



**AGENDA
FOR MEETING OF
THE UNIVERSITY OF TEXAS SYSTEM
BOARD OF REGENTS**

**August 21-22, 2013
Austin, Texas**

	Board Meeting	Page
<u>AUGUST 21, 2013</u>		
CONVENE THE BOARD IN OPEN SESSION TO CONSIDER AGENDA ITEMS	3:30 p.m.	
1. U. T. System Board of Regents: Annual Meeting with Officers of the U. T. System Faculty Advisory Council	Report/Discussion <i>Donald Molony, M.D.</i>	5
RECESS	4:15 p.m.	
<u>AUGUST 22, 2013</u>		
RECONVENE THE BOARD IN OPEN SESSION TO CONSIDER AGENDA ITEMS	8:30 a.m.	
2. U. T. System Board of Regents: Introduction of new Board members and Invited Guests	8:31 a.m. Introductions	
3. U. T. System Board of Regents: Chairman's announcement of interim Committee appointments	8:50 a.m.	
4. U. T. System Board of Regents: Approval of Consent Agenda items and referral of any items to the full Board or to Committee	9:00 a.m.	6
5. U. T. System Board of Regents: Student visual arts display	9:05 a.m. Presentation <i>Dr. Reyes</i>	7
6. U. T. System: Update on Framework for Advancing Excellence throughout The University of Texas System: Action Plan	9:15 a.m. Report <i>Chancellor Cigarroa</i>	8
7. U. T. System: Comments on new institution in South Texas	9:45 a.m. Report <i>Chancellor Cigarroa</i>	9
8. U. T. System Board of Regents: Report and recommendations from the Advisory Task Force on Best Practices Regarding University Affiliated Foundation Relationships	10:00 a.m. Action <i>Regent Pejovich</i>	10

	Board Meeting	Page
9. U. T. System Board of Regents: Report from the Task Force on Employee/Student Relationships	<i>10:10 a.m.</i> Report <i>Vice Chairman Foster</i>	11
10. U. T. System Board of Regents: Interim report from the Task Force on Engineering Education for the 21st Century	<i>10:20 a.m.</i> Report <i>Regent Cranberg</i> <i>President Daniel</i>	11
11. U. T. System Board of Regents: Legislative update for the 83rd Legislative Session and recognition of staff of Office of Governmental Relations	<i>10:40 a.m.</i> Report <i>Mr. McBee</i>	12
12. U. T. System Board of Regents: Presentation of certificate of appreciation to Executive Vice Chancellor Shine and possible additional recognition	<i>10:55 a.m.</i> Presentation	
STANDING COMMITTEE RECOMMENDATIONS AND REPORTS TO THE BOARD	<i>11:05 a.m.</i>	
RECESS TO EXECUTIVE SESSION PURSUANT TO TEXAS GOVERNMENT CODE, CHAPTER 551 (working lunch)	<i>11:30 a.m.</i>	
1. Deliberations Regarding the Purchase, Exchange, Lease, Sale, or Value of Real Property – Section 551.072		
2. 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. Permian Basin: Discussion and appropriate action regarding legal issues related to the Estate of Mrs. Cristeena Meyer		
3. 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	<i>Dr. Safady</i>	
b. U. T. San Antonio: Discussion and appropriate action regarding proposed negotiated gifts with potential naming features	<i>Dr. Safady</i>	
c. U. T. Tyler: Discussion and appropriate action regarding proposed negotiated gifts with potential naming features	<i>Dr. Safady</i>	
d. U. T. M. D. Anderson Cancer Center: Discussion and appropriate action regarding proposed negotiated gifts with potential naming features	<i>Dr. Safady</i>	

	Board Meeting	Page
4. Personnel Matters Relating to Appointment, Employment, Evaluation, Assignment, Duties, Discipline, or Dismissal of Officers or Employees – Section 551.074		
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 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 2014		
c. U. T. System Board of Regents: Discussion regarding individual personnel matters associated with the organization of the Board of Regents and the election of officers		
5. Deliberation Regarding Security Devices or Security Audits – Section 551.076		
U. T. System Board of Regents: Discussion and appropriate action regarding safety and security issues, including security audits and the deployment of security personnel and devices	<i>Dr. Kelley Mr. Heidingsfield</i>	
RECONVENE IN OPEN SESSION TO CONSIDER ACTION, IF ANY, ON EXECUTIVE SESSION ITEMS AND TO CONSIDER AGENDA ITEMS	<i>4:15 p.m. approximately</i>	
13. U. T. System: Approval of the nonpersonnel aspects of the operating budgets for Fiscal Year 2014, 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 Available University Funds allocation for strategic priorities in information technology and campus support for U. T. System	Action <i>Chancellor Cigarroa</i>	13
and		
14. U. T. System: Discussion and appropriate action regarding personnel aspects of the U. T. System Administration operating budget for Fiscal Year 2014	Action <i>Vice Chairman Foster Vice Chairman Hicks Regent Stillwell</i>	38
15. U. T. System Board of Regents: Possible election of Board Officers	Action	
ADJOURN	<i>5:00 p.m. approximately</i>	

1. **U. T. System: 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 accomplishments of the Council and plans for the future following the agenda below. Council members scheduled to attend are:

Chair: Donald Molony, M.D., U. T. Health Science Center - Houston, Internal Medicine

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

Chair Elect: Elizabeth Heise, Ph.D., U. T. Brownsville, Chemistry and Environmental Sciences

AGENDA

1. Introductions
2. Chairperson's report and overview, including concerns and priorities for 2013-2014
3. Standing Committee presentation

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.

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

RECOMMENDATION

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

5. **U. T. System: Student visual arts display**

PRESENTATION

Artwork from Ms. Samantha Ortega, a student at U. T. Austin, will be displayed at the meeting.

6. **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. His update will showcase campus-level advancement of the Framework goals and how those advancements are providing excellent resources to enhance their educational mission.

7. **U. T. System: Report on new institution in South Texas**

REPORT

Chancellor Cigarroa will provide comments on the new University of Texas System institution in South Texas. A video presentation will be made at the meeting.

8. **U. T. System Board of Regents: Report and recommendations from the Advisory Task Force on Best Practices Regarding University Affiliated Foundation Relationships**

REPORT AND RECOMMENDATIONS

Task Force Chairman Pejovich will report on the work of the Advisory Task Force on Best Practices Regarding University Affiliated Foundation Relationships and make recommendations for Board consideration.

