

LEGISLATIVE APPROPRIATIONS REQUEST
For Fiscal Years 2024 and 2025

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

by

The Texas A&M University System Offices



August 5, 2022

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CERTIFICATE

Agency Name The Texas A&M University System

This is to certify that the information contained in the agency Legislative Appropriations Request filed with the Legislative Budget Board (LBB) and the Governor's Office Budget Division (Governor's Office) is accurate to the best of my knowledge and that the electronic submission to the LBB via the Automated Budget and Evaluation System of Texas (ABEST) and the PDF file submitted via the LBB Document Submission application are identical.

Additionally, should it become likely at any time that unexpended balances will accrue for any account, the LBB and the Governor's Office will be notified in writing in accordance with Article IX, Section 7.01 (2022-23 GAA).

Chief Executive Officer or Presiding Judge

Signature

John Sharp

Printed Name

Chancellor

Title

7/20/2022

Date

Board or Commission Chair

Signature

Tim Leach

Printed Name

Chairman, Board of Regents

Title

7/20/2022

Date

Chief Financial Officer

Signature

Billy Hamilton

Printed Name

Executive Vice Chancellor and CFO

Title

7/20/2022

Date

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The Texas A&M University System

Table of Contents

	<u>Page</u>
Administrator's Statement	7
Organizational Chart	14
Summary of Request	
Budget Overview-Biennial Amounts	15
2.A.Summary of Base Request by Strategy	16
2.B. Summary of Base Request by Method of Finance	18
2.C. Summary of Base Request by Object of Expense	20
2.F. Summary of Total Request by Strategy	21
Strategy Requests	
3.A. Strategy Request - System Office Operations	23
3.B Rider Revisions and Additions Request	32
General Revenue(GR) & General Revenue Dedicated (GR-D) Baseline	77
Supporting Schedules	
6.A. Historically Underutilized Business Supporting Schedule	78
6.H. Estimated Funds Outside the Institution's Bill Pattern	80
Higher Education Schedules	
Schedule 2 - Grand Total Educational, General and Other Funds	81
Schedule 3B - Staff Group Insurance Data Elements (UT/A&M)	82
Schedule 4 - Computation of OASI	85
Schedule 5 - Calculation of Retirement Proportionality and ORP Differential	86
Schedule 6 - Capital Funding	87
Schedule 7 - Personnel	88
Schedule 8B - Capital Construction Assistance Projects Issuance History	89
Schedule 8C - Capital Construction Assistance Projects Request by Project	91
Schedule 9 - Non-Formula Support	92

The Texas A&M University System

Schedules Not Included

For the Schedules identified below, Texas A&M University System Offices has no information to report or the schedule is not applicable. These schedules have been excluded from the Texas A&M University System Offices legislative appropriations for the 2024-2025 biennium.

Summary of Request

- 2C.1. Operating Cost detail-Base Request
- 2D. Summary of Base Request Objective Outcomes
- 2E. Summary of Exceptional Items Request
- 2G. Summary of Total Request Objective Outcomes
- 3C. Rider Appropriations and Unexpended Balances Request
- 4A Exceptional Item Request Schedule
- 4B Exceptional Items Strategy Allocation Schedule
- 4C Exceptional items Strategy Request
- 5.A-E. Capital Budget Project Schedules

Supporting Schedules

- 6.C. Federal funds Supporting Schedule
- 6.D. Federal funds Tracking Schedule
- 6.E. Estimated Revenue Collections Supporting Schedule
- 6.F.a. Advisory Committee Supporting Schedule Part A
- 6.F.b. Advisory Committee Supporting Schedule Part B
- 6.K. Part A & B Budgetary Impacts and Summary of Costs Related to Recently Enacted State Legislation Schedule
- 7.A. Indirect Administrative and Support Costs
- 7.B. Direct Administrative and Support Costs
- Part 8. Summary of Request for Capital Project Financing

Higher Education Schedules

- Schedule 1A - Other Educational and General Income
- Schedule 3A - Staff Group Insurance Data Element (ERS)
- Schedule 3D Group Insurance Data Element (Supplement)
- Schedule 8A Tuition Revenue Bond Projects

710 Texas A&M University System Administrative and General Offices

The people of The Texas A&M University System can be found filling many of the most critical roles in our society. Whether it's teaching, training, researching or rescuing, when there is need for someone to serve the greater good, we are there.

The students, faculty and staff at the A&M System's 11 universities are drawn to the Texas A&M System institutions out of a drive to learn, to serve and to improve the world around them. The employees of the eight state agencies within our System share the same sense of duty. The result is a unique and special organization with mission-oriented people who are capable of achieving worthy goals to improve the lives of Texans while serving as a major force in the state's economy.

The land grant heritage of the Texas A&M System defines who we are today: a university system dedicated to serving the people and economy of our great state. Below are some examples of our work to expand educational opportunities:

- The Texas A&M System institutions have grown enrollments by over 3,400 students in the last five years (Fall 2016 to Fall 2021); we will continue to grow in Fall 2022 and beyond, as we do our part to fulfill the state's goal to expand higher education to more Texans.
- Texas A&M System enrollment comprises 11.2 percent African American students and 31.8 percent Hispanic students.
- Texas A&M University-College Station is the seventh federally-designated Hispanic Serving Institution in The Texas A&M University System, joining Texas A&M International University, Texas A&M University-Corpus Christi, Texas A&M University-Kingsville, Texas A&M University-Central Texas, Texas A&M University-San Antonio and West Texas A&M University.
- In Fall 2021, more than 35,000 students are age 25 or older.
- The number of degrees awarded across the System increased by over 15% to 38,579 degrees in 2021, and our 4-year graduation rate has increased over 6 percentage points from 38% to 44.5%.

Research has grown by 30 percent over the last five years to a total of \$1.3 billion in research expenditures in FY 2021. Texas A&M University rose by eight positions in the National Science Foundation's (NSF) latest annual rankings for total research and development (R&D) expenditures among U.S. institutions, ascending from 22nd to 14th in NSF rankings

RELLIS

State leaders have recognized the Texas A&M System for its work to educate Texans, but we strive to do even more. That is why the members of the Board of Regents and Chancellor Sharp created a truly unique concept in higher education in REllis, a special campus which is a natural extension of our land grant mission of expanding higher education and research opportunities to more Texans. The REllis campus is a collaborative ecosystem built to foster advanced research, technology development, testing and evaluation, higher education, and hands-on career training. REllis partners with corporate, government, military and educational partners for applied research opportunities.

The 2,300-acre campus features a million square feet of labs and offices. With financial support from the State of Texas, the U.S. Army and others, the A&M System has invested \$900 million in the REllis campus since 2016. Key research facilities include the Texas A&M Transportation Institute (TTI), the Center for Infrastructure Renewal (CIR), and the George H.W. Bush Combat Development Complex (BCDC).

The REllis Academic Alliance is a collaborative effort between the Blinn College District and Texas A&M System's universities which began enrolling students in associates and bachelor's degree academic programs in the Fall of 2018. This collaborative effort allows us to provide a seamless transfer process for community college students interested in earning a bachelor's degree, all in one location. As of Fall 2020, all A&M System regional universities have a presence at the REllis Campus through one or more academic programs. Collectively, they offer 25 bachelor's degree programs tailored to the needs of students from Brazos County and the entire state and boast the 3rd most affordable tuition in the state of Texas.

Administrator's Statement

8/4/2022 4:11:19PM

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

710 Texas A&M University System Administrative and General Offices

RELLIS is home to the George H. W. Bush Combat Development Center (BCDC), which is part of an agreement between the A&M System and U.S. Army Futures Command with support from state appropriations. BCDC facilities include the Innovation Proving Ground (IPG), The Research Integration Center (RIC), and will soon house the largest enclosed hypersonic testing facility in the nation -- the Ballistic, Aero-Optics, and Materials (BAM) testing range. These facilities will enable multidisciplinary research and prototype testing as the Army accelerates high-tech development for next-generation battlefield readiness. Further, the A&M System's state agencies provide workforce development and training at the RELLIS Campus, with training and certificate programs in areas such as construction skills, safety, utilities, equipment operation, cybersecurity and much more.

In May, the Texas A&M University System opened one of the nation's largest 5G research testbeds on its RELLIS Campus. This giant 5G testbed extends the horizon for university researchers, government and industry. The testbed adds to the impressive array of new Texas A&M System research facilities at RELLIS.

FORT WORTH

One of the A&M System's key initiatives is expanding our presence in Fort Worth. Leaders of Fort Worth's government and prominent members of the business community invited the Texas A&M System to create a research campus to spur innovation and business development. Working with Fort Worth leaders, the A&M System has identified programs in areas of interest, including: emergency response communication, medical technologies, advanced manufacturing, nutrition, biotechnology, medical laboratory science and nursing. Near-term plans for the campus include a new building for the law school and a research and innovation center.

Additionally, Texas A&M University's College of Engineering has partnered with Tarrant County College (TCC) to establish an Engineering Academy at TCC. Students at the Engineering Academy would be co-enrolled in TCC and Texas A&M and would take basic courses from TCC faculty while A&M professors would teach the engineering courses. The students then would transfer to the College Station campus to complete their bachelor's degree. We have established this successful model partnership in seven of the state's community colleges.

AGENCIES

Our state agencies are an integral part of the fabric that makes up the Texas A&M System, and they help us achieve our land grant mission. The eight agencies include: Texas A&M AgriLife Research, Texas A&M AgriLife Extension, Texas A&M Engineering Experiment Station, Texas A&M Transportation Institute, Texas A&M Engineering Extension Service, Texas A&M Forest Service, Texas A&M Veterinary Medical Diagnostic Laboratory and the Texas Division of Emergency Management. With a direct presence in all 254 Texas counties, A&M System Agencies offer research, training and service to the state's citizens to improve the social, economic, educational, and health status of Texans, while also supporting statewide disaster preparedness and response.

The agencies also are called upon often to respond to the needs of Texans and fellow Americans in times of disaster. Our unique network of highly trained employees -- which includes those from the acclaimed Texas A&M Task Force One and the Texas A&M Forest Service -- rush to serve people, animals, and property when endangered by wildfires, hurricanes, floods and other disasters whenever and wherever they occur. Texas A&M AgriLife Extension is there to help communities as they go through the long recovery process. It is also beneficial to the state that the Texas A&M System's dedication to serve community and national interests extends to other states and into cyberspace. We help manage the nation's nuclear weapons arsenal at the Los Alamos National Laboratory in New Mexico. Further, the Texas A&M System leads other institutions of higher education in the cybersecurity arena. Our vigilant work addresses cyber-threats and safeguards sensitive research, and consequently has become recognized as a model for other institutions of higher education. Agencies within the U.S. Department of Defense have bestowed awards upon the A&M System several times in the past few years, for our work to protect classified information and keep it out of the hands of foreign governments who seek to steal it.

710 Texas A&M University System Administrative and General Offices

AFFORDABILITY, ACCESS and ACCOUNTABILITY

The Texas A&M University System Board of Regents is very focused on making a college education affordable for all Texans, while making accessibility and fairness the highest priority. As part of this dedication, the System's Board will not increase tuition and fees for any of its institutions for Fall 2022. The decision applies to all universities in the Texas A&M System. Even facing steep inflation pressures in our own operating budgets, we recognize inflation's effect on families and students as well. Our Board is continuing to assess strategies on affordability, and further updates will be provided when available. Like all public institutions, the A&M System depends on the partnership and support of the state to keep tuition and fee increases at bay.

