LEGISLATIVE APPROPRIATIONS REQUEST
For Fiscal Years 2020 and 2021

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

by

The Texas A&M University System Offices
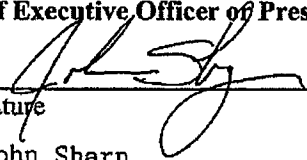

October 19, 2018

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CERTIFICATE

Agency Name _____ The Texas A&M University System _____

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

Additionally, should it become likely at any time that unexpended balances will accrue for any account, the LBB and the Governor's Office will be notified in writing in accordance with Article IX, Section 7.01 (2018-19 GAA).

Chief Executive Officer of Presiding Judge

_____
Signature

John Sharp
_____
Printed Name

Chancellor
_____
Title

7-25-2018
_____
Date

Board or Commission Chair

_____
Signature

Charles W. Schwartz
_____
Printed Name
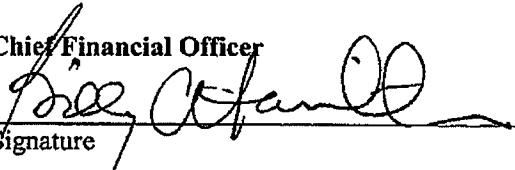
Chairman, Board of Regents
_____
Title

7-25-2018
_____
Date

Chief Financial Officer

_____
Signature

Billy Hamilton
_____
Printed Name

Executive Vice Chancellor and Chief Financial Officer
_____
Title

7-25-2018
_____
Date

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The Texas A&M University System

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710 Texas A&M University System Administrative and General Offices

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Who We Are:

The Texas A&M University System is committed to serving the state by addressing and solving the issues important to Texas' future growth and prosperity . We are one of the largest systems of higher education in the nation, with a statewide network of 11 universities plus our branch campus in Galveston, seven state agencies, and a comprehensive health science center. A&M System members educate more than 152,000 students and reach another 22 million people through service outreach programs each year. With more than 26,000 faculty and staff, the A&M System has a physical presence in 250 of the state's 254 counties and a programmatic presence in every one. System-wide, externally funded research expenditures exceed $972 million to help drive the state's economy.

Because it is the state's designated Land Grant system, The Texas A&M University System is unique among Texas institutions of higher education. "Land grant" may be an old term, but it is fundamental in motivating our reach and impact on the state of Texas. The land grant system began at a time when higher education was primarily available to the elite classes. Thanks to the Morrill Acts of 1862 and 1890, the U.S. Congress designated a land grant institution in each state and charged it with educating a broader segment of the population, focusing on studies and problem solving that would directly impact citizens' quality of life.   Across the country, research experiment stations and extension services were developed in conjunction with the land grant institutions to take basic research from the universities to the people, conduct more applied research, and disseminate the results through extension education and service.

The land grant tradition defines who we are today: a university system that is statewide in reach, with each member of the A&M System fulfilling its own mission, history and goals, so that together we are expanding opportunities for Texans through our educational programs, outreach and community enhancement services as well as research that improves the lives of people in Texas and beyond. Below are examples of our expanding educational opportunities:

•   The Texas A&M System institutions have grown their enrollments by 26,000 students over the last five years (from Fall 12 to Fall 17), and we will continue to grow in Fall 2018, thus doing our part to fulfill the state's goal to expand higher education to more Texans.
•   A&M System enrollment is composed of 11% Black or African American students and over 30% Hispanic students.
•   The A&M System includes the state's 1890 Land-grant and Historically Black University (HBCU) – Prairie View A&M – and 5 institutions designated as Hispanic serving – A&M Corpus Christi, A&M Kingsville, A&M International, A&M San Antonio, and West Texas A&M.
•   In Fall 2017, nearly one out of every four students is age 25 or older.

While we are serving more students, we are diligently working to retain and graduate students at higher rates. We are working tirelessly to make improvement in our graduation rates and time to graduation, and these areas receive significant review, effort and oversight from leaders across our System and by the Board of Regents. In 2017 we awarded over 35,300 degrees, an increase of more than 13.1 percent over the last two years. Another way to view this is that the number of degrees awarded per full time student equivalent has increased steadily for the A&M universities since 2002.

The heartbeat of the commitment to fulfill our land grant mission is the work of our A&M Agencies – Texas A&M AgriLife Research, Texas A&M AgriLife Extension, Texas A&M Engineering Experiment Station, Texas A&M Transportation Institute, Texas A&M Engineering Extension Service, Texas A&M Forest Service, and Texas A&M Veterinary Medical Diagnostic Laboratory. These seven agencies give Texas the expertise to solve problems for industry, train workers, and support communities. From the research at our three research agencies, to saving lives through our emergency response efforts, to identifying zoonotic diseases that are transmissible to humans, our agencies improve the lives of everyday Texans future generations.

What We Do:

The A&M System Offices provide strategic leadership; performance, accountability and compliance assessment; marketing and communications support and leadership;

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and centralized support services to system members. The overriding goal for A&M System institutions is to provide students with a high quality education at an affordable price.   We not only believe this goal aligns with guidance set forth by the Legislature and governor, this commitment is embedded in our land grant tradition. We exist to provide educational opportunities to the average Texan, and we take this responsibility seriously.

In an effort to keep the costs of attending our universities affordable, and thus accessible, we have tackled the problem from both sides – control of operational costs and as well as tuition/fees. Before considering additional revenues, we rigorously examine the expense side of the equation – are the existing costs necessary? Is it possible to provide the essential services at a lesser cost? The next step is to consider the amount and source of additional revenue needed to achieve higher excellence, expand access and improve services.

•   Operational Efficiencies: Since 2011, we have undertaken a series of system-wide initiatives to contain costs and free up dollars to help keep tuition and fees borne by students low. We have pursued an aggressive program of public-private partnerships, outsourced where it makes sense, used P3s to build dorms without tying up our debt capacity, and reduced administrative costs and renegotiated IT contracts.

The savings achieved are being reinvested back into the core missions of teaching, research, and service—and, most importantly, have helped us keep the growth in tuition and fees for our students at or below the rate of inflation.

•   Reduced Costs for Students: In addition to reducing operating costs, our institutions have also worked hard to reduce direct costs to students. Institutions are incenting students to take summer school courses, reducing their time to degree while providing savings to the student.   All A&M institutions provide alternative pathways for students to earn their degrees, and many of these allow students to reduce their time to degree, thus saving money, advancing their entrance to the workforce, and making way for more students to follow.

Eight of our institutions charge a flat rate tuition which incentivizes students to take more hours without paying more in tuition and fees.

Programs Recommended for Consolidation or Elimination by THECB

Texas A&M System chancellor reports annually to the A&M System Board of Regents the disposition of programs identified by the Texas Higher Education Coordinating Board as low producing. Below is the listing of programs to be continued unless otherwise noted:
•   PVAMU - PHD Clinical Adolescent Psychology. Will reevaluate in future.
•   Tarleton - MS Environmental Science – will reevaluate in future. BS Computer   Science (CIP data reporting error that has been corrected);
•   A&M - PHD Applied Physics. Will reevaluate in future.
•   TAMUK - MM Music Education – moving under music CIP code and deleting Music Education CIP code. Closed programs for MPACC Accounting and BBA International Business Management; and
•   WTAMU - BFA Dance; BA/BS Art; MFA Studio Art. Will reevaluate in future.
The report includes supporting documentation as well as timelines for future evaluations.

RELLIS: RELLIS is a natural extension of our land grant mission – expanding higher education and research opportunities to ever more Texans. Beginning in Fall 2018, we are enrolling students at the RELLIS campus to help meet the State's 60 x 30 Plan in an innovative way. This campus will allow us to bring together community college students needing to complete their degree with System universities offering marketable degrees and System agencies offering high demand certificate training, all in the

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proximity of state of the art, large scale, academic and industrial testing.

