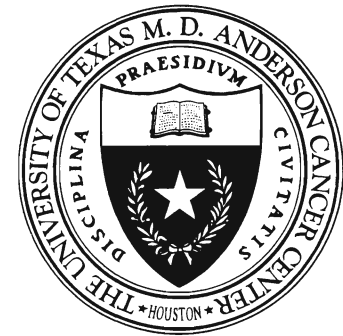


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**LEGISLATIVE APPROPRIATIONS REQUEST**  
**FISCAL YEARS 2010 AND 2011**



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

**THE UNIVERSITY OF TEXAS**  
**M. D. ANDERSON CANCER CENTER**

**August 2008**

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**M. D. ANDERSON CANCER CENTER**

**August 2008**

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**ADMINISTRATOR'S STATEMENT**  
81st Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
TIME: 10:03:04AM  
PAGE: 1 of 6

Agency code: 506

Agency name: The University of Texas M.D. Anderson Cancer Center

The University of Texas M. D. Anderson Cancer Center (M. D. Anderson) was created by the Texas Legislature in 1941 as a component of The University of Texas System. M. D. Anderson is one of the nation's original three Comprehensive Cancer Centers designated by the National Cancer Act of 1971 and is one of 41 Comprehensive Cancer Centers.

M. D. Anderson has ranked among the nation's top two cancer hospitals in U.S. News & World Report's "America's Best Hospitals" survey since the survey's inception in 1990. M. D. Anderson has ranked number one four times in the last six years.

**Mission:** The mission of The University of Texas M. D. Anderson Cancer Center is: To eliminate cancer in Texas, the nation and the world through outstanding programs that integrate patient care, research and prevention, and through education for undergraduate and graduate students, trainees, professionals, employees and the public.

**Vision:** We shall be the premier cancer center in the world, based on the excellence of our people, our research-driven patient care and our science. We are Making Cancer History.

**Magnitude of the Cancer Problem:**

While cancer strikes at any age, more than three-fourths of all cancers occur in people age 55 and older. Today, there are about 36 million Americans over 65; by 2025 that number will increase to more than 62 million Americans. In other words, in the next two decades more than 20% of the entire U.S. population will be well within the "cancer years," so the number of cases will continue to grow.

More than 10.8 million Americans are living today with a history of surviving cancer for 5 or more years, and about 1.5 million new cases of cancer are expected to be diagnosed in 2008. Nearly 100,000 Texans will be newly diagnosed with cancer in 2008, and about 35,000 Texans will die of the disease this year.

The five-year survival rate for all forms of cancer combined has risen dramatically to 66%, which is nearly double what it was 30 years ago (ACS 1975, 2008). Most of these patients are cured. This means that more and more Americans are living with a history of cancer and require medical follow-up. Others who are not cured are living longer as a result of earlier detection and improved therapies, and they require more medical resources.

In 2002, for the first time in history, cancer surpassed heart disease as the top killer of Americans younger than age 85 (which is more than 98% of the entire population).

**MISSION OVERVIEW**

**Patient Care**

Since 1944, almost 700,000 patients have turned to M. D. Anderson for cancer care in the form of surgery, chemotherapy, radiation therapy, immunotherapy or combinations of these and other treatments. This multidisciplinary approach to treating cancer was pioneered at M. D. Anderson. Because they focus only on cancer, experts here are renowned for their ability to treat all types of cancer, including rare or uncommon diseases.

In FY 2007, more than 84,000 persons sought cancer care at M. D. Anderson, and about 29,000 of them were new patients. Approximately one-third of these patients come from outside Texas seeking the research-based care that has made M. D. Anderson so widely respected. More than 11,000 patients participated in therapeutic clinical research exploring novel treatments in 2007, the largest such program in the nation.

**ADMINISTRATOR'S STATEMENT**  
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M. D. Anderson is accredited by The Joint Commission, the organization that ensures patients receive the best and safest health care possible. The institution's nursing program holds Magnet Recognition Program status from the American Nurses Credentialing Center (ANCC). M. D. Anderson, earning its first award in 2001, is among fewer than 300 hospitals nationwide to earn recognition for exceptional professional nursing staff and the ways their practice translates into excellent patient care and clinical quality outcomes.

A significant challenge for M. D. Anderson is managing growth in its patient care volumes. The institution must balance volumes with resources available to care for cancer patients. M. D. Anderson faces substantial pressures as healthcare reimbursements from state and federal programs continue to decline, growing numbers of uninsured and under-insured seek care and commercial and managed care carriers continue to clamp down on coverage of certain services and payment rates. This challenge is exacerbated by the rising costs of healthcare, driven by rapid changes in technology and increasing costs of pharmaceuticals.

The Legislature provided \$110 million in General Revenue (GR) each year of the 2008-2009 biennium to support the institution's primary mission of patient care. Over the last several biennia, GR support has not kept pace with annual patient care growth at M. D. Anderson. Last session, the legislature adopted a new Operations formula designed to reward growth in patient care the same way that the current Instruction and Operations formula rewards student growth for health-related institutions with instruction-based missions. The maximum increase to M. D. Anderson cannot exceed the average increase given to other health-related institutions. This session, the institution is pursuing funding for growth through the new formula.

**Uncompensated Charity Care (UCC):**

In FY2007, M. D. Anderson provided more than \$196 million, in unreimbursed charges, for UCC to patients from all over Texas. The approximate cost of this care was \$84 million in FY2007.

A total of 7,800 patients - 8% of total patients served - received UCC in FY2007. Approximately 39% of UCC patients were Harris County residents, 17% came from the seven surrounding counties and the remaining 44% came from other counties in Texas.

In the last decade, M. D. Anderson has recorded \$1.7 billion in UCC charges. UCC losses are covered by a combination of revenue sources, including state-appropriated funds, net patient revenue and philanthropy.

**Research**

Important scientific knowledge gained in the laboratory is rapidly translated into clinical care at M. D. Anderson. In 2007, the institution invested \$445 million in research, an increase of approximately 70 percent in the last five years. Research support comes from a variety of sources, including: GR funds (\$22M); pharmaceutical companies (\$34M); philanthropy (\$61M); institutional funds (\$137M); and federal grants and contracts (\$191 M). M. D. Anderson ranks first in the number of grants awarded and total amount of grants given by the National Cancer Institute (NCI). The institution holds a record 10 NCI Specialized Programs of Research Excellence (SPORE) grants: lung, bladder, prostate, ovarian, head and neck, pancreatic, breast and endometrial cancers, leukemia and melanoma. The research program is considered one of the most productive efforts in the world aimed solely at cancer.

Within the last couple of years, the Red and Charline McCombs Institute for the Early Detection and Treatment of Cancer was opened at M. D. Anderson. The most aggressive expansion of research in M. D. Anderson's history, the institute is comprised of six unique centers of excellence, focused on genomics and proteomics, immunotherapy, metastasis, diagnostic imaging, proton therapy and drug development. Located about 1.5 miles south of the main campus, on the 116-acre University of Texas Research Park, the McCombs Institute will house approximately 25 percent of M. D. Anderson's research activities. The six centers of the institute are: Cancer



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Agency name: The University of Texas M.D. Anderson Cancer Center

Metastasis Research Center; Center for Cancer Immunology Research; Kleberg Center for Molecular Markers; Proton Therapy Center; Center for Advanced Biomedical Imaging Research (with U. T. Health Science Center - Houston); and Center for Targeted Therapies.

**Significant Research Accomplishments:**

Using whole-organ mapping that combines physical and genetic information, M. D. Anderson scientists led an international research team that charted how normal cells become malignant and identified a crucial new category of "forerunner genes" that start carcinogenesis, thus opening a new field of investigation for the early detection of precancer and the prevention of cancer.

M. D. Anderson researchers found that cells lining the mouth reflect the cancer-inducing damage in the lung caused by smoking, which could lead to biomonitoring of patients and those at risk of lung cancer using easily accessible oral tissue rather than obtaining lung lining tissue obtained through more invasive, uncomfortable procedures currently used.

M. D. Anderson epidemiologists led the first study identifying a common genetic variant that influences the risk for smokers and former smokers to develop lung cancer, a major step toward understanding how smoking and genetic factors interact to cause the disease.

A drug which blocks formation of new blood vessels that nourish tumors acts against advanced thyroid cancer, an M. D. Anderson-led research team reported in the New England Journal of Medicine. Half of the late-stage patients treated with mosatinib diphosphate had their tumors shrink or stop growing in a Phase II clinical trial.

**Education**

More than 5,500 trainees take part in educational programs each year, which includes physicians, scientists, nurses and many health professionals. M. D. Anderson offers bachelor's degrees in seven allied health disciplines. While M. D. Anderson is proud to fulfill its education mission, the institution must rely on institutionally generated funds and grant funding to cover the cost of education programs because fewer than 200 students qualify for general revenue support under health-related institution formulas.

Almost 1,000 clinical residents and fellows come to M. D. Anderson each year to receive specialized training in the investigation and treatment of cancer. More than 570 graduate students are working on advanced degrees at the Graduate School of Biomedical Sciences, which M. D. Anderson runs jointly with The University of Texas Health Science Center at Houston. More than 1,400 research fellows are being trained in M. D. Anderson's laboratories. Accreditation by the Commission on Colleges of the Southern Association of Colleges and Schools (SACS) affirms M. D. Anderson as a major teaching institution and recognizes the faculty for their influential role in educating graduate and undergraduate students.

Thousands more trainees participate in continuing education and distance learning opportunities sponsored by M. D. Anderson, sharing knowledge around the globe. Likewise, M. D. Anderson provides public education programs to teach healthy individuals about cancer symptoms and risk factors, and how to make critical health care decisions when necessary.

**Prevention**

Recognizing that, ultimately, prevention is the best way to eliminate the threat of cancer, M. D. Anderson has initiated a multifaceted effort. Expanded research in epidemiology and behavioral sciences complements achievements made in the clinical cancer prevention program. Laboratory activities support developmental and practical applications of cancer prevention. A novel research program addresses the disparities, death and illness due to cancer among ethnic minorities and medically

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Agency name: **The University of Texas M.D. Anderson Cancer Center**

underserved populations. The Cancer Prevention Center provides comprehensive cancer screening services, including cancer risk assessment, screening exams based on age and gender, personalized risk-reduction strategies, genetic testing, chemoprevention, tobacco cessation and nutrition counseling.

**Human Resources and Facilities:**

M. D. Anderson employs nearly 17,000 people and enjoys a volunteer workforce of more than 1,500 volunteers whose 250,000 hours of service each year are equal to another 120 full-time employees. Faculty, staff and volunteers are dedicated to the core values of Caring, Integrity and Discovery. Together, they work toward fulfilling the M. D. Anderson mission of eliminating cancer as a major health threat. The institution has statutory authority to conduct criminal background checks per Government Code Sec. 41.094 and Education Code Sec. 51.215.

The size of the institution has increased about 76 percent in the last five years. The main building complex includes an in-patient pavilion with 512 beds, two research buildings, outpatient clinic buildings, plus two faculty office buildings and a patient-family hotel nearby. From 2005 to present, the George and Cynthia Mitchell Basic Sciences Research Building, the Mays Clinic (Ambulatory Clinical Building), the Cancer Prevention Center and two new research buildings on the South Campus opened. In 2006, the Proton Therapy Center opened as well.

**OTHER SIGNIFICANT ACHIEVEMENTS**

M. D. Anderson received the Professional Services Development Award, presented by the Houston Minority Business Council (HMBC) in September 2007 for evidenced commitment to expanding business opportunities and support for minority-owned professional service firms. The 2007 Charles J. McDonald Award from the Institute of Supply Management (ISM), a prestigious national award recognizing outstanding supplier diversity leaders in our communities and country, was presented to the institution's Historically Underutilized Businesses and Federal Small Business Program director. In addition, the director received the Corporate Advocate 2008 award from the Women's Business Enterprise Alliance (WBEA) for exceptional support to women business development in May 2008.

M. D. Anderson has been repeatedly recognized for the past three years by Internet benchmarking company Hitwise as a quarterly Top Ten Award Winner in their Health & Medical - Hospitals category. Their independent benchmark data measuring Web site traffic indicates the institution has the nation's most-visited specialty hospital Web site, including consistent leadership among peer cancer centers. The recognition was based on more than 25.2 million visits to M. D. Anderson's Web site from January 2006 to June 2008.

**STATE SUPPORT**

**General Revenue**

The General Revenue (GR) appropriation of \$150 million in FY 07 accounts for 6% of the total operating budget. This has declined from 17% of the institution's budget in 1998. State GR provides critical support for infrastructure, patient care, research, and education programs. A portion of state support also offsets the cost of Un-sponsored Charity Care (UCC) provided to indigent Texans in need of M. D. Anderson's specialized care. Insufficient state support, failing to keep pace with institutional growth, could negatively impact M. D. Anderson's ability to develop leading-edge cancer therapy programs.

M. D. Anderson maximizes its leveraging of state funding. The institution generates \$15 additional dollars for cancer patient care, education and research for each \$1 of state GR. The institution generates more than \$22 in research support for every \$1 of GR from the state for research which illustrates a sound investment for the State of Texas.

**ADMINISTRATOR'S STATEMENT**  
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Agency name: **The University of Texas M.D. Anderson Cancer Center**

**Tobacco Settlement Funds**

M. D. Anderson received a permanent \$100 million endowment from the Legislature in 1999. The fund provides \$4.9 million per year for support of tobacco-related research programs. A separate endowment established for all health-related institutions provides an additional \$1.9 million per year for these purposes. The following programs received settlement funds in FY 2007:

Tobacco Outreach Education Program (TOEP) – in Behavioral Science: \$1,565,831; Epidemiology – Mexican-American Cohort: \$1,209,947; Molecular Mechanisms Tobacco Carcinogenesis: \$393,055; Fund for Innovative Research (special projects): \$1,991,167; Research Equipment: \$1,640,000.

**Formula Funding Recommendations**

The Texas Higher Education Coordinating Board's formula funding recommendations for Health Related Institutions (HRI) were made in the broader context of Texas' healthcare needs for the future. The HRI formula funding report states: In order to meet the educational needs of a growingly diverse population that is continually increasing in Texas and to meet the demands for healthcare, it is urgently important that Health-Related Institutions be funded at a level that addresses the requirements of Closing the Gaps. The primary emphasis of the recommendations is to restore the formula funding base rates to FY 2000-2001 levels over two biennia, a strategy benefiting all Health-Related Institutions. To accomplish this, the total recommended increase in formula funding would be approximately equal to the increase in formula funding provided by the legislature last session - \$90 million, without adjustments for inflation or growth in the primary formula drivers of students, space and research expenditures. The recommendations include an increase in funding for the new M. D. Anderson Cancer Center Operations Formula.

**EXCEPTIONAL ITEMS**

**1) Institute for Personalized Cancer Therapy**

Knowledge about the genetic causes of cancer and the human genome, combined with the development of new research technologies, has created powerful new approaches to the development of new diagnostic tests and treatments for cancer. M. D. Anderson is already considered a world leader in this important field. The institution aspires to increase its productivity and secure its position as the leading research and treatment center for cancer. This effort will produce significant economic and social benefits for Texans.

To achieve this goal, M. D. Anderson is forming a new Institute for Personalized Cancer Therapy. The Institute will collect together preclinical investigation in drug development, a pharmaceutical center that can produce and test drugs according to federal standards, state of the art biostatistics and informatics, and the country's largest clinical research program testing new cancer treatments.

The Institute will be virtual and housed in more than one location. The total funding targeted for the Institute is \$150 million. M. D. Anderson will pursue \$40 million in state funding towards this goal during the 81st Texas Legislature. Additional funding will be sought from The University of Texas System, philanthropy, and the pharmaceutical industry.

The following projects are essential to planning for the Institute: Recruitment of World-Class Researchers; Clinical and Preclinical Targeted Therapeutics Program; Survivorship and Consequences of Cancer Program; and Bioinformatics Program (collaborative program with UT Austin and Rice University).

**2) TRB Debt Service - Basic Sciences Research Building II**

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DATE: **8/4/2008**  
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Agency name: **The University of Texas M.D. Anderson Cancer Center**

The Basic Sciences Research Building Two (BSRB II) project constructs a new research facility designed to meet new and evolving medical research laboratory requirements. The BSRB II is part of a phasing plan to replace aging and deficient research facilities and there are four principal reasons for the BSRB II: 1) the deficient state of existing research facilities which must be decommissioned; 2) the desire to consolidate disparate functions; and 3) the need to accommodate the demands of the continually changing technology and research program growth; and 4) anticipated growth in research, supported in part by potential funds from the Cancer Prevention and Research Institute of Texas. M. D. Anderson will pursue \$75,000,000 in bond authority and General Revenue support for debt service funding on the bonds, a request of \$13 million over the 2010-2011 biennium.

3) TRB Gap Debt Service - Center for Targeted Therapy

TRB Gap funding of 20% for inflation in construction costs is requested in addition to existing TRB funding for the Center for Targeted Therapy (CTT) – 2006 authorization of \$40 million in bonds. The CTT project constructs a new research facility on the south campus which will house the laboratories and offices of the Department of Experimental Therapeutics, a Research Medical Library Satellite, a Distance Learning Center and a support space for the offices of Technology Commercialization, and Grants and Contracts. This Center for Targeted Therapy will develop and facilitate more effective collaboration and sharing of knowledge with health care providers; extramural researchers; academic institutions; and industry and organizations involved in early cancer detection and treatment. M. D. Anderson will pursue TRB funding of 20%, or \$1,400,000 for inflation in construction costs.

10% REDUCTION

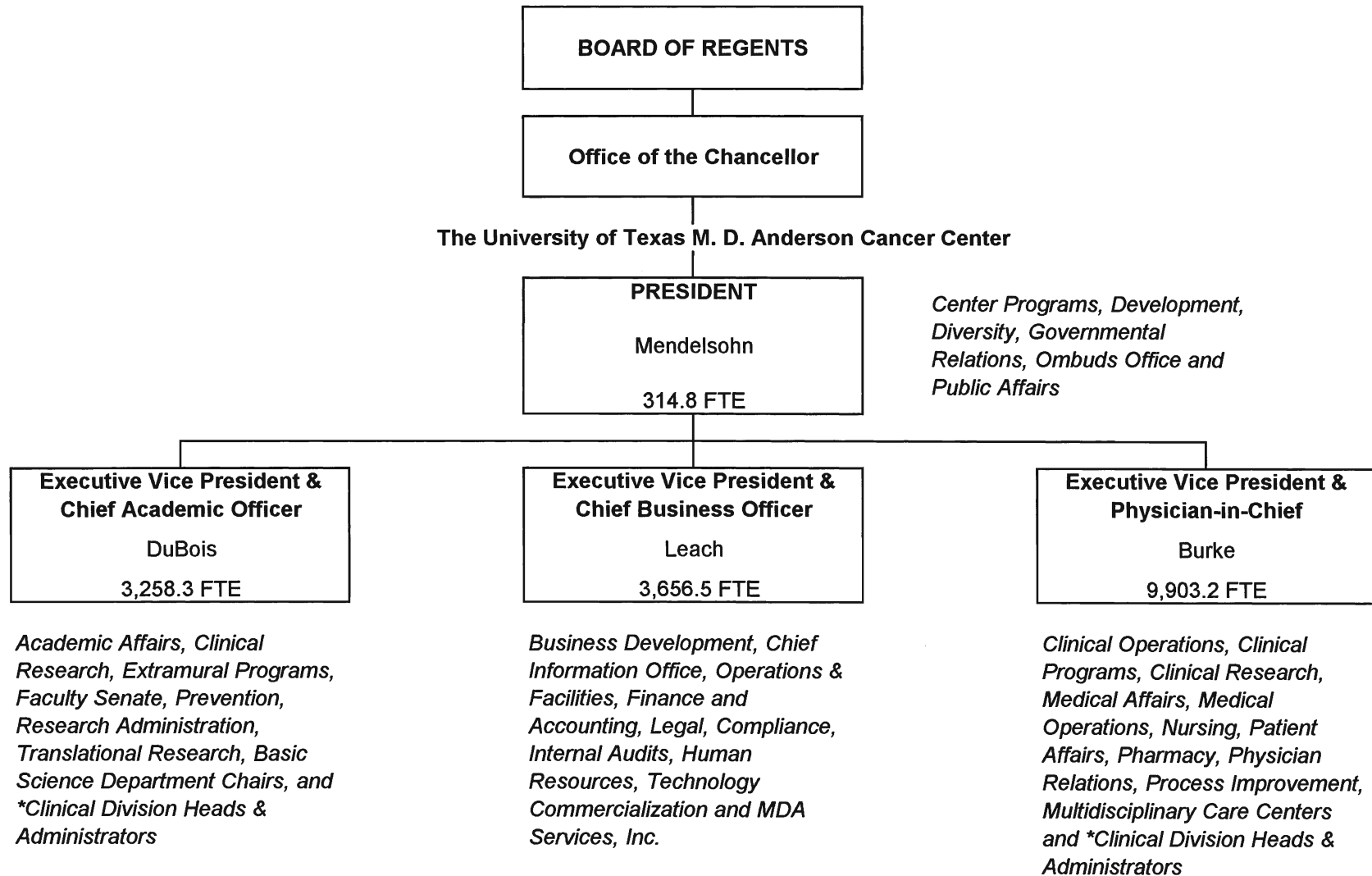
Given that the majority of M. D. Anderson's General Revenue is derived from formula, the 10% reduction is inconsequential.

THE UNIVERSITY OF TEXAS SYSTEM BOARD OF REGENTS

The University of Texas System is governed by a board of 10 regents appointed by the governor. The membership, hometowns, and terms of office are as follows: H. Scott Caven, Jr. (Chair), Houston, 2-1-09; John W. Barnhill, Jr., Brenham, 2-1-09; James R. Huffines, Austin, 2-1-09; Janiece Longoria Houston, 2-1-11; Colleen McHugh. Corpus Christi, 2-1-11; Robert B. Rowling, Irving, 2-1-11; James D. Dannenbaum, Houston, 2-1-13; Paul Foster, El Paso, 2-1-13; Printice L. Gary, Dallas, 2-1-13; Benjamin L. Dower, Austin, 5-31-09.

