

Legislative Appropriations Request

For Fiscal Year 2014 and 2015

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

by

University of Houston

**Date of Submission
October, 2012**

**University of Houston
Legislative Appropriation Request**

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Agency Code: 730	Agency Name: University of Houston	Date: October, 2012
For the schedules identified below, the University of Houston either has no information to report or the schedule is not applicable. Accordingly, these schedules have been excluded from the U.H. Legislative Appropriations Request for the 2014-15 biennium.		
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Administrator's Statement

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Automated Budget and Evaluation System of Texas (ABEST)

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UH Overview and Goals

The University of Houston is part of the state-supported system of higher education in Texas, serving over 40,000 students and generating approximately \$114 million in externally funded research expenditures annually. UH is the flagship institution of the University of Houston System and its principal doctoral degree-granting institution. As such, it has the traditional functions and obligations of a comprehensive research university:

- The full range of undergraduate through post-doctoral academic programs,
- Nationally recognized quality in its programs and faculty,
- Extensive externally funded basic and applied research, and
- Diverse cultural and public service programs of benefit to the community and the state.

Under the leadership President Renu Khator, the University of Houston has achieved much over the past two years as it rises among the ranks of national universities. In addition to record enrollment and record research productivity, the university has gained important recognition as a Tier One institution. First, the Carnegie Foundation for the Advancement of Teaching classified UH as a university with “very high research activity,” a distinction it shares with only three other universities in Texas (Texas A&M, UT-Austin and Rice). Second, for the first time last year, the Princeton Review identified UH as one of the “Best Colleges in America” for the quality of its undergraduate education. Third, UH has been designated a Hispanic Serving Institution (HSI) by the federal government, which enables the university to compete for federal grants designed to increase the participation and success of Hispanics in higher education. UH is one of only three Tier One universities nationwide to receive HSI designation. Fourth, upon the heels of a successful football season, the university was invited to join the Big East Conference in 2014. This will be the first time UH has been part of a major, Bowl Championship Series (BCS) athletics conference since the dissolution of the Southwest Conference in the 1990s. Already the university is planning for the construction of a new 40,000 seat football stadium to be opened for the 2014 season. And finally, the University of Houston has achieved these ends while improving its operating efficiency. In FY11, the university’s instructional operating cost was \$565 per credit hour generated. In FY12, it was reduced to \$536. The total value of operating efficiencies achieved over the past three years is approximately \$22 million.

These and other accomplishments would not have been possible without diligent pursuit and adherence to the university’s three overarching goals of student success, national competitiveness, and community advancement, all of which further the state’s goals for higher education identified in “Closing the Gaps,” as well as the social and economic well-being of the Houston metropolitan area – UH’s primary service area.

Student Access and Success

The University of Houston is strongly committed to undergraduate education and moving students from admission to graduation while maintaining rigorous academic standards. As the demands and requirements of our population and economic/industrial base increase, a citizenry educated through the baccalaureate has become imperative for the future success of our state. Houston and the Upper Gulf Coast region are critical to this success, and as the region’s largest provider of baccalaureate services, the University of Houston’s responsibility is significant.

UH is working hard to ensure that students have the support they need to complete their degrees in a timely manner. Much progress has been made in this regard. Over the past two years, the six-year freshman graduation rate has peaked at 46% and bachelor’s degrees awarded has exceeded 5,000 for the first time in institutional history. The University of Houston has achieved these results by implementing several new student retention and graduation initiatives. These include increasing the number of academic advisors on campus and the availability of financial aid, as well as implementing a four-year graduation pledge and scholarship reward program for freshmen who complete at least 30 credit hours per year. We have also guaranteed that the University of Houston will cover the tuition and fees of students whose families earn

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less than \$45,000 per year through a program called the Cougar Promise.

Looking ahead, the university is focusing increasingly on improving the undergraduate curriculum and student life on campus in order to enhance student success. For example, in FY 2013 UH will invest \$1 million in the First-Year Experience program, through which the curriculum in large core courses with high incidence of student failure will be redesigned. Activities in this program will include working with faculty within and across departments to build a community of pedagogy, as well as working with undergraduates to help them build the habits and behaviors of successful students. In addition, the university is expanding undergraduate housing on campus, with a new freshman residence opened in fall 2010 and a new undergraduate residence currently under construction. Research demonstrates that students with a strong connection to campus life are retained and graduate at higher rates. Increasing the number of students living on campus serves this purpose.

National Competitiveness

In addition to its instructional goals, the University of Houston is committed to the discovery, dissemination, and application of new knowledge. Over the past two years, the university has accomplished much in its research endeavors. First, UH, along with Texas Tech, was the first institution to qualify for the National Research University Fund (NRUF), funding for which will enable the university to continue building momentum as a Tier One research institution. Second, seven UH faculty members received National Science Foundation Career Awards last year (a record for the institution). Given to the most promising young scholars nationwide, these awards reflect well on the quality of faculty the university is assembling. And third, the university has made much progress on the development of its Energy Research Park (ERP). The former Schlumberger headquarters, which includes 74 acres and 692,000 square feet of office and industrial space, now serves as the cornerstone of UH's education, research and economic development activities related to energy. The ERP is home to the university's new undergraduate program in Petroleum Engineering (one of the fastest growing programs at UH); corporate partner Superpower, Inc., which is working with Engineering faculty to develop and manufacture new superconductor and semiconductor technologies; and a joint workforce training program in energy generation processes in partnership with the Power Technology Institute.

As we look to FY14 and FY15, building upon the university's stature as a Tier One research university will be the institution's highest priority. To that end, we have established a goal of hiring 60 new faculty in STEM disciplines over the next two years. The university's annual NRUF appropriation of \$7.8 million will be essential to achieving this goal. Current plans are to invest these resources in the facilities, equipment and other infrastructure needed to support the university's research activities and the expanding number of faculty on campus. In addition, this fall the university will also open its new Health and Biomedical Sciences Building, which, along with the College of Optometry (to which it is adjacent), will form a new health sciences sector on campus. Future plans are to complete this sector with a new building for the College of Pharmacy, for which Tuition Revenue Bonds are being requested.

Community Advancement

Unlike most other Texas universities, UH is a metropolitan university, whose mission is focused on advancing the community in which it is located. An economic impact study conducted by UH economist Dr. Barton Smith estimates that our impact on the Houston economy exceeds \$3 billion on a biennial basis. However, given the size and quality of UH, our impact extends far beyond the Houston metropolitan area – our reach is truly world-wide. Apart from its direct economic impact, the University of Houston has a multitude of programs that enhance the quality of life in Houston and beyond. Among them are the Hobby Center for Public Policy, the Health Law and Policy Institute, and the Texas Institute for Measurement, Evaluation and Statistics (TIMES), which addresses one of Texas's and the nation's most important challenges – the English reading skills of elementary school students for whom English is not their primary language. In addition to the TIMES program, the University of Houston has developed other strong partnerships with public schools and community colleges in our region to enhance the academic skills of students and support the professional development of teachers. Doing so is essential to developing a pipeline of students ready to succeed in higher education. The success of these programs has been based

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in part on special item funding from the state. Building upon our programs in education and community advancement is also central to the University of Houston's Tier One goals.

UH 2013 Legislative Priorities

None of the accomplishments the University of Houston has made in the areas of student success, research, and community advancement would have been possible without strong support from the Texas Legislature, and as we look to the 83rd session, we will again seek the investments from the state needed to build on the momentum achieved over the past several years. We do so, however, with full recognition of the financial challenges the state is facing and the difficult decisions that lie ahead. We hope that in making budgetary decisions the Legislature will give strong consideration to the University of Houston's priorities for the session, given the importance of higher education to the future of Texas.

I. ADEQUATE AND FAIR FUNDING FOR STUDENTS

1. Base Formula Funding

As demands on our universities grow, it is imperative to provide adequate resources for basic educational services through the formulas. Without sufficient base formula funding universities will not be able to accommodate enrollment demand through course delivery; we will not be able to enhance program quality by recruiting and retaining exceptional faculty members; and we will not be able to enhance student success through academic support services. In short, we will not be able to achieve the goals of "Closing the Gaps." The University of Houston encourages the Legislature to provide sufficient funding for the formula so that it covers at least current services (growth plus inflation) at the state's universities.

2. Pharmacy Formula Funding

Currently, there is considerable disparity between the funding for Texas pharmacy programs that are funded through the health sciences formula versus those that are funded through the formula for general academic institutions (with programs at the general academic institutions, including the UH College of Pharmacy, receiving significantly less funding on a per student basis). The University of Houston encourages the Legislature to appropriate additional funds to the Pharmacy programs at the general academic institutions in order to achieve equity.

3. Financial Aid/TEXAS Grants

In addition to resources for university operations, state funding for student financial aid is essential if Texas is to expand access to higher education and facilitate student graduation. This is especially true at the University of Houston, where the education of many of our students is not paid for by their families. Rather our students typically work to pay for college and rely heavily on financial aid. Therefore, the University of Houston encourages the Legislature to increase funding for TEXAS Grants.

II. TIER-ONE INITIATIVES

4. State Funding Programs for Tier One Universities

Combined, the Research Development Fund, Texas Competitive Knowledge Fund, Texas Research Incentive Program, and National Research University Fund constitute an innovative and powerful tool for developing more nationally-competitive Tier One research universities. They are of critical importance to the continued growth of

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Texas' economy and advancement in significant areas of research and industry. They are also the primary resources through which UH funds its national competitiveness/Tier One goals. The University of Houston recommends increased appropriations to each of these funds.

5. Funding for Special Items and Exceptional Items

Each year the Legislature funds numerous programs at the University of Houston that fall outside the scope of formula funding. These programs have a tremendous impact on our academic programs, research endeavors and the communities we serve. For FY14 and FY15, the University of Houston is requesting exceptional item funding for the following three initiatives that directly support the university's goals of national competitiveness, student success and community advancement (as described above):

Exceptional Items	Biennial Request
College of Pharmacy Equity Funding	\$12.9 million
Tier-One Initiative – Energy Research	\$10.0 million
Tier-One Initiative – Complex Systems	\$8.0 million
Small Business Development Center	\$0.9 million

III. ADEQUATE FACILITIES

6. Tuition Revenue Bonds

Maintaining quality in our classrooms, laboratories, libraries and equipment is critical to achieving the University of Houston's goals of academic and research excellence. And as the number of students and faculty on campus grows, so too does the need for expanded and better infrastructure. The quality of facilities will be a particular challenge for UH in the coming years. A facilities condition audit conducted over the past year has revealed major renovation and maintenance needs that the university must address. These include general maintenance and repair of campus buildings, as well as repurposing of facilities that are no longer suitable for their intended use. Tuition revenue bonds are vital for addressing some of these needs. As part of its FY14-15 LAR, the University of Houston has requested TRBs for a new Pharmacy and Biomedical Sciences Building, as well as resources to renovate aging science and engineering research facilities. The new Pharmacy building will provide the space needed to support the growth in enrollment and research activity planned for the college. Doing so will also help meet the state's need for additional pharmacists. Constructed between 1967 and 1983, the four science and engineering buildings to be renovated are past their useful life as research facilities and must be completely updated to serve the needs of 21st century research and education.

Approach to 10 Percent Base Reduction

As requested, the University of Houston has developed a scenario through which 10 percent of base resources has been reduced from designated groups of funds. For UH this totaled \$2.3 million, the loss of which would have a significant negative impact on the university's ability to achieve its goals, as well as those identified in "Closing the Gaps." For UH, the choice was between absorbing the cuts in its special items, thereby impairing progress on the university's national competitiveness and community advancement goals, or absorbing the cuts in fund groups used to support the general operations of the university, thereby compromising the advancement of all of the university's goals. Ultimately, we decided to limit cuts to the latter (Institutional Enhancement, Worker's Compensation Insurance) to 5.0 percent, thus requiring a reduction to special items of 12.5 percent per program over the course of the biennium.

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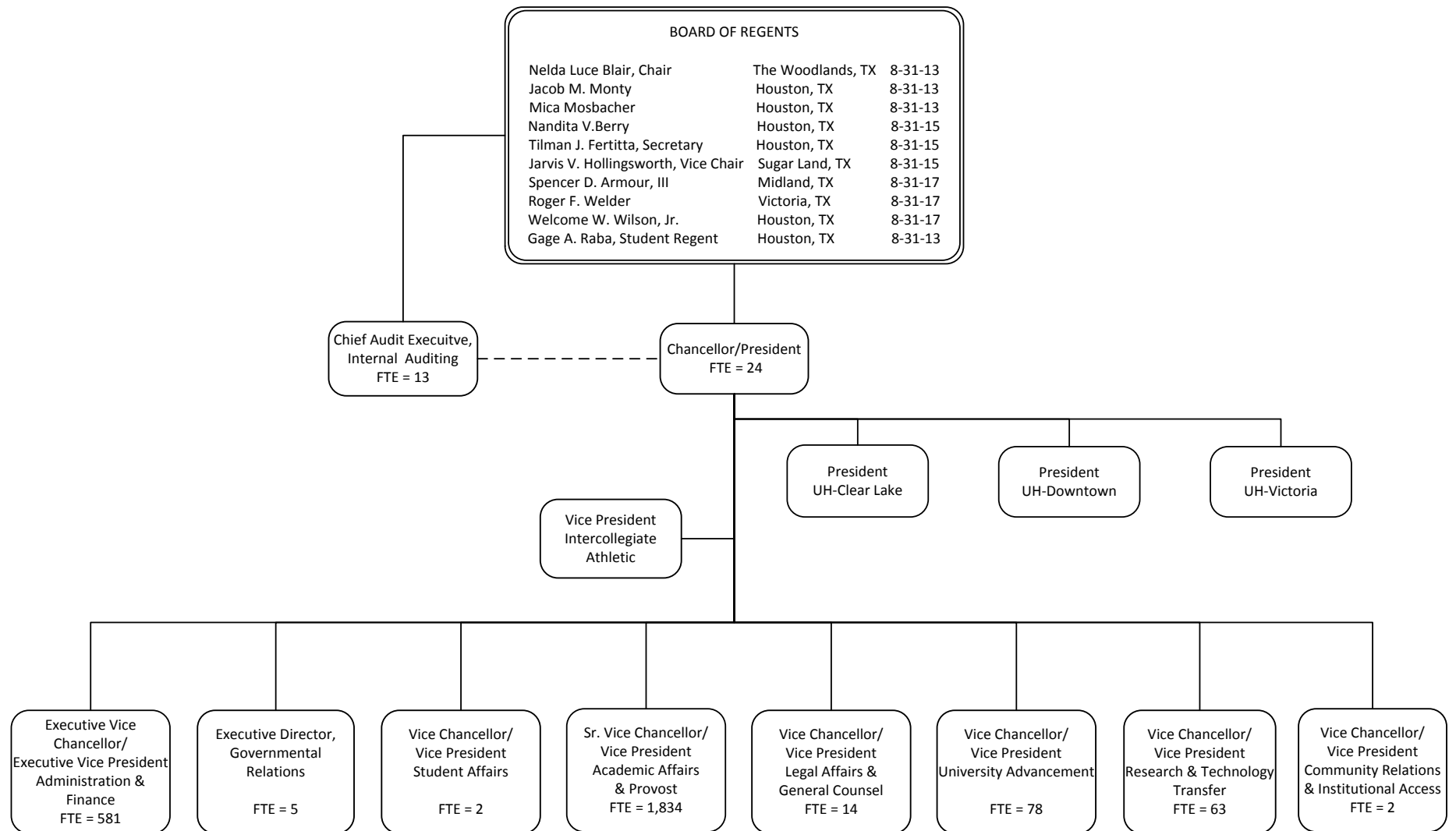
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Effective Management of Resources and Accountability

While the University of Houston believes that increased state funding for higher education is important to the future of Texas, we also realize that universities must be good stewards of the dollars with which they are entrusted. The University of Houston is committed to this principle. Accomplishing our goals, we believe, is predicated on effective management of resources, which the University of Houston strives to achieve. Given increasing student debt nationwide, as well as an economy that is producing limited jobs right now for recent college graduates, tuition and fee increases cannot be the primary strategy for maintaining institutional quality. Instead universities must optimize the use of existing resources and develop new revenue streams (e.g., enrollment growth, private support, research grants) as they work to achieve their goals. The University of Houston has made good progress on this front. Over the current biennium, enrollment has grown – producing increased tuition and fee revenues – and the university has eliminated non-essential services, consolidated departments, and reduced expenses (e.g., communications allowances, business and travel budgets). In fact, the university reduced or reallocated over \$20 million from departmental budgets over the past two years. As a result, UH did not increase tuition for undergraduate students in FY13. In 2011, the university was ranked 12th nationwide for students graduating with the least amount of debt. This is a distinction we will work hard to maintain.

Finally, it is important to note that the investment of resources at the University of Houston is based upon performance identified through a comprehensive accountability system. When Chancellor/President Khator arrived at the UH System in 2008, one of her first initiatives was to develop progress cards for each of the UH System universities that evaluate performance on metrics pertaining to the system's three goals of student success, national competitiveness, and community advancement. At the University of Houston, this accountability system has been extended to each university college and division, guiding budget decisions on an annual basis.

University of Houston System/University of Houston



FTE is budgeted FY2013 from Appropriated Funds; UH= 2,544 FTE, UHSA= 72 FTE, TOTAL= 2,616 FTE

2.A. Summary of Base Request by Strategy

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Goal / Objective / STRATEGY	Exp 2011	Est 2012	Bud 2013	Req 2014	Req 2015
1 Provide Instructional and Operations Support					
1 <i>Provide Instructional and Operations Support</i>					
1 OPERATIONS SUPPORT (1)	170,144,578	167,862,988	168,614,251	0	0
3 STAFF GROUP INSURANCE PREMIUMS	8,781,513	8,195,891	8,692,543	8,692,543	8,692,543
4 WORKERS' COMPENSATION INSURANCE	496,215	387,259	349,930	349,930	349,930
6 TEXAS PUBLIC EDUCATION GRANTS	6,952,523	7,021,101	7,159,248	7,374,025	7,447,766
TOTAL, GOAL 1	\$186,374,829	\$183,467,239	\$184,815,972	\$16,416,498	\$16,490,239
2 Provide Infrastructure Support					
1 <i>Provide Operation and Maintenance of E&G Space</i>					
1 E&G SPACE SUPPORT (1)	8,663,059	7,966,634	7,425,236	0	0
2 TUITION REVENUE BOND RETIREMENT	10,686,730	0	0	0	0
TOTAL, GOAL 2	\$19,349,789	\$7,966,634	\$7,425,236	\$0	\$0

3 Provide Special Item Support

(1) - Formula funded strategies are not requested in 2014-15 because amounts are not determined by institutions.

2.A. Summary of Base Request by Strategy

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Goal / Objective / STRATEGY	Exp 2011	Est 2012	Bud 2013	Req 2014	Req 2015
<u>2</u> <i>Research Special Item Support</i>					
1 COMPLEX SYSTEMS RESEARCH CLUSTER	824,659	707,588	690,000	690,000	690,000
2 ENERGY RESEARCH CLUSTER	2,929,796	3,567,500	3,567,500	3,567,500	3,567,500
<u>3</u> <i>Public Service Special Item Support</i>					
1 SMALL BUSINESS DEVELOPMENT	2,831,015	3,070,697	3,070,697	3,070,697	3,070,697
2 HEALTH SCIENCES RESEARCH CLUSTER	2,777,859	2,217,500	2,217,500	2,217,500	2,217,500
3 EDUCATION & COMMUNITY ADVANCEMENT	1,894,072	1,151,510	1,151,509	1,151,509	1,151,509
<u>4</u> <i>Institutional Support Special Item Support</i>					
1 INSTITUTIONAL ENHANCEMENT	0	0	0	3,387,201	3,387,201
<u>5</u> <i>Exceptional Item Request</i>					
1 EXCEPTIONAL ITEM REQUEST	0	0	0	0	0
TOTAL, GOAL 3	\$11,257,401	\$10,714,795	\$10,697,206	\$14,084,407	\$14,084,407
<u>6</u> <i>Research Funds</i>					

2.A. Summary of Base Request by Strategy

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Goal / Objective / STRATEGY	Exp 2011	Est 2012	Bud 2013	Req 2014	Req 2015
<u>1</u> <i>Research Development Fund</i>					
1 RESEARCH DEVELOPMENT FUND (2)	7,605,058	5,352,736	5,352,736	0	0
<u>2</u> <i>Competitive Knowledge Fund</i>					
1 COMPETITIVE KNOWLEDGE FUND (2)	4,535,210	3,061,979	3,061,979	0	0
TOTAL, GOAL 6	\$12,140,268	\$8,414,715	\$8,414,715	\$0	\$0
TOTAL, AGENCY STRATEGY REQUEST	\$229,122,287	\$210,563,383	\$211,353,129	\$30,500,905	\$30,574,646
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*				\$0	\$0
GRAND TOTAL, AGENCY REQUEST	\$229,122,287	\$210,563,383	\$211,353,129	\$30,500,905	\$30,574,646

(2) - Research fund strategies are not requested because amounts are not determined by institutions.

