AGENDA

I. MEETING CALLED TO ORDER

II. DETERMINATION OF QUORUM

III. ADOPTION OF AGENDA

IV. CHANCELLOR COMMENTS

V. BUDGET OVERVIEW AND DISCUSSION

VI. MINUTE ORDERS

Proposed MO#

25-21(c) Approve Operating Budget for Fiscal Year 2022 .................................................. B-2

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26-21(c) Approve Appropriation Transfers for Fiscal Year 2022............................................. B-6

Jonathan Hoekstra

VII. CHANCELLOR COMMENTS

VIII. BOARD COMMENTS

IX. ADJOURN
Board Meeting Date: August 19, 2021

Proposed Minute Order #: 25-21(c)

Proposed By: Jonathan Hoekstra, Vice Chancellor & Chief Financial Officer

Subject: Approve Operating Budget for Fiscal Year 2022

Background: The proposed Fiscal Year 2022 budget sustains TSTC’s current strategic plan.

Budgeted operating expenses and transfers are set at $240,490,937, the same level of budgeted operating revenues and applied reserve balances. Total capital project expenses are budgeted at $25,393,250, with $24,278,292 of these capital expenses funded by capital proceeds, project reserves and grants, and the remaining $1,114,958 funded through operating budget transfers.

Justification: The proposed budgets for Educational and General (E&G) appropriated funds are in balance with legislative appropriations, projected tuition, and other appropriated income. The proposed budgets for Designated, Auxiliary, and Plant Funds are based on estimates that are supported by anticipated and historical activities and current revenue estimates. The proposed budgets for Restricted Funds are limited to those funds available from existing grants and contracts, and expected student financial aid. Historically, Restricted Funds budgets increase during the year as new agreements are approved; these increases often result in additional FTEs.

Additional Information: Total budgeted FTEs from all fund sources for Fiscal Year 2022 total 1,516.

Fiscal Implications: Authorizes TSTC budgets for Fiscal Year 2022

Attestation: This Minute Order is in compliance with all applicable laws and regulations to the best of my knowledge.

Attachment(s): TSTC Operating Budget FY 22 – Revenues & Transfers
TSTC Operating Budget FY 22 – Expenditures by Fund
Recommended Minute Order: “The Board of Regents approves the Texas State Technical College Operating and Capital Budgets for Fiscal Year 2022, covering the period from September 1, 2021, through August 31, 2022.”

Recommended By: [ORIGINAL SIGNED BY]
Jonathan Hoekstra, Vice Chancellor & Chief Financial Officer
# TSTC FY 2022 Budget - Revenues & Transfers

<table>
<thead>
<tr>
<th>Fund Type</th>
<th>Revenues</th>
<th>Carryforward Balances</th>
<th>Net Transfers</th>
<th>Total Budgeted Transfers</th>
<th>Revenues &amp; Transfers</th>
</tr>
</thead>
<tbody>
<tr>
<td>E &amp; G</td>
<td>133,738,490</td>
<td></td>
<td>(2,707,120)</td>
<td></td>
<td>131,031,370</td>
</tr>
<tr>
<td>Designated</td>
<td>45,462,900</td>
<td>976,157</td>
<td>(8,610,091)</td>
<td></td>
<td>37,828,966</td>
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<tr>
<td>Auxilliary</td>
<td>9,053,284</td>
<td></td>
<td>(626,624)</td>
<td></td>
<td>8,426,660</td>
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<tr>
<td>Restricted</td>
<td>46,528,931</td>
<td>1,114,958</td>
<td>38,528</td>
<td></td>
<td>47,682,417</td>
</tr>
<tr>
<td>Plant &amp; Debt</td>
<td>4,731,175</td>
<td>24,239,764</td>
<td>11,905,307</td>
<td></td>
<td>40,876,246</td>
</tr>
<tr>
<td><strong>Grand Total</strong></td>
<td><strong>239,514,780</strong></td>
<td><strong>26,330,879</strong></td>
<td><strong>-</strong></td>
<td></td>
<td><strong>265,845,659</strong></td>
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</tbody>
</table>

