



URC Budget Request FY 2020



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Agenda

- Legislative Update
- Enrollment Update
- Forecasted Available Incremental Revenue
- Division Strategic Priorities
- URC Discussion

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Legislative Update

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Legislative Update

- Substitute for House Bill 1 in joint conference committee to be reconciled.
- Potential to receive more Small Institution Supplement dollars.
- Potential to have 10% reduction in Non-Formula Funding
- Legislative Session ends May 27, 2019. Must have a final appropriation bill by that date.

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Replacement of Transitional Funding (SB1)

Texas A&M University-San Antonio
 FY 2020 Operating Budget (E&G and Designated Funds)
 Senate Bill - Loss of Transitional Funding Only

	Incremental				
	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Available Recurring Revenue	2,312,369	140,483	2,909,033	1,719,302	6,323,891
Replacement Fund - Target = \$3,623,433					
Brooks	1,192,152	1,192,152	1,192,152	1,192,152	1,192,152
Less: Carve Out					
FY 2021		30,791	30,791	30,791	30,791
FY 2022			637,597	637,597	637,597
FY 2023				376,834	376,834
FY 2024					1,386,059
Fund value, end of fiscal year	\$ 1,192,152	\$ 1,222,943	\$ 1,860,540	\$ 2,237,374	\$ 3,623,433
Remaining ARR	\$ 2,312,369	\$ 109,692	\$ 2,271,436	\$ 1,342,468	\$ 4,937,832

- Assumptions:**
- 25% reduction in Transitional Funding in FY22 - FY23 biennium; remainder lost in FY24 - FY25 biennium (after FTSE > 6,000).
 - The model builds in expense growth "above the line". In other words, the "Available Recurring Revenue" is left over after projected expense growth.
 - Based on Enrollment Management's scenario 2 forecast of reaching 10K students by 2022.
 - Downward expansion, hold harmless, and institutional support are retained through FY24.
 - In FY 2024, part of loss of non-formula funding is made up through prior year replacement fund accumulations. Remainder comes from FY 2024 operations.



Enrollment Update



Enrollment Update

- Applications are up 112% over this same time last year
- Admits are up 125% over this same time last year
- Enrollment is currently trending at 85% of last year
 - This percentage is off by 30 students, due to graduate and dual enrollment – freshman not enrolling at this point in time.
- Still preparing to budget a 6.2% increase in enrollment for FY 2020.

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Revenue Forecast - (7,083 Headcount)

Revenues	FY 2019 Forecast	FY 2020 Forecast (SB1)	Increase/ (Decrease) (SB1)	FY 2019 Forecast	FY 2020 Forecast (HB1)	Increase/ (Decrease) (HB1)
State Appropriations	32,619,859	34,098,647	1,478,788	32,619,859	35,571,755	2,951,896
Total Net Tuition and USF	32,690,179	35,552,719	2,862,540	32,690,179	35,552,719	2,862,540
Other Revenues	1,748,645	1,832,046	83,401	1,748,645	1,832,046	83,401
Total Revenues	\$67,058,683	\$71,483,412	\$4,424,729	\$67,058,683	\$72,956,520	\$5,897,837

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FY 2020 Incremental Committed Expenses

FY 2020 Incremental Expenses - HB1 Revenue

FY 2020 – New Incremental Revenue (Best Case – HB1):	\$5,897,837
Incremental Committed Expenses:	
New Positions/Market/Comp Salary Adjustments – Including Benefits (from FY 2019 – through April 30):	
Academic Affairs	(322,858)
Advancement & External Relations	(1,017)
Business Affairs	(321,281)
Enrollment Management	(123,637)
Student Affairs	(58,879)
Benefits (at 27%)	(223,472)
Total Compensation Adjustments:	(1,051,144)
Property Insurance Premiums:	(128,854)
TAMUS Service Assessments:	(166,745)
1.5% Base Merit Increase (including benefits):	(436,933)
Service Contracts / Utilities (New – FY 2019):	(849,539)
FY 2019 Recurring Expenses funded with one-time reserves:	(1,520,094)
Total Incremental Committed Expenses:	(4,153,309)
Total Available Incremental Revenue:	\$1,744,528

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FY 2020 Incremental Committed Expenses

FY 2020 Incremental Expenses - SB1 Revenue

FY 2020 – New Incremental Revenue (Worse Case – SB1):	\$4,424,729
Incremental Committed Expenses:	
New Positions/Market/Comp Salary Adjustments – Including Benefits (from FY 2019 – through April 30):	
Academic Affairs	(322,858)
Advancement & External Relations	(1,017)
Business Affairs	(321,281)
Enrollment Management	(123,637)
Student Affairs	(58,879)
Benefits (at 27%)	(223,472)
Total Compensation Adjustments:	(1,051,144)
Property Insurance Premiums:	(128,854)
TAMUS Service Assessments:	(166,745)
1.5% Base Merit Increase (including benefits):	(436,933)
Service Contracts / Utilities (New – FY 2019):	(849,539)
FY 2019 Recurring Expenses funded with one-time reserves:	(1,520,094)
Total Incremental Committed Expenses:	(4,153,309)
Total Available Incremental Revenue:	\$271,420

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FY 2020 Divisional Budget Requests

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Summary of FY 2020 Divisional Requests

Division	Recurring Requests	One Time Funded Requests
Academic Affairs	\$1,544,438	\$879,963
Advancement & External Relations	\$567,693	
Business Affairs	\$1,629,553	\$1,649,792
Enrollment Management	\$408,450	\$3,100
Student Affairs	\$720,984	\$129,100
Total New Requests	\$4,871,118	\$2,661,955

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Summary of FY 2020 Divisional Priority Requests

Division	Priority Recurring Requests	One-Time Funded Priority Requests
Academic Affairs	\$576,438	\$299,623
Advancement & External Relations	\$567,693	\$0
Business Affairs	\$771,336	\$755,252
Enrollment Management	\$408,450	\$0
Student Affairs	TBD	TBD
Total Priority Requests	\$2,323,917	\$1,054,875



FY 2020 Budget Calendar - Key Dates

- Monday, May 6 – URC Meeting
- Monday May 20 - URC Meeting to make recommendation to President Matson
- Monday May 27 – Legislative Session Ends
- **Monday June 10 – Preliminary budgets due to System Office**
- Monday June 24 – Programmatic Budget Review



Discussion