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August 22-23, 2012
Austin, Texas

Wednesday, August 22, 2012

A. COMMITTEE MEETING

Technology Transfer and Research Committee 9:30 a.m.

B. CONVENE THE BOARD IN OPEN SESSION TO RECESS TO EXECUTIVE SESSION PURSUANT TO TEXAS GOVERNMENT CODE, CHAPTER 551 (working lunch) 10:30 a.m.

1. Consultation with Attorney Regarding Legal Matters or Pending and/or Contemplated Litigation or Settlement Offers - Section 551.071

a. **U. T. System Board of Regents: Discussion with Counsel on pending legal issues**

b. **U. T. Brownsville (UTB): Discussion and appropriate action regarding legal issues related to a freestanding UTB campus and dissolution of the UTB/Texas Southmost College partnership**

2. Deliberations Regarding the Purchase, Exchange, Lease, Sale, or Value of Real Property - Section 551.072

U. T. Austin: Discussion and appropriate action regarding the reauthorization to purchase approximately 0.4017 of an acre and improvements located at 1907 Guadalupe Street, Austin, Travis County, Texas, owned by W K interests, L.L.C., a Texas limited liability company, and Dhanis, L.L.C., a Texas limited liability company, for future programmed development of campus expansion

*Ms. Mayne
President Powers*

3. Personnel Matters Relating to Appointment, Employment, Evaluation, Assignment, Duties, Discipline, or Dismissal of Officers or Employees - Section 551.074

U. T. Health Science Center - Houston: Discussion and appropriate action, if any, of individual personnel matters related to presidential search

4. Negotiated Contracts for Prospective Gifts or Donations - Section 551.073

a. **U. T. Austin: Discussion and appropriate action regarding proposed negotiated gifts with potential naming features**

Dr. Safady

b. **U. T. Dallas: Discussion and appropriate action regarding proposed negotiated gifts with potential naming features**

Dr. Safady

Wednesday, August 22, 2012 (continued)

	Board/Committee Meetings	Page
c. U. T. Medical Branch - Galveston: Discussion and appropriate action regarding proposed negotiated gifts with potential naming features	<i>Dr. Safady</i>	
d. U. T. Health Science Center - San Antonio: Discussion and appropriate action regarding proposed negotiated gifts with potential naming features	<i>Dr. Safady</i>	
e. U. T. M. D. Anderson Cancer Center: Discussion and appropriate action regarding proposed negotiated gifts with potential naming features	<i>Dr. Safady</i>	
C. RECONVENE IN OPEN SESSION TO CONSIDER ACTION, IF ANY, ON EXECUTIVE SESSION ITEMS AND TO CONSIDER AGENDA ITEMS	<i>12:20 p.m.</i>	
1. U. T. System Board of Regents: Approval of Consent Agenda items and referral of any items to the full Board or to Committee	<i>12:20 p.m.</i>	6
2. U. T. Brownsville: Discussion and appropriate action regarding authorization to purchase acreage in or near Brownsville, Cameron County, Texas, for a purchase price not to exceed fair market value as established by independent appraisals for use as the future campus of U. T. Brownsville	<i>12:25 p.m.</i> Action	7
3. U. T. System Board of Regents: Announcement of recipients for the 2012 Regents' Outstanding Teaching Awards and remarks by representative faculty	<i>12:40 p.m.</i> Report <i>Chairman Powell</i> <i>Vice Chairman Hicks</i> <i>Chancellor Cigarroa</i>	8
D. RECESS FOR COMMITTEE MEETINGS	<i>1:00 p.m.</i>	
Academic Affairs Committee	<i>1:00 p.m.</i>	
Health Affairs Committee	<i>2:15 p.m.</i>	
Finance and Planning Committee	<i>3:30 p.m.</i>	
Facilities Planning and Construction Committee	<i>4:30 p.m.</i>	
E. RECESS	<i>5:30 p.m.</i>	

Thursday, August 23, 2012

	Board/Committee Meetings	Page
F. COMMITTEE MEETING		
Audit, Compliance, and Management Review Committee	8:00 a.m.	
G. RECONVENE THE BOARD IN OPEN SESSION TO CONSIDER AGENDA ITEMS	9:00 a.m.	
4. U. T. System Board of Regents: Approval and appropriate action of any Consent Agenda items referred for Board consideration	9:01 a.m. Action	9
5. U. T. System: Introduction of Invited Guests	9:02 a.m. Introductions	10
6. U. T. System: Musical performance by a student	9:05 a.m. Performance <i>Ms. Danielle Anaya, U. T. El Paso</i>	11
7. U. T. System: Update on Framework for Advancing Excellence throughout The University of Texas System: Action Plan	9:10 a.m. Report/Discussion <i>Chancellor Cigarroa</i>	12
8. U. T. System Board of Regents: Remarks by Texas Higher Education Coordinating Board Chairman Heldenfels and Texas Higher Education Commissioner Paredes on Closing the Gaps and Planning for the Future	9:40 a.m. Report/Discussion <i>Chairman Heldenfels Commissioner Paredes</i>	13
9. U. T. System Board of Regents: Annual Meeting with Officers of the U. T. System Faculty Advisory Council	10:10 a.m. Report/Discussion <i>Dr. Leaf</i>	14
10. U. T. System Board of Regents: Proposed amendment of Regents' Rules and Regulations, Rule 10501 (Delegation to Act on Behalf of the Board), Section 2.2.12, concerning contracts with athletic directors and coaches, and Rule 10402 (Committees and Other Appointments), Section 7, regarding Athletics Liaison	11:10 a.m. Action	15
U. T. Austin: Report to the Board on status of the Longhorn Network	11:15 a.m. Report <i>President Powers Mr. Dodds</i>	
H. RECESS FOR MEETINGS OF THE STANDING COMMITTEES AND COMMITTEE REPORTS TO THE BOARD	11:20 a.m.	

Thursday, August 23, 2012 (continued)

	Board/Committee Meetings	Page
I. RECESS TO EXECUTIVE SESSION PURSUANT TO TEXAS GOVERNMENT CODE, CHAPTER 551 (working lunch)	11:30 a.m.	
<p>Personnel Matters Relating to Appointment, Employment, Evaluation, Assignment, Duties, Discipline, or Dismissal of Officers or Employees – Section 551.074</p>		
<ul style="list-style-type: none"> a. U. T. System: Discussion of individual personnel matters relating to appointment, employment, evaluation, compensation, assignment, and duties of U. T. System and institutional employees including employees covered by Regents' Rules and Regulations, Rule 20204, regarding compensation for highly compensated employees, and Rule 20203, regarding compensation for key executives b. U. T. System: Discussion and appropriate action regarding individual personnel matters relating to appointment, employment, evaluation, compensation, assignment, and duties of presidents (academic and health institutions), U. T. System Administration officers (Executive Vice Chancellors and Vice Chancellors), other officers reporting directly to the Board (Chancellor, General Counsel to the Board, and Chief Audit Executive), and U. T. System and institutional employees and related personnel aspects of the operating budget for Fiscal Year 2013 		
J. RECONVENE IN OPEN SESSION TO CONSIDER ACTION, IF ANY, ON EXECUTIVE SESSION ITEMS AND TO CONSIDER AGENDA ITEMS	4:00 p.m.	
<ul style="list-style-type: none"> 11. U. T. System: Approval of the nonpersonnel aspects of the operating budgets for Fiscal Year 2013, including the Permanent University Fund Bond Proceeds allocation for Library, Equipment, Repair and Rehabilitation Projects, allocation for the Science and Technology Acquisition and Retention Program, and special allocation for The University of Texas at Tyler 	<p>Action <i>Chancellor Cigarroa</i></p>	16
<ul style="list-style-type: none"> 12. U. T. System: Discussion and appropriate action regarding personnel aspects of the U. T. System Administration operating budget for Fiscal Year 2013 	<p>Action <i>Vice Chairman Foster</i> <i>Vice Chairman Hicks</i> <i>Regent Stillwell</i></p>	37
K. ADJOURN	4:30 p.m.	