Eight of the A&M System institutions will be offering baccalaureate programs at RELLIS, including seven degree programs this fall and an additional three programs that will be offered beginning Fall 2019. Depending on a student's course of study, undergraduate students will have the opportunity for hands-on research opportunities available with innovative private research and development companies, as well as with agencies such as the Texas A&M Engineering Experiment Station (TEES) and the Texas A&M Engineering Extension Service (TEEX). Workforce development and training at the RELLIS Campus provides instruction and certificates in areas such as construction skills, safety, utilities, equipment operation and cybersecurity through the Blinn College District, TEES and TEEX.

Governor's Commission to Rebuild Texas: The A&M System resources are an integral part of the state's emergency response during the initial impact of disasters. In the case of Hurricane Harvey, Texas Task Force 1, which is a part of Texas A&M Engineering Extension Service, and the Texas A&M Forest Service were deployed to respond, and saved thousands of lives, all because the state has invested in this capacity and infrastructure for disaster preparedness, response, and mobilization for decades. Building on this state investment, in September 2017 the Governor assigned the A&M System to serve as the Commission to Rebuild Texas to assess communities' needs, respond to local officials' requests for assistance, and develop plans for rebuilding the affected communities —and because such events are sure to happen again, with an eye towards future-proofing to prevent and mitigate damages from future storms.

One of the real successes of our efforts to fulfill the Commission's charge has been to take advantage of and expand on the role of our AgriLife Extension agents, given that they are "on the ground" in each county already and are well connected with local conditions and officials. We quickly established a network of local representatives, primarily our county AgriLife Extension agents and also our Government Relations Team, to communicate directly with and provide support to local officials. Through this network we have and continue to field questions and requests for help from counties, cities and school districts and to quickly and efficiently distribute critical information from federal and state sources back to local officials. This has proven to be a very effective two-way communications tool for the recovery of impacted Texans. Other states have spent tens of millions hiring outside consultants for this same function.

We also assembled a team of financial experts to help communities, including many rural communities throughout the region, develop strategies and plans for managing their way through the short-term financial dilemma many local governments will face as they exhaust reserves and face the potential of losses of local sales, hotel/motel and property tax revenue.

There was a great need, particularly in less populous counties, for technical training and assistance in helping local governments successfully qualify for federal and state assistance. This was — and continues to be — a major focus. The Texas A&M Engineering Extension Service (TEEX) was the lead on the training, working with FEMA, TDEM, GLO, Rebuild Texas staff, the Texas A&M Department of Architecture, and other experts in the field. Topics included how to properly complete FEMA and Community Development Block Grant paperwork, contracting, procurement and similar issues. We are making every effort to ensure that communities aren't missing out on funding opportunities due to improper paperwork and that they do not have future audit issues related to documentation.

In the final phase of our work, the Commission is preparing a final report on the Commission's accomplishments, findings and recommendations. The report will lay out what happened and why; the state's response and recovery efforts and recommendations; and priorities for future proofing Texas.

What We Are Requesting:

Base Funding – Maintaining an equitable, reliable, and predictable source of funding for higher education is critical to allow our institutions to plan and grow, teach and support our students through to graduation, and pursue excellence. This base funding is provided by the State through both formula and non-formula support.

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Formula funding, which accounts for 80 percent of our institutions' net GR appropriations, supports the core instructional, operational and infrastructure costs at our institutions and is not keeping pace on a per student basis as enrollments grow. And that is before considering inflation. Consistent formula appropriations that fund student enrollment growth and inflation are needed to avoid adverse impacts on students' success. Our highest priority is additional funding in the formulas to cover student enrollment growth through the spring 2019 semester. Any additional funding you can provide through the formulas to increase the rates to cover the cost of inflation on the state's share of the cost of educating students will help to offset pressure on the portion of core costs borne by tuition.

Until formula funding can keep pace with enrollment growth and inflation, non-formula support remains a critical source of base funding. The Legislature has already enacted two recent major step downs on non-formula support items. For the general academics, these items were cut by approximately one-third last session. These cuts are on top of the 25 percent reductions in special items made during the 2011 session. We request that non-formula support items be maintained at current levels in the upcoming biennium.

We also request consideration of expanding the Small Institution Supplement – both in lengthening the runway to include institutions up to 20,000 headcount and increasing the amount of funding provided through this formula supplement. Institutions with fewer than 20,000 students do not have the same economies of scale as a research or emerging research institution and therefore are not able to operate on a formula-only basis. Additional funding through this mechanism could be an important tool in getting institutions to a point of financial stability as they grow to the 20,000 student enrollment.

Even though the A&M Agencies do not have an operations formula, they need base funding support much in the same manner as the formulas that provide basic, on-going support for the academics and health related institutions.

Outcomes Based Funding - Our Board is increasingly incorporating performance and outcomes into our internal budget review processes. We welcome a continued dialog on this issue during the legislative session. However we believe there are several fundamentals that are important in consideration of any performance funding system:

•   Any performance funding should be an incentive bonus on top of current formula funding. Again, formula funding is not keeping pace on a per student basis as enrollments grow. Reallocating existing formula funding for performance will negatively impact some of the very institutions that performance funding is trying to incentivize.
•   A fundamental consideration with any performance funding model is the need to avoid penalizing institutions already performing at a high level vs. putting in place a system that rewards those that have room to improve.
•   Any performance funding model should be implemented over an extended period of time.

Higher Education Group Health Insurance – We request funding to cover increases in covered enrollments and in health care costs that are beyond our control. We would also request restoration of some of the ever-widening gap in funding level for our employees as compared to the employees in the state employees ERS group insurance plan.

Student Financial Aid – We request increased support for student financial aid because it is vitally important for our students and families and will help students graduate with lower debt. However, since it is a method of paying for tuition and fees and does not increase much needed funding for the universities, we request increases to TEXAS grants and other financial aid programs be made in conjunction with funding the formula that provides the state's share of the costs of educating students.

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Institution/Agency Exceptional Items: While the A&M System Offices does not have any exceptional item requests, there are many important requests from our institutions and agencies that address important state problems, workforce needs, and student outcomes. Many of these items center on three important areas:

•   Health for Texans initiatives, including Agriculture, Precision Nutrition, Food Systems, Healthy Texas, and Mental Health initiatives,
•   Rebuild Texas initiatives, and
•   Academic and Student Support initiatives.

The details of these and other exceptional items are laid out in their individual legislative appropriations requests.

Other Matters

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

10 Percent Reduction: The System Offices applied the 10 percent reduction in Schedule 6.I. across our strategies in 2.5 percent increments. This would result in a reduction in funding for scholarships for students and a further reduction in the Task Force.

Board of Regents

Charles Schwartz, Chairman, Houston, 2019

Elaine Mendoza, Vice Chairman, San Antonio, 2023

Phil Adams, Bryan/College Station, 2021

Robert L. Albritton, Fort Worth, 2021

Anthony B. Buzbee, Houston, 2019

Morris E. Foster, Austin, 2019

Tim Leach, Midland, 2023

Bill Mahomes, Dallas, 2021

Cliff Thomas, Victoria, 2023

Ervin Bryan, Student Regent, Spring, 2019

The Texas A&M University System
ORGANIZATIONAL CHART

- Board of Regents
  - Executive Director
  - Internal Audit
  - Chancellor
    - System Ethics and Compliance Officer
    - General Counsel
    - Executive Vice Chancellor & Chief Financial Officer
      - Vice Chancellor Agriculture
        - Texas A&M Veterinary Medical Diagnostic Laboratory
        - Texas A&M Forest Service
        - Texas A&M AgriLife Research
        - Texas A&M AgriLife Extension Service
      - Vice Chancellor Engineering
        - Texas A&M Transportation Institute
        - Texas A&M Engineering Experiment Station
        - Texas A&M Engineering Extension Service
      - Vice Chancellor Health Services
      - Vice Chancellor Research
        - Vice Chancellor State and Federal Relations
        - Vice Chancellor Business Affairs
          - Real Estate Development
      - Vice Chancellor Academic Affairs
        - Vice Chancellor Marketing and Communications
      - Chief Information Officer A&M System
        - Chief Investment Officer & Treasurer A&M System
    - University Presidents
      - Prairie View A&M
      - Texas A&M International
      - Texas A&M Kingsville
      - Texas A&M Commerce
      - Texas A&M Central Texas
      - Texas A&M
      - Tarleton
      - Texas A&M Corpus Christi
      - West Texas A&M
      - Texas A&M Texarkana
      - Texas A&M San Antonio

