

**TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER**

*Fiscal Year 2003  
Operating Budget Summary*

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## **DEFINITION OF FUNDS**

### **EDUCATIONAL AND GENERAL FUNDS (E & G)**

Educational and general funds are comprised of tax (General Revenue) funds in the state treasury and funds collected locally (Local E & G) by the Health Sciences Center from students and other sources for specific purposes. An example of Local E & G is tuition and student fees collected for educational purposes. General revenue is appropriated to the Health Sciences Center by the State Legislature for each year of the biennium.

### **DESIGNATED FUNDS**

Designated funds represent resources internally allocated by the Board of Regents and budgeted for purposes so designated by the Board. These funds provide support for current operations and compliment state appropriations in fulfilling the educational missions of the institution. The clinics operated by the Health Sciences Center are examples of designated funds.

### **CURRENT RESTRICTED FUNDS**

Current restricted funds include all government, public, state and private grants, contracts, and cooperative agreements for the furnishing of goods and services of an instructional, research, or public service nature. These funds are restricted to the stipulations agreed upon when made available to the Health Sciences Center. An example of current restricted funds is resident support agreements with the teaching hospitals at each campus.

### **AUXILIARY FUNDS**

An auxiliary enterprise is an entity that exists predominantly to furnish goods or services to students, faculty, or staff, and charges a fee directly related to, although not necessarily equal to, the cost of goods and services. An example of an auxiliary enterprise for the Health Sciences Center is the Traffic and Parking operation.

### **SERVICE DEPARTMENT FUNDS**

Service departments are activities which are operated primarily to provide services to other departments and which operate as revolving funds to cover their costs. Printing and copying services are examples of service departments.

**TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER  
EDUCATIONAL AND GENERAL FUNDS  
BUDGET SUMMARY**

|                                                   | FY 2002                      | FY 2003                      | %<br>CHANGE   |
|---------------------------------------------------|------------------------------|------------------------------|---------------|
| <b>SOURCES OF FUNDS</b>                           |                              |                              |               |
| <b>GENERAL REVENUE</b>                            |                              |                              |               |
| General Appropriations Act                        | \$ 87,365,123                | \$ 86,987,769                |               |
| Higher Education Assistance Funds (HEAF)          | 7,735,000                    | 7,735,000                    |               |
| House Bill 658, Tuition Revenue Bonds             |                              | 4,978,195                    |               |
| Non-Faculty Salary Increase                       | 600,000                      | 720,000                      |               |
| Longevity Increase                                | <u>250,000</u>               | <u>174,008</u>               |               |
| <b>TOTAL GENERAL REVENUE</b>                      | <b>95,950,123</b>            | <b>100,594,972</b>           | <b>4.84%</b>  |
| <b>LOCAL EDUCATIONAL AND GENERAL INCOME</b>       |                              |                              |               |
| Tuition and Fees                                  | 5,343,537                    | 6,343,954                    |               |
| Sales and Service                                 | 15,000                       | 15,000                       |               |
| Indirect Cost Recovery                            | 1,600,000                    | 2,000,000                    |               |
| Interest Earnings                                 | 800,000                      | 650,000                      |               |
| Miscellaneous Income                              | <u>15,000</u>                | <u>15,000</u>                |               |
| <b>TOTAL LOCAL EDUCATIONAL AND GENERAL INCOME</b> | <b>7,773,537</b>             | <b>9,023,954</b>             | <b>16.09%</b> |
| <b>OTHER SOURCES</b>                              |                              |                              |               |
| Advanced Technology / Advanced Research Program   | 29,000                       | 365,000                      |               |
| Salary Lapses                                     | 417,625                      | 420,000                      |               |
| Transfer from Institutional Tuition               | <u>600,000</u>               | <u>250,000</u>               |               |
| <b>TOTAL OTHER SOURCES</b>                        | <b>1,046,625</b>             | <b>1,035,000</b>             |               |
| <b>TOTAL SOURCES OF FUNDS</b>                     | <b><u>\$ 104,770,285</u></b> | <b><u>\$ 110,653,926</u></b> | <b>5.62%</b>  |

**TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER  
EDUCATIONAL AND GENERAL FUNDS  
BUDGET SUMMARY**

|                                                     | FY 2002    | FY 2003    | %<br>CHANGE |
|-----------------------------------------------------|------------|------------|-------------|
| <b>ESTIMATED EXPENDITURES</b>                       |            |            |             |
| Texas Tech University System Administrative Support | 3,882,387  | 3,450,715  |             |
| Institutional Support                               | 6,617,173  | 7,240,305  |             |
| Student Services                                    | 518,445    | 521,699    |             |
| Library                                             | 2,539,154  | 2,547,922  |             |
| Information Technology                              | 3,049,679  | 3,067,715  |             |
| Medical Education                                   |            |            |             |
| Lubbock                                             |            |            |             |
| Basic Sciences                                      | 5,393,656  | 5,396,056  |             |
| Clinical                                            | 12,656,083 | 12,701,174 |             |
| Amarillo                                            | 4,180,298  | 4,189,149  |             |
| Odessa                                              | 1,946,287  | 1,951,502  |             |
| El Paso                                             | 7,028,686  | 7,052,491  |             |
| Nursing Education                                   | 3,404,332  | 3,444,560  |             |
| Allied Health Education                             |            |            |             |
| Lubbock                                             | 3,128,797  | 3,481,794  |             |
| Amarillo                                            | 863,851    | 701,083    |             |
| Odessa                                              | 1,394,602  | 1,246,563  |             |
| Graduate School for Biomedical Education            | 1,008,600  | 1,025,228  |             |
| Pharmacy Education                                  | 7,239,761  | 7,944,909  |             |
| Research                                            | 3,225,073  | 3,233,815  |             |
| Infrastructure Support                              | 12,075,059 | 12,177,798 |             |
| Staff Benefits                                      | 1,590,000  | 1,330,000  |             |

**TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER  
EDUCATIONAL AND GENERAL FUNDS  
BUDGET SUMMARY**

|                                                      | FY 2002                      | FY 2003                      | %<br>CHANGE  |
|------------------------------------------------------|------------------------------|------------------------------|--------------|
| Special Items                                        |                              |                              |              |
| TPEG                                                 | 708,635                      | 747,000                      |              |
| Medical Loans                                        | 61,805                       | 62,400                       |              |
| Tuition Revenue Bond                                 | 2,490,502                    | 7,113,239                    |              |
| S. Texas Border Region Health Professional Education | 1,011,661                    | 901,042                      |              |
| Border Health Academic Expansion                     | 4,549,106                    | 4,557,917                    |              |
| Border Health Academic Operations Support            | 449,620                      | 451,346                      |              |
| Border Health Resident Support                       | 413,579                      | 413,579                      |              |
| Integrated Health Network                            | 1,570,779                    | 1,589,773                    |              |
| Family and Community Medicine Residency Program      | 645,201                      | 645,201                      |              |
| Midland Surgical Residency Program                   | 143,964                      | 143,964                      |              |
| Midland Cardiology Residency Program                 | 335,468                      | 337,846                      |              |
| Office of Rural Health                               | 1,067,920                    | 1,067,920                    |              |
| Diabetes Research Center                             | 300,000                      | 300,000                      |              |
| El Paso Medical                                      | 1,516,122                    | 1,518,221                    |              |
| Advanced Technology / Advanced Research Program      | 29,000                       | 365,000                      |              |
| Higher Education Assistance Funds                    | <u>7,735,000</u>             | <u>7,735,000</u>             |              |
| <b>TOTAL ESTIMATED EXPENDITURES</b>                  | <b><u>\$ 104,770,285</u></b> | <b><u>\$ 110,653,926</u></b> | <b>5.62%</b> |

**TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER  
HIGHER EDUCATION ASSISTANCE FUNDS  
FY 2003 - 2005**

|                                              | FY 2003            | FY 2004            | FY 2005             | Total               |
|----------------------------------------------|--------------------|--------------------|---------------------|---------------------|
| <b>REVENUE</b>                               | <b>\$7,735,000</b> | <b>\$7,735,000</b> | <b>\$ 7,735,000</b> | <b>\$23,205,000</b> |
| <b>PROJECTS</b>                              |                    |                    |                     |                     |
| Library Acquisition Support                  | 1,200,000          | 1,200,000          | 1,200,000           | 3,600,000           |
| Deferred Maintenance                         | 700,000            | 700,000            | 700,000             | 2,100,000           |
| TTU Administrative Computing Support         | 200,000            | 200,000            | 200,000             | 600,000             |
| Academic Classroom Building - Lubbock        | 2,817,940          |                    |                     | 2,817,940           |
| Roof Replacement - Lubbock                   | 738,735            | 1,261,265          |                     | 2,000,000           |
| 3rd Floor - Clinical Education - El Paso     | 815,325            |                    |                     | 815,325             |
| Renovate 5B - Lubbock                        | 562,500            | 1,125,000          |                     | 1,687,500           |
| Renovate Clinic/Library & Student Svs - Ama. | 600,000            | 2,300,000          |                     | 2,900,000           |
| Master Plan Infrastructure - Lubbock         | 100,500            | 948,735            | 3,950,765           | 5,000,000           |
| Campus Master Plan-FPC - Lubbock             |                    |                    | 1,684,235           | 1,684,235           |
| <b>TOTAL PROJECTS</b>                        | <b>\$7,735,000</b> | <b>\$7,735,000</b> | <b>\$ 7,735,000</b> | <b>\$23,205,000</b> |

**TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER  
DESIGNATED FUNDS  
BUDGET SUMMARY**

|                                           | FY 2002                      | FY 2003                      | %<br>CHANGE  |
|-------------------------------------------|------------------------------|------------------------------|--------------|
| <b>SOURCES OF FUNDS</b>                   |                              |                              |              |
| Medical Practice Income Plan              |                              |                              |              |
| Estimated Income                          | \$ 105,752,657               | \$ 112,471,399               |              |
| Lapsed Salaries                           |                              | 319,342                      |              |
| Use of Fund Balance                       | <u>1,858,074</u>             | <u>983,692</u>               |              |
| <b>Total Medical Practice Income Plan</b> | <u>107,610,731</u>           | <u>113,774,433</u>           |              |
| Nursing Income Plan                       |                              |                              |              |
| Estimated Income                          | <u>293,703</u>               | <u>302,265</u>               |              |
| <b>Total Nursing Income Plan</b>          | <u>293,703</u>               | <u>302,265</u>               |              |
| Allied Health Income Plan                 |                              |                              |              |
| Estimated Income                          | <u>195,000</u>               | <u>195,000</u>               |              |
| <b>Total Allied Health Income Plan</b>    | <u>195,000</u>               | <u>195,000</u>               |              |
| Pharmacy Income Plan                      |                              |                              |              |
| Estimated Income                          | 3,063,727                    | 4,008,136                    |              |
| Use of Fund Balance                       | <u>242,218</u>               |                              |              |
| <b>Total Pharmacy Income Plan</b>         | <u>3,305,945</u>             | <u>4,008,136</u>             |              |
| General Designated Funds                  |                              |                              |              |
| Estimated Income                          | 16,305,316                   | 17,167,056                   |              |
| Use of Fund Balance                       | <u>4,133,571</u>             | <u>2,488,665</u>             |              |
| <b>Total General Designated Funds</b>     | <u>20,438,887</u>            | <u>19,655,721</u>            |              |
| Self Insurance Fund                       |                              |                              |              |
| Estimated Income                          | <u>1,033,933</u>             | <u>1,033,933</u>             |              |
| <b>Total Self Insurance Fund</b>          | <u>1,033,933</u>             | <u>1,033,933</u>             |              |
| <b>TOTAL SOURCES OF FUNDS</b>             | <u><b>\$ 132,878,199</b></u> | <u><b>\$ 138,969,488</b></u> | <b>4.58%</b> |
| <b>ESTIMATED EXPENDITURES</b>             |                              |                              |              |
| Medical Practice Income Plan              | \$ 107,610,731               | \$ 113,774,433               |              |
| Nursing Income Plan                       | 293,703                      | 302,265                      |              |
| Allied Health Income Plan                 | 195,000                      | 195,000                      |              |
| Pharmacy Income Plan                      | 3,305,945                    | 4,008,136                    |              |
| General Designated Funds                  | 20,438,887                   | 19,655,721                   |              |
| Self Insurance Fund                       | <u>1,033,933</u>             | <u>1,033,933</u>             |              |
| <b>TOTAL ESTIMATED EXPENDITURES</b>       | <u><b>\$ 132,878,199</b></u> | <u><b>\$ 138,969,488</b></u> | <b>4.58%</b> |

**TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER  
CURRENT RESTRICTED FUNDS  
BUDGET SUMMARY**

|                               | FY 2002                      | FY 2003                      | %<br>CHANGE  |
|-------------------------------|------------------------------|------------------------------|--------------|
| <b>SOURCES OF FUNDS</b>       |                              |                              |              |
| Federal                       | \$ 8,328,328                 | \$ 8,930,562                 |              |
| State                         | 88,210,879                   | 87,624,593                   |              |
| Local                         | 30,581,299                   | 36,210,823                   |              |
| Private                       | <u>14,738,044</u>            | <u>16,234,022</u>            |              |
| <b>TOTAL SOURCES OF FUNDS</b> | <b><u>\$ 141,858,550</u></b> | <b><u>\$ 149,000,000</u></b> | <b>5.03%</b> |

