

LEGISLATIVE APPROPRIATIONS REQUEST

FISCAL YEARS 2022 AND 2023
TSTC SYSTEM ADMINISTRATION

LEGISLATIVE APPROPRIATIONS REQUEST FOR FISCAL YEARS 2022 & 2023

Submitted to the Governor's Office of Budget, Planning and
Policy and the Legislative Budget Board
by Texas State Technical College System Administration.
Amended submission as of October 23, 2020.

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719 Texas State Technical College System Administration

In accordance with the instructions, Texas State Technical College (TSTC) submits the following Legislative Appropriations Request (LAR) for fiscal years 2022 and 2023 to the Governor's Office of Budget, Policy, and Planning and the Legislative Budget Board. TSTC's LAR is submitted in a manner consistent with the description of TSTC in Section 135.02 of the Texas Education Code, including a LAR for the System Administration unit and the College's six campus bill patterns.

OVERVIEW

Texas State Technical College (TSTC or the College) is the State of Texas' leading provider of two-year technical education in industries critical to the State's long-term sustainable growth. As the one Texas institution whose primary funding is driven solely from the success of its students in the workplace, TSTC is an essential partner to industry as Texas faces the threat of a long-emerging trade and industrial skills gap. As the State rebounds from the COVID-19 induced recession, the College will serve at the front lines of the economic recovery. With this in mind, the College is steering all resources of the 10-campus, statewide institution towards building and maintaining a globally competitive workforce for Texas business and industry.

To support this statewide mission, TSTC operates campuses in Abilene, Breckenridge, Brownwood, the East Williamson County Higher Education Center (in Hutto), TSTC in Fort Bend County (in Rosenberg), Harlingen, Marshall, TSTC in North Texas (in Red Oak), Sweetwater, and Waco. With these ten campuses across Texas, TSTC is set to place over 6,000 graduates in great paying jobs over the next biennium (2022-2023).

In the spring of 2020, the COVID-19 pandemic and related shutdown triggered a disruption with devastating consequences for much of higher education and, consequently, is referenced throughout TSTC's response to the issues featured in the Administrator's Statement instructions, including Policy Changes, Changes to Provisions of Service, Externalities, New Funding Requests, and TSTC's Approach to Baseline Reductions established by the Policy Letter.

SIGNIFICANT CHANGES IN POLICY

The pandemic-driven recession and subsequent consumer lockdown came quickly and relentlessly. So, too, did the calamity of historically low oil prices. The resulting economic and societal turbulence increased the focus of potential students on skills-based, short-term credentials that are clearly tied to careers. Fortunately, TSTC's unique mission, funding and operating structures focus the institution on the employability of its former students. As a result, two relevant policy issues are presented with this legislative appropriation request.

Accountability Funding. While there will be new and emerging occupational skills resulting from the pandemic, in general, the industries and occupations that TSTC supplied prior to the pandemic will continue to drive the economy in 2022 and 2023. TSTC's student employability-based funding structure couldn't be more relevant as Texas and the nation emerge from the current recession. TSTC's accountability funding fuels the talent supply chain key to the economic recovery. Maintaining TSTC's funding, or "commission" rate reaffirms accountability funding policy; one that aligns the interests of TSTC, its students and the employers of Texas. Figure 1 illustrates the historical funding pattern for TSTC's primary funding source, the instruction and administration formula funding (a wholly accountability-based funding strategy).

Insufficient Student Aid for Rapid Response Solutions for Unemployment Surge. Student aid systems do not have the flexibility to support fast-to-work solutions necessary to address the sudden unemployment surge brought on by the pandemic and economic shutdown. Conventional student aid mechanisms are built on the premise that more time in class results in more value for students. That conventional premise often does not serve students, employers or taxpayers well. TSTC developed several new products to provide solutions to the rising numbers of unemployed workforce. These programs target essential skills to rapidly return unemployed and underemployed Texans back into the workforce. A major challenge for these programs is the lack of available financial aid for a target market with the highest financial need.

719 Texas State Technical College System Administration

SIGNIFICANT CHANGES IN PROVISION OF SERVICE AND SIGNIFICANT EXTERNALITIES

Social Distancing. The COVID-19 pandemic and the related shutdown triggered a disruption that had devastating consequences for much of higher education. Public colleges and universities across the nation spent enormous sums of money to support their students through the pandemic, switching to online education and issuing refunds or losing significant revenues related to parking, housing and dining services.

Social distancing requirements significantly affected TSTC's operations but several factors allowed the College to mitigate some of the disruptive impact ushered in by the pandemic. Most of TSTC's programs are classified as critical or essential, so these programs were exempted from the broad school closure requirements. Some of the instructional delivery could shift online but the majority of TSTC's programs require a face-to-face modality due to their hands-on nature. TSTC converted the vast majority of instructional delivery to a socially-distant, safe format and resumed on-campus instruction in early May 2020. Then, the college successfully completed the Spring 2020 semester and continued safety protocols into the Summer 2020 and Fall 2020 semesters.

The requirements for this safer, socially-distant delivery significantly constrain teaching capacities, including lab space, equipment, and faculty. Students and faculty are required to spread out, increasing the amount of space required to teach. To mitigate these new constraints and teach the same number of students, TSTC must shift schedules, repurpose space, increase teaching time, and add equipment. Figures 2 and 3 illustrate this converted teaching modality as well as the increased constraints on capacities.

Recession-driven Enrollment Surge Trend. In each of the three previous recessions, total community and technical college enrollments increased significantly at the beginning of the recession. Younger, unskilled workers are typically among the first to lose their jobs in a recession and contribute to the waves of enrollment that follow a recession. The COVID-19 recession is unique, and may have a unique enrollment response due to student health concerns and recovery phases unlike other recessions. TSTC is shifting all resources of the College to manage through new social-distancing constraints to optimize its response to different enrollment surge scenarios.

PURPOSE OF FUNDING REQUESTS

TSTC's funding requests focus on maintaining or expanding instructional capacities necessary to address the growing trade skills gap for Texas.

Policy Letter Requirements Response. TSTC received the LBB and Governor's Office approved General Revenue/General Revenue-Dedicated Limits shortly after release of the Policy Letter, reducing non-exempt funding sources by 5 percent. The approach to meeting the requirements of the Policy Letter is similar to TSTC's ongoing fiscal management strategy. TSTC continuously directs capital to the highest performing programs that possess the highest market opportunity and cuts capital allocations to its lowest performing programs with the least market opportunity. The base reduction strategy disproportionately cuts programs that reside in the highest market opportunity since the reduction is applied to start-up funding (a proxy for formula funding because of the lag in TSTC's performance-based funding formula). Start-up funding exists for TSTC's newest programs that were located in the regions with the highest needs for skills.

On a routine basis, the College curates its inventory of programs to ensure investment is directed to those that are high performing and to ensure that low performing programs are closed out. Similarly, non-instructional operations are vetted for relevance, impact and performance with personnel and funding allocations directed to those that perform at the highest level. Consequently, TSTC's strategy for addressing funding reductions would include assessment of expenditures statewide and would target programs, campus locations, or departments with lowest production, impact or relevancy to the future needs of the College.

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EXCEPTIONAL ITEMS

Restoration of Start-Up & Other Funding. The approved General Revenue/General Revenue-Dedicated Limits reduced nonexempt funding categories by 5 percent. This reduction impacted system office operations as well as important allocations for workers comp, forecasting and curriculum development, and technical training partnerships.

Start-Up funding is necessary to fund new locations under TSTC's performance-based Instruction & Administration (I&A) formula. Since the I&A formula is only funded after former students participate in the workforce for five years, the delay in funding start-up campuses is 8-10 years. Fiscal Year 2020 was the first year that the campus realized funding from the performance of its students. This funding will continue ramping up consistent with the growth of the original cohorts of students.

Tuition Revenue Bonds. As Texas emerges from the recession ushered in by the COVID-19 pandemic and the related shutdown, Texas employers will increasingly generate demand for skilled technicians and tradesmen. This demand is expected to grow for the next few decades. However, over recent decades, the supply of skilled labor has historically been insufficient to meet the needs of Texas employers. This is especially true for heavy industrial workforce gaps. COVID-19 and the related social distancing protocol exacerbated this supply issue by significantly constraining the facility capacity for these programs.

TSTC System Administration, on behalf of TSTC in Hutto (East Williamson County Higher Education Center), seeks to add or recapture lost instructional capacity by constructing 113,000 square feet of flexible, industrial technology training facilities. This multidisciplinary space will accommodate a versatile training modality suitable for traditional and performance-based education. This space will be able to meet immediate demand in the areas of welding, electrical power and controls, and architectural/mechanical drafting, but will be flexible to accommodate changes in the labor market to meet the needs of employers for decades to come.