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Appropriation Years: 2020-21

	GENERAL REVENUE FUNDS		GR DEDICATED		FEDERAL FUNDS		OTHER FUNDS		ALL FUNDS		EXCEPTIONAL ITEM FUNDS
	2018-19	2020-21	2018-19	2020-21	2018-19	2020-21	2018-19	2020-21	2018-19	2020-21	2020-21
Goal: 1. Provide Instructional and Operations Support											
1.1.12. Hold Harmless	399,536	399,536							399,536	399,536	
Total, Goal	**399,536**	**399,536**							**399,536**	**399,536**	
Goal: 3. Provide Non-formula Support											
3.1.1. Scholarships	1,060,467	1,060,467							1,060,467	1,060,467	
3.3.1. Task Force	80,052	80,052							80,052	80,052	
Total, Goal	**1,140,519**	**1,140,519**							**1,140,519**	**1,140,519**	
Total, Agency	**1,540,055**	**1,540,055**							**1,540,055**	**1,540,055**	
Total FTEs									**111.5**	**111.5**	**0.0**

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Goal / *Objective* / STRATEGY	Exp 2017	Est 2018	Bud 2019	Req 2020	Req 2021
1 Provide Instructional and Operations Support					
1 *Provide Instructional and Operations Support*					
12 HOLD HARMLESS	0	199,768	199,768	199,768	199,768
TOTAL, GOAL **1**	$0	$199,768	$199,768	$199,768	$199,768
3 Provide Non-formula Support					
1 *INSTRUCTIONAL SUPPORT*					
1 SCHOLARSHIPS	763,711	530,234	530,233	530,234	530,233
3 *Public Service*					
1 TASK FORCE	91,875	40,026	40,026	40,026	40,026
TOTAL, GOAL **3**	$855,586	$570,260	$570,259	$570,260	$570,259
TOTAL, AGENCY STRATEGY REQUEST	$855,586	$770,028	$770,027	$770,028	$770,027
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*				$0	$0
GRAND TOTAL, AGENCY REQUEST	$855,586	$770,028	$770,027	$770,028	$770,027

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Goal / *Objective* / STRATEGY	Exp 2017	Est 2018	Bud 2019	Req 2020	Req 2021
METHOD OF FINANCING:					
General Revenue Funds:					
1 General Revenue Fund	855,586	770,028	770,027	770,028	770,027
SUBTOTAL	**$855,586**	**$770,028**	**$770,027**	**$770,028**	**$770,027**
TOTAL, METHOD OF FINANCING	**$855,586**	**$770,028**	**$770,027**	**$770,028**	**$770,027**

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

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

METHOD OF FINANCING	Exp 2017	Est 2018	Bud 2019	Req 2020	Req 2021
GENERAL REVENUE					
1 General Revenue Fund					
REGULAR APPROPRIATIONS					
Regular Appropriations from MOF Table (2016-17 GAA)	$855,586	$0	$0	$0	$0
Regular Appropriations from MOF Table (2018-19 GAA)	$0	$770,028	$770,027	$770,028	$770,027
TOTAL, General Revenue Fund	**$855,586**	**$770,028**	**$770,027**	**$770,028**	**$770,027**
TOTAL, ALL GENERAL REVENUE	**$855,586**	**$770,028**	**$770,027**	**$770,028**	**$770,027**
GRAND TOTAL	**$855,586**	**$770,028**	**$770,027**	**$770,028**	**$770,027**

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

METHOD OF FINANCING	Exp 2017	Est 2018	Bud 2019	Req 2020	Req 2021
FULL-TIME-EQUIVALENT POSITIONS					
REGULAR APPROPRIATIONS					
Regular Appropriations from MOF Table (2016-17 GAA)	114.0	0.0	0.0	0.0	0.0
Regular Appropriations from MOF Table (2018-19 GAA)	0.0	111.5	111.5	111.5	111.5
UNAUTHORIZED NUMBER OVER (BELOW) CAP					
Regular Appropriations	(0.9)	0.0	0.0	0.0	0.0
Comments: Under Cap					
TOTAL, ADJUSTED FTES	**113.1**	**111.5**	**111.5**	**111.5**	**111.5**
NUMBER OF 100% FEDERALLY FUNDED FTEs	**0.0**	**0.0**	**0.0**	**0.0**	**0.0**

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OBJECT OF EXPENSE	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
2009 OTHER OPERATING EXPENSE	$91,875	$40,026	$40,026	$40,026	$40,026
3001 CLIENT SERVICES	$763,711	$730,002	$730,001	$730,002	$730,001
OOE Total (Excluding Riders)	**$855,586**	**$770,028**	**$770,027**	**$770,028**	**$770,027**
OOE Total (Riders)					
Grand Total	**$855,586**	**$770,028**	**$770,027**	**$770,028**	**$770,027**

2.F. Summary of Total Request by Strategy
86th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE :   **10/10/2018**

TIME :   **10:24:27AM**

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

Goal/*Objective*/**STRATEGY**	**Base 2020**	**Base 2021**	**Exceptional 2020**	**Exceptional 2021**	**Total Request 2020**	**Total Request 2021**
1 Provide Instructional and Operations Support						
1 *Provide Instructional and Operations Support*						
12 HOLD HARMLESS	$199,768	$199,768	$0	$0	$199,768	$199,768
TOTAL, GOAL 1	**$199,768**	**$199,768**	**$0**	**$0**	**$199,768**	**$199,768**
3 Provide Non-formula Support						
1 *INSTRUCTIONAL SUPPORT*						
1 SCHOLARSHIPS	530,234	530,233	0	0	530,234	530,233
3 *Public Service*						
1 TASK FORCE	40,026	40,026	0	0	40,026	40,026
TOTAL, GOAL 3	**$570,260**	**$570,259**	**$0**	**$0**	**$570,260**	**$570,259**
TOTAL, AGENCY STRATEGY REQUEST	**$770,028**	**$770,027**	**$0**	**$0**	**$770,028**	**$770,027**
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	**$770,028**	**$770,027**	**$0**	**$0**	**$770,028**	**$770,027**

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

Goal/*Objective*/STRATEGY	Base 2020	Base 2021	Exceptional 2020	Exceptional 2021	Total Request 2020	Total Request 2021
General Revenue Funds:						
1 General Revenue Fund	$770,028	$770,027	$0	$0	$770,028	$770,027
	$770,028	**$770,027**	**$0**	**$0**	**$770,028**	**$770,027**
TOTAL, METHOD OF FINANCING	**$770,028**	**$770,027**	**$0**	**$0**	**$770,028**	**$770,027**
FULL TIME EQUIVALENT POSITIONS	**111.5**	**111.5**	**0.0**	**0.0**	**111.5**	**111.5**

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GOAL:	1	Provide Instructional and Operations Support				
OBJECTIVE:	1	Provide Instructional and Operations Support		Service Categories:		
STRATEGY:	11	System Office Operations		Service: 02	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021

TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)

TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)

FULL TIME EQUIVALENT POSITIONS:		113.1	111.5	111.5	111.5	111.5

STRATEGY DESCRIPTION AND JUSTIFICATION:

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

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

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GOAL: 1   Provide Instructional and Operations Support

OBJECTIVE: 1   Provide Instructional and Operations Support   Service Categories:

