

THE UNIVERSITY OF TEXAS SYSTEM OFFICE OF BUDGET AND PLANNING

MONTHLY FINANCIAL REPORT *(unaudited)*

March 2023
FY 2023



210 West Seventh Street
Austin, Texas 78701
512.499.4792
www.utsystem.edu/offices/budget-and-planning

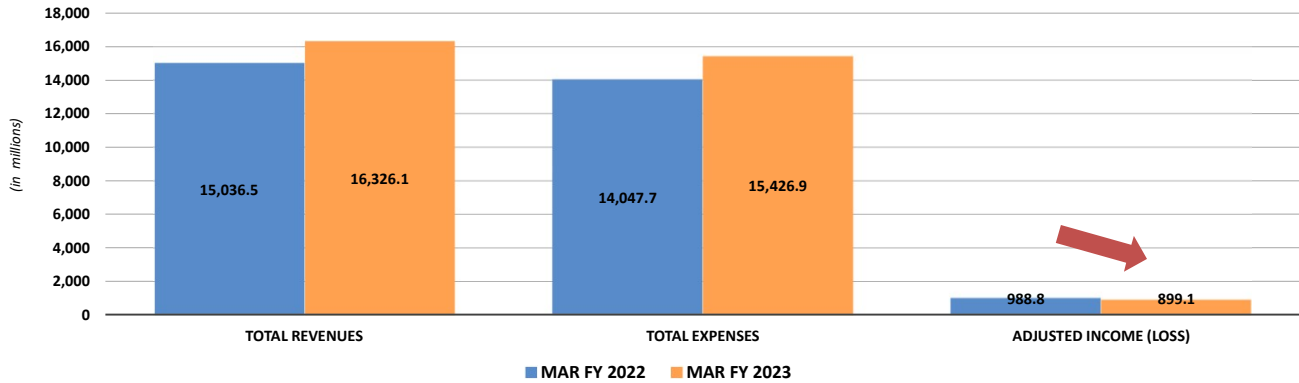
(This page intentionally left blank)

TABLE OF CONTENTS

| | |
|--|----|
| SYSTEMWIDE COMPARISON..... | 1 |
| YEAR-TO-DATE INCOME (LOSS) SUMMARY BY INSTITUTION..... | 2 |
| EXECUTIVE SUMMARY OF ADJUSTED INCOME (LOSS)..... | 3 |
| U. T. SYSTEM ADMINISTRATION..... | 4 |
| U. T. SYSTEM ADMINISTRATION - DETAILED EXPENSE BREAK-OUT | 5 |
| U. T. ARLINGTON | 6 |
| U. T. AUSTIN | 7 |
| U. T. DALLAS..... | 8 |
| U. T. EL PASO | 9 |
| U. T. PERMIAN BASIN..... | 10 |
| U. T. RIO GRANDE VALLEY | 11 |
| U. T. SAN ANTONIO | 12 |
| U. T. TYLER | 13 |
| U. T. SOUTHWESTERN MEDICAL CENTER..... | 14 |
| U. T. MEDICAL BRANCH - GALVESTON..... | 15 |
| U. T. HEALTH SCIENCE CENTER - HOUSTON..... | 16 |
| U. T. HEALTH SCIENCE CENTER - SAN ANTONIO..... | 17 |
| U. T. M. D. ANDERSON CANCER CENTER | 18 |

Monthly Financial Report
Comparison of Operating Results, Margin and Projected Year-End
For the Period Ending March 31, 2023

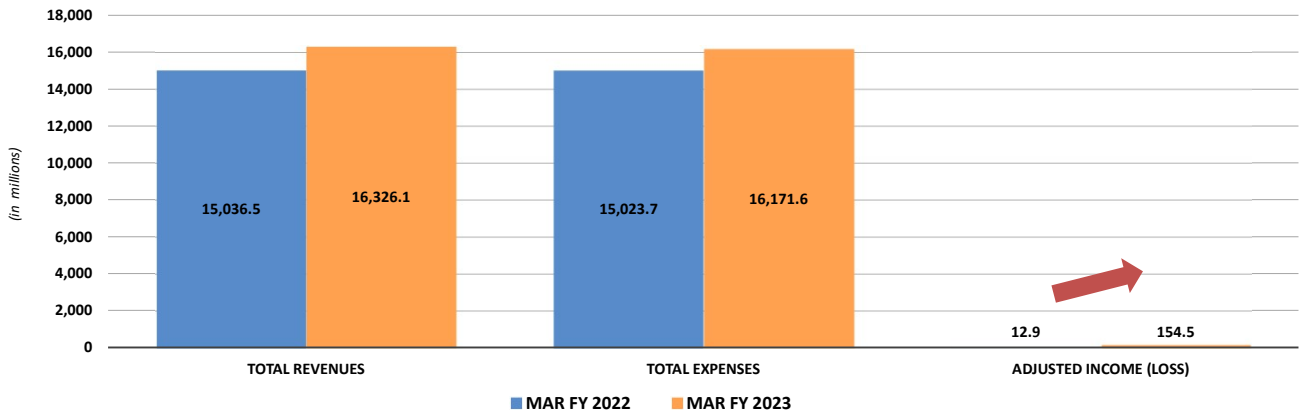
U. T. System Consolidated
(Excluding OPEB & Pension Expense)



Excluding other postemployment benefits (OPEB) and pension expense, *U. T. System Consolidated* shows year-to-date adjusted income of \$899.1 million, a decrease in adjusted income of \$89.7 million (9%) 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> | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 |
|--|----------------------|----------------------|----------------|--------------------------------|
| Clinical Revenues | \$ 6,375.0 | 6,963.9 | 588.9 | 12,100.2 |
| Sponsored Programs/Nonexchange Sponsored Programs | 3,132.3 | 3,164.1 | 31.8 | 5,622.4 |
| State Appropriations | 1,366.5 | 1,392.7 | 26.2 | 2,377.8 |
| Net Tuition and Fees | 1,216.9 | 1,295.0 | 78.1 | 2,205.9 |
| Auxiliary Revenues/Sales & Services of Educational Activities | 828.9 | 885.0 | 56.1 | 1,272.7 |
| Net Investment Income | 1,474.9 | 1,804.5 | 329.6 | 2,814.4 |
| Other Operating Revenues/Gift Contributions for Operations | 642.1 | 820.9 | 178.8 | 1,290.4 |
| Total Revenues | 15,036.5 | 16,326.1 | 1,289.5 | 27,683.6 |
| Salaries and Wages/Payroll Related Costs | 8,281.2 | 9,119.6 | 838.4 | 15,172.0 |
| Materials and Supplies/Cost of Goods Sold | 1,944.2 | 2,169.8 | 225.6 | 3,674.6 |
| Depreciation and Amortization | 1,031.3 | 1,071.9 | 40.6 | 1,840.7 |
| Other Contracted Services/Professional Fees & Services | 986.8 | 1,081.1 | 94.3 | 1,806.8 |
| All Other Operating Expenses | 1,804.2 | 1,984.5 | 180.3 | 3,411.4 |
| Total Expenses (Excluding OPEB & Pension Exp) | \$ 14,047.7 | 15,426.9 | 1,379.2 | 25,905.6 |
| Adjusted Income (Loss) Excluding OPEB & Pension Exp | 988.8 | 899.1 | (89.7) | 1,778.0 |
| OPEB Expense | 581.0 | 671.1 | 90.2 | 1,150.5 |
| Pension Expense | 395.0 | 73.5 | (321.5) | 126.0 |
| Adjusted Income (Loss) | 12.9 | 154.5 | 141.6 | 501.5 |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 1,044.2 | 1,226.4 | 182.3 | 2,342.2 |

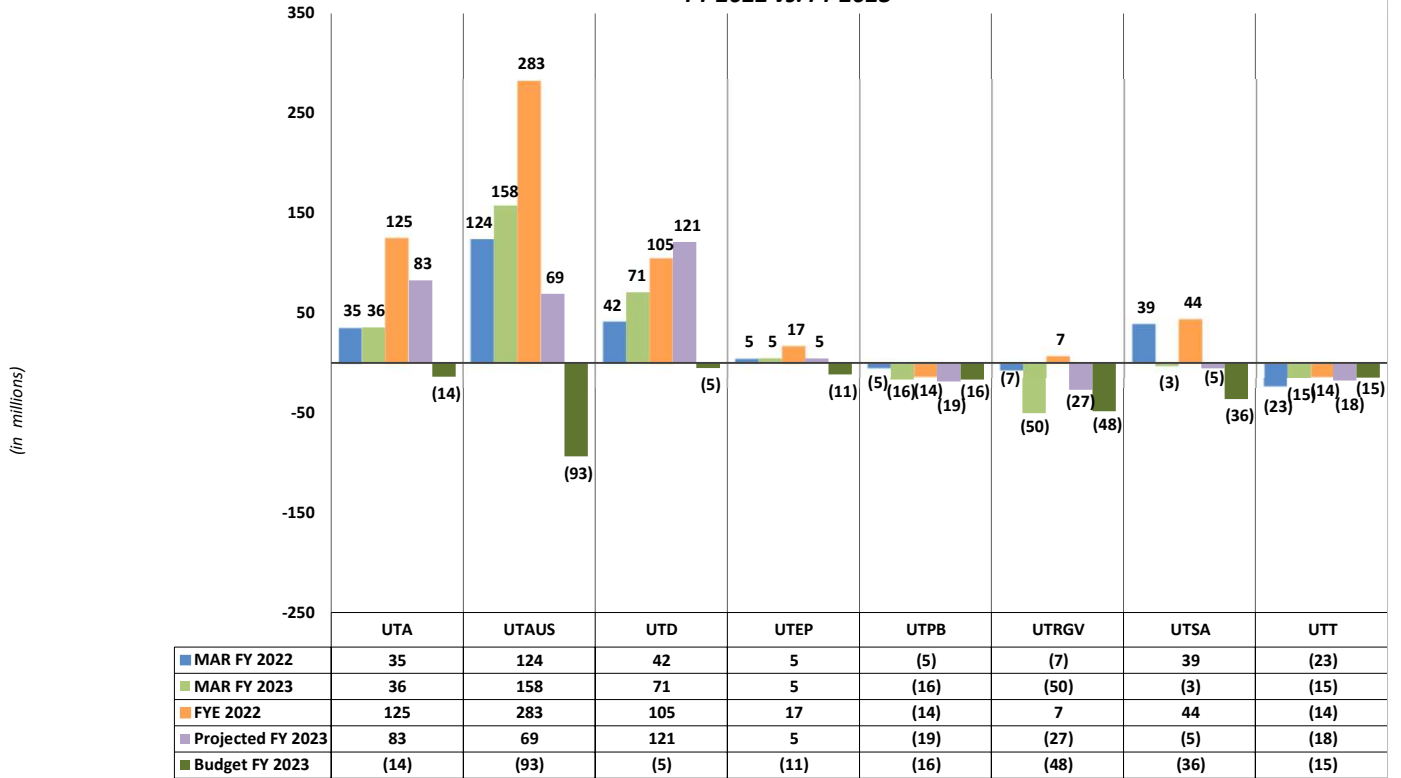
U. T. System Consolidated
(Including OPEB & Pension Expense)



