

**SPECIAL PROVISIONS RELATING ONLY TO
STATE AGENCIES OF HIGHER EDUCATION**

(Continued)

The University of Texas Permian Basin
The University of Texas at San Antonio
The University of Texas at Tyler
Stephen F. Austin State University
Texas A&M University
Texas A&M University at Galveston
Prairie View A&M University
Tarleton State University
Texas A&M University - Central Texas
Texas A&M University - Corpus Christi
Texas A&M University - Kingsville
Texas A&M University - San Antonio
Texas A&M University - Texarkana
Texas A&M International University
East Texas A&M University
West Texas A&M University
University of Houston
University of Houston - Clear Lake
University of Houston - Downtown
University of Houston - Victoria
University of North Texas
University of North Texas at Dallas
Texas Southern University
Texas Tech University
Angelo State University
Midwestern State University
Texas Woman's University
Lamar University
Lamar Institute of Technology
Lamar State College - Orange
Lamar State College - Port Arthur
Sam Houston State University
Texas State University
Sul Ross State University, including:
Sul Ross State University Rio Grande College

2. As used in this Act, the term "health related institutions" shall mean only the following institutions:

The University of Texas Southwestern Medical Center
The University of Texas Medical Branch at Galveston
The University of Texas Health Science Center at Houston
The University of Texas Health Science Center at San Antonio
The University of Texas M.D. Anderson Cancer Center
The University of Texas Health Science Center at Tyler
The University of Texas Rio Grande Valley School of Medicine
The University of Texas at Austin Dell Medical School
Texas A&M University System Health Science Center
University of North Texas Health Science Center
Texas Tech University Health Sciences Center
Texas Tech University Health Sciences Center at El Paso
University of Houston College of Medicine
Sam Houston State University College of Osteopathic Medicine

3. "Educational and General Funds" are those funds defined in Education Code, Section 51.009(c) and General Revenue Fund appropriations.

Sec. 4. Transfer Provisions.

1. **Intercomponent Transfers.** With the approval of the respective governing board, appropriation transfers may be made among medically-related components and their associated system administration, among academic component institutions and their associated system administration, and among component technical colleges controlled by the board, and within each institution, transfers may be made between informational items of appropriation for the general

SPECIAL PROVISIONS RELATING ONLY TO STATE AGENCIES OF HIGHER EDUCATION

(Continued)

academic institutions, health centers, health science centers, medical education programs, and technical colleges regardless of whether the informational items are monies from the General Revenue Fund or local funds in character. With the approval of the system administration, transfers may be made from the Texas A&M system to the Texas A&M System Agencies or among the Texas A&M System Agencies. Transfers may not be made from medically-related components to academic components or from academic components to medically-related components except that transfers may be made from schools of medicine, nursing, pharmacy, and allied health in academic components to medically-related components and from medically-related components into the health-related programs listed above in academic components. Transfers may not be made into the informational items setting the salary rate for the president, chancellor, or for any other line-item salary shown. Nothing in this section shall authorize the transfer of appropriations from Texas A&M University System Agencies to Texas A&M University.

2. **Health to Academic Intercomponent Transfers with LBB Prior Approval.** As an exception to the provisions in Subsection 1, transfers may be made with prior approval of the Governor and Legislative Budget Board from medically-related components to general academic institutions if it does not diminish the academic programs of the medically-related component or result in increased fees to patients at the component. The systems shall furnish whatever documentation may be required by the Governor and Legislative Budget Board to assure these conditions are met.
3. **Revenue Enhancement and Transfer Notification.** The University of Texas System shall enhance local funds revenue to reduce the need for monies from the General Revenue Fund. The University of Texas System shall give 30 business days notice to the Legislative Budget Board and Governor prior to transferring local funds from any System hospital. Furthermore, notwithstanding the provisions of Subsections 1 and 2 above, The University of Texas System Board of Regents shall not transfer funds from health institutions delivering patient care if such a transfer would result in a decrease in the quality or amount of indigent patient care offered by the affected institution.
4. **Reporting of Transfers.** Any transfers made pursuant to Subsections 1, 2, and 3, whether monies from the General Revenue Fund or local funds in nature, shall be reported in the Legislative Appropriations Request for the biennium beginning September 1, 2027.
5. **Capital Construction Assistance Projects and Revenue Bond Transfers.** Notwithstanding the other provisions of this act, transfers are not prohibited to the extent they are required to comply with proceedings authorizing bonds or other obligations now outstanding or hereafter issued pursuant to law.

