceeded the authority granted it by requesting non-federal expenditure information. Therefore, the following language is requested to be added to the end of this rider as regulatory relief:* For an institution of higher education, the report shall be limited to federal Provider Relief Funds only and may not require information on non-federal COVID-19 expenditures.

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

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 institutional categories: 2024-25 The University of Texas System 100.0% Texas A&M University System 100.0% ERS Participating Institutions 100.0% Public Community/Junior Colleges 50.0% *UNT System requests that the provisions of Rider 61, HEGI State Premium Contribution Rate, be incorporated as a rider in the HEGI bill pattern rather than being in Special Provisions. This allows the information presented to be grouped with the related HEGI appropriations.* *Additionally, UNT System requests the Legislature restore the rate for participating institutions to 100% of the ERS rates for employees funded through appropriated funds.*

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, 2023~~1~~, out of funds referenced in Subsection (b) of this rider, THECB shall execute interagency and other contracts to transfer $600,000 in fiscal year 2024~~2~~ and $600,000 in fiscal year 2025~~3~~ 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 2024~~2~~-25~~3~~ 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, 2024~~2~~, are appropriated for the same purpose in the fiscal year beginning September 1, 2024~~2~~. (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 2024~~2~~ or 2025~~3~~, 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 2024~~2~~ or fiscal year 2025~~3~~ 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 any 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*

		balance rider to provide explicit authority for each TCMHCC participant; and 2) clarify and ensure the transferability of proportional benefits along with the general revenue funding.
Support for Military and Veterans Exemptions, Rider 1	III-72 to III-73	**1. Distribution to Eligible Institutions.** There is appropriated to each eligible institution of higher education for the biennium ending August 31, 2023, an annual distribution amount from the Permanent Fund Supporting Military and Veterans Exemptions to offset the cost to each institution of higher education of the exemptions required by Education Code, Sec. 54.341(k). The annual distribution total from the fund shall be determined by the Texas Treasury Safekeeping Trust Company. The annual distribution from the fund shall be distributed to eligible institutions in proportion to each institution's respective share of the aggregate cost to all institutions of the exemptions required by Education Code, Sec. 54.341(k), as determined and approved by the Legislative Budget Board. 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. Pursuant to Education Code, Sec. 54.341(h), each institution of higher education shall report information required for determining the distribution allocations. In the event an institution of higher education receives any funds from the Permanent Fund Supporting Military and Veterans Exemptions as a result of data reporting errors, the amount of funds related to the reporting errors shall be lapsed. <u>The Legislative Budget Board shall provide a copy of the approved annual distribution allocation data and amounts by institution to all receiving Institutions of Higher Education.</u> *UNT System requests the addition of this 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 2	III-72 to III-73	**2. Reimbursements for Hazlewood Exemption Program.** Notwithstanding Article IX, §14.01, Appropriation Transfers or similar provisions of this Act, the General Revenue amounts appropriated above in Strategy B.1.1, Reimbursement for Hazlewood Exempts, are for the sole purpose of funding the proportionate share of the total cost to each institution for the Hazlewood Exemption Legacy Program and may not be used for any other purpose. The Texas Comptroller of Public Accounts shall annually distribute the appropriations made in Strategy B.1.1, Reimbursement for Hazlewood Exempts, according to the proportion of each institution's respective share of the aggregate cost of the exemption for students under the Hazlewood Exemption Legacy Program in Education Code, §54.341(k), as determined by the Legislative Budget Board consistent with the annual distribution from the Permanent Fund Supporting Military and Veterans Exemptions. The appropriations made in Strategy B.1.1, Reimbursement for Hazlewood Exempts, may not be distributed without the prior written approval of the Legislative Budget Board. 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. <u>For purposes of the requirements of Article IX, Sec. 6.08 Benefits Proportional by Fund of this Act, appropriations made in Strategy B.1.1 and transferred to any institution of higher education shall be counted as if the transferred funds were directly appropriated to respective institution.</u> Pursuant to Education Code, §54.341(h), each institution of higher education shall report information required for determining the distribution allocations. In the event an institution of higher education receives any General Revenue as a result of data reporting errors, the amount of funds related to the reporting errors shall be lapsed. <u>The Legislative Budget Board shall provide a copy of the approved annual distribution allocation data and amounts by institution to all receiving institutions of higher education.</u> *UNT System requests that proportionality benefits be made available for the general revenue funding associated with Hazlewood. This allows for the more effective use and administration of the funds.*

		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 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, 2024~~2~~. Any unobligated and unexpended balances as of August 31, 2024, resulting from appropriation distributions made to each eligible institution of higher education out of Strategy B.1.1, Reimbursement for Hazlewood Exempts, are appropriated for the same purpose for the fiscal year beginning September 1, 2024. *UNT System requests the addition of unexpended balance (UB) authority for the general revenue reimbursement distributions made out of funds appropriated in Strategy B.1.1. Adding UB authority for the Hazlewood general revenue creates consistency between the two Hazlewood funds. Since the funds are received later in the fiscal year, UB authority will allow appropriate time to spend the funds.*
Support for Military and Veterans Exemptions, Rider 4 (NEW)	III-73	**4. Texas Veterans Commission Veterans Exemption Data.** By November 30 of each year of the biennium, the Texas Veterans Commission shall provide a report to eligible institutions and their system office on veteran, child, spouse and legacy participants in the Hazlewood exemption program. At a minimum, the report would include all institutions, broken down by institution and exemption type, and would contain numbers of students, total exemption hours, total value of exemptions. Any information provided would not be personally identifiable, so as to not violate the federal Family Educational Rights and Privacy Act. *UNT System requests the addition of this reporting rider to allow institutions of higher education to better understand the Hazlewood funding distributions and to effectively administer them.*

