

# THE UNIVERSITY OF TEXAS SYSTEM OFFICE OF THE CONTROLLER

## MONTHLY FINANCIAL REPORT *(unaudited)*

APRIL 2019



210 West Seventh Street  
Austin, Texas 78701  
512.499.4527  
[www.utsystem.edu/cont](http://www.utsystem.edu/cont)

## TABLE OF CONTENTS

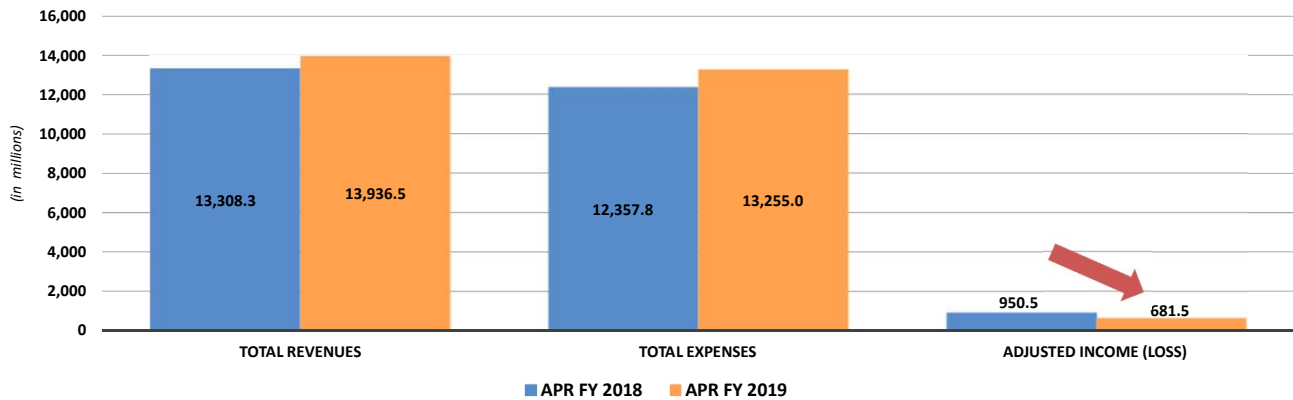
SYSTEMWIDE COMPARISONS OF ACTUAL .....	1
YEAR-TO-DATE INCOME (LOSS) SUMMARY BY INSTITUTION .....	2
U. T. SYSTEM ADMINISTRATION .....	3
U. T. SYSTEM ADMINISTRATION - DETAILED EXPENSE BREAK-OUT .....	4
U. T. ARLINGTON .....	5
U. T. AUSTIN .....	6
U. T. DALLAS .....	7
U. T. EL PASO .....	8
U. T. PERMIAN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

# Monthly Financial Report

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

### For the Period Ending April 30, 2019

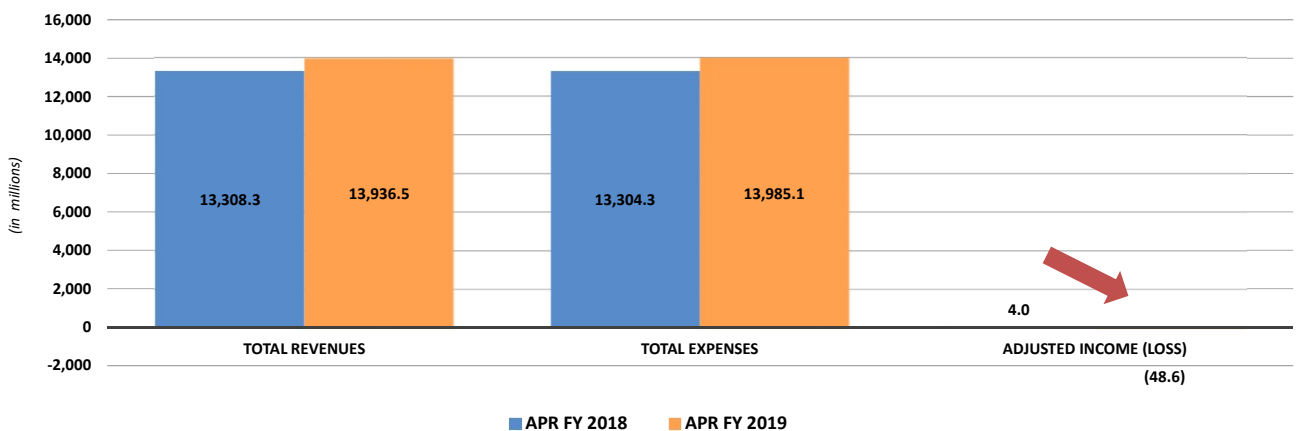
#### U. T. System Consolidated (Excluding OPEB & Pension Expense)



Excluding OPEB and pension expense, *U. T. System Consolidated* shows a year-to-date adjusted income of \$681.5 million, a decrease of \$269.0 million (28.3%). The decrease was primarily due to an increase in salaries and wages and payroll related costs across most of the institutions as a result of increases in faculty and staff positions and merit increases.

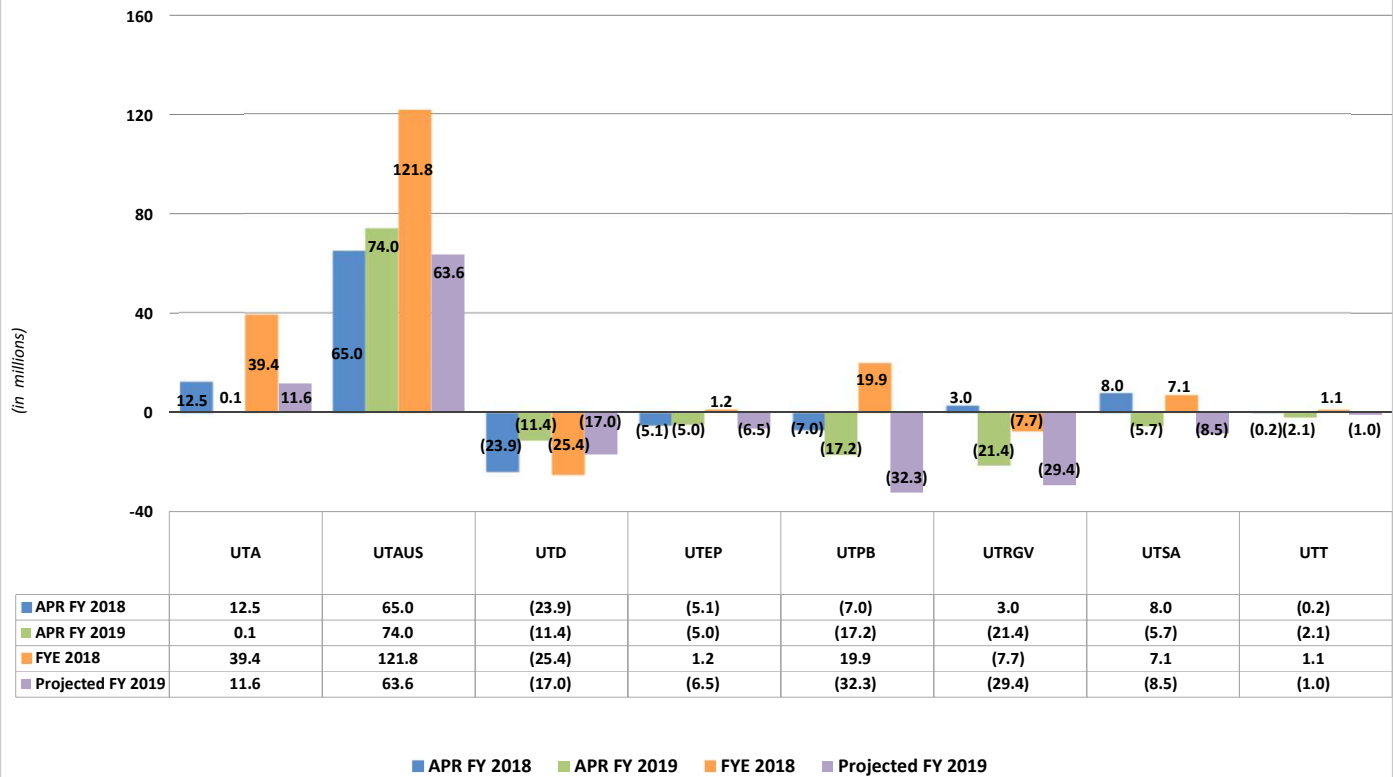
(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Clinical Revenues	\$ 5,413.6	5,875.5	461.9	8,896.4
Sponsored Programs/Nonexchange Sponsored Programs	2,415.7	2,502.9	87.3	3,899.7
State Appropriations	1,534.8	1,548.7	13.9	2,300.5
Net Tuition and Fees	1,193.6	1,239.9	46.3	1,852.8
Auxiliary Revenues/Sales & Services of Educational Activities	929.6	927.6	(2.0)	1,127.2
Net Investment Income	1,210.0	1,222.9	12.9	1,857.6
Other Operating Revenues/Gift Contributions for Operations	611.1	618.9	7.9	891.9
<b>Total Revenues</b>	<b>13,308.3</b>	<b>13,936.5</b>	<b>628.2</b>	<b>20,826.0</b>
Salaries and Wages/Payroll Related Costs	7,420.4	7,871.8	451.5	11,410.2
Materials and Supplies/Cost of Goods Sold	1,469.1	1,682.2	213.1	2,473.4
Depreciation and Amortization	959.7	993.2	33.6	1,492.5
Other Contracted Services/Professional Fees & Services	882.2	952.4	70.2	1,530.1
All Other Operating Expenses	1,626.5	1,755.2	128.7	2,603.0
<b>Total Expenses (Excluding OPEB &amp; Pension Exp)</b>	<b>\$ 12,357.8</b>	<b>13,255.0</b>	<b>897.1</b>	<b>19,509.2</b>
<b>Adjusted Income (Loss) Excluding OPEB &amp; Pension Exp</b>	<b>950.5</b>	<b>681.5</b>	<b>(269.0)</b>	<b>1,316.9</b>
OPEB Expense	701.3	562.1	(139.2)	843.2
Pension Expense	245.2	168.0	(77.2)	252.0
<b>Adjusted Income (Loss)</b>	<b>4.0</b>	<b>(48.6)</b>	<b>(52.6)</b>	<b>221.7</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>963.7</b>	<b>944.6</b>	<b>(19.0)</b>	<b>1,714.2</b>

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

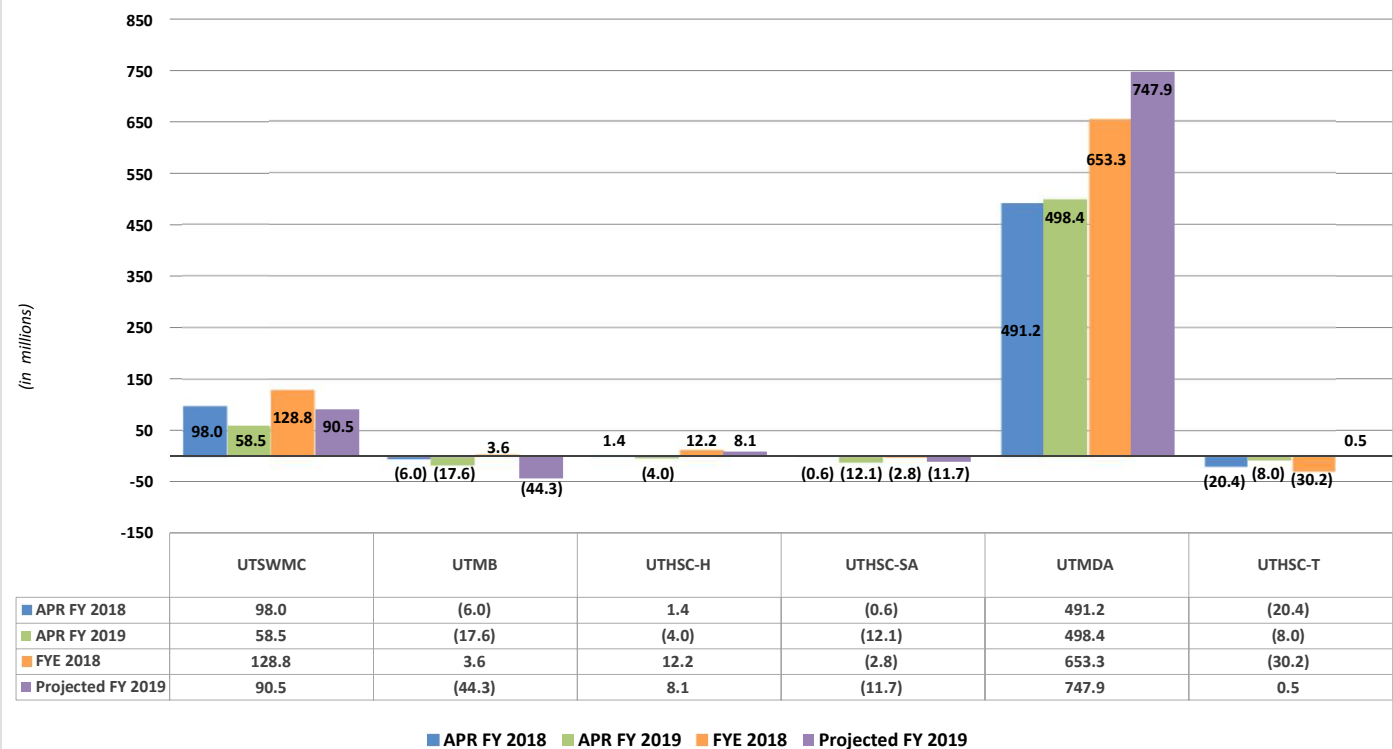


**Monthly Financial Report**  
**Comparison of Adjusted Income (Loss)**  
**For the Period Ending April 30, 2019**

**U. T. Academic Institutions**  
**FY 2018 vs. FY 2019**

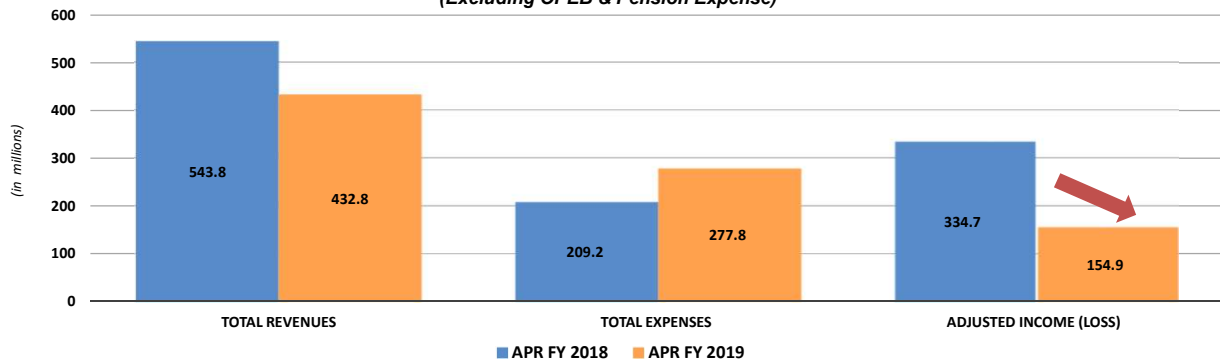


**U. T. Health Institutions**  
**FY 2018 vs. FY 2019**



**Monthly Financial Report**  
**Comparison of Operating Results, Margin and Projected Year-End**  
**For the Period Ending April 30, 2019**

