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Section Two (continued)

## Enterprise Funds





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## Nonmajor Enterprise Funds

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The **Texas Water Development Board Funds** include water development funds, agricultural water conservation funds and water pollution control revolving funds that receive proceeds from bonds issued by the Texas Water Development Board to provide assistance to political subdivisions.

The **Texas Department of Housing and Community Affairs** issues bonds to assist in financing the purchase of homes or the construction of rental housing for families with low to moderate incomes. Loan payments and rentals provide the revenue for debt service payments.

The **Texas Transportation Commission** receives proceeds from the sale of bonds used to finance a portion of the costs of planning, designing, engineering, developing and constructing the initial phase of the Central Texas Turnpike System.

The **Veterans Land Board Loan Program Funds** receive proceeds from the sale of bonds used to administer, originate and service loans from land, housing and home improvement for those qualifying veterans.

The **Texas Department of Criminal Justice Institutional Division** accounts for the proceeds of the institutional division's commissary operations and other miscellaneous revenue.

The **Texas Prepaid Tuition Plans** offer programs that allow Texas families to lock in the cost of future college tuition and required fees at current prices.

The **Grand Parkway Transportation Corporation**, a blended component unit of the Texas Department of Transportation, is authorized to assist and act on behalf of the agency in the development, financing, design, construction, reconstruction, expansion, operation and/or maintenance of the Grand Parkway toll project.

## STATE OF TEXAS

## Combining Statement of Net Position – Nonmajor Enterprise Funds

August 31, 2015 (Amounts in Thousands)

	Texas Water Development Board Funds	Texas Department of Housing and Community Affairs	Texas Transportation Commission	Veterans Land Board Loan Program Funds	Texas Department of Criminal Justice Institutional Division
<b>ASSETS</b>					
Current Assets:					
Cash and Cash Equivalents	\$ 235,871	\$ 32,617	\$ 3,561	\$	\$
Short-Term Investments	703,637		231,126		
Securities Lending Collateral				35,230	
Restricted:					
Cash and Cash Equivalents		102,186	116,620	377,927	
Short-Term Investments		10		50,984	
Loans and Contracts		9,422		72,820	
Receivables:					
Federal	201			11,049	
Other Intergovernmental			50		
Accounts		808	15,560	2,475	3,296
Interest and Dividends	131,471	11,760	343	12,256	
Investment Trades					
Other		42			
Due From Other Funds			44,436	47	39,946
Interfund Receivable	284				
Inventories			1,119		10,148
Prepaid Items					
Loans and Contracts	164,996	3,253			
Other Current Assets		828			
Total Current Assets	<u>1,236,460</u>	<u>160,926</u>	<u>412,815</u>	<u>562,788</u>	<u>53,390</u>
Noncurrent Assets:					
Restricted:					
Cash and Cash Equivalents					
Investments		698,795	115,000	490,237	
Receivables					
Loans and Contracts		1,023,959		2,368,595	
Other				2,376	
Loans and Contracts	4,539,219	51,996			
Investments		2,356	30,190	940	
Interfund Receivable	2,290				
Capital Assets:					
Non-Depreciable or Non-Amortizable			711,049	22,488	283
Depreciable or Amortizable, Net		156	2,038,007	47,924	320
Assets Held in Trust					
Hedging Derivative Asset				1,828	
Intangible Assets – Service Concession Arrangements					
Other Noncurrent Assets		202			
Total Noncurrent Assets	<u>4,541,509</u>	<u>1,777,464</u>	<u>2,894,246</u>	<u>2,934,388</u>	<u>603</u>
Total Assets	<u>5,777,969</u>	<u>1,938,390</u>	<u>3,307,061</u>	<u>3,497,176</u>	<u>53,993</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Deferred Outflows of Resources		16,910	33,940	267,585	
Total Deferred Outflows of Resources	<u>0</u>	<u>16,910</u>	<u>33,940</u>	<u>267,585</u>	<u>0</u>