Special Provisions Relating Only to State Agencies of Higher Education, Sec. 5	III-266 to III-267	(no requested changes to subsections 1 to 4) **5. ~~Tuition Revenue Bond~~<u>Capital Construction Assistance Project</u> and Revenue Bond Transfers.** Notwithstanding the other provisions of this act, transfers are not prohibited to the extent they are required to comply with proceedings authorizing bonds or other obligations now outstanding or hereafter issued pursuant to law. *UNT System proposes an update to the transfer provision related to the former tuition revenue bonds. The updates adopt the new CCAP name under the assumption that the various appropriation strategies will be renamed.*

Special Provisions Relating Only to State Agencies of Higher Education, Sec. 6	III-268	**Sec. 6. Expenditure Provisions.** The expenditure of the appropriations made in this Article or authorized in law for institutions of higher education, except bequests and gifts specifically designated to be in some manner handled otherwise, shall be subject to the provisions of this section which follow and with exceptions only as specifically noted: **1. Annual Operating Budgets Required.** It is expressly provided that the governing board of each of the institutions of higher education named herein shall approve on or before September 1, 2023~~1~~ and 2024~~2~~, an itemized budget covering the operation of the ensuing fiscal year, which budget shall be prepared within the limits of the revenue available. Each institution's operating budget shall contain a section(s) which provides budget amounts and the method of finance for each listed informational item of appropriated funds contained in this Act. A copy of each budget~~, and any subsequent amendments thereto,~~ shall be filed with the Legislative Reference Library and the institution's general library to be available for public inspection. Copies of each budget shall also be filed with the Legislative Budget Board (if requested), the Governor, and the Texas Higher Education Coordinating Board by December 1 of each fiscal year. (no requested changes to subsections 2 through 8) **9. ~~Tuition Revenue Bonds~~ Capital Construction Assistance Projects and Other Revenue Bonds.** Funds clearly identified in separate informational strategies to the state institutions of higher education named in this Article ~~general academic teaching institutions and health sciences centers~~ for capital construction assistance projects or other revenue ~~or tuition revenue~~ bond retirement may be expended only to reimburse institutions ~~or centers~~ for debt retirement authorized by Education Code §55.17 through §55.17991~~892~~ and §55.19. Any funds in excess of the amount expended for regularly scheduled principal and interest for debt service reimbursements due each year shall be lapsed to the General Revenue Fund at the end of each fiscal year. Funds may be used for bond and commercial paper debt service payments, which can include principal, interest and fees. *UNT System requests that the requirement to submit amendments to the Operating Budget be lifted. It is unclear what this provision requires, as routine amendments are not provided to the listed agencies. It is uncertain as to whether the agencies would be equipped to handle the hundreds if not thousands of individual amendments.* *In addition, UNT System has had trouble fulfilling the requirements of the rider specifically with respect to submitting a copy of the budget to the LBB in the years when the LBB's Operating*

		Budget process is not ongoing. The LBB typically does not want copies of institution budget documents in the off years. The requested revision would alleviate the requirement in the off years, unless the LBB specifically requests the documents. *Under the assumption that the various tuition revenue bond (TRB) appropriation strategies will be renamed, UNT System proposes updates to the former TRB limiting rider. The updates adopt the new CCAP strategy name reference, expands the statutory reference to include authorizations under SB52 (87th Leg, 3rd Called Session) as well as clean up old language limiting the rider only to general academic institutions and health science centers – which omitted system offices, TSTC, and health-related institutions such as U. T. M. D. Anderson Cancer Center which is technically not a "health science center".*

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 the general academic teaching institutions and of the health centers, health science centers, or technical 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 award 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 need-based 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.*

Special Provisions Relating Only to State Agencies of Higher Education, Rider 26	III-274 to III-275	**Sec. 26. General Academic Funding.** Appropriations made in this Act for formula funding for general academic institutions will consist of ~~four~~the following 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 2024~~2~~2-25~~3~~ biennium is $59.45~~55.66~~ in fiscal year 2024~~2~~2 and fiscal year 2025~~3~~. Weighting is determined by the following matrix: (matrix and paragraph 2 omitted for space considerations) **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 $5.84~~5.47~~ in fiscal year 2024~~2~~2 and fiscal year 2025~~3~~. **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~~ capital construction assistance projects 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. (no requested changes to Paragraphs 5 except routine updates) **6. Small Institution Supplement.** The Small Institution Supplement, as a set-aside within the General Academic Institution Infrastructure Formula, shall provide supplemental funding to general academic institutions with headcounts of fewer than 10,000 students. For the 2024~~2~~2-25~~3~~ biennium, general academic institutions with a headcount of fewer than 5,000 students shall receive a small institution supplement of $2,812,342~~2,633,133~~. The small institution supplement shall decrease proportionate to the increase in headcount above 5,000 until the institution reaches 10,000 headcount. Once an institution reaches 10,000 headcount, it shall no longer be eligible for this supplement.