Figure 1:

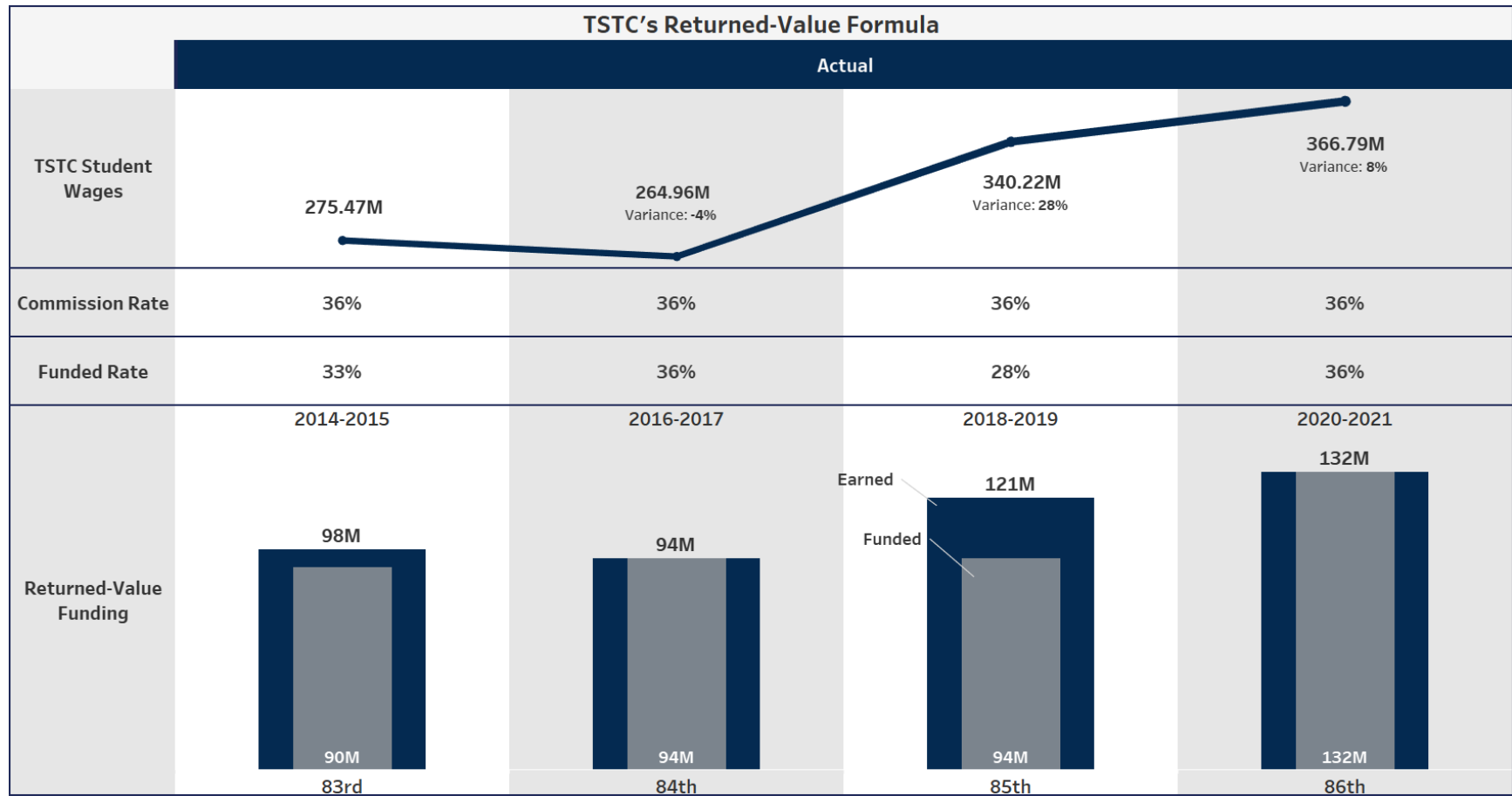


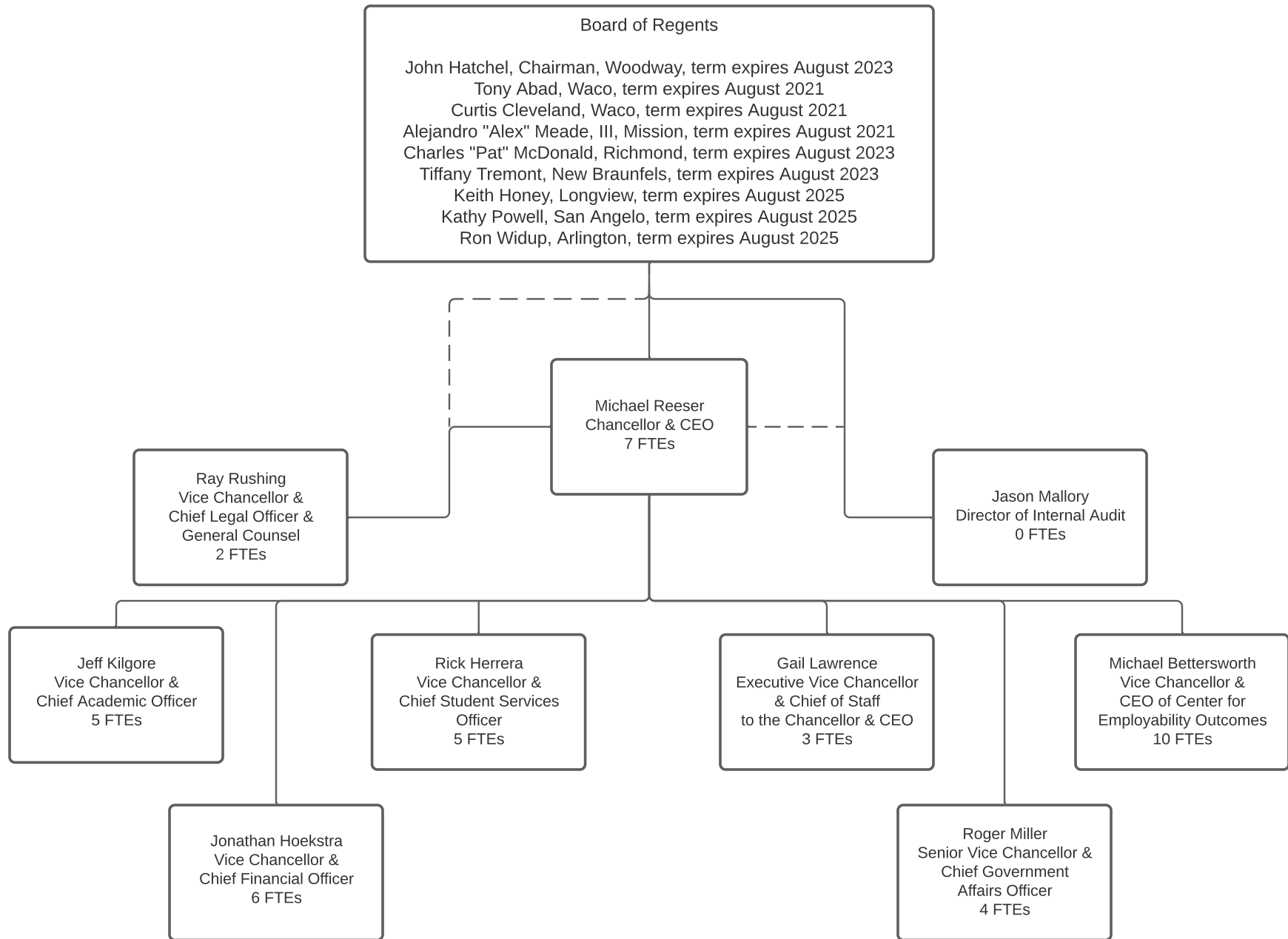
Figure 2:



Figure 3:



LAR - ORGANIZATION CHART - TSTC SYSTEM OPERATIONS





CERTIFICATE

Agency Name Texas State Technical College

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

Additionally, should it become likely at any time that unexpended balances will accrue for any account, the LBB and the Governor's Office will be notified in writing in accordance with Article IX, Section 7.01 (2020–21 GAA).

