

LEGISLATIVE APPROPRIATIONS REQUEST

for Fiscal Years 2016 and 2017

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

by

UNIVERSITY OF HOUSTON - DOWNTOWN

*Date of Submission
August 4, 2014*

**University of Houston – Downtown
Request for Legislative Appropriations**

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Schedules Not Included

Agency Code:	Agency Name:	Date:
784	University of Houston-Downtown	August 2014
<p>For the schedules identified below, the University of Houston-Downtown either has no information to report or the schedule is not applicable. Accordingly, these schedules have been excluded from the University of Houston-Downtown Legislative Appropriations Request 2016-17 biennium.</p>		
Number	Name	
2.C.1.	Operating Costs Detail Base Request	
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Schedule 8C	Revenue Capacity for Tuition Revenue Bond Projects (included in University of Houston System)	
Schedule 8D	Tuition Revenue Bond Request by Project (included in University of Houston System)	

Administrator's Statement

8/5/2014 11:07:26AM

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Overview

Established by the legislature in 1974, this year UHD celebrates its 40th anniversary. The University has come a long way over these four decades. In its first year of existence UHD enrolled 2,397 students. A year later UHD awarded its first degrees – to 45 students, all of whom had earned a BS in Criminal Justice. Today UHD enrolls almost 14,000 students, and over this coming year more than 2,400 students will be awarded degrees from a range of undergraduate and graduate fields of study. Through flexible scheduling of courses, innovative use of technology and distance learning opportunities, the University provides educational opportunities for many who might not otherwise be able to pursue a college degree.

UHD's steady growth is evidence of both its success in expanding access and offering quality programs. UHD's Fall 2013 enrollment of 13,756 was the second-highest in school history. The 2,396 degrees awarded by UHD in FY 2013 was nearly double the 1,444 awarded ten years earlier. During that time, underrepresented minority graduates have increased by 200 percent. UHD continues to be among the national leaders in baccalaureate degrees awarded to minority students, ranking 43rd for Hispanic graduates and 49th for African-American graduates. In the rapidly growing field of Accounting, UHD ranked 5th nationally for Hispanic graduates and 11th for African-American graduates.

As the University prepares for a new biennium, its highest priority will continue to be student success. Many of the students served by UHD come from groups historically underrepresented in higher education. At present, the UHD student body is 42% Hispanic, 26% African-American, 18% Anglo, and 10% Asian. Over 50 percent of UHD students are the first in their families to attend college. The majority work while attending school, and over half attend the University on a part-time basis. These students require specific types of support in order to maximize the probability that they will succeed academically and ultimately earn a degree. They must be well advised, monitored through the early weeks of a new class, assisted as needed via faculty and/or peer tutoring, and mentored throughout their college careers. Many of these students may also need a strategic infusion of institutional scholarship funds to keep them on track. UHD is committed to providing all of this needed support.

A hallmark of UHD always has been its commitment to civic engagement. UHD was included in the original group of institutions that received the Carnegie Foundation's community engagement classification in 2008, an honor which has been maintained to the present. UHD also appears on President Obama's Higher Education Community Service Honor Roll. UHD's Center for Public Service and Family Strengths works with faculty, staff, and students to integrate community engagement and service learning activities throughout the curriculum. In FY 2014 UHD was proud to once again play a central leadership role, along with the City of Houston, in the city's annual celebration of Citizenship Month. This volunteer-driven initiative celebrates Houston's civic engagement and broad diversity through events held across the city.

UHD is committed to the idea that a college education should be financially attainable for the average citizen. Whether arriving as a first-time-in-college (FTIC) student or transferring in from another institution, every enrolled student benefits from UHD's commitment to keep higher education within financial reach. UHD prides itself on being among the best values in Texas public higher education. For FY 2015 a student enrolling in 30 undergraduate hours at UHD will pay \$6,614, which is 17% below the current statewide average of \$7,986. Further, in Fall 2014 UHD will begin offering its students a fixed tuition option, wherein students meeting certain requirements will be able to lock in tuition/fee rates for 12 consecutive semesters.

Significant Changes in Policy

UHD's most significant policy change over these past two years – and in many years – was the adoption of automatic admission standards for incoming freshman, which went into effect for Fall 2013. The legislature had been sending strong signals in recent years indicating a lack of enthusiasm for the 'open admissions' model at four-year institutions. Formula funding was scaled back or eliminated for developmental coursework, repeated courses, and for hours in excess of an established cap.

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Changes were proposed to make the Texas Grant program more merit-based and less need-based, and bills were introduced that would change the I&O formula to where only 'completed' courses would be funded rather than 'attempted' courses, as is now the practice. As we enter this 84th legislative session there remains some support to at least partially fund higher education institutions on a performance basis, with future funding tied to measures like the 6-year graduation rate. The time was right to make this change.

It should be noted that although UHD has begun denying admission to applicants who would previously have been admitted, it is not abandoning these students. Building on its already strong partnerships with area community colleges, UHD is jointly admitting these students so that at a later date they will be able to seamlessly enroll and pursue baccalaureate degrees. Adopting this approach with underprepared students is in the best interests of the University, the state of Texas and, most importantly, the students. In making this change UHD remains steadfastly committed to being a highly accessible institution with a student body that reflects the diversity of the city/region in all ways.

Not unexpectedly, the adoption of admission standards for FTIC students had an impact on FY 2014 enrollments. In the end, Fall 2013 enrollment (13,757) declined slightly from the record enrollment experienced in Fall 2012 (13,916). However, as the Fall 2013 FTIC cohort completed its first year it was evident that the desired pay-off of improved performance metrics had come to pass. The percentage of freshmen who re-enrolled for their second semester was a UHD record 91 percent, up from 86 percent the previous year. The performance of the Fall 2013 freshman cohort compared to previous cohorts has also shown improvement in terms of GPA, number of hours earned, and success in key gateway courses.

The changes being made at UHD to improve academic support services for incoming freshman are also having a positive impact on transfer students, who represent 70 percent of the new students coming to UHD each year. Fall 2013 figures show that the one-year retention rate for transfers (74 percent) has increased from the previous year. This past spring the UH System Board of Regents approved admission standards for students transferring to UHD, which will go into effect for Fall 2015. It is anticipated that these new standards will improve the success rate for this group just as they have for FTICs.

While admission standards will contribute to greater retention rates, equally important is the work being done to improve advising, mentoring, and tutoring, and to infuse high-impact practices into the curriculum. These efforts will benefit all students, not just the newly admitted, and UHD is beginning to see that already. The FY 2013 six-year graduation rate for full-time FTICs has increased to 14.1 percent compared to the previous year's 11.8 percent. For the cohort that will complete their sixth year in August 2014, 19 percent had already graduated by summer 2014. These rates remain low, but this steady improvement can be viewed as evidence that UHD's strategies are sound and that the University is now on track to achieve its six-year graduation rate goal of 28 percent by 2020.

Having the adequate infrastructure in place – facilities, technology, staffing – is essential to the success of these new efforts/initiatives. In the spring of 2014 UHD finished construction on a new, state-of-the-art Advising Center. The new center accommodates 20 academic advisors and support staff in an environment that is open, welcoming, and technology-enabled. In addition to significantly improved face-to-face advising support, UHD students are now able to conduct self-service degree audits using the recently implemented CAPP (Curriculum, Advising, and Program Planning) software.

For spring of 2015 UHD will finish construction on the new home for its Center for Teaching and Learning Excellence. The Center supports faculty as they examine best practices in areas such as high-impact education, on-line delivery and course redesign. UHD is already making great strides in course redesign but until now has lacked the support infrastructure to scale up what has been found to work well.

Significant Changes in Provision of Service

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A number of actions have been taken over the past two years to expand and improve the services provided by UHD, including the introduction of several new degree programs. Initial enrollments in UHD's recently introduced Masters in Non-Profit Management have exceeded projections. UHD has also received good response to its new BS in Geosciences, and interest is building for the Masters in Rhetoric and Composition, which will begin accepting students in Fall 2014.

UHD has several new degree programs in the pipeline, including a BS in Behavioral Health Sciences and Master's degrees in the fields of Statistics, Mathematics, and Computer Science. The University is also working with the Houston Independent School District (HISD) to develop an 18-hour certificate program to strengthen the skills of HISD Math faculty who will be teaching dual credit Math courses.

The expansion of its graduate degree offerings is an indicator that UHD is maturing as an institution, and leading the way in graduate enrollment growth is UHD's young MBA program. The program grew from 32 students in Spring 2012 to 93 students in Spring 2014, with that growth driven in part by an innovative program that enables post-baccalaureate students to earn respected certifications by taking courses in areas of business specialization that will also count towards the MBA, should the student later choose to go that route. This model, which is ideal for the working adult student, is generating such interest for the College of Business that efforts are underway to develop similar programs in other disciplines. While the University will continue to be a predominantly undergraduate-serving institution, the goal remains to have five percent of its total enrollments be at the graduate level by 2020.

The University continues to expand its partnerships with local community colleges, which have become even more important with UHD's adoption of admission standards. UHD operates one large off-campus site at Lone Star College (LSC) - University Park and at several smaller LSC centers, where students complete degrees in a number of baccalaureate programs. The 2+2 model that so many students now choose, with community colleges partnering with area universities to provide a high-quality, affordable four-year experience is a model that should be celebrated and strengthened. UHD is currently working with both LSC and Houston Community College (HCC) to establish a joint RN-to-BSN Nursing degree. Another area of collaboration with local community colleges is the Bachelors of Applied Sciences (BAS) degree in Engineering Technology. The University has numerous agreements in place with area community college systems, including joint admissions and reverse-transfer agreements.

The greatest change in the area of 'provision of service' has been the ongoing, unabated growth in the number of both fully on-line and 'hybrid' courses. UHD now offers 15 undergraduate degree completion opportunities for students wherein they can complete all of their upper-level coursework on-line. In addition, UHD offers three Masters-level programs that are fully on-line. In the fall of 2009 on-line SCHs accounted for 8.2 percent of all UHD hours, and on-line/hybrid combined was 11.6 percent. Four years later, in fall of 2013, on-line accounted for 20.6 percent of all hours and on-line/hybrid combined was 29.9 percent. During this period UHD's overall SCH growth was 9.4 percent. The University continues to work with its faculty to ensure that they have access to the training necessary to ensure efficacy in the area of on-line instruction. The aforementioned Center for Teaching and Learning Excellence was established in large part to ensure that UHD is delivering quality on-line instruction.

The expansion over the past five years of both on-line and hybrid instruction has significant implications for class scheduling and facilities usage/planning. Future facility needs will be targeted to support programs and disciplines that work best in a face-to-face environment. Lab-intensive programs are an example, which is why UHD is requesting capital construction funding for a new Sciences and Technology Building.

The University is expanding its efforts to provide continuing education opportunities for professionals and members of the Houston community. There are now four major continuing education units at UHD, the English Language Institute, the Criminal Justice Training Division, the Applied Business and Technology Center, and the College of Business (COB) CE unit. Each of these is performing well, with the greatest growth coming in the COB CE unit as it offers certificates in fields related to the management of oil and gas properties. Collectively these units meet important regional workforce needs, while raising the profile of UHD.

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Significant Externalities

The contribution that the University is able to make to the state's priority educational goals in the years ahead will be affected by a number of external factors. Included would be population growth in the region, the condition of the state and national economies, the increased competition from colleges and universities outside the region and from the for-profit higher education sector, the opportunities and challenges relating to on-line and distance education, and the growing need for colleges and universities to address the affordability issue.

The demand for higher education in UHD's service area will increase as the population grows. According to a study completed by the Greater Houston Partnership in January 2014, even under its 'moderate growth scenario' the Houston metro area will add over 1 million residents by 2025. The ethnic composition of these new residents will continue to be increasingly Hispanic, with this segment of the population becoming the region's 'majority minority' sometime before 2020. During this same period the region will add 440,000 new jobs, many of which will be for professional and knowledge-based occupations. Many of these jobs will be filled by adults who will have re-tooled for their new career through their local community college and/or university. Given these developments, it is expected that the number of minority students and older returning students will be increasing. UHD anticipates continued enrollment growth, as those fast growing segments of the college-going population are groups that the university has served effectively in the past.

Much has been written, and rightly so, about the 'disruptive innovation' that is reshaping the higher education landscape. Any institution holding to the belief that it can continue with 'business as usual' does so at its own peril. Today's students expect to have options and they value convenience, and the classroom is often their laptop computer. While some students will prefer to take courses in a face-to-face format, all now expect those courses to also be available at satellite locations close to home or on-line, or both. Today's students increasingly receive their instruction through a mix of delivery modes. UHD has met this demand by expanding its on-line offerings and by delivering courses/degrees at multiple remote sites.

Students want to be assured that the time and money they invest in earning a degree will put them on the path to a better life, and if they do not feel that an institution can deliver in that regard then they will look elsewhere. UHD's mission statement embraces 'career preparation', and the University is using college-based advisory councils and old fashioned one-on-one outreach to strengthen relationships with area employers. New degrees are linked to projected regional workforce needs, and the University is currently in the process of transitioning from a single generic career placement center to specialized career centers in each of the colleges.

The increased competition for students also drives universities to become more engaged in the community. Engagement translates into relevance, and if it is to continue to grow and prosper UHD must engage in ways that underscore the vital role it plays in maintaining the economic and cultural health of the community. Engagement with the community is an important element of building brand awareness. The University has taken its UHD - Major Opportunities! campaign to the community by serving as a sponsor for popular events like the City of Houston's Discovery Green Concert Series.

Price has become an area of intense focus for higher education, and UHD is proud to stand out as a beacon of affordability in a sea of high cost. Even as it copes with very low per-FTE state funding UHD manages to maintain a tuition and fee structure that is likewise among the lowest in the state. As mentioned in the introduction, UHD undergraduates pay 17 percent below the statewide average in tuition and fees, with students now able to lock in that low cost structure through a fixed tuition plan.

Approach Taken in Preparing for a 10 percent GR-related Base Reduction

If its GR-related base budget were reduced by 10 percent for FY2016/17, UHD would lose \$567,392 over the biennium. While UHD's state funding support did increase

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for FY2014/15 over what had been provided for FY2012/13, the cuts sustained in that earlier biennium were not fully restored in the biennium that followed. This can be seen in the base rate per weighted credit hour, which is the foundation for the Instruction & Operations (I&O) formula. For the FY2010/11 biennium this rate was \$62.19. It was reduced to \$53.71 for the FY2012/13 biennium before being brought to an average of \$56.35 for the current biennium. This FY2014/15 rate is still 9 percent below the rate of four years ago.

The proposed 10 percent reduction applies primarily to funding received for non-formula special items. The majority of UHD's non-formula special item funding comes through the Institutional Enhancement item, an item that all institutions receive and money that is universally treated as general use operating dollars, not unlike I&O formula dollars.