		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 also shall participate in one of the following research formulas subject to their eligibility for each formula. a. **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 2024-25 biennium, each institution receives 10.8 percent of its three-year average of total research expenditures as reported to the Texas Higher Education Coordinating Board. b. **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 2024-25 biennium, each institution is funded at an average of 11.2 percent of eligible research expenditures as determined by criteria listed above. c. **Comprehensive Research Fund.** The Comprehensive Research Fund shall provide funding to promote increased research capacity at general academic institutions, excluding The University of Texas at Austin, Texas A&M University, and institutions of higher education designated as an emerging research university under the Higher Education Coordinating Board's accountability system. Funding to eligible institutions shall be allocated among institutions based on the average amount of restricted research funds expended by each institution per year for the three preceding state fiscal years as reported to the Higher Education Coordinating Board. For the 2024-25 biennium, each institution receives 17.4 percent of its three-year average of restricted research expenditures as reported to the Texas Higher Education Coordinating Board. *UNT System requests the addition of Paragraph 7 to Rider 26 to consolidate information on all general academic institution formula methodologies into one rider and to update funding to the THECB Formula Funding recommendations. It is believed that this helps clarify formula vs. non-*

		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 202~~4~~2 and fiscal year 202~~5~~3: (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 $7.11~~6.14~~ in fiscal year 202~~4~~2 and fiscal year 202~~5~~3 for all health related institutions. Because the Space Projection Model does not account for hospital space, separate infrastructure funding for hospital space at The University of Texas Medical Branch at Galveston, The University of Texas M.D. Anderson Cancer Center, and The University of Texas Health Science Center at Tyler shall be included in the respective mission specific formulas found in subsections 9 and 13 below~~total funding for hospital and center operations~~. **3. Research Funding.** The health related institutions shall retain 100 percent of indirect research costs recovered on grants. Each institution also receives research enhancement funding of $1,412,500 plus 1.35~~1.17~~ percent in fiscal year 202~~4~~2 and fiscal year 202~~5~~3 of its research expenditures as reported to the Texas Higher Education Coordinating Board. (no requested changes to Subsection 4 except routine updates as part of this request)

		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 2024~~2~~ and fiscal year 2025~~3~~ are $6,913~~5,970~~ per resident. (no requested changes to remaining Subsections except routine updates as part of this request) *UNT System requests the update of these paragraphs to reflect the THECB formula recommendations.*

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 appropriation for non-formula support items and hospital and clinic operations. (no requested changes to the Subsections 8-9 except routine updates) **10. Mission Specific Support - Performance Based Research Operations Formula.** (Note - all of Subsection 10 omitted due to space considerations except the affected last paragraph) 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~~tuition revenue bond~~ debt service. The Legislative Budget Board shall implement the funding in accordance with this limitation. In a biennium in which funding is not available to meet the institution's performance-driven target, the formula mechanisms and performance-calculated match rates remain while the Legislature determines the General Revenue provided. In the FY 2024~~2~~-25~~3~~ biennium, $_____ ~~114,849,890~~ in General Revenue is provided. **11. Mission Specific Support - Performance Based Research Operations Formula.** (Note - all of Subsection 11 omitted due to space considerations except the affected last paragraph) 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~~tuition revenue bond~~ debt service. The Legislative Budget Board shall implement the funding in accordance with this limitation. In a biennium in which funding is not available to meet the institution's performance-driven target, the formula mechanisms and performance-calculated match rates remain while the Legislature determines the General Revenue provided. In the FY 2024~~2~~-25~~3~~ biennium, $_____ ~~25,476,160~~ in General Revenue is provided.

		12. Mission Specific Support - Performance Based Research Operations Formula. (Note - all of Subsection 12 omitted due to space considerations except the affected last paragraph) 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~~tuition revenue bond~~ debt service. The Legislative Budget Board shall implement the funding in accordance with this limitation. In a biennium in which funding is not available to meet the institution's performance-driven target, the formula mechanisms and performance-calculated match rates remain while the Legislature determines the General Revenue provided. In the FY 2024~~2~~-25~~3~~ biennium, $_____ ~~25,448,000~~ in General Revenue is provided. (no requested changes to the Subsections 13-14 except routine updates) **15. Mission Specific Support - Performance Based Research Operations Formula.** (Note - all of Subsection 15 omitted due to space considerations except the affected last paragraph of "b.") 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~~tuition revenue bond~~ debt service. The Legislative Budget Board shall implement the funding in accordance with this limitation. **16. Mission Specific Support - Performance Based Research Operations Formula.** (Note - all of Subsection 16 omitted due to space considerations except the affected last paragraph) 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~~tuition revenue bond~~ debt service. The Legislative Budget Board shall implement the funding in accordance with this limitation. **17. Mission Specific Support - Performance Based Research Operations Formula.** (Note - all of Subsection 17 omitted due to space considerations except the affected last paragraph)