TAMUS REQUESTS

Texas' future depends on a well-educated population and strong workforce. A robust higher education sector is essential to ensuring the long-term economic growth and resiliency of our state. However, to ensure this growth, we must do more to address the issues of college affordability and accessibility. Increasingly, qualified students--including top ten-percent students--are not enrolling and graduating from college. At the Texas A&M University System, we are committed to addressing these issues, but we need the resources to help these young people access a four-year university degree, and set themselves and their families up for a lifetime of success.

Over the last few decades, state appropriations have declined as a share of the cost of education. In 1982, the state provided over 83 percent of the cost for a full-time student at a Texas A&M System institution; today it provides less than 40 percent. At the same time, financial aid funds have been stagnant or declining. We are acutely aware that in our current post-COVID and high inflation environment, affordability is increasingly important to our students. The A&M System Board of Regents recognizes the challenges facing our students and families and will not raise tuition and fees for Fall 2022. However, our institutions are facing steep increases in every area, from employee health insurance to fuel to labor costs. Additionally, the state's funding strategy for higher education has shifted over the last decade, and lawmakers have added unfunded mandates like the Hazelwood legacy program and have reduced support for our employees' health insurance.

College looks very different in 2022 than it did even a decade or two ago, and requires much more in the way of both personal, hands-on support for students and expensive technology such as learning management and student information systems. In the face of declining state support for institutions and students, higher education must simultaneously meet the increasingly complex needs of our students. The expanding needs of pandemic-era students have meant our faculty and staff must provide a broader set of services to support them, especially in the area of mental health, advising, tutoring, supplemental instruction, and financial planning, just to name a few.

In order to keep higher education both accessible and affordable for students, while meeting these increasing needs, higher education in Texas needs additional state investment. With increased support from the state, the Texas A&M System will commit to continue to implement cost saving measures, seek efficiencies in how we provide our services, and keep tuition and fees as low as possible for our students, all while providing a high quality education that will prepare them for the workforce. However, all of this depends on the support from the state as detailed below:

Formulas – Funding for educating our students comes almost entirely from two sources, General Revenue (GR) from the state and our students' tuition and fees, but these funding streams are inversely related. Formula funding accounts for 80 percent of our institutions' net GR appropriations and is not keeping pace on a per SCH basis as enrollments grow. And that is without considering our current high inflation environment. As the support from the state has declined, our tuition and fees have increased to allow us to fund teaching and support for students, preparing them for entry into the workforce. Consistent formula appropriations that fund student enrollment growth and inflation are needed to avoid adverse impacts on students' success. Our highest priority is additional funding in the formulas to cover student enrollment growth through the Fall 2022 semester in the base bill and additional funding for student enrollment increases in the Spring 2023 semester. Additional funding provided through the formulas, over and above covering the cost of enrollment growth, will help offset inflation and the resulting pressure on tuition and fees, thereby keeping costs more affordable for our students.

Administrator's Statement

8/4/2022 4:11:19PM

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

710 Texas A&M University System Administrative and General Offices

Performance Based Funding for Comprehensive Regional Universities – The 87th Legislature recognized the importance of the state's 27 Comprehensive Regional Universities by passing SB1295, and using federal funding to support this legislation. For the upcoming biennium, we request \$80 million in General Revenue to provide two years of performance funding to continue student support programs at our Comprehensive Regional Universities. This amount would provide \$250,000 in base funding and \$1,000 per at-risk student per year. With this support, these institutions can help address the state's decline in direct enrollment from high school to college and close the gap in these institutions' graduation rates compared to the emerging research and research institutions. Increasing regionals' college enrollment and graduation rates will add more skilled employees to the workforce and improve regional economies.

A&M System Agencies Base Funding – Keeping Texas Prepared – Over the last decade, and particularly in response to Hurricane Harvey and the COVID-19 pandemic, the A&M System Agencies have been tapped to help meet Texas' emergency preparedness and response to hurricanes, tornados, flooding, wildfires, the pandemic, and other events. All of this while continuing to fulfill their ongoing research and service missions to improve the lives of Texans.

While base funding is provided to institutions of higher education by the state through both formula and non-formula support, there is no mechanism to provide base funding to our agencies or to address increased need for their services as the state's population grows. These agencies are rapidly reaching the point where they cannot keep up. They are facing high turnover, difficulty in attracting qualified applicants, low salaries, high fuel costs, and decades-high inflation for other operating costs.

Four of our service agencies – Texas A&M AgriLife Extension Service, Texas A&M Forest Service, Texas A&M Veterinary Medical Diagnostic Laboratory, and Texas A&M Engineering Extension Service – are asking for an increase to their base funding to address years of declining purchasing power through a set of exceptional item requests - **Keeping Texas Prepared**. This funding will help these agencies maintain their level of service to Texans in the areas of training and workforce development, testing and disease surveillance, extension education, and emergency response. In short, these funds will help our agencies Keep Texas Prepared.

Higher Education Group Health Insurance – Declining state support for our employees' health insurance over the last several biennia has required our institutions to cover these additional costs. We request funding to cover increases in covered enrollments and in health care costs. We also request restoration of the over 20 percent gap in funding for our employees compared to state employees in the ERS group plan. Currently the Texas A&M System group health plan only receives 78.2% of the funding for our employees and retirees that ERS receives for their employees and retirees. This gap has widened over time, while health care premiums have increased. Until now we have covered the unfunded gap for our institutions with A&M System health plan reserves when possible but that is no longer becoming an option. We cannot pass these costs on to our employees in this climate, and the only other choices are to make unplanned budget reductions, reduction to plan benefits, increase tuition and fees, or to increase the cost dramatically to our employees. Additional funding to cover the state's proportional share of health insurance will help the A&M System keep costs lower and thus make higher education more affordable for our students.

Student Mental Health – Even prior to the pandemic, we were experiencing an increased need for mental health services for our students. The COVID-19 pandemic has magnified this need. We are asking for financial support from the state to help meet this critical threat to our students' well-being. We need additional counselors, expanded modes of services, and increased technology resources such as telehealth or use of a mental health app, to meet the growing demand for mental health services for our students.

Hazlewood Legacy Program - In FY 2021, A&M System universities waived \$44.2 million in legacy exemptions and received \$5.9 million in state reimbursement, which was 13.3% of the cost. The cost of educating these students is shifted to other students and the average cost of the Hazlewood waiver to other students across our system is estimated to be \$270 per non-legacy student per year. Veteran friendly universities with proportionally higher legacy enrollments have an outsized burden when it comes to Hazlewood, including nine of our academic institutions that have a higher proportion of legacy students than the statewide average. We request an increase in state support for reimbursing universities for their legacy Hazlewood costs. Again, state support will help to keep costs lower and therefore keep higher education more affordable for our students.

710 Texas A&M University System Administrative and General Offices

Student Financial Aid – Increased support for student financial aid is vitally important to help students enroll in higher education and graduate with lower debt . For the 2022-23 biennium, TEXAS grants cover only 68 percent of eligible students and federal PELL grants have been stagnant, now covering only 26 percent of the cost of education – down from 75 percent when the program began. We request increases to TEXAS grants and other financial aid programs to serve more students and provide for a larger share of their tuition and fees so students do not have to turn to loans to cover their unmet needs . This increased financial aid needs to be in conjunction with additional funding into the formulas. Financial aid is used by students to pay their tuition and fees, and is not a substitute for state funding of the formulas.

Capital Funding – We are very appreciative of the commitment the 87th Legislature made to higher education with the authorization for facilities to address our critically needed classrooms and labs. Providing two years of GR debt service appropriations for the 2024-25 biennium is of utmost importance to keep those projects on track.

Each of our institutions has prepared a request for their next critical capital construction assistance project if those requests are to be considered. However, our top priority remains funding for our formulas and reversal of the overall erosion in state support due to Hazlewood and other policy decisions. It is vital that our universities receive the state funding needed to help us keep costs lower and make higher education more affordable for our students .

System Requests - We recognize the state faces significant budget pressures and economic uncertainty, but at the same time it is important to convey the needs of our institutions and agencies so that we can continue to grow to meet the needs of Texas and contribute to state goals . While the A&M System Offices does not have any exceptional item requests, there are many requests from our institutions and agencies that address important state problems, workforce needs, and student outcomes. The details of these exceptional items are laid out in the individual legislative appropriations requests.

Other Matters

Background Checks - As authorized by state law (Education Code and Government Code), and federal law (Fair Credit Reporting Act and Fair Chance Act), The Texas A&M University System conducts pre-employment criminal history background checks on all finalists for System Office positions. Current System Office employee's criminal history record information is subject to review at any time as permitted by law. Prospective and current employees have the opportunity, in accordance with applicable law, to request, receive, review, and correct information collected as a result of these criminal history background checks.

Programs Recommended for Consolidation or Elimination by the THECB

Pursuant to Sec. 61.0512(f), Education Code, the following is a list of programs the Texas Higher Education Coordinating Board recommended for consolidation or elimination that the A&M System Board of Regents approved for continuation: (1) Prairie View A&M – Clinical Adolescent Psychology PhD closed, redesigned, and reopened as a new program, and is on track to meet requirements; (2) Texas A&M International – Bilingual Education MS has been redesigned and will be reassessed in 2023; (3) Texas A&M Corpus Christi – Early Childhood Education MS has been redesigned and is expected to be removed from the LPP list by 2025; (4) Texas A&M Kingsville – Spanish BA has shown progress and the Bilingual Education program relies on the upper division Spanish courses ; (5) Texas A&M Kingsville – General Business Administration BBA students often transfer to more specific majors and the program requires no additional courses or faculty ; (6) Texas A&M Texarkana – Political Science BS graduates have increased, and the trend is expected to continue; (7) Texas A&M Texarkana – History MS is on track to meet or exceed requirements due to increased recruiting and added flexibility; (8) West Texas A&M – Art BA/BS uses the same courses and faculty as the BFA with no increased costs and combined graduations from all three programs significantly exceeds minimums; (9) West Texas A&M – Studio Art MFA is a “terminal” studio program and meets the standard for terminal degree programs. This is a nationally renowned program and will continue as part of the mission of the university.