If this 10 percent GR-related base budget reduction were enacted the result would simply be that UHD would have \$567,392 less in the upcoming biennium to meet basic operating needs. Needed new faculty lines could not be added, the hiring of critical student support staff positions would have to be put off, class sizes could increase and fewer courses would be put on the schedule. The overall effect would be to diminish the university experience for UHD students in ways that would reduce their likelihood of earning a degree, or earning a degree in a timely manner.

Costs and/or Savings from Federal Healthcare Reform Legislation

Texas state agencies have always provided quality health care coverage for their full-time employees, so the impact of the Affordable Care Act (ACA) on UHD employees has been limited. Because many of the most popular features of the ACA were front-loaded, University employees have benefitted from the law. An example would be the ability to keep adult children on their plans through the age of 26.

Along with other universities, UHD is following closely as rulings are made on the impact of the ACA on part-time faculty. One interpretation is that a part-time faculty teaching two courses in a semester should be viewed as working 30 hours per week, which would mandate the employer to provide coverage or pay a fine. If it is determined that part-time faculty with a workload of two or more courses must be provided health coverage then this would be a significant cost to the University, one way or the other.

Purpose of Any New Funding Being Requested

The foundation of state support for higher education is and must remain the formula funding system. While imperfect, the formula system provides state universities with the resource stability and predictability required for effective planning. Increased funding received through the formulas will be used to meet the basic operating needs of the university. With it UHD will hire needed new faculty and staff and provide for other non-salary operating needs. Additional formula funding support will also reduce the need to generate new revenue through increases in tuition and fee rates.

Of particular importance this legislative session will be the decisions made relative to the state's Higher Education Assistance Funds (HEAF). HEAF provides crucial funding to support capital needs, including land acquisition, new construction, major renovation, acquisition of library materials, and investments in technology. The FY2016/17 biennium marks the beginning of a new 10-year HEAF cycle. In 1985 the legislature allocated \$100 million of HEAF to the non-PUF universities. In 1995 the allocation climbed to \$175 million, an increase of 75 percent, and ten years later the allocation was \$262.5 million, a 50 percent increase. Considering growth in enrollments and the impact of inflation over the past decade, it is reasonable to request that the legislature again provide a minimum 50 percent increase in HEAF, bringing the total allocation to \$393.75 million. Such an increase would still pale in comparison to the oil and gas-driven increases in capital funds enjoyed by the PUF schools.

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UHD is again requesting capital construction funding for a Science and Technology Building. This is an urgent need, as evidenced by the fact that it has been the University's top non-formula funding priority for the past three legislative sessions. Funding for projects of this magnitude has historically been provided through tuition revenue bonds (TRBs), and UHD is again making this appeal. However, UHD is open to any other means by which the legislature might provide the needed financial support.

UHD also requests that the state again consider the impact that recent changes to the Hazlewood waiver have had on Texas public universities. The expansion to include dependent spouses and children of veterans, along with the flood of veterans returning from the Middle East wars, have resulted in a dramatic spike in the cost of providing this waiver. For UHD that cost has more than doubled over the past five years, from \$422,000 in FY2010 to a projected \$1,058,000 for FY 2014. We honor the service of our veterans and agree that this benefit is well-earned, but this sort of unfunded mandate only further stresses the University's already stressed operating budget. UHD is appreciative of the partial relief provided this biennium by HB1025, but requests that the legislature provide an amount closer to the true projected cost for these upcoming two years.

Finally, UHD requests that the state continue its strong commitment to funding the Texas Grant scholarship program, which provides vital financial assistance to students who are struggling to find the resources needed to stay in school and earn a degree. Funding for the Texas Grant program is one of the best investments the legislature can make in the future of Texas.

In addition to seeking greater overall support for higher education through the formula system, UHD is seeking special funding for the following institution-specific special item requests.

Tuition Revenue Bond Requests

UHD is submitting a single TRB request to the 84th Legislature for consideration. In the fall of 2013, UHD operated with an overall space deficit of 50 percent. The greatest deficits were in the areas of Teaching and Research space, where UHD had just 41 percent and 36 percent respectively of what was called for by the THECB's Space Projection Model. UHD's Space Utilization Efficiency (SUE) score for Lab space was 91 for Fall 2013, well exceeding the state-established standard score of 75.

Science & Technology Building Tuition Revenue Bond Retirement (\$18,953,922 for the biennium)

The university is requesting authority to issue tuition revenue bonds to fund the construction and equip a state-of-the-art 149,500 sq. ft. classroom/lab building to serve as the home of the College of Sciences and Technology, one of five degree-granting colleges at the university. The college is home to all STEM (Science, Technology, Engineering, and Mathematics) academic programs and provides opportunities for students to work for and attain degrees in high-demand STEM fields. The funding requested would provide for the projected debt service costs associated with the bond issue described.

In the four year period from Fall 2009 to Fall 2013 the number of declared majors in College of Sciences & Technology has grown 57 percent, from 733 to 1,155. As the university's STEM programs have grown in size and recognition, the deficiencies in existing science and technology classroom and lab space have become an increasing challenge. At present, science and technology labs are located in the original UHD structure, the One Main Building, which was never designed for this purpose.

Exceptional Item Request

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UHD is submitting three Exceptional Item requests to the 84th Legislature for consideration.
Engagement/Community Service (\$421,000 for the biennium)

This request will support university-wide engagement initiatives, including assessment of those efforts to measure their impact on student learning, partner institutions, and the community. These initiatives, which have city-wide and regional impact, include partnerships with non-profit and governmental agencies, neighborhood revitalization, voter registration, and K-16 efforts to improve high school graduation rates and increase the number of high school students who graduate college-ready. Funding would also enable UHD to expand its Center for Public Service and Family Strengths, which directs service-learning and civic engagement activities for the university, better support the efforts of its Center for Public Deliberation, which works with various and disparate groups to promote respect and understanding through dialogue and civil discourse, and cover some of the start-up costs of UHD's newly introduced Center for Critical Race Studies.

Center for Urban Agriculture and Sustainability (\$441,000 for the biennium)

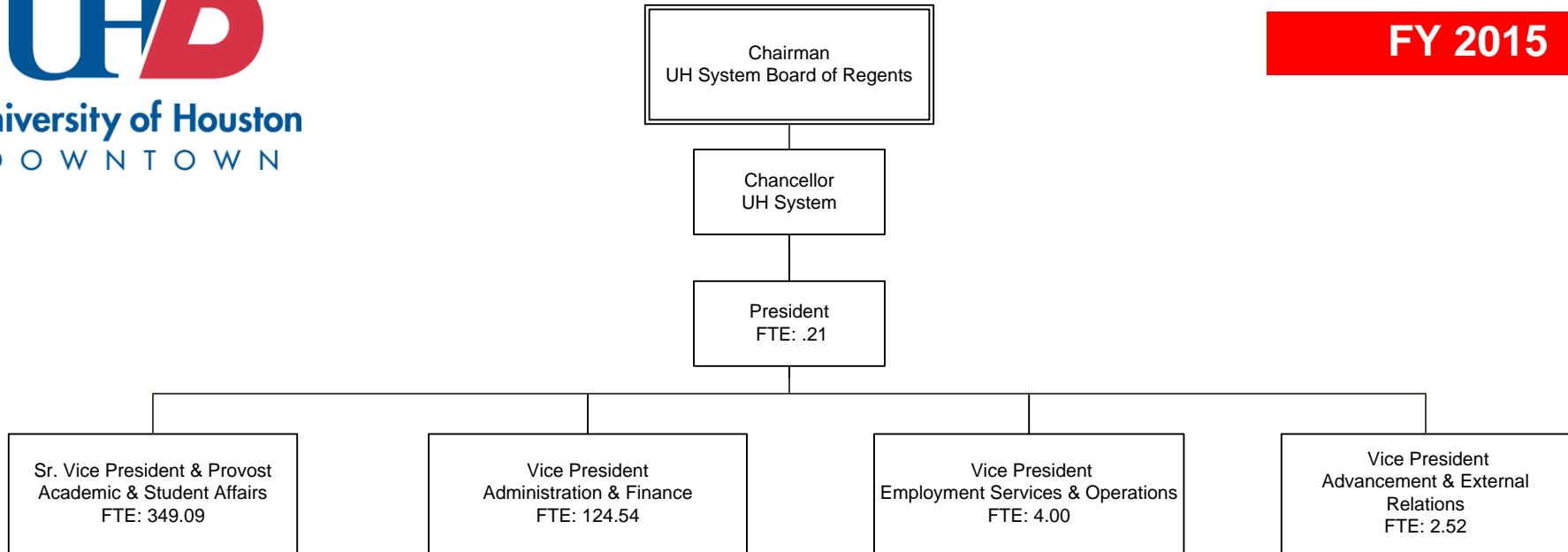
This request will enable UHD to develop a Center for Urban Agriculture & Sustainability (CUAS). The CUAS will focus on ways to increase urban food production, reduce carbon emissions, and create stable urban ecosystems. Funds would support the construction of a greenhouse for outreach initiatives and research including water conservation, pest tolerance and nutrition. The CUAS would serve as a hub for applied research, improve civic engagement of UHD with Houston's sustainability organizations and help educate the Houston community. Houston has urban food deserts in the northeast and southeast where up to 500,000 citizens reside. The city, community groups, and non-profits have been working to tackle the issues of sustainability and food reliability in Houston. Restaurants and entrepreneurs have stated a need for an academic center to conduct applied research. The CUAS will connect with and support community and city efforts.

Microsoft Innovation Center (\$950,000 for the biennium)

This request will support a partnership with Microsoft Corporation, enabling the UHD College of Business' Center for Entrepreneurship to provide budding entrepreneurs with a full suite of business-oriented products and easily accessible expertise to ensure the tools are fully employed. Students will benefit through exposure to a wide range of up-to-date technological products that will aid them in a competitive job market and/or as they move on to graduate-level studies. Faculty will benefit as they master technology that will enhance their teaching and research capabilities as well as their work with industry. Small and mid-sized firms in this area will have access to the Innovation Center, which will further strengthen the regional business community.

Conclusion

The University of Houston-Downtown is an institution that has been deeply committed for 40 years to the state's goal of providing "an affordable, accessible, and high quality system of higher education that prepares individuals for a changing economy and workforce." Texas is a high-octane, economic engine that runs on hardworking, creative, educated people. With continued legislative support, the Texas public higher education system can continue to produce the fuel for that engine. Many of tomorrow's students will be the first in their families to have attended a university, many will be from groups historically underrepresented in higher education, and a large number will be adults returning to the classroom to acquire the new skills needed for success in a knowledge-based economy. These students are the very essence of UHD. The University has been serving them effectively for 40 years, providing the state with an outstanding return on its noble investment.



Legend:
 FTE figures reflect UHD employees budgeted on state funds for FY15.

2.A. Summary of Base Request by Strategy

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Goal / Objective / STRATEGY	Exp 2013	Est 2014	Bud 2015	Req 2016	Req 2017
1 Provide Instructional and Operations Support					
1 Provide Instructional and Operations Support					
1 OPERATIONS SUPPORT (1)	30,041,888	33,086,281	33,105,347	0	0
3 STAFF GROUP INSURANCE PREMIUMS	1,381,232	1,308,116	1,235,000	1,309,100	1,387,646
4 WORKERS' COMPENSATION INSURANCE	60,832	62,916	65,000	151,004	151,004
6 TEXAS PUBLIC EDUCATION GRANTS	2,217,231	2,200,000	2,220,823	2,265,239	2,310,544
TOTAL, GOAL 1	\$33,701,183	\$36,657,313	\$36,626,170	\$3,725,343	\$3,849,194
2 Provide Infrastructure Support					
1 Provide Operation and Maintenance of E&G Space					
1 E&G SPACE SUPPORT (1)	1,640,247	1,582,099	1,779,295	0	0
2 TUITION REVENUE BOND RETIREMENT	0	0	0	0	0
TOTAL, GOAL 2	\$1,640,247	\$1,582,099	\$1,779,295	\$0	\$0
3 Provide Special Item Support					

(1) - Formula funded strategies are not requested in 2016-17 because amounts are not determined by institutions.

2.A. Summary of Base Request by Strategy

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Goal / Objective / STRATEGY	Exp 2013	Est 2014	Bud 2015	Req 2016	Req 2017
<u>3</u> <i>Public Service Special Item Support</i>					
1 COMMUNITY DEVELOPMENT PROJECT	394,648	397,531	397,531	397,531	397,531
<u>4</u> <i>Institutional Support Special Item Support</i>					
1 INSTITUTIONAL ENHANCEMENT	0	0	0	2,288,423	2,288,423
<u>5</u> <i>Exceptional Item Request</i>					
1 EXCEPTONAL ITEM REQUEST	0	0	0	0	0
TOTAL, GOAL 3	\$394,648	\$397,531	\$397,531	\$2,685,954	\$2,685,954
<u>6</u> <i>Research Funds</i>					
<u>1</u> <i>Research Development Fund</i>					
1 RESEARCH DEVELOPMENT FUND (2)	52,124	133,343	133,343	0	0
TOTAL, GOAL 6	\$52,124	\$133,343	\$133,343	\$0	\$0
TOTAL, AGENCY STRATEGY REQUEST	\$35,788,202	\$38,770,286	\$38,936,339	\$6,411,297	\$6,535,148

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

2.A. Summary of Base Request by Strategy

8/5/2014 11:07:26AM

84th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

784 University of Houston - Downtown

Goal / Objective / STRATEGY	Exp 2013	Est 2014	Bud 2015	Req 2016	Req 2017
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*				\$0	\$0
GRAND TOTAL, AGENCY REQUEST	\$35,788,202	\$38,770,286	\$38,936,339	\$6,411,297	\$6,535,148
<u>METHOD OF FINANCING:</u>					
General Revenue Funds:					
1 General Revenue Fund	19,953,389	21,783,611	21,798,868	2,836,958	2,836,958
SUBTOTAL	\$19,953,389	\$21,783,611	\$21,798,868	\$2,836,958	\$2,836,958
General Revenue Dedicated Funds:					
704 Bd Authorized Tuition Inc	116,617	139,033	161,450	0	0
770 Est Oth Educ & Gen Inco	15,718,196	16,847,642	16,976,021	3,574,339	3,698,190
SUBTOTAL	\$15,834,813	\$16,986,675	\$17,137,471	\$3,574,339	\$3,698,190
TOTAL, METHOD OF FINANCING	\$35,788,202	\$38,770,286	\$38,936,339	\$6,411,297	\$6,535,148

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

2.B. Summary of Base Request by Method of Finance
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/5/2014 11:07:27AM

Agency code: **784** Agency name: **University of Houston - Downtown**

METHOD OF FINANCING	Exp 2013	Est 2014	Bud 2015	Req 2016	Req 2017
<u>GENERAL REVENUE</u>					
<u>1</u> General Revenue Fund					
<i>REGULAR APPROPRIATIONS</i>					
Regular Appropriations from MOF Table (2012-13 GAA)	\$19,953,389	\$0	\$0	\$0	\$0
Regular Appropriations from MOF Table (2014-15 GAA)	\$0	\$21,783,611	\$21,798,868	\$2,836,958	\$2,836,958
TOTAL, General Revenue Fund	\$19,953,389	\$21,783,611	\$21,798,868	\$2,836,958	\$2,836,958
TOTAL, ALL GENERAL REVENUE	\$19,953,389	\$21,783,611	\$21,798,868	\$2,836,958	\$2,836,958

