

---

# AGENDA

---

## UNIVERSITY OF HOUSTON SYSTEM FINANCE AND ADMINISTRATION COMMITTEE MEETING

**DATE:** Thursday, May 24, 2018

**TIME:** 2:00 PM

**PLACE:** Hilton University of Houston Hotel  
Conrad Hilton Ballroom, Second Floor  
4450 University Drive  
Houston, Texas 77204

---

**Chair:** Durga D. Agrawal

**Vice Chair:** Beth Madison

**Members:** Alonzo Cantu  
John A. McCall, Jr.  
Ricky A. Raven  
Mielad Ziaee- Non Voting  
Tilman J. Fertitta, Ex Officio

---

- I. **Finance and Administration Committee**
- A. Call to Order
  - B. Approval of Minutes
    - March 8, 2018, Finance and Administration Committee Meeting
  - C. Approval is requested for the University of Houston System FY2019 Financial Plan and Budget - University of Houston System 3
  - D. Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts exceeding \$1 million for the purchase of goods or services, excluding construction contracts, at the University of Houston System - University of Houston System 54
  - E. Approval is requested to delegate authority to the Chancellor to negotiate and execute construction contracts exceeding \$1 million for projects at the University of Houston System - University of Houston System 56
  - F. Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for design and construction for the Melcher Life Science Renovation Project located in the Athletics District at the University of Houston – University of Houston 58
  - G. Approval is requested to suspend the University of Houston-Victoria transportation and parking fee set to go into effect for Fiscal Year 2019 - University of Houston-Victoria 62
- II. **Executive Session**

- A. Consultation with System Attorney Regarding Legal Matters and/or Contemplated Litigation or Settlement Offers  
TEXAS GOV'T CODE SECTION 551.071
  - Consultation with General Counsel regarding legal matters
- B. Deliberations Regarding the Purchase, Exchange, Sale or Value of Real Property  
TEXAS GOV'T CODE SECTION 551.072
  - Sale of property
  - Purchase of property
- C. Deliberation Regarding a Prospective Gift  
TEXAS GOV'T CODE SECTION 551.073
- D. Personnel Matters Relating to Appointment, Employment, Evaluation, Assignment, Duties, Discipline, or Dismissal of Officers or Employees, including but not limited to the Chancellor, Vice Chancellors, in the Division of Athletics and members of the Board of Regents  
TEXAS GOV'T CODE SECTION 551.074

III. **Report and Action from Executive Session**

IV. **Adjourn**

**UNIVERSITY OF HOUSTON SYSTEM  
BOARD OF REGENTS AGENDA**

**COMMITTEE:** Finance and Administration

**ITEM:** Approval is requested for the University of Houston System FY2019 Financial Plan and Budget.

**DATE PREVIOUSLY SUBMITTED:** Fiscal Year Budget Submitted Annually

**SUMMARY:**

Approval is requested for the FY2019 Financial Plan and Budget. Annual plans, plus revenue and expenditure budgets, are being presented for all university components for the period September 2018 through August 2019. The budget for the UH System includes operating, restricted and capital expenditure budgets for the University of Houston, University of Houston Downtown, University of Houston Clear Lake, University of Houston Victoria, and University of Houston System Administration.

**SUPPORTING DOCUMENTATION:** UH System FY2019 Annual Budget Plan Presentation

**FISCAL NOTE:** Total Budget \$2 billion

**RECOMMENDATION/  
ACTION REQUESTED:** Administration recommends approval of this item

**COMPONENT:** University of Houston System

\_\_\_\_\_  
**SENIOR VICE CHANCELLOR**

  
Jim McShan

\_\_\_\_\_  
**DATE**

5/1/18

\_\_\_\_\_  
**CHANCELLOR**

  
Renu Khator

\_\_\_\_\_  
**DATE**

5/18/18

# UNIVERSITY of **HOUSTON** SYSTEM

## FY2019 Annual Budget

May 24, 2018



# UH System Accomplishments

- Record enrollment of 72,178
- Record degrees awarded of 16,197
  - 43% to minority students
  - 25% in STEM fields
- Record research expenditures of \$166 million
- Public launch of the \$1 billion “Here, We Go” fundraising campaign
- Philanthropy of \$155 million this past year – more than double what it was in 2009

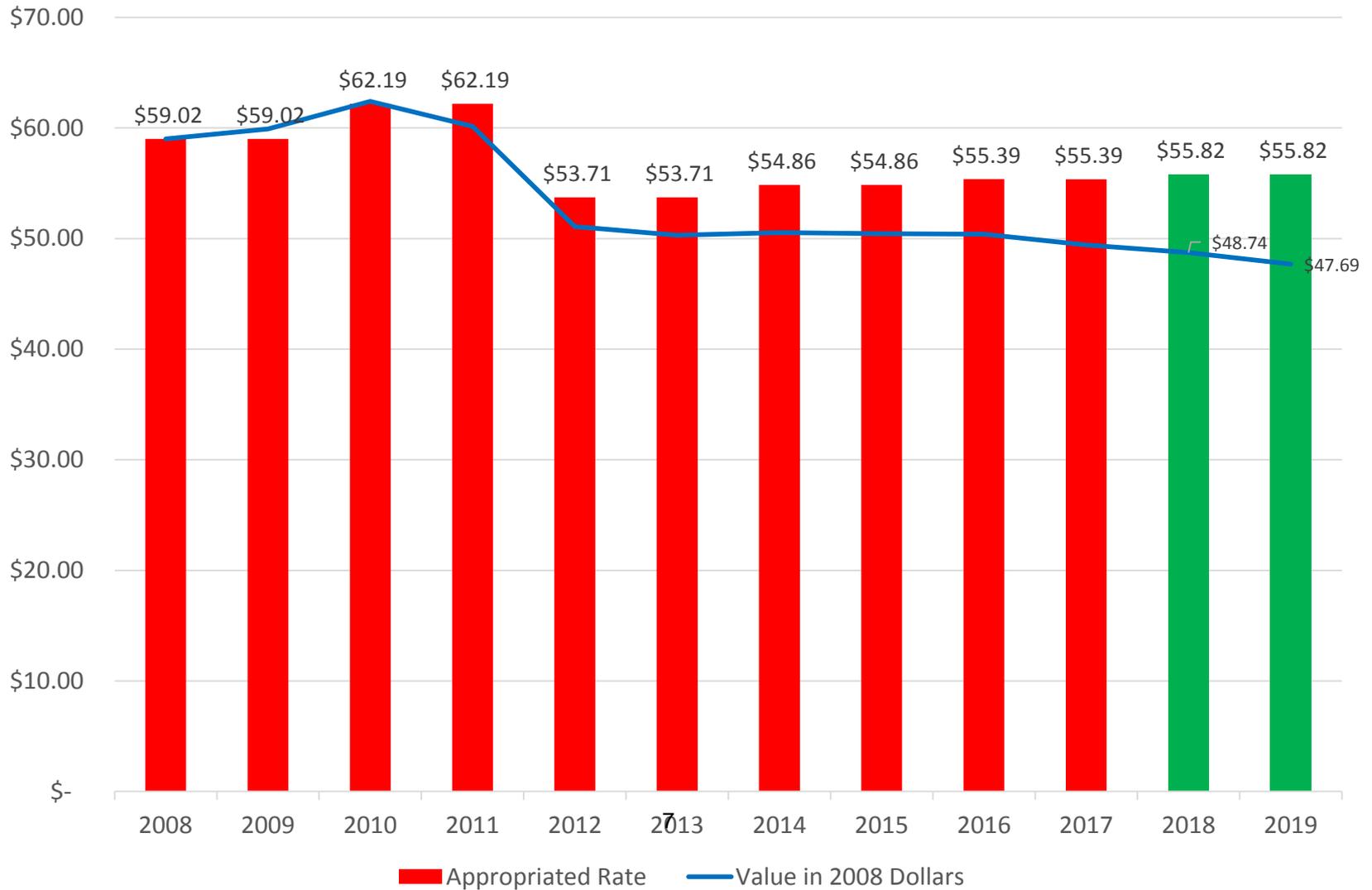


# UH System FY19 Budget Summary

- \$1.7 billion operating budget – an increase of \$47.8 million compared to FY18
- FY19 sources of operating revenue, on a percentage basis, relatively constant to FY18
- 2/3<sup>rd</sup>'s of the total operating budget supports student success
- \$7.7 million in reductions/reallocation of resources to fund higher strategic priorities
- \$365 million capital budget – representing 33 projects

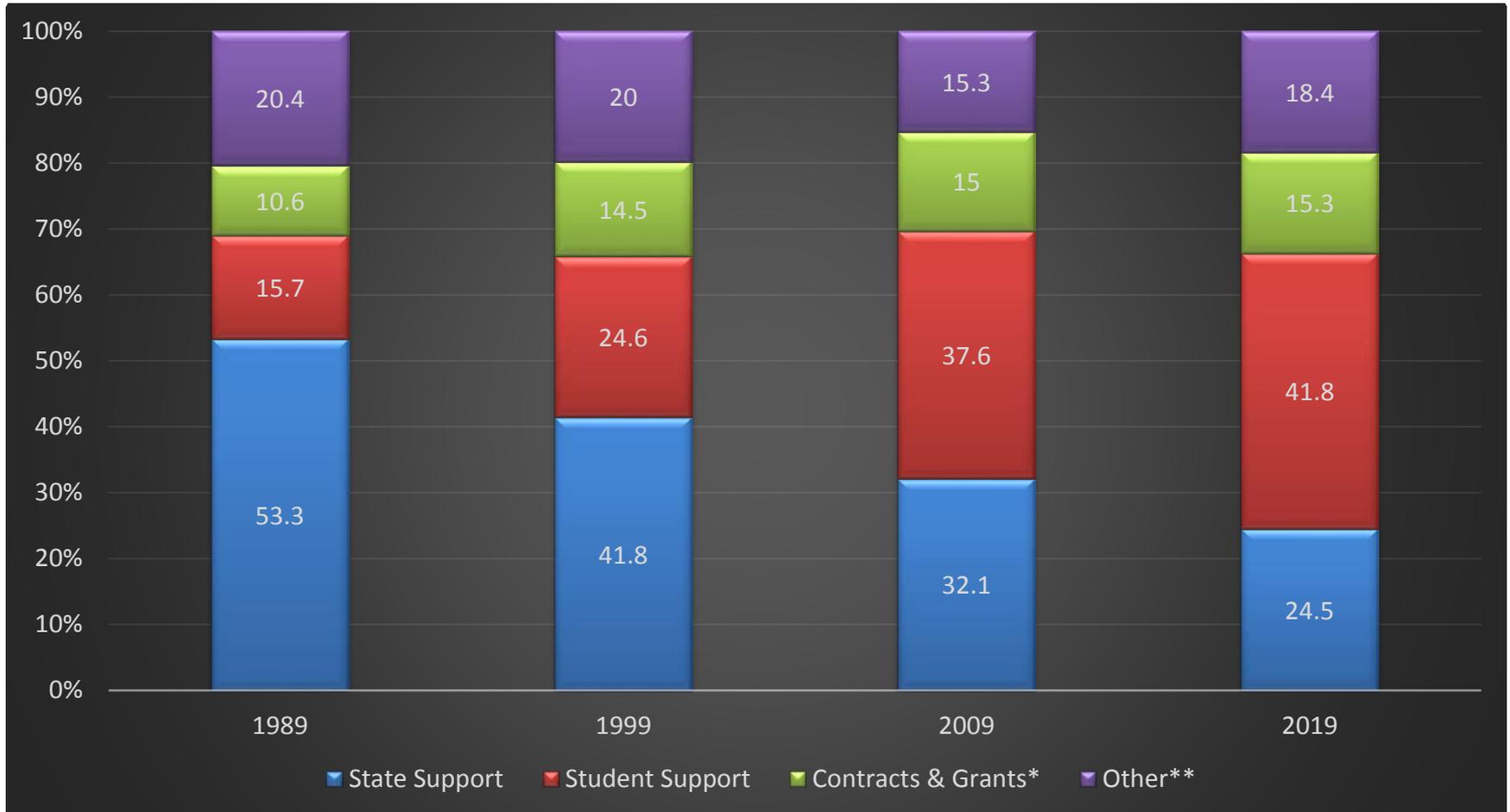


# Legislative Funding: Instruction & Operations Formula FY2008 to FY2019 Rate per Weighted Credit Hour





# UH System Sources of Funding for the Operating Budget over Time



\*includes sponsored research grants and financial aid

\*\*includes other operating income (e.g. auxiliaries)

