### ASSETS AND DEFERRED OUTFLOWS

<table>
<thead>
<tr>
<th>Current Year</th>
<th>Prior Year</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>ASSETS AND DEFERRED OUTFLOWS</strong></td>
<td></td>
</tr>
<tr>
<td><strong>Current Year</strong></td>
<td><strong>Totals</strong></td>
</tr>
<tr>
<td><strong>Prior Year</strong></td>
<td><strong>Totals</strong></td>
</tr>
<tr>
<td><strong>ASSETS AND DEFERRED OUTFLOWS</strong></td>
<td></td>
</tr>
<tr>
<td><strong>Current Assets:</strong></td>
<td></td>
</tr>
<tr>
<td>Cash &amp; Cash Equivalents</td>
<td>1,178,224,738.18</td>
</tr>
<tr>
<td>Restricted Cash &amp; Cash Equivalents</td>
<td>24,032,174.30</td>
</tr>
<tr>
<td>Securities Lending Collateral</td>
<td>433,059,220.56</td>
</tr>
<tr>
<td>Accounts Receivable, Net:</td>
<td></td>
</tr>
<tr>
<td>Federal (allow. $0.00 in 2019 &amp; $0.00 in 2018)</td>
<td>16,512,513.17</td>
</tr>
<tr>
<td>Interest and Dividend Receivables</td>
<td>60,044,437.74</td>
</tr>
<tr>
<td>Contributions (allow. $48.78 in 2019 &amp; $41.44 in 2018)</td>
<td>10,523.08</td>
</tr>
<tr>
<td>Investment Trades Receivables</td>
<td>720,787,537.46</td>
</tr>
<tr>
<td>Other (allow. $0.00 in 2019 &amp; $0.00 in 2018)</td>
<td>213,346,036.62</td>
</tr>
<tr>
<td>Due From Other Funds</td>
<td>183,595,096.72</td>
</tr>
<tr>
<td>Due From Other Institutions</td>
<td>121,591,155.20</td>
</tr>
<tr>
<td>Due From Other Agencies</td>
<td>65,657.88</td>
</tr>
<tr>
<td>Other Current Assets</td>
<td>28,136,312.58</td>
</tr>
<tr>
<td><strong>Total Current Assets</strong></td>
<td>2,999,405,403.49</td>
</tr>
<tr>
<td><strong>Noncurrent Assets:</strong></td>
<td></td>
</tr>
<tr>
<td>Cash and Cash Equivalents (Noncurrent Restricted)</td>
<td>809,446.23</td>
</tr>
<tr>
<td>Restricted Investments</td>
<td>44,246,023,730.56</td>
</tr>
<tr>
<td>Deposit with Brokers for Derivative Contracts</td>
<td>52,885,484.06</td>
</tr>
<tr>
<td>Payments to Beneficiaries (allow. $51.22 in 2019 &amp; $58.56 in 2018)</td>
<td>11,050.81</td>
</tr>
<tr>
<td>Unrestricted Investments</td>
<td>9,526,747,721.50</td>
</tr>
<tr>
<td>Gross Capital/Intangible Assets</td>
<td>11,475,104,587.04</td>
</tr>
<tr>
<td>Accumulated Depreciation/Amortization</td>
<td>(146,305,886.38)</td>
</tr>
<tr>
<td><strong>Total Noncurrent Assets</strong></td>
<td>65,186,731,744.93</td>
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<tr>
<td><strong>Total Assets</strong></td>
<td>68,186,137,148.42</td>
</tr>
<tr>
<td><strong>Total Deferred Outflows of Resources</strong></td>
<td>3,348,064,968.22</td>
</tr>
<tr>
<td><strong>Total Assets and Deferred Outflows</strong></td>
<td>71,534,202,116.64</td>
</tr>
</tbody>
</table>

