

THE UNIVERSITY OF TEXAS SYSTEM
OFFICE OF THE CONTROLLER

MONTHLY FINANCIAL REPORT
(unaudited)

NOVEMBER 2007



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THE UNIVERSITY OF TEXAS SYSTEM
MONTHLY FINANCIAL REPORT
(Unaudited)
FOR THE THREE MONTHS ENDING
NOVEMBER 30, 2007

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**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.

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UNAUDITED
The University of Texas System
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date <u>FY 2008</u>	November Year-to-Date <u>FY 2007</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 351,225,261	\$ 329,415,694	\$ 21,809,567	6.6%
Sponsored Programs	625,558,528	596,366,147	29,192,381	4.9%
Net Sales and Services of Educational Activities	69,355,948	72,875,058	(3,519,110)	-4.8%
Net Sales and Services of Hospitals	719,670,991	655,949,661	63,721,330	9.7%
Net Professional Fees	219,117,736	197,667,005	21,450,731	10.9%
Net Auxiliary Enterprises	100,263,395	99,684,907	578,488	0.6%
Other Operating Revenues	45,266,164	47,862,870	(2,596,706)	-5.4%
Total Operating Revenues	<u>2,130,458,023</u>	<u>1,999,821,342</u>	<u>130,636,681</u>	<u>6.5%</u>
Operating Expenses				
Salaries and Wages	1,282,038,754	1,195,204,833	86,833,921	7.3%
Payroll Related Costs	307,228,358	284,977,975	22,250,383	7.8%
Professional Fees and Contracted Services	69,739,650	65,904,472	3,835,178	5.8%
Other Contracted Services	97,868,904	94,383,748	3,485,156	3.7%
Scholarships and Fellowships	187,036,067	176,613,639	10,422,428	5.9%
Travel	28,012,006	24,692,734	3,319,272	13.4%
Materials and Supplies	279,498,958	267,142,657	12,356,301	4.6%
Utilities	68,400,341	61,019,357	7,380,984	12.1%
Telecommunications	39,333,190	16,801,799	22,531,391	134.1%
Repairs and Maintenance	44,065,150	37,322,709	6,742,441	18.1%
Rentals and Leases	32,989,750	25,374,695	7,615,055	30.0%
Printing and Reproduction	6,518,850	6,700,537	(181,687)	-2.7%
Bad Debt Expense	13,795	313,126	(299,331)	-95.6%
Claims and Losses	279,865	22,997,849	(22,717,984)	-98.8%
Federal Sponsored Programs Pass-Throughs	7,415,624	7,883,930	(468,306)	-5.9%
Depreciation and Amortization	168,364,766	154,676,363	13,688,403	8.8%
Other Operating Expenses	90,055,693	97,796,067	(7,740,374)	-7.9%
Total Operating Expenses	<u>2,708,859,721</u>	<u>2,539,806,490</u>	<u>169,053,231</u>	<u>6.7%</u>
Operating Loss	<u>(578,401,698)</u>	<u>(539,985,148)</u>	<u>(38,416,550)</u>	<u>-7.1%</u>
Other Nonoperating Adjustments				
State Appropriations	486,314,656	441,562,761	44,751,895	10.1%
Gift Contributions for Operations	98,397,652	58,068,495	40,329,157	69.5%
Net Investment Income	136,416,650	107,149,275	29,267,375	27.3%
Long Term Fund Distribution	52,824,170	49,203,313	3,620,857	7.4%
Interest Expense on Capital Asset Financings	(45,854,399)	(41,686,296)	(4,168,103)	-10.0%
Net Other Nonoperating Adjustments	<u>728,098,729</u>	<u>614,297,548</u>	<u>113,801,181</u>	<u>18.5%</u>
Adjusted Income (Loss) including Depreciation	149,697,031	74,312,400	75,384,631	101.4%
Adjusted Margin (as a percentage) including Depreciation	5.2%	2.8%		
Investment Gains (Losses)	785,415,498	759,464,475	25,951,023	3.4%
Adj. Inc. (Loss) with Investment Gains (Losses)	\$ 935,112,529	\$ 833,776,875	\$ 101,335,654	12.2%
Adj. Margin % with Investment Gains (Losses)	25.3%	24.4%		
Adjusted Income (Loss) with Investment Gains (Losses) excluding Depreciation	1,103,477,295	988,453,238	115,024,057	11.6%
Adjusted Margin (as a percentage) with Investment Gains (Losses) excluding Depreciation	29.9%	28.9%		

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The University of Texas System
Comparison of Adjusted Income (Loss)
For the Three Months Ending November 30, 2007

	Including Depreciation and Amortization Expense			
	November	November	Variance	Fluctuation
	Year-to-Date	Year-to-Date		
	FY 2008	FY 2007		Percentage
UT System Administration	\$ 71,029,046	\$ 39,983,436	\$ 31,045,610 (1)	77.6%
UT Arlington	4,145,686	5,792,338	(1,646,652)	-28.4%
UT Austin	35,511,632	32,884,834	2,626,798	8.0%
UT Brownsville	794,364	161,894	632,470 (2)	390.7%
UT Dallas	763,940	(2,068,426)	2,832,366 (3)	136.9%
UT El Paso	1,283,935	1,195,371	88,564	7.4%
UT Pan American	(302,965) (4)	(467,574)	164,609	35.2%
UT Permian Basin	2,689,380	469,380	2,220,000 (5)	473.0%
UT San Antonio	10,582,173	7,219,714	3,362,459	46.6%
UT Tyler	2,303,468	947,068	1,356,400 (6)	143.2%
UT Southwestern Medical Center - Dallas	18,795,737	(1,655,924)	20,451,661 (7)	1,235.1%
UT Medical Branch - Galveston	(6,278,391) (8)	(8,866,307)	2,587,916	29.2%
UT Health Science Center - Houston	4,814,130	5,024,341	(210,211)	-4.2%
UT Health Science Center - San Antonio	(4,572,803) (9)	(3,557,734)	(1,015,069)	-28.5%
UT M. D. Anderson Cancer Center	44,518,310	30,468,998	14,049,312 (10)	46.1%
UT Health Center - Tyler	(480,611) (11)	(1,329,009)	848,398	63.8%
Elimination of AUF Transfer	(35,900,000)	(31,890,000)	(4,010,000)	-12.6%
Total Adjusted Income (Loss)	149,697,031	74,312,400	75,384,631	101.4%
Investment Gains (Losses)	785,415,498	759,464,475	25,951,023	3.4%
Total Adjusted Income (Loss) with Investment Gains (Losses) Including Depreciation and Amortization	\$ 935,112,529	\$ 833,776,875	\$ 101,335,654	12.2%

	Excluding Depreciation and Amortization Expense			
	November	November	Variance	Fluctuation
	Year-to-Date	Year-to-Date		
	FY 2008	FY 2007		Percentage
UT System Administration	\$ 72,385,778	\$ 41,322,205	\$ 31,063,573	75.2%
UT Arlington	9,264,983	11,066,037	(1,801,054)	-16.3%
UT Austin	75,403,828	66,691,780	8,712,048	13.1%
UT Brownsville	2,270,415	1,512,601	757,814	50.1%
UT Dallas	5,653,958	2,714,038	2,939,920	108.3%
UT El Paso	4,954,342	4,628,740	325,602	7.0%
UT Pan American	3,723,182	3,531,011	192,171	5.4%
UT Permian Basin	3,601,880	1,283,797	2,318,083	180.6%
UT San Antonio	16,868,293	13,229,363	3,638,930	27.5%
UT Tyler	4,158,258	2,648,856	1,509,402	57.0%
UT Southwestern Medical Center - Dallas	35,312,800	14,390,800	20,922,000	145.4%
UT Medical Branch - Galveston	8,898,973	3,997,832	4,901,141	122.6%
UT Health Science Center - Houston	13,078,788	13,265,795	(187,007)	-1.4%
UT Health Science Center - San Antonio	1,927,197	2,143,481	(216,284)	-10.1%
UT M. D. Anderson Cancer Center	95,325,738	78,177,688	17,148,050	21.9%
UT Health Center - Tyler	1,133,384	274,739	858,645	312.5%
Elimination of AUF Transfer	(35,900,000)	(31,890,000)	(4,010,000)	-12.6%
Total Adjusted Income (Loss)	318,061,797	228,988,763	89,073,034	38.9%
Investment Gains (Losses)	785,415,498	759,464,475	25,951,023	3.4%
Total Adjusted Income (Loss) with Investment Gains (Losses) Excluding Depreciation and Amortization	\$ 1,103,477,295	\$ 988,453,238	\$ 115,024,057	11.6%