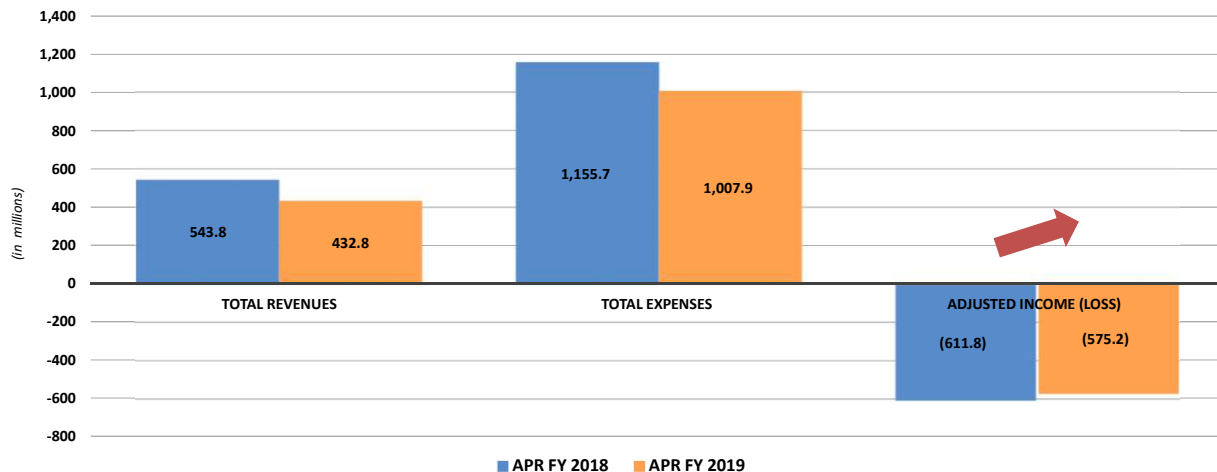
**U. T. System Administration**  
*(Excluding OPEB & Pension Expense)*



Excluding other postemployment benefits and pension expense, *U. T. System Administration* incurred a year-to-date adjusted income of \$154.9 million, a decrease of \$179.7 million (53.7%). The decrease was primarily due to decreased mineral lease bonus sales in the Permanent University Fund and increased claims and losses in the medical dental self-insurance plan. The most current projection, excluding other postemployment benefits and pension expense, reflects income of \$545.1 million for the year.

<i>(in millions)</i>	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Sponsored Programs/Nonexchange Sponsored Programs	\$ 34.2	30.9	(3.2)	53.3
State Appropriations	2.2	2.2	-	3.3
Auxiliary Revenues/Sales & Services of Educational Activities	30.9	5.2	(25.7)	7.8
Net Investment Income/Available University Fund (AUF)	449.2	375.2	(74.0)	562.9
Other Operating Revenues/Gift Contributions for Operations	27.4	19.2	(8.2)	28.5
<b>Total Revenues</b>	<b>543.8</b>	<b>432.8</b>	<b>(111.1)</b>	<b>655.7</b>
Salaries and Wages/Payroll Related Costs	59.8	50.4	(9.5)	(207.3)
Materials and Supplies/Cost of Goods Sold	18.1	21.9	3.8	18.8
Depreciation and Amortization	16.6	17.9	1.3	24.0
Other Contracted Services/Professional Fees & Services	35.6	27.9	(7.8)	37.7
All Other Operating Expenses	79.0	159.8	80.8	237.2
<b>Total Expenses (Excluding OPEB &amp; Pension Exp)</b>	<b>\$ 209.2</b>	<b>277.8</b>	<b>68.7</b>	<b>110.5</b>
<b>Adjusted Income (Loss) Excluding OPEB &amp; Pension Exp</b>	<b>334.7</b>	<b>154.9</b>	<b>(179.7)</b>	<b>545.1</b>
OPEB Expense	701.3	562.1	(139.2)	843.2
Pension Expense	245.2	168.0	(77.2)	252.0
<b>Adjusted Income (Loss)</b>	<b>(611.8)</b>	<b>(575.2)</b>	<b>36.7</b>	<b>(550.0)</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>(595.2)</b>	<b>(557.3)</b>	<b>37.9</b>	<b>(526.0)</b>

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

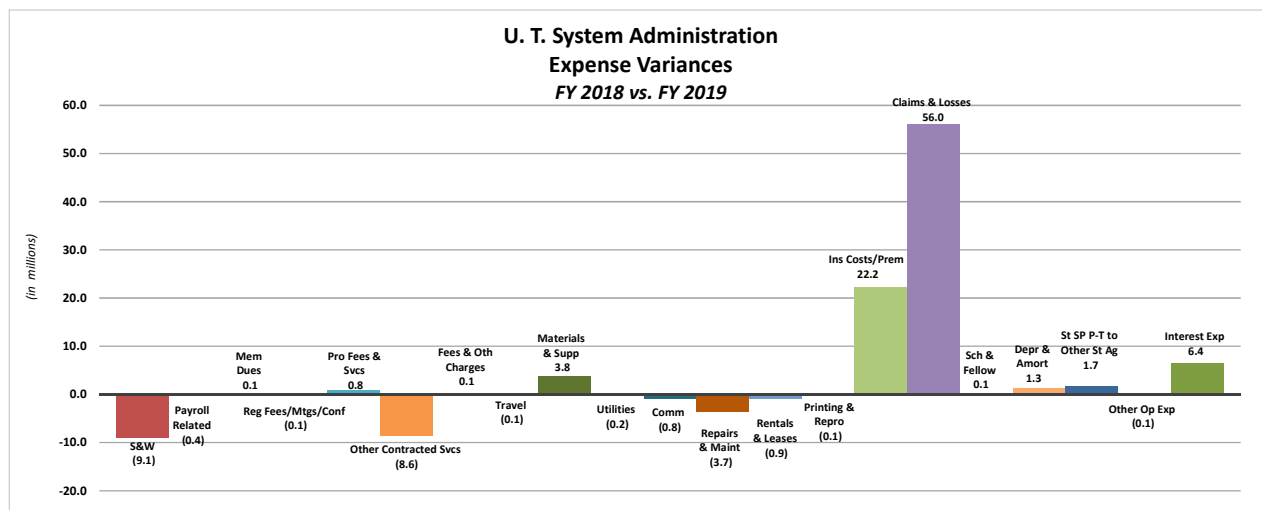


# Monthly Financial Report

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

### For the Period Ending April 30, 2019

(in millions)	April YTD FY 2018	April YTD FY 2019	Actual Year-End FY 2018	Annual Projected FY 2019
Salaries and Wages	\$ 49.6	40.5	59.0	60.8
Payroll Related Costs	10.2	9.8	(270.0) *	(268.0) *
Membership Dues	0.3	0.4	0.3	0.7
Registration Fees, Meetings, Conferences	0.3	0.2	0.4	0.4
Professional Fees and Services	8.4	9.2	11.8	13.8
Other Contracted Services	27.3	18.7	31.1	23.9
Fees and Other Charges	(0.1)	0.0	(0.0)	0.1
Travel	1.1	1.0	1.6	1.5
Materials and Supplies	18.1	21.9	10.7	18.8
Utilities	0.4	0.3	0.6	0.4
Communications	4.4	3.6	4.0	3.7
Repairs and Maintenance	6.1	2.5	6.7	3.7
Rentals and Leases	3.0	2.1	3.4	3.2
Printing and Reproduction	0.3	0.2	0.4	0.3
Insurance Costs/Premiums	26.9	49.0	7.1	73.6
Claims and Losses	16.3	72.3	65.5	108.5
Scholarships and Fellowships	0.5	0.6	2.3	0.8
Depreciation and Amortization	16.6	17.9	25.2	24.0
State Sponsored Program Pass-Through to Other State Agencies	1.8	3.6	3.2	4.6
Other Operating Expenses	1.2	1.1	0.3	1.6
Interest Expense	16.4	22.8	32.2	34.2
<b>Total Expenses (Excluding OPEB &amp; Pension Expense)</b>	<b>209.2</b>	<b>277.8</b>	<b>(4.0)</b>	<b>110.5</b>
OPEB Expense	701.3	562.1	843.2	843.2
Pension Expense	245.2	168.0	252.0	252.0
<b>Total Expenses (Including OPEB &amp; Pension Expense)</b>	<b>\$ 1,155.7</b>	<b>1,007.9</b>	<b>1,091.1</b>	<b>1,205.7</b>



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

**Salaries & Wages** – decrease of \$9.1 million due to decreases in Texas Oil and Gas Institute, Competency Based Education, the Chancellor's Office, and a change in methodology for PUF salaries.

**Other Contracted Services** - decrease of \$8.6 million due to decreases in Competency Based Education, National Lab Exploration, South Texas Biomedical Research Program and University Lands Engineering Services.

**Insurance Costs/Premiums** – increase of \$22.2 million due to timing of Comprehensive Property Protection Plan insurance renewal payments.

**Claims and Losses** - increase of \$56.0 million due to increased claims for the Medical/Dental Self Insurance Plan.

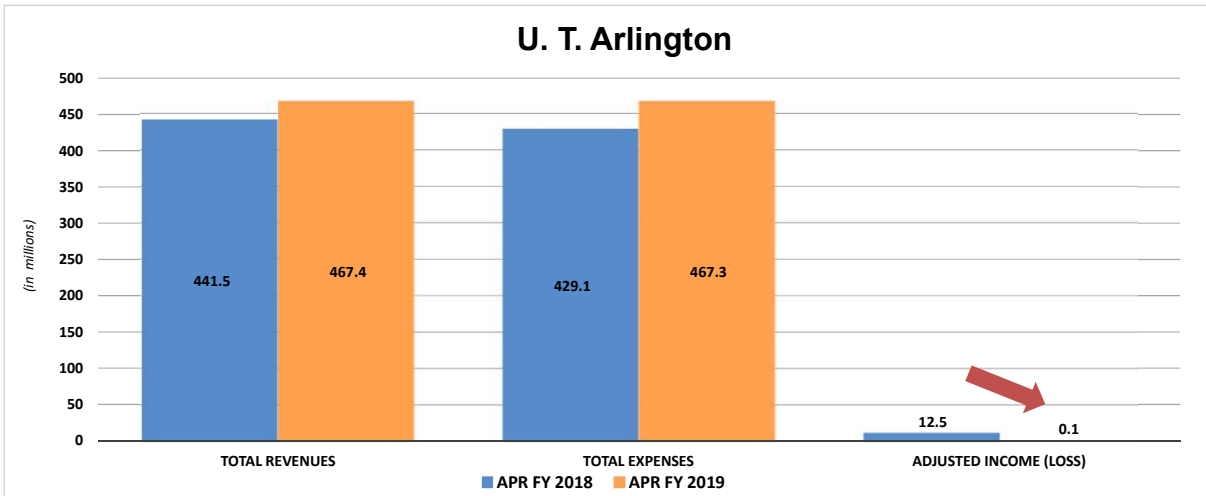
**Interest Expense** - increase of \$6.4 million due to increase in PUF interest expense as well as no longer reducing interest expense by capitalized interest due to GASB 89.

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

# Monthly Financial Report

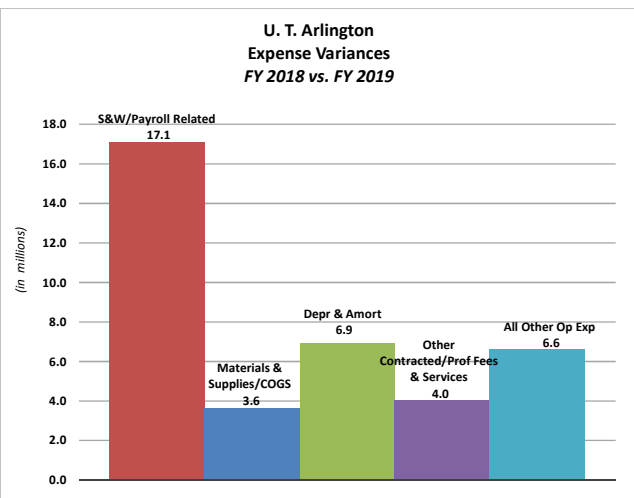
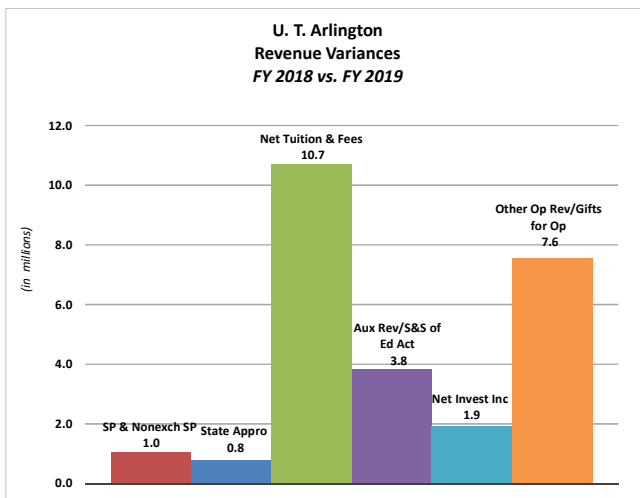
## Comparison of Operating Results, Margin and Projected Year-End

### For the Period Ending April 30, 2019



*U. T. Arlington* reported year-to-date adjusted income of \$0.1 million, a decrease of \$12.4 million (99.5%). The decrease was primarily attributable to the following: an increase in salaries and wages and payroll related costs due to increased faculty levels, faculty retention initiatives, and merit increases; an increase in depreciation and amortization expense as a result of new buildings placed into service in 2018; an increase in materials and supplies due to the purchase of non-capital items for new buildings; and an increase in other contracted services due to an increase in accelerated online program expenses, temporary parking services and cleaning services. Excluding depreciation and amortization expense, *U. T. Arlington's* adjusted income was \$36.7 million. The most current projection received from *U. T. Arlington* reflects income of \$11.6 million for the year.

