

TSTC NORTH TEXAS

# LEGISLATIVE APPROPRIATIONS REQUEST



# **LEGISLATIVE APPROPRIATIONS REQUEST FOR FISCAL YEARS 2020 & 2021**

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

Originally submitted August 3, 2018.

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In accordance with the instructions, Texas State Technical College (TSTC) submits the following Legislative Appropriation Request (LAR) for fiscal years 2020 and 2021 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 campuses.

## OVERVIEW

TSTC is the State of Texas' leading provider of two-year technical education in Texas. TSTC's operations are dispersed across 10 campuses, allowing the College to meet workforce needs not just regionally but across the state. The campus locations include 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 10 campuses across Texas, TSTC is set to place nearly 5,000 of its graduates in great paying job during this biennium (2018-2019).

With a focus on employability, TSTC executes its legislative mission of economic development through workforce education. This mission has never been so relevant as Texas faces a middle-skills gap that is already severe with an incumbent skilled workforce that is rapidly "greying" and who will retire soon in record numbers.

TSTC has many unique advantages contributing to success in addressing this skills gap, including

- (1) an extraordinary funding structure that is designed to fund the College only when it succeeds in placing students in great paying jobs,
- (2) an operating structure that focuses directly on education and placement and not administration, and
- (3) a narrowly focused mission statement.

The result is an alignment of interests between TSTC, its students, and the employers it serves, setting TSTC apart from other institutions. This job-creating advantage becomes threatened, however, as TSTC's different funding mechanisms become less reliable year after year. Maintaining this advantage drives the purpose of TSTC's funding requests:

## PURPOSE OF FUNDING REQUESTS THAT SUPPORT JOB CREATION

**Performance and Accountability Funding.** The accountability notions embedded within TSTC's results-based funding structure lose their strength when the link between performance and funding unravels as the funding rate (also referred to as TSTC's "commission rate") loses consistency and predictability. While funding formulas are not addressed in this document, funding requests within this LAR are directly impacted by the results-oriented nature and recent instability of TSTC's returned value funding formula (Instruction and Administration).

**Start Up Funding.** The returned-value funding method used for TSTC measures the first five years of employment earnings of job-placed students and then indicates funding levels based on that actual salary performance. Accordingly, there is a significant delay between teaching a student and realizing a funding amount—sometimes as much as 8 to 10 years. So, for new campuses, working capital is needed until the student performance begins to reflect in the formula. Start Up funding is that working capital for the newly authorized campuses for TSTC. Eventually, Start Up funding will phase out as the funding formula results begin to show for new campuses.

**Dual Credit Funding.** TSTC is not funded for dual credit under the outcomes-based funding formula. The last Legislature recognized this problem and directed the THECB to recommend a method to solve this matter. The resulting recommendation is to fund TSTC's dual credit offerings using the same contact hour method that

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is used for the community colleges. The need for career and technical dual credit classes is strong and underserved. Implementing this recommendation is critical to meeting the CTE needs of Texas students.

**Infrastructure Funding.** Historically, TSTC has been underfunded in infrastructure support and we request an increase in our rates of funding. This problem was observed during the space model study required by Rider 55 of House Bill 1, General Appropriations Act, 84th Legislature, Regular Session. The problem was later confirmed and validated by an independent consultant engaged by the THECB. The trend results in extremely lean facilities operations, significant deferred maintenance, and aging equipment. This impact on TSTC's facilities and equipment jeopardizes the ability to offer cutting edge experiences essential to high-quality technical education. When the College was founded, then Governor John Connally predicted that it would be "the most sophisticated technical-vocational institute in the country." Decades of accrued deferred maintenance, however, chip away at the College's ability to maintain that brand standard.

#### HIGHLIGHTS SINCE THE 85TH LEGISLATURE

TSTC is a top performer in THECB's 60x30 Strategic Plan:

92% of TSTC graduates leave with identified marketable skills. Plan Goal :80%

Student loan debt of TSTC students averages 40% of their first year wage. Plan Goal: 60%

Other Student Success Achievements:

TSTC Degrees and awards have increased 30% in the past 5 years.

Total Wages produced by TSTC graduates in their first year working increased 47% in the past 5 years.

#### EXCEPTIONAL ITEMS OVERVIEW

**Restoration of Start-Up Funding.**

With the launch of the campus at TSTC in North Texas, the Legislature authorized Start Up funding to provide a funding mechanism to support these new campuses. In a results-based/accountability funding model, this type of funding is especially critical. For new campuses at TSTC, Start Up funding is a proxy for formula funded, Instruction and Administration (I&A) funding for start up locations. TSTC's I&A funding is derived from the wages of placed former students (sometimes 8-10 years after TSTC incurs the cost of instruction). This is different than a cost reimbursement formula, such as contact hour funding which would allow phase out much sooner. TSTC's Start Up funding will phase out as students leave TSTC, enter the workforce, and funding is derived after the value is returned to the State from the benefit of the student's wages.

**Tuition Revenue Bonds: Phase 2 of New Campus Development at TSTC in North Texas**

TSTC includes capital needs within the TRB portion of the LAR to demonstrate its highest priority capital needs and expansion plans. At TSTC in North Texas, the highest priority capital need is a \$10.9 million second phase of development at its new campus in Red Oak, Texas in response to the increased workforce development need in the Dallas/Ft Worth region and across the State. This campus was created in partnership with Red Oak ISD and was built on land gifted by the district. Adjacent to its Red Oak High School, the gift agreement contains a reverter clause if TSTC is unable to continue development of the campus to ensure the resource is available to support the greatest need/opportunity.

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**SIGNIFICANT CHANGES IN PROVISION OF SERVICE (CLIENT POPULATION, COST, EFFICIENCIES, TECHNOLOGIES, ETC)**

**Academic Dual Credit.** At the close of the 85th Legislative Session, TSTC informed its dual credit partners that it was phasing out its academic dual credit offerings in favor of technical dual credit offerings. Since TSTC is not funded for dual credit, the administration determined it would only focus any dual credit offerings on technical coursework that led to certain career pathways. Since academic dual credit is pervasively offered in Texas, affected school districts could find partners to offer the academic coursework (students would not lose access). Consequently, TSTC's dual credit enrollment declined significantly during the current biennium as TSTC narrowed its focus of offerings.

**Operational Consolidation.** TSTC's merged statewide operational structure continued to create efficiencies and contain costs during the period that it brought new campuses online in recent years. This cost containment continued through the current biennium with higher faculty to administrator ratios, elimination of redundancies, and increased consistency in service delivery across statewide operations.

**Technologies.** TSTC's centralized operations provides new opportunities for modernizing information systems and reporting. The College anticipates evaluation and implementation of enterprise systems, including its enterprise resource planning platform.

**SIGNIFICANT EXTERNALITIES**

As mentioned previously, the growth in the nationwide skills gap continues to outpace the nationwide skills supply chain. Improving economic conditions and low unemployment exacerbate the growing labor shortage. With the historical go-to-college mantra, the reality of a healthy skills supply ratio is overlooked. The true ratio of jobs in the economy is 1:2:7. For every job that requires a master's degree or more, two jobs require a bachelor's degree, and more than half a dozen jobs require a credential or two-year degree. This ratio is across all industries and was the same in 1950, 1990, and will be the same in 2030. TSTC's programs directly address this creeping issue.

**10% BIENNIAL BASE REDUCTION OPTIONS**

The cumulative effect of the 10% Base Reduction scenario across the statewide college would be nearly \$2.4 million with the largest impact relating to the \$1.4 million reduction of start-up funding for TSTC's newest locations. Start Up funding is a proxy for instruction and administrative costs with the substantial portion funding teaching and learning. Cutting the Start Up funding at these highest potential locations would account for nearly 60% of TSTC's overall reduction calculation statewide. Cutting services at these new locations would have a significant impact on TSTC's delivery of services. Consequently, responding to the reduction requires a statewide, strategic approach to mitigate the impact of the reductions.

In accordance with the request, TSTC's strategies for responding to the Base Reduction Scenarios would impact the following:

- o Institutional Enhancement Special Item Support strategy for Harlingen, Marshall, Waco, and West Texas;
- o Start-Up Funding Special Item Support strategy for North Texas and Fort Bend;
- o Instruction/Operations System Office Operations strategy at System Administration.

TSTC's baseline reduction approach would be similar to its ongoing budget approach. That is, TSTC would reduce programming/funding based on its appraisal of markets and related program performance and potential across the state. To mitigate the statewide impact of reductions, TSTC would invest first in programs and activities with the highest return potential. Based on the extent of cuts, TSTC would reduce or close services in its lowest performing and lowest potential markets to mitigate the impact of reductions to the returns on the State's investment. TSTC is unique in the college sector because of its concentrated focus on placing students

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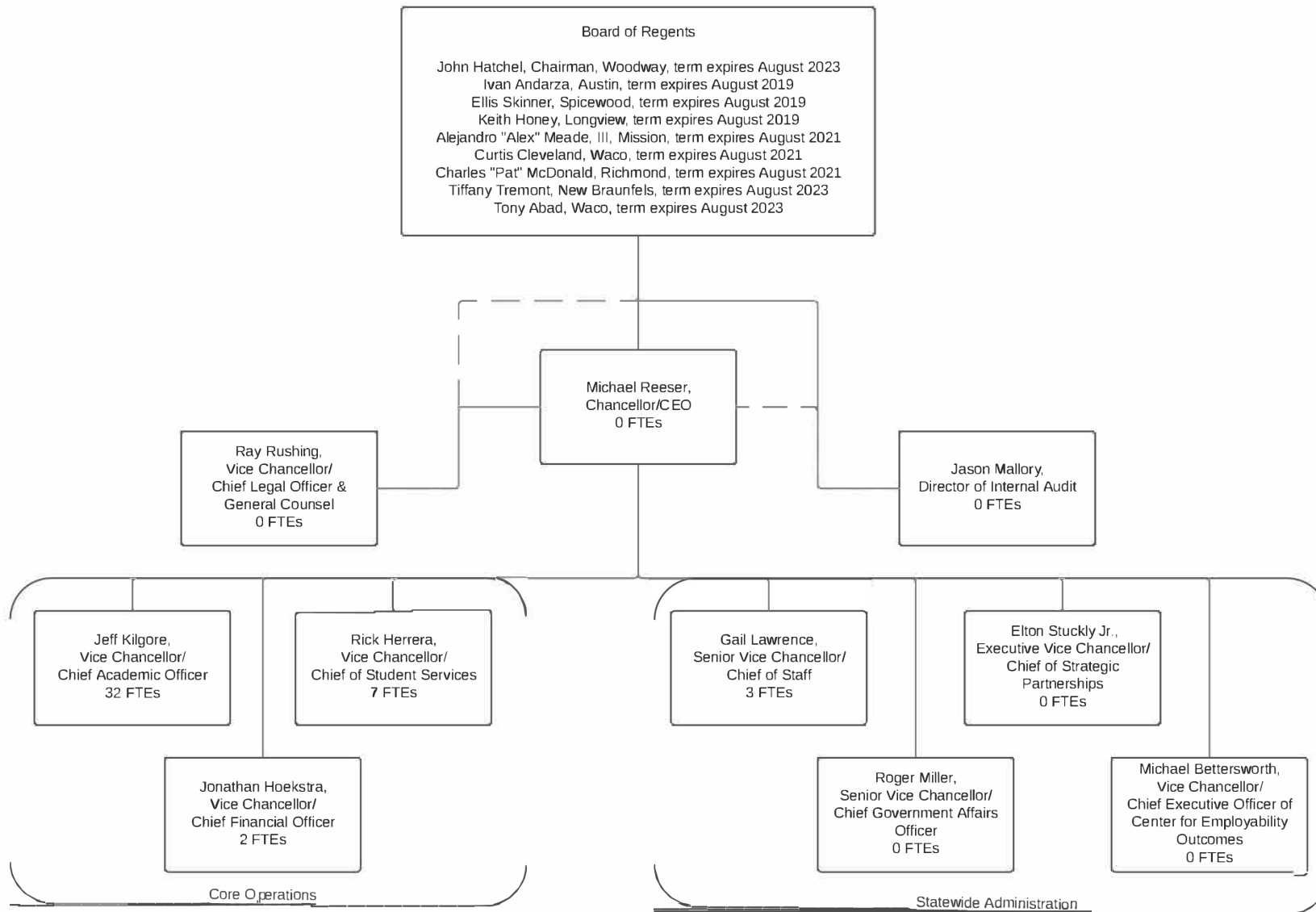
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in jobs. Through careful budgeting and a streamlined statewide structure, the organization is lean on activities that are not directly related to education. The following reduction considerations would be required under the proposed reductions:

- o Student Oriented Activities not directly related to teaching. Continue reduction efforts for activities not essential to Place More Texans. For example, even though student recreation centers help provide a vibrant student life, TSTC might consider elimination of the activity to mitigate the reduction impact on providing a skilled workforce to Texas.
- o Level of Dual Credit Offerings. Continue refining the focus of dual credit offerings (TSTC eliminated a substantial portion of offerings following the 85th Session). TSTC still partners with over 100 high schools in offering dual credit; however, it receives no appropriations support for the effort. The dual enrollment effort is extremely important to TSTC but it is an activity that requires significant resources of the College without the ability to recoup the costs.
- o Core Programmatic Offerings. Evaluate markets by recent performance and growth potential. Depending on the reduction request, TSTC would eliminate programming in areas that provide the lowest prospects for return on capital to the State.





**Budget Overview - Biennial Amounts**  
**86th Regular Session, Agency Submission, Version 1**  
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71G Technical State Technical College - North Texas  
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
<b>Goal: 1. Provide Instructional and Operations Support</b>											
1.1.3. Staff Group Insurance Premiums	33,824		37,033	88,902					70,857	88,902	
1.1.6. Texas Public Education Grants			42,812	58,111					42,812	58,111	
1.1.8. Hold Harmless	323,233	323,233	551						323,784	323,233	
<b>Total, Goal</b>	<b>357,057</b>	<b>323,233</b>	<b>80,396</b>	<b>147,013</b>					<b>437,453</b>	<b>470,246</b>	
<b>Goal: 2. Provide Infrastructure Support</b>											
2.1.1. E&G Space Support	139,933		70,081						210,014		
2.1.2. Tuition Revenue Bond Retirement	1,434,825	1,438,150							1,434,825	1,438,150	1,907,250
2.1.5. Small Institution Supplement	750,000								750,000		
<b>Total, Goal</b>	<b>2,324,758</b>	<b>1,438,150</b>	<b>70,081</b>						<b>2,394,839</b>	<b>1,438,150</b>	<b>1,907,250</b>
<b>Goal: 3. Provide Non-formula Support</b>											
3.1.1. Startup Funding	3,810,403	3,976,826	204,253	337,542					4,014,656	4,314,368	1,813,166
<b>Total, Goal</b>	<b>3,810,403</b>	<b>3,976,826</b>	<b>204,253</b>	<b>337,542</b>					<b>4,014,656</b>	<b>4,314,368</b>	<b>1,813,166</b>
<b>Total, Agency</b>	<b>6,492,218</b>	<b>5,738,209</b>	<b>354,730</b>	<b>484,555</b>					<b>6,846,948</b>	<b>6,222,764</b>	<b>3,720,416</b>
<b>Total FTEs</b>									<b>41.2</b>	<b>43.0</b>	<b>9.0</b>

**2.A. Summary of Base Request by Strategy**  
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<b>Goal / Objective / STRATEGY</b>	<b>Exp 2017</b>	<b>Est 2018</b>	<b>Bud 2019</b>	<b>Req 2020</b>	<b>Req 2021</b>
<b>1</b> Provide Instructional and Operations Support					
<b>1</b> <i>Provide Instructional and Operations Support</i>					
<b>3 STAFF GROUP INSURANCE PREMIUMS</b>	0	29,206	41,651	43,475	45,427
<b>6 TEXAS PUBLIC EDUCATION GRANTS</b>	0	15,815	26,997	28,347	29,764
<b>8 HOLD HARMLESS</b>	0	161,617	162,167	161,617	161,616
<b>TOTAL, GOAL           1</b>	<b>\$0</b>	<b>\$206,638</b>	<b>\$230,815</b>	<b>\$233,439</b>	<b>\$236,807</b>
<b>2</b> Provide Infrastructure Support					
<b>1</b> <i>Provide Operation and Maintenance of E&amp;G Space</i>					
<b>1 E&amp;G SPACE SUPPORT (1)</b>	0	106,039	103,975	0	0
<b>2 TUITION REVENUE BOND RETIREMENT</b>	0	719,075	715,750	718,725	719,425
<b>5 SMALL INSTITUTION SUPPLEMENT (1)</b>	0	375,000	375,000	0	0
<b>TOTAL, GOAL           2</b>	<b>\$0</b>	<b>\$1,200,114</b>	<b>\$1,194,725</b>	<b>\$718,725</b>	<b>\$719,425</b>

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.

**2.A. Summary of Base Request by Strategy**

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**71G Texas State Technical College - North Texas**

<b>Goal / Objective / STRATEGY</b>	<b>Exp 2017</b>	<b>Est 2018</b>	<b>Bud 2019</b>	<b>Req 2020</b>	<b>Req 2021</b>
<b>3</b> Provide Non-formula Support					
<b>1</b> Instructional					
<b>1</b> STARTUP FUNDING	0	2,025,359	1,989,297	2,157,184	2,157,184
TOTAL, GOAL <b>3</b>	<b>\$0</b>	<b>\$2,025,359</b>	<b>\$1,989,297</b>	<b>\$2,157,184</b>	<b>\$2,157,184</b>
TOTAL, AGENCY STRATEGY REQUEST	<b>\$0</b>	<b>\$3,432,111</b>	<b>\$3,414,837</b>	<b>\$3,109,348</b>	<b>\$3,113,416</b>
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*				<b>\$0</b>	<b>\$0</b>
GRAND TOTAL, AGENCY REQUEST	<b>\$0</b>	<b>\$3,432,111</b>	<b>\$3,414,837</b>	<b>\$3,109,348</b>	<b>\$3,113,416</b>
<b>METHOD OF FINANCING:</b>					
<b>General Revenue Funds:</b>					
1 General Revenue Fund	0	3,186,204	3,306,014	2,868,755	2,869,454
SUBTOTAL	<b>\$0</b>	<b>\$3,186,204</b>	<b>\$3,306,014</b>	<b>\$2,868,755</b>	<b>\$2,869,454</b>
<b>General Revenue Dedicated Funds:</b>					
770 Est. Other Educational & General	0	245,907	108,823	240,593	243,962
SUBTOTAL	<b>\$0</b>	<b>\$245,907</b>	<b>\$108,823</b>	<b>\$240,593</b>	<b>\$243,962</b>
TOTAL, METHOD OF FINANCING	<b>\$0</b>	<b>\$3,432,111</b>	<b>\$3,414,837</b>	<b>\$3,109,348</b>	<b>\$3,113,416</b>

**2.A. Summary of Base Request by Strategy**

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<b>Goal / Objective / STRATEGY</b>	<b>Exp 2017</b>	<b>Est 2018</b>	<b>Bud 2019</b>	<b>Req 2020</b>	<b>Req 2021</b>
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\*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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Agency code: <b>71G</b>		Agency name: <b>Texas State Technical College - North Texas</b>				
<b>METHOD OF FINANCING</b>		<b>Exp 2017</b>	<b>Est 2018</b>	<b>Bud 2019</b>	<b>Req 2020</b>	<b>Req 2021</b>
<b><u>GENERAL REVENUE</u></b>						
<b><u>1</u></b> General Revenue Fund						
<i>REGULAR APPROPRIATIONS</i>						
Art IX, Sec 13.11, Earned Federal Funds (2018-19 GAA)						
		\$0	\$3,423,807	\$3,411,018	\$0	\$0
Regular Appropriations from MOF Table (2020-21)						
		\$0	\$0	\$0	\$2,868,755	\$2,869,454
<i>TRANSFERS</i>						
Administrative - From North Texas to System						
		\$0	\$(237,603)	\$0	\$0	\$0
Administrative - From North Tx to Harlingen						
		\$0	\$0	\$(105,004)	\$0	\$0
<b>TOTAL,</b>	<b>General Revenue Fund</b>	<b>\$0</b>	<b>\$3,186,204</b>	<b>\$3,306,014</b>	<b>\$2,868,755</b>	<b>\$2,869,454</b>
<b>TOTAL, ALL</b>	<b>GENERAL REVENUE</b>	<b>\$0</b>	<b>\$3,186,204</b>	<b>\$3,306,014</b>	<b>\$2,868,755</b>	<b>\$2,869,454</b>

**GENERAL REVENUE FUND - DEDICATED**

**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 2017	Est 2018	Bud 2019	Req 2020	Req 2021
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**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)

\$0	\$364,649	\$463,964	\$0	\$0
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Regular Appropriations from MOF Table (2020-21 GAA)

\$0	\$0	\$0	\$71,822	\$75,191
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*BASE ADJUSTMENT*

Revised Receipts

\$0	\$(249,282)	\$(271,129)	\$0	\$0
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**Comments:** The large adjustment to revised receipts is due to the changes made beginning (Fall 2016) 09/01/2016 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.

