

THE UNIVERSITY OF TEXAS SYSTEM
OFFICE OF THE CONTROLLER

MONTHLY FINANCIAL REPORT
(unaudited)

DECEMBER 2017



210 West Seventh Street
Austin, Texas 78701
512.499.4527
www.utsystem.edu/cont

**THE UNIVERSITY OF TEXAS SYSTEM
MONTHLY FINANCIAL REPORT
(Unaudited)
FOR THE FOUR MONTHS ENDING
December 31, 2017**

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TABLE OF CONTENTS

FOREWORD	7
SYSTEMWIDE COMPARISONS OF ACTUAL	9
YEAR-TO-DATE INCOME (LOSS) SUMMARY BY INSTITUTION	11
EXPLANATIONS OF VARIANCES	12
GLOSSARY OF TERMS	14
U. T. SYSTEM ADMINISTRATION	17
U. T. ARLINGTON	18
U. T. AUSTIN	19
U. T. DALLAS	20
U. T. EL PASO	21
U. T. PERMIAN BASIN	22
U. T. RIO GRANDE VALLEY	23
U. T. SAN ANTONIO	24
U. T. TYLER	25
U. T. SOUTHWESTERN MEDICAL CENTER	26
U. T. MEDICAL BRANCH - GALVESTON	27
U. T. HEALTH SCIENCE CENTER - HOUSTON	28
U. T. HEALTH SCIENCE CENTER - SAN ANTONIO	29
U. T. M. D. ANDERSON CANCER CENTER	30
U. T. HEALTH SCIENCE CENTER - TYLER	31

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**The University of Texas System
Monthly Financial Report**

Foreword

The Monthly Financial Report (MFR) compares the results of operations between the current year-to-date cumulative amounts and the prior year-to-date cumulative amounts. Explanations are provided for institutions having the largest variances in Adjusted Income (Loss) year-to-date as compared to the prior year, both in terms of dollars and percentages. In addition, although no significant variance may exist, institutions with losses may be discussed.

The data is reported in three sections: (1) Operating Revenues, (2) Operating Expenses, and (3) Other Nonoperating Adjustments. Presentation of state appropriation revenues are required under GASB 35 to be reflected as nonoperating revenues, so all institutions will report an Operating Loss prior to this adjustment. The MFR provides an Adjusted Income (Loss), which takes into account the nonoperating adjustments associated with core operating activities. An Adjusted Margin (as a percentage of operating and nonoperating revenue adjustments) is calculated for each period and is intended to reflect relative operating contributions to financial health.

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UNAUDITED

The University of Texas System Consolidated
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	602,477,906.58	580,211,864.61	22,266,041.97	3.8%
Sponsored Programs	1,069,126,659.37	1,015,357,103.30	53,769,556.07	5.3%
Net Sales and Services of Educational Activities	245,814,636.28	216,397,268.33	29,417,367.95	13.6%
Net Sales and Services of Hospitals	2,033,151,715.49	1,755,446,700.45	277,705,015.04	15.8%
Net Professional Fees	620,623,464.49	583,589,332.14	37,034,132.35	6.3%
Net Auxiliary Enterprises	246,431,101.03	248,828,208.64	(2,397,107.61)	-1.0%
Other Operating Revenues	176,040,832.62	132,627,699.77	43,413,132.85	32.7%
Total Operating Revenues	4,993,666,315.86	4,532,458,177.24	461,208,138.62	10.2%
Operating Expenses				
Salaries and Wages	2,898,686,021.07	2,822,459,432.90	76,226,588.17	2.7%
Payroll Related Costs	772,801,259.08	754,780,964.25	18,020,294.83	2.4%
Membership Dues	12,549,894.66	10,073,944.42	2,475,950.24	24.6%
Registration Fees, Meetings, Conferences	20,688,147.63	20,072,319.24	615,828.39	3.1%
Cost of Goods Sold	54,864,580.87	50,494,507.53	4,370,073.34	8.7%
Professional Fees and Services	143,575,854.24	147,878,677.35	(4,302,823.11)	-2.9%
Other Contracted Services	287,658,966.68	270,486,380.25	17,172,586.43	6.3%
Fees and Other Charges	19,635,891.41	21,718,500.63	(2,082,609.22)	-9.6%
Travel	50,269,669.69	49,876,909.25	392,760.44	0.8%
Materials and Supplies	664,152,735.85	615,854,631.81	48,298,104.04	7.8%
Utilities	99,062,668.93	97,470,870.18	1,591,798.75	1.6%
Communications	34,619,324.56	44,279,378.33	(9,660,053.77)	-21.8%
Repairs and Maintenance	119,454,218.49	110,951,088.40	8,503,130.09	7.7%
Rentals and Leases	57,042,007.98	58,615,860.59	(1,573,852.61)	-2.7%
Printing and Reproduction	11,469,145.11	11,938,634.93	(469,489.82)	-3.9%
Royalty Payments	4,868,047.15	4,702,262.19	165,784.96	3.5%
Bad Debt Expense	1,072,162.72	307,450.87	764,711.85	248.7%
Insurance Costs/Premiums	43,336,285.42	34,566,547.65	8,769,737.77	25.4%
Claims and Losses	7,235,408.01	5,796,373.37	1,439,034.64	24.8%
Increase in Net OPEB Obligation	350,666,666.67	235,676,724.67	114,989,942.00	48.8%
Pension Expense	122,578,115.33	83,442,131.00	39,135,984.33	46.9%
Scholarships and Fellowships	120,019,326.25	117,989,440.90	2,029,885.35	1.7%
Depreciation and Amortization	482,780,913.22	460,918,694.12	21,862,219.10	4.7%
Federal Sponsored Program Pass-Through to Other State Agencies	5,760,695.39	6,906,362.86	(1,145,667.47)	-16.6%
State Sponsored Program Pass-Through to Other State Agencies	10,792,437.73	1,779,894.68	9,012,543.05	506.4%
Other Operating Expenses	84,314,266.17	58,088,854.84	26,225,411.33	45.1%
Total Operating Expenses	6,479,954,710.31	6,097,126,837.21	382,827,873.10	6.3%
Operating Loss	(1,486,288,394.45)	(1,564,668,659.97)	78,380,265.52	5.0%
Other Nonoperating Adjustments				
State Appropriations	767,089,294.56	775,032,417.96	(7,943,123.40)	-1.0%
Nonexchange Sponsored Programs	75,733,572.11	74,467,051.71	1,266,520.40	1.7%
Gift Contributions for Operations	155,561,345.30	159,726,019.89	(4,164,674.59)	-2.6%
Net Investment Income	432,662,422.82	289,097,113.61	143,565,309.21	49.7%
Interest Expense on Capital Asset Financings	(129,141,497.26)	(118,182,546.20)	(10,958,951.06)	-9.3%
Net Other Nonoperating Adjustments	1,301,905,137.53	1,180,140,056.97	121,765,080.56	10.3%
Adjusted Income (Loss) including Depreciation & Amortization	(184,383,256.92)	(384,528,603.00)	200,145,346.08	52.0%
Adjusted Margin % including Depreciation & Amortization	-2.9%	-6.6%		
Investment Gain (Losses)	1,265,683,630.47	393,543,082.35	872,140,548.12	221.6%
Adj. Inc. (Loss) with Investment Gains (Losses)	1,081,300,373.55	9,014,479.35	1,072,285,894.20	11,895.2%
Adj. Margin % with Investment Gains (Losses)	14.1%	0.1%		
Adjusted Income (Loss) excluding Depreciation & Amortization	298,397,656.30	76,390,091.12	222,007,565.18	290.6%
Adjusted Margin % excluding Depreciation & Amortization	4.6%	1.3%		

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The University of Texas System
Comparison of Adjusted Income (Loss)
For the Four Months Ending December 31, 2017

Including Depreciation and Amortization Expense				
	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
U. T. System Administration	\$ (379,117,455.65) (1)	\$ (339,756,884.85)	(39,360,570.80)	-11.6%
U. T. Arlington	8,500,065.80	2,536,227.59	5,963,838.21 (2)	235.1%
U. T. Austin	43,931,801.32	56,869,060.29	(12,937,258.97)	-22.7%
U. T. Dallas	(8,245,918.52)	(3,810,923.31)	(4,434,995.21) (3)	-116.4%
U. T. El Paso	(3,568,444.79)	(7,083,549.01)	3,515,104.22 (4)	49.6%
U. T. Permian Basin	(2,062,948.53)	(882,025.01)	(1,180,923.52) (5)	-133.9%
U. T. Rio Grande Valley	3,495,380.50	801,410.16	2,693,970.34 (6)	336.2%
U. T. San Antonio	1,354,270.84	(3,361,753.73)	4,716,024.57 (7)	140.3%
U. T. Tyler	(1,123,539.28)	(2,595,192.53)	1,471,653.25 (8)	56.7%
U. T. Southwestern Medical Center	38,376,053.99	32,814,809.12	5,561,244.87	16.9%
U. T. Medical Branch - Galveston	(11,472,488.90)	(1,597,948.35)	(9,874,540.55) (9)	-618.0%
U. T. Health Science Center - Houston	9,527,175.40	6,259,336.87	3,267,838.53 (10)	52.2%
U. T. Health Science Center - San Antonio	(800,876.35)	6,065,431.93	(6,866,308.28) (11)	-113.2%
U. T. M. D. Anderson Cancer Center	238,565,917.13	(23,205,601.58)	261,771,518.71 (12)	1,128.1%
U. T. Health Science Center - Tyler	(5,122,070.95) (13)	(6,293,371.92)	1,171,300.97	18.6%
Elimination of AUF Transfer	(116,620,178.93)	(101,287,628.67)	(15,332,550.26)	-15.1%
Total Adjusted Income (Loss)	(184,383,256.92)	(384,528,603.00)	200,145,346.08	52.0%
Investment Gains (Losses)	1,265,683,630.47	393,543,082.35	872,140,548.12	221.6%
Total Adjusted Income (Loss) with Investment Gains (Losses) Including Depreciation and Amortization	\$ 1,081,300,373.55	\$ 9,014,479.35	\$ 1,072,285,894.20	11,895.2%

Excluding Depreciation and Amortization Expense				
	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
U. T. System Administration	\$ (370,899,198.94)	\$ (333,772,325.90)	(37,126,873.04)	-11.1%
U. T. Arlington	23,358,792.12	19,035,291.59	4,323,500.53	22.7%
U. T. Austin	148,598,467.99	149,202,393.62	(603,925.63)	-0.4%
U. T. Dallas	18,936,249.80	20,692,540.67	(1,756,290.87)	-8.5%
U. T. El Paso	6,666,443.53	3,228,703.62	3,437,739.91	106.5%
U. T. Permian Basin	2,870,384.80	3,774,720.03	(904,335.23)	-24.0%
U. T. Rio Grande Valley	16,376,055.54	13,840,227.13	2,535,828.41	18.3%
U. T. San Antonio	17,661,906.40	12,653,715.20	5,008,191.20	39.6%
U. T. Tyler	4,030,884.72	2,404,807.47	1,626,077.25	67.6%
U. T. Southwestern Medical Center	95,237,984.96	86,983,454.78	8,254,530.18	9.5%
U. T. Medical Branch - Galveston	39,678,299.78	48,488,324.36	(8,810,024.58)	-18.2%
U. T. Health Science Center - Houston	30,593,137.95	26,678,334.52	3,914,803.43	14.7%
U. T. Health Science Center - San Antonio	17,699,123.65	23,398,765.26	(5,699,641.61)	-24.4%
U. T. M. D. Anderson Cancer Center	364,766,557.18	103,464,110.58	261,302,446.60	252.6%
U. T. Health Science Center - Tyler	(557,254.25)	(2,395,343.14)	1,838,088.89	76.7%
Elimination of AUF Transfer	(116,620,178.93)	(101,287,628.67)	(15,332,550.26)	-15.1%
Total Adjusted Income (Loss)	298,397,656.30	76,390,091.12	222,007,565.18	290.6%
Total Adjusted Income (Loss) Excluding Depreciation and Amortization	\$ 298,397,656.30	\$ 76,390,091.12	\$ 222,007,565.18	290.6%

THE UNIVERSITY OF TEXAS SYSTEM
EXPLANATION OF VARIANCES ON THE MONTHLY FINANCIAL REPORT
For the Four Months Ending December 31, 2017

Explanations are provided for institutions having the largest variances in adjusted income (loss) year-to-date as compared to the prior year, both in terms of dollars and percentages. Explanations are also provided for institutions with a current year-to-date adjusted loss and/or a projected year-to-date loss.

