

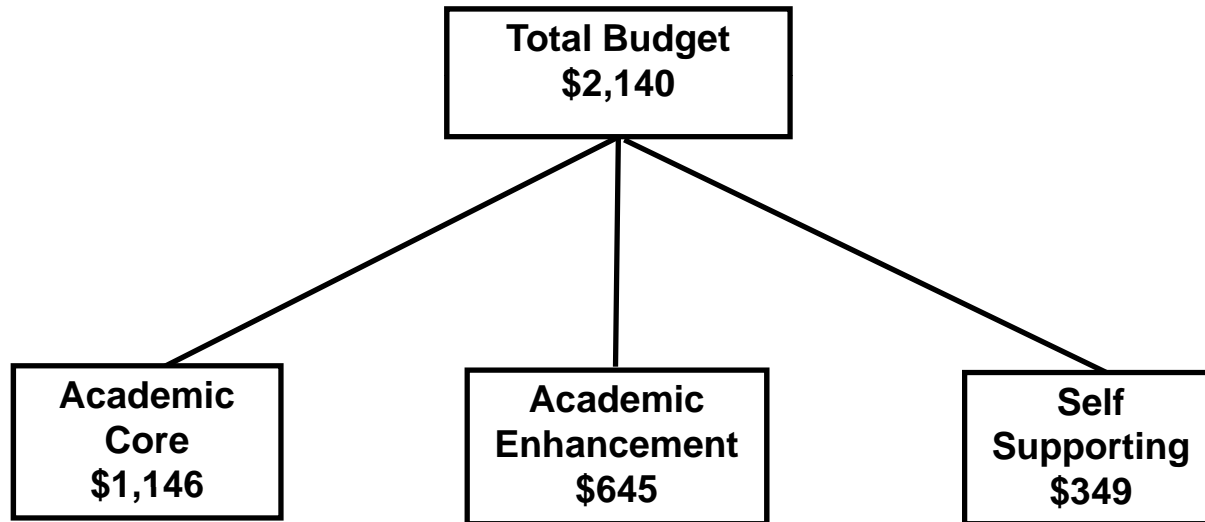
A Primer on The University Budget
2009-10

Stephen A. Monti
Executive Vice Provost
August 14, 2009

2009-2010 Budget Summary

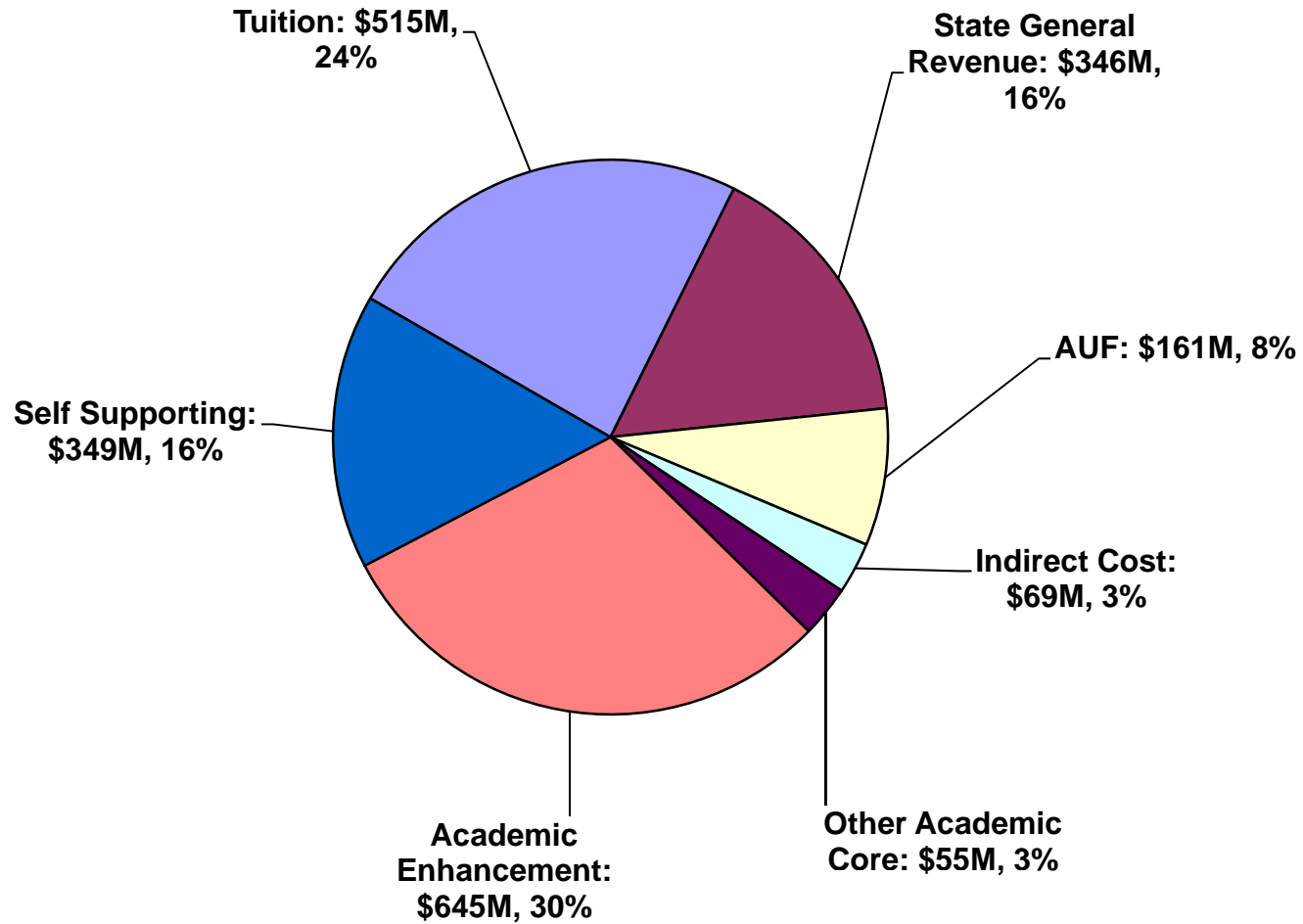
(Operating Budget)