Administrator's Statement

8/4/2022 4:11:19PM

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

710 Texas A&M University System Administrative and General Offices

Board of Regents

Tim Leach, Midland, Chairman, 2023

Bill Mahomes, Dallas, Vice Chairman, 2021

Robert L. Albritton, Fort Worth, 2027

James R. "Randy" Brooks, San Angelo, 2027

Jay Graham, Houston, 2025

Michael A. "Mike" Hernandez III, Fort Worth, 2025

Elaine Mendoza, San Antonio, 2023

Michael J. Plank, Houston, 2025

Cliff Thomas, Victoria, 2023

Demetrius L. Harrell, Jr., Texas A&M University – Commerce, Student Regent, May 2023

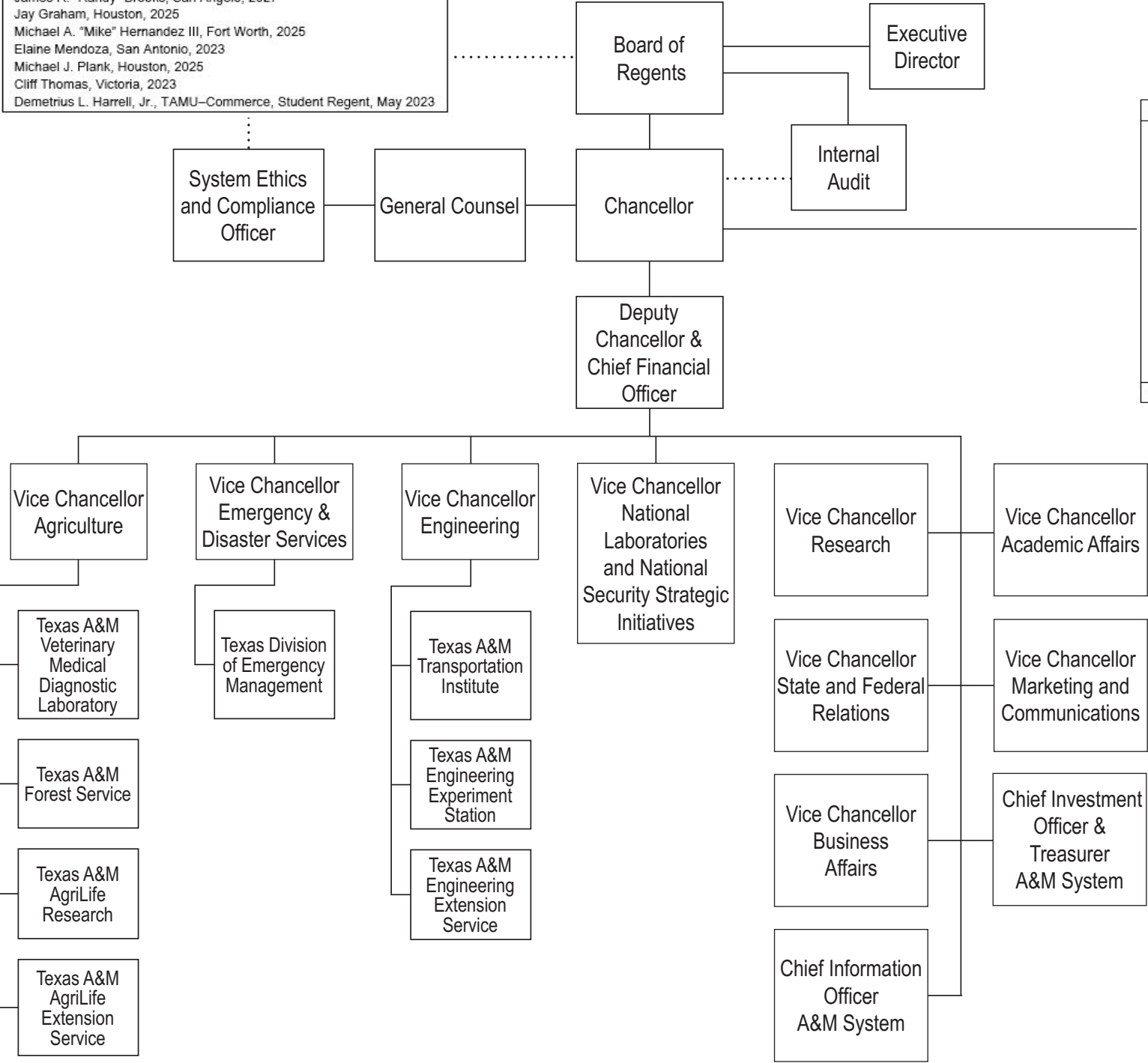
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The Texas A&M University System

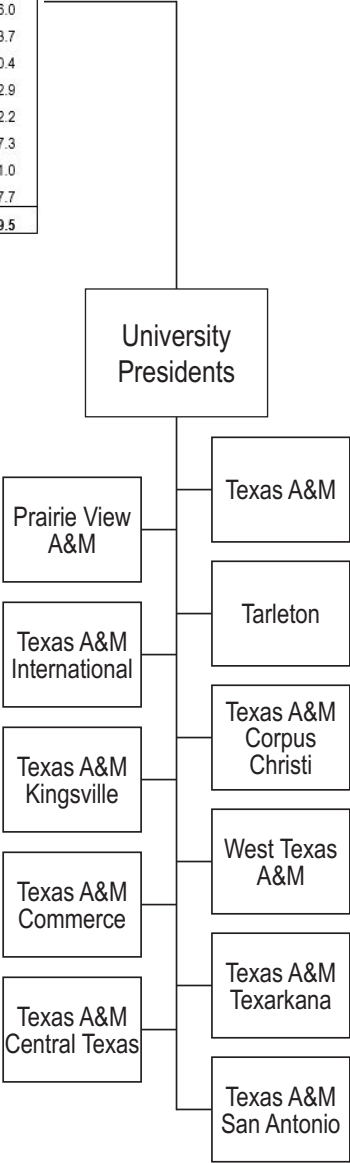
ORGANIZATIONAL CHART



Board of Regents
Tim Leach, Midland, Chairman, 2023
Bill Mahomes, Dallas, Vice Chairman, 2021
Robert L. Albritton, Fort Worth, 2027
James R. "Randy" Brooks, San Angelo, 2027
Jay Graham, Houston, 2025
Michael A. "Mike" Hernandez III, Fort Worth, 2025
Elaine Mendoza, San Antonio, 2023
Michael J. Plank, Houston, 2025
Cliff Thomas, Victoria, 2023
Demetrius L. Harrell, Jr., TAMU–Commerce, Student Regent, May 2023



Administrative Units:	FTE's
Board of Regents	6.5
Chancellor	10.3
Deputy Chancellor & CFO	7.9
Internal Audit	27.7
General Counsel	35.9
System Ethics and Compliance Officer	6.0
Vice Chancellor Research Office	3.7
Vice Chancellor State and Federal Relations	10.4
Vice Chancellor Business Affairs	102.9
Chief Information Officer A&M System	42.2
Vice Chancellor Academic Affairs	7.3
Vice Chancellor for Marketing and Communications	11.0
Chief Investment Officer & Treasurer of A&M System	7.7
Total FTE's (FY 2022)	279.5



Functions of the Administrative Units:

Under the direction of the Board of Regents and Chancellor, The A&M System Office provides leadership and certain shared services for the system institutions including (but not limited to) financial, legal, auditing, and administrative services, academic and student program coordination, and HUB reporting, and oversight of board policy implementation.

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

710 Texas A&M University System Administrative and General Offices
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: 2. Provide Infrastructure Support												
2.1.2. Ccap Revenue Bonds			7,572,050								7,572,050	
Total, Goal			7,572,050								7,572,050	
Goal: 3. Provide Non-formula Support												
3.1.1. Scholarships		1,463,052	1,463,052							1,463,052	1,463,052	
Total, Goal		1,463,052	1,463,052							1,463,052	1,463,052	
Total, Agency		1,463,052	9,035,102							1,463,052	9,035,102	
Total FTEs										104.9	104.9	0.0

2.A. Summary of Base Request by Strategy
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

7/25/2022 4:09:28PM

710 Texas A&M University System Administrative and General Offices

Goal / Objective / STRATEGY			Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
2 Provide Infrastructure Support							
1 Provide Operation and Maintenance of E&G Space							
2 CCAP REVENUE BONDS			0	0	0	3,786,025	3,786,025
TOTAL, GOAL 2			\$0	\$0	\$0	\$3,786,025	\$3,786,025
3 Provide Non-formula Support							
1 INSTRUCTIONAL SUPPORT							
1 SCHOLARSHIPS			652,998	731,526	731,526	731,526	731,526
3 Public Service							
1 TASK FORCE			40,026	0	0	0	0
TOTAL, GOAL 3			\$693,024	\$731,526	\$731,526	\$731,526	\$731,526
TOTAL, AGENCY STRATEGY REQUEST			\$693,024	\$731,526	\$731,526	\$4,517,551	\$4,517,551
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*						\$0	\$0
GRAND TOTAL, AGENCY REQUEST			\$693,024	\$731,526	\$731,526	\$4,517,551	\$4,517,551

2.A. Summary of Base Request by Strategy

7/25/2022 4:09:28PM

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

710 Texas A&M University System Administrative and General Offices

Goal / Objective / STRATEGY	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
<u>METHOD OF FINANCING:</u>					
General Revenue Funds:					
1 General Revenue Fund	693,024	731,526	731,526	4,517,551	4,517,551
SUBTOTAL	\$693,024	\$731,526	\$731,526	\$4,517,551	\$4,517,551
TOTAL, METHOD OF FINANCING	\$693,024	\$731,526	\$731,526	\$4,517,551	\$4,517,551

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

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

8/5/2022 12:09:12PM

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 710		Agency name: Texas A&M University System Administrative and General Offices				
METHOD OF FINANCING		Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
<u>GENERAL REVENUE</u>						
<u>1</u>	General Revenue Fund					
	<i>REGULAR APPROPRIATIONS</i>					
	Regular Appropriations from MOF Table (2020-21 GAA)	\$770,027	\$0	\$0	\$0	\$0
	Regular Appropriations from MOF Table (2022-23 GAA)	\$0	\$731,526	\$731,526	\$0	\$0
	Regular Appropriations from MOF Table (2024-2025 REQ)	\$0	\$0	\$0	\$4,517,551	\$4,517,551
	<i>SUPPLEMENTAL, SPECIAL OR EMERGENCY APPROPRIATIONS</i>					
	HB 2, 87th Leg, Regular Session	\$(77,003)	\$0	\$0	\$0	\$0
TOTAL,	General Revenue Fund	\$693,024	\$731,526	\$731,526	\$4,517,551	\$4,517,551
TOTAL, ALL	GENERAL REVENUE	\$693,024	\$731,526	\$731,526	\$4,517,551	\$4,517,551

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

8/5/2022 12:09:12PM

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:	710	Agency name:	Texas A&M University System Administrative and General Offices			
METHOD OF FINANCING		Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
GRAND TOTAL		\$693,024	\$731,526	\$731,526	\$4,517,551	\$4,517,551
FULL-TIME-EQUIVALENT POSITIONS						
REGULAR APPROPRIATIONS						
Regular Appropriations from MOF Table (2020-21 GAA)		104.9	104.9	104.9	0.0	0.0
Regular Appropriations from MOF Table (2024-2025 REQ)		0.0	0.0	0.0	104.9	104.9
UNAUTHORIZED NUMBER OVER (BELOW) CAP						
Adjusted		(9.1)	0.0	0.0	0.0	0.0
TOTAL, ADJUSTED FTES		95.8	104.9	104.9	104.9	104.9
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

7/25/2022 4:12:06PM

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

710 Texas A&M University System Administrative and General Offices

OBJECT OF EXPENSE	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
2008 DEBT SERVICE	\$0	\$0	\$0	\$3,786,025	\$3,786,025
2009 OTHER OPERATING EXPENSE	\$40,026	\$0	\$0	\$0	\$0
3001 CLIENT SERVICES	\$652,998	\$731,526	\$731,526	\$731,526	\$731,526
OOE Total (Excluding Riders)	\$693,024	\$731,526	\$731,526	\$4,517,551	\$4,517,551
OOE Total (Riders)					
Grand Total	\$693,024	\$731,526	\$731,526	\$4,517,551	\$4,517,551

2.F. Summary of Total Request by Strategy
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/3/2022
TIME : 9:40:29AM

Agency code: 710 Agency name: Texas A&M University System Administrative and General Offices

Goal/Objective/STRATEGY	Base 2024	Base 2025	Exceptional 2024	Exceptional 2025	Total Request 2024	Total Request 2025
2 Provide Infrastructure Support						
1 Provide Operation and Maintenance of E&G Space						
2 CCAP REVENUE BONDS	\$3,786,025	\$3,786,025	\$0	\$0	\$3,786,025	\$3,786,025
TOTAL, GOAL 2	\$3,786,025	\$3,786,025	\$0	\$0	\$3,786,025	\$3,786,025
3 Provide Non-formula Support						
1 INSTRUCTIONAL SUPPORT						
1 SCHOLARSHIPS	731,526	731,526	0	0	731,526	731,526
3 Public Service						
1 TASK FORCE	0	0	0	0	0	0
TOTAL, GOAL 3	\$731,526	\$731,526	\$0	\$0	\$731,526	\$731,526
TOTAL, AGENCY STRATEGY REQUEST	\$4,517,551	\$4,517,551	\$0	\$0	\$4,517,551	\$4,517,551
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	\$4,517,551	\$4,517,551	\$0	\$0	\$4,517,551	\$4,517,551

2.F. Summary of Total Request by Strategy
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/3/2022
TIME : 9:40:29AM

Agency code: 710		Agency name: Texas A&M University System Administrative and General Offices					
Goal/Objective/STRATEGY		Base 2024	Base 2025	Exceptional 2024	Exceptional 2025	Total Request 2024	Total Request 2025
General Revenue Funds:							
1	General Revenue Fund	\$4,517,551	\$4,517,551	\$0	\$0	\$4,517,551	\$4,517,551
		\$4,517,551	\$4,517,551	\$0	\$0	\$4,517,551	\$4,517,551
TOTAL, METHOD OF FINANCING		\$4,517,551	\$4,517,551	\$0	\$0	\$4,517,551	\$4,517,551
FULL TIME EQUIVALENT POSITIONS		104.9	104.9	0.0	0.0	104.9	104.9

710 Texas A&M University System Administrative and General Offices

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

Service Categories:

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

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)

TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)

FULL TIME EQUIVALENT POSITIONS:	95.8	104.9	104.9	104.9	104.9
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STRATEGY DESCRIPTION AND JUSTIFICATION:

Under the direction of the Board of Regents and Chancellor, The A&M System Office provides leadership and certain shared services for the system institutions including (but not limited to) financial, legal, auditing, and administrative services, academic and student program coordination, and HUB reporting, and oversight of board policy implementation. This strategy is to include FTE's for the System Office Operations Strategy even though we do not get appropriations for operational funding .