Adjustments to Expended

\$0	\$(57,395)	\$(100,330)	\$0	\$0
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**TOTAL, GR Dedicated - Estimated Other Educational and General Income Account No. 770**

<b>\$0</b>	<b>\$57,972</b>	<b>\$92,505</b>	<b>\$71,822</b>	<b>\$75,191</b>
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**2.B. Summary of Base Request by Method of Finance**

86th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: <b>71G</b>	Agency name: <b>Texas State Technical College - North Texas</b>				
<b>METHOD OF FINANCING</b>	<b>Exp 2017</b>	<b>Est 2018</b>	<b>Bud 2019</b>	<b>Req 2020</b>	<b>Req 2021</b>
<b>TOTAL GENERAL REVENUE FUND - DEDICATED - 704, 708 &amp; 770</b>	<b>\$0</b>	<b>\$57,972</b>	<b>\$92,505</b>	<b>\$71,822</b>	<b>\$75,191</b>
<b>TOTAL, ALL GENERAL REVENUE FUND - DEDICATED</b>	<b>\$0</b>	<b>\$57,972</b>	<b>\$92,505</b>	<b>\$71,822</b>	<b>\$75,191</b>
<b>TOTAL, GR &amp; GR-DEDICATED FUNDS</b>	<b>\$0</b>	<b>\$3,244,176</b>	<b>\$3,398,519</b>	<b>\$2,940,577</b>	<b>\$2,944,645</b>
<b>GRAND TOTAL</b>	<b>\$0</b>	<b>\$3,244,176</b>	<b>\$3,398,519</b>	<b>\$2,940,577</b>	<b>\$2,944,645</b>
<b>FULL-TIME-EQUIVALENT POSITIONS</b>					
REGULAR APPROPRIATIONS					
Regular Appropriations from MOF Table (2018-19 GAA)	0.0	27.7	27.7	43.0	43.0
RIDER APPROPRIATION					
Art IX, Sec 6.10(a)(2), Board or Administrator FTE Adjustment (2018-19 GAA)	0.0	2.8	2.8	0.0	0.0
UNAUTHORIZED NUMBER OVER (BELOW) CAP					
Unauthorized Over Cap	0.0	10.7	10.7	0.0	0.0
<b>TOTAL, ADJUSTED FTES</b>	<b>0.0</b>	<b>41.2</b>	<b>41.2</b>	<b>43.0</b>	<b>43.0</b>

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

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Automated Budget and Evaluation System of Texas (ABEST)

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Agency code: **71G**

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

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**METHOD OF FINANCING**

**Exp 2017**

**Est 2018**

**Bud 2019**

**Req 2020**

**Req 2021**

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**NUMBER OF 100% FEDERALLY FUNDED**

**FTEs**



**2.C. Summary of Base Request by Object of Expense**  
86th Regular Session, Agency Submission, Version 1  
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<b>OBJECT OF EXPENSE</b>	<b>Exp 2017</b>	<b>Est 2018</b>	<b>Bud 2019</b>	<b>BL 2020</b>	<b>BL 2021</b>
1001 SALARIES AND WAGES	\$0	\$1,217,191	\$1,296,521	\$1,050,785	\$1,050,784
1002 OTHER PERSONNEL COSTS	\$0	\$43,719	\$61,737	\$58,671	\$60,623
1005 FACULTY SALARIES	\$0	\$1,127,921	\$1,011,859	\$1,179,746	\$1,179,746
2005 TRAVEL	\$0	\$3,000	\$3,000	\$3,000	\$3,000
2006 RENT - BUILDING	\$0	\$146,000	\$204,354	\$0	\$0
2007 RENT - MACHINE AND OTHER	\$0	\$8,000	\$7,250	\$6,000	\$6,000
2008 DEBT SERVICE	\$0	\$719,075	\$715,750	\$718,725	\$719,425
2009 OTHER OPERATING EXPENSE	\$0	\$131,390	\$67,369	\$44,074	\$44,074
3001 CLIENT SERVICES	\$0	\$35,815	\$46,997	\$48,347	\$49,764
5000 CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
<b>OOE Total (Excluding Riders)</b>	<b>\$0</b>	<b>\$3,432,111</b>	<b>\$3,414,837</b>	<b>\$3,109,348</b>	<b>\$3,113,416</b>
<b>OOE Total (Riders)</b>					
<b>Grand Total</b>	<b>\$0</b>	<b>\$3,432,111</b>	<b>\$3,414,837</b>	<b>\$3,109,348</b>	<b>\$3,113,416</b>

**2.D. Summary of Base Request Objective Outcomes**  
86th Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation system of Texas (ABEST)

**71G Texas State Technical College - North Texas**

<i>Goal/ Objective / Outcome</i>	<b>Exp 2017</b>	<b>Est 2018</b>	<b>Bud 2019</b>	<b>BL 2020</b>	<b>BL 2021</b>
1 Provide Instructional and Operations Support					
1 Provide Instructional and Operations Support					
<b>KEY</b> <b>1 % of 1st-time, Full-time, Deg or Cert-seeking Students Graduated 3yrs</b>	0.00%	40.00%	42.00%	43.00%	45.00%
<b>KEY</b> <b>2 Number of Associate Degrees and Certificates Awarded Annually</b>	0.00	88.00	102.00	117.00	134.00
<b>KEY</b> <b>3 Number of Minority Students Graduated Annually</b>	0.00	30.00	35.00	40.00	46.00
<b>KEY</b> <b>4 Number of Former Students Found Working One Year After Departing TSTC</b>	0.00	164.00	185.00	215.00	247.00
<b>KEY</b> <b>5 Percent of Former Students Found Working One Year After Departing TSTC</b>	0.00%	60.00%	61.00%	61.00%	61.00%
<b>6 Total Ann Salary-Former Stdnts Found Working 1 Yr After Departing TSTC</b>	0.00	5,056,834.00	5,724,780.00	6,792,626.00	8,006,808.00

**2.E. Summary of Exceptional Items Request**  
86th 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

Priority	Item	2020			2021			Biennium	
		GR and GR/GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds
1	Startup Funding Restoration	\$906,583	\$906,583	9.0	\$906,583	\$906,583	9.0	\$1,813,166	\$1,813,166
2	TRB - North Texas Phase 2	\$953,625	\$953,625		\$953,625	\$953,625		\$1,907,250	\$1,907,250
<b>Total, Exceptional Items Request</b>		<b>\$1,860,208</b>	<b>\$1,860,208</b>	<b>9.0</b>	<b>\$1,860,208</b>	<b>\$1,860,208</b>	<b>9.0</b>	<b>\$3,720,416</b>	<b>\$3,720,416</b>
<b>Method of Financing</b>									
	General Revenue	\$1,860,208	\$1,860,208		\$1,860,208	\$1,860,208		\$3,720,416	\$3,720,416
	General Revenue - Dedicated								
	Federal Funds								
	Other Funds								
		<b>\$1,860,208</b>	<b>\$1,860,208</b>		<b>\$1,860,208</b>	<b>\$1,860,208</b>		<b>\$3,720,416</b>	<b>\$3,720,416</b>
<b>Full Time Equivalent Positions</b>				<b>9.0</b>				<b>9.0</b>	
<b>Number of 100% Federally Funded FTEs</b>									

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

Agency code: <b>71G</b>		Agency name: <b>Texas State Technical College - North Texas</b>				
<b>Goal/Objective/STRATEGY</b>	<b>Base 2020</b>	<b>Base 2021</b>	<b>Exceptional 2020</b>	<b>Exceptional 2021</b>	<b>Total Request 2020</b>	<b>Total Request 2021</b>
<b>1</b> Provide Instructional and Operations Support						
<b>1</b> <i>Provide Instructional and Operations Support</i>						
<b>3</b> STAFF GROUP INSURANCE PREMIUMS	\$43,475	\$45,427	\$0	\$0	\$43,475	\$45,427
<b>6</b> TEXAS PUBLIC EDUCATION GRANTS	28,347	29,764	0	0	28,347	29,764
<b>8</b> HOLD HARMLESS	161,617	161,616	0	0	161,617	161,616
<b>TOTAL, GOAL 1</b>	<b>\$233,439</b>	<b>\$236,807</b>	<b>\$0</b>	<b>\$0</b>	<b>\$233,439</b>	<b>\$236,807</b>
<b>2</b> Provide Infrastructure Support						
<b>1</b> <i>Provide Operation and Maintenance of E&amp;G Space</i>						
<b>1</b> E&G SPACE SUPPORT	0	0	0	0	0	0
<b>2</b> TUITION REVENUE BOND RETIREMENT	718,725	719,425	953,625	953,625	1,672,350	1,673,050
<b>5</b> SMALL INSTITUTION SUPPLEMENT	0	0	0	0	0	0
<b>TOTAL, GOAL 2</b>	<b>\$718,725</b>	<b>\$719,425</b>	<b>\$953,625</b>	<b>\$953,625</b>	<b>\$1,672,350</b>	<b>\$1,673,050</b>

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

Agency code: <b>71G</b>	Agency name: <b>Texas State Technical College - North Texas</b>					
<b>Goal/Objective/STRATEGY</b>	<b>Base 2020</b>	<b>Base 2021</b>	<b>Exceptional 2020</b>	<b>Exceptional 2021</b>	<b>Total Request 2020</b>	<b>Total Request 2021</b>
<b>3</b> Provide Non-formula Support						
<b>1</b> <i>Instructional</i>						
<b>1</b> STARTUP FUNDING	\$2,157,184	\$2,157,184	\$906,583	\$906,583	\$3,063,767	\$3,063,767
<b>TOTAL, GOAL 3</b>	<b>\$2,157,184</b>	<b>\$2,157,184</b>	<b>\$906,583</b>	<b>\$906,583</b>	<b>\$3,063,767</b>	<b>\$3,063,767</b>
<b>TOTAL, AGENCY STRATEGY REQUEST</b>	<b>\$3,109,348</b>	<b>\$3,113,416</b>	<b>\$1,860,208</b>	<b>\$1,860,208</b>	<b>\$4,969,556</b>	<b>\$4,973,624</b>
<b>TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST</b>						
<b>GRAND TOTAL, AGENCY REQUEST</b>	<b>\$3,109,348</b>	<b>\$3,113,416</b>	<b>\$1,860,208</b>	<b>\$1,860,208</b>	<b>\$4,969,556</b>	<b>\$4,973,624</b>

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

Agency code: <b>71G</b>		Agency name: <b>Texas State Technical College - North Texas</b>				
<b>Goal/Objective/STRATEGY</b>	<b>Base 2020</b>	<b>Base 2021</b>	<b>Exceptional 2020</b>	<b>Exceptional 2021</b>	<b>Total Request 2020</b>	<b>Total Request 2021</b>
<b>General Revenue Funds:</b>						
1 General Revenue Fund	\$2,868,755	\$2,869,454	\$1,860,208	\$1,860,208	\$4,728,963	\$4,729,662
	<b>\$2,868,755</b>	<b>\$2,869,454</b>	<b>\$1,860,208</b>	<b>\$1,860,208</b>	<b>\$4,728,963</b>	<b>\$4,729,662</b>
<b>General Revenue Dedicated Funds:</b>						
770 Est. Other Educational & General	240,593	243,962	0	0	240,593	243,962
	<b>\$240,593</b>	<b>\$243,962</b>	<b>\$0</b>	<b>\$0</b>	<b>\$240,593</b>	<b>\$243,962</b>
<b>TOTAL, METHOD OF FINANCING</b>	<b>\$3,109,348</b>	<b>\$3,113,416</b>	<b>\$1,860,208</b>	<b>\$1,860,208</b>	<b>\$4,969,556</b>	<b>\$4,973,624</b>
<b>FULL TIME EQUIVALENT POSITIONS</b>	<b>43.0</b>	<b>43.0</b>	<b>9.0</b>	<b>9.0</b>	<b>52.0</b>	<b>52.0</b>