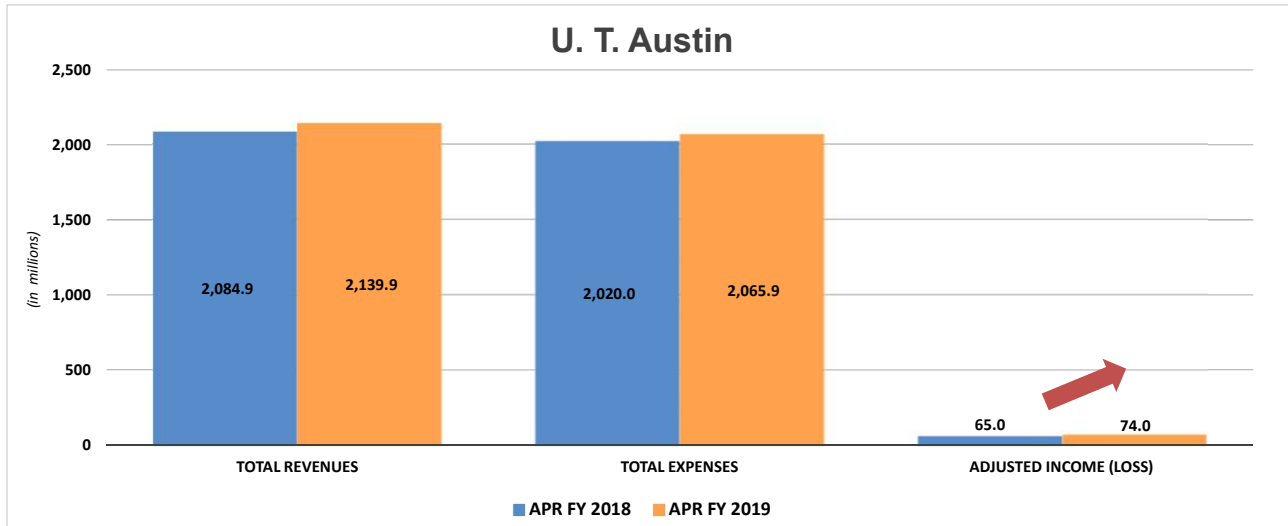
(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Sponsored Programs/Nonexchange Sponsored Programs	\$ 91.7	92.8	1.0	138.4
State Appropriations	87.7	88.5	0.8	132.7
Net Tuition and Fees	200.2	210.9	10.7	321.9
Auxiliary Revenues/Sales & Services of Educational Activities	43.0	46.8	3.8	74.5
Net Investment Income	13.2	15.2	1.9	22.6
Other Operating Revenues/Gift Contributions for Operations	5.6	13.2	7.6	16.1
<b>Total Revenues</b>	<b>441.5</b>	<b>467.4</b>	<b>25.8</b>	<b>706.1</b>
Salaries and Wages/Payroll Related Costs	243.4	260.5	17.1	384.2
Materials and Supplies/Cost of Goods Sold	19.1	22.7	3.6	35.6
Depreciation and Amortization	29.7	36.6	6.9	54.9
Other Contracted Services/Professional Fees & Services	57.2	61.2	4.0	89.0
All Other Operating Expenses	79.7	86.3	6.6	130.7
<b>Total Expenses</b>	<b>\$ 429.1</b>	<b>467.3</b>	<b>38.2</b>	<b>694.5</b>
<b>Adjusted Income (Loss)</b>	<b>12.5</b>	<b>0.1</b>	<b>(12.4)</b>	<b>11.6</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>42.2</b>	<b>36.7</b>	<b>(5.5)</b>	<b>66.6</b>



# Monthly Financial Report

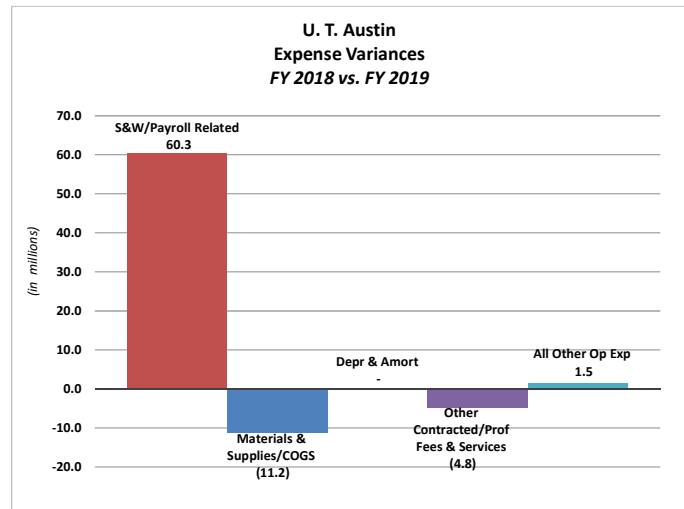
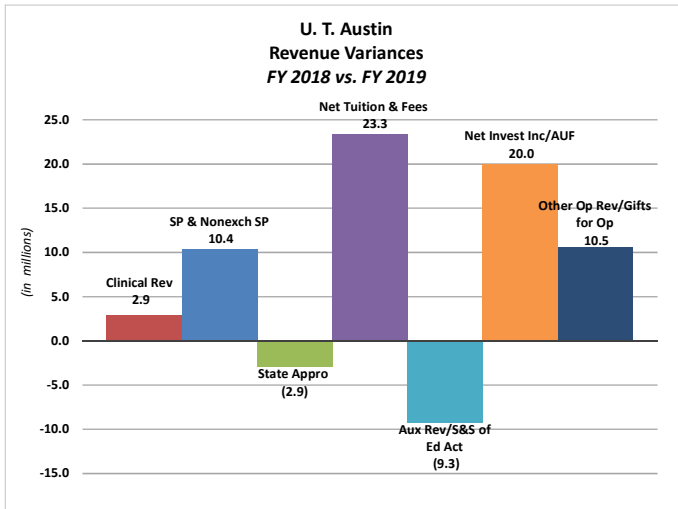
## Comparison of Operating Results, Margin and Projected Year-End

### For the Period Ending April 30, 2019



*U. T. Austin* reported year-to-date adjusted income of \$74.0 million, an increase of \$9.0 million (13.9%). The increase was primarily due to the following: an increase in net student tuition and fees due to an increase in flat rate tuition, MBA and PharmD programs; and an increase in the amount of the transfer from the Available University Fund. Excluding depreciation and amortization expense, *U. T. Austin's* adjusted income was \$283.3 million. The most current projection received from *U. T. Austin* reflects income of \$63.6 million for the year.

(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Clinical Revenues	\$ 0.7	3.6	2.9	5.4
Sponsored Programs/Nonexchange Sponsored Programs	413.8	424.1	10.4	741.5
State Appropriations	240.4	237.5	(2.9)	356.2
Net Tuition and Fees	323.3	346.7	23.3	520.0
Auxiliary Revenues/Sales & Services of Educational Activities	568.4	559.1	(9.3)	575.8
Net Investment Income/Available University Fund (AUF)	415.8	435.8	20.0	653.2
Other Operating Revenues/Gift Contributions for Operations	122.5	133.1	10.5	177.6
<b>Total Revenues</b>	<b>2,084.9</b>	<b>2,139.9</b>	<b>54.9</b>	<b>3,029.7</b>
Salaries and Wages/Payroll Related Costs	1,133.7	1,194.0	60.3	1,690.0
Materials and Supplies/Cost of Goods Sold	118.9	107.8	(11.2)	138.7
Depreciation and Amortization	209.3	209.3	-	314.0
Other Contracted Services/Professional Fees & Services	139.8	135.0	(4.8)	213.4
All Other Operating Expenses	418.2	419.7	1.5	610.0
<b>Total Expenses</b>	<b>\$ 2,020.0</b>	<b>2,065.9</b>	<b>45.9</b>	<b>2,966.1</b>
<b>Adjusted Income (Loss)</b>	<b>65.0</b>	<b>74.0</b>	<b>9.0</b>	<b>63.6</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>274.3</b>	<b>283.3</b>	<b>9.0</b>	<b>377.6</b>

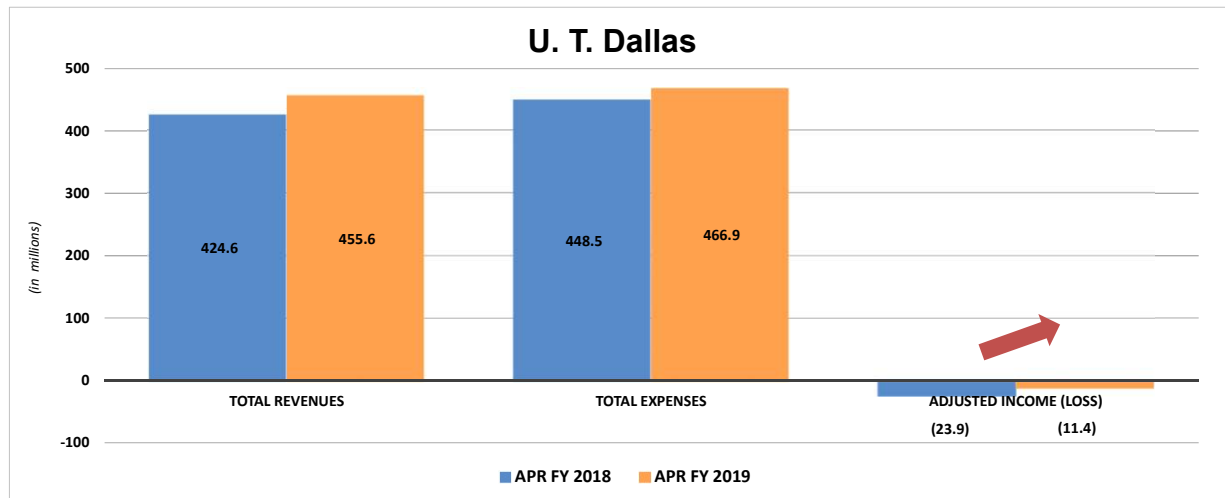




# Monthly Financial Report

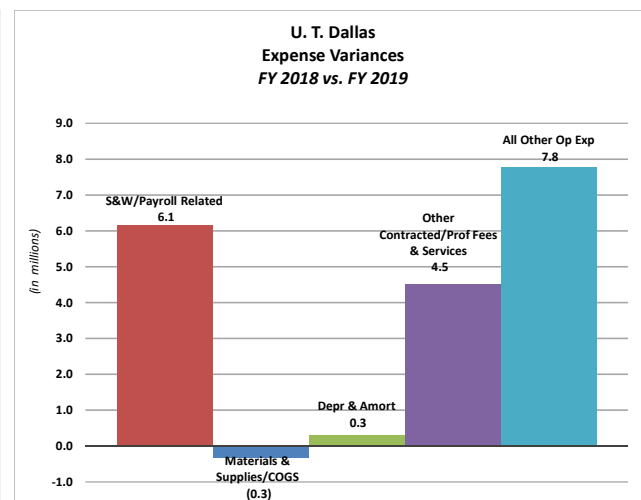
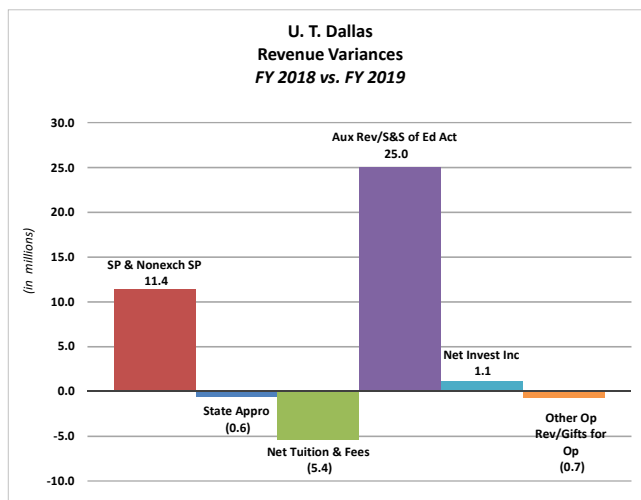
## Comparison of Operating Results, Margin and Projected Year-End

### For the Period Ending April 30, 2019



*U. T. Dallas* incurred a year-to-date adjusted loss of \$11.4 million, a decrease in adjusted loss of \$12.5 million (52.4%). This decrease was primarily attributable to an increase in net auxiliary enterprises as a result of housing services being managed internally. Excluding depreciation and amortization expense, *U. T. Dallas'* adjusted income was \$43.3 million. The most current projection received from *U. T. Dallas* reflects a loss of \$17.0 million for the year.