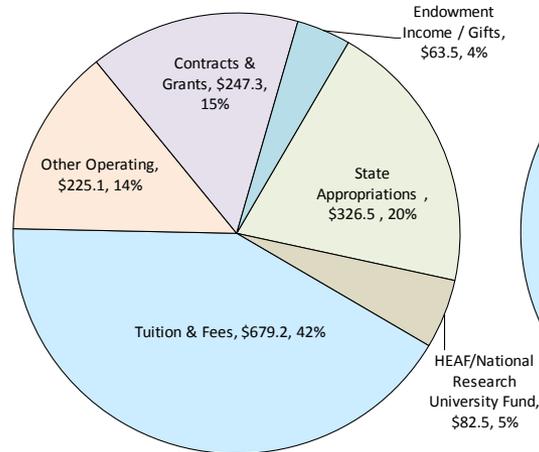


# University of Houston System Budget

**FY2018**

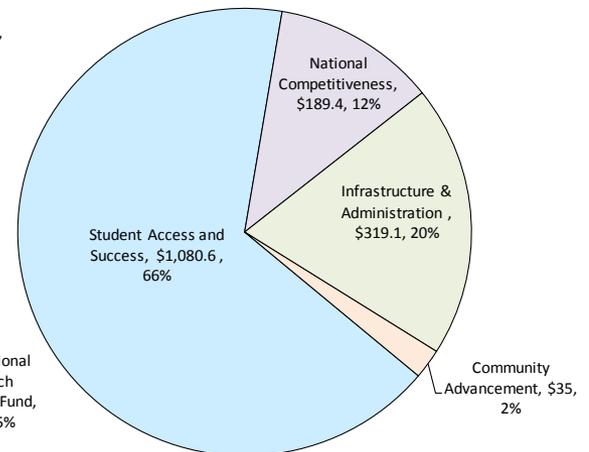
<b>Total Budget</b>	
	<u>\$ Millions</u>
Operating Budget	\$ 1,624.1
Capital Facilities	377.0
<b>Total</b>	<b><u>\$ 2,001.1</u></b>

Operating Budget Source of Funds



\* Includes Federal Financial Aid Total \$1,624.1 Million

Operating Budget Use of Funds

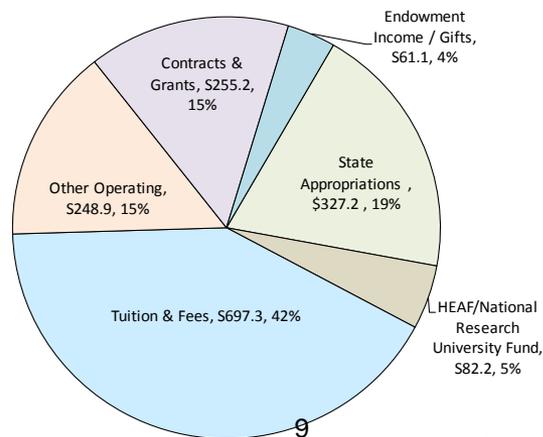


Total \$1,624.1 Million

**FY2019**

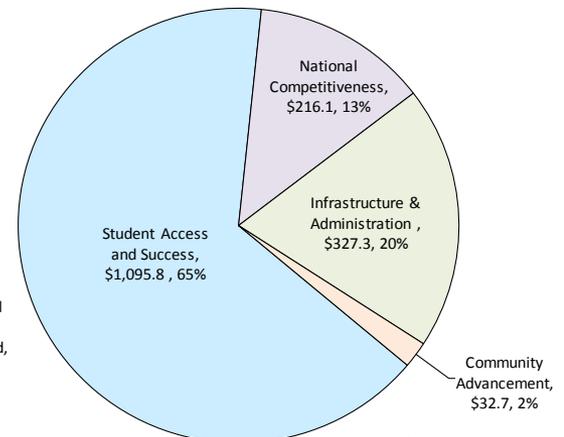
<b>Total Budget</b>	
	<u>\$ Millions</u>
Operating Budget	\$ 1,671.9
Capital Facilities	364.9
<b>Total</b>	<b><u>\$ 2,036.8</u></b>

Operating Budget Source of Funds



\* Includes Federal Financial Aid Total \$1,671.9 Million

Operating Budget Use of Funds



Total \$1,671.9 Million



# University of Houston System FY2019 Proposed Operating Budget

(\$ in Millions)

		FY2018	Change		Proposed FY2019
			Dollars	%	
University of Houston		1,186.6	42.9	3.6%	1,229.5
UH - Clear Lake		131.5	1.5	1.1%	133.0
UH - Downtown		182.7	0.4	0.2%	183.1
UH - Victoria		63.9	2.9	4.5%	66.8
UH - System Admin		59.2	0.3	0.5%	59.5
<b>Total</b>		<b>1,623.9</b>	<b>48</b>	<b>3.0%</b>	<b>1,671.9</b>



# University of Houston System FY2019 Proposed Capital Budget

(\$ in Millions)

	FY2018	Change		Proposed FY2019
		Dollars	%	
University of Houston	164.1	40	24.3%	204.0
UH - Clear Lake	119.8	-82.4	-68.8%	37.4
UH - Downtown	22.5	33.2	147.6%	55.7
UH - Victoria	70.7	-3	-4.2%	67.7
<b>Total</b>	<b>377.1</b>	<b>12.2</b>	<b>-3.2%</b>	<b>364.9</b>



# University of Houston System

## FY2019 Proposed Operating and Capital Budget

(\$ in Millions)

	FY2018	Change		Proposed
		Dollars	%	FY2019
University of Houston	1,350.7	82.8	6.1%	1,433.5
UH - Clear Lake	251.3	-80.9	-32.2%	170.4
UH - Downtown	205.2	33.6	16.4%	238.8
UH - Victoria	134.6	-0.1	-0.1%	134.5
UH - System Admin	59.2	0.3	0.5%	59.5
<b>Total</b>	<b>2,001.0</b>	<b>35.7</b>	<b>1.8%</b>	<b>2,036.7</b>



# University of Houston

## FY2019 Annual Budget



# University of Houston Recent Accomplishments

- Record student enrollment of 45,364
- 9,448 total degrees awarded
- 369 Doctorates awarded
- 4-year graduation rate of 33% (up from 30%)
- 6-year graduation rate of 54% (up from 51%)
- 71% of freshmen participating in UHin4
- Several of UH's programs received national recognition this year(e.g. Graduate School of Social Work, Cyvia & Melvyn Wolff Center for Entrepreneurship, Petroleum Engineering, and UH Libraries).



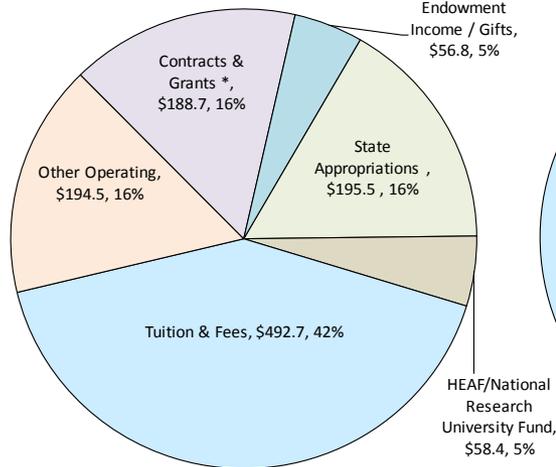
# University of Houston Budget

**FY2018**

**Total Budget**

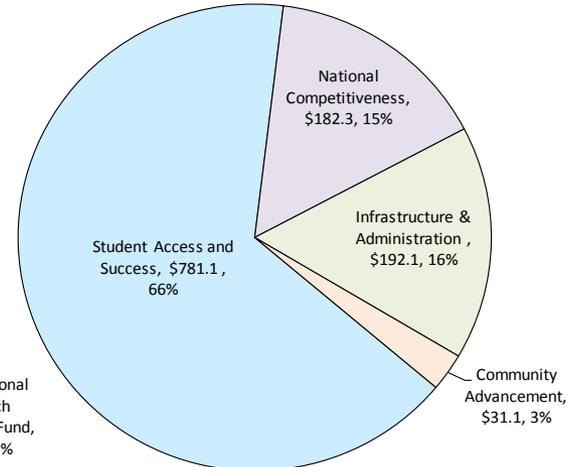
	\$ Millions
Operating Budget	\$ 1,186.6
Capital Facilities	164.1
<b>Total</b>	<b>\$ 1,350.7</b>

Operating Budget Source of Funds



\* Includes Federal Financial Aid Total \$1,186.6 Million

Operating Budget Use of Funds



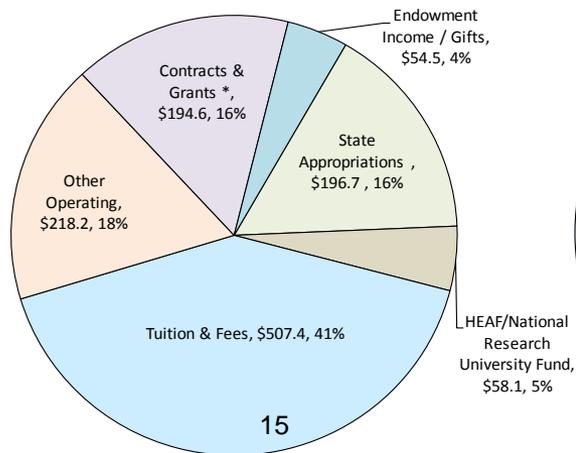
Total \$1,186.6 Million

**FY2019**

**Total Budget**

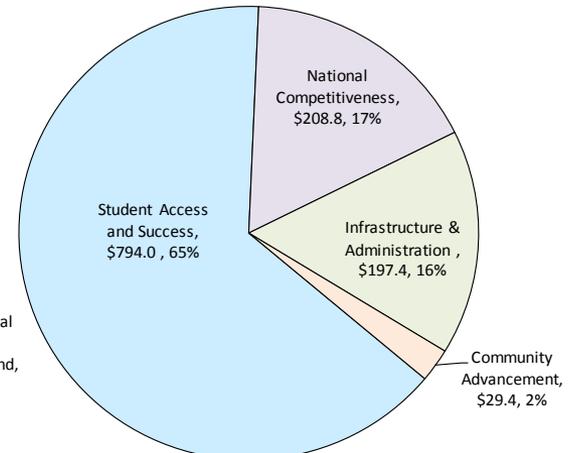
	\$ Millions
Operating Budget	\$ 1,229.5
Capital Facilities	204.0
<b>Total</b>	<b>\$ 1,433.5</b>

