LEGISLATIVE APPROPRIATIONS REQUEST

FISCAL YEARS 2024 AND 2025

TSTC IN NORTH TEXAS

TSTC
Texas State Technical College™

LEGISLATIVE APPROPRIATIONS REQUEST FOR FISCAL YEARS 2024 & 2025

Submitted to the Governor's Office of Budget, Planning and Policy and the Legislative Budget Board by Texas State Technical College in North Texas.
Original submission as of August 5, 2022.

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In accordance with the instructions, Texas State Technical College (TSTC) submits the following Legislative Appropriations Request (LAR) for fiscal years 2024 and 2025 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

The drivers of Texas' strong economy--strong business climate and competitive workforce--are threatened by both general labor and specific skill shortages. These skills are needed to continue robust recovery of the Texas economy following the pandemic. At the height of the pandemic, there were more than 2.5 unemployed persons for each available job. As illustrated in Figure 1, this ratio flipped to 2.2 jobs for every unemployed person in the summer of 2022. Despite Texas adding more population than any other state during the past decade, the growth in labor force has not kept pace with job growth. Texas State Technical College (TSTC) exists to respond directly to many of the specific skill shortages that compromise Texas' growth potential.

TSTC is Texas' workforce engine whose value and funding is determined based on employment, income growth, and the economic return to the state. With 10 campuses across the Texas landscape, TSTC exists to meet the high-tech challenges of Texas business and industry. In 2013, TSTC transitioned to become the state's leading institution in pay-for-performance funding. During that session, the legislature overhauled TSTC's funding formula so that the state only funds TSTC's operations when it delivers high quality workforce to Texas industry. Restructuring this funding mechanism aligned the interests of taxpayers (both individuals and employers seeking prosperity) and the institution funded with their taxes. As a result, students are attaining higher employability after their time at TSTC and industry's need is being met at higher rates than ever before.

In the decade under pay-for-performance funding, the state's general revenue derived from TSTC's former students grew 41% (Figure 2) when comparing the cohort revenue production between the 87th and 83rd sessions. Based on the continued production of talent in high demand fields, TSTC expects student prosperity (and the growth in returned value to Texas) to continue. Meaningful expansion of this growth capacity is constrained by capital limitations required to construct and maintain technical training facilities. Fortunately, the 87th Legislature began to address this. Unfortunately, industry's need is much greater than this expanded capacity can meaningfully address.

During the third special session of the 87th legislative session, the Texas Legislature increased its commitment to workforce training capacity when it authorized $208 million in bond authority (capital construction assistance projects or CCAP) for construction for technical education facilities. In the two years that followed that capital request, construction prices increased at unprecedented rates. The institution faced two options: (1) be safe and under-deliver on its commitment or (2) be bold and press ahead to meet the commitments made when the legislature authorized the capital assistance. TSTC chose to be bold and deliver on its promise. Specifically, TSTC will nearly match the CCAP authorization by injecting up to $187 million of institutional (non-CCAP) proceeds to deliver on its promise to increase training capacity.

TSTC's bold plans are based on the following conditions: (1) focused investment into dense and growing markets (specifically responding to industrial workforce needs and demand), (2) sales growth (increased enrollments) in the new and expanded industrial training capacities, and (3) reliance on a consistent "commission rate" contained in the returned value funding formula. This combination of conditions will fuel growth in the production of workforce necessary to maintain Texas' economic strength.

Despite TSTC's bold commitment to ensure the increased levels of industrial training capacity, the state's workforce needs are substantial. More investment is required to meaningfully supply the workforce demands of Texas industry. Consequently, TSTC's appropriation requests focus on capital construction and facilities infrastructure needs.

PURPOSE OF FUNDING REQUESTS and EXCEPTIONAL ITEMS

Exceptional Item No 1: Technical Institution Equipment and Facilities Supplement (TIEFS)
Rockets, aircraft, heavy machinery, manufacturing facilities, robotics, pipelines, refineries, and roadways are resources critical to the economic production of the state. Preparing a workforce to build and maintain these resources requires an environment where students and instructors assemble around, and work on, large industrial objects. In recent years, TSTC has embraced emerging technologies to simulate this expensive equipment and enhance the learning environment by creating in-field scenarios to prepare students for the work environment. Similar to large industrial teaching facilities and equipment, augmented reality technologies require substantial investment and ongoing refresh commitments. The level of investment required to train these workers is not sufficiently supported under existing funding mechanisms. Therefore, the result is a physical environment that betrays the real value of technical training for Texas.

TSTC's legislative appropriation request includes a $15.5 million Exceptional Item to correct TSTC's severe funding shortfall in the education and general space support (E&G Space Support) infrastructure funding formula and to create a dedicated funding source for specialized instructional equipment that is unique to technical institutions. TSTC receives infrastructure funding for E&G Space Support through a formula based on an assessment of space needs and a funding allocation applied across Texas' public universities, technical colleges, the Lamar State Colleges, and public health-related institutions.

Rider 55 of the General Appropriations Act, under the 84th Legislature, commissioned a study of the space projection models contained in the E&G Space Support funding allocation. One recommendation from the independent consultant was to correct a significant underestimate of teaching space for TSTC to accommodate the unique vocational programs at these colleges. During the Texas Higher Education Coordinating Board (THECB) Formula Advisory Committee process, THECB staff indicated the disparity for TSTC was over 50% of its allocation (approximately $3.7 million annually). During the Rider 55 study process, in response to the funding disparity, the rulemaking committee noted that changes to the predicted square feet for certain institutions within the space model impact the distribution of funds amongst all institutions in the infrastructure formula. Since the E&G Space Support allocation is a zero-sum process, if a minority member of the allocation group requires additional funding to correct a disparity, others lose funding. The recommendation was therefore rejected by the majority. The correction calls for additional funding for all members or unique funding for the minority members to resolve the disparity.

On an annual basis TSTC typically spends around $1.8 million to refresh instructional equipment to maintain lab environments that resemble the workplace. These expenditures are often characterized by heavy equipment purchases (e.g., aircraft, diesel truck and tractors, CNC machines, mechatronics, robotics, centrifugal pumps, mechanical drives, conveyor belts, generators, etc) not common across higher education sectors. Capital constraints and competing priorities (education affordability and other operational expenses) have caused many labs to fall short of a cutting edge, even relevant, workplace environment. Approximately $6.7 million in CARES grant proceeds created opportunities to address this issue while removing pandemic-related lab constraints with new augmented/virtual reality technologies. Further deployment and maintenance of this equipment will require over $2.2 million annually for the foreseeable future.

Exceptional Item No 2: Commercial Driver's License Training Capacity
Texas industry and supply chain are constrained by the shortage in commercial driver's license (CDL) holders. This shortage spans across a broad range of industries in Texas. The American Trucking Association (ATA) reports that nearly 72% of all freight tonnage moved in the U.S. travels by commercial truck. In order to meet America's freight needs, the industry requires nearly three million heavy-duty Class 8 trucks and over three million truck drivers. ATA reports the current shortage of truck drivers nationwide is around 80,000 and will reach 160,000 by 2030 if current trends continue. According to the Texas Trucking Association (TXTA), the shortage of CDL drivers continues to negatively impact the supply chain, as 82% of Texas communities depend exclusively on trucks for needed products. TXTA also advises that 15 of every

1,000 jobs in Texas belong to truckers, and projects approximately 62,000 new job openings due to growth over the next 10 years.

With its statewide scope and strategic placement across the Texas landscape, TSTC is uniquely positioned to address the CDL shortage in a meaningful way. To execute rapidly, TSTC requests an Exceptional Item of $103 million to (1) establish or expand six CDL training and testing sites, (2) create licensing capacity to license approximately 2,400 drivers per year, and (3) establish a platform for an advanced transportation ecosystem around the state meeting both the immediate and future training needs of Texas.

Funding Request: Maintain Consistency in Performance Funding:

TSTC's primary source of funding its operations is the returned value funding appropriation, which returns a "commission" to TSTC based on the economic value generated by the placement and wages of former students. In most sessions, the legislature maintained the link between performance and funding by maintaining a consistent commission rate (36%) each session. TSTC's narrow mission and reliable economic model has contributed to a sustainable transformation of TSTC from a struggling education agency to a market-based workforce pipeline capable of returning tangible economic value to taxpayers as well as upward mobility for Texans often overlooked by traditional educational sectors.

Funding Update: Dual Credit

Since the last legislative session, TSTC has worked closely with the Legislative Budget Board and the Texas Higher Education Coordinating Board to update bill patterns for dual credit funding at TSTC from non-formula support to formula funding based on contact hours. Dual credit funding in this request tentatively remains a non-formula support item, with the expectation that as a part of the LAR process, the bill pattern will be converted to contact hour formula funding.

SIGNIFICANT CHANGES IN POLICY
Performance-Based Impact on Enrollment Policy

Unlike traditional educational policy, TSTC prioritizes placement over total enrollment and contact hours. For TSTC, the measures of enrollment and contact hours are incomplete measures for assessing TSTC's performance. Performance evaluation of TSTC requires assessment of what is defined in its mission: placement of workforce in high paying jobs. Accordingly, TSTC measures outputs such as placements, earnings, and attainment for every workforce program. A natural consequence of focus on production quantities and qualities is a focus on high quality production lines and elimination of low production lines. Since adopting the returned value funding formula, capital prioritization towards highest yielding programs (those with the best outcomes for students and employers) is central to the institutional effectiveness process. Making the tough but necessary decisions, TSTC closed 20 underperforming programs during this time, shifting the resources to programs that produce better results for Texas. Overall enrollment trends mask this shrewd shift of resources as well as the significant growth in the highest value markets. Figure 3 illustrates how TSTC is growing its production lines, and impact, to create workforce supply where it is needed most and where students will realize the highest employment potential.

In a production environment, measures such as enrollment and contact hours are input and efficiency measures, similar to raw materials and work-in-progress in a manufacturing setting. For TSTC, enrollment is a static measure of work-in-progress at a point in time. The College is incentivized to keep its inventory on hand (enrollment) at optimal levels to achieve the highest level of production (qualified workforce), while traditional schools are incentivized to maximize enrollment.

71G Texas State Technical College - North Texas

SIGNIFICANT CHANGES IN PROVISION OF SERVICE AND SIGNIFICANT EXTERNALITIES
Performance-based Education

TSTC's culture of performance is permeating the student experience. The College is in the midst of retooling the learning process across its program areas with a shift to performance-based education. Performance-based education replaces an emphasis on credit hours and grades with demonstrated mastery of essential knowledge and skills. The new modality emphasizes value, flexibility, convenience and applied learning that involves frequent, substantive interaction between an apprentice and an expert. TSTC's performance-based education is designed to serve untapped markets that traditional education struggles to reach and serve. This format is relevant to nontraditional student markets such as working adults, family caregivers, military veterans, and college dropouts who seek relevance in their time-on-task and value the shift from transactional education to performance-based education.

As TSTC transitions learning to a performance-based approach, it manages challenges of accreditation, legal, and policy obstacles. Oversight of educational institutions focus on traditional/transactional education inputs rather than more relevant student outcomes, such as employability of former students. Performance-based learning environments work within policy challenges of federal financial aid policies focused on controlling risk by regulating inputs.