		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 <u>appropriations for capital construction assistance projects</u>~~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 35	III-283	~~**Sec. 35. Endowed Programs.** A state university that, within five years of receiving a donation, diminishes its financial support from local funds for a program created or endowed by the donor shall notify the donor in accordance with the donor agreement. If the agreement so provides, then upon application by the donor, the university shall return the donation or endowment.~~ *UNT System requests the deletion of this rider as regulatory relief.*

Special Provisions Relating Only to State Agencies of Higher Education, Rider 39	III-284	**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 $21,758,685 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. Along with the determined distributions referenced above, the Texas Comptroller of Public Accounts shall also distribute any current or prior interest earned on pre-distribution balances held in the State Treasury to the eligible institutions in proportion to the allocation distributions determined by the Legislative Budget Board in accordance with Education Code §63.003. The Legislative Budget Board shall provide a copy of the approved annual distribution allocation data and amounts by institution to participating institutions of higher education. *UNT System requests two changes: 1) A nominal amount of interest is earned in the State Treasury on balances received by the State from UTIMCO but not yet distributed to the participating institutions. This would authorize/require the Comptroller to distribute that interest using the same proportions as the current LBB-approved distribution. We estimate this currently to be $40-50K total with a much smaller amount to be earned annually in the future. This is a housekeeping request to see that the funds are utilized. 2) The addition of a data-sharing provision consistent with current LBB practice to allow institutions of higher education to understand the PHF funding distributions and to effectively administer them. The request is consistent with the request we are making regarding Hazlewood funding.*

Special Provisions Relating Only to State Agencies of Higher Education, Rider 44	III-284 to III-285	~~**Sec. 46. Report Concerning Designated Tuition.**~~ ~~(a) Not later than January 1, 2022, 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 2019-20 and 2020-21 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.~~ *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 research expenditures as reported to the Texas Higher Education Coordinating Board.~~ The amounts listed below for informational purposes are appropriated out of the General Revenue fund elsewhere in the Act in each affected institution's "Texas Research University Fund" strategy and shall be expended to support faculty for the purpose of instructional excellence and research. Any unexpended balances as of August 31, 2024~~2~~, are hereby appropriated for the same purpose for the fiscal year beginning September 1, 2024~~2~~. (informational listing of institutions and amounts not included in this request – update as appropriate) **2. Comprehensive Research Fund.** ~~The Comprehensive Research Fund shall provide funding to promote increased research capacity at general academic institutions, excluding The University of Texas at Austin, Texas A&M University, and institutions of higher education designated as an emerging research university under the Higher Education Coordinating Board's accountability system. Funding to eligible institutions shall be allocated among institutions based on the average amount of restricted research funds expended by each institution per year for the three preceding state fiscal years as reported to the Higher Education Coordinating Board. For the 2022-23 biennium, each institution receives 16.3 percent of its three-year average of restricted research expenditures as reported to the Texas Higher Education Coordinating Board.~~ The amounts listed below for informational purposes are appropriated out of the General Revenue fund elsewhere in the Act in each affected institutions' "Comprehensive Research Fund" strategy and shall be expended for the support and maintenance of educational and general activities, including research and student services, that promote increased research capacity at the institution. Any unexpended balances as of August 31, 2024~~2~~, are hereby appropriated for the same purpose for the fiscal year beginning September 1, 2024~~2~~. (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 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.** Below are informational amounts for the two ~~F~~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~~s~~ 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~~, are hereby appropriated for the same purpose for the fiscal year beginning September 1, 2024~~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 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.~~ *UNT 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.*
Special Provisions Relating Only to State Agencies of Higher Education, Rider 59	III-291	~~**Sec. 61. HEGI State Premium Contribution Rate.** For the 2022-23 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 institutional categories:~~ ~~2022-23~~ ~~The University of Texas System 78.2%~~ ~~Texas A&M University System 78.2%~~ ~~ERS Participating Institutions 78.6%~~ ~~Public Community/Junior Colleges 50.0%~~ *UNT System requests that the provisions of Rider 61 be moved to the Higher Education Group Insurance bill pattern and added to it as a new rider (see request above). This allows the information presented to be grouped with the related HEGI appropriations. In the event this is not moved to the HEGI bill pattern, this request is withdrawn.*

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, an itemized 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 annual operating budget requirements for institutions of higher education are set forth in Article III, Sec. 6.1, Annual Operating Budgets Required, of this Act. *UNT System requests that the budget and budget amendment provisions of this section be made not applicable to institutions of higher education. Higher Education has a competing budget requirement in Article III, Sec. 6.01. The primary difference between the two sections is the inclusion of a method of finance in the Article III budget requirements and the recipient lists for budget amendments and the annual budget.*

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 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 ~~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 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). *UNT System requests the revision of this reporting requirement to limit it to funds within the Act as regulatory relief.*

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, 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 for a state agency or a value of less than or equal to $250,000 for an institution of higher education. (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 for a state agency or from a value of less than or equal to $250,000 to a value greater than $250,000 for an institution of higher education. (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 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). *UNT System requests the revision of this reporting requirement to increase the reporting threshold for institutions of higher education from $50,000 to $250,000 as regulatory relief.*