\$ Millions



2009-2010 Total University Sources (Operating Budget)

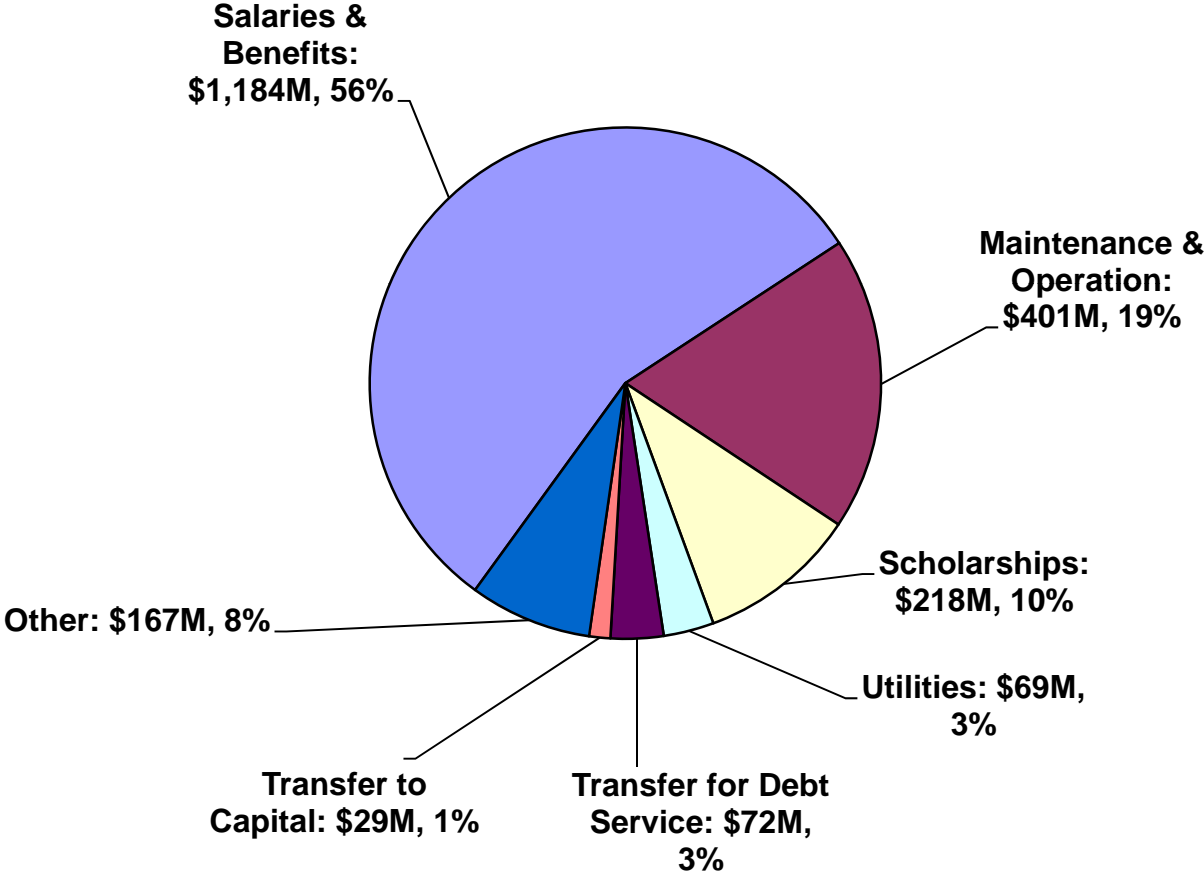
\$2,140 Million



2009-2010 Total University Uses

(Operating Budget)

