

LEGISLATIVE APPROPRIATIONS

REQUEST

for Fiscal Years 2020 and 2021

**Submitted to the
Office of the Governor, Budget Division,
and the Legislative Budget Board**

by

UNIVERSITY OF HOUSTON - DOWNTOWN

*Date of Submission
August 3, 2018*

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

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Schedules Not Included

Agency Code:	Agency Name:	Date:
784	University of Houston-Downtown	August 2018
<p>For the schedules identified below, the University of Houston-Downtown either has no information to report or the schedule is not applicable. Accordingly, these schedules have been excluded from the University of Houston-Downtown Legislative Appropriations Request 2020-21 biennium.</p>		
Number	Name	
2.C.1.	Operating Costs Detail Base Request	
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Overview

The University of Houston-Downtown (UHD) continues to evolve as a university, growing in academic reputation, complexity, and success. Responding to both external and internal challenges, UHD is transforming from an institution focused primarily on access, to an institution equally committed to both access and success.

After 40 years of operating as an open-admissions institution, in 2013 UHD implemented admission standards for First-Time-In-College (FTIC) students. Two years later, the University implemented higher standards for transfer students. While this created expected enrollment challenges, admissions standards were essential to improving the success metrics associated with strong academic institutions. UHD recognized and responded to the transformational changes required for increased persistence and completion.

Over the past 20 years, 'disruptive innovation' has touched all industries, and higher education has been no exception. The biggest disruptor has been technology, specifically that which supported the growth of online instruction. Online learning opened the door to increased competition, from both for-profit institutions and traditional universities. Simultaneously, states were reducing the financial support provided to public universities, shifting the cost of higher education to students and their families. This led to more students entering higher education at the community college level. Further, increasing out-of-pocket costs to students, often covered through sizable student loans, led many to question whether a university degree was still a good value. These were among the challenges that UHD and the UH System had to address in recent years.

In coordination with the UH System, UHD adapted to the changing landscape of higher education. Admissions standards were put in place, to differentiate UHD from lower-cost community colleges and to underscore a commitment to increased academic rigor. While higher standards resulted in reduced undergraduate enrollment at UHD, the University offset losses by strategically growing enrollments at the graduate level. UHD also moved aggressively into online instruction, with online semester credit hours (SCHs) now accounting for more than 30 percent of UHD's total SCHs. Throughout this period the University was able to maintain its position as one of the most affordable public universities in Texas. In fact, UHD was recently recognized by IPEDS as one of the 15 lowest net-price 4-year universities in the country.

By being nimble, affordable and responsive to change, UHD has emerged from this period of disruption well-positioned for the future. While on-line instruction meets an important need, more must be done to make UHD an institution of 'first choice' and a 'place to be' for first-generation, moderate income urban students. Consequently, UHD will seek legislative approval to put in place a new Wellness & Success Center Fee to support construction and operation of a much-needed student center. This new center will replace the existing facility that was built in 1997 and designed for 7,000 students. UHD now enjoys an enrollment of approximately 14,000 students, well in excess of the current center's capacity. The availability of a new Wellness & Success Center is critical to accommodating students on campus between classes, where they'll be able to meet with classmates, study, exercise, and become more connected to the culture of the University.

The University also will increase efforts to attract adult learners by offering new degrees and certificates in high-demand disciplines, and collaborate with community college partners to award competency-based credits. To that end, UHD applied for and received a \$250,000 grant from the Texas Higher Education Coordinating Board to partner with Houston Community College to create the first competency-based bachelor's degree in the city of Houston.

Finally, UHD took a direct hit from Hurricane Harvey when the ground floor of its One Main Building was flooded with 33 inches of water. While UHD was able to re-open the day after Labor Day, missing just one week of classes, the cost of addressing the substantial damage amounted to \$9 million. While insurance will cover much of this amount, the 2 percent deductible for the \$155 million One Main Building structure comes to \$3.1 million. UHD is hopeful that the state will provide funding for institutions that sustained demonstrable Harvey-related damage, as well as consider funds to mitigate against losses from future events.

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8/3/2018 11:12:13AM

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University of Houston System 2018-19 Legislative Priorities

The University of Houston-Downtown legislative priorities are closely aligned with the overarching priorities of the UH System. The University would like to see an increase to base formula funding. UHD appreciates the progress that the legislature has made in the last three sessions to restore formula funding to 2011 levels, and now urges lawmakers to fully close that gap with an adjustment for inflation. UHD's momentum over the past five years in terms of improving student success would be greatly enhanced if the 86th legislature would take this restorative step.

Approximately 80% of UHD's full-time students receive on average \$10,000 in scholarships, grants and/or loans each year, an indication of how important financial aid is to students. In FY17, 1,214 UHD students received over \$6.4 million in Texas Grant funding. This funding allows students to focus more on academics, enroll in more classes and graduate on time. To maintain eligibility, Texas Grant recipients must earn 24 credit hours a year while remaining in good standing, making this state aid program a powerful driver of student success. UHD urges the legislature to increase funding for the Texas Grant program.

As we enter this 86th legislative session there remains considerable support to fund higher education institutions on a performance basis, with future funding tied to measures of student success. UHD is encouraged that the Texas Higher Education Coordinating Board's proposed performance-based model recognizes the importance of having simple and clear metrics, such as increases in the total number of degrees awarded, and that many universities in the state that are serving under-represented and under-prepared students require additional funding. Such funding would allow UHD to move forward on its highest priority - student success - and in doing so continue further align itself with the Coordinating Board's 60x30 goals.

In 2018, for the fifth consecutive year, UHD was recognized as a Military Friendly School - one of the top universities in the nation committed to the success of service members. For Fall 2017, more than 750 veterans enrolled at UHD. A challenge associated with serving these veterans is that between 2013 and 2017 UHD's Hazlewood exemptions have doubled, climbing from \$958,269 to \$1,862,540. The University asks that the state appropriate additional resources to cover the exemptions that support veterans and their military dependents through the Hazlewood Legacy program.

UHD also requests that the legislature consider restoring the non-formula funds that were cut during the last session. For UHD these cuts amounted to over \$1.6 million for the biennium. It should be noted that almost \$1.4 million of the UHD cuts were to the Institutional Enhancement (I/E) item, which in fact is not a special item in the conventional sense. For many years, these monies have been treated by all state universities as general operating funds. There is a strong case for treating I/E funds differently from other 'special item' funds.

These are energizing times for UHD as its multi-year plan for institutional transformation is beginning to show clear signs of success. An increase to UHD's state appropriation by the 86th legislature will allow UHD to sustain its historic momentum.

Significant Changes in Policy

In recent years, UHD has significantly changed in policy and operations. New admission standards, improved advising, cutting-edge pedagogy, and community college partnerships are moving the needle on student success. The UHD Progress Card, which tracks key performance measures, shows steady improvement in the Retention and Graduation Rates for both FTIC and Transfer students.

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Student performance has shown improvement in several areas since the implementation of these admission standards. Not only are FTICs being retained at a higher rate, they have higher GPAs in their first semester. Since the implementation of admissions standards, students are attempting more hours (13.9 in Fall 2017 versus 12.3 in Fall 2012) and completing more hours (11.5 in Fall 2017 versus 9.5 in Fall 2012). During this period, the percentage of students who earned all of the hours they attempted climbed from 51 percent to 62 percent. Through course redesign and improved pedagogy, UHD students are performing better in courses that have historically been gateways to academic progress.

While success with FTICs is vital, of equal importance is the success of transfer students, who comprise two-thirds of UHD's enrollment. The UHD strategic plan emphasizes the importance of developing strong alliances with community college partners. UHD's senior leaders meet regularly with their community college peers to explore ways to improve the transfer student experience and help achieve the state's 60x30 goal of having 60 percent of its 25-to-34-year-old workforce hold a postsecondary credential by 2030. With the THECB's plan placing a heavy emphasis on adult learners, UHD, with its average student being 27 years old, is well positioned to contribute to the state's goal of educating non-traditional and adult learners.

UHD is similarly prepared to contribute to the other three goals outlined in the 60x30 plan. The second 2030 goal calls for Texas institutions to produce 550,000 students who will in that year be finishing a degree or certificate. The 3,503 degrees and certificates awarded by UHD in 2016-17 was an all-time high and marked a 12.1% increase over the prior year. The third goal speaks to the importance of degree programs that equip students with marketable skills. UHD's mission statement underscores its commitment to "providing strong academic and career preparation," and all of its colleges have developed advisory groups comprised of industry leaders to ensure that UHD graduates are prepared for the workforce.

Lastly, the 60x30 plan sets the goal of ensuring that by 2030, undergraduate student loan debt will not exceed 60 percent of the first year wage for graduates of Texas public universities. UHD prides itself on being among the best values in Texas public higher education. For FY2018, a student enrolling in 30 undergraduate hours at UHD paid \$7,544, which is 15% below the FY2018 statewide average of \$8,875. Comparably low tuition has helped increase student course loads and improve graduation rates.

UHD is the only institution in the state to offer a 5-year tuition guarantee. Students taking 24 semester credit hours per year and remaining in good academic standing will be able to lock in tuition/fee rates for 15 consecutive semesters. This model better fits the UHD student profile and ensures that students can graduate in six years with little if any debt.

While UHD is evolving as a learning institution, the profile of its students remains unchanged. Many UHD students continue come from groups historically under-represented in higher education. Currently, the UHD student body is 48% Hispanic, 22% African-American, 16% Anglo, and 10% Asian. More than 50% of UHD students are the first in their families to attend college. The majority of students work while attending UHD. They require specific types of support in order to succeed and earn a degree. They must receive expert advising and consistent communications. These students also should be monitored and receive faculty and/or peer tutoring, be informed of emergency resources, and mentored throughout their college careers. Many students may also need additional scholarship funds to keep them on track. UHD remains committed to providing all of the support services required of the older, first-generation, minority, lower-income and working student populations that characterize UHD.

Significant changes in provision of services

UHD's changes to admission standards are reshaping the student body in positive ways. Improved retention rates have resulted in steadily increasing upper division

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level credit hours. And, by raising the bar academically, the University has become more favorably viewed by prospective students and is consequently tracking toward a record number of applications for Fall 2018. This is also evident at the graduate level, where UHD has seen tremendous growth over the past six years.

While growth at the graduate level is encouraging, UHD remains an institution committed to undergraduate instruction. The University has recently added bachelor's degrees in Nursing, Data Science, and Behavioral and Health Sciences. The B.S. in Data Science was the first such degree offered in the state. To continue increasing undergraduate student success, UHD has taken numerous actions. More intensive orientation programs have been added, student advising has been strengthened, and a Center for Teaching and Learning Excellence (CTLE) was established as a resource for faculty to improve pedagogy and assessment. UHD faculty work with the Center's staff to redesign more effective courses. Recently, the Texas Higher Education Coordinating recognized this program with its STAR Award for promoting student success. UHD has also adopted best practices for improving retention, providing greater student support in courses with high occurrences of Ds, Fs, or Ws, placing cohorts of students into linked classes, and using student/peer instructors to supplement the instruction of faculty in gateway courses.

Partnerships with area community colleges continue to be a priority for UHD. For example, the recently introduced BSN in Nursing is actually a 2-year completion program, with students first earning an Associates in Nursing and a RN certificate from a community college partner. The University now embeds advisors at 2-year schools, where they can work closely with their community college peers. Students who are jointly advised are more likely to enroll in courses that satisfy their certificate or associate degree requirements, and are guaranteed to be transferrable to UHD. UHD and partners like Houston Community College, Lone Star College, and San Jacinto College now offer 2+2 students a variety of AA/BA, AS/BS, and AAS/BAAS tracks. As a result, UHD and its community college partners are able to reduce the total number of earned hours for students who transfer in and graduate, thereby reducing the time-to-degree for those students and ensuring low student loan debt.

UHD continues to be a university that meets students where they are. This means providing instruction that fits the demanding schedules of adult and working students. UHD offers classroom instruction at several locations including downtown Houston, UHD Northwest and on two community college campuses.

As UHD evolves, it is critical that its facilities and infrastructure keep pace. UHD is now in the process of constructing a Sciences and Technology Building, made possible by capital construction bonds approved by the legislature during the 84th session. This building, which is scheduled to be completed by the summer of 2019, will provide state-of-the-art instructional and research lab space and expand UHD's offerings in STEM related disciplines. With the new building in place, UHD will shift its attention to adding more student support spaces. The university's Campus Master Plan has long prioritized the addition of a more adequate Recreation and Wellness Center. UHD's plan is to construct a facility that will better meet student needs and support the delivery of kinesthetically related courses. Securing legislative approval for a new Wellness and Success Center Fee to support construction of this new facility is one of UHD's highest priorities during this session.

Significant externalities

The State's increased emphasis on student success, combined with legislative funding for higher education that is still below 2011 levels, has presented challenges for UHD. The University's decision to adopt minimal admission standards in 2013 was driven in part by legislative actions such as lowering funding for developmental course work, repeated courses, and hours in excess of the state's undergraduate cap on hours attempted by students. While UHD supported these policy changes, the impact on undergraduate enrollment was significant. Repositioning an institution in the eyes of prospective students takes time, and it is only now, five years in, that enrollments are fully recovering.

UHD is increasingly concerned about student indebtedness. As college costs continue to rise, access to financial aid becomes increasingly important. Most financial aid comes through the federal government, and for low-income students, the Pell Grant program is the lifeline to higher education. In 2012-13 the Department of Education

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put in place new Pell Lifetime Eligibility Usage (Pell LEU) rules, reducing the maximum eligibility for Pell from 18 semesters to 12. This change made it more critical that students pursue their degrees in a timely manner. UHD, which serves many first-generation college students, had many students impacted by this change. In 2013-14, the year after this change was made, UHD's mix of federal financial aid was 35% Pell Grants and 65% student loans. Four years later those figures had shifted to 30% Pell and 70% loans. This meant \$2.2 million less in Pell grants and \$8.5 million more in loans for UHD students.

While UHD has a long history of maintaining affordability, low tuition and fee rates are not enough in the battle against student debt. Another key to reducing student indebtedness involves minimizing the number of unnecessary hours a student takes. It is critical that FTIC students declare a major as early as possible, so they can be well-advised and placed on a guided degree path. For Transfer students, it is important to minimize the number of surplus credit hours that they transfer in. For students who are starting at a community college, their level of indebtedness and academic success depends on UHD and the community college working together to create clear and affordable pathways.

A looming multi-billion dollar TXDOT project also will seriously impact UHD. This project will involve the reconstruction of three major interstate highways that sweep past Houston's central business district – IH-10, IH-45, and IH-69 – with one of those (IH-45) to be completely re-routed across what is now UHD property. The UH System is currently in discussions with TXDOT officials about related issues and overall management of the coming disruption. There are legitimate concerns about the impact such an intrusive project will have on UHD's enrollment, as the area around the university becomes a construction zone that many might seek to avoid.

Purpose of new funding being requested

UHD opens its request for new funding by asking the legislature to restore funding for the Instruction and Operations (I&O) formula to the 2010-11 rate. For that biennium, the base SCH rate for the I&O formula was \$62.19/SCH. As a result of recession, the 2012-2013 base SCH rate was reduced to \$53.71/SCH. By the 2018-2019 biennium, this rate had been increased to \$55.82/SCH, which is still 10% below the base funding that had been provided four sessions prior, without considering inflation. In addition to seeking greater overall support for higher education through the formula system, UHD is seeking special funding for the following institution-specific special item requests.

Restoration of cuts made to non-formula special items by the 85th Legislature (\$1,642,984)

UHD requests that the legislature restore the non-formula funds that were cut during the 85th legislative session. For UHD, these cuts amounted to \$1,642,984 for the biennium. Of this, \$1,365,763 was to the Institutional Enhancement (I/E) special item. For many years now, the funds from this item have been treated as general operating funds. With most of a university's expenses being allotted to personnel/salary, this reduction resulted in fewer faculty, advisors, and financial aid counselors. These reductions make it difficult to help students succeed.

Collaborative, Retention and Academic Engagement Facilities (\$15 million)

Visitors to UHD, including legislators and community leaders, often comment on the lack of gathering spaces for students to develop authentic communities. Such spaces are increasingly important since they foster a 'sense of place' that is inviting, flexible and non-judgmental for non-traditional students. These areas support student-to-student networking and deeper faculty-student relationships which are vital to the improvement of persistence and graduation rates. This is particularly true at a university like UHD, which lacks residential housing and thus supports a commuter student population. UHD has a three-pronged strategy to address this deficiency. The second two elements of this strategy will require \$15 million in one-time state funding.

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First, UHD plans to construct the aforementioned Wellness & Success Center (WSC). On approval of the Wellness & Success Center Fee, design and construction can begin, with an anticipated completion timeframe of summer of 2021.