**Monthly Financial Report
Comparison of Adjusted Income (Loss)
For the Period Ending March 31, 2023**

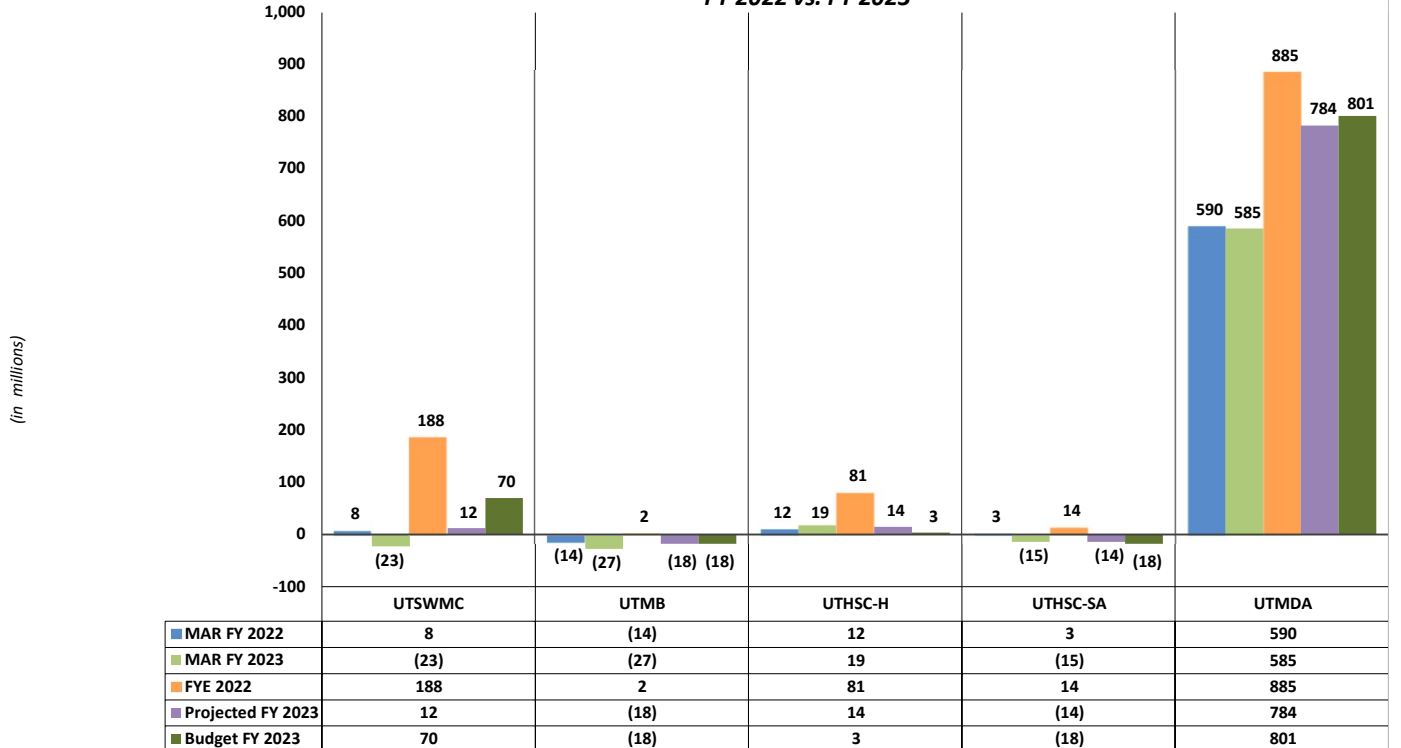
U. T. Academic Institutions

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 March 31, 2023

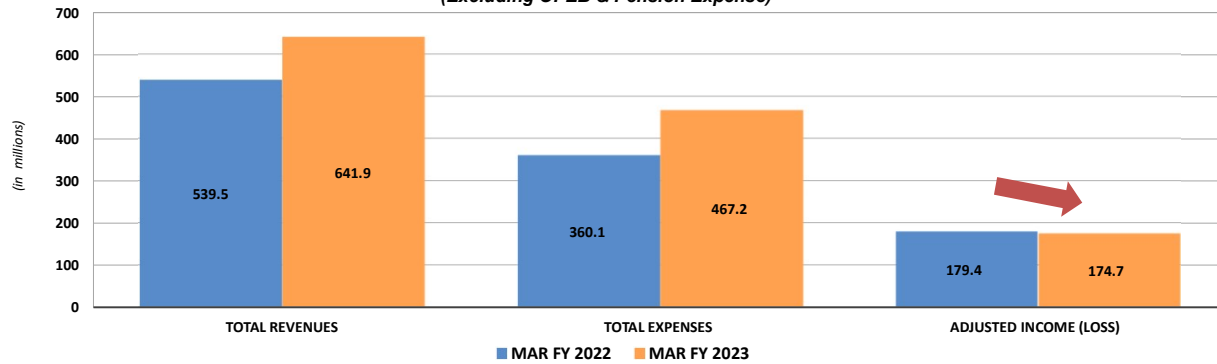
Executive Summary of Adjusted Income (Loss)*

| | March FYTD 2022 (millions) | March FYTD 2023 (millions) | Variance % | Comments |
|---|-------------------------------------|-------------------------------------|------------|--|
| U. T. System Administration (excluding OPEB & Pension Expense) | \$ 179.4 | 174.7 | -3% | Increase in Other Operating Expenses (Claims & Losses) Projected income of \$790.3 million for the FY |
| U. T. Arlington | 35.5 | 35.7 | 1% | Increase in Net Tuition and Fees Projected income of \$83.0 million for the FY |
| U. T. Austin | 124.2 | 157.8 | 27% | Increase in Net Investment Income Projected income of \$69.3 million for the FY |
| U. T. Dallas | 41.8 | 70.7 | 69% | Increase in Net Tuition and Fees Projected income of \$121.3 million for the FY |
| U. T. El Paso | 4.6 | 4.9 | 8% | Decrease in Professional Fees & Services Projected income of \$4.6 million for the FY |
| U. T. Permian Basin | (4.8) | (16.4) | -240% | Decrease in Gift Contributions for Operations Increase in Materials & Supplies Projected loss of (\$18.6) million for the FY |
| U. T. Rio Grande Valley | (7.2) | (50.3) | -594% | Increases in Salaries & Wages/Payroll Related Costs, Depreciation & Amortization, Other Contracted Services Decrease in Clinical Revenues Projected loss of (\$26.8) million for the FY |
| U. T. San Antonio | 39.4 | (2.9) | -107% | Increases in Salaries & Wages/Payroll Related Costs, Depreciation & Amortization Decrease in Gift Contributions for Operations Projected loss of (\$5.3) million for the FY |
| U. T. Tyler | (22.8) | (14.9) | 35% | Increase in Clinical Revenues Projected loss of (\$17.6) million for the FY |
| Southwestern | 8.4 | (22.9) | -371% | Increase in Salaries & Wages/Payroll Related Costs Projected income of \$12.0 million for the FY |
| UTMB | (13.9) | (27.4) | -98% | Increase in Salaries & Wages/Payroll Related Costs Projected loss of (\$18.1) million for the FY |
| UTHSC-Houston | 11.7 | 19.3 | 66% | Increase in Clinical Revenues Projected income of \$14.4 million for the FY |
| UTHSC-San Antonio | 2.7 | (14.6) | -637% | Increase in Salaries & Wages/Payroll Related Costs Projected loss of (\$14.0) million for the FY |
| M. D. Anderson | 589.9 | 585.4 | -1% | Increase in Salaries & Wages/Payroll Related Costs Projected income of \$783.6 million for the FY |
| Total Adjusted Income (Loss) | \$ 988.8 | 899.1 | -9% | |

* 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 March 31, 2023

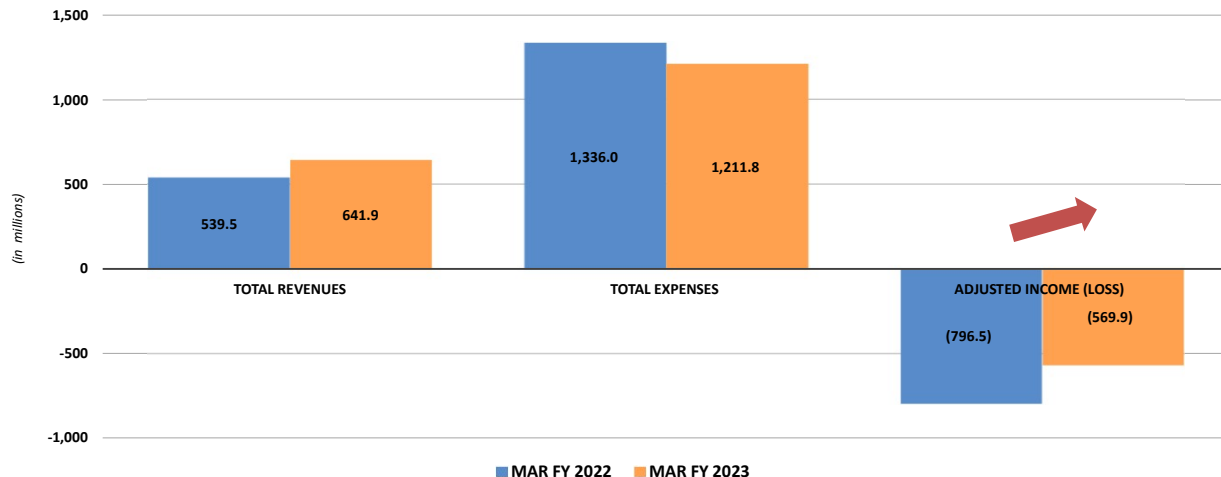
U. T. System Administration
(Excluding OPEB & Pension Expense)



Excluding OPEB and pension expense, *U. T. System Administration* reported year-to-date adjusted income of \$174.7 million, a decrease in adjusted income of \$4.7 million (3%) from the prior year. The decrease was primarily attributable to an increase in other operating expenses due to an increase in claims and losses for the medical self-insurance plan. The most current projection, excluding OPEB and pension expense, reflects income of \$790.3 million for the year.

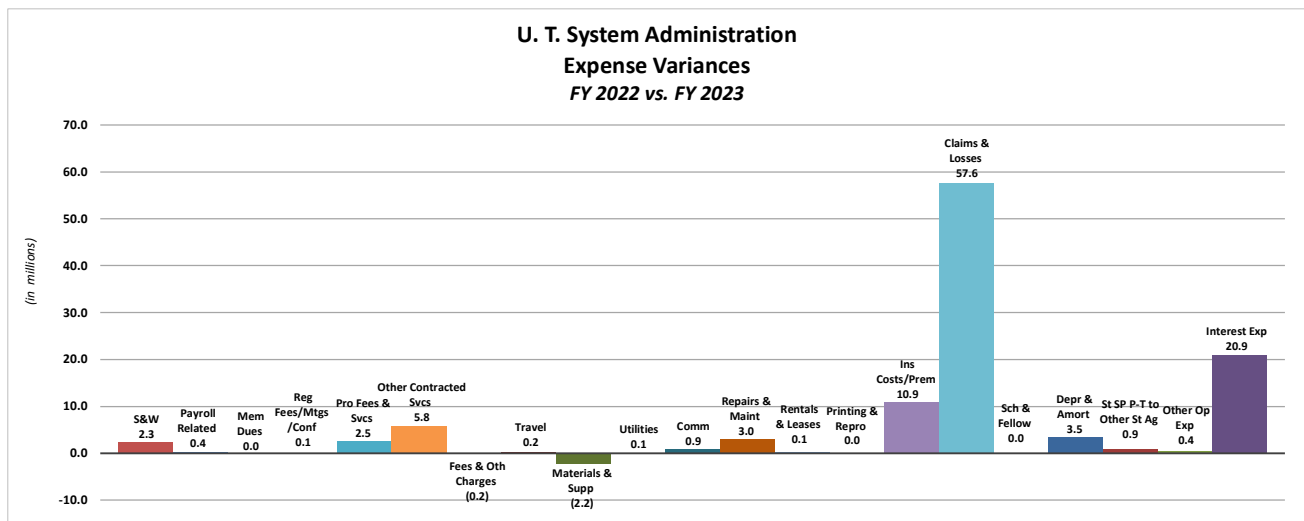
| <i>(in millions)</i> | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 |
|--|----------------------|----------------------|--------------|--------------------------------|
| Sponsored Programs/Nonexchange Sponsored Programs | \$ 31.6 | 23.8 | (7.9) | 49.1 |
| State Appropriations | 4.2 | 4.3 | 0.1 | 7.4 |
| Auxiliary Revenues/Sales & Services of Educational Activities | 12.5 | 13.0 | 0.5 | 22.3 |
| Net Investment Income/Available University Fund (AUF) | 471.8 | 577.7 | 105.9 | 990.3 |
| Other Operating Revenues/Gift Contributions for Operations | 19.4 | 23.2 | 3.8 | 39.6 |
| Total Revenues | 539.5 | 641.9 | 102.4 | 1,108.6 |
| Salaries and Wages/Payroll Related Costs | 32.9 | 35.7 | 2.7 | (382.7) |
| Materials and Supplies/Cost of Goods Sold | 18.8 | 16.6 | (2.2) | 2.2 |
| Depreciation and Amortization | 9.9 | 13.3 | 3.5 | 22.8 |
| Other Contracted Services/Professional Fees & Services | 35.1 | 43.4 | 8.3 | 65.1 |
| All Other Operating Expenses | 263.4 | 358.3 | 94.8 | 610.8 |
| Total Expenses (Excluding OPEB & Pension Exp) | \$ 360.1 | 467.2 | 107.1 | 318.3 |
| Adjusted Income (Loss) Excluding OPEB & Pension Exp | 179.4 | 174.7 | (4.7) | 790.3 |
| OPEB Expense | 581.0 | 671.1 | 90.2 | 1,150.5 |
| Pension Expense | 395.0 | 73.5 | (321.5) | 126.0 |
| Adjusted Income (Loss) | (796.5) | (569.9) | 226.6 | (486.2) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | (786.6) | (556.6) | 230.0 | (463.4) |

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



Monthly Financial Report Detailed Expense Break-out for U. T. System Administration For the Period Ending March 31, 2023

| <i>(in millions)</i> | March YTD FY 2022 | March YTD FY 2023 | Actual Year-End FY 2022 | Annual Projected FY 2023 |
|--|----------------------|----------------------|-------------------------------|--------------------------------|
| Salaries and Wages | \$ 26.0 | 28.3 | 46.3 | 48.6 |
| Payroll Related Costs | 7.0 | 7.3 | (431.7) | (431.3) * |
| Membership Dues | 0.3 | 0.3 | 0.3 | 0.5 |
| Registration Fees, Meetings, Conferences | 0.1 | 0.1 | 0.2 | 0.2 |
| Professional Fees and Services | 2.3 | 4.8 | 6.5 | 8.2 |
| Other Contracted Services | 32.8 | 38.6 | 49.6 | 56.9 |
| Fees and Other Charges | 0.6 | 0.3 | 0.7 | 0.6 |
| Travel | 0.2 | 0.4 | 0.5 | 0.6 |
| Materials and Supplies | 18.8 | 16.6 | 7.9 | 2.2 |
| Utilities | 0.2 | 0.3 | 0.3 | 0.5 |
| Communications | 3.4 | 4.3 | 3.7 | 4.8 |
| Repairs and Maintenance | 9.4 | 12.4 | 7.9 | 21.2 |
| Rentals and Leases | 0.1 | 0.3 | 0.3 | 0.4 |
| Printing and Reproduction | 0.1 | 0.1 | 0.1 | 0.1 |
| Insurance Costs/Premiums | 40.5 | 51.5 | 18.4 | 88.2 |
| Claims and Losses | 193.0 | 250.6 | 273.1 | 429.6 |
| Scholarships and Fellowships | 0.0 | 0.1 | 0.7 | 0.1 |
| Depreciation and Amortization | 9.9 | 13.3 | 21.6 | 22.8 |
| State Sponsored Program Pass-Through to Other State Agencies | 3.0 | 3.9 | 5.0 | 5.7 |
| Other Operating Expenses | 0.7 | 1.1 | 1.4 | 1.9 |
| Interest Expense | 11.9 | 32.7 | 45.0 | 56.1 |
| Total Expenses (Excluding OPEB & Pension Expense) | 360.1 | 467.2 | 57.9 | 318.3 |
| OPEB Expense | 581.0 | 671.1 | 1,150.5 | 1,150.5 |
| Pension Expense | 395.0 | 73.5 | 126.0 | 126.0 |
| Total Expenses (Including OPEB & Pension Expense) | \$ 1,336.0 | 1,211.8 | 1,334.4 | 1,594.8 |



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.