THE UNIVERSITY OF TEXAS SYSTEM
EXPLANATION OF VARIANCES ON THE MONTHLY FINANCIAL REPORT
For the Three Months Ending November 30, 2007

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 \$31 million (77.6%) increase in adjusted income over the same period last year was primarily due to increased net investment income resulting from more favorable market conditions. Excluding depreciation expense, *UT System Administration's* adjusted income was \$72.4 million or 68.4%.
- (2) UT Brownsville - The \$632,000 (390.7%) increase in adjusted income over the same period last year was primarily due to increased state appropriations including increased formula funding and increased Tuition Revenue Bonds (TRBs). *UT Brownsville's* adjusted income excluding depreciation expense was \$2.3 million or 5.1%.
- (3) UT Dallas - The \$2.8 million (136.9%) increase in adjusted income over the same period last year was primarily due to increased state appropriations including increased formula funding and increased TRBs. Excluding depreciation expense, *UT Dallas'* adjusted income was \$5.7 million or 7.5%.
- (4) UT Pan American - The \$303,000 year-to-date loss was primarily attributable to an increase in salaries and wages as a result of a 3% merit increase for faculty and staff. *UT Pan American* anticipates ending the year with a \$9.3 million negative margin which represents -3.8% of projected revenues. This forecast includes \$16.1 million of depreciation expense. Excluding depreciation expense, *UT Pan American's* adjusted income was \$3.7 million or 5.2%.
- (5) UT Permian Basin - The \$2.2 million (473%) increase in adjusted income over the same period last year was primarily due to increased state appropriations including increased formula funding and increased TRBs. Excluding depreciation expense, *UT Permian Basin's* adjusted income was \$3.6 million or 23.7%.
- (6) UT Tyler - The \$1.4 million (143.2%) increase in adjusted income over the same period last year was primarily due to increased state appropriations including increased formula funding and increased TRBs. Excluding depreciation expense, *UT Tyler's* adjusted income was \$4.2 million or 17.9%.
- (7) UT Southwestern Medical Center at Dallas - The \$20.5 million (1,235.1%) increase in adjusted income over the same period last year was primarily due to an increase in gift contributions for operations and increased state appropriations. Gift contributions increased due to a gift of \$5 million from COAM Company for cancer research and a \$5.5 million gift for the Neuroscience Support Fund. State appropriations increased as a result of a special item appropriation for Obesity, Diabetes, and Metabolism. Excluding depreciation expense, *UT Southwestern's* adjusted income was \$35.3 million or 10.1%.
- (8) UT Medical Branch - Galveston - *UTMB* currently reflects a negative margin of \$6.3 million. Operating expenses increased \$22.2 million corresponding to the increased patient care activity and growth in research related programs. Market adjustments for nursing salaries related to *UTMB Hospitals and Clinics* and *Correctional Managed Care* have been a significant factor contributing to the increase in personnel costs. Excluding depreciation expense, *UTMB's* adjusted income was \$8.9 million or 2.4%. *UTMB* projects a year-end loss of approximately \$5 million, which represents -0.3% of projected revenues. This forecast includes \$56.3 million of depreciation expense.
- (9) UT Health Science Center - San Antonio - The \$4.6 million year-to-date loss was attributable to operations in the physician practice plan. The physician practice plan experienced a \$5 million operating loss through the first quarter of 2008 as a result of intended efforts to re-invest in faculty and new and existing programs, as well as in preparation for the opening of the Medical Arts Research Center. These results are consistent with 2008 projections and the School of Medicine's transformation plan. *UTHSC-San Antonio* expects the physician practice plan loss to continue, but the rate to slow in the coming months as negotiations for new contracts with University Hospital are finalized. Excluding depreciation expense, *UTHSC-San Antonio's* adjusted income was \$1.9 million or 1.4%. *UTHSC-San Antonio* projects a year-end loss of approximately \$6.5 million, which represents -1.1% of projected revenues. This forecast includes \$26 million of depreciation expense.
- (10) UT M. D. Anderson Cancer Center - The \$14 million (46.1%) increase in adjusted income over the same period last year was primarily due to increased gifts for operations resulting from a \$12 million gift for the support of the David Koch Center for Applied Research of Genitourinary Cancers. Excluding depreciation expense,

M. D. Anderson's adjusted income was \$95.3 million or 14.2%.

(11) *UT Health Center – Tyler* – The \$481,000 year-to-date loss was the result of a 17% decrease in inpatient admissions as well as a 13% increase in utility expenses. Excluding depreciation expense, *UTHC-Tyler's* adjusted income was \$1.1 million or 4.2%. *UTHC-Tyler* projects year-end income of approximately \$4.1 million, which represents 3.3% of projected revenues. This forecast includes \$6.5 million of depreciation expense.

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, 2007

	November Year-to-Date <u>FY 2008</u>	November Year-to-Date <u>FY 2007</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Sponsored Programs	\$ 8,399,853	\$ 11,505,650	\$ (3,105,797)	-27.0%
Net Sales and Services of Educational Activities	3,511,968	6,313,647	(2,801,679)	-44.4%
Other Operating Revenues	11,210,233	13,566,525	(2,356,292)	-17.4%
Total Operating Revenues	<u>23,122,054</u>	<u>31,385,822</u>	<u>(8,263,768)</u>	<u>-26.3%</u>
Operating Expenses				
Salaries and Wages	10,200,110	7,900,552	2,299,558	29.1%
Employee Benefits and Related Costs	1,881,030	1,467,624	413,406	28.2%
Professional Fees and Contracted Services	60,538	1,296,410	(1,235,872)	-95.3%
Other Contracted Services	3,320,740	2,920,683	400,057	13.7%
Scholarships and Fellowships	275,900	1,300	274,600	21,123.1%
Travel	463,804	460,306	3,498	0.8%
Materials and Supplies	1,193,216	473,707	719,509	151.9%
Utilities	74,935	220,738	(145,803)	-66.1%
Telecommunications	349,553	911,071	(561,518)	-61.6%
Repairs and Maintenance	227,182	430,241	(203,059)	-47.2%
Rentals and Leases	2,668,528	496,998	2,171,530	436.9%
Printing and Reproduction	71,857	64,815	7,042	10.9%
Claims and Losses	279,865	22,997,849	(22,717,984)	-98.8%
Depreciation and Amortization	1,356,732	1,338,769	17,963	1.3%
Other Operating Expenses	1,139,329	908,347	230,982	25.4%
Total Operating Expenses	<u>23,563,319</u>	<u>41,889,410</u>	<u>(18,326,091)</u>	<u>-43.7%</u>
Operating Loss	<u>(441,265)</u>	<u>(10,503,588)</u>	<u>10,062,323</u>	<u>95.8%</u>
Other Nonoperating Adjustments				
State Appropriations	230,507	229,439	1,068	0.5%
Gift Contributions for Operations	156,623	217,938	(61,315)	-28.1%
Net Investment Income	73,331,087	52,934,052	20,397,035	38.5%
Long Term Fund Distribution	427,119	342,112	85,007	24.8%
Interest Expense on Capital Asset Financings	(11,235,137)	(11,236,851)	1,714	0.0%
Net Other Nonoperating Adjustments	<u>62,910,199</u>	<u>42,486,690</u>	<u>20,423,509</u>	<u>48.1%</u>
Adjusted Income (Loss) including Depreciation	62,468,934	31,983,102	30,485,832	95.3%
Adjusted Margin (as a percentage) including Depreciation	64.2%	37.6%		
Available University Fund Transfer	8,560,112	8,000,334	559,778	7.0%
Adjusted Income (Loss) with AUF Transfer	71,029,046	39,983,436	31,045,610	77.6%
Adjusted Margin % with AUF Transfer	67.1%	42.9%		
Investment Gains (Losses)	620,075,986	670,059,269	(49,983,283)	-7.5%
Adj. Inc. (Loss) with AUF Transfer & Invest. Gains (Losses)	\$ 691,105,032	\$ 710,042,705	\$ (18,937,673)	-2.7%
Adj. Margin % with AUF Transfer & Invest. Gains (Losses)	95.2%	93.0%		
Adjusted Income (Loss) with AUF Transfer excluding Depreciation	72,385,778	41,322,205	31,063,573	75.2%
Adjusted Margin (as a percentage) with AUF Transfer excluding Depreciation	68.4%	44.4%		