* Fiscal Year 2022 Strategic Plan Update & Budget Report, page 12
# TSTC Fiscal Year 2022 Budget - Expenditures by Fund

<table>
<thead>
<tr>
<th>Fund Type</th>
<th>Salaries</th>
<th>Benefits</th>
<th>Operating</th>
<th>Travel</th>
<th>Operating Subtotal</th>
<th>Capital Projects</th>
<th>Grand Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>E &amp; G</td>
<td>83,546,689</td>
<td>29,693,477</td>
<td>17,791,204</td>
<td>-</td>
<td>131,031,370</td>
<td>-</td>
<td>131,031,370</td>
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<tr>
<td>Designated</td>
<td>6,319,910</td>
<td>1,631,886</td>
<td>26,936,268</td>
<td>1,825,944</td>
<td>36,714,008</td>
<td>1,114,958</td>
<td>37,828,966</td>
</tr>
<tr>
<td>Auxiliary</td>
<td>2,075,440</td>
<td>857,099</td>
<td>5,467,121</td>
<td>27,000</td>
<td>8,426,660</td>
<td>-</td>
<td>8,426,660</td>
</tr>
<tr>
<td>Restricted</td>
<td>3,139,971</td>
<td>420,918</td>
<td>44,077,215</td>
<td>44,313</td>
<td>47,682,417</td>
<td>-</td>
<td>47,682,417</td>
</tr>
<tr>
<td>Plant &amp; Debt</td>
<td>-</td>
<td>-</td>
<td>16,636,482</td>
<td>-</td>
<td>16,636,482</td>
<td>24,278,292</td>
<td>40,914,774</td>
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<tr>
<td>Grand Total</td>
<td>95,082,010</td>
<td>32,603,380</td>
<td>110,908,290</td>
<td>1,897,257</td>
<td>240,490,937</td>
<td>*</td>
<td>25,393,250 **</td>
</tr>
</tbody>
</table>

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** Fiscal Year 2022 Strategic Plan Update & Budget Report, page 18
Board Meeting Date: August 19, 2021

Proposed Minute Order #: 26-21 (c)

Proposed By: Jonathan Hoekstra, Vice Chancellor & Chief Financial Officer

Subject: Approve Appropriation Transfers for Fiscal Year 2022

Background: Appropriations are originally allocated to the college in a manner influenced by legacy structures that pre-date the merger of Texas State Technical College (TSTC) to a single, statewide college. However, the Texas General Appropriations Act allows the Board of Regents to approve the transfer of appropriated funds among component appropriations in support of operational changes and realities.

Justification: Operational needs and related budgets commonly vary from the funding patterns established during the appropriations process in response to ever-changing environmental and operational circumstances. Initial transfers are approved alongside the annual operating budget at the beginning of each fiscal year. If needed, additional transfers are approved near the end of each fiscal year.

Additional Information: Within the General Appropriations Act, Central Administration is referred to as “System Administration.” Strategy reallocations refer to General Revenue Appropriations.

Fiscal Implications: Funds are transferred to the appropriated funding source from which they will be expended.

Attestation: This Minute Order is in compliance with all applicable laws and regulations to the best of my knowledge.

Attachment(s): None.
Recommended Minute Order:

“The Texas State Technical College Board of Regents approves the following appropriation transfers for Fiscal Year 2022:

1) Reallocation of Instruction & Administration, and General Revenue Appropriations to support operations:

To TSTC Fort Bend $ 2,081,800
To TSTC North Texas $ 707,904
To TSTC Waco $ 1,096,286
To TSTC West Texas $ 1,520,650
To TSTC System Administration $ 2,211,317
From TSTC Harlingen $ 5,368,922
From TSTC Marshall $ 2,249,035”

Recommended By:

[ORIGINAL SIGNED BY]
Jonathan Hoekstra, Vice Chancellor & Chief Financial Officer