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021

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

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

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

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

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GOAL: 1   Provide Instructional and Operations Support

OBJECTIVE: 1   Provide Instructional and Operations Support   Service Categories:

STRATEGY: 12   Hold Harmless   Service: 19   Income: A.2   Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
Objects of Expense:						
3001	CLIENT SERVICES	$0	$199,768	$199,768	$199,768	$199,768
	TOTAL, OBJECT OF EXPENSE	**$0**	**$199,768**	**$199,768**	**$199,768**	**$199,768**
Method of Financing:						
1	General Revenue Fund	$0	$199,768	$199,768	$199,768	$199,768
	SUBTOTAL, MOF (GENERAL REVENUE FUNDS)	**$0**	**$199,768**	**$199,768**	**$199,768**	**$199,768**
	TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)				**$199,768**	**$199,768**
	TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)	**$0**	**$199,768**	**$199,768**	**$199,768**	**$199,768**

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

This provides scholarships to The Texas A&M University System Universities which provides the ability to recruit and retain deserving students based on need. These funds are awarded to our resident undergraduate, first-time degree seeking students. In FY2018, 850 students received an average scholarship award of approximately $865.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

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710 Texas A&M University System Administrative and General Offices

GOAL:	1	Provide Instructional and Operations Support			
OBJECTIVE:	1	Provide Instructional and Operations Support	Service Categories:		
STRATEGY:	12	Hold Harmless	Service: 19	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS		BIENNIAL	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2018 + Bud 2019)	Baseline Request (BL 2020 + BL 2021)	CHANGE	$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
$399,536	$399,536	$0	$0	No Change
			$0	**Total of Explanation of Biennial Change**

710 Texas A&M University System Administrative and General Offices

GOAL: 3   Provide Non-formula Support

OBJECTIVE: 1   INSTRUCTIONAL SUPPORT   Service Categories:

STRATEGY: 1   Scholarships   Service: 20   Income: A.2   Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
Objects of Expense:						
3001	CLIENT SERVICES	$763,711	$530,234	$530,233	$530,234	$530,233
	TOTAL, OBJECT OF EXPENSE	**$763,711**	**$530,234**	**$530,233**	**$530,234**	**$530,233**
Method of Financing:						
1	General Revenue Fund	$763,711	$530,234	$530,233	$530,234	$530,233
	SUBTOTAL, MOF (GENERAL REVENUE FUNDS)	**$763,711**	**$530,234**	**$530,233**	**$530,234**	**$530,233**
	TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)				**$530,234**	**$530,233**
	TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)	**$763,711**	**$530,234**	**$530,233**	**$530,234**	**$530,233**

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

The program provides The Texas A&M University System Universities the ability to recruit and retain deserving students based on need. These funds are awarded to our resident undergraduate, first-time degree seeking students. In FY2018,850 students received an average scholarship award of approximately $865.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

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

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710 Texas A&M University System Administrative and General Offices

				Service Categories:		
GOAL:	3	Provide Non-formula Support				
OBJECTIVE:	1	INSTRUCTIONAL SUPPORT				
STRATEGY:	1	Scholarships		Service: 20	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS		BIENNIAL	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2018 + Bud 2019)	Baseline Request (BL 2020 + BL 2021)	CHANGE	$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
$1,060,467	$1,060,467	$0		
			$0	**Total of Explanation of Biennial Change**

710 Texas A&M University System Administrative and General Offices

GOAL: 3   Provide Non-formula Support

OBJECTIVE: 3   Public Service   Service Categories:

STRATEGY: 1   Task Force   Service: 19   Income: A.2   Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	$91,875	$40,026	$40,026	$40,026	$40,026
TOTAL, OBJECT OF EXPENSE		**$91,875**	**$40,026**	**$40,026**	**$40,026**	**$40,026**
Method of Financing:						
1	General Revenue Fund	$91,875	$40,026	$40,026	$40,026	$40,026
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$91,875**	**$40,026**	**$40,026**	**$40,026**	**$40,026**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$40,026**	**$40,026**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$91,875**	**$40,026**	**$40,026**	**$40,026**	**$40,026**

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

This program supports the endangered species and task force work as requested and detailed under Government Code, Title 4, Subtitle F, Chapter 409E and amended by S.B. 2534 in the 81st Regular session. This program establishes a mechanism for state agencies to provide policy and technical assistance regarding compliance with endangered species laws and regulations to local and regional government entities and their communities engaged in economic development activities so that compliance with endangered species laws and regulations is as effective and cost efficient as possible. The Task Force provides critical endangered species data to the USFWS for determining the species that need to be added to the list. Texas has a potential of over 100 species to the list.

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710 Texas A&M University System Administrative and General Offices

GOAL:	3	Provide Non-formula Support	
OBJECTIVE:	3	Public Service	Service Categories:
STRATEGY:	1	Task Force	Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS		BIENNIAL	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2018 + Bud 2019)	Baseline Request (BL 2020 + BL 2021)	CHANGE	$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
$80,052	$80,052	$0		
			$0	**Total of Explanation of Biennial Change**

3.A.   Page 8 of 9

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	$855,586	$770,028	$770,027	$770,028	$770,027
METHODS OF FINANCE (INCLUDING RIDERS):				$770,028	$770,027
METHODS OF FINANCE (EXCLUDING RIDERS):	$855,586	$770,028	$770,027	$770,028	$770,027
FULL TIME EQUIVALENT POSITIONS:	113.1	111.5	111.5	111.5	111.5

Agency Code: 710		Agency: The Texas A&M System Offices				Prepared By:	Jarrett Eisenrich				
Date:						18-19	Requested	Requested	Biennial Total	Biennial Difference	
Goal	Goal Name	Strategy	Strategy Name	Program	Program Name	Base	2020	2021	20-21	$	%
3	Provide Non-formula Support	1	Instructional Support Special Itesm Support	1	Scholarships	$1,060,467	$530,234	$530,233	$1,060,467	$0	0.0%
3	Provide Non-formula Support	3	Public Service Special Items Support	1	Task Force	$80,052	$40,026	$40,026	$80,052	$0	0.0%
3	Provide Non-formula Support	1	Instructional Support Special Itesm Support	1	Hold Harmless	$399,536	$199,768	$199,768	$399,536	$0	0.0%

3.B. Rider Revisions and Additions Request

Agency Code:	Agency Name:	Prepared By:	Date:	Request Level:
710	TheTexas A&M University System Offices	Jarrett Eisenrich	August 3, 2018	Base

Current Rider Number	Page Number in 2018–19 GAA	Proposed Rider Language
		Sec. 46. Report Concerning Designated Tuition. ~~(a) Not later than January 1, 2018, the governing board of each public institution of higher education that charges students designated tuition under §54.0513, Education Code, shall use the appropriations in the Act to report to the legislature, for the 2015-16 and 2016-17 academic years:~~ ~~(1) the amount the institution has collected in designated tuition;~~ ~~(2) the purposes for which the institution spent the money derived from designated tuition and the amount of that money spent for each of those purposes; and~~ ~~(3) the amount set aside from designated tuition for resident undergraduate and graduate student assistance under §§56.011 and 56.012, Education Code and how these amounts are allocated under the following categories.~~ ~~(a) grants~~ ~~(b) scholarships;~~ ~~(c) work-study programs;~~ ~~(d) students loans;~~ ~~(e) and student loan repayment assistance.~~ ~~(b) Reports required by this section shall be delivered to the Lieutenant Governor, the Speaker of the House, the chair of the Senate Finance Committee, and the chair of the House Appropriations Committee.~~ *Request deletion of this rider. In the infancy of Boards of Regents' authority to set designated tuition rates, there was a very legitimate need for accountability such that legislators and others understood the uses of the tuition. Now that tuition setting authority has been in existence for 15 years, the incremental changes are small relative to the totals and the reports provide little new information. The Legislature also receives duplicative information on the amount collected as part of the Legislative Appropriation Request.*

