

THE UNIVERSITY OF TEXAS SYSTEM OFFICE OF BUDGET AND PLANNING

MONTHLY FINANCIAL REPORT *(unaudited)*

June 2023
FY 2023



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512.499.4792
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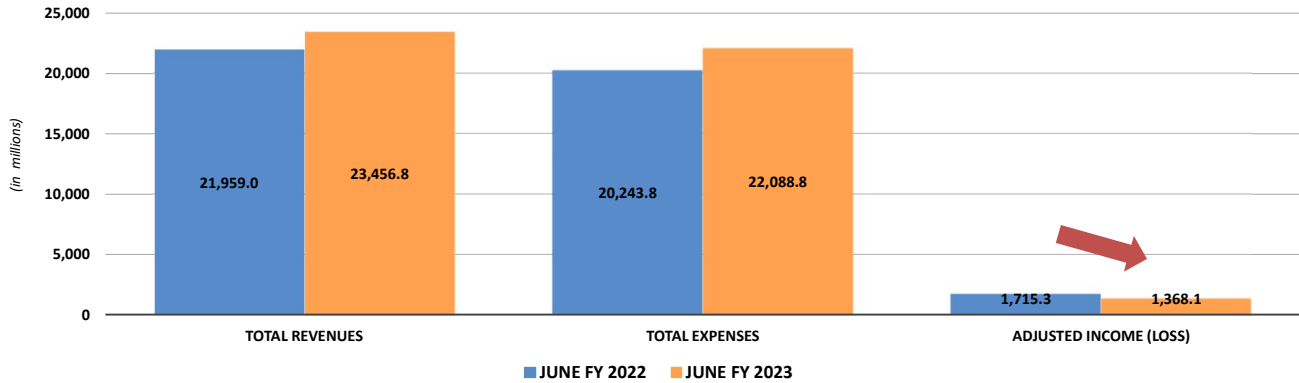
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Monthly Financial Report
Comparison of Operating Results, Margin and Projected Year-End
For the Period Ending June 30, 2023

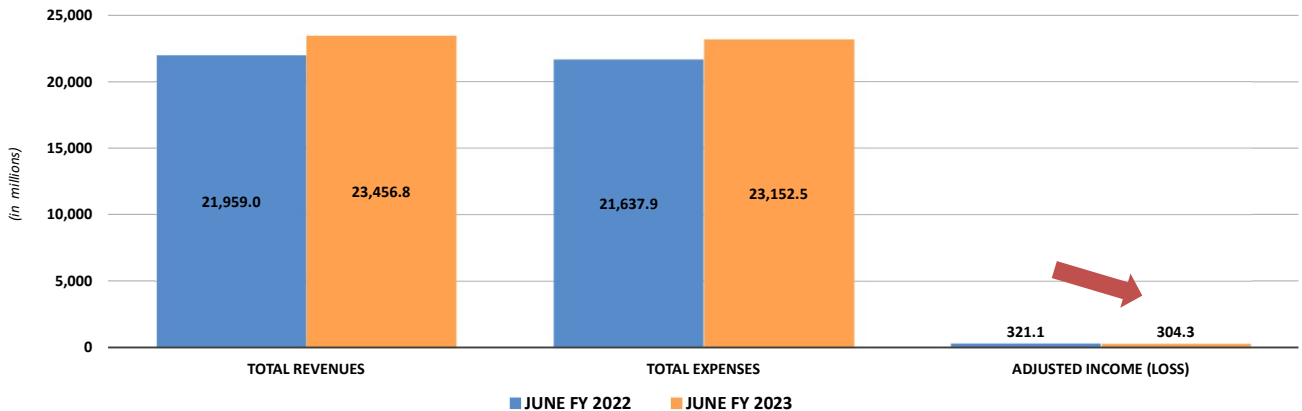
U. T. System Consolidated
(Excluding OPEB & Pension Expense)



Excluding other postemployment benefits (OPEB) and pension expense, *U. T. System Consolidated* shows year-to-date adjusted income of \$1,368.1 million, a decrease in adjusted income of \$347.2 million (20%) from the prior year. The decrease was primarily due to an increase in salaries and wages and payroll related costs across most of the institutions as a result of increases in faculty and staff positions and merit increases.

| <i>(in millions)</i> | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 |
|--|---------------------|---------------------|----------------|--------------------------------|
| Clinical Revenues | \$ 9,164.9 | 10,073.9 | 909.0 | 12,095.5 |
| Sponsored Programs/Nonexchange Sponsored Programs | 4,527.0 | 4,616.6 | 89.6 | 5,683.2 |
| State Appropriations | 1,943.7 | 1,985.8 | 42.1 | 2,383.0 |
| Net Tuition and Fees | 1,755.0 | 1,820.7 | 65.7 | 2,197.0 |
| Auxiliary Revenues/Sales & Services of Educational Activities | 1,196.8 | 1,249.6 | 52.8 | 1,271.1 |
| Net Investment Income | 2,324.5 | 2,579.4 | 254.9 | 2,963.7 |
| Other Operating Revenues/Gift Contributions for Operations | 1,047.0 | 1,130.7 | 83.7 | 1,303.8 |
| Total Revenues | 21,959.0 | 23,456.8 | 1,497.8 | 27,897.3 |
| Salaries and Wages/Payroll Related Costs | 11,924.6 | 13,126.0 | 1,201.4 | 15,015.2 |
| Materials and Supplies/Cost of Goods Sold | 2,802.5 | 3,167.0 | 364.5 | 3,850.1 |
| Depreciation and Amortization | 1,460.6 | 1,514.2 | 53.6 | 1,838.5 |
| Other Contracted Services/Professional Fees & Services | 1,457.4 | 1,553.2 | 95.8 | 1,876.7 |
| All Other Operating Expenses | 2,598.7 | 2,728.4 | 129.7 | 3,414.1 |
| Total Expenses (Excluding OPEB & Pension Exp) | \$ 20,243.8 | 22,088.8 | 1,845.0 | 25,994.5 |
| Adjusted Income (Loss) Excluding OPEB & Pension Exp | 1,715.3 | 1,368.1 | (347.2) | 1,902.8 |
| OPEB Expense | 830.0 | 958.8 | 128.8 | 1,150.5 |
| Pension Expense | 564.2 | 105.0 | (459.2) | 126.0 |
| Adjusted Income (Loss) | 321.1 | 304.3 | (16.8) | 626.3 |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 1,781.6 | 1,818.5 | 36.9 | 2,464.8 |

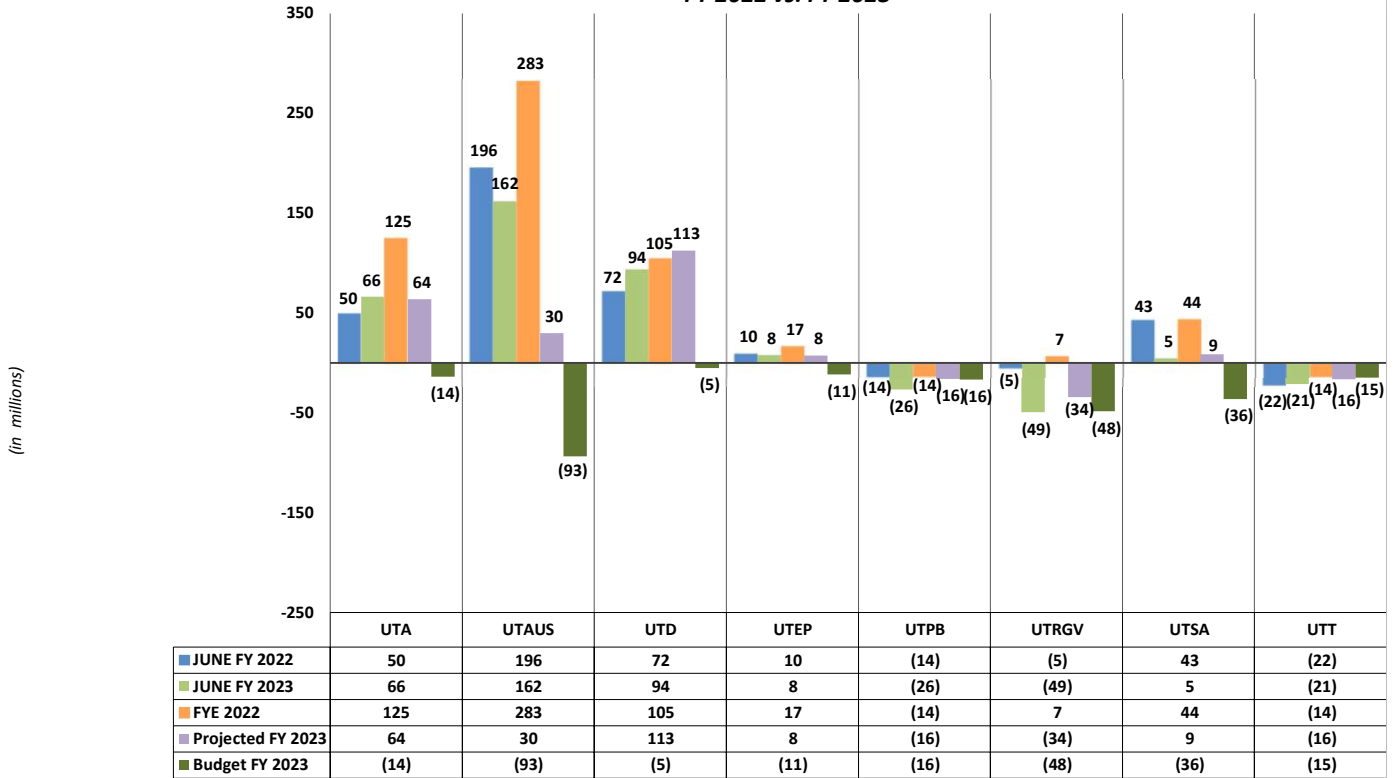
U. T. System Consolidated
(Including OPEB & Pension Expense)



**Monthly Financial Report
Comparison of Adjusted Income (Loss)
For the Period Ending June 30, 2023**

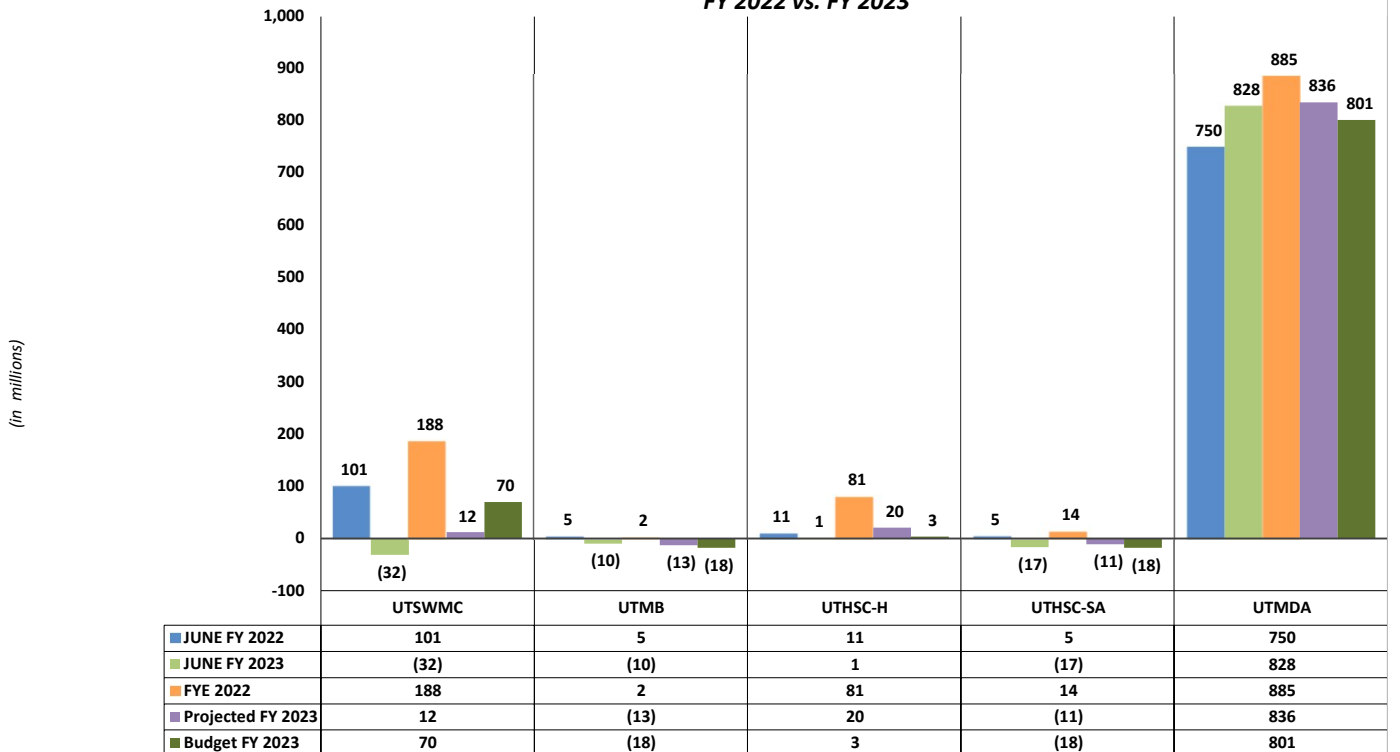
U. T. Academic Institutions

FY 2022 vs. FY 2023



U. T. Health Institutions

FY 2022 vs. FY 2023



Monthly Financial Report
Comparison of Adjusted Income (Loss)
For the Period Ending June 30, 2023