GENERAL REVENUE FUND - DEDICATED

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

REGULAR APPROPRIATIONS

Regular Appropriations from MOF Table (2012-13 GAA)	\$74,137	\$0	\$0	\$0	\$0
Regular Appropriations from MOF Table (2014-15 GAA)	\$0	\$79,638	\$79,638	\$0	\$0

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

8/5/2014 11:07:27AM

84th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 784		Agency name: University of Houston - Downtown				
METHOD OF FINANCING		Exp 2013	Est 2014	Bud 2015	Req 2016	Req 2017
<u>GENERAL REVENUE FUND - DEDICATED</u>						
<i>BASE ADJUSTMENT</i>						
	Adjustment-Revised Receipts	\$42,480	\$59,395	\$81,812	\$0	\$0
TOTAL,	GR Dedicated - Estimated Board Authorized Tuition Increases Account No. 704	\$116,617	\$139,033	\$161,450	\$0	\$0
<u>770</u>	GR Dedicated - Estimated Other Educational and General Income Account No. 770					
<i>REGULAR APPROPRIATIONS</i>						
	Regular Appropriations from MOF Table (2012-13 GAA)	\$13,991,598	\$0	\$0	\$0	\$0
	Regular Appropriations from MOF Table (2014-15 GAA)	\$0	\$16,831,123	\$16,943,317	\$3,574,339	\$3,698,190
<i>BASE ADJUSTMENT</i>						
	Adjustment-Revised Receipts	\$2,880,624	\$16,519	\$32,704	\$0	\$0
	Adjustment to Expended	\$(1,154,026)	\$0	\$0	\$0	\$0

2.B. Summary of Base Request by Method of Finance
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/5/2014 11:07:27AM

Agency code:	784	Agency name:	University of Houston - Downtown			
METHOD OF FINANCING		Exp 2013	Est 2014	Bud 2015	Req 2016	Req 2017
<u>GENERAL REVENUE FUND - DEDICATED</u>						
TOTAL,	GR Dedicated - Estimated Other Educational and General Income Account No. 770					
		\$15,718,196	\$16,847,642	\$16,976,021	\$3,574,339	\$3,698,190
TOTAL GENERAL REVENUE FUND - DEDICATED - 704, 708 & 770						
		\$15,834,813	\$16,986,675	\$17,137,471	\$3,574,339	\$3,698,190
TOTAL, ALL	GENERAL REVENUE FUND - DEDICATED					
		\$15,834,813	\$16,986,675	\$17,137,471	\$3,574,339	\$3,698,190
TOTAL,	GR & GR-DEDICATED FUNDS					
		\$35,788,202	\$38,770,286	\$38,936,339	\$6,411,297	\$6,535,148
GRAND TOTAL						
		\$35,788,202	\$38,770,286	\$38,936,339	\$6,411,297	\$6,535,148
FULL-TIME-EQUIVALENT POSITIONS						
REGULAR APPROPRIATIONS						
	Regular Appropriations from MOF Table (2012-13 GAA)	558.0	0.0	0.0	0.0	0.0
	Regular Appropriations from MOF Table (2014-15 GAA)	0.0	462.9	462.9	480.1	480.1
UNAUTHORIZED NUMBER OVER (BELOW) CAP						
	Unauthorized Number Over (Below) Cap	(117.1)	(29.2)	17.2	0.0	0.0
TOTAL, ADJUSTED FTES		440.9	433.7	480.1	480.1	480.1

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

8/5/2014 11:07:27AM

84th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

784 University of Houston - Downtown

OBJECT OF EXPENSE	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
1001 SALARIES AND WAGES	\$10,733,311	\$11,311,328	\$11,605,075	\$2,288,423	\$2,288,423
1002 OTHER PERSONNEL COSTS	\$484,703	\$380,903	\$375,000	\$0	\$0
1005 FACULTY SALARIES	\$20,372,595	\$23,109,372	\$23,037,910	\$0	\$0
2001 PROFESSIONAL FEES AND SERVICES	\$4,766	\$0	\$0	\$0	\$0
2003 CONSUMABLE SUPPLIES	\$11,866	\$0	\$0	\$0	\$0
2004 UTILITIES	\$134,812	\$0	\$0	\$0	\$0
2008 DEBT SERVICE	\$0	\$0	\$0	\$0	\$0
2009 OTHER OPERATING EXPENSE	\$3,679,349	\$3,571,152	\$3,520,823	\$3,725,343	\$3,849,194
3001 CLIENT SERVICES	\$2,100	\$0	\$0	\$0	\$0
4000 GRANTS	\$364,700	\$397,531	\$397,531	\$397,531	\$397,531
OOE Total (Excluding Riders)	\$35,788,202	\$38,770,286	\$38,936,339	\$6,411,297	\$6,535,148
OOE Total (Riders)					
Grand Total	\$35,788,202	\$38,770,286	\$38,936,339	\$6,411,297	\$6,535,148

2.D. Summary of Base Request Objective Outcomes
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

8/5/2014 11:07:27AM

784 University of Houston - Downtown

Goal/ Objective / Outcome	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
1 Provide Instructional and Operations Support					
1 Provide Instructional and Operations Support					
KEY 1 % 1st-time, Full-time, Degree-seeking Frsh Earn Degree in 6 Yrs	14.08%	19.03%	19.34%	20.49%	21.66%
2 % 1st-time, Full-time, Degree-seeking White Frsh Earn Degree in 6 Yrs	13.70%	18.30%	18.80%	19.05%	19.55%
3 % 1st-time, Full-time, Degree-seeking Hisp Frsh Earn Degree in 6 Yrs	14.80%	23.80%	24.30%	24.55%	25.05%
4 % 1st-time, Full-time, Degree-seeking Black Frsh Earn Degree in 6 Yrs	11.70%	11.80%	13.80%	15.47%	17.47%
5 % 1st-time, Full-time, Degree-seeking Other Frshmn Earn Deg in 6 Yrs	16.67%	15.80%	16.30%	16.55%	17.05%
KEY 6 % 1st-time, Full-time, Degree-seeking Frsh Earn Degree in 4 Yrs	1.25%	1.33%	3.30%	3.72%	5.00%
7 % 1st-time, Full-time, Degree-seeking White Frsh Earn Degree in 4 Yrs	1.41%	1.96%	4.34%	4.39%	5.00%
8 % 1st-time, Full-time, Degree-seeking Hisp Frsh Earn Degree in 4 Yrs	1.26%	1.43%	3.61%	3.65%	5.00%
9 % 1st-time, Full-time, Degree-seeking Black Frsh Earn Degree in 4 Yrs	0.47%	0.91%	1.83%	3.65%	5.00%
10 % 1st-time, Full-time, Degree-seeking Other Frsh Earn Degree in 4 Yrs	2.46%	1.49%	3.66%	3.72%	5.00%
KEY 11 Persistence Rate 1st-time, Full-time, Degree-seeking Frsh after 1 Yr	63.09%	67.87%	69.23%	72.22%	74.22%
12 Persistence 1st-time, Full-time, Degree-seeking White Frsh after 1 Yr	62.20%	66.20%	69.20%	72.20%	74.20%

2.D. Summary of Base Request Objective Outcomes
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

8/5/2014 11:07:27AM

784 University of Houston - Downtown

<i>Goal/ Objective / Outcome</i>	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
13 Persistence 1st-time, Full-time, Degree-seeking Hisp Frsh after 1 Yr	65.24%	69.24%	72.24%	75.24%	77.24%
14 Persistence 1st-time, Full-time, Degree-seeking Black Frsh after 1 Yr	50.98%	54.98%	57.98%	60.98%	62.98%
15 Persistence 1st-time, Full-time, Degree-seeking Other Frsh after 1 Yr	68.35%	72.35%	75.35%	78.35%	80.35%
16 Percent of Semester Credit Hours Completed	92.97%	93.35%	93.74%	94.12%	94.51%
KEY 17 Certification Rate of Teacher Education Graduates	83.13%	86.17%	86.92%	87.67%	88.42%
18 Percentage of Underprepared Students Satisfy TSI Obligation in Math	31.07%	36.11%	37.11%	38.11%	39.11%
19 Percentage of Underprepared Students Satisfy TSI Obligation in Writing	64.34%	67.27%	68.27%	69.27%	70.27%
20 Percentage of Underprepared Students Satisfy TSI Obligation in Reading	60.48%	62.50%	63.50%	64.50%	65.50%
KEY 21 % of Baccalaureate Graduates Who Are 1st Generation College Graduates	52.90%	54.18%	55.45%	56.73%	58.00%
KEY 22 Percent of Transfer Students Who Graduate within 4 Years	52.17%	53.88%	55.59%	57.29%	59.00%
KEY 23 Percent of Transfer Students Who Graduate within 2 Years	23.53%	24.15%	24.77%	25.38%	26.00%
KEY 24 % Lower Division Semester Credit Hours Taught by Tenured/Tenure-Track	41.12%	41.12%	41.62%	42.12%	42.62%
KEY 30 Dollar Value of External or Sponsored Research Funds (in Millions)	1.29	2.25	3.00	3.50	4.00

2.D. Summary of Base Request Objective Outcomes
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

8/5/2014 11:07:27AM

784 University of Houston - Downtown

<i>Goal/ Objective / Outcome</i>	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
31 External or Sponsored Research Funds As a % of State Appropriations	1,936.50%	3,383.26%	4,511.01%	5,262.84%	6,014.68%
32 External Research Funds As Percentage Appropriated for Research	2,470.75%	4,316.63%	5,755.51%	6,714.76%	7,674.01%
48 % Endowed Professorships/ Chairs Unfilled All/ Part of Fiscal Year	25.00%	25.00%	25.00%	25.00%	25.00%
49 Average No Months Endowed Chairs Remain Vacant	12.00	12.00	12.00	12.00	12.00

2.E. Summary of Exceptional Items Request
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/5/2014
 TIME : 11:07:28AM

Agency code: 784

Agency name: **University of Houston - Downtown**

Priority	Item	2016			2017			Biennium	
		GR and GR/GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds
1	Science and Technology Building	\$9,476,961	\$9,476,961		\$9,476,961	\$9,476,961		\$18,953,922	\$18,953,922
2	Engagement & Pub Srvc Initiative	\$225,500	\$225,500	3.0	\$195,500	\$195,500	3.0	\$421,000	\$421,000
3	Ctr Urban Agriculture & Sustain	\$220,500	\$220,500	2.5	\$220,500	\$220,500	2.5	\$441,000	\$441,000
4	UHD/Microsoft Innovation Center	\$400,000	\$400,000	2.0	\$400,000	\$400,000	3.0	\$800,000	\$800,000
Total, Exceptional Items Request		\$10,322,961	\$10,322,961	7.5	\$10,292,961	\$10,292,961	8.5	\$20,615,922	\$20,615,922

Method of Financing

General Revenue	\$10,322,961	\$10,322,961		\$10,292,961	\$10,292,961		\$20,615,922	\$20,615,922
General Revenue - Dedicated								
Federal Funds								
Other Funds								
	\$10,322,961	\$10,322,961		\$10,292,961	\$10,292,961		\$20,615,922	\$20,615,922

Full Time Equivalent Positions

7.5

8.5

Number of 100% Federally Funded FTEs

2.F. Summary of Total Request by Strategy
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/5/2014
 TIME : 11:07:28AM

Agency code: 784 Agency name: University of Houston - Downtown

Goal/Objective/STRATEGY	Base 2016	Base 2017	Exceptional 2016	Exceptional 2017	Total Request 2016	Total Request 2017
1 Provide Instructional and Operations Support						
<i>1 Provide Instructional and Operations Support</i>						
1 OPERATIONS SUPPORT	\$0	\$0	\$0	\$0	\$0	\$0
3 STAFF GROUP INSURANCE PREMIUMS	1,309,100	1,387,646	0	0	1,309,100	1,387,646
4 WORKERS' COMPENSATION INSURANCE	151,004	151,004	0	0	151,004	151,004
6 TEXAS PUBLIC EDUCATION GRANTS	2,265,239	2,310,544	0	0	2,265,239	2,310,544
TOTAL, GOAL 1	\$3,725,343	\$3,849,194	\$0	\$0	\$3,725,343	\$3,849,194
2 Provide Infrastructure Support						
<i>1 Provide Operation and Maintenance of E&G Space</i>						
1 E&G SPACE SUPPORT	0	0	0	0	0	0
2 TUITION REVENUE BOND RETIREMENT	0	0	9,476,961	9,476,961	9,476,961	9,476,961
TOTAL, GOAL 2	\$0	\$0	\$9,476,961	\$9,476,961	\$9,476,961	\$9,476,961
3 Provide Special Item Support						
<i>3 Public Service Special Item Support</i>						
1 COMMUNITY DEVELOPMENT PROJECT	397,531	397,531	0	0	397,531	397,531
<i>4 Institutional Support Special Item Support</i>						
1 INSTITUTIONAL ENHANCEMENT	2,288,423	2,288,423	0	0	2,288,423	2,288,423
<i>5 Exceptional Item Request</i>						
1 EXCEPTONAL ITEM REQUEST	0	0	846,000	816,000	846,000	816,000
TOTAL, GOAL 3	\$2,685,954	\$2,685,954	\$846,000	\$816,000	\$3,531,954	\$3,501,954

2.F. Summary of Total Request by Strategy
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/5/2014
 TIME : 11:07:28AM

Agency code: 784 Agency name: University of Houston - Downtown

Goal/Objective/STRATEGY	Base 2016	Base 2017	Exceptional 2016	Exceptional 2017	Total Request 2016	Total Request 2017
6 Research Funds						
1 <i>Research Development Fund</i>						
1 RESEARCH DEVELOPMENT FUND	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL, GOAL 6	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL, AGENCY STRATEGY REQUEST	\$6,411,297	\$6,535,148	\$10,322,961	\$10,292,961	\$16,734,258	\$16,828,109
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	\$6,411,297	\$6,535,148	\$10,322,961	\$10,292,961	\$16,734,258	\$16,828,109

2.F. Summary of Total Request by Strategy
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/5/2014
 TIME : 11:07:28AM

Agency code: 784 Agency name: University of Houston - Downtown

Goal/Objective/STRATEGY	Base 2016	Base 2017	Exceptional 2016	Exceptional 2017	Total Request 2016	Total Request 2017
General Revenue Funds:						
1 General Revenue Fund	\$2,836,958	\$2,836,958	\$10,322,961	\$10,292,961	\$13,159,919	\$13,129,919
	\$2,836,958	\$2,836,958	\$10,322,961	\$10,292,961	\$13,159,919	\$13,129,919
General Revenue Dedicated Funds:						
704 Bd Authorized Tuition Inc	0	0	0	0	0	0
770 Est Oth Educ & Gen Inco	3,574,339	3,698,190	0	0	3,574,339	3,698,190
	\$3,574,339	\$3,698,190	\$0	\$0	\$3,574,339	\$3,698,190
TOTAL, METHOD OF FINANCING	\$6,411,297	\$6,535,148	\$10,322,961	\$10,292,961	\$16,734,258	\$16,828,109
FULL TIME EQUIVALENT POSITIONS	480.1	480.1	7.5	8.5	487.6	488.6