2.A. Summary of Base Request by Strategy

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Goal / Objective / STRATEGY	Exp 2011	Est 2012	Bud 2013	Req 2014	Req 2015
<u>METHOD OF FINANCING:</u>					
General Revenue Funds:					
1 General Revenue Fund	153,455,076	127,202,600	130,129,074	14,434,337	14,434,337
SUBTOTAL	\$153,455,076	\$127,202,600	\$130,129,074	\$14,434,337	\$14,434,337
General Revenue Dedicated Funds:					
704 Bd Authorized Tuition Inc	15,045,810	14,579,650	14,042,115	0	0
770 Est Oth Educ & Gen Inco	60,621,401	68,781,133	67,181,940	16,066,568	16,140,309
SUBTOTAL	\$75,667,211	\$83,360,783	\$81,224,055	\$16,066,568	\$16,140,309
TOTAL, METHOD OF FINANCING	\$229,122,287	\$210,563,383	\$211,353,129	\$30,500,905	\$30,574,646

*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: 730	Agency name: University of Houston				
METHOD OF FINANCING	Exp 2011	Est 2012	Bud 2013	Req 2014	Req 2015
<u>GENERAL REVENUE</u>					
<u>1</u> General Revenue Fund					
<i>REGULAR APPROPRIATIONS</i>					
Regular Appropriations from MOF Table (2010-11 GAA)	\$167,341,715	\$0	\$0	\$0	\$0
Regular Appropriations from MOF Table (2012-13 GAA)	\$0	\$129,132,679	\$128,198,995	\$14,434,337	\$14,434,337
<i>SUPPLEMENTAL, SPECIAL OR EMERGENCY APPROPRIATIONS</i>					
HB 4, 82nd Leg, Regular Session, Sec 1(a) General Revenue Reductions.	\$(15,043,622)	\$0	\$0	\$0	\$0
HB 4, 82nd Leg, Regular Session, Sec 1(a) TRB Reduction	\$(951,775)	\$0	\$0	\$0	\$0
<i>LAPSED APPROPRIATIONS</i>					
Tuition Revenue Bond Debt Service	\$(3,757)	\$0	\$0	\$0	\$0
<i>UNEXPENDED BALANCES AUTHORITY</i>					

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

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Agency code: 730		Agency name: University of Houston				
METHOD OF FINANCING		Exp 2011	Est 2012	Bud 2013	Req 2014	Req 2015
<u>GENERAL REVENUE</u>						
81st Leg. Art III, Sec. 52 Research Development Fund		\$1,312,515	\$0	\$0	\$0	\$0
82nd Leg. Art. III, Sec. 54 Research Development Fund		\$0	\$(1,930,079)	\$1,930,079	\$0	\$0
HB 4586, 81st Leg, Regular Session, Wind Energy		\$800,000	\$0	\$0	\$0	\$0
TOTAL,	General Revenue Fund	\$153,455,076	\$127,202,600	\$130,129,074	\$14,434,337	\$14,434,337
TOTAL, ALL	GENERAL REVENUE	\$153,455,076	\$127,202,600	\$130,129,074	\$14,434,337	\$14,434,337

GENERAL REVENUE FUND - DEDICATED

704 GR Dedicated - Estimated Board Authorized Tuition Increases Account No. 704

REGULAR APPROPRIATIONS

Regular Appropriations from MOF Table (2010-11 GAA)

\$13,501,189	\$0	\$0	\$0	\$0
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Regular Appropriations from MOF Table (2012-13 GAA)

2.B. Summary of Base Request by Method of Finance
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Agency code: 730		Agency name: University of Houston				
METHOD OF FINANCING		Exp 2011	Est 2012	Bud 2013	Req 2014	Req 2015
<u>GENERAL REVENUE FUND - DEDICATED</u>						
		\$0	\$13,684,074	\$13,684,074	\$0	\$0
<i>BASE ADJUSTMENT</i>						
	Adjust to Actuals					
		\$1,544,621	\$895,576	\$358,041	\$0	\$0
TOTAL,	GR Dedicated - Estimated Board Authorized Tuition Increases Account No. 704					
		\$15,045,810	\$14,579,650	\$14,042,115	\$0	\$0
<u>770</u>	GR Dedicated - Estimated Other Educational and General Income Account No. 770					
	<i>REGULAR APPROPRIATIONS</i>					
	Regular Appropriations from MOF Table (2010-11 GAA)					
		\$49,124,898	\$0	\$0	\$0	\$0
	Regular Appropriations from MOF Table (2012-13 GAA)					
		\$0	\$54,345,148	\$55,770,433	\$16,066,568	\$16,140,309
<i>BASE ADJUSTMENT</i>						
	Revised Receipts					
		\$6,435,801	\$2,135,077	\$1,300,947	\$0	\$0
	Adjust to Actuals					

2.B. Summary of Base Request by Method of Finance
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Agency code: 730		Agency name: University of Houston				
METHOD OF FINANCING		Exp 2011	Est 2012	Bud 2013	Req 2014	Req 2015
<u>GENERAL REVENUE FUND - DEDICATED</u>						
		\$5,060,702	\$12,300,908	\$10,110,560	\$0	\$0
<hr/>						
TOTAL,	GR Dedicated - Estimated Other Educational and General Income Account No. 770					
		\$60,621,401	\$68,781,133	\$67,181,940	\$16,066,568	\$16,140,309
<hr/>						
TOTAL GENERAL REVENUE FUND - DEDICATED - 704, 708 & 770						
		\$75,667,211	\$83,360,783	\$81,224,055	\$16,066,568	\$16,140,309
<hr/>						
TOTAL, ALL	GENERAL REVENUE FUND - DEDICATED					
		\$75,667,211	\$83,360,783	\$81,224,055	\$16,066,568	\$16,140,309
<hr/>						
TOTAL,	GR & GR-DEDICATED FUNDS					
		\$229,122,287	\$210,563,383	\$211,353,129	\$30,500,905	\$30,574,646
<hr/>						
GRAND TOTAL		\$229,122,287	\$210,563,383	\$211,353,129	\$30,500,905	\$30,574,646

2.B. Summary of Base Request by Method of Finance
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

10/16/2012 10:33:15AM

Agency code: 730	Agency name: University of Houston				
METHOD OF FINANCING	Exp 2011	Est 2012	Bud 2013	Req 2014	Req 2015
FULL-TIME-EQUIVALENT POSITIONS					
REGULAR APPROPRIATIONS					
Regular Appropriations from MOF Table (2010-11 GAA)	2,839.3	0.0	0.0	0.0	0.0
Regular Appropriations from MOF Table (2012-13 GAA)	0.0	2,700.0	2,700.0	2,700.0	2,700.0
UNAUTHORIZED NUMBER OVER (BELOW) CAP					
Unauthorized Number over (below) cap	(253.4)	(142.7)	(156.4)	(156.4)	(156.4)
TOTAL, ADJUSTED FTES	2,585.9	2,557.3	2,543.6	2,543.6	2,543.6
NUMBER OF 100% FEDERALLY FUNDED FTEs					
	0.0	0.0	0.0	0.0	0.0

2.C. Summary of Base Request by Object of Expense

10/16/2012 10:33:16AM

83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)**730 University of Houston**

OBJECT OF EXPENSE	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
1001 SALARIES AND WAGES	\$68,953,797	\$66,660,369	\$68,336,042	\$10,285,621	\$10,285,621
1002 OTHER PERSONNEL COSTS	\$3,314,106	\$3,249,898	\$3,211,851	\$55,786	\$55,786
1005 FACULTY SALARIES	\$115,635,219	\$112,289,578	\$113,217,596	\$1,194,961	\$1,194,961
1010 PROFESSIONAL SALARIES	\$2,321,896	\$2,184,770	\$2,033,701	\$1,327,408	\$1,327,408
2001 PROFESSIONAL FEES AND SERVICES	\$393,673	\$381,100	\$378,592	\$76,095	\$76,095
2002 FUELS AND LUBRICANTS	\$118,637	\$111,922	\$43,919	\$0	\$0
2003 CONSUMABLE SUPPLIES	\$2,346,204	\$2,042,330	\$1,247,307	\$20,561	\$20,561
2004 UTILITIES	\$549,039	\$531,991	\$692,508	\$57,454	\$57,454
2005 TRAVEL	\$52,765	\$54,751	\$54,756	\$52,989	\$52,989
2006 RENT - BUILDING	\$30,135	\$36,255	\$34,986	\$34,867	\$34,867
2007 RENT - MACHINE AND OTHER	\$188,519	\$178,909	\$143,531	\$13,124	\$13,124
2008 DEBT SERVICE	\$6,625,840	\$0	\$0	\$0	\$0
2009 OTHER OPERATING EXPENSE	\$23,689,956	\$19,251,376	\$18,365,546	\$17,271,675	\$17,345,416
3001 CLIENT SERVICES	\$2,441,121	\$1,744,312	\$1,745,022	\$2,159	\$2,159
5000 CAPITAL EXPENDITURES	\$2,461,380	\$1,845,822	\$1,847,772	\$108,205	\$108,205
OOE Total (Excluding Riders)	\$229,122,287	\$210,563,383	\$211,353,129	\$30,500,905	\$30,574,646
OOE Total (Riders)					
Grand Total	\$229,122,287	\$210,563,383	\$211,353,129	\$30,500,905	\$30,574,646

2.D. Summary of Base Request Objective Outcomes
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

10/16/2012 10:33:16AM

730 University of Houston					
Goal/ Objective / Outcome	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
1 Provide Instructional and Operations Support					
1 Provide Instructional and Operations Support					
KEY 1 % 1st-time, Full-time, Degree-seeking Frsh Earn Degree in 6 Yrs					
	46.10%	47.00%	48.00%	49.00 %	50.00 %
2 % 1st-time, Full-time, Degree-seeking White Frsh Earn Degree in 6 Yrs					
	45.10%	46.50%	47.90%	49.20 %	50.60 %
3 % 1st-time, Full-time, Degree-seeking Hisp Frsh Earn Degree in 6 Yrs					
	43.80%	43.00%	43.70%	44.40 %	45.10 %
4 % 1st-time, Full-time, Degree-seeking Black Frsh Earn Degree in 6 Yrs					
	37.70%	37.90%	38.10%	38.30 %	38.50 %
5 % 1st-time, Full-time, Degree-seeking Other Frsh Earn Degree in 6 Yrs					
	54.50%	54.60%	54.70%	54.80 %	54.90 %
KEY 6 % 1st-time, Full-time, Degree-seeking Frsh Earn Degree in 4 Yrs					
	16.50%	17.40%	18.20%	18.90 %	19.70 %
7 % 1st-time, Full-time, Degree-seeking White Frsh Earn Degree in 4 Yrs					
	18.20%	20.60%	21.70%	22.80 %	23.90 %
8 % 1st-time, Full-time, Degree-seeking Hispanic Frsh Earn Degree in 4 Y					
	11.00%	11.30%	11.70%	12.10 %	12.50 %
9 % 1st-time, Full-time, Degree-seeking Black Frsh Earn Degree in 4 Yrs					
	11.10%	11.20%	11.50%	11.90 %	12.20 %
10 % 1st-time, Full-time, Degree-seeking Other Frsh Earn Degree in 4 Yrs					
	22.60%	23.00%	24.10%	25.20 %	26.30 %
KEY 11 Persistence Rate 1st-time, Full-time, Degree-seeking Frsh after 1 Yr					
	81.10%	82.10%	82.80%	83.60 %	84.30 %
12 Persistence 1st-time, Full-time, Degree-seeking White Frsh after 1 Yr					
	76.40%	76.70%	77.40%	78.10 %	78.90 %

2.D. Summary of Base Request Objective Outcomes
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

10/16/2012 10:33:16AM

730 University of Houston					
<i>Goal/ Objective / Outcome</i>	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
13 Persistence 1st-time, Full-time, Degree-seeking Hisp Frsh after 1 Yr	77.60%	80.70%	81.40%	82.20 %	83.00 %
14 Persistence 1st-time, Full-time, Degree-seeking Black Frsh after 1 Yr	78.60%	79.00%	79.30%	79.50 %	79.80 %
15 Persistence 1st-time, Full-time, Degree-seeking Other Frsh after 1 Yr	89.10%	89.80%	90.40%	91.00 %	91.70 %
16 Percent of Semester Credit Hours Completed	94.30%	94.50%	94.80%	95.20 %	95.50 %
KEY 17 Certification Rate of Teacher Education Graduates	92.70%	93.00%	93.40%	93.70 %	94.00 %
18 Percentage of Underprepared Students Satisfy TSI Obligation in Math	18.90%	20.00%	50.00%	55.00 %	60.00 %
19 Percentage of Underprepared Students Satisfy TSI Obligation in Writing	79.40%	80.00%	82.00%	84.00 %	85.00 %
20 Percentage of Underprepared Students Satisfy TSI Obligation in Reading	61.50%	65.00%	68.00%	72.00 %	75.00 %
KEY 21 % of Baccalaureate Graduates Who Are 1st Generation College Graduates	39.90%	40.00%	40.30%	40.60 %	41.00 %
KEY 22 Percent of Transfer Students Who Graduate within 4 Years	53.90%	54.50%	55.00%	55.50 %	56.00 %
KEY 23 Percent of Transfer Students Who Graduate within 2 Years	13.50%	15.00%	16.50%	18.00 %	19.50 %
KEY 24 % Lower Division Semester Credit Hours Taught by Tenured/Tenure-Track	29.40%	29.00%	29.00%	29.00 %	29.00 %
KEY 25 State Licensure Pass Rate of Law Graduates	90.40%	91.00%	91.70%	92.40 %	93.00 %

2.D. Summary of Base Request Objective Outcomes
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

10/16/2012 10:33:16AM

730 University of Houston					
<i>Goal/ Objective / Outcome</i>	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
KEY 26 State Licensure Pass Rate of Engineering Graduates	79.65%	80.00%	81.70%	83.40 %	85.00 %
KEY 28 State Licensure Pass Rate of Pharmacy Graduates	96.58%	97.00%	97.70%	98.40 %	99.00 %
KEY 30 Dollar Value of External or Sponsored Research Funds (in Millions)	97.50	98.50	100.00	105.00	110.00
31 External or Sponsored Research Funds As a % of State Appropriations	47.53%	636.00%	640.00%	640.00 %	645.00 %
32 External Research Funds As Percentage Appropriated for Research	459.47%	660.00%	665.00%	665.00 %	665.00 %
48 % Endowed Professorships/ Chairs Unfilled All/ Part of Fiscal Year	18.46%	18.00%	17.50%	17.00 %	16.00 %
49 Average No Months Endowed Chairs Remain Vacant	12.00	12.00	12.00	12.00	12.00

2.E. Summary of Exceptional Items Request
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/16/2012
TIME : 10:33:16AM

Agency code: 730

Agency name: University of Houston

Priority	Item	2014			2015			Biennium	
		GR and GR/GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds
1	College of Pharmacy Equity Funding	\$6,464,000	\$6,464,000		\$6,464,000	\$6,464,000		\$12,928,000	\$12,928,000
2	Energy Research Cluster	\$5,000,000	\$5,000,000	20.0	\$5,000,000	\$5,000,000	20.0	\$10,000,000	\$10,000,000
3	Complex Systems Research Cluster	\$4,000,000	\$4,000,000	8.0	\$4,000,000	\$4,000,000	8.0	\$8,000,000	\$8,000,000
4	Tuition Revenue Bond Retirement	\$0	\$0		\$13,949,529	\$13,949,529		\$13,949,529	\$13,949,529
5	Small Business Development Center	\$454,000	\$454,000	5.0	\$454,000	\$454,000	5.0	\$908,000	\$908,000
Total, Exceptional Items Request		\$15,918,000	\$15,918,000	33.0	\$29,867,529	\$29,867,529	33.0	\$45,785,529	\$45,785,529
Method of Financing									
	General Revenue	\$15,918,000	\$15,918,000		\$29,867,529	\$29,867,529		\$45,785,529	\$45,785,529
	General Revenue - Dedicated								
	Federal Funds								
	Other Funds								
		\$15,918,000	\$15,918,000		\$29,867,529	\$29,867,529		\$45,785,529	\$45,785,529
Full Time Equivalent Positions				33.0				33.0	
Number of 100% Federally Funded FTEs				0.0				0.0	

2.F. Summary of Total Request by Strategy
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE : 10/16/2012

TIME : 10:33:16AM

Agency code: 730

Agency name: University of Houston

Goal/Objective/STRATEGY	Base 2014	Base 2015	Exceptional 2014	Exceptional 2015	Total Request 2014	Total Request 2015
1 Provide Instructional and Operations Support						
1 <i>Provide Instructional and Operations Support</i>						
1 OPERATIONS SUPPORT	\$0	\$0	\$0	\$0	\$0	\$0
3 STAFF GROUP INSURANCE PREMIUMS	8,692,543	8,692,543	0	0	8,692,543	8,692,543
4 WORKERS' COMPENSATION INSURANCE	349,930	349,930	0	0	349,930	349,930
6 TEXAS PUBLIC EDUCATION GRANTS	7,374,025	7,447,766	0	0	7,374,025	7,447,766
TOTAL, GOAL 1	\$16,416,498	\$16,490,239	\$0	\$0	\$16,416,498	\$16,490,239
2 Provide Infrastructure Support						
1 <i>Provide Operation and Maintenance of E&G Space</i>						
1 E&G SPACE SUPPORT	0	0	0	0	0	0
2 TUITION REVENUE BOND RETIREMENT	0	0	0	13,949,529	0	13,949,529
TOTAL, GOAL 2	\$0	\$0	\$0	\$13,949,529	\$0	\$13,949,529

2.F. Summary of Total Request by Strategy
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE : 10/16/2012
TIME : 10:33:16AM

Agency code: 730 Agency name: University of Houston

Goal/Objective/STRATEGY	Base 2014	Base 2015	Exceptional 2014	Exceptional 2015	Total Request 2014	Total Request 2015
3 Provide Special Item Support						
2 <i>Research Special Item Support</i>						
1 COMPLEX SYSTEMS RESEARCH CLUSTER	\$690,000	\$690,000	\$4,000,000	\$4,000,000	\$4,690,000	\$4,690,000
2 ENERGY RESEARCH CLUSTER	3,567,500	3,567,500	5,000,000	5,000,000	8,567,500	8,567,500
3 <i>Public Service Special Item Support</i>						
1 SMALL BUSINESS DEVELOPMENT	3,070,697	3,070,697	454,000	454,000	3,524,697	3,524,697
2 HEALTH SCIENCES RESEARCH CLUSTER	2,217,500	2,217,500	0	0	2,217,500	2,217,500
3 EDUCATION & COMMUNITY ADVANCEMENT	1,151,509	1,151,509	0	0	1,151,509	1,151,509
4 <i>Institutional Support Special Item Support</i>						
1 INSTITUTIONAL ENHANCEMENT	3,387,201	3,387,201	0	0	3,387,201	3,387,201
5 <i>Exceptional Item Request</i>						
1 EXCEPTIONAL ITEM REQUEST	0	0	6,464,000	6,464,000	6,464,000	6,464,000
TOTAL, GOAL 3	\$14,084,407	\$14,084,407	\$15,918,000	\$15,918,000	\$30,002,407	\$30,002,407

2.F. Summary of Total Request by Strategy
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE : 10/16/2012

TIME : 10:33:16AM

Agency code: 730

Agency name: University of Houston

Goal/Objective/STRATEGY	Base 2014	Base 2015	Exceptional 2014	Exceptional 2015	Total Request 2014	Total Request 2015
6 Research Funds						
1 <i>Research Development Fund</i>						
1 RESEARCH DEVELOPMENT FUND	\$0	\$0	\$0	\$0	\$0	\$0
2 <i>Competitive Knowledge Fund</i>						
1 COMPETITIVE KNOWLEDGE FUND	0	0	0	0	0	0
TOTAL, GOAL 6	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL, AGENCY STRATEGY REQUEST	\$30,500,905	\$30,574,646	\$15,918,000	\$29,867,529	\$46,418,905	\$60,442,175
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	\$30,500,905	\$30,574,646	\$15,918,000	\$29,867,529	\$46,418,905	\$60,442,175

2.F. Summary of Total Request by Strategy
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE : 10/16/2012

TIME : 10:33:16AM

Agency code: 730	Agency name: University of Houston					
Goal/Objective/STRATEGY	Base 2014	Base 2015	Exceptional 2014	Exceptional 2015	Total Request 2014	Total Request 2015
General Revenue Funds:						
1 General Revenue Fund	\$14,434,337	\$14,434,337	\$15,918,000	\$29,867,529	\$30,352,337	\$44,301,866
	\$14,434,337	\$14,434,337	\$15,918,000	\$29,867,529	\$30,352,337	\$44,301,866
General Revenue Dedicated Funds:						
704 Bd Authorized Tuition Inc	0	0	0	0	0	0
770 Est Oth Educ & Gen Inco	16,066,568	16,140,309	0	0	16,066,568	16,140,309
	\$16,066,568	\$16,140,309	\$0	\$0	\$16,066,568	\$16,140,309
TOTAL, METHOD OF FINANCING	\$30,500,905	\$30,574,646	\$15,918,000	\$29,867,529	\$46,418,905	\$60,442,175
FULL TIME EQUIVALENT POSITIONS	2,543.6	2,543.6	33.0	33.0	2,576.6	2,576.6