Article IX, Section 7.11	IX-40 to IX-41	**Sec. 7.11. 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 with funds appropriated by this Act, by a state agency or institution of higher education. (b) Until providing notice that satisfies the requirements of Subsections 7.11(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 7.11 is provided to the Legislative Budget Board. The notice shall be provided to the Legislative Budget Board: (1) within 15 calendar days of contract award; or (2) within 5 calendar days of contract award 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 7.11(c) must include:

		(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:

		(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 7.11. (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 7.11 should be considered a "governmental record" as defined under Chapter 37, Penal Code. *UNT System requests the revision of this reporting requirement to limit it to funds within the Act as regulatory relief. UNT System also proposes the deletion of references to "institution" in the provision related to the Vendor Performance Tracking System. Pursuant to SB 799, 87th Leg RS, Section 7, which amended Government Code, Section 2155.089(c), contracts entered into by*

		institutions of higher education are statutorily excluded from VPTS requirements.

Article IX, Section 9.12	IX-50 to IX-52	**Sec. 9.12. Assignment of Contract Responsibility.** (a) In this section: (1) "Agency" and "state agency" mean a state officer, board, commission, or department in the executive branch of government appropriated funds under this General Appropriations Act. (2) "Assignment" includes any legal means for transferring the responsibilities for fulfillment of any duties, rights, or obligations due to a state agency or institution of higher education under a contract, from the original party obligated to the agency or institution (the assignor) to another party (the assignee) assuming the duties, rights, or obligations due to a state agency or institution of higher education under a contract. (3) "Contract" has the meaning provided by Sec. 7.04 (Contract Notification: Amounts Greater than $50,000), Article IX, of this General Appropriations Act. (4) "Institution of higher education" or "institution" has the meaning provided by Sec. 61.003(8), Education Code, except that the term does not include a public junior college. (5) "Major information resources project" has the meaning provided by Sec. 2054.003, Government Code. (6) "Quality assurance team" means the quality assurance team established under Sec. 2054.158, Government Code. (7) "Sensitive personal information" has the meaning provided by Sec. 521.002, Business & Commerce Code. (8) "Total value of the contract" includes the value of all payments <u>from funds appropriated by this Act</u>, as calculated by the quality assurance team, made and expected to be made in the future by a state agency or institution of higher education over the life of the contract beginning from the date of execution of the original contract between the state agency or institution of higher education and the original party with responsibilities for fulfillment of any duties, rights, or obligations due to a state agency or institution of higher education under the contract and including total payments made before assignment of the contract and the total payments expected to be made in the future after the assignment of the contract.

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

		(no changes proposed to the remainder of this section) *UNT System requests the modification of this section as regulatory relief. As modified, it is believed that the provisions of this rider would still be applicable to contracts funded from appropriated sources.*

		Sec. 11.03. Statewide Capital Planning. (a) An agency or institution of higher education appropriated funds by this Act shall supply to the Bond Review Board capital planning information relating to projects subject to this section and financing options for the 2024-25 fiscal biennium in a format and according to guidelines developed by the Bond Review Board. Such information shall include: (1) a description of the project or acquisition; (2) the cost of the project; (3) the anticipated useful life of the project; (4) the timing of the capital need; (5) a proposed source of funds (method of financing); (6) a proposed type of financing; and (7) any additional related information requested by the Bond Review Board. (b) The Bond Review Board shall compile a statewide capital expenditure plan for the 2024-25 fiscal biennium from the information submitted by agencies and institutions in accordance with the capital planning guidelines. Copies of the guidelines shall be filed with the Governor and the Legislative Budget Board no later than December 31, 2021. The Bond Review Board shall file copies of the capital expenditure plan for the period beginning September 1, 2023, with the Governor and the Legislative Budget Board no later than September 1, 2022. (c) The statewide capital plan required by this section shall identify the state's capital needs and alternatives to finance these needs. The Bond Review Board shall review input from all state agencies and institutions regarding the agencies' and institutions' current and future capital needs as part of the strategic planning process. The Bond Review Board shall inform the Legislature on the possible budget impact of the capital plan on the state's debt capacity (d) This section applies to each anticipated state project requiring capital expenditures for:

		(1) land acquisition; (2) construction of buildings and other facilities; (3) renovations of buildings and other facilities estimated to exceed $1 million in the aggregate for a single state agency or institution of higher education; or (4) major information resources projects estimated to exceed $1 million. (e) ~~The Higher Education Coordinating Board and the Bond Review Board shall eliminate redundant reporting by consolidating this report and the~~ An institution of higher education that completes the Higher Education Coordinating Board's Master Plan report is exempt from the provisions of this section. The Bond Review Board shall utilize information obtained from the Higher Education Coordinating Board's Master Plan report, to the greatest extent possible. *UNT System requests the modification of this section as regulatory relief. The Texas Higher Education Coordinating Board (THECB) collects capital information from institutions of higher education. The Legislature has previously instructed the Bond Review Board (BRB) and THECB to consolidate reporting to the greatest extent possible. Rather than having institutions prepare two reports, the BRB should use information obtained from THECB and work with THECB to incorporate any required information not currently available into the existing Master Plan report.*