**2.G. Summary of Total Request Objective Outcomes**

86th 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**

Goal/ Objective / Outcome

	<b>BL 2020</b>	<b>BL 2021</b>	<b>Excp 2020</b>	<b>Excp 2021</b>	<b>Total Request 2020</b>	<b>Total Request 2021</b>
1 Provide Instructional and Operations Support						
1 <i>Provide Instructional and Operations Support</i>						
<b>KEY 1 % of 1st-time, Full-time, Deg or Cert-seeking Students Graduated 3yrs</b>						
	43.00%	45.00%			43.00%	45.00%
<b>KEY 2 Number of Associate Degrees and Certificates Awarded Annually</b>						
	117.00	134.00			117.00	134.00
<b>KEY 3 Number of Minority Students Graduated Annually</b>						
	40.00	46.00			40.00	46.00
<b>KEY 4 Number of Former Students Found Working One Year After Departing TSTC</b>						
	215.00	247.00			215.00	247.00
<b>KEY 5 Percent of Former Students Found Working One Year After Departing TSTC</b>						
	61.00%	61.00%			61.00%	61.00%
<b>6 Total Ann Salary-Former Stdnts Found Working 1 Yr After Departing TSTC</b>						
	6,792,626.00	8,006,808.00			6,792,626.00	8,006,808.00

**3.A. Strategy Request**  
 86th Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

**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 2017	Est 2018	Bud 2019	BL 2020 <sup>(1)</sup>	BL 2021 <sup>(1)</sup>
<b>Output Measures:</b>						
	1 Number of Contact Hours Taught Annually	0.00	200,061.00	220,067.00	231,070.00	242,624.00
	2 % of Contact Hours Completed Annually at End of Rptg Period	0.00 %	99.87 %	99.00 %	99.00 %	99.00 %
	3 Fall Headcount	0.00	313.00	344.00	362.00	380.00
	4 Number of Minority Students Enrolled Annually	0.00	158.00	190.00	199.00	209.00
KEY	5 Annual Headcount Enrollment	0.00	423.00	465.00	489.00	513.00
	6 Number of Semester Credit Hours Taught Annually	0.00	6,537.00	7,191.00	7,550.00	7,928.00
	7 % Semester Credit Hours Completed at the End of the Reporting Period	0.00 %	99.90 %	99.00 %	99.00 %	99.00 %
<b>Efficiency Measures:</b>						
KEY	1 Administrative Cost as a Percent of Operating Budget	0.00 %	13.70 %	13.90 %	12.00 %	12.00 %

**TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)**

**TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)**

**FULL TIME EQUIVALENT POSITIONS:**

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.



**3.A. Strategy Request**  
 86th Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

**71G Texas State Technical College - North Texas**

GOAL: 1 Provide Instructional and Operations Support  
 OBJECTIVE: 1 Provide Instructional and Operations Support Service Categories:  
 STRATEGY: 1 Instruction and Administration Service: 19 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
					(1)	(1)

**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.

The formula advisory committee elected to exclude dual credit and continuing education outcomes from the funding formula and determined it would continue to evaluate the appropriateness of their inclusion. In short, TSTC does not receive appropriations funding for dual credit and continuing education.

**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 39th across the United States for percentage growth during 2014--2015.

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.

**3.A. Strategy Request**  
 86th Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

**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 2017	Est 2018	Bud 2019	BL 2020 <sup>(1)</sup>	BL 2021 <sup>(1)</sup>
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**EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):**

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

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.

**3.A. Strategy Request**  
 86th Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

**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 2017	Est 2018	Bud 2019	BL 2020	BL 2021
<b>Objects of Expense:</b>						
1002	OTHER PERSONNEL COSTS	\$0	\$9,316	\$26,061	\$27,885	\$29,837
2009	OTHER OPERATING EXPENSE	\$0	\$19,890	\$15,590	\$15,590	\$15,590
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$0</b>	<b>\$29,206</b>	<b>\$41,651</b>	<b>\$43,475</b>	<b>\$45,427</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$0	\$18,390	\$15,434	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$0</b>	<b>\$18,390</b>	<b>\$15,434</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
770	Est. Other Educational & General	\$0	\$10,816	\$26,217	\$43,475	\$45,427
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$0</b>	<b>\$10,816</b>	<b>\$26,217</b>	<b>\$43,475</b>	<b>\$45,427</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$43,475</b>	<b>\$45,427</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$0</b>	<b>\$29,206</b>	<b>\$41,651</b>	<b>\$43,475</b>	<b>\$45,427</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>						

**3.A. Strategy Request**  
 86th Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

**71G Texas State Technical College - North Texas**

GOAL: 1 Provide Instructional and Operations Support  
 OBJECTIVE: 1 Provide Instructional and Operations Support Service Categories:  
 STRATEGY: 3 Staff Group Insurance Premiums Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
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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</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2018 + Bud 2019)	Baseline Request (BL 2020 + BL 2021)	CHANGE	\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$70,857	\$88,902	\$18,045	\$18,045	Increase in group insurance premiums. MOF - Other E&G. FTE's - 0.
			<b>\$18,045</b>	<b>Total of Explanation of Biennial Change</b>

**3.A. Strategy Request**  
 86th Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

**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 2017	Est 2018	Bud 2019	BL 2020	BL 2021
<b>Objects of Expense:</b>						
3001	CLIENT SERVICES	\$0	\$15,815	\$26,997	\$28,347	\$29,764
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$0</b>	<b>\$15,815</b>	<b>\$26,997</b>	<b>\$28,347</b>	<b>\$29,764</b>
<b>Method of Financing:</b>						
770	Est. Other Educational & General	\$0	\$15,815	\$26,997	\$28,347	\$29,764
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$0</b>	<b>\$15,815</b>	<b>\$26,997</b>	<b>\$28,347</b>	<b>\$29,764</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$28,347</b>	<b>\$29,764</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$0</b>	<b>\$15,815</b>	<b>\$26,997</b>	<b>\$28,347</b>	<b>\$29,764</b>

**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.

**3.A. Strategy Request**  
 86th Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

**71G Texas State Technical College - North Texas**

GOAL: 1 Provide Instructional and Operations Support  
 OBJECTIVE: 1 Provide Instructional and Operations Support Service Categories:  
 STRATEGY: 6 Texas Public Education Grants Service: 20 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
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**EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):**

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		BIENNIAL CHANGE	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2018 + Bud 2019)	Baseline Request (BL 2020 + BL 2021)		\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$42,812	\$58,111	\$15,299	\$15,299	Increase in enrollment. MOF - Other E&G. FTE's - 0.
			<u>\$15,299</u>	<b>Total of Explanation of Biennial Change</b>

**3.A. Strategy Request**  
 86th Regular Session, Agency Submission, Version 1  
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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: 8 Hold Harmless

Service Categories:

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$0	\$157,837	\$157,167	\$157,167	\$157,166
1002	OTHER PERSONNEL COSTS	\$0	\$3,780	\$5,000	\$4,450	\$4,450
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$0</b>	<b>\$161,617</b>	<b>\$162,167</b>	<b>\$161,617</b>	<b>\$161,616</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$0	\$161,617	\$161,616	\$161,617	\$161,616
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$0</b>	<b>\$161,617</b>	<b>\$161,616</b>	<b>\$161,617</b>	<b>\$161,616</b>
<b>Method of Financing:</b>						
770	Est. Other Educational & General	\$0	\$0	\$551	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$551</b>	<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$161,617</b>	<b>\$161,616</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$0</b>	<b>\$161,617</b>	<b>\$162,167</b>	<b>\$161,617</b>	<b>\$161,616</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>0.0</b>	<b>1.0</b>	<b>1.0</b>	<b>1.0</b>	<b>1.0</b>

**3.A. Strategy Request**  
 86th Regular Session, Agency Submission, Version 1  
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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 Service Categories:  
 STRATEGY: 8 Hold Harmless Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
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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</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2018 + Bud 2019)</u>	<u>Baseline Request (BL 2020 + BL 2021)</u>	<u>CHANGE</u>	<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$323,784	\$323,233	\$(551)	<u>\$0</u>	<b>Total of Explanation of Biennial Change</b>



**3.A. Strategy Request**  
 86th Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

**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: 1 Educational and General Space Support

Service: 10

Income: A.1

Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020 <sup>(1)</sup>	BL 2021 <sup>(1)</sup>
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$0	\$84,000	\$84,000	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$0	\$1,680	\$1,680	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$0	\$20,359	\$18,295	\$0	\$0
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$0</b>	<b>\$106,039</b>	<b>\$103,975</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$0	\$74,698	\$65,235	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$0</b>	<b>\$74,698</b>	<b>\$65,235</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
770	Est. Other Educational & General	\$0	\$31,341	\$38,740	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$0</b>	<b>\$31,341</b>	<b>\$38,740</b>	<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$0</b>	<b>\$106,039</b>	<b>\$103,975</b>	<b>\$0</b>	<b>\$0</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>0.0</b>	<b>1.0</b>	<b>1.0</b>	<b>1.0</b>	<b>1.0</b>

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.

**3.A. Strategy Request**  
 86th Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

**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: 1 Educational and General Space Support Service: 10 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020 <sup>(1)</sup>	BL 2021 <sup>(1)</sup>
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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 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</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2018 + Bud 2019)</u>	<u>Baseline Request (BL 2020 + BL 2021)</u>	<u>CHANGE</u>	<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$210,014	\$0	\$(210,014)	<u>\$0</u>	<b>Total of Explanation of Biennial Change</b>

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.

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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: 2 Tuition Revenue Bond Retirement

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
<b>Objects of Expense:</b>						
2008	DEBT SERVICE	\$0	\$719,075	\$715,750	\$718,725	\$719,425
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$0</b>	<b>\$719,075</b>	<b>\$715,750</b>	<b>\$718,725</b>	<b>\$719,425</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$0	\$719,075	\$715,750	\$718,725	\$719,425
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$0</b>	<b>\$719,075</b>	<b>\$715,750</b>	<b>\$718,725</b>	<b>\$719,425</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$718,725</b>	<b>\$719,425</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$0</b>	<b>\$719,075</b>	<b>\$715,750</b>	<b>\$718,725</b>	<b>\$719,425</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>0.0</b>				

**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.

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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 Service Categories:  
 STRATEGY: 2 Tuition Revenue Bond Retirement Service: 10 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
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**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 2018 + Bud 2019)</u>	<u>Baseline Request (BL 2020 + BL 2021)</u>	<u>CHANGE</u>	<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$1,434,825	\$1,438,150	\$3,325	<u>          </u>	
			<b>\$0</b>	<b>Total of Explanation of Biennial Change</b>

**3.A. Strategy Request**  
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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 2017	Est 2018	Bud 2019	BL 2020 <sup>(1)</sup>	BL 2021 <sup>(1)</sup>
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$0	\$161,736	\$161,736	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$0	\$2,607	\$2,660	\$0	\$0
2006	RENT - BUILDING	\$0	\$146,000	\$204,354	\$0	\$0
2007	RENT - MACHINE AND OTHER	\$0	\$2,000	\$1,250	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$0	\$62,657	\$5,000	\$0	\$0
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$0</b>	<b>\$375,000</b>	<b>\$375,000</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$0	\$375,000	\$375,000	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$0</b>	<b>\$375,000</b>	<b>\$375,000</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
770	Est. Other Educational & General	\$0	\$0	\$0	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.

**3.A. Strategy Request**  
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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 2017	Est 2018	Bud 2019	BL 2020 <sup>(1)</sup>	BL 2021 <sup>(1)</sup>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>					<b>\$0</b>	<b>\$0</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>					<b>0.0</b>	<b>2.0</b>

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

The Small Institution Supplement strategy provides \$750,000 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 2020-21 because amounts are not determined by institutions.

