
LEGISLATIVE APPROPRIATIONS REQUEST

FISCAL YEARS 2026 AND 2027



Submitted to the Office of the Governor, Budget and Policy Division,
and the Legislative Budget Board

THE UNIVERSITY OF TEXAS
SOUTHWESTERN MEDICAL CENTER

October 2024

TABLE OF CONTENTS
THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER
LEGISLATIVE APPROPRIATIONS FOR FY 2026 – 2027

| | |
|---|----|
| Administrator’s Statement | 1 |
| Organizational Chart | 9 |
| Management Structure of Agency | 10 |
| Biennial Budget Overview Schedule | 13 |
| Summary of Base Request by Strategy | 14 |
| Summary of Base Request by Method of Finance | 19 |
| Summary of Base Request by Object of Expense | 28 |
| Summary of Base Request Objective Outcomes | 29 |
| Summary of Exceptional Items Request | 30 |
| Summary of Total Request by Strategy | 31 |
| Summary of Total Request Objective Outcomes | 35 |
| STRATEGY REQUEST | |
| <u>Goal 1: Provide Instructional and Operations Support</u> | |
| Objective 01: Instructional Programs | |
| Strategy 01: Medical Education | 37 |
| Strategy 02: Graduate Training in Biomedical Sciences | 41 |
| Strategy 03: Allied Health Professions Training | 44 |
| Strategy 04: Graduate Training in Public Health | 46 |
| Strategy 05: Graduate Medical Education | 48 |
| Objective 02: Operations – Staff Benefits | |
| Strategy 01: Staff Group Insurance Premiums | 50 |
| Objective 03: Operations – Statutory Funds | 52 |
| Strategy 01: Texas Public Education Grants | |

TABLE OF CONTENTS
THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER
LEGISLATIVE APPROPRIATIONS FOR FY 2026 – 2027

Goal 2: Provide Research Support

Objective 01: Research Activities
 Strategy 01: Research Enhancement 54

Objective 02: Research Activities
 Strategy 02: Performance Based Research Operations 56

Goal 3: Provide Infrastructure Support

Objective 01: Operations and Maintenance
 Strategy 01: E&G Space Support 60

Objective 02: Infrastructure Support
 Strategy 01: Capital Construction Assistance Projects Revenue Bonds 62

Goal 4: Provide Non-Formula Support

Objective 01: Residency Training Special Items
 Strategy 01: Primary Care Residency Training 64

Objective 02: Health Care Special Items
 Strategy 01: Regional Burn Care Center 66

Objective 03: Public Service Special Items
 Strategy 01: Science Teacher Access to Resources (STARS) 68

Objective 04: Institutional Support Special Items
 Strategy 01: Institutional Enhancement 71

TABLE OF CONTENTS
THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER
LEGISLATIVE APPROPRIATIONS FOR FY 2026 – 2027

| | |
|---|-----|
| Strategy 02: School of Public Health | 73 |
| Objective 05: Exceptional Item Request | |
| Strategy 01: Exceptional Item Request | 75 |
| <u>Goal 6: Tobacco Funds</u> | |
| Objective 01: Tobacco Earnings for Eminent Scholars | |
| Strategy 01: Tobacco Earnings for UT Southwestern Medical Center | 77 |
| Strategy 02: Tobacco Earnings from the Permanent Health Fund for Higher Education No. 810 | 79 |
| Exceptional Items | |
| Requested Schedule | 82 |
| Strategy Allocation Schedule | 86 |
| Strategy Request | 88 |
| Historically Underutilized Business Supporting Schedule | 90 |
| Estimated Total of All Funds Outside the General Appropriations Act Bill Pattern Schedule | 92 |
| Summary of Requests for Facilities-Related Projects | 93 |
| SUPPORTING SCHEDULES | |
| Schedule 1A: Other Educational and General Income | 94 |
| Schedule 2: Selected Educational, General and Other Funds | 97 |
| Schedule 3B: Group Health Insurance Data Elements (UT/A&M) | 99 |
| Schedule 4: Computation of OASI | 102 |
| Schedule 5: Calculation of Retirement Proportionality and ORP Differential | 103 |
| Schedule 6: Capital Funding | 104 |
| Schedule 7: Personnel | 105 |

TABLE OF CONTENTS
THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER
LEGISLATIVE APPROPRIATIONS FOR FY 2026 – 2027

| | |
|--|-----|
| Schedule 8A: Capital Construction Assistance Projects Revenue Bond Projects | 106 |
| Schedule 8B: Capital Construction Assistance Projects Revenue Bonds Projects | 107 |
| Schedule 8C: CCAP Revenue Bond Debt Services Request by Project | 108 |
| Schedule 9: Non-Formula Support | 109 |

Schedules Not Included

| | | | | |
|----------------------------|--|--------------------------------------|------------------------------|-------------------------------|
| Agency Code: 729 | Agency Name: The University of Texas Southwestern Medical Center | Prepared By: Budget Office | Date: October 2024 | Request Level: Base |
|----------------------------|--|--------------------------------------|------------------------------|-------------------------------|

For the schedules identified below, the University of Texas Southwestern Medical Center either has no information to report or the schedule is not applicable. Accordingly, these schedules have been excluded from the U.T. Southwestern Medical Center Legislative Appropriations Request for the 2026-27 biennium.

| Number | Name |
|-------------|--|
| 3.B | Rider Revisions and Additions Request |
| 3.C | Rider Appropriations and Unexpended Balance Request |
| 6.B | Current Biennium One-time Expenditure Schedule |
| 6.F | Advisory Committee Supporting Schedule |
| 6.J | Summary of Behavioral Health Funding |
| 6.K | Budgetary Impacts Related to Recently Enacted State Legislation Schedule |
| Schedule 1B | Health-Related Institutions Patient Income |
| Schedule 3A | Staff Group Insurance Data Elements (ERS) |
| Schedule 3D | Group Health Insurance Data Elements (Supplemental) |

Administrator's Statement

10/16/2024 9:39:14AM

89th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

OVERVIEW

This Legislative Appropriations Request for FY 2026-27 is developed as our state navigates ongoing global and domestic factors impacting public health and state support for UT Southwestern Medical Center (UTSW) and all its health institutions' academic, research and patient care missions. It is also predicated on a strategic assessment of the future of UTSW as an academic medical center and state support that serves as the foundation for UTSW to continue to serve Texas by educating physicians, scientists and other health care providers, and conducting cutting-edge biomedical and public health research as a viable path forward from pressing health challenges. This request is also based on careful consideration of the Legislature's priorities for higher education in Texas that impact all Health Related Institutions (HRIs). Those priorities have historically included providing resources to educate an outstanding healthcare and research workforce, and in the last decade, upon UTSW's longstanding priority of performance-based investment in biomedical research as the basis for a robust biotech industry to simultaneously expand the Texas economy while improving the quality and availability of healthcare for all Texans.

BACKGROUND & OPERATIONS

UTSW strives to deliver on the public policy goals—to educate, discover and heal—for which it was established. Leveraging the State's investment, UTSW has worked to return dividends much greater than the state support it receives, both in terms of garnering additional funding from external sources and in results it produces to advance its tripartite mission. Since its formation in 1943 in former Army barracks from the WW I era and staff of 20, UTSW has grown to a comprehensive faculty of ~3,500 and a total of ~25,300 employees occupying ~16.8M sq. ft. of space, comprising a multifaceted academic medical center that includes four schools, a robust research enterprise, healthcare for millions of patients and considerable community service. This has been accomplished with administrative expense of 2.7% in FY23, traditionally the lowest among HRIs.

Medical School & Graduate Medical Education

A young school compared to its national peers, UTSW's Medical School was again highly ranked by US News & World Report for 2023-24, 24th in Research and Top 30 in Primary Care among 193 schools in the U.S. In 2024, Bankrate.com—an independent comparison service—evaluated U.S. medical schools to determine how well they help students cut costs while providing a quality education. UTSW was ranked the #1 best value medical school, cited as “a pillar in the country for its groundbreaking research and award-winning faculty” and one of the most affordable programs for Texas residents.

As of 2024, UTSW Medical School has educated ~12,850 physicians. The 10th largest school in the U.S., UTSW has been at student capacity since the early 2000s, with an annual graduating class of ~230. In FY23, 44% of our medical school graduates entered Primary Care residency and 56% were practicing in Texas. UTSW also offers Continuing Medical Education, with more than 44,000 learning encounters provided annually.

Beyond undergraduate medical education, UTSW is home to the largest public Graduate Medical Education program in Texas and leads five of the nation's largest residency programs. UTSW trains 1,585 residents in 124 accredited Primary and Specialty care programs across North Texas. More than 29% of UTSW residents are in Primary Care, including the country's largest OB/GYN program and its Internal Medicine and Pediatrics programs that are the largest and second largest, respectively, in Texas. UTSW's 1,132 residents in non-Primary Care programs, such as Emergency Medicine and Neurosurgery, are trained in specialties with some of the greatest shortages in Texas. UTSW trains more residents in Psychiatry than any other program in the U.S. and offers the only fellowship program in Texas in seven specialty areas such as Medical Toxicology. In total, UTSW graduates ~500 physicians per year from its GME programs and in FY23, 52% remained in practice in Texas.

Administrator's Statement

10/16/2024 9:39:14AM

89th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

Graduate School of Biomedical Sciences, School of Health Professions & O'Donnell School of Public Health

UTSW's Graduate School of Biomedical Sciences and School of Health Professions are also highly regarded. The Graduate School is the largest biomedical sciences program in Texas, training ~1,300 or one in four Ph.D. students and post-doctoral fellows in the state, producing the next generation of biomedical scientists, engineers and clinical researchers. The Graduate School includes two divisions, Basic and Clinical Science, offering Ph.D. degrees in 12 areas such as Biomedical Engineering, Neuroscience and Clinical Psychology, and is ranked Top 25 by US News & World Report.

A vibrant research enterprise is essential to the education of these students—most graduate training, by necessity for practice and accreditation standards, is done working in the lab.

The School of Health Professions, with an enrollment of ~400, for 50+ years has been a leader in training students to meet needs in a range of fields with acute shortages, including Physical Therapy, Clinical Nutrition, Prosthetics-Orthotics and Physician Assistant studies, the latter consistently ranked a Top 15 program by US News & World Report. Most programs are two years in length and effectively prepare students in a variety of academic, research and health care settings, resulting in high licensure pass rates and job placement and equipping students to care for an evolving patient population.

In 2021, the 87th Legislature endorsed and appropriated matching start-up funds to establish the O'Donnell School of Public Health (OSPH). Establishing this first new school at UTSW in 50 years was a longstanding institutional strategic priority, the need for which was made even more clear by COVID-19. North Texans comprise the largest and fastest growing metro area in Texas but have had limited access to public health schools to provide guidance and the workforce needed to address public health needs. These unmet needs became apparent throughout the pandemic public health emergency as UTSW experts necessarily stepped in to develop and implement diagnostic tests and labs, treatments, vaccination programs, a regional infection forecasting model and prevalence study, among other measures, to meet our community needs and to help our region's businesses and residents plan their operations and navigate the pandemic.

In response, UTSW's public health school is established on the foundation of its core strength in research. OSPH is enabling UTSW to harness our faculty's pioneering research and institutional resources to help identify, predict and address wide-scale health problems in our state before they occur and to quickly respond to public health emergencies as they arise. Accordingly, efforts are also focused on our long-term struggles to combat chronic diseases such as Alzheimer's, obesity, heart disease, and negative social determinants of health, as it is clear the prosperity of Texans requires a commitment to providing highest levels of evidence-based guidance to optimize our community's health.

Current core expertise and newly recruited faculty have positioned UTSW to: produce a new generation of public health leaders and workforce that reflects Texas' population as students are offered training and experience in forecasting infectious diseases, advancing novel bioinformatics, data and implementation science, and other disciplines; undertake innovative and actionable research to prevent disease and improve health outcomes for all Texans; and inform public policy with usable data inclusive of the health and economic impact of public health challenges. The inaugural Master of Public Health and dual MD/MPH students enrolled in Fall 2023, and approval has been received from the Texas Higher Education Coordinating Board for the Public Health Doctoral Program, which will enroll its first class in Fall 2024.

Patient Care – Enhanced by Education & Research

Although UTSW receives no State appropriation or funding from UT System to support clinical facilities or services, we provide an enormous amount of primary and specialty care to patients from the area, and to patients referred from across Texas and the U.S. who require specialty care that only a top-ranked academic center can

Administrator's Statement

10/16/2024 9:39:14AM

89th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

provide. Annually, ~5M outpatients and 120,000 hospitalized patients, including 360,000 emergency room cases, are treated.

Patients are cared for at the UTSW owned and operated State hospital, William P. Clements Jr. University Hospital and Zale Lipshy University Hospital Pavilion. Clements University Hospital (CUH) is a state-of-the art 750-bed teaching facility expanded in 2020 to provide more operating rooms, Emergency Medicine capacity, and inpatient beds. CUH was supported by faculty who dedicated their own earnings to its construction and designed to integrate teaching and research missions while driving quality in patient care. CUH is ranked #21 among ~5,000 hospitals in the country by US News & World Report and offers more nationally ranked specialties than any other hospital in Texas. Patient satisfaction surveys put it in the top 1% of hospitals nationally. UTSW's goal is to continue pioneering a patient-centric hospital at the frontiers of science and clinical transformation—offering broad expertise from cancer and organ transplant services to cardiology and obstetrics—so Texans need never leave the state to access comprehensive care on par with world-renowned centers like the Mayo Clinic.

UTSW also works to offer the most advanced care to all patients in recognized outpatient settings including the Simmons Cancer Center, the second in Texas to secure NCI Comprehensive Cancer Center designation. UTSW is certified as the only Advanced Comprehensive Stroke Center in NTX, and access to some of the most innovative treatments is available only through clinical trials at UTSW and telehealth offered to patients across the region.

UTSW also extends its health care delivery into the community with primary and specialty care clinics located in areas to the west and north, Ft. Worth, and in 2022, opened the RedBird Outpatient Medical Center in southern Dallas, offering services—from primary care to cardiology, neurology, cancer care, imaging, sickle cell and other health issues, as well clinical trials access—to underserved areas of our city.

Significant care is also provided at our major teaching hospital partners, Parkland (one of the largest teaching hospitals in the U.S.), Children's Health (nationally ranked in 10 pediatric specialties), Texas Scottish Rite, the North Texas VA, and many other locations across the region. In 2024, UTSW and Children's Health announced a venture to construct a transformative pediatric campus in the Southwestern Medical District, including a 552-bed hospital (a 38% capacity increase) with space for expansion to meet surging demand for pediatric care, research, and training.

A clinically integrated network encompassing both UTSW faculty and community-based physicians, Southwestern Health Resources, also provides access to highest-quality, coordinated primary and specialty care with 29 hospitals and 3,000+ physicians spanning a 16-county NTX service area, encompassing 7M+ residents.

UTSW physicians provide ~\$189M in uncompensated care, 3.9% of our entire University expense. While no funding for patient care is received from the State or UT System, the success of UTSW's health system has historically generated funds, ~\$130M per year, that are reinvested to support our educational, training and research programs.

Behavioral Health – Texas Behavioral Health Center at UT Southwestern & Texas Child Mental Health Care Consortium

Texas Behavioral Health Center at UTSW – partnership with Texas Health & Human Service Commission (HHSC): Since 2021, the Legislature has appropriated funds to HHSC to partner with UTSW to design and construct the first state psychiatric hospital to serve the DFW area. UTSW broke ground in December 2022, having designed with extensive community stakeholder input, an advanced teaching hospital that will deliver cutting-edge treatments to civil and forensic patients while training behavioral health care providers and developing the next generation of therapies. The hospital located in the Southwestern Medical District will be an essential component of HHSC's plan to create a state-of-the-art mental health system to provide care to the most vulnerable Texans. The State Hospital funded through HHSC will include ~200 adult acute care inpatient beds and 92 pediatric beds (with the pediatric construction cost donated by Children's Health) and is projected to open in

729 The University of Texas Southwestern Medical Center

December 2025 and Summer 2026, respectively, pending adoption of HHSC ramp-up and operating cost appropriations requests.

Texas Child Mental Health Care Consortium (TCMHCC) – UTSW participation and role: In 2019, the Legislature established TCMHCC to expand clinical, research and educational services to meet the mental health care needs of children and adolescents in Texas. As one of the HRI members, UTSW maintains robust participation with our faculty providing the bulk of services to NTX in all five TCMHCC initiatives: Child Psychiatry Access Network; Texas Child Health Access Through Telemedicine; Community Psychiatry Workforce Expansion; Child and Adolescent Psychiatry Fellowships program; and as one of two leads in TCMHCC’s research initiative, which has created two statewide networks to study and improve the delivery of child and adolescent mental health services. Specifically, UTSW’s Center for Depression & Clinical Care continues to lead the multi-institutional Texas Youth Depression & Suicide Research Network with the goal of examining interventions and population health outcomes statewide to advance evidence-based care for depression and suicide.

TCMHCC also supports the UTSW-led partnership with HRIs statewide to implement the voluntary school-based Youth Aware of Mental Health program (YAM) that has operated in NTX schools since 2016 to help reach adolescents before they are in a mental health crisis. YAM is an evidence-based mental health promotion and suicide prevention program helping students to build resilience and learn to identify and seek help with depression, suicide, and other mental health needs they and their peers face that has shown significant positive outcomes—a key prevention piece that has been largely lacking in statewide efforts.

Research – Essential to Excellence in Education & Patient Care

UTSW has long established a global reputation as a top research institution. Many of its faculty have achieved recognition for accomplishments in research, which is integral to excellence in education and patient care. Six UTSW faculty have been awarded the Nobel Prize. The first in 1987 for research that led to the development of cholesterol-controlling statin drugs—recognizing work performed in Texas, a first in Nobel history—and the most recent in 2013 for seminal discoveries in cellular transport systems, with applications to all organ systems. UTSW also leads Texas in having 26 faculty elected to the National Academy of Sciences—the “hall of fame” for American scientists (including two members elected in 2023), 21 in the National Academy of Medicine, and 14 Howard Hughes Medical Institute investigators out of a total 18 in Texas—three of the most objective national measures of faculty excellence.

In a significant achievement—and external validation of the strength of biomedical research in Texas—in 2023, UTSW was ranked #3 within the healthcare category internationally for publishing high-quality scientific research, according to the renowned Nature Index Annual Tables. This global listing evaluates institutions based on the number of peer-reviewed research articles published in the most prestigious scientific journals and placed UTSW above peers such as Memorial Sloan Kettering Cancer Center and Columbia University.

Heartland Forward, a new evaluation service, ranked UTSW #1 in Texas and #3 in the U.S. for commercializing new biomedical technologies. This metric evaluates an institution’s impact on industrial innovation—how a scientific discovery leads to the commercialization of new therapies. In addition, more than 12 UTSW scientists rank in the top 1% of the world’s most highly cited researchers according to Clarivate.

While we are proud of our faculty’s accomplishments, such recognition represents far more than academic accolades. Each day, Texans directly benefit from our research as discoveries made at UTSW are translated into treatments. We have 500+ basic science and translational research labs, and 1,600+ clinical trials annually, focused on improving therapies for patients suffering from many conditions, with select areas of expertise and institutional focus to remain at the forefront of medical progress in: neuroscience through the Peter O’Donnell Brain Institute, which includes the Center for Depression Research & Clinical Care and the State-funded Texas Institute for Brain Injury & Disease; Obesity, Cholesterol, Metabolism, & Diabetes; Cancer Therapeutics; Heart Disease & Stroke; and Cell & Gene Therapy.

729 The University of Texas Southwestern Medical Center

Research – State support & ROI

Major patient care breakthroughs are the culmination of years of scientific endeavor and could not happen without consistent core research State funding. UTSW is grateful that in 2021, the 87th Legislature adopted the UTSW Performance-Based Research Operations Formula as a permanent funding mechanism specific to our institution's research mission. The importance of the accountability and increased predictability of this formula funding mechanism compared to Non-Formula Support for this work cannot be overstated.

State support is essential to seeding our scientists' life-saving discoveries. It enables UTSW to maintain 47 Core Labs with specialized equipment and expertise from genetic sequencing to advanced imaging, mouse genome engineering and whole brain microscopy that researchers rely on to support their discoveries. For example, a UTSW team recently identified how reinstating a specific gene affected in mouse models with a rare form of autism restored activity in 78 more genes implicated in other forms of autism and normalized some behaviors, showing potential for gene therapy to treat autism spectrum disorder. State support remains essential as we continue to work on this and the many other diseases that afflict our population.

Research investment also pays significant economic dividends to the State. Notably, since the Legislature implemented the performance-based Research Formulas, UTSW's rate of growth in external funding has increased three-fold. In FY23, UTSW had \$708M in research with most of those funds coming from out-of-state competitive sources such as NIH. Since the UTSW Performance-Based Research Operations Formula was adopted as a pilot in 2019, UTSW implemented a Research Faculty Incentive Plan that in 5 years has increased UTSW's ROI on every \$1 appropriated for research to more than 9:1 in external funds brought to Texas—a remarkable total increase of \$197M or 43% that correlates with implementation of the new performance formula. UTSW discoveries have also led to the creation of 98 biotech companies, raising \$5.7B and creating \$2.1B invested in Texas, and 1,299 technology license deals, resulting in ~\$308M in licensing revenue to date.

The conversion of UTSW's Performance-Based Research Operations Formula to a standing, accountable formula funding source enables UTSW to consistently and exponentially capitalize on the State's investment and augment its contributions to Texas' economy—as long as institutional performance is match-funded by the Legislature per the formula methodology. The importance of the State's seeding of a sound research platform and expert scientists capable of combatting disease became increasingly evident as we confronted COVID-19, and as our own State Comptroller has cited the human value of biotech and the need to advance this sector in Texas as the only major industry that has lagged in our state. Continued investment to seed the basic science that feeds the biotech industry will deliver not only short-term economic benefit and jobs to Texas but long-term patient benefit and diversification of our economy.

PRIORITIES – INSTITUTIONAL & STATEWIDE

UTSW continues to strive to be a state and national leader in all our missions.

However, it is increasingly challenging to sustain world-class education, research and patient care operations as costs continue to increase and revenue sources contract. UTSW greatly appreciates the Legislature's support for HRIs last Session, maintaining formula rates and funding the state match achieved by institutions with performance-based formulas that the 2021 Legislature was unable to meet, in addition to the 2023 calculated match. Yet, over the past 16 years, the cumulative average rate of increase in appropriations for UTSW is ~2%, while average inflation exceeds 3%.

As a public institution that is not State-supported for patient care but uses sound clinical revenue practices to subsidize and expand its education and research missions,

Administrator's Statement

10/16/2024 9:39:14AM

89th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

our operation and institutional budget continue to struggle under pandemic-induced medical inflation acutely impacting workforce and supply chain costs. Each year, UTSW provides \$130M+ from clinical operations to support education and training-including the largest public GME program in Texas-but this is delicately balanced against many competing needs and unsustainable when State investment in our education and research missions is not adequately funded.

Institutional Priority

UTSW remains grateful for state funding to develop this Texas institution into one of the world's premier academic medical centers, and for the strategic investment of the 87th Legislature in adopting the mission-specific UTSW Performance-Based Research Operations Formula after studying for over a decade the most appropriate and sustainable approach. In the inextricably linked education, research and patient care missions of nationally ranked medical centers, research is the driver of the excellence and ROI that UTSW works to deliver to Texas.

We appreciate the difficult choices the 89th Legislature will need to make to sustain public education, provide essential health and human services, and expand critical State infrastructure, perhaps an even more challenging task with historic State revenues surpassed by larger statewide needs. Within this context, UTSW has the following top Legislative Appropriations Request, and an alternative that we submit for consideration should budget not allow for the first:

- respectfully request that UTSW's Performance-Based Research Operations Formula current methodology be maintained, and that the formula-driven State match for UTSW's research performance in FY24-25 be funded, along with continuing the FY20-21 earned match.

Funding of any higher education formula's growth remains at the Legislature's discretion, but UTSW has performed by increasing our external research support per the Legislature's design-a 3x increase since implementing the performance driven formula. The predictability enabled by having the formula as an ongoing element of UTSW's State support is critical to our operations and contributions to our state, but the principle of a performance formula must be recognized. This is achieved by consistently funding and maintaining the performance-driven match calculated by the formula, allowing the ROI to the state in the form of patient care and economic benefit to continue materializing.

If the Legislature is unable to fund the institutional match earned through its mission-specific formula, UTSW respectfully requests consideration of the following research exceptional item:

- Cell & Gene Therapy Center: this expanding frontier has witnessed revolutionary breakthroughs, facilitating genetic modification of cells and genes to cure terminal diseases and yielding the most promising therapies for terminal diseases. Building on these breakthroughs, UTSW experts will pioneer a leading-edge center that will leverage state investment to competitively secure additional out-of-state research support to propel a new era of therapies to treat an array of life-threatening diseases including cancer, autoimmune diseases, genetic disorders and many more conditions for which effective treatment is not currently possible.

Predictable and strategic investment in its economic engines is essential in times of improved State economic outlook. It is now particularly vital to HRIs like UTSW that are working to deliver patient care, healthcare workforce training, and research to produce improved treatments and preventative therapies to continue forging an economic and public health path forward from the lingering pandemic impact for health systems and future population health challenges.

Statewide & Regional Priorities

Administrator's Statement

10/16/2024 9:39:14AM

89th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

UTSW joins UT System in requesting sustaining formula funding for higher education institutions, which are foundational to our state and can help propel us forward as educators, researchers, caregivers, employers, and economic catalysts. Continued support of important initiatives such as the Texas Child Mental Health Care Consortium and the Cancer Prevention & Research Institute of Texas can also provide the seed funding needed to advance health and many economic sectors in Texas, including biotechnology as one of the few industries in which our state is behind but positioned to thrive.

UTSW shares the need for capital investment to support our education and research programs, including a project to address acute deferred maintenance and sustainability. Vital renovations are needed to maintain safety and accomplish our research mission along with urgent infrastructure updates to support our learners pursuing academic programs to be tomorrow's scientists, clinicians, and educators.

We also join our community stakeholders and HHSC in their call for funds to operate the Texas Behavioral Health Center at UTSW to serve the acute need for inpatient mental health services in our region, including the ramp-up request for FY25 and operations request for FY26-27 so the hospital may open as projected in December 2025 for adults and Summer 2026 for the pediatric wing.

CONCLUSION

UTSW deeply appreciates the State's support and respectfully requests that our current Performance-Based Research Operations Formula methodology be maintained and that institutional performance for FY24-25 be funded along with continuing the FY20-21 earned match. With the predictability of an established research funding mechanism, UTSW can continue to deliver tremendous ROI on the State's investment—successfully advancing our research with real world applications, retaining star faculty, and recruiting and developing more recognized investigators in a highly-competitive global market to further enhance Texas as a research leader and destination for the best and brightest.

UTSW also supports statewide funding policies for its HRIs that provide necessary support to develop a world-class healthcare and research workforce, expand the Texas economy through technology, and improve the quality and availability of healthcare for all Texans. Objective measures demonstrate UTSW provides exceptional value to Texas per State dollar received, and UTSW pledges to continue to return the State's investment many times over, while assuring quality education and health services for future generations of Texans.