UHD then will re-purpose the current Student Life Center (SLC) into a comprehensive Student Union. The strategy of re-purposing the SLC rather than constructing a new facility ensures the lowest cost to the state and UHS. While the existing SLC has been inadequately sized for over a decade, the structure itself can be redesigned to serve as a functional Student Union; which UHD requires and currently does not possess. This transformational development will take one year to complete following completion of the WSC. Design and construction costs for the Student Union are expected to be \$7 million.

The third phase of the university's overall strategy will be to build out a second level on its Girard Street Building (GSB). The GSB, which sits atop a three-level parking garage and includes a Welcome Center, was constructed to one day accommodate a second floor. The primary beneficiary of this new space will be UHD's University College (UC) which is at the center of UHD's student success efforts. It includes Student Advising and the Gator Success Center, oversees the Honors College and UHD's Minority Male Initiative (Men of L.E.G.A.C.I.), and is the home for students who have yet to declare a major. By relocating University College to the GSB, UHD will be able to better connect it to a number of engagement-focused functions, including the Advising Center, W.I. Dykes Library and Student Activities. Design and construction costs for the second level of GSB are expected to be \$8 million.

Hurricane Harvey Recovery/Mitigation Costs (\$4 million)

Hurricane Harvey was a historic storm that spread damage and destruction across Houston. UHD's newer buildings were spared, but the university's core structure, the iconic One Main Building, sustained major flooding. The first floor of One Main took in 33 inches of floodwater, devastating four major functions located on that floor (Facilities Management, Police, Parking & Transportation, Shipping & Receiving) and doing major damage to aspects of the central plant. The University re-opened for classes after just one week, but the recovery went on for many months. The total cost of recovery was approximately \$9 million. While much of this will be covered by insurance, the 2% deductible on the high-value One Main Building amounted to approximately \$3.1 million. UHD is requesting an extraordinary one-time appropriation to cover this deductible.

In the aftermath of Harvey, UHD has been examining ways to minimize damage from future storms. The two most significant steps the University can take would be to have a system of floodgates in place and ready to deploy, and to make watertight a subterranean tunnel that runs from the basement of UHD's One Main Building down to Buffalo Bayou. This existing tunnel dates back to an earlier use of the building and contributes significantly to the flooding of the building during high-water events. Preliminary research indicates that these two projects could be completed for a little under \$1 million.

Arts, Sciences, Engineering, and Entrepreneurship Center (\$19,035,446)

UHD proposes a 173,000 gross square feet (gsf) facility with engaging maker-spaces to stimulate innovation and entrepreneurship in the arts, sciences, and engineering. This unique facility would serve UHD and the surrounding community through academic and continuing education programs.

The first floor would host a mixture of art and engineering spaces providing opportunities for creative collaborations between students and faculty across several disciplines. With the Marilyn Davies College of Business and the Center for Urban Agriculture & Sustainability nearby, spaces in this building would serve as a hub for creativity and entrepreneurship. Other spaces would include studios, a theatre, study spaces, and larger open spaces to support gatherings.

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Given its placement at the north entry into downtown Houston along Main Street and at the juncture of the White Oak and Buffalo Bayous, this facility would serve as a hub for entrepreneurs, scientists, engineers, artists, and students. This specific request is for funds to cover the first two years of debt service on the bonds to be issued.

Adjustments made to comply with the 10% baseline cut made to the 2018-19 appropriation

In compliance with the policy letter issued by the Governor's Office of Budget, Planning and Policy and the Legislative Budget Board, UHD has reduced by 10% its approved 2018-19 biennial General Revenue Fund and General Revenue Dedicated Fund expenditures. The 10% reduction is being applied just to an institution's existing special items plus worker's compensation. Because of this, the total biennial cut for UHD would amount to \$403,093. With a current, unrestricted operating budget of \$145 million, the cut would not be considered untenable. However, a closer examination of UHD's operation reveals that it would have a very negative impact.

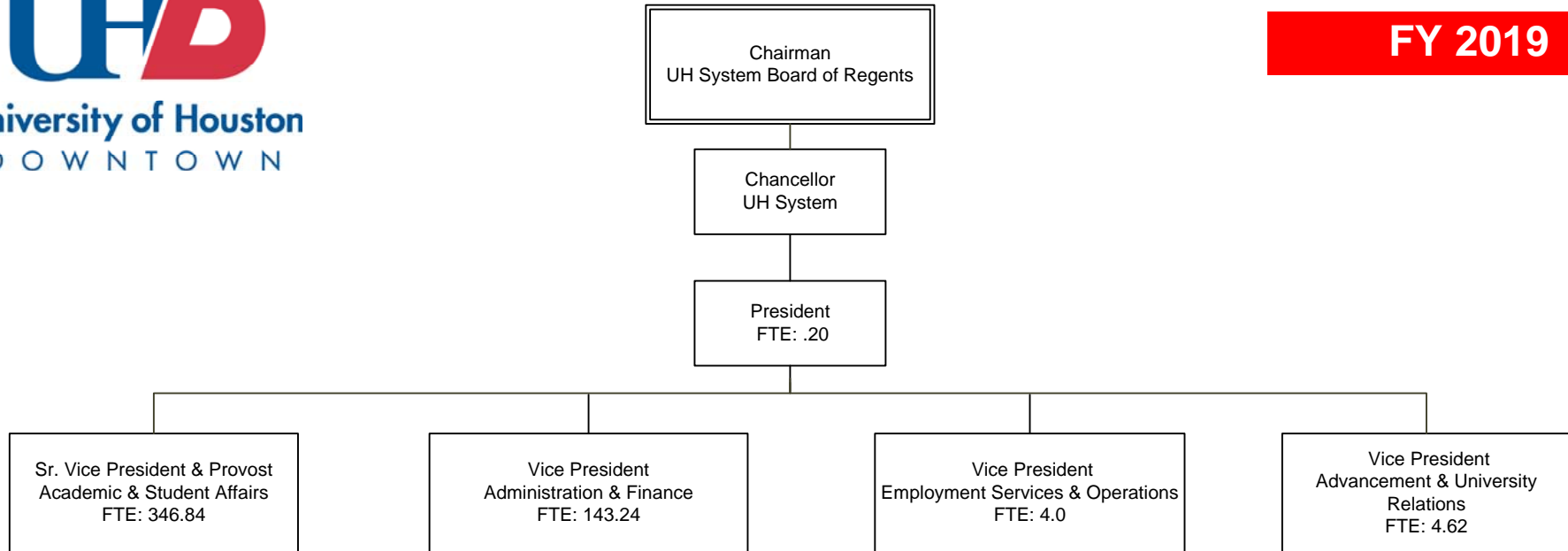
It should be noted that other than the Institutional Enhancement (I/E) item provided to all state universities, UHD receives very little special item funding. On a per student basis, UHD's special items appropriation is among the lowest in the state. Other institutions with multiple special items will be able to make cuts to those items in order to protect core operating funds. Approximately 83% of UHD's total special item funding comes through I/E. For all Texas public universities, I/E funding is used for operating funds. Of the \$403,093 that UHD would cut, \$322,745 would come from the I/E strategy. This would only add to UHD's ongoing challenge of identifying sufficient operating funds to fulfill its mission.

In order to remain affordable to students, UHD has one of the lowest tuition rates in the state, approximately 15% below the statewide average. UHD also receives the lowest Appropriated Funds-per-FTE Student of any Texas public university, which at \$3,899 is 40% below the statewide average. As a result, UHD is significantly understaffed, with a staff-to-faculty ratio that is far below the state average and a student-to-faculty ratio that is one of the highest in the state. While UHD's 10% cut may appear minimal, its impact is significant when viewed in the context of the resources that the University needs to support under-represented students, many of whom arrive under-prepared to do university-level work.

Conclusion

As UHD prepares for the 2020-2021 biennium, it is truly a university in transition. Its priority of increasing the number of students who graduate with certificates and degrees aligns with the state's 60x30 goal of doubling by 2030 the number of Texans ages 24-35 with postsecondary credentials or degrees. In 2016-17 UHD increased the number of degrees and certificates it awarded by 12.1%. At this rate, by 2030 UHD will more than double the number of academic credentials it awards. In order to achieve this benchmark, UHD will continue to work with business, industry, educational and governmental agencies to create curricula and programs that develop students' marketable skills. Regarding the 60x30 plan to limit student debt, UHD will sustain its track record of affordable tuition and fees as well as its effort to decrease excess semester credit hours that students attempt in completing their degrees.

The University of Houston-Downtown is grateful to the legislature(s) for the increased state appropriations over the past two biennia. Not only was UHD's base funding increased in both budget periods, but its Higher Education Assistance Fund (HEAF) allocation was increased by 50%, and it was authorized to issue \$60 million in Capital Construction Bonds (CCBs) to construct a Science & Technology building. These resources are vital to the growth of the University. With continued legislative support, UHD will be well-positioned to support the diverse citizenry of the state of Texas in achieving their academic and career goals.



Legend:
FTE figures reflect UHD employees budgeted on state funds for FY19.



CERTIFICATE

Agency Name University of Houston-Downtown

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 (2018-19 GAA).

Chief Executive Officer or Presiding Judge

Signature [Handwritten Signature]

Dr. Juan Sánchez-Muñoz
Printed Name

President _____

Title _____

Date 2/11/18

Board or Commission Chair

Signature [Handwritten Signature]

Tilman J. Fertitta
Printed Name

Chairman, UH System Board of Regents

Title _____

Date 7/31/18

Chief Financial Officer

Signature [Handwritten Signature]

David M. Bradley
Printed Name

Vice President for Administration and Finance

Title _____

Date 6/27/18

Budget Overview - Biennial Amounts
86th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

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Appropriation Years: 2020-21

	GENERAL REVENUE FUNDS		GR DEDICATED		FEDERAL FUNDS		OTHER FUNDS		ALL FUNDS		EXCEPTIONAL ITEM FUNDS	
	2018-19	2020-21	2018-19	2020-21	2018-19	2020-21	2018-19	2020-21	2018-19	2020-21	2020-21	
Goal: 1. Provide Instructional and Operations Support												
1.1.1. Operations Support	44,178,229		27,444,130						71,622,359			
1.1.3. Staff Group Insurance Premiums			4,851,099	5,293,611					4,851,099	5,293,611		
1.1.4. Workers' Compensation Insurance	70,792	289,928	43,607						114,399	289,928		
1.1.6. Texas Public Education Grants			4,396,416	4,538,263					4,396,416	4,538,263		
Total, Goal	44,249,021	289,928	36,735,252	9,831,874					80,984,273	10,121,802		
Goal: 2. Provide Infrastructure Support												
2.1.1. E&G Space Support	4,442,913								4,442,913			
2.1.2. Tuition Revenue Bond Retirement												19,035,446
Total, Goal	4,442,913								4,442,913			19,035,446
Goal: 3. Provide Non-formula Support												
3.3.1. Community Development Project	529,921	529,921							529,921	529,921		
3.4.1. Institutional Enhancement		3,211,083					16,372	16,372	16,372	3,227,455		
3.5.1. Exceptional Item Request												20,642,984
Total, Goal	529,921	3,741,004					16,372	16,372	546,293	3,757,376		20,642,984
Goal: 6. Research Funds												
6.3.1. Comprehensive Research Fund	301,752								301,752			
Total, Goal	301,752								301,752			
Total, Agency	49,523,607	4,030,932	36,735,252	9,831,874			16,372	16,372	86,275,231	13,879,178		39,678,430
Total FTEs									498.9	510.9		9.0

2.A. Summary of Base Request by Strategy

8/3/2018 11:12:14AM

86th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

784 University of Houston - Downtown

Goal / Objective / STRATEGY	Exp 2017	Est 2018	Bud 2019	Req 2020	Req 2021
1 Provide Instructional and Operations Support					
1 Provide Instructional and Operations Support					
1 OPERATIONS SUPPORT (1)	33,950,144	35,714,360	35,907,999	0	0
3 STAFF GROUP INSURANCE PREMIUMS	2,532,198	2,461,099	2,390,000	2,557,300	2,736,311
4 WORKERS' COMPENSATION INSURANCE	57,798	57,399	57,000	144,964	144,964
6 TEXAS PUBLIC EDUCATION GRANTS	2,269,669	2,193,803	2,202,613	2,246,665	2,291,598
TOTAL, GOAL 1	\$38,809,809	\$40,426,661	\$40,557,612	\$4,948,929	\$5,172,873
2 Provide Infrastructure Support					
1 Provide Operation and Maintenance of E&G Space					
1 E&G SPACE SUPPORT (1)	2,817,989	2,239,818	2,203,095	0	0
2 TUITION REVENUE BOND RETIREMENT	0	0	0	0	0
TOTAL, GOAL 2	\$2,817,989	\$2,239,818	\$2,203,095	\$0	\$0

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.

2.A. Summary of Base Request by Strategy

8/3/2018 11:12:14AM

86th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

784 University of Houston - Downtown

Goal / Objective / STRATEGY	Exp 2017	Est 2018	Bud 2019	Req 2020	Req 2021
3 Provide Non-formula Support					
3 <i>Public Service</i>					
1 COMMUNITY DEVELOPMENT PROJECT	362,435	264,961	264,960	264,961	264,960
4 <i>INSTITUTIONAL SUPPORT</i>					
1 INSTITUTIONAL ENHANCEMENT	2,044	8,186	8,186	1,613,728	1,613,727
5 <i>Exceptional Item Request</i>					
1 EXCEPTONAL ITEM REQUEST	0	0	0	0	0
TOTAL, GOAL 3	\$364,479	\$273,147	\$273,146	\$1,878,689	\$1,878,687
6 Research Funds					
3 <i>Comprehensive Research Fund</i>					
1 COMPREHENSIVE RESEARCH FUND	166,791	150,876	150,876	0	0
TOTAL, GOAL 6	\$166,791	\$150,876	\$150,876	\$0	\$0
TOTAL, AGENCY STRATEGY REQUEST	\$42,159,068	\$43,090,502	\$43,184,729	\$6,827,618	\$7,051,560

2.A. Summary of Base Request by Strategy

8/3/2018 11:12:14AM

86th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

784 University of Houston - Downtown

Goal / Objective / STRATEGY	Exp 2017	Est 2018	Bud 2019	Req 2020	Req 2021
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*				\$0	\$0
GRAND TOTAL, AGENCY REQUEST	\$42,159,068	\$43,090,502	\$43,184,729	\$6,827,618	\$7,051,560
<u>METHOD OF FINANCING:</u>					
General Revenue Funds:					
1 General Revenue Fund	24,025,035	24,748,399	24,775,208	2,015,467	2,015,465
SUBTOTAL	\$24,025,035	\$24,748,399	\$24,775,208	\$2,015,467	\$2,015,465
General Revenue Dedicated Funds:					
704 Est Bd Authorized Tuition Inc	1,307,038	1,258,206	1,263,259	0	0
770 Est. Other Educational & General	16,824,951	17,075,711	17,138,076	4,803,965	5,027,909
SUBTOTAL	\$18,131,989	\$18,333,917	\$18,401,335	\$4,803,965	\$5,027,909
Other Funds:					
802 Lic Plate Trust Fund No. 0802, est	2,044	8,186	8,186	8,186	8,186
SUBTOTAL	\$2,044	\$8,186	\$8,186	\$8,186	\$8,186
TOTAL, METHOD OF FINANCING	\$42,159,068	\$43,090,502	\$43,184,729	\$6,827,618	\$7,051,560

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

2.B. Summary of Base Request by Method of Finance
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/3/2018 11:12:14AM

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

METHOD OF FINANCING	Exp 2017	Est 2018	Bud 2019	Req 2020	Req 2021
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GENERAL REVENUE

1 General Revenue Fund

REGULAR APPROPRIATIONS

Regular Appropriations from MOF Table (2016-17 GAA)

\$24,025,035	\$0	\$0	\$0	\$0
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Comments: The amount in FY2017 includes the hiring freeze dollars that were retained with authorization from the Governor's Office on September 29th, 2017.