|                                     |                              |                              |              |
|-------------------------------------|------------------------------|------------------------------|--------------|
| <b>ESTIMATED EXPENDITURES</b>       |                              |                              |              |
| Health Care Systems                 | \$ 83,408,284                | \$ 84,718,327                |              |
| Library                             | 162,634                      | 179,168                      |              |
| School of Medicine                  | 29,765,010                   | 35,900,697                   |              |
| Resident Support                    | 23,938,945                   | 24,255,806                   |              |
| School of Allied Health             | 381,649                      | 531,204                      |              |
| School of Nursing                   | 922,508                      | 1,287,995                    |              |
| School of Pharmacy                  | 1,133,756                    | 1,091,765                    |              |
| Rural and Community Health          | 1,303,670                    | 108,735                      |              |
| Student Financial Aid               | <u>842,094</u>               | <u>926,303</u>               |              |
| <b>TOTAL ESTIMATED EXPENDITURES</b> | <b><u>\$ 141,858,550</u></b> | <b><u>\$ 149,000,000</u></b> | <b>5.03%</b> |

**TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER  
AUXILIARY FUNDS  
BUDGET SUMMARY**

|                                     | FY 2002                  | FY 2003                  | %<br>CHANGE   |
|-------------------------------------|--------------------------|--------------------------|---------------|
| <b>SOURCES OF FUNDS</b>             |                          |                          |               |
| Estimated Income                    | <u>\$ 510,000</u>        | <u>\$ 462,000</u>        |               |
| <b>TOTAL SOURCES OF FUNDS</b>       | <b><u>\$ 510,000</u></b> | <b><u>\$ 462,000</u></b> | <b>-9.41%</b> |
| <b>ESTIMATED EXPENDITURES</b>       |                          |                          |               |
| Traffic and Parking                 | <u>\$ 386,000</u>        | <u>\$ 386,000</u>        |               |
| Various Auxiliaries                 | <u>124,000</u>           | <u>76,000</u>            |               |
| <b>TOTAL ESTIMATED EXPENDITURES</b> | <b><u>\$ 510,000</u></b> | <b><u>\$ 462,000</u></b> | <b>-9.41%</b> |

**TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER  
SERVICE DEPARTMENTS  
BUDGET SUMMARY**

|                               | FY 2002                    | FY 2003                    | %<br>CHANGE   |
|-------------------------------|----------------------------|----------------------------|---------------|
| <b>SOURCES OF FUNDS</b>       |                            |                            |               |
| Estimated Income              | \$ 7,424,364               | \$ 7,874,713               |               |
| Use of Fund Balance           | <u>74,833</u>              | <u>475,174</u>             |               |
| <b>TOTAL SOURCES OF FUNDS</b> | <b><u>\$ 7,499,197</u></b> | <b><u>\$ 8,349,887</u></b> | <b>11.34%</b> |