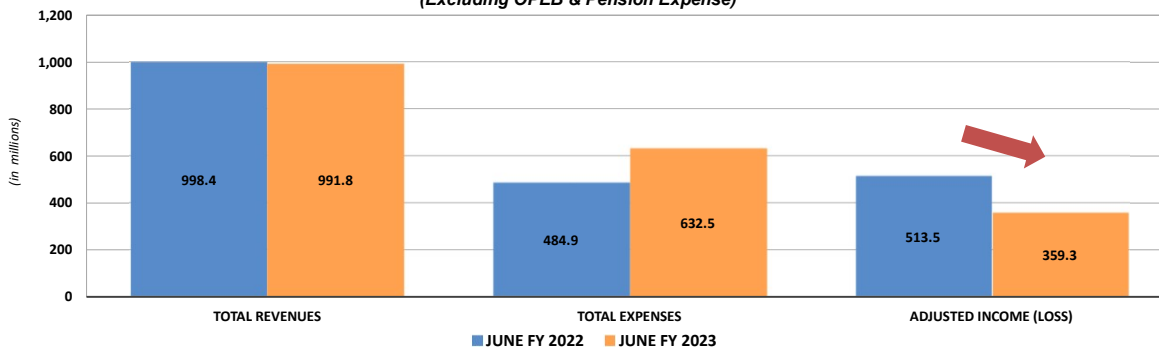
Executive Summary of Adjusted Income (Loss)*

| | June FYTD 2022 (millions) | June FYTD 2023 (millions) | Variance % | Comments |
|---|------------------------------------|------------------------------------|-------------|--|
| U. T. System Administration (excluding OPEB & Pension Expense) | \$ 513.5 | 359.3 | -30% | Increase in Other Operating Expenses (Claims & Losses, Insurance Costs/Premiums, Interest Expense), Other Contracted Services Decrease in Sales & Services of Educational Activities Projected income of \$902.3 million for the FY |
| U. T. Arlington | 49.9 | 66.4 | 33% | Increase in Net Tuition and Fees Projected income of \$63.9 million for the FY |
| U. T. Austin | 195.9 | 162.1 | -17% | Increase in Salaries & Wages/Payroll Related Costs Projected income of \$29.9 million for the FY |
| U. T. Dallas | 72.1 | 93.9 | 30% | Increase in Net Tuition and Fees Projected income of \$112.7 million for the FY |
| U. T. El Paso | 9.6 | 8.2 | -14% | Increase in Salaries & Wages/Payroll Related Costs Projected income of \$7.5 million for the FY |
| U. T. Permian Basin | (13.9) | (26.4) | -90% | Decrease in Gift Contributions for Operations Increases in Materials & Supplies, Other Operating Expenses (Travel) Projected loss of (\$16.0) million for the FY |
| U. T. Rio Grande Valley | (5.2) | (49.4) | -855% | Increases in Salaries & Wages/Payroll Related Costs, Depreciation & Amortization, Professional Fees & Services Decrease in Clinical Revenues Projected loss of (\$34.3) million for the FY |
| U. T. San Antonio | 43.2 | 4.9 | -89% | Increases in Salaries & Wages/Payroll Related Costs, Depreciation & Amortization Decrease in Gift Contributions for Operations Projected income of \$8.8 million for the FY |
| U. T. Tyler | (22.0) | (21.1) | 4% | Increase in Clinical Revenues Projected loss of (\$16.0) million for the FY |
| Southwestern | 101.3 | (31.6) | -131% | Increase in Salaries & Wages/Payroll Related Costs Projected income of \$12.0 million for the FY |
| UTMB | 4.9 | (10.2) | -307% | Increase in Salaries & Wages/Payroll Related Costs Projected loss of (\$12.9) million for the FY |
| UTHSC-Houston | 10.8 | 1.2 | -89% | Increase in Salaries & Wages/Payroll Related Costs Projected income of \$20.3 million for the FY |
| UTHSC-San Antonio | 5.3 | (16.8) | -418% | Increase in Salaries & Wages/Payroll Related Costs Projected loss of (\$11.1) million for the FY |
| M. D. Anderson | 749.7 | 827.5 | 10% | Increase in Clinical Revenues Projected income of \$835.7 million for the FY |
| Total Adjusted Income (Loss) | \$ 1,715.3 | 1,368.1 | -20% | |

* For additional details on the variances, please see pages 4 through 18.

Monthly Financial Report
Comparison of Operating Results, Margin and Projected Year-End
For the Period Ending June 30, 2023

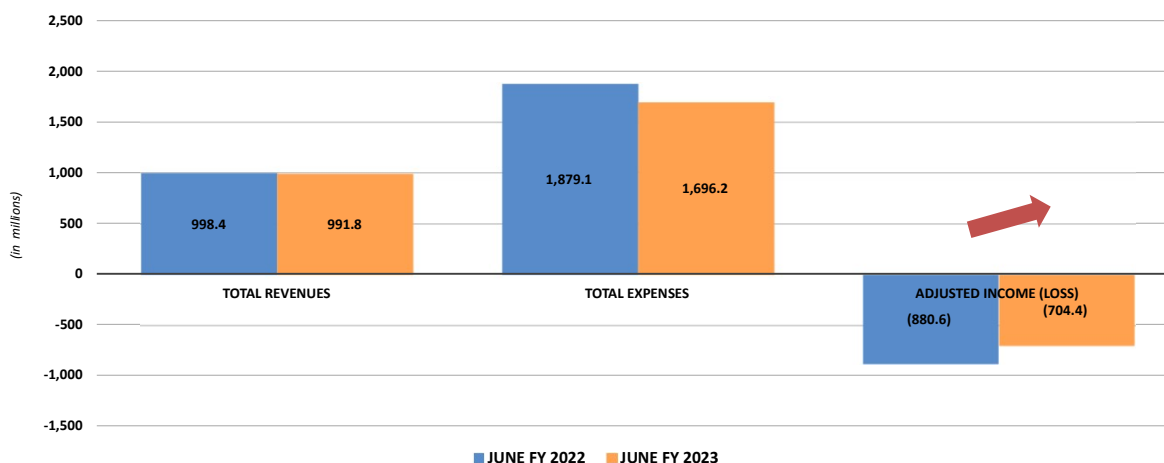
U. T. System Administration
(Excluding OPEB & Pension Expense)



Excluding OPEB and pension expense, *U. T. System Administration* reported year-to-date adjusted income of \$359.3 million, a decrease in adjusted income of \$154.2 million (30%) from the prior year. The decrease was primarily attributable to the following: an increase in other operating expenses as a result of increases in claims and losses, insurance costs/premiums, and interest expense; a decrease in net sales and services of educational activities revenues related to the timing of prior year Comprehensive Property Protection Plan (CPPP) Fire and AOP winter storm payments and the corresponding service department elimination; and an increase in other contracted services due to the timing of Shared Information Services (SIS) and Arlington Regional Data Center (ARDC) payments. The most current projection, excluding OPEB and pension expense, reflects income of \$902.3 million for the year.

| <i>(in millions)</i> | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 |
|--|---------------------|---------------------|----------------|--------------------------------|
| Sponsored Programs/Nonexchange Sponsored Programs | \$ 39.3 | 35.0 | (4.3) | 47.2 |
| State Appropriations | 6.1 | 6.0 | (0.1) | 7.2 |
| Auxiliary Revenues/Sales & Services of Educational Activities | 32.5 | 16.6 | (15.9) | 19.9 |
| Net Investment Income/Available University Fund (AUF) | 891.2 | 900.4 | 9.2 | 1,080.5 |
| Other Operating Revenues/Gift Contributions for Operations | 29.4 | 33.8 | 4.3 | 40.4 |
| Total Revenues | 998.4 | 991.8 | (6.6) | 1,195.2 |
| Salaries and Wages/Payroll Related Costs | 47.1 | 51.4 | 4.3 | (382.2) |
| Materials and Supplies/Cost of Goods Sold | 13.3 | 17.7 | 4.4 | 3.0 |
| Depreciation and Amortization | 14.1 | 18.8 | 4.7 | 22.4 |
| Other Contracted Services/Professional Fees & Services | 44.7 | 55.3 | 10.6 | 63.7 |
| All Other Operating Expenses | 365.7 | 489.3 | 123.6 | 586.0 |
| Total Expenses (Excluding OPEB & Pension Exp) | \$ 484.9 | 632.5 | 147.6 | 293.0 |
| Adjusted Income (Loss) Excluding OPEB & Pension Exp | 513.5 | 359.3 | (154.2) | 902.3 |
| OPEB Expense | 830.0 | 958.8 | 128.8 | 1,150.5 |
| Pension Expense | 564.2 | 105.0 | (459.2) | 126.0 |
| Adjusted Income (Loss) | (880.6) | (704.4) | 176.2 | (374.3) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | (866.6) | (685.6) | 181.0 | (351.8) |

U. T. System Administration
(Including OPEB & Pension Expense)

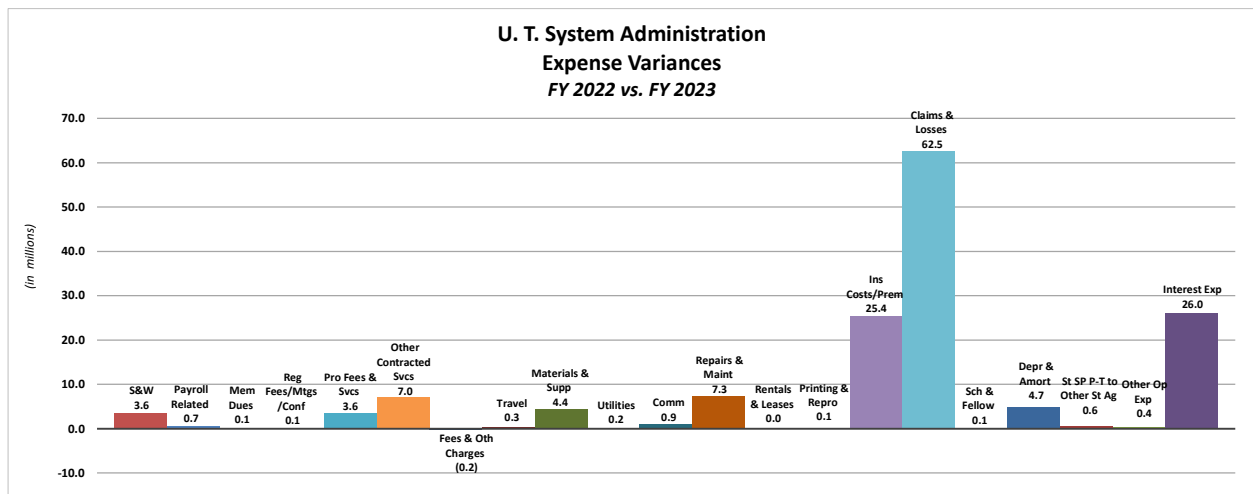


Monthly Financial Report

Detailed Expense Break-out for U. T. System Administration

For the Period Ending June 30, 2023

| <i>(in millions)</i> | June YTD FY 2022 | June YTD FY 2023 | Actual Year-End FY 2022 | Annual Projected FY 2023 |
|--|---------------------|---------------------|-------------------------------|--------------------------------|
| Salaries and Wages | \$ 37.2 | 40.9 | 46.3 | 49.0 |
| Payroll Related Costs | 9.9 | 10.5 | (431.7) | (431.2) * |
| Membership Dues | 0.3 | 0.4 | 0.3 | 0.5 |
| Registration Fees, Meetings, Conferences | 0.1 | 0.2 | 0.2 | 0.2 |
| Professional Fees and Services | 3.6 | 7.1 | 6.5 | 8.6 |
| Other Contracted Services | 41.1 | 48.1 | 49.6 | 55.1 |
| Fees and Other Charges | 0.6 | 0.4 | 0.7 | 0.4 |
| Travel | 0.3 | 0.6 | 0.5 | 0.7 |
| Materials and Supplies | 13.3 | 17.7 | 7.9 | 3.0 |
| Utilities | 0.2 | 0.4 | 0.3 | 0.5 |
| Communications | 3.4 | 4.3 | 3.7 | 4.5 |
| Repairs and Maintenance | 6.3 | 13.5 | 7.9 | 16.2 |
| Rentals and Leases | 0.2 | 0.2 | 0.3 | 0.2 |
| Printing and Reproduction | 0.1 | 0.1 | 0.1 | 0.1 |
| Insurance Costs/Premiums | 35.0 | 60.3 | 18.4 | 72.4 |
| Claims and Losses | 293.1 | 355.6 | 273.1 | 426.7 |
| Scholarships and Fellowships | 0.3 | 0.4 | 0.7 | 0.5 |
| Depreciation and Amortization | 14.1 | 18.8 | 21.6 | 22.4 |
| State Sponsored Program Pass-Through to Other State Agencies | 4.1 | 4.7 | 5.0 | 5.2 |
| Other Operating Expenses | 1.1 | 1.5 | 1.4 | 1.8 |
| Interest Expense | 20.6 | 46.6 | 45.0 | 56.0 |
| Total Expenses (Excluding OPEB & Pension Expense) | 484.9 | 632.5 | 57.9 | 293.0 |
| OPEB Expense | 830.0 | 958.8 | 1,150.5 | 1,150.5 |
| Pension Expense | 564.2 | 105.0 | 126.0 | 126.0 |
| Total Expenses (Including OPEB & Pension Expense) | \$ 1,879.1 | 1,696.2 | 1,334.4 | 1,569.5 |



Brief explanations for U. T. System Administration's largest expense variances are provided below:

***Payroll Related Costs** - the negative payroll related costs at year-end relate to the pension entry to defer pension contributions made after the measurement date for the entire System.