Regular Appropriations from MOF Table (2018-19 GAA)

\$0	\$24,748,399	\$24,775,208	\$2,015,467	\$2,015,465
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TOTAL, General Revenue Fund

\$24,025,035	\$24,748,399	\$24,775,208	\$2,015,467	\$2,015,465
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TOTAL, ALL GENERAL REVENUE

\$24,025,035	\$24,748,399	\$24,775,208	\$2,015,467	\$2,015,465
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GENERAL REVENUE FUND - DEDICATED

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

REGULAR APPROPRIATIONS

Regular Appropriations from MOF Table (2016-17 GAA)

\$161,450	\$0	\$0	\$0	\$0
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2.B. Summary of Base Request by Method of Finance
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/3/2018 11:12:14AM

Agency code: 784		Agency name: University of Houston - Downtown				
METHOD OF FINANCING	Exp 2017	Est 2018	Bud 2019	Req 2020	Req 2021	
<u>GENERAL REVENUE FUND - DEDICATED</u>						
Regular Appropriations from MOF Table (2018-19 GAA)	\$0	\$951,073	\$951,073	\$0	\$0	
<i>BASE ADJUSTMENT</i>						
Adjustment-Revised Receipts	\$1,145,588	\$307,133	\$312,186	\$0	\$0	
Comments: The primary reason for the increase in Board Authorized Tuition revenue is due to the significant growth of the MBA program at UHD.						
TOTAL,	GR Dedicated - Estimated Board Authorized Tuition Increases Account No. 704	\$1,307,038	\$1,258,206	\$1,263,259	\$0	\$0
770	GR Dedicated - Estimated Other Educational and General Income Account No. 770					
<i>REGULAR APPROPRIATIONS</i>						
Regular Appropriations from MOF Table (2016-17 GAA)	\$17,113,668	\$0	\$0	\$0	\$0	
Regular Appropriations from MOF Table (2018-19 GAA)	\$0	\$16,351,037	\$16,438,048	\$4,803,965	\$5,027,909	
<i>BASE ADJUSTMENT</i>						
Adjustment-Revised Receipts						

2.B. Summary of Base Request by Method of Finance
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/3/2018 11:12:14AM

Agency code:	784	Agency name:	University of Houston - Downtown			
METHOD OF FINANCING		Exp 2017	Est 2018	Bud 2019	Req 2020	Req 2021
<u>GENERAL REVENUE FUND - DEDICATED</u>						
		\$88,111	\$724,674	\$700,028	\$0	\$0
	Comments: The primary reason for the increase in Other Educational & General Income for 2018 and 2019 is due to the significant growth of the MBA program at UHD.					
	Adjustment to Expended					
		\$(376,828)	\$0	\$0	\$0	\$0
TOTAL,	GR Dedicated - Estimated Other Educational and General Income Account No. 770					
		\$16,824,951	\$17,075,711	\$17,138,076	\$4,803,965	\$5,027,909
TOTAL GENERAL REVENUE FUND - DEDICATED - 704, 708 & 770						
		\$18,131,989	\$18,333,917	\$18,401,335	\$4,803,965	\$5,027,909
TOTAL, ALL	GENERAL REVENUE FUND - DEDICATED					
		\$18,131,989	\$18,333,917	\$18,401,335	\$4,803,965	\$5,027,909
TOTAL,	GR & GR-DEDICATED FUNDS					
		\$42,157,024	\$43,082,316	\$43,176,543	\$6,819,432	\$7,043,374
<u>OTHER FUNDS</u>						
802	License Plate Trust Fund Account No. 0802					
	<i>REGULAR APPROPRIATIONS</i>					
	Regular Appropriations from MOF Table (2018-19 GAA)					
		\$0	\$8,186	\$8,186	\$8,186	\$8,186

2.B. Summary of Base Request by Method of Finance
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/3/2018 11:12:14AM

Agency code: 784		Agency name: University of Houston - Downtown				
METHOD OF FINANCING		Exp 2017	Est 2018	Bud 2019	Req 2020	Req 2021
<u>OTHER FUNDS</u>						
<i>RIDER APPROPRIATION</i>						
	Art III, Sec. 60, Special Provisions Higher Education, Texas Collegiate License Plate Scholarships (2	\$8,186	\$0	\$0	\$0	\$0
<i>BASE ADJUSTMENT</i>						
	Adjustment-Revised Receipts	\$(6,142)	\$0	\$0	\$0	\$0
TOTAL,	License Plate Trust Fund Account No. 0802	\$2,044	\$8,186	\$8,186	\$8,186	\$8,186
TOTAL, ALL	OTHER FUNDS	\$2,044	\$8,186	\$8,186	\$8,186	\$8,186
GRAND TOTAL		\$42,159,068	\$43,090,502	\$43,184,729	\$6,827,618	\$7,051,560

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

8/3/2018 11:12:14AM

86th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 784	Agency name: University of Houston - Downtown					
METHOD OF FINANCING	Exp 2017	Est 2018	Bud 2019	Req 2020	Req 2021	
FULL-TIME-EQUIVALENT POSITIONS						
REGULAR APPROPRIATIONS						
Regular Appropriations from MOF Table (2016-17 GAA)	433.7	0.0	0.0	0.0	0.0	
Regular Appropriations from MOF Table (2018-19 GAA)	0.0	487.4	487.4	504.9	510.9	
RIDER APPROPRIATION						
Art IX, Sec 6.10(a)(2), Board or Administrator FTE Adjustment (2016-17 GAA)	29.7	0.0	0.0	0.0	0.0	
Art IX, Sec 6.10(a)(2), Board or Administrator FTE Adjustment (2018-19 GAA)	0.0	0.0	11.5	0.0	0.0	
UNAUTHORIZED NUMBER OVER (BELOW) CAP						
Unauthorized Number Over (Below) Cap	0.0	(21.2)	0.0	0.0	0.0	
TOTAL, ADJUSTED FTES	463.4	466.2	498.9	504.9	510.9	

NUMBER OF 100% FEDERALLY FUNDED FTEs

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

8/3/2018 11:12:15AM

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Automated Budget and Evaluation System of Texas (ABEST)

784 University of Houston - Downtown

OBJECT OF EXPENSE	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
1001 SALARIES AND WAGES	\$12,428,153	\$13,596,308	\$13,814,920	\$0	\$0
1002 OTHER PERSONNEL COSTS	\$339,759	\$280,336	\$233,893	\$0	\$0
1005 FACULTY SALARIES	\$23,285,627	\$24,182,838	\$24,213,157	\$1,605,542	\$1,605,541
2001 PROFESSIONAL FEES AND SERVICES	\$3,746	\$0	\$0	\$0	\$0
2003 CONSUMABLE SUPPLIES	\$6,805	\$0	\$0	\$0	\$0
2004 UTILITIES	\$805,192	\$0	\$0	\$0	\$0
2008 DEBT SERVICE	\$0	\$0	\$0	\$0	\$0
2009 OTHER OPERATING EXPENSE	\$4,956,692	\$4,757,873	\$4,649,613	\$4,948,929	\$5,172,873
3001 CLIENT SERVICES	\$8,094	\$8,186	\$8,186	\$8,186	\$8,186
4000 GRANTS	\$325,000	\$264,961	\$264,960	\$264,961	\$264,960
5000 CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
OOE Total (Excluding Riders)	\$42,159,068	\$43,090,502	\$43,184,729	\$6,827,618	\$7,051,560
OOE Total (Riders)					
Grand Total	\$42,159,068	\$43,090,502	\$43,184,729	\$6,827,618	\$7,051,560

2.D. Summary of Base Request Objective Outcomes
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

8/3/2018 11:12:15AM

784 University of Houston - Downtown

Goal/ Objective / Outcome	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
1 Provide Instructional and Operations Support					
1 Provide Instructional and Operations Support					
KEY 1 % 1st-time, Full-time, Degree-seeking Frsh Earn Degree in 6 Yrs	20.76%	20.14%	26.00%	28.00%	30.11%
2 % 1st-time, Full-time, Degree-seeking White Frsh Earn Degree in 6 Yrs	23.36%	15.85%	24.00%	25.00%	26.00%
3 % 1st-time, Full-time, Degree-seeking Hisp Frsh Earn Degree in 6 Yrs	21.36%	23.74%	26.03%	30.00%	32.00%
4 % 1st-time, Full-time, Degree-seeking Black Frsh Earn Degree in 6 Yrs	16.50%	8.82%	14.00%	15.00%	16.00%
5 % 1st-time, Full-time, Degree-seeking Other Frshmn Earn Deg in 6 Yrs	23.33%	21.56%	27.00%	29.00%	31.00%
KEY 6 % 1st-time, Full-time, Degree-seeking Frsh Earn Degree in 4 Yrs	7.75%	9.63%	11.51%	14.55%	16.21%
7 % 1st-time, Full-time, Degree-seeking White Frsh Earn Degree in 4 Yrs	9.72%	7.69%	9.69%	12.00%	14.00%
8 % 1st-time, Full-time, Degree-seeking Hisp Frsh Earn Degree in 4 Yrs	8.60%	9.22%	11.22%	15.00%	16.50%
9 % 1st-time, Full-time, Degree-seeking Black Frsh Earn Degree in 4 Yrs	2.34%	6.38%	7.00%	8.00%	9.00%
10 % 1st-time, Full-time, Degree-seeking Other Frsh Earn Degree in 4 Yrs	7.94%	12.75%	14.75%	16.75%	18.75%
KEY 11 Persistence Rate 1st-time, Full-time, Degree-seeking Frsh after 1 Yr	72.26%	73.31%	74.00%	75.01%	76.03%
12 Persistence 1st-time, Full-time, Degree-seeking White Frsh after 1 Yr	60.61%	61.71%	62.81%	63.91%	65.01%

2.D. Summary of Base Request Objective Outcomes
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

8/3/2018 11:12:15AM

784 University of Houston - Downtown

<i>Goal/ Objective / Outcome</i>	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
13 Persistence 1st-time, Full-time, Degree-seeking Hisp Frsh after 1 Yr	74.87%	75.87%	76.87%	77.87%	78.87%
14 Persistence 1st-time, Full-time, Degree-seeking Black Frsh after 1 Yr	66.67%	67.77%	68.87%	69.97%	71.07%
15 Persistence 1st-time, Full-time, Degree-seeking Other Frsh after 1 Yr	67.36%	68.36%	69.36%	70.36%	71.36%
16 Percent of Semester Credit Hours Completed	95.37%	95.37%	95.37%	95.37%	95.37%
KEY 17 Certification Rate of Teacher Education Graduates	85.70%	85.00%	87.00%	90.00%	90.00%
18 Percentage of Underprepared Students Satisfy TSI Obligation in Math	67.32%	68.35%	68.85%	69.35%	69.85%
19 Percentage of Underprepared Students Satisfy TSI Obligation in Writing	88.65%	90.18%	90.68%	91.18%	91.68%
20 Percentage of Underprepared Students Satisfy TSI Obligation in Reading	75.63%	76.92%	77.42%	77.92%	78.42%
KEY 21 % of Baccalaureate Graduates Who Are 1st Generation College Graduates	65.05%	60.00%	60.00%	60.00%	60.00%
KEY 22 Percent of Transfer Students Who Graduate within 4 Years	53.76%	54.00%	56.62%	59.24%	61.86%
KEY 23 Percent of Transfer Students Who Graduate within 2 Years	23.76%	24.00%	25.12%	26.24%	27.36%
KEY 24 % Lower Division Semester Credit Hours Taught by Tenured/Tenure-Track	33.69%	33.82%	34.32%	34.82%	35.32%
KEY 30 Dollar Value of External or Sponsored Research Funds (in Millions)	2.76	3.17	3.59	4.00	4.41

2.D. Summary of Base Request Objective Outcomes
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

8/3/2018 11:12:15AM

784 University of Houston - Downtown

<i>Goal/ Objective / Outcome</i>	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
32 External Research Funds As Percentage Appropriated for Research	1,655.32%	1,902.58%	2,150.40%	2,398.21%	2,646.03%

2.E. Summary of Exceptional Items Request
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/3/2018
 TIME : 11:12:15AM

Agency code: 784

Agency name: University of Houston - Downtown

Priority	Item	2020			2021			Biennium	
		GR and GR/GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds
1	Restore Non-Formula Supp Reductions	\$821,491	\$821,491	9.0	\$821,493	\$821,493	9.0	\$1,642,984	\$1,642,984
2	Collab Reten Acad Engage Facilities	\$8,000,000	\$8,000,000		\$7,000,000	\$7,000,000		\$15,000,000	\$15,000,000
3	Hurricane Harvey Recovery	\$4,000,000	\$4,000,000	0.0	\$0	\$0	0.0	\$4,000,000	\$4,000,000
4	Arts Sci Engin & Entrep Ctr CCB Ret	\$9,517,723	\$9,517,723		\$9,517,723	\$9,517,723		\$19,035,446	\$19,035,446
Total, Exceptional Items Request		\$22,339,214	\$22,339,214	9.0	\$17,339,216	\$17,339,216	9.0	\$39,678,430	\$39,678,430

Method of Financing

General Revenue	\$22,339,214	\$22,339,214		\$17,339,216	\$17,339,216		\$39,678,430	\$39,678,430
General Revenue - Dedicated								
Federal Funds								
Other Funds								
	\$22,339,214	\$22,339,214		\$17,339,216	\$17,339,216		\$39,678,430	\$39,678,430

Full Time Equivalent Positions

9.0

9.0

Number of 100% Federally Funded FTEs

2.F. Summary of Total Request by Strategy
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/3/2018
 TIME : 11:12:15AM

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

Goal/Objective/STRATEGY	Base 2020	Base 2021	Exceptional 2020	Exceptional 2021	Total Request 2020	Total Request 2021
1 Provide Instructional and Operations Support						
<i>1 Provide Instructional and Operations Support</i>						
1 OPERATIONS SUPPORT	\$0	\$0	\$0	\$0	\$0	\$0
3 STAFF GROUP INSURANCE PREMIUMS	2,557,300	2,736,311	0	0	2,557,300	2,736,311
4 WORKERS' COMPENSATION INSURANCE	144,964	144,964	0	0	144,964	144,964
6 TEXAS PUBLIC EDUCATION GRANTS	2,246,665	2,291,598	0	0	2,246,665	2,291,598
TOTAL, GOAL 1	\$4,948,929	\$5,172,873	\$0	\$0	\$4,948,929	\$5,172,873
2 Provide Infrastructure Support						
<i>1 Provide Operation and Maintenance of E&G Space</i>						
1 E&G SPACE SUPPORT	0	0	0	0	0	0
2 TUITION REVENUE BOND RETIREMENT	0	0	9,517,723	9,517,723	9,517,723	9,517,723
TOTAL, GOAL 2	\$0	\$0	\$9,517,723	\$9,517,723	\$9,517,723	\$9,517,723
3 Provide Non-formula Support						
<i>3 Public Service</i>						
1 COMMUNITY DEVELOPMENT PROJECT	264,961	264,960	0	0	264,961	264,960
4 INSTITUTIONAL SUPPORT						
1 INSTITUTIONAL ENHANCEMENT	1,613,728	1,613,727	0	0	1,613,728	1,613,727
<i>5 Exceptional Item Request</i>						
1 EXCEPTONAL ITEM REQUEST	0	0	12,821,491	7,821,493	12,821,491	7,821,493
TOTAL, GOAL 3	\$1,878,689	\$1,878,687	\$12,821,491	\$7,821,493	\$14,700,180	\$9,700,180

2.F. Summary of Total Request by Strategy
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/3/2018
 TIME : 11:12:15AM

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

Goal/Objective/STRATEGY	Base 2020	Base 2021	Exceptional 2020	Exceptional 2021	Total Request 2020	Total Request 2021
6 Research Funds						
3 <i>Comprehensive Research Fund</i>						
1 COMPREHENSIVE RESEARCH FUND	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL, GOAL 6	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL, AGENCY STRATEGY REQUEST	\$6,827,618	\$7,051,560	\$22,339,214	\$17,339,216	\$29,166,832	\$24,390,776
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	\$6,827,618	\$7,051,560	\$22,339,214	\$17,339,216	\$29,166,832	\$24,390,776

2.F. Summary of Total Request by Strategy
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/3/2018
 TIME : 11:12:15AM

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

Goal/Objective/STRATEGY	Base 2020	Base 2021	Exceptional 2020	Exceptional 2021	Total Request 2020	Total Request 2021
General Revenue Funds:						
1 General Revenue Fund	\$2,015,467	\$2,015,465	\$22,339,214	\$17,339,216	\$24,354,681	\$19,354,681
	\$2,015,467	\$2,015,465	\$22,339,214	\$17,339,216	\$24,354,681	\$19,354,681
General Revenue Dedicated Funds:						
704 Est Bd Authorized Tuition Inc	0	0	0	0	0	0
770 Est. Other Educational & General	4,803,965	5,027,909	0	0	4,803,965	5,027,909
	\$4,803,965	\$5,027,909	\$0	\$0	\$4,803,965	\$5,027,909
Other Funds:						
802 Lic Plate Trust Fund No. 0802, est	8,186	8,186	0	0	8,186	8,186
	\$8,186	\$8,186	\$0	\$0	\$8,186	\$8,186
TOTAL, METHOD OF FINANCING	\$6,827,618	\$7,051,560	\$22,339,214	\$17,339,216	\$29,166,832	\$24,390,776
FULL TIME EQUIVALENT POSITIONS	504.9	510.9	9.0	9.0	513.9	519.9

2.G. Summary of Total Request Objective Outcomes
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

