



**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
Texas State Technical College System
Original Submitted August 04, 2014**

**October Version
Submitted October 17, 2014**





**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
Texas State Technical College System
Original Submitted August 04, 2014**

**October Version
Submitted October 17, 2014**

This Page Intentionally Left Blank

Texas State Technical College System
Table of Contents

Administrator's Statement	1
Organizational Chart.....	6
Summaries of Request	
2.A. Summary of Base Request by Strategy UPDATED	7
2.B. Summary of Base Request by Method of Finance UPDATED	9
2.C. Summary of Base Request by Object of Expense UPDATED	15
2.E. Summary of Exceptional Items Request.....	16
2.F. Summary of Total Request by Strategy UPDATED	17
Strategy Requests	
3.A Forecasting and Curriculum Development.....	19
Staff Group Insurance Premiums.....	22
Workers Compensation Insurance	24
System Office Operations	26
Technical Training Partnerships with Community Colleges	28
North Texas and East Williamson County Centers.....	30
Exceptional Item Request.....	33
Exceptional Item Request	
4.A Exceptional Item Request Schedule.....	37
4.B Exceptional Item Strategy Allocation Schedule.....	43
4.C Exceptional Item Strategy Request.....	47
General Revenue (GR) & General Revenue Dedicated (GR-D) Baseline Report	51
Supporting Schedules	
6.A: Historically Underutilized Business Supporting Schedule	53
6.H: Estimated Total of All Funds Outside the General Appropriations Act (GAA) REVISED	55
6.I: 10 Percent Biennial Base Reduction Options Schedule	56

Texas State Technical College System
Table of Contents

Higher Education Supporting Schedules

Schedule 1A:	Other Educational and General Income-.....	58
Schedule 2:	Grand Total Educational, General and Other Funds.....	61
Schedule 3A:	Staff Group Insurance Data Elements (ERS).....	63
Schedule 4:	Computation of OASI.....	66
Schedule 5:	Calculation of Retirement Proportionality and ORP Differential.....	67
Schedule 7:	Personnel.....	68
Schedule 8A:	Proposed Tuition Revenue Bond Projects	71
Schedule 8B:	Tuition Revenue Bond Issuance History	75
Schedule 8C:	Revenue Capacity for Tuition Revenue Bond Projects	76
Schedule 9:	Special Item Information	77

719 Texas State Technical College System Administration

LEGISLATIVE APPROPRIATION REQUEST FOR FY 2016 – 2017

Administrator's Statement: Texas State Technical College System Administration

In accordance with the instructions, the Texas State Technical College (TSTC) System Administration submits the following Legislative Appropriation Request (LAR) for fiscal years 2016 and 2017 to the Governor's Office of Budget, Policy, and Planning and the Legislative Budget Board. TSTC's LAR is submitted in five parts: the System Administration LAR and an LAR for each of the respective four TSTC colleges. The Administrator's Statement for TSTC System Administration applies to initiatives of the entire statewide organization: the individual college statements address the local representation of these initiatives. The TSTC System Administration budget covers only TSTC System Administration.

TSTC SYSTEM GOVERNANCE

The TSTC System is governed by a nine-person board of regents appointed by the Governor and confirmed by the Senate. Regents serve staggered six-year terms, with the terms of three members expiring in August of each odd-numbered year. The members of the board, their hometowns, and respective term ending dates are included within the organization chart submitted with this LAR.

The chancellor of the TSTC System is Michael L. Reeser.

DESCRIPTION OF TSTC SYSTEM

Established in 1965, the TSTC System includes four separately accredited colleges including TSTC Harlingen, TSTC Marshall, TSTC Waco, and TSTC West Texas. These colleges currently operate in 11 locations throughout the State of Texas. As it approaches its 50th anniversary, the TSTC Board of Regents has directed TSTC to pursue a single accreditation of the four colleges into a single, statewide college in preparation for the next 50 years.

Two years ago, TSTC submitted an appropriations request responding directly to a mandate of the 82nd Legislature to create a funding and operating model that rewards the institution for job placement and earnings of TSTC's graduates. The 83rd Legislature advanced this transition by allocating formula funding to TSTC based on the additional direct and indirect state tax revenues generated as a result of TSTC's impact on the employment of its students. That is, TSTC has shifted from an institution funded by activities to one that is funded for its results. Today, with its new funding and operating model aimed at placing more Texans in good jobs, TSTC is prepared to expand its response to the growing supply gap of technical training within Texas' labor market.

By design, TSTC System Administration is a streamlined and efficient body. It contains only those functions and initiatives that are statewide in scope, require cross-college coordination, and/or benefit from economies of scale. TSTC System Administration makes up only 3 percent of TSTC's total FTE and 4 percent of its overall budget.

SIGNIFICANT CHANGES, CHALLENGES AND OPPORTUNITIES

TSTC continuously positions itself to respond to the growing unmet need for skilled workers in Texas' labor market and to reform the classic higher education model. The following trends motivate the direction TSTC is taking:

719 Texas State Technical College System Administration

- Texas businesses in key industries are unable to find enough sufficiently trained workers to fill available, middle-skill jobs (those which require credentials between a high school degree and a four-year college degree) leaving many Texas employers unable to grow and innovate, restricting their ability to compete in the current economy. This growing need for workers in middle-skill occupations is concentrated in the STEM fields, TSTC's primary focus.
- These fields make up the largest part of Texas' labor demand market; yet, Texas' supply of training in the middle-skill STEM fields has remained flat over the last decade.
- In response to this training shortage, portions of HB 5 created opportunity for increased technical education at the secondary level prompting numerous independent school districts to request assistance from TSTC. During the past year, TSTC has received more requests for partnerships in technical education than ever before.
- Global competitive challenges and tough economic dynamics continue to pressure the conventional structure of higher education. The conventional structure continues to be too slow and cumbersome to respond adequately to the needs of industry and its prospective workforce.
- To fulfill its unique mission in the Texas economy, TSTC must continue aligning and integrating education and workforce development through the transition of its operating model from funding-for-activity to funding-for-results.
- Industry competitiveness depends upon a talented workforce that has demonstrable skills and competencies that are relevant to the workplace, not necessary degrees and transcripts.
- Workplace needs can change so rapidly that it's essential that Texans be able to benefit from TSTC whether they are employed, underemployed, a secondary or postsecondary student, a graduate student, or a business person seeking to stay competitive.

As TSTC seeks to build the economic vibrancy of Texas by striving to develop the technical competence of Texans, placing more Texans is at the center of the baseline strategy request. Elements of this strategy include the following determinations:

- Merge the four TSTC college accreditations into a single, statewide accreditation to provide an efficient structure for increased instructional capacity, innovation, sustainability, quality, consistency, and flexibility to respond to the growth opportunities that lie ahead;
- Exploit every conceivable means to leverage and extend the entire system's resources for greater operating efficiency as TSTC seeks to serve markets of one, or markets of many, including TSTC's consolidation of core and innovative functions into a statewide, shared services model of operations

719 Texas State Technical College System Administration

(including statewide integration of student learning and development, marketing, finance, human and organization development, and business intelligence);

- Further develop the economic model, tools, and strategies for evaluating programs within the framework of TSTC's new funding formula as well as other factors, including current and future market demand and program cost;
- Stand up and expand start-up operations at TSTC's newest locations, including the East Williamson County Higher Education Center at Hutto, TSTC North Texas Center in Ellis County, the new Technical Center in Fort Bend County, and the new Abilene Industrial Technology Center contingent upon the Abilene Center's approval by the 84th Legislature;
- Continue working cooperatively with Texas community colleges and other partners to address Texas industry's training needs regardless of their location in the state;
- Provide students with the learning experiences required to achieve a relevant level of technical skill mastery that leads to successful employment or advancement in their current position;
- Accelerate the development of innovative practices in the design and delivery of technical training programs that set new standards in the achievement of technical skills mastery, including competency-based learning, and microcredentialing (e.g., badges) to increase the speed of workforce supply to the growing needs of Texas' industry;
- Enhance and improve student support services for veterans;
- Deepen our relationships with Texas employers in order to enrich their supply of job-ready technicians, and to ensure that their current workforce maintains its technical edge; and
- Continue the Center for Employability Outcomes project, approved by the Texas Higher Education Coordinating Board (THECB), aimed at aligning skill-based language used by higher education and employers to validate which learning outcomes are most relevant and which additional competencies may need to be incorporated into curricula, resulting in maximized student employability, earnings, and economic contributions to the State.

REDUCTION STRATEGIES

With the trend of declining General Revenue funds and reductions of federal pass-through funding, TSTC has employed a host of conventional strategies, including layoffs, redeployment of human and other resources, strategic line item budget reductions, delay of capital expenditures, and use of reserves to cover shortages. Since 2010, TSTC has reduced its statewide workforce by over 6.5% (7.3% if new operations are excluded).

719 Texas State Technical College System Administration

Level funding would require reducing services to ensure TSTC's reserve balances do not fall below thresholds currently under scrutiny by bond rating agencies. During the current year, TSTC's bond analysts revised either ratings or outlooks, citing uncertainty regarding TSTC's new funding formula when observing the decrease in funding from the 83rd Legislative Session.

TSTC's cost-reduction initiatives begin with examination of administrative overhead to mitigate the impact on economic drivers and mission-critical elements that are the instructional programs; however, reductions at the 5% and 10% levels would require significant scale back of offerings and levels of service at all locations. Programs most likely subject to reduction or elimination would include those with lower graduate wages, placement rates, and ability to produce students for the workforce. Those programs with lower market demand and higher programmatic costs would also be at risk. While TSTC will use this approach regardless of funding level, the thresholds for program reduction or closure at 5% and 10% reduction levels would extend to programs still in demand and meeting market need. In addition, reduction strategies would include the elimination of services considered core today that otherwise promote a strong student learning environment, but would be no longer feasible at the 5% and 10% reduction-levels of funding.

The result of 5% and 10% reductions would be diminished capacity to place more Texans in the Texas job market. Further, it would be more difficult to achieve the coordination of multi-faceted functions so that they work together harmoniously, efficiently, and effectively under these scenarios.

EXCEPTIONAL ITEM FUNDING REQUESTS

Exceptional Item funding requests include the following: the Transition Funding Mechanism for New Operations previously authorized in recent legislative sessions or new operations requested as part of this legislative session, Tuition Revenue Bond authorization and payment appropriations by the colleges for newly requested Tuition Revenue Bonds, and an increase to the Forecasting and Curriculum Development strategy for the Center for Employability Outcomes. Transition funding requests are included within the TSTC System Administration Legislative Appropriation Request within Exceptional Item Funding Requests. Tuition Revenue Bond, authorization and payment requests are included on the respective colleges Legislative Appropriation Request.

Transition Funding for New Operations

The "returned value" funding model, implemented by the 83rd Legislature does not provide funding for start-up operations because of the inherent lag between the teaching event and the actual funding. Where start-up operations under the contact hour funding model reimburse related costs within 1-3 years following the teaching event, funding for start-up operations does not enter TSTC's funding model until 8-10 years after the start-up activity is authorized. The "returned value" funding model is based on the additional direct and indirect state tax revenues generated as a result of the education provided to students by TSTC. Consequently, the funding formula does not fund start-up operations until after the site is located, established, students are enrolled, trained, enter the workforce, and are employed for five years. Transition funding is requested for the following start-up operations:

Fort Bend Technical Center. The Fort Bend County community has collaborated to allow for a significant expansion of TSTC offerings in Fort Bend County, with a significant amount of outside funding in the form of pledged support of over \$20 million from two foundations, including assistance from local economic development corporations for acquisition of land and the construction of a new technology education building. TSTC Waco requests \$9,000,000 for the FY 2016/2017 biennium to help fund startup personnel, facilities utilities/maintenance, and debt service for equipment financing during the initial two years of operation.

Abilene Industrial Technology Center. Within its TRB request, TSTC West Texas is seeking funding for a technical education building in Abilene in response to the

719 Texas State Technical College System Administration

increased workforce development need in the West Texas region associated with the related oil boom from the exploration and development of the Cline Shale. Transition Funding of \$2,400,000 to fund startup personnel, facilities utilities/maintenance, and debt service for equipment financing is requested in the initial two years of operations. TSTC West Texas is seeking donations (matching funds) from the local economic development corporation, private foundations, and industry for the related facility acquisition.

East Williamson County Higher Education Center at Hutto. As authorized by the Texas Education Code Chapter 130.092, TSTC Waco, in partnership with Temple College, joined with the Hutto community to fund the first building for the East Williamson County Higher Education Center at Hutto, a project authorized by the 80th Legislature. The community funds over half of the facility costs (TSTC Waco is funding 27% of the total cost of the building and owns 100%). TSTC Waco requests \$2,400,000 for the FY 2016/2017 biennium to help fund personnel and equipment costs for the third and fourth years of operation fulfilling the intent of Article IX, Section 18.30 of HB 3640 of the 83rd Legislature.

TSTC North Texas Center in Ellis County. The TSTC North Texas Center in Ellis County was established during the 83rd Legislative Session in partnership with Red Oak Independent School District to address the growing workforce development needs in Ellis County. TSTC Marshall requests \$9,000,000 to help fund personnel and operating costs for the second and third years of operation in its new facility fulfilling the intent of Article IX, Section 18.30 of HB 3640 of the 83rd Legislature.