2.G. Summary of Total Request Objective Outcomes
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

Date : 10/16/2012

Time: 10:33:17AM

Agency code: 730

Agency name: University of Houston

Goal/ Objective / Outcome

		BL 2014	BL 2015	Excp 2014	Excp 2015	Total Request 2014	Total Request 2015
1	Provide Instructional and Operations Support						
1	Provide Instructional and Operations Support						
KEY	1 % 1st-time, Full-time, Degree-seeking Frsh Earn Degree in 6 Yrs						
		49.00%	50.00%			49.00%	50.00 %
	2 % 1st-time, Full-time, Degree-seeking White Frsh Earn Degree in 6 Yrs						
		49.20%	50.60%			49.20%	50.60 %
	3 % 1st-time, Full-time, Degree-seeking Hisp Frsh Earn Degree in 6 Yrs						
		44.40%	45.10%			44.40%	45.10 %
	4 % 1st-time, Full-time, Degree-seeking Black Frsh Earn Degree in 6 Yrs						
		38.30%	38.50%			38.30%	38.50 %
	5 % 1st-time, Full-time, Degree-seeking Other Frsh Earn Degree in 6 Yrs						
		54.80%	54.90%			54.80%	54.90 %
KEY	6 % 1st-time, Full-time, Degree-seeking Frsh Earn Degree in 4 Yrs						
		18.90%	19.70%			18.90%	19.70 %
	7 % 1st-time, Full-time, Degree-seeking White Frsh Earn Degree in 4 Yrs						
		22.80%	23.90%			22.80%	23.90 %
	8 % 1st-time, Full-time, Degree-seeking Hispanic Frsh Earn Degree in 4 Y						
		12.10%	12.50%			12.10%	12.50 %

2.G. Summary of Total Request Objective Outcomes
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

Date : 10/16/2012

Time: 10:33:17AM

Agency code: 730

Agency name: University of Houston

Goal/ Objective / Outcome

	BL 2014	BL 2015	Excp 2014	Excp 2015	Total Request 2014	Total Request 2015
9 % 1st-time, Full-time, Degree-seeking Black Frsh Earn Degree in 4 Yrs						
	11.90%	12.20%			11.90%	12.20 %
10 % 1st-time, Full-time, Degree-seeking Other Frsh Earn Degree in 4 Yrs						
	25.20%	26.30%			25.20%	26.30 %
KEY 11 Persistence Rate 1st-time, Full-time, Degree-seeking Frsh after 1 Yr						
	83.60%	84.30%			83.60%	84.30 %
12 Persistence 1st-time, Full-time, Degree-seeking White Frsh after 1 Yr						
	78.10%	78.90%			78.10%	78.90 %
13 Persistence 1st-time, Full-time, Degree-seeking Hisp Frsh after 1 Yr						
	82.20%	83.00%			82.20%	83.00 %
14 Persistence 1st-time, Full-time, Degree-seeking Black Frsh after 1 Yr						
	79.50%	79.80%			79.50%	79.80 %
15 Persistence 1st-time, Full-time, Degree-seeking Other Frsh after 1 Yr						
	91.00%	91.70%			91.00%	91.70 %
16 Percent of Semester Credit Hours Completed						
	95.20%	95.50%			95.20%	95.50 %
KEY 17 Certification Rate of Teacher Education Graduates						
	93.70%	94.00%			93.70%	94.00 %

2.G. Summary of Total Request Objective Outcomes
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

Date : 10/16/2012

Time: 10:33:17AM

Agency code: 730

Agency name: University of Houston

Goal/ Objective / Outcome

	BL 2014	BL 2015	Excp 2014	Excp 2015	Total Request 2014	Total Request 2015
18 Percentage of Underprepared Students Satisfy TSI Obligation in Math	55.00%	60.00%			55.00%	60.00 %
19 Percentage of Underprepared Students Satisfy TSI Obligation in Writing	84.00%	85.00%			84.00%	85.00 %
20 Percentage of Underprepared Students Satisfy TSI Obligation in Reading	72.00%	75.00%			72.00%	75.00 %
KEY 21 % of Baccalaureate Graduates Who Are 1st Generation College Graduates	40.60%	41.00%			40.60%	41.00 %
KEY 22 Percent of Transfer Students Who Graduate within 4 Years	55.50%	56.00%			55.50%	56.00 %
KEY 23 Percent of Transfer Students Who Graduate within 2 Years	18.00%	19.50%			18.00%	19.50 %
KEY 24 % Lower Division Semester Credit Hours Taught by Tenured/Tenure-Track	29.00%	29.00%			29.00%	29.00 %
KEY 25 State Licensure Pass Rate of Law Graduates	92.40%	93.00%			92.40%	93.00 %
KEY 26 State Licensure Pass Rate of Engineering Graduates	83.40%	85.00%			83.40%	85.00 %

2.G. Summary of Total Request Objective Outcomes
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

Date : 10/16/2012

Time: 10:33:17AM

Agency code: 730

Agency name: University of Houston

Goal/ Objective / Outcome

	BL 2014	BL 2015	Excp 2014	Excp 2015	Total Request 2014	Total Request 2015
KEY 28 State Licensure Pass Rate of Pharmacy Graduates						
	98.40%	99.00%			98.40%	99.00 %
KEY 30 Dollar Value of External or Sponsored Research Funds (in Millions)						
	105.00	110.00			105.00	110.00
31 External or Sponsored Research Funds As a % of State Appropriations						
	640.00%	645.00%			640.00%	645.00 %
32 External Research Funds As Percentage Appropriated for Research						
	665.00%	665.00%			665.00%	665.00 %
48 % Endowed Professorships/ Chairs Unfilled All/ Part of Fiscal Year						
	17.00%	16.00%			17.00%	16.00 %
49 Average No Months Endowed Chairs Remain Vacant						
	12.00	12.00			12.00	12.00

730 University of Houston

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

Statewide Goal/Benchmark: 2 0
Service Categories:
Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014 ⁽¹⁾	BL 2015 ⁽¹⁾
Output Measures:						
1	Number of Undergraduate Degrees Awarded	5,128.00	5,388.00	5,657.00	5,940.00	6,237.00
2	Number of Minority Graduates	2,341.00	2,505.00	2,676.00	2,851.00	3,044.00
3	Number of Underprepared Students Who Satisfy TSI Obligation in Math	20.00	17.00	42.00	45.00	49.00
4	Number of Underprepared Students Who Satisfy TSI Obligation in Writing	27.00	17.00	18.00	19.00	20.00
5	Number of Underprepared Students Who Satisfy TSI Obligation in Reading	16.00	27.00	28.00	29.00	29.00
6	Number of Two-Year College Transfers Who Graduate	1,566.00	1,825.00	2,008.00	2,156.00	2,308.00
Efficiency Measures:						
KEY 1	Administrative Cost As a Percent of Operating Budget	7.20 %	7.20 %	7.15 %	7.15 %	7.10 %
Explanatory/Input Measures:						
1	Student/Faculty Ratio	23.00	23.00	23.00	23.00	23.00
2	Number of Minority Students Enrolled	13,639.00	14,302.00	14,703.00	15,178.00	15,620.00
3	Number of Community College Transfers Enrolled	10,065.00	10,573.00	11,779.00	12,101.00	12,430.00
4	Number of Semester Credit Hours Completed	416,316.00	432,344.00	444,079.00	450,768.00	457,723.00
5	Number of Semester Credit Hours	442,534.00	456,697.00	467,452.00	472,008.00	476,795.00

(1) - Formula funded strategies are not requested in 2014-15 because amounts are not determined by institutions.

3.A. Strategy Request
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

10/16/2012 10:33:17AM

730 University of Houston

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

Statewide Goal/Benchmark: 2 0
Service Categories:
Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014 ⁽¹⁾	BL 2015 ⁽¹⁾
6	Number of Students Enrolled as of the Twelfth Class Day	38,752.00	39,820.00	40,616.00	41,022.00	41,432.00
Objects of Expense:						
1001	SALARIES AND WAGES	\$53,651,926	\$52,755,103	\$53,173,149	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$3,183,322	\$3,130,112	\$3,154,915	\$0	\$0
1005	FACULTY SALARIES	\$109,941,750	\$108,104,010	\$108,960,656	\$0	\$0
1010	PROFESSIONAL SALARIES	\$431,417	\$424,205	\$427,567	\$0	\$0
2001	PROFESSIONAL FEES AND SERVICES	\$279,817	\$275,140	\$277,320	\$0	\$0
2002	FUELS AND LUBRICANTS	\$44,314	\$43,574	\$43,919	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$691,298	\$679,742	\$685,129	\$0	\$0
2004	UTILITIES	\$326,684	\$321,223	\$626,768	\$0	\$0
2005	TRAVEL	\$1,782	\$1,753	\$1,767	\$0	\$0
2006	RENT - BUILDING	\$120	\$118	\$119	\$0	\$0
2007	RENT - MACHINE AND OTHER	\$128,089	\$125,948	\$126,946	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$1,080,887	\$1,625,293	\$756,243	\$0	\$0
3001	CLIENT SERVICES	\$91,089	\$89,566	\$90,276	\$0	\$0
5000	CAPITAL EXPENDITURES	\$292,083	\$287,201	\$289,477	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$170,144,578	\$167,862,988	\$168,614,251	\$0	\$0

(1) - Formula funded strategies are not requested in 2014-15 because amounts are not determined by institutions.

730 University of Houston						
GOAL:	1	Provide Instructional and Operations Support	Statewide Goal/Benchmark: 2 0			
OBJECTIVE:	1	Provide Instructional and Operations Support	Service Categories:			
STRATEGY:	1	Operations Support	Service: 19 Income: A.2 Age: B.3			
CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014 ⁽¹⁾	BL 2015 ⁽¹⁾
Method of Financing:						
1	General Revenue Fund	\$111,440,894	\$99,774,114	\$103,241,987	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$111,440,894	\$99,774,114	\$103,241,987	\$0	\$0
Method of Financing:						
704	Bd Authorized Tuition Inc	\$15,045,810	\$14,579,650	\$14,042,115	\$0	\$0
770	Est Oth Educ & Gen Inco	\$43,657,874	\$53,509,224	\$51,330,149	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$58,703,684	\$68,088,874	\$65,372,264	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$170,144,578	\$167,862,988	\$168,614,251	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:		2,150.2	2,149.7	2,136.0	2,383.6	2,383.6

STRATEGY DESCRIPTION AND JUSTIFICATION:

The Instruction and Operations Formula provides funding for faculty salaries, departmental operating expense, library, instructional administration, research enhancement, student services and institutional support. The funds are distributed on a weighted semester credit hour basis. The rate per weighted semester credit hour is established by the Legislature each biennium.

(1) - Formula funded strategies are not requested in 2014-15 because amounts are not determined by institutions.

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

Statewide Goal/Benchmark: 2 0
Service Categories:
Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	\$8,781,513	\$8,195,891	\$8,692,543	\$8,692,543	\$8,692,543
TOTAL, OBJECT OF EXPENSE		\$8,781,513	\$8,195,891	\$8,692,543	\$8,692,543	\$8,692,543
Method of Financing:						
770	Est Oth Educ & Gen Inco	\$8,781,513	\$8,195,891	\$8,692,543	\$8,692,543	\$8,692,543
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$8,781,513	\$8,195,891	\$8,692,543	\$8,692,543	\$8,692,543
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$8,692,543	\$8,692,543
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$8,781,513	\$8,195,891	\$8,692,543	\$8,692,543	\$8,692,543

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

The strategy funds the Worker's Compensation payments related to Educational and General funds.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

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GOAL: 1 Provide Instructional and Operations Support
OBJECTIVE: 1 Provide Instructional and Operations Support
STRATEGY: 4 Workers' Compensation Insurance

Statewide Goal/Benchmark: 2 0
Service Categories:
Service: NA Income: NA Age: NA

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	\$496,215	\$387,259	\$349,930	\$349,930	\$349,930
TOTAL, OBJECT OF EXPENSE		\$496,215	\$387,259	\$349,930	\$349,930	\$349,930
Method of Financing:						
1	General Revenue Fund	\$491,131	\$349,930	\$349,930	\$349,930	\$349,930
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$491,131	\$349,930	\$349,930	\$349,930	\$349,930
Method of Financing:						
770	Est Oth Educ & Gen Inco	\$5,084	\$37,329	\$0	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$5,084	\$37,329	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$349,930	\$349,930
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$496,215	\$387,259	\$349,930	\$349,930	\$349,930
FULL TIME EQUIVALENT POSITIONS:						

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

Statewide Goal/Benchmark: 2 0
Service Categories:
Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	\$6,952,523	\$7,021,101	\$7,159,248	\$7,374,025	\$7,447,766
TOTAL, OBJECT OF EXPENSE		\$6,952,523	\$7,021,101	\$7,159,248	\$7,374,025	\$7,447,766
Method of Financing:						
770	Est Oth Educ & Gen Inco	\$6,952,523	\$7,021,101	\$7,159,248	\$7,374,025	\$7,447,766
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$6,952,523	\$7,021,101	\$7,159,248	\$7,374,025	\$7,447,766
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$7,374,025	\$7,447,766
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$6,952,523	\$7,021,101	\$7,159,248	\$7,374,025	\$7,447,766

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy represents tuition set aside for the Texas Public Education Grants program as required by Section 56.033 of the Texas Education Code.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

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GOAL:	2	Provide Infrastructure Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	1	Provide Operation and Maintenance of E&G Space	Service Categories:		
STRATEGY:	1	Educational and General Space Support	Service: 10	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014 ⁽¹⁾	BL 2015 ⁽¹⁾
Efficiency Measures:						
1	Space Utilization Rate of Classrooms	36.00	35.00	35.00	35.00	36.00
2	Space Utilization Rate of Labs	27.00	26.00	26.00	27.00	27.00
Objects of Expense:						
1001	SALARIES AND WAGES	\$6,719,333	\$6,179,165	\$7,425,236	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$68,301	\$62,810	\$0	\$0	\$0
2001	PROFESSIONAL FEES AND SERVICES	\$4,833	\$4,444	\$0	\$0	\$0
2002	FUELS AND LUBRICANTS	\$74,323	\$68,348	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$828,002	\$761,439	\$0	\$0	\$0
2004	UTILITIES	\$92,535	\$85,096	\$0	\$0	\$0
2006	RENT - BUILDING	\$1,381	\$1,270	\$0	\$0	\$0
2007	RENT - MACHINE AND OTHER	\$8,431	\$7,753	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$865,920	\$796,309	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$8,663,059	\$7,966,634	\$7,425,236	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$8,663,059	\$7,966,634	\$7,425,236	\$0	\$0

(1) - Formula funded strategies are not requested in 2014-15 because amounts are not determined by institutions.

730 University of Houston

GOAL:	2	Provide Infrastructure Support	Statewide Goal/Benchmark:			2	0
OBJECTIVE:	1	Provide Operation and Maintenance of E&G Space	Service Categories:				
STRATEGY:	1	Educational and General Space Support	Service: 10		Income: A.2		Age: B.3
					(1)		(1)
CODE	DESCRIPTION		Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)			\$8,663,059	\$7,966,634	\$7,425,236	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)						\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)			\$8,663,059	\$7,966,634	\$7,425,236	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:			248.1	226.0	226.0	0.0	0.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

This is an item generated by a variety of formulas including replacement cost of buildings, gross square footage of educational, general and service buildings, fall student headcount and employee headcount. It covers salaries, wages, supplies, travel, equipment and other operating expenses to maintain campus property--including land and buildings. It also provides for physical plant administration and planning, and associated purchase and delivery of electricity, natural gas, or other energy sources, including steam and chilled water. This strategy request includes the direct cost of utility plant operations, purchase of water and wastewater services, and any debt service directly related to utilities operations. This does not include cost of utilities for auxiliary enterprises.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

(1) - Formula funded strategies are not requested in 2014-15 because amounts are not determined by institutions.

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GOAL:	2	Provide Infrastructure Support	Statewide Goal/Benchmark:	2	0
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 2011	Est 2012	Bud 2013	BL 2014	BL 2015
Objects of Expense:						
2008	DEBT SERVICE	\$6,625,840	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$4,060,890	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$10,686,730	\$0	\$0	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$10,686,730	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$10,686,730	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$10,686,730	\$0	\$0	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:					0.0	0.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

While the principal and interest debt service for new tuition revenue bonds is being requested here, any amounts appropriated should be at UH System Administration.

Interest rate assumptions used for Debt Service Estimates at 6% for 20 years as provided by Texas Public Finance Authority.

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GOAL: 3 Provide Special Item Support
OBJECTIVE: 2 Research Special Item Support
STRATEGY: 1 Complex Systems Research Cluster

Statewide Goal/Benchmark: 2 0
Service Categories:
Service: 21 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
Objects of Expense:						
1001	SALARIES AND WAGES	\$696,210	\$597,397	\$582,527	\$582,527	\$582,527
1002	OTHER PERSONNEL COSTS	\$3,129	\$2,658	\$2,618	\$2,618	\$2,618
1005	FACULTY SALARIES	\$51,583	\$44,262	\$43,160	\$43,160	\$43,160
1010	PROFESSIONAL SALARIES	\$15,236	\$13,074	\$12,748	\$12,748	\$12,748
2001	PROFESSIONAL FEES AND SERVICES	\$11,414	\$9,794	\$9,550	\$9,550	\$9,550
2004	UTILITIES	\$9,502	\$8,153	\$7,950	\$7,950	\$7,950
2005	TRAVEL	\$416	\$357	\$348	\$348	\$348
2009	OTHER OPERATING EXPENSE	\$21,910	\$18,800	\$18,332	\$18,332	\$18,332
5000	CAPITAL EXPENDITURES	\$15,259	\$13,093	\$12,767	\$12,767	\$12,767
TOTAL, OBJECT OF EXPENSE		\$824,659	\$707,588	\$690,000	\$690,000	\$690,000
Method of Financing:						
1	General Revenue Fund	\$824,659	\$690,000	\$690,000	\$690,000	\$690,000
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$824,659	\$690,000	\$690,000	\$690,000	\$690,000
Method of Financing:						
770	Est Oth Educ & Gen Inco	\$0	\$17,588	\$0	\$0	\$0

730 University of Houston

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	2	Research Special Item Support	Service Categories:		
STRATEGY:	1	Complex Systems Research Cluster	Service: 21	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$0	\$17,588	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$690,000	\$690,000
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$824,659	\$707,588	\$690,000	\$690,000	\$690,000
FULL TIME EQUIVALENT POSITIONS:		13.1	10.0	10.0	10.0	10.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

As part of its drive to become a nationally recognized tier-one research university, the University of Houston has established a goal of increasing research expenditures to \$150M. To reach this level of productivity, UH is investing in its research programs in complex systems – the application of advanced computer, network and database technologies to address some of the nation’s most important challenges. At UH, scientists are incorporating the traditional disciplines of computer science, biology, chemistry, geology, engineering, and psychology among others into complex systems that address such diverse issues as air quality, homeland security, student learning, and space operations. Major UH programs conducting complex systems research include the Texas Learning and Computation Center; the Texas Institute for Measurement, Evaluation and Statistic; and the National Center for Airborne Laser Mapping. Investments in UH’s complex systems research programs enables the university to leverage external funding from industry and the federal government. In FY 2011, the university’s total research expenditures in complex systems totaled \$9 million.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

730 University of Houston

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	2	Research Special Item Support	Service Categories:		
STRATEGY:	1	Complex Systems Research Cluster	Service:	21	Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
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The state of Texas has recognized that increasing the number of nationally competitive Tier One research universities is critical to the state's economic future. With more Tier One universities, Texas will draw more top students, scientists and scholars to the state; improve the quality of its workforce, particularly in the sciences and engineering; and facilitate research partnerships with industry that lead to economic development. Last year, the Carnegie Foundation for the Advancement of Teaching classified the University of Houston as a Tier One research institution for the first time (joining UT-Austin, Texas A&M and Rice as the only other universities in Texas to hold this distinction). This achievement would not have been possible without strong financial support from the state, including funding for the university's complex systems research programs appropriated through this special item.