Date : 8/3/2018
 Time: 11:12:15AM

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

Goal/ Objective / Outcome

	BL 2020	BL 2021	Excp 2020	Excp 2021	Total Request 2020	Total Request 2021
1 Provide Instructional and Operations Support						
1 <i>Provide Instructional and Operations Support</i>						
KEY 1 % 1st-time, Full-time, Degree-seeking Frsh Earn Degree in 6 Yrs						
	28.00%	30.11%			28.00%	30.11%
2 % 1st-time, Full-time, Degree-seeking White Frsh Earn Degree in 6 Yrs						
	25.00%	26.00%			25.00%	26.00%
3 % 1st-time, Full-time, Degree-seeking Hisp Frsh Earn Degree in 6 Yrs						
	30.00%	32.00%			30.00%	32.00%
4 % 1st-time, Full-time, Degree-seeking Black Frsh Earn Degree in 6 Yrs						
	15.00%	16.00%			15.00%	16.00%
5 % 1st-time, Full-time, Degree-seeking Other Frshmn Earn Deg in 6 Yrs						
	29.00%	31.00%			29.00%	31.00%
KEY 6 % 1st-time, Full-time, Degree-seeking Frsh Earn Degree in 4 Yrs						
	14.55%	16.21%			14.55%	16.21%
7 % 1st-time, Full-time, Degree-seeking White Frsh Earn Degree in 4 Yrs						
	12.00%	14.00%			12.00%	14.00%
8 % 1st-time, Full-time, Degree-seeking Hisp Frsh Earn Degree in 4 Yrs						
	15.00%	16.50%			15.00%	16.50%

2.G. Summary of Total Request Objective Outcomes
 86th Regular Session, Agency Submission, Version 1
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Agency code: 784

Agency name: University of Houston - Downtown

Goal/ Objective / Outcome

	BL 2020	BL 2021	Excp 2020	Excp 2021	Total Request 2020	Total Request 2021
9 % 1st-time, Full-time, Degree-seeking Black Frsh Earn Degree in 4 Yrs	8.00%	9.00%			8.00%	9.00%
10 % 1st-time, Full-time, Degree-seeking Other Frsh Earn Degree in 4 Yrs	16.75%	18.75%			16.75%	18.75%
KEY 11 Persistence Rate 1st-time, Full-time, Degree-seeking Frsh after 1 Yr	75.01%	76.03%			75.01%	76.03%
12 Persistence 1st-time, Full-time, Degree-seeking White Frsh after 1 Yr	63.91%	65.01%			63.91%	65.01%
13 Persistence 1st-time, Full-time, Degree-seeking Hisp Frsh after 1 Yr	77.87%	78.87%			77.87%	78.87%
14 Persistence 1st-time, Full-time, Degree-seeking Black Frsh after 1 Yr	69.97%	71.07%			69.97%	71.07%
15 Persistence 1st-time, Full-time, Degree-seeking Other Frsh after 1 Yr	70.36%	71.36%			70.36%	71.36%
16 Percent of Semester Credit Hours Completed	95.37%	95.37%			95.37%	95.37%
KEY 17 Certification Rate of Teacher Education Graduates	90.00%	90.00%			90.00%	90.00%

2.G. Summary of Total Request Objective Outcomes
 86th Regular Session, Agency Submission, Version 1
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Date : 8/3/2018
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Agency code: 784

Agency name: University of Houston - Downtown

Goal/ Objective / Outcome

	BL 2020	BL 2021	Excp 2020	Excp 2021	Total Request 2020	Total Request 2021
18 Percentage of Underprepared Students Satisfy TSI Obligation in Math	69.35%	69.85%			69.35%	69.85%
19 Percentage of Underprepared Students Satisfy TSI Obligation in Writing	91.18%	91.68%			91.18%	91.68%
20 Percentage of Underprepared Students Satisfy TSI Obligation in Reading	77.92%	78.42%			77.92%	78.42%
KEY 21 % of Baccalaureate Graduates Who Are 1st Generation College Graduates	60.00%	60.00%			60.00%	60.00%
KEY 22 Percent of Transfer Students Who Graduate within 4 Years	59.24%	61.86%			59.24%	61.86%
KEY 23 Percent of Transfer Students Who Graduate within 2 Years	26.24%	27.36%			26.24%	27.36%
KEY 24 % Lower Division Semester Credit Hours Taught by Tenured/Tenure-Track	34.82%	35.32%			34.82%	35.32%
KEY 30 Dollar Value of External or Sponsored Research Funds (in Millions)	4.00	4.41			4.00	4.41
32 External Research Funds As Percentage Appropriated for Research	2,398.21%	2,646.03%			2,398.21%	2,646.03%

784 University of Houston - Downtown

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Provide Instructional and Operations Support
 STRATEGY: 1 Operations Support

Service Categories:

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020 ⁽¹⁾	BL 2021 ⁽¹⁾
Output Measures:						
1	Number of Undergraduate Degrees Awarded	2,801.00	2,850.00	2,875.00	2,900.00	2,925.00
2	Number of Minority Graduates	2,085.00	1,915.00	1,932.00	1,949.00	1,966.00
3	Number of Underprepared Students Who Satisfy TSI Obligation in Math	171.00	162.00	163.00	164.00	165.00
4	Number of Underprepared Students Who Satisfy TSI Obligation in Writing	125.00	101.00	101.00	102.00	102.00
5	Number of Underprepared Students Who Satisfy TSI Obligation in Reading	149.00	120.00	120.00	121.00	122.00
6	Number of Two-Year College Transfers Who Graduate	1,163.00	1,196.00	1,235.00	1,280.00	1,320.00
Efficiency Measures:						
KEY 1	Administrative Cost As a Percent of Operating Budget	12.46 %	12.00 %	11.75 %	11.50 %	11.00 %
KEY 2	Avg Cost of Resident Undergraduate Tuition and Fees for 15 SCH	3,680.00	3,824.00	3,977.00	4,096.00	4,219.00
Explanatory/Input Measures:						
1	Student/Faculty Ratio	18.68	17.50	18.00	18.50	19.00
2	Number of Minority Students Enrolled	9,638.00	9,807.00	9,651.00	9,983.00	10,250.00
3	Number of Community College Transfers Enrolled	5,684.00	5,537.00	5,802.00	6,002.00	6,162.00
4	Number of Semester Credit Hours Completed	128,464.00	124,052.00	133,989.00	135,841.00	137,693.00

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.

784 University of Houston - Downtown

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Provide Instructional and Operations Support
 STRATEGY: 1 Operations Support

Service Categories:

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020 ⁽¹⁾	BL 2021 ⁽¹⁾
	5 Number of Semester Credit Hours	135,198.00	132,682.00	142,073.00	144,037.00	146,000.00
	6 Number of Students Enrolled as of the Twelfth Class Day	14,245.00	13,913.00	14,500.00	15,000.00	15,400.00
KEY	7 Average Student Loan Debt	23,874.00	25,747.00	25,747.00	25,747.00	25,747.00
KEY	8 Percent of Students with Student Loan Debt	54.00 %	53.00 %	52.00 %	50.00 %	50.00 %
KEY	9 Average Financial Aid Award Per Full-Time Student	9,607.00	9,677.00	9,830.00	9,949.00	10,072.00
KEY	10 Percent of Full-Time Students Receiving Financial Aid	86.40 %	86.10 %	86.10 %	86.10 %	86.10 %
Objects of Expense:						
1001	SALARIES AND WAGES	\$10,252,062	\$11,211,174	\$11,460,949	\$0	\$0
1002	OTHER PERSONNEL COSTS	\$339,759	\$280,336	\$233,893	\$0	\$0
1005	FACULTY SALARIES	\$23,285,627	\$24,182,838	\$24,213,157	\$0	\$0
2004	UTILITIES	\$2,320	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$70,376	\$40,012	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$33,950,144	\$35,714,360	\$35,907,999	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$20,641,236	\$22,056,952	\$22,121,277	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$20,641,236	\$22,056,952	\$22,121,277	\$0	\$0

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.

3.A. Strategy Request
 86th Regular Session, Agency Submission, Version 1
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784 University of Houston - Downtown

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Provide Instructional and Operations Support
 STRATEGY: 1 Operations Support

Service Categories:

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020 ⁽¹⁾	BL 2021 ⁽¹⁾
Method of Financing:						
704	Est Bd Authorized Tuition Inc	\$1,307,038	\$1,258,206	\$1,263,259	\$0	\$0
770	Est. Other Educational & General	\$12,001,870	\$12,399,202	\$12,523,463	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$13,308,908	\$13,657,408	\$13,786,722	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$33,950,144	\$35,714,360	\$35,907,999	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:		419.4	416.7	449.9	455.9	461.9

STRATEGY DESCRIPTION AND JUSTIFICATION:

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

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.

3.A. Strategy Request
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 Automated Budget and Evaluation System of Texas (ABEST)

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784 University of Houston - Downtown

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Provide Instructional and Operations Support
 STRATEGY: 1 Operations Support

Service Categories:

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020 ⁽¹⁾	BL 2021 ⁽¹⁾
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		BIENNIAL	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2018 + Bud 2019)	Baseline Request (BL 2020 + BL 2021)	CHANGE	\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$71,622,359	\$0	\$(71,622,359)	\$(71,622,359)	Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.
			\$(71,622,359)	Total of Explanation of Biennial Change

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.

784 University of Houston - Downtown

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 2017	Est 2018	Bud 2019	BL 2020	BL 2021
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	\$2,532,198	\$2,461,099	\$2,390,000	\$2,557,300	\$2,736,311
TOTAL, OBJECT OF EXPENSE		\$2,532,198	\$2,461,099	\$2,390,000	\$2,557,300	\$2,736,311
Method of Financing:						
770	Est. Other Educational & General	\$2,532,198	\$2,461,099	\$2,390,000	\$2,557,300	\$2,736,311
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$2,532,198	\$2,461,099	\$2,390,000	\$2,557,300	\$2,736,311
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$2,557,300	\$2,736,311
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,532,198	\$2,461,099	\$2,390,000	\$2,557,300	\$2,736,311

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

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

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

3.A. Strategy Request
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784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2018 + Bud 2019)</u>	<u>Baseline Request (BL 2020 + BL 2021)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$4,851,099	\$5,293,611	\$442,512	\$442,512	The biennial increase is due to the anticipated rise in health insurance costs based on prior year trends and an increase in employees.
			<u>\$442,512</u>	Total of Explanation of Biennial Change

784 University of Houston - Downtown

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

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	\$57,798	\$57,399	\$57,000	\$144,964	\$144,964
TOTAL, OBJECT OF EXPENSE		\$57,798	\$57,399	\$57,000	\$144,964	\$144,964
Method of Financing:						
1	General Revenue Fund	\$36,584	\$35,792	\$35,000	\$144,964	\$144,964
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$36,584	\$35,792	\$35,000	\$144,964	\$144,964
Method of Financing:						
770	Est. Other Educational & General	\$21,214	\$21,607	\$22,000	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$21,214	\$21,607	\$22,000	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$144,964	\$144,964
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$57,798	\$57,399	\$57,000	\$144,964	\$144,964
FULL TIME EQUIVALENT POSITIONS:						

784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
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STRATEGY DESCRIPTION AND JUSTIFICATION:

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

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2018 + Bud 2019)	Baseline Request (BL 2020 + BL 2021)		\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$114,399	\$289,928	\$175,529	\$175,529	Workers' compensation claims have been low while healthcare costs are rising. The 2020-21 baseline request includes estimated workers' compensation costs related to E&G funds.
			\$175,529	Total of Explanation of Biennial Change

784 University of Houston - Downtown

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Provide Instructional and Operations Support
 STRATEGY: 6 Texas Public Education Grants

Service Categories:

Service: 20 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
Objects of Expense:						
2009	OTHER OPERATING EXPENSE	\$2,269,669	\$2,193,803	\$2,202,613	\$2,246,665	\$2,291,598
TOTAL, OBJECT OF EXPENSE		\$2,269,669	\$2,193,803	\$2,202,613	\$2,246,665	\$2,291,598
Method of Financing:						
770	Est. Other Educational & General	\$2,269,669	\$2,193,803	\$2,202,613	\$2,246,665	\$2,291,598
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$2,269,669	\$2,193,803	\$2,202,613	\$2,246,665	\$2,291,598
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$2,246,665	\$2,291,598
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,269,669	\$2,193,803	\$2,202,613	\$2,246,665	\$2,291,598

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

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

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

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784 University of Houston - Downtown

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Provide Instructional and Operations Support
 STRATEGY: 6 Texas Public Education Grants

Service Categories:

Service: 20 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2018 + Bud 2019)</u>	<u>Baseline Request (BL 2020 + BL 2021)</u>	<u>CHANGE</u>	<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$4,396,416	\$4,538,263	\$141,847	\$141,847	The biennial change is due to enrollment growth and the mix of resident/non-resident students.
			\$141,847	Total of Explanation of Biennial Change

784 University of Houston - Downtown

GOAL: 2 Provide Infrastructure Support
 OBJECTIVE: 1 Provide Operation and Maintenance of E&G Space
 STRATEGY: 1 Educational and General Space Support

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020 ⁽¹⁾	BL 2021 ⁽¹⁾
Efficiency Measures:						
1	Space Utilization Rate of Classrooms	29.00	29.00	32.00	35.00	38.00
2	Space Utilization Rate of Labs	23.00	24.00	24.00	24.00	24.00
Objects of Expense:						
1001	SALARIES AND WAGES	\$2,009,300	\$2,234,258	\$2,203,095	\$0	\$0
2004	UTILITIES	\$802,872	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$5,817	\$5,560	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$2,817,989	\$2,239,818	\$2,203,095	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$2,817,989	\$2,239,818	\$2,203,095	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$2,817,989	\$2,239,818	\$2,203,095	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,817,989	\$2,239,818	\$2,203,095	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:		42.0	47.5	46.0	46.0	46.0

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.

784 University of Houston - Downtown

GOAL: 2 Provide Infrastructure Support
 OBJECTIVE: 1 Provide Operation and Maintenance of E&G Space
 STRATEGY: 1 Educational and General Space Support

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020 ⁽¹⁾	BL 2021 ⁽¹⁾
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STRATEGY DESCRIPTION AND JUSTIFICATION:

The portion of the formula related to utilities is adjusted to reflect differences in unit costs for purchased utilities, including electricity, natural gas, water and wastewater, and thermal energy.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2018 + Bud 2019)	Baseline Request (BL 2020 + BL 2021)	CHANGE	\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$4,442,913	\$0	\$(4,442,913)	\$(4,442,913)	Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.
			<u>\$(4,442,913)</u>	Total of Explanation of Biennial Change

(1) - Formula funded strategies are not requested in 2020-21 because amounts are not determined by institutions.