BACKGROUND INFORMATION

On November 15, 2012, Chairman Powell created this Advisory Task Force and charged the Task Force with the following:

- a. Making recommendations to the U. T. System Board of Regents to assure that relationships between U. T. System institutions and the U. T. System and affiliated foundations are optimally structured to serve as a national model for public universities for the best management, compliance, and oversight practices.
- b. Reviewing issues concerning best patterns for interactions with separately incorporated legal entities set up to benefit the U. T. System or one or more U. T. System institutions or operations.

Regent Pejovich provided a brief update on the Task Force's work at the Board's May 9, 2013 meeting. The Task Force met 12 times, conducted interviews, and worked to draft the report. The U. T. System presidents and their affiliated foundation representatives had an opportunity to review and comment on the report in draft.

If approved, the Task Force's recommendations will be effected through the Regents' *Rules and Regulations*, presented to the Board for approval, and implemented through U. T. System policies.

9. **U. T. System Board of Regents: Report from the Task Force on Employee/Student Relationships**

REPORT

Task Force Chairman Foster will report on the activities of the Task Force on Employee/Student Relationships.

BACKGROUND INFORMATION

Vice Chairman Foster provided a brief update on the work of the Task Force at the Board's May 9, 2013 meeting.

10. **U. T. System Board of Regents: Interim report from the Task Force on Engineering Education for the 21st Century**

REPORT

Regent Cranberg and U. T. Dallas President Daniel, Co-Chairmen of the Task Force on Engineering Education for the 21st Century, will provide an interim report on the work of the Task Force.

BACKGROUND INFORMATION

Regent Cranberg provided a brief update on the work of the Task Force at the Board's May 9, 2013 meeting.

11. **U. T. System Board of Regents: Legislative update for the 83rd Legislative Session and recognition of staff of Office of Governmental Relations**

REPORT

Vice Chancellor McBee will provide an update on the 83rd Texas Legislature, Regular Session, and Chairman Powell and Chancellor Cigarroa will recognize staff from the U. T. System Office of Governmental Relations.

13. **U. T. System: Approval of the nonpersonnel aspects of the operating budgets for Fiscal Year 2014, 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 Available University Funds allocation for strategic priorities in information technology and campus support for U. T. System**

RECOMMENDATION

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 2014, 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 Pages 17 - 37:

- Fiscal Year 2014 Operating Budget
- Fiscal Year 2014 Library, Equipment, Repair and Rehabilitation (LERR) Budget
- Fiscal Year 2014 allocation of the Science and Technology Acquisition and Retention (STARs) Program
- Allocations in support of strategic priorities for U. T. System

It is requested that Permanent University Fund (PUF) Bond Proceeds in the amount of \$30 million be appropriated directly to the institutions to fund LERR Projects for Fiscal Year 2014.

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 \$17.49 million of Available University Funds (AUF) be authorized to fund strategic priorities for U. T. System. The two strategic priorities and related allocations are:

1. Information Technology
 - a. Continuance of U. T. System Information Security Compliance staffing in an amount estimated not to exceed \$1.05 million annually from AUF. Funding provided by the U. T. System Board of Regents at the November 10, 2011, meeting was for one year only. Future funding will be incorporated into the annual operating budget for U. T. System Administration.
2. Campus Support
 - a. \$15 million of AUF funded in Fiscal Year 2014 for additional support of a single instance of a PeopleSoft HR/Finance system at eight academic institutions and U. T. System Administration.
 - b. \$1.44 million of AUF funded in Fiscal Year 2014 for advance security, audit vault and database firewall, software license, and program support fees related to the implementation of the PeopleSoft HR/Finance system.

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" was provided to all Regents prior to the meeting and is available online at <http://www.utsystem.edu/board-of-regents/meetings/board-meeting-2013-08-21>.

The appropriation of PUF Bond Proceeds will be presented in the Fiscal Year 2014 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. The allocation of PUF Bond Proceeds for the U. T. System strategic priorities are also subject to the LERR budget rules. 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 the next page. 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 4b on Page 4).

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

Additional PUF Debt Capacity	\$0.0	\$105.0	\$105.0	\$105.0	\$105.0	\$105.0	\$105.0	\$105.0
Cumulative PUF Debt Capacity	\$0.0	\$105.0	\$210.0	\$315.0	\$420.0	\$525.0	\$630.0	

Available University Fund Operating Statement Forecast Data (\$ Millions)	Actual	Actual	Projected						
	FY 11	FY 12	FY 13	FY 14	FY 15	FY 16	FY 17	FY 18	FY 19
PUF Distribution Amount	\$506.4	\$575.5	\$644.3	\$689.4	\$651.8	\$702.3	\$759.1	\$815.4	\$876.1
Surface & Other Income	16.4	24.0	25.2	24.5	24.5	24.5	24.5	24.5	24.5
Divisible Income	522.8	599.5	669.5	713.9	676.3	726.8	783.6	840.0	900.6
UT System Share (2/3)	348.5	399.7	446.3	475.9	450.9	484.6	522.4	560.0	600.4
AUF Interest Income	3.7	3.2	2.5	2.3	2.5	2.5	3.1	4.5	6.5
Income Available to U.T.	352.3	402.8	448.8	478.2	453.4	487.1	525.5	564.5	606.9
TRANSFERS:									
UT Austin Excellence Funds (45%)	(157.7)	(178.5)	(199.3)	(215.2)	(204.0)	(219.2)	(236.5)	(254.0)	(273.1)
PUF Debt Service *	(85.8)	(98.5)	(135.9)	(163.7)	(176.4)	(177.0)	(199.1)	(212.3)	(225.4)
System Administration	(31.4)	(33.6)	(39.1)	(41.3)	(44.8)	(46.3)	(47.7)	(49.1)	(50.6)
UT Medical Education	-	-	(8.0)	(17.0)	(25.0)	(25.0)	(25.0)	(25.0)	(25.0)
Other **/**	(87.0)	(105.4)	(27.5)	(26.6)	(23.6)	(23.6)	(23.6)	(11.1)	(11.1)
Net Surplus/(Deficit)	(9.6)	(13.2)	39.1	14.4	(20.4)	(4.0)	(6.3)	13.1	21.7
Ending AUF Balance - System	90.3	77.1	116.2	130.6	110.2	106.2	99.9	113.0	134.7
PUF Debt Service Coverage	4.11:1	4.09:1	3.30:1	2.92:1	2.57:1	2.75:1	2.64:1	2.66:1	2.69:1
Unused Constitutional Limit	479.4	603.3	672.7	494.5	449.3	418.1	501.8	597.3	696.0

* 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 2013 includes \$1.06 million for IT Network Bandwidth/Office of Telecommunications, \$12.5 million additional funding for the U. T. Horizon Fund, \$8 million for tuition offsets, \$4 million for the TIME initiative, \$1 million for campus safety initiatives and \$942,000 to fund Collegiate Recovery Programs.