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GOAL: 3 Provide Special Item Support
OBJECTIVE: 2 Research Special Item Support
STRATEGY: 2 Energy Research Cluster

Statewide Goal/Benchmark: 2 0
Service Categories:
Service: NA Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
Objects of Expense:						
1001	SALARIES AND WAGES	\$1,311,100	\$1,596,476	\$1,596,476	\$1,596,476	\$1,596,476
1002	OTHER PERSONNEL COSTS	\$25,141	\$30,613	\$30,613	\$30,613	\$30,613
1005	FACULTY SALARIES	\$506,239	\$616,428	\$616,428	\$616,428	\$616,428
1010	PROFESSIONAL SALARIES	\$675,514	\$822,547	\$822,547	\$822,547	\$822,547
2001	PROFESSIONAL FEES AND SERVICES	\$40,968	\$49,885	\$49,885	\$49,885	\$49,885
2003	CONSUMABLE SUPPLIES	\$10,082	\$12,276	\$12,276	\$12,276	\$12,276
2004	UTILITIES	\$19,110	\$23,270	\$23,270	\$23,270	\$23,270
2005	TRAVEL	\$29,268	\$35,639	\$35,639	\$35,639	\$35,639
2006	RENT - BUILDING	\$28,634	\$34,867	\$34,867	\$34,867	\$34,867
2007	RENT - MACHINE AND OTHER	\$730	\$889	\$889	\$889	\$889
2009	OTHER OPERATING EXPENSE	\$229,787	\$279,802	\$279,802	\$279,802	\$279,802
3001	CLIENT SERVICES	\$1,208	\$1,471	\$1,471	\$1,471	\$1,471
5000	CAPITAL EXPENDITURES	\$52,015	\$63,337	\$63,337	\$63,337	\$63,337
TOTAL, OBJECT OF EXPENSE		\$2,929,796	\$3,567,500	\$3,567,500	\$3,567,500	\$3,567,500
Method of Financing:						
1	General Revenue Fund	\$2,929,796	\$3,567,500	\$3,567,500	\$3,567,500	\$3,567,500

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GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	2	Research Special Item Support	Service Categories:		
STRATEGY:	2	Energy Research Cluster	Service: NA	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$2,929,796	\$3,567,500	\$3,567,500	\$3,567,500	\$3,567,500
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$3,567,500	\$3,567,500
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,929,796	\$3,567,500	\$3,567,500	\$3,567,500	\$3,567,500
FULL TIME EQUIVALENT POSITIONS:		37.3	38.0	38.0	38.0	38.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

As part of its drive to become a nationally recognized tier-one research university, the University of Houston has established a goal of increasing research expenditures to \$150M. To reach this level of productivity, UH is investing in its energy research programs, which represent one of the university's major areas of research strength. Located in the center of the world's energy industry, UH has built partnerships with international energy companies and developed research programs that focus not only on oil and gas but on electricity, alternative energy sources, conservation and air quality. Signature UH energy programs include the Texas Center for Superconductivity, the TcSUH Applied Research Hub, the Center for Advanced Materials, the Texas Diesel Testing and Research Center, and the Energy Research Park – a 64-acre complex that serves as the cornerstone for UH's academic/research programs, industrial partnerships, professional training, and economic development activities related to energy. Investments in UH's energy programs enables the university to leverage external funding from industry and the federal government. In FY 2011, the university's total research expenditures in energy programs totaled \$43 million.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

730 University of Houston

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	2	Research Special Item Support	Service Categories:		
STRATEGY:	2	Energy Research Cluster	Service: NA	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
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The state of Texas has recognized that increasing the number of nationally competitive Tier One research universities is critical to the state's economic future. With more Tier One universities, Texas will draw more top students, scientists and scholars to the state; improve the quality of its workforce, particularly in the sciences and engineering; and facilitate research partnerships with industry that lead to economic development. Last year, the Carnegie Foundation for the Advancement of Teaching classified the University of Houston as a Tier One research institution for the first time (joining UT-Austin, Texas A&M and Rice as the only other universities in Texas to hold this distinction). This achievement would not have been possible without strong financial support from the state, including funding for the university's energy research programs appropriated through this special item.

730 University of Houston

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	3	Public Service Special Item Support	Service Categories:		
STRATEGY:	1	University of Houston Small Business Development Center	Service:	13	Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
Objects of Expense:						
1001	SALARIES AND WAGES	\$2,309,539	\$2,505,071	\$2,531,497	\$2,531,497	\$2,531,497
1005	FACULTY SALARIES	\$79,818	\$86,576	\$159,050	\$159,050	\$159,050
1010	PROFESSIONAL SALARIES	\$142,076	\$154,105	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$35,929	\$38,971	\$0	\$0	\$0
2004	UTILITIES	\$55,067	\$59,729	\$0	\$0	\$0
2007	RENT - MACHINE AND OTHER	\$26,389	\$28,623	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$182,197	\$197,622	\$380,150	\$380,150	\$380,150
TOTAL, OBJECT OF EXPENSE		\$2,831,015	\$3,070,697	\$3,070,697	\$3,070,697	\$3,070,697
Method of Financing:						
1	General Revenue Fund	\$2,831,015	\$3,070,697	\$3,070,697	\$3,070,697	\$3,070,697
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$2,831,015	\$3,070,697	\$3,070,697	\$3,070,697	\$3,070,697
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$3,070,697	\$3,070,697
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,831,015	\$3,070,697	\$3,070,697	\$3,070,697	\$3,070,697
FULL TIME EQUIVALENT POSITIONS:		42.4	42.0	42.0	42.0	42.0

730 University of Houston

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	3	Public Service Special Item Support	Service Categories:		
STRATEGY:	1	University of Houston Small Business Development Center	Service:	13	Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
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STRATEGY DESCRIPTION AND JUSTIFICATION:

The University of Houston Small Business Development Center was established in 1984 under a cooperative agreement with the US Small Business Administration. As one of the preeminent SBDCs in the country and a flagship of small business assistance in Texas, the UH SBDC's central focus is providing quality assistance to the small business community by increasing growth and survivability. The UH SBDC accomplishes its mission by providing free one-on-one business counseling, low-cost business seminars, government procurement assistance, international trade, and technology development. The UH SBDC has had a very successful positive economic impact on Houston and the surrounding communities, particularly in the area of job creation. An annual independent impact study completed in 2011 for businesses assisted in 2009 showed that clients who received five or more hours of counseling from the SBDC generated over \$339.1 million in new sales and approximately 3,811 new jobs. In addition, the same survey indicated that SBDC assistance helped clients obtain \$244.3 million in start-up and expansion capital, and generate new tax revenues of \$40.6 million.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

730 University of Houston

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	3	Public Service Special Item Support	Service Categories:		
STRATEGY:	1	University of Houston Small Business Development Center	Service: 13	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
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The Small Business Development Center special line item funding is used as cash match to federal contracts and without this funding from the State, over \$2.2 million in Federal funds and approximately \$1.6 million in other local community funds and program income would be lost annually. State and local economic impact in terms of job creation and tax revenues due to the loss of SBDC services would be felt in the Houston area as well as in the surrounding communities served by our 11 network partners such as Angelina College, Blinn College, Brazosport College, Lamar State College, and San Jacinto College, and who are funded by UH through our SBA cooperative agreement.

The loss of SBDC services to the Houston and Gulf Coast business communities would have a dramatic negative impact as ten of thousands of start-up entrepreneurs and existing business owners would be unable to access low-cost professional business services. Based on historical data, sales growth, job creation, and capital expansion would be significantly reduced with a major loss being in the inner city. The combination of the above factors would cause declining tax revenues and job expansion with our two most recent impact studies suggesting possible cumulative loss of approximately \$74 million in tax revenues as well as 6,684 new jobs over the biennium.

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GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	3	Public Service Special Item Support	Service Categories:		
STRATEGY:	2	Health Sciences Research Cluster	Service: 21	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
Objects of Expense:						
1001	SALARIES AND WAGES	\$1,678,647	\$1,340,024	\$1,340,024	\$1,340,024	\$1,340,024
1002	OTHER PERSONNEL COSTS	\$14,437	\$11,525	\$11,525	\$11,525	\$11,525
1005	FACULTY SALARIES	\$314,261	\$250,867	\$250,867	\$250,867	\$250,867
1010	PROFESSIONAL SALARIES	\$472,159	\$376,914	\$376,914	\$376,914	\$376,914
2001	PROFESSIONAL FEES AND SERVICES	\$20,870	\$16,660	\$16,660	\$16,660	\$16,660
2003	CONSUMABLE SUPPLIES	\$7,194	\$5,743	\$5,743	\$5,743	\$5,743
2004	UTILITIES	\$28,054	\$22,395	\$22,395	\$22,395	\$22,395
2005	TRAVEL	\$21,299	\$17,002	\$17,002	\$17,002	\$17,002
2007	RENT - MACHINE AND OTHER	\$521	\$416	\$416	\$416	\$416
2009	OTHER OPERATING EXPENSE	\$184,307	\$147,128	\$147,128	\$147,128	\$147,128
3001	CLIENT SERVICES	\$862	\$688	\$688	\$688	\$688
5000	CAPITAL EXPENDITURES	\$35,248	\$28,138	\$28,138	\$28,138	\$28,138
TOTAL, OBJECT OF EXPENSE		\$2,777,859	\$2,217,500	\$2,217,500	\$2,217,500	\$2,217,500
Method of Financing:						
1	General Revenue Fund	\$2,777,859	\$2,217,500	\$2,217,500	\$2,217,500	\$2,217,500
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$2,777,859	\$2,217,500	\$2,217,500	\$2,217,500	\$2,217,500

730 University of Houston

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	3	Public Service Special Item Support	Service Categories:		
STRATEGY:	2	Health Sciences Research Cluster	Service: 21	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$2,217,500	\$2,217,500
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,777,859	\$2,217,500	\$2,217,500	\$2,217,500	\$2,217,500
FULL TIME EQUIVALENT POSITIONS:		39.7	40.0	40.0	40.0	40.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

As part of its drive to become a nationally recognized Tier One research university, the University of Houston has established a goal of increasing research expenditures to \$150M. To reach this level of productivity, UH is investing in its health sciences research programs, which represent one of the university's major areas of research strength. Located in one of the world's premier cities for health care and research, UH has developed strong research partnerships with other member institutions of the Texas Medical Center, launched a new program in Biomedical Engineering, and will open a new Biomedical and Health Sciences Building in fall 2012. Major UH programs conducting health-related research include the Texas Center for Superconductivity, the Center for Advanced Materials, the Texas Learning and Computation Center, and the Health Law and Policy Institute, in addition to UH's Colleges of Optometry and Pharmacy. Investments in UH's health sciences programs enables the university to leverage external funding from industry and the federal government. In FY 2011, the university's total research expenditures in the health sciences totaled \$52 million.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

730 University of Houston

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	3	Public Service Special Item Support	Service Categories:		
STRATEGY:	2	Health Sciences Research Cluster	Service: 21	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
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The state of Texas has recognized that increasing the number of nationally competitive Tier One research universities is critical to the state's economic future. With more Tier One universities, Texas will draw more top students, scientists and scholars to the state; improve the quality of its workforce, particularly in the sciences and engineering; and facilitate research partnerships with industry that lead to economic development. Last year, the Carnegie Foundation for the Advancement of Teaching classified the University of Houston as a Tier One research institution for the first time (joining UT-Austin, Texas A&M and Rice as the only other universities in Texas to hold this distinction). This achievement would not have been possible without strong financial support from the state, including funding for the university's health sciences research programs appropriated through this special item.

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GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	3	Public Service Special Item Support	Service Categories:		
STRATEGY:	3	Education and Community Advancement	Service: 18	Income: A.2	Age: B.1

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
Objects of Expense:						
1001	SALARIES AND WAGES	\$1,394,671	\$847,896	\$847,896	\$847,896	\$847,896
1002	OTHER PERSONNEL COSTS	\$18,142	\$11,030	\$11,030	\$11,030	\$11,030
1005	FACULTY SALARIES	\$206,358	\$125,456	\$125,456	\$125,456	\$125,456
1010	PROFESSIONAL SALARIES	\$189,486	\$115,199	\$115,199	\$115,199	\$115,199
2003	CONSUMABLE SUPPLIES	\$4,181	\$2,542	\$2,542	\$2,542	\$2,542
2004	UTILITIES	\$6,314	\$3,839	\$3,839	\$3,839	\$3,839
2007	RENT - MACHINE AND OTHER	\$19,441	\$11,819	\$11,819	\$11,819	\$11,819
2009	OTHER OPERATING EXPENSE	\$48,961	\$29,766	\$29,765	\$29,765	\$29,765
5000	CAPITAL EXPENDITURES	\$6,518	\$3,963	\$3,963	\$3,963	\$3,963
TOTAL, OBJECT OF EXPENSE		\$1,894,072	\$1,151,510	\$1,151,509	\$1,151,509	\$1,151,509
Method of Financing:						
1	General Revenue Fund	\$1,894,072	\$1,151,510	\$1,151,509	\$1,151,509	\$1,151,509
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$1,894,072	\$1,151,510	\$1,151,509	\$1,151,509	\$1,151,509

730 University of Houston

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	3	Public Service Special Item Support	Service Categories:		
STRATEGY:	3	Education and Community Advancement	Service: 18	Income: A.2	Age: B.1

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$1,151,509	\$1,151,509
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$1,894,072	\$1,151,510	\$1,151,509	\$1,151,509	\$1,151,509
FULL TIME EQUIVALENT POSITIONS:		29.7	30.0	30.0	30.0	30.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

As part of its drive to become a nationally recognized tier-one research university, the University of Houston has established a goal of increasing research expenditures to \$150M. To reach this level of productivity, UH must invest in its education and community advancement programs. As Texas' premier metropolitan research university, UH has developed research and outreach programs that address the major challenges facing our cities and state. Specific areas of expertise include economic development; social issues such as substance abuse, aging, immigration, child welfare, health services and homelessness; and all levels of education. In 2008, UH was recognized by the Carnegie Foundation for the Advancement of Teaching with its highest designation for community engagement. Signature programs at UH include the Health Law and Policy Institute, the Hobby Center for Public Policy, and the Texas Institute for Measurement, Evaluation and Statistics (TIMES), which focuses on the evaluation and improvement of the English reading skills of elementary school students for whom English is not their first language. Investments in UH's education and community advancement research programs enables the university to leverage funding from external sources, including the federal government. In FY 2011, the university's total research expenditures in education and community advancement totaled \$32 million.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

730 University of Houston

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	3	Public Service Special Item Support	Service Categories:		
STRATEGY:	3	Education and Community Advancement	Service:	18	Income: A.2 Age: B.1

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
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The state of Texas has recognized that increasing the number of nationally competitive Tier One research universities is critical to the state's economic future. With more Tier One universities, Texas will draw more top students, scientists and scholars to the state; improve the quality of its workforce, particularly in the sciences and engineering; and facilitate research partnerships with industry that lead to economic development. Last year, the Carnegie Foundation for the Advancement of Teaching classified the University of Houston as a Tier One research institution for the first time (joining UT-Austin, Texas A&M and Rice as the only other universities in Texas to hold this distinction). This achievement would not have been possible without strong financial support from the state, including funding for the university's education and community advancement programs appropriated through this special item.

730 University of Houston

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	3	0
OBJECTIVE:	4	Institutional Support Special Item Support	Service Categories:		
STRATEGY:	1	Institutional Enhancement	Service: 19	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
Objects of Expense:						
1001	SALARIES AND WAGES	\$0	\$0	\$0	\$3,387,201	\$3,387,201
TOTAL, OBJECT OF EXPENSE		\$0	\$0	\$0	\$3,387,201	\$3,387,201
Method of Financing:						
1	General Revenue Fund	\$0	\$0	\$0	\$3,387,201	\$3,387,201
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$0	\$0	\$0	\$3,387,201	\$3,387,201
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$3,387,201	\$3,387,201
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$0	\$0	\$0	\$3,387,201	\$3,387,201

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

Institutional enhancement funding is being allocated to initiatives that enhance the academic success of the University of Houston's diverse student body – the Mexican-American and African-American Studies programs. These programs emphasize teaching, research, recruitment and retention of students who come from Hispanic and African-American communities. Institutional enhancement resources are also being used to support the University Eye Institute, which provides non-reimbursed vision care to medically-indigent patients in the Houston area.

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GOAL:	6	Research Funds	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	1	Research Development Fund	Service Categories:		
STRATEGY:	1	Research Development Fund	Service: 21	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014 ⁽²⁾	BL 2015 ⁽²⁾
Objects of Expense:						
1001	SALARIES AND WAGES	\$1,192,371	\$839,237	\$839,237	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$1,634	\$1,150	\$1,150	\$0	\$0
1010	PROFESSIONAL SALARIES	\$396,008	\$278,726	\$278,726	\$0	\$0
2001	PROFESSIONAL FEES AND SERVICES	\$35,771	\$25,177	\$25,177	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$769,518	\$541,617	\$541,617	\$0	\$0
2004	UTILITIES	\$11,773	\$8,286	\$8,286	\$0	\$0
2007	RENT - MACHINE AND OTHER	\$4,918	\$3,461	\$3,461	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$784,846	\$552,405	\$552,405	\$0	\$0
3001	CLIENT SERVICES	\$2,347,962	\$1,652,587	\$1,652,587	\$0	\$0
5000	CAPITAL EXPENDITURES	\$2,060,257	\$1,450,090	\$1,450,090	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$7,605,058	\$5,352,736	\$5,352,736	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$6,380,651	\$5,352,736	\$5,352,736	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$6,380,651	\$5,352,736	\$5,352,736	\$0	\$0

Method of Financing:

(2) - Research fund strategies are not requested because amounts are not determined by institutions.

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GOAL:	6	Research Funds				Statewide Goal/Benchmark:	2	0
OBJECTIVE:	1	Research Development Fund				Service Categories:		
STRATEGY:	1	Research Development Fund				Service: 21	Income: A.2	Age: B.3
						(2)		(2)
CODE	DESCRIPTION		Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015	
770	Est Oth Educ & Gen Inco		\$1,224,407	\$0	\$0	\$0	\$0	
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)			\$1,224,407	\$0	\$0	\$0	\$0	
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)						\$0	\$0	
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)			\$7,605,058	\$5,352,736	\$5,352,736	\$0	\$0	
FULL TIME EQUIVALENT POSITIONS:			25.4	21.6	21.6	0.0	0.0	

STRATEGY DESCRIPTION AND JUSTIFICATION:

The Research Development Fund is distributed among eligible institutions based on the average amount of restricted research funds expended by each institution per year for the three preceding fiscal years. The purpose of these funds is to promote research capacity.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

(2) - Research fund strategies are not requested because amounts are not determined by institutions.

730 University of Houston						
GOAL:	6	Research Funds			Statewide Goal/Benchmark:	2 13
OBJECTIVE:	2	Competitive Knowledge Fund			Service Categories:	
STRATEGY:	1	Competitive Knowledge Fund			Service: 19	Income: A.2 Age: B.3
CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014 ⁽²⁾	BL 2015 ⁽²⁾
Objects of Expense:						
1005	FACULTY SALARIES	\$4,535,210	\$3,061,979	\$3,061,979	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$4,535,210	\$3,061,979	\$3,061,979	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$4,535,210	\$3,061,979	\$3,061,979	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$4,535,210	\$3,061,979	\$3,061,979	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$4,535,210	\$3,061,979	\$3,061,979	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:					0.0	0.0
STRATEGY DESCRIPTION AND JUSTIFICATION:						
The purpose of the Texas Competitive Knowledge fund is to support faculty for the purpose of instructional excellence and research.						
EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:						

(2) - Research fund strategies are not requested because amounts are not determined by institutions.

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	\$229,122,287	\$210,563,383	\$211,353,129	\$30,500,905	\$30,574,646
METHODS OF FINANCE (INCLUDING RIDERS):				\$30,500,905	\$30,574,646
METHODS OF FINANCE (EXCLUDING RIDERS):	\$229,122,287	\$210,563,383	\$211,353,129	\$30,500,905	\$30,574,646
FULL TIME EQUIVALENT POSITIONS:	2,585.9	2,557.3	2,543.6	2,543.6	2,543.6

(2) - Research fund strategies are not requested because amounts are not determined by institutions.

4.A. Exceptional Item Request Schedule
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Agency code: **730**

Agency name:

University of Houston

CODE	DESCRIPTION		Excp 2014	Excp 2015
	Item Name:	College of Pharmacy Equity Funding		
	Item Priority:	1		
	Includes Funding for the Following Strategy or Strategies:	03-05-01 Exceptional Item Request		
OBJECTS OF EXPENSE:				
1001	SALARIES AND WAGES		3,700,000	3,700,000
1002	OTHER PERSONNEL COSTS		234,000	234,000
2009	OTHER OPERATING EXPENSE		2,432,000	2,432,000
5000	CAPITAL EXPENDITURES		98,000	98,000
	TOTAL, OBJECT OF EXPENSE		\$6,464,000	\$6,464,000
METHOD OF FINANCING:				
1	General Revenue Fund		6,464,000	6,464,000
	TOTAL, METHOD OF FINANCING		\$6,464,000	\$6,464,000

DESCRIPTION / JUSTIFICATION:

Currently, Pharmacy programs funded through the formula for General Academic Institutions (University of Houston, UT-Austin, Texas Southern University) receive fewer resources on a per student basis (than Pharmacy programs funded through the formula for Health-Related Institutions (Texas Tech, Texas A&M, University of North Texas). When added to resources appropriated through the formula for General Academic Institutions, funding for this exceptional item would provide the UH College of Pharmacy with resources equivalent to those received by the Pharmacy programs funded as Health-Related Institutions.