3.A. Strategy Request
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784 University of Houston - Downtown

GOAL: 3 Provide Non-formula Support
 OBJECTIVE: 3 Public Service
 STRATEGY: 1 Community Development Project

Service Categories:

Service: 15 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
Objects of Expense:						
2001	PROFESSIONAL FEES AND SERVICES	\$3,746	\$0	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$6,805	\$0	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$20,834	\$0	\$0	\$0	\$0
3001	CLIENT SERVICES	\$6,050	\$0	\$0	\$0	\$0
4000	GRANTS	\$325,000	\$264,961	\$264,960	\$264,961	\$264,960
TOTAL, OBJECT OF EXPENSE		\$362,435	\$264,961	\$264,960	\$264,961	\$264,960
Method of Financing:						
1	General Revenue Fund	\$362,435	\$264,961	\$264,960	\$264,961	\$264,960
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$362,435	\$264,961	\$264,960	\$264,961	\$264,960
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$264,961	\$264,960
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$362,435	\$264,961	\$264,960	\$264,961	\$264,960
FULL TIME EQUIVALENT POSITIONS:						

784 University of Houston - Downtown

GOAL: 3 Provide Non-formula Support
 OBJECTIVE: 3 Public Service
 STRATEGY: 1 Community Development Project

Service Categories:
 Service: 15 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
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STRATEGY DESCRIPTION AND JUSTIFICATION:

These funds serve as seed money for community-based efforts to revitalize two separate economically depressed north side neighborhoods - the predominately African-American Acres Homes subdivision and the largely Hispanic area known as the Near Northside. Projects in both areas have their own boards that oversee a variety of economic development and community enhancement efforts. These boards, which are required to provide periodic status reports to the university leadership, operate with a high degree of autonomy. The bulk of the funds directly support youth leadership and development programs, summer educational enrichment programs for at-risk children, supplemental nutrition, women's empowerment, and other vital community needs. A portion of the funding provided through this item is made available to support UHD's efforts in service learning.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Additional information for this strategy is available in Schedule 9, Special Item Information.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2018 + Bud 2019)</u>	<u>Baseline Request (BL 2020 + BL 2021)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$529,921	\$529,921	\$0	\$0	No Change
			\$0	Total of Explanation of Biennial Change

784 University of Houston - Downtown

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

Service Categories:

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
Objects of Expense:						
1005	FACULTY SALARIES	\$0	\$0	\$0	\$1,605,542	\$1,605,541
3001	CLIENT SERVICES	\$2,044	\$8,186	\$8,186	\$8,186	\$8,186
TOTAL, OBJECT OF EXPENSE		\$2,044	\$8,186	\$8,186	\$1,613,728	\$1,613,727
Method of Financing:						
1	General Revenue Fund	\$0	\$0	\$0	\$1,605,542	\$1,605,541
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$0	\$0	\$0	\$1,605,542	\$1,605,541
Method of Financing:						
802	Lic Plate Trust Fund No. 0802, est	\$2,044	\$8,186	\$8,186	\$8,186	\$8,186
SUBTOTAL, MOF (OTHER FUNDS)		\$2,044	\$8,186	\$8,186	\$8,186	\$8,186
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$1,613,728	\$1,613,727
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,044	\$8,186	\$8,186	\$1,613,728	\$1,613,727
FULL TIME EQUIVALENT POSITIONS:						

784 University of Houston - Downtown

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
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STRATEGY DESCRIPTION AND JUSTIFICATION:

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

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Additional information for this strategy is available in Schedule 9, Special Item Information.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2018 + Bud 2019)</u>	<u>Baseline Request (BL 2020 + BL 2021)</u>	<u>CHANGE</u>	<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$16,372	\$3,227,455	\$3,211,083	\$3,211,083	2017-2019 amounts are not reported in this strategy but are reflected in Operations Support.
			\$3,211,083	Total of Explanation of Biennial Change

784 University of Houston - Downtown

GOAL: 6 Research Funds
 OBJECTIVE: 3 Comprehensive Research Fund
 STRATEGY: 1 Comprehensive Research Fund

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

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
Objects of Expense:						
1001	SALARIES AND WAGES	\$166,791	\$150,876	\$150,876	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$166,791	\$150,876	\$150,876	\$0	\$0
Method of Financing:						
1	General Revenue Fund	\$166,791	\$150,876	\$150,876	\$0	\$0
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$166,791	\$150,876	\$150,876	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$0	\$0
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$166,791	\$150,876	\$150,876	\$0	\$0
FULL TIME EQUIVALENT POSITIONS:		2.0	2.0	3.0	3.0	3.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

The Texas Comprehensive Research Fund provides funding to promote increased research capacity at eligible general academic teaching institutions including those other than The University of Texas at Austin, Texas A&M University or any institution designated as an emerging research university under the Higher Education Coordinating Board's (THECB) accountability system. Funding is to be expended for the support and maintenance of educational and general activities, including research and student services, that promote increased research capacity. A legislatively determined amount of funding is allocated based on the average amount of restricted research funds expended by each institution per year for the three preceding state fiscal years as reported to THECB.

784 University of Houston - Downtown

GOAL: 6 Research Funds
 OBJECTIVE: 3 Comprehensive Research Fund Service Categories:
 STRATEGY: 1 Comprehensive Research Fund Service: 21 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2017	Est 2018	Bud 2019	BL 2020	BL 2021
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EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2018 + Bud 2019)	Baseline Request (BL 2020 + BL 2021)	CHANGE	\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$301,752	\$0	\$(301,752)	\$(301,752)	Research fund strategies are not requested because amounts are not determined by institutions.
			<u>\$(301,752)</u>	Total of Explanation of Biennial Change

3.A. Strategy Request
86th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

8/3/2018 11:12:15AM

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	\$42,159,068	\$43,090,502	\$43,184,729	\$6,827,618	\$7,051,560
METHODS OF FINANCE (INCLUDING RIDERS):				\$6,827,618	\$7,051,560
METHODS OF FINANCE (EXCLUDING RIDERS):	\$42,159,068	\$43,090,502	\$43,184,729	\$6,827,618	\$7,051,560
FULL TIME EQUIVALENT POSITIONS:	463.4	466.2	498.9	504.9	510.9

3.A.1. PROGRAM-LEVEL REQUEST SCHEDULE
86th Regular Session, Agency Submission, Version 1

Agency Code: 784		Agency: University of Houston-Downtown				Prepared By: Jose Lopez					
Date: August 2018						18-19	Requested	Requested	Biennial Total	Biennial Difference	
Goal	Goal Name	Strategy	Strategy Name	Program	Program Name	Base	2020	2021	20-21	\$	%
A	Instruction/Operations	A.1.1	Operations Support	A.1.1	Operations Support	\$66,319,612	\$0	\$0	\$0	(\$66,319,612)	-100.0%
A	Instruction/Operations	A.1.2	Teaching Experience Supplement	A.1.2	Teaching Experience Supplement	\$2,091,664	\$0	\$0	\$0	(\$2,091,664)	-100.0%
A	Instruction/Operations	A.1.3	Staff Group Insurance Premiums	A.1.3	Staff Group Insurance Premiums	\$4,851,099	\$2,557,300	\$2,736,311	\$5,293,611	\$442,512	9.1%
A	Instruction/Operations	A.1.4	Workers' Compensation Insurance	A.1.4	Workers' Compensation Insurance	\$114,399	\$151,004	\$151,004	\$302,008	\$187,609	164.0%
A	Instruction/Operations	A.1.5	Texas Public Education Grants	A.1.5	Texas Public Education Grants	\$4,396,416	\$2,246,665	\$2,291,598	\$4,538,263	\$141,847	3.2%
B	Infrastructure Support	B.1.1	E&G Space Support	B.1.1	E&G Space Support	\$4,442,913	\$0	\$0	\$0	(\$4,442,913)	-100.0%
C	Special Item Support	C.1.1	Community Development Project	C.1.1	Community Development Project	\$529,921	\$397,531	\$397,531	\$795,062	\$265,141	50.0%
C	Special Item Support	C.2.1	Institutional Enhancement	C.2.1	Operations Support - Faculty Salaries	\$3,211,083	\$2,288,423	\$2,288,423	\$4,576,846	\$1,365,763	42.5%
C	Special Item Support	C.2.1	Institutional Enhancement	C.2.1	License Plate Scholarships	\$16,372	\$8,186	\$8,186	\$16,372	\$0	0.0%
C	Special Item Support	C	Except Item - Collab Reten Acad Engage Facilities	C	Collab Reten Acad Engage Facilities	\$0	\$8,000,000	\$7,000,000	\$15,000,000	\$15,000,000	
C	Special Item Support	C	Except Item - Hurricane Harvey Recovery/Mitigation	C	Hurricane Harvey Recovery/Mitigation Costs	\$0	\$4,000,000	\$0	\$4,000,000	\$4,000,000	
C	Special Item Support	C	Except Item - Arts Sci Engin & Entrep Ctr CCB Ret	C	Arts Sci Engin & Entrep Ctr CCB Retirement	\$0	\$9,517,723	\$9,517,723	\$19,035,446	\$19,035,446	
D	Research Funds	D.1.1	Comprehensive Research Fund	D.1.1	Comprehensive Research Fund	\$301,752	\$0	\$0	\$0	(\$301,752)	-100.0%

4.A. Exceptional Item Request Schedule
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/3/2018**
 TIME: **11:12:18AM**

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

CODE	DESCRIPTION	Excp 2020	Excp 2021
	Item Name: Restore Non-Formula Support Reductions Item Priority: 1 IT Component: No Anticipated Out-year Costs: Yes Involve Contracts > \$50,000: No Includes Funding for the Following Strategy or Strategies: 03-05-01 Exceptional Item Request		
OBJECTS OF EXPENSE:			
1005	FACULTY SALARIES	682,881	682,882
2009	OTHER OPERATING EXPENSE	6,040	6,040
4000	GRANTS	132,570	132,571
TOTAL, OBJECT OF EXPENSE		\$821,491	\$821,493
METHOD OF FINANCING:			
1	General Revenue Fund	821,491	821,493
TOTAL, METHOD OF FINANCING		\$821,491	\$821,493
FULL-TIME EQUIVALENT POSITIONS (FTE):		9.00	9.00

DESCRIPTION / JUSTIFICATION:

UHD requests as an exceptional item restoration of the reductions made to its non-formula support items during the 85th legislative session, bringing funding for those items back to the 2016-17 level. For the 2018-19 biennium, the reduction was applied to existing non-formula support items, which for UHD are Institutional Enhancement and the Community Development Project. Workers' Compensation Insurance was reduced by \$6,040 (annual). The total biennial reduction amounted to \$1,642,984.

Because UHD has historically received a minimal amount of non-formula support item funding, 83% of the reduction came from Institutional Enhancement (I/E). For Texas public universities I/E funding is overwhelmingly used to fund basic operations, and because it is general revenue it is generally used by all to pay faculty and staff salaries.

The remaining \$132,571 (annual) of the reduction came from UHD's Community Development Project item. This money is used to support community development projects in some of Houston's lowest-income neighborhoods. With these funds UHD faculty and students are able to engage these communities through service learning projects, enriching both the communities and the students and faculty.

Restoration of this \$821,493 (annual) will enable UHD to add faculty in key areas and increase its staffing level, which is currently well below the state norm for universities, and continue its work in the area of community engagement, something for which UHD has been nationally recognized (Carnegie designation).

EXTERNAL/INTERNAL FACTORS:

UHD currently receives the lowest Appropriated Funds-per-FTSE of any public university in Texas. Despite this, UHD strives to keep higher education affordable for the

4.A. Exceptional Item Request Schedule
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/3/2018**
 TIME: **11:12:18AM**

Agency code: **784**

Agency name:
University of Houston - Downtown

CODE	DESCRIPTION	Excp 2020	Excp 2021
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students it serves, offering tuition/fee rates that are among the lowest in the state. For this reason, the reduction made for 2018/19, particularly in regard to Institutional Enhancement, was operationally very impactful for UHD. Among Texas public universities, UHD already has one of the lowest, if not the lowest, FT Staff-to-FT Faculty ratios in the state. This reduction has resulted in there being fewer staff to serve the students/faculty of UHD.

Major accomplishments to date and expected over the next two years: These funds were being used to support core operations, primarily in the form of salary/benefits funds for needed faculty/staff positions. If restored, these funds will again be used for this purpose.

Year established and funding source prior to receiving special item funding: 2020, none

Formula funding: None

Non-general revenue sources of funding: None

Consequences of not funding: The cost of not having these funds restored will be a continued shortage in the number of staff/faculty available to serve the students attending UHD, many of whom are at-risk and need more support, not less.

PCLS TRACKING KEY:

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

The out-year costs would remain at the same level of funding as UHD received in the 2016-17 biennium.

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

	2022	2023	2024
	\$821,493	\$821,493	\$821,493

4.A. Exceptional Item Request Schedule
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/3/2018**
 TIME: **11:12:18AM**

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

CODE	DESCRIPTION	Excp 2020	Excp 2021
	Item Name: Collaborative, Retention and Academic Engagement Facilities Item Priority: 2 IT Component: No Anticipated Out-year Costs: No Involve Contracts > \$50,000: Yes Includes Funding for the Following Strategy or Strategies: 03-05-01 Exceptional Item Request		

OBJECTS OF EXPENSE:

5000	CAPITAL EXPENDITURES	8,000,000	7,000,000
TOTAL, OBJECT OF EXPENSE		\$8,000,000	\$7,000,000

METHOD OF FINANCING:

1	General Revenue Fund	8,000,000	7,000,000
TOTAL, METHOD OF FINANCING		\$8,000,000	\$7,000,000

DESCRIPTION / JUSTIFICATION:

Collaborative learning spaces are critical for urban colleges and universities in their efforts to develop a ‘sense of place’ that is inviting for non-traditional students. Such spaces enable student networking and the development of deeper faculty-student relationships, leading to improved persistence and graduation rates. UHD has a three-pronged strategy to address a correlated set of space deficiencies.

UHD first plans to construct a Wellness & Success Center (WSC). Once the WSC is operational UHD will re-purpose the current Student Life Center (SLC), turning it into a Student Union. The strategy of re-purposing the SLC rather than constructing a new facility is in consideration of the cost to the state and UHS. UHD will also move to build out a second level on its Girard Street Building (GSB), into which it will move its University College. The University College oversees UHD’s student success resources such as the Academic Advising Center, the Gator Success Center, Supplemental Instruction, the Math and Writing Centers, the Honors Program, the Mentor Program, and other state and federally-funded student success initiatives, with these units currently scattered across the UHD campus. Once these inter-connected projects are complete, UHD will be able to provide its students with connected, collaborative space conducive to and supportive of student success.

EXTERNAL/INTERNAL FACTORS:

Over the past 20 years, ‘disruptive innovation’ has touched all industries, and higher education has been no exception. The biggest disruptor has been technology, specifically that which supported the growth of online instruction. Online learning opened the door to increased competition, from both for-profit institutions and traditional universities.

In coordination with the UH System, the University of Houston-Downtown deliberately adapted to the changing landscape of higher education. Admissions standards were put in place, to differentiate UHD from lower-cost community colleges and to underscore a commitment to increased academic rigor. UHD also moved aggressively into online

4.A. Exceptional Item Request Schedule
86th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/3/2018**
TIME: **11:12:18AM**

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

CODE	DESCRIPTION	Excp 2020	Excp 2021
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instruction, with online semester credit hours (SCHs) now accounting for more than 30 percent of UHD's total SCHs.

While online instruction meets an important need, more must be done to develop a 'sense of place' for UHD's downtown campus. Consequently, UHD will seek legislative approval to put in place a new Wellness & Success Center Fee to support construction and operation of a much-needed student center. This new center will replace the existing facility that was built in 1997 and designed for 7,000 students. With support from the state, UHD will then move on the next two actions of this initiative – building out a second floor for the Girard St. building as one-stop home for University College and its array of student support/success programs, and re-purposing the existing recreation center into a Student Union.

Major accomplishments to date and expected over the next two years: It is expected that the WSC and second level of the GSB will be ready to occupy by the spring/summer of 2021, or earlier. Work will also have begun on the Student Union.

Year established and funding source prior to receiving special item funding: 2020, none

Formula funding: None

Non-general revenue sources of funding: None

Consequences of not funding: Seek alternate funding.

PCLS TRACKING KEY:

APPROXIMATE PERCENTAGE OF EXCEPTIONAL ITEM : 95.00%

CONTRACT DESCRIPTION :

Construction, architect, furnishings and other goods/services for the Student Union and the second level of the GSB. Contract types to be utilized will be construction, professional and the standard purchasing agreement. The contracts are expected to last through the end of the 2020-21 biennium. Anticipated method of procurement is the request for qualifications and proposals.

4.A. Exceptional Item Request Schedule
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/3/2018**
 TIME: **11:12:18AM**

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

CODE	DESCRIPTION	Excp 2020	Excp 2021
	Item Name: Hurricane Harvey Recovery/Mitigation Costs Item Priority: 3 IT Component: No Anticipated Out-year Costs: No Involve Contracts > \$50,000: Yes Includes Funding for the Following Strategy or Strategies: 03-05-01 Exceptional Item Request		

OBJECTS OF EXPENSE:

5000	CAPITAL EXPENDITURES	4,000,000	0
TOTAL, OBJECT OF EXPENSE		\$4,000,000	\$0

METHOD OF FINANCING:

1	General Revenue Fund	4,000,000	0
TOTAL, METHOD OF FINANCING		\$4,000,000	\$0

DESCRIPTION / JUSTIFICATION:

Hurricane Harvey was a historic storm that spread damage and destruction across Houston. UHD's newer buildings were spared, but the university's core structure, the iconic One Main Building, sustained major flooding. The first floor of One Main took in 33 inches of floodwater, devastating four major functions located on that floor (Facilities Management, Police, Parking & Transportation, Shipping & Receiving) and doing major damage to aspects of the central plant. The university re-opened for classes after just one week, but the recovery went on for many months. The total cost of recovery was approximately \$9 million. While much of this will be covered by insurance, the 2% deductible on the high-value One Main Building amounted to approximately \$3.1 million. UHD is requesting an extraordinary one-time appropriation to cover this deductible.

In the aftermath of Harvey, UHD has been examining ways to minimize damage from future storms. The two most significant steps the university can take would be to have a system of floodgates in place and ready to deploy, and to make watertight a subterranean tunnel that runs from the basement of UHD's One Main Building down to Buffalo Bayou. This existing tunnel dates back to an earlier use of the building and contributes significantly to the flooding of the building during high-water events. Preliminary research indicates that these two projects could be completed for a little under \$1 million.

EXTERNAL/INTERNAL FACTORS:

At this time, the UH System is working with the Federal Emergency Management Agency (FEMA) to determine whether its campuses will be reimbursed for disaster-related costs not covered by insurance, such as UHD's projected \$3.1 million deductible. Because of the high number of disasters that occurred in 2018, it remains unclear whether FEMA will have the funds to address all needs. UHD is asking that the state address these uncovered costs, with the understanding that if FEMA funds are later received, redundant funds will be passed on to the state.