Chief Executive Officer or Presiding Judge

Board or Commission Chair

Signature

Signature

Printed Name

Printed Name

Title

Title

Date

Date

Chief Financial Officer


Jonathan Hoekstra (Sep 17, 2020 15:54 CDT)

Signature

Jonathan Hoekstra

Printed Name

Vice Chancellor and Chief Financial Officer
Title

September 17, 2020

Date

Budget Overview - Biennial Amounts
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

719 Texas State Technical College System Administration
Appropriation Years: 2022-23

	GENERAL REVENUE FUNDS		GR DEDICATED		FEDERAL FUNDS		OTHER FUNDS		ALL FUNDS		EXCEPTIONAL ITEM FUNDS
	2020-21	2022-23	2020-21	2022-23	2020-21	2022-23	2020-21	2022-23	2020-21	2022-23	2022-23
Goal: 1. Provide Instructional and Operations Support											
1.1.2. Forecasting & Curriculum Dvlpmnt	356,350	356,350	140,232	109,034					496,582	465,384	
1.1.3. Staff Group Insurance Premiums	50,404		50,480	106,560					100,884	106,560	
1.1.4. Workers' Compensation Insurance	31,350	31,350							31,350	31,350	
1.1.5. System Office Operations	7,284,814	4,801,737	272,185	2,375,177					7,556,999	7,176,914	
1.1.6. Technical Training Partnership	592,266	592,266	18,182	18,220					610,448	610,486	
Total, Goal	8,315,184	5,781,703	481,079	2,608,991					8,796,263	8,390,694	
Goal: 3. Provide Non-formula Support											
3.5.1. Exceptional Item Request											6,110,792
Total, Goal											6,110,792
Total, Agency	8,315,184	5,781,703	481,079	2,608,991					8,796,263	8,390,694	6,110,792
Total FTEs									28.3	28.3	0.0

2.A. Summary of Base Request by Strategy

10/21/2020 5:06:07PM

87th 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 2019	Est 2020	Bud 2021	Req 2022	Req 2023
1 Provide Instructional and Operations Support					
1 <i>Provide Instructional and Operations Support</i>					
2 FORECASTING & CURRICULUM DVLPMENT	227,527	263,890	232,692	232,692	232,692
3 STAFF GROUP INSURANCE PREMIUMS	72,681	49,156	51,728	52,739	53,821
4 WORKERS' COMPENSATION INSURANCE	15,675	15,675	15,675	15,675	15,675
5 SYSTEM OFFICE OPERATIONS	2,941,721	3,968,542	3,588,457	3,588,457	3,588,457
6 TECHNICAL TRAINING PARTNERSHIP	297,351	305,205	305,243	305,243	305,243
12 HOLD HARMLESS	161,193	0	0	0	0
TOTAL, GOAL 1	\$3,716,148	\$4,602,468	\$4,193,795	\$4,194,806	\$4,195,888

3 Provide Non-formula Support

5 *Exceptional Item Request*

1 EXCEPTIONAL ITEM REQUEST	0	0	0	0	0
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2.A. Summary of Base Request by Strategy

10/21/2020 5:06:07PM

87th 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 2019	Est 2020	Bud 2021	Req 2022	Req 2023
TOTAL, GOAL 3	\$0	\$0	\$0	\$0	\$0
TOTAL, AGENCY STRATEGY REQUEST	\$3,716,148	\$4,602,468	\$4,193,795	\$4,194,806	\$4,195,888
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*				\$0	\$0
GRAND TOTAL, AGENCY REQUEST	\$3,716,148	\$4,602,468	\$4,193,795	\$4,194,806	\$4,195,888
METHOD OF FINANCING:					
General Revenue Funds:					
1 General Revenue Fund	3,373,779	4,347,915	3,967,269	2,890,851	2,890,852
SUBTOTAL	\$3,373,779	\$4,347,915	\$3,967,269	\$2,890,851	\$2,890,852
General Revenue Dedicated Funds:					
770 Est. Other Educational & General	342,369	254,553	226,526	1,303,955	1,305,036
SUBTOTAL	\$342,369	\$254,553	\$226,526	\$1,303,955	\$1,305,036
TOTAL, METHOD OF FINANCING	\$3,716,148	\$4,602,468	\$4,193,795	\$4,194,806	\$4,195,888

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

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

10/21/2020 5:06:08PM

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:	719	Agency name:	Texas State Technical College System Administration			
METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>GENERAL REVENUE</u>						
<u>1</u>	General Revenue Fund					
	<i>REGULAR APPROPRIATIONS</i>					
	Regular Appropriations from MOF Table (2018-19 GAA)	\$3,108,744	\$0	\$0	\$0	\$0
	Regular Appropriations from MOF Table (2020-21 GAA)	\$0	\$3,043,910	\$3,042,093	\$0	\$0
	Regular Appropriations from MOF Table (2022-23 GAA)	\$0	\$0	\$0	\$2,890,851	\$2,890,852
	<i>TRANSFERS</i>					
	Partnership - From System to Waco (EWC) - Tech Part Tr	\$(296,133)	\$(296,133)	\$(296,133)	\$0	\$0
	EWCHec - From System to EWCHec (Waco)	\$(666,513)	\$(599,862)	\$(599,862)	\$0	\$0
	Administrative - From Marshall to System Office Opr	\$1,227,681	\$0	\$0	\$0	\$0

2.B. Summary of Base Request by Method of Finance
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

10/21/2020 5:06:08PM

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

METHOD OF FINANCING	Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
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GENERAL REVENUE

Administrative - From Waco to System Office Opr

\$0	\$2,200,000	\$994,340	\$0	\$0
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Administrative - From Waco to System Office Opr

\$0	\$0	\$826,831	\$0	\$0
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TOTAL, General Revenue Fund

\$3,373,779	\$4,347,915	\$3,967,269	\$2,890,851	\$2,890,852
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TOTAL, ALL GENERAL REVENUE

\$3,373,779	\$4,347,915	\$3,967,269	\$2,890,851	\$2,890,852
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GENERAL REVENUE FUND - DEDICATED

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

REGULAR APPROPRIATIONS

Regular Appropriations from MOF Table (2018-19 GAA)

\$735,693	\$0	\$0	\$0	\$0
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Regular Appropriations from MOF Table (2020-21 GAA)

\$0	\$371,719	\$376,435	\$0	\$0
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2.B. Summary of Base Request by Method of Finance

10/21/2020 5:06:08PM

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:	719	Agency name:	Texas State Technical College System Administration			
METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>GENERAL REVENUE FUND - DEDICATED</u>						
Adjustments to Expended		\$0	\$0	\$0	\$0	\$0
Regular Appropriations from MOF Table (2022-23 GAA)		\$0	\$0	\$0	\$1,303,955	\$1,305,036
<i>BASE ADJUSTMENT</i>						
Revised Receipts		\$(393,324)	\$(117,166)	\$(149,909)	\$0	\$0
TOTAL,	GR Dedicated - Estimated Other Educational and General Income Account No. 770	\$342,369	\$254,553	\$226,526	\$1,303,955	\$1,305,036
TOTAL GENERAL REVENUE FUND - DEDICATED - 704, 708 & 770		\$342,369	\$254,553	\$226,526	\$1,303,955	\$1,305,036
TOTAL, ALL	GENERAL REVENUE FUND - DEDICATED	\$342,369	\$254,553	\$226,526	\$1,303,955	\$1,305,036
TOTAL,	GR & GR-DEDICATED FUNDS	\$3,716,148	\$4,602,468	\$4,193,795	\$4,194,806	\$4,195,888
GRAND TOTAL		\$3,716,148	\$4,602,468	\$4,193,795	\$4,194,806	\$4,195,888

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

10/21/2020 5:06:08PM

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:	719	Agency name:	Texas State Technical College System Administration			
METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
FULL-TIME-EQUIVALENT POSITIONS						
REGULAR APPROPRIATIONS						
Regular Appropriations from MOF Table (2018-19 GAA)		28.8	0.0	0.0	0.0	0.0
Regular Appropriations from MOF Table (2020-21 GAA)		0.0	39.6	39.6	39.6	39.6
RIDER APPROPRIATION						
Art IX, Sec 6.10(a)(2), Board or Administrator FTE Adjustment (2018-19 GAA)		2.9	0.0	0.0	0.0	0.0
Art IX, Sec 6.10(a)(2), Board or Administrator FTE Adjustment (2020-21 GAA)		0.0	(3.9)	(3.9)	(3.9)	(3.9)
UNAUTHORIZED NUMBER OVER (BELOW) CAP						
Unauthorized Over Cap		3.8	0.0	0.0	0.0	0.0
Unauthorized Below Cap		0.0	(7.4)	(7.4)	(7.4)	(7.4)
TOTAL, ADJUSTED FTES		35.5	28.3	28.3	28.3	28.3
NUMBER OF 100% FEDERALLY FUNDED FTES						
		0.0	0.0	0.0	0.0	0.0

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

10/21/2020 5:06:08PM

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)**719 Texas State Technical College System Administration**

OBJECT OF EXPENSE	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
1001 SALARIES AND WAGES	\$3,251,683	\$3,863,698	\$3,849,865	\$3,849,865	\$3,849,865
1002 OTHER PERSONNEL COSTS	\$143,381	\$92,973	\$44,892	\$45,903	\$46,985
1005 FACULTY SALARIES	\$269,851	\$234,981	\$202,530	\$202,530	\$202,530
2008 DEBT SERVICE	\$0	\$0	\$0	\$0	\$0
2009 OTHER OPERATING EXPENSE	\$51,233	\$410,816	\$96,508	\$96,508	\$96,508
OOE Total (Excluding Riders)	\$3,716,148	\$4,602,468	\$4,193,795	\$4,194,806	\$4,195,888
OOE Total (Riders)					
Grand Total	\$3,716,148	\$4,602,468	\$4,193,795	\$4,194,806	\$4,195,888

2.E. Summary of Exceptional Items Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/21/2020
TIME : 5:06:08PM