Operating Budget Source of Funds



\* Includes Federal Financial Aid Total \$1,229.5 Million

Operating Budget Use of Funds



Total \$1,229.5 Million



## University of Houston Operating Budget Revenues FY2015 - FY2019 \$ in Millions

	A 2015 Actual	B 2016 Actual	C 2017 Actual	D 2018 Budgeted	E 2019 <b>Proposed</b>
1 State Appropriations	\$ 177.5	\$ 190.2	\$ 193.1	\$ 195.5	\$ 196.7
2 HEAF/National Research University Fund	44.9	44.2	52.8	58.4	58.1
3 Tuition & Fees	435.5	460.5	478.7	492.7	507.4
4 Other Operating	138.7	160.5	171.9	194.5	218.2
5 Contracts & Grants *	204.6	223.3	209.2	188.7	194.6
6 Endowment Income / Gifts	76.8	80.2	83.3	56.8	54.5
7 <b>Total</b>	<b>\$1,078.0</b>	<b>\$ 1,158.9</b>	<b>\$ 1,189.0</b>	<b>\$1,186.6</b>	<b>\$ 1,229.5</b>

\* Includes Federal financial aid



## University of Houston Operating Budget Expenditures FY2015 - FY2019 \$ in Millions

	A 2015 Actual	B 2016 Actual	C 2017 Actual	D 2018 Budgeted	E 2019 <b>Proposed</b>
1 Student Access and Success	\$ 695.9	\$ 738.4	\$ 755.0	\$ 781.1	\$ 794.0
2 National Competitiveness	156.2	168.1	185.9	182.3	208.8
3 Infrastructure & Administration	119.0	124.8	181.8	192.1	197.4
4 Community Advancement	42.2	44.5	38.9	31.1	29.4
5 Total	<u>\$1,013.3</u>	<u>\$1,075.8</u>	<u>\$ 1,161.6</u>	<u>\$1,186.6</u>	<u>\$ 1,229.5</u>



# University of Houston

## Highlighted Use of New Funds

- Additional set aside for need-based scholarships
- New faculty positions
- Invest in student support services (e.g. counseling and psychological services, veteran's services, and career counseling) and campus services (e.g. parking)
- Continuing to address existing graduate tuition fellowship budget needs
- Invest in technology and campus safety and security which supports students, faculty, and staff
- Invest in academic renovations & faculty start-ups
- Invest in campus infrastructure to support students, faculty, and staff (including the Core Renovation Projects and Life Sciences Projects)



## University of Houston

### Appendix A - Allocation of New FY 2019 Resources

<u>Revenue Changes</u>	<b>A</b>
<b>Appropriations Bill</b>	
1 General Revenue	\$ (195,721)
2 State Matching Benefits	1,424,911
3 National Research University Fund	(382,622)
4 Subtotal Appropriations	846,568
<b>Tuition and Fees</b>	
5 Consolidated Tuition and Fees	14,269,269
6 Student Service Fee	936,948
7 Recreation and Wellness Center	460,175
8 Residential Life and Housing	207,329
9 Parking Fees	2,600,965
10 Subtotal Tuition and Fees	18,474,686
<b>Other</b>	
11 Non-endow Inv Inc, Lab Fees	664,312
12 Subtotal Other	664,312
13 <b>Total Net Revenue</b>	<b>\$ 19,985,566</b>

<u>Priority/Initiative Allocations</u>	<b>B</b>
<b>Priority 1. Student Success</b>	
1 Need-based Financial Aid	1,369,269
2 Graduate Tuition Fellowships	2,000,000
3 Enhanced Student Support Services	1,450,723
4 Quality Enhancement Plan	600,000
5 Improved Campus Services	2,808,294
6 Subtotal - Student Success	8,228,286
<b>Priority 2. National Competitiveness</b>	
7 Faculty Hiring and Retention	6,827,039
8 National Research University Fund	(382,622)
9 Subtotal - National Competitiveness	6,444,417
<b>Priority 3. University Infrastructure &amp; Administration</b>	
10 Staff Retention & Benefits	3,028,361
11 Campus Security, IT, and Infrastructure	2,284,502
12 Subtotal - University Infrastructure & Administration	5,312,863
13 <b>Total Priority/Initiative Allocations</b>	<b>\$ 19,985,566</b>



## University of Houston

### Appendix B - Allocation of FY 2019 HEAF

<u><b>FY19 Allocation</b></u>	
<b>HEAF</b>	<u><u><b>\$ 52,770,054</b></u></u>

<u><b>Priority/Initiative</b></u>	<u><b>HEAF</b></u>
<b>Priority 1. Student Success</b>	
Capital Renewal - Academic Infrastructure	\$ 13,050,357
Capital Projects - Life Sciences Initiative	9,362,289
Debt Service - Academic and Research Infrastructure	6,982,026
Subtotal	<u><u>\$ 29,394,672</u></u>
<b>Priority 2. National Competitiveness</b>	
Academic Renovations & Faculty Start-up	5,500,000
Subtotal	<u><u>\$ 5,500,000</u></u>
<b>Priority 3. University Infrastructure &amp; Administration</b>	
Annual Deferred Maintenance & Life Safety	12,000,000
Campus Security, IT and Infrastructure	1,975,000
Reserve for Capital Initiatives	3,900,382
Subtotal	<u><u>\$ 17,875,382</u></u>
<b>Total Priority/Initiative Allocations</b>	<u><u><b>\$ 52,770,054</b></u></u>



# University of Houston Capital Projects Budget Summary

	-----Project Expenditures-----			Total Project Budget	-----Funded From-----				Total Project Funding
	Project to Date (1)	FY2019 Budget	Future Year Budgets		HEAF	Revenue Bonds	Gifts	Other	
<b>New Construction</b>									
Health & Bio Science 2	\$ 150,378,332	\$ 11,736,071	\$ -	\$ 162,114,403	\$ 55,258,584	\$ 93,277,529	\$ 104,760	\$ 13,473,530	\$ 162,114,403
Quad Housing Replacement	19,520,000	48,000,000	29,280,000	96,800,000		96,800,000			96,800,000
Academic Building - Sugar Land	6,135,230	46,897,410	991,660	54,024,300		50,300,000		3,724,300	54,024,300
Garage #5	14,574,940	30,422,000	17,753,060	62,750,000		44,000,000	1,000,000	17,750,000	62,750,000
Fertitta Center	54,000,000	7,586,222		61,586,222	717,114	26,369,108	34,500,000		61,586,222
Garage #6		7,880,000	50,000,000	57,880,000		57,880,000			57,880,000
ACE Institute	17,786	2,782,214		2,800,000		1,300,000	1,500,000		2,800,000
<b>Subtotal New Construction</b>	<b>\$ 244,626,288</b>	<b>\$ 155,303,917</b>	<b>\$ 98,024,720</b>	<b>\$ 497,954,925</b>	<b>\$ 55,975,698</b>	<b>\$ 369,926,637</b>	<b>\$ 37,104,760</b>	<b>\$ 34,947,830</b>	<b>\$ 497,954,925</b>
<b>Major Repair and Rehabilitation</b>									
HVAC SERC	3,936,893	2,446,484	2,616,623	9,000,000	9,000,000				9,000,000
Science Building Renovation	7,779,000	6,135,230	1,085,770	15,000,000	15,000,000				15,000,000
ERP Building 9	5,834,250	1,944,750		7,779,000	7,779,000				7,779,000
<b>Projects Budgeted Annually</b>									
Capital Renewal Deferred Maintenance		8,000,000		8,000,000	8,000,000				8,000,000
<b>Subtotal Major Repairs &amp; Rehabilitation</b>	<b>\$ 17,550,143</b>	<b>\$ 18,526,464</b>	<b>\$ 3,702,393</b>	<b>\$ 39,779,000</b>	<b>\$ 39,779,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 39,779,000</b>
<b>UH System Tuition Revenue Bond</b>									
Academic Building - Katy	\$ 2,799,296	\$ 30,201,364	\$ -	\$ 33,000,660		\$ 30,422,000		\$ 2,578,660	\$ 33,000,660
<b>Subtotal Acquisitions</b>	<b>\$ 2,799,296</b>	<b>\$ 30,201,364</b>	<b>\$ -</b>	<b>\$ 33,000,660</b>	<b>\$ -</b>	<b>\$ 30,422,000</b>	<b>\$ -</b>	<b>\$ 2,578,660</b>	<b>\$ 33,000,660</b>
<b>Total</b>	<b>\$ 264,975,727</b>	<b>\$ 204,031,745</b>	<b>\$ 101,727,113</b>	<b>\$ 570,734,585</b>	<b>\$ 95,754,698</b>	<b>\$ 400,348,637</b>	<b>\$ 37,104,760</b>	<b>\$ 37,526,490</b>	<b>\$ 570,734,585</b>

(1) Project expenditures to date, estimated through August 31, 2018



# University of Houston-Clear Lake

FY2019 Annual Budget



# University of Houston-Clear Lake

## Recent Accomplishments

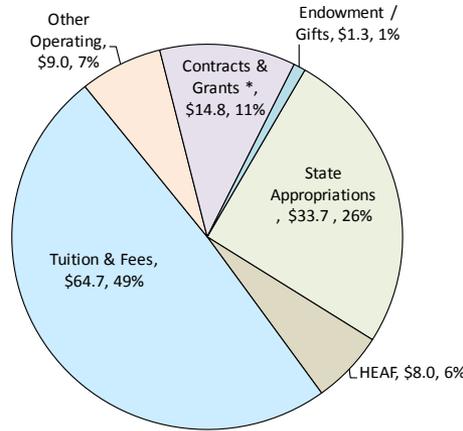
- Tied for 16th place in U.S. News & World Report's 2018 rankings for Top Public Schools Regional Universities West. Advanced 11 places in the overall rankings Best Regional Universities West, tying for 63rd of 659 western colleges and universities.
- Welcomed Her Excellency Hunaina Sultan Ahmed Al Mughairy, the Ambassador from the Sultanate of Oman to the United States at UHCL in April. While at UHCL, she led a discussion titled "Women in International Diplomacy and Global Leadership." The trip solidified UHCL as the host for "Future Technologies in Science Diplomacy," an October 2019 conference that will include Her Excellency as well as a number of Omani government ministers.
- Received approval to offer a Bachelor of Science in Mechanical Engineering and a Master of Arts in Teaching beginning this fall to answer community needs. As of late April, 58 students had applied to the BS in Mechanical Engineering and 28 had been admitted.
- Acquired new healthcare simulation equipment and expanded community healthcare facility partnerships to enhance student learning and success. Decreased required credit hours for BSN from 45 to 30 to support the national initiative of 80 percent of nurses holding a BSN degree.
- Continued the successful Clear Lake Association of Senior Programs (CLASP), a project led by UHCL Distinguished Alumna and the first elected female judge of mainland Galveston County Marilyn Lunney. Since 2003, UHCL has hosted the program CLASP and it has welcomed speakers which have included astronauts, authors, artists and a variety of experts in their fields.



