

THE UNIVERSITY OF TEXAS SYSTEM OFFICE OF THE CONTROLLER

MONTHLY FINANCIAL REPORT *(unaudited)*

APRIL 2020



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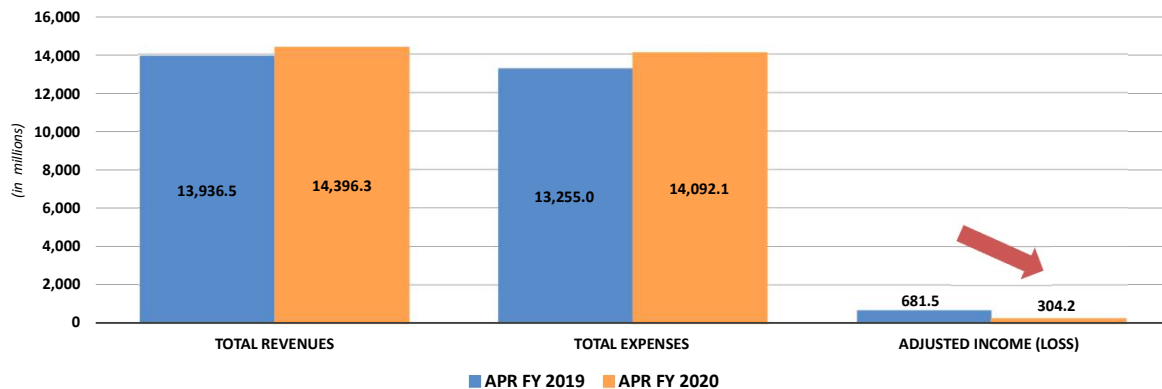
Monthly Financial Report

Comparison of Operating Results and Margin

For the Period Ending April 30, 2020

U. T. System Consolidated

(Excluding OPEB & Pension Expense)

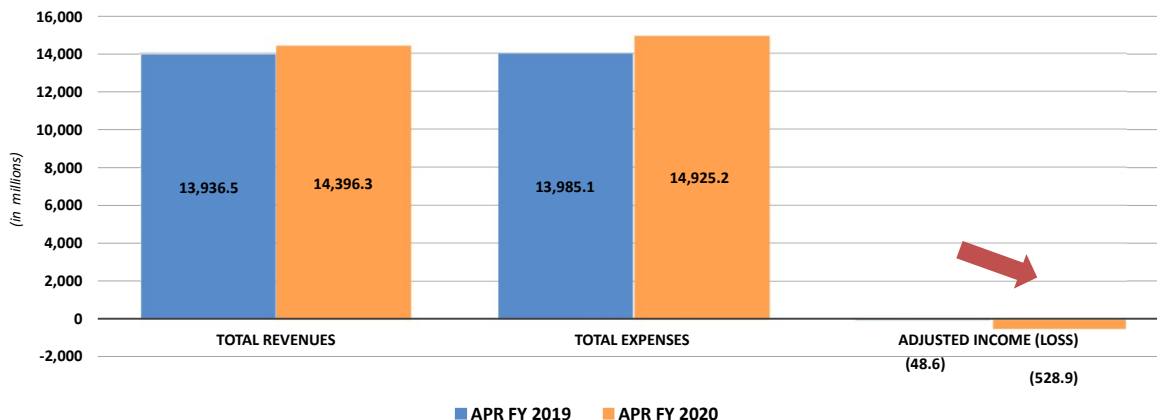


Excluding other postemployment benefits (OPEB) and pension expense, *U. T. System Consolidated* shows year-to-date adjusted income of \$304.2 million, a decrease of \$377.3 million (55%) from the prior year. The decrease was primarily due to the following: an increase in salaries and wages to support faculty and clinical services; an increase in materials and supplies required for hospital operations; a decrease in net investment income; and a decrease in auxiliary revenues as a result of COVID-19. While *U. T. System* is showing an increase in clinical revenues, April results were negatively impacted by COVID-19.

(in millions)	April YTD FY 2019	April YTD FY 2020	Variance
Clinical Revenues	\$ 5,875.5	5,987.8	112.3
Sponsored Programs/Nonexchange Sponsored Programs	2,502.9	2,790.0	287.0
State Appropriations	1,548.7	1,514.2	(34.5)
Net Tuition and Fees	1,239.9	1,282.0	42.1
Auxiliary Revenues/Sales & Services of Educational Activities	927.6	863.0	(64.6)
Net Investment Income	1,222.9	1,088.7	(134.2)
Other Operating Revenues/Gift Contributions for Operations	618.9	870.6	251.7
Total Revenues	13,936.5	14,396.3	459.8
Salaries and Wages/Payroll Related Costs	7,871.8	8,518.4	646.6
Materials and Supplies/Cost of Goods Sold	1,682.2	1,855.8	173.6
Depreciation and Amortization	993.2	1,031.2	38.0
Other Contracted Services/Professional Fees & Services	952.4	983.9	31.5
All Other Operating Expenses	1,755.2	1,702.8	(52.5)
Total Expenses (Excluding OPEB & Pension Exp)	\$ 13,255.0	14,092.1	837.1
Adjusted Income (Loss) Excluding OPEB & Pension Exp	681.5	304.2	(377.3)
OPEB Expense	562.1	443.2	(119.0)
Pension Expense	168.0	389.9	221.9
Adjusted Income (Loss)	(48.6)	(528.9)	(480.3)
Adjusted Income (Loss) Excluding Depr & Amort Exp	944.6	502.3	(442.3)

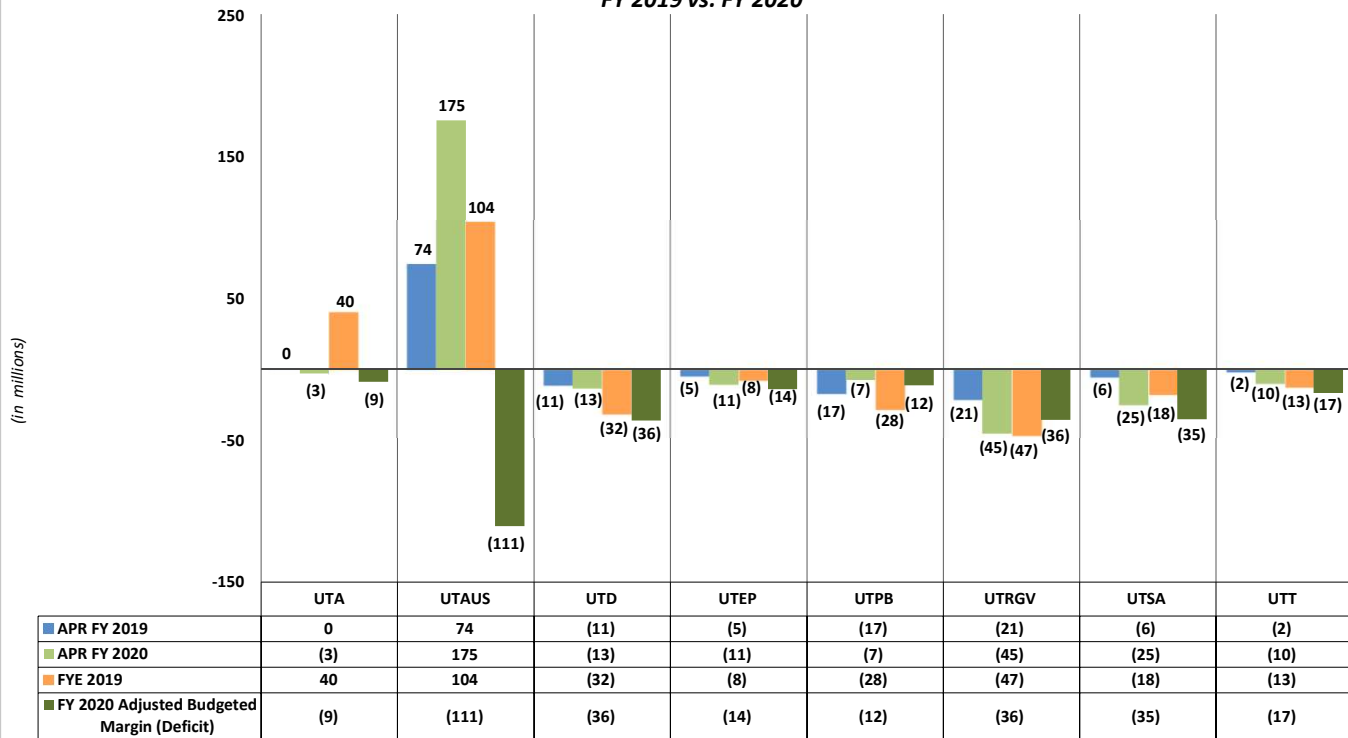
U. T. System Consolidated

(Including OPEB & Pension Expense)

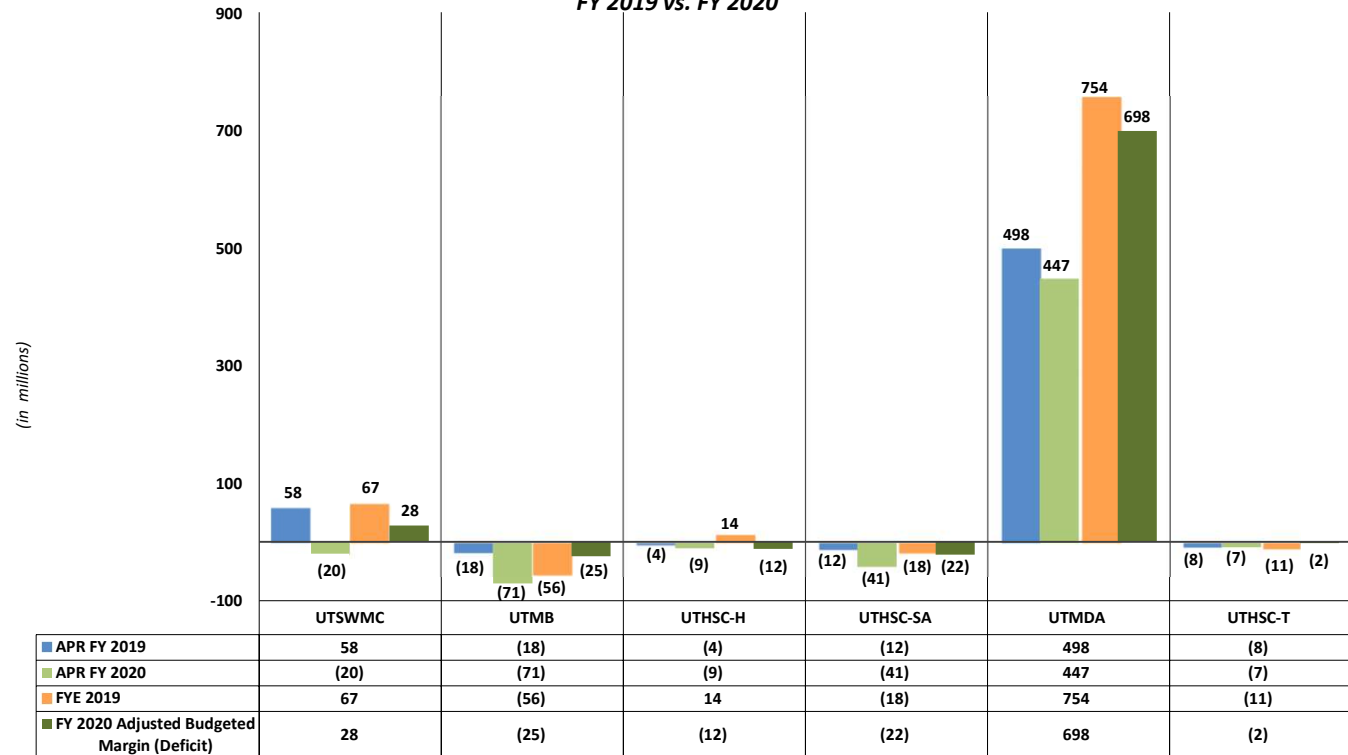


Monthly Financial Report
Comparison of Adjusted Income (Loss)
For the Period Ending April 30, 2020