UNAUDITED
The University of Texas at Arlington
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date FY 2008	November Year-to-Date FY 2007	Variance	Fluctuation Percentage
Operating Revenues				
Student Tuition and Fees	\$ 42,637,660	\$ 41,370,879	\$ 1,266,781	3.1%
Sponsored Programs	15,440,971	14,085,900	1,355,071	9.6%
Net Sales and Services of Educational Activities	3,715,634	3,491,159	224,475	6.4%
Net Auxiliary Enterprises	8,957,846	6,704,535	2,253,311	33.6%
Other Operating Revenues	1,842,696	1,948,987	(106,291)	-5.5%
Total Operating Revenues	72,594,807	67,601,460	4,993,347	7.4%
Operating Expenses				
Salaries and Wages	45,339,846	41,643,782	3,696,064	8.9%
Employee Benefits and Related Costs	9,668,729	8,811,267	857,462	9.7%
Professional Fees and Contracted Services	936,878	1,358,028	(421,150)	-31.0%
Other Contracted Services	2,993,910	2,699,006	294,904	10.9%
Scholarships and Fellowships	15,447,731	13,596,643	1,851,088	13.6%
Travel	1,088,487	849,698	238,789	28.1%
Materials and Supplies	4,903,108	4,043,549	859,559	21.3%
Utilities	3,054,303	2,658,027	396,276	14.9%
Telecommunications	1,246,225	2,191,080	(944,855)	-43.1%
Repairs and Maintenance	1,918,771	1,670,396	248,375	14.9%
Rentals and Leases	2,961,590	620,525	2,341,065	377.3%
Printing and Reproduction	619,735	455,657	164,078	36.0%
Federal Sponsored Programs Pass-Thrus	537,396	387,141	150,255	38.8%
Depreciation and Amortization	5,119,297	5,273,699	(154,402)	-2.9%
Other Operating Expenses	1,801,765	3,066,763	(1,264,998)	-41.2%
Total Operating Expenses	97,637,771	89,325,261	8,312,510	9.3%
Operating Loss	(25,042,964)	(21,723,801)	(3,319,163)	-15.3%
Other Nonoperating Adjustments				
State Appropriations	27,742,771	26,361,284	1,381,487	5.2%
Gift Contributions for Operations	658,215	517,931	140,284	27.1%
Net Investment Income	1,958,989	1,617,616	341,373	21.1%
Long Term Fund Distribution	608,794	576,891	31,903	5.5%
Interest Expense on Capital Asset Financings	(1,780,119)	(1,557,583)	(222,536)	-14.3%
Net Other Nonoperating Adjustments	29,188,650	27,516,139	1,672,511	6.1%
Adjusted Income (Loss) including Depreciation	4,145,686	5,792,338	(1,646,652)	-28.4%
Adjusted Margin (as a percentage) including Depreciation	4.0%	6.0%		
Investment Gains (Losses)	9,609,852	1,316,460	8,293,392	630.0%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 13,755,538	\$ 7,108,798	\$ 6,646,740	93.5%
Adjusted Margin % with Investment Gains (Losses)	12.2%	7.3%		
Adjusted Income (Loss) excluding Depreciation	9,264,983	11,066,037	(1,801,054)	-16.3%
Adjusted Margin (as a percentage) excluding Depreciation	8.9%	11.4%		

UNAUDITED
The University of Texas at Austin
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date FY 2008	November Year-to-Date FY 2007	Variance	Fluctuation Percentage
Operating Revenues				
Student Tuition and Fees	\$ 147,814,116	\$ 139,285,439	\$ 8,528,677	6.1%
Sponsored Programs	124,560,719	120,099,963	4,460,756	3.7%
Net Sales and Services of Educational Activities	34,354,930	34,958,813	(603,883)	-1.7%
Net Auxiliary Enterprises	53,792,098	55,710,679	(1,918,581)	-3.4%
Other Operating Revenues	1,564,433	3,358,508	(1,794,075)	-53.4%
Total Operating Revenues	362,086,296	353,413,402	8,672,894	2.5%
Operating Expenses				
Salaries and Wages	231,831,384	225,416,404	6,414,980	2.8%
Employee Benefits and Related Costs	49,476,246	48,684,235	792,011	1.6%
Professional Fees and Contracted Services	5,420,694	5,143,554	277,140	5.4%
Other Contracted Services	16,522,048	16,623,774	(101,726)	-0.6%
Scholarships and Fellowships	54,267,432	52,746,101	1,521,331	2.9%
Travel	9,615,722	8,168,803	1,446,919	17.7%
Materials and Supplies	27,005,533	26,279,143	726,390	2.8%
Utilities	17,499,348	16,324,330	1,175,018	7.2%
Telecommunications	26,535,556	3,688,481	22,847,075	619.4%
Repairs and Maintenance	8,140,871	5,395,671	2,745,200	50.9%
Rentals and Leases	4,080,814	3,977,957	102,857	2.6%
Printing and Reproduction	2,199,442	2,469,142	(269,700)	-10.9%
Federal Sponsored Programs Pass-Thrus	856,228	1,712,506	(856,278)	-50.0%
Depreciation and Amortization	39,892,196	33,806,946	6,085,250	18.0%
Other Operating Expenses	19,718,501	23,774,326	(4,055,825)	-17.1%
Total Operating Expenses	513,062,015	474,211,373	38,850,642	8.2%
Operating Loss	(150,975,719)	(120,797,971)	(30,177,748)	-25.0%
Other Nonoperating Adjustments				
State Appropriations	83,429,651	77,663,040	5,766,611	7.4%
Gift Contributions for Operations	37,798,441	17,861,507	19,936,934	111.6%
Net Investment Income	10,179,258	7,863,584	2,315,674	29.4%
Long Term Fund Distribution	27,140,783	25,562,656	1,578,127	6.2%
Interest Expense on Capital Asset Financings	(7,960,782)	(7,157,982)	(802,800)	-11.2%
Net Other Nonoperating Adjustments	150,587,351	121,792,805	28,794,546	23.6%
Adjusted Income (Loss) including Depreciation	(388,368)	994,834	(1,383,202)	-139.0%
Adjusted Margin (as a percentage) including Depreciation	-0.1%	0.2%		
Available University Fund Transfer	35,900,000	31,890,000	4,010,000	12.6%
Adjusted Income (Loss) with AUF Transfer	35,511,632	32,884,834	2,626,798	8.0%
Adjusted Margin % with AUF Transfer	6.4%	6.4%		
Investment Gains (Losses)	24,923,296	23,216,442	1,706,854	7.4%
Adj. Inc. (Loss) with AUF Transfer & Invest. Gains (Losses)	\$ 60,434,928	\$ 56,101,276	\$ 4,333,652	7.7%
Adj. Margin % with AUF Transfer & Invest. Gains (Losses)	10.4%	10.4%		
Adjusted Income (Loss) with AUF Transfer excluding Depreciation	75,403,828	66,691,780	8,712,048	13.1%
Adjusted Margin (as a percentage) with AUF Transfer excluding Depreciation	13.5%	13.0%		

