

THE UNIVERSITY OF TEXAS SYSTEM
OFFICE OF THE CONTROLLER

MONTHLY FINANCIAL REPORT
(unaudited)

FEBRUARY 2016



201 Seventh Street, ASH 5th Floor
Austin, Texas 78701
512.499.4527
www.utsystem.edu/cont

**THE UNIVERSITY OF TEXAS SYSTEM
MONTHLY FINANCIAL REPORT
(Unaudited)
FOR THE SIX MONTHS ENDING
February 29, 2016**

(This page intentionally left blank)

TABLE OF CONTENTS

| | |
|---|----|
| FOREWORD..... | 7 |
| SYSTEMWIDE COMPARISONS OF ACTUAL | 9 |
| YEAR-TO-DATE INCOME (LOSS) SUMMARY BY INSTITUTION | 11 |
| EXPLANATIONS OF VARIANCES | 12 |
| GLOSSARY OF TERMS | 14 |
| U. T. SYSTEM ADMINISTRATION | 16 |
| U. T. ARLINGTON | 17 |
| U. T. AUSTIN..... | 18 |
| U. T. BROWNSVILLE | 19 |
| U. T. DALLAS | 20 |
| U. T. EL PASO | 21 |
| U. T. PERMIAN BASIN | 22 |
| U. T. RIO GRANDE VALLEY..... | 23 |
| U. T. SAN ANTONIO..... | 24 |
| U. T. TYLER | 25 |
| U. T. SOUTHWESTERN MEDICAL CENTER..... | 26 |
| U. T. MEDICAL BRANCH - GALVESTON | 27 |
| U. T. HEALTH SCIENCE CENTER - HOUSTON..... | 28 |
| U. T. HEALTH SCIENCE CENTER - SAN ANTONIO..... | 29 |
| U. T. M. D. ANDERSON CANCER CENTER | 30 |
| U. T. HEALTH SCIENCE CENTER - TYLER..... | 31 |

(This page intentionally left blank)

**The University of Texas System
Monthly Financial Report**

Foreword

The Monthly Financial Report (MFR) compares the results of operations between the current year-to-date cumulative amounts and the prior year-to-date cumulative amounts. Explanations are provided for institutions having the largest variances in Adjusted Income (Loss) year-to-date as compared to the prior year, both in terms of dollars and percentages. In addition, although no significant variance may exist, institutions with losses may be discussed.

The data is reported in three sections: (1) Operating Revenues, (2) Operating Expenses, and (3) Other Nonoperating Adjustments. Presentation of state appropriation revenues are required under GASB 35 to be reflected as nonoperating revenues, so all institutions will report an Operating Loss prior to this adjustment. The MFR provides an Adjusted Income (Loss), which takes into account the nonoperating adjustments associated with core operating activities. An Adjusted Margin (as a percentage of operating and nonoperating revenue adjustments) is calculated for each period and is intended to reflect relative operating contributions to financial health.

(This page intentionally left blank)

UNAUDITED

The University of Texas System Consolidated
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|---------------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 816,052,212.69 | 760,962,778.16 | 55,089,434.53 | 7.2% |
| Sponsored Programs | 1,537,889,203.19 | 1,386,225,657.38 | 151,663,545.81 | 10.9% |
| Net Sales and Services of Educational Activities | 312,543,064.75 | 301,239,026.14 | 11,304,038.61 | 3.8% |
| Net Sales and Services of Hospitals | 2,712,626,108.37 | 2,532,546,300.97 | 180,079,807.40 | 7.1% |
| Net Professional Fees | 822,919,796.44 | 742,912,713.26 | 80,007,083.18 | 10.8% |
| Net Auxiliary Enterprises | 308,204,488.05 | 293,185,199.46 | 15,019,288.59 | 5.1% |
| Other Operating Revenues | 234,658,480.95 | 199,945,926.37 | 34,712,554.58 | 17.4% |
| Total Operating Revenues | 6,744,893,354.44 | 6,217,017,601.74 | 527,875,752.70 | 8.5% |
| Operating Expenses | | | | |
| Salaries and Wages | 3,982,926,360.43 | 3,625,902,696.17 | 357,023,664.26 | 9.8% |
| Payroll Related Costs | 1,071,217,243.22 | 942,608,031.88 | 128,609,211.34 | 13.6% |
| Cost of Goods Sold | 73,748,438.13 | 64,489,330.05 | 9,259,108.08 | 14.4% |
| Professional Fees and Services | 252,520,034.52 | 197,973,354.53 | 54,546,679.99 | 27.6% |
| Other Contracted Services | 395,412,339.61 | 376,305,653.89 | 19,106,685.72 | 5.1% |
| Travel | 66,552,176.25 | 62,077,592.16 | 4,474,584.09 | 7.2% |
| Materials and Supplies | 876,725,741.24 | 798,806,840.42 | 77,918,900.82 | 9.8% |
| Utilities | 138,916,314.29 | 139,544,745.15 | (628,430.86) | -0.5% |
| Communications | 57,271,020.76 | 69,346,938.49 | (12,075,917.73) | -17.4% |
| Repairs and Maintenance | 159,781,521.51 | 147,985,567.79 | 11,795,953.72 | 8.0% |
| Rentals and Leases | 84,175,750.76 | 81,276,664.30 | 2,899,086.46 | 3.6% |
| Printing and Reproduction | 18,654,031.70 | 17,326,388.22 | 1,327,643.48 | 7.7% |
| Bad Debt Expense | 520,331.12 | 550,016.62 | (29,685.50) | -5.4% |
| Claims and Losses | 7,829,389.24 | 15,252,845.22 | (7,423,455.98) | -48.7% |
| Increase in Net OPEB Obligation | 333,421,327.50 | 279,935,102.50 | 53,486,225.00 | 19.1% |
| Pension Expense | 106,447,383.73 | - | 106,447,383.73 | 100.0% |
| Scholarships and Fellowships | 255,034,463.00 | 204,907,777.41 | 50,126,685.59 | 24.5% |
| Depreciation and Amortization | 633,696,024.02 | 573,122,360.34 | 60,573,663.68 | 10.6% |
| Federal Sponsored Program Pass-Through to Other State Agencies | 12,649,853.16 | 8,903,377.46 | 3,746,475.70 | 42.1% |
| State Sponsored Program Pass-Through to Other State Agencies | 10,664,442.21 | 1,340,251.67 | 9,324,190.54 | 695.7% |
| Other Operating Expenses | 227,895,569.97 | 207,001,509.32 | 20,894,060.65 | 10.1% |
| Total Operating Expenses | 8,766,059,756.37 | 7,814,657,043.59 | 951,402,712.78 | 12.2% |
| Operating Loss | (2,021,166,401.93) | (1,597,639,441.85) | (423,526,960.08) | -26.5% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 1,133,018,302.29 | 1,012,752,645.33 | 120,265,656.96 | 11.9% |
| Nonexchange Sponsored Programs | 192,511,241.55 | 142,922,533.16 | 49,588,708.39 | 34.7% |
| Gift Contributions for Operations | 230,146,834.03 | 260,392,714.36 | (30,245,880.33) | -11.6% |
| Net Investment Income | 459,401,750.93 | 501,742,112.37 | (42,340,361.44) | -8.4% |
| Interest Expense on Capital Asset Financings | (135,611,223.44) | (141,431,559.87) | 5,820,336.43 | 4.1% |
| Net Other Nonoperating Adjustments | 1,879,466,905.36 | 1,776,378,445.35 | 103,088,460.01 | 5.8% |
| Adjusted Income (Loss) including Depreciation & Amortization | (141,699,496.57) | 178,739,003.50 | (320,438,500.07) | -179.3% |
| Adjusted Margin % including Depreciation & Amortization | -1.6% | 2.2% | | |
| Investment Gain (Losses) | (2,048,155,689.08) | 43,430,344.99 | (2,091,586,034.07) | -4,816.0% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | (2,189,855,185.65) | 222,169,348.49 | (2,412,024,534.14) | -1,085.7% |
| Adj. Margin % with Investment Gains (Losses) | -32.6% | 2.7% | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | 491,996,527.45 | 751,861,363.84 | (259,864,836.39) | -34.6% |
| Adjusted Margin % excluding Depreciation & Amortization | 5.6% | 9.2% | | |

(This page intentionally left blank)

**The University of Texas System
Comparison of Adjusted Income (Loss)
For the Six Months Ending February 29, 2016**

| | Including Depreciation and Amortization Expense | | | |
|--|--|--|------------------------------|-----------------------------------|
| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
| | | | | |
| U. T. System Administration | \$ (421,009,858.10) | \$ (142,709,387.68) | (278,300,470.42) (1) | -195.0% |
| U. T. Arlington | 12,381,233.78 | 8,847,265.23 | 3,533,968.55 (2) | 39.9% |
| U. T. Austin | 98,702,193.47 | 102,388,096.42 | (3,685,902.95) | -3.6% |
| U. T. Brownsville | (744,629.73) | (4,703,425.09) | 3,958,795.36 | 84.2% |
| U. T. Dallas | 5,258,359.34 | 6,389,803.61 | (1,131,444.27) | -17.7% |
| U. T. El Paso | (10,269,707.07) | (7,318,442.39) | (2,951,264.68) (3) | -40.3% |
| U. T. Permian Basin | (7,782,250.16) | (3,664,385.68) | (4,117,864.48) (4) | -112.4% |
| U. T. Rio Grande Valley | 7,694,548.97 | - | 7,694,548.97 | 100.0% |
| U. T. San Antonio | 2,939,126.12 | 7,826,134.22 | (4,887,008.10) (5) | -62.4% |
| U. T. Tyler | (4,716,033.16) | (2,478,300.50) | (2,237,732.66) (6) | -90.3% |
| U. T. Southwestern Medical Center | 84,109,495.27 | 49,397,279.18 | 34,712,216.09 (7) | 70.3% |
| U. T. Medical Branch - Galveston | (11,760,841.97) | 21,025,570.67 | (32,786,412.64) (8) | -155.9% |
| U. T. Health Science Center - Houston | 49,061,594.86 | 18,135,448.91 | 30,926,145.95 (9) | 170.5% |
| U. T. Health Science Center - San Antonio | 16,816,757.88 | 21,467,527.15 | (4,650,769.27) (10) | -21.7% |
| U. T. M. D. Anderson Cancer Center | 199,228,311.50 | 237,742,338.60 | (38,514,027.10) | -16.2% |
| U. T. Health Science Center - Tyler | (8,501,797.57) | (1,481,519.15) | (7,020,278.42) (11) | -473.9% |
| Elimination of AUF Transfer | (153,106,000.00) | (132,125,000.00) | (20,981,000.00) | -15.9% |
| Total Adjusted Income (Loss) | (141,699,496.57) | 178,739,003.50 | (320,438,500.07) | -179.3% |
| Investment Gains (Losses) | (2,048,155,689.08) | 43,430,344.99 | (2,091,586,034.07) | -4,816.0% |
| Total Adjusted Income (Loss) with Investment Gains (Losses) Including Depreciation and Amortization | \$ (2,189,855,185.65) | \$ 222,169,348.49 | \$ (2,412,024,534.14) | -1,085.7% |

| | Excluding Depreciation and Amortization Expense | | | |
|---|--|--|----------------------------|-----------------------------------|
| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
| | | | | |
| U. T. System Administration | \$ (412,017,271.58) | \$ (133,460,007.19) | (278,557,264.39) | -208.7% |
| U. T. Arlington | 35,269,709.80 | 31,252,171.39 | 4,017,538.41 | 12.9% |
| U. T. Austin | 226,202,193.47 | 222,388,096.42 | 3,814,097.05 | 1.7% |
| U. T. Brownsville | (440,211.51) | (446,500.50) | 6,288.99 | 1.4% |
| U. T. Dallas | 36,258,359.34 | 35,197,697.13 | 1,060,662.21 | 3.0% |
| U. T. El Paso | 5,407,280.25 | 7,798,759.70 | (2,391,479.45) | -30.7% |
| U. T. Permian Basin | (799,750.16) | 2,850,912.69 | (3,650,662.85) | -128.1% |
| U. T. Rio Grande Valley | 25,672,451.00 | - | 25,672,451.00 | 100.0% |
| U. T. San Antonio | 26,908,832.98 | 31,929,259.35 | (5,020,426.37) | -15.7% |
| U. T. Tyler | 2,097,069.41 | 3,550,240.72 | (1,453,171.31) | -40.9% |
| U. T. Southwestern Medical Center | 162,637,570.98 | 124,316,436.71 | 38,321,134.27 | 30.8% |
| U. T. Medical Branch - Galveston | 46,337,386.90 | 71,603,586.10 | (25,266,199.20) | -35.3% |
| U. T. Health Science Center - Houston | 79,895,740.94 | 48,057,629.32 | 31,838,111.62 | 66.2% |
| U. T. Health Science Center - San Antonio | 43,316,757.88 | 47,717,527.15 | (4,400,769.27) | -9.2% |
| U. T. M. D. Anderson Cancer Center | 371,423,139.79 | 387,172,445.65 | (15,749,305.86) | -4.1% |
| U. T. Health Science Center - Tyler | (3,066,732.04) | 4,058,109.20 | (7,124,841.24) | -175.6% |
| Elimination of AUF Transfer | (153,106,000.00) | (132,125,000.00) | (20,981,000.00) | -15.9% |
| Total Adjusted Income (Loss) | 491,996,527.45 | 751,861,363.84 | (259,864,836.39) | -34.6% |
| Total Adjusted Income (Loss) Excluding Depreciation and Amortization | \$ 491,996,527.45 | \$ 751,861,363.84 | \$ (259,864,836.39) | -34.6% |

THE UNIVERSITY OF TEXAS SYSTEM
EXPLANATION OF VARIANCES ON THE MONTHLY FINANCIAL REPORT
For the Six Months Ending February 29, 2016

Explanations are provided for institutions having the largest variances in adjusted income (loss) year-to-date as compared to the prior year, both in terms of dollars and percentages. Explanations are also provided for institutions with a current year-to-date adjusted loss and/or a projected year-to-date loss.