4.A. Exceptional Item Request Schedule
86th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/3/2018**
TIME: **11:12:18AM**

Agency code: **784**

Agency name:
University of Houston - Downtown

CODE	DESCRIPTION	Excp 2020	Excp 2021
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It does appear that major flooding events are occurring in the Houston area with greater frequency. In fact, Houston has experienced three “500 Year” floods in the last three years. These are events that have a 0.2% chance of occurring. Further, within the past twenty years there have been two occasions where the floodwaters have been high enough to enter UHD’s One Main Building (OMB). Taking steps to better flood-proof the OMB would be a wise investment.

Major accomplishments to date and expected over the next two years: UHD’s recovery from Hurricane Harvey was a significant accomplishment, both the immediate work that enabled the campus to re-open within one week and the work since to restore the campus.

Year established and funding source prior to receiving special item funding: 2020, none

Formula funding: None

Non-general revenue sources of funding: None

Consequences of not funding: Seek alternate funding. Should another storm occur, UHD would again be at risk of costly flood damages.

PCLS TRACKING KEY:

APPROXIMATE PERCENTAGE OF EXCEPTIONAL ITEM : 95.00%

CONTRACT DESCRIPTION :

Construction, architect and other goods/services for the One Main Building. Contract types to be utilized will be construction, professional and the standard purchasing agreement. The contracts are expected to last through the end of the 2020-21 biennium. Anticipated method of procurement is the request for qualifications and proposals.

4.A. Exceptional Item Request Schedule
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/3/2018**
 TIME: **11:12:18AM**

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

CODE	DESCRIPTION	Excp 2020	Excp 2021
	Item Name: Arts, Sciences, Engineering, and Entrepreneurship Center CCB Retirement Item Priority: 4 IT Component: No Anticipated Out-year Costs: Yes Involve Contracts > \$50,000: No Includes Funding for the Following Strategy or Strategies: 02-01-02 Tuition Revenue Bond Retirement		

OBJECTS OF EXPENSE:

2008	DEBT SERVICE	9,517,723	9,517,723
TOTAL, OBJECT OF EXPENSE		\$9,517,723	\$9,517,723

METHOD OF FINANCING:

1	General Revenue Fund	9,517,723	9,517,723
TOTAL, METHOD OF FINANCING		\$9,517,723	\$9,517,723

DESCRIPTION / JUSTIFICATION:

UHD is submitting a single CCB request to the 86th Legislature for consideration. The funding requested would provide for the projected debt service costs associated with the bond issue described. UHD proposes a 173,000 gross square feet (gsf), \$110 million facility with spaces to stimulate innovation and entrepreneurship in the arts, sciences, and engineering. This unique facility would serve the UHD and surrounding community through academic and continuing education programs.

The first floor would provide a mixture of art and engineering spaces providing opportunities for creative collaborations between students and faculty across several disciplines traditionally disconnected from each other physically. With the Marilyn Davies College of Business and the Center for Urban Agriculture & Sustainability nearby, spaces in this building will serve as a hub for collaboration and entrepreneurship. Other spaces would include studios, a theatre, study spaces, and larger open spaces to support formal and informal gatherings.

Debt service cost projections are built on the presumption of bonds issued for a 20 year term with a 6 percent interest rate. While the principal and interest debt service for new capital construction bonds is being requested here, any amounts appropriated would be to the UH System Administration.

EXTERNAL/INTERNAL FACTORS:

Given its placement at the north entry into downtown Houston along Main Street and at the juncture of the White Oak and Buffalo bayous, the University through this facility will be a go-to place for artists, DIY entrepreneurs, scientists, engineers, and students across all ages, all working in a common mall. Located immediately north of the Houston performance arts district, this facility will serve as a center for Houston's STEAM (Science, Technology, Engineering, Arts, and Mathematics) energy.

Major accomplishments to date and expected over the next two years: Design and begin construction on the Arts, Sciences, Engineering and Entrepreneurship Center.

4.A. Exceptional Item Request Schedule
 86th Regular Session, Agency Submission, Version 1
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DATE: **8/3/2018**
 TIME: **11:12:18AM**

Agency code: **784**

Agency name:
University of Houston - Downtown

CODE	DESCRIPTION	Excp 2020	Excp 2021
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Year established and funding source prior to receiving special item funding: 2020, none

Formula funding: None

Non-general revenue sources of funding: None

Consequences of not funding: Seek alternate funding.

PCLS TRACKING KEY:

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Ongoing debt service payments. Cost projections are built on the presumption of bonds issued for a 20 year term with a 6 percent interest rate. While the principal and interest debt service for new capital construction bonds is being requested here, any amounts appropriated should be to the UH System Administration.

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

	2022	2023	2024
	\$9,517,723	\$9,517,723	\$9,517,723

4.B. Exceptional Items Strategy Allocation Schedule
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/3/2018
 TIME: 11:12:18AM

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

Code	Description	Excp 2020	Excp 2021
Item Name: Restore Non-Formula Support Reductions			
Allocation to Strategy: 3-5-1 Exceptional Item Request			
OBJECTS OF EXPENSE:			
1005	FACULTY SALARIES	682,881	682,882
2009	OTHER OPERATING EXPENSE	6,040	6,040
4000	GRANTS	132,570	132,571
TOTAL, OBJECT OF EXPENSE		\$821,491	\$821,493
METHOD OF FINANCING:			
1	General Revenue Fund	821,491	821,493
TOTAL, METHOD OF FINANCING		\$821,491	\$821,493
FULL-TIME EQUIVALENT POSITIONS (FTE):		9.0	9.0

4.B. Exceptional Items Strategy Allocation Schedule
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/3/2018**
 TIME: **11:12:18AM**

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

Code	Description	Excp 2020	Excp 2021
Item Name: Collaborative, Retention and Academic Engagement Facilities			
Allocation to Strategy: 3-5-1 Exceptional Item Request			
OBJECTS OF EXPENSE:			
5000	CAPITAL EXPENDITURES	8,000,000	7,000,000
TOTAL, OBJECT OF EXPENSE		\$8,000,000	\$7,000,000
METHOD OF FINANCING:			
1	General Revenue Fund	8,000,000	7,000,000
TOTAL, METHOD OF FINANCING		\$8,000,000	\$7,000,000

4.B. Exceptional Items Strategy Allocation Schedule
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/3/2018**
 TIME: **11:12:18AM**

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

Code	Description	Excp 2020	Excp 2021
Item Name: Hurricane Harvey Recovery/Mitigation Costs			
Allocation to Strategy: 3-5-1 Exceptional Item Request			
OBJECTS OF EXPENSE:			
5000	CAPITAL EXPENDITURES	4,000,000	0
TOTAL, OBJECT OF EXPENSE		\$4,000,000	\$0
METHOD OF FINANCING:			
1	General Revenue Fund	4,000,000	0
TOTAL, METHOD OF FINANCING		\$4,000,000	\$0
FULL-TIME EQUIVALENT POSITIONS (FTE):		0.0	0.0

4.B. Exceptional Items Strategy Allocation Schedule
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/3/2018**
 TIME: **11:12:18AM**

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

Code	Description	Excp 2020	Excp 2021
Item Name: Arts, Sciences, Engineering, and Entrepreneurship Center CCB Retirement			
Allocation to Strategy: 2-1-2 Tuition Revenue Bond Retirement			
OBJECTS OF EXPENSE:			
2008	DEBT SERVICE	9,517,723	9,517,723
TOTAL, OBJECT OF EXPENSE		\$9,517,723	\$9,517,723
METHOD OF FINANCING:			
1	General Revenue Fund	9,517,723	9,517,723
TOTAL, METHOD OF FINANCING		\$9,517,723	\$9,517,723

4.C. Exceptional Items Strategy Request
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/3/2018
TIME: 11:12:18AM

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

GOAL: 2 Provide Infrastructure Support

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

Service Categories:

STRATEGY: 2 Tuition Revenue Bond Retirement

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

CODE DESCRIPTION	Exp 2020	Exp 2021
-------------------------	-----------------	-----------------

OBJECTS OF EXPENSE:

2008 DEBT SERVICE	9,517,723	9,517,723
Total, Objects of Expense	\$9,517,723	\$9,517,723

METHOD OF FINANCING:

1 General Revenue Fund	9,517,723	9,517,723
Total, Method of Finance	\$9,517,723	\$9,517,723

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Arts, Sciences, Engineering, and Entrepreneurship Center CCB Retirement

4.C. Exceptional Items Strategy Request
 86th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/3/2018
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Agency Code: **784** Agency name: **University of Houston - Downtown**

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 2020	Excp 2021
-------------------------	------------------	------------------

OBJECTS OF EXPENSE:

1005 FACULTY SALARIES	682,881	682,882
2009 OTHER OPERATING EXPENSE	6,040	6,040
4000 GRANTS	132,570	132,571
5000 CAPITAL EXPENDITURES	12,000,000	7,000,000
Total, Objects of Expense	\$12,821,491	\$7,821,493

METHOD OF FINANCING:

1 General Revenue Fund	12,821,491	7,821,493
Total, Method of Finance	\$12,821,491	\$7,821,493

FULL-TIME EQUIVALENT POSITIONS (FTE): 9.0 9.0

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Restore Non-Formula Support Reductions
 Collaborative, Retention and Academic Engagement Facilities
 Hurricane Harvey Recovery/Mitigation Costs

6.A. Historically Underutilized Business Supporting Schedule
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COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

A. Fiscal Year 2016 - 2017 HUB Expenditure Information

Statewide HUB Goals	Procurement Category	% Goal	HUB Expenditures FY 2016			Total Expenditures FY 2016		HUB Expenditures FY 2017			Total Expenditures FY 2017	
			% Actual	Diff	Actual \$	% Goal	% Actual	Diff	Actual \$	% Goal		
11.2%	Heavy Construction	0.0 %	0.0%	0.0%	\$0	\$0	0.0 %	0.0%	0.0%	\$0	\$0	
21.1%	Building Construction	25.0 %	6.9%	-18.1%	\$273,179	\$3,966,400	25.0 %	17.6%	-7.4%	\$541,358	\$3,074,982	
32.9%	Special Trade	10.0 %	19.1%	9.1%	\$993,376	\$5,190,553	10.0 %	25.5%	15.5%	\$630,983	\$2,473,004	
23.7%	Professional Services	12.0 %	0.8%	-11.2%	\$617	\$79,681	12.0 %	0.0%	-12.0%	\$0	\$6,729	
26.0%	Other Services	9.0 %	7.2%	-1.8%	\$512,656	\$7,102,406	9.0 %	10.9%	1.9%	\$736,817	\$6,786,553	
21.1%	Commodities	35.0 %	26.1%	-8.9%	\$2,201,231	\$8,446,707	35.0 %	28.5%	-6.5%	\$2,299,003	\$8,055,662	
	Total Expenditures		16.1%		\$3,981,059	\$24,785,747		20.6%		\$4,208,161	\$20,396,930	

B. Assessment of Fiscal Year 2016 - 2017 Efforts to Meet HUB Procurement Goals

Attainment:

The agency attained one of the five applicable UHD HUB procurement goals in FY 2016 in the Special Trade category but in FY 2017 the university attained two UHD HUB goals in the Special Trade and Other Services categories. UHD experienced an increase in HUB expenditures with the Science and Technology building, Hurricane Harvey recovery efforts and new custodial services award. We anticipate obtaining four of the five applicable procurement goals based on the semi-annual FY 2018 report. Currently UHD ranks number one Top 25 Agencies spending more than \$5 Million with largest percentage spent with HUBs.

Applicability:

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

Factors Affecting Attainment:

UH-Downtown strives to live up to the spirit of HUB laws by making efforts to engage Black and Hispanic owned businesses. In FY 2016, 57.01% of HUB volume was with Black and Hispanic owned businesses. In FY 2017 Black and Hispanic owned businesses accounted almost 47% of the total. A number of large volume businesses (office supplies, computer equipment) have now established third-party arrangements that have enabled agencies to improve their HUB participation rates.

"Good-Faith" Efforts:

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

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

University of Houston-Downtown (784)
Estimated Funds Outside the Institution's Bill Pattern
2018-19 and 2020-21 Biennia

	2018-19 Biennium				2020-21 Biennium			
	<u>FY 2018 Revenue</u>	<u>FY 2019 Revenue</u>	<u>Biennium Total</u>	<u>Percent of Total</u>	<u>FY 2020 Revenue</u>	<u>FY 2021 Revenue</u>	<u>Biennium Total</u>	<u>Percent of Total</u>
APPROPRIATED SOURCES INSIDE THE BILL PATTERN								
State Appropriations (excluding HEGI & State Paid Fringes)	\$ 24,845,865	\$ 24,867,708	\$ 49,713,573		\$ 24,867,708	\$ 24,867,708	\$ 49,735,416	
Tuition and Fees (net of Discounts and Allowances)	20,167,477	20,086,048	40,253,525		20,086,048	20,086,048	40,172,096	
Endowment and Interest Income	30,000	33,000	63,000		33,000	33,000	66,000	
Sales and Services of Educational Activities (net)	-	-	-		-	-	-	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Other Income	-	-	-		-	-	-	
Total	45,043,342	44,986,756	90,030,098	24.7%	44,986,756	44,986,756	89,973,512	24.6%
APPROPRIATED SOURCES OUTSIDE THE BILL PATTERN								
State Appropriations (HEGI & State Paid Fringes)	\$ 6,482,491	\$ 6,471,816	\$ 12,954,307		\$ 6,471,816	\$ 6,471,816	\$ 12,943,632	
Higher Education Assistance Funds	11,752,877	11,752,877	23,505,754		11,752,877	11,752,877	23,505,754	
Available University Fund	-	-	-		-	-	-	
State Grants and Contracts	6,433,055	6,500,000	12,933,055		6,500,000	6,500,000	13,000,000	
Hazlewood	78,848	78,848	157,696		78,848	78,848	157,696	
Total	24,747,271	24,803,541	49,550,812	13.6%	24,803,541	24,803,541	49,607,082	13.6%
NON-APPROPRIATED SOURCES								
Tuition and Fees (net of Discounts and Allowances)	75,186,551	76,334,584	151,521,135		76,334,584	76,334,584	152,669,168	
Federal Grants and Contracts	28,784,586	28,977,100	57,761,686		28,977,100	28,977,100	57,954,200	
State Grants and Contracts	-	-	-		-	-	-	
Local Government Grants and Contracts	-	-	-		-	-	-	
Private Gifts and Grants	1,328,800	1,339,050	2,667,850		1,339,050	1,339,050	2,678,100	
Endowment and Interest Income	1,813,724	1,807,843	3,621,567		1,807,843	1,807,843	3,615,686	
Sales and Services of Educational Activities (net)	2,634,030	1,855,400	4,489,430		1,855,400	1,855,400	3,710,800	
Sales and Services of Hospitals (net)	-	-	-		-	-	-	
Professional Fees (net)	-	-	-		-	-	-	
Auxiliary Enterprises (net)	2,467,000	2,442,000	4,909,000		2,442,000	2,442,000	4,884,000	
Other Income	-	-	-		-	-	-	
Total	112,214,691	112,755,977	224,970,668	61.7%	112,755,977	112,755,977	225,511,954	61.8%
TOTAL SOURCES	\$ 182,005,304	\$ 182,546,274	\$ 364,551,578	100.0%	\$ 182,546,274	\$ 182,546,274	\$ 365,092,548	100.0%

6.I. Percent Biennial Base Reduction Options

10 % REDUCTION

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Item Priority and Name/ <u>Method of Financing</u>	REVENUE LOSS			REDUCTION AMOUNT			PROGRAM AMOUNT		TARGET
	2020	2021	Biennial Total	2020	2021	Biennial Total	2020	2021	Biennial Total
1 Community Development Project - 1st 2.5%									
Category: Programs - Service Reductions (Other)									
Item Comment: The Community Development special item is funded entirely with general revenue funds and will be subject to 10 percent reduction. These funds support community-based initiatives. The impact will be fewer service learning opportunities for UHD students.									
Strategy: 3-3-1 Community Development Project									
<u>General Revenue Funds</u>									
1 General Revenue Fund	\$0	\$0	\$0	\$26,496	\$26,496	\$52,992	\$264,961	\$264,960	\$529,921
General Revenue Funds Total	\$0	\$0	\$0	\$26,496	\$26,496	\$52,992	\$264,961	\$264,960	\$529,921
Item Total	\$0	\$0	\$0	\$26,496	\$26,496	\$52,992	\$264,961	\$264,960	\$529,921

FTE Reductions (From FY 2020 and FY 2021 Base Request)

2 Institutional Enhancement - 1st 2.5%

Category: Administrative - Operating Expenses

Item Comment: The majority of UHD's non-formula special item funding comes through the Institutional Enhancement item, an item that all institutions receive and money that is universally treated as general use operating dollars, not unlike Instruction & Operations formula dollars. If the 10 percent GR-related base budget reduction is enacted UHD would have \$321,108 less in the upcoming biennium to meet basic operating needs. Needed new faculty lines could not be added, the hiring of critical students support staff positions would be put off, class sizes could increase and fewer courses would be put on the schedule. The overall effect would be to diminish the university experience for UHD students in ways that would reduce their likelihood of earning a degree, or earning a degree in a timely manner.