Other Contracted Services – increase of \$7.0 million primarily due to the timing of SIS and ARDC payments.

Materials and Supplies – increase of \$4.4 million attributable to the timing of reimbursement received from the institutions for the Microsoft Agreement license and the corresponding service department elimination.

Repairs and Maintenance – increase of \$7.3 million due to the timing of reimbursement received from the institutions related to the Oracle Maintenance Agreement license and the corresponding service department elimination.

Insurance Costs/Premiums - increase of \$25.4 million attributable to increases in insurance premiums in CPPP Fire and AOP, CPPP Wind & Flood, ROCIP, and the medical self-insurance plan.

Claims and Losses - increase of \$62.5 million primarily due to the medical self-insurance plan.

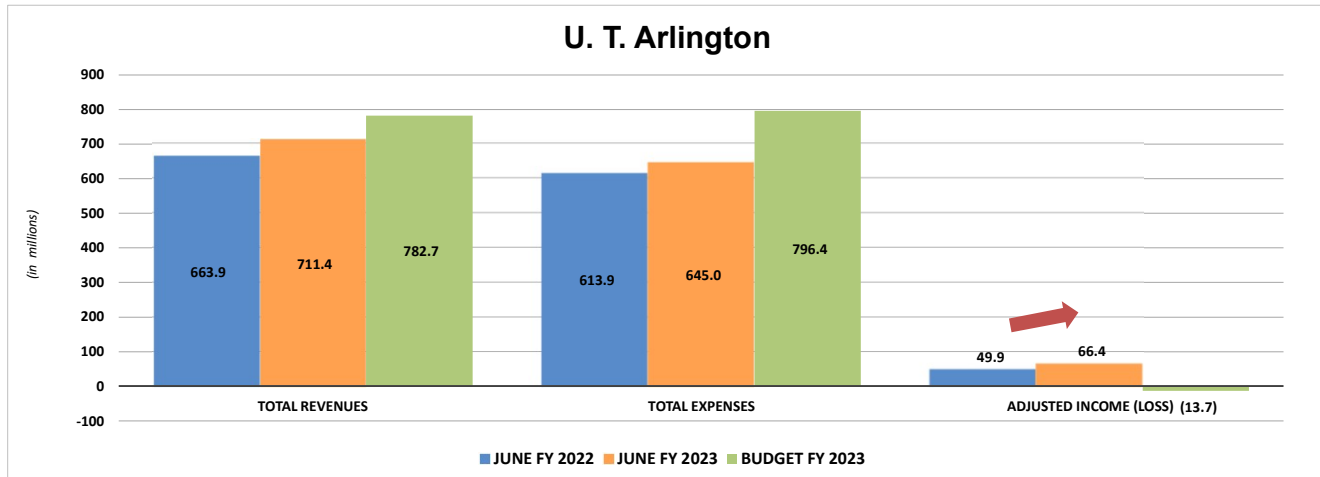
Depreciation and Amortization – increase of \$4.7 million attributable to an increase in Right of Use (ROU) amortization expense as a result of GASB 96.

Interest Expense - increase of \$26.0 million largely due to an increase in Permanent University Fund interest expense.

Monthly Financial Report

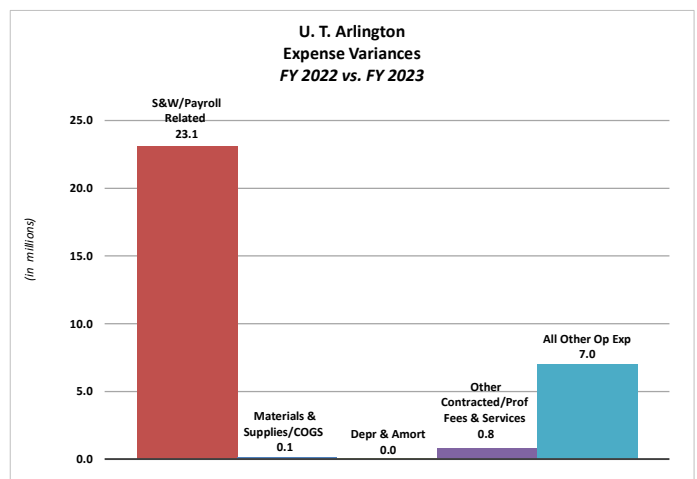
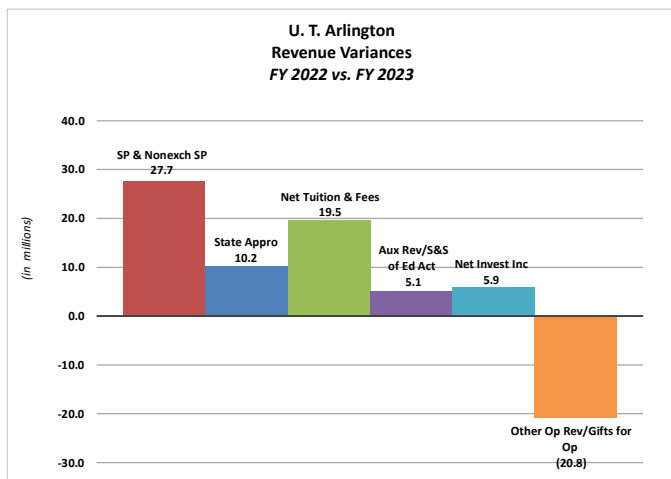
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending June 30, 2023



U. T. Arlington reported year-to-date adjusted income of \$66.4 million, an increase in adjusted income of \$16.5 million (33%) from the prior year. The increase was primarily attributable to an increase in net student tuition and fees as a result of an increase in semester credit hours. The most current projection received from *U. T. Arlington* reflects income of \$63.9 million for the year.

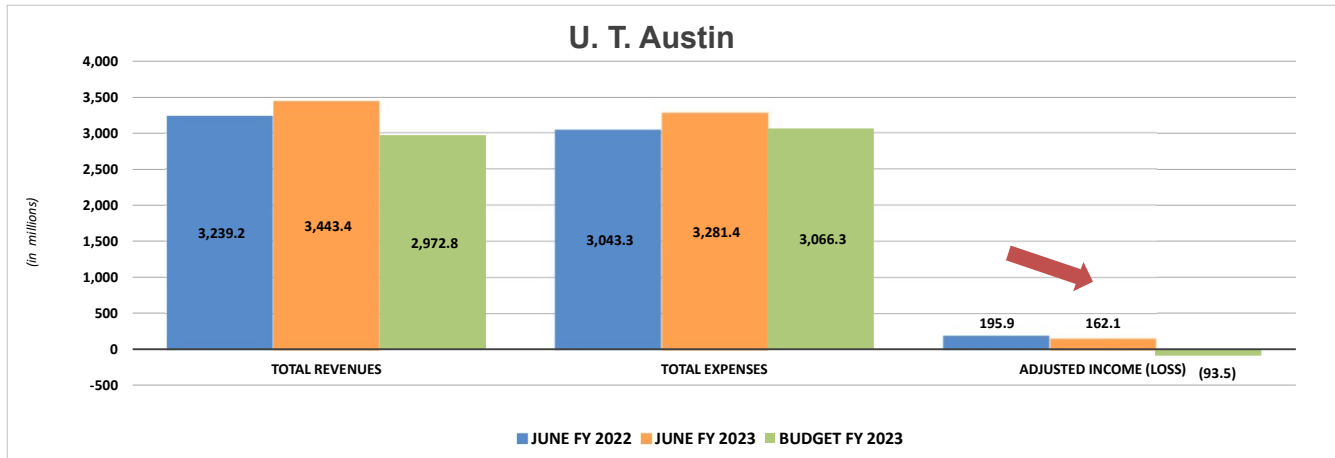
| (in millions) | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|---------------------|---------------------|-------------|--------------------------------|-------------------|
| Sponsored Programs/Nonexchange Sponsored Programs | \$ 138.3 | 165.9 | 27.7 | 204.1 | |
| State Appropriations | 113.4 | 123.5 | 10.2 | 161.1 | |
| Net Tuition and Fees | 294.0 | 313.6 | 19.5 | 376.3 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 56.5 | 61.6 | 5.1 | 71.4 | |
| Net Investment Income | 27.5 | 33.4 | 5.9 | 34.9 | |
| Other Operating Revenues/Gift Contributions for Operations | 34.1 | 13.3 | (20.8) | 15.9 | |
| Total Revenues | 663.9 | 711.4 | 47.5 | 863.7 | 782.7 |
| Salaries and Wages/Payroll Related Costs | 359.4 | 382.4 | 23.1 | 463.2 | |
| Materials and Supplies/Cost of Goods Sold | 42.3 | 42.5 | 0.1 | 48.4 | |
| Depreciation and Amortization | 47.2 | 47.2 | 0.0 | 56.7 | |
| Other Contracted Services/Professional Fees & Services | 60.1 | 60.9 | 0.8 | 73.6 | |
| All Other Operating Expenses | 104.9 | 111.9 | 7.0 | 158.0 | |
| Total Expenses | \$ 613.9 | 645.0 | 31.1 | 799.8 | 796.4 |
| Adjusted Income (Loss) | 49.9 | 66.4 | 16.5 | 63.9 | (13.7) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 97.2 | 113.6 | 16.5 | 120.5 | 43.0 |



Monthly Financial Report

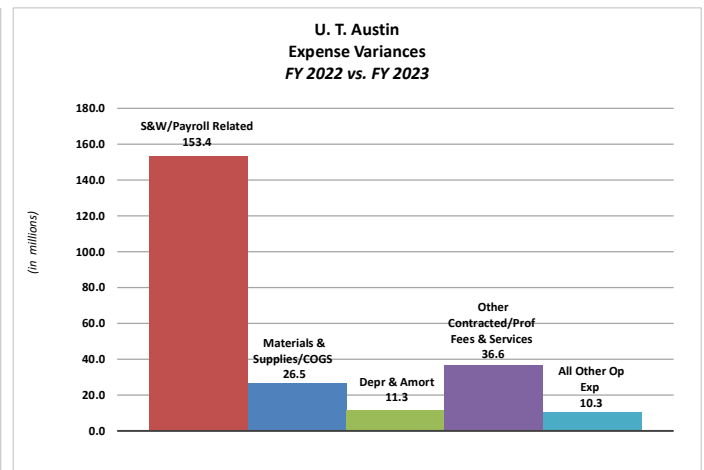
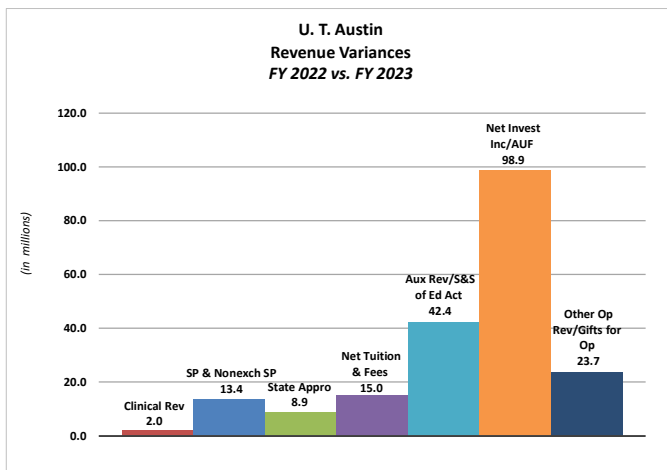
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending June 30, 2023



U. T. Austin reported year-to-date adjusted income of \$162.1 million, a decrease in adjusted income of \$33.8 million (17%) from the prior year. The decrease was primarily due to an increase in salaries and wages and payroll related costs attributable to an increase in staff and faculty positions and merit increases. The most current projection received from *U. T. Austin* reflects income of \$29.9 million for the year.