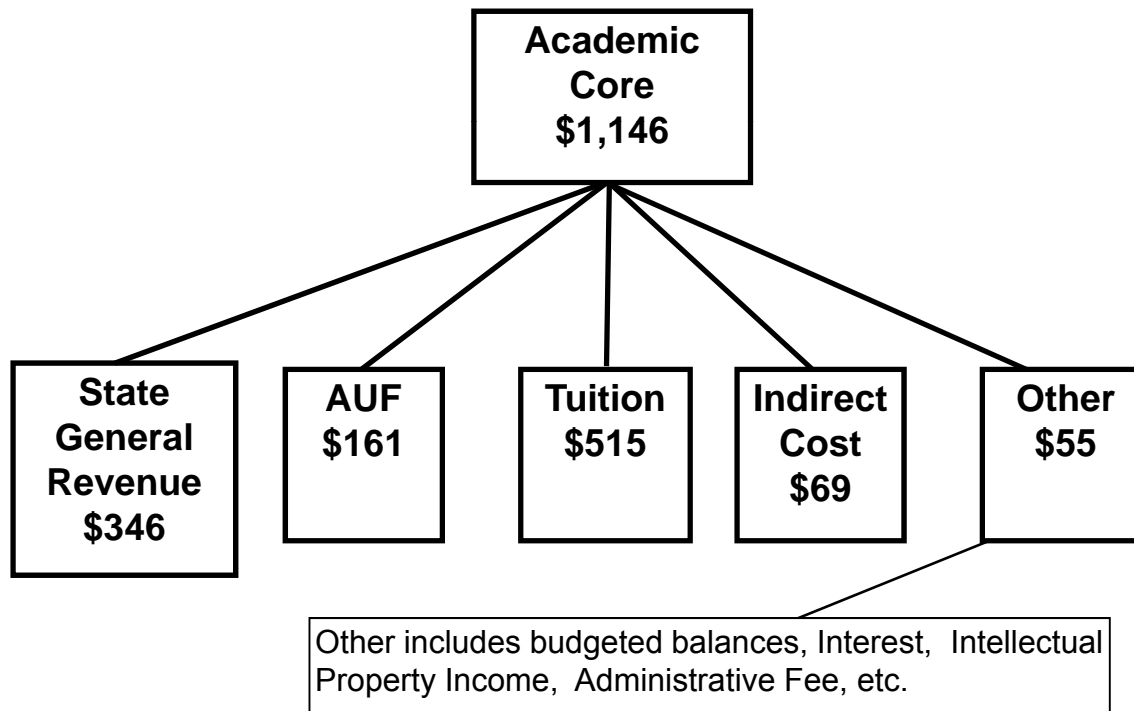
\$2,140 Million



2009-2010 Academic