

LEGISLATIVE APPROPRIATIONS REQUEST

FISCAL YEARS 2022 AND 2023
TSTC IN NORTH TEXAS

LEGISLATIVE APPROPRIATIONS REQUEST FOR FISCAL YEARS 2022 & 2023

Submitted to the Governor's Office of Budget, Planning
and Policy and the Legislative Budget Board
by Texas State Technical College in North Texas.

Original submission as of September 18, 2020.

Amended submission as of October 23, 2020.

Amended submission as of November 3, 2020.

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71G Texas State Technical College - North Texas

In accordance with the instructions, Texas State Technical College (TSTC) submits the following Legislative Appropriations Request (LAR) for fiscal years 2022 and 2023 to the Governor's Office of Budget, Policy, and Planning and the Legislative Budget Board. TSTC's LAR is submitted in a manner consistent with the description of TSTC in Section 135.02 of the Texas Education Code, including a LAR for the System Administration unit and the College's six campus bill patterns.

OVERVIEW

Texas State Technical College (TSTC or the College) is the State of Texas' leading provider of two-year technical education in industries critical to the State's long-term sustainable growth. As the one Texas institution whose primary funding is driven solely from the success of its students in the workplace, TSTC is an essential partner to industry as Texas faces the threat of a long-emerging trade and industrial skills gap. As the State rebounds from the COVID-19 induced recession, the College will serve at the front lines of the economic recovery. With this in mind, the College is steering all resources of the 10-campus, statewide institution towards building and maintaining a globally competitive workforce for Texas business and industry.

To support this statewide mission, TSTC operates campuses in Abilene, Breckenridge, Brownwood, the East Williamson County Higher Education Center (in Hutto), TSTC in Fort Bend County (in Rosenberg), Harlingen, Marshall, TSTC in North Texas (in Red Oak), Sweetwater, and Waco. With these ten campuses across Texas, TSTC is set to place over 6,000 graduates in great paying jobs over the next biennium (2022-2023).

In the spring of 2020, the COVID-19 pandemic and related shutdown triggered a disruption with devastating consequences for much of higher education and, consequently, is referenced throughout TSTC's response to the issues featured in the Administrator's Statement instructions, including Policy Changes, Changes to Provisions of Service, Externalities, New Funding Requests, and TSTC's Approach to Baseline Reductions established by the Policy Letter.

SIGNIFICANT CHANGES IN POLICY

The pandemic-driven recession and subsequent consumer lockdown came quickly and relentlessly. So, too, did the calamity of historically low oil prices. The resulting economic and societal turbulence increased the focus of potential students on skills-based, short-term credentials that are clearly tied to careers. Fortunately, TSTC's unique mission, funding and operating structures focus the institution on the employability of its former students. As a result, two relevant policy issues are presented with this legislative appropriation request.

Accountability Funding. While there will be new and emerging occupational skills resulting from the pandemic, in general, the industries and occupations that TSTC supplied prior to the pandemic will continue to drive the economy in 2022 and 2023. TSTC's student employability-based funding structure couldn't be more relevant as Texas and the nation emerge from the current recession. TSTC's accountability funding fuels the talent supply chain key to the economic recovery. Maintaining TSTC's funding, or "commission" rate reaffirms accountability funding policy; one that aligns the interests of TSTC, its students and the employers of Texas. Figure 1 illustrates the historical funding pattern for TSTC's primary funding source, the instruction and administration formula funding (a wholly accountability-based funding strategy).

Insufficient Student Aid for Rapid Response Solutions for Unemployment Surge. Student aid systems do not have the flexibility to support fast-to-work solutions necessary to address the sudden unemployment surge brought on by the pandemic and economic shutdown. Conventional student aid mechanisms are built on the premise that more time in class results in more value for students. That conventional premise often does not serve students, employers or taxpayers well. TSTC developed several new products to provide solutions to the rising numbers of unemployed workforce. These programs target essential skills to rapidly return unemployed and underemployed Texans back into the workforce. A major challenge for these programs is the lack of available financial aid for a target market with the highest financial need.

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SIGNIFICANT CHANGES IN PROVISION OF SERVICE AND SIGNIFICANT EXTERNALITIES

Social Distancing. The COVID-19 pandemic and the related shutdown triggered a disruption that had devastating consequences for much of higher education. Public colleges and universities across the nation spent enormous sums of money to support their students through the pandemic, switching to online education and issuing refunds or losing significant revenues related to parking, housing and dining services.

Social distancing requirements significantly affected TSTC's operations but several factors allowed the College to mitigate some of the disruptive impact ushered in by the pandemic. Most of TSTC's programs are classified as critical or essential, so these programs were exempted from the broad school closure requirements. Some of the instructional delivery could shift online but the majority of TSTC's programs require a face-to-face modality due to their hands-on nature. TSTC converted the vast majority of instructional delivery to a socially-distant, safe format and resumed on-campus instruction in early May 2020. Then, the college successfully completed the Spring 2020 semester and continued safety protocols into the Summer 2020 and Fall 2020 semesters.

The requirements for this safer, socially-distant delivery significantly constrain teaching capacities, including lab space, equipment, and faculty. Students and faculty are required to spread out, increasing the amount of space required to teach. To mitigate these new constraints and teach the same number of students, TSTC must shift schedules, repurpose space, increase teaching time, and add equipment. Figures 2 and 3 illustrate this converted teaching modality as well as the increased constraints on capacities.

Recession-driven Enrollment Surge Trend. In each of the three previous recessions, total community and technical college enrollments increased significantly at the beginning of the recession. Younger, unskilled workers are typically among the first to lose their jobs in a recession and contribute to the waves of enrollment that follow a recession. The COVID-19 recession is unique, and may have a unique enrollment response due to student health concerns and recovery phases unlike other recessions. TSTC is shifting all resources of the College to manage through new social-distancing constraints to optimize its response to different enrollment surge scenarios.

PURPOSE OF FUNDING REQUESTS

TSTC's funding requests focus on maintaining or expanding instructional capacities necessary to address the growing trade skills gap for Texas.

Policy Letter Requirements Response. TSTC received the LBB and Governor's Office approved General Revenue/General Revenue-Dedicated Limits shortly after release of the Policy Letter, reducing non-exempt funding sources by 5 percent. The approach to meeting the requirements of the Policy Letter is similar to TSTC's ongoing fiscal management strategy. TSTC continuously directs capital to the highest performing programs that possess the highest market opportunity and cuts capital allocations to its lowest performing programs with the least market opportunity. The base reduction strategy disproportionately cuts programs that reside in the highest market opportunity since the reduction is applied to start-up funding (a proxy for formula funding because of the lag in TSTC's performance-based funding formula). Start-up funding exists for TSTC's newest programs that were located in the regions with the highest needs for skills.

On a routine basis, the College curates its inventory of programs to ensure investment is directed to those that are high performing and to ensure that low performing programs are closed out. Similarly, non-instructional operations are vetted for relevance, impact and performance with personnel and funding allocations directed to those that perform at the highest level. Consequently, TSTC's strategy for addressing funding reductions would include assessment of expenditures statewide and would target programs, campus locations, or departments with lowest production, impact or relevancy to the future needs of the College.

71G Texas State Technical College - North Texas

EXCEPTIONAL ITEMS

Restoration of Start-Up, Dual Credit, & Other Funding. The approved General Revenue/General Revenue-Dedicated Limits reduced nonexempt funding categories by 5 percent. This included Start-Up funding established with the launch of the campus at TSTC in North Texas. In addition, the reduction impacted dual credit funding as well as important allocations for workers comp and institutional enhancement.

Start-Up funding is necessary to fund new locations under TSTC's performance-based Instruction & Administration (I&A) formula. Since the I&A formula is only funded after former students participate in the workforce for five years, the delay in funding start-up campuses is 8-10 years. Fiscal Year 2020 was the first year that the campus realized funding from the performance of its students. This funding will continue ramping up consistent with the growth of the original cohorts of students.

Tuition Revenue Bonds. As Texas emerges from the recession ushered in by the COVID-19 pandemic and the related shutdown, Texas employers will increasingly generate demand for skilled technicians and tradesmen. This demand is expected to grow for the next few decades. However, over recent decades, the supply of skilled labor has historically been insufficient to meet the needs of Texas employers. This is especially true for heavy industrial workforce gaps. COVID-19 and the related social distancing protocol exacerbated this supply issue by significantly constraining the facility capacity for these programs.

TSTC in North Texas seeks to add or recapture lost instructional capacity by constructing 45,000 square feet of flexible, industrial technology training facilities. This multidisciplinary space will accommodate a versatile training modality suitable for both traditional and performance-based education, and will be flexible to accommodate changes in the labor market to meet the needs of employers for decades to come.

Figure 1:

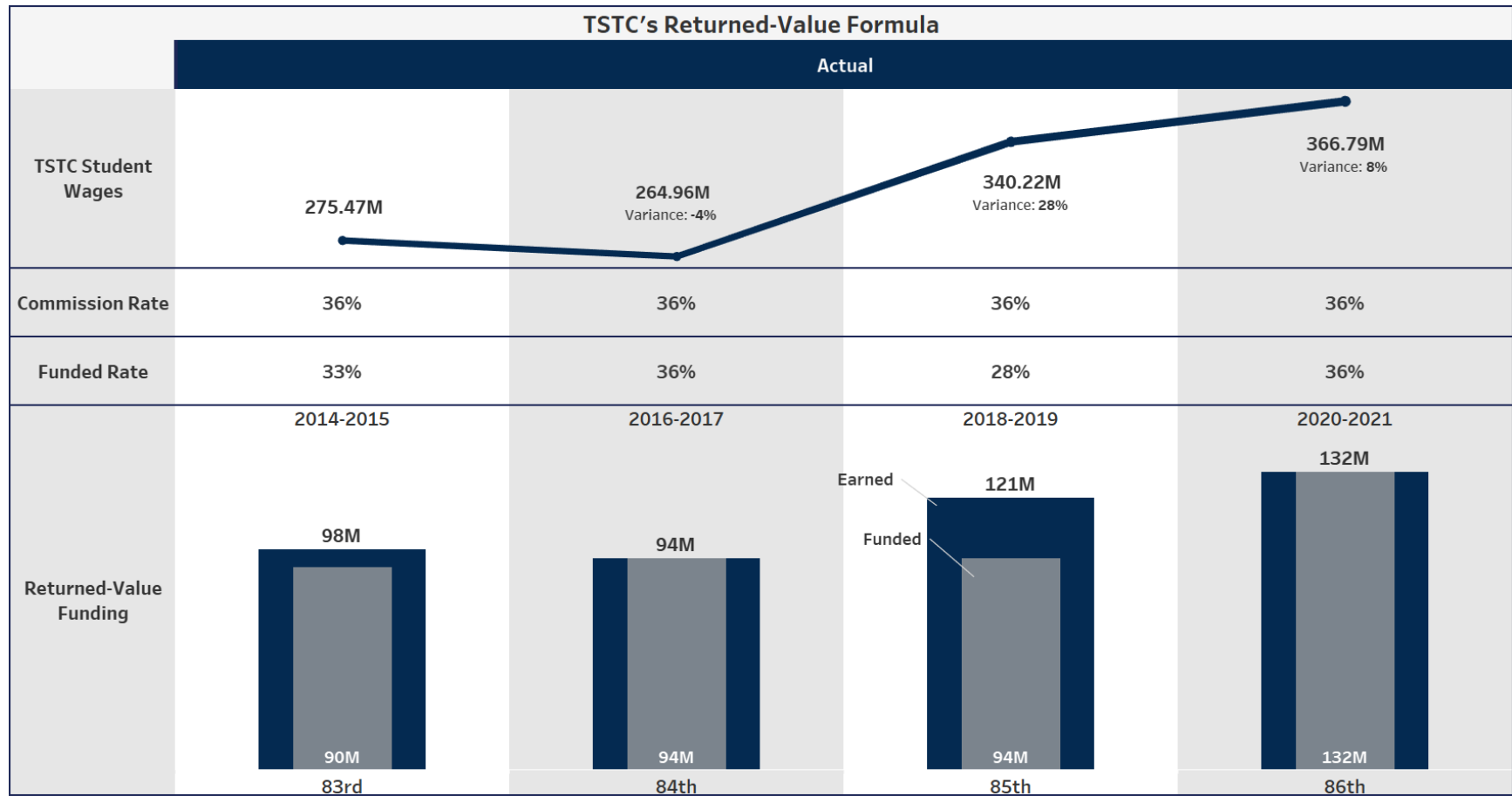


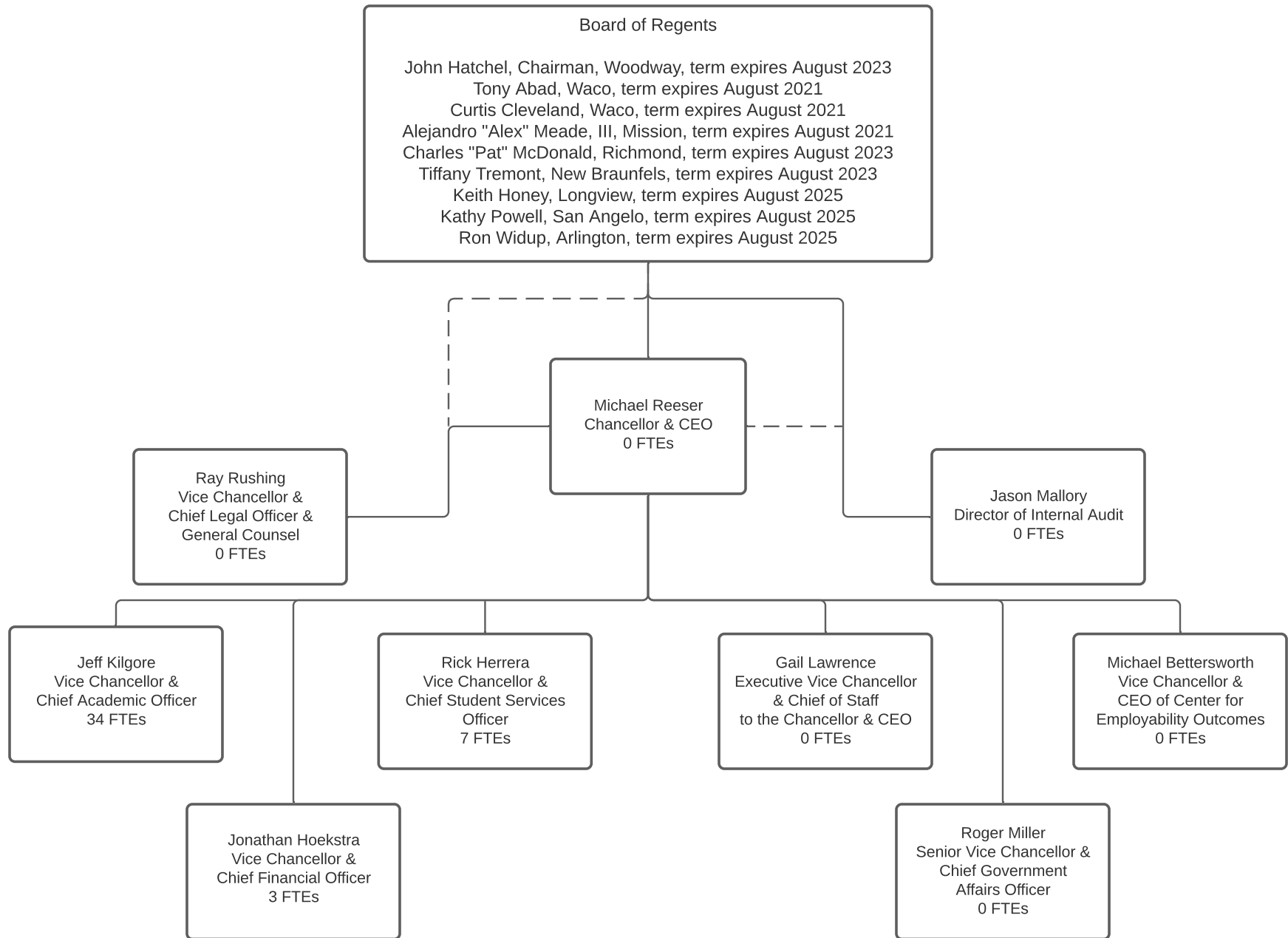
Figure 2:



Figure 3:



LAR - ORGANIZATION CHART - TSTC IN NORTH TEXAS





CERTIFICATE

Agency Name Texas State Technical College

This is to certify that the information contained in the agency Legislative Appropriation 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 (2020–21 GAA).

Chief Executive Officer or Presiding Judge

Board or Commission Chair

Signature

Signature

Printed Name

Printed Name

Title

Title

Date

Date

Chief Financial Officer


Jonathan Hoekstra (Sep 17, 2020 15:54 CDT)
Signature

Jonathan Hoekstra
Printed Name

Vice Chancellor and Chief Financial Officer
Title

September 17, 2020
Date

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

71G Technical State Technical College - North Texas
Appropriation Years: 2022-23

	GENERAL REVENUE FUNDS		GR DEDICATED		FEDERAL FUNDS		OTHER FUNDS		ALL FUNDS		EXCEPTIONAL ITEM FUNDS
	2020-21	2022-23	2020-21	2022-23	2020-21	2022-23	2020-21	2022-23	2020-21	2022-23	2022-23
Goal: 1. Provide Instructional and Operations Support											
1.1.3. Staff Group Insurance Premiums	34,574		34,148	73,646					68,722	73,646	
1.1.6. Texas Public Education Grants			41,378	46,481					41,378	46,481	
Total, Goal	34,574		75,526	120,127					110,100	120,127	
Goal: 2. Provide Infrastructure Support											
2.1.1. E&G Space Support	170,169		(87,900)						82,269		
2.1.2. Tuition Revenue Bond Retirement	1,438,150	1,435,750							1,438,150	1,435,750	2,353,984
2.1.5. Small Institution Supplement	1,316,566		9,365						1,325,931		
Total, Goal	2,924,885	1,435,750	(78,535)						2,846,350	1,435,750	2,353,984
Goal: 3. Provide Non-formula Support											
3.1.1. Startup Funding	4,312,782	3,977,492	156,391						4,469,173	3,977,492	
3.4.1. Institutional Enhancement	323,233	307,072	62,485						385,718	307,072	
3.5.1. Exceptional Item Request											225,504
Total, Goal	4,636,015	4,284,564	218,876						4,854,891	4,284,564	225,504
Total, Agency	7,595,474	5,720,314	215,867	120,127					7,811,341	5,840,441	2,579,488
Total FTEs									44.2	44.2	0.0

2.A. Summary of Base Request by Strategy

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87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

71G Texas State Technical College - North Texas

Goal / Objective / STRATEGY	Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
1 Provide Instructional and Operations Support					
1 Provide Instructional and Operations Support					
3 STAFF GROUP INSURANCE PREMIUMS	34,060	33,128	35,594	36,395	37,251
6 TEXAS PUBLIC EDUCATION GRANTS	21,169	19,148	22,230	22,897	23,584
8 HOLD HARMLESS	106,357	0	0	0	0
TOTAL, GOAL 1	\$161,586	\$52,276	\$57,824	\$59,292	\$60,835
2 Provide Infrastructure Support					
1 Provide Operation and Maintenance of E&G Space					
1 E&G SPACE SUPPORT (1)	113,550	57,589	24,680	0	0
2 TUITION REVENUE BOND RETIREMENT	571,084	718,725	719,425	717,625	718,125
5 SMALL INSTITUTION SUPPLEMENT (1)	213,041	665,399	660,532	0	0
TOTAL, GOAL 2	\$897,675	\$1,441,713	\$1,404,637	\$717,625	\$718,125

(1) - Formula funded strategies are not requested in 2022-23 because amounts are not determined by institutions.

2.A. Summary of Base Request by Strategy

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87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

71G Texas State Technical College - North Texas

Goal / Objective / STRATEGY	Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
3 Provide Non-formula Support					
1 Instructional					
1 STARTUP FUNDING	2,083,853	2,174,254	2,294,919	1,988,746	1,988,746
4 Institutional					
1 INSTITUTIONAL ENHANCEMENT	0	163,030	222,688	153,536	153,536
5 Exceptional Item Request					
1 EXCEPTIONAL ITEM REQUEST	0	0	0	0	0
TOTAL, GOAL 3	\$2,083,853	\$2,337,284	\$2,517,607	\$2,142,282	\$2,142,282
TOTAL, AGENCY STRATEGY REQUEST	\$3,143,114	\$3,831,273	\$3,980,068	\$2,919,199	\$2,921,242
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*				\$0	\$0
GRAND TOTAL, AGENCY REQUEST	\$3,143,114	\$3,831,273	\$3,980,068	\$2,919,199	\$2,921,242

2.A. Summary of Base Request by Strategy

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Automated Budget and Evaluation System of Texas (ABEST)

71G Texas State Technical College - North Texas

Goal / Objective / STRATEGY	Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>METHOD OF FINANCING:</u>					
General Revenue Funds:					
1 General Revenue Fund	3,306,014	3,717,575	3,877,899	2,859,907	2,860,407
SUBTOTAL	\$3,306,014	\$3,717,575	\$3,877,899	\$2,859,907	\$2,860,407
General Revenue Dedicated Funds:					
770 Est. Other Educational & General	(162,900)	113,698	102,169	59,292	60,835
SUBTOTAL	\$(162,900)	\$113,698	\$102,169	\$59,292	\$60,835
TOTAL, METHOD OF FINANCING	\$3,143,114	\$3,831,273	\$3,980,068	\$2,919,199	\$2,921,242

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

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

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87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **71G**

Agency name: **Texas State Technical College - North Texas**

METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>GENERAL REVENUE</u>						
<u>1</u>	General Revenue Fund					
	<i>REGULAR APPROPRIATIONS</i>					
	Regular Appropriations from MOF Table (2018-19 GAA)	\$3,411,018	\$0	\$0	\$0	\$0
	Regular Appropriations from MOF Table (2020-21 GAA)	\$0	\$3,717,575	\$3,717,377	\$0	\$0
	Regular Appropriations from MOF Table (2022-23 GAA)	\$0	\$0	\$0	\$2,859,907	\$2,860,407
	<i>TRANSFERS</i>					
	Administrative - From North Tx to Harlingen	\$(105,004)	\$0	\$0	\$0	\$0
	Administrative - From Waco to North Tx	\$0	\$0	\$160,522	\$0	\$0
TOTAL,	General Revenue Fund	\$3,306,014	\$3,717,575	\$3,877,899	\$2,859,907	\$2,860,407

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

11/4/2020 12:19:45PM

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 71G		Agency name: Texas State Technical College - North Texas				
METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
TOTAL, ALL GENERAL REVENUE		\$3,306,014	\$3,717,575	\$3,877,899	\$2,859,907	\$2,860,407

GENERAL REVENUE FUND - DEDICATED

770 GR Dedicated - Estimated Other Educational and General Income Account No. 770

REGULAR APPROPRIATIONS

Regular Appropriations from MOF Table (2018-19 GAA)

\$463,964	\$0	\$0	\$0	\$0
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Regular Appropriations from MOF Table (2020-21 GAA)

\$0	\$188,344	\$198,731	\$0	\$0
-----	-----------	-----------	-----	-----

Regular Appropriations from MOF Table (2022-23 GAA)

\$0	\$0	\$0	\$59,292	\$60,835
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BASE ADJUSTMENT

Revised Receipts

\$(320,073)	\$(57,048)	\$(54,078)	\$0	\$0
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Comments: The large adjustment to revised receipts for 2019 is due to the changes made beginning (Fall 2017) 09/01/2017 in TSTC's tuition structure. State tuition was an average of about \$120 per semester credit hour and changed to \$16 per semester credit hour. Designated tuition was \$46 per semester credit hour and changed to an average of about \$150 per semester credit hour.

