

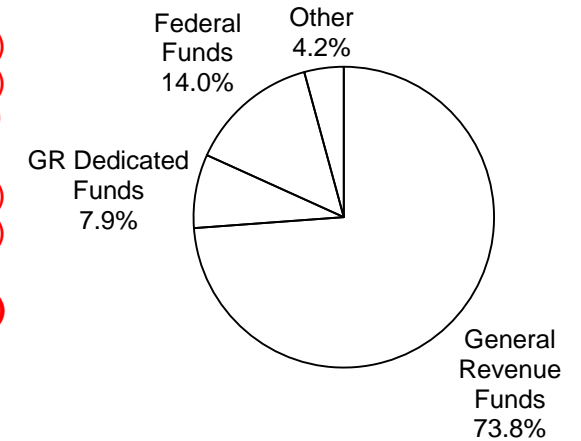
**Higher Education Coordinating Board
Summary of Recommendations - House**

Raymund Paredes, Commissioner of Higher Education

Greg Owens, LBB Analyst

Method of Financing	2010-11 Appropriations	2010-11 Base	2012-13 Recommended	Biennial Change	% Change
General Revenue Funds	\$1,343,947,717	\$1,328,136,013	\$652,346,152	(\$675,789,861)	(50.9%)
GR Dedicated Funds	\$118,466,000	\$134,981,121	\$70,093,000	(\$64,888,121)	(48.1%)
<i>Total GR-Related Funds</i>	<i>\$1,462,413,717</i>	<i>\$1,463,117,134</i>	<i>\$722,439,152</i>	<i>(\$740,677,982)</i>	<i>(50.6%)</i>
Federal Funds	\$182,811,873	\$197,332,508	\$123,636,426	(\$73,696,082)	(37.3%)
Other	\$89,541,448	\$122,091,572	\$37,438,664	(\$84,652,908)	(69.3%)
All Funds	\$1,734,767,038	\$1,782,541,214	\$883,514,242	(\$899,026,972)	(50.4%)

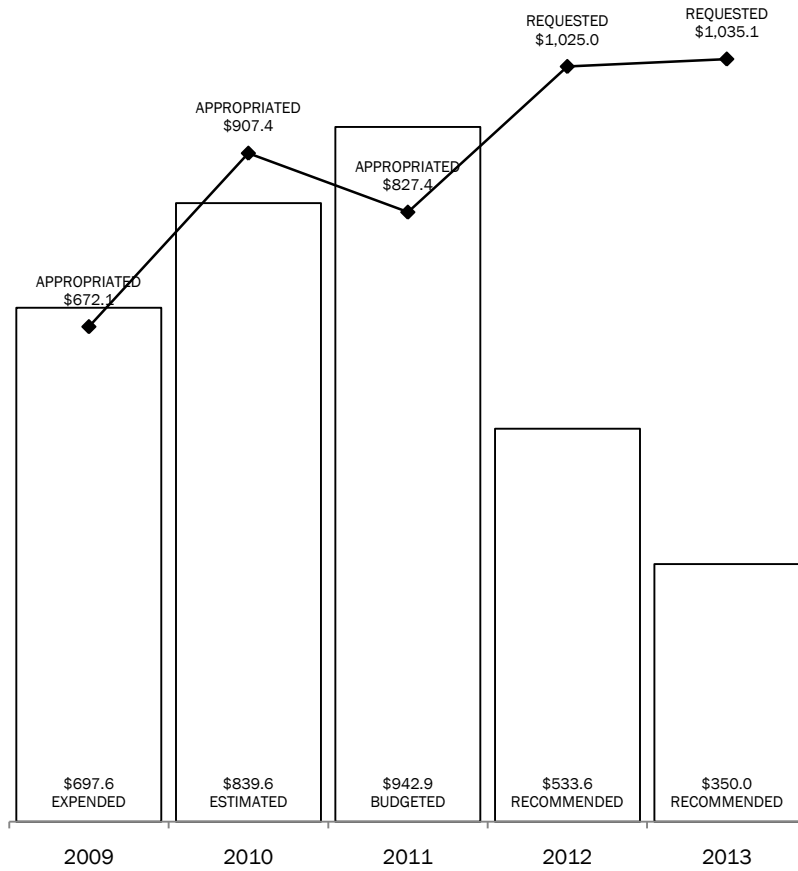
RECOMMENDED FUNDING
BY METHOD OF FINANCING



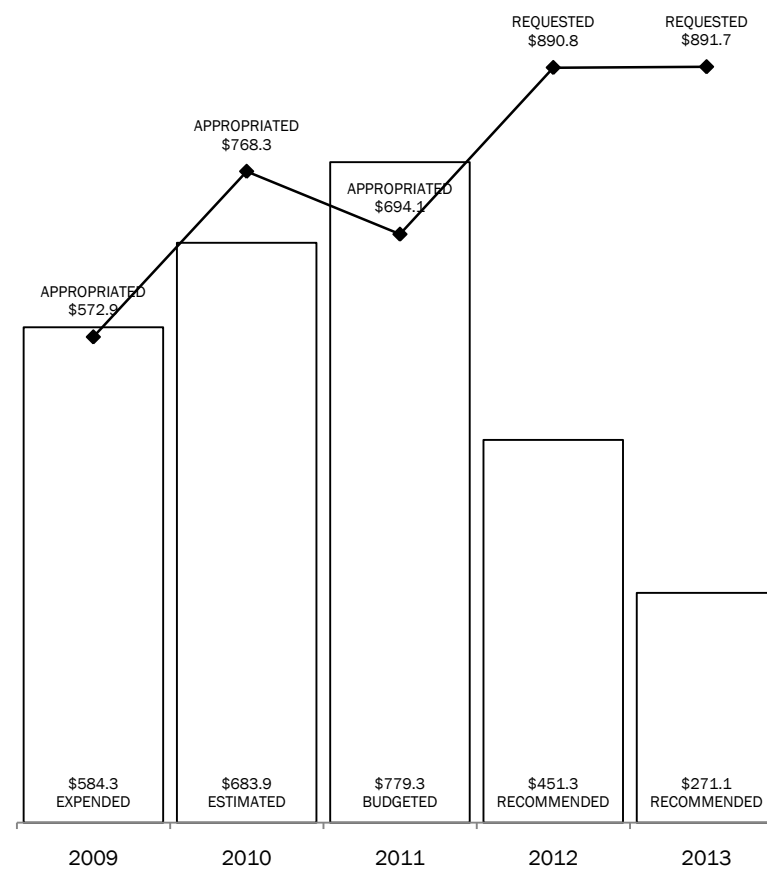
	FY 2011 Appropriations	FY 2011 Budgeted	FY 2013 Recommended	Biennial Change	% Change
FTEs	310.9	311.9	275.4	(36.5)	(11.7%)

The bill pattern for this agency (2012-13 Recommended) represents an estimated 76% of the agency's estimated total available funds for the 2012-13 biennium.

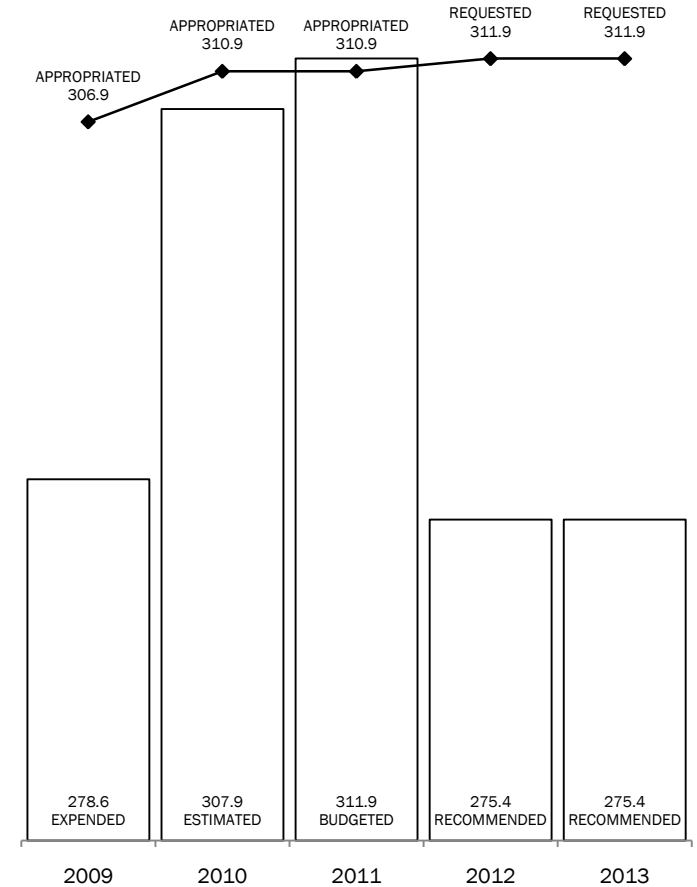
ALL FUNDS



GENERAL REVENUE AND
 GENERAL REVENUE-DEDICATED FUNDS



FULL-TIME-EQUIVALENT POSITIONS



**Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- ALL FUNDS**

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
CLOSE GAPS IN PARTICIPATION/SUCCESS A.1.1	\$7,160,695	\$5,429,380	(\$1,731,315)	(24.2%)	Most of the agency's administrative strategies include several sources of funding (General Revenue, General Revenue-Dedicated and Other Funds-usually student loan funds or interagency contracts (IAC) with the Texas Education Agency (TEA)). Recommendations incorporate 15% general revenue and general revenue-dedicated reduction to base amounts. Reductions/increases tied to Other Funds would also impact percent change.
CLOSE THE GAPS LOAN PROGRAM A.1.2	\$9,225,349	\$9,300,000	\$74,651	0.8%	
CLOSE THE GAPS - COLLEGE READINESS A.1.3	\$3,660,644	\$2,601,548	(\$1,059,096)	(28.9%)	Recommendations incorporate 15% Reduction of General Revenue Funds in strategy. Remaining difference is IAC with TEA (\$600,000) in 2010-11 that is not included in 2012-13. This IAC is the administrative piece of the funding tied to House Bill 2237 (80th Session) which established intensive summer programs and teacher academies. The remaining portion of the HB 2237 is in Strategy E.1.10 College Readiness Grants.
CLOSE THE GAPS IN EXCELLENCE A.2.1	\$2,935,213	\$2,495,832	(\$439,381)	(15.0%)	Recommendations incorporate 15% reduction of General Revenue funds.
CLOSE THE GAPS IN RESEARCH A.2.2	\$635,836	\$540,460	(\$95,376)	(15.0%)	Recommendations incorporate 15% reduction of General Revenue funds.
CLOSE THE GAPS - PLANNING/INFO. A.3.1	\$5,031,986	\$4,557,152	(\$474,834)	(9.4%)	Recommendations incorporate 15% reduction of General Revenue funds offset by \$145,000 increase in Other Funds.
Total, Goal A, CLOSE THE GAPS IN HIGHER EDUCATION	\$28,649,723	\$24,924,372	(\$3,725,351)	(13.0%)	
LICENSE PLATE SCHOLARSHIPS B.1.1	\$186,881	\$93,000	(\$93,881)	(50.2%)	Recommendations incorporate 50% reduction to License Plate Programs.
FIFTH-YEAR ACCOUNTING STUDENTS(formerly B.1.2)	\$2,257,120	\$0	(\$2,257,120)	(100.0%)	House Bill 2440 (81st Session) transferred authority for the program from the Higher Education Coordinating Board to State Board of Public Accountancy.
EARLY HS GRADUATION PROGRAM B.1.2	\$16,113,946	\$0	(\$16,113,946)	(100.0%)	The Early High School Graduation Program, TANF Scholarship Program and Educational Aide Program are funded by transfers from TEA. Recommendations incorporate reductions in TEA. Funding for the Early High School Program has been eliminated.
TANF SCHOLARSHIP PROGRAM B.1.3	\$269,348	\$0	(\$269,348)	(100.0%)	The Early High School Graduation Program, TANF Scholarship Program and Educational Aide Program are funded by transfers from TEA. Recommendations incorporate reductions in TEA. Funding for the TANF Scholarship Program has been eliminated.

**Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- ALL FUNDS**

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
EDUCATIONAL AIDE PROGRAM B.1.4	\$28,739,798	\$0	(\$28,739,798)	(100.0%)	The Early High School Graduation Program, TANF Scholarship Program and Educational Aide Program are funded by transfers from TEA. Recommendations incorporate reductions in TEA. Funding for the Educational Aide Program has been eliminated.
TEACH FOR TEXAS LOAN REPAYMENT B.1.5	\$11,542,886	\$8,657,164	(\$2,885,722)	(25.0%)	Recommendations include a 25% reduction to the strategy.
BORDER FACULTY LOAN REPAYMENT PGM B.1.6	\$375,626	\$281,720	(\$93,906)	(25.0%)	Recommendations include a 25% reduction to the strategy.
OAG LAWYERS LOAN REPAYMENT PROGRAM B.1.7	\$661,430	\$496,072	(\$165,358)	(25.0%)	Recommendations include a 25% reduction to the strategy.
STUDENT FINANCIAL AID PROGRAMS B.1.8	\$1,030,201,620	\$652,255,042	(\$377,946,578)	(36.7%)	The Student Financial Aid Strategy includes five programs (TEXAS Grants, B-On-Time Program, Texas Educational Opportunity Grants, Tuition Equalization Grants and Texas College Work Study. Total General Revenue reductions to the strategy are \$392 million. For Texas Grants the recommended funding is \$365.7 million which is \$256 million below the base amounts or a 41% decrease. The general revenue for the B-On-Time program, which would cover renewals for students at private institutions, is \$26.2 million, which is \$25.8 million below the 2010-11 base. The Texas Educational Opportunity Program, is funded at \$6.9 million, \$17.2 million below the base. The Tuition Equalization Grant Program and Texas College Work Study Program were reduced the same percentage as Texas Grants, 41%, resulting in funding levels of \$124.6 million (\$87.4 million decrease) for Tuition Equalization Grants and \$8.9 (\$6.1 million decrease) for Texas College Work Study. Renewals were covered in another program, Top Ten Percent Scholarships, which resulted in funding levels of \$11.4 million, a decrease of \$40.1 million. General Revenue-Dedicated funds increased by \$15 million due to a \$50 million contingency rider tied to the balances for financial aid at the Texas Guaranteed Student Loan Corporation that was offset by a \$35 million decrease in B-On-Time Funds. The 2012-13 funding for the B-On-Time Program is \$70 million which includes \$40 million in unexpended balances from 2011 and \$30 million in anticipated set asides for 2012.
DOCTORAL INCENTIVE PROGRAM B.1.9	\$1,709,623	\$1,282,217	(\$427,406)	(25.0%)	Recommendations include a 25% reduction to the strategy.
ENGINEERING RECRUITMENT PROGRAM B.1.10	\$1,900,000	\$1,425,000	(\$475,000)	(25.0%)	Recommendations include a 25% reduction to the strategy.

**Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- ALL FUNDS**

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
HIGHER ED PERF INCENTIVE INITIATIVE B.1.11	\$127,500,000	\$35,625,000	(\$91,875,000)	(72.1%)	Recommendations incorporate a 25% reduction to the Texas Research Incentive Program (\$11.9 million in General Revenue). Remaining difference is due to American Recovery and Reinvestment Act (ARRA) funds. In 2010-11, funding for the Performance Incentive Initiative was with ARRA funds. This funding has not been replaced.
TOP 10 PERCENT SCHOLARSHIPS B.1.12	\$51,500,000	\$11,400,000	(\$40,100,000)	(77.9%)	Recommendations cover renewal students in program.
TX ARMED SERVICES SCHOLARSHIP PGM B.1.13	\$1,750,000	\$1,200,000	(\$550,000)	(31.4%)	Recommendations cover renewal students in program.
COMBAT TUITION REIMBURSEMENT PGM B.1.14	\$699,000	\$524,250	(\$174,750)	(25.0%)	Recommendations include a 25% reduction to the strategy.
TEXAS CAREER OPPORTUNITY GRANTS B.1.15	\$1,285,000	\$963,750	(\$321,250)	(25.0%)	Recommendations include a 25% reduction to the strategy.
Total, Goal B, CLOSE THE GAPS - AFFORDABILITY	\$1,276,692,278	\$714,203,215	(\$562,489,063)	(44.1%)	
N HACKERMAN ADVANCED RESEARCH PGM C.1.1	\$16,082,914	\$12,062,186	(\$4,020,728)	(25.0%)	Recommendations include a 25% reduction to the strategy.
Total, Goal C, CLOSE THE GAPS - RESEARCH	\$16,082,914	\$12,062,186	(\$4,020,728)	(25.0%)	
BAYLOR COLLEGE OF MEDICINE D.1.1	\$79,140,021	\$73,789,803	(\$5,350,218)	(6.8%)	Recommendations tied to recommendations for Health-Related Institutions.
BAYLOR COLLEGE OF MEDICINE GME D.1.2	\$14,512,076	\$10,987,838	(\$3,524,238)	(24.3%)	Recommendations tied to recommendations for Health-Related Institutions.
FAMILY PRACTICE RESIDENCY PROGRAM D.1.3	\$20,153,594	\$15,115,195	(\$5,038,399)	(25.0%)	Recommendations include a 25% reduction to the strategy.
PRECEPTORSHIP PROGRAM D.1.4	\$859,075	\$644,306	(\$214,769)	(25.0%)	Recommendations include a 25% reduction to the strategy.
PRIMARY CARE RESIDENCY PROGRAM D.1.5	\$3,660,000	\$2,745,000	(\$915,000)	(25.0%)	Recommendations include a 25% reduction to the strategy.
GRADUATE MEDICAL EDUCATION D.1.6	\$570,000	\$427,500	(\$142,500)	(25.0%)	Recommendations include a 25% reduction to the strategy.
JOINT ADMISSION MEDICAL PROGRAM D.1.7	\$10,085,537	\$7,564,153	(\$2,521,384)	(25.0%)	Recommendations include a 25% reduction to the strategy.
PHYSICIAN ED. LOAN REPAY. PROGRAM D.1.8	\$23,321,910	\$17,491,432	(\$5,830,478)	(25.0%)	Recommendations include a 25% reduction to the strategy.
PROFESSIONAL NURSING AID D.1.9	\$1,837,130	\$1,377,848	(\$459,282)	(25.0%)	Recommendations include a 25% reduction to the strategy.
VOCATIONAL NURSING AID D.1.10	\$91,266	\$68,450	(\$22,816)	(25.0%)	Recommendations include a 25% reduction to the strategy.
DENTAL ED. LOAN REPAY. PROGRAM D.1.11	\$771,924	\$578,943	(\$192,981)	(25.0%)	Recommendations include a 25% reduction to the strategy.
PROF NURSING SHORTAGE REDUCTION PGM D.1.12	\$47,093,478	\$31,757,608	(\$15,335,870)	(32.6%)	Recommendations incorporate 25% Reduction of strategy (\$10.5 million). Remaining difference is one-time funding (\$5 million for the University of Texas at Arlington) that was included in 2010-11 biennium.
ALZHEIMER'S DISEASE CENTERS D.1.13	\$6,507,500	\$4,880,625	(\$1,626,875)	(25.0%)	Recommendations include a 25% reduction to the strategy.
HOSPITAL-BASED NURSING EDUCATION D.1.14	\$4,750,000	\$3,562,500	(\$1,187,500)	(25.0%)	Recommendations include a 25% reduction to the strategy.
CHILDREN'S MEDICAID LOAN REPAY PROG D.1.15	\$32,920,694	\$0	(\$32,920,694)	(100.0%)	Funding for this program is through IAC (Other Funds) with Health and Human Services. 2010-11 level of program funding is part of Frew settlement.

**Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- ALL FUNDS**

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
Total, Goal D, CLOSE THE GAPS - HEALTH PROGRAMS	\$246,274,205	\$170,991,201	(\$75,283,004)	(30.6%)	
DEVELOPMENTAL EDUCATION PROGRAM E.1.1	\$4,750,000	\$3,562,500	(\$1,187,500)	(25.0%)	Recommendations include a 25% reduction to the strategy.
TEACHER EDUCATION E.1.2	\$6,081,410	\$4,561,057	(\$1,520,353)	(25.0%)	Recommendations include a 25% reduction to the strategy.
TWO-YEAR ENROLLMENT GROWTH E.1.3	\$3,518,786	\$0	(\$3,518,786)	(100.0%)	Recommendations incorporate elimination of strategy.
NEW COMMUNITY COLLEGE CAMPUSES E.1.4	\$1,771,384	\$0	(\$1,771,384)	(100.0%)	Recommendations incorporate elimination of strategy.
GENERAL ACADEMIC ENROLLMENT GROWTH E.1.5	\$3,500,000	\$0	(\$3,500,000)	(100.0%)	Recommendations incorporate elimination of strategy.
AFRICAN AMERICAN MUSEUM INTERNSHIP E.1.6	\$177,908	\$133,432	(\$44,476)	(25.0%)	Recommendations include a 25% reduction to the strategy.
ABE COMMUNITY COLLEGE GRANTS E.1.7	\$9,500,000	\$7,125,000	(\$2,375,000)	(25.0%)	Recommendations include a 25% reduction to the strategy.
ALTERNATIVE TEACHING CERT - CCs E.1.8	\$2,137,500	\$1,603,125	(\$534,375)	(25.0%)	Recommendations include a 25% reduction to the strategy.
BACCALAUREATE DEGREE STUDY (formerly E.1.9)	\$187,500	\$0	(\$187,500)	(100.0%)	Study was completed.
COLLEGE READINESS GRANTS E.1.9	\$26,663,751	\$13,391,063	(\$13,272,688)	(49.8%)	Recommendations incorporate 25% Reduction of strategy (\$4.5 million). Remaining difference is IAC with TEA (\$8.8 million) in 2010-11 that is not included in 2012-13. This IAC was tied to House Bill 2237 which established intensive summer programs and teacher academies.
Total, Goal E, CLOSE GAPS - QUALITY/PARTICIPATION	\$58,288,239	\$30,376,177	(\$27,912,062)	(47.9%)	
CLOSE GAPS - STUDENT FINANCIAL AID F.1.1	\$10,417,234	\$14,400,000	\$3,982,766	38.2%	Recommended 2012-13 amounts reflect increased federal grant amounts.
CAREER/TECHNICAL EDUCATION PROGRAMS F.1.2	\$73,748,732	\$73,748,732	\$0	0.0%	
TEACHER QUALITY GRANTS PROGRAMS F.1.3	\$12,484,415	\$12,484,416	\$1	0.0%	
COLLEGE ACCESS CHALLENGE GRANTS F.1.4	\$17,149,581	\$22,497,778	\$5,348,197	31.2%	Recommended 2012-13 amounts reflect increased grant amounts.
OTHER FEDERAL GRANTS F.1.5	\$3,532,546	\$505,500	(\$3,027,046)	(85.7%)	The 2010-11 amounts include the agency's portion of the ARRA compliance costs (\$1.7 million) under Rider 29, XII-14 (81st Session). Also decrease tied to one-time Americorps grant (\$700,000). Remaining difference is due to increased funding in 2011 for statewide data systems.
Total, Goal F, FEDERAL GRANT PROGRAMS	\$117,332,508	\$123,636,426	\$6,303,918	5.4%	
EARNINGS - MINORITY HEALTH G.1.1	\$3,298,035	\$4,798,035	\$1,500,000	45.5%	Recommendations includes unexpended balances.
EARNINGS - NURSING/ALLIED HEALTH G.1.2	\$5,401,577	\$7,301,577	\$1,900,000	35.2%	Recommendations includes unexpended balances.
EARNINGS-THECB FOR BAYLOR COLL MED G.2.1	\$2,250,000	\$2,300,000	\$50,000	2.2%	Recommendations includes unexpended balances.
TOBACCO - PERMANENT HEALTH FUND G.2.2	\$3,831,660	\$3,881,660	\$50,000	1.3%	Recommendations includes unexpended balances.
Total, Goal G, CLOSE GAPS - TOBACCO FUNDS	\$14,781,272	\$18,281,272	\$3,500,000	23.7%	

**Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- ALL FUNDS**

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
CENTRAL ADMINISTRATION H.1.1	\$9,730,849	\$7,912,672	(\$1,818,177)	(18.7%)	Recommendations incorporate 15% reduction to general revenue. General revenue-dedicated (B-On-Time funds used for administration) were not included in 2012-13 recommended amounts.
INFORMATION RESOURCES H.1.2	\$9,898,896	\$7,640,733	(\$2,258,163)	(22.8%)	Recommendations incorporate 15% reduction to general revenue. General revenue-dedicated (B-On-Time funds used for administration) were not included in 2012-13 recommended amounts.
OTHER SUPPORT SERVICES H.1.3	\$4,810,330	\$2,967,041	(\$1,843,289)	(38.3%)	Recommendations incorporate 15% reduction to general revenue. General revenue-dedicated (B-On-Time funds used for administration) were not included in 2012-13 recommended amounts.
Total, Goal H, INDIRECT ADMINISTRATION	\$24,440,075	\$18,520,446	(\$5,919,629)	(24.2%)	
Grand Total, All Strategies	\$1,782,541,214	\$1,112,995,295	(\$669,545,919)	(37.6%)	

Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- GENERAL REVENUE FUNDS

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
CLOSE GAPS IN PARTICIPATION/SUCCESS A.1.1	\$6,140,448	\$5,219,380	(\$921,068)	(15.0%)	Recommendations incorporate 15% reduction to strategy.
CLOSE THE GAPS LOAN PROGRAM A.1.2	\$0	\$0	\$0	0.0%	
CLOSE THE GAPS - COLLEGE READINESS A.1.3	\$3,060,644	\$2,601,548	(\$459,096)	(15.0%)	Recommendations incorporate 15% reduction to strategy.
CLOSE THE GAPS IN EXCELLENCE A.2.1	\$2,929,213	\$2,489,832	(\$439,381)	(15.0%)	Recommendations incorporate 15% reduction to strategy.
CLOSE THE GAPS IN RESEARCH A.2.2	\$635,836	\$540,460	(\$95,376)	(15.0%)	Recommendations incorporate 15% reduction to strategy.
CLOSE THE GAPS - PLANNING/INFO. A.3.1	\$4,129,626	\$3,510,182	(\$619,444)	(15.0%)	Recommendations incorporate 15% reduction to strategy.
Total, Goal A, CLOSE THE GAPS IN HIGHER EDUCATION	\$16,895,767	\$14,361,402	(\$2,534,365)	(15.0%)	
LICENSE PLATE SCHOLARSHIPS B.1.1	\$0	\$0	\$0	0.0%	
FIFTH-YEAR ACCOUNTING STUDENTS(formerly B.1.2)	\$0	\$0	\$0	0.0%	
EARLY HS GRADUATION PROGRAM B.1.2	\$0	\$0	\$0	0.0%	
TANF SCHOLARSHIP PROGRAM B.1.3	\$0	\$0	\$0	0.0%	
EDUCATIONAL AIDE PROGRAM B.1.4	\$0	\$0	\$0	0.0%	
TEACH FOR TEXAS LOAN REPAYMENT B.1.5	\$11,542,886	\$8,657,164	(\$2,885,722)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
BORDER FACULTY LOAN REPAYMENT PGM B.1.6	\$375,626	\$281,720	(\$93,906)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
OAG LAWYERS LOAN REPAYMENT PROGRAM B.1.7	\$661,430	\$496,072	(\$165,358)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
STUDENT FINANCIAL AID PROGRAMS B.1.8	\$924,678,791	\$532,245,042	(\$392,433,749)	(42.4%)	The Student Financial Aid Strategy includes five programs (TEXAS Grants, B-On-Time Program, Texas Educational Opportunity Grants, Tuition Equalization Grants and Texas College Work Study. Total General Revenue reductions to the strategy are \$392 million. For Texas Grants the recommended funding is \$365.7 million which is \$256 million below the base amounts or a 41% decrease. The general revenue for the B-On-Time program, which would cover renewals for students at private institutions, is \$26.2 million, which is \$25.8 million below the 2010-11 base. The Texas Educational Opportunity Program, is funded at \$6.9 million, \$17.2 million below the base. The Tuition Equalization Grant Program and Texas College Work Study Program were reduced the same percentage as Texas Grants, 41%, resulting in funding levels of \$124.6 million (\$87.4 million decrease) for Tuition Equalization Grants and \$8.9 (\$6.1 million decrease) for Texas College Work Study. Renewals were covered in another program, Top Ten Percent Scholarships, which resulted in funding levels of \$11.4 million, a decrease of \$40.1 million.
DOCTORAL INCENTIVE PROGRAM B.1.9	\$1,709,623	\$1,282,217	(\$427,406)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
ENGINEERING RECRUITMENT PROGRAM B.1.10	\$1,900,000	\$1,425,000	(\$475,000)	(25.0%)	Recommendations incorporate 25% reduction to strategy.

Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- GENERAL REVENUE FUNDS

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
HIGHER ED PERF INCENTIVE INITIATIVE B.1.11	\$47,500,000	\$35,625,000	(\$11,875,000)	(25.0%)	Recommendations incorporate 25% reduction to Texas Research Incentive
TOP 10 PERCENT SCHOLARSHIPS B.1.12	\$51,500,000	\$11,400,000	(\$40,100,000)	(77.9%)	Recommendations cover renewal students in program.
TX ARMED SERVICES SCHOLARSHIP PGM B.1.13	\$1,750,000	\$1,200,000	(\$550,000)	(31.4%)	Recommendations cover renewal students in program.
COMBAT TUITION REIMBURSEMENT PGM B.1.14	\$699,000	\$524,250	(\$174,750)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
TEXAS CAREER OPPORTUNITY GRANTS B.1.15	\$1,285,000	\$963,750	(\$321,250)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
Total, Goal B, CLOSE THE GAPS - AFFORDABILITY	\$1,043,602,356	\$594,100,215	(\$449,502,141)	(43.1%)	
N HACKERMAN ADVANCED RESEARCH PGM C.1.1	\$16,082,914	\$12,062,186	(\$4,020,728)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
Total, Goal C, CLOSE THE GAPS - RESEARCH	\$16,082,914	\$12,062,186	(\$4,020,728)	(25.0%)	
BAYLOR COLLEGE OF MEDICINE D.1.1	\$79,140,021	\$73,789,803	(\$5,350,218)	(6.8%)	Recommendations tied to recommendations for Health-Related Institutions.
BAYLOR COLLEGE OF MEDICINE GME D.1.2	\$14,512,076	\$10,987,838	(\$3,524,238)	(24.3%)	Recommendations tied to recommendations for Health-Related Institutions.
FAMILY PRACTICE RESIDENCY PROGRAM D.1.3	\$20,153,594	\$15,115,195	(\$5,038,399)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
PRECEPTORSHIP PROGRAM D.1.4	\$859,075	\$644,306	(\$214,769)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
PRIMARY CARE RESIDENCY PROGRAM D.1.5	\$3,660,000	\$2,745,000	(\$915,000)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
GRADUATE MEDICAL EDUCATION D.1.6	\$570,000	\$427,500	(\$142,500)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
JOINT ADMISSION MEDICAL PROGRAM D.1.7	\$10,085,537	\$7,564,153	(\$2,521,384)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
PHYSICIAN ED. LOAN REPAY. PROGRAM D.1.8	\$354,694	\$266,020	(\$88,674)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
PROFESSIONAL NURSING AID D.1.9	\$1,837,130	\$1,377,848	(\$459,282)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
VOCATIONAL NURSING AID D.1.10	\$91,266	\$68,450	(\$22,816)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
DENTAL ED. LOAN REPAY. PROGRAM D.1.11	\$771,924	\$578,943	(\$192,981)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
PROF NURSING SHORTAGE REDUCTION PGM D.1.12	\$47,093,478	\$31,757,608	(\$15,335,870)	(32.6%)	Recommendations incorporate 25% Reduction of strategy (\$10.5 million). Remaining difference is one-time funding (\$5 million for the University of Texas at Arlington) that was included in 2010-11 biennium.
ALZHEIMER'S DISEASE CENTERS D.1.13	\$6,507,500	\$4,880,625	(\$1,626,875)	(25.0%)	Recommendations include a 25% reduction to the strategy.
HOSPITAL-BASED NURSING EDUCATION D.1.14	\$4,750,000	\$3,562,500	(\$1,187,500)	(25.0%)	Recommendations include a 25% reduction to the strategy.
CHILDREN'S MEDICAID LOAN REPAY PROG D.1.15	\$0	\$0	\$0	0.0%	
Total, Goal D, CLOSE THE GAPS - HEALTH PROGRAMS	\$190,386,295	\$153,765,789	(\$36,620,506)	(19.2%)	
DEVELOPMENTAL EDUCATION PROGRAM E.1.1	\$4,750,000	\$3,562,500	(\$1,187,500)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
TEACHER EDUCATION E.1.2	\$6,081,410	\$4,561,057	(\$1,520,353)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
TWO-YEAR ENROLLMENT GROWTH E.1.3	\$3,518,786	\$0	(\$3,518,786)	(100.0%)	Recommendations incorporate elimination of strategy.
NEW COMMUNITY COLLEGE CAMPUSES E.1.4	\$1,771,384	\$0	(\$1,771,384)	(100.0%)	Recommendations incorporate elimination of strategy.
GENERAL ACADEMIC ENROLLMENT GROWTH E.1.5	\$3,500,000	\$0	(\$3,500,000)	(100.0%)	Recommendations incorporate elimination of strategy.

Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- GENERAL REVENUE FUNDS

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
AFRICAN AMERICAN MUSEUM INTERNSHIP E.1.6	\$177,908	\$133,432	(\$44,476)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
ABE COMMUNITY COLLEGE GRANTS E.1.7	\$9,500,000	\$7,125,000	(\$2,375,000)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
ALTERNATIVE TEACHING CERT - CCs E.1.8	\$2,137,500	\$1,603,125	(\$534,375)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
BACCALAUREATE DEGREE STUDY (formerly E.1.9)	\$187,500	\$0	(\$187,500)	(100.0%)	Study completed.
COLLEGE READINESS GRANTS E.1.9	\$17,854,751	\$13,391,063	(\$4,463,688)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
Total, Goal E, CLOSE GAPS - QUALITY/PARTICIPATION	\$49,479,239	\$30,376,177	(\$19,103,062)	(38.6%)	
CLOSE GAPS - STUDENT FINANCIAL AID F.1.1	\$0	\$0	\$0	0.0%	
CAREER/TECHNICAL EDUCATION PROGRAMS F.1.2	\$0	\$0	\$0	0.0%	
TEACHER QUALITY GRANTS PROGRAMS F.1.3	\$0	\$0	\$0	0.0%	
COLLEGE ACCESS CHALLENGE GRANTS F.1.4	\$0	\$0	\$0	0.0%	
OTHER FEDERAL GRANTS F.1.5	\$0	\$0	\$0	0.0%	
Total, Goal F, FEDERAL GRANT PROGRAMS	\$0	\$0	\$0	0.0%	
EARNINGS - MINORITY HEALTH G.1.1	\$0	\$0	\$0	0.0%	
EARNINGS - NURSING/ALLIED HEALTH G.1.2	\$0	\$0	\$0	0.0%	
EARNINGS-THECB FOR BAYLOR COLL MED G.2.1	\$0	\$0	\$0	0.0%	
TOBACCO - PERMANENT HEALTH FUND G.2.2	\$0	\$0	\$0	0.0%	
Total, Goal G, CLOSE GAPS - TOBACCO FUNDS	\$0	\$0	\$0	0.0%	
CENTRAL ADMINISTRATION H.1.1	\$6,851,674	\$5,823,922	(\$1,027,752)	(15.0%)	Recommendations incorporate 15% reduction to strategy.
INFORMATION RESOURCES H.1.2	\$3,014,327	\$2,562,178	(\$452,149)	(15.0%)	Recommendations incorporate 15% reduction to strategy.
OTHER SUPPORT SERVICES H.1.3	\$1,823,441	\$1,549,924	(\$273,517)	(15.0%)	Recommendations incorporate 15% reduction to strategy.
Total, Goal H, INDIRECT ADMINISTRATION	\$11,689,442	\$9,936,024	(\$1,753,418)	(15.0%)	Recommendations incorporate 15% reduction to strategy.
Grand Total, All Strategies	\$1,328,136,013	\$814,601,793	(\$513,534,220)	(38.7%)	

**Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- GR DEDICATED**

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
CLOSE GAPS IN PARTICIPATION/SUCCESS A.1.1	\$856,361	\$0	(\$856,361)	(100.0%)	The 2010-11 Base includes Physician Education Loan Repayment funding. All the funding for the program is consolidated in Strategy D.1.8, Physician Loan Repayment Program.
CLOSE THE GAPS LOAN PROGRAM A.1.2	\$0	\$0	\$0	0.0%	
CLOSE THE GAPS - COLLEGE READINESS A.1.3	\$0	\$0	\$0	0.0%	
CLOSE THE GAPS IN EXCELLENCE A.2.1	\$0	\$0	\$0	0.0%	
CLOSE THE GAPS IN RESEARCH A.2.2	\$0	\$0	\$0	0.0%	
CLOSE THE GAPS - PLANNING/INFO. A.3.1	\$0	\$0	\$0	0.0%	
Total, Goal A, CLOSE THE GAPS IN HIGHER EDUCATION	\$856,361	\$0	(\$856,361)	(100.0%)	
LICENSE PLATE SCHOLARSHIPS B.1.1	\$186,881	\$93,000	(\$93,881)	(50.2%)	Recommendations incorporate 50% reduction to License Plate Programs.
FIFTH-YEAR ACCOUNTING STUDENTS(formerly B.1.2)	\$2,257,120	\$0	(\$2,257,120)	(100.0%)	House Bill 2440 (81st Session) transferred authority for the program from the Higher Education Coordinating Board to State Board of Public Accountancy.
EARLY HS GRADUATION PROGRAM B.1.2	\$0	\$0	\$0	0.0%	
TANF SCHOLARSHIP PROGRAM B.1.3	\$0	\$0	\$0	0.0%	
EDUCATIONAL AIDE PROGRAM B.1.4	\$0	\$0	\$0	0.0%	
TEACH FOR TEXAS LOAN REPAYMENT B.1.5	\$0	\$0	\$0	0.0%	
BORDER FACULTY LOAN REPAYMENT PGM B.1.6	\$0	\$0	\$0	0.0%	
OAG LAWYERS LOAN REPAYMENT PROGRAM B.1.7	\$0	\$0	\$0	0.0%	
STUDENT FINANCIAL AID PROGRAMS B.1.8	\$105,166,829	\$120,000,000	\$14,833,171	14.1%	The 2012-13 recommendations include \$70 million in B-On-Time Funds. This includes \$40 million in unexpended balances from FY2011 and \$30 million in anticipated set asides in FY2012. The recommendations for 2012-13 also include \$50 million in contingency funding tied to the Texas Guaranteed Student Loan Corporation. In 2010-11 Base, \$105.1 million is tied to the B-On-Time Program. This funding was reduced in 2012-13 to cover only renewal students.
DOCTORAL INCENTIVE PROGRAM B.1.9	\$0	\$0	\$0	0.0%	
ENGINEERING RECRUITMENT PROGRAM B.1.10	\$0	\$0	\$0	0.0%	
HIGHER ED PERF INCENTIVE INITIATIVE B.1.11	\$0	\$0	\$0	0.0%	
TOP 10 PERCENT SCHOLARSHIPS B.1.12	\$0	\$0	\$0	0.0%	

Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- GR DEDICATED

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
TX ARMED SERVICES SCHOLARSHIP PGM B.1.13	\$0	\$0	\$0	0.0%	
COMBAT TUITION REIMBURSEMENT PGM B.1.14	\$0	\$0	\$0	0.0%	
TEXAS CAREER OPPORTUNITY GRANTS B.1.15	\$0	\$0	\$0	0.0%	
Total, Goal B, CLOSE THE GAPS - AFFORDABILITY	\$107,610,830	\$120,093,000	\$12,482,170	11.6%	
N HACKERMAN ADVANCED RESEARCH PGM C.1.1	\$0	\$0	\$0	0.0%	
Total, Goal C, CLOSE THE GAPS - RESEARCH	\$0	\$0	\$0	0.0%	
BAYLOR COLLEGE OF MEDICINE D.1.1	\$0	\$0	\$0	0.0%	
BAYLOR COLLEGE OF MEDICINE GME D.1.2	\$0	\$0	\$0	0.0%	
FAMILY PRACTICE RESIDENCY PROGRAM D.1.3	\$0	\$0	\$0	0.0%	
PRECEPTORSHIP PROGRAM D.1.4	\$0	\$0	\$0	0.0%	
PRIMARY CARE RESIDENCY PROGRAM D.1.5	\$0	\$0	\$0	0.0%	
GRADUATE MEDICAL EDUCATION D.1.6	\$0	\$0	\$0	0.0%	
JOINT ADMISSION MEDICAL PROGRAM D.1.7	\$0	\$0	\$0	0.0%	
PHYSICIAN ED. LOAN REPAY. PROGRAM D.1.8	\$22,967,216	\$17,225,412	(\$5,741,804)	(25.0%)	Recommendations incorporate 25% reduction to strategy.
PROFESSIONAL NURSING AID D.1.9	\$0	\$0	\$0	0.0%	
VOCATIONAL NURSING AID D.1.10	\$0	\$0	\$0	0.0%	
DENTAL ED. LOAN REPAY. PROGRAM D.1.11	\$0	\$0	\$0	0.0%	
PROF NURSING SHORTAGE REDUCTION PGM D.1.12	\$0	\$0	\$0	0.0%	
ALZHEIMER'S DISEASE CENTERS D.1.13	\$0	\$0	\$0	0.0%	
HOSPITAL-BASED NURSING EDUCATION D.1.14	\$0	\$0	\$0	0.0%	
CHILDREN'S MEDICAID LOAN REPAY PROG D.1.15	\$0	\$0	\$0	0.0%	
Total, Goal D, CLOSE THE GAPS - HEALTH PROGRAMS	\$22,967,216	\$17,225,412	(\$5,741,804)	(25.0%)	
DEVELOPMENTAL EDUCATION PROGRAM E.1.1	\$0	\$0	\$0	0.0%	
TEACHER EDUCATION E.1.2	\$0	\$0	\$0	0.0%	
TWO-YEAR ENROLLMENT GROWTH E.1.3	\$0	\$0	\$0	0.0%	
NEW COMMUNITY COLLEGE CAMPUSES E.1.4	\$0	\$0	\$0	0.0%	
GENERAL ACADEMIC ENROLLMENT GROWTH E.1.5	\$0	\$0	\$0	0.0%	
AFRICAN AMERICAN MUSEUM INTERNSHIP E.1.6	\$0	\$0	\$0	0.0%	
ABE COMMUNITY COLLEGE GRANTS E.1.7	\$0	\$0	\$0	0.0%	
ALTERNATIVE TEACHING CERT - CCs E.1.8	\$0	\$0	\$0	0.0%	
BACCALAUREATE DEGREE STUDY E.1.9	\$0	\$0	\$0	0.0%	

Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- GR DEDICATED

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
COLLEGE READINESS GRANTS E.1.10	\$0	\$0	\$0	0.0%	
Total, Goal E, CLOSE GAPS - QUALITY/PARTICIPATION	\$0	\$0	\$0	0.0%	
CLOSE GAPS - STUDENT FINANCIAL AID F.1.1	\$0	\$0	\$0	0.0%	
CAREER/TECHNICAL EDUCATION PROGRAMS F.1.2	\$0	\$0	\$0	0.0%	
TEACHER QUALITY GRANTS PROGRAMS F.1.3	\$0	\$0	\$0	0.0%	
COLLEGE ACCESS CHALLENGE GRANTS F.1.4	\$0	\$0	\$0	0.0%	
OTHER FEDERAL GRANTS F.1.5	\$0	\$0	\$0	0.0%	
Total, Goal F, FEDERAL GRANT PROGRAMS	\$0	\$0	\$0	0.0%	
EARNINGS - MINORITY HEALTH G.1.1	\$0	\$0	\$0	0.0%	
EARNINGS - NURSING/ALLIED HEALTH G.1.2	\$0	\$0	\$0	0.0%	
EARNINGS-THECB FOR BAYLOR COLL MED G.2.1	\$0	\$0	\$0	0.0%	
TOBACCO - PERMANENT HEALTH FUND G.2.2	\$0	\$0	\$0	0.0%	
Total, Goal G, CLOSE GAPS - TOBACCO FUNDS	\$0	\$0	\$0	0.0%	
CENTRAL ADMINISTRATION H.1.1	\$713,923	\$0	(\$713,923)	(100.0%)	General revenue-dedicated (B-On-Time funds used for administration) were not included in 2012-13 recommended amounts. All B-On-Time funding is consolidated into Strategy B.1.8, Student Financial Aid.
INFORMATION RESOURCES H.1.2	\$1,800,348	\$0	(\$1,800,348)	(100.0%)	General revenue-dedicated (B-On-Time funds used for administration) were not included in 2012-13 recommended amounts. All B-On-Time funding is consolidated into Strategy B.1.8, Student Financial Aid.
OTHER SUPPORT SERVICES H.1.3	\$1,032,443	\$0	(\$1,032,443)	(100.0%)	General revenue-dedicated (B-On-Time funds used for administration) were not included in 2012-13 recommended amounts. All B-On-Time funding is consolidated into Strategy B.1.8, Student Financial Aid.
Total, Goal H, INDIRECT ADMINISTRATION	\$3,546,714	\$0	(\$3,546,714)	(100.0%)	
Grand Total, All Strategies	\$134,981,121	\$137,318,412	\$2,337,291	1.7%	

Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- FEDERAL FUNDS

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
CLOSE GAPS IN PARTICIPATION/SUCCESS A.1.1	\$0	\$0	\$0	0.0%	
CLOSE THE GAPS LOAN PROGRAM A.1.2	\$0	\$0	\$0	0.0%	
CLOSE THE GAPS - COLLEGE READINESS A.1.3	\$0	\$0	\$0	0.0%	
CLOSE THE GAPS IN EXCELLENCE A.2.1	\$0	\$0	\$0	0.0%	
CLOSE THE GAPS IN RESEARCH A.2.2	\$0	\$0	\$0	0.0%	
CLOSE THE GAPS - PLANNING/INFO. A.3.1	\$0	\$0	\$0	0.0%	
Total, Goal A, CLOSE THE GAPS IN HIGHER EDUCATION	\$0	\$0	\$0	0.0%	
LICENSE PLATE SCHOLARSHIPS B.1.5	\$0	\$0	\$0	0.0%	
FIFTH-YEAR ACCOUNTING STUDENTS B.1.8	\$0	\$0	\$0	0.0%	
EARLY HS GRADUATION PROGRAM B.1.9	\$0	\$0	\$0	0.0%	
TANF SCHOLARSHIP PROGRAM B.1.10	\$0	\$0	\$0	0.0%	
EDUCATIONAL AIDE PROGRAM B.1.11	\$0	\$0	\$0	0.0%	
TEACH FOR TEXAS LOAN REPAYMENT B.1.13	\$0	\$0	\$0	0.0%	
BORDER FACULTY LOAN REPAYMENT PGM B.1.15	\$0	\$0	\$0	0.0%	
OAG LAWYERS LOAN REPAYMENT PROGRAM B.1.17	\$0	\$0	\$0	0.0%	
STUDENT FINANCIAL AID PROGRAMS B.1.19	\$0	\$0	\$0	0.0%	
DOCTORAL INCENTIVE PROGRAM B.1.20	\$0	\$0	\$0	0.0%	
ENGINEERING RECRUITMENT PROGRAM B.1.21	\$0	\$0	\$0	0.0%	
HIGHER ED PERF INCENTIVE INITIATIVE B.1.22	\$80,000,000	\$0	(\$80,000,000)	(100.0%)	In 2010-11, funding for the Performance Incentive Initiative was with ARRA funds. This funding has not been replaced.
TOP 10 PERCENT SCHOLARSHIPS B.1.23	\$0	\$0	\$0	0.0%	
TX ARMED SERVICES SCHOLARSHIP PGM B.1.26	\$0	\$0	\$0	0.0%	
COMBAT TUITION REIMBURSEMENT PGM B.1.27	\$0	\$0	\$0	0.0%	
TEXAS CAREER OPPORTUNITY GRANTS B.1.28	\$0	\$0	\$0	0.0%	
Total, Goal B, CLOSE THE GAPS - AFFORDABILITY	\$80,000,000	\$0	(\$80,000,000)	(100.0%)	
N HACKERMAN ADVANCED RESEARCH PGM C.1.1	\$0	\$0	\$0	0.0%	
Total, Goal C, CLOSE THE GAPS - RESEARCH	\$0	\$0	\$0	0.0%	
BAYLOR COLLEGE OF MEDICINE D.1.1	\$0	\$0	\$0	0.0%	
BAYLOR COLLEGE OF MEDICINE GME D.1.2	\$0	\$0	\$0	0.0%	

Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- FEDERAL FUNDS

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
FAMILY PRACTICE RESIDENCY PROGRAM D.1.3	\$0	\$0	\$0	0.0%	
PRECEPTORSHIP PROGRAM D.1.6	\$0	\$0	\$0	0.0%	
PRIMARY CARE RESIDENCY PROGRAM D.1.7	\$0	\$0	\$0	0.0%	
GRADUATE MEDICAL EDUCATION D.1.8	\$0	\$0	\$0	0.0%	
JOINT ADMISSION MEDICAL PROGRAM D.1.10	\$0	\$0	\$0	0.0%	
PHYSICIAN ED. LOAN REPAY. PROGRAM D.1.11	\$0	\$0	\$0	0.0%	
PROFESSIONAL NURSING AID D.1.13	\$0	\$0	\$0	0.0%	
VOCATIONAL NURSING AID D.1.14	\$0	\$0	\$0	0.0%	
DENTAL ED. LOAN REPAY. PROGRAM D.1.15	\$0	\$0	\$0	0.0%	
PROF NURSING SHORTAGE REDUCTION PGM D.1.16	\$0	\$0	\$0	0.0%	
ALZHEIMER'S DISEASE CENTERS D.1.20	\$0	\$0	\$0	0.0%	
HOSPITAL-BASED NURSING EDUCATION D.1.21	\$0	\$0	\$0	0.0%	
CHILDREN'S MEDICAID LOAN REPAY PROG D.1.22	\$0	\$0	\$0	0.0%	
Total, Goal D, CLOSE THE GAPS - HEALTH PROGRAMS	\$0	\$0	\$0	0.0%	
DEVELOPMENTAL EDUCATION PROGRAM E.1.2	\$0	\$0	\$0	0.0%	
TEACHER EDUCATION E.1.4	\$0	\$0	\$0	0.0%	
TWO-YEAR ENROLLMENT GROWTH E.1.5	\$0	\$0	\$0	0.0%	
NEW COMMUNITY COLLEGE CAMPUSES E.1.6	\$0	\$0	\$0	0.0%	
GENERAL ACADEMIC ENROLLMENT GROWTH E.1.9	\$0	\$0	\$0	0.0%	
AFRICAN AMERICAN MUSEUM INTERNSHIP E.1.10	\$0	\$0	\$0	0.0%	
ABE COMMUNITY COLLEGE GRANTS E.1.12	\$0	\$0	\$0	0.0%	
ALTERNATIVE TEACHING CERT - CCs E.1.16	\$0	\$0	\$0	0.0%	
BACCALAUREATE DEGREE STUDY E.1.19	\$0	\$0	\$0	0.0%	
COLLEGE READINESS GRANTS E.1.20	\$0	\$0	\$0	0.0%	
Total, Goal E, CLOSE GAPS - QUALITY/PARTICIPATION	\$0	\$0	\$0	0.0%	
CLOSE GAPS - STUDENT FINANCIAL AID F.1.1	\$10,417,234	\$14,400,000	\$3,982,766	38.2%	Recommended 2012-13 amounts reflect increased grant amounts.
CAREER/TECHNICAL EDUCATION PROGRAMS F.1.2	\$73,748,732	\$73,748,732	\$0	0.0%	
TEACHER QUALITY GRANTS PROGRAMS F.1.3	\$12,484,415	\$12,484,416	\$1	0.0%	
COLLEGE ACCESS CHALLENGE GRANTS F.1.4	\$17,149,581	\$22,497,778	\$5,348,197	31.2%	Recommended 2012-13 amounts reflect increased grant amounts.

**Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- FEDERAL FUNDS**

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
OTHER FEDERAL GRANTS F.1.5	\$3,532,546	\$505,500	(\$3,027,046)	(85.7%)	The 2010-11 amounts include the agency's portion of the ARRA compliance costs (\$1.7 million) under Rider 29, XII-14 (81st Session). Also decrease tied to one-time Americorps grant (\$700,000). Remaining difference is due to increased funding in 2011 for statewide data systems.
Total, Goal F, FEDERAL GRANT PROGRAMS	\$117,332,508	\$123,636,426	\$6,303,918	5.4%	
EARNINGS - MINORITY HEALTH G.1.1	\$0	\$0	\$0	0.0%	
EARNINGS - NURSING/ALLIED HEALTH G.1.2	\$0	\$0	\$0	0.0%	
EARNINGS-THECB FOR BAYLOR COLL MED G.2.1	\$0	\$0	\$0	0.0%	
TOBACCO - PERMANENT HEALTH FUND G.2.2	\$0	\$0	\$0	0.0%	
Total, Goal G, CLOSE GAPS - TOBACCO FUNDS	\$0	\$0	\$0	0.0%	
CENTRAL ADMINISTRATION H.1.1	\$0	\$0	\$0	0.0%	
INFORMATION RESOURCES H.1.2	\$0	\$0	\$0	0.0%	
OTHER SUPPORT SERVICES H.1.3	\$0	\$0	\$0	0.0%	
Total, Goal H, INDIRECT ADMINISTRATION	\$0	\$0	\$0	0.0%	
Grand Total, All Strategies	\$197,332,508	\$123,636,426	(\$73,696,082)	(37.3%)	

**Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- OTHER FUNDS**

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
CLOSE GAPS IN PARTICIPATION/SUCCESS A.1.1	\$163,886	\$210,000	\$46,114	28.1%	
CLOSE THE GAPS LOAN PROGRAM A.1.2	\$9,225,349	\$9,300,000	\$74,651	0.8%	
CLOSE THE GAPS - COLLEGE READINESS A.1.3	\$600,000	\$0	(\$600,000)	(100.0%)	Difference is IAC with TEA (\$600,000) in 2010-11 that is not included in 2012-13. This IAC is the administrative piece of the funding tied to House Bill 2237 which established intensive summer programs and teacher academies.
CLOSE THE GAPS IN EXCELLENCE A.2.1	\$6,000	\$6,000	\$0	0.0%	
CLOSE THE GAPS IN RESEARCH A.2.2	\$0	\$0	\$0	0.0%	
CLOSE THE GAPS - PLANNING/INFO. A.3.1	\$902,360	\$1,046,970	\$144,610	16.0%	
Total, Goal A, CLOSE THE GAPS IN HIGHER EDUCATION	\$10,897,595	\$10,562,970	(\$334,625)	(3.1%)	
LICENSE PLATE SCHOLARSHIPS B.1.5	\$0	\$0	\$0	0.0%	
FIFTH-YEAR ACCOUNTING STUDENTS B.1.8	\$0	\$0	\$0	0.0%	
EARLY HS GRADUATION PROGRAM B.1.9	\$16,113,946	\$0	(\$16,113,946)	(100.0%)	The Early High School Graduation Program, TANF Scholarship Program and Educational Aide Program are funded by transfers from TEA. Recommendations incorporate reductions in TEA. Funding for the Early High School Program has been eliminated.
TANF SCHOLARSHIP PROGRAM B.1.10	\$269,348	\$0	(\$269,348)	(100.0%)	The Early High School Graduation Program, TANF Scholarship Program and Educational Aide Program are funded by transfers from TEA. Recommendations incorporate reductions in TEA. Funding for the TANF Scholarship Program has been eliminated.
EDUCATIONAL AIDE PROGRAM B.1.11	\$28,739,798	\$0	(\$28,739,798)	(100.0%)	The Early High School Graduation Program, TANF Scholarship Program and Educational Aide Program are funded by transfers from TEA. Recommendations incorporate reductions in TEA. Funding for the Educational Aide Program has been eliminated.
TEACH FOR TEXAS LOAN REPAYMENT B.1.13	\$0	\$0	\$0	0.0%	
BORDER FACULTY LOAN REPAYMENT PGM B.1.15	\$0	\$0	\$0	0.0%	
OAG LAWYERS LOAN REPAYMENT PROGRAM B.1.17	\$0	\$0	\$0	0.0%	
STUDENT FINANCIAL AID PROGRAMS B.1.19	\$356,000	\$10,000	(\$346,000)	(97.2%)	The strategy includes estimates on donations for financial aid. Less donations are anticipated in FY2012-13.
DOCTORAL INCENTIVE PROGRAM B.1.20	\$0	\$0	\$0	0.0%	

Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- OTHER FUNDS

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
ENGINEERING RECRUITMENT PROGRAM B.1.21	\$0	\$0	\$0	0.0%	
HIGHER ED PERF INCENTIVE INITIATIVE B.1.22	\$0	\$0	\$0	0.0%	
TOP 10 PERCENT SCHOLARSHIPS B.1.23	\$0	\$0	\$0	0.0%	
TX ARMED SERVICES SCHOLARSHIP PGM B.1.26	\$0	\$0	\$0	0.0%	
COMBAT TUITION REIMBURSEMENT PGM B.1.27	\$0	\$0	\$0	0.0%	
TEXAS CAREER OPPORTUNITY GRANTS B.1.28	\$0	\$0	\$0	0.0%	
Total, Goal B, CLOSE THE GAPS - AFFORDABILITY	\$45,479,092	\$10,000	(\$45,469,092)	(100.0%)	
N HACKERMAN ADVANCED RESEARCH PGM C.1.1	\$0	\$0	\$0	0.0%	
Total, Goal C, CLOSE THE GAPS - RESEARCH	\$0	\$0	\$0	0.0%	
BAYLOR COLLEGE OF MEDICINE D.1.1	\$0	\$0	\$0	0.0%	
BAYLOR COLLEGE OF MEDICINE GME D.1.2	\$0	\$0	\$0	0.0%	
FAMILY PRACTICE RESIDENCY PROGRAM D.1.3	\$0	\$0	\$0	0.0%	
PRECEPTORSHIP PROGRAM D.1.6	\$0	\$0	\$0	0.0%	
PRIMARY CARE RESIDENCY PROGRAM D.1.7	\$0	\$0	\$0	0.0%	
GRADUATE MEDICAL EDUCATION D.1.8	\$0	\$0	\$0	0.0%	
JOINT ADMISSION MEDICAL PROGRAM D.1.10	\$0	\$0	\$0	0.0%	
PHYSICIAN ED. LOAN REPAY. PROGRAM D.1.11	\$0	\$0	\$0	0.0%	
PROFESSIONAL NURSING AID D.1.13	\$0	\$0	\$0	0.0%	
VOCATIONAL NURSING AID D.1.14	\$0	\$0	\$0	0.0%	
DENTAL ED. LOAN REPAY. PROGRAM D.1.15	\$0	\$0	\$0	0.0%	
PROF NURSING SHORTAGE REDUCTION PGM D.1.16	\$0	\$0	\$0	0.0%	
ALZHEIMER'S DISEASE CENTERS D.1.20	\$0	\$0	\$0	0.0%	
HOSPITAL-BASED NURSING EDUCATION D.1.21	\$0	\$0	\$0	0.0%	
CHILDREN'S MEDICAID LOAN REPAY PROG D.1.22	\$32,920,694	\$0	(\$32,920,694)	(100.0%)	Funding for this program is through IAC with Health and Human Services. 2010-11 level of program funding is part of Frew settlement.
Total, Goal D, CLOSE THE GAPS - HEALTH PROGRAMS	\$32,920,694	\$0	(\$32,920,694)	(100.0%)	
DEVELOPMENTAL EDUCATION PROGRAM E.1.2	\$0	\$0	\$0	0.0%	
TEACHER EDUCATION E.1.4	\$0	\$0	\$0	0.0%	
TWO-YEAR ENROLLMENT GROWTH E.1.5	\$0	\$0	\$0	0.0%	
NEW COMMUNITY COLLEGE CAMPUSES E.1.6	\$0	\$0	\$0	0.0%	

**Higher Education Coordinating Board
Summary of Recommendations - Senate, By Method of Finance -- OTHER FUNDS**

Strategy/Goal	2010-11 Base	2012-13 Recommended	Biennial Change	% Change	Comments (Optional)
GENERAL ACADEMIC ENROLLMENT GROWTH E.1.9	\$0	\$0	\$0	0.0%	
AFRICAN AMERICAN MUSEUM INTERNSHIP E.1.10	\$0	\$0	\$0	0.0%	
ABE COMMUNITY COLLEGE GRANTS E.1.12	\$0	\$0	\$0	0.0%	
ALTERNATIVE TEACHING CERT - CCs E.1.16	\$0	\$0	\$0	0.0%	
BACCALAUREATE DEGREE STUDY E.1.19	\$0	\$0	\$0	0.0%	
COLLEGE READINESS GRANTS E.1.20	\$8,809,000	\$0	(\$8,809,000)	(100.0%)	Difference is IAC with TEA (\$8.8 million) in 2010-11 that is not included in 2012-13. This IAC was tied to House Bill 2237 which established intensive summer programs and teacher academies.
Total, Goal E, CLOSE GAPS - QUALITY/PARTICIPATION	\$8,809,000	\$0	(\$8,809,000)	(100.0%)	
CLOSE GAPS - STUDENT FINANCIAL AID F.1.1	\$0	\$0	\$0	0.0%	
CAREER/TECHNICAL EDUCATION PROGRAMS F.1.2	\$0	\$0	\$0	0.0%	
TEACHER QUALITY GRANTS PROGRAMS F.1.3	\$0	\$0	\$0	0.0%	
COLLEGE ACCESS CHALLENGE GRANTS F.1.4	\$0	\$0	\$0	0.0%	
OTHER FEDERAL GRANTS F.1.5	\$0	\$0	\$0	0.0%	
Total, Goal F, FEDERAL GRANT PROGRAMS	\$0	\$0	\$0	0.0%	
EARNINGS - MINORITY HEALTH G.1.1	\$3,298,035	\$4,798,035	\$1,500,000	45.5%	
EARNINGS - NURSING/ALLIED HEALTH G.1.2	\$5,401,577	\$7,301,577	\$1,900,000	35.2%	
EARNINGS-THECB FOR BAYLOR COLL MED G.2.1	\$2,250,000	\$2,300,000	\$50,000	2.2%	
TOBACCO - PERMANENT HEALTH FUND G.2.2	\$3,831,660	\$3,881,660	\$50,000	1.3%	
Total, Goal G, CLOSE GAPS - TOBACCO FUNDS	\$14,781,272	\$18,281,272	\$3,500,000	23.7%	
CENTRAL ADMINISTRATION H.1.1	\$2,165,252	\$2,088,750	(\$76,502)	(3.5%)	
INFORMATION RESOURCES H.1.2	\$5,084,221	\$5,078,555	(\$5,666)	(0.1%)	
OTHER SUPPORT SERVICES H.1.3	\$1,954,446	\$1,417,117	(\$537,329)	(27.5%)	
Total, Goal H, INDIRECT ADMINISTRATION	\$9,203,919	\$8,584,422	(\$619,497)	(6.7%)	
Grand Total, All Strategies	\$122,091,572	\$37,438,664	(\$84,652,908)	(69.3%)	

Section 3A

Higher Education Coordinating Board Selected Fiscal and Policy Issues

1. The policy for the reductions include the following: A) Fund renewal students for various financial aid programs, B) Reduce remaining programs in Strategy B.1.8, Student Financial Aid same amount as TEXAS Grants, C) Reduce other programs by 25%, D) Reduce General Revenue in administrative strategies by 15% , E) Other Reductions and F) Eliminations-either General Revenue or tied to General Revenue at Other Agencies. Included below are the 2012-13 funding levels for each program.

A) Renewal Students

- Texas Grants-Strategy B.1.8- \$365.7 million
- B-on-Time General Revenue-Strategy B.1.8-\$26.2 million
- B-on-Time General Revenue-Dedicated-Strategy B.1.8- \$70 million
- Texas Educational Opportunity Grant Program-Strategy B.1.8- \$6.9 million
- Top Ten Percent Scholarship Program-Strategy B.1.12-\$11.4 million
- Texas Armed Forces Scholarships-Strategy B.1.13-\$1.2 million

B) Programs Reduced Same Percentage TEXAS Grants (41%)

- Tuition Equalization Grants-B.1.8-\$124.6 million
- Texas College Work Study-B.1.8-\$8.9 million

C) Programs Reduced 25%

- Teach for Texas Loan Repayment Program-B.1.5-\$8.7 million
- Border Faculty Loan Repayment Program-B.1.6-\$282,000
- OAG Lawyer's Loan Repayment Program-B.1.7-\$496,000
- Doctoral Incentive Program-B.1.9-\$1.3 million

Section 3A

- Engineering Recruitment Program-B.1.10-\$1.4 million
- Higher Education Performance Incentive Initiative (Texas Research Incentive Program)-B.1.11-\$35.6 million
- Combat Tuition Reimbursement-B.1.14-\$524,000
- Texas Career Opportunity Grants-B.1.15-\$964,000
- Advanced Research Program-C.1.1-\$12.1 million
- Family Practice Residency Program-D.1.3 \$15.1 million
- Preceptorship Program-D.1.4-\$644,000
- Primary Care Residency Program-D.1.5-\$2.7 million
- Graduate Medical Education-D.1.6-\$428,000
- Joint Admission Medical Program-D.1.7-\$7.6 million
- Physician Loan Repayment Program-D.1.8-\$17.5 million
- Professional Nursing Aid-D.1.9-\$1.4 million
- Vocational Nursing Aid-D.1.10-\$68,000
- Dental Education Loan Repayment Program-D.1.11-\$580,000
- Professional Nursing Shortage Reduction Program-D.1.12-\$31.8 million
- Alzheimer's Disease Centers-D.1.13-\$4.9 million
- Hospital-Based Nursing Education Grants-D.1.14-\$3.6 million
- Developmental Education Program-E.1.1-\$3.6 million

Section 3A

- Centers for Teacher Education-E.1.2-\$4.6 million
- African American Museum Internship Program-E.1.6-\$133,000
- ABE Community College Grants-E.1.7-\$7.1 million
- Alternative Teaching Certification Programs-E.1.8-\$1.6 million
- College Readiness Grants-E.1.9-\$13.4 million

D) Administrative Strategies Reduced 15% in General Revenue

- Administrative Strategies-Goal A and Goal H. One strategy, Close the Gaps in Loan Programs

E) Other Reductions

- License Plate Scholarship Programs-B.1.1 Funding level \$93,000
- Baylor College of Medicine-D.1.1 Funding level \$73.8 million
- Baylor College of Medicine GME Funding level \$11.9 million.

F) Eliminations

- Early High School Graduation Program-B.1.2
- TANF Scholarship Program-B.1.3
- Educational Aide Program-B.1.4
- Children's Medicaid Loan Repayment Program-D.1.15
- Two-Year Enrollment Growth-E.1.3
- New Community College Campuses-E.1.4
- General Academic Enrollment Growth-E.1.5

Section 3A

- 2) Unexpended balances amounts from fiscal year 2011 into fiscal year 2012 for General Revenue and General Revenue-Dedicated accounts were not included in recommendations and riders have been adjusted accordingly except for the B-On Time Program, which included an unexpended balance estimate of \$40 million.
- 3) A \$50 million contingency rider tied to the Texas Guaranteed Student Loan Corporation has been included. This general revenue-dedicated funding would be used to support programs in the Strategy B.1.8, Student Financial Aid Programs.