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Higher Education Employees Group Insurance Contributions Rider 8	III-45	**8. Benefits Proportionality Audit Requirement.**

8. Benefits Proportionality Audit Requirement.

a. Each institution of higher education, excluding Public Community/Junior Colleges, shall <u>consider as part of its annual audit risk assessment whether to</u> conduct an internal audit of benefits proportional by fund <u>reporting. In the event a benefits proportional internal audit is to be conducted, the institution shall notify the State Auditor's Office.</u> ~~and submit a copy of the internal audit to the Legislative Budget Board, Comptroller of Public Accounts, and State Auditor's Office no later than August 31, 2018. The~~ <u>Any</u> audit ~~must examine fiscal years 2015, 2016, and 2017, and~~ must be conducted using a methodology approved by the State Auditor's Office <u>with a copy of the internal audit provided to Legislative Budget Board, Comptroller of Public Accounts, and State Auditor's Office.</u>

b. If the internal audit conducted by an institution identifies any instances in which an institution has not been compliant with the proportionality requirements provided by Article IX, Sec. 6.08, Benefits Paid Proportional by Method of Finance in the <u>examined</u>~~prior three~~ fiscal years ~~defined in subsection (a)~~ and received excess General Revenue as a result of this noncompliance, the institution shall submit a reimbursement payment to the Comptroller of Public Accounts within two years from the conclusion of the institution's audit. The Comptroller of Public Accounts shall notify the Legislative Budget Board and State Auditor's Office of all reimbursement payments submitted by an institution of higher education.

~~c. If an institution has previously conducted an internal audit of benefits proportional by fund for the fiscal years included in subsection (a) using a methodology determined to be acceptable by the State Auditor's Office, the State Auditor's Office may waive the requirement that the institution conduct an additional internal audit. The State Auditor's Office shall notify the Legislative Budget Board and Comptroller of Public Accounts of any institutions who receive such a waiver. Any institution that receives a waiver from the audit requirement from the State Auditor's Office is still subject to the provisions of subsection (b) for any instances of noncompliance that were identified.~~

~~d. For fiscal years 2018 and 2019, institutions of higher education shall also consider audits of benefits proportional when developing their annual internal audit plans.~~

<u>c</u>~~e~~. It is the intent of the Legislature that the State Auditor's Office audit at least two institutions of higher education for compliance with benefits proportional provisions during the 20<u>20</u>~~18~~-2<u>1</u>~~19~~ biennium.

Request that the provisions of the rider be modified so as to allow institution internal audit departments to evaluate the cost/benefit of the audit as part of their annual risk assessment process. Within the A&M University System, these audits utilized significant resources and resulted in only minimal findings. The A&M University System defers to the SAO regarding the intent provision in the last paragraph (formerly paragraph e.). The SAO would be in the best position to evaluate whether this was beneficial and to make recommendations as to whether to retain,

		modify or delete this provision.
Available University Fund, Rider 7	III-65	**7. Reporting Requirements for System Office Operations and System Initiatives.** a. In addition to the reporting requirements in Rider 5, The University of Texas System and Texas A&M University System shall report to the Legislative Budget Board no later than December 1 of each fiscal year additional information regarding the use of the Available University Fund for system office operations and system initiatives for the two previous fiscal years, the current fiscal year, and two future fiscal years (projected). The report shall include the following: (1)a. Available University Fund support and maintenance allocations and expenditures for system office operations and system initiatives by activity (which must include an activity for the Board of Regents), including the object of expense detail for each activity, the number of full-time equivalents (FTEs) funded by the Available University Fund in each activity, a detailed description of the purpose and authority for each activity, and a reconciliation between Available University Fund allocations and expenditures each fiscal year including the resulting Available University Fund surplus or deficit; (2)b. A detailed listing of the role and function of any FTEs included in the Board of Regents activity; (3)c. A listing of funds outside of the Available University Fund used for each activity each fiscal year; and (4)d. Any additional information requested by the Legislative Budget Board. ~~b. Additionally, The University of Texas System and Texas A&M University System shall report to the Legislative Budget Board no later than February 28, May 31, and August 31 of each fiscal year an update of any changes to the information reported in subsection (a), including:~~ ~~(1) Expenditure amounts to date for the current fiscal year for each activity, including object of expense detail;~~ ~~(2) Updated Available University Fund allocations to system office operations and system initiatives for the current and two future fiscal years (projected), including any new activities and changes to existing activities, and an explanation for those changes;~~ ~~(3) A summary of any actions taken by the Board of Regents since the most recent report that relate to system office operations or system initiatives; and~~ ~~(4) Any additional information requested by the Legislative Budget Board.~~ *Request deletion of the quarterly reporting provision of this rider. The annual report provides meaningful detail on operations and initiatives. The summary of actions taken by the Board of Regent is in essence a redundant reporting requirement with Rider 8 Appropriation Limitations for System Initiatives as the notification process required by Rider 8 provides detailed information on Board actions.*

Special Provisions Relating Only to State Agencies of Higher Education, Rider 61	III-273	**Sec. 61. Research Funding Reporting Requirement.** Each general academic institution and health related institution shall report, by December 1 of each year of the biennium, to the Legislative Budget Board and Governor, the following information:
		(a) The amount of research funds awarded to the institution in the prior fiscal year, from appropriations made elsewhere in this Act, from the following, listed individually by source of funding: 1. Core Research Support; 2. Texas Research University Fund; 3. Comprehensive Research Fund; 4. Available National Research University Fund; 5. Texas Research Incentive Program; 6. Governor's University Research Initiative; and the 7. Cancer Prevention and Research Institute of Texas.
		(b) For each individual award granted to an institution under programs listed in Subsection (a), the amount of funding, if any, provided to an institution from an external source as a matching award amount.
		Request deletion of this rider and reporting requirement. The report is redundant as all information included in the report is found in the General Appropriations Act or online at the Texas Higher Education Coordinating Board (TRIP) and CPRIT websites.

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

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

A. Fiscal Year 2016 - 2017 HUB Expenditure Information

Statewide HUB Goals	Procurement Category	HUB Expenditures FY 2016				Total Expenditures FY 2016	HUB Expenditures FY 2017				Total Expenditures FY 2017
		% Goal	% Actual	Diff	Actual $		% Goal	% Actual	Diff	Actual $	
11.2%	Heavy Construction	0.0 %	0.0%	0.0%	$0	$0	0.0 %	0.0%	0.0%	$0	$0
21.1%	Building Construction	16.0 %	11.2%	-4.8%	$43,476,711	$388,485,940	15.0 %	19.6%	4.6%	$77,358,356	$394,126,809
32.9%	Special Trade	12.0 %	4.6%	-7.4%	$4,874	$104,902	11.0 %	1.3%	-9.7%	$3,700	$274,328
23.7%	Professional Services	34.0 %	39.6%	5.6%	$9,415,184	$23,761,435	35.0 %	35.4%	0.4%	$22,916,178	$64,672,811
26.0%	Other Services	11.0 %	4.5%	-6.5%	$870,342	$19,297,854	11.0 %	6.9%	-4.1%	$2,081,603	$30,124,287
21.1%	Commodities	47.0 %	51.7%	4.7%	$10,176,219	$19,687,975	46.0 %	45.9%	-0.1%	$10,079,822	$21,963,706
	Total Expenditures		**14.2%**		**$63,943,330**	**$451,338,106**		**22.0%**		**$112,439,659**	**$511,161,941**

B. Assessment of Fiscal Year 2016 - 2017 Efforts to Meet HUB Procurement Goals

Attainment:

The Texas A&M University System (TAMUS) established agency specific HUB procurement goals for fiscal years 2016 and 2017. For 2016 TAMUS attained or exceeded 2 of 5, or 40%, of the goals. In fiscal year 2017, TAMUS attained or exceeded 3 of 5, or 60%, of the goals.