The University of Texas System is governed by a Board of Regents.

AGENCY STATUTORY AUTHORITY TO CONDUCT BACKGROUND CHECKS

The statutory authority for conducting background checks is Government Code Section 411.094 and Education Code section 51.215. UTSW Human Resources Policy Memorandum 1.020 states:

"Positions shall be designated as security-sensitive if they are senior level administrator positions, or positions with authority for committing the financial resources of the university, or if duties of the position include handling currency, access to a computer, access to a master key, patient care, child-care in a child-care facility, access to or responsibility for pharmaceuticals, other controlled substances or hazardous substances, or the shipping, transporting, possession, receipt or access to any select agent (as defined in 18 U.S.C. Section 175b) or provide access to an area in which such agents are stored, used, disposed of, or present, or access to an area of the institution which has been designated as a security sensitive area. A criminal background check will be performed on the finalist for a security sensitive position, and if

Administrator's Statement

10/16/2024 9:39:14AM

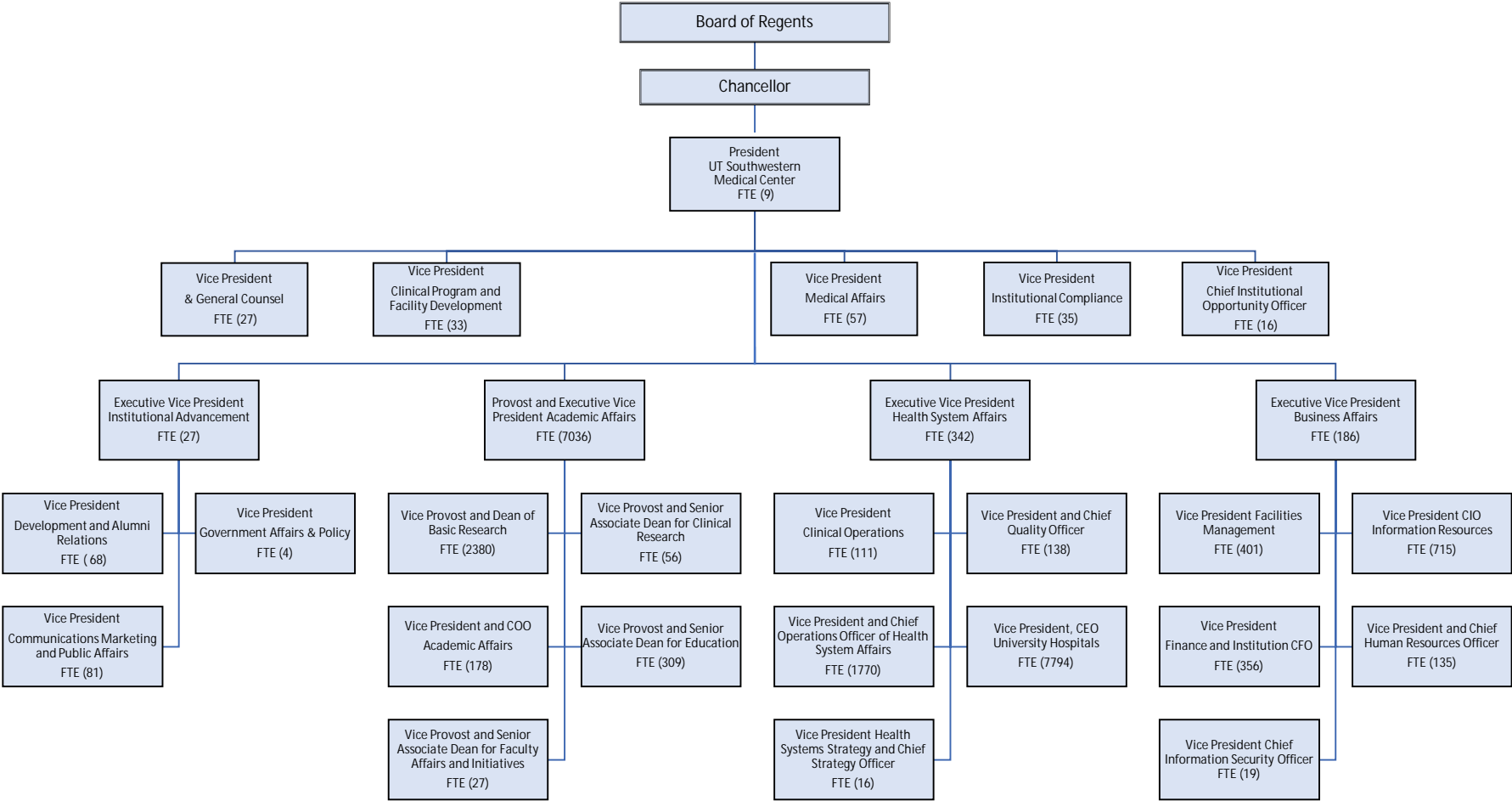
89th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

circumstances require that an offer of employment be made before the completion of an investigation, the offer will be in writing and include the following: This offer is contingent on the completion of a satisfactory criminal background investigation. An individual will not begin work until completion of a background check and determination by the Office of Human Resources that the individual's background is suitable for employment."

Background checks for UTSW are run through a third party vendor, GroupOne Services, Inc., a division of the DFW Hospital Council. Information provided to UTSW by GroupOne Services include criminal history (Dallas Co., Tarrant Co. and TX DPS), educational history, employment history, address verification, address locator, verification of licensure, motor vehicle record (if required for job), terrorist suspect/OFAC list, social security verification, state Medicaid sanctions, OIG Medicare sanctions and individually selected federal searches if the candidate has lived outside Texas.

UT Southwestern Medical Center Organizational Chart



THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER
LEGISLATIVE APPROPRIATIONS FOR FY 2026 – 2027
MANAGEMENT STRUCTURE OF AGENCY

President - leads the medical center which includes four degree-granting institutions: UT Southwestern Medical School, UT Southwestern Graduate School of Biomedical Sciences, UT Southwestern School of Health Professions, and the UT Southwestern Peter O'Donnell Jr. School of Public Health as well as the University Hospital and physician practice plan. The President leads one of the country's leading academic medical centers, patient-care providers and research institutions.

Vice President & General Council – serves as the administrative officer for legal affairs of UT Southwestern, including the representation of UT Southwestern in legal matters. The Vice President of Legal Affairs is also responsible for coordinating and facilitating legal and technology transfer matters with UT System administration, including its Office of General Counsel, and coordinating with the Office of the Attorney General and external counsel as needed.

Vice President for Clinical Programs and Facility Development - responsible for the planning and development of Health System clinical facilities, including both new facilities and sites of service and the redevelopment of existing facilities, and the associated clinical programming and workforce development required for these facilities to provide the highest standards of clinical care and service.

Vice President Medical Affairs – provide medical leadership and oversight in the development, planning, and operations for the UT Southwestern Health System University-Based Physician Practice and Affiliate Physician Networks.

Vice President for Institutional Compliance – serves as the Senior Compliance Executive for reporting results of the compliance/ethics efforts of the University and provides oversight and guidance to senior management on matters relating to compliance. Other responsibilities include establishing policies and procedures for reviewing and appraising the soundness, adequacy, compliance and cost effectiveness of operational, financial and information management controls.

Vice President and Chief Institutional Opportunity Officer – leads institutional strategies and initiatives that will enable individual constituents (staff, faculty, and students) to reach their full potential and excellence as a collective institution. Maintains oversight of the Office for Access and Title IX in compliance with law. Conducts organizational analysis to improve healthcare delivery, consistent with our mission of excellence in the care of all patients.

Executive Vice President for Institutional Advancement – responsible for developing and overseeing a comprehensive and coordinated strategic agenda to promote and advance UT Southwestern's mission and goals, including oversight of communications, marketing and public affairs, community and corporate relations, development, technology commercialization, and government affairs and policy.

Vice President for Development and Alumni Relations – responsible for the oversight of the Office of Development, which engages with current and prospective donors, receives gift donations, and keeps records of all gifts donated to UT Southwestern. Also leads alumni affairs, which is responsible for providing students with support long after graduation.

Vice President for Government Affairs & Policy – serves as the administrative officer for government affairs and policy for UT Southwestern.

Vice President for Communications, Marketing and Public Affairs – Directs and executes marketing and communications plans that convey a consistent message to elevate local, national, and international awareness of UTSW's research, clinical care, and academic programs.

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER
LEGISLATIVE APPROPRIATIONS FOR FY 2026 – 2027
MANAGEMENT STRUCTURE OF AGENCY

Provost, Dean of UT Southwestern Medical School, and Executive Vice President for Academic Affairs – serves as the principal executive and administrative officer for all academically related operations of UT Southwestern, including oversight for UT Southwestern’s four schools.

Vice Provost and Dean of Basic Research – responsible for oversight of the graduate school, maintaining leadership of the highest quality for our basic science efforts, fostering a scientific environment of excellence by promoting our strategic initiatives, and assuring that UT Southwestern stays at the forefront of research technologies.

Vice Provost & Senior Associate Dean for Clinical Research – responsible for developing the clinical and translational strategy and developing new alliances to bring clinical research on par with discovery science at the institution.

Vice President and Chief Operating Officer for Academic Affairs – responsible for aligning administrative and fiscal resources to allow achievement of operational objectives. Position serves as a liaison between leadership for Academic Affairs, Business Affairs, and Health System Affairs for fiscal and administrative functions.

Vice Provost & Senior Associate Dean for Education – Provides support to the Provost and Dean of UT Southwestern Medical School in all matters related to the effective and efficient running of UT Southwestern Medical School, School of Health Professions, Graduate School of Biomedical Sciences, and the Peter O’Donnell Jr. School of Public Health. Position also serves as Title IX Coordinator.

Vice Provost and Senior Associate Dean for Faculty Affairs and Initiatives – advises and implements policies of the Provost and Dean of UT Southwestern Medical School in all matters of faculty affairs and clinical department initiatives.

Executive Vice President for Health System Affairs – responsible for the overall management of university outpatient clinics, the University Hospital, and the integrated health system, as well as faculty practice operations.

Vice President for Clinical Operations - has responsibility for the development, review and recommendation of “best practices” for primary care and specialty services through the clinical services initiative which was established to lead UT Southwestern’s plan for transforming patient care.

Vice President and Chief Quality Officer - provides leadership in the development and measurement of UT Southwestern’s approach to quality/performance improvement, patient outcomes and medical safety while ensuring compliance with laws, government regulations, JCAHO requirements, and UT Southwestern policies.

Vice President and Chief Operations Officer of Health System Affairs - leads the financial and operational activities, as well as many of the administrative functions, of the UT Southwestern physician practice and Health System and Population Health Services Company.

Vice President and CEO for University Hospitals - serves as the principal executive and administrative officer for the University Hospital.

Vice President Health System Strategy and Chief Strategy Officer - leads strategic planning, business development and health care delivery system transformation for the UT Southwestern Health System; responsible for developing, implementing, and sustaining strategies of UT Southwestern Health System.

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER
LEGISLATIVE APPROPRIATIONS FOR FY 2026 – 2027
MANAGEMENT STRUCTURE OF AGENCY

Executive Vice President for Business Affairs - serves as the principal executive and administrative officer for all business-related operations of UT Southwestern, including oversight of such departments as financial affairs, human resources, facilities management, information resources, and university police.

Vice President for Facilities Management – responsible for the support of UT Southwestern Medical Center, including its Hospital and Clinics, by providing general services, building maintenance, utilities services, planning, design and construction, sitewide services, and landscaping services to the medical center.

Vice President, CIO Information Resources - responsible for the support of UT Southwestern Medical Center, including its Hospital and Clinics, by providing computing, networking, audiovisual, voice and data telecommunication, and television services at UT Southwestern.

Vice President for Finance and Institutional Chief Financial Officer - responsible for oversight of fiscal operations including accounting, sponsored program administration, supply chain and budget and capital planning. Additional responsibilities include Auxiliary Services and Real Estate.

Vice President and Chief Human Resources Officer - responsible for the oversight of the Office of Human Resources, which is responsible for employee relations, compensation and performance management, organizational development and training, and recruitment and retention of employees.

Vice President and Chief Information Security Officer – leads institutional programs for information security risk management, IT disaster recovery planning, information security policy and standards development, information security monitoring and testing, information security incident response management, campus information security management support, and information security awareness and training.

Budget Overview - Biennial Amounts
89th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center
Appropriation Years: 2026-27

| | GENERAL REVENUE FUNDS | | GR DEDICATED | | FEDERAL FUNDS | | OTHER FUNDS | | ALL FUNDS | | EXCEPTIONAL ITEM FUNDS |
|--|-----------------------|-------------------|-------------------|------------------|---------------|---------|-------------------|-------------------|--------------------|-------------------|------------------------------|
| | 2024-25 | 2026-27 | 2024-25 | 2026-27 | 2024-25 | 2026-27 | 2024-25 | 2026-27 | 2024-25 | 2026-27 | 2026-27 |
| Goal: 1. Provide Instructional and Operations Support | | | | | | | | | | | |
| 1.1.1. Medical Education | 137,801,806 | | 1,656,962 | | | | | | 139,458,768 | | |
| 1.1.2. Biomedical Sciences Training | 14,292,628 | | 930,442 | | | | | | 15,223,070 | | |
| 1.1.3. Allied Health Professions Training | 10,334,840 | | 56,336 | | | | | | 10,391,176 | | |
| 1.1.5. Graduate Medical Education | 15,334,938 | | | | | | | | 15,334,938 | | |
| 1.2.1. Staff Group Insurance Premiums | | | 12,731,739 | 1,426,898 | | | | | 12,731,739 | 1,426,898 | |
| 1.3.1. Texas Public Education Grants | | | 2,194,769 | 2,250,589 | | | | | 2,194,769 | 2,250,589 | |
| Total, Goal | 177,764,212 | | 17,570,248 | 3,677,487 | | | | | 195,334,460 | 3,677,487 | |
| Goal: 2. Provide Research Support | | | | | | | | | | | |
| 2.1.1. Research Enhancement | 14,616,138 | | 60,428 | | | | | | 14,676,566 | | |
| 2.1.2. Performance Based Research Ops | 112,942,069 | | | | | | | | 112,942,069 | | |
| Total, Goal | 127,558,207 | | 60,428 | | | | | | 127,618,635 | | |
| Goal: 3. Provide Infrastructure Support | | | | | | | | | | | |
| 3.1.1. E&G Space Support | 35,893,549 | | 178,542 | | | | | | 36,072,091 | | |
| 3.2.1. Ccap Revenue Bonds | 40,412,658 | 33,343,108 | | | | | | | 40,412,658 | 33,343,108 | 26,160,000 |
| Total, Goal | 76,306,207 | 33,343,108 | 178,542 | | | | | | 76,484,749 | 33,343,108 | 26,160,000 |
| Goal: 4. Provide Non-formula Support | | | | | | | | | | | |
| 4.1.1. Primary Care Residency Training | 1,845,996 | 1,845,996 | | | | | | | 1,845,996 | 1,845,996 | |
| 4.3.1. Regional Burn Care Center | 175,069 | 164,600 | | | | | | | 175,069 | 164,600 | |
| 4.4.1. Science Teacher Access To Resources | 1,051,320 | 987,681 | 5,709 | | | | | | 1,057,029 | 987,681 | |
| 4.5.1. Institutional Enhancement | 1,485,145 | 1,386,224 | 8,106 | | | | | | 1,493,251 | 1,386,224 | |
| 4.5.2. School Of Public Health | 7,500,000 | 5,000,000 | | | | | | | 7,500,000 | 5,000,000 | |
| 4.6.1. Exceptional Item Request | | | | | | | | | | | 18,000,000 |
| Total, Goal | 12,057,530 | 9,384,501 | 13,815 | | | | | | 12,071,345 | 9,384,501 | 18,000,000 |
| Goal: 6. Tobacco Funds | | | | | | | | | | | |
| 6.1.1. Tobacco Earnings - Ut Swmc | | | | | | | 7,755,438 | 7,650,000 | 7,755,438 | 7,650,000 | |
| 6.1.2. Tobacco - Permanent Health Fund | | | | | | | 6,365,070 | 7,298,456 | 6,365,070 | 7,298,456 | |
| Total, Goal | | | | | | | 14,120,508 | 14,948,456 | 14,120,508 | 14,948,456 | |
| Total, Agency | 393,686,156 | 42,727,609 | 17,823,033 | 3,677,487 | | | 14,120,508 | 14,948,456 | 425,629,697 | 61,353,552 | 44,160,000 |
| Total FTEs | | | | | | | | | 1,955.7 | 1,955.7 | 41.0 |

2.A. Summary of Base Request by Strategy

89th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

| Goal / Objective / STRATEGY | Exp 2023 | Est 2024 | Bud 2025 | Req 2026 | Req 2027 |
|---|----------------------|----------------------|---------------------|--------------------|--------------------|
| 1 Provide Instructional and Operations Support | | | | | |
| 1 <i>Instructional Programs</i> | | | | | |
| 1 MEDICAL EDUCATION (1) | 78,006,091 | 77,104,912 | 62,353,856 | 0 | 0 |
| 2 BIOMEDICAL SCIENCES TRAINING (1) | 6,736,548 | 7,606,089 | 7,616,981 | 0 | 0 |
| 3 ALLIED HEALTH PROFESSIONS TRAINING (1) | 5,099,386 | 5,447,806 | 4,943,370 | 0 | 0 |
| 4 GRADUATE TRAINING IN PUBLIC HEALTH | 0 | 0 | 0 | 0 | 0 |
| 5 GRADUATE MEDICAL EDUCATION (1) | 8,057,215 | 7,465,041 | 7,869,897 | 0 | 0 |
| 2 <i>Operations - Staff Benefits</i> | | | | | |
| 1 STAFF GROUP INSURANCE PREMIUMS | 5,169,368 | 6,091,680 | 6,640,059 | 713,449 | 713,449 |
| 3 <i>Operations - Statutory Funds</i> | | | | | |
| 1 TEXAS PUBLIC EDUCATION GRANTS | 1,070,843 | 1,086,159 | 1,108,610 | 1,119,696 | 1,130,893 |
| TOTAL, GOAL 1 | \$104,139,451 | \$104,801,687 | \$90,532,773 | \$1,833,145 | \$1,844,342 |

2 Provide Research Support

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

2.A. Summary of Base Request by Strategy

89th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

| Goal / Objective / STRATEGY | Exp 2023 | Est 2024 | Bud 2025 | Req 2026 | Req 2027 |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|
| <u>1</u> <i>Research Activities</i> | | | | | |
| 1 RESEARCH ENHANCEMENT (1) | 5,590,601 | 5,788,755 | 8,887,811 | 0 | 0 |
| 2 PERFORMANCE BASED RESEARCH OPS | 41,762,612 | 50,800,696 | 62,141,373 | 0 | 0 |
| TOTAL, GOAL 2 | \$47,353,213 | \$56,589,451 | \$71,029,184 | \$0 | \$0 |
| <u>3</u> Provide Infrastructure Support | | | | | |
| <u>1</u> <i>Operations and Maintenance</i> | | | | | |
| 1 E&G SPACE SUPPORT (1) | 15,199,167 | 17,465,778 | 18,606,313 | 0 | 0 |
| <u>2</u> <i>Infrastructure Support</i> | | | | | |
| 1 CCAP REVENUE BONDS | 18,518,500 | 23,741,104 | 16,671,554 | 16,671,554 | 16,671,554 |
| TOTAL, GOAL 3 | \$33,717,667 | \$41,206,882 | \$35,277,867 | \$16,671,554 | \$16,671,554 |
| <u>4</u> Provide Non-formula Support | | | | | |
| <u>1</u> <i>Residency Training</i> | | | | | |
| 1 PRIMARY CARE RESIDENCY TRAINING | 922,998 | 922,998 | 922,998 | 922,998 | 922,998 |

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

2.A. Summary of Base Request by Strategy

10/16/2024 9:39:24AM

89th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

| Goal / Objective / STRATEGY | Exp 2023 | Est 2024 | Bud 2025 | Req 2026 | Req 2027 |
|--|--------------------|--------------------|--------------------|--------------------|--------------------|
| <u>3</u> Health Care | | | | | |
| 1 REGIONAL BURN CARE CENTER | 92,768 | 92,769 | 82,300 | 82,300 | 82,300 |
| <u>4</u> Public Service | | | | | |
| 1 SCIENCE TEACHER ACCESS TO RESOURCES | 579,291 | 563,189 | 493,840 | 493,841 | 493,840 |
| <u>5</u> Institutional | | | | | |
| 1 INSTITUTIONAL ENHANCEMENT | 714,362 | 800,139 | 693,112 | 693,112 | 693,112 |
| 2 SCHOOL OF PUBLIC HEALTH | 4,997,073 | 5,000,000 | 2,500,000 | 2,500,000 | 2,500,000 |
| <u>6</u> Exceptional Item Request | | | | | |
| 1 EXCEPTIONAL ITEM REQUEST | 0 | 0 | 0 | 0 | 0 |
| TOTAL, GOAL 4 | \$7,306,492 | \$7,379,095 | \$4,692,250 | \$4,692,251 | \$4,692,250 |
| <u>6</u> Tobacco Funds | | | | | |
| <u>1</u> Tobacco Earnings for Eminent Scholars | | | | | |
| 1 TOBACCO EARNINGS - UT SWMC | 4,528,510 | 3,930,438 | 3,825,000 | 3,825,000 | 3,825,000 |

2.A. Summary of Base Request by Strategy

10/16/2024 9:39:24AM

89th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

| Goal / Objective / STRATEGY | Exp 2023 | Est 2024 | Bud 2025 | Req 2026 | Req 2027 |
|--|----------------------|----------------------|----------------------|---------------------|---------------------|
| 2 TOBACCO - PERMANENT HEALTH FUND | 2,344,499 | 2,715,842 | 3,649,228 | 3,649,228 | 3,649,228 |
| TOTAL, GOAL 6 | \$6,873,009 | \$6,646,280 | \$7,474,228 | \$7,474,228 | \$7,474,228 |
| TOTAL, AGENCY STRATEGY REQUEST | \$199,389,832 | \$216,623,395 | \$209,006,302 | \$30,671,178 | \$30,682,374 |
| TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST* | | | | \$0 | \$0 |
| GRAND TOTAL, AGENCY REQUEST | \$199,389,832 | \$216,623,395 | \$209,006,302 | \$30,671,178 | \$30,682,374 |

2.A. Summary of Base Request by Strategy

89th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

| Goal / Objective / STRATEGY | Exp 2023 | Est 2024 | Bud 2025 | Req 2026 | Req 2027 |
|---|----------------------|----------------------|----------------------|---------------------|---------------------|
| <u>METHOD OF FINANCING:</u> | | | | | |
| General Revenue Funds: | | | | | |
| 1 General Revenue Fund | 183,291,802 | 200,377,853 | 193,308,303 | 21,363,805 | 21,363,804 |
| SUBTOTAL | \$183,291,802 | \$200,377,853 | \$193,308,303 | \$21,363,805 | \$21,363,804 |
| General Revenue Dedicated Funds: | | | | | |
| 704 Est Bd Authorized Tuition Inc | 820,539 | 986,778 | 0 | 0 | 0 |
| 770 Est. Other Educational & General | 8,404,482 | 8,612,484 | 8,223,771 | 1,833,145 | 1,844,342 |
| SUBTOTAL | \$9,225,021 | \$9,599,262 | \$8,223,771 | \$1,833,145 | \$1,844,342 |
| Other Funds: | | | | | |
| 810 Perm Health Fund Higher Ed, est | 2,344,499 | 2,715,842 | 3,649,228 | 3,649,228 | 3,649,228 |
| 813 Perm Endow FD UT SW MED, estimated | 4,528,510 | 3,930,438 | 3,825,000 | 3,825,000 | 3,825,000 |
| SUBTOTAL | \$6,873,009 | \$6,646,280 | \$7,474,228 | \$7,474,228 | \$7,474,228 |
| TOTAL, METHOD OF FINANCING | \$199,389,832 | \$216,623,395 | \$209,006,302 | \$30,671,178 | \$30,682,374 |

*Rider appropriations for the historical years are included in the strategy amounts.