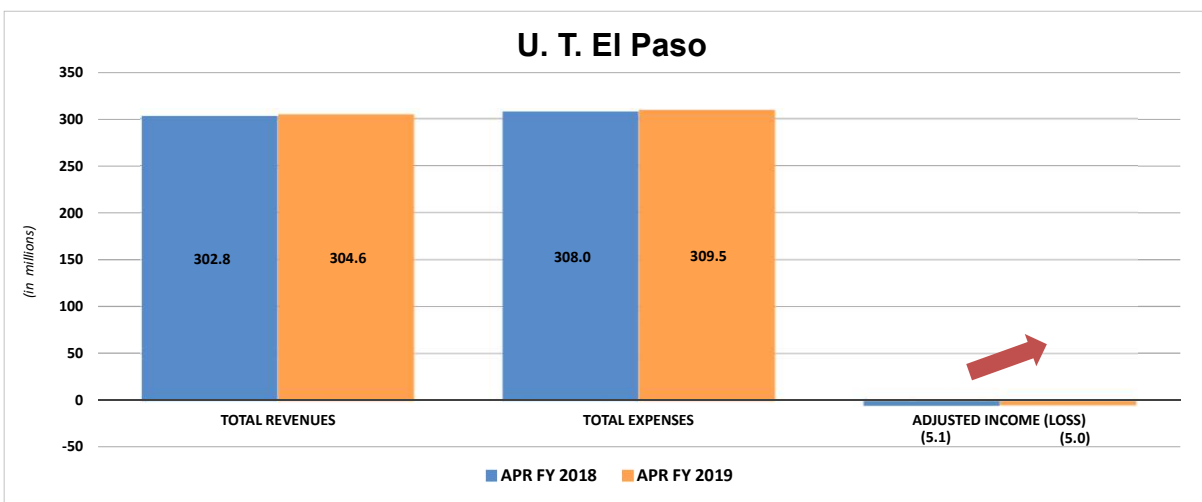
(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Sponsored Programs/Nonexchange Sponsored Programs	\$ 59.2	70.7	11.4	106.0
State Appropriations	82.7	82.1	(0.6)	123.2
Net Tuition and Fees	211.1	205.7	(5.4)	308.6
Auxiliary Revenues/Sales & Services of Educational Activities	38.7	63.8	25.0	95.6
Net Investment Income	20.2	21.3	1.1	32.0
Other Operating Revenues/Gift Contributions for Operations	12.7	12.0	(0.7)	18.0
<b>Total Revenues</b>	<b>424.6</b>	<b>455.6</b>	<b>30.9</b>	<b>683.3</b>
Salaries and Wages/Payroll Related Costs	261.7	267.9	6.1	401.8
Materials and Supplies/Cost of Goods Sold	21.7	21.4	(0.3)	32.1
Depreciation and Amortization	54.4	54.7	0.3	82.0
Other Contracted Services/Professional Fees & Services	18.0	22.6	4.5	33.8
All Other Operating Expenses	92.6	100.4	7.8	150.6
<b>Total Expenses</b>	<b>\$ 448.5</b>	<b>466.9</b>	<b>18.4</b>	<b>700.4</b>
<b>Adjusted Income (Loss)</b>	<b>(23.9)</b>	<b>(11.4)</b>	<b>12.5</b>	<b>(17.0)</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>30.5</b>	<b>43.3</b>	<b>12.8</b>	<b>64.9</b>



# Monthly Financial Report

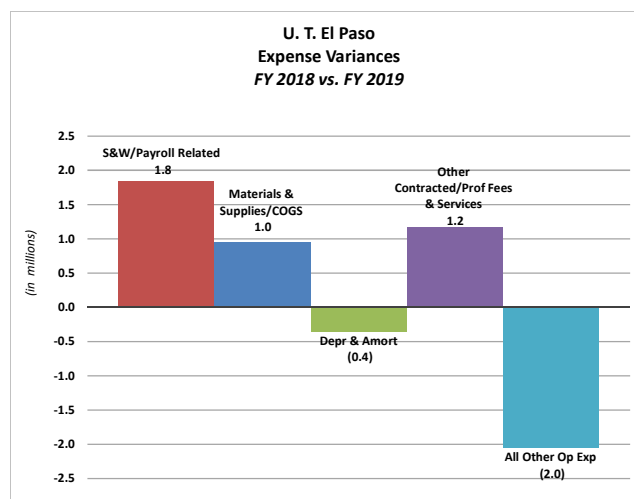
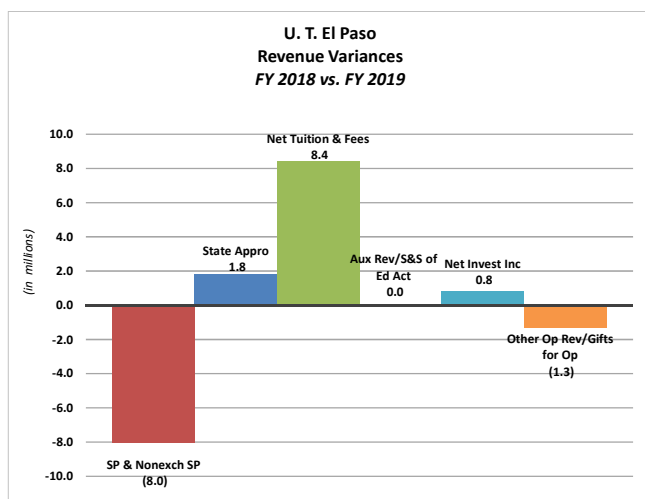
## Comparison of Operating Results, Margin and Projected Year-End

### For the Period Ending April 30, 2019



*U. T. El Paso* incurred a year-to-date adjusted loss of \$5.0 million, a slight decrease in adjusted loss of \$0.1 million (2.7%). The decrease was primarily due to increases in designated tuition and distance learning fees. Excluding depreciation and amortization expense, *U. T. El Paso's* adjusted income was \$15.0 million. The most current projection received from *U. T. El Paso* reflects a loss of \$6.5 million for the year.

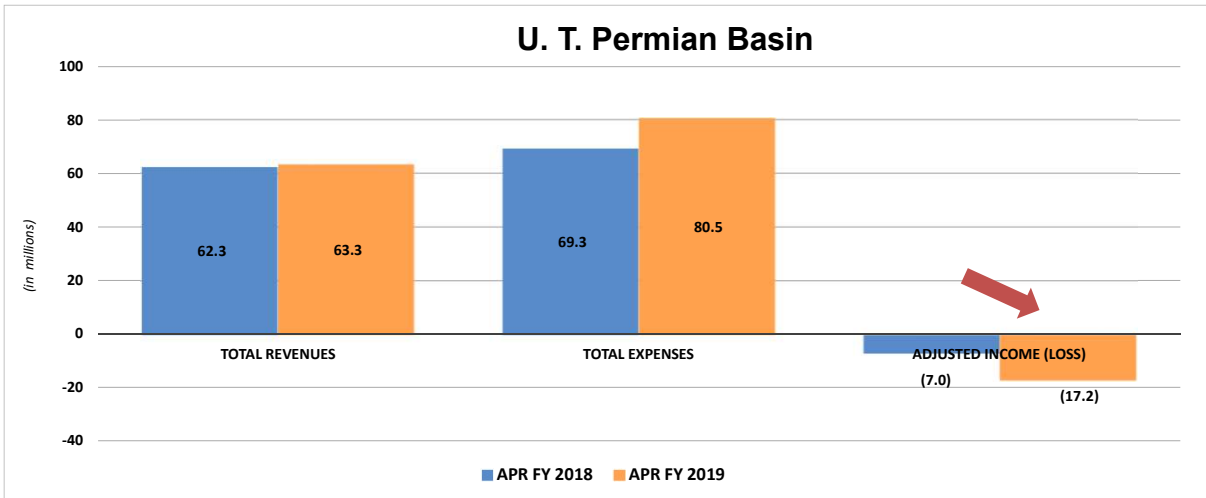
(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Sponsored Programs/Nonexchange Sponsored Programs	\$ 95.4	87.3	(8.0)	146.9
State Appropriations	73.4	75.2	1.8	107.6
Net Tuition and Fees	88.2	96.6	8.4	135.7
Auxiliary Revenues/Sales & Services of Educational Activities	30.8	30.8	0.0	43.7
Net Investment Income	10.3	11.1	0.8	16.0
Other Operating Revenues/Gift Contributions for Operations	4.8	3.5	(1.3)	6.5
<b>Total Revenues</b>	<b>302.8</b>	<b>304.6</b>	<b>1.7</b>	<b>456.3</b>
Salaries and Wages/Payroll Related Costs	172.4	174.2	1.8	255.5
Materials and Supplies/Cost of Goods Sold	11.7	12.7	1.0	20.5
Depreciation and Amortization	20.3	20.0	(0.4)	30.2
Other Contracted Services/Professional Fees & Services	21.7	22.8	1.2	29.3
All Other Operating Expenses	81.8	79.8	(2.0)	127.2
<b>Total Expenses</b>	<b>\$ 308.0</b>	<b>309.5</b>	<b>1.6</b>	<b>462.8</b>
<b>Adjusted Income (Loss)</b>	<b>(5.1)</b>	<b>(5.0)</b>	<b>0.1</b>	<b>(6.5)</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>15.2</b>	<b>15.0</b>	<b>(0.2)</b>	<b>23.7</b>



# Monthly Financial Report

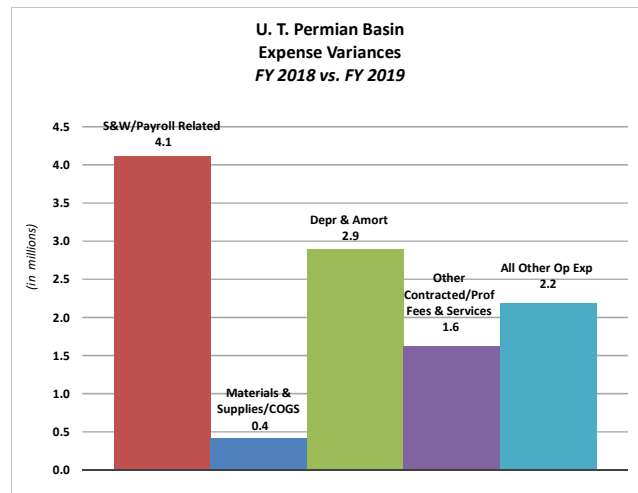
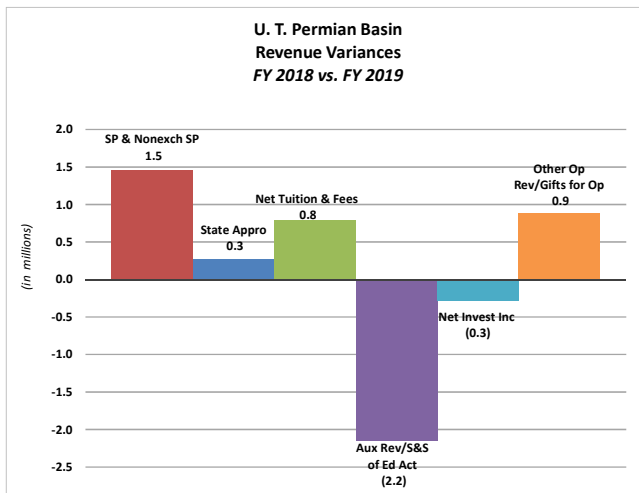
## Comparison of Operating Results, Margin and Projected Year-End

### For the Period Ending April 30, 2019



*U. T. Permian Basin* incurred a year-to-date adjusted loss of \$17.2 million, an increase in adjusted loss of \$10.2 million (146.7%). The increase was primarily attributable to the following: an increase in salaries and wages and payroll related costs as a result of vacant positions being filled; an increase in depreciation and amortization expense as a result of a correction to the in service date related to the Center for Energy and Economic Diversification; and a decrease in net auxiliary enterprises due to Fall 2018 revenue which was not properly deferred to 2019, as well as a decrease in enrollment. Excluding depreciation and amortization expense, *U. T. Permian Basin's* adjusted loss was \$3.7 million. The most current projection received from *U. T. Permian Basin* reflects a loss of \$32.3 million for the year.

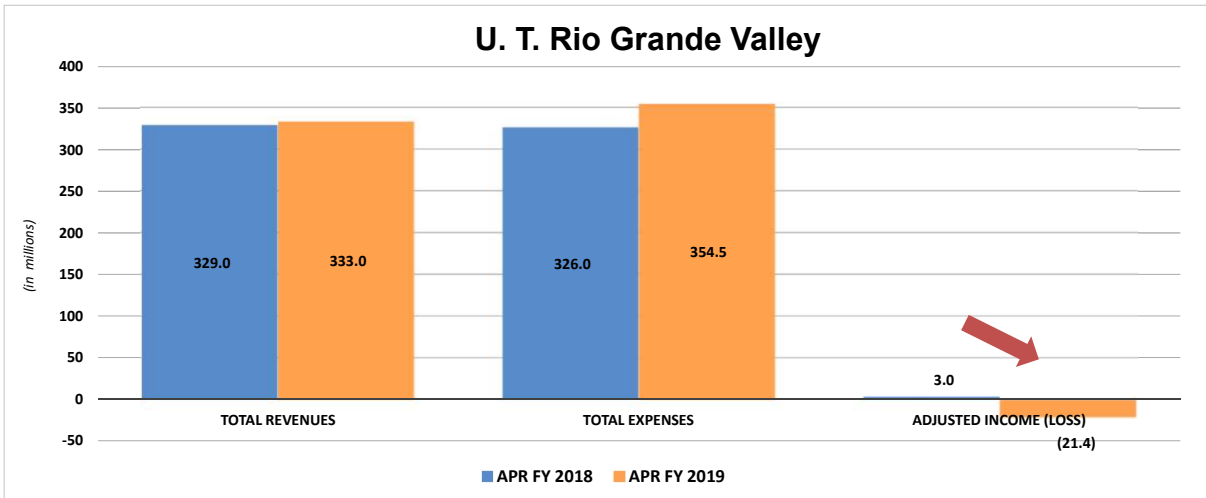
(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Sponsored Programs/Nonexchange Sponsored Programs	\$ 8.3	9.8	1.5	14.7
State Appropriations	24.4	24.7	0.3	35.2
Net Tuition and Fees	16.1	16.9	0.8	25.3
Auxiliary Revenues/Sales & Services of Educational Activities	6.8	4.7	(2.2)	7.0
Net Investment Income	1.6	1.4	(0.3)	2.0
Other Operating Revenues/Gift Contributions for Operations	5.0	5.9	0.9	4.3
<b>Total Revenues</b>	<b>62.3</b>	<b>63.3</b>	<b>1.0</b>	<b>88.5</b>
Salaries and Wages/Payroll Related Costs	29.7	33.8	4.1	50.7
Materials and Supplies/Cost of Goods Sold	2.9	3.3	0.4	5.0
Depreciation and Amortization	10.6	13.4	2.9	20.2
Other Contracted Services/Professional Fees & Services	6.6	8.2	1.6	12.4
All Other Operating Expenses	19.5	21.7	2.2	32.5
<b>Total Expenses</b>	<b>\$ 69.3</b>	<b>80.5</b>	<b>11.2</b>	<b>120.8</b>
<b>Adjusted Income (Loss)</b>	<b>(7.0)</b>	<b>(17.2)</b>	<b>(10.2)</b>	<b>(32.3)</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>3.6</b>	<b>(3.7)</b>	<b>(7.3)</b>	<b>(12.1)</b>