Core Sources

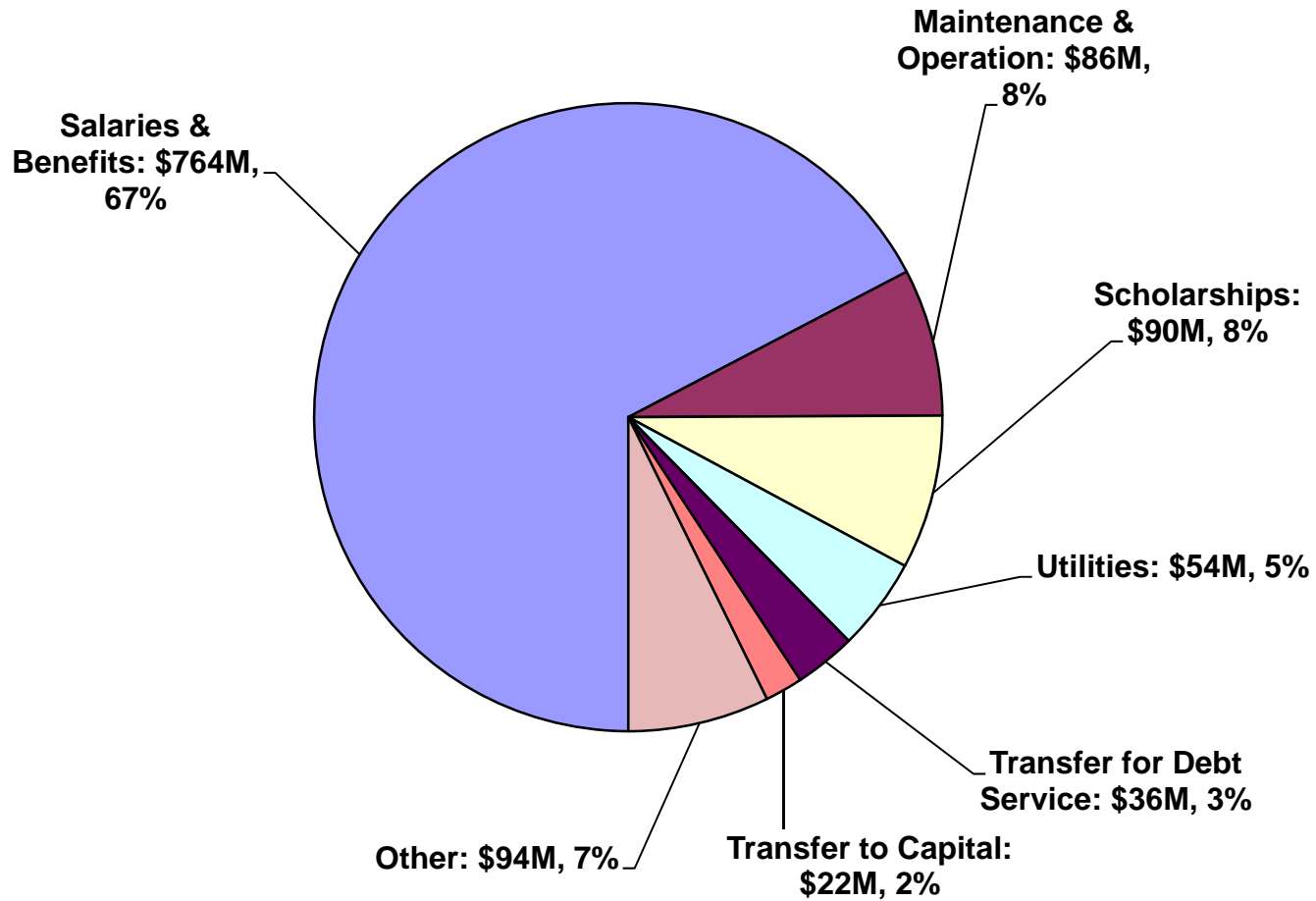
(Operating Budget)