UNAUDITED
The University of Texas at Brownsville
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date <u>FY 2008</u>	November Year-to-Date <u>FY 2007</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 4,594,659	\$ 3,686,230	\$ 908,429	24.6%
Sponsored Programs	29,670,336	27,687,026	1,983,310	7.2%
Net Sales and Services of Educational Activities	339,059	249,888	89,171	35.7%
Net Auxiliary Enterprises	522,830	360,537	162,293	45.0%
Other Operating Revenues	22,441	1,707	20,734	1,214.6%
Total Operating Revenues	<u>35,149,325</u>	<u>31,985,388</u>	<u>3,163,937</u>	<u>9.9%</u>
Operating Expenses				
Salaries and Wages	14,482,959	12,926,677	1,556,282	12.0%
Employee Benefits and Related Costs	3,454,700	3,282,731	171,969	5.2%
Professional Fees and Contracted Services	473,577	645,382	(171,805)	-26.6%
Scholarships and Fellowships	18,149,841	15,726,156	2,423,685	15.4%
Travel	263,045	231,195	31,850	13.8%
Materials and Supplies	1,243,024	1,215,128	27,896	2.3%
Utilities	862,488	996,520	(134,032)	-13.5%
Telecommunications	340,536	288,505	52,031	18.0%
Repairs and Maintenance	350,477	238,895	111,582	46.7%
Rentals and Leases	447,624	436,186	11,438	2.6%
Printing and Reproduction	72,165	91,600	(19,435)	-21.2%
Bad Debt Expense	10,795	6,424	4,371	68.0%
Federal Sponsored Programs Pass-Thrus	3,053	5,977	(2,924)	-48.9%
Depreciation and Amortization	1,476,051	1,350,707	125,344	9.3%
Other Operating Expenses	1,666,771	1,567,036	99,735	6.4%
Total Operating Expenses	<u>43,297,106</u>	<u>39,009,119</u>	<u>4,287,987</u>	<u>11.0%</u>
Operating Loss	<u>(8,147,781)</u>	<u>(7,023,731)</u>	<u>(1,124,050)</u>	<u>-16.0%</u>
Other Nonoperating Adjustments				
State Appropriations	8,827,274	7,138,905	1,688,369	23.7%
Gift Contributions for Operations	162,594	120,883	41,711	34.5%
Net Investment Income	312,012	270,335	41,677	15.4%
Long Term Fund Distribution	79,756	74,809	4,947	6.6%
Interest Expense on Capital Asset Financings	(439,491)	(419,307)	(20,184)	-4.8%
Net Other Nonoperating Adjustments	<u>8,942,145</u>	<u>7,185,625</u>	<u>1,756,520</u>	<u>24.4%</u>
Adjusted Income (Loss) including Depreciation	794,364	161,894	632,470	390.7%
Adjusted Margin (as a percentage) including Depreciation	1.8%	0.4%		
Investment Gains (Losses)	1,267,214	1,056,913	210,301	19.9%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 2,061,578	\$ 1,218,807	\$ 842,771	69.1%
Adjusted Margin % with Investment Gains (Losses)	4.5%	3.0%		
Adjusted Income (Loss) excluding Depreciation	2,270,415	1,512,601	757,814	50.1%
Adjusted Margin (as a percentage) excluding Depreciation	5.1%	3.8%		

UNAUDITED
The University of Texas at Dallas
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date FY 2008	November Year-to-Date FY 2007	Variance	Fluctuation Percentage
Operating Revenues				
Student Tuition and Fees	\$ 32,191,239	\$ 30,053,187	\$ 2,138,052	7.1%
Sponsored Programs	11,040,466	10,946,282	94,184	0.9%
Net Sales and Services of Educational Activities	1,663,941	1,865,359	(201,418)	-10.8%
Net Auxiliary Enterprises	1,026,562	1,476,951	(450,389)	-30.5%
Other Operating Revenues	2,346,864	1,688,839	658,025	39.0%
Total Operating Revenues	48,269,072	46,030,618	2,238,454	4.9%
Operating Expenses				
Salaries and Wages	36,822,699	34,057,185	2,765,514	8.1%
Employee Benefits and Related Costs	7,225,718	6,704,098	521,620	7.8%
Professional Fees and Contracted Services	677,578	514,899	162,679	31.6%
Other Contracted Services	2,988,881	2,243,682	745,199	33.2%
Scholarships and Fellowships	9,098,686	11,603,817	(2,505,131)	-21.6%
Travel	734,258	767,100	(32,842)	-4.3%
Materials and Supplies	4,407,348	3,966,080	441,268	11.1%
Utilities	1,472,456	1,602,082	(129,626)	-8.1%
Telecommunications	139,676	291,252	(151,576)	-52.0%
Repairs and Maintenance	1,311,233	706,244	604,989	85.7%
Rentals and Leases	362,733	357,822	4,911	1.4%
Printing and Reproduction	324,680	329,077	(4,397)	-1.3%
Federal Sponsored Programs Pass-Thrus	81,644	14,590	67,054	459.6%
Depreciation and Amortization	4,890,018	4,782,464	107,554	2.2%
Other Operating Expenses	2,800,553	2,460,585	339,968	13.8%
Total Operating Expenses	73,338,161	70,400,977	2,937,184	4.2%
Operating Loss	(25,069,089)	(24,370,359)	(698,730)	-2.9%
Other Nonoperating Adjustments				
State Appropriations	23,400,689	19,337,700	4,062,989	21.0%
Gift Contributions for Operations	849,092	1,560,794	(711,702)	-45.6%
Net Investment Income	1,236,303	1,015,476	220,827	21.7%
Long Term Fund Distribution	2,074,285	1,938,636	135,649	7.0%
Interest Expense on Capital Asset Financings	(1,727,340)	(1,550,673)	(176,667)	-11.4%
Net Other Nonoperating Adjustments	25,833,029	22,301,933	3,531,096	15.8%
Adjusted Income (Loss) including Depreciation	763,940	(2,068,426)	2,832,366	136.9%
Adjusted Margin (as a percentage) including Depreciation	1.0%	-3.0%		
Investment Gains (Losses)	4,220,358	3,713,807	506,551	13.6%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 4,984,298	\$ 1,645,381	\$ 3,338,917	202.9%
Adjusted Margin % with Investment Gains (Losses)	6.2%	2.2%		
Adjusted Income (Loss) excluding Depreciation	5,653,958	2,714,038	2,939,920	108.3%
Adjusted Margin (as a percentage) excluding Depreciation	7.5%	3.9%		

UNAUDITED
The University of Texas at El Paso
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date FY 2008	November Year-to-Date FY 2007	Variance	Fluctuation Percentage
Operating Revenues				
Student Tuition and Fees	\$ 24,138,576	\$ 21,487,842	\$ 2,650,734	12.3%
Sponsored Programs	26,365,109	26,329,070	36,039	0.1%
Net Sales and Services of Educational Activities	1,123,167	1,367,573	(244,406)	-17.9%
Net Auxiliary Enterprises	7,765,129	10,146,805	(2,381,676)	-23.5%
Other Operating Revenues	306,792	4,970	301,822	6,072.9%
Total Operating Revenues	59,698,773	59,336,260	362,513	0.6%
Operating Expenses				
Salaries and Wages	32,517,209	30,455,521	2,061,688	6.8%
Employee Benefits and Related Costs	7,856,024	7,449,207	406,817	5.5%
Professional Fees and Contracted Services	1,633,526	3,108,956	(1,475,430)	-47.5%
Other Contracted Services	3,994,597	4,090,269	(95,672)	-2.3%
Scholarships and Fellowships	21,108,263	20,074,082	1,034,181	5.2%
Travel	1,456,929	1,218,841	238,088	19.5%
Materials and Supplies	5,669,037	5,626,302	42,735	0.8%
Utilities	1,782,346	2,143,605	(361,259)	-16.9%
Telecommunications	208,929	101,683	107,246	105.5%
Repairs and Maintenance	1,500,180	1,188,354	311,826	26.2%
Rentals and Leases	956,718	1,144,243	(187,525)	-16.4%
Printing and Reproduction	266,067	133,407	132,660	99.4%
Federal Sponsored Programs Pass-Thrus	15,238	32,223	(16,985)	-52.7%
Depreciation and Amortization	3,670,407	3,433,369	237,038	6.9%
Other Operating Expenses	1,886,537	1,564,785	321,752	20.6%
Total Operating Expenses	84,522,007	81,764,847	2,757,160	3.4%
Operating Loss	(24,823,234)	(22,428,587)	(2,394,647)	-10.7%
Other Nonoperating Adjustments				
State Appropriations	23,373,258	19,930,317	3,442,941	17.3%
Gift Contributions for Operations	1,362,935	2,145,497	(782,562)	-36.5%
Net Investment Income	1,258,697	1,157,366	101,331	8.8%
Long Term Fund Distribution	1,182,121	1,134,728	47,393	4.2%
Interest Expense on Capital Asset Financings	(1,069,842)	(743,950)	(325,892)	-43.8%
Net Other Nonoperating Adjustments	26,107,169	23,623,958	2,483,211	10.5%
Adjusted Income (Loss) including Depreciation	1,283,935	1,195,371	88,564	7.4%
Adjusted Margin (as a percentage) including Depreciation	1.5%	1.4%		
Investment Gains (Losses)	3,317,270	812,105	2,505,165	308.5%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 4,601,205	\$ 2,007,476	\$ 2,593,729	129.2%
Adjusted Margin % with Investment Gains (Losses)	5.1%	2.4%		
Adjusted Income (Loss) excluding Depreciation	4,954,342	4,628,740	325,602	7.0%
Adjusted Margin (as a percentage) excluding Depreciation	5.7%	5.5%		