Insurance Costs/Premiums - increase of \$10.9 million primarily a result of increases in insurance premiums for the medical self-insurance plan, Rolling Owner Controlled Insurance Program (ROCIP), Comprehensive Property Protection Plan (CPPP) Wind & Flood, CPPP Fire and All Other Perils (AOP), and Directors & Officers/Employment Practices Liability (D&O EPL). Reimbursement for CPPP Wind & Flood, CPPP Fire and AOP, and D&O EPL insurance costs/premiums expected in the fourth quarter of fiscal year 2023.

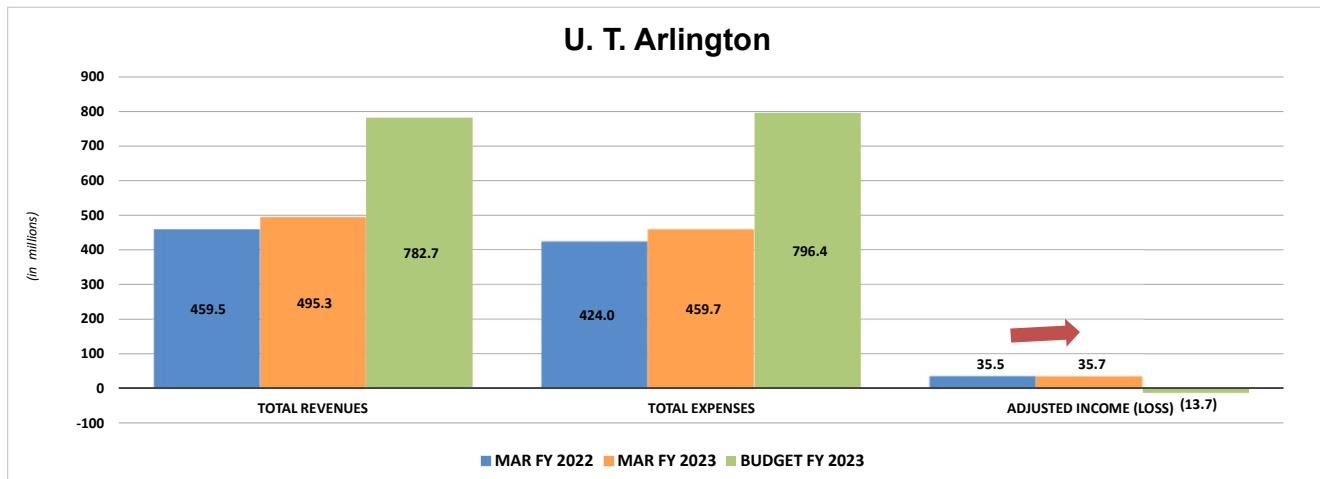
Claims and Losses - increase of \$57.6 million primarily due to the medical self-insurance plan.

Interest Expense - increase of \$20.9 million largely attributable to an increase in Permanent University Fund interest expense.

Monthly Financial Report

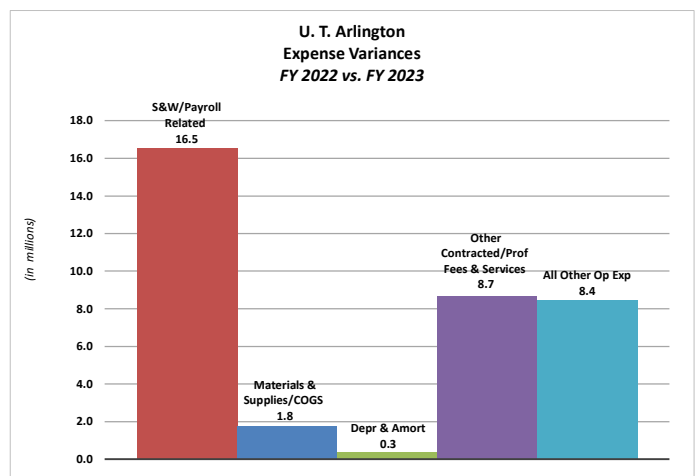
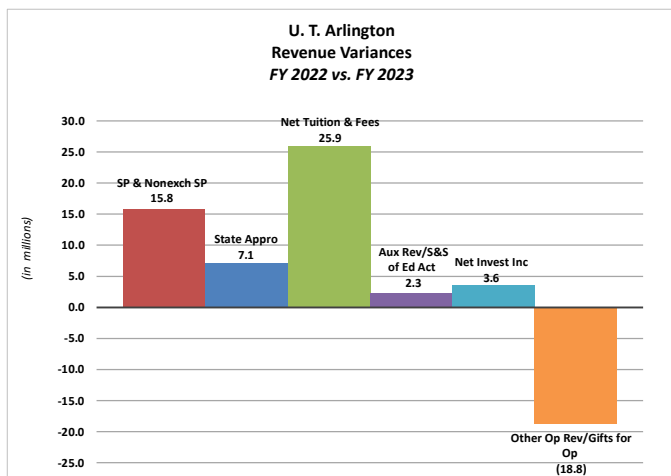
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending March 31, 2023



U. T. Arlington reported year-to-date adjusted income of \$35.7 million, an increase in adjusted income of \$0.2 million (1%) 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 \$83.0 million for the year.

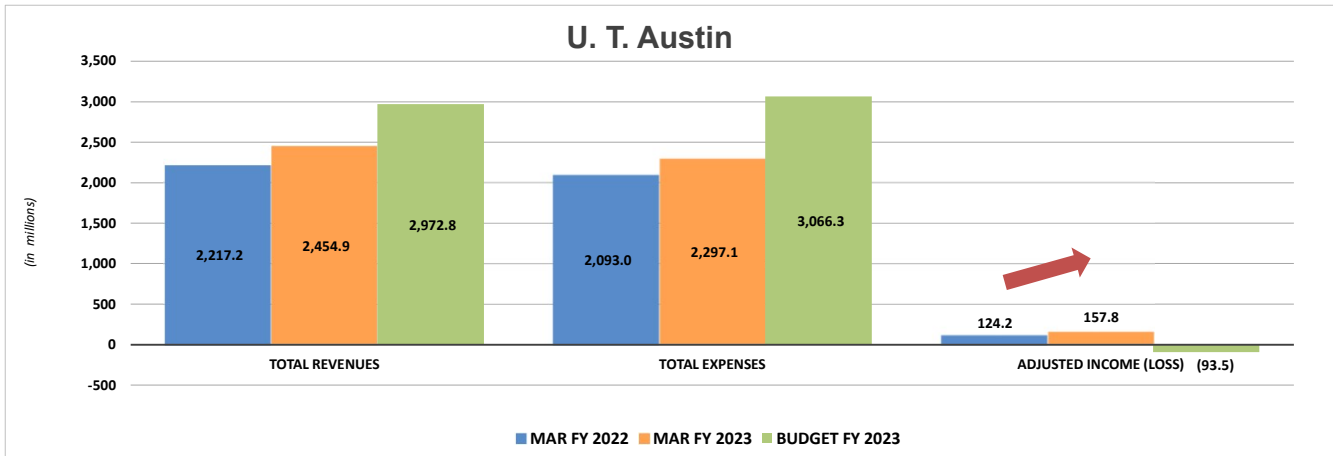
| (in millions) | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|----------------------|----------------------|-------------|--------------------------------|-------------------|
| Sponsored Programs/Nonexchange Sponsored Programs | \$ 98.9 | 114.7 | 15.8 | 204.1 | |
| State Appropriations | 79.4 | 86.5 | 7.1 | 161.1 | |
| Net Tuition and Fees | 193.6 | 219.5 | 25.9 | 376.3 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 39.6 | 41.9 | 2.3 | 79.4 | |
| Net Investment Income | 19.2 | 22.8 | 3.6 | 34.9 | |
| Other Operating Revenues/Gift Contributions for Operations | 28.8 | 9.9 | (18.8) | 20.9 | |
| Total Revenues | 459.5 | 495.3 | 35.9 | 876.7 | 782.7 |
| Salaries and Wages/Payroll Related Costs | 253.9 | 270.4 | 16.5 | 463.2 | |
| Materials and Supplies/Cost of Goods Sold | 29.9 | 31.7 | 1.8 | 48.4 | |
| Depreciation and Amortization | 32.7 | 33.1 | 0.3 | 56.7 | |
| Other Contracted Services/Professional Fees & Services | 38.1 | 46.8 | 8.7 | 73.6 | |
| All Other Operating Expenses | 69.3 | 77.7 | 8.4 | 151.8 | |
| Total Expenses | \$ 424.0 | 459.7 | 35.7 | 793.6 | 796.4 |
| Adjusted Income (Loss) | 35.5 | 35.7 | 0.2 | 83.0 | (13.7) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 68.2 | 68.7 | 0.5 | 139.7 | 43.0 |



Monthly Financial Report

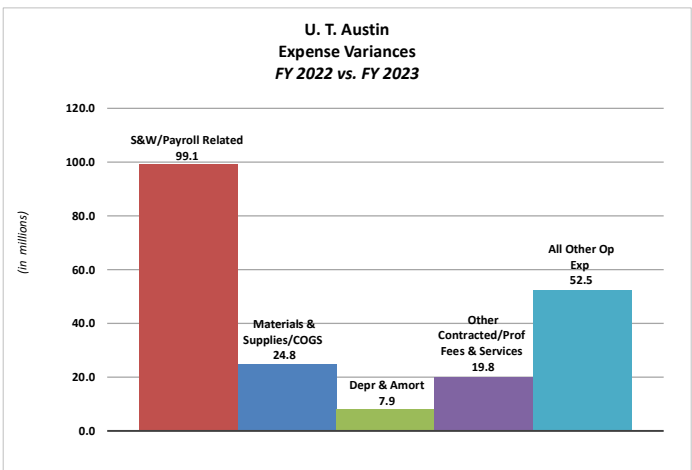
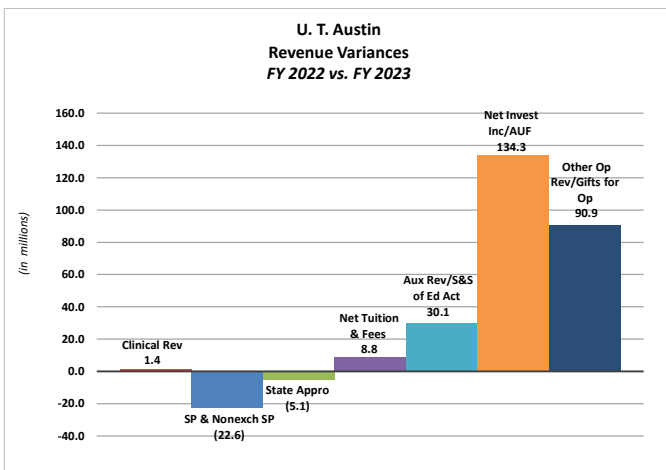
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending March 31, 2023



U. T. Austin reported year-to-date adjusted income of \$157.8 million, an increase in adjusted income of \$33.6 million (27%) from the prior year. The increase was primarily due to an increase in net investment income attributable to COVID-19 technology royalties received from the National Institute of Health. The most current projection received from *U. T. Austin* reflects income of \$69.3 million for the year.