Tuition Revenue Bond Payments:

Tuition Revenue Bond Issuance Authority in the amount of \$44,500,000 is requested by the TSTC System to fund essential facility projects at TSTC campuses. Thus, each of the TSTC colleges has made an Exceptional Item Request for projected debt service.

Forecasting and Curriculum Development

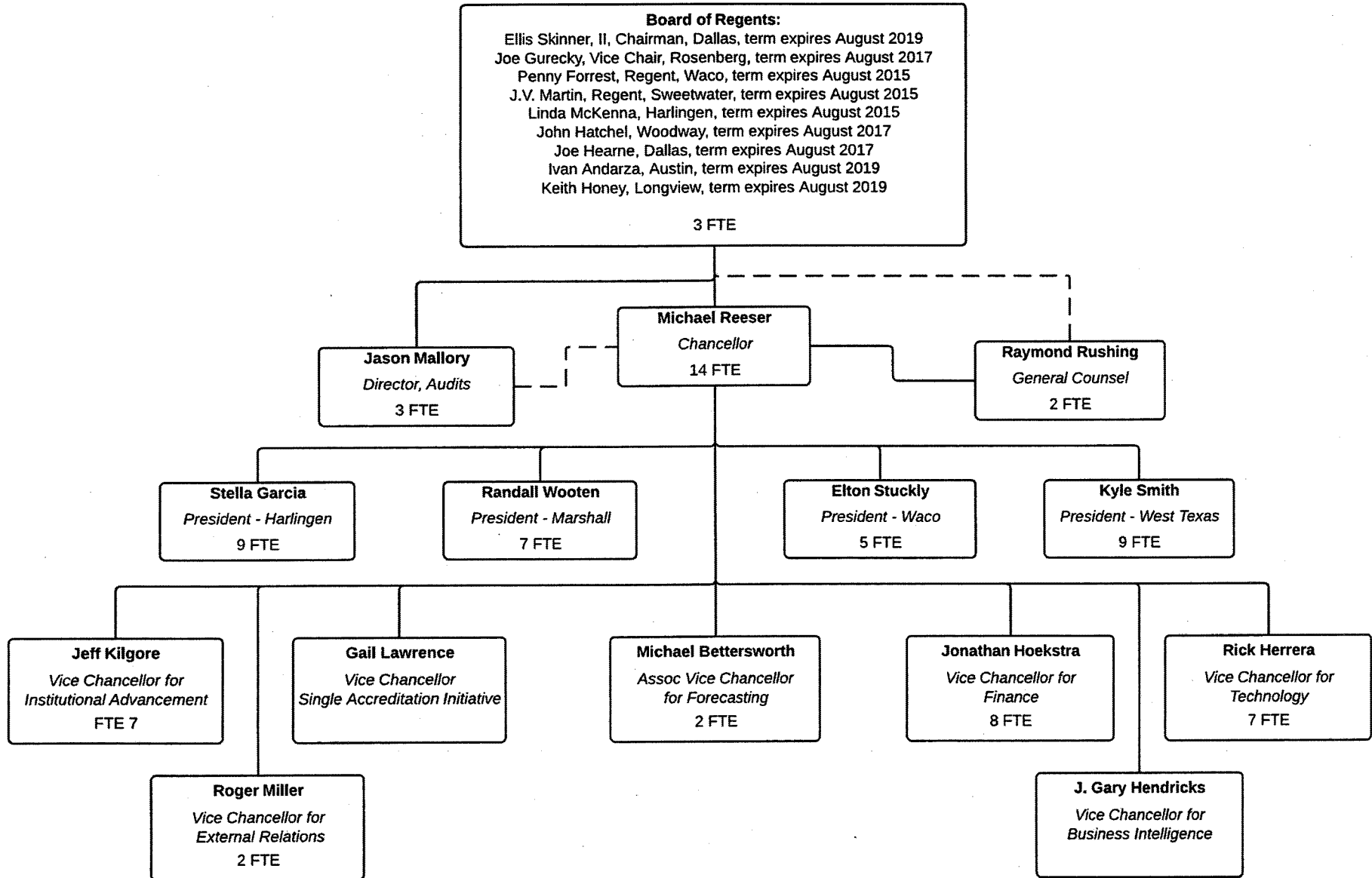
Funding of \$1,570,300 for the FY 2016/2017 biennium is requested to support TSTC's work on the Common Skills Language project approved by the THECB. This project is contained in the newly formed Center for Employability Outcomes.

BACKGROUND CHECKS

Criminal history record information is checked for employment applicants under final consideration, following normal screening and selection processes, for security sensitive positions. Security sensitive positions are restricted to those positions described in Texas Education Code § 51.215(c) and Texas Government Code § 411.094(a)(2). Security sensitive positions include those in which employees handle currency, have access to financial records, legal records, medical records, personnel records and student academic records, have access to a master key, or work in an area of the College which has been designated as a security sensitive area.

All advertisements and notices released for security sensitive positions include the statement: "Security Sensitive Position." Upon selection of the best qualified candidate for the position, the candidate may be offered continued employment by the College contingent upon the evaluation of the criminal history record check. If the check produces a criminal record on the candidate, the Human and Organization Development Executive or his/her designee evaluate the record and work with the department head to determine if the employee should be recommended or not recommended for employment. All criminal history information on applicants is privileged and confidential and is not released or otherwise disclosed to any person or agency other than those persons involved in the hiring process with a legitimate need to know this information, except on court order.

(6)



TEXAS STATE TECHNICAL COLLEGE SYSTEM
SYSTEM ADMINISTRATION STRUCTURE

719 Texas State Technical College System Administration

Goal / Objective / STRATEGY	Exp 2013	Est 2014	Bud 2015	Req 2016	Req 2017
<u>1</u> Provide Instructional and Operations Support					
<u>1</u> Provide Instructional and Operations Support					
2 FORECASTING & CURRICULUM DVLPMENT	178,175	178,175	178,175	178,175	178,175
3 STAFF GROUP INSURANCE PREMIUMS	73,578	97,300	97,950	104,807	112,143
4 WORKERS' COMPENSATION INSURANCE	2,322	10,875	10,775	15,675	15,675
5 SYSTEM OFFICE OPERATIONS	2,556,894	4,253,241	4,520,625	2,346,545	2,346,545
6 TECHNICAL TRAINING PARTNERSHIP	296,133	296,133	296,133	296,133	296,133
TOTAL, GOAL 1	<u>\$3,107,102</u>	<u>\$4,835,724</u>	<u>\$5,103,658</u>	<u>\$2,941,335</u>	<u>\$2,948,671</u>
<u>3</u> Provide Special Item Support					
<u>1</u> Instructional Support Special Item Support					
1 N TX AND E WILLIAMSON COUNTY CTRS	0	0	0	3,450,000	3,450,000
<u>5</u> Exceptional Item Request					
1 EXCEPTIONAL ITEM REQUEST	0	0	0	0	0

(8)

2.A. Summary of Base Request by Strategy

10/23/2014 10:59:33AM

84th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

719 Texas State Technical College System Administration

Goal / Objective / STRATEGY	Exp 2013	Est 2014	Bud 2015	Req 2016	Req 2017
TOTAL, GOAL 3	\$0	\$0	\$0	\$3,450,000	\$3,450,000
TOTAL, AGENCY STRATEGY REQUEST	\$3,107,102	\$4,835,724	\$5,103,658	\$6,391,335	\$6,398,671
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*				\$0	\$0
GRAND TOTAL, AGENCY REQUEST	\$3,107,102	\$4,835,724	\$5,103,658	\$6,391,335	\$6,398,671
<u>METHOD OF FINANCING:</u>					
General Revenue Funds:					
1 General Revenue Fund	3,054,851	4,500,302	4,774,858	5,751,722	5,751,722
SUBTOTAL	\$3,054,851	\$4,500,302	\$4,774,858	\$5,751,722	\$5,751,722
General Revenue Dedicated Funds:					
770 Est Oth Educ & Gen Inco	52,251	335,422	328,800	639,613	646,949
SUBTOTAL	\$52,251	\$335,422	\$328,800	\$639,613	\$646,949
TOTAL, METHOD OF FINANCING	\$3,107,102	\$4,835,724	\$5,103,658	\$6,391,335	\$6,398,671

*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)

10/23/2014 10:59:34AM

(9)

Agency code.	719	Agency name.	Texas State Technical College System Administration				
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)	\$2,301,722	\$0	\$0	\$0	\$0	
	Regular Appropriations from MOF Table (2014-15 GAA)	\$0	\$2,301,722	\$2,301,722	\$0	\$0	
	Regular Appropriations Table (2014-15 GAA)	\$0	\$6,900,000	\$0	\$0	\$0	
	Regular Appropriations from MOF Table (2016-17 GAA)	\$0	\$0	\$0	\$5,751,722	\$5,751,722	
<i>TRANSFERS</i>							
	Transfer from Waco-support human resource functions	\$191,307	\$195,610	\$118,751	\$0	\$0	
	Transfer from Harlingen-support human resource functions	\$109,007	\$108,486	\$97,517	\$0	\$0	

(10)

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)

10/23/2014 10:59:34AM

Agency code: 719

Agency name: Texas State Technical College System Administration

METHOD OF FINANCING	Exp 2013	Est 2014	Bud 2015	Req 2016	Req 2017
<u>GENERAL REVENUE</u>					
Transfer from West Texas-support human resource functions	\$48,286	\$31,177	\$0	\$0	\$0
Transfer from Harlingen-reallocation of Admin & Instruction	\$404,529	\$0	\$0	\$0	\$0
Transfer from Harlingen-support Consolidated IT Operations	\$0	\$643,257	\$781,627	\$0	\$0
Transfer from Waco-support Consolidated IT Operations	\$0	\$857,925	\$788,341	\$0	\$0
Transfer from Marshall-support Consolidated IT Operations	\$0	\$184,621	\$243,585	\$0	\$0
Transfer from West Texas-support Consolidated IT Operations	\$0	\$177,504	\$276,142	\$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)

10/23/2014 10:59:34AM
 (11)

Agency code: 719

Agency name: Texas State Technical College System Administration

METHOD OF FINANCING	Exp 2013	Est 2014	Bud 2015	Req 2016	Req 2017
<u>GENERAL REVENUE</u>					
Transfer from Waco-support Advancement	\$0	\$0	\$127,173	\$0	\$0
Transfer from Marshall-support Advancement	\$0	\$0	\$15,971	\$0	\$0
Transfer from Harlingen-support Advancement	\$0	\$0	\$24,029	\$0	\$0
Transfer to Waco-E. Williamson County	\$0	\$(1,200,000)	\$(1,200,000)	\$0	\$0
Transfer to Marshall-North Texas Ext Ctrs	\$0	\$(2,250,000)	\$(2,250,000)	\$0	\$0
<i>UNEXPENDED BALANCES AUTHORITY</i>					
Art IX, Sec 18.30, Cont. for HB3640 and UB	\$0	\$(3,450,000)	\$3,450,000	\$0	\$0
Comments: North Texas & East Williamson County Ext Centers					

(12)

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)

10/23/2014 10:59:34AM

Agency code:	719	Agency name:	Texas State Technical College System Administration			
METHOD OF FINANCING		Exp 2013	Est 2014	Bud 2015	Req 2016	Req 2017
<u>GENERAL REVENUE</u>						
TOTAL,	General Revenue Fund	\$3,054,851	\$4,500,302	\$4,774,858	\$5,751,722	\$5,751,722
TOTAL, ALL	GENERAL REVENUE	\$3,054,851	\$4,500,302	\$4,774,858	\$5,751,722	\$5,751,722

GENERAL REVENUE FUND - DEDICATED

770 GR Dedicated - Estimated Other Educational and General Income Account No. 770

REGULAR APPROPRIATIONS

Regular Appropriations from MOF Table (2012-13 GAA)

\$374,365 \$0 \$0 \$0 \$0

Regular Appropriations from MOF Table (2014-15 GAA)

\$0 \$40,805 \$41,533 \$0 \$0

Revised Receipts

\$(280,754) \$57,484 \$50,982 \$0 \$0

Adjustment to Expended

\$(41,360) \$237,133 \$236,285 \$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)

10/23/2014 10:59:34AM
 (13)

Agency code: 719		Agency name: Texas State Technical College System Administration				
METHOD OF FINANCING		Exp 2013	Est 2014	Bud 2015	Req 2016	Req 2017
<u>GENERAL REVENUE FUND - DEDICATED</u>						
	Regular Appropriations from MOF Table (2016-17 GAA)	\$0	\$0	\$0	\$639,613	\$646,949
TOTAL,	GR Dedicated - Estimated Other Educational and General Income Account No. 770	\$52,251	\$335,422	\$328,800	\$639,613	\$646,949
TOTAL GENERAL REVENUE FUND - DEDICATED - 704, 708 & 770						
		\$52,251	\$335,422	\$328,800	\$639,613	\$646,949
TOTAL, ALL	GENERAL REVENUE FUND - DEDICATED	\$52,251	\$335,422	\$328,800	\$639,613	\$646,949
TOTAL,	GR & GR-DEDICATED FUNDS	\$3,107,102	\$4,835,724	\$5,103,658	\$6,391,335	\$6,398,671
GRAND TOTAL		\$3,107,102	\$4,835,724	\$5,103,658	\$6,391,335	\$6,398,671