### LIABILITIES AND DEFERRED INFLOWS

<table>
<thead>
<tr>
<th>Current Year</th>
<th>Prior Year</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>LIABILITIES AND DEFERRED INFLOWS</strong></td>
<td></td>
</tr>
<tr>
<td><strong>Current Liabilities:</strong></td>
<td></td>
</tr>
<tr>
<td>Accounts Payable and Accrued Liabilities</td>
<td>213,848,402.19</td>
</tr>
<tr>
<td>Salaries Payable</td>
<td>4,379,571.03</td>
</tr>
<tr>
<td>Investment Trades Payables</td>
<td>1,219,091,532.24</td>
</tr>
<tr>
<td>Insured But Not Reported Self Insurance Claims</td>
<td>140,388,415.32</td>
</tr>
<tr>
<td>Total Other Postemployment Benefits Liability</td>
<td>230,593,877.00</td>
</tr>
<tr>
<td>Securities Lending Obligations</td>
<td>453,059,220.56</td>
</tr>
<tr>
<td>Due To Other Funds</td>
<td>183,595,096.72</td>
</tr>
<tr>
<td>Due To Other Institutions</td>
<td>824,382,339.07</td>
</tr>
<tr>
<td>Due To Other State Agencies</td>
<td>20,930,644.66</td>
</tr>
<tr>
<td>Statewide Interfund Payable</td>
<td>69,302,167.78</td>
</tr>
<tr>
<td>Unearned Revenue</td>
<td>682,627.42</td>
</tr>
<tr>
<td>Employees' Compensable Leave - Current Portion</td>
<td>2,729,655.81</td>
</tr>
<tr>
<td>Short-term Debt - Commercial Paper Notes</td>
<td>1,490,522,000.00</td>
</tr>
<tr>
<td>Notes, Loans, and Leases Payable</td>
<td>7,710,948,456.03</td>
</tr>
<tr>
<td>Revenue Bonds Payable</td>
<td>7,123,655.81</td>
</tr>
<tr>
<td><strong>Total Current Liabilities</strong></td>
<td>6,643,007,511.50</td>
</tr>
<tr>
<td><strong>Noncurrent Liabilities:</strong></td>
<td></td>
</tr>
<tr>
<td>Incurred But Not Reported Self Insurance Claims</td>
<td>28,030,576.68</td>
</tr>
<tr>
<td>Employees' Compensable Leave</td>
<td>4,992,050.24</td>
</tr>
<tr>
<td>Assets Held for Others</td>
<td>11,813,794,296.66</td>
</tr>
<tr>
<td>Liability to Beneficiaries</td>
<td>14,041,656.69</td>
</tr>
<tr>
<td>Total Other Postemployment Benefits Liability</td>
<td>10,125,191,669.00</td>
</tr>
<tr>
<td>Net Pension Liability</td>
<td>4,919,537,167.00</td>
</tr>
<tr>
<td>Notes, Loans, and Leases Payable</td>
<td>7,710,948,456.03</td>
</tr>
<tr>
<td>Revenue Bonds Payable</td>
<td>7,123,655.81</td>
</tr>
<tr>
<td>Statewide Interfund Payable</td>
<td>1,224,282,913.48</td>
</tr>
<tr>
<td>Hedging Derivative Liability (Noncurrent)</td>
<td>823,382,339.07</td>
</tr>
<tr>
<td>Payable to Brokers for Collateral Held</td>
<td>98,277,187.32</td>
</tr>
<tr>
<td>Investment Derivatives - Liability Positions</td>
<td>103,796,598.28</td>
</tr>
<tr>
<td>Other Noncurrent Liabilities</td>
<td>3,204,474.70</td>
</tr>
<tr>
<td><strong>Total Noncurrent Liabilities</strong></td>
<td>36,371,360,139.08</td>
</tr>
<tr>
<td><strong>Total Liabilities</strong></td>
<td>43,014,367,650.58</td>
</tr>
<tr>
<td><strong>Deferred Inflows of Resources</strong></td>
<td>2,761,591,966.93</td>
</tr>
<tr>
<td><strong>Total Liabilities and Deferred Infows</strong></td>
<td>45,775,959,617.51</td>
</tr>
</tbody>
</table>