Sec. 5. Salary and Benefit Provisions.

1. **Prorated Salaries Authorized.** Any employees who distribute their time and duties between general administration, instruction, organized activities related to instruction, and the management of auxiliary enterprises may receive their total salary payments in proportionate parts from such activities and from the appropriated or available funds therefore.
2. **President Salaries.** Out of the educational and general funds appropriated to the general academic institutions, community colleges, health centers, health science centers, and medical education programs, an amount not to exceed \$65,945 in fiscal year 2026 and \$65,945 in fiscal year 2027 may be expended for the salary of a president. All presidents may receive in addition to the above amounts a house, utilities, and/or supplement from institutional funds. If a house owned by the institution, center, or program is not available, an amount not to exceed \$7,200 per year from the appropriation to the institution, center, or program, and additional amounts from institutional funds where required, may be provided in lieu of house and utilities.
3. **Chancellor Salaries.** Out of the funds appropriated, transferred, or contracted to the system offices and community colleges, an amount not to exceed \$70,231 in fiscal year 2026 and \$70,231 in fiscal year 2027 may be expended for the salary for a chancellor. All chancellors may receive in addition to the above amounts a house, utilities, and/or supplement from institutional funds. If a system owned house is not available, an amount not to exceed \$7,200 per year from the system office appropriation and additional amounts from private and institutional funds where required may be provided in lieu of house and utilities.

TEXAS A&M UNIVERSITY - TEXARKANA
(Continued)

3. **Scholarship Match.** Out of the funds appropriated above, funds may be used to provide a match for funds collected by a two dollar per semester credit hour fee for a student endowment scholarship and internship program adopted by student referendum, pursuant to Education Code, Section 56.242.
4. **Expansion Funding - Texas A&M University - Texarkana.** It is the intent of the legislature that non-formula General Revenue operations funding in Strategy C.1.3, Expansion Funding for Texas A&M University - Texarkana will be phased out by one-fourth over the four biennia following the biennium the institution reaches 6,000 full-time student equivalents.
5. **Student Success Program.** Out of funds appropriated to Texas A&M University - Texarkana in Strategy C.1.5, Student Success Program, \$497,508 from the General Revenue Fund in fiscal year 2026 and \$497,508 from the General Revenue Fund in fiscal year 2027 will be used for the Student Success Program.
6. **Nursing Program.** Out of funds appropriated to Texas A&M University - Texarkana in Strategy C.1.2, Nursing Program, \$955,305 from the General Revenue Fund in fiscal year 2026 and \$955,305 from the General Revenue Fund in fiscal year 2027 will be used for the Nursing Program.
7. **Better East Texas Initiative.** Out of funds appropriated to Texas A&M University - Texarkana in Strategy C.2.1, Better East Texas Initiative, \$6,610,000 from the General Revenue Fund in fiscal year 2026 and \$6,610,000 from the General Revenue Fund in fiscal year 2027 will be used for the Better East Texas Initiative.

UNIVERSITY OF HOUSTON SYSTEM ADMINISTRATION

	For the Years Ending	
	August 31, 2026	August 31, 2027
Method of Financing:		
General Revenue Fund	\$ 69,836,780	\$ 69,836,780
License Plate Trust Fund Account No. 0802, estimated	\$ 11,238	\$ 11,238
Total, Method of Financing	<u>\$ 69,848,018</u>	<u>\$ 69,848,018</u>
Items of Appropriation:		
1. Educational and General State Support	\$ 69,848,018	\$ 69,848,018
Grand Total, UNIVERSITY OF HOUSTON SYSTEM ADMINISTRATION	<u>\$ 69,848,018</u>	<u>\$ 69,848,018</u>

This bill pattern represents an estimated 81.6% of this agency's estimated total available funds for the biennium.

1. **Informational Listing of Appropriated Funds.** The appropriations made above for Educational and General State Support are subject to the special and general provisions of this Act and include the following amounts for the purposes indicated.