(14)

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)

10/23/2014 10:59:34AM

Agency code: 719	Agency name: Texas State Technical College System Administration				
METHOD OF FINANCING	Exp 2013	Est 2014	Bud 2015	Req 2016	Req 2017
FULL-TIME-EQUIVALENT POSITIONS					
REGULAR APPROPRIATIONS					
Regular Appropriations from MOF Table (2012-13 GAA)	51.9	0.0	0.0	0.0	0.0
Regular Appropriations from MOF Table (2014-15 GAA)	0.0	44.1	44.1	0.0	0.0
Regular Appropriations from MOF Table (2016-2017 GAA)	0.0	0.0	0.0	91.0	91.0
UNAUTHORIZED NUMBER OVER (BELOW) CAP					
Unauthorized Number over (below) Cap	(12.1)	(4.8)	(3.4)	0.0	0.0
TOTAL, ADJUSTED FTES	39.8	39.3	40.7	91.0	91.0
 NUMBER OF 100% FEDERALLY FUNDED FTES					

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

10/23/2014 10:59:34AM

(15)

719 Texas State Technical College System Administration

OBJECT OF EXPENSE	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
1001 SALARIES AND WAGES	\$2,455,413	\$2,395,486	\$2,555,784	\$3,132,346	\$3,132,346
1002 OTHER PERSONNEL COSTS	\$82,187	\$63,727	\$51,531	\$33,071	\$33,311
1005 FACULTY SALARIES	\$162,652	\$148,133	\$171,156	\$1,827,226	\$1,827,226
2001 PROFESSIONAL FEES AND SERVICES	\$47,834	\$30,500	\$25,000	\$26,200	\$26,200
2002 FUELS AND LUBRICANTS	\$0	\$0	\$0	\$1,200	\$1,200
2003 CONSUMABLE SUPPLIES	\$24,808	\$2,772	\$3,000	\$23,080	\$23,130
2004 UTILITIES	\$45,919	\$328,500	\$343,000	\$9,400	\$9,400
2005 TRAVEL	\$16,871	\$6,303	\$9,750	\$10,000	\$9,710
2006 RENT - BUILDING	\$14	\$0	\$0	\$644,400	\$644,400
2007 RENT - MACHINE AND OTHER	\$72	\$0	\$0	\$10,600	\$10,600
2008 DEBT SERVICE	\$0	\$0	\$0	\$264,399	\$264,399
2009 OTHER OPERATING EXPENSE	\$271,332	\$1,860,303	\$1,944,437	\$319,413	\$326,749
5000 CAPITAL EXPENDITURES	\$0	\$0	\$0	\$90,000	\$90,000
OOE Total (Excluding Riders)	\$3,107,102	\$4,835,724	\$5,103,658	\$6,391,335	\$6,398,671
OOE Total (Riders)					
Grand Total	\$3,107,102	\$4,835,724	\$5,103,658	\$6,391,335	\$6,398,671

(16)

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

DATE: 10/23/2014
 TIME : 10:59:34AM

Agency code: 719

Agency name: Texas State Technical College System Administration

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	Transitional Funding N TX & EWCHEC	\$2,250,000	\$2,250,000	24.0	\$2,250,000	\$2,250,000	28.0	\$4,500,000	\$4,500,000	
2	Transitional Funding Fort Bend & Ab	\$2,723,225	\$2,723,225	17.0	\$8,676,775	\$8,676,775	62.0	\$11,400,000	\$11,400,000	
3	Forecasting & Curriculum Development	\$785,150	\$785,150	2.5	\$785,150	\$785,150	2.5	\$1,570,300	\$1,570,300	
Total, Exceptional Items Request		\$5,758,375	\$5,758,375	43.5	\$11,711,925	\$11,711,925	92.5	\$17,470,300	\$17,470,300	
Method of Financing										
	General Revenue	\$5,758,375	\$5,758,375		\$11,711,925	\$11,711,925		\$17,470,300	\$17,470,300	
	General Revenue - Dedicated									
	Federal Funds									
	Other Funds									
		\$5,758,375	\$5,758,375		\$11,711,925	\$11,711,925		\$17,470,300	\$17,470,300	
Full Time Equivalent Positions				43.5				92.5		
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 : 10/23/2014
 TIME : 10:59:35AM (17)

Agency code: 719 Agency name: Texas State Technical College System Administration

Goal/Objective/STRATEGY	Base 2016	Base 2017	Exceptional 2016	Exceptional 2017	Total Request 2016	Total Request 2017
1 Provide Instructional and Operations Support						
1 <i>Provide Instructional and Operations Support</i>						
2 FORECASTING & CURRICULUM DVLPMENT	\$178,175	\$178,175	\$785,150	\$785,150	\$963,325	\$963,325
3 STAFF GROUP INSURANCE PREMIUMS	104,807	112,143	0	0	104,807	112,143
4 WORKERS' COMPENSATION INSURANCE	15,675	15,675	0	0	15,675	15,675
5 SYSTEM OFFICE OPERATIONS	2,346,545	2,346,545	0	0	2,346,545	2,346,545
6 TECHNICAL TRAINING PARTNERSHIP	296,133	296,133	0	0	296,133	296,133
TOTAL, GOAL 1	\$2,941,335	\$2,948,671	\$785,150	\$785,150	\$3,726,485	\$3,733,821
3 Provide Special Item Support						
1 <i>Instructional Support Special Item Support</i>						
1 N TX AND E WILLIAMSON COUNTY CTRS	3,450,000	3,450,000	2,250,000	2,250,000	5,700,000	5,700,000
5 <i>Exceptional Item Request</i>						
1 EXCEPTIONAL ITEM REQUEST	0	0	2,723,225	8,676,775	2,723,225	8,676,775
TOTAL, GOAL 3	\$3,450,000	\$3,450,000	\$4,973,225	\$10,926,775	\$8,423,225	\$14,376,775
TOTAL, AGENCY STRATEGY REQUEST	\$6,391,335	\$6,398,671	\$5,758,375	\$11,711,925	\$12,149,710	\$18,110,596
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	\$6,391,335	\$6,398,671	\$5,758,375	\$11,711,925	\$12,149,710	\$18,110,596

(18)

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

DATE : 10/23/2014
TIME : 10:59:35AM

Agency code: 719	Agency name: Texas State Technical College System Administration					
Goal/Objective/STRATEGY	Base 2016	Base 2017	Exceptional 2016	Exceptional 2017	Total Request 2016	Total Request 2017
General Revenue Funds:						
I General Revenue Fund	\$5,751,722	\$5,751,722	\$5,758,375	\$11,711,925	\$11,510,097	\$17,463,647
	\$5,751,722	\$5,751,722	\$5,758,375	\$11,711,925	\$11,510,097	\$17,463,647
General Revenue Dedicated Funds:						
770 Est Oth Educ & Gen Inco	639,613	646,949	0	0	639,613	646,949
	\$639,613	\$646,949	\$0	\$0	\$639,613	\$646,949
TOTAL, METHOD OF FINANCING	\$6,391,335	\$6,398,671	\$5,758,375	\$11,711,925	\$12,149,710	\$18,110,596
FULL TIME EQUIVALENT POSITIONS	91.0	91.0	43.5	92.5	134.5	183.5

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

10/23/2014 10:59:35AM

(19)

719 Texas State Technical College System Administration

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Provide Instructional and Operations Support
 STRATEGY: 2 Forecasting and Curriculum Development

Statewide Goal/Benchmark: 2 5
 Service Categories:
 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	\$128,525	\$131,844	\$112,080	\$115,442	\$115,442
1002	OTHER PERSONNEL COSTS	\$1,520	\$1,991	\$1,680	\$1,680	\$1,920
2001	PROFESSIONAL FEES AND SERVICES	\$0	\$27,500	\$25,000	\$25,000	\$25,000
2003	CONSUMABLE SUPPLIES	\$0	\$637	\$700	\$750	\$800
2005	TRAVEL	\$11,500	\$6,303	\$9,750	\$10,000	\$9,710
2006	RENT - BUILDING	\$14	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$36,616	\$9,900	\$28,965	\$25,303	\$25,303
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$178,175	\$178,175	\$178,175	\$178,175	\$178,175
Method of Financing:						
1	General Revenue Fund	\$178,175	\$178,175	\$178,175	\$178,175	\$178,175
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$178,175	\$178,175	\$178,175	\$178,175	\$178,175

719 Texas State Technical College System Administration

GOAL: 1 Provide Instructional and Operations Support
OBJECTIVE: 1 Provide Instructional and Operations Support
STRATEGY: 2 Forecasting and Curriculum Development

Statewide Goal/Benchmark: 2 5
Service Categories:
Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017			
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$178,175	\$178,175			
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)					\$178,175	\$178,175			
FULL TIME EQUIVALENT POSITIONS:					1.3	1.2	1.0	1.0	1.0
STRATEGY DESCRIPTION AND JUSTIFICATION:									

719 Texas State Technical College System Administration

GOAL:	1	Provide Instructional and Operations Support	Statewide Goal/Benchmark:	2	5
OBJECTIVE:	1	Provide Instructional and Operations Support	Service Categories:		
STRATEGY:	2	Forecasting and Curriculum Development	Service:	19	Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
------	-------------	----------	----------	----------	---------	---------

TSTC System Administration requests additional operating funds of \$1.57 million to fully establish the new Center for Employability Outcomes. This work extends the Forecasting and Curriculum Development mandate for TSTC to forecast technical training and education needed to maintain and improve the state's economic and technological competitiveness.

In support of this mandate, TSTC created the Center for Employability Outcomes (C4EO) to improve the employability of students by aligning curriculum with industry need. As a result, more students will graduate with necessary skills and more employers will be able to find and hire the right talent to remain competitive. The Center provides students, colleges and businesses with job-driven tools to scientifically optimize alignment of curricula to labor market needs.

The Center's work is closely coordinated with the Texas Workforce Commission, Texas Higher Education Coordinating Board, and Texas Education Agency through complementary strategies. The Center is now implementing the use of detailed work activities to align curriculum within three areas: technical competencies (hard skills), workplace competencies (soft skills), and labor market needs. By increasing student placement and earnings outcomes, the Center's work will lead to improved economic returns for students, industry, Texas and its taxpayers.

TSTC has partnered with more than twenty (20) Texas community colleges and aligned 900 courses. The Center will expand outreach to an additional fifteen (15) colleges in FY2015 with support from the THECB.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

The demand for skilled labor is growing due to rising incumbent worker retirements (baby boomers), global competition in the labor market, and technology advances across industry sectors. Aligning technical education curriculum with the needs of the labor market will increase student employability and result in higher economic returns to the private and public sector, and bridge the competency needs of industry. The Center's work has relied on temporary grant funding to develop and mature methodologies and is now ready to formalize its structure for expanded service delivery across Texas colleges. This request is a continuation of an existing initiative funded under the Forecasting and Curriculum Development Strategy.

719 Texas State Technical College System Administration

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

Statewide Goal/Benchmark: 2 5
Service Categories:
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	\$73,578	\$97,300	\$97,950	\$104,807	\$112,143
TOTAL, OBJECT OF EXPENSE		\$73,578	\$97,300	\$97,950	\$104,807	\$112,143
Method of Financing:						
1	General Revenue Fund	\$21,376	\$23,700	\$24,500	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$21,376	\$23,700	\$24,500	\$0	\$0
Method of Financing:						
770	Est Oth Educ & Gen Inco	\$52,202	\$73,600	\$73,450	\$104,807	\$112,143
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$52,202	\$73,600	\$73,450	\$104,807	\$112,143
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$104,807	\$112,143
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$73,578	\$97,300	\$97,950	\$104,807	\$112,143
FULL TIME EQUIVALENT POSITIONS:						

719 Texas State Technical College System Administration

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

Statewide Goal/Benchmark: 2 5
 Service Categories:
 Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
------	-------------	----------	----------	----------	---------	---------

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:

Strategy is impacted by the number of employees working 30 hours or more and the premium rates. Strategy based upon percentage of estimated other E & G income to total appropriation. There is a general revenue shortfall for group insurance; therefore, other strategies must supplement group insurance expenditures.

719 Texas State Technical College System Administration

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

Statewide Goal/Benchmark: 2 5
Service Categories:
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	\$2,322	\$10,875	\$10,775	\$15,675	\$15,675
TOTAL, OBJECT OF EXPENSE		\$2,322	\$10,875	\$10,775	\$15,675	\$15,675
Method of Financing:						
1	General Revenue Fund	\$2,273	\$10,832	\$10,775	\$15,675	\$15,675
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$2,273	\$10,832	\$10,775	\$15,675	\$15,675
Method of Financing:						
770	Est Oth Educ & Gen Inco	\$49	\$43	\$0	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$49	\$43	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$15,675	\$15,675
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,322	\$10,875	\$10,775	\$15,675	\$15,675
FULL TIME EQUIVALENT POSITIONS:						

719 Texas State Technical College System Administration

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

Statewide Goal/Benchmark: 2 5
Service Categories:
Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
------	-------------	----------	----------	----------	---------	---------

STRATEGY DESCRIPTION AND JUSTIFICATION:

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

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Changes in worker's compensation are related to payroll costs, number of employees, and workers' compensation claims.