U. T. Academic Institutions
FY 2019 vs. FY 2020



U. T. Health Institutions
FY 2019 vs. FY 2020



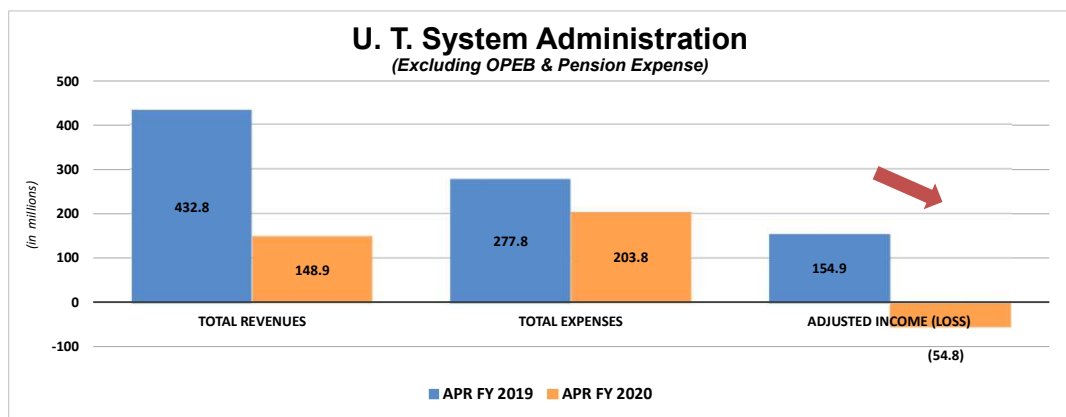
Monthly Financial Report
Comparison of Adjusted Income (Loss)
For the Period Ending April 30, 2020

Executive Summary of Adjusted Income (Loss)

	April FYTD 2019 (millions)	April FYTD 2020 (millions)	Variance %	Comments
U. T. System Administration (excluding OPEB & Pension Expense)	\$ 154.9	(54.8)	-135%	Decrease in Net Investment Income
U. T. Arlington	0.1	(3.1)	-5,638%	Increase in Salaries and Wages, Payroll Related Decrease in Auxiliary Revenues
U. T. Austin	74.0	175.2	137%	Increase in Gifts for Operations, Available University Fund (AUF) transfer, Net Investment Income
U. T. Dallas	(11.4)	(13.3)	-17%	Increase in Salaries and Wages, Payroll Related Decrease in Auxiliary Revenues
U. T. El Paso	(5.0)	(10.8)	-116%	Increase in Salaries and Wages, Payroll Related Decrease in Auxiliary Revenues
U. T. Permian Basin	(17.2)	(7.4)	57%	Increase in Sponsored Programs, Nonexchange Sponsored Programs, Net Tuition & Fees and Net Auxiliary Enterprises revenue, prior year understated
U. T. Rio Grande Valley	(21.4)	(44.8)	-109%	Increase in Salaries & Wages, Payroll Related, Depreciation & Amortization Decrease in Sponsored Programs, DSRIP
U. T. San Antonio	(5.7)	(25.1)	-344%	Increase in Salaries & Wages, Payroll Related, Professional Fees & Services Decrease in Auxiliary Revenues
U. T. Tyler	(2.1)	(10.2)	-383%	Increase in Salaries & Wages, Payroll Related, Depreciation & Amortization, Other Contracted Services
Southwestern	58.5	(20.1)	-134%	Increase in Salaries & Wages, Payroll Related, Materials & Supplies Clinical revenues negatively impacted by COVID-19
UTMB	(17.6)	(70.8)	-303%	Increase in Salaries & Wages, Payroll Related, Materials & Supplies, Depreciation & Amortization April results negatively impacted by COVID-19
UTHSC-Houston	(4.0)	(9.5)	-135%	Increase in Salaries & Wages, Payroll Related April results negatively impacted by COVID-19
UTHSC-San Antonio	(12.1)	(40.7)	-238%	Increase in Salaries & Wages, Payroll Related, Materials & Supplies Decrease in Gifts for Operations, DSRIP April results negatively impacted by COVID-19
M. D. Anderson	498.4	447.0	-10%	Increase in Salaries & Wages, Payroll Related, Materials & Supplies Clinical revenues negatively impacted by COVID-19
UTHSC-Tyler	(8.0)	(7.4)	7%	Increase in Clinical Revenues April results negatively impacted by COVID-19
Total Adjusted Income (Loss)	\$ 681.5	304.2	-55%	

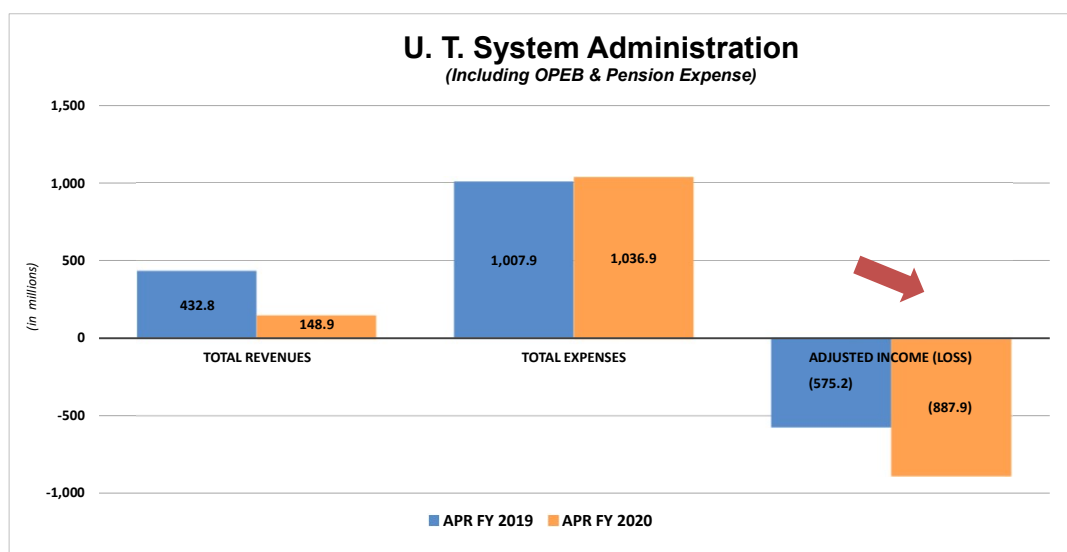
* For additional details on the variances, please see pages 4 through 19.

Monthly Financial Report
Comparison of Operating Results and Margin
For the Period Ending April 30, 2020



Excluding OPEB and pension expense, *U. T. System Administration* incurred a year-to-date adjusted loss of \$54.8 million, a decrease of \$209.8 million (135%) from the prior year. The decrease was primarily due to a decrease in net investment income as a result of a decrease in Permanent University Fund (PUF) gas royalties, mineral lease bonus sales, PUF investment income, and Available University Fund (AUF) surface income, as well as increases in the Long Term Fund (LTF) distribution and LTF investment expenses.

<i>(in millions)</i>	April YTD FY 2019	April YTD FY 2020	Variance
Sponsored Programs/Nonexchange Sponsored Programs	\$ 30.9	41.8	10.9
State Appropriations	2.2	2.3	0.1
Auxiliary Revenues/Sales & Services of Educational Activities	5.2	13.8	8.6
Net Investment Income/Available University Fund (AUF)	375.2	65.9	(309.3)
Other Operating Revenues/Gift Contributions for Operations	19.2	25.2	6.0
Total Revenues	432.8	148.9	(283.8)
Salaries and Wages/Payroll Related Costs	50.4	47.5	(2.9)
Materials and Supplies/Cost of Goods Sold	21.9	12.7	(9.2)
Depreciation and Amortization	17.9	11.2	(6.7)
Other Contracted Services/Professional Fees & Services	27.9	26.6	(1.3)
All Other Operating Expenses	159.8	105.8	(54.0)
Total Expenses (Excluding OPEB & Pension Exp)	\$ 277.8	203.8	(74.0)
Adjusted Income (Loss) Excluding OPEB & Pension Exp	154.9	(54.8)	(209.8)
OPEB Expense	562.1	443.2	(119.0)
Pension Expense	168.0	389.9	221.9
Adjusted Income (Loss)	(575.2)	(887.9)	(312.8)
Adjusted Income (Loss) Excluding Depr & Amort Exp	(557.3)	(876.7)	(319.4)

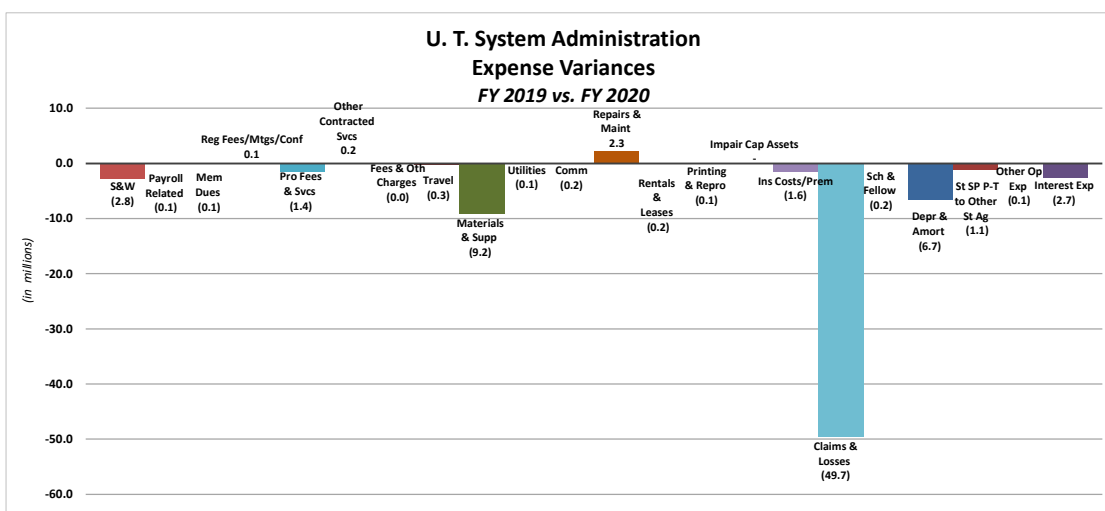


Monthly Financial Report

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

For the Period Ending April 30, 2020

(in millions)	April YTD FY 2019	April YTD FY 2020	Actual Year-End FY 2019
Salaries and Wages	\$ 40.5	37.7	57.9
Payroll Related Costs	9.8	9.7	(306.4) *
Membership Dues	0.4	0.3	0.5
Registration Fees, Meetings, Conferences	0.2	0.3	0.4
Professional Fees and Services	9.2	7.8	15.4
Other Contracted Services	18.7	18.8	25.7
Fees and Other Charges	0.0	0.0	0.1
Travel	1.0	0.7	1.5
Materials and Supplies	21.9	12.7	11.4
Utilities	0.3	0.2	0.4
Communications	3.6	3.4	3.6
Repairs and Maintenance	2.5	4.8	5.8
Rentals and Leases	2.1	1.9	2.8
Printing and Reproduction	0.2	0.1	0.3
Impairment of Capital Assets	-	-	25.8
Insurance Costs/Premiums	49.0	47.5	10.5
Claims and Losses	72.3	22.6	65.5
Scholarships and Fellowships	0.6	0.4	1.5
Depreciation and Amortization	17.9	11.2	23.8
State Sponsored Program Pass-Through to Other State Agencies	3.6	2.4	4.4
Other Operating Expenses	1.1	1.0	1.7
Interest Expense	22.8	20.1	31.6
Total Expenses (Excluding OPEB & Pension Expense)	277.8	203.8	(16.0)
OPEB Expense	562.1	443.2	664.8
Pension Expense	168.0	389.9	584.8
Total Expenses (Including OPEB & Pension Expense)	\$ 1,007.9	1,036.9	1,233.7



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

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

Materials and Supplies – decrease of \$9.2 million due to the timing of Microsoft Agreement revenue received and corresponding service department elimination, as well as Oracle Maintenance Agreement software licenses reclassified to repairs and maintenance. An increase in computer software expenses for Systemwide expenses partially offset the decrease.

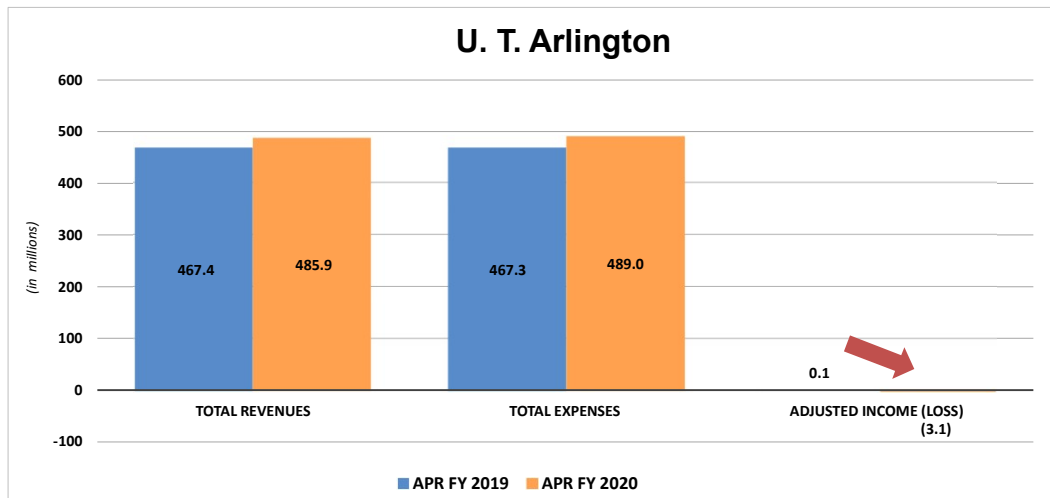
Claims and Losses – decrease of \$49.7 million as a result of the service department elimination.