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## STATE OF TEXAS

## Combining Statement of Net Position – Nonmajor Enterprise Funds (continued)

August 31, 2015 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
<b>ASSETS</b>				
Current Assets:				
Cash and Cash Equivalents	\$ 92,751	\$ 16,919	\$ 63,753	\$ 445,472
Short-Term Investments		35,001		969,764
Securities Lending Collateral	68,701			103,931
Restricted:				
Cash and Cash Equivalents	204,932	204,321	2,500	1,008,486
Short-Term Investments		307,824		358,818
Loans and Contracts				82,242
Receivables:				
Federal				11,250
Other Intergovernmental				50
Accounts		4,929	189	27,257
Interest and Dividends	2,886	678	35	159,429
Investment Trades	74,014			74,014
Other	41		3,940	4,023
Due From Other Funds				84,429
Interfund Receivable			588	872
Inventories			1,179	12,446
Prepaid Items		4	278	282
Loans and Contracts	34,294		1,718	204,261
Other Current Assets				828
Total Current Assets	<u>477,619</u>	<u>569,676</u>	<u>74,180</u>	<u>3,547,854</u>
Noncurrent Assets:				
Restricted:				
Cash and Cash Equivalents			34,297	34,297
Investments	1,286,990	431,314	258	3,022,594
Receivables	122,949			122,949
Loans and Contracts				3,392,554
Other				2,376
Loans and Contracts			18,639	4,609,854
Investments		55,013		88,499
Interfund Receivable				2,290
Capital Assets:				
Non-Depreciable or Non-Amortizable			1,111	734,931
Depreciable or Amortizable, Net			594	2,087,001
Assets Held in Trust			5,208	5,208
Hedging Derivative Asset				1,828
Intangible Assets – Service Concession Arrangements		2,059,570		2,059,570
Other Noncurrent Assets				202
Total Noncurrent Assets	<u>1,409,939</u>	<u>2,545,897</u>	<u>60,107</u>	<u>16,164,153</u>
Total Assets	<u>1,887,558</u>	<u>3,115,573</u>	<u>134,287</u>	<u>19,712,007</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred Outflows of Resources				318,435
Total Deferred Outflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>318,435</u>

Continued on the following page

## STATE OF TEXAS

**Combining Statement of Net Position –  
Nonmajor Enterprise Funds (continued)**

August 31, 2015 (Amounts in Thousands)

	Texas Water Development Board Funds	Texas Department of Housing and Community Affairs	Texas Transportation Commission	Veterans Land Board Loan Program Funds	Texas Department of Criminal Justice Institutional Division
<b>LIABILITIES</b>					
Current Liabilities:					
Payables:					
Accounts Payroll	\$ 18,999	\$ 1,389	\$	\$ 13,110	\$ 6,064
Investment Trades					1,568
Interest	7,256	17,593	4,460	2,131	
Due To Other Funds	2,398				429
Interfund Payable		25			
Unearned Revenue		6,101	1,009	776	
Obligations/Securities Lending				35,230	
Employees' Compensable Leave		532			1,217
Notes and Loans Payable					
General Obligation Bonds Payable	57,721			136,592	
Revenue Bonds Payable	64,456	18,841	13,912		
Liabilities Payable From Restricted Assets					
Pollution Remediation Obligation				1,530	
Other Current Liabilities		279		269	
Total Current Liabilities	<u>150,830</u>	<u>44,760</u>	<u>19,381</u>	<u>189,638</u>	<u>9,278</u>
Noncurrent Liabilities:					
Employees' Compensable Leave		437			61
Notes and Loans Payable					
General Obligation Bonds Payable	1,209,796			2,545,939	
Revenue Bonds Payable	628,086	1,516,770	2,929,952		
Liabilities Payable From Restricted Assets					
Assets Held for Others					
Hedging Derivative Liability		16,910		267,585	
Other Noncurrent Liabilities		87,929			
Total Noncurrent Liabilities	<u>1,837,882</u>	<u>1,622,046</u>	<u>2,929,952</u>	<u>2,813,524</u>	<u>61</u>
Total Liabilities	<u>1,988,712</u>	<u>1,666,806</u>	<u>2,949,333</u>	<u>3,003,162</u>	<u>9,339</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred Inflows of Resources				1,828	
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,828</u>	<u>0</u>
<b>NET POSITION</b>					
Net Investment in Capital Assets		156	620,788	70,412	603
Restricted for:					
Debt Service		198,607	49,404		
Veterans Land Board Housing Programs				25,284	
Other	3,616,583		43,740		
Unrestricted	<u>172,674</u>	<u>89,731</u>	<u>(322,264)</u>	<u>664,075</u>	<u>44,051</u>
Total Net Position	<u>\$ 3,789,257</u>	<u>\$ 288,494</u>	<u>\$ 391,668</u>	<u>\$ 759,771</u>	<u>\$ 44,654</u>