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

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Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **71G**Agency name: **Texas State Technical College - North Texas**

METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>GENERAL REVENUE FUND - DEDICATED</u>						
Adjustments to Expended						
		\$(306,791)	\$(17,598)	\$(42,484)	\$0	\$0
<hr/>						
TOTAL,	GR Dedicated - Estimated Other Educational and General Income Account No. 770					
		\$(162,900)	\$113,698	\$102,169	\$59,292	\$60,835
 TOTAL GENERAL REVENUE FUND - DEDICATED - 704, 708 & 770						
		\$(162,900)	\$113,698	\$102,169	\$59,292	\$60,835
<hr/>						
TOTAL, ALL	GENERAL REVENUE FUND - DEDICATED					
		\$(162,900)	\$113,698	\$102,169	\$59,292	\$60,835
<hr/>						
TOTAL,	GR & GR-DEDICATED FUNDS					
		\$3,143,114	\$3,831,273	\$3,980,068	\$2,919,199	\$2,921,242
<hr/>						
GRAND TOTAL		\$3,143,114	\$3,831,273	\$3,980,068	\$2,919,199	\$2,921,242
<hr/>						

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

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87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:	71G	Agency name:	Texas State Technical College - North Texas			
METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
FULL-TIME-EQUIVALENT POSITIONS						
REGULAR APPROPRIATIONS						
Regular Appropriations from MOF Table (2018-19 GAA)		27.7	0.0	0.0	0.0	0.0
Regular Appropriations from MOF Table (2020-21 GAA)		0.0	42.3	42.3	42.3	42.3
RIDER APPROPRIATION						
Art IX, Sec 6.10(a)(2), Board or Administrator FTE Adjustment (2018-19 GAA)		2.8	0.0	0.0	0.0	0.0
Art IX, Sec 6.10(a)(2), Board or Administrator FTE Adjustment (2020-21 GAA)		0.0	1.9	1.9	1.9	1.9
UNAUTHORIZED NUMBER OVER (BELOW) CAP						
Unauthorized Over Cap		14.7	0.0	0.0	0.0	0.0
TOTAL, ADJUSTED FTES		45.2	44.2	44.2	44.2	44.2
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

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Automated Budget and Evaluation System of Texas (ABEST)**71G Texas State Technical College - North Texas**

OBJECT OF EXPENSE	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
1001 SALARIES AND WAGES	\$1,253,228	\$1,104,744	\$1,244,048	\$739,011	\$739,011
1002 OTHER PERSONNEL COSTS	\$87,479	\$93,640	\$33,626	\$26,310	\$27,166
1005 FACULTY SALARIES	\$1,111,579	\$1,429,281	\$1,684,576	\$1,172,061	\$1,172,061
2002 FUELS AND LUBRICANTS	\$90	\$0	\$0	\$0	\$0
2003 CONSUMABLE SUPPLIES	\$2,686	\$0	\$0	\$0	\$0
2005 TRAVEL	\$2,949	\$0	\$0	\$0	\$0
2007 RENT - MACHINE AND OTHER	\$6,067	\$0	\$0	\$0	\$0
2008 DEBT SERVICE	\$571,084	\$718,725	\$719,425	\$717,625	\$718,125
2009 OTHER OPERATING EXPENSE	\$86,783	\$465,735	\$276,163	\$241,295	\$241,295
3001 CLIENT SERVICES	\$21,169	\$19,148	\$22,230	\$22,897	\$23,584
OOE Total (Excluding Riders)	\$3,143,114	\$3,831,273	\$3,980,068	\$2,919,199	\$2,921,242
OOE Total (Riders)					
Grand Total	\$3,143,114	\$3,831,273	\$3,980,068	\$2,919,199	\$2,921,242

2.D. Summary of Base Request Objective Outcomes
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

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71G Texas State Technical College - North Texas

Goal/ Objective / Outcome		Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
1	Provide Instructional and Operations Support					
	<i>1 Provide Instructional and Operations Support</i>					
KEY	1 % of 1st-time, Full-time, Deg or Cert-seeking Students Graduated 3yrs					
		47.00%	48.00%	49.00%	49.00%	50.00%
KEY	2 Number of Associate Degrees and Certificates Awarded Annually					
		90.00	105.00	100.00	105.00	105.00
KEY	3 Number of Minority Students Graduated Annually					
		43.00	42.00	41.00	40.00	39.00
KEY	4 Number of Former Students Found Working One Year After Departing TSTC					
		210.00	247.00	290.00	341.00	401.00
KEY	5 Percent of Former Students Found Working One Year After Departing TSTC					
		75.00%	73.00%	74.00%	76.00%	76.00%
	6 Total Ann Salary-Former Stdnts Found Working 1 Yr After Departing TSTC					
		7,562,520.00	7,751,583.00	7,945,373.00	8,144,007.00	8,347,607.00

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

DATE: 11/4/2020
TIME : 12:19:45PM

Agency code: **71G**

Agency name: **Texas State Technical College - North Texas**

Priority	Item	2022			2023			Biennium	
		GR and GR/GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds
1	Restore Non-Formula Reductions	\$112,752	\$112,752	0.0	\$112,752	\$112,752	0.0	\$225,504	\$225,504
2	New Campus Site Phase II	\$1,176,992	\$1,176,992		\$1,176,992	\$1,176,992		\$2,353,984	\$2,353,984
Total, Exceptional Items Request		\$1,289,744	\$1,289,744	0.0	\$1,289,744	\$1,289,744	0.0	\$2,579,488	\$2,579,488

Method of Financing

General Revenue	\$1,289,744	\$1,289,744		\$1,289,744	\$1,289,744		\$2,579,488	\$2,579,488
General Revenue - Dedicated								
Federal Funds								
Other Funds								
	\$1,289,744	\$1,289,744		\$1,289,744	\$1,289,744		\$2,579,488	\$2,579,488

Full Time Equivalent Positions **0.0**

Number of 100% Federally Funded FTEs **0.0**

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

DATE : 11/4/2020

TIME : 12:19:46PM

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

Goal/Objective/STRATEGY	Base 2022	Base 2023	Exceptional 2022	Exceptional 2023	Total Request 2022	Total Request 2023
1 Provide Instructional and Operations Support						
1 <i>Provide Instructional and Operations Support</i>						
3 STAFF GROUP INSURANCE PREMIUMS	\$36,395	\$37,251	\$0	\$0	\$36,395	\$37,251
6 TEXAS PUBLIC EDUCATION GRANTS	22,897	23,584	0	0	22,897	23,584
8 HOLD HARMLESS	0	0	0	0	0	0
TOTAL, GOAL 1	\$59,292	\$60,835	\$0	\$0	\$59,292	\$60,835
2 Provide Infrastructure Support						
1 <i>Provide Operation and Maintenance of E&G Space</i>						
1 E&G SPACE SUPPORT	0	0	0	0	0	0
2 TUITION REVENUE BOND RETIREMENT	717,625	718,125	1,176,992	1,176,992	1,894,617	1,895,117
5 SMALL INSTITUTION SUPPLEMENT	0	0	0	0	0	0
TOTAL, GOAL 2	\$717,625	\$718,125	\$1,176,992	\$1,176,992	\$1,894,617	\$1,895,117

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

DATE : 11/4/2020

TIME : 12:19:46PM

Agency code:	71G	Agency name:	Texas State Technical College - North Texas			
Goal/Objective/STRATEGY	Base 2022	Base 2023	Exceptional 2022	Exceptional 2023	Total Request 2022	Total Request 2023
3 Provide Non-formula Support						
1 <i>Instructional</i>						
1 STARTUP FUNDING	\$1,988,746	\$1,988,746	\$0	\$0	\$1,988,746	\$1,988,746
4 <i>Institutional</i>						
1 INSTITUTIONAL ENHANCEMENT	153,536	153,536	0	0	153,536	153,536
5 <i>Exceptional Item Request</i>						
1 EXCEPTIONAL ITEM REQUEST	0	0	112,752	112,752	112,752	112,752
TOTAL, GOAL 3	\$2,142,282	\$2,142,282	\$112,752	\$112,752	\$2,255,034	\$2,255,034
TOTAL, AGENCY STRATEGY REQUEST	\$2,919,199	\$2,921,242	\$1,289,744	\$1,289,744	\$4,208,943	\$4,210,986
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	\$2,919,199	\$2,921,242	\$1,289,744	\$1,289,744	\$4,208,943	\$4,210,986

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

DATE : 11/4/2020

TIME : 12:19:46PM

Agency code: 71G		Agency name: Texas State Technical College - North Texas					
Goal/Objective/STRATEGY		Base 2022	Base 2023	Exceptional 2022	Exceptional 2023	Total Request 2022	Total Request 2023
General Revenue Funds:							
1	General Revenue Fund	\$2,859,907	\$2,860,407	\$1,289,744	\$1,289,744	\$4,149,651	\$4,150,151
		\$2,859,907	\$2,860,407	\$1,289,744	\$1,289,744	\$4,149,651	\$4,150,151
General Revenue Dedicated Funds:							
770	Est. Other Educational & General	59,292	60,835	0	0	59,292	60,835
		\$59,292	\$60,835	\$0	\$0	\$59,292	\$60,835
TOTAL, METHOD OF FINANCING		\$2,919,199	\$2,921,242	\$1,289,744	\$1,289,744	\$4,208,943	\$4,210,986
FULL TIME EQUIVALENT POSITIONS		44.2	44.2	0.0	0.0	44.2	44.2

2.G. Summary of Total Request Objective Outcomes
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

Date : 11/4/2020
Time: 12:19:46PM

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

Goal/ Objective / **Outcome**

		BL 2022	BL 2023	Excp 2022	Excp 2023	Total Request 2022	Total Request 2023
1	Provide Instructional and Operations Support						
1	<i>Provide Instructional and Operations Support</i>						
KEY	1 % of 1st-time, Full-time, Deg or Cert-seeking Students Graduated 3yrs						
		49.00%	50.00%			49.00%	50.00%
KEY	2 Number of Associate Degrees and Certificates Awarded Annually						
		105.00	105.00			105.00	105.00
KEY	3 Number of Minority Students Graduated Annually						
		40.00	39.00			40.00	39.00
KEY	4 Number of Former Students Found Working One Year After Departing TSTC						
		341.00	401.00			341.00	401.00
KEY	5 Percent of Former Students Found Working One Year After Departing TSTC						
		76.00%	76.00%			76.00%	76.00%
	6 Total Ann Salary-Former Stdnts Found Working 1 Yr After Departing TSTC						
		8,144,007.00	8,347,607.00			8,144,007.00	8,347,607.00

71G Texas State Technical College - North Texas

GOAL: 1 Provide Instructional and Operations Support
OBJECTIVE: 1 Provide Instructional and Operations Support
STRATEGY: 1 Instruction and Administration

Service Categories:

Service: 19 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022 ⁽¹⁾	BL 2023 ⁽¹⁾
Output Measures:						
	1 Number of Contact Hours Taught Annually	179,312.00	130,016.00	135,217.00	140,625.00	146,250.00
	2 % of Contact Hours Completed Annually at End of Rptg Period	100.00 %	99.00 %	99.00 %	99.00 %	99.00 %
	3 Fall Headcount	297.00	247.00	375.00	257.00	259.00
	4 Number of Minority Students Enrolled Annually	150.00	160.00	128.00	128.00	129.00
KEY	5 Annual Headcount Enrollment	347.00	312.00	281.00	292.00	295.00
	6 Number of Semester Credit Hours Taught Annually	5,862.00	5,054.00	4,358.00	4,532.00	4,577.00
	7 % Semester Credit Hours Completed at the End of the Reporting Period	100.00 %	99.00 %	99.00 %	99.00 %	99.00 %
Efficiency Measures:						
KEY	1 Administrative Cost as a Percent of Operating Budget	10.54 %	9.97 %	9.59 %	9.59 %	9.59 %
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)						
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)						
FULL TIME EQUIVALENT POSITIONS:						

(1) - Formula funded strategies are not requested in 2022-23 because amounts are not determined by institutions.

71G Texas State Technical College - North Texas

GOAL: 1 Provide Instructional and Operations Support

OBJECTIVE: 1 Provide Instructional and Operations Support

STRATEGY: 1 Instruction and Administration

Service Categories:

Service: 19 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022 ⁽¹⁾	BL 2023 ⁽¹⁾
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STRATEGY DESCRIPTION AND JUSTIFICATION:

In the General Appropriations Act, HB 1, 84th Texas Legislature, Section 11 (page III--224), allocated funding under the Instruction & Operations strategy among Texas State Technical Colleges (TSTC) based on the additional direct and indirect state tax revenues generated as a result of the education provided. This formula furthers the goal of rewarding job placement and graduate earnings projections, not time in training or contact hours. This funding facilitates the provision of industry standard, state -of- the-art education and training in high priority careers.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Texas businesses in key industries are unable to find enough sufficiently trained workers to fill available, middle- skill jobs (those which require credentials between high school and a four- year college degree). Consequently, many Texas employers are left unable to grow and innovate, restricting their ability to compete in the current economy. This growing need for workers in middle-skill occupations is concentrated in the STEM fields, TSTC's primary focus.

According to the U.S. Census Bureau, Ellis County was ranked 34th across the United States for percentage growth during 2018-2019.

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

(1) - Formula funded strategies are not requested in 2022-23 because amounts are not determined by institutions.