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

710 Texas A&M University System Administrative and General Offices

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

Service Categories:

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

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

1. Changing demographics
2. Shifting economic base
3. International competitiveness
4. Environmental concerns
5. Quality and accessibility of education
6. Shifts in approach to higher education

Internal:

1. Demand on infrastructure
2. Inter-institutional relationships
3. Statewide preference
4. Minority students and faculty
5. Faculty performance

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

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

710 Texas A&M University System Administrative and General Offices

GOAL: 2 Provide Infrastructure Support
OBJECTIVE: 1 Provide Operation and Maintenance of E&G Space
STRATEGY: 2 Capital Construction Assistance Projects Revenue Bonds

Service Categories:

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	\$0	\$0	\$0	\$3,786,025	\$3,786,025
TOTAL, OBJECT OF EXPENSE		\$0	\$0	\$0	\$3,786,025	\$3,786,025
Method of Financing:						
1	General Revenue Fund	\$0	\$0	\$0	\$3,786,025	\$3,786,025
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$0	\$0	\$0	\$3,786,025	\$3,786,025
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$3,786,025	\$3,786,025
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$0	\$0	\$0	\$3,786,025	\$3,786,025

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

General revenue debt service on RELLIS STEM building authorized by the 87th legislature.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

710 Texas A&M University System Administrative and General Offices

GOAL: 2 Provide Infrastructure Support

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

STRATEGY: 2 Capital Construction Assistance Projects Revenue Bonds

Service Categories:
Service: 10 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		BIENNIAL CHANGE	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)		\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$0	\$7,572,050	\$7,572,050	\$7,572,050	General Revenue debt service on newly authorized project.
			<u>\$7,572,050</u>	Total of Explanation of Biennial Change

710 Texas A&M University System Administrative and General Offices

GOAL: 3 Provide Non-formula Support
OBJECTIVE: 1 INSTRUCTIONAL SUPPORT
STRATEGY: 1 Scholarships

Service Categories:

Service: 20 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
3001	CLIENT SERVICES	\$652,998	\$731,526	\$731,526	\$731,526	\$731,526
TOTAL, OBJECT OF EXPENSE		\$652,998	\$731,526	\$731,526	\$731,526	\$731,526
Method of Financing:						
1	General Revenue Fund	\$652,998	\$731,526	\$731,526	\$731,526	\$731,526
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$652,998	\$731,526	\$731,526	\$731,526	\$731,526
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$731,526	\$731,526
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$652,998	\$731,526	\$731,526	\$731,526	\$731,526

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

The program provides The Texas A&M University System Universities the ability to recruit and retain deserving students based on need. These funds are awarded to our resident undergraduate, first-time degree seeking students. In FY 2021, 859 students received an average scholarship award of approximately \$807.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Reduced state funding could seriously impact this program and efforts to provide postsecondary education to students in Texas.

710 Texas A&M University System Administrative and General Offices

GOAL: 3 Provide Non-formula Support
OBJECTIVE: 1 INSTRUCTIONAL SUPPORT
STRATEGY: 1 Scholarships

Service Categories:

Service: 20 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2022 + Bud 2023)</u>	<u>Baseline Request (BL 2024 + BL 2025)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$1,463,052	\$1,463,052	\$0		
			\$0	Total of Explanation of Biennial Change

710 Texas A&M University System Administrative and General Offices

GOAL: 3 Provide Non-formula Support
OBJECTIVE: 3 Public Service
STRATEGY: 1 Task Force

Service Categories:

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

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	\$40,026	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$40,026	\$0	\$0	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$40,026	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$40,026	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$40,026	\$0	\$0	\$0	\$0

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

Funding for the Task Force was eliminated in FY21 due to the 5 percent reduction.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

710 Texas A&M University System Administrative and General Offices

GOAL: 3 Provide Non-formula Support

OBJECTIVE: 3 Public Service

STRATEGY: 1 Task Force

Service Categories:

Service: 19

Income: A.2

Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

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

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	\$693,024	\$731,526	\$731,526	\$4,517,551	\$4,517,551
METHODS OF FINANCE (INCLUDING RIDERS):				\$4,517,551	\$4,517,551
METHODS OF FINANCE (EXCLUDING RIDERS):	\$693,024	\$731,526	\$731,526	\$4,517,551	\$4,517,551
FULL TIME EQUIVALENT POSITIONS:	95.8	104.9	104.9	104.9	104.9

3.B. Rider Revisions and Additions Request

Agency Code:	Agency Name: Texas A&M System	Prepared By:	Date: August 2022	Request Level: Base
Current Rider Number	Page Number in 2022-23 GAA	Proposed Rider Language		
Health and Human Services Commission, Rider 143	II-95	<p>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, <u>other than a health related institution of higher education</u>, 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 20253 are contingent on the submission of the reports due December 1, 20231 and June 1, 20242.</p> <p><i>Texas A&M 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 over-counting of federal COVID-19 support at the statewide level. In the event that the exclusion is not granted, then Texas A&M 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:</i></p> <p><u>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.</u></p>		

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

<p>Higher Education Employees Group Insurance Contributions, Rider 6</p>	<p>III-49 to III-50</p>	<p>6. Appropriations Transfers.</p> <p>(no requested change to subsection a)</p> <p>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.</p> <p>(renumber and update remaining provisions as appropriate)</p> <p><i>Texas A&M 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.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

Higher Education Employees Group Insurance Contributions, Rider 8	III-50	<p>8. Benefits Proportionality Audit Requirement.</p> <p>a. Each institution of higher education, excluding Public Community/Junior Colleges, shall consider as part of its annual audit risk assessment whether to conduct an internal audit of benefits proportional by fund reporting. In the event a benefits proportional internal audit is to be conducted, the institution shall notify the State Auditor's Office. and submit a copy of the internal audit to the Legislative Budget Board, Comptroller of Public Accounts, and State Auditor's Office no later than August 31, 2022. The Any audit must examine fiscal years 2019, 2020, and 2021, and must be conducted using a methodology approved by the State Auditor's Office.</p> <p>b. If the internal audit conducted by an institution identifies any instances in which an institution has not been compliant with the proportionality requirements provided by Article IX, Sec. 6.08, Benefits Paid Proportional by Method of Finance in the prior three fiscal years defined in subsection (a) and received excess General Revenue as a result of this noncompliance, the institution shall submit a reimbursement payment to the Comptroller of Public Accounts within two years from the conclusion of the institution's audit. The Comptroller of Public Accounts shall notify the Legislative Budget Board and State Auditor's Office of all reimbursement payments submitted by an institution of higher education.</p> <p>c. If an institution has previously conducted an internal audit of benefits proportional by fund for the fiscal years included in subsection (a) using a methodology determined to be acceptable by the State Auditor's Office, the State Auditor's Office may waive the requirement that the institution conduct an additional internal audit. The State Auditor's Office shall notify the Legislative Budget Board and Comptroller of Public Accounts of any institutions who receive such a waiver. Any institution that receives a waiver from the audit requirement from the State Auditor's Office is still subject to the provisions of subsection (b) for any instances of noncompliance that were identified.</p>
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3.B. Rider Revisions and Additions Request (continued)

		<p><u>ad.</u> For fiscal years 20242 and 20253, institutions of higher education shall also consider audits of benefits proportional when developing their annual internal audit plans.</p> <p><u>be.</u> It is the intent of the Legislature that the State Auditor's Office audit at least two institutions of higher education for compliance with benefits proportional provisions during the 20242-253 biennium.</p> <p><u>c.</u> <u>If an audit conducted under subsections (a) or (b) identifies any instances in which an institution has not been compliant with the proportionality requirements provided by Article IX, Sec. 6.08, Benefits Paid Proportional by Method of Finance in the prior three fiscal years defined in subsection (a) and received excess General Revenue as a result of this noncompliance, the institution shall submit a reimbursement payment to the Comptroller of Public Accounts within two years from the conclusion of the audit. The Comptroller of Public Accounts shall notify the Legislative Budget Board and State Auditor's Office of all reimbursement payments submitted by an institution of higher education.</u></p> <p><i>Texas A&M System requests that the provisions of the rider be modified by deleting subsections a. and c. to allow institution internal audit departments to evaluate the cost/benefit of the audit as part of their annual risk assessment process. Within the Texas A&M System, these audits utilized significant resources and resulted in only minimal findings. Proposed subsection c. is a renumbering/minor revision of existing subsection b. to properly order the provisions of the rider after the deletion of the other subsections. Texas A&M System has not addressed the intent provision (formerly subsection e.) for the State Auditor (SAO) to conduct two audits. The SAO would be in the best position to evaluate whether this was beneficial and to make recommendations as to whether to retain, modify or delete this provision.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

Higher Education Employees Group Insurance Contributions, Rider 9 (NEW)	III-50 (NEW)	<p><u>9. HEGI State Premium Contribution Rate.</u> 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:</p> <p style="text-align: right;"><u>2024-25</u></p> <table><tr><td><u>The University of Texas System</u></td><td style="text-align: right;"><u>100.0%</u></td></tr><tr><td><u>Texas A&M University System</u></td><td style="text-align: right;"><u>100.0%</u></td></tr><tr><td><u>ERS Participating Institutions</u></td><td style="text-align: right;"><u>100.0%</u></td></tr><tr><td><u>Public Community/Junior Colleges</u></td><td style="text-align: right;"><u>50.0%</u></td></tr></table> <p><i>Texas A&M 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.</i></p> <p><i>Additionally, Texas A&M System requests the Legislature restore the rate for participating institutions to 100% of the ERS rates for employees funded through appropriated funds.</i></p>	<u>The University of Texas System</u>	<u>100.0%</u>	<u>Texas A&M University System</u>	<u>100.0%</u>	<u>ERS Participating Institutions</u>	<u>100.0%</u>	<u>Public Community/Junior Colleges</u>	<u>50.0%</u>
<u>The University of Texas System</u>	<u>100.0%</u>									
<u>Texas A&M University System</u>	<u>100.0%</u>									
<u>ERS Participating Institutions</u>	<u>100.0%</u>									
<u>Public Community/Junior Colleges</u>	<u>50.0%</u>									