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

Article IX, Section 13.11	IX-67	**Sec. 13.11. Reporting of Federal Homeland Security Funding.** All state agencies and institutions 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 of higher education, or local units of government. (3) This section does not apply to institutions or agencies of higher education that do not receive an appropriation of federal homeland security funding in this Act. *UNT System requests the modification of this rider to be limited to agencies and institutions of higher education that receive federal funding for Homeland Security appropriated through the General Appropriations Act.*

Article IX, Section 17.10 (Paragraphs (b)(10) and (f) only)	IX-82 to IX-84	**Sec. 17.09. Contract Management and Oversight.** *(Paragraph (a) omitted due to space considerations)* (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: *(intervening provisions (1) to (9) omitted due to space considerations)* (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> *(subsequent paragraphs omitted due to space considerations)* *UNT System requests the change to this requirement to reflect current statute. Pursuant to SB 799, 87th Leg RS, Section 7, which amended Government Code, Section 2155.089(c), contracts entered into by institutions of higher education are statutorily excluded from the requirement to include VPTS. Accordingly, changes are proposed to specifically exempt institutions of higher education from provision (b)(10).*

Article IX, Section 17.11	IX-84	**Sec. 17.10. 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> *UNT System requests the change to this requirement as regulatory relief.*

Agency Code: **769** Agency: **University of North Texas System Administration**

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

A. Fiscal Year - HUB Expenditure Information

Statewide HUB Goals	Procurement Category	% Goal	HUB Expenditures FY 2020 % Actual	Diff	Actual $	Total Expenditures FY 2020	% Goal	HUB Expenditures FY 2021 % Actual	Diff	Actual $	Total Expenditures FY 2021
11.2%	Heavy Construction	11.2 %	0.0%	-11.2%	$0	$0	11.2 %	0.0%	-11.2%	$0	$0
21.1%	Building Construction	21.1 %	22.7%	1.6%	$2,709,940	$11,916,766	21.1 %	33.0%	11.9%	$8,995,343	$27,288,441
32.9%	Special Trade	32.9 %	0.0%	-32.9%	$0	$166,256	32.9 %	11.5%	-21.4%	$32,905	$285,392
23.7%	Professional Services	23.7 %	20.2%	-3.5%	$391,308	$1,935,898	23.7 %	28.2%	4.5%	$587,255	$2,083,337
26.0%	Other Services	26.0 %	14.0%	-12.0%	$1,129,953	$8,051,730	26.0 %	25.5%	-0.5%	$1,762,404	$6,920,762
21.1%	Commodities	21.0 %	29.5%	8.5%	$1,030,124	$3,486,527	21.0 %	57.8%	36.8%	$2,311,283	$4,000,307
	Total Expenditures		**20.6%**		**$5,261,325**	**$25,557,177**		**33.7%**		**$13,689,190**	**$40,578,239**

B. Assessment of Attainment of HUB Procurement Goals

Attainment:

The University of North Texas System (UNT System) attained or exceeded 2 of 5 of the applicable statewide HUB procurement goals in fiscal year 2020. UNT attained or exceeded 3 of 5 of the applicable statewide HUB procurement goals in fiscal year 2021.

Applicability:

The category of Heavy Construction is not applicable to the agency's operations because we do not have programs or projects related to this field. Any spending in this category represents a miscoding during the procurement phase.

Factors Affecting Attainment:

UNT System Administration makes many specialized purchases and contractual agreements throughout the fiscal year which do not normally include sufficient opportunity for HUB utilization. The expenditures include banking/finance, government relations, and consulting. These and other services often require specialized knowledge, skills and experience. Due to the specialization required, and the Small Business Administration size limits associated with the HUB program, there are few, if any, HUB vendors in these fields.

C. Good-Faith Efforts to Increase HUB Participation

Outreach Efforts and Mentor-Protégé Programs:

For the 2020-21 biennium, UNTS had 14 current mentor-protégé relationship and have 560 instances of community outreach with another 300 instances of institutional in-reach. UNTS took nine representatives from across our System to Senator West’s Spot Bid Fair and will continue our presence at future events .

Agency Code: **769** Agency: **University of North Texas System Administration**

HUB Program Staffing:

The UNTS is well staffed to meet the needs of our HUB program. UNTS employs a Chief Procurement Officer, Sr. Director and System HUB Coordinator, Assistant HUB Coordinator, and a HUB Specialist that support HUB operations across the System. In addition, we have recently stood up a Strategic Sourcing team that have as part of their job duties and performance appraisal, a significant proportional dedication to HUB to ensure we are considering HUB from inception of a purchasing requirement. Each UNTS institution have various staff members that support institutional HUB initiative as well.

Current and Future Good-Faith Efforts:

At UNTS, we are devoted to a “Think HUB First” strategy in all procurement related activities. As stated in the HUB program staffing, we have ample support across our System in dedicated and proportionally dedicated staff to ensure that HUB is considered in every aspect of our procurement strategy. Some strategies we are considering implementing are Net15 payment terms to help HUB suppliers with cash flow requirements; requiring three HUB quotes instead of the currently required two; and requirements to use HUB vendors for purchases under a specified dollar amount. These are just a few of the strategies that UNTS is considering to ensure we continue to be a statewide leader in HUB utilization.