2.B. Summary of Base Request by Method of Finance
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

10/16/2024 9:39:24AM

Agency code: **729** Agency name: **The University of Texas Southwestern Medical Center**

| METHOD OF FINANCING | Exp 2023 | Est 2024 | Bud 2025 | Req 2026 | Req 2027 |
|---------------------|----------|----------|----------|----------|----------|
|---------------------|----------|----------|----------|----------|----------|

GENERAL REVENUE

1 General Revenue Fund

REGULAR APPROPRIATIONS

Regular Appropriations from MOF Table (2022-23 GAA)

| | | | | |
|---------------|-----|-----|-----|-----|
| \$172,592,131 | \$0 | \$0 | \$0 | \$0 |
|---------------|-----|-----|-----|-----|

Regular Appropriations from MOF Table (2024-25 GAA)

| | | | | |
|-----|---------------|---------------|-----|-----|
| \$0 | \$190,325,189 | \$183,255,639 | \$0 | \$0 |
|-----|---------------|---------------|-----|-----|

Regular Appropriations Request (2026-27)

| | | | | |
|-----|-----|-----|--------------|--------------|
| \$0 | \$0 | \$0 | \$21,363,805 | \$21,363,804 |
|-----|-----|-----|--------------|--------------|

RIDER APPROPRIATION

Article IX

| | | | | |
|-------------|-----|-----|-----|-----|
| \$5,829,027 | \$0 | \$0 | \$0 | \$0 |
|-------------|-----|-----|-----|-----|

Comments: Article IX, 17.47, 87th Legislature, regular session, relating to additional funding for formula funding

Article IX

| | | | | |
|-----|-------------|-------------|-----|-----|
| \$0 | \$2,500,000 | \$2,500,000 | \$0 | \$0 |
|-----|-------------|-------------|-----|-----|

Comments: Article IX, 17.35, 88th Leg Regular Session - School of Public Health

2.B. Summary of Base Request by Method of Finance

10/16/2024 9:39:24AM

89th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

| Agency code: 729 | | Agency name: The University of Texas Southwestern Medical Center | | | | |
|---|-----------------------------|--|----------------------|----------------------|---------------------|---------------------|
| METHOD OF FINANCING | Exp 2023 | Est 2024 | Bud 2025 | Req 2026 | Req 2027 | |
| <u>GENERAL REVENUE</u> | | | | | | |
| <i>TRANSFERS</i> | | | | | | |
| SB 8, 3rd Called Session, 87th Legislature, Section 10 | | | | | | |
| | \$4,870,644 | \$0 | \$0 | \$0 | \$0 | |
| Comments: Proportional share of transfer from THECB for funding associated with SB52 CCAP authorizations | | | | | | |
| <i>SUPPLEMENTAL, SPECIAL OR EMERGENCY APPROPRIATIONS</i> | | | | | | |
| SB 30, 88th Leg, Regular Session | | | | | | |
| | \$15,105,328 | \$0 | \$0 | \$0 | \$0 | |
| Comments: Performance Based Research | | | | | | |
| SB 30, 88th Leg, Regular Session | | | | | | |
| | \$(15,105,328) | \$15,105,328 | \$0 | \$0 | \$0 | |
| Comments: Performance Based Research | | | | | | |
| SB 30, 88th Leg, Regular Session | | | | | | |
| | \$0 | \$(7,552,664) | \$7,552,664 | \$0 | \$0 | |
| Comments: Performance Based Research | | | | | | |
| TOTAL, | General Revenue Fund | \$183,291,802 | \$200,377,853 | \$193,308,303 | \$21,363,805 | \$21,363,804 |

2.B. Summary of Base Request by Method of Finance
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

10/16/2024 9:39:24AM

Agency code: **729** Agency name: **The University of Texas Southwestern Medical Center**

| METHOD OF FINANCING | Exp 2023 | Est 2024 | Bud 2025 | Req 2026 | Req 2027 |
|-----------------------------------|----------------------|----------------------|----------------------|---------------------|---------------------|
| TOTAL, ALL GENERAL REVENUE | \$183,291,802 | \$200,377,853 | \$193,308,303 | \$21,363,805 | \$21,363,804 |

GENERAL REVENUE FUND - DEDICATED

704 GR Dedicated - Estimated Board Authorized Tuition Increases Account No. 704

REGULAR APPROPRIATIONS

Regular Appropriations from MOF Table (2022-2023 GAA)

| | | | | |
|-----------|-----|-----|-----|-----|
| \$742,075 | \$0 | \$0 | \$0 | \$0 |
|-----------|-----|-----|-----|-----|

Comments: GR-D Bd Auth Tuition Increases

Regular Appropriations from MOF Table (2024-25 GAA)

| | | | | |
|-----|-----------|-----------|-----|-----|
| \$0 | \$952,722 | \$952,722 | \$0 | \$0 |
|-----|-----------|-----------|-----|-----|

BASE ADJUSTMENT

Revised Receipts

| | | | | |
|----------|----------|-----|-----|-----|
| \$78,464 | \$34,056 | \$0 | \$0 | \$0 |
|----------|----------|-----|-----|-----|

Revised Receipts

| | | | | |
|-----|-----|-------------|-----|-----|
| \$0 | \$0 | \$(952,722) | \$0 | \$0 |
|-----|-----|-------------|-----|-----|

Comments: No more differential tuition starting in FY25

| | | | | | |
|---|------------------|------------------|------------|------------|------------|
| TOTAL, GR Dedicated - Estimated Board Authorized Tuition Increases Account No. 704 | \$820,539 | \$986,778 | \$0 | \$0 | \$0 |
|---|------------------|------------------|------------|------------|------------|

2.B. Summary of Base Request by Method of Finance
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

10/16/2024 9:39:24AM

Agency code: **729** Agency name: **The University of Texas Southwestern Medical Center**

| METHOD OF FINANCING | Exp 2023 | Est 2024 | Bud 2025 | Req 2026 | Req 2027 |
|---------------------|----------|----------|----------|----------|----------|
|---------------------|----------|----------|----------|----------|----------|

GENERAL REVENUE FUND - DEDICATED

770 GR Dedicated - Estimated Other Educational and General Income Account No. 770

REGULAR APPROPRIATIONS

Regular Appropriations from MOF Table (2022-2023 GAA)

| | | | | |
|-------------|-----|-----|-----|-----|
| \$6,251,472 | \$0 | \$0 | \$0 | \$0 |
|-------------|-----|-----|-----|-----|

Comments: GR-D Other E&G Income

Regular Appropriations from MOF Table (2024-25 GAA)

| | | | | |
|-----|-------------|-------------|-----|-----|
| \$0 | \$7,239,238 | \$7,239,238 | \$0 | \$0 |
|-----|-------------|-------------|-----|-----|

Regular Appropriations Request (2026-27)

| | | | | |
|-----|-----|-----|-------------|-------------|
| \$0 | \$0 | \$0 | \$1,833,145 | \$1,844,342 |
|-----|-----|-----|-------------|-------------|

BASE ADJUSTMENT

Revised Receipts

| | | | | |
|-------------|-------------|-----------|-----|-----|
| \$2,153,010 | \$1,373,246 | \$984,533 | \$0 | \$0 |
|-------------|-------------|-----------|-----|-----|

Revised Receipts

| | | | | |
|-----|-----|-----|-----|-----|
| \$0 | \$0 | \$0 | \$0 | \$0 |
|-----|-----|-----|-----|-----|

2.B. Summary of Base Request by Method of Finance
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

10/16/2024 9:39:24AM

| | | | | | | |
|--|--|----------------------|--|----------------------|---------------------|---------------------|
| Agency code: | 729 | Agency name: | The University of Texas Southwestern Medical Center | | | |
| METHOD OF FINANCING | | Exp 2023 | Est 2024 | Bud 2025 | Req 2026 | Req 2027 |
| <u>GENERAL REVENUE FUND - DEDICATED</u> | | | | | | |
| TOTAL, | GR Dedicated - Estimated Other Educational and General Income Account No. 770 | \$8,404,482 | \$8,612,484 | \$8,223,771 | \$1,833,145 | \$1,844,342 |
| TOTAL GENERAL REVENUE FUND - DEDICATED - 704, 708 & 770 | | | | | | |
| | | \$9,225,021 | \$9,599,262 | \$8,223,771 | \$1,833,145 | \$1,844,342 |
| TOTAL, ALL | GENERAL REVENUE FUND - DEDICATED | \$9,225,021 | \$9,599,262 | \$8,223,771 | \$1,833,145 | \$1,844,342 |
| TOTAL, | GR & GR-DEDICATED FUNDS | \$192,516,823 | \$209,977,115 | \$201,532,074 | \$23,196,950 | \$23,208,146 |
| <u>OTHER FUNDS</u> | | | | | | |
| <u>810</u> | Permanent Health Fund for Higher Education, estimated | | | | | |
| | <i>REGULAR APPROPRIATIONS</i> | | | | | |
| | Regular Appropriations from MOF Table (2022-23 GAA) | \$2,838,424 | \$0 | \$0 | \$0 | \$0 |
| | Regular Appropriations from MOF Table (2024-25 GAA) | \$0 | \$3,090,681 | \$3,090,681 | \$0 | \$0 |
| | Regular Appropriations Request (2026-27) | \$0 | \$0 | \$0 | \$3,649,228 | \$3,649,228 |

2.B. Summary of Base Request by Method of Finance
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

10/16/2024 9:39:24AM

| Agency code: 729 | | Agency name: The University of Texas Southwestern Medical Center | | | | |
|--------------------------------------|---|---|--------------------|--------------------|--------------------|--------------------|
| METHOD OF FINANCING | | Exp 2023 | Est 2024 | Bud 2025 | Req 2026 | Req 2027 |
| <u>OTHER FUNDS</u> | | | | | | |
| <i>UNEXPENDED BALANCES AUTHORITY</i> | | | | | | |
| Estimated Unexpended Balance | | \$4,379,951 | \$5,306,510 | \$6,256,587 | \$0 | \$0 |
| Comments: FY Beg Bal | | | | | | |
| Estimated Unexpended Balance | | \$(5,306,510) | \$(6,256,587) | \$(6,506,850) | \$0 | \$0 |
| Comments: FY End Bal | | | | | | |
| <i>BASE ADJUSTMENT</i> | | | | | | |
| Revised Receipts - Distribution | | \$252,257 | \$362,978 | \$558,547 | \$0 | \$0 |
| Revised Receipts - Interest | | \$180,377 | \$212,260 | \$250,263 | \$0 | \$0 |
| TOTAL, | Permanent Health Fund for Higher Education, estimated | \$2,344,499 | \$2,715,842 | \$3,649,228 | \$3,649,228 | \$3,649,228 |
| 813 | Permanent Endowment Fund, UT Southwestern Medical Center at Dallas, estimated | | | | | |
| <i>REGULAR APPROPRIATIONS</i> | | | | | | |

2.B. Summary of Base Request by Method of Finance
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

10/16/2024 9:39:24AM

| Agency code: 729 | Agency name: The University of Texas Southwestern Medical Center | | | | |
|---|---|-----------------|-----------------|-----------------|-----------------|
| METHOD OF FINANCING | Exp 2023 | Est 2024 | Bud 2025 | Req 2026 | Req 2027 |
| <u>OTHER FUNDS</u> | | | | | |
| Regular Appropriations from MOF Table (2022-2023 GAA) | \$3,275,000 | \$0 | \$0 | \$0 | \$0 |
| Regular Appropriations from MOF Table (2024-25 GAA) | \$0 | \$3,445,000 | \$3,445,000 | \$0 | \$0 |
| Regular Appropriations Request (2026-27) | \$0 | \$0 | \$0 | \$3,825,000 | \$3,825,000 |
| <i>UNEXPENDED BALANCES AUTHORITY</i> | | | | | |
| Estimated Unexpended Balances | \$1,719,145 | \$728,394 | \$447,092 | \$0 | \$0 |
| Comments: FY Beg Bal | | | | | |
| Estimated Unexpended Balances | \$(728,394) | \$(447,092) | \$(464,976) | \$0 | \$0 |
| Comments: FY End Bal | | | | | |
| <i>BASE ADJUSTMENT</i> | | | | | |
| Revised Receipts- Distribution | | | | | |

2.B. Summary of Base Request by Method of Finance
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

10/16/2024 9:39:24AM

| Agency code: 729 | | Agency name: The University of Texas Southwestern Medical Center | | | | |
|----------------------------|--|---|----------------------|----------------------|---------------------|---------------------|
| METHOD OF FINANCING | | Exp 2023 | Est 2024 | Bud 2025 | Req 2026 | Req 2027 |
| <u>OTHER FUNDS</u> | | \$170,000 | \$175,000 | \$380,000 | \$0 | \$0 |
| | Revised Receipts - Interest | \$92,759 | \$29,136 | \$17,884 | \$0 | \$0 |
| TOTAL, | Permanent Endowment Fund, UT Southwestern Medical Center at Dallas, estimated | \$4,528,510 | \$3,930,438 | \$3,825,000 | \$3,825,000 | \$3,825,000 |
| TOTAL, ALL | OTHER FUNDS | \$6,873,009 | \$6,646,280 | \$7,474,228 | \$7,474,228 | \$7,474,228 |
| GRAND TOTAL | | \$199,389,832 | \$216,623,395 | \$209,006,302 | \$30,671,178 | \$30,682,374 |

2.B. Summary of Base Request by Method of Finance
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

10/16/2024 9:39:24AM

| Agency code: 729 | Agency name: The University of Texas Southwestern Medical Center | | | | |
|---|---|-----------------|-----------------|-----------------|-----------------|
| METHOD OF FINANCING | Exp 2023 | Est 2024 | Bud 2025 | Req 2026 | Req 2027 |
| FULL-TIME-EQUIVALENT POSITIONS | | | | | |
| REGULAR APPROPRIATIONS | | | | | |
| Regular Appropriations from MOF Table (2022-23 GAA) | 1,701.1 | 0.0 | 0.0 | 0.0 | 0.0 |
| Regular Appropriations from MOF Table (2024-25 GAA) | 0.0 | 1,955.7 | 1,955.7 | 0.0 | 0.0 |
| Regular Appropriations Request (2026-27) | 0.0 | 0.0 | 0.0 | 1,955.7 | 1,955.7 |
| RIDER APPROPRIATION | | | | | |
| Article IX, Section 17.47, 87th Legislature, Regular Session | 46.6 | 0.0 | 0.0 | 0.0 | 0.0 |
| Art IX, Sec 6.10(a)(2), Board or Administrator FTE Adjustment (2022-23 GAA) | 12.2 | 0.0 | 0.0 | 0.0 | 0.0 |
| UNAUTHORIZED NUMBER OVER (BELOW) CAP | | | | | |
| FTEs below the cap | 0.0 | (29.5) | 0.0 | 0.0 | 0.0 |
| TOTAL, ADJUSTED FTES | 1,759.9 | 1,926.2 | 1,955.7 | 1,955.7 | 1,955.7 |
| NUMBER OF 100% FEDERALLY FUNDED FTEs | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

2.C. Summary of Base Request by Object of Expense

10/16/2024 9:39:25AM

89th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

| OBJECT OF EXPENSE | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|-------------------------------------|----------------------|----------------------|----------------------|---------------------|---------------------|
| 1001 SALARIES AND WAGES | \$104,536,187 | \$110,541,445 | \$105,039,514 | \$3,566,987 | \$3,566,987 |
| 1002 OTHER PERSONNEL COSTS | \$7,273,770 | \$7,996,983 | \$8,864,376 | \$1,615,220 | \$1,615,220 |
| 1005 FACULTY SALARIES | \$64,808,198 | \$69,970,992 | \$73,579,893 | \$5,757,303 | \$5,757,302 |
| 2001 PROFESSIONAL FEES AND SERVICES | \$9,596 | \$10,547 | \$13,542 | \$13,542 | \$13,542 |
| 2003 CONSUMABLE SUPPLIES | \$38,854 | \$40,621 | \$49,725 | \$49,725 | \$49,725 |
| 2004 UTILITIES | \$7,269 | \$6,478 | \$6,554 | \$6,554 | \$6,554 |
| 2006 RENT - BUILDING | \$4,628 | \$4,017 | \$3,909 | \$3,909 | \$3,909 |
| 2008 DEBT SERVICE | \$18,518,500 | \$23,741,104 | \$16,671,554 | \$16,671,554 | \$16,671,554 |
| 2009 OTHER OPERATING EXPENSE | \$4,132,920 | \$4,253,998 | \$4,713,858 | \$2,923,007 | \$2,934,204 |
| 5000 CAPITAL EXPENDITURES | \$59,910 | \$57,210 | \$63,377 | \$63,377 | \$63,377 |
| OOE Total (Excluding Riders) | \$199,389,832 | \$216,623,395 | \$209,006,302 | \$30,671,178 | \$30,682,374 |
| OOE Total (Riders) | | | | | |
| Grand Total | \$199,389,832 | \$216,623,395 | \$209,006,302 | \$30,671,178 | \$30,682,374 |

2.D. Summary of Base Request Objective Outcomes

10/16/2024 9:39:25AM

89th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

| Goal/ Objective / Outcome | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|---|----------------|----------------|----------------|----------------|----------------|
| 1 Provide Instructional and Operations Support | | | | | |
| 1 Instructional Programs | | | | | |
| KEY 1 % Medical School Students Passing NLE Part 1 or Part 2 on First Try | 97.42% | 97.50% | 97.50% | 97.50% | 97.50% |
| KEY 2 % Medical School Graduates Practicing Primary Care in Texas | 18.83% | 21.38% | 19.61% | 18.83% | 18.83% |
| 3 % Med School Grads Practicing Primary Care in Texas Underserved Area | 2.77% | 3.18% | 3.15% | 2.63% | 2.63% |
| KEY 4 Percent of Medical Residency Completers Practicing in Texas | 52.20% | 53.87% | 53.87% | 53.87% | 53.87% |
| 5 Total Uncompensated Care Provided by Faculty | 188,757,725.00 | 192,589,771.00 | 198,367,464.00 | 204,318,488.00 | 210,448,042.00 |
| KEY 6 Percent Allied Health Grads Passing Certif/Licensure Exam First Try | 95.45% | 94.63% | 94.63% | 94.63% | 94.63% |
| KEY 7 Percent Allied Health Graduates Licensed or Certified in Texas | 77.05% | 79.66% | 79.66% | 79.66% | 79.66% |
| KEY 8 Administrative (Instit Support) Cost As % of Total Expenditures | 2.70% | 3.00% | 3.00% | 3.00% | 3.00% |
| KEY 9 % Medical School Graduates Practicing in Texas | 55.62% | 58.06% | 57.11% | 55.62% | 55.62% |
| 2 Provide Research Support | | | | | |
| 1 Research Activities | | | | | |
| KEY 1 Total External Research Expenditures | 544,132,286.00 | 581,778,230.00 | 633,907,149.00 | 665,984,035.00 | 700,114,212.00 |
| 2 External Research Expends As % of State Appropriations for Research | 844.66% | 775.69% | 845.20% | 887.97% | 933.47% |
| 3 Research Expenditures Supported by the Hughes Institute and VA Center | 22,852,377.00 | 22,852,377.00 | 22,852,377.00 | 22,852,377.00 | 22,852,377.00 |

2.E. Summary of Exceptional Items Request
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/16/2024
 TIME : 9:39:26AM

Agency code: 729

Agency name: **The University of Texas Southwestern Medical Center**

| Priority | Item | 2026 | | | 2027 | | | Biennium | | |
|---|---------------------------------|---------------------|---------------------|-------------|---------------------|---------------------|-------------|---------------------|---------------------|--|
| | | GR and GR/Dedicated | All Funds | FTEs | GR and GR/Dedicated | All Funds | FTEs | GR and GR/Dedicated | All Funds | |
| 1 | Cell and Gene Therapy Center | \$9,000,000 | \$9,000,000 | 41.0 | \$9,000,000 | \$9,000,000 | 41.0 | \$18,000,000 | \$18,000,000 | |
| 2 | Def Maint & Resiliency Projects | \$13,080,000 | \$13,080,000 | 0.0 | \$13,080,000 | \$13,080,000 | 0.0 | \$26,160,000 | \$26,160,000 | |
| Total, Exceptional Items Request | | \$22,080,000 | \$22,080,000 | 41.0 | \$22,080,000 | \$22,080,000 | 41.0 | \$44,160,000 | \$44,160,000 | |
| Method of Financing | | | | | | | | | | |
| | General Revenue | \$22,080,000 | \$22,080,000 | | \$22,080,000 | \$22,080,000 | | \$44,160,000 | \$44,160,000 | |
| | General Revenue - Dedicated | | | | | | | | | |
| | Federal Funds | | | | | | | | | |
| | Other Funds | | | | | | | | | |
| | | \$22,080,000 | \$22,080,000 | | \$22,080,000 | \$22,080,000 | | \$44,160,000 | \$44,160,000 | |
| Full Time Equivalent Positions | | | | 41.0 | | | | 41.0 | | |
| Number of 100% Federally Funded FTEs | | | | 0.0 | | | | 0.0 | | |

2.F. Summary of Total Request by Strategy
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 10/16/2024
 TIME : 9:39:26AM

Agency code: 729 Agency name: The University of Texas Southwestern Medical Center

| Goal/Objective/STRATEGY | Base 2026 | Base 2027 | Exceptional 2026 | Exceptional 2027 | Total Request 2026 | Total Request 2027 |
|---|----------------------|----------------------|-----------------------------|-----------------------------|-------------------------------|-------------------------------|
| 1 Provide Instructional and Operations Support | | | | | | |
| <i>1 Instructional Programs</i> | | | | | | |
| 1 MEDICAL EDUCATION | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 2 BIOMEDICAL SCIENCES TRAINING | 0 | 0 | 0 | 0 | 0 | 0 |
| 3 ALLIED HEALTH PROFESSIONS TRAINING | 0 | 0 | 0 | 0 | 0 | 0 |
| 4 GRADUATE TRAINING IN PUBLIC HEALTH | 0 | 0 | 0 | 0 | 0 | 0 |
| 5 GRADUATE MEDICAL EDUCATION | 0 | 0 | 0 | 0 | 0 | 0 |
| <i>2 Operations - Staff Benefits</i> | | | | | | |
| 1 STAFF GROUP INSURANCE PREMIUMS | 713,449 | 713,449 | 0 | 0 | 713,449 | 713,449 |
| <i>3 Operations - Statutory Funds</i> | | | | | | |
| 1 TEXAS PUBLIC EDUCATION GRANTS | 1,119,696 | 1,130,893 | 0 | 0 | 1,119,696 | 1,130,893 |
| TOTAL, GOAL 1 | \$1,833,145 | \$1,844,342 | \$0 | \$0 | \$1,833,145 | \$1,844,342 |
| 2 Provide Research Support | | | | | | |
| <i>1 Research Activities</i> | | | | | | |
| 1 RESEARCH ENHANCEMENT | 0 | 0 | 0 | 0 | 0 | 0 |
| 2 PERFORMANCE BASED RESEARCH OPS | 0 | 0 | 0 | 0 | 0 | 0 |
| TOTAL, GOAL 2 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

2.F. Summary of Total Request by Strategy
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 10/16/2024
 TIME : 9:39:26AM

Agency code: 729 Agency name: The University of Texas Southwestern Medical Center

| Goal/Objective/STRATEGY | Base 2026 | Base 2027 | Exceptional 2026 | Exceptional 2027 | Total Request 2026 | Total Request 2027 |
|---|----------------------|----------------------|-----------------------------|-----------------------------|-------------------------------|-------------------------------|
| 3 Provide Infrastructure Support | | | | | | |
| <i>1 Operations and Maintenance</i> | | | | | | |
| 1 E&G SPACE SUPPORT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| <i>2 Infrastructure Support</i> | | | | | | |
| 1 CCAP REVENUE BONDS | 16,671,554 | 16,671,554 | 13,080,000 | 13,080,000 | 29,751,554 | 29,751,554 |
| TOTAL, GOAL 3 | \$16,671,554 | \$16,671,554 | \$13,080,000 | \$13,080,000 | \$29,751,554 | \$29,751,554 |
| 4 Provide Non-formula Support | | | | | | |
| <i>1 Residency Training</i> | | | | | | |
| 1 PRIMARY CARE RESIDENCY TRAINING | 922,998 | 922,998 | 0 | 0 | 922,998 | 922,998 |
| <i>3 Health Care</i> | | | | | | |
| 1 REGIONAL BURN CARE CENTER | 82,300 | 82,300 | 0 | 0 | 82,300 | 82,300 |
| <i>4 Public Service</i> | | | | | | |
| 1 SCIENCE TEACHER ACCESS TO RESOURCES | 493,841 | 493,840 | 0 | 0 | 493,841 | 493,840 |
| <i>5 Institutional</i> | | | | | | |
| 1 INSTITUTIONAL ENHANCEMENT | 693,112 | 693,112 | 0 | 0 | 693,112 | 693,112 |
| 2 SCHOOL OF PUBLIC HEALTH | 2,500,000 | 2,500,000 | 0 | 0 | 2,500,000 | 2,500,000 |
| <i>6 Exceptional Item Request</i> | | | | | | |
| 1 EXCEPTIONAL ITEM REQUEST | 0 | 0 | 9,000,000 | 9,000,000 | 9,000,000 | 9,000,000 |
| TOTAL, GOAL 4 | \$4,692,251 | \$4,692,250 | \$9,000,000 | \$9,000,000 | \$13,692,251 | \$13,692,250 |

2.F. Summary of Total Request by Strategy
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 10/16/2024
 TIME : 9:39:26AM

Agency code: 729 Agency name: The University of Texas Southwestern Medical Center

| Goal/Objective/STRATEGY | Base 2026 | Base 2027 | Exceptional 2026 | Exceptional 2027 | Total Request 2026 | Total Request 2027 |
|---|----------------------|----------------------|-----------------------------|-----------------------------|-------------------------------|-------------------------------|
| 6 Tobacco Funds | | | | | | |
| <i>1 Tobacco Earnings for Eminent Scholars</i> | | | | | | |
| 1 TOBACCO EARNINGS - UT SWMC | \$3,825,000 | \$3,825,000 | \$0 | \$0 | \$3,825,000 | \$3,825,000 |
| 2 TOBACCO - PERMANENT HEALTH FUND | 3,649,228 | 3,649,228 | 0 | 0 | 3,649,228 | 3,649,228 |
| TOTAL, GOAL 6 | \$7,474,228 | \$7,474,228 | \$0 | \$0 | \$7,474,228 | \$7,474,228 |
| TOTAL, AGENCY STRATEGY REQUEST | \$30,671,178 | \$30,682,374 | \$22,080,000 | \$22,080,000 | \$52,751,178 | \$52,762,374 |
| TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST | | | | | | |
| GRAND TOTAL, AGENCY REQUEST | \$30,671,178 | \$30,682,374 | \$22,080,000 | \$22,080,000 | \$52,751,178 | \$52,762,374 |

2.F. Summary of Total Request by Strategy
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 10/16/2024
 TIME : 9:39:26AM

Agency code: 729 Agency name: The University of Texas Southwestern Medical Center

| Goal/Objective/STRATEGY | Base 2026 | Base 2027 | Exceptional 2026 | Exceptional 2027 | Total Request 2026 | Total Request 2027 |
|---|----------------------|----------------------|-----------------------------|-----------------------------|-------------------------------|-------------------------------|
| General Revenue Funds: | | | | | | |
| 1 General Revenue Fund | \$21,363,805 | \$21,363,804 | \$22,080,000 | \$22,080,000 | \$43,443,805 | \$43,443,804 |
| | \$21,363,805 | \$21,363,804 | \$22,080,000 | \$22,080,000 | \$43,443,805 | \$43,443,804 |
| General Revenue Dedicated Funds: | | | | | | |
| 704 Est Bd Authorized Tuition Inc | 0 | 0 | 0 | 0 | 0 | 0 |
| 770 Est. Other Educational & General | 1,833,145 | 1,844,342 | 0 | 0 | 1,833,145 | 1,844,342 |
| | \$1,833,145 | \$1,844,342 | \$0 | \$0 | \$1,833,145 | \$1,844,342 |
| Other Funds: | | | | | | |
| 810 Perm Health Fund Higher Ed, est | 3,649,228 | 3,649,228 | 0 | 0 | 3,649,228 | 3,649,228 |
| 813 Perm Endow FD UT SW MED, estimated | 3,825,000 | 3,825,000 | 0 | 0 | 3,825,000 | 3,825,000 |
| | \$7,474,228 | \$7,474,228 | \$0 | \$0 | \$7,474,228 | \$7,474,228 |
| TOTAL, METHOD OF FINANCING | \$30,671,178 | \$30,682,374 | \$22,080,000 | \$22,080,000 | \$52,751,178 | \$52,762,374 |
| FULL TIME EQUIVALENT POSITIONS | 1,955.7 | 1,955.7 | 41.0 | 41.0 | 1,996.7 | 1,996.7 |

2.G. Summary of Total Request Objective Outcomes
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

Date : 10/16/2024

Time: 9:39:26AM

Agency code: 729

Agency name: The University of Texas Southwestern Medical Center

Goal/ Objective / Outcome

| | BL 2026 | BL 2027 | Excp 2026 | Excp 2027 | Total Request 2026 | Total Request 2027 |
|--|----------------|----------------|--------------|--------------|--------------------------|--------------------------|
| 1 Provide Instructional and Operations Support | | | | | | |
| 1 <i>Instructional Programs</i> | | | | | | |
| KEY 1 % Medical School Students Passing NLE Part 1 or Part 2 on First Try | | | | | | |
| | 97.50% | 97.50% | | | 97.50% | 97.50% |
| KEY 2 % Medical School Graduates Practicing Primary Care in Texas | | | | | | |
| | 18.83% | 18.83% | | | 18.83% | 18.83% |
| 3 % Med School Grads Practicing Primary Care in Texas Underserved Area | | | | | | |
| | 2.63% | 2.63% | | | 2.63% | 2.63% |
| KEY 4 Percent of Medical Residency Completers Practicing in Texas | | | | | | |
| | 53.87% | 53.87% | | | 53.87% | 53.87% |
| 5 Total Uncompensated Care Provided by Faculty | | | | | | |
| | 204,318,488.00 | 210,448,042.00 | | | 204,318,488.00 | 210,448,042.00 |
| KEY 6 Percent Allied Health Grads Passing Certif/Licensure Exam First Try | | | | | | |
| | 94.63% | 94.63% | | | 94.63% | 94.63% |
| KEY 7 Percent Allied Health Graduates Licensed or Certified in Texas | | | | | | |
| | 79.66% | 79.66% | | | 79.66% | 79.66% |
| KEY 8 Administrative (Instit Support) Cost As % of Total Expenditures | | | | | | |
| | 3.00% | 3.00% | | | 3.00% | 3.00% |