1. **U. T. System Board of Regents: Approval of Consent Agenda items and referral of any items to the full Board or to Committee**

The Board will be asked to approve Consent Agenda items located at the end of the book under the Consent Agenda tab.

2. **U. T. Brownsville: Discussion and appropriate action regarding authorization to purchase acreage in or near Brownsville, Cameron County, Texas, for a purchase price not to exceed fair market value as established by independent appraisals for use as the future campus of U. T. Brownsville**

RECOMMENDATION

The Chancellor concurs in the recommendation of President García and Executive Vice Chancellor Reyes that the U. T. System Board of Regents authorize the Chancellor, in consultation with Regent Stillwell as Board liaison on U. T. Brownsville/Texas Southmost College matters, President García, and the U. T. System transition team for UTB to identify and recommend to the Board one or more sites to be acquired through gift and/or purchase at a price not to exceed fair market value for the future campus of U. T. Brownsville.

3. **U. T. System Board of Regents: Announcement of recipients for the 2012 Regents' Outstanding Teaching Awards and remarks by representative faculty**

REPORT

The Board of Regents of The University of Texas System places the highest priority on undergraduate teaching at U. T. System universities and encourages teaching excellence by recognizing those faculty who deliver the highest quality of undergraduate instruction, demonstrate their commitment to teaching, and have a history and promising future of sustained excellence with undergraduate teaching in the classroom, in the laboratory, in the field, or online.

On August 14, 2008, the Board established the Regents' Outstanding Teaching Awards, which are a symbol of the importance the Board places on the provision of teaching and learning of the highest order, in recognition of those who serve students in an exemplary manner and as an incentive for others who aspire to such service. These teaching awards complement existing ways in which faculty excellence is recognized and incentivized. The Board allocated \$1 million per year for the awards for U. T. Austin and another \$1 million per year for the remaining academic institutions. The allocation has been approved through Fiscal Year 2017. Program details for the awards were approved by the Board of Regents on November 13, 2008, and have been modified to involve one-time payments of \$25,000 each to individual faculty members.

Awards are made according to faculty level, with no more than 40 awards for tenured faculty, 18 for tenure-track faculty, and 18 for contingent faculty (including adjuncts, lecturers, and instructional assistants).

At the meeting, Chancellor Cigarroa will announce the 2012 recipients for the Regents' Outstanding Teaching Awards. The faculty members presenting at the meeting are

- Elisabeth A. Cawthon, Ph.D., University Distinguished Teaching Professor, Associate Professor, and Associate Chair, Department of History, U. T. Arlington
- Todd E. Humphreys, Ph.D., Assistant Professor, Department of Aerospace Engineering and Engineering Mechanics, U. T. Austin
- Daniel Tablada, Jr., Lecturer II, Marketing Department, U. T. San Antonio.

4. **U. T. System Board of Regents: Approval and appropriate action of any Consent Agenda items referred for Board consideration**

The proposed Consent Agenda is at the end of the book.

5. **U. T. System: Introduction of Invited Guests**

Guests invited to the Board meeting will be introduced.

6. **U. T. System: Musical performance by a student**

Ms. Danielle Anaya, a student at U. T. El Paso, will perform a short musical piece for the Board.

7. **U. T. System: Update on Framework for Advancing Excellence throughout The University of Texas System: Action Plan**

REPORT

Chancellor Cigarroa will provide an update on the Framework for Advancing Excellence throughout The University of Texas System: Action Plan approved by the Board of Regents on August 25, 2011.

8. **U. T. System Board of Regents: Remarks by Texas Higher Education Coordinating Board Chairman Heldenfels and Texas Higher Education Commissioner Paredes on Closing the Gaps and Planning for the Future**

REPORT

Texas Higher Education Coordinating Board Chairman Fred Heldenfels and Texas Higher Education Commissioner Raymund Paredes, Ph.D., will report on the Closing the Gaps initiative and planning for the future.

9. **U. T. System Board of Regents: Annual Meeting with Officers of the U. T. System Faculty Advisory Council**

REPORT

The U. T. System Faculty Advisory Council will meet with the Board to discuss activities of the Council and plans for the future following the agenda below. Council members scheduled to attend are

Chair: Murray Leaf, Ph.D., U. T. Dallas, Economic, Political and Policy Sciences

Former Chair: Timothy Allen, M.D., U. T. Health Science Center - Tyler, Pathology

Chair-Elect: Ed Jackson, Ph.D., U. T. M. D. Anderson Cancer Center, Imaging Physics

AGENDA

1. Introductions
2. Chairperson's report and overview

BACKGROUND INFORMATION

The University of Texas System Faculty Advisory Council was established in 1989 to provide a forum for communicating ideas and information between faculty, the Board of Regents, and the Executive Officers of U. T. System. Council guidelines require that recommendations have a multi-institutional focus and that the Council explore individual campus issues with institutional administrators prior to any consideration. The Faculty Advisory Council consists of two faculty representatives from each U. T. System institution and meets quarterly.

The Standing Committees of the Council are: Academic Affairs and Faculty Quality, Governance, and Health Affairs.

10. **U. T. System Board of Regents: Proposed amendment of Regents' Rules and Regulations, Rule 10501 (Delegation to Act on Behalf of the Board), Section 2.2.12, concerning contracts with athletic directors and coaches, and Rule 10402 (Committees and Other Appointments), Section 7, regarding Athletics Liaison**

RECOMMENDATION

It is recommended that Regents' *Rules and Regulations*, Rule 10501 (Delegation to Act on Behalf of the Board), Section 2.2.12, concerning contracts with athletic directors and coaches, and Rule 10402 (Committees and Other Appointments), Section 7, regarding the Athletics Liaison, be amended as set forth below in congressional style:

a. Rule 10501

Sec. 2.2 Contracts Not Requiring Board Approval. The following contracts or agreements, including purchase orders and vouchers, do not require prior approval by the Board of Regents regardless of the contract amount.

...

Sec. 2.2.12 Athletic Employment Agreements. Contracts, contract revisions, and contract extensions with ~~head coaches and~~ athletic directors and coaches, except those with total annual compensation of ~~\$250,000~~ \$1 million or greater, ~~as covered by Rule 20204.~~

b. Rule 10402

Sec. 7 Athletics Liaison. The Chairman of the Board may name a member or members of the Board to serve as liaison to the Board on matters concerning intercollegiate athletics. Contacts by an institution with the Athletics Liaison or Liaisons on institutional athletics matters are to be made only after consultation with the Chancellor and the Executive Vice Chancellor for Academic Affairs.

BACKGROUND INFORMATION

The proposed revision to Rule 10501 conforms the general delegation for approval of contracts for coaches and athletic directors to the same total compensation levels set for other employees. Total compensation over \$500,000 must be approved by the appropriate Executive Vice Chancellor, and total compensation over \$1.0 million must be approved by the Chancellor, the appropriate Executive Vice Chancellor, and the Board.

The proposed amendment to Rule 10402 clarifies that contacts by institutions with the Athletics Liaison or Liaisons on institutional athletics matters should be made only after appropriate consultation with the Chancellor and the Executive Vice Chancellor for Academic Affairs.

U. T. Austin: Report to the Board on status of the Longhorn Network

REPORT

President Powers and Athletic Director Dodds will provide a status report on the Longhorn Network.