Section 3A Supplemental

**Higher Education Coordinating Board
Summary of Reductions**

		2012-13 Biennial Total Reductions From 2010-11 Base	
		GR & GR- Dedicated	All Funds
1) Renewal Students			
B.1.8	Texas Grants-Difference in GR &GR-Dedicated and All Funds number is donations.	\$ (256,000,000)	\$ (256,346,000)
B.1.8	B-On-Time Program-General Revenue	\$ (25,800,000)	\$ (25,800,000)
B.1.8	B-On-Time Program-General Revenue-Dedicated	\$ (35,166,829)	\$ (35,166,829)
B.1.8	Texas Educational Opportunity Grant Program	\$ (17,200,000)	\$ (17,200,000)
B.1.12	Top Ten Percent Scholarships	\$ (40,100,000)	\$ (40,100,000)
B.1.13	Texas Armed Forces Scholarships	\$ (550,000)	\$ (550,000)
Total:	Renewal Students	\$ (374,816,829)	\$ (375,162,829)
2) Reductions to Other Programs in Strategy B.1.8 Student Financial Aid			
B.1.8	Tuition Equalization Grants	\$ (87,232,816)	\$ (87,232,816)
B.1.8	Texas College Work Study	\$ (6,200,935)	\$ (6,200,935)
Total:	Reductions to Other Programs in Strategy B.1.8 Student Financial Aid	\$ (93,433,751)	\$ (93,433,751)
3) Programs Reduced 25%			
B.1.5	Teach for Texas Loan Repayment	\$ (2,885,722)	\$ (2,885,722)
B.1.6	Border Faculty Loan Repayment Program	\$ (93,906)	\$ (93,906)
B.1.7	OAG Lawyer's Loan Repayment Program	\$ (165,358)	\$ (165,358)
B.1.9	Doctoral Incentive Program	\$ (427,406)	\$ (427,406)
B.1.10	Engineering Recruitment Program	\$ (475,000)	\$ (475,000)
B.1.11	Higher Education Performance Incentive Initiative (Texas Research Incentive Program). Other Funds is ARRA funding that was included in 2010-11.	\$ (11,875,000)	\$ (91,875,000)
B.1.14	Combat Tuition Reimbursement	\$ (174,750)	\$ (174,750)

Section 3A Supplemental

**Higher Education Coordinating Board
Summary of Reductions**

		2012-13 Biennial Total Reductions From 2010-11 Base	
		GR & GR- Dedicated	All Funds
B.1.15	Texas Career Opportunity Grants	\$ (321,250)	\$ (321,250)
C.1.1	Advanced Research Program	\$ (4,020,728)	\$ (4,020,728)
D.1.3	Family Practice Residency Program	\$ (5,038,399)	\$ (5,038,399)
D.1.4	Preceptorship Program	\$ (214,769)	\$ (214,769)
D.1.5	Primary Care Residency Programs	\$ (915,000)	\$ (915,000)
D.1.6	Graduate Medical Education Program	\$ (142,500)	\$ (142,500)
D.1.7	Joint Admission Medical Program	\$ (2,521,384)	\$ (2,521,384)
D.1.8	Physician Loan Repayment Program	\$ (5,830,478)	\$ (5,830,478)
D.1.9	Professional Nursing Aid	\$ (459,282)	\$ (459,282)
D.1.10	Vocational Nursing Aid	\$ (22,816)	\$ (22,816)
D.1.11	Dental Education Loan Repayment Program	\$ (192,981)	\$ (192,981)
D.1.12	Professional Nursing Shortage Reduction Program	\$ (15,335,870)	\$ (15,335,870)
D.1.13	Alzheimer's Disease Center	\$ (1,626,875)	\$ (1,626,875)
D.1.14	Hospital Based Nursing Grants	\$ (1,187,500)	\$ (1,187,500)
E.1.1	Developmental Education Program	\$ (1,187,500)	\$ (1,187,500)
E.1.2	Centers for Teacher Education	\$ (1,520,353)	\$ (1,520,353)
E.1.6	African American Museum Internship	\$ (44,476)	\$ (44,476)
E.1.7	Adult Basic Education College Grants	\$ (2,375,000)	\$ (2,375,000)
E.1.8	Alternative Teaching Certificate Programs at Community Colleges	\$ (534,375)	\$ (534,375)
E.1.9	College Readiness Grants-Other funds diffence with General Revenue is due to IAC with TEA (\$8.8 million) in 2010-11. The IAC was tied to House Bill 2237 which established intensive summer programs and teacher academies.	\$ (4,463,688)	\$ (13,272,688)
Total:	Programs Reduced 25%	\$ (64,052,366)	\$ (152,861,366)
4)	Administrative Strategies Reduced 15% General Revenue		

Section 3A Supplemental

**Higher Education Coordinating Board
Summary of Reductions**

		2012-13 Biennial Total Reductions From 2010-11 Base	
		GR & GR-Dedicated	All Funds
A.1.1	Close the Gaps in Participation/Success-Administer Grants and Promote Access. Reduction in General Revenue Funds is \$921,068. Reduction in General Revenue-Dedicated funds is \$856,361.	\$ (1,777,429)	\$ (1,731,315)
A.1.2	Close the Gaps Loan Program-only method of finance is Other Funds. The Other Fund increased slightly over 2010-11 Base.	\$ -	\$ 74,651
A.1.3	Close the Gaps-College Readiness	\$ (459,095)	\$ (1,059,096)
A.2.1	Close the Gaps in Excellence	\$ (439,381)	\$ (439,381)
A.2.2	Close the Gaps in Research	\$ (95,375)	\$ (95,375)
A.3.1	Close the Gaps in Planning/Information	\$ (619,443)	\$ (474,834)
H.1.1	Central Administration. Reduction in General Revenue is \$1,027,752. Reduction in General-Revenue Dedicated funds is \$713,923.	\$ (1,741,675)	\$ (1,818,177)
H.1.2	Information Resources. Reduction in General Revenue is \$452,149. Reduction in General Revenue-Dedicated funds is \$1,800,348.	\$ (2,252,497)	\$ (2,258,163)
H.1.3	Other Support Services. Reduction in General Revenue is \$273,517. Reduction in General Revenue-Dedicated funds is \$1,032,443.	\$ (1,305,960)	\$ (1,843,289)
Total:	Administrative Strategies Reduced 15% General Revenue	\$ (8,690,855)	\$ (9,644,979)
5) Other Reductions			
B.1.1	License Plate Scholarship Program	\$ (93,881)	\$ (93,881)
D.1.1	Baylor College of Medicine	\$ (5,350,218)	\$ (5,350,218)
D.1.2	Baylor College of Medicine GME	\$ (3,524,238)	\$ (3,524,238)
Total:		\$ (8,968,337)	\$ (8,968,337)

Section 3A Supplemental

**Higher Education Coordinating Board
Summary of Reductions**

		2012-13 Biennial Total Reductions From 2010-11 Base	
		GR & GR- Dedicated	All Funds
6) Eliminations			
B.1.2	Early High School Graduation Program (Transfers from TEA)	\$ -	\$ (16,113,946)
B.1.3	TANF Scholarship Program (Transfers from TEA)	\$ -	\$ (269,348)
B.1.5	Educational Aide Program (Transfers from TEA)	\$ -	\$ (28,739,798)
D.1.15	Children's Medicaid Loan Repayment Program (IAC with HHSC). The 2010-11 base amounts were \$32.9 million. The agency did request a higher amount, \$74.9 million, in 2012-13.	\$ -	\$ (32,920,694)
E.1.3	Two-Year Enrollment Growth	\$ (3,518,786)	\$ (3,518,786)
E.1.4	New Community Colleges Campuses	\$ (1,771,384)	\$ (1,771,384)
E.1.5	General Academic Enrollment Growth	\$ (3,500,000)	\$ (3,500,000)
Total: Eliminations		\$ (8,790,170)	\$ (86,833,956)
Total, ALL 2012-13 REDUCTIONS COMPARED TO 10-11 BASE		\$ (558,752,308)	\$ (726,905,218)
Adjustments			
(B.1.2)	Fifth Year Accounting Program-HB 2240 (81st Session) transferred authority for program from Higher Education Coordinating Board to the State Board of Public Accountancy	\$ (2,257,120)	\$ (2,257,120)
B.1.8	Student Financial Aid Contingency Rider	\$ 50,000,000	\$ 50,000,000
(E.1.9)	Baccalareate Degree Study	\$ (187,500)	\$ (187,500)
Goal F	Federal Grant Programs	\$ -	\$ 6,303,918
Goal G	Close the Gaps-Tobacco Funds. Increases tied to unexpended balances	\$ -	\$ 3,500,000
Total: ADJUSTMENTS		\$ 47,555,380	\$ 57,359,298
Total, NET 12-13 FUNDING COMPARED TO 10-11 BASE		\$ (511,196,928)	\$ (669,545,920)

Section 3A Supplemental

Higher Education Coordinating Board
General Revenue Reductions to B.1.8 Student Financial Aid Strategy

2012-13 Biennial Total Reductions
General Revenue

1) BASE REQUEST-Renewal Students	
B.1.8 TEXAS Grants	\$ (256,000,000)
B.1.8 General Revenue for B-On-Time Program	\$ (25,800,000)
B.1.8 Texas Educational Opportunity Grants	\$ (17,200,000)
Total	\$ (299,000,000)
2) BASE REQUEST-Other programs in B.1.8 Student Financial Aid	
B.1.8 Tuition Equalization Grants	\$ (87,232,816)
B.1.8 Texas College Work Study	\$ (6,200,935)
Total	\$ (93,433,751)
Total, Reductions	\$ (392,433,751)

Section 3B

**Higher Education Coordinating Board
FTE Highlights**

Full-Time-Equivalent Positions	Expended 2009	Actual 2010	Budgeted 2011	Recommended 2012	Recommended 2013
Cap	304.9	310.9	310.9	275.4	275.4
Actual/Budgeted	278.6	307.9	311.9	NA	NA
Schedule of Exempt Positions (Cap)					
Commissioner of Higher Education	\$165,000	\$186,300	\$186,300	\$186,300	\$186,300

On January 24th, 2008 the agency requested under Article IX, Section 3.05(c) to increase the Commissioner's salary from \$165,000 to \$180,000. The salary increase was approved by the LBB on February 22nd, 2008. The increase is in Other Funds. In fiscal year 2010, the salary was increased to \$186,300.

