Meeting of the General Academic Formula Advisory Committee
Texas Higher Education Coordinating Board
Lone Star Room, Second Floor
1200 East Anderson Lane, Austin
Tuesday, November 8, 2011
9:30 a.m.

Agenda

I. Call to Order

II. Consideration to approve the minutes of October 11, 2011 meeting.

III. Discussion, review, and consideration of the Commissioner's 2014-2015 Biennium charges.

IV. Planning for subsequent meetings

V. Adjournment

General Academic Formula Advisory Committee for 2014-2015 Biennium

Name	Institution	Contacts
Ms. B.J. Crain, Chair (16) Vice President for Finance and Chief Financial Officer Texas A&M University and Chief Business Officer Texas A&M University System	Texas A&M University Rudder Tower, 8th Floor College Station, Texas 77843	bjcrain@tamu.edu (979) 862-7777 FAX (979) 862-7778
Ms. Jean Bush, Vice Chair (16) Senior Associate Vice President for Finance	University of North Texas 1155 Union Circle Box 310500 Denton, Texas 76203	bush@fis.admin.unt.edu (940) 565-3233 FAX (940) 565-4913
Mr. Scott Kelley (12) Executive Vice Chancellor Business Affairs	The University of Texas System Ashbel Smith Hall, 201 W. 7th St. Austin, TX 78701	skelley@utsystem.edu (512) 499-4560 FAX (512) 499-4573
Ms. Cynthia Villa (14) Vice President Business Affairs	The University of Texas at El Paso Admin Bldg. 301, 500 W. Univ. Ave. El Paso, Tx 79968	cvilla@utep.edu (915) 747-5113 FAX (915) 747-5068
Dr. F. Dominic Dottavio (14) President	Tarleton State University PO Box T-0001 Stephenville, TX 76402	president@tarleton.edu (254) 968-9100 FAX (254) 968-9920
Dr. Marc Nigliazzo (16) President	Texas A&M University Central Texas 1901 South Clear Creek Road Killeen, TX 76549	marc.nigliazzo@ct.tamus.edu (254) 519-5720 FAX (254) 519-5450
Dr. John Antel (14) Senior Vice President for Academic Affairs and Provost	University of Houston 212 E. Cullen Building Houston, TX 77204-2018	antel@uh.edu (713) 743-9101 FAX (713) 743-8837
Dr. John Price (14) President	University of North Texas at Dallas 7300 Houston School Rd. Dallas, Texas 75241	price@unt.edu (972) 780-3602 FAX (972) 780-3636
Dr. Baker Pattillo (12) President	Stephen F. Austin University 1936 North St. Nacogdoches, TX 75962	bpattillo@sfasu.edu (936) 468-2201 FAX (936) 468-2202
Dr. John Rudley (14) President	Texas Southern University 3100 Cleburne Avenue Houston, TX 77004-4501	rudleyjm@tsu.edu (713) 313-7035 FAX (713) 313-1999
Dr. Robert Neely (16) Provost and Vice President Academic Affairs	Texas Woman's University PO Box 425617 Denton, TX 76204	rneely@twu.edu (940) 898-3301 FAX (940) 898-3306
Dr. John Opperman (14) Vice Chancellor for Policy and Planning	Texas Tech University System PO Box 42013 Lubbock, TX 79409	john.opperman@ttu.edu (512) 275-0615 FAX (512) 936-8144
Mr. Michael Reid (16) Vice President Finance and Administration	Angelo State University 2601 W. Avenue N San Angelo, TX 76909	michael.reid@angelo.edu (325) 942-2017 FAX (325) 942-2271
Dr. Perry Moore (16) Vice Chancellor for Academic Affairs	Texas State University System 200 E 10th Suite 600 Austin, TX 78701	perry.moore@tsus.edu (512) 463-1808 FAX (512) 463-1816
Mr. Paul Woodfin (14) Vice President of Finacial Services	TSTC-System 3801 Campus Drive Waco, TX 76705	paul.woodfin@tstc.edu (254) 867-4801 FAX (254) 867-3790
Dr. Alba Ortiz (14) President's Chair for Education Academic Excellence, PH.D.	The University of Texas at Austin DSE, College of Education 1 University Station D5300 Austin, TX 78712	alba.ortiz@mail.utexas.edu (512) 471-6244 FAX (512) 471-5550

Meeting of the General Academic Formula Advisory Committee
Texas Higher Education Coordinating Board
Lone Star Room, Second Floor
1200 East Anderson Lane, Austin
Tuesday, October 11, 2011
9:30 a.m.