2.G. Summary of Total Request Objective Outcomes
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

Date : 10/16/2024

Time: 9:39:26AM

Agency code: 729

Agency name: The University of Texas Southwestern Medical Center

Goal/ Objective / Outcome

| | BL 2026 | BL 2027 | Excp 2026 | Excp 2027 | Total Request 2026 | Total Request 2027 |
|---|----------------|----------------|--------------|--------------|--------------------------|--------------------------|
| KEY | | | | | | |
| 9 % Medical School Graduates Practicing in Texas | | | | | | |
| | 55.62% | 55.62% | | | 55.62% | 55.62% |
| 2 Provide Research Support | | | | | | |
| 1 Research Activities | | | | | | |
| KEY | | | | | | |
| 1 Total External Research Expenditures | | | | | | |
| | 665,984,035.00 | 700,114,212.00 | | | 665,984,035.00 | 700,114,212.00 |
| 2 External Research Expends As % of State Appropriations for Research | | | | | | |
| | 887.97% | 933.47% | | | 887.97% | 933.47% |
| 3 Research Expenditures Supported by the Hughes Institute and VA Center | | | | | | |
| | 22,852,377.00 | 22,852,377.00 | | | 22,852,377.00 | 22,852,377.00 |

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Instructional Programs
 STRATEGY: 1 Medical Education

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 ⁽¹⁾ | BL 2027 ⁽¹⁾ |
|------------------------------------|---|-----------|-----------|-----------|------------------------|------------------------|
| Output Measures: | | | | | | |
| | 1 Minority Graduates as a Percent of Total Graduates (All Schools) | 19.32 % | 16.17 % | 16.66 % | 17.15 % | 17.67 % |
| | 2 Minority Graduates As a Percent of Total MD/DO Graduates | 19.91 % | 20.10 % | 20.70 % | 21.32 % | 21.96 % |
| | 3 Total Number of Postdoctoral Research Trainees (All Schools) | 424.00 | 424.00 | 424.00 | 424.00 | 424.00 |
| KEY | 4 Number of Combined MD/PhD Graduates | 12.00 | 9.00 | 9.00 | 9.00 | 9.00 |
| Efficiency Measures: | | | | | | |
| | 1 Avg Cost of Resident Undergraduate Tuition and Fees for 15 Sch | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Explanatory/Input Measures: | | | | | | |
| KEY | 1 Minority Admissions As % of Total First-year Admissions (All Schools) | 18.43 % | 18.61 % | 18.80 % | 18.99 % | 19.18 % |
| KEY | 2 Minority MD Admissions As % of Total MD Admissions | 29.96 % | 30.26 % | 30.56 % | 30.87 % | 31.18 % |
| KEY | 3 % Medical School Graduates Entering a Primary Care Residency | 39.55 % | 39.16 % | 40.33 % | 41.54 % | 42.79 % |
| KEY | 4 Average Student Loan Debt for Medical School Graduates | 62,345.00 | 68,760.00 | 69,448.00 | 70,142.00 | 70,843.00 |

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Instructional Programs
 STRATEGY: 1 Medical Education

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | (1) BL 2026 | (1) BL 2027 |
|--|--|---------------------|---------------------|---------------------|----------------|----------------|
| KEY 5 | Percent of Medical School Graduates with Student Loan Debt | 50.00 % | 55.00 % | 55.55 % | 56.11 % | 56.67 % |
| 6 | Average Financial Aid Award Per Full-time Student | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 7 | Percent of Full-time Students Receiving Financial Aid | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Objects of Expense: | | | | | | |
| 1001 | SALARIES AND WAGES | \$55,819,341 | \$55,174,477 | \$44,618,966 | \$0 | \$0 |
| 1002 | OTHER PERSONNEL COSTS | \$570,575 | \$563,984 | \$456,087 | \$0 | \$0 |
| 1005 | FACULTY SALARIES | \$21,580,993 | \$21,331,675 | \$17,250,680 | \$0 | \$0 |
| 2009 | OTHER OPERATING EXPENSE | \$35,182 | \$34,776 | \$28,123 | \$0 | \$0 |
| TOTAL, OBJECT OF EXPENSE | | \$78,006,091 | \$77,104,912 | \$62,353,856 | \$0 | \$0 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$75,841,820 | \$75,909,846 | \$61,891,960 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$75,841,820 | \$75,909,846 | \$61,891,960 | \$0 | \$0 |
| Method of Financing: | | | | | | |
| 770 | Est. Other Educational & General | \$2,164,271 | \$1,195,066 | \$461,896 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) | | \$2,164,271 | \$1,195,066 | \$461,896 | \$0 | \$0 |

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Instructional Programs
 STRATEGY: 1 Medical Education

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 ⁽¹⁾ | BL 2027 ⁽¹⁾ |
|--|-------------|---------------------|---------------------|---------------------|------------------------|------------------------|
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$78,006,091 | \$77,104,912 | \$62,353,856 | \$0 | \$0 |
| FULL TIME EQUIVALENT POSITIONS: | | 723.7 | 921.3 | 833.7 | 833.7 | 833.7 |

STRATEGY DESCRIPTION AND JUSTIFICATION:

The Instruction and Operations Formula provides funding for faculty salaries, departmental operating expense, library, instructional administration, student services and institutional support. The formula for this strategy is based on weighted medical student headcounts. The rate per weighted student headcount or full time equivalent is established by the Legislature each biennium.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Instructional Programs
 STRATEGY: 1 Medical Education

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 ⁽¹⁾ | BL 2027 ⁽¹⁾ |
|------|-------------|----------|----------|----------|------------------------|------------------------|
|------|-------------|----------|----------|----------|------------------------|------------------------|

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | BIENNIAL | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|--------------------------------------|-----------------|---------------------------------------|--|
| Base Spending (Est 2024 + Bud 2025) | Baseline Request (BL 2026 + BL 2027) | CHANGE | \$ Amount | Explanation(s) of Amount (must specify MOFs and FTEs) |
| \$139,458,768 | \$0 | \$(139,458,768) | \$(139,458,768) | Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions. |
| | | | <u>\$(139,458,768)</u> | Total of Explanation of Biennial Change |

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Instructional Programs
 STRATEGY: 2 Graduate Training in Biomedical Sciences

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 ⁽¹⁾ | BL 2027 ⁽¹⁾ |
|--|-------------------------------|--------------------|--------------------|--------------------|------------------------|------------------------|
| Objects of Expense: | | | | | | |
| 1001 | SALARIES AND WAGES | \$2,849,457 | \$3,217,258 | \$3,221,866 | \$0 | \$0 |
| 1002 | OTHER PERSONNEL COSTS | \$43,031 | \$48,586 | \$48,655 | \$0 | \$0 |
| 1005 | FACULTY SALARIES | \$3,842,536 | \$4,338,524 | \$4,344,737 | \$0 | \$0 |
| 2009 | OTHER OPERATING EXPENSE | \$1,524 | \$1,721 | \$1,723 | \$0 | \$0 |
| TOTAL, OBJECT OF EXPENSE | | \$6,736,548 | \$7,606,089 | \$7,616,981 | \$0 | \$0 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$6,624,365 | \$6,675,647 | \$7,616,981 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$6,624,365 | \$6,675,647 | \$7,616,981 | \$0 | \$0 |
| Method of Financing: | | | | | | |
| 704 | Est Bd Authorized Tuition Inc | \$112,183 | \$930,442 | \$0 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) | | \$112,183 | \$930,442 | \$0 | \$0 | \$0 |

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Instructional Programs
 STRATEGY: 2 Graduate Training in Biomedical Sciences

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 ⁽¹⁾ | BL 2027 ⁽¹⁾ |
|--|-------------|--------------------|--------------------|--------------------|------------------------|------------------------|
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$6,736,548 | \$7,606,089 | \$7,616,981 | \$0 | \$0 |
| FULL TIME EQUIVALENT POSITIONS: | | 81.0 | 91.5 | 91.6 | 91.6 | 91.6 |

STRATEGY DESCRIPTION AND JUSTIFICATION:

The Instruction and Operations Formula provides funding for faculty salaries, departmental operating expense, library, instructional administration, student services and institutional support. The formula for this strategy is based on weighted biomedical student full time equivalent. The rate per weighted student headcount or full time equivalent is established by the Legislature each biennium.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Instructional Programs
 STRATEGY: 2 Graduate Training in Biomedical Sciences

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 ⁽¹⁾ | BL 2027 ⁽¹⁾ |
|------|-------------|----------|----------|----------|------------------------|------------------------|
|------|-------------|----------|----------|----------|------------------------|------------------------|

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | BIENNIAL | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|--------------------------------------|----------------|---------------------------------------|--|
| Base Spending (Est 2024 + Bud 2025) | Baseline Request (BL 2026 + BL 2027) | CHANGE | \$ Amount | Explanation(s) of Amount (must specify MOFs and FTEs) |
| \$15,223,070 | \$0 | \$(15,223,070) | \$(15,223,070) | Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions. |
| | | | \$(15,223,070) | Total of Explanation of Biennial Change |

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Instructional Programs
 STRATEGY: 3 Allied Health Professions Training

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 ⁽¹⁾ | BL 2027 ⁽¹⁾ |
|--|-------------------------------|--------------------|--------------------|--------------------|------------------------|------------------------|
| Objects of Expense: | | | | | | |
| 1001 | SALARIES AND WAGES | \$2,200,457 | \$2,350,805 | \$2,133,134 | \$0 | \$0 |
| 1002 | OTHER PERSONNEL COSTS | \$22,460 | \$23,995 | \$21,773 | \$0 | \$0 |
| 1005 | FACULTY SALARIES | \$2,876,469 | \$3,073,006 | \$2,788,463 | \$0 | \$0 |
| TOTAL, OBJECT OF EXPENSE | | \$5,099,386 | \$5,447,806 | \$4,943,370 | \$0 | \$0 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$4,391,030 | \$5,391,470 | \$4,943,370 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$4,391,030 | \$5,391,470 | \$4,943,370 | \$0 | \$0 |
| Method of Financing: | | | | | | |
| 704 | Est Bd Authorized Tuition Inc | \$708,356 | \$56,336 | \$0 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) | | \$708,356 | \$56,336 | \$0 | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$5,099,386 | \$5,447,806 | \$4,943,370 | \$0 | \$0 |
| FULL TIME EQUIVALENT POSITIONS: | | 61.3 | 65.5 | 59.4 | 59.4 | 59.4 |

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Instructional Programs
 STRATEGY: 3 Allied Health Professions Training

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 ⁽¹⁾ | BL 2027 ⁽¹⁾ |
|------|-------------|----------|----------|----------|------------------------|------------------------|
|------|-------------|----------|----------|----------|------------------------|------------------------|

STRATEGY DESCRIPTION AND JUSTIFICATION:

The Instruction and Operations Formula provides funding for faculty salaries, departmental operating expense, library, instructional administration, student services and institutional support. The formula for this strategy is based on weighted allied health student full time equivalent. The rate per weighted student headcount or full time equivalent is established by the Legislature each biennium.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | <u>BIENNIAL</u> | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|---|-----------------|---------------------------------------|--|
| <u>Base Spending (Est 2024 + Bud 2025)</u> | <u>Baseline Request (BL 2026 + BL 2027)</u> | <u>CHANGE</u> | <u>\$ Amount</u> | <u>Explanation(s) of Amount (must specify MOFs and FTEs)</u> |
| \$10,391,176 | \$0 | \$(10,391,176) | \$(10,391,176) | Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions. |
| | | | <u>\$(10,391,176)</u> | Total of Explanation of Biennial Change |

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Instructional Programs
 STRATEGY: 4 Graduate Training in Public Health

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|--|-------------------------|------------|------------|------------|------------|------------|
| Objects of Expense: | | | | | | |
| 1001 | SALARIES AND WAGES | \$0 | \$0 | \$0 | \$0 | \$0 |
| 1002 | OTHER PERSONNEL COSTS | \$0 | \$0 | \$0 | \$0 | \$0 |
| 1005 | FACULTY SALARIES | \$0 | \$0 | \$0 | \$0 | \$0 |
| 2009 | OTHER OPERATING EXPENSE | \$0 | \$0 | \$0 | \$0 | \$0 |
| TOTAL, OBJECT OF EXPENSE | | \$0 | \$0 | \$0 | \$0 | \$0 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$0 | \$0 | \$0 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$0 | \$0 | \$0 | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$0 | \$0 | \$0 | \$0 | \$0 |
| FULL TIME EQUIVALENT POSITIONS: | | | | | | |
| STRATEGY DESCRIPTION AND JUSTIFICATION: | | | | | | |

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Instructional Programs
 STRATEGY: 4 Graduate Training in Public Health

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------|-------------|----------|----------|----------|---------|---------|
|------|-------------|----------|----------|----------|---------|---------|

The Instruction and Operations Formula provides funding for faculty salaries, departmental operating expense, library, instructional administration, student services and institutional support. The formula for this strategy is based on weighted allied health student full time equivalent. The rate per weighted student headcount or full time equivalent is established by the Legislature each biennium.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | <u>BIENNIAL CHANGE</u> | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|---|------------------------|---------------------------------------|--|
| <u>Base Spending (Est 2024 + Bud 2025)</u> | <u>Baseline Request (BL 2026 + BL 2027)</u> | | <u>\$ Amount</u> | <u>Explanation(s) of Amount (must specify MOFs and FTEs)</u> |
| \$0 | \$0 | \$0 | \$0 | This is a new strategy, and formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions. |
| | | | \$0 | Total of Explanation of Biennial Change |

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Instructional Programs
 STRATEGY: 5 Graduate Medical Education

Service Categories:
 Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 ⁽¹⁾ | BL 2027 ⁽¹⁾ |
|--|--|--------------------|--------------------|--------------------|------------------------|------------------------|
| Output Measures: | | | | | | |
| KEY 1 | Total Number of MD or DO Residents | 1,548.00 | 1,585.00 | 1,595.00 | 1,605.00 | 1,615.00 |
| Explanatory/Input Measures: | | | | | | |
| KEY 1 | Minority MD or DO Residents as a Percent of Total MD or DO Residents | 16.30 % | 16.63 % | 16.96 % | 17.30 % | 17.64 % |
| Objects of Expense: | | | | | | |
| 1001 | SALARIES AND WAGES | \$2,904,209 | \$2,690,761 | \$2,504,826 | \$0 | \$0 |
| 1002 | OTHER PERSONNEL COSTS | \$38,036 | \$35,241 | \$32,979 | \$0 | \$0 |
| 1005 | FACULTY SALARIES | \$5,114,504 | \$4,738,607 | \$5,332,092 | \$0 | \$0 |
| 2009 | OTHER OPERATING EXPENSE | \$466 | \$432 | \$0 | \$0 | \$0 |
| TOTAL, OBJECT OF EXPENSE | | \$8,057,215 | \$7,465,041 | \$7,869,897 | \$0 | \$0 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$8,057,215 | \$7,465,041 | \$7,869,897 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$8,057,215 | \$7,465,041 | \$7,869,897 | \$0 | \$0 |

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 1 Instructional Programs
 STRATEGY: 5 Graduate Medical Education

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 ⁽¹⁾ | BL 2027 ⁽¹⁾ |
|--|-------------|----------|----------|----------|------------------------|------------------------|
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | | | | \$8,057,215 | \$7,465,041 |
| FULL TIME EQUIVALENT POSITIONS: | | | | | 64.2 | 59.5 |
| FULL TIME EQUIVALENT POSITIONS: | | | | | 62.7 | 62.7 |

STRATEGY DESCRIPTION AND JUSTIFICATION:

The Graduate Medical Education formula allocates funding based on the number of medical residents. These funds shall be used to support the number of resident slots in the State of Texas as well as faculty costs related to GME.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | <u>BIENNIAL</u> | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|--------------------------------------|-----------------|---------------------------------------|--|
| Base Spending (Est 2024 + Bud 2025) | Baseline Request (BL 2026 + BL 2027) | CHANGE | \$ Amount | Explanation(s) of Amount (must specify MOFs and FTEs) |
| \$15,334,938 | \$0 | \$(15,334,938) | \$(15,334,938) | Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions. |
| | | | \$(15,334,938) | Total of Explanation of Biennial Change |

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 2 Operations - Staff Benefits
 STRATEGY: 1 Staff Group Insurance Premiums

Service Categories:

Service: 06 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|--|----------------------------------|--------------------|--------------------|--------------------|------------------|------------------|
| Objects of Expense: | | | | | | |
| 1002 | OTHER PERSONNEL COSTS | \$5,169,368 | \$6,091,680 | \$6,640,059 | \$713,449 | \$713,449 |
| TOTAL, OBJECT OF EXPENSE | | \$5,169,368 | \$6,091,680 | \$6,640,059 | \$713,449 | \$713,449 |
| Method of Financing: | | | | | | |
| 770 | Est. Other Educational & General | \$5,169,368 | \$6,091,680 | \$6,640,059 | \$713,449 | \$713,449 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) | | \$5,169,368 | \$6,091,680 | \$6,640,059 | \$713,449 | \$713,449 |
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$713,449 | \$713,449 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$5,169,368 | \$6,091,680 | \$6,640,059 | \$713,449 | \$713,449 |

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy is to provide proportional share of staff group insurance premiums paid from Other Educational and General funds.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support

OBJECTIVE: 2 Operations - Staff Benefits

Service Categories:

STRATEGY: 1 Staff Group Insurance Premiums

Service: 06

Income: A.2

Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------|-------------|----------|----------|----------|---------|---------|
|------|-------------|----------|----------|----------|---------|---------|

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | BIENNIAL | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|--------------------------------------|----------------|---------------------------------------|--|
| Base Spending (Est 2024 + Bud 2025) | Baseline Request (BL 2026 + BL 2027) | CHANGE | \$ Amount | Explanation(s) of Amount (must specify MOFs and FTEs) |
| \$12,731,739 | \$1,426,898 | \$(11,304,841) | \$(11,304,841) | Base years include total group health insurance costs covered with GRD, whereas the baseline request only includes the calculated GRD proportional share of projected group health insurance cost. |
| | | | \$(11,304,841) | Total of Explanation of Biennial Change |

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support
 OBJECTIVE: 3 Operations - Statutory Funds
 STRATEGY: 1 Texas Public Education Grants

Service Categories:

Service: 20 Income: A.1 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|--|----------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Objects of Expense: | | | | | | |
| 2009 | OTHER OPERATING EXPENSE | \$1,070,843 | \$1,086,159 | \$1,108,610 | \$1,119,696 | \$1,130,893 |
| TOTAL, OBJECT OF EXPENSE | | \$1,070,843 | \$1,086,159 | \$1,108,610 | \$1,119,696 | \$1,130,893 |
| Method of Financing: | | | | | | |
| 770 | Est. Other Educational & General | \$1,070,843 | \$1,086,159 | \$1,108,610 | \$1,119,696 | \$1,130,893 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) | | \$1,070,843 | \$1,086,159 | \$1,108,610 | \$1,119,696 | \$1,130,893 |
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$1,119,696 | \$1,130,893 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$1,070,843 | \$1,086,159 | \$1,108,610 | \$1,119,696 | \$1,130,893 |

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy represents tuition set aside for the Texas Public Education Grants program as required by Section 56.033 of the Texas Education Code.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

729 The University of Texas Southwestern Medical Center

GOAL: 1 Provide Instructional and Operations Support

OBJECTIVE: 3 Operations - Statutory Funds

Service Categories:

STRATEGY: 1 Texas Public Education Grants

Service: 20

Income: A.1

Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------|-------------|----------|----------|----------|---------|---------|
|------|-------------|----------|----------|----------|---------|---------|

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | BIENNIAL | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|--------------------------------------|----------|---------------------------------------|--|
| Base Spending (Est 2024 + Bud 2025) | Baseline Request (BL 2026 + BL 2027) | CHANGE | \$ Amount | Explanation(s) of Amount (must specify MOFs and FTEs) |
| \$2,194,769 | \$2,250,589 | \$55,820 | \$55,820 | Amounts requested are in line with set aside requirements. |
| | | | \$55,820 | Total of Explanation of Biennial Change |

729 The University of Texas Southwestern Medical Center

GOAL: 2 Provide Research Support
 OBJECTIVE: 1 Research Activities
 STRATEGY: 1 Research Enhancement

Service Categories:

Service: 21 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 ⁽¹⁾ | BL 2027 ⁽¹⁾ |
|--|----------------------------------|--------------------|--------------------|--------------------|------------------------|------------------------|
| Objects of Expense: | | | | | | |
| 1001 | SALARIES AND WAGES | \$3,234,776 | \$3,349,429 | \$5,142,573 | \$0 | \$0 |
| 1002 | OTHER PERSONNEL COSTS | \$37,459 | \$38,787 | \$59,552 | \$0 | \$0 |
| 1005 | FACULTY SALARIES | \$2,318,019 | \$2,400,179 | \$3,685,134 | \$0 | \$0 |
| 2009 | OTHER OPERATING EXPENSE | \$347 | \$360 | \$552 | \$0 | \$0 |
| TOTAL, OBJECT OF EXPENSE | | \$5,590,601 | \$5,788,755 | \$8,887,811 | \$0 | \$0 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$5,590,601 | \$5,732,419 | \$8,883,719 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$5,590,601 | \$5,732,419 | \$8,883,719 | \$0 | \$0 |
| Method of Financing: | | | | | | |
| 770 | Est. Other Educational & General | \$0 | \$56,336 | \$4,092 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) | | \$0 | \$56,336 | \$4,092 | \$0 | \$0 |

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 2 Provide Research Support
 OBJECTIVE: 1 Research Activities
 STRATEGY: 1 Research Enhancement

Service Categories:

Service: 21 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 ⁽¹⁾ | BL 2027 ⁽¹⁾ |
|--|-------------|--------------------|--------------------|--------------------|------------------------|------------------------|
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$5,590,601 | \$5,788,755 | \$8,887,811 | \$0 | \$0 |
| FULL TIME EQUIVALENT POSITIONS: | | 73.2 | 75.8 | 116.4 | 116.4 | 116.4 |

STRATEGY DESCRIPTION AND JUSTIFICATION:

The Research Enhancement formula allocates a base amount to each institution in addition to a percent of the research expenditures as reported to the Texas Higher Education Coordinating Board. These funds are used to support the research activities of the institution.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | <u>BIENNIAL</u> | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|--------------------------------------|-----------------|---------------------------------------|--|
| Base Spending (Est 2024 + Bud 2025) | Baseline Request (BL 2026 + BL 2027) | CHANGE | \$ Amount | Explanation(s) of Amount (must specify MOFs and FTEs) |
| \$14,676,566 | \$0 | \$(14,676,566) | \$(14,676,566) | Formula funded strategies are not requested in 2026-2027 because amounts are not determined by institutions. |
| | | | \$(14,676,566) | Total of Explanation of Biennial Change |

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 2 Provide Research Support

OBJECTIVE: 1 Research Activities

STRATEGY: 2 Performance Based Research Operations

Service Categories:

Service: 21

Income: A.2

Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|--|-------------------------|---------------------|---------------------|---------------------|--------------|--------------|
| Objects of Expense: | | | | | | |
| 1001 | SALARIES AND WAGES | \$17,235,544 | \$20,965,587 | \$25,645,915 | \$0 | \$0 |
| 1002 | OTHER PERSONNEL COSTS | \$287,278 | \$349,450 | \$427,461 | \$0 | \$0 |
| 1005 | FACULTY SALARIES | \$23,106,925 | \$28,107,625 | \$34,382,332 | \$0 | \$0 |
| 2009 | OTHER OPERATING EXPENSE | \$1,132,865 | \$1,378,034 | \$1,685,665 | \$0 | \$0 |
| TOTAL, OBJECT OF EXPENSE | | \$41,762,612 | \$50,800,696 | \$62,141,373 | \$0 | \$0 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$41,762,612 | \$50,800,696 | \$62,141,373 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$41,762,612 | \$50,800,696 | \$62,141,373 | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$41,762,612 | \$50,800,696 | \$62,141,373 | \$0 | \$0 |
| FULL TIME EQUIVALENT POSITIONS: | | 419.9 | 331.8 | 405.9 | 405.9 | 405.9 |

STRATEGY DESCRIPTION AND JUSTIFICATION:

729 The University of Texas Southwestern Medical Center

GOAL: 2 Provide Research Support
 OBJECTIVE: 1 Research Activities Service Categories:
 STRATEGY: 2 Performance Based Research Operations Service: 21 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------|-------------|----------|----------|----------|---------|---------|
|------|-------------|----------|----------|----------|---------|---------|

UTSW is a research-intensive, at-capacity institution that leverages its foundational state funds to support its research mission—an integral driver of excellence in its education and patient care. The Performance Based Research Formula seeds core operations, technologies needed to support UTSW’s researchers.

Home to the largest biomedical sciences PhD program and the only public medical school in Texas consistently ranked by US News & World Report among the top 30 research institutions nationally, UTSW long relied upon Non-Formula “Special Items” to secure state research support. In the absence of an adequate formula mechanism with the HRI Research Enhancement Formula having eroded to a 1.17% match for every \$100M in research expenditures, Non-Formula items were UTSW’s only avenue to secure sufficient support for almost two decades. However, the nature of Non-Formula items—intended for targeted short-term purposes and typically disproportionately cut in economic recessions—created instability across biennia and are not suited to sustaining core institutional infrastructure.

Conversion of Non-Formula funds to a more predictable performance formula provides an accountable mechanism to earn state match funds to seed research that catalyzes patient breakthroughs and reaps external investment, resulting in an up to 10:1 ROI in external grants at UTSW and increasing the state’s economic output. Withdrawal of this funding jeopardizes the foundation on which UTSW’s robust research enterprise is built.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

729 The University of Texas Southwestern Medical Center

GOAL: 2 Provide Research Support
 OBJECTIVE: 1 Research Activities Service Categories:
 STRATEGY: 2 Performance Based Research Operations Service: 21 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------|-------------|----------|----------|----------|---------|---------|
|------|-------------|----------|----------|----------|---------|---------|

UTSW’s Performance Based Research Operations Formula is driven by the institution and its researchers’ ability to secure competitive grant support as measured by its annual institutional research expenditures. The formula’s Performance Base Match and Tiered Increase Match are calculated based on the increase or decrease in the average annual research expenditures, representing a true measure of recent performance and ability to maintain nationally ranked levels of research over time.

The formula has provided essential funding to maintain costly and continuously evolving research infrastructure and technology in unique Core Labs that are necessary to support proof of concept and advance cutting-edge discovery, as well as foundational funding for a new research faculty incentive program that has driven remarkable performance. Consequently, the formula has become an invaluable tool to recruit and retain the highest-caliber scientists.

From FY10-17 before the Performance Formula was implemented, UTSW faculty increased their research expenditures by 2.5% per year. Since implementation, from FY18-23, faculty have increased research by 8.1% or ~\$45M annually and maintained this cumulative increase, a notable ROI.