Applicability:

For fiscal years 2016 and 2017 the Heavy Construction category is not applicable to the agency's operations as we had no reportable expenditures in this category.

Factors Affecting Attainment:

The agency goal was not attained for 2016 for Building Construction due in large part because of the Kyle Field renovation project. Challenges presented with this project included the expedited timeframe for completion, size requirements for certain trades such as structural steel, and availability of HUB subcontractors who could meet the unique circumstances and requirements of that project. In Special Trade Construction for 2016, most of this spending was with our outsourced provider of facility services and there were no HUB subcontracting opportunities. The Other Services category fell below our goal in both years in large part due to consulting agreements with non-HUB firms in which there were no subcontracting opportunities.

"Good-Faith" Efforts:

The following are examples of good faith and outreach efforts made during fiscal years 2016 and 2017.

•   Attended and/or hosted various forums, fairs, and events to promote TAMUS opportunities to HUB vendors and to help build a HUB vendor base for use in our solicitations/opportunities.

•   Hosted and/or attended meet & greet events and construction fairs designed to team HUB subcontractors with general contractors for major construction projects.

6.A. Historically Underutilized Business Supporting Schedule
86th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: **10/10/2018**
Time: **10:24:30AM**

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

•   Greatly increased the notice to bidders' notifications of all solicitations by directly emailing these notices to HUB vendors using the CMBL search tool. This effort is in place to help increase awareness to HUB subcontractors regarding opportunities on major construction projects.

•   Collaborated with other state agencies via the Texas Universities HUB Coordinators Alliance, Texas Association of African American/Mexican American Chambers of Commerce, Greater Houston Minority Supplier Development Council, Dallas/Fort Worth Minority Supplier Development Council, Golden Triangle Minority Business Council, Greater Houston Business Procurement Forum, and Hispanic Contractors Association by attending various meetings.

Agency Name (710)
Estimated Funds Outside the Institution's Bill Pattern
2018–19 and 2020–21 Biennia

	2018-19 Biennium				2020-21 Biennium			
	FY 2018 Revenue	FY 2019 Revenue	Biennium Total	Percent of Total	FY 2020 Revenue	FY 2021 Revenue	Biennium Total	Percent of Total
APPROPRIATED SOURCES INSIDE THE BILL PATTERN								
State Appropriations (excluding HEGI & State Paid Fringes)	$ 770,028	$ 770,027	$ 1,540,055		$ 770,027	$ 770,027	$ 1,540,054	
Tuition and Fees (net of Discounts and Allowances)	-	-	-		-	-	-	
Endowment and Interest Income	-	-	-		-	-	-	
Sales and Services of Educational Activities (net)	-	-	-		-	-	-	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Other Income	-	-	-		-	-	-	
Total	770,028	770,027	1,540,055	2.7%	770,027	770,027	1,540,054	2.7%
APPROPRIATED SOURCES OUTSIDE THE BILL PATTERN								
State Appropriations (HEGI & State Paid Fringes)	$ -	$ -	$ -		$ -	$ -	$ -	
Higher Education Assistance Funds	-	-	-		-	-	-	
Available University Fund	21,876,000	22,294,000	44,170,000		22,294,000	22,294,000	44,588,000	
State Grants and Contracts	-	-	-		-	-	-	
Total	21,876,000	22,294,000	44,170,000	76.5%	22,294,000	22,294,000	44,588,000	76.7%
NON-APPROPRIATED SOURCES								
Tuition and Fees (net of Discounts and Allowances)	-	-	-		-	-	-	
Federal Grants and Contracts	-	-	-		-	-	-	
State Grants and Contracts	48,189	-	48,189		-	-	-	
Local Government Grants and Contracts	-	-	-		-	-	-	
Private Gifts and Grants	-	-	-		-	-	-	
Endowment and Interest Income	5,800,000	5,800,000	11,600,000		5,800,000	5,800,000	11,600,000	
Sales and Services of Educational Activities (net)	-	-	-		-	-	-	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Professional Fees (net)	-	-	-		-	-	-	
Auxiliary Enterprises (net)	-	-	-		-	-	-	
Other Income - Private Gifts and Grants	204,040	193,000	397,040		193,000	193,000	386,000	
Total	6,052,229	5,993,000	12,045,229	20.9%	5,993,000	5,993,000	11,986,000	20.6%
TOTAL SOURCES	$ 28,698,257	$ 29,057,027	$ 57,755,284	100.0%	$ 29,057,027	$ 29,057,027	$ 58,114,054	100.0%

6.I. Percent Biennial Base Reduction Options

10 % REDUCTION

86th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Date: 10/18/2018

Time: 4:18:13PM

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

Item Priority and Name/	REVENUE LOSS			REDUCTION AMOUNT			PROGRAM AMOUNT			TARGET
			Biennial			Biennial				Biennial
Method of Financing	2020	2021	Total	2020	2021	Total	2020	2021		Total
1 Task Force Reductions										

Category: Across the Board Reductions

  Item Comment: Reduction to Task Force will reduce the ability of accurate reporting back to the USFWS on accurate assessment of endangered species in Texas.

   Strategy: 3-3-1 Task Force

General Revenue Funds

	REVENUE LOSS			REDUCTION AMOUNT						
1 General Revenue Fund	$0	$0	$0	$20,013	$20,013	$40,026				
General Revenue Funds Total	**$0**	**$0**	**$0**	**$20,013**	**$20,013**	**$40,026**				
Item Total	**$0**	**$0**	**$0**	**$20,013**	**$20,013**	**$40,026**				

FTE Reductions (From FY 2020 and FY 2021 Base Request)

2 Task Force Reductions

Category: Administrative - Operating Expenses

  Item Comment: Reduction to Task Force will reduce the ability of accurate reporting back to the USFWS on acc assessment of endangered species in Texas.

   Strategy: 3-3-1 Task Force

General Revenue Funds

	REVENUE LOSS			REDUCTION AMOUNT						
1 General Revenue Fund	$0	$0	$0	$20,013	$20,013	$40,026				
General Revenue Funds Total	**$0**	**$0**	**$0**	**$20,013**	**$20,013**	**$40,026**				

6.I. Percent Biennial Base Reduction Options

10 % REDUCTION

86th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Date: 10/18/2018

Time: 4:18:13PM

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

Item Priority and Name/	REVENUE LOSS			REDUCTION AMOUNT			PROGRAM AMOUNT			TARGET
			Biennial			Biennial				Biennial
Method of Financing	2020	2021	Total	2020	2021	Total	2020	2021		Total
Item Total	**$0**	**$0**	**$0**	**$20,013**	**$20,013**	**$40,026**				

FTE Reductions (From FY 2020 and FY 2021 Base Request)

3 Hold Harmless Reductions

   Category: Across the Board Reductions

      Item Comment: These funds were used for need based scholarships for undergraduate students at the Texas A&M University System academic members.

    Strategy: 1-1-12 Hold Harmless

General Revenue Funds

1 General Revenue Fund	$0	$0	$0	$18,489	$18,489	$36,978				
General Revenue Funds Total	**$0**	**$0**	**$0**	**$18,489**	**$18,489**	**$36,978**				
Item Total	**$0**	**$0**	**$0**	**$18,489**	**$18,489**	**$36,978**				

FTE Reductions (From FY 2020 and FY 2021 Base Request)

4 Hold Harmless Reductions

   Category: Programs - Service Reductions (Other)

      Item Comment: These funds were used for need based scholarships for undergraduate students at the Texas A&M University System academic members.

