

THE UNIVERSITY OF TEXAS SYSTEM
OFFICE OF THE CONTROLLER

MONTHLY FINANCIAL REPORT
(unaudited)

NOVEMBER 2006



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

(This page intentionally left blank)

THE UNIVERSITY OF TEXAS SYSTEM
MONTHLY FINANCIAL REPORT
(Unaudited)
FOR THE THREE MONTHS ENDING
NOVEMBER 30, 2006

(This page intentionally left blank)

TABLE OF CONTENTS

FOREWORD	7
SYSTEM-WIDE COMPARISONS OF ACTUAL.....	9
YEAR-TO-DATE INCOME (LOSS) SUMMARY BY INSTITUTION (WITH EXPLANATIONS OF VARIANCES).....	11
GLOSSARY OF TERMS	14
SYSTEM ADMINISTRATION	16
ARLINGTON	17
AUSTIN.....	18
BROWNSVILLE.....	19
DALLAS.....	20
EL PASO.....	21
PAN AMERICAN.....	22
PERMIAN BASIN	23
SAN ANTONIO	24
TYLER.....	25
SOUTHWESTERN MEDICAL CENTER AT DALLAS.....	26
MEDICAL BRANCH AT GALVESTON	27
HEALTH SCIENCE CENTER AT HOUSTON	28
HEALTH SCIENCE CENTER AT SAN ANTONIO	29
M. D. ANDERSON CANCER CENTER	30
HEALTH CENTER AT 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
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date FY 2007	November Year-to-Date FY 2006	Variance	Fluctuation Percentage
Operating Revenues				
Student Tuition and Fees	\$ 332,124,951	\$ 295,965,690	\$ 36,159,261	12.2%
Sponsored Programs	593,054,219	557,359,000	35,695,219	6.4%
Net Sales and Services of Educational Activities	69,451,507	56,552,106	12,899,401	22.8%
Net Sales and Services of Hospitals	655,950,378	601,206,514	54,743,864	9.1%
Net Professional Fees	198,598,642	185,732,903	12,865,739	6.9%
Net Auxiliary Enterprises	99,684,907	86,283,541	13,401,366	15.5%
Other Operating Revenues	42,665,995	33,835,455	8,830,540	26.1%
Total Operating Revenues	<u>1,991,530,599</u>	<u>1,816,935,209</u>	<u>174,595,390</u>	<u>9.6%</u>
Operating Expenses				
Salaries and Wages	1,193,863,608	1,138,367,445	55,496,163	4.9%
Payroll Related Costs	286,170,190	271,977,645	14,192,545	5.2%
Professional Fees and Contracted Services	66,264,746	58,391,723	7,873,023	13.5%
Other Contracted Services	95,668,847	91,789,998	3,878,849	4.2%
Scholarships and Fellowships	178,296,187	159,712,340	18,583,847	11.6%
Travel	24,675,660	22,765,850	1,909,810	8.4%
Materials and Supplies	265,250,297	248,949,486	16,300,811	6.5%
Utilities	61,279,083	63,502,954	(2,223,871)	-3.5%
Telecommunications	16,987,134	16,988,499	(1,365)	0.0%
Repairs and Maintenance	37,282,393	32,692,000	4,590,393	14.0%
Rentals and Leases	25,374,695	26,232,097	(857,402)	-3.3%
Printing and Reproduction	6,700,537	6,248,169	452,368	7.2%
Bad Debt Expense	313,126	313,455	(329)	-0.1%
Claims and Losses	22,997,849	12,764,038	10,233,811	80.2%
Federal Sponsored Programs Pass-Throughs	7,496,789	3,839,434	3,657,355	95.3%
Depreciation and Amortization	146,176,386	139,644,354	6,532,032	4.7%
Other Operating Expenses	97,584,430	91,785,489	5,798,941	6.3%
Total Operating Expenses	<u>2,532,381,957</u>	<u>2,385,964,976</u>	<u>146,416,981</u>	<u>6.1%</u>
Operating Loss	<u>(540,851,358)</u>	<u>(569,029,767)</u>	<u>28,178,409</u>	<u>5.0%</u>
Other Nonoperating Adjustments				
State Appropriations	441,266,337	435,237,581	6,028,756	1.4%
Gift Contributions for Operations	58,068,495	48,801,772	9,266,723	19.0%
Net Investment Income	107,854,927	128,912,629	(21,057,702)	-16.3%
Long Term Fund Distribution	49,203,313	46,089,097	3,114,216	6.8%
Interest Expense on Capital Asset Financings	(48,363,542)	(45,451,352)	(2,912,190)	-6.4%
Net Other Nonoperating Adjustments	<u>608,029,530</u>	<u>613,589,727</u>	<u>(5,560,197)</u>	<u>-0.9%</u>
Adjusted Income (Loss)	67,178,172	44,559,960	22,618,212	50.8%
Adjusted Margin (as a percentage)	2.5%	1.8%		
Available University Fund Transfer	0	0	0	0.0%
Investment Gains (Losses)	759,464,475	159,964,601	599,499,874	374.8%
Adj. Inc. (Loss) with Investment Gains (Losses)	\$ 826,642,647	\$ 204,524,561	\$ 622,118,086	304.2%
Adj. Margin % with Investment Gains (Losses)	24.3%	7.8%		

(This page intentionally left blank)

**The University of Texas System
Comparison of Adjusted Income (Loss)
For the Three Months Ending November 30, 2006**

	November Year-to-Date FY 2007	November Year-to-Date FY 2006	Variance		Fluctuation Percentage
UT System Administration	\$ 27,788,622	\$ 52,071,937	\$ (24,283,315)	(1)	-46.6%
UT Arlington	6,068,294	4,543,757	1,524,537		33.6%
UT Austin	37,734,523	31,628,761	6,105,762		19.3%
UT Brownsville	114,147	(381,528)	495,675	(2)	129.9%
UT Dallas	(1,587,563) (3)	(2,751,923)	1,164,360		42.3%
UT El Paso	1,136,491	967,991	168,500		17.4%
UT Pan American	(828,487)	(56,758)	(771,729)	(4)	-1,359.7%
UT Permian Basin	428,911	(211,312)	640,223	(5)	303.0%
UT San Antonio	7,419,840	4,932,133	2,487,707		50.4%
UT Tyler	1,057,225	83,922	973,303	(6)	1,159.8%
UT Southwestern Medical Center - Dallas	(1,261,478)	298,652	(1,560,130)	(7)	-522.4%
UT Medical Branch - Galveston	(8,361,597)	(18,727,012)	10,365,415	(8)	55.4%
UT Health Science Center - Houston	5,072,753	3,919,618	1,153,135		29.4%
UT Health Science Center - San Antonio	(5,419,480)	(2,165,089)	(3,254,391)	(9)	-150.3%
UT M. D. Anderson Cancer Center	31,664,063	230,584	31,433,479	(10)	13,632.1%
UT Health Center - Tyler	(1,958,092) (11)	(1,703,773)	(254,319)		-14.9%
Elimination of AUF Transfer	(31,890,000)	(28,120,000)	(3,770,000)		-13.4%
Total Adjusted Income (Loss)	67,178,172	44,559,960	22,618,212		50.8%
Investment Gains (Losses)	759,464,475	159,964,601	599,499,874	(12)	374.8%
Total Adjusted Income (Loss) with Investment Gains (Losses)	\$ 826,642,647	\$ 204,524,561	\$ 622,118,086		304.2%

THE UNIVERSITY OF TEXAS SYSTEM
EXPLANATION OF VARIANCES ON THE MONTHLY FINANCIAL REPORT
For the Three Months Ending November 30, 2006

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.

- (1) UT System Administration - The \$24.3 million (46.6%) decrease in adjusted income over the same period last year was primarily due to decreased net investment income.
- (2) UT Brownsville – The \$496,000 (129.9%) increase in adjusted income over the same period last year was primarily due to increased tuition and fees as a result of increased rates and a 3% increase in enrollment.
- (3) UT Dallas – The \$1.6 million year-to-date loss was the result of management’s decision to utilize accumulated reserves in lieu of increasing student fees. The funds are being used to invest in new faculty and Development Office staff and to cover increased costs of facilities. *UT Dallas* is anticipating ending the year with a \$3.1 million negative margin which represents -2% of projected revenues. This forecast includes \$20 million in non-cash depreciation expense.
- (4) UT Pan American – The \$772,000 (1,359.7%) increase in adjusted loss over the same period last year was primarily due to increases in salaries and wages, payroll related costs and depreciation expense. Salaries and wages and payroll related costs increased due to new faculty to accommodate enrollment growth and faculty workload reduction, new staff positions primarily in the department of information technology as a result of the Oracle conversion, merit increases, the filling of vacant positions and higher group insurance premiums. Depreciation expense increased due to placing the Education Complex in service in 2006 and the Oracle conversion which was effective September 1, 2006.