**1.B. ORGANIZATIONAL CHART**

**THE UNIVERSITY OF TEXAS SYSTEM**



*\* Clinical Division Heads & Administrators have a dual reporting responsibility*

*Projected All Funds FTE as of August 31, 2008 is 17,132.8*

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**2.A. SUMMARY OF BASE REQUEST BY STRATEGY**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 12:24:54PM

Agency code: 506 Agency name: The University of Texas M.D. Anderson Cancer Center

Goal / Objective / STRATEGY	Exp 2007	Est 2008	Bud 2009	Req 2010	Req 2011
<b>1</b> Provide Instructional and Operations Support					
<b>1</b> Instructional Programs					
5 ALLIED HEALTH PROFESSIONS TRAINING	9,392,516	9,632,027	10,408,544	0	0
6 GRADUATE MEDICAL EDUCATION	233,995	602,841	602,841	0	0
<b>2</b> Operations - Staff Benefits					
1 STAFF GROUP INSURANCE PREMIUMS	65,813,762	74,548,905	80,379,168	87,323,648	96,592,807
2 WORKERS' COMPENSATION INSURANCE	1,368,113	1,003,429	1,115,318	1,120,000	1,120,000
3 UNEMPLOYMENT INSURANCE	504,790	550,200	434,135	460,800	450,600
<b>3</b> Operations - Statutory Funds					
1 TEXAS PUBLIC EDUCATION GRANTS	37,290	48,060	74,904	100,693	108,778
<b>4</b> Cancer Center Operations					
1 CANCER CENTER OPERATIONS	109,573,803	109,931,164	109,933,864	0	0
<b>TOTAL, GOAL 1</b>	<b>\$186,924,269</b>	<b>\$196,316,626</b>	<b>\$202,948,774</b>	<b>\$89,005,141</b>	<b>\$98,272,185</b>
<b>2</b> Provide Research Support					
<b>1</b> Research Activities					
1 RESEARCH ENHANCEMENT	9,444,860	10,408,546	11,153,989	0	0
3 SCIENCE PARK OPERATIONS	6,375,145	7,126,200	7,253,260	7,470,856	7,694,983
<b>TOTAL, GOAL 2</b>	<b>\$15,820,005</b>	<b>\$17,534,746</b>	<b>\$18,407,249</b>	<b>\$7,470,856</b>	<b>\$7,694,983</b>
<b>3</b> Provide Infrastructure Support					

**2.A. SUMMARY OF BASE REQUEST BY STRATEGY**  
 81st Regular Session, Agency Submission, Version 1  
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DATE: **8/4/2008**  
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Agency name: **The University of Texas M.D. Anderson Cancer Center**

<b>Goal / Objective / STRATEGY</b>	<b>Exp 2007</b>	<b>Est 2008</b>	<b>Bud 2009</b>	<b>Req 2010</b>	<b>Req 2011</b>
<b>1</b> <i>Operations and Maintenance</i>					
<b>1</b> E&G SPACE SUPPORT	131,226,348	139,343,091	146,482,713	0	0
<b>2</b> <i>Infrastructure Support</i>					
<b>1</b> TUITION REVENUE BOND RETIREMENT	3,260,816	6,533,670	6,530,970	6,331,536	6,341,348
<b>2</b> LONG-TERM CAPITAL PROGRAM	50,528,458	239,761,095	239,981,591	245,000,000	250,000,000
<b>3</b> LONG-TERM CAPITAL EQUIPMENT	36,499,564	48,708,439	50,000,000	50,000,000	55,000,000
<b>TOTAL, GOAL</b> <b>3</b>	<b>\$221,515,186</b>	<b>\$434,346,295</b>	<b>\$442,995,274</b>	<b>\$301,331,536</b>	<b>\$311,341,348</b>
<b>4</b> <i>Provide Health Care Support</i>					
<b>1</b> <i>Hospital Care</i>					
<b>1</b> PATIENT CARE ACTIVITIES	1,183,830,071	1,368,503,712	1,506,568,534	1,436,503,106	1,634,620,166
<b>TOTAL, GOAL</b> <b>4</b>	<b>\$1,183,830,071</b>	<b>\$1,368,503,712</b>	<b>\$1,506,568,534</b>	<b>\$1,436,503,106</b>	<b>\$1,634,620,166</b>
<b>5</b> <i>Provide Special Item Support</i>					
<b>3</b> <i>Research Special Items</i>					
<b>1</b> RESEARCH SUPPORT	3,777,916	4,255,477	4,517,803	4,797,067	5,094,398
<b>2</b> BREAST CANCER RESEARCH PROGRAM	0	2,000,000	2,000,000	2,000,000	2,000,000
<b>6</b> <i>Institutional Support Special Items</i>					
<b>1</b> INSTITUTIONAL ENHANCEMENT	2,042,422	2,153,864	2,271,396	2,395,354	2,526,088
<b>TOTAL, GOAL</b> <b>5</b>	<b>\$5,820,338</b>	<b>\$8,409,341</b>	<b>\$8,789,199</b>	<b>\$9,192,421</b>	<b>\$9,620,486</b>
<b>6</b> <i>Tobacco Funds</i>					



2.A. SUMMARY OF BASE REQUEST BY STRATEGY  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 12:24:54PM

Agency code: 506 Agency name: The University of Texas M.D. Anderson Cancer Center

Goal / Objective / STRATEGY	Exp 2007	Est 2008	Bud 2009	Req 2010	Req 2011
<b>1</b> <i>Tobacco Earnings for Research</i>					
1 TOBACCO EARNINGS - UT MD ANDERSON	5,706,538	6,049,665	6,162,592	5,179,389	5,210,170
2 TOBACCO - PERMANENT HEALTH FUND	1,426,634	2,237,548	2,641,111	2,316,114	2,285,333
<b>TOTAL, GOAL 6</b>	<b>\$7,133,172</b>	<b>\$8,287,213</b>	<b>\$8,803,703</b>	<b>\$7,495,503</b>	<b>\$7,495,503</b>
<b>TOTAL, AGENCY STRATEGY REQUEST</b>	<b>\$1,621,043,041</b>	<b>\$2,033,397,933</b>	<b>\$2,188,512,733</b>	<b>\$1,850,998,563</b>	<b>\$2,069,044,671</b>
<b>TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*</b>				<b>\$0</b>	<b>\$0</b>
<b>GRAND TOTAL, AGENCY REQUEST</b>	<b>\$1,621,043,041</b>	<b>\$2,033,397,933</b>	<b>\$2,188,512,733</b>	<b>\$1,850,998,563</b>	<b>\$2,069,044,671</b>
<b>METHOD OF FINANCING:</b>					
<b>General Revenue Funds:</b>					
1 General Revenue Fund	144,236,237	152,739,888	152,721,131	10,608,783	10,618,595
<b>SUBTOTAL</b>	<b>\$144,236,237</b>	<b>\$152,739,888</b>	<b>\$152,721,131</b>	<b>\$10,608,783</b>	<b>\$10,618,595</b>
<b>General Revenue Dedicated Funds:</b>					
770 Est Oth Educ & Gen Inco	20,865,664	30,661,932	30,916,250	30,819,236	31,366,568
<b>SUBTOTAL</b>	<b>\$20,865,664</b>	<b>\$30,661,932</b>	<b>\$30,916,250</b>	<b>\$30,819,236</b>	<b>\$31,366,568</b>
<b>Other Funds:</b>					
810 Permanent Health Fund Higher Ed	1,426,634	2,237,548	2,641,111	2,316,114	2,285,333
812 Permanent Endowment FD UTMD AND	5,706,538	6,049,665	6,162,592	5,179,389	5,210,170
8040 HRI Patient Income	1,448,807,968	1,841,708,900	1,996,071,649	1,802,075,041	2,019,564,005
<b>SUBTOTAL</b>	<b>\$1,455,941,140</b>	<b>\$1,849,996,113</b>	<b>\$2,004,875,352</b>	<b>\$1,809,570,544</b>	<b>\$2,027,059,508</b>
<b>TOTAL, METHOD OF FINANCING</b>	<b>\$1,621,043,041</b>	<b>\$2,033,397,933</b>	<b>\$2,188,512,733</b>	<b>\$1,850,998,563</b>	<b>\$2,069,044,671</b>

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

**2.B. SUMMARY OF BASE REQUEST BY METHOD OF FINANCE**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/7/2008  
 TIME: 8:35:57AM

Agency code: 506 Agency name: The University of Texas M.D. Anderson Cancer Center

METHOD OF FINANCING	Exp 2007	Est 2008	Bud 2009	Req 2010	Req 2011
<b><u>GENERAL REVENUE</u></b>					
<u>1</u> General Revenue Fund					
<i>REGULAR APPROPRIATIONS</i>					
Regular Appropriations	\$144,354,129	\$152,739,888	\$152,721,131	\$10,608,783	\$10,618,595
<i>TRANSFERS</i>					
Art IX, Sec 5.09, Reductions for Commercial Air Travel (2006-07 GAA)	\$24,941	\$0	\$0	\$0	\$0
Article IX, Sec. 14.10 Graduate Medical Education Formula Adjustment	\$(142,833)	\$0	\$0	\$0	\$0
<b>TOTAL, General Revenue Fund</b>	<b>\$144,236,237</b>	<b>\$152,739,888</b>	<b>\$152,721,131</b>	<b>\$10,608,783</b>	<b>\$10,618,595</b>
<b>TOTAL, ALL GENERAL REVENUE</b>	<b>\$144,236,237</b>	<b>\$152,739,888</b>	<b>\$152,721,131</b>	<b>\$10,608,783</b>	<b>\$10,618,595</b>

**GENERAL REVENUE FUND - DEDICATED**

<u>770</u> GR Dedicated - Estimated Other Educational and General Income Account No. 770					
<i>REGULAR APPROPRIATIONS</i>					
Regular Appropriations	\$16,125,201	\$16,914,573	\$17,168,727	\$30,819,236	\$31,366,568
Revised Receipts	\$4,740,463	\$13,747,359	\$13,747,523	\$0	\$0

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

81st Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/7/2008  
TIME: 8:36:10AM

Agency code: 506

Agency name: The University of Texas M.D. Anderson Cancer Center

METHOD OF FINANCING	Exp 2007	Est 2008	Bud 2009	Req 2010	Req 2011
<b><u>GENERAL REVENUE FUND - DEDICATED</u></b>					
<b>TOTAL, GR Dedicated - Estimated Other Educational and General Income Account No. 770</b>	\$20,865,664	\$30,661,932	\$30,916,250	\$30,819,236	\$31,366,568
<b>TOTAL GENERAL REVENUE FUND - DEDICATED - 704, 708 &amp; 770</b>	\$20,865,664	\$30,661,932	\$30,916,250	\$30,819,236	\$31,366,568
<b>TOTAL, ALL GENERAL REVENUE FUND - DEDICATED</b>	\$20,865,664	\$30,661,932	\$30,916,250	\$30,819,236	\$31,366,568
<b>TOTAL, GR &amp; GR-DEDICATED FUNDS</b>	\$165,101,901	\$183,401,820	\$183,637,381	\$41,428,019	\$41,985,163
<b><u>OTHER FUNDS</u></b>					
<b>810 Permanent Health Fund for Higher Education</b>					
<i>REGULAR APPROPRIATIONS</i>					
Regular Appropriations	\$1,656,270	\$1,656,270	\$1,656,270	\$1,656,270	\$1,656,270
Revised Receipts	\$261,846	\$284,662	\$349,233	\$349,233	\$349,233
Revised Receipts - Interest Earned on Balances	\$155,783	\$222,070	\$160,000	\$120,000	\$120,000
<i>UNEXPENDED BALANCES AUTHORITY</i>					

**2.B. SUMMARY OF BASE REQUEST BY METHOD OF FINANCE**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/7/2008  
 TIME: 8:36:10AM

Agency code: 506 Agency name: The University of Texas M.D. Anderson Cancer Center

METHOD OF FINANCING	Exp 2007	Est 2008	Bud 2009	Req 2010	Req 2011
<b><u>OTHER FUNDS</u></b>					
Article III, Permanent Health Fund for Higher Education	\$393,774	\$1,041,039	\$966,493	\$490,885	\$300,274
Article III, Permanent Health Fund for Higher Education	\$(1,041,039)	\$(966,493)	\$(490,885)	\$(300,274)	\$(140,444)
<b>TOTAL, Permanent Health Fund for Higher Education</b>	<b>\$1,426,634</b>	<b>\$2,237,548</b>	<b>\$2,641,111</b>	<b>\$2,316,114</b>	<b>\$2,285,333</b>
<b><u>812 Permanent Endowment Fund, UT MD Anderson Cancer Center</u></b>					
<i>REGULAR APPROPRIATIONS</i>					
Regular Appropriations	\$4,500,000	\$4,500,000	\$4,500,000	\$4,500,000	\$4,500,000
Revised Receipts	\$459,780	\$610,000	\$780,000	\$780,000	\$780,000
Revised Receipts - Interest Earned on Balances	\$230,844	\$153,827	\$98,200	\$90,000	\$90,000
<i>UNEXPENDED BALANCES AUTHORITY</i>					
Article III, Permanent Endowment Fund, UT MD Anderson Cancer Center	\$2,635,259	\$2,119,345	\$1,333,507	\$549,115	\$739,726
Article III, Permanent Endowment Fund, UT MD Anderson Cancer Center	\$(2,119,345)	\$(1,333,507)	\$(549,115)	\$(739,726)	\$(899,556)
<b>TOTAL, Permanent Endowment Fund, UT MD Anderson Cancer Center</b>	<b>\$5,706,538</b>	<b>\$6,049,665</b>	<b>\$6,162,592</b>	<b>\$5,179,389</b>	<b>\$5,210,170</b>

**2.B. SUMMARY OF BASE REQUEST BY METHOD OF FINANCE**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/7/2008  
 TIME: 8:36:10AM

Agency code: 506

Agency name: The University of Texas M.D. Anderson Cancer Center

METHOD OF FINANCING	Exp 2007	Est 2008	Bud 2009	Req 2010	Req 2011
<b><u>OTHER FUNDS</u></b>					
<b>8040</b> Health-Related Institutions Patient Income					
<i>REGULAR APPROPRIATIONS</i>					
Regular Appropriations	\$1,493,965,602	\$1,960,099,297	\$2,175,342,384	\$1,802,075,041	\$2,019,564,005
Revised Receipts	\$127,093,884	\$(174,041,779)	\$(239,270,735)	\$0	\$0
<i>UNEXPENDED BALANCES AUTHORITY</i>					
Unexpended Balance	\$363,399,864	\$535,651,382	\$480,000,000	\$420,000,000	\$420,000,000
Unexpended Balance	\$(535,651,382)	\$(480,000,000)	\$(420,000,000)	\$(420,000,000)	\$(420,000,000)
<b>TOTAL, Health-Related Institutions Patient Income</b>	<b>\$1,448,807,968</b>	<b>\$1,841,708,900</b>	<b>\$1,996,071,649</b>	<b>\$1,802,075,041</b>	<b>\$2,019,564,005</b>
<b>TOTAL, ALL OTHER FUNDS</b>	<b>\$1,455,941,140</b>	<b>\$1,849,996,113</b>	<b>\$2,004,875,352</b>	<b>\$1,809,570,544</b>	<b>\$2,027,059,508</b>
<b>GRAND TOTAL</b>	<b>\$1,621,043,041</b>	<b>\$2,033,397,933</b>	<b>\$2,188,512,733</b>	<b>\$1,850,998,563</b>	<b>\$2,069,044,671</b>

**2.B. SUMMARY OF BASE REQUEST BY METHOD OF FINANCE**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/7/2008  
 TIME: 8:36:10AM

Agency code: 506

Agency name: The University of Texas M.D. Anderson Cancer Center

METHOD OF FINANCING	Exp 2007	Est 2008	Bud 2009	Req 2010	Req 2011
<b><u>FULL-TIME-EQUIVALENT POSITIONS</u></b>					
REGULAR APPROPRIATIONS					
Full-Time Equivalent Cap per Appropriations Act	10,665.7	11,947.2	11,947.2	11,947.2	11,947.2
TRANSFERS					
Art. IX, Sec. 6.14, 2% FTE Reduction (2006-07 GAA)	(213.3)	0.0	0.0	0.0	0.0
UNAUTHORIZED NUMBER OVER (BELOW) CAP					
Full-Time Equivalent in Excess of Cap	1,733.3	1,134.7	1,783.6	2,336.8	3,133.9
<b>TOTAL, ADJUSTED FTES</b>	<b>12,185.7</b>	<b>13,081.9</b>	<b>13,730.8</b>	<b>14,284.0</b>	<b>15,081.1</b>
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**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/4/2008**  
 TIME: **12:26:48PM**

Agency code: <b>506</b>	Agency name: <b>The University of Texas M.D. Anderson Cancer Center</b>				
<b>OBJECT OF EXPENSE</b>	<b>Exp 2007</b>	<b>Est 2008</b>	<b>Bud 2009</b>	<b>BL 2010</b>	<b>BL 2011</b>
1001 SALARIES AND WAGES	\$678,224,329	\$699,414,520	\$719,288,922	\$584,393,958	\$602,070,215
1002 OTHER PERSONNEL COSTS	\$17,845,220	\$48,835,989	\$50,347,790	\$37,319,216	\$38,469,828
1005 FACULTY SALARIES	\$149,084,913	\$156,764,545	\$161,862,691	\$133,860,340	\$137,950,885
2001 PROFESSIONAL FEES AND SERVICES	\$1,330,997	\$1,493,734	\$1,553,721	\$1,092,294	\$1,029,211
2002 FUELS AND LUBRICANTS	\$0	\$0	\$0	\$0	\$0
2003 CONSUMABLE SUPPLIES	\$735,530	\$844,003	\$872,039	\$300,970	\$212,390
2004 UTILITIES	\$659,393	\$679,175	\$699,550	\$720,537	\$742,153
2005 TRAVEL	\$537,722	\$3,317,057	\$591,364	\$478,532	\$492,456
2006 RENT - BUILDING	\$11,603	\$0	\$0	\$0	\$0
2007 RENT - MACHINE AND OTHER	\$0	\$0	\$0	\$0	\$0
2008 DEBT SERVICE	\$3,260,816	\$84,588,927	\$93,836,880	\$101,331,536	\$111,341,348
2009 OTHER OPERATING EXPENSE	\$677,878,616	\$822,629,448	\$952,068,300	\$787,349,912	\$972,502,441
4000 GRANTS	\$37,290	\$48,060	\$74,904	\$100,693	\$108,778
5000 CAPITAL EXPENDITURES	\$91,436,612	\$214,782,475	\$207,316,572	\$204,050,575	\$204,124,966
<b>OOE Total (Excluding Riders)</b>	<b>\$1,621,043,041</b>	<b>\$2,033,397,933</b>	<b>\$2,188,512,733</b>	<b>\$1,850,998,563</b>	<b>\$2,069,044,671</b>
<b>OOE Total (Riders)</b>					
<b>Grand Total</b>	<b>\$1,621,043,041</b>	<b>\$2,033,397,933</b>	<b>\$2,188,512,733</b>	<b>\$1,850,998,563</b>	<b>\$2,069,044,671</b>

**2.D. SUMMARY OF BASE REQUEST OBJECTIVE OUTCOMES**

81st Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation system of Texas (ABEST)

Date : 8/4/2008

Time: 12:25:37PM

Agency code: 506

Agency name: The University of Texas M.D. Anderson Cancer Center

Goal/ Objective / Outcome	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
1 Provide Instructional and Operations Support					
1 Instructional Programs					
<b>KEY</b> 14 Percent Allied Health Grads Passing Certif/Licensure Exam First Try	94.00%	94.00%	94.00%	94.00%	94.00%
<b>KEY</b> 15 Percent Allied Health Graduates Licensed or Certified in Texas	84.00%	86.00%	86.00%	86.00%	86.00%
23 Value of Lost or Stolen Property	72,966.00	1,500,000.00	1,500,000.00	1,500,000.00	1,500,000.00
24 Percent of Property Lost or Stolen	0.03%	0.12%	0.12%	0.12%	0.12%
2 Provide Research Support					
1 Research Activities					
<b>KEY</b> 1 Total External Research Expenditures	285,902,918.00	291,055,675.00	296,445,674.00	311,267,858.00	326,831,152.00
2 External Research Expends As % of Total State Appropriations	17.87%	16.60%	15.62%	15.12%	14.62%
3 External Research Expends As % of State Appropriations for Research	219.26%	196.51%	1,969.85%	196.85%	196.85%



**2.D. SUMMARY OF BASE REQUEST OBJECTIVE OUTCOMES**

Date : 8/4/2008  
Time: 12:25:44PM

81st Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation system of Texas (ABEST)

Agency code: 506		Agency name: The University of Texas M.D. Anderson Cancer Center				
Goal/ Objective / Outcome	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011	
4	Provide Health Care Support					
	1 Hospital Care					
<b>KEY</b>	<b>1 Percent of Medical Residency Completers Practicing in Texas</b>					
	44.00%	41.38%	39.00%	39.00%	39.00%	
<b>KEY</b>	<b>2 Total Gross Patient Chgs/Unponsored Charity Care/State Facility</b>					
	167,625,952.00	217,649,173.00	187,728,465.00	223,199,697.00	253,002,959.00	
	<b>3 Total Gross Patient Chgs/Unponsored Charity Care Provided by Faculty</b>					
	28,117,633.00	46,062,485.00	55,113,715.00	60,513,354.00	73,442,260.00	
<b>KEY</b>	<b>4 Total Gross Patient Charges (Excl Unspn Charity) in State Facilities</b>					
	2,876,816,692.00	3,224,535,115.00	3,605,624,063.00	4,018,827,616.00	4,505,335,684.00	
	<b>5 Total Gross Chgs for Patient Care (Less Unspn Charity) by Faculty</b>					
	727,873,954.00	787,192,398.00	855,933,578.00	935,258,493.00	1,027,311,031.00	
	<b>6 State GR Support for Patient Care As % of Unponsored Charity Care</b>					
	62.77%	50.51%	58.56%	49.25%	43.45%	
<b>KEY</b>	<b>7 Administrative (Instit Support) Cost As % of Total Expenditures</b>					
	7.25%	7.50%	7.50%	7.50%	7.50%	

**2.E. SUMMARY OF EXCEPTIONAL ITEMS REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME : 12:25:57PM

Agency code: 506

Agency name: The University of Texas M.D. Anderson Cancer Center

Priority	Item	2010			2011			Biennium	
		GR and GR/GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds
1	Personalized Cancer Therapy	\$20,000,000	\$20,000,000		\$20,000,000	\$20,000,000		\$40,000,000	\$40,000,000
2	Basic Sciences Research Building II	\$6,500,000	\$6,500,000		\$6,500,000	\$6,500,000		\$13,000,000	\$13,000,000
3	Center for Targeted Therapy	\$700,000	\$700,000		\$700,000	\$700,000		\$1,400,000	\$1,400,000
<b>Total, Exceptional Items Request</b>		<b>\$27,200,000</b>	<b>\$27,200,000</b>		<b>\$27,200,000</b>	<b>\$27,200,000</b>		<b>\$54,400,000</b>	<b>\$54,400,000</b>
<b>Method of Financing</b>									
	General Revenue	\$27,200,000	\$27,200,000		\$27,200,000	\$27,200,000		\$54,400,000	\$54,400,000
	General Revenue - Dedicated								
	Federal Funds								
	Other Funds								
		<b>\$27,200,000</b>	<b>\$27,200,000</b>		<b>\$27,200,000</b>	<b>\$27,200,000</b>		<b>\$54,400,000</b>	<b>\$54,400,000</b>

**Full Time Equivalent Positions**

Number of 100% Federally Funded FTEs

0.0

0.0

**2.F. SUMMARY OF TOTAL REQUEST BY STRATEGY**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/4/2008  
 TIME : 1:26:22PM

Agency code: 506 Agency name: The University of Texas M.D. Anderson Cancer Center