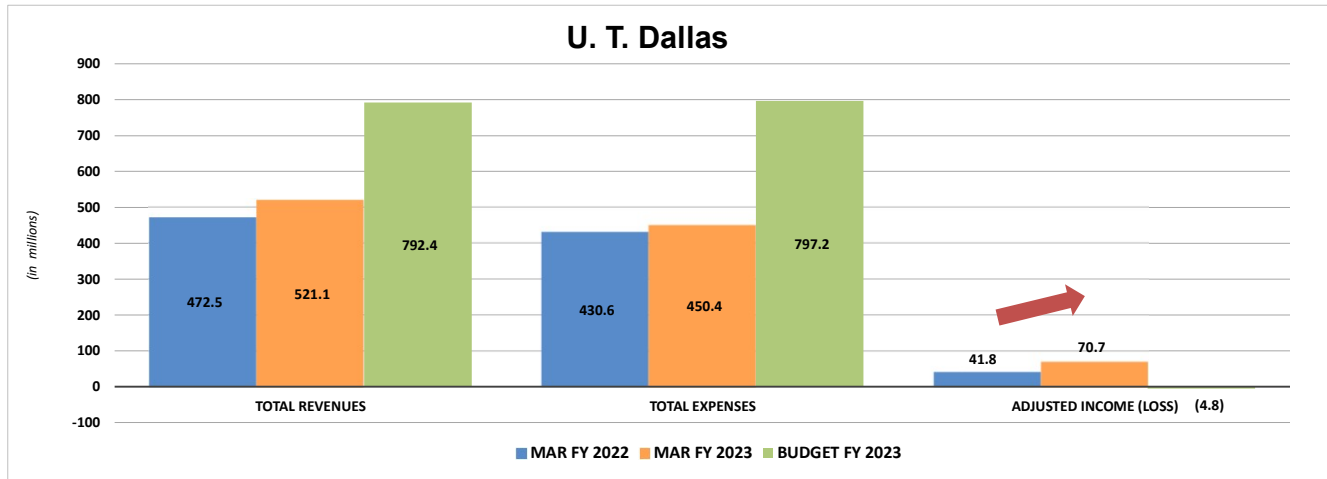
| (in millions) | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|----------------------|----------------------|--------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 7.8 | 9.1 | 1.4 | 16.0 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 578.3 | 555.7 | (22.6) | 1,070.3 | |
| State Appropriations | 214.9 | 209.8 | (5.1) | 359.6 | |
| Net Tuition and Fees | 315.6 | 324.3 | 8.8 | 556.0 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 502.7 | 532.7 | 30.1 | 684.8 | |
| Net Investment Income/Available University Fund (AUF) | 473.8 | 608.1 | 134.3 | 904.1 | |
| Other Operating Revenues/Gift Contributions for Operations | 124.2 | 215.0 | 90.9 | 298.5 | |
| Total Revenues | 2,217.2 | 2,454.9 | 237.7 | 3,889.3 | 2,972.8 |
| Salaries and Wages/Payroll Related Costs | 1,207.3 | 1,306.5 | 99.1 | 2,133.5 | |
| Materials and Supplies/Cost of Goods Sold | 110.3 | 135.1 | 24.8 | 202.0 | |
| Depreciation and Amortization | 217.3 | 225.2 | 7.9 | 386.0 | |
| Other Contracted Services/Professional Fees & Services | 148.5 | 168.3 | 19.8 | 284.9 | |
| All Other Operating Expenses | 409.6 | 462.0 | 52.5 | 813.6 | |
| Total Expenses | \$ 2,093.0 | 2,297.1 | 204.0 | 3,820.0 | 3,066.3 |
| Adjusted Income (Loss) | 124.2 | 157.8 | 33.6 | 69.3 | (93.5) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 341.5 | 383.0 | 41.5 | 455.3 | 286.5 |



Monthly Financial Report

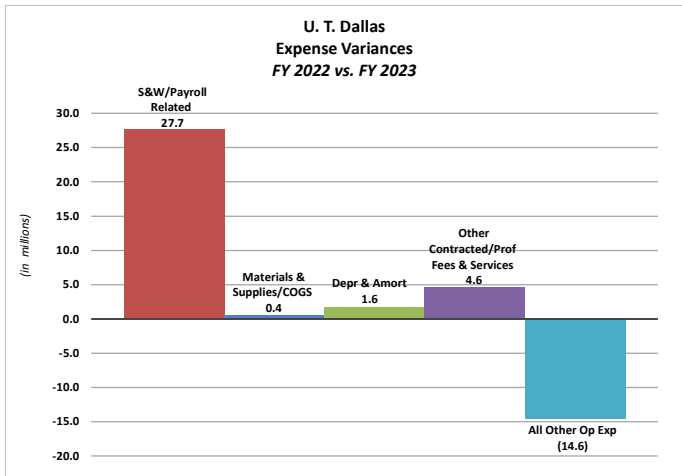
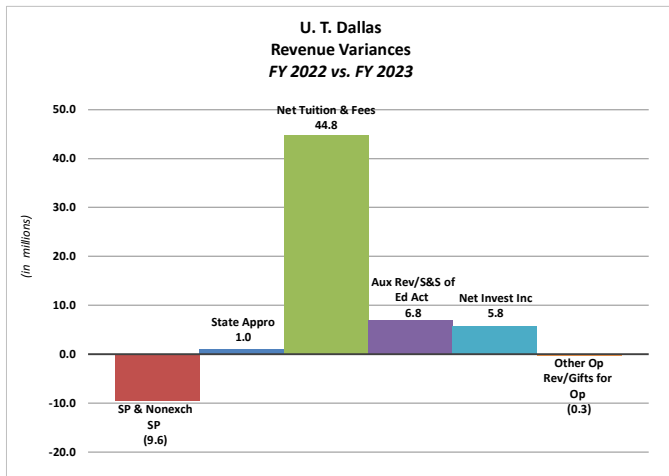
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending March 31, 2023



U. T. Dallas reported year-to-date adjusted income of \$70.7 million, an increase in adjusted income of \$28.9 million (69%) 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 \$121.3 million for the year.

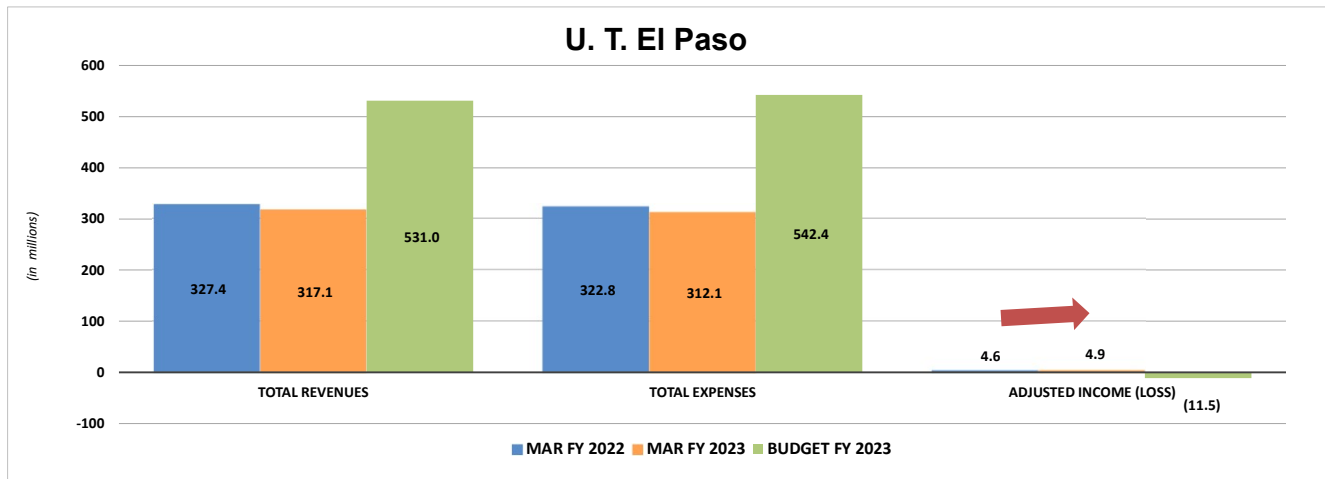
| (in millions) | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|----------------------|----------------------|-------------|--------------------------------|-------------------|
| Sponsored Programs/Nonexchange Sponsored Programs | \$ 94.7 | 85.2 | (9.6) | 146.0 | |
| State Appropriations | 80.6 | 81.6 | 1.0 | 139.9 | |
| Net Tuition and Fees | 208.5 | 253.3 | 44.8 | 434.2 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 49.4 | 56.2 | 6.8 | 96.4 | |
| Net Investment Income | 24.8 | 30.6 | 5.8 | 52.4 | |
| Other Operating Revenues/Gift Contributions for Operations | 14.5 | 14.3 | (0.3) | 24.5 | |
| Total Revenues | 472.5 | 521.1 | 48.7 | 893.4 | 792.4 |
| Salaries and Wages/Payroll Related Costs | 239.2 | 266.9 | 27.7 | 457.6 | |
| Materials and Supplies/Cost of Goods Sold | 20.3 | 20.8 | 0.4 | 35.6 | |
| Depreciation and Amortization | 54.0 | 55.6 | 1.6 | 95.3 | |
| Other Contracted Services/Professional Fees & Services | 21.7 | 26.3 | 4.6 | 45.1 | |
| All Other Operating Expenses | 95.3 | 80.7 | (14.6) | 138.4 | |
| Total Expenses | \$ 430.6 | 450.4 | 19.7 | 772.1 | 797.2 |
| Adjusted Income (Loss) | 41.8 | 70.7 | 28.9 | 121.3 | (4.8) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 95.8 | 126.4 | 30.6 | 216.6 | 83.4 |



Monthly Financial Report

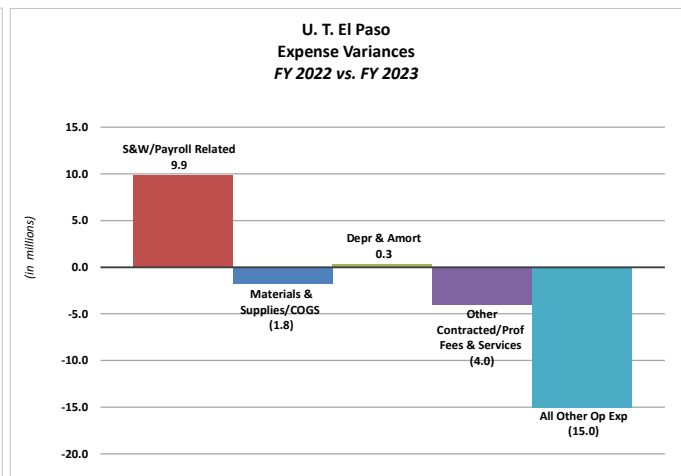
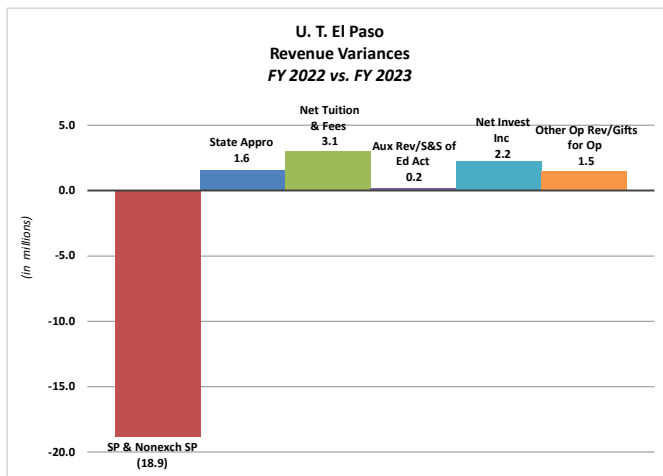
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending March 31, 2023



U. T. El Paso reported year-to-date adjusted income of \$4.9 million, an increase in adjusted income of \$0.3 million (8%) from the prior year. The increase was primarily due to a decrease in professional fees and services attributable to a change in methodology to the service department allocation of information technology charges. The most current projection received from U. T. El Paso reflects income of \$4.6 million for the year.