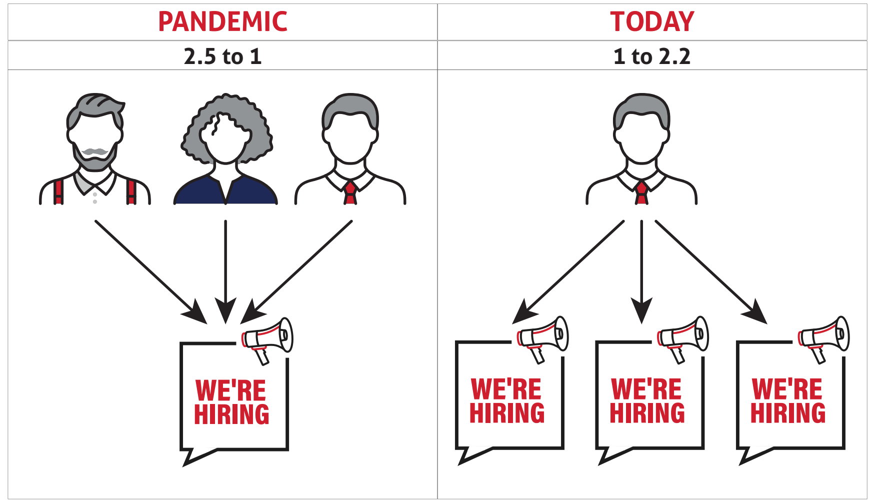
Post-Pandemic Educational Relevance

TSTC's COVID-19 response and acceleration into the future of higher education.

TSTC's transition to a performance-based institution was met with an intensified set of challenges as COVID-19 arrived in 2020. The pandemic rattled the world, including higher education. With the rapid onset of pandemic-induced unemployment in Texas, TSTC teams accelerated their new teaching modalities and modified facilities to deliver hands-on instruction in a new and socially-distant format ensuring teammates and students were safe and productive. TSTC made this transition in weeks, resuming instruction of essential workforce programs to mitigate pandemic disruptions. After the initial adaptations and return to campus, TSTC built on the lessons learned from its pandemic response, recognizing features of pandemic operations that shaped a new normal for higher education, creating new capabilities and adopting new technologies into its operation.

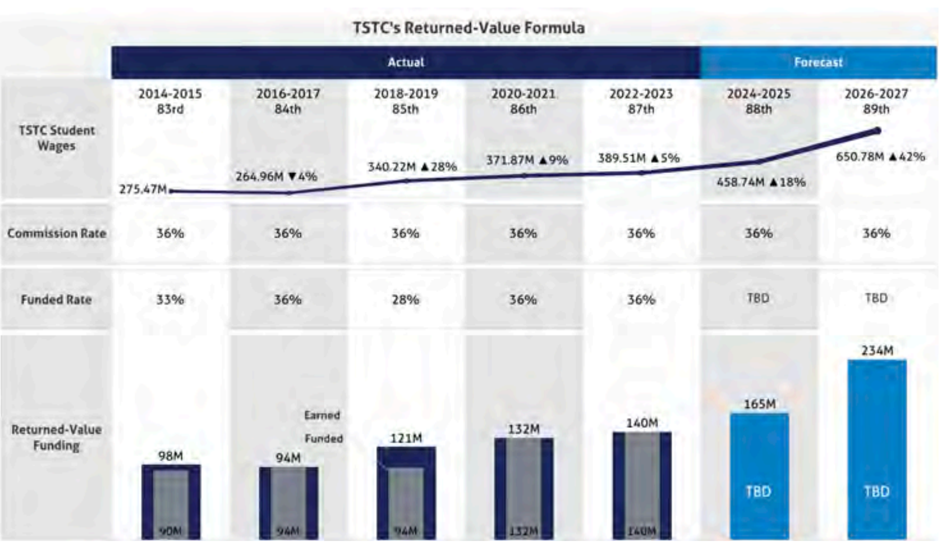
Placing More Texans in Great-Paying Jobs

1.



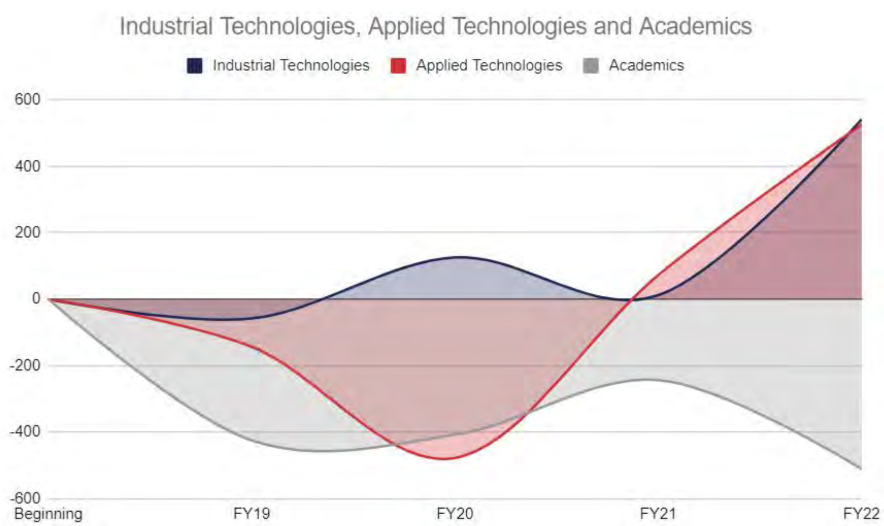
At the height of the pandemic, there were more than 2.5 unemployed individuals for each available job. In the summer of 2022, this ratio flipped to 2.2 jobs for each unemployed individual.

2.



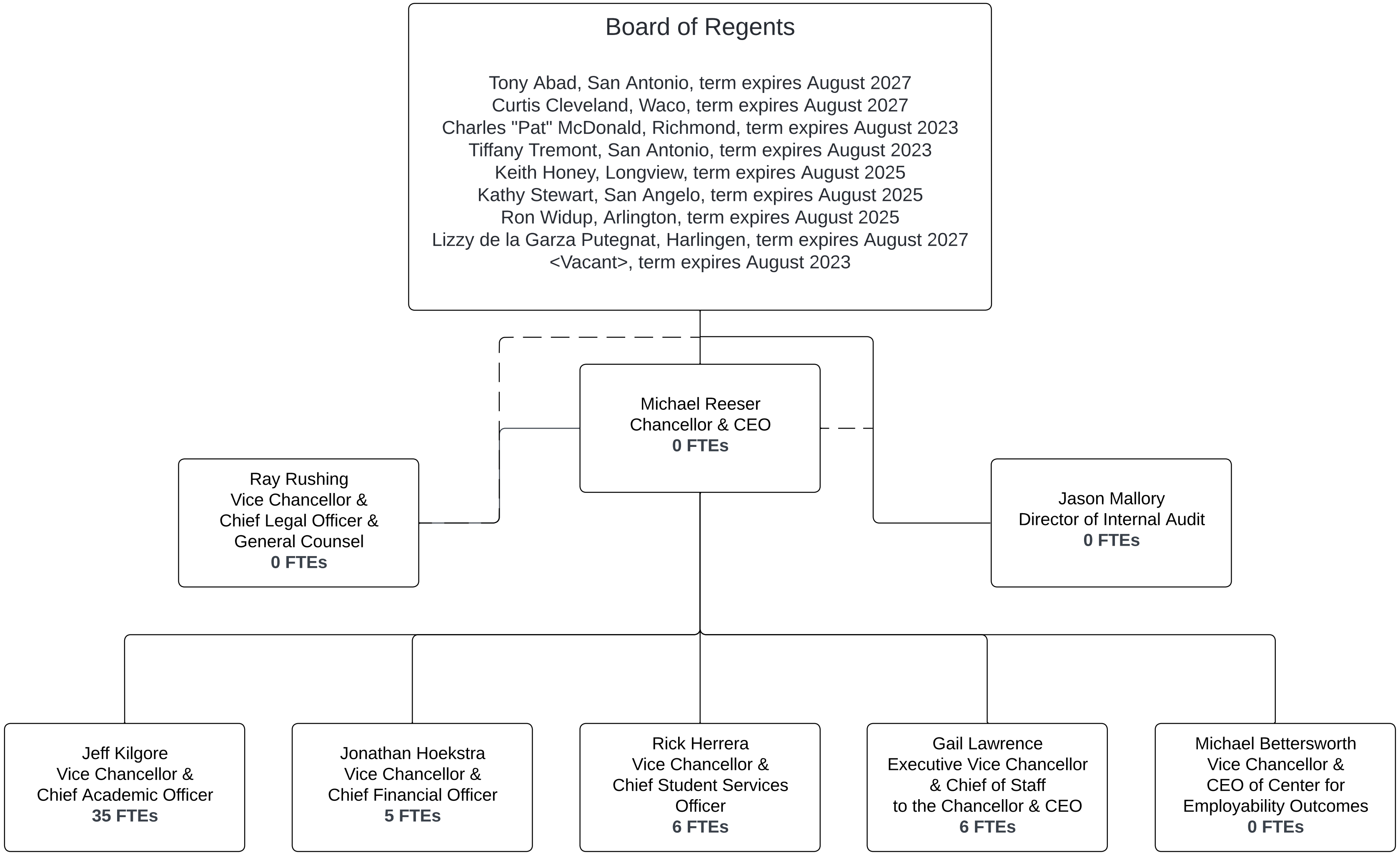
In the decade under pay-for-performance funding, the state's general revenue derived from TSTC's former students grew 41% when comparing the cohort revenue production between the 83rd and 87th sessions.

3.



TSTC is growing its production lines to create workforce supply where it is needed most (Industrial & Applied Technologies) and where students will realize the highest employment potential.

LAR - ORGANIZATION CHART - TSTC IN NORTH TEXAS



CERTIFICATE

Agency Name Texas State Technical College

This is to certify that the information contained in the agency Legislative Appropriations Request filed with the Legislative Budget Board (LBB) and the Governor's Office 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 (2022–23 GAA).