Agency code: 719

Agency name: Texas State Technical College System Administration

Priority	Item	2022			2023			Biennium	
		GR and GR/GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds
1	Restore Non-Formula Reductions	\$152,150	\$152,150		\$152,150	\$152,150		\$304,300	\$304,300
2	Campus Site Phase II	\$2,903,246	\$2,903,246		\$2,903,246	\$2,903,246		\$5,806,492	\$5,806,492
Total, Exceptional Items Request		\$3,055,396	\$3,055,396		\$3,055,396	\$3,055,396		\$6,110,792	\$6,110,792
Method of Financing									
	General Revenue	\$3,055,396	\$3,055,396		\$3,055,396	\$3,055,396		\$6,110,792	\$6,110,792
	General Revenue - Dedicated								
	Federal Funds								
	Other Funds								
		\$3,055,396	\$3,055,396		\$3,055,396	\$3,055,396		\$6,110,792	\$6,110,792

Full Time Equivalent Positions

Number of 100% Federally Funded FTEs **0.0** **0.0**

2.F. Summary of Total Request by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE : 10/21/2020

TIME : 5:06:09PM

Agency code: 719	Agency name: Texas State Technical College System Administration					
Goal/Objective/STRATEGY	Base 2022	Base 2023	Exceptional 2022	Exceptional 2023	Total Request 2022	Total Request 2023
1 Provide Instructional and Operations Support						
1 <i>Provide Instructional and Operations Support</i>						
2 FORECASTING & CURRICULUM DVLPMENT	\$232,692	\$232,692	\$0	\$0	\$232,692	\$232,692
3 STAFF GROUP INSURANCE PREMIUMS	52,739	53,821	0	0	52,739	53,821
4 WORKERS' COMPENSATION INSURANCE	15,675	15,675	0	0	15,675	15,675
5 SYSTEM OFFICE OPERATIONS	3,588,457	3,588,457	0	0	3,588,457	3,588,457
6 TECHNICAL TRAINING PARTNERSHIP	305,243	305,243	0	0	305,243	305,243
12 HOLD HARMLESS	0	0	0	0	0	0
TOTAL, GOAL 1	\$4,194,806	\$4,195,888	\$0	\$0	\$4,194,806	\$4,195,888
3 Provide Non-formula Support						
5 <i>Exceptional Item Request</i>						
1 EXCEPTIONAL ITEM REQUEST	0	0	3,055,396	3,055,396	3,055,396	3,055,396
TOTAL, GOAL 3	\$0	\$0	\$3,055,396	\$3,055,396	\$3,055,396	\$3,055,396
TOTAL, AGENCY STRATEGY REQUEST	\$4,194,806	\$4,195,888	\$3,055,396	\$3,055,396	\$7,250,202	\$7,251,284
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	\$4,194,806	\$4,195,888	\$3,055,396	\$3,055,396	\$7,250,202	\$7,251,284

2.F. Summary of Total Request by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE : 10/21/2020

TIME : 5:06:09PM

Agency code: 719		Agency name: Texas State Technical College System Administration					
Goal/Objective/STRATEGY		Base 2022	Base 2023	Exceptional 2022	Exceptional 2023	Total Request 2022	Total Request 2023
General Revenue Funds:							
1	General Revenue Fund	\$2,890,851	\$2,890,852	\$3,055,396	\$3,055,396	\$5,946,247	\$5,946,248
		\$2,890,851	\$2,890,852	\$3,055,396	\$3,055,396	\$5,946,247	\$5,946,248
General Revenue Dedicated Funds:							
770	Est. Other Educational & General	1,303,955	1,305,036	0	0	1,303,955	1,305,036
		\$1,303,955	\$1,305,036	\$0	\$0	\$1,303,955	\$1,305,036
TOTAL, METHOD OF FINANCING		\$4,194,806	\$4,195,888	\$3,055,396	\$3,055,396	\$7,250,202	\$7,251,284
FULL TIME EQUIVALENT POSITIONS		28.3	28.3	0.0	0.0	28.3	28.3

3.A. Strategy Request
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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

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
1001	SALARIES AND WAGES	\$224,887	\$261,050	\$229,812	\$229,812	\$229,812
1002	OTHER PERSONNEL COSTS	\$2,160	\$2,360	\$2,400	\$2,400	\$2,400
2009	OTHER OPERATING EXPENSE	\$480	\$480	\$480	\$480	\$480
TOTAL, OBJECT OF EXPENSE		\$227,527	\$263,890	\$232,692	\$232,692	\$232,692
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
Method of Financing:						
770	Est. Other Educational & General	\$49,352	\$85,715	\$54,517	\$54,517	\$54,517
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$49,352	\$85,715	\$54,517	\$54,517	\$54,517
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$232,692	\$232,692
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$227,527	\$263,890	\$232,692	\$232,692	\$232,692
FULL TIME EQUIVALENT POSITIONS:		1.0	1.0	1.0	1.0	1.0

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

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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STRATEGY DESCRIPTION AND JUSTIFICATION:

TSTC's work in Forecasting and Curriculum Development is directly tied to a statutory 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 needs. 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 leads to improved economic returns for students, industry, Texas and its taxpayers. The Center continues to expand outreach to additional colleges 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.

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

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$496,582	\$465,384	\$(31,198)	\$(31,198)	Reallocation/transfer of appropriations to align with expenses. MOF-Other E&G. FTEs-0.
			\$(31,198)	Total of Explanation of Biennial Change

3.A. Strategy Request
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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

Service Categories:

Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
1002	OTHER PERSONNEL COSTS	\$39,836	\$14,798	\$14,446	\$15,457	\$16,539
2009	OTHER OPERATING EXPENSE	\$32,845	\$34,358	\$37,282	\$37,282	\$37,282
TOTAL, OBJECT OF EXPENSE		\$72,681	\$49,156	\$51,728	\$52,739	\$53,821
Method of Financing:						
1	General Revenue Fund	\$29,266	\$25,202	\$25,202	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$29,266	\$25,202	\$25,202	\$0	\$0
Method of Financing:						
770	Est. Other Educational & General	\$43,415	\$23,954	\$26,526	\$52,739	\$53,821
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$43,415	\$23,954	\$26,526	\$52,739	\$53,821
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$52,739	\$53,821
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$72,681	\$49,156	\$51,728	\$52,739	\$53,821
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

Service Categories:

Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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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.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$100,884	\$106,560	\$5,676	\$5,676	Increase in group insurance premiums. MOF - Other E&G. FTEs-0.
			<u>\$5,676</u>	Total of Explanation of Biennial Change

3.A. Strategy Request
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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

Service Categories:

Service: 06 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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Objects of Expense:

2009	OTHER OPERATING EXPENSE	\$15,675	\$15,675	\$15,675	\$15,675	\$15,675
TOTAL, OBJECT OF EXPENSE		\$15,675	\$15,675	\$15,675	\$15,675	\$15,675

Method of Financing:

1	General Revenue Fund	\$15,675	\$15,675	\$15,675	\$15,675	\$15,675
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$15,675	\$15,675	\$15,675	\$15,675	\$15,675

TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$15,675	\$15,675
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TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$15,675	\$15,675	\$15,675	\$15,675	\$15,675
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FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

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

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

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

Service Categories:

STRATEGY: 4 Workers' Compensation Insurance

Service: 06

Income: A.2

Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS		BIENNIAL CHANGE	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2020 + Bud 2021)	Baseline Request (BL 2022 + BL 2023)		\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$31,350	\$31,350	\$0		
			\$0	Total of Explanation of Biennial Change

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

Service Categories:

Service: 02 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
1001	SALARIES AND WAGES	\$2,849,357	\$3,337,416	\$3,354,181	\$3,354,181	\$3,354,181
1002	OTHER PERSONNEL COSTS	\$90,251	\$73,633	\$26,466	\$26,466	\$26,466
1005	FACULTY SALARIES	\$0	\$234,981	\$202,530	\$202,530	\$202,530
2009	OTHER OPERATING EXPENSE	\$2,113	\$322,512	\$5,280	\$5,280	\$5,280
TOTAL, OBJECT OF EXPENSE		\$2,941,721	\$3,968,542	\$3,588,457	\$3,588,457	\$3,588,457
Method of Financing:						
1	General Revenue Fund	\$2,621,044	\$3,832,730	\$3,452,084	\$2,400,868	\$2,400,869
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$2,621,044	\$3,832,730	\$3,452,084	\$2,400,868	\$2,400,869
Method of Financing:						
770	Est. Other Educational & General	\$320,677	\$135,812	\$136,373	\$1,187,589	\$1,187,588
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$320,677	\$135,812	\$136,373	\$1,187,589	\$1,187,588

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

Service Categories:

Service: 02 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$3,588,457	\$3,588,457
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,941,721	\$3,968,542	\$3,588,457	\$3,588,457	\$3,588,457
FULL TIME EQUIVALENT POSITIONS:		34.3	27.3	27.3	27.3	27.3

STRATEGY DESCRIPTION AND JUSTIFICATION:

Section 135.27 of the Education Codes state that the System Central Administration Office shall provide oversight and coordination of the activities of each component of the system. The administrative functions across the ten TSTC campus locations operate under a single, statewide administrative structure, which enhances efficiency and standardization, and also reduces redundancy of administrative functions.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Measures are continuously taken to consolidate statewide activities and create efficiencies in administrative functions where possible.