719 Texas State Technical College System Administration

GOAL: 1 Provide Instructional and Operations Support
OBJECTIVE: 1 Provide Instructional and Operations Support
STRATEGY: 5 System Office Operations

Statewide Goal/Benchmark: 2 5
Service Categories:
Service: 02 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	\$2,238,748	\$2,263,642	\$2,393,220	\$2,322,574	\$2,322,574
1002	OTHER PERSONNEL COSTS	\$74,707	\$61,736	\$49,851	\$23,971	\$23,971
2001	PROFESSIONAL FEES AND SERVICES	\$47,834	\$3,000	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$21,335	\$0	\$0	\$0	\$0
2004	UTILITIES	\$44,030	\$326,100	\$340,500	\$0	\$0
2005	TRAVEL	\$5,371	\$0	\$0	\$0	\$0
2007	RENT - MACHINE AND OTHER	\$72	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$124,797	\$1,598,763	\$1,737,054	\$0	\$0
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$2,556,894	\$4,253,241	\$4,520,625	\$2,346,545	\$2,346,545
Method of Financing:						
1	General Revenue Fund	\$2,556,894	\$3,991,462	\$4,265,275	\$1,811,739	\$1,811,739
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$2,556,894	\$3,991,462	\$4,265,275	\$1,811,739	\$1,811,739
Method of Financing:						
770	Est Oth Educ & Gen Inco	\$0	\$261,779	\$255,350	\$534,806	\$534,806

719 Texas State Technical College System Administration

GOAL:	1	Provide Instructional and Operations Support	Statewide Goal/Benchmark:	2	5
OBJECTIVE:	1	Provide Instructional and Operations Support	Service Categories:		
STRATEGY:	5	System Office Operations	Service: 02	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$0	\$261,779	\$255,350	\$534,806	\$534,806
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$2,346,545	\$2,346,545
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,556,894	\$4,253,241	\$4,520,625	\$2,346,545	\$2,346,545
FULL TIME EQUIVALENT POSITIONS:		32.5	35.1	35.7	35.7	35.7

STRATEGY DESCRIPTION AND JUSTIFICATION:

To coordinate the activities of a multi-campus, statewide system while fulfilling the mandated responsibilities of a state agency. Provide instructional support services including overall leadership and direction for the college, Board support, policy development, financial and administrative services, internal audit, strategic planning coordination, legal services, human resource services, education services planning, organizational development, public information, resource development, and records management. Manage initiatives that are systemwide in scope, require cross-college coordination, and/or benefit from economies of scale.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

The Governor's Office, Legislature, Texas Comptroller, State Treasurer, Legislative Budget Board, Attorney General and the Higher Education Coordinating Board each have an impact on the responsibilities of the agency.

719 Texas State Technical College System Administration

GOAL:	1	Provide Instructional and Operations Support	Statewide Goal/Benchmark:	2	5
OBJECTIVE:	1	Provide Instructional and Operations Support	Service Categories:		
STRATEGY:	6	Technical Training Partnerships with Community Colleges	Service:	19	Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
Output Measures:						
1	Fall Term Partnership Headcount Enrollment	72.00	130.00	145.00	175.00	200.00
Objects of Expense:						
1001	SALARIES AND WAGES	\$88,140	\$0	\$50,484	\$52,000	\$52,000
1002	OTHER PERSONNEL COSTS	\$5,960	\$0	\$0	\$0	\$0
1005	FACULTY SALARIES	\$162,652	\$148,133	\$171,156	\$171,636	\$171,636
2001	PROFESSIONAL FEES AND SERVICES	\$0	\$0	\$0	\$0	\$0
2002	FUELS AND LUBRICANTS	\$0	\$0	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$3,473	\$2,135	\$2,300	\$2,400	\$2,400
2004	UTILITIES	\$1,889	\$2,400	\$2,500	\$2,600	\$2,600
2006	RENT - BUILDING	\$0	\$0	\$0	\$0	\$0
2007	RENT - MACHINE AND OTHER	\$0	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$34,019	\$143,465	\$69,693	\$67,497	\$67,497
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$296,133	\$296,133	\$296,133	\$296,133	\$296,133
Method of Financing:						
1	General Revenue Fund	\$296,133	\$296,133	\$296,133	\$296,133	\$296,133

719 Texas State Technical College System Administration

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Provide Instructional and Operations Support
 STRATEGY: 6 Technical Training Partnerships with Community Colleges

Statewide Goal/Benchmark: 2 5
 Service Categories:
 Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$296,133	\$296,133	\$296,133	\$296,133	\$296,133
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$296,133	\$296,133
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$296,133	\$296,133	\$296,133	\$296,133	\$296,133
FULL TIME EQUIVALENT POSITIONS:		6.0	3.0	4.0	4.0	4.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

To fund partnerships between TSTC and community colleges to increase access to technical education programs along the Border and in other high demand areas of the state. Partnerships provide efficient, effective, and expedient means of providing high demand technical education across Texas while avoiding unnecessary duplication of expensive infrastructure requirements.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Demand for technical training provided by TSTC for the community college partnerships
 Level of available funding

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

719 Texas State Technical College System Administration

GOAL: 3 Provide Special Item Support
OBJECTIVE: 1 Instructional Support Special Item Support
STRATEGY: 1 North Texas and East Williamson County Centers

Statewide Goal/Benchmark: 1 0
Service Categories:
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	\$642,330	\$642,330
1002	OTHER PERSONNEL COSTS	\$0	\$0	\$0	\$7,420	\$7,420
1005	FACULTY SALARIES	\$0	\$0	\$0	\$1,655,590	\$1,655,590
2001	PROFESSIONAL FEES AND SERVICES	\$0	\$0	\$0	\$1,200	\$1,200
2002	FUELS AND LUBRICANTS	\$0	\$0	\$0	\$1,200	\$1,200
2003	CONSUMABLE SUPPLIES	\$0	\$0	\$0	\$19,930	\$19,930
2004	UTILITIES	\$0	\$0	\$0	\$6,800	\$6,800
2006	RENT - BUILDING	\$0	\$0	\$0	\$644,400	\$644,400
2007	RENT - MACHINE AND OTHER	\$0	\$0	\$0	\$10,600	\$10,600
2008	DEBT SERVICE	\$0	\$0	\$0	\$264,399	\$264,399
2009	OTHER OPERATING EXPENSE	\$0	\$0	\$0	\$106,131	\$106,131
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$90,000	\$90,000
TOTAL, OBJECT OF EXPENSE		\$0	\$0	\$0	\$3,450,000	\$3,450,000
Method of Financing:						
1	General Revenue Fund	\$0	\$0	\$0	\$3,450,000	\$3,450,000
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$0	\$0	\$0	\$3,450,000	\$3,450,000

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

10/23/2014 10:59:35AM

(31)

719 Texas State Technical College System Administration

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	1	0
OBJECTIVE:	1	Instructional Support Special Item Support	Service Categories:		
STRATEGY:	1	North Texas and East Williamson County Centers	Service: 19	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$3,450,000	\$3,450,000
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$0	\$0	\$0	\$3,450,000	\$3,450,000
FULL TIME EQUIVALENT POSITIONS:		0.0	0.0	0.0	50.3	50.3

STRATEGY DESCRIPTION AND JUSTIFICATION:

Transition Funding Authorized by Article IX, Section 18.30 of HB 3640 of the 83rd Legislature, TSTC System Administration:

The "returned value" funding model, implemented by the 83rd Legislature, does not provide funding for start-up operations because of the inherent lag between the operation ramp-up, teaching event and the actual funding. In fulfilling the intent of Article IX, Section 18.30 of HB 3640 of the 83rd Legislature, TSTC System Administration requests \$11,400,000 to continue funding personnel, capital equipment financing, and operating costs for the North Texas Extension Center of TSTC Marshall and the East Williamson County Higher Education Center at Hutto of TSTC Waco until the results of operations enter TSTC's funding formula.

TSTC North Texas Center. Funding of \$9,000,000 is requested for the 2nd and 3rd years of operation at the state-of-the-art technical education facility built in partnership, and adjacent to, Red Oak ISD to address the growing workforce-development needs in Ellis County and the greater Dallas/Fort Worth metropolitan area.

East Williamson County Higher Education Center. The funding request is level with the \$2,400,000 level of funding in the current biennium. This funding would continue funding start-up personnel, equipment financing, and operating costs for the third and fourth years of operation. This center was created in partnership with Temple College with outside funding from the Hutto community.

719 Texas State Technical College System Administration

GOAL:	3	Provide Special Item Support	Statewide Goal/Benchmark:	1	0
OBJECTIVE:	1	Instructional Support Special Item Support	Service Categories:		
STRATEGY:	1	North Texas and East Williamson County Centers	Service:	19	Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
------	-------------	----------	----------	----------	---------	---------

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

For both locations, the communities initially provided matching funds in the form of in-kind real property donations. In addition, the Hutto community contributes a substantial portion of the facility's debt service for the technical education facility. To realize the full capacity of this outside funding, operating funds are essential due to the nature of the TSTC outcomes-based funding formula. Because of the inherent 8-10 year lag until the results of operations contribute to TSTC's funding formula, transition funding to this point is vital to the success new operations.

The North Texas Extension Center would deploy the appropriated funds towards strengthening faculty and high equipment and operating costs associated with the industrial-related instructional programs. The funding for the Center in Hutto also continues to fund equipment debt service related to facility start-up and continues funding for operating expenses of salaries and wages, instructional supplies and materials.

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

10/23/2014 10:59:35AM

(33)

719 Texas State Technical College System Administration

GOAL: 3 Provide Special Item Support
 OBJECTIVE: 5 Exceptional Item Request
 STRATEGY: 1 Exceptional Item Request

Statewide Goal/Benchmark: 2 5
 Service Categories:
 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	\$0	\$0
1005	FACULTY SALARIES	\$0	\$0	\$0	\$0	\$0
2008	DEBT SERVICE	\$0	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$0	\$0	\$0	\$0	\$0
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$0	\$0	\$0	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$0	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$0	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$0	\$0	\$0	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:		0.0	0.0	0.0	0.0	0.0

719 Texas State Technical College System Administration

GOAL: 3 Provide Special Item Support
OBJECTIVE: 5 Exceptional Item Request
STRATEGY: 1 Exceptional Item Request

Statewide Goal/Benchmark: 2 5
Service Categories:
Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
------	-------------	----------	----------	----------	---------	---------

STRATEGY DESCRIPTION AND JUSTIFICATION:

Local foundations and governing bodies have collaborated and committed outside funding to allow for a significant expansion of TSTC offerings in both the Fort Bend county region and Abilene. The "returned value" funding model, implemented by the 83rd Legislature, does not provide funding for start-up operations because of the inherent lag between the operation ramp-up, teaching event and the actual funding. To respond to the increasing demand for technical education in these regions, the TSTC System Administration requests \$11.4 million to help fund start-up costs for personnel and operating expenditures related to expansion of TSTC operations in these two locations.

Fort Bend Technical Center in Fort Bend County. Funding of \$9,000,000 is requested for the first years of operational costs within a new technical education facility, Building One, to be constructed with outside funding (approximately \$20,000,000) that has been pledged by community partners in the Fort Bend county area. To augment the community-backed Building One, TSTC has requested TRB authorization to construct an additional building, Building Two, to address the full technical education need in the area.

Abilene Industrial Technology Center. TSTC West Texas requests \$2,400,000 in transition funding for a technical education building in Abilene in response to the increased workforce development need in the West Texas region associated with the related oil boom from the exploration and development of the Cline Shale. The funding request is only related to new and expanded capacities.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

719 Texas State Technical College System Administration

GOAL: 3 Provide Special Item Support
 OBJECTIVE: 5 Exceptional Item Request
 STRATEGY: 1 Exceptional Item Request

Statewide Goal/Benchmark: 2 5
 Service Categories:
 Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2013	Est 2014	Bud 2015	BL 2016	BL 2017
------	-------------	----------	----------	----------	---------	---------

For both expansions, the communities have committed significant matching funds in the form of donations of real property or cash to fund the construction of industrial technical education facilities. To realize the full capacity of this outside funding, operating funds are essential due to the nature of the TSTC outcomes-based funding formula. Because of the inherent 8-10 year lag until the results of operations contribute to TSTC's funding formula, transition funding to this point is vital to the success new operations.

The technical programs needed in the center expansion at Fort Bend County and Abilene require a considerable investment in equipment to maximize the student learning experience. Therefore, funding requests account for the significant outlays necessary for the high costs of equipment and operations required for the related industrial training. Both expansions will meet a need, which has intensified from the extraordinary growth in the oil and gas sector. These initiatives are both driven by an outcry from the local communities and their industry partners. These kind of facilities will service school districts, industry, and traditional and non-traditional students.

