

Texas Southern University
Fiscal Year 2025-2026
Operating Budget

Source of Funds	FY 2025	FY 2025r	FY 2026	Change (pos/neg)	
Operating Budget	Amended Budget	Amended Budget	Proposed	Dollars	Percent
State Appropriations	111,318,682.00	\$111,318,642.00	\$120,734,729.00	9,416,087.00	8% See notes a,b and c
Tuition and Fees	71,207,148.69	\$75,890,893.17	\$69,806,429.00	(6,084,464.17)	-8% grad vs undergrad credit production
Auxiliary Funds	29,661,227.60	\$21,693,566.48	22,771,378.00	1,077,811.52	5%
All Other Funds	52,613,711.88	\$55,897,628.51	33,482,640.00	(22,414,988.51)	-40% See notes i and j
Total Operating Funds	264,800,770.17	264,800,730.16	246,795,176.00	(18,005,554.16)	-7%
Grants (Research)	52,380,379.00	52,380,379.00	180,000,000.00	127,619,621.00	244% See note d
Capital Funds	-		130,000,000.00	130,000,000.00	See note g
Total Sources of Revenue	317,181,149.17	317,181,109.16	556,795,176.00	239,614,066.84	76%
Uses of Funds					
Operations					
Salaries and Benefits	118,785,184.93	118,813,332.19	116,863,995.00	1,949,337.19	2%
General Operating	81,389,506.54	76,856,525.97	84,818,844.00	(7,962,318.03)	-10% See note k
Debt Service - Interest	12,716,900.00	6,011,900.00	5,637,650.00	374,250.00	6% represents interest on debt
Scholarships	18,397,868.51	22,992,834.11	32,395,879.00	(9,403,044.89)	-41% See note l
Utilities	6,584,731.67	6,494,599.38	5,783,142.00	711,457.38	11%
Total Operational Uses of Funds	237,874,191.65	231,169,191.65	245,499,510.00	(14,330,318.35)	-6%
Grants (Research)	52,380,379.00	52,380,379.00	180,000,000.00	(127,619,621.00)	-244%
Debt Service - Principal		6,705,000.00	7,025,000.00	(320,000.00)	-5% represents principal on debt
Capital Funds	63,270,528.10	63,270,528.10	86,469,323.00	(23,198,794.90)	-37% See notes a,d and e
Total Uses of Funds	353,525,098.75	353,525,098.75	518,993,833.00	(165,468,734.25)	-47%
Net Increase/(Decrease) in Operational Source:	26,926,578.52	33,631,538.51	1,295,666.00	(32,335,872.51)	See note m
Net Increase/(Decrease) in Total Sources and U	(36,343,949.58)	(36,343,989.59)	37,801,343.00	74,145,332.59	

Budget Summary Notes

- Major changes in budget development from FY24 to FY25
- a) FY26 state appropriations includes \$12,500,000 in capital funding for aviation enhancement and Law School study
 - b) FY26 state appropriations includes an additional \$664,787 funding for pharmacy.
 - c) FY26 budget includes a \$8.6M reduction in recurring formula funding.
 - d) FY26 grant budget includes the life budget for all projected grants not just the annual amount. Indirect Cost Revovory is the revenue the university keeps from Grants and is estimated at \$794K in FY26 budget (under) All Under Funds.
 - e) FY26 HEF funding carryover balance is expected to be \$36M. With the new appropriated amount, the total HEF funds available will be \$48M. The budget includes spending \$26.7M of the HEF funds.
 - f) FY26 includes \$32.4M in CCAP construction projects
 - g) FY26 capital revenues includes \$130M in new debt for the Towers renovation and new housing
 - h) FY26 budget contains \$6.25M in contingency funds
 - i) FY25 All Other Funds revenue included \$12M in settlement funds to be received. Funds actually received at the end of FY24. Should have been reduced in budget amendment.
 - j) FY25 Budget included \$8M in donations to aviation program
 - k) FY24 budget materially understated depreciation
 - l) FY26 budget includes \$3.9M in additional state scholarships not awarded in FY25.
 - m) The material variance in the Net Increase/(Decrease) in Operational Sources and Uses is primarily due to the following: a) Tower revenue and material donation in FY25 (\$20M), understatement of depreciation and Texas Grant in scholarsips in FY25 (\$22M) and the reduction in recurring formula funding.