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

Higher Education Coordinating Board, Rider 51	III-63 to III-64	<p>51. Texas Child Mental Health Care Consortium.</p> <p>(no requested changes to subsection a or b)</p> <p>(c) Administration and Oversight. Not later than September 1, 20234, out of funds referenced in Subsection (b) of this rider, THECB shall execute interagency and other contracts to transfer \$600,000 in fiscal year 20242 and \$600,000 in fiscal year 20253 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 <u>full-time equivalent employee (FTE)</u> in each fiscal year of the 20242-253 biennium to oversee the transfer.</p> <p>(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.</p> <p>(e) Unexpended Balances. Any unexpended balances remaining at <u>THECB or any participating institution of higher education which may have received a transfer of this appropriation</u> as of August 31, 20242, are appropriated for the same purpose in the fiscal year beginning September 1, 20242.</p> <p>(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 20242 or 20253, 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 20242 or fiscal year 20253 does not satisfy the requirements of Art. IX §10.04, Statewide Behavioral Health Strategic Plan and Coordinated Expenditures.</p> <p><u>(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.</u></p> <p><i>Texas A&M System requests two clarifying changes to the rider: 1) Modify/clarify the unexpended</i></p>
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3.B. Rider Revisions and Additions Request (continued)

		<i>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.</i>
Available University Fund, Rider 6	III-70	<p>6. Reporting Requirements for System Office Operations and System Initiatives. In addition to the reporting requirements in Rider 5, The University of Texas System and Texas A&M University System shall report to the Legislative Budget Board no later than December 1 of each fiscal year additional information regarding the use of the Available University Fund for system office operations and system initiatives for the two previous fiscal years, the current fiscal year, and two future fiscal years (projected). The report shall include the following:</p> <ul style="list-style-type: none"> a. Available University Fund support and maintenance allocations and expenditures for system office operations and system initiatives by activity (which must include an activity for the Board of Regents), including the object of expense detail for each activity, the number of full-time equivalents (FTEs) funded by the Available University Fund in each activity, a detailed description of the purpose and authority for each activity, and a reconciliation between Available University Fund allocations and expenditures each fiscal year including the resulting Available University Fund surplus or deficit; b. A detailed listing of the role and function of any FTEs included in the Board of Regents activity; e. A listing of funds outside of the Available University Fund, including gifts, donations, and other funds outside the treasury, used for each activity each fiscal year; and cd. Any additional information requested by the Legislative Budget Board. <p><i>Texas A&M University System and U. T. System request the deletion of the reporting requirement related to the Board of Regents (BOR) activity as regulatory relief. The primary purpose of the report is related to detail of AUF used for system office operations and initiatives. Information on the BOR office does not seem to directly fit the purpose.</i></p>

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

<p>Support for Military and Veterans Exemptions, Rider 1</p>	<p>III-72 to III-73</p>	<p>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.</p> <p>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.</p> <p><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></p> <p><i>Texas A&M 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.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

<p>Support for Military and Veterans Exemptions, Rider 2</p>	<p>III-72 to III-73</p>	<p>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.</p> <p>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.</p> <p>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.</p> <p><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></p> <p>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.</p> <p><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></p> <p><i>Texas A&M 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.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

		<p><i>Texas A&M 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.</i></p>
Support for Military and Veterans Exemptions, Rider 3	III-73	<p>3. Appropriation: Unexpended Balances. Any unobligated and unexpended balances as of August 31, 20234, 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, 20234. Any unobligated and unexpended balances as of August 31, 20242, 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, 20242.</p> <p><u>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.</u></p> <p><i>Texas A&M 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.</i></p>
Support for Military and Veterans Exemptions, Rider 4 (NEW)	III-73	<p><u>4. Texas Veterans Commission Veterans Exemption Data.</u> 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.</p> <p><i>Texas A&M 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.</i></p>

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

Special Provisions Relating Only to State Agencies of Higher Education, Sec. 5	III-266 to III-267	<p>(no requested changes to subsections 1 to 4)</p> <p>5. Tuition Revenue BondCapital Construction Assistance Project and Revenue Bond Transfers.</p> <p>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.</p> <p><i>Texas A&M 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.</i></p>

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

<p>Special Provisions Relating Only to State Agencies of Higher Education, Sec. 6</p>	<p>III-268</p>	<p>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:</p> <p>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, 20234 and 20242, 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.</p> <p>(no requested changes to subsections 2 through 8)</p> <p>9. Tuition Revenue Bonds Capital Construction Assistance Projects and Other Revenue Bonds. Funds clearly identified in separate informational strategies to the <u>state institutions of higher education named in this Article</u> general academic teaching institutions and health sciences centers for <u>capital construction assistance projects or other revenue</u> or tuition revenue bond retirement may be expended only to reimburse institutions or centers for debt retirement authorized by Education Code §55.17 through §55.17991892 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.</p> <p><i>Texas A&M 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.</i></p> <p><i>In addition, Texas A&M 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</i></p>
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3.B. Rider Revisions and Additions Request (continued)

		<p><i>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.</i></p> <p><i>Under the assumption that the various tuition revenue bond (TRB) appropriation strategies will be renamed, Texas A&M 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”.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

<p>Special Provisions Relating Only to State Agencies of Higher Education, Rider 11</p>	<p>III-271</p>	<p>Sec. 11. Method of Financing Scholarships.</p> <ol style="list-style-type: none"> 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. 34. Out of the additional funds appropriated for the 2024-25 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 regardless of <u>to</u> the race, sex, color, or ethnicity of the student recipient. <p><i>Texas A&M 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.</i></p> <p><i>Texas A&M 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.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

<p>Special Provisions Relating Only to State Agencies of Higher Education, Rider 26</p>	<p>III-274 to III-275</p>	<p>Sec. 26. General Academic Funding. Appropriations made in this Act for formula funding for general academic institutions will consist of four<u>the following</u> formulas and supplemental items.</p> <p>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 20242-253 biennium is \$59.4555.66 in fiscal year 20242 and fiscal year 20253.</p> <p>Weighting is determined by the following matrix:</p> <p>(matrix and paragraph 2 omitted for space considerations)</p> <p>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 \$5.845.47 in fiscal year 20242 and fiscal year 20253.</p> <p>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.</p> <p>(no requested changes to Paragraphs 5 except routine updates)</p> <p>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 20242-253 biennium, general academic institutions with a headcount of fewer than 5,000 students shall receive a small institution supplement of \$2,812,3422,633,133. 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.</p>
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3.B. Rider Revisions and Additions Request (continued)

		<p>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, 2022<u>24</u>.</p> <p><i>Texas A&M 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.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

<p>Special Provisions Relating Only to State Agencies of Higher Education, Rider 26</p>	<p>III-274 to III-275</p>	<p>(all other changes to Rider 26 are requested above)</p> <p><u>7. Research Funding and Formulas.</u> <u>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.</u></p> <p><u>a. Texas Research University Fund.</u> <u>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.</u></p> <p><u>b. Core Research Support.</u> <u>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.</u></p> <p><u>c. Comprehensive Research Fund.</u> <u>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.</u></p> <p><i>Texas A&M 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-</i></p>
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**3.B. Rider Revisions and Additions Request
(continued)**

		<i>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.</i>
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3.B. Rider Revisions and Additions Request (continued)

<p>Special Provisions Relating Only to State Agencies of Higher Education, Rider 27</p>	<p>III-275 to III-282</p>	<p>Sec. 27. Health Related Institutions Funding. Appropriations made in this Act for formula funding for health related institutions shall consist of four <u>the following</u> formulas plus supplemental non-formula items.</p> <p>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 <u>\$11,142</u>9,622 in fiscal year 20242 and fiscal year 20253:</p> <p>(matrix omitted due to space considerations)</p> <p>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.</p> <p>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 <u>\$7.11</u>6.14 in fiscal year 20242 and fiscal year 20253 for all health related institutions.</p> <p>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 <u>respective mission specific formulas found in subsections 9 and 13 below</u>total funding for hospital and center operations.</p> <p>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 <u>1.35</u>1.17 percent in fiscal year 20242 and fiscal year 20253 of its research expenditures as reported to the Texas Higher Education Coordinating Board.</p> <p>(no requested changes to Subsection 4 except routine updates as part of this request)</p>
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3.B. Rider Revisions and Additions Request (continued)

		<p>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 20242 and fiscal year 20253 are \$6,9135,970 per resident.</p> <p>(no requested changes to remaining Subsections except routine updates as part of this request)</p> <p><i>Texas A&M System requests the update of these paragraphs to reflect the THECB formula recommendations.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

<p>Special Provisions Relating Only to State Agencies of Higher Education, Rider 27</p>	<p>III-275 to III-282</p>	<p>Sec. 27. Health Related Institutions Funding. Appropriations made in this Act for formula funding for health related institutions shall consist of four <u>the following</u> formulas plus supplemental non-formula items.</p> <p>(no requested changes to Subsection 1 except routine updates)</p> <p>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 \$7.116.14 in fiscal year 20242 and fiscal year 20253 for all health related institutions.</p> <p>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 <u>respective mission specific formulas found in subsections 9 and 13 below</u>total funding for hospital and center operations.</p> <p>(no requested changes to Subsections 3-6 except routine updates)</p> <p>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 <u>capital construction assistance projects</u> bond payments, and facility lease charges. Institutions may receive an appropriation for non-formula support items and hospital and clinic operations.</p> <p>(no requested changes to the Subsections 8-9 except routine updates)</p> <p>10. Mission Specific Support - Performance Based Research Operations Formula. (Note - all of Subsection 10 omitted due to space considerations except the affected last paragraph)</p> <p>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. In a biennium in which funding is not available to meet the institution's performance-driven target, the formula mechanisms and</p>
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3.B. Rider Revisions and Additions Request (continued)

		<p>performance-calculated match rates remain while the Legislature determines the General Revenue provided. In the FY 20242-25³ biennium, \$ <u>114,849,890</u> in General Revenue is provided.</p> <p>11. Mission Specific Support - Performance Based Research Operations Formula. (Note - all of Subsection 11 omitted due to space considerations except the affected last paragraph)</p> <p>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. 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 20242-25³ biennium, \$ <u>25,476,160</u> in General Revenue is provided.</p> <p>12. Mission Specific Support - Performance Based Research Operations Formula. (Note - all of Subsection 12 omitted due to space considerations except the affected last paragraph)</p> <p>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. 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 20242-25³ biennium, \$ <u>25,448,000</u> in General Revenue is provided.</p> <p>(no requested changes to the Subsections 13-14 except routine updates)</p> <p>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.")</p> <p>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</u></p>
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3.B. Rider Revisions and Additions Request (continued)

		<p>capital construction assistance projects tuition revenue bond debt service. The Legislative Budget Board shall implement the funding in accordance with this limitation.</p> <p>16. Mission Specific Support - Performance Based Research Operations Formula. (Note - all of Subsection 16 omitted due to space considerations except the affected last paragraph)</p> <p>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.</p> <p>17. Mission Specific Support - Performance Based Research Operations Formula. (Note - all of Subsection 17 omitted due to space considerations except the affected last paragraph)</p> <p>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.</p> <p><i>Texas A&M 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.</i></p> <p><i>The edit to Paragraphs 7, 10-12 and 15-17 are in anticipation of the tuition revenue bond strategies being renamed.</i></p>
Special Provisions Relating Only to State Agencies of Higher Education, Rider 35	III-283	<p>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.</p> <p><i>Texas A&M System requests the deletion of this rider as regulatory relief.</i></p>