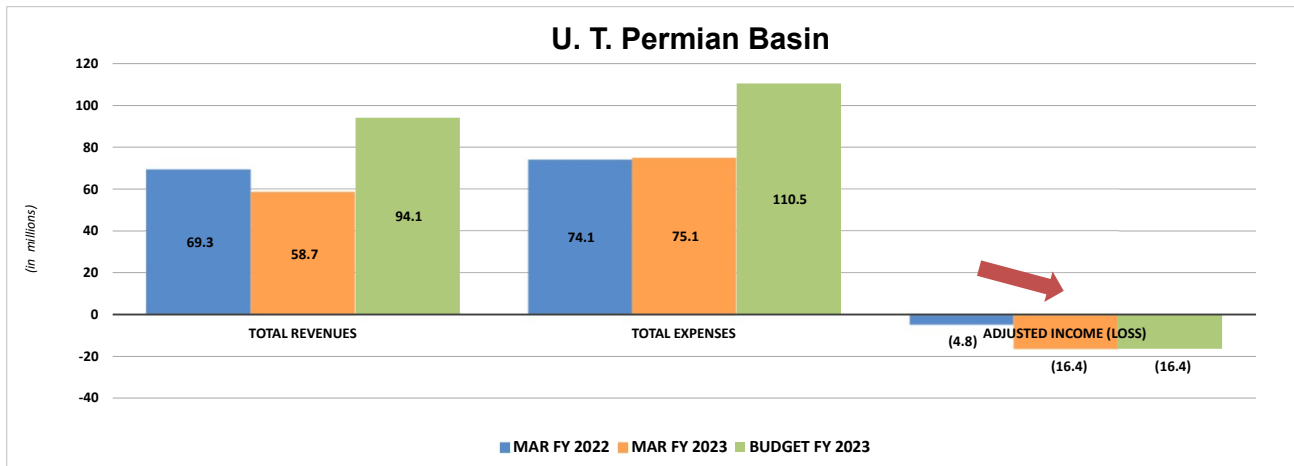
| (in millions) | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|----------------------|----------------------|---------------|--------------------------------|-------------------|
| Sponsored Programs/Nonexchange Sponsored Programs | \$ 126.4 | 107.5 | (18.9) | 202.7 | |
| State Appropriations | 63.7 | 65.2 | 1.6 | 107.6 | |
| Net Tuition and Fees | 87.6 | 90.7 | 3.1 | 148.8 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 29.8 | 30.0 | 0.2 | 51.8 | |
| Net Investment Income | 12.1 | 14.3 | 2.2 | 26.1 | |
| Other Operating Revenues/Gift Contributions for Operations | 7.8 | 9.3 | 1.5 | 9.2 | |
| Total Revenues | 327.4 | 317.1 | (10.3) | 546.3 | 531.0 |
| Salaries and Wages/Payroll Related Costs | 167.0 | 176.9 | 9.9 | 284.9 | |
| Materials and Supplies/Cost of Goods Sold | 15.6 | 13.8 | (1.8) | 29.7 | |
| Depreciation and Amortization | 20.1 | 20.5 | 0.3 | 35.2 | |
| Other Contracted Services/Professional Fees & Services | 25.0 | 20.9 | (4.0) | 32.5 | |
| All Other Operating Expenses | 95.0 | 80.0 | (15.0) | 159.3 | |
| Total Expenses | \$ 322.8 | 312.1 | (10.6) | 541.6 | 542.4 |
| Adjusted Income (Loss) | 4.6 | 4.9 | 0.3 | 4.6 | (11.5) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 24.7 | 25.4 | 0.7 | 39.8 | 23.6 |



Monthly Financial Report

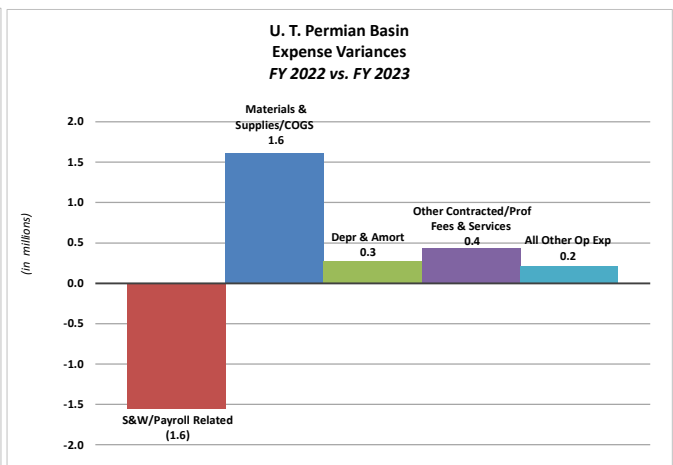
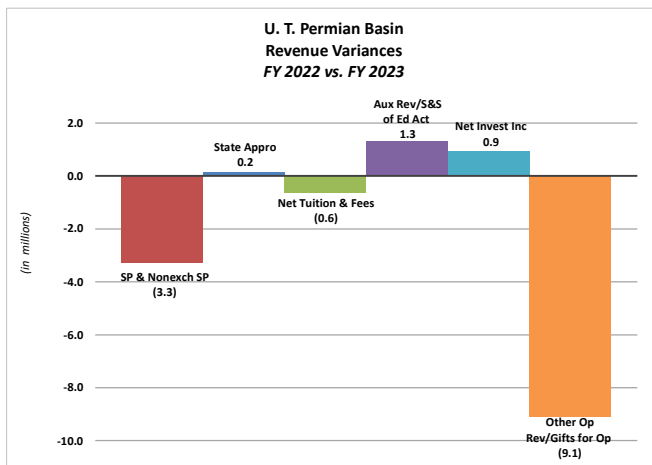
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending March 31, 2023

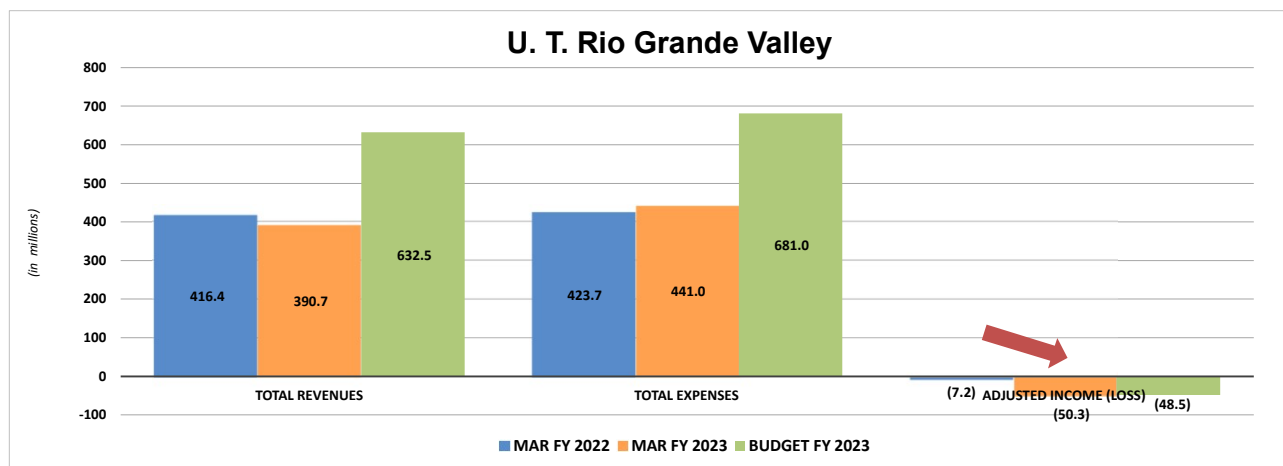


U. T. Permian Basin incurred a year-to-date adjusted loss of \$16.4 million, an increase in adjusted loss of \$11.6 million (240%) from the prior year. The increase was primarily attributable to the following: a decrease in gift contributions for operations as a result of a \$10.7 million gift received in 2022 with no such comparable gift received in the current fiscal year; and an increase in materials and supplies attributable 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. The most current projection received from *U. T. Permian Basin* reflects a loss of \$18.6 million for the year.

| (in millions) | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|----------------------|----------------------|---------------|--------------------------------|-------------------|
| Sponsored Programs/Nonexchange Sponsored Programs | \$ 16.1 | 12.8 | (3.3) | 24.6 | |
| State Appropriations | 14.6 | 14.8 | 0.2 | 25.3 | |
| Net Tuition and Fees | 18.9 | 18.3 | (0.6) | 31.3 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 3.9 | 5.2 | 1.3 | 8.9 | |
| Net Investment Income | 2.2 | 3.1 | 0.9 | 4.6 | |
| Other Operating Revenues/Gift Contributions for Operations | 13.7 | 4.6 | (9.1) | 9.9 | |
| Total Revenues | 69.3 | 58.7 | (10.6) | 104.6 | 94.1 |
| Salaries and Wages/Payroll Related Costs | 36.3 | 34.8 | (1.6) | 56.0 | |
| Materials and Supplies/Cost of Goods Sold | 3.3 | 4.9 | 1.6 | 6.0 | |
| Depreciation and Amortization | 12.2 | 12.4 | 0.3 | 21.3 | |
| Other Contracted Services/Professional Fees & Services | 6.3 | 6.8 | 0.4 | 11.6 | |
| All Other Operating Expenses | 16.0 | 16.3 | 0.2 | 28.3 | |
| Total Expenses | \$ 74.1 | 75.1 | 1.0 | 123.2 | 110.5 |
| Adjusted Income (Loss) | (4.8) | (16.4) | (11.6) | (18.6) | (16.4) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 7.3 | (4.0) | (11.3) | 2.7 | 4.8 |

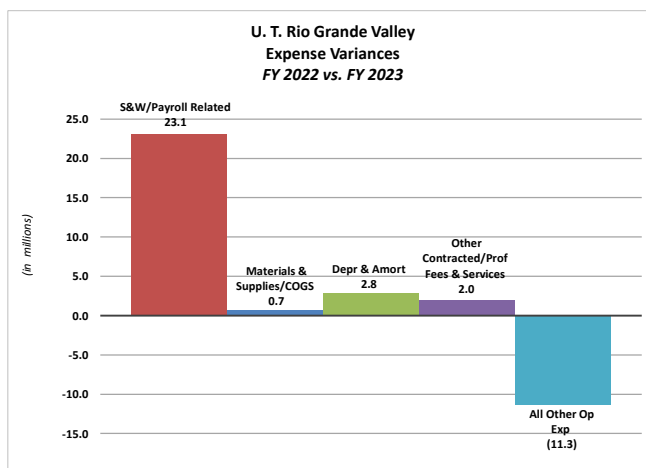
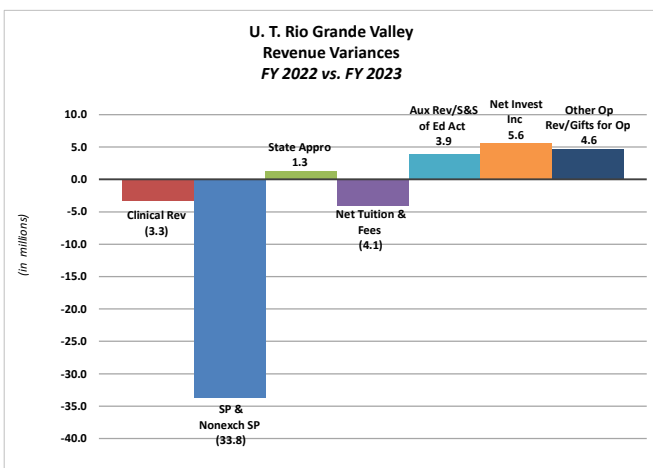


Monthly Financial Report Comparison of Operating Results, Margin, Projected Year-End and Budget For the Period Ending March 31, 2023



U. T. Rio Grande Valley incurred a year-to-date adjusted loss of \$50.3 million, an increase in adjusted loss of \$43.1 million (594%) 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; a decrease in clinical revenues due to a decrease in patient volume attributable to the economic downturn; an increase in depreciation and amortization expense attributable to new buildings placed into service; and an increase in other contracted services due to increases in security, transportation services, Student Accessibility Services, and Accelerated Program marketing expenses. The most current projection received from *U. T. Rio Grande Valley* reflects a loss of \$26.8 million for the year.

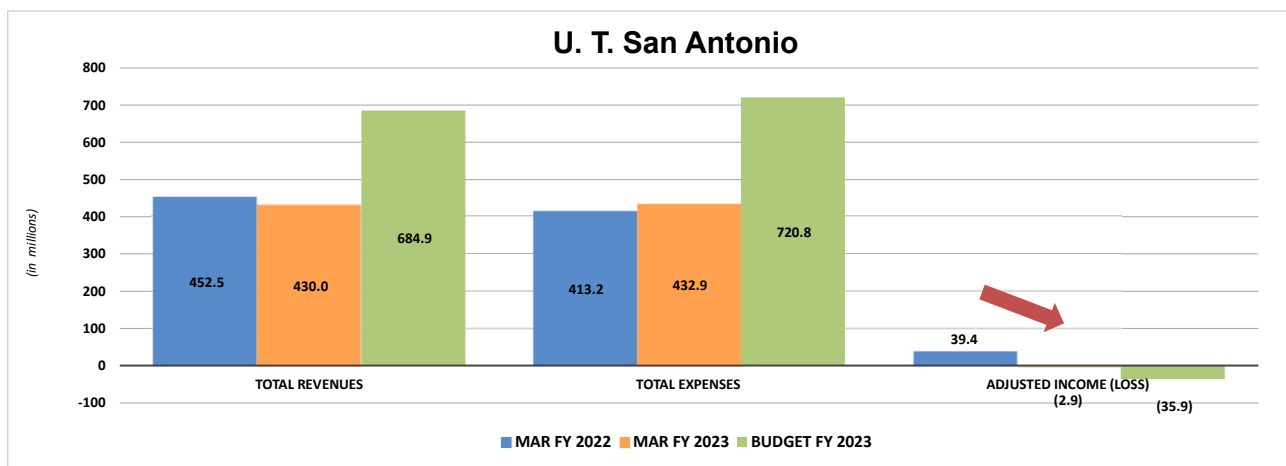
| (in millions) | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|----------------------|----------------------|---------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 12.5 | 9.2 | (3.3) | 18.2 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 190.3 | 156.5 | (33.8) | 276.1 | |
| State Appropriations | 103.2 | 104.5 | 1.3 | 163.7 | |
| Net Tuition and Fees | 83.8 | 79.7 | (4.1) | 136.9 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 9.9 | 13.8 | 3.9 | 20.5 | |
| Net Investment Income | 8.4 | 14.0 | 5.6 | 20.9 | |
| Other Operating Revenues/Gift Contributions for Operations | 8.4 | 13.0 | 4.6 | 19.5 | |
| Total Revenues | 416.4 | 390.7 | (25.8) | 655.9 | 632.5 |
| Salaries and Wages/Payroll Related Costs | 245.9 | 269.0 | 23.1 | 430.2 | |
| Materials and Supplies/Cost of Goods Sold | 19.6 | 20.2 | 0.7 | 32.1 | |
| Depreciation and Amortization | 32.7 | 35.6 | 2.8 | 62.0 | |
| Other Contracted Services/Professional Fees & Services | 13.1 | 15.1 | 2.0 | 22.6 | |
| All Other Operating Expenses | 112.4 | 101.0 | (11.3) | 135.7 | |
| Total Expenses | \$ 423.7 | 441.0 | 17.3 | 682.7 | 681.0 |
| Adjusted Income (Loss) | (7.2) | (50.3) | (43.1) | (26.8) | (48.5) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 25.5 | (14.7) | (40.3) | 35.2 | 13.5 |