(36)

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

10/23/2014 10:59:35AM

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	\$3,107,102	\$4,835,724	\$5,103,658	\$6,391,335	\$6,398,671
METHODS OF FINANCE (INCLUDING RIDERS):				\$6,391,335	\$6,398,671
METHODS OF FINANCE (EXCLUDING RIDERS):	\$3,107,102	\$4,835,724	\$5,103,658	\$6,391,335	\$6,398,671
FULL TIME EQUIVALENT POSITIONS:	39.8	39.3	40.7	91.0	91.0

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

DATE: 10/23/2014
 TIME: 10:59:36AM

(37)

Agency code: 719

Agency name:

Texas State Technical College System Administration

CODE	DESCRIPTION		Excp 2016	Excp 2017
	Item Name:	Transitional Funding TSTC North TX & EWCHEC Center		
	Item Priority:	1		
	Includes Funding for the Following Strategy or Strategies:	01-01-01	Maintenance of Service Level	
		03-01-01	North Texas and East Williamson County Centers	
OBJECTS OF EXPENSE:				
1001	SALARIES AND WAGES		180,160	225,515
1005	FACULTY SALARIES		1,017,529	1,193,029
2008	DEBT SERVICE		222,738	222,738
2009	OTHER OPERATING EXPENSE		308,573	347,918
5000	CAPITAL EXPENDITURES		521,000	260,800
	TOTAL, OBJECT OF EXPENSE		\$2,250,000	\$2,250,000
METHOD OF FINANCING:				
	1	General Revenue Fund	2,250,000	2,250,000
	TOTAL, METHOD OF FINANCING		\$2,250,000	\$2,250,000
	FULL-TIME EQUIVALENT POSITIONS (FTE):		24.00	28.00

DESCRIPTION / JUSTIFICATION:

Transition Funding Authorized by Article IX, Section 18.30 of HB 3640 of the 83rd Legislature, TSTC System Administration:

The "returned value" funding model, implemented by the 83rd Legislature, does not provide funding for start-up operations because of the inherent lag between the operation ramp-up, teaching event and the actual funding. In fulfilling the intent of Article IX, Section 18.30 of HB 3640 of the 83rd Legislature, TSTC System Administration requests \$11,400,000 to continue funding personnel, capital equipment financing, and operating costs for the North Texas Extension Center of TSTC Marshall and the East Williamson County Higher Education Center at Hutto of TSTC Waco until the results of operations enter TSTC's funding formula.

TSTC North Texas Center. Funding of \$9,000,000 is requested for the 2nd and 3rd years of operation at the state-of-the-art technical education facility built in partnership, and adjacent to, Red Oak ISD to address the growing workforce-development needs in Ellis County and the greater Dallas/Fort Worth metropolitan area. The campus is conveniently located to serve both high school and traditional college students. The requested funds would expand technical programs relevant to industry in the area. The request for TSTC North Texas is an increase from the prior biennium related to increased variable costs due to anticipated enrollment increases during those years.

East Williamson County Higher Education Center. The funding request is level with the \$2,400,000 level of funding in the current biennium. This funding would continue funding start-up personnel, equipment financing, and operating costs for the third and fourth years of operation. This center was created in partnership with Temple College with outside funding from the Hutto community.

EXTERNAL/INTERNAL FACTORS:

(38)

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

DATE: 10/23/2014
TIME: 10:59:36AM

Agency code: 719

Agency name:

Texas State Technical College System Administration

CODE DESCRIPTION

Excp 2016

Excp 2017

For both locations, the communities initially provided matching funds in the form of in-kind real property donations. In addition, the Hutto community contributes a substantial portion of the facility's debt service for the technical education facility. To realize the full capacity of this outside funding, operating funds are essential due to the nature of the TSTC outcomes-based funding formula. Because of the inherent 8-10 year lag until the results of operations contribute to TSTC's funding formula, transition funding to this point is vital to the success new operations.

The North Texas Extension Center would deploy the appropriated funds towards strengthening faculty and high equipment and operating costs associated with the industrial-related instructional programs. The funding for the Center in Hutto also continues to fund equipment debt service related to facility start-up and continues funding for operating expenses of salaries and wages, instructional supplies and materials. This funding would continue and expand operations authorized and funded in previous legislative sessions.

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

DATE: 10/23/2014
 TIME: 10:59:36AM

(39)

Agency code: 719

Agency name:

Texas State Technical College System Administration

CODE	DESCRIPTION	Exp 2016	Exp 2017
	Item Name: Transitional Funding Ft Bend & Abilene Industrial Tech Center		
	Item Priority: 2		
	Includes Funding for the Following Strategy or Strategies: 03-05-01 Exceptional Item Request		
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	391,000	844,000
1005	FACULTY SALARIES	585,000	2,907,500
2008	DEBT SERVICE	1,172,306	2,643,458
2009	OTHER OPERATING EXPENSE	475,000	1,781,817
5000	CAPITAL EXPENDITURES	99,919	500,000
TOTAL, OBJECT OF EXPENSE		\$2,723,225	\$8,676,775
METHOD OF FINANCING:			
1	General Revenue Fund	2,723,225	8,676,775
TOTAL, METHOD OF FINANCING		\$2,723,225	\$8,676,775
FULL-TIME EQUIVALENT POSITIONS (FTE):		17.00	62.00

DESCRIPTION / JUSTIFICATION:

Local foundations and governing bodies have collaborated and committed outside funding to allow for a significant expansion of TSTC offerings in both the Fort Bend county region and Abilene. The "returned value" funding model, implemented by the 83rd Legislature, does not provide funding for start-up operations because of the inherent lag between the operation ramp-up, teaching event and the actual funding. To respond to the increasing demand for technical education in these regions, the TSTC System Administration requests \$11.4 million to help fund start-up costs for personnel and operating expenditures related to expansion of TSTC operations in these two locations.

Fort Bend Technical Center in Fort Bend County. Funding of \$9,000,000 is requested for the first years of operational costs within a new, 103,000 square foot technical education facility, Building One, to be constructed with outside funding (approximately \$20,000,000) that has been pledged by community partners in the Fort Bend county area. To augment the community-backed Building One, TSTC has requested TRB authorization to construct an additional building, Building Two, to address the full technical education need in the area.

Abilene Industrial Technology Center. TSTC West Texas requests \$2,400,000 in transition funding for a technical education building in Abilene in response to the increased workforce development need in the West Texas region associated with the related oil boom from the exploration and development of the Cline Shale. The following programs have been identified in our metrics-based master plan as needed in this region: Diesel Mechanics, Welding Technology, Computer Aided Drafting, Automotive Technology, Computer Networking Systems, Allied Health, Automation-Electronics-Robotics, CDL Drivers in the oil industry, Computer Certifications and Life Sciences. The funding request is only related to new and expanded capacities.

EXTERNAL/INTERNAL FACTORS:

(40)

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

DATE: 10/23/2014
TIME: 10:59:36AM

Agency code: 719

Agency name:

Texas State Technical College System Administration

CODE DESCRIPTION

Excp 2016

Excp 2017

For both expansions, the communities have committed significant matching funds in the form of donations of real property or cash to fund the construction of industrial technical education facilities. To realize the full capacity of this outside funding, operating funds are essential due to the nature of the TSTC outcomes-based funding formula. Because of the inherent 8-10 year lag until the results of operations contribute to TSTC's funding formula, transition funding to this point is vital to the success new operations.

The technical programs needed in the center expansion at Fort Bend County and Abilene require a considerable investment in equipment to maximize the student learning experience. Therefore, funding requests account for the significant outlays necessary for the high costs of equipment and operations required for the related industrial training. Both expansions will meet a need, which has intensified from the extraordinary growth in the oil and gas sector. These initiatives are both driven by an outcry from the local communities and their industry partners. These kind of facilities will service school districts, industry, and traditional and non-traditional students.

This would be a continuation and significant expansion of existing programs based upon community-identified need validated through matching funds, and area workforce demand. The Fort Bend county location currently receives no direct state appropriations and is funded through TSTC Waco allocations.

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

DATE: 10/23/2014
 TIME: 10:59:36AM

(41)

Agency code: 719 Agency name: Texas State Technical College System Administration

CODE	DESCRIPTION	Excp 2016	Excp 2017
------	-------------	-----------	-----------

Item Name: Forecasting & Curriculum Development
 Item Priority: 3
 Includes Funding for the Following Strategy or Strategies: 01-01-02 Forecasting and Curriculum Development

OBJECTS OF EXPENSE:

1001	SALARIES AND WAGES	175,000	175,000
1002	OTHER PERSONNEL COSTS	2,400	2,400
2001	PROFESSIONAL FEES AND SERVICES	540,000	540,000
2009	OTHER OPERATING EXPENSE	33,250	33,250
5000	CAPITAL EXPENDITURES	34,500	34,500
TOTAL, OBJECT OF EXPENSE		\$785,150	\$785,150

METHOD OF FINANCING:

1	General Revenue Fund	785,150	785,150
TOTAL, METHOD OF FINANCING		\$785,150	\$785,150

FULL-TIME EQUIVALENT POSITIONS (FTE):	2.50	2.50
----------------------------------------------	------	------

DESCRIPTION / JUSTIFICATION:

TSTC System Administration is requesting additional operating funds in the amount of \$1.57 million to fully establish the new Center for Employability Outcomes. This work is an extension of the Forecasting and Curriculum Development mandate, which requires TSTC to forecast technical training and education needed to maintain and improve the state's economic and technological competitiveness.

In support of this mandate, TSTC has created the Center for Employability Outcomes (C4EO) to improve the employability of students by ensuring that what is taught in the classroom aligns with what is needed by industry. As a result, more students will graduate with necessary skills and more employers will be able to find and hire the right talent to remain competitive. The Center does this by providing students, colleges and businesses with job-driven tools to scientifically optimize alignment of curricula to labor market needs.

The Center's work is done in close coordination with the Texas Workforce Commission, Texas Higher Education Coordinating Board, and Texas Education Agency through complementary strategies. The Center is now working to operationalize the use of detailed work activities to align curriculum within three areas: technical competencies (hard skills), workplace competencies (soft skills), and labor market needs. By increasing student placement and earnings outcomes, the Center's work will lead to improved economic returns for students, industry, Texas and its taxpayers.

TSTC has currently partnered with more than twenty (20) Texas community colleges and aligned 900 courses. The Center will expand outreach to an additional fifteen (15) colleges in FY2015 with support from the THECB.

EXTERNAL/INTERNAL FACTORS:

(42)

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

DATE: 10/23/2014
TIME: 10:59:36AM

Agency code: 719

Agency name:

Texas State Technical College System Administration

CODE	DESCRIPTION	Excp 2016	Excp 2017
	The demand for skilled labor is growing due to rising incumbent worker retirements (baby boomers), global competition in the labor market, and technology advances across industry sectors. Aligning technical education curriculum with the needs of the labor market will increase student employability and result in higher economic returns to the private and public sector, and bridge the competency needs of industry. The Center's work has relied on temporary grant funding to develop and mature methodologies and is now ready to formalize its structure for expanded service delivery across Texas colleges. This request is a continuation of an existing initiative funded under the Forecasting and Curriculum Development Strategy.		