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

<p>Special Provisions Relating Only to State Agencies of Higher Education, Rider 39</p>	<p>III-284</p>	<p>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.</p> <p><u>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.</u></p> <p><u>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.</u></p> <p><i>Texas A&M 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.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

<p>Special Provisions Relating Only to State Agencies of Higher Education, Rider 44</p>	<p>III-284 to III-285</p>	<p>Sec. 46. Report Concerning Designated Tuition.</p> <p>(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:</p> <p style="padding-left: 40px;">(1) the amount the institution has collected in designated tuition;</p> <p style="padding-left: 40px;">(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</p> <p style="padding-left: 40px;">(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:</p> <p style="padding-left: 80px;">(a) grants</p> <p style="padding-left: 80px;">(b) scholarships;</p> <p style="padding-left: 80px;">(c) work study programs;</p> <p style="padding-left: 80px;">(d) students loans;</p> <p style="padding-left: 80px;">(e) and student loan repayment assistance.</p> <p>(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.</p> <p><i>Texas A&M 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.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

<p>Special Provisions Relating Only to State Agencies of Higher Education, Rider 56</p>	<p>III-288 to III-289</p>	<p>Sec. 56. Research Funding for General Academic Institutions. Below are informational amounts related to the Texas Research University Fund and the Comprehensive Research Fund.</p> <p>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, 20242, are hereby appropriated for the same purpose for the fiscal year beginning September 1, 20242.</p> <p>(informational listing of institutions and amounts not included in this request – update as appropriate)</p> <p>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, 20242, are hereby appropriated for the same purpose for the fiscal year beginning September 1, 20242.</p> <p>(listing of institutions and amounts not included in this request – update as appropriate)</p> <p><i>Texas A&M 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</i></p>
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3.B. Rider Revisions and Additions Request (continued)

		<i>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.</i>
Special Provisions Relating Only to State Agencies of Higher Education, Rider 59	III-290	<p>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:</p> <p>(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:</p> <ol style="list-style-type: none"> 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. <p>(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.</p> <p><i>Texas A&M System requests the deletion of this rider and reporting requirement. The report is redundant as all information included in the report is found in the General Appropriations Act or online at the Texas Higher Education Coordinating Board (TRIP) and CPRIT websites.</i></p>

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

Special Provisions Relating Only to State Agencies of Higher Education, Rider 59	III-291	<p>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:</p> <table><tr><td></td><td>2022-23</td></tr><tr><td>The University of Texas System</td><td>78.2%</td></tr><tr><td>Texas A&M University System</td><td>78.2%</td></tr><tr><td>ERS Participating Institutions</td><td>78.6%</td></tr><tr><td>Public Community/Junior Colleges</td><td>50.0%</td></tr></table> <p><i>Texas A&M 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.</i></p>		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%
	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%											

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

Article IX, Section 6.08	IX-28 to IX-30	<p>Sec. 6.08. Benefits Paid Proportional by Method of Finance.</p> <p><i>(Paragraph (a) through (f) omitted due to space considerations)</i></p> <p>(g) Each agency or institution of higher education (excluding a community or junior college) having General Revenue Fund appropriations and other sources of financing shall file with the Comptroller and the State Auditor a report demonstrating proportionality. The report shall be filed before November 20 following the close of the fiscal year for the salaries, wages, and benefits of the preceding year which ended August 31. The report shall be in a format prescribed by the Comptroller in collaboration with the Legislative Budget Board and the State Auditor's Office. <u>The Comptroller shall have 180 days after the due date to review this report, after which the report is considered final and approved. This deadline shall not apply if an agency or institution of higher education has not satisfactorily resolved issues raised by the Comptroller.</u></p> <p><i>(The remainder of Section 6.08 is omitted due to space considerations)</i></p> <p><i>Texas A&M System requests that a deadline for review of the Benefits Proportionality reports (APS 11 Reports) be established. Currently reviews are often in excess of 18 months, making it difficult to administer the provisions of the HEGI reallocation rider (Rider 6.a) on a timely basis. Appropriations lapse two years after the end of a fiscal year and this leaves little time to ensure an appropriate reallocation has occurred.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

<p>Article IX, Section 7.01</p>	<p>IX-35 to IX-36</p>	<p>Sec. 7.01. Budgeting and Reporting.</p> <p>(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:</p> <ol style="list-style-type: none"> (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: <ol style="list-style-type: none"> (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.
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3.B. Rider Revisions and Additions Request (continued)

		<p>(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:</p> <p>(A) determine the agencies, institutions, goals, strategies or other reporting units for which cost accounting data is required;</p> <p>(B) approve the basis for calculating and allocating costs to selected functions, tasks or measures;</p> <p>(C) determine the frequency of reporting cost accounting data needed; and</p> <p>(D) provide for the integration of cost accounting data into the budget development and oversight process.</p> <p>(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.</p> <p>(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.</p> <p><u>(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.</u></p> <p><i>Texas A&M 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.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

<p>Article IX, Section 7.04</p>	<p>IX-35 to IX-36</p>	<p>Sec. 7.04. Contract Notification: Amounts Greater than \$50,000.</p> <p>(a) In this section "contract" includes a contract, grant, or agreement, including a revenue generating contract, an interagency or interlocal grant or agreement, purchase order or other written expression of terms of agreement or an amendment, modification, renewal, or extension of such for the purchase or sale of goods or services that was entered into or paid for, either in whole or in part <u>with funds appropriated by this Act</u>, by a state agency or institution of higher education.</p> <p>(b) In this section "contract" does not include a contract with a value of less than or equal to \$50,000.</p> <p>(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.</p> <p>(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.</p> <p>(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.</p> <p>(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:</p> <p style="padding-left: 40px;">(1) State of Texas Procurement and Contract Management Guide; or</p> <p style="padding-left: 40px;">(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.</p>
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3.B. Rider Revisions and Additions Request (continued)

		<p>(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:</p> <p>(1) the governor;</p> <p>(2) the lieutenant governor; and</p> <p>(3) the speaker of the house of representatives.</p> <p>(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:</p> <p>(1) the amount of the cost increase;</p> <p>(2) the reason for the cost increase; and</p> <p>(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.</p> <p>(i) The Legislative Budget Board shall establish the procedures for the notice required by Subsections (g) or (h).</p> <p><i>Texas A&M System requests the revision of this reporting requirement to limit it to funds within the Act as regulatory relief.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

<p>Article IX, Section 7.04</p>	<p>IX-35 to IX-36</p>	<p>Sec. 7.04. Contract Notification: Amounts Greater than \$50,000.</p> <p>(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.</p> <p>(b) In this section "contract" does not include a contract with a value of less than or equal to \$50,000 <u>for a state agency or a value of less than or equal to \$250,000 for an institution of higher education.</u></p> <p>(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 <u>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.</u></p> <p>(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.</p> <p>(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.</p> <p>(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:</p> <p style="padding-left: 40px;">(1) State of Texas Procurement and Contract Management Guide; or</p> <p style="padding-left: 40px;">(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</p>
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3.B. Rider Revisions and Additions Request (continued)

		<p>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.</p> <p>(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:</p> <p style="padding-left: 40px;">(1) the governor;</p> <p style="padding-left: 40px;">(2) the lieutenant governor; and</p> <p style="padding-left: 40px;">(3) the speaker of the house of representatives.</p> <p>(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:</p> <p style="padding-left: 40px;">(1) the amount of the cost increase;</p> <p style="padding-left: 40px;">(2) the reason for the cost increase; and</p> <p style="padding-left: 40px;">(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.</p> <p>(i) The Legislative Budget Board shall establish the procedures for the notice required by Subsections (g) or (h).</p> <p><i>Texas A&M 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.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

<p>Article IX, Section 7.11</p>	<p>IX-40 to IX-41</p>	<p>Sec. 7.11. Notification of Certain Purchases or Contract Awards, Amendments, and Extensions.</p> <p>(a) In this section "contract" includes a contract, grant or agreement, including a revenue generating contract, an interagency or interlocal grant or agreement, purchase order or other written expression of terms of agreement or an amendment, modification, renewal, or extension of such for the purchase or sale of goods or services that was entered into or paid for, either in whole or in part <u>with funds appropriated by this Act</u>, by a state agency or institution of higher education.</p> <p>(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:</p> <p style="padding-left: 40px;">(1) \$10 million; or</p> <p style="padding-left: 40px;">(2) \$1 million in the case of a contract awarded:</p> <p style="padding-left: 80px;">(A) as a result of an emergency or following an emergency procedure allowed by statute; or</p> <p style="padding-left: 80px;">(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.</p> <p>(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:</p> <p style="padding-left: 40px;">(1) within 15 calendar days of contract award; or</p> <p style="padding-left: 40px;">(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.</p> <p>(d) The notice required by Section 7.11(c) must include:</p>
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3.B. Rider Revisions and Additions Request (continued)

		<p>(1) (A) information regarding the nature, term, amount and the vendor(s) awarded the contract;</p> <p>(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);</p> <p>(C) each request for proposal, invitation to bid, or comparable solicitation related to the contract; and</p> <p>(D) Subsections (d)(1)(B) and (C) shall not apply:</p> <p style="padding-left: 40px;">(i) to an enrollment contract described by T.A.C. Section 391.183 as that section existed November 1, 2013;</p> <p style="padding-left: 40px;">(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;</p> <p>(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:</p> <p style="padding-left: 40px;">(i) State of Texas Procurement and Contract Management Guide; and</p> <p style="padding-left: 40px;">(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</p> <p>(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;</p> <p>(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:</p>
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3.B. Rider Revisions and Additions Request (continued)

		<p>(A) verification of vendor performance and deliverables;</p> <p>(B) payment for goods and services only within the scope of the contract or procurement order;</p> <p>(C) calculation and collection of any liquidated damages associated with vendor performance; and</p> <p>(D) when, why, or how to apply corrective action plans for continuing poor vendor performance;</p> <p>(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</p> <p>(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.</p> <p>(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.</p> <p>(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.</p> <p>(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.</p> <p><i>Texas A&M System requests the revision of this reporting requirement to limit it to funds within the Act as regulatory relief. Texas A&M 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</i></p>
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**3.B. Rider Revisions and Additions Request
(continued)**

		<i>into by institutions of higher education are statutorily excluded from VPTS requirements.</i>
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3.B. Rider Revisions and Additions Request (continued)

Article IX, Section 9.12	IX-50 to IX-52	<p>Sec. 9.12. Assignment of Contract Responsibility.</p> <p>(a) In this section:</p> <p>(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.</p> <p>(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.</p> <p>(3) "Contract" has the meaning provided by Sec. 7.04 (Contract Notification: Amounts Greater than \$50,000), Article IX, of this General Appropriations Act.</p> <p>(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.</p> <p>(5) "Major information resources project" has the meaning provided by Sec. 2054.003, Government Code.</p> <p>(6) "Quality assurance team" means the quality assurance team established under Sec. 2054.158, Government Code.</p> <p>(7) "Sensitive personal information" has the meaning provided by Sec. 521.002, Business & Commerce Code.</p> <p>(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.</p>
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3.B. Rider Revisions and Additions Request (continued)

		<p>(no changes proposed to the remainder of this section)</p> <p><i>Texas A&M 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.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

		<p>Sec. 11.03. Statewide Capital Planning.</p> <p>(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:</p> <ul style="list-style-type: none">(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. <p>(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.</p> <p>(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</p> <p>(d) This section applies to each anticipated state project requiring capital expenditures for:</p>
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3.B. Rider Revisions and Additions Request (continued)