Chief Executive Officer or Presiding Judge

Signature

Printed Name

Title

Date

Board or Commission Chair

Signature

Printed Name

Title

Date

Chief Financial Officer

Jonathan Hoekstra (Aug 4, 2022 10:04 CDT)

Signature

Jonathan Hoekstra

Printed Name

Chief Financial Officer

Title

Aug 4, 2022

Date

71G Texas State Technical College - North Texas
Appropriation Years: 2024-25

	GENERAL REVENUE FUNDS		GR DEDICATED		FEDERAL FUNDS		OTHER FUNDS		ALL FUNDS		EXCEPTIONAL ITEM FUNDS
	2022-23	2024-25	2022-23	2024-25	2022-23	2024-25	2022-23	2024-25	2022-23	2024-25	2024-25
Goal: 1. Provide Instructional and Operations Support											
1.1.3. Staff Group Insurance Premiums	44,010		43,372	93,666					87,382	93,666	
1.1.6. Texas Public Education Grants			46,756	56,068					46,756	56,068	
Total, Goal	**44,010**		**90,128**	**149,734**					**134,138**	**149,734**	
Goal: 2. Provide Infrastructure Support											
2.1.1. E&G Space Support	278,440		(153,864)						124,576		
2.1.2. Ccap Revenue Bonds	1,435,750	3,741,283							1,435,750	3,741,283	
2.1.5. Small Institution Supplement	1,316,566		397,126						1,713,692		
Total, Goal	**3,030,756**	**3,741,283**	**243,262**						**3,274,018**	**3,741,283**	
Goal: 3. Provide Non-formula Support											
3.1.1. Startup Funding	5,558,632	4,186,833	336,274						5,894,906	4,186,833	
3.4.1. Institutional Enhancement	323,234	323,234	(123,034)						200,200	323,234	
3.5.1. Exceptional Item Request											14,514,418
Total, Goal	**5,881,866**	**4,510,067**	**213,240**						**6,095,106**	**4,510,067**	**14,514,418**
Total, Agency	**8,956,632**	**8,251,350**	**546,630**	**149,734**					**9,503,262**	**8,401,084**	**14,514,418**
Total FTEs									**51.9**	**51.9**	**6.0**

71G Texas State Technical College - North Texas

Goal / *Objective* / STRATEGY	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
1 Provide Instructional and Operations Support					
1 Provide Instructional and Operations Support					
3 STAFF GROUP INSURANCE PREMIUMS	51,965	42,957	44,425	45,993	47,673
6 TEXAS PUBLIC EDUCATION GRANTS	24,348	19,941	26,815	27,620	28,448
TOTAL, GOAL 1	**$76,313**	**$62,898**	**$71,240**	**$73,613**	**$76,121**
2 Provide Infrastructure Support					
1 Provide Operation and Maintenance of E&G Space					
1 E&G SPACE SUPPORT (1)	20,180	62,288	62,288	0	0
2 CCAP REVENUE BONDS	719,425	717,625	718,125	1,871,158	1,870,125
5 SMALL INSTITUTION SUPPLEMENT (1)	632,618	856,846	856,846	0	0
TOTAL, GOAL 2	**$1,372,223**	**$1,636,759**	**$1,637,259**	**$1,871,158**	**$1,870,125**
3 Provide Non-formula Support					
1 Instructional					

(1) - Formula funded strategies are not requested in 2024-25 because amounts are not determined by institutions.

71G Texas State Technical College - North Texas

Goal / *Objective* / STRATEGY	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
1 STARTUP FUNDING	2,344,455	3,056,414	2,838,492	2,093,416	2,093,417
4 *Institutional*					
1 INSTITUTIONAL ENHANCEMENT	118,161	100,100	100,100	161,617	161,617
5 *Exceptional Item Request*					
1 EXCEPTIONAL ITEM REQUEST	0	0	0	0	0
TOTAL, GOAL 3	$2,462,616	$3,156,514	$2,938,592	$2,255,033	$2,255,034
TOTAL, AGENCY STRATEGY REQUEST	$3,911,152	$4,856,171	$4,647,091	$4,199,804	$4,201,280
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*				$0	$0
GRAND TOTAL, AGENCY REQUEST	$3,911,152	$4,856,171	$4,647,091	$4,199,804	$4,201,280

71G Texas State Technical College - North Texas

Goal / *Objective* / STRATEGY	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
METHOD OF FINANCING:					
General Revenue Funds:					
1 General Revenue Fund	3,877,899	4,478,255	4,478,377	4,126,191	4,125,159
SUBTOTAL	**$3,877,899**	**$4,478,255**	**$4,478,377**	**$4,126,191**	**$4,125,159**
General Revenue Dedicated Funds:					
770 Est. Other Educational & General	33,253	377,916	168,714	73,613	76,121
SUBTOTAL	**$33,253**	**$377,916**	**$168,714**	**$73,613**	**$76,121**
TOTAL, METHOD OF FINANCING	**$3,911,152**	**$4,856,171**	**$4,647,091**	**$4,199,804**	**$4,201,280**

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

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
GENERAL REVENUE					
1 General Revenue Fund					
REGULAR APPROPRIATIONS					
Regular Appropriations from MOF Table (2020-21 GAA)	$3,717,377	$0	$0	$0	$0
Regular Appropriations from MOF Table (2022-23 GAA)	$0	$3,763,898	$3,764,020	$0	$0
Regular Appropriations from MOF Table (2024-25 GAA)	$0	$0	$0	$4,126,191	$4,125,159
RIDER APPROPRIATION					
Art IX, Sec 17.47 Additional Funding for Formula Funding (2022-23 GAA)	$0	$6,453	$6,453	$0	$0

Comments: Incorporates Article IX, §17.47, 87th Legislature, Regular Session, relating to additional funding for formula funding for Texas State Technical College - North Texas, resulting in increases of $6,453 out of General Revenue Funds and 0.1 FTEs each fiscal year of the biennium.

TRANSFERS

Administrative - From Harlingen to North Texas

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
GENERAL REVENUE					
	$0	$707,904	$707,904	$0	$0
Administrative - From Waco to North Texas	$160,522	$0	$0	$0	$0
TOTAL, General Revenue Fund	**$3,877,899**	**$4,478,255**	**$4,478,377**	**$4,126,191**	**$4,125,159**
TOTAL, ALL GENERAL REVENUE	**$3,877,899**	**$4,478,255**	**$4,478,377**	**$4,126,191**	**$4,125,159**
GENERAL REVENUE FUND - DEDICATED					
770 GR Dedicated - Estimated Other Educational and General Income Account No. 770					
REGULAR APPROPRIATIONS					
Regular Appropriations from MOF Table (2020-21 GAA)	$198,731	$0	$0	$0	$0
Regular Appropriations from MOF Table (2022-23 GAA)	$0	$148,993	$153,463	$0	$0
Regular Appropriations from MOF Table (2024-25 GAA)	$0	$0	$0	$73,613	$76,121

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
GENERAL REVENUE FUND - DEDICATED					
BASE ADJUSTMENT					
Revised Receipts	$(36,136)	$(20,393)	$15,251	$0	$0
Adjustments to Expended	$(129,342)	$249,316	$0	$0	$0
TOTAL, GR Dedicated - Estimated Other Educational and General Income Account No. 770	**$33,253**	**$377,916**	**$168,714**	**$73,613**	**$76,121**
TOTAL GENERAL REVENUE FUND - DEDICATED - 704, 708 & 770	**$33,253**	**$377,916**	**$168,714**	**$73,613**	**$76,121**
TOTAL, ALL GENERAL REVENUE FUND - DEDICATED	**$33,253**	**$377,916**	**$168,714**	**$73,613**	**$76,121**
TOTAL, GR & GR-DEDICATED FUNDS	**$3,911,152**	**$4,856,171**	**$4,647,091**	**$4,199,804**	**$4,201,280**
GRAND TOTAL	**$3,911,152**	**$4,856,171**	**$4,647,091**	**$4,199,804**	**$4,201,280**

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
FULL-TIME-EQUIVALENT POSITIONS					
REGULAR APPROPRIATIONS					
Regular Appropriations from MOF Table (2020-21 GAA)	42.3	0.0	0.0	0.0	0.0
Regular Appropriations from MOF Table (2022-23 GAA)	0.0	45.3	45.3	51.9	51.9
RIDER APPROPRIATION					
Art IX, Sec 6.10(a)(2), Board or Administrator FTE Adjustment (2020-21 GAA)	2.6	0.0	0.0	0.0	0.0
Art IX, Sec 17.47 Additional Funding for Formula Funding (2022-23 GAA) **Comments:** Incorporates Article IX, §17.47, 87th Legislature, Regular Session, relating to additional funding for formula funding for Texas State Technical College - North Texas, resulting in increases of $6,453 out of General Revenue Funds and 0.1 FTEs each fiscal year of the biennium.	0.0	0.1	0.1	0.0	0.0
Art IX, Sec 6.10(a)(1), Board or Administrator FTE Adjustment (2022-23 GAA)	0.0	4.5	4.5	0.0	0.0
UNAUTHORIZED NUMBER OVER (BELOW) CAP					
Unauthorized Number Over (Below) Cap	0.0	2.0	2.0	0.0	0.0
TOTAL, ADJUSTED FTES	**44.9**	**51.9**	**51.9**	**51.9**	**51.9**

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
NUMBER OF 100% FEDERALLY FUNDED FTEs					

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

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

71G Texas State Technical College - North Texas

OBJECT OF EXPENSE	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
1001 SALARIES AND WAGES	$1,183,597	$1,569,790	$1,569,790	$776,495	$776,496
1002 OTHER PERSONNEL COSTS	$71,895	$164,321	$165,055	$109,717	$110,557
1005 FACULTY SALARIES	$1,456,495	$1,838,221	$1,838,221	$1,054,788	$1,054,788
2001 PROFESSIONAL FEES AND SERVICES	$126,364	$0	$0	$0	$0
2008 DEBT SERVICE	$719,425	$717,625	$718,125	$1,871,158	$1,870,125
2009 OTHER OPERATING EXPENSE	$147,555	$566,214	$355,900	$387,646	$389,314
5000 CAPITAL EXPENDITURES	$205,821	$0	$0	$0	$0
OOE Total (Excluding Riders)	**$3,911,152**	**$4,856,171**	**$4,647,091**	**$4,199,804**	**$4,201,280**
OOE Total (Riders)					
Grand Total	**$3,911,152**	**$4,856,171**	**$4,647,091**	**$4,199,804**	**$4,201,280**

2.D. Summary of Base Request Objective Outcomes

88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

71G Texas State Technical College - North Texas

Goal/ *Objective* / **Outcome**			**Exp 2021**	**Est 2022**	**Bud 2023**	**BL 2024**	**BL 2025**
1	Provide Instructional and Operations Support						
	1 Provide Instructional and Operations Support						
KEY	**1**	**% of 1st-time, Full-time, Deg or Cert-seeking Students Graduated 3yrs**					
			38.00%	39.00%	39.00%	40.00%	40.00%
KEY	**2**	**Number of Associate Degrees and Certificates Awarded Annually**					
			105.00	100.00	105.00	105.00	108.00
KEY	**3**	**Number of Minority Students Graduated Annually**					
			51.00	50.00	48.00	47.00	46.00
KEY	**4**	**Number of Former Students Found Working One Year After Departing TSTC**					
			201.00	236.00	278.00	327.00	384.00
KEY	**5**	**Percent of Former Students Found Working One Year After Departing TSTC**					
			75.00%	74.00%	77.00%	77.00%	78.00%
	6	**Total Ann Salary-Former Stdnts Found Working 1 Yr After Departing TSTC**					
			6,803,448.00	6,973,534.00	7,147,873.00	7,326,569.00	7,509,734.00