71G Texas State Technical College - North Texas

GOAL: 1 Provide Instructional and Operations Support
OBJECTIVE: 1 Provide Instructional and Operations Support
STRATEGY: 3 Staff Group Insurance Premiums

Service Categories:

Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
1002	OTHER PERSONNEL COSTS	\$13,303	\$10,853	\$11,434	\$12,235	\$13,091
2009	OTHER OPERATING EXPENSE	\$20,757	\$22,275	\$24,160	\$24,160	\$24,160
TOTAL, OBJECT OF EXPENSE		\$34,060	\$33,128	\$35,594	\$36,395	\$37,251
Method of Financing:						
1	General Revenue Fund	\$15,434	\$17,287	\$17,287	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$15,434	\$17,287	\$17,287	\$0	\$0
Method of Financing:						
770	Est. Other Educational & General	\$18,626	\$15,841	\$18,307	\$36,395	\$37,251
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$18,626	\$15,841	\$18,307	\$36,395	\$37,251
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$36,395	\$37,251
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$34,060	\$33,128	\$35,594	\$36,395	\$37,251
FULL TIME EQUIVALENT POSITIONS:						

71G Texas State Technical College - North Texas

GOAL: 1 Provide Instructional and Operations Support
OBJECTIVE: 1 Provide Instructional and Operations Support
STRATEGY: 3 Staff Group Insurance Premiums

Service Categories:

Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy is to provide proportional share of staff group insurance premiums paid from Other E&G funds.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Influencing factors include the number of personnel working 30 hours or more and the change in premium rates.

Strategy based upon percentage of estimated other E&G income to total appropriation. There is a general revenue shortfall for group insurance; therefore, other strategies must supplement group insurance expenditures.

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 (Est 2020 + Bud 2021)	Baseline Request (BL 2022 + BL 2023)		\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$68,722	\$73,646	\$4,924	\$4,924	Increase in group insurance premiums. MOF-Other E&G. FTEs-0.
			\$4,924	Total of Explanation of Biennial Change

71G Texas State Technical College - North Texas

GOAL: 1 Provide Instructional and Operations Support
OBJECTIVE: 1 Provide Instructional and Operations Support
STRATEGY: 6 Texas Public Education Grants

Service Categories:

Service: 20 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
3001	CLIENT SERVICES	\$21,169	\$19,148	\$22,230	\$22,897	\$23,584
TOTAL, OBJECT OF EXPENSE		\$21,169	\$19,148	\$22,230	\$22,897	\$23,584
Method of Financing:						
770	Est. Other Educational & General	\$21,169	\$19,148	\$22,230	\$22,897	\$23,584
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$21,169	\$19,148	\$22,230	\$22,897	\$23,584
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$22,897	\$23,584
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$21,169	\$19,148	\$22,230	\$22,897	\$23,584

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

To provide for grants to College students as prescribed by the VTCA 56.037.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

The level of funds set-aside from tuition for use under TPEG is directly correlated with total enrollment.

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71G Texas State Technical College - North Texas

GOAL: 1 Provide Instructional and Operations Support
OBJECTIVE: 1 Provide Instructional and Operations Support
STRATEGY: 6 Texas Public Education Grants

Service Categories:

Service: 20 Income: A.1 Age: B.3

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

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$41,378	\$46,481	\$5,103	\$5,103	Increase in enrollment. MOF-Other E&G. FTEs-0.
			\$5,103	Total of Explanation of Biennial Change

71G Texas State Technical College - North Texas

GOAL: 1 Provide Instructional and Operations Support
OBJECTIVE: 1 Provide Instructional and Operations Support
STRATEGY: 8 Hold Harmless

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
1001	SALARIES AND WAGES	\$103,157	\$0	\$0	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$3,200	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$106,357	\$0	\$0	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$161,616	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$161,616	\$0	\$0	\$0	\$0
Method of Financing:						
770	Est. Other Educational & General	\$(55,259)	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$(55,259)	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$106,357	\$0	\$0	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:		1.8	0.0	0.0	0.0	0.0

71G Texas State Technical College - North Texas

GOAL: 1 Provide Instructional and Operations Support

OBJECTIVE: 1 Provide Instructional and Operations Support

STRATEGY: 8 Hold Harmless

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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STRATEGY DESCRIPTION AND JUSTIFICATION:

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

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

71G Texas State Technical College - North Texas

GOAL: 2 Provide Infrastructure Support

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

STRATEGY: 1 Educational and General Space Support

Service Categories:

Service: 10

Income: A.1

Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022 ⁽¹⁾	BL 2023 ⁽¹⁾
Objects of Expense:						
1001	SALARIES AND WAGES	\$87,738	\$31,969	\$24,360	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$1,960	\$6,724	\$320	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$23,852	\$18,896	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$113,550	\$57,589	\$24,680	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$65,235	\$85,533	\$84,636	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$65,235	\$85,533	\$84,636	\$0	\$0
Method of Financing:						
770	Est. Other Educational & General	\$48,315	\$(27,944)	\$(59,956)	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$48,315	\$(27,944)	\$(59,956)	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$113,550	\$57,589	\$24,680	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:		1.4	1.0	1.0	1.0	1.0

(1) - Formula funded strategies are not requested in 2022-23 because amounts are not determined by institutions.

71G Texas State Technical College - North Texas

GOAL: 2 Provide Infrastructure Support

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

STRATEGY: 1 Educational and General Space Support

Service Categories:
Service: 10 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022 ⁽¹⁾	BL 2023 ⁽¹⁾
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STRATEGY DESCRIPTION AND JUSTIFICATION:

To provide operation, maintenance, and support for E & G facilities, network services and grounds, which are essential to TSTC in North Texas.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Influencing factors include the cost of goods, services and utilities, as well as progress on deferred maintenance, efforts in energy efficiency and management, and centralized System network services.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$82,269	\$0	\$(82,269)	\$(82,269)	Formula funding for FY2022 and FY2023.
			\$(82,269)	Total of Explanation of Biennial Change

(1) - Formula funded strategies are not requested in 2022-23 because amounts are not determined by institutions.

71G Texas State Technical College - North Texas

GOAL: 2 Provide Infrastructure Support

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

Service Categories:

STRATEGY: 2 Tuition Revenue Bond Retirement

Service: 10

Income: A.2

Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
2008	DEBT SERVICE	\$571,084	\$718,725	\$719,425	\$717,625	\$718,125
TOTAL, OBJECT OF EXPENSE		\$571,084	\$718,725	\$719,425	\$717,625	\$718,125
Method of Financing:						
1	General Revenue Fund	\$715,750	\$718,725	\$719,425	\$717,625	\$718,125
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$715,750	\$718,725	\$719,425	\$717,625	\$718,125
Method of Financing:						
770	Est. Other Educational & General	\$(144,666)	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$(144,666)	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$717,625	\$718,125
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$571,084	\$718,725	\$719,425	\$717,625	\$718,125
FULL TIME EQUIVALENT POSITIONS:						

71G Texas State Technical College - North Texas

GOAL: 2 Provide Infrastructure Support

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

STRATEGY: 2 Tuition Revenue Bond Retirement

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy is essential for the College to meet the annual debt service requirements for the Tuition Revenue Bonds issued during FY 2016, as authorized by the 84th Texas Legislature. The FY 2016 TRB was issued at a lower interest rate than expected, thereby resulting in savings for the state.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

TRB funds used for a new building has enabled the college to better serve the needs of students in technical education.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>	<u>CHANGE</u>	<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$1,438,150	\$1,435,750	\$(2,400)	\$(2,400)	Bonds experienced a slight decrease in interest. MOF-GR. FTEs-0.
			\$(2,400)	Total of Explanation of Biennial Change

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71G Texas State Technical College - North Texas

GOAL: 2 Provide Infrastructure Support

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

STRATEGY: 5 Small Institution Supplement

Service Categories:

Service: 19

Income: A.1

Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022 ⁽¹⁾	BL 2023 ⁽¹⁾
Objects of Expense:						
1001	SALARIES AND WAGES	\$172,680	\$323,645	\$333,660	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$2,660	\$5,218	\$4,600	\$0	\$0
1005	FACULTY SALARIES	\$0	\$335,336	\$320,832	\$0	\$0
2002	FUELS AND LUBRICANTS	\$90	\$0	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$2,686	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$34,925	\$1,200	\$1,440	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$213,041	\$665,399	\$660,532	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$375,000	\$658,283	\$658,283	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$375,000	\$658,283	\$658,283	\$0	\$0
Method of Financing:						
770	Est. Other Educational & General	\$(161,959)	\$7,116	\$2,249	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$(161,959)	\$7,116	\$2,249	\$0	\$0

(1) - Formula funded strategies are not requested in 2022-23 because amounts are not determined by institutions.

71G Texas State Technical College - North Texas

GOAL: 2 Provide Infrastructure Support

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

STRATEGY: 5 Small Institution Supplement

Service Categories:

Service: 19 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	(1) BL 2022	(1) BL 2023
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$213,041	\$665,399	\$660,532	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:		3.0	3.0	3.0	3.0	3.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

The Small Institution Supplement strategy provides \$1,316,566 during a biennium for institutions that enroll less than 5,000 students (phased out between 5,000 and 10,000), recognizing that institutions have a minimum cost of operation that may not be covered by funds generated through the formulas. The 84th Texas Legislature in Texas Education Code (TEC), section 135.02(a), authorized designation of TSTC in North Texas as a campus. Under the criteria established by the 81st Legislature, this new campus qualifies for Small Institution Supplement funding.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

These funds will be directed to cover the costs of utilities and building maintenance.

(1) - Formula funded strategies are not requested in 2022-23 because amounts are not determined by institutions.

71G Texas State Technical College - North Texas

GOAL: 2 Provide Infrastructure Support

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

STRATEGY: 5 Small Institution Supplement

Service Categories:

Service: 19 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022 ⁽¹⁾	BL 2023 ⁽¹⁾
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS		BIENNIAL CHANGE	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2020 + Bud 2021)	Baseline Request (BL 2022 + BL 2023)		\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$1,325,931	\$0	\$(1,325,931)	\$(1,325,931)	Formula funding for FY2022 and FY2023.
			\$(1,325,931)	Total of Explanation of Biennial Change

(1) - Formula funded strategies are not requested in 2022-23 because amounts are not determined by institutions.

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

11/4/2020 12:19:46PM

71G Texas State Technical College - North Texas

GOAL: 3 Provide Non-formula Support

OBJECTIVE: 1 Instructional

STRATEGY: 1 Startup Funding

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
1001	SALARIES AND WAGES	\$889,653	\$602,414	\$723,380	\$626,871	\$626,871
1002	OTHER PERSONNEL COSTS	\$66,356	\$54,531	\$12,232	\$10,600	\$10,600
1005	FACULTY SALARIES	\$1,111,579	\$1,093,945	\$1,308,744	\$1,134,140	\$1,134,140
2005	TRAVEL	\$2,949	\$0	\$0	\$0	\$0
2007	RENT - MACHINE AND OTHER	\$6,067	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$7,249	\$423,364	\$250,563	\$217,135	\$217,135
TOTAL, OBJECT OF EXPENSE		\$2,083,853	\$2,174,254	\$2,294,919	\$1,988,746	\$1,988,746
Method of Financing:						
1	General Revenue Fund	\$1,972,979	\$2,076,130	\$2,236,652	\$1,988,746	\$1,988,746
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$1,972,979	\$2,076,130	\$2,236,652	\$1,988,746	\$1,988,746
Method of Financing:						
770	Est. Other Educational & General	\$110,874	\$98,124	\$58,267	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$110,874	\$98,124	\$58,267	\$0	\$0

71G Texas State Technical College - North Texas

GOAL: 3 Provide Non-formula Support
OBJECTIVE: 1 Instructional
STRATEGY: 1 Startup Funding

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$1,988,746	\$1,988,746
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,083,853	\$2,174,254	\$2,294,919	\$1,988,746	\$1,988,746
FULL TIME EQUIVALENT POSITIONS:		39.0	40.2	40.2	40.2	40.2

STRATEGY DESCRIPTION AND JUSTIFICATION:

TSTC's funding model for Instruction and Administration, the "returned value" (RTV) funding model, only funds results; consequently, it does not provide funding for start-up operations like other cost-reimbursement (e.g., contact-hour based) models. RTV funding returns a portion of the economic value to the state generated from wages earned (over five years) by former students. Consequently, there is an 8-10 year inherent lag between the campus start-up, teaching event, the students' 5-year earnings contribution, the funding formula measurement, and the allocation through appropriations funding. For start-up locations, significant costs accumulate during this time.