As a result, *UT Pan American* had an \$828,000 year-to-date loss. *UT Pan American* is anticipating ending the year with a \$5.2 million negative margin which represents -2.2% of projected revenues. This forecast includes \$16.6 million in non-cash depreciation expense.
- (5) UT Permian Basin – The \$640,000 (303%) increase in adjusted income over the same period last year was primarily due to increased tuition and fees as a result of increased rates and higher enrollment of 2.9% from fall 2005 to fall 2006.
- (6) UT Tyler – The \$973,000 (1,159.8%) increase in adjusted income over the same period last year was primarily due to increased tuition and fees as a result of increased rates, headcount and semester credit hours. Headcount increased by 193 students and semester credit hours increased by 4.9% for fall 2006.
- (7) UT Southwestern Medical Center at Dallas – The \$1.6 million (522.4%) decrease in adjusted income over the same period last year was primarily due to a first quarter loss of \$3 million by the hospitals. The hospitals’ first quarter loss was due to increased supply costs related to a new Image Center program, an increase in minor equipment costs and an increase in bad debt expense.

As a result, *UT Southwestern* had a \$1.3 million year-to-date loss. *UT Southwestern* is anticipating ending the year with a \$27 million positive margin which represents 2.3% of projected revenues.
- (8) UT Medical Branch – Galveston – The \$10.4 million (55.4%) decrease in adjusted loss was primarily due to increased sales and services of hospitals and other operating revenue. Patient care revenue increased compared to last year by \$5.6 million related to the temporary closure of *UTMB* in the first quarter of 2006 due to Hurricane *Rita*.

Compared to 2006, *UTMB* had a 4.5% increase in admissions, a 5.1% increase in patient days and a 0.9% increase in clinic visits due to the depressed volumes a year ago as a result of the closure. In addition, other operating revenue increased by \$4.1 million, largely due to a contract agreement with Seton Healthcare Network in their Pediatrics Graduate Medical Education, Internal Medicine and OB-GYN departments.

The Navigant Consulting Group helped *UTMB's* management develop a three-year plan to improve operating margin. The first year of the three-year strategy focuses on cost reductions. *UTMB's* management created a Strategic Executive Council which integrates cost-cutting and revenue enhancement strategies, resolves conflicts, allocates resources and provides strategic direction for *UTMB*.

UTMB had an \$8.4 million year-to-date loss and projects a negative margin of \$14 million which represents -0.1% of projected revenues. This projection includes \$55.7 million in non-cash depreciation expense.

- (9) *UT Health Science Center – San Antonio* – The \$3.3 million (150.3%) increase in adjusted loss over the same period last year was primarily due to the Physician Practice Plan's addition of new faculty, recruitment and program expansion efforts and the use of prior year balances in the medical school and research initiatives.

As a result, *UTHSC-SA* had a \$5.4 million year-to-date loss. *UTHSC-SA* is anticipating ending the year with a \$6.7 million negative margin which represents -1.2% of projected revenues. This projection includes \$25 million in non-cash depreciation expense.

- (10) *UT M. D. Anderson Cancer Center* – The \$31.4 million (13,632.1%) increase in adjusted income over the same period last year was primarily due to higher patient volumes related to the temporary closure of *M. D. Anderson* in the first quarter of 2006 because of Hurricane *Rita*.

- (11) *UT Health Center – Tyler* – The \$2 million year-to-date loss was primarily due to decreased net sales and services of hospitals as a result of decreases in admissions (8.5%), clinic visits (10%), Radiology (5%) and inpatient surgeries (31%) and increased bad debt reserves of \$2 million. An additional \$2 million was reserved for bad debt due to restructuring within Coding and Business Office. These accounts have not been written-off, however they have aged to greater than 120 days and must be reserved. A reversal of these reserves is expected over the next 60 days as new coding and collection processes are adopted. *UTHC-Tyler* anticipates ending the year with a \$2.2 million positive margin, which represents 1.7% of

projected revenues. This projection includes \$8.8 million in non-cash depreciation expense.

The Navigant Consulting Group helped *UTHC-Tyler's* management develop a three-year plan to improve operating margin. The three-year strategy focuses on cost reductions, affiliations and outreach.

- (12) *Investment Gains (Losses)* – The majority of the \$599.5 million (374.8%) increase in investment gains relates to the Permanent University Fund of \$309.4 million, the Long Term Fund of \$150.5 million and the Permanent Health Fund of \$31.3 million.

GLOSSARY OF TERMS

OPERATING REVENUES:

STUDENT TUITION AND FEES – All student tuition and fee revenues earned at the UT institution for educational purposes.

SPONSORED PROGRAMS – Funding received from local, state and federal governments or private agencies, organizations or individuals. 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 non profit healthcare company revenues, donated drugs, interest on student loans, etc.)

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.

PAYROLL RELATED COSTS – Expenses for all employee benefits paid by the institution or paid by the state on behalf of the institution.

PROFESSIONAL FEES AND CONTRACTED 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 Contracted Services. Includes such items as temporary employment expenses, fully insured medical plans expenses, janitorial services, dry cleaning services, etc.

SCHOLARSHIPS AND FELLOWSHIPS – Payments made for scholarship grants to students authorized by law.

TRAVEL – Payments for travel costs incurred during travel by employees, board or commission members and elected/appointed officials on state business.

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, thermal energy and waste disposal.

TELECOMMUNICATIONS - 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. 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 and judgments are considered nonoperating expenses.

FEDERAL SPONSORED PROGRAMS PASS-THROUGHS – Pass-throughs to other Texas state agencies, including other universities, of federal grants and contracts.

STATE SPONSORED PROGRAMS PASS-THROUGHS – Pass-throughs to other Texas state agencies, including Texas universities.

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

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.).

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.

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 can not be used to support current operations. Endowment gifts must be held in perpetuity and can not 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, The Short Term Fund, the Intermediate 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 less Long Term Fund transfers so as not to overstate investment income. This line item also includes the Available University Fund surface income, oil and gas royalties, and mineral lease bonus sales.

LONG TERM FUND DISTRIBUTION – At the institutional level, includes Long Term Fund fixed payouts approved by the Board of Regents. Investment income for System Administration and the consolidated sheet has been reduced for the amount of any Long Term Fund distribution so as not to overstate investment income system-wide.

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) – Total operating revenues less total operating expenses plus net other nonoperating adjustments.

ADJUSTED MARGIN (as a percentage) – Percentage of Adjusted Income (Loss) 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.