2.E. Summary of Exceptional Items Request

88th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

Priority	Item	2024 GR and GR/GR Dedicated	2024 All Funds	2024 FTEs	2025 GR and GR Dedicated	2025 All Funds	2025 FTEs	Biennium GR and GR Dedicated	Biennium All Funds
1	CDL Program Expansion	$11,337,048	$11,337,048	5.0	$3,177,370	$3,177,370	6.0	$14,514,418	$14,514,418
Total, Exceptional Items Request		**$11,337,048**	**$11,337,048**	**5.0**	**$3,177,370**	**$3,177,370**	**6.0**	**$14,514,418**	**$14,514,418**
Method of Financing									
General Revenue		$11,337,048	$11,337,048		$3,177,370	$3,177,370		$14,514,418	$14,514,418
General Revenue - Dedicated									
Federal Funds									
Other Funds									
		$11,337,048	**$11,337,048**		**$3,177,370**	**$3,177,370**		**$14,514,418**	**$14,514,418**
Full Time Equivalent Positions				**5.0**			**6.0**		
Number of 100% Federally Funded FTEs									

2.F. Summary of Total Request by Strategy
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

Goal/*Objective*/**STRATEGY**	**Base 2024**	**Base 2025**	**Exceptional 2024**	**Exceptional 2025**	**Total Request 2024**	**Total Request 2025**
1 Provide Instructional and Operations Support						
1 *Provide Instructional and Operations Support*						
3 STAFF GROUP INSURANCE PREMIUMS	$45,993	$47,673	$0	$0	$45,993	$47,673
6 TEXAS PUBLIC EDUCATION GRANTS	27,620	28,448	0	0	27,620	28,448
TOTAL, GOAL 1	**$73,613**	**$76,121**	**$0**	**$0**	**$73,613**	**$76,121**
2 Provide Infrastructure Support						
1 *Provide Operation and Maintenance of E&G Space*						
1 E&G SPACE SUPPORT	0	0	0	0	0	0
2 CCAP REVENUE BONDS	1,871,158	1,870,125	0	0	1,871,158	1,870,125
5 SMALL INSTITUTION SUPPLEMENT	0	0	0	0	0	0
TOTAL, GOAL 2	**$1,871,158**	**$1,870,125**	**$0**	**$0**	**$1,871,158**	**$1,870,125**

2.F. Summary of Total Request by Strategy
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

Goal/*Objective*/**STRATEGY**	**Base 2024**	**Base 2025**	**Exceptional 2024**	**Exceptional 2025**	**Total Request 2024**	**Total Request 2025**
3 Provide Non-formula Support						
1 *Instructional*						
1 STARTUP FUNDING	$2,093,416	$2,093,417	$0	$0	$2,093,416	$2,093,417
4 *Institutional*						
1 INSTITUTIONAL ENHANCEMENT	161,617	161,617	0	0	161,617	161,617
5 *Exceptional Item Request*						
1 EXCEPTIONAL ITEM REQUEST	0	0	11,337,048	3,177,370	11,337,048	3,177,370
TOTAL, GOAL 3	**$2,255,033**	**$2,255,034**	**$11,337,048**	**$3,177,370**	**$13,592,081**	**$5,432,404**
TOTAL, AGENCY STRATEGY REQUEST	**$4,199,804**	**$4,201,280**	**$11,337,048**	**$3,177,370**	**$15,536,852**	**$7,378,650**
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	**$4,199,804**	**$4,201,280**	**$11,337,048**	**$3,177,370**	**$15,536,852**	**$7,378,650**

2.F. Summary of Total Request by Strategy
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

Goal/*Objective*/**STRATEGY**	**Base 2024**	**Base 2025**	**Exceptional 2024**	**Exceptional 2025**	**Total Request 2024**	**Total Request 2025**
General Revenue Funds:						
1 General Revenue Fund	$4,126,191	$4,125,159	$11,337,048	$3,177,370	$15,463,239	$7,302,529
	$4,126,191	**$4,125,159**	**$11,337,048**	**$3,177,370**	**$15,463,239**	**$7,302,529**
General Revenue Dedicated Funds:						
770 Est. Other Educational & General	73,613	76,121	0	0	73,613	76,121
	$73,613	**$76,121**	**$0**	**$0**	**$73,613**	**$76,121**
TOTAL, METHOD OF FINANCING	**$4,199,804**	**$4,201,280**	**$11,337,048**	**$3,177,370**	**$15,536,852**	**$7,378,650**
FULL TIME EQUIVALENT POSITIONS	**51.9**	**51.9**	**5.0**	**6.0**	**56.9**	**57.9**

2.G. Summary of Total Request Objective Outcomes

88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

Goal/ *Objective* / **Outcome**		BL 2024	BL 2025	Excp 2024	Excp 2025	Total Request 2024	Total Request 2025
1	Provide Instructional and Operations Support						
1	*Provide Instructional and Operations Support*						
KEY	**1 % of 1st-time, Full-time, Deg or Cert-seeking Students Graduated 3yrs**						
		40.00%	40.00%			40.00%	40.00%
KEY	**2 Number of Associate Degrees and Certificates Awarded Annually**						
		105.00	108.00			105.00	108.00
KEY	**3 Number of Minority Students Graduated Annually**						
		47.00	46.00			47.00	46.00
KEY	**4 Number of Former Students Found Working One Year After Departing TSTC**						
		327.00	384.00			327.00	384.00
KEY	**5 Percent of Former Students Found Working One Year After Departing TSTC**						
		77.00%	78.00%			77.00%	78.00%
	6 Total Ann Salary-Former Stdnts Found Working 1 Yr After Departing TSTC						
		7,326,569.00	7,509,734.00			7,326,569.00	7,509,734.00

71G Texas State Technical College - North Texas

GOAL: 1 Provide Instructional and Operations Support

OBJECTIVE: 1 Provide Instructional and Operations Support

STRATEGY: 1 Instruction and Administration

Service Categories:

Service: 19 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024 (1)	BL 2025 (1)
Output Measures:						
	1 Number of Contact Hours Taught Annually	243,600.00	154,560.00	156,105.60	157,666.66	159,243.32
	2 % of Contact Hours Completed Annually at End of Rpting Period	81.41 %	77.34 %	99.00 %	99.00 %	99.00 %
	3 Fall Headcount	566.00	301.00	307.02	313.16	319.42
	4 Number of Minority Students Enrolled Annually	428.00	182.00	183.82	185.66	187.51
KEY	5 Annual Headcount Enrollment	930.00	355.00	358.55	362.14	365.76
	6 Number of Semester Credit Hours Taught Annually	7,899.00	5,062.00	5,112.62	5,163.75	5,215.38
	7 % Semester Credit Hours Completed at the End of the Reporting Period	85.53 %	81.25 %	99.00 %	99.00 %	99.00 %
Efficiency Measures:						
KEY	1 Administrative Cost as a Percent of Operating Budget	9.25 %	11.46 %	11.46 %	11.46 %	11.46 %

TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)

TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)

FULL TIME EQUIVALENT POSITIONS:

(1) - Formula funded strategies are not requested in 2024-25 because amounts are not determined by institutions.

71G Texas State Technical College - North Texas

GOAL: 1 Provide Instructional and Operations Support

OBJECTIVE: 1 Provide Instructional and Operations Support — Service Categories:

STRATEGY: 1 Instruction and Administration — Service: 19 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024 (1)	BL 2025 (1)

STRATEGY DESCRIPTION AND JUSTIFICATION:

In the General Appropriations Act, HB 1, 84th Texas Legislature, Section 11 (page III--224), allocated funding under the Instruction & Operations strategy among Texas State Technical Colleges (TSTC) based on the additional direct and indirect state tax revenues generated as a result of the education provided. This formula furthers the goal of rewarding job placement and graduate earnings projections, not time in training or contact hours. This funding facilitates the provision of industry standard, state -of- the-art education and training in high priority careers.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Texas businesses in key industries are unable to find enough sufficiently trained workers to fill available, middle- skill jobs (those which require credentials between high school and a four- year college degree). Consequently, many Texas employers are left 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.

According to the U.S. Census Bureau, Ellis County was ranked 34th across the United States for percentage growth during 2018-2019.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS: Base Spending (+)	Baseline Request (+)	BIENNIAL CHANGE	EXPLANATION OF BIENNIAL CHANGE: $ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
			$0	**Total of Explanation of Biennial Change**

(1) - Formula funded strategies are not requested in 2024-25 because amounts are not determined by institutions.

71G Texas State Technical College - North Texas

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
1002	OTHER PERSONNEL COSTS	$14,085	$10,476	$11,210	$11,994	$12,834
2009	OTHER OPERATING EXPENSE	$37,880	$32,481	$33,215	$33,999	$34,839
TOTAL, OBJECT OF EXPENSE		**$51,965**	**$42,957**	**$44,425**	**$45,993**	**$47,673**
Method of Financing:						
1	General Revenue Fund	$23,795	$22,005	$22,005	$0	$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$23,795**	**$22,005**	**$22,005**	**$0**	**$0**
Method of Financing:						
770	Est. Other Educational & General	$28,170	$20,952	$22,420	$45,993	$47,673
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		**$28,170**	**$20,952**	**$22,420**	**$45,993**	**$47,673**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$45,993**	**$47,673**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$51,965**	**$42,957**	**$44,425**	**$45,993**	**$47,673**
FULL TIME EQUIVALENT POSITIONS:						

71G Texas State Technical College - North Texas

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025

STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy is to provide proportional share of staff group insurance premiums paid from Other E&G funds.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Influencing factors include the number of personnel working 30 hours or more and the change in 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):

STRATEGY BIENNIAL TOTAL - ALL FUNDS		BIENNIAL	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	CHANGE	$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
$87,382	$93,666	$6,284	$6,284	Increase in group insurance premiums. MOF-Other E&G. FTEs-0.
			$6,284	**Total of Explanation of Biennial Change**

71G Texas State Technical College - North Texas

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

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	$24,348	$19,941	$26,815	$27,620	$28,448
TOTAL, OBJECT OF EXPENSE		**$24,348**	**$19,941**	**$26,815**	**$27,620**	**$28,448**
Method of Financing:						
770	Est. Other Educational & General	$24,348	$19,941	$26,815	$27,620	$28,448
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		**$24,348**	**$19,941**	**$26,815**	**$27,620**	**$28,448**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$27,620**	**$28,448**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$24,348**	**$19,941**	**$26,815**	**$27,620**	**$28,448**
FULL TIME EQUIVALENT POSITIONS:						

STRATEGY DESCRIPTION AND JUSTIFICATION:

To provide for grants to College students as prescribed by the VTCA 56.037.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

The level of funds set-aside from tuition for use under TPEG is directly correlated with total enrollment.