\$ Millions



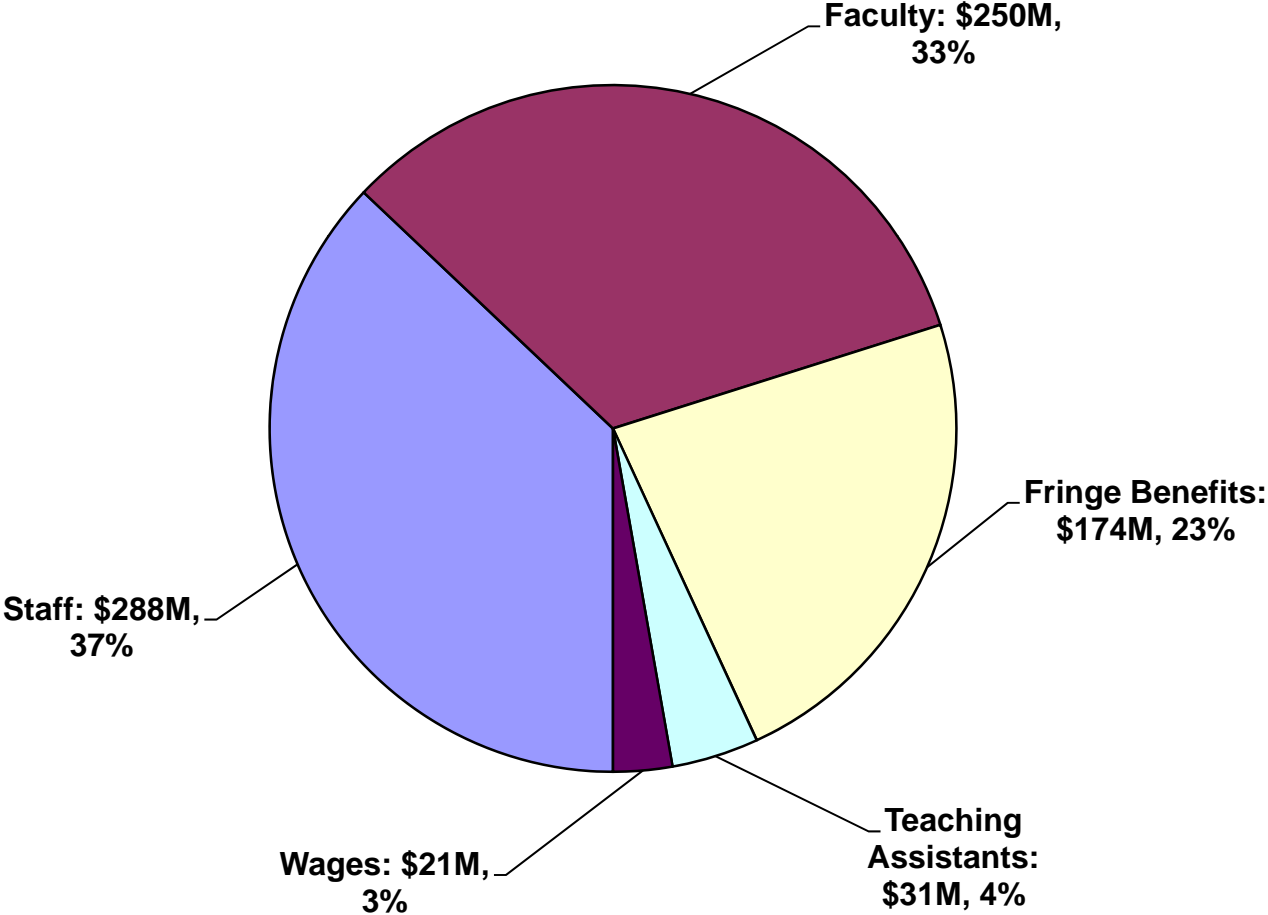
2009-2010 Academic Core Uses (Operating Budget)

\$1,146 Million



2009-2010 Academic Core Salaries & Benefits (Operating Budget)