<b>Goal/Objective/STRATEGY</b>	<b>Base 2010</b>	<b>Base 2011</b>	<b>Exceptional 2010</b>	<b>Exceptional 2011</b>	<b>Total Request 2010</b>	<b>Total Request 2011</b>
<b>1 Provide Instructional and Operations Support</b>						
<b>1 Instructional Programs</b>						
<b>5 ALLIED HEALTH PROFESSIONS TRAINING</b>	\$0	\$0	\$0	\$0	\$0	\$0
<b>6 GRADUATE MEDICAL EDUCATION</b>	0	0	0	0	0	0
<b>2 Operations - Staff Benefits</b>						
<b>1 STAFF GROUP INSURANCE PREMIUMS</b>	87,323,648	96,592,807	0	0	87,323,648	96,592,807
<b>2 WORKERS' COMPENSATION INSURANCE</b>	1,120,000	1,120,000	0	0	1,120,000	1,120,000
<b>3 UNEMPLOYMENT INSURANCE</b>	460,800	450,600	0	0	460,800	450,600
<b>3 Operations - Statutory Funds</b>						
<b>1 TEXAS PUBLIC EDUCATION GRANTS</b>	100,693	108,778	0	0	100,693	108,778
<b>4 Cancer Center Operations</b>						
<b>1 CANCER CENTER OPERATIONS</b>	0	0	0	0	0	0
<b>TOTAL, GOAL 1</b>	<b>\$89,005,141</b>	<b>\$98,272,185</b>	<b>\$0</b>	<b>\$0</b>	<b>\$89,005,141</b>	<b>\$98,272,185</b>
<b>2 Provide Research Support</b>						
<b>1 Research Activities</b>						
<b>1 RESEARCH ENHANCEMENT</b>	0	0	0	0	0	0
<b>3 SCIENCE PARK OPERATIONS</b>	7,470,856	7,694,983	0	0	7,470,856	7,694,983
<b>TOTAL, GOAL 2</b>	<b>\$7,470,856</b>	<b>\$7,694,983</b>	<b>\$0</b>	<b>\$0</b>	<b>\$7,470,856</b>	<b>\$7,694,983</b>

**2.F. SUMMARY OF TOTAL REQUEST BY STRATEGY**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/4/2008  
 TIME : 1:26:40PM

Agency code: 506 Agency name: The University of Texas M.D. Anderson Cancer Center

<b>Goal/Objective/STRATEGY</b>	<b>Base 2010</b>	<b>Base 2011</b>	<b>Exceptional 2010</b>	<b>Exceptional 2011</b>	<b>Total Request 2010</b>	<b>Total Request 2011</b>
<b>3 Provide Infrastructure Support</b>						
<b>1 Operations and Maintenance</b>						
1 E&G SPACE SUPPORT	\$0	\$0	\$0	\$0	\$0	\$0
<b>2 Infrastructure Support</b>						
1 TUITION REVENUE BOND RETIREMENT	6,331,536	6,341,348	0	0	6,331,536	6,341,348
2 LONG-TERM CAPITAL PROGRAM	245,000,000	250,000,000	0	0	245,000,000	250,000,000
3 LONG-TERM CAPITAL EQUIPMENT	50,000,000	55,000,000	0	0	50,000,000	55,000,000
4 TRB- BASIC SCIENCE RSCH BLDG II	0	0	6,500,000	6,500,000	6,500,000	6,500,000
5 TRB GAP SRV CNT FOR TARGETED THERAP	0	0	700,000	700,000	700,000	700,000
<b>TOTAL, GOAL 3</b>	<b>\$301,331,536</b>	<b>\$311,341,348</b>	<b>\$7,200,000</b>	<b>\$7,200,000</b>	<b>\$308,531,536</b>	<b>\$318,541,348</b>
<b>4 Provide Health Care Support</b>						
<b>1 Hospital Care</b>						
1 PATIENT CARE ACTIVITIES	1,436,503,106	1,634,620,166	0	0	1,436,503,106	1,634,620,166
<b>TOTAL, GOAL 4</b>	<b>\$1,436,503,106</b>	<b>\$1,634,620,166</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,436,503,106</b>	<b>\$1,634,620,166</b>
<b>5 Provide Special Item Support</b>						
<b>3 Research Special Items</b>						
1 RESEARCH SUPPORT	4,797,067	5,094,398	0	0	4,797,067	5,094,398
2 BREAST CANCER RESEARCH PROGRAM	2,000,000	2,000,000	0	0	2,000,000	2,000,000
3 INST. PERSONALIZED CANCER THERAPY	0	0	20,000,000	20,000,000	20,000,000	20,000,000
<b>6 Institutional Support Special Items</b>						
1 INSTITUTIONAL ENHANCEMENT	2,395,354	2,526,088	0	0	2,395,354	2,526,088
<b>TOTAL, GOAL 5</b>	<b>\$9,192,421</b>	<b>\$9,620,486</b>	<b>\$20,000,000</b>	<b>\$20,000,000</b>	<b>\$29,192,421</b>	<b>\$29,620,486</b>

**2.F. SUMMARY OF TOTAL REQUEST BY STRATEGY**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/4/2008  
 TIME : 1:26:40PM

Agency code: 506 Agency name: The University of Texas M.D. Anderson Cancer Center

<b>Goal/Objective/STRATEGY</b>	<b>Base 2010</b>	<b>Base 2011</b>	<b>Exceptional 2010</b>	<b>Exceptional 2011</b>	<b>Total Request 2010</b>	<b>Total Request 2011</b>
<b>6 Tobacco Funds</b>						
<b>1 Tobacco Earnings for Research</b>						
<b>1 TOBACCO EARNINGS - UT MD ANDERSON</b>	\$5,179,389	\$5,210,170	\$0	\$0	\$5,179,389	\$5,210,170
<b>2 TOBACCO - PERMANENT HEALTH FUND</b>	2,316,114	2,285,333	0	0	2,316,114	2,285,333
<b>TOTAL, GOAL 6</b>	<b>\$7,495,503</b>	<b>\$7,495,503</b>	<b>\$0</b>	<b>\$0</b>	<b>\$7,495,503</b>	<b>\$7,495,503</b>
<b>TOTAL, AGENCY STRATEGY REQUEST</b>	<b>\$1,850,998,563</b>	<b>\$2,069,044,671</b>	<b>\$27,200,000</b>	<b>\$27,200,000</b>	<b>\$1,878,198,563</b>	<b>\$2,096,244,671</b>
<b>TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST</b>						
<b>GRAND TOTAL, AGENCY REQUEST</b>	<b>\$1,850,998,563</b>	<b>\$2,069,044,671</b>	<b>\$27,200,000</b>	<b>\$27,200,000</b>	<b>\$1,878,198,563</b>	<b>\$2,096,244,671</b>

**2.F. SUMMARY OF TOTAL REQUEST BY STRATEGY**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/4/2008  
 TIME : 1:26:40PM

Agency code: 506		Agency name: The University of Texas M.D. Anderson Cancer Center				
<i>Goal/Objective/STRATEGY</i>	Base 2010	Base 2011	Exceptional 2010	Exceptional 2011	Total Request 2010	Total Request 2011
<b>General Revenue Funds:</b>						
1 General Revenue Fund	\$10,608,783	\$10,618,595	\$27,200,000	\$27,200,000	\$37,808,783	\$37,818,595
	<b>\$10,608,783</b>	<b>\$10,618,595</b>	<b>\$27,200,000</b>	<b>\$27,200,000</b>	<b>\$37,808,783</b>	<b>\$37,818,595</b>
<b>General Revenue Dedicated Funds:</b>						
770 Est Oth Educ & Gen Inco	30,819,236	31,366,568	0	0	\$30,819,236	\$31,366,568
	<b>\$30,819,236</b>	<b>\$31,366,568</b>	<b>\$0</b>	<b>\$0</b>	<b>\$30,819,236</b>	<b>\$31,366,568</b>
<b>Other Funds:</b>						
810 Permanent Health Fund Higher Ed	2,316,114	2,285,333	0	0	\$2,316,114	\$2,285,333
812 Permanent Endowment FD UTMD AND	5,179,389	5,210,170	0	0	\$5,179,389	\$5,210,170
8040 HRI Patient Income	1,802,075,041	2,019,564,005	0	0	\$1,802,075,041	\$2,019,564,005
	<b>\$1,809,570,544</b>	<b>\$2,027,059,508</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,809,570,544</b>	<b>\$2,027,059,508</b>
<b>TOTAL, METHOD OF FINANCING</b>	<b>\$1,850,998,563</b>	<b>\$2,069,044,671</b>	<b>\$27,200,000</b>	<b>\$27,200,000</b>	<b>\$1,878,198,563</b>	<b>\$2,096,244,671</b>
<b>FULL TIME EQUIVALENT POSITIONS</b>	<b>14,284.0</b>	<b>15,081.1</b>	<b>0.0</b>	<b>0.0</b>	<b>14,284.0</b>	<b>15,081.1</b>

**2.G. SUMMARY OF TOTAL REQUEST OBJECTIVE OUTCOMES**

81st Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation system of Texas (ABEST)

Date : 8/4/2008  
Time: 12:26:22PM

Agency code: 506

Agency name: The University of Texas M.D. Anderson Cancer Center

Goal/ Objective / Outcome

	BL 2010	BL 2011	Excp 2010	Excp 2011	Total Request 2010	Total Request 2011
1	Provide Instructional and Operations Support					
1	<i>Instructional Programs</i>					
<b>KEY</b>	<b>14 Percent Allied Health Grads Passing Certif/Licensure Exam First Try</b>					
	94.00%	94.00%			94.00%	94.00%
<b>KEY</b>	<b>15 Percent Allied Health Graduates Licensed or Certified in Texas</b>					
	86.00%	86.00%			86.00%	86.00%
	<b>23 Value of Lost or Stolen Property</b>					
	1,500,000.00	1,500,000.00			1,500,000.00	1,500,000.00
	<b>24 Percent of Property Lost or Stolen</b>					
	0.12%	0.12%			0.12%	0.12%
2	Provide Research Support					
1	<i>Research Activities</i>					
<b>KEY</b>	<b>1 Total External Research Expenditures</b>					
	311,267,858.00	326,831,152.00			311,267,858.00	326,831,152.00
	<b>2 External Research Expend As % of Total State Appropriations</b>					
	15.12%	14.62%			15.12%	14.62%
	<b>3 External Research Expend As % of State Appropriations for Research</b>					
	196.85%	196.85%			196.85%	196.85%
4	Provide Health Care Support					
1	<i>Hospital Care</i>					

**2.G. SUMMARY OF TOTAL REQUEST OBJECTIVE OUTCOMES**

81st Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation system of Texas (ABEST)

Date : 8/4/2008  
Time: 12:26:28PM

Agency code: 506

Agency name: The University of Texas M.D. Anderson Cancer Center

Goal/ Objective / Outcome

	BL 2010	BL 2011	Excp 2010	Excp 2011	Total Request 2010	Total Request 2011
<b>KEY</b>	<b>1 Percent of Medical Residency Completers Practicing in Texas</b>					
	39.00%	39.00%			39.00%	39.00%
<b>KEY</b>	<b>2 Total Gross Patient Chgs/Unsponsored Charity Care/State Facility</b>					
	223,199,697.00	253,002,959.00			223,199,697.00	253,002,959.00
	<b>3 Total Gross Patient Chgs/Unsponsored Charity Care Provided by Faculty</b>					
	60,513,354.00	73,442,260.00			60,513,354.00	73,442,260.00
<b>KEY</b>	<b>4 Total Gross Patient Charges (Excl Unspn Charity) in State Facilities</b>					
	4,018,827,616.00	4,505,335,684.00			4,018,827,616.00	4,505,335,684.00
	<b>5 Total Gross Chgs for Patient Care (Less Unspn Charity) by Faculty</b>					
	935,258,493.00	1,027,311,031.00			935,258,493.00	1,027,311,031.00
	<b>6 State GR Support for Patient Care As % of Unsponsored Charity Care</b>					
	49.25%	43.45%			49.25%	43.45%
<b>KEY</b>	<b>7 Administrative (Instit Support) Cost As % of Total Expenditures</b>					
	7.50%	7.50%			7.50%	7.50%



**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 1 Provide Instructional and Operations Support  
 OBJECTIVE: 1 Instructional Programs  
 STRATEGY: 5 Allied Health Professions Training

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Explanatory/Input Measures:</b>						
1	Minority Admissions As % of Total First-Year Admissions (All Schools)	15.00	15.00	15.00	15.00	15.00
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$1,242,645	\$1,304,630	\$1,472,833	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$0	\$0	\$0	\$0	\$0
1005	FACULTY SALARIES	\$7,171,371	\$7,377,397	\$7,957,211	\$0	\$0
2001	PROFESSIONAL FEES AND SERVICES	\$0	\$0	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$0	\$0	\$0	\$0	\$0
2005	TRAVEL	\$0	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$978,500	\$950,000	\$978,500	\$0	\$0
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$9,392,516</b>	<b>\$9,632,027</b>	<b>\$10,408,544</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$2,182,818	\$2,339,386	\$2,337,535	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$2,182,818</b>	<b>\$2,339,386</b>	<b>\$2,337,535</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
770	Est Oth Educ & Gen Inco	\$325,916	\$420,000	\$654,380	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$325,916</b>	<b>\$420,000</b>	<b>\$654,380</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
8040	HRI Patient Income	\$6,883,782	\$6,872,641	\$7,416,629	\$0	\$0
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$6,883,782</b>	<b>\$6,872,641</b>	<b>\$7,416,629</b>	<b>\$0</b>	<b>\$0</b>

**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: **506**      Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL:            1    Provide Instructional and Operations Support  
 OBJECTIVE:    1    Instructional Programs  
 STRATEGY:     5    Allied Health Professions Training

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$9,392,516</b>	<b>\$9,632,027</b>	<b>\$10,408,544</b>	<b>\$0</b>	<b>\$0</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>51.7</b>	<b>53.7</b>	<b>57.7</b>	<b>61.7</b>	<b>65.7</b>

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

The University of Texas M. D. Anderson Cancer Center programs in the School of Health Sciences offers bachelor of science degrees or certificates within a world class tertiary care center — The University of Texas M. D. Anderson Cancer Center — located in the world's largest medical center. More than five million cytogenetic, histologic and other laboratory tests and more than 200,000 radiation therapy procedures are performed annually on patients who travel to M. D. Anderson from all parts of the United States and abroad. Thus, the education of our students includes the entire spectrum of laboratory testing and patient treatment procedures, from the relatively uncomplicated to the highly specialized.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

The clinical experience offered by the School of Health Sciences prepares students to enter the job market with a wide range of skills and knowledge, so that they can garner highly sought-after jobs within health care organizations.

**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 1 Provide Instructional and Operations Support  
 OBJECTIVE: 1 Instructional Programs  
 STRATEGY: 6 Graduate Medical Education

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$0	\$0	\$0	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$0	\$0	\$0	\$0	\$0
1005	FACULTY SALARIES	\$233,995	\$602,841	\$602,841	\$0	\$0
2005	TRAVEL	\$0	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$0	\$0	\$0	\$0	\$0
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$233,995</b>	<b>\$602,841</b>	<b>\$602,841</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$233,995	\$602,841	\$602,841	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$233,995</b>	<b>\$602,841</b>	<b>\$602,841</b>	<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$233,995</b>	<b>\$602,841</b>	<b>\$602,841</b>	<b>\$0</b>	<b>\$0</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>1.2</b>	<b>3.1</b>	<b>3.0</b>	<b>2.9</b>	<b>2.8</b>

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

Graduate medical education (GME) is the additional years of medical training required after physicians complete their doctor of medicine (MD) or doctor of osteopathic medicine (DO) degree, generally ranging from three-to-five years beyond the MD or DO degree.

GME in Texas is a partnership to train resident physicians. For the most part, medical school faculties educate residents; teaching hospitals and clinics provide their clinical training opportunities while the faculty physicians supervise the residents.

**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: **506**      Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL:            1    Provide Instructional and Operations Support

Statewide Goal/Benchmark:    2    0

OBJECTIVE:    1    Instructional Programs

Service Categories:

STRATEGY:    6    Graduate Medical Education

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
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**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

Successful GME programs require adequate resources to retain and recruit talented faculty and support staff, provide state-of-the-art facilities and maintain quality training programs. MDACC is committed to enhancing and identifying new sources of funding for these critical elements of its instruction mission.

**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: 506 Agency name: The University of Texas M.D. Anderson Cancer Center

GOAL: 1 Provide Instructional and Operations Support Statewide Goal/Benchmark: 2 0  
 OBJECTIVE: 2 Operations - Staff Benefits Service Categories:  
 STRATEGY: 1 Staff Group Insurance Premiums Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
2009	OTHER OPERATING EXPENSE	\$65,813,762	\$74,548,905	\$80,379,168	\$87,323,648	\$96,592,807
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$65,813,762</b>	<b>\$74,548,905</b>	<b>\$80,379,168</b>	<b>\$87,323,648</b>	<b>\$96,592,807</b>
<b>Method of Financing:</b>						
770	Est Oth Educ & Gen Inco	\$933,102	\$886,843	\$1,393,323	\$1,504,789	\$1,655,268
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$933,102</b>	<b>\$886,843</b>	<b>\$1,393,323</b>	<b>\$1,504,789</b>	<b>\$1,655,268</b>
<b>Method of Financing:</b>						
8040	HRI Patient Income	\$64,880,660	\$73,662,062	\$78,985,845	\$85,818,859	\$94,937,539
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$64,880,660</b>	<b>\$73,662,062</b>	<b>\$78,985,845</b>	<b>\$85,818,859</b>	<b>\$94,937,539</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$87,323,648</b>	<b>\$96,592,807</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$65,813,762</b>	<b>\$74,548,905</b>	<b>\$80,379,168</b>	<b>\$87,323,648</b>	<b>\$96,592,807</b>

**FULL TIME EQUIVALENT POSITIONS:**

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

Staff Group Insurance Premiums provide eligible employees with group insurance coverage. This employee benefit must be competitive with industry standards in order to recruit and retain qualified professional and technical personnel.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

Staff Group Insurance Premium rates are set through U. T. System.

**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: **506**      Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL:            1    Provide Instructional and Operations Support  
 OBJECTIVE:    2    Operations - Staff Benefits  
 STRATEGY:    2    Workers' Compensation Insurance

Statewide Goal/Benchmark:    2    0  
 Service Categories:  
 Service: 06    Income: A.2    Age:    B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
2009	OTHER OPERATING EXPENSE	\$1,368,113	\$1,003,429	\$1,115,318	\$1,120,000	\$1,120,000
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$1,368,113</b>	<b>\$1,003,429</b>	<b>\$1,115,318</b>	<b>\$1,120,000</b>	<b>\$1,120,000</b>
<b>Method of Financing:</b>						
770	Est Oth Educ & Gen Inco	\$0	\$0	\$0	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
8040	HRI Patient Income	\$1,368,113	\$1,003,429	\$1,115,318	\$1,120,000	\$1,120,000
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$1,368,113</b>	<b>\$1,003,429</b>	<b>\$1,115,318</b>	<b>\$1,120,000</b>	<b>\$1,120,000</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$1,120,000</b>	<b>\$1,120,000</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$1,368,113</b>	<b>\$1,003,429</b>	<b>\$1,115,318</b>	<b>\$1,120,000</b>	<b>\$1,120,000</b>

**FULL TIME EQUIVALENT POSITIONS:**

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

Worker's Compensation Insurance is required by statute.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

Worker's Compensation Insurance rates are set by U. T. System.

**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 1 Provide Instructional and Operations Support Statewide Goal/Benchmark: 2 0  
 OBJECTIVE: 2 Operations - Staff Benefits Service Categories:  
 STRATEGY: 3 Unemployment Insurance Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
2009	OTHER OPERATING EXPENSE	\$504,790	\$550,200	\$434,135	\$460,800	\$450,600
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$504,790</b>	<b>\$550,200</b>	<b>\$434,135</b>	<b>\$460,800</b>	<b>\$450,600</b>
<b>Method of Financing:</b>						
770	Est Oth Educ & Gen Inco	\$0	\$0	\$0	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
8040	HRI Patient Income	\$504,790	\$550,200	\$434,135	\$460,800	\$450,600
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$504,790</b>	<b>\$550,200</b>	<b>\$434,135</b>	<b>\$460,800</b>	<b>\$450,600</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$460,800</b>	<b>\$450,600</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$504,790</b>	<b>\$550,200</b>	<b>\$434,135</b>	<b>\$460,800</b>	<b>\$450,600</b>

**FULL TIME EQUIVALENT POSITIONS:**

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

Unemployment Insurance is required by statute.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

Unemployment Insurance rates are set by U. T. System.

**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: **506**      Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL:            1    Provide Instructional and Operations Support  
 OBJECTIVE:    3    Operations - Statutory Funds  
 STRATEGY:    1    Texas Public Education Grants

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
4000	GRANTS	\$37,290	\$48,060	\$74,904	\$100,693	\$108,778
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$37,290</b>	<b>\$48,060</b>	<b>\$74,904</b>	<b>\$100,693</b>	<b>\$108,778</b>
<b>Method of Financing:</b>						
770	Est Oth Educ & Gen Inco	\$37,290	\$48,060	\$74,904	\$100,693	\$108,778
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$37,290</b>	<b>\$48,060</b>	<b>\$74,904</b>	<b>\$100,693</b>	<b>\$108,778</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$100,693</b>	<b>\$108,778</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$37,290</b>	<b>\$48,060</b>	<b>\$74,904</b>	<b>\$100,693</b>	<b>\$108,778</b>

**FULL TIME EQUIVALENT POSITIONS:**

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

Texas Public Educational Grants are tuition set-asides that are available to Texas residents, nonresidents, and foreign students enrolled at public colleges or universities in Texas and are based on financial need.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**



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DATE: 8/4/2008  
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Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 1 Provide Instructional and Operations Support  
 OBJECTIVE: 4 Cancer Center Operations  
 STRATEGY: 1 Cancer Center Operations

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$84,534,697	\$83,843,836	\$83,071,936	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$5,067,679	\$5,219,709	\$5,376,301	\$0	\$0
1005	FACULTY SALARIES	\$19,041,339	\$19,969,940	\$20,561,018	\$0	\$0
2001	PROFESSIONAL FEES AND SERVICES	\$13,526	\$0	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$25,369	\$0	\$0	\$0	\$0
2005	TRAVEL	\$19,661	\$20,251	\$20,858	\$0	\$0
2006	RENT - BUILDING	\$11,603	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$854,131	\$877,428	\$903,751	\$0	\$0
5000	CAPITAL EXPENDITURES	\$5,798	\$0	\$0	\$0	\$0
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$109,573,803</b>	<b>\$109,931,164</b>	<b>\$109,933,864</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$109,573,803	\$109,931,164	\$109,933,864	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$109,573,803</b>	<b>\$109,931,164</b>	<b>\$109,933,864</b>	<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$109,573,803</b>	<b>\$109,931,164</b>	<b>\$109,933,864</b>	<b>\$0</b>	<b>\$0</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>1,495.5</b>	<b>1,432.3</b>	<b>1,370.7</b>	<b>1,311.6</b>	<b>1,254.9</b>

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

Funding for Patient Care Activities supports operation of in-patient hospital facilities, ambulatory care center clinics, and related facilities to provide care for cancer patients from Texas, the nation and the world. This strategy includes funding for MDACC business support services, patient business services, nursing, pharmacy, allied health professionals, clerical and support staff, unsponsored charity care for indigent Texans, maintenance and operation expenses, equipment, and information systems necessary for the delivery of care in the hospital and clinics.

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Agency code: **506**      Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL:	1	Provide Instructional and Operations Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	4	Cancer Center Operations	Service Categories:		
STRATEGY:	1	Cancer Center Operations	Service:	19	Income: A.2    Age: B.3

<b>CODE</b>	<b>DESCRIPTION</b>	<b>Exp 2007</b>	<b>Est 2008</b>	<b>Bud 2009</b>	<b>BL 2010</b>	<b>BL 2011</b>
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**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

Efficient patient care programs require adequate resources to recruit and retain talented faculty and support staff and provide state-of-the-art facilities.