UNAUDITED
The University of Texas-Pan American
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date <u>FY 2008</u>	November Year-to-Date <u>FY 2007</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 19,155,216	\$ 17,111,781	\$ 2,043,435	11.9%
Sponsored Programs	29,515,301	28,341,122	1,174,179	4.1%
Net Sales and Services of Educational Activities	1,972,399	1,886,251	86,148	4.6%
Net Auxiliary Enterprises	1,004,200	831,161	173,039	20.8%
Other Operating Revenues	258,615	124,369	134,246	107.9%
Total Operating Revenues	<u>51,905,731</u>	<u>48,294,684</u>	<u>3,611,047</u>	<u>7.5%</u>
Operating Expenses				
Salaries and Wages	22,879,167	21,942,456	936,711	4.3%
Employee Benefits and Related Costs	5,177,799	4,931,870	245,929	5.0%
Professional Fees and Contracted Services	642,722	408,626	234,096	57.3%
Other Contracted Services	1,775,709	744,983	1,030,726	138.4%
Scholarships and Fellowships	27,709,092	25,574,227	2,134,865	8.3%
Travel	816,144	583,267	232,877	39.9%
Materials and Supplies	3,590,892	4,712,887	(1,121,995)	-23.8%
Utilities	1,325,650	863,226	462,424	53.6%
Telecommunications	109,213	116,337	(7,124)	-6.1%
Repairs and Maintenance	703,064	849,924	(146,860)	-17.3%
Rentals and Leases	192,074	169,136	22,938	13.6%
Printing and Reproduction	67,312	53,358	13,954	26.2%
Bad Debt Expense	3,000	306,702	(303,702)	-99.0%
Federal Sponsored Programs Pass-Thrus	17,084	72	17,012	23,627.8%
Depreciation and Amortization	4,026,147	3,998,585	27,562	0.7%
Other Operating Expenses	1,410,937	1,021,944	388,993	38.1%
Total Operating Expenses	<u>70,446,006</u>	<u>66,277,600</u>	<u>4,168,406</u>	<u>6.3%</u>
Operating Loss	<u>(18,540,275)</u>	<u>(17,982,916)</u>	<u>(557,359)</u>	<u>-3.1%</u>
Other Nonoperating Adjustments				
State Appropriations	18,045,151	17,304,208	740,943	4.3%
Gift Contributions for Operations	466,311	325,719	140,592	43.2%
Net Investment Income	399,126	429,214	(30,088)	-7.0%
Long Term Fund Distribution	309,615	273,228	36,387	13.3%
Interest Expense on Capital Asset Financings	(982,893)	(817,027)	(165,866)	-20.3%
Net Other Nonoperating Adjustments	<u>18,237,310</u>	<u>17,515,342</u>	<u>721,968</u>	<u>4.1%</u>
Adjusted Income (Loss) including Depreciation	(302,965)	(467,574)	164,609	35.2%
Adjusted Margin (as a percentage) including Depreciation	-0.4%	-0.7%		
Investment Gains (Losses)	1,778,500	1,495,105	283,395	19.0%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 1,475,535	\$ 1,027,531	\$ 448,004	43.6%
Adjusted Margin % with Investment Gains (Losses)	2.0%	1.5%		
Adjusted Income (Loss) excluding Depreciation	3,723,182	3,531,011	192,171	5.4%
Adjusted Margin (as a percentage) excluding Depreciation	5.2%	5.3%		

UNAUDITED
The University of Texas of the Permian Basin
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date <u>FY 2008</u>	November Year-to-Date <u>FY 2007</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 3,677,376	\$ 3,463,016	\$ 214,360	6.2%
Sponsored Programs	1,869,465	1,705,610	163,855	9.6%
Net Sales and Services of Educational Activities	83,718	79,181	4,537	5.7%
Net Auxiliary Enterprises	1,041,698	693,540	348,158	50.2%
Other Operating Revenues	99,852	20,586	79,266	385.0%
Total Operating Revenues	<u>6,772,109</u>	<u>5,961,933</u>	<u>810,176</u>	<u>13.6%</u>
Operating Expenses				
Salaries and Wages	4,368,337	3,973,323	395,014	9.9%
Employee Benefits and Related Costs	955,367	878,232	77,135	8.8%
Professional Fees and Contracted Services	1,285,805	261,986	1,023,819	390.8%
Other Contracted Services	301,543	187,095	114,448	61.2%
Scholarships and Fellowships	2,014,424	1,906,715	107,709	5.6%
Travel	107,581	127,889	(20,308)	-15.9%
Materials and Supplies	966,675	485,468	481,207	99.1%
Utilities	494,177	459,443	34,734	7.6%
Telecommunications	129,540	170,662	(41,122)	-24.1%
Repairs and Maintenance	218,541	179,541	39,000	21.7%
Rentals and Leases	124,954	109,203	15,751	14.4%
Printing and Reproduction	42,061	56,060	(13,999)	-25.0%
Depreciation and Amortization	912,500	814,417	98,083	12.0%
Other Operating Expenses	220,882	247,331	(26,449)	-10.7%
Total Operating Expenses	<u>12,142,387</u>	<u>9,857,365</u>	<u>2,285,022</u>	<u>23.2%</u>
Operating Loss	<u>(5,370,278)</u>	<u>(3,895,432)</u>	<u>(1,474,846)</u>	<u>-37.9%</u>
Other Nonoperating Adjustments				
State Appropriations	7,901,487	4,302,129	3,599,358	83.7%
Gift Contributions for Operations	269,588	184,824	84,764	45.9%
Net Investment Income	103,782	111,575	(7,793)	-7.0%
Long Term Fund Distribution	180,828	172,400	8,428	4.9%
Interest Expense on Capital Asset Financings	(396,027)	(406,116)	10,089	2.5%
Net Other Nonoperating Adjustments	<u>8,059,658</u>	<u>4,364,812</u>	<u>3,694,846</u>	<u>84.7%</u>
Adjusted Income (Loss) including Depreciation	2,689,380	469,380	2,220,000	473.0%
Adjusted Margin (as a percentage) including Depreciation	17.7%	4.4%		
Investment Gains (Losses)	202,671	202,494	177	0.1%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 2,892,051	\$ 671,874	\$ 2,220,177	330.4%
Adjusted Margin % with Investment Gains (Losses)	18.7%	6.1%		
Adjusted Income (Loss) excluding Depreciation	3,601,880	1,283,797	2,318,083	180.6%
Adjusted Margin (as a percentage) excluding Depreciation	23.7%	12.0%		

UNAUDITED
The University of Texas at San Antonio
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date FY 2008	November Year-to-Date FY 2007	Variance	Fluctuation Percentage
Operating Revenues				
Student Tuition and Fees	\$ 45,426,780	\$ 43,472,848	\$ 1,953,932	4.5%
Sponsored Programs	27,808,664	24,608,602	3,200,062	13.0%
Net Sales and Services of Educational Activities	1,392,255	1,134,252	258,003	22.7%
Net Auxiliary Enterprises	4,437,158	3,749,317	687,841	18.3%
Other Operating Revenues	666,561	420,629	245,932	58.5%
Total Operating Revenues	79,731,418	73,385,648	6,345,770	8.6%
Operating Expenses				
Salaries and Wages	40,825,540	37,986,523	2,839,017	7.5%
Employee Benefits and Related Costs	10,045,340	9,106,033	939,307	10.3%
Professional Fees and Contracted Services	764,626	854,755	(90,129)	-10.5%
Other Contracted Services	1,813,281	1,283,789	529,492	41.2%
Scholarships and Fellowships	26,033,107	23,526,113	2,506,994	10.7%
Travel	1,396,429	1,244,863	151,566	12.2%
Materials and Supplies	3,668,060	3,933,402	(265,342)	-6.7%
Utilities	3,116,719	2,467,243	649,476	26.3%
Telecommunications	802,477	527,756	274,721	52.1%
Repairs and Maintenance	1,563,984	1,517,265	46,719	3.1%
Rentals and Leases	638,083	577,453	60,630	10.5%
Printing and Reproduction	226,874	286,473	(59,599)	-20.8%
Federal Sponsored Programs Pass-Thrus	486,251	681,466	(195,215)	-28.6%
Depreciation and Amortization	6,286,120	6,009,649	276,471	4.6%
Other Operating Expenses	1,450,731	1,484,018	(33,287)	-2.2%
Total Operating Expenses	99,117,622	91,486,801	7,630,821	8.3%
Operating Loss	(19,386,204)	(18,101,153)	(1,285,051)	-7.1%
Other Nonoperating Adjustments				
State Appropriations	28,601,591	24,326,152	4,275,439	17.6%
Gift Contributions for Operations	2,117,487	826,338	1,291,149	156.2%
Net Investment Income	1,354,426	1,142,861	211,565	18.5%
Long Term Fund Distribution	546,549	486,010	60,539	12.5%
Interest Expense on Capital Asset Financings	(2,651,676)	(1,460,494)	(1,191,182)	-81.6%
Net Other Nonoperating Adjustments	29,968,377	25,320,867	4,647,510	18.4%
Adjusted Income (Loss) including Depreciation	10,582,173	7,219,714	3,362,459	46.6%
Adjusted Margin (as a percentage) including Depreciation	9.4%	7.2%		
Investment Gains (Losses)	6,162,866	6,146,845	16,021	0.3%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 16,745,039	\$ 13,366,559	\$ 3,378,480	25.3%
Adjusted Margin % with Investment Gains (Losses)	14.1%	12.6%		
Adjusted Income (Loss) excluding Depreciation	16,868,293	13,229,363	3,638,930	27.5%
Adjusted Margin (as a percentage) excluding Depreciation	15.0%	13.2%		