- (1) U. T. System Administration - The \$278.3 million (195.0%) increase in adjusted loss over the same period last year was primarily due to a decrease in oil and gas royalties, which are a component of net investment income. Additionally, GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, became effective in 2015. *U. T. System Administration* recognized an accrual of \$106.4 million for the entire *U. T. System* for the first six months of 2016; however, in 2015 the pension expense was not recognized until July. Also contributing to the increase in the adjusted loss was an increase of \$53.5 million in the accrual for Other Postemployment Benefits (OPEB) expense for the entire *U. T. System*. Finally, in 2015, *U. T. System Administration* recognized \$40.6 million of gifts for operations for *U. T. Rio Grande Valley* with no comparable gifts in 2016. As a result of these factors, *U. T. System Administration* incurred a year-to-date loss of \$421.0 million. Excluding depreciation and amortization expense, *U. T. System Administration's* adjusted loss was \$412.0 million or -215.6% of revenues. *U. T. System Administration* anticipates ending the year with a \$942.3 million loss, -334.3% of projected revenues, which includes \$18.0 million of depreciation and amortization expense, as well as a \$666.8 million accrual for OPEB and a \$212.9 million accrual for pension expense.
- (2) U. T. Arlington - The \$3.5 million (39.9%) increase in adjusted income over the same period last year was primarily attributable to an increase in nonexchange sponsored programs as a result of increased Texas Research Incentive Program funds received in 2016 and an increase in state appropriations. Excluding depreciation and amortization expense, *U. T. Arlington's* adjusted income was \$35.3 million or 12.0% of revenues.
- (3) U. T. El Paso - The \$3.0 million (40.3%) increase in adjusted loss over the same period last year was largely attributable to an increase in salaries and wages and payroll related costs due to a 2% merit pool increase implemented in 2016. As a result, *U. T. El Paso* incurred a year-to-date loss of \$10.3 million. Other factors contributing to the loss include the following: an increase in tuition exemption scholarship expense, primarily related to the Hazelwood and Hazelwood Legacy programs; and an increase in depreciation expense over the last five years as a result of the rapid growth of buildings and research infrastructure on campus. Excluding depreciation and amortization expense, *U. T. El Paso's* adjusted income was \$5.4 million or 2.5% of revenues. *U. T. El Paso* anticipates ending the year with a \$16.9 million loss, -4.0% of projected revenues, which includes \$32.1 million of depreciation and amortization expense. *U. T. El Paso* is implementing measures to reduce spending, including a hiring freeze on positions that are not mission critical, utility savings efforts, and other cost savings measures.
- (4) U. T. Permian Basin - The \$4.1 million (112.4%) increase in adjusted loss over the same period last year was primarily attributable to a decrease in gift contributions for operations as a result of large contributions for the football program received in 2015 with no comparable gifts received in 2016. As a result, *U. T. Permian Basin* incurred a year-to-date loss of \$7.8 million. Other factors contributing to the loss include the following: an increase in salaries and wages and payroll related costs driven by merit increases and additional faculty to accommodate the increased enrollment and an increase in payroll related costs as a result of increased premium sharing rates. Scholarships and fellowships also increased due to increased enrollment. Excluding depreciation and amortization expense, *U. T. Permian Basin's* adjusted loss was \$0.8 million or -1.9% of revenues. *U. T. Permian Basin* anticipates ending the year with a \$10.6 million loss, -14.4% of projected revenues, which includes \$13.0 million of depreciation and amortization expense.
- (5) U. T. San Antonio - The \$4.9 million (62.4%) decrease in adjusted income over the same period last year was primarily due to increases in salaries and wages and payroll related costs as a result of merit increases. Additionally, the monthly amount for Retiree Premium Sharing was not recorded in the prior year, which also contributed to the increase in payroll related costs. Excluding depreciation and amortization expense, *U. T. San Antonio's* adjusted income was \$26.9 million or 10.3% of revenues.
- (6) U. T. Tyler - The \$2.2 million (90.3%) increase in adjusted loss over the same period last year was largely due to an increase in salaries and wages and payroll related costs driven by merit and market increases. The number of full-time equivalents also increased as a result of the new College of Pharmacy and the implementation of PeopleSoft. As a result of these factors, combined with an increase in depreciation and amortization expense for the new Pharmacy Building, *U. T. Tyler* incurred a year-to-date loss of \$4.7 million. Excluding depreciation and amortization expense, *U. T. Tyler's* adjusted income was \$2.1 million or 3.3% of revenues. *U. T. Tyler* anticipates ending the year with a \$14.8 million loss, -12.2% of projected revenues, which includes \$13.6 million of depreciation and amortization expense. The projected loss is the result of an increase in personnel and renovation projects across the campus not meeting the threshold for capitalization.

- (7) U. T. Southwestern Medical Center - The \$34.7 million (70.3%) increase in adjusted income over the same period last year was primarily attributable to an increase in net sales and services of hospitals as a result of increased outpatient and inpatient revenue and an increase in net professional fees attributable to an increase in volume in managed care, Medicare and charity care. Other operating revenues also increased primarily due to increases in revenue from the Delivery System Reform Incentive Payments (DSRIP) and the Network Access Improvement Program. These increases in revenue were partially offset by increases in salaries and wages and payroll related costs as a result of additional employees, a 3% merit increase and increased premium sharing rates. Excluding depreciation and amortization expense, *Southwestern's* adjusted income was \$162.6 million or 12.1% of revenues.
- (8) U. T. Medical Branch - Galveston - The \$32.8 million (155.9%) increase in adjusted loss as compared to adjusted income over the same period last year was primarily attributable to an increase in salaries and wages and payroll related costs due to merit increases, and additional staffing resulting from clinical recruitment and preparation for the opening of Jennie Sealy and League City Hospitals. Payroll related costs also increased as a result of increased premium sharing rates. Other operating revenues also decreased primarily due to decreased revenue from DSRIP and Meaningful Use revenues. As a result of these factors, *UTMB* incurred a year-to-date loss of \$11.8 million. Excluding depreciation and amortization, *UTMB's* adjusted income was \$46.3 million or 4.9% of revenues. *UTMB* anticipates ending the year with a \$12.7 million loss which represents -0.7% of projected revenues and includes \$147.6 million of depreciation and amortization expense.
- (9) U. T. Health Science Center - Houston - The \$30.9 million (170.5%) increase in adjusted income as compared to the same period last year was primarily attributable to an increase in sponsored program revenue related to growth of the physician practice plan. Net professional fees also increased due to an increase in gross charges as a result of faculty recruitments and the planned expansion and growth of the physician practice plan, as well as an increase in uncompensated care revenue. These revenue increases were partially offset by increased salaries and wages and payroll related costs as a result of the ongoing recruitment efforts related to the planned expansion and growth of the physician practice plan. Excluding depreciation and amortization expense, *UTHSC-Houston's* adjusted income was \$79.9 million or 10.3% of revenues.
- (10) U. T. Health Science Center - San Antonio - The \$4.7 million (21.7%) decrease in adjusted income over the same period last year was primarily due to increases in other contracted services, materials and supplies and professional fees and services. Other contracted services increased due to increases in service agreements related to South Texas DSRIP programs and sub-recipient payments related to federal sponsored programs. Materials and supplies increased as a result of increases in drug and medication supplies at the Cancer Therapy and Research Center Pharmacy and UT Medicine clinics due to increase in clinical volumes. Professional fees and services increased primarily due to engagements with external consultants to develop a clinical transformation strategy associated with the physician practice plan. Also contributing to the variance was a decrease in state appropriations. Excluding depreciation and amortization expense, *UTHSC-San Antonio's* adjusted income was \$43.3 million or 10.6% of revenues.
- (11) U. T. Health Science Center - Tyler - The \$7.0 million (473.9%) increase in adjusted loss as compared to adjusted income over the same period last year was primarily attributable to the following: a decrease in other operating revenues driven by a decrease of \$1.9 million in Meaningful Use and Physician Quality Reporting System healthcare incentive revenue; and an increase in salaries and wages and payroll related costs as a result of the hiring of 66 behavioral health employees due to the dissolution of the main psychiatric subcontractor, as well as the addition of new employees for the new Population/Community Health Program and for the opening of the clinic in Lindale. As a result of these factors, *UTHSC-Tyler* incurred a year-to-date loss of \$8.5 million. Excluding depreciation and amortization expense, *UTHSC-Tyler's* adjusted loss was \$3.1 million or -3.5% of revenues. *UTHSC-Tyler* anticipates ending the year with a positive margin of \$2.1 million as a result of adjustments to the workforce size currently underway, a 3% institution-wide expense reduction initiative implemented for the second half of 2016, and anticipated growth in clinical services with a corresponding increase in net patient revenue. This represents 1.1% of projected revenues and includes \$10.9 million of depreciation and amortization expense.

GLOSSARY OF TERMS

OPERATING REVENUES:

NET STUDENT TUITION - All student tuition and fee revenues earned at the UT institution for educational purposes, net of tuition discounting.

SPONSORED PROGRAMS - Funding received from local, state and federal governments or private agencies, organizations or individuals, excluding Federal Pell Grant Program which is reported as nonoperating. Includes amounts received for services performed on grants, contracts, and agreements from these entities for current operations. This also includes indirect cost recoveries and pass-through federal and state grants.

NET SALES AND SERVICES OF EDUCATIONAL ACTIVITIES - Revenues that are related to the conduct of instruction, research, and public service and revenues from activities that exist to provide an instructional and laboratory experience for students that create goods and services that may be sold.

NET SALES AND SERVICES OF HOSPITALS - Revenues (net of discounts, allowances, and bad debt expense) generated from UT health institution's daily patient care, special or other services, as well as revenues from health clinics that are part of a hospital.

NET PROFESSIONAL FEES - Revenues (net of discounts, allowances, and bad debt expense) derived from the fees charged by the professional staffs at UT health institutions as part of the Medical Practice Plans. These revenues are also identified as Practice Plan income. Examples of such fees include doctor's fees for clinic visits, medical and dental procedures, professional opinions, and anatomical procedures, such as analysis of specimens after a surgical procedure, etc.

NET AUXILIARY ENTERPRISES - Revenues derived from a service to students, faculty, or staff in which a fee is charged that is directly related to, although not necessarily equal to the cost of the service (e.g., bookstores, dormitories, dining halls, snack bars, inter-collegiate athletic programs, etc.).

OTHER OPERATING REVENUES - Other revenues generated from sales or services provided to meet current fiscal year operating expenses, which are not included in the preceding categories (e.g., certified nonprofit healthcare company revenues, donated drugs, interest on student loans, etc.) Other receipts for settlements, judgments and lawsuits are considered nonoperating revenues.

OPERATING EXPENSES:

SALARIES AND WAGES - Expenses for all salaries and wages of individuals employed by the institution including full-time, part-time, longevity, hourly, seasonal, etc. Includes salary augmentation and incentive compensation.

PAYROLL RELATED COSTS - Expenses for all employee benefits paid by the institution or paid by the state on behalf of the institution. Includes supplemental retirement annuities.

COST OF GOODS SOLD - Purchases of goods for resale and raw materials purchased for use in the manufacture of products intended for sale to others.

PROFESSIONAL FEES AND SERVICES - Payments for services rendered on a fee, contract, or other basis by a person, firm, corporation, or company recognized as possessing a high degree of learning and responsibility. Includes such items as services of a consultant, legal counsel, financial or audit fees, medical contracted services, guest lecturers (not employees) and expert witnesses.