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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 Service Categories:  
 STRATEGY: 5 Small Institution Supplement Service: 19 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020 <sup>(1)</sup>	BL 2021 <sup>(1)</sup>
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**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 2018 + Bud 2019)</u>	<u>Baseline Request (BL 2020 + BL 2021)</u>	<u>CHANGE</u>	<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$750,000	\$0	\$(750,000)	\$0	<b>Total of Explanation of Biennial Change</b>

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.

**3.A. Strategy Request**  
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**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 2017	Est 2018	Bud 2019	BL 2020	BL 2021
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$0	\$813,618	\$893,618	\$893,618	\$893,618
1002	OTHER PERSONNEL COSTS	\$0	\$26,336	\$26,336	\$26,336	\$26,336
1005	FACULTY SALARIES	\$0	\$1,127,921	\$1,011,859	\$1,179,746	\$1,179,746
2005	TRAVEL	\$0	\$3,000	\$3,000	\$3,000	\$3,000
2007	RENT - MACHINE AND OTHER	\$0	\$6,000	\$6,000	\$6,000	\$6,000
2009	OTHER OPERATING EXPENSE	\$0	\$28,484	\$28,484	\$28,484	\$28,484
3001	CLIENT SERVICES	\$0	\$20,000	\$20,000	\$20,000	\$20,000
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$0</b>	<b>\$2,025,359</b>	<b>\$1,989,297</b>	<b>\$2,157,184</b>	<b>\$2,157,184</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$0	\$1,837,424	\$1,972,979	\$1,988,413	\$1,988,413
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$0</b>	<b>\$1,837,424</b>	<b>\$1,972,979</b>	<b>\$1,988,413</b>	<b>\$1,988,413</b>
<b>Method of Financing:</b>						
770	Est. Other Educational & General	\$0	\$187,935	\$16,318	\$168,771	\$168,771
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$0</b>	<b>\$187,935</b>	<b>\$16,318</b>	<b>\$168,771</b>	<b>\$168,771</b>



**3.A. Strategy Request**  
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**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 2017	Est 2018	Bud 2019	BL 2020	BL 2021
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$2,157,184</b>	<b>\$2,157,184</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$0</b>	<b>\$2,025,359</b>	<b>\$1,989,297</b>	<b>\$2,157,184</b>	<b>\$2,157,184</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>0.0</b>	<b>37.2</b>	<b>37.2</b>	<b>39.0</b>	<b>39.0</b>

**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:**

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**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 2017	Est 2018	Bud 2019	BL 2020	BL 2021
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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 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.

**EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):**

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2018 + Bud 2019)	Baseline Request (BL 2020 + BL 2021)	CHANGE	\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$4,014,656	\$4,314,368	\$299,712	\$0	<b>Total of Explanation of Biennial Change</b>

**3.A. Strategy Request**  
 86th Regular Session, Agency Submission, Version 1  
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**SUMMARY TOTALS:**

<b>OBJECTS OF EXPENSE:</b>	<b>\$0</b>	<b>\$3,432,111</b>	<b>\$3,414,837</b>	<b>\$3,109,348</b>	<b>\$3,113,416</b>
<b>METHODS OF FINANCE (INCLUDING RIDERS):</b>				<b>\$3,109,348</b>	<b>\$3,113,416</b>
<b>METHODS OF FINANCE (EXCLUDING RIDERS):</b>	<b>\$0</b>	<b>\$3,432,111</b>	<b>\$3,414,837</b>	<b>\$3,109,348</b>	<b>\$3,113,416</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>	<b>0.0</b>	<b>41.2</b>	<b>41.2</b>	<b>43.0</b>	<b>43.0</b>

**4.A. Exceptional Item Request Schedule**  
 86th 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**

CODE	DESCRIPTION	Excp 2020	Excp 2021
	<b>Item Name:</b> Startup Funding Restoration to Prior Levels <b>Item Priority:</b> 1 <b>IT Component:</b> No <b>Anticipated Out-year Costs:</b> Yes <b>Involve Contracts &gt; \$50,000:</b> No <b>Includes Funding for the Following Strategy or Strategies:</b> 03-01-01 Startup Funding		
<b>OBJECTS OF EXPENSE:</b>			
1005	FACULTY SALARIES	450,000	450,000
5000	CAPITAL EXPENDITURES	456,583	456,583
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$906,583</b>	<b>\$906,583</b>

<b>METHOD OF FINANCING:</b>			
1	General Revenue Fund	906,583	906,583
<b>TOTAL, METHOD OF FINANCING</b>		<b>\$906,583</b>	<b>\$906,583</b>

<b>FULL-TIME EQUIVALENT POSITIONS (FTE):</b>	9.00	9.00
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**DESCRIPTION / JUSTIFICATION:**

This funding supports new programs in a results-based environment. Start Up funding for TSTC is a proxy for formula funded, Instruction and Administration (I&A) funding for start up locations. This is especially relevant for TSTC since TSTC's I&A funded formula is purely results-based, derived from the wages of placed former students. This is different than a cost reimbursement formula such as contact hour funding which would allow phase out much sooner.

TSTC's Start Up funding will phase out as students leave TSTC, enter the workforce, and funding is derived after the value is returned to the State from the benefit of the student's wages.

**EXTERNAL/INTERNAL FACTORS:**

Major accomplishments to date and expected over the next two years: North Texas enrollment grew from 275 in 2016 to 324 in 2017 which is an 18% increase. Grads increased from 26 in 2016 to 63 in 2017 which is a 142% increase.

Year established and funding source prior to receiving special item funding:

Established during the 83rd Legislature. Funding established in connection with launch of new campus. No prior funding for this item (teaching and learning at this location).

Formula funding: Formula funding will phase out start up funding gradually, beginning 5-6 years after the first cohort of students begins enrolling. TSTC's funding formula does not return funding until after five years of earnings have been recorded from a student. Consequently, the start up funding will not entirely be replaced until 8-10 years

**4.A. Exceptional Item Request Schedule**  
 86th 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**

<b>CODE</b>	<b>DESCRIPTION</b>	<b>Excp 2020</b>	<b>Excp 2021</b>
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after the launch of the campus. This is less predictable with a volatile funding rate for the returned value formula.

Non-general revenue sources of funding: Student tuition partially funds core operations of new locations.

Consequences of not funding: This 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.

**PCLS TRACKING KEY:**

**DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :**

Startup Funding will begin to phase out in the coming years as working graduates from the North Texas campus appear in the Returned Value formula, however it will be the several biennia until that is the case. Maintaining quality service in core operations for students is vital to long term growth and success in the center. Funds will be used for instructional salaries and supplies.

**ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:**

<b>2022</b>	<b>2023</b>	<b>2024</b>
\$900,000	\$850,000	\$800,000

**4.A. Exceptional Item Request Schedule**  
 86th 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**

CODE	DESCRIPTION	Excp 2020	Excp 2021
	<b>Item Name:</b> TRB - North Texas New Campus Site Phase 2 <b>Item Priority:</b> 2 <b>IT Component:</b> No <b>Anticipated Out-year Costs:</b> Yes <b>Involve Contracts &gt; \$50,000:</b> No <b>Includes Funding for the Following Strategy or Strategies:</b> 02-01-02 Tuition Revenue Bond Retirement		
<b>OBJECTS OF EXPENSE:</b>			
2008	DEBT SERVICE	953,625	953,625
	<b>TOTAL, OBJECT OF EXPENSE</b>	<b>\$953,625</b>	<b>\$953,625</b>
<b>METHOD OF FINANCING:</b>			
1	General Revenue Fund	953,625	953,625
	<b>TOTAL, METHOD OF FINANCING</b>	<b>\$953,625</b>	<b>\$953,625</b>

**DESCRIPTION / JUSTIFICATION:**

TSTC requests funding for the second phase of development at its new campus in Red Oak, Texas in response to the increased workforce development need in the Dallas/Ft Worth region. This campus was created in partnership with Red Oak ISD and was built on land gifted by the district. Adjacent to its Red Oak High School, the land gift contains a reverter clause if TSTC is unable to continue development of the campus.

This project will construct labs and additional classroom space to house regionally in-demand, technical programs as well as add additional campus support space. Tuition Revenue Bond Issuance Authority in the amount of \$10,938,000 is requested by TSTC North Texas for the new Industrial Technology Center.

State funding is requested for projected debt service payments of \$1,907,249 for the FY 2020/2021 biennium. This is based upon an amortization of 20 years at 6.00%.

**EXTERNAL/INTERNAL FACTORS:**

Major accomplishments to date and expected over the next two years: This facility would increase first year capacity for an additional 45 students at one time.

Year established and funding source prior to receiving special item funding: Not applicable.

Formula funding: Not applicable.

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.

**4.A. Exceptional Item Request Schedule**  
 86th 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**

<b>CODE</b>	<b>DESCRIPTION</b>	<b>Excp 2020</b>	<b>Excp 2021</b>
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Consequences of not funding: Reduced capacity for reducing Texas' technical skills shortage. Potential revert of land back to Red Oak ISD (partnership agreement required additional capital expansion or land would revert back to ISD).

**PCLS TRACKING KEY:**

**DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :**

Debt service for Tuition Revenue bonds will last for the tenure of the bonds, which is 20 years.

**ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:**

<b>2022</b>	<b>2023</b>	<b>2024</b>
\$953,625	\$953,625	\$953,625

**4.B. Exceptional Items Strategy Allocation Schedule**  
 86th 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**

Code	Description	Excp 2020	Excp 2021
<b>Item Name:</b> Startup Funding Restoration to Prior Levels			
<b>Allocation to Strategy:</b> 3-1-1                      Startup Funding			
<b>OBJECTS OF EXPENSE:</b>			
1005	FACULTY SALARIES	450,000	450,000
5000	CAPITAL EXPENDITURES	456,583	456,583
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$906,583</b>	<b>\$906,583</b>
<b>METHOD OF FINANCING:</b>			
1	General Revenue Fund	906,583	906,583
<b>TOTAL, METHOD OF FINANCING</b>		<b>\$906,583</b>	<b>\$906,583</b>
<b>FULL-TIME EQUIVALENT POSITIONS (FTE):</b>		9.0	9.0



**4.B. Exceptional Items Strategy Allocation Schedule**  
 86th 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**

Code	Description	Excp 2020	Excp 2021
<b>Item Name:</b> TRB - North Texas New Campus Site Phase 2			
<b>Allocation to Strategy:</b> 2-1-2 Tuition Revenue Bond Retirement			
<b>OBJECTS OF EXPENSE:</b>			
2008	DEBT SERVICE	953,625	953,625
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$953,625</b>	<b>\$953,625</b>
<b>METHOD OF FINANCING:</b>			
1	General Revenue Fund	953,625	953,625
<b>TOTAL, METHOD OF FINANCING</b>		<b>\$953,625</b>	<b>\$953,625</b>

**4.C. Exceptional Items Strategy Request**  
 86th 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**

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

<b>CODE DESCRIPTION</b>	<b>Excp 2020</b>	<b>Excp 2021</b>
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**OBJECTS OF EXPENSE:**

2008 DEBT SERVICE

953,625

953,625

**Total, Objects of Expense**

**953,625**

**953,625**

**METHOD OF FINANCING:**

1 General Revenue Fund

953,625

953,625

**Total, Method of Finance**

**953,625**

**953,625**

**EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:**

TRB - North Texas New Campus Site Phase 2

**4.C. Exceptional Items Strategy Request**  
 86th 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**

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	Excp 2020	Excp 2021
------------------	-----------	-----------