*** Other for FY 2014 includes \$1.06 million for IT Network Bandwidth/Office of Telecommunications, \$15 million for additional support for PeopleSoft HR/Finance, \$8 million for tuition offsets, \$1.44 million for additional IT support for PeopleSoft HR/Finance, and \$1.05 million for Information Security Compliance.

The University of Texas System Fiscal Year 2014 Operating Budget

U. T. System Board of Regents' Meeting
August 2013

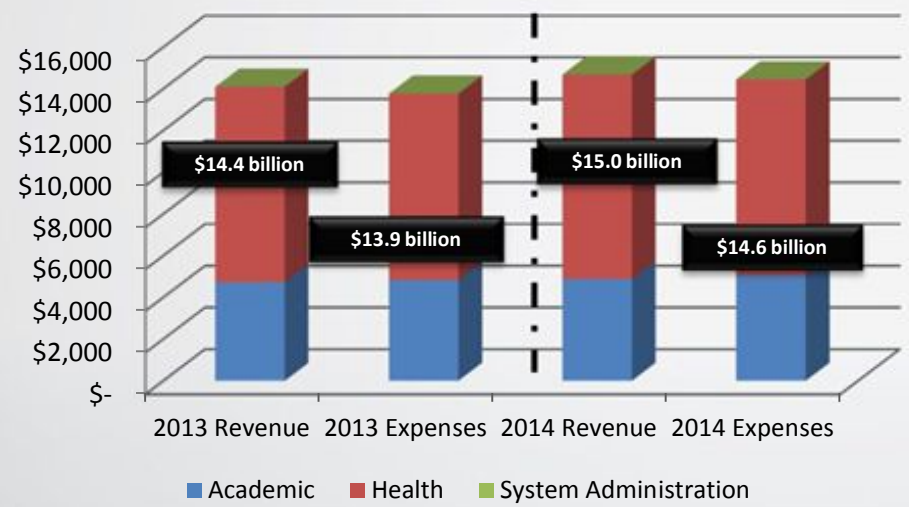


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Budget Highlights

Total Budgeted Revenue and Expenses FY 2013 and FY 2014



Budgeted Revenue
 FY 2014 - \$15.0 billion
 \$616 million more than FY 2013
 4.3% more than FY 2013

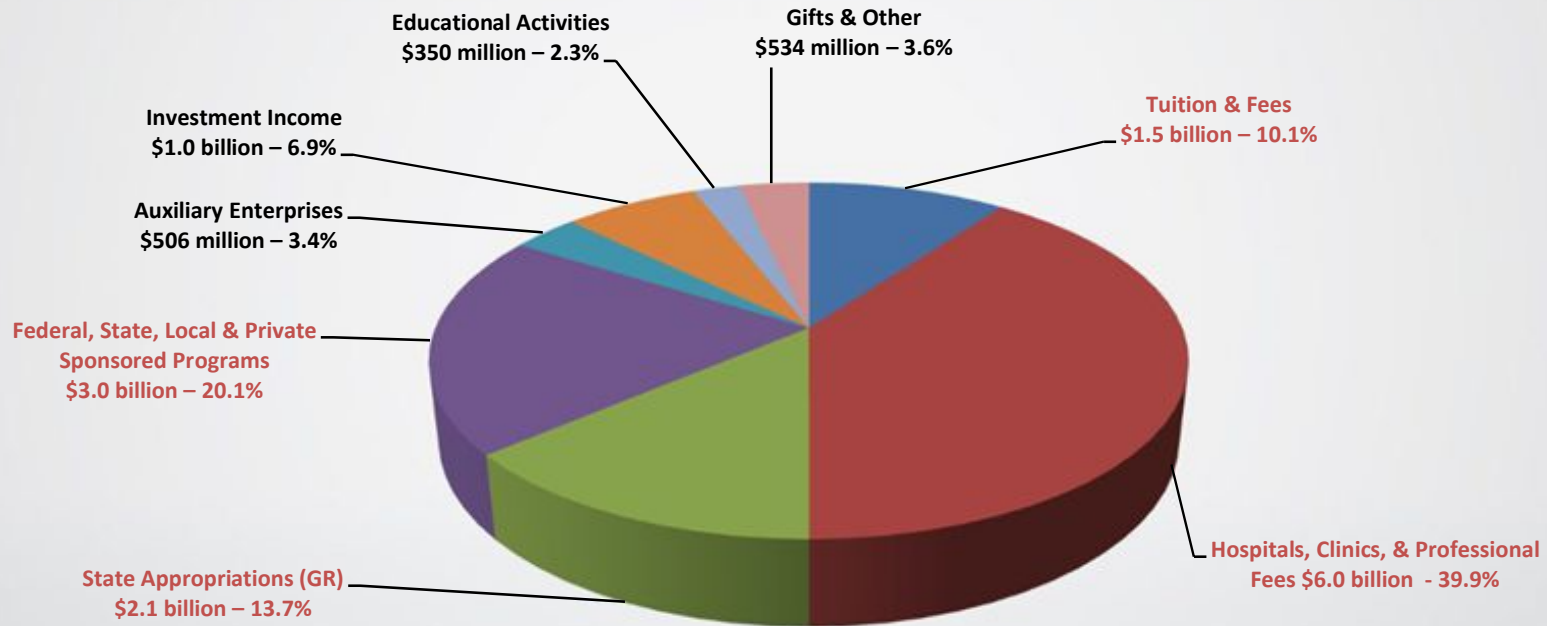
Major Drivers (in millions)
 -State Appropriations - \$162
 -Sales and Services of Hospital and Clinics - \$157
 -Professional Fees - \$123

