



Legislative Appropriations Request

2014-2015

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

Texas Southmost College

August 20, 2012



CERTIFICATE

Agency Name Texas Southmost College

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

Additionally, should it become likely at any time that unexpended balances will accrue for any account, the LBB and the GOBPP will be notified in writing in accordance with Article IX, Section 7.01 (2012-13 GAA).

Chief Executive Office or Presiding Judge

Lily F. Tercero
Signature

Dr. Lily F. Tercero
Printed Name

TSC President
Title

August 20, 2012
Date

Board or Commission Chair

Francisco Rendon
Signature

Francisco Rendon
Printed Name

Chair, Board of Trustees
Title

August 20, 2012
Date

Chief Financial Officer

Chester E. Lewis, III
Signature

Chester E. Lewis, III
Printed Name

Vice President of Finance and Administration
Title

August 20, 2012
Date

TABLE OF CONTENTS

<u>ADMINISTRATOR’S STATEMENT</u>	1
<u>ORGANIZATIONAL CHART</u>	3
<u>STRATEGY REQUESTS</u>	
2.A. SUMMARY OF BASE REQUEST BY STRATEGY	4
2.B. SUMMARY OF BASE REQUEST BY METHOD OF FINANCE	6
2.F. SUMMARY OF TOTAL REQUEST BY STRATEGY	7
3.A. STRATEGY REQUEST	9
<u>SCHEDULES</u>	
3.C. GROUP INSURANCE DATA ELEMENTS (COMMUNITY COLLEGES)	14

984 Texas Southmost College

State Funding during Partnership Transition

Texas Southmost College (TSC), The University of Texas System (UT System) and The University of Texas at Brownsville (UTB) are in the process of terminating their 20-year partnership. Although TSC and UTB will remain accredited under the UTB/TSC Partnership during this transition period, TSC is proceeding to become operationally independent in the fall 2013 semester. Given that TSC is scheduled to open at the beginning of the 2014-2015 biennium, the reporting of student enrollment is a significant issue as it directly impacts state appropriations for TSC. Historically, reported data show that a significant majority of lower division courses (i.e., freshman and sophomore courses) were TSC enrollments. Recently, UTB informed TSC that a new methodology for the assignment of students is being implemented beginning with the base year counting period (summer and fall 2012 and spring 2013). UTB's initial projections show that TSC's enrollments are expected to be almost an exact opposite from previous years—resulting in more student enrollment to the university and much less to TSC. Given UTB's discretionary control of classifying students who take lower-division courses as either attending UTB or TSC, as described above, there will likely be a major loss of funding in the 2014-2015 biennium to the detriment of TSC.

TSC has expressed its concern regarding this enrollment issue to the Texas Higher Education Coordinating Board, the Legislative Budget Board, legislative representatives in the Texas State Senate and Texas House of Representatives, and the Texas Association of Community Colleges. TSC is at a reporting disadvantage since it is not yet operational and has no oversight or authority for the existing registration and reporting processes. TSC is also at an operational disadvantage as it moves to opening the College by fall 2013 due to the continuing financial obligations associated with the existing partnership agreement, which includes a requirement that TSC remit all tuition and fees and all state appropriations to the UT System. In addition, TSC has significant start-up funding needs because TSC is reestablishing itself, while UTB has staff, programs and resources already in place.

To this end, TSC respectfully requests to receive a hold harmless provision for state appropriations in the 2014-2015 biennium, which will minimize the effect of reduced formula funding as a result of changes being implemented to the reporting process by UTB and UT System during the base year counting period. TSC does not anticipate that this hold harmless request will be continued in the subsequent biennium.

Texas Association of Community Colleges (TACC)

TSC endorses the \$1.968 billion request for student success funding for the 2014-15 biennium and recommends, as outlined in the TACC July 16, 2012 letter, that funding for community colleges be appropriated through three strategies: Core Operations, Student Success Points, and Contact Hour funding.

History

TSC was initially created in 1926 as The Junior College of the Lower Rio Grande Valley. In 1931, the college name was changed to the Brownsville Junior College and then to TSC in 1949. The main campus is located in Brownsville, Texas and occupies the site of old Fort Brown, a National Historic Site with buildings dating from the 1850's. Originally created as an extension of the local independent school district in Brownsville, Texas, the College's first classes were held in the fall of 1926 in the local high school building. In 1927, the school district issued bonds for the construction of a new building to house the high school and the junior college. Fort Brown, the first military post established by the U.S. Government in Texas, was closed by the Army in 1944. After extensive efforts to acquire this property, a formal dedication ceremony was held on July 22, 1948, to commemorate the approval and transfer of the Fort Brown deed to the Brownsville Junior College.