11. **U. T. System: Approval of the nonpersonnel aspects of the operating budgets for Fiscal Year 2013, including the Permanent University Fund Bond Proceeds allocation for Library, Equipment, Repair and Rehabilitation Projects, allocation for the Science and Technology Acquisition and Retention Program, and special allocation for The University of Texas at Tyler**

RECOMMENDATIONS

The Chancellor, with the concurrence of the Executive Vice Chancellor for Academic Affairs, the Executive Vice Chancellor for Business Affairs, the Executive Vice Chancellor for Health Affairs, and the presidents of the U. T. System institutions, recommends that the nonpersonnel aspects of the U. T. System Operating Budgets for Fiscal Year 2013, including Educational and General Funds, Auxiliary Enterprises, Grants and Contracts, Designated Funds, Restricted Current Funds, and Medical, Dental, Nursing, and Allied Health Faculty Services, Research and Development Plans, be approved.

It is further recommended that the Chancellor be authorized to make editorial corrections therein and that subsequent adjustments be reported to the U. T. System Board of Regents through the Consent Agenda subject to the requirements of the Budget Rules and Procedures.

Chancellor Cigarroa will present the following recommended items utilizing the presentation on the following pages:

- Fiscal Year 2013 Operating Budget
- Fiscal Year 2013 Library, Equipment, Repair and Rehabilitation (LERR) Budget
- Fiscal Year 2013 allocation of the Science and Technology Acquisition and Retention (STARs) program
- Special allocation funding from Permanent University Fund (PUF) Bond Proceeds in support of U. T. Tyler.

It is requested that PUF Bond Proceeds in the amount of \$30 million be appropriated directly to the institutions to fund LERR Projects for Fiscal Year 2013.

It is also requested that \$20 million of PUF Bond Proceeds be appropriated to provide additional funding to build and enhance research infrastructure to attract and retain the best qualified faculty known as the Faculty STARS program. Through a competitive proposal process determined by U. T. System Administration, funds will be distributed for the purpose of recruiting top researchers.

In addition, it is requested that \$350,000 of PUF Bond Proceeds be authorized for U. T. Tyler to fund capital purchases and projects. This will allow for institutional funds to be made available in support of the UTeach teacher preparation program.

BACKGROUND INFORMATION

A supplemental volume of the budget materials titled "Operating Budget Summaries and Reserve Allocations for Library, Equipment, Repair and Rehabilitation and Faculty STARS" is enclosed in the front pocket of the Regents' Agenda Book, in the board portal, and will be available at the meeting upon request.

The appropriation of PUF Bond Proceeds will be presented in the Fiscal Year 2013 LERR Budget and, along with Faculty STARS, is subject to the budget rules adopted therein and the requirements of the U. T. Systemwide Policy *UTS168 Capital Expenditure Policy*. The allocation of these LERR funds to the U. T. System institutions was developed from prioritized lists of projects submitted by the institutions and reviewed by U. T. System Administration staff. Additionally, PUF Bond Proceeds appropriated above to LERR, Faculty STARS, and other strategic priorities must be spent in accordance with the Article VII, Section 18 of the *Texas Constitution*. PUF Bond Proceeds may only be used for the purpose of acquiring land either with or without permanent improvements, constructing and equipping buildings or other permanent improvements, major repair and rehabilitation of buildings and other permanent improvements, acquiring capital equipment, and acquiring library books and library materials.

As required by U. T. System Board of Regents' *Rules and Regulations*, Rule 80303, regarding Use of the Available University Fund (AUF), a forecast of revenues and expenses of the AUF for seven years, including the above allocation has been prepared and is provided on Page 18. The additional appropriation of PUF Bond Proceeds for this allocation is within the policy as shown in the forecast.

See the Executive Session item related to the personnel aspects of the U. T. System Operating Budgets (Item I.a. on Table of Contents Page 5).

**The University of Texas System
PUF Debt Capacity**

Assumptions

1. PUF distribution amount for FY 2014 is set equal to FY 2013 distribution amount.
PUF distribution amounts for FY 2015 and beyond are based on the PUF distribution policy of 4.75% of the trailing 12-quarter average PUF market value.
2. Forecasted PUF distribution amounts provided by UTIMCO based on long-term expected average annual rate of return of 7.36%.
3. U.T. Austin Excellence Funds equals 45% of the income available to U.T. System.
U.T. Medical Education equals greater of 3% of the income available to the U.T. System or \$25 million.
4. Includes all approved PUF projects approved through the May 2012 BOR meeting.
5. Annual aggregate LERR/STARS appropriations of \$50 Million are projected from FY 2013 and beyond.
6. Debt service on additional PUF capacity structured as 20-year, tax-exempt debt with level debt service.

Additional PUF Debt Capacity	\$0.0	\$100.0	\$100.0	\$100.0	\$100.0	\$100.0	\$100.0
Cumulative PUF Debt Capacity	\$0.0	\$100.0	\$200.0	\$300.0	\$400.0	\$400.0	\$500.0

Available University Fund Operating Statement Forecast Data (\$ Millions)	Actual	Projected						
	FY 11	FY 12	FY 13	FY 14	FY 15	FY 16	FY 17	FY 18
PUF Distribution Amount	\$506.4	\$575.5	\$644.3	\$644.3	\$638.6	\$676.8	\$721.8	\$771.1
Surface & Other Income	16.4	20.5	15.9	15.9	15.9	15.9	15.9	15.9
Divisible Income	522.8	596.0	660.2	660.2	654.5	692.7	737.6	787.0
UT System Share (2/3)	348.5	397.3	440.1	440.1	436.3	461.8	491.8	524.6
AUF Interest Income	3.7	3.0	2.8	3.0	2.9	2.9	4.0	5.0
Income Available to U.T.	352.3	400.3	442.9	443.1	439.2	464.7	495.8	529.6
TRANSFERS:								
UT Austin Excellence Funds (45%)	(157.7)	(178.5)	(199.3)	(199.4)	(197.6)	(209.1)	(223.1)	(238.3)
PUF Debt Service *	(85.8)	(99.6)	(136.6)	(164.5)	(184.5)	(197.3)	(210.0)	(222.8)
System Administration	(31.4)	(32.6)	(37.0)	(38.5)	(39.9)	(41.1)	(42.4)	(43.7)
UT Medical Education	-	-	-	(25.0)	(25.0)	(25.0)	(25.0)	(25.0)
External audit fees	-	(1.0)	(2.1)	(2.1)	(2.2)	(2.3)	(2.4)	(2.4)
Other **	(87.0)	(105.4)	(1.1)	(1.1)	(1.1)	(1.1)	(1.1)	(1.1)
Net Surplus/(Deficit)	(9.6)	(16.8)	66.8	12.5	(11.1)	(11.2)	(8.2)	(3.7)
Ending AUF Balance - System	90.3	73.5	140.3	152.8	141.7	130.5	122.3	118.7
PUF Debt Service Coverage	4.11:1	4.02:1	3.24:1	2.69:1	2.38:1	2.36:1	2.36:1	2.38:1
Unused Constitutional Limit	479.4	555.4	394.8	237.6	374.4	521.9	682.0	848.9

* Includes debt service on outstanding PUF debt, projected debt service on PUF debt authorized, but unissued plus \$50 million of annual LERR/STARS.

** Other for FY 2012 includes \$1.06 million for IT Network Bandwidth/Office of Telecommunications, \$50 million for the Institute for Transformational Learning, \$10 million for myEdu, \$6.5 million for productivity framework, \$2.967 million for cyberinfrastructure and \$34.87 million for information security.