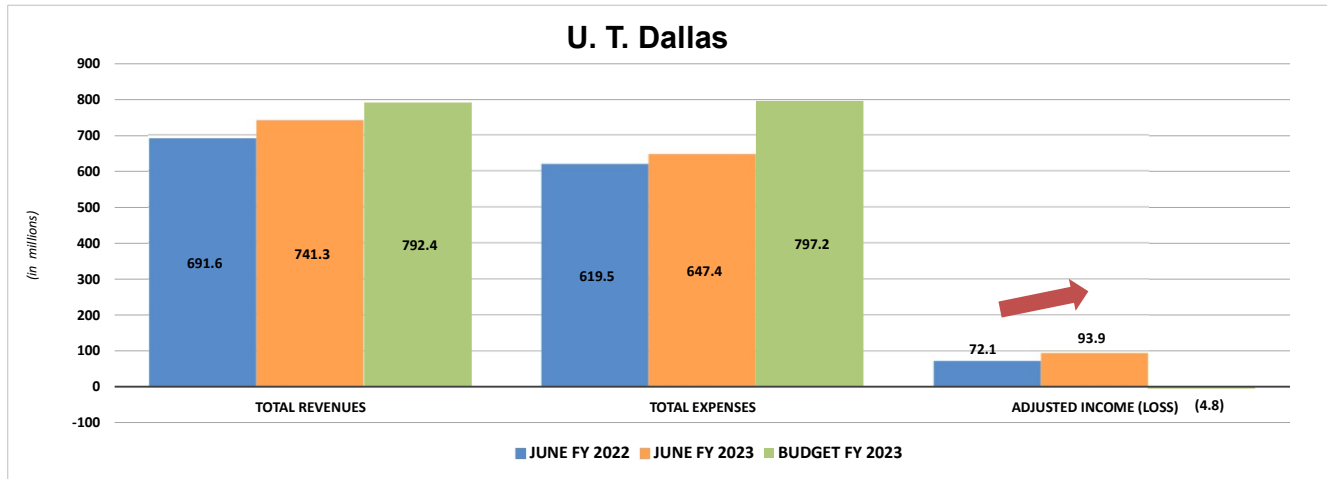
| (in millions) | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|---------------------|---------------------|---------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 11.8 | 13.8 | 2.0 | 16.6 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 832.3 | 845.7 | 13.4 | 1,098.5 | |
| State Appropriations | 294.6 | 303.5 | 8.9 | 359.6 | |
| Net Tuition and Fees | 450.8 | 465.8 | 15.0 | 559.0 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 712.2 | 754.6 | 42.4 | 679.8 | |
| Net Investment Income/Available University Fund (AUF) | 701.7 | 800.6 | 98.9 | 904.9 | |
| Other Operating Revenues/Gift Contributions for Operations | 235.8 | 259.5 | 23.7 | 278.2 | |
| Total Revenues | 3,239.2 | 3,443.4 | 204.3 | 3,896.6 | 2,972.8 |
| Salaries and Wages/Payroll Related Costs | 1,727.2 | 1,880.6 | 153.4 | 2,152.4 | |
| Materials and Supplies/Cost of Goods Sold | 162.1 | 188.6 | 26.5 | 202.2 | |
| Depreciation and Amortization | 310.4 | 321.7 | 11.3 | 386.0 | |
| Other Contracted Services/Professional Fees & Services | 210.2 | 246.8 | 36.6 | 301.4 | |
| All Other Operating Expenses | 633.4 | 643.7 | 10.3 | 824.7 | |
| Total Expenses | \$ 3,043.3 | 3,281.4 | 238.1 | 3,866.7 | 3,066.3 |
| Adjusted Income (Loss) | 195.9 | 162.1 | (33.8) | 29.9 | (93.5) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 506.3 | 483.8 | (22.5) | 415.9 | 286.5 |



Monthly Financial Report

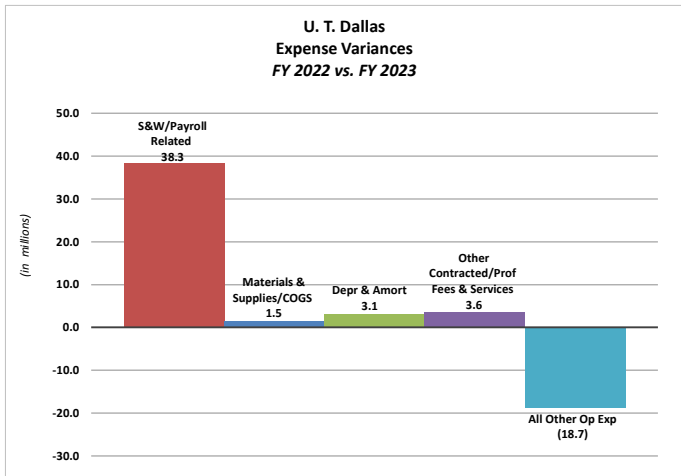
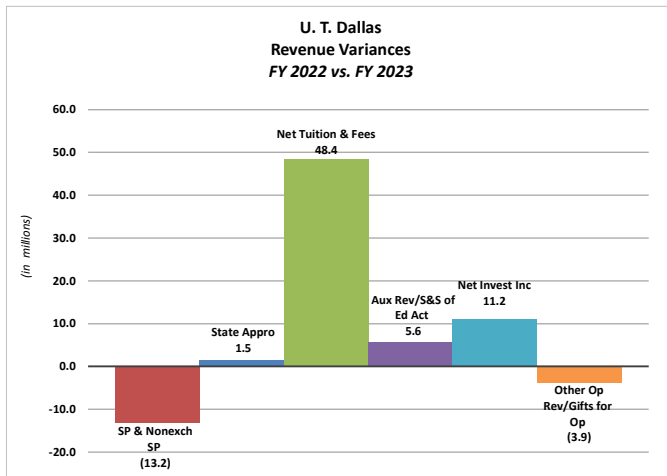
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending June 30, 2023



U. T. Dallas reported year-to-date adjusted income of \$93.9 million, an increase in adjusted income of \$21.8 million (30%) from the prior year. The increase was primarily attributable to an increase in net student tuition and fees due to increased enrollment of undergraduate and graduate students. The most current projection received from U. T. Dallas reflects income of \$112.7 million for the year.

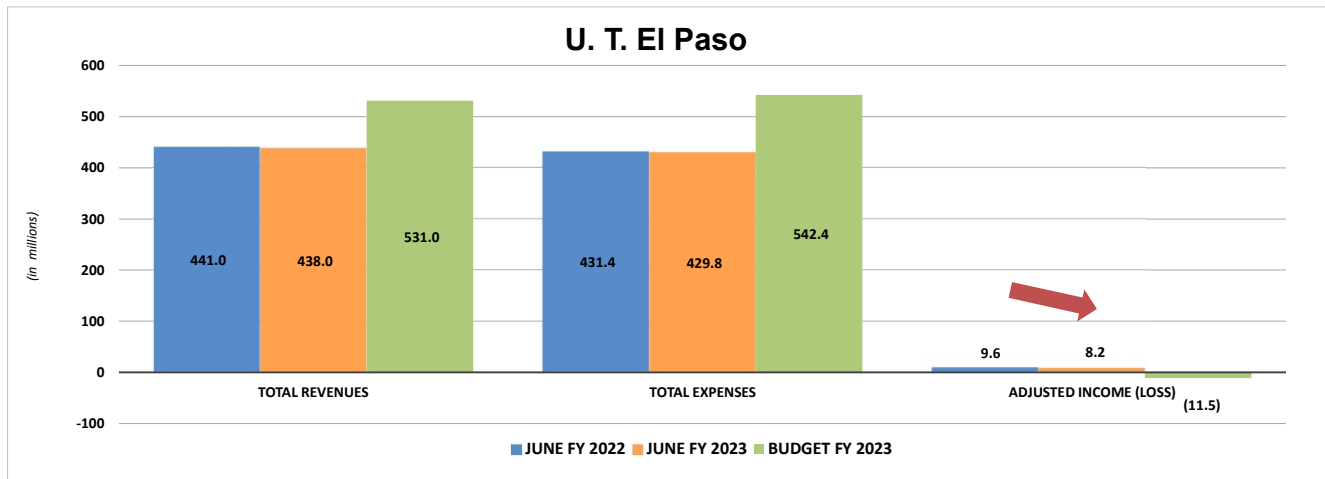
| (in millions) | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|---------------------|---------------------|-------------|--------------------------------|-------------------|
| Sponsored Programs/Nonexchange Sponsored Programs | \$ 139.3 | 126.1 | (13.2) | 151.3 | |
| State Appropriations | 115.0 | 116.6 | 1.5 | 139.9 | |
| Net Tuition and Fees | 304.8 | 353.2 | 48.4 | 423.8 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 73.1 | 78.8 | 5.6 | 94.5 | |
| Net Investment Income | 34.4 | 45.6 | 11.2 | 54.7 | |
| Other Operating Revenues/Gift Contributions for Operations | 25.1 | 21.2 | (3.9) | 25.5 | |
| Total Revenues | 691.6 | 741.3 | 49.7 | 889.5 | 792.4 |
| Salaries and Wages/Payroll Related Costs | 346.5 | 384.8 | 38.3 | 461.8 | |
| Materials and Supplies/Cost of Goods Sold | 28.1 | 29.6 | 1.5 | 35.6 | |
| Depreciation and Amortization | 77.1 | 80.2 | 3.1 | 96.2 | |
| Other Contracted Services/Professional Fees & Services | 31.3 | 35.0 | 3.6 | 42.0 | |
| All Other Operating Expenses | 136.5 | 117.8 | (18.7) | 141.4 | |
| Total Expenses | \$ 619.5 | 647.4 | 27.9 | 776.9 | 797.2 |
| Adjusted Income (Loss) | 72.1 | 93.9 | 21.8 | 112.7 | (4.8) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 149.2 | 174.1 | 24.8 | 208.9 | 83.4 |



Monthly Financial Report

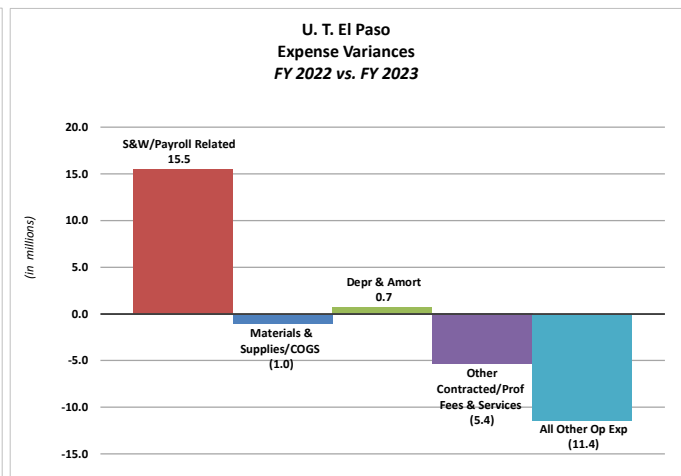
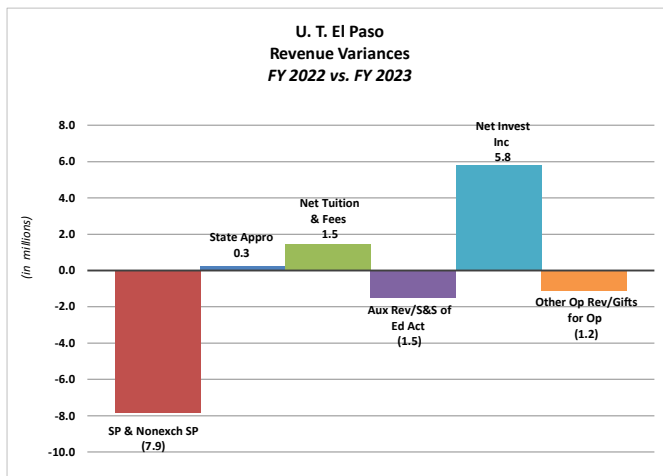
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending June 30, 2023



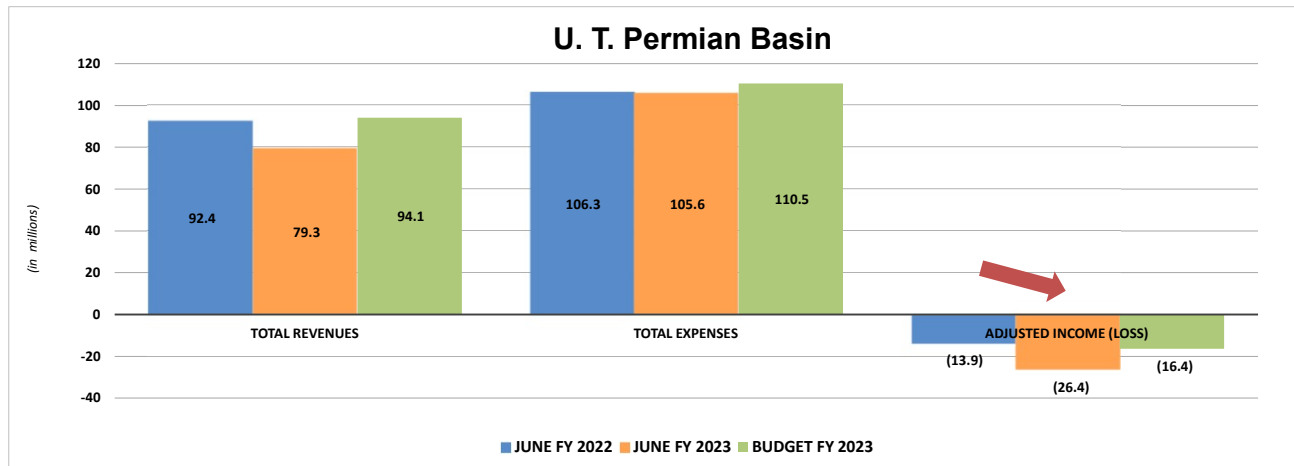
U. T. El Paso reported year-to-date adjusted income of \$8.2 million, a decrease in adjusted income of \$1.4 million (14%) from the prior year. The decrease was primarily due to an increase in salaries and wages and payroll related costs as a result of merit increases. The most current projection received from U. T. El Paso reflects income of \$7.5 million for the year.