UNAUDITED
The University of Texas at Tyler
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date <u>FY 2008</u>	November Year-to-Date <u>FY 2007</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 7,500,987	\$ 6,633,816	\$ 867,171	13.1%
Sponsored Programs	3,973,485	3,518,524	454,961	12.9%
Net Sales and Services of Educational Activities	385,660	293,283	92,377	31.5%
Net Auxiliary Enterprises	1,162,208	1,155,313	6,895	0.6%
Other Operating Revenues	25,088	25,218	(130)	-0.5%
Total Operating Revenues	<u>13,047,428</u>	<u>11,626,154</u>	<u>1,421,274</u>	<u>12.2%</u>
Operating Expenses				
Salaries and Wages	7,964,452	7,371,029	593,423	8.1%
Employee Benefits and Related Costs	2,057,050	1,858,496	198,554	10.7%
Professional Fees and Contracted Services	436,567	315,148	121,419	38.5%
Other Contracted Services	843,500	832,611	10,889	1.3%
Scholarships and Fellowships	3,872,858	3,694,482	178,376	4.8%
Travel	354,127	237,255	116,872	49.3%
Materials and Supplies	1,405,520	1,660,741	(255,221)	-15.4%
Utilities	378,915	246,136	132,779	53.9%
Telecommunications	149,045	141,767	7,278	5.1%
Repairs and Maintenance	277,328	96,946	180,382	186.1%
Rentals and Leases	115,534	92,619	22,915	24.7%
Printing and Reproduction	138,784	214,848	(76,064)	-35.4%
Depreciation and Amortization	1,854,790	1,701,788	153,002	9.0%
Other Operating Expenses	382,040	353,466	28,574	8.1%
Total Operating Expenses	<u>20,230,510</u>	<u>18,817,332</u>	<u>1,413,178</u>	<u>7.5%</u>
Operating Loss	<u>(7,183,082)</u>	<u>(7,191,178)</u>	<u>8,096</u>	<u>0.1%</u>
Other Nonoperating Adjustments				
State Appropriations	9,097,947	7,460,200	1,637,747	22.0%
Gift Contributions for Operations	129,001	397,398	(268,397)	-67.5%
Net Investment Income	236,193	186,012	50,181	27.0%
Long Term Fund Distribution	667,572	636,243	31,329	4.9%
Interest Expense on Capital Asset Financings	(644,163)	(541,607)	(102,556)	-18.9%
Net Other Nonoperating Adjustments	<u>9,486,550</u>	<u>8,138,246</u>	<u>1,348,304</u>	<u>16.6%</u>
Adjusted Income (Loss) including Depreciation	2,303,468	947,068	1,356,400	143.2%
Adjusted Margin (as a percentage) including Depreciation	9.9%	4.7%		
Investment Gains (Losses)	963,521	45,024	918,497	2,040.0%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 3,266,989	\$ 992,092	\$ 2,274,897	229.3%
Adjusted Margin % with Investment Gains (Losses)	13.5%	4.9%		
Adjusted Income (Loss) excluding Depreciation	4,158,258	2,648,856	1,509,402	57.0%
Adjusted Margin (as a percentage) excluding Depreciation	17.9%	13.0%		

UNAUDITED
The University of Texas Southwestern Medical Center at Dallas
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date <u>FY 2008</u>	November Year-to-Date <u>FY 2007</u>	<u>Variance</u>	<u>Fluctuation Percentage</u>
Operating Revenues				
Student Tuition and Fees	\$ 8,261,117	\$ 7,736,640	\$ 524,477	6.8%
Sponsored Programs	101,859,424	98,849,880	3,009,544	3.0%
Net Sales and Services of Educational Activities	1,816,577	1,670,049	146,528	8.8%
Net Sales and Services of Hospitals	77,256,602	68,686,030	8,570,572	12.5%
Net Professional Fees	75,417,508	66,220,557	9,196,951	13.9%
Net Auxiliary Enterprises	4,679,579	4,503,630	175,949	3.9%
Other Operating Revenues	1,065,252	1,241,293	(176,041)	-14.2%
Total Operating Revenues	<u>270,356,059</u>	<u>248,908,079</u>	<u>21,447,980</u>	<u>8.6%</u>
Operating Expenses				
Salaries and Wages	168,354,203	154,124,328	14,229,875	9.2%
Employee Benefits and Related Costs	44,394,446	41,248,109	3,146,337	7.6%
Professional Fees and Contracted Services	4,428,410	2,597,738	1,830,672	70.5%
Other Contracted Services	18,605,126	18,602,600	2,526	0.0%
Scholarships and Fellowships	4,719,380	5,101,591	(382,211)	-7.5%
Travel	2,104,400	2,169,568	(65,168)	-3.0%
Materials and Supplies	42,918,526	42,991,538	(73,012)	-0.2%
Utilities	7,692,717	5,032,691	2,660,026	52.9%
Telecommunications	1,349,059	1,100,091	248,968	22.6%
Repairs and Maintenance	2,688,410	2,578,120	110,290	4.3%
Rentals and Leases	2,329,585	2,563,154	(233,569)	-9.1%
Printing and Reproduction	615,516	665,605	(50,089)	-7.5%
Federal Sponsored Programs Pass-Thrus	65,580	69,239	(3,659)	-5.3%
Depreciation and Amortization	16,517,063	16,046,724	470,339	2.9%
Other Operating Expenses	10,826,959	12,635,332	(1,808,373)	-14.3%
Total Operating Expenses	<u>327,609,380</u>	<u>307,526,428</u>	<u>20,082,952</u>	<u>6.5%</u>
Operating Loss	<u>(57,253,321)</u>	<u>(58,618,349)</u>	<u>1,365,028</u>	<u>2.3%</u>
Other Nonoperating Adjustments				
State Appropriations	43,889,319	39,471,908	4,417,411	11.2%
Gift Contributions for Operations	18,163,521	5,196,121	12,967,400	249.6%
Net Investment Income	10,684,272	9,780,168	904,104	9.2%
Long Term Fund Distribution	8,265,513	7,629,407	636,106	8.3%
Interest Expense on Capital Asset Financings	(4,953,567)	(5,115,179)	161,612	3.2%
Net Other Nonoperating Adjustments	<u>76,049,058</u>	<u>56,962,425</u>	<u>19,086,633</u>	<u>33.5%</u>
Adjusted Income (Loss) including Depreciation	18,795,737	(1,655,924)	20,451,661	1,235.1%
Adjusted Margin (as a percentage) including Depreciation	5.3%	-0.5%		
Investment Gains (Losses)	21,640,008	17,439,480	4,200,528	24.1%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 40,435,745	\$ 15,783,556	\$ 24,652,189	156.2%
Adjusted Margin % with Investment Gains (Losses)	10.8%	4.8%		
Adjusted Income (Loss) excluding Depreciation	35,312,800	14,390,800	20,922,000	145.4%
Adjusted Margin (as a percentage) excluding Depreciation	10.1%	4.6%		