OTHER CONTRACTED SERVICES - Payments for services rendered on a contractual basis by a person, firm, corporation or company that possess a lesser degree of learning and responsibility than that required for Professional Fees and Services. Includes such items as temporary employment expenses, janitorial services, dry cleaning services, etc.

TRAVEL - Payments for travel costs incurred by employees and board members for meetings and training.

MATERIALS AND SUPPLIES - Payments for consumable items. Includes, but is not limited to: computer consumables, office supplies, paper products, soap, lights, plants, fuels and lubricants, chemicals and gasses, medical supplies and copier supplies. Also includes postal services, and subscriptions and other publications not for permanent retention.

UTILITIES - Payments for the purchase of electricity, natural gas, water, and thermal energy.

COMMUNICATIONS - Electronically transmitted communications services (telephone, internet, computation center services, etc.).

REPAIRS AND MAINTENANCE - Payments for the maintenance and repair of equipment, furnishings, motor vehicles, buildings and other plant facilities, and waste disposal. Includes, but is not limited to repair and maintenance to copy machines, furnishings, equipment - including medical and laboratory equipment, office equipment and aircraft.

RENTALS AND LEASES - Payments for rentals or leases of furnishings and equipment, vehicles, land and office buildings (all rental of space).

PRINTING AND REPRODUCTION - Printing and reproduction costs associated with the printing/copying of the institution's documents and publications.

BAD DEBT EXPENSE - Expenses incurred by the university related to nonrevenue receivables such as non-payment of student loans.

CLAIMS AND LOSSES - Payments for claims from self-insurance programs. Other claims for settlements, judgments and lawsuits are considered nonoperating expenses.

INCREASE IN NET OPEB OBLIGATION - The change in the actuarially estimated liability of the cost of providing healthcare benefits to UT System's employees after they separate from employment (retire).

PENSION EXPENSE - An estimate of year-end expense which will be allocated from the Texas Comptroller's Office based upon prior year amounts.

SCHOLARSHIPS AND FELLOWSHIPS - Payments made for scholarship grants to students authorized by law, net of tuition discounting.

DEPRECIATION AND AMORTIZATION - Depreciation on capital assets and amortization expense on intangible assets.

FEDERAL SPONSORED PROGRAM PASS-THROUGHS TO OTHER STATE AGENCIES - Pass-throughs to other Texas state agencies, including other universities, of federal grants and contracts.

STATE SPONSORED PROGRAM PASS-THROUGHS TO OTHER STATE AGENCIES - Pass-throughs to other Texas state agencies, including Texas universities.

OTHER OPERATING EXPENSES - Other operating expenses not identified in other line items above (e.g., certified non-profit healthcare company expenses, property taxes, insurance premiums, credit card fees, hazardous waste disposal expenses, meetings and conferences, etc.). Other claims for settlements, judgments and lawsuits are considered nonoperating expenses.

OPERATING LOSS - Total operating revenues less total operating expenses before other nonoperating adjustments like state appropriations.

OTHER NONOPERATING ADJUSTMENTS:

STATE APPROPRIATIONS - Appropriations from the State General Revenue fund, which supplement the UT institutional revenue in meeting operating expenses, such as faculty salaries, utilities, and institutional support.

NONEXCHANGE SPONSORED PROGRAMS - Funding received for the Federal Pell Grant Program, the portion of "state appropriations" funded by the American Recovery and Reinvestment Act, Texas Research Incentive Program (TRIP) and Enrollment Growth funding.

GIFT CONTRIBUTIONS FOR OPERATIONS - Consist of gifts from donors received for use in current operations, excluding gifts for capital acquisition and endowment gifts. Gifts for capital acquisition which can only be used to build or buy capital assets are excluded because they cannot be used to support current operations. Endowment gifts must be held in perpetuity and cannot be spent. The distributed income from endowment gifts must be spent according to the donor's stipulations.

NET INVESTMENT INCOME (on institutions' sheets) - Interest and dividend income on treasury balances, bank accounts, Short Term Fund, Intermediate Term Fund and Long Term Fund. It also includes distributed earnings from the Permanent Health Fund and patent and royalty income.

NET INVESTMENT INCOME (on the consolidated sheet) - Interest and dividend earnings of the Permanent University Fund, Short Term Fund, Intermediate Term Fund, Long Term Fund and Permanent Health Fund. This line item also includes the Available University Fund surface income, oil and gas royalties, and mineral lease bonus sales.

INTEREST EXPENSE ON CAPITAL ASSET FINANCINGS - Interest expenses associated with bond and note borrowings utilized to finance capital improvement projects by an institution. This consists of the interest portion of mandatory debt service transfers under the Revenue Financing System, Tuition Revenue bond and Permanent University Fund (PUF) bond programs. PUF interest expense is reported on System Administration as the debt legally belongs to the Board of Regents.

ADJUSTED INCOME (LOSS) including Depreciation and Amortization - Total operating revenues less total operating expenses including depreciation and amortization expense plus net other nonoperating adjustments.

ADJUSTED MARGIN % including Depreciation and Amortization - Percentage of Adjusted Income (Loss) including depreciation and amortization expense divided by Total Operating Revenues plus Net Nonoperating Adjustments less Interest Expense on Capital Asset Financings.

AVAILABLE UNIVERSITY FUND TRANSFER - Includes Available University Fund (AUF) transfer to System Administration for Educational and General operations and to UT Austin for Excellence Funding. These transfers are funded by investment earnings from the Permanent University Fund (PUF), which are required by law to be reported in the PUF at System Administration. On the MFR, investment income for System Administration has been reduced for the amount of the System Administration transfer so as not to overstate investment income for System Administration. The AUF transfers are eliminated at the consolidated level to avoid overstating System-wide revenues, as the amounts will be reflected as transfers at year-end.

INVESTMENT GAINS (LOSSES) - Realized and unrealized gains and losses on investments.

ADJUSTED INCOME (LOSS) excluding Depreciation and Amortization - Total operating revenues less total operating expenses excluding depreciation and amortization expense plus net other nonoperating adjustments.

ADJUSTED MARGIN % excluding Depreciation and Amortization - Percentage of Adjusted Income (Loss) excluding depreciation and amortization expense divided by Total Operating Revenues plus Net Nonoperating Adjustments less Interest Expense on Capital Asset Financings.

UNAUDITED

The University of Texas System Administration
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|---------------------------|---------------------------|
| Operating Revenues | | | | |
| Sponsored Programs | 11,631,794.00 | 1,875,000.00 | 9,756,794.00 | 520.4% |
| Net Sales and Services of Educational Activities | 17,877,161.73 | 18,418,081.78 | (540,920.05) | -2.9% |
| Other Operating Revenues | 11,286,640.93 | 9,957,804.47 | 1,328,836.46 | 13.3% |
| Total Operating Revenues | 40,795,596.66 | 30,250,886.25 | 10,544,710.41 | 34.9% |
| Operating Expenses | | | | |
| Salaries and Wages | 32,821,810.15 | 28,518,293.55 | 4,303,516.60 | 15.1% |
| Payroll Related Costs | 7,367,202.64 | 7,032,036.10 | 335,166.54 | 4.8% |
| Professional Fees and Services | 8,160,609.58 | 7,790,243.85 | 370,365.73 | 4.8% |
| Other Contracted Services | 14,500,830.36 | 15,435,103.75 | (934,273.39) | -6.1% |
| Travel | 713,343.11 | 712,328.86 | 1,014.25 | 0.1% |
| Materials and Supplies | 12,337,798.13 | 5,584,774.42 | 6,753,023.71 | 120.9% |
| Utilities | 155,538.92 | 197,880.33 | (42,341.41) | -21.4% |
| Communications | 5,276,830.50 | 4,232,539.29 | 1,044,291.21 | 24.7% |
| Repairs and Maintenance | 11,270,112.61 | 4,055,613.03 | 7,214,499.58 | 177.9% |
| Rentals and Leases | 2,981,503.96 | 1,980,384.13 | 1,001,119.83 | 50.6% |
| Printing and Reproduction | 985,765.90 | 178,358.17 | 807,407.73 | 452.7% |
| Claims and Losses | 7,829,389.24 | 15,252,845.22 | (7,423,455.98) | -48.7% |
| Increase in Net OPEB Obligation | 333,421,327.50 | 279,935,102.50 | 53,486,225.00 | 19.1% |
| Pension Expense | 106,447,383.73 | - | 106,447,383.73 | 100.0% |
| Scholarships and Fellowships | 317,091.67 | 320,000.00 | (2,908.33) | -0.9% |
| Depreciation and Amortization | 8,992,586.52 | 9,249,380.49 | (256,793.97) | -2.8% |
| State Sponsored Program Pass-Through to Other State Agencies | 992,805.94 | 973,024.35 | 19,781.59 | 2.0% |
| Other Operating Expenses | 23,957,537.45 | 16,911,661.05 | 7,045,876.40 | 41.7% |
| Total Operating Expenses | 578,529,467.91 | 398,359,569.09 | 180,169,898.82 | 45.2% |
| Operating Loss | (537,733,871.25) | (368,108,682.84) | (169,625,188.41) | -46.1% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 1,446,567.78 | 881,550.72 | 565,017.06 | 64.1% |
| Nonexchange Sponsored Programs | 13,712,379.80 | 13,574,111.80 | 138,268.00 | 1.0% |
| Gift Contributions for Operations | 690,270.07 | 41,339,033.11 | (40,648,763.04) | -98.3% |
| Net Investment Income | 88,292,170.68 | 168,751,747.86 | (80,459,577.18) | -47.7% |
| Interest Expense on Capital Asset Financings | (33,593,267.59) | (35,192,518.83) | 1,599,251.24 | 4.5% |
| Net Other Nonoperating Adjustments | 70,548,120.74 | 189,353,924.66 | (118,805,803.92) | -62.7% |
| Adjusted Income (Loss) including Depreciation & Amortization | (467,185,750.51) | (178,754,758.18) | (288,430,992.33) | -161.4% |
| Adjusted Margin % including Depreciation & Amortization | -322.3% | -70.2% | | |
| Available University Fund Transfer | 46,175,892.41 | 36,045,370.50 | 10,130,521.91 | 28.1% |
| Adjusted Income (Loss) with AUF Transfer | (421,009,858.10) | (142,709,387.68) | (278,300,470.42) | -195.0% |
| Adjusted Margin % with AUF Transfer | -220.3% | -49.1% | | |
| Investment Gain (Losses) | (1,190,091,604.83) | 227,146,273.10 | (1,417,237,877.93) | -623.9% |
| Adj. Inc. (Loss) with AUF Transfer & Invest. Gains (Losses) | (1,611,101,462.93) | \$84,436,885.42 | (1,695,538,348.35) | -2,008.1% |
| Adj. Margin % with AUF Transfer & Invest. Gains (Losses) | 161.3% | 16.3% | | |
| Adjusted Income (Loss) with AUF Transfer excluding Depreciation & Amortization | (412,017,271.58) | (133,460,007.19) | (278,557,264.39) | -208.7% |
| Adjusted Margin % with AUF Transfer excluding Depreciation & Amortization | -215.6% | -45.9% | | |