EXTERNAL/INTERNAL FACTORS:

The University of Houston College of Pharmacy, like its counterparts at UT-Austin and Texas Southern University, is an essential health care institution in the state of Texas. The UH College of Pharmacy has been a member of the Texas Medical Center (TMC) for over 30 years, delivering essential pharmaceutical services throughout the TMC and collaborating with world-class researchers in order to develop new life-saving therapies. In addition, UH Pharmacy students are training in a multidisciplinary approach with colleagues from medicine, nursing, and other allied health programs located within the TMC. Students and faculty also reach out to the Houston community in many important ways. For example, last year they provided 12,000 at-risk patients with H1N1 vaccinations.

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Agency code: **730**

Agency name:

University of Houston

CODE	DESCRIPTION		Excp 2014	Excp 2015
	Item Name:	Tier-One Initiative - Energy Research		
	Item Priority:	2		
	Includes Funding for the Following Strategy or Strategies:	03-02-02 Energy Research Cluster		
OBJECTS OF EXPENSE:				
1001	SALARIES AND WAGES		400,000	400,000
1002	OTHER PERSONNEL COSTS		400,000	400,000
1005	FACULTY SALARIES		1,200,000	1,200,000
2009	OTHER OPERATING EXPENSE		1,000,000	1,000,000
5000	CAPITAL EXPENDITURES		2,000,000	2,000,000
	TOTAL, OBJECT OF EXPENSE		\$5,000,000	\$5,000,000
METHOD OF FINANCING:				
1	General Revenue Fund		5,000,000	5,000,000
	TOTAL, METHOD OF FINANCING		\$5,000,000	\$5,000,000
FULL-TIME EQUIVALENT POSITIONS (FTE):			20.00	20.00

DESCRIPTION / JUSTIFICATION:

As part of its drive to become a nationally recognized tier-one research university, the University of Houston has established a goal of increasing research expenditures to \$150M. To reach this level of productivity, UH is investing in its energy research programs, which represent one of the university's major areas of research strength. Exceptional item funding would be invested in one of the university's most promising and successful energy research programs: the Applied Research Hub at the Texas Center for Superconductivity (TcSUH). Based on discoveries originally made by TCSUH, scientists at the Applied Research Hub have developed superconducting wire that conducts electricity at much higher efficiency levels than traditional wire. This technology has the potential to revolutionize the transmission of electricity across the nation's power grid, as well as greatly improve the quality of electricity generation, by producing generators that produce 50% more power at less than half the weight and size of their conventional counterparts. Using the same manufacturing process, Applied Research Hub scientists are also developing electronic components (e.g., solar cells, solid state lighting, optoelectronics) that are superior in performance than standard models and require less expensive materials to fabricate (enhancing their commercial viability).

EXTERNAL/INTERNAL FACTORS:

The technologies being developed by the TcSUH Applied Research Hub hold enormous scientific and economic potential for the University of Houston and the state of Texas in terms of research funding and economic development. Over the past year, the Applied Research Hub has generated \$5 million in sponsored research grants, and if the technologies being developed prove viable for large-scale use, the revenue and new jobs generated from their manufacture and sale will be transformative for both UH and the regional economy.

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Agency code: **730**

Agency name:

University of Houston

CODE	DESCRIPTION		Excp 2014	Excp 2015
	Item Name:	Tier - One Initiative Complex Systems Research Cluster		
	Item Priority:	3		
	Includes Funding for the Following Strategy or Strategies:	03-02-01 Complex Systems Research Cluster		
OBJECTS OF EXPENSE:				
1001	SALARIES AND WAGES		600,000	600,000
1002	OTHER PERSONNEL COSTS		180,000	180,000
2009	OTHER OPERATING EXPENSE		420,000	420,000
5000	CAPITAL EXPENDITURES		2,800,000	2,800,000
	TOTAL, OBJECT OF EXPENSE		\$4,000,000	\$4,000,000
METHOD OF FINANCING:				
1	General Revenue Fund		4,000,000	4,000,000
	TOTAL, METHOD OF FINANCING		\$4,000,000	\$4,000,000
FULL-TIME EQUIVALENT POSITIONS (FTE):			8.00	8.00

DESCRIPTION / JUSTIFICATION:

As part of its drive to become a nationally recognized tier-one research university, the University of Houston has established a goal of increasing research expenditures to \$150M, part of which is to engage in translational research leading to the development of new technologies, businesses and jobs. To do so, UH is investing in its complex systems research programs, which represent one of the university's major areas of research strength. Exceptional item funding would be invested in "complex informatics," advanced computational and imaging technologies to support scientists and engineers in a wide array of endeavors, including: geo-mapping to precisely determine the location of oil reserves; cellular imaging to better understand systems biology; computer aided surgery; rehabilitation robotics to aid wounded veterans and disabled citizens; computational genomics and proteomics; systems engineering; and other areas that require high computational power and expertise from many areas of science, engineering, and other disciplines.

EXTERNAL/INTERNAL FACTORS:

The university's investment in complex informatics will benefit the university, region and state in numerous ways: (1) it will propel UH faculty to the next level of research success, not only in the field of complex systems, but in energy, the health sciences, and other disciplines; (2) it will facilitate training of the next generation of scientists and engineers, who, in turn, will create new businesses and jobs needed to fuel the regional state economies; (3) it will support the university's partnerships with major economic sectors in the Houston region, in particular the energy industry and the Texas Medical Center. For example, the University of Houston, in collaboration with The Methodist Hospital, has created multidisciplinary teams to train physicians for precise surgical procedures using interactive robotics.

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Agency code: **730**

Agency name:
University of Houston

CODE	DESCRIPTION		Excp 2014	Excp 2015
		Item Name: Tuition Revenue Bond Retirement		
		Item Priority: 4		
		Includes Funding for the Following Strategy or Strategies: 02-01-02 Tuition Revenue Bond Retirement		
OBJECTS OF EXPENSE:				
2008	DEBT SERVICE		0	13,949,529
	TOTAL, OBJECT OF EXPENSE		\$0	\$13,949,529
METHOD OF FINANCING:				
1	General Revenue Fund		0	13,949,529
	TOTAL, METHOD OF FINANCING		\$0	\$13,949,529

DESCRIPTION / JUSTIFICATION:

While the principal and interest debt service for new tuition revenue bonds is being requested here, any amounts appropriated should be at UH System Administration.
Interest rate assumptions used for Debt Service Estimates at 6% for 20 years as provided by Texas Public Finance Authority.

EXTERNAL/INTERNAL FACTORS:

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Agency code: **730**

Agency name:

University of Houston

CODE	DESCRIPTION		Excp 2014	Excp 2015
	Item Name:	Small Business Development Center		
	Item Priority:	5		
	Includes Funding for the Following Strategy or Strategies:	03-03-01 University of Houston Small Business Development Center		
OBJECTS OF EXPENSE:				
1001	SALARIES AND WAGES		385,000	385,000
2009	OTHER OPERATING EXPENSE		69,000	69,000
	TOTAL, OBJECT OF EXPENSE		\$454,000	\$454,000
METHOD OF FINANCING:				
1	General Revenue Fund		454,000	454,000
	TOTAL, METHOD OF FINANCING		\$454,000	\$454,000
FULL-TIME EQUIVALENT POSITIONS (FTE):			5.00	5.00

DESCRIPTION / JUSTIFICATION:

The UH SBDC proposes two major initiatives to maximize job creation:

(1) Business Technology Commercialization - We propose to expand our program to assist new and emerging Houston area and University based technology firms at all stages, from the identification of product development opportunities, to commercialization and the development of long-term business strategies. Additional objectives include: (1) attracting potential corporate users of University created technology; (2) matching early stage technology companies with potential angel investors and venture capitalists; (3) assisting University and community based researchers identify and apply for SBIR/STTR grants; and (4) mentoring University faculty and students in business and technology start-up companies.

(2) Export/ Import Assessment and Business Development Program - This program will be designed to assist small and medium sized businesses to enter and succeed in international markets. International trade experts will provide ongoing business consulting to Houston and southeast Texas business owners on the fundamentals of business strategies for exporting/importing, determining company readiness, global research, pricing, trade financing and payments, and market entry and distribution. Consultants will identify country specific opportunities and foster matching opportunities.

EXTERNAL/INTERNAL FACTORS:

The greater Houston area has a significant opportunity to enhance and grow a reputation for innovation in a broad range of technologies by developing an infrastructure that will promote scientists, researchers and inventors to use the University of Houston as a base for development of high tech products. Many Houston small and medium sized businesses also have great potential for growth through exporting to international markets, and specific needs exist to assist entrepreneurs navigate through the exporting and importing processes. In addition to the business consulting and training services that the SBDC provides, the University of Houston is host to valuable resources in law, technology, and research that can be used to create an applied academic program to benefit the faculty, students, and the business community.

4.B. Exceptional Items Strategy Allocation Schedule

83rd Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/16/2012**TIME: **10:33:18AM**Agency code: **730**Agency name: **University of Houston**

Code	Description	Excp 2014	Excp 2015
Item Name: College of Pharmacy Equity Funding			
Allocation to Strategy: 3-5-1 Exceptional Item Request			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	3,700,000	3,700,000
1002	OTHER PERSONNEL COSTS	234,000	234,000
2009	OTHER OPERATING EXPENSE	2,432,000	2,432,000
5000	CAPITAL EXPENDITURES	98,000	98,000
TOTAL, OBJECT OF EXPENSE		\$6,464,000	\$6,464,000
METHOD OF FINANCING:			
1	General Revenue Fund	6,464,000	6,464,000
TOTAL, METHOD OF FINANCING		\$6,464,000	\$6,464,000

4.B. Exceptional Items Strategy Allocation Schedule

83rd Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/16/2012**TIME: **10:33:18AM**Agency code: **730**Agency name: **University of Houston**

Code	Description	Excp 2014	Excp 2015
Item Name:		Tier-One Initiative - Energy Research	
Allocation to Strategy:		3-2-2 Energy Research Cluster	
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	400,000	400,000
1002	OTHER PERSONNEL COSTS	400,000	400,000
1005	FACULTY SALARIES	1,200,000	1,200,000
2009	OTHER OPERATING EXPENSE	1,000,000	1,000,000
5000	CAPITAL EXPENDITURES	2,000,000	2,000,000
TOTAL, OBJECT OF EXPENSE		\$5,000,000	\$5,000,000
METHOD OF FINANCING:			
1	General Revenue Fund	5,000,000	5,000,000
TOTAL, METHOD OF FINANCING		\$5,000,000	\$5,000,000
FULL-TIME EQUIVALENT POSITIONS (FTE):		20.0	20.0

4.B. Exceptional Items Strategy Allocation Schedule

83rd Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/16/2012**TIME: **10:33:18AM**Agency code: **730**Agency name: **University of Houston**

Code	Description	Excp 2014	Excp 2015
Item Name:		Tier - One Initiative Complex Systems Research Cluster	
Allocation to Strategy:		3-2-1 Complex Systems Research Cluster	
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	600,000	600,000
1002	OTHER PERSONNEL COSTS	180,000	180,000
2009	OTHER OPERATING EXPENSE	420,000	420,000
5000	CAPITAL EXPENDITURES	2,800,000	2,800,000
TOTAL, OBJECT OF EXPENSE		\$4,000,000	\$4,000,000
METHOD OF FINANCING:			
1	General Revenue Fund	4,000,000	4,000,000
TOTAL, METHOD OF FINANCING		\$4,000,000	\$4,000,000
FULL-TIME EQUIVALENT POSITIONS (FTE):		8.0	8.0

4.B. Exceptional Items Strategy Allocation Schedule
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/16/2012**
TIME: **10:33:18AM**

Agency code: 730		Agency name: University of Houston	
Code	Description	Excp 2014	Excp 2015
Item Name: Tuition Revenue Bond Retirement			
Allocation to Strategy: 2-1-2 Tuition Revenue Bond Retirement			
OBJECTS OF EXPENSE:			
2008	DEBT SERVICE	0	13,949,529
TOTAL, OBJECT OF EXPENSE		\$0	\$13,949,529
METHOD OF FINANCING:			
1	General Revenue Fund	0	13,949,529
TOTAL, METHOD OF FINANCING		\$0	\$13,949,529

4.B. Exceptional Items Strategy Allocation Schedule

83rd Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/16/2012**TIME: **10:33:18AM**Agency code: **730**Agency name: **University of Houston**

Code	Description	Excp 2014	Excp 2015
Item Name:			
Small Business Development Center			
Allocation to Strategy:			
3-3-1 University of Houston Small Business Development Center			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	385,000	385,000
2009	OTHER OPERATING EXPENSE	69,000	69,000
TOTAL, OBJECT OF EXPENSE		\$454,000	\$454,000
METHOD OF FINANCING:			
1	General Revenue Fund	454,000	454,000
TOTAL, METHOD OF FINANCING		\$454,000	\$454,000
FULL-TIME EQUIVALENT POSITIONS (FTE):		5.0	5.0

4.C. Exceptional Items Strategy Request
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/16/2012
TIME: 10:33:18AM

Agency Code:	730	Agency name:	University of Houston	
GOAL:	2 Provide Infrastructure Support	Statewide Goal/Benchmark:	2 - 0	
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	Excp 2014	Excp 2015
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OBJECTS OF EXPENSE:

2008 DEBT SERVICE	0	13,949,529
Total, Objects of Expense	\$0	\$13,949,529

METHOD OF FINANCING:

1 General Revenue Fund	0	13,949,529
Total, Method of Finance	\$0	\$13,949,529

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Tuition Revenue Bond Retirement

4.C. Exceptional Items Strategy Request
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/16/2012
TIME: 10:33:18AM

Agency Code:	730	Agency name:	University of Houston	
GOAL:	3 Provide Special Item Support	Statewide Goal/Benchmark:	2 - 0	
OBJECTIVE:	2 Research Special Item Support	Service Categories:		
STRATEGY:	1 Complex Systems Research Cluster	Service: 21	Income: A.2	Age: B.3

CODE	DESCRIPTION	Excp 2014	Excp 2015
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	600,000	600,000
1002	OTHER PERSONNEL COSTS	180,000	180,000
2009	OTHER OPERATING EXPENSE	420,000	420,000
5000	CAPITAL EXPENDITURES	2,800,000	2,800,000
Total, Objects of Expense		\$4,000,000	\$4,000,000

METHOD OF FINANCING:			
1	General Revenue Fund	4,000,000	4,000,000
Total, Method of Finance		\$4,000,000	\$4,000,000

FULL-TIME EQUIVALENT POSITIONS (FTE):	8.0	8.0
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EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Tier - One Initiative Complex Systems Research Cluster

4.C. Exceptional Items Strategy Request
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/16/2012
TIME: 10:33:18AM

Agency Code:	730	Agency name:	University of Houston	
GOAL:	3 Provide Special Item Support	Statewide Goal/Benchmark:	2 - 0	
OBJECTIVE:	2 Research Special Item Support	Service Categories:		
STRATEGY:	2 Energy Research Cluster	Service: NA	Income: A.2	Age: B.3

CODE	DESCRIPTION	Excp 2014	Excp 2015
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	400,000	400,000
1002	OTHER PERSONNEL COSTS	400,000	400,000
1005	FACULTY SALARIES	1,200,000	1,200,000
2009	OTHER OPERATING EXPENSE	1,000,000	1,000,000
5000	CAPITAL EXPENDITURES	2,000,000	2,000,000
Total, Objects of Expense		\$5,000,000	\$5,000,000

METHOD OF FINANCING:			
1	General Revenue Fund	5,000,000	5,000,000
Total, Method of Finance		\$5,000,000	\$5,000,000

FULL-TIME EQUIVALENT POSITIONS (FTE):	20.0	20.0
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EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Tier-One Initiative - Energy Research

4.C. Exceptional Items Strategy Request
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/16/2012
TIME: 10:33:18AM

Agency Code: **730** Agency name: **University of Houston**

GOAL: 3 Provide Special Item Support Statewide Goal/Benchmark: 2 - 0
OBJECTIVE: 3 Public Service Special Item Support Service Categories:
STRATEGY: 1 University of Houston Small Business Development Center Service: 13 Income: A.2 Age: B.3

CODE	DESCRIPTION	Excp 2014	Excp 2015
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OBJECTS OF EXPENSE:

1001	SALARIES AND WAGES	385,000	385,000
2009	OTHER OPERATING EXPENSE	69,000	69,000
Total, Objects of Expense		\$454,000	\$454,000

METHOD OF FINANCING:

1	General Revenue Fund	454,000	454,000
Total, Method of Finance		\$454,000	\$454,000

FULL-TIME EQUIVALENT POSITIONS (FTE): 5.0 5.0

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Small Business Development Center

4.C. Exceptional Items Strategy Request
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/16/2012
TIME: 10:33:18AM

Agency Code: 730	Agency name: University of Houston	
GOAL: 3 Provide Special Item Support		Statewide Goal/Benchmark: 2 - 0
OBJECTIVE: 5 Exceptional Item Request		Service Categories:
STRATEGY: 1 Exceptional Item Request		Service: NA Income: NA Age: NA

CODE DESCRIPTION	Excp 2014	Excp 2015
OBJECTS OF EXPENSE:		
1001 SALARIES AND WAGES	3,700,000	3,700,000
1002 OTHER PERSONNEL COSTS	234,000	234,000
2009 OTHER OPERATING EXPENSE	2,432,000	2,432,000
5000 CAPITAL EXPENDITURES	98,000	98,000
Total, Objects of Expense	\$6,464,000	\$6,464,000

METHOD OF FINANCING:

1 General Revenue Fund	6,464,000	6,464,000
Total, Method of Finance	\$6,464,000	\$6,464,000

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

College of Pharmacy Equity Funding

6.A. Historically Underutilized Business Supporting Schedule
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: **10/16/2012**
Time: **10:33:18AM**

Agency Code: **730** Agency: **University of Houston**

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

A. Fiscal Year 2010 - 2011 HUB Expenditure Information

Statewide HUB Goals	Procurement Category	% Goal	HUB Expenditures FY 2010			Total Expenditures FY 2010		HUB Expenditures FY 2011			Total Expenditures FY 2011	
			% Actual	Diff	Actual \$		% Goal	% Actual	Diff	Actual \$		
11.9%	Heavy Construction	11.9 %	0.0%	-11.9%	\$0	\$0	11.9 %	0.0%	-11.9%	\$0	\$0	\$0
26.1%	Building Construction	26.1 %	31.1%	5.0%	\$20,094,012	\$64,551,436	26.1 %	21.0%	-5.1%	\$15,129,223	\$71,983,725	\$71,983,725
57.2%	Special Trade Construction	57.2 %	29.7%	-27.5%	\$8,460,695	\$28,523,564	57.2 %	22.0%	-35.2%	\$7,995,420	\$36,419,064	\$36,419,064
20.0%	Professional Services	20.0 %	44.5%	24.5%	\$429,380	\$963,820	20.0 %	20.2%	0.2%	\$183,764	\$908,689	\$908,689
33.0%	Other Services	33.0 %	8.4%	-24.6%	\$4,017,803	\$47,733,875	33.0 %	14.0%	-19.0%	\$6,113,050	\$43,555,868	\$43,555,868
12.6%	Commodities	12.6 %	25.3%	12.7%	\$12,783,085	\$50,518,112	12.6 %	25.7%	13.1%	\$14,515,560	\$56,546,633	\$56,546,633
	Total Expenditures		23.8%		\$45,784,975	\$192,290,807		21.0%		\$43,937,017	\$209,413,979	\$209,413,979

B. Assessment of Fiscal Year 2010 - 2011 Efforts to Meet HUB Procurement Goals

Attainment:

The University of Houston attained or exceeded three of five, or 60%, of the applicable statewide HUB procurement goals in FY2010. The University of Houston attained or exceeded two of five, or 40%, of the applicable statewide HUB procurement goals in FY2011. Overall HUB use decreased from 23.8% in FY2010 to 20.98% in FY2011.

Applicability:

The University of Houston did not have expenditures in the "Heavy Construction" category in FY2010 or FY2011.

Factors Affecting Attainment:

In both FY2010 and FY2011, the statewide HUB goal for "Other Services" was not met in large part because that category includes services that are not available from HUB vendors, such as large insurance policies and library subscription services. The campus dining service and temporary personnel service contracts, which are also included in this category, were awarded to non-HUB vendors through a competitive process that included HUB vendors. Though each of the selected vendors subcontracts to HUBs, the majority of expenditures for dining and temp services are not subcontracted. The "Special Trade" category in FY2010 and FY2011 and the "Building Construction" category in FY2011 were less than the statewide HUB goal for these categories because of a decrease in HUB subcontracting. The University of Houston Controller and HUB Coordinator met with prime contractors to make sure they were putting forth a good faith effort to subcontract with HUBs and the percentages improved in FY2012.