Budgeted Expenses
 FY 2014 - \$14.6 billion
 \$690 million more than FY 2013
 5.0% more than FY 2013

Major Drivers (in millions)
 -Instructional/Academic Support - \$220
 -Hospital and Clinics - \$203
 -Depreciation and Amortization - \$123

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Where the Money Comes From FY 2014



\$15.0 Billion



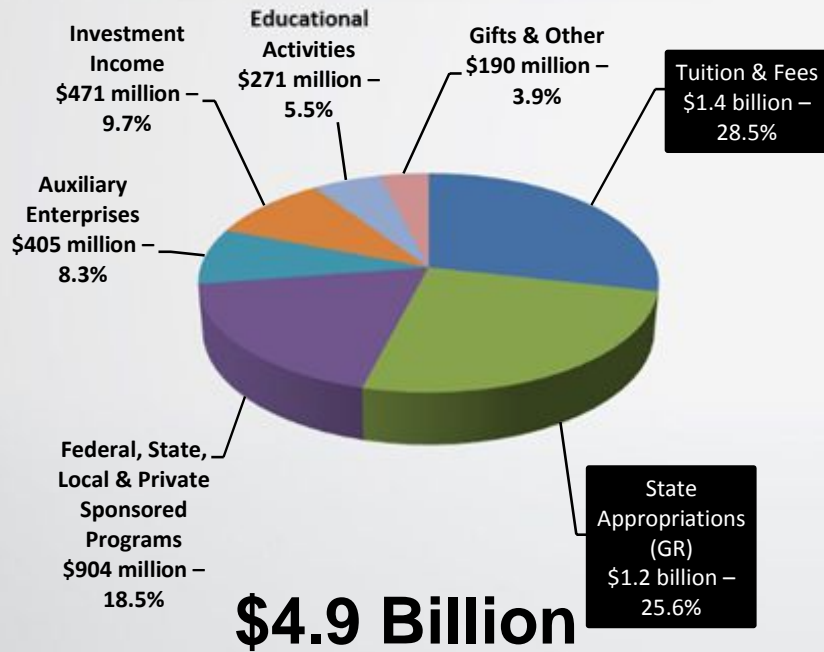
Budgeted Revenue Changes FY 2014 over 2013 (in millions)

	FY 2013 Adjusted Budget	FY 2014 Budget	Budget Increase (Decrease)	
			Amount	Percent
State Appropriations & HEAF	\$ 1,895	\$ 2,057	\$ 162	8.6%
Sales & Services of Hospital & Clinics	4,425	4,582	157	3.5%
Professional Fees	1,269	1,392	123	9.7%
Investment Income	940	1,031	91	9.7%
Other Operating Revenue	136	201	65	47.5%
Gifts	292	332	40	13.9%
Tuition & Fees	1,487	1,516	29	2.0%
Auxiliary Enterprises	479	506	27	5.6%
Sales & Services of Educational Activities	333	350	17	5.0%
State Sponsored Programs (nonoperating)	11	14	3	28.8%
State Sponsored Programs (operating)	257	259	2	0.6%
Local & Private Sponsored Programs (operating)	1,038	1,028	(10)	-1.0%
Federal Sponsored Programs (nonoperating)	319	292	(27)	-8.6%
Federal Sponsored Programs (operating)	1,486	1,422	(63)	-4.3%
Total	\$ 14,367	\$ 14,982	\$ 616	4.3%