71G Texas State Technical College - North Texas

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

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS		BIENNIAL	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	CHANGE	$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
$46,756	$56,068	$9,312	$9,312	Increase in enrollment. MOF-Other E&G. FTEs-0.
			$9,312	**Total of Explanation of Biennial Change**

71G Texas State Technical College - North Texas

GOAL: 2 Provide Infrastructure Support

OBJECTIVE: 1 Provide Operation and Maintenance of E&G Space — Service Categories:

STRATEGY: 1 Educational and General Space Support — Service: 10 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024 (1)	BL 2025 (1)
Objects of Expense:						
1001	SALARIES AND WAGES	$19,814	$24,808	$24,808	$0	$0
1002	OTHER PERSONNEL COSTS	$298	$480	$480	$0	$0
2009	OTHER OPERATING EXPENSE	$68	$37,000	$37,000	$0	$0
TOTAL, OBJECT OF EXPENSE		**$20,180**	**$62,288**	**$62,288**	**$0**	**$0**
Method of Financing:						
1	General Revenue Fund	$84,636	$139,409	$139,031	$0	$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$84,636**	**$139,409**	**$139,031**	**$0**	**$0**
Method of Financing:						
770	Est. Other Educational & General	$(64,456)	$(77,121)	$(76,743)	$0	$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		**$(64,456)**	**$(77,121)**	**$(76,743)**	**$0**	**$0**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$0**	**$0**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$20,180**	**$62,288**	**$62,288**	**$0**	**$0**
FULL TIME EQUIVALENT POSITIONS:		**1.0**	**1.0**	**1.0**	**1.0**	**1.0**

(1) - Formula funded strategies are not requested in 2024-25 because amounts are not determined by institutions.

71G Texas State Technical College - North Texas

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

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024 (1)	BL 2025 (1)

STRATEGY DESCRIPTION AND JUSTIFICATION:

To provide operation, maintenance, and support for E & G facilities, network services and grounds, which are essential to TSTC in North Texas.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Influencing factors include the cost of goods, services and utilities, as well as progress on deferred maintenance, efforts in energy efficiency and management, and centralized System network services.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS		BIENNIAL	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	CHANGE	$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
$124,576	$0	$(124,576)	$(124,576)	Formula Funding for FY2024 and FY2025.
			$(124,576)	**Total of Explanation of Biennial Change**

(1) - Formula funded strategies are not requested in 2024-25 because amounts are not determined by institutions.

71G Texas State Technical College - North Texas

GOAL: 2 Provide Infrastructure Support

OBJECTIVE: 1 Provide Operation and Maintenance of E&G Space — Service Categories:

STRATEGY: 2 Capital Construction Assistance Projects Revenue Bonds — Service: 10 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
2008	DEBT SERVICE	$719,425	$717,625	$718,125	$1,871,158	$1,870,125
TOTAL, OBJECT OF EXPENSE		**$719,425**	**$717,625**	**$718,125**	**$1,871,158**	**$1,870,125**
Method of Financing:						
1	General Revenue Fund	$719,425	$717,625	$718,125	$1,871,158	$1,870,125
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$719,425**	**$717,625**	**$718,125**	**$1,871,158**	**$1,870,125**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$1,871,158**	**$1,870,125**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$719,425**	**$717,625**	**$718,125**	**$1,871,158**	**$1,870,125**
FULL TIME EQUIVALENT POSITIONS:						

STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy is essential for the College to meet the annual debt service requirements for the Tuition Revenue Bonds issued during FY 2016, as authorized by the 84th Texas Legislature. The FY 2016 TRB was issued at a lower interest rate than expected, thereby resulting in savings for the state.

This strategy is essential for the College to meet the annual debt service requirement for the Capital Construction Assistance Project Revenue Bonds that will be issued during FY 2023, as authorized by the 87th Texas Legislature, S. B. No. 52, Sec. 55.17991, for TSTC in North Texas campus expansion.

71G Texas State Technical College - North Texas

GOAL:	2	Provide Infrastructure Support			
OBJECTIVE:	1	Provide Operation and Maintenance of E&G Space	Service Categories:		
STRATEGY:	2	Capital Construction Assistance Projects Revenue Bonds	Service: 10	Income: A.2	Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

TRB and CCAP funds used for a new building has enabled the college to better serve the needs of students in technical education.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS		BIENNIAL	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	CHANGE	$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
$1,435,750	$3,741,283	$2,305,533	$(2,000)	Decrease in TRB debt amount. MOF-GR. FTEs-0.
			$2,307,533	New debt service appropriated in S. B. No. 52, Sec. 55.17991. MOF-GR. FTEs-0.
			$2,305,533	**Total of Explanation of Biennial Change**

71G Texas State Technical College - North Texas

GOAL: 2 Provide Infrastructure Support

OBJECTIVE: 1 Provide Operation and Maintenance of E&G Space

STRATEGY: 5 Small Institution Supplement

Service Categories:

Service: 19 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024 (1)	BL 2025 (1)
Objects of Expense:						
1001	SALARIES AND WAGES	$390,806	$540,283	$540,283	$0	$0
1002	OTHER PERSONNEL COSTS	$13,402	$16,905	$16,905	$0	$0
1005	FACULTY SALARIES	$226,890	$298,218	$298,218	$0	$0
2009	OTHER OPERATING EXPENSE	$1,520	$1,440	$1,440	$0	$0
TOTAL, OBJECT OF EXPENSE		**$632,618**	**$856,846**	**$856,846**	**$0**	**$0**
Method of Financing:						
1	General Revenue Fund	$658,283	$658,283	$658,283	$0	$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$658,283**	**$658,283**	**$658,283**	**$0**	**$0**
Method of Financing:						
770	Est. Other Educational & General	$(25,665)	$198,563	$198,563	$0	$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		**$(25,665)**	**$198,563**	**$198,563**	**$0**	**$0**

(1) - Formula funded strategies are not requested in 2024-25 because amounts are not determined by institutions.

71G Texas State Technical College - North Texas

GOAL: 2 Provide Infrastructure Support

OBJECTIVE: 1 Provide Operation and Maintenance of E&G Space

STRATEGY: 5 Small Institution Supplement

Service Categories:

Service: 19 Income: A.1 Age: B.3

CODE DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024 (1)	BL 2025 (1)
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)				**$0**	**$0**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)	**$632,618**	**$856,846**	**$856,846**	**$0**	**$0**
FULL TIME EQUIVALENT POSITIONS:	**10.0**	**12.0**	**12.0**	**12.0**	**12.0**

STRATEGY DESCRIPTION AND JUSTIFICATION:

The Small Institution Supplement strategy provides $1,316,566 during a biennium for institutions that enroll less than 5,000 students (phased out between 5,000 and 10,000), recognizing that institutions have a minimum cost of operation that may not be covered by funds generated through the formulas. The 84 th Texas Legislature in Texas Education Code (TEC), section 135.02(a), authorized designation of TSTC in North Texas as a campus. Under the criteria established by the 81st Legislature, this new campus qualifies for Small Institution Supplement funding.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

These funds will be directed to cover the costs of utilities and building maintenance.

(1) - Formula funded strategies are not requested in 2024-25 because amounts are not determined by institutions.

71G Texas State Technical College - North Texas

GOAL: 2 Provide Infrastructure Support

OBJECTIVE: 1 Provide Operation and Maintenance of E&G Space

STRATEGY: 5 Small Institution Supplement

Service Categories:

Service: 19 Income: A.1 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024 (1)	BL 2025 (1)

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS		BIENNIAL	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	CHANGE	$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
$1,713,692	$0	$(1,713,692)	$(1,713,692)	Formula Funding for FY2024 and FY2025.
			$(1,713,692)	**Total of Explanation of Biennial Change**

(1) - Formula funded strategies are not requested in 2024-25 because amounts are not determined by institutions.

71G Texas State Technical College - North Texas

GOAL: 3 Provide Non-formula Support
OBJECTIVE: 1 Instructional
STRATEGY: 1 Startup Funding

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

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
1001	SALARIES AND WAGES	$661,829	$909,659	$909,659	$623,048	$623,049
1002	OTHER PERSONNEL COSTS	$37,137	$131,880	$131,880	$90,328	$90,328
1005	FACULTY SALARIES	$1,229,605	$1,540,003	$1,540,003	$1,054,788	$1,054,788
2001	PROFESSIONAL FEES AND SERVICES	$126,364	$0	$0	$0	$0
2009	OTHER OPERATING EXPENSE	$83,699	$474,872	$256,950	$325,252	$325,252
5000	CAPITAL EXPENDITURES	$205,821	$0	$0	$0	$0
TOTAL, OBJECT OF EXPENSE		**$2,344,455**	**$3,056,414**	**$2,838,492**	**$2,093,416**	**$2,093,417**
Method of Financing:						
1	General Revenue Fund	$2,230,144	$2,779,316	$2,779,316	$2,093,416	$2,093,417
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$2,230,144**	**$2,779,316**	**$2,779,316**	**$2,093,416**	**$2,093,417**
Method of Financing:						
770	Est. Other Educational & General	$114,311	$277,098	$59,176	$0	$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		**$114,311**	**$277,098**	**$59,176**	**$0**	**$0**

71G Texas State Technical College - North Texas

GOAL: 3 Provide Non-formula Support

OBJECTIVE: 1 Instructional

STRATEGY: 1 Startup Funding

Service Categories:

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

CODE DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)				**$2,093,416**	**$2,093,417**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)	**$2,344,455**	**$3,056,414**	**$2,838,492**	**$2,093,416**	**$2,093,417**
FULL TIME EQUIVALENT POSITIONS:	**31.9**	**36.9**	**36.9**	**36.9**	**36.9**

STRATEGY DESCRIPTION AND JUSTIFICATION:

TSTC's funding model for Instruction and Administration, the "returned value" (RTV) funding model, only funds results; consequently, it does not provide funding for start-up operations like other cost-reimbursement (e.g., contact-hour based) models. RTV funding returns a portion of the economic value to the state generated from wages earned (over five years) by former students. Consequently, there is an 8-10 year inherent lag between the campus start-up, teaching event, the students' 5-year earnings contribution, the funding formula measurement, and the allocation through appropriations funding. For start-up locations, significant costs accumulate during this time.

Basic start-up costs include, but are not limited to, operations personnel, debt service on financed equipment (TSTC's programs require costly, industrial equipment), and consumables (many programs have significant consumable cost, such as welding rods), and advertising costs. Start-up administrative costs are mitigated by TSTC's centralized administration structure.

As student earnings begin to reach the end of the 5-year measurement period, the funding formula will recognized these results and the need for transition funding will decline.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

71G Texas State Technical College - North Texas

GOAL: 3 Provide Non-formula Support
OBJECTIVE: 1 Instructional
STRATEGY: 1 Startup Funding

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

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025

Enrollment at the start-up location has grown steadily since inception, and is consistent with the rate of growth expected for the start-up.

Creation of night and weekend cohorts has placed an opportunity for non-traditional students to obtain an in demand technical education.

TSTC continues to be an institution of choice for Texas Workforce Commission Skills Development Funding grants, and several awards were made at TSTC in North Texas.

Continued model of reduced administration to efficiently deploy all funding resources to core, educational services.

Actively participating as a member of the community through the Red Oak Chamber of Commerce, Waxahachie Chamber of Commerce, Best Southwest Partnership, and engagement with Red Oak and the surrounding cities.

Forged relationships with surrounding ISDs.