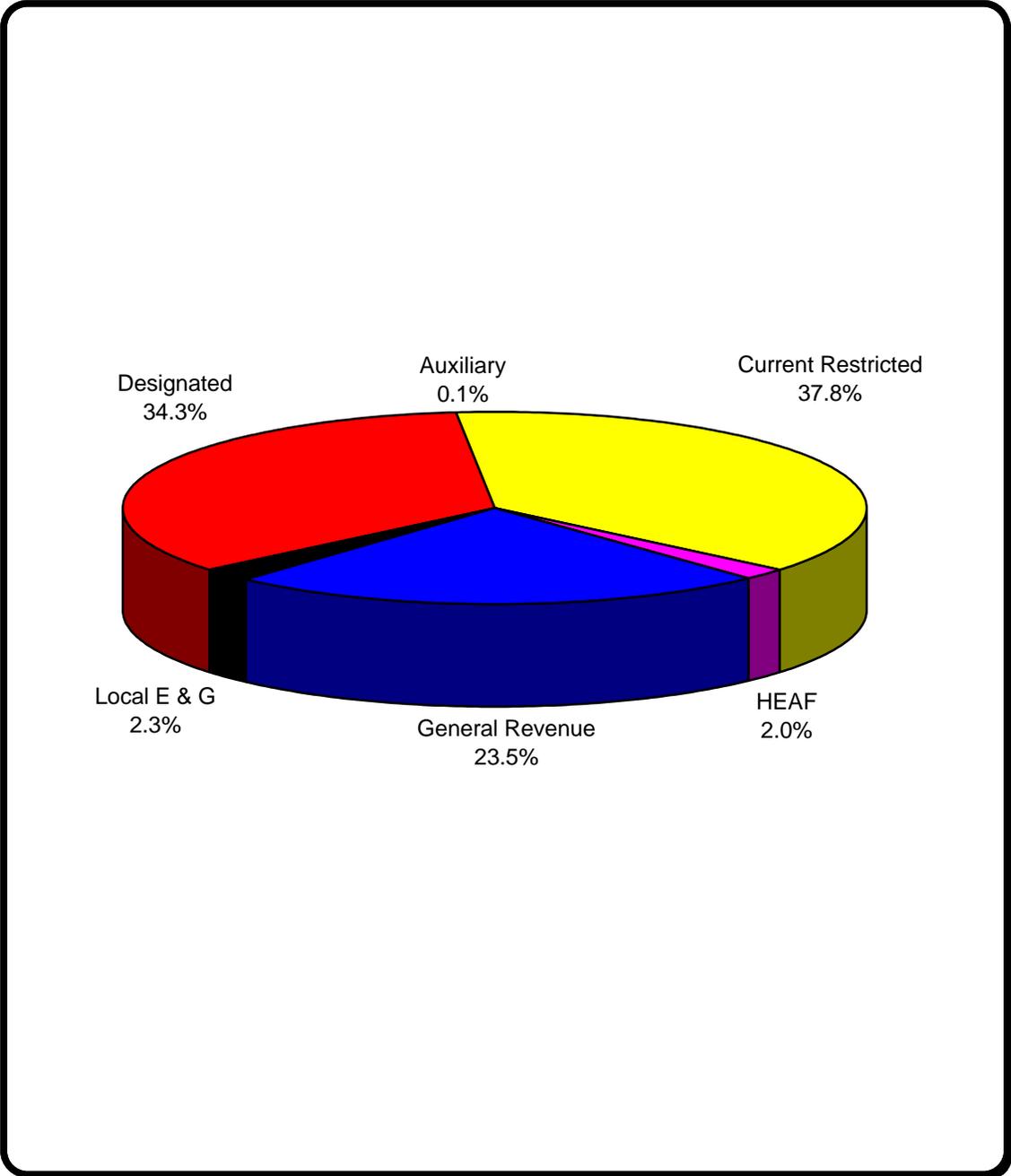
|                                     |                            |                            |               |
|-------------------------------------|----------------------------|----------------------------|---------------|
| <b>ESTIMATED EXPENDITURES</b>       |                            |                            |               |
| Printing and Copying Service        | \$ 1,465,000               | \$ 1,460,000               |               |
| Central Stores                      | 919,848                    | 1,006,689                  |               |
| Staff Benefits                      | 1,830,000                  | 1,870,000                  |               |
| Various Service Departments         | <u>3,284,349</u>           | <u>4,013,198</u>           |               |
| <b>TOTAL ESTIMATED EXPENDITURES</b> | <b><u>\$ 7,499,197</u></b> | <b><u>\$ 8,349,887</u></b> | <b>11.34%</b> |

**TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER  
BUDGET SUMMARY  
FISCAL YEAR 2003**

|                         | Estimated<br>9/1/2002<br>Balance | Estimated<br>Income   | Estimated<br>Expenditures | Reappropriations    | Estimated<br>8/31/2003<br>Balance |
|-------------------------|----------------------------------|-----------------------|---------------------------|---------------------|-----------------------------------|
| Educational and General | \$ 900,000                       | \$ 109,868,926        | \$ 110,653,926            | \$ 785,000          | \$ 900,000                        |
| Designated              | 49,000,000                       | 135,177,789           | 138,969,488               | 319,342             | 45,527,643                        |
| Current Restricted      | 32,000,000                       | 149,000,000           | 149,000,000               |                     | 32,000,000                        |
| Auxiliary               | 600,000                          | 462,000               | 462,000                   |                     | 600,000                           |
| <b>Total All Funds</b>  | <b>\$ 82,500,000</b>             | <b>\$ 394,508,715</b> | <b>\$ 399,085,414</b>     | <b>\$ 1,104,342</b> | <b>\$ 79,027,643</b>              |

*Service Departments*     \$ 8,000,000     \$ 7,874,713     \$ 8,349,887                     \$ 7,524,826

**TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER  
FY 2003 REVENUE BUDGET**



TEXAS TECH UNIVERSITY HEALTH SCIENCES CENTER  
FY 2003 EXPENDITURE BUDGET