UNAUDITED

The University of Texas at Arlington
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|-----------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 122,592,292.98 | 115,322,065.94 | 7,270,227.04 | 6.3% |
| Sponsored Programs | 32,815,429.41 | 32,663,260.20 | 152,169.21 | 0.5% |
| Net Sales and Services of Educational Activities | 9,913,808.35 | 11,229,678.26 | (1,315,869.91) | -11.7% |
| Net Auxiliary Enterprises | 20,669,695.79 | 18,393,271.03 | 2,276,424.76 | 12.4% |
| Other Operating Revenues | 3,682,409.26 | 2,649,242.21 | 1,033,167.05 | 39.0% |
| Total Operating Revenues | 189,673,635.79 | 180,257,517.64 | 9,416,118.15 | 5.2% |
| Operating Expenses | | | | |
| Salaries and Wages | 133,818,746.62 | 123,609,163.67 | 10,209,582.95 | 8.3% |
| Payroll Related Costs | 32,638,638.64 | 27,792,493.87 | 4,846,144.77 | 17.4% |
| Cost of Goods Sold | 3,125.99 | 5,716.18 | (2,590.19) | -45.3% |
| Professional Fees and Services | 4,574,457.16 | 4,557,309.35 | 17,147.81 | 0.4% |
| Other Contracted Services | 25,565,114.82 | 27,211,860.64 | (1,646,745.82) | -6.1% |
| Travel | 3,243,485.02 | 2,734,533.85 | 508,951.17 | 18.6% |
| Materials and Supplies | 12,593,469.51 | 10,333,219.00 | 2,260,250.51 | 21.9% |
| Utilities | 5,000,000.00 | 4,583,222.15 | 416,777.85 | 9.1% |
| Communications | 3,915,229.75 | 3,533,612.28 | 381,617.47 | 10.8% |
| Repairs and Maintenance | 3,715,337.69 | 5,574,039.47 | (1,858,701.78) | -33.3% |
| Rentals and Leases | 1,946,561.53 | 1,596,083.54 | 350,477.99 | 22.0% |
| Printing and Reproduction | 1,404,517.02 | 1,168,784.79 | 235,732.23 | 20.2% |
| Bad Debt Expense | 131,825.75 | 309,135.91 | (177,310.16) | -57.4% |
| Scholarships and Fellowships | 16,396,958.56 | 15,177,655.48 | 1,219,303.08 | 8.0% |
| Depreciation and Amortization | 22,888,476.02 | 22,404,906.16 | 483,569.86 | 2.2% |
| Federal Sponsored Program Pass-Through to Other State Agencies | 2,331,996.29 | 1,618,083.22 | 713,913.07 | 44.1% |
| State Sponsored Program Pass-Through to Other State Agencies | 55,973.10 | 83,998.71 | (28,025.61) | -33.4% |
| Other Operating Expenses | 6,286,497.93 | 6,286,497.93 | - | - |
| Total Operating Expenses | 276,510,411.40 | 258,580,316.20 | 17,930,095.20 | 6.9% |
| Operating Loss | (86,836,775.61) | (78,322,798.56) | (8,513,977.05) | -10.9% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 65,741,495.50 | 59,813,142.50 | 5,928,353.00 | 9.9% |
| Nonexchange Sponsored Programs | 29,104,915.70 | 22,500,000.00 | 6,604,915.70 | 29.4% |
| Gift Contributions for Operations | 2,692,467.52 | 3,996,021.71 | (1,303,554.19) | -32.6% |
| Net Investment Income | 7,607,760.13 | 7,225,496.30 | 382,263.83 | 5.3% |
| Interest Expense on Capital Asset Financings | (5,928,629.46) | (6,364,596.72) | 435,967.26 | 6.8% |
| Net Other Nonoperating Adjustments | 99,218,009.39 | 87,170,063.79 | 12,047,945.60 | 13.8% |
| Adjusted Income (Loss) including Depreciation & Amortization | 12,381,233.78 | 8,847,265.23 | 3,533,968.55 | 39.9% |
| Adjusted Margin % including Depreciation & Amortization | 4.2% | 3.2% | | |
| Investment Gain (Losses) | (14,587,222.47) | (1,346,726.76) | (13,240,495.71) | -983.2% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | (2,205,988.69) | 7,500,538.47 | (9,706,527.16) | -129.4% |
| Adj. Margin % with Investment Gains (Losses) | -0.8% | 2.8% | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | 35,269,709.80 | 31,252,171.39 | 4,017,538.41 | 12.9% |
| Adjusted Margin % excluding Depreciation & Amortization | 12.0% | 11.4% | | |

UNAUDITED

The University of Texas at Austin
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|-------------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 240,000,000.01 | 242,500,000.00 | (2,499,999.99) | -1.0% |
| Sponsored Programs | 285,667,533.49 | 282,329,724.21 | 3,337,809.28 | 1.2% |
| Net Sales and Services of Educational Activities | 208,234,545.76 | 204,927,567.77 | 3,306,977.99 | 1.6% |
| Net Auxiliary Enterprises | 163,189,536.34 | 160,319,215.74 | 2,870,320.60 | 1.8% |
| Other Operating Revenues | 4,007,796.52 | 2,999,468.90 | 1,008,327.62 | 33.6% |
| Total Operating Revenues | 901,099,412.12 | 893,075,976.62 | 8,023,435.50 | 0.9% |
| Operating Expenses | | | | |
| Salaries and Wages | 591,425,771.32 | 568,199,212.27 | 23,226,559.05 | 4.1% |
| Payroll Related Costs | 168,954,068.70 | 154,232,501.73 | 14,721,566.97 | 9.5% |
| Cost of Goods Sold | 13,252,698.53 | 12,565,729.06 | 686,969.47 | 5.5% |
| Professional Fees and Services | 14,785,118.38 | 15,875,768.63 | (1,090,650.25) | -6.9% |
| Other Contracted Services | 77,000,546.52 | 71,250,487.42 | 5,750,059.10 | 8.1% |
| Travel | 19,882,860.81 | 20,242,585.14 | (359,724.33) | -1.8% |
| Materials and Supplies | 65,958,387.96 | 60,827,222.57 | 5,131,165.39 | 8.4% |
| Utilities | 43,438,395.14 | 44,629,063.73 | (1,190,668.59) | -2.7% |
| Communications | 19,748,228.35 | 34,236,052.03 | (14,487,823.68) | -42.3% |
| Repairs and Maintenance | 38,361,106.52 | 33,501,802.38 | 4,859,304.14 | 14.5% |
| Rentals and Leases | 10,818,124.48 | 10,539,014.38 | 279,110.10 | 2.6% |
| Printing and Reproduction | 4,143,825.59 | 4,675,396.26 | (531,570.67) | -11.4% |
| Bad Debt Expense | 275,376.10 | 184,295.56 | 91,080.54 | 49.4% |
| Scholarships and Fellowships | 60,000,000.00 | 60,000,000.00 | - | - |
| Depreciation and Amortization | 127,500,000.00 | 120,000,000.00 | 7,500,000.00 | 6.3% |
| Federal Sponsored Program Pass-Through to Other State Agencies | 1,793,884.37 | 1,905,691.69 | (111,807.32) | -5.9% |
| State Sponsored Program Pass-Through to Other State Agencies | 9,230,625.00 | - | 9,230,625.00 | 100.0% |
| Other Operating Expenses | 59,673,345.19 | 50,778,201.62 | 8,895,143.57 | 17.5% |
| Total Operating Expenses | 1,326,242,362.96 | 1,263,643,024.47 | 62,599,338.49 | 5.0% |
| Operating Loss | (425,142,950.84) | (370,567,047.85) | (54,575,902.99) | -14.7% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 187,551,966.38 | 162,355,792.77 | 25,196,173.61 | 15.5% |
| Nonexchange Sponsored Programs | 22,000,000.00 | 23,800,000.00 | (1,800,000.00) | -7.6% |
| Gift Contributions for Operations | 68,551,936.00 | 64,395,330.00 | 4,156,606.00 | 6.5% |
| Net Investment Income | 115,387,727.21 | 115,644,071.84 | (256,344.63) | -0.2% |
| Interest Expense on Capital Asset Financings | (22,752,485.28) | (25,365,050.34) | 2,612,565.06 | 10.3% |
| Net Other Nonoperating Adjustments | 370,739,144.31 | 340,830,144.27 | 29,909,000.04 | 8.8% |
| Adjusted Income (Loss) including Depreciation & Amortization | (54,403,806.53) | (29,736,903.58) | (24,666,902.95) | -83.0% |
| Adjusted Margin % including Depreciation & Amortization | -4.2% | -2.4% | | |
| Available University Fund Transfer | 153,106,000.00 | 132,125,000.00 | 20,981,000.00 | 15.9% |
| Adjusted Income (Loss) with AUF Transfer | 98,702,193.47 | 102,388,096.42 | (3,685,902.95) | -3.6% |
| Adjusted Margin % with AUF Transfer | 6.8% | 7.4% | | |
| Investment Gain (Losses) | (303,752,588.10) | (51,747,003.18) | (252,005,584.92) | -487.0% |
| Adj. Inc. (Loss) with AUF Transfer & Invest. Gains (Losses) | (205,050,394.63) | \$50,641,093.24 | (255,691,487.87) | -504.9% |
| Adj. Margin % with AUF Transfer & Invest. Gains (Losses) | -17.9% | 3.8% | | |
| Adjusted Income (Loss) with AUF Transfer excluding Depreciation & Amortization | 226,202,193.47 | 222,388,096.42 | 3,814,097.05 | 1.7% |
| Adjusted Margin % with AUF Transfer excluding Depreciation & Amortization | 15.6% | 16.0% | | |

UNAUDITED

The University of Texas at Brownsville
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|------------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | - | 15,524,301.10 | (15,524,301.10) | -100.0% |
| Sponsored Programs | - | 13,821,945.13 | (13,821,945.13) | -100.0% |
| Net Sales and Services of Educational Activities | - | 1,182,477.46 | (1,182,477.46) | -100.0% |
| Net Auxiliary Enterprises | - | 1,000,560.60 | (1,000,560.60) | -100.0% |
| Other Operating Revenues | - | 22,526.30 | (22,526.30) | -100.0% |
| Total Operating Revenues | - | 31,551,810.59 | (31,551,810.59) | -100.0% |
| Operating Expenses | | | | |
| Salaries and Wages | - | 24,904,090.05 | (24,904,090.05) | -100.0% |
| Payroll Related Costs | - | 7,523,429.59 | (7,523,429.59) | -100.0% |
| Professional Fees and Services | 232.40 | 623,662.79 | (623,430.39) | -100.0% |
| Other Contracted Services | - | 421,364.98 | (421,364.98) | -100.0% |
| Travel | - | 702,467.04 | (702,467.04) | -100.0% |
| Materials and Supplies | 74,001.70 | 2,524,146.20 | (2,450,144.50) | -97.1% |
| Utilities | - | 916,004.27 | (916,004.27) | -100.0% |
| Communications | - | 137,631.51 | (137,631.51) | -100.0% |
| Repairs and Maintenance | 365,977.41 | 551,422.96 | (185,445.55) | -33.6% |
| Rentals and Leases | - | 1,889,915.47 | (1,889,915.47) | -100.0% |
| Printing and Reproduction | - | 151,105.85 | (151,105.85) | -100.0% |
| Scholarships and Fellowships | - | 18,641,471.24 | (18,641,471.24) | -100.0% |
| Depreciation and Amortization | 304,418.22 | 4,256,924.59 | (3,952,506.37) | -92.8% |
| Federal Sponsored Program Pass-Through to Other State Agencies | - | 89,341.04 | (89,341.04) | -100.0% |
| Other Operating Expenses | - | 2,344,568.26 | (2,344,568.26) | -100.0% |
| Total Operating Expenses | 744,629.73 | 65,677,545.84 | (64,932,916.11) | -98.9% |
| Operating Loss | (744,629.73) | (34,125,735.25) | 33,381,105.52 | 97.8% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | - | 20,159,110.11 | (20,159,110.11) | -100.0% |
| Nonexchange Sponsored Programs | - | 9,260,461.97 | (9,260,461.97) | -100.0% |
| Gift Contributions for Operations | - | 238,457.37 | (238,457.37) | -100.0% |
| Net Investment Income | - | 1,161,906.97 | (1,161,906.97) | -100.0% |
| Interest Expense on Capital Asset Financings | - | (1,397,626.26) | 1,397,626.26 | 100.0% |
| Net Other Nonoperating Adjustments | - | 29,422,310.16 | (29,422,310.16) | -100.0% |
| Adjusted Income (Loss) including Depreciation & Amortization | (744,629.73) | (4,703,425.09) | 3,958,795.36 | 84.2% |
| Adjusted Margin % including Depreciation & Amortization | N/A | -7.5% | | |
| Investment Gain (Losses) | - | (799,632.57) | 799,632.57 | 100.0% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | (744,629.73) | (5,503,057.66) | 4,758,427.93 | 86.5% |
| Adj. Margin % with Investment Gains (Losses) | N/A | -8.9% | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | (440,211.51) | (446,500.50) | 6,288.99 | 1.4% |
| Adjusted Margin % excluding Depreciation & Amortization | N/A | -0.7% | | |