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

DATE: 10/23/2014
 TIME: 10:59:36AM

(43)

Agency code: 719

Agency name: Texas State Technical College System Administration

Code	Description	Excp 2016	Excp 2017
Item Name: Transitional Funding TSTC North TX & EWCHEC Center			
Allocation to Strategy: 1-1-1 Maintenance of Service Level			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	0	0
1005	FACULTY SALARIES	0	0
2008	DEBT SERVICE	0	0
2009	OTHER OPERATING EXPENSE	0	0
5000	CAPITAL EXPENDITURES	0	0
TOTAL, OBJECT OF EXPENSE		0	0

(44)

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

DATE: 10/23/2014
TIME: 10:59:36AM

Agency code: 719

Agency name: Texas State Technical College System Administration

Code	Description	Excp 2016	Excp 2017
Item Name: Transitional Funding TSTC North TX & EWCHEC Center			
Allocation to Strategy: 3-1-1 North Texas and East Williamson County Centers			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	180,160	225,515
1005	FACULTY SALARIES	1,017,529	1,193,029
2008	DEBT SERVICE	222,738	222,738
2009	OTHER OPERATING EXPENSE	308,573	347,918
5000	CAPITAL EXPENDITURES	521,000	260,800
TOTAL, OBJECT OF EXPENSE		\$2,250,000	\$2,250,000
METHOD OF FINANCING:			
1 General Revenue Fund		2,250,000	2,250,000
TOTAL, METHOD OF FINANCING		\$2,250,000	\$2,250,000
FULL-TIME EQUIVALENT POSITIONS (FTE):		24.0	28.0

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

DATE: 10/23/2014
 TIME: 10:59:36AM

(45)

Agency code: 719

Agency name: Texas State Technical College System Administration

Code	Description	Excp 2016	Excp 2017
Item Name: Transitional Funding Ft Bend & Abilene Industrial Tech Center			
Allocation to Strategy: 3-5-1 Exceptional Item Request			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	391,000	844,000
1005	FACULTY SALARIES	585,000	2,907,500
2008	DEBT SERVICE	1,172,306	2,643,458
2009	OTHER OPERATING EXPENSE	475,000	1,781,817
5000	CAPITAL EXPENDITURES	99,919	500,000
TOTAL, OBJECT OF EXPENSE		\$2,723,225	\$8,676,775
METHOD OF FINANCING:			
1 General Revenue Fund		2,723,225	8,676,775
TOTAL, METHOD OF FINANCING		\$2,723,225	\$8,676,775
FULL-TIME EQUIVALENT POSITIONS (FTE):		17.0	62.0

(46)

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

DATE: 10/23/2014
TIME: 10:59:36AM

Agency code: 719

Agency name: Texas State Technical College System Administration

Code	Description	Excp 2016	Excp 2017
Item Name: Forecasting & Curriculum Development			
Allocation to Strategy: 1-1-2 Forecasting and Curriculum Development			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	175,000	175,000
1002	OTHER PERSONNEL COSTS	2,400	2,400
2001	PROFESSIONAL FEES AND SERVICES	540,000	540,000
2009	OTHER OPERATING EXPENSE	33,250	33,250
5000	CAPITAL EXPENDITURES	34,500	34,500
TOTAL, OBJECT OF EXPENSE		\$785,150	\$785,150
METHOD OF FINANCING:			
1 General Revenue Fund		785,150	785,150
TOTAL, METHOD OF FINANCING		\$785,150	\$785,150
FULL-TIME EQUIVALENT POSITIONS (FTE):		2.5	2.5

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

DATE: 10/23/2014
TIME: 10:59:36AM

(47)

Agency Code: 719 Agency name: Texas State Technical College System Administration

GOAL: 1 Provide Instructional and Operations Support

Statewide Goal/Benchmark: 2 - 5

OBJECTIVE: 1 Provide Instructional and Operations Support

Service Categories:

STRATEGY: 1 Maintenance of Service Level

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

CODE DESCRIPTION

Excp 2016

Excp 2017

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Transitional Funding TSTC North TX & EWCHEC Center

(48)

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

DATE: 10/23/2014
TIME: 10:59:36AM

Agency Code: 719 Agency name: Texas State Technical College System Administration

GOAL: 1 Provide Instructional and Operations Support Statewide Goal/Benchmark: 2 - 5
OBJECTIVE: 1 Provide Instructional and Operations Support Service Categories:
STRATEGY: 2 Forecasting and Curriculum Development Service: 19 Income: A.2 Age: B.3

CODE DESCRIPTION Excp 2016 Excp 2017

OBJECTS OF EXPENSE:

1001 SALARIES AND WAGES	175,000	175,000
1002 OTHER PERSONNEL COSTS	2,400	2,400
2001 PROFESSIONAL FEES AND SERVICES	540,000	540,000
2009 OTHER OPERATING EXPENSE	33,250	33,250
5000 CAPITAL EXPENDITURES	34,500	34,500
Total, Objects of Expense	\$785,150	\$785,150

METHOD OF FINANCING:

1 General Revenue Fund	785,150	785,150
Total, Method of Finance	\$785,150	\$785,150

FULL-TIME EQUIVALENT POSITIONS (FTE):

2.5 2.5

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Forecasting & Curriculum Development

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

DATE: 10/23/2014
 TIME: 10:59:36AM

(49)

Agency Code: 719 Agency name: Texas State Technical College System Administration

GOAL: 3 Provide Special Item Support Statewide Goal/Benchmark: 1 - 0
 OBJECTIVE: 1 Instructional Support Special Item Support Service Categories:
 STRATEGY: 1 North Texas and East Williamson County Centers Service: 19 Income: A.2 Age: B.3

CODE DESCRIPTION	Excp 2016	Excp 2017
------------------	-----------	-----------

OBJECTS OF EXPENSE:

1001 SALARIES AND WAGES	180,160	225,515
1005 FACULTY SALARIES	1,017,529	1,193,029
2008 DEBT SERVICE	222,738	222,738
2009 OTHER OPERATING EXPENSE	308,573	347,918
5000 CAPITAL EXPENDITURES	521,000	260,800
Total, Objects of Expense	\$2,250,000	\$2,250,000

METHOD OF FINANCING:

1 General Revenue Fund	2,250,000	2,250,000
Total, Method of Finance	\$2,250,000	\$2,250,000

FULL-TIME EQUIVALENT POSITIONS (FTE):

24.0	28.0
------	------

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Transitional Funding TSTC North TX & EWCHEC Center

(50)

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

DATE: 10/23/2014
TIME: 10:59:36AM

Agency Code: 719 Agency name: Texas State Technical College System Administration

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

CODE DESCRIPTION **Excp 2016** **Excp 2017**

OBJECTS OF EXPENSE:

1001 SALARIES AND WAGES	391,000	844,000
1005 FACULTY SALARIES	585,000	2,907,500
2008 DEBT SERVICE	1,172,306	2,643,458
2009 OTHER OPERATING EXPENSE	475,000	1,781,817
5000 CAPITAL EXPENDITURES	99,919	500,000
Total, Objects of Expense	\$2,723,225	\$8,676,775

METHOD OF FINANCING:

1 General Revenue Fund	2,723,225	8,676,775
Total, Method of Finance	\$2,723,225	\$8,676,775

FULL-TIME EQUIVALENT POSITIONS (FTE): 17.0 62.0

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Transitional Funding Ft Bend & Abilene Industrial Tech Center

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

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

DATE: 10/23/2014
TIME: 10:59:36AM

(51)

Agency code:

Agency name: **Texas State Technical College System Administration**

GR Baseline Request Limit = \$11,503,444

GR-D Baseline Request Limit = \$0

Strategy/Strategy Option/Rider				2016 Funds				2017 Funds				Biennial	Biennial	Page #
FTEs	Total	GR	Ded	FTEs	Total	GR	Ded	Cumulative GR	Cumulative Ded					
Strategy: 1 - 1 - 2 Forecasting and Curriculum Development														
1.0	178,175	178,175	0	1.0	178,175	178,175	0	356,350	0					
1.0				1.0				*****GR-D Baseline Request Limit=\$0*****						
Strategy: 1 - 1 - 3 Staff Group Insurance Premiums														
0.0	104,807	0	104,807	0.0	112,143	0	112,143	356,350	216,950					
Strategy: 1 - 1 - 4 Workers' Compensation Insurance														
0.0	15,675	15,675	0	0.0	15,675	15,675	0	387,700	216,950					
Strategy: 1 - 1 - 5 System Office Operations														
35.7	2,346,545	1,811,739	534,806	35.7	2,346,545	1,811,739	534,806	4,011,178	1,286,562					
Strategy: 1 - 1 - 6 Technical Training Partnerships with Community Colleges														
4.0	296,133	296,133	0	4.0	296,133	296,133	0	4,603,444	1,286,562					
Strategy: 3 - 1 - 1 North Texas and East Williamson County Centers														
50.3	3,450,000	3,450,000	0	50.3	3,450,000	3,450,000	0	11,503,444	1,286,562					
91.0				91.0				*****GR Baseline Request Limit=\$11,503,444*****						
Excp Item: 1 Transitional Funding TSTC North TX & EWCHEC Center														
24.0	2,250,000	2,250,000	0	28.0	2,250,000	2,250,000	0	16,003,444	1,286,562					
Strategy Detail for Excp Item: 1														
Strategy: 3 - 1 - 1 North Texas and East Williamson County Centers														
24.0	2,250,000	2,250,000	0	28.0	2,250,000	2,250,000	0							
Excp Item: 2 Transitional Funding Ft Bend & Abilene Industrial Tech Center														
17.0	2,723,225	2,723,225	0	62.0	8,676,775	8,676,775	0	27,403,444	1,286,562					

(52)

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

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

DATE: 10/23/2014
TIME: 10:59:36AM

Agency code:

Agency name: Texas State Technical College System Administration

GR Baseline Request Limit = \$11,503,444

GR-D Baseline Request Limit = \$0

Strategy/Strategy Option/Rider				2016 Funds				2017 Funds				Biennial	Biennial	Page #
FTEs	Total	GR	Ded	FTEs	Total	GR	Ded	Cumulative GR	Cumulative Ded					
Strategy Detail for Excp Item: 2														
Strategy: 3 - 5 - 1 Exceptional Item Request														
17.0	2,723,225	2,723,225	0	62.0	8,676,775	8,676,775	0							
Excp Item: 3 Forecasting & Curriculum Development														
2.5	785,150	785,150	0	2.5	785,150	785,150	0	28,973,744	1,286,562					
Strategy Detail for Excp Item: 3														
Strategy: 1 - 1 - 2 Forecasting and Curriculum Development														
2.5	785,150	785,150	0	2.5	785,150	785,150	0							
134.5	\$12,149,710	\$11,510,097	\$639,613	183.5	\$18,110,596	\$17,463,647	646,949							

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

Date: 10/23/2014
 Time: 10:59:37AM

(53)

Agency Code: 719 Agency: Texas State Technical College System Administration

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		% Goal	HUB Expenditures FY 2013			Total Expenditures FY 2013	
			% Actual	Diff	Actual \$	% Actual	Diff		Actual \$	% Actual	Diff	Actual \$	
11.2%	Heavy Construction	11.2 %	33.5%	22.3%	\$107,661	\$321,001	11.2 %	0.0%	-11.2%	\$0	\$25,779		
21.1%	Building Construction	21.1 %	1.5%	-19.6%	\$206,314	\$14,025,344	21.1 %	3.2%	-17.9%	\$581,690	\$18,435,717		
32.7%	Special Trade Construction	32.7 %	6.7%	-26.0%	\$423,810	\$6,289,366	32.7 %	7.7%	-25.0%	\$457,343	\$5,948,961		
23.6%	Professional Services	23.6 %	2.8%	-20.8%	\$35,448	\$1,263,847	23.6 %	5.5%	-18.1%	\$3,706	\$67,694		
24.6%	Other Services	24.6 %	3.5%	-21.1%	\$383,254	\$10,960,956	24.6 %	2.8%	-21.8%	\$342,984	\$12,341,213		
21.0%	Commodities	21.0 %	7.4%	-13.6%	\$1,265,588	\$17,132,616	21.0 %	8.3%	-12.7%	\$1,202,400	\$14,562,029		
	Total Expenditures		4.8%		\$2,422,075	\$49,993,130		5.0%		\$2,588,123	\$51,381,393		

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

Attainment:

Attainment:

The agency attained one of six, or 17%, of the applicable statewide HUB procurement goals in FY 2012. The agency attained zero of six, or 0%, of the applicable statewide HUB procurement goals in FY 2013.

Applicability:

Applicability:

The agency had expenditures in all of the six HUB categories for both FY 2012 and FY 2013.

Factors Affecting Attainment:

Factors Affecting Attainment:

- A portion of the goals showed a positive trend over the respective prior year in percent of total dollars spent on HUB contracts (2 of 6 in comparing FY 2012 to FY 2010, and 3 of 6 in comparing FY 2013 to FY2011).
- The percent of HUB bids/proposals received in FY 2012 as compared to FY 2010 declined.
- The college routinely utilizes vendors that could qualify for HUB certification, but they have no direct incentive to complete the HUB certification steps. This creates a limited supply of "HUB certified" vendors.

