

The University of Texas System Administration  
Exhibit A Statement of Net Position  
As of August 31, 2015

	Current Year Totals	Prior Year Totals
<b>ASSETS AND DEFERRED OUTFLOWS</b>		
<b>Current Assets:</b>		
Cash & Cash Equivalents	\$ 839,912,441.09	740,505,947.76
Restricted Cash & Cash Equivalents	52,379,347.56	47,475,939.01
Balance in State Appropriations		41,428.39
Securities Lending Collateral	687,047,330.44	997,969,911.26
Accounts Receivable, Net:		
Federal (allow. \$0.00 in 2015 & \$0.00 in 2014)	2,770,550.91	2,906,552.36
Interest and Dividend Receivables	35,106,669.01	42,774,331.31
Contributions (allow. \$138.50 in 2015 & \$183.77 in 2014)	4,732,700.90	18,430.30
Investment Trades Receivables	171,875,846.05	64,710,494.59
Other (allow. \$0.00 in 2015 & \$0.00 in 2014)	161,439,642.36	209,726,623.93
Due From Other Funds	266,208,756.98	207,914,541.28
Due From Other Institutions	95,436,016.87	90,866,384.55
Due From Other Agencies	73,539.83	127,130.71
Other Current Assets	23,472,758.48	21,698,520.25
<b>Total Current Assets</b>	<b>2,340,455,600.48</b>	<b>2,426,736,235.70</b>
<b>Noncurrent Assets:</b>		
Cash and Cash Equivalents (Noncurrent Restricted)	1,967,806.85	891,248.51
Restricted Investments	31,937,695,263.43	34,769,022,272.39
Deposit with Brokers for Derivative Contracts	34,801,816.21	16,648,305.01
Contributions Rec. (allow. \$361.50 in 2015 & \$316.23 in 2014)	32,791,290.19	31,716.56
Unrestricted Investments	7,386,289,224.87	6,883,202,799.98
Other Noncurrent Assets	3,153,503.44	1,315,711.17
Gross Capital/Intangible Assets	8,746,187,198.11	8,371,145,462.07
Accumulated Depreciation/Amortization	(95,311,175.76)	(84,962,158.48)
<b>Total Noncurrent Assets</b>	<b>48,047,574,927.34</b>	<b>49,957,295,357.21</b>
<b>Total Assets</b>	<b>50,388,030,527.82</b>	<b>52,384,031,592.91</b>
<b>Deferred Outflows of Resources:</b>		
Deferred Outflows-FMV of Derivatives	261,612,901.20	207,898,478.19
Deferred Outflows-Unamortized Loss Refunding Debt	48,366,829.49	41,314,651.80
Deferred Outflows-Pension Related	429,998,696.91	
<b>Total Deferred Outflows of Resources</b>	<b>739,978,427.60</b>	<b>249,213,129.99</b>
<b>Total Assets and Deferred Outflows</b>	<b>51,128,008,955.42</b>	<b>52,633,244,722.90</b>
<b>LIABILITIES AND DEFERRED INFLOWS</b>		
<b>Current Liabilities:</b>		
Accounts Payable and Accrued Liabilities	126,800,597.98	100,926,832.61
Salaries Payable	6,210,991.26	6,275,490.52
Investment Trades Payables	223,527,264.10	328,991,841.81
Incurred But Not Reported Self Insurance Claims	100,133,339.36	86,468,574.15
Securities Lending Obligations	687,047,330.44	997,969,911.26
Due To Other Funds	266,208,756.98	207,914,541.28
Due To Other Institutions	554,339,941.77	629,747,141.32
Due To Other State Agencies	16,979,126.20	13,927,617.95
Statewide Interfund Payable	37,770,000.00	29,005,000.00
Unearned Revenue	3,798,845.73	15,749,060.69
Employees' Compensable Leave - Current Portion	2,810,647.06	2,806,960.69
Short-term Debt - Commercial Paper Notes	1,505,717,000.00	
Notes, Loans, and Leases Payable		1,121,230,000.00