Monthly Financial Report

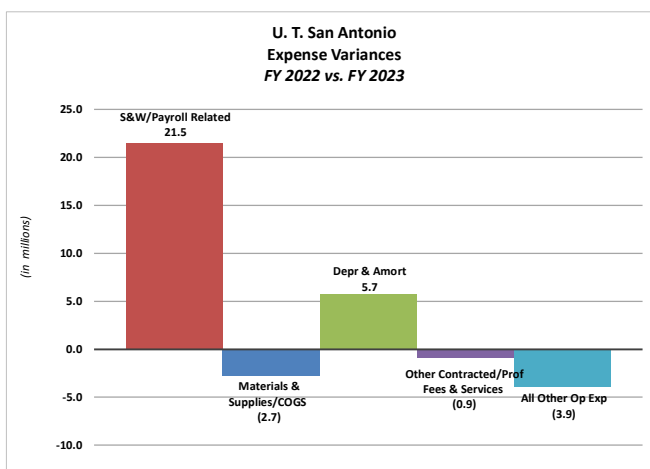
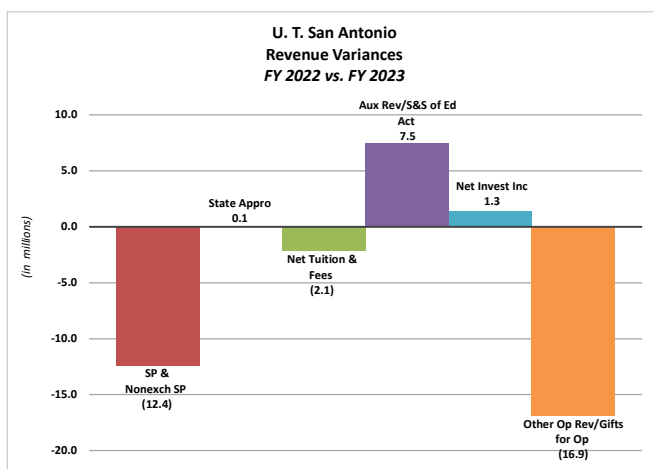
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending March 31, 2023

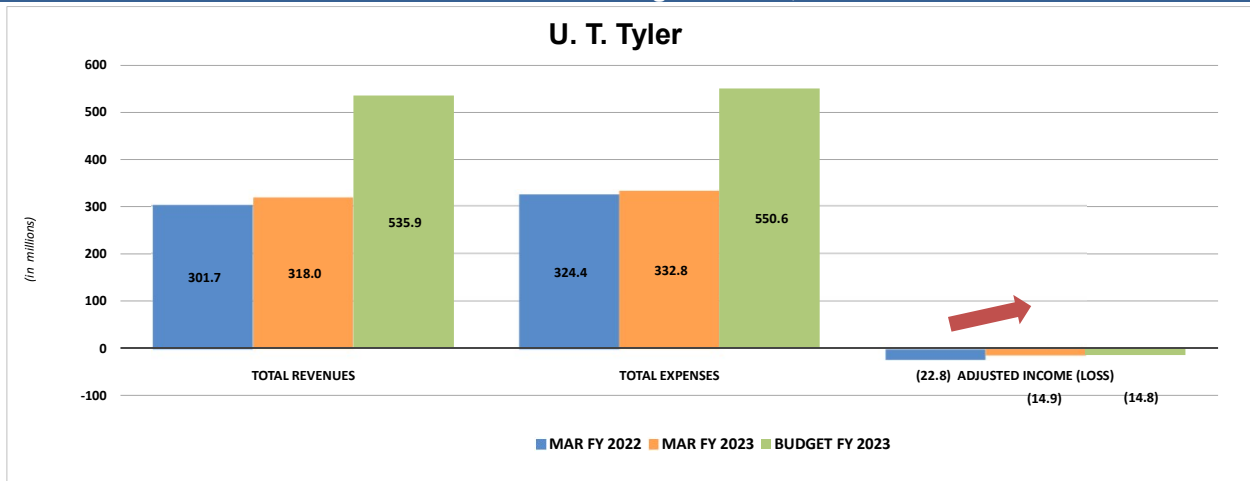


U. T. San Antonio incurred a year-to-date adjusted loss of \$2.9 million, a decrease of \$42.2 million (107%) from the prior year. The decrease was primarily attributable to the following: an increase in salaries and wages and payroll related costs due to the university implementing its strategic compensation plan last year, as well as an increase in annual merit increases; 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; and an increase in depreciation and amortization expense attributable to new buildings placed into service. The most current projection received from *U. T. San Antonio* reflects a loss of \$5.3 million for the year.

| (in millions) | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|----------------------|----------------------|---------------|--------------------------------|-------------------|
| Sponsored Programs/Nonexchange Sponsored Programs | \$ 136.5 | 124.1 | (12.4) | 212.7 | |
| State Appropriations | 88.9 | 89.0 | 0.1 | 152.5 | |
| Net Tuition and Fees | 151.0 | 148.8 | (2.1) | 255.2 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 34.4 | 41.8 | 7.5 | 71.7 | |
| Net Investment Income | 14.3 | 15.6 | 1.3 | 26.8 | |
| Other Operating Revenues/Gift Contributions for Operations | 27.6 | 10.7 | (16.9) | 18.0 | |
| Total Revenues | 452.5 | 430.0 | (22.5) | 737.0 | 684.9 |
| Salaries and Wages/Payroll Related Costs | 220.6 | 242.1 | 21.5 | 415.0 | |
| Materials and Supplies/Cost of Goods Sold | 23.8 | 21.1 | (2.7) | 36.2 | |
| Depreciation and Amortization | 38.2 | 43.9 | 5.7 | 75.3 | |
| Other Contracted Services/Professional Fees & Services | 23.0 | 22.1 | (0.9) | 37.9 | |
| All Other Operating Expenses | 107.6 | 103.7 | (3.9) | 178.0 | |
| Total Expenses | 413.2 | 432.9 | 19.7 | 742.3 | 720.8 |
| Adjusted Income (Loss) | 39.4 | (2.9) | (42.2) | (5.3) | (35.9) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 77.6 | 41.0 | (36.6) | 69.9 | 36.8 |

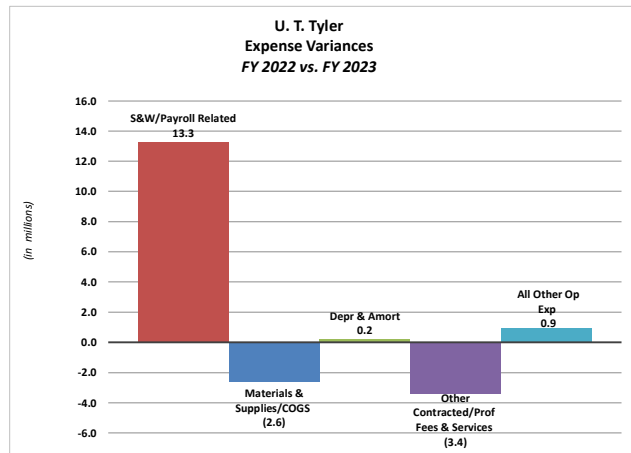
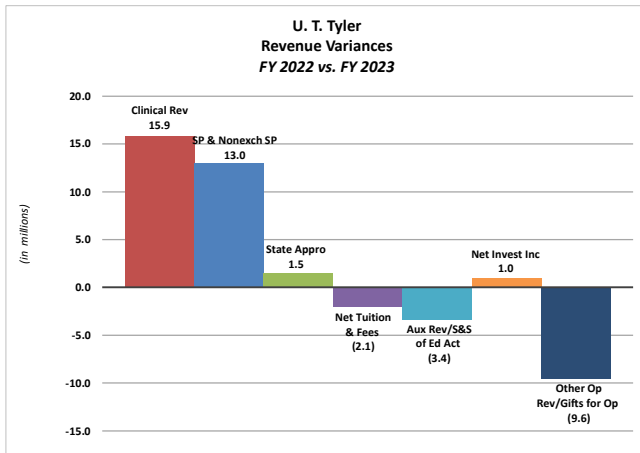


Monthly Financial Report
Comparison of Operating Results, Margin, Projected Year-End and Budget
For the Period Ending March 31, 2023



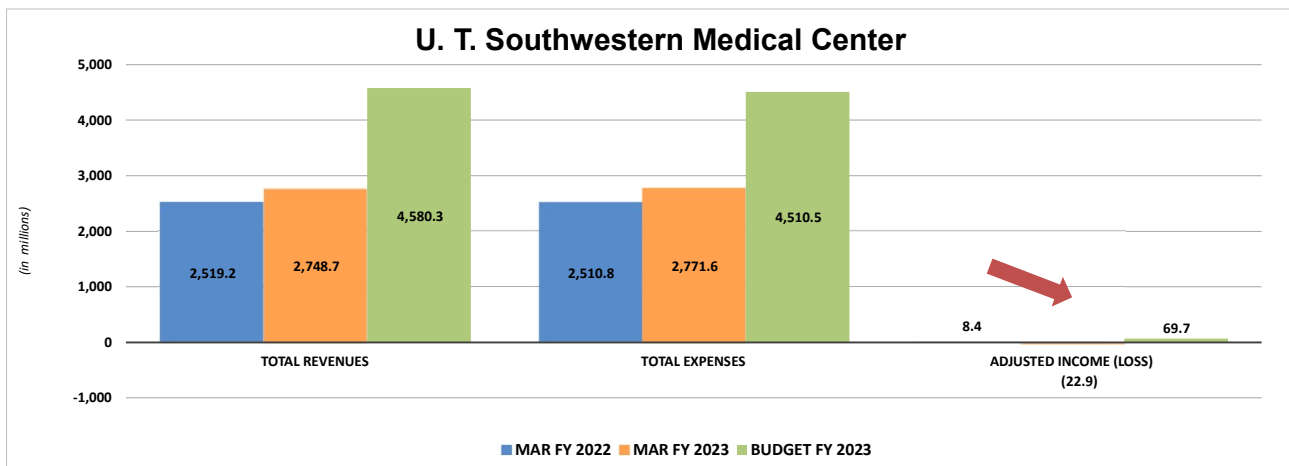
U. T. Tyler incurred a year-to-date adjusted loss of \$14.9 million, a decrease in adjusted loss of \$7.9 million (35%) from the prior year. The decrease was primarily due to an increase in clinical revenues attributable to an increase in outpatient visits, as well as growth in retail pharmacy volumes. The most current projection received from U. T. Tyler reflects a loss of \$17.6 million for the year.

| (in millions) | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|----------------------|----------------------|-------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 99.0 | 114.8 | 15.9 | 189.3 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 73.4 | 86.4 | 13.0 | 148.0 | |
| State Appropriations | 50.3 | 51.8 | 1.5 | 88.7 | |
| Net Tuition and Fees | 36.0 | 34.0 | (2.1) | 58.0 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 21.4 | 18.0 | (3.4) | 28.2 | |
| Net Investment Income | 6.1 | 7.1 | 1.0 | 14.3 | |
| Other Operating Revenues/Gift Contributions for Operations | 15.4 | 5.9 * | (9.6) | 13.9 * | |
| Total Revenues | 301.7 | 318.0 | 16.3 | 540.3 | 535.9 |
| Salaries and Wages/Payroll Related Costs | 192.7 | 206.0 | 13.3 | 345.4 | |
| Materials and Supplies/Cost of Goods Sold | 45.8 | 43.1 | (2.6) | 72.7 | |
| Depreciation and Amortization | 20.4 | 20.6 | 0.2 | 36.9 | |
| Other Contracted Services/Professional Fees & Services | 32.1 | 28.7 | (3.4) | 47.2 | |
| All Other Operating Expenses | 33.5 | 34.4 | 0.9 | 55.6 | |
| Total Expenses | \$ 324.4 | 332.8 | 8.4 | 557.9 | 550.6 |
| Adjusted Income (Loss) | (22.8) | (14.9) | 7.9 | (17.6) | (14.8) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | (2.4) | 5.7 | 8.1 | 19.4 | 21.7 |



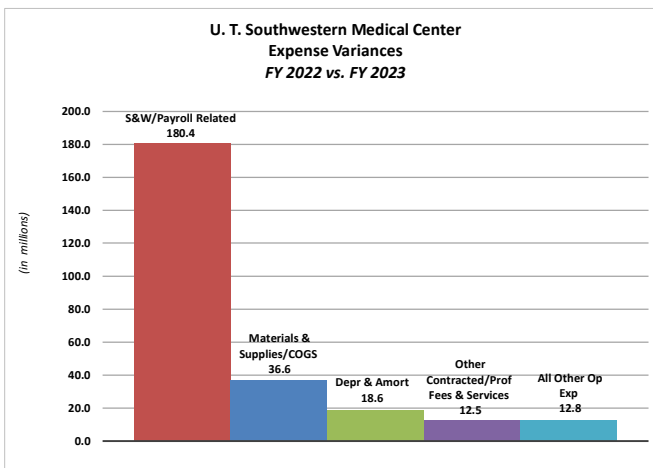
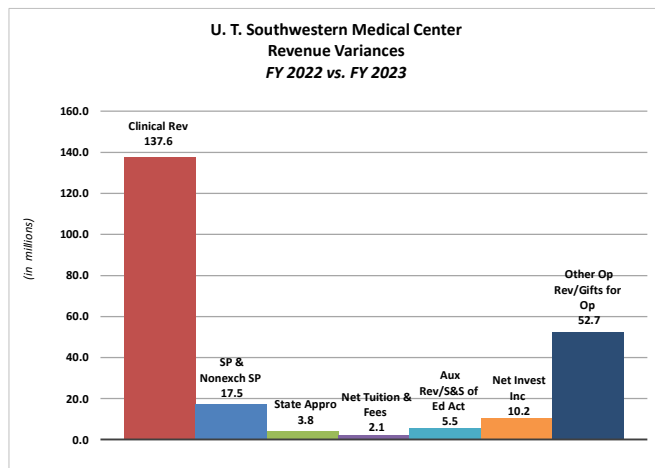
*Other Operating Income includes 30% of UTHET's net adjusted loss which was \$3.7 million through March. The projected loss of \$17.6 million includes \$0.2 million of UTHET's net adjusted income for the year..