Presented to the U. T. System Board of Regents
August 2012

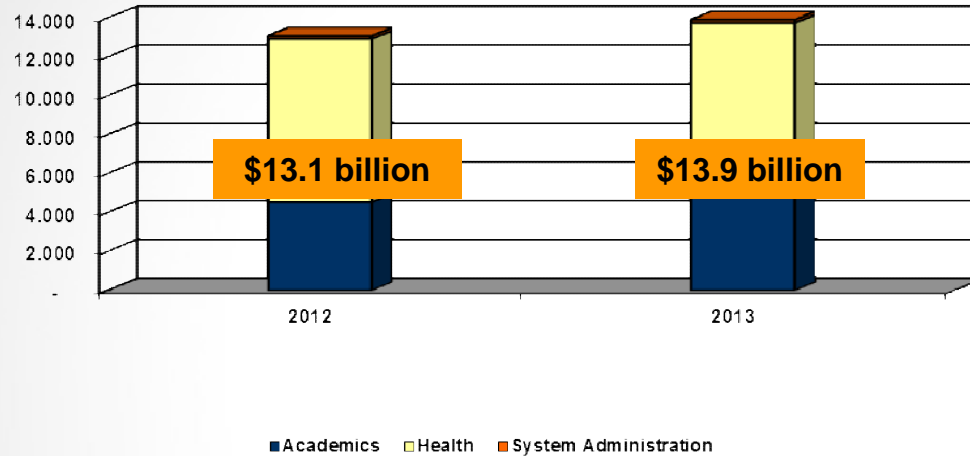
The University of Texas System Fiscal Year 2013 Operating Budget



THE UNIVERSITY of TEXAS SYSTEM
Nine Universities. Six Health Institutions. Unlimited Possibilities.

Total Budgeted Expenses

Total Budgeted Expenses FY 2012 and FY 2013



Major Budget Drivers

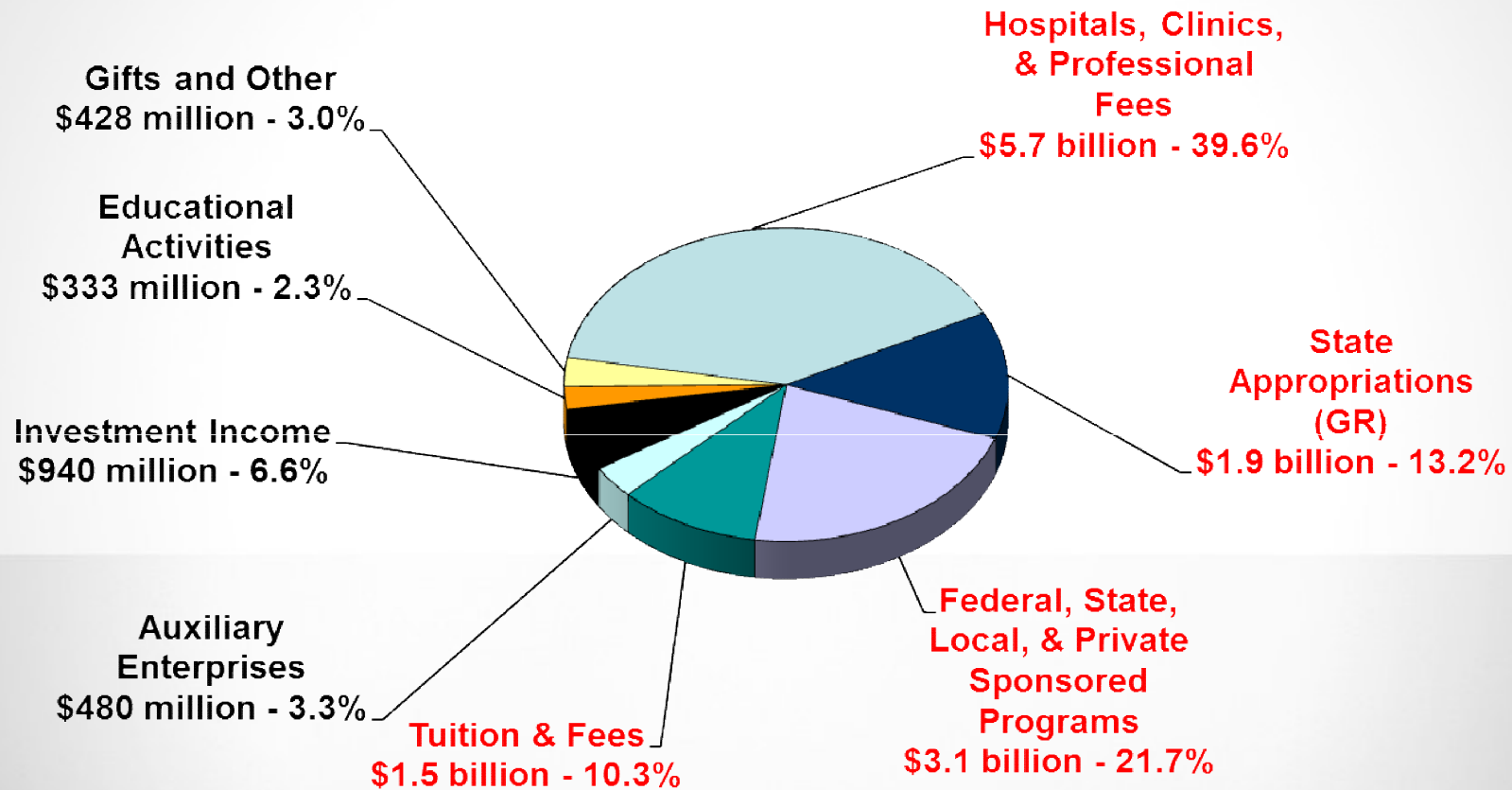
(in millions)

- Instructional/Academic Support (\$119)
- Hospitals and Clinics (\$408)
- Depreciation and Amortization (\$123)

Budgeted Expenses
FY 2013 - \$13.9 billion
\$834 million more than FY 2012
6.4% more than FY 2012