    Strategy: 1-1-12 Hold Harmless

General Revenue Funds

6.I. Percent Biennial Base Reduction Options

10 % REDUCTION

86th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Date: 10/18/2018

Time: 4:18:13PM

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

Item Priority and Name/	REVENUE LOSS			REDUCTION AMOUNT			PROGRAM AMOUNT			TARGET
			Biennial			Biennial			Biennial	
Method of Financing	2020	2021	Total	2020	2021	Total	2020	2021	Total	
1 General Revenue Fund	$0	$0	$0	$18,488	$18,488	$36,976				
General Revenue Funds Total	**$0**	**$0**	**$0**	**$18,488**	**$18,488**	**$36,976**				
Item Total	**$0**	**$0**	**$0**	**$18,488**	**$18,488**	**$36,976**				

FTE Reductions (From FY 2020 and FY 2021 Base Request)

AGENCY TOTALS

General Revenue Total				$77,003	$77,003	$154,006				$154,006
Agency Grand Total	$0	$0	$0	$77,003	$77,003	$154,006				$154,006
Difference, Options Total Less Target										
Agency FTE Reductions (From FY 2020 and FY 2021 Base Request)										
Article Total				$77,003	$77,003	$154,006				
Statewide Total				$77,003	$77,003	$154,006				

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

Agency Code:	Agency Name:		Prepared By:
710	Texas A&M University System Offices		Jarrett Eisenrich

Documented Production Standards Strategies	Estimated 2018	Budgeted 2019
Total, All Strategies **Total Estimated Paper Volume Reduced**	$0	$0

Description:
Chapter 2052 of the Government Code (State Agency Reports and Publications) addresses similar issues as the rider provision. Texas A&M University System Offices has been following the statutory requirements in this chapter since they were enacted; there are no cost savings for this biennium.

710 Texas A&M University System Administrative and General Offices

	Act 2017	Act 2018	Bud 2019	Est 2020	Est 2021
General Revenue Transfers					
Transfer from Coordinating Board for Texas College Work Study Program (2017, 2018, 2019)	0	0	0	0	0
Transfer from Coordinating Board for Professional Nursing Shortage Reduction Program	0	0	0	0	0
Transfer of GR Group Insurance Premium from Comptroller (UT and TAMU Components only)	0	0	0	0	0
Less: Transfer to Other Institutions	0	0	0	0	0
Less: Transfer to Department of Health, Disproportionate Share - State-Owned Hospitals (2017, 2018, 2019)	0	0	0	0	0
Other (Itemize)					
Other: Fifth Year Accounting Scholarship	0	0	0	0	0
Texas Grants	0	0	0	0	0
B-on-Time Program	0	0	0	0	0
Texas Research Incentive Program	0	0	0	0	0
Less: Transfer to System Administration	0	0	0	0	0
GME Expansion	0	0	0	0	0
Subtotal, General Revenue Transfers	**0**	**0**	**0**	**0**	**0**
General Revenue HEF for Operating Expenses	0	0	0	0	0
Transfer from Available University Funds (UT, A&M and Prairie View A&M Only)	20,267,000	21,876,000	22,294,000	22,294,000	22,294,000
Other Additions (Itemize)					
Increase Capital Projects - Educational and General Funds	0	0	0	0	0
Transfer from Department of Health, Disproportionate Share - State-owned Hospitals (2017, 2018, 2019)	0	0	0	0	0
Transfers from Other Funds, e.g., Designated funds transferred for educational and general activities (Itemize)	0	0	0	0	0
Other (Itemize)					
Gross Designated Tuition (Sec. 54.0513)	**0**	**0**	**0**	**0**	**0**
Indirect Cost Recovery (Sec. 145.001(d))	**0**	**0**	**0**	**0**	**0**
Correctional Managed Care Contracts	**0**	**0**	**0**	**0**	**0**

710 Texas A&M University System Administrative and General Offices

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
GR & GR-D Percentages					
GR %	0.00%				
GR-D/Other %	100.00%				
Total Percentage	100.00%				
FULL TIME ACTIVES					
1a Employee Only	43	0	43	43	54
2a Employee and Children	19	0	19	19	30
3a Employee and Spouse	18	0	18	18	27
4a Employee and Family	23	0	23	23	37
5a Eligible, Opt Out	4	0	4	4	4
6a Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	**107**	**0**	**107**	**107**	**152**
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 Eligble, 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	**107**	**0**	**107**	**107**	**152**

710 Texas A&M University System Administrative and General Offices

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
FULL TIME RETIREES by ERS					
1c Employee Only	0	0	0	0	70
2c Employee and Children	0	0	0	0	3
3c Employee and Spouse	0	0	0	0	52
4c Employee and Family	0	0	0	0	2
5c Eligble, Opt Out	0	0	0	0	0
6c Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	**0**	**0**	**0**	**0**	**127**
PART TIME RETIREES by ERS					
1d Employee Only	0	0	0	0	0
2d Employee and Children	0	0	0	0	0
3d Employee and Spouse	0	0	0	0	0
4d Employee and Family	0	0	0	0	0
5d Eligble, Opt Out	0	0	0	0	0
6d Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	**0**	**0**	**0**	**0**	**0**
Total Retirees Enrollment	**0**	**0**	**0**	**0**	**127**
TOTAL FULL TIME ENROLLMENT					
1e Employee Only	43	0	43	43	124
2e Employee and Children	19	0	19	19	33
3e Employee and Spouse	18	0	18	18	79
4e Employee and Family	23	0	23	23	39
5e Eligble, Opt Out	4	0	4	4	4
6e Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	**107**	**0**	**107**	**107**	**279**

710 Texas A&M University System Administrative and General Offices

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
TOTAL ENROLLMENT					
1f Employee Only	43	0	43	43	124
2f Employee and Children	19	0	19	19	33
3f Employee and Spouse	18	0	18	18	79
4f Employee and Family	23	0	23	23	39
5f Eligble, Opt Out	4	0	4	4	4
6f Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	**107**	**0**	**107**	**107**	**279**

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

Proportionality Percentage Based on Comptroller Accounting Policy Statement #011, Exhibit 2	2017		2018		2019		2020		2021	
	% to Total	Allocation of OASI	% to Total	Allocation of OASI	% to Total	Allocation of OASI	% to Total	Allocation of OASI	% to Total	Allocation of OASI
General Revenue (% to Total)	0.0000	$0	0.0000	$0	0.0000	$0	0.0000	$0	0.0000	$0
Other Educational and General Funds (% to Total)	100.0000	$800,605	100.0000	$794,439	100.0000	$830,000	100.0000	$847,000	100.0000	$855,000
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	**$800,605**	100.0000	**$794,439**	100.0000	**$830,000**	100.0000	**$847,000**	100.0000	**$855,000**

710 Texas A&M University System Administrative and General Offices

Description	Act 2017	Act 2018	Bud 2019	Est 2020	Est 2021
Proportionality Amounts					
Gross Educational and General Payroll - Subject To TRS Retirement	8,659,940	8,840,270	8,834,005	8,922,345	9,011,569
Employer Contribution to TRS Retirement Programs	603,501	604,082	600,712	606,719	612,787
Gross Educational and General Payroll - Subject To ORP Retirement	3,664,005	3,603,582	3,737,652	3,775,028	3,812,778
Employer Contribution to ORP Retirement Programs	284,191	273,866	287,799	290,677	293,584
Proportionality Percentage					
General Revenue	0.0000 %	0.0000 %	0.0000 %	0.0000 %	0.0000 %
Other Educational and General Income	100.0000 %	100.0000 %	100.0000 %	100.0000 %	100.0000 %
Health-related Institutions Patient Income	0.0000 %	0.0000 %	0.0000 %	0.0000 %	0.0000 %
Proportional Contribution					
Other Educational and General Proportional Contribution (Other E&G percentage x Total Employer Contribution to Retirement Programs)	887,692	877,948	888,511	897,396	906,371
HRI Patient Income Proportional Contribution (HRI Patient Income percentage x Total Employer Contribution To Retirement Programs)	0	0	0	0	0
Differential					
Differential Percentage	0.0000 %	0.0000 %	0.0000 %	0.0000 %	0.0000 %
Gross Payroll Subject to Differential - Optional Retirement Program	0	0	0	0	0
Total Differential	0	0	0	0	0