# UH-Clear Lake Budget

**FY2018**

Operating Budget Source of Funds

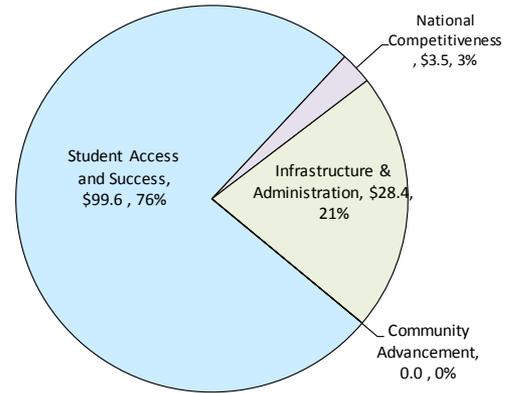


**Total Budget**

	\$ Millions
Operating Budget	\$131.5
Capital Facilities	119.8
<b>Total</b>	<b>\$251.3</b>

\* Includes Federal Financial Aid Total \$131.5 Million

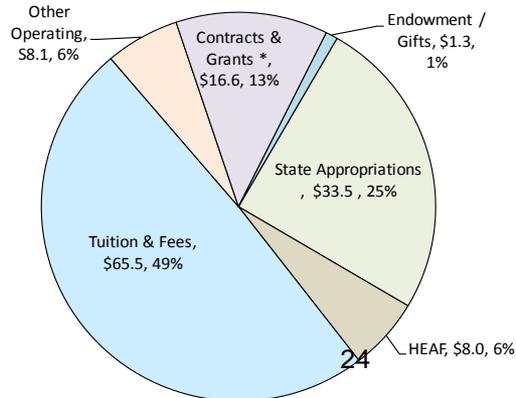
Operating Budget Use of Funds



Total \$131.5 Million

**FY2019**

Operating Budget Source of Funds

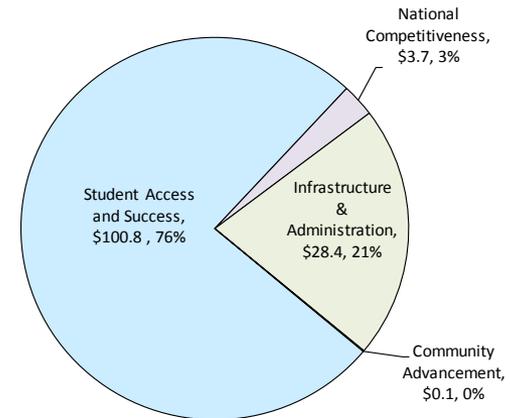


**Total Budget**

	\$ Millions
Operating Budget	\$133.0
Capital Facilities	37.4
<b>Total</b>	<b>\$170.4</b>

\* Includes Federal Financial Aid Total \$133.0 Million

Operating Budget Use of Funds



Total \$133.0 Million



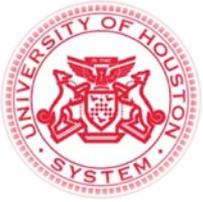
# UH-Clear Lake Operating Budget

## Revenues FY2015 - FY2019

\$ in Millions

	A 2015 Actual	B 2016 Actual	C 2017 Actual	D 2018 Budgeted	E 2019 <b>Proposed</b>
1 State Appropriations	\$ 30.8	\$ 36.4	\$ 36.7	\$ 33.7	\$ 33.5
2 HEAF	5.2	5.3	8.0	8.0	8.0
3 Tuition & Fees	65.6	70.5	69.0	64.7	65.5
4 Other Operating	2.8	3.0	3.0	9.0	8.1
5 Contracts & Grants *	15.4	15.7	15.9	14.8	16.6
6 Endowment / Gifts	1.3	1.1	1.3	1.3	1.3
<b>7 Total</b>	<b>\$ 121.1</b>	<b>\$ 132.0</b>	<b>\$ 133.9</b>	<b>\$ 131.5</b>	<b>\$ 133.0</b>

\* Includes Federal financial aid



## UH-Clear Lake Operating Budget Expenditures FY2015 - FY2019 \$ in Millions

	A 2015 Actual	B 2016 Actual	C 2017 Actual	D 2018 Budgeted	E 2019 Proposed
1 Student Access and Success	\$ 89.9	\$ 98.0	\$ 101.9	\$ 99.6	\$ 100.8
2 National Competitiveness	1.6	1.9	2.0	3.5	3.7
3 Infrastructure & Administration	22.1	23.8	30.3	28.4	28.4
4 Community Advancement	0.8	0.8	0.2	0.0	0.1
5 Total	<u>\$ 114.4</u>	<u>\$124.5</u>	<u>\$ 134.4</u>	<u>\$ 131.5</u>	<u>\$ 133.0</u>



# University of Houston-Clear Lake

## Highlighted Use of New and Reallocated Funds

- Acquire new technology through Education Advisory Board (EAB) to support our partnership with the Houston Guided Pathways to Success (GPS) consortium
- Expand student support and access to wellness programs, career development, student life activities, and psychiatric services.
- Increase new student scholarship funding through the New Hawk and Automatic Transfer Scholarships.
- Fund new faculty for the new Mechanical Engineering program and doctorate in Psychology.
- Investment in library resources to enhance the quality of academic program offerings and faculty research.
- Investment in the Exercise and Rehabilitation Institute, housed in the new Recreation and Wellness Center, to support collaboration and partnerships with healthcare institutions in order to enhance the health and functional performance of the community.
- Investment in the Pearland Campus satellite operation for the Center for Autism and Developmental Disabilities that will open Spring 2019 in the new Health Sciences and Classroom building.



## University of Houston-Clear Lake

### Appendix A - Allocation of New FY 2019 Resources

<u>Revenue Changes</u>	A
<b>Appropriations Bill</b>	
1 General Revenue	\$ (122,764)
2 Subtotal Appropriations	<u>(122,764)</u>
<b>Tuition and Fees</b>	
3 Consolidated Tuition and Fees	242,141
4 Consolidated Student Fees	471,354
5 Subtotal Tuition and Fees	<u>713,495</u>
<b>Other</b>	
6 Indirect Cost	82,403
7 Auxiliary	114,600
8 Fund Balance - University	(1,216,450)
9 Subtotal Other	<u>(1,019,447)</u>
<b>10 Total Net Revenue</b>	<b><u>\$ (428,716)</u></b>

<u>Reallocations/Reductions</u>	B
1 Reallocations/Reductions	\$ (79,116)
2 Reductions - Department (overall 6%)	(3,543,415)
3 Reductions - State Appropriation	<u>(122,764)</u>
<b>4 Subtotal - Reallocations/Reductions</b>	<b><u>\$ (3,745,295)</u></b>

<u>Priority/Initiative Allocations</u>	C
<b>Priority 1. Student Success</b>	
5 Enrollment Management Services	\$ 545,000
6 Student Support - New Student Scholarships	700,000
7 Student Services	285,323
8 New Academic Programs	<u>280,000</u>
9 Subtotal - Student Success	<u>1,810,323</u>
<b>Priority 2. National Competitiveness</b>	
10 Faculty Promotions	<u>96,000</u>
11 Subtotal - National Competitiveness	<u>96,000</u>
<b>Priority 3. University Infrastructure &amp; Administration</b>	
12 Operations - Administration and Support	240,424
13 General Maintenance Operations - New Buildings	298,515
14 Utilities - New Buildings	380,148
15 UHS Information Security Program	<u>375,076</u>
16 Subtotal - University Infrastructure & Administration	<u>1,294,163</u>
<b>Priority 4. Community Advancement</b>	
17 Exercise and Rehabilitation Institute	93,700
18 Center for Autism and Developmental Disabilities	<u>22,393</u>
19 Subtotal - Community Advancement	<u>116,093</u>
<b>20 Total Priority/Initiative Allocations</b>	<b><u>\$ 3,316,579</u></b>

28

**21 Total Net Reallocations and New Allocations** **\$ (428,716)**



**University of Houston-Clear Lake  
Appendix B - Allocation of FY 2019 HEAF**

<b><u>FY19 Allocation</u></b>	
<b>HEAF</b>	<b><u>\$ 8,005,116</u></b>

<b><u>Priority/Initiative</u></b>	<b><u>HEAF</u></b>
<b>Priority 1. Student Success</b>	
Instructional Support	\$ 940,000
Debt Payment - Recreation and Wellness Center	767,487
Debt Payment - STEM Building	702,839
Lease - UHCL at Pearland	838,736
Subtotal	<u>\$ 3,249,062</u>
<b>Priority 2. National Competitiveness</b>	
Teaching and Research Resources	1,931,283
Subtotal	<u>\$ 1,931,283</u>
<b>Priority 3. University Infrastructure &amp; Administration</b>	
Campus Facilities	337,712
University Computing	867,471
Capital Renewal and Deferred Maintenance	1,619,588
Subtotal	<u>\$ 2,824,771</u>
<b>Total Priority/Initiative Allocations</b>	<b><u>\$ 8,005,116</u></b>



# University of Houston-Clear Lake Capital Projects Budget Summary

Project to Date (1)	-----Project Expenditures-----			Total Project Budget	-----Funded From-----				Total Project Funding
	FY2019 Budget	Future Year Budgets			HEAF	Revenue Bonds	Gifts	Other	
<b>New Construction</b>									
Modular Building	\$ 1,199,606	\$ 76,111	\$ -	\$ 1,275,717	\$ 727,146	\$ -	\$ -	\$ 548,571	\$ 1,275,717
STEM and Classroom Building	60,117,635	3,882,365		64,000,000		64,000,000			64,000,000
Health Sciences and Classroom Building	13,000,000	11,624,000		24,624,000		23,424,000		1,200,000	24,624,000
Freshmen Housing	3,500,000	14,880,900	3,000,000	21,380,900		18,380,900		3,000,000	21,380,900
Dining Facilities	300,000	1,100,000		1,400,000		860,000		540,000	1,400,000
Recreation and Wellness Center	36,200,000	2,000,000		38,200,000		34,500,000		3,700,000	38,200,000
Renovate Bayou and SSCB Vacated Space		2,550,000	2,550,000	5,100,000		5,100,000			5,100,000
<b>Subtotal New Construction</b>	<b>\$ 114,317,240</b>	<b>\$ 36,113,377</b>	<b>\$ 5,550,000</b>	<b>\$ 155,980,617</b>	<b>\$ 727,146</b>	<b>\$ 146,264,900</b>	<b>\$ -</b>	<b>\$ 8,988,571</b>	<b>\$ 155,980,617</b>
<b>Major Repair and Rehabilitation</b>									
Projects Budgeted Annually									
Capital Renewal Deferred Maintenance	\$ -	\$ 1,200,000	\$ -	\$ 1,200,000	\$ 1,200,000	\$ -	\$ -	\$ -	\$ 1,200,000
Parking Lot/Roadway Maintenance		100,000	510,000	610,000				610,000	610,000
<b>Subtotal Major Repairs &amp; Rehabilitation</b>	<b>\$ -</b>	<b>\$ 1,300,000</b>	<b>\$ 510,000</b>	<b>\$ 1,810,000</b>	<b>\$ 1,200,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 610,000</b>	<b>\$ 1,810,000</b>
<b>Total</b>	<b>\$ 114,317,240</b>	<b>\$ 37,413,377</b>	<b>\$ 6,060,000</b>	<b>\$ 157,790,617</b>	<b>\$ 1,927,146</b>	<b>\$ 146,264,900</b>	<b>\$ -</b>	<b>\$ 9,598,571</b>	<b>\$ 157,790,617</b>

(1) Project expenditures to date, estimated through August 31, 2018



# University of Houston-Downtown

FY2019 Annual Budget



# University of Houston-Downtown Recent Accomplishments

- Attained an all-time high graduation rate of 20.76%
- Increased FTIC retention rate to a record high 72.26%
- Awarded 3,177 degrees (increase 19.25% over previous year)
- Approximately \$600,000 was raised through the UHD Harvey Relief Fund.
- UHD received the Texas Higher Education Coordinating Board's STAR award for its course redesign program and its impact on improving student success.
- The Texas Higher Education Coordinating Board awarded UHD and HCC a \$250,000 grant for the Texas Affordable Baccalaureate degree.



