



September 29, 2021

Ms. Sarah Hicks
Budget Director, Division of Budget and Policy
Office of the Governor
1100 San Jacinto
Austin, Texas 78701

INTERAGENCY MAIL

Mr. Jerry McGinty
Director
Legislative Budget Board
Robert E. Johnson Building, Fifth Floor
1501 North Congress
Austin, Texas 78701

INTERAGENCY MAIL

Dear Ms. Hicks and Mr. McGinty:

Within the *General Appropriation Act (2020-21)*, Article IX, Section 6.10 (a) and (b), - Limitations on State Employment Levels require state agencies and institutions of higher education to report when the number of full-time equivalent (FTE) employees paid from appropriated funds exceed the limit established by the Act.

For The University of Texas System, the table below presents the institutions meeting the conditions requiring this reporting. Summarized below are the actual four quarter averages of FTEs paid from appropriated funds in excess of the adjusted limit for FY 2021 (110% or plus 50, whichever is less) as allowed by Article IX, Section 6.10 (a) (2):

Name of Institution	FTEs Above Limit
U. T. Rio Grande Valley (746)	39.2
U. T. Rio Grande Valley School of Medicine (748)	142.2

The additional FTEs beyond the FTE limit for U.T. Rio Grande Valley (Agency 746) reflect the hiring of additional faculty hired to meet enrollment growth. For U.T. Rio Grande Valley School of Medicine (Agency 748), the FTE limitation was exceeded due to continued growth in the School of Medicine and the additional funding received from the Texas Higher Education Coordinating Board for the hiring of residents into the Graduate Medical Education programs.

Ms. Sarah Hicks
Mr. Jerry McGinty
September 29, 2021
Page 2 of 2

It is important to note, per the *General Appropriations Act*, beginning in FY 2016 employees paid with Patient Income are not counted for purposes of calculating the limitations within Article IX, Section 6.10.

Please contact Susan Sherman (512.322.3769) or me if you need additional information or further clarification.

Sincerely,



Terry Hull
Executive Vice Chancellor
for Business Affairs, *ad interim*

TH/lml

cc: Chancellor James B. Milliken
Vice Chancellor Stacey Napier