*Concluded on the following page*

## STATE OF TEXAS

## Combining Statement of Net Position – Nonmajor Enterprise Funds (concluded)

August 31, 2015 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
<b>LIABILITIES</b>				
Current Liabilities:				
Payables:				
Accounts	\$ 923	\$ 63,165	\$ 1,159	\$ 104,809
Payroll			2,113	3,681
Investment Trades	76,692			76,692
Interest		46,261		77,701
Due To Other Funds		31,304		34,131
Interfund Payable				25
Unearned Revenue	1,208		90	9,184
Obligations/Securities Lending	68,701			103,931
Employees' Compensable Leave	68		749	2,566
Notes and Loans Payable		12,100		12,100
General Obligation Bonds Payable				194,313
Revenue Bonds Payable		(330)		96,879
Liabilities Payable From Restricted Assets	294,669			294,669
Pollution Remediation Obligation				1,530
Other Current Liabilities		9,136		9,684
Total Current Liabilities	<u>442,261</u>	<u>161,636</u>	<u>4,111</u>	<u>1,021,895</u>
Noncurrent Liabilities:				
Employees' Compensable Leave	62		451	1,011
Notes and Loans Payable		745,565	25,000	770,565
General Obligation Bonds Payable				3,755,735
Revenue Bonds Payable		2,189,769		7,264,577
Liabilities Payable From Restricted Assets	1,929,862			1,929,862
Assets Held for Others			5,208	5,208
Hedging Derivative Liability				284,495
Other Noncurrent Liabilities				87,929
Total Noncurrent Liabilities	<u>1,929,924</u>	<u>2,935,334</u>	<u>30,659</u>	<u>14,099,382</u>
Total Liabilities	<u>2,372,185</u>	<u>3,096,970</u>	<u>34,770</u>	<u>15,121,277</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred Inflows of Resources		1,993		3,821
Total Deferred Inflows of Resources	<u>0</u>	<u>1,993</u>	<u>0</u>	<u>3,821</u>
<b>NET POSITION</b>				
Net Investment in Capital Assets			820	692,779
Restricted for:				
Debt Service				248,011
Veterans Land Board Housing Programs				25,284
Other		21,648		3,681,971
Unrestricted	<u>(484,627)</u>	<u>(5,038)</u>	<u>98,697</u>	<u>257,299</u>
Total Net Position	<u>\$ (484,627)</u>	<u>\$ 16,610</u>	<u>\$ 99,517</u>	<u>\$ 4,905,344</u>

## STATE OF TEXAS

## Combining Statement of Revenues, Expenses and Changes in Net Position – Nonmajor Enterprise Funds

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	Texas Water Development Board Funds	Texas Department of Housing and Community Affairs	Texas Transportation Commission	Veterans Land Board Loan Program Funds	Texas Department of Criminal Justice Institutional Division
<b>OPERATING REVENUES</b>					
Auxiliary Enterprises – Pledged	\$	\$	\$	\$	\$ 112,026
Other Sales of Goods and Services				8,279	
Other Sales of Goods and Services – Pledged			152,306	29,982	
Interest and Investment Income	276,559	65,989		93,651	
Interest and Investment Loss – Pledged	(17,074)				
Federal Revenue				53,748	
Other	8,821	26,950	10,952	595	229
Total Operating Revenues	<u>268,306</u>	<u>92,939</u>	<u>163,258</u>	<u>186,255</u>	<u>112,255</u>
<b>OPERATING EXPENSES</b>					
Cost of Goods Sold					76,488
Salaries and Wages	4,545	9,783	1,162	70	14,164
Payroll Related Costs	720	3,171			4,945
Professional Fees and Services	939	2,079	4,942	77,959	
Travel	45	243	9	153	51
Materials and Supplies	6	132	6,074	4,159	1,438
Communication and Utilities	31	164	1,301	24	2
Repairs and Maintenance	1	329	6,747	460	185
Rentals and Leases	56	61		1	663
Printing and Reproduction	2	76		4	10
Depreciation and Amortization		40	53,857	4,512	51
Bad Debt Expense		586			3
Interest Expense	92,612	63,072		74,804	
Employee/Participant Benefit Payments					
Net Change in Pollution Remediation Obligation				1,530	
Other	241	5,766	36,164	8,011	32
Total Operating Expenses	<u>99,198</u>	<u>85,502</u>	<u>110,256</u>	<u>171,687</u>	<u>98,032</u>
Operating Income (Loss)	<u>169,108</u>	<u>7,437</u>	<u>53,002</u>	<u>14,568</u>	<u>14,223</u>