UNAUDITED

The University of Texas at Dallas
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|------------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 141,937,005.32 | 133,843,080.26 | 8,093,925.06 | 6.0% |
| Sponsored Programs | 29,416,494.88 | 31,256,301.00 | (1,839,806.12) | -5.9% |
| Net Sales and Services of Educational Activities | 9,025,840.91 | 7,063,876.66 | 1,961,964.25 | 27.8% |
| Net Auxiliary Enterprises | 13,806,315.25 | 15,057,856.19 | (1,251,540.94) | -8.3% |
| Other Operating Revenues | 2,452,428.80 | 2,669,507.36 | (217,078.56) | -8.1% |
| Total Operating Revenues | 196,638,085.16 | 189,890,621.47 | 6,747,463.69 | 3.6% |
| Operating Expenses | | | | |
| Salaries and Wages | 142,380,873.34 | 130,621,691.33 | 11,759,182.01 | 9.0% |
| Payroll Related Costs | 33,497,704.72 | 31,147,153.06 | 2,350,551.66 | 7.5% |
| Professional Fees and Services | 4,928,767.30 | 4,662,942.19 | 265,825.11 | 5.7% |
| Other Contracted Services | 7,991,763.61 | 10,361,993.85 | (2,370,230.24) | -22.9% |
| Travel | 3,038,486.37 | 2,616,118.13 | 422,368.24 | 16.1% |
| Materials and Supplies | 16,549,049.00 | 12,746,116.60 | 3,802,932.40 | 29.8% |
| Utilities | 5,564,625.48 | 5,926,724.67 | (362,099.19) | -6.1% |
| Communications | 286,208.74 | 153,473.69 | 132,735.05 | 86.5% |
| Repairs and Maintenance | 2,889,611.29 | 1,528,084.51 | 1,361,526.78 | 89.1% |
| Rentals and Leases | 3,560,784.24 | 3,507,847.31 | 52,936.93 | 1.5% |
| Printing and Reproduction | 1,052,351.31 | 1,048,552.00 | 3,799.31 | 0.4% |
| Scholarships and Fellowships | 19,884,084.96 | 24,334,355.17 | (4,450,270.21) | -18.3% |
| Depreciation and Amortization | 31,000,000.00 | 28,807,893.52 | 2,192,106.48 | 7.6% |
| Federal Sponsored Program Pass-Through to Other State Agencies | 37,502.70 | - | 37,502.70 | 100.0% |
| State Sponsored Program Pass-Through to Other State Agencies | 199,442.04 | - | 199,442.04 | 100.0% |
| Other Operating Expenses | 11,007,108.19 | 8,011,315.19 | 2,995,793.00 | 37.4% |
| Total Operating Expenses | 283,868,363.29 | 265,474,261.22 | 18,394,102.07 | 6.9% |
| Operating Loss | (87,230,278.13) | (75,583,639.75) | (11,646,638.38) | -15.4% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 55,311,244.09 | 60,319,955.64 | (5,008,711.55) | -8.3% |
| Nonexchange Sponsored Programs | 26,704,297.50 | 11,423,255.00 | 15,281,042.50 | 133.8% |
| Gift Contributions for Operations | 6,500,000.00 | 7,271,043.86 | (771,043.86) | -10.6% |
| Net Investment Income | 11,578,092.28 | 11,057,076.38 | 521,015.90 | 4.7% |
| Interest Expense on Capital Asset Financings | (7,604,996.40) | (8,097,887.52) | 492,891.12 | 6.1% |
| Net Other Nonoperating Adjustments | 92,488,637.47 | 81,973,443.36 | 10,515,194.11 | 12.8% |
| Adjusted Income (Loss) including Depreciation & Amortization | 5,258,359.34 | 6,389,803.61 | (1,131,444.27) | -17.7% |
| Adjusted Margin % including Depreciation & Amortization | 1.8% | 2.3% | | |
| Investment Gain (Losses) | (15,096,574.17) | (14,074,408.29) | (1,022,165.88) | -7.3% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | (9,838,214.83) | (7,684,604.68) | (2,153,610.15) | -28.0% |
| Adj. Margin % with Investment Gains (Losses) | -3.5% | -2.9% | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | 36,258,359.34 | 35,197,697.13 | 1,060,662.21 | 3.0% |
| Adjusted Margin % excluding Depreciation & Amortization | 12.2% | 12.6% | | |

UNAUDITED

The University of Texas at El Paso
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|------------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 58,329,221.95 | 57,971,397.95 | 357,824.00 | 0.6% |
| Sponsored Programs | 47,144,859.86 | 40,015,447.41 | 7,129,412.45 | 17.8% |
| Net Sales and Services of Educational Activities | 4,159,721.62 | 3,145,404.68 | 1,014,316.94 | 32.2% |
| Net Auxiliary Enterprises | 15,650,412.60 | 18,566,332.50 | (2,915,919.90) | -15.7% |
| Other Operating Revenues | (15,108.78) | 44,136.74 | (59,245.52) | -134.2% |
| Total Operating Revenues | 125,269,107.25 | 119,742,719.28 | 5,526,387.97 | 4.6% |
| Operating Expenses | | | | |
| Salaries and Wages | 94,191,735.76 | 85,271,586.24 | 8,920,149.52 | 10.5% |
| Payroll Related Costs | 24,522,769.84 | 22,736,335.63 | 1,786,434.21 | 7.9% |
| Professional Fees and Services | 4,902,853.30 | 1,637,977.95 | 3,264,875.35 | 199.3% |
| Other Contracted Services | 5,303,941.50 | 15,893,462.58 | (10,589,521.08) | -66.6% |
| Travel | 3,709,535.30 | 3,883,520.86 | (173,985.56) | -4.5% |
| Materials and Supplies | 10,036,120.59 | 9,763,284.50 | 272,836.09 | 2.8% |
| Utilities | 4,309,280.34 | 4,340,039.72 | (30,759.38) | -0.7% |
| Communications | 581,797.87 | 724,840.37 | (143,042.50) | -19.7% |
| Repairs and Maintenance | 2,946,625.34 | 2,997,374.72 | (50,749.38) | -1.7% |
| Rentals and Leases | 1,488,874.94 | 2,062,516.11 | (573,641.17) | -27.8% |
| Printing and Reproduction | 549,045.91 | 694,134.09 | (145,088.18) | -20.9% |
| Scholarships and Fellowships | 45,879,788.04 | 40,454,719.67 | 5,425,068.37 | 13.4% |
| Depreciation and Amortization | 15,676,987.32 | 15,117,202.09 | 559,785.23 | 3.7% |
| Federal Sponsored Program Pass-Through to Other State Agencies | 2,311,359.24 | 110,607.51 | 2,200,751.73 | 1,989.7% |
| State Sponsored Program Pass-Through to Other State Agencies | - | 34,450.69 | (34,450.69) | -100.0% |
| Other Operating Expenses | 6,528,542.05 | 4,947,558.89 | 1,580,983.16 | 32.0% |
| Total Operating Expenses | 222,939,257.34 | 210,669,611.62 | 12,269,645.72 | 5.8% |
| Operating Loss | (97,670,150.09) | (90,926,892.34) | (6,743,257.75) | -7.4% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 55,672,902.00 | 51,428,820.00 | 4,244,082.00 | 8.3% |
| Nonexchange Sponsored Programs | 26,504,531.08 | 27,116,714.32 | (612,183.24) | -2.3% |
| Gift Contributions for Operations | 2,655,948.65 | 2,469,912.35 | 186,036.30 | 7.5% |
| Net Investment Income | 6,157,754.39 | 6,500,256.56 | (342,502.17) | -5.3% |
| Interest Expense on Capital Asset Financings | (3,590,693.10) | (3,907,253.28) | 316,560.18 | 8.1% |
| Net Other Nonoperating Adjustments | 87,400,443.02 | 83,608,449.95 | 3,791,993.07 | 4.5% |
| Adjusted Income (Loss) including Depreciation & Amortization | (10,269,707.07) | (7,318,442.39) | (2,951,264.68) | -40.3% |
| Adjusted Margin % including Depreciation & Amortization | -4.7% | -3.5% | | |
| Investment Gain (Losses) | (18,344,117.68) | (4,666,932.29) | (13,677,185.39) | -293.1% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | (28,613,824.75) | (11,985,374.68) | (16,628,450.07) | -138.7% |
| Adj. Margin % with Investment Gains (Losses) | -14.5% | -5.9% | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | 5,407,280.25 | 7,798,759.70 | (2,391,479.45) | -30.7% |
| Adjusted Margin % excluding Depreciation & Amortization | 2.5% | 3.8% | | |

UNAUDITED

The University of Texas of the Permian Basin
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|-----------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 6,097,655.45 | 8,441,960.45 | (2,344,305.00) | -27.8% |
| Sponsored Programs | 4,157,887.75 | 3,865,045.40 | 292,842.35 | 7.6% |
| Net Sales and Services of Educational Activities | 1,494,358.92 | 1,396,824.15 | 97,534.77 | 7.0% |
| Net Auxiliary Enterprises | 4,056,292.74 | 1,312,140.59 | 2,744,152.15 | 209.1% |
| Other Operating Revenues | 193,424.31 | 258,661.47 | (65,237.16) | -25.2% |
| Total Operating Revenues | 15,999,619.17 | 15,274,632.06 | 724,987.11 | 4.7% |
| Operating Expenses | | | | |
| Salaries and Wages | 16,671,632.30 | 13,251,988.45 | 3,419,643.85 | 25.8% |
| Payroll Related Costs | 3,970,734.73 | 2,913,243.59 | 1,057,491.14 | 36.3% |
| Cost of Goods Sold | 5,488.77 | 5,566.59 | (77.82) | -1.4% |
| Professional Fees and Services | 1,326,942.83 | 1,790,617.60 | (463,674.77) | -25.9% |
| Other Contracted Services | 1,752,751.23 | 1,983,436.27 | (230,685.04) | -11.6% |
| Travel | 661,535.36 | 626,490.99 | 35,044.37 | 5.6% |
| Materials and Supplies | 2,674,619.95 | 2,281,960.97 | 392,658.98 | 17.2% |
| Utilities | 1,071,035.14 | 1,261,621.12 | (190,585.98) | -15.1% |
| Communications | 349,654.55 | 334,551.20 | 15,103.35 | 4.5% |
| Repairs and Maintenance | (315,142.93) | 602,932.08 | (918,075.01) | -152.3% |
| Rentals and Leases | 227,627.75 | 303,510.82 | (75,883.07) | -25.0% |
| Printing and Reproduction | 65,091.78 | 31,648.87 | 33,442.91 | 105.7% |
| Scholarships and Fellowships | 10,932,090.85 | 7,542,337.37 | 3,389,753.48 | 44.9% |
| Depreciation and Amortization | 6,982,500.00 | 6,515,298.37 | 467,201.63 | 7.2% |
| Federal Sponsored Program Pass-Through to Other State Agencies | (44,024.12) | - | (44,024.12) | 100.0% |
| Other Operating Expenses | 703,620.98 | 636,868.90 | 66,752.08 | 10.5% |
| Total Operating Expenses | 47,036,159.17 | 40,082,073.19 | 6,954,085.98 | 17.3% |
| Operating Loss | (31,036,540.00) | (24,807,441.13) | (6,229,098.87) | -25.1% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 17,786,554.62 | 14,581,394.58 | 3,205,160.04 | 22.0% |
| Nonexchange Sponsored Programs | 6,554,049.81 | 3,643,879.28 | 2,910,170.53 | 79.9% |
| Gift Contributions for Operations | 477,229.42 | 4,736,298.36 | (4,259,068.94) | -89.9% |
| Net Investment Income | 1,092,217.45 | 1,037,098.57 | 55,118.88 | 5.3% |
| Interest Expense on Capital Asset Financings | (2,655,761.46) | (2,855,615.34) | 199,853.88 | 7.0% |
| Net Other Nonoperating Adjustments | 23,254,289.84 | 21,143,055.45 | 2,111,234.39 | 10.0% |
| Adjusted Income (Loss) including Depreciation & Amortization | (7,782,250.16) | (3,664,385.68) | (4,117,864.48) | -112.4% |
| Adjusted Margin % including Depreciation & Amortization | -18.6% | -9.3% | | |
| Investment Gain (Losses) | (3,302,573.58) | (505,505.56) | (2,797,068.02) | -553.3% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | (11,084,823.74) | (4,169,891.24) | (6,914,932.50) | -165.8% |
| Adj. Margin % with Investment Gains (Losses) | -28.7% | -10.8% | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | (799,750.16) | 2,850,912.69 | (3,650,662.85) | -128.1% |
| Adjusted Margin % excluding Depreciation & Amortization | -1.9% | 7.3% | | |