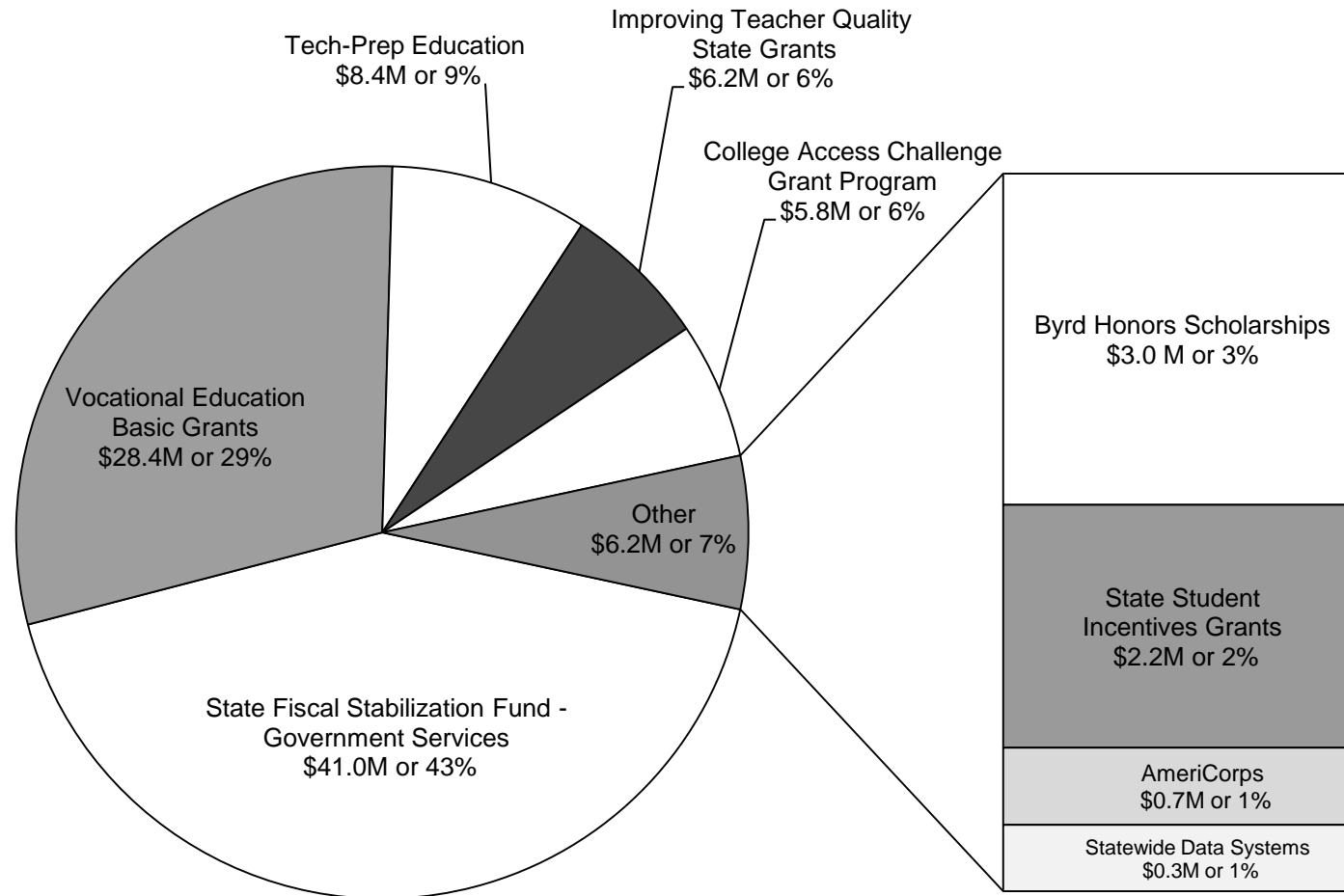
Section 3C

Higher Education Coordinating Board
Performance Measure Highlights

	Expended 2009	Actual 2010	Estimated 2011	Recommended 2012	Recommended 2013
<ul style="list-style-type: none"> Number of Students Receiving Texas Grants 	60,303	69,395	86,830	50,945	27,135
<p><i>Several factors, such as tuition increases and the allocations between Four-Year and Two-Year awards (which includes the distribution of initial and renewal awards) impact the number of students receiving TEXAS grants and how the funding is allocated per year. The 2012-13 Recommendations total \$365.7 million for the biennium, which covers renewal students in the program. The 2010-11 estimated budgeted amount totals \$621.7 million which includes \$5 million in unexpended balances and \$2.5 million that was transferred to the program from the Top Ten Percent Scholarship Program). The 2010-11 amounts do not compensate for the \$6.2 million tied to the 5% reduction (exempted funds being held back). The total number of students estimated to be covered in 2012-13 is 50,945. For 2010-11, the number of students covered was 111,423. The funding per year: 2009-\$231.5 million, 2010-\$273.9 million, 2011-\$340.4 million, 2012-\$228.2 million and 2013-\$137.5 million.</i></p>					

Section 3D

Higher Education Coordinating Board
Summary of Federal Funds (Estimated 2010)
TOTAL = \$96.1M



Section 3D

Higher Education Coordinating Board
Summary of Federal Funds (Estimated 2010)
TOTAL = \$96.1M

CFDA	Exp 2009	Est 2010	Bud 2011	Req 2012	Req 2013	Rec 2012	Rec 2013	Est 2010 % total
Vocational Education Basic Grants to States	\$36.1	\$28.4	\$28.4	\$28.4	\$28.4	\$28.4	\$28.4	29.6%
State Student Incentives Grants	\$3.7	\$2.2	\$2.2	\$3.8	\$3.8	\$3.8	\$3.8	2.3%
Byrd Honors Scholarships	\$3.5	\$3.0	\$3.0	\$3.4	\$3.4	\$3.4	\$3.4	3.2%
Tech-Prep Education	\$9.6	\$8.4	\$8.4	\$8.4	\$8.4	\$8.4	\$8.4	8.8%
Improving Teacher Quality State Grants	\$7.6	\$6.2	\$6.3	\$6.2	\$6.2	\$6.2	\$6.2	6.5%
Statewide Data Systems	\$0.0	\$0.3	\$0.8	\$0.2	\$0.3	\$0.2	\$0.3	0.3%
College Access Challenge Grant Program	\$4.2	\$5.8	\$11.4	\$11.2	\$11.2	\$11.2	\$11.2	6.0%
Stabilization - Government Services - Stimulus	\$0.0	\$41.0	\$40.7	\$0.0	\$0.0	\$0.0	\$0.0	42.7%
AmeriCorps	\$0.0	\$0.7	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	0.7%
TOTAL:	\$64.7	\$96.1	\$101.2	\$61.8	\$61.8	\$61.8	\$61.8	

Section 3D**Higher Education Coordinating Board
Significant Federal Funds Changes**

CFDA No.	Program Name	2010-11 Base	2012-13 Recommended	Recommended Over/(Under) Base	Comments (Optional)
84.069.000	State Student Incentives Grants	\$4,363,234	\$7,600,000	\$3,236,766	
84.185.000	Byrd Honors Scholarships	\$6,054,000	\$6,800,000	\$746,000	
84.367.000	Improving Teacher Quality State Grants	\$12,484,415	\$12,484,416	\$1	
84.372.000	Statewide Data Systems	\$1,106,500	\$505,500	(\$601,000)	
84.378.000	College Access Challenge Grant Program	\$17,149,581	\$22,497,778	\$5,348,197	
84.397.000	Stabilization - Government Services - Stimulus	\$81,730,000	\$0	(\$81,730,000)	
94.006.000	AmeriCorps	\$696,046	\$0	(\$696,046)	

Section 4

**Texas Higher Education Coordinating Board (THECB)
Performance Review and Policy Report Highlights**

Reports & Recommendations	GEER Report Page	Savings/ (Cost)	Gain/ (Loss)	Fund Type	Is included in the Introduced Bill	Action Required During Session
Monitor Outcomes and Limit Course Offerings to Ensure Dual Credit Course Quality	471					
1. Include a rider that requires the THECB to compile data to analyze the fiscal and instructional impacts on student outcomes for dual credit courses taken on highschool and community college campuses.					Rider 46	
2. Prohibit physical education courses from being available for dual credit funding purposes.						Amend statute.

Section 5

Higher Education Coordinating Board Rider Highlights Article III, page 51

- #25 **Tobacco Funds-Estimated Appropriations and Unexpended Balances.** Rider modified to authorize unexpended balance authority from 2011 into 2012 for Permanent Fund for Minority Health and Research (Fund 825) and Permanent Funds for Nursing, Allied Health and Other Health Related Programs (Fund 824). (Page III-56)
- #27. **Girl Scout License Plate Scholarships.** Rider modified to limit collections to 50% and eliminate unexpended balance authority from 2011 into 2012. Similar language for following license plate riders: Rider 29, Houston Livestock Show and Rodeo Scholarships, Rider 30, Texas Collegiate License Plate Scholarships, Rider 32, "College for Texans" Campaign License Plate, Rider 33, Boy Scout Scholarships and Rider 34, Cotton Boll Scholarships. (Page III-57-59)
- #28. **Student Financial Aid Programs.** Rider modified to allow agency access to B-On-Time General Revenue-Dedicated unexpended balances and set asides in 2012 only. (Page III-57)
- #36. **Professional Nursing Shortage Reduction Program.** Reference to \$5,000,000 allocated to the University of Texas at Arlington has been deleted. This was one-time funding and not included in recommendations. (Page III-59)
- #39. **Tobacco Settlement Receipts-Baylor College of Medicine.** Rider modified to authorize unexpended balance authority from 2011 into 2012. (Page III-61)
- #42. **Align Adult Basic Education and Postsecondary Education.** Rider updated to include Texas Workforce Commission as an agency the Higher Education Coordinating Board will coordinate with regarding an action plan aligning Adult Basic Education and postsecondary education. Language has been added to clarify terms, "adult education" and "adult basic education". The agency would be required to submit a progress report regarding the action plan. (Page III-61)
- #43. **Tobacco Settlement Funds-Estimated Appropriation and Unexpended Balance.** Rider modified to authorize unexpended balance authority from 2011 into 2012 for the Permanent Endowment Fund for the Baylor College of Medicine. (Page III-62)

Section 5

- #46. **Dual Credit.** Implements recommendation included in report “Monitor Outcomes and Limit Course Offerings to Ensure Dual Credit Course Quality” listed in Section 4. (Page III-62)
- #47. **Higher Education Performance Incentive Initiative.** Reference to Texas Research Incentive Program added to rider. (Page III-63)
- #49 **Funding for Non-Semester-Length Developmental Education.** Existing rider required agency to incorporate information in Lower Division Academic Course Guide before August 31, 2009. This requirement has been fulfilled and this provision has been eliminated. Reporting deadline has been updated. (Page III-63)
- #50. **Cancer Registry .** Rider added to require Higher Education Coordinating Board to collect from each health-related institution, including Baylor College of Medicine and each general academic institution that conducts cancer-related research, \$2,969,554 per year and transfer these funds to the Texas Department of State Health Services for the purposes of maintaining the infrastructure of the state cancer registry and to fund a position to monitor contract compliance and quality assurance of the cancer registry. The Higher Education Coordinating Board would develop a methodology to assess a proportional share for the costs for each institution . (Page III-63)

Rider Deletions

OLD NUMBERS

- #13. **Dramatic Enrollment Growth Funds for Two Year Institutions.** Funding eliminated. (Page III-53)
- #26. **Fifth Year Accounting Scholarship Program.** Funding for program has been transferred to State Board of Public Accountancy. (Page III-57)
- #51. **Cost Matrix Study.** Agency required to conduct an “all funds” analysis of the Health-Related Institution’s costs. Rider deleted. (Page III-64)
- #52. **Texas State Technical College “Returned Value” Funding Study.** Rider deleted; study completed. (Page III-64)
- #54. **New Campus Funding.** Funding eliminated. (Page III-64)
- #57. **Enrollment Growth Funding for General Academic Institutions.** Funding eliminated. Rider includes thresholds for funding.(Page III-65)
- #60 **Statistical Analysis of Predictors of College Success.** Report completed. (Page III-65)

Section 6

**Higher Education Coordinating Board
Items not Included in Recommendations**

	2012-13 Biennial Total	
	GR & GR- Dedicated	All Funds
1. TEXAS Grants (Strategy B.1.8). Includes restoration of \$248.5 million to 2012-13 requested amounts (\$614.2 million) plus additional \$172.3 million.	\$ 420,950,986	\$ 420,950,986
2. Texas Education Opportunity Grants (Strategy B.1.8). Includes restoration of \$17.2 million plus additional \$10 million.	\$ 27,138,399	\$ 27,138,399
3. Texas College Work Study (Strategy B.1.8). Includes restoration of \$6.2 million plus additional \$15 million.	\$ 21,141,656	\$ 21,141,656
4. Developmental Education (Strategy E.1.1). Includes restoration of \$1.2 million	\$ 1,187,500	\$ 1,187,500
Total, Exceptional Items Not Included in the Recommendations	\$ 470,418,541	\$ 470,418,541

REVISED EXCEPTIONAL ITEMS

1. TEXAS Grants (Strategy B.1.8). Includes restoration of \$248.5 million to 2012-13 requested amounts (\$614.2 million) plus additional \$172.3 million.
2. Texas Education Opportunity Grants (Strategy B.1.8). Includes restoration of \$17.2 million plus additional \$10 million.
3. Texas College Work Study (Strategy B.1.8). Includes restoration of \$6.2 million plus additional \$15 million.
4. Developmental Education (Strategy E.1.1). Includes restoration of \$1.2 million

Total, Exceptional Items Not Included in the Recommendations