*Continued on the following page*

## STATE OF TEXAS

## Combining Statement of Revenues, Expenses and Changes in Net Position – Nonmajor Enterprise Funds (continued)

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
<b>OPERATING REVENUES</b>				
Auxiliary Enterprises – Pledged	\$	\$	\$	\$ 112,026
Other Sales of Goods and Services	47,122		10,750	66,151
Other Sales of Goods and Services – Pledged		28,091		210,379
Interest and Investment Income			698	436,897
Interest and Investment Loss – Pledged				(17,074)
Federal Revenue				53,748
Other	982	2,432	27,269	78,230
Total Operating Revenues	<u>48,104</u>	<u>30,523</u>	<u>38,717</u>	<u>940,357</u>
<b>OPERATING EXPENSES</b>				
Cost of Goods Sold			1,777	78,265
Salaries and Wages	935	148	11,732	42,539
Payroll Related Costs	248		2,849	11,933
Professional Fees and Services	5,072	259	3,433	94,683
Travel	16	1	187	705
Materials and Supplies	77	140	1,342	13,368
Communication and Utilities	42	115	761	2,440
Repairs and Maintenance	335	715	786	9,558
Rentals and Leases	21		1,469	2,271
Printing and Reproduction	5		76	173
Depreciation and Amortization			66	58,526
Bad Debt Expense				589
Interest Expense			46	230,534
Employee/Participant Benefit Payments	139,531			139,531
Net Change in Pollution Remediation Obligation				1,530
Other	22,347	2,496	3,043	78,100
Total Operating Expenses	<u>168,629</u>	<u>3,874</u>	<u>27,567</u>	<u>764,745</u>
Operating Income (Loss)	<u>(120,525)</u>	<u>26,649</u>	<u>11,150</u>	<u>175,612</u>

*Continued on the following page*

## STATE OF TEXAS

## Combining Statement of Revenues, Expenses and Changes in Net Position – Nonmajor Enterprise Funds (continued)

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	Texas Water Development Board Funds	Texas Department of Housing and Community Affairs	Texas Transportation Commission	Veterans Land Board Loan Program Funds	Texas Department of Criminal Justice Institutional Division
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Federal Revenue	\$ 153,535	\$	\$	\$ 4,492	\$
Gifts				38	
Land Income			13		
Interest and Investment Income (Loss)	3,176		6,318	17,376	
Loan Premium and Fees on Securities Lending					
Investing Activities Expense					
Interest Expense			(125,005)		
Borrower Rebates and Agent Fees				(61)	
Gain on Sale of Capital Assets					5
Settlement of Claims					2
Claims and Judgments				(6)	
Other Revenues	2,336				
Other Expenses	(8,384)		(12,738)		
Total Nonoperating Revenues (Expenses)	<u>150,663</u>	<u>0</u>	<u>(131,412)</u>	<u>21,839</u>	<u>7</u>
Income (Loss) Before Capital Contributions and Transfers	<u>319,771</u>	<u>7,437</u>	<u>(78,410)</u>	<u>36,407</u>	<u>14,230</u>
<b>CAPITAL CONTRIBUTIONS AND TRANSFERS</b>					
Capital Contributions – Other			2,410		
Transfer In	2	3,244	1,707	4,051	4,779
Transfer Out	(9,948)			(26,724)	(17,299)
Total Capital Contributions and Transfers	<u>(9,946)</u>	<u>3,244</u>	<u>4,117</u>	<u>(22,673)</u>	<u>(12,520)</u>
Change in Net Position	<u>309,825</u>	<u>10,681</u>	<u>(74,293)</u>	<u>13,734</u>	<u>1,710</u>
Net Position, September 1, 2014	3,493,485	277,823	465,961	745,996	42,944
Restatements	(14,053)	(10)		41	
Net Position, September 1, 2014, as Restated	<u>3,479,432</u>	<u>277,813</u>	<u>465,961</u>	<u>746,037</u>	<u>42,944</u>
Net Position, August 31, 2015	<u>\$ 3,789,257</u>	<u>\$ 288,494</u>	<u>\$ 391,668</u>	<u>\$ 759,771</u>	<u>\$ 44,654</u>