UNAUDITED

The University of Texas Rio Grande Valley
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|-------------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 58,610,684.61 | - | 58,610,684.61 | 100.0% |
| Sponsored Programs | 55,405,687.33 | - | 55,405,687.33 | 100.0% |
| Net Sales and Services of Educational Activities | 2,391,904.39 | - | 2,391,904.39 | 100.0% |
| Net Professional Fees | 83,328.93 | - | 83,328.93 | 100.0% |
| Net Auxiliary Enterprises | 6,212,921.25 | - | 6,212,921.25 | 100.0% |
| Other Operating Revenues | 4,989,681.25 | - | 4,989,681.25 | 100.0% |
| Total Operating Revenues | 127,694,207.76 | - | 127,694,207.76 | 100.0% |
| Operating Expenses | | | | |
| Salaries and Wages | 98,581,407.85 | - | 98,581,407.85 | 100.0% |
| Payroll Related Costs | 25,614,794.90 | - | 25,614,794.90 | 100.0% |
| Cost of Goods Sold | 241,011.86 | - | 241,011.86 | 100.0% |
| Professional Fees and Services | 942,899.17 | - | 942,899.17 | 100.0% |
| Other Contracted Services | 3,425,213.83 | - | 3,425,213.83 | 100.0% |
| Travel | 3,451,025.42 | - | 3,451,025.42 | 100.0% |
| Materials and Supplies | 6,998,678.76 | - | 6,998,678.76 | 100.0% |
| Utilities | 3,924,819.35 | - | 3,924,819.35 | 100.0% |
| Communications | 273,847.72 | - | 273,847.72 | 100.0% |
| Repairs and Maintenance | 2,224,205.79 | - | 2,224,205.79 | 100.0% |
| Rentals and Leases | 2,371,441.79 | - | 2,371,441.79 | 100.0% |
| Printing and Reproduction | 317,353.00 | - | 317,353.00 | 100.0% |
| Bad Debt Expense | 4,700.38 | - | 4,700.38 | 100.0% |
| Scholarships and Fellowships | 62,652,466.83 | - | 62,652,466.83 | 100.0% |
| Depreciation and Amortization | 17,977,902.03 | - | 17,977,902.03 | 100.0% |
| Federal Sponsored Program Pass-Through to Other State Agencies | 136,404.25 | - | 136,404.25 | 100.0% |
| Other Operating Expenses | 4,367,751.95 | - | 4,367,751.95 | 100.0% |
| Total Operating Expenses | 233,505,924.88 | - | 233,505,924.88 | 100.0% |
| Operating Loss | (105,811,717.12) | - | (105,811,717.12) | 100.0% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 76,453,421.00 | - | 76,453,421.00 | 100.0% |
| Nonexchange Sponsored Programs | 34,231,333.08 | - | 34,231,333.08 | 100.0% |
| Gift Contributions for Operations | 3,000,229.27 | - | 3,000,229.27 | 100.0% |
| Net Investment Income | 2,980,204.62 | - | 2,980,204.62 | 100.0% |
| Interest Expense on Capital Asset Financings | (3,158,921.88) | - | (3,158,921.88) | 100.0% |
| Net Other Nonoperating Adjustments | 113,506,266.09 | - | 113,506,266.09 | 100.0% |
| Adjusted Income (Loss) including Depreciation & Amortization | 7,694,548.97 | - | 7,694,548.97 | 100.0% |
| Adjusted Margin % including Depreciation & Amortization | 3.1% | | | |
| Investment Gain (Losses) | (4,763,124.57) | - | (4,763,124.57) | 100.0% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | 2,931,424.40 | - | 2,931,424.40 | 100.0% |
| Adj. Margin % with Investment Gains (Losses) | 1.2% | | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | 25,672,451.00 | - | 25,672,451.00 | 100.0% |
| Adjusted Margin % excluding Depreciation & Amortization | 10.5% | | | |

UNAUDITED

The University of Texas at San Antonio
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|------------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 91,626,892.95 | 96,500,122.91 | (4,873,229.96) | -5.0% |
| Sponsored Programs | 29,138,619.05 | 29,665,729.52 | (527,110.47) | -1.8% |
| Net Sales and Services of Educational Activities | 7,912,215.80 | 6,712,661.48 | 1,199,554.32 | 17.9% |
| Net Auxiliary Enterprises | 23,159,396.76 | 20,831,086.47 | 2,328,310.29 | 11.2% |
| Other Operating Revenues | 2,355,630.54 | 1,585,303.21 | 770,327.33 | 48.6% |
| Total Operating Revenues | 154,192,755.10 | 155,294,903.59 | (1,102,148.49) | -0.7% |
| Operating Expenses | | | | |
| Salaries and Wages | 120,646,420.11 | 112,657,032.30 | 7,989,387.81 | 7.1% |
| Payroll Related Costs | 30,858,134.31 | 28,917,993.09 | 1,940,141.22 | 6.7% |
| Cost of Goods Sold | 150,000.00 | 227,665.14 | (77,665.14) | -34.1% |
| Professional Fees and Services | 3,113,304.80 | 2,417,869.71 | 695,435.09 | 28.8% |
| Other Contracted Services | 7,014,106.13 | 7,515,869.79 | (501,763.66) | -6.7% |
| Travel | 5,429,181.05 | 4,352,310.66 | 1,076,870.39 | 24.7% |
| Materials and Supplies | 15,876,247.06 | 14,980,162.71 | 896,084.35 | 6.0% |
| Utilities | 6,622,958.00 | 6,650,000.00 | (27,042.00) | -0.4% |
| Communications | 1,504,652.18 | 1,168,470.33 | 336,181.85 | 28.8% |
| Repairs and Maintenance | 4,021,838.84 | 4,197,439.68 | (175,600.84) | -4.2% |
| Rentals and Leases | 1,186,289.39 | 1,388,530.13 | (202,240.74) | -14.6% |
| Printing and Reproduction | 616,907.97 | 848,473.27 | (231,565.30) | -27.3% |
| Bad Debt Expense | 108,428.89 | 40,000.00 | 68,428.89 | 171.1% |
| Scholarships and Fellowships | 22,123,936.00 | 19,577,392.75 | 2,546,543.25 | 13.0% |
| Depreciation and Amortization | 23,969,706.86 | 24,103,125.13 | (133,418.27) | -0.6% |
| Federal Sponsored Program Pass-Through to Other State Agencies | 634,474.36 | 566,411.30 | 68,063.06 | 12.0% |
| Other Operating Expenses | 7,924,500.36 | 6,971,546.93 | 952,953.43 | 13.7% |
| Total Operating Expenses | 251,801,086.31 | 236,580,292.92 | 15,220,793.39 | 6.4% |
| Operating Loss | (97,608,331.21) | (81,285,389.33) | (16,322,941.88) | -20.1% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 64,370,764.50 | 61,543,113.00 | 2,827,651.50 | 4.6% |
| Nonexchange Sponsored Programs | 25,624,972.50 | 23,363,572.50 | 2,261,400.00 | 9.7% |
| Gift Contributions for Operations | 4,000,000.00 | 3,601,868.71 | 398,131.29 | 11.1% |
| Net Investment Income | 13,911,618.35 | 8,500,051.20 | 5,411,567.15 | 63.7% |
| Interest Expense on Capital Asset Financings | (7,359,898.02) | (7,897,081.86) | 537,183.84 | 6.8% |
| Net Other Nonoperating Adjustments | 100,547,457.33 | 89,111,523.55 | 11,435,933.78 | 12.8% |
| Adjusted Income (Loss) including Depreciation & Amortization | 2,939,126.12 | 7,826,134.22 | (4,887,008.10) | -62.4% |
| Adjusted Margin % including Depreciation & Amortization | 1.1% | 3.1% | | |
| Investment Gain (Losses) | (32,071,851.26) | 31,082,945.36 | (63,154,796.62) | -203.2% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | (29,132,725.14) | 38,909,079.58 | (68,041,804.72) | -174.9% |
| Adj. Margin % with Investment Gains (Losses) | -12.7% | 13.7% | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | 26,908,832.98 | 31,929,259.35 | (5,020,426.37) | -15.7% |
| Adjusted Margin % excluding Depreciation & Amortization | 10.3% | 12.7% | | |

UNAUDITED

The University of Texas at Tyler
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|-----------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 20,323,346.63 | 18,980,170.99 | 1,343,175.64 | 7.1% |
| Sponsored Programs | 5,389,681.64 | 8,022,489.09 | (2,632,807.45) | -32.8% |
| Net Sales and Services of Educational Activities | 3,963,469.10 | 1,791,944.34 | 2,171,524.76 | 121.2% |
| Net Auxiliary Enterprises | 4,089,312.00 | 3,279,165.62 | 810,146.38 | 24.7% |
| Other Operating Revenues | 211,940.95 | 83,033.79 | 128,907.16 | 155.2% |
| Total Operating Revenues | 33,977,750.32 | 32,156,803.83 | 1,820,946.49 | 5.7% |
| Operating Expenses | | | | |
| Salaries and Wages | 34,063,054.83 | 28,834,160.12 | 5,228,894.71 | 18.1% |
| Payroll Related Costs | 8,088,526.78 | 7,335,346.84 | 753,179.94 | 10.3% |
| Cost of Goods Sold | 17,161.07 | 10,226.49 | 6,934.58 | 67.8% |
| Professional Fees and Services | 1,361,498.76 | 1,752,240.23 | (390,741.47) | -22.3% |
| Other Contracted Services | 2,951,355.33 | 2,638,261.39 | 313,093.94 | 11.9% |
| Travel | 942,065.44 | 773,900.38 | 168,165.06 | 21.7% |
| Materials and Supplies | 4,334,642.32 | 4,038,043.67 | 296,598.65 | 7.3% |
| Utilities | 1,304,785.68 | 1,183,025.31 | 121,760.37 | 10.3% |
| Communications | 352,744.37 | 696,339.61 | (343,595.24) | -49.3% |
| Repairs and Maintenance | 1,381,347.92 | 1,812,690.10 | (431,342.18) | -23.8% |
| Rentals and Leases | 338,883.81 | 241,708.40 | 97,175.41 | 40.2% |
| Printing and Reproduction | 739,911.89 | 719,622.53 | 20,289.36 | 2.8% |
| Bad Debt Expense | - | 16,585.15 | (16,585.15) | -100.0% |
| Scholarships and Fellowships | 1,401,429.43 | 3,360,617.39 | (1,959,187.96) | -58.3% |
| Depreciation and Amortization | 6,813,102.57 | 6,028,541.22 | 784,561.35 | 13.0% |
| Federal Sponsored Program Pass-Through to Other State Agencies | - | 23,303.00 | (23,303.00) | -100.0% |
| Other Operating Expenses | 1,763,686.54 | 1,505,033.25 | 258,653.29 | 17.2% |
| Total Operating Expenses | 65,854,196.74 | 60,969,645.08 | 4,884,551.66 | 8.0% |
| Operating Loss | (31,876,446.42) | (28,812,841.25) | (3,063,605.17) | -10.6% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 19,923,024.00 | 18,242,868.00 | 1,680,156.00 | 9.2% |
| Nonexchange Sponsored Programs | 4,833,972.00 | 4,572,662.00 | 261,310.00 | 5.7% |
| Gift Contributions for Operations | 1,916,415.97 | 3,042,240.28 | (1,125,824.31) | -37.0% |
| Net Investment Income | 2,471,641.93 | 2,585,759.55 | (114,117.62) | -4.4% |
| Interest Expense on Capital Asset Financings | (1,984,640.64) | (2,108,989.08) | 124,348.44 | 5.9% |
| Net Other Nonoperating Adjustments | 27,160,413.26 | 26,334,540.75 | 825,872.51 | 3.1% |
| Adjusted Income (Loss) including Depreciation & Amortization | (4,716,033.16) | (2,478,300.50) | (2,237,732.66) | -90.3% |
| Adjusted Margin % including Depreciation & Amortization | -7.5% | -4.1% | | |
| Investment Gain (Losses) | (5,356,734.14) | (1,214,963.12) | (4,141,771.02) | -340.9% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | (10,072,767.30) | (3,693,263.62) | (6,379,503.68) | -172.7% |
| Adj. Margin % with Investment Gains (Losses) | -17.4% | -6.2% | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | 2,097,069.41 | 3,550,240.72 | (1,453,171.31) | -40.9% |
| Adjusted Margin % excluding Depreciation & Amortization | 3.3% | 5.9% | | |