**OBJECTS OF EXPENSE:**

1005 FACULTY SALARIES	450,000	450,000
5000 CAPITAL EXPENDITURES	456,583	456,583
<b>Total, Objects of Expense</b>	<b>\$906,583</b>	<b>\$906,583</b>

**METHOD OF FINANCING:**

1 General Revenue Fund	906,583	906,583
<b>Total, Method of Finance</b>	<b>\$906,583</b>	<b>\$906,583</b>

<b>FULL-TIME EQUIVALENT POSITIONS (FTE):</b>	9.0	9.0
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**EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:**

Startup Funding Restoration to Prior Levels

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

86th Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: \_\_\_\_\_ Agency name: **Texas State Technical College - North Texas**

GR Baseline Request Limit = \$4,510,067

GR-D Baseline Request Limit = \$0

Strategy/Strategy Option/Rider				2020 Funds				2021 Funds				Biennial Cumulative GR	Biennial Cumulative Ded	Page #
FTEs	Total	GR	Ded	FTEs	Total	GR	Ded							
<b>0.0</b>				<b>0.0</b>				<b>*****GR-D Baseline Request Limit=\$0*****</b>						
Strategy: 1 - 1 - 3	<b>Staff Group Insurance Premiums</b>													
0.0	43,475	0	43,475	0.0	45,427	0	45,427	0	88,902					
Strategy: 1 - 1 - 6	<b>Texas Public Education Grants</b>													
0.0	28,347	0	28,347	0.0	29,764	0	29,764	0	147,013					
Strategy: 1 - 1 - 8	<b>Hold Harmless</b>													
1.0	161,617	161,617	0	1.0	161,616	161,616	0	323,233	147,013					
Strategy: 2 - 1 - 1	<b>Educational and General Space Support</b>													
1.0	0	0	0	1.0	0	0	0	323,233	147,013					
Strategy: 2 - 1 - 2	<b>Tuition Revenue Bond Retirement</b>													
0.0	718,725	718,725	0	0.0	719,425	719,425	0	1,761,383	147,013					
Strategy: 2 - 1 - 5	<b>Small Institution Supplement</b>													
2.0	0	0	0	2.0	0	0	0	1,761,383	147,013					
<b>4.0</b>				<b>4.0</b>				<b>*****GR Baseline Request Limit=\$4,510,067*****</b>						
Strategy: 3 - 1 - 1	<b>Startup Funding</b>													
39.0	2,157,184	1,988,413	168,771	39.0	2,157,184	1,988,413	168,771	5,738,209	484,555					
Excp Item: 1	<b>Startup Funding Restoration to Prior Levels</b>													
9.0	906,583	906,583	0	9.0	906,583	906,583	0	7,551,375	484,555					
<b>Strategy Detail for Excp Item: 1</b>														
Strategy: 3 - 1 - 1	<b>Startup Funding</b>													
9.0	906,583	906,583	0	9.0	906,583	906,583	0							
Excp Item: 2	<b>TRB - North Texas New Campus Site Phase 2</b>													
0.0	953,625	953,625	0	0.0	953,625	953,625	0	9,458,625	484,555					

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

86th Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

Agency code:

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

GR Baseline Request Limit = \$4,510,067

GR-D Baseline Request Limit = \$0

Strategy/Strategy Option/Rider								Biennial	Biennial	
2020 Funds				2021 Funds				Cumulative GR	Cumulative Ded	Page #
FTEs	Total	GR	Ded	FTEs	Total	GR	Ded			
<b>Strategy Detail for Excp Item: 2</b>										
Strategy: 2 - 1 - 2 <b>Tuition Revenue Bond Retirement</b>										
0.0	953,625	953,625	0	0.0	953,625	953,625	0			
<b>52.0</b>	<b>\$4,969,556</b>	<b>\$4,728,963</b>	<b>\$240,593</b>	<b>52.0</b>	<b>\$4,973,624</b>	<b>\$4,729,662</b>	<b>243,962</b>			

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

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

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

**A. Fiscal Year 2016 - 2017 HUB Expenditure Information**

Statewide HUB Goals	Procurement Category	% Goal	HUB Expenditures FY 2016			Total Expenditures FY 2016		HUB Expenditures FY 2017			Total Expenditures FY 2017	
			% Actual	Diff	Actual \$	% Goal	% Actual	Diff	Actual \$	% Goal	% Actual	Diff
11.2%	Heavy Construction	11.2 %	0.0%	-11.2%	\$0	\$60,312	11.2 %	7.0%	-4.2%	\$4,100	\$58,275	
21.1%	Building Construction	21.1 %	0.1%	-21.0%	\$23,737	\$21,683,391	21.1 %	0.8%	-20.3%	\$42,915	\$5,159,091	
32.9%	Special Trade	32.7 %	31.2%	-1.5%	\$1,358,056	\$4,358,201	32.9 %	3.6%	-29.3%	\$208,915	\$5,851,854	
23.7%	Professional Services	23.6 %	9.5%	-14.1%	\$84,245	\$888,266	23.7 %	1.0%	-22.7%	\$197,249	\$19,187,293	
26.0%	Other Services	24.6 %	11.2%	-13.4%	\$860,022	\$7,660,757	26.0 %	18.6%	-7.4%	\$1,843,212	\$9,911,643	
21.1%	Commodities	21.0 %	9.3%	-11.7%	\$1,675,252	\$18,100,071	21.1 %	3.5%	-17.6%	\$691,363	\$19,763,719	
	<b>Total Expenditures</b>		<b>7.6%</b>		<b>\$4,001,312</b>	<b>\$52,750,998</b>		<b>5.0%</b>		<b>\$2,987,754</b>	<b>\$59,931,875</b>	

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

**Attainment:**

The agency attained zero of six, or 0%, of the applicable statewide HUB procurement goals in FY 2016 and FY 2017. The agency had expenditures in five of the six HUB categories in FY 2016 and in all of the six HUB categories in FY 2017. The agency's overall spent increased from FY 2016 to FY 2017.

**Applicability:**

The agency increased HUB usage in Heavy Construction and Building Construction due to new projects from FY 2016 to FY 2017.

**Factors Affecting Attainment:**

- The agency 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.
- The agency HUB spent decreased due to the increased use of contracts and purchasing cooperatives.

**"Good-Faith" Efforts:**

The agency made the following good faith efforts to comply with statewide HUB procurement goals per 34 TAC Section 20.13(c):

- Developed and conducted training to internal departments regarding the HUB program and policies and procedures
- Promoted the use of HUBs with internal departments
- Attended various vendor fairs, demonstrations, and other events to learn more about HUB vendors
- Provided a purchasing/HUB overview to new employees during new employee orientation
- Meet with potential HUB vendors and encouraged them to apply for certification and showed them how to participate in the bidding process
- Ensured that the TPASS HUB Electronic Database is accessible to all employees and encouraged use of the directory in procurement activities.

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

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

- Posted information to our website regarding the HUB Program and provided a link to apply for HUB certification

**6.H. Estimated Funds Outside the Institution's Bill Pattern**  
 86th Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

**TSTC North Texas (71G)**

**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
<b>APPROPRIATED SOURCES INSIDE THE BILL PATTERN</b>								
State Appropriations (excluding HEGI & State Paid Fringes)	\$ 2,467,129	\$ 2,590,264	\$ 5,057,393		\$ 2,590,264	\$ 2,590,264	\$ 5,180,528	
Tuition and Fees (net of Discounts and Allowances)	125,184	208,262	333,446		218,675	229,609	448,284	
Endowment and Interest Income	-	-	-		-	-	-	
Sales and Services of Educational Activities (net)	-	-	-		-	-	-	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Other Income	-	-	-		-	-	-	
<b>Total</b>	<b>2,592,313</b>	<b>2,798,526</b>	<b>5,390,839</b>	<b>52.3%</b>	<b>2,808,939</b>	<b>2,819,873</b>	<b>5,628,812</b>	<b>50.0%</b>
<b>APPROPRIATED SOURCES OUTSIDE THE BILL PATTERN</b>								
State Appropriations (HEGI & State Paid Fringes)	\$ 535,969	\$ 595,205	\$ 1,131,174		\$ 630,917	\$ 668,772	\$ 1,299,689	
Higher Education Assistance Funds	252,503	252,503	505,006		252,503	252,503	505,006	
Available University Fund	-	-	-		-	-	-	
State Grants and Contracts	36,328	37,236	73,564		38,167	39,121	77,288	
<b>Total</b>	<b>824,800</b>	<b>884,944</b>	<b>1,709,744</b>	<b>16.6%</b>	<b>921,587</b>	<b>960,396</b>	<b>1,881,983</b>	<b>16.7%</b>
<b>NON-APPROPRIATED SOURCES</b>								
Tuition and Fees (net of Discounts and Allowances)	1,107,048	1,397,502	2,504,550		1,467,377	1,540,746	3,008,123	
Federal Grants and Contracts	314,214	325,257	639,471		333,388	341,723	675,111	
State Grants and Contracts	-	-	-		-	-	-	
Local Government Grants and Contracts	-	-	-		-	-	-	
Private Gifts and Grants	6,965	7,139	14,104		7,318	7,501	14,819	
Endowment and Interest Income	-	-	-		-	-	-	
Sales and Services of Educational Activities (net)	5,326	6,735	12,061		6,870	7,007	13,877	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Professional Fees (net)	-	-	-		-	-	-	
Auxiliary Enterprises (net)	21,053	12,942	33,995		13,201	13,465	26,666	
Other Income	-	-	-		-	-	-	
<b>Total</b>	<b>1,454,606</b>	<b>1,749,575</b>	<b>3,204,181</b>	<b>31.1%</b>	<b>1,828,154</b>	<b>1,910,442</b>	<b>3,738,596</b>	<b>33.2%</b>
<b>TOTAL SOURCES</b>	<b>\$ 4,871,719</b>	<b>\$ 5,433,045</b>	<b>\$ 10,304,764</b>	<b>100.0%</b>	<b>\$ 5,558,680</b>	<b>\$ 5,690,711</b>	<b>\$ 11,249,391</b>	<b>100.0%</b>



**6.I. Percent Biennial Base Reduction Options**

**10 % REDUCTION**

86th 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

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

**1 Program Service Reductions - 5%**

**Category:** Programs - Service Reductions (Other)

**Item Comment:** This portion relates to the strategy for startup funding. Transition funding is a substitute for the formula-funded line items since the returned-value funding formula is outcome based, deriving the formula yield after the teaching event and five trailing years of earnings results. Consequently, reduction in the strategy would be linked to program service reductions.

TSTC would combine the statewide impact of proposed reductions and apply to program service reductions based on markets performance and growth potential. Depending on the reduction request, TSTC would eliminate programming in areas that provide the lowest prospects for return on capital to the State.