Depreciation and Amortization – decrease of \$6.7 million due to PeopleSoft being fully depreciated in April 2019 and TEx 2.0 being written off in July 2019.

Monthly Financial Report

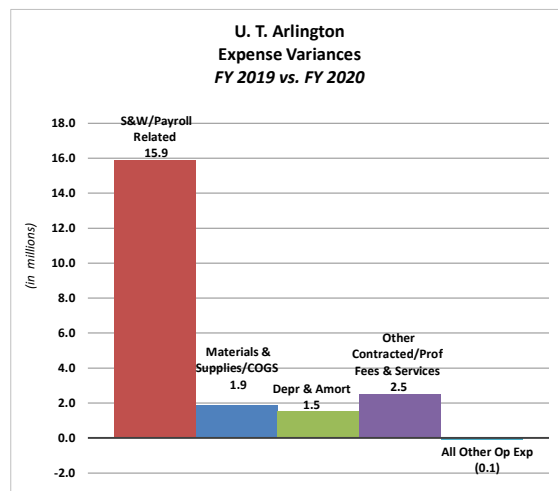
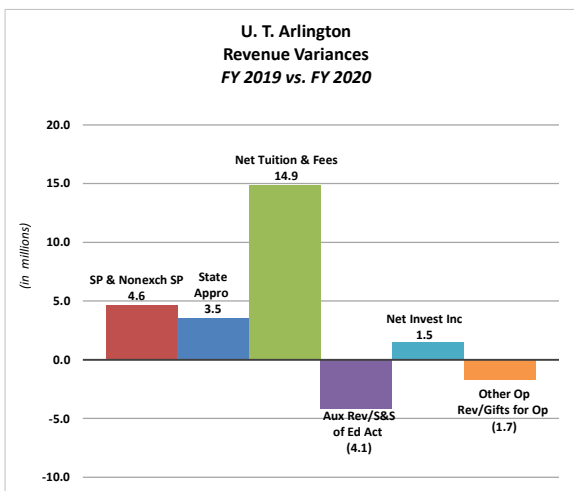
Comparison of Operating Results and Margin

For the Period Ending April 30, 2020



U. T. Arlington incurred a year-to-date adjusted loss of \$3.1 million, a decrease of \$3.2 million (5,638%) from the prior year. The decrease was primarily attributable to the following: an increase in salaries and wages and payroll related costs due to merit increases; and a decrease in auxiliary revenues as a result of COVID-19. *U. T. Arlington* estimated a total of \$8.0 million of nonmandatory student fees for housing, meal plans and student parking will be refunded in 2020 due to COVID-19. For the period ending April 30, 2020, *U. T. Arlington* refunded \$4.0 million of those fees.

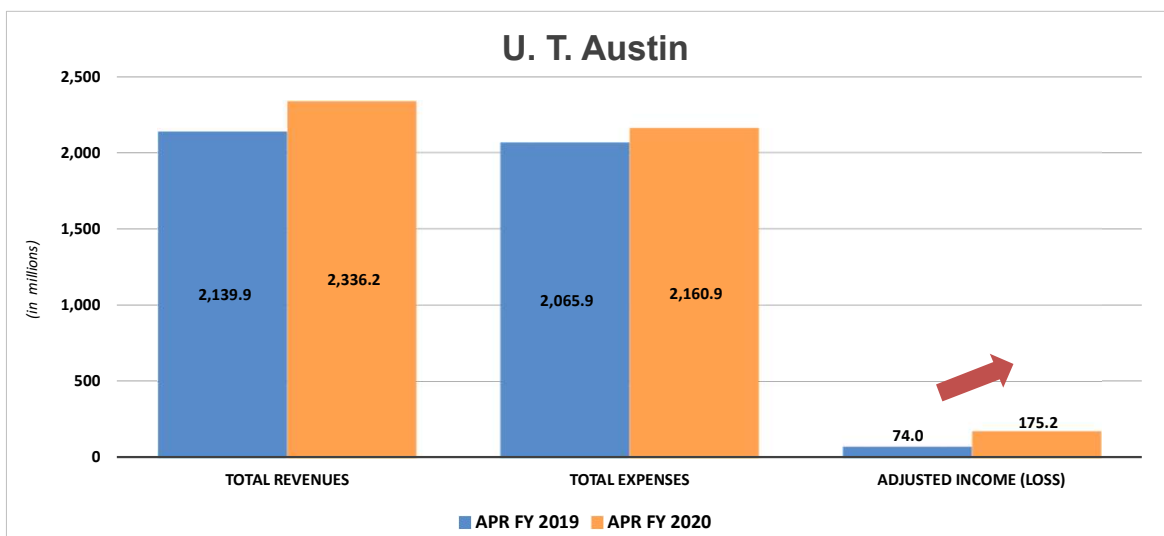
(in millions)	April YTD FY 2019	April YTD FY 2020	Variance
Sponsored Programs/Nonexchange Sponsored Programs	\$ 92.8	97.4	4.6
State Appropriations	88.5	92.0	3.5
Net Tuition and Fees	210.9	225.8	14.9
Auxiliary Revenues/Sales & Services of Educational Activities	46.8	42.7	(4.1)
Net Investment Income	15.2	16.6	1.5
Other Operating Revenues/Gift Contributions for Operations	13.2	11.5	(1.7)
Total Revenues	467.4	485.9	18.6
Salaries and Wages/Payroll Related Costs	260.5	276.3	15.9
Materials and Supplies/Cost of Goods Sold	22.7	24.6	1.9
Depreciation and Amortization	36.6	38.2	1.5
Other Contracted Services/Professional Fees & Services	61.2	63.7	2.5
All Other Operating Expenses	86.3	86.3	(0.1)
Total Expenses	\$ 467.3	489.0	21.7
Adjusted Income (Loss)	0.1	(3.1)	(3.2)
Adjusted Income (Loss) Excluding Depr & Amort Exp	36.7	35.1	(1.6)



Monthly Financial Report

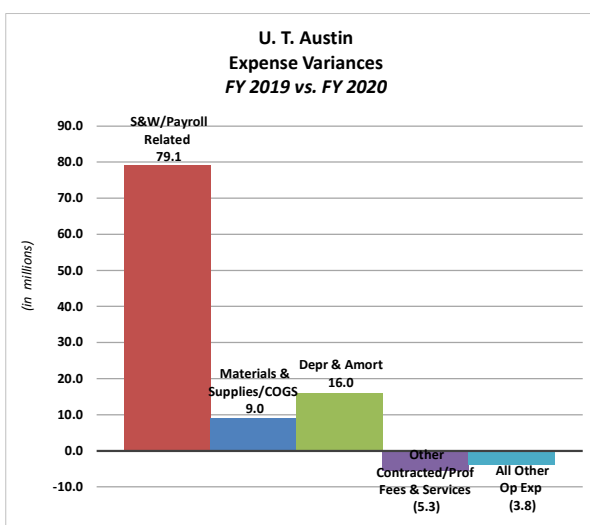
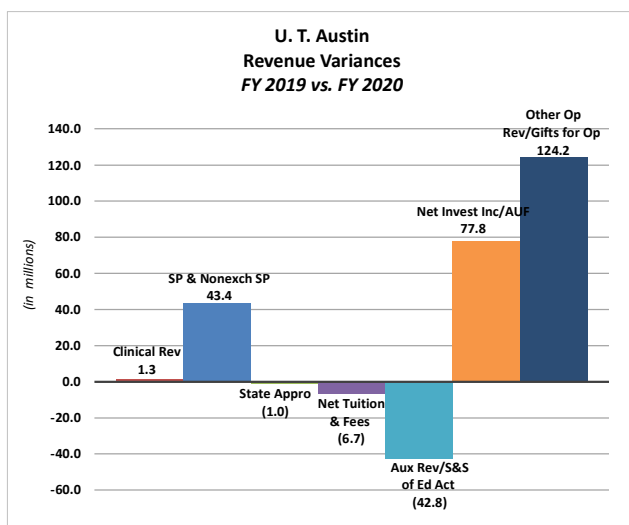
Comparison of Operating Results and Margin

For the Period Ending April 30, 2020



U. T. Austin reported year-to-date adjusted income of \$175.2 million, an increase of \$101.2 million (137%) from the prior year. The increase was primarily due to the following: an increase in gift contributions for operations as a result of a \$130 million gift from the Moody Foundation; an increase in the amount of the transfer from the Available University Fund; and an increase in net investment income. *U. T. Austin* estimated a total of \$26.1 million of nonmandatory student fees for housing, meal plans and student parking will be refunded in 2020 due to COVID-19. For the period ending April 30, 2020, *U. T. Austin* refunded \$23.3 million of those fees.

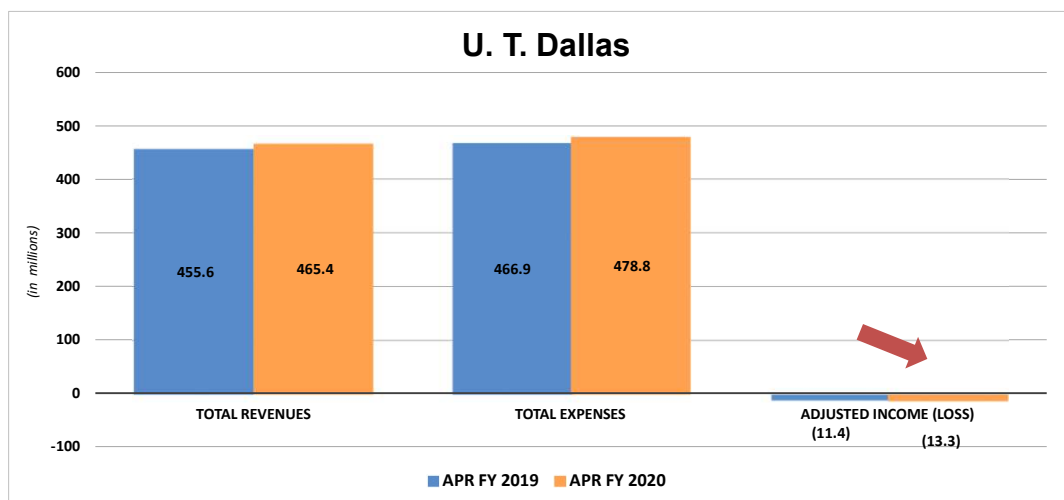
<i>(in millions)</i>	April YTD FY 2019	April YTD FY 2020	Variance
Clinical Revenues	\$ 3.6	5.0	1.3
Sponsored Programs/Nonexchange Sponsored Programs	424.1	467.6	43.4
State Appropriations	237.5	236.4	(1.0)
Net Tuition and Fees	346.7	340.0	(6.7)
Auxiliary Revenues/Sales & Services of Educational Activities	559.1	516.4	(42.8)
Net Investment Income/Available University Fund (AUF)	435.8	513.6	77.8
Other Operating Revenues/Gift Contributions for Operations	133.1	257.3	124.2
Total Revenues	2,139.9	2,336.2	196.3
Salaries and Wages/Payroll Related Costs	1,194.0	1,273.2	79.1
Materials and Supplies/Cost of Goods Sold	107.8	116.8	9.0
Depreciation and Amortization	209.3	225.3	16.0
Other Contracted Services/Professional Fees & Services	135.0	129.7	(5.3)
All Other Operating Expenses	419.7	415.9	(3.8)
Total Expenses	\$ 2,065.9	2,160.9	95.1
Adjusted Income (Loss)	74.0	175.2	101.2
Adjusted Income (Loss) Excluding Depr & Amort Exp	283.3	400.6	117.2