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Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 2 Provide Research Support  
 OBJECTIVE: 1 Research Activities  
 STRATEGY: 1 Research Enhancement

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$4,387,864	\$4,660,897	\$4,965,727	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$102,507	\$105,583	\$108,750	\$0	\$0
1005	FACULTY SALARIES	\$1,870,642	\$2,490,878	\$2,848,670	\$0	\$0
2001	PROFESSIONAL FEES AND SERVICES	\$0	\$0	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$0	\$0	\$0	\$0	\$0
2005	TRAVEL	\$56,308	\$57,716	\$59,159	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$2,847,289	\$2,918,472	\$2,991,433	\$0	\$0
5000	CAPITAL EXPENDITURES	\$180,250	\$175,000	\$180,250	\$0	\$0
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$9,444,860</b>	<b>\$10,408,546</b>	<b>\$11,153,989</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$6,837,684	\$7,685,992	\$7,685,992	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$6,837,684</b>	<b>\$7,685,992</b>	<b>\$7,685,992</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
770	Est Oth Educ & Gen Inco	\$0	\$0	\$0	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
8040	HRI Patient Income	\$2,607,176	\$2,722,554	\$3,467,997	\$0	\$0
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$2,607,176</b>	<b>\$2,722,554</b>	<b>\$3,467,997</b>	<b>\$0</b>	<b>\$0</b>

**3.A. STRATEGY REQUEST**  
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Agency code: **506**      Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL:            2    Provide Research Support

Statewide Goal/Benchmark:    2    0

OBJECTIVE:    1    Research Activities

Service Categories:

STRATEGY:    1    Research Enhancement

Service: 21    Income: A.2    Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$9,444,860</b>	<b>\$10,408,546</b>	<b>\$11,153,989</b>	<b>\$0</b>	<b>\$0</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>93.8</b>	<b>97.3</b>	<b>100.8</b>	<b>104.3</b>	<b>107.8</b>

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

MDACC is a comprehensive cancer center designated by the National Cancer Institute (NCI), a unique distinction granted to only 31 cancer centers in the country. As a world leader in translating basic science research discoveries into novel clinical cancer treatments, MDACC is first in the number of research grants awarded by the NCI and the American Cancer Society. The interdisciplinary collaboration between basic science faculty and clinical investigators requires appropriate infrastructure and resources to facilitate translational research. MDACC discoveries have made a significant impact on cancer incidence, morbidity and mortality. State support of MDACC's research mission is crucial to its continued success.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

Successful research programs require adequate resources to recruit and retain talented faculty and support staff, provide state-of-the-art facilities and maintain quality training programs. MDACC is committed to enhancing and identifying new sources of funding for these critical elements of its research mission.

**3.A. STRATEGY REQUEST**  
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Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 2 Provide Research Support  
 OBJECTIVE: 1 Research Activities  
 STRATEGY: 3 Science Park Operations

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$2,100,465	\$2,383,003	\$2,659,080	\$2,738,852	\$2,821,018
1002	OTHER PERSONNEL COSTS	\$54,528	\$56,304	\$67,806	\$69,840	\$71,935
1005	FACULTY SALARIES	\$3,460,266	\$3,966,445	\$3,784,294	\$3,897,823	\$4,014,758
2001	PROFESSIONAL FEES AND SERVICES	\$23,457	\$24,161	\$24,886	\$25,632	\$26,401
2003	CONSUMABLE SUPPLIES	\$56,621	\$58,320	\$60,069	\$61,871	\$63,727
2004	UTILITIES	\$0	\$0	\$0	\$0	\$0
2005	TRAVEL	\$44,556	\$50,100	\$51,600	\$53,148	\$54,742
2009	OTHER OPERATING EXPENSE	\$582,071	\$531,867	\$547,845	\$564,280	\$581,209
5000	CAPITAL EXPENDITURES	\$53,181	\$56,000	\$57,680	\$59,410	\$61,193
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$6,375,145</b>	<b>\$7,126,200</b>	<b>\$7,253,260</b>	<b>\$7,470,856</b>	<b>\$7,694,983</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$0	\$0	\$0	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
770	Est Oth Educ & Gen Inco	\$0	\$0	\$0	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
8040	HRI Patient Income	\$6,375,145	\$7,126,200	\$7,253,260	\$7,470,856	\$7,694,983
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$6,375,145</b>	<b>\$7,126,200</b>	<b>\$7,253,260</b>	<b>\$7,470,856</b>	<b>\$7,694,983</b>

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Agency code: **506**      Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL:            2   Provide Research Support  
 OBJECTIVE:    1   Research Activities  
 STRATEGY:    3   Science Park Operations

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011			
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$7,470,856</b>	<b>\$7,694,983</b>			
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>					<b>\$6,375,145</b>	<b>\$7,126,200</b>	<b>\$7,253,260</b>	<b>\$7,470,856</b>	<b>\$7,694,983</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>					<b>73.7</b>	<b>78.4</b>	<b>78.7</b>	<b>80.7</b>	<b>83.0</b>

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

The Science Park Operations strategy provides funding for the Research Division in Smithville and the Veterinary Department in Bastrop.

The Research Division has been operational since 1977, providing Research programs are highly interactive and focused on the elucidation of the cellular and molecular mechanisms of carcinogenesis. The research team consists of 45 doctoral level scientists of whom 32 are permanent staff. Research at Science Park can be categorized into four inter-related areas. These are cellular and molecular mechanisms of carcinogenesis; DNA damage, repair and mutagenesis; molecular and biochemical genetics; and prevention of cancer induction. These studies are performed using a variety of in vivo and in vitro experimental models.

The entire armamentarium of research approaches employed at Science Park are brought to bear on cancers of a number of organ sites, including skin, liver, vagina, mammary gland, colon, kidney and uterus.

Built in 1977, M. D. Anderson's Veterinary Department chimp facility in Bastrop currently houses 150 chimpanzees, 35 of which are maintained as a reserve for future research needs. Biomedical investigations currently under way include studies on Hepatitis B and C and HIV. Other investigations include diabetes, hypertension, obesity, vaccine development, aging, cellular immunology and behavior.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

Successful research programs require adequate resources to recruit and retain talented faculty and support staff, provide state-of-the-art facilities and maintain quality training programs. MDACC is committed to enhancing and identifying new sources of funding for these critical elements of its research mission.

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Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$54,778,116	\$59,235,685	\$62,538,074	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$8,161,859	\$8,406,715	\$8,658,916	\$0	\$0
2001	PROFESSIONAL FEES AND SERVICES	\$14,807	\$15,547	\$16,325	\$0	\$0
2002	FUELS AND LUBRICANTS	\$0	\$0	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$0	\$0	\$0	\$0	\$0
2004	UTILITIES	\$0	\$0	\$0	\$0	\$0
2005	TRAVEL	\$42,017	\$44,118	\$46,324	\$0	\$0
2006	RENT - BUILDING	\$0	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$68,229,549	\$71,641,026	\$75,223,074	\$0	\$0
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$131,226,348</b>	<b>\$139,343,091</b>	<b>\$146,482,713</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$19,653,371	\$21,369,588	\$21,352,682	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$19,653,371</b>	<b>\$21,369,588</b>	<b>\$21,352,682</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
770	Est Oth Educ & Gen Inco	\$0	\$0	\$0	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
8040	HRI Patient Income	\$111,572,977	\$117,973,503	\$125,130,031	\$0	\$0
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$111,572,977</b>	<b>\$117,973,503</b>	<b>\$125,130,031</b>	<b>\$0</b>	<b>\$0</b>

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Agency code: **506**      Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL:            3    Provide Infrastructure Support  
 OBJECTIVE:    1    Operations and Maintenance  
 STRATEGY:    1    E&G Space Support

Statewide Goal/Benchmark:    2    0  
 Service Categories:  
 Service: 10    Income: A.2    Age:    B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$131,226,348</b>	<b>\$139,343,091</b>	<b>\$146,482,713</b>	<b>\$0</b>	<b>\$0</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>989.3</b>	<b>1,014.0</b>	<b>1,039.4</b>	<b>1,065.4</b>	<b>1,092.0</b>

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

E&G Space Support provides funding necessary to properly utilize, manage and maintain MDACC facilities. Planning and implementation of a capital renewal and replacement program provides for systematic repair and replacement of buildings and building components, such as boilers, chillers, roofs, transformers and all other capital improvements. This process extends the life of campus facilities, building components and systems that ordinarily do not appear in the annual operating budget.

Adequate support for facilities management is also necessary to maintain building exteriors and grounds, provide cost effective custodial services to operate facilities without interruption, maintain energy efficiency, and prevent deferred maintenance from exceeding 1% of current physical plant replacement costs.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

Continuing expansion of MDACC to meet patient care and research demands may impact the strategy. Conversion of obsolete clinic and laboratory areas to provide adequate office space for MDACC faculty and staff may also affect the strategy.



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Agency code: 506      Agency name: The University of Texas M.D. Anderson Cancer Center

GOAL: 3 Provide Infrastructure Support

Statewide Goal/Benchmark: 2 0

OBJECTIVE: 2 Infrastructure Support

Service Categories:

STRATEGY: 1 Tuition Revenue Bond Retirement

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
2008	DEBT SERVICE	\$3,260,816	\$6,533,670	\$6,530,970	\$6,331,536	\$6,341,348
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$3,260,816</b>	<b>\$6,533,670</b>	<b>\$6,530,970</b>	<b>\$6,331,536</b>	<b>\$6,341,348</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$3,260,816	\$6,533,670	\$6,530,970	\$6,331,536	\$6,341,348
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$3,260,816</b>	<b>\$6,533,670</b>	<b>\$6,530,970</b>	<b>\$6,331,536</b>	<b>\$6,341,348</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$6,331,536</b>	<b>\$6,341,348</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$3,260,816</b>	<b>\$6,533,670</b>	<b>\$6,530,970</b>	<b>\$6,331,536</b>	<b>\$6,341,348</b>

**FULL TIME EQUIVALENT POSITIONS:**

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

The strategy is for the debt service on two Tuition Revenue bond projects. The first is funding of \$20,000,000 toward the total project cost of \$221,900,000 for the Gorge and Cynthia Mitchell Basic Science Research Building (BSRB). The BSRB is a collaborative multi-building research center with Baylor College of Medicine and the Texas Medical Center. The facility is approximately 486,000 square feet, dedicated to research and the Graduate School of biological Sciences. Research professions under one roof will transfer promising research from laboratory spaces to direct patient care treatments. The second project is the funding of \$20,000,000 toward the development of the UT Research Park near the Texas Medical Center. The mission of the Research Park is to create medical and economic benefit from the incubation of life science research and technology through collaboration and partnership. The funding is used for infrastructure improvements to the site designated for park development, including, but not limited to: roadways, detention and storm water facilities, telecommunications and electrical wiring networks, demolition and site preparation and landscaping.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

**3.A. STRATEGY REQUEST**  
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Agency code: **506**      Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL:            3    Provide Infrastructure Support

Statewide Goal/Benchmark:    2    0

OBJECTIVE:    2    Infrastructure Support

Service Categories:

STRATEGY:    2    Long-term Capital Program

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$0	\$0	\$0	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$0	\$0	\$0	\$0	\$0
1005	FACULTY SALARIES	\$0	\$0	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$0	\$0	\$0	\$0	\$0
2008	DEBT SERVICE	\$0	\$35,185,257	\$39,005,910	\$45,000,000	\$50,000,000
2009	OTHER OPERATING EXPENSE	\$0	\$0	\$0	\$0	\$0
5000	CAPITAL EXPENDITURES	\$50,528,458	\$204,575,838	\$200,975,681	\$200,000,000	\$200,000,000
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$50,528,458</b>	<b>\$239,761,095</b>	<b>\$239,981,591</b>	<b>\$245,000,000</b>	<b>\$250,000,000</b>
<b>Method of Financing:</b>						
8040	HRI Patient Income	\$50,528,458	\$239,761,095	\$239,981,591	\$245,000,000	\$250,000,000
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$50,528,458</b>	<b>\$239,761,095</b>	<b>\$239,981,591</b>	<b>\$245,000,000</b>	<b>\$250,000,000</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$245,000,000</b>	<b>\$250,000,000</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$50,528,458</b>	<b>\$239,761,095</b>	<b>\$239,981,591</b>	<b>\$245,000,000</b>	<b>\$250,000,000</b>

**FULL TIME EQUIVALENT POSITIONS:**

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

The Long-Term Capital Program strategy supports the construction of facilities and the renovation of space for instruction, patient care, research, and faculty and staff offices.

The strategy also supports the debt service on bonds used to finance the construction of facilities for patient care, research, education, administrative support, plant infrastructure and land acquisition.

**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: **506**      Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL:            3    Provide Infrastructure Support

Statewide Goal/Benchmark:    2    0

OBJECTIVE:    2    Infrastructure Support

Service Categories:

STRATEGY:    2    Long-term Capital Program

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

<b>CODE</b>	<b>DESCRIPTION</b>	<b>Exp 2007</b>	<b>Est 2008</b>	<b>Bud 2009</b>	<b>BL 2010</b>	<b>BL 2011</b>
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**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: 506 Agency name: The University of Texas M.D. Anderson Cancer Center

GOAL: 3 Provide Infrastructure Support  
 OBJECTIVE: 2 Infrastructure Support  
 STRATEGY: 3 Long-term Capital Equipment

Statewide Goal/Benchmark: 2 0  
 Service Categories:  
 Service: 22 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
2008	DEBT SERVICE	\$0	\$42,870,000	\$48,300,000	\$50,000,000	\$55,000,000
5000	CAPITAL EXPENDITURES	\$36,499,564	\$5,838,439	\$1,700,000	\$0	\$0
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$36,499,564</b>	<b>\$48,708,439</b>	<b>\$50,000,000</b>	<b>\$50,000,000</b>	<b>\$55,000,000</b>
<b>Method of Financing:</b>						
8040	HRI Patient Income	\$36,499,564	\$48,708,439	\$50,000,000	\$50,000,000	\$55,000,000
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$36,499,564</b>	<b>\$48,708,439</b>	<b>\$50,000,000</b>	<b>\$50,000,000</b>	<b>\$55,000,000</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$50,000,000</b>	<b>\$55,000,000</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$36,499,564</b>	<b>\$48,708,439</b>	<b>\$50,000,000</b>	<b>\$50,000,000</b>	<b>\$55,000,000</b>

**FULL TIME EQUIVALENT POSITIONS:**

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

The Long-Term Capital Equipment strategy funds the acquisition of capital equipment in support of the institution's education, research and patient care programs. The strategy also supports the debt service on bonds used to finance capital equipment for M. D. Anderson's patient care and research mission.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 3:04:13PM

Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 3 Provide Infrastructure Support Statewide Goal/Benchmark: 2 0  
 OBJECTIVE: 2 Infrastructure Support Service Categories:  
 STRATEGY: 4 TRB Debt Service - Basic Science Research Building II Service: 10 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
2008	DEBT SERVICE	\$0	\$0	\$0	\$0	\$0
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$0	\$0	\$0	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**FULL TIME EQUIVALENT POSITIONS:**

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

TRB request of \$75,000,000. The Basic Sciences Research Building Two (BSRB II) project constructs a new research facility designed to meet new and evolving medical research laboratory requirements. The BSRB II is part of a phasing plan to replace aging and deficient research facilities and there are three principal reasons for the BSRB II: 1) the deficient state of existing research facilities; 2) the desire to consolidate disparate functions; and 3) the need to accommodate the demands of the continually changing technology and research program growth. The debt assumptions are for level funding over 20 years at 6% interest.

The BSRB II will include research laboratories designed with corridor and non-corridor floor templates in order to meet new and evolving medical laboratory requirements, similar to the concept used within the Mitchell Basic Sciences Research Building. The research laboratories will have adjoining offices and general support space.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

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DATE: 8/4/2008  
 TIME: 3:04:52PM

Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 3 Provide Infrastructure Support Statewide Goal/Benchmark: 2 0  
 OBJECTIVE: 2 Infrastructure Support Service Categories:  
 STRATEGY: 5 TRB Gap Debt Service - Center for Targeted Therapy Service: 10 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
2008	DEBT SERVICE	\$0	\$0	\$0	\$0	\$0
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$0	\$0	\$0	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**FULL TIME EQUIVALENT POSITIONS:**

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

HB 153, 79th Legislature, Third Called Session, authorized the issuance of \$40 million in Tuition Revenue Bonds for the Center for Targeted Therapy Research Building. The 80th Legislature provided debt service funding for the TRB approved in the previous biennium. The increase in the cost of construction since the original approval of the project has necessitated a TRB funding request of 20% of the \$40 million TRB to offset inflation in construction costs. The request is for gap debt service on an additional \$8 million in tuition revenue bonds with a term of 20 years at an interest rate of 6%.

The Center for Targeted Therapy will develop and facilitate more effective collaboration and sharing of knowledge with health care providers, extramural researchers, academic institutions and industry and organizations involved in early cancer detection and treatment.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

**3.A. STRATEGY REQUEST**  
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 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 4 Provide Health Care Support

Statewide Goal/Benchmark: 2 0

OBJECTIVE: 1 Hospital Care

Service Categories:

STRATEGY: 1 Patient Care Activities

Service: 22 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Output Measures:</b>						
KEY 1	Total Number of Outpatient Visits	939,500.00	1,000,885.00	1,050,929.00	1,103,475.00	1,158,649.00
KEY 2	Total Number of Inpatient Days	163,007.00	165,961.00	169,561.00	178,039.00	188,722.00
<b>Efficiency Measures:</b>						
1	Net Revenue As a Percent of Gross Revenues	56.36 %	56.11 %	57.03 %	56.40 %	55.20 %
2	Net Revenue Per Equivalent Patient Day	3,979.12	4,213.00	4,614.00	4,865.00	5,030.00
3	Operating Expenses Per Equivalent Patient Day	3,709.61	3,824.02	4,047.92	4,184.47	4,277.80
4	Personnel Expenses As a Percent of Operating Expenses	61.16 %	61.95 %	61.18 %	61.11 %	61.26 %
<b>Explanatory/Input Measures:</b>						
1	Total Number of Residents	111.00	134.00	140.00	142.00	144.00
KEY 2	Minority MD or DO Residents As a Percent of Total MD or DO Residents	9.90 %	9.09 %	9.00 %	9.00 %	9.00 %
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$526,219,566	\$542,006,153	\$558,266,338	\$575,014,328	\$592,264,754
1002	OTHER PERSONNEL COSTS	\$3,259,572	\$33,484,859	\$34,489,405	\$35,524,087	\$36,589,810
1005	FACULTY SALARIES	\$115,304,128	\$118,763,252	\$122,326,149	\$125,995,934	\$129,775,812
2001	PROFESSIONAL FEES AND SERVICES	\$690,189	\$710,895	\$732,222	\$754,188	\$776,814
2002	FUELS AND LUBRICANTS	\$0	\$0	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$0	\$0	\$0	\$0	\$0
2004	UTILITIES	\$659,393	\$679,175	\$699,550	\$720,537	\$742,153
2005	TRAVEL	\$296,250	\$3,051,389	\$314,292	\$323,720	\$333,432
2007	RENT - MACHINE AND OTHER	\$0	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$535,412,433	\$667,759,793	\$787,630,936	\$695,997,381	\$871,899,272
5000	CAPITAL EXPENDITURES	\$1,988,540	\$2,048,196	\$2,109,642	\$2,172,931	\$2,238,119

**3.A. STRATEGY REQUEST**  
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Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 4 Provide Health Care Support  
 OBJECTIVE: 1 Hospital Care  
 STRATEGY: 1 Patient Care Activities

Statewide Goal/Benchmark: 2 0  
 Service Categories:  
 Service: 22 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$1,183,830,071</b>	<b>\$1,368,503,712</b>	<b>\$1,506,568,534</b>	<b>\$1,436,503,106</b>	<b>\$1,634,620,166</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$0	\$0	\$0	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
770	Est Oth Educ & Gen Inco	\$19,569,356	\$29,307,029	\$28,793,643	\$29,213,754	\$29,602,522
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$19,569,356</b>	<b>\$29,307,029</b>	<b>\$28,793,643</b>	<b>\$29,213,754</b>	<b>\$29,602,522</b>
<b>Method of Financing:</b>						
8040	HRI Patient Income	\$1,164,260,715	\$1,339,196,683	\$1,477,774,891	\$1,407,289,352	\$1,605,017,644
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$1,164,260,715</b>	<b>\$1,339,196,683</b>	<b>\$1,477,774,891</b>	<b>\$1,407,289,352</b>	<b>\$1,605,017,644</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$1,436,503,106</b>	<b>\$1,634,620,166</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$1,183,830,071</b>	<b>\$1,368,503,712</b>	<b>\$1,506,568,534</b>	<b>\$1,436,503,106</b>	<b>\$1,634,620,166</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>9,360.6</b>	<b>10,261.4</b>	<b>10,985.0</b>	<b>11,509.2</b>	<b>12,324.7</b>

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

Funding for Patient Care Activities supports operation of in-patient hospital facilities, ambulatory care center clinics, and related facilities to provide care for cancer patients from Texas, the nation and the world. This strategy includes funding for MDACC business support services, patient business services, nursing, pharmacy, allied health professionals, clerical and support staff, unsponsored charity care for indigent Texans, maintenance and operation expenses, equipment, and information systems necessary for the delivery of care in the hospital and clinics.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

Efficient patient care programs require adequate resources to recruit and retain talented faculty and support staff and provide state-of-the-art facilities.



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DATE: 8/4/2008  
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Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 5 Provide Special Item Support  
 OBJECTIVE: 3 Research Special Items  
 STRATEGY: 1 Research Support

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$977,662	\$1,446,098	\$1,547,325	\$1,655,638	\$1,771,533
1002	OTHER PERSONNEL COSTS	\$424,543	\$454,261	\$486,059	\$520,083	\$556,489
1005	FACULTY SALARIES	\$954,213	\$1,021,008	\$1,092,478	\$1,168,952	\$1,250,779
2001	PROFESSIONAL FEES AND SERVICES	\$0	\$0	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$1,265	\$0	\$0	\$0	\$0
2005	TRAVEL	\$52,011	\$53,571	\$55,178	\$56,834	\$58,539
2009	OTHER OPERATING EXPENSE	\$847,908	\$890,303	\$934,820	\$981,559	\$1,030,637
5000	CAPITAL EXPENDITURES	\$520,314	\$390,236	\$401,943	\$414,001	\$426,421
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$3,777,916</b>	<b>\$4,255,477</b>	<b>\$4,517,803</b>	<b>\$4,797,067</b>	<b>\$5,094,398</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$1,662,500	\$1,662,500	\$1,662,500	\$1,662,500	\$1,662,500
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$1,662,500</b>	<b>\$1,662,500</b>	<b>\$1,662,500</b>	<b>\$1,662,500</b>	<b>\$1,662,500</b>
<b>Method of Financing:</b>						
770	Est Oth Educ & Gen Inco	\$0	\$0	\$0	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
8040	HRI Patient Income	\$2,115,416	\$2,592,977	\$2,855,303	\$3,134,567	\$3,431,898
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$2,115,416</b>	<b>\$2,592,977</b>	<b>\$2,855,303</b>	<b>\$3,134,567</b>	<b>\$3,431,898</b>

**3.A. STRATEGY REQUEST**  
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Agency code: **506**      Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL:            5    Provide Special Item Support

Statewide Goal/Benchmark:    2    0

OBJECTIVE:    3    Research Special Items

Service Categories:

STRATEGY:    1    Research Support

Service: 21    Income: A.2    Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$4,797,067</b>	<b>\$5,094,398</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$3,777,916</b>	<b>\$4,255,477</b>	<b>\$4,517,803</b>	<b>\$4,797,067</b>	<b>\$5,094,398</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>26.4</b>	<b>26.7</b>	<b>27.9</b>	<b>29.1</b>	<b>30.4</b>

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

Funding for Faculty Excellence provides The University of Texas M. D. Anderson Cancer center the ability to attract and support the research activities of world-renowned cancer scientists, focused on genome-based cancer research. The institution is committed to enhancing current research efforts to carry out the most innovative investigations of the cause, diagnosis, treatment and prevention of cancer. Science has identified many new potential targets for cancer treatment and prevention. These resources will allow for the expansion of knowledge about the molecular pathways that regulate cell proliferation, providing scientists a better understanding of the ways that the body's natural response to cancer can be enhanced.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

MDACC is committed to enhancing and identifying new sources of funding for these critical elements of its research mission.

