



MEMORANDUM

DATE: February 28, 2025

TO: Governor's Office of Budget, Planning, and Policy
Legislative Budget Board

FROM: UT System Administration Audit Office

SUBJECT: The University of Texas System Administration Audit of Oil and Gas Leases of a Company Operator on University Lands, FY 2025

An audit of a company operation on University Lands was performed and is now complete.

The objective of this audit was to determine whether the operator appropriately and accurately reported and paid oil and gas royalties to University Lands.

The report contains confidential information and is not subject to the disclosure requirements of the Texas Public Information Act, based on the Texas Education Code Section 66.81. Specific results of the audit were provided to University Lands and appropriate members of UT System management.