UNAUDITED
The University of Texas System Administration
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date <u>FY 2007</u>	November Year-to-Date <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Sponsored Programs	\$ 11,505,650	\$ 4,785,829	\$6,719,821	140.4%
Net Sales and Services of Educational Activities	6,313,647	4,169,033	2,144,614	51.4%
Other Operating Revenues	<u>2,566,525</u>	<u>477,828</u>	<u>2,088,697</u>	<u>437.1%</u>
Total Operating Revenues	<u>20,385,822</u>	<u>9,432,690</u>	<u>10,953,132</u>	<u>116.1%</u>
Operating Expenses				
Salaries and Wages	7,900,552	6,943,026	957,526	13.8%
Employee Benefits and Related Costs	1,467,624	1,410,192	57,432	4.1%
Professional Fees and Contracted Services	1,296,410	218,735	1,077,675	492.7%
Other Contracted Services	2,920,683	3,021,724	(101,041)	-3.3%
Scholarships and Fellowships	1,300	5,000	(3,700)	-74.0%
Travel	460,306	448,658	11,648	2.6%
Materials and Supplies	473,707	409,388	64,319	15.7%
Utilities	220,738	3,477	217,261	6,248.5%
Telecommunications	911,071	96,962	814,109	839.6%
Repairs and Maintenance	430,241	286,285	143,956	50.3%
Rentals and Leases	496,998	672,805	(175,807)	-26.1%
Printing and Reproduction	64,815	54,819	9,996	18.2%
Claims and Losses	22,997,849	12,764,038	10,233,811	80.2%
Depreciation and Amortization	1,601,062	1,329,211	271,851	20.5%
Other Operating Expenses	<u>908,347</u>	<u>1,362,826</u>	<u>(454,479)</u>	<u>-33.3%</u>
Total Operating Expenses	<u>42,151,703</u>	<u>29,027,146</u>	<u>13,124,557</u>	<u>45.2%</u>
Operating Loss	<u>(21,765,881)</u>	<u>(19,594,456)</u>	<u>(2,171,425)</u>	<u>-11.1%</u>
Other Nonoperating Adjustments				
State Appropriations	229,439	207,498	21,941	10.6%
Gift Contributions for Operations	217,938	62,395	155,543	249.3%
Net Investment Income	52,686,052	74,796,689	(22,110,637)	-29.6%
Long Term Fund Distribution	342,112	1,103,645	(761,533)	-69.0%
Interest Expense on Capital Asset Financings	<u>(11,921,372)</u>	<u>(11,927,619)</u>	<u>6,247</u>	<u>0.1%</u>
Net Other Nonoperating Adjustments	<u>41,554,169</u>	<u>64,242,608</u>	<u>(22,688,439)</u>	<u>-35.3%</u>
Adjusted Income (Loss)	19,788,288	44,648,152	(24,859,864)	-55.7%
Adjusted Margin (as a percentage)	26.8%	52.2%		
Available University Fund Transfer	8,000,334	7,423,785	576,549	7.8%
Adjusted Income (Loss) with AUF Transfer	27,788,622	52,071,937	(24,283,315)	-46.6%
Adjusted Margin % with AUF Transfer	33.9%	56.0%		
Investment Gains (Losses)	670,059,269	164,039,566	506,019,703	308.5%
Adj. Inc. (Loss) with AUF Transfer & Invest. Gains (Losses)	\$ 697,847,891	\$ 216,111,503	\$ 481,736,388	222.9%
Adj. Margin % with AUF Transfer & Invest. Gains (Losses)	93.8%	86.6%		

UNAUDITED
The University of Texas at Arlington
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date <u>FY 2007</u>	November Year-to-Date <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 41,370,879	\$ 35,295,590	\$ 6,075,289	17.2%
Sponsored Programs	14,085,900	13,354,346	731,554	5.5%
Net Sales and Services of Educational Activities	3,491,159	1,980,575	1,510,584	76.3%
Net Auxiliary Enterprises	6,704,535	6,613,834	90,701	1.4%
Other Operating Revenues	1,948,987	2,029,127	(80,140)	-3.9%
Total Operating Revenues	<u>67,601,460</u>	<u>59,273,472</u>	<u>8,327,988</u>	<u>14.1%</u>
Operating Expenses				
Salaries and Wages	41,643,782	38,833,543	2,810,239	7.2%
Employee Benefits and Related Costs	8,811,267	8,198,747	612,520	7.5%
Professional Fees and Contracted Services	1,358,028	982,259	375,769	38.3%
Other Contracted Services	2,699,006	2,161,888	537,118	24.8%
Scholarships and Fellowships	13,596,643	12,182,829	1,413,814	11.6%
Travel	849,698	788,642	61,056	7.7%
Materials and Supplies	4,043,549	3,843,146	200,403	5.2%
Utilities	2,405,741	2,442,860	(37,119)	-1.5%
Telecommunications	2,191,080	1,745,646	445,434	25.5%
Repairs and Maintenance	1,670,396	1,913,231	(242,835)	-12.7%
Rentals and Leases	620,525	752,818	(132,293)	-17.6%
Printing and Reproduction	455,657	506,893	(51,236)	-10.1%
Depreciation and Amortization	5,091,357	5,022,156	69,201	1.4%
Other Operating Expenses	3,066,763	1,860,782	1,205,981	64.8%
Total Operating Expenses	<u>88,503,492</u>	<u>81,235,440</u>	<u>7,268,052</u>	<u>8.9%</u>
Operating Loss	<u>(20,902,032)</u>	<u>(21,961,968)</u>	<u>1,059,936</u>	<u>4.8%</u>
Other Nonoperating Adjustments				
State Appropriations	26,361,284	25,790,043	571,241	2.2%
Gift Contributions for Operations	517,931	430,972	86,959	20.2%
Net Investment Income	1,617,616	1,772,972	(155,356)	-8.8%
Long Term Fund Distribution	576,891	533,657	43,234	8.1%
Interest Expense on Capital Asset Financings	(2,103,396)	(2,021,919)	(81,477)	-4.0%
Net Other Nonoperating Adjustments	<u>26,970,326</u>	<u>26,505,725</u>	<u>464,601</u>	<u>1.8%</u>
Adjusted Income (Loss)	6,068,294	4,543,757	1,524,537	33.6%
Adjusted Margin (as a percentage)	6.3%	5.2%		
Investment Gains (Losses)	1,316,460	(189,885)	1,506,345	793.3%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 7,384,754	\$ 4,353,872	\$ 3,030,882	69.6%
Adjusted Margin % with Investment Gains (Losses)	7.5%	5.0%		

UNAUDITED
The University of Texas at Austin
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	<u>November</u> <u>Year-to-Date</u> <u>FY 2007</u>	<u>November</u> <u>Year-to-Date</u> <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation</u> <u>Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 139,285,439	\$ 126,909,867	\$ 12,375,572	9.8%
Sponsored Programs	120,099,963	111,603,960	8,496,003	7.6%
Net Sales and Services of Educational Activities	34,958,813	26,254,144	8,704,669	33.2%
Net Auxiliary Enterprises	55,710,679	44,425,935	11,284,744	25.4%
Other Operating Revenues	3,358,508	1,685,582	1,672,926	99.2%
Total Operating Revenues	<u>353,413,402</u>	<u>310,879,488</u>	<u>42,533,914</u>	<u>13.7%</u>
Operating Expenses				
Salaries and Wages	225,416,404	213,166,470	12,249,934	5.7%
Employee Benefits and Related Costs	48,684,235	45,450,461	3,233,774	7.1%
Professional Fees and Contracted Services	5,143,554	4,513,642	629,912	14.0%
Other Contracted Services	16,623,774	16,020,363	603,411	3.8%
Scholarships and Fellowships	52,746,101	44,492,595	8,253,506	18.6%
Travel	8,168,803	7,846,040	322,763	4.1%
Materials and Supplies	26,279,143	27,689,238	(1,410,095)	-5.1%
Utilities	16,324,330	16,091,471	232,859	1.4%
Telecommunications	3,688,481	4,010,371	(321,890)	-8.0%
Repairs and Maintenance	5,395,671	5,780,054	(384,383)	-6.7%
Rentals and Leases	3,977,957	3,667,066	310,891	8.5%
Printing and Reproduction	2,469,142	1,954,038	515,104	26.4%
Federal Sponsored Programs Pass-Thrus	1,712,506	419,257	1,293,249	308.5%
Depreciation and Amortization	29,830,335	27,234,419	2,595,916	9.5%
Other Operating Expenses	23,774,326	14,998,208	8,776,118	58.5%
Total Operating Expenses	<u>470,234,762</u>	<u>433,333,693</u>	<u>36,901,069</u>	<u>8.5%</u>
Operating Loss	<u>(116,821,360)</u>	<u>(122,454,205)</u>	<u>5,632,845</u>	<u>4.6%</u>
Other Nonoperating Adjustments				
State Appropriations	77,663,040	77,793,386	(130,346)	-0.2%
Gift Contributions for Operations	17,861,507	22,231,836	(4,370,329)	-19.7%
Net Investment Income	7,863,584	8,568,232	(704,648)	-8.2%
Long Term Fund Distribution	25,562,656	23,894,925	1,667,731	7.0%
Interest Expense on Capital Asset Financings	(6,284,904)	(6,525,413)	240,509	3.7%
Net Other Nonoperating Adjustments	<u>122,665,883</u>	<u>125,962,966</u>	<u>(3,297,083)</u>	<u>-2.6%</u>
Adjusted Income (Loss)	5,844,523	3,508,761	2,335,762	66.6%
Adjusted Margin (as a percentage)	1.2%	0.8%		
Available University Fund Transfer	31,890,000	28,120,000	3,770,000	13.4%
Adjusted Income (Loss) with AUF Transfer	37,734,523	31,628,761	6,105,762	19.3%
Adjusted Margin % with AUF Transfer	7.3%	6.7%		
Investment Gains (Losses)	23,216,442	(39,825)	23,256,267	58,396.2%
Adj. Inc. (Loss) with AUF Transfer & Invest. Gains (Losses)	\$ 60,950,965	\$ 31,588,936	\$ 29,362,029	93.0%
Adj. Margin % with AUF Transfer & Invest. Gains (Losses)	12.1%	7.1%		