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

Service Categories:

Service: 02 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2020 + Bud 2021)	Baseline Request (BL 2022 + BL 2023)		\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$7,556,999	\$7,176,914	\$(380,085)	\$(380,085)	Transfers from other campuses to System Administration are not reflected in 2022-2023 because the actual amount is unknown, causing the significant decrease. MOF - Other E&G, FTEs - 0.
			<u>\$(380,085)</u>	Total of Explanation of Biennial Change

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

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Output Measures:						
1	Fall Term Partnership Headcount Enrollment	300.00	314.00	398.00	417.90	438.80
Objects of Expense:						
1001	SALARIES AND WAGES	\$25,394	\$265,232	\$265,872	\$265,872	\$265,872
1002	OTHER PERSONNEL COSTS	\$1,986	\$2,182	\$1,580	\$1,580	\$1,580
1005	FACULTY SALARIES	\$269,851	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$120	\$37,791	\$37,791	\$37,791	\$37,791
TOTAL, OBJECT OF EXPENSE		\$297,351	\$305,205	\$305,243	\$305,243	\$305,243
Method of Financing:						
1	General Revenue Fund	\$296,133	\$296,133	\$296,133	\$296,133	\$296,133
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$296,133	\$296,133	\$296,133	\$296,133	\$296,133
Method of Financing:						
770	Est. Other Educational & General	\$1,218	\$9,072	\$9,110	\$9,110	\$9,110
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$1,218	\$9,072	\$9,110	\$9,110	\$9,110

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

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$305,243	\$305,243
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TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$297,351	\$305,205	\$305,243	\$305,243	\$305,243
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FULL TIME EQUIVALENT POSITIONS:

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.

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

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2020 + Bud 2021)	Baseline Request (BL 2022 + BL 2023)		\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$610,448	\$610,486	\$38	\$38	Increase in demand. MOF-Other E&G. FTEs-0.
			\$38	Total of Explanation of Biennial Change

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

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719 Texas State Technical College System Administration

GOAL: 1 Provide Instructional and Operations Support
OBJECTIVE: 1 Provide Instructional and Operations Support
STRATEGY: 12 Hold Harmless

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
1001	SALARIES AND WAGES	\$152,045	\$0	\$0	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$9,148	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$161,193	\$0	\$0	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$233,486	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$233,486	\$0	\$0	\$0	\$0
Method of Financing:						
770	Est. Other Educational & General	\$(72,293)	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$(72,293)	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$161,193	\$0	\$0	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:		0.2	0.0	0.0	0.0	0.0

719 Texas State Technical College System Administration

GOAL: 1 Provide Instructional and Operations Support

OBJECTIVE: 1 Provide Instructional and Operations Support

STRATEGY: 12 Hold Harmless

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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STRATEGY DESCRIPTION AND JUSTIFICATION:

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2020 + Bud 2021)	Baseline Request (BL 2022 + BL 2023)		\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$0	\$0	\$0	\$0	Total of Explanation of Biennial Change

719 Texas State Technical College System Administration

GOAL: 3 Provide Non-formula Support
OBJECTIVE: 5 Exceptional Item Request
STRATEGY: 1 Exceptional Item Request

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
2008	DEBT SERVICE	\$0	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$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
STRATEGY DESCRIPTION AND JUSTIFICATION:						

719 Texas State Technical College System Administration

GOAL: 3 Provide Non-formula Support

OBJECTIVE: 5 Exceptional Item Request

STRATEGY: 1 Exceptional Item Request

Service Categories:

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

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		BIENNIAL	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2020 + Bud 2021)	Baseline Request (BL 2022 + BL 2023)	CHANGE	\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$0	\$0	\$0		
			\$0	Total of Explanation of Biennial Change

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	\$3,716,148	\$4,602,468	\$4,193,795	\$4,194,806	\$4,195,888
METHODS OF FINANCE (INCLUDING RIDERS):				\$4,194,806	\$4,195,888
METHODS OF FINANCE (EXCLUDING RIDERS):	\$3,716,148	\$4,602,468	\$4,193,795	\$4,194,806	\$4,195,888
FULL TIME EQUIVALENT POSITIONS:	35.5	28.3	28.3	28.3	28.3

3.A.1. PROGRAM-LEVEL REQUEST SCHEDULE
87th Regular Session, Agency Submission, Version 1

Agency Code: 719		Agency: Texas State Technical College System Administration			Prepared By:					
Date:		Program	Program Name	Legal Authority	2020-21 Base	Requested 2022	Requested 2023	Biennial Total 2022-23	Biennial Difference	
Strategy	Strategy Name	Priority							\$	%
1.1.2	Forecasting and Curriculum Development	3	Forecasting and Curriculum Development		\$496,582	\$232,692	\$232,692	\$465,384	\$(31,198)	-6.3
1.1.3	Staff Group Insurance Premiums	4	Staff Group Insurance Premiums		\$100,884	\$52,739	\$53,821	\$106,560	\$5,676	5.6
1.1.4	Workers' Compensation Insurance	6	Workers' Compensation Insurance		\$31,350	\$15,675	\$15,675	\$31,350	\$0	0.0
1.1.5	System Office Operations	1	System Office Operations		\$7,556,999	\$3,588,457	\$3,588,457	\$7,176,914	\$(380,085)	-5.0
1.1.6	Technical Training Partnerships with Community Colleges	2	Technical Training Partnerships with Community Colleges		\$610,448	\$305,243	\$305,243	\$610,486	\$38	0.0
3.5.1	Exceptional Item Request	5	East Williamson County Center - Exceptional Item Request		\$0	\$3,055,396	\$3,055,396	\$6,110,792	\$6,110,792	100.0
Program Prioritization: <i>Indicate the methodology or approach taken by the agency, court, or institution to determine the ranking of each program by priority.</i>										

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/22/2020**
TIME: **8:53:27AM**

Agency code: **719**

Agency name:

Texas State Technical College System Administration

CODE	DESCRIPTION	Excp 2022	Excp 2023
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Item Name: Restore Non-Formula Reductions

Item Priority: 1

IT Component: No

Anticipated Out-year Costs: Yes

Involve Contracts > \$50,000: No

Includes Funding for the Following Strategy or Strategies: 03-05-01 Exceptional Item Request

OBJECTS OF EXPENSE:

2009	OTHER OPERATING EXPENSE	152,150	152,150
TOTAL, OBJECT OF EXPENSE		\$152,150	\$152,150

METHOD OF FINANCING:

1	General Revenue Fund	152,150	152,150
TOTAL, METHOD OF FINANCING		\$152,150	\$152,150

DESCRIPTION / JUSTIFICATION:

Funds will be used to maintain current levels of service for instructional and student support.

EXTERNAL/INTERNAL FACTORS:

Consequences of not funding: Without the restoration of these funds, TSTC may be required to make faculty and staff reductions, and/or reduce instructional program offerings.

PCLS TRACKING KEY:

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

To maintain current funding levels

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/22/2020**
TIME: **8:53:27AM**

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

CODE	DESCRIPTION	Excp 2022	Excp 2023
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ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

	2024	2025	2026
	\$122,157	\$122,157	\$122,157

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/22/2020**
TIME: **8:53:27AM**

Agency code: **719** Agency name:

Texas State Technical College System Administration

CODE	DESCRIPTION	Excp 2022	Excp 2023
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Item Name: Williamson County Campus Site Phase II

Item Priority: 2

IT Component: No

Anticipated Out-year Costs: Yes

Involve Contracts > \$50,000: No

Includes Funding for the Following Strategy or Strategies: 03-05-01 Exceptional Item Request

OBJECTS OF EXPENSE:

2008	DEBT SERVICE	2,903,246	2,903,246
TOTAL, OBJECT OF EXPENSE		\$2,903,246	\$2,903,246

METHOD OF FINANCING:

1	General Revenue Fund	2,903,246	2,903,246
TOTAL, METHOD OF FINANCING		\$2,903,246	\$2,903,246

DESCRIPTION / JUSTIFICATION:

TSTC in Williamson County requests funding to add or recapture lost instructional capacity by constructing 113,000 square feet of flexible, industrial technology and skilled trade training facilities. This space will be able to meet immediate demand in the areas of welding, electrical power and controls, and architectural/mechanical drafting, but will be flexible to accommodate changes in the labor market to meet the needs of employers for decades to come. Tuition Revenue Bond Issuance Authority in the amount of \$33,300,000 is requested by TSTC in Williamson County for this instructional facility. State funding is requested for projected debt service payment of \$2,903,246 for the FY 2022/2023 biennium. This is based upon an amortization of 20 years at 6.00%

EXTERNAL/INTERNAL FACTORS:

Consequences of not funding: Reduced capacity for reducing Texas' technical skills shortage.