| (in millions) | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|---------------------|---------------------|--------------|--------------------------------|-------------------|
| Sponsored Programs/Nonexchange Sponsored Programs | \$ 156.3 | 148.4 | (7.9) | 194.8 | |
| State Appropriations | 91.0 | 91.3 | 0.3 | 107.5 | |
| Net Tuition and Fees | 124.4 | 125.9 | 1.5 | 146.0 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 41.6 | 40.1 | (1.5) | 52.7 | |
| Net Investment Income | 16.6 | 22.4 | 5.8 | 25.8 | |
| Other Operating Revenues/Gift Contributions for Operations | 11.1 | 10.0 | (1.2) | 10.3 | |
| Total Revenues | 441.0 | 438.0 | (3.0) | 537.0 | 531.0 |
| Salaries and Wages/Payroll Related Costs | 234.6 | 250.0 | 15.5 | 284.0 | |
| Materials and Supplies/Cost of Goods Sold | 21.5 | 20.5 | (1.0) | 28.0 | |
| Depreciation and Amortization | 28.7 | 29.5 | 0.7 | 35.4 | |
| Other Contracted Services/Professional Fees & Services | 33.8 | 28.4 | (5.4) | 32.0 | |
| All Other Operating Expenses | 112.8 | 101.4 | (11.4) | 150.2 | |
| Total Expenses | \$ 431.4 | 429.8 | (1.6) | 529.5 | 542.4 |
| Adjusted Income (Loss) | 9.6 | 8.2 | (1.4) | 7.5 | (11.5) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 38.3 | 37.7 | (0.6) | 42.9 | 23.6 |



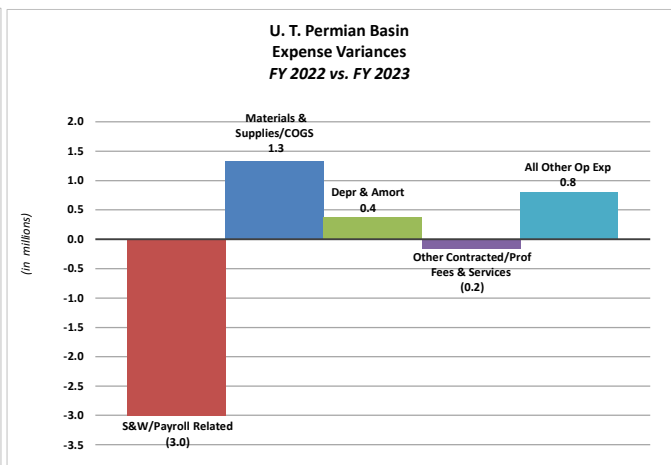
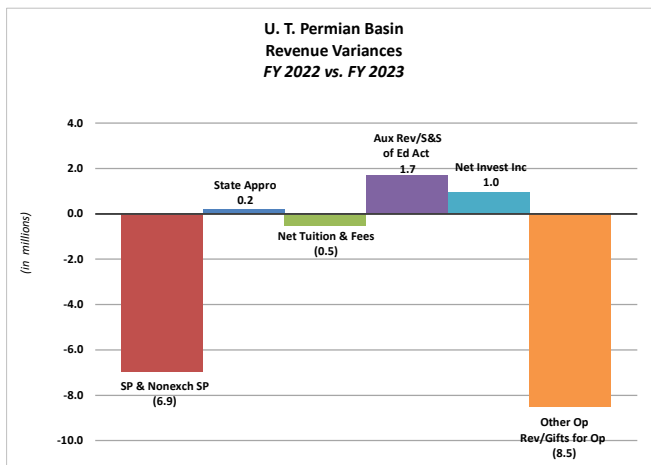
Monthly Financial Report

Comparison of Operating Results, Margin, Projected Year-End and Budget For the Period Ending June 30, 2023

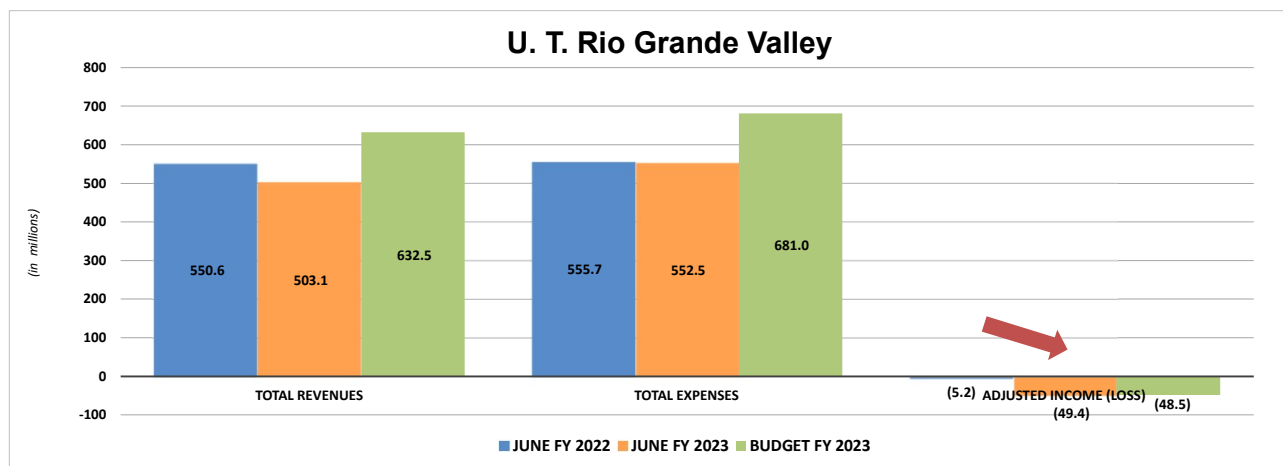


U. T. Permian Basin incurred a year-to-date adjusted loss of \$26.4 million, an increase in adjusted loss of \$12.5 million (90%) from the prior year. The increase was primarily attributable to the following: a decrease in gift contributions for operations as a result of a \$10.7 million gift received in 2022 with no such comparable gift received in the current fiscal year; an increase in materials and supplies due to an increase in furnishings and equipment due to several building and office remodeling projects on campus, as well as an increase in computer software expenses; and an increase in other operating expenses primarily attributable to an increase in travel expenses as restrictions due to COVID-19 are eased. The most current projection received from *U. T. Permian Basin* reflects a loss of \$16.0 million for the year.

| (in millions) | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|---------------------|---------------------|---------------|--------------------------------|-------------------|
| Sponsored Programs/Nonexchange Sponsored Programs | \$ 22.8 | 15.8 | (6.9) | 25.0 | |
| State Appropriations | 20.9 | 21.1 | 0.2 | 25.4 | |
| Net Tuition and Fees | 26.4 | 25.9 | (0.5) | 31.1 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 5.6 | 7.3 | 1.7 | 8.9 | |
| Net Investment Income | 2.9 | 3.9 | 1.0 | 4.4 | |
| Other Operating Revenues/Gift Contributions for Operations | 13.7 | 5.2 | (8.5) | 13.9 | |
| Total Revenues | 92.4 | 79.3 | (13.1) | 108.6 | 94.1 |
| Salaries and Wages/Payroll Related Costs | 51.9 | 48.9 | (3.0) | 56.4 | |
| Materials and Supplies/Cost of Goods Sold | 5.1 | 6.4 | 1.3 | 6.5 | |
| Depreciation and Amortization | 17.4 | 17.7 | 0.4 | 21.3 | |
| Other Contracted Services/Professional Fees & Services | 8.9 | 8.7 | (0.2) | 12.0 | |
| All Other Operating Expenses | 23.0 | 23.8 | 0.8 | 28.4 | |
| Total Expenses | \$ 106.3 | 105.6 | (0.7) | 124.6 | 110.5 |
| Adjusted Income (Loss) | (13.9) | (26.4) | (12.5) | (16.0) | (16.4) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 3.5 | (8.6) | (12.1) | 5.3 | 4.8 |

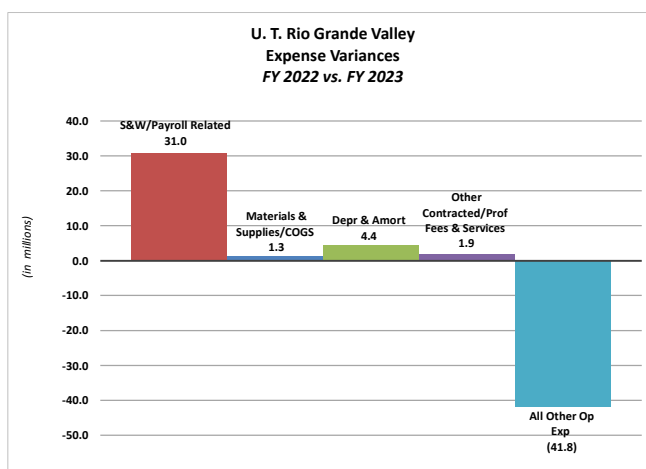
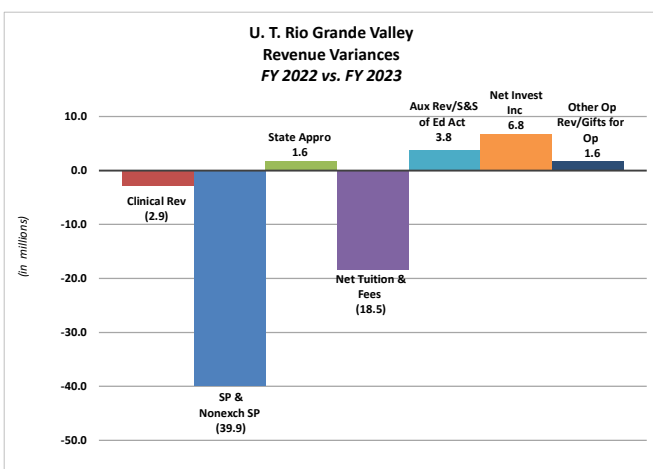


Monthly Financial Report Comparison of Operating Results, Margin, Projected Year-End and Budget For the Period Ending June 30, 2023



U. T. Rio Grande Valley incurred a year-to-date adjusted loss of \$49.4 million, an increase in adjusted loss of \$44.2 million (855%) from the prior year. The increase was primarily due to the following: an increase in salaries and wages and payroll related costs as a result of an increase in faculty and staff positions and annual merit increases; an increase in depreciation and amortization expense due to new buildings placed into service; a decrease in clinical revenues attributable to a decrease in patient volume due to the economic downturn; and an increase in professional fees and services as a result of an increase in consulting services. The most current projection received from U. T. Rio Grande Valley reflects a loss of \$34.3 million for the year.

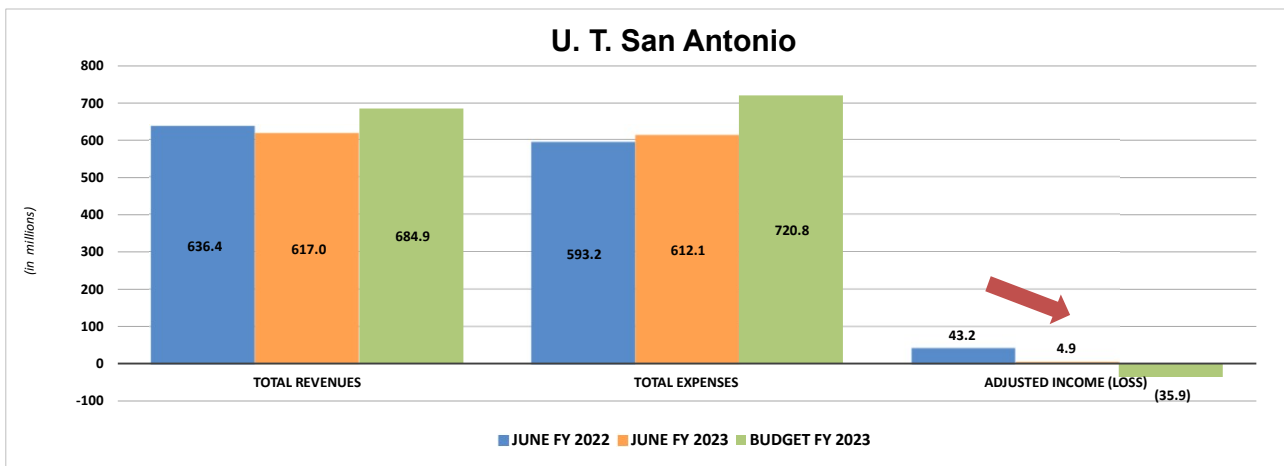
| (in millions) | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|---------------------|---------------------|---------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 16.3 | 13.4 | (2.9) | 17.2 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 234.2 | 194.2 | (39.9) | 270.5 | |
| State Appropriations | 143.1 | 144.7 | 1.6 | 163.5 | |
| Net Tuition and Fees | 114.7 | 96.2 | (18.5) | 136.9 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 14.4 | 18.2 | 3.8 | 20.6 | |
| Net Investment Income | 11.8 | 18.7 | 6.8 | 21.4 | |
| Other Operating Revenues/Gift Contributions for Operations | 16.1 | 17.7 | 1.6 | 19.9 | |
| Total Revenues | 550.6 | 503.1 | (47.4) | 650.0 | 632.5 |
| Salaries and Wages/Payroll Related Costs | 348.5 | 379.5 | 31.0 | 431.2 | |
| Materials and Supplies/Cost of Goods Sold | 27.8 | 29.1 | 1.3 | 32.2 | |
| Depreciation and Amortization | 46.4 | 50.8 | 4.4 | 62.5 | |
| Other Contracted Services/Professional Fees & Services | 19.4 | 21.3 | 1.9 | 22.6 | |
| All Other Operating Expenses | 113.7 | 71.8 | (41.8) | 135.8 | |
| Total Expenses | 555.7 | 552.5 | (3.2) | 684.3 | 681.0 |
| Adjusted Income (Loss) | (5.2) | (49.4) | (44.2) | (34.3) | (48.5) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 41.2 | 1.4 | (39.8) | 28.2 | 13.5 |