Number of Full-Time-Equivalents (FTE)-Appropriated Funds	42.9	42.9
A. Goal: INSTRUCTION/OPERATIONS Provide Instructional and Operations Support.		
A.1.1. Strategy: SYSTEM OFFICE OPERATIONS	\$ 1,468,759	\$ 1,468,759
B. Goal: INFRASTRUCTURE SUPPORT Provide Infrastructure Support.		
B.1.1. Strategy: UH CCAP REVENUE BONDS University of Houston Capital Construction Assistance.	\$ 21,964,102	\$ 21,964,102

UNIVERSITY OF HOUSTON SYSTEM ADMINISTRATION
(Continued)

B.1.2. Strategy: UH CLEAR LAKE CCAP REVENUE BONDS		
University of Houston Clear Lake Capital Construction.	9,263,432	9,263,432
B.1.3. Strategy: UH DOWNTOWN CCAP REVENUE BONDS	9,553,500	9,553,500
University of Houston Downtown Capital Construction.		
B.1.4. Strategy: UH VICTORIA CCAP REVENUE BONDS	7,748,050	7,748,050
University of Houston Victoria Capital Construction.		
B.1.5. Strategy: UH SYSTEM CCAP REVENUE BONDS	<u>8,850,175</u>	<u>8,850,175</u>
University of Houston System Capital Construction Assistance.		
Total, Goal B: INFRASTRUCTURE SUPPORT	\$ 57,379,259	\$ 57,379,259
C. Goal: NON-FORMULA SUPPORT		
Provide Non-formula Support.		
C.1. Objective: INSTRUCTIONAL SUPPORT		
C.1.1. Strategy: TEACHER PREPARATION PROGRAM	\$ 1,000,000	\$ 1,000,000
C.1.2. Strategy: KATY EXPANSION	<u>10,000,000</u>	<u>10,000,000</u>
Total, Goal C: NON-FORMULA SUPPORT	\$ 11,000,000	\$ 11,000,000
Grand Total, UNIVERSITY OF HOUSTON SYSTEM ADMINISTRATION	\$ 69,848,018	\$ 69,848,018
Object-of-Expense Informational Listing:		
Salaries and Wages	\$ 2,664,291	\$ 2,664,291
Other Personnel Costs	1,581,821	1,581,821
Faculty Salaries (Higher Education Only)	6,500,000	6,500,000
Debt Service	34,629,121	34,629,121
Other Operating Expense	<u>24,472,785</u>	<u>24,472,785</u>
Total, Object-of-Expense Informational Listing	\$ 69,848,018	\$ 69,848,018
Estimated Allocations for Employee Benefits and Debt Service Appropriations Made Elsewhere in this Act:		
<u>Employee Benefits</u>		
Retirement	\$ 152,055	\$ 168,505
Group Insurance	346,403	374,115
Social Security	<u>110,644</u>	<u>116,840</u>
Total, Estimated Allocations for Employee Benefits and Debt Service Appropriations Made Elsewhere in this Act	\$ 609,102	\$ 659,460

- 2. Governing Board.** Out of the funds appropriated above, an amount not to exceed \$175,000 in each year of the biennium shall be for all expenses associated with the governing board's duties including, but not limited to: travel, entertainment, lodging, and expenses of state employees who provide services for the governing board.

A separate record of the board's expenditures shall be kept and retained in the same manner as the fiscal records of the institution(s) the board governs. No funds may be used for the governing board's expenses except for the specific amounts designated above. Funds appropriated for the governing board's expenses may be used for any other purpose covered by this Act.

- 3. Aircraft Authorized.** The University of Houston System Administration is authorized to acquire, operate and maintain, including replacing, one passenger airplane. Such airplane should be acquired by gift, if possible, but may be acquired by purchase subject to the authority under Government Code, Chapter 2205. All costs of acquisition, operation and maintenance, including replacement, shall be paid for out of institutional funds. In the event that a temporary need arises, the University of Houston may expend institutional funds for the lease or rental of an aircraft on an as-needed basis.

- 4. Teacher Preparation Program.** Out of funds appropriated to the University of Houston System in Strategy C.1.1, Teacher Preparation Program, \$1,000,000 from the General Revenue Fund in

UNIVERSITY OF HOUSTON SYSTEM ADMINISTRATION

(Continued)

fiscal year 2026 and \$1,000,000 from the General Revenue Fund in fiscal year 2027 will be used to support the Teacher Preparation Program, which is a partnership between the University of Houston System institutions and participating Houston-area school districts.

5. **Katy Expansion.** Out of funds appropriated above in Strategy C.1.2, Katy Expansion, \$10,000,000 from the General Revenue Fund in fiscal year 2026 and \$10,000,000 from the General Revenue Fund in fiscal year 2027 shall be used for supporting the migration and expansion of existing programs at the University of Houston at Katy instructional site. Any unexpended balances as of August 31, 2026, are appropriated for the same purpose for the fiscal year beginning September 1, 2026.