### NET POSITION

<table>
<thead>
<tr>
<th>Current Year</th>
<th>Prior Year</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>NET POSITION</strong></td>
<td></td>
</tr>
<tr>
<td>Net Investment in Capital Assets</td>
<td>376,470,254.61</td>
</tr>
<tr>
<td>Restricted for:</td>
<td></td>
</tr>
<tr>
<td>Nonexpansible</td>
<td></td>
</tr>
<tr>
<td>Permanent University Fund Endowment</td>
<td>20,925,167,822.76</td>
</tr>
<tr>
<td>Permanent Health and True Endowments Held for Institutions</td>
<td>5,110,976,793.10</td>
</tr>
<tr>
<td>Permanent Health and True Endowments</td>
<td>395,748,739.77</td>
</tr>
<tr>
<td><strong>Total Nonexpansible</strong></td>
<td>36,464,093,395.63</td>
</tr>
<tr>
<td><strong>Total Net Position</strong></td>
<td>$ 25,758,242,499.13</td>
</tr>
</tbody>
</table>
### Exhibit B  Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended August 31, 2019

<table>
<thead>
<tr>
<th>Current Year Totals</th>
<th>Prior Year Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Operating Revenues:</strong></td>
<td></td>
</tr>
<tr>
<td>Federal Sponsored Programs</td>
<td>28,997,529.74</td>
</tr>
<tr>
<td>State Sponsored Programs Pass-Through from State Agencies</td>
<td>10,765,963.15</td>
</tr>
<tr>
<td>Sales and Services of Educational Activities</td>
<td>24,369,617.14</td>
</tr>
<tr>
<td>Other Operating Revenues</td>
<td>235,314,677.83</td>
</tr>
<tr>
<td><strong>Total Operating Revenues</strong></td>
<td>288,681,824.71</td>
</tr>
</tbody>
</table>

| **Operating Expenses:** |                     |
| Instruction | 21,844,804.68 | 2,742,506.48 |
| Research | 16,575,160.06 | 14,537,676.66 |
| Public Service | 1,135,270,986.63 | 1,013,621,304.72 |
| Academic Support | 2,772,590.97 | 1,219,376.25 |
| Student Services | 1,755,991.00 | 1,605,200.00 |
| Institutional Support | 23,804,107.72 | 25,237,328.52 |
| **Total Operating Expenses** | 1,202,023,641.06 | 1,058,963,392.63 |
| **Operating Income (Loss)** | (913,341,816.35) | (733,920,135.90) |

| **Nonoperating Revenues (Expenses):** |                     |
| State Appropriations | 8,870,153.00 | 9,516,706.00 |
| Federal Nonexchange Sponsored Programs | 25,603,646.87 | 27,198,469.88 |
| Federal Nonexchange Pass-Through | 1,020,239.86 | 1,099,748.75 |
| **Total Nonoperating Revenues** | 221,137,745.09 | 6,255,364,795.70 |
| **Net Nonoperating Revenues (Expenses)** | (692,204,071.26) | 5,521,444,659.80 |
| **Income/(Loss) Before Other Revenue, Expenses, Gains/(Losses), and Transfers** | 2,000,000.00 | 3,495,000.00 |
| Gifts and Sponsored Programs for Capital Acquisitions | 2,000,000.00 | 3,495,000.00 |
| Additions to Permanent Endowments | 219,482,452.03 | 203,371,729.70 |
| Reclass from/(to) Other Institutions | 140,837,905.33 | 112,512,047.88 |
| Change in Proceeds of Bonds Payable | 311,274,600.85 | 189,961,009.85 |
| Transfers Between Institutions & System, Debt Service - Mandatory | 742,558,162.67 | 706,062,395.72 |
| Transfers Between Institutions & System Admin. - Non mandatory | 1,406,301,298.17 | 1,297,971,219.88 |
| Transfers From Other State Agencies | 12,405.60 | 12,405.60 |
| Transfers to Other State Agencies | (392,779,590.25) | 622,749,812.48 |
| Legislative Appropriations Lapsed | (0.50) | (0.50) |
| **Change in Net Position** | (1,075,131,838.80) | 4,816,158,215.69 |
| **Beginning Net Position** | 26,833,374,337.93 | 22,017,216,122.24 |
| **Ending Net Position** | $25,758,242,499.13 | 26,833,374,337.93 |
The University of Texas System Administration
Exhibit C - Statement of Cash Flows
For the Year Ended August 31, 2019