Monthly Financial Report

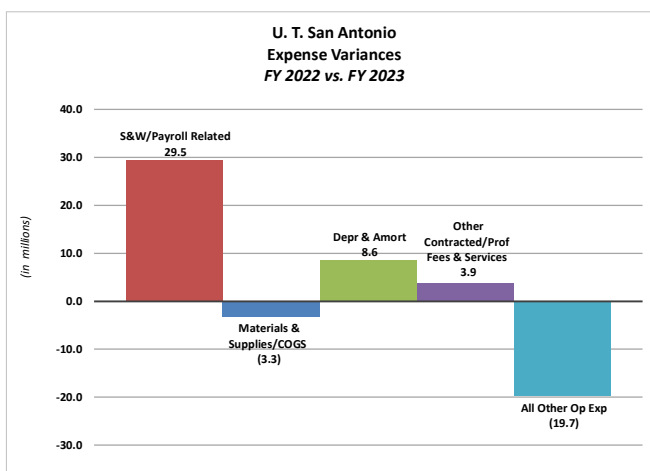
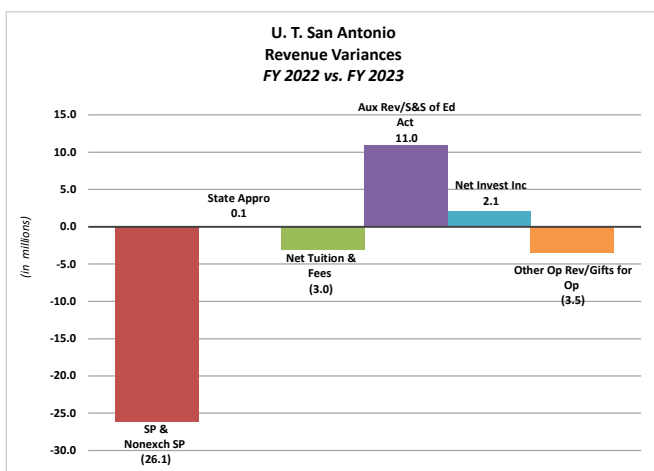
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending June 30, 2023

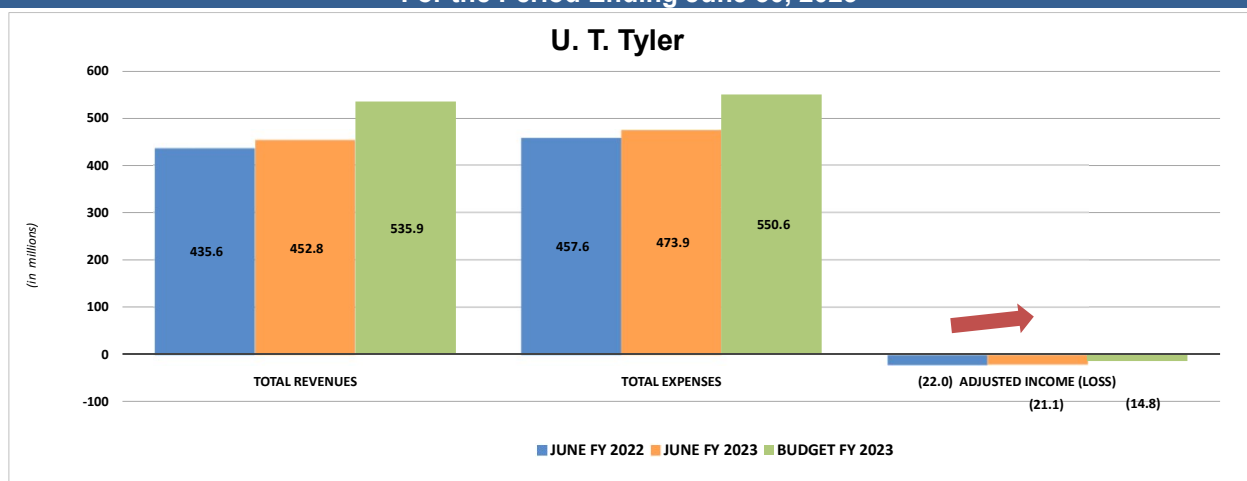


U. T. San Antonio reported year-to-date adjusted income of \$4.9 million, a decrease in adjusted income of \$38.3 million (89%) from the prior year. The decrease was primarily attributable to the following: an increase in salaries and wages and payroll related costs due to the university implementing its strategic compensation plan last year, as well as an increase in annual merit increases; an increase in depreciation and amortization expense attributable to new buildings placed into service; and a decrease in gift contributions for operations as a result of a \$20 million gift received in 2022 with no such comparable gift received in the current fiscal year. The most current projection received from *U. T. San Antonio* reflects income of \$8.8 million for the year.

| (in millions) | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|---------------------|---------------------|---------------|--------------------------------|-------------------|
| Sponsored Programs/Nonexchange Sponsored Programs | \$ 200.4 | 174.2 | (26.1) | 209.1 | |
| State Appropriations | 127.0 | 127.1 | 0.1 | 152.5 | |
| Net Tuition and Fees | 216.2 | 213.1 | (3.0) | 255.8 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 53.2 | 64.2 | 11.0 | 77.0 | |
| Net Investment Income | 20.4 | 22.5 | 2.1 | 30.1 | |
| Other Operating Revenues/Gift Contributions for Operations | 19.3 | 15.8 | (3.5) | 19.0 | |
| Total Revenues | 636.4 | 617.0 | (19.4) | 743.4 | 684.9 |
| Salaries and Wages/Payroll Related Costs | 315.8 | 345.3 | 29.5 | 414.2 | |
| Materials and Supplies/Cost of Goods Sold | 34.0 | 30.7 | (3.3) | 36.8 | |
| Depreciation and Amortization | 54.7 | 63.3 | 8.6 | 76.0 | |
| Other Contracted Services/Professional Fees & Services | 30.0 | 33.9 | 3.9 | 40.6 | |
| All Other Operating Expenses | 158.7 | 138.9 | (19.7) | 166.9 | |
| Total Expenses | \$ 593.2 | 612.1 | 18.9 | 734.6 | 720.8 |
| Adjusted Income (Loss) | 43.2 | 4.9 | (38.3) | 8.8 | (35.9) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 98.0 | 68.2 | (29.7) | 84.8 | 36.8 |

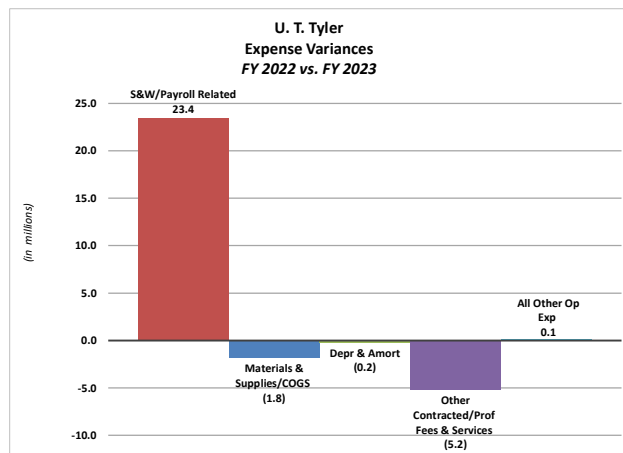
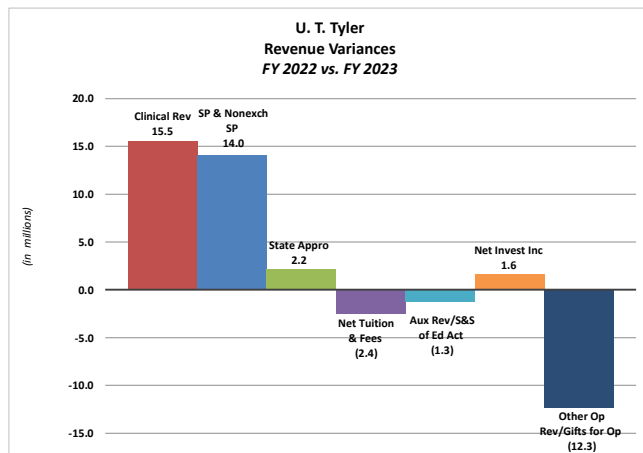


Monthly Financial Report Comparison of Operating Results, Margin, Projected Year-End and Budget For the Period Ending June 30, 2023



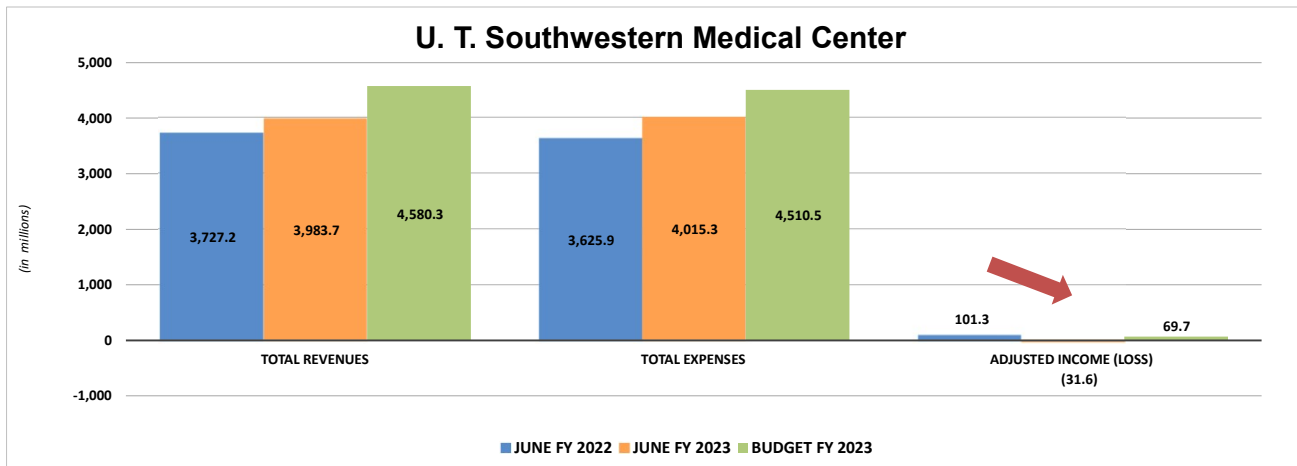
U. T. Tyler incurred a year-to-date adjusted loss of \$21.1 million, a decrease in adjusted loss of \$1.0 million (4%) from the prior year. The decrease was primarily due to an increase in clinical revenues attributable to an increase in outpatient visits, as well as growth in retail pharmacy volumes. The most current projection received from *U. T. Tyler* reflects a loss of \$16.0 million for the year.

| (in millions) | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|---------------------|---------------------|-------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 146.6 | 162.0 | 15.5 | 192.4 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 112.3 | 126.3 | 14.0 | 151.6 | |
| State Appropriations | 71.8 | 74.0 | 2.2 | 90.8 | |
| Net Tuition and Fees | 51.4 | 49.0 | (2.4) | 58.9 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 26.5 | 25.3 | (1.3) | 30.3 | |
| Net Investment Income | 8.7 | 10.2 | 1.6 | 13.5 | |
| Other Operating Revenues/Gift Contributions for Operations | 18.3 | 6.0 * | (12.3) | 13.1 * | |
| Total Revenues | 435.6 | 452.8 | 17.2 | 550.7 | 535.9 |
| Salaries and Wages/Payroll Related Costs | 271.5 | 294.9 | 23.4 | 350.3 | |
| Materials and Supplies/Cost of Goods Sold | 64.5 | 62.7 | (1.8) | 75.1 | |
| Depreciation and Amortization | 29.3 | 29.0 | (0.2) | 36.3 | |
| Other Contracted Services/Professional Fees & Services | 44.3 | 39.0 | (5.2) | 47.5 | |
| All Other Operating Expenses | 48.1 | 48.3 | 0.1 | 57.4 | |
| Total Expenses | \$ 457.6 | 473.9 | 16.3 | 566.7 | 550.6 |
| Adjusted Income (Loss) | (22.0) | (21.1) | 1.0 | (16.0) | (14.8) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 7.2 | 8.0 | 0.7 | 20.3 | 21.7 |



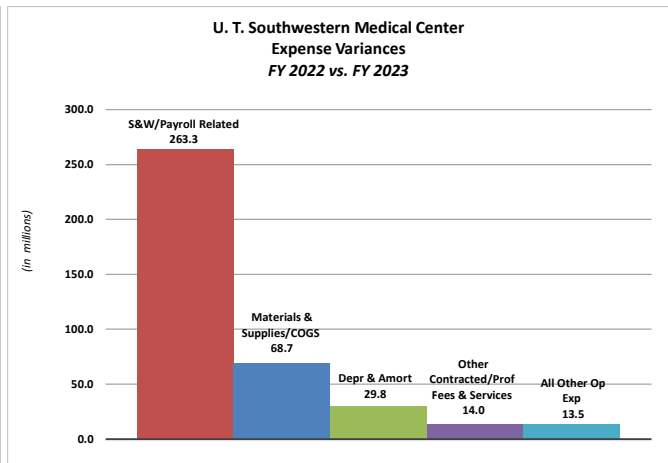
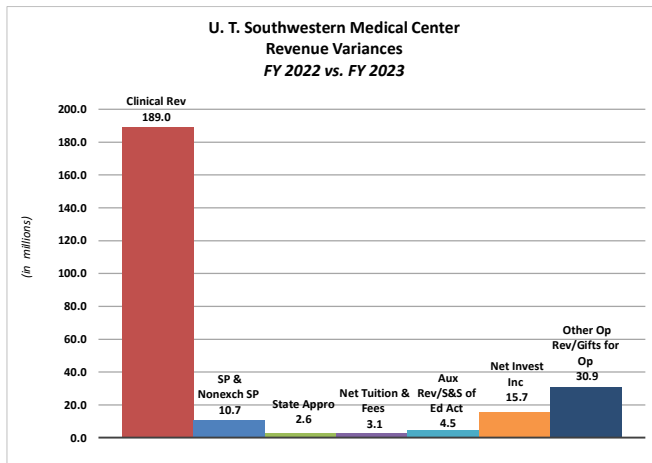
*Other Operating Income includes 30% of UTHET's net adjusted loss which was \$4.9 million through June. The projected loss of \$16.0 million includes \$0.5 million of UTHET's net adjusted income for the year.