Minutes

Attendees: Ms. B.J. Crain, Ms. Jean Bush, Mr. Scott Kelley, Dr. F. Dominic Dottavio, Dr. Marc Nigliazzo, Dr. John Antel, Dr. John Price, Dr. John Opperman, Mr. Michael Reid, Dr. Perry Moore, Dr. Alba Ortiz.

Absent: Ms. Cynthia Villa, Dr. Baker Pattillo, Dr. John Rudley, Dr. Robert Neely, Mr. Paul Woodfin.

Staff: Susan Brown, Gary Johnstone, Thomas Keaton, Paul Turcotte

1. The meeting was called to order at 9:35 a.m.

2. The minutes from the meeting on September 13, 2011 were reviewed. Mr. Kelley motioned their approval, seconded by Ms. Bush, and unanimously approved.

3. Discussion, review, and consideration of the Commissioner's 2014-2015 Biennium charges.

    a. Dr. Antel reviewed the progress of the Expenditures Study workgroup.
    b. Dr. Opperman reviewed the progress of the Outcomes-Based Funding workgroup.
    c. Ms. Bush reviewed the progress of the Space Model workgroup.
    d. The chair led a discussion of charge 2.
        i. The committee considered if it was best to recommend a funding level or a rate; to use CPI-U, HEPI, or no inflation factor; to consider the absence of TRB funding in the levels; and consider the base as the 2008-2009 biennium funding levels. The chair offered to draft a proposal for the committee to discuss at the next meeting.
        ii. The Teaching Experience Supplement (TES), introduced with the current formula set in the late 1990's to encourage higher quality undergraduate instruction, has been funded at 10 percent. The Commissioner of Higher Education last recommended distributing this funding through the I&O allocation. The committee considered changing the level from 0 to 15 percent. The members are to review the options with their component institutions and report at the next meeting their recommendations. The staff will distribute a comparison of funding allocations with and without the TES.
        iii. The committee agreed the revised Small Institution Supplement formula appears equitable; however, the funding level of $750,000 per year is too low. No volunteers answered the chair's call to review and determine the correct level. Studied by previous committees where were not able to quantify the minimum acceptable funding level and the effects of economies of scale for institutions.

DRAFT

iv. The staff presented the results of the Utility Study requested by the committee at the August meeting. Utilities are running, on average, 50.5 percent of the operations and maintenance expenditures. The committee asked the staff to work with the LBB in adding the additional data needed for this survey to the LBB's LAR Schedule 9. This would eliminate the need to collect this data annually. The committee will review the correct ratio of utility and non-utility funding at the next meeting.

4. The meeting was adjourned at 10:34 a.m. with the next meeting on November 8, 9:30 a.m.

Formula Funding - 2014-2015 Biennium - Advisory Committee
Operations Support (Instruction & Operations) and Teacher Experience Supplement