- (1) U. T. System Administration incurred a year-to-date loss of \$379.1 million primarily as a result of an accrual of \$350.7 million for other postemployment benefits (OPEB) expense and an accrual of \$122.6 million for pension expense for the entire *U. T. System* for the first four months of 2018. *U. T. System Administration* anticipates ending the year with a \$1.4 billion loss, -294.6% of projected revenues, which includes a \$1.1 billion accrual for OPEB under GASB 75 effective in 2018 and a \$367.7 million accrual for pension expense.
- (2) U. T. Arlington - The \$6.0 million (235.1%) increase in adjusted income over the same period last year was primarily attributable to an increase in net student tuition and fees as a result of increased enrollment and tuition and fee rates. In addition, nonexchange sponsored programs increased due to an increase in Pell funding. Excluding depreciation and amortization expense, *U. T. Arlington's* adjusted income was \$23.4 million or 10.5% of revenues.
- (3) U. T. Dallas - The \$4.4 million (116.4%) increase in adjusted loss over the same period last year was primarily attributable to the following: an increase in depreciation and amortization expense as a result of the addition of new buildings and infrastructure; a decrease in nonexchange sponsored programs as a result of a reduction in the Texas Research Incentive Program (TRIP) funds received in 2018; and an increase in interest expense on capital asset financings due to debt issued for new buildings and infrastructure. As a result of these factors, *U. T. Dallas* incurred a year-to-date loss of \$8.2 million. Excluding depreciation and amortization expense, *U. T. Dallas'* adjusted income was \$18.9 million or 8.9% of revenues. *U. T. Dallas* anticipates ending the year with a \$24.7 million loss, -3.9% of projected revenues, which includes \$81.5 million of depreciation and amortization expense.
- (4) U. T. El Paso - The \$3.5 million (49.6%) decrease in adjusted loss over the same period last year was largely attributable to an increase in net auxiliary enterprises as a result of higher grossing special events. Net sales and services of educational activities also increased as a result of higher revenues under the Extended University Program and Professional and Continuing Education Programs. These revenues were partially offset by an increase in other contracted services due to increased performer fees. Despite the decrease in adjusted loss, *U. T. El Paso* still incurred a year-to-date loss of \$3.6 million due to the following: an increase in tuition exemption scholarship expense, primarily related to the Hazelwood and Hazelwood Legacy programs; and an increase in depreciation expense over the last five years due to new buildings and enhanced research infrastructure. Excluding depreciation and amortization expense, *U. T. El Paso's* adjusted income was \$6.7 million or 4.8% of revenues. *U. T. El Paso* anticipates ending the year with a \$9.5 million loss, -2.2% of projected revenues, which includes \$33.0 million of depreciation and amortization expense.
- (5) U. T. Permian Basin - The \$1.2 million (133.9%) increase in adjusted loss over the same period last year was primarily attributable to a decrease in nonexchange sponsored programs due to a portion of the 2016 Pell Grant funding not being drawn down until 2017, which resulted in an overstatement of nonexchange sponsored programs in 2017. *U. T. Permian Basin* incurred a year-to-date loss of \$2.1 million primarily attributable to higher salaries and wages and payroll related costs to accommodate increased enrollment and an increase in repairs and maintenance due to hail damage sustained in June 2017. Excluding depreciation and amortization expense, *U. T. Permian Basin's* adjusted income was \$2.9 million or 9.8% of revenues. *U. T. Permian Basin* anticipates ending the year with a \$10.6 million loss, -12.7% of projected revenues, which includes \$15.8 million of depreciation and amortization expense.
- (6) U. T. Rio Grande Valley - The \$2.7 million (336.2%) increase in adjusted income over the same period last year was primarily attributable to an increase in other operating revenues as a result of \$5.3 million from Doctors Hospital at Renaissance (DHR) per the Transition and Settlement agreement for completed tasks in support of the Project Residency Programs, and \$4.5 million in revenue from DHR for the Graduate Medical Education programs. Excluding depreciation and amortization expense, *U. T. Rio Grande Valley's* adjusted income was \$16.4 million or 10.9% of revenues.
- (7) U. T. San Antonio - The \$4.7 million (140.3%) increase in adjusted income over the same period last year was primarily attributable to an increase in nonexchange sponsored programs due to increased TRIP funds and Pell funding. State appropriations also contributed to the increase. Excluding depreciation and amortization expense, *U. T. San Antonio's* adjusted income was \$17.7 million or 9.6% of revenues.
- (8) U. T. Tyler - The \$1.5 million (56.7%) decrease in adjusted loss over the same period last year was primarily due to an increase in net student tuition and fees as a result of increased enrollment and designated tuition rates. Materials and supplies also decreased due to one-time purchases of computer equipment and software in 2017. Despite these factors, *U. T. Tyler* still incurred a year-to-date loss of \$1.1 million as a result of an increase in personnel across the campus and

Pharmacy start-up costs funded with prior year balances. Excluding depreciation and amortization expense, *U. T. Tyler's* adjusted income was \$4.0 million or 8.2% of revenues. *U. T. Tyler* anticipates ending the year with a \$6.3 million adjusted loss, -4.3% of projected revenues, which includes \$15.5 million of depreciation and amortization expense.

Excluding depreciation and amortization expense, *M. D. Anderson's* adjusted income was \$364.8 million or 22.1% of revenues.

(9) *U. T. Medical Branch - Galveston* - The \$9.9 million (618.0%) increase in adjusted loss over the same period last year was primarily attributable to an increase in salaries and wages and payroll related costs, some of which related to cost-reimbursable Correctional Managed Care. As a result, *UTMB* incurred a year-to-date loss of \$11.5 million. Excluding depreciation and amortization expense, *UTMB's* adjusted income was \$39.7 million or 5.7% of revenues. *UTMB* anticipates ending the year with an \$8.4 million adjusted loss, -0.4% of projected revenues, which includes \$178.2 million of depreciation and amortization expense.

(10) *U. T. Health Science Center - Houston* - The \$3.3 million (52.2%) increase in adjusted income as compared to the same period last year was primarily attributable to an increase in other operating revenue as a result of increased Delivery System Reform Incentive Program (DSRIP) revenue recognized. This increase in other operating revenue was partially offset by an increase in salaries and wages and payroll related costs due to the addition of numerous positions to accommodate the planned growth of the physician practice plan. Excluding depreciation and amortization expense, *UTHSC-Houston's* adjusted income was \$30.6 million or 5.5% of revenues.

(11) *U. T. Health Science Center - San Antonio* - The \$6.9 million (113.2%) increase in adjusted loss over the same period last year was primarily due to a decrease in gift contributions for operations as a result of a large gift received in 2017 with no such comparable gift in 2018. *UTHSC-San Antonio* incurred a year-to-date loss of \$0.8 million primarily due to timing differences from accelerated payments made in December 2017, which will be covered by anticipated revenues and will normalize throughout the year. Excluding depreciation and amortization expense, *UTHSC-San Antonio's* adjusted income was \$17.7 million or 6.4% of revenues. *UTHSC-San Antonio* anticipates ending the year with a \$3.0 million positive margin as upcoming DSRIP revenue and expenses, clinical fee-for-service and contract revenues normalize. The projected positive margin of \$3.0 million represents 0.4% of projected revenues and includes \$55.5 million of depreciation and amortization expense.

(12) *U. T. M. D. Anderson Cancer Center* - The \$261.8 million (1,128.1%) increase in adjusted income over the same period last year was primarily attributable to an increase in net sales and services of hospitals and net professional fees due to an increase in inpatient and outpatient activity. An overall decrease in total operating expenses, including salaries and wages and payroll related costs, also contributed to the favorable variance.

(13) *U. T. Health Science Center - Tyler* incurred a year-to-date loss of \$5.1 million primarily due to the following: increased salaries and wages and payroll related costs as a result of a larger employee base; an increase in materials and supplies primarily attributable to cancer-related pharmaceuticals; and an increase in depreciation and amortization expense due to significant capital construction projects and system implementations completed over the past year. Excluding depreciation and amortization expense, *UTHSC-Tyler's* adjusted loss was \$0.6 million or -0.8% of revenues. *UTHSC-Tyler* anticipates ending the year with a \$1.2 million loss primarily as a result of continued growth in clinical services with a corresponding increase in net patient revenues, continued sponsored program growth, additional DSRIP revenue recognized once metrics and deliverables are fully achieved, and workforce-related expense reduction initiatives. The projected loss of \$1.2 million represents -0.5% of projected revenues and includes \$13.7 million of depreciation and amortization expense.

GLOSSARY OF TERMS

OPERATING REVENUES:

NET STUDENT TUITION - All student tuition and fee revenues earned at the UT institution for educational purposes, net of tuition discounting.

SPONSORED PROGRAMS - Funding received from local, state and federal governments or private agencies, organizations or individuals, excluding Federal Pell Grant Program which is reported as nonoperating. Includes amounts received for services performed on grants, contracts, and agreements from these entities for current operations. This also includes indirect cost recoveries and pass-through federal and state grants.

NET SALES AND SERVICES OF EDUCATIONAL ACTIVITIES - Revenues that are related to the conduct of instruction, research, and public service and revenues from activities that exist to provide an instructional and laboratory experience for students that create goods and services that may be sold.

NET SALES AND SERVICES OF HOSPITALS - Revenues (net of discounts, allowances, and bad debt expense) generated from UT health institution's daily patient care, special or other services, as well as revenues from health clinics that are part of a hospital.

NET PROFESSIONAL FEES - Revenues (net of discounts, allowances, and bad debt expense) derived from the fees charged by the professional staffs at UT health institutions as part of the Medical Practice Plans. These revenues are also identified as Practice Plan income. Examples of such fees include doctor's fees for clinic visits, medical and dental procedures, professional opinions, and anatomical procedures, such as analysis of specimens after a surgical procedure, etc.

NET AUXILIARY ENTERPRISES - Revenues derived from a service to students, faculty, or staff in which a fee is charged that is directly related to, although not necessarily equal to the cost of the service (e.g., bookstores, dormitories, dining halls, snack bars, inter-collegiate athletic programs, etc.).

OTHER OPERATING REVENUES - Other revenues generated from sales or services provided to meet current fiscal year operating expenses, which are not included in the preceding categories (e.g., certified nonprofit healthcare company revenues, donated drugs, interest on student loans, etc.) Other receipts for settlements, judgments and lawsuits are considered nonoperating revenues.

OPERATING EXPENSES:

SALARIES AND WAGES - Expenses for all salaries and wages of individuals employed by the institution including full-time, part-time, longevity, hourly, seasonal, etc. Includes salary augmentation and incentive compensation.

PAYROLL RELATED COSTS - Expenses for all employee benefits paid by the institution or paid by the state on behalf of the institution. Includes supplemental retirement annuities.

MEMBERSHIP DUES - Payments for professional memberships and community organization memberships for employees.

REGISTRATION FEES/MEETINGS/CONFERENCES - Payments made for employees to attend professional conferences and meetings.

COST OF GOODS SOLD - Purchases of goods for resale and raw materials purchased for use in the manufacture of products intended for sale to others.

PROFESSIONAL FEES AND SERVICES - Payments for services rendered on a fee, contract, or other basis by a person, firm, corporation, or company recognized as possessing a high degree of learning and responsibility. Includes such items as services of a consultant, legal counsel, financial or audit fees, medical contracted services, guest lecturers (not employees) and expert witnesses.