2.G. Summary of Total Request Objective Outcomes
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

Date : 8/5/2014
 Time: 11:07:29AM

Agency code: 784

Agency name: University of Houston - Downtown

Goal/ Objective / Outcome

	BL 2016	BL 2017	Excp 2016	Excp 2017	Total Request 2016	Total Request 2017
1 Provide Instructional and Operations Support						
1 <i>Provide Instructional and Operations Support</i>						
KEY 1 % 1st-time, Full-time, Degree-seeking Frsh Earn Degree in 6 Yrs						
	20.49%	21.66%			20.49%	21.66%
2 % 1st-time, Full-time, Degree-seeking White Frsh Earn Degree in 6 Yrs						
	19.05%	19.55%			19.05%	19.55%
3 % 1st-time, Full-time, Degree-seeking Hisp Frsh Earn Degree in 6 Yrs						
	24.55%	25.05%			24.55%	25.05%
4 % 1st-time, Full-time, Degree-seeking Black Frsh Earn Degree in 6 Yrs						
	15.47%	17.47%			15.47%	17.47%
5 % 1st-time, Full-time, Degree-seeking Other Frshmn Earn Deg in 6 Yrs						
	16.55%	17.05%			16.55%	17.05%
KEY 6 % 1st-time, Full-time, Degree-seeking Frsh Earn Degree in 4 Yrs						
	3.72%	5.00%			3.72%	5.00%
7 % 1st-time, Full-time, Degree-seeking White Frsh Earn Degree in 4 Yrs						
	4.39%	5.00%			4.39%	5.00%
8 % 1st-time, Full-time, Degree-seeking Hisp Frsh Earn Degree in 4 Yrs						
	3.65%	5.00%			3.65%	5.00%

2.G. Summary of Total Request Objective Outcomes
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

Date : 8/5/2014
 Time: 11:07:29AM

Agency code: 784

Agency name: University of Houston - Downtown

Goal/ Objective / Outcome

	BL 2016	BL 2017	Excp 2016	Excp 2017	Total Request 2016	Total Request 2017
9 % 1st-time, Full-time, Degree-seeking Black Frsh Earn Degree in 4 Yrs	3.65%	5.00%			3.65%	5.00%
10 % 1st-time, Full-time, Degree-seeking Other Frsh Earn Degree in 4 Yrs	3.72%	5.00%			3.72%	5.00%
KEY 11 Persistence Rate 1st-time, Full-time, Degree-seeking Frsh after 1 Yr	72.22%	74.22%			72.22%	74.22%
12 Persistence 1st-time, Full-time, Degree-seeking White Frsh after 1 Yr	72.20%	74.20%			72.20%	74.20%
13 Persistence 1st-time, Full-time, Degree-seeking Hisp Frsh after 1 Yr	75.24%	77.24%			75.24%	77.24%
14 Persistence 1st-time, Full-time, Degree-seeking Black Frsh after 1 Yr	60.98%	62.98%			60.98%	62.98%
15 Persistence 1st-time, Full-time, Degree-seeking Other Frsh after 1 Yr	78.35%	80.35%			78.35%	80.35%
16 Percent of Semester Credit Hours Completed	94.12%	94.51%			94.12%	94.51%
KEY 17 Certification Rate of Teacher Education Graduates	87.67%	88.42%			87.67%	88.42%

2.G. Summary of Total Request Objective Outcomes
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

Date : 8/5/2014
 Time: 11:07:29AM

Agency code: 784

Agency name: University of Houston - Downtown

Goal/ Objective / Outcome

	BL 2016	BL 2017	Excp 2016	Excp 2017	Total Request 2016	Total Request 2017
18 Percentage of Underprepared Students Satisfy TSI Obligation in Math	38.11%	39.11%			38.11%	39.11%
19 Percentage of Underprepared Students Satisfy TSI Obligation in Writing	69.27%	70.27%			69.27%	70.27%
20 Percentage of Underprepared Students Satisfy TSI Obligation in Reading	64.50%	65.50%			64.50%	65.50%
KEY 21 % of Baccalaureate Graduates Who Are 1st Generation College Graduates	56.73%	58.00%			56.73%	58.00%
KEY 22 Percent of Transfer Students Who Graduate within 4 Years	57.29%	59.00%			57.29%	59.00%
KEY 23 Percent of Transfer Students Who Graduate within 2 Years	25.38%	26.00%			25.38%	26.00%
KEY 24 % Lower Division Semester Credit Hours Taught by Tenured/Tenure-Track	42.12%	42.62%			42.12%	42.62%
KEY 30 Dollar Value of External or Sponsored Research Funds (in Millions)	3.50	4.00			3.50	4.00
31 External or Sponsored Research Funds As a % of State Appropriations	5,262.84%	6,014.68%			5,262.84%	6,014.68%

2.G. Summary of Total Request Objective Outcomes
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

Date : 8/5/2014
 Time: 11:07:29AM

Agency code: 784

Agency name: University of Houston - Downtown

Goal/ Objective / Outcome

	BL 2016	BL 2017	Excp 2016	Excp 2017	Total Request 2016	Total Request 2017
32 External Research Funds As Percentage Appropriated for Research	6,714.76%	7,674.01%			6,714.76%	7,674.01%
48 % Endowed Professorships/ Chairs Unfilled All/ Part of Fiscal Year	25.00%	25.00%			25.00%	25.00%
49 Average No Months Endowed Chairs Remain Vacant	12.00	12.00			12.00	12.00

3.A. Strategy Request
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/5/2014 11:07:30AM

784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016 ⁽¹⁾	BL 2017 ⁽¹⁾
Output Measures:						
1	Number of Undergraduate Degrees Awarded	2,355.00	2,477.00	2,566.00	2,654.00	2,743.00
2	Number of Minority Graduates	1,499.00	1,531.00	1,611.00	1,692.00	1,774.00
3	Number of Underprepared Students Who Satisfy TSI Obligation in Math	87.00	117.00	123.00	127.00	130.00
4	Number of Underprepared Students Who Satisfy TSI Obligation in Writing	368.00	409.00	415.00	421.00	427.00
5	Number of Underprepared Students Who Satisfy TSI Obligation in Reading	225.00	255.00	257.00	261.00	265.00
6	Number of Two-Year College Transfers Who Graduate	1,057.00	1,216.00	1,258.00	1,301.00	1,346.00
Efficiency Measures:						
KEY 1	Administrative Cost As a Percent of Operating Budget	14.79%	14.34%	13.90%	13.45%	13.00%
Explanatory/Input Measures:						
1	Student/Faculty Ratio	19.85	20.10	20.35	20.60	20.85
2	Number of Minority Students Enrolled	9,159.00	9,017.00	9,450.00	9,823.00	10,195.00
3	Number of Community College Transfers Enrolled	5,310.00	5,398.00	5,942.00	6,176.00	6,410.00
4	Number of Semester Credit Hours Completed	129,250.00	128,740.00	133,794.00	139,047.00	144,506.00
5	Number of Semester Credit Hours	138,555.00	137,908.00	142,735.00	147,730.00	152,901.00

(1) - Formula funded strategies are not requested in 2016-17 because amounts are not determined by institutions.

3.A. Strategy Request
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/5/2014 11:07:30AM

784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016 ⁽¹⁾	BL 2017 ⁽¹⁾
6	Number of Students Enrolled as of the Twelfth Class Day	13,915.00	13,754.00	14,029.00	14,683.00	15,448.00
Objects of Expense:						
1001	SALARIES AND WAGES	\$9,185,298	\$9,601,909	\$9,692,437	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$475,321	\$375,000	\$375,000	\$0	\$0
1005	FACULTY SALARIES	\$20,372,595	\$23,109,372	\$23,037,910	\$0	\$0
2001	PROFESSIONAL FEES AND SERVICES	\$3,266	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$5,408	\$0	\$0	\$0	\$0
4000	GRANTS	\$0	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$30,041,888	\$33,086,281	\$33,105,347	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$17,827,823	\$19,631,364	\$19,448,699	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$17,827,823	\$19,631,364	\$19,448,699	\$0	\$0
Method of Financing:						
704	Bd Authorized Tuition Inc	\$116,617	\$139,033	\$161,450	\$0	\$0
770	Est Oth Educ & Gen Inco	\$12,097,448	\$13,315,884	\$13,495,198	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$12,214,065	\$13,454,917	\$13,656,648	\$0	\$0

(1) - Formula funded strategies are not requested in 2016-17 because amounts are not determined by institutions.

784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016 ⁽¹⁾	BL 2017 ⁽¹⁾
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$30,041,888	\$33,086,281	\$33,105,347	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:		405.4	397.5	437.1	437.1	437.1

STRATEGY DESCRIPTION AND JUSTIFICATION:

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

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

(1) - Formula funded strategies are not requested in 2016-17 because amounts are not determined by institutions.

784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
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Operations Support funding is driven by both enrollment growth and enrollment mix.

The University continues to refine its Table of Programs. New degree programs have been added and low-producing programs are in the process of being phased out. Over the past ten years UHD has experienced dramatic growth in the number of hours delivered on-line, to where today 11 percent of UHD’s students are taking their courses fully on-line. This has significant implications going forward, from staffing to technology to facilities.

The price of higher education to the consumer has risen in recent years as state support has leveled off or declined. There is understandable concern about overall affordability and the increasing student debt loads (and loan default rates). The state and national economies are significantly improved from two years ago, giving public colleges and universities hope that state funding support will increase, or at least stabilize.

Past support from the legislature in the form of TRBs and HEAF has enabled UHD to develop a modern urban campus. The University has benefitted in recent years from area infrastructure projects carried out by others, including METRO’s light rail expansion and TXDOT’s investment in the hike-and-bike trail that runs through the campus.

While there are challenges ahead, the university believes that with its expanded programs, strong community college partnerships, quality facilities, and commitment to affordability, it is well-positioned to do its part to ensure that the State of Texas meets its higher education goals.

(1) - Formula funded strategies are not requested in 2016-17 because amounts are not determined by institutions.

784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	\$1,381,232	\$1,308,116	\$1,235,000	\$1,309,100	\$1,387,646
TOTAL, OBJECT OF EXPENSE		\$1,381,232	\$1,308,116	\$1,235,000	\$1,309,100	\$1,387,646
Method of Financing:						
770	Est Oth Educ & Gen Inco	\$1,381,232	\$1,308,116	\$1,235,000	\$1,309,100	\$1,387,646
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$1,381,232	\$1,308,116	\$1,235,000	\$1,309,100	\$1,387,646
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$1,309,100	\$1,387,646
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$1,381,232	\$1,308,116	\$1,235,000	\$1,309,100	\$1,387,646

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy is to provide proportional share of staff group insurance premiums paid from Other Educational and General funds.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
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In 2007, for the FY2008/09 biennium, the 80th Legislature provided nearly full funding of the state portion of group health insurance premiums for ERS agencies, a dramatic increase over prior years. Prior to this, UHD would have to use significant amounts of Other E&G funds to cover group health premiums for state-funded employees. This funding support continued into FY2010/11. While FY2012/13 funding was reduced as the state dealt with a great budget shortfall, funding was restored and even increased for FY2014/15. Continuation of adequate funding for HEGI is a vital need for UHD.

A key external factor is the cost of health care, which continues to rise faster than inflation. It will be some time before the ‘big picture’ impact of the Affordable Care Act will be known, though both its opponents and proponents seem to agree that it does not get at the root cause of the problem – the cost of the care. The ACA is mostly about who is going to pay the costs of our excellent but expensive health care system.

More of the university’s base operations are being covered by local rather than state funds. This means that the benefits – both health and retirement – provided to employees paid from non-state funds are borne entirely by the institution. This has become a significant cost driver for Texas public universities.

3.A. Strategy Request
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/5/2014 11:07:30AM

784 University of Houston - Downtown

GOAL:	1	Provide Instructional and Operations Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	1	Provide Instructional and Operations Support	Service Categories:		
STRATEGY:	4	Workers' Compensation Insurance	Service: 06	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	\$60,832	\$62,916	\$65,000	\$151,004	\$151,004
TOTAL, OBJECT OF EXPENSE		\$60,832	\$62,916	\$65,000	\$151,004	\$151,004
Method of Financing:						
1	General Revenue Fund	\$38,547	\$39,274	\$40,000	\$151,004	\$151,004
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$38,547	\$39,274	\$40,000	\$151,004	\$151,004
Method of Financing:						
770	Est Oth Educ & Gen Inco	\$22,285	\$23,642	\$25,000	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$22,285	\$23,642	\$25,000	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$151,004	\$151,004
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$60,832	\$62,916	\$65,000	\$151,004	\$151,004
FULL TIME EQUIVALENT POSITIONS:						

784 University of Houston - Downtown

GOAL:	1	Provide Instructional and Operations Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	1	Provide Instructional and Operations Support	Service Categories:		
STRATEGY:	4	Workers' Compensation Insurance	Service: 06	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
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STRATEGY DESCRIPTION AND JUSTIFICATION:

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

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

This strategy is impacted internally by the implementation and enforcement of a sound safety training program. Historically UHD has a very good record when it comes to minimizing lost-time accidents and payment of worker's compensation claims, and this continues to be the case. Over the past five completed fiscal years UHD has averaged 12 accepted claims with a total annual average pay-out of \$37,369.

A key external factor is the cost of health care services, which in recent years has continued to increase.

784 University of Houston - Downtown

GOAL:	1	Provide Instructional and Operations Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	1	Provide Instructional and Operations Support	Service Categories:		
STRATEGY:	6	Texas Public Education Grants	Service: 20	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	\$2,217,231	\$2,200,000	\$2,220,823	\$2,265,239	\$2,310,544
TOTAL, OBJECT OF EXPENSE		\$2,217,231	\$2,200,000	\$2,220,823	\$2,265,239	\$2,310,544
Method of Financing:						
770	Est Oth Educ & Gen Inco	\$2,217,231	\$2,200,000	\$2,220,823	\$2,265,239	\$2,310,544
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$2,217,231	\$2,200,000	\$2,220,823	\$2,265,239	\$2,310,544
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$2,265,239	\$2,310,544
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,217,231	\$2,200,000	\$2,220,823	\$2,265,239	\$2,310,544

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

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

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

784 University of Houston - Downtown

GOAL:	1	Provide Instructional and Operations Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	1	Provide Instructional and Operations Support	Service Categories:		
STRATEGY:	6	Texas Public Education Grants	Service: 20	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
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This strategy is impacted by enrollment growth, the mix of resident/non-resident students, and the current \$50 cap on state-mandated undergraduate tuition. Enrollment growth and the resident/non-resident mix are effected by internal factors, including program offerings, marketing/recruiting efforts, and overall affordability.