UNAUDITED
The University of Texas Medical Branch at Galveston
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date FY 2008	November Year-to-Date FY 2007	Variance	Fluctuation Percentage
Operating Revenues				
Student Tuition and Fees	\$ 4,286,484	\$ 3,835,827	\$ 450,657	11.7%
Sponsored Programs	63,124,096	55,786,800	7,337,296	13.2%
Net Sales and Services of Hospitals	178,143,774	168,758,669	9,385,105	5.6%
Net Professional Fees	30,089,217	25,910,747	4,178,470	16.1%
Net Auxiliary Enterprises	2,412,543	2,079,226	333,317	16.0%
Other Operating Revenues	3,622,358	4,976,499	(1,354,141)	-27.2%
Total Operating Revenues	281,678,472	261,347,768	20,330,704	7.8%
Operating Expenses				
Salaries and Wages	198,199,266	184,394,076	13,805,190	7.5%
Employee Benefits and Related Costs	45,246,263	41,618,277	3,627,986	8.7%
Professional Fees and Contracted Services	4,779,867	10,004,491	(5,224,624)	-52.2%
Other Contracted Services	12,836,440	10,315,890	2,520,550	24.4%
Scholarships and Fellowships	2,220,546	1,680,645	539,901	32.1%
Travel	2,032,707	1,607,595	425,112	26.4%
Materials and Supplies	45,977,102	42,671,394	3,305,708	7.7%
Utilities	8,461,307	6,867,724	1,593,583	23.2%
Telecommunications	3,488,115	3,654,123	(166,008)	-4.5%
Repairs and Maintenance	8,887,299	7,591,045	1,296,254	17.1%
Rentals and Leases	4,734,772	3,774,985	959,787	25.4%
Printing and Reproduction	502,793	556,811	(54,018)	-9.7%
Federal Sponsored Programs Pass-Thrus	3,822,017	3,793,213	28,804	0.8%
Depreciation and Amortization	15,177,364	12,864,139	2,313,225	18.0%
Other Operating Expenses	16,045,369	18,800,316	(2,754,947)	-14.7%
Total Operating Expenses	372,411,227	350,194,724	22,216,503	6.3%
Operating Loss	(90,732,755)	(88,846,956)	(1,885,799)	-2.1%
Other Nonoperating Adjustments				
State Appropriations	76,173,872	71,887,351	4,286,521	6.0%
Gift Contributions for Operations	1,191,985	2,333,299	(1,141,314)	-48.9%
Net Investment Income	4,023,659	3,658,237	365,422	10.0%
Long Term Fund Distribution	4,588,893	4,221,484	367,409	8.7%
Interest Expense on Capital Asset Financings	(1,524,045)	(2,119,722)	595,677	28.1%
Net Other Nonoperating Adjustments	84,454,364	79,980,649	4,473,715	5.6%
Adjusted Income (Loss) including Depreciation	(6,278,391)	(8,866,307)	2,587,916	29.2%
Adjusted Margin (as a percentage) including Depreciation	-1.7%	-2.6%		
Investment Gains (Losses)	7,640,075	6,977,257	662,818	9.5%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 1,361,684	\$ (1,889,050)	\$ 3,250,734	172.1%
Adjusted Margin % with Investment Gains (Losses)	0.4%	-0.5%		
Adjusted Income (Loss) excluding Depreciation	8,898,973	3,997,832	4,901,141	122.6%
Adjusted Margin (as a percentage) excluding Depreciation	2.4%	1.2%		

UNAUDITED
The University of Texas Health Science Center at Houston
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date FY 2008	November Year-to-Date FY 2007	Variance	Fluctuation Percentage
Operating Revenues				
Student Tuition and Fees	\$ 5,153,327	\$ 5,372,038	\$ (218,711)	-4.1%
Sponsored Programs	73,626,175	71,990,700	1,635,475	2.3%
Net Sales and Services of Educational Activities	8,273,874	9,382,313	(1,108,439)	-11.8%
Net Sales and Services of Hospitals	7,967,288	7,149,158	818,130	11.4%
Net Professional Fees	28,150,405	24,253,729	3,896,676	16.1%
Net Auxiliary Enterprises	5,324,735	5,525,797	(201,062)	-3.6%
Other Operating Revenues	9,382,823	8,069,944	1,312,879	16.3%
Total Operating Revenues	137,878,627	131,743,679	6,134,948	4.7%
Operating Expenses				
Salaries and Wages	85,754,945	81,348,065	4,406,880	5.4%
Employee Benefits and Related Costs	19,983,791	18,270,620	1,713,171	9.4%
Professional Fees and Contracted Services	15,727,472	14,710,569	1,016,903	6.9%
Other Contracted Services	9,531,438	11,716,320	(2,184,882)	-18.6%
Scholarships and Fellowships	1,421,912	892,946	528,966	59.2%
Travel	1,580,815	1,416,182	164,633	11.6%
Materials and Supplies	15,624,242	14,826,752	797,490	5.4%
Utilities	4,502,321	4,418,129	84,192	1.9%
Telecommunications	297,620	281,454	16,166	5.7%
Repairs and Maintenance	1,675,920	1,894,813	(218,893)	-11.6%
Rentals and Leases	3,877,756	3,142,873	734,883	23.4%
Printing and Reproduction	1,023,671	1,014,055	9,616	0.9%
Federal Sponsored Programs Pass-Thrus	1,869,190	1,317,161	552,029	41.9%
Depreciation and Amortization	8,264,658	8,241,454	23,204	0.3%
Other Operating Expenses	12,614,382	12,437,720	176,662	1.4%
Total Operating Expenses	183,750,133	175,929,113	7,821,020	4.4%
Operating Loss	(45,871,506)	(44,185,434)	(1,686,072)	-3.8%
Other Nonoperating Adjustments				
State Appropriations	41,197,817	38,448,414	2,749,403	7.2%
Gift Contributions for Operations	5,549,987	7,785,253	(2,235,266)	-28.7%
Net Investment Income	4,666,900	3,441,032	1,225,868	35.6%
Long Term Fund Distribution	1,409,854	1,261,645	148,209	11.7%
Interest Expense on Capital Asset Financings	(2,138,922)	(1,726,569)	(412,353)	-23.9%
Net Other Nonoperating Adjustments	50,685,636	49,209,775	1,475,861	3.0%
Adjusted Income (Loss) including Depreciation	4,814,130	5,024,341	(210,211)	-4.2%
Adjusted Margin (as a percentage) including Depreciation	2.5%	2.8%		
Investment Gains (Losses)	8,325,797	6,536,638	1,789,159	27.4%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 13,139,927	\$ 11,560,979	\$ 1,578,948	13.7%
Adjusted Margin % with Investment Gains (Losses)	6.6%	6.1%		
Adjusted Income (Loss) excluding Depreciation	13,078,788	13,265,795	(187,007)	-1.4%
Adjusted Margin (as a percentage) excluding Depreciation	6.9%	7.3%		