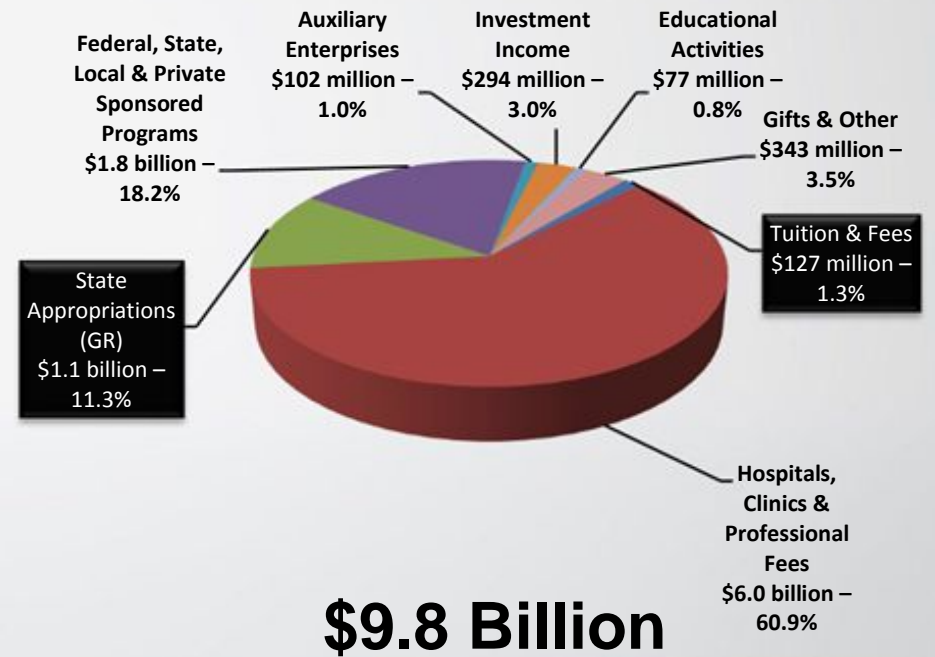


Where the Money Comes From FY 2014

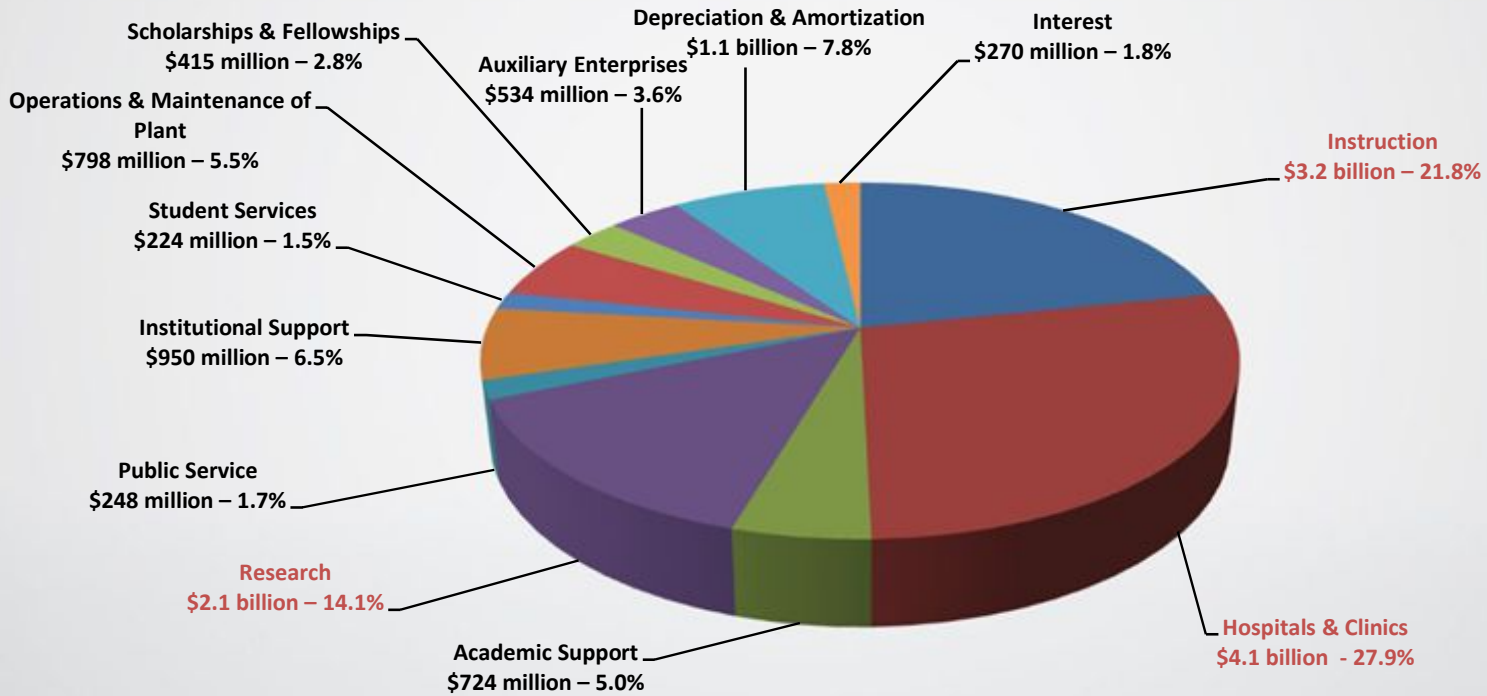
Academic Institutions



Health Institutions



Where the Money Goes FY 2014



Note: General Revenue covers 14.1% of Total Expense

\$14.6 Billion



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 August 2013
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Budgeted Expenses Changes FY 2014 over 2013 (in millions)

	FY 2013 Adjusted Budget	FY 2014 Budget	Budget Increase (Decrease)	
			Amount	Percent
Instruction & Academic Support	\$ 3,684	\$ 3,904	\$ 220	6.0%
Hospitals & Clinics	3,869	4,072	203	5.2%
Depreciation & Amortization	1,021	1,144	123	12.1%
Institutional Support	870	950	80	9.2%
Public Service	221	247	26	12.0%
Operations & Maintenance	778	798	20	2.5%
Auxiliary Enterprises	518	534	16	3.0%
Research	2,048	2,058	10	0.5%
Student Services	216	224	8	3.5%
Scholarships & Fellowships	414	415	1	0.1%
Transfers for Debt Service Interest	287	270	(17)	-5.8%
Total	\$ 13,926	\$ 14,616	\$ 690	5.0%



Budgeted Expenses - Academic Institutions (in millions)

	Fiscal Year 2013	Fiscal Year 2014	Dollar & Percent Change	
U. T. Arlington	\$ 521.6	\$ 528.7	\$ 7.1	1.4%
U. T. Austin	2,323.5	2,522.6	199.1	8.6%
U. T. Brownsville	177.1	115.8	<61.3>	<34.6%>
U. T. Dallas	494.9	540.1	45.2	9.1%
U. T. El Paso	399.2	396.8	<2.4>	<0.6%>
U. T. Pan American	249.6	259.9	10.3	4.1%
U. T. Permian Basin	64.5	61.1	<3.4>	<5.2%>
U. T. San Antonio	486.3	513.8	27.5	5.7%
U. T. Tyler	104.5	116.3	11.8	11.3%
Total Academic Institutions	\$ 4,821.2	\$ 5,055.1	\$233.9	4.9%