# Monthly Financial Report

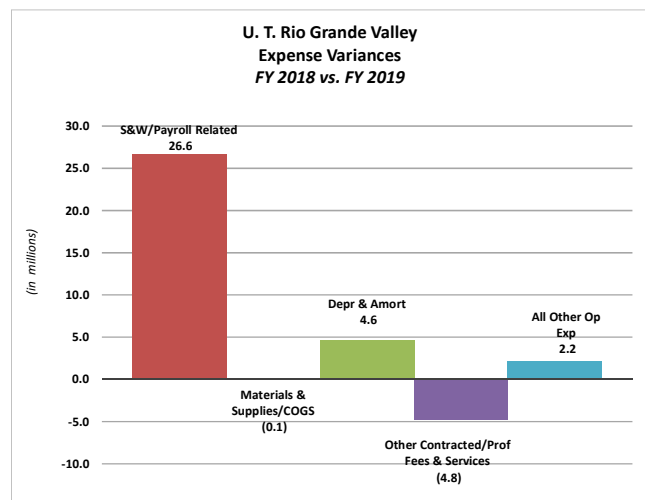
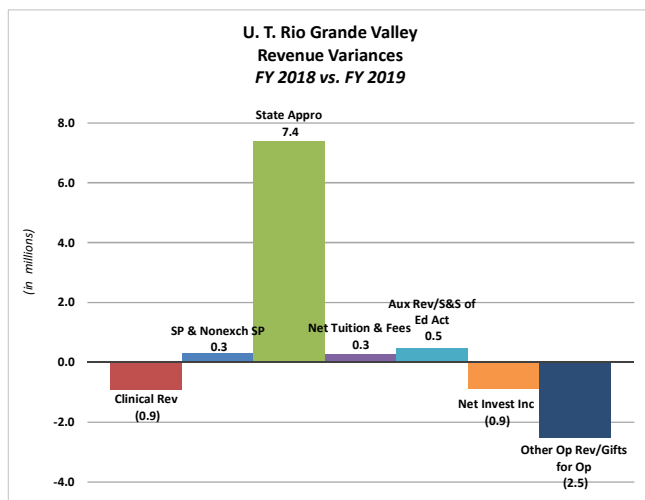
## Comparison of Operating Results, Margin and Projected Year-End

### For the Period Ending April 30, 2019



*U. T. Rio Grande Valley* incurred a year-to-date adjusted loss of \$21.4 million, a decrease of \$24.4 million (824.5%). The decrease was primarily attributable to the following: an increase in salaries and wages and payroll related costs due to increases in staff and faculty positions; an increase in depreciation and amortization expense as a result of two new buildings placed into service in 2018; and a decrease in other operating revenues as a result of a decline in Delivery System Reform Incentive Payment revenues. Excluding depreciation and amortization expense, *U. T. Rio Grande Valley's* adjusted income was \$9.1 million. The most current projection received from *U. T. Rio Grande Valley* reflects a loss of \$29.4 million for the year.

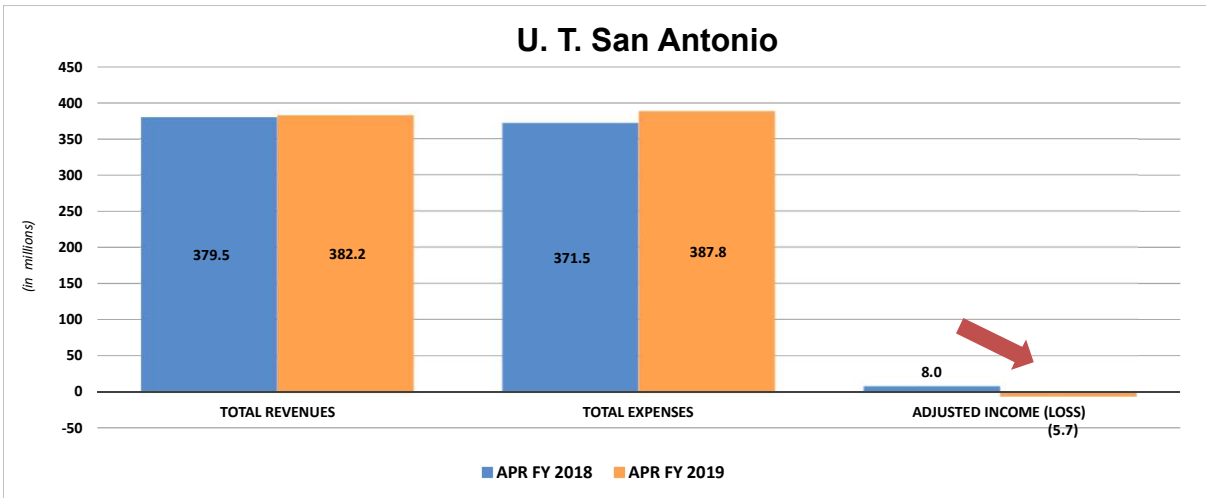
(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Clinical Revenues	\$ 2.5	1.6	(0.9)	4.8
Sponsored Programs/Nonexchange Sponsored Programs	129.6	129.9	0.3	202.0
State Appropriations	97.8	105.2	7.4	145.8
Net Tuition and Fees	66.9	67.2	0.3	100.8
Auxiliary Revenues/Sales & Services of Educational Activities	11.5	12.0	0.5	16.9
Net Investment Income	7.4	6.5	(0.9)	8.4
Other Operating Revenues/Gift Contributions for Operations	13.1	10.6	(2.5)	11.6
<b>Total Revenues</b>	<b>329.0</b>	<b>333.0</b>	<b>4.1</b>	<b>490.4</b>
Salaries and Wages/Payroll Related Costs	197.9	224.5	26.6	321.2
Materials and Supplies/Cost of Goods Sold	12.6	12.6	(0.1)	20.7
Depreciation and Amortization	26.0	30.6	4.6	48.4
Other Contracted Services/Professional Fees & Services	15.5	10.6	(4.8)	15.5
All Other Operating Expenses	74.1	76.2	2.2	113.9
<b>Total Expenses</b>	<b>\$ 326.0</b>	<b>354.5</b>	<b>28.5</b>	<b>519.8</b>
<b>Adjusted Income (Loss)</b>	<b>3.0</b>	<b>(21.4)</b>	<b>(24.4)</b>	<b>(29.4)</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>28.9</b>	<b>9.1</b>	<b>(19.8)</b>	<b>19.0</b>



# Monthly Financial Report

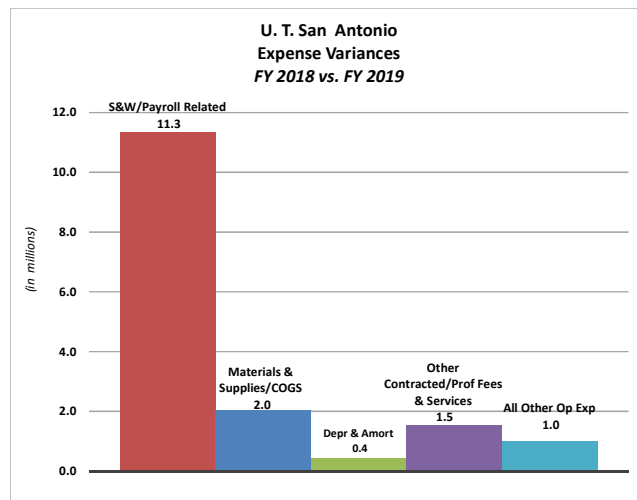
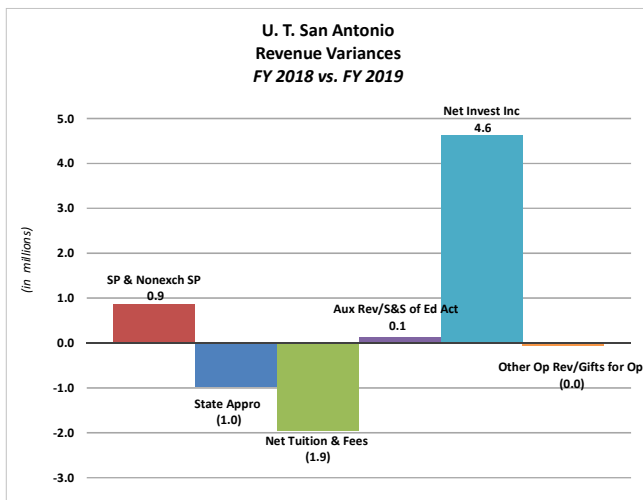
## Comparison of Operating Results, Margin and Projected Year-End

### For the Period Ending April 30, 2019



*U. T. San Antonio* incurred a year-to-date adjusted loss of \$5.7 million, a decrease of \$13.6 million (170.8%). The decrease was primarily attributable to the following: an increase in salaries and wages and payroll related costs due to merit increases and vacant positions being filled; an increase in materials and supplies due to an increase in software expenses, as well as non-capitalized expenses for furniture and equipment; and an increase in professional fees and services due to various new Presidential strategic initiatives. Excluding depreciation and amortization expense, *U. T. San Antonio's* adjusted income was \$27.4 million. The most current projection received from *U. T. San Antonio* reflects a loss of \$8.5 million for the year.

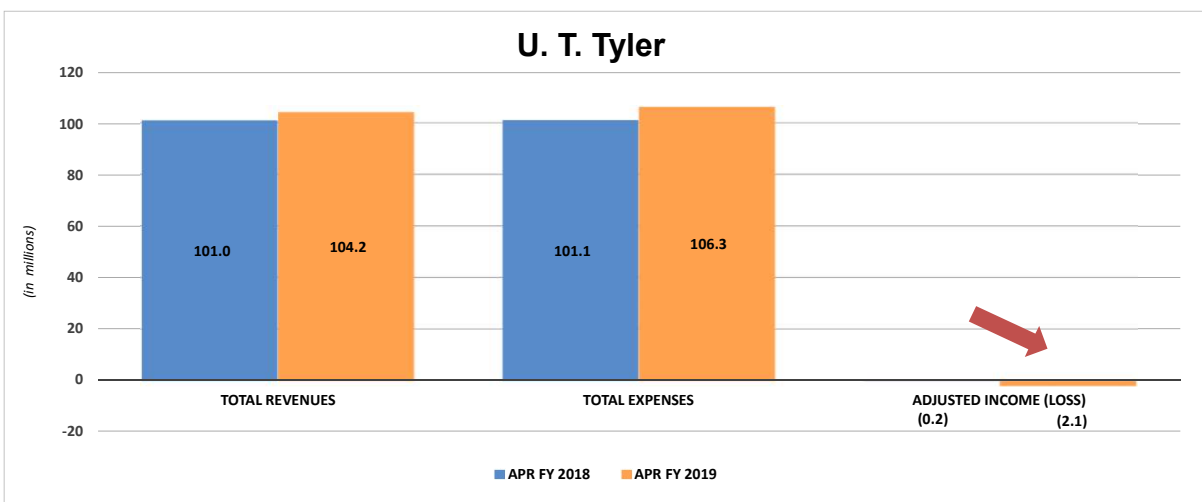
(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Sponsored Programs/Nonexchange Sponsored Programs	\$ 91.0	91.8	0.9	137.8
State Appropriations	89.7	88.7	(1.0)	133.1
Net Tuition and Fees	139.7	137.8	(1.9)	206.7
Auxiliary Revenues/Sales & Services of Educational Activities	40.6	40.7	0.1	61.0
Net Investment Income	10.3	15.0	4.6	22.4
Other Operating Revenues/Gift Contributions for Operations	8.2	8.2	(0.0)	12.2
<b>Total Revenues</b>	<b>379.5</b>	<b>382.2</b>	<b>2.6</b>	<b>573.2</b>
Salaries and Wages/Payroll Related Costs	208.5	219.9	11.3	329.8
Materials and Supplies/Cost of Goods Sold	16.7	18.7	2.0	28.1
Depreciation and Amortization	32.7	33.1	0.4	49.6
Other Contracted Services/Professional Fees & Services	18.6	20.1	1.5	30.2
All Other Operating Expenses	95.0	96.0	1.0	143.9
<b>Total Expenses</b>	<b>\$ 371.5</b>	<b>387.8</b>	<b>16.3</b>	<b>581.7</b>
<b>Adjusted Income (Loss)</b>	<b>8.0</b>	<b>(5.7)</b>	<b>(13.6)</b>	<b>(8.5)</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>40.7</b>	<b>27.4</b>	<b>(13.2)</b>	<b>41.2</b>



# Monthly Financial Report

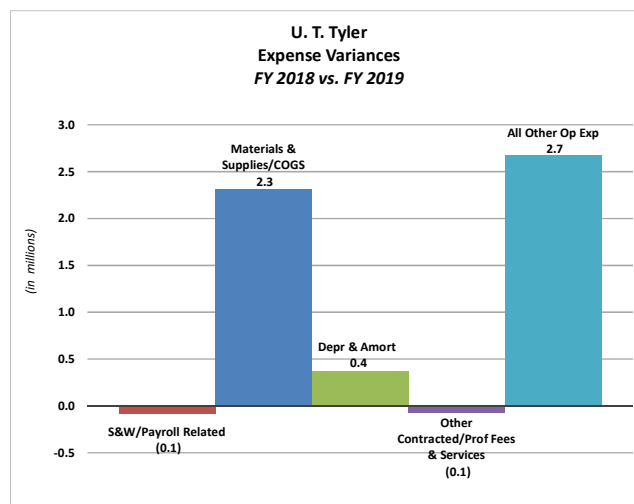
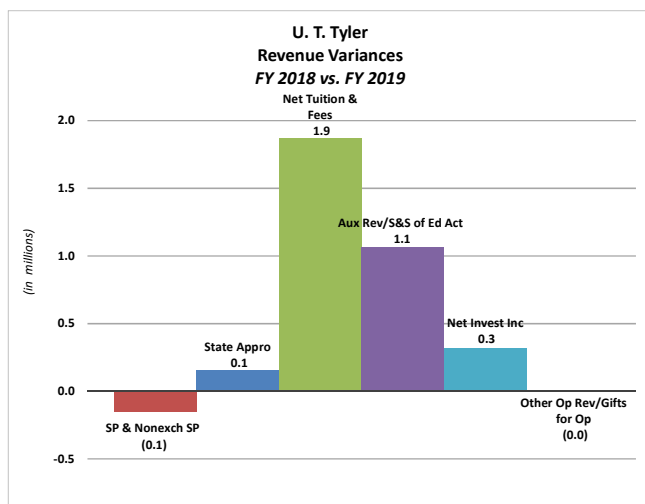
## Comparison of Operating Results, Margin and Projected Year-End

### For the Period Ending April 30, 2019



*U. T. Tyler* incurred a year-to-date adjusted loss of \$2.1 million, an increase in adjusted loss of \$2.0 million (1,251.2%). The increase was primarily due to an increase in materials and supplies for non-capitalized furnishings and equipment for the STEM Business building. Excluding depreciation and amortization expense, *U. T. Tyler's* adjusted income was \$8.5 million. The most current projection received from *U. T. Tyler* reflects a loss of \$1.0 million for the year.