Monthly Financial Report

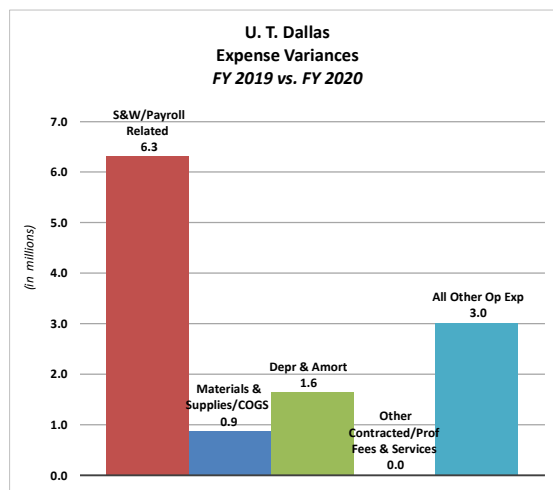
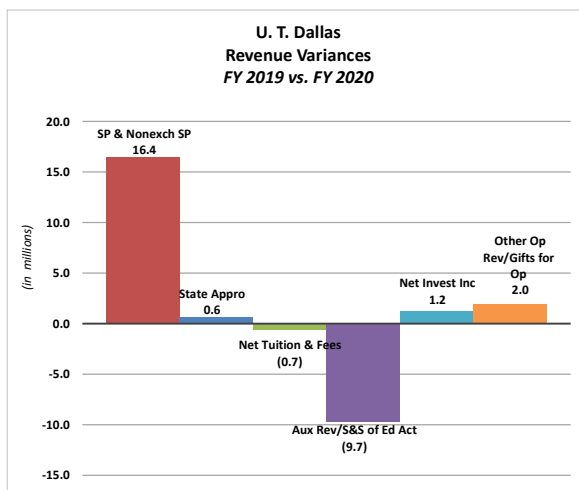
Comparison of Operating Results and Margin

For the Period Ending April 30, 2020



U. T. Dallas incurred a year-to-date adjusted loss of \$13.3 million, an increase in adjusted loss of \$2.0 million (17%) from the prior year. The increase was primarily attributable to the following: a decrease in auxiliary revenues as a result of change in accounting for student insurance and COVID-19; and an increase in salaries and wages and payroll related costs driven by merit increases and increasing benefit costs. *U. T. Dallas* estimated a total of \$8.5 million of nonmandatory student fees for housing, meal plans and student parking will be refunded in 2020 as a result of COVID-19. For the period ending April 30, 2020, *U. T. Dallas* refunded \$5.7 million of those fees.

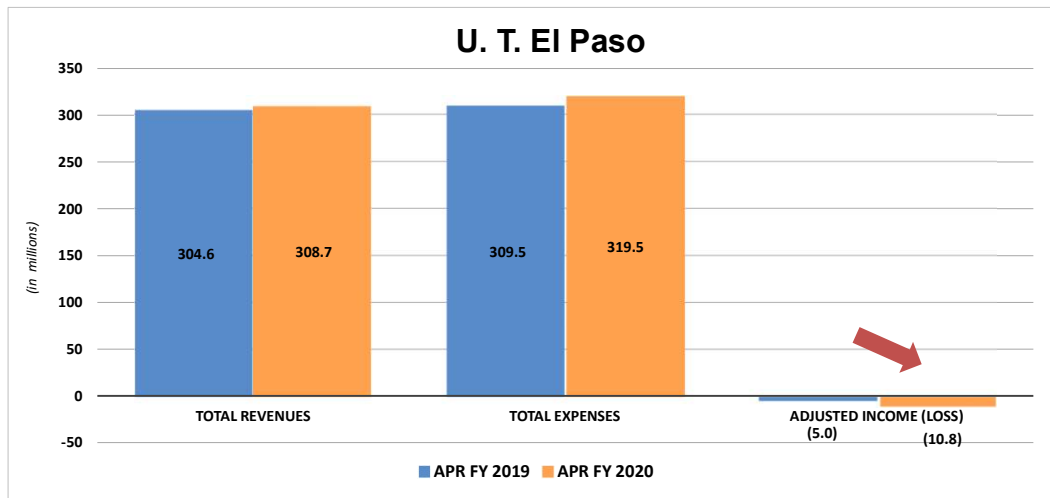
(in millions)	April YTD FY 2019	April YTD FY 2020	Variance
Sponsored Programs/Nonexchange Sponsored Programs	\$ 70.7	87.1	16.4
State Appropriations	82.1	82.7	0.6
Net Tuition and Fees	205.7	205.0	(0.7)
Auxiliary Revenues/Sales & Services of Educational Activities	63.8	54.1	(9.7)
Net Investment Income	21.3	22.6	1.2
Other Operating Revenues/Gift Contributions for Operations	12.0	14.0	2.0
Total Revenues	455.6	465.4	9.9
Salaries and Wages/Payroll Related Costs	267.9	274.2	6.3
Materials and Supplies/Cost of Goods Sold	21.4	22.3	0.9
Depreciation and Amortization	54.7	56.3	1.6
Other Contracted Services/Professional Fees & Services	22.6	22.6	0.0
All Other Operating Expenses	100.4	103.4	3.0
Total Expenses	\$ 466.9	478.8	11.8
Adjusted Income (Loss)	(11.4)	(13.3)	(2.0)
Adjusted Income (Loss) Excluding Depr & Amort Exp	43.3	43.0	(0.3)



Monthly Financial Report

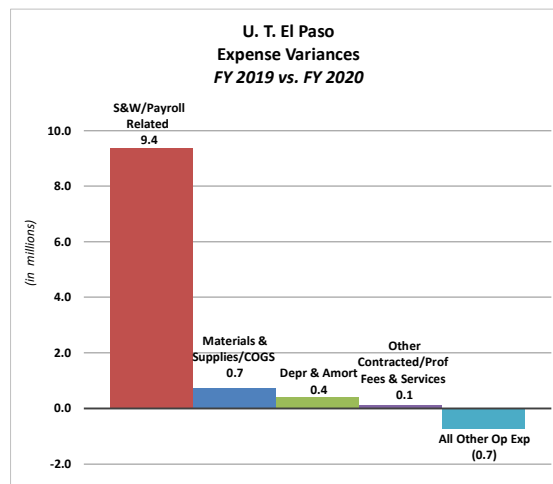
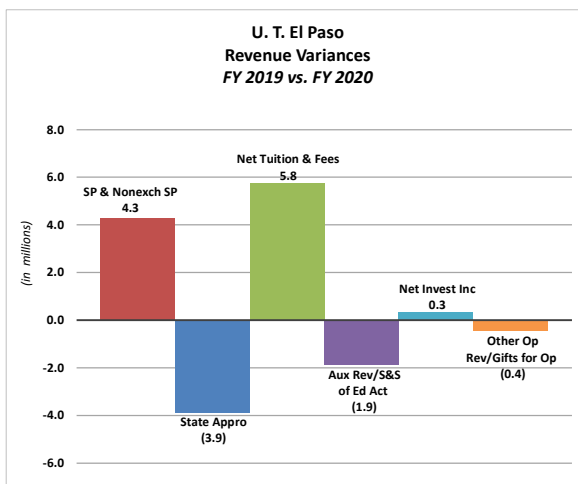
Comparison of Operating Results and Margin

For the Period Ending April 30, 2020



U. T. El Paso incurred a year-to-date adjusted loss of \$10.8 million, an increase in adjusted loss of \$5.8 million (116%) from the prior year. The increase was primarily due to the following: an increase in salaries and wages and payroll related costs attributable to increased faculty levels and merit increases for faculty and staff; and a decrease in auxiliary revenues due to a decrease in football and basketball game guarantees for non-conference away games and COVID-19. *U. T. El Paso* estimated a total of \$1.3 million of nonmandatory student fees for housing, meal plans and student parking will be refunded in 2020 due to COVID-19. For the period ending April 30, 2020, *U. T. El Paso* refunded \$0.7 million of those fees.

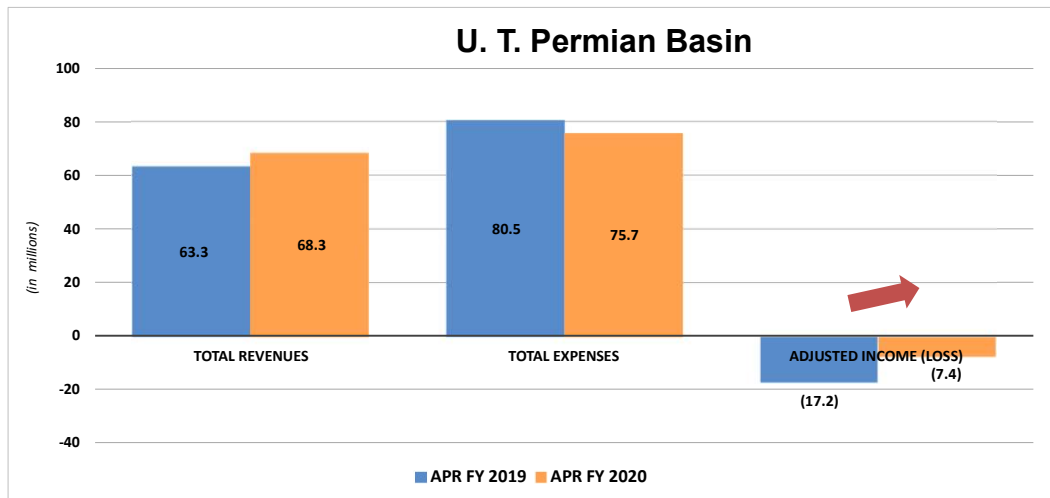
(in millions)	April YTD FY 2019	April YTD FY 2020	Variance
Sponsored Programs/Nonexchange Sponsored Programs	\$ 87.3	91.6	4.3
State Appropriations	75.2	71.3	(3.9)
Net Tuition and Fees	96.6	102.4	5.8
Auxiliary Revenues/Sales & Services of Educational Activities	30.8	29.0	(1.9)
Net Investment Income	11.1	11.4	0.3
Other Operating Revenues/Gift Contributions for Operations	3.5	3.0	(0.4)
Total Revenues	304.6	308.7	4.2
Salaries and Wages/Payroll Related Costs	174.2	183.6	9.4
Materials and Supplies/Cost of Goods Sold	12.7	13.4	0.7
Depreciation and Amortization	20.0	20.4	0.4
Other Contracted Services/Professional Fees & Services	22.8	23.0	0.1
All Other Operating Expenses	79.8	79.1	(0.7)
Total Expenses	\$ 309.5	319.5	9.9
Adjusted Income (Loss)	(5.0)	(10.8)	(5.8)
Adjusted Income (Loss) Excluding Depr & Amort Exp	15.0	9.6	(5.4)



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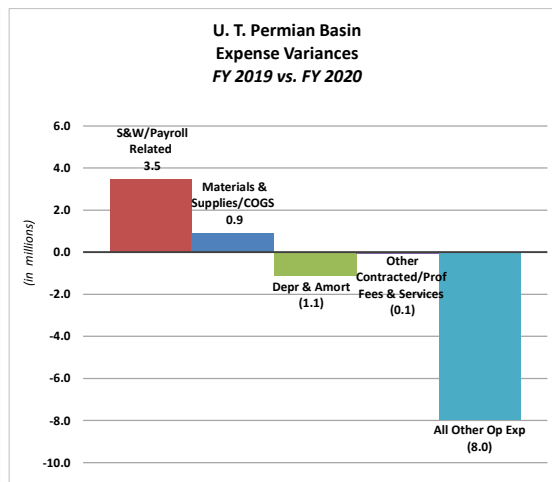
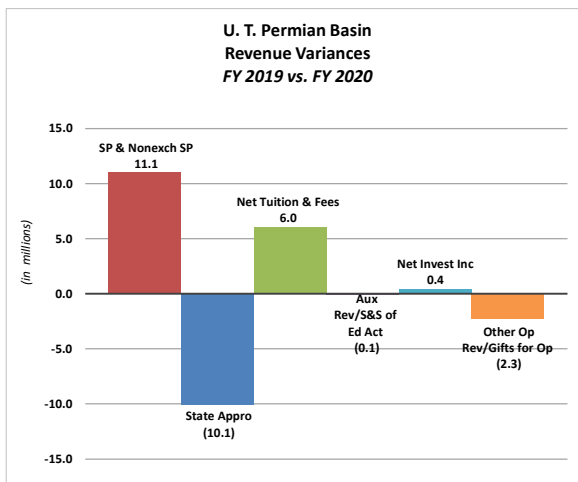
Comparison of Operating Results and Margin

For the Period Ending April 30, 2020



U. T. Permian Basin incurred a year-to-date adjusted loss of \$7.4 million, a decrease in adjusted loss of \$9.8 million (57%) from the prior year. The decrease was primarily attributable to the following: an increase in sponsored programs and nonexchange sponsored programs due to continued efforts to process grant billings and Pell financial aid drawdowns on a timely basis as compared to the prior; and an increase in net student tuition and fees and net auxiliary enterprises revenue as a result of the understatement of prior year revenue. *U. T. Permian Basin* estimated a total of \$1.2 million of nonmandatory student fees for housing, meal plans and student parking will be refunded in 2020 as a result of COVID-19. For the period ending April 30, 2020, *U. T. Permian Basin* refunded \$1.1 million of those fees.