Monthly Financial Report Comparison of Operating Results, Margin, Projected Year-End and Budget For the Period Ending March 31, 2023

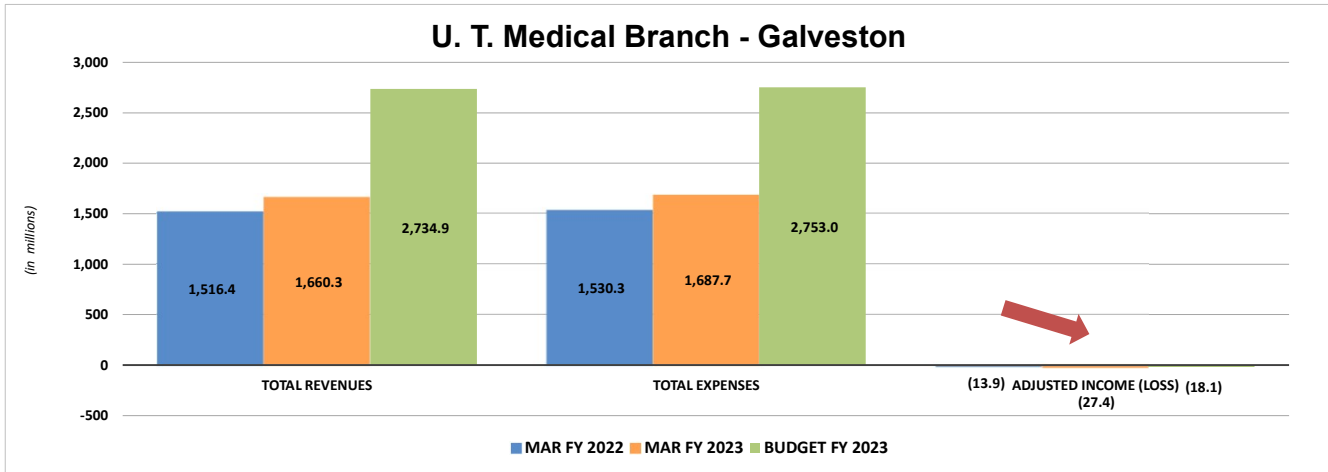


U. T. Southwestern Medical Center incurred a year-to-date adjusted loss of \$22.9 million, a decrease of \$31.4 million (371%) from the prior year. The decrease was primarily due to an increase in salaries and wages and payroll related costs as a result of increases in staff and faculty positions associated with growth in hospital and clinical operations, as well as salary increases in hard to fill positions due to inflationary trends. The most current projection received from U. T. Southwestern Medical Center reflects income of \$12.0 million for the year primarily due to an anticipated increase in patient care revenues in the back half of the fiscal year and an anticipated increase in other operating revenues related to the timing of revenue recognition to offset operating expenses associated with the decant and demolition of the Paul M. Bass Administrative and Clinical Center.

| (in millions) | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|----------------------|----------------------|---------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 1,664.3 | 1,801.9 | 137.6 | 3,135.7 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 477.8 | 495.3 | 17.5 | 837.1 | |
| State Appropriations | 108.2 | 112.1 | 3.8 | 195.7 | |
| Net Tuition and Fees | 14.3 | 16.5 | 2.1 | 28.3 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 21.2 | 26.7 | 5.5 | 45.3 | |
| Net Investment Income | 101.8 | 112.0 | 10.2 | 185.7 | |
| Other Operating Revenues/Gift Contributions for Operations | 131.5 | 184.2 | 52.7 | 303.2 | |
| Total Revenues | 2,519.2 | 2,748.7 | 229.5 | 4,730.9 | 4,580.3 |
| Salaries and Wages/Payroll Related Costs | 1,565.9 | 1,746.3 | 180.4 | 3,010.5 | |
| Materials and Supplies/Cost of Goods Sold | 490.8 | 527.4 | 36.6 | 895.4 | |
| Depreciation and Amortization | 144.4 | 162.9 | 18.6 | 277.8 | |
| Other Contracted Services/Professional Fees & Services | 148.3 | 160.8 | 12.5 | 267.7 | |
| All Other Operating Expenses | 161.3 | 174.1 | 12.8 | 267.4 | |
| Total Expenses | \$ 2,510.8 | 2,771.6 | 260.8 | 4,718.9 | 4,510.5 |
| Adjusted Income (Loss) | 8.4 | (22.9) | (31.4) | 12.0 | 69.7 |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 152.8 | 140.0 | (12.8) | 289.8 | 337.0 |

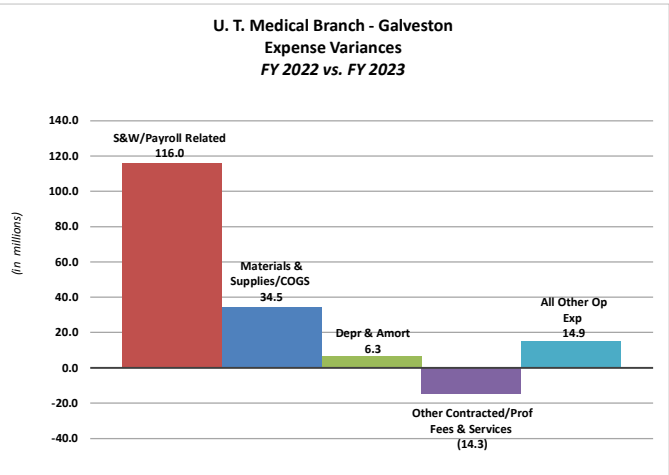
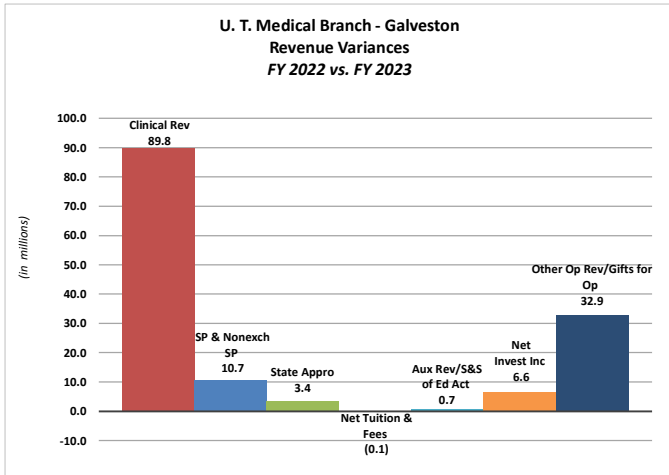


Monthly Financial Report
Comparison of Operating Results, Margin, Projected Year-End and Budget
For the Period Ending March 31, 2023

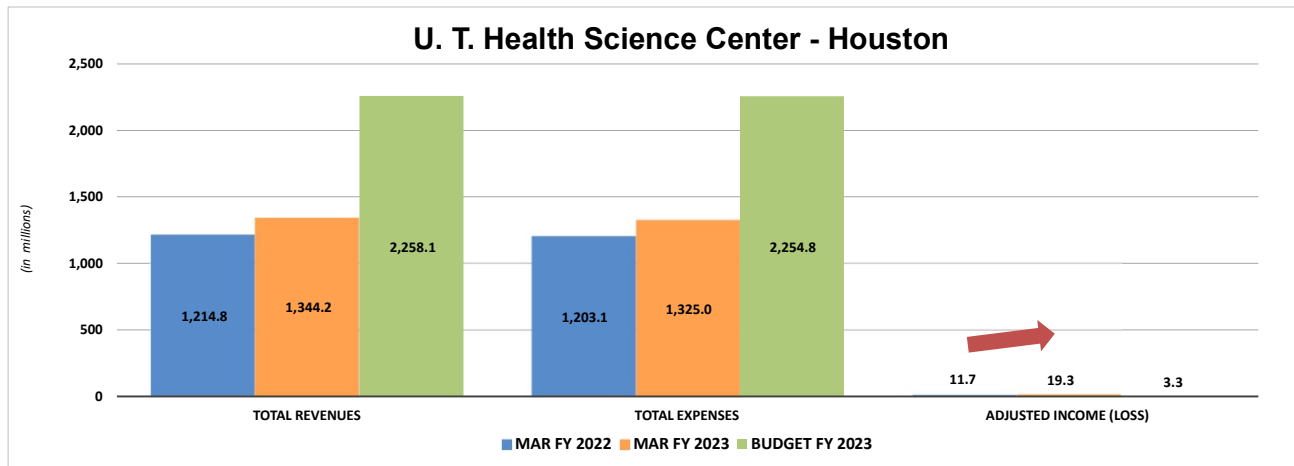


U. T. Medical Branch - Galveston incurred a year-to-date adjusted loss of \$27.4 million, an increase in adjusted loss of \$13.5 million (98%) from the prior year. The increase was primarily attributable to an increase in salaries and wages and payroll related costs as a result of increases in staff 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 \$18.1 million for the year.

| (in millions) | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|----------------------|----------------------|---------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 1,029.2 | 1,119.0 | 89.8 | 1,934.7 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 139.2 | 149.8 | 10.7 | 266.2 | |
| State Appropriations | 209.4 | 212.8 | 3.4 | 362.7 | |
| Net Tuition and Fees | 31.3 | 31.2 | (0.1) | 52.0 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 14.6 | 15.4 | 0.7 | 27.0 | |
| Net Investment Income | 41.1 | 47.7 | 6.6 | 76.2 | |
| Other Operating Revenues/Gift Contributions for Operations | 51.5 | 84.4 | 32.9 | 149.6 | |
| Total Revenues | 1,516.4 | 1,660.3 | 143.9 | 2,868.5 | 2,734.9 |
| Salaries and Wages/Payroll Related Costs | 912.8 | 1,028.7 | 116.0 | 1,758.3 | |
| Materials and Supplies/Cost of Goods Sold | 224.0 | 258.4 | 34.5 | 430.9 | |
| Depreciation and Amortization | 122.4 | 128.8 | 6.3 | 223.6 | |
| Other Contracted Services/Professional Fees & Services | 137.5 | 123.2 | (14.3) | 213.0 | |
| All Other Operating Expenses | 133.6 | 148.5 | 14.9 | 260.8 | |
| Total Expenses | \$ 1,530.3 | 1,687.7 | 157.5 | 2,886.6 | 2,753.0 |
| Adjusted Income (Loss) | (13.9) | (27.4) | (13.5) | (18.1) | (18.1) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 108.6 | 101.4 | (7.2) | 205.5 | 207.5 |

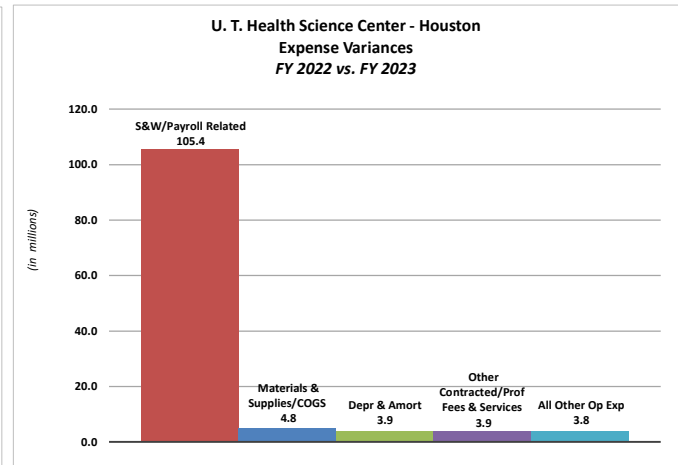
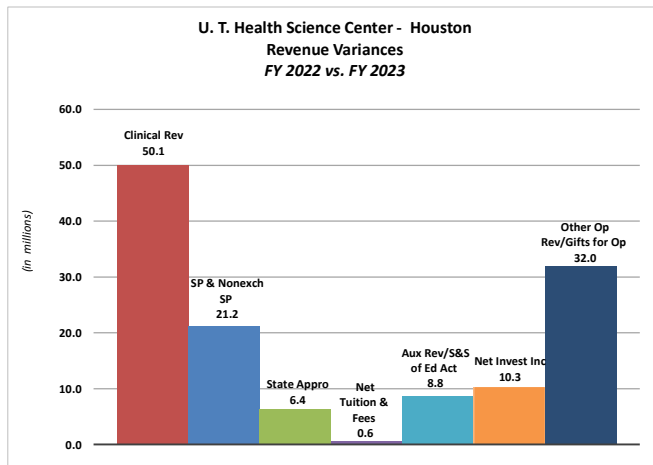