Where the Money Comes From Fiscal Year 2013

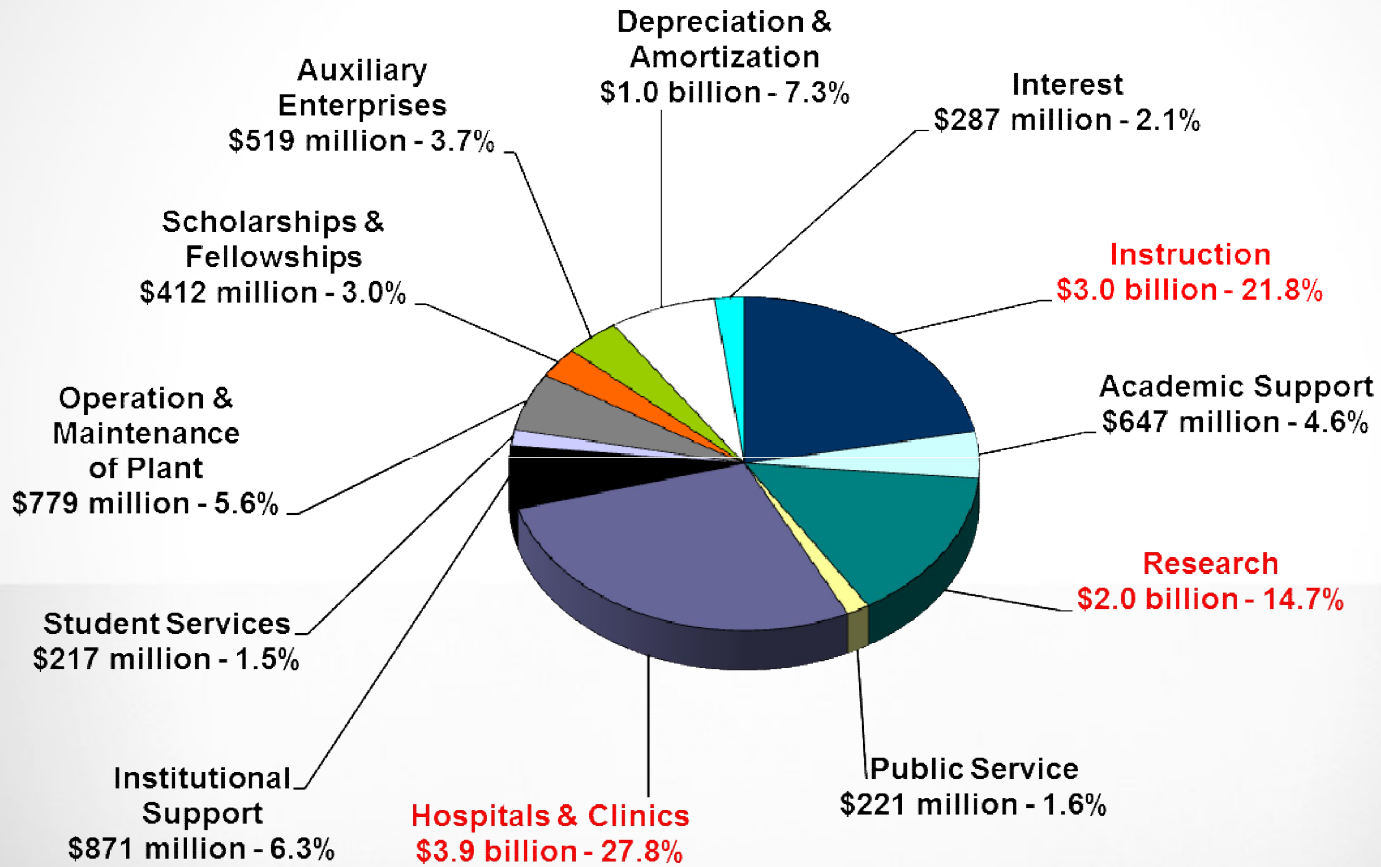


\$14.4 Billion



Where the Money Goes

Fiscal Year 2013 (By Function)



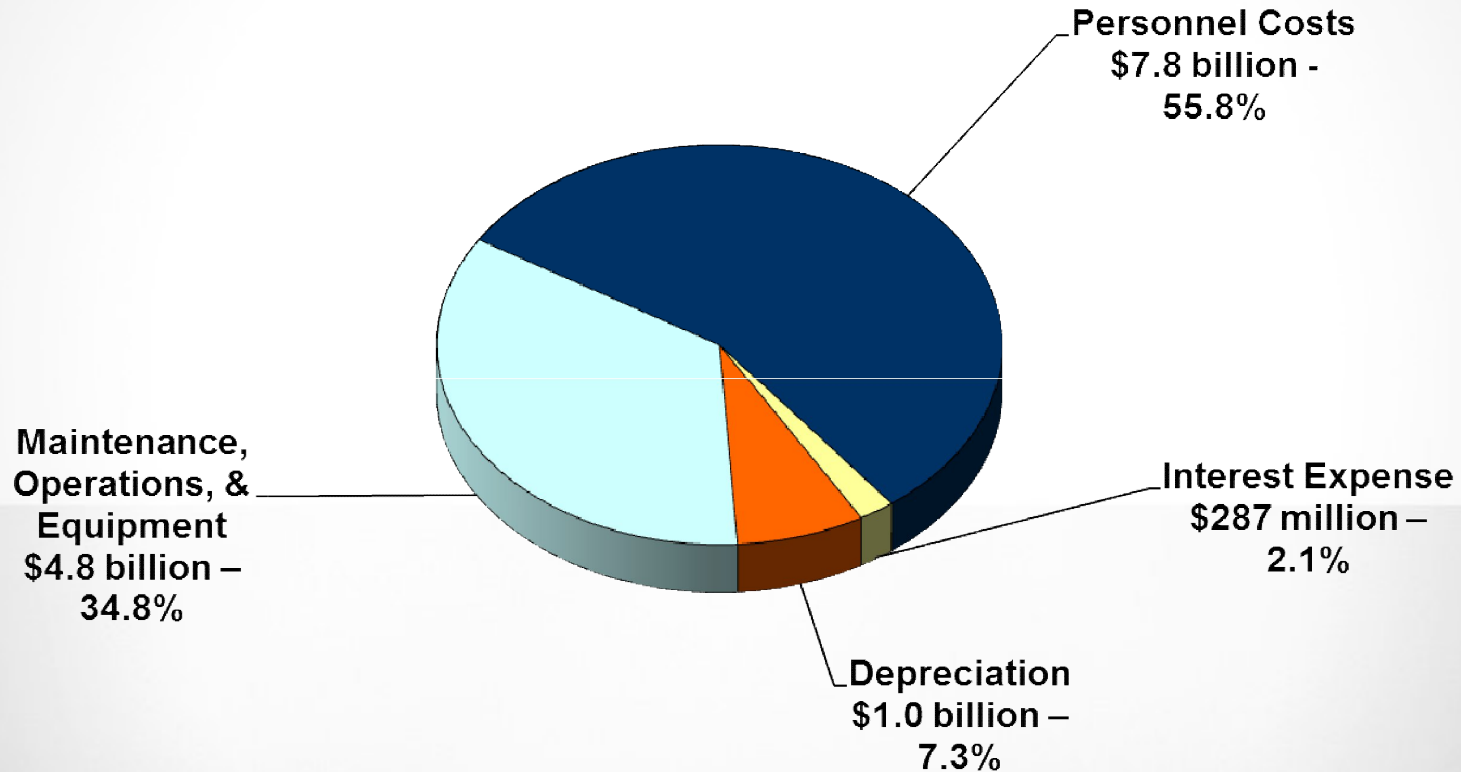
Note: General Revenue covers 13.6% of Total Expenses

\$13.9 Billion



Where the Money Goes

Fiscal Year 2013 (By Expense Type)



\$13.9 Billion



Budgeted Expenses - Academic Institutions (in millions)

	Fiscal Year 2012	Fiscal Year 2013	Dollar & Percent Change	
U. T. Arlington	\$ 471.8	\$ 521.6	\$ 49.8	10.5%
U. T. Austin	2,229.3	2,323.5	94.2	4.2%
U. T. Brownsville	171.3	177.1	5.8	3.4%
U. T. Dallas	433.7	494.9	61.2	14.1%
U. T. El Paso	383.9	399.2	15.3	4.0%
U. T. Pan American	254.0	249.6	<4.4>	<1.7%>
U. T. Permian Basin	60.9	64.5	3.6	5.9%
U. T. San Antonio	482.3	486.3	4.0	0.8%
U. T. Tyler	82.4	104.5	22.1	26.9%
Total Academic	\$4,569.6	\$4,821.2	\$251.6	5.5%



Budgeted Expenses - Health Institutions (in millions)

	Fiscal Year 2012	Fiscal Year 2013	Dollar & Percent Change	
U. T. Southwestern Medical Center	\$ 1,788.5	\$ 1,897.6	\$ 109.1	6.1%
U. T. Medical Branch - Galveston	1,515.8	1,616.9	101.1	6.7%
U. T. Health Science Center - Houston	964.7	1,003.0	38.3	4.0%
U. T. Health Science Center - San Antonio	739.6	762.4	22.8	3.1%
U. T. M. D. Anderson Cancer Center	3,235.0	3,536.6	301.6	9.3%
U. T. Health Science Center - Tyler	126.5	132.8	6.3	5.0%
Total Health	\$8,370.1	\$8,949.3	\$579.2	6.9%