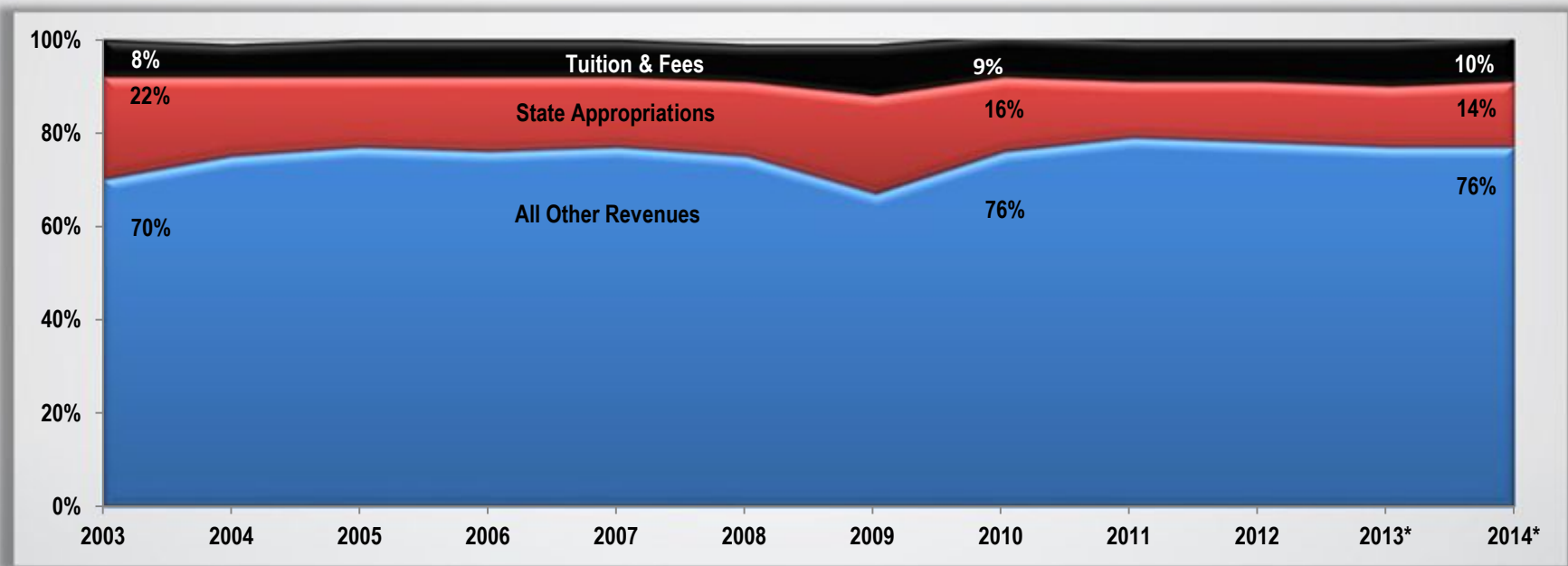


Budgeted Expenses - Health Institutions (in millions)

	Fiscal Year 2013	Fiscal Year 2014	Dollar & Percent Change	
U. T. Southwestern Medical Center	\$ 1,897.6	\$ 2,016.6	\$ 119.0	6.3%
U. T. Medical Branch - Galveston	1,616.9	1,680.9	64.0	4.0%
U. T. Health Science Center - Houston	1,003.0	1,086.7	83.7	8.3%
U. T. Health Science Center - San Antonio	762.4	763.7	1.3	0.2%
U. T. M. D. Anderson Cancer Center	3,536.6	3,691.0	154.4	4.4%
U. T. Health Science Center - Tyler	132.8	157.2	24.4	18.3%
Total Health Institutions	\$ 8,949.3	\$ 9,396.1	\$ 446.8	5.0%



Key Revenues as a Percentage of Total Revenues



Source: Exhibit B of Annual Financial Report

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

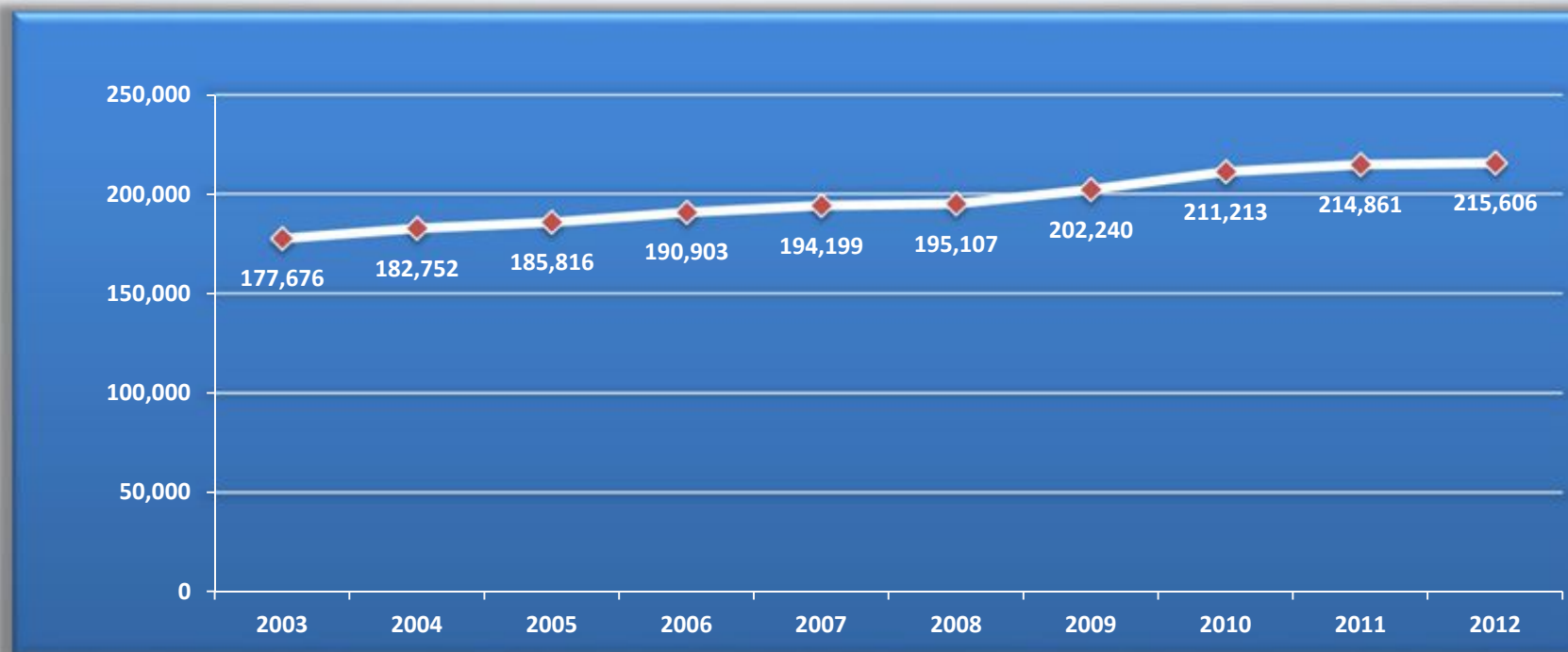
FY 2013 is based on projected year-end and FY 2014 is based on budget



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Total Enrollment Fall 2003 – 2012