Since the \$50 cap on state-mandated tuition was put in place in FY 2007, TPEG revenue has grown at a slower pace relative to enrollment. While still an important source of student financial aid, in recent years the amount of TPEG scholarship funds at UHD has been dwarfed by TEXAS Grant funds and designated tuition set-aside scholarship dollars. This is concerning because the TEXAS Grant and the designated tuition set-aside funds seem more susceptible to shifting political winds than TPEG, which has a long and stable history.

Another external factor is the growing number of students in need of financial assistance. While financial assistance is often available to students with need, the increase in available aid has not kept pace with increases in tuition and fees. As grant programs become a diminishing piece of the financial aid pie, students increasingly turn to loans, which leave many in a position of beginning their work careers burdened by considerable personal debt.

784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016 ⁽¹⁾	BL 2017 ⁽¹⁾
Efficiency Measures:						
1	Space Utilization Rate of Classrooms	30.00	31.50	33.00	34.50	36.00
2	Space Utilization Rate of Labs	26.00	26.00	26.00	26.00	26.00
Objects of Expense:						
1001	SALARIES AND WAGES	\$1,495,889	\$1,576,076	\$1,779,295	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$9,382	\$5,903	\$0	\$0	\$0
2004	UTILITIES	\$134,812	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$164	\$120	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$1,640,247	\$1,582,099	\$1,779,295	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$1,640,247	\$1,582,099	\$1,779,295	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$1,640,247	\$1,582,099	\$1,779,295	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$1,640,247	\$1,582,099	\$1,779,295	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:		34.8	34.2	41.0	41.0	41.0

(1) - Formula funded strategies are not requested in 2016-17 because amounts are not determined by institutions.

784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
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(1) (1)

STRATEGY DESCRIPTION AND JUSTIFICATION:

The Infrastructure Support formula distributes funding associated with plant-related formulas and utilities. This formula is driven by the predicted square feet for universities' educational and general activities produced by the Coordinating Board Space Projection Model. The portion of the formula related to utilities is adjusted to reflect differences in unit cost for purchased utilities, including electricity, natural gas, water and wastewater, and thermal energy.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

The UHD campus currently has approximately 1.3 million gsf of building space, with another 125,000 under construction with the new Welcome Center/Garage. Of this, about 1 million gsf is considered E&G space. Continued E&G Space Support funding is needed to maintain these facilities to the high standard expected by the state and by UHD's students and faculty.

Over the past ten years electricity prices have fluctuated wildly. In the aftermath of hurricanes Katrina and Rita electricity prices rose dramatically, to the point where UHD, like many universities, put in place a Utilities Assessment Fee. Electricity prices then stabilized, and in the deregulated electricity market the UH System was able to lock in favorable rates for extended periods. During this period UHD's Utilities Assessment Fee was reduced and eventually eliminated. With the current abundance of natural gas, electricity prices remain favorable. At this time UHD asks only that the recommendations of the Infrastructure Formula Study Committee be reviewed and considered.

Overall, the evolution of UHD's physical campus from a dense, highly-efficient, one building vertical campus to a more conventional, inevitably less efficient horizontal model has resulted in higher overall maintenance and utilities costs.

(1) - Formula funded strategies are not requested in 2016-17 because amounts are not determined by institutions.

3.A. Strategy Request
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/5/2014 11:07:30AM

784 University of Houston - Downtown

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	3	Public Service Special Item Support	Service Categories:		
STRATEGY:	1	Community Development Project	Service: 15	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
Objects of Expense:						
2001	PROFESSIONAL FEES AND SERVICES	\$1,500	\$0	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$11,866	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$14,482	\$0	\$0	\$0	\$0
3001	CLIENT SERVICES	\$2,100	\$0	\$0	\$0	\$0
4000	GRANTS	\$364,700	\$397,531	\$397,531	\$397,531	\$397,531
TOTAL, OBJECT OF EXPENSE		\$394,648	\$397,531	\$397,531	\$397,531	\$397,531
Method of Financing:						
1	General Revenue Fund	\$394,648	\$397,531	\$397,531	\$397,531	\$397,531
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$394,648	\$397,531	\$397,531	\$397,531	\$397,531
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$397,531	\$397,531
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$394,648	\$397,531	\$397,531	\$397,531	\$397,531
FULL TIME EQUIVALENT POSITIONS:						

784 University of Houston - Downtown

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	2	0
OBJECTIVE:	3	Public Service Special Item Support	Service Categories:		
STRATEGY:	1	Community Development Project	Service: 15	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
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STRATEGY DESCRIPTION AND JUSTIFICATION:

These funds serve as seed money for community-based efforts to revitalize two separate economically depressed north side neighborhoods - the predominately African-American Acres Homes subdivision and the largely Hispanic area bounded by downtown, I-45N, 610 Loop North and Highway 59N. Projects in both areas have their own boards that oversee a variety of economic development and community enhancement efforts. These boards, which are required to provide periodic status reports to the university leadership, operate with a high degree of autonomy.

While the role of UHD was initially one of oversight, in recent years a portion of the annual allocation has been made available to the University to support its community engagement and service learning efforts. UHD faculty can apply for Community Development grants to fund programs that involve UHD students in the community. One such grant supported UHD students (Urban Education) in their work with incarcerated youth at the Harris County Juvenile Probation Department's Excel Academy, which focused on literacy/writing. Funding has also supported an African-American Male Mentoring Program at UHD, as well as business and economic development work in the community involving UHD Business students.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

The community needs that are addressed through this item far outstrip the funding available. The funds support youth leadership and development programs, summer educational enrichment programs for at-risk children, supplemental nutrition, women's empowerment, and other vital community needs.

784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
Objects of Expense:						
1001	SALARIES AND WAGES	\$0	\$0	\$0	\$2,288,423	\$2,288,423
TOTAL, OBJECT OF EXPENSE		\$0	\$0	\$0	\$2,288,423	\$2,288,423
Method of Financing:						
1	General Revenue Fund	\$0	\$0	\$0	\$2,288,423	\$2,288,423
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$0	\$0	\$0	\$2,288,423	\$2,288,423
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$2,288,423	\$2,288,423
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$0	\$0	\$0	\$2,288,423	\$2,288,423

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

This item was first created by the 76th Legislature and has been adjusted numerous times over the years. While the basis for this funding ties back to discontinued special items that were rolled up into a single line, the fact is that Institutional Enhancement funds have become de facto operating dollars for state universities, comparable in terms of use to what is received through the Operations Support formula.

784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
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EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

As with most institutions of higher ed in Texas, UHD uses Institutional Enhancement funds to support many of its core operations. Losing this funding would have the effect of an across-the-board decrease in state support.

784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016 ⁽²⁾	BL 2017 ⁽²⁾
Objects of Expense:						
1001	SALARIES AND WAGES	\$52,124	\$133,343	\$133,343	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$52,124	\$133,343	\$133,343	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$52,124	\$133,343	\$133,343	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$52,124	\$133,343	\$133,343	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$52,124	\$133,343	\$133,343	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:		0.7	2.0	2.0	2.0	2.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

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

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

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

784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016 ⁽²⁾	BL 2017 ⁽²⁾
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While a general academic teaching institution, UHD recognizes the importance of research activity for faculty and student development and is able to provide motivated students with high-quality undergraduate research opportunities. The university has been recognized at both the state and national level for the success of its Scholars Academy program, an academically competitive program in the College of Sciences and Technology that promotes scholarship and student success for undergraduate students majoring in Science, Technology, Engineering and Mathematics (STEM). Scholars participate in academic seminars, field trips to research sites, and research internships.

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

3.A. Strategy Request

8/5/2014 11:07:30AM

84th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	\$35,788,202	\$38,770,286	\$38,936,339	\$6,411,297	\$6,535,148
METHODS OF FINANCE (INCLUDING RIDERS):				\$6,411,297	\$6,535,148
METHODS OF FINANCE (EXCLUDING RIDERS):	\$35,788,202	\$38,770,286	\$38,936,339	\$6,411,297	\$6,535,148
FULL TIME EQUIVALENT POSITIONS:	440.9	433.7	480.1	480.1	480.1

4.A. Exceptional Item Request Schedule
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/5/2014
 TIME: 11:07:32AM

Agency code: 784

Agency name:
University of Houston - Downtown

<u>CODE</u>	<u>DESCRIPTION</u>	<u>Excp 2016</u>	<u>Excp 2017</u>
	Item Name: Science and Technology Building		
	Item Priority: 1		
	Includes Funding for the Following Strategy or Strategies: 02-01-02 Tuition Revenue Bond Retirement		
 OBJECTS OF EXPENSE:			
2008	DEBT SERVICE	9,476,961	9,476,961
	TOTAL, OBJECT OF EXPENSE	\$9,476,961	\$9,476,961
 METHOD OF FINANCING:			
1	General Revenue Fund	9,476,961	9,476,961
	TOTAL, METHOD OF FINANCING	\$9,476,961	\$9,476,961

DESCRIPTION / JUSTIFICATION:

The university is requesting capital construction funding to build and equip a state-of-the-art 149,500 sq. ft. classroom/lab building to serve as the home of the College of Sciences and Technology, one of five degree-granting colleges at the University. The college is home to all STEM (Science, Technology, Engineering, and Mathematics) academic programs and provides opportunities for students to work for and attain degrees in high-demand STEM fields. The constraints of the LAR format dictate that this request be for funds to service TRB debt, but UH is very open to any means by which the legislature might choose to provide this support, including but not limited to full upfront funding of the project cost.

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

EXTERNAL/INTERNAL FACTORS:

4.A. Exceptional Item Request Schedule
84th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/5/2014**
TIME: **11:07:32AM**

Agency code: **784**

Agency name:

University of Houston - Downtown

CODE	DESCRIPTION	Excp 2016	Excp 2017
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In the fall of 2013, UHD operated with an overall space deficit of 50 percent. The greatest deficits were in the areas of Teaching and Research space, where UHD had just 41 percent and 36 percent respectively of what was called for by the THECB's Space Projection Model. UHD's Space Utilization Efficiency (SUE) score for Lab space was 91 for Fall 2013, well exceeding the state-established standard score of 75.

As the university's STEM programs have grown in size and recognition, the deficiencies in existing science and technology classroom and lab space have become an increasing challenge. The current lack of a properly designed, stand-alone science/technology building severely limits UHD's ability to offer a full range of STEM programs.

Major accomplishments to date and expected over the next two years: In the four year period from Fall 2009 to Fall 2013 the number of declared majors in the College of Sciences & Technology has grown 57 percent, from 733 to 1,155. Lack of appropriate space will make it impossible to continue growing at this rate. Benefit to: Students, faculty, the Houston Science community.

Year established and funding source prior to receiving special item funding: None

Formula funding: None

Non-general revenue sources of funding: Perhaps some philanthropy and a small amount of institutional funds, but this project is so large in scope and cost that without strong support from the legislature it is unlikely to ever get done.

Consequences of not funding: UHD's STEM students will continue to have to work in laboratory space that is well below the standard expected for a modern university. Many good students will choose not attend UHD for this reason. Current faculty who have been waiting for this building may decide to move on, while faculty candidates considering UHD as a place to teach and do research will go elsewhere, convinced that the state of Texas is not committed to supporting serious science/engineering efforts at UHD.

4.A. Exceptional Item Request Schedule
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/5/2014**
 TIME: **11:07:32AM**

Agency code: **784**

Agency name:
University of Houston - Downtown

CODE	DESCRIPTION		Excp 2016	Excp 2017
	Item Name:	Engagement and Public Service Initiative		
	Item Priority:	2		
	Includes Funding for the Following Strategy or Strategies:	03-05-01 Exceptional Item Request		
OBJECTS OF EXPENSE:				
1001	SALARIES AND WAGES		150,000	150,000
2009	OTHER OPERATING EXPENSE		75,500	45,500
TOTAL, OBJECT OF EXPENSE			\$225,500	\$195,500
METHOD OF FINANCING:				
1	General Revenue Fund		225,500	195,500
TOTAL, METHOD OF FINANCING			\$225,500	\$195,500
FULL-TIME EQUIVALENT POSITIONS (FTE):			3.00	3.00

DESCRIPTION / JUSTIFICATION:

Engagement with the Greater Houston Community is an essential element of UHD's mission and vision. These initiatives include partnerships with nonprofit and governmental agencies, neighborhood revitalization, voter registration, and K-16 efforts to improve high school graduation rates and increase the number of students who graduate college-ready in nearby high schools. Funding would also allow us to expand existing centers, including the Center for Public Service and Family Strengths, the Center for Public Deliberation and the Center for Critical Race Studies.

Examples of community projects of UHD and these centers include Citizenship Month and the Crockett Elementary School Project. UHD is the primary partner and co-chair with the City of Houston for Citizenship Month, a series of over 300 community-driven events and programs. These events and programs, which impact thousands of Houstonians, build bridges of understanding, cooperation and awareness of Houston's unique multicultural populace and international business climate. Over 100 partners include local agencies, religious and civic organizations, and private businesses. The Crockett Project is funded through the UHD work-study program and involves UHD students of various majors working at Crockett as tutors. UHD tutors at Crockett worked 1,026 hours during Fall 2012 and 1,112 during Spring 2013. UHD's measure of success has been for these projects to yield higher scores on the new STAAR test, and this has already been achieved. From 2012 to 2013, Crockett students improved in all four parts of the test: reading 8%, writing 16%, science 39%, and math 42%.

Funds would be used to support students engaged in service learning projects, as well as collaborative research projects designed with community partners that affect nearby communities, such as dropout rates, homelessness and gang violence. These funds would also be leveraged to seek funding for large-scale research projects.

EXTERNAL/INTERNAL FACTORS:

4.A. Exceptional Item Request Schedule
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Agency code: 784

Agency name:

University of Houston - Downtown

CODE	DESCRIPTION	Excp 2016	Excp 2017
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UHD is within walking distance of numerous Fortune 500 firms, the theater district, convention center, downtown hotels, and major sports venues. However, the University is also just a few streets over from jails, court buildings, homeless shelters, and the low-income Northside and Eastside neighborhoods. The City of Houston and area nonprofits regularly ask UHD to serve as lead partner in community initiatives. Exceptional item funding will enable UHD to expand its engagement efforts and develop in its graduates a better understanding of their local community and how they might apply to real-world situations what they have learned in the classroom.

Major accomplishments to date and expected over the next two years: UHD is the primary partner and co-chair with the City of Houston for Citizenship Month, a series of over 300 community-driven events and programs. Over 100 partners include local agencies, religious and civic organizations, and private businesses. UHD tutors at Crockett Elementary committed over 2,000 hours in Fall 2012/Spring 2013. UHD's measure of success for this initiative is student scores on the new STAAR test, and these have shown dramatic improvement. From 2012 to 2013, Crockett average student scores improved in all four parts of the test: reading 8%, writing 16%, science 39%, and math 42%. With additional funding, UHD will be able to build on existing community engagement projects while exploring new opportunities for students to engage their community through service. UHD students will have diminished opportunities to engage in service learning activities. Benefits to: UHD students, Houston community.