Such foundational research support is not provided by competitive federal grants or other funding sources, making the Formula essential to UTSW maintaining excellence across our tripartite mission of education, research and patient care; and to contributing to Texas’ long-term economic vibrancy and development as a destination for a growing biotechnology industry.

729 The University of Texas Southwestern Medical Center

GOAL: 2 Provide Research Support

OBJECTIVE: 1 Research Activities

STRATEGY: 2 Performance Based Research Operations

Service Categories:

Service: 21

Income: A.2

Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------|-------------|----------|----------|----------|---------|---------|
|------|-------------|----------|----------|----------|---------|---------|

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | <u>BIENNIAL</u> | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|--------------------------------------|-----------------|---------------------------------------|--|
| Base Spending (Est 2024 + Bud 2025) | Baseline Request (BL 2026 + BL 2027) | CHANGE | \$ Amount | Explanation(s) of Amount (must specify MOFs and FTEs) |
| \$112,942,069 | \$0 | \$(112,942,069) | \$(112,942,069) | Formula funded strategies are not requested in 2026-2027 because amounts are not determined by institutions. |
| | | | \$(112,942,069) | Total of Explanation of Biennial Change |

729 The University of Texas Southwestern Medical Center

GOAL: 3 Provide Infrastructure Support
 OBJECTIVE: 1 Operations and Maintenance
 STRATEGY: 1 E&G Space Support

Service Categories:

Service: 10 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 ⁽¹⁾ | BL 2027 ⁽¹⁾ |
|--|----------------------------------|---------------------|---------------------|---------------------|------------------------|------------------------|
| Objects of Expense: | | | | | | |
| 1001 | SALARIES AND WAGES | \$14,905,719 | \$17,465,778 | \$18,247,083 | \$0 | \$0 |
| 1002 | OTHER PERSONNEL COSTS | \$223,299 | \$0 | \$273,356 | \$0 | \$0 |
| 2009 | OTHER OPERATING EXPENSE | \$70,149 | \$0 | \$85,874 | \$0 | \$0 |
| TOTAL, OBJECT OF EXPENSE | | \$15,199,167 | \$17,465,778 | \$18,606,313 | \$0 | \$0 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$15,199,167 | \$17,295,803 | \$18,597,746 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$15,199,167 | \$17,295,803 | \$18,597,746 | \$0 | \$0 |
| Method of Financing: | | | | | | |
| 770 | Est. Other Educational & General | \$0 | \$169,975 | \$8,567 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) | | \$0 | \$169,975 | \$8,567 | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$15,199,167 | \$17,465,778 | \$18,606,313 | \$0 | \$0 |
| FULL TIME EQUIVALENT POSITIONS: | | 292.8 | 336.5 | 358.5 | 358.5 | 358.5 |

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 3 Provide Infrastructure Support
 OBJECTIVE: 1 Operations and Maintenance
 STRATEGY: 1 E&G Space Support

Service Categories:

Service: 10 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 ⁽¹⁾ | BL 2027 ⁽¹⁾ |
|------|-------------|----------|----------|----------|------------------------|------------------------|
|------|-------------|----------|----------|----------|------------------------|------------------------|

STRATEGY DESCRIPTION AND JUSTIFICATION:

The Infrastructure Support formula distributes funding associated with plant support and utilities. This formula is driven by the predicted square feet for health related institutions produced by the Coordinating Board Space Projection Model.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | <u>BIENNIAL</u> | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|---|-----------------|---------------------------------------|--|
| <u>Base Spending (Est 2024 + Bud 2025)</u> | <u>Baseline Request (BL 2026 + BL 2027)</u> | <u>CHANGE</u> | <u>\$ Amount</u> | <u>Explanation(s) of Amount (must specify MOFs and FTEs)</u> |
| \$36,072,091 | \$0 | \$(36,072,091) | \$(36,072,091) | Formula funded strategies are not requested in 2026-2027 because amounts are not determined by institutions. |
| | | | \$(36,072,091) | Total of Explanation of Biennial Change |

(1) - Formula funded strategies are not requested in 2026-27 because amounts are not determined by institutions.

729 The University of Texas Southwestern Medical Center

GOAL: 3 Provide Infrastructure Support
 OBJECTIVE: 2 Infrastructure Support
 STRATEGY: 1 Capital Construction Assistance Projects Revenue Bonds

Service Categories:
 Service: 10 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|--|----------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Objects of Expense: | | | | | | |
| 2008 | DEBT SERVICE | \$18,518,500 | \$23,741,104 | \$16,671,554 | \$16,671,554 | \$16,671,554 |
| TOTAL, OBJECT OF EXPENSE | | \$18,518,500 | \$23,741,104 | \$16,671,554 | \$16,671,554 | \$16,671,554 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$18,518,500 | \$23,741,104 | \$16,671,554 | \$16,671,554 | \$16,671,554 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$18,518,500 | \$23,741,104 | \$16,671,554 | \$16,671,554 | \$16,671,554 |
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$16,671,554 | \$16,671,554 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$18,518,500 | \$23,741,104 | \$16,671,554 | \$16,671,554 | \$16,671,554 |

FULL TIME EQUIVALENT POSITIONS:

STRATEGY DESCRIPTION AND JUSTIFICATION:

The CCAP strategy provides for bond indebtedness payments of Revenue Bonds. Bond indebtedness payments of General Revenue Bonds is authorized under Texas Education Code Section 55.17.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

729 The University of Texas Southwestern Medical Center

GOAL: 3 Provide Infrastructure Support
 OBJECTIVE: 2 Infrastructure Support Service Categories:
 STRATEGY: 1 Capital Construction Assistance Projects Revenue Bonds Service: 10 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------|-------------|----------|----------|----------|---------|---------|
|------|-------------|----------|----------|----------|---------|---------|

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | BIENNIAL | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|--------------------------------------|---------------|---------------------------------------|--|
| Base Spending (Est 2024 + Bud 2025) | Baseline Request (BL 2026 + BL 2027) | CHANGE | \$ Amount | Explanation(s) of Amount (must specify MOFs and FTEs) |
| \$40,412,658 | \$33,343,108 | \$(7,069,550) | \$(7,069,550) | Based on actual, known CCAP debt service requirements for 2026-2027. |
| | | | \$(7,069,550) | Total of Explanation of Biennial Change |

729 The University of Texas Southwestern Medical Center

GOAL: 4 Provide Non-formula Support
 OBJECTIVE: 1 Residency Training
 STRATEGY: 1 Primary Care Residency Training Program

Service Categories:
 Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|--|-------------------------|------------------|------------------|------------------|------------------|------------------|
| Objects of Expense: | | | | | | |
| 2009 | OTHER OPERATING EXPENSE | \$922,998 | \$922,998 | \$922,998 | \$922,998 | \$922,998 |
| TOTAL, OBJECT OF EXPENSE | | \$922,998 | \$922,998 | \$922,998 | \$922,998 | \$922,998 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$922,998 | \$922,998 | \$922,998 | \$922,998 | \$922,998 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$922,998 | \$922,998 | \$922,998 | \$922,998 | \$922,998 |
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$922,998 | \$922,998 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$922,998 | \$922,998 | \$922,998 | \$922,998 | \$922,998 |
| FULL TIME EQUIVALENT POSITIONS: | | | | | | |
| STRATEGY DESCRIPTION AND JUSTIFICATION: | | | | | | |

729 The University of Texas Southwestern Medical Center

GOAL: 4 Provide Non-formula Support
 OBJECTIVE: 1 Residency Training Service Categories:
 STRATEGY: 1 Primary Care Residency Training Program Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------|-------------|----------|----------|----------|---------|---------|
|------|-------------|----------|----------|----------|---------|---------|

To practice medicine, one must first earn their medical degree then spend years training in an accredited residency program. The second component is where graduates gain the full range of knowledge and skills to perform medical diagnosis and treatment, and to achieve the certification required for a doctor to practice. Residency training is a primary mission of Texas' medical schools and institutions absorb the greatest share of costs not covered by federal and state funds. Specifically, faculty train residents at a significant cost that is primarily borne by the institution. A small portion of the education costs are supported with Medicare GME funds and the State GME formula, which pays a fraction of the approximately \$66,000 annual educational cost to train primary care residents (excluding the resident stipend/salary and benefits).

UTSW has long supplemented its graduate medical education programs to help maintain one of the State's largest primary care residency programs, including direct resident support through payment of 61 primary care stipends. Texas continues to lag in training enough doctors to meet growing demand, making this funding essential to continue the number and quality of primary care residency programs at UTSW as a pipeline of primary care doctors in North Texas and statewide.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Additional information for this strategy is available in Schedule 9, Special Item Information.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | <u>BIENNIAL</u> | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|--------------------------------------|-----------------|---------------------------------------|---|
| Base Spending (Est 2024 + Bud 2025) | Baseline Request (BL 2026 + BL 2027) | CHANGE | \$ Amount | Explanation(s) of Amount (must specify MOFs and FTEs) |
| \$1,845,996 | \$1,845,996 | \$0 | \$0 | No change in the biennium request. |
| | | | \$0 | Total of Explanation of Biennial Change |

729 The University of Texas Southwestern Medical Center

GOAL: 4 Provide Non-formula Support
 OBJECTIVE: 3 Health Care
 STRATEGY: 1 Regional Burn Care Center

Service Categories:

Service: 22 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|--|----------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| Objects of Expense: | | | | | | |
| 1005 | FACULTY SALARIES | \$92,768 | \$92,769 | \$82,300 | \$82,300 | \$82,300 |
| TOTAL, OBJECT OF EXPENSE | | \$92,768 | \$92,769 | \$82,300 | \$82,300 | \$82,300 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$92,768 | \$92,769 | \$82,300 | \$82,300 | \$82,300 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$92,768 | \$92,769 | \$82,300 | \$82,300 | \$82,300 |
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$82,300 | \$82,300 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$92,768 | \$92,769 | \$82,300 | \$82,300 | \$82,300 |
| FULL TIME EQUIVALENT POSITIONS: | | 0.3 | 0.3 | 0.3 | 0.3 | 0.3 |

STRATEGY DESCRIPTION AND JUSTIFICATION:

To provide state-of-the-art comprehensive acute burn care, burn rehabilitation, education, supplies, and banked skin allograft tissues for clinical transplant for adult and pediatric patients and healthcare professionals. The Center is also the only American Burn Association and American College of Surgeons-verified burn center in North Texas, providing a regional resource for disaster management for those with burns.

729 The University of Texas Southwestern Medical Center

GOAL: 4 Provide Non-formula Support
 OBJECTIVE: 3 Health Care
 STRATEGY: 1 Regional Burn Care Center

Service Categories:

Service: 22 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------|-------------|----------|----------|----------|---------|---------|
|------|-------------|----------|----------|----------|---------|---------|

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Additional information for this strategy is available in Schedule 9, Special Item Information.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | <u>BIENNIAL</u> | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|---|-----------------|---------------------------------------|--|
| <u>Base Spending (Est 2024 + Bud 2025)</u> | <u>Baseline Request (BL 2026 + BL 2027)</u> | <u>CHANGE</u> | <u>\$ Amount</u> | <u>Explanation(s) of Amount (must specify MOFs and FTEs)</u> |
| \$175,069 | \$164,600 | \$(10,469) | \$(10,469) | Biennium request based on continued need at the prior appropriation level. |
| | | | \$(10,469) | Total of Explanation of Biennial Change |

729 The University of Texas Southwestern Medical Center

GOAL: 4 Provide Non-formula Support
 OBJECTIVE: 4 Public Service
 STRATEGY: 1 Program for Science Teacher Access to Resources (STARS)

Service Categories:
 Service: 18 Income: A.2 Age: B.1

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|--|----------------------------------|------------------|------------------|------------------|------------------|------------------|
| Objects of Expense: | | | | | | |
| 1001 | SALARIES AND WAGES | \$302,784 | \$294,368 | \$235,600 | \$258,124 | \$258,124 |
| 1002 | OTHER PERSONNEL COSTS | \$5,579 | \$5,424 | \$4,728 | \$4,756 | \$4,756 |
| 1005 | FACULTY SALARIES | \$270,924 | \$263,393 | \$253,512 | \$230,961 | \$230,960 |
| 2009 | OTHER OPERATING EXPENSE | \$4 | \$4 | \$0 | \$0 | \$0 |
| TOTAL, OBJECT OF EXPENSE | | \$579,291 | \$563,189 | \$493,840 | \$493,841 | \$493,840 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$579,291 | \$557,708 | \$493,612 | \$493,841 | \$493,840 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$579,291 | \$557,708 | \$493,612 | \$493,841 | \$493,840 |
| Method of Financing: | | | | | | |
| 770 | Est. Other Educational & General | \$0 | \$5,481 | \$228 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) | | \$0 | \$5,481 | \$228 | \$0 | \$0 |

729 The University of Texas Southwestern Medical Center

GOAL: 4 Provide Non-formula Support
 OBJECTIVE: 4 Public Service
 STRATEGY: 1 Program for Science Teacher Access to Resources (STARS)

Service Categories:
 Service: 18 Income: A.2 Age: B.1

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|--|-------------|------------------|------------------|------------------|------------------|------------------|
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$493,841 | \$493,840 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$579,291 | \$563,189 | \$493,840 | \$493,841 | \$493,840 |
| FULL TIME EQUIVALENT POSITIONS: | | 7.2 | 7.0 | 6.1 | 6.1 | 6.1 |

STRATEGY DESCRIPTION AND JUSTIFICATION:

The STARS program is dedicated to maintaining a robust educational partnership between UTSW and secondary teachers, and providing programs for bright secondary school students. STARS has two goals: to improve science education in the North Texas area and beyond, and to increase the interest and enthusiasm among bright secondary school students to pursue careers in STEM fields, especially as they impact the future of biomedicine.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Additional information for this strategy is available in Schedule 9, Special Item Information.

729 The University of Texas Southwestern Medical Center

GOAL: 4 Provide Non-formula Support
 OBJECTIVE: 4 Public Service
 STRATEGY: 1 Program for Science Teacher Access to Resources (STARS)

Service Categories:
 Service: 18 Income: A.2 Age: B.1

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------|-------------|----------|----------|----------|---------|---------|
|------|-------------|----------|----------|----------|---------|---------|

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | BIENNIAL | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|--------------------------------------|------------|---------------------------------------|--|
| Base Spending (Est 2024 + Bud 2025) | Baseline Request (BL 2026 + BL 2027) | CHANGE | \$ Amount | Explanation(s) of Amount (must specify MOFs and FTEs) |
| \$1,057,029 | \$987,681 | \$(69,348) | \$(69,348) | Biennium request based on continued need at the prior appropriation level. |
| | | | \$(69,348) | Total of Explanation of Biennial Change |

729 The University of Texas Southwestern Medical Center

GOAL: 4 Provide Non-formula Support
 OBJECTIVE: 5 Institutional
 STRATEGY: 1 Institutional Enhancement

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|--|----------------------------------|------------------|------------------|------------------|------------------|------------------|
| Objects of Expense: | | | | | | |
| 1001 | SALARIES AND WAGES | \$507,171 | \$568,069 | \$472,771 | \$492,083 | \$492,083 |
| 1002 | OTHER PERSONNEL COSTS | \$5,900 | \$6,609 | \$8,436 | \$5,725 | \$5,725 |
| 1005 | FACULTY SALARIES | \$201,291 | \$225,461 | \$211,905 | \$195,304 | \$195,304 |
| TOTAL, OBJECT OF EXPENSE | | \$714,362 | \$800,139 | \$693,112 | \$693,112 | \$693,112 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$714,362 | \$792,352 | \$692,793 | \$693,112 | \$693,112 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$714,362 | \$792,352 | \$692,793 | \$693,112 | \$693,112 |
| Method of Financing: | | | | | | |
| 770 | Est. Other Educational & General | \$0 | \$7,787 | \$319 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED) | | \$0 | \$7,787 | \$319 | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$693,112 | \$693,112 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$714,362 | \$800,139 | \$693,112 | \$693,112 | \$693,112 |
| FULL TIME EQUIVALENT POSITIONS: | | 6.2 | 6.9 | 6.0 | 6.0 | 6.0 |

729 The University of Texas Southwestern Medical Center

GOAL: 4 Provide Non-formula Support
 OBJECTIVE: 5 Institutional
 STRATEGY: 1 Institutional Enhancement

Service Categories:
 Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------|-------------|----------|----------|----------|---------|---------|
|------|-------------|----------|----------|----------|---------|---------|

STRATEGY DESCRIPTION AND JUSTIFICATION:

Institutional Enhancement funding plays a significant role in financing the core missions of all Health Related Institutions by providing a base level of funding for services and programs. Institutional Enhancement funding helps support leading-edge and innovative programs in graduate research education not otherwise supported by formula funding. The purpose of Institutional Enhancement at UT Southwestern is to help provide the highest quality education in the prevention, diagnosis, and treatment of disease to our medical students.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Additional information for this strategy is available in Schedule 9, Special Item Information.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | <u>BIENNIAL</u> | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|---|-----------------|---------------------------------------|--|
| <u>Base Spending (Est 2024 + Bud 2025)</u> | <u>Baseline Request (BL 2026 + BL 2027)</u> | <u>CHANGE</u> | <u>\$ Amount</u> | <u>Explanation(s) of Amount (must specify MOFs and FTEs)</u> |
| \$1,493,251 | \$1,386,224 | \$(107,027) | \$(107,027) | Biennium request based on continued need at the prior appropriation level. |
| | | | \$(107,027) | Total of Explanation of Biennial Change |

729 The University of Texas Southwestern Medical Center

GOAL: 4 Provide Non-formula Support
 OBJECTIVE: 5 Institutional
 STRATEGY: 2 School of Public Health

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|--|-------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Objects of Expense: | | | | | | |
| 1001 | SALARIES AND WAGES | \$3,370,257 | \$3,372,232 | \$1,686,116 | \$1,686,116 | \$1,686,116 |
| 1002 | OTHER PERSONNEL COSTS | \$50,824 | \$50,853 | \$25,427 | \$25,427 | \$25,427 |
| 1005 | FACULTY SALARIES | \$1,575,540 | \$1,576,463 | \$788,231 | \$788,231 | \$788,231 |
| 2009 | OTHER OPERATING EXPENSE | \$452 | \$452 | \$226 | \$226 | \$226 |
| TOTAL, OBJECT OF EXPENSE | | \$4,997,073 | \$5,000,000 | \$2,500,000 | \$2,500,000 | \$2,500,000 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$4,997,073 | \$5,000,000 | \$2,500,000 | \$2,500,000 | \$2,500,000 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$4,997,073 | \$5,000,000 | \$2,500,000 | \$2,500,000 | \$2,500,000 |
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$2,500,000 | \$2,500,000 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$4,997,073 | \$5,000,000 | \$2,500,000 | \$2,500,000 | \$2,500,000 |
| FULL TIME EQUIVALENT POSITIONS: | | 30.1 | 30.1 | 15.1 | 15.1 | 15.1 |
| STRATEGY DESCRIPTION AND JUSTIFICATION: | | | | | | |

729 The University of Texas Southwestern Medical Center

GOAL: 4 Provide Non-formula Support
 OBJECTIVE: 5 Institutional
 STRATEGY: 2 School of Public Health

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------|-------------|----------|----------|----------|---------|---------|
|------|-------------|----------|----------|----------|---------|---------|

The mission of the new UT Southwestern School of Health is to advance public health broadly through groundbreaking and actionable research to address not only infectious disease and rare pandemics as they present, but also the pressing need to identify, predict, and address wide scale and chronic health problems – such as diseases of the heart, obesity, cancer, substance abuse and mental illness – before they occur; to unlock and address social determinants driving disparities in access to healthcare and outcomes; and to produce a diverse, quality public health workforce to improve healthcare outcomes for all Texans.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

Additional information for this strategy is available in Schedule 9, Special Item Information.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | <u>BIENNIAL</u> | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|---|-----------------|---------------------------------------|--|
| <u>Base Spending (Est 2024 + Bud 2025)</u> | <u>Baseline Request (BL 2026 + BL 2027)</u> | <u>CHANGE</u> | <u>\$ Amount</u> | <u>Explanation(s) of Amount (must specify MOFs and FTEs)</u> |
| \$7,500,000 | \$5,000,000 | \$(2,500,000) | \$(2,500,000) | Biennium request based on continued need at the prior appropriation level. |
| | | | \$(2,500,000) | Total of Explanation of Biennial Change |

729 The University of Texas Southwestern Medical Center

GOAL: 4 Provide Non-formula Support
 OBJECTIVE: 6 Exceptional Item Request
 STRATEGY: 1 Exceptional Item Request

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|--|----------------------|------------|------------|------------|------------|------------|
| Objects of Expense: | | | | | | |
| 1001 | SALARIES AND WAGES | \$0 | \$0 | \$0 | \$0 | \$0 |
| 1005 | FACULTY SALARIES | \$0 | \$0 | \$0 | \$0 | \$0 |
| TOTAL, OBJECT OF EXPENSE | | \$0 | \$0 | \$0 | \$0 | \$0 |
| Method of Financing: | | | | | | |
| 1 | General Revenue Fund | \$0 | \$0 | \$0 | \$0 | \$0 |
| SUBTOTAL, MOF (GENERAL REVENUE FUNDS) | | \$0 | \$0 | \$0 | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$0 | \$0 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$0 | \$0 | \$0 | \$0 | \$0 |
| FULL TIME EQUIVALENT POSITIONS: | | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy is used to request exceptional items. Additional information for this strategy is available in Schedules 4.A through 4.C, Exceptional Item Request.

729 The University of Texas Southwestern Medical Center

GOAL: 4 Provide Non-formula Support
 OBJECTIVE: 6 Exceptional Item Request
 STRATEGY: 1 Exceptional Item Request

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------|-------------|----------|----------|----------|---------|---------|
|------|-------------|----------|----------|----------|---------|---------|

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | <u>BIENNIAL</u> | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|---|-----------------|---------------------------------------|--|
| <u>Base Spending (Est 2024 + Bud 2025)</u> | <u>Baseline Request (BL 2026 + BL 2027)</u> | <u>CHANGE</u> | <u>\$ Amount</u> | <u>Explanation(s) of Amount (must specify MOFs and FTEs)</u> |
| \$0 | \$0 | \$0 | \$0 | Total of Explanation of Biennial Change |

729 The University of Texas Southwestern Medical Center

GOAL: 6 Tobacco Funds
 OBJECTIVE: 1 Tobacco Earnings for Eminent Scholars Service Categories:
 STRATEGY: 1 Tobacco Earnings for UT Southwestern Medical Center Service: 21 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------------------------------------|------------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Objects of Expense: | | | | | | |
| 1001 | SALARIES AND WAGES | \$1,049,669 | \$911,040 | \$886,599 | \$886,599 | \$886,599 |
| 1002 | OTHER PERSONNEL COSTS | \$576,536 | \$500,394 | \$486,971 | \$486,971 | \$486,971 |
| 1005 | FACULTY SALARIES | \$2,104,572 | \$1,826,625 | \$1,777,624 | \$1,777,624 | \$1,777,624 |
| 2001 | PROFESSIONAL FEES AND SERVICES | \$1,959 | \$1,701 | \$1,655 | \$1,655 | \$1,655 |
| 2003 | CONSUMABLE SUPPLIES | \$15,105 | \$13,110 | \$12,759 | \$12,759 | \$12,759 |
| 2004 | UTILITIES | \$6,687 | \$5,804 | \$5,648 | \$5,648 | \$5,648 |
| 2006 | RENT - BUILDING | \$4,628 | \$4,017 | \$3,909 | \$3,909 | \$3,909 |
| 2009 | OTHER OPERATING EXPENSE | \$727,388 | \$631,323 | \$614,388 | \$614,388 | \$614,388 |
| 5000 | CAPITAL EXPENDITURES | \$41,966 | \$36,424 | \$35,447 | \$35,447 | \$35,447 |
| TOTAL, OBJECT OF EXPENSE | | \$4,528,510 | \$3,930,438 | \$3,825,000 | \$3,825,000 | \$3,825,000 |
| Method of Financing: | | | | | | |
| 813 | Perm Endow FD UT SW MED, estimated | \$4,528,510 | \$3,930,438 | \$3,825,000 | \$3,825,000 | \$3,825,000 |
| SUBTOTAL, MOF (OTHER FUNDS) | | \$4,528,510 | \$3,930,438 | \$3,825,000 | \$3,825,000 | \$3,825,000 |

729 The University of Texas Southwestern Medical Center

GOAL: 6 Tobacco Funds
 OBJECTIVE: 1 Tobacco Earnings for Eminent Scholars Service Categories:
 STRATEGY: 1 Tobacco Earnings for UT Southwestern Medical Center Service: 21 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|--|-------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$3,825,000 | \$3,825,000 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$4,528,510 | \$3,930,438 | \$3,825,000 | \$3,825,000 | \$3,825,000 |
| FULL TIME EQUIVALENT POSITIONS: | | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

STRATEGY DESCRIPTION AND JUSTIFICATION:

Funding for this strategy is derived from annual distributions of Permanent Health Funds established Section 63.101 of the Texas Education Code. These are appropriated for research and other programs that are conducted by the institution and that benefit the public health.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | <u>BIENNIAL</u> | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|--------------------------------------|-----------------|---------------------------------------|--|
| Base Spending (Est 2024 + Bud 2025) | Baseline Request (BL 2026 + BL 2027) | CHANGE | \$ Amount | Explanation(s) of Amount (must specify MOFs and FTEs) |
| \$7,755,438 | \$7,650,000 | \$(105,438) | \$(105,438) | Base spending (2024+2025) includes the use of prior year balances. |
| | | | \$(105,438) | Total of Explanation of Biennial Change |

729 The University of Texas Southwestern Medical Center

GOAL: 6 Tobacco Funds
 OBJECTIVE: 1 Tobacco Earnings for Eminent Scholars Service Categories:
 STRATEGY: 2 Tobacco Earnings from the Permanent Health Fund for Higher Ed. No. 810 Service: 21 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|------------------------------------|---------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Objects of Expense: | | | | | | |
| 1001 | SALARIES AND WAGES | \$156,803 | \$181,641 | \$244,065 | \$244,065 | \$244,065 |
| 1002 | OTHER PERSONNEL COSTS | \$243,425 | \$281,980 | \$378,892 | \$378,892 | \$378,892 |
| 1005 | FACULTY SALARIES | \$1,723,657 | \$1,996,665 | \$2,682,883 | \$2,682,883 | \$2,682,883 |
| 2001 | PROFESSIONAL FEES AND SERVICES | \$7,637 | \$8,846 | \$11,887 | \$11,887 | \$11,887 |
| 2003 | CONSUMABLE SUPPLIES | \$23,749 | \$27,511 | \$36,966 | \$36,966 | \$36,966 |
| 2004 | UTILITIES | \$582 | \$674 | \$906 | \$906 | \$906 |
| 2006 | RENT - BUILDING | \$0 | \$0 | \$0 | \$0 | \$0 |
| 2009 | OTHER OPERATING EXPENSE | \$170,702 | \$197,739 | \$265,699 | \$265,699 | \$265,699 |
| 5000 | CAPITAL EXPENDITURES | \$17,944 | \$20,786 | \$27,930 | \$27,930 | \$27,930 |
| TOTAL, OBJECT OF EXPENSE | | \$2,344,499 | \$2,715,842 | \$3,649,228 | \$3,649,228 | \$3,649,228 |
| Method of Financing: | | | | | | |
| 810 | Perm Health Fund Higher Ed, est | \$2,344,499 | \$2,715,842 | \$3,649,228 | \$3,649,228 | \$3,649,228 |
| SUBTOTAL, MOF (OTHER FUNDS) | | \$2,344,499 | \$2,715,842 | \$3,649,228 | \$3,649,228 | \$3,649,228 |