71G Texas State Technical College - North Texas

GOAL: 3 Provide Non-formula Support

OBJECTIVE: 1 Instructional

STRATEGY: 1 Startup Funding

Service Categories:

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

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS		BIENNIAL	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	CHANGE	$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
$5,894,906	$4,186,833	$(1,708,073)	$(1,708,073)	Transfers are not reflected in FY2024 and FY2025 because the actual amount is unknown and GR amount request only for FY2024 and FY2025. MOF-Other E&G. FTEs-0.
			$(1,708,073)	**Total of Explanation of Biennial Change**

71G Texas State Technical College - North Texas

GOAL: 3 Provide Non-formula Support
OBJECTIVE: 4 Institutional
STRATEGY: 1 Institutional Enhancement

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

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
1001	SALARIES AND WAGES	$111,148	$95,040	$95,040	$153,447	$153,447
1002	OTHER PERSONNEL COSTS	$6,973	$4,580	$4,580	$7,395	$7,395
2009	OTHER OPERATING EXPENSE	$40	$480	$480	$775	$775
TOTAL, OBJECT OF EXPENSE		**$118,161**	**$100,100**	**$100,100**	**$161,617**	**$161,617**
Method of Financing:						
1	General Revenue Fund	$161,616	$161,617	$161,617	$161,617	$161,617
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		**$161,616**	**$161,617**	**$161,617**	**$161,617**	**$161,617**
Method of Financing:						
770	Est. Other Educational & General	$(43,455)	$(61,517)	$(61,517)	$0	$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		**$(43,455)**	**$(61,517)**	**$(61,517)**	**$0**	**$0**
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					**$161,617**	**$161,617**
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		**$118,161**	**$100,100**	**$100,100**	**$161,617**	**$161,617**
FULL TIME EQUIVALENT POSITIONS:		**2.0**	**2.0**	**2.0**	**2.0**	**2.0**

71G Texas State Technical College - North Texas

GOAL:	3	Provide Non-formula Support				
OBJECTIVE:	4	Institutional	Service Categories:			
STRATEGY:	1	Institutional Enhancement	Service: 19	Income: A.2	Age: B.3	

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025

STRATEGY DESCRIPTION AND JUSTIFICATION:

Provides funding necessary for proper functioning of the College operations. Funds are used to support E&G components including career services, institutional planning, assessment, instructional support, and new program development.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Influencing factors include the demand for new programs and student services.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS		BIENNIAL	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	CHANGE	$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
$200,200	$323,234	$123,034	$123,034	Reallocation of expenses to align with appropriation. FTEs-0.
			$123,034	**Total of Explanation of Biennial Change**

71G Texas State Technical College - North Texas

GOAL: 3 Provide Non-formula Support

OBJECTIVE: 5 Exceptional Item Request — Service Categories:

STRATEGY: 1 Exceptional Item Request — Service: 19 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
1001	SALARIES AND WAGES	$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**

STRATEGY DESCRIPTION AND JUSTIFICATION:

71G Texas State Technical College - North Texas

GOAL:	3	Provide Non-formula Support		
OBJECTIVE:	5	Exceptional Item Request	Service Categories:	
STRATEGY:	1	Exceptional Item Request	Service: 19	Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025

Texas industry and supply chain are constrained by the shortage in commercial driver's license (CDL) holders. This shortage spans across a broad range of industries in Texas. The American Trucking Association (ATA) reports that nearly 72% of all freight tonnage moved in the U.S. travels by commercial truck. In order to meet America's freight needs, the industry requires nearly three million heavy-duty Class 8 trucks and over three million truck drivers. ATA reports the current shortage of truck drivers nationwide is around 80,000 and will reach 160,000 by 2030 if current trends continue. According to the Texas Trucking Association (TXTA), the shortage of CDL drivers continues to negatively impact the supply chain, as 82 percent of Texas communities depend exclusively on trucks for needed products. TXTA also advises that 15 of every 1,000 jobs in Texas belong to truckers, and projects approximately 62,000 new job openings due to growth over the next 10 years. With its statewide scope and strategic placement across the Texas landscape, TSTC is positioned to address the CDL shortage in a meaningful way. To execute rapidly, TSTC requests an Exceptional Item of $103 million to (1) establish or expand six CDL training and testing sites, (2) create licensing capacity to license approximately 2,400 drivers per year, and (3) establish a platform for an advanced transportation ecosystem around the state meeting both the immediate and future training needs of Texas.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Consequences of not funding: Continued Driver shortage, prolonged supply chain disruption and negative impact to the Texas Economy.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

STRATEGY BIENNIAL TOTAL - ALL FUNDS		BIENNIAL	EXPLANATION OF BIENNIAL CHANGE	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	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:	**$3,911,152**	**$4,856,171**	**$4,647,091**	**$4,199,804**	**$4,201,280**
METHODS OF FINANCE (INCLUDING RIDERS):				**$4,199,804**	**$4,201,280**
METHODS OF FINANCE (EXCLUDING RIDERS):	**$3,911,152**	**$4,856,171**	**$4,647,091**	**$4,199,804**	**$4,201,280**
FULL TIME EQUIVALENT POSITIONS:	**44.9**	**51.9**	**51.9**	**51.9**	**51.9**

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

CODE	DESCRIPTION	Excp 2024	Excp 2025

Item Name: Statewide CDL Program Expansion
Item Priority: 1
IT Component: No
Anticipated Out-year Costs: Yes
Involve Contracts > $50,000: Yes
Includes Funding for the Following Strategy or Strategies: 03-05-01 Exceptional Item Request

		Excp 2024	Excp 2025
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	364,134	439,590
2009	OTHER OPERATING EXPENSE	1,352,616	1,632,780
5000	CAPITAL EXPENDITURES	9,620,298	1,105,000
	TOTAL, OBJECT OF EXPENSE	**$11,337,048**	**$3,177,370**
METHOD OF FINANCING:			
1	General Revenue Fund	11,337,048	3,177,370
	TOTAL, METHOD OF FINANCING	**$11,337,048**	**$3,177,370**
FULL-TIME EQUIVALENT POSITIONS (FTE):		5.00	6.00

DESCRIPTION / JUSTIFICATION:

Texas industry and supply chain are constrained by the shortage in commercial driver's license (CDL) holders. This shortage spans across a broad range of industries in Texas. The American Trucking Association (ATA) reports that nearly 72% of all freight tonnage moved in the U.S. travels by commercial truck. In order to meet America's freight needs, the industry requires nearly three million heavy-duty Class 8 trucks and over three million truck drivers. ATA reports the current shortage of truck drivers nationwide is around 80,000 and will reach 160,000 by 2030 if current trends continue. According to the Texas Trucking Association (TXTA), the shortage of CDL drivers continues to negatively impact the supply chain, as 82 percent of Texas communities depend exclusively on trucks for needed products. TXTA also advises that 15 of every 1,000 jobs in Texas belong to truckers, and projects approximately 62,000 new job openings due to growth over the next 10 years. With its statewide scope and strategic placement across the Texas landscape, TSTC is positioned to address the CDL shortage in a meaningful way. To execute rapidly, TSTC requests an Exceptional Item of $103 million to (1) establish or expand six CDL training and testing sites, (2) create licensing capacity to license approximately 2,400 drivers per year, and (3) establish a platform for an advanced transportation ecosystem around the state meeting both the immediate and future training needs of Texas.

EXTERNAL/INTERNAL FACTORS:

Consequences of not funding: Continued Driver shortage, prolonged supply chain disruption and negative impact to the Texas Economy.

PCLS TRACKING KEY:

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

CODE	DESCRIPTION	Excp 2024	Excp 2025

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Continuing Operating Costs

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

2026	2027	2028
$2,147,826	$2,147,826	$2,147,826

APPROXIMATE PERCENTAGE OF EXCEPTIONAL ITEM : 0.00%

CONTRACT DESCRIPTION :

None

Agency code: **71G** Agency name: **Texas State Technical College - North Texas**

Code	Description	Excp 2024	Excp 2025
Item Name:	Statewide CDL Program Expansion		
Allocation to Strategy:	3-5-1 Exceptional Item Request		
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	364,134	439,590
2009	OTHER OPERATING EXPENSE	1,352,616	1,632,780
5000	CAPITAL EXPENDITURES	9,620,298	1,105,000
TOTAL, OBJECT OF EXPENSE		**$11,337,048**	**$3,177,370**
METHOD OF FINANCING:			
1	General Revenue Fund	11,337,048	3,177,370
TOTAL, METHOD OF FINANCING		**$11,337,048**	**$3,177,370**
FULL-TIME EQUIVALENT POSITIONS (FTE):		5.0	6.0

Agency Code: **71G** Agency name: **Texas State Technical College - North Texas**

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 2024	Excp 2025
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	364,134	439,590
2009	OTHER OPERATING EXPENSE	1,352,616	1,632,780
5000	CAPITAL EXPENDITURES	9,620,298	1,105,000
	Total, Objects of Expense	**$11,337,048**	**$3,177,370**
METHOD OF FINANCING:			
1	General Revenue Fund	11,337,048	3,177,370
	Total, Method of Finance	**$11,337,048**	**$3,177,370**
FULL-TIME EQUIVALENT POSITIONS (FTE):		5.0	6.0

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Statewide CDL Program Expansion

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

88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 71G Agency name: **Texas State Technical College - North Texas**

GR Baseline Request Limit = $4,510,067

GR-D Baseline Request Limit = $0

Strategy/Strategy Option/Rider

	2024 Funds				2025 Funds						
FTEs	**Total**	**GR**	**Ded**	**FTEs**	**Total**	**GR**	**Ded**	**Biennial Cumulative GR**	**Biennial Cumulative Ded**	**Page #**
0.0				**0.0**				********GR-D Baseline Request Limit=$0********		
Strategy: 1 - 1 - 3	**Staff Group Insurance Premiums**									
0.0	45,993	0	45,993	0.0	47,673	0	47,673	0	93,666	______
Strategy: 1 - 1 - 6	**Texas Public Education Grants**									
0.0	27,620	0	27,620	0.0	28,448	0	28,448	0	149,734	______
Strategy: 2 - 1 - 1	**Educational and General Space Support**									
1.0	0	0	0	1.0	0	0	0	0	149,734	______
Strategy: 2 - 1 - 2	**Capital Construction Assistance Projects Revenue Bonds**									
0.0	1,871,158	1,871,158	0	0.0	1,870,125	1,870,125	0	3,741,283	149,734	______
Strategy: 2 - 1 - 5	**Small Institution Supplement**									
12.0	0	0	0	12.0	0	0	0	3,741,283	149,734	______
13.0				**13.0**				********GR Baseline Request Limit=$4,510,067********		
Strategy: 3 - 1 - 1	**Startup Funding**									
36.9	2,093,416	2,093,416	0	36.9	2,093,417	2,093,417	0	7,928,116	149,734	______
Strategy: 3 - 4 - 1	**Institutional Enhancement**									
2.0	161,617	161,617	0	2.0	161,617	161,617	0	8,251,350	149,734	______
Excp Item: 1	**Statewide CDL Program Expansion**									
5.0	11,337,048	11,337,048	0	6.0	3,177,370	3,177,370	0	22,765,768	149,734	______

Strategy Detail for Excp Item: 1							
Strategy: 3 - 5 - 1	**Exceptional Item Request**						
5.0	11,337,048	11,337,048	0	6.0	3,177,370	3,177,370	0

56.9	**$15,536,852**	**$15,463,239**	**$73,613**	**57.9**	**$7,378,650**	**$7,302,529**	**76,121**