UNAUDITED
The University of Texas at Brownsville
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date <u>FY 2007</u>	November Year-to-Date <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 3,686,230	\$ 2,819,484	\$ 866,746	30.7%
Sponsored Programs	27,687,026	23,226,568	4,460,458	19.2%
Net Sales and Services of Educational Activities	249,888	242,191	7,697	3.2%
Net Auxiliary Enterprises	360,537	314,912	45,625	14.5%
Other Operating Revenues	1,707	22,167	(20,460)	-92.3%
Total Operating Revenues	<u>31,985,388</u>	<u>26,625,322</u>	<u>5,360,066</u>	<u>20.1%</u>
Operating Expenses				
Salaries and Wages	12,926,677	11,754,613	1,172,064	10.0%
Employee Benefits and Related Costs	3,282,731	2,965,916	316,815	10.7%
Professional Fees and Contracted Services	645,382	412,681	232,701	56.4%
Scholarships and Fellowships	15,726,156	12,798,838	2,927,318	22.9%
Travel	231,195	252,256	(21,061)	-8.3%
Materials and Supplies	1,215,128	1,013,539	201,589	19.9%
Utilities	996,520	969,535	26,985	2.8%
Telecommunications	288,505	420,917	(132,412)	-31.5%
Repairs and Maintenance	238,895	202,181	36,714	18.2%
Rentals and Leases	436,186	316,673	119,513	37.7%
Printing and Reproduction	91,600	81,153	10,447	12.9%
Bad Debt Expense	6,424	5,821	603	10.4%
Federal Sponsored Programs Pass-Thrus	5,977	-	5,977	100.0%
Depreciation and Amortization	1,342,798	1,282,187	60,611	4.7%
Other Operating Expenses	1,567,036	1,367,127	199,909	14.6%
Total Operating Expenses	<u>39,001,210</u>	<u>33,843,437</u>	<u>5,157,773</u>	<u>15.2%</u>
Operating Loss	<u>(7,015,822)</u>	<u>(7,218,115)</u>	<u>202,293</u>	<u>2.8%</u>
Other Nonoperating Adjustments				
State Appropriations	7,138,905	6,905,973	232,932	3.4%
Gift Contributions for Operations	120,883	100,110	20,773	20.8%
Net Investment Income	270,335	265,253	5,082	1.9%
Long Term Fund Distribution	74,809	67,926	6,883	10.1%
Interest Expense on Capital Asset Financings	(474,963)	(502,675)	27,712	5.5%
Net Other Nonoperating Adjustments	<u>7,129,969</u>	<u>6,836,587</u>	<u>293,382</u>	<u>4.3%</u>
Adjusted Income (Loss)	114,147	(381,528)	495,675	129.9%
Adjusted Margin (as a percentage)	0.3%	-1.1%		
Investment Gains (Losses)	1,056,913	(106,084)	1,162,997	1,096.3%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 1,171,060	\$ (487,612)	\$ 1,658,672	340.2%
Adjusted Margin % with Investment Gains (Losses)	2.9%	-1.4%		

UNAUDITED
The University of Texas at Dallas
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date <u>FY 2007</u>	November Year-to-Date <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 31,330,686	\$ 27,012,377	\$ 4,318,309	16.0%
Sponsored Programs	10,946,282	12,007,701	(1,061,419)	-8.8%
Net Sales and Services of Educational Activities	1,865,359	1,479,368	385,991	26.1%
Net Auxiliary Enterprises	1,476,951	1,468,473	8,478	0.6%
Other Operating Revenues	1,688,839	2,018,146	(329,307)	-16.3%
Total Operating Revenues	<u>47,308,117</u>	<u>43,986,065</u>	<u>3,322,052</u>	<u>7.6%</u>
Operating Expenses				
Salaries and Wages	34,057,185	31,525,148	2,532,037	8.0%
Employee Benefits and Related Costs	6,704,098	5,974,632	729,466	12.2%
Professional Fees and Contracted Services	514,899	755,675	(240,776)	-31.9%
Other Contracted Services	2,243,682	2,503,377	(259,695)	-10.4%
Scholarships and Fellowships	12,881,316	13,666,930	(785,614)	-5.7%
Travel	767,100	661,783	105,317	15.9%
Materials and Supplies	3,966,080	3,862,686	103,394	2.7%
Utilities	1,602,082	1,626,183	(24,101)	-1.5%
Telecommunications	291,252	414,093	(122,841)	-29.7%
Repairs and Maintenance	706,244	986,364	(280,120)	-28.4%
Rentals and Leases	357,822	106,791	251,031	235.1%
Printing and Reproduction	329,077	231,766	97,311	42.0%
Federal Sponsored Programs Pass-Thrus	14,590	-	14,590	100.0%
Depreciation and Amortization	4,057,137	3,627,284	429,853	11.9%
Other Operating Expenses	2,460,585	1,972,483	488,102	24.7%
Total Operating Expenses	<u>70,953,149</u>	<u>67,915,195</u>	<u>3,037,954</u>	<u>4.5%</u>
Operating Loss	<u>(23,645,032)</u>	<u>(23,929,130)</u>	<u>284,098</u>	<u>1.2%</u>
Other Nonoperating Adjustments				
State Appropriations	19,337,700	18,819,173	518,527	2.8%
Gift Contributions for Operations	1,560,794	929,375	631,419	67.9%
Net Investment Income	1,015,476	931,035	84,441	9.1%
Long Term Fund Distribution	1,938,636	1,836,966	101,670	5.5%
Interest Expense on Capital Asset Financings	(1,795,137)	(1,339,342)	(455,795)	-34.0%
Net Other Nonoperating Adjustments	<u>22,057,469</u>	<u>21,177,207</u>	<u>880,262</u>	<u>4.2%</u>
Adjusted Income (Loss)	(1,587,563)	(2,751,923)	1,164,360	42.3%
Adjusted Margin (as a percentage)	-2.2%	-4.1%		
Investment Gains (Losses)	3,713,807	(976,794)	4,690,601	480.2%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 2,126,244	\$ (3,728,717)	\$ 5,854,961	157.0%
Adjusted Margin % with Investment Gains (Losses)	2.8%	-5.7%		

UNAUDITED
The University of Texas at El Paso
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date <u>FY 2007</u>	November Year-to-Date <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 21,487,842	\$ 20,012,988	\$ 1,474,854	7.4%
Sponsored Programs	26,329,070	22,977,172	3,351,898	14.6%
Net Sales and Services of Educational Activities	1,367,573	984,460	383,113	38.9%
Net Auxiliary Enterprises	10,146,805	8,212,170	1,934,635	23.6%
Other Operating Revenues	4,970	9,238	(4,268)	-46.2%
Total Operating Revenues	<u>59,336,260</u>	<u>52,196,028</u>	<u>7,140,232</u>	<u>13.7%</u>
Operating Expenses				
Salaries and Wages	30,455,521	29,160,446	1,295,075	4.4%
Employee Benefits and Related Costs	7,449,207	6,862,492	586,715	8.5%
Professional Fees and Contracted Services	3,108,956	1,515,982	1,592,974	105.1%
Other Contracted Services	4,090,269	2,889,603	1,200,666	41.6%
Scholarships and Fellowships	20,074,082	18,410,889	1,663,193	9.0%
Travel	1,218,841	1,192,518	26,323	2.2%
Materials and Supplies	5,626,302	5,304,441	321,861	6.1%
Utilities	2,143,605	1,663,449	480,156	28.9%
Telecommunications	101,683	69,883	31,800	45.5%
Repairs and Maintenance	1,188,354	1,514,388	(326,034)	-21.5%
Rentals and Leases	1,144,243	591,959	552,284	93.3%
Printing and Reproduction	133,407	322,771	(189,364)	-58.7%
Federal Sponsored Programs Pass-Thrus	32,223	190,103	(157,880)	-83.0%
Depreciation and Amortization	3,086,782	2,970,006	116,776	3.9%
Other Operating Expenses	1,564,785	1,518,762	46,023	3.0%
Total Operating Expenses	<u>81,418,260</u>	<u>74,177,692</u>	<u>7,240,568</u>	<u>9.8%</u>
Operating Loss	<u>(22,082,000)</u>	<u>(21,981,664)</u>	<u>(100,336)</u>	<u>-0.5%</u>
Other Nonoperating Adjustments				
State Appropriations	19,930,317	20,498,478	(568,161)	-2.8%
Gift Contributions for Operations	2,145,497	1,399,250	746,247	53.3%
Net Investment Income	1,157,366	970,334	187,032	19.3%
Long Term Fund Distribution	1,134,728	1,084,898	49,830	4.6%
Interest Expense on Capital Asset Financings	(1,149,417)	(1,003,305)	(146,112)	-14.6%
Net Other Nonoperating Adjustments	<u>23,218,491</u>	<u>22,949,655</u>	<u>268,836</u>	<u>1.2%</u>
Adjusted Income (Loss)	1,136,491	967,991	168,500	17.4%
Adjusted Margin (as a percentage)	1.4%	1.3%		
Investment Gains (Losses)	812,105	(275,816)	1,087,921	394.4%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 1,948,596	\$ 692,175	\$ 1,256,421	181.5%
Adjusted Margin % with Investment Gains (Losses)	2.3%	0.9%		