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Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 5 Provide Special Item Support  
 OBJECTIVE: 3 Research Special Items  
 STRATEGY: 2 Breast Cancer Research Program

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

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$0	\$157,987	\$162,727	\$167,608	\$172,637
1002	OTHER PERSONNEL COSTS	\$0	\$171,662	\$176,812	\$182,116	\$187,580
1005	FACULTY SALARIES	\$0	\$1,139,306	\$1,184,878	\$1,232,273	\$1,281,564
2001	PROFESSIONAL FEES AND SERVICES	\$0	\$0	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$0	\$0	\$0	\$0	\$0
2005	TRAVEL	\$0	\$19,005	\$22,000	\$22,000	\$22,000
2009	OTHER OPERATING EXPENSE	\$0	\$438,274	\$383,583	\$331,003	\$276,219
5000	CAPITAL EXPENDITURES	\$0	\$73,766	\$70,000	\$65,000	\$60,000
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$0</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>

**Method of Financing:**

1	General Revenue Fund	\$0	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$0</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>

**Method of Financing:**

8040	HRI Patient Income	\$0	\$0	\$0	\$0	\$0
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)** \$2,000,000 \$2,000,000

**TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)** \$0 \$2,000,000 \$2,000,000 \$2,000,000 \$2,000,000

**FULL TIME EQUIVALENT POSITIONS:** 0.0 9.3 9.3 9.3 9.3

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

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Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 5 Provide Special Item Support Statewide Goal/Benchmark: 2 0  
OBJECTIVE: 3 Research Special Items Service Categories:  
STRATEGY: 2 Breast Cancer Research Program Service: 21 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
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The Inflammatory Breast Cancer (IBC) Research Program is a rare and often lethal type of breast cancer. The program will provide an understanding why this disease is so different, why it is so resistant to treatment and will accelerate the development of new therapies that improve the well-being of all women who suffer from IBC.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

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Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 5 Provide Special Item Support Statewide Goal/Benchmark: 2 0  
 OBJECTIVE: 3 Research Special Items Service Categories:  
 STRATEGY: 3 Institute for Personalized Cancer Therapy Service: 21 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
2009	OTHER OPERATING EXPENSE	\$0	\$0	\$0	\$0	\$0
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$0	\$0	\$0	\$0	\$0
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$0</b>	<b>\$0</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>0.0</b>				

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

Knowledge about the genetic causes of cancer and the human genome, combined with the development of new research technologies, has created powerful new approaches to the development of new diagnostic tests and treatments for cancer.

M. D. Anderson is already considered a world leader in this important field. We aspire to increase our productivity and secure our position as the leading research and treatment center for cancer. This will bring even more benefits to Texans.

To achieve this goal we are forming a new Institute for Personalized Cancer Therapy. The Institute will collect together preclinical investigation in drug development, a pharmaceutical center that can produce and test drugs according to federal standards, state of the art biostatistics and informatics, and the country's largest clinical research program testing new cancer treatments. Last year 10,000 patients at M. D. Anderson received the benefits of experimental therapies.

The Institute will be virtual, in the sense that it will be housed in more than one location. The total funding we intend to allocate to the Institute is \$200 million. We ask the state to contribute \$40 million towards this goal during this legislative session. Additional funding will be sought from UT System, philanthropy, and pharmaceutical companies.

**3.A. STRATEGY REQUEST**  
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Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 5 Provide Special Item Support Statewide Goal/Benchmark: 2 0  
 OBJECTIVE: 6 Institutional Support Special Items Service Categories:  
 STRATEGY: 1 Institutional Enhancement Service: 21 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$1,620,843	\$1,711,205	\$1,806,605	\$1,907,323	\$2,013,656
1002	OTHER PERSONNEL COSTS	\$0	\$0	\$0	\$0	\$0
1005	FACULTY SALARIES	\$0	\$0	\$0	\$0	\$0
2001	PROFESSIONAL FEES AND SERVICES	\$88,428	\$92,850	\$97,492	\$102,367	\$107,485
2005	TRAVEL	\$0	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$333,151	\$349,809	\$367,299	\$385,664	\$404,947
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$2,042,422</b>	<b>\$2,153,864</b>	<b>\$2,271,396</b>	<b>\$2,395,354</b>	<b>\$2,526,088</b>
<b>Method of Financing:</b>						
1	General Revenue Fund	\$831,250	\$614,747	\$614,747	\$614,747	\$614,747
<b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b>		<b>\$831,250</b>	<b>\$614,747</b>	<b>\$614,747</b>	<b>\$614,747</b>	<b>\$614,747</b>
<b>Method of Financing:</b>						
8040	HRI Patient Income	\$1,211,172	\$1,539,117	\$1,656,649	\$1,780,607	\$1,911,341
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$1,211,172</b>	<b>\$1,539,117</b>	<b>\$1,656,649</b>	<b>\$1,780,607</b>	<b>\$1,911,341</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$2,395,354</b>	<b>\$2,526,088</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$2,042,422</b>	<b>\$2,153,864</b>	<b>\$2,271,396</b>	<b>\$2,395,354</b>	<b>\$2,526,088</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>27.7</b>	<b>28.3</b>	<b>29.1</b>	<b>29.8</b>	<b>30.5</b>

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: **506**      Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL:	5	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	6	Institutional Support Special Items	Service Categories:		
STRATEGY:	1	Institutional Enhancement	Service:	21	Income: A.2    Age: B.3

<b>CODE</b>	<b>DESCRIPTION</b>	<b>Exp 2007</b>	<b>Est 2008</b>	<b>Bud 2009</b>	<b>BL 2010</b>	<b>BL 2011</b>
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Institutional Enhancement Funds allocated to MDACC are dedicated toward the support of two critical research initiatives, the Physician Scientist Program and the Cancer Genomics Core Program.

The Physician Scientist Program provides a structured environment to train dedicated clinicians to become independent researchers, able to successfully compete for external grant funding, while maintaining patient care responsibilities.

The Genomics Core Program supports genomics research, minimizes duplication of expensive resources and enhances collaborations by providing core genomics support to independent research studies at MDACC.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

MDACC is committed to enhancing and identifying new sources of funding for these critical elements of its research mission.

**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 6 Tobacco Funds Statewide Goal/Benchmark: 2 0  
 OBJECTIVE: 1 Tobacco Earnings for Research Service Categories:  
 STRATEGY: 1 Tobacco Earnings for the University of Texas MD Anderson Cancer Center Service: 21 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$1,889,977	\$1,945,469	\$1,958,794	\$2,037,146	\$2,133,765
1002	OTHER PERSONNEL COSTS	\$619,626	\$683,934	\$688,619	\$716,163	\$750,130
1005	FACULTY SALARIES	\$839,167	\$1,046,439	\$1,053,606	\$1,095,751	\$1,147,720
2001	PROFESSIONAL FEES AND SERVICES	\$400,472	\$474,705	\$477,957	\$147,075	\$83,550
2003	CONSUMABLE SUPPLIES	\$521,820	\$573,549	\$568,379	\$167,369	\$104,807
2005	TRAVEL	\$21,535	\$15,262	\$15,367	\$15,981	\$16,739
2009	OTHER OPERATING EXPENSE	\$85,535	\$124,057	\$124,907	\$129,904	\$103,459
5000	CAPITAL EXPENDITURES	\$1,328,406	\$1,186,250	\$1,274,963	\$870,000	\$870,000
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$5,706,538</b>	<b>\$6,049,665</b>	<b>\$6,162,592</b>	<b>\$5,179,389</b>	<b>\$5,210,170</b>
<b>Method of Financing:</b>						
812	Permanent Endowment FD UTMD AND	\$5,706,538	\$6,049,665	\$6,162,592	\$5,179,389	\$5,210,170
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$5,706,538</b>	<b>\$6,049,665</b>	<b>\$6,162,592</b>	<b>\$5,179,389</b>	<b>\$5,210,170</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$5,179,389</b>	<b>\$5,210,170</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$5,706,538</b>	<b>\$6,049,665</b>	<b>\$6,162,592</b>	<b>\$5,179,389</b>	<b>\$5,210,170</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>52.6</b>	<b>56.5</b>	<b>5.4</b>	<b>56.0</b>	<b>56.4</b>
<b>STRATEGY DESCRIPTION AND JUSTIFICATION:</b>						



**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: **506**      Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL:	6	Tobacco Funds	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	1	Tobacco Earnings for Research	Service Categories:		
STRATEGY:	1	Tobacco Earnings for the University of Texas MD Anderson Cancer Center	Service:	21	Income: A.2    Age: B.3

<b>CODE</b>	<b>DESCRIPTION</b>	<b>Exp 2007</b>	<b>Est 2008</b>	<b>Bud 2009</b>	<b>BL 2010</b>	<b>BL 2011</b>
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M. D. Anderson utilizes the earnings from the Tobacco Settlement endowments to wage its multidisciplinary onslaught against tobacco and the cancers it causes.

These funds support Behavioral scientists at M. D. Anderson as they approach prevention and cessation from a variety of vantage points, including pharmacological, emotional, behavioral and cognitive-based interventions. Research funded through this strategy have identified significant inroads into the understanding of how cancer-causing agents, such as tobacco or ultraviolet rays, induce tumors.

The tobacco funds have provided funding for programs evaluating smoking cessation strategies for patients currently undergoing lung cancer treatment, examining various combinations of using the nicotine patch, an antidepressant and counseling to help patients quit smoking and respond better to therapy.

These funds have allowed Cancer Prevention to develop programs studying a variety of cessation aids, including hand-held computers, antidepressants, nicotine replacement methods, mood management and behavioral counseling techniques, noting that different populations encounter a range of unique stressors and influencers that may inhibit quitting or encourage smoking. Their research also includes studies on nicotine psychopharmacology and pharmacogenetics, suggesting that genes may play a role in how some smokers respond to treatment and to nicotine itself.

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

MDACC is committed to leveraging the tobacco funds to enhance and identify new sources of funding for these critical elements of its research mission.

**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 6 Tobacco Funds Statewide Goal/Benchmark: 2 0  
 OBJECTIVE: 1 Tobacco Earnings for Research Service Categories:  
 STRATEGY: 2 Tobacco Earnings from the Permanent Health Fund for Higher Ed. No. 810 Service: 21 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>Objects of Expense:</b>						
1001	SALARIES AND WAGES	\$472,494	\$719,557	\$839,483	\$873,063	\$892,852
1002	OTHER PERSONNEL COSTS	\$154,906	\$252,962	\$295,122	\$306,927	\$313,884
1005	FACULTY SALARIES	\$209,792	\$387,039	\$451,546	\$469,607	\$480,252
2001	PROFESSIONAL FEES AND SERVICES	\$100,118	\$175,576	\$204,839	\$63,032	\$34,961
2003	CONSUMABLE SUPPLIES	\$130,455	\$212,134	\$243,591	\$71,730	\$43,856
2005	TRAVEL	\$5,384	\$5,645	\$6,586	\$6,849	\$7,004
2009	OTHER OPERATING EXPENSE	\$21,384	\$45,885	\$53,531	\$55,673	\$43,291
5000	CAPITAL EXPENDITURES	\$332,101	\$438,750	\$546,413	\$469,233	\$469,233
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$1,426,634</b>	<b>\$2,237,548</b>	<b>\$2,641,111</b>	<b>\$2,316,114</b>	<b>\$2,285,333</b>
<b>Method of Financing:</b>						
810	Permanent Health Fund Higher Ed	\$1,426,634	\$2,237,548	\$2,641,111	\$2,316,114	\$2,285,333
<b>SUBTOTAL, MOF (OTHER FUNDS)</b>		<b>\$1,426,634</b>	<b>\$2,237,548</b>	<b>\$2,641,111</b>	<b>\$2,316,114</b>	<b>\$2,285,333</b>
<b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b>					<b>\$2,316,114</b>	<b>\$2,285,333</b>
<b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b>		<b>\$1,426,634</b>	<b>\$2,237,548</b>	<b>\$2,641,111</b>	<b>\$2,316,114</b>	<b>\$2,285,333</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>		<b>13.2</b>	<b>20.9</b>	<b>23.8</b>	<b>24.0</b>	<b>23.6</b>
<b>STRATEGY DESCRIPTION AND JUSTIFICATION:</b>						

**3.A. STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:31:05PM

Agency code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL:	6	Tobacco Funds	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	1	Tobacco Earnings for Research	Service Categories:		
STRATEGY:	2	Tobacco Earnings from the Permanent Health Fund for Higher Ed. No. 810	Service:	21	Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
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M. D. Anderson utilizes the earnings from the Tobacco Settlement endowments to wage its multidisciplinary onslaught against tobacco and the cancers it causes.

These funds support Behavioral scientists at M. D. Anderson as they approach prevention and cessation from a variety of vantage points, including pharmacological, emotional, behavioral and cognitive-based interventions. Research funded through this strategy have identified significant inroads into the understanding of how cancer-causing agents, such as tobacco or ultraviolet rays, induce tumors.

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**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

MDACC is committed to leveraging the tobacco funds to enhance and identify new sources of funding for these critical elements of its research mission.

**3.A. STRATEGY REQUEST**  
81st Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
TIME: 1:31:02PM

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**SUMMARY TOTALS:**

<b>OBJECTS OF EXPENSE:</b>	<b>\$1,621,043,041</b>	<b>\$2,033,397,933</b>	<b>\$2,188,512,733</b>	<b>\$1,850,998,563</b>	<b>\$2,069,044,671</b>
<b>METHODS OF FINANCE (INCLUDING RIDERS):</b>				<b>\$1,850,998,563</b>	<b>\$2,069,044,671</b>
<b>METHODS OF FINANCE (EXCLUDING RIDERS):</b>	<b>\$1,621,043,041</b>	<b>\$2,033,397,933</b>	<b>\$2,188,512,733</b>	<b>\$1,850,998,563</b>	<b>\$2,069,044,671</b>
<b>FULL TIME EQUIVALENT POSITIONS:</b>	<b>12,185.7</b>	<b>13,081.9</b>	<b>13,730.8</b>	<b>14,284.0</b>	<b>15,081.1</b>

### 3.B. Rider Revisions and Additions Request

<b>Agency Code:</b> 506	<b>Agency Name:</b> The University of Texas M. D. Anderson Cancer Center	<b>Prepared By:</b> Hugh R. Ferguson	<b>Date:</b> 07/25/2008	<b>Request Level:</b> Base																																							
<b>Current Rider Number</b>	<b>Page Number in 2008–09 GAA</b>	<b>Proposed Rider Language</b>																																									
2	III-165	<p><b>Performance Measure Targets.</b> The following is a listing of the key performance target levels for The University of Texas M. D. Anderson Cancer Center. It is the intent of the Legislature that appropriations made by this Act be utilized in the most efficient and effective manner possible to achieve the intended mission of The University of Texas M. D. Anderson Cancer Center. In order to achieve the objectives and service standards established by this Act, The University of Texas M. D. Anderson Cancer Center shall make every effort to attain the following designated key performance target levels associated with each item of appropriation.</p> <table style="width: 100%; margin-left: 40px;"> <thead> <tr> <th style="width: 70%;"></th> <th style="text-align: center; width: 15%;"><u>2010</u></th> <th style="text-align: center; width: 15%;"><u>2011</u></th> </tr> </thead> <tbody> <tr> <td colspan="3">A. Goal: INSTRUCTION/OPERATIONS</td> </tr> <tr> <td colspan="3">Outcome (Results/Impact):</td> </tr> <tr> <td>Percent of Allied Health Graduates Passing the Certification/Licensure Exam on the first Attempt</td> <td style="text-align: center;">94%</td> <td style="text-align: center;">94%</td> </tr> <tr> <td>Percent of Allied Health Graduates Who are Licensed or Certified in Texas</td> <td style="text-align: center;">86%</td> <td style="text-align: center;">86%</td> </tr> <tr> <td colspan="3">B. Goal: PROVIDE RESEARCH SUPPORT</td> </tr> <tr> <td colspan="3">Outcome (Results/Impact):</td> </tr> <tr> <td>Total External Research Expenditures</td> <td style="text-align: center;"><del>275,545,230</del> <u>311,267,858</u></td> <td style="text-align: center;"><del>283,811,587</del> <u>326,831,152</u></td> </tr> <tr> <td colspan="3">C. Goal: PROVIDE HEALTH CARE SUPPORT</td> </tr> <tr> <td colspan="3">Outcome (Results/Impact):</td> </tr> <tr> <td>Percent of Medical Residency Completers Practicing in Texas</td> <td style="text-align: center;">39%</td> <td style="text-align: center;">39%</td> </tr> <tr> <td>Total Gross Charges for Un-sponsored Charity Care Provided in State-owned Facilities</td> <td style="text-align: center;"><del>237,713,086</del> <u>223,199,697</u></td> <td style="text-align: center;"><del>268,904,704</del> <u>253,002,959</u></td> </tr> <tr> <td>Total Gross Patient Charges (Excluding Un-sponsored Charity Care) Provided in State-owned Facilities</td> <td style="text-align: center;"><del>3,335,747,007</del> <u>4,018,827,616</u></td> <td style="text-align: center;"><del>3,730,435,907</del> <u>4,505,335,684</u></td> </tr> </tbody> </table>				<u>2010</u>	<u>2011</u>	A. Goal: INSTRUCTION/OPERATIONS			Outcome (Results/Impact):			Percent of Allied Health Graduates Passing the Certification/Licensure Exam on the first Attempt	94%	94%	Percent of Allied Health Graduates Who are Licensed or Certified in Texas	86%	86%	B. Goal: PROVIDE RESEARCH SUPPORT			Outcome (Results/Impact):			Total External Research Expenditures	<del>275,545,230</del> <u>311,267,858</u>	<del>283,811,587</del> <u>326,831,152</u>	C. Goal: PROVIDE HEALTH CARE SUPPORT			Outcome (Results/Impact):			Percent of Medical Residency Completers Practicing in Texas	39%	39%	Total Gross Charges for Un-sponsored Charity Care Provided in State-owned Facilities	<del>237,713,086</del> <u>223,199,697</u>	<del>268,904,704</del> <u>253,002,959</u>	Total Gross Patient Charges (Excluding Un-sponsored Charity Care) Provided in State-owned Facilities	<del>3,335,747,007</del> <u>4,018,827,616</u>	<del>3,730,435,907</del> <u>4,505,335,684</u>
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### 3.B. Rider Revisions and Additions Request (Continued)

<b>2</b>	<b>III-165 &amp; 166</b>	<p>C. Goal: PROVIDE HEALTH CARE SUPPORT (continued)</p> <p>Outcome (Results/Impact):</p> <p>Administrative (Institutional Support) Cost as a Percent of Total Expenditures</p> <p style="padding-left: 20px;">D.1.1 Strategy: PATIENT CARE ACTIVITIES</p> <p>Output (Volume):</p> <p style="padding-left: 20px;">Total Number of Outpatient Visits</p> <p style="padding-left: 20px;">Total Number of Inpatient Days</p> <p>Explanatory:</p> <p style="padding-left: 20px;">Minority MD or DO Residents as a Percent of Total MD or Do Residents</p>	<p><u>2010</u></p> <p>7.5%</p> <p>984,117</p> <p>1,103,475</p> <p>166,026</p> <p>187,873</p> <p>11%</p> <p>9%</p>	<p><u>2011</u></p> <p>7.5%</p> <p>1,042,976</p> <p>1,152,649</p> <p>172,451</p> <p>191,087</p> <p>11%</p> <p>9%</p>
<b>3</b>	<b>III-166</b>	<p><b>Special Project Funding.</b> Notwithstanding other provisions of this article, the Board of Regents of The University of Texas System is hereby authorized, subject to approval by the Texas Higher Education Coordinating Board: (1) to expend such amounts of its Permanent University Fund bond proceeds and/or other bond proceeds and such amounts of its other available moneys as may be necessary to fund the following project either in whole or in part; (2) to accept gifts, grants, and matching grants to fund such project either in whole or in part; and (3) to acquire, construct, alter, add to, repair, rehabilitate, equip and/or furnish such project for The University of Texas M. D. Anderson Cancer Center: (a) research facilities, (b) <u>patient care facilities</u>, and (b) (c) administrative support facilities and (d) related parking facilities.</p>		
<b>4</b>	<b>III-166</b>	<p><b>Transfers of Appropriations – State Owned Hospitals.</b> The University of Texas M. D. Anderson Cancer Center shall transfer from non-Medicaid state appropriated funds \$90,102,505 <del>\$xxx, xxx,xxx</del> in fiscal year 2008 <u>2010</u> and \$90,102,505 <del>\$xxx, xxx,xxx</del> in fiscal year 2009 <u>2011</u> to the Health and Human Services Commission. The timing and form of such transfers shall be determined by the Comptroller of Public Accounts in consultation with the Health and Human Services Commission. The Legislative Budget Board is authorized to adjust the amounts of such transfers as necessary to match available federal funds. The transfers, however, shall be made not less frequently than monthly.</p>		

### 3.B. Rider Revisions and Additions Request (Continued)

6	III-166	<p><b>Estimated Appropriation and Unexpended Balance.</b> Included in the amounts appropriated above are: (1) estimated appropriations of amounts available for distribution or investment returns out of the Permanent Endowment fund for The University of Texas M. D. Anderson Cancer Center No. 812 and (2) estimated appropriations of the institution's estimated allocation of amounts available for distribution out of the Permanent Health fund for Higher Education No. 810.</p> <p>a. Amounts available for distribution or investment returns in excess of the amounts estimated above are also appropriated to the institution. In the event that amounts available for distribution or investment returns are less than the amounts estimated above, this Act may not be construed as appropriating funds to makeup the difference.</p> <p>b. All balances of estimated appropriations from the Permanent Endowment Fund for The University of Texas M. D. Anderson Cancer Center No. 812 and of the institution's allocation from the amounts available for distribution out of the Permanent Health Fund for Higher Education No. 810, except for any General Revenue, at the close of the fiscal year ending August 31, <del>2007</del> <u>2009</u>, and the income to said fund during the fiscal years beginning September 1, <del>2007</del> <u>2009</u>, are hereby appropriated. Any unexpended appropriations made above as of August 31, <del>2008</del> <u>2010</u>, are hereby appropriated to the institution for the same purposes for fiscal year <del>2009</del> <u>2011</u>.</p>
8	III-167	<p><del>Creation of t</del> <b>The Rare and Aggressive Breast Cancer Research Program.</b> Of the amounts appropriated above in Strategy E.1.2., Breast Cancer Research, \$2 million in fiscal year <del>2008</del> <u>2010</u> and \$2 million in fiscal year <del>2009</del> <u>2011</u> in General Revenue is for the <del>creation</del> <u>continued support</u> of a <del>the</del> rare and aggressive breast cancer research program. Its efforts <del>will</del> contribute to improving the diagnosis in patients with <u>rare and aggressive</u> breast cancer.</p>

**3.C. RIDER APPROPRIATIONS AND UNEXPENDED BALANCES REQUEST**

DATE: 7/31/2008  
TIME: 11:03:37AM

Automated Budget and Evaluation System of Texas (ABEST)

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Agency code: 506 Agency name: The University of Texas M. D. Anderson Cancer Center

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**RIDER STRATEGY**

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**METHOD OF FINANCING:**

**Total, Method of Financing**

**Description/Justification for continuation of existing riders or proposed new rider**

This schedule is not applicable.