Basic start-up costs include, but are not limited to, operations personnel, debt service on financed equipment (TSTC's programs require costly, industrial equipment), and consumables (many programs have significant consumable cost, such as welding rods), and advertising costs. Start-up administrative costs are mitigated by TSTC's centralized administration structure.

As student earnings begin to reach the end of the 5-year measurement period, the funding formula will recognize these results and the need for transition funding will decline.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

71G Texas State Technical College - North Texas

GOAL: 3 Provide Non-formula Support

OBJECTIVE: 1 Instructional

Service Categories:

STRATEGY: 1 Startup Funding

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
------	-------------	----------	----------	----------	---------	---------

Enrollment at the start-up location has grown steadily since inception, and is consistent with the rate of growth expected for the start-up.

Creation of night and weekend cohorts has placed an opportunity for non-traditional students to obtain an in demand technical education.

TSTC continues to be an institution of choice for Texas Workforce Commission Skills Development Funding grants, and several awards were made at TSTC in North Texas.

Continued model of reduced administration to efficiently deploy all funding resources to core, educational services.

Actively participating as a member of the community through the Red Oak Chamber of Commerce, Waxahachie Chamber of Commerce, Best Southwest Partnership, and engagement with Red Oak and the surrounding cities.

Forged relationships with surrounding ISDs.

71G Texas State Technical College - North Texas

GOAL: 3 Provide Non-formula Support

OBJECTIVE: 1 Instructional

Service Categories:

STRATEGY: 1 Startup Funding

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
------	-------------	----------	----------	----------	---------	---------

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$4,469,173	\$3,977,492	\$(491,681)	\$(156,391)	North TX is a new campus that was previously reported under TSTC Marshall for tuition & TPEG purposes, & under TSTC System Admin for General Revenue & FTE purposes.
			\$(335,290)	2022 and 2023 are impacted by the 5% reduction.
			\$(491,681)	Total of Explanation of Biennial Change

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

11/4/2020 12:19:46PM

71G Texas State Technical College - North Texas

GOAL: 3 Provide Non-formula Support
OBJECTIVE: 4 Institutional
STRATEGY: 1 Institutional Enhancement

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
1001	SALARIES AND WAGES	\$0	\$146,716	\$162,648	\$112,140	\$112,140
1002	OTHER PERSONNEL COSTS	\$0	\$16,314	\$5,040	\$3,475	\$3,475
1005	FACULTY SALARIES	\$0	\$0	\$55,000	\$37,921	\$37,921
TOTAL, OBJECT OF EXPENSE		\$0	\$163,030	\$222,688	\$153,536	\$153,536
Method of Financing:						
1	General Revenue Fund	\$0	\$161,617	\$161,616	\$153,536	\$153,536
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$0	\$161,617	\$161,616	\$153,536	\$153,536
Method of Financing:						
770	Est. Other Educational & General	\$0	\$1,413	\$61,072	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$0	\$1,413	\$61,072	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$153,536	\$153,536
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$0	\$163,030	\$222,688	\$153,536	\$153,536
FULL TIME EQUIVALENT POSITIONS:						

71G Texas State Technical College - North Texas

GOAL: 3 Provide Non-formula Support
OBJECTIVE: 4 Institutional
STRATEGY: 1 Institutional Enhancement

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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STRATEGY DESCRIPTION AND JUSTIFICATION:

Provides funding necessary for proper functioning of the College operations. Funds are used to support E&G components including career services, institutional planning, assessment, instructional support, and new program development.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Influencing factors include the demand for new programs and student services.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$385,718	\$307,072	\$(78,646)	\$(62,485)	Reallocation of expenses to align with appropriations. MOF-Other E&G. FTEs-0.
			\$(16,161)	2022 and 2023 are impacted by the 5% reduction.
			\$(78,646)	Total of Explanation of Biennial Change

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

11/4/2020 12:19:46PM

71G Texas State Technical College - North Texas

GOAL: 3 Provide Non-formula Support
OBJECTIVE: 5 Exceptional Item Request
STRATEGY: 1 Exceptional Item Request

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
------	-------------	----------	----------	----------	---------	---------

Objects of Expense:

2009	OTHER OPERATING EXPENSE	\$0	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$0	\$0	\$0	\$0	\$0

Method of Financing:

1	General Revenue Fund	\$0	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$0	\$0	\$0	\$0	\$0

TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
--	--	--	--	--	------------	------------

TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)					\$0	\$0
--	--	--	--	--	------------	------------

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

11/4/2020 12:19:46PM

71G Texas State Technical College - North Texas

GOAL: 3 Provide Non-formula Support
OBJECTIVE: 5 Exceptional Item Request
STRATEGY: 1 Exceptional Item Request

Service Categories:

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

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

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$0	\$0	\$0	\$0	Restore Non-Formula Reductions. These funds are not new funds, but rather a restoration of non-formula support items that were reduced via the policy letter issued with the 2022-2023 LAR instructions.
			\$0	Total of Explanation of Biennial Change

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	\$3,143,114	\$3,831,273	\$3,980,068	\$2,919,199	\$2,921,242
METHODS OF FINANCE (INCLUDING RIDERS):				\$2,919,199	\$2,921,242
METHODS OF FINANCE (EXCLUDING RIDERS):	\$3,143,114	\$3,831,273	\$3,980,068	\$2,919,199	\$2,921,242
FULL TIME EQUIVALENT POSITIONS:	45.2	44.2	44.2	44.2	44.2

3.A.1. PROGRAM-LEVEL REQUEST SCHEDULE
87th Regular Session, Agency Submission, Version 1

Agency Code: 71G		Agency: Texas State Technical College - North Texas			Prepared By:					
Date:		Program	Program Name	Legal Authority	2020-21 Base	Requested 2022	Requested 2023	Biennial Total 2022-23	Biennial Difference	
Strategy	Strategy Name	Priority							\$	%
1.1.3	Staff Group Insurance Premiums	6	Staff Group Insurance Premiums		\$68,722	\$36,395	\$37,251	\$73,646	\$4,924	7.2
1.1.6	Texas Public Education Grants	7	Texas Public Education Grants		\$41,378	\$22,897	\$23,584	\$46,481	\$5,103	12.3
2.1.1	Educational and General Space Support	2	Educational and General Space Support		\$82,269	\$0	\$0	\$0	(\$82,269)	-100.0
2.1.2	Tuition Revenue Bond Retirement	3	Tuition Revenue Bond Retirement		\$1,438,150	\$1,894,617	\$1,895,117	\$3,789,734	\$2,351,584	163.5
2.1.5	Small Institution Supplement	4	Small Institution Supplement		\$1,325,931	\$0	\$0	\$0	(\$1,325,931)	-100.0
3.1.1	Startup Funding	1	Startup Funding		\$4,469,173	\$2,294,919	\$2,294,919	\$4,589,838	\$120,665	2.7
3.4.1	Institutional Enhancement	5	Institutional Enhancement		\$385,718	\$222,688	\$222,688	\$445,376	\$59,658	15.5
3.5.1	Exceptional Item Request	8	Exceptional Item Request		\$0	\$112,752	\$112,752	\$225,504	\$225,504	100.0
Program Prioritization: <i>Indicate the methodology or approach taken by the agency, court, or institution to determine the ranking of each program by priority.</i>										

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

DATE: **11/4/2020**
TIME: **12:20:02PM**

Agency code: **71G**

Agency name:

Texas State Technical College - North Texas

CODE	DESCRIPTION	Excp 2022	Excp 2023
------	-------------	-----------	-----------

Item Name: Restore Non-Formula Reductions

Item Priority: 1

IT Component: No

Anticipated Out-year Costs: Yes

Involve Contracts > \$50,000: No

Includes Funding for the Following Strategy or Strategies: 03-05-01 Exceptional Item Request

OBJECTS OF EXPENSE:

2009	OTHER OPERATING EXPENSE	112,752	112,752
	TOTAL, OBJECT OF EXPENSE	\$112,752	\$112,752

METHOD OF FINANCING:

1	General Revenue Fund	112,752	112,752
	TOTAL, METHOD OF FINANCING	\$112,752	\$112,752

DESCRIPTION / JUSTIFICATION:

Funds will be used to maintain current levels of service for instructional and student support, as well as maintaining sufficient startup funding levels for the 2022-2023 biennium.

EXTERNAL/INTERNAL FACTORS:

Consequences of not funding: Without the restoration of these funds, TSTC may be required to make faculty and staff reductions, and/or reduce instructional program offerings.

PCLS TRACKING KEY:

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

To maintain current funding levels

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

DATE: **11/4/2020**
TIME: **12:20:02PM**

Agency code: **71G**

Agency name:
Texas State Technical College - North Texas

CODE	DESCRIPTION	Exp 2022		Exp 2023
ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:				
		2024	2025	2026
		\$112,752	\$112,752	\$112,752

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

DATE: 11/4/2020
TIME: 12:20:02PM

Agency code: 71G Agency name:
Texas State Technical College - North Texas

CODE	DESCRIPTION	Excp 2022	Excp 2023
------	-------------	-----------	-----------

Item Name: New Campus Site Phase II
Item Priority: 2
IT Component: No
Anticipated Out-year Costs: Yes
Involve Contracts > \$50,000: No

Includes Funding for the Following Strategy or Strategies: 02-01-02 Tuition Revenue Bond Retirement

OBJECTS OF EXPENSE:

2008	DEBT SERVICE	1,176,992	1,176,992
TOTAL, OBJECT OF EXPENSE		\$1,176,992	\$1,176,992

METHOD OF FINANCING:

1	General Revenue Fund	1,176,992	1,176,992
TOTAL, METHOD OF FINANCING		\$1,176,992	\$1,176,992

DESCRIPTION / JUSTIFICATION:

TSTC in North Texas requests funding to add or replace lost instructional capacity by constructing 45,000 square feet of flexible, industrial technology and skilled trade training facilities. This space will be flexible to accommodate changes in the labor market to meet the needs of employers for decades to come. Tuition Revenue Bond Issuance Authority in the amount of 13,500,000 is requested by TSTC in North Texas for this instructional facility. State funding is requested for projected debt service payment of \$1,176,992 for the FY 2022/2023 biennium. This is based upon an amortization of 20 years at 6.00%

EXTERNAL/INTERNAL FACTORS:

Consequences of not funding: Reduced capacity for reducing Texas' technical skills shortage.

PCLS TRACKING KEY:

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Debt service for Tuition Revenue Bonds are set for the term of the bond, which is 20 years.

DATE: **11/4/2020**

TIME: 12:20:02PM

Agency name:

CODE	DESCRIPTION
------	-------------

Exp 2022

Exp 2023

2024

\$1,176,992

2025

\$1,176,992

2026

\$1,176,992

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

DATE: 11/4/2020

TIME: 12:20:02PM

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

Code	Description	Excp 2022	Excp 2023
Item Name: Restore Non-Formula Reductions			
Allocation to Strategy: 3-5-1 Exceptional Item Request			
OBJECTS OF EXPENSE:			
2009	OTHER OPERATING EXPENSE	112,752	112,752
TOTAL, OBJECT OF EXPENSE		\$112,752	\$112,752
METHOD OF FINANCING:			
1	General Revenue Fund	112,752	112,752
TOTAL, METHOD OF FINANCING		\$112,752	\$112,752
FULL-TIME EQUIVALENT POSITIONS (FTE):		0.0	0.0

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

DATE: **11/4/2020**
TIME: **12:20:02PM**

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

Code	Description	Excp 2022	Excp 2023
Item Name:			
	New Campus Site Phase II		
Allocation to Strategy:			
	2-1-2 Tuition Revenue Bond Retirement		
OBJECTS OF EXPENSE:			
2008	DEBT SERVICE	1,176,992	1,176,992
TOTAL, OBJECT OF EXPENSE		\$1,176,992	\$1,176,992
METHOD OF FINANCING:			
1	General Revenue Fund	1,176,992	1,176,992
TOTAL, METHOD OF FINANCING		\$1,176,992	\$1,176,992

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

DATE: 11/4/2020
TIME: 12:20:03PM

Agency Code: 71G Agency name: Texas State Technical College - North Texas

GOAL: 2 Provide Infrastructure Support

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

STRATEGY: 2 Tuition Revenue Bond Retirement

Service Categories:

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

CODE	DESCRIPTION	Excp 2022	Excp 2023
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OBJECTS OF EXPENSE:

2008	DEBT SERVICE	1,176,992	1,176,992
Total, Objects of Expense		\$1,176,992	\$1,176,992

METHOD OF FINANCING:

1	General Revenue Fund	1,176,992	1,176,992
Total, Method of Finance		\$1,176,992	\$1,176,992

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

New Campus Site Phase II

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

DATE: 11/4/2020
TIME: 12:20:03PM

Agency Code: **71G** Agency name: **Texas State Technical College - North Texas**

GOAL: 3 Provide Non-formula Support

OBJECTIVE: 5 Exceptional Item Request

STRATEGY: 1 Exceptional Item Request

Service Categories:

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

CODE	DESCRIPTION	Excp 2022	Excp 2023
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OBJECTS OF EXPENSE:

2009	OTHER OPERATING EXPENSE	112,752	112,752
Total, Objects of Expense		\$112,752	\$112,752

METHOD OF FINANCING:

1	General Revenue Fund	112,752	112,752
Total, Method of Finance		\$112,752	\$112,752

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Restore Non-Formula Reductions

General Revenue (GR) & General Revenue Dedicated (GR-D) Baseline

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

DATE: 11/4/2020

TIME: 3:45:05PM

Agency code: 71G

Agency name: Texas State Technical College - North Texas

GR Baseline Request Limit = \$4,284,564

GR-D Baseline Request Limit = \$0

Strategy/Strategy Option/Rider								Biennial	Biennial	Page #
2022 Funds				2023 Funds				Cumulative GR	Cumulative Ded	
FTEs	Total	GR	Ded	FTEs	Total	GR	Ded			
0.0				0.0				*****GR-D Baseline Request Limit=\$0*****		
Strategy: 1 - 1 - 3	Staff Group Insurance Premiums									
0.0	36,395	0	36,395	0.0	37,251	0	37,251	0	73,646	_____
Strategy: 1 - 1 - 6	Texas Public Education Grants									
0.0	22,897	0	22,897	0.0	23,584	0	23,584	0	120,127	_____
Strategy: 2 - 1 - 1	Educational and General Space Support									
1.0	0	0	0	1.0	0	0	0	0	120,127	_____
Strategy: 2 - 1 - 2	Tuition Revenue Bond Retirement									
0.0	717,625	717,625	0	0.0	718,125	718,125	0	1,435,750	120,127	_____
Strategy: 2 - 1 - 5	Small Institution Supplement									
3.0	0	0	0	3.0	0	0	0	1,435,750	120,127	_____
4.0				4.0				*****GR Baseline Request Limit=\$4,284,564*****		
Strategy: 3 - 1 - 1	Startup Funding									
40.2	1,988,746	1,988,746	0	40.2	1,988,746	1,988,746	0	5,413,242	120,127	_____
Strategy: 3 - 4 - 1	Institutional Enhancement									
0.0	153,536	153,536	0	0.0	153,536	153,536	0	5,720,314	120,127	_____
Excp Item: 1	Restore Non-Formula Reductions									
0.0	112,752	112,752	0	0.0	112,752	112,752	0	5,945,818	120,127	_____
Strategy Detail for Excp Item: 1										
Strategy: 3 - 5 - 1	Exceptional Item Request									
0.0	112,752	112,752	0	0.0	112,752	112,752	0			
Excp Item: 2	New Campus Site Phase II									
0.0	1,176,992	1,176,992	0	0.0	1,176,992	1,176,992	0	8,299,802	120,127	_____

General Revenue (GR) & General Revenue Dedicated (GR-D) Baseline

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

DATE: 11/4/2020

TIME: 3:45:05PM

Agency code: 71G

Agency name: Texas State Technical College - North Texas

GR Baseline Request Limit = \$4,284,564

GR-D Baseline Request Limit = \$0

Strategy/Strategy Option/Rider								Biennial	Biennial	Page #
2022 Funds				2023 Funds				Cumulative GR	Cumulative Ded	
FTEs	Total	GR	Ded	FTEs	Total	GR	Ded			
<div> Strategy Detail for Excp Item: 2 Strategy: 2 - 1 - 2 Tuition Revenue Bond Retirement 0.0 1,176,992 1,176,992 0 0.0 1,176,992 1,176,992 0 </div>										
44.2	\$4,208,943	\$4,149,651	\$59,292	44.2	\$4,210,986	\$4,150,151	60,835			

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

Date: 11/4/2020
Time: 12:20:03PM

Agency Code: 71G Agency: Texas State Technical College - North Texas

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

A. Fiscal Year - HUB Expenditure Information

Statewide HUB Goals	Procurement Category	% Goal	HUB Expenditures FY 2018			Total Expenditures FY 2018	% Goal	HUB Expenditures FY 2019			Total Expenditures FY 2019
			% Actual	Diff	Actual \$			% Actual	Diff	Actual \$	
11.2%	Heavy Construction	11.2 %	10.5%	-0.7%	\$27,055	\$257,309	11.2 %	1.5%	-9.7%	\$2,400	\$161,791
21.1%	Building Construction	21.1 %	1.1%	-20.0%	\$133,733	\$12,691,594	21.1 %	4.4%	-16.7%	\$80,020	\$1,816,842
32.9%	Special Trade	32.9 %	14.1%	-18.8%	\$408,525	\$2,905,248	32.9 %	13.3%	-19.6%	\$420,761	\$3,160,878
23.7%	Professional Services	23.7 %	1.9%	-21.8%	\$79,733	\$4,250,646	23.7 %	3.0%	-20.7%	\$24,244	\$800,969
26.0%	Other Services	26.0 %	19.8%	-6.2%	\$1,755,339	\$8,885,046	26.0 %	20.1%	-5.9%	\$1,719,005	\$8,534,685
21.1%	Commodities	21.1 %	3.7%	-17.4%	\$591,140	\$15,910,672	21.1 %	3.6%	-17.5%	\$473,748	\$13,239,440
	Total Expenditures		6.7%		\$2,995,525	\$44,900,515		9.8%		\$2,720,178	\$27,714,605

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

Attainment:

The agency attained zero of six, or 0%, of the applicable statewide HUB procurement goals in FY 2018 and FY2019. The increase between FY 18 to FY 19 of total percentage spent with HUB.

Applicability:

The agency had expenditures in all categories in both fiscal year.

Factors Affecting Attainment:

- The college routinely utilizes vendors that could qualify for HUB certification, but they have no direct incentive to complete the HUB certification steps. This creates a limited supply of "HUB certified" vendors.

"Good-Faith" Efforts:

- Developed and conducted training to TSTC community regarding HUB program, policies, and procedures
- Attended various vendors fairs, and other events to learn more about HUB programs
- Attended HUB discussion meetings to keep up with HUB Rules and Regulations
- Educated potential HUB vendors to apply for certification with the state
- Educated ESBD is accessible to use for bidding processing
- TSTC is seeking new ways to education the College community on the benefits of doing business with HUBs

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

DATE: 11/4/2020
TIME: 12:20:03PM

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

Agency code: **71G** Agency name: **TSTC - North Texas**

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
OBJECTS OF EXPENSE						
1005	FACULTY SALARIES	\$0	\$4,307	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$0	\$16,709	\$1,921	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$0	\$0	\$91,797	\$0	\$0
4000	GRANTS	\$0	\$54,950	\$17,789	\$0	\$0
TOTAL, OBJECTS OF EXPENSE		\$0	\$75,966	\$111,507	\$0	\$0
METHOD OF FINANCING						
997	Other Funds, estimated	\$0	\$740	\$1,921	\$0	\$0
	Subtotal, MOF (Other Funds)	\$0	\$740	\$1,921	\$0	\$0
325	CORONAVIRUS RELIEF FUND					
	CFDA 84.425.119, COV19 Education Stabilization Fund	\$0	\$75,226	\$109,586	\$0	\$0
	Subtotal, MOF (Federal Funds)	\$0	\$75,226	\$109,586	\$0	\$0
TOTAL, METHOD OF FINANCE		\$0	\$75,966	\$111,507	\$0	\$0
FULL-TIME-EQUIVALENT POSITIONS		0.0	22.0	22.0	0.0	0.0

NO FUNDS WERE PASSED THROUGH TO LOCAL ENTITIES

NO FUNDS WERE PASSED THROUGH TO OTHER STATE AGENCIES OR INSTITUTIONS OF HIGHER EDUCATION

USE OF HOMELAND SECURITY FUNDS

Majority of the funds were or will be awarded to students. Other uses include the purchase of supplies such as personal protective equipment (PPE) in order to follow proper CDC guidelines to fulfill in-person classes, improvement of information technology for the betterment of online classes, salaries of certain adjunct faculty, and some capital equipment.

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

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Automated Budget and Evaluation System of Texas (ABEST)

TSTC North Texas (71G)

**Estimated Funds Outside the Institution's Bill Pattern
2020-21 and 2022-23 Biennia**

	2020-21 Biennium				2022-23 Biennium			
	<u>FY 2020</u>	<u>FY 2021</u>	<u>Biennium</u>	<u>Percent</u>	<u>FY 2022</u>	<u>FY 2023</u>	<u>Biennium</u>	<u>Percent</u>
	<u>Revenue</u>	<u>Revenue</u>	<u>Total</u>	<u>of Total</u>	<u>Revenue</u>	<u>Revenue</u>	<u>Total</u>	<u>of Total</u>
APPROPRIATED SOURCES INSIDE THE BILL PATTERN								
State Appropriations (excluding HEGI & State Paid Fringes)	\$ 3,717,575	\$ 3,877,899	\$ 7,595,474		\$ 3,877,899	\$ 3,877,899	\$ 7,755,798	
Tuition and Fees (net of Discounts and Allowances)	76,397	84,000	160,397		88,200	92,610	180,810	
Endowment and Interest Income	-	-	-		-	-	-	
Sales and Services of Educational Activities (net)	-	-	-		-	-	-	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Other Income	-	-	-		-	-	-	
Total	<u>3,793,972</u>	<u>3,961,899</u>	<u>7,755,871</u>	<u>65.8%</u>	<u>3,966,099</u>	<u>3,970,509</u>	<u>7,936,608</u>	<u>62.9%</u>
APPROPRIATED SOURCES OUTSIDE THE BILL PATTERN								
State Appropriations (HEGI & State Paid Fringes)	\$ 662,128	\$ 698,144	\$ 1,360,272		\$ 698,144	\$ 698,144	\$ 1,396,288	
Higher Education Assistance Funds	30,000	300,000	330,000		300,000	300,000	600,000	
Available University Fund	-	-	-		-	-	-	
State Grants and Contracts	21,555	33,000	54,555		33,000	33,000	66,000	
Total	<u>713,683</u>	<u>1,031,144</u>	<u>1,744,827</u>	<u>14.8%</u>	<u>1,031,144</u>	<u>1,031,144</u>	<u>2,062,288</u>	<u>16.3%</u>
NON-APPROPRIATED SOURCES								
Tuition and Fees (net of Discounts and Allowances)	489,115	596,717	1,085,832		626,553	657,880	1,284,433	
Federal Grants and Contracts	308,950	560,500	869,450		560,500	560,500	1,121,000	
State Grants and Contracts	-	-	-		-	-	-	
Local Government Grants and Contracts	3,250	1,500	4,750		1,500	1,500	3,000	
Private Gifts and Grants	10,870	5,000	15,870		5,000	5,000	10,000	
Endowment and Interest Income	2,696	3,000	5,696		3,000	3,000	6,000	
Sales and Services of Educational Activities (net)	207,328	100,000	307,328		100,000	100,000	200,000	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Professional Fees (net)	-	-	-		-	-	-	
Auxiliary Enterprises (net)	1,337	2,000	3,337		2,000	2,000	4,000	
Bond Proceeds & Proceeds Interest	164	-	164		-	-	-	
Other Income	-	-	-		-	-	-	
Total	<u>1,023,710</u>	<u>1,268,717</u>	<u>2,292,427</u>	<u>19.4%</u>	<u>1,298,553</u>	<u>1,329,880</u>	<u>2,628,433</u>	<u>20.8%</u>
TOTAL SOURCES	<u><u>\$ 5,531,365</u></u>	<u><u>\$ 6,261,760</u></u>	<u><u>\$ 11,793,125</u></u>	<u><u>100.0%</u></u>	<u><u>\$ 6,295,796</u></u>	<u><u>\$ 6,331,533</u></u>	<u><u>\$ 12,627,329</u></u>	<u><u>100.0%</u></u>

6.L. Document Production Standards
Summary of Savings Due to Improved Document Production Standards

Agency Code:	Agency Name:	Prepared By:
71G	TSTC North Texas	

Documented Production Standards Strategies	Estimated 2020	Budgeted 2021
1.	\$0	\$0
2.	\$0	\$0
3.	\$0	\$0
4.	\$0	\$0
Total, All Strategies	\$0	\$0
Total Estimated Paper Volume Reduced	-	-

Description:
All savings related to document printing methods have been recognized in prior bienniums.