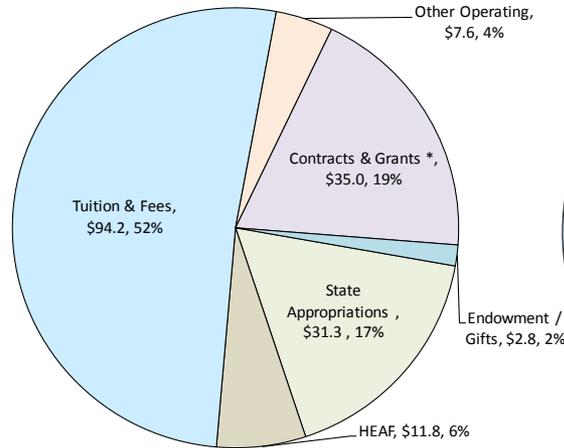
**FY2018**

**UH-Downtown Budget**

**Total Budget**

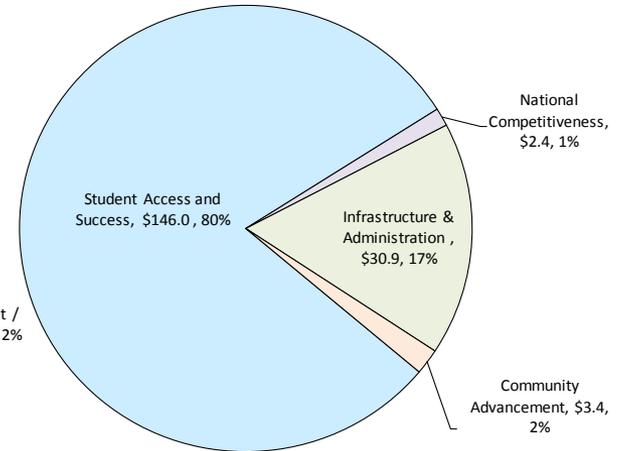
	\$ Millions
Operating Budget	\$ 182.7
Capital Facilities	22.5
<b>Total</b>	<b>\$ 205.2</b>

Operating Budget Source of Funds



\* Includes Federal Financial Aid Total \$182.7 Million

Operating Budget Use of Funds



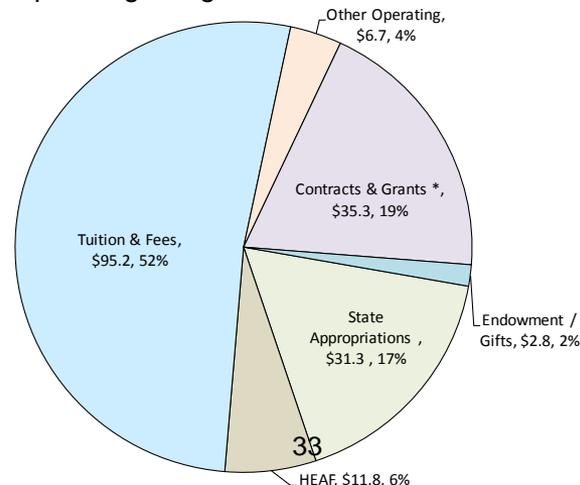
Total \$182.7 Million

**FY2019**

Operating Budget Source of Funds

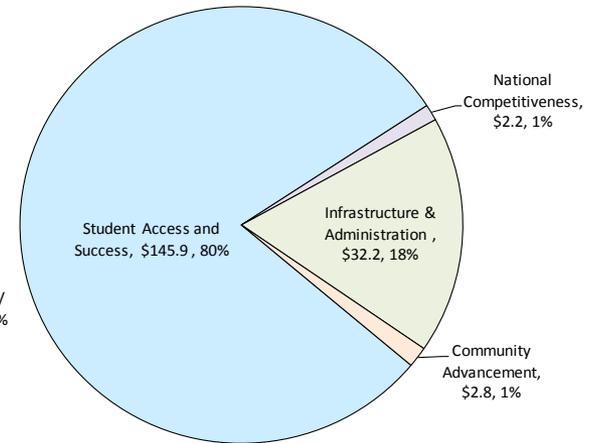
**Total Budget**

	\$ Millions
Operating Budget	\$ 183.1
Capital Facilities	55.7
<b>Total</b>	<b>\$ 238.8</b>

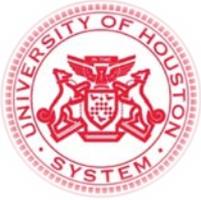


\* Includes Federal Financial Aid Total \$183.1 Million

Operating Budget Use of Funds



Total \$183.1 Million



## UH - Downtown

### Revenues FY2015 - FY2019

\$ in Millions

	A 2015 Actual	B 2016 Actual	C 2017 Actual	D 2018 Budgeted	E 2019 <b>Proposed</b>
1 State Appropriations	\$ 27.6	\$ 30.4	\$ 30.5	\$ 31.3	\$ 31.3
2 HEAF	7.4	7.8	11.8	11.8	11.8
3 Tuition & Fees	80.5	86.5	91.2	94.2	95.2
4 Other Operating	7.1	6.7	6.9	7.6	6.7
5 Contracts & Grants *	36.9	36.3	36.5	35.0	35.3
6 Endowment / Gifts	3.6	1.9	1.8	2.8	2.8
7 Total	<u>\$ 163.1</u>	<u>\$ 169.6</u>	<u>\$ 178.7</u>	<u>\$ 182.7</u>	<u>\$ 183.1</u>

\* Includes Federal financial aid



## UH - Downtown

### Expenditures FY2015 - FY2019

\$ in Millions

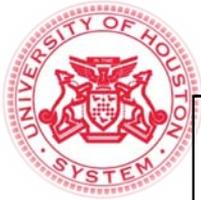
	A 2015 Actual	B 2016 Actual	C 2017 Actual	D 2018 Budgeted	E 2019 <b>Proposed</b>
1 Student Access and Success	\$ 121.5	\$ 130.4	\$ 133.5	\$ 146.0	\$ 145.9
2 National Competitiveness	2.5	2.5	3.4	2.4	2.2
3 Infrastructure & Administration	27.0	28.1	31.4	30.9	32.2
4 Community Advancement	4.3	4.1	4.1	3.4	2.8
5 Total	<u>\$ 155.3</u>	<u>\$ 165.1</u>	<u>\$ 172.4</u>	<u>\$ 182.7</u>	<u>\$ 183.1</u>



# University of Houston-Downtown

## Highlighted Use of New and Reallocated Funds

- Invest in increasing transfer enrollment by developing degree maps, hiring new embedded advisors and increasing transfer scholarships.
- Improve FTIC retention and graduation rate by supporting peer mentors, increasing FTIC Scholarships and investing in predictive analytics.
- Provide new financial incentives to the colleges to increase undergraduate enrollment.
- Pioneering a 2<sup>2</sup> model with the HCC's Coleman College of Health Sciences to offer Bachelor of Science in Nursing (BSN).
- Hire five tenure track faculty in high demand programs.
- Continued investment in a new Student Information System.
- Hire full time Title IX Coordinator.
- Invest in the campus infrastructure including the physical plant and technology.



## University of Houston-Downtown

### Appendix A - Allocation of New FY 2019 Resources

<u>Revenue Changes</u>	A
<b>Appropriations Bill</b>	
1 General Revenue	\$ 26,809
2 Subtotal General Revenue	<u>26,809</u>
<b>Tuition and Fees</b>	
3 Consolidated Tuition and Fees	3,674,097
4 Enrollment Increase/(Decrease)	<u>(1,740,158)</u>
5 Subtotal Tuition and Fees	<u>1,933,939</u>
<b>Other</b>	
6 Fund Balance	<u>1,359,328</u>
7 Subtotal Other	<u>1,359,328</u>
<b>8 Total Net Revenue</b>	<b><u>\$ 3,320,076</u></b>

<u>Reallocations/Reductions</u>	B
1 University-wide Budget Reduction (2%)	\$ (1,740,158)
2 Reallocations - ASA and A&F	<u>(1,139,256)</u>
<b>3 Subtotal - Reallocations/Reductions</b>	<b><u>\$ (2,879,414)</u></b>

<u>Priority/Initiative Allocations</u>	C
<b>Priority 1. Student Access and Success</b>	
4 Financial Aid	\$ 1,713,815
5 Retention & Graduation Rates	<u>1,867,539</u>
6 Subtotal - Student Access and Success	<u>3,581,354</u>
<b>Priority 2. National Competitiveness</b>	
7 Faculty Recruitment and Retention	<u>604,548</u>
8 Subtotal - National Competitiveness	<u>604,548</u>
<b>Priority 3. University Infrastructure &amp; Administration</b>	
9 Recruit/Retain Highly Qualified Staff	90,408
10 Physical Plant Maint. & Upgrades	250,000
11 Technology Maint. & Upgrades	391,615
12 General Administration & Operations	<u>1,177,745</u>
13 Subtotal - University Infrastructure & Administration	<u>1,909,768</u>
<b>Priority 4. Community Advancement</b>	
14 Community Awareness	<u>103,820</u>
15 Subtotal - Community Advancement	<u>103,820</u>
<b>16 Total Priority/Initiative Allocations</b>	<b><u>\$ 6,199,490</u></b>

37

<b>17 Total Net Reallocations and New Allocations</b>	<b><u>\$ 3,320,076</u></b>
---	----------------------------



**University of Houston-Downtown  
Appendix B - Allocation of FY 2019 HEAF**

<u>FY19 Allocation</u>	
HEAF	<u>\$ 11,752,877</u>

<u>Priority/Initiative</u>	<u>HEAF</u>
<b>Priority 1. Student Success</b>	
Recruiting/Enrollment Services	\$ 975,000
Library Support	2,240,000
Academic Facilities & Equipment	1,468,750
Debt Service - STEM Building	2,742,500
Subtotal	<u>\$ 7,426,250</u>
<b>Priority 2. National Competitiveness</b>	
Facilities/Labs and Technology	205,000
Subtotal	<u>\$ 205,000</u>
<b>Priority 3. University Infrastructure &amp; Administration</b>	
Physical Plant Maintenance & Upgrades	1,725,000
Technology Maintenance & Upgrades	2,070,000
Campus Safety/Security	181,000
Operational Support	145,627
Subtotal	<u>\$ 4,121,627</u>
<b>Total Priority/Initiative Allocations</b>	<u><u>\$ 11,752,877</u></u>



# University of Houston-Downtown Capital Projects Budget Summary

	-----Project Expenditures-----			-----Funded From-----				Total Project Funding	
	Project to Date (1)	FY2019 Budget	Future Year Budgets	Total Project Budget	HEAF	Revenue Bonds	Gifts		Other
<b>New Construction</b>									
STEM Building	\$ 20,286,641	\$ 52,213,359	\$ 3,000,000	\$ 75,500,000	\$ -	\$ 75,500,000	\$ -	\$ -	\$ 75,500,000
<b>Subtotal New Construction</b>	\$ 20,286,641	\$ 52,213,359	\$ 3,000,000	\$ 75,500,000	\$ -	\$ 75,500,000	\$ -	\$ -	\$ 75,500,000
<b>Major Repairs and Rehabilitation</b>									
<b>Projects Budgeted Annually</b>									
Capital Renewal/Capital Improvement	\$ -	\$ 1,469,375	\$ -	\$ 1,469,375	\$ 1,469,375	\$ -	\$ -	\$ -	\$ 1,469,375
Renovations/Adaptations		250,000		250,000	250,000				250,000
<b>Major Technology Project</b>									
PeopleSoft Student	2,785,370	1,807,688		4,593,058	1,621,129			2,971,929	4,593,058
<b>Subtotal Major Repairs &amp; Rehabilitation</b>	\$ 2,785,370	\$ 3,527,063	\$ -	\$ 6,312,433	\$ 3,340,504	\$ -	\$ -	\$ 2,971,929	\$ 6,312,433
<b>Total</b>	\$ 23,072,011	\$ 55,740,422	\$ 3,000,000	\$ 81,812,433	\$ 3,340,504	\$ 75,500,000	\$ -	\$ 2,971,929	\$ 81,812,433