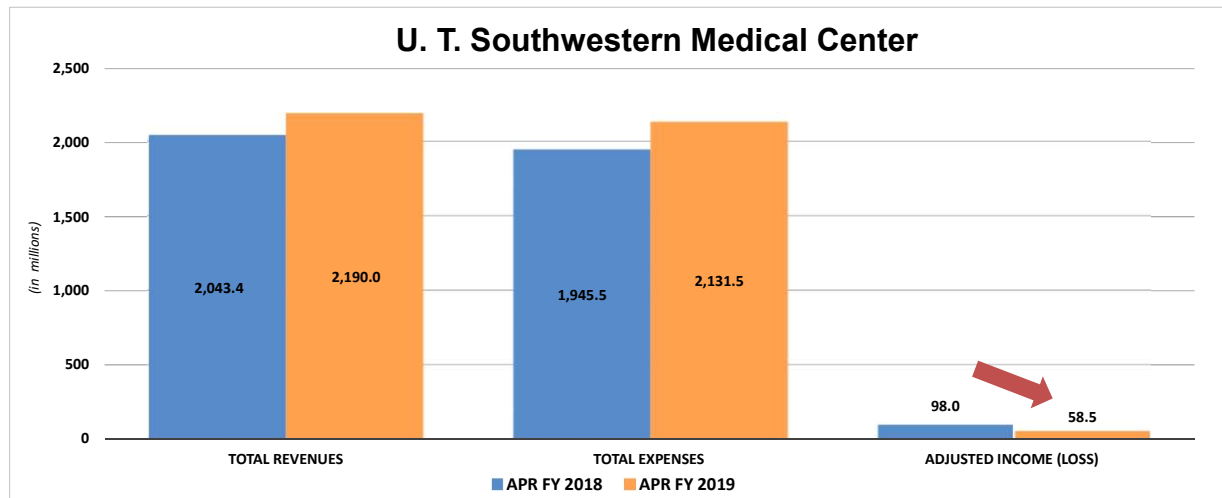
(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Sponsored Programs/Nonexchange Sponsored Programs	\$ 16.6	16.5	(0.1)	25.0
State Appropriations	29.3	29.5	0.1	44.2
Net Tuition and Fees	34.4	36.3	1.9	54.4
Auxiliary Revenues/Sales & Services of Educational Activities	16.2	17.3	1.1	23.1
Net Investment Income	3.3	3.6	0.3	6.8
Other Operating Revenues/Gift Contributions for Operations	1.1	1.1	(0.0)	1.6
<b>Total Revenues</b>	<b>101.0</b>	<b>104.2</b>	<b>3.2</b>	<b>155.1</b>
Salaries and Wages/Payroll Related Costs	62.8	62.7	(0.1)	90.2
Materials and Supplies/Cost of Goods Sold	3.9	6.2	2.3	8.1
Depreciation and Amortization	10.3	10.6	0.4	15.8
Other Contracted Services/Professional Fees & Services	7.2	7.2	(0.1)	12.0
All Other Operating Expenses	16.9	19.6	2.7	29.9
<b>Total Expenses</b>	<b>\$ 101.1</b>	<b>106.3</b>	<b>5.2</b>	<b>156.1</b>
<b>Adjusted Income (Loss)</b>	<b>(0.2)</b>	<b>(2.1)</b>	<b>(2.0)</b>	<b>(1.0)</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>10.1</b>	<b>8.5</b>	<b>(1.6)</b>	<b>14.8</b>



# Monthly Financial Report

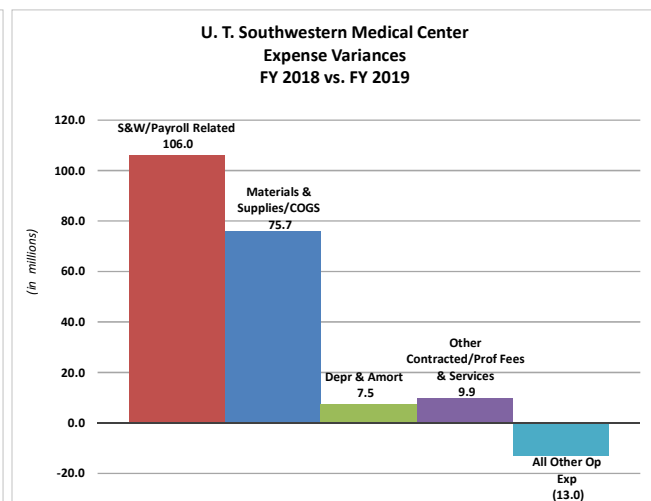
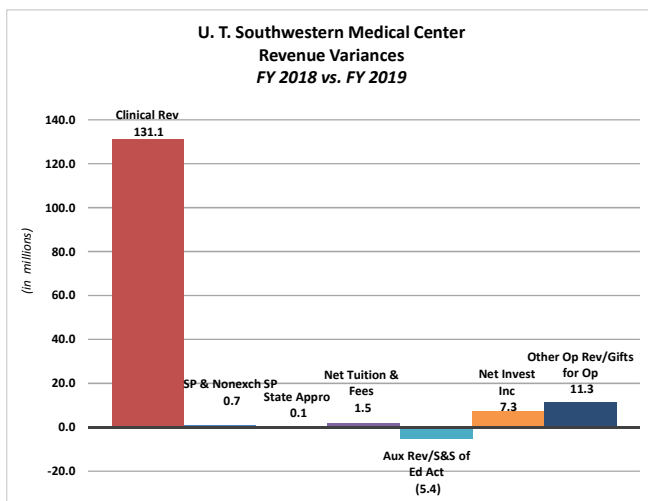
## Comparison of Operating Results, Margin and Projected Year-End

### For the Period Ending April 30, 2019



U. T. Southwestern Medical Center reported year-to-date adjusted income of \$58.5 million, a decrease of \$39.5 million (40.3%). The decrease was primarily due to the following: an increase in salaries and wages and payroll related costs as a result of growth in both the hospital and the physician practice plan; and an increase in materials and supplies as a result of increased drugs and medical supplies driven by patient volumes and patient acuity. Excluding depreciation and amortization expense, U. T. Southwestern Medical Center's adjusted income was \$180.0 million. The most current projection received from U. T. Southwestern Medical Center reflects income of \$90.5 million for the year.

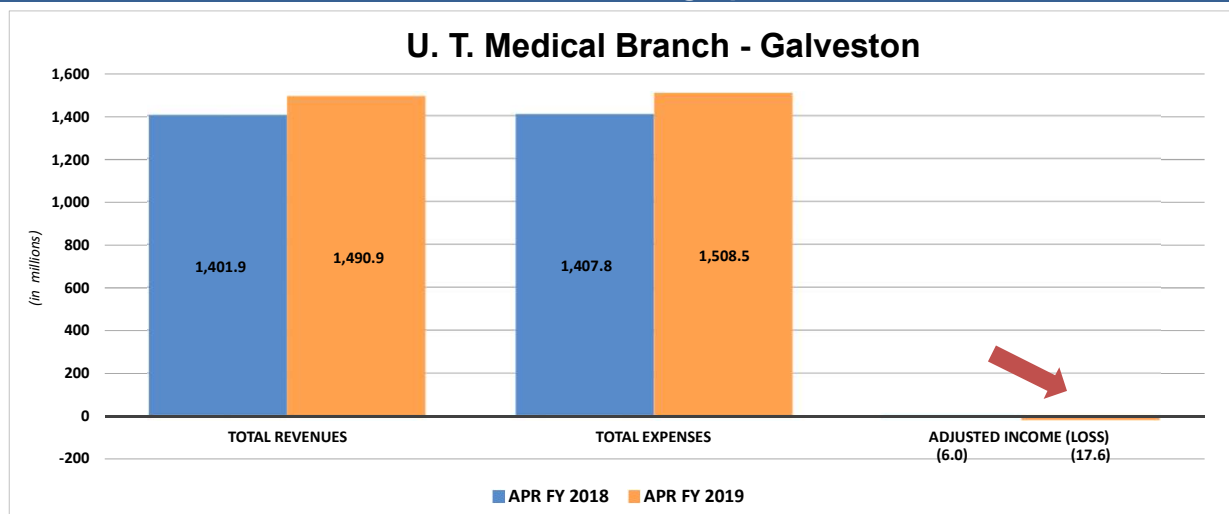
(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Clinical Revenues	\$ 1,296.8	1,427.9	131.1	2,155.7
Sponsored Programs/Nonexchange Sponsored Programs	394.0	394.6	0.7	575.6
State Appropriations	128.9	129.0	0.1	193.9
Net Tuition and Fees	16.5	18.0	1.5	27.0
Auxiliary Revenues/Sales & Services of Educational Activities	27.3	22.0	(5.4)	35.1
Net Investment Income	78.3	85.5	7.3	119.1
Other Operating Revenues/Gift Contributions for Operations	101.6	112.9	11.3	182.5
<b>Total Revenues</b>	<b>2,043.4</b>	<b>2,190.0</b>	<b>146.5</b>	<b>3,289.0</b>
Salaries and Wages/Payroll Related Costs	1,222.9	1,328.8	106.0	1,997.8
Materials and Supplies/Cost of Goods Sold	322.3	397.9	75.7	595.9
Depreciation and Amortization	114.0	121.5	7.5	177.0
Other Contracted Services/Professional Fees & Services	140.6	150.5	9.9	254.7
All Other Operating Expenses	145.7	132.7	(13.0)	173.2
<b>Total Expenses</b>	<b>\$ 1,945.5</b>	<b>2,131.5</b>	<b>186.1</b>	<b>3,198.5</b>
<b>Adjusted Income (Loss)</b>	<b>98.0</b>	<b>58.5</b>	<b>(39.5)</b>	<b>90.5</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>212.0</b>	<b>180.0</b>	<b>(32.0)</b>	<b>267.5</b>



# Monthly Financial Report

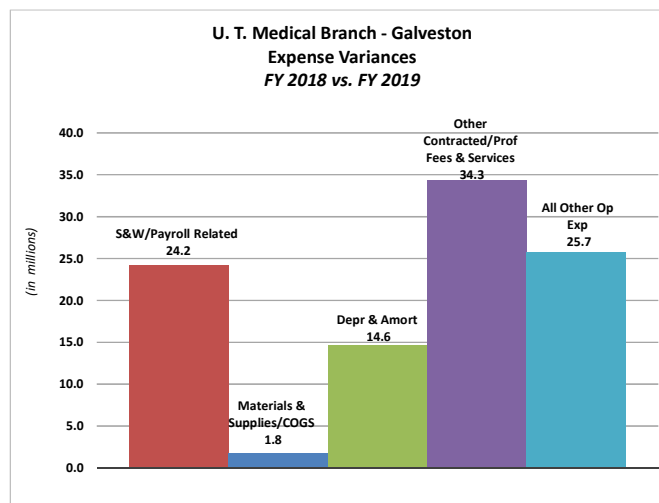
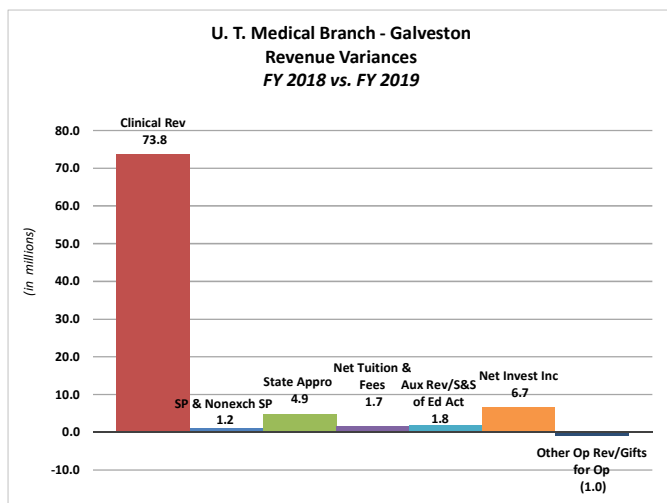
## Comparison of Operating Results, Margin and Projected Year-End

### For the Period Ending April 30, 2019



*U. T. Medical Branch - Galveston* incurred a year-to-date adjusted loss of \$17.6 million, an increase in adjusted loss of \$11.6 million (195.2%). The increase was primarily due to the following: an increase in professional fees and services due to an increase in consulting services from external consulting firms, a clinical partnership contract with *U. T. M. D. Anderson Cancer Center*, and Clear Lake hospital startup activity; an increase in other contracted services as a result of an increase in Correctional Managed Care costs; an increase in salaries and wages and payroll related costs as a result of increases in staff and faculty positions associated with the opening of the Clear Lake hospital and merit increases; and an increase in depreciation and amortization expense due to various projects placed into service. Excluding depreciation and amortization expense, *U. T. Medical Branch - Galveston's* adjusted income was \$99.8 million. The most current projection received from *U. T. Medical Branch - Galveston* reflects a loss of \$44.3 million for the year primarily as a result of startup costs related to the opening of the Clear Lake hospital in March.