Payable From Restricted Assets	85,634,779.09	52,334,120.84
Revenue Bonds Payable	1,544,551,735.62	1,549,169,615.24
Other Current Liabilities	4,000.00	4,000.00
<b>Total Current Liabilities</b>	<b>5,161,534,355.59</b>	<b>5,142,520,708.36</b>
<b>Noncurrent Liabilities:</b>		
Incurred But Not Reported Self Insurance Claims	19,657,984.64	19,503,043.85
Employees' Compensable Leave	5,349,355.23	3,739,232.58
Assets Held for Others	7,482,171,621.04	7,128,040,265.72
Liability to Beneficiaries	13,770,992.95	13,171,974.99
Net Other Postemployment Benefits Obligation	3,984,975,778.00	3,359,347,883.00
Net Pension Liability	2,302,987,540.82	
Notes, Loans, and Leases Payable		
Revenue Bonds Payable	5,519,804,382.55	5,558,189,139.05
Statewide Interfund Payable	974,653,632.73	821,412,528.29
Hedging Derivative Liability (Noncurrent)	261,612,901.20	207,898,478.19
Payable to Brokers for Collateral Held	35,330,000.00	22,455,000.00
Investment Derivatives - Liability Positions	158,316,330.52	61,506,189.08
Other Noncurrent Liabilities	2,114,065.20	1,260,234.00
<b>Total Noncurrent Liabilities</b>	<b>20,760,744,584.88</b>	<b>17,196,523,968.75</b>
<b>Total Liabilities</b>	<b>25,922,278,940.47</b>	<b>22,339,044,677.11</b>
<b>Deferred Inflows of Resources:</b>		
Deferred Inflows-Unamortized Gain Refunding Debt	6,045,237.76	7,139,418.07
Deferred Inflows-Pension Related	703,944,906.55	
<b>Total Deferred Inflows of Resources</b>	<b>709,990,144.31</b>	<b>7,139,418.07</b>
<b>Total Liabilities and Deferred Inflows</b>	<b>26,632,269,084.78</b>	<b>22,346,184,095.18</b>
<b>NET POSITION</b>		
Net Investment in Capital Assets	135,549,390.92	96,419,169.16
Restricted for:		
Nonexpendable		
Permanent University Fund Endowment	15,532,160,890.08	17,564,806,331.89
Permanent Health, True Endowments, and Annuities Held for Institutions	4,213,492,258.75	4,058,450,385.59
Permanent Health, True Endowments, and Annuities	390,376,316.11	387,315,484.68
Expendable		
Capital Projects	11,723,854.02	17,486,001.90
Debt Service	3,305,802.76	3,126,472.19
Funds Functioning as Endowment (Restricted)	7,650,547.04	7,954,568.91
Funds Functioning as Endowments (Restricted Held for Institutions)	437,386,863.32	433,520,808.61
Other Expendable	8,855,249,813.14	9,906,846,583.12
Unrestricted	(5,091,155,865.50)	(2,188,865,178.33)
<b>Total Net Position</b>	<b>\$ 24,495,739,870.64</b>	<b>30,287,060,627.72</b>

The University of Texas System Administration  
Exhibit B Statement of Revenues, Expenses, and Changes in Net Position  
For the Year Ended August 31, 2015

	Current Year Totals	Prior Year Totals
Operating Revenues:		
Federal Sponsored Programs	10,735,936.98	10,062,288.18
State Sponsored Programs Pass-Through from State Agencies	3,375,000.00	11,331,794.00
Private Sponsored Programs	271,548.00	
Sales and Services of Educational Activities	44,489,945.32	29,613,110.14
Other Operating Revenues	16,208,052.38	30,829,042.97
<b>Total Operating Revenues</b>	<b>75,080,482.68</b>	<b>81,836,235.29</b>
Operating Expenses:		
Public Service	2,865,346.50	1,574,652.50