729 The University of Texas Southwestern Medical Center

GOAL: 6 Tobacco Funds
 OBJECTIVE: 1 Tobacco Earnings for Eminent Scholars Service Categories:
 STRATEGY: 2 Tobacco Earnings from the Permanent Health Fund for Higher Ed. No. 810 Service: 21 Income: A.2 Age: B.3

| CODE | DESCRIPTION | Exp 2023 | Est 2024 | Bud 2025 | BL 2026 | BL 2027 |
|--|-------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| TOTAL, METHOD OF FINANCE (INCLUDING RIDERS) | | | | | \$3,649,228 | \$3,649,228 |
| TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS) | | \$2,344,499 | \$2,715,842 | \$3,649,228 | \$3,649,228 | \$3,649,228 |
| FULL TIME EQUIVALENT POSITIONS: | | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy includes the institution’s allocation of the Permanent Health Fund for Higher Education. The purpose of these funds includes medical research, health education or treatment programs.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

| <u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u> | | <u>BIENNIAL</u> | <u>EXPLANATION OF BIENNIAL CHANGE</u> | |
|--|--------------------------------------|-----------------|---------------------------------------|---|
| Base Spending (Est 2024 + Bud 2025) | Baseline Request (BL 2026 + BL 2027) | CHANGE | \$ Amount | Explanation(s) of Amount (must specify MOFs and FTEs) |
| \$6,365,070 | \$7,298,456 | \$933,386 | \$933,386 | Projected higher endowment earnings for fiscal years 2026-2027. |
| | | | \$933,386 | Total of Explanation of Biennial Change |

SUMMARY TOTALS:

| | | | | | |
|---|----------------------|----------------------|----------------------|---------------------|---------------------|
| OBJECTS OF EXPENSE: | \$199,389,832 | \$216,623,395 | \$209,006,302 | \$30,671,178 | \$30,682,374 |
| METHODS OF FINANCE (INCLUDING RIDERS): | | | | \$30,671,178 | \$30,682,374 |
| METHODS OF FINANCE (EXCLUDING RIDERS): | \$199,389,832 | \$216,623,395 | \$209,006,302 | \$30,671,178 | \$30,682,374 |
| FULL TIME EQUIVALENT POSITIONS: | 1,759.9 | 1,926.2 | 1,955.7 | 1,955.7 | 1,955.7 |

4.A. Exceptional Item Request Schedule
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/16/2024**
 TIME: **9:41:00AM**

Agency code: **729**

Agency name: **The University of Texas Southwestern Medical Center**

| CODE | DESCRIPTION | Excp 2026 | Excp 2027 |
|--|--|--------------------|--------------------|
| | <p>Item Name: Cell and Gene Therapy Center Item Priority: 1 IT Component: No Anticipated Out-year Costs: Yes Involve Contracts > \$50,000: No</p> <p>Includes Funding for the Following Strategy or Strategies: 04-06-01 Exceptional Item Request</p> | | |
| OBJECTS OF EXPENSE: | | | |
| 1001 | SALARIES AND WAGES | 3,400,000 | 3,400,000 |
| 1005 | FACULTY SALARIES | 5,600,000 | 5,600,000 |
| TOTAL, OBJECT OF EXPENSE | | \$9,000,000 | \$9,000,000 |
| METHOD OF FINANCING: | | | |
| 1 | General Revenue Fund | 9,000,000 | 9,000,000 |
| TOTAL, METHOD OF FINANCING | | \$9,000,000 | \$9,000,000 |
| FULL-TIME EQUIVALENT POSITIONS (FTE): | | 41.00 | 41.00 |

DESCRIPTION / JUSTIFICATION:

In addition to providing excellent education and training, UTSW is dedicated to delivering leading-edge, compassionate care to patients, especially those with complicated diseases, and to researching novel, more effective therapies for Texans. The future for treating a multitude of terminal conditions from cancer to brain diseases caused by mutations in a person's genes is the advancement of cell and gene therapy, an expanding frontier that is delivering remarkable breakthroughs to facilitate genetic modification as the basis for the most promising therapies.

With the proposed Center for Cell & Gene Therapy (CGT), UTSW will advance the related innovative work further and join a handful of institutions worldwide that are pushing these novel treatments in new directions.

Building on CGT breakthroughs, UTSW will pioneer a leading-edge Center that will leverage state investment to competitively secure additional out of state research support to propel a new era of therapies to treat an array of life-threatening diseases including cancer, autoimmune diseases, genetic disorders and many more conditions for which effective treatment is not currently possible.

Without dedicated funding, the often life-saving promise of novel therapies and cures for patients suffering from these diseases will remain unrealized and the positive impact on the productivity of afflicted patients living in Texas and to the state's economy from this and leveraged out of state research investment will be forfeited. Furthermore, continued strategic investment in UTSW research and centers of expertise is essential to continue supporting this Texas HRI as an economic engine with a proven history of delivering improved treatments and preventative therapies to help our state forge an economic and positive path forward for our aging and increasing population health challenges.

4.A. Exceptional Item Request Schedule
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/16/2024**
 TIME: **9:41:00AM**

Agency code: **729**

Agency name: **The University of Texas Southwestern Medical Center**

| CODE | DESCRIPTION | Excp 2026 | Excp 2027 |
|-------------|--------------------|------------------|------------------|
|-------------|--------------------|------------------|------------------|

EXTERNAL/INTERNAL FACTORS:

Additional information for this Exceptional Item is available in Schedule 9, Special Item Information.

PCLS TRACKING KEY:

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Funds would be used to develop dedicated research laboratories, clinical research infrastructure, and better delivery methods to create gene therapies with improved targeting and efficiency. This will translate to lower doses, less off-target effects, cheaper manufacturing costs and improved health outcomes for all Texans as we guarantee Texas' sustained trajectory towards global prominence as a rapidly expanding hub in life sciences.

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

| 2028 | 2029 | 2030 |
|-------------|-------------|-------------|
| \$9,000,000 | \$9,000,000 | \$9,000,000 |

4.A. Exceptional Item Request Schedule
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/16/2024**
 TIME: **9:41:00AM**

Agency code: **729**

Agency name: **The University of Texas Southwestern Medical Center**

| | | | |
|-------------|--------------------|------------------|------------------|
| CODE | DESCRIPTION | Excp 2026 | Excp 2027 |
|-------------|--------------------|------------------|------------------|

| | | | |
|---|--|--|---------------|
| Item Name: | Debt Service for CCAP Funding for Deferred Maintenance & Resiliency Projects | | |
| Item Priority: | 2 | | |
| IT Component: | No | | |
| Anticipated Out-year Costs: | Yes | | |
| Involve Contracts > \$50,000: | No | | |
| Includes Funding for the Following Strategy or Strategies: | 03-02-01 | Capital Construction Assistance Projects | Revenue Bonds |

OBJECTS OF EXPENSE:

| | | | |
|---------------------------------|--------------|---------------------|---------------------|
| 2008 | DEBT SERVICE | 13,080,000 | 13,080,000 |
| TOTAL, OBJECT OF EXPENSE | | \$13,080,000 | \$13,080,000 |

METHOD OF FINANCING:

| | | | |
|-----------------------------------|----------------------|---------------------|---------------------|
| 1 | General Revenue Fund | 13,080,000 | 13,080,000 |
| TOTAL, METHOD OF FINANCING | | \$13,080,000 | \$13,080,000 |

DESCRIPTION / JUSTIFICATION:

As UT Southwestern has grown substantially in all its missions over the last decade, acute deferred maintenance and renovation needs have accrued. Historically, UTSW was able to address these needs from a combination of revenue sources. However, as State Infrastructure Formula support has declined significantly – and other sources of funding, including clinical revenues, are further compressed and stretched to cover additional shortfalls in State support for education – essential maintenance, repairs and renovations, and upgrades to campus infrastructure have been delayed and are now critically urgent.

UT Southwestern has a backlog of deferred maintenance and urgent repairs, renovations, and modernization requirements to adequately and reliably meet academic and research operational needs. Deferred maintenance projects include replacement and/or modernization of physical plant components and infrastructure systems that have reached end of life and are likely to fail. Projects range from utilities infrastructure including thermal plant components to building components, such as HVAC and mechanical systems, HVAC controls, plumbing fixtures and piping, electrical equipment and lighting, elevators, roofs and envelopes, and fire protection systems. Many of these components are nearing or are at end of life and minor repairs to extend beyond their typical life cycle are not cost effective. Continuing to defer repairs and upgrades also places building occupants and institutional missions at substantial risk of unscheduled interruptions and inefficient or unreliable operations.

EXTERNAL/INTERNAL FACTORS:

Vital renovations include refurbishment and modernization needed to support modern research equipment that is essential to maintain safety and accomplish our research mission. Projects will include substantial renovation of selected components and systems that support laboratories, as well as academic and research spaces, in UTSW's oldest South and North Campus research buildings. Projects include research laboratories in which exhaust systems, plumbing systems and fixtures, chemical hoods, laboratory benches and cold rooms have reached or exceeded useful life and no longer reliably function after decades of use.

4.A. Exceptional Item Request Schedule
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/16/2024**
 TIME: **9:41:00AM**

Agency code: **729**

Agency name: **The University of Texas Southwestern Medical Center**

| | | | |
|-------------|--------------------|------------------|------------------|
| CODE | DESCRIPTION | Excp 2026 | Excp 2027 |
|-------------|--------------------|------------------|------------------|

Market conditions have exacerbated the cost of current deferred maintenance, repair, and refurbishment and the cost to address these will only increase as materials and labor shortages persist.

Recent extreme weather events also have highlighted the urgent need to review and assess the campus infrastructure’s ability to withstand the impact of weather events and provide the necessary emergency support to critical operations. Recent emergency weather occurrences include pipes and gas lines freezing, flooding in facilities, and system failures due to extreme cold or heat. Key recommended resiliency projects include replacement of aging thermal distribution systems across the South and North campuses, revitalization of the existing North and South power generator plants to improve reliability and operability, addition of thermal storage to district thermal systems to improve resiliency and provide annual savings, and interconnection of district chilled water systems and improvements to failing distribution systems.

Academic programs across campus will benefit from the requested urgent infrastructure updates, positively impacting almost 3,000 students and learners enrolled in our four schools who are pursuing their academic programs to be tomorrow’s scientists, researchers, clinicians, and educators.

PCLS TRACKING KEY:

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Annual Debt Service payments based on 20 year bond term @ 6% interest.

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

| | | | |
|--|--------------|--------------|--------------|
| | 2028 | 2029 | 2030 |
| | \$13,080,000 | \$13,080,000 | \$13,080,000 |

4.B. Exceptional Items Strategy Allocation Schedule
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **10/16/2024**
 TIME: **9:41:01AM**

Agency code: **729** Agency name: **The University of Texas Southwestern Medical Center**

| Code | Description | Excp 2026 | Excp 2027 |
|---|----------------------|--------------------|--------------------|
| Item Name: Cell and Gene Therapy Center | | | |
| Allocation to Strategy: 4-6-1 Exceptional Item Request | | | |
| OBJECTS OF EXPENSE: | | | |
| 1001 | SALARIES AND WAGES | 3,400,000 | 3,400,000 |
| 1005 | FACULTY SALARIES | 5,600,000 | 5,600,000 |
| TOTAL, OBJECT OF EXPENSE | | \$9,000,000 | \$9,000,000 |
| METHOD OF FINANCING: | | | |
| 1 | General Revenue Fund | 9,000,000 | 9,000,000 |
| TOTAL, METHOD OF FINANCING | | \$9,000,000 | \$9,000,000 |
| FULL-TIME EQUIVALENT POSITIONS (FTE): | | 41.0 | 41.0 |

Agency code: 729 Agency name: The University of Texas Southwestern Medical Center

| Code | Description | Excp 2026 | Excp 2027 |
|--|----------------------|---------------------|---------------------|
| Item Name: Debt Service for CCAP Funding for Deferred Maintenance & Resiliency Projects | | | |
| Allocation to Strategy: 3-2-1 Capital Construction Assistance Projects Revenue Bonds | | | |
| OBJECTS OF EXPENSE: | | | |
| 2008 | DEBT SERVICE | 13,080,000 | 13,080,000 |
| TOTAL, OBJECT OF EXPENSE | | \$13,080,000 | \$13,080,000 |
| METHOD OF FINANCING: | | | |
| 1 | General Revenue Fund | 13,080,000 | 13,080,000 |
| TOTAL, METHOD OF FINANCING | | \$13,080,000 | \$13,080,000 |
| FULL-TIME EQUIVALENT POSITIONS (FTE): | | 0.0 | 0.0 |

4.C. Exceptional Items Strategy Request
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/16/2024
TIME: 9:41:01AM

Agency Code: **729** Agency name: **The University of Texas Southwestern Medical Center**

GOAL: 3 Provide Infrastructure Support

OBJECTIVE: 2 Infrastructure Support

Service Categories:

STRATEGY: 1 Capital Construction Assistance Projects Revenue Bonds

Service: 10 Income: A.2 Age: B.3

| CODE DESCRIPTION | Exp 2026 | Exp 2027 |
|-------------------------|-----------------|-----------------|
|-------------------------|-----------------|-----------------|

OBJECTS OF EXPENSE:

| | | |
|-------------------|------------|------------|
| 2008 DEBT SERVICE | 13,080,000 | 13,080,000 |
|-------------------|------------|------------|

| | | |
|----------------------------------|---------------------|---------------------|
| Total, Objects of Expense | \$13,080,000 | \$13,080,000 |
|----------------------------------|---------------------|---------------------|

METHOD OF FINANCING:

| | | |
|------------------------|------------|------------|
| 1 General Revenue Fund | 13,080,000 | 13,080,000 |
|------------------------|------------|------------|

| | | |
|---------------------------------|---------------------|---------------------|
| Total, Method of Finance | \$13,080,000 | \$13,080,000 |
|---------------------------------|---------------------|---------------------|

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Debt Service for CCAP Funding for Deferred Maintenance & Resiliency Projects

4.C. Exceptional Items Strategy Request
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/16/2024
TIME: 9:41:01AM

Agency Code: **729** Agency name: **The University of Texas Southwestern Medical Center**

GOAL: 4 Provide Non-formula Support

OBJECTIVE: 6 Exceptional Item Request

STRATEGY: 1 Exceptional Item Request

Service Categories:

Service: 19 Income: A.2 Age: B.3

| CODE DESCRIPTION | Exp 2026 | Exp 2027 |
|-------------------------|-----------------|-----------------|
|-------------------------|-----------------|-----------------|

OBJECTS OF EXPENSE:

| | | |
|----------------------------------|--------------------|--------------------|
| 1001 SALARIES AND WAGES | 3,400,000 | 3,400,000 |
| 1005 FACULTY SALARIES | 5,600,000 | 5,600,000 |
| Total, Objects of Expense | \$9,000,000 | \$9,000,000 |

METHOD OF FINANCING:

| | | |
|---------------------------------|--------------------|--------------------|
| 1 General Revenue Fund | 9,000,000 | 9,000,000 |
| Total, Method of Finance | \$9,000,000 | \$9,000,000 |

FULL-TIME EQUIVALENT POSITIONS (FTE): 41.0 41.0

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Cell and Gene Therapy Center

6.A. Historically Underutilized Business Supporting Schedule
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

Date: **10/16/2024**
 Time: **9:41:01AM**

Agency Code: **729** Agency: **The University of Texas Southwestern Medical Center**

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

A. Fiscal Year - HUB Expenditure Information

| Statewide HUB Goals | Procurement Category | % Goal | HUB Expenditures FY 2022 | | | Total Expenditures FY 2022 | | HUB Expenditures FY 2023 | | | Total Expenditures FY 2023 | |
|------------------------|---------------------------|--------|--------------------------|--------|----------------------|----------------------------------|----------|--------------------------|-----------|----------------------|----------------------------------|--|
| | | | % Actual | Diff | Actual \$ | % Goal | % Actual | Diff | Actual \$ | FY 2023 | | |
| 21.1% | Building Construction | 21.1 % | 24.8% | 3.7% | \$42,176,603 | \$170,246,236 | 21.1 % | 18.3% | -2.8% | \$24,625,216 | \$134,516,625 | |
| 32.9% | Special Trade | 8.2 % | 23.3% | 15.1% | \$25,125,471 | \$107,801,134 | 32.9 % | 25.2% | -7.7% | \$41,455,090 | \$164,806,472 | |
| 23.7% | Professional Services | 2.1 % | 1.4% | -0.8% | \$287,795 | \$21,303,578 | 3.3 % | 11.4% | 8.2% | \$1,939,973 | \$16,944,358 | |
| 26.0% | Other Services | 12.4 % | 1.6% | -10.8% | \$4,443,733 | \$272,216,559 | 9.7 % | 3.9% | -5.8% | \$11,315,142 | \$287,487,289 | |
| 21.1% | Commodities | 10.3 % | 5.0% | -5.3% | \$50,011,007 | \$992,917,426 | 8.5 % | 4.1% | -4.4% | \$40,978,198 | \$988,392,884 | |
| | Total Expenditures | | 7.8% | | \$122,044,609 | \$1,564,484,933 | | 7.6% | | \$120,313,619 | \$1,592,147,628 | |

B. Assessment of Attainment of HUB Procurement Goals

Attainment:

UT Southwestern Medical Center exceeded the statewide HUB percentage goal in 1 of 5 categories in fiscal year 2022 and exceeded its internal HUB procurement goals in 2 of the 5 categories in fiscal year 2022.

UT Southwestern Medical Center did not exceed any of the statewide HUB Procurement Goals in fiscal year 2023. However, UT Southwestern exceeded its internal HUB goals in 1 of the 5 categories in fiscal year 2023.

Applicability:

The “Heavy Construction” category is not applicable to UT Southwestern Medical Center’s operations; therefore, the agency does not have any strategies or programs for this category. UT Southwestern Medical Center is focused on its education, research, and patient care mission. Its construction activity relates to renovation and construction contracts issued for facilities related to its mission.

Factors Affecting Attainment:

UT Southwestern has been successful in generating HUB expenditures in the Building Construction and Special Trade categories. We have placed focus on contracting and managing HUB expenditures incurred by prime contractors and their subcontractors.

There are two specific areas that limit the agency’s performance against Statewide goals: non-impactable spend and mission-driven physician preference for goods and services that uniquely align research objectives and the needs of UT Southwestern’s patients.

In FY2023, nearly 30% of expenditure analysis shows that a significant proportion of expenditures in those categories is considered non-impactable spend where there

Agency Code: 729 Agency: The University of Texas Southwestern Medical Center

are no HUB opportunities. Examples of this include services provided by the original equipment manufacturer (OEM), certain pharmaceuticals, medical services, proprietary software licenses and warranties, proprietary research inputs, and some proprietary medical products, like implants.

To meet the needs of high-acuity patients and research subjects with rare health challenges, purchases are often proprietary and therefore sole sourced from large, cutting-edge corporations that have not attained HUB certification.

C. Good-Faith Efforts to Increase HUB Participation

Outreach Efforts and Mentor-Protégé Programs:

UT Southwestern has a strategic focus on increasing awareness of the HUB program for new supplier opportunities and increasing awareness of the contract opportunities for existing HUB suppliers. UT Southwestern continues to build lasting relationships with advocacy organizations in DFW to maximize visibility in the community. A representative list of engagement and outreach activities includes:

- Proactive communication of bid opportunities to advocacy organizations to be disseminated to their members twice a month.
- Hosted four outreach workshops and one internal HUB supplier expo each year.
- Attended and participated in regional HUB conferences, workshops, and outreach sessions in collaboration with local supplier diversity advocacy organizations and diverse suppliers.
- Participated in UT Systems Goods/Services and Construction webinars.
- Meeting one-on-one with diverse suppliers in person or virtually.
- Monthly meetings between facilities, sourcing/contracting/purchasing teams as well as internal procurement roadshow.
- Focus groups with Community Advocate Organizations.
- Providing training sessions to HUB vendors to help them navigate contracting with state entities.

HUB Program Staffing:

UT Southwestern has a dedicated Director of Supplier Diversity/HUB and a team of four who are responsible for the HUB program. They are tasked with ensuring that the institution has the needed expertise and support to achieve supplier diversity goals and institutional compliance.

Current and Future Good-Faith Efforts:

UT Southwestern continues to optimize its analysis and support HUB purchasing efforts to improve HUB performance. Influencing internal decision makers, such as department level staff who independently identify and make necessary purchases for their specific operations, is a key component of this goal. To that end, UT Southwestern has:

- Placed a prominent HUB identifier on HUB suppliers' pages within UT Southwestern's procurement portal so that requestors and shoppers can immediately recognize opportunities at the department purchasing level, which is expected to increase participation in the program across the institution.
- Developed a comprehensive internal HUB training program that reiterates the value of diversity, and the benefits supplier diversity brings to the agency. This mandatory training was implemented for all department employees who make purchasing decisions.

Schedule 6.H. Estimated Funds Outside the institution's Bill Pattern

UT Southwestern Medical Center (729)
Estimated Funds Outside the Institution's Bill Pattern
2024–25 and 2026–27 Biennia

| | 2024-25 Biennium | | | | 2026-27 Biennium | | | |
|--|-------------------------|-------------------------|--------------------------|---------------------|-------------------------|-------------------------|--------------------------|---------------------|
| | FY 2024 Revenue | FY 2025 Revenue | Biennium Total | Percent of Total | FY 2026 Revenue | FY 2027 Revenue | Biennium Total | Percent of Total |
| APPROPRIATED SOURCES INSIDE THE BILL PATTERN | | | | | | | | |
| State Appropriations (excluding HEGI & State Paid Fringes) | \$ 176,024,622 | \$ 176,636,749 | \$ 352,661,371 | | \$ 176,636,749 | \$ 176,636,749 | \$ 353,273,498 | |
| Tuition and Fees (net of Discounts and Allowances) | 7,408,478 | 7,990,329 | 15,398,807 | | 8,238,168 | 8,443,610 | 16,681,778 | |
| Endowment and Interest Income | 7,138,649 | 7,539,228 | 14,677,877 | | 7,613,970 | 7,689,460 | 15,303,430 | |
| Sales and Services of Educational Activities (net) | - | - | - | | - | - | - | |
| Sales and Services of Hospitals (net) | - | - | - | | - | - | - | |
| Other Income | 11,792 | 11,792 | 23,584 | | 11,792 | 11,792 | 23,584 | |
| Total | 190,583,541 | 192,178,098 | 382,761,639 | 3.5% | 192,500,679 | 192,781,611 | 385,282,290 | 3.3% |
| APPROPRIATED SOURCES OUTSIDE THE BILL PATTERN | | | | | | | | |
| State Appropriations (HEGI & State Paid Fringes) | \$ 41,362,678 | \$ 41,466,368 | \$ 82,829,046 | | \$ 41,466,368 | \$ 41,466,368 | \$ 82,932,736 | |
| Higher Education Assistance Funds | - | - | - | | - | - | - | |
| Available University Fund | - | - | - | | - | - | - | |
| State Grants and Contracts | 9,963,878 | 15,346,267 | 25,310,145 | | 10,000,000 | 10,000,000 | 20,000,000 | |
| Total | 51,326,556 | 56,812,635 | 108,139,191 | 1.0% | 51,466,368 | 51,466,368 | 102,932,736 | 0.9% |
| NON-APPROPRIATED SOURCES | | | | | | | | |
| Tuition and Fees (net of Discounts and Allowances) | \$ 21,108,922 | \$ 21,897,763 | \$ 43,006,685 | | \$ 22,297,763 | \$ 22,747,763 | \$ 45,045,526 | |
| Federal Grants and Contracts | 375,515,774 | 393,423,776 | 768,939,550 | | 421,021,717 | 450,493,238 | 871,514,955 | |
| State Grants and Contracts | 47,495,070 | 45,402,273 | 92,897,343 | | 45,421,052 | 45,421,052 | 90,842,104 | |
| Local Government Grants and Contracts | 160,391,693 | 171,316,031 | 331,707,724 | | 177,312,092 | 183,518,015 | 360,830,107 | |
| Private Gifts and Grants | 473,709,450 | 501,834,480 | 975,543,929 | | 506,505,712 | 519,757,389 | 1,026,263,101 | |
| Endowment and Interest Income | 181,035,851 | 180,635,272 | 361,671,123 | | 175,560,517 | 170,485,027 | 346,045,544 | |
| Sales and Services of Educational Activities (net) | 12,650,000 | 13,200,000 | 25,850,000 | | 13,750,000 | 14,300,000 | 28,050,000 | |
| Sales and Services of Hospitals (net) | 2,523,931,167 | 2,645,980,700 | 5,169,911,867 | | 2,771,033,668 | 2,902,238,361 | 5,673,272,028 | |
| Professional Fees (net) | 953,690,860 | 1,001,017,900 | 1,954,708,760 | | 1,041,058,616 | 1,082,700,961 | 2,123,759,577 | |
| Auxiliary Enterprises (net) | 35,133,339 | 39,896,660 | 75,029,999 | | 41,113,426 | 42,383,695 | 83,497,121 | |
| Other Income | 324,188,092 | 270,648,606 | 594,836,698 | | 280,630,862 | 285,808,749 | 566,439,611 | |
| Total | 5,108,850,218 | 5,285,253,460 | 10,394,103,678 | 95.5% | 5,495,705,425 | 5,719,854,249 | 11,215,559,674 | 95.8% |
| TOTAL SOURCES | \$ 5,350,760,315 | \$ 5,534,244,193 | \$ 10,885,004,508 | 100.0% | \$ 5,739,672,472 | \$ 5,964,102,228 | \$ 11,703,774,700 | 100.0% |