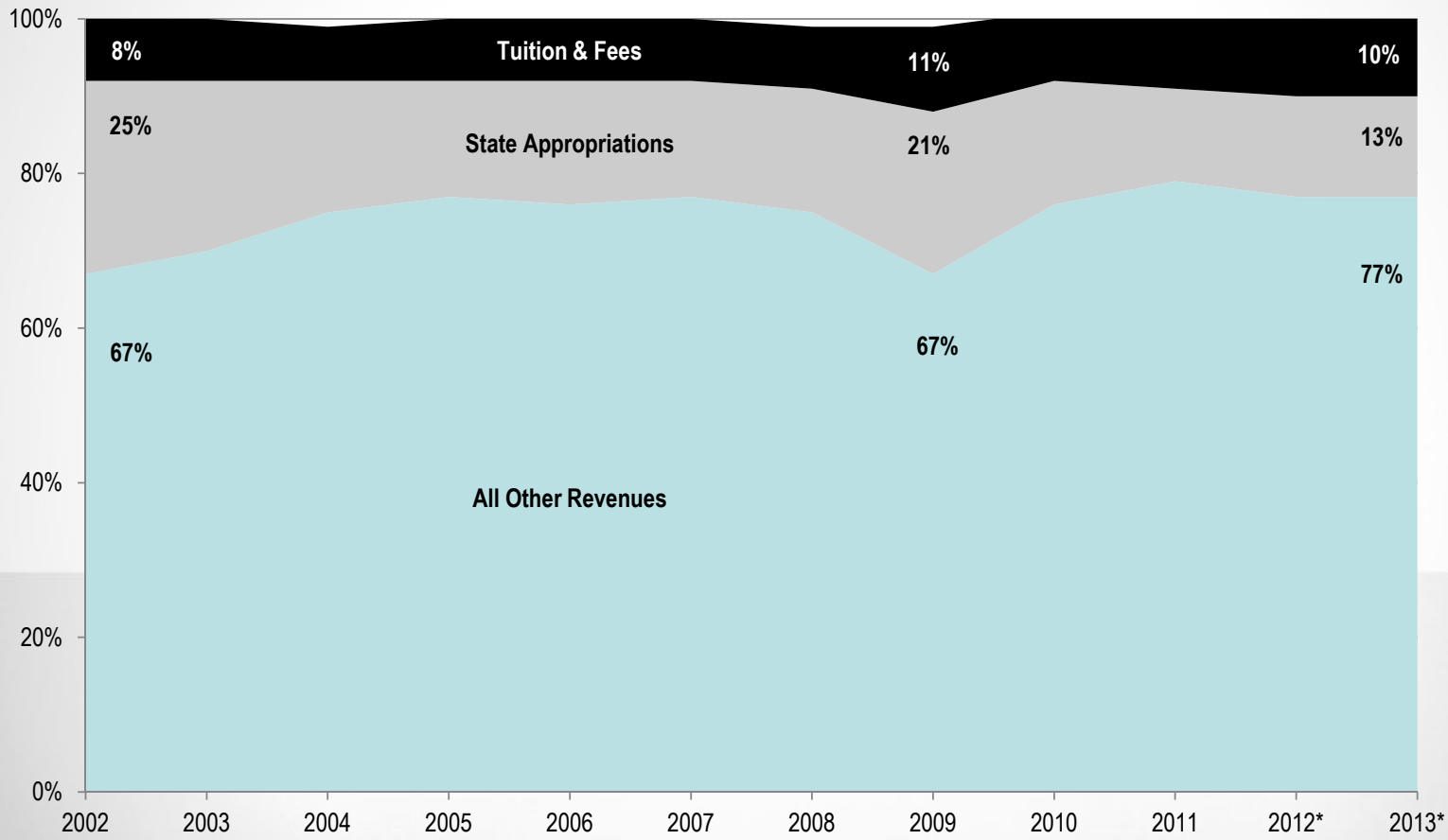
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Meeting of the U. T. System Board of Regents - Meeting of the Board



U. T. System

Key Revenues as a Percentage of Total Revenues



Source: Exhibit B of Annual Financial Report

Note: "Other Revenues" for FY 2009 includes investment losses.

FY 2012 is based on projected year-end and FY 2013 is based on budget.

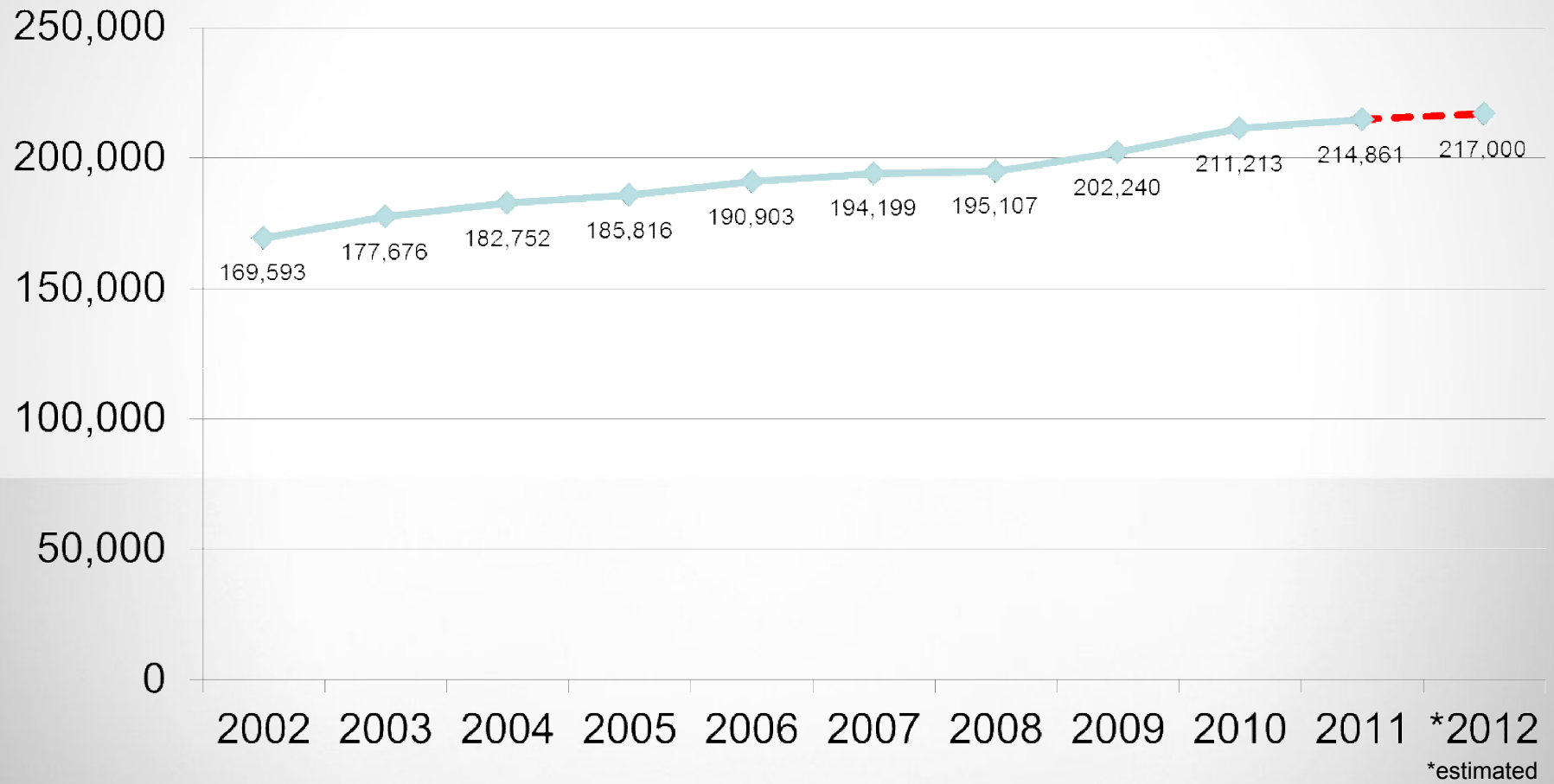


THE UNIVERSITY of TEXAS SYSTEM
Nine Universities. Six Health Institutions. Unlimited Possibilities.