UNAUDITED
The University of Texas Health Science Center at San Antonio
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date FY 2008	November Year-to-Date FY 2007	Variance	Fluctuation Percentage
Operating Revenues				
Student Tuition and Fees	\$ 6,250,000	\$ 5,800,000	\$ 450,000	7.8%
Sponsored Programs	46,766,617	44,599,888	2,166,729	4.9%
Net Sales and Services of Educational Activities	9,718,182	9,103,144	615,038	6.8%
Net Professional Fees	17,656,612	19,307,162	(1,650,550)	-8.5%
Net Auxiliary Enterprises	1,094,445	732,474	361,971	49.4%
Other Operating Revenues	3,100,144	3,070,814	29,330	1.0%
Total Operating Revenues	84,586,000	82,613,482	1,972,518	2.4%
Operating Expenses				
Salaries and Wages	74,777,266	70,540,264	4,237,002	6.0%
Employee Benefits and Related Costs	19,106,403	17,399,595	1,706,808	9.8%
Professional Fees and Contracted Services	1,751,859	2,151,646	(399,787)	-18.6%
Other Contracted Services	3,783,126	3,988,114	(204,988)	-5.1%
Scholarships and Fellowships	696,895	488,821	208,074	42.6%
Travel	1,305,646	962,855	342,791	35.6%
Materials and Supplies	7,638,012	7,925,749	(287,737)	-3.6%
Utilities	3,250,000	3,250,000	-	0.0%
Telecommunications	1,916,674	1,670,121	246,553	14.8%
Repairs and Maintenance	705,347	948,370	(243,023)	-25.6%
Rentals and Leases	570,738	491,232	79,506	16.2%
Printing and Reproduction	340,804	303,297	37,507	12.4%
Federal Sponsored Programs Pass-Thrus	150,000	156,250	(6,250)	-4.0%
Depreciation and Amortization	6,500,000	5,701,215	798,785	14.0%
Other Operating Expenses	16,536,207	16,118,091	418,116	2.6%
Total Operating Expenses	139,028,977	132,095,620	6,933,357	5.2%
Operating Loss	(54,442,977)	(49,482,138)	(4,960,839)	-10.0%
Other Nonoperating Adjustments				
State Appropriations	42,527,171	37,995,748	4,531,423	11.9%
Gift Contributions for Operations	966,586	1,736,032	(769,446)	-44.3%
Net Investment Income	6,334,034	5,269,337	1,064,697	20.2%
Long Term Fund Distribution	1,416,641	1,161,647	254,994	22.0%
Interest Expense on Capital Asset Financings	(1,374,258)	(238,360)	(1,135,898)	-476.5%
Net Other Nonoperating Adjustments	49,870,174	45,924,404	3,945,770	8.6%
Adjusted Income (Loss) including Depreciation	(4,572,803)	(3,557,734)	(1,015,069)	-28.5%
Adjusted Margin (as a percentage) including Depreciation	-3.4%	-2.8%		
Investment Gains (Losses)	6,941,006	5,498,135	1,442,871	26.2%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 2,368,203	\$ 1,940,401	\$ 427,802	22.0%
Adjusted Margin % with Investment Gains (Losses)	1.7%	1.4%		
Adjusted Income (Loss) excluding Depreciation	1,927,197	2,143,481	(216,284)	-10.1%
Adjusted Margin (as a percentage) excluding Depreciation	1.4%	1.7%		

UNAUDITED
The University of Texas M. D. Anderson Cancer Center
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date FY 2008	November Year-to-Date FY 2007	Variance	Fluctuation Percentage
Operating Revenues				
Student Tuition and Fees	\$ 137,724	\$ 106,151	\$ 31,573	29.7%
Sponsored Programs	58,486,228	52,762,050	5,724,178	10.8%
Net Sales and Services of Educational Activities	802,258	972,390	(170,132)	-17.5%
Net Sales and Services of Hospitals	447,289,385	402,408,620	44,880,765	11.2%
Net Professional Fees	64,981,983	59,599,407	5,382,576	9.0%
Net Auxiliary Enterprises	7,005,642	5,964,743	1,040,899	17.5%
Other Operating Revenues	9,394,226	8,953,803	440,423	4.9%
Total Operating Revenues	588,097,446	530,767,164	57,330,282	10.8%
Operating Expenses				
Salaries and Wages	294,564,521	268,017,832	26,546,689	9.9%
Employee Benefits and Related Costs	77,023,435	69,761,489	7,261,946	10.4%
Professional Fees and Contracted Services	29,581,721	21,507,908	8,073,813	37.5%
Other Contracted Services	16,670,227	16,392,006	278,221	1.7%
Travel	4,590,375	4,522,989	67,386	1.5%
Materials and Supplies	110,440,135	103,218,375	7,221,760	7.0%
Utilities	13,661,242	12,787,548	873,694	6.8%
Telecommunications	2,023,546	1,519,308	504,238	33.2%
Repairs and Maintenance	12,973,618	11,128,736	1,844,882	16.6%
Rentals and Leases	8,707,440	7,030,230	1,677,210	23.9%
Federal Sponsored Programs Pass-Thrus	(537,208)	(367,048)	(170,160)	-46.4%
Depreciation and Amortization	50,807,428	47,708,690	3,098,738	6.5%
Other Operating Expenses	1,014,998	641,760	373,238	58.2%
Total Operating Expenses	621,521,478	563,869,823	57,651,655	10.2%
Operating Loss	(33,424,032)	(33,102,659)	(321,373)	-1.0%
Other Nonoperating Adjustments				
State Appropriations	42,014,000	40,360,122	1,653,878	4.1%
Gift Contributions for Operations	28,018,233	16,612,605	11,405,628	68.7%
Net Investment Income	10,886,591	9,371,937	1,514,654	16.2%
Long Term Fund Distribution	3,815,989	3,630,677	185,312	5.1%
Interest Expense on Capital Asset Financings	(6,792,471)	(6,403,684)	(388,787)	-6.1%
Net Other Nonoperating Adjustments	77,942,342	63,571,657	14,370,685	22.6%
Adjusted Income (Loss) including Depreciation	44,518,310	30,468,998	14,049,312	46.1%
Adjusted Margin (as a percentage) including Depreciation	6.6%	5.1%		
Investment Gains (Losses)	68,104,737	14,948,501	53,156,236	355.6%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ 112,623,047	\$ 45,417,499	\$ 67,205,548	148.0%
Adjusted Margin % with Investment Gains (Losses)	15.2%	7.4%		
Adjusted Income (Loss) excluding Depreciation	95,325,738	78,177,688	17,148,050	21.9%
Adjusted Margin (as a percentage) excluding Depreciation	14.2%	13.0%		

UNAUDITED
The University of Texas Health Center at Tyler
Comparison of Operating Results and Margin
For the Three Months Ending November 30, 2007

	November Year-to-Date FY 2008	November Year-to-Date FY 2007	Variance	Fluctuation Percentage
Operating Revenues				
Sponsored Programs	\$ 3,051,619	\$ 3,549,080	\$ (497,461)	-14.0%
Net Sales and Services of Educational Activities	202,326	107,756	94,570	87.8%
Net Sales and Services of Hospitals	9,013,942	8,947,184	66,758	0.7%
Net Professional Fees	2,822,011	2,375,403	446,608	18.8%
Net Auxiliary Enterprises	36,722	50,199	(13,477)	-26.8%
Other Operating Revenues	357,786	390,179	(32,393)	-8.3%
Total Operating Revenues	15,484,406	15,419,801	64,605	0.4%
Operating Expenses				
Salaries and Wages	13,156,850	13,106,816	50,034	0.4%
Employee Benefits and Related Costs	3,676,017	3,506,092	169,925	4.8%
Professional Fees and Contracted Services	1,137,810	1,024,376	113,434	11.1%
Other Contracted Services	1,888,338	1,742,926	145,412	8.3%
Travel	101,537	124,328	(22,791)	-18.3%
Materials and Supplies	2,848,528	3,112,442	(263,914)	-8.5%
Utilities	771,417	681,915	89,502	13.1%
Telecommunications	247,426	148,108	99,318	67.1%
Repairs and Maintenance	922,925	908,148	14,777	1.6%
Rentals and Leases	220,807	390,079	(169,272)	-43.4%
Printing and Reproduction	7,089	6,332	757	12.0%
Federal Sponsored Programs Pass-Thrus	49,151	81,140	(31,989)	-39.4%
Depreciation and Amortization	1,613,995	1,603,748	10,247	0.6%
Other Operating Expenses	539,732	714,247	(174,515)	-24.4%
Total Operating Expenses	27,181,622	27,150,697	30,925	0.1%
Operating Loss	(11,697,216)	(11,730,896)	33,680	0.3%
Other Nonoperating Adjustments				
State Appropriations	9,862,151	9,345,844	516,307	5.5%
Gift Contributions for Operations	537,053	246,356	290,697	118.0%
Net Investment Income	891,209	900,139	(8,930)	-1.0%
Long Term Fund Distribution	109,858	100,740	9,118	9.1%
Interest Expense on Capital Asset Financings	(183,666)	(191,192)	7,526	3.9%
Net Other Nonoperating Adjustments	11,216,605	10,401,887	814,718	7.8%
Adjusted Income (Loss) including Depreciation	(480,611)	(1,329,009)	848,398	63.8%
Adjusted Margin (as a percentage) including Depreciation	-1.8%	-5.1%		
Investment Gains (Losses)	242,341	-	242,341	100.0%
Adjusted Income (Loss) with Investment Gains (Losses)	\$ (238,270)	\$ (1,329,009)	\$ 1,090,739	82.1%
Adjusted Margin % with Investment Gains (Losses)	-0.9%	-5.1%		
Adjusted Income (Loss) excluding Depreciation	1,133,384	274,739	858,645	312.5%
Adjusted Margin (as a percentage) excluding Depreciation	4.2%	1.1%		