8. Summary of Requests for Facilities-Related Projects
87th Regular Session, Agency Submission, Version 1

Agency Code: 71G	Agency: TSTC in North Texas		Prepared by:												
Date:			Amount Requested												
			Project Category				2022-23 Total Amount Requested	MOF Code #	MOF Requested	Can this project be partially funded?	Requested in Prior Session?	Value of Existing Capital Projects	2022-23 Estimated Debt Service (If Applicable)	Debt Service MOF Code #	Debt Service MOF Requested
Project ID #	Capital Expenditure Category	Project Description	New Construction	Health and Safety	Deferred Maintenance	Maintenance									
1	Construction of Building and Facilities	North Texas New Campus Site Phase II	13,500,000				13,500,000		Tuition Revenue Bond	No	No		1,176,992	0001	General Revenue

Schedule 1A: Other Educational and General Income

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71G Texas State Technical College - North Texas					
	Act 2019	Act 2020	Bud 2021	Est 2022	Est 2023
Gross Tuition					
Gross Resident Tuition	163,297	157,054	171,082	176,215	181,501
Gross Non-Resident Tuition	18,052	17,524	13,784	14,197	14,623
Gross Tuition	181,349	174,578	184,866	190,412	196,124
Less: Resident Waivers and Exemptions (excludes Hazlewood)	(537)	(1,542)	(1,569)	(1,616)	(1,665)
Less: Non-Resident Waivers and Exemptions	(18,630)	(23,846)	(17,262)	(17,779)	(18,313)
Less: Hazlewood Exemptions	(6,088)	(7,170)	(6,807)	(7,012)	(7,221)
Less: Board Authorized Tuition Increases (TX. Educ. Code Ann. Sec. 54.008)	0	0	0	0	0
Less: Tuition increases charged to doctoral students with hours in excess of 100 (TX. Educ. Code Ann. Sec. 54.012)	0	0	0	0	0
Less: Tuition increases charged to undergraduate students with excessive hours above degree requirements. (TX. Educ. Code Ann. Sec. 61.0595)	0	0	0	0	0
Less: Tuition rebates for certain undergraduates (TX. Educ. Code Ann. Sec. 54.0065)	0	0	0	0	0
Plus: Tuition waived for Students 55 Years or Older (TX. Educ. Code Ann. Sec. 54.013)	0	0	0	0	0
Less: Tuition for repeated or excessive hours (TX. Educ. Code Ann. Sec. 54.014)	0	0	0	0	0
Plus: Tuition waived for Texas Grant Recipients (TX. Educ. Code Ann. Sec. 56.307)	0	0	0	0	0
Subtotal	156,094	142,020	159,228	164,005	168,925
Less: Transfer of funds for Texas Public Education Grants Program (Tex. Educ. Code Ann. Sec. 56c) and for Emergency Loans (Tex. Educ. Code Ann. Sec. 56d)	(21,169)	(19,148)	(22,230)	(22,897)	(23,584)
Less: Transfer of Funds (2%) for Physician/Dental Loans (Medical Schools)	0	0	0	0	0
Less: Statutory Tuition (Tx. Educ. Code Ann. Sec. 54.051) Set Aside for Doctoral Incentive Loan Repayment Program (Tx. Educ. Code Ann. Sec. 56.095)	0	0	0	0	0
Less: Other Authorized Deduction					
Net Tuition	134,925	122,872	136,998	141,108	145,341
Student Teaching Fees	0	0	0	0	0

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71G Texas State Technical College - North Texas

	Act 2019	Act 2020	Bud 2021	Est 2022	Est 2023
Special Course Fees	0	0	0	0	0
Laboratory Fees	0	0	0	0	0
Subtotal, Tuition and Fees (Formula Amounts for Health-Related Institutions)	134,925	122,872	136,998	141,108	145,341
OTHER INCOME					
Interest on General Funds:					
Local Funds in State Treasury	0	0	0	0	0
Funds in Local Depositories, e.g., local amounts	0	0	0	0	0
Other Income (Itemize)					
Subtotal, Other Income	0	0	0	0	0
Subtotal, Other Educational and General Income	134,925	122,872	136,998	141,108	145,341
Less: O.A.S.I. Applicable to Educational and General Local Funds Payrolls	(6,650)	(5,713)	(7,371)	(7,592)	(7,819)
Less: Teachers Retirement System and ORP Proportionality for Educational and General Funds	(5,553)	(5,011)	(7,204)	(7,420)	(7,643)
Less: Staff Group Insurance Premiums	(34,060)	(33,128)	(35,594)	(36,395)	(37,251)
Total, Other Educational and General Income (Formula Amounts for General Academic Institutions)	88,662	79,020	86,829	89,701	92,628
Reconciliation to Summary of Request for FY 2019-2021:					
Plus: Transfer of Funds for Texas Public Education Grants Program and Physician Loans	21,169	19,148	22,230	22,897	23,584
Plus: Transfer of Funds 2% for Physician/Dental Loans (Medical Schools)	0	0	0	0	0
Plus: Transfer of Funds for Cancellation of Student Loans of Physicians	0	0	0	0	0
Plus: Organized Activities	0	0	0	0	0
Plus: Staff Group Insurance Premiums	34,060	33,128	35,594	36,395	37,251
Plus: Board-authorized Tuition Income	0	0	0	0	0
Plus: Tuition Increases Charged to Doctoral Students with Hours in Excess of 100	0	0	0	0	0
Plus: Tuition Increases Charged to Undergraduate Students with Excessive Hours above Degree Requirements (TX. Educ. Code Ann. Sec. 61.0595)	0	0	0	0	0

Schedule 1A: Other Educational and General Income

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71G Texas State Technical College - North Texas					
	Act 2019	Act 2020	Bud 2021	Est 2022	Est 2023
Plus: Tuition rebates for certain undergraduates (TX Educ.Code Ann. Sec. 54.0065)	0	0	0	0	0
Plus: Tuition for repeated or excessive hours (TX. Educ. Code Ann. Sec. 54.014)	0	0	0	0	0
Less: Tuition Waived for Students 55 Years or Older	0	0	0	0	0
Less: Tuition Waived for Texas Grant Recipients	0	0	0	0	0
Total, Other Educational and General Income Reported on Summary of Request	143,891	131,296	144,653	148,993	153,463

Schedule 2: Selected Educational, General and Other Funds

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71G Texas State Technical College - North Texas

	Act 2019	Act 2020	Bud 2021	Est 2022	Est 2023
General Revenue Transfers					
Transfer from Coordinating Board for Texas College Work Study Program (2019, 2020, 2021)	0	0	0	0	0
Transfer from Coordinating Board for Professional Nursing Shortage Reduction Program	0	0	0	0	0
Transfer of GR Group Insurance Premium from Comptroller (UT and TAMU Components only)	0	0	0	0	0
Less: Transfer to Other Institutions	(105,004)	0	160,522	160,522	106,522
Less: Transfer to Department of Health, Disproportionate Share - State-Owned Hospitals (2019, 2020, 2021)	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	(105,004)	0	160,522	160,522	106,522
General Revenue HEF for Operating Expenses	291,843	3,240	63,750	63,750	63,750
Transfer from Available University Funds (UT, A&M and Prairie View A&M Only)	0	0	0	0	0
Other Additions (Itemize)					
Increase Capital Projects - Educational and General Funds	0	0	0	0	0
Transfer from Department of Health, Disproportionate Share - State-owned Hospitals (2019, 2020, 2021)	0	0	0	0	0
Transfers from Other Funds, e.g., Designated funds transferred for educational and general activities (Itemize)	0	0	0	0	0
Other (Itemize)					
Gross Designated Tuition (Sec. 54.0513)	896,402	978,302	1,085,915	1,118,493	1,152,047
Indirect Cost Recovery (Sec. 145.001(d))	0	0	0	0	0
Correctional Managed Care Contracts	0	0	0	0	0

Schedule 3A: Staff Group Insurance Data Elements (ERS)
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Automated Budget and Evaluation System of Texas (ABEST)

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71G Texas State Technical College - North Texas

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
GR & GR-D Percentages					
GR %	96.92%				
GR-D/Other %	3.08%				
Total Percentage	100.00%				
FULL TIME ACTIVES					
1a Employee Only	24	23	1	24	0
2a Employee and Children	6	6	0	6	0
3a Employee and Spouse	5	5	0	5	0
4a Employee and Family	6	6	0	6	1
5a Eligible, Opt Out	2	2	0	2	0
6a Eligible, Not Enrolled	1	1	0	1	0
Total for This Section	44	43	1	44	1
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	44	43	1	44	1

Schedule 3A: Staff Group Insurance Data Elements (ERS)
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71G Texas State Technical College - North Texas

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
FULL TIME RETIREES by ERS					
1c Employee Only	0	0	0	0	0
2c Employee and Children	0	0	0	0	0
3c Employee and Spouse	0	0	0	0	0
4c Employee and Family	0	0	0	0	0
5c 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	0
PART TIME RETIREES by ERS					
1d Employee Only	0	0	0	0	0
2d Employee and Children	0	0	0	0	0
3d Employee and Spouse	0	0	0	0	0
4d Employee and Family	0	0	0	0	0
5d 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	0
TOTAL FULL TIME ENROLLMENT					
1e Employee Only	24	23	1	24	0
2e Employee and Children	6	6	0	6	0
3e Employee and Spouse	5	5	0	5	0
4e Employee and Family	6	6	0	6	1
5e Eligible, Opt Out	2	2	0	2	0
6e Eligible, Not Enrolled	1	1	0	1	0
Total for This Section	44	43	1	44	1

Schedule 3A: Staff Group Insurance Data Elements (ERS)
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71G Texas State Technical College - North Texas

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
TOTAL ENROLLMENT					
1f Employee Only	24	23	1	24	0
2f Employee and Children	6	6	0	6	0
3f Employee and Spouse	5	5	0	5	0
4f Employee and Family	6	6	0	6	1
5f Eligible, Opt Out	2	2	0	2	0
6f Eligible, Not Enrolled	1	1	0	1	0
Total for This Section	44	43	1	44	1

Schedule 4: Computation of OASI
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency 71G Texas State Technical College - North Texas

Proportionality Percentage Based on Comptroller Accounting Policy Statement #011, Exhibit 2	2019		2020		2021		2022		2023	
	<u>% to Total</u>	<u>Allocation of OASI</u>	<u>% to Total</u>	<u>Allocation of OASI</u>	<u>% to Total</u>	<u>Allocation of OASI</u>	<u>% to Total</u>	<u>Allocation of OASI</u>	<u>% to Total</u>	<u>Allocation of OASI</u>
General Revenue (% to Total)	96.2327	\$169,866	96.9201	\$179,781	96.5553	\$206,598	96.5553	\$212,796	96.5553	\$219,181
Other Educational and General Funds (% to Total)	3.7673	\$6,650	3.0799	\$5,713	3.4447	\$7,371	3.4447	\$7,592	3.4447	\$7,819
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	\$176,516	100.0000	\$185,494	100.0000	\$213,969	100.0000	\$220,388	100.0000	\$227,000

Schedule 5: Calculation of Retirement Proportionality and ORP Differential

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71G Texas State Technical College - North Texas

Description	Act 2019	Act 2020	Bud 2021	Est 2022	Est 2023
Proportionality Amounts					
Gross Educational and General Payroll - Subject To TRS Retirement	1,964,603	2,001,413	2,608,973	2,600,557	2,594,869
Employer Contribution to TRS Retirement Programs	133,593	150,106	195,673	201,543	207,589
Gross Educational and General Payroll - Subject To ORP Retirement	209,242	190,970	204,076	210,198	216,504
Employer Contribution to ORP Retirement Programs	13,810	12,604	13,469	13,873	14,289
Proportionality Percentage					
General Revenue	96.2327 %	96.9201 %	96.5553 %	96.5553 %	96.5553 %
Other Educational and General Income	3.7673 %	3.0799 %	3.4447 %	3.4447 %	3.4447 %
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)	5,553	5,011	7,204	7,420	7,643
HRI Patient Income Proportional Contribution (HRI Patient Income percentage x Total Employer Contribution To Retirement Programs)	0	0	0	0	0
Differential					
Differential Percentage	1.9000 %	1.9000 %	1.9000 %	1.9000 %	1.9000 %
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
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