UNAUDITED
The University of Texas-Pan American
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date <u>FY 2007</u>	November Year-to-Date <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 17,111,781	\$ 14,801,349	\$ 2,310,432	15.6%
Sponsored Programs	28,341,122	24,258,038	4,083,084	16.8%
Net Sales and Services of Educational Activities	1,886,251	1,542,026	344,225	22.3%
Net Auxiliary Enterprises	831,161	938,010	(106,849)	-11.4%
Other Operating Revenues	124,369	150,959	(26,590)	-17.6%
Total Operating Revenues	<u>48,294,684</u>	<u>41,690,382</u>	<u>6,604,302</u>	<u>15.8%</u>
Operating Expenses				
Salaries and Wages	21,942,456	19,736,775	2,205,681	11.2%
Employee Benefits and Related Costs	4,931,870	4,746,030	185,840	3.9%
Professional Fees and Contracted Services	408,909	238,067	170,842	71.8%
Other Contracted Services	2,030,082	690,334	1,339,748	194.1%
Scholarships and Fellowships	25,574,227	22,960,221	2,614,006	11.4%
Travel	566,193	654,849	(88,656)	-13.5%
Materials and Supplies	2,819,873	2,935,647	(115,774)	-3.9%
Utilities	1,375,238	1,210,898	164,340	13.6%
Telecommunications	301,672	172,394	129,278	75.0%
Repairs and Maintenance	809,608	290,718	518,890	178.5%
Rentals and Leases	169,136	171,975	(2,839)	-1.7%
Printing and Reproduction	53,358	160,151	(106,793)	-66.7%
Bad Debt Expense	306,702	306,234	468	0.2%
Federal Sponsored Programs Pass-Thrus	72	13,691	(13,619)	-99.5%
Depreciation and Amortization	4,160,517	3,580,153	580,364	16.2%
Other Operating Expenses	1,021,944	1,359,917	(337,973)	-24.9%
Total Operating Expenses	<u>66,471,857</u>	<u>59,228,054</u>	<u>7,243,803</u>	<u>12.2%</u>
Operating Loss	<u>(18,177,173)</u>	<u>(17,537,672)</u>	<u>(639,501)</u>	<u>-3.6%</u>
Other Nonoperating Adjustments				
State Appropriations	17,007,784	16,767,204	240,580	1.4%
Gift Contributions for Operations	325,719	569,802	(244,083)	-42.8%
Net Investment Income	873,645	478,728	394,917	82.5%
Long Term Fund Distribution	273,228	259,358	13,870	5.3%
Interest Expense on Capital Asset Financings	(1,131,690)	(594,178)	(537,512)	-90.5%
Net Other Nonoperating Adjustments	<u>17,348,686</u>	<u>17,480,914</u>	<u>(132,228)</u>	<u>-0.8%</u>
Adjusted Income (Loss)	(828,487)	(56,758)	(771,729)	-1,359.7%
Adjusted Margin (as a percentage)	-1.2%	-0.1%		
Investment Gains (Losses)	1,495,105	(275,880)	1,770,985	641.9%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 666,618	\$ (332,638)	\$ 999,256	300.4%
Adjusted Margin % with Investment Gains (Losses)	1.0%	-0.6%		

UNAUDITED
The University of Texas of the Permian Basin
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date <u>FY 2007</u>	November Year-to-Date <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 3,463,016	\$ 3,059,235	\$ 403,781	13.2%
Sponsored Programs	1,705,610	1,417,887	287,723	20.3%
Net Sales and Services of Educational Activities	79,181	81,292	(2,111)	-2.6%
Net Auxiliary Enterprises	693,540	698,759	(5,219)	-0.7%
Other Operating Revenues	20,586	20,688	(102)	-0.5%
Total Operating Revenues	<u>5,961,933</u>	<u>5,277,861</u>	<u>684,072</u>	<u>13.0%</u>
Operating Expenses				
Salaries and Wages	3,973,323	3,948,755	24,568	0.6%
Employee Benefits and Related Costs	878,232	861,986	16,246	1.9%
Professional Fees and Contracted Services	261,986	190,011	71,975	37.9%
Other Contracted Services	187,095	200,662	(13,567)	-6.8%
Scholarships and Fellowships	1,906,715	1,842,237	64,478	3.5%
Travel	127,889	164,490	(36,601)	-22.3%
Materials and Supplies	485,468	681,894	(196,426)	-28.8%
Utilities	459,443	333,315	126,128	37.8%
Telecommunications	170,662	190,067	(19,405)	-10.2%
Repairs and Maintenance	179,541	108,418	71,123	65.6%
Rentals and Leases	109,203	52,629	56,574	107.5%
Printing and Reproduction	56,060	53,138	2,922	5.5%
Depreciation and Amortization	836,934	836,934	-	0.0%
Other Operating Expenses	247,331	317,002	(69,671)	-22.0%
Total Operating Expenses	<u>9,879,882</u>	<u>9,781,538</u>	<u>98,344</u>	<u>1.0%</u>
Operating Loss	<u>(3,917,949)</u>	<u>(4,503,677)</u>	<u>585,728</u>	<u>13.0%</u>
Other Nonoperating Adjustments				
State Appropriations	4,302,129	4,285,606	16,523	0.4%
Gift Contributions for Operations	184,824	211,620	(26,796)	-12.7%
Net Investment Income	111,575	68,431	43,144	63.0%
Long Term Fund Distribution	172,400	163,902	8,498	5.2%
Interest Expense on Capital Asset Financings	(424,068)	(437,194)	13,126	3.0%
Net Other Nonoperating Adjustments	<u>4,346,860</u>	<u>4,292,365</u>	<u>54,495</u>	<u>1.3%</u>
Adjusted Income (Loss)	428,911	(211,312)	640,223	303.0%
Adjusted Margin (as a percentage)	4.0%	-2.1%		
Investment Gains (Losses)	202,494	794	201,700	25,403.0%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 631,405	\$ (210,518)	\$ 841,923	399.9%
Adjusted Margin % with Investment Gains (Losses)	5.8%	-2.1%		