FICE	Institution	Difference	Percent Change	2012 - 2013 without TES Operations Support	2012 - 2013 as Appropriated			WSCH I&O	WSCH Teaching Experience Supplement
					Operations Support	Teaching Supplement	Total		
003656	UT-Arlington	$ 1,822,414	0.94%	$ 194,709,225	$ 189,174,806	$ 3,712,005	$ 192,886,811	1,761,043	34,555
003658	UT-Austin	1,781,877	0.44%	410,771,436	399,095,659	9,893,901	408,989,559	3,715,212	92,103
009741	UT-Dallas	2,198,026	1.60%	139,387,344	135,425,395	1,763,924	137,189,318	1,260,685	16,420
003661	UT-El Paso	(153,925)	-0.13%	115,385,539	112,105,818	3,433,646	115,539,464	1,043,602	31,964
003599	UT-Pan American	(1,786,123)	-1.84%	95,131,916	92,427,884	4,490,155	96,918,039	860,418	41,799
030646	UT-Brownsville	(630,251)	-2.60%	23,567,882	22,897,988	1,300,145	24,198,133	213,159	12,103
009930	UT-Permian Basin	(187,389)	-1.05%	17,635,482	17,134,211	688,660	17,822,871	159,504	6,411
010115	UT-San Antonio	448,469	0.29%	153,077,185	148,726,116	3,902,601	152,628,717	1,384,503	36,330
011163	UT-Tyler	(270,462)	-0.82%	32,647,572	31,719,597	1,198,437	32,918,034	295,280	11,156
003632	TAMU	1,311,802	0.30%	439,035,105	426,555,960	11,167,342	437,723,303	3,970,842	103,958
010298	TAMU-Galveston	114,189	0.69%	16,551,964	16,081,491	356,284	16,437,775	149,704	3,317
003630	Prairie View	(232,878)	-0.50%	46,540,280	45,217,418	1,555,740	46,773,158	420,932	14,483
003631	Tarleton	(484,769)	-1.07%	44,879,194	43,603,546	1,760,416	45,363,963	405,909	16,388
103631	TAMU-Central	(15,742)	-0.14%	11,133,325	10,816,871	332,196	11,149,067	100,695	3,092
011161	TAMU-CC	(416,782)	-0.77%	53,768,743	52,240,419	1,945,106	54,185,525	486,310	18,107
003639	TAMU-Kingsville	(525,435)	-1.39%	37,177,244	36,120,517	1,582,162	37,702,679	336,249	14,728
103639	TAMU-San Antonio	35,196	0.25%	14,290,061	13,883,880	370,985	14,254,865	129,246	3,454
009651	TAMI	(466,107)	-1.61%	28,457,286	27,648,416	1,274,978	28,923,394	257,381	11,869
003665	WTAMU	(728,826)	-1.84%	38,978,663	37,870,732	1,836,757	39,707,489	352,542	17,099
003565	TAMU-Commerce	673,848	1.15%	59,206,384	57,523,501	1,009,035	58,532,536	535,491	9,393
029269	TAMU-Texarkana	(68,895)	-0.79%	8,633,596	8,388,195	314,296	8,702,491	78,086	2,926
003652	UH	2,378,407	0.95%	253,940,660	246,722,645	4,839,608	251,562,253	2,296,760	45,052
011711	UH-Clear Lake	360,343	0.74%	49,107,364	47,711,535	1,035,486	48,747,021	444,150	9,639
012826	UH-Downtown	(1,039,885)	-2.20%	46,200,842	44,887,628	2,353,099	47,240,727	417,862	21,905
013231	UH-Victoria	(61,414)	-0.29%	21,090,033	20,490,569	660,877	21,151,446	190,748	6,152
003592	Midwestern	(759,192)	-2.66%	27,763,678	26,974,523	1,548,348	28,522,871	251,108	14,414
003594	UNT	25,215	0.01%	195,660,425	190,098,968	5,536,242	195,635,210	1,769,646	51,537
113594	UNT-Dallas	(16,367)	-0.24%	6,797,679	6,604,461	209,584	6,814,046	61,481	1,951
003624	SFA	(1,290,928)	-2.06%	61,364,781	59,620,547	3,035,162	62,655,709	555,012	28,255
003642	TSU	293,384	0.51%	57,800,052	56,157,142	1,349,526	57,506,668	522,771	12,563
003644	TTU	648,577	0.30%	219,972,251	213,719,754	5,603,920	219,323,674	1,989,533	52,167
003541	Angelo	(822,156)	-2.63%	30,477,754	29,611,454	1,688,456	31,299,910	275,655	15,718
003646	TWU	666,940	0.82%	81,729,245	79,406,171	1,656,134	81,062,305	739,198	15,417
003581	Lamar	(85,067)	-0.12%	73,717,425	71,622,080	2,180,413	73,802,492	666,735	20,298
003606	Sam Houston	(1,512,333)	-1.68%	88,332,143	85,821,388	4,023,088	89,844,476	798,918	37,451
003615	TxStU-SM	(907,719)	-0.57%	157,883,486	153,395,802	5,395,403	158,791,205	1,427,973	50,226
003625	Sul Ross	(137,438)	-1.39%	9,777,034	9,499,131	415,341	9,914,472	88,428	3,866
000020	Sul Ross - RG	(158,604)	-3.26%	4,710,343	4,576,456	292,491	4,868,947	42,603	2,723
	Total	$ (0)	0.00%	$ 3,367,290,622	$ 3,271,578,672	$ 95,711,950	$ 3,367,290,622	30,455,374	890,990