"Good-Faith" Efforts:

The University of Houston made the following good faith efforts to comply with statewide HUB goals as stated by 34 TAC Section 20.13(c): (1) required a HUB Subcontracting Plan for all contracts over \$100,000; (2) sought bids from at least two HUB vendors on competitively bid contracts over \$5,000; (3) assisted minority

6.A. Historically Underutilized Business Supporting Schedule
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: **10/16/2012**
Time: **10:33:18AM**

Agency Code: **730** Agency: **University of Houston**

and women-owned businesses with HUB certification, as well as provided information on how to do business with the University of Houston; (4) conducted HUB vendor shows in which HUB vendors met with University of Houston employees to describe their products and services; (5) encouraged HUB use by listing the departments that utilized HUBs the most in a monthly newsletter distributed to all University of Houston administrative employees ; and (6) brokered a Mentor-Protégé agreement.

6.G HOMELAND SECURITY FUNDING SCHEDULE - PART A TERRORISMDATE: 10/16/2012
TIME: 10:33:19AM83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)Agency code: **730** Agency name: **University of Houston**

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
OBJECTS OF EXPENSE						
1001	SALARIES AND WAGES	\$131,016	\$131,016	\$134,136	\$134,136	\$134,136
2002	FUELS AND LUBRICANTS	\$25,000	\$50,000	\$50,000	\$50,000	\$50,000
2003	CONSUMABLE SUPPLIES	\$0	\$0	\$100	\$100	\$100
2009	OTHER OPERATING EXPENSE	\$120,883	\$7,379	\$8,000	\$8,000	\$8,000
5000	CAPITAL EXPENDITURES	\$238,830	\$0	\$0	\$0	\$0
TOTAL, OBJECTS OF EXPENSE		\$515,729	\$188,395	\$192,236	\$192,236	\$192,236
METHOD OF FINANCING						
1	General Revenue Fund	\$196,594	\$132,005	\$135,136	\$135,136	\$135,136
	Subtotal, MOF (General Revenue Funds)	\$196,594	\$132,005	\$135,136	\$135,136	\$135,136
8888	Local/Not Appropriated Funds	\$319,135	\$56,390	\$57,100	\$57,100	\$57,100
	Subtotal, MOF (Other Funds)	\$319,135	\$56,390	\$57,100	\$57,100	\$57,100
TOTAL, METHOD OF FINANCE		\$515,729	\$188,395	\$192,236	\$192,236	\$192,236
FULL-TIME-EQUIVALENT POSITIONS						

USE OF HOMELAND SECURITY FUNDS

6.G HOMELAND SECURITY FUNDING SCHEDULE - PART B NATURAL OR MAN-MADE DISASTERS

DATE: 10/16/2012
TIME: 10:33:19AM

83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **730** Agency name: **University of Houston**

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014	BL 2015
OBJECTS OF EXPENSE						
1001	SALARIES AND WAGES	\$131,016	\$131,016	\$134,136	\$134,136	\$134,136
2002	FUELS AND LUBRICANTS	\$25,000	\$50,000	\$50,000	\$50,000	\$50,000
2003	CONSUMABLE SUPPLIES	\$0	\$0	\$100	\$100	\$100
2009	OTHER OPERATING EXPENSE	\$126,645	\$265,818	\$240,000	\$240,000	\$240,000
5000	CAPITAL EXPENDITURES	\$19,986	\$0	\$215,000	\$0	\$0
TOTAL, OBJECTS OF EXPENSE		\$302,647	\$446,834	\$639,236	\$424,236	\$424,236
METHOD OF FINANCING						
1	General Revenue Fund	\$196,593	\$171,222	\$174,136	\$174,136	\$174,136
	Subtotal, MOF (General Revenue Funds)	\$196,593	\$171,222	\$174,136	\$174,136	\$174,136
8888	Local/Not Appropriated Funds	\$106,054	\$275,612	\$465,100	\$250,100	\$250,100
	Subtotal, MOF (Other Funds)	\$106,054	\$275,612	\$465,100	\$250,100	\$250,100
TOTAL, METHOD OF FINANCE		\$302,647	\$446,834	\$639,236	\$424,236	\$424,236
FULL-TIME-EQUIVALENT POSITIONS						

USE OF HOMELAND SECURITY FUNDS

**6.H. Estimate Total Of All Funds Outside the General Appropriations Bill Act Pattern Schedule
2012 - 13 and 2014 - 15 Biennia**

Agency Code: 00730

Agency Name: University of Houston

	2012 - 2013 Biennium				2014 - 2015 Biennium			
	<u>FY 2012 Revenue</u>	<u>FY 2013 Revenue</u>	<u>Biennium Total</u>	<u>Percent of Total</u>	<u>FY 2014 Revenue</u>	<u>FY 2015 Revenue</u>	<u>Biennium Total</u>	<u>Percent of Total</u>
APPROPRIATED SOURCES INSIDE THE BILL PATTERN								
State Appropriations (excluding HEGI & State Paid Fringes)	\$ 127,232,679	\$ 134,498,995	\$ 261,731,674		\$ 134,498,995	\$ 134,498,995	\$ 268,997,990	
Tuition and Fees (net of Discounts and Allowances)	59,857,091	64,247,387	124,104,478		64,247,387	64,247,387	128,494,774	
Endowment and Interest Income	106,407	106,407	212,814		106,407	106,407	212,814	
Sales and Services of Educational Activities (net)	3,889,300	3,889,300	7,778,600		3,889,300	3,889,300	7,778,600	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Other Income	-	-	-		-	-	-	
Total	<u>191,085,477</u>	<u>202,742,089</u>	<u>393,827,566</u>	<u>21.5%</u>	<u>202,742,089</u>	<u>202,742,089</u>	<u>405,484,178</u>	<u>21.7%</u>
APPROPRIATED SOURCES OUTSIDE THE BILL PATTERN								
State Appropriations (HEGI & State Paid Fringes)	\$ 27,161,411	\$ 28,200,511	\$ 55,361,922		\$ 28,200,511	\$ 28,200,511	\$ 56,401,022	
Higher Education Assistance Funds	35,885,768	35,885,768	71,771,536		35,885,768	35,885,768	71,771,536	
Available University Fund	-	-	-		-	-	-	
State Grants and Contracts	-	-	-		-	-	-	
Total	<u>63,047,179</u>	<u>64,086,279</u>	<u>127,133,458</u>	<u>7.0%</u>	<u>64,086,279</u>	<u>64,086,279</u>	<u>128,172,558</u>	<u>6.8%</u>
NON-APPROPRIATED SOURCES								
Tuition and Fees (net of Discounts and Allowances)	304,747,742	322,764,099	627,511,841		322,764,099	322,764,099	645,528,198	
Federal Grants and Contracts	110,574,077	126,944,893	237,518,970		121,727,014	121,727,014	243,454,028	
State Grants and Contracts	25,916,165	33,037,312	58,953,477		23,037,312	23,037,312	46,074,624	
Local Government Grants and Contracts	24,883,836	8,499,298	33,383,134		23,717,177	23,717,177	47,434,354	
Private Gifts and Grants	61,405,063	56,069,273	117,474,336		56,069,273	56,069,273	112,138,546	
Endowment and Interest Income	14,949,765	14,389,213	29,338,978		14,389,213	14,389,213	28,778,426	
Sales and Services of Educational Activities (net)	20,994,301	28,355,934	49,350,235		28,355,934	28,355,934	56,711,868	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Professional Fees (net)	-	-	-		-	-	-	
Auxiliary Enterprises (net)	72,717,556	78,226,448	150,944,004		78,226,448	78,226,448	156,452,896	
Other Income	1,088,106	1,034,006	2,122,112		1,034,006	1,034,006	2,068,012	
Total	<u>637,276,611</u>	<u>669,320,476</u>	<u>1,306,597,087</u>	<u>71.5%</u>	<u>669,320,476</u>	<u>669,320,476</u>	<u>1,338,640,952</u>	<u>71.5%</u>
TOTAL SOURCES	<u><u>\$ 891,409,267</u></u>	<u><u>\$ 936,148,844</u></u>	<u><u>\$ 1,827,558,111</u></u>	<u><u>100.0%</u></u>	<u><u>\$ 936,148,844</u></u>	<u><u>\$ 936,148,844</u></u>	<u><u>\$ 1,872,297,688</u></u>	<u><u>100.0%</u></u>

6.I. Percent Biennial Base Reduction Options

10 % REDUCTION

83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: 10/16/2012

Time: 10:33:20AM

Agency code: 730 Agency name: University of Houston

Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2014	2015	Biennial Total	2014	2015	Biennial Total	
1 Tier 1 - Complex System Research							
Category: Programs - Service Reductions (Other)							
Item Comment: Special items funding is used to support some of the University of Houston's most important research and public service programs. Therefore, the impact of a 12.5% reduction would adversely affect the university's ability to enhance research productivity in line with its Tier One goals, as well as the state's research excellence goals identified in "Closing the Gaps."							
Strategy: 3-2-1 Complex Systems Research Cluster							
<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$85,906	\$85,906	\$171,812	
General Revenue Funds Total	\$0	\$0	\$0	\$85,906	\$85,906	\$171,812	
Item Total	\$0	\$0	\$0	\$85,906	\$85,906	\$171,812	
FTE Reductions (From FY 2014 and FY 2015 Base Request)							
2 Tier 1 - Energy Research							
Category: Programs - Service Reductions (Other)							
Item Comment: Special items funding is used to support some of the University of Houston's most important research and public service programs. Therefore, the impact of a 12.5% reduction would adversely affect the university's ability to enhance research productivity in line with its Tier One goals, as well as the state's research excellence goals identified in "Closing the Gaps."							
Strategy: 3-2-2 Energy Research Cluster							
<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$444,157	\$444,157	\$888,314	
General Revenue Funds Total	\$0	\$0	\$0	\$444,157	\$444,157	\$888,314	
Item Total	\$0	\$0	\$0	\$444,157	\$444,157	\$888,314	
FTE Reductions (From FY 2014 and FY 2015 Base Request)							

6.I. Percent Biennial Base Reduction Options

10 % REDUCTION

83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: 10/16/2012

Time: 10:33:20AM

Agency code: 730 Agency name: University of Houston

Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2014	2015	Biennial Total	2014	2015	Biennial Total	

3 Tier 1 - Health & Sciences Research

Category: Programs - Service Reductions (Other)

Item Comment: Special items funding is used to support some of the University of Houston's most important research and public service programs. Therefore, the impact of a 12.5% reduction would adversely affect the university's ability to enhance research productivity in line with its Tier One goals, as well as the state's research excellence goals identified in "Closing the Gaps."

Strategy: 3-3-2 Health Sciences Research Cluster

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$276,081	\$276,081	\$552,162
General Revenue Funds Total	\$0	\$0	\$0	\$276,081	\$276,081	\$552,162
Item Total	\$0	\$0	\$0	\$276,081	\$276,081	\$552,162

FTE Reductions (From FY 2014 and FY 2015 Base Request)

4 Tier 1 - Education & Community Advancement

Category: Programs - Service Reductions (Other)

Item Comment: Special items funding is used to support some of the University of Houston's most important research and public service programs. Therefore, the impact of a 12.5% reduction would adversely affect the university's ability to enhance research productivity in line with its Tier One goals, as well as the state's research excellence goals identified in "Closing the Gaps."

Strategy: 3-3-3 Education and Community Advancement

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$143,364	\$143,364	\$286,728
General Revenue Funds Total	\$0	\$0	\$0	\$143,364	\$143,364	\$286,728
Item Total	\$0	\$0	\$0	\$143,364	\$143,364	\$286,728

FTE Reductions (From FY 2014 and FY 2015 Base Request)

6.I. Percent Biennial Base Reduction Options

10 % REDUCTION

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Agency code: 730 Agency name: University of Houston

Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2014	2015	Biennial Total	2014	2015	Biennial Total	

5 Institutional Enhancement

Category: Programs - Service Reductions (Other)

Item Comment: Institutional enhancement resources are used to fund the core operations of the university, including the delivery of instruction, support for students, support for the university's research activities and general administration. They are essential to achievement of the university's goals and its effective operation.

Strategy: 3-4-1 Institutional Enhancement

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$169,360	\$169,360	\$338,720
General Revenue Funds Total	\$0	\$0	\$0	\$169,360	\$169,360	\$338,720
Item Total	\$0	\$0	\$0	\$169,360	\$169,360	\$338,720

FTE Reductions (From FY 2014 and FY 2015 Base Request)

6 Worker's Compensation Insurance

Category: Programs - Service Reductions (Other)

Item Comment: In addition to supporting the University of Houston's research and community advancement goals, core funding is used to supported university's general operations – most importantly, the delivery of instruction and support services to students. Therefore, reductions in these core funding items would negatively impact everything the university is working to accomplish on behalf of the state – enhancing student access and success improving program quality, increasing research productivity, and being of service to the community.

Strategy: 1-1-4 Workers' Compensation Insurance

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$17,496	\$17,496	\$34,992
General Revenue Funds Total	\$0	\$0	\$0	\$17,496	\$17,496	\$34,992
Item Total	\$0	\$0	\$0	\$17,496	\$17,496	\$34,992

FTE Reductions (From FY 2014 and FY 2015 Base Request)

6.I. Percent Biennial Base Reduction Options

10 % REDUCTION

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Date: 10/16/2012
Time: 10:33:20AM

Agency code: **730** Agency name: **University of Houston**

<u>Item Priority and Name/ Method of Financing</u>	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2014	2015	Biennial Total	2014	2015	Biennial Total	
AGENCY TOTALS							
General Revenue Total				\$1,136,364	\$1,136,364	\$2,272,728	\$2,272,728
Agency Grand Total	\$0	\$0	\$0	\$1,136,364	\$1,136,364	\$2,272,728	
Difference, Options Total Less Target							
Agency FTE Reductions (From FY 2014 and FY 2015 Base Request)							

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730 University of Houston					
	Act 2011	Act 2012	Bud 2013	Est 2014	Est 2015
Gross Tuition					
Gross Resident Tuition	55,529,134	56,091,207	56,085,423	57,767,986	58,345,666
Gross Non-Resident Tuition	36,033,565	37,751,138	37,860,009	38,995,809	39,385,767
Gross Tuition	91,562,699	93,842,345	93,945,432	96,763,795	97,731,433
Less: Remissions and Exemptions	(14,560,675)	(15,816,672)	(16,134,903)	(16,449,845)	(16,614,344)
Less: Refunds	0	0	0	0	0
Less: Installment Payment Forfeits	0	0	0	0	0
Less: Board Authorized Tuition Increases (TX. Educ. Code Ann. Sec. 54.008)	(15,045,810)	(14,579,650)	(14,042,115)	(14,042,115)	(14,042,115)
Less: Tuition increases charged to doctoral students with hours in excess of 100 (TX. Educ. Code Ann. Sec. 54.012)	(38,300)	(42,943)	(44,446)	(44,446)	(44,446)
Less: Tuition increases charged to undergraduate students with excessive hours above degree requirements. (TX. Educ. Code Ann. Sec. 61.0595)	(243,190)	(378,165)	(250,000)	(250,000)	(250,000)
Less: Tuition rebates for certain undergraduates (TX. Educ. Code Ann. Sec. 54.0065)	(68,000)	(66,000)	(20,000)	(20,000)	(20,000)
Plus: Tuition waived for Students 55 Years or Older (TX. Educ. Code Ann. Sec. 54.013)	29,008	35,775	35,775	35,775	35,775
Less: Tuition for repeated or excessive hours (TX. Educ. Code Ann. Sec. 54.014)	(596,890)	(511,725)	(600,000)	(600,000)	(600,000)
Plus: Tuition waived for Texas Grant Recipients (TX. Educ. Code Ann. Sec. 56.307)	0	0	0	0	0
Subtotal	61,038,842	62,482,965	62,889,743	65,393,164	66,196,303
Less: Transfer of Tuition to Retirement of Indebtedness: 1) Skiles Act	0	0	0	0	0
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)	(6,952,523)	(7,021,101)	(7,159,248)	(7,374,025)	(7,447,766)
Less: Transfer of Funds (2%) for Emergency Loans (Medical Schools)	0	0	0	0	0
Less: Transfer of Funds for Repayment of Student Loans of Physicians (Tx. Educ. Code Ann. Sec. 61.539)	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)	(43,894)	(65,460)	(62,512)	(62,512)	(62,512)

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730 University of Houston					
	Act 2011	Act 2012	Bud 2013	Est 2014	Est 2015
Less: Other Authorized Deduction					
Net Tuition	54,042,425	55,396,404	55,667,983	57,956,627	58,686,025
Student Teaching Fees	0	0	0	0	0
Special Course Fees	0	0	0	0	0
Laboratory Fees	357,671	346,333	357,109	357,109	357,109
Subtotal, Tuition and Fees	54,400,096	55,742,737	56,025,092	58,313,736	59,043,134
OTHER INCOME					
Interest on General Funds:					
Local Funds in State Treasury	243,170	98,593	130,000	130,000	130,000
Funds in Local Depositories, e.g., local amounts	0	0	0	0	0
Other Income (Itemize)					
Subtotal, Other Income	243,170	98,593	130,000	130,000	130,000
Subtotal, Other Educational and General Income	54,643,266	55,841,330	56,155,092	58,443,736	59,173,134
Less: O.A.S.I. Applicable to Educational and General	(3,615,735)	(3,954,884)	(3,851,218)	(3,851,218)	(3,851,218)
Local Funds Payrolls					
Less: Teachers Retirement System and ORP	(3,336,727)	(3,390,380)	(3,270,413)	(3,270,413)	(3,270,413)
Proportionality for Educational and General Funds					
Less: Staff Group Insurance Premiums	(8,781,513)	(8,195,891)	(8,692,543)	(8,692,543)	(8,692,543)
Total, Other Educational and General Income	38,909,291	40,300,175	40,340,918	42,629,562	43,358,960
Reconciliation to Summary of Request for FY 2011-2013					
Plus: Transfer of Tuition for Retirement of	0	0	0	0	0
Indebtedness - Skiles Act					
Plus: Transfer of Funds for Texas Public Education	6,952,523	7,021,101	7,159,248	7,374,025	7,447,766
Grants Program and Emergency Loans					
Plus: Transfer of Funds 2% for Emergency Loans	0	0	0	0	0
(Medical Schools)					
Plus: Transfer of Funds for Cancellation of Student	0	0	0	0	0
Loans of Physicians					
Plus: Organized Activities	0	0	0	0	0
Plus: Staff Group Insurance Premiums	8,781,513	8,195,891	8,692,543	8,692,543	8,692,543

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	Act 2011	Act 2012	Bud 2013	Est 2014	Est 2015
Plus: Board-authorized Tuition Income	15,045,810	14,579,650	14,042,115	14,042,115	14,042,115
Plus: Tuition Increases Charged to Doctoral Students with Hours in Excess of 100	38,300	42,943	44,446	44,446	44,446
Plus: Tuition Increases Charged to Undergraduate Students with Excessive Hours above Degree Requirements (TX. Educ. Code Ann. Sec. 61.0595)	243,190	378,165	250,000	250,000	250,000
Plus: Tuition rebates for certain undergraduates (TX Educ.Code Ann. Sec. 54.0065)	68,000	66,000	20,000	20,000	20,000
Plus: Tuition for repeated or excessive hours (TX. Educ. Code Ann. Sec. 54.014)	596,890	511,725	600,000	600,000	600,000
Less: Tuition Waived for Students 55 Years or Older	(29,008)	(35,775)	(35,775)	(35,775)	(35,775)
Less: Tuition Waived for Texas Grant Recipients	0	0	0	0	0
Total, Other Educational and General Income Reported on Summary of Request	70,606,509	71,059,875	71,113,495	73,616,916	74,420,055

Schedule 2: Selected Educational, General and Other Funds

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730 University of Houston					
	Act 2011	Act 2012	Bud 2013	Est 2014	Est 2015
General Revenue Transfers					
Transfer from Coordinating Board for Advanced Research Program	0	240,000	0	0	0
Transfer from Coordinating Board for Texas College Work Study Program (2011, 2012, 2013)	201,349	178,901	178,901	0	0
Transfer from Coordinating Board for Professional Nursing Shortage Reduction Program	0	0	0	0	0
Transfer of GR Group Insurance Premium from Comptroller (UT and TAMU Components only)	0	0	0	0	0
Less: Transfer to Other Institutions	0	0	0	0	0
Less: Transfer to Department of Health, Disproportionate Share - State-Owned Hospitals (2011, 2012, 2013)	0	0	0	0	0
Other (Itemize)					
License Plate Scholarship	11,339	12,572	0	0	0
Promote Participation & Success	0	4,000	0	0	0
National Research University Fund	0	7,877,932	7,877,932	0	0
Other: Fifth Year Accounting Scholarship	198,304	70,500	0	0	0
Texas Grants	13,238,139	11,961,455	18,208,333	0	0
B-on-Time Program	3,047,133	2,314,171	2,314,171	0	0
Less: Transfer to System Administration	0	0	0	0	0
Subtotal, General Revenue Transfers	16,696,264	22,659,531	28,579,337	0	0
General Revenue HEF for Operating Expenses	35,885,768	35,885,768	35,885,768	35,885,768	35,885,768
Transfer from Available University Funds (UT, A&M and Prairie View A&M Only)	0	0	0	0	0
Other Additions (Itemize)					
Increase Capital Projects - Educational and General Funds	0	0	0	0	0
Transfer from Department of Health, Disproportionate Share - State-owned Hospitals (2011, 2012, 2013)	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
Transfer from Coordinating Board for Incentive Funding	0	0	0	0	0
Other (Itemize)					