Automated Budget and Evalutation System of Texas (ABEST)

710

Activity

Project Allocation

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

	Actual 2017	Actual 2018	Budgeted 2019	Estimated 2020	Estimated 2021
Part A.					
FTE Postions					
Other Appropriated Funds					
AUF	113.0	111.5	111.5	111.5	111.5
Subtotal, Other Appropriated Funds	**113.0**	**111.5**	**111.5**	**111.5**	**111.5**
Subtotal, All Appropriated	**113.0**	**111.5**	**111.5**	**111.5**	**111.5**
Non Appropriated Funds Employees	155.6	164.8	164.8	164.8	164.8
Subtotal, Other Funds & Non-Appropriated	**155.6**	**164.8**	**164.8**	**164.8**	**164.8**
GRAND TOTAL	**268.6**	**276.3**	**276.3**	**276.3**	**276.3**
Part B.					
Personnel Headcount					
Other Appropriated Funds					
AUF	113.0	112.0	112.0	112.0	112.0
Subtotal, Other Appropriated Funds	**113.0**	**112.0**	**112.0**	**112.0**	**112.0**
Subtotal, All Appropriated	**113.0**	**112.0**	**112.0**	**112.0**	**112.0**
Non Appropriated Funds Employees	156.0	165.0	165.0	165.0	165.0
Subtotal, Non-Appropriated	**156.0**	**165.0**	**165.0**	**165.0**	**165.0**
GRAND TOTAL	**269.0**	**277.0**	**277.0**	**277.0**	**277.0**

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

	Actual 2017	Actual 2018	Budgeted 2019	Estimated 2020	Estimated 2021
PART C.					
Salaries					
Other Appropriated Funds					
AUF	$16,980,782	$16,439,886	$16,770,000	$17,107,000	$17,107,000
Subtotal, Other Appropriated Funds	**$16,980,782**	**$16,439,886**	**$16,770,000**	**$17,107,000**	**$17,107,000**
Subtotal, All Appropriated	**$16,980,782**	**$16,439,886**	**$16,770,000**	**$17,107,000**	**$17,107,000**
Non Appropriated Funds Employees	$16,757,775	$17,977,626	$17,977,626	$18,339,000	$18,339,000
Subtotal, Non-Appropriated	**$16,757,775**	**$17,977,626**	**$17,977,626**	**$18,339,000**	**$18,339,000**
GRAND TOTAL	**$33,738,557**	**$34,417,512**	**$34,747,626**	**$35,446,000**	**$35,446,000**

86th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

710 Texas A&M University System Administrative and General Offices

Authorization Date	Authorization Amount	Issuance Date	Issuance Amount	Authorized Amount Outstanding as of 08/31/2018	Proposed Issuance Date for Outstanding Authorization	Proposed Issuance Amount for Outstanding Authorization
1991	$60,000,000	Nov 24 1992	$10,000,000			
		Apr 28 1993	$40,000,000			
		Mar 28 1994	$10,000,000			
		Subtotal	$60,000,000	$0		
1993	$75,000,000	Mar 28 1994	$40,000,000			
		Feb 1 1995	$961,000			
		Jun 5 1995	$16,114,000			
		Jul 17 1997	$17,925,000			
		Subtotal	$75,000,000	$0		
1997	$145,200,000	Mar 4 1998	$4,417,000			
		Aug 3 1999	$4,960,000			
		Aug 9 1999	$56,113,000			
		Feb 6 2000	$14,860,000			
		Jun 14 2001	$37,140,000			
		Jul 2 2001	$5,790,000			
		Jan 23 2002	$4,200,000			
		Jul 23 2002	$3,520,000			
		Oct 10 2002	$2,700,000			
		May 20 2003	$11,500,000			
		Subtotal	$145,200,000	$0		
2001	$241,450,000	Feb 24 2003	$25,000,000			
		May 20 2003	$115,380,000			
		Jul 31 2003	$8,135,000			
		Sep 1 2003	$315,000			
		Aug 25 2004	$76,420,000			
		May 16 2006	$16,200,000			
		Subtotal	$241,450,000	$0		
2003	$12,500,000	Aug 25 2004	$12,500,000			
		Subtotal	$12,500,000	$0		
2006	$465,560,600	Aug 15 2007	$8,252,000			
		Jul 24 2008	$80,195,400			

710 Texas A&M University System Administrative and General Offices

Authorization Date	Authorization Amount	Issuance Date	Issuance Amount	Authorized Amount Outstanding as of 08/31/2018	Proposed Issuance Date for Outstanding Authorization	Proposed Issuance Amount for Outstanding Authorization
2006	$465,560,600	Aug 14 2008	$954,000			
		Sep 26 2008	$11,011,257			
		Mar 11 2009	$211,318,743			
		Jul 27 2009	$32,565,000			
		Nov 10 2009	$55,239,706			
		Jun 3 2010	$66,024,494			
		Subtotal	$465,560,600	$0		
2009	$5,000,000	Jun 3 2010	$5,000,000			
		Subtotal	$5,000,000	$0		
2016	$800,792,000	Dec 14 2016	$32,014,000			
		Jan 31 2017	$386,860,000			
		Jun 21 2017	$381,918,000			
		Subtotal	$800,792,000	$0		

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710 Texas A&M University System Administrative and General Offices

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Scholarships

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

    Year Non-Formula Support Item Established: 1998

    Original Appropriation: $2,500,000

(2) Mission:

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

(3) (a) Major Accomplishments to Date:

In FY2018, 850 students received an average scholarship award of approximately $865.

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

The expected impact is 850 scholarships awarded at average amount of $865 per student.

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

General Revenue

(5) Formula Funding:
None

(6) Category:

 Instructional Support

(7) Transitional Funding:
N

(8) Non-General Revenue Sources of Funding:

None

(9) Impact of Not Funding:

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

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

$199,768 annually to permanently continue same level of need based scholarships.

710 Texas A&M University System Administrative and General Offices

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

$199,768 annually to continue same level of need based scholarships.

(12) Benchmarks:

None

(13) Performance Reviews:

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

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710 Texas A&M University System Administrative and General Offices

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Task Force for Endangered Species

(1) Year Non-Formula Support Item First Funded: 2010

   Year Non-Formula Support Item Established: 2010

   Original Appropriation: $250,000

(2) Mission:

Provide policy and technical assistance regarding compliance with endangered species laws and regulation to governmental entities as it relates to economic development and growth.

(3) (a) Major Accomplishments to Date:

The Task force has been instrumental in informing the listing process through geospatial data support ranging from grassland birds, freshwater mussels, and reptile species. The U.S. Fish and Wildlife Service uses species status assessments to determine whether or not to list the species; the Task Force data have been used by USFWS in several instances to minimize or even preclude the need to list some species. Texas is facing a potential listing of more than 100 endangered species.

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

The Task force will continue to be instrumental in informing the listing process through geospatial data support ranging from grassland birds, freshwater mussels, reptile, and other species that become critical to economic impact. The U.S. Fish and Wildlife Service uses species status assessments or to determine whether or not to list the species; the Task Force data have been used by USFWS in several instances to minimize or even preclude the need to list some species. Texas is facing a potential listing of more than 100 endangered species.

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

General Revenue

(5) Formula Funding:
None

(6) Category:
Public Service

(7) Transitional Funding:
N

(8) Non-General Revenue Sources of Funding:

None

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710 Texas A&M University System Administrative and General Offices

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(9) Impact of Not Funding:

Loss of funding would limit data that are currently being provided through the Task Force for making the determination whether to list the species as endangered . USFWS will make a determination with or without the latest data, so it is critical that the latest and most accurate data is provided to USFWS for a reliable assessment.

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

$40,026 annually to permanently maintain current funding level.

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

$40,026 annually.

(12) Benchmarks:

None

(13) Performance Reviews:

The number of endangered species listings informed by data provided to the USFWS in their decision process (i.e., species status assessments).