Year established and funding source prior to receiving special item funding: 2013, Designated Tuition

Formula funding: None

Non-general revenue sources of funding: Designated Tuition

Consequences of not funding: UHD students will have diminished opportunities to engage in service learning activities.

4.A. Exceptional Item Request Schedule
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 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/5/2014
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Agency code: 784

Agency name:
University of Houston - Downtown

CODE	DESCRIPTION	Excp 2016	Excp 2017
	Item Name: Center for Urban Agriculture and Sustainability		
	Item Priority: 3		
	Includes Funding for the Following Strategy or Strategies: 03-05-01 Exceptional Item Request		
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	107,500	107,500
1002	OTHER PERSONNEL COSTS	113,000	113,000
TOTAL, OBJECT OF EXPENSE		\$220,500	\$220,500
METHOD OF FINANCING:			
1	General Revenue Fund	220,500	220,500
TOTAL, METHOD OF FINANCING		\$220,500	\$220,500
FULL-TIME EQUIVALENT POSITIONS (FTE):		2.50	2.50

DESCRIPTION / JUSTIFICATION:

This request will enable UHD to develop a Center for Urban Agriculture & Sustainability (CUAS). The CUAS will focus on ways to increase urban food production, reduce carbon emissions, and create stable urban ecosystems. Funds would support the construction of a greenhouse for outreach initiatives and research including water conservation, pest tolerance and nutrition. An office for the CUAS would be created to organize sustainability efforts and research at UHD. Continuing education courses and certificates would be offered. Funding would cover salary and wage costs for a Director and Co-Director and support faculty seed funding for promising research. The CUAS would serve as a hub for applied research, improve civic engagement of UHD with Houston's sustainability organizations and help educate the Houston community. Houston is the fourth largest city and second fastest growing in the country. The city has urban food deserts in the northeast and southeast where up to 500,000 citizens reside. The city, community groups, and non-profits have been working to tackle the issues of sustainability and food reliability in Houston. Restaurants and entrepreneurs have stated a need for an academic center to conduct applied research. The CUAS will connect with and support community and city efforts and seek to bring federal research dollars with a sustainability focus to the Houston area.

EXTERNAL/INTERNAL FACTORS:

4.A. Exceptional Item Request Schedule
84th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/5/2014
TIME: 11:07:32AM

Agency code: 784

Agency name:

University of Houston - Downtown

CODE	DESCRIPTION	Excp 2016	Excp 2017
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The City of Houston has established a sustainability office (Green Houston) to focus on issues such as green energy, public transportation and sustainable food initiatives. Non-profit organizations like Houston Tomorrow have worked for sustainable development and dependable food supplies with the goal of making Houston the healthiest city by 2036 (its 200th birthday). The non-profit Urban Harvest teaches over 100 classes per year, educating thousands. UHD is poised to be an academic leader in the area of urban agriculture and sustainability. UHD is already a leader in undergraduate research and UHD students are currently engaged in numerous service learning initiatives that address sustainability. Further, UHD has established a Center for Public Service & Family Strengths with connections to Houston's most in-need neighborhoods and the College of Business and College of Sciences & Technology are working to develop sustainability programs.

Major accomplishments to date and expected over the next two years: This is a new proposal, but over the next two years connections with other programs will be created, federal and private funding pursued, faculty seed projects initiated and certificate classes established.

Year established and funding source prior to receiving special item funding: This Center is new but USDA funding 4 years ago led to the establishment of the 'Rocks to Wine' program (collaboration between 2 UHD colleges and faculty at UH Hilton College) which engages students in a year-long program of research and industry outreach. Students conduct research in geology, plant science and wine making, build marketing plans for Texas wineries and complete internships. The CUAS will build off the 'Rocks to Wine' success.

Formula funding: None

Non-general revenue sources of funding: Federal and private funding.

Consequences of not funding: UHD will look for alternate funding as it is committed to CUAS.

4.A. Exceptional Item Request Schedule
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/5/2014**
 TIME: **11:07:32AM**

Agency code: **784**

Agency name:
University of Houston - Downtown

CODE	DESCRIPTION	Excp 2016	Excp 2017
	Item Name: UHD/Microsoft Innovation Center		
	Item Priority: 4		
	Includes Funding for the Following Strategy or Strategies: 03-05-01 Exceptional Item Request		
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	250,000	290,000
1002	OTHER PERSONNEL COSTS	150,000	110,000
	TOTAL, OBJECT OF EXPENSE	\$400,000	\$400,000
METHOD OF FINANCING:			
1	General Revenue Fund	400,000	400,000
	TOTAL, METHOD OF FINANCING	\$400,000	\$400,000
FULL-TIME EQUIVALENT POSITIONS (FTE):		2.00	3.00

DESCRIPTION / JUSTIFICATION:

Microsoft has developed over 100 Microsoft Innovation Centers (MICs) across the world. Recently they announced their first U.S. location in Miami. Microsoft, working closely with the City of Houston, hopes to locate an MIC in Houston. In this proven/refined partnership, UHD's responsibility is to provide built-out space for the MIC and to manage its day-to-day operations. Microsoft provides access to programs, software, technical expertise and some hardware. Materials/product will be updated on a regular, ongoing basis to ensure that students, faculty and the community have access to the most current technology.

UHD is requesting that the 84th Legislature support UHD's efforts to establish a Microsoft Innovation Center in Houston. Requested funding will assist with the build-out of the center and provide salary/wage funds to hire software consultants (3 FTEs) to support faculty, students and entrepreneurs. The funding will enable the partnership (1) to increase access to continuously updated technology for students and faculty, and (2) ready access to expertise that will facilitate their realization of the potential of this new technology. Students will benefit by gaining an understanding of a wide range of up-to-date technological products that will aid them in a competitive job market and/or as they move on to post-graduate work. Faculty will benefit as they master technology that will enhance their teaching and research capabilities as well as their work with industry.

EXTERNAL/INTERNAL FACTORS:

4.A. Exceptional Item Request Schedule
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DATE: 8/5/2014
TIME: 11:07:32AM

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Agency name:

University of Houston - Downtown

CODE	DESCRIPTION	Excp 2016	Excp 2017
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With MICs in place across the world, the concept has been widely market-tested. UHD's goals for the MIC are clearly aligned with those of Microsoft and the City of Houston, so once in operation the MIC should be a viable long-term asset for the city and state. The goals of the MIC include bringing various communities together, creating a positive impact on the economy and job market and fostering technology start-ups.

The partnership will provide the UHD College of Business' Center for Entrepreneurship with the ability to provide budding entrepreneurs with both a full suite of business-oriented products and easily accessible expertise to ensure the tools are fully employed. Fully harnessing available technology to their individual company's benefit will increase the likelihood that more entrepreneurs will successfully transition to Stage 2 of business development, where dramatically increased hiring takes place.

The MIC will benefit the region's small and mid-sized high-growth firms in numerous ways. It will address what is often a lack of awareness about technology that can facilitate business growth, bring and then transfer the knowledge required to effectively harness these tools, and give these firms access to the technology and expertise at little or no cost. This partnership will aid UHD in pursuit of its mission to "[engage] with the community to address the needs and advance the development of the region" and its vision of ensuring that students "graduate with 21st century skills."

Major accomplishments to date and expected over the next two years: To establish a MIC.

Year established and funding source prior to receiving special item funding: 2015

Formula funding: None

Non-general revenue sources of funding: City and foundation.

Consequences of not funding: Students not optimally job ready, less efficient faculty, less revenue-generating support provided to business community and reduced likelihood of entrepreneurs' success.

4.B. Exceptional Items Strategy Allocation Schedule
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/5/2014
 TIME: 11:07:33AM

Agency code: **784** Agency name: **University of Houston - Downtown**

Code	Description	Excp 2016	Excp 2017
Item Name: Science and Technology Building			
Allocation to Strategy: 2-1-2 Tuition Revenue Bond Retirement			
OBJECTS OF EXPENSE:			
2008	DEBT SERVICE	9,476,961	9,476,961
TOTAL, OBJECT OF EXPENSE		\$9,476,961	\$9,476,961
METHOD OF FINANCING:			
1	General Revenue Fund	9,476,961	9,476,961
TOTAL, METHOD OF FINANCING		\$9,476,961	\$9,476,961

4.B. Exceptional Items Strategy Allocation Schedule
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/5/2014
 TIME: 11:07:33AM

Agency code: **784** Agency name: **University of Houston - Downtown**

Code	Description	Excp 2016	Excp 2017
Item Name: Engagement and Public Service Initiative			
Allocation to Strategy: 3-5-1 Exceptional Item Request			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	150,000	150,000
2009	OTHER OPERATING EXPENSE	75,500	45,500
TOTAL, OBJECT OF EXPENSE		\$225,500	\$195,500
METHOD OF FINANCING:			
1	General Revenue Fund	225,500	195,500
TOTAL, METHOD OF FINANCING		\$225,500	\$195,500
FULL-TIME EQUIVALENT POSITIONS (FTE):		3.0	3.0

4.B. Exceptional Items Strategy Allocation Schedule
 84th Regular Session, Agency Submission, Version 1
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DATE: 8/5/2014
 TIME: 11:07:33AM

Agency code: **784** Agency name: **University of Houston - Downtown**

Code	Description	Excp 2016	Excp 2017
Item Name: Center for Urban Agriculture and Sustainability			
Allocation to Strategy: 3-5-1 Exceptional Item Request			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	107,500	107,500
1002	OTHER PERSONNEL COSTS	113,000	113,000
TOTAL, OBJECT OF EXPENSE		\$220,500	\$220,500
METHOD OF FINANCING:			
1	General Revenue Fund	220,500	220,500
TOTAL, METHOD OF FINANCING		\$220,500	\$220,500
FULL-TIME EQUIVALENT POSITIONS (FTE):		2.5	2.5

4.B. Exceptional Items Strategy Allocation Schedule

84th Regular Session, Agency Submission, Version 1
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DATE: 8/5/2014

TIME: 11:07:33AM

Agency code: **784** Agency name: **University of Houston - Downtown**

Code	Description	Excp 2016	Excp 2017
Item Name: UHD/Microsoft Innovation Center			
Allocation to Strategy: 3-5-1 Exceptional Item Request			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	250,000	290,000
1002	OTHER PERSONNEL COSTS	150,000	110,000
TOTAL, OBJECT OF EXPENSE		\$400,000	\$400,000
METHOD OF FINANCING:			
1	General Revenue Fund	400,000	400,000
TOTAL, METHOD OF FINANCING		\$400,000	\$400,000
FULL-TIME EQUIVALENT POSITIONS (FTE):		2.0	3.0

4.C. Exceptional Items Strategy Request
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/5/2014
TIME: 11:07:33AM

Agency Code: **784** Agency name: **University of Houston - Downtown**

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

CODE DESCRIPTION	Excp 2016	Excp 2017
OBJECTS OF EXPENSE:		
2008 DEBT SERVICE	9,476,961	9,476,961
Total, Objects of Expense	\$9,476,961	\$9,476,961
METHOD OF FINANCING:		
1 General Revenue Fund	9,476,961	9,476,961
Total, Method of Finance	\$9,476,961	\$9,476,961

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Science and Technology Building

4.C. Exceptional Items Strategy Request
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DATE: 8/5/2014
TIME: 11:07:33AM

Agency Code: **784** Agency name: **University of Houston - Downtown**

GOAL: 3 Provide Special Item Support Statewide Goal/Benchmark: 2 - 0
 OBJECTIVE: 5 Exceptional Item Request Service Categories:
 STRATEGY: 1 Exceptional Item Request Service: 19 Income: A.2 Age: B.3

CODE DESCRIPTION	Exp 2016	Exp 2017
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OBJECTS OF EXPENSE:

1001 SALARIES AND WAGES	507,500	547,500
1002 OTHER PERSONNEL COSTS	263,000	223,000
2009 OTHER OPERATING EXPENSE	75,500	45,500
Total, Objects of Expense	\$846,000	\$816,000

METHOD OF FINANCING:

1 General Revenue Fund	846,000	816,000
Total, Method of Finance	\$846,000	\$816,000

FULL-TIME EQUIVALENT POSITIONS (FTE):

7.5	8.5
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EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Engagement and Public Service Initiative
 Center for Urban Agriculture and Sustainability
 UHD/Microsoft Innovation Center

6.A. Historically Underutilized Business Supporting Schedule
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

Date: 8/5/2014
 Time: 11:07:33AM

Agency Code: 784 Agency: University of Houston - Downtown

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

A. Fiscal Year 2012 - 2013 HUB Expenditure Information

Statewide HUB Goals	Procurement Category	% Goal	HUB Expenditures FY 2012			Total Expenditures FY 2012		HUB Expenditures FY 2013			Total Expenditures FY 2013	
			% Actual	Diff	Actual \$	% Goal	% Actual	Diff	Actual \$	% Goal	% Actual	Diff
11.2%	Heavy Construction	0.0 %	0.0%	0.0%	\$0	\$0	0.0 %	0.0%	0.0%	\$0	\$0	
21.1%	Building Construction	21.1 %	32.9%	11.8%	\$756,656	\$2,297,629	21.1 %	0.0%	-21.1%	\$0	\$39,968	
32.7%	Special Trade Construction	32.7 %	5.6%	-27.1%	\$51,725	\$928,616	32.7 %	10.9%	-21.8%	\$156,168	\$1,437,507	
23.6%	Professional Services	23.6 %	0.0%	-23.6%	\$0	\$4,233	23.6 %	0.0%	-23.6%	\$0	\$228,023	
24.6%	Other Services	24.6 %	5.5%	-19.1%	\$309,201	\$5,573,706	24.6 %	12.2%	-12.4%	\$829,774	\$6,811,697	
21.0%	Commodities	35.0 %	36.3%	1.3%	\$2,133,649	\$5,871,435	35.0 %	29.4%	-5.6%	\$2,555,916	\$8,683,928	
	Total Expenditures		22.2%		\$3,251,231	\$14,675,619		20.6%		\$3,541,858	\$17,201,123	

B. Assessment of Fiscal Year 2012 - 2013 Efforts to Meet HUB Procurement Goals

Attainment:

The agency attained two of the five applicable statewide HUB procurement goals in FY 2012 in the following categories: Building Construction and Commodities, but in FY 2013 UHD attained one statewide HUB goal in the Commodities category.

Applicability:

Five of the six categories of eligible expenditures are relevant to a university, although some are more ongoing than others. The Heavy Construction procurement category is not applicable to university expenditures. In any given year the university will have considerable expenditures in both the Commodities and Other Services categories. Expenditures in the Construction and Professional Service categories are generally tied to building projects, which require extraordinary funding and occur intermittently.