(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Clinical Revenues	\$ 897.6	971.4	73.8	1,500.1
Sponsored Programs/Nonexchange Sponsored Programs	131.5	132.7	1.2	201.0
State Appropriations	246.4	251.3	4.9	374.5
Net Tuition and Fees	27.6	29.3	1.7	43.5
Auxiliary Revenues/Sales & Services of Educational Activities	17.5	19.3	1.8	29.5
Net Investment Income	35.0	41.7	6.7	64.3
Other Operating Revenues/Gift Contributions for Operations	46.2	45.2	(1.0)	54.1
<b>Total Revenues</b>	<b>1,401.9</b>	<b>1,490.9</b>	<b>89.0</b>	<b>2,267.0</b>
Salaries and Wages/Payroll Related Costs	895.3	919.5	24.2	1,394.5
Materials and Supplies/Cost of Goods Sold	180.4	182.1	1.8	281.6
Depreciation and Amortization	102.8	117.4	14.6	182.6
Other Contracted Services/Professional Fees & Services	100.6	135.0	34.3	210.9
All Other Operating Expenses	128.7	154.4	25.7	241.6
<b>Total Expenses</b>	<b>\$ 1,407.8</b>	<b>1,508.5</b>	<b>100.7</b>	<b>2,311.2</b>
<b>Adjusted Income (Loss)</b>	<b>(6.0)</b>	<b>(17.6)</b>	<b>(11.6)</b>	<b>(44.3)</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>96.8</b>	<b>99.8</b>	<b>3.0</b>	<b>138.4</b>

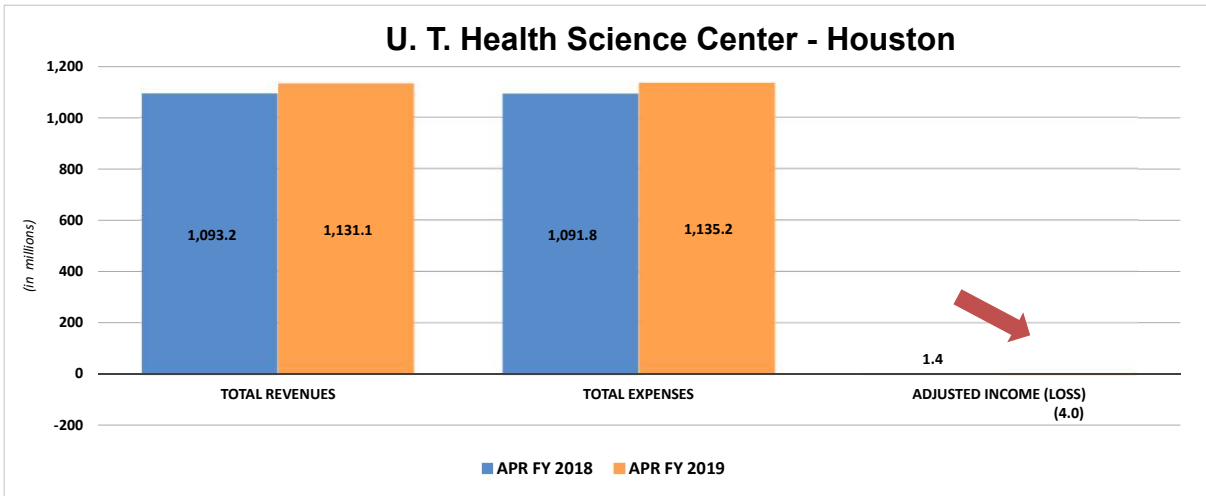




# Monthly Financial Report

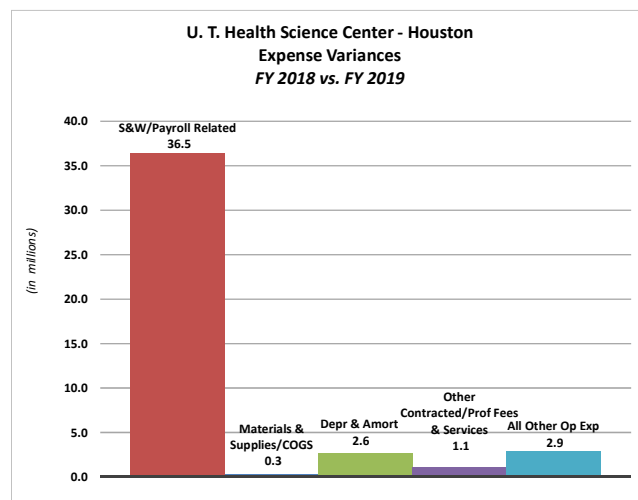
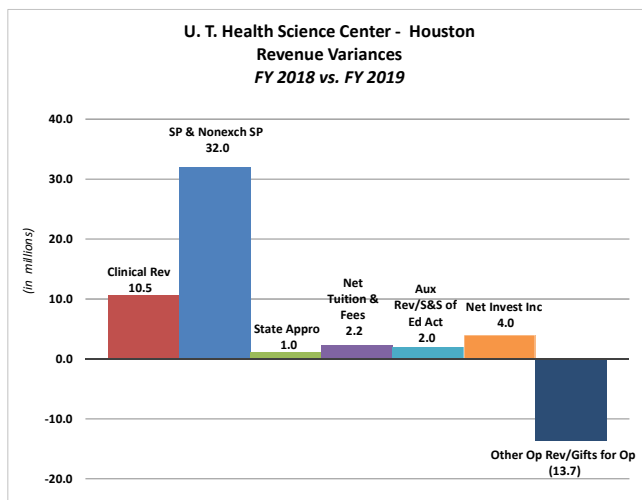
## Comparison of Operating Results, Margin and Projected Year-End

### For the Period Ending April 30, 2019



*U. T. Health Science Center - Houston* incurred a year-to-date loss of \$4.0 million, a decrease of \$5.4 million (387.8%). The decrease was attributable to the following: an increase in salaries and wages as a result of growth in the physician practice plan; a decrease in other operating revenues as a result of a decline in Delivery System Reform Incentive Payment revenues; and a decrease in gift contributions for operations as a result of a decline in pledges as compared to the prior year. Excluding depreciation and amortization expense, *U. T. Health Science Center - Houston's* adjusted income was \$40.7 million. The most current projection received from *U. T. Health Science Center - Houston* reflects income of \$8.1 million for the year.

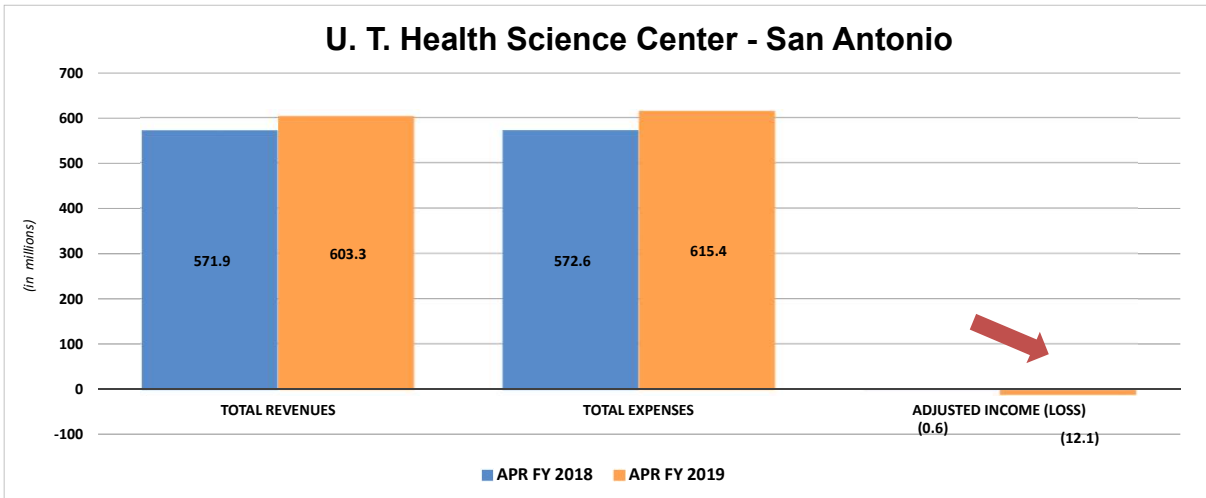
(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Clinical Revenues	\$ 289.2	299.7	10.5	454.1
Sponsored Programs/Nonexchange Sponsored Programs	491.2	523.2	32.0	801.9
State Appropriations	143.4	144.5	1.0	216.2
Net Tuition and Fees	39.1	41.3	2.2	59.8
Auxiliary Revenues/Sales & Services of Educational Activities	45.3	47.3	2.0	67.8
Net Investment Income	27.9	31.9	4.0	59.0
Other Operating Revenues/Gift Contributions for Operations	56.9	43.2	(13.7)	77.3
<b>Total Revenues</b>	<b>1,093.2</b>	<b>1,131.1</b>	<b>37.9</b>	<b>1,736.1</b>
Salaries and Wages/Payroll Related Costs	796.3	832.8	36.5	1,254.2
Materials and Supplies/Cost of Goods Sold	59.1	59.4	0.3	94.8
Depreciation and Amortization	42.1	44.8	2.6	67.1
Other Contracted Services/Professional Fees & Services	88.7	89.8	1.1	145.8
All Other Operating Expenses	105.5	108.4	2.9	166.1
<b>Total Expenses</b>	<b>\$ 1,091.8</b>	<b>1,135.2</b>	<b>43.4</b>	<b>1,728.0</b>
<b>Adjusted Income (Loss)</b>	<b>1.4</b>	<b>(4.0)</b>	<b>(5.4)</b>	<b>8.1</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>43.5</b>	<b>40.7</b>	<b>(2.8)</b>	<b>75.3</b>



# Monthly Financial Report

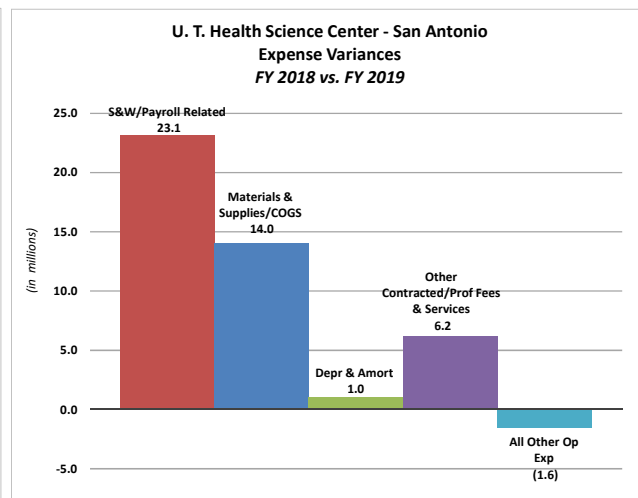
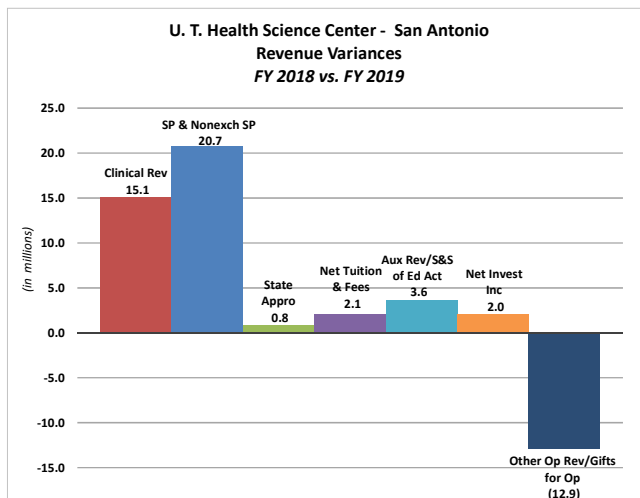
## Comparison of Operating Results, Margin and Projected Year-End

### For the Period Ending April 30, 2019



*U. T. Health Science Center - San Antonio* incurred a year-to-date loss of \$12.1 million, an increase in adjusted loss of \$11.4 million (1,765.4%). The increase was primarily due to the following: an increase in salaries and wages attributable to increased clinical faculty and staff positions as a result of growth associated with expanded clinical facilities; an increase in materials and supplies due to an increase in drug supplies purchases in Cancer Center Pharmacy, Pediatrics-Hemophilia Center, and the UT Nursing Clinical Enterprise; and a decline in Delivery System Reform Incentive Payment revenues. Excluding depreciation and amortization expense, *U. T. Health Science Center - San Antonio's* adjusted income was \$25.9 million. The most current projection received from *U. T. Health Science Center - San Antonio* reflects a loss of \$11.7 million for the year due to expansion of the clinical enterprise and strengthening of the research mission.