UNAUDITED
The University of Texas at San Antonio
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date <u>FY 2007</u>	November Year-to-Date <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 44,499,558	\$ 38,970,727	\$ 5,528,831	14.2%
Sponsored Programs	24,608,602	23,396,016	1,212,586	5.2%
Net Sales and Services of Educational Activities	1,134,252	1,221,559	(87,307)	-7.1%
Net Auxiliary Enterprises	3,749,317	4,595,149	(845,832)	-18.4%
Other Operating Revenues	420,629	436,604	(15,975)	-3.7%
Total Operating Revenues	<u>74,412,358</u>	<u>68,620,055</u>	<u>5,792,303</u>	<u>8.4%</u>
Operating Expenses				
Salaries and Wages	37,986,523	36,195,573	1,790,950	4.9%
Employee Benefits and Related Costs	9,106,033	8,269,436	836,597	10.1%
Professional Fees and Contracted Services	854,755	723,948	130,807	18.1%
Other Contracted Services	1,283,789	499,254	784,535	157.1%
Scholarships and Fellowships	23,526,113	21,936,267	1,589,846	7.2%
Travel	1,244,863	1,183,172	61,691	5.2%
Materials and Supplies	3,933,402	7,216,704	(3,283,302)	-45.5%
Utilities	2,467,243	2,213,198	254,045	11.5%
Telecommunications	527,756	805,322	(277,566)	-34.5%
Repairs and Maintenance	1,517,265	906,304	610,961	67.4%
Rentals and Leases	577,453	690,851	(113,398)	-16.4%
Printing and Reproduction	286,473	237,707	48,766	20.5%
Federal Sponsored Programs Pass-Thrus	681,466	490,538	190,928	38.9%
Depreciation and Amortization	5,651,653	5,150,144	501,509	9.7%
Other Operating Expenses	1,484,018	1,379,524	104,494	7.6%
Total Operating Expenses	<u>91,128,805</u>	<u>87,897,942</u>	<u>3,230,863</u>	<u>3.7%</u>
Operating Loss	<u>(16,716,447)</u>	<u>(19,277,887)</u>	<u>2,561,440</u>	<u>13.3%</u>
Other Nonoperating Adjustments				
State Appropriations	24,326,152	23,947,231	378,921	1.6%
Gift Contributions for Operations	826,338	1,256,989	(430,651)	-34.3%
Net Investment Income	1,478,845	1,146,929	331,916	28.9%
Long Term Fund Distribution	486,010	404,338	81,672	20.2%
Interest Expense on Capital Asset Financings	(2,981,058)	(2,545,467)	(435,591)	-17.1%
Net Other Nonoperating Adjustments	<u>24,136,287</u>	<u>24,210,020</u>	<u>(73,733)</u>	<u>-0.3%</u>
Adjusted Income (Loss)	7,419,840	4,932,133	2,487,707	50.4%
Adjusted Margin (as a percentage)	7.3%	5.2%		
Investment Gains (Losses)	6,146,845	35,308	6,111,537	17,309.2%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 13,566,685	\$ 4,967,441	\$ 8,599,244	173.1%
Adjusted Margin % with Investment Gains (Losses)	12.6%	5.2%		

UNAUDITED
The University of Texas at Tyler
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date <u>FY 2007</u>	November Year-to-Date <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 6,633,816	\$ 5,544,369	\$ 1,089,447	19.6%
Sponsored Programs	3,518,524	3,025,465	493,059	16.3%
Net Sales and Services of Educational Activities	293,283	213,475	79,808	37.4%
Net Auxiliary Enterprises	1,155,313	855,770	299,543	35.0%
Other Operating Revenues	25,218	134,140	(108,922)	-81.2%
Total Operating Revenues	<u>11,626,154</u>	<u>9,773,219</u>	<u>1,852,935</u>	<u>19.0%</u>
Operating Expenses				
Salaries and Wages	7,371,029	7,002,471	368,558	5.3%
Employee Benefits and Related Costs	1,858,496	1,675,273	183,223	10.9%
Professional Fees and Contracted Services	315,148	447,212	(132,064)	-29.5%
Other Contracted Services	832,611	538,051	294,560	54.7%
Scholarships and Fellowships	3,694,482	3,644,901	49,581	1.4%
Travel	237,255	229,121	8,134	3.6%
Materials and Supplies	1,660,741	930,555	730,186	78.5%
Utilities	246,136	334,079	(87,943)	-26.3%
Telecommunications	141,767	116,947	24,820	21.2%
Repairs and Maintenance	96,946	461,693	(364,747)	-79.0%
Rentals and Leases	92,619	59,196	33,423	56.5%
Printing and Reproduction	214,848	168,355	46,493	27.6%
Depreciation and Amortization	1,508,461	1,525,248	(16,787)	-1.1%
Other Operating Expenses	353,466	284,562	68,904	24.2%
Total Operating Expenses	<u>18,624,005</u>	<u>17,417,664</u>	<u>1,206,341</u>	<u>6.9%</u>
Operating Loss	<u>(6,997,851)</u>	<u>(7,644,445)</u>	<u>646,594</u>	<u>8.5%</u>
Other Nonoperating Adjustments				
State Appropriations	7,460,200	7,335,078	125,122	1.7%
Gift Contributions for Operations	397,398	117,344	280,054	238.7%
Net Investment Income	186,012	245,511	(59,499)	-24.2%
Long Term Fund Distribution	636,243	602,373	33,870	5.6%
Interest Expense on Capital Asset Financings	(624,777)	(571,939)	(52,838)	-9.2%
Net Other Nonoperating Adjustments	<u>8,055,076</u>	<u>7,728,367</u>	<u>326,709</u>	<u>4.2%</u>
Adjusted Income (Loss)	1,057,225	83,922	973,303	1,159.8%
Adjusted Margin (as a percentage)	5.2%	0.5%		
Investment Gains (Losses)	45,024	(4,461)	49,485	1,109.3%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 1,102,249	\$ 79,461	\$ 1,022,788	1287.2%
Adjusted Margin % with Investment Gains (Losses)	5.4%	0.4%		

UNAUDITED
The University of Texas Southwestern Medical Center at Dallas
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date <u>FY 2007</u>	November Year-to-Date <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 7,736,640	\$ 7,325,112	\$ 411,528	5.6%
Sponsored Programs	98,849,880	92,506,528	6,343,352	6.9%
Net Sales and Services of Educational Activities	1,670,049	3,351,473	(1,681,424)	-50.2%
Net Sales and Services of Hospitals	68,686,030	68,138,285	547,745	0.8%
Net Professional Fees	66,220,557	60,063,403	6,157,154	10.3%
Net Auxiliary Enterprises	4,503,630	4,456,219	47,411	1.1%
Other Operating Revenues	1,241,293	1,659,429	(418,136)	-25.2%
Total Operating Revenues	<u>248,908,079</u>	<u>237,500,449</u>	<u>11,407,630</u>	<u>4.8%</u>
Operating Expenses				
Salaries and Wages	154,124,328	144,119,049	10,005,279	6.9%
Employee Benefits and Related Costs	41,248,109	38,301,769	2,946,340	7.7%
Professional Fees and Contracted Services	2,597,738	3,206,225	(608,487)	-19.0%
Other Contracted Services	18,602,600	18,257,064	345,536	1.9%
Scholarships and Fellowships	5,101,591	5,009,884	91,707	1.8%
Travel	2,169,568	1,890,401	279,167	14.8%
Materials and Supplies	42,991,538	39,359,859	3,631,679	9.2%
Utilities	5,032,691	5,564,209	(531,518)	-9.6%
Telecommunications	1,100,091	1,333,003	(232,912)	-17.5%
Repairs and Maintenance	2,578,120	2,221,475	356,645	16.1%
Rentals and Leases	2,563,154	2,893,114	(329,960)	-11.4%
Printing and Reproduction	665,605	667,754	(2,149)	-0.3%
Federal Sponsored Programs Pass-Thrus	69,239	77,103	(7,864)	-10.2%
Depreciation and Amortization	15,087,905	14,238,044	849,861	6.0%
Other Operating Expenses	12,635,332	13,315,658	(680,326)	-5.1%
Total Operating Expenses	<u>306,567,609</u>	<u>290,454,611</u>	<u>16,112,998</u>	<u>5.5%</u>
Operating Loss	<u>(57,659,530)</u>	<u>(52,954,162)</u>	<u>(4,705,368)</u>	<u>-8.9%</u>
Other Nonoperating Adjustments				
State Appropriations	39,471,908	36,402,308	3,069,600	8.4%
Gift Contributions for Operations	5,196,121	6,153,203	(957,082)	-15.6%
Net Investment Income	9,780,168	8,874,319	905,849	10.2%
Long Term Fund Distribution	7,629,407	7,069,554	559,853	7.9%
Interest Expense on Capital Asset Financings	(5,679,552)	(5,246,570)	(432,982)	-8.3%
Net Other Nonoperating Adjustments	<u>56,398,052</u>	<u>53,252,814</u>	<u>3,145,238</u>	<u>5.9%</u>
Adjusted Income (Loss)	(1,261,478)	298,652	(1,560,130)	-522.4%
Adjusted Margin (as a percentage)	-0.4%	0.1%		
Investment Gains (Losses)	17,439,480	(2,146,527)	19,586,007	912.5%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 16,178,002	\$ (1,847,875)	\$ 18,025,877	975.5%
Adjusted Margin % with Investment Gains (Losses)	4.9%	-0.6%		