**3.C. RIDER APPROPRIATIONS AND UNEXPENDED BALANCES REQUEST**

DATE: 7/31/2008

TIME: 11:03:49AM

Automated Budget and Evaluation System of Texas (ABEST)

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Agency code: 506 Agency name: The University of Texas M. D. Anderson Cancer Center

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**RIDER STRATEGY**

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**SUMMARY:**

**OBJECT OF EXPENSE TOTAL**

**METHOD OF FINANCING TOTAL**

This schedule is not applicable.

**4.A. EXCEPTIONAL ITEM REQUEST SCHEDULE**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/4/2008**  
 TIME: **1:27:48PM**

Agency code: **506**

Agency name:  
**The University of Texas M.D. Anderson Cancer Center**

<b>CODE</b>	<b>DESCRIPTION</b>	<b>Excp 2010</b>	<b>Excp 2011</b>
	<b>Item Name:</b> Institute for Personalized Cancer Therapy		
	<b>Item Priority:</b> 1		
	<b>Includes Funding for the Following Strategy or Strategies:</b> 05-03-03 Institute for Personalized Cancer Therapy		
<b>OBJECTS OF EXPENSE:</b>			
2009	OTHER OPERATING EXPENSE	20,000,000	20,000,000
	<b>TOTAL, OBJECT OF EXPENSE</b>	<b>\$20,000,000</b>	<b>\$20,000,000</b>
<b>METHOD OF FINANCING:</b>			
1	General Revenue Fund	20,000,000	20,000,000
	<b>TOTAL, METHOD OF FINANCING</b>	<b>\$20,000,000</b>	<b>\$20,000,000</b>

**DESCRIPTION / JUSTIFICATION:**

Knowledge about the genetic causes of cancer and the human genome, combined with the development of new research technologies, has created powerful new approaches to the development of new diagnostic tests and treatments for cancer.

M. D. Anderson is already considered a world leader in this important field. We aspire to increase our productivity and secure our position as the leading research and treatment center for cancer. This will bring even more benefits to Texans.

To achieve this goal we are forming a new Institute for Personalized Cancer Therapy. The Institute will collect together preclinical investigation in drug development, a pharmaceutical center that can produce and test drugs according to federal standards, state of the art biostatistics and informatics, and the country's largest clinical research program testing new cancer treatments. Last year 11,661 patients at M. D. Anderson received the benefits of experimental therapies.

The Institute will be virtual, in the sense that it will be housed in more than one location. The total funding we intend to allocate to the Institute is \$200 million. We ask the state to contribute \$40 million towards this goal during this legislative session. Additional funding will be sought from UT System, philanthropy, and pharmaceutical companies.

**EXTERNAL/INTERNAL FACTORS:**

The recruitment of world-class researchers concentrating on clinical and preclinical targeted therapeutics.

National recognition as a leader in the accumulation and analysis of bioinformatics in the field of cancer through the ceation of the new Department of Bioinformatics.

Through the Survivorship and consequences of Cancer improve the quality of life for cancer survivors and prevent the late side effects that can effect the heart, lungs and minds of cancer patients.

**4.A. EXCEPTIONAL ITEM REQUEST SCHEDULE**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/4/2008**  
 TIME: **1:28:00PM**

Agency code: **506**

Agency name:  
**The University of Texas M.D. Anderson Cancer Center**

<u>CODE</u>	<u>DESCRIPTION</u>	<u>Excp 2010</u>	<u>Excp 2011</u>
	<b>Item Name:</b> TRB Debt Service - Basic Sciences Research Building II <b>Item Priority:</b> 2 <b>Includes Funding for the Following Strategy or Strategies:</b> 03-02-04 TRB Debt Service - Basic Science Research Building II		
<b>OBJECTS OF EXPENSE:</b>			
2008	DEBT SERVICE	6,500,000	6,500,000
	<b>TOTAL, OBJECT OF EXPENSE</b>	<b>\$6,500,000</b>	<b>\$6,500,000</b>
<b>METHOD OF FINANCING:</b>			
1	General Revenue Fund	6,500,000	6,500,000
	<b>TOTAL, METHOD OF FINANCING</b>	<b>\$6,500,000</b>	<b>\$6,500,000</b>

**DESCRIPTION / JUSTIFICATION:**

The Basic Sciences Research Building Two (BSRB II) project constructs a new research facility designed to meet new and evolving medical research laboratory requirements. The BSRB II is part of a phasing plan to replace aging and deficient research facilities and there are three principal reasons for the BSRB II: 1) the deficient state of existing research facilities; 2) the desire to consolidate disparate functions; and 3) the need to accommodate the demands of the continually changing technology and research program growth.

The TRB request is for \$75,000,000. Debt assumptions are 20 year level term at 6%. Facilities program start date is June 1, 2010.

**EXTERNAL/INTERNAL FACTORS:**

**4.A. EXCEPTIONAL ITEM REQUEST SCHEDULE**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:28:00PM

Agency code: 506

Agency name:  
**The University of Texas M.D. Anderson Cancer Center**

<u>CODE</u>	<u>DESCRIPTION</u>	<u>Excp 2010</u>	<u>Excp 2011</u>
	<b>Item Name:</b> TRB Gap Debt Service - Center for Targeted Therapy		
	<b>Item Priority:</b> 3		
	<b>Includes Funding for the Following Strategy or Strategies:</b> 03-02-05 TRB Gap Debt Service - Center for Targeted Therapy		
 <b>OBJECTS OF EXPENSE:</b>			
2008	DEBT SERVICE	700,000	700,000
	<b>TOTAL, OBJECT OF EXPENSE</b>	<b>\$700,000</b>	<b>\$700,000</b>
 <b>METHOD OF FINANCING:</b>			
1	General Revenue Fund	700,000	700,000
	<b>TOTAL, METHOD OF FINANCING</b>	<b>\$700,000</b>	<b>\$700,000</b>

**DESCRIPTION / JUSTIFICATION:**

HB 153, 79th Legislature, Third Called Session, authorized the issuance of \$40 million in Tuition Revenue Bonds for the Center for Targeted Therapy Research Building. The 80th Legislature approved the debt service funding for the project. The increase in the cost of construction since the original approval of the project has necessitated a TRB funding request of 20% of the \$40 million TRB to offset inflation in construction costs. Debt assumptions are 20 year level term at 6%. Facilities start date was April 1, 2006.

**EXTERNAL/INTERNAL FACTORS:**

The Center for Targeted Therapy project constructs a new research facility on the south campus which will house the laboratories and offices of the Department of Experimental Therapeutics, a Research Medical Library Satellite, a Distance Learning Center and a support space for the offices of Technology Commercialization, and Grants and Contracts. This Center for Targeted Therapy will develop and facilitate more effective collaboration and sharing of knowledge with health care providers; extramural researchers; academic institutions; and industry and organizations involved in early cancer detection and treatment.

4.B. EXCEPTIONAL ITEMS STRATEGY ALLOCATION SCHEDULE

81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:27:15PM

Agency code: 506 Agency name: The University of Texas M.D. Anderson Cancer Center

Code	Description	Excp 2010	Excp 2011
<b>Item Name:</b>	Institute for Personalized Cancer Therapy		
<b>Allocation to Strategy:</b>	5-3-3 Institute for Personalized Cancer Therapy		
<b>OBJECTS OF EXPENSE:</b>			
2009	OTHER OPERATING EXPENSE	20,000,000	20,000,000
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$20,000,000</b>	<b>\$20,000,000</b>
<b>METHOD OF FINANCING:</b>			
1	General Revenue Fund	20,000,000	20,000,000
<b>TOTAL, METHOD OF FINANCING</b>		<b>\$20,000,000</b>	<b>\$20,000,000</b>

**4.B. EXCEPTIONAL ITEMS STRATEGY ALLOCATION SCHEDULE**

81st Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008

TIME: 1:27:25PM

Agency code: 506

Agency name: The University of Texas M.D. Anderson Cancer Center

Code	Description	Excp 2010	Excp 2011
<b>Item Name:</b>	TRB Debt Service - Basic Sciences Research Building II		
<b>Allocation to Strategy:</b>	3-2-4 TRB Debt Service - Basic Science Research Building II		
<b>OBJECTS OF EXPENSE:</b>			
2008 DEBT SERVICE		6,500,000	6,500,000
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$6,500,000</b>	<b>\$6,500,000</b>
<b>METHOD OF FINANCING:</b>			
1 General Revenue Fund		6,500,000	6,500,000
<b>TOTAL, METHOD OF FINANCING</b>		<b>\$6,500,000</b>	<b>\$6,500,000</b>

4.B. EXCEPTIONAL ITEMS STRATEGY ALLOCATION SCHEDULE

81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
 TIME: 1:27:25PM

Agency code: 506 Agency name: The University of Texas M.D. Anderson Cancer Center

Code	Description	Excp 2010	Excp 2011
<b>Item Name:</b>	TRB Gap Debt Service - Center for Targeted Therapy		
<b>Allocation to Strategy:</b>	3-2-5 TRB Gap Debt Service - Center for Targeted Therapy		
<b>OBJECTS OF EXPENSE:</b>			
2008 DEBT SERVICE		700,000	700,000
<b>TOTAL, OBJECT OF EXPENSE</b>		<b>\$700,000</b>	<b>\$700,000</b>
<b>METHOD OF FINANCING:</b>			
1 General Revenue Fund		700,000	700,000
<b>TOTAL, METHOD OF FINANCING</b>		<b>\$700,000</b>	<b>\$700,000</b>

**4.C. EXCEPTIONAL ITEMS STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

**DATE:** 8/4/2008  
**TIME:** 1:28:06PM

Agency Code: **506**

Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 3 Provide Infrastructure Support

Statewide Goal/Benchmark: 2 - 0

OBJECTIVE: 2 Infrastructure Support

Service Categories:

STRATEGY: 4 TRB Debt Service - Basic Science Research Building II

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

<b>CODE DESCRIPTION</b>	<b>Excp 2010</b>	<b>Excp 2011</b>
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**OBJECTS OF EXPENSE:**

2008 DEBT SERVICE	6,500,000	6,500,000
<b>Total, Objects of Expense</b>	<b>\$6,500,000</b>	<b>\$6,500,000</b>

**METHOD OF FINANCING:**

1 General Revenue Fund	6,500,000	6,500,000
<b>Total, Method of Finance</b>	<b>\$6,500,000</b>	<b>\$6,500,000</b>

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

TRB Debt Service - Basic Sciences Research Building II



**4.C. EXCEPTIONAL ITEMS STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

**DATE: 8/4/2008**  
**TIME: 1:28:16PM**

Agency Code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 3 Provide Infrastructure Support Statewide Goal/Benchmark: 2 - 0  
 OBJECTIVE: 2 Infrastructure Support Service Categories:  
 STRATEGY: 5 TRB Gap Debt Service - Center for Targeted Therapy Service: 10 Income: A.2 Age: B.3

<b>CODE DESCRIPTION</b>	<b>Excp 2010</b>	<b>Excp 2011</b>
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**OBJECTS OF EXPENSE:**

2008 DEBT SERVICE	700,000	700,000
<b>Total, Objects of Expense</b>	<b>\$700,000</b>	<b>\$700,000</b>

**METHOD OF FINANCING:**

1 General Revenue Fund	700,000	700,000
<b>Total, Method of Finance</b>	<b>\$700,000</b>	<b>\$700,000</b>

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

TRB Gap Debt Service - Center for Targeted Therapy

**4.C. EXCEPTIONAL ITEMS STRATEGY REQUEST**  
 81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

**DATE: 8/4/2008**  
**TIME: 1:28:16PM**

Agency Code: **506** Agency name: **The University of Texas M.D. Anderson Cancer Center**

GOAL: 5 Provide Special Item Support Statewide Goal/Benchmark: 2 - 0  
 OBJECTIVE: 3 Research Special Items Service Categories:  
 STRATEGY: 3 Institute for Personalized Cancer Therapy Service: 21 Income: A.2 Age: B.3

<b>CODE DESCRIPTION</b>	<b>Excp 2010</b>	<b>Excp 2011</b>
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**OBJECTS OF EXPENSE:**

2009 OTHER OPERATING EXPENSE	20,000,000	20,000,000
<b>Total, Objects of Expense</b>	<b>\$20,000,000</b>	<b>\$20,000,000</b>

**METHOD OF FINANCING:**

1 General Revenue Fund	20,000,000	20,000,000
<b>Total, Method of Finance</b>	<b>\$20,000,000</b>	<b>\$20,000,000</b>

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

Institute for Personalized Cancer Therapy

**6.A. HISTORICALLY UNDERUTILIZED BUSINESS SUPPORTING SCHEDULE**

81st Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

Date: 8/4/2008  
Time: 12:28:40PM

Agency Code: 506 Agency: The University of Texas M.D. Anderson Cancer Center

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

**A. Fiscal Year 2006 - 2007 HUB Expenditure Information**

Statewide HUB Goals	Procurement Category	HUB Expenditures FY 2006			Total Expenditures FY 2006	HUB Expenditures FY 2007			Total Expenditures FY 2007
		% Goal	% Actual	Actual \$		% Goal	% Actual	Actual \$	
11.9%	Heavy Construction	0.0 %	0.0%	\$0	\$0	0.0 %	0.0%	\$0	\$1
26.1%	Building Construction	16.6 %	16.6%	\$14,958,760	\$89,947,013	20.7 %	20.7%	\$29,812,213	\$143,727,939
57.2%	Special Trade Construction	7.2 %	7.2%	\$1,251,584	\$17,451,524	5.0 %	5.0%	\$1,164,739	\$23,134,988
20.0%	Professional Services	33.6 %	33.6%	\$3,118,688	\$9,286,610	42.9 %	42.9%	\$5,402,073	\$12,600,243
33.0%	Other Services	11.7 %	11.6%	\$14,491,193	\$124,398,722	9352.0 %	9.5%	\$14,865,552	\$156,221,355
12.6%	Commodities	2.2 %	2.2%	\$10,242,703	\$473,392,982	2.9 %	2.9%	\$14,316,347	\$491,068,749
	<b>Total Expenditures</b>		<b>6.2%</b>	<b>\$44,062,928</b>	<b>\$714,476,851</b>		<b>7.9%</b>	<b>\$65,560,924</b>	<b>\$826,753,275</b>

**B. Assessment of Fiscal Year 2006 - 2007 Efforts to Meet HUB Procurement Goals**

**Attainment:**

FY06 M. D. Anderson exceeded the goal for professional services by 13.5%.  
FY07 M. D. Anderson exceeded the goal for professional services by 22.8%.  
Increase in building construction expenditures attributed to increased projects and subcontract reporting.

**Applicability:**

The Heavy Construction category was not applicable to agency operations in either FY06 or FY07.

**Factors Affecting Attainment:**

The specialty/acute care status of the agency in cancer research and treatment challenges the agency's ability to meet HUB objectives. Purchases are specialized for clinical and research applications with limited (non-HUB) manufacturers or distributors. Additionally, many purchases are made through our group purchasing organization to maximize the value of the funds entrusted to the agency. Specific areas of impact include specialized medical diagnostic equipment, pharmaceuticals and professional health services.

**"Good-Faith" Efforts:**

2007

1)HUB expenditures increased \$21.5 Million from FY06 to FY07, 2)Integrated HUB goals and good faith efforts into Supply Chain Team Action Plan Goals,3)Sponsored annual HUB and small business vendor fair, 40 HUBs exhibited, 230 Agency employees attended, 4)Met with leadership of NAACP, LULAC and Nation of Islam regarding improving HUB expenditures, 5)Attended 12 local minority council trade fairs, including HMBC, GPC and WBEA EXPOs, 6)Co-sponsored Forum on Construction and Bonding, 7)Co-hosted three Minority Task Force Professional Services forums and Chaired HMBC's Professional Services Committee, 8)Participated in the TAAACC Conference, NAMC, and Rainbow Push as round table discussion panelist, 9)Presented on "How to Do Business with UT M. D. Anderson Cancer Center" eight times throughout the year, 10)Participated with WBEA Education Forum making presentation on "Strategic Alliances", 11)Presented HUB subcontracting plan training at 70 pre-bid conferences and reviewed 622 proposed HSPs for compliance,12)Continued to manage and monitor over 138 HUB Subcontracting Plans approved for inclusion in supplier contract awards

**6.B. Current Biennium One-time Expenditure Schedule - Strategy Allocation 2010-11 Biennium**

<b>Agency Code:</b> 506	<b>Agency Name:</b> The University of Texas M. D. Anderson Cancer Center	<b>Prepared By:</b> Hugh R. Ferguson	<b>Date:</b> 08/01/08
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**PROJECT ITEM:**

**ALLOCATION TO STRATEGY:**

<b>Code</b>	<b>Strategy Allocation</b>	<b>Estimated 2008</b>	<b>Budgeted 2009</b>	<b>Requested 2010</b>	<b>Requested 2011</b>
	<b>Objects of Expense:</b>				
	<b>Total, Objects of Expense</b>			\$0	\$0
	<b>Method of Financing:</b>				
	<b>Total, Method of Financing</b>			\$0	\$0

**Description of Item for 2010-11**

**THERE ARE NO ONE-TIME EXPENDITURES TO REPORT**

**6.F.a. ADVISORY COMMITTEE SUPPORTING SCHEDULE ~ PART A**

Date: 8/4/2008  
Time: 12:28:54PM

Automated Budget and Evaluation System of Texas (ABEST)

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Agency Code: 506      Agency: The University of Texas M. D. Anderson Cancer Center

Statutory Authorization:

Number of Members:

Committee Status:

Date Created:

Date to Be Abolished:

Strategy (Strategies):

**Meetings Per Fiscal Year**

This schedule is not applicable.

**6.F.a. ADVISORY COMMITTEE SUPPORTING SCHEDULE ~ PART A**

Date: 8/4/2008  
Time: 12:29:00PM

Automated Budget and Evaluation System of Texas (ABEST)

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Agency Code: 506      Agency: The University of Texas M. D. Anderson Cancer Center

**Description and Justification for Continuation/Consequences of Abolishing**

This schedule is not applicable.

**6.F.b. ADVISORY COMMITTEE SUPPORTING SCHEDULE ~ PART B**

Date: 8/4/2008

Time: 12:29:06PM

Automated Budget and Evaluation System of Texas (ABEST)

Agency Code: 506      Agency: The University of Texas M. D. Anderson Cancer Center

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ADVISORY COMMITTEES THAT SHOULD BE ABOLISHED/CONSOLIDATED

**Reasons for Abolishing**

This schedule is not applicable.

**6.G HOMELAND SECURITY FUNDING SCHEDULE - PART A TERRORISM**

DATE: 8/4/2008  
TIME: 12:29:25PM

81st Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **506** Agency name: **UT MD ANDERSON CANCER CTR**

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>OBJECTS OF EXPENSE</b>						
1001	SALARIES AND WAGES	\$313,467	\$360,084	\$472,225	\$495,302	\$515,114
1002	OTHER PERSONNEL COSTS	\$61,966	\$72,065	\$94,657	\$99,384	\$103,359
2001	PROFESSIONAL FEES AND SERVICES	\$44,377	\$41,863	\$58,513	\$61,438	\$63,896
2003	CONSUMABLE SUPPLIES	\$14,219	\$12,848	\$9,311	\$9,777	\$10,168
2005	TRAVEL	\$5,459	\$7,713	\$5,098	\$5,353	\$5,567
2009	OTHER OPERATING EXPENSE	\$120,870	\$113,809	\$142,927	\$149,448	\$155,426
<b>TOTAL, OBJECTS OF EXPENSE</b>		<b>\$560,358</b>	<b>\$608,382</b>	<b>\$782,731</b>	<b>\$820,702</b>	<b>\$853,530</b>
<b>METHOD OF FINANCING</b>						
8040	HRI Patient Income	\$560,358	\$608,382	\$782,731	\$820,702	\$853,530
	Subtotal, MOF (Other Funds)	\$560,358	\$608,382	\$782,731	\$820,702	\$853,530
<b>TOTAL, METHOD OF FINANCE</b>		<b>\$560,358</b>	<b>\$608,382</b>	<b>\$782,731</b>	<b>\$820,702</b>	<b>\$853,530</b>
<b>FULL-TIME-EQUIVALENT POSITIONS</b>		<b>5.2</b>	<b>5.7</b>	<b>7.2</b>	<b>7.3</b>	<b>7.4</b>

**USE OF HOMELAND SECURITY FUNDS**

All Homeland Security expenditures are contained within the Patient Care Activities strategy 04-01-01. The strategy includes terrorism training, the purchase of additional radio and surveillance equipment and increases in the number of security personnel.



**6.G HOMELAND SECURITY FUNDING SCHEDULE - PART A TERRORISM**

**Funds Passed through to Local Entities**  
81st Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
TIME: 12:29:32PM

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Agency code: 506      Agency name: UT MD ANDERSON CANCER CTR

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<b>CODE</b>	<b>DESCRIPTION</b>	<b>Exp 2007</b>	<b>Est 2008</b>	<b>Bud 2009</b>	<b>BL 2010</b>	<b>BL 2011</b>
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**6.G HOMELAND SECURITY FUNDING SCHEDULE - PART A TERRORISM**

**Funds Passed through to State Agencies**

81st Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/4/2008  
TIME: 12:29:32PM

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Agency code: 506      Agency name: UT MD ANDERSON CANCER CTR

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CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
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**6.G HOMELAND SECURITY FUNDING SCHEDULE - PART B NATURAL OR MAN-MADE DISASTERS**

DATE: 8/4/2008  
 TIME: 12:29:32PM

81st Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 506      Agency name: UT MD ANDERSON CANCER CTR

CODE	DESCRIPTION	Exp 2007	Est 2008	Bud 2009	BL 2010	BL 2011
<b>OBJECTS OF EXPENSE</b>						
1001	SALARIES AND WAGES	\$2,441,852	\$2,772,616	\$3,627,064	\$3,803,614	\$3,955,758
1002	OTHER PERSONNEL COSTS	\$471,930	\$541,024	\$712,017	\$747,563	\$777,466
2001	PROFESSIONAL FEES AND SERVICES	\$347,395	\$320,155	\$439,642	\$461,624	\$480,089
2003	CONSUMABLE SUPPLIES	\$106,440	\$96,012	\$70,282	\$73,796	\$76,748
2005	TRAVEL	\$40,540	\$61,047	\$40,269	\$42,282	\$43,973
2009	OTHER OPERATING EXPENSE	\$1,009,801	\$933,598	\$1,153,535	\$1,205,577	\$1,253,801
<b>TOTAL, OBJECTS OF EXPENSE</b>		<b>\$4,417,958</b>	<b>\$4,724,452</b>	<b>\$6,042,809</b>	<b>\$6,334,456</b>	<b>\$6,587,835</b>
<b>METHOD OF FINANCING</b>						
8040	HRI Patient Income	\$4,417,958	\$4,724,452	\$6,042,809	\$6,334,456	\$6,587,835
	Subtotal, MOF (Other Funds)	\$4,417,958	\$4,724,452	\$6,042,809	\$6,334,456	\$6,587,835
<b>TOTAL, METHOD OF FINANCE</b>		<b>\$4,417,958</b>	<b>\$4,724,452</b>	<b>\$6,042,809</b>	<b>\$6,334,456</b>	<b>\$6,587,835</b>
<b>FULL-TIME-EQUIVALENT POSITIONS</b>		<b>40.3</b>	<b>43.8</b>	<b>54.9</b>	<b>55.8</b>	<b>56.6</b>

**USE OF HOMELAND SECURITY FUNDS**

All Homeland Security expenditures are contained within the Patient Care Activities strategy 04-01-01. The strategy includes off-site storage and disaster recovery, business continuity planning, system security and a part of the Environmental, Health and Safety department budget.