In 1973, TSC offered space on its campus for the establishment of a four-year extension program in Brownsville with Pan American University (now The University of

ADMINISTRATOR'S STATEMENT

8/23/2012 10:50:46AM

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

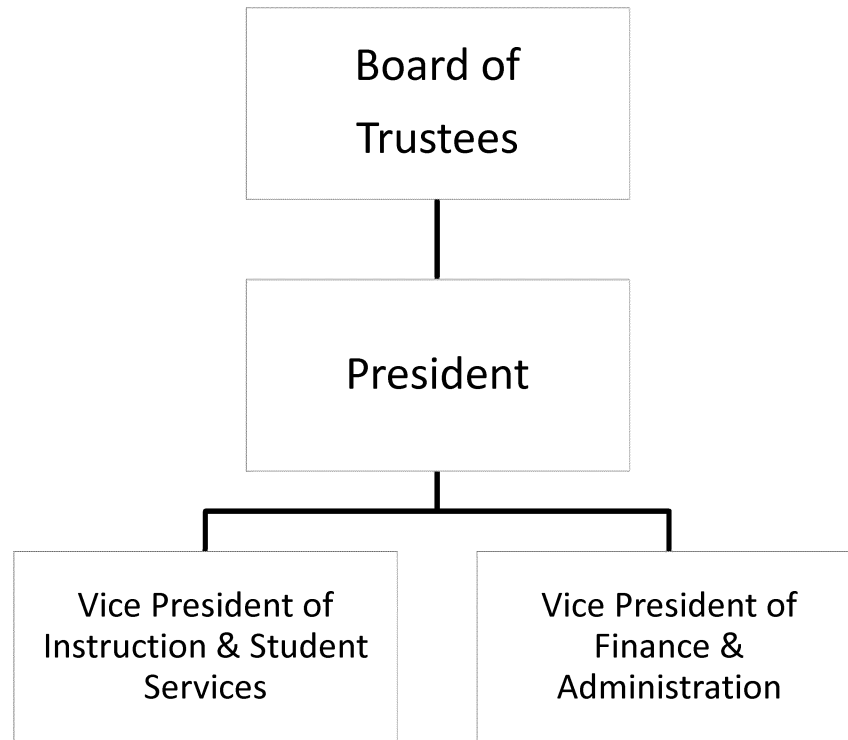
984 Texas Southmost College

Texas–Pan American (UTPA) in Edinburg, Texas). The University of Texas at Brownsville (“UTB”) was created as an upper-division university by the Texas Legislature in May 1991 and combined its educational functions with the Pan American University-Brownsville campus. At that time, the Legislature also authorized UTB to enter into a contractual agreement with TSC and the UTB/TSC Partnership was created on September 1, 1991.

On February 2011, the TSC Board of Trustees approved a motion to become an autonomous institution after The University of Texas Board of Regents voted to terminate the partnership in November 2010. Legislation was passed providing for the dissolution of the existing partnership agreement, ending on or before August 31, 2015, to the extent necessary to ensure accreditation for both entities.

A new president was hired in October 2011. TSC, which will continue to work collaboratively with UTB to provide excellent higher education opportunities, is in the process of reestablishing itself as an independent and fully, comprehensive public community college.

Texas Southmost College



2.A. SUMMARY OF BASE REQUEST BY STRATEGY

8/23/2012 11:00:42AM

83rd Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

984 Texas Southmost College

Goal / Objective / STRATEGY	Exp 2011	Est 2012	Bud 2013	Req 2014	Req 2015
1 Provide Instruction					
1 Provide Administration and Instructional Services					
1 ACADEMIC EDUCATION (1)	8,245,575	7,937,826	8,009,906	0	0
2 VOCATIONAL/TECHNICAL EDUCATION (1)	4,000,015	3,382,276	3,372,597	0	0
TOTAL, GOAL 1	\$12,245,590	\$11,320,102	\$11,382,503	\$0	\$0
TOTAL, AGENCY STRATEGY REQUEST	\$12,245,590	\$11,320,102	\$11,382,503	\$0	\$0
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*				\$0	\$0
GRAND TOTAL, AGENCY REQUEST	\$12,245,590	\$11,320,102	\$11,382,503	\$0	\$0
<u>METHOD OF FINANCING:</u>					
General Revenue Funds:					
1 General Revenue Fund	12,245,590	11,320,102	11,382,503	0	0
SUBTOTAL	\$12,245,590	\$11,320,102	\$11,382,503	\$0	\$0
TOTAL, METHOD OF FINANCING	\$12,245,590	\$11,320,102	\$11,382,503	\$0	\$0

