UTSA Budget 101
Fall 2018
FY 2019 and Before - UTSA Budget Process

*Incremental Budget*

Step 1:
Any funds available in excess of prior year expenses = “Incremental Funds”

Step 2:
Review initiatives & priorities determined by senior leadership for potential use of new incremental funds
UTSA Budget Redesign Outcomes expected

- Aligns budgetary authority with responsibility and accountability
- Focuses necessary and proper attention on revenues and revenue development
- Fosters entrepreneurship and rewards departmental efforts
- Encourages efficient and competitive administrative services
- Identifies the true nature of internal subsidiaries
- Translates strategic goals into management and operating plans
- Optimizes incentives with the potential to create win-win opportunities across an entire institution
UTSA State Appropriations Funds Flow

UTSA’s state appropriations are funded through a combination of State General Revenue and student statutory tuition payments. The diagram below outlines the components of each funding source and the intended use of each.

1. Statutory tuition component of formula funding is funded through tuition payments and contingent upon UTSA hitting the enrollment forecasts used in State’s funding formula.
State Appropriations Sources

General Revenue Funds the following:

- Tuition Revenue Bonds - Debt Servicing
- I&O, Teaching Experience and Infrastructure

Support for E&G Space are **Formula** funded and includes:

- Salaries and Wages for E&G
- Major portion of employee benefits
- A portion of E&G utility costs

- Special Items
- Core Research **Formula** allocation for emerging research universities only
State Appropriations Sources

Formula Dollars - each has its own formula

- Instructional and Operations Support
- Space Support for Facilities and Utilities
- Teaching Supplement

State elects to not fund all directly

- Portion comes from state direct funding (general revenue) – typically around 73%, rest from statutory tuition
General Revenue Dedicated is from Statutory Tuition and it Funds the following:

- Formula funding for E&G—Expect a portion to be funded by statutory tuition (both resident and nonresident students) has been 27% of formula amounts
- Tuition Public Education Grants (TPEG)
- Benefits – a specific portion of group insurance, workers compensation, unemployment compensation and retirement benefits employer contribution
- Graduate incremental tuition (GIT), used to fund Doctoral support
State Sponsored Program

• Scholarships & Financial Aid Funding
  • Texas grants (allocation formula), comes from state direct funding—General Revenue

• Top 10% scholarship

• 5th Year Accounting scholarship

• State College Work Study
Where does our Revenue come from?

- **State Appropriations**: $131.5 23.7% ($14.3 M is for Group Insurance and $17 M is for Retirement Benefits)
- **Statutory Tuition, Net**: $33.8 6.1%
- **Other Tuition and Fees, Net**: $168.3 30.3%
- **Federal Sponsored Programs (PELL)**: $55.0 9.9%
- **State Sponsored Programs (Primarily Student Aid)**: $32.8 5.9%
- **Gifts, Endowment & Interest Income**: $21.2 3.8%
- **Local Govt & Private Sponsored Programs (G&C)**: $16.3 2.9%
- **Net Auxiliary Enterprise, Sales & Service & Other**: $53.8 9.7%

FY 2019 Budgeted Revenue
How is the money spent?

FY 2019 Budgeted Expense Functional Classification

- Instruction: $149.9 (25.9%)
- Academic Support: $63.2 (10.9%)
- Auxiliary Enterprises: $59.9 (10.4%)
- Research: $62.9 (10.9%)
- Student Services: $27.5 (4.8%)
- Scholarships & Fellowships: $42.3 (7.3%)
- Public Service: $16.1 (2.8%)
- Institutional Support: $49.6 (8.6%)
- Operations & Maintenance of Plant: $42.8 (7.4%)
- Debt Service Interest: $14.9 (2.6%)
- Depreciation: $48.6 (8.4%)

Budget and Financial Planning
FY 2019 Budgeted Expense Natural Classification

- Admin & Staff Salaries: $160.4 (27.8%)
- Instruction Salaries (T/TT, NTT, & TA’s): $99.3 (17.2%)
- Depreciation: $48.6 (8.4%)
- Benefits: $73.7 (12.8%)
- Operations: $46.4 (8.0%)
- Travel: $2.4 (0.4%)
- Utilities: $13.7 (2.4%)
- Scholarships: $118.3 (20.5%)
- Debt Service - Interest: $14.9 (2.6%)
Fund Groups for Revenues and Expenses

All Revenues and Expenses are placed within a fund group in the Accounting system

- Education & General (E&G) / Designated Tuition (DT)
  - Fund 2100 State Appropriations and State Grants
  - Fund 3105 Designated Tuition

- Other Designated
  - Fund 3100 non-auxiliary student fee revenues and other net sales & services
  - Fund 3115 Student Services Fee

- Restricted—Grants & contracts, gifts, endowment income

- Auxiliary—student fees for auxiliary areas and sales & services related to auxiliary services
Questions?
Thank You

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