OTHER CONTRACTED SERVICES - Payments for services rendered on a contractual basis by a person, firm, corporation or company that possess a lesser degree of learning and responsibility than that required for Professional Fees and Services. Includes such items as temporary employment expenses, janitorial services, dry cleaning services, etc.

FEES AND OTHER CHARGES - Payments for various fees such as estate settlements, court costs, document filing fees, etc.

TRAVEL - Payments for travel costs incurred by employees and board members for meetings and training.

MATERIALS AND SUPPLIES - Payments for consumable items. Includes, but is not limited to: computer consumables, office supplies, paper products, soap, lights, plants, fuels and lubricants, chemicals and gasses, medical supplies and copier supplies. Also includes software licenses not meeting the definition of capital, postal services, and subscriptions and other publications not for permanent retention.

UTILITIES - Payments for the purchase of electricity, natural gas, water, and thermal energy.

COMMUNICATIONS - Electronically transmitted communications services (telephone, internet, computation center services, etc.).

REPAIRS AND MAINTENANCE - Payments for the maintenance and repair of equipment, furnishings, motor vehicles, buildings and other plant facilities, and waste disposal. Includes, but is not limited to repair and maintenance to copy machines, furnishings, equipment - including medical and laboratory equipment, office equipment and aircraft.

RENTALS AND LEASES - Payments for rentals or leases of furnishings and equipment, vehicles, land and office buildings (all rental of space).

PRINTING AND REPRODUCTION - Printing and reproduction costs associated with the printing/copying of the institution's documents and publications.

ROYALTY PAYMENTS - Payments incurred for copyright and patent royalties.

BAD DEBT EXPENSE - Expenses incurred by the university related to nonrevenue receivables such as non-payment of student loans.

INSURANCE COSTS/PREMIUMS - Insurance premiums and fees associated with the various self-insurance programs, including professional medical liability.

CLAIMS AND LOSSES - Payments for claims from self-insurance programs. Other claims for settlements, judgments and lawsuits are considered nonoperating expenses.

INCREASE IN NET OPEB OBLIGATION - The change in the actuarially estimated liability of the cost of providing healthcare benefits to UT System's employees after they separate from employment (retire).

PENSION EXPENSE - An estimate of year-end expense which will be allocated from the Texas Comptroller's Office based upon prior year amounts.

SCHOLARSHIPS AND FELLOWSHIPS - Payments made for scholarship grants to students authorized by law, net of tuition discounting.

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

FEDERAL SPONSORED PROGRAM PASS-THROUGHS TO OTHER STATE AGENCIES - Pass-throughs to other Texas state agencies, including other universities, of federal grants and contracts.

STATE SPONSORED PROGRAM PASS-THROUGHS TO OTHER STATE AGENCIES - Pass-throughs to other Texas state agencies, including Texas universities.

OTHER OPERATING EXPENSES - Other operating expenses not identified in other line items above (e.g., certified non-profit healthcare company expenses, property taxes, credit card fees, hazardous waste disposal expenses, etc.). Other claims for settlements, judgments and lawsuits are considered nonoperating expenses.

OPERATING LOSS - Total operating revenues less total operating expenses before other nonoperating adjustments like state appropriations.

OTHER NONOPERATING ADJUSTMENTS:

STATE APPROPRIATIONS - Appropriations from the State General Revenue fund, which supplement the UT institutional revenue in meeting operating expenses, such as faculty salaries, utilities, and institutional support.

NONEXCHANGE SPONSORED PROGRAMS - Funding received for the Federal Pell Grant Program, the portion of "state appropriations" funded by the American Recovery and Reinvestment Act, Texas Research Incentive Program (TRIP) and Enrollment Growth funding.

GIFT CONTRIBUTIONS FOR OPERATIONS - Consist of gifts from donors received for use in current operations, excluding gifts for capital acquisition and endowment gifts. Gifts for capital acquisition which can only be used to build or buy capital assets are excluded because they cannot be used to support current operations. Endowment gifts must be held in perpetuity and cannot be spent. The distributed income from endowment gifts must be spent according to the donor's stipulations.

NET INVESTMENT INCOME (on institutions' sheets) - Interest and dividend income on treasury balances, bank accounts, Short Term Fund, Intermediate Term Fund and Long Term Fund. It also includes distributed earnings from the Permanent Health Fund and patent and royalty income.

NET INVESTMENT INCOME (on the consolidated sheet) - Interest and dividend earnings of the Permanent University Fund, Short Term Fund, Intermediate Term Fund, Long Term Fund and Permanent Health Fund. This line item also includes the Available University Fund surface income, oil and gas royalties, and mineral lease bonus sales.

INTEREST EXPENSE ON CAPITAL ASSET FINANCINGS - Interest expenses associated with bond and note borrowings utilized to finance capital improvement projects by an institution. This consists of the interest portion of mandatory debt service transfers under the Revenue Financing System, Tuition Revenue bond and Permanent University Fund (PUF) bond programs. PUF interest expense is reported on System Administration as the debt legally belongs to the Board of Regents.

ADJUSTED INCOME (LOSS) including Depreciation and Amortization - Total operating revenues less total operating expenses including depreciation and amortization expense plus net other nonoperating adjustments.

ADJUSTED MARGIN % including Depreciation and Amortization - Percentage of Adjusted Income (Loss) including depreciation and amortization expense divided by Total Operating Revenues plus Net Nonoperating Adjustments less Interest Expense on Capital Asset Financings.

AVAILABLE UNIVERSITY FUND TRANSFER - Includes Available University Fund (AUF) transfer to System Administration for Educational and General operations and to UT Austin for Excellence Funding. These transfers are funded by investment earnings from the Permanent University Fund (PUF), which are required by law to be reported in the PUF at System Administration. On the MFR, investment income for System Administration has been reduced for the amount of the System Administration transfer so as not to overstate investment income for System Administration. The AUF transfers are eliminated at the consolidated level to avoid overstating System-wide revenues, as the amounts will be reflected as transfers at year-end.

INVESTMENT GAINS (LOSSES) - Realized and unrealized gains and losses on investments.

ADJUSTED INCOME (LOSS) excluding Depreciation and Amortization - Total operating revenues less total operating expenses excluding depreciation and amortization expense plus net other nonoperating adjustments.

ADJUSTED MARGIN % excluding Depreciation and Amortization - Percentage of Adjusted Income (Loss) excluding depreciation and amortization expense divided by Total Operating Revenues plus Net Nonoperating Adjustments less Interest Expense on Capital Asset Financings.

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UNAUDITED

The University of Texas System Administration
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Sponsored Programs	13,598,592.73	4,449,859.58	9,148,733.15	205.6%
Net Sales and Services of Educational Activities	24,314,305.87	16,672,496.78	7,641,809.09	45.8%
Other Operating Revenues	39,776,685.58	30,479,196.12	9,297,489.46	30.5%
Total Operating Revenues	77,689,584.18	51,601,552.48	26,088,031.70	50.6%
Operating Expenses				
Salaries and Wages	23,573,401.63	26,252,917.43	(2,679,515.80)	-10.2%
Payroll Related Costs	4,944,267.18	5,608,056.47	(663,789.29)	-11.8%
Membership Dues	212,058.01	275,586.96	(63,528.95)	-23.1%
Registration Fees, Meetings, Conferences	102,100.21	152,368.46	(50,268.25)	-33.0%
Professional Fees and Services	4,067,032.60	4,629,102.61	(562,070.01)	-12.1%
Other Contracted Services	17,485,622.78	5,021,061.07	12,464,561.71	248.2%
Fees and Other Charges	28,933.05	38,179.22	(9,246.17)	-24.2%
Travel	570,556.94	548,020.79	22,536.15	4.1%
Materials and Supplies	11,363,630.20	15,550,039.60	(4,186,409.40)	-26.9%
Utilities	190,223.80	111,653.18	78,570.62	70.4%
Communications	4,070,161.47	5,591,198.46	(1,521,036.99)	-27.2%
Repairs and Maintenance	7,523,184.45	6,355,836.68	1,167,347.77	18.4%
Rentals and Leases	1,801,504.71	2,702,359.97	(900,855.26)	-33.3%
Printing and Reproduction	213,963.40	115,899.84	98,063.56	84.6%
Insurance Costs/Premiums	26,035,260.76	18,805,427.57	7,229,833.19	38.4%
Claims and Losses	7,235,408.01	5,796,373.37	1,439,034.64	24.8%
Increase in Net OPEB Obligation	350,666,666.67	235,676,724.67	114,989,942.00	48.8%
Pension Expense	122,578,115.33	83,442,131.00	39,135,984.33	46.9%
Scholarships and Fellowships	245,600.00	277,375.92	(31,775.92)	-11.5%
Depreciation and Amortization	8,218,256.71	5,984,558.95	2,233,697.76	37.3%
State Sponsored Program Pass-Through to Other State Agencies	930,215.52	1,004,593.19	(74,377.67)	-7.4%
Other Operating Expenses	644,692.20	1,429,745.48	(785,053.28)	-54.9%
Total Operating Expenses	592,700,855.63	425,369,210.89	167,331,644.74	39.3%
Operating Loss	(515,011,271.45)	(373,767,658.41)	(141,243,613.04)	-37.8%
Other Nonoperating Adjustments				
State Appropriations	1,103,547.67	848,617.69	254,929.98	30.0%
Nonexchange Sponsored Programs	2,150,184.75	2,143,278.37	6,906.38	0.3%
Gift Contributions for Operations	499,384.21	637,040.82	(137,656.61)	-21.6%
Net Investment Income	131,385,162.31	22,178,644.35	109,206,517.96	492.4%
Interest Expense on Capital Asset Financings	(32,676,129.81)	(28,929,294.67)	(3,746,835.14)	-13.0%
Net Other Nonoperating Adjustments	102,462,149.13	(3,121,713.44)	105,583,862.57	3,382.2%
Adjusted Income (Loss) including Depreciation & Amortization	(412,549,122.32)	(376,889,371.85)	(35,659,750.47)	-9.5%
Adjusted Margin % including Depreciation & Amortization	-193.8%	-486.9%		
Available University Fund Transfer	33,431,666.67	37,132,487.00	(3,700,820.33)	-10.0%
Adjusted Income (Loss) with AUF Transfer	(379,117,455.65)	(339,756,884.85)	(39,360,570.80)	-11.6%
Adjusted Margin % with AUF Transfer	-154.0%	-296.6%		
Investment Gain (Losses)	1,043,086,596.98	466,623,520.72	576,463,076.26	123.5%
Adj. Inc. (Loss) with AUF Transfer & Invest. Gains (Losses)	\$663,969,141.33	\$126,866,635.87	\$537,102,505.46	423.4%
Adj. Margin % with AUF Transfer & Invest. Gains (Losses)	51.5%	21.8%		
Adjusted Income (Loss) with AUF Transfer excluding Depreciation & Amortization	(370,899,198.94)	(333,772,325.90)	(37,126,873.04)	-11.1%
Adjusted Margin % with AUF Transfer excluding Depreciation & Amortization	-150.6%	-291.4%		