UNAUDITED

The University of Texas Southwestern Medical Center
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|------------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 11,363,657.60 | 11,125,038.49 | 238,619.11 | 2.1% |
| Sponsored Programs | 280,731,488.12 | 265,319,258.57 | 15,412,229.55 | 5.8% |
| Net Sales and Services of Educational Activities | 6,668,205.83 | 5,268,536.62 | 1,399,669.21 | 26.6% |
| Net Sales and Services of Hospitals | 528,883,647.13 | 445,019,229.20 | 83,864,417.93 | 18.8% |
| Net Professional Fees | 266,875,215.84 | 235,896,008.29 | 30,979,207.55 | 13.1% |
| Net Auxiliary Enterprises | 14,335,221.13 | 11,561,954.87 | 2,773,266.26 | 24.0% |
| Other Operating Revenues | 62,414,216.43 | 29,352,312.57 | 33,061,903.86 | 112.6% |
| Total Operating Revenues | 1,171,271,652.08 | 1,003,542,338.61 | 167,729,313.47 | 16.7% |
| Operating Expenses | | | | |
| Salaries and Wages | 639,220,575.11 | 578,167,484.85 | 61,053,090.26 | 10.6% |
| Payroll Related Costs | 168,125,073.06 | 135,023,476.04 | 33,101,597.02 | 24.5% |
| Cost of Goods Sold | 3,303,583.09 | 2,973,129.12 | 330,453.97 | 11.1% |
| Professional Fees and Services | 40,892,242.18 | 24,251,039.04 | 16,641,203.14 | 68.6% |
| Other Contracted Services | 60,975,789.19 | 59,255,432.30 | 1,720,356.89 | 2.9% |
| Travel | 5,719,817.64 | 5,103,243.11 | 616,574.53 | 12.1% |
| Materials and Supplies | 183,675,866.20 | 174,034,880.87 | 9,640,985.33 | 5.5% |
| Utilities | 10,752,038.85 | 12,977,658.92 | (2,225,620.07) | -17.1% |
| Communications | 5,719,118.64 | 5,637,538.93 | 81,579.71 | 1.4% |
| Repairs and Maintenance | 6,983,863.04 | 5,145,062.07 | 1,838,800.97 | 35.7% |
| Rentals and Leases | 4,368,954.29 | 3,231,502.90 | 1,137,451.39 | 35.2% |
| Printing and Reproduction | 1,306,244.31 | 1,569,396.18 | (263,151.87) | -16.8% |
| Scholarships and Fellowships | 682,780.12 | 1,271,236.00 | (588,455.88) | -46.3% |
| Depreciation and Amortization | 78,528,075.71 | 74,919,157.53 | 3,608,918.18 | 4.8% |
| Federal Sponsored Program Pass-Through to Other State Agencies | 1,042,227.63 | 738,810.90 | 303,416.73 | 41.1% |
| Other Operating Expenses | 32,087,254.75 | 29,651,863.54 | 2,435,391.21 | 8.2% |
| Total Operating Expenses | 1,243,383,503.81 | 1,113,950,912.30 | 129,432,591.51 | 11.6% |
| Operating Loss | (72,111,851.73) | (110,408,573.69) | 38,296,721.96 | 34.7% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 92,874,901.00 | 85,617,798.14 | 7,257,102.86 | 8.5% |
| Gift Contributions for Operations | 30,837,785.76 | 45,121,403.19 | (14,283,617.43) | -31.7% |
| Net Investment Income | 47,811,735.84 | 45,129,333.02 | 2,682,402.82 | 5.9% |
| Interest Expense on Capital Asset Financings | (15,303,075.60) | (16,062,681.48) | 759,605.88 | 4.7% |
| Net Other Nonoperating Adjustments | 156,221,347.00 | 159,805,852.87 | (3,584,505.87) | -2.2% |
| Adjusted Income (Loss) including Depreciation & Amortization | 84,109,495.27 | 49,397,279.18 | 34,712,216.09 | 70.3% |
| Adjusted Margin % including Depreciation & Amortization | 6.3% | 4.2% | | |
| Investment Gain (Losses) | (137,241,165.16) | (27,524,531.35) | (109,716,633.81) | -398.6% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | (53,131,669.89) | 21,872,747.83 | (75,004,417.72) | -342.9% |
| Adj. Margin % with Investment Gains (Losses) | -4.4% | 1.9% | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | 162,637,570.98 | 124,316,436.71 | 38,321,134.27 | 30.8% |
| Adjusted Margin % excluding Depreciation & Amortization | 12.1% | 10.5% | | |

UNAUDITED

The University of Texas Medical Branch at Galveston
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|------------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 18,434,752.34 | 18,167,347.60 | 267,404.74 | 1.5% |
| Sponsored Programs | 94,170,725.30 | 90,175,819.62 | 3,994,905.68 | 4.4% |
| Net Sales and Services of Educational Activities | 8,399,415.38 | 12,546,919.93 | (4,147,504.55) | -33.1% |
| Net Sales and Services of Hospitals | 493,671,462.40 | 462,264,402.32 | 31,407,060.08 | 6.8% |
| Net Professional Fees | 85,486,715.12 | 79,263,826.06 | 6,222,889.06 | 7.9% |
| Net Auxiliary Enterprises | 4,954,605.14 | 4,490,005.10 | 464,600.04 | 10.3% |
| Other Operating Revenues | 23,341,089.66 | 30,937,602.41 | (7,596,512.75) | -24.6% |
| Total Operating Revenues | 728,458,765.34 | 697,845,923.04 | 30,612,842.30 | 4.4% |
| Operating Expenses | | | | |
| Salaries and Wages | 477,129,544.28 | 438,114,771.44 | 39,014,772.84 | 8.9% |
| Payroll Related Costs | 130,158,423.62 | 119,025,740.86 | 11,132,682.76 | 9.4% |
| Cost of Goods Sold | 43,650,275.19 | 37,778,670.02 | 5,871,605.17 | 15.5% |
| Professional Fees and Services | 18,224,661.13 | 16,850,334.55 | 1,374,326.58 | 8.2% |
| Other Contracted Services | 57,758,591.89 | 51,277,436.28 | 6,481,155.61 | 12.6% |
| Travel | 3,509,666.60 | 3,247,855.61 | 261,810.99 | 8.1% |
| Materials and Supplies | 76,433,517.14 | 70,593,093.87 | 5,840,423.27 | 8.3% |
| Utilities | 17,185,721.67 | 16,667,246.20 | 518,475.47 | 3.1% |
| Communications | 4,763,929.31 | 4,481,185.43 | 282,743.88 | 6.3% |
| Repairs and Maintenance | 24,232,295.06 | 23,130,945.13 | 1,101,349.93 | 4.8% |
| Rentals and Leases | 13,193,208.74 | 13,570,546.29 | (377,337.55) | -2.8% |
| Printing and Reproduction | 755,578.83 | 709,719.23 | 45,859.60 | 6.5% |
| Scholarships and Fellowships | 4,877,133.19 | 4,383,850.21 | 493,282.98 | 11.3% |
| Depreciation and Amortization | 58,098,228.87 | 50,578,015.43 | 7,520,213.44 | 14.9% |
| Federal Sponsored Program Pass-Through to Other State Agencies | 326,332.15 | 660,976.56 | (334,644.41) | -50.6% |
| Other Operating Expenses | 15,362,302.26 | 20,767,977.76 | (5,405,675.50) | -26.0% |
| Total Operating Expenses | 945,659,409.93 | 871,838,364.87 | 73,821,045.06 | 8.5% |
| Operating Loss | (217,200,644.59) | (173,992,441.83) | (43,208,202.76) | -24.8% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 181,052,652.60 | 173,866,586.17 | 7,186,066.43 | 4.1% |
| Nonexchange Sponsored Programs | 743,934.20 | 839,556.00 | (95,621.80) | -11.4% |
| Gift Contributions for Operations | 4,475,751.93 | 3,379,954.20 | 1,095,797.73 | 32.4% |
| Net Investment Income | 23,657,316.16 | 20,243,078.05 | 3,414,238.11 | 16.9% |
| Interest Expense on Capital Asset Financings | (4,489,852.27) | (3,311,161.92) | (1,178,690.35) | -35.6% |
| Net Other Nonoperating Adjustments | 205,439,802.62 | 195,018,012.50 | 10,421,790.12 | 5.3% |
| Adjusted Income (Loss) including Depreciation & Amortization | (11,760,841.97) | 21,025,570.67 | (32,786,412.64) | -155.9% |
| Adjusted Margin % including Depreciation & Amortization | -1.3% | 2.3% | | |
| Investment Gain (Losses) | (53,666,559.81) | (21,610,858.51) | (32,055,701.30) | -148.3% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | (65,427,401.78) | (585,287.84) | (64,842,113.94) | -11,078.7% |
| Adj. Margin % with Investment Gains (Losses) | -7.4% | -0.1% | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | 46,337,386.90 | 71,603,586.10 | (25,266,199.20) | -35.3% |
| Adjusted Margin % excluding Depreciation & Amortization | 4.9% | 8.0% | | |

UNAUDITED

The University of Texas Health Science Center at Houston
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|-----------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 26,167,866.21 | 23,586,670.48 | 2,581,195.73 | 10.9% |
| Sponsored Programs | 349,225,773.51 | 289,492,620.17 | 59,733,153.34 | 20.6% |
| Net Sales and Services of Educational Activities | 19,003,687.45 | 15,007,760.22 | 3,995,927.23 | 26.6% |
| Net Sales and Services of Hospitals | 37,350,122.44 | 31,534,171.88 | 5,815,950.56 | 18.4% |
| Net Professional Fees | 167,151,638.35 | 137,622,301.65 | 29,529,336.70 | 21.5% |
| Net Auxiliary Enterprises | 14,358,089.29 | 13,637,104.49 | 720,984.80 | 5.3% |
| Other Operating Revenues | 33,054,106.73 | 29,332,284.93 | 3,721,821.80 | 12.7% |
| Total Operating Revenues | 646,311,283.98 | 540,212,913.82 | 106,098,370.16 | 19.6% |
| Operating Expenses | | | | |
| Salaries and Wages | 415,668,585.84 | 371,508,233.00 | 44,160,352.84 | 11.9% |
| Payroll Related Costs | 93,789,078.70 | 79,875,613.87 | 13,913,464.83 | 17.4% |
| Cost of Goods Sold | 11,715,693.60 | 8,158,609.17 | 3,557,084.43 | 43.6% |
| Professional Fees and Services | 34,706,914.54 | 26,651,817.09 | 8,055,097.45 | 30.2% |
| Other Contracted Services | 37,594,410.33 | 37,409,433.86 | 184,976.47 | 0.5% |
| Travel | 4,886,821.73 | 4,685,071.79 | 201,749.94 | 4.3% |
| Materials and Supplies | 29,876,982.83 | 26,742,976.04 | 3,134,006.79 | 11.7% |
| Utilities | 8,303,551.92 | 8,604,364.43 | (300,812.51) | -3.5% |
| Communications | 2,801,440.24 | 2,554,449.64 | 246,990.60 | 9.7% |
| Repairs and Maintenance | 6,580,298.31 | 7,072,070.00 | (491,771.69) | -7.0% |
| Rentals and Leases | 17,089,557.80 | 15,133,975.53 | 1,955,582.27 | 12.9% |
| Printing and Reproduction | 3,429,973.32 | 2,707,122.39 | 722,850.93 | 26.7% |
| Scholarships and Fellowships | 3,419,762.26 | 3,516,600.82 | (96,838.56) | -2.8% |
| Depreciation and Amortization | 30,834,146.08 | 29,922,180.41 | 911,965.67 | 3.0% |
| Federal Sponsored Program Pass-Through to Other State Agencies | 3,036,309.63 | 3,566,209.74 | (529,900.11) | -14.9% |
| Other Operating Expenses | 21,160,748.68 | 20,267,461.01 | 893,287.67 | 4.4% |
| Total Operating Expenses | 724,894,275.81 | 648,376,188.79 | 76,518,087.02 | 11.8% |
| Operating Loss | (78,582,991.83) | (108,163,274.97) | 29,580,283.14 | 27.3% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 102,883,664.70 | 100,722,332.40 | 2,161,332.30 | 2.1% |
| Nonexchange Sponsored Programs | 327,193.00 | 355,816.29 | (28,623.29) | -8.0% |
| Gift Contributions for Operations | 11,058,210.96 | 14,299,093.10 | (3,240,882.14) | -22.7% |
| Net Investment Income | 18,820,234.89 | 16,736,846.61 | 2,083,388.28 | 12.4% |
| Interest Expense on Capital Asset Financings | (5,444,716.86) | (5,815,364.52) | 370,647.66 | 6.4% |
| Net Other Nonoperating Adjustments | 127,644,586.69 | 126,298,723.88 | 1,345,862.81 | 1.1% |
| Adjusted Income (Loss) including Depreciation & Amortization | 49,061,594.86 | 18,135,448.91 | 30,926,145.95 | 170.5% |
| Adjusted Margin % including Depreciation & Amortization | 6.3% | 2.7% | | |
| Investment Gain (Losses) | (47,192,472.53) | (13,421,967.00) | (33,770,505.53) | -251.6% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | 1,869,122.33 | 4,713,481.91 | (2,844,359.58) | -60.3% |
| Adj. Margin % with Investment Gains (Losses) | 0.3% | 0.7% | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | 79,895,740.94 | 48,057,629.32 | 31,838,111.62 | 66.2% |
| Adjusted Margin % excluding Depreciation & Amortization | 10.3% | 7.1% | | |