PCLS TRACKING KEY:

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/22/2020**
TIME: **8:53:27AM**

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

CODE	DESCRIPTION	Excp 2022	Excp 2023
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DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Debt service for Tuition Revenue Bonds are set for the term of the bond, which is 20 years.

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

<u>2024</u>	<u>2025</u>	<u>2026</u>
\$2,903,246	\$2,903,246	\$2,903,246

4.B. Exceptional Items Strategy Allocation Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/21/2020

TIME: 5:06:21PM

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

Code	Description	Excp 2022	Excp 2023
Item Name: Restore Non-Formula Reductions			
Allocation to Strategy: 3-5-1 Exceptional Item Request			
OBJECTS OF EXPENSE:			
2009	OTHER OPERATING EXPENSE	152,150	152,150
TOTAL, OBJECT OF EXPENSE		\$152,150	\$152,150
METHOD OF FINANCING:			
1	General Revenue Fund	152,150	152,150
TOTAL, METHOD OF FINANCING		\$152,150	\$152,150

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

Code	Description	Excp 2022	Excp 2023
Item Name: Williamson County Campus Site Phase II			
Allocation to Strategy: 3-5-1 Exceptional Item Request			
OBJECTS OF EXPENSE:			
2008	DEBT SERVICE	2,903,246	2,903,246
TOTAL, OBJECT OF EXPENSE		\$2,903,246	\$2,903,246
METHOD OF FINANCING:			
1	General Revenue Fund	2,903,246	2,903,246
TOTAL, METHOD OF FINANCING		\$2,903,246	\$2,903,246

4.C. Exceptional Items Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/21/2020
TIME: 5:06:21PM

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

GOAL: 3 Provide Non-formula Support

OBJECTIVE: 5 Exceptional Item Request

STRATEGY: 1 Exceptional Item Request

Service Categories:

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

CODE	DESCRIPTION	Excp 2022	Excp 2023
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OBJECTS OF EXPENSE:

2008	DEBT SERVICE	2,903,246	2,903,246
2009	OTHER OPERATING EXPENSE	152,150	152,150
Total, Objects of Expense		\$3,055,396	\$3,055,396

METHOD OF FINANCING:

1	General Revenue Fund	3,055,396	3,055,396
Total, Method of Finance		\$3,055,396	\$3,055,396

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Restore Non-Formula Reductions
Williamson County Campus Site Phase II

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

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/21/2020

TIME: 5:06:21PM

Agency code: 719

Agency name: Texas State Technical College System Administration

GR Baseline Request Limit = \$5,781,703

GR-D Baseline Request Limit = \$0

Strategy/Strategy Option/Rider								Biennial	Biennial	Page #
2022 Funds				2023 Funds				Cumulative GR	Cumulative Ded	
FTEs	Total	GR	Ded	FTEs	Total	GR	Ded			
0.0				0.0				*****GR-D Baseline Request Limit=\$0*****		
Strategy: 1 - 1 - 2	Forecasting and Curriculum Development									
1.0	232,692	178,175	54,517	1.0	232,692	178,175	54,517	356,350	109,034	_____
Strategy: 1 - 1 - 3	Staff Group Insurance Premiums									
0.0	52,739	0	52,739	0.0	53,821	0	53,821	356,350	215,594	_____
Strategy: 1 - 1 - 4	Workers' Compensation Insurance									
0.0	15,675	15,675	0	0.0	15,675	15,675	0	387,700	215,594	_____
Strategy: 1 - 1 - 5	System Office Operations									
27.3	3,588,457	2,400,868	1,187,589	27.3	3,588,457	2,400,869	1,187,588	5,189,437	2,590,771	_____
Strategy: 1 - 1 - 6	Technical Training Partnerships with Community Colleges									
0.0	305,243	296,133	9,110	0.0	305,243	296,133	9,110	5,781,703	2,608,991	_____
28.3				28.3				*****GR Baseline Request Limit=\$5,781,703*****		
Excp Item: 1	Restore Non-Formula Reductions									
0.0	152,150	152,150	0	0.0	152,150	152,150	0	6,086,003	2,608,991	_____
Strategy Detail for Excp Item: 1										
Strategy: 3 - 5 - 1	Exceptional Item Request									
0.0	152,150	152,150	0	0.0	152,150	152,150	0			
Excp Item: 2	Williamson County Campus Site Phase II									
0.0	2,903,246	2,903,246	0	0.0	2,903,246	2,903,246	0	11,892,495	2,608,991	_____
Strategy Detail for Excp Item: 2										
Strategy: 3 - 5 - 1	Exceptional Item Request									
0.0	2,903,246	2,903,246	0	0.0	2,903,246	2,903,246	0			

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

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/21/2020

TIME: 5:06:21PM

Agency code: 719

Agency name: Texas State Technical College System Administration

GR Baseline Request Limit = \$5,781,703

GR-D Baseline Request Limit = \$0

Strategy/Strategy Option/Rider										Page #
2022 Funds				2023 Funds				Biennial	Biennial	
FTEs	Total	GR	Ded	FTEs	Total	GR	Ded	Cumulative GR	Cumulative Ded	
28.3	\$7,250,202	\$5,946,247	\$1,303,955	28.3	\$7,251,284	\$5,946,248	1,305,036			

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

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

A. Fiscal Year - HUB Expenditure Information

Statewide HUB Goals	Procurement Category	% Goal	HUB Expenditures FY 2018			Total Expenditures FY 2018		HUB Expenditures FY 2019			Total Expenditures FY 2019	
			% Actual	Diff	Actual \$			% Actual	Diff	Actual \$		
11.2%	Heavy Construction	11.2 %	10.5%	-0.7%	\$27,055	\$257,309		11.2 %	1.5%	-9.7%	\$2,400	\$161,791
21.1%	Building Construction	21.1 %	1.1%	-20.0%	\$133,733	\$12,691,594		21.1 %	4.4%	-16.7%	\$80,020	\$1,816,842
32.9%	Special Trade	32.9 %	14.1%	-18.8%	\$408,525	\$2,905,248		32.9 %	13.3%	-19.6%	\$420,761	\$3,160,878
23.7%	Professional Services	23.7 %	1.9%	-21.8%	\$79,733	\$4,250,646		23.7 %	3.0%	-20.7%	\$24,244	\$800,969
26.0%	Other Services	26.0 %	19.8%	-6.2%	\$1,755,339	\$8,885,046		26.0 %	20.1%	-5.9%	\$1,719,005	\$8,534,685
21.1%	Commodities	21.1 %	3.7%	-17.4%	\$591,140	\$15,910,672		21.1 %	3.6%	-17.5%	\$473,748	\$13,239,440
	Total Expenditures		6.7%		\$2,995,525	\$44,900,515		9.8%		\$2,720,178	\$27,714,605	

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

Attainment:

The agency attained zero of six, or 0%, of the applicable statewide HUB procurement goals in FY 2018 and FY2019. The increase between FY 18 to FY 19 of total percentage spent with HUB.

Applicability:

The agency had expenditures in all categories in both fiscal year.

Factors Affecting Attainment:

- 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:

The agency made the following good faith efforts to comply with statewide HUB procurement goals per 34 TAC Section 20.13(c):

- Developed and conducted training to TSTC community regarding HUB program, policies, and procedures
- Attended various vendors fairs, and other events to learn more about HUB programs
- Attended HUB discussion meetings to keep up with HUB Rules and Regulations
- Educated potential HUB vendors to apply for certification with the state
- Educated ESBD is accessible to use for bidding processing
- TSTC is seeking new ways to education the College community on the benefits of doing business with HUBs

6.H. Estimated Funds Outside the Institution's Bill Pattern

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

TSTC System Administration (719)