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730 University of Houston					
	Act 2011	Act 2012	Bud 2013	Est 2014	Est 2015
Gross Designated Tuition (Sec. 54.0513)	170,981,969	180,393,306	194,221,857	194,221,857	194,221,857
Indirect Cost Recovery (Sec. 145.001(d))	16,689,255	14,643,231	14,750,000	15,000,000	15,250,000
Correctional Managed Care Contracts	0	0	0	0	0

Schedule 3A: Staff Group Insurance Data Elements (ERS)
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	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
GR & GR-D Percentages					
GR %	69.34%				
GR-D %	30.66%				
Total Percentage	100.00%				
FULL TIME ACTIVES					
1a Employee Only	1,213	841	372	1,213	1,136
2a Employee and Children	346	240	106	346	255
3a Employee and Spouse	282	196	86	282	147
4a Employee and Family	323	224	99	323	186
5a Eligible, Opt Out	12	8	4	12	16
6a Eligible, Not Enrolled	84	58	26	84	140
Total for This Section	2,260	1,567	693	2,260	1,880
PART TIME ACTIVES					
1b Employee Only	29	20	9	29	35
2b Employee and Children	7	5	2	7	8
3b Employee and Spouse	11	8	3	11	4
4b Employee and Family	12	8	4	12	8
5b Eligible, Opt Out	1	1	0	1	4
6b Eligible, Not Enrolled	21	15	6	21	66
Total for This Section	81	57	24	81	125
Total Active Enrollment	2,341	1,624	717	2,341	2,005

730 University of Houston

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
FULL TIME RETIREES by ERS					
1c Employee Only	0	0	0	0	0
2c Employee and Children	0	0	0	0	0
3c Employee and Spouse	0	0	0	0	0
4c Employee and Family	0	0	0	0	0
5c Eligible, Opt Out	0	0	0	0	0
6c Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	0	0	0	0	0
PART TIME RETIREES by ERS					
1d Employee Only	0	0	0	0	0
2d Employee and Children	0	0	0	0	0
3d Employee and Spouse	0	0	0	0	0
4d Employee and Family	0	0	0	0	0
5d Eligible, Opt Out	0	0	0	0	0
6d Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	0	0	0	0	0
Total Retirees Enrollment	0	0	0	0	0
TOTAL FULL TIME ENROLLMENT					
1e Employee Only	1,213	841	372	1,213	1,136
2e Employee and Children	346	240	106	346	255
3e Employee and Spouse	282	196	86	282	147
4e Employee and Family	323	224	99	323	186
5e Eligible, Opt Out	12	8	4	12	16
6e Eligible, Not Enrolled	84	58	26	84	140
Total for This Section	2,260	1,567	693	2,260	1,880

Schedule 3A: Staff Group Insurance Data Elements (ERS)

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	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
TOTAL ENROLLMENT					
1f Employee Only	1,242	861	381	1,242	1,171
2f Employee and Children	353	245	108	353	263
3f Employee and Spouse	293	204	89	293	151
4f Employee and Family	335	232	103	335	194
5f Eligible, Opt Out	13	9	4	13	20
6f Eligible, Not Enrolled	105	73	32	105	206
Total for This Section	2,341	1,624	717	2,341	2,005

Schedule 4: Computation of OASI
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Agency 730 University of Houston

Proportionality Percentage Based on Comptroller Accounting Policy Statement #011, Exhibit 2	2011		2012		2013		2014		2015	
	<u>% to Total</u>	<u>Allocation of OASI</u>	<u>% to Total</u>	<u>Allocation of OASI</u>	<u>% to Total</u>	<u>Allocation of OASI</u>	<u>% to Total</u>	<u>Allocation of OASI</u>	<u>% to Total</u>	<u>Allocation of OASI</u>
General Revenue (% to Total)	71.33	\$8,995,827	67.73	\$8,300,722	69.34	\$8,709,832	69.34	\$8,709,832	69.34	\$8,709,832
Other Educational and General Funds (% to Total)	28.67	\$3,615,735	32.27	\$3,954,884	30.66	\$3,851,218	30.66	\$3,851,218	30.66	\$3,851,218
Health-Related Institutions Patient Income (% to Total)	0.00	\$0	0.00	\$0	0.00	\$0	0.00	\$0	0.00	\$0
Grand Total, OASI (100%)	100.00	\$12,611,562	100.00	\$12,255,606	100.00	\$12,561,050	100.00	\$12,561,050	100.00	\$12,561,050

Schedule 5: Calculation of Retirement Proportionality and ORP Differential

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Description	Act 2011	Act 2012	Bud 2013	Est 2014	Est 2015
Proportionality Amounts					
Gross Educational and General Payroll - Subject To TRS Retirement	79,327,860	71,665,781	72,274,600	72,274,600	72,274,600
Employer Contribution to TRS Retirement Programs	5,270,543	4,586,610	4,625,574	4,625,574	4,625,574
Gross Educational and General Payroll - Subject To ORP Retirement	99,497,656	98,661,350	100,685,600	100,685,600	100,685,600
Employer Contribution to ORP Retirement Programs	6,367,850	5,919,681	6,041,136	6,041,136	6,041,136
Proportionality Percentage					
General Revenue	71.33 %	67.73 %	69.34 %	69.34 %	69.34 %
Other Educational and General Income	28.67 %	32.27 %	30.66 %	30.66 %	30.66 %
Health-related Institutions Patient Income	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Proportional Contribution					
Other Educational and General Proportional Contribution (Other E&G percentage x Total Employer Contribution to Retirement Programs)	3,336,727	3,390,380	3,270,413	3,270,413	3,270,413
HRI Patient Income Proportional Contribution (HRI Patient Income percentage x Total Employer Contribution To Retirement Programs)	0	0	0	0	0
Differential					
Gross Payroll Subject to Differential - Optional Retirement Program	46,006,703	50,868,397	48,980,916	48,980,916	48,980,916
Total Differential	418,661	666,376	641,650	641,650	641,650

Schedule 6: Capital Funding
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730 University of Houston					
Activity	Act 2011	Act 2012	Bud 2013	Est 2014	Est 2015
I. Balances as of Beginning of Fiscal Year					
A. PUF Bond Proceeds	0	0	0	0	0
B. HEF Bond Proceeds	0	0	0	0	0
C. HEF Annual Allocations	48,732,308	45,229,807	37,696,617	13,016,617	7,396,617
D. TR Bond Proceeds	0	0	0	0	0
E. Other Debt Proceeds (e.g. Patient Income)	0	0	0	0	0
II. Additions					
A. PUF Bond Proceeds Allocation	0	0	0	0	0
B. HEF General Revenue Appropriation	35,885,768	35,885,768	35,885,768	35,885,768	35,885,768
C. HEF Bond Proceeds	0	0	0	0	0
D. TR Bond Proceeds	0	0	0	0	0
E. Investment Income on PUF Bond Proceeds	0	0	0	0	0
F. Investment Income on HEF Bond Proceeds	0	0	0	0	0
G. Investment Income on TR Bond Proceeds	0	0	0	0	0
H. Other Debt Proceeds (e.g. Patient Income)	0	0	0	0	0
I. Other (Itemize)					
TR Bond Proceeds					
General Revenue Appropriation for Debt Service	11,642,262	0	0	0	0
III. Total Funds Available - PUF, HEF, and TRB	<u>\$96,260,338</u>	<u>\$81,115,575</u>	<u>\$73,582,385</u>	<u>\$48,902,385</u>	<u>\$43,282,385</u>
IV. Less: Deductions					
A. Expenditures (Itemize)					
Research	2,416,261	1,355,878	500,000	500,000	500,000
Information Technology	2,111,223	3,402,922	2,500,000	2,500,000	2,500,000
Library	3,647,393	2,977,452	1,000,000	1,000,000	1,000,000
Capital Support	9,609,633	21,404,574	42,235,768	23,205,768	20,032,385
General Support	21,603,759	14,278,132	14,330,000	14,300,000	14,300,000
B. Annual Debt Service on PUF Bonds	0	0	0	0	0
C.1. Annual Debt Service on HEF Bonds - RFS Commercial Paper	0	0	0	0	0
C.2. Annual Debt Service on HEF Bonds - RFS Bonds, Series 2001	0	0	0	0	0
D. Annual Debt Service on TR Bonds	10,686,730	0	0	0	0
E. Annual Debt Service on Other Bonds (e.g. Patient Income)	0	0	0	0	0
F. Other (Itemize)					
TR Bond Proceeds					
TRB debt service return	951,775	0	0	0	0
TRB debt service lapse	3,757	0	0	0	0
Total, Deductions	<u>\$51,030,531</u>	<u>\$43,418,958</u>	<u>\$60,565,768</u>	<u>\$41,505,768</u>	<u>\$38,332,385</u>

Schedule 6: Capital Funding

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730 University of Houston					
Activity	Act 2011	Act 2012	Bud 2013	Est 2014	Est 2015
V. Balances as of End of Fiscal Year					
A.PUF Bond Proceeds	0	0	0	0	0
B.HEF Bond Proceeds	0	0	0	0	0
C.HEF Annual Allocations	45,229,807	37,696,617	13,016,617	7,396,617	4,950,000
D.TR Bond Proceeds	0	0	0	0	0
E.Other Revenue (e.g. Patient Income)	0	0	0	0	0
	<u>\$45,229,807</u>	<u>\$37,696,617</u>	<u>\$13,016,617</u>	<u>\$7,396,617</u>	<u>\$4,950,000</u>

Schedule 7: Personnel
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: 10/16/2012
Time: 10:33:23AM

Agency code: **730** Agency name: **University of Houston**

	Actual 2011	Actual 2012	Budgeted 2013	Estimated 2014	Estimated 2015
Part A.					
FTE Postions					
Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	1,075.6	1,063.8	1,081.0	1,081.0	1,081.0
Educational and General Funds Non-Faculty Employees	1,510.3	1,493.5	1,462.6	1,462.6	1,462.6
Subtotal, Directly Appropriated Funds	2,585.9	2,557.3	2,543.6	2,543.6	2,543.6
Non Appropriated Funds Employees	3,578.8	3,538.8	3,815.5	3,815.5	3,815.5
Subtotal, Other Funds & Non-Appropriated	3,578.8	3,538.8	3,815.5	3,815.5	3,815.5
GRAND TOTAL	6,164.7	6,096.1	6,359.1	6,359.1	6,359.1

Part B.
Personnel Headcount

Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	1,580.0	1,576.0	1,598.0	1,598.0	1,598.0
Educational and General Funds Non-Faculty Employees	2,324.0	2,132.0	2,162.0	2,162.0	2,162.0
Subtotal, Directly Appropriated Funds	3,904.0	3,708.0	3,760.0	3,760.0	3,760.0
Non Appropriated Funds Employees	5,391.0	5,562.0	5,641.0	5,641.0	5,641.0
Subtotal, Non-Appropriated	5,391.0	5,562.0	5,641.0	5,641.0	5,641.0
GRAND TOTAL	9,295.0	9,270.0	9,401.0	9,401.0	9,401.0

Schedule 7: Personnel
83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Date: 10/16/2012
Time: 10:33:23AM

Agency code: **730** Agency name: **University of Houston**

	Actual 2011	Actual 2012	Budgeted 2013	Estimated 2014	Estimated 2015
PART C.					
Salaries					
Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	\$106,337,236	\$110,025,729	\$113,383,985	\$113,383,985	\$113,383,985
Educational and General Funds Non-Faculty Employees	\$85,310,477	\$87,261,785	\$89,925,229	\$89,925,229	\$89,925,229
Subtotal, Directly Appropriated Funds	\$191,647,713	\$197,287,514	\$203,309,214	\$203,309,214	\$203,309,214
Non Appropriated Funds Employees	\$179,929,462	\$182,111,552	\$187,670,044	\$187,670,044	\$187,670,044
Subtotal, Non-Appropriated	\$179,929,462	\$182,111,552	\$187,670,044	\$187,670,044	\$187,670,044
GRAND TOTAL	\$371,577,175	\$379,399,066	\$390,979,258	\$390,979,258	\$390,979,258

Agency 730 University of Houston

Project Priority:	Project Code:	Tuition Revenue Bond Request	Total Project Cost	Cost Per Total Gross Square Feet
1	1	\$ 70,000,000	\$ 70,000,000	\$ 530
Name of Proposed Facility:	Project Type:			
Pharmacy and Biomedical Sciences Building	New Construction			
Location of Facility:	Type of Facility:			
Main Campus	Research			
Project Start Date:	Project Completion Date:			
09/01/2013	09/01/2015			
Gross Square Feet:	Net Assignable Square Feet in Project			
132,000	66,000			

Project Description

Through this project, the University of Houston will construct a new facility (132,000 gross square feet) for the College of Pharmacy and other biomedical science programs at the institution. The building will be located adjacent to the Optometry Building and new Health and Biomedical Sciences Building, which will allow the establishment of shared core research and teaching facilities in fields that are becoming increasingly interrelated. Long term, this adjacency will reduce the operating expenses in all areas. Texas must expand the number of trained pharmacists in the state to meet the needs of its growing population. This facility will address that need. The additional space will enable a planned increase in cohort size for Pharmacy students, as well as growth of research activity in the field. No growth is possible in the college's existing facilities.

Agency 730 University of Houston

Project Priority:	Project Code:	Tuition Revenue Bond Request	Total Project Cost	Cost Per Total Gross Square Feet
2	2	\$ 90,000,000	\$ 90,000,000	\$ 125
Name of Proposed Facility: Science and Engineering Renovations		Project Type: Renovation		
Location of Facility: Main Campus		Type of Facility: Research		
Project Start Date: 09/01/2013		Project Completion Date: 09/01/2015		
Gross Square Feet: 717,710		Net Assignable Square Feet in Project 394,741		

Project Description

Through this project, the University of Houston will renovate four major research buildings on campus, two belonging to the College of Natural Sciences & Mathematics (384,254 square feet) and two belonging to the Cullen College of Engineering (333,456 square feet). These buildings serve as the main research buildings for these two colleges. Built between 1967 and 1983, their useful life as modern research facilities is greatly diminished. Renovation of these facilities is essential to accommodating the increasing number of scientists and engineers on campus (plus their labs, staff and student support), providing them with facilities that meet 21st century research needs, and enabling the University of Houston to achieve its research goals as a Tier One university. Without these renovations, the university's research enterprise will suffer.

Schedule 8B: Tuition Revenue Bond Issuance History

10/16/2012 10:33:23AM

83rd Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

730 University of Houston						
Authorization Date	Authorization Amount	Issuance Date	Issuance Amount	Authorized Amount Outstanding as of 08/31/2012	Proposed Issuance Date for Outstanding Authorization	Proposed Issuance Amount for Outstanding Authorization
1997	\$12,000,000	Feb 10 1999	\$12,000,000			
		<i>Subtotal</i>	\$12,000,000	\$0		
2001	\$51,000,000	Oct 9 2002	\$51,000,000			
		<i>Subtotal</i>	\$51,000,000	\$0		
2003	\$25,000,000	Jun 16 2004	\$25,000,000			
		<i>Subtotal</i>	\$25,000,000	\$0		
2006	\$57,600,000	Feb 4 2009	\$57,600,000			
		<i>Subtotal</i>	\$57,600,000	\$0		

730 University of Houston

Special Item: 1 **Small Business Development Center**

(1) Year Special Item: 1984

(2) Mission of Special Item:

The UH Small Business Development Centers provide the tools and resources to help small regional businesses start, grow, and succeed. Through two core services, free one-on-one management consulting and low-cost business training seminars, the SBDC helps new entrepreneurs start their business, existing business owners attract customers, increase sales, and improve operations, and assists clients in obtaining capital to open or expand their business. The UH SBDC also offers specialized consulting and training in government contracting, and disaster recovery and planning through its Hurricane Business Recovery Center to assist small businesses affected by Hurricane Ike.

(3) (a) Major Accomplishments to Date:

Through 15 service centers, located within our 32 county Gulf Coast region, the UH SBDC had a very successful positive economic impact on Houston and the surrounding communities, particularly in the area of job creation. An annual independent impact study completed in 2011 for businesses assisted in 2009 showed that clients who received five or more hours of counseling from the SBDC generated over \$339.1 million in new sales. UH SBDC clients seen in 2009 created approximately 3,811 new jobs, with a 3 year total from 2007 through 2009 of 10,562 new jobs. The survey also estimated that an additional 3,209 jobs and \$268.9 million in sales were saved due to UH SBDC counseling. In FY2011, the UH SBDC Network held 541 training events, which provided 22,688 hours of training for 7,449 entrepreneurs and 41,409 hours of consulting for 6,101 clients. In addition, the survey indicated that new tax revenues generated as a result of UH SBDC counseling was \$40.6 million for clients seen in 2009, with a 3 year total from 2007 through 2009 of nearly \$102.2 million in new tax revenues. UH SBDC clients seen in 2009 obtained \$244.3 million in financing.

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

Our purpose is to strengthen small businesses so that they will contribute to the economic vitality of our communities through job creation and retention. We continue to provide small companies with assistance in obtaining financing and government contracts to begin or expand their business, as well as help start-up and existing businesses evaluate and implement business solutions to improve survivability, growth potential, and new employment opportunities. The University of Houston Small Business Development Center (UH SBDC) Network has a strong history of meeting or exceeding all program objectives and milestones, and we anticipate again achieving high economic impact results. Our Network has now completed our newest web-based initiative with full deployment to all service centers that will significantly increase our presence in the business community, providing alternative paths of educational and counseling for our clients through on-line training and on-line counseling in the next several years, and a very efficient registration and credit card processing system. The UH SBDC is also forming new strategic alliances with local partners to provide outreach more efficiently and effectively to the small businesses within our 32 county region.

(4) Funding Source Prior to Receiving Special Item Funding:

Federal and University funding.

(5) Formula Funding:

N/A

730 University of Houston

(6) Non-general Revenue Sources of Funding:

Fiscal Year	Amount	Source
2012	\$4,218,508	Federal & Local Government support
	\$1,814,366	Private Sources, including partner match, program income
2013	\$4,218,508	Federal & Local Government support
	\$1,814,366	Private Sources, including partner match, program income
2014	\$4,218,508	Federal & Local Government support
	\$1,814,366	Private Sources, including partner match, program income
2015	\$4,218,508	Federal & Local Government support
	\$1,814,366	Private Sources, including partner match, program income

(7) Consequences of Not Funding:

The UH SBDC would be unable to meet the cost-sharing provisions of two of its Federal contracts totaling over \$2.6 million, with a total funding loss to the SBDC network of more than \$4.4 million of non-general revenue funding annually, and would essentially result in the demise of the program. In addition to the Federal awards that require cost-sharing, in the last 3 fiscal years, the SBDC obtained another nearly \$6 million in Federal funding to assist small businesses that significantly contributed to the UH's efforts to obtain full Tier One research status. These funds would not have been received by the University without the existence of its SBDC. The loss of SBDC services to Houston and the Gulf Coast business community would have dramatic negative impact, as thousands of start-up entrepreneurs and existing business owners, who cannot or would not seek business counseling from the private sector, would be unable to access professional business services. Based on historical data, sales growth, job creation, and capital expansion would be significantly reduced. The combination of the above factors would certainly cause declining tax revenues as well as the loss of existing jobs and new job creation.

730 University of Houston

Special Item: 2 **Tier One Initiative - Complex Systems**

(1) Year Special Item: 2012

(2) Mission of Special Item:

The Complex Systems special item is used to develop the infrastructure and support the operations of University of Houston complex systems research programs, in order to leverage external funding from the federal government, industry and other grant making institutions. Complex Systems is one of UH's research strengths and key to its goals as a nationally competitive Tier One research university.

(3) (a) Major Accomplishments to Date:

Complex systems is the application of advanced computer, network and database technologies to address some of the nation's most important challenges. Currently, scientists are incorporating the traditional disciplines of computer science, biology, chemistry, geology, engineering, and psychology among others into complex systems that address such diverse issues as air quality, homeland security, student learning, and space operations. Major recent accomplishments include training physicians in surgical procedures using interactive robotics and developing new software to enhance visualization of living cells. In FY 2011, total research expenditures in complex systems were \$9 million and federal research expenditures were \$6 million.