UNAUDITED
The University of Texas Medical Branch at Galveston
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date <u>FY 2007</u>	November Year-to-Date <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 4,240,875	\$ 3,357,830	\$ 883,045	26.3%
Sponsored Programs	50,372,620	53,495,265	(3,122,645)	-5.8%
Net Sales and Services of Hospitals	168,759,386	163,848,220	4,911,166	3.0%
Net Professional Fees	26,842,384	26,169,970	672,414	2.6%
Net Auxiliary Enterprises	2,079,226	2,079,700	(474)	0.0%
Other Operating Revenues	9,458,324	5,359,712	4,098,612	76.5%
Total Operating Revenues	<u>261,752,815</u>	<u>254,310,697</u>	<u>7,442,118</u>	<u>2.9%</u>
Operating Expenses				
Salaries and Wages	183,052,851	181,866,491	1,186,360	0.7%
Employee Benefits and Related Costs	42,810,492	44,625,021	(1,814,529)	-4.1%
Professional Fees and Contracted Services	10,364,482	9,168,548	1,195,934	13.0%
Other Contracted Services	10,315,890	15,755,700	(5,439,810)	-34.5%
Scholarships and Fellowships	2,085,694	2,011,876	73,818	3.7%
Travel	1,607,595	1,413,389	194,206	13.7%
Materials and Supplies	42,672,048	40,601,908	2,070,140	5.1%
Utilities	6,867,724	8,455,298	(1,587,574)	-18.8%
Telecommunications	3,654,123	3,166,567	487,556	15.4%
Repairs and Maintenance	7,591,045	6,735,584	855,461	12.7%
Rentals and Leases	3,774,985	3,310,295	464,690	14.0%
Printing and Reproduction	556,811	443,690	113,121	25.5%
Federal Sponsored Programs Pass-Thrus	3,793,213	1,094,423	2,698,790	246.6%
Depreciation and Amortization	12,864,139	13,370,351	(506,212)	-3.8%
Other Operating Expenses	18,588,679	20,213,800	(1,625,121)	-8.0%
Total Operating Expenses	<u>350,599,771</u>	<u>352,232,941</u>	<u>(1,633,170)</u>	<u>-0.5%</u>
Operating Loss	<u>(88,846,956)</u>	<u>(97,922,244)</u>	<u>9,075,288</u>	<u>9.3%</u>
Other Nonoperating Adjustments				
State Appropriations	71,887,351	71,142,878	744,473	1.0%
Gift Contributions for Operations	2,333,299	1,469,215	864,084	58.8%
Net Investment Income	3,831,474	4,689,428	(857,954)	-18.3%
Long Term Fund Distribution	4,221,484	3,360,808	860,676	25.6%
Interest Expense on Capital Asset Financings	(1,788,249)	(1,467,097)	(321,152)	-21.9%
Net Other Nonoperating Adjustments	<u>80,485,359</u>	<u>79,195,232</u>	<u>1,290,127</u>	<u>1.6%</u>
Adjusted Income (Loss)	(8,361,597)	(18,727,012)	10,365,415	55.4%
Adjusted Margin (as a percentage)	-2.4%	-5.6%		
Investment Gains (Losses)	6,977,257	(1,348,162)	8,325,419	617.5%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ (1,384,340)	\$ (20,075,174)	\$ 18,690,834	93.1%
Adjusted Margin % with Investment Gains (Losses)	-0.4%	-6.0%		

UNAUDITED
The University of Texas Health Science Center at Houston
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date FY 2007	November Year-to-Date FY 2006	Variance	Fluctuation Percentage
Operating Revenues				
Student Tuition and Fees	\$ 5,372,038	\$ 5,103,651	\$ 268,387	5.3%
Sponsored Programs	71,990,700	65,854,030	6,136,670	9.3%
Net Sales and Services of Educational Activities	9,382,313	8,520,370	861,943	10.1%
Net Sales and Services of Hospitals	7,149,158	6,757,425	391,733	5.8%
Net Professional Fees	24,253,729	25,584,053	(1,330,324)	-5.2%
Net Auxiliary Enterprises	5,525,797	5,336,446	189,351	3.5%
Other Operating Revenues	8,069,944	7,917,222	152,722	1.9%
Total Operating Revenues	131,743,679	125,073,197	6,670,482	5.3%
Operating Expenses				
Salaries and Wages	81,348,065	79,329,648	2,018,417	2.5%
Employee Benefits and Related Costs	18,270,620	17,729,259	541,361	3.1%
Professional Fees and Contracted Services	14,710,569	13,203,173	1,507,396	11.4%
Other Contracted Services	11,716,320	8,867,116	2,849,204	32.1%
Scholarships and Fellowships	892,946	336,783	556,163	165.1%
Travel	1,416,182	1,096,163	320,019	29.2%
Materials and Supplies	14,826,752	12,648,477	2,178,275	17.2%
Utilities	4,418,129	2,374,007	2,044,122	86.1%
Telecommunications	281,454	627,617	(346,163)	-55.2%
Repairs and Maintenance	1,894,813	1,143,641	751,172	65.7%
Rentals and Leases	3,142,873	4,926,121	(1,783,248)	-36.2%
Printing and Reproduction	1,014,055	872,523	141,532	16.2%
Bad Debt Expense	-	1,400	(1,400)	-100.0%
Federal Sponsored Programs Pass-Thrus	1,317,161	1,291,334	25,827	2.0%
Depreciation and Amortization	7,708,443	6,868,352	840,091	12.2%
Other Operating Expenses	12,437,720	12,684,768	(247,048)	-1.9%
Total Operating Expenses	175,396,102	164,000,382	11,395,720	6.9%
Operating Loss	(43,652,423)	(38,927,185)	(4,725,238)	-12.1%
Other Nonoperating Adjustments				
State Appropriations	38,448,414	37,990,109	458,305	1.2%
Gift Contributions for Operations	7,785,253	2,416,986	5,368,267	222.1%
Net Investment Income	3,441,032	3,508,207	(67,175)	-1.9%
Long Term Fund Distribution	1,261,645	1,143,130	118,515	10.4%
Interest Expense on Capital Asset Financings	(2,211,168)	(2,211,629)	461	0.0%
Net Other Nonoperating Adjustments	48,725,176	42,846,803	5,878,373	13.7%
Adjusted Income (Loss)	5,072,753	3,919,618	1,153,135	29.4%
Adjusted Margin (as a percentage)	2.8%	2.3%		
Investment Gains (Losses)	6,536,638	(1,477,908)	8,014,546	542.3%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 11,609,391	\$ 2,441,710	\$ 9,167,681	375.5%
Adjusted Margin % with Investment Gains (Losses)	6.1%	1.4%		