<table>
<thead>
<tr>
<th>Cash Flows from Operating Activities:</th>
<th>Current Year Totals</th>
<th>Prior Year Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Proceeds from Sponsored Programs</td>
<td>23,368,256.50</td>
<td>28,829,037.06</td>
</tr>
<tr>
<td>Proceeds from Other Revenues</td>
<td>251,377,346.29</td>
<td>278,084,140.14</td>
</tr>
<tr>
<td>Payments to Suppliers</td>
<td>(352,148,982.49)</td>
<td>(295,789,446.96)</td>
</tr>
<tr>
<td>Payments to Employees</td>
<td>(73,706,559.95)</td>
<td>(77,525,344.97)</td>
</tr>
<tr>
<td><strong>Net Cash Provided (Used) by Operating Activities</strong></td>
<td><strong>(151,109,938.65)</strong></td>
<td><strong>(66,401,614.73)</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Cash Flows from Noncapital Financing Activities:</th>
<th>Current Year Totals</th>
<th>Prior Year Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Proceedings from State Appropriations</td>
<td>8,870,153.00</td>
<td>9,516,705.50</td>
</tr>
<tr>
<td>Proceedings from Operating Gifts</td>
<td>1,024,600.41</td>
<td>1,100,522.96</td>
</tr>
<tr>
<td>Proceedings from Private Gifts for Endowment Purposes</td>
<td>481,687,915.08</td>
<td>981,052,433.26</td>
</tr>
<tr>
<td>Receipts for Transfers from System or Other Agencies</td>
<td>420,755.45</td>
<td>2,228,830.16</td>
</tr>
<tr>
<td>Payments for Transfers to System or Other Agencies</td>
<td>(927,419,475.16)</td>
<td>(904,761,177.57)</td>
</tr>
<tr>
<td>Payments for Other Uses</td>
<td>(3,714,177.47)</td>
<td>(3,070,530.15)</td>
</tr>
<tr>
<td>Proceeds from Nonexchange Sponsored Programs</td>
<td>25,914,447.13</td>
<td>27,204,263.80</td>
</tr>
<tr>
<td><strong>Net Cash Provided by Noncapital Financing Activities</strong></td>
<td><strong>(412,787,438.16)</strong></td>
<td><strong>114,729,650.36</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Cash Flows from Capital and Related Financing Activities:</th>
<th>Current Year Totals</th>
<th>Prior Year Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Proceeds from Issuance of Capital Debt</td>
<td>1,854,957,281.47</td>
<td>2,011,465,262.13</td>
</tr>
<tr>
<td>Nonmandatory Capital Related Transfers</td>
<td>(1,113,567,309.89)</td>
<td>(1,140,106,005.41)</td>
</tr>
<tr>
<td>Payments of Other Costs on Debt Issuance</td>
<td>(4,433,463.05)</td>
<td>(6,230,945.55)</td>
</tr>
<tr>
<td>Proceeds from Capital Appropriations, Grants, and Gifts</td>
<td>2,000,000.00</td>
<td>3,000,000.00</td>
</tr>
<tr>
<td>Proceeds from Sale of Capital Assets</td>
<td>33,975.00</td>
<td></td>
</tr>
<tr>
<td>Payments for Additions to Capital Assets</td>
<td>(14,441,850.39)</td>
<td>(34,773,876.04)</td>
</tr>
<tr>
<td>Payments of Principal on Capital Related Debt</td>
<td>(1,460,613,000.00)</td>
<td>(1,748,372,000.00)</td>
</tr>
<tr>
<td>Mandatory Transfers to System for Capital Related Debt</td>
<td>742,558,162.67</td>
<td>706,062,395.72</td>
</tr>
<tr>
<td>Payments of Interest on Capital Related Debt</td>
<td>(410,760,084.39)</td>
<td>(356,085,443.91)</td>
</tr>
<tr>
<td><strong>Net Cash Provided (Used) by Capital and Related Financing Activities</strong></td>
<td><strong>(404,266,073.18)</strong></td>
<td><strong>(565,040,762.06)</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Cash Flows from Investing Activities</th>
<th>Current Year Totals</th>
<th>Prior Year Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Proceeds from Sales of Investments</td>
<td>31,931,245,458.16</td>
<td>25,189,228,435.43</td>
</tr>
<tr>
<td>Proceeds from Interest and Investment Income</td>
<td>1,498,177,763.96</td>
<td>1,976,065,338.40</td>
</tr>
<tr>
<td>Payments to Acquire Investments</td>
<td>(32,525,191,874.26)</td>
<td>(26,448,201,921.29)</td>
</tr>
<tr>
<td><strong>Net Cash Provided (Used) by Investing Activities</strong></td>
<td><strong>904,201,347.86</strong></td>
<td><strong>717,111,852.54</strong></td>
</tr>
</tbody>
</table>