Strategy: 3-1-1 Startup Funding

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$112,752	\$112,752	\$225,504			
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$112,752</b>	<b>\$112,752</b>	<b>\$225,504</b>			
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$112,752</b>	<b>\$112,752</b>	<b>\$225,504</b>			

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

**2 Program Service Reductions - Add'l 5%**

**Category:** Programs - Service Reductions (Other)

**Item Comment:** This portion relates to the strategy for startup funding. Startup funding is a substitute for the formula-funded line items since the returned-value funding formula is outcome based, deriving the formula yield after the teaching event and five trailing years of earnings results. Consequently, reduction in the strategy would be linked to program service reductions.

TSTC would combine the statewide impact of proposed reductions and apply to program service reductions based on markets performance and growth potential. Depending on the reduction request, TSTC would eliminate programming in areas that provide the lowest prospects for return on capital to the State.

**6.I. Percent Biennial Base Reduction Options**  
**10 % REDUCTION**  
86th 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

Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			PROGRAM AMOUNT		TARGET
	2020	2021	Biennial Total	2020	2021	Biennial Total	2020	2021	Biennial Total
Strategy: 3-1-1 Startup Funding									
<u>General Revenue Funds</u>									
1 General Revenue Fund	\$0	\$0	\$0	\$112,752	\$112,751	\$225,503			
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$112,752</b>	<b>\$112,751</b>	<b>\$225,503</b>			
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$112,752</b>	<b>\$112,751</b>	<b>\$225,503</b>			
<b>FTE Reductions (From FY 2020 and FY 2021 Base Request)</b>									
<b>AGENCY TOTALS</b>									
<b>General Revenue Total</b>				<b>\$225,504</b>	<b>\$225,503</b>	<b>\$451,007</b>			<b>\$451,007</b>
<b>Agency Grand Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$225,504</b>	<b>\$225,503</b>	<b>\$451,007</b>			<b>\$451,007</b>
<b>Difference, Options Total Less Target</b>									
<b>Agency FTE Reductions (From FY 2020 and FY 2021 Base Request)</b>									
<b>Article Total</b>				<b>\$225,504</b>	<b>\$225,503</b>	<b>\$451,007</b>			
<b>Statewide Total</b>				<b>\$225,504</b>	<b>\$225,503</b>	<b>\$451,007</b>			

## 6.L. Document Production Standards

### Summary of Savings Due to Improved Document Production Standards

<b>Agency Code:</b>	<b>Agency Name:</b>	<b>Prepared By:</b>
71G	TSTC North Texas	Nathan Ehlert

Documented Production Standards Strategies	Estimated 2018	Budgeted 2019
1. Adobe Sign	\$272	\$286
2. Moodle Training	\$1,179	\$1,238
3.	\$0	\$0
4.	\$0	\$0
<b>Total, All Strategies</b>	<b>\$1,451</b>	<b>\$1,524</b>
<b>Total Estimated Paper Volume Reduced</b>	<b>14,789.00</b>	<b>15,529.00</b>

<p><b>Description:</b></p> <p>Adobe Sign is a time and print saving initiative that enables signatures to be obtained electronically, as well as retaining a copy of the document. Because of TSTC's multiple locations, documents were often printed multiple times as they proceeded through the approval process.</p> <p>Moodle Training is a tool used to deliver employee and student training electronically in lieu of paper handouts.</p>
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**Schedule 1A: Other Educational and General Income**  
86th Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

<b>71G Texas State Technical College - North Texas</b>					
	<b>Act 2017</b>	<b>Act 2018</b>	<b>Bud 2019</b>	<b>Est 2020</b>	<b>Est 2021</b>
<b>Gross Tuition</b>					
Gross Resident Tuition	0	102,765	184,642	193,874	203,568
Gross Non-Resident Tuition	0	13,146	23,620	24,801	26,041
<b>Gross Tuition</b>	<b>0</b>	<b>115,911</b>	<b>208,262</b>	<b>218,675</b>	<b>229,609</b>
Less: Resident Waivers and Exemptions (excludes Hazlewood)	0	(6,816)	(11,339)	(7,441)	(7,813)
Less: Non-Resident Waivers and Exemptions	0	(743)	(1,236)	(811)	(852)
Less: Hazlewood Exemptions	0	(2,456)	(4,086)	(2,681)	(2,815)
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
<b>Subtotal</b>	<b>0</b>	<b>105,896</b>	<b>191,601</b>	<b>207,742</b>	<b>218,129</b>
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)	0	(15,815)	(26,997)	(28,347)	(29,764)
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	0	0	0	0	0
<b>Net Tuition</b>	<b>0</b>	<b>90,081</b>	<b>164,604</b>	<b>179,395</b>	<b>188,365</b>

**Schedule 1A: Other Educational and General Income**

86th Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

<b>71G Texas State Technical College - North Texas</b>					
	<b>Act 2017</b>	<b>Act 2018</b>	<b>Bud 2019</b>	<b>Est 2020</b>	<b>Est 2021</b>
Student Teaching Fees	0	0	0	0	0
Special Course Fees	0	0	0	0	0
Laboratory Fees	0	0	0	0	0
<b>Subtotal, Tuition and Fees (Formula Amounts for Health-Related Institutions)</b>	<b>0</b>	<b>90,081</b>	<b>164,604</b>	<b>179,395</b>	<b>188,365</b>
<b>OTHER INCOME</b>					
<b>Interest on General Funds:</b>					
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)					
<b>Subtotal, Other Income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Subtotal, Other Educational and General Income</b>	<b>0</b>	<b>90,081</b>	<b>164,604</b>	<b>179,395</b>	<b>188,365</b>
Less: O.A.S.I. Applicable to Educational and General Local Funds Payrolls	0	(5,223)	(8,842)	(10,389)	(10,389)
Less: Teachers Retirement System and ORP Proportionality for Educational and General Funds	0	(4,509)	(7,638)	(9,009)	(9,009)
Less: Staff Group Insurance Premiums	0	(29,206)	(41,651)	(43,475)	(45,427)
<b>Total, Other Educational and General Income (Formula Amounts for General Academic Institutions)</b>	<b>0</b>	<b>51,143</b>	<b>106,473</b>	<b>116,522</b>	<b>123,540</b>
<b>Reconciliation to Summary of Request for FY 2017-2015</b>					
Plus: Transfer of Funds for Texas Public Education Grants Program and Physician Loans	0	15,815	26,997	28,347	29,764
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	0	29,206	41,651	43,475	45,427
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

**Schedule 1A: Other Educational and General Income**  
86th Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

<b>71G Texas State Technical College - North Texas</b>					
	<b>Act 2017</b>	<b>Act 2018</b>	<b>Bud 2019</b>	<b>Est 2020</b>	<b>Est 2021</b>
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
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
<b>Total, Other Educational and General Income Reported on Summary of Request</b>	<b>0</b>	<b>96,164</b>	<b>175,121</b>	<b>188,344</b>	<b>198,731</b>

**Schedule 2: Selected Educational, General and Other Funds**

86th Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

<b>71G Texas State Technical College - North Texas</b>					
	<b>Act 2017</b>	<b>Act 2018</b>	<b>Bud 2019</b>	<b>Est 2020</b>	<b>Est 2021</b>
<b>General Revenue Transfers</b>					
Transfer from Coordinating Board for Texas College Work Study Program (2017, 2018, 2019)	0	1,291	1,000	1,000	1,000
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	(62,904)	(62,904)	(62,904)
Less: Transfer to Department of Health, Disproportionate Share - State-Owned Hospitals (2017, 2018, 2019)	0	0	0	0	0
<b>Other (Itemize)</b>					
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	(237,603)	(105,004)	(105,004)	(105,004)
GME Expansion	0	0	0	0	0
<b>Subtotal, General Revenue Transfers</b>	<b>0</b>	<b>(236,312)</b>	<b>(166,908)</b>	<b>(166,908)</b>	<b>(166,908)</b>
General Revenue HEF for Operating Expenses	0	106,969	382,670	382,670	382,670
Transfer from Available University Funds (UT, A&M and Prairie View A&M Only)	0	0	0	0	0
<b>Other Additions (Itemize)</b>					
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)					
<b>Gross Designated Tuition (Sec. 54.0513)</b>	<b>0</b>	<b>1,107,048</b>	<b>1,397,502</b>	<b>1,467,377</b>	<b>1,540,746</b>
<b>Indirect Cost Recovery (Sec. 145.001(d))</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Correctional Managed Care Contracts</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Schedule 3A: Staff Group Insurance Data Elements (ERS)**  
86th Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

**71G Texas State Technical College - North Texas**

	<b>E&amp;G Enrollment</b>	<b>GR Enrollment</b>	<b>GR-D/OEGI Enrollment</b>	<b>Total E&amp;G (Check)</b>	<b>Local Non-E&amp;G</b>
<b>GR &amp; GR-D Percentages</b>					
GR %	97.06%				
GR-D/Other %	2.94%				
<b>Total Percentage</b>	<b>100.00%</b>				
<b>FULL TIME ACTIVES</b>					
1a Employee Only	16	16	0	16	0
2a Employee and Children	3	3	0	3	0
3a Employee and Spouse	8	8	0	8	0
4a Employee and Family	6	6	0	6	0
5a Eligible, Opt Out	1	1	0	1	0
6a Eligible, Not Enrolled	1	1	0	1	0
<b>Total for This Section</b>	<b>35</b>	<b>35</b>	<b>0</b>	<b>35</b>	<b>0</b>
<b>PART TIME ACTIVES</b>					
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
<b>Total for This Section</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Active Enrollment</b>	<b>35</b>	<b>35</b>	<b>0</b>	<b>35</b>	<b>0</b>



**Schedule 3A: Staff Group Insurance Data Elements (ERS)**  
86th Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

**71G Texas State Technical College - North Texas**

	<b>E&amp;G Enrollment</b>	<b>GR Enrollment</b>	<b>GR-D/OEGI Enrollment</b>	<b>Total E&amp;G (Check)</b>	<b>Local Non-E&amp;G</b>
<b>FULL TIME RETIREES by ERS</b>					
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
<b>Total for This Section</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>PART TIME RETIREES by ERS</b>					
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
<b>Total for This Section</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Retirees Enrollment</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL FULL TIME ENROLLMENT</b>					
1e Employee Only	16	16	0	16	0
2e Employee and Children	3	3	0	3	0
3e Employee and Spouse	8	8	0	8	0
4e Employee and Family	6	6	0	6	0
5e Eligible, Opt Out	1	1	0	1	0
6e Eligible, Not Enrolled	1	1	0	1	0
<b>Total for This Section</b>	<b>35</b>	<b>35</b>	<b>0</b>	<b>35</b>	<b>0</b>

**Schedule 3A: Staff Group Insurance Data Elements (ERS)**  
 86th Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

**71G Texas State Technical College - North Texas**

	<b>E&amp;G Enrollment</b>	<b>GR Enrollment</b>	<b>GR-D/OEGI Enrollment</b>	<b>Total E&amp;G (Check)</b>	<b>Local Non-E&amp;G</b>
<b>TOTAL ENROLLMENT</b>					
1f Employee Only	16	16	0	16	0
2f Employee and Children	3	3	0	3	0
3f Employee and Spouse	8	8	0	8	0
4f Employee and Family	6	6	0	6	0
5f Eligible, Opt Out	1	1	0	1	0
6f Eligible, Not Enrolled	1	1	0	1	0
<b>Total for This Section</b>	<b>35</b>	<b>35</b>	<b>0</b>	<b>35</b>	<b>0</b>