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71G Texas State Technical College - North Texas					
Activity	Act 2019	Act 2020	Bud 2021	Est 2022	Est 2023
A. PUF Bond Proceeds 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
Other (Itemize)					
B. HEF General Revenue Allocation	360,081	98,238	158,748	158,748	222,498
Project Allocation					
Library Acquisitions	27,611	3,240	0	0	0
Construction, Repairs and Renovations	36,790	0	63,750	0	0
Furnishings & Equipment	0	0	0	0	0
Computer Equipment & Infrastructure	0	0	0	0	0
Reserve for Future Consideration	68,238	94,998	94,998	158,748	222,498
HEF for Debt Service	227,442	0	0	0	0
Other (Itemize)					

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

Date: 11/4/2020
Time: 12:20:06PM

Agency code: **71G** Agency name: **TSTC - North Texas**

	Actual	Actual	Budgeted	Estimated	Estimated
Part A.					
FTE Postions					
Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	19.3	21.0	21.0	21.0	21.0
Educational and General Funds Non-Faculty Employees	25.9	23.2	23.2	23.2	23.2
Subtotal, Directly Appropriated Funds	45.2	44.2	44.2	44.2	44.2
Other Appropriated Funds					
AUF	0.0	0.0	0.0	0.0	0.0
Subtotal, Other Appropriated Funds	0.0	0.0	0.0	0.0	0.0
Subtotal, All Appropriated	45.2	44.2	44.2	44.2	44.2
Contract Employees (Correctional Managed Care)	0.0	0.0	0.0	0.0	0.0
Non Appropriated Funds Employees	0.2	0.3	0.3	0.3	0.3
Subtotal, Other Funds & Non-Appropriated	0.2	0.3	0.3	0.3	0.3
GRAND TOTAL	45.4	44.5	44.5	44.5	44.5

Schedule 8A: Tuition Revenue Bond Projects
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/4/2020
TIME: 12:20:06PM

Agency 71G Texas State Technical College - North Texas

Project Priority:	Project Code:	Tuition Revenue Bond Request	Total Project Cost	Cost Per Total Gross Square Feet
1	1	\$ 13,500,000	\$ 13,500,000	\$ 300
Name of Proposed Facility:	Project Type:			
North Texas New Campus Site Phase II	New Construction			
Location of Facility:	Type of Facility:			
Ellis County, Red Oak, Texas	Tech Training Facility			
Project Start Date:	Project Completion Date:			
09/01/2021	08/31/2023			
Gross Square Feet:	Net Assignable Square Feet in Project			
45,000	31,500			

Project Description

As Texas emerges from the recession ushered in by the COVID-19 pandemic and the related shut-down, Texas employers will increasingly generate long-term demand for technicians in skilled and heavy industrial trades. However, over recent decades, the supply of skilled labor has historically been insufficient to meet the needs of Texas employers. New social distancing protocols are now exacerbating this supply issue by significantly constraining the facility capacity for these high demand programs. TSTC in North Texas seeks to add or replace lost instructional capacity by constructing 45,000 square feet of flexible, industrial technology and skilled trade training facilities. This space will be flexible to accommodate changes in the labor market to meet the needs of employers for decades to come.

Schedule 8C: Tuition Revenue Bonds Request by Project
87th Regular Session, Agency Submission, Version 1

Agency Code: **71G**

Agency Name: **Texas State Technical College - North Texas**

Project Name	Authorization Year	Estimated Final Payment Date	2022	2023
Series 2016 - Purchase & Renovation of North Texas Technology Center	2016	10/15/2035	717,625	718,125
			717,625	718,125

71G Texas State Technical College - North Texas

1 - North Texas Start Up Funding

(1) Year Non-Formula Support Item First Funded: 2014

Year Non-Formula Support Item Established: 2014

Original Appropriation: \$2,250,000

(2) Mission:

TSTC's funding model for Instruction and Administration, the "returned value" (RTV) funding model, only funds results; consequently, it does not provide funding for start-up operations like other cost-reimbursement (e.g., contact-hour based) models. RTV funding returns a portion of the economic value to the state generated from wages earned (over five years) by former students. Consequently, there is an 8-10 year inherent lag between the campus start-up, teaching event, the students' 5-year earnings contribution, the funding formula measurement, and the allocation through appropriations funding. For start-up locations, significant costs accumulate during this time.

Basic start-up costs include, but are not limited to, operations personnel, debt service on financed equipment (TSTC's programs require costly, industrial equipment), and consumables (many programs have significant consumable cost, such as welding rods), and advertising costs. Start-up administrative costs are mitigated by TSTC's centralized administration structure.

As student earnings begin to reach the end of the 5-year measurement period, the funding formula will recognize these results and the need for transition funding will decline.

(3) (a) Major Accomplishments to Date:

Enrollment at the start-up location has grown since inception, and is consistent with the rate of growth expected for the start-up.

Continued model of reduced administration to efficiently deploy all funding resources to core, educational services.

Actively participating as a member of the community through the Red Oak Chamber of Commerce, Waxahachie Chamber of Commerce, Best Southwest Partnership, and engagement with Red Oak and the surrounding cities.

Forged relationships with surrounding ISDs.

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

Grow enrollment beyond current instructional and space capacity.

Develop annual fundraising component to raise outside instructional aid and capital equipment donations.

Grow dual credit capacity with surrounding ISDs with focus on technical pathways.

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

Special Item - NTX & E Williamson County Strategy, located in LAR of TSTC System Administration

(5) Formula Funding:

None

(6) Category:

Start-Up

(7) Transitional Funding:

Y

(8) Non-General Revenue Sources of Funding:

GR-Dedicated Tuition & Fees and Designated Tuition

(9) Impact of Not Funding:

This strategy funds core operations (teaching and learning) as a substitute for the Instruction and Administration formula funding. Elimination of funding would suspend TSTC's ability to operate programs. Following accreditor imposed teach-out obligations, the College would need to close programs, which would reduce the capacity to remedy Texas' technical skills shortage. Additionally, if funding sources are not increased back to prior levels, the potential exists that previously donated land may need to revert back to Red Oak ISD (partnership agreement required additional capital expansion or land would revert back to ISD).

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

This support will be necessary to maintain operations until the TSTC Returned-Value formula for the TSTC North Texas campus begins to phase in.

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

It is estimated that the need for this support will begin to phase out beginning in the 88th biennium as the Returned-Value formula begins to contribute to funding.

(12) Benchmarks:

TSTC is an active participant in the THECB 60x30 strategic plan, which provides an excellent source of external benchmarks. TSTC is continually monitoring progress toward planned goals, and has achieved early success on several key benchmarks. TSTC is actively working on improving the number and rate of students with a certification, which are the primary goals of the THECB 60x30 strategic plan.

(13) Performance Reviews:

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Student success is continually reviewed throughout the fiscal year with the use of an increasing number of analytic tools. These reporting tools provide a view of the student life cycle, from application to working in Texas. While different departments are focused on various sections of the student lifecycle, the reporting tools enable all areas to be continually refined and improved throughout the year. Each semester program review reports are created for college stakeholders to continually monitor performance and to identify potential areas of improvement.

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2 - Institutional Enhancement

(1) Year Non-Formula Support Item First Funded: 2020
Year Non-Formula Support Item Established: 2020
Original Appropriation: \$161,617

(2) Mission:

This funding is an important source of funding for various core E&G components. For the 2022-2023 biennial budget, these funds will continue to support essential educational support activities, instructional services, and student services.

(3) (a) Major Accomplishments to Date:

Educational support. Increased investment in student outreach services resulting in higher levels of prospect to registered students.

Instructional support. Deployment of faculty development across statewide campuses with emphasis on new faculty bootcamp, multi-level instructor certification courses, department chair training, competency based education training, and online learning courses and assistance.

Institutional Research Tools: Implementation of data research and visualization tools that enabled various levels of college stakeholders to participate in the improvement of instructional programs.

Educational Services: Increased capacity of success coach program to increase persistence/retention of students.

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

Instructional Support: Increased development for faculty, improving and innovating the student learning experience.

Institutional Research: Improved effectiveness and productivity of student learning through available dashboards, insights, and analysis.

Educational Support: Increasing persistence and retention levels facilitated by improved student support services as well as increased capacities.

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

None.

(5) Formula Funding:

None

(6) Category:

Institutional Enhancement

(7) Transitional Funding:

N

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(8) Non-General Revenue Sources of Funding:

None

(9) Impact of Not Funding:

Reduced capacity for Instructional Support. Due to core nature of services supported by Institutional Enhancement funds, funding reductions or eliminations would be evaluated statewide across funding categories. Most likely consequences of lower funding will be reduced programming, specifically in areas that are considered low-performance, low-potential.

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

Non-formula support will be needed on a permanent basis.

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

This item is not associated with a particular time frame.

(12) Benchmarks:

TSTC is an active participant in the THECB 60x30 strategic plan, which provides an excellent source external benchmarks. Although the strategic plan ends in 2030, TSTC statewide has already surpassed two of the four strategic plan goals. The first achievement is goal number 3, in which 80% of institution graduates will have completed programs with identified marketable skills. The second is goal number 4, in which TSTC students have an average student loan debt of 29% relative to their first year wage, which positively exceeds the plan goal of 60%. TSTC is actively working on improving the number and rate of students with a degree, which comprise the remaining two goals of the THECB 60x30 strategic plan.

(13) Performance Reviews:

Student success is continually reviewed throughout the fiscal year with the use of an increasing number of analytic tools. These reporting tools provide a view of the student life cycle, from application to working in Texas. While different departments are focused on various sections of the student lifecycle, the reporting tools enable all areas to be continually refined and improved throughout the year. Each semester program review reports are created for college stakeholders to continually monitor performance and to identify potential areas of improvement.

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3 - North Texas New Campus Site Phase II

(1) Year Non-Formula Support Item First Funded: 2022
Year Non-Formula Support Item Established: 2022
Original Appropriation: \$1,176,992

(2) Mission:

As Texas emerges from the recession ushered in by the COVID-19 pandemic and the related shut-down, Texas employers will increasingly generate long-term demand for technicians in skilled and heavy industrial trades. However, over recent decades, the supply of skilled labor has historically been insufficient to meet the needs of Texas employers. New social distancing protocols are now exacerbating this supply issue by significantly constraining the facility capacity for these high demand programs. TSTC in North Texas seeks to add or replace lost instructional capacity by constructing 45,000 square feet of flexible, industrial technology and skilled trade training facilities. This space will be flexible to accommodate changes in the labor market to meet the needs of employers for decades to come.

(3) (a) Major Accomplishments to Date:

TSTC is the State of Texas' leading provider of two-year technical education in industries critical to the State's long-term sustainable growth, and TSTC is an essential partner to industry as Texas faces the threat of a long-emerging trade and industrial skills gap. As the State rebounds from the COVID-19 induced recession, the College will serve at the front lines of the economic recovery. With this in mind, the College is steering all resources of the 10-campus, statewide institution towards building and maintaining a globally competitive workforce for Texas business and industry.

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

The addition of multidisciplinary teaching space will accommodate a versatile training modality suitable for traditional and performance-based education. This space will increase capacity to meet immediate workforce needs in high-demand technical industries, but will be flexible to accommodate changes in the labor market to meet the needs of employers for decades to come.

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

None

(5) Formula Funding:

None

(6) Category:

Instructional Support

(7) Transitional Funding:

N

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(8) Non-General Revenue Sources of Funding:

Funding from local community and industry to be sought to assist with start up operational cost and instructional equipment.

(9) Impact of Not Funding:

Reduced capacity for reducing Texas' technical skills shortage.

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

TRB Debt Service

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

20 year TRB Debt Service

(12) Benchmarks:

N/A

(13) Performance Reviews:

N/A



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Equal opportunity shall be afforded within TSTC to all employees and applicants for admission or employment regardless of race, color, gender, religion, national origin, age, genetic information, disability or veteran status. TSTC will make reasonable accommodations for persons with disabilities. TSTC's policy is that, in all aspects of its operations, each person with a disability shall be considered for admission or access to, or treatment or employment in, its programs and activities in accordance with Part 84 of Title 45, the regulation implementing Section 504 of the Rehabilitation Act of 1973.