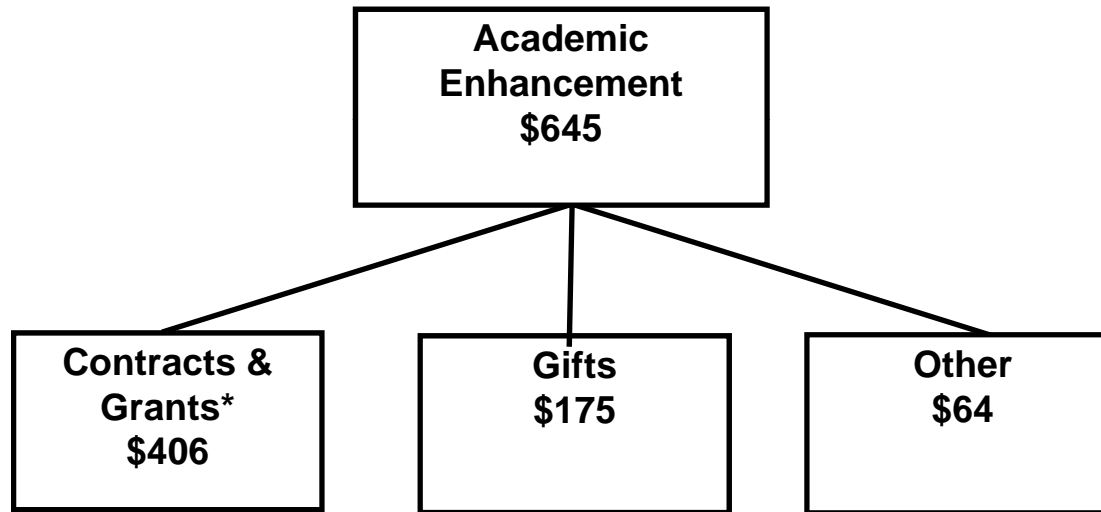
\$764 Million



2009-2010 Academic Enhancement Budget

(Operating Budget)

\$ Millions



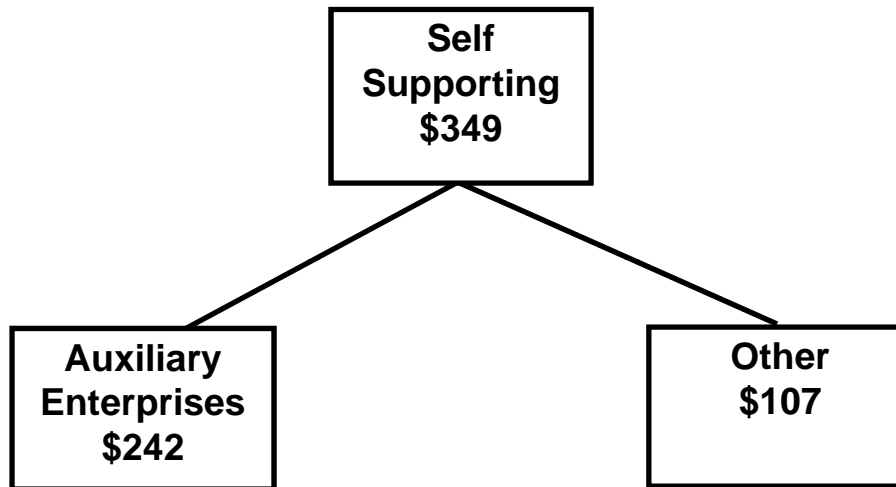
Other includes budgeted balances, Library Resource Sharing Project, and income collected for specific academic purposes (Executive MBA, Field Trips, Orientation, Application, & Library fees, etc.)

*Indirect Cost of \$69M is included in the Academic Core

2009-2010 Self Supporting Budget

(Operating Budget)

\$ Millions



Auxiliary Enterprises include:

Intercollegiate Athletics:	\$110M
Housing & Food:	\$71M
AT&T Exec. Ed & Conference Ctr.	\$19M
Erwin Center:	\$17M
Parking & Transportation:	\$16M

Other include:

Continuing Education, Performing Arts Center, UIL, KUT, McDonald Observatory, Accelerated Schools, Option III programs, Dana Center, LBJ Wildflower Center, etc.

Academic Core Budget

FY 2009-10 to FY 2013-14
Academic Core Projected Budget Sources
 \$Millions

	Budget 2009-10	Forecast 2010-11	Forecast 2011-12	Forecast 2012-13	Forecast 2013-14
State General Revenue (GR)	333.0	335.4	343.5	344.1	352.5
State General Revenue (GR) – Non Recurring	11.0	10.3			
State Coordinating Board Incentive Funding – Non Recurring	2.4	2.4			
Flat Rate Tuition	515.0	537.4	560.6	585.0	607.1
Student Activity Center		6.5	6.5	6.5	6.5
AUF System Estimate	160.7	151.6	137.5	132.6	137.5
Indirect Cost	68.5	68.5	68.5	68.5	68.5
Other Revenue	38.2	38.2	38.2	38.2	38.2
Balances	17.1	4.0	4.0	4.0	4.0
Total Budget Sources	1145.9	1154.3	1158.8	1178.9	1214.3

Flat Rate Tuition

- Set by the Board of Regents, rates vary by college/school
- TPAC (Tuition Policy Advisory Committee) makes tuition recommendations to the President
- For undergraduate students, covers all academic program costs for 12 or more hours
- For graduate students, covers all academic program costs for a specific number of hours.