UNAUDITED

The University of Texas at Arlington
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	100,113,699.50	92,011,101.97	8,102,597.53	8.8%
Sponsored Programs	23,990,543.68	21,648,018.32	2,342,525.36	10.8%
Net Sales and Services of Educational Activities	6,338,237.56	6,439,111.91	(100,874.35)	-1.6%
Net Auxiliary Enterprises	14,935,846.09	13,692,206.10	1,243,639.99	9.1%
Other Operating Revenues	5,300,295.87	2,992,774.99	2,307,520.88	77.1%
Total Operating Revenues	150,678,622.70	136,783,213.29	13,895,409.41	10.2%
Operating Expenses				
Salaries and Wages	95,310,816.61	92,971,924.64	2,338,891.97	2.5%
Payroll Related Costs	24,658,000.20	20,907,693.33	3,750,306.87	17.9%
Membership Dues	771,538.46	476,470.83	295,067.63	61.9%
Registration Fees, Meetings, Conferences	515,405.57	460,841.31	54,564.26	11.8%
Cost of Goods Sold	3,105.57	334.71	2,770.86	827.8%
Professional Fees and Services	3,673,913.33	3,471,235.36	202,677.97	5.8%
Other Contracted Services	27,268,809.70	27,360,404.33	(91,594.63)	-0.3%
Fees and Other Charges	276,751.12	354,011.54	(77,260.42)	-21.8%
Travel	3,066,345.58	2,647,343.26	419,002.32	15.8%
Materials and Supplies	9,395,807.71	7,869,277.98	1,526,529.73	19.4%
Utilities	3,333,333.33	3,333,355.00	(21.67)	-
Communications	1,253,819.59	2,498,630.82	(1,244,811.23)	-49.8%
Repairs and Maintenance	2,975,425.77	2,916,151.50	59,274.27	2.0%
Rentals and Leases	1,194,754.52	1,138,317.20	56,437.32	5.0%
Printing and Reproduction	761,107.76	897,299.46	(136,191.70)	-15.2%
Royalty Payments	85,382.62	88,470.10	(3,087.48)	-3.5%
Bad Debt Expense	500,000.00	66,521.95	433,478.05	651.6%
Insurance Costs/Premiums	352,593.21	159,684.53	192,908.68	120.8%
Scholarships and Fellowships	14,701,852.64	11,875,057.20	2,826,795.44	23.8%
Depreciation and Amortization	14,858,726.32	16,499,064.00	(1,640,337.68)	-9.9%
Federal Sponsored Program Pass-Through to Other State Agencies	397,224.18	1,545,641.92	(1,148,417.74)	-74.3%
State Sponsored Program Pass-Through to Other State Agencies	-	44,273.48	(44,273.48)	-100.0%
Other Operating Expenses	4,760,474.29	3,278,821.49	1,481,652.80	45.2%
Total Operating Expenses	210,115,188.08	200,860,825.94	9,254,362.14	4.6%
Operating Loss	(59,436,565.38)	(64,077,612.65)	4,641,047.27	7.2%
Other Nonoperating Adjustments				
State Appropriations	43,850,638.00	46,249,853.67	(2,399,215.67)	-5.2%
Nonexchange Sponsored Programs	21,177,474.20	18,346,094.68	2,831,379.52	15.4%
Gift Contributions for Operations	1,111,578.62	1,887,761.86	(776,183.24)	-41.1%
Net Investment Income	6,472,920.65	4,662,782.99	1,810,137.66	38.8%
Interest Expense on Capital Asset Financings	(4,675,980.29)	(4,532,652.96)	(143,327.33)	-3.2%
Net Other Nonoperating Adjustments	67,936,631.18	66,613,840.24	1,322,790.94	2.0%
Adjusted Income (Loss) including Depreciation & Amortization	8,500,065.80	2,536,227.59	5,963,838.21	235.1%
Adjusted Margin % including Depreciation & Amortization	3.8%	1.2%		
Investment Gain (Losses)	4,303,754.88	(7,785,413.98)	12,089,168.86	155.3%
Adj. Inc. (Loss) with Investment Gains (Losses)	12,803,820.68	(5,249,186.39)	18,053,007.07	343.9%
Adj. Margin % with Investment Gains (Losses)	5.6%	-2.6%		
Adjusted Income (Loss) excluding Depreciation & Amortization	23,358,792.12	19,035,291.59	4,323,500.53	22.7%
Adjusted Margin % excluding Depreciation & Amortization	10.5%	9.2%		

UNAUDITED

The University of Texas at Austin
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	161,666,666.67	163,333,333.33	(1,666,666.66)	-1.0%
Sponsored Programs	186,992,613.38	177,559,609.29	9,433,004.09	5.3%
Net Sales and Services of Educational Activities	161,594,900.44	140,847,503.38	20,747,397.06	14.7%
Net Auxiliary Enterprises	140,353,975.93	145,811,155.82	(5,457,179.89)	-3.7%
Other Operating Revenues	3,042,734.48	5,110,341.23	(2,067,606.75)	-40.5%
Total Operating Revenues	653,650,890.90	632,661,943.05	20,988,947.85	3.3%
Operating Expenses				
Salaries and Wages	439,433,640.93	410,154,705.81	29,278,935.12	7.1%
Payroll Related Costs	122,438,576.72	118,203,261.57	4,235,315.15	3.6%
Membership Dues	1,249,067.72	1,243,174.95	5,892.77	0.5%
Registration Fees, Meetings, Conferences	10,581,862.79	9,747,111.33	834,751.46	8.6%
Cost of Goods Sold	9,049,444.38	8,445,172.43	604,271.95	7.2%
Professional Fees and Services	11,221,725.63	10,337,321.15	884,404.48	8.6%
Other Contracted Services	56,856,840.65	59,256,456.36	(2,399,615.71)	-4.0%
Fees and Other Charges	5,828,587.92	5,170,632.21	657,955.71	12.7%
Travel	15,147,046.84	15,059,852.60	87,194.24	0.6%
Materials and Supplies	53,814,054.27	46,596,812.81	7,217,241.46	15.5%
Utilities	32,160,477.45	30,867,493.45	1,292,984.00	4.2%
Communications	13,933,069.22	12,741,636.68	1,191,432.54	9.4%
Repairs and Maintenance	23,955,789.10	21,287,883.53	2,667,905.57	12.5%
Rentals and Leases	8,731,895.48	8,500,928.15	230,967.33	2.7%
Printing and Reproduction	2,911,920.50	2,824,189.67	87,730.83	3.1%
Royalty Payments	1,193,057.18	1,840,990.16	(647,932.98)	-35.2%
Bad Debt Expense	100,358.18	136,153.63	(35,795.45)	-26.3%
Insurance Costs/Premiums	448,884.65	404,382.53	44,502.12	11.0%
Scholarships and Fellowships	46,666,666.67	46,666,666.67	-	-
Depreciation and Amortization	104,666,666.67	92,333,333.33	12,333,333.34	13.4%
Federal Sponsored Program Pass-Through to Other State Agencies	1,253,893.25	947,199.07	306,694.18	32.4%
State Sponsored Program Pass-Through to Other State Agencies	9,377,821.06	136,301.40	9,241,519.66	6,780.2%
Other Operating Expenses	23,609,218.00	21,473,599.56	2,135,618.44	9.9%
Total Operating Expenses	994,630,565.26	924,375,259.05	70,255,306.21	7.6%
Operating Loss	(340,979,674.36)	(291,713,316.00)	(49,266,358.36)	-16.9%
Other Nonoperating Adjustments				
State Appropriations	120,202,481.00	116,777,225.33	3,425,255.67	2.9%
Nonexchange Sponsored Programs	14,333,333.33	14,335,577.43	(2,244.10)	-
Gift Contributions for Operations	67,241,586.10	58,283,306.77	8,958,279.33	15.4%
Net Investment Income	90,486,001.32	76,691,631.33	13,794,369.99	18.0%
Interest Expense on Capital Asset Financings	(23,972,105.00)	(18,792,993.24)	(5,179,111.76)	-27.6%
Net Other Nonoperating Adjustments	268,291,296.75	247,294,747.62	20,996,549.13	8.5%
Adjusted Income (Loss) including Depreciation & Amortization	(72,688,377.61)	(44,418,568.38)	(28,269,809.23)	-63.6%
Adjusted Margin % including Depreciation & Amortization	-7.7%	-4.9%		
Available University Fund Transfer	116,620,178.93	101,287,628.67	15,332,550.26	15.1%
Adjusted Income (Loss) with AUF Transfer	43,931,801.32	56,869,060.29	(12,937,258.97)	-22.7%
Adjusted Margin % with AUF Transfer	4.1%	5.7%		
Investment Gain (Losses)	82,654,233.43	(11,210,387.92)	93,864,621.35	837.3%
Adj. Inc. (Loss) with AUF Transfer & Invest. Gains (Losses)	\$126,586,034.75	\$45,658,672.37	\$80,927,362.38	177.2%
Adj. Margin % with AUF Transfer & Invest. Gains (Losses)	11.1%	4.6%		
Adjusted Income (Loss) with AUF Transfer excluding Depreciation & Amortization	148,598,467.99	149,202,393.62	(603,925.63)	-0.4%
Adjusted Margin % with AUF Transfer excluding Depreciation & Amortization	14.0%	14.9%		

UNAUDITED

The University of Texas at Dallas
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	106,231,993.90	101,453,152.79	4,778,841.11	4.7%
Sponsored Programs	20,454,093.26	20,680,977.10	(226,883.84)	-1.1%
Net Sales and Services of Educational Activities	7,000,103.04	6,524,204.09	475,898.95	7.3%
Net Auxiliary Enterprises	12,539,764.17	11,491,849.41	1,047,914.76	9.1%
Other Operating Revenues	1,606,479.20	1,396,347.70	210,131.50	15.0%
Total Operating Revenues	147,832,433.57	141,546,531.09	6,285,902.48	4.4%
Operating Expenses				
Salaries and Wages	106,128,950.84	99,378,859.35	6,750,091.49	6.8%
Payroll Related Costs	24,747,378.63	23,637,987.09	1,109,391.54	4.7%
Membership Dues	326,390.89	252,647.96	73,742.93	29.2%
Registration Fees, Meetings, Conferences	1,074,617.25	912,399.31	162,217.94	17.8%
Professional Fees and Services	3,255,061.58	2,881,059.79	374,001.79	13.0%
Other Contracted Services	5,502,390.71	5,389,225.94	113,164.77	2.1%
Fees and Other Charges	407,915.23	435,484.08	(27,568.85)	-6.3%
Travel	2,506,394.48	2,379,868.17	126,526.31	5.3%
Materials and Supplies	10,371,302.42	10,553,452.90	(182,150.48)	-1.7%
Utilities	3,569,646.94	3,487,011.00	82,635.94	2.4%
Communications	560,549.57	500,816.27	59,733.30	11.9%
Repairs and Maintenance	2,665,628.84	3,011,672.23	(346,043.39)	-11.5%
Rentals and Leases	2,134,250.94	2,352,707.62	(218,456.68)	-9.3%
Printing and Reproduction	535,362.74	650,083.81	(114,721.07)	-17.6%
Royalty Payments	484,749.91	288,303.37	196,446.54	68.1%
Bad Debt Expense	21,280.00	21,280.00	-	-
Insurance Costs/Premiums	3,812,851.98	3,721,187.32	91,664.66	2.5%
Scholarships and Fellowships	14,571,989.98	13,973,389.06	598,600.92	4.3%
Depreciation and Amortization	27,182,168.32	24,503,463.98	2,678,704.34	10.9%
Federal Sponsored Program Pass-Through to Other State Agencies	40,185.35	33,532.71	6,652.64	19.8%
State Sponsored Program Pass-Through to Other State Agencies	39,627.24	42,361.19	(2,733.95)	-6.5%
Other Operating Expenses	2,225,508.06	1,931,348.74	294,159.32	15.2%
Total Operating Expenses	212,164,201.90	200,338,141.89	11,826,060.01	5.9%
Operating Loss	(64,331,768.33)	(58,791,610.80)	(5,540,157.53)	-9.4%
Other Nonoperating Adjustments				
State Appropriations	41,982,756.67	39,672,936.33	2,309,820.34	5.8%
Nonexchange Sponsored Programs	8,556,228.00	10,168,051.84	(1,611,823.84)	-15.9%
Gift Contributions for Operations	5,466,666.67	5,000,000.00	466,666.67	9.3%
Net Investment Income	9,623,602.62	8,506,574.65	1,117,027.97	13.1%
Interest Expense on Capital Asset Financings	(9,543,404.15)	(8,366,875.33)	(1,176,528.82)	-14.1%
Net Other Nonoperating Adjustments	56,085,849.81	54,980,687.49	1,105,162.32	2.0%
Adjusted Income (Loss) including Depreciation & Amortization	(8,245,918.52)	(3,810,923.31)	(4,434,995.21)	-116.4%
Adjusted Margin % including Depreciation & Amortization	-3.9%	-1.9%		
Investment Gain (Losses)	2,299,295.74	(574,321.53)	2,873,617.27	500.3%
Adj. Inc. (Loss) with Investment Gains (Losses)	(5,946,622.78)	(4,385,244.84)	(1,561,377.94)	-35.6%
Adj. Margin % with Investment Gains (Losses)	-2.8%	-2.1%		
Adjusted Income (Loss) excluding Depreciation & Amortization	18,936,249.80	20,692,540.67	(1,756,290.87)	-8.5%
Adjusted Margin % excluding Depreciation & Amortization	8.9%	10.1%		