"Good-Faith" Efforts:

(54)

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

Date: 10/23/2014
Time: 10:59:37AM

Agency Code: 719 Agency: Texas State Technical College System Administration

TEXAS STATE TECHNICAL COLLEGE SYSTEM ADMINISTRATION (agency 719)
 6H. Estimated Funds Outside the Institution's Bill Pattern
 2014-15 and 2016-17 Biennia

	2014-15 Biennium				2016-17 Biennium			
	FY 2014 Revenue	FY 2015 Revenue	Biennium Total	Percent of Total	FY 2016 Revenue	FY 2017 Revenue	Biennium Total	Percent of Total
APPROPRIATED SOURCES INSIDE THE BILL PATTERN								
State Appropriations (excluding HEGI & State Paid Fringes)	\$ 7,950,302	\$ 8,224,858	\$ 16,175,160		\$ 8,224,858	\$ 8,224,858	\$ 16,449,716	
Tuition and Fees (net of Discounts and Allowances)	-	-	-		-	-	-	
Endowment and Interest Income	105,000	100,000	205,000		100,000	100,000	200,000	
Sales and Services of Educational Activities (net)	-	-	-		-	-	-	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Other Income	-	-	-		-	-	-	
Total	8,055,302	8,324,858	16,380,160	88.7%	8,324,858	8,324,858	16,649,716	89.5%
APPROPRIATED SOURCES OUTSIDE THE BILL PATTERN								
State Appropriations (HEGI & State Paid Fringes)	846,232	870,768	1,717,000		902,000	934,500	1,836,500	
Higher Education Assistance Funds	-	-	-		-	-	-	
Available University Fund	-	-	-		-	-	-	
State Grants and Contracts	-	-	-		-	-	-	
Total	846,232	870,768	1,717,000	9.3%	902,000	934,500	1,836,500	9.9%
NON-APPROPRIATED SOURCES								
Tuition and Fees (net of Discounts and Allowances)	-	-	-		-	-	-	
Federal Grants and Contracts	2,903	340,456	343,359		-	-	-	
State Grants and Contracts	-	-	-		-	-	-	
Local Government Grants and Contracts	-	-	-		-	-	-	
Private Gifts and Grants	-	-	-		-	-	-	
Endowment and Interest Income	38,568	34,711	73,279		31,240	31,240	62,480	
Sales and Services of Educational Activities (net)	(68,277)	24,807	(43,470)		24,807	24,807	49,614	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Professional Fees (net)	-	-	-		-	-	-	
Auxiliary Enterprises (net)	-	-	-		-	-	-	
Other Income	-	-	-		-	-	-	
Total	(26,806)	399,974	373,168	2.0%	56,047	56,047	112,094	0.6%
TOTAL SOURCES	\$ 8,874,728	\$ 9,595,600	\$ 18,470,328	100.0%	\$ 9,282,905	\$ 9,315,405	\$ 18,598,310	100.0%

6.1. Percent Biennial Base Reduction Options
10 % REDUCTION
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

Date: 10/23/2014
 Time: 10:59:37AM

Agency code: 719 Agency name: Texas State Technical College System Administration

Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2016	2017	Biennial Total	2016	2017	Biennial Total	
1 Reduction in Administrative Operating Expense							
Category: Administrative - Operating Expenses							
Item Comment: Workers Compensation reduction will result in using other funds to meet the needed resource required to pay State Office of Risk Management.							
Strategy: 1-1-4 Workers' Compensation Insurance							
<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$4,675	\$4,675	\$9,350	
General Revenue Funds Total	\$0	\$0	\$0	\$4,675	\$4,675	\$9,350	
Item Total	\$0	\$0	\$0	\$4,675	\$4,675	\$9,350	
FTE Reductions (From FY 2016 and FY 2017 Base Request)							
2 Reduction in Administrative-FTE Layoffs							
Category: Administrative - FTEs / Layoffs							
Item Comment: The TSTC System Administration would have to reduce FTE by 4.0 FTE in order to meet the 10 percent reduction of General Revenue from its System Office Operation strategy. These reductions would adversely impact the System's ability to serve the TSTC colleges. The colleges would be forced to hire additional personnel to do the functions lost by this FTE reduction. Other operating expenses have already been reduced to the lowest sustainable level. There is no direct method available to determine the impact of such changes on TSTC revenues.							
Strategy: 1-1-5 System Office Operations							
<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$219,597	\$219,597	\$439,194	
General Revenue Funds Total	\$0	\$0	\$0	\$219,597	\$219,597	\$439,194	
Item Total	\$0	\$0	\$0	\$219,597	\$219,597	\$439,194	
FTE Reductions (From FY 2016 and FY 2017 Base Request)							
				4.0	4.0		

6.1. Percent Biennial Base Reduction Options
10 % REDUCTION
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

Date: 10/23/2014 (57)
 Time: 10:59:37AM

Agency code: 719 Agency name: Texas State Technical College System Administration

Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2016	2017	Biennial Total	2016	2017	Biennial Total	
3 Programs-Service Reductions							
Category: Programs - Service Reductions (Other)							
Item Comment: A reduction in General Revenue funding will require the operation of North Texas and E. Williamson County Centers to reduce services to our students. A reduction of 4.0 FTEs and reduction of operating and capital costs would be necessary in order to meet the 10 percent reduction of General Revenue.							
Strategy: 3-1-1 North Texas and East Williamson County Centers							
<u>General Revenue Funds</u>							
I General Revenue Fund	\$0	\$0	\$0	\$350,900	\$350,900	\$701,800	
General Revenue Funds Total	\$0	\$0	\$0	\$350,900	\$350,900	\$701,800	
Item Total	\$0	\$0	\$0	\$350,900	\$350,900	\$701,800	
FTE Reductions (From FY 2016 and FY 2017 Base Request)				4.0	4.0		
AGENCY TOTALS							
General Revenue Total				\$575,172	\$575,172	\$1,150,344	\$1,150,344
Agency Grand Total	\$0	\$0	\$0	\$575,172	\$575,172	\$1,150,344	
Difference, Options Total Less Target							
Agency FTE Reductions (From FY 2016 and FY 2017 Base Request)				8.0	8.0		

(58)

Schedule 1A: Other Educational and General Income

10/23/2014 10:59:39AM

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

719 Texas State Technical College System Administration

	Act 2013	Act 2014	Bud 2015	Est 2016	Est 2017
Gross Tuition					
Gross Resident Tuition	0	0	0	0	0
Gross Non-Resident Tuition	0	0	0	0	0
Gross Tuition	0	0	0	0	0
Less: Resident Waivers and Exemptions (excludes Hazlewood)	0	0	0	0	0
Less: Non-Resident Waivers and Exemptions	0	0	0	0	0
Less: Hazlewood Exemptions	0	0	0	0	0
Less: Board Authorized Tuition Increases (TX. Educ. Code Ann. Sec. 54.008)	0	0	0	0	0
Less: Tuition increases charged to doctoral students with hours in excess of 100 (TX. Educ. Code Ann. Sec. 54.012)	0	0	0	0	0
Less: Tuition increases charged to undergraduate students with excessive hours above degree requirements. (TX. Educ. Code Ann. Sec. 61.0595)	0	0	0	0	0
Less: Tuition rebates for certain undergraduates (TX. Educ. Code Ann. Sec. 54.0065)	0	0	0	0	0
Plus: Tuition waived for Students 55 Years or Older (TX. Educ. Code Ann. Sec. 54.013)	0	0	0	0	0
Less: Tuition for repeated or excessive hours (TX. Educ. Code Ann. Sec. 54.014)	0	0	0	0	0
Plus: Tuition waived for Texas Grant Recipients (TX. Educ. Code Ann. Sec. 56.307)	0	0	0	0	0
Subtotal	0	0	0	0	0
Less: Transfer of funds for Texas Public Education Grants Program (Tex. Educ. Code Ann. Sec. 56c) and for Emergency Loans (Tex. Educ. Code Ann. Sec. 56d)	0	0	0	0	0
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	0	0	0	0	0

Schedule 1A: Other Educational and General Income

10/23/2014 10:59:39AM

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

(59)

719 Texas State Technical College System Administration

	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	0	0	0	0	0
Subtotal, Tuition and Fees (Formula Amounts for Health-Related Institutions)	0	0	0	0	0
OTHER INCOME					
Interest on General Funds:					
Local Funds in State Treasury	101,564	105,000	100,000	100,000	100,000
Funds in Local Depositories, e.g., local amounts	0	0	0	0	0
Other Income (Itemize)					
Carry Forward from Prior Fiscal Years	0	0	0	12,516	19,852
Subtotal, Other Income	101,564	105,000	100,000	112,516	119,852
Subtotal, Other Educational and General Income	101,564	105,000	100,000	112,516	119,852
Less: O.A.S.I. Applicable to Educational and General Local Funds Payrolls	(4,407)	(3,572)	(3,987)	(4,106)	(4,106)
Less: Teachers Retirement System and ORP Proportionality for Educational and General Funds	(3,546)	(3,139)	(3,498)	(3,603)	(3,603)
Less: Staff Group Insurance Premiums	(52,202)	(73,600)	(73,450)	(104,807)	(112,143)
Total, Other Educational and General Income (Formula Amounts for General Academic Institutions)	41,409	24,689	19,065	0	0
Reconciliation to Summary of Request for FY 2013-2017:					
Plus: Transfer of Funds for Texas Public Education Grants Program and Physician Loans	0	0	0	0	0
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	52,202	73,600	73,450	104,807	112,143
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

(60)

Schedule 1A: Other Educational and General Income

10/23/2014 10:59:39AM

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

719 Texas State Technical College System Administration

	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)	0	0	0	0	0
Plus: Tuition rebates for certain undergraduates (TX Educ.Code Ann. Sec. 54.0065)	0	0	0	0	0
Plus: Tuition for repeated or excessive hours (TX. Educ. Code Ann. Sec. 54.014)	0	0	0	0	0
Less: Tuition Waived for Students 55 Years or Older	0	0	0	0	0
Less: Tuition Waived for Texas Grant Recipients	0	0	0	0	0
Total, Other Educational and General Income Reported on Summary of Request	93,611	98,289	92,515	104,807	112,143

Schedule 2: Selected Educational, General and Other Funds

10/23/2014 10:59:39A

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

(61)

719 Texas State Technical College System Administration

	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)	0	0	0	0	0
Transfer from Coordinating Board for Professional Nursing Shortage Reduction Program	0	0	0	0	0
Transfer of GR Group Insurance Premium from Comptroller (UT and TAMU Components only)	0	0	0	0	0
Less: Transfer to Other Institutions	0	0	0	0	0
Less: Transfer to Department of Health, Disproportionate Share - State-Owned Hospitals (2011, 2012, 2013)	0	0	0	0	0
Other (Itemize)					
Transfer to System Administration	753,129	2,198,580	2,473,136	0	0
Other: Fifth Year Accounting Scholarship	0	0	0	0	0
Texas Grants	0	0	0	0	0
B-on-Time Program	0	0	0	0	0
Less: Transfer to System Administration	0	0	0	0	0
Subtotal, General Revenue Transfers	753,129	2,198,580	2,473,136	0	0
General Revenue HEF for Operating Expenses	0	0	0	0	0
Transfer from Available University Funds (UT, A&M and Prairie View A&M Only)	0	0	0	0	0
Other Additions (Itemize)					
Increase Capital Projects - Educational and General Funds	0	0	0	0	0
Transfer from Department of Health, Disproportionate Share - State-owned Hospitals (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)	0	0	0	0	0
Indirect Cost Recovery (Sec. 145.001(d))	0	0	0	0	0

(62)

Schedule 2: Selected Educational, General and Other Funds

10/23/2014 10:59:39A

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

719 Texas State Technical College System Administration

	Act 2013	Act 2014	Bud 2015	Est 2016	Est 2017
Correctional Managed Care Contracts	0	0	0	0	0

719 Texas State Technical College System Administration

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
GR & GR-D Percentages					
GR %	98.89%				
GR-D %	1.11%				
Total Percentage	100.00%				
FULL TIME ACTIVES					
1a Employee Only	16	16	0	16	4
2a Employee and Children	13	13	0	13	2
3a Employee and Spouse	3	3	0	3	0
4a Employee and Family	9	9	0	9	1
5a Eligible, Opt Out	1	1	0	1	1
6a Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	42	42	0	42	8
PART TIME ACTIVES					
1b Employee Only	0	0	0	0	0
2b Employee and Children	0	0	0	0	0
3b Employee and Spouse	0	0	0	0	0
4b Employee and Family	0	0	0	0	0
5b Eligible, Opt Out	0	0	0	0	0
6b Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	0	0	0	0	0
Total Active Enrollment	42	42	0	42	8

719 Texas State Technical College System Administration

	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	16	16	0	16	4
2e Employee and Children	13	13	0	13	2
3e Employee and Spouse	3	3	0	3	0
4e Employee and Family	9	9	0	9	1
5e Eligible, Opt Out	1	1	0	1	1
6e Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	42	42	0	42	8

719 Texas State Technical College System Administration

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
TOTAL ENROLLMENT					
1f Employee Only	16	16	0	16	4
2f Employee and Children	13	13	0	13	2
3f Employee and Spouse	3	3	0	3	0
4f Employee and Family	9	9	0	9	1
5f Eligible, Opt Out	1	1	0	1	1
6f Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	42	42	0	42	8

Schedule 4: Computation of OASI
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

Agency 719 Texas State Technical College System Administration

Proportionality Percentage Based on Comptroller Accounting Policy Statement #011, Exhibit 2	2013		2014		2015		2016		2017	
	% to Total	Allocation of OASI	% to Total	Allocation of OASI	% to Total	Allocation of OASI	% to Total	Allocation of OASI	% to Total	Allocation of OASI
General Revenue (% to Total)	97.6749	\$185,145	98.8867	\$317,312	98.9600	\$379,349	98.9600	\$390,730	98.9600	\$390,730
Other Educational and General Funds (% to Total)	2.3251	\$4,407	1.1133	\$3,572	1.0400	\$3,987	1.0400	\$4,106	1.0400	\$4,106
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	\$189,552	100.0000	\$320,884	100.0000	\$383,336	100.0000	\$394,836	100.0000	\$394,836

Schedule 5: Calculation of Retirement Proportionality and ORP Differential

10/23/2014 10:59:40AM

84th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

(67)

719 Texas State Technical College System Administration

Description	Act 2013	Act 2014	Bud 2015	Est 2016	Est 2017
Proportionality Amounts					
Gross Educational and General Payroll - Subject To TRS Retirement	1,415,473	2,871,338	3,411,983	3,514,343	3,514,343
Employer Contribution to TRS Retirement Programs	90,590	195,251	232,015	238,975	238,975
Gross Educational and General Payroll - Subject To ORP Retirement	1,032,035	1,313,210	1,580,265	1,627,673	1,627,673
Employer Contribution to ORP Retirement Programs	61,922	86,672	104,297	107,426	107,426
Proportionality Percentage					
General Revenue	97.6749 %	98.8867 %	98.9600 %	98.9600 %	98.9600 %
Other Educational and General Income	2.3251 %	1.1133 %	1.0400 %	1.0400 %	1.0400 %
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)	3,546	3,139	3,498	3,603	3,603
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	308,105	306,171	302,196	311,262	311,262
Total Differential	7,703	5,817	5,742	5,914	5,914