Agency Code: **71G** Agency: **Texas State Technical College - North Texas**

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

A. Fiscal Year - HUB Expenditure Information

Statewide HUB Goals	Procurement Category	% Goal	HUB Expenditures FY 2020 % Actual	Diff	Actual $	Total Expenditures FY 2020	% Goal	HUB Expenditures FY 2021 % Actual	Diff	Actual $	Total Expenditures FY 2021
11.2%	Heavy Construction	11.2 %	2.3%	-8.9%	$16,215	$691,533	11.2 %	2.1%	-9.1%	$3,579	$173,836
21.1%	Building Construction	21.1 %	0.0%	-21.1%	$0	$5,354,627	21.1 %	3.7%	-17.4%	$262,714	$7,195,694
32.9%	Special Trade	32.9 %	14.9%	-18.0%	$1,061,706	$7,113,163	32.9 %	9.2%	-23.7%	$358,050	$3,886,206
23.7%	Professional Services	23.7 %	0.4%	-23.3%	$12,760	$3,187,408	23.7 %	0.0%	-23.7%	$0	$181,781
26.0%	Other Services	26.0 %	20.0%	-6.0%	$2,137,903	$10,672,547	28.2 %	28.2%	0.0%	$5,205,557	$18,437,891
21.1%	Commodities	4.3 %	4.3%	0.0%	$743,463	$17,388,800	5.6 %	5.6%	0.0%	$1,140,419	$20,504,554
	Total Expenditures		**8.9%**		**$3,972,047**	**$44,408,078**		**13.8%**		**$6,970,319**	**$50,379,962**

B. Assessment of Attainment of HUB Procurement Goals

Attainment:

Applicability:

Factors Affecting Attainment:

C. Good-Faith Efforts to Increase HUB Participation

Outreach Efforts and Mentor-Protégé Programs:

TSTC participated in five HUB forums sponsored by businesses and governmental entities. TSTC did not have an active mentor-protégé partnership in the 2020-21 biennium.

HUB Program Staffing:

Agency Code: **71G** Agency: **Texas State Technical College - North Texas**

In FY 2021, TSTC established a Supplier Diversity Committee and hired one Supplier Diversity Specialist to oversee the Supplier Diversity program. The Supplier Diversity Specialist was responsible for increasing HUB participation by:
-Actively seeking certified HUB suppliers through HUB events and outreach initiatives.
-Ensuring the inclusion of HUB suppliers as a part of our strategic sourcing and procurement process.
-Communicating the value of supplier diversity both internally and externally to all stakeholders.

Current and Future 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):
-Increase awareness of the supplier diversity program through internal and external education initiatives
-Participate in HUB events to implement best practices and enhance HUB outreach
-Educate and motivate potential HUB suppliers to apply for HUB certification and participation
-Gather and respond to HUB supplier feedback concerning challenges to solicitation participation
-Increase participation in the Mentor-Protégé program

TSTC North Texas (71G)

Estimated Funds Outside the Institution's Bill Pattern
2022-23 and 2024-25 Biennia

	2022-23 Biennium				2024-25 Biennium			
	FY 2022 Revenue	FY 2023 Revenue	Biennium Total	Percent of Total	FY 2024 Revenue	FY 2025 Revenue	Biennium Total	Percent of Total
APPROPRIATED SOURCES INSIDE THE BILL PATTERN								
State Appropriations (excluding HEGI & State Paid Fringes)	$ 4,478,255	$ 4,578,377	$ 9,056,632		$ 4,578,377	$ 4,578,377	$ 9,156,754	
Tuition and Fees (net of Discounts and Allowances)	96,647	147,259	243,906		150,096	152,941	303,037	
Endowment and Interest Income	-	-	-		-	-	-	
Sales and Services of Educational Activities (net)	-	-	-		-	-	-	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Other Income	-	-	-		-	-	-	
Total	4,574,902	4,725,636	9,300,538	64.5%	4,728,473	4,731,318	9,459,791	66.5%
APPROPRIATED SOURCES OUTSIDE THE BILL PATTERN								
State Appropriations (HEGI & State Paid Fringes)	$ 873,322	$ 993,465	$ 1,866,787		$ 1,018,536	$ 1,036,559	$ 2,055,095	
Higher Education Assistance Funds	63,750	-	63,750		-	-	-	
Available University Fund	-	-	-		-	-	-	
State Grants and Contracts	-	-	-		-	-	-	
Total	937,072	993,465	1,930,537	13.4%	1,018,536	1,036,559	2,055,095	14.4%
NON-APPROPRIATED SOURCES								
Tuition and Fees (net of Discounts and Allowances)	711,335	725,317	1,436,652		737,277	749,106	1,486,383	
Federal Grants and Contracts	1,000,000	500,000	1,500,000		500,000	500,000	1,000,000	
State Grants and Contracts	45,000	20,000	65,000		20,000	20,000	40,000	
Local Government Grants and Contracts	25,000	25,000	50,000		25,000	25,000	50,000	
Private Gifts and Grants	-	-	-		-	-	-	
Endowment and Interest Income	-	-	-		-	-	-	
Sales and Services of Educational Activities (net)	76,337	70,000	146,337		70,000	70,000	140,000	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Professional Fees (net)	-	-	-		-	-	-	
Auxiliary Enterprises (net)	-	-	-		-	-	-	
Other Income	-	-	-		-	-	-	
Total	1,857,672	1,340,317	3,197,989	22.2%	1,352,277	1,364,106	2,716,383	19.1%
TOTAL SOURCES	$ 7,369,646	$ 7,059,418	$ 14,429,064	100.0%	$ 7,099,286	$ 7,131,983	$ 14,231,269	100.0%

Schedule 1A: Other Educational and General Income

88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

71G Texas State Technical College - North Texas

	Act 2021	**Act 2022**	**Bud 2023**	**Est 2024**	**Est 2025**
Gross Tuition					
Gross Resident Tuition	183,841	150,250	205,308	211,468	217,812
Gross Non-Resident Tuition	30,183	21,636	20,951	21,580	22,227
Gross Tuition	**214,024**	**171,886**	**226,259**	**233,048**	**240,039**
Less: Resident Waivers and Exemptions (excludes Hazlewood)	(1,245)	(1,366)	(1,798)	(1,852)	(1,908)
Less: Non-Resident Waivers and Exemptions	(16,850)	(15,445)	(20,331)	(20,941)	(21,569)
Less: Hazlewood Exemptions	(8,985)	(6,534)	(8,601)	(8,859)	(9,125)
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	**186,944**	**148,541**	**195,529**	**201,396**	**207,437**
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)	(24,348)	(19,941)	(26,815)	(27,620)	(28,448)
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	**162,596**	**128,600**	**168,714**	**173,776**	**178,989**
Student Teaching Fees	0	0	0	0	0

Schedule 1A: Other Educational and General Income

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	Act 2021	Act 2022	Bud 2023	Est 2024	Est 2025
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)	**162,596**	**128,600**	**168,714**	**173,776**	**178,989**
OTHER INCOME					
Interest on General Funds:					
Local Funds in State Treasury	0	0	0	0	0
Funds in Local Depositories, e.g., local amounts	0	0	0	0	0
Other Income (Itemize)					
Subtotal, Other Income	**0**	**0**	**0**	**0**	**0**
Subtotal, Other Educational and General Income	**162,596**	**128,600**	**168,714**	**173,776**	**178,989**
Less: O.A.S.I. Applicable to Educational and General Local Funds Payrolls	(7,533)	(5,826)	(9,061)	(9,333)	(9,613)
Less: Teachers Retirement System and ORP Proportionality for Educational and General Funds	(6,908)	(5,747)	(9,856)	(10,151)	(10,456)
Less: Staff Group Insurance Premiums	(37,880)	(32,481)	(33,215)	(33,999)	(34,839)
Total, Other Educational and General Income (Formula Amounts for General Academic Institutions)	**110,275**	**84,546**	**116,582**	**120,293**	**124,081**
Reconciliation to Summary of Request for FY 2019-2021:					
Plus: Transfer of Funds for Texas Public Education Grants Program and Physician Loans	24,348	19,941	26,815	27,620	28,448
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	37,880	32,481	33,215	33,999	34,839
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

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	Act 2021	Act 2022	Bud 2023	Est 2024	Est 2025
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	**172,503**	**136,968**	**176,612**	**181,912**	**187,368**

Schedule 2: Selected Educational, General and Other Funds

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	Act 2021	Act 2022	Bud 2023	Est 2024	Est 2025
General Revenue Transfers					
Transfer from Coordinating Board for Texas College Work Study Program (2021, 2022, 2023)	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	(160,522)	(707,904)	(707,904)	(707,904)	(707,904)
Less: Transfer to Department of Health, Disproportionate Share - State-Owned Hospitals (2021, 2022, 2023)	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	0	0	0	0	0
GME Expansion	0	0	0	0	0
Subtotal, General Revenue Transfers	**(160,522)**	**(707,904)**	**(707,904)**	**(707,904)**	**(707,904)**
General Revenue HEF	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 (2021, 2022, 2023)	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)	**1,302,525**	**1,177,980**	**1,307,558**	**1,346,785**	**1,387,188**
Indirect Cost Recovery (Sec. 145.001(d))	**0**	**0**	**0**	**0**	**0**
Correctional Managed Care Contracts	**0**	**0**	**0**	**0**	**0**

71G Texas State Technical College - North Texas

		E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
GR & GR-D Percentages						
GR %	97.60%					
GR-D/Other %	2.40%					
Total Percentage	100.00%					
FULL TIME ACTIVES						
1a Employee Only		25	24	1	25	3
2a Employee and Children		7	7	0	7	1
3a Employee and Spouse		5	5	0	5	2
4a Employee and Family		4	4	0	4	0
5a Eligible, Opt Out		3	3	0	3	1
6a Eligible, Not Enrolled		3	3	0	3	0
Total for This Section		**47**	**46**	**1**	**47**	**7**
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 Eligble, 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		**47**	**46**	**1**	**47**	**7**

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	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 Eligble, 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 Eligble, 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	25	24	1	25	3
2e Employee and Children	7	7	0	7	1
3e Employee and Spouse	5	5	0	5	2
4e Employee and Family	4	4	0	4	0
5e Eligble, Opt Out	3	3	0	3	1
6e Eligible, Not Enrolled	3	3	0	3	0
Total for This Section	**47**	**46**	**1**	**47**	**7**

71G Texas State Technical College - North Texas

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
TOTAL ENROLLMENT					
1f Employee Only	25	24	1	25	3
2f Employee and Children	7	7	0	7	1
3f Employee and Spouse	5	5	0	5	2
4f Employee and Family	4	4	0	4	0
5f Eligble, Opt Out	3	3	0	3	1
6f Eligible, Not Enrolled	3	3	0	3	0
Total for This Section	**47**	**46**	**1**	**47**	**7**