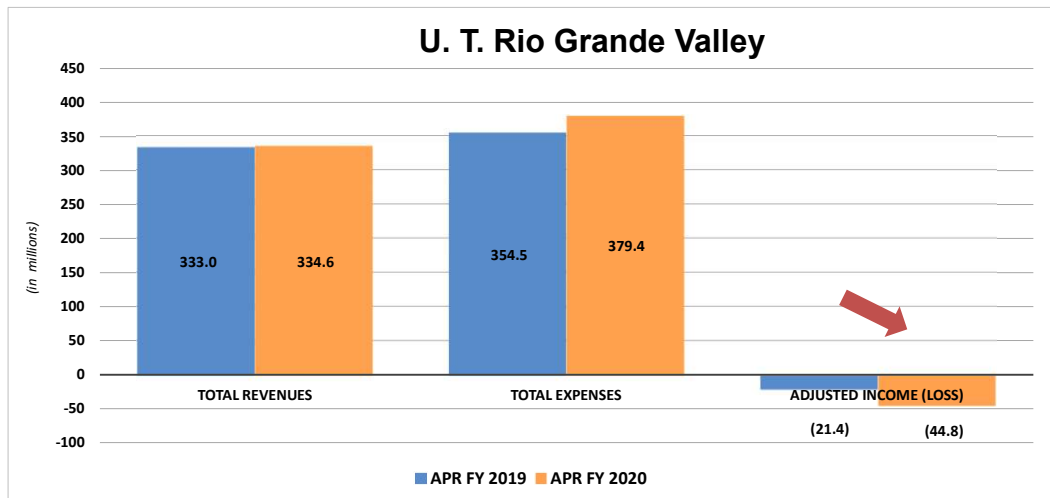
(in millions)	April YTD FY 2019	April YTD FY 2020	Variance
Sponsored Programs/Nonexchange Sponsored Programs	\$ 9.8	20.9	11.1
State Appropriations	24.7	14.6	(10.1)
Net Tuition and Fees	16.9	22.9	6.0
Auxiliary Revenues/Sales & Services of Educational Activities	4.7	4.5	(0.1)
Net Investment Income	1.4	1.7	0.4
Other Operating Revenues/Gift Contributions for Operations	5.9	3.7	(2.3)
Total Revenues	63.3	68.3	5.0
Salaries and Wages/Payroll Related Costs	33.8	37.3	3.5
Materials and Supplies/Cost of Goods Sold	3.3	4.2	0.9
Depreciation and Amortization	13.4	12.3	(1.1)
Other Contracted Services/Professional Fees & Services	8.2	8.2	(0.1)
All Other Operating Expenses	21.7	13.7	(8.0)
Total Expenses	\$ 80.5	75.7	(4.8)
Adjusted Income (Loss)	(17.2)	(7.4)	9.8
Adjusted Income (Loss) Excluding Depr & Amort Exp	(3.7)	4.9	8.7



Monthly Financial Report

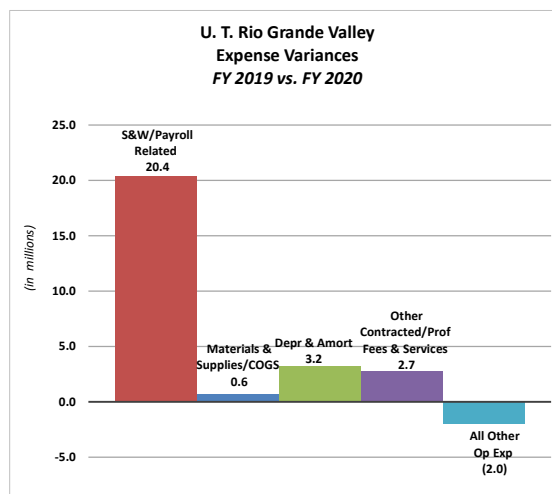
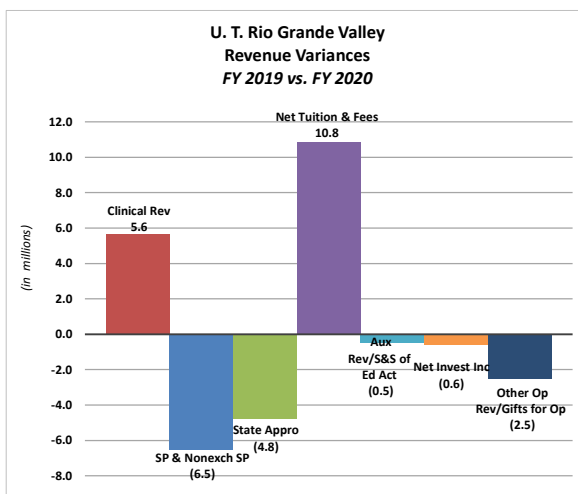
Comparison of Operating Results and Margin

For the Period Ending April 30, 2020

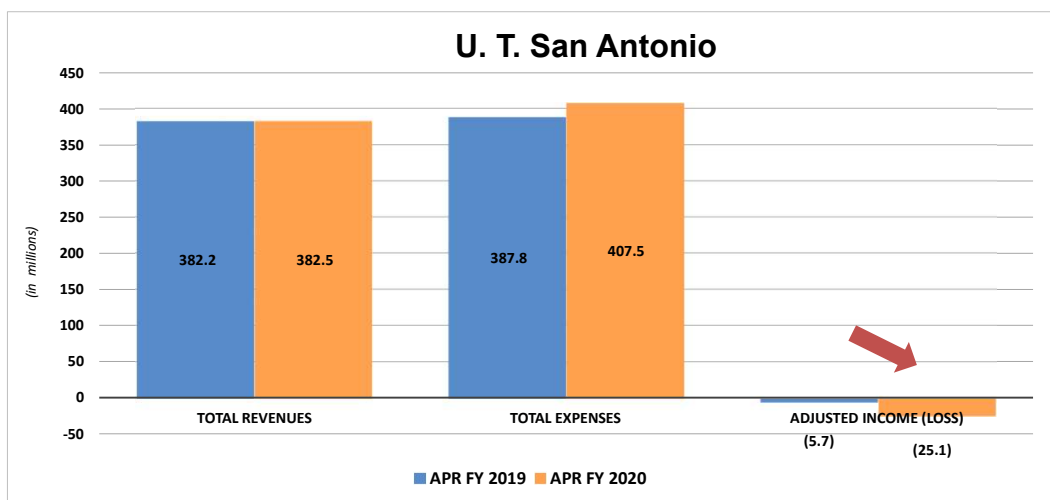


U. T. Rio Grande Valley incurred a year-to-date adjusted loss of \$44.8 million, an increase in adjusted loss of \$23.4 million (109%) from the prior year. The increase was primarily due to the following: an increase in salaries and wages and payroll related costs as a result of increases in staff and faculty positions; a decrease in sponsored programs due to decreased hospital contract revenue as a result of ongoing negotiations; an increase in depreciation and amortization expense attributable to new buildings placed into service; and a decrease in other operating revenues primarily due to a decline in Delivery System Reform Incentive Payment (DSRIP) revenues. *U. T. Rio Grande Valley* estimated a total of \$1.7 million of nonmandatory student fees for housing, meal plans and student parking will be refunded in 2020 as a result of COVID-19. For the period ending April 30, 2020, *U. T. Rio Grande Valley* refunded \$1.6 million of those fees.

(in millions)	April YTD FY 2019	April YTD FY 2020	Variance
Clinical Revenues	\$ 1.6	7.2	5.6
Sponsored Programs/Nonexchange Sponsored Programs	129.9	123.4	(6.5)
State Appropriations	105.2	100.4	(4.8)
Net Tuition and Fees	67.2	78.1	10.8
Auxiliary Revenues/Sales & Services of Educational Activities	12.0	11.5	(0.5)
Net Investment Income	6.5	5.9	(0.6)
Other Operating Revenues/Gift Contributions for Operations	10.6	8.1	(2.5)
Total Revenues	333.0	334.6	1.6
Salaries and Wages/Payroll Related Costs	224.5	244.9	20.4
Materials and Supplies/Cost of Goods Sold	12.6	13.2	0.6
Depreciation and Amortization	30.6	33.7	3.2
Other Contracted Services/Professional Fees & Services	10.6	13.3	2.7
All Other Operating Expenses	76.2	74.3	(2.0)
Total Expenses	\$ 354.5	379.4	24.9
Adjusted Income (Loss)	(21.4)	(44.8)	(23.4)
Adjusted Income (Loss) Excluding Depr & Amort Exp	9.1	(11.1)	(20.2)

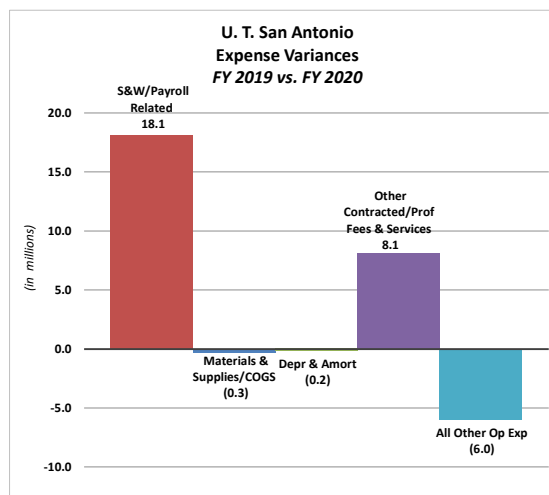
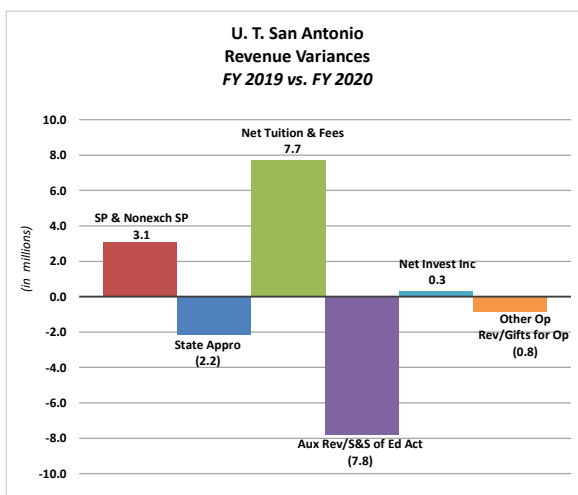


Monthly Financial Report Comparison of Operating Results and Margin For the Period Ending April 30, 2020



U. T. San Antonio incurred a year-to-date adjusted loss of \$25.1 million, an increase in adjusted loss of \$19.4 million (344%) from the prior year. The increase was primarily attributable to the following: an increase in salaries and wages and payroll related costs due to merit increases and increases in faculty positions; a decrease in auxiliary revenues as a result of COVID-19; and an increase in professional fees and services attributable to various strategic initiatives. *U. T. San Antonio* estimated a total of \$10.0 million of nonmandatory student fees for housing, meal plans and student parking will be refunded in 2020 as a result of COVID-19. For the period ending April 30, 2020, *U. T. San Antonio* refunded \$7.4 million of those fees.