Academic Support	9,067,034.00	10,030,625.00
Institutional Support	759,288,876.33	692,326,204.67
Operations and Maintenance of Plant	1,519,268.97	714,650.28
Scholarships and Fellowships	2,397,350.00	1,602,500.00
Depreciation and Amortization	16,167,829.31	10,343,920.51
<b>Total Operating Expenses</b>	<b>791,305,705.11</b>	<b>716,592,552.96</b>
<b>Operating Income (Loss)</b>	<b>(716,225,222.43)</b>	<b>(634,756,317.67)</b>
Nonoperating Revenues (Expenses):		
State Appropriations	7,944,532.44	17,141,717.74
Federal Nonexchange Sponsored Programs	27,428,350.07	27,509,482.07
Gift Contributions for Operations	44,338,940.61	1,344,956.45
Investment Income	1,954,887,752.00	2,439,916,626.18
Net Increase (Decrease) in Fair Value of Investments	(4,192,789,113.73)	5,060,104,655.77
Interest Expense on Capital Asset Financings	(248,588,537.83)	(256,910,864.75)
Gain (Loss) on Sale of Capital Assets	11,616.85	(3,927,138.70)
Other Nonoperating Revenues	804,000.00	
Other Nonoperating (Expenses)	(8,890,104.37)	(6,625,596.65)
<b>Net Nonoperating Revenues (Expenses)</b>	<b>(2,414,852,563.96)</b>	<b>7,278,553,838.11</b>
<b>Income/(Loss) Before Other Revenue, Expenses, Gains/(Losses), and Transfers</b>	<b>(3,131,077,786.39)</b>	<b>6,643,797,520.44</b>
Gifts and Sponsored Programs for Capital Acquisitions	41,828.44	733,000.00
Additions to Permanent Endowments / Annuities	122,266,487.16	182,334,113.03
Reclass from/(to) Other Institutions	(83,689,178.88)	658,447,982.62
Change in Proceeds of Bonds Payable	325,562,497.00	442,208,292.80
Transfers Between Institutions & System, Debt Service - Mandatory	552,990,915.06	538,769,509.13
Transfers Between Institutions & System Admin. - Non mandatory	(535,529,391.08)	(1,761,745,064.55)
Transfers From Other State Agencies		17,999,609.00
Transfers to Other State Agencies	(433,120,484.73)	(421,343,554.64)
Legislative Appropriations Lapsed	(3,358.49)	(2,891.74)
<b>Change in Net Position</b>	<b>(3,182,558,471.91)</b>	<b>6,301,198,516.09</b>
<b>Beginning Net Position</b>	<b>30,287,060,627.72</b>	<b>23,985,862,111.63</b>
Restatements	(2,608,762,285.17)	
<b>Beginning Net Position (As Restated)</b>	<b>27,678,298,342.55</b>	<b>23,985,862,111.63</b>
<b>Ending Net Position</b>	<b>\$ 24,495,739,870.64</b>	<b>30,287,060,627.72</b>

The University of Texas System Administration  
Exhibit C - Statement of Cash Flows  
For the Year Ended August 31, 2015

	<u>Current Year Totals</u>	<u>Prior Year Totals</u>
Cash Flows from Operating Activities:		
Proceeds from Sponsored Programs	14,636,075.86	21,781,889.80
Proceeds from Other Revenues	52,328,432.17	52,645,538.25
Payments to Suppliers	(98,381,003.26)	(92,297,477.02)
Payments to Employees	<u>(74,246,480.18)</u>	<u>(48,587,778.74)</u>
Net Cash Provided (Used) by Operating Activities	<u>(105,662,975.41)</u>	<u>(66,457,827.71)</u>
Cash Flows from Noncapital Financing Activities:		
Proceeds from State Appropriations	7,982,602.34	17,097,397.61
Proceeds from Operating Gifts	6,865,096.38	1,352,668.06
Proceeds from Private Gifts for Endowment and Annuity Life Purposes	250,963,212.46	119,471,126.39