(1) Project expenditures to date, estimated through August 31, 2018



# University of Houston-Victoria

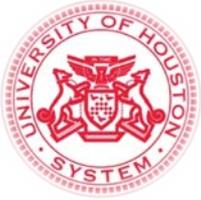
FY2019 Annual Budget



# University of Houston-Victoria

## Recent Accomplishments

- Joined the Houston GPS (Guided Pathway to Success), a regional collaboration of two- and four-year educational institutions, to provide seamless pathways for students transferring from area community colleges to universities
- Awarded the first specialist degree in School of Psychology
- Accreditation visits in Nursing and Counseling
- First UHV Team Men's Soccer to advance to National playoffs
- Awarded "Conference Champions of Character" in Men's Soccer
- Implemented business plan for UHV Katy
- Received a \$645,677 National Science Foundation five-year grant to increase enrollment, retention and graduation of low-income mathematics and computer science majors through annual scholarships and other programs
- Launched the UHV "Here, We Go" campaign with a \$839,775 lead gift from the M.G. and Lillie A. Johnson Foundation

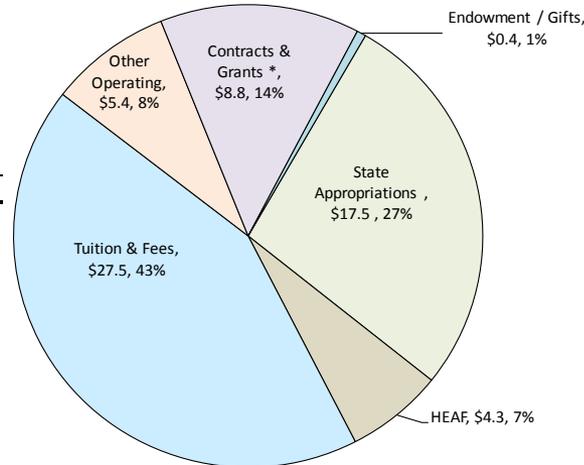


# University of Houston-Victoria Budget

**FY2018**

Total Budget	
	\$ Millions
Operating Budget	\$ 63.9
Capital Facilities	70.7
<b>Total</b>	<b>\$ 134.6</b>

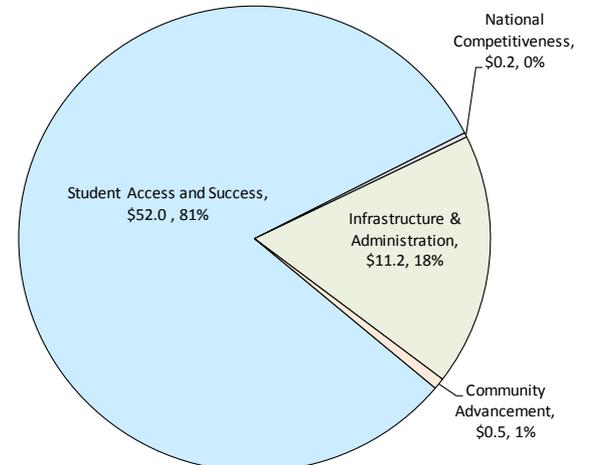
Operating Budget Source of Funds



\* Includes Federal Financial Aid

Total \$63.9 Million

Operating Budget Use of Funds

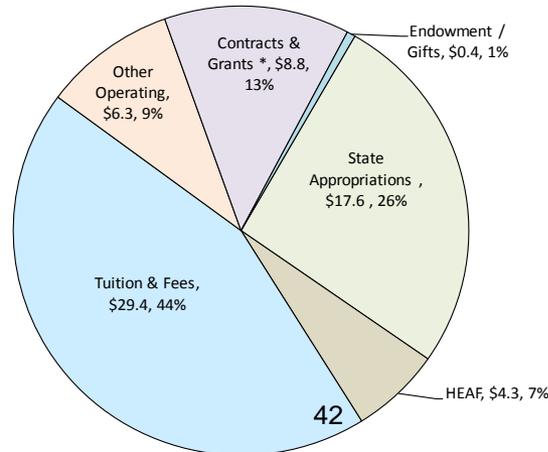


Total \$63.9 Million

**FY2019**

Total Budget	
	\$ Millions
Operating Budget	\$ 66.8
Capital Facilities	67.7
<b>Total</b>	<b>\$ 134.5</b>

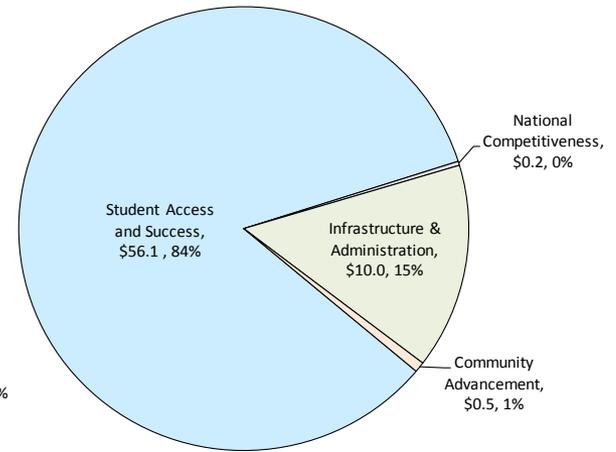
Operating Budget Source of Funds



\* Includes Federal Financial Aid

Total \$66.8 Million

Operating Budget Use of Funds



Total \$66.8 Million



# University of Houston-Victoria Operating Budget

## Revenues FY2015- FY2019

\$ in Millions

	A	B	C	D	E
	2015	2016	2017	2018	2019
	Actual	Actual	Actual	Budgeted	<b>Proposed</b>
1 State Appropriations	\$ 18.9	\$ 19.7	\$ 19.8	\$ 17.5	\$ 17.6
2 HEAF	2.4	2.9	4.3	4.3	4.3
3 Tuition & Fees	24.9	24.5	25.6	27.5	29.4
4 Other Operating	4.3	4.9	4.5	5.4	6.3
5 Contracts & Grants *	9.3	9.3	7.7	8.8	8.8
6 Endowment / Gifts	1.3	1.3	1.6	0.4	0.4
<b>7 Total</b>	<b>\$ 61.1</b>	<b>\$ 62.6</b>	<b>\$ 63.5</b>	<b>\$ 63.9</b>	<b>\$ 66.8</b>

\* Includes Federal financial aid



# University of Houston-Victoria Operating Budget Expenditures FY2015 - FY2019 \$ in Millions

	A 2015 Actual	B 2016 Actual	C 2017 Actual	D 2018 Budgeted	E 2019 <b>Proposed</b>
1 Student Access and Success	\$ 44.1	\$ 51.0	\$ 51.3	\$ 52.0	\$ 56.1
2 National Competitiveness	0.4	0.4	0.7	0.2	0.2
3 Infrastructure & Administration	8.1	8.3	10.4	11.2	10.0
4 Community Advancement	0.9	1.0	0.9	0.5	0.5
5 Total	<u>\$ 53.5</u>	<u>\$ 60.7</u>	<u>\$ 63.3</u>	<u>\$ 63.9</u>	<u>\$ 66.8</u>



# University of Houston-Victoria

## Highlighted Use of New and Reallocated Funds

- Additional financial aid for students
- Hire new faculty to support fast-growing programs
- Continued focus on being a destination university by investing in new residential campus infrastructure, expanding academic programs, and building new academic facilities
- Expand student recruitment and retention efforts
- Additional support for UHV Katy operations
- Equitable and competitive compensation for faculty for promoted full-time, tenure-track faculty and staff compensation



**University of Houston-Victoria**  
**Appendix A - Allocation of New FY 2019 Resources**

<u>Revenue Changes</u>		A
<b>Appropriations Bill</b>		
1	General Revenue	\$ 12,819
2	Subtotal Appropriations	<u>12,819</u>
<b>Tuition and Fees</b>		
3	Consolidated Tuition and Fees	2,032,141
4	Student Service Fee	107,245
5	Student Center Fees	64,817
6	Residential Housing & Meal Plan	260,625
7	Parking/Transportation Fees	235,100
8	Subtotal Tuition and Fees	<u>2,699,928</u>
<b>Other</b>		
9	Transfer Among Components	871,155
10	Fund Balance	297,120
11	Subtotal Other	<u>1,168,275</u>
12	<b>Total Net Revenue</b>	<b><u>\$ 3,881,022</u></b>

<u>Reallocations/Reductions</u>		B
1	Reduction in Positions	\$ (659,160)
2	Department M&O Reductions	(124,825)
3	One-time Funded in FY18	(75,000)
4	Termination of Off-site Lease Agreements	(213,884)
5	<b>Subtotal-Reallocations/Reductions</b>	<b><u>\$ (1,072,869)</u></b>

<u>Priority/Initiative Allocations</u>		C
<b>Priority 1. Student Success</b>		
6	University College	\$ 180,301
7	Faculty and Staff in Critical Areas	305,223
8	Increase Face-to-Face Classes and Academic Offerings	214,000
9	UHV Katy Expansion	380,295
10	Continued Expansion of Residential Campus in Victoria	1,896,486
11	<b>Subtotal - Student Success</b>	<u>2,976,305</u>
<b>Priority 2. National Competitiveness</b>		
12	Equitable and Competitive Salaries for Faculty	654,997
13	Professional Development for Faculty and Staff	11,800
14	<b>Subtotal - National Competitiveness</b>	<u>666,797</u>
<b>Priority 3. University Infrastructure &amp; Administration</b>		
15	Technology	172,816
16	Operational Support	52,300
17	Equitable and Competitive Salaries for Staff	738,831
18	Quality Improvements	90,062
19	Facilities	235,100
20	<b>Subtotal - University Infrastructure &amp; Administration</b>	<u>1,289,109</u>
<b>Priority 4. Community Advancement</b>		
21	Athletics	21,680
22	<b>Subtotal - Community Advancement</b>	<u>21,680</u>
23	<b>Total Priority/Initiative Allocations</b>	<b><u>\$ 4,953,891</u></b>