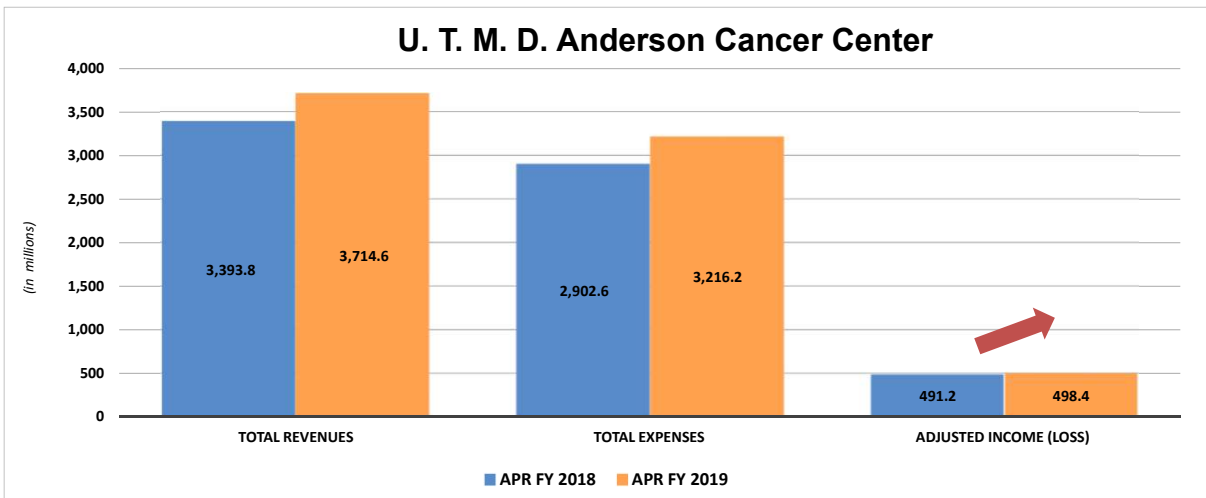
(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Clinical Revenues	\$ 138.4	153.5	15.1	240.2
Sponsored Programs/Nonexchange Sponsored Programs	205.7	226.4	20.7	339.6
State Appropriations	115.1	115.9	0.8	173.1
Net Tuition and Fees	29.2	31.3	2.1	47.0
Auxiliary Revenues/Sales & Services of Educational Activities	19.6	23.2	3.6	35.8
Net Investment Income	29.3	31.3	2.0	42.8
Other Operating Revenues/Gift Contributions for Operations	34.7	21.8	(12.9)	31.1
<b>Total Revenues</b>	<b>571.9</b>	<b>603.3</b>	<b>31.4</b>	<b>909.4</b>
Salaries and Wages/Payroll Related Costs	390.0	413.1	23.1	620.7
Materials and Supplies/Cost of Goods Sold	41.7	55.7	14.0	83.5
Depreciation and Amortization	37.0	38.0	1.0	57.0
Other Contracted Services/Professional Fees & Services	30.4	36.7	6.2	54.2
All Other Operating Expenses	73.5	71.9	(1.6)	105.6
<b>Total Expenses</b>	<b>\$ 572.6</b>	<b>615.4</b>	<b>42.8</b>	<b>921.1</b>
<b>Adjusted Income (Loss)</b>	<b>(0.6)</b>	<b>(12.1)</b>	<b>(11.4)</b>	<b>(11.7)</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>36.4</b>	<b>25.9</b>	<b>(10.4)</b>	<b>45.3</b>



# Monthly Financial Report

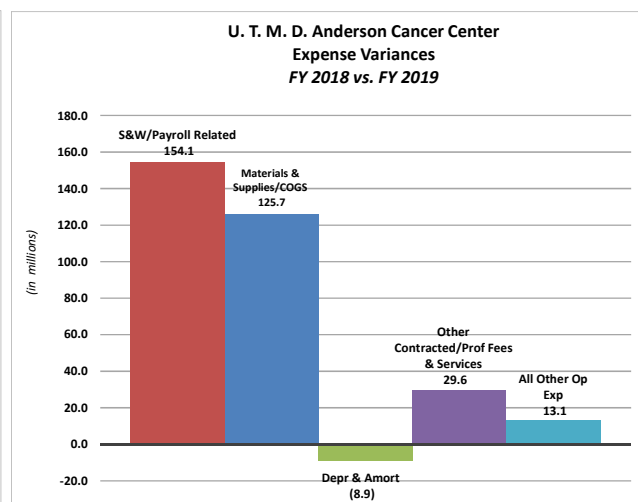
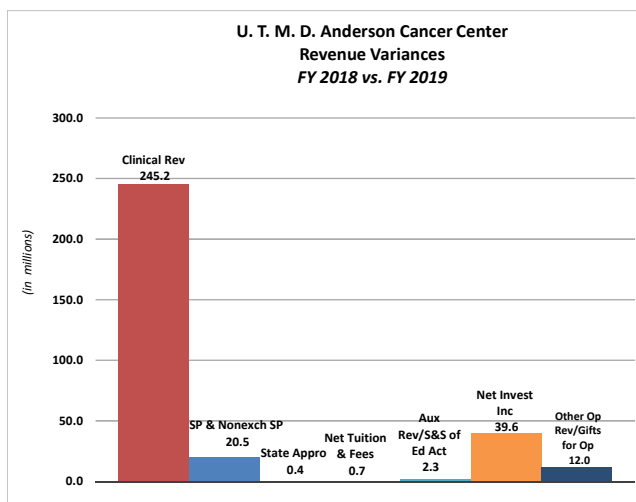
## Comparison of Operating Results, Margin and Projected Year-End

### For the Period Ending April 30, 2019



*U. T. M. D. Anderson Cancer Center* reported year-to-date adjusted income of \$498.4 million, an increase of \$7.2 million (1.5%). The increase in adjusted income was primarily attributable to an increase in net sales and services of hospitals due to an increase in admissions, patient days, and outpatient visits. An increase in net investment income due to improved market conditions also contributed to the favorable variance. Excluding depreciation and amortization expense, *U. T. M. D. Anderson Cancer Center's* adjusted income was \$734.2 million. The most current projection received from *U. T. M. D. Anderson Cancer Center* reflects income of \$747.9 million for the year.

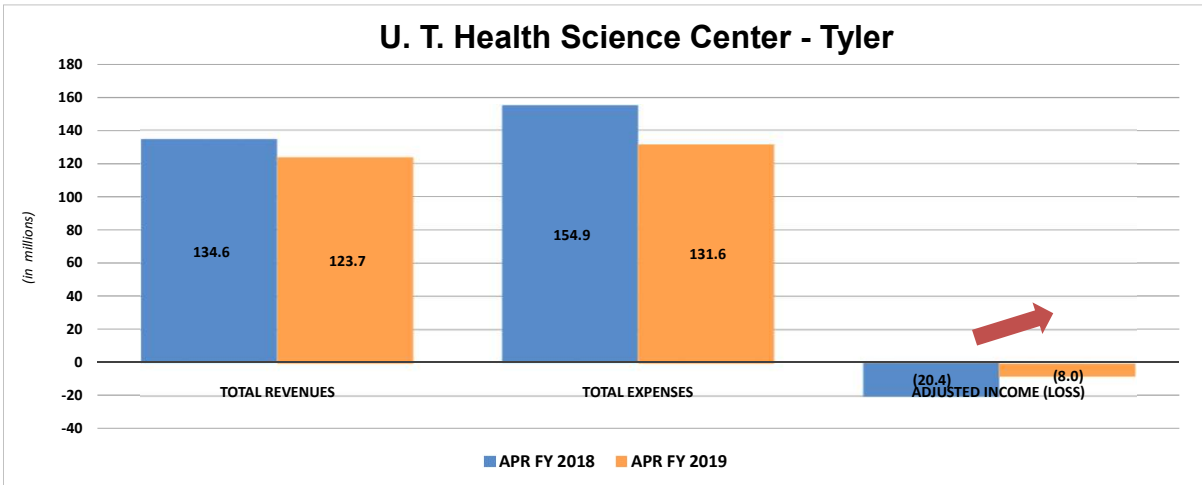
(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Clinical Revenues	\$ 2,732.4	2,977.5	245.2	4,475.1
Sponsored Programs/Nonexchange Sponsored Programs	231.3	251.9	20.5	384.0
State Appropriations	139.2	139.7	0.4	209.4
Net Tuition and Fees	0.9	1.7	0.7	1.7
Auxiliary Revenues/Sales & Services of Educational Activities	30.3	32.7	2.3	49.4
Net Investment Income	105.3	145.0	39.6	242.5
Other Operating Revenues/Gift Contributions for Operations	154.3	166.3	12.0	234.7
<b>Total Revenues</b>	<b>3,393.8</b>	<b>3,714.6</b>	<b>320.9</b>	<b>5,596.9</b>
Salaries and Wages/Payroll Related Costs	1,653.7	1,807.8	154.1	2,713.4
Materials and Supplies/Cost of Goods Sold	619.9	745.6	125.7	1,088.7
Depreciation and Amortization	244.7	235.7	(8.9)	355.2
Other Contracted Services/Professional Fees & Services	179.7	209.3	29.6	367.0
All Other Operating Expenses	204.7	217.8	13.1	324.6
<b>Total Expenses</b>	<b>\$ 2,902.6</b>	<b>3,216.2</b>	<b>313.6</b>	<b>4,848.9</b>
<b>Adjusted Income (Loss)</b>	<b>491.2</b>	<b>498.4</b>	<b>7.2</b>	<b>747.9</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>735.8</b>	<b>734.2</b>	<b>(1.7)</b>	<b>1,103.1</b>



# Monthly Financial Report

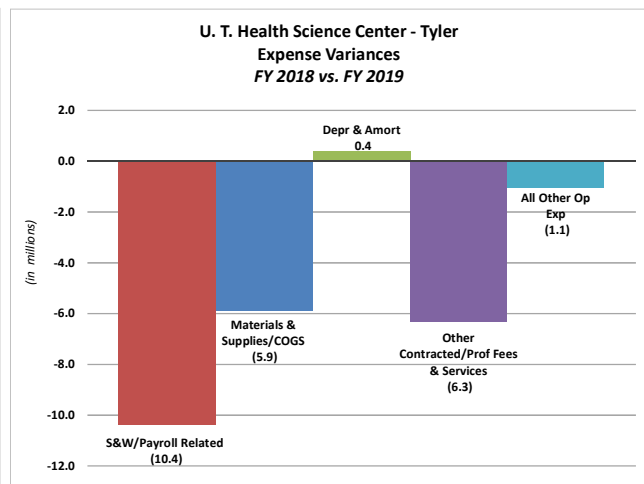
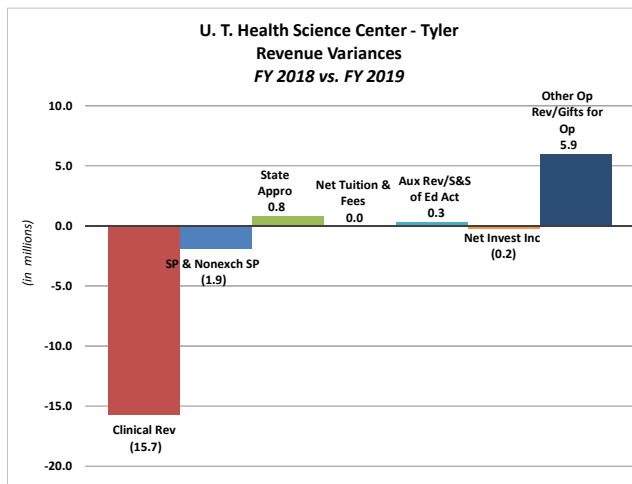
## Comparison of Operating Results, Margin and Projected Year-End

### For the Period Ending April 30, 2019



*U. T. Health Science Center - Tyler* incurred a year-to-date loss of \$8.0 million, a decrease in adjusted loss of \$12.4 million (60.9%). The decrease was primarily due to the following: lower salaries and wages and payroll related costs attributable to workforce restructuring initiatives; a decrease in professional fees as a result of lower medical services expenses and one-time consulting and legal expenses associated with the joint venture in 2018; a decrease in materials and supplies as a result of a decrease in medical supplies, corresponding to lower direct hospital revenue associated with entry into the UT Health East Texas (UTHET) joint venture; and increased other operating income from the joint venture. Excluding depreciation and amortization expense, *U. T. Health Science Center - Tyler's* adjusted income was \$1.7 million. The most current projection received from *U. T. Health Science Center - Tyler* reflects income of \$0.5 million for the year due to the continued benefit from salary and benefit savings related to the prior year's workforce restructuring initiatives, expected seasonal and operational increases in direct hospital revenues, and increased other operating income from both 1115 Waiver Delivery System Reform Incentive Payment revenue and from the joint venture.

(in millions)	April YTD FY 2018	April YTD FY 2019	Variance	Annual Projected FY 2019
Clinical Revenues	\$ 56.0	40.2	(15.7)	61.0
Sponsored Programs/Nonexchange Sponsored Programs	22.2	20.3	(1.9)	32.3
State Appropriations	34.1	34.8	0.8	52.3
Net Tuition and Fees	0.2	0.2	0.0	0.3
Auxiliary Revenues/Sales & Services of Educational Activities	2.6	2.8	0.3	4.2
Net Investment Income	2.7	2.4	(0.2)	3.6
Other Operating Revenues/Gift Contributions for Operations	16.9	22.8 *	5.9	35.7 *
<b>Total Revenues</b>	<b>134.6</b>	<b>123.7</b>	<b>(10.9)</b>	<b>189.3</b>
Salaries and Wages/Payroll Related Costs	92.3	81.9	(10.4)	113.4
Materials and Supplies/Cost of Goods Sold	20.0	14.1	(5.9)	21.1
Depreciation and Amortization	9.2	9.6	0.4	14.4
Other Contracted Services/Professional Fees & Services	21.9	15.6	(6.3)	24.1
All Other Operating Expenses	11.6	10.5	(1.1)	15.8
<b>Total Expenses</b>	<b>\$ 154.9</b>	<b>131.6</b>	<b>(23.3)</b>	<b>188.8</b>
<b>Adjusted Income (Loss)</b>	<b>(20.4)</b>	<b>(8.0)</b>	<b>12.4</b>	<b>0.5</b>
<b>Adjusted Income (Loss) Excluding Depr &amp; Amort Exp</b>	<b>(11.1)</b>	<b>1.7</b>	<b>12.8</b>	<b>14.9</b>



\*Other Operating Income includes 30% of UTHET's net adjusted income which is \$6.3 million through April. The forecast of \$0.5 million includes \$9.9 million of UTHET's net adjusted income for the year.