Factors Affecting Attainment:

UH-Downtown strives to live up to the spirit of HUB laws by making efforts to engage Black and Hispanic owned businesses. In FY 2012, 46% of HUB volume was with Black and Hispanic owned businesses. In FY 2013 Black and Hispanic owned businesses accounted for almost 50% of the total. A number of large volume businesses (office supplies, computer equipment) have now established third-party arrangements that have enabled state agencies to improve their HUB participation rates.

"Good-Faith" Efforts:

The University made the following good faith efforts to comply with statewide HUB procurement goals as stated by Goals 20.13 TAC 20 Section Chap. 20.11 through 20.28.

*Sponsored two HUB fairs to promote HUBs to university departments and within community.

6.A. Historically Underutilized Business Supporting Schedule
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- *Held purchasing workshops and training sessions conducted with emphasis on HUB program.
- *Established exhibits at HUB procurement expos sponsored by the Houston Minority Business Council (HMBC).
- *Attended HUB discussion meetings to keep up with HUB rules and regulations.
- *Cultivated relationships with new HUB vendors and introduced them to the university community.

6.G HOMELAND SECURITY FUNDING SCHEDULE - PART A TERRORISM

DATE: 8/5/2014
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84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **784** Agency name: **University of Houston - Downtown**

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
OBJECTS OF EXPENSE						
1001	SALARIES AND WAGES	\$38,785	\$0	\$0	\$0	\$0
2005	TRAVEL	\$0	\$1,342	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$21,511	\$3,162	\$0	\$0	\$0
TOTAL, OBJECTS OF EXPENSE		\$60,296	\$4,504	\$0	\$0	\$0
METHOD OF FINANCING						
555	Federal Funds					
	CFDA 97.077.000, Rsrch Related to Nuclear Detection	\$60,296	\$4,504	\$0	\$0	\$0
	Subtotal, MOF (Federal Funds)	\$60,296	\$4,504	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE		\$60,296	\$4,504	\$0	\$0	\$0
FULL-TIME-EQUIVALENT POSITIONS		0.5	0.0	0.0	0.0	0.0

NO FUNDS WERE PASSED THROUGH TO LOCAL ENTITIES

NO FUNDS WERE PASSED THROUGH TO OTHER STATE AGENCIES OR INSTITUTIONS OF HIGHER EDUCATION

USE OF HOMELAND SECURITY FUNDS

The funds were used for computer equipment, software, research supplies, travel, personnel and indirect costs.

University of Houston-Downtown 784
Estimated Funds Outside the Institution's Bill Pattern
2014-15 and 2016-17 Biennia

	2014 - 2015 Biennium				2016 - 2017 Biennium			
	<u>FY 2014</u> <u>Revenue</u>	<u>FY 2015</u> <u>Revenue</u>	<u>Biennium</u> <u>Total</u>	<u>Percent</u> <u>of Total</u>	<u>FY 2016</u> <u>Revenue</u>	<u>FY 2017</u> <u>Revenue</u>	<u>Biennium</u> <u>Total</u>	<u>Percent</u> <u>of Total</u>
APPROPRIATED SOURCES INSIDE THE BILL PATTERN								
State Appropriations (excluding HEGI & State Paid Fringes)	\$ 21,225,863	\$ 21,233,120	\$ 42,458,983		\$ 21,233,120	\$ 21,233,120	\$ 42,466,240	
Research Excellence Funds (URF/TEF)	\$ 133,343	\$ 133,343	\$ 266,686		\$ 133,343	\$ 133,343	\$ 266,686	
Tuition and Fees (net of Discounts and Allowances)	18,938,664	18,808,171	37,746,835		18,808,171	18,808,171	37,616,342	
Endowment and Interest Income	10,000	8,000	18,000		8,000	8,000	16,000	
Sales and Services of Educational Activities (net)	-	-	-		-	-	-	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Other Income	-	-	-		-	-	-	
Total	40,307,870	40,182,634	80,490,504	25.8%	40,182,634	40,182,634	80,365,268	25.6%
APPROPRIATED SOURCES OUTSIDE THE BILL PATTERN								
State Appropriations (HEGI & State Paid Fringes)	\$ 5,420,687	\$ 5,100,000	\$ 10,520,687		\$ 5,100,000	\$ 5,100,000	\$ 10,200,000	
Higher Education Assistance Funds	7,435,238	7,435,238	\$ 14,870,476		7,435,238	7,435,238	\$ 14,870,476	
Available University Fund	-	-	-		-	-	-	
State Grants and Contracts	7,301,667	6,773,333	\$ 14,075,000		6,773,333	6,773,333	\$ 13,546,666	
Total	20,157,592	19,308,571	39,466,163	12.6%	19,308,571	19,308,571	38,617,142	12.3%
NON-APPROPRIATED SOURCES								
Tuition and Fees (net of Discounts and Allowances)	55,098,779	58,291,449	\$ 113,390,228		58,291,449	58,291,449	\$ 116,582,898	
Federal Grants and Contracts	31,467,767	31,462,078	\$ 62,929,845		31,462,078	31,462,078	\$ 62,924,156	
State Grants and Contracts	-	-	-		-	-	-	
Local Government Grants and Contracts	-	-	-		-	-	-	
Private Gifts and Grants	1,770,584	1,217,000	\$ 2,987,584		1,217,000	1,217,000	\$ 2,434,000	
Endowment and Interest Income	1,116,504	1,383,910	\$ 2,500,414		1,383,910	1,383,910	\$ 2,767,820	
Sales and Services of Educational Activities (net)	2,570,500	2,568,500	\$ 5,139,000		2,568,500	2,568,500	\$ 5,137,000	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Professional Fees (net)	-	-	-		-	-	-	
Auxiliary Enterprises (net)	2,869,108	2,517,584	\$ 5,386,692		2,517,584	2,517,584	\$ 5,035,168	
Other Income	-	-	-		-	-	-	
Total	94,893,242	97,440,521	192,333,763	61.6%	97,440,521	97,440,521	194,881,042	62.1%
TOTAL SOURCES	\$ 155,358,704	\$ 156,931,726	\$ 312,290,430	100.0%	\$ 156,931,726	\$ 156,931,726	\$ 313,863,452	100.0%

6.I. Percent Biennial Base Reduction Options

10 % REDUCTION

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Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2016	2017	Biennial Total	2016	2017	Biennial Total	

1 Community Development Project

Category: Programs - Service Reductions (Other)

Item Comment: The Community Development special item is funded entirely with general revenue funds and will be subject to 10 percent reduction. These funds support community-based initiatives. The impact will be fewer service learning opportunities for UHD students.

Strategy: 3-3-1 Community Development Project

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$39,753	\$39,753	\$79,506
General Revenue Funds Total	\$0	\$0	\$0	\$39,753	\$39,753	\$79,506
Item Total	\$0	\$0	\$0	\$39,753	\$39,753	\$79,506

FTE Reductions (From FY 2016 and FY 2017 Base Request)

2 Institutional Enhancement

Category: Administrative - Operating Expenses

Item Comment: The majority of UHD's non-formula special item funding comes through the Institutional Enhancement item, an item that all institutions receive and money that is universally treated as general use operating dollars, not unlike Instruction & Operations formula dollars. If this 10 percent GR-related base budget reduction is enacted UHD would have \$457,686 less in the upcoming biennium to meet basic operating needs. Needed new faculty lines could not be added, the hiring of critical student support staff positions would be put off, class sizes could increase and fewer courses would be put on the schedule. The overall effect would be to diminish the university experience for UHD students in ways that would reduce their likelihood of earning a degree, or earning a degree in a timely manner.

Strategy: 3-4-1 Institutional Enhancement

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$228,843	\$228,843	\$457,686
General Revenue Funds Total	\$0	\$0	\$0	\$228,843	\$228,843	\$457,686
Item Total	\$0	\$0	\$0	\$228,843	\$228,843	\$457,686

6.I. Percent Biennial Base Reduction Options

10 % REDUCTION

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Date: 8/5/2014
Time: 11:07:34AM

Agency code: 784 Agency name: University of Houston - Downtown

Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2016	2017	Biennial Total	2016	2017	Biennial Total	
FTE Reductions (From FY 2016 and FY 2017 Base Request)							
3 Worker's Compensation Insurance							
Category: Administrative - Operating Expenses							
Item Comment: The Workers Compensation strategy deals with the costs incurred when an employee is injured on the job.							
Strategy: 1-1-4 Workers' Compensation Insurance							
<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$15,100	\$15,100	\$30,200	
General Revenue Funds Total	\$0	\$0	\$0	\$15,100	\$15,100	\$30,200	
Item Total	\$0	\$0	\$0	\$15,100	\$15,100	\$30,200	
FTE Reductions (From FY 2016 and FY 2017 Base Request)							
AGENCY TOTALS							
General Revenue Total				\$283,696	\$283,696	\$567,392	\$567,392
Agency Grand Total	\$0	\$0	\$0	\$283,696	\$283,696	\$567,392	
Difference, Options Total Less Target							
Agency FTE Reductions (From FY 2016 and FY 2017 Base Request)							

8. Summary of Requests for Capital Project Financing

Agency Code: 784		Agency: University of Houston - Downtown		Prepared by: Kim Ngo								
Date: August 4, 2014							Amount Requested					
		Project Category										
Project ID #	Capital Expenditure Category	Project Description	Project Category				2016-17 Total Amount Requested	MOF Code #	MOF Requested	2016-17 Estimated Debt Service (If Applicable)	Debt Service MOF Code #	Debt Service MOF Requested
			New Construction	Health & Safety	Deferred Maintenance	Maintenance						
1	Construction of Buildings and Facilities	Construction of new Science and Technology Building	\$ 108,700,000	\$ -	\$ -	\$ -	\$ 108,700,000		Tuition Revenue Bonds	\$ 18,953,922	0001	General Revenue

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784 University of Houston - Downtown					
	Act 2013	Act 2014	Bud 2015	Est 2016	Est 2017
Gross Tuition					
Gross Resident Tuition	15,456,308	15,318,674	15,473,408	15,782,877	16,098,535
Gross Non-Resident Tuition	3,824,818	4,129,983	4,211,763	4,211,763	4,211,763
Gross Tuition	19,281,126	19,448,657	19,685,171	19,994,640	20,310,298
Less: Resident Waivers and Exemptions (excludes Hazlewood)	(113,754)	(124,680)	(135,607)	(138,319)	(141,086)
Less: Non-Resident Waivers and Exemptions	(407,649)	(446,806)	(485,961)	(495,681)	(505,594)
Less: Hazlewood Exemptions	(214,269)	(234,850)	(255,432)	(260,541)	(265,752)
Less: Board Authorized Tuition Increases (TX. Educ. Code Ann. Sec. 54.008)	(116,617)	(139,033)	(161,450)	(164,679)	(167,973)
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)	(350,298)	(345,766)	(341,234)	(348,059)	(355,020)
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)	1,205	0	0	0	0
Less: Tuition for repeated or excessive hours (TX. Educ. Code Ann. Sec. 54.014)	(362,755)	(358,959)	(355,162)	(362,266)	(369,511)
Plus: Tuition waived for Texas Grant Recipients (TX. Educ. Code Ann. Sec. 56.307)	0	0	0	0	0
Subtotal	17,716,989	17,798,563	17,950,325	18,225,095	18,505,362
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)	(2,217,231)	(2,200,000)	(2,220,823)	(2,265,240)	(2,310,545)
Less: Transfer of Funds (2%) for Physician Loans (Medical Schools)	0	0	0	0	0
Less: Statutory Tuition (Tx. Educ. Code Ann. Sec. 54.051) Set Aside for Doctoral Incentive Loan Repayment Program (Tx. Educ. Code Ann. Sec. 56.095)	0	0	0	0	0
Less: Other Authorized Deduction					
Net Tuition	15,499,758	15,598,563	15,729,502	15,959,855	16,194,817

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	Act 2013	Act 2014	Bud 2015	Est 2016	Est 2017
Student Teaching Fees	0	0	0	0	0
Special Course Fees	0	0	0	0	0
Laboratory Fees	110,000	0	0	0	0
Subtotal, Tuition and Fees (Formula Amounts for Health-Related Institutions)	15,609,758	15,598,563	15,729,502	15,959,855	16,194,817
OTHER INCOME					
Interest on General Funds:					
Local Funds in State Treasury	6,821	7,410	8,000	8,000	8,000
Funds in Local Depositories, e.g., local amounts	0	0	0	0	0
Other Income (Itemize)					
Adjustment to Expended	(1,154,026)	0	0	0	0
Subtotal, Other Income	(1,147,205)	7,410	8,000	8,000	8,000
Subtotal, Other Educational and General Income	14,462,553	15,605,973	15,737,502	15,967,855	16,202,817
Less: O.A.S.I. Applicable to Educational and General Local Funds Payrolls	(847,199)	(825,633)	(843,500)	(860,370)	(877,577)
Less: Teachers Retirement System and ORP Proportionality for Educational and General Funds	(709,620)	(698,390)	(673,750)	(687,225)	(700,970)
Less: Staff Group Insurance Premiums	(1,381,232)	(1,308,116)	(1,235,000)	(1,309,100)	(1,387,646)
Total, Other Educational and General Income (Formula Amounts for General Academic Institutions)	11,524,502	12,773,834	12,985,252	13,111,160	13,236,624
Reconciliation to Summary of Request for FY 2013-2017:					
Plus: Transfer of Funds for Texas Public Education Grants Program and Physician Loans	2,217,231	2,200,000	2,220,823	2,265,240	2,310,545
Plus: Transfer of Funds 2% for Physician Loans (Medical Schools)	0	0	0	0	0
Plus: Transfer of Funds for Cancellation of Student Loans of Physicians	0	0	0	0	0
Plus: Organized Activities	0	0	0	0	0
Plus: Staff Group Insurance Premiums	1,381,232	1,308,116	1,235,000	1,309,100	1,387,646
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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	Act 2013	Act 2014	Bud 2015	Est 2016	Est 2017
Plus: Tuition Increases Charged to Undergraduate Students with Excessive Hours above Degree Requirements (TX. Educ. Code Ann. Sec. 61.0595)	350,298	345,766	341,234	348,059	355,020
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)	362,755	358,959	355,162	362,266	369,511
Less: Tuition Waived for Students 55 Years or Older	(1,205)	0	0	0	0
Less: Tuition Waived for Texas Grant Recipients	0	0	0	0	0
Total, Other Educational and General Income Reported on Summary of Request	15,834,813	16,986,675	17,137,471	17,395,825	17,659,346