Monthly Financial Report Comparison of Operating Results, Margin, Projected Year-End and Budget For the Period Ending June 30, 2023

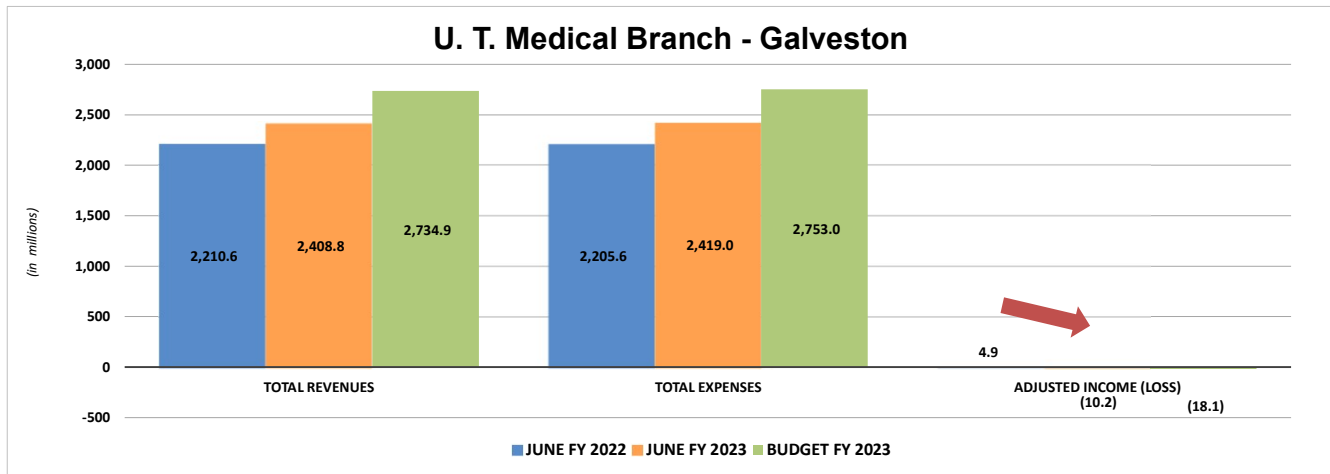


U. T. Southwestern Medical Center incurred a year-to-date adjusted loss of \$31.6 million, a decrease of \$132.9 million (131%) from the prior year. The decrease was primarily due to an increase in salaries and wages and payroll related costs as a result of increases in staff and faculty positions associated with growth in both the hospitals and clinical operations. The most current projection received from U. T. Southwestern Medical Center reflects income of \$12.0 million for the year.

| (in millions) | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|---------------------|---------------------|----------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 2,411.3 | 2,600.2 | 189.0 | 3,135.7 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 710.0 | 720.7 | 10.7 | 837.1 | |
| State Appropriations | 158.7 | 161.3 | 2.6 | 195.7 | |
| Net Tuition and Fees | 20.5 | 23.5 | 3.1 | 28.3 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 32.4 | 36.8 | 4.5 | 45.3 | |
| Net Investment Income | 137.6 | 153.3 | 15.7 | 185.7 | |
| Other Operating Revenues/Gift Contributions for Operations | 256.8 | 287.7 | 30.9 | 303.2 | |
| Total Revenues | 3,727.2 | 3,983.7 | 256.5 | 4,730.9 | 4,580.3 |
| Salaries and Wages/Payroll Related Costs | 2,248.4 | 2,511.7 | 263.3 | 3,010.5 | |
| Materials and Supplies/Cost of Goods Sold | 701.2 | 769.9 | 68.7 | 895.4 | |
| Depreciation and Amortization | 202.8 | 232.6 | 29.8 | 277.8 | |
| Other Contracted Services/Professional Fees & Services | 223.6 | 237.6 | 14.0 | 267.7 | |
| All Other Operating Expenses | 250.0 | 263.5 | 13.5 | 267.4 | |
| Total Expenses | \$ 3,625.9 | 4,015.3 | 389.4 | 4,718.9 | 4,510.5 |
| Adjusted Income (Loss) | 101.3 | (31.6) | (132.9) | 12.0 | 69.7 |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 304.1 | 201.0 | (103.1) | 289.8 | 337.0 |

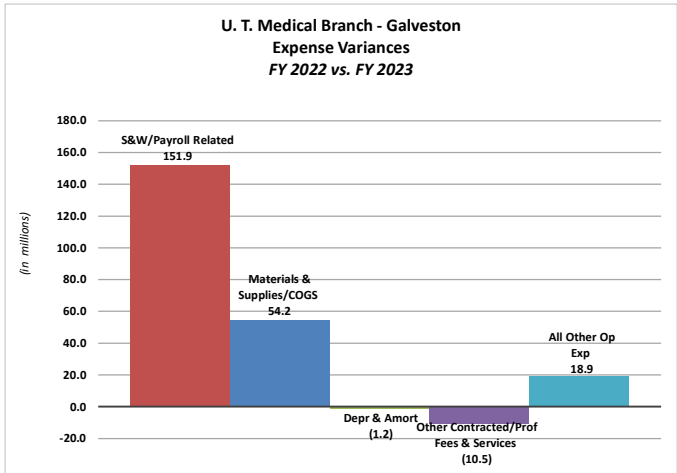
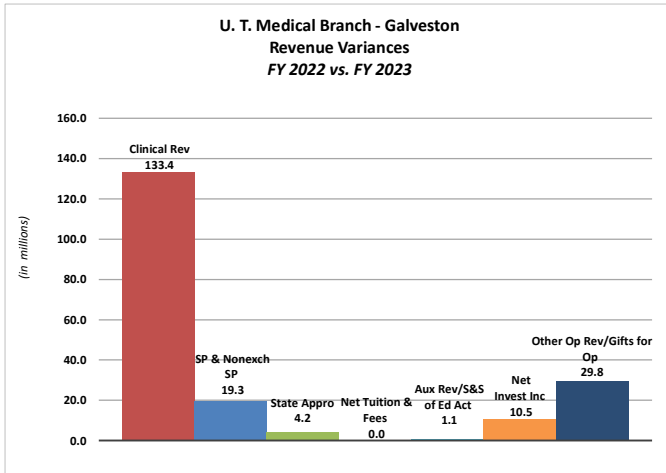


Monthly Financial Report
Comparison of Operating Results, Margin, Projected Year-End and Budget
For the Period Ending June 30, 2023



U. T. Medical Branch - Galveston incurred a year-to-date adjusted loss of \$10.2 million, a decrease of \$15.1 million (307%) from the prior year. The decrease was primarily attributable to an increase in salaries and wages and payroll related costs as a result of increases in staff and faculty positions due to increased clinical volumes, as well as merit and market increases. The most current projection received from U. T. Medical Branch - Galveston reflects a loss of \$12.9 million for the year.

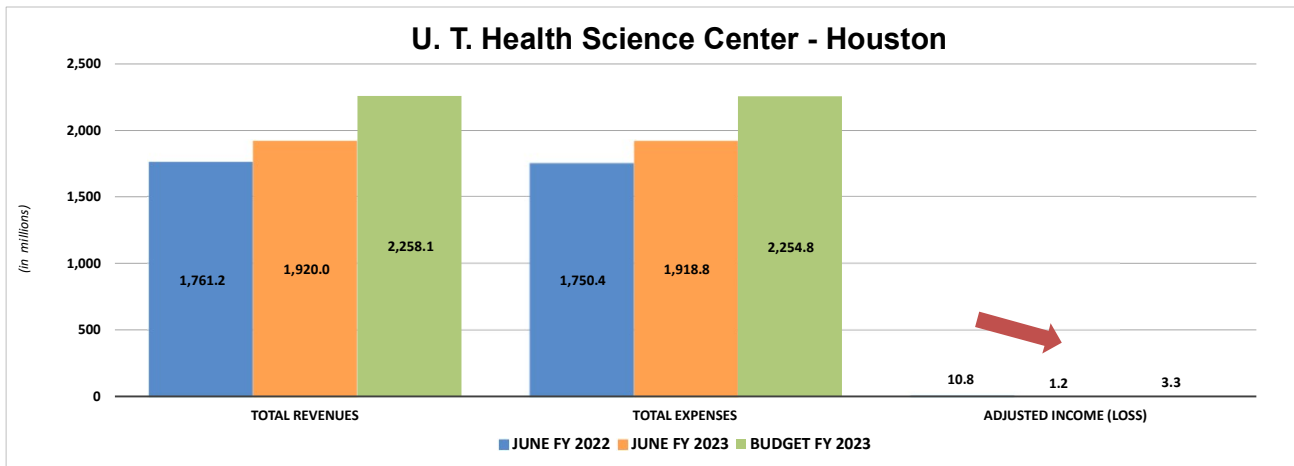
| (in millions) | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|---------------------|---------------------|---------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 1,471.9 | 1,605.2 | 133.4 | 1,938.6 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 204.4 | 223.7 | 19.3 | 274.6 | |
| State Appropriations | 299.4 | 303.5 | 4.2 | 363.5 | |
| Net Tuition and Fees | 44.1 | 44.1 | 0.0 | 52.1 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 21.4 | 22.4 | 1.1 | 26.9 | |
| Net Investment Income | 57.5 | 68.0 | 10.5 | 77.3 | |
| Other Operating Revenues/Gift Contributions for Operations | 112.0 | 141.8 | 29.8 | 169.5 | |
| Total Revenues | 2,210.6 | 2,408.8 | 198.2 | 2,902.6 | 2,734.9 |
| Salaries and Wages/Payroll Related Costs | 1,325.4 | 1,477.3 | 151.9 | 1,782.5 | |
| Materials and Supplies/Cost of Goods Sold | 319.5 | 373.7 | 54.2 | 436.6 | |
| Depreciation and Amortization | 174.3 | 173.0 | (1.2) | 223.6 | |
| Other Contracted Services/Professional Fees & Services | 191.7 | 181.2 | (10.5) | 217.5 | |
| All Other Operating Expenses | 194.8 | 213.8 | 18.9 | 255.4 | |
| Total Expenses | \$ 2,205.6 | 2,419.0 | 213.4 | 2,915.6 | 2,753.0 |
| Adjusted Income (Loss) | 4.9 | (10.2) | (15.1) | (12.9) | (18.1) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 179.2 | 162.8 | (16.4) | 210.7 | 207.5 |



Monthly Financial Report

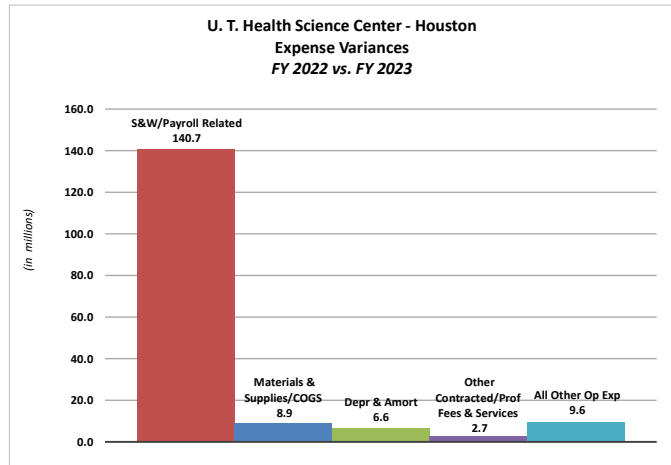
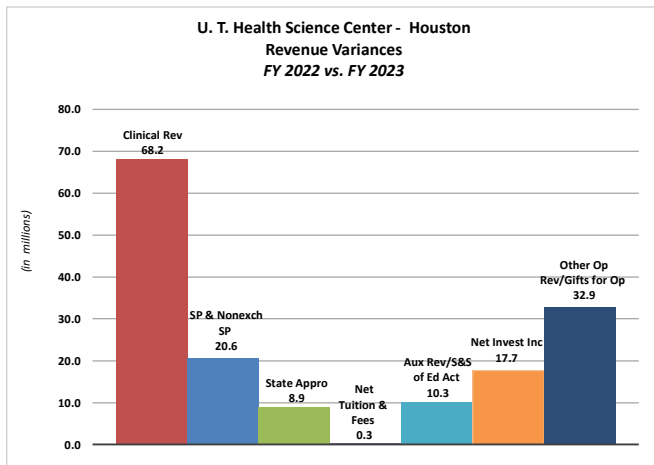
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending June 30, 2023