UNAUDITED

The University of Texas Health Science Center at San Antonio
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|------------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 19,258,388.50 | 17,902,233.50 | 1,356,155.00 | 7.6% |
| Sponsored Programs | 149,201,084.39 | 151,215,215.24 | (2,014,130.85) | -1.3% |
| Net Sales and Services of Educational Activities | 11,288,655.63 | 10,553,219.03 | 735,436.60 | 7.0% |
| Net Professional Fees | 90,480,731.27 | 81,933,897.02 | 8,546,834.25 | 10.4% |
| Net Auxiliary Enterprises | 2,629,942.50 | 2,905,098.42 | (275,155.92) | -9.5% |
| Other Operating Revenues | 21,667,988.66 | 26,304,362.47 | (4,636,373.81) | -17.6% |
| Total Operating Revenues | 294,526,790.95 | 290,814,025.68 | 3,712,765.27 | 1.3% |
| Operating Expenses | | | | |
| Salaries and Wages | 207,847,200.38 | 209,901,672.73 | (2,054,472.35) | -1.0% |
| Payroll Related Costs | 58,143,438.99 | 55,498,112.30 | 2,645,326.69 | 4.8% |
| Professional Fees and Services | 11,420,683.53 | 10,187,807.70 | 1,232,875.83 | 12.1% |
| Other Contracted Services | 16,159,349.57 | 13,017,485.80 | 3,141,863.77 | 24.1% |
| Travel | 2,210,813.08 | 2,303,002.71 | (92,189.63) | -4.0% |
| Materials and Supplies | 22,502,127.56 | 19,664,598.60 | 2,837,528.96 | 14.4% |
| Utilities | 9,298,284.00 | 8,750,000.00 | 548,284.00 | 6.3% |
| Communications | 5,564,016.42 | 6,083,949.33 | (519,932.91) | -8.5% |
| Repairs and Maintenance | 2,814,709.77 | 2,645,710.88 | 168,998.89 | 6.4% |
| Rentals and Leases | 2,753,833.25 | 2,656,562.73 | 97,270.52 | 3.7% |
| Printing and Reproduction | 843,575.64 | 810,039.57 | 33,536.07 | 4.1% |
| Scholarships and Fellowships | 4,458,723.55 | 4,314,142.43 | 144,581.12 | 3.4% |
| Depreciation and Amortization | 26,500,000.00 | 26,250,000.00 | 250,000.00 | 1.0% |
| Federal Sponsored Program Pass-Through to Other State Agencies | 775,000.00 | 750,000.00 | 25,000.00 | 3.3% |
| Other Operating Expenses | 18,125,735.89 | 20,121,628.31 | (1,995,892.42) | -9.9% |
| Total Operating Expenses | 389,417,491.63 | 382,954,713.09 | 6,462,778.54 | 1.7% |
| Operating Loss | (94,890,700.68) | (92,140,687.41) | (2,750,013.27) | -3.0% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 84,309,569.00 | 88,117,523.50 | (3,807,954.50) | -4.3% |
| Nonexchange Sponsored Programs | 650,000.00 | 625,000.00 | 25,000.00 | 4.0% |
| Gift Contributions for Operations | 12,727,830.98 | 11,041,271.35 | 1,686,559.63 | 15.3% |
| Net Investment Income | 18,126,495.00 | 18,225,753.49 | (99,258.49) | -0.5% |
| Interest Expense on Capital Asset Financings | (4,106,436.42) | (4,401,333.78) | 294,897.36 | 6.7% |
| Net Other Nonoperating Adjustments | 111,707,458.56 | 113,608,214.56 | (1,900,756.00) | -1.7% |
| Adjusted Income (Loss) including Depreciation & Amortization | 16,816,757.88 | 21,467,527.15 | (4,650,769.27) | -21.7% |
| Adjusted Margin % including Depreciation & Amortization | 4.1% | 5.3% | | |
| Investment Gain (Losses) | (53,522,103.59) | (9,558,347.87) | (43,963,755.72) | -460.0% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | (36,705,345.71) | 11,909,179.28 | (48,614,524.99) | -408.2% |
| Adj. Margin % with Investment Gains (Losses) | -10.3% | 3.0% | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | 43,316,757.88 | 47,717,527.15 | (4,400,769.27) | -9.2% |
| Adjusted Margin % excluding Depreciation & Amortization | 10.6% | 11.7% | | |

UNAUDITED

The University of Texas M. D. Anderson Cancer Center
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|-------------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 1,245,881.96 | 1,039,018.17 | 206,863.79 | 19.9% |
| Sponsored Programs | 150,779,535.87 | 138,555,418.51 | 12,224,117.36 | 8.8% |
| Net Sales and Services of Educational Activities | 1,237,304.76 | 1,170,272.65 | 67,032.11 | 5.7% |
| Net Sales and Services of Hospitals | 1,626,674,890.71 | 1,563,689,902.73 | 62,984,987.98 | 4.0% |
| Net Professional Fees | 205,344,613.94 | 200,769,264.06 | 4,575,349.88 | 2.3% |
| Net Auxiliary Enterprises | 20,970,144.03 | 21,723,525.47 | (753,381.44) | -3.5% |
| Other Operating Revenues | 53,382,872.47 | 49,894,488.61 | 3,488,383.86 | 7.0% |
| Total Operating Revenues | 2,059,635,243.74 | 1,976,841,890.20 | 82,793,353.54 | 4.2% |
| Operating Expenses | | | | |
| Salaries and Wages | 931,763,993.96 | 873,380,861.90 | 58,383,132.06 | 6.7% |
| Payroll Related Costs | 271,468,261.80 | 251,600,996.45 | 19,867,265.35 | 7.9% |
| Cost of Goods Sold | 1,332,731.67 | 2,712,290.90 | (1,379,559.23) | -50.9% |
| Professional Fees and Services | 97,658,747.70 | 74,567,734.79 | 23,091,012.91 | 31.0% |
| Other Contracted Services | 71,790,978.17 | 56,105,302.95 | 15,685,675.22 | 28.0% |
| Travel | 8,866,195.49 | 9,815,472.86 | (949,277.37) | -9.7% |
| Materials and Supplies | 405,001,838.80 | 374,369,198.08 | 30,632,640.72 | 8.2% |
| Utilities | 21,075,783.77 | 21,603,215.31 | (527,431.54) | -2.4% |
| Communications | 5,558,941.33 | 4,925,119.01 | 633,822.32 | 12.9% |
| Repairs and Maintenance | 49,458,474.18 | 52,387,043.67 | (2,928,569.49) | -5.6% |
| Rentals and Leases | 21,227,097.67 | 22,536,462.47 | (1,309,364.80) | -5.8% |
| Printing and Reproduction | 2,411,571.18 | 1,968,528.98 | 443,042.20 | 22.5% |
| Scholarships and Fellowships | 1,915,410.88 | 1,952,804.00 | (37,393.12) | -1.9% |
| Depreciation and Amortization | 172,194,828.29 | 149,430,107.05 | 22,764,721.24 | 15.2% |
| Federal Sponsored Program Pass-Through to Other State Agencies | 151,548.31 | (1,251,186.34) | 1,402,734.65 | 112.1% |
| State Sponsored Program Pass-Through to Other State Agencies | 185,596.13 | 248,777.92 | (63,181.79) | -25.4% |
| Other Operating Expenses | 16,972,859.53 | 16,223,500.05 | 749,359.48 | 4.6% |
| Total Operating Expenses | 2,079,034,858.86 | 1,912,576,230.05 | 166,458,628.81 | 8.7% |
| Operating Loss | (19,399,615.12) | 64,265,660.15 | (83,665,275.27) | -130.2% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 100,700,349.19 | 93,427,885.46 | 7,272,463.73 | 7.8% |
| Nonexchange Sponsored Programs | 1,519,662.88 | 1,847,504.00 | (327,841.12) | -17.7% |
| Gift Contributions for Operations | 80,138,010.44 | 55,320,127.09 | 24,817,883.35 | 44.9% |
| Net Investment Income | 53,245,905.71 | 40,814,838.98 | 12,431,066.73 | 30.5% |
| Interest Expense on Capital Asset Financings | (16,976,001.60) | (17,933,677.08) | 957,675.48 | 5.3% |
| Net Other Nonoperating Adjustments | 218,627,926.62 | 173,476,678.45 | 45,151,248.17 | 26.0% |
| Adjusted Income (Loss) including Depreciation & Amortization | 199,228,311.50 | 237,742,338.60 | (38,514,027.10) | -16.2% |
| Adjusted Margin % including Depreciation & Amortization | 8.7% | 11.0% | | |
| Investment Gain (Losses) | (165,237,178.17) | (67,723,333.74) | (97,513,844.43) | -144.0% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | 33,991,133.33 | 170,019,004.86 | (136,027,871.53) | -80.0% |
| Adj. Margin % with Investment Gains (Losses) | 1.6% | 8.1% | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | 371,423,139.79 | 387,172,445.65 | (15,749,305.86) | -4.1% |
| Adjusted Margin % excluding Depreciation & Amortization | 16.2% | 17.9% | | |

UNAUDITED

The University of Texas Health Science Center at Tyler
 Monthly Financial Report, Comparison of Operating Results and Margin
 For the Period Ending February 29, 2016

| | February Year-to-Date FY 2016 | February Year-to-Date FY 2015 | Variance | Fluctuation Percentage |
|---|-------------------------------------|-------------------------------------|------------------------|---------------------------|
| Operating Revenues | | | | |
| Net Student Tuition and Fees | 64,566.18 | 59,370.32 | 5,195.86 | 8.8% |
| Sponsored Programs | 13,012,608.59 | 7,952,383.31 | 5,060,225.28 | 63.6% |
| Net Sales and Services of Educational Activities | 972,769.12 | 823,801.11 | 148,968.01 | 18.1% |
| Net Sales and Services of Hospitals | 26,045,985.69 | 30,038,594.84 | (3,992,609.15) | -13.3% |
| Net Professional Fees | 7,497,552.99 | 7,427,416.18 | 70,136.81 | 0.9% |
| Net Auxiliary Enterprises | 122,603.23 | 107,882.37 | 14,720.86 | 13.6% |
| Other Operating Revenues | 11,633,363.22 | 13,855,190.93 | (2,221,827.71) | -16.0% |
| Total Operating Revenues | 59,349,449.02 | 60,264,639.06 | (915,190.04) | -1.5% |
| Operating Expenses | | | | |
| Salaries and Wages | 46,695,008.58 | 38,962,454.27 | 7,732,554.31 | 19.8% |
| Payroll Related Costs | 14,020,391.79 | 11,953,558.86 | 2,066,832.93 | 17.3% |
| Cost of Goods Sold | 76,668.36 | 51,727.38 | 24,940.98 | 48.2% |
| Professional Fees and Services | 5,520,101.76 | 4,355,989.06 | 1,164,112.70 | 26.7% |
| Other Contracted Services | 5,627,597.13 | 6,528,722.03 | (901,124.90) | -13.8% |
| Travel | 287,343.83 | 278,690.17 | 8,653.66 | 3.1% |
| Materials and Supplies | 11,802,393.73 | 10,323,162.32 | 1,479,231.41 | 14.3% |
| Utilities | 909,496.03 | 1,254,678.99 | (345,182.96) | -27.5% |
| Communications | 574,380.79 | 447,185.84 | 127,194.95 | 28.4% |
| Repairs and Maintenance | 2,850,860.67 | 2,783,337.11 | 67,523.56 | 2.4% |
| Rentals and Leases | 623,007.12 | 638,104.09 | (15,096.97) | -2.4% |
| Printing and Reproduction | 32,318.05 | 45,506.04 | (13,187.99) | -29.0% |
| Scholarships and Fellowships | 92,806.66 | 60,594.88 | 32,211.78 | 53.2% |
| Depreciation and Amortization | 5,435,065.53 | 5,539,628.35 | (104,562.82) | -1.9% |
| Federal Sponsored Program Pass-Through to Other State Agencies | 116,838.35 | 125,128.84 | (8,290.49) | -6.6% |
| Other Operating Expenses | 1,974,078.22 | 1,575,826.63 | 398,251.59 | 25.3% |
| Total Operating Expenses | 96,638,356.60 | 84,924,294.86 | 11,714,061.74 | 13.8% |
| Operating Loss | (37,288,907.58) | (24,659,655.80) | (12,629,251.78) | -51.2% |
| Other Nonoperating Adjustments | | | | |
| State Appropriations | 26,939,225.93 | 21,674,772.34 | 5,264,453.59 | 24.3% |
| Gift Contributions for Operations | 424,747.06 | 140,659.68 | 284,087.38 | 202.0% |
| Net Investment Income | 2,084,983.88 | 2,083,426.49 | 1,557.39 | 0.1% |
| Interest Expense on Capital Asset Financings | (661,846.86) | (720,721.86) | 58,875.00 | 8.2% |
| Net Other Nonoperating Adjustments | 28,787,110.01 | 23,178,136.65 | 5,608,973.36 | 24.2% |
| Adjusted Income (Loss) including Depreciation & Amortization | (8,501,797.57) | (1,481,519.15) | (7,020,278.42) | -473.9% |
| Adjusted Margin % including Depreciation & Amortization | -9.6% | -1.8% | | |
| Investment Gain (Losses) | (3,929,819.02) | (604,663.23) | (3,325,155.79) | -549.9% |
| Adj. Inc. (Loss) with Investment Gains (Losses) | (12,431,616.59) | (2,086,182.38) | (10,345,434.21) | -495.9% |
| Adj. Margin % with Investment Gains (Losses) | -14.6% | -2.5% | | |
| Adjusted Income (Loss) excluding Depreciation & Amortization | (3,066,732.04) | 4,058,109.20 | (7,124,841.24) | -175.6% |
| Adjusted Margin % excluding Depreciation & Amortization | -3.5% | 4.8% | | |