Estimated Funds Outside the Institution's Bill Pattern

2020-21 and 2022-23 Biennia

	2020-21 Biennium				2022-23 Biennium			
	<u>FY 2020 Revenue</u>	<u>FY 2021 Revenue</u>	<u>Biennium Total</u>	<u>Percent of Total</u>	<u>FY 2022 Revenue</u>	<u>FY 2023 Revenue</u>	<u>Biennium Total</u>	<u>Percent of Total</u>
APPROPRIATED SOURCES INSIDE THE BILL PATTERN								
State Appropriations (excluding HEGI & State Paid Fringes)	\$ 4,347,915	\$ 3,967,269	\$ 8,315,184		\$ 3,967,269	\$ 3,967,269	\$ 7,934,538	
Tuition and Fees (net of Discounts and Allowances)	200	-	200		-	-	-	
Endowment and Interest Income	-	-	-		-	-	-	
Sales and Services of Educational Activities (net)	-	-	-		-	-	-	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Other Income	-	-	-		-	-	-	
Total	<u>4,348,115</u>	<u>3,967,269</u>	<u>8,315,384</u>	<u>44.6%</u>	<u>3,967,269</u>	<u>3,967,269</u>	<u>7,934,538</u>	<u>54.6%</u>
APPROPRIATED SOURCES OUTSIDE THE BILL PATTERN								
State Appropriations (HEGI & State Paid Fringes)	\$ 1,076,244	\$ 1,265,612	\$ 2,341,856		\$ 1,265,612	\$ 1,265,612	\$ 2,531,224	
Higher Education Assistance Funds	-	-	-		-	-	-	
Available University Fund	-	-	-		-	-	-	
State Grants and Contracts	-	-	-		-	-	-	
Total	<u>1,076,244</u>	<u>1,265,612</u>	<u>2,341,856</u>	<u>12.6%</u>	<u>1,265,612</u>	<u>1,265,612</u>	<u>2,531,224</u>	<u>17.4%</u>
NON-APPROPRIATED SOURCES								
Tuition and Fees (net of Discounts and Allowances)	-	-	-		-	-	-	
Federal Grants and Contracts	-	4,500,000	4,500,000		-	-	-	
State Grants and Contracts	-	-	-		-	-	-	
Local Government Grants and Contracts	496	-	496		-	-	-	
Private Gifts and Grants	-	-	-		-	-	-	
Endowment and Interest Income	561,110	750,000	1,311,110		750,000	750,000	1,500,000	
Sales and Services of Educational Activities (net)	890,982	1,280,000	2,170,982		1,280,000	1,280,000	2,560,000	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Professional Fees (net)	-	-	-		-	-	-	
Auxiliary Enterprises (net)	-	-	-		-	-	-	
Bond Proceeds & Proceeds Interest	15,660	-	15,660		-	-	-	
Other Income	-	-	-		-	-	-	
Total	<u>1,468,248</u>	<u>6,530,000</u>	<u>7,998,248</u>	<u>42.9%</u>	<u>2,030,000</u>	<u>2,030,000</u>	<u>4,060,000</u>	<u>28.0%</u>
TOTAL SOURCES	<u>\$ 6,892,607</u>	<u>\$ 11,762,881</u>	<u>\$ 18,655,488</u>	<u>100.0%</u>	<u>\$ 7,262,881</u>	<u>\$ 7,262,881</u>	<u>\$ 14,525,762</u>	<u>100.0%</u>

6.L. Document Production Standards
Summary of Savings Due to Improved Document Production Standards

Agency Code:	Agency Name:	Prepared By:
719	TSTC System Administration	

Documented Production Standards Strategies	Estimated 2020	Budgeted 2021
1.	\$0	\$0
2.	\$0	\$0
3.	\$0	\$0
4.	\$0	\$0
Total, All Strategies	\$0	\$0
Total Estimated Paper Volume Reduced	-	-

Description:
All savings related to document printing methods have been recognized in prior bienniums.

8. Summary of Requests for Facilities-Related Projects
87th Regular Session, Agency Submission, Version 1

Agency Code: 719	Agency: TSTC System Administration		Prepared by:												
Date:			Amount Requested												
			Project Category												
Project ID #	Capital Expenditure Category	Project Description	New Construction	Health and Safety	Deferred Maintenance	Maintenance	2022-23 Total Amount Requested	MOF Code #	MOF Requested	Can this project be partially funded?	Requested in Prior Session?	Value of Existing Capital Projects	2022-23 Estimated Debt Service (If Applicable)	Debt Service MOF Code #	Debt Service MOF Requested
1	Construction of Building and Facilities	Williamson County Campus Site Phase II	33,300,000				33,300,000		Tuition Revenue Bond	No	No		2,903,246	0001	General Revenue

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719 Texas State Technical College System Administration					
	Act 2019	Act 2020	Bud 2021	Est 2022	Est 2023
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/Dental 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
Student Teaching Fees	0	0	0	0	0

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	Act 2019	Act 2020	Bud 2021	Est 2022	Est 2023
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	296,168	139,768	140,000	145,000	145,000
Funds in Local Depositories, e.g., local amounts	0	0	0	0	0
Other Income (Itemize)					
Subtotal, Other Income	296,168	139,768	140,000	145,000	145,000
Subtotal, Other Educational and General Income	296,168	139,768	140,000	145,000	145,000
Less: O.A.S.I. Applicable to Educational and General Local Funds Payrolls	(12,960)	(5,403)	(8,191)	(8,437)	(8,690)
Less: Teachers Retirement System and ORP Proportionality for Educational and General Funds	(13,174)	(6,464)	(8,140)	(8,384)	(8,636)
Less: Staff Group Insurance Premiums	(72,681)	(49,156)	(51,728)	(52,739)	(53,821)
Total, Other Educational and General Income (Formula Amounts for General Academic Institutions)	197,353	78,745	71,941	75,440	73,853
Reconciliation to Summary of Request for FY 2019-2021:					
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/Dental 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	72,681	49,156	51,728	52,739	53,821
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
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

Schedule 1A: Other Educational and General Income

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719 Texas State Technical College System Administration					
	Act 2019	Act 2020	Bud 2021	Est 2022	Est 2023
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	270,034	127,901	123,669	128,179	127,674

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719 Texas State Technical College System Administration

	Act 2019	Act 2020	Bud 2021	Est 2022	Est 2023
General Revenue Transfers					
Transfer from Coordinating Board for Texas College Work Study Program (2019, 2020, 2021)	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 (2019, 2020, 2021)	0	0	0	0	0
Other (Itemize)					
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
Texas Research Incentive Program	0	0	0	0	0
Less: Transfer to System Administration	265,035	1,304,005	925,176	925,176	195,176
GME Expansion	0	0	0	0	0
Subtotal, General Revenue Transfers	265,035	1,304,005	925,176	925,176	195,176
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 (2019, 2020, 2021)	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
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
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 %	97.66%				
GR-D/Other %	2.34%				
Total Percentage	100.00%				
FULL TIME ACTIVES					
1a Employee Only	7	7	0	7	4
2a Employee and Children	6	6	0	6	0
3a Employee and Spouse	4	4	0	4	1
4a Employee and Family	4	4	0	4	2
5a Eligible, Opt Out	1	1	0	1	2
6a Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	22	22	0	22	9
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	22	22	0	22	9

Schedule 3A: Staff Group Insurance Data Elements (ERS)
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

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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	7	7	0	7	4
2e Employee and Children	6	6	0	6	0
3e Employee and Spouse	4	4	0	4	1
4e Employee and Family	4	4	0	4	2
5e Eligible, Opt Out	1	1	0	1	2
6e Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	22	22	0	22	9

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	7	7	0	7	4
2f Employee and Children	6	6	0	6	0
3f Employee and Spouse	4	4	0	4	1
4f Employee and Family	4	4	0	4	2
5f Eligible, Opt Out	1	1	0	1	2
6f Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	22	22	0	22	9

Schedule 4: Computation of OASI
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency 719 Texas State Technical College System Administration

	2019		2020		2021		2022		2023	
Proportionality Percentage Based on Comptroller Accounting Policy Statement #011, Exhibit 2	% 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)	94.3543	\$216,595	97.6567	\$225,153	97.2724	\$292,116	97.2724	\$300,879	97.2724	\$309,906
Other Educational and General Funds (% to Total)	5.6457	\$12,960	2.3433	\$5,403	2.7276	\$8,191	2.7276	\$8,437	2.7276	\$8,690
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	\$229,555	100.0000	\$230,556	100.0000	\$300,307	100.0000	\$309,316	100.0000	\$318,596

Schedule 5: Calculation of Retirement Proportionality and ORP Differential

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Description	Act 2019	Act 2020	Bud 2021	Est 2022	Est 2023
Proportionality Amounts					
Gross Educational and General Payroll - Subject To TRS Retirement	2,459,426	2,395,960	2,855,547	2,846,335	2,840,109
Employer Contribution to TRS Retirement Programs	167,241	179,697	214,166	220,591	227,209
Gross Educational and General Payroll - Subject To ORP Retirement	1,001,576	1,456,833	1,276,652	1,314,951	1,354,400
Employer Contribution to ORP Retirement Programs	66,104	96,151	84,259	86,787	89,390
Proportionality Percentage					
General Revenue	94.3543 %	97.6567 %	97.2724 %	97.2724 %	97.2724 %
Other Educational and General Income	5.6457 %	2.3433 %	2.7276 %	2.7276 %	2.7276 %
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)	13,174	6,464	8,140	8,384	8,636
HRI Patient Income Proportional Contribution (HRI Patient Income percentage x Total Employer Contribution To Retirement Programs)	0	0	0	0	0
Differential					
Differential Percentage	1.9000 %	1.9000 %	1.9000 %	1.9000 %	1.9000 %
Gross Payroll Subject to Differential - Optional Retirement Program	18,053	18,053	18,053	18,594	19,152
Total Differential	343	343	343	353	364

Schedule 7: Personnel
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Automated Budget and Evaluation System of Texas (ABEST)