Proceeds from Other Nonoperating Revenues	804,000.00	-
Receipts for Transfers from System or Other Agencies	172,089,033.93	134,550,220.48
Payments for Transfers to System or Other Agencies	(490,392,107.39)	(704,659,723.91)
Payments for Other Uses	(1,997,787.88)	(50,034.68)
Proceeds from Nonexchange Sponsored Programs	<u>27,364,351.52</u>	<u>27,513,815.46</u>
Net Cash Provided by Noncapital Financing Activities	<u>(26,321,598.64)</u>	<u>(404,724,530.59)</u>
Cash Flows from Capital and Related Financing Activities:		
Proceeds from Issuance of Capital Debt	1,469,263,766.14	1,554,996,784.75
Nonmandatory Capital Related Transfers	(858,097,008.05)	(825,841,954.53)
Payments of Other Costs on Debt Issuance	(4,711,240.55)	(4,894,738.50)
Proceeds from Sale of Capital Assets	37,262.50	-
Payments for Additions to Capital Assets	(52,535,677.20)	(23,602,452.91)
Payments of Principal on Capital Related Debt	(1,105,265,000.00)	(1,083,800,000.00)
Mandatory Transfers to System for Capital Related Debt	552,990,915.06	538,769,509.13
Payments of Interest on Capital Related Debt	<u>(279,518,895.06)</u>	<u>(279,566,691.95)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(277,835,877.16)</u>	<u>(123,939,544.01)</u>
Cash Flows from Investing Activities		
Proceeds from Sales of Investments	14,295,152,352.93	16,038,724,149.69
Proceeds from Interest and Investment Income	1,055,392,906.57	1,439,510,971.72
Payments to Acquire Investments	<u>(14,835,338,348.07)</u>	<u>(16,797,075,358.92)</u>
Net Cash Provided (Used) by Investing Activities	<u>515,206,911.43</u>	<u>681,159,762.49</u>
Net Increase (Decrease) in Cash	105,386,460.22	86,037,860.18
Cash and Cash Equivalents (Beginning of the Year)	<u>788,873,135.28</u>	<u>702,835,275.10</u>
Cash and Cash Equivalents (End of the Year)	<u>\$ 894,259,595.50</u>	<u>\$ 788,873,135.28</u>
Reconciliation of Net Operating Revenues (Expenses) to Net Cash		
Provided (Used) by Operating Activities		
Operating Income (Loss)	(716,225,222.43)	(634,756,317.67)
Adjustments to Reconcile Operating Results to Net Cash:		
Depreciation and Amortization Expense	16,167,829.31	10,343,920.51
Changes in Assets and Liabilities:		
Accounts Receivable	(7,555,501.80)	(7,582,046.15)
Other Current and Noncurrent Assets	(2,877,344.92)	(2,595,167.93)
Accounts Payable	25,935,207.40	7,767,745.50
Due to System	(4,569,632.32)	(6,333,188.17)
Unearned Revenue	(11,950,214.96)	5,579,339.28
Employees' Compensable Leave	1,613,809.02	1,247,681.92
Pension Related Obligations	(31,828,534.71)	-
Other Current and Noncurrent Liabilities	(1,265.00)	-
Other Postemployment Benefits Obligation	625,627,895.00	559,870,205.00
Total Adjustments	<u>610,562,247.02</u>	<u>568,298,489.96</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (105,662,975.41)</u>	<u>\$ (66,457,827.71)</u>
Non Cash Transactions:		
Net Increase (Decrease) in Fair Value of Investments	(4,664,945,570.24)	5,060,104,655.77
Donated Capital Assets	41,828.44	733,000.00
Miscellaneous Noncash Transactions	253,314,016.58	13,227,481.96