		<p>(1) land acquisition;</p> <p>(2) construction of buildings and other facilities;</p> <p>(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</p> <p>(4) major information resources projects estimated to exceed \$1 million.</p> <p>(c) The Higher Education Coordinating Board and the Bond Review Board shall eliminate redundant reporting by consolidating this report and the <u>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.</u></p> <p><i>Texas A&M 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.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

Article IX, Section 13.11	IX-67	<p>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:</p> <ul style="list-style-type: none">(1) an estimated amount of federal homeland security funding received by the agency or institution of higher education and used for the operation and administration of state homeland security programs; and(2) the amount of federal homeland security funding received by the agency or institution and passed through to other agencies, institutions <u>of higher education</u>, or local units of government.(3) <u>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.</u> <p><i>Texas A&M 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.</i></p>
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3.B. Rider Revisions and Additions Request (continued)

Article IX, Section 17.10 (Paragraphs (b)(10) and (f) only)	IX-82 to IX-84	<p>Sec. 17.09. Contract Management and Oversight.</p> <p><i>(Paragraph (a) omitted due to space considerations)</i></p> <p>(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:</p> <p><i>(intervening provisions (1) to (9) omitted due to space considerations)</i></p> <p>(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></p> <p><i>(subsequent paragraphs omitted due to space considerations)</i></p> <p><i>Texas A&M 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).</i></p>
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General Revenue (GR) & General Revenue Dedicated (GR-D) Baseline

DATE: 7/25/2022

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

TIME: 4:17:31PM

Agency code: 710

Agency name: Texas A&M University System Administrative and General Offices

GR Baseline Request Limit = \$1,463,052

Strategy/Strategy Option/Rider

GR-D Baseline Request Limit = \$0

2024 Funds				2025 Funds				Biennial	Biennial	Page #
FTEs	Total	GR	Ded	FTEs	Total	GR	Ded	Cumulative GR	Cumulative Ded	
0.0				0.0				GR Baseline Request Limit=\$1,463,052		
Strategy: 2 - 1 - 2	Capital Construction Assistance Projects Revenue Bonds									
	0.0				0.0	3,786,025	3,786,025	0	7,572,050	0
Strategy: 3 - 1 - 1	Scholarships									
	0.0	731,526	731,526	0	0.0	731,526	731,526	0	9,035,102	0
	0.0	\$4,517,551	\$4,517,551	\$0	0.0	\$4,517,551	\$4,517,551	\$0		

6.A. Historically Underutilized Business Supporting Schedule
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: 7/26/2022
Time: 1:55:07PM

Agency Code: 710 Agency: Texas A&M University System Administrative and General Offices

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

A. Fiscal Year - HUB Expenditure Information

Statewide HUB Goals	Procurement Category	% Goal	HUB Expenditures FY 2020			Total Expenditures		HUB Expenditures FY 2021			Total Expenditures	
			% Actual	Diff	Actual \$	FY 2020	% Goal	% Actual	Diff	Actual \$	FY 2021	
11.2%	Heavy Construction	0.0 %	0.0%	0.0%	\$0	\$0	0.0 %	0.0%	0.0%	\$0	\$0	
21.1%	Building Construction	15.0 %	20.2%	5.2%	\$58,389,192	\$288,745,459	26.0 %	26.1%	0.1%	\$43,562,134	\$167,007,307	
32.9%	Special Trade	8.0 %	22.2%	14.2%	\$74,111	\$334,327	11.0 %	0.0%	-11.0%	\$855	\$2,535,384	
23.7%	Professional Services	36.0 %	14.4%	-21.6%	\$7,247,502	\$50,479,066	38.0 %	41.4%	3.4%	\$8,526,284	\$20,619,338	
26.0%	Other Services	10.0 %	5.9%	-4.1%	\$1,587,734	\$27,018,948	11.0 %	3.1%	-7.9%	\$708,929	\$22,721,630	
21.1%	Commodities	47.0 %	40.7%	-6.3%	\$21,721,124	\$53,318,095	44.0 %	55.2%	11.2%	\$16,847,595	\$30,514,250	
	Total Expenditures		21.2%		\$89,019,663	\$419,895,895		28.6%		\$69,645,797	\$243,397,909	

B. Assessment of Attainment of HUB Procurement Goals

Attainment:

In FY 2020, TAMUS attained or exceeded two of the five applicable TAMUS HUB procurement goals.

In FY 2021, TAMUS attained or exceeded three of the five applicable TAMUS HUB procurement goals.

Applicability:

For fiscal years 2020 and 2021, the Heavy Construction category was not deemed applicable to the agency's operations and no expenditures were reported in this category.

Factors Affecting Attainment:

1) Heavy Construction: Goal not established as no spend was anticipated in this category for fiscal years. 2) Special Trade Construction: Special construction spend is usually for small projects handled by our outsourced provider for facilities services which is not a HUB. Some projects can utilize HUB subcontractors, depending on project scope. 3) Professional Services: The Prime A/E firms on our building construction projects have a high success rate for inclusion of HUB sub-consultants. However, in FY2020 some spend was misreported in the building construction category hence, goal not met. 4) Other Services: This category fell below our goal in large part due to consulting agreements, IT services and insurance carrier payments with non-HUB firms in which there were little to no subcontracting opportunities. 5) Commodities: A large percentage of TAMUS Commodity spend is for furnishings and equipment on building construction projects. TAMUS uses many state and cooperative contracts with HUB resellers for these purchases, however finding HUB resellers for equipment within the scientific and medical industries is a challenge.

Agency Code: 710 Agency: Texas A&M University System Administrative and General Offices

C. Good-Faith Efforts to Increase HUB Participation

Outreach Efforts and Mentor-Protégé Programs:

During FY 2020 and FY 2021, TAMUS sponsored one mentor-protégé relationship between Steel Digital Studios, Inc. and The Urban Circle L.L.C. which was active from January 27, 2020 through February 1, 2022. TAMUS also either attended or hosted 16 outreach events during FY 2020 and nine outreach events during FY 2021 throughout the state.

HUB Program Staffing:

During FY 2020 and FY 2021, TAMUS had one FTE staff dedicated to increasing the participation of HUB's whose title was "HUB Coordinator" and activities included attendance to and coordination of outreach events throughout the state, and completion and submission of required HUB reports.

Current and Future Good-Faith Efforts:

The following are examples of good faith and outreach efforts made during fiscal years 2020 and 2021.

- Committed more resources for HUB outreach efforts with additional staff, and utilizing outside firms to assist in HUB outreach for specific construction projects
- Attended and/or hosted various forums, fairs, and events to increase awareness of opportunities, especially on our building construction projects
- Participated in construction opportunity panels with other institutions and agencies at various events
- Utilize the CMBL/HUB Directory to notify HUBs of major construction projects as they are posted to the ESBD
- Utilized various trade organizations and development centers to notify HUBs of major construction opportunities

6.H Estimated Funds Outside the Institution's Bill Pattern

Texas A&M University System (710)
Estimated Funds Outside the Institution's Bill Pattern
2022-23 and 2024-25 Biennia

	2022-23 Biennium				2024-25 Biennium			
	<u>FY 2022</u> <u>Revenue</u>	<u>FY 2023</u> <u>Revenue</u>	<u>Biennium</u> <u>Total</u>	<u>Percent</u> <u>of Total</u>	<u>FY 2024</u> <u>Revenue</u>	<u>FY 2025</u> <u>Revenue</u>	<u>Biennium</u> <u>Total</u>	<u>Percent</u> <u>of Total</u>
APPROPRIATED SOURCES INSIDE THE BILL PATTERN								
State Appropriations (excluding HEGI & State Paid Fringes)	\$ 731,526	\$ 731,526	\$ 1,463,052		\$ 731,526	\$ 731,526	\$ 1,463,052	
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	<u>731,526</u>	<u>731,526</u>	<u>1,463,052</u>	<u>2.1%</u>	<u>731,526</u>	<u>731,526</u>	<u>1,463,052</u>	<u>2.1%</u>
APPROPRIATED SOURCES OUTSIDE THE BILL PATTERN								
State Appropriations (HEGI & State Paid Fringes)	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -	
Higher Education Assistance Funds	-	-	-		-	-	-	
Available University Fund	24,877,000	25,872,000	50,749,000		25,872,000	25,872,000	51,744,000	
State Grants and Contracts	-	-	-		-	-	-	
Total	<u>24,877,000</u>	<u>25,872,000</u>	<u>50,749,000</u>	<u>72.0%</u>	<u>25,872,000</u>	<u>25,872,000</u>	<u>51,744,000</u>	<u>72.6%</u>
NON-APPROPRIATED SOURCES								
Tuition and Fees (net of Discounts and Allowances)	-	-	-		-	-	-	
Federal Grants and Contracts	202,000	100,000	302,000		100,000	100,000	200,000	
State Grants and Contracts	-	-	-		-	-	-	
Local Government Grants and Contracts	-	-	-		-	-	-	
Private Gifts and Grants	235,000	200,000	435,000		200,000	200,000	400,000	
Endowment and Interest Income	7,532,428	7,532,428	15,064,856		7,532,428	7,532,428	15,064,856	
Sales and Services of Educational Activities (net)	-	-	-		-	-	-	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Professional Fees (net)	-	-	-		-	-	-	
Auxiliary Enterprises (net)	-	-	-		-	-	-	
Other Income	1,223,978	1,223,978	2,447,956		1,223,978	1,223,978	2,447,956	
Total	<u>9,193,406</u>	<u>9,056,406</u>	<u>18,249,812</u>	<u>25.9%</u>	<u>9,056,406</u>	<u>9,056,406</u>	<u>18,112,812</u>	<u>25.4%</u>
TOTAL SOURCES	<u><u>\$ 34,801,932</u></u>	<u><u>\$ 35,659,932</u></u>	<u><u>\$ 70,461,864</u></u>	<u><u>100.0%</u></u>	<u><u>\$ 35,659,932</u></u>	<u><u>\$ 35,659,932</u></u>	<u><u>\$ 71,319,864</u></u>	<u><u>100.0%</u></u>

Schedule 2: Selected Educational, General and Other Funds

7/25/2022 2:11:05PM

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

710 Texas A&M University System Administrative and General Offices

	Act 2021	Act 2022	Bud 2023	Est 2024	Est 2025
General Revenue Transfers					
Transfer from Coordinating Board for Texas College Work Study Program (2021, 2022, 2023)	0	0	0	0	0
Transfer from Coordinating Board for Professional Nursing Shortage Reduction Program	0	0	0	0	0
Transfer of GR Group Insurance Premium from Comptroller (UT and TAMU Components only)	0	0	0	0	0
Less: Transfer to Other Institutions	0	0	0	0	0
Less: Transfer to Department of Health, Disproportionate Share - State-Owned Hospitals (2021, 2022, 2023)	0	0	0	0	0
Other (Itemize)					
Other: Fifth Year Accounting Scholarship	0	0	0	0	0
Texas Grants	0	0	0	0	0
B-on-Time Program	0	0	0	0	0
Texas Research Incentive Program	0	0	0	0	0
Less: Transfer to System Administration	0	0	0	0	0
GME Expansion	0	0	0	0	0
Subtotal, General Revenue Transfers	0	0	0	0	0
General Revenue HEF	0	0	0	0	0
Transfer from Available University Funds (UT, A&M and Prairie View A&M Only)	23,920,000	24,877,000	25,872,000	25,872,000	25,872,000
Other Additions (Itemize)					
Increase Capital Projects - Educational and General Funds	0	0	0	0	0
Transfer from Department of Health, Disproportionate Share - State-owned Hospitals (2021, 2022, 2023)	0	0	0	0	0
Transfers from Other Funds, e.g., Designated funds transferred for educational and general activities (Itemize)	0	0	0	0	0
Other (Itemize)					
Gross Designated Tuition (Sec. 54.0513)	0	0	0	0	0
Indirect Cost Recovery (Sec. 145.001(d))	0	0	0	0	0
Correctional Managed Care Contracts	0	0	0	0	0