Date: 10/21/2020
Time: 5:06:23PM

Agency code: **719** Agency name: **TSTC System Admin**

	Actual	Actual	Budgeted	Estimated	Estimated
Part A.					
FTE Postions					
Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	0.0	0.0	0.0	0.0	0.0
Educational and General Funds Non-Faculty Employees	35.5	28.3	28.3	28.3	28.3
Subtotal, Directly Appropriated Funds	35.5	28.3	28.3	28.3	28.3
Other Appropriated Funds					
AUF	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	35.5	28.3	28.3	28.3	28.3
Contract Employees (Correctional Managed Care)	0.0	0.0	0.0	0.0	0.0
Non Appropriated Funds Employees	10.6	12.5	12.5	12.5	12.5
Subtotal, Other Funds & Non-Appropriated	10.6	12.5	12.5	12.5	12.5
GRAND TOTAL	46.1	40.8	40.8	40.8	40.8

Schedule 8A: Tuition Revenue Bond Projects
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/21/2020
TIME: 5:06:23PM

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
1	1	\$ 33,300,000	\$ 33,300,000	\$ 295
Name of Proposed Facility:	Project Type:			
Williamson County New Campus Site Phase II	New Construction			
Location of Facility:	Type of Facility:			
East Williamson County, Hutto, Texas	Tech Training Facility			
Project Start Date:	Project Completion Date:			
09/01/2021	08/31/2023			
Gross Square Feet:	Net Assignable Square Feet in Project			
113,000	79,100			

Project Description

As Texas emerges from the recession ushered in by the COVID-19 pandemic and the related shut-down, Texas employers will increasingly generate long-term demand for technicians in skilled and heavy industrial trades. However, over recent decades, the supply of skilled labor has historically been insufficient to meet the needs of Texas employers. New social distancing protocols are now exacerbating this supply issue by significantly constraining the facility capacity for these high demand programs. TSTC in Williamson County seeks to add or recapture lost instructional capacity by constructing 113,000 square feet of flexible, industrial technology and skilled trade training facilities. This space will be able to meet immediate demand in the areas of welding, electrical power and controls, and architectural/mechanical drafting, but will be flexible to accommodate changes in the labor market to meet the needs of employers for decades to come.

Schedule 8B: Tuition Revenue Bond Issuance History

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Authorization Date	Authorization Amount	Issuance Date	Issuance Amount	Authorized Amount Outstanding as of 08/31/2020	Proposed Issuance Date for Outstanding Authorization	Proposed Issuance Amount for Outstanding Authorization
2002	\$10,880,000	Nov 14 2002	\$10,880,000			
		<i>Subtotal</i>	\$10,880,000	\$0		
2005	\$3,125,000	Jul 8 2008	\$3,125,000			
		<i>Subtotal</i>	\$3,125,000	\$0		
2016	\$41,740,000	Apr 28 2016	\$41,740,000			
		<i>Subtotal</i>	\$41,740,000	\$0		

719 Texas State Technical College System Administration

1 - Technical Training Partnerships with Community College

(1) Year Non-Formula Support Item First Funded: 2000
Year Non-Formula Support Item Established: 2000
Original Appropriation: \$250,000

(2) Mission:

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 various colleges across the State. Partnerships have proven to be a very efficient, effective, and expedient means of providing high-demand technical education across Texas. Since FY16 and FY17 funds have been allocated to East Williamson County Higher Education Center (EWC) where TSTC Waco is in partnership with Temple College and Texas A&M University-Central Texas.

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

For FY 2022 & FY 2023 these funds will be used at the East Williamson County Higher Education Center. These funds are used in maintaining existing partnerships and planning new partnerships with the state's community colleges.

(4) Funding Source Prior to Receiving Non-Formula Support Funding:

None

(5) Formula Funding:

None

(6) Category:

Instructional Support

(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

None

(9) Impact of Not Funding:

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

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(10) Non-Formula Support Needed on Permanent Basis/Discontin

This item will be needed on a permanent basis.

(11) Non-Formula Support Associated with Time Frame:

This item is not associated with a particular time frame.

(12) Benchmarks:

TSTC is an active participant in the THECB 60x30 strategic plan, which provides an excellent source of external benchmarks. TSTC is continually monitoring progress toward planned goals, and has achieved early success on several key benchmarks. TSTC is actively working on improving the number and rate of students with a certification, which are the primary goals of the THECB 60x30 strategic plan.

(13) Performance Reviews:

Student success is continually reviewed throughout the fiscal year with the use of an increasing number of analytic tools. These reporting tools provide a view of the student lifecycle, from application to working in Texas. While different departments are focused on various sections of the student lifecycle, the reporting tools enable all areas to be continually refined and improved throughout the year. Each semester program review reports are created for college stakeholders to continually monitor performance and to identify potential areas of improvement.

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2 - Forecasting and Curriculum Development

(1) Year Non-Formula Support Item First Funded:	2006
Year Non-Formula Support Item Established:	2006
Original Appropriation:	\$250,000

(2) Mission:

Advance the employability of college students and the economic competitiveness of Texas by forecasting technical competencies needed by employers.

(3) (a) Major Accomplishments to Date:

Creation of statewide detailed work activity (DWA) skills library and curriculum alignment tool for use by colleges, which has resulted in alignment of hundreds of community college courses. Approval by THECB for use by colleges to validate curriculum learning outcomes. 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 seamless transitions into college courses. Expand national use of DWAs through licensing options.

(4) Funding Source Prior to Receiving Non-Formula Support Funding:

Perkins Leadership Grant

(5) Formula Funding:

None

(6) Category:

Research Support

(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

Contract Fees paid by other colleges for the service.

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(9) Impact 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.

(10) Non-Formula Support Needed on Permanent Basis/Discontinuation:

At this time this item will be needed on a permanent basis.

(11) Non-Formula Support Associated with Time Frame:

This item is not associated with a particular time frame.

(12) Benchmarks:

The number of Texas institutions utilizing the service over time would be an adequate benchmark for this item to demonstrate the far reaching effects of the state 's investment.

(13) Performance Reviews:

Institutions utilizing the service could continually be asked for feedback and for ways in which the service has produced positive results for their institution.

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3 - Williamson County New Campus Site Phase II

(1) Year Non-Formula Support Item First Funded: 2022
Year Non-Formula Support Item Established: 2022
Original Appropriation: \$2,903,246

(2) Mission:

As Texas emerges from the recession ushered in by the COVID-19 pandemic and the related shut-down, Texas employers will increasingly generate long-term demand for technicians in skilled and heavy industrial trades. However, over recent decades, the supply of skilled labor has historically been insufficient to meet the needs of Texas employers. New social distancing protocols are now exacerbating this supply issue by significantly constraining the facility capacity for these high demand programs. TSTC in Williamson County seeks to add or recapture lost instructional capacity by constructing 113,000 square feet of flexible, industrial technology and skilled trade training facilities. This space will be able to meet immediate demand in the areas of welding, electrical power and controls, and architectural/mechanical drafting, but will be flexible to accommodate changes in the labor market to meet the needs of employers for decades to come.

(3) (a) Major Accomplishments to Date:

TSTC is the State of Texas' leading provider of two-year technical education in industries critical to the State's long-term sustainable growth, and TSTC is an essential partner to industry as Texas faces the threat of a long-emerging trade and industrial skills gap. As the State rebounds from the COVID-19 induced recession, the College will serve at the front lines of the economic recovery. With this in mind, the College is steering all resources of the 10-campus, statewide institution towards building and maintaining a globally competitive workforce for Texas business and industry.

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

The addition of multidisciplinary teaching space will accommodate a versatile training modality suitable for traditional and performance-based education. This space will increase capacity to meet immediate workforce needs in high-demand technical industries, but will be flexible to accommodate changes in the labor market to meet the needs of employers for decades to come.

(4) Funding Source Prior to Receiving Non-Formula Support Funding:

None

(5) Formula Funding:

None

(6) Category:

Instructional Support

(7) Transitional Funding:

N

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(8) Non-General Revenue Sources of Funding:

Funding from local community and industry to be sought to assist with start up operational cost and instructional equipment.

(9) Impact of Not Funding:

Reduced capacity for reducing Texas' technical skills shortage.

(10) Non-Formula Support Needed on Permanent Basis/Discontinuation:

TRB Debt Service

(11) Non-Formula Support Associated with Time Frame:

20 year TRB Debt Service

(12) Benchmarks:

N/A

(13) Performance Reviews:

N/A



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Texas State Technical College (TSTC) is accredited by the Southern Association of Colleges and Schools Commission on Colleges (SACSCOC) to award Associate Degrees and Certificates of Completion. Contact the Southern Association of Colleges and Schools Commission on Colleges at 1866 Southern Lane, Decatur, Georgia 30033-4097 or call 404-679-4500 for questions about the accreditation of Texas State Technical College.

Equal opportunity shall be afforded within TSTC to all employees and applicants for admission or employment regardless of race, color, gender, religion, national origin, age, genetic information, disability or veteran status. TSTC will make reasonable accommodations for persons with disabilities. TSTC's policy is that, in all aspects of its operations, each person with a disability shall be considered for admission or access to, or treatment or employment in, its programs and activities in accordance with Part 84 of Title 45, the regulation implementing Section 504 of the Rehabilitation Act of 1973.