(68)

Schedule 7: Personnel

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

Date: 10/23/2014

Time: 10:59:40AM

Agency code: 719 Agency name: TSTC System Admin

	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	3.0	21.9	41.5	41.5	41.5
Educational and General Funds Non-Faculty Employees	36.8	48.1	49.5	49.5	49.5
Subtotal, Directly Appropriated Funds	39.8	70.0	91.0	91.0	91.0
Other Appropriated Funds					
Other (Itemize) Transfer from THECB	0.0	0.0	0.0	0.0	0.0
Subtotal, Other Appropriated Funds	0.0	0.0	0.0	0.0	0.0
Subtotal, All Appropriated	39.8	70.0	91.0	91.0	91.0
Non Appropriated Funds Employees	7.1	8.0	9.5	9.5	9.5
Subtotal, Other Funds & Non-Appropriated	7.1	8.0	9.5	9.5	9.5
GRAND TOTAL	46.9	78.0	100.5	100.5	100.5

Schedule 7: Personnel
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

Date: 10/23/2014
 Time: 10:59:40AM

(69)

Agency code: 719 Agency name: TSTC System Admin

	Actual 2013	Actual 2014	Budgeted 2015	Estimated 2016	Estimated 2017
Part B.					
Personnel Headcount					
Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	3.0	29.0	43.0	43.0	43.0
Educational and General Funds Non-Faculty Employees	37.0	53.0	54.0	54.0	54.0
Subtotal, Directly Appropriated Funds	40.0	82.0	97.0	97.0	97.0
Other Appropriated Funds					
Other (Itemize) Transfer from THECB	0.0	0.0	0.0	0.0	0.0
Subtotal, Other Appropriated Funds	0.0	0.0	0.0	0.0	0.0
Subtotal, All Appropriated	40.0	82.0	97.0	97.0	97.0
Non Appropriated Funds Employees	7.0	8.0	12.0	12.0	12.0
Subtotal, Non-Appropriated	7.0	8.0	12.0	12.0	12.0
GRAND TOTAL	47.0	90.0	109.0	109.0	109.0

(70)

Schedule 7: Personnel

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

Date: 10/23/2014

Time: 10:59:40AM

Agency code: 719 Agency name: TSTC System Admin

	Actual 2013	Actual 2014	Budgeted 2015	Estimated 2016	Estimated 2017
PART C.					
Salaries					
Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	\$162,652	\$1,085,384	\$1,778,524	\$1,827,226	\$1,827,226
Educational and General Funds Non-Faculty Employees	\$2,455,413	\$3,030,518	\$3,179,404	\$3,274,788	\$3,274,788
Subtotal, Directly Appropriated Funds	\$2,618,065	\$4,115,902	\$4,957,928	\$5,102,014	\$5,102,014
Other Appropriated Funds					
Other (Itemize) Transfer from THECB	\$0	\$0	\$0	\$0	\$0
Subtotal, Other Appropriated Funds	\$0	\$0	\$0	\$0	\$0
Subtotal, All Appropriated	\$2,618,065	\$4,115,902	\$4,957,928	\$5,102,014	\$5,102,014
Non Appropriated Funds Employees	\$653,898	\$858,079	\$1,025,988	\$1,056,768	\$1,056,768
Subtotal, Non-Appropriated	\$653,898	\$858,079	\$1,025,988	\$1,056,768	\$1,056,768
GRAND TOTAL	\$3,271,963	\$4,973,981	\$5,983,916	\$6,158,782	\$6,158,782

Schedule 8A: Tuition Revenue Bond Projects
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/23/2014
 TIME: 10:59:40AM

(71)

Agency 719 Texas State Technical College System Administration

Project Priority: 1	Project Code: 1	Tuition Revenue Bond Request \$ 14,950,000	Total Project Cost \$ 14,950,000	Cost Per Total Gross Square Feet \$ 321
Name of Proposed Facility: Fort Bend Campus Building #2		Project Type: New Construction		
Location of Facility: Rosenberg, Texas		Type of Facility: E & G Building		
Project Start Date: 09/30/2015		Project Completion Date: 08/31/2017		
Gross Square Feet: 46,560	Net Assignable Square Feet in Project 38,800			

Project Description

TSTC Waco proposes to construct a technical center to provide needed training for current jobs for the greater Fort Bend area. This facility will house the Biomedical Equipment Technology program, Medical Imaging System Technology, Occupational Safety & Environmental Compliance, Electrical Systems Technology, Instrumentation Technology, and Robotics Systems Technology. A portion of this facility will be set aside for a Hi-Tech Early College High School facility for grades 8-10.

(72)

Schedule 8A: Tuition Revenue Bond Projects
84th Regular Session, Agency Submission, Version I
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/23/2014
TIME: 10:59:40AM

Agency 719 Texas State Technical College System Administration

Project Priority: 2	Project Code: 2	Tuition Revenue Bond Request \$ 3,750,000	Total Project Cost \$ 3,750,000	Cost Per Total Gross Square Feet \$ 144
Name of Proposed Facility: Engineering Center Phase 2	Project Type: Repair and Renovation			
Location of Facility: Harlingen, Texas	Type of Facility: E & G Building			
Project Start Date: 09/30/2015	Project Completion Date: 09/30/2017			
Gross Square Feet: 26,000	Net Assignable Square Feet in Project 15,600			

Project Description

This project is the follow-on to the current Engineering Center renovation at TSTC Harlingen to allow additional engineering-related programs to be aggregated into one facility.

Schedule 8A: Tuition Revenue Bond Projects
 84th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/23/2014
 TIME: 10:59:40AM

(73)

Agency 719 Texas State Technical College System Administration

Project Priority: 3	Project Code: 3	Tuition Revenue Bond Request \$ 13,800,000	Total Project Cost \$ 13,800,000	Cost Per Total Gross Square Feet \$ 133
Name of Proposed Facility: TSTC North Texas Industrial Technology Bldg		Project Type: Purchase/New Construction		
Location of Facility: Ellis County Texas		Type of Facility: E & G Building		
Project Start Date: 09/30/2015		Project Completion Date: 08/31/2017		
Gross Square Feet: 103,596		Net Assignable Square Feet in Project 82,900		

Project Description

TSTC Marshall proposes to acquire and finish build-out of the Red Oak Technology Center, an instructional and office facility for instructional programs and support services. TSTC and Red Oak ISD have partnered in the establishment of a state-of-the art technical college which combines the efforts of a traditional K-12 public school and a technical education provider to serve both high school and traditional college students.

(74)

Schedule 8A: Tuition Revenue Bond Projects
84th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/23/2014
TIME: 10:59:40AM

Agency 719 Texas State Technical College System Administration

Project Priority:	Project Code:	Tuition Revenue Bond Request	Total Project Cost	Cost Per Total Gross Square Feet
4	4	\$ 12,000,000	\$ 18,000,000	\$ 240
Name of Proposed Facility:	Project Type:			
Abilene Industrial Technology Center	New Construction			
Location of Facility:	Type of Facility:			
Abilene, Texas	E & G Building			
Project Start Date:	Project Completion Date:			
09/30/2015	02/28/2017			
Gross Square Feet:	Net Assignable Square Feet in Project			
75,000	67,500			

Project Description

TSTC West Texas proposes to construct a technology center in Abilene, Texas which will create classroom, laboratory, and support space for heavy technical skills training as identified by industry need. This facility will service the ISD's, industry, traditional and non-traditional students in a city with a large population and a region preparing for an oil boom with the exploration and development of the Cline Shale.

Schedule 8B: Tuition Revenue Bond Issuance History

10/23/2014 10:59:40AM

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

(75)

719 Texas State Technical College System Administration

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
2002	\$10,880,000	Nov 14 2002	\$3,400,000			
		Nov 15 2002	\$1,785,000			
		Nov 16 2002	\$3,400,000			
		Nov 17 2002	\$2,295,000			
		<i>Subtotal</i>		\$10,880,000	\$0	
2005	\$3,125,000	Jul 8 2008	\$3,125,000			
		<i>Subtotal</i>		\$3,125,000	\$0	

(76)

Schedule 8C: Revenue Capacity for Tuition Revenue Bond Projects

84th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)DATE: 10/23/2014
TIME: 10:59:41AM

Agency Code: 719	Agency Name: Texas State Technical College System Administration				
	Act 2013	Act 2014	Bud 2015	Est 2016	Est 2017
Gross Tuition	\$26,191,405	\$27,734,617	\$28,120,385	\$27,901,165	\$28,813,107
Less: Remissions and Exemptions	(2,523,622)	(2,775,749)	(2,947,614)	(2,988,688)	(3,069,209)
Less: Refunds	0	0	0	0	0
Less: Installment Payment Forfeits	0	0	0	0	0
Less: Tuition rebates for certain undergraduates (TX. Educ. Code Ann. Sec. 54.0065)	0	0	0	0	0
Plus: Tuition waived for students 55 years or older (TX. Educ. Code Ann. Sec. 54.013)	0	0	0	0	0
Plus: Tuition waived for Texas Grant Recipients (TX. Educ. Code Ann. Sec. 56.307)	0	0	0	0	0
Subtotal	\$23,667,783	\$24,958,868	\$25,172,771	\$24,912,477	\$25,743,898
Less: Transfer of Funds for Texas Public Education Grants Program (TX. Educ. Code Ann. Sec. 56c) and for Emergency Loans (TX. Educ. Code Ann. Sec. 56d)	(3,403,090)	(3,591,336)	(3,658,235)	(3,621,153)	(3,744,046)
Less: Transfer of Funds (2%) for Physician Loans (Medical School)	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 Deductions	0	0	0	0	0
Total Net Tuition Available to Pledge for Tuition Revenue Bonds	\$20,264,693	\$21,367,532	\$21,514,536	\$21,291,324	\$21,999,852
Debt Service on Existing Tuition Revenue Bonds	(1,057,287)	(1,059,639)	(1,055,639)	(1,060,139)	(1,057,639)
Estimated Debt Service for Authorized but Unissued Tuition Revenue Bonds	0	0	0	0	0
Subtotal, Debt Service on Existing Authorizations	\$ (1,057,287)	\$ (1,059,639)	\$ (1,055,639)	\$ (1,060,139)	\$ (1,057,639)
TOTAL TUITION AVAILABLE FOR NEW AUTHORIZATIONS	\$19,207,406	\$20,307,893	\$20,458,897	\$20,231,185	\$20,942,213
Debt Capacity Available for New Authorizations	\$239,366,727	\$253,081,227	\$254,963,071	\$252,125,276	\$260,986,256

719 Texas State Technical College System Administration

Special Item: 1 Technical Training Partnerships with Community College

(1) Year Special Item: 2000
Original Appropriations: \$250,000

(2) Mission of Special Item:

To fund partnerships between TSTC and community colleges to increase access to technical education programs in high demand areas of the state

(3) (a) Major Accomplishments to Date:

TSTC has successful partnerships with Wharton County Junior College in Ft. Bend, Alvin Community College in Pearland, Temple College in Taylor and Hutto, Western Texas College, Ranger College, and Texas Tech University. Partnerships have proven to be a very efficient, effective, and expedient means of providing high-demand technical education across Texas

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

TSTC will maintain existing partnerships and is planning new partnerships with the state's community colleges.

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

None

(5) Formula Funding:

N

(6) Non-general Revenue Sources of Funding:

None

(7) Consequences of Not Funding:

Significant reduction in ability to provide additional access to technical education programs in high-demand areas of the state.

719 Texas State Technical College System Administration

Special Item: 2 Forecasting and Curriculum Development

(1) Year Special Item: 2006
Original Appropriations: \$250,000

(2) Mission of Special Item:

Advance the employability of college students and the economic competencies needed by employers

(3) (a) Major Accomplishments to Date:

Alignment of over 900 courses across Texas community colleges. Creation of statewide detailed work activity (DWA) skills library and curriculum alignment tool for use by colleges. Approval by THECB for use by colleges to validate curriculum learning outcomes. Modeling of soft skill requirements in partnership with the TWC. Secured matching funds through additional grants and contracts. New high-tech degree programs and courses resulting from statewide studies and reports on emerging occupations for Texas Colleges

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

Operationalizes workplace competencies (soft skills) with technical competencies(hard skills) to increase retention and improve overall employability of graduates. Expand curriculum alignment platform to more Texas colleges. Integrate detailed work activity model into secondary CTE courses to promote seem less transitions into college courses. Expand national use of DWAs through licensing options.

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

Perkins State Leadership Funds

(5) Formula Funding:

N

(6) Non-general Revenue Sources of Funding:

Possible Perkins funding

(7) Consequences of Not Funding:

Employers would be less able to find qualified candidates for technical positions in critical industry clusters, thus undermining the economic competitiveness of Texas.