Strategy: 3-4-1 Institutional Enhancement

6.I. Percent Biennial Base Reduction Options

10 % REDUCTION

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Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			PROGRAM AMOUNT		TARGET
	2020	2021	Biennial Total	2020	2021	Biennial Total	2020	2021	Biennial Total
<u>General Revenue Funds</u>									
1 General Revenue Fund	\$0	\$0	\$0	\$23,891	\$23,891	\$47,782	\$1,605,542	\$1,605,541	\$3,211,083
General Revenue Funds Total	\$0	\$0	\$0	\$23,891	\$23,891	\$47,782	\$1,605,542	\$1,605,541	\$3,211,083
Item Total	\$0	\$0	\$0	\$23,891	\$23,891	\$47,782	\$1,605,542	\$1,605,541	\$3,211,083

FTE Reductions (From FY 2020 and FY 2021 Base Request)

3 Institutional Enhancement - 2nd 2.5%

Category: Administrative - Operating Expenses

Item Comment: The majority of UHD's non-formula special item funding comes through the Institutional Enhancement item, an item that all institutions receive and money that is universally treated as general use operating dollars, not unlike Instruction & Operations formula dollars. If the 10 percent GR-related base budget reduction is enacted UHD would have \$321,108 less in the upcoming biennium to meet basic operating needs. Needed new faculty lines could not be added, the hiring of critical students support staff positions would be put off, class sizes could increase and fewer courses would be put on the schedule. The overall effect would be to diminish the university experience for UHD students in ways that would reduce their likelihood of earning a degree, or earning a degree in a timely manner.

Strategy: 3-4-1 Institutional Enhancement

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$50,386	\$50,386	\$100,772			
General Revenue Funds Total	\$0	\$0	\$0	\$50,386	\$50,386	\$100,772			
Item Total	\$0	\$0	\$0	\$50,386	\$50,386	\$100,772			

6.I. Percent Biennial Base Reduction Options

10 % REDUCTION

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Item Priority and Name/ <u>Method of Financing</u>	REVENUE LOSS			REDUCTION AMOUNT			PROGRAM AMOUNT		TARGET
	2020	2021	Biennial Total	2020	2021	Biennial Total	2020	2021	Biennial Total

FTE Reductions (From FY 2020 and FY 2021 Base Request)

4 Institutional Enhancement - 3rd 2.5%

Category: Administrative - Operating Expenses

Item Comment: The majority of UHD's non-formula special item funding comes through the Institutional Enhancement item, an item that all institutions receive and money that is universally treated as general use operating dollars, not unlike Instruction & Operations formula dollars. If the 10 percent GR-related base budget reduction is enacted UHD would have \$321,108 less in the upcoming biennium to meet basic operating needs. Needed new faculty lines could not be added, the hiring of critical students support staff positions would be put off, class sizes could increase and fewer courses would be put on the schedule. The overall effect would be to diminish the university experience for UHD students in ways that would reduce their likelihood of earning a degree, or earning a degree in a timely manner.

Strategy: 3-4-1 Institutional Enhancement

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$50,387	\$50,387	\$100,774			
General Revenue Funds Total	\$0	\$0	\$0	\$50,387	\$50,387	\$100,774			
Item Total	\$0	\$0	\$0	\$50,387	\$50,387	\$100,774			

FTE Reductions (From FY 2020 and FY 2021 Base Request)

5 Institutional Enhancement - 4th 2.5%

Category: Administrative - Operating Expenses

Item Comment: The majority of UHD's non-formula special item funding comes through the Institutional Enhancement item, an item that all institutions receive and money that is universally treated as general use operating dollars, not unlike Instruction & Operations formula dollars. If the 10 percent GR-related base budget reduction is enacted UHD would have \$321,108 less in the upcoming biennium to meet basic operating needs. Needed new faculty lines could not be added, the hiring of critical students support staff positions would be put off, class sizes could increase and fewer courses would be put on the schedule. The overall effect would be to diminish the university experience for UHD students in ways that would reduce their likelihood of earning a degree, or earning a degree in a timely manner.

6.I. Percent Biennial Base Reduction Options

10 % REDUCTION

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Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			PROGRAM AMOUNT		TARGET
	2020	2021	Biennial Total	2020	2021	Biennial Total	2020	2021	Biennial Total

Strategy: 3-4-1 Institutional Enhancement

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$35,890	\$35,890	\$71,780			
General Revenue Funds Total	\$0	\$0	\$0	\$35,890	\$35,890	\$71,780			
Item Total	\$0	\$0	\$0	\$35,890	\$35,890	\$71,780			

FTE Reductions (From FY 2020 and FY 2021 Base Request)

6 Workers' Compensation Insurance - 4th 2.5%

Category: Administrative - Operating Expenses

Item Comment: The Workers' Compensation strategy deals with the costs incurred when an employee is injured on the job.

Strategy: 1-1-4 Workers' Compensation Insurance

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$14,496	\$14,497	\$28,993	\$144,964	\$144,964	\$289,928
General Revenue Funds Total	\$0	\$0	\$0	\$14,496	\$14,497	\$28,993	\$144,964	\$144,964	\$289,928
Item Total	\$0	\$0	\$0	\$14,496	\$14,497	\$28,993	\$144,964	\$144,964	\$289,928

FTE Reductions (From FY 2020 and FY 2021 Base Request)

6.I. Percent Biennial Base Reduction Options

10 % REDUCTION

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Item Priority and Name/ <u>Method of Financing</u>	REVENUE LOSS			REDUCTION AMOUNT			PROGRAM AMOUNT		TARGET	
	2020	2021	Biennial Total	2020	2021	Biennial Total	2020	2021	Biennial Total	
AGENCY TOTALS										
General Revenue Total				\$201,546	\$201,547	\$403,093	\$2,015,467	\$2,015,465	\$4,030,932	\$403,093
Agency Grand Total	\$0	\$0	\$0	\$201,546	\$201,547	\$403,093	\$2,015,467	\$2,015,465	\$4,030,932	\$403,093
Difference, Options Total Less Target										
Agency FTE Reductions (From FY 2020 and FY 2021 Base Request)										
Article Total				\$201,546	\$201,547	\$403,093	\$2,015,467	\$2,015,465	\$4,030,932	
Statewide Total				\$201,546	\$201,547	\$403,093	\$2,015,467	\$2,015,465	\$4,030,932	

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	Act 2017	Act 2018	Bud 2019	Est 2020	Est 2021
Gross Tuition					
Gross Resident Tuition	17,115,583	16,733,868	16,801,072	17,137,093	17,479,835
Gross Non-Resident Tuition	4,259,538	4,367,436	4,384,976	4,472,676	4,562,130
Gross Tuition	21,375,121	21,101,304	21,186,048	21,609,769	22,041,965
Less: Resident Waivers and Exemptions (excludes Hazlewood)	(68,163)	(64,805)	(65,065)	(66,367)	(67,694)
Less: Non-Resident Waivers and Exemptions	(738,525)	(702,144)	(704,964)	(719,063)	(733,444)
Less: Hazlewood Exemptions	(345,680)	(328,651)	(329,971)	(336,570)	(343,302)
Less: Board Authorized Tuition Increases (TX. Educ. Code Ann. Sec. 54.008)	(1,307,038)	(1,258,206)	(1,263,259)	(1,288,524)	(1,314,294)
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)	1,568	0	0	0	0
Less: Tuition for repeated or excessive hours (TX. Educ. Code Ann. Sec. 54.014)	(727,743)	(696,396)	(874,755)	(874,755)	(874,755)
Plus: Tuition waived for Texas Grant Recipients (TX. Educ. Code Ann. Sec. 56.307)	0	0	0	0	0
Subtotal	18,189,540	18,051,102	17,948,034	18,324,490	18,708,476
Less: Transfer of funds for Texas Public Education Grants Program (Tex. Educ. Code Ann. Sec. 56c) and for Emergency Loans (Tex. Educ. Code Ann. Sec. 56d)	(2,269,669)	(2,193,803)	(2,202,613)	(2,246,665)	(2,291,598)
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	15,919,871	15,857,299	15,745,421	16,077,825	16,416,878

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Student Teaching Fees	0	0	0	0	0
Special Course Fees	0	0	0	0	0
Laboratory Fees	0	0	0	0	0
Subtotal, Tuition and Fees (Formula Amounts for Health-Related Institutions)	15,919,871	15,857,299	15,745,421	16,077,825	16,416,878
OTHER INCOME					
Interest on General Funds:					
Local Funds in State Treasury	27,206	33,599	33,000	33,000	33,000
Funds in Local Depositories, e.g., local amounts	0	0	0	0	0
Other Income (Itemize)					
Adjustment to Expended	(376,828)	0	0	0	0
Subtotal, Other Income	(349,622)	33,599	33,000	33,000	33,000
Subtotal, Other Educational and General Income	15,570,249	15,890,898	15,778,421	16,110,825	16,449,878
Less: O.A.S.I. Applicable to Educational and General Local Funds Payrolls	(908,134)	(889,028)	(895,001)	(921,851)	(949,506)
Less: Teachers Retirement System and ORP Proportionality for Educational and General Funds	(833,008)	(816,358)	(822,712)	(847,393)	(872,816)
Less: Staff Group Insurance Premiums	(2,532,198)	(2,461,099)	(2,390,000)	(2,557,300)	(2,736,311)
Total, Other Educational and General Income (Formula Amounts for General Academic Institutions)	11,296,909	11,724,413	11,670,708	11,784,281	11,891,245
Reconciliation to Summary of Request for FY 2017-2019					
Plus: Transfer of Funds for Texas Public Education Grants Program and Physician Loans	2,269,669	2,193,803	2,202,613	2,246,665	2,291,598
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	2,532,198	2,461,099	2,390,000	2,557,300	2,736,311
Plus: Board-authorized Tuition Income	1,307,038	1,258,206	1,263,259	1,288,524	1,314,294
Plus: Tuition Increases Charged to Doctoral Students with Hours in Excess of 100	0	0	0	0	0

Schedule 1A: Other Educational and General Income

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	Act 2017	Act 2018	Bud 2019	Est 2020	Est 2021
Plus: Tuition Increases Charged to Undergraduate Students with Excessive Hours above Degree Requirements (TX. Educ. Code Ann. Sec. 61.0595)	0	0	0	0	0
Plus: Tuition rebates for certain undergraduates (TX Educ.Code Ann. Sec. 54.0065)	0	0	0	0	0
Plus: Tuition for repeated or excessive hours (TX. Educ. Code Ann. Sec. 54.014)	727,743	696,396	874,755	874,755	874,755
Less: Tuition Waived for Students 55 Years or Older	(1,568)	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	18,131,989	18,333,917	18,401,335	18,751,525	19,108,203

Schedule 2: Selected Educational, General and Other Funds

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	Act 2017	Act 2018	Bud 2019	Est 2020	Est 2021
General Revenue Transfers					
Transfer from Coordinating Board for Texas College Work Study Program (2017, 2018, 2019)	99,051	93,966	90,000	0	0
Transfer from Coordinating Board for Professional Nursing Shortage Reduction Program	0	0	0	0	0
Transfer of GR Group Insurance Premium from Comptroller (UT and TAMU Components only)	0	0	0	0	0
Less: Transfer to Other Institutions	0	0	0	0	0
Less: Transfer to Department of Health, Disproportionate Share - State-Owned Hospitals (2017, 2018, 2019)	0	0	0	0	0
Other (Itemize)					
Texas Veterans Commission - Hazlewood	53,218	50,018	0	0	0
Other: Fifth Year Accounting Scholarship	9,000	17,410	10,000	0	0
Texas Grants	6,885,192	6,428,055	6,500,000	0	0
B-on-Time Program	52,836	13,882	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	7,099,297	6,603,331	6,600,000	0	0
General Revenue HEF for Operating Expenses	11,752,877	11,752,877	11,752,877	11,752,877	11,752,877
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 (2017, 2018, 2019)	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)					
Military Veterans Exemptions - Hazlewood	30,726	28,830	0	0	0
Gross Designated Tuition (Sec. 54.0513)	51,459,863	54,110,588	56,040,159	57,160,962	58,304,181
Indirect Cost Recovery (Sec. 145.001(d))	154,796	139,311	138,584	145,000	145,000

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	Act 2017	Act 2018	Bud 2019	Est 2020	Est 2021
Correctional Managed Care Contracts	0	0	0	0	0

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	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
GR & GR-D Percentages					
GR %	65.58%				
GR-D/Other %	34.42%				
Total Percentage	100.00%				
FULL TIME ACTIVES					
1a Employee Only	230	151	79	230	373
2a Employee and Children	50	33	17	50	89
3a Employee and Spouse	40	26	14	40	45
4a Employee and Family	42	28	14	42	71
5a Eligible, Opt Out	3	2	1	3	7
6a Eligible, Not Enrolled	9	6	3	9	27
Total for This Section	374	246	128	374	612
PART TIME ACTIVES					
1b Employee Only	2	1	1	2	15
2b Employee and Children	0	0	0	0	2
3b Employee and Spouse	1	1	0	1	1
4b Employee and Family	3	2	1	3	0
5b Eligible, Opt Out	0	0	0	0	3
6b Eligible, Not Enrolled	0	0	0	0	42
Total for This Section	6	4	2	6	63
Total Active Enrollment	380	250	130	380	675

784 University of Houston - Downtown

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
FULL TIME RETIREES by ERS					
1c Employee Only	0	0	0	0	0
2c Employee and Children	0	0	0	0	0
3c Employee and Spouse	0	0	0	0	0
4c Employee and Family	0	0	0	0	0
5c Eligible, Opt Out	0	0	0	0	0
6c Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	0	0	0	0	0
PART TIME RETIREES by ERS					
1d Employee Only	0	0	0	0	0
2d Employee and Children	0	0	0	0	0
3d Employee and Spouse	0	0	0	0	0
4d Employee and Family	0	0	0	0	0
5d Eligible, Opt Out	0	0	0	0	0
6d Eligible, Not Enrolled	0	0	0	0	0
Total for This Section	0	0	0	0	0
Total Retirees Enrollment	0	0	0	0	0
TOTAL FULL TIME ENROLLMENT					
1e Employee Only	230	151	79	230	373
2e Employee and Children	50	33	17	50	89
3e Employee and Spouse	40	26	14	40	45
4e Employee and Family	42	28	14	42	71
5e Eligible, Opt Out	3	2	1	3	7
6e Eligible, Not Enrolled	9	6	3	9	27
Total for This Section	374	246	128	374	612

784 University of Houston - Downtown

	E&G Enrollment	GR Enrollment	GR-D/OEGI Enrollment	Total E&G (Check)	Local Non-E&G
TOTAL ENROLLMENT					
1f Employee Only	232	152	80	232	388
2f Employee and Children	50	33	17	50	91
3f Employee and Spouse	41	27	14	41	46
4f Employee and Family	45	30	15	45	71
5f Eligible, Opt Out	3	2	1	3	10
6f Eligible, Not Enrolled	9	6	3	9	69
Total for This Section	380	250	130	380	675

Schedule 4: Computation of OASI
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Proportionality Percentage Based on Comptroller Accounting Policy Statement #011, Exhibit 2	2017		2018		2019		2020		2021	
	<u>% to Total</u>	<u>Allocation of OASI</u>	<u>% to Total</u>	<u>Allocation of OASI</u>	<u>% to Total</u>	<u>Allocation of OASI</u>	<u>% to Total</u>	<u>Allocation of OASI</u>	<u>% to Total</u>	<u>Allocation of OASI</u>
General Revenue (% to Total)	64.5993	\$1,657,165	65.5769	\$1,693,622	65.5769	\$1,704,999	65.5769	\$1,756,149	65.5769	\$1,808,834
Other Educational and General Funds (% to Total)	35.4007	\$908,134	34.4231	\$889,028	34.4231	\$895,001	34.4231	\$921,851	34.4231	\$949,506
Health-Related Institutions Patient Income (% to Total)	0.0000	\$0	0.0000	\$0	0.0000	\$0	0.0000	\$0	0.0000	\$0
Grand Total, OASI (100%)	100.0000	\$2,565,299	100.0000	\$2,582,650	100.0000	\$2,600,000	100.0000	\$2,678,000	100.0000	\$2,758,340