UNAUDITED

The University of Texas at El Paso
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	44,667,208.00	42,805,196.00	1,862,012.00	4.3%
Sponsored Programs	28,866,979.73	28,467,468.20	399,511.53	1.4%
Net Sales and Services of Educational Activities	2,435,275.38	1,618,717.10	816,558.28	50.4%
Net Auxiliary Enterprises	15,338,682.08	11,469,996.10	3,868,685.98	33.7%
Other Operating Revenues	10,983.90	17,470.83	(6,486.93)	-37.1%
Total Operating Revenues	91,319,129.09	84,378,848.23	6,940,280.86	8.2%
Operating Expenses				
Salaries and Wages	67,907,344.03	67,524,326.37	383,017.66	0.6%
Payroll Related Costs	19,134,345.61	19,146,580.79	(12,235.18)	-0.1%
Membership Dues	523,025.51	478,420.12	44,605.39	9.3%
Registration Fees, Meetings, Conferences	261,106.90	272,499.41	(11,392.51)	-4.2%
Professional Fees and Services	3,651,147.40	3,362,840.86	288,306.54	8.6%
Other Contracted Services	6,733,889.33	3,968,344.72	2,765,544.61	69.7%
Fees and Other Charges	1,210,754.58	1,573,610.53	(362,855.95)	-23.1%
Travel	2,849,698.74	3,076,369.47	(226,670.73)	-7.4%
Materials and Supplies	5,875,406.35	7,032,918.59	(1,157,512.24)	-16.5%
Utilities	3,249,565.61	3,060,753.65	188,811.96	6.2%
Communications	464,994.94	402,072.30	62,922.64	15.6%
Repairs and Maintenance	4,181,147.37	3,050,845.79	1,130,301.58	37.0%
Rentals and Leases	383,365.59	860,798.71	(477,433.12)	-55.5%
Printing and Reproduction	416,269.03	409,805.18	6,463.85	1.6%
Royalty Payments	203.57	-	203.57	100.0%
Insurance Costs/Premiums	563,829.94	661,568.65	(97,738.71)	-14.8%
Scholarships and Fellowships	6,630,182.43	8,148,131.02	(1,517,948.59)	-18.6%
Depreciation and Amortization	10,234,888.32	10,312,252.63	(77,364.31)	-0.8%
Federal Sponsored Program Pass-Through to Other State Agencies	23,317.60	239,629.53	(216,311.93)	-90.3%
Other Operating Expenses	3,589,582.38	3,094,497.93	495,084.45	16.0%
Total Operating Expenses	137,884,065.23	136,676,266.25	1,207,798.98	0.9%
Operating Loss	(46,564,936.14)	(52,297,418.02)	5,732,481.88	11.0%
Other Nonoperating Adjustments				
State Appropriations	36,988,760.00	40,392,316.00	(3,403,556.00)	-8.4%
Nonexchange Sponsored Programs	2,955,015.77	2,795,325.75	159,690.02	5.7%
Gift Contributions for Operations	1,995,483.48	1,763,840.04	231,643.44	13.1%
Net Investment Income	4,847,090.14	4,297,282.90	549,807.24	12.8%
Interest Expense on Capital Asset Financings	(3,789,858.04)	(4,034,895.68)	245,037.64	6.1%
Net Other Nonoperating Adjustments	42,996,491.35	45,213,869.01	(2,217,377.66)	-4.9%
Adjusted Income (Loss) including Depreciation & Amortization	(3,568,444.79)	(7,083,549.01)	3,515,104.22	49.6%
Adjusted Margin % including Depreciation & Amortization	-2.6%	-5.3%		
Investment Gain (Losses)	4,761,916.33	(260,188.78)	5,022,105.11	1,930.2%
Adj. Inc. (Loss) with Investment Gains (Losses)	1,193,471.54	(7,343,737.79)	8,537,209.33	116.3%
Adj. Margin % with Investment Gains (Losses)	0.8%	-5.5%		
Adjusted Income (Loss) excluding Depreciation & Amortization	6,666,443.53	3,228,703.62	3,437,739.91	106.5%
Adjusted Margin % excluding Depreciation & Amortization	4.8%	2.4%		

UNAUDITED

The University of Texas of the Permian Basin
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	7,796,553.15	5,601,882.76	2,194,670.39	39.2%
Sponsored Programs	2,482,933.41	2,021,167.41	461,766.00	22.8%
Net Sales and Services of Educational Activities	332,224.11	189,714.14	142,509.97	75.1%
Net Auxiliary Enterprises	2,888,788.33	3,924,249.79	(1,035,461.46)	-26.4%
Other Operating Revenues	653,535.00	113,108.99	540,426.01	477.8%
Total Operating Revenues	14,154,034.00	11,850,123.09	2,303,910.91	19.4%
Operating Expenses				
Salaries and Wages	11,372,700.81	11,976,084.76	(603,383.95)	-5.0%
Payroll Related Costs	3,111,153.00	3,152,045.94	(40,892.94)	-1.3%
Membership Dues	169,705.05	118,327.51	51,377.54	43.4%
Registration Fees, Meetings, Conferences	47,134.55	59,289.94	(12,155.39)	-20.5%
Cost of Goods Sold	730.61	-	730.61	100.0%
Professional Fees and Services	1,332,802.20	1,006,889.02	325,913.18	32.4%
Other Contracted Services	1,392,768.14	1,570,125.75	(177,357.61)	-11.3%
Fees and Other Charges	29,767.28	13,147.68	16,619.60	126.4%
Travel	810,518.96	619,023.05	191,495.91	30.9%
Materials and Supplies	1,543,253.63	2,686,480.90	(1,143,227.27)	-42.6%
Utilities	564,586.33	722,795.75	(158,209.42)	-21.9%
Communications	296,630.04	153,996.94	142,633.10	92.6%
Repairs and Maintenance	1,020,699.60	286,826.69	733,872.91	255.9%
Rentals and Leases	185,208.87	240,476.40	(55,267.53)	-23.0%
Printing and Reproduction	23,237.74	53,150.51	(29,912.77)	-56.3%
Royalty Payments	6.00	600.00	(594.00)	-99.0%
Bad Debt Expense	-	1,898.85	(1,898.85)	-100.0%
Insurance Costs/Premiums	63,775.46	162,971.98	(99,196.52)	-60.9%
Scholarships and Fellowships	1,530,365.32	1,592,113.17	(61,747.85)	-3.9%
Depreciation and Amortization	4,933,333.33	4,656,745.04	276,588.29	5.9%
Federal Sponsored Program Pass-Through to Other State Agencies	-	(45,152.53)	45,152.53	100.0%
Other Operating Expenses	167,080.81	(59,631.52)	226,712.33	380.2%
Total Operating Expenses	28,595,457.73	28,968,205.83	(372,748.10)	-1.3%
Operating Loss	(14,441,423.73)	(17,118,082.74)	2,676,659.01	15.6%
Other Nonoperating Adjustments				
State Appropriations	12,217,512.67	14,004,884.00	(1,787,371.33)	-12.8%
Nonexchange Sponsored Programs	1,194,186.93	3,310,175.92	(2,115,988.99)	-63.9%
Gift Contributions for Operations	833,670.46	917,420.61	(83,750.15)	-9.1%
Net Investment Income	945,989.66	770,428.60	175,561.06	22.8%
Interest Expense on Capital Asset Financings	(2,812,884.52)	(2,766,851.40)	(46,033.12)	-1.7%
Net Other Nonoperating Adjustments	12,378,475.20	16,236,057.73	(3,857,582.53)	-23.8%
Adjusted Income (Loss) including Depreciation & Amortization	(2,062,948.53)	(882,025.01)	(1,180,923.52)	-133.9%
Adjusted Margin % including Depreciation & Amortization	-7.0%	-2.9%		
Investment Gain (Losses)	1,019,120.76	82,158.26	936,962.50	1,140.4%
Adj. Inc. (Loss) with Investment Gains (Losses)	(1,043,827.77)	(799,866.75)	(243,961.02)	-30.5%
Adj. Margin % with Investment Gains (Losses)	-3.4%	-2.6%		
Adjusted Income (Loss) excluding Depreciation & Amortization	2,870,384.80	3,774,720.03	(904,335.23)	-24.0%
Adjusted Margin % excluding Depreciation & Amortization	9.8%	12.2%		

UNAUDITED

The University of Texas Rio Grande Valley
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	38,290,610.14	38,876,181.35	(585,571.21)	-1.5%
Sponsored Programs	34,945,397.38	30,546,125.63	4,399,271.75	14.4%
Net Sales and Services of Educational Activities	1,700,394.38	2,394,049.39	(693,655.01)	-29.0%
Net Professional Fees	1,317,954.17	1,727,669.43	(409,715.26)	-23.7%
Net Auxiliary Enterprises	3,626,185.14	4,402,260.44	(776,075.30)	-17.6%
Other Operating Revenues	12,950,600.82	4,604,781.65	8,345,819.17	181.2%
Total Operating Revenues	92,831,142.03	82,551,067.89	10,280,074.14	12.5%
Operating Expenses				
Salaries and Wages	74,644,181.96	71,850,260.44	2,793,921.52	3.9%
Payroll Related Costs	21,620,887.31	20,690,828.50	930,058.81	4.5%
Membership Dues	346,370.67	503,207.23	(156,836.56)	-31.2%
Registration Fees, Meetings, Conferences	415,626.90	224,558.80	191,068.10	85.1%
Cost of Goods Sold	134,801.00	97,288.53	37,512.47	38.6%
Professional Fees and Services	833,620.89	435,131.32	398,489.57	91.6%
Other Contracted Services	7,103,328.85	6,466,799.90	636,528.95	9.8%
Fees and Other Charges	1,873,630.66	865,078.32	1,008,552.34	116.6%
Travel	2,541,215.97	2,067,408.46	473,807.51	22.9%
Materials and Supplies	7,269,287.86	6,249,068.74	1,020,219.12	16.3%
Utilities	2,548,065.83	2,571,401.36	(23,335.53)	-0.9%
Communications	488,555.66	224,099.65	264,456.01	118.0%
Repairs and Maintenance	3,684,402.41	2,970,329.09	714,073.32	24.0%
Rentals and Leases	1,805,309.48	1,808,963.98	(3,654.50)	-0.2%
Printing and Reproduction	196,203.32	203,725.64	(7,522.32)	-3.7%
Royalty Payments	1,500.00	-	1,500.00	100.0%
Bad Debt Expense	390,015.54	14,593.34	375,422.20	2,572.6%
Insurance Costs/Premiums	410,537.78	160,749.33	249,788.45	155.4%
Scholarships and Fellowships	3,597,798.53	5,530,757.18	(1,932,958.65)	-34.9%
Depreciation and Amortization	12,880,675.04	13,038,816.97	(158,141.93)	-1.2%
Federal Sponsored Program Pass-Through to Other State Agencies	2,689.22	214,576.20	(211,886.98)	-98.7%
Other Operating Expenses	1,330,180.14	1,737,231.31	(407,051.17)	-23.4%
Total Operating Expenses	144,118,885.02	137,924,874.29	6,194,010.73	4.5%
Operating Loss	(51,287,742.99)	(55,373,806.40)	4,086,063.41	7.4%
Other Nonoperating Adjustments				
State Appropriations	48,923,799.33	52,549,146.67	(3,625,347.34)	-6.9%
Nonexchange Sponsored Programs	1,736,817.84	1,329,711.96	407,105.88	30.6%
Gift Contributions for Operations	3,142,260.47	2,796,636.24	345,624.23	12.4%
Net Investment Income	3,764,370.05	2,540,901.25	1,223,468.80	48.2%
Interest Expense on Capital Asset Financings	(2,784,124.20)	(3,041,179.56)	257,055.36	8.5%
Net Other Nonoperating Adjustments	54,783,123.49	56,175,216.56	(1,392,093.07)	-2.5%
Adjusted Income (Loss) including Depreciation & Amortization	3,495,380.50	801,410.16	2,693,970.34	336.2%
Adjusted Margin % including Depreciation & Amortization	2.3%	0.6%		
Investment Gain (Losses)	1,462,169.76	(1,426,891.66)	2,889,061.42	202.5%
Adj. Inc. (Loss) with Investment Gains (Losses)	4,957,550.26	(625,481.50)	5,583,031.76	892.6%
Adj. Margin % with Investment Gains (Losses)	3.3%	-0.4%		
Adjusted Income (Loss) excluding Depreciation & Amortization	16,376,055.54	13,840,227.13	2,535,828.41	18.3%
Adjusted Margin % excluding Depreciation & Amortization	10.9%	9.8%		