27

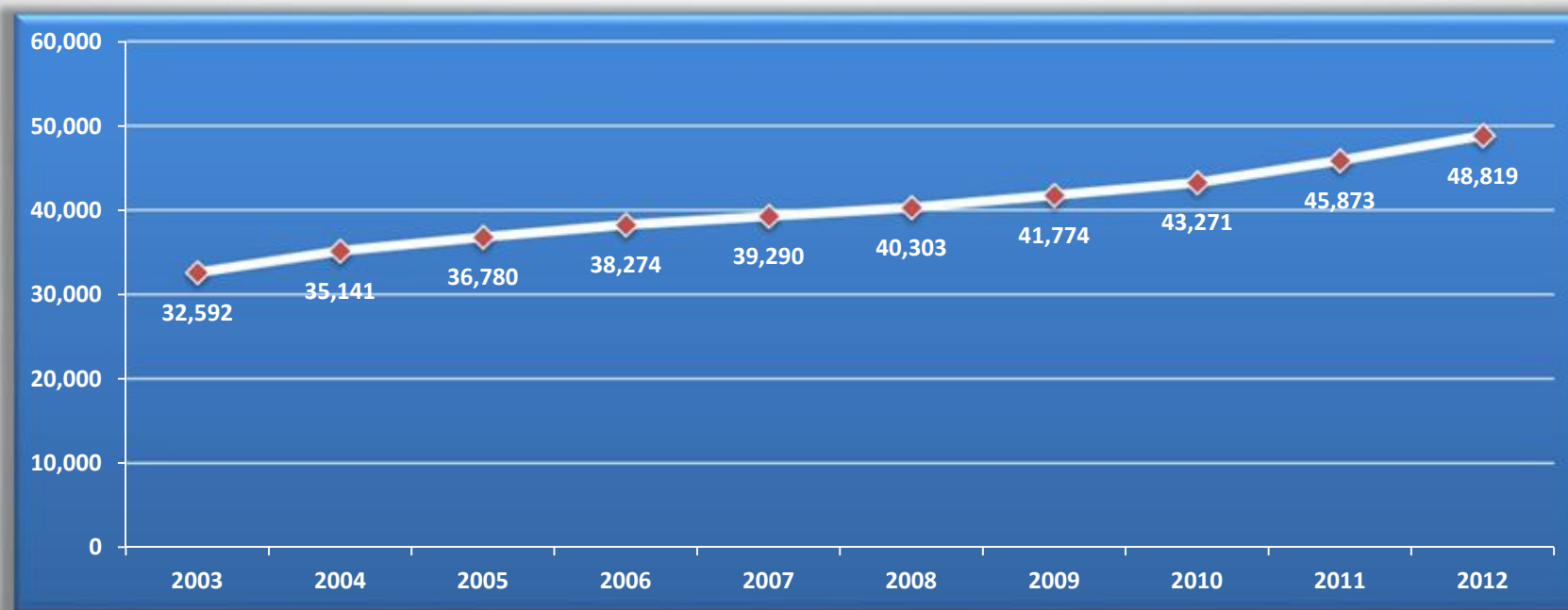
Meeting of the U. T. System Board of Regents - Meeting of the Board



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Total Degrees Awarded FY 2003 – 2012



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



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Trend of Research Expenditures Actual FY 2003 – 2012

(in millions)



29

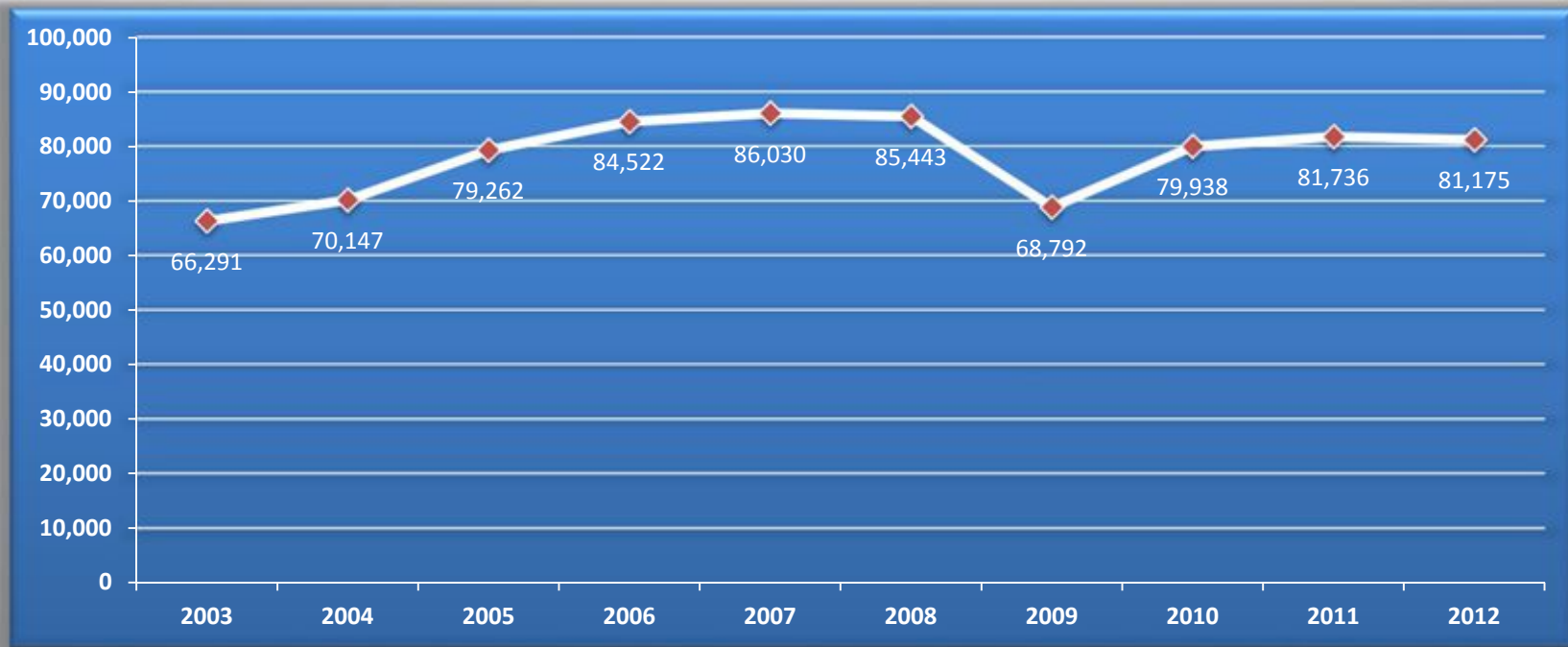
Meeting of the U. T. System Board of Regents - Meeting of the Board



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Hospital Admissions FY 2003 – 2012