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

7/13/2022 3:54:49PM

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

710 Texas A&M University System Administrative and General Offices

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
GR & GR-D Percentages					
GR %		0.00%			
GR-D/Other %		100.00%			
Total Percentage		100.00%			
FULL TIME ACTIVES					
1a Employee Only	0	0	0	0	99
2a Employee and Children	0	0	0	0	39
3a Employee and Spouse	0	0	0	0	39
4a Employee and Family	0	0	0	0	68
5a Eligible, Opt Out	0	0	0	0	7
6a Eligible, Not Enrolled	0	0	0	0	6
Total for This Section	0	0	0	0	258
PART TIME ACTIVES					
1b Employee Only	0	0	0	0	0
2b Employee and Children	0	0	0	0	0
3b Employee and Spouse	0	0	0	0	0
4b Employee and Family	0	0	0	0	0
5b Eligible, Opt Out	0	0	0	0	0
6b Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	0	0	0	0	0
Total Active Enrollment	0	0	0	0	258

710 Texas A&M University System Administrative and General Offices

	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	81
2c Employee and Children	0	0	0	0	0
3c Employee and Spouse	0	0	0	0	62
4c Employee and Family	0	0	0	0	7
5c Eligible, Opt Out	0	0	0	0	0
6c Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	0	0	0	0	150
PART TIME RETIREES by ERS					
1d Employee Only	0	0	0	0	0
2d Employee and Children	0	0	0	0	0
3d Employee and Spouse	0	0	0	0	0
4d Employee and Family	0	0	0	0	0
5d Eligible, Opt Out	0	0	0	0	0
6d Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	0	0	0	0	0
Total Retirees Enrollment	0	0	0	0	150
TOTAL FULL TIME ENROLLMENT					
1e Employee Only	0	0	0	0	180
2e Employee and Children	0	0	0	0	39
3e Employee and Spouse	0	0	0	0	101
4e Employee and Family	0	0	0	0	75
5e Eligible, Opt Out	0	0	0	0	7
6e Eligible, Not Enrolled	0	0	0	0	6
Total for This Section	0	0	0	0	408

710 Texas A&M University System Administrative and General Offices

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
TOTAL ENROLLMENT					
1f Employee Only	0	0	0	0	180
2f Employee and Children	0	0	0	0	39
3f Employee and Spouse	0	0	0	0	101
4f Employee and Family	0	0	0	0	75
5f Eligible, Opt Out	0	0	0	0	7
6f Eligible, Not Enrolled	0	0	0	0	6
Total for This Section	0	0	0	0	408

Schedule 4: Computation of OASI
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency 710 Texas A&M University System Administrative and General Offices										
Proportionality Percentage Based on Comptroller Accounting Policy Statement #011, Exhibit 2	2021		2022		2023		2024		2025	
	% to Total	Allocation of OASI	% to Total	Allocation of OASI	% to Total	Allocation of OASI	% to Total	Allocation of OASI	% to Total	Allocation of OASI
General Revenue (% to Total)	0.0000	\$0	0.0000	\$0	0.0000	\$0	0.0000	\$0	0.0000	\$0
Other Educational and General Funds (% to Total)	100.0000	\$883,928	100.0000	\$980,283	100.0000	\$1,009,691	100.0000	\$1,029,885	100.0000	\$1,040,184
Health-Related Institutions Patient Income (% to Total)	0.0000	\$0	0.0000	\$0	0.0000	\$0	0.0000	\$0	0.0000	\$0
Grand Total, OASI (100%)	100.0000	\$883,928	100.0000	\$980,283	100.0000	\$1,009,691	100.0000	\$1,029,885	100.0000	\$1,040,184

Schedule 5: Calculation of Retirement Proportionality and ORP Differential

7/25/2022 12:22:14PM

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

710 Texas A&M University System Administrative and General Offices

Description	Act 2021	Act 2022	Bud 2023	Est 2024	Est 2025
Proportionality Amounts					
Gross Educational and General Payroll - Subject To TRS Retirement	9,254,577	11,134,774	11,246,122	11,582,864	11,930,297
Employer Contribution to TRS Retirement Programs	694,093	862,945	899,690	955,586	984,249
Gross Educational and General Payroll - Subject To ORP Retirement	3,569,771	4,111,118	4,152,229	4,276,480	4,405,249
Employer Contribution to ORP Retirement Programs	239,180	275,451	278,206	286,531	295,158
Proportionality Percentage					
General Revenue	0.0000 %	0.0000 %	0.0000 %	0.0000 %	0.0000 %
Other Educational and General Income	100.0000 %	100.0000 %	100.0000 %	100.0000 %	100.0000 %
Health-related Institutions Patient Income	0.0000 %	0.0000 %	0.0000 %	0.0000 %	0.0000 %
Proportional Contribution					
Other Educational and General Proportional Contribution (Other E&G percentage x Total Employer Contribution to Retirement Programs)	933,273	1,138,396	1,177,896	1,242,117	1,279,407
HRI Patient Income Proportional Contribution (HRI Patient Income percentage x Total Employer Contribution To Retirement Programs)	0	0	0	0	0
Differential					
Differential Percentage	0.0000 %	0.0000 %	0.0000 %	0.0000 %	0.0000 %
Gross Payroll Subject to Differential - Optional Retirement Program	0	0	0	0	0
Total Differential	0	0	0	0	0

Schedule 6: Constitutional Capital Funding
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

7/13/2022 1:16:53PM

710 Texas A&M University System Administrative and General Offices					
Activity	Act 2021	Act 2022	Bud 2023	Est 2024	Est 2025
A. PUF Bond Proceeds Allocation	15,715,085	23,296,515	85,000,000	0	0
Project Allocation					
Library Acquisitions	0	0	0	0	0
Construction, Repairs and Renovations	13,715,085	7,050,468	85,000,000	0	0
Furnishings & Equipment	0	0	0	0	0
Computer Equipment & Infrastructure	0	10,000,000	0	0	0
Reserve for Future Consideration	0	0	0	0	0
Other (Itemize)					
PUF Bond Proceeds					
Real Estate Purchase	0	1,047,222	0	0	0
Equipment/Minor Renovation Projects	2,000,000	5,198,825	0	0	0
B. HEF General Revenue Allocation	0	0	0	0	0
Project Allocation					
Library Acquisitions	0	0	0	0	0
Construction, Repairs and Renovations	0	0	0	0	0
Furnishings & Equipment	0	0	0	0	0
Computer Equipment & Infrastructure	0	0	0	0	0
Reserve for Future Consideration	0	0	0	0	0
HEF for Debt Service	0	0	0	0	0
Other (Itemize)					

Schedule 7: Personnel
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: 8/4/2022
Time: 4:58:39PM

Agency code: **710** Agency name: **Texas A&M Univ System Admin**

	Actual 2021	Actual 2022	Budgeted 2023	Estimated 2024	Estimated 2025
Part A.					
FTE Postions					
Other Appropriated Funds					
AUF	95.8	104.9	104.9	104.9	104.9
Subtotal, Other Appropriated Funds	95.8	104.9	104.9	104.9	104.9
Subtotal, All Appropriated	95.8	104.9	104.9	104.9	104.9
Non Appropriated Funds Employees	175.7	174.6	177.3	177.3	177.3
Subtotal, Other Funds & Non-Appropriated	175.7	174.6	177.3	177.3	177.3
GRAND TOTAL	271.5	279.5	282.2	282.2	282.2

Schedule 8B: Capital Construction Assistance Projects Issuance History

8/3/2022 9:52:48AM

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

710 Texas A&M University System Administrative and General Offices

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
1991	\$60,000,000	Nov 24 1992	\$10,000,000			
		Apr 28 1993	\$40,000,000			
		Mar 28 1994	\$10,000,000			
		Subtotal	\$60,000,000	\$0		
1993	\$75,000,000	Mar 28 1994	\$40,000,000			
		Feb 1 1995	\$961,000			
		Jun 5 1995	\$16,114,000			
		Jul 17 1997	\$17,925,000			
		Subtotal	\$75,000,000	\$0		
1997	\$145,200,000	Mar 4 1998	\$4,417,000			
		Aug 3 1999	\$4,960,000			
		Aug 9 1999	\$56,113,000			
		Feb 16 2000	\$14,860,000			
		Jun 14 2001	\$37,140,000			
		Jul 2 2001	\$5,790,000			
		Jan 23 2002	\$4,200,000			
		Jul 23 2002	\$3,520,000			
		Oct 10 2002	\$2,700,000			
		May 20 2003	\$11,500,000			
		Subtotal	\$145,200,000	\$0		
2001	\$241,450,000	Feb 24 2003	\$25,000,000			
		May 20 2003	\$115,380,000			
		Jul 31 2003	\$8,135,000			
		Sep 1 2003	\$315,000			
		Aug 25 2004	\$76,420,000			
		May 16 2006	\$16,200,000			
		Subtotal	\$241,450,000	\$0		
2003	\$12,500,000	Aug 25 2004	\$12,500,000			
		Subtotal	\$12,500,000	\$0		
2006	\$465,560,600	Aug 15 2007	\$8,252,000			
		Jul 24 2008	\$80,195,400			

Schedule 8B: Capital Construction Assistance Projects Issuance History

8/3/2022 9:52:48AM

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

710 Texas A&M University System Administrative and General Offices

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
2006	\$465,560,600	Aug 14 2008	\$954,000			
		Sep 26 2008	\$11,011,257			
		Mar 11 2009	\$211,318,743			
		Jul 27 2009	\$32,565,000			
		Nov 10 2009	\$55,239,706			
		Jun 3 2010	\$66,024,494			
		Subtotal	\$465,560,600	\$0		
2009	\$5,000,000	Jun 3 2010	\$5,000,000			
		Subtotal	\$5,000,000	\$0		
2016	\$800,792,000	Dec 14 2016	\$32,014,000			
		Jan 31 2017	\$386,860,000			
		Jun 21 2017	\$381,918,000			
		Subtotal	\$800,792,000	\$0		
2022	\$727,422,237				FY 2023	\$727,422,237

Schedule 8C: Tuition Revenue Bonds Request by Project

Agency Code: 710

Agency Name: The Texas A&M University System

Project Name	Authorization Year	Estimated Final Payment Date	Requested Amount 2024	Requested Amount 2025
RELLIS STEM Education Center	2022	5/15/2043	\$3,786,025.00	\$3,786,025.00
			\$3,786,025.00	\$3,786,025.00

710 Texas A&M University System Administrative and General Offices

Scholarships

(1) Year Non-Formula Support Item First Funded: 1998

Year Non-Formula Support Item Established: 1998

Original Appropriation: \$2,500,000

(2) Mission:

Provide need based Scholarships to first-time resident undergraduate students for the Texas A&M University System academic members.

(3) (a) Major Accomplishments to Date:

In FY2021, 859 scholarships were awarded at an average of approximately \$807 per student.

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

The expected impact is 859 scholarships awarded at an average of approximately \$807 per student.

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

General Revenue

(5) Formula Funding:

None

(6) Category:

Instructional Support

(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

None

(9) Impact of Not Funding:

Possible reduction in graduation rates and enrollment for need based students who count on this support to continue their education.

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

None

710 Texas A&M University System Administrative and General Offices

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

None

(12) Benchmarks:

None

(13) Performance Reviews:

Performance can be measured by the number of scholarships and the average amount of an award.