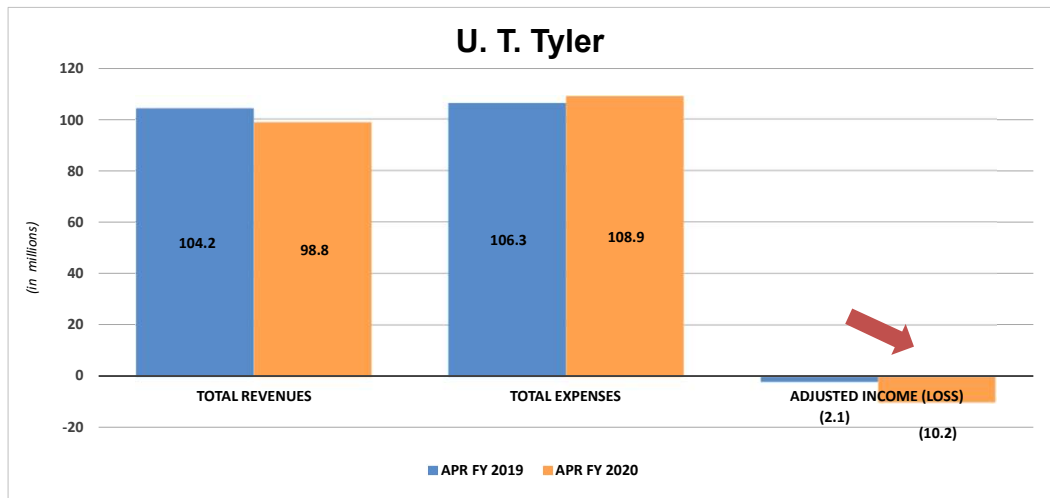
(in millions)	April YTD FY 2019	April YTD FY 2020	Variance
Sponsored Programs/Nonexchange Sponsored Programs	\$ 91.8	94.9	3.1
State Appropriations	88.7	86.5	(2.2)
Net Tuition and Fees	137.8	145.5	7.7
Auxiliary Revenues/Sales & Services of Educational Activities	40.7	32.9	(7.8)
Net Investment Income	15.0	15.3	0.3
Other Operating Revenues/Gift Contributions for Operations	8.2	7.3	(0.8)
Total Revenues	382.2	382.5	0.3
Salaries and Wages/Payroll Related Costs	219.9	238.0	18.1
Materials and Supplies/Cost of Goods Sold	18.7	18.4	(0.3)
Depreciation and Amortization	33.1	32.9	(0.2)
Other Contracted Services/Professional Fees & Services	20.1	28.2	8.1
All Other Operating Expenses	96.0	90.0	(6.0)
Total Expenses	\$ 387.8	407.5	19.7
Adjusted Income (Loss)	(5.7)	(25.1)	(19.4)
Adjusted Income (Loss) Excluding Depr & Amort Exp	27.4	7.8	(19.6)



Monthly Financial Report

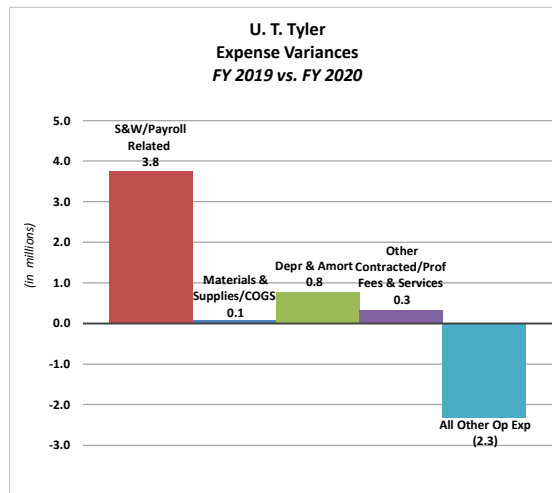
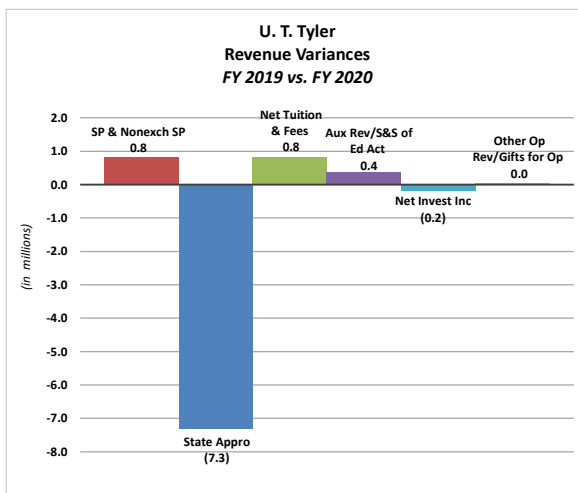
Comparison of Operating Results and Margin

For the Period Ending April 30, 2020

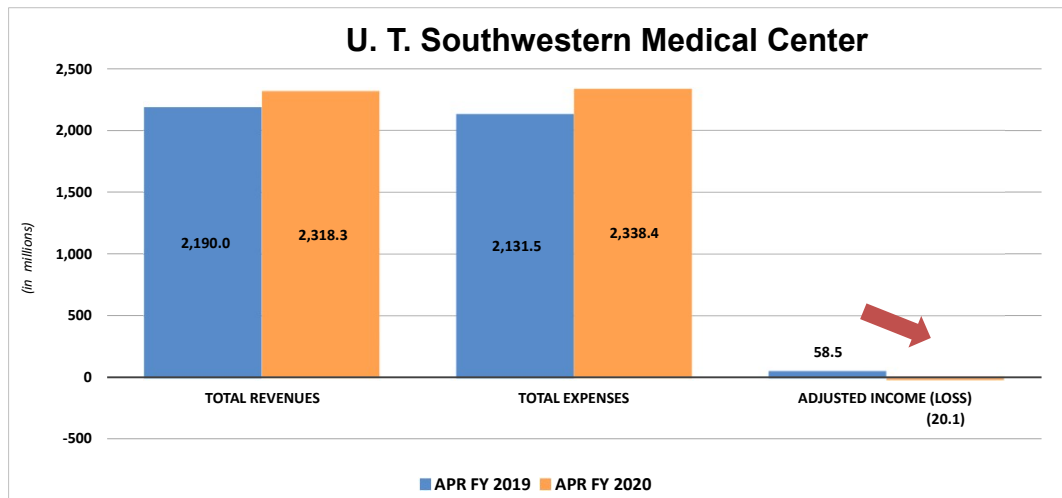


U. T. Tyler incurred a year-to-date adjusted loss of \$10.2 million, an increase in adjusted loss of \$8.1 million (383%) from the prior year. The increase was primarily due to the following: an increase in salaries and wages and payroll related costs as a result of increased faculty levels due to new and growing academic programs; an increase in depreciation and amortization expense attributable to ongoing, extensive reviews of non-capitalized expenses that were subsequently determined should be capitalized; and an increase in other contracted services as a result of an increase in custodial services. *U. T. Tyler* estimated a total of \$3.0 million of nonmandatory student fees for housing, meal plans and student parking will be refunded in 2020 as a result of COVID-19. For the period ending April 30, 2020, *U. T. Tyler* refunded \$1.4 million of those fees.

(in millions)	April YTD FY 2019	April YTD FY 2020	Variance
Sponsored Programs/Nonexchange Sponsored Programs	\$ 16.5	17.3	0.8
State Appropriations	29.5	22.2	(7.3)
Net Tuition and Fees	36.3	37.1	0.8
Auxiliary Revenues/Sales & Services of Educational Activities	17.3	17.7	0.4
Net Investment Income	3.6	3.5	(0.2)
Other Operating Revenues/Gift Contributions for Operations	1.1	1.1	0.0
Total Revenues	104.2	98.8	(5.4)
Salaries and Wages/Payroll Related Costs	62.7	66.5	3.8
Materials and Supplies/Cost of Goods Sold	6.2	6.3	0.1
Depreciation and Amortization	10.6	11.4	0.8
Other Contracted Services/Professional Fees & Services	7.2	7.5	0.3
All Other Operating Expenses	19.6	17.2	(2.3)
Total Expenses	\$ 106.3	108.9	2.6
Adjusted Income (Loss)	(2.1)	(10.2)	(8.1)
Adjusted Income (Loss) Excluding Depr & Amort Exp	8.5	1.2	(7.3)

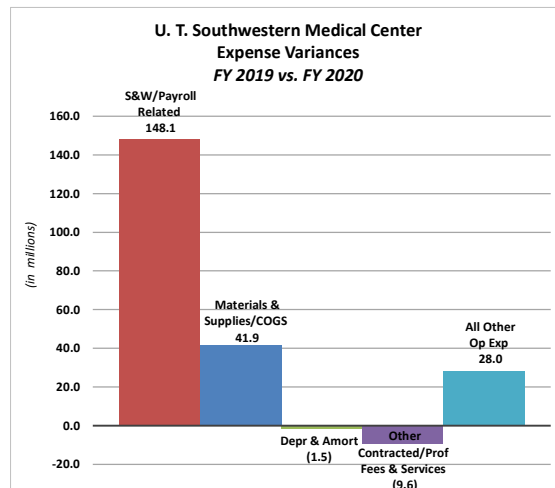
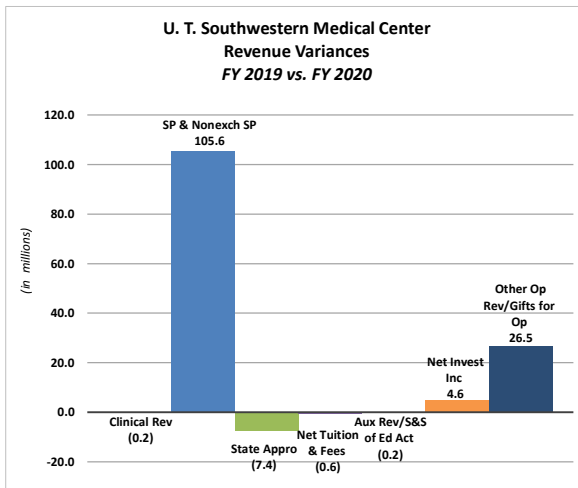


Monthly Financial Report Comparison of Operating Results and Margin For the Period Ending April 30, 2020



U. T. Southwestern Medical Center incurred a year-to-date adjusted loss of \$20.1 million, a decrease of \$78.5 million (134%) from the prior year. The decrease was primarily attributable to the following: an increase in salaries and wages and payroll related costs as a result of growth in both the hospitals and clinical operations, as well as merit increases; an increase in materials and supplies primarily due to increased drugs and medical supplies driven by patient volumes and patient acuity, as well as an increase in non-capitalized expenses for furniture and equipment; and a decrease in clinical revenues due to COVID-19 restrictions on patient visits partially offset by \$34.6 million of CARES Act Relief Fund in sponsored programs.

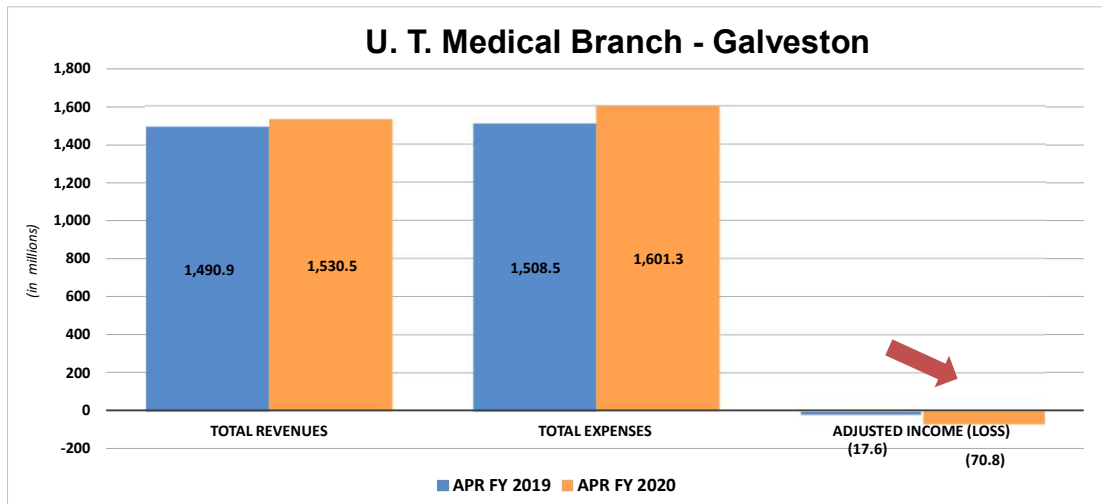
(in millions)	April YTD FY 2019	April YTD FY 2020	Variance
Clinical Revenues	\$ 1,427.9	1,427.7	(0.2)
Sponsored Programs/Nonexchange Sponsored Programs	394.6	500.3	105.6
State Appropriations	129.0	121.5	(7.4)
Net Tuition and Fees	18.0	17.4	(0.6)
Auxiliary Revenues/Sales & Services of Educational Activities	22.0	21.8	(0.2)
Net Investment Income	85.5	90.2	4.6
Other Operating Revenues/Gift Contributions for Operations	112.9	139.4	26.5
Total Revenues	2,190.0	2,318.3	128.3
Salaries and Wages/Payroll Related Costs	1,328.8	1,476.9	148.1
Materials and Supplies/Cost of Goods Sold	397.9	439.8	41.9
Depreciation and Amortization	121.5	120.0	(1.5)
Other Contracted Services/Professional Fees & Services	150.5	140.9	(9.6)
All Other Operating Expenses	132.7	160.7	28.0
Total Expenses	\$ 2,131.5	2,338.4	206.9
Adjusted Income (Loss)	58.5	(20.1)	(78.5)
Adjusted Income (Loss) Excluding Depr & Amort Exp	180.0	100.0	(80.0)