Schedule 5: Calculation of Retirement Proportionality and ORP Differential

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Description	Act 2017	Act 2018	Bud 2019	Est 2020	Est 2021
Proportionality Amounts					
Gross Educational and General Payroll - Subject To TRS Retirement	19,628,912	19,777,691	19,926,471	20,524,265	21,139,993
Employer Contribution to TRS Retirement Programs	1,334,766	1,344,883	1,355,000	1,395,650	1,437,520
Gross Educational and General Payroll - Subject To ORP Retirement	15,429,045	15,555,432	15,681,818	16,152,273	16,636,841
Employer Contribution to ORP Retirement Programs	1,018,317	1,026,659	1,035,000	1,066,050	1,098,032
Proportionality Percentage					
General Revenue	64.5993 %	65.5769 %	65.5769 %	65.5769 %	65.5769 %
Other Educational and General Income	35.4007 %	34.4231 %	34.4231 %	34.4231 %	34.4231 %
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)	833,008	816,358	822,712	847,393	872,816
HRI Patient Income Proportional Contribution (HRI Patient Income percentage x Total Employer Contribution To Retirement Programs)	0	0	0	0	0
Differential					
Differential Percentage	1.9000 %	1.9000 %	1.9000 %	1.9000 %	1.9000 %
Gross Payroll Subject to Differential - Optional Retirement Program	4,454,421	4,306,158	4,157,895	4,282,632	4,411,111
Total Differential	84,634	81,817	79,000	81,370	83,811

Schedule 6: Constitutional Capital Funding
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784 University of Houston - Downtown					
Activity	Act 2017	Act 2018	Bud 2019	Est 2020	Est 2021
A. PUF Bond Proceeds Allocation	0	0	0	0	0
Project Allocation					
Library Acquisitions	0	0	0	0	0
Construction, Repairs and Renovations	0	0	0	0	0
Furnishings & Equipment	0	0	0	0	0
Computer Equipment & Infrastructure	0	0	0	0	0
Reserve for Future Consideration	0	0	0	0	0
Other (Itemize)					
B. HEF General Revenue Allocation	8,673,903	14,071,587	11,752,877	11,752,877	11,752,877
Project Allocation					
Library Acquisitions	2,178,957	2,517,355	2,440,000	2,440,000	2,440,000
Construction, Repairs and Renovations	847,909	4,300,941	2,089,375	2,200,000	2,200,000
Furnishings & Equipment	570,048	1,120,045	820,377	1,000,000	1,000,000
Computer Equipment & Infrastructure	4,273,229	3,580,746	3,845,000	3,556,752	3,561,252
Reserve for Future Consideration	0	0	0	0	0
HEF for Debt Service	803,760	2,552,500	2,558,125	2,556,125	2,551,625
Other (Itemize)					

Schedule 7: Personnel
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Date: 8/3/2018
Time: 11:12:20AM

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

	Actual 2017	Actual 2018	Budgeted 2019	Estimated 2020	Estimated 2021
Part A.					
FTE Postions					
Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	254.0	250.0	261.9	264.9	267.9
Educational and General Funds Non-Faculty Employees	209.4	216.2	237.0	240.0	243.0
Subtotal, Directly Appropriated Funds	463.4	466.2	498.9	504.9	510.9
Non Appropriated Funds Employees	692.5	707.1	872.7	881.7	890.7
Subtotal, Other Funds & Non-Appropriated	692.5	707.1	872.7	881.7	890.7
GRAND TOTAL	1,155.9	1,173.3	1,371.6	1,386.6	1,401.6

Part B.
Personnel Headcount

Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	250.0	240.0	280.0	283.0	286.0
Educational and General Funds Non-Faculty Employees	207.0	193.0	254.0	257.0	260.0
Subtotal, Directly Appropriated Funds	457.0	433.0	534.0	540.0	546.0
Non Appropriated Funds Employees	1,113.0	1,151.0	1,318.0	1,332.0	1,346.0
Subtotal, Non-Appropriated	1,113.0	1,151.0	1,318.0	1,332.0	1,346.0
GRAND TOTAL	1,570.0	1,584.0	1,852.0	1,872.0	1,892.0

Schedule 7: Personnel
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Date: 8/3/2018
 Time: 11:12:20AM

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

	Actual 2017	Actual 2018	Budgeted 2019	Estimated 2020	Estimated 2021
PART C.					
Salaries					
Directly Appropriated Funds (Bill Pattern)					
Educational and General Funds Faculty Employees	\$23,285,627	\$24,182,838	\$24,213,157	\$24,939,552	\$25,687,739
Educational and General Funds Non-Faculty Employees	\$12,428,153	\$13,596,308	\$13,814,920	\$14,229,368	\$14,656,249
Subtotal, Directly Appropriated Funds	\$35,713,780	\$37,779,146	\$38,028,077	\$39,168,920	\$40,343,988
Non Appropriated Funds Employees	\$41,683,899	\$42,426,008	\$40,161,031	\$41,365,862	\$42,606,838
Subtotal, Non-Appropriated	\$41,683,899	\$42,426,008	\$40,161,031	\$41,365,862	\$42,606,838
GRAND TOTAL	\$77,397,679	\$80,205,154	\$78,189,108	\$80,534,782	\$82,950,826

Agency 784 University of Houston - Downtown

Project Priority:	Project Code:	Tuition Revenue Bond Request	Total Project Cost	Cost Per Total Gross Square Feet
1	1	\$ 110,000,000	\$ 110,000,000	\$ 600
Name of Proposed Facility:		Project Type:		
Arts, Sciences, Engineering and Entrepr. Center		New Construction		
Location of Facility:		Type of Facility:		
Houston, Texas		New Building		
Project Start Date:		Project Completion Date:		
09/01/2019		08/31/2021		
Gross Square Feet:		Net Assignable Square Feet in Project		
173,000		103,800		

Project Description

UHD is submitting a single CCB request to the 86th Legislature for consideration. The funding requested would provide for the projected debt service costs associated with the bond issue described. UHD proposes a 173,000 gross square feet (gsf), \$ 110 million facility with engaging makerspaces to stimulate innovation and entrepreneurship in the arts, sciences, and engineering. This unique facility would serve the UHD and surrounding community through academic and continuing education programs.

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

Schedule 8B: Tuition Revenue Bond Issuance History

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Authorization Date	Authorization Amount	Issuance Date	Issuance Amount	Authorized Amount Outstanding as of 08/31/2018	Proposed Issuance Date for Outstanding Authorization	Proposed Issuance Amount for Outstanding Authorization
1993	\$22,400,000	Apr 18 1995	\$22,400,000			
		<i>Subtotal</i>	\$22,400,000	\$0		
1997	\$7,500,000	Feb 10 1999	\$7,500,000			
		<i>Subtotal</i>	\$7,500,000	\$0		
2001	\$18,232,500	Oct 9 2002	\$18,232,000			
		<i>Subtotal</i>	\$18,232,000	\$500		
2006	\$31,626,000	Feb 15 2006	\$31,626,000			
		<i>Subtotal</i>	\$31,626,000	\$0		
2016	\$60,000,000	Feb 16 2017	\$60,000,000			
		<i>Subtotal</i>	\$60,000,000	\$0		

784 University of Houston - Downtown

Arts, Sciences, Engineering and Entrepreneurship Center CCB Retirement

(1) Year Non-Formula Support Item First Funded:	2020
Year Non-Formula Support Item Established:	2020
Original Appropriation:	\$9,517,723

(2) Mission:

UHD is submitting a single CCB request to the 86th Legislature for consideration. The funding requested would provide for the projected debt service costs associated with the bond issue described. UHD proposes a 173,000 gross square feet (gsf), \$ 110 million facility with engaging makerspaces to stimulate innovation and entrepreneurship in the arts, sciences, and engineering. This unique facility would serve the UHD and surrounding community through academic and continuing education programs.

The first floor would provide a mixture of art and engineering spaces providing opportunities for creative collaborations between students and faculty across several disciplines traditionally disconnected from each other physically. With the Marilyn Davies College of Business and the Center for Urban Agriculture & Sustainability nearby, spaces in this building will serve as a hub for exciting creative collisions and entrepreneurship. Other spaces would include studios, a theatre, study spaces, and larger open spaces to support formal and informal gatherings.

Debt service cost projections are built on the presumption of bonds issued for a 20 year term with a 6 percent interest rate. While the principal and interest debt service for new capital construction bonds is being requested here, any amounts appropriated would be to the UH System Administration.

(3) (a) Major Accomplishments to Date:

N/A

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

Design and begin construction on the Arts, Sciences, Engineering and Entrepreneurship Center.

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

None

(5) Formula Funding:

None

(6) Category:

Instructional Support

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(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

None

(9) Impact of Not Funding:

Seek alternate funding.

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

No

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

20 years

(12) Benchmarks:

N/A

(13) Performance Reviews:

N/A

784 University of Houston - Downtown

Collaborative, Retention and Academic Engagement Facilities

(1) Year Non-Formula Support Item First Funded:	2020
Year Non-Formula Support Item Established:	2020
Original Appropriation:	\$8,000,000

(2) Mission:

Collaborative learning spaces are critical for urban colleges and universities in their efforts to develop a ‘sense of place’ that is inviting for non-traditional students. Such spaces enable student networking and the development of deeper faculty-student relationships, leading to improved persistence and graduation rates. UHD has a three-pronged strategy to address a correlated set of space deficiencies.

UHD first plans to construct a Wellness & Success Center (WSC). Once the WSC is operational UHD will re-purpose the current Student Life Center (SLC), turning it into a Student Union. The strategy of re-purposing the SLC rather than constructing a new facility is in consideration of the cost to the state and UHS. UHD will also move to build out a second level on its Girard Street Building (GSB), into which it will move its University College. The University College oversees UHD’s student success resources such as the Academic Advising Center, the Gator Success Center, Supplemental Instruction, the Math and Writing Centers, the Honors Program, the Mentor Program, and other state and federally-funded student success initiatives, with these units currently scattered about the UHD campus. Once these inter-connected projects are complete, UHD will be able to provide its students with connected, collaborative space conducive to and supportive of student success.

(3) (a) Major Accomplishments to Date:

N/A

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

It is expected that the WSC and second level of the GSB will be ready to occupy by the spring/summer of 2021, or earlier. Work will also have begun on the Student Union.

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

None

(5) Formula Funding:

None

(6) Category:

Start-Up

(7) Transitional Funding:

N

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(8) Non-General Revenue Sources of Funding:

None

(9) Impact of Not Funding:

Seek alternate funding.

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

Not on a permanent basis

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

FY2020/21

(12) Benchmarks:

N/A

(13) Performance Reviews:

N/A

784 University of Houston - Downtown

Community Development Project

(1) Year Non-Formula Support Item First Funded:	2000
Year Non-Formula Support Item Established:	2000
Original Appropriation:	\$300,000

(2) Mission:

These funds serve as seed money for community-based efforts to revitalize two separate economically depressed north side neighborhoods - the predominately African-American Acres Homes subdivision and the largely Hispanic area known as the Near Northside. Projects in both areas have their own boards that oversee a variety of economic development and community enhancement efforts. These boards, which are required to provide periodic status reports to the university leadership, operate with a high degree of autonomy. The bulk of the funds directly support youth leadership and development programs, summer educational enrichment programs for at-risk children, supplemental nutrition, women's empowerment, and other vital community needs. A portion of the funding provided through this item is made available to support UHD's efforts in service learning.

(3) (a) Major Accomplishments to Date:

Over the past two years, the annual allocation to UHD has supported initiatives to enhance community development by engaging UHD students, faculty and staff. Faculty members have applied for and received small grants to incorporate community engagement into the curriculum of their courses. The students used the knowledge gained in the courses to understand and solve community issues. Students have also obtained competitive grants to carry out their own projects to enhance community development. Students are assigned mentors who guide them in submitting proposals and implementing the grants. In the 'Kids Can Code Camp', computer science students worked with middle school students to teach basic coding, encourage STEM education and model the computer science professional. Social Work students created the 'Cosplay for Kids' organization, putting on small-themed plays for sick children in hospital and clinics in low income neighborhoods. The themes included forgiveness, caring and sharing. This organization has been highlighted by several news organizations. UHD staff members can also obtain small grants for community development and must involve students in their projects. One staff member partnered with the 'Empty Bowls' organization that is affiliated with the Houston Food Bank. Its mission is to help feed the hungry. UHD had a bowl decorating event and the bowls were donated to the organization, which used them to raise funds to feed more people.

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

Funds received for the FY2020/21 biennium will be used for much the same purpose as the funds received in previous biennia. The University is appreciative of the fact that a portion of the funding provided through this item is made available to support its efforts in service learning.

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

None

(5) Formula Funding:

None

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(6) Category:

Public Service

(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

None

(9) Impact of Not Funding:

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

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

Permanent Basis

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

No

(12) Benchmarks:

N/A

(13) Performance Reviews:

N/A

784 University of Houston - Downtown

Hurricane Harvey Recovery/Mitigation Costs

(1) Year Non-Formula Support Item First Funded:	2020
Year Non-Formula Support Item Established:	2020
Original Appropriation:	\$4,000,000

(2) Mission:

At this time, the UH System is working with the Federal Emergency Management Agency (FEMA) to determine whether its campuses will be reimbursed for disaster-related costs not covered by insurance, such as UHD's projected \$3.1 million deductible. Because of the high number of disasters that occurred in 2018, it remains unclear whether FEMA will have the funds to address all needs. UHD is asking that the state address these uncovered costs, with the understanding that if FEMA funds are later received, redundant funds will be passed on to the state.

It does appear that major flooding events are occurring in the Houston area with greater frequency. In fact, Houston has experienced three "500 Year" floods in the last three years. These are events that have a 0.2% chance of occurring. Further, within the past twenty years there have been two occasions where the floodwaters have been high enough to enter UHD's One Main Building (OMB). Taking steps to better flood-proof the OMB would be a wise investment.

(3) (a) Major Accomplishments to Date:

UHD's recovery from Hurricane Harvey was a significant accomplishment, both the immediate work that enabled the campus to re-open within one week and the work since to restore the campus.

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

In the aftermath of Harvey, UHD has been examining ways to minimize damage from future storms. The two most significant steps the university can take would be to have a system of floodgates in place and ready to deploy, and to make watertight a subterranean tunnel that runs from the basement of UHD's One Main Building down to Buffalo Bayou. This existing tunnel dates back to an earlier use of the building and contributes significantly to the flooding of the building during high-water events. Preliminary research indicates that these two projects could be completed for a little under \$1 million.

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

None

(5) Formula Funding:

None

(6) Category:

Start-Up

(7) Transitional Funding:

N

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(8) Non-General Revenue Sources of Funding:

None

(9) Impact of Not Funding:

Seek alternate funding. Should another storm occur, UHD would again be at risk of costly flood damages.

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

Discontinued after Hurricane Harvey mitigation projects are completed.

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

Discontinued after Hurricane Harvey mitigation projects are completed.

(12) Benchmarks:

N/A

(13) Performance Reviews:

N/A

784 University of Houston - Downtown

Institutional Enhancement

(1) Year Non-Formula Support Item First Funded:	2000
Year Non-Formula Support Item Established:	2000
Original Appropriation:	\$2,292,477

(2) Mission:

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

(3) (a) Major Accomplishments to Date:

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

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

Funds received for the FY2020/21 biennium will be used for much the same purpose as I/E funds received in previous biennia - to address general operating needs.

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

UHD previously received support for two special items – an Academic Support Lab and a Cultural Enrichment Center. Direct funding for both was eliminated with the introduction of Institutional Enhancement.

(5) Formula Funding:

None

(6) Category:

Institutional Enhancement

(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

None

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(9) Impact of Not Funding:

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

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

Permanent Basis

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

No

(12) Benchmarks:

N/A

(13) Performance Reviews:

N/A

784 University of Houston - Downtown

Restore Non-Formula Support Reductions

(1) Year Non-Formula Support Item First Funded:	2020
Year Non-Formula Support Item Established:	2020
Original Appropriation:	\$821,491

(2) Mission:

These funds are not new funds but rather a restoration of non-formula support items that were reduced for the 2018-19 biennium. The bulk of these funds come from Institutional Enhancement, which is money used to support core university operations. The back-story of the I/E item is that it was created during a period when the state was seeking to reduce the number of special items appropriated to Texas public universities. Many special items were eliminated at that time, with the funding instead provided as 'institutional enhancement' so as to hold universities harmless (revenue neutral). The special items that were replaced had been highly restrictive, whereas this new 'institutional enhancement' money could be used to address a broader range of needs. Over time I/E funds quickly became de facto operating funds for all state universities. UHD will continue to use these I/E funds to meet basic operational needs.

(3) (a) Major Accomplishments to Date:

N/A

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

If restored, will be used to support core operations, primarily in the form of salary/benefits funds for needed faculty/staff positions.

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

None

(5) Formula Funding:

None

(6) Category:

Institutional Enhancement

(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

None

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(9) Impact of Not Funding:

The impact of not having these funds restored will continue to be reduced staff/faculty to serve the students attending UHD, many of whom are at-risk and need more support, not less.

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

Permanent Basis

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

No

(12) Benchmarks:

N/A

(13) Performance Reviews:

N/A