89th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

| | Act 2023 | Act 2024 | Bud 2025 | Est 2026 | Est 2027 |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|
| Gross Tuition | | | | | |
| Gross Resident Tuition | 7,102,832 | 7,231,458 | 7,335,823 | 7,277,480 | 7,326,968 |
| Gross Non-Resident Tuition | 8,239,400 | 8,179,760 | 8,148,668 | 8,232,704 | 8,465,523 |
| Gross Tuition | 15,342,232 | 15,411,218 | 15,484,491 | 15,510,184 | 15,792,491 |
| Less: Resident Waivers and Exemptions (excludes Hazlewood) | (86,225) | (76,950) | (63,988) | (65,438) | (67,581) |
| Less: Non-Resident Waivers and Exemptions | (6,467,680) | (6,097,328) | (6,341,435) | (6,345,319) | (6,562,549) |
| Less: Hazlewood Exemptions | (96,000) | (205,492) | (101,231) | (100,183) | (105,208) |
| Less: Board Authorized Tuition Increases (TX. Educ. Code Ann. Sec. 54.008) | (820,539) | (986,778) | 0 | 0 | 0 |
| Less: Tuition increases charged to doctoral students with hours in excess of 100 (TX. Educ. Code Ann. Sec. 54.012) | 0 | 0 | 0 | 0 | 0 |
| Less: Tuition increases charged to undergraduate students with excessive hours above degree requirements. (TX. Educ. Code Ann. Sec. 61.0595) | 0 | 0 | 0 | 0 | 0 |
| Less: Tuition rebates for certain undergraduates (TX. Educ. Code Ann. Sec. 54.0065) | 0 | 0 | 0 | 0 | 0 |
| Plus: Tuition waived for Students 55 Years or Older (TX. Educ. Code Ann. Sec. 54.263) | 0 | 0 | 0 | 0 | 0 |
| Less: Tuition for repeated or excessive hours (TX. Educ. Code Ann. Sec. 54.014) | 0 | 0 | 0 | 0 | 0 |
| Plus: Tuition waived for Texas Grant Recipients (TX. Educ. Code Ann. Sec. 56.307) | 0 | 0 | 0 | 0 | 0 |
| Subtotal | 7,871,788 | 8,044,670 | 8,977,837 | 8,999,244 | 9,057,153 |
| Less: Transfer of funds for Texas Public Education Grants Program (Tex. Educ. Code Ann. Sec. 56c) and for Emergency Loans (Tex. Educ. Code Ann. Sec. 56d) | (1,070,843) | (1,086,159) | (1,108,610) | (1,119,696) | (1,130,893) |
| Less: Transfer of Funds (2%) for Physician/Dental Loans (Medical Schools) | 0 | 0 | 0 | 0 | 0 |
| Less: Statutory Tuition (Tx. Educ. Code Ann. Sec. 54.051) Set Aside for Doctoral Incentive Loan Repayment Program (Tx. Educ. Code Ann. Sec. 56.095) | 0 | 0 | 0 | 0 | 0 |
| Less: Other Authorized Deduction | | | | | |
| Net Tuition | 6,800,945 | 6,958,511 | 7,869,227 | 7,879,548 | 7,926,260 |
| Student Teaching Fees | 0 | 0 | 0 | 0 | 0 |

89th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

| 729 The University of Texas Southwestern Medical Center | | | | | |
|--|------------------|------------------|------------------|------------------|------------------|
| | Act 2023 | Act 2024 | Bud 2025 | Est 2026 | Est 2027 |
| Special Course Fees | 43,567 | 45,635 | 50,000 | 50,000 | 50,000 |
| Laboratory Fees | 0 | 0 | 0 | 0 | 0 |
| Subtotal, Tuition and Fees (Formula Amounts for Health-Related Institutions) | 6,844,512 | 7,004,146 | 7,919,227 | 7,929,548 | 7,976,260 |
| OTHER INCOME | | | | | |
| Interest on General Funds: | | | | | |
| Local Funds in State Treasury | 879,441 | 1,287,001 | 65,000 | 65,000 | 65,000 |
| Funds in Local Depositories, e.g., local amounts | 0 | 0 | 0 | 0 | 0 |
| Other Income (Itemize) | | | | | |
| Miscellaneous Income | 367,473 | 100,507 | 11,792 | 11,792 | 11,792 |
| Subtotal, Other Income | 1,246,914 | 1,387,508 | 76,792 | 76,792 | 76,792 |
| Subtotal, Other Educational and General Income | 8,091,426 | 8,391,654 | 7,996,019 | 8,006,340 | 8,053,052 |
| Less: O.A.S.I. Applicable to Educational and General Local Funds Payrolls | (361,550) | (409,662) | (411,137) | (411,137) | (411,137) |
| Less: Teachers Retirement System and ORP Proportionality for Educational and General Funds | (396,237) | (455,667) | (469,722) | (469,722) | (469,722) |
| Less: Staff Group Insurance Premiums | (5,169,368) | (6,091,680) | (6,640,059) | (5,994,611) | (5,980,734) |
| Total, Other Educational and General Income (Formula Amounts for General Academic Institutions) | 2,164,271 | 1,434,645 | 475,101 | 1,130,870 | 1,191,459 |
| Reconciliation to Summary of Request for FY 2019-2021: | | | | | |
| Plus: Transfer of Funds for Texas Public Education Grants Program and Physician Loans | 1,070,843 | 1,086,159 | 1,108,610 | 1,119,696 | 1,130,893 |
| Plus: Transfer of Funds 2% for Physician/Dental Loans (Medical Schools) | 0 | 0 | 0 | 0 | 0 |
| Plus: Transfer of Funds for Cancellation of Student Loans of Physicians | 0 | 0 | 0 | 0 | 0 |
| Plus: Organized Activities | 0 | 0 | 0 | 0 | 0 |
| Plus: Staff Group Insurance Premiums | 5,169,368 | 6,091,680 | 6,640,059 | 5,994,611 | 5,980,734 |
| Plus: Board-authorized Tuition Income | 820,539 | 986,778 | 0 | 0 | 0 |
| Plus: Tuition Increases Charged to Doctoral Students with Hours in Excess of 100 | 0 | 0 | 0 | 0 | 0 |

89th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

| 729 The University of Texas Southwestern Medical Center | | | | | |
|---|------------------|------------------|------------------|------------------|------------------|
| | Act 2023 | Act 2024 | Bud 2025 | Est 2026 | Est 2027 |
| Plus: Tuition Increases Charged to Undergraduate Students with Excessive Hours above Degree Requirements (TX. Educ. Code Ann. Sec. 61.0595) | 0 | 0 | 0 | 0 | 0 |
| Plus: Tuition rebates for certain undergraduates (TX Educ.Code Ann. Sec. 54.0065) | 0 | 0 | 0 | 0 | 0 |
| Plus: Tuition for repeated or excessive hours (TX. Educ. Code Ann. Sec. 54.014) | 0 | 0 | 0 | 0 | 0 |
| Less: Tuition Waived for Students 55 Years or Older | 0 | 0 | 0 | 0 | 0 |
| Less: Tuition Waived for Texas Grant Recipients | 0 | 0 | 0 | 0 | 0 |
| Total, Other Educational and General Income Reported on Summary of Request | 9,225,021 | 9,599,262 | 8,223,770 | 8,245,177 | 8,303,086 |

729 The University of Texas Southwestern Medical Center

| | Act 2023 | Act 2024 | Bud 2025 | Est 2026 | Est 2027 |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|
| General Revenue Transfers | | | | | |
| Transfer from Coordinating Board for Texas College Work Study Program (2021, 2022, 2023) | 0 | 0 | 0 | 0 | 0 |
| Transfer from Coordinating Board for Professional Nursing Shortage Reduction Program | 0 | 0 | 0 | 0 | 0 |
| Transfer of GR Group Insurance Premium from Comptroller (UT and TAMU Components only) | 14,181,884 | 17,908,633 | 17,908,633 | 0 | 0 |
| Less: Transfer to Other Institutions | 0 | 0 | 0 | 0 | 0 |
| Less: Transfer to Department of Health, Disproportionate Share - State-Owned Hospitals (2021, 2022, 2023) | 0 | 0 | 0 | 0 | 0 |
| Other (Itemize) | | | | | |
| Perm Fund - Military & Veterans Exemptions | 6,696 | 6,696 | 6,696 | 0 | 0 |
| Texas Veterans Commission - Hazlewood | 72,688 | 72,688 | 72,688 | 0 | 0 |
| Other: Fifth Year Accounting Scholarship | 0 | 0 | 0 | 0 | 0 |
| Texas Grants | 0 | 0 | 0 | 0 | 0 |
| B-on-Time Program | 0 | 0 | 0 | 0 | 0 |
| Texas Research Incentive Program | 0 | 0 | 0 | 0 | 0 |
| Less: Transfer to System Administration | 0 | 0 | 0 | 0 | 0 |
| GME Expansion | 0 | 0 | 0 | 0 | 0 |
| Subtotal, General Revenue Transfers | 14,261,268 | 17,988,017 | 17,988,017 | 0 | 0 |
| General Revenue HEF | 0 | 0 | 0 | 0 | 0 |
| Transfer from Available University Funds (UT, A&M and Prairie View A&M Only) | 0 | 0 | 0 | 0 | 0 |
| Other Additions (Itemize) | | | | | |
| Increase Capital Projects - Educational and General Funds | 0 | 0 | 0 | 0 | 0 |
| Transfer from Department of Health, Disproportionate Share - State-owned Hospitals (2021, 2022, 2023) | 0 | 0 | 0 | 0 | 0 |
| Transfers from Other Funds, e.g., Designated funds transferred for educational and general activities (Itemize) | 0 | 0 | 0 | 0 | 0 |
| Other (Itemize) | | | | | |
| Gross Designated Tuition (Sec. 54.0513) | 21,163,638 | 20,962,370 | 22,265,707 | 22,679,281 | 23,524,387 |
| Indirect Cost Recovery (Sec. 145.001(d)) | 124,489,949 | 138,985,979 | 142,572,198 | 158,151,718 | 167,968,961 |

89th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

| | Act 2023 | Act 2024 | Bud 2025 | Est 2026 | Est 2027 |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|
| Correctional Managed Care Contracts | 0 | 0 | 0 | 0 | 0 |

729 The University of Texas Southwestern Medical Center

| | E&G Enrollment | GR Enrollment | GR-D/OEGI Enrollment | Total E&G (Check) | Local Non-E&G |
|----------------------------------|---------------------------|----------------------|-----------------------------|------------------------------|--------------------------|
| GR & GR-D Percentages | | | | | |
| GR % | | 96.50% | | | |
| GR-D/Other % | | 3.50% | | | |
| Total Percentage | | 100.00% | | | |
| FULL TIME ACTIVES | | | | | |
| 1a Employee Only | 1,157 | 1,117 | 40 | 1,157 | 11,525 |
| 2a Employee and Children | 285 | 275 | 10 | 285 | 2,841 |
| 3a Employee and Spouse | 164 | 158 | 6 | 164 | 1,636 |
| 4a Employee and Family | 302 | 291 | 11 | 302 | 3,010 |
| 5a Eligible, Opt Out | 0 | 0 | 0 | 0 | 0 |
| 6a Eligible, Not Enrolled | 0 | 0 | 0 | 0 | 0 |
| Total for This Section | 1,908 | 1,841 | 67 | 1,908 | 19,012 |
| PART TIME ACTIVES | | | | | |
| 1b Employee Only | 17 | 16 | 1 | 17 | 774 |
| 2b Employee and Children | 3 | 3 | 0 | 3 | 140 |
| 3b Employee and Spouse | 1 | 1 | 0 | 1 | 64 |
| 4b Employee and Family | 3 | 3 | 0 | 3 | 149 |
| 5b Eligible, Opt Out | 0 | 0 | 0 | 0 | 0 |
| 6b Eligible, Not Enrolled | 0 | 0 | 0 | 0 | 0 |
| Total for This Section | 24 | 23 | 1 | 24 | 1,127 |
| Total Active Enrollment | 1,932 | 1,864 | 68 | 1,932 | 20,139 |

729 The University of Texas Southwestern Medical Center

| | E&G Enrollment | GR Enrollment | GR-D/OEGI Enrollment | Total E&G (Check) | Local Non-E&G |
|-----------------------------------|----------------|---------------|----------------------|-------------------|---------------|
| FULL TIME RETIREES by ERS | | | | | |
| 1c Employee Only | 273 | 263 | 10 | 273 | 1,780 |
| 2c Employee and Children | 5 | 5 | 0 | 5 | 35 |
| 3c Employee and Spouse | 120 | 116 | 4 | 120 | 782 |
| 4c Employee and Family | 7 | 7 | 0 | 7 | 46 |
| 5c Eligible, Opt Out | 0 | 0 | 0 | 0 | 0 |
| 6c Eligible, Not Enrolled | 0 | 0 | 0 | 0 | 0 |
| Total for This Section | 405 | 391 | 14 | 405 | 2,643 |
| PART TIME RETIREES by ERS | | | | | |
| 1d Employee Only | 0 | 0 | 0 | 0 | 0 |
| 2d Employee and Children | 0 | 0 | 0 | 0 | 0 |
| 3d Employee and Spouse | 0 | 0 | 0 | 0 | 0 |
| 4d Employee and Family | 0 | 0 | 0 | 0 | 0 |
| 5d Eligible, Opt Out | 0 | 0 | 0 | 0 | 0 |
| 6d Eligible, Not Enrolled | 0 | 0 | 0 | 0 | 0 |
| Total for This Section | 0 | 0 | 0 | 0 | 0 |
| Total Retirees Enrollment | 405 | 391 | 14 | 405 | 2,643 |
| TOTAL FULL TIME ENROLLMENT | | | | | |
| 1e Employee Only | 1,430 | 1,380 | 50 | 1,430 | 13,305 |
| 2e Employee and Children | 290 | 280 | 10 | 290 | 2,876 |
| 3e Employee and Spouse | 284 | 274 | 10 | 284 | 2,418 |
| 4e Employee and Family | 309 | 298 | 11 | 309 | 3,056 |
| 5e Eligible, Opt Out | 0 | 0 | 0 | 0 | 0 |
| 6e Eligible, Not Enrolled | 0 | 0 | 0 | 0 | 0 |
| Total for This Section | 2,313 | 2,232 | 81 | 2,313 | 21,655 |

729 The University of Texas Southwestern Medical Center

| | E&G Enrollment | GR Enrollment | GR-D/OEGI Enrollment | Total E&G (Check) | Local Non-E&G |
|-------------------------------|---------------------------|----------------------|-----------------------------|------------------------------|--------------------------|
| TOTAL ENROLLMENT | | | | | |
| 1f Employee Only | 1,447 | 1,396 | 51 | 1,447 | 14,079 |
| 2f Employee and Children | 293 | 283 | 10 | 293 | 3,016 |
| 3f Employee and Spouse | 285 | 275 | 10 | 285 | 2,482 |
| 4f Employee and Family | 312 | 301 | 11 | 312 | 3,205 |
| 5f Eligible, Opt Out | 0 | 0 | 0 | 0 | 0 |
| 6f Eligible, Not Enrolled | 0 | 0 | 0 | 0 | 0 |
| Total for This Section | 2,337 | 2,255 | 82 | 2,337 | 22,782 |

Higher Education Schedule 4: Computation of OASI
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

Agency 729 The University of Texas Southwestern Medical Center

| Proportionality Percentage Based on Comptroller Accounting Policy Statement #011, Exhibit 2 | 2023 | | 2024 | | 2025 | | 2026 | | 2027 | |
|---|-----------------------|-------------------------------|-----------------------|-------------------------------|-----------------------|-------------------------------|-----------------------|-------------------------------|-----------------------|-------------------------------|
| | <u>% to Total</u> | <u>Allocation of OASI</u> | <u>% to Total</u> | <u>Allocation of OASI</u> | <u>% to Total</u> | <u>Allocation of OASI</u> | <u>% to Total</u> | <u>Allocation of OASI</u> | <u>% to Total</u> | <u>Allocation of OASI</u> |
| General Revenue (% to Total) | 96.5645 | \$10,162,404 | 96.5000 | \$11,294,970 | 96.5000 | \$11,335,627 | 96.5000 | \$11,335,627 | 96.5000 | \$11,335,627 |
| Other Educational and General Funds (% to Total) | 3.4355 | \$361,550 | 3.5000 | \$409,662 | 3.5000 | \$411,137 | 3.5000 | \$411,137 | 3.5000 | \$411,137 |
| Health-Related Institutions Patient Income (% to Total) | 0.0000 | \$0 | 0.0000 | \$0 | 0.0000 | \$0 | 0.0000 | \$0 | 0.0000 | \$0 |
| Grand Total, OASI (100%) | 100.0000 | \$10,523,954 | 100.0000 | \$11,704,632 | 100.0000 | \$11,746,764 | 100.0000 | \$11,746,764 | 100.0000 | \$11,746,764 |

Higher Education Schedule 5: Calculation of Retirement Proportionality and ORP Differential
 89th Regular Session, Agency Submission, Version 1

10/16/2024 9:41:03AM

Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

| Description | Act 2023 | Act 2024 | Bud 2025 | Est 2026 | Est 2027 |
|--|----------------|----------------|----------------|----------------|----------------|
| Proportionality Amounts | | | | | |
| Gross Educational and General Payroll - Subject To TRS Retirement | 104,725,133 | 119,166,701 | 123,555,500 | 123,555,500 | 123,555,500 |
| Employer Contribution to TRS Retirement Programs | 8,378,011 | 9,831,253 | 10,193,329 | 10,193,329 | 10,193,329 |
| Gross Educational and General Payroll - Subject To ORP Retirement | 47,811,997 | 48,299,961 | 48,898,290 | 48,898,290 | 48,898,290 |
| Employer Contribution to ORP Retirement Programs | 3,155,592 | 3,187,797 | 3,227,287 | 3,227,287 | 3,227,287 |
| Proportionality Percentage | | | | | |
| General Revenue | 96.5645 % | 96.5000 % | 96.5000 % | 96.5000 % | 96.5000 % |
| Other Educational and General Income | 3.4355 % | 3.5000 % | 3.5000 % | 3.5000 % | 3.5000 % |
| Health-related Institutions Patient Income | 0.0000 % | 0.0000 % | 0.0000 % | 0.0000 % | 0.0000 % |
| Proportional Contribution | | | | | |
| Other Educational and General Proportional Contribution (Other E&G percentage x Total Employer Contribution to Retirement Programs) | 396,237 | 455,667 | 469,722 | 469,722 | 469,722 |
| HRI Patient Income Proportional Contribution (HRI Patient Income percentage x Total Employer Contribution To Retirement Programs) | 0 | 0 | 0 | 0 | 0 |
| Differential | | | | | |
| Differential Percentage | 1.9000 % | 1.9000 % | 1.9000 % | 1.9000 % | 1.9000 % |
| Gross Payroll Subject to Differential - Optional Retirement Program | 47,811,997 | 48,299,961 | 48,898,290 | 48,898,290 | 48,898,290 |
| Total Differential | 908,428 | 917,699 | 929,068 | 929,068 | 929,068 |

Higher Education Schedule 6: Constitutional Capital Funding

10/16/2024 9:41:03AM

89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

| Activity | Act 2023 | Act 2024 | Bud 2025 | Est 2026 | Est 2027 |
|---------------------------------------|-----------|-----------|-----------|-----------|-----------|
| A. PUF Bond Proceeds Allocation | 2,400,000 | 2,400,000 | 2,400,000 | 2,400,000 | 2,400,000 |
| Project Allocation | | | | | |
| Library Acquisitions | 0 | 0 | 0 | 0 | 0 |
| Construction, Repairs and Renovations | 2,400,000 | 2,400,000 | 2,400,000 | 2,400,000 | 2,400,000 |
| Furnishings & Equipment | 0 | 0 | 0 | 0 | 0 |
| Computer Equipment & Infrastructure | 0 | 0 | 0 | 0 | 0 |
| Reserve for Future Consideration | 0 | 0 | 0 | 0 | 0 |
| Other (Itemize) | | | | | |
| B. HEF General Revenue Allocation | 0 | 0 | 0 | 0 | 0 |
| Project Allocation | | | | | |
| Library Acquisitions | 0 | 0 | 0 | 0 | 0 |
| Construction, Repairs and Renovations | 0 | 0 | 0 | 0 | 0 |
| Furnishings & Equipment | 0 | 0 | 0 | 0 | 0 |
| Computer Equipment & Infrastructure | 0 | 0 | 0 | 0 | 0 |
| Reserve for Future Consideration | 0 | 0 | 0 | 0 | 0 |
| HEF for Debt Service | 0 | 0 | 0 | 0 | 0 |
| Other (Itemize) | | | | | |

Higher Education Schedule 7: Personnel
 89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

Date: 10/16/2024
 Time: 9:41:04AM

Agency code: **729** Agency name: **UT SW Med Center**

| | Actual 2023 | Actual 2024 | Budgeted 2025 | Estimated 2026 | Estimated 2027 |
|---|-----------------|-----------------|------------------|-------------------|-------------------|
| Part A. | | | | | |
| FTE Postions | | | | | |
| Directly Appropriated Funds (Bill Pattern) | | | | | |
| Educational and General Funds Faculty Employees | 322.1 | 315.3 | 315.3 | 315.3 | 315.3 |
| Educational and General Funds Non-Faculty Employees | 1,437.8 | 1,610.9 | 1,640.4 | 1,640.4 | 1,640.4 |
| Subtotal, Directly Appropriated Funds | 1,759.9 | 1,926.2 | 1,955.7 | 1,955.7 | 1,955.7 |
| Other Appropriated Funds | | | | | |
| Other (Itemize) | 36.4 | 46.2 | 46.5 | 46.8 | 47.0 |
| Subtotal, Other Appropriated Funds | 36.4 | 46.2 | 46.5 | 46.8 | 47.0 |
| Subtotal, All Appropriated | 1,796.3 | 1,972.4 | 2,002.2 | 2,002.5 | 2,002.7 |
| Non Appropriated Funds Employees | 19,556.7 | 20,380.4 | 20,686.5 | 20,997.2 | 21,312.6 |
| Subtotal, Other Funds & Non-Appropriated | 19,556.7 | 20,380.4 | 20,686.5 | 20,997.2 | 21,312.6 |
| GRAND TOTAL | 21,353.0 | 22,352.8 | 22,688.7 | 22,999.7 | 23,315.3 |

Higher Education Schedule 8A: Capital Construction Assistance Projects Revenue Bond Projects

89th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/16/2024
TIME: 9:41:04AM

Agency 729 The University of Texas Southwestern Medical Center

| | | | | |
|--------------------------|----------------------|--|---------------------------|---|
| Project Priority: | Project Code: | Capital Construction Assistance Projects Revenue Bond Request | Total Project Cost | Cost Per Total Gross Square Feet |
| 1 | 2 | \$ 150,000,000 | \$ 200,000,000 | \$ 182 |

Name of Proposed Facility: Deferred Maintenance & Resiliency Projects
Project Type: Deferred Maintenance

Location of Facility: UTSW Campus Dallas, TX
Type of Facility: Academic Buildings

Project Start Date: 09/01/2025
Project Completion Date: 03/01/2032

Gross Square Feet: 1,100,000
**Net Assignable Square Feet in
Project** 715,000

Project Description

UT Southwestern has a backlog of deferred maintenance and urgent repairs, renovations, and modernization requirements to adequately and reliably meet academic and research operational needs. The project includes critical building and infrastructure updates and refurbishment to improve up to 1.1 million gross square feet. The total project cost is \$200M and UTSW requests \$150M or 75% from State CCAP support. Philanthropic support is not available for these types of maintenance projects, but other limited institutional sources that would otherwise be used to support other investments to directly advance UTSW will fund the remaining 25% or \$50M of this acute deferred maintenance and infrastructure project.

The requested support will provide reliable academic and research facilities for students enrolled in UTSW’s four schools – Medical , Graduate Biomedical Sciences, Public Health, and Health Professions, as well as lower maintenance costs for academic and research space.

Higher Education Schedule 8B: Capital Construction Assistance Projects Revenue Bond Issuance History

89th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

729 The University of Texas Southwestern Medical Center

| Authorization Date | Authorization Amount | Issuance Date | Issuance Amount | Authorized Amount Outstanding as of 08/31/2024 | Proposed Issuance Date for Outstanding Authorization | Proposed Issuance Amount for Outstanding Authorization |
|--------------------|----------------------|-----------------|-----------------|--|--|--|
| 1997 | \$20,000,000 | Sep 16 1998 | \$20,000,000 | | | |
| | | <i>Subtotal</i> | \$20,000,000 | \$0 | | |
| 2001 | \$40,000,000 | Oct 2 2001 | \$40,000,000 | | | |
| | | <i>Subtotal</i> | \$40,000,000 | \$0 | | |
| 2003 | \$56,000,000 | Nov 4 2004 | \$56,000,000 | | | |
| | | <i>Subtotal</i> | \$56,000,000 | \$0 | | |
| 2006 | \$42,000,000 | Feb 15 2008 | \$5,590,000 | | | |
| | | Jan 6 2009 | \$33,025,000 | | | |
| | | Feb 18 2009 | \$3,385,000 | | | |
| | | <i>Subtotal</i> | \$42,000,000 | \$0 | | |
| 2015 | \$80,000,000 | Jul 1 2016 | \$40,000,000 | | | |
| | | Aug 22 2016 | \$40,000,000 | | | |
| | | <i>Subtotal</i> | \$80,000,000 | \$0 | | |
| 2022 | \$59,897,111 | Sep 20 2023 | \$5,222,000 | | | |
| | | Nov 1 2023 | \$4,869,111 | | | |
| | | <i>Subtotal</i> | \$10,091,111 | \$49,806,000 | | |
| | | | | | Sep 1 2024 | \$49,806,000 |

Higher Education Schedule 8C: CCAP Revenue Bond Debt Service Request by Project
 89th Regular Session, Agency Submission, Version 1

Agency Code: 729

Agency Name: **The University of Texas Southwestern Medical Center**

| Project Name | Authorization Year | Estimated Final Payment Date | Requested Amount 2026 | Requested Amount 2027 |
|---|--------------------|------------------------------|-------------------------|-------------------------|
| SWM North Campus Phase 6 Brain Institute Shell | 2022 | 8/15/2045 | \$ 16,671,554.00 | \$ 16,671,554.00 |
| | | | <u>\$ 16,671,554.00</u> | <u>\$ 16,671,554.00</u> |

729 The University of Texas Southwestern Medical Center

Gene and Cell Therapy Center

| | |
|--|-------------|
| (1) Year Non-Formula Support Item First Funded: | 2026 |
| Year Non-Formula Support Item Established: | 2026 |
| Original Appropriation: | \$9,000,000 |

(2) Mission:

In addition to providing excellent education and training, UTSW is dedicated to delivering leading-edge, compassionate care to patients, especially those with complicated diseases and to researching novel, more effective therapies for Texans. The future for treating a multitude of terminal conditions from cancer to brain diseases caused by mutations in a person's genes is the advancement of cell and gene therapy, an expanding frontier that is delivering remarkable breakthroughs to facilitate genetic modification as the basis for the most promising therapies.

With the proposed Center for Cell & Gene Therapy (CGT), UTSW will advance the related innovative work further and join a handful of institutions worldwide that are pushing these novel treatments in new directions.

(3) (a) Major Accomplishments to Date:

UTSW has long established a global reputation as a top research institution, delivering major patient care breakthroughs that are the culmination of years of scientific endeavor. Many of its faculty have achieved recognition for accomplishments in research, which is integral to excellence in patient care and education, including six UTSW faculty who have been awarded the Nobel Prize. UTSW also leads Texas in having 26 faculty elected to the National Academy of Sciences—the “hall of fame” for American scientists (including two members elected in 2023), 21 in the National Academy of Medicine, and 14 Howard Hughes Medical Institute investigators out of a total 18 in Texas—three of the most objective national measures of faculty excellence.

UTSW has a global reputation, delivering patient care breakthroughs that cannot happen without core research State funding.

Its faculty are recognized for research achievements-integral to excellence in education and patient care-including 6 Nobel Prizes and 26 elected to the National Academy of Science.

In significant validation of biomedical research strength in Texas, in 2023, UTSW was ranked #3 in the healthcare category globally for high-quality research by Nature Index Annual Tables, and #1 in Texas and #3 in the US for commercializing biomedical technologies.

(3) (b) Major Accomplishments Expected During the Next 2 Years:

729 The University of Texas Southwestern Medical Center

The potential of CGT requires investment of core state funds to advance its capacity to treat terminal diseases.