| Net Increase (Decrease) in Cash                     | (63,962,102.13)     | 200,399,126.11    |
| Cash and Cash Equivalents (Beginning of the Year)   | 1,267,028,460.84    | 1,066,629,334.73  |
| **Cash and Cash Equivalents (End of the Year)**     | **1,203,066,358.71** | **1,267,028,460.84** |

| Reconciliation of Net Operating Revenues (Expenses) to Net Cash Provided (Used) by Operating Activities |
|-------------------------------------------------|--------------------------------------------------|
| Operating Income (Loss)                         | (913,341,816.35)       | (733,920,135.90)  |
| Adjustments to Reconcile Operating Results to Net Cash: | | |
| Depreciation and Amortization Expense           | 23,804,107.72          | 25,237,326.52     |
| Gross Loss on Impairment of Capital Assets      | 25,840,003.66          |                   |
| OPEB Expense                                    | 664,784,810.00         | 843,220,745.00    |
| Pension Expense                                 | 584,838,293.00         | 251,961,770.00    |

<table>
<thead>
<tr>
<th>Changes in Assets and Liabilities:</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accounts Receivable</td>
</tr>
<tr>
<td>Other Current and Noncurrent Assets</td>
</tr>
<tr>
<td>Deferred Outflows-Other Postemployment Benefits</td>
</tr>
<tr>
<td>Deferred Outflows-Pension Related</td>
</tr>
<tr>
<td>Accounts Payable</td>
</tr>
<tr>
<td>Due to System</td>
</tr>
<tr>
<td>Unearned Revenue</td>
</tr>
<tr>
<td>Employees’ Compensable Leave</td>
</tr>
<tr>
<td>Other Postemployment Benefits Obligation</td>
</tr>
<tr>
<td>Pension Related Obligations</td>
</tr>
<tr>
<td>Other Current and Noncurrent Liabilities</td>
</tr>
<tr>
<td>Deferred Inflows-Other Postemployment Benefits</td>
</tr>
<tr>
<td>Deferred Inflows-Pension Related</td>
</tr>
<tr>
<td><strong>Total Adjustments</strong></td>
</tr>
<tr>
<td><strong>Net Cash Provided (Used) by Operating Activities</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Non Cash Transactions:</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net Increase (Decrease) in Fair Value of Investments</td>
</tr>
<tr>
<td>Donated Capital Assets</td>
</tr>
<tr>
<td>Miscellaneous Noncash Transactions</td>
</tr>
</tbody>
</table>