**University of Houston-Victoria**  
**Appendix B - Allocation of FY 2019 HEAF**

<u><b>FY19 Allocation</b></u>	
<b>HEAF</b>	<b>\$ <u>4,275,861</u></b>

**Priority/Initiative**

**HEAF**

**Priority 1. Student Success**

Residential Campus Expansion in Victoria  
 Subtotal

\$ 2,040,059  
\$ 2,040,059

**Priority 3. University Infrastructure & Administration**

Technology  
 Operational Support  
 Facilities  
 Subtotal

896,150  
 100,000  
 1,239,652  
\$ 2,235,802

**Total Priority/Initiative Allocations**

**\$ 4,275,861**



# University of Houston-Victoria Capital Projects Budget Summary

	-----Project Expenditures-----			Total Project Budget	-----Funded From-----				Total Project Funding
	Project to Date (1)	FY2019 Budget	Future Year Budgets		HEAF	Revenue Bonds	Gifts	Other	
<b>New Construction</b>									
University Commons (Student Center/Library)	\$ 24,500,000	\$ 5,000,000	\$ -	\$ 29,500,000	\$ -	\$ 29,500,000	\$ -	\$ -	\$ 29,500,000
Sophomore Housing	5,000,000	17,800,000		22,800,000	1,140,000	21,660,000			22,800,000
Science, Technology Building (STEM)	5,000,000	23,000,000		28,000,000	15,428,475	12,571,525			28,000,000
Health and Wellness Center		4,500,000	10,500,000	15,000,000		7,000,000	4,000,000	4,000,000	15,000,000
Pedestrian walkways on Ben Wilson Street	400,000	6,800,000		7,200,000		7,200,000			7,200,000
<b>Subtotal New Construction</b>	<b>\$ 34,900,000</b>	<b>\$ 57,100,000</b>	<b>\$ 10,500,000</b>	<b>\$ 102,500,000</b>	<b>\$ 16,568,475</b>	<b>\$ 77,931,525</b>	<b>\$ 4,000,000</b>	<b>\$ 4,000,000</b>	<b>\$ 102,500,000</b>
<b>Major Repair and Rehabilitation</b>									
Town Plaza Mall (UHV Extension)	\$ 1,000,000	\$ 8,823,782	\$ -	\$ 9,823,782	\$ 3,798,782	\$ 5,025,000		\$ 1,000,000	\$ 9,823,782
Renovations (North, West and Center Buildings)	150,000	600,000	700,000	1,450,000		1,450,000			1,450,000
<b>Subtotal Major Repairs &amp; Rehabilitation</b>	<b>\$ 1,150,000</b>	<b>\$ 9,423,782</b>	<b>\$ 700,000</b>	<b>\$ 11,273,782</b>	<b>\$ 3,798,782</b>	<b>\$ 6,475,000</b>	<b>\$ -</b>	<b>\$ 1,000,000</b>	<b>\$ 11,273,782</b>
<b>Land Acquisition</b>									
Campus Expansion	\$ -	\$ 1,200,000	\$ 800,000	\$ 2,000,000	\$ -	\$ 2,000,000	\$ -	\$ -	\$ 2,000,000
<b>Subtotal Land Acquisition</b>	<b>\$ -</b>	<b>\$ 1,200,000</b>	<b>\$ 800,000</b>	<b>\$ 2,000,000</b>	<b>\$ -</b>	<b>\$ 2,000,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,000,000</b>
<b>Total</b>	<b>\$ 36,050,000</b>	<b>\$ 67,723,782</b>	<b>\$ 12,000,000</b>	<b>\$ 115,773,782</b>	<b>\$ 20,367,257</b>	<b>\$ 86,406,525</b>	<b>\$ 4,000,000</b>	<b>\$ 5,000,000</b>	<b>\$ 115,773,782</b>

(1) Project expenditures to date estimated through August 31, 2018



# University of Houston System Administration

FY2019 Annual Budget



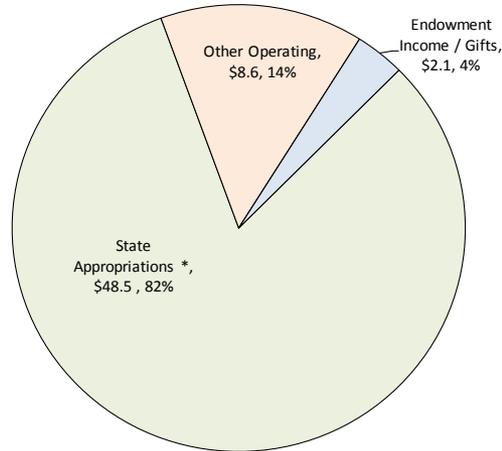
# University of Houston System Administration Budget

**FY2018**

**Total Budget**

	\$ Millions
Operating Budget	\$ 59.2
Capital Facilities	-
<b>Total</b>	<b>\$ 59.2</b>

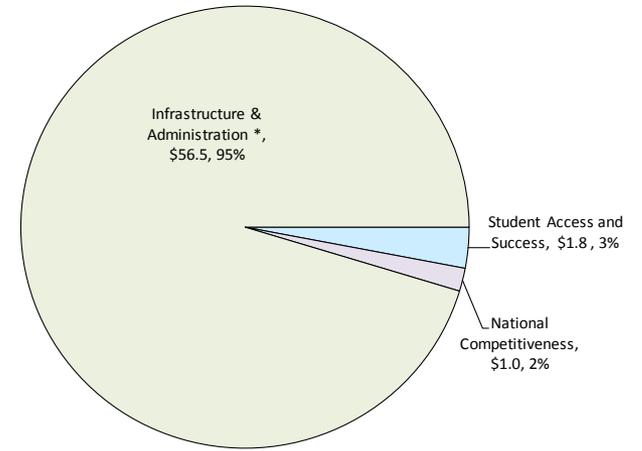
Operating Budget Source of Funds



\* Includes TRB debt service

Total \$59.2 Million

Operating Budget Use of Funds



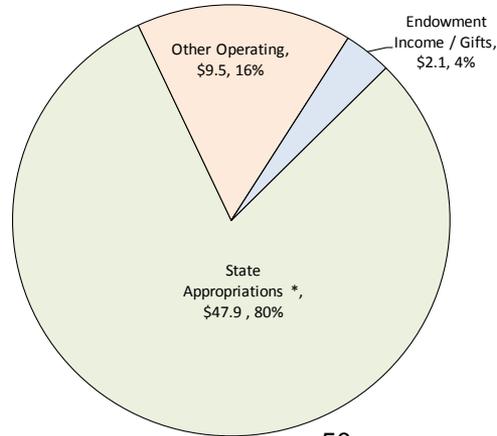
Total \$59.2 Million

**FY2019**

**Total Budget**

	\$ Millions
Operating Budget	\$ 59.5
Capital Facilities	-
<b>Total</b>	<b>\$ 59.5</b>

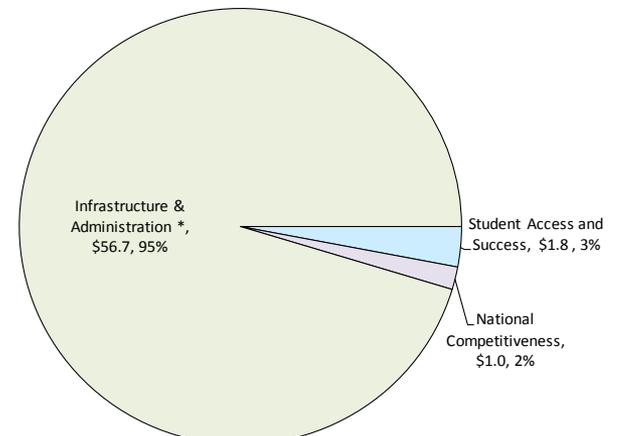
Operating Budget Source of Funds



\* Includes TRB debt service

50  
Total \$59.5 Million

Operating Budget Use of Funds



Total \$59.5 Million



## University of Houston System Administration Operating Budget Revenues FY2015 - FY2019 \$ in Millions

	A 2015 Actual	B 2016 Actual	C 2017 Actual	D 2018 Budgeted	E 2019 <b>Proposed</b>
1 State Appropriations *	\$ 25.9	\$ 25.0	\$ 25.7	\$ 48.5	\$ 47.9
2 Other Operating	8.1	6.9	5.4	8.6	9.5
3 Contracts & Grants	1.5	1.5	1.5	0.0	0.0
4 Endowment Income / Gifts	4.6	4.8	4.8	2.1	2.1
<b>5 Total</b>	<b>\$ 40.1</b>	<b>\$ 38.2</b>	<b>\$ 37.4</b>	<b>\$ 59.2</b>	<b>\$ 59.5</b>

\* Includes TRB debt service



## University of Houston System Administration Operating Budget Expenditures FY2015 - FY2019 \$ in Millions

	A 2015 Actual	B 2016 Actual	C 2017 Actual	D 2018 Budgeted	E 2019 <b>Proposed</b>
1 Student Access and Success	\$ 1.5	\$ 1.4	\$ 1.5	\$ 1.8	\$ 1.8
2 National Competitiveness	1.0	1.0	1.1	1.0	1.0
3 Infrastructure & Administration *	32.7	33.4	41.1	56.5	56.7
4 Community Advancement	0.0	0.0	0.0	0.0	0.0
5 Total	<u>\$ 35.2</u>	<u>\$35.8</u>	<u>\$43.7</u>	<u>\$ 59.2</u>	<u>\$ 59.5</u>

\* Includes TRB debt service



**University of Houston System Administration**  
**Appendix A - Allocation of New FY 2019 Resources**

<u>Revenue Changes</u>		A
<b>Appropriations Bill</b>		
<u>General Revenue</u>		
1	Tuition Revenue Bonds	\$ (733,955)
2	State Matching Benefits	<u>203,079</u>
3	Subtotal General Revenue	<u>(530,876)</u>
 <b>Other</b>		
4	Endow/Inv Interest Income	<u>2,546</u>
5	Subtotal Other	<u>2,546</u>
6	<b>Total Net Revenue</b>	<b><u><u>\$ (528,330)</u></u></b>

<u>Priority/Initiative Allocations</u>		B
<b>Priority 3. University Infrastructure &amp; Administration</b>		
1	Tuition Revenue Bond Debt Service	\$ (733,955)
2	Administrative Operations	<u>205,625</u>
3	Subtotal - University Infrastructure & Administration	<u>(528,330)</u>
4	<b>Total Priority/Initiative Allocations</b>	<b><u><u>\$ (528,330)</u></u></b>

\*Resources to support benefit costs.

UNIVERSITY OF HOUSTON SYSTEM  
BOARD OF REGENTS AGENDA

**COMMITTEE:** Finance and Administration

**ITEM:** Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts exceeding \$1 million for the purchase of goods or services, excluding construction contracts, at the University of Houston System.

**DATE PREVIOUSLY SUBMITTED:** N/A

**SUMMARY:**

Approval is requested for contracts that are expected to exceed \$1 million that are associated with the purchase of goods or services, excluding construction contracts, at the University of Houston System. Board of Regents policy 55.01.01 states that the board must approve any contract, including any amendment, extension, or renewal thereto, that results in the value of the contract exceeding \$1 million throughout the term of the contract.