**Schedule 4: Computation of OASI**  
 86th 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	2017		2018		2019		2020		2021	
	<b>% to Total</b>	<b>Allocation of OASI</b>	<b>% to Total</b>	<b>Allocation of OASI</b>	<b>% to Total</b>	<b>Allocation of OASI</b>	<b>% to Total</b>	<b>Allocation of OASI</b>	<b>% to Total</b>	<b>Allocation of OASI</b>
General Revenue (% to Total)	0.0000	\$0	97.0622	\$172,575	95.5051	\$187,863	95.5051	\$220,741	95.5051	\$220,741
Other Educational and General Funds (% to Total)	0.0000	\$0	2.9378	\$5,223	4.4949	\$8,842	4.4949	\$10,389	4.4949	\$10,389
Health-Related Institutions Patient Income (% to Total)	0.0000	\$0	0.0000	\$0	0.0000	\$0	0.0000	\$0	0.0000	\$0
<b>Grand Total, OASI (100%)</b>	<b>0.0000</b>	<b>\$0</b>	<b>100.0000</b>	<b>\$177,798</b>	<b>100.0000</b>	<b>\$196,705</b>	<b>100.0000</b>	<b>\$231,130</b>	<b>100.0000</b>	<b>\$231,130</b>

**Schedule 5: Calculation of Retirement Proportionality and ORP Differential**

86th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

**71G Texas State Technical College - North Texas**

<b>Description</b>	<b>Act 2017</b>	<b>Act 2018</b>	<b>Bud 2019</b>	<b>Est 2020</b>	<b>Est 2021</b>
<b>Proportionality Amounts</b>					
Gross Educational and General Payroll - Subject To TRS Retirement	0	2,085,245	2,308,492	2,713,492	2,713,492
Employer Contribution to TRS Retirement Programs	0	141,797	156,977	184,517	184,517
Gross Educational and General Payroll - Subject To ORP Retirement	0	177,245	196,176	241,176	241,176
Employer Contribution to ORP Retirement Programs	0	11,698	12,948	15,918	15,918
<b>Proportionality Percentage</b>					
General Revenue	0.0000 %	97.0622 %	95.5051 %	95.5051 %	95.5051 %
Other Educational and General Income	0.0000 %	2.9378 %	4.4949 %	4.4949 %	4.4949 %
Health-related Institutions Patient Income	0.0000 %	0.0000 %	0.0000 %	0.0000 %	0.0000 %
<b>Proportional Contribution</b>					
Other Educational and General Proportional Contribution (Other E&G percentage x Total Employer Contribution to Retirement Programs)	0	4,509	7,638	9,009	9,009
HRI Patient Income Proportional Contribution (HRI Patient Income percentage x Total Employer Contribution To Retirement Programs)	0	0	0	0	0
<b>Differential</b>					
Differential Percentage	0.0000 %	1.9000 %	1.9000 %	1.9000 %	1.9000 %
Gross Payroll Subject to Differential - Optional Retirement Program	0	44,034	0	0	0
<b>Total Differential</b>	<b>0</b>	<b>837</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Schedule 6: Constitutional Capital Funding**  
86th Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

<b>71G Texas State Technical College - North Texas</b>					
<b>Activity</b>	<b>Act 2017</b>	<b>Act 2018</b>	<b>Bud 2019</b>	<b>Est 2020</b>	<b>Est 2021</b>
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	0	308,487	389,170	289,170	289,170
Project Allocation					
Library Acquisitions	0	0	0	0	0
Construction, Repairs and Renovations	0	0	50,000	0	0
Furnishings & Equipment	0	0	61,500	11,500	11,500
Computer Equipment & Infrastructure	0	0	0	0	0
Reserve for Future Consideration	0	90,910	0	0	0
HEF for Debt Service	0	217,577	277,670	277,670	277,670
Other (Itemize)					

**Schedule 7: Personnel**  
86th Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

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

	<b>Actual 2017</b>	<b>Actual 2018</b>	<b>Budgeted 2019</b>	<b>Estimated 2020</b>	<b>Estimated 2021</b>
<b>Part A.</b>					
<b>FTE Positions</b>					
<b>Directly Appropriated Funds (Bill Pattern)</b>					
Educational and General Funds Faculty Employees	0.0	18.0	18.0	18.0	18.0
Educational and General Funds Non-Faculty Employees	0.0	25.0	25.0	25.0	25.0
<b>Subtotal, Directly Appropriated Funds</b>	<b>0.0</b>	<b>43.0</b>	<b>43.0</b>	<b>43.0</b>	<b>43.0</b>
<b>Other Appropriated Funds</b>					
AUF	0.0	0.0	0.0	0.0	0.0
<b>Subtotal, Other Appropriated Funds</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Subtotal, All Appropriated</b>	<b>0.0</b>	<b>43.0</b>	<b>43.0</b>	<b>43.0</b>	<b>43.0</b>
Non Appropriated Funds Employees	0.0	0.0	0.0	0.0	0.0
<b>Subtotal, Other Funds &amp; Non-Appropriated</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>GRAND TOTAL</b>	<b>0.0</b>	<b>43.0</b>	<b>43.0</b>	<b>43.0</b>	<b>43.0</b>

**Schedule 7: Personnel**

86th Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

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

	Actual 2017	Actual 2018	Budgeted 2019	Estimated 2020	Estimated 2021
<b>Part B.</b>					
<b>Personnel Headcount</b>					
<b>Directly Appropriated Funds (Bill Pattern)</b>					
Educational and General Funds Faculty Employees	0.0	20.0	20.0	20.0	20.0
Educational and General Funds Non-Faculty Employees	0.0	26.0	26.0	26.0	26.0
<b>Subtotal, Directly Appropriated Funds</b>	<b>0.0</b>	<b>46.0</b>	<b>46.0</b>	<b>46.0</b>	<b>46.0</b>
<b>Other Appropriated Funds</b>					
AUF	0.0	0.0	0.0	0.0	0.0
<b>Subtotal, Other Appropriated Funds</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Subtotal, All Appropriated</b>	<b>0.0</b>	<b>46.0</b>	<b>46.0</b>	<b>46.0</b>	<b>46.0</b>
Non Appropriated Funds Employees	0.0	0.0	0.0	0.0	0.0
<b>Subtotal, Non-Appropriated</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>GRAND TOTAL</b>	<b>0.0</b>	<b>46.0</b>	<b>46.0</b>	<b>46.0</b>	<b>46.0</b>

**Schedule 7: Personnel**  
86th Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

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

	Actual 2017	Actual 2018	Budgeted 2019	Estimated 2020	Estimated 2021
<b>PART C.</b>					
<b>Salaries</b>					
<b>Directly Appropriated Funds (Bill Pattern)</b>					
Educational and General Funds Faculty Employees	\$0	\$1,115,411	\$1,088,568	\$1,121,225	\$1,154,862
Educational and General Funds Non-Faculty Employees	\$0	\$1,158,134	\$1,492,888	\$1,537,675	\$1,583,805
<b>Subtotal, Directly Appropriated Funds</b>	<b>\$0</b>	<b>\$2,273,545</b>	<b>\$2,581,456</b>	<b>\$2,658,900</b>	<b>\$2,738,667</b>
<b>Other Appropriated Funds</b>					
AUF	\$1,408	\$1,500	\$1,500	\$1,500	\$1,500
<b>Subtotal, Other Appropriated Funds</b>	<b>\$1,408</b>	<b>\$1,500</b>	<b>\$1,500</b>	<b>\$1,500</b>	<b>\$1,500</b>
<b>Subtotal, All Appropriated</b>	<b>\$1,408</b>	<b>\$2,275,045</b>	<b>\$2,582,956</b>	<b>\$2,660,400</b>	<b>\$2,740,167</b>
Non Appropriated Funds Employees	\$0	\$7,515	\$186,200	\$191,786	\$197,540
<b>Subtotal, Non-Appropriated</b>	<b>\$0</b>	<b>\$7,515</b>	<b>\$186,200</b>	<b>\$191,786</b>	<b>\$197,540</b>
<b>GRAND TOTAL</b>	<b>\$1,408</b>	<b>\$2,282,560</b>	<b>\$2,769,156</b>	<b>\$2,852,186</b>	<b>\$2,937,707</b>



**Schedule 8A: Tuition Revenue Bond Projects**  
 86th Regular Session, Agency Submission, Version 1  
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**Agency 71G Texas State Technical College - North Texas**

<b>Project Priority:</b>	<b>Project Code:</b>	<b>Tuition Revenue Bond Request</b>	<b>Total Project Cost</b>	<b>Cost Per Total Gross Square Feet</b>
1	1	\$ 10,938,000	\$ 10,938,000	\$ 207
<b>Name of Proposed Facility:</b>	<b>Project Type:</b>			
TRB - North Texas Phase 2	New Construction			
<b>Location of Facility:</b>	<b>Type of Facility:</b>			
Ellis County, Red Oak, Texas	Indust Technology Bldg			
<b>Project Start Date:</b>	<b>Project Completion Date:</b>			
09/01/2019	08/01/2021			
<b>Gross Square Feet:</b>	<b>Net Assignable Square Feet in Project</b>			
48,000	38,250			

**Project Description**

This project will advance TSTC's mission emphasizing highly specialized advanced and emerging technical and vocational areas for certificates or associate degrees. The new building will create space for an industrial maintenance lab, an enrollment center, and multipurpose instructional space. It will also allow for expansion of the HVAC program that is in high demand.

**Schedule 8C: Tuition Revenue Bonds Request by Project**

86th 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	Requested Amount 2020	Requested Amount 2021
Series 2016 - Purchase & Renovation of North Texas Technology Center	2016	10/15/2035	\$ 718,725.00	\$ 719,425.00
			\$ -	\$ -
			\$ -	\$ -
			\$ -	\$ -
			\$ -	\$ -
			\$ -	\$ -
			<u>\$ 718,725.00</u>	<u>\$ 719,425.00</u>

**Schedule 9: Non-Formula Support**  
86th 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**

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**1 - North Texas Start Up Funding**

<b>(1) Year Non-Formula Support Item First Funded:</b>	2014
Year Non-Formula Support Item Established:	2014
Original Appropriation:	\$2,250,000

**(2) Mission:**

The 83rd and 84th Legislatures provided \$4,500,000 and \$6,000,000, respectively, in Special Item Support for Start Up Funding at TSTC in North Texas. 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 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 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.

**Schedule 9: Non-Formula Support**  
86th 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**

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**(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.

Additional support from grant funded opportunities such as National Science Foundation Advanced Technological Education (ATE) which supports technician education in high-tech fields, encouraging partnerships between academic institutions and industry through curriculum development, professional development for faculty, and career pathways and TWC Skills Development Fund grants to support needed customized training in the region.

**(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/Discontinued**

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

**Schedule 9: Non-Formula Support**  
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**71G Texas State Technical College - North Texas**

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**(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 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 42% 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 lifecycle, 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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Published August 2018.

Texas State Technical College (TSTC) is accredited by the Southern Association of Colleges and Schools Commission on Colleges (SACSCOC) to award Associate Degrees and Certificates of Completion. Contact the Southern Association of Colleges and Schools Commission on Colleges at 1866 Southern Lane, Decatur, Georgia 30033-4097 or call 404-679-4500 for questions about the accreditation of Texas State Technical College.

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.