UNAUDITED
The University of Texas Health Science Center at San Antonio
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date <u>FY 2007</u>	November Year-to-Date <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 5,800,000	\$ 5,664,823	\$ 135,177	2.4%
Sponsored Programs	44,505,414	46,766,148	(2,260,734)	-4.8%
Net Sales and Services of Educational Activities	5,679,593	5,467,964	211,629	3.9%
Net Professional Fees	19,307,162	20,083,386	(776,224)	-3.9%
Net Auxiliary Enterprises	732,474	939,697	(207,223)	-22.1%
Other Operating Revenues	6,588,839	7,093,025	(504,186)	-7.1%
Total Operating Revenues	<u>82,613,482</u>	<u>86,015,043</u>	<u>(3,401,561)</u>	<u>-4.0%</u>
Operating Expenses				
Salaries and Wages	70,540,264	69,003,103	1,537,161	2.2%
Employee Benefits and Related Costs	17,399,595	16,938,342	461,253	2.7%
Professional Fees and Contracted Services	2,151,646	2,639,641	(487,995)	-18.5%
Other Contracted Services	3,988,114	3,941,725	46,389	1.2%
Scholarships and Fellowships	488,821	413,090	75,731	18.3%
Travel	962,855	1,189,156	(226,301)	-19.0%
Materials and Supplies	7,925,749	8,432,846	(507,097)	-6.0%
Utilities	3,250,000	2,976,429	273,571	9.2%
Telecommunications	1,670,121	1,338,679	331,442	24.8%
Repairs and Maintenance	948,370	598,479	349,891	58.5%
Rentals and Leases	491,232	646,620	(155,388)	-24.0%
Printing and Reproduction	303,297	457,801	(154,504)	-33.7%
Federal Sponsored Programs Pass-Thrus	156,250	131,386	24,864	18.9%
Depreciation and Amortization	6,250,000	5,778,868	471,132	8.2%
Other Operating Expenses	16,118,091	17,580,477	(1,462,386)	-8.3%
Total Operating Expenses	<u>132,644,405</u>	<u>132,066,642</u>	<u>577,763</u>	<u>0.4%</u>
Operating Loss	<u>(50,030,923)</u>	<u>(46,051,599)</u>	<u>(3,979,324)</u>	<u>-8.6%</u>
Other Nonoperating Adjustments				
State Appropriations	37,995,748	37,835,761	159,987	0.4%
Gift Contributions for Operations	1,736,032	701,795	1,034,237	147.4%
Net Investment Income	5,269,337	5,792,911	(523,574)	-9.0%
Long Term Fund Distribution	1,161,647	1,054,565	107,082	10.2%
Interest Expense on Capital Asset Financings	(1,551,321)	(1,498,522)	(52,799)	-3.5%
Net Other Nonoperating Adjustments	<u>44,611,443</u>	<u>43,886,510</u>	<u>724,933</u>	<u>1.7%</u>
Adjusted Income (Loss)	(5,419,480)	(2,165,089)	(3,254,391)	-150.3%
Adjusted Margin (as a percentage)	-4.2%	-1.6%		
Investment Gains (Losses)	5,498,135	(425,288)	5,923,423	1,392.8%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 78,655	\$ (2,590,377)	\$ 2,669,032	103.0%
Adjusted Margin % with Investment Gains (Losses)	0.1%	-2.0%		

UNAUDITED
The University of Texas M. D. Anderson Cancer Center
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date <u>FY 2007</u>	November Year-to-Date <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 106,151	\$ 88,288	\$ 17,863	20.2%
Sponsored Programs	54,958,776	55,678,341	(719,565)	-1.3%
Net Sales and Services of Educational Activities	972,390	713,546	258,844	36.3%
Net Sales and Services of Hospitals	402,408,620	352,240,577	50,168,043	14.2%
Net Professional Fees	59,599,407	50,851,981	8,747,426	17.2%
Net Auxiliary Enterprises	5,964,743	5,291,403	673,340	12.7%
Other Operating Revenues	6,757,078	4,110,874	2,646,204	64.4%
Total Operating Revenues	<u>530,767,165</u>	<u>468,975,010</u>	<u>61,792,155</u>	<u>13.2%</u>
Operating Expenses				
Salaries and Wages	268,017,832	251,003,936	17,013,896	6.8%
Employee Benefits and Related Costs	69,761,489	64,433,492	5,327,997	8.3%
Professional Fees and Contracted Services	21,507,908	19,072,915	2,434,993	12.8%
Other Contracted Services	16,392,006	14,675,843	1,716,163	11.7%
Travel	4,522,989	3,629,323	893,666	24.6%
Materials and Supplies	103,218,375	89,994,532	13,223,843	14.7%
Utilities	12,787,548	16,565,567	(3,778,019)	-22.8%
Telecommunications	1,519,308	2,349,294	(829,986)	-35.3%
Repairs and Maintenance	11,128,736	9,044,216	2,084,520	23.0%
Rentals and Leases	7,030,230	7,024,051	6,179	0.1%
Federal Sponsored Programs Pass-Thrus	(367,048)	47,087	(414,135)	-879.5%
Depreciation and Amortization	44,901,580	44,716,837	184,743	0.4%
Other Operating Expenses	641,760	906,953	(265,193)	-29.2%
Total Operating Expenses	<u>561,062,713</u>	<u>523,464,046</u>	<u>37,598,667</u>	<u>7.2%</u>
Operating Loss	<u>(30,295,548)</u>	<u>(54,489,036)</u>	<u>24,193,488</u>	<u>44.4%</u>
Other Nonoperating Adjustments				
State Appropriations	40,360,122	39,635,217	724,905	1.8%
Gift Contributions for Operations	16,612,605	10,434,077	6,178,528	59.2%
Net Investment Income	9,371,937	8,573,981	797,956	9.3%
Long Term Fund Distribution	3,630,677	3,416,448	214,229	6.3%
Interest Expense on Capital Asset Financings	(8,015,730)	(7,340,103)	(675,627)	-9.2%
Net Other Nonoperating Adjustments	<u>61,959,611</u>	<u>54,719,620</u>	<u>7,239,991</u>	<u>13.2%</u>
Adjusted Income (Loss)	31,664,063	230,584	31,433,479	13,632.1%
Adjusted Margin (as a percentage)	5.3%	0.0%		
Investment Gains (Losses)	14,948,501	3,216,733	11,731,768	364.7%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 46,612,564	\$ 3,447,317	\$ 43,165,247	1252.1%
Adjusted Margin % with Investment Gains (Losses)	7.6%	0.6%		

UNAUDITED
The University of Texas Health Center at Tyler
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2006

	November Year-to-Date <u>FY 2007</u>	November Year-to-Date <u>FY 2006</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Sponsored Programs	\$ 3,549,080	\$ 3,005,706	\$ 543,374	18.1%
Net Sales and Services of Educational Activities	107,756	330,630	(222,874)	-67.4%
Net Sales and Services of Hospitals	8,947,184	10,222,007	(1,274,823)	-12.5%
Net Professional Fees	2,375,403	2,980,110	(604,707)	-20.3%
Net Auxiliary Enterprises	50,199	57,064	(6,865)	-12.0%
Other Operating Revenues	390,179	710,714	(320,535)	-45.1%
Total Operating Revenues	<u>15,419,801</u>	<u>17,306,231</u>	<u>(1,886,430)</u>	<u>-10.9%</u>
Operating Expenses				
Salaries and Wages	13,106,816	14,778,398	(1,671,582)	-11.3%
Employee Benefits and Related Costs	3,506,092	3,534,597	(28,505)	-0.8%
Professional Fees and Contracted Services	1,024,376	1,103,009	(78,633)	-7.1%
Other Contracted Services	1,742,926	1,767,294	(24,368)	-1.4%
Travel	124,328	125,889	(1,561)	-1.2%
Materials and Supplies	3,112,442	4,024,626	(912,184)	-22.7%
Utilities	681,915	678,979	2,936	0.4%
Telecommunications	148,108	130,737	17,371	13.3%
Repairs and Maintenance	908,148	498,969	409,179	82.0%
Rentals and Leases	390,079	349,133	40,946	11.7%
Printing and Reproduction	6,332	35,610	(29,278)	-82.2%
Federal Sponsored Programs Pass-Thrus	81,140	84,512	(3,372)	-4.0%
Depreciation and Amortization	2,197,283	2,114,160	83,123	3.9%
Other Operating Expenses	714,247	662,640	51,607	7.8%
Total Operating Expenses	<u>27,744,232</u>	<u>29,888,553</u>	<u>(2,144,321)</u>	<u>-7.2%</u>
Operating Loss	<u>(12,324,431)</u>	<u>(12,582,322)</u>	<u>257,891</u>	<u>2.0%</u>
Other Nonoperating Adjustments				
State Appropriations	9,345,844	9,881,638	(535,794)	-5.4%
Gift Contributions for Operations	246,356	316,803	(70,447)	-22.2%
Net Investment Income	900,139	805,884	94,255	11.7%
Long Term Fund Distribution	100,740	92,604	8,136	8.8%
Interest Expense on Capital Asset Financings	(226,740)	(218,380)	(8,360)	-3.8%
Net Other Nonoperating Adjustments	<u>10,366,339</u>	<u>10,878,549</u>	<u>(512,210)</u>	<u>-4.7%</u>
Adjusted Income (Loss)	(1,958,092)	(1,703,773)	(254,319)	-14.9%
Adjusted Margin (as a percentage)	-7.5%	-6.0%		
Investment Gains (Losses)	-	(61,170)	61,170	100.0%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ (1,958,092)	\$ (1,764,943)	\$ (193,149)	-10.9%
Adjusted Margin % with Investment Gains (Losses)	-7.5%	-6.2%		