Agency 71G Texas State Technical College - North Texas

Proportionality Percentage Based on Comptroller Accounting Policy Statement #011, Exhibit 2	2021 % to Total	2021 Allocation of OASI	2022 % to Total	2022 Allocation of OASI	2023 % to Total	2023 Allocation of OASI	2024 % to Total	2024 Allocation of OASI	2025 % to Total	2025 Allocation of OASI
General Revenue (% to Total)	96.1561	$188,429	97.6027	$237,183	96.8586	$279,383	96.8586	$287,764	96.8586	$296,397
Other Educational and General Funds (% to Total)	3.8439	$7,533	2.3973	$5,826	3.1414	$9,061	3.1414	$9,333	3.1414	$9,613
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	**$195,962**	100.0000	**$243,009**	100.0000	**$288,444**	100.0000	**$297,097**	100.0000	**$306,010**

Schedule 5: Calculation of Retirement Proportionality and ORP Differential

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Description	Act 2021	Act 2022	Bud 2023	Est 2024	Est 2025
Proportionality Amounts					
Gross Educational and General Payroll - Subject To TRS Retirement	2,507,368	2,852,027	3,698,650	3,585,515	3,693,080
Employer Contribution to TRS Retirement Programs	170,501	213,902	295,892	304,769	313,912
Gross Educational and General Payroll - Subject To ORP Retirement	139,636	218,682	270,303	278,412	286,764
Employer Contribution to ORP Retirement Programs	9,216	14,433	17,840	18,375	18,926
Proportionality Percentage					
General Revenue	96.1561 %	97.6027 %	96.8586 %	96.8586 %	96.8586 %
Other Educational and General Income	3.8439 %	2.3973 %	3.1414 %	3.1414 %	3.1414 %
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)	6,908	5,474	9,856	10,151	10,456
HRI Patient Income Proportional Contribution (HRI Patient Income percentage x Total Employer Contribution To Retirement Programs)	0	0	0	0	0
Differential					
Differential Percentage	0.0000 %	0.0000 %	0.0000 %	0.0000 %	0.0000 %
Gross Payroll Subject to Differential - Optional Retirement Program	0	0	0	0	0
Total Differential	0	0	0	0	0

Schedule 6: Constitutional Capital Funding
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Automated Budget and Evalutation System of Texas (ABEST)

71G Texas State Technical College - North Texas

Activity	Act 2021	Act 2022	Bud 2023	Est 2024	Est 2025
A. PUF Bond Proceeds Allocation	0	0	0	0	0
Project Allocation					
Library Acquisitions	0	0	0	0	0
Construction, Repairs and Renovations	0	0	0	0	0
Furnishings & Equipment	0	0	0	0	0
Computer Equipment & Infrastructure	0	0	0	0	0
Reserve for Future Consideration	0	0	0	0	0
Other (Itemize)					
B. HEF General Revenue Allocation	94,998	158,748	158,748	158,748	158,748
Project Allocation					
Library Acquisitions	0	0	0	0	0
Construction, Repairs and Renovations	0	0	0	0	0
Furnishings & Equipment	0	0	0	0	0
Computer Equipment & Infrastructure	0	0	0	0	0
Reserve for Future Consideration	94,998	158,748	158,748	158,748	158,748
HEF for Debt Service	0	0	0	0	0
Other (Itemize)					

Schedule 7: Personnel

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Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **71G** Agency name: **TSTC - North Texas**

	Actual 2021	Actual 2022	Budgeted 2023	Estimated 2024	Estimated 2025
Part A.					
FTE Postions					
Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	19.6	22.5	22.5	22.5	22.5
Educational and General Funds Non-Faculty Employees	25.3	29.5	29.5	29.5	29.5
Subtotal, Directly Appropriated Funds	**44.9**	**52.0**	**52.0**	**52.0**	**52.0**
Non Appropriated Funds Employees	0.1	0.1	0.1	0.1	0.1
Subtotal, Other Funds & Non-Appropriated	**0.1**	**0.1**	**0.1**	**0.1**	**0.1**
GRAND TOTAL	**45.0**	**52.1**	**52.1**	**52.1**	**52.1**

Schedule 8C: Capital Construction Assistance Projects Revenue Bonds Request by Project
88th Regular Session, Agency Submission, Version 1

Agency Code: **71G** Agency Name: **Texas State Technical College - North Texas**

Project Name	Authorization Year	Estimated Final Payment Date	Requested Amount 2024	Requested Amount 2025
Series 2016 - Purchase & Renovation of North Texas Technology Center	2016	10/15/2035	$ 717,625.00	$ 716,125.00
Series 2022 CCAP Bond - North Texas Campus Expansion	2022	8/31/2043	$ 1,153,533.00	$ 1,154,000.00
			$ 1,871,158.00	$ 1,870,125.00

71G Texas State Technical College - North Texas

1 - North Texas Start Up Funding

(1) Year Non-Formula Support Item First Funded:	2014
Year Non-Formula Support Item Established:	2014
Original Appropriation:	$2,250,000

(2) Mission:

TSTC's funding model for Instruction and Administration, the "returned value" (RTV) funding model, only funds results; consequently, it does not provide funding for start-up operations like other cost-reimbursement (e.g., contact-hour based) models. RTV funding returns a portion of the economic value to the state generated from wages earned (over five years) by former students. Consequently, there is an 8-10 year inherent lag between the campus start-up, teaching event, the students' 5-year earnings contribution, the funding formula measurement, and the allocation through appropriations funding. For start-up locations, significant costs accumulate during this time.

Basic start-up costs include, but are not limited to, operations personnel, debt service on financed equipment (TSTC's programs require costly, industrial equipment), and consumables (many programs have significant consumable cost, such as welding rods), and advertising costs. Start-up administrative costs are mitigated by TSTC's centralized administration structure.

As student earnings begin to reach the end of the 5-year measurement period, the funding formula will recognize these results and the need for transition funding will decline.

(3) (a) Major Accomplishments to Date:

Enrollment at the start-up location has grown since inception, and is consistent with the rate of growth expected for the start-up.

Continued model of reduced administration to efficiently deploy all funding resources to core, educational services.

Actively participating as a member of the community through the Red Oak Chamber of Commerce, Waxahachie Chamber of Commerce, Best Southwest Partnership, and engagement with Red Oak and the surrounding cities.

Forged relationships with surrounding ISDs.

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

Grow enrollment beyond current instructional and space capacity.

Develop annual fundraising component to raise outside instructional aid and capital equipment donations.

Grow dual credit capacity with surrounding ISDs with focus on technical pathways.

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

Special Item - NTX & E Williamson County Strategy, located in LAR of TSTC System Administration

(5) Formula Funding:
None

(6) Category:

Start-Up

(7) Transitional Funding:
Y

(8) Non-General Revenue Sources of Funding:

GR-Dedicated Tuition & Fees and Designated Tuition

(9) Impact of Not Funding:

This strategy funds core operations (teaching and learning) as a substitute for the Instruction and Administration formula funding. Elimination of funding would suspend TSTC's ability to operate programs. Following accreditor imposed teach-out obligations, the College would need to close programs, which would reduce the capacity to remedy Texas' technical skills shortage. Additionally, if funding sources are not increased back to prior levels, the potential exists that previously donated land may need to revert back to Red Oak ISD (partnership agreement required additional capital expansion or land would revert back to ISD).

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

This support will be necessary to maintain operations until the TSTC Returned-Value formula for the TSTC North Texas campus begins to phase in.

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

It is estimated that the need for this support will begin to phase out beginning in the 88th biennium as the Returned-Value formula begins to contribute to funding.

(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:

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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 life cycle, 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 - Institutional Enhancement

(1) Year Non-Formula Support Item First Funded: 2020

Year Non-Formula Support Item Established: 2020

Original Appropriation: $161,617

(2) Mission:

This funding is an important source of funding for various core E&G components. For the 2022-2023 biennial budget, these funds will continue to support essential educational support activities, instructional services, and student services.

(3) (a) Major Accomplishments to Date:

Educational support. Increased investment in student outreach services resulting in higher levels of prospect to registered students.
Instructional support. Deployment of faculty development across statewide campuses with emphasis on new faculty bootcamp, multi-level instructor certification courses, department chair training, competency based education training, and online learning courses and assistance.
Institutional Research Tools: Implementation of data research and visualization tools that enabled various levels of college stakeholders to participate in the improvement of instructional programs.
Educational Services: Increased capacity of success coach program to increase persistence/retention of students.

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

Instructional Support: Increased development for faculty, improving and innovating the student learning experience.
Institutional Research: Improved effectiveness and productivity of student learning through available dashboards, insights, and analysis.
Educational Support: Increasing persistence and retention levels facilitated by improved student support services as well as increased capacities.

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

None

(5) Formula Funding:
None

(6) Category:

Institutional Enhancement

(7) Transitional Funding:
N

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(8) Non-General Revenue Sources of Funding:

None

(9) Impact of Not Funding:

Reduced capacity for Instructional Support. Due to core nature of services supported by Institutional Enhancement funds, funding reductions or eliminations would be evaluated statewide across funding categories. Most likely consequences of lower funding will be reduced programming, specifically in areas that are considered low-performance, low-potential.

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

Non-formula support 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 external benchmarks. Although the strategic plan ends in 2030, TSTC statewide has already surpassed two of the four strategic plan goals. The first achievement is goal number 3, in which 80% of institution graduates will have completed programs with identified marketable skills. The second is goal number 4 , in which TSTC students have an average student loan debt of 29% relative to their first year wage, which positively exceeds the plan goal of 60%. TSTC is actively working on improving the number and rate of students with a degree, which comprise the remaining two 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 life cycle, 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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3 - CDL Program Expansion

(1) Year Non-Formula Support Item First Funded: 2024

Year Non-Formula Support Item Established: 2024

Original Appropriation: $11,337,048

(2) Mission:

Texas industry and supply chain are constrained by the shortage in commercial driver's license (CDL) holders. This shortage spans across a broad range of industries in Texas. The American Trucking Association (ATA) reports that nearly 72% of all freight tonnage moved in the U.S. travels by commercial truck. In order to meet America's freight needs, the industry requires nearly three million heavy-duty Class 8 trucks and over three million truck drivers. ATA reports the current shortage of truck drivers nationwide is around 80,000 and will reach 160,000 by 2030 if current trends continue. According to the Texas Trucking Association (TXTA), the shortage of CDL drivers continues to negatively impact the supply chain, as 82 percent of Texas communities depend exclusively on trucks for needed products. TXTA also advises that 15 of every 1,000 jobs in Texas belong to truckers, and projects approximately 62,000 new job openings due to growth over the next 10 years. With its statewide scope and strategic placement across the Texas landscape, TSTC is positioned to address the CDL shortage in a meaningful way. To execute rapidly, TSTC requests an Exceptional Item of $103 million to (1) establish or expand six CDL training and testing sites, (2) create licensing capacity to license approximately 2,400 drivers per year, and (3) establish a platform for an advanced transportation ecosystem around the state meeting both the immediate and future training needs of Texas.

(3) (a) Major Accomplishments to Date:

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

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

None

(5) Formula Funding:
None

(6) Category:

Economic Development

(7) Transitional Funding:
N

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(8) Non-General Revenue Sources of Funding:

None

(9) Impact of Not Funding:

Continued Driver shortage, prolonged supply chain disruption and negative impact to the Texas Economy.

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

Non-formula support 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:

N/A

(13) Performance Reviews:

N/A