Flat rate tuition funds both University-wide and college/school specific budgets. Specific examples include:

University-wide budgets

- Student services:
 - Shuttle Bus
 - Rec Sports
 - Medical Services
 - Mental Health Services
 - Texas Union

- Institutional initiatives, priorities, and infrastructure:
 - Faculty/staff merit program and fringe benefits
 - Facilities (CIP, R&R budget, and new facility maintenance)
 - Infrastructure: Library and IT
 - New Faculty Initiative
 - Financial Aid

College/School and course specific budgets

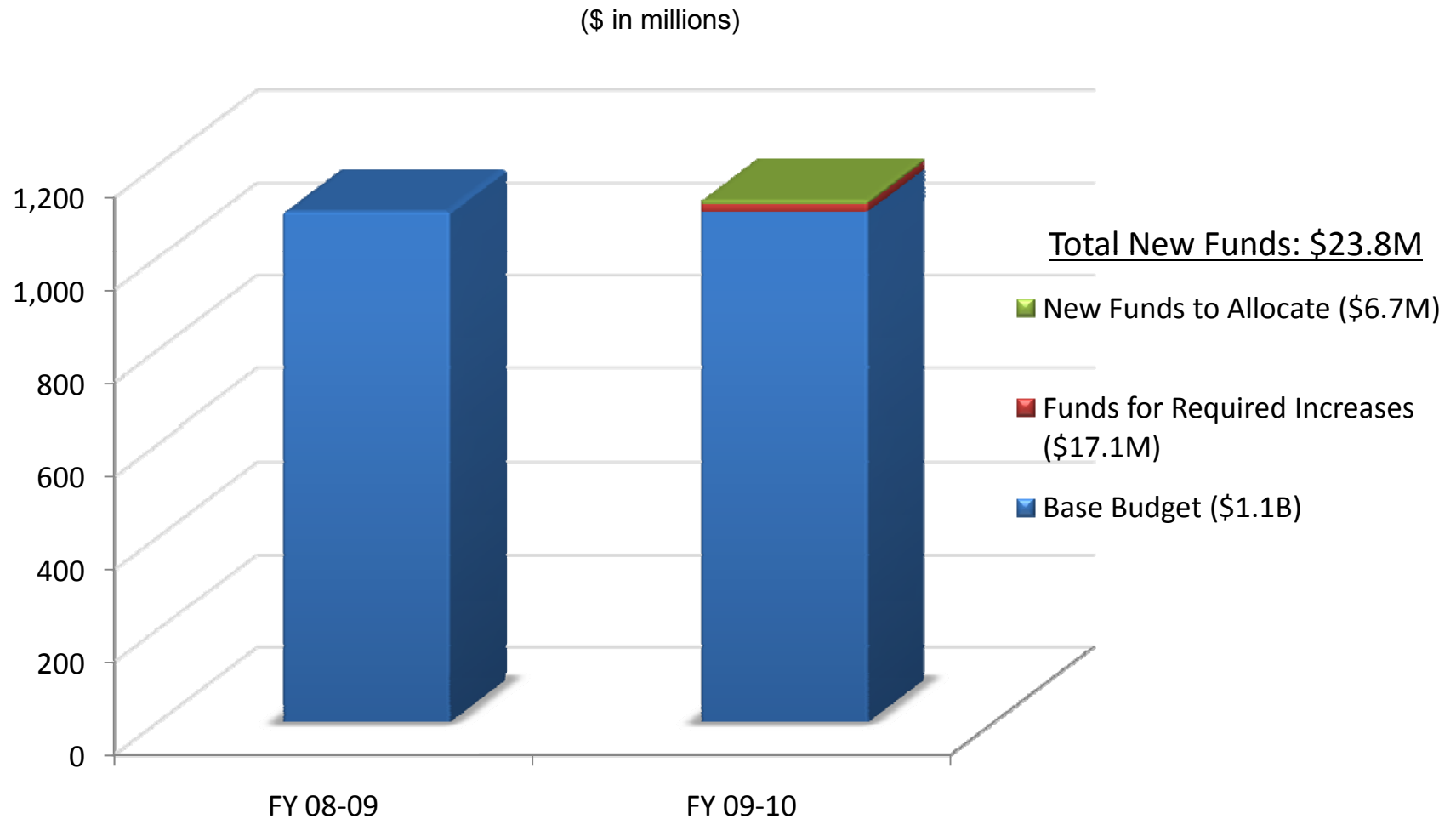
- Individual college/school and course specific program activities – existing activities and new initiatives.