U. T. System Office of the Controller
 August 2012
 Slide 8

Total Enrollment

Fall 2002 to Fall 2012



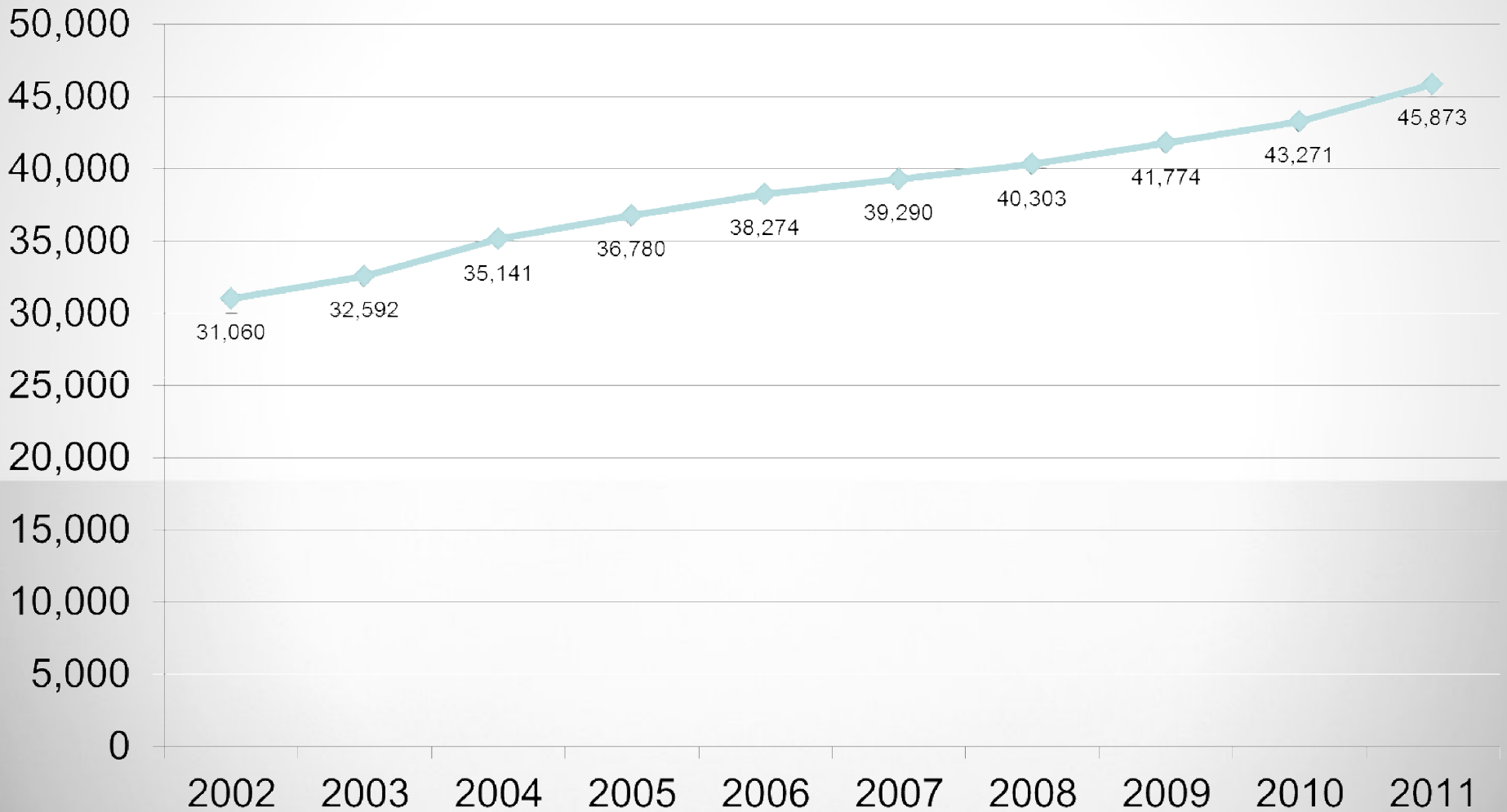
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Meeting of the U. T. System Board of Regents - Meeting of the Board



Total Degrees Awarded

FY 2002 – 2011



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Meeting of the U. T. System Board of Regents - Meeting of the Board

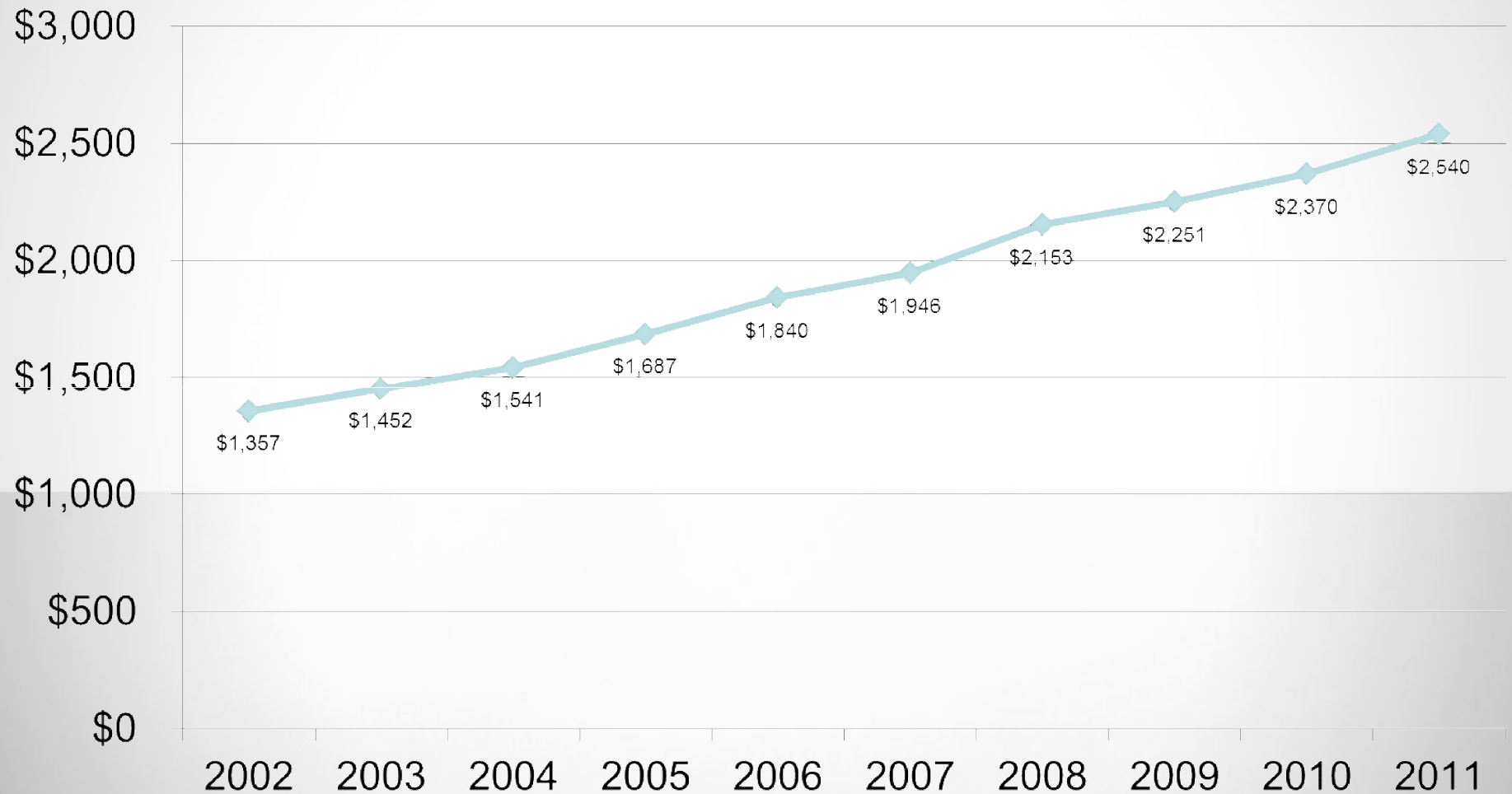


U. T. System

Trend of Research Expenditures *(in millions)*

Actual FY 2002 – 2011

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Meeting of the U. T. System Board of Regents - Meeting of the Board



The University of Texas System Administration

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Meeting of the U. T. System Board of Regents - Meeting of the Board



THE UNIVERSITY of TEXAS SYSTEM
Nine Universities. Six Health Institutions. Unlimited Possibilities.