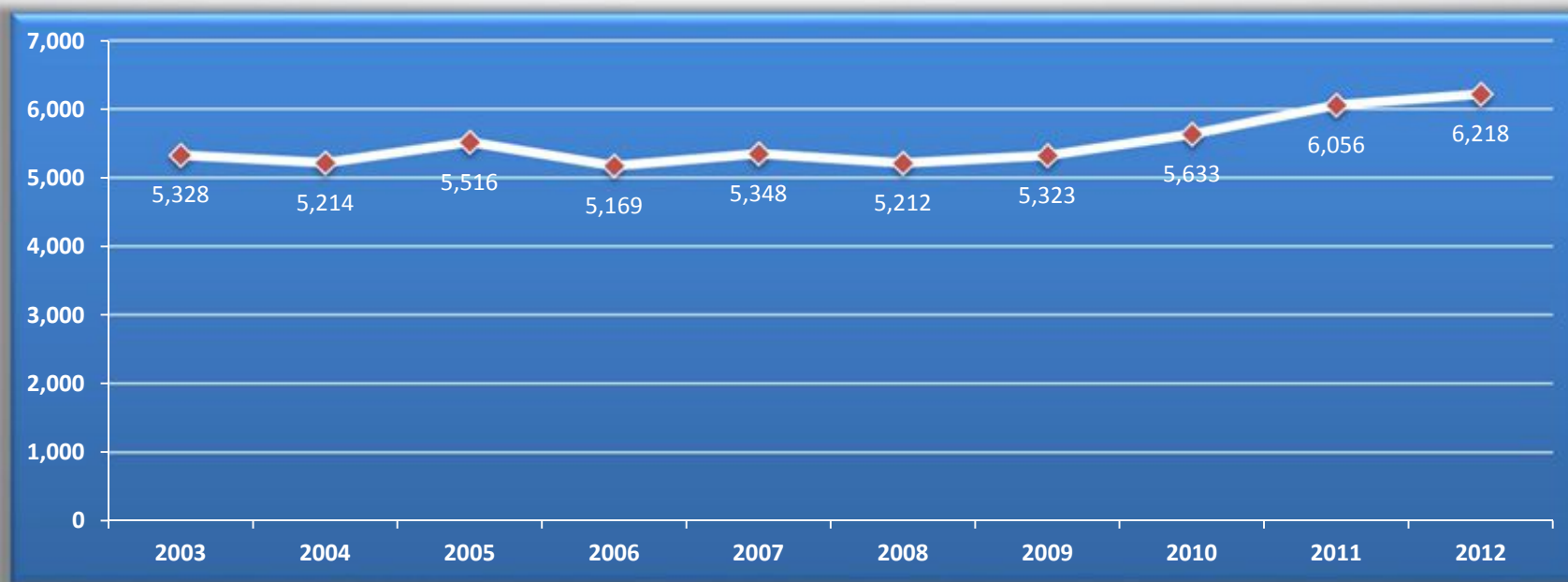
Note: Decline in FY 2009 attributable to interruption in service as a result of Hurricane Ike



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August 2013
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Outpatient Visits FY 2003 – 2012 (in thousands)



Note: U. T. Medical Branch – Galveston’s Specialty Care Center at Victory Lakes, which opened in May 2010, will continue to increase both revenue and expenses related to providing care.



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The University of Texas System Administration



U. T. System Administration

	Budget		% Change
	FY 2013	FY 2014	
FTEs	622.08	673.27	8.23%
Expenditures			
Salaries Fringes	\$ 66,552,301	\$ 75,153,072	12.92%
Maintenance and Operations, Equipment	8,903,497	9,888,774	11.07%
Travel	2,137,906	2,254,312	5.44%
Other			
Medicare Part D	12,500,000	12,500,000	0.00%
Systemwide Expenses (Tuition Offset)	-	8,000,000	n/a
Technology Costs/Information Systems	6,877,209	7,820,544	13.72%
Darrell K Royal Texas Alzheimer's Initiative	-	4,583,842	n/a
Joint Admission Medical Program	4,188,738	4,188,738	0.00%
University Lands - Damage Payments/Land Utilization Projects	3,248,725	2,898,725	-10.77%
Contracted Services - Legal/Audit/Consultant	2,956,400	2,467,530	-16.54%
System Complex Maintenance/Rent	2,433,798	2,282,300	-6.22%
Health/Academic Affairs/Technology Commercialization Initiatives	870,895	2,202,460	152.90%
South Texas Biomedical Research	-	1,402,023	n/a
Miscellaneous	2,959,337	2,861,065	-3.32%
Less Capital Outlay	(1,500,000)	(4,498,725)	199.92%
Subtotal - Other	34,535,102	46,708,502	35.25%
Depreciation	9,994,194	9,343,253	-6.51%
Subtotal	122,123,000	143,347,913	17.38%
Systemwide Software Licenses/Maintenance	16,608,137	18,047,626	8.67%
Interest Expense	77,345,259	68,711,166	-11.16%
Total Expenditures	\$ 216,076,396	\$ 230,106,705	6.49%

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





Library, Equipment, Repair and Rehabilitation



Library, Equipment, Repair and Rehabilitation FY 2014 - Total \$30 Million

Academic		Health	
U. T. Arlington	\$2,160,000	U. T. Southwestern Medical Center	\$1,830,000
U. T. Austin	\$3,710,836	U. T. Medical Branch - Galveston	\$1,875,000
U. T. Dallas	\$2,000,000	U. T. Health Science Center - Houston	\$1,870,000
U. T. El Paso	\$2,110,000	U. T. Health Science Center - San Antonio	\$1,800,000
U. T. Permian Basin	\$ 748,400	U. T. M. D. Anderson Cancer Center	\$1,829,194
U. T. San Antonio	\$2,000,000	U. T. Health Science Center - Tyler	\$1,875,000
U. T. Tyler	\$ 812,000		
Total	\$13,541,236	Total	\$11,079,194
Library Collection Enhancement Program			\$2,700,000
<u>Collaborative Project</u>			
U. T. Health Science Center - San Antonio with U. T. San Antonio			\$2,679,570
Enhancements of Infrastructure for Research in Medical Genomics and Computational Biology			





Faculty Science and Technology Acquisition and Retention (STARs) Program



Faculty STARs - FY 2014

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



14. **U. T. System: Discussion and appropriate action regarding personnel aspects of the U. T. System Administration operating budget for Fiscal Year 2014**

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 2014 as included in the previous agenda item (Item 13).

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 2014.

See the Executive Session item related to the personnel aspects of the U. T. System Operating Budgets (Item 4b on Page 4).