FY 2009-10 to FY 2013-14 Academic Core Projected Budget Forecast

\$ Millions

(\$ in millions)	Budget 2009-10	Forecast 2010-11	Forecast 2011-12	Forecast 2012-13	Forecast 2013-14
Increase over Prior Year:	30.2	8.4	4.5	20.1	35.4
Total Budget Sources	1,145.9	1,154.3	1,158.8	1,178.9	1,214.3
Total Status Quo Uses	<u>1,122.1</u>	<u>1,118.6</u>	<u>1,114.7</u>	<u>1,114.7</u>	<u>1,115.0</u>
New Funds to Allocate	23.8	35.7	44.1	64.2	99.3
Less: Required Fringe, Financial Aid, and Facility Increases	<u>17.1</u>	<u>38.6</u>	<u>57.3</u>	<u>68.4</u>	<u>79.4</u>
Net Funds to Allocate	6.7	(2.9)	(13.2)	(4.2)	19.9

Core Academic Budget for FY 09-10



2009-2010 Budget

Academic Core Budget

\$ Millions

<u>REVENUE INCREASES</u>	<u>Incr/Decr from 2008-09 to 2009-10</u>
GENERAL REVENUE INCREASES/REDUCTIONS:	
GENERAL REVENUE APPROPRIATIONS - FY 08-09 to FY 09-10	11.0
GENERAL REVENUE APPROPRIATIONS - Non Recurring	13.4
GENERAL REVENUE - Staff Group Insurance (HEGI)	(0.9)
GENERAL REVENUE - State Paid Fringe Benefits	0.3
TOTAL GENERAL REVENUE INCREASES	23.8
OTHER REVENUE SOURCES:	
E&G/DESIGNATED TUITION FROM FLAT RATE	16.0
AVAILABLE UNIVERSITY FUND (AUF)	(4.6)
OTHER INCOME (Interest, Indirect Cost, Admin Fee, Intellectual Property)	(0.6)
BALANCES	(4.4)
TOTAL OTHER REVENUE INCREASE	6.4
<i>NET REVENUE INCREASE</i>	30.2
Less: STATUS QUO USE INCREASES	6.4
New Funds Available to Allocate	23.8

2009-2010 Budget
Academic Core Budget
\$ Millions

	Incr/Decr from 2008-09 to 2009-10
<u>REQUIRED BUDGET INCREASES</u>	
Baseline Fringe Benefit Increases	7.7
Additional Financial Aid (B-on-Time, TA/AI)	5.7
Prior Faculty Commitments (incl fringe)	2.7
New Space Maintenance and Utilities	1.0
Subtotal Required Increases	17.1
Net Funds Available to Allocate	6.7
Priority Increases	
2009-10 Targeted Faculty Merit Pool (incl fringes)	3.7
New Faculty Positions (10 at \$60,000, plus \$200K fringes)	0.8
Undergraduate Studies Program	0.5
Graduate Fellowships	1.0
Department of African and African Diaspora Studies	0.8
Two new Admissions Offices (incl fringes)	0.7
Undergraduate Scholarships	1.0

2009-2010 Budget

Academic Core Budget

\$ Millions

	<u>Incr/Decr from 2008-09 to 2009-10</u>
Priority Increases (cont)	
Provost Initiatives (incl fringes)	3.3
Administrative Commitments (incl fringes)	0.7
Student Services Increase (incl fringes)	0.7
Library Acquisitions	0.5
College Initiatives	
FY 09-10 TPAC - College Academic Initiatives	0.0
FY 09-10 TPAC - Professional School Initiatives (incl fringes)	4.6
Subtotal Priority Increases	18.3
SUBTOTAL BUDGET (SHORTFALL)/SURPLUS	(11.6)
Use of ONE-TIME funds for Recurring Budget Needs	11.6
NET BUDGET (SHORTFALL)/SURPLUS	0.0

2009-2010 Budget Core Budget Forecast \$ Millions

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