Monthly Financial Report

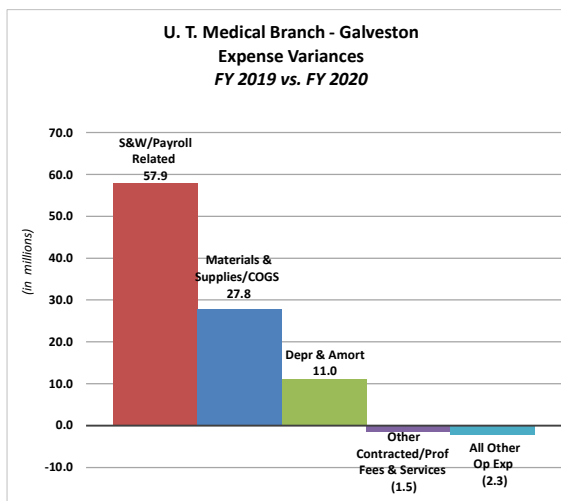
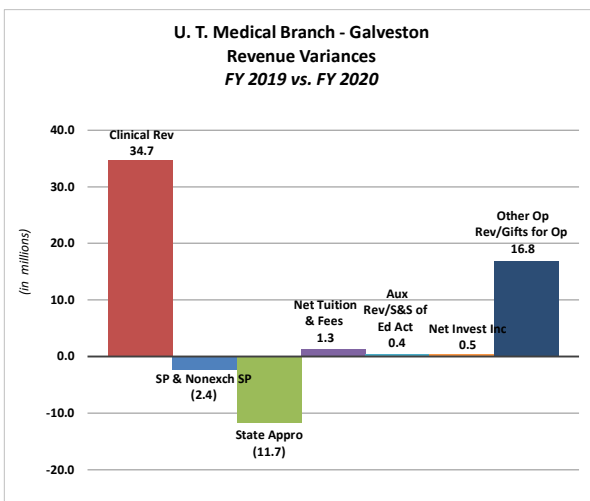
Comparison of Operating Results and Margin

For the Period Ending April 30, 2020



U. T. Medical Branch - Galveston incurred a year-to-date adjusted loss of \$70.8 million, an increase in adjusted loss of \$53.2 million (303%) from the prior year. Part of this increase was planned for the current fiscal year with the addition of the Clear Lake Campus, which increased clinical revenues. The increased revenues were offset primarily by the following: 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 Campus and merit increases; an increase in materials and supplies due to the Clear Lake Campus expenses, an increase in Correctional Managed Care expenses related to pharmaceuticals, and an increase in medical supplies throughout all campuses which includes additional purchases of supplies in preparation for COVID-19; and an increase in depreciation and amortization expense as a result of various projects placed into service including the Clear Lake Campus. While *U. T. Medical Branch - Galveston* is showing improvement in clinical revenues, April results were negatively impacted by COVID-19.

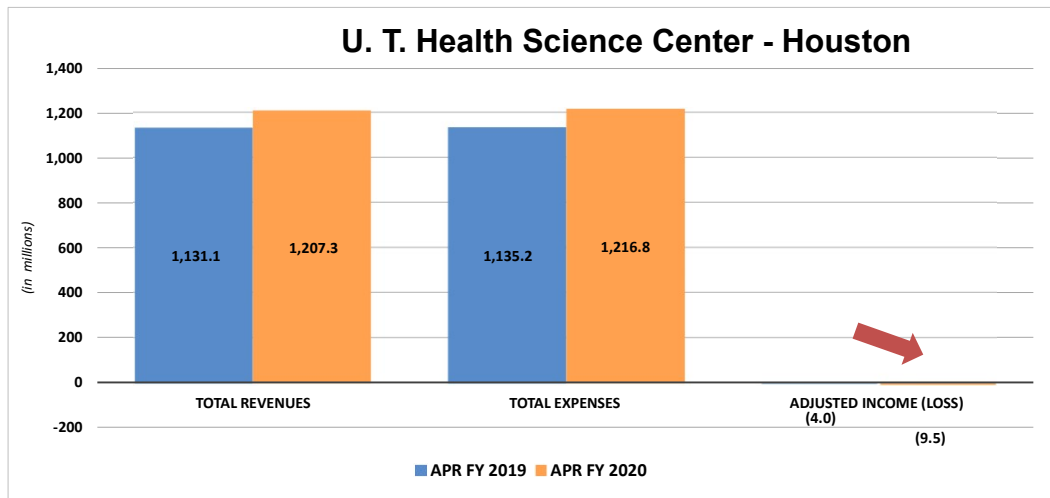
(in millions)	April YTD FY 2019	April YTD FY 2020	Variance
Clinical Revenues	\$ 971.4	1,006.1	34.7
Sponsored Programs/Nonexchange Sponsored Programs	132.7	130.3	(2.4)
State Appropriations	251.3	239.5	(11.7)
Net Tuition and Fees	29.3	30.6	1.3
Auxiliary Revenues/Sales & Services of Educational Activities	19.3	19.7	0.4
Net Investment Income	41.7	42.2	0.5
Other Operating Revenues/Gift Contributions for Operations	45.2	62.0	16.8
Total Revenues	1,490.9	1,530.5	39.6
Salaries and Wages/Payroll Related Costs	919.5	977.5	57.9
Materials and Supplies/Cost of Goods Sold	182.1	209.9	27.8
Depreciation and Amortization	117.4	128.3	11.0
Other Contracted Services/Professional Fees & Services	135.0	133.5	(1.5)
All Other Operating Expenses	154.4	152.2	(2.3)
Total Expenses	\$ 1,508.5	1,601.3	92.9
Adjusted Income (Loss)	(17.6)	(70.8)	(53.2)
Adjusted Income (Loss) Excluding Depr & Amort Exp	99.8	57.5	(42.3)



Monthly Financial Report

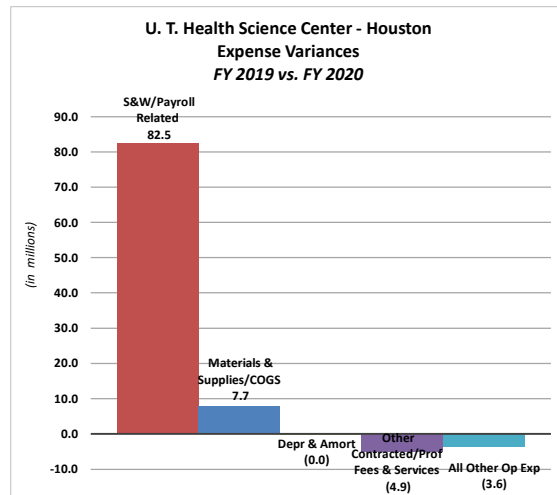
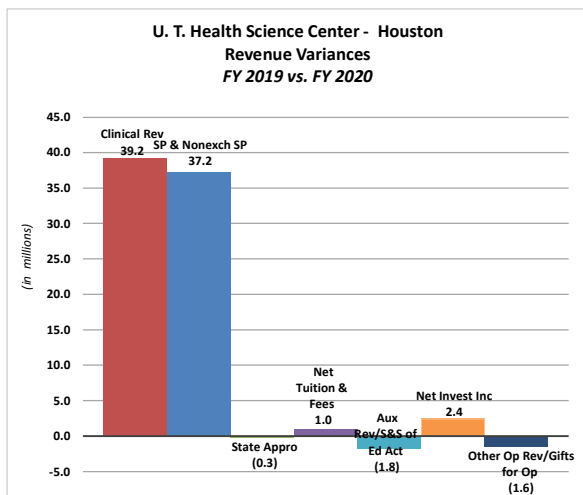
Comparison of Operating Results and Margin

For the Period Ending April 30, 2020



U. T. Health Science Center - Houston incurred a year-to-date adjusted loss of \$9.5 million, an increase in adjusted loss of \$5.4 million (135%) from the prior year. The increase was primarily attributable to an increase in salaries and wages and payroll related costs due to increases in staff and faculty positions. While *U. T. Health Science Center - Houston* is showing improvement in clinical revenues, April results were negatively impacted by COVID-19.

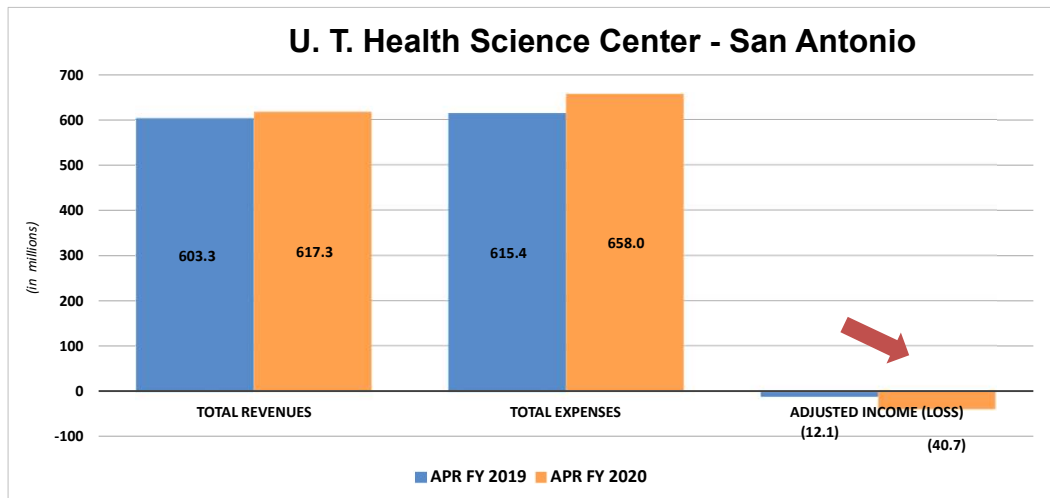
(in millions)	April YTD FY 2019	April YTD FY 2020	Variance
Clinical Revenues	\$ 299.7	339.0	39.2
Sponsored Programs/Nonexchange Sponsored Programs	523.2	560.4	37.2
State Appropriations	144.5	144.2	(0.3)
Net Tuition and Fees	41.3	42.3	1.0
Auxiliary Revenues/Sales & Services of Educational Activities	47.3	45.5	(1.8)
Net Investment Income	31.9	34.3	2.4
Other Operating Revenues/Gift Contributions for Operations	43.2	41.6	(1.6)
Total Revenues	1,131.1	1,207.3	76.2
Salaries and Wages/Payroll Related Costs	832.8	915.3	82.5
Materials and Supplies/Cost of Goods Sold	59.4	67.1	7.7
Depreciation and Amortization	44.8	44.7	(0.0)
Other Contracted Services/Professional Fees & Services	89.8	84.9	(4.9)
All Other Operating Expenses	108.4	104.8	(3.6)
Total Expenses	\$ 1,135.2	1,216.8	81.7
Adjusted Income (Loss)	(4.0)	(9.5)	(5.4)
Adjusted Income (Loss) Excluding Depr & Amort Exp	40.7	35.2	(5.5)



Monthly Financial Report

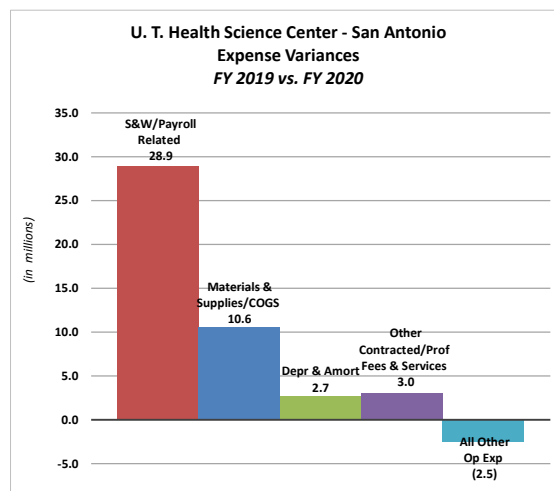
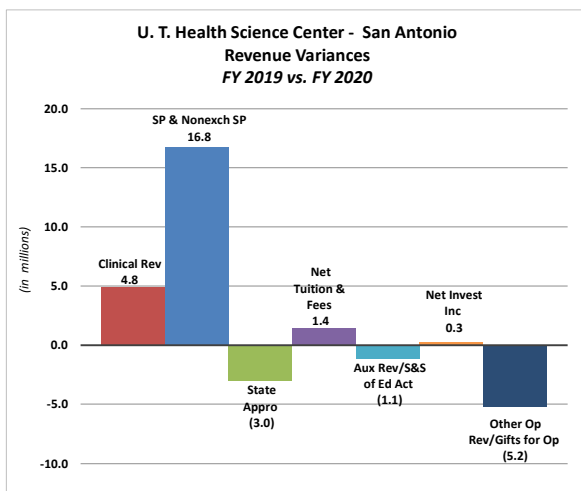
Comparison of Operating Results and Margin

For the Period Ending April 30, 2020



U. T. Health Science Center - San Antonio incurred a year-to-date adjusted loss of \$40.7 million, an increase in adjusted loss of \$28.7 million (238%) from the prior year. The increase was primarily due to the following: an increase in salaries and wages and payroll related costs 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 supply purchases related to the Cancer Center pharmacy and *U. T. Health Physicians*; a decrease in gift contributions for operations attributable to a gift pledge received in February 2019 with no such comparable gift received in the current year; and a decrease in other operating revenues as a result of a decline in Delivery System Reform Incentive Payment (DSRIP) revenues. While *U. T. Health Science Center - San Antonio* is showing improvement in clinical revenues, April results were negatively impacted by COVID-19.