University of North Texas System Administration (769)

Estimated Funds Outside the Institution's Bill Pattern

2022–23 and 2024–25 Biennia

	2022-23 Biennium				2024-25 Biennium			
	FY 2022 Revenue	FY 2023 Revenue	Biennium Total	Percent of Total	FY 2024 Revenue	FY 2025 Revenue	Biennium Total	Percent of Total
APPROPRIATED SOURCES INSIDE THE BILL PATTERN								
State Appropriations (excluding HEGI & State Paid Fringes)	$ 5,915,495	$ 5,921,670	$ 11,837,165		$ 5,917,695	$ 5,916,158	$ 11,833,853	
Tuition and Fees (net of Discounts and Allowances)	-	-	-		-	-	-	
Endowment and Interest Income	-	-	-		-	-	-	
Sales and Services of Educational Activities (net)	-	-	-		-	-	-	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Other Income	-	-	-		-	-	-	
Total	5,915,495	5,921,670	11,837,165	51.3%	5,917,695	5,916,158	11,833,853	51.3%
APPROPRIATED SOURCES OUTSIDE THE BILL PATTERN								
State Appropriations (HEGI & State Paid Fringes)	$ 1,979,654	$ 2,039,043	$ 4,018,697		$ 2,100,215	$ 2,163,221	$ 4,263,436	
Higher Education Assistance Funds	-	-	-		-	-	-	
Available University Fund	-	-	-		-	-	-	
State Grants and Contracts	-	-	-		-	-	-	
Total	1,979,654	2,039,043	4,018,697	17.4%	2,100,215	2,163,221	4,263,436	18.5%
NON-APPROPRIATED SOURCES								
Tuition and Fees (net of Discounts and Allowances)	$ -	$ -	$ -		$ -	$ -	$ -	
Federal Grants and Contracts	-	-	-		-	-	-	
State Grants and Contracts	-	-	-		-	-	-	
Local Government Grants and Contracts	-	-	-		-	-	-	
Private Gifts and Grants	-	-	-		-	-	-	
Endowment and Interest Income	-	-	-		-	-	-	
Sales and Services of Educational Activities (net)	-	-	-		-	-	-	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Professional Fees (net)	-	-	-		-	-	-	
Auxiliary Enterprises (net)	3,000,160	3,150,168	6,150,327		3,175,250	3,334,013	6,509,263	
Other Income	500,000	550,000	1,050,000		175,294	175,294	350,588	
Total	3,500,160	3,700,168	7,200,327	31.2%	3,350,544	3,509,307	6,859,851	29.8%
TOTAL SOURCES	$ 11,395,309	$ 11,660,881	$ 23,056,190	100.0%	$ 11,368,454	$ 11,588,686	$ 22,957,139	99.6%

769 University of North 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 %	100.00%					
GR-D/Other %	0.00%					
Total Percentage	100.00%					
FULL TIME ACTIVES						
1a Employee Only		56	56	0	56	112
2a Employee and Children		18	18	0	18	48
3a Employee and Spouse		3	3	0	3	18
4a Employee and Family		15	15	0	15	44
5a Eligible, Opt Out		4	4	0	4	5
6a Eligible, Not Enrolled		7	7	0	7	5
Total for This Section		**103**	**103**	**0**	**103**	**232**
PART TIME ACTIVES						
1b Employee Only		0	0	0	0	0
2b Employee and Children		0	0	0	0	0
3b Employee and Spouse		1	1	0	1	0
4b Employee and Family		0	0	0	0	1
5b Eligble, Opt Out		0	0	0	0	0
6b Eligible, Not Enrolled		0	0	0	0	0
Total for This Section		**1**	**1**	**0**	**1**	**1**
Total Active Enrollment		**104**	**104**	**0**	**104**	**233**

769 University of North 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	0	0	0	0	0
2c Employee and Children	0	0	0	0	0
3c Employee and Spouse	0	0	0	0	0
4c Employee and Family	0	0	0	0	0
5c Eligble, Opt Out	0	0	0	0	0
6c Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	**0**	**0**	**0**	**0**	**0**
PART TIME RETIREES by ERS					
1d Employee Only	0	0	0	0	0
2d Employee and Children	0	0	0	0	0
3d Employee and Spouse	0	0	0	0	0
4d Employee and Family	0	0	0	0	0
5d Eligble, Opt Out	0	0	0	0	0
6d Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	**0**	**0**	**0**	**0**	**0**
Total Retirees Enrollment	**0**	**0**	**0**	**0**	**0**
TOTAL FULL TIME ENROLLMENT					
1e Employee Only	56	56	0	56	112
2e Employee and Children	18	18	0	18	48
3e Employee and Spouse	3	3	0	3	18
4e Employee and Family	15	15	0	15	44
5e Eligble, Opt Out	4	4	0	4	5
6e Eligible, Not Enrolled	7	7	0	7	5
Total for This Section	**103**	**103**	**0**	**103**	**232**

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	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
TOTAL ENROLLMENT					
1f Employee Only	56	56	0	56	112
2f Employee and Children	18	18	0	18	48
3f Employee and Spouse	4	4	0	4	18
4f Employee and Family	15	15	0	15	45
5f Eligble, Opt Out	4	4	0	4	5
6f Eligible, Not Enrolled	7	7	0	7	5
Total for This Section	**104**	**104**	**0**	**104**	**233**