UNAUDITED

The University of Texas at San Antonio
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	68,210,274.25	64,627,445.07	3,582,829.18	5.5%
Sponsored Programs	23,050,995.79	24,287,711.66	(1,236,715.87)	-5.1%
Net Sales and Services of Educational Activities	6,702,191.45	3,681,939.95	3,020,251.50	82.0%
Net Auxiliary Enterprises	14,271,333.33	14,672,299.83	(400,966.50)	-2.7%
Other Operating Revenues	1,118,368.28	1,789,355.67	(670,987.39)	-37.5%
Total Operating Revenues	113,353,163.10	109,058,752.18	4,294,410.92	3.9%
Operating Expenses				
Salaries and Wages	81,963,172.85	83,449,080.01	(1,485,907.16)	-1.8%
Payroll Related Costs	21,966,130.32	21,863,658.96	102,471.36	0.5%
Membership Dues	506,750.72	357,752.18	148,998.54	41.6%
Registration Fees, Meetings, Conferences	314,062.99	353,953.42	(39,890.43)	-11.3%
Cost of Goods Sold	133,333.33	133,333.33	-	-
Professional Fees and Services	3,713,681.52	2,203,985.51	1,509,696.01	68.5%
Other Contracted Services	4,865,712.02	4,542,127.01	323,585.01	7.1%
Fees and Other Charges	294,181.05	369,660.79	(75,479.74)	-20.4%
Travel	3,897,629.75	3,696,727.94	200,901.81	5.4%
Materials and Supplies	8,081,429.73	8,486,191.04	(404,761.31)	-4.8%
Utilities	4,800,266.67	4,200,695.33	599,571.34	14.3%
Communications	1,029,606.58	1,108,275.60	(78,669.02)	-7.1%
Repairs and Maintenance	3,411,461.77	3,126,214.77	285,247.00	9.1%
Rentals and Leases	538,515.48	678,331.48	(139,816.00)	-20.6%
Printing and Reproduction	537,264.45	452,879.20	84,385.25	18.6%
Royalty Payments	1,666.67	3,333.33	(1,666.66)	-50.0%
Bad Debt Expense	60,509.00	67,003.10	(6,494.10)	-9.7%
Insurance Costs/Premiums	127,839.24	91,924.06	35,915.18	39.1%
Scholarships and Fellowships	18,564,485.75	16,593,474.20	1,971,011.55	11.9%
Depreciation and Amortization	16,307,635.56	16,015,468.93	292,166.63	1.8%
Federal Sponsored Program Pass-Through to Other State Agencies	585,666.67	460,729.80	124,936.87	27.1%
Other Operating Expenses	5,633,092.58	3,727,190.29	1,905,902.29	51.1%
Total Operating Expenses	177,334,094.70	171,981,990.28	5,352,104.42	3.1%
Operating Loss	(63,980,931.60)	(62,923,238.10)	(1,057,693.50)	-1.7%
Other Nonoperating Adjustments				
State Appropriations	43,947,563.67	41,658,029.33	2,289,534.34	5.5%
Nonexchange Sponsored Programs	18,408,531.74	16,324,500.00	2,084,031.74	12.8%
Gift Contributions for Operations	2,666,666.67	2,666,666.67	-	-
Net Investment Income	5,639,730.88	4,662,190.09	977,540.79	21.0%
Interest Expense on Capital Asset Financings	(5,327,290.52)	(5,749,901.72)	422,611.20	7.3%
Net Other Nonoperating Adjustments	65,335,202.44	59,561,484.37	5,773,718.07	9.7%
Adjusted Income (Loss) including Depreciation & Amortization	1,354,270.84	(3,361,753.73)	4,716,024.57	140.3%
Adjusted Margin % including Depreciation & Amortization	0.7%	-1.9%		
Investment Gain (Losses)	5,826,020.41	9,085,255.39	(3,259,234.98)	-35.9%
Adj. Inc. (Loss) with Investment Gains (Losses)	7,180,291.25	5,723,501.66	1,456,789.59	25.5%
Adj. Margin % with Investment Gains (Losses)	3.8%	3.1%		
Adjusted Income (Loss) excluding Depreciation & Amortization	17,661,906.40	12,653,715.20	5,008,191.20	39.6%
Adjusted Margin % excluding Depreciation & Amortization	9.6%	7.3%		

UNAUDITED

The University of Texas at Tyler
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	17,137,241.00	15,551,600.00	1,585,641.00	10.2%
Sponsored Programs	3,859,818.14	3,455,765.54	404,052.60	11.7%
Net Sales and Services of Educational Activities	3,969,200.29	5,307,289.99	(1,338,089.70)	-25.2%
Net Auxiliary Enterprises	3,175,560.00	2,971,332.00	204,228.00	6.9%
Other Operating Revenues	138,012.78	59,548.77	78,464.01	131.8%
Total Operating Revenues	28,279,832.21	27,345,536.30	934,295.91	3.4%
Operating Expenses				
Salaries and Wages	24,541,096.64	23,862,253.23	678,843.41	2.8%
Payroll Related Costs	6,422,667.29	6,245,473.63	177,193.66	2.8%
Membership Dues	102,327.92	109,570.97	(7,243.05)	-6.6%
Registration Fees, Meetings, Conferences	96,367.75	112,476.79	(16,109.04)	-14.3%
Cost of Goods Sold	7,464.48	5,545.43	1,919.05	34.6%
Professional Fees and Services	1,584,691.04	1,014,226.41	570,464.63	56.2%
Other Contracted Services	2,449,757.85	2,443,089.07	6,668.78	0.3%
Fees and Other Charges	79,585.31	101,667.73	(22,082.42)	-21.7%
Travel	590,344.44	648,289.95	(57,945.51)	-8.9%
Materials and Supplies	2,022,214.33	3,036,106.16	(1,013,891.83)	-33.4%
Utilities	586,802.54	804,060.19	(217,257.65)	-27.0%
Communications	331,394.25	239,207.43	92,186.82	38.5%
Repairs and Maintenance	771,820.36	972,171.25	(200,350.89)	-20.6%
Rentals and Leases	241,808.15	171,676.21	70,131.94	40.9%
Printing and Reproduction	257,356.11	384,017.64	(126,661.53)	-33.0%
Insurance Costs/Premiums	36,409.00	51,341.92	(14,932.92)	-29.1%
Scholarships and Fellowships	2,463,468.00	2,099,408.00	364,060.00	17.3%
Depreciation and Amortization	5,154,424.00	5,000,000.00	154,424.00	3.1%
Federal Sponsored Program Pass-Through to Other State Agencies	(47,477.07)	-	(47,477.07)	100.0%
Other Operating Expenses	643,700.20	845,486.83	(201,786.63)	-23.9%
Total Operating Expenses	48,336,222.59	48,146,068.84	190,153.75	0.4%
Operating Loss	(20,056,390.38)	(20,800,532.54)	744,142.16	3.6%
Other Nonoperating Adjustments				
State Appropriations	14,654,220.00	14,834,888.00	(180,668.00)	-1.2%
Nonexchange Sponsored Programs	4,004,632.00	3,711,760.00	292,872.00	7.9%
Gift Contributions for Operations	685,206.23	607,339.16	77,867.07	12.8%
Net Investment Income	1,783,905.11	1,460,772.57	323,132.54	22.1%
Interest Expense on Capital Asset Financings	(2,195,112.24)	(2,409,419.72)	214,307.48	8.9%
Net Other Nonoperating Adjustments	18,932,851.10	18,205,340.01	727,511.09	4.0%
Adjusted Income (Loss) including Depreciation & Amortization	(1,123,539.28)	(2,595,192.53)	1,471,653.25	56.7%
Adjusted Margin % including Depreciation & Amortization	-2.3%	-5.4%		
Investment Gain (Losses)	2,019,399.57	(395,850.03)	2,415,249.60	610.1%
Adj. Inc. (Loss) with Investment Gains (Losses)	895,860.29	(2,991,042.56)	3,886,902.85	130.0%
Adj. Margin % with Investment Gains (Losses)	1.7%	-6.3%		
Adjusted Income (Loss) excluding Depreciation & Amortization	4,030,884.72	2,404,807.47	1,626,077.25	67.6%
Adjusted Margin % excluding Depreciation & Amortization	8.2%	5.0%		

UNAUDITED

The University of Texas Southwestern Medical Center
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	8,273,254.58	7,865,897.20	407,357.38	5.2%
Sponsored Programs	190,647,633.69	191,646,749.52	(999,115.83)	-0.5%
Net Sales and Services of Educational Activities	3,425,558.61	4,227,973.15	(802,414.54)	-19.0%
Net Sales and Services of Hospitals	419,282,536.09	361,079,448.26	58,203,087.83	16.1%
Net Professional Fees	222,616,547.86	204,601,890.21	18,014,657.65	8.8%
Net Auxiliary Enterprises	9,547,917.21	10,362,037.00	(814,119.79)	-7.9%
Other Operating Revenues	26,448,378.03	21,046,011.18	5,402,366.85	25.7%
Total Operating Revenues	880,241,826.07	800,830,006.52	79,411,819.55	9.9%
Operating Expenses				
Salaries and Wages	486,409,097.78	460,274,969.33	26,134,128.45	5.7%
Payroll Related Costs	126,060,444.19	121,282,255.49	4,778,188.70	3.9%
Membership Dues	3,760,367.72	1,404,067.36	2,356,300.36	167.8%
Registration Fees, Meetings, Conferences	1,544,295.72	1,897,517.82	(353,222.10)	-18.6%
Cost of Goods Sold	2,454,572.79	2,538,022.33	(83,449.54)	-3.3%
Professional Fees and Services	23,507,785.11	19,494,107.05	4,013,678.06	20.6%
Other Contracted Services	49,912,371.31	39,983,474.57	9,928,896.74	24.8%
Fees and Other Charges	567,338.67	2,267,673.96	(1,700,335.29)	-75.0%
Travel	4,456,918.93	4,127,940.03	328,978.90	8.0%
Materials and Supplies	150,355,458.61	137,734,358.33	12,621,100.28	9.2%
Utilities	7,950,822.68	7,781,935.74	168,886.94	2.2%
Communications	1,526,626.45	4,708,736.48	(3,182,110.03)	-67.6%
Repairs and Maintenance	6,986,510.62	5,606,490.70	1,380,019.92	24.6%
Rentals and Leases	3,439,294.97	3,033,112.53	406,182.44	13.4%
Printing and Reproduction	852,706.52	732,961.89	119,744.63	16.3%
Royalty Payments	860,442.52	796,466.40	63,976.12	8.0%
Insurance Costs/Premiums	612,053.59	764,384.88	(152,331.29)	-19.9%
Scholarships and Fellowships	557,379.36	616,810.08	(59,430.72)	-9.6%
Depreciation and Amortization	56,861,930.97	54,168,645.66	2,693,285.31	5.0%
Federal Sponsored Program Pass-Through to Other State Agencies	956,774.62	563,347.12	393,427.50	69.8%
Other Operating Expenses	19,729,309.66	(2,111,430.57)	21,840,740.23	1,034.4%
Total Operating Expenses	949,362,502.79	867,665,847.18	81,696,655.61	9.4%
Operating Loss	(69,120,676.72)	(66,835,840.66)	(2,284,836.06)	-3.4%
Other Nonoperating Adjustments				
State Appropriations	64,436,110.00	64,510,631.00	(74,521.00)	-0.1%
Gift Contributions for Operations	10,491,581.93	947,903.77	9,543,678.16	1,006.8%
Net Investment Income	45,422,477.22	45,395,535.53	26,941.69	0.1%
Interest Expense on Capital Asset Financings	(12,853,438.44)	(11,203,420.52)	(1,650,017.92)	-14.7%
Net Other Nonoperating Adjustments	107,496,730.71	99,650,649.78	7,846,080.93	7.9%
Adjusted Income (Loss) including Depreciation & Amortization	38,376,053.99	32,814,809.12	5,561,244.87	16.9%
Adjusted Margin % including Depreciation & Amortization	3.8%	3.6%		
Investment Gain (Losses)	38,580,867.51	(20,542,423.42)	59,123,290.93	287.8%
Adj. Inc. (Loss) with Investment Gains (Losses)	76,956,921.50	12,272,385.70	64,684,535.80	527.1%
Adj. Margin % with Investment Gains (Losses)	7.4%	1.4%		
Adjusted Income (Loss) excluding Depreciation & Amortization	95,237,984.96	86,983,454.78	8,254,530.18	9.5%
Adjusted Margin % excluding Depreciation & Amortization	9.5%	9.5%		