CGT are precision medicines to correct mutations in a person's genes, using viruses to transplant healthy cells or deliver healthy genes to a patient. UTSW's basic science expertise brings multi-disciplinary researchers to bear on the application of CGT on our deadliest diseases, with advancements anticipated in:

- Rare Pediatric Brain Diseases- trailblazing clinical trials to enable one-time gene therapy interventions for children
- Cancer-UTSW helped lead clinical trials for FDA approval of CAR-T cell products for acute lymphoblastic leukemia and multiple myeloma, and remains dedicated to developing more effective hematologic therapies
- Advance Precision Medicine & Personalized Treatments-CGT enables interventions that address individual genetic variations, leading to revolutionary therapies with minimized side effects.

With its renowned basic science and commercialization success, UTSW can lead in CGT research. Funds will be used to: develop research labs, clinical research infrastructure, and better CGT delivery methods for improved targeting and efficiency. This will deliver improved outcomes for patients and support Texas' sustained trajectory towards global prominence as a life sciences hub.

(4) Funding Source Prior to Receiving Non-Formula Support Funding:

Limited funding from extramural granting agencies.

(5) Formula Funding:

No formula funding

(6) Category:

Research Support

(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

N/A

(9) Impact of Not Funding:

Building on CGT breakthroughs, UTSW will pioneer a leading-edge Center that will leverage state investment to competitively secure additional out of state research support to propel a new era of therapies to treat an array of life-threatening diseases including cancer, autoimmune diseases, genetic disorders and many more conditions for which effective treatment is not currently possible.

Without dedicated funding, the often life-saving promise of novel therapies and cures for patients suffering from these diseases will remain unrealized and the positive impact on the productivity of afflicted patients living in Texas and to the state's economy from this and leveraged out of state research investment will be forfeited.

Furthermore, continued strategic investment in UTSW research and centers of expertise is essential to continue supporting this Texas HRI as an economic engine with a proven history of delivering improved treatments and preventative therapies to help our state forge an economic and positive path forward for our aging and increasing population health challenges.

729 The University of Texas Southwestern Medical Center

(10) Non-Formula Support Needed on Permanent Basis/Discontinuu

N/A

(11) Non-Formula Support Associated with Time Frame:

N/A as non-formula support is needed on a permanent basis.

(12) Benchmarks:

Suggested performance metrics associated with permanent funding are reflected in Section 13.

(13) Performance Reviews:

Funding for the Center is critical to training tomorrow's specialists, providing infrastructure to support clinical trials, publishing peer-reviewed research findings, and attracting more dollars to the state. Performance can be assessed as follows:

- Faculty retained and recruited
 - Fellows and residents trained
 - Patients treated by Center faculty
 - Clinical trials maintained and started, predicated on available Center infrastructure
 - Peer-reviewed publications
-

729 The University of Texas Southwestern Medical Center

Institutional Enhancement

| | |
|--|-------------|
| (1) Year Non-Formula Support Item First Funded: | 2000 |
| Year Non-Formula Support Item Established: | 2000 |
| Original Appropriation: | \$1,000,000 |

(2) Mission:

Institutional Enhancement funding plays a significant role in financing the core missions of all Health Related Institutions by providing a base level of funding for services and programs. Institutional Enhancement funding at UT Southwestern supports leading-edge and innovative programs in medical education to help provide the highest quality education and training in the prevention, diagnosis, and treatment of disease to medical students.

(3) (a) Major Accomplishments to Date:

Institutional Enhancement support has contributed to maintaining the highest standard of excellence in the missions the state has entrusted to UT Southwestern.

A young school compared to its national peers, UTSW's Medical School was again highly ranked by US News and World Report for 2023-24, 24th in Research and Top 30 in Primary Care among 193 schools across the country. In 2024, Bankrate.com – an independent publisher and comparison service – compared U.S. medical schools to determine how well they help students cut costs while providing a quality education. UTSW was ranked the #1 best value medical school in America, cited as “a pillar in the country for its groundbreaking research and award-winning faculty” and one of the most affordable programs in the country for Texas residents.

In addition, UT Southwestern's Clements University Hospital was ranked by US News and World Report for 2023-24 a Top 20 hospital among more than 5,000 hospitals evaluated across the U.S., and the No. 1 hospital in Texas (tied). Finally, Nature Index, an internationally renowned peer-reviewed journal ranking, named UTSW the top-rated public health care institution globally for published research.

(3) (b) Major Accomplishments Expected During the Next 2 Years:

UTSW will continue to expand and update existing clinical training programs and develop new programs to sustain the quality of our medical education. Major objectives for the school are the integration and expansion of programs in the basic and clinical neurosciences, including the O'Donnell Brain Institute's recent move to a third tower expansion at Clements University Hospital that is dedicated to patients suffering from cognitive diseases of the aging brain and clinical research to address this ever-increasing patient need. UT Southwestern will also continue growing its programs in clinical investigation, including psychiatry, epidemiology, medical informatics, bioinformatics, and clinical trials along with the continued development of new programs in population and health outcomes research. While the extent and comprehensive costs of these programs continues to be defined, student participation will require additional State support.

(4) Funding Source Prior to Receiving Non-Formula Support Funding:

N/A

(5) Formula Funding:

No formula funding.

729 The University of Texas Southwestern Medical Center

(6) Category:

Institutional Enhancement

(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

(9) Impact of Not Funding:

The highest-quality medical education at UTSW is supported through Institutional Enhancement. An important component of its medical education is accomplished for ~690 students in the second, third and fourth years of medical school when they rotate through the many clinical clerkships offered. Medical students participate first-hand in-patient management, learning how to apply information learned in the first 1.5 years of medical school, and acquiring new knowledge. The excellence of the institution's clinical programs is one of the reasons UTSW is a highly regarded medical school and is sought after by the most qualified medical school applicants from across Texas and beyond.

In the past, programs such as oncology and clinical epidemiology have been targets for development to support excellence in medical education. UTSW must remain vigilant to identify new clinical training programs that must be developed or expanded to maintain its cutting-edge medical education. However, as all funding sources contract, established primary care programs that are equally essential to medical education such as Family Practice and Internal Medicine, are now also supported with these funds. Any reductions to this funding would impact the level of training that UTSW has been able to deliver to students.

(10) Non-Formula Support Needed on Permanent Basis/Discontinuu

State support for educating medical students has declined since the state higher education funding formulas were conceived and further reductions can be expected as new medical schools have been established and funding has not kept pace with student growth. Institutional Enhancement support is needed on an ongoing basis to continue supplementing and enhancing core educational operations for our medical student clinical training rotations. Despite UT Southwestern's Institutional Enhancement also having experienced a reduction of 31% since FY2010-11, the funding remains essential for UTSW to provide a high-quality education as costs to operate the medical school continue to escalate.

(11) Non-Formula Support Associated with Time Frame:

N/A as non-formula support is needed on a permanent basis.

(12) Benchmarks:

Suggested performance metrics associated with permanent funding are reflected in Section 13.

729 The University of Texas Southwestern Medical Center

(13) Performance Reviews:

Institutional enhancement allows UTSW to maintain medical school program quality. Performance can be assessed by UTSW's maintenance of its top 30 ranking among medical schools nationally.

729 The University of Texas Southwestern Medical Center

Peter O'Donnell Jr. School of Public Health

| | |
|--|--------------|
| (1) Year Non-Formula Support Item First Funded: | 2022 |
| Year Non-Formula Support Item Established: | 2022 |
| Original Appropriation: | \$10,000,000 |

(2) Mission:

The mission of the UT Southwestern O'Donnell School of Public Health (OSPH), formally established in 2022, is to advance public health broadly through groundbreaking and actionable research to address not only infectious disease and rare pandemics as they present, but also the pressing need to identify, predict, and address wide scale and chronic health problems – such as diseases of the heart, obesity, cancer, substance abuse and mental illness – before they occur; to unlock and address social determinants driving disparities in access to healthcare and outcomes; and to produce a diverse, quality public health workforce to improve healthcare outcomes for all Texans.

(3) (a) Major Accomplishments to Date:

Start-up funds appropriated by the 87th Legislature and partially restored by the 88th have been leveraged by UTSW both economically and academically, having obtained a 2:1 match from other sources to secure the initial state support and successfully stood up a needed school of public health to address critical shortages in North Texas. OSPH has already attracted leading public health faculty and the best and brightest students from Texas and beyond.

The first Master of Public Health (MPH) and dual MD/MPH student classes enrolled in Fall 2023, with 31 and 17 students, respectively. Recently approved by the Texas Higher Education Coordinating Board, the PhD program in Public Health will launch soon, offering three concentrations in Health Data Science, Health Economics and Policy, and Applied Epidemiology. In Fall 2024, OSPH expects to enroll an additional 43 MPH, 14 MD/MPH and 10 to 15 PhD students.

To support the educational and research missions of OSPH, the faculty now totals 119, including 30 with expertise ranging from Health Economics to Health Behavior and Data Science who have been recruited from top-ranked geographically diverse institutions across the U.S, to complement existing experts from the UTSW Departments of Epidemiology, Population Health and Bioinformatics who nucleated the OSPH. An additional nine recruitments are in work. More than 100 competitive research awards led by OSPH faculty have been secured since 2022 or are now housed within the school.

(3) (b) Major Accomplishments Expected During the Next 2 Years:

729 The University of Texas Southwestern Medical Center

OSPH leaders are focused on continued needed recruitment to allow for further educational and research program development and to support rigorous national Council on Education for Public Health school accreditation, which the team has worked to accelerate with initial Council consideration now expected as early as 2025, two years ahead of schedule.

The new OSPH Department of Epidemiology will be led by a founding Chair who is a member of the National Academy of Sciences and whose arrival in 2024 will enable significant expansion of student and research programs, to be complemented by additional new departments being created in Health Data Science and Biostatistics; Health Economics, Systems, and Policy; and, Social and Behavioral Sciences

In addition, three new UTSW-wide institutional research programs being established via the OSPH are expected to begin delivering actionable findings, including Programs in Implementation and Improvement Science – led by a director recently recruited from Duke University Medical Center – and in Children’s and Adolescent Population Health and Data Science for Precision Health.

Each of these programs is expected to advance discoveries in the respective fields of implementation science, children’s health, data science, cancer prevention and control, and community outreach and access to care, toward the goal of improving health and diminishing disparities in the North Texas catchment area and beyond.

(4) Funding Source Prior to Receiving Non-Formula Support Funding:

N/A

(5) Formula Funding:

The first matriculating MPH class enrolled in Fall 2023 will be eligible for formula funding for the FY26-27 biennium, and additional MPH, MD/MPH and soon PhD students will be eligible on a rolling basis as they are enrolled and captured by the THECB student enrollment reports.

(6) Category:

Start-Up

(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

2022 \$ 100,000,000 Endowment from the O’Donnell Foundation

(9) Impact of Not Funding:

729 The University of Texas Southwestern Medical Center

Without the meaningful endorsement from the Texas Legislature to establish the O'Donnell School of Public Health and commitment to provide state start-up support, UTSW would have been hampered in its efforts to obtain additional funding. The state's seed funding appropriated in 2021 and partially restored in 2023 has accelerated UTSW's ability to secure external investment.

With the state's support, UTSW successfully secured a significant gift from the O'Donnell Foundation to endow and support its new school and faculty have been positioned to secure competitive external grants. Yet it is important to note that the gift funds are dedicated to establishing an endowment fund for faculty retention in the future and will provide only a small portion of the annual operating funds needed for current recruitment and other start-up operations that continue as the OSPH is only in its third year of operations. Likewise, competitive research grant funds must be dedicated to the specific stated projects.

Without state support, there would have been a significant delay in recruitment and program development to open the much-needed OSPH to serve the North Texas region. Moreover, continued support for new schools - historically granted to institutions of higher education for multiple biennia due to the natural delay in full formula funding - is critically needed to cement OSPH educational and research programs to produce needed public health practitioners and advances for Texas.

(10) Non-Formula Support Needed on Permanent Basis/Discontinuu

Non-formula support is essential to support on-going start-up needs for a minimum of three cycles, as historically has been typical for such funds appropriated to start up schools at institutions of higher education in Texas, enabling UTSW to establish and cement the operational structure necessary to educate students and to seed critical research in this field.

(11) Non-Formula Support Associated with Time Frame:

N/A

(12) Benchmarks:

The School's performance can be measured with ongoing progress in:

- Faculty recruitment
- Degree program approval
- Research funds secured, and
- Students enrolled.

(13) Performance Reviews:

N/A

729 The University of Texas Southwestern Medical Center

Primary Care Residency Training

| | |
|--|-------------|
| (1) Year Non-Formula Support Item First Funded: | 1996 |
| Year Non-Formula Support Item Established: | 1996 |
| Original Appropriation: | \$1,557,500 |

(2) Mission:

To practice medicine, one must first earn their medical degree then spend years training in an accredited residency program. The second component is where graduates gain the full range of knowledge and skills to perform medical diagnosis and treatment, and to achieve the certification required for a doctor to practice. Residency training is a primary mission of Texas' medical schools and institutions absorb the greatest share of costs not covered by federal and state funds. Specifically, faculty train residents at a significant cost that is primarily borne by the institution. A small portion of the education costs are supported with Medicare GME funds and the State GME formula, which pays a fraction of the approximately \$66,000 annual educational cost to train primary care residents (excluding the resident stipend/salary and benefits).

UTSW has long supplemented its graduate medical education programs to help maintain one of the State's largest primary care residency programs, including direct resident support through payment of 61 primary care stipends. Texas continues to lag in training enough doctors to meet growing demand, making this funding essential to continue the number and quality of primary care residency programs at UTSW as a pipeline of primary care doctors in North Texas and statewide.

(3) (a) Major Accomplishments to Date:

This item critically supports the statewide goal of decreasing the shortage of primary care doctors in family practice, internal medicine, and pediatrics, and providing quality primary care to the citizens of Texas. UT Southwestern continues to run the largest public school residency program, with 453 residents in primary care programs. UTSW has expanded upon the combined training program in Internal Medicine/Pediatrics initiated in 2016 to 16 positions. Additionally, the Family Medicine Residency program, which was expanded in 2017 to include the Texas Health Dallas training site, now includes 42 trainees. In 2023, the institution expanded the Internal Medicine Residency program to include 196 residents and the Pediatrics Residency program to include 106 residents.

(3) (b) Major Accomplishments Expected During the Next 2 Years:

Approximately 29% of UT Southwestern's current 1,585 residents are in primary care programs. At maturity, the Family Medicine and Internal Medicine/Pediatrics training programs provide a total of 58 primary care training residency positions. UT Southwestern intends to continue maintaining one of the largest and most competitive primary care residency training programs in Texas in order to continue graduating ~145 primary care doctors every year. This number will continue to grow as programs expand and residencies are complete, helping to address the shortage of primary care doctors and provide quality primary care to the citizens of Texas.

(4) Funding Source Prior to Receiving Non-Formula Support Funding:

Previously funded by MSRD Funds.

(5) Formula Funding:

No Formula Funding

729 The University of Texas Southwestern Medical Center

(6) Category:

Healthcare Support

(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

(9) Impact of Not Funding:

The program has experienced a 41% funding reduction since FY10-11 and thus resulted in fewer critically needed primary care residents supported. Further budget reductions would have similar impact. With increasing pressure on other sources of funding and no other funding dedicated to this purpose, a reduction in primary care residency program funding would not be replaced. As a result, reductions in the number of primary care residents trained would be necessary to maintain quality. With an existing shortage of primary care doctors practicing in the state, Texas can ill afford to lose any primary care residency positions at any institution across the state.

(10) Non-Formula Support Needed on Permanent Basis/Discontinuation:

N/A as non-formula support is needed on a permanent basis.

(11) Non-Formula Support Associated with Time Frame:

Funding for the Primary Care Residency Training Program is needed on a permanent basis as it is critical to addressing the physician shortage in Texas. Moreover, as medical graduates increase statewide with the advent of new schools, the number of residency positions must keep pace to meet stated ratio goals while also ensuring medical school graduates do not leave the State for other residency opportunities. While this funding pays only a small portion of the costly training of tomorrow's doctors, there is no other source, and it is essential to producing practicing physicians who provide needed care to a growing population.

(12) Benchmarks:

Suggested performance metrics associated with permanent funding are reflected in Section 13.

(13) Performance Reviews:

Retention and expansion of residency training programs. Performance can be assessed as follows:

- Retention of 61 stipends for direct resident support in Family Medicine, Internal Medicine and Internal Medicine/Pediatrics
- Expanded the Internal Medicine Residency program to include 196 residents in 2023
- Expanded the Pediatrics Residency program to include 106 residents in 2023

729 The University of Texas Southwestern Medical Center

Program for Science Teacher Access to Resources (STARS)

| | |
|--|-----------|
| (1) Year Non-Formula Support Item First Funded: | 1994 |
| Year Non-Formula Support Item Established: | 1994 |
| Original Appropriation: | \$750,000 |

(2) Mission:

The Science Teacher Access to Resources (STARS) program is dedicated to maintaining a robust educational partnership between UT Southwestern, secondary school teachers and students through providing STEM engagement and workforce experiential programs that leverage institutional expertise and vast educational resources for both teachers and students.

Key STARS Program Goals: to improve secondary school science education in North Texas and beyond, to increase science awareness, to stimulate interest in STEM and healthcare fields, to provide ongoing teacher/student support, to offer content and instructional aides, and to broaden the knowledge base of teachers.

STARS, a nationally recognized-award winning program, continues to innovate educational initiatives and offers its 20 plus programs and projects to inspire and empower the tens of thousands of teachers and students who participate in our programs annually. STARS also maintains important and key relationships with large urban school districts such as Cedar Hill, Dallas, Fort Worth, Garland, Grand Prairie, Richardson, and Irving. The program is represented on state and district advisory boards to promote participation of diverse student populations in STARS functions.

By continually innovating, building relationships, and filling educational needs, the UT Southwestern STARS program remains at the forefront of excellence, impacting education in North Texas.

(3) (a) Major Accomplishments to Date:

STARS offers free teacher professional development services and student STEM engagement programs and many with paid stipends supported by other funding sources. These include monthly Basic Science Symposia, In-service Sessions, Career Discovery Program; 8-week Summer Research Programs for students (1,000 applications, 60 spots) and teachers; customized Medical Center Tours (3-4/week); Science Fair Support; Careers in Biomedical Sciences and Women in Science & Medicine symposia; Science Ambassador/ Student Mentoring Programs; and hands-on summer Anatomy & Physiology, Biology, Biotechnology, Chemistry, Physics, and Middle School Camps. Teachers and students utilize STARS resources, such as software, videos, instruments, and science kits throughout the academic year.

Newer initiatives include conferences with UTSW Departments such as Neuroscience and Biomedical Engineering, customized district professional development sessions, plus initiatives with Texas A&M Spark!, UT Arlington and Dallas.

STARS, a recipient of the national 2020 Inspiring Programs in STEM Award, continues to innovate, maintain high-quality programs, and notably increased teacher and student participation by 5% and 4%, respectively, in the past 2 years. Since its 1991 inception, STARS has grown to serve 30,000 teachers from 5,500 schools, and ~160,000 students have been impacted by teacher and direct student participation. Demand from teachers and students to participate continues to soar every year.

729 The University of Texas Southwestern Medical Center

(3) (b) Major Accomplishments Expected During the Next 2 Years:

STARS Program interest, participation, and initiatives will continue to grow in the next two years. The following are planned education and STEM/healthcare engagement initiatives with expected participant numbers over 3,900 teachers and 21,000 students annually. These programs create a workforce pipeline for groups to access support and trainings needed to thrive in healthcare professions.

- Basic Science Symposia (8 annually, 700 registrations/event) Diverse biomedical science topics
- Teacher In-Service “Bioinformatics” and “Middle School Science”
- Medical Center Student Tours (4,500 students) Connect with healthcare professionals, gain insights into medical/scientific professions
- Career Discovery Program (125/meeting) Healthcare presentations/activities to explore career paths
- Science Fairs Host local public school Science Fairs; provide mentors/judges for district, regional, and state fairs
- Summer Research Programs Workforce training, lab skills development
- Student Mentoring, Science Ambassador Programs Empower the next generation of healthcare professionals
- Summer Science Camps (7 camps) Career exploration, professional network
- Teacher Professional Development Sessions Build teachers’ pedagogy/skillset
- AP-Biology symposia Cutting-edge research exposure
- Special District Conferences Neuroscience and Biomedical Engineering
- STEM Initiatives District/non-profit partnerships
- Broader Impacts Initiatives Faculty outreach partnerships

(4) Funding Source Prior to Receiving Non-Formula Support Funding:

N/A

(5) Formula Funding:

No formula funding

(6) Category:

Public Service

(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

(9) Impact of Not Funding:

729 The University of Texas Southwestern Medical Center

State funding is essential to sustain STARS core programs and new initiatives which already face pressures of high demand and limited funding to provide access. Through early involvement in STEM experiences, mentorships, and real-world applications, students gain a deep appreciation of STEM careers. Without state support, valuable professional development for teachers will be curtailed, and the 8-10 point improvement students have shown on the STAAR End of Course science exam will suffer. Students would be unable to tour medical facilities or connect with STEM professionals, and those seeking early research opportunities through the program would have to search for alternative options when already only 5% of applicants can be accommodated. The program's biomedical careers pipeline would also cease as many former students have proceeded to pursue STEM professions and matriculated into UTSW and other Texas professional schools, enriching the healthcare science workforce and industry.

Unfortunately, external funds have been far more challenging to obtain in the last few years as science and outreach budgets tighten, making state support even more critical. For example, the Howard Hughes Medical Institute stopped its pre-college programs in 2012, and the NIH has transferred much of its outreach budget to fund its core research mission. Similarly, state funding has been reduced by 34% since FY10-11, which makes remaining support even more essential to maintain STARS activities.

(10) Non-Formula Support Needed on Permanent Basis/Discontinuu

Core support for STARS is needed on a permanent basis to maintain and continue the remarkably oversubscribed program. Continued funding for the programs ensures that North Texas students and teachers have access to invaluable STEM related hands-on and instructional professional development (PD); STEM engagement programs such as symposia, summer science camps, science-medicine career discovery programs, science fair support, customized teacher PD sessions, student mentoring and science ambassador programs; and, research opportunities and tours of medical facilities. This program fosters curiosity and innovation among our youngest Texans, who will ultimately steer the future of science and medicine in the 21st century and concurrently contribute to our state's economic success.

(11) Non-Formula Support Associated with Time Frame:

N/A as non-formula support is needed on a permanent basis.

(12) Benchmarks:

Suggested performance metrics associated with permanent funding are reflected in Section 13.

(13) Performance Reviews:

Performance can be assessed as follows:

- number of teacher participants
- number of student participants
- numbers of schools impacted
- number of summer research program applicants and slots available
- number of summer science camp applicants and slots available

729 The University of Texas Southwestern Medical Center

Regional Burn Care Center

| | |
|--|-----------|
| (1) Year Non-Formula Support Item First Funded: | 1978 |
| Year Non-Formula Support Item Established: | 1978 |
| Original Appropriation: | \$125,000 |

(2) Mission:

To provide state-of-the-art comprehensive acute burn care, burn rehabilitation, education, supplies, for adult and pediatric patients and healthcare professionals. The Burn Center is the only American Burn Association burn center in north Texas for adults and pediatrics, providing a regional resource for disaster management for those with burns.

(3) (a) Major Accomplishments to Date:

The Burn Center continues to support faculty, fellow, resident, student, and advanced clinical personnel training in burn treatment as well as providing state-of-the-art care for Texans. In 2023, the Center admitted 791 patients (29% children) and over the past 5 years (2019 – 2023) the average LOS/TBSA for adult and pediatric patients is 0.8 to 2.6 with our median LOS overall of 0.9 which is 0.1 lower than other burn centers. There were also over 4000 visits to the burn outpatient clinic for calendar year 2023 (31% pediatric) and 1240 visits in the rehabilitation clinic (24% pediatric).

Educating the next generation of providers remains a focus, with ~80 residents rotating through the center annually from 5 residency programs. The Center has a Burn Surgery Fellowship with two fellows per year that includes a Critical Care Certification for the most highly specialized care for burn patients. It is the only burn fellowship in North Texas.

Improvements in clinical outcomes and education are due to many factors, significantly supported by State funds. Advancements in resuscitation including patented technology, improved quality of surgical intervention, and improved metabolic support are only a few of the advances produced.

For regional education, the Burn Center now runs the only Burn Symposium in North Texas, established in 2023 to provide advanced burn education.

The Burn Center remains one of only 5 Burn Model Systems sites in the country.

(3) (b) Major Accomplishments Expected During the Next 2 Years:

The Center combines emergency care and in-hospital treatment of acute pediatric and adult burns, as well as reconstructive surgery and rehabilitation to meet the UT Southwestern mission to provide the best comprehensive burn care. While providing world-class burn care, the Center will remain active in clinical research to further improve understanding and efficacy of treatments to improve outcomes in burns.

Through these efforts, the Center also serves to advance the goals of medical care, improved patient survival and morbidity. In addition, excellence in research and patient care allows the Center to continue to actively improve and provide excellence in education for fellows, residents, medical students and professional health students in clinical and rehabilitative burn treatment.

729 The University of Texas Southwestern Medical Center

(4) Funding Source Prior to Receiving Non-Formula Support Funding:

Limited funding from extramural granting agencies.

(5) Formula Funding:

No formula funding

(6) Category:

Healthcare Support

(7) Transitional Funding:

N

(8) Non-General Revenue Sources of Funding:

(9) Impact of Not Funding:

Facing an over 30% reduction in funding since FY 10-11, further curtailment of the only American Burn Association verified pediatric burn center in North Texas would seriously hamper the continuation of current services to adult and pediatric patients and health care professionals in the region, and delay the development of critical improvements such as permanent skin coverage for critically-injured burn patients and improvement in critical care outcomes and rehabilitation/reconstruction strategies. Loss or further reduction of funding would also delay development and implementation of regional disaster management preparedness, and significantly hinder education and training for students, resident and other providers of burn care.

(10) Non-Formula Support Needed on Permanent Basis/Discontinuu

Funding for the Regional Burn Care Center is needed on a permanent basis to enable continuous provision of state-of-the-art burn care and education in this critical field.

The only pediatric American Burn Association-verified burn center in North Texas, the Regional Burn Care Center is critical to serving the region for these acute, life-threatening and intensely painful injuries. The Center's expert staff is also responsible for training tomorrow's specialists in burn care and prevention. Finally, the state's support is leveraged to bring in more outside dollars to support the education, research and patient care the Center provides.

(11) Non-Formula Support Associated with Time Frame:

N/A as non-formula support is needed on a permanent basis.

(12) Benchmarks:

Suggested performance metrics associated with permanent funding are reflected in Section 13.

729 The University of Texas Southwestern Medical Center

(13) Performance Reviews:

Funding for the Center is critical to training tomorrow's burn specialists in prevention and treatment, providing infrastructure to support clinical trials, publishing peer-reviewed research findings that inform burn care, and attracting more dollars to the state. Performance can be assessed as follows:

- Faculty retained and recruited
 - Fellows and residents trained
 - Patients treated by Center faculty
 - Clinical trials maintained and started, predicated on available Center infrastructure
 - Peer-reviewed publications
-