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

DATE: 8/4/2008

**Funds Passed through to Local Entities**

TIME: 12:29:32PM

81st Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

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Agency code: **506**      Agency name: **UT MD ANDERSON CANCER CTR**

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<b>CODE</b>	<b>DESCRIPTION</b>	<b>Exp 2007</b>	<b>Est 2008</b>	<b>Bud 2009</b>	<b>BL 2010</b>	<b>BL 2011</b>
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**6.G HOMELAND SECURITY FUNDING SCHEDULE - PART B NATURAL OR MAN-MADE DISASTERS**

DATE: 8/4/2008

**Funds Passed through to State Agencies**

TIME: 12:29:32PM

81st Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

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Agency code: 506      Agency name: UT MD ANDERSON CANCER CTR

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<b>CODE</b>	<b>DESCRIPTION</b>	<b>Exp 2007</b>	<b>Est 2008</b>	<b>Bud 2009</b>	<b>BL 2010</b>	<b>BL 2011</b>
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**The University of Texas M. D. Anderson Cancer Center**  
**Estimated Funds Outside the GAA**  
**2008-09 and 2010-11 Biennia**

	2008 - 2009 Biennium				2010 - 2011 Biennium			
	<u>FY 2008 Revenue</u>	<u>FY 2009 Revenue</u>	<u>Biennium Total</u>	<u>Percent of Total</u>	<u>FY 2010 Revenue</u>	<u>FY 2011 Revenue</u>	<u>Biennium Total</u>	<u>Percent of Total</u>
<b>APPROPRIATED SOURCES (INSIDE THE GAA)</b>								
State Appropriations	\$ 167,739,888	\$ 168,131,384	\$ 335,871,272		\$ 168,131,384	\$ 168,131,384	\$ 336,262,768	
State Grants and Contracts	-	-	-		-	-	-	
Research Excellence Funds (URF/TEF)	-	-	-		-	-	-	
Higher Education Assistance Funds	-	-	-		-	-	-	
Available University Fund	-	-	-		-	-	-	
Tuition and Fees (net of Discounts and Allowances)	420,000	654,380	1,074,380		922,526	968,341	1,890,867	
Federal Grants and Contracts	-	-	-		-	-	-	
Endowment and Interest Income	23,244,521	23,696,727	46,941,248		24,409,283	25,141,561	49,550,844	
Local Government Grants and Contracts	-	-	-		-	-	-	
Private Gifts and Grants	-	-	-		-	-	-	
Sales and Services of Educational Activities (net)	-	-	-		-	-	-	
Sales and Services of Hospitals (net)	1,889,608,099	2,050,000,000	3,939,608,099		2,163,520,294	2,392,570,089	4,556,090,383	
Other Income	8,196,011	8,500,000	16,696,011		8,500,000	8,500,000	17,000,000	
<b>Total</b>	<b>2,089,208,519</b>	<b>2,250,982,491</b>	<b>4,340,191,010</b>	<b>78.2%</b>	<b>2,365,483,487</b>	<b>2,595,311,375</b>	<b>4,960,794,862</b>	<b>77.9%</b>
<b>NON-APPROPRIATED SOURCES (OUTSIDE THE GAA)</b>								
State Grants and Contracts	-	-	-		-	-	-	
Tuition and Fees (net of Discounts and Allowances)	207,561	358,742	566,303		476,892	524,500	1,001,392	
Federal Grants and Contracts	197,843,792	207,244,524	405,088,316		217,548,333	229,694,033	447,242,366	
Endowment and Interest Income	-	24,236,794	24,236,794		24,962,244	27,236,692	52,198,936	
Local Government Grants and Contracts	-	-	-		-	-	-	
Private Gifts and Grants	58,441,116	74,795,196	133,236,312		78,343,377	82,359,832	160,703,209	
Sales and Services of Educational Activities (net)	2,608,978	2,889,031	5,498,009		3,137,488	3,413,587	6,551,075	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Professional Fees (net)	283,533,102	299,878,114	583,411,216		325,397,742	350,713,686	676,111,428	
Auxiliary Enterprises (net)	28,097,265	29,449,567	57,546,832		31,216,541	34,110,701	65,327,242	
Other Income	-	-	-		-	-	-	
<b>Total</b>	<b>570,731,814</b>	<b>638,851,968</b>	<b>1,209,583,782</b>	<b>21.8%</b>	<b>681,082,617</b>	<b>728,053,031</b>	<b>1,409,135,648</b>	<b>22.1%</b>
<b>TOTAL SOURCES</b>	<b>\$ 2,659,940,333</b>	<b>\$ 2,889,834,459</b>	<b>\$ 5,549,774,792</b>	<b>100.0%</b>	<b>\$ 3,046,566,104</b>	<b>\$ 3,323,364,406</b>	<b>\$ 6,369,930,510</b>	<b>100.0%</b>

### 6.I. 10 Percent Biennial Base Reduction Options Schedule

Approved Reduction Amount

**\$855,449**

\*Approved Base\* here refers to approved 2008-09 base AFTER policy letter exceptions have been excluded.

Agency Code: 506			Agency Name: The University of Texas M. D. Anderson Cancer Center								
Rank	Reduction Item		Biennial Application of 10% Percent Reduction				FTE Reductions (FY 2010-11 Base Request Compared to Budgeted 2009)		Revenue Impact? Y/N	Cumulative GR-related reduction as a % of Approved Base	
	Strat	Name	GR	GR-Dedicated	Federal	Other	All Funds	FY 08			FY 09
1	5-3-1	Research Support	855,449				\$ 855,449				10.0%
2							\$ -				10.0%
3							\$ -				10.0%
4							\$ -				10.0%
5							\$ -				10.0%
6							\$ -				10.0%
7							\$ -				10.0%
8							\$ -				10.0%
9							\$ -				10.0%
10							\$ -				10.0%
11							\$ -				10.0%
12							\$ -				10.0%
<b>Agency Biennial Total</b>			<b>\$ 855,449</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 855,449</b>	<b>0.0</b>	<b>0.0</b>		<b>10.0%</b>
<b>Agency Biennial Total (GR + GR-D)</b>				<b>\$ 855,449</b>							

**Rank / Name**  
**Explanation of Impact to Programs and Revenue Collections**

1            Research Support

This reduction will cut 50% of the general revenue special item funding for faculty excellence used to attract and support the research activities of world-renowned cancer scientists, focused on genome-based cancer research.

2            0

3            0

4            0

**Schedule 1A: Other Educational and General Income**  
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Agency Code: 506 Agency Name: The University of Texas M.D. Anderson Cancer Center

	Act 2007	Act 2008	Bud 2009	Est 2010	Est 2011
<b>Gross Tuition</b>					
Gross Resident Tuition	273,506	371,628	426,750	560,150	614,050
Gross Non-Resident Tuition	89,700	96,432	302,534	463,069	463,069
<b>Gross Tuition</b>	<b>363,206</b>	<b>468,060</b>	<b>729,284</b>	<b>1,023,219</b>	<b>1,077,119</b>
Less: Remissions and Exemptions	0	0	0	0	0
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)	0	0	0	0	0
Less: Tuition increases charged to doctoral students with hours in excess of 100 (TX. Educ. Code Ann. Sec. 54.012)	0	0	0	0	0
Less: Tuition increases charged to undergraduate students with excessive hours above degree requirements. (TX. Educ. Code Ann. Sec. 61.0595)	0	0	0	0	0
Less: Tuition rebates for certain undergraduates (TX. Educ. Code Ann. Sec. 54.0065)	0	0	0	0	0
Plus: Tuition waived for Students 55 Years or Older (TX. Educ. Code Ann. Sec. 54.013)	0	0	0	0	0
Less: Tuition for repeated or excessive hours (TX. Educ. Code Ann. Sec. 54.014)	0	0	0	0	0
Plus: Tuition waived for Texas Grant Recipients (TX. Educ. Code Ann. Sec. 56.307)	0	0	0	0	0
<b>Subtotal</b>	<b>363,206</b>	<b>468,060</b>	<b>729,284</b>	<b>1,023,219</b>	<b>1,077,119</b>
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)	(37,290)	(48,060)	(74,904)	(100,693)	(108,778)
Less: Transfer of Funds (2%) for Emergency Loans (Medical School)	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)	0	0	0	0	0
Less: Other Authorized Deduction					



**Schedule 1A: Other Educational and General Income**  
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Agency Code: 506 Agency Name: The University of Texas M.D. Anderson Cancer Center

	Act 2007	Act 2008	Bud 2009	Est 2010	Est 2011
<b>Net Tuition</b>	<b>325,916</b>	<b>420,000</b>	<b>654,380</b>	<b>922,526</b>	<b>968,341</b>
Student Teaching Fees	0	0	0	0	0
Special Course Fees	0	0	0	0	0
Laboratory Fees	0	0	0	0	0
<b>Subtotal, Tuition and Fees (Formula Amounts for Health-Related Institutions)</b>	<b>325,916</b>	<b>420,000</b>	<b>654,380</b>	<b>922,526</b>	<b>968,341</b>
<b>OTHER INCOME</b>					
<b>Interest on General Funds:</b>					
Local Funds in State Treasury	0	0	0	0	0
Funds in Local Depositories, e.g., local amounts	13,453,961	23,244,521	23,696,727	24,409,283	25,141,561
Other Income (Itemize)					
Other Miscellaneous Income	8,412,944	8,196,011	8,500,000	8,500,000	8,500,000
<b>Subtotal, Other Income</b>	<b>21,866,905</b>	<b>31,440,532</b>	<b>32,196,727</b>	<b>32,909,283</b>	<b>33,641,561</b>
<b>Subtotal, Other Educational and General Income</b>	<b>22,192,821</b>	<b>31,860,532</b>	<b>32,851,107</b>	<b>33,831,809</b>	<b>34,609,902</b>
Less: O.A.S.I. Applicable to Educational and General Local Funds Payrolls	(723,319)	(669,901)	(1,072,540)	(1,169,792)	(1,273,650)
Less: Teachers Retirement System and ORP Proportionality for Educational and General Funds	(641,103)	(576,796)	(937,221)	(1,020,948)	(1,110,121)
Less: Staff Group Insurance Premiums	(933,102)	(886,843)	(1,393,323)	(1,504,789)	(1,655,268)
<b>Total, Other Educational and General Income (Formula Amounts for General Academic Institutions)</b>	<b>19,895,297</b>	<b>29,726,992</b>	<b>29,448,023</b>	<b>30,136,280</b>	<b>30,570,863</b>
<b>Reconciliation to Summary of Request for FY 2007-2009:</b>					
Plus: Transfer of Tuition for Retirement of Indebtedness - Skiles Act	0	0	0	0	0
Plus: Transfer of Funds for Texas Public Education Grants Program and Emergency Loans	37,290	48,060	74,904	100,693	108,778
Plus: Transfer of Funds for Cancellation of Student Loans of Physicians	0	0	0	0	0
Plus: Organized Activities	0	0	0	0	0
Plus: Staff Group Insurance Premiums	933,102	886,843	1,393,323	1,504,789	1,655,268
Plus: Board-authorized Tuition Income	0	0	0	0	0
Plus: Tuition Increases Charged to Doctoral Students with Hours in Excess of 100	0	0	0	0	0

**Schedule 1A: Other Educational and General Income**  
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Plus: Tuition Increases Charged to Undergraduate Students with Excessive Hours above Degree Requirements (TX. Educ. Code Ann. Sec. 61.0595)	0	0	0	0	0
Plus: Tuition rebates for certain undergraduates (TX Educ.Code Ann. Sec. 54.0065)	0	0	0	0	0
Plus: Tuition for repeated or excessive hours (TX. Educ. Code Ann. Sec. 54.014)	0	0	0	0	0
Less: Tuition Waived for Students 55 Years or Older	0	0	0	0	0
Less: Tuition Waived for Texas Grant Recipients	0	0	0	0	0
Plus: Indirect Cost Recovery 2007 (health-related institutions only)	0	0	0	0	0
<b>Total, Other Educational and General Income Reported on Summary of Request</b>	<b>20,865,689</b>	<b>30,661,895</b>	<b>30,916,250</b>	<b>31,741,762</b>	<b>32,334,909</b>

**Schedule 1b: Health-related Institutions Patient Income**  
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Agency Code: 506

Agency Name: The University of Texas M.D. Anderson Cancer Center

	Act 2007	Act 2008	Bud 2009	Est 2010	Est 2011
<b>Health-related Institutions Patient Income:</b>					
Medical	1,715,928,753	1,889,608,099	2,050,000,000	2,163,520,294	2,392,570,089
Dental	0	0	0	0	0
Other (Itemize)					
<b>Subtotal, Health-related Institutions Patient Income</b>	<b>1,715,928,753</b>	<b>1,889,608,099</b>	<b>2,050,000,000</b>	<b>2,163,520,294</b>	<b>2,392,570,089</b>
Less: OASI Applicable to Other Funds Payroll	(50,292,911)	(55,644,767)	(60,799,626)	(66,714,688)	(73,051,780)
Less: Teachers Retirement System and ORP Proportionality for Other Funds	(44,576,356)	(47,905,814)	(53,128,725)	(58,219,534)	(63,665,419)
Less: Staff Group Insurance Premiums Applicable to Other Funds	(64,880,660)	(73,662,062)	(78,985,845)	(85,818,859)	(94,937,539)
<b>Total, Health-related Institutions Patient Income</b>	<b>1,556,178,826</b>	<b>1,712,395,456</b>	<b>1,857,085,804</b>	<b>1,952,767,213</b>	<b>2,160,915,351</b>
<b>Reconciliation to Summary of Base Request by Method of Financing for FY 2007-2011:</b>					
Plus: Staff Group Insurance Premiums	64,880,660	73,662,062	78,985,845	85,818,859	94,937,539
<b>Total, Health-related Institutions Patient Income Reported on Summary of Base Request by Method of Financing and in Schedule 2, Item 4.</b>	<b>1,621,059,486</b>	<b>1,786,057,518</b>	<b>1,936,071,649</b>	<b>2,038,586,072</b>	<b>2,255,852,890</b>

**Schedule 2: Grand Total Educational, General and Other Funds**

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Agency Code: **506** Agency Name: **The University of Texas M.D. Anderson Cancer Center**

	Act 2007	Act 2008	Bud 2009	Est 2010	Est 2011
<b>Balances as of Beginning of Fiscal Year</b>					
Encumbered and Obligated	0	0	0	0	0
Unencumbered and Unobligated	366,428,897	538,811,766	482,300,000	421,040,000	421,040,000
Capital Projects - Legislative Appropriations	0	0	0	0	0
Capital Projects - Other Educational and General Funds	0	0	0	0	0
<b>General Revenue Appropriations</b>					
Direct Appropriations	144,354,129	152,739,888	152,721,131	4,277,247	4,277,247
Less: Transfer Sec. 9-5.09(c), Expenditures for Commercial Air Travel (2007)	(142,833)	0	0	0	0
Transfer from Office of the Governor Deficiency and Emergency Grants	0	0	0	0	0
Less: General Revenue Appropriations Lapsed	0	0	0	0	0
Plus: Additional General Revenue through Budget Execution	0	0	0	0	0
Other (Itemize)					
ArticleIX, Sec. 14.10 Graduate Medical Education Formula Adjustment	24,941	0	0	0	0
<b>Subtotal, General Revenue Appropriations</b>	<b>144,236,237</b>	<b>152,739,888</b>	<b>152,721,131</b>	<b>4,277,247</b>	<b>4,277,247</b>
Other Educational and General Income	20,865,689	30,661,895	30,916,250	31,741,762	32,334,909
<b>Other Appropriated Funds Income</b>					
Health-related Institutions Patient Income (medical, dental, other)	1,621,059,486	1,786,057,518	1,936,071,649	2,038,586,072	2,255,852,890
Interagency contracts	0	0	0	0	0
Tobacco - Related Funds	7,264,523	7,426,859	7,543,703	6,156,270	6,156,270
Other (Itemize)					
<b>TOTAL, EDUCATIONAL AND GENERAL APPROPRIATIONS</b>	<b>1,793,425,935</b>	<b>1,976,886,160</b>	<b>2,127,252,733</b>	<b>2,080,761,351</b>	<b>2,298,621,316</b>
<b>General Revenue Transfers</b>					
Transfer from Coordinating Board for Advanced Research Program	0	0	0	0	0
Transfer from Coordinating Board for Texas College Work Study Program (2007, 2008, 2009)	0	0	0	0	0
Transfer from Coordinating Board for the Cancer Registry (2007)	0	0	0	0	0
Transfer from Coordinating Board for Professional Nursing Shortage Reduction Program	0	0	0	0	0
Transfer of GR Group Insurance Premium from Comptroller (UT and TAMU Components only)	0	0	0	0	0
Less: Transfer to Other Institutions	0	0	0	0	0

**Schedule 2: Grand Total Educational, General and Other Funds**

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	<b>Act 2007</b>	<b>Act 2008</b>	<b>Bud 2009</b>	<b>Est 2010</b>	<b>Est 2011</b>
Less: Transfer to Department of Health, Disproportionate Share - State-Owned Hospitals (2007, 2008, 2009)	(90,400,960)	(90,102,505)	(90,102,505)	0	0
Other (Itemize)					
Other: Fifth Year Accounting Scholarship	0	0	0	0	0
Texas Grants	0	0	0	0	0
Less: Transfer to System Administration	0	0	0	0	0
B-on-Time Program	0	0	0	0	0
<b>Subtotal, General Revenue Transfers</b>	<b>(90,400,960)</b>	<b>(90,102,505)</b>	<b>(90,102,505)</b>	<b>0</b>	<b>0</b>
General Revenue HEF for Operating Expenses	0	0	0	0	0
Transfer from Available University Funds (UT, A&M and Prairie View A&M Only)	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 (2007, 2008, 2009)	90,400,960	90,102,505	90,102,505	0	0
Transfers from Other Funds, e.g., Designated funds transferred for educational and general activities (Itemize)	0	0	0	0	0
Other (Itemize)					
Other Deductions (Itemize)					
Decrease Capital Projects - Educational and General Funds	0	0	0	0	0
Other (Itemize)					
<b>Total Funds</b>	<b>2,159,854,832</b>	<b>2,515,697,926</b>	<b>2,609,552,733</b>	<b>2,501,801,351</b>	<b>2,719,661,316</b>
Less: Balances as of End of Fiscal Year					
Encumbered and Obligated	0	0	0	0	0
Unencumbered and Unobligated	(538,811,766)	(482,300,000)	(421,040,000)	(421,040,000)	(421,040,000)
Capital Projects - Legislative Appropriations	0	0	0	0	0
Capital Projects - Other Educational and General Funds	0	0	0	0	0
<b>Grand Total, Educational, General and Other Funds</b>	<b>1,621,043,066</b>	<b>2,033,397,926</b>	<b>2,188,512,733</b>	<b>2,080,761,351</b>	<b>2,298,621,316</b>
<b>Designated Tuition (Sec. 54.0513)</b>	<b>100,460</b>	<b>124,880</b>	<b>271,500</b>	<b>359,580</b>	<b>395,580</b>
<b>Indirect Cost Recovery (Sec. 145.001(d))</b>	<b>64,799,506</b>	<b>64,185,080</b>	<b>67,382,624</b>	<b>70,077,929</b>	<b>72,881,046</b>

**Schedule 3B: Staff Group Insurance Data Elements (UT/A&M)**  
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Agency Code: 506      Agency Code: The University of Texas M.D. Anderson Cancer Center

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
--	----------------	---------------	----------------------	-------------------	---------------

<b>GR &amp; GR-D Percentages</b>	
GR %	8.37%
GR-D %	91.63%
<b>Total Percentage</b>	<b>100.00%</b>

**FULL TIME ACTIVES**

1a Employee Only	6,841	573	6,268	6,841	2,379
2a Employee and Children	2,369	198	2,171	2,369	616
3a Employee and Spouse	1,192	100	1,092	1,192	323
4a Employee and Family	2,373	199	2,174	2,373	670
5a Eligible, Opt Out	21	2	19	21	43
6a Eligible, Not Enrolled	201	17	184	201	279
<b>Total for This Section</b>	<b>12,997</b>	<b>1,089</b>	<b>11,908</b>	<b>12,997</b>	<b>4,310</b>

**PART TIME ACTIVES**

1b Employee Only	112	9	103	112	288
2b Employee and Children	69	6	63	69	16
3b Employee and Spouse	36	3	33	36	15
4b Employee and Family	77	6	71	77	26
5b Eligible, Opt Out	22	2	20	22	11
6b Eligible, Not Enrolled	90	8	82	90	47
<b>Total for This Section</b>	<b>406</b>	<b>34</b>	<b>372</b>	<b>406</b>	<b>403</b>
<b>Total Active Enrollment</b>	<b>13,403</b>	<b>1,123</b>	<b>12,280</b>	<b>13,403</b>	<b>4,713</b>

**Schedule 3B: Staff Group Insurance Data Elements (UT/A&M)**  
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Agency Code: 506

Agency Code: The University of Texas M.D. Anderson Cancer Center

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
<b>FULL TIME RETIREES by ERS</b>					
1c Employee Only	1,125	94	1,031	1,125	355
2c Employee and Children	45	4	41	45	14
3c Employee and Spouse	501	42	459	501	158
4c Employee and Family	67	6	61	67	21
5c Eligible, Opt Out	17	1	16	17	6
6c Eligible, Not Enrolled	30	3	27	30	10
<b>Total for This Section</b>	<b>1,785</b>	<b>150</b>	<b>1,635</b>	<b>1,785</b>	<b>564</b>
<b>PART TIME RETIREES by ERS</b>					
1d Employee Only	0	0	0	0	0
2d Employee and Children	0	0	0	0	0
3d Employee and Spouse	0	0	0	0	0
4d Employee and Family	0	0	0	0	0
5d Eligible, Opt Out	0	0	0	0	0
6d Eligible, Not Enrolled	0	0	0	0	0
<b>Total for This Section</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Retirees Enrollment</b>	<b>1,785</b>	<b>150</b>	<b>1,635</b>	<b>1,785</b>	<b>564</b>
<b>TOTAL FULL TIME ENROLLMENT</b>					
1e Employee Only	7,966	667	7,299	7,966	2,734
2e Employee and Children	2,414	202	2,212	2,414	630
3e Employee and Spouse	1,693	142	1,551	1,693	481
4e Employee and Family	2,440	205	2,235	2,440	691
5e Eligible, Opt Out	38	3	35	38	49
6e Eligible, Not Enrolled	231	20	211	231	289
<b>Total for This Section</b>	<b>14,782</b>	<b>1,239</b>	<b>13,543</b>	<b>14,782</b>	<b>4,874</b>