UNAUDITED

The University of Texas Medical Branch at Galveston
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	14,073,554.39	13,207,868.23	865,686.16	6.6%
Sponsored Programs	63,703,549.52	61,054,855.24	2,648,694.28	4.3%
Net Sales and Services of Educational Activities	5,210,018.50	7,265,446.81	(2,055,428.31)	-28.3%
Net Sales and Services of Hospitals	376,342,864.00	364,930,316.31	11,412,547.69	3.1%
Net Professional Fees	65,345,319.19	64,235,716.14	1,109,603.05	1.7%
Net Auxiliary Enterprises	4,201,962.35	3,986,596.31	215,366.04	5.4%
Other Operating Revenues	22,987,031.80	23,223,305.21	(236,273.41)	-1.0%
Total Operating Revenues	551,864,299.75	537,904,104.25	13,960,195.50	2.6%
Operating Expenses				
Salaries and Wages	354,360,863.20	342,783,185.66	11,577,677.54	3.4%
Payroll Related Costs	94,786,328.15	92,167,235.60	2,619,092.55	2.8%
Membership Dues	701,713.79	707,403.94	(5,690.15)	-0.8%
Registration Fees, Meetings, Conferences	833,123.57	951,740.00	(118,616.43)	-12.5%
Cost of Goods Sold	35,146,316.48	31,737,218.29	3,409,098.19	10.7%
Professional Fees and Services	10,197,049.79	12,247,054.40	(2,050,004.61)	-16.7%
Other Contracted Services	41,076,898.09	38,129,588.81	2,947,309.28	7.7%
Fees and Other Charges	381,053.81	412,436.99	(31,383.18)	-7.6%
Travel	2,341,942.36	2,664,601.79	(322,659.43)	-12.1%
Materials and Supplies	53,750,344.49	50,975,546.51	2,774,797.98	5.4%
Utilities	11,136,486.13	12,250,052.52	(1,113,566.39)	-9.1%
Communications	3,223,950.39	3,398,965.13	(175,014.74)	-5.1%
Repairs and Maintenance	15,119,012.12	15,240,527.47	(121,515.35)	-0.8%
Rentals and Leases	8,627,864.11	8,736,113.24	(108,249.13)	-1.2%
Printing and Reproduction	498,704.22	475,603.71	23,100.51	4.9%
Royalty Payments	680,008.09	800,199.91	(120,191.82)	-15.0%
Insurance Costs/Premiums	3,474,590.55	3,586,540.09	(111,949.54)	-3.1%
Scholarships and Fellowships	3,729,322.88	4,129,844.08	(400,521.20)	-9.7%
Depreciation and Amortization	51,150,788.68	50,086,272.71	1,064,515.97	2.1%
Federal Sponsored Program Pass-Through to Other State Agencies	291,115.85	136,889.07	154,226.78	112.7%
Other Operating Expenses	6,562,570.60	4,653,024.73	1,909,545.87	41.0%
Total Operating Expenses	698,070,047.35	676,270,044.65	21,800,002.70	3.2%
Operating Loss	(146,205,747.60)	(138,365,940.40)	(7,839,807.20)	-5.7%
Other Nonoperating Adjustments				
State Appropriations	123,317,270.79	125,023,748.17	(1,706,477.38)	-1.4%
Nonexchange Sponsored Programs	332,461.00	339,761.00	(7,300.00)	-2.1%
Gift Contributions for Operations	2,931,606.68	3,286,909.08	(355,302.40)	-10.8%
Net Investment Income	15,643,158.64	15,342,353.48	300,805.16	2.0%
Interest Expense on Capital Asset Financings	(7,491,238.41)	(7,224,779.68)	(266,458.73)	-3.7%
Net Other Nonoperating Adjustments	134,733,258.70	136,767,992.05	(2,034,733.35)	-1.5%
Adjusted Income (Loss) including Depreciation & Amortization	(11,472,488.90)	(1,597,948.35)	(9,874,540.55)	-618.0%
Adjusted Margin % including Depreciation & Amortization	-1.7%	-0.2%		
Investment Gain (Losses)	11,115,077.18	(3,699,721.15)	14,814,798.33	400.4%
Adj. Inc. (Loss) with Investment Gains (Losses)	(357,411.72)	(5,297,669.50)	4,940,257.78	93.3%
Adj. Margin % with Investment Gains (Losses)	-0.1%	-0.8%		
Adjusted Income (Loss) excluding Depreciation & Amortization	39,678,299.78	48,488,324.36	(8,810,024.58)	-18.2%
Adjusted Margin % excluding Depreciation & Amortization	5.7%	7.1%		

UNAUDITED

The University of Texas Health Science Center at Houston
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	21,074,530.48	19,954,212.83	1,120,317.65	5.6%
Sponsored Programs	257,372,166.95	239,669,958.34	17,702,208.61	7.4%
Net Sales and Services of Educational Activities	11,954,612.73	11,114,707.13	839,905.60	7.6%
Net Sales and Services of Hospitals	23,519,645.99	23,373,170.32	146,475.67	0.6%
Net Professional Fees	115,077,597.51	116,680,455.79	(1,602,858.28)	-1.4%
Net Auxiliary Enterprises	10,162,610.85	9,437,165.24	725,445.61	7.7%
Other Operating Revenues	18,895,475.76	5,410,339.52	13,485,136.24	249.2%
Total Operating Revenues	458,056,640.27	425,640,009.17	32,416,631.10	7.6%
Operating Expenses				
Salaries and Wages	323,222,896.05	303,128,891.10	20,094,004.95	6.6%
Payroll Related Costs	67,234,594.83	62,209,702.68	5,024,892.15	8.1%
Membership Dues	587,616.22	496,985.00	90,631.22	18.2%
Registration Fees, Meetings, Conferences	934,127.52	940,641.00	(6,513.48)	-0.7%
Cost of Goods Sold	6,952,885.26	6,807,058.12	145,827.14	2.1%
Professional Fees and Services	18,597,205.87	21,351,111.66	(2,753,905.79)	-12.9%
Other Contracted Services	23,940,617.80	26,101,845.25	(2,161,227.45)	-8.3%
Fees and Other Charges	3,976,386.13	4,090,053.00	(113,666.87)	-2.8%
Travel	3,529,123.46	3,814,459.99	(285,336.53)	-7.5%
Materials and Supplies	23,730,901.99	18,872,245.64	4,858,656.35	25.7%
Utilities	5,807,245.29	5,809,670.72	(2,425.43)	-
Communications	1,778,195.58	2,180,730.51	(402,534.93)	-18.5%
Repairs and Maintenance	7,629,589.93	4,883,210.83	2,746,379.10	56.2%
Rentals and Leases	12,608,058.38	11,560,559.45	1,047,498.93	9.1%
Printing and Reproduction	1,771,534.81	2,163,284.81	(391,750.00)	-18.1%
Royalty Payments	1,303,793.10	622,222.00	681,571.10	109.5%
Insurance Costs/Premiums	4,151,374.50	2,801,875.00	1,349,499.50	48.2%
Scholarships and Fellowships	1,905,614.67	1,515,624.21	389,990.46	25.7%
Depreciation and Amortization	21,065,962.55	20,418,997.65	646,964.90	3.2%
Federal Sponsored Program Pass-Through to Other State Agencies	1,445,926.00	2,076,560.76	(630,634.76)	-30.4%
Other Operating Expenses	6,297,887.73	5,985,968.10	311,919.63	5.2%
Total Operating Expenses	538,471,537.67	507,831,697.48	30,639,840.19	6.0%
Operating Loss	(80,414,897.40)	(82,191,688.31)	1,776,790.91	2.2%
Other Nonoperating Adjustments				
State Appropriations	71,296,539.94	72,277,060.33	(980,520.39)	-1.4%
Nonexchange Sponsored Programs	447,240.00	34,648.21	412,591.79	1,190.8%
Gift Contributions for Operations	7,819,092.19	9,161,387.22	(1,342,295.03)	-14.7%
Net Investment Income	14,736,587.67	11,730,597.66	3,005,990.01	25.6%
Interest Expense on Capital Asset Financings	(4,357,387.00)	(4,752,668.24)	395,281.24	8.3%
Net Other Nonoperating Adjustments	89,942,072.80	88,451,025.18	1,491,047.62	1.7%
Adjusted Income (Loss) including Depreciation & Amortization	9,527,175.40	6,259,336.87	3,267,838.53	52.2%
Adjusted Margin % including Depreciation & Amortization	1.7%	1.2%		
Investment Gain (Losses)	11,229,568.19	(4,759,208.14)	15,988,776.33	336.0%
Adj. Inc. (Loss) with Investment Gains (Losses)	20,756,743.59	1,500,128.73	19,256,614.86	1,283.7%
Adj. Margin % with Investment Gains (Losses)	3.7%	0.3%		
Adjusted Income (Loss) excluding Depreciation & Amortization	30,593,137.95	26,678,334.52	3,914,803.43	14.7%
Adjusted Margin % excluding Depreciation & Amortization	5.5%	5.1%		