Agency code: **769** Agency name: **UNT System Administration**

	Actual 2021	Actual 2022	Budgeted 2023	Estimated 2024	Estimated 2025
Part A.					
FTE Postions					
Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	114.8	120.9	107.4	107.4	107.4
Subtotal, Directly Appropriated Funds	**114.8**	**120.9**	**107.4**	**107.4**	**107.4**
Non Appropriated Funds Employees	299.6	267.8	320.0	320.0	320.0
Subtotal, Other Funds & Non-Appropriated	**299.6**	**267.8**	**320.0**	**320.0**	**320.0**
GRAND TOTAL	**414.4**	**388.7**	**427.4**	**427.4**	**427.4**

Schedule 8B: Tuition Revenue Bond Issuance History

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

769 University of North Texas System Administration

Authorization Date	Authorization Amount	Issuance Date	Issuance Amount	Authorized Amount Outstanding as of 08/31/2022	Proposed Issuance Date for Outstanding Authorization	Proposed Issuance Amount for Outstanding Authorization
2015	$56,000,000	Jan 6 2017	$56,000,000			
		Subtotal	$56,000,000	$0		

Schedule 8C:
Tuition Revenue Bonds Request by Project
88th Regular Session, Agency Submission, Version 1

Agency Code: 769 Agency Name: **University of North Texas System Administration**

Project Name	Authorization Year	Estimated Final Payment Date	Requested Amount 2024	Requested Amount 2025
Renovations of College of Law Buildings	2015	4/15/2036	$ 4,357,116	$ 4,355,579
			$ -	$ -
			$ -	$ -
			$ -	$ -
			$ -	$ -
			$ -	$ -
			$ -	$ -
			$ 4,357,115.70	$ 4,355,579.20

Schedule 9: Non-Formula Support

88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

769 University of North Texas System Administration

The Federation of North Texas Area Universities

(1) Year Non-Formula Support Item First Funded: 1982

Year Non-Formula Support Item Established: 1982

Original Appropriation: $1

(2) Mission:

The Federation of North Texas Area Universities (The Federation) is a consortium of the University of North Texas (UNT), Texas A&M University at Commerce (TAMU-C), and Texas Woman's University (TWU). The Federation was mandated in 1968 by a resolution of the Texas Higher Education Coordinating Board (THECB) for the purpose of forming a cooperative arrangement among three north Texas institutions: UNT, TAMU-C, and TWU. The purpose of The Federation is to promote cost-effective responses to the expressed need for graduate education in the rapidly growing North Texas region while avoiding unnecessary duplication of faculty , course offerings, and degree programs. The Federation is governed through bylaws and procedures that are approved by the THECB. In 1988, the THECB conducted an assessment of all non-research special items. In its report ot the Texas Legislature, the THECB concluded, "The Federation is the type of cooperative activity between universities that the Coordinating Board has sought to encourage. Special item funding is a cost-effetive way to pay for such an effort."

(3) (a) Major Accomplishments to Date:

1. Provide a wider range of programs than would be offered by a single institution.
2. Provide professional training for faculty and graduate students through collaborative and collective workshops and institutes.

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

Expand the number of federated courses offered.

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

None.

(5) Formula Funding:
N/A

(6) Category:

Instructional Support

(7) Transitional Funding:
N

(8) Non-General Revenue Sources of Funding:

Schedule 9: Non-Formula Support

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

769 University of North Texas System Administration

(9) Impact of Not Funding:

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

Yes.

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

N/A

(12) Benchmarks:

N/A

(13) Performance Reviews:

N/A

Schedule 9: Non-Formula Support
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

769 University of North Texas System Administration

Universities Center at Dallas

(1) Year Non-Formula Support Item First Funded: 1994

Year Non-Formula Support Item Established: 1994

Original Appropriation: $1

(2) Mission:

The mission of the Universities Center at Dallas (UCD) calls for the UCD: (1) to be 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; (2) to not be a free-standing college or university, nor to seek accreditation for course or programs separate from the accreditation provided four courses and programs on the participating institutions' main campuses; (3) to provide coordinated offerings among participating institutions to work to combine offerings across institutional programs ; and (4) to 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.

(3) (a) Major Accomplishments to Date:

1. Maintained status as a Multi-Institutional Teaching Center (MITC) offering courses primarily sponsored by the University of North Texas (UNT), University of North Texas at Dallas (UNTD), and University of Texas at Arlington (UTA).
2. The UNTD College of Law is the largest inhabitant of the UCD, offering a Doctor of Jurisprudence degree at the lowest tuition rate of any institution in the State.

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

The UCD will continue to host courses at participating Universities and will serve as the location of the library for the UNTD College of Law.

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

None.

(5) Formula Funding:
N/A

(6) Category:

Instructional Support

(7) Transitional Funding:
N

(8) Non-General Revenue Sources of Funding:

Participating institutions pay a per-SCH fee for courses taken by their students.

Schedule 9: Non-Formula Support

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

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(9) Impact of Not Funding:

N/A

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

Yes.

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

N/A

(12) Benchmarks:

N/A

(13) Performance Reviews:

N/A