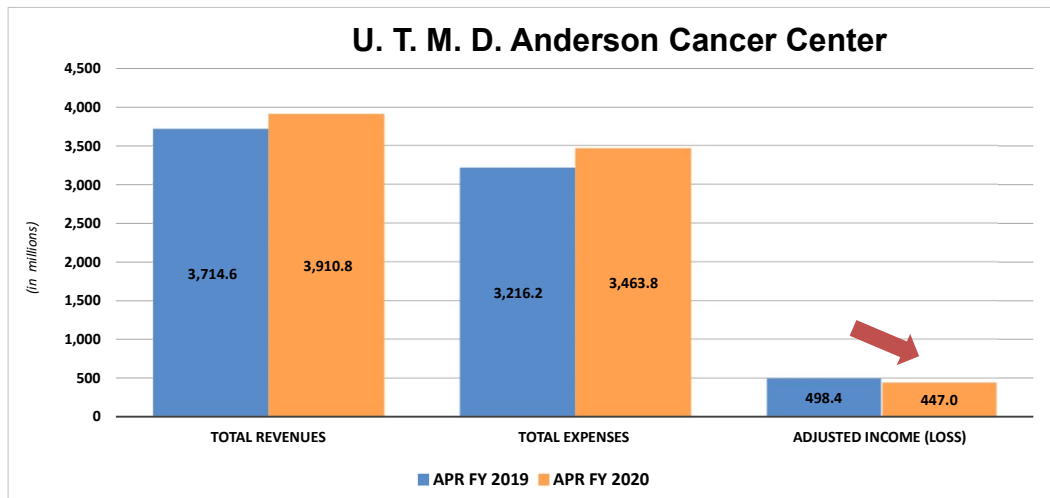
(in millions)	April YTD FY 2019	April YTD FY 2020	Variance
Clinical Revenues	\$ 153.5	158.3	4.8
Sponsored Programs/Nonexchange Sponsored Programs	226.4	243.2	16.8
State Appropriations	115.9	112.9	(3.0)
Net Tuition and Fees	31.3	32.7	1.4
Auxiliary Revenues/Sales & Services of Educational Activities	23.2	22.1	(1.1)
Net Investment Income	31.3	31.5	0.3
Other Operating Revenues/Gift Contributions for Operations	21.8	16.6	(5.2)
Total Revenues	603.3	617.3	14.0
Salaries and Wages/Payroll Related Costs	413.1	442.0	28.9
Materials and Supplies/Cost of Goods Sold	55.7	66.3	10.6
Depreciation and Amortization	38.0	40.7	2.7
Other Contracted Services/Professional Fees & Services	36.7	39.7	3.0
All Other Operating Expenses	71.9	69.4	(2.5)
Total Expenses	\$ 615.4	658.0	42.7
Adjusted Income (Loss)	(12.1)	(40.7)	(28.7)
Adjusted Income (Loss) Excluding Depr & Amort Exp	25.9	(0.1)	(26.0)



Monthly Financial Report

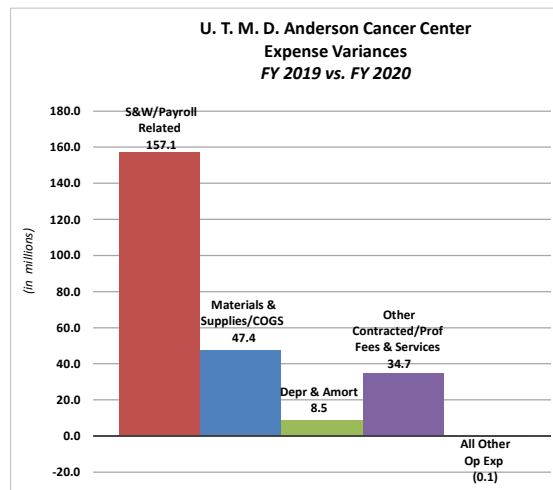
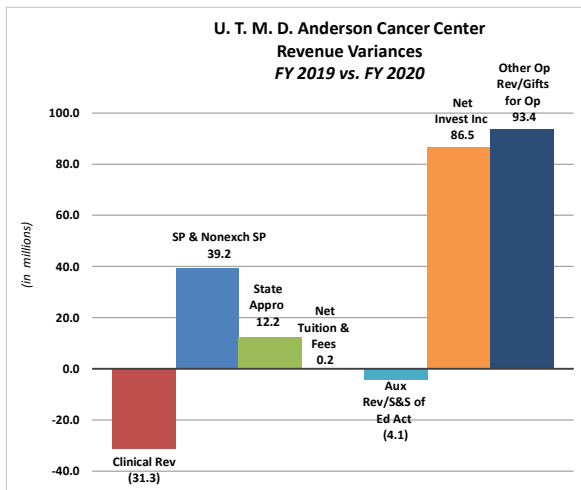
Comparison of Operating Results and Margin

For the Period Ending April 30, 2020

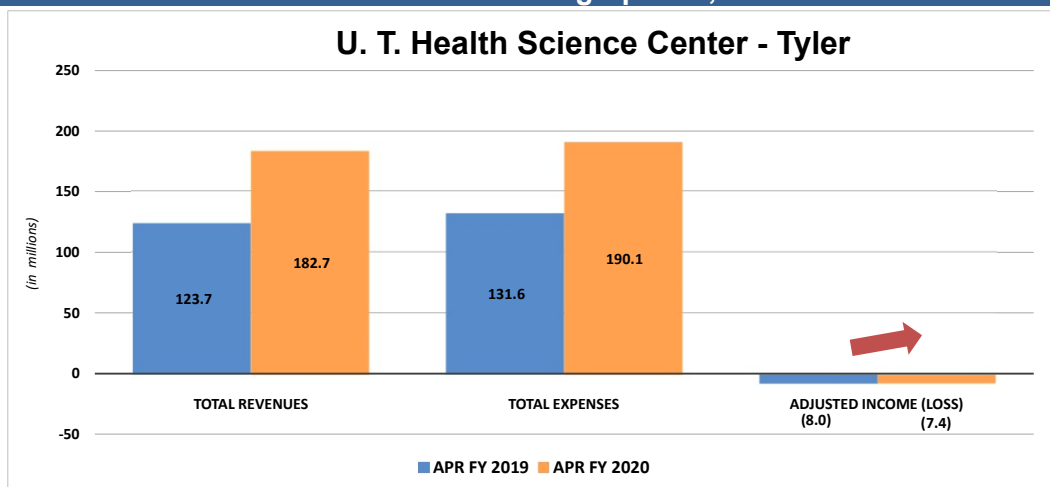


U. T. M. D. Anderson Cancer Center reported year-to-date adjusted income of \$447.0 million, a decrease of \$51.4 million (10%) from the prior year. The decrease was primarily attributable to the following: an increase in salaries and wages and payroll related costs due to increases in staff and faculty positions; an increase in materials and supplies as a result of an increase in patient drug charges and medical and laboratory supplies due to increased hospital operations in the first half of the fiscal year, as well as an increase in computer software expenses; and a decrease in clinical revenues due to COVID-19 restrictions on patient visits partially offset by \$83.4 million of CARES Act Relief Fund in other operating revenues.

(in millions)	April YTD FY 2019	April YTD FY 2020	Variance
Clinical Revenues	\$ 2,977.5	2,946.2	(31.3)
Sponsored Programs/Nonexchange Sponsored Programs	251.9	291.1	39.2
State Appropriations	139.7	151.9	12.2
Net Tuition and Fees	1.7	1.8	0.2
Auxiliary Revenues/Sales & Services of Educational Activities	32.7	28.6	(4.1)
Net Investment Income	145.0	231.5	86.5
Other Operating Revenues/Gift Contributions for Operations	166.3	259.7	93.4
Total Revenues	3,714.6	3,910.8	196.2
Salaries and Wages/Payroll Related Costs	1,807.8	1,964.9	157.1
Materials and Supplies/Cost of Goods Sold	745.6	793.0	47.4
Depreciation and Amortization	235.7	244.2	8.5
Other Contracted Services/Professional Fees & Services	209.3	244.0	34.7
All Other Operating Expenses	217.8	217.7	(0.1)
Total Expenses	\$ 3,216.2	3,463.8	247.6
Adjusted Income (Loss)	498.4	447.0	(51.4)
Adjusted Income (Loss) Excluding Depr & Amort Exp	734.2	691.2	(42.9)

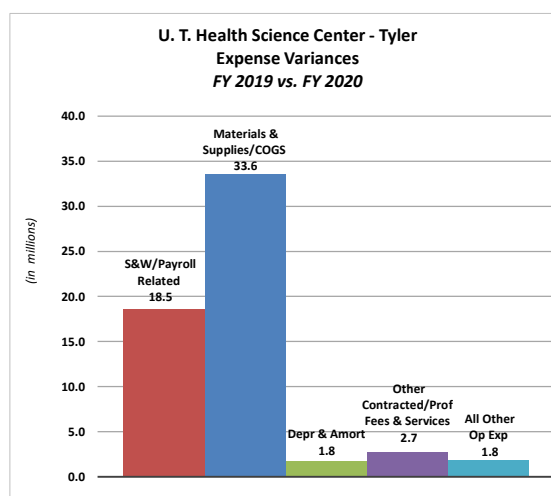
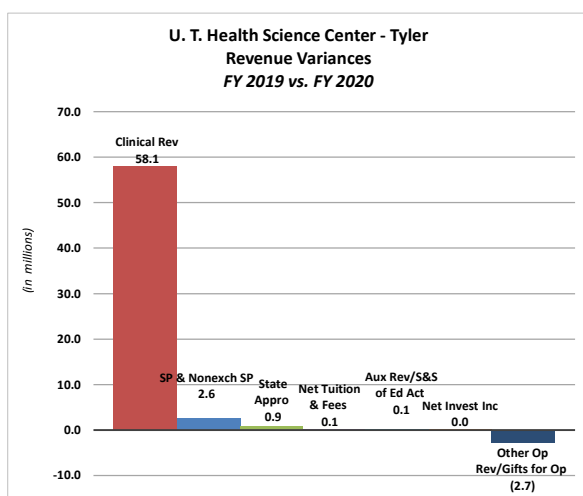


Monthly Financial Report Comparison of Operating Results and Margin For the Period Ending April 30, 2020



U. T. Health Science Center - Tyler incurred a year-to-date adjusted loss of \$7.4 million, a decrease in adjusted loss of \$0.6 million (7%) from the prior year. The decrease was primarily due to an increase in clinical revenues related to the acquisition of the Hope Oncology practice. While U. T. Health Science Center - Tyler is showing improvement in clinical revenues, April results were negatively impacted by COVID-19.

(in millions)	April YTD FY 2019	April YTD FY 2020	Variance
Clinical Revenues	\$ 40.2	98.3	58.1
Sponsored Programs/Nonexchange Sponsored Programs	20.3	22.9	2.6
State Appropriations	34.8	35.7	0.9
Net Tuition and Fees	0.2	0.3	0.1
Auxiliary Revenues/Sales & Services of Educational Activities	2.8	3.0	0.1
Net Investment Income	2.4	2.4	0.0
Other Operating Revenues/Gift Contributions for Operations	22.8	20.1 *	(2.7)
Total Revenues	123.7	182.7	59.0
Salaries and Wages/Payroll Related Costs	81.9	100.4	18.5
Materials and Supplies/Cost of Goods Sold	14.1	47.6	33.6
Depreciation and Amortization	9.6	11.4	1.8
Other Contracted Services/Professional Fees & Services	15.6	18.3	2.7
All Other Operating Expenses	10.5	12.3	1.8
Total Expenses	\$ 131.6	190.1	58.5
Adjusted Income (Loss)	(8.0)	(7.4)	0.6
Adjusted Income (Loss) Excluding Depr & Amort Exp	1.7	4.0	2.4



*Other Operating Income includes 30% of UT Health East Texas' (UTHET's) net adjusted income which was \$1.0 million through April.