Schedule 2: Selected Educational, General and Other Funds

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	Act 2013	Act 2014	Bud 2015	Est 2016	Est 2017
General Revenue Transfers					
Transfer from Coordinating Board for Advanced Research Program	0	0	0	0	0
Transfer from Coordinating Board for Texas College Work Study Program (2011, 2012, 2013)	60,587	79,595	79,595	0	0
Transfer from Coordinating Board for Professional Nursing Shortage Reduction Program	0	0	0	0	0
Transfer of GR Group Insurance Premium from Comptroller (UT and TAMU Components only)	0	0	0	0	0
Less: Transfer to Other Institutions	0	0	0	0	0
Less: Transfer to Department of Health, Disproportionate Share - State-Owned Hospitals (2011, 2012, 2013)	0	0	0	0	0
Other (Itemize)					
Other: Fifth Year Accounting Scholarship	7,500	7,500	8,750	0	0
Texas Grants	6,560,000	7,301,667	6,773,333	0	0
B-on-Time Program	195,798	218,244	227,140	0	0
Less: Transfer to System Administration	0	0	0	0	0
Subtotal, General Revenue Transfers	6,823,885	7,607,006	7,088,818	0	0
General Revenue HEF for Operating Expenses	7,435,238	7,435,238	7,435,238	7,435,238	7,435,238
Transfer from Available University Funds (UT, A&M and Prairie View A&M Only)	0	0	0	0	0
Other Additions (Itemize)					
Increase Capital Projects - Educational and General Funds	0	0	0	0	0
Transfer from Department of Health, Disproportionate Share - State-owned Hospitals (2011, 2012, 2013)	0	0	0	0	0
Transfers from Other Funds, e.g., Designated funds transferred for educational and general activities (Itemize)	0	0	0	0	0
Transfer from Coordinating Board for Incentive Funding	0	0	0	0	0
Other (Itemize)					
Gross Designated Tuition (Sec. 54.0513)	33,755,627	37,930,082	40,824,187	41,640,671	42,473,484
Indirect Cost Recovery (Sec. 145.001(d))	115,467	127,183	197,936	150,000	150,000
Correctional Managed Care Contracts	0	0	0	0	0

784 University of Houston - Downtown

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
GR & GR-D Percentages					
GR %	65.00%				
GR-D %	35.00%				
Total Percentage	100.00%				
FULL TIME ACTIVES					
1a Employee Only	246	160	86	246	217
2a Employee and Children	68	44	24	68	49
3a Employee and Spouse	53	34	19	53	22
4a Employee and Family	49	32	17	49	43
5a Eligible, Opt Out	25	16	9	25	18
6a Eligible, Not Enrolled	6	4	2	6	7
Total for This Section	447	290	157	447	356
PART TIME ACTIVES					
1b Employee Only	6	4	2	6	15
2b Employee and Children	0	0	0	0	0
3b Employee and Spouse	2	1	1	2	1
4b Employee and Family	3	2	1	3	1
5b Eligible, Opt Out	0	0	0	0	64
6b Eligible, Not Enrolled	1	1	0	1	0
Total for This Section	12	8	4	12	81
Total Active Enrollment	459	298	161	459	437

784 University of Houston - Downtown

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
FULL TIME RETIREES by ERS					
1c Employee Only	0	0	0	0	0
2c Employee and Children	0	0	0	0	0
3c Employee and Spouse	0	0	0	0	0
4c Employee and Family	0	0	0	0	0
5c Eligible, Opt Out	0	0	0	0	0
6c Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	0	0	0	0	0
PART TIME RETIREES by ERS					
1d Employee Only	0	0	0	0	0
2d Employee and Children	0	0	0	0	0
3d Employee and Spouse	0	0	0	0	0
4d Employee and Family	0	0	0	0	0
5d Eligible, Opt Out	0	0	0	0	0
6d Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	0	0	0	0	0
Total Retirees Enrollment	0	0	0	0	0
TOTAL FULL TIME ENROLLMENT					
1e Employee Only	246	160	86	246	217
2e Employee and Children	68	44	24	68	49
3e Employee and Spouse	53	34	19	53	22
4e Employee and Family	49	32	17	49	43
5e Eligible, Opt Out	25	16	9	25	18
6e Eligible, Not Enrolled	6	4	2	6	7
Total for This Section	447	290	157	447	356

784 University of Houston - Downtown

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
TOTAL ENROLLMENT					
1f Employee Only	252	164	88	252	232
2f Employee and Children	68	44	24	68	49
3f Employee and Spouse	55	35	20	55	23
4f Employee and Family	52	34	18	52	44
5f Eligible, Opt Out	25	16	9	25	82
6f Eligible, Not Enrolled	7	5	2	7	7
Total for This Section	459	298	161	459	437

Schedule 4: Computation of OASI
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Agency 784 University of Houston - Downtown

Proportionality Percentage Based on Comptroller Accounting Policy Statement #011, Exhibit 2	2013		2014		2015		2016		2017	
	<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)	62.9000	\$1,436,356	65.0000	\$1,533,319	65.0000	\$1,566,500	65.0000	\$1,597,830	65.0000	\$1,629,787
Other Educational and General Funds (% to Total)	37.1000	\$847,199	35.0000	\$825,633	35.0000	\$843,500	35.0000	\$860,370	35.0000	\$877,577
Health-Related Institutions Patient Income (% to Total)	0.0000	\$0	0.0000	\$0	0.0000	\$0	0.0000	\$0	0.0000	\$0
Grand Total, OASI (100%)	100.0000	\$2,283,555	100.0000	\$2,358,952	100.0000	\$2,410,000	100.0000	\$2,458,200	100.0000	\$2,507,364

Schedule 5: Calculation of Retirement Proportionality and ORP Differential

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Description	Act 2013	Act 2014	Bud 2015	Est 2016	Est 2017
Proportionality Amounts					
Gross Educational and General Payroll - Subject To TRS Retirement	15,914,656	15,310,269	14,705,882	15,000,000	15,300,000
Employer Contribution to TRS Retirement Programs	1,018,538	1,041,098	1,000,000	1,020,000	1,040,400
Gross Educational and General Payroll - Subject To ORP Retirement	14,903,083	14,459,118	14,015,152	14,295,455	14,458,136
Employer Contribution to ORP Retirement Programs	894,185	954,302	925,000	943,500	962,370
Proportionality Percentage					
General Revenue	62.9000 %	65.0000 %	65.0000 %	65.0000 %	65.0000 %
Other Educational and General Income	37.1000 %	35.0000 %	35.0000 %	35.0000 %	35.0000 %
Health-related Institutions Patient Income	0.0000 %	0.0000 %	0.0000 %	0.0000 %	0.0000 %
Proportional Contribution					
Other Educational and General Proportional Contribution (Other E&G percentage x Total Employer Contribution to Retirement Programs)	709,620	698,390	673,750	687,225	700,970
HRI Patient Income Proportional Contribution (HRI Patient Income percentage x Total Employer Contribution To Retirement Programs)	0	0	0	0	0
Differential					
Gross Payroll Subject to Differential - Optional Retirement Program	6,212,720	7,508,368	6,842,105	6,978,947	7,118,526
Total Differential	155,318	142,659	130,000	132,600	135,252

Schedule 6: Constitutional Capital Funding
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784 University of Houston - Downtown					
Activity	Act 2013	Act 2014	Bud 2015	Est 2016	Est 2017
A. PUF Bond Proceeds Allocation	0	0	0	0	0
Project Allocation					
Library Acquisitions	0	0	0	0	0
Construction, Repairs and Renovations	0	0	0	0	0
Furnishings & Equipment	0	0	0	0	0
Computer Equipment & Infrastructure	0	0	0	0	0
Reserve for Future Consideration	0	0	0	0	0
Other (Itemize)					
B. HEF General Revenue Allocation	8,986,114	7,993,779	9,035,104	7,435,238	7,435,238
Project Allocation					
Library Acquisitions	2,637,198	2,015,000	2,362,184	2,362,184	2,362,184
Construction, Repairs and Renovations	1,021,152	1,463,168	2,782,270	1,282,270	1,282,270
Furnishings & Equipment	616,233	932,634	1,071,392	971,526	971,526
Computer Equipment & Infrastructure	4,711,531	3,582,977	2,819,258	2,819,258	2,819,258
Reserve for Future Consideration	0	0	0	0	0
HEF for Debt Service	0	0	0	0	0
Other (Itemize)					

Schedule 7: Personnel
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Date: 8/5/2014
 Time: 11:07:37AM

Agency code: **784** Agency name: **University of Houston - Downtown**

	Actual 2013	Actual 2014	Budgeted 2015	Estimated 2016	Estimated 2017
Part A.					
FTE Postions					
Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	239.2	256.8	259.3	259.3	259.3
Educational and General Funds Non-Faculty Employees	201.7	176.9	220.8	220.8	220.8
Subtotal, Directly Appropriated Funds	440.9	433.7	480.1	480.1	480.1
Non Appropriated Funds Employees	570.9	623.0	736.9	766.9	796.9
Subtotal, Other Funds & Non-Appropriated	570.9	623.0	736.9	766.9	796.9
GRAND TOTAL	1,011.8	1,056.7	1,217.0	1,247.0	1,277.0
Part B.					
Personnel Headcount					
Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	224.0	258.0	261.0	261.0	261.0
Educational and General Funds Non-Faculty Employees	189.0	178.0	222.0	222.0	222.0
Subtotal, Directly Appropriated Funds	413.0	436.0	483.0	483.0	483.0
Non Appropriated Funds Employees	849.0	926.0	1,111.0	1,156.0	1,201.0
Subtotal, Non-Appropriated	849.0	926.0	1,111.0	1,156.0	1,201.0
GRAND TOTAL	1,262.0	1,362.0	1,594.0	1,639.0	1,684.0

Schedule 7: Personnel
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Date: 8/5/2014
 Time: 11:07:37AM

Agency code: **784** Agency name: **University of Houston - Downtown**

	Actual 2013	Actual 2014	Budgeted 2015	Estimated 2016	Estimated 2017
PART C.					
Salaries					
Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	\$20,372,595	\$23,109,372	\$23,037,910	\$23,037,910	\$23,037,910
Educational and General Funds Non-Faculty Employees	\$11,218,014	\$11,692,231	\$11,980,075	\$11,980,075	\$11,980,075
Subtotal, Directly Appropriated Funds	\$31,590,609	\$34,801,603	\$35,017,985	\$35,017,985	\$35,017,985
Non Appropriated Funds Employees	\$27,826,365	\$28,963,032	\$30,724,963	\$32,374,963	\$34,024,963
Subtotal, Non-Appropriated	\$27,826,365	\$28,963,032	\$30,724,963	\$32,374,963	\$34,024,963
GRAND TOTAL	\$59,416,974	\$63,764,635	\$65,742,948	\$67,392,948	\$69,042,948

Agency 784 University of Houston - Downtown

Project Priority: 1	Project Code: 1	Tuition Revenue Bond Request \$ 108,700,000	Total Project Cost \$ 108,700,000	Cost Per Total Gross Square Feet \$ 700
Name of Proposed Facility: Science and Technology Building	Project Type: New Construction			
Location of Facility: Houston, Texas	Type of Facility: New Building			
Project Start Date: 09/01/2015	Project Completion Date: 08/31/2017			
Gross Square Feet: 149,500	Net Assignable Square Feet in Project 89,542			

Project Description

The university is requesting capital construction funding to build and equip a state-of-the-art 149,500 sq. ft. classroom/lab building to serve as the home of the College of Sciences and Technology, one of five degree-granting colleges at the University. The college is home to all STEM (Science, Technology, Engineering, and Mathematics) academic programs and provides opportunities for students to work for and attain degrees in high-demand STEM fields. The constraints of the LAR format dictate that this request be for funds to service TRB debt, but UHD is very open to any means by which the legislature might choose to provide this support, including but not limited to full upfront funding of the project cost.

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

Schedule 8B: Tuition Revenue Bond Issuance History

8/5/2014 11:07:38AM

84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

784 University of Houston - Downtown

Authorization Date	Authorization Amount	Issuance Date	Issuance Amount	Authorized Amount Outstanding as of 08/31/2014	Proposed Issuance Date for Outstanding Authorization	Proposed Issuance Amount for Outstanding Authorization
1993	\$22,400,000	Apr 18 1995	\$22,400,000			
		<i>Subtotal</i>	\$22,400,000	\$0		
1997	\$7,500,000	Feb 10 1999	\$7,500,000			
		<i>Subtotal</i>	\$7,500,000	\$0		
2001	\$18,232,500	Oct 9 2002	\$18,232,000			
		<i>Subtotal</i>	\$18,232,000	\$500		
2006	\$31,626,000	Feb 15 2006	\$31,626,000			
		<i>Subtotal</i>	\$31,626,000	\$0		

784 University of Houston - Downtown

Special Item: 1 **Community Development**

(1) Year Special Item: 2000
Original Appropriations: \$300,000

(2) Mission of Special Item:

These funds serve as seed money for community-based efforts to revitalize two separate economically depressed north side neighborhoods - the predominately African-American Acres Homes subdivision and the largely Hispanic area bounded by downtown, I-45N, 610 Loop North and Highway 59N. Projects in both areas have their own boards that oversee a variety of economic development and community enhancement efforts. These boards, which are required to provide periodic status reports to the university leadership, operate with a high degree of autonomy.

(3) (a) Major Accomplishments to Date:

The bulk of the funds directly support a variety of community needs, including youth leadership and development programs, summer educational enrichment programs for at-risk children, women's empowerment and supplemental nutrition (summer lunch) programs.

The service learning allocation made to UHD supports community needs in a more indirect way, providing grants to faculty members who build community engagement/service learning into their curricula. An example would be the grant that supported UHD Urban Education students in their work with incarcerated youth at the Harris County Juvenile Probation Department's Excel Academy, which focused on literacy/writing.

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

Funds received for the FY2016/17 biennium will be used for much the same purpose as the funds received in previous biennia. The University is grateful that a portion of the funding provided through this item is made available to support its efforts in service learning.

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

Unfunded

(5) Formula Funding:

N

(6) Non-general Revenue Sources of Funding:

None

(7) Consequences of Not Funding:

An opportunity to lift these economically depressed neighborhoods would be lost, as would the opportunity to provide community development service learning opportunities to UHD students.

784 University of Houston - Downtown

Special Item: 2 **Institutional Enhancement**

(1) Year Special Item: 2000
Original Appropriations: \$2,292,477

(2) Mission of Special Item:

This item was first created by the 76th Legislature and has been adjusted numerous times over the years. While the basis for this funding ties back to discontinued special items that were rolled up into a single line, the fact is that Institutional Enhancement funds have become de facto operating dollars for state universities, comparable in terms of use to what is received through the Operations Support formula.

(3) (a) Major Accomplishments to Date:

The Institutional Enhancement (I/E) item is an anomaly, as unlike traditional special items it is not provided to support some very specific need. Rather, I/E funds support general operations. Given this, it is a challenge to identify ‘major accomplishments’ that can be tied to this funding. The major accomplishment is that the funding helps UHD cover general operating expenses.

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

Funds received for the FY2016/17 biennium will be used for much the same purpose as I/E funds received in previous biennia – to address general operating needs.

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

The Academic Support Lab and CEC were separately funded special items prior to the establishment of Institutional Enhancement. The other items were either unfunded or underfunded.

(5) Formula Funding:

N

(6) Non-general Revenue Sources of Funding:

None

(7) Consequences of Not Funding:

As with most institutions of higher ed in Texas, UHD uses Institutional Enhancement funds to support many of its core operations. Losing this funding would have the effect of an across-the-board decrease in state support.