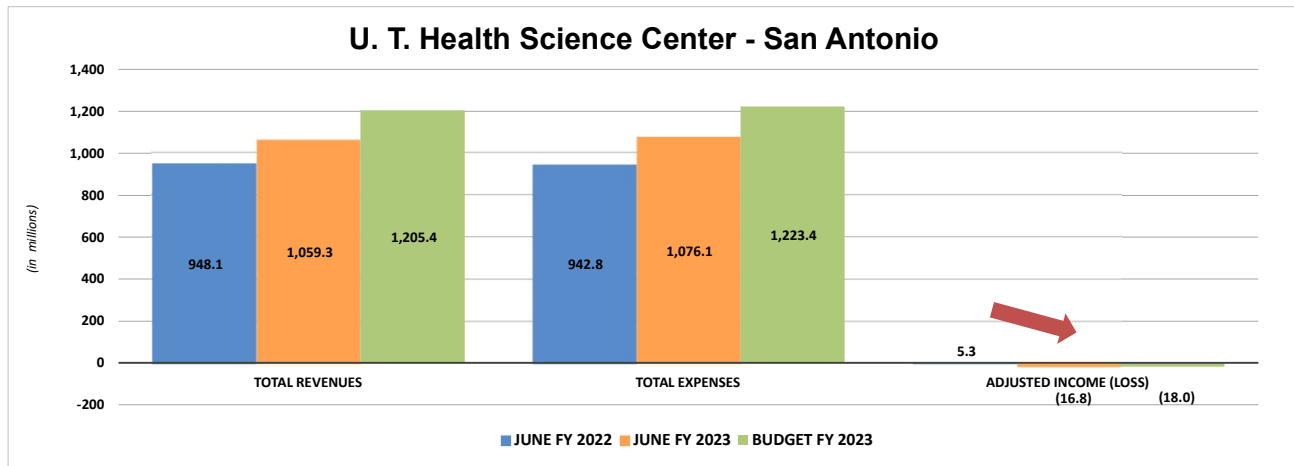


U. T. Health Science Center - Houston reported year-to-date adjusted income of \$1.2 million, a decrease in adjusted income of \$9.6 million (89%) from the prior year. The decrease was primarily due to an increase in salaries and wages and payroll related costs attributable to increases in staff and faculty positions largely related to the opening of the new Dunn Center Building. The most current projection received from U. T. Health Science Center - Houston reflects income of \$20.3 million for the year.

| (in millions) | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|---------------------|---------------------|--------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 461.4 | 529.6 | 68.2 | 636.1 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 887.3 | 907.9 | 20.6 | 1,104.8 | |
| State Appropriations | 180.7 | 189.6 | 8.9 | 225.9 | |
| Net Tuition and Fees | 62.0 | 62.3 | 0.3 | 70.3 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 58.7 | 69.0 | 10.3 | 78.0 | |
| Net Investment Income | 68.6 | 86.3 | 17.7 | 94.0 | |
| Other Operating Revenues/Gift Contributions for Operations | 42.5 | 75.4 | 32.9 | 98.3 | |
| Total Revenues | 1,761.2 | 1,920.0 | 158.9 | 2,307.4 | 2,258.1 |
| Salaries and Wages/Payroll Related Costs | 1,347.4 | 1,488.2 | 140.7 | 1,765.7 | |
| Materials and Supplies/Cost of Goods Sold | 88.6 | 97.5 | 8.9 | 115.0 | |
| Depreciation and Amortization | 88.7 | 95.3 | 6.6 | 118.6 | |
| Other Contracted Services/Professional Fees & Services | 100.9 | 103.6 | 2.7 | 128.5 | |
| All Other Operating Expenses | 124.7 | 134.3 | 9.6 | 159.3 | |
| Total Expenses | \$ 1,750.4 | 1,918.8 | 168.5 | 2,287.1 | 2,254.8 |
| Adjusted Income (Loss) | 10.8 | 1.2 | (9.6) | 20.3 | 3.3 |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 99.5 | 96.5 | (3.1) | 138.9 | 80.7 |

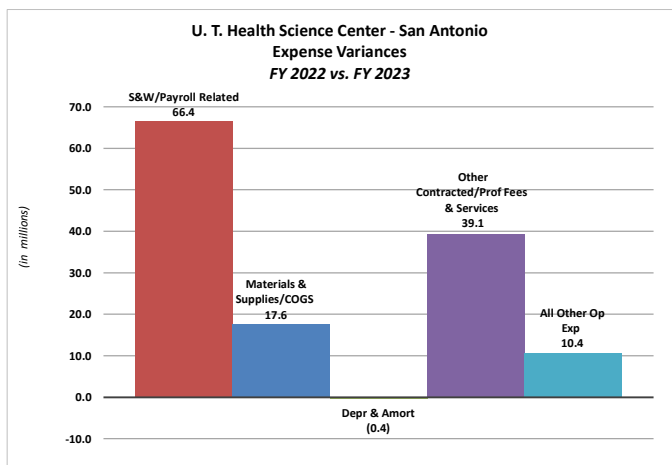
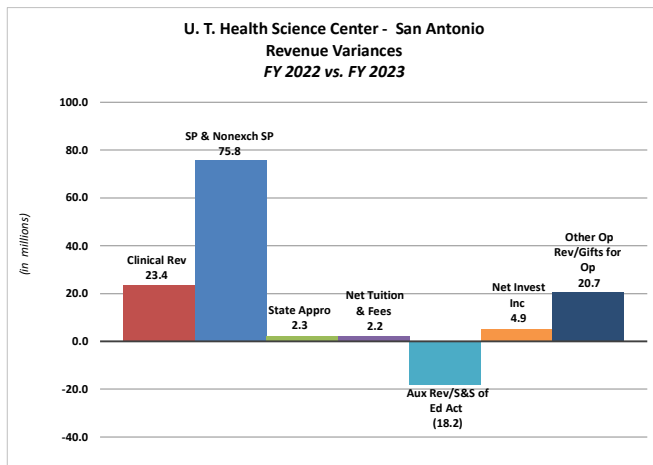


Monthly Financial Report Comparison of Operating Results, Margin, Projected Year-End and Budget For the Period Ending June 30, 2023

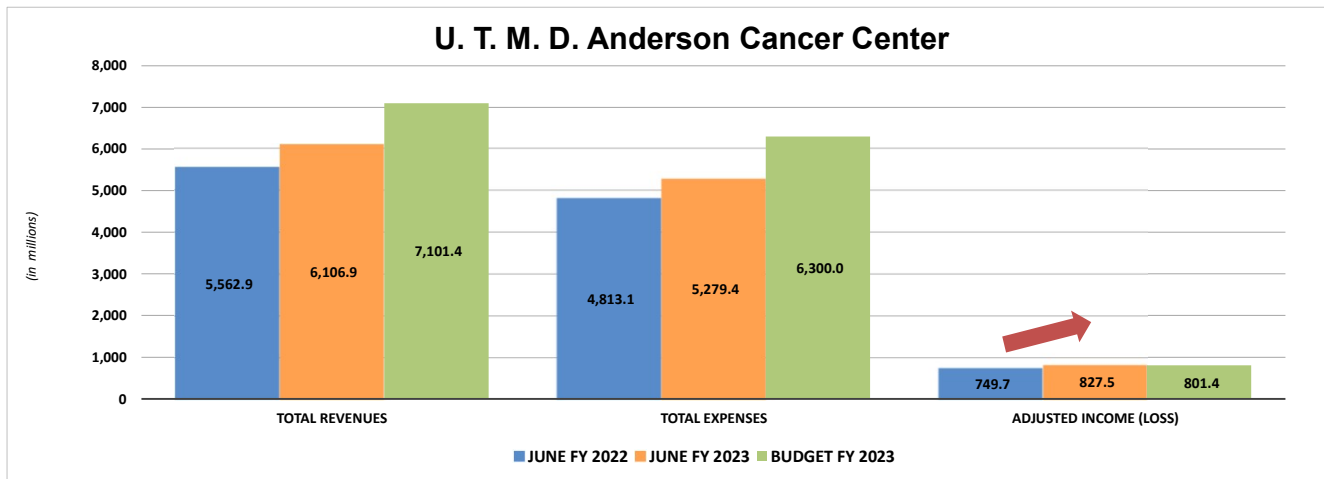


U. T. Health Science Center - San Antonio incurred a year-to-date adjusted loss of \$16.8 million, a decrease of \$22.1 million (418%) from the prior year. The decrease was primarily attributable to an increase in salaries and wages and payroll related costs as a result of an increase in clinical faculty and staff positions associated with planned clinical volume and research growth. The most current projection received from U. T. Health Science Center – San Antonio reflects a loss of \$11.1 million for the year, which represents a \$6.9 million improvement over the planned \$18.0 million operating deficit.

| (in millions) | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|---------------------|---------------------|---------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 284.6 | 308.0 | 23.4 | 377.5 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 370.5 | 446.3 | 75.8 | 542.0 | |
| State Appropriations | 146.9 | 149.2 | 2.3 | 180.6 | |
| Net Tuition and Fees | 43.9 | 46.1 | 2.2 | 56.5 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 38.6 | 20.4 | (18.2) | 26.4 | |
| Net Investment Income | 45.0 | 49.9 | 4.9 | 54.3 | |
| Other Operating Revenues/Gift Contributions for Operations | 18.7 | 39.4 | 20.7 | 47.5 | |
| Total Revenues | 948.1 | 1,059.3 | 111.2 | 1,284.9 | 1,205.4 |
| Salaries and Wages/Payroll Related Costs | 626.5 | 692.9 | 66.4 | 844.4 | |
| Materials and Supplies/Cost of Goods Sold | 106.1 | 123.7 | 17.6 | 147.8 | |
| Depreciation and Amortization | 59.1 | 58.7 | (0.4) | 70.8 | |
| Other Contracted Services/Professional Fees & Services | 70.7 | 109.9 | 39.1 | 112.3 | |
| All Other Operating Expenses | 80.5 | 90.9 | 10.4 | 120.6 | |
| Total Expenses | \$ 942.8 | 1,076.1 | 133.2 | 1,295.9 | 1,223.4 |
| Adjusted Income (Loss) | 5.3 | (16.8) | (22.1) | (11.1) | (18.0) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 64.3 | 41.9 | (22.4) | 59.7 | 51.8 |



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Comparison of Operating Results, Margin, Projected Year-End and Budget
For the Period Ending June 30, 2023



U. T. M. D. Anderson Cancer Center reported year-to-date adjusted income of \$827.5 million, an increase in adjusted income of \$77.8 million (10%) from the prior year. The increase was primarily due to an increase in clinical revenues attributable to increased volume and clinical productivity. The most current projection received from U. T. M. D. Anderson Cancer Center reflects income of \$835.7 million for the year.

| (in millions) | June YTD FY 2022 | June YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|---------------------|---------------------|--------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 4,361.1 | 4,841.6 | 480.5 | 5,781.3 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 480.0 | 486.3 | 6.3 | 572.8 | |
| State Appropriations | 175.1 | 174.4 | (0.7) | 209.9 | |
| Net Tuition and Fees | 1.8 | 1.9 | 0.1 | 2.0 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 30.1 | 34.4 | 4.3 | 39.1 | |
| Net Investment Income | 300.5 | 364.2 | 63.7 | 382.3 | |
| Other Operating Revenues/Gift Contributions for Operations | 214.1 | 204.0 | (10.1) | 249.2 | |
| Total Revenues | 5,562.9 | 6,106.9 | 544.0 | 7,236.7 | 7,101.4 |
| Salaries and Wages/Payroll Related Costs | 2,674.5 | 2,938.2 | 263.7 | 3,380.7 | |
| Materials and Supplies/Cost of Goods Sold | 1,188.5 | 1,374.3 | 185.8 | 1,787.5 | |
| Depreciation and Amortization | 310.5 | 296.4 | (14.1) | 354.9 | |
| Other Contracted Services/Professional Fees & Services | 387.8 | 391.7 | 3.9 | 515.4 | |
| All Other Operating Expenses | 251.8 | 278.9 | 27.0 | 362.5 | |
| Total Expenses | \$ 4,813.1 | 5,279.4 | 466.2 | 6,401.0 | 6,300.0 |
| Adjusted Income (Loss) | 749.7 | 827.5 | 77.8 | 835.7 | 801.4 |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 1,060.2 | 1,123.9 | 63.7 | 1,190.7 | 1,168.8 |