**SUPPORTING DOCUMENTATION:** Summary of Contracts

**FISCAL NOTE:** See supporting documentation for value of each contract.

**RECOMMENDATION/ ACTION REQUESTED:** Administration recommends approval of this item

**COMPONENT:** University of Houston System

\_\_\_\_\_  
SENIOR VICE CHANCELLOR

  
Jim McShan

\_\_\_\_\_  
DATE

5/1/18

\_\_\_\_\_  
CHANCELLOR

  
Renu Khator

\_\_\_\_\_  
DATE

5/18/18

University of Houston System  
Summary of Goods and Services Contracts Greater than \$1 Million  
F&A Committee - May 24, 2018

Component	Project	Procurement Method	Vendor	Purpose	Term	\$ Amount	Funding Source	HUB Goal	Comments
UH	Residential Laundry Services	Request for Proposal	CSC Service Works, Inc	To increase the amount of the existing residential laundry services agreement for costs for the current academic year. The vendor provides for the rental and maintenance of laundry machines in campus residence facilities, a necessary amenity for campus residents. The original five year agreement was extended in July of 2017 for one additional year.	Original five year agreement was extended for one year	\$ 1,305,000	Auxiliary Funds	0.00%	The contract is currently being put out for bid.
UH	Residential Laundry Services	Request for Proposal	TBD	Provide rental and maintenance services of approximately 600 commercial grade, energy efficient laundry machines for seven residential facilities, including online monitoring and repair needs reporting, and providing preventative maintenance for machines. This is a necessary amenity for residential students.	Three years plus option to renew for two years	\$ 1,200,000	Auxiliary Funds	26.00%	
UH	Project Management	Request for Proposal	Jacobs Project Management Co.	Provide project management services for 85 Hurricane Harvey projects that require completion by February 2019. The current contract amount is \$3,900,000; this request is for an increase of \$1,100,000 for a total of \$5,000,000.	Three year agreement from 6/1/16 to 5/31/19	\$ 5,000,000	Designated Funds	26.00%	The University will submit these expenses to Insurance and FEMA. Expected recovery from these sources is 90% of the cost.
UHV	Lease of Space	Sole Source	Victoria College	Lease provides University of Houston-Victoria students with non-exclusive access to the Victoria College Library, which is adjacent to the UH-Victoria campus. The original agreement expires on August 31, 2018, and is being extended for four months to allow UHV students to utilize the Victoria College Library until construction of the new UHV Learning Commons (library) is complete. The current contract amount is \$939,034; this request is for a increase of \$78,252 for a total of \$1,017,276.	Original two year agreement with up to 10 one year extensions. Two one year extensions completed. Current extension is for four months.	\$ 78,252	Designated Funds	0.00%	UHV has leased library access from Victoria College since the 1990's, as it allows the campus to provide a library to their students. Construction of the new UHV Learning Commons is expected to be complete and allow UHV to move in to their new space over the 2018 winter break. Lease of space is not a HUB eligible expense.
UHV	Energy Service Performance Contract	TIPS, Interlocal Purchasing System	Johnson Controls	The Energy Performance Contract will add facility and infrastructure upgrades that will deliver operational and utility savings approximating \$3,638,217.00 over a 15year period. The Contract specifies the scope of improvements, associated costs, estimated energy and other savings, and resulting cost savings. The energy conservation measures will include LED lighting retrofit, energy management system upgrade, PTAC control system serving all dorms, solar window film treatment, and additional minor measures throughout campus buildings.	Fifteen years for project savings guarantee and payment of debt service	\$ 3,375,000	Designated Funds	20.00%	The savings will be guaranteed by Johnson Controls. This program will result in no cost outlay by UHV and will produce over 15 years an estimated \$3.6 million of operational and utilities cost reduction. Procurement method is the utilization of TIPS, The Interposol Purchasing System, which is a national purchasing cooperative that offers access to competitively procured purchasing contracts to its membership. TIPS is an approved procurement method for public higher education in Texas.
UHV	Custodial Services	Request for Proposal	TBD	To provide custodial services for all current UHV buildings and residence halls (9 academic buildings, 3 residence halls) plus future buildings.	One year agreement with up to 4 one year renewals	\$ 3,100,000	Designated Funds Auxiliary Funds	20.00%	This contract will provide savings for the campus, but will also provide greater efficiency by eliminating management of turnover, ordering supplies and equipment, and maintaining equipment.

**UNIVERSITY OF HOUSTON SYSTEM  
BOARD OF REGENTS AGENDA**

**COMMITTEE:** Finance and Administration

**ITEM:** Approval is requested to delegate authority to the Chancellor to negotiate and execute construction contracts exceeding \$1 million for projects at the University of Houston System.

**DATE PREVIOUSLY SUBMITTED:** N/A

**SUMMARY:**

Approval is requested for contracts that are expected to exceed \$1 million that are associated with construction projects at the University of Houston System as listed in the supporting documentation. Board of Regents policy 55.01.01 states that the board must approve any contract, including any amendment, extension, or renewal thereto, that results in the value of the contract exceeding \$1 million throughout the term of the contract.

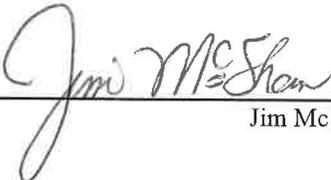
**SUPPORTING DOCUMENTATION:** Summary of Construction Contracts

**FISCAL NOTE:** See supporting documentation for value of each contract.

**RECOMMENDATION/  
ACTION REQUESTED:** Administration recommends approval of this item

**COMPONENT:** University of Houston System

\_\_\_\_\_  
**SENIOR VICE CHANCELLOR**

  
Jim McShan

\_\_\_\_\_  
**DATE**

5/1/18

\_\_\_\_\_  
**CHANCELLOR**

  
Renu Khator

\_\_\_\_\_  
**DATE**

5/18/18

University of Houston System  
 Summary of Construction Contracts Greater than \$1 Million  
 F&A Committee - May 24, 2018

Component	Project	Procurement Method	Vendor	Purpose	Amount	Funding Source	HUB Goal	Comments
UH	Science Teaching Lab Building Phase 3 Buildout	Request for Proposal	TBD	<b>Construction Contract.</b> Construction of lab buildout for the Division of Research and NSM at the UH Campus, Science Teaching Lab Building.	\$ 1,500,000	Royalty and other DOR funds	21.10%	
UH	Philip Guthrie Hoffman Hall Fire Sprinkler	Request for Proposal	TBD	<b>Construction Contract.</b> Installation of the fire sprinkler system for Philip Guthrie Hoffman Hall at the UH Campus.	\$ 2,000,000	HEAF	21.10%	State Fire Marshal deficiency remediation.
UH	Campus Wide Access Control Upgrades	Request for Proposal	TBD	<b>Construction Contract.</b> Contract for keyless access control installation related work to be performed on an as-needed basis.	\$ 5,000,000	Various	32.90%	Current contract with Stanley is expiring. This is a new procurment for a 3 year base and 2 option year term.
UH	East Garage Emergency Repairs	Sole Source	TBD	<b>Construction Contract.</b> As result of a car fire on April 26, 2018 at the East Garage, repairs will be necessary to bring it back into service.	\$ 5,000,000	Insurance	21.10%	Emergency structural repairs to critical parking structure.
UH	Katy Academic Building Parking Lot and Access Boulevard	Request for Proposal	TBD	<b>Construction Contract.</b> Contract is for construction of parking lot and access boulevard for the new Katy Academic Building. It includes all construction, design and contingency for an operable parking lot including drainage, lighting, security and signage.	\$ 4,500,000	TRB/HEAF	21.10%	
UH	Hilton S114 Kitchen Renovations	Request for Proposal	TBD	<b>Construction Contract.</b> Construction of kitchen lab for the Conrad N. Hilton College of Hotel and Restaurant Management.	\$ 1,600,000	HEAF/Revenue	21.10%	

**UNIVERSITY OF HOUSTON SYSTEM  
BOARD OF REGENTS AGENDA**

**COMMITTEE:** Finance and Administration

**ITEM:** Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for design and construction for the Melcher Life Science Renovation Project located in the Athletics District at the University of Houston.

**DATE PREVIOUSLY SUBMITTED:** N/A

**SUMMARY:**

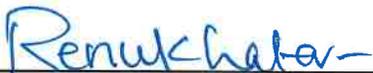
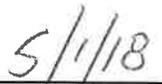
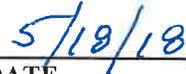
Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for an amount not to exceed \$15.75M for the Melcher Life Science Renovation Project. In the efforts to create useable space, the University has decided to fill in the pool and build-out a mezzanine area within the 2-story volume of space that will allow for an additional 27,000 GSF. The proposed tenant for approximately 18,000 GSF will be dedicated to Communication Sciences & Disorders which is currently located in the Clinical Research Services Building & Annex and Charles McElhinney. The project also includes a renovation to Health & Human Performance existing space within Garrison and Melcher. Approximately 19,000 GSF of their space does not function properly for the department's needs. As part of this project, those spaces will be identified and renovated to better serve the department.

**SUPPORTING DOCUMENTATION:** Project Budget, Timeline and Site Plan

**FISCAL NOTE:** Not to exceed \$15.75 million total project cost

**RECOMMENDATION/  
ACTION REQUESTED:** Administration recommends approval of this item

**COMPONENT:** University of Houston

<b>PRESIDENT</b>	 Renu Khator	 <b>DATE</b>
<b>SENIOR VICE CHANCELLOR</b>	 Jim McShan	 <b>DATE</b>
<b>CHANCELLOR</b>	 Renu Khator	 <b>DATE</b>

**UNIVERSITY OF HOUSTON SYSTEM  
MELCHER RENOVATION (LIFE SCIENCE PROJECT)  
SUPPORTING DOCUMENTATION**

**PROJECT BUDGET**

Construction Cost (includes FF&E and Contingency)	\$13,675,000
A/E Fees	\$1,250,000
Professional Service & Testing Fees	\$697,000
Miscellaneous	\$128,000
<b>TOTAL PROJECT COST</b>	<b><u>\$15,750,000</u></b>

**PROPOSED PROJECT SCHEDULE**

BOR Review and Approval	May 2018
Design Completion	Spring 2019
Construction Starts	Spring 2019
Completion	Summer 2020

**UNIVERSITY OF HOUSTON SYSTEM  
MELCHER RENOVATION (LIFE SCIENCE PROJECT)  
SUPPORTING DOCUMENTATION**

**SITE MAP**



University of Houston  
 Summary of Construction Contracts Greater than \$1 Million - Melcher Renovation  
 F&A Committee - March 8, 2018

Component	Project	Procurement Method	Vendor	Purpose	Amount	Funding Source	HUB Goal	Comments
UH	Melcher Renovation	RFQ	To Be Determined	<b>Design contract.</b> Design services for the renovation of the Melcher pool area and of the Health and Human Performance space at the University of Houston, Melcher Building	\$1.25M	HEAF	23.70%	Project is a Life Science Project.
UH	Melcher Renovation	CMAR	To Be Determined	<b>Construction contract.</b> Renovation of the Melcher pool area and renovation of the Health and Human Performance space at the University of Houston, Melcher Building	\$13.675M	HEAF	21.10%	Project is a Life Science Project.

UNIVERSITY OF HOUSTON SYSTEM  
BOARD OF REGENTS AGENDA

COMMITTEE: Finance and Administration

ITEM: Approval is requested to suspend the University of Houston-Victoria transportation and parking fee set to go into effect for Fiscal Year 2019.

DATE PREVIOUSLY SUBMITTED: N/A

SUMMARY:

Due to the timing of the University of Houston-Victoria cabinet review and approval, there was insufficient opportunity to get input from the shared governance process regarding this new fee.

SUPPORTING DOCUMENTATION: None

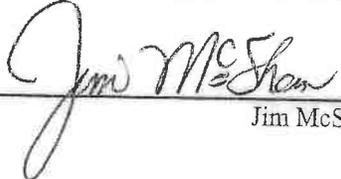
FISCAL NOTE: \$235,100 (\$100 per person per academic year)

RECOMMENDATION/  
ACTION REQUESTED: Administration recommends approval of this item

COMPONENT: University of Houston-Victoria

  
\_\_\_\_\_  
PRESIDENT Raymond V. Morgan

5/16/18  
DATE

  
\_\_\_\_\_  
SENIOR VICE CHANCELLOR Jim McShan

5/10/18  
DATE

  
\_\_\_\_\_  
CHANCELLOR Renu Khator

5/18/18  
DATE