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

(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

83rd Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

984 Texas Southmost College

Goal / Objective / STRATEGY	Exp 2011	Est 2012	Bud 2013	Req 2014	Req 2015
------------------------------------	-----------------	-----------------	-----------------	-----------------	-----------------

2.B. SUMMARY OF BASE REQUEST BY METHOD OF FINANCE

8/23/2012 11:02:55AM

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

Agency code: 984		Agency name: Texas Southmost College				
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>						
	Base line	\$12,245,590	\$11,320,102	\$11,382,503	\$0	\$0
TOTAL,	General Revenue Fund	\$12,245,590	\$11,320,102	\$11,382,503	\$0	\$0
TOTAL, ALL GENERAL REVENUE		\$12,245,590	\$11,320,102	\$11,382,503	\$0	\$0
GRAND TOTAL		\$12,245,590	\$11,320,102	\$11,382,503	\$0	\$0
<u>FULL-TIME-EQUIVALENT POSITIONS</u>						
TOTAL, ADJUSTED FTES						
NUMBER OF 100% FEDERALLY FUNDED FTES		0.0	0.0	0.0	0.0	0.0

2.F. SUMMARY OF TOTAL REQUEST BY STRATEGY
 83rd Regular Session, Agency Submission, Version I
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/23/2012
 TIME : 11:03:33AM

Agency code: 984 Agency name: Texas Southmost College

Goal/Objective/STRATEGY	Base 2014	Base 2015	Exceptional 2014	Exceptional 2015	Total Request 2014	Total Request 2015
1 Provide Instruction						
1 <i>Provide Administration and Instructional Services</i>						
1 ACADEMIC EDUCATION	\$0	\$0	\$0	\$0	\$0	\$0
2 VOCATIONAL/TECHNICAL EDUCATION	0	0	0	0	0	0
TOTAL, GOAL 1	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL, AGENCY STRATEGY REQUEST	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	\$0	\$0	\$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 : 8/23/2012
 TIME : 11:03:57AM

Agency code: 984 Agency name: Texas Southmost College

<i>Goal/Objective/STRATEGY</i>	Base 2014	Base 2015	Exceptional 2014	Exceptional 2015	Total Request 2014	Total Request 2015
General Revenue Funds:						
1 General Revenue Fund	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCING	\$0	\$0	\$0	\$0	\$0	\$0

FULL TIME EQUIVALENT POSITIONS

3.A. STRATEGY REQUEST

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

984 Texas Southmost College

GOAL: 1 Provide Instruction Statewide Goal/Benchmark: 2 0
 OBJECTIVE: 1 Provide Administration and Instructional Services Service Categories:
 STRATEGY: 1 Academic Education Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014 ⁽¹⁾	BL 2015 ⁽¹⁾
Objects of Expense:						
1001	SALARIES AND WAGES	\$8,245,575	\$7,937,826	\$8,009,906	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$8,245,575	\$7,937,826	\$8,009,906	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$8,245,575	\$7,937,826	\$8,009,906	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$8,245,575	\$7,937,826	\$8,009,906	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$8,245,575	\$7,937,826	\$8,009,906	\$0	\$0

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

Faculty salaries and Departmental operating expenses to support teaching and service activities in pursuit of the College's mission in its district.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

(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)

984 Texas Southmost College

GOAL: 1 Provide Instruction Statewide Goal/Benchmark: 2 0
 OBJECTIVE: 1 Provide Administration and Instructional Services Service Categories:
 STRATEGY: 1 Academic Education Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014 ⁽¹⁾	BL 2015 ⁽¹⁾
------	-------------	----------	----------	----------	------------------------	------------------------

Formula amounts do not meet existing needs. Special legislative appropriation requests described elsewhere, are included to help compensate for inadequate formula funding Texas Southmost College services an economically disadvantaged district in the fastest growing region of Texas. The population it serves, primarily Hispanic, has historically experienced educational funding neglect.