**Schedule 3B: Staff Group Insurance Data Elements (UT/A&M)**  
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Agency Code: 506

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	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
<b>TOTAL ENROLLMENT</b>					
1f Employee Only	8,078	676	7,402	8,078	3,022
2f Employee and Children	2,483	208	2,275	2,483	646
3f Employee and Spouse	1,729	145	1,584	1,729	496
4f Employee and Family	2,517	211	2,306	2,517	717
5f Eligible, Opt Out	60	5	55	60	60
6f Eligible, Not Enrolled	321	28	293	321	336
<b>Total for This Section</b>	<b>15,188</b>	<b>1,273</b>	<b>13,915</b>	<b>15,188</b>	<b>5,277</b>



**SCHEDULE 4: COMPUTATION OF OASI**  
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Agency Code: 506 Agency: The University of Texas M.D. Anderson Cancer Center

	<u>Actual Salaries &amp; Wages 2007</u>	<u>Actual Salaries &amp; Wages 2008</u>	<u>Budgeted Salaries &amp; Wages 2009</u>	<u>Estimated Salaries &amp; Wages 2010</u>	<u>Estimated Salaries &amp; Wages 2011</u>
Gross Educational & General Payroll - Subject to OASI	\$727,344,820	\$803,338,379	\$876,206,405	\$955,790,489	\$1,040,532,428
FTE Employees - Subject to OASI	12,185.7	13,081.9	13,730.8	14,380.8	15,030.8
Average Salary (Gross Payroll / FTE Employees)	\$59,688	\$61,408	\$63,813	\$66,463	\$69,227
Employer OASI Rate 7.65% x Average Salary x FTE Employees	\$4,566 12,185.7	\$4,698 13,081.9	\$4,882 13,730.8	\$5,084 14,380.8	\$5,296 15,030.8
<b>Grand Total, OASI</b>	<b>\$55,639,906</b>	<b>\$61,458,766</b>	<b>\$67,033,766</b>	<b>\$73,111,987</b>	<b>\$79,603,117</b>

<u>Proportionality Percentage Based on Comptroller Accounting Policy Statement #011, Exhibit 2</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>	<u>% to Total</u>	<u>Allocation of OASI</u>
General Revenue (% to Total)	0.0831	\$4,623,676	0.0837	\$5,144,099	0.0770	\$5,161,600	0.0715	\$5,227,507	0.0663	\$5,277,687
Other Educational and General Funds (% to Total)	0.0130	723,319	0.0109	669,901	0.0160	1,072,540	0.0160	1,169,792	0.0160	1,273,650
Health-related Institutions Patient Income (% to Total)	0.9039	50,292,911	0.9054	55,644,767	0.9070	60,799,626	0.9125	66,714,688	0.9177	73,051,780
<b>Grand Total, OASI (100%)</b>	<b>1.0000</b>	<b>\$55,639,906</b>	<b>1.0000</b>	<b>\$61,458,766</b>	<b>1.0000</b>	<b>\$67,033,766</b>	<b>1.0000</b>	<b>\$73,111,987</b>	<b>1.0000</b>	<b>\$79,603,117</b>

**SCHEDULE 5: CALCULATION OF RETIREMENT PROPORTIONALITY AND ORP DIFFERENTIAL**

81st Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

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Agency code: **506**

Agency name: **The University of Texas M.D. Anderson Cancer Center**

<b>Description</b>	<b>Act 2007</b>	<b>Act 2008</b>	<b>Bud 2009</b>	<b>Est 2010</b>	<b>Est 2011</b>
<b>Proportionality Amounts</b>					
Gross Educational and General Payroll - Subject to Retirement	808,103,650	869,110,100	963,827,046	1,051,369,538	1,144,585,671
Employer Contribution to Retirement Programs	49,315,584	52,917,060	58,576,323	63,809,222	69,382,540
<b>Proportionality Percentage</b>					
General Revenue	8.30 %	8.37 %	7.69 %	7.15 %	6.63 %
Other Educational and General Income	1.30 %	1.09 %	1.60 %	1.60 %	1.60 %
Health-related Institutions Patient Income	90.39 %	90.53 %	90.70 %	91.24 %	91.76 %
<b>Proportional Contribution</b>					
Other Educational and General Proportional Contribution (Other E&G percentage x Total Employer Contribution to Retirement Programs)	641,103	576,796	937,221	1,020,948	1,110,121
HRI Patient Income Proportional Contribution (HRI Patient Income percentage x Total Employer Contribution To Retirement Programs)	44,576,356	47,905,814	53,128,725	58,219,534	63,665,419
<b>Differential</b>					
Gross Payroll Subject to Differential - Optional Retirement Program	63,310,305	58,813,282	57,000,000	55,500,000	54,000,000
<b>Total Differential</b>	<b>829,365</b>	<b>429,337</b>	<b>416,100</b>	<b>405,150</b>	<b>394,200</b>

**Schedule 6: Capital Funding**  
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Agency Code: 506	Agency Name: The University of Texas M.D. Anderson Cancer Center				
Activity	Act 2007	Act 2008	Bud 2009	Est 2010	Est 2011
<b>I. Balances as of Beginning of Fiscal Year</b>					
A. PUF Bond Proceeds	3,707,939	6,146,650	3,874,495	1,604,810	1,604,810
B. HEF Bond Proceeds	0	0	0	0	0
C. HEF Annual Allocations	0	0	0	0	0
D. TR Bond Proceeds	0	0	33,041,020	13,346,944	0
<b>II. Additions</b>					
A. PUF Bond Proceeds Allocation	5,840,476	1,900,000	1,900,000	1,900,000	1,900,000
B. HEF General Revenue Appropriation	0	0	0	0	0
C. HEF Bond Proceeds	0	0	0	0	0
D. TR Bond Proceeds	0	40,000,000	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 (Itemize)					
TR Bond Proceeds					
General Revenue Appropriation for TRB Debt Service	3,260,816	6,533,670	6,530,970	6,331,536	6,341,348
<b>III. Total Funds Available - PUF, HEF, and TRB</b>	<b>\$12,809,231</b>	<b>\$54,580,320</b>	<b>\$45,346,485</b>	<b>\$23,183,290</b>	<b>\$9,846,158</b>
<b>IV. Less: Deductions</b>					
A. Expenditures (Itemize)					
Mitchell Basic Sciences Research	0	0	0	0	0
Guhn Road Data Center Renovation	0	2,400,000	0	0	0
Repair and Rehabilitation Projects	2,626,381	137,824	1,751,141	0	0
Library and Equipment	775,384	1,634,331	2,418,544	1,900,000	1,900,000
Mitchell Basic Sciences Research	0	0	0	0	0
UT Research Park Infrastructure Improvements	0	0	0	0	0
Center for Targeted Therapy Research Building	0	6,958,980	19,694,076	13,346,944	0
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	3,260,816	6,533,670	6,530,970	6,331,536	6,341,348
E. Other (Itemize)					
<b>Total, Deductions</b>	<b>\$6,662,581</b>	<b>\$17,664,805</b>	<b>\$30,394,731</b>	<b>\$21,578,480</b>	<b>\$8,241,348</b>

**Schedule 6: Capital Funding**  
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Agency Code: <b>506</b>	Agency Name: <b>The University of Texas M.D. Anderson Cancer Center</b>				
<b>Activity</b>	<b>Act 2007</b>	<b>Act 2008</b>	<b>Bud 2009</b>	<b>Est 2010</b>	<b>Est 2011</b>
V. Balances as of End of Fiscal Year					
A.PUF Bond Proceeds	6,146,650	3,874,495	1,604,810	1,604,810	1,604,810
B.HEF Bond Proceeds	0	0	0	0	0
C.HEF Annual Allocations	0	0	0	0	0
D.TR Bond Proceeds	0	33,041,020	13,346,944	0	0
	<b>\$6,146,650</b>	<b>\$36,915,515</b>	<b>\$14,951,754</b>	<b>\$1,604,810</b>	<b>\$1,604,810</b>

**SCHEDULE 7: CURRENT AND LOCAL FUND (GENERAL) BALANCES**

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Agency code: **506**

Agency name: **UT MD ANDERSON CANCER CTR**

	<b>Actual 2007</b>	<b>Actual 2008</b>	<b>Budgeted 2009</b>	<b>Estimated 2010</b>	<b>Estimated 2011</b>
1. Balance of Current Fund in State Treasury	\$0	\$0	\$0	\$0	\$0
2. Unobligated Balance in State Treasury	\$0	\$0	\$0	\$0	\$0
3. Interest Earned in State Treasury	\$0	\$0	\$0	\$0	\$0
4. Balance of Educational and General Funds in Local Depositories	\$0	\$0	\$0	\$0	\$0
5. Unobligated Balance in Local Depositories	\$141,190,543	\$260,000,000	\$240,000,000	\$240,000,000	\$240,000,000
6. Interest Earned in Local Depositories	\$13,453,961	\$23,244,521	\$23,696,727	\$24,409,283	\$25,141,561

Schedule 8: PERSONNEL  
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Agency code: 506 Agency name: UT MD ANDERSON CANCER CTR

	Actual 2007	Actual 2008	Budgeted 2009	Estimated 2010	Estimated 2011
<b>Part A.</b>					
<b>FTE Postions</b>					
E & G Faculty Employees	647.7	692.2	723.5	759.9	802.3
E & G Non-Faculty Employees	11,538.0	12,389.7	13,007.3	13,524.1	14,278.8
<b>SUBTOTAL, E&amp;G</b>	<b>12,185.7</b>	<b>13,081.9</b>	<b>13,730.8</b>	<b>14,284.0</b>	<b>15,081.1</b>
Other Funds Employees	3,855.5	4,115.6	4,301.5	4,518.2	4,770.3
<b>SUBTOTAL, NON-APPROPRIATED</b>	<b>3,855.5</b>	<b>4,115.6</b>	<b>4,301.5</b>	<b>4,518.2</b>	<b>4,770.3</b>
<b>GRAND TOTAL</b>	<b>16,041.2</b>	<b>17,197.5</b>	<b>18,032.3</b>	<b>18,802.2</b>	<b>19,851.4</b>
<b>Part B.</b>					
<b>Personnel Headcount</b>					
E & G Faculty Employees	661	707	739	776	819
E & G Non-Faculty Employees	117,481	12,578	13,147	13,809	14,579
<b>SUBTOTAL, E&amp;G</b>	<b>118,142</b>	<b>13,285</b>	<b>13,886</b>	<b>14,585</b>	<b>15,398</b>
Other Funds Employees	4,432	4,731	4,945	5,194	5,484
<b>SUBTOTAL, NON-APPROPRIATED</b>	<b>4,432</b>	<b>4,731</b>	<b>4,945</b>	<b>5,194</b>	<b>5,484</b>
<b>GRAND TOTAL</b>	<b>122,574</b>	<b>18,016</b>	<b>18,831</b>	<b>19,779</b>	<b>20,882</b>

Schedule 8: PERSONNEL  
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Agency code: 506 Agency name: UT MD ANDERSON CANCER CTR

	Actual 2007	Actual 2008	Budgeted 2009	Estimated 2010	Estimated 2011
<b>PART C.</b>					
<b>Salaries</b>					
E & G Faculty Employees	\$149,084,913	\$156,764,545	\$161,862,691	\$167,165,929	\$173,159,695
E & G Non-Faculty Employees	\$678,224,329	\$699,414,520	\$719,288,922	\$739,630,908	\$760,695,518
<b>SUBTOTAL, E&amp;G</b>	<b>\$827,309,242</b>	<b>\$856,179,065</b>	<b>\$881,151,613</b>	<b>\$906,796,837</b>	<b>\$933,855,213</b>
Other Funds Employees	\$283,838,366	\$315,110,036	\$342,516,227	\$374,155,294	\$410,836,189
<b>SUBTOTAL, NON-APPROPRIATED</b>	<b>\$283,838,366</b>	<b>\$315,110,036</b>	<b>\$342,516,227</b>	<b>\$374,155,294</b>	<b>\$410,836,189</b>
<b>GRAND TOTAL</b>	<b>\$1,111,147,608</b>	<b>\$1,171,289,101</b>	<b>\$1,223,667,840</b>	<b>\$1,280,952,131</b>	<b>\$1,344,691,402</b>

**Schedule 10A: Tuition Revenue Bond Projects**  
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Agency code: 506

Agency Name: The University of Texas M.D. Anderson Cancer Center

Priority Number:	Project Number:	Tuition Revenue Bond Request	Total Project Cost	Cost Per Total Gross Square Feet
1	1	\$ 75,000,000	\$ 254,800,000	\$ 520

**Name of Proposed Facility:** TRB Debt Service - Basic Science Research Bldg Two  
**Project Type:** New Construction

**Location of Facility:** TMC  
**Type of Facility:** Research building

**Project Start Date:** 06/01/2010  
**Project Completion Date:** 03/01/2014

**Gross Square Feet:** 490,000  
**Net Assignable Square Feet in  
Project:** 280,140

**Project Description**

The Basic Sciences Research Building Two (BSRB II) project constructs a new research facility designed to meet new and evolving medical research laboratory requirements. The BSRB II is part of a phasing plan to replace aging and deficient research facilities and there are three principal reasons for the BSRB II: 1) the deficient state of existing research facilities; 2) the desire to consolidate disparate functions; and 3) the need to accommodate the demands of the continually changing technology and research program growth.



**Schedule 10A: Tuition Revenue Bond Projects**  
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Agency code: 506

Agency Name: The University of Texas M.D. Anderson Cancer Center

Priority Number:	Project Number:	Tuition Revenue Bond Request	Total Project Cost	Cost Per Total Gross Square Feet
2	2	\$ 8,000,000	\$ 95,400,000	\$ 454

**Name of Proposed Facility:** TRB Gap Debt Service - Center for Targeted Therapy  
**Project Type:** New Construction

**Location of Facility:** South Campus Research Park  
**Type of Facility:** Research building

**Project Start Date:** 05/01/2008  
**Project Completion Date:** 01/11/2011

**Gross Square Feet:** 210,000  
**Net Assignable Square Feet in  
Project:** 120,056

**Project Description**

The Center for Targeted Therapy will develop and facilitate more effective collaboration and sharing of knowledge with health care providers, extramural researchers, academic institutions and industry and organizations involved in early cancer detection and treatment.

**SCHEDULE 10B: TUITION REVENUE BOND ISSUANCE HISTORY**

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Agency code: 506

Agency name: The University of Texas M.D. Anderson Cancer Center

Authorization Date	Authorization Amount	Issuance Date	Issuance Amount	Authorized Amount Outstanding as of 08/31/2008	Proposed Issuance Date for Outstanding Authorization	Proposed Issuance Amount for Outstanding Authorization
2001	\$20,000,000	Jan 23 2003	\$20,000,000			
		<i>Subtotal</i>	\$20,000,000	\$0		
2003	\$20,000,000	Nov 4 2004	\$20,000,000			
		<i>Subtotal</i>	\$20,000,000	\$0		
2006	\$40,000,000	Feb 15 2008	\$2,072,000			
		May 6 2008	\$25,000,000			
		<i>Subtotal</i>	\$27,072,000	\$12,928,000		
					Aug 15 2008	\$12,928,000

**SCHEDULE 11: SPECIAL ITEM INFORMATION**  
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Agency Code: 506      Agency: The University of Texas M.D. Anderson Cancer Center

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**Special Item:** 1      **Research Support**

**(1) Year Special Item:** 2002

**(2) Mission of Special Item:**

Funding for Faculty Excellence provides core mission support for programs, infrastructure and faculty and staff recruitment necessary to fulfill M.D. Anderson Cancer Center's research mission.

**(3) (a) Major Accomplishments to Date:**

A total of 977 clinical fellows, medical residents and interns received all or a part of their training at M. D. Anderson Cancer Center in 2007. M. D. Anderson Cancer Center was first, nationally, in the number of grants awarded by both the National Cancer Institute and the American Cancer Society.

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

M. D. Anderson Cancer Center will continue to build on the successes achieved in 2007.

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

2001; Estimated Other Educational and General Income

**(5) Non-general Revenue Sources of Funding:**

Estimated Other Educational and General Income and Health-related Institutions Patient Income

**(6) Consequences of Not Funding:**

Inadequate staff and infrastructure support may result in lost opportunity to capture more external research funds and a reduction in sub-specialty training programs for future oncology physicians and research investigators.

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**SCHEDULE 11: SPECIAL ITEM INFORMATION**  
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Agency Code: 506      Agency: The University of Texas M.D. Anderson Cancer Center

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**Special Item: 2      Institutional Enhancement**

**(1) Year Special Item:**      2000

**(2) Mission of Special Item:**

Provide support for programs, infrastructure, faculty and staff necessary to fulfill M. D. Anderson Cancer Center's research mission.

**(3) (a) Major Accomplishments to Date:**

Institutional Enhancement Funds allocated to M. D. Anderson Cancer Center are dedicated toward the support of two critical research initiatives, the Physician Scientist Program and the Cancer Genomics Core Program.

The Physician Scientist Program provides a structured environment to train dedicated clinicians to become independent researchers, able to successfully compete for external grant funding, while maintaining patient care responsibilities.

The Genomics Core Program supports genomics research, minimizes duplication of expensive resources and enhances collaborations by providing core genomics support to independent research studies at M. D. Anderson Cancer Center.

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

M. D. Anderson Cancer Center will continue to provide training to clinicians in the Physician Scientist Program and support research in the Genomics Core Program.

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

1998-1999; Estimated Other Educational & General Income, General Revenue; Appropriated under separate research, education, physical plant and institutional support line items.

**(5) Non-general Revenue Sources of Funding:**

Estimated Other Educational & General Income; Health-related Institutions Patient Income

**(6) Consequences of Not Funding:**

Inadequate staff and infrastructure support may result in lost opportunity to capture more external research funds and a reduction in sub-specialty training programs for future oncology physicians and research investigators.

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**SCHEDULE 11: SPECIAL ITEM INFORMATION**  
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Agency Code: 506      Agency: The University of Texas M.D. Anderson Cancer Center

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**Special Item: 3      Institute for Personalized Cancer Therapy**

**(1) Year Special Item:**      2010

**(2) Mission of Special Item:**

Knowledge about the genetic causes of cancer and the human genome, combined with the development of new research technologies, has created powerful new approaches to the development of new diagnostic tests and treatments for cancer.

M. D. Anderson is already considered a world leader in this important field. We aspire to increase our productivity and secure our position as the leading research and treatment center for cancer. This will bring even more benefits to Texans.

To achieve this goal we are forming a new Institute for Personalized Cancer Therapy. The Institute will collect together preclinical investigation in drug development, a pharmaceutical center that can produce and test drugs according to federal standards, state of the art biostatistics and informatics, and the country's largest clinical research program testing new cancer treatments. Last year 11,661 patients at M. D. Anderson received the benefits of experimental therapies.

The Institute will be virtual, in the sense that it will be housed in more than one location. The total funding we intend to allocate to the Institute is \$200 million. We ask the state to contribute \$40 million towards this goal during this legislative session. Additional funding will be sought from UT System, philanthropy, and pharmaceutical companies.

**(3) (a) Major Accomplishments to Date:**

N/A

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

The recruitment of world-class researchers concentrating on clinical and preclinical targeted therapeutics.

National recognition as a leader in the accumulation and analysis of bioinformatics in the field of cancer through the ceation of the new Department of Bioinformatics.

Through the Survivorship and consequences of Cancer improve the quality of life for cancer survivors and prevent the late side effects that can effect the heart, lungs and minds of cancer patients.

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

N/A

**(5) Non-general Revenue Sources of Funding:**

Estimated Other Educational & General Income; HRI Patient Income

**(6) Consequences of Not Funding:**

If the request is not funded with general revenue the project may either be delayed or ultimately funded with non-general revenue sources of funding that currently support research, education, patient care and unsponsored charity care for indigent Texans.

**SCHEDULE 11: SPECIAL ITEM INFORMATION**  
81ST REGULAR SESSION  
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Agency Code: **506**      Agency: **The University of Texas M.D. Anderson Cancer Center**

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**SCHEDULE 11: SPECIAL ITEM INFORMATION**  
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Agency Code: 506      Agency: **The University of Texas M.D. Anderson Cancer Center**

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**Special Item: 4      TRB Debt Service - Basic Sciences Research Building Two**

**(1) Year Special Item:**      2010

**(2) Mission of Special Item:**

The Basic Sciences Research Building Two (BSRB II) project constructs a new research facility designed to meet new and evolving medical research laboratory requirements. The BSRB II is part of a phasing plan to replace aging and deficient research facilities and there are three principal reasons for the BSRB II: 1) the deficient state of existing research facilities; 2) the desire to consolidate disparate functions; and 3) the need to accommodate the demands of the continually changing technology and research program growth.

**(3) (a) Major Accomplishments to Date:**

N/A

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

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

N/A

**(5) Non-general Revenue Sources of Funding:**

Estimated Other Educational & General Income; Health-related Institutions Patient Income

**(6) Consequences of Not Funding:**

If the request is not funded with general revenue the project may either be delayed or ultimately funded with non-general revenue sources of funding that currently support research, education, patient care and unsponsored charity care for indigent Texans.

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**SCHEDULE 11: SPECIAL ITEM INFORMATION**  
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Agency Code: 506      Agency: The University of Texas M.D. Anderson Cancer Center

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**Special Item: 5      TRB Gap Debt Service - Center for Targeted Therapy Research Bldg**

**(1) Year Special Item:**      2006

**(2) Mission of Special Item:**

HB 153, 79th Legislature, Third Called Session, authorized the issuance of \$40 million in Tuition Revenue Bonds for the Center for Targeted Therapy Research Building. The 80th Legislature approved the debt service funding for the project. The increase in the cost of construction since the original approval of the project has necessitated a TRB funding request of 20% of the \$40 million TRB to offset inflation in construction costs.

The Center for Targeted Therapy project constructs a new research facility on the south campus which will house the laboratories and offices of the Department of Experimental Therapeutics, a Research Medical Library Satellite, a Distance Learning Center and a support space for the offices of Technology Commercialization, and Grants and Contracts. This Center for Targeted Therapy will develop and facilitate more effective collaboration and sharing of knowledge with health care providers; extramural researchers; academic institutions; and industry and organizations involved in early cancer detection and treatment.

**(3) (a) Major Accomplishments to Date:**

N/A

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

The Center for Targeted Therapy will develop and facilitate more effective collaboration and sharing of knowledge with health care providers; extramural researchers; academic institutions; and industry and organizations involved in early cancer detection and treatment.

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

General Revenue for Tuition Revenue Bond Debt Service

**(5) Non-general Revenue Sources of Funding:**

Estimated Other Educational & General Income; Health-related Institutions Patient Income

**(6) Consequences of Not Funding:**

If the request is not funded with general revenue the project may either be delayed or ultimately funded with non-general revenue sources of funding that currently support research, patient care and unsponsored charity care for indigent Texans.

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