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

With continued investments in research faculty, staff, facilities, equipment and operations, the University of Houston expects continued growth in research productivity in complex systems. In particular, UH is planning to make significant investments in "complex informatics," advanced computational and imaging technologies to support faculty in a wide array of endeavors (e.g., geo-mapping, computer-aided surgery, rehabilitation robotics). Exceptional item funding has been requested for this project.

(4) Funding Source Prior to Receiving Special Item Funding:

NA

(5) Formula Funding:

N/A

(6) Non-general Revenue Sources of Funding:

Fiscal Year	Amount	Source
2011	\$9M	Federal government, industry, other grant making organizations
2012	\$10M	Federal government, industry, other grant making organizations
2013	\$10M	Federal government, industry, other grant making organizations
2014	\$11M	Federal government, industry, other grant making organizations
2015	\$12M	Federal government, industry, other grant making organizations

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(7) Consequences of Not Funding:

Not funding this special item would reduce the university's ability to invest in its complex systems research programs and the external funding that would be leveraged. It would also slow the university's progress as a nationally competitive Tier One research institution.

730 University of Houston

Special Item: 3 **Tier One Initiative - Education and Community**

(1) Year Special Item: 2012

(2) Mission of Special Item:

The Education and Community Advancement special item is used to develop the infrastructure and support the operations of UH's education and community advancement research programs, in order to leverage external funding from the federal government, industry and other grant making institutions. Education and community advancement are one of UH's research strengths and key to its goals as a nationally competitive Tier One research university.

(3) (a) Major Accomplishments to Date:

As Texas' premier metropolitan research university, UH has developed research and outreach programs that address the major challenges facing our cities and state. In recognition of these activities, UH was awarded by the Carnegie Foundation for the Advancement of Teaching with its highest designation for community engagement. Specific areas of expertise at UH include economic development; social issues such as substance abuse, aging, immigration, child welfare, health services and homelessness; and all levels of education. Signature programs include the Health Law and Policy Institute, the Hobby Center for Public Policy, and the Texas Institute for Measurement, Evaluation and Statistics (TIMES), which focuses on the evaluation and improvement of the English reading skills of elementary school students for whom English is not their first language. In FY 2011, total research expenditures in education and community advancement were \$32 million and federal research expenditures were \$22 million.

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

With continued investments in research faculty, staff, facilities, equipment and operations, the University of Houston expects continued growth in research productivity in education and community advancement.

(4) Funding Source Prior to Receiving Special Item Funding:

NA

(5) Formula Funding:

N/A

(6) Non-general Revenue Sources of Funding:

Fiscal Year	Amount	Source
2011	\$32M	Federal government, industry, other grant-making organizations
2012	\$33M	Federal government, industry, other grant-making organizations
2013	\$35M	Federal government, industry, other grant-making organizations
2014	\$36M	Federal government, industry, other grant-making organizations
2015	\$37M	Federal government, industry, other grant-making organizations

730 University of Houston

(7) Consequences of Not Funding:

Not funding this special item would reduce the university's ability to invest in its education and community advancement research programs and the external funding that would be leveraged. It would also slow the university's progress as a nationally competitive Tier One research institution.

730 University of Houston

Special Item: 4 **Tier One Initiative – Energy Research**

(1) Year Special Item: 2008

(2) Mission of Special Item:

The Energy Research special item is used to develop the infrastructure and support the operations of University of Houston energy research programs, in order to leverage external funding from the federal government, industry and other grant making institutions. Energy is one of UH's research strengths and key to its goals as a nationally competitive Tier One research university.

(3) (a) Major Accomplishments to Date:

In FY 2011, total research expenditures in energy programs were \$43 million and federal research expenditures were \$29 million. Of special note, the Applied Research Hub at the Texas Center for Superconductivity (TcSUH) has secured four multi-year, multi-million dollar grants from the Departments of Energy and Defense to develop and commercialize storage devices, wind turbines and transformers that utilize UH-developed superconducting wire. Much progress has also been made in developing the UH Energy Research Park – a 64-acre complex that now serves as the cornerstone for UH's academic/research programs, industrial partnerships, professional training, and economic development activities related to energy.

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

Over the next two years, resources will continue to be invested in the development of the university's Energy Research Park and TcSUH Applied Research Hub (located at the ERP), both of which have proven tremendously successful to date and for which there is great potential in the future with respect to research productivity and economic development.

(4) Funding Source Prior to Receiving Special Item Funding:

NA

(5) Formula Funding:

N/A

(6) Non-general Revenue Sources of Funding:

Fiscal Year	Amount	Source
2011	\$43M	Federal government, industry, other grant-making organizations
2012	\$45M	Federal government, industry, other grant-making organizations
2012	\$46M	Federal government, industry, other grant-making organizations
2014	\$48M	Federal government, industry, other grant-making organizations
2015	\$50M	Federal government, industry, other grant-making organizations

(7) Consequences of Not Funding:

730 University of Houston

Not funding this special item would reduce the university's ability to invest in its energy research programs and the external funding that would be leveraged. It would also slow the university's progress as a nationally competitive Tier One research institution.

730 University of Houston

Special Item: 5 **Tier One Initiative – Health Sciences**

(1) Year Special Item: 2012

(2) Mission of Special Item:

The Health Sciences special item is used to develop the infrastructure and support the operations of University of Houston health-related research programs, in order to leverage external funding from the federal government, industry and other grant making institutions. The health sciences are one of UH's research strengths and key to its goals as a nationally competitive Tier One research university.

(3) (a) Major Accomplishments to Date:

In FY 2011, total research expenditures in the health sciences were \$52 million and federal research expenditures were \$44 million. UH has also launched a new program in Biomedical Engineering and will open a new Biomedical and Health Sciences Building in fall 2012. Last year UH also generated \$9 million in royalties from a drug for treating epilepsy developed by a UH faculty member. Major UH programs conducting health-related research include the Texas Center for Superconductivity, the Center for Advanced Materials, the Texas Learning and Computation Center, and the Health Law and Policy Institute, in addition to UH's Colleges of Optometry and Pharmacy.

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

With continued investments in research faculty, staff, facilities, equipment and operations, the University of Houston expects continued growth in research productivity in the health sciences. It is the university's goal to launch a new biomedical sciences building that will be devoted largely to the College of Pharmacy. Tuition Revenue Bond funding has been requested for this project.

(4) Funding Source Prior to Receiving Special Item Funding:

NA

(5) Formula Funding:

N/A

(6) Non-general Revenue Sources of Funding:

Fiscal Year	Amount	Source
2011	\$52M	Federal government, industry, other grant-making organizations
2012	\$55M	Federal government, industry, other grant-making organizations
2013	\$57M	Federal government, industry, other grant-making organizations
2014	\$59M	Federal government, industry, other grant-making organizations
2015	\$61M	Federal government, industry, other grant-making organizations

(7) Consequences of Not Funding:

730 University of Houston

Not funding this special item would reduce the university's ability to invest in its health sciences research programs and the external funding that would be leveraged. It would also slow the university's progress as a nationally competitive Tier One research institution.

730 University of Houston

Special Item: 6 **Institutional Enhancement**

(1) Year Special Item: 2000

(2) Mission of Special Item:

Institutional enhancement resources are used to fund the core operations of the university, including the delivery of instruction, support for students, support for the university's research activities and general administration. They are essential to achievement of the university's goals and its effective operation.

(3) (a) Major Accomplishments to Date:

Record student enrollment: 40,749 (Fall 2012)
Record degrees awarded: 8,252 (FY 2012)
Record total research awards: \$107M (FY 2012)
Record federal research awards: \$69M (FY 2012)
Record royalty income: \$12M (FY 2012)
Record scholarly citations: 41,172 (FY 2012)
Record national academy members: 11 (FY 2012)

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

With continued Institutional Enhancement funding, the University of Houston expects to build upon the record enrollment, degrees awarded, and research productivity achieved during the current biennium.

(4) Funding Source Prior to Receiving Special Item Funding:

NA

(5) Formula Funding:

N/A

(6) Non-general Revenue Sources of Funding:

Fiscal Year	Amount
2011	NA
2012	NA
2013	NA
2014	NA
2015	NA

Source: Unlike other special items, Institutional Enhancement is not a university program into which revenue from other sources is allocated.

730 University of Houston

(7) Consequences of Not Funding:

Not funding this special item would slow the university's progress as a nationally competitive Tier One research institution, making it more difficult for the university to build upon its success in student access and success, as well as research productivity.

Schedule 10A: Reconciliation of Formula Strategies to NACUBO Functions of Cost
83rd Regular Session, Agency Submission, Version 1

Agency Code: 00730		Agency Name: University of Houston		
		Exp 2011	Est 2012	Bud 2013
SUMMARY OF REQUEST FOR FY 2011-2013:				
1	A.1.1 Operations Support	\$ 170,144,575	\$ 155,703,774	\$ 134,682,794
2	A.1.2. Teaching Experience Supplement	-	-	-
3	B.1.1 E&G Space Support	8,663,059	4,110,233	5,028,517
4	Total, Formula Expenditures	\$ 178,807,634	\$ 159,814,007	\$ 139,711,311
RECONCILIATION TO NACUBO FUNCTIONS OF COST				
5	Instruction	\$ 112,407,198	\$ 102,866,782	\$ 88,979,126
	Academic Support	21,746,829	19,901,095	17,214,323
	Student Services	7,290,386	6,671,624	5,770,913
	Institutional Support	25,844,109	23,650,624	20,457,642
	Research	2,856,053	2,613,649	2,260,790
6	Subtotal	\$ 170,144,575	\$ 155,703,774	\$ 134,682,794
7	Operation and Maintenance of Plant	\$ 8,570,525	\$ 4,010,937	\$ 4,907,037
	Utilities	92,534	99,296	121,480
8	Subtotal	\$ 8,663,059	\$ 4,110,233	\$ 5,028,517
9	Total, Formula Expenditures by NACUBO Functions of Cost	\$ 178,807,634	\$ 159,814,007	\$ 139,711,311
10	check = 0	0	0	0

Schedule 10B: Object of Expense Detail for Formula Strategies and NACUBO Functions of Cost
83rd Regular Session, Agency Submission, Version 1

Agency Code: **783**

Agency Name: **University of Houston System Administration**

		Exp 2011	Est 2012	Bud 2013
SUMMARY OF REQUEST FOR FY 2011-2013:				
1	A.1.1 Operations Support	\$ 170,144,578	\$ 167,263,810	\$ 168,614,251
Objects of Expense:				
a)	1001 SALARIES AND WAGES	\$ 53,651,926	\$ 52,755,103	\$ 53,173,149
	1002 OTHER PERSONNEL COSTS	3,183,322	3,130,112	3,154,915
	1005 FACULTY SALARIES	109,941,750	108,104,010	108,960,656
	1010 PROFESSIONAL SALARIES	431,417	424,205	427,567
	2001 PROFESSIONAL FEES AND SERVICES	279,817	275,140	277,320
	2002 FUELS AND LUBRICANTS	44,314	43,574	43,919
	2003 CONSUMABLE SUPPLIES	691,298	679,742	685,129
	2004 UTILITIES	326,684	321,223	626,768
	2005 TRAVEL	1,782	1,753	1,767
	2006 RENT - BUILDING	120	118	119
	2007 RENT - MACHINE AND OTHER	128,089	125,948	126,946
	2009 OTHER OPERATING EXPENSE	1,080,887	1,026,115	756,243
	3001 CLIENT SERVICES	91,089	89,566	90,276
	5000 CAPITAL EXPENDITURES	292,083	287,201	289,477
<i>Subtotal, Objects of Expense</i>		\$ 170,144,578	\$ 167,263,810	\$ 168,614,251
check = 0		\$ -	\$ -	\$ -
3	B.1.1 E&G Space Support	\$ 8,663,059	\$ 7,966,634	\$ 7,425,236
Objects of Expense:				
c)	1001 SALARIES AND WAGES	\$ 6,719,333	\$ 6,179,164	\$ 5,726,181
	1002 OTHER PERSONNEL COSTS	68,301	62,810	58,206
	1005 FACULTY SALARIES	-	-	-
	1010 PROFESSIONAL SALARIES	-	-	-
	2001 PROFESSIONAL FEES AND SERVICES	4,833	4,444	4,118
	2002 FUELS AND LUBRICANTS	74,323	68,348	63,338
	2003 CONSUMABLE SUPPLIES	828,002	761,439	705,619
	2004 UTILITIES	92,535	85,097	121,480
	2005 TRAVEL	-	-	-
	2006 RENT - BUILDING	1,381	1,270	1,177
	2007 RENT - MACHINE AND OTHER	8,431	7,753	7,185
	2009 OTHER OPERATING EXPENSE	865,920	796,309	737,933
	3001 CLIENT SERVICES	-	-	-
	5000 CAPITAL EXPENDITURES	-	-	-
<i>Subtotal, Objects of Expense</i>		\$ 8,663,059	\$ 7,966,634	\$ 7,425,236
check = 0		\$ -	\$ -	\$ -

Schedule 10B: Object of Expense Detail for Formula Strategies and NACUBO Functions of Cost
83rd Regular Session, Agency Submission, Version 1

RECONCILIATION TO NACUBO FUNCTIONS OF COST

6 Instruction	\$ 117,951,964	\$ 115,950,244	\$ 116,755,071
Objects of Expense:			
d) 1001 SALARIES AND WAGES	\$ 6,598,054	\$ 6,487,521	\$ 6,538,978
1002 OTHER PERSONNEL COSTS	1,068,441	1,048,819	1,059,571
1005 FACULTY SALARIES	109,022,539	107,200,166	108,049,651
1010 PROFESSIONAL SALARIES	92,080	90,559	91,272
2001 PROFESSIONAL FEES AND SERVICES	47,250	7,130	46,827
2002 FUELS AND LUBRICANTS	42,205	41,492	41,828
2003 CONSUMABLE SUPPLIES	243,480	241,053	241,309
2004 UTILITIES	2,182	2,142	4,186
2005 TRAVEL	55	66	62
2006 RENT - BUILDING	96	87	87
2007 RENT - MACHINE AND OTHER	72,148	70,694	71,337
2009 OTHER OPERATING EXPENSE	607,402	576,939	424,971
3001 CLIENT SERVICES	51,186	50,294	50,728
5000 CAPITAL EXPENDITURES	104,848	133,282	134,263
<i>Subtotal</i>	\$ 117,951,964	\$ 115,950,244	\$ 116,755,071
check = 0	\$ -	\$ -	\$ -

Academic Support	\$ 19,139,237	\$ 18,787,908	\$ 18,988,597
Objects of Expense:			
e) 1001 SALARIES AND WAGES	\$ 16,603,284	\$ 16,327,121	\$ 16,456,609
1002 OTHER PERSONNEL COSTS	669,895	661,474	663,684
1005 FACULTY SALARIES	710,337	698,460	703,995
1010 PROFESSIONAL SALARIES	339,336	333,646	336,295
2001 PROFESSIONAL FEES AND SERVICES	106,790	126,116	105,841
2002 FUELS AND LUBRICANTS	968	995	960
2003 CONSUMABLE SUPPLIES	184,422	182,578	182,771
2004 UTILITIES	143,173	140,575	274,688
2005 TRAVEL	1,670	1,619	1,641
2006 RENT - BUILDING	24	31	32
2007 RENT - MACHINE AND OTHER	25,824	25,304	25,533
2009 OTHER OPERATING EXPENSE	217,408	206,260	152,109
3001 CLIENT SERVICES	18,322	18,002	18,159
5000 CAPITAL EXPENDITURES	117,783	65,727	66,279
<i>Subtotal</i>	\$ 19,139,237	\$ 18,787,908	\$ 18,988,597
check = 0	\$ -	\$ -	\$ -

Schedule 10B: Object of Expense Detail for Formula Strategies and NACUBO Functions of Cost
83rd Regular Session, Agency Submission, Version 1

Student Services		\$	6,187,022	\$	6,084,763	\$	6,139,490
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Objects of Expense:

f)	1001 SALARIES AND WAGES	\$	5,973,785	\$	5,873,708	\$	5,920,298
	1002 OTHER PERSONNEL COSTS		204,689		202,661		202,791
	1005 FACULTY SALARIES		-		-		-
	1010 PROFESSIONAL SALARIES		-		-		-
	2001 PROFESSIONAL FEES AND SERVICES		-		-		-
	2002 FUELS AND LUBRICANTS		-		-		-
	2003 CONSUMABLE SUPPLIES		-		-		-
	2004 UTILITIES		8,549		8,394		16,401
	2005 TRAVEL		-		-		-
	2006 RENT - BUILDING		-		-		-
	2007 RENT - MACHINE AND OTHER		-		-		-
	2009 OTHER OPERATING EXPENSE		-		-		-
	3001 CLIENT SERVICES		-		-		-
	5000 CAPITAL EXPENDITURES		-		-		-

<i>Subtotal</i>		\$	6,187,022	\$	6,084,763	\$	6,139,490
	check = 0	\$	-	\$	-	\$	-

Institutional Support		\$	24,361,463	\$	23,977,449	\$	24,244,789
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Objects of Expense:

g)	1001 SALARIES AND WAGES	\$	22,260,093	\$	21,887,180	\$	22,060,404
	1002 OTHER PERSONNEL COSTS		1,211,303		1,188,452		1,200,144
	1005 FACULTY SALARIES		-		-		-
	1010 PROFESSIONAL SALARIES		-		-		-
	2001 PROFESSIONAL FEES AND SERVICES		125,778		141,894		124,652
	2002 FUELS AND LUBRICANTS		1,141		1,087		1,131
	2003 CONSUMABLE SUPPLIES		217,220		210,391		215,280
	2004 UTILITIES		168,641		166,048		323,552
	2005 TRAVEL		58		68		64
	2006 RENT - BUILDING		-		-		-
	2007 RENT - MACHINE AND OTHER		30,117		29,950		30,075
	2009 OTHER OPERATING EXPENSE		256,077		242,915		179,163
	3001 CLIENT SERVICES		21,581		21,270		21,389
	5000 CAPITAL EXPENDITURES		69,452		88,193		88,934

<i>Subtotal</i>		\$	24,361,463	\$	23,977,449	\$	24,244,789
	check = 0	\$	-	\$	-	\$	-

Schedule 10B: Object of Expense Detail for Formula Strategies and NACUBO Functions of Cost
83rd Regular Session, Agency Submission, Version 1

8	Research	\$	2,504,892	\$	2,463,445	\$	2,486,304
Objects of Expense:							
h)	1001 SALARIES AND WAGES	\$	2,216,709	\$	2,179,573	\$	2,196,861
	1002 OTHER PERSONNEL COSTS		28,994		28,707		28,725
	1005 FACULTY SALARIES		208,874		205,382		207,009
	1010 PROFESSIONAL SALARIES		-		-		-
	2001 PROFESSIONAL FEES AND SERVICES		-		-		-
	2002 FUELS AND LUBRICANTS		-		-		-
	2003 CONSUMABLE SUPPLIES		46,176		45,720		45,768
	2004 UTILITIES		4,139		4,064		7,940
	2005 TRAVEL		-		-		-
	2006 RENT - BUILDING		-		-		-
	2007 RENT - MACHINE AND OTHER		-		-		-
	2009 OTHER OPERATING EXPENSE		-		-		-
	3001 CLIENT SERVICES		-		-		-
	5000 CAPITAL EXPENDITURES		-		-		-
<i>Subtotal, Objects of Expense</i>		\$	2,504,892	\$	2,463,445	\$	2,486,304
	check = 0	\$	-	\$	-	\$	-
8	Operation and Maintenance of Plant	\$	8,570,525	\$	7,881,538	\$	7,303,756
Objects of Expense:							
i)	1001 SALARIES AND WAGES	\$	6,719,333	\$	6,179,164	\$	5,726,181
	1002 OTHER PERSONNEL COSTS		68,301		62,810		58,206
	1005 FACULTY SALARIES						
	1010 PROFESSIONAL SALARIES						
	2001 PROFESSIONAL FEES AND SERVICES		4,833		4,444		4,118
	2002 FUELS AND LUBRICANTS		74,323		68,348		63,338
	2003 CONSUMABLE SUPPLIES		828,003		761,439		705,619
	2004 UTILITIES						
	2005 TRAVEL						
	2006 RENT - BUILDING		1,381		1,270		1,177
	2007 RENT - MACHINE AND OTHER		8,431		7,753		7,185
	2009 OTHER OPERATING EXPENSE		865,920		796,309		737,933
	3001 CLIENT SERVICES				-		
	5000 CAPITAL EXPENDITURES				1		
<i>Subtotal, Objects of Expense</i>		\$	8,570,525	\$	7,881,538	\$	7,303,756
	check = 0	\$	-	\$	0	\$	-
	Utilities	\$	92,534	\$	85,096	\$	121,480
Objects of Expense:							
j)	2004 UTILITIES	\$	92,534	\$	85,096	\$	121,480
<i>Subtotal, Objects of Expense</i>		\$	92,534	\$	85,096	\$	121,480
	check = 0	\$	-	\$	-	\$	-