(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)

984 Texas Southmost College

GOAL: 1 Provide Instruction Statewide Goal/Benchmark: 2 0
 OBJECTIVE: 1 Provide Administration and Instructional Services Service Categories:
 STRATEGY: 2 Vocational/Technical Education Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014 ⁽¹⁾	BL 2015 ⁽¹⁾
Objects of Expense:						
1001	SALARIES AND WAGES	\$4,000,015	\$3,382,276	\$3,372,597	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$4,000,015	\$3,382,276	\$3,372,597	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$4,000,015	\$3,382,276	\$3,372,597	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$4,000,015	\$3,382,276	\$3,372,597	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$4,000,015	\$3,382,276	\$3,372,597	\$0	\$0

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

Faculty salaries and Departmental operating expenses to support teaching and service activities in pursuit of the College's mission in its district.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

(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)

984 Texas Southmost College

GOAL: 1 Provide Instruction Statewide Goal/Benchmark: 2 0
 OBJECTIVE: 1 Provide Administration and Instructional Services Service Categories:
 STRATEGY: 2 Vocational/Technical Education Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2011	Est 2012	Bud 2013	BL 2014 ⁽¹⁾	BL 2015 ⁽¹⁾
------	-------------	----------	----------	----------	------------------------	------------------------

Formula amounts do not meet existing needs. Special legislative appropriation requests described elsewhere, are included to help compensate for inadequate formula funding Texas Southmost College services an economically disadvantaged district in the fastest growing region of Texas. The population it serves, primarily Hispanic, has historically experienced educational funding neglect, which has resulted in the severe lack of a skilled workforce to support economic development.

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

3.A. STRATEGY REQUEST

8/23/2012 11:04:53AM

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

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	\$12,245,590	\$11,320,102	\$11,382,503	\$0	\$0
METHODS OF FINANCE (INCLUDING RIDERS):				\$0	\$0
METHODS OF FINANCE (EXCLUDING RIDERS):	\$12,245,590	\$11,320,102	\$11,382,503	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:					

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

Schedule 3C: Group Insurance Data Elements (Community Colleges)
 83rd Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/23/2012 11:05:35AM

Agency Code: **984** Agency Code: **Texas Southmost College**

	Total I & A Enrollment	Local Non I & A	GR Percent Enrollment	Non - GR Percent Enrollment	Total Enrollment
GENERAL REVENUE / SALARIES					
Unrestricted General Revenue:	\$12,245,588	GR Percent:	35.92%		
Total Salaries:	\$34,094,450	Non-GR Percent:	64.08%		
FULL TIME ACTIVES					
1a Employee Only	10	0	4	6	10
2a Employee and Children	12	0	4	8	12
3a Employee and Spouse	1	0	0	1	1
4a Employee and Family	2	0	1	1	2
5a Eligible, Opt Out	0	0	0	0	0
6a Eligible, Not Enrolled	0	0	0	0	0
Total for this Section	25	0	9	16	25
PART TIME ACTIVES					
1b Employee Only	0	0	0	0	0
2b Employee and Children	0	0	0	0	0
3b Employee and Spouse	0	0	0	0	0
4b Employee and Family	0	0	0	0	0
5b Eligible, Opt Out	0	0	0	0	0
6b Eligible, Not Enrolled	0	0	0	0	0
Total for this Section	0	0	0	0	0
Total Active Enrollment	25	0	9	16	25

Agency Code: 984 Agency Code: Texas Southmost College

	Total I & A Enrollment	Local Non I & A	GR Percent Enrollment	Non - GR Percent Enrollment	Total Enrollment
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	10	0	4	6	10
2e Employee and Children	12	0	4	8	12
3e Employee and Spouse	1	0	0	1	1
4e Employee and Family	2	0	1	1	2
5e Eligible, Opt Out	0	0	0	0	0
6e Eligible, Not Enrolled	0	0	0	0	0
Total for this Section	25	0	9	16	25

Schedule 3C: Group Insurance Data Elements (Community Colleges)

8/23/2012 11:06:05AM

83rd Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency Code: **984**

Agency Code: **Texas Southmost College**

	Total I & A Enrollment	Local Non I & A	GR Percent Enrollment	Non - GR Percent Enrollment	Total Enrollment
TOTAL ENROLLMENT					
1f Employee Only	10	0	4	6	10
2f Employee and Children	12	0	4	8	12
3f Employee and Spouse	1	0	0	1	1
4f Employee and Family	2	0	1	1	2
5f Eligible, Opt Out	0	0	0	0	0
6f Eligible, Not Enrolled	0	0	0	0	0
Total for this Section	25	0	9	16	25