UNAUDITED

The University of Texas Health Science Center at San Antonio
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	14,612,627.00	13,474,659.33	1,137,967.67	8.4%
Sponsored Programs	98,699,146.13	96,759,252.64	1,939,893.49	2.0%
Net Sales and Services of Educational Activities	8,725,837.58	8,064,462.46	661,375.12	8.2%
Net Professional Fees	68,404,130.30	59,939,329.72	8,464,800.58	14.1%
Net Auxiliary Enterprises	1,393,394.90	1,762,105.97	(368,711.07)	-20.9%
Other Operating Revenues	5,514,819.18	3,369,666.23	2,145,152.95	63.7%
Total Operating Revenues	197,349,955.09	183,369,476.35	13,980,478.74	7.6%
Operating Expenses				
Salaries and Wages	152,221,821.46	146,572,752.29	5,649,069.17	3.9%
Payroll Related Costs	40,173,608.69	38,567,694.58	1,605,914.11	4.2%
Membership Dues	1,232,698.06	1,465,074.75	(232,376.69)	-15.9%
Registration Fees, Meetings, Conferences	2,578,494.63	2,498,122.45	80,372.18	3.2%
Professional Fees and Services	7,218,912.07	7,676,595.82	(457,683.75)	-6.0%
Other Contracted Services	3,302,277.12	4,769,899.17	(1,467,622.05)	-30.8%
Fees and Other Charges	875,408.98	711,977.87	163,431.11	23.0%
Travel	1,700,297.19	1,598,736.82	101,560.37	6.4%
Materials and Supplies	20,065,964.38	14,464,951.88	5,601,012.50	38.7%
Utilities	5,883,333.33	6,192,230.00	(308,896.67)	-5.0%
Communications	2,257,673.92	5,446,534.57	(3,188,860.65)	-58.5%
Repairs and Maintenance	4,914,660.87	2,409,385.87	2,505,275.00	104.0%
Rentals and Leases	1,515,672.36	1,503,166.72	12,505.64	0.8%
Printing and Reproduction	594,799.13	722,418.20	(127,619.07)	-17.7%
Royalty Payments	6,272.32	15,562.01	(9,289.69)	-59.7%
Insurance Costs/Premiums	425,270.58	319,145.56	106,125.02	33.3%
Scholarships and Fellowships	5,223,527.69	3,574,133.99	1,649,393.70	46.1%
Depreciation and Amortization	18,500,000.00	17,333,333.33	1,166,666.67	6.7%
Federal Sponsored Program Pass-Through to Other State Agencies	583,333.33	583,333.33	-	-
Other Operating Expenses	5,973,031.47	7,587,144.70	(1,614,113.23)	-21.3%
Total Operating Expenses	275,247,057.58	264,012,193.91	11,234,863.67	4.3%
Operating Loss	(77,897,102.49)	(80,642,717.56)	2,745,615.07	3.4%
Other Nonoperating Adjustments				
State Appropriations	57,561,330.00	57,865,588.00	(304,258.00)	-0.5%
Nonexchange Sponsored Programs	416,666.67	416,666.67	-	-
Gift Contributions for Operations	7,535,108.03	19,242,620.68	(11,707,512.65)	-60.8%
Net Investment Income	15,423,208.20	13,064,438.70	2,358,769.50	18.1%
Interest Expense on Capital Asset Financings	(3,840,086.76)	(3,881,164.56)	41,077.80	1.1%
Net Other Nonoperating Adjustments	77,096,226.14	86,708,149.49	(9,611,923.35)	-11.1%
Adjusted Income (Loss) including Depreciation & Amortization	(800,876.35)	6,065,431.93	(6,866,308.28)	-113.2%
Adjusted Margin % including Depreciation & Amortization	-0.3%	2.2%		
Investment Gain (Losses)	16,680,931.48	(3,227,808.59)	19,908,740.07	616.8%
Adj. Inc. (Loss) with Investment Gains (Losses)	15,880,055.13	2,837,623.34	13,042,431.79	459.6%
Adj. Margin % with Investment Gains (Losses)	5.4%	1.0%		
Adjusted Income (Loss) excluding Depreciation & Amortization	17,699,123.65	23,398,765.26	(5,699,641.61)	-24.4%
Adjusted Margin % excluding Depreciation & Amortization	6.4%	8.5%		

UNAUDITED

The University of Texas M. D. Anderson Cancer Center
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	242,764.24	1,417,317.43	(1,174,553.19)	-82.9%
Sponsored Programs	109,746,153.41	103,548,583.25	6,197,570.16	6.0%
Net Sales and Services of Educational Activities	970,910.07	960,131.97	10,778.10	1.1%
Net Sales and Services of Hospitals	1,191,724,847.20	985,867,313.38	205,857,533.82	20.9%
Net Professional Fees	142,096,772.71	130,002,848.13	12,093,924.58	9.3%
Net Auxiliary Enterprises	13,934,396.35	14,773,469.91	(839,073.56)	-5.7%
Other Operating Revenues	27,547,477.38	27,049,860.91	497,616.47	1.8%
Total Operating Revenues	1,486,263,321.36	1,263,619,524.98	222,643,796.38	17.6%
Operating Expenses				
Salaries and Wages	621,960,080.56	649,149,956.95	(27,189,876.39)	-4.2%
Payroll Related Costs	184,498,765.07	190,536,829.50	(6,038,064.43)	-3.2%
Membership Dues	1,977,883.77	2,088,231.25	(110,347.48)	-5.3%
Registration Fees, Meetings, Conferences	1,331,612.79	1,364,390.29	(32,777.50)	-2.4%
Cost of Goods Sold	938,581.25	690,398.62	248,182.63	35.9%
Professional Fees and Services	46,900,779.65	53,210,160.48	(6,309,380.83)	-11.9%
Other Contracted Services	36,079,954.82	41,874,808.67	(5,794,853.85)	-13.8%
Fees and Other Charges	3,446,748.17	5,000,792.79	(1,554,044.62)	-31.1%
Travel	5,991,477.78	6,651,319.32	(659,841.54)	-9.9%
Materials and Supplies	296,722,476.87	278,016,604.77	18,705,872.10	6.7%
Utilities	16,577,956.78	15,524,653.33	1,053,303.45	6.8%
Communications	3,185,816.35	4,712,550.84	(1,526,734.49)	-32.4%
Repairs and Maintenance	32,674,705.29	36,662,335.77	(3,987,630.48)	-10.9%
Rentals and Leases	13,440,900.04	14,742,069.65	(1,301,169.61)	-8.8%
Printing and Reproduction	1,868,625.73	1,826,523.43	42,102.30	2.3%
Royalty Payments	250,965.17	246,114.91	4,850.26	2.0%
Insurance Costs/Premiums	2,741,689.52	2,814,331.90	(72,642.38)	-2.6%
Scholarships and Fellowships	(396,262.07)	1,363,079.80	(1,759,341.87)	-129.1%
Depreciation and Amortization	126,200,640.05	126,669,712.16	(469,072.11)	-0.4%
Federal Sponsored Program Pass-Through to Other State Agencies	120,258.57	19,329.52	100,929.05	522.1%
State Sponsored Program Pass-Through to Other State Agencies	444,773.91	552,365.42	(107,591.51)	-19.5%
Other Operating Expenses	2,641,523.98	3,728,525.68	(1,087,001.70)	-29.2%
Total Operating Expenses	1,399,599,954.05	1,437,445,085.05	(37,845,131.00)	-2.6%
Operating Loss	86,663,367.31	(173,825,560.07)	260,488,927.38	149.9%
Other Nonoperating Adjustments				
State Appropriations	69,572,520.06	69,765,964.43	(193,444.37)	-0.3%
Nonexchange Sponsored Programs	20,799.88	1,211,499.88	(1,190,700.00)	-98.3%
Gift Contributions for Operations	43,072,740.11	52,235,534.23	(9,162,794.12)	-17.5%
Net Investment Income	51,368,888.45	39,288,804.75	12,080,083.70	30.7%
Interest Expense on Capital Asset Financings	(12,132,398.68)	(11,881,844.80)	(250,553.88)	-2.1%
Net Other Nonoperating Adjustments	151,902,549.82	150,619,958.49	1,282,591.33	0.9%
Adjusted Income (Loss) including Depreciation & Amortization	238,565,917.13	(23,205,601.58)	261,771,518.71	1,128.1%
Adjusted Margin % including Depreciation & Amortization	14.5%	-1.6%		
Investment Gain (Losses)	39,254,221.65	(28,344,428.01)	67,598,649.66	238.5%
Adj. Inc. (Loss) with Investment Gains (Losses)	277,820,138.78	(51,550,029.59)	329,370,168.37	638.9%
Adj. Margin % with Investment Gains (Losses)	16.4%	-3.7%		
Adjusted Income (Loss) excluding Depreciation & Amortization	364,766,557.18	103,464,110.58	261,302,446.60	252.6%
Adjusted Margin % excluding Depreciation & Amortization	22.1%	7.3%		

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The University of Texas Health Science Center at Tyler
Monthly Financial Report, Comparison of Operating Results and Margin
For the Period Ending December 31, 2017

	December Year-to-Date FY 2018	December Year-to-Date FY 2017	Variance	Fluctuation Percentage
Operating Revenues				
Net Student Tuition and Fees	86,929.28	32,016.32	54,912.96	171.5%
Sponsored Programs	10,716,042.17	9,561,001.58	1,155,040.59	12.1%
Net Sales and Services of Educational Activities	1,140,866.27	1,089,520.08	51,346.19	4.7%
Net Sales and Services of Hospitals	22,281,822.21	20,196,452.18	2,085,370.03	10.3%
Net Professional Fees	5,765,142.75	6,401,422.72	(636,279.97)	-9.9%
Net Auxiliary Enterprises	60,684.30	71,484.72	(10,800.42)	-15.1%
Other Operating Revenues	10,049,954.56	5,965,590.77	4,084,363.79	68.5%
Total Operating Revenues	50,101,441.54	43,317,488.37	6,783,953.17	15.7%
Operating Expenses				
Salaries and Wages	35,635,955.72	33,129,265.53	2,506,690.19	7.6%
Payroll Related Costs	11,004,111.89	10,561,660.12	442,451.77	4.2%
Membership Dues	82,380.15	97,023.41	(14,643.26)	-15.1%
Registration Fees, Meetings, Conferences	58,208.49	124,408.91	(66,200.42)	-53.2%
Cost of Goods Sold	43,345.72	40,135.74	3,209.98	8.0%
Professional Fees and Services	3,820,445.56	4,557,855.91	(737,410.35)	-16.2%
Other Contracted Services	3,687,727.51	3,609,129.63	78,597.88	2.2%
Fees and Other Charges	358,849.45	314,093.92	44,755.53	14.2%
Travel	270,158.27	276,947.61	(6,789.34)	-2.5%
Materials and Supplies	9,791,203.01	7,730,575.96	2,060,627.05	26.7%
Utilities	703,856.22	753,108.96	(49,252.74)	-6.5%
Communications	218,280.55	371,926.65	(153,646.10)	-41.3%
Repairs and Maintenance	1,940,179.99	2,171,206.23	(231,026.24)	-10.6%
Rentals and Leases	393,604.90	586,279.28	(192,674.38)	-32.9%
Printing and Reproduction	30,089.65	26,791.94	3,297.71	12.3%
Insurance Costs/Premiums	79,324.66	61,032.33	18,292.33	30.0%
Scholarships and Fellowships	27,334.40	33,576.32	(6,241.92)	-18.6%
Depreciation and Amortization	4,564,816.70	3,898,028.78	666,787.92	17.1%
Federal Sponsored Program Pass-Through to Other State Agencies	107,787.82	130,746.36	(22,958.54)	-17.6%
Other Operating Expenses	506,414.07	787,332.09	(280,918.02)	-35.7%
Total Operating Expenses	73,324,074.73	69,261,125.68	4,062,949.05	5.9%
Operating Loss	(23,222,633.19)	(25,943,637.31)	2,721,004.12	10.5%
Other Nonoperating Adjustments				
State Appropriations	17,034,244.76	18,601,529.01	(1,567,284.25)	-8.4%
Gift Contributions for Operations	68,713.45	291,652.74	(222,939.29)	-76.4%
Net Investment Income	1,687,663.23	1,371,687.76	315,975.47	23.0%
Interest Expense on Capital Asset Financings	(690,059.20)	(614,604.12)	(75,455.08)	-12.3%
Net Other Nonoperating Adjustments	18,100,562.24	19,650,265.39	(1,549,703.15)	-7.9%
Adjusted Income (Loss) including Depreciation & Amortization	(5,122,070.95)	(6,293,371.92)	1,171,300.97	18.6%
Adjusted Margin % including Depreciation & Amortization	-7.4%	-9.9%		
Investment Gain (Losses)	1,390,456.60	(21,208.81)	1,411,665.41	6,656.0%
Adj. Inc. (Loss) with Investment Gains (Losses)	(3,731,614.35)	(6,314,580.73)	2,582,966.38	40.9%
Adj. Margin % with Investment Gains (Losses)	-5.3%	-9.9%		
Adjusted Income (Loss) excluding Depreciation & Amortization	(557,254.25)	(2,395,343.14)	1,838,088.89	76.7%
Adjusted Margin % excluding Depreciation & Amortization	-0.8%	-3.8%		