Monthly Financial Report Comparison of Operating Results, Margin, Projected Year-End and Budget For the Period Ending March 31, 2023

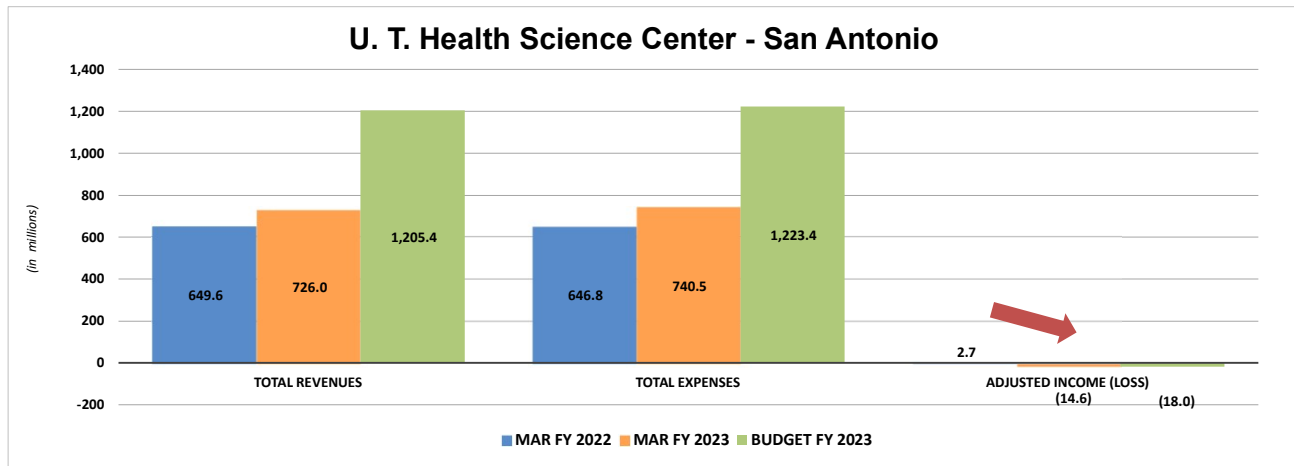


U. T. Health Science Center - Houston reported year-to-date adjusted income of \$19.3 million, an increase in adjusted income of \$7.6 million (66%) from the prior year. The increase was primarily due to an increase in clinical revenues attributable to increased clinical productivity, as well as increased funding from Health and Human Services related to the new Dunn Center Building. The most current projection received from U. T. Health Science Center - Houston reflects income of \$14.4 million for the year.

| (in millions) | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|----------------------|----------------------|--------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 320.4 | 370.5 | 50.1 | 629.9 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 605.0 | 626.2 | 21.2 | 1,084.4 | |
| State Appropriations | 125.9 | 132.3 | 6.4 | 225.9 | |
| Net Tuition and Fees | 44.2 | 44.9 | 0.6 | 70.3 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 41.5 | 50.2 | 8.8 | 70.4 | |
| Net Investment Income | 45.3 | 55.6 | 10.3 | 86.3 | |
| Other Operating Revenues/Gift Contributions for Operations | 32.5 | 64.6 | 32.0 | 93.7 | |
| Total Revenues | 1,214.8 | 1,344.2 | 129.5 | 2,260.9 | 2,258.1 |
| Salaries and Wages/Payroll Related Costs | 925.5 | 1,030.9 | 105.4 | 1,751.1 | |
| Materials and Supplies/Cost of Goods Sold | 59.7 | 64.5 | 4.8 | 106.1 | |
| Depreciation and Amortization | 62.9 | 66.8 | 3.9 | 114.7 | |
| Other Contracted Services/Professional Fees & Services | 69.0 | 72.9 | 3.9 | 122.1 | |
| All Other Operating Expenses | 86.0 | 89.8 | 3.8 | 152.5 | |
| Total Expenses | \$ 1,203.1 | 1,325.0 | 121.8 | 2,246.5 | 2,254.8 |
| Adjusted Income (Loss) | 11.7 | 19.3 | 7.6 | 14.4 | 3.3 |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 74.6 | 86.1 | 11.6 | 129.1 | 80.7 |

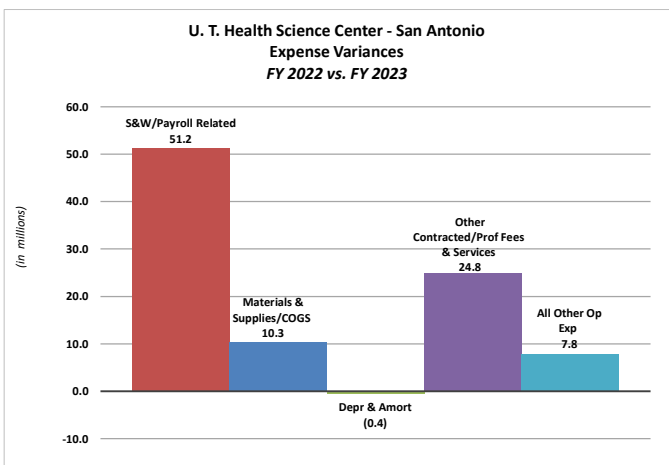
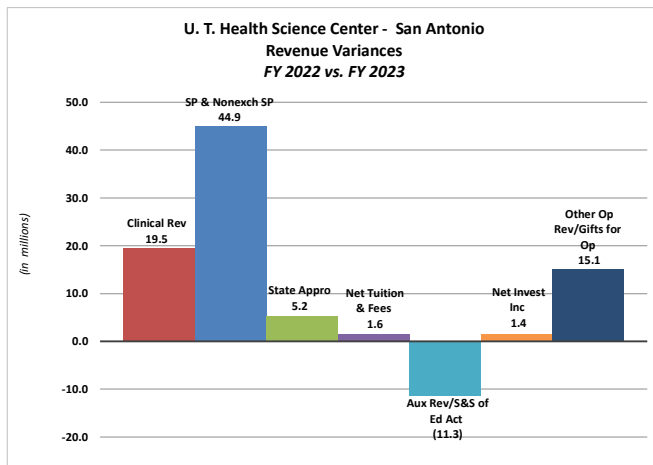


Monthly Financial Report Comparison of Operating Results, Margin, Projected Year-End and Budget For the Period Ending March 31, 2023



U. T. Health Science Center - San Antonio incurred a year-to-date adjusted loss of \$14.6 million, a decrease of \$17.3 million (637%) 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 increased clinical volume and research growth. The most current projection received from U. T. Health Science Center – San Antonio reflects a loss of \$14.0 million for the year, which represents a \$4.0 million improvement over the planned \$18.0 million operating deficit.

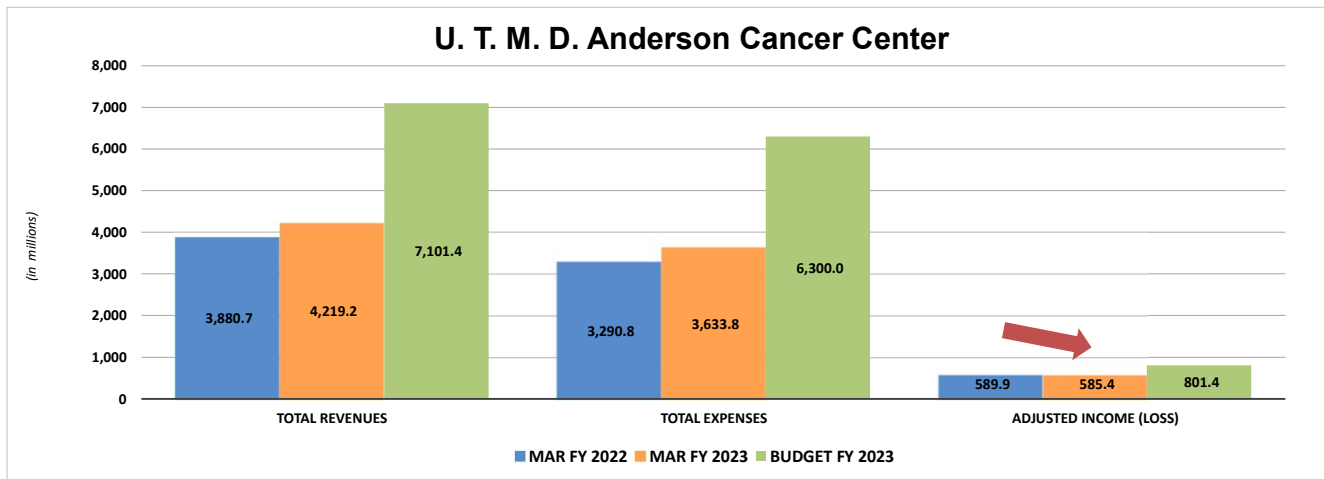
| (in millions) | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|----------------------|----------------------|---------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 190.1 | 209.5 | 19.5 | 376.5 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 252.9 | 297.8 | 44.9 | 511.4 | |
| State Appropriations | 100.8 | 106.0 | 5.2 | 178.0 | |
| Net Tuition and Fees | 30.7 | 32.3 | 1.6 | 56.8 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 27.5 | 16.2 | (11.3) | 27.7 | |
| Net Investment Income | 33.9 | 35.3 | 1.4 | 52.5 | |
| Other Operating Revenues/Gift Contributions for Operations | 13.7 | 28.8 | 15.1 | 42.0 | |
| Total Revenues | 649.6 | 726.0 | 76.4 | 1,244.8 | 1,205.4 |
| Salaries and Wages/Payroll Related Costs | 433.3 | 484.5 | 51.2 | 843.9 | |
| Materials and Supplies/Cost of Goods Sold | 73.0 | 83.3 | 10.3 | 146.3 | |
| Depreciation and Amortization | 41.3 | 40.9 | (0.4) | 69.8 | |
| Other Contracted Services/Professional Fees & Services | 44.9 | 69.7 | 24.8 | 88.8 | |
| All Other Operating Expenses | 54.2 | 62.1 | 7.8 | 110.0 | |
| Total Expenses | \$ 646.8 | 740.5 | 93.7 | 1,258.8 | 1,223.4 |
| Adjusted Income (Loss) | 2.7 | (14.6) | (17.3) | (14.0) | (18.0) |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 44.1 | 26.3 | (17.7) | 55.8 | 51.8 |



Monthly Financial Report

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

For the Period Ending March 31, 2023



U. T. M. D. Anderson Cancer Center reported year-to-date adjusted income of \$585.4 million, a decrease in adjusted income of \$4.5 million (1%) 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. The most current projection received from U. T. M. D. Anderson Cancer Center reflects income of \$783.6 million for the year.

| (in millions) | March YTD FY 2022 | March YTD FY 2023 | Variance | Annual Projected FY 2023 | FY 2023 Budget |
|---|----------------------|----------------------|---------------|--------------------------------|-------------------|
| Clinical Revenues | \$ 3,051.7 | 3,329.8 | 278.0 | 5,799.9 | |
| Sponsored Programs/Nonexchange Sponsored Programs | 311.2 | 328.3 | 17.1 | 589.7 | |
| State Appropriations | 122.3 | 122.1 | (0.2) | 209.5 | |
| Net Tuition and Fees | 1.4 | 1.5 | 0.1 | 2.0 | |
| Auxiliary Revenues/Sales & Services of Educational Activities | 20.7 | 23.8 | 3.1 | 38.4 | |
| Net Investment Income | 220.2 | 260.6 | 40.4 | 339.2 | |
| Other Operating Revenues/Gift Contributions for Operations | 153.2 | 153.1 | (0.1) | 248.0 | |
| Total Revenues | 3,880.7 | 4,219.2 | 338.5 | 7,226.6 | 7,101.4 |
| Salaries and Wages/Payroll Related Costs | 1,847.7 | 2,020.9 | 173.2 | 3,604.9 | |
| Materials and Supplies/Cost of Goods Sold | 809.2 | 928.8 | 119.5 | 1,630.9 | |
| Depreciation and Amortization | 222.7 | 212.3 | (10.4) | 363.2 | |
| Other Contracted Services/Professional Fees & Services | 244.1 | 276.0 | 31.8 | 494.7 | |
| All Other Operating Expenses | 166.9 | 195.8 | 28.8 | 349.3 | |
| Total Expenses | \$ 3,290.8 | 3,633.8 | 343.0 | 6,443.0 | 6,300.0 |
| Adjusted Income (Loss) | 589.9 | 585.4 | (4.5) | 783.6 | 801.4 |
| Adjusted Income (Loss) Excluding Depr & Amort Exp | 812.6 | 797.7 | (14.9) | 1,146.8 | 1,168.8 |