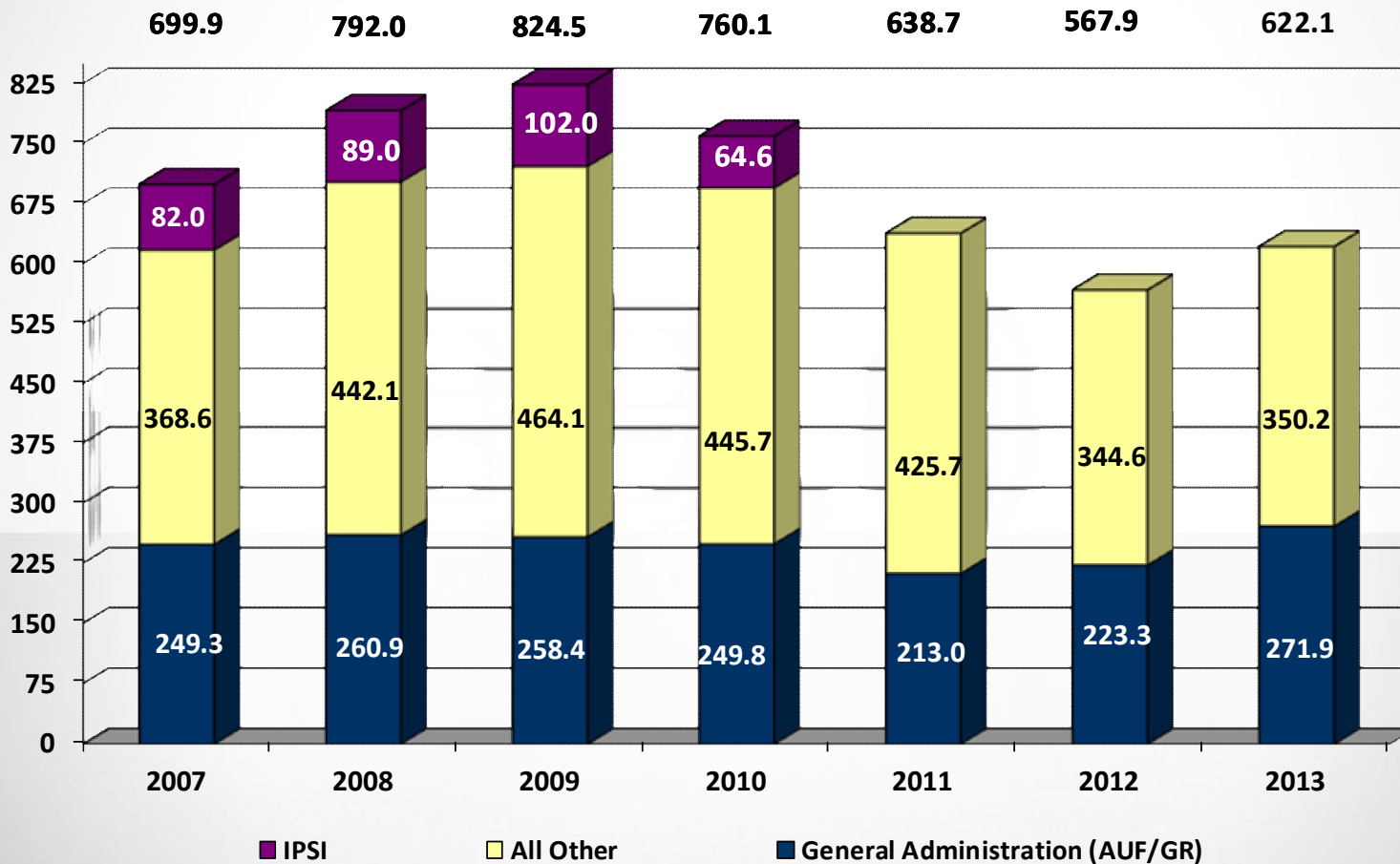
U. T. System Office of the Controller
August 2012
Slide 12

U. T. System Administration

	BUDGET		
	FY12	FY13	% Change
FTEs	567.88	622.08	9.54%
Expenditures			
Salaries/Fringes	\$ 62,422,917	\$ 68,938,835	10.44%
M&O, Equipment	9,605,034	9,624,124	0.20%
Travel	1,823,252	2,137,906	17.26%
Other	23,794,152	31,427,941	32.08%
Depreciation	11,970,269	9,994,194	-16.51%
Subtotal	109,615,624	122,123,000	11.41%
Systemwide Software Licenses/Maintenance	16,319,518	16,608,137	1.77%
Interest Expense	87,235,922	77,345,259	-11.34%
Total	\$ 213,171,064	\$ 216,076,396	1.36%
Funding Source			
General Revenue/AUF	34,457,768	43,016,870	24.8%
AUF Interest on Debt Service	87,226,584	77,335,284	-11.34%
Service Departments Assessments (excluding insurance)	60,368,675	60,045,153	-0.54%
Designated	9,588,964	13,032,986	35.71%
Restricted Gifts and Contracts	9,847,366	14,151,909	43.71%
Other	11,684,707	8,494,194	-27.22%
Total	\$ 213,171,064	\$ 216,076,396	1.36%



U. T. System Administration Budgeted FTEs - Fiscal Years 2007 – 2013



NOTE: Appropriations cap for 2012 and 2013 is 229.0 FTEs.



Library, Equipment, Repair and Rehabilitation



Library, Equipment, Repair and Rehabilitation Fiscal Year 2013 – Total \$30,000,000

Academic		Health	
U. T. Arlington	\$2,000,000	U. T. Southwestern Medical Center	\$1,773,250
U. T. Austin	\$3,600,000	U. T. Medical Branch - Galveston	\$1,836,750
U. T. Dallas	\$2,000,000	U. T. Health Science Center - Houston	\$1,800,000
U. T. El Paso	\$2,035,000	U. T. Health Science Center - San Antonio	\$1,800,000
U. T. Permian Basin	\$ 684,200	U. T. M. D. Anderson Cancer Center	\$1,750,000
U. T. San Antonio	\$2,000,000	U. T. Health Science Center - Tyler	\$1,750,000
U. T. Tyler	\$ 770,800		
Total	\$13,090,000	Total	\$10,710,000
Library Collection Enhancement Program			\$2,700,000
Collaborative Project			
U. T. Health Science Center – Tyler with U. T. Tyler Vivarium Alterations and Additions			\$3,500,000

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Faculty Science and Technology Acquisition and Retention (STARs) Program



Faculty STARs - Fiscal Year 2013

Faculty STARs Program – Academic Institutions	\$10,000,000
Faculty STARs Program – Health Institutions	\$10,000,000

Benefits of Faculty STARs

- Recruit and retain best faculty in the nation
- Develop and strengthen research capacity
- Pending and issued patents
- Encourage future research and excellence
- Collaboration with outside entities



12. **U. T. System: Discussion and appropriate action regarding personnel aspects of the U. T. System Administration operating budget for Fiscal Year 2013**

RECOMMENDATION

The Chancellor concurs with the Executive Vice Chancellor for Academic Affairs, the Executive Vice Chancellor for Health Affairs, and the Executive Vice Chancellor for Business Affairs that approval be granted regarding personnel aspects of the U. T. System Administration operating budget for Fiscal Year 2013 as included in the previous agenda item (Item 11).

Vice Chairman Foster, Vice Chairman Hicks, and Regent Stillwell will report on their review of the individual personnel aspects of the U. T. System Administration operating budget for Fiscal Year 2013.

See the Executive Session item related to the personnel aspects of the U. T. System Operating Budgets (Item I.a. on Table of Contents Page 5 for Meeting of the Board).