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## STATE OF TEXAS

## Combining Statement of Revenues, Expenses and Changes in Net Position – Nonmajor Enterprise Funds (concluded)

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Federal Revenue	\$	\$	\$	\$ 158,027
Gifts			1,650	1,688
Land Income				13
Interest and Investment Income (Loss)	(5,952)	147	56	21,121
Loan Premium and Fees on Securities Lending	170			170
Investing Activities Expense	(345)			(345)
Interest Expense				(125,005)
Borrower Rebates and Agent Fees	(44)			(105)
Gain on Sale of Capital Assets				5
Settlement of Claims				2
Claims and Judgments				(6)
Other Revenues				2,336
Other Expenses		(23)		(21,145)
Total Nonoperating Revenues (Expenses)	<u>(6,171)</u>	<u>124</u>	<u>1,706</u>	<u>36,756</u>
Income (Loss) Before Capital Contributions and Transfers				
Transfers	<u>(126,696)</u>	<u>26,773</u>	<u>12,856</u>	<u>212,368</u>
<b>CAPITAL CONTRIBUTIONS AND TRANSFERS</b>				
Capital Contributions – Other			(4)	2,406
Transfer In	87,672		1,237	102,692
Transfer Out			(1,643)	(55,614)
Total Capital Contributions and Transfers	<u>87,672</u>	<u>0</u>	<u>(410)</u>	<u>49,484</u>
Change in Net Position	<u>(39,024)</u>	<u>26,773</u>	<u>12,446</u>	<u>261,852</u>
Net Position, September 1, 2014	(445,603)	(10,163)	87,071	4,657,514
Restatements				(14,022)
Net Position, September 1, 2014, as Restated	<u>(445,603)</u>	<u>(10,163)</u>	<u>87,071</u>	<u>4,643,492</u>
Net Position, August 31, 2015	<u>\$ (484,627)</u>	<u>\$ 16,610</u>	<u>\$ 99,517</u>	<u>\$ 4,905,344</u>

## STATE OF TEXAS

## Combining Statement of Cash Flows – Nonmajor Enterprise Funds

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	Texas Water Development Board Funds	Texas Department of Housing and Community Affairs	Texas Transportation Commission	Veterans Land Board Loan Program Funds	Texas Department of Criminal Justice Institutional Division
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Proceeds from Customers	\$	\$	\$ 158,729	\$ 19,331	\$ 112,058
Proceeds from Gifts				38	
Proceeds from Loan Programs		74,745		405,536	
Proceeds from Other Operating Revenues		30,237		82,503	228
Payments to Suppliers for Goods and Services	(239)	(33,567)	(54,923)	(92,997)	(77,581)
Payments to Employees	(5,310)	(12,939)	(1,162)		(19,109)
Payments for Loans Provided		(14,352)		(477,831)	
Payments for Other Operating Expenses				(914)	(2,381)
Net Cash Provided (Used) by Operating Activities	<u>(5,549)</u>	<u>44,124</u>	<u>102,644</u>	<u>(64,334)</u>	<u>13,215</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Proceeds from Debt Issuance	182,865			350,000	
Proceeds from Transfers from Other Funds	389,677	14,949	56,132	68,587	4,779
Proceeds from Grant Receipts	153,390				
Proceeds from Interfund Payables	1,757				
Proceeds from Other Noncapital Financing Activities					
Payments of Principal on Debt Issuance	(143,553)	(154,703)		(115,457)	
Payments of Interest	(104,043)	(64,802)		(82,092)	
Payments of Other Costs on Debt Issuance	(866)				
Payments for Transfers to Other Funds	(307,105)	(11,706)	(72,365)	(75,913)	(17,998)
Payments for Grant Disbursements	(8,795)				
Payments for Interfund Receivables	(61,271)				
Payments for Other Noncapital Financing Uses	(9,948)				
Net Cash Provided (Used) by Noncapital Financing Activities	<u>92,108</u>	<u>(216,262)</u>	<u>(16,233)</u>	<u>145,125</u>	<u>(13,219)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Proceeds from Debt Issuance			1,891,231		
Proceeds from Other Capital and Related Financing Activities			16	743	
Proceeds from Capital Contributions			200		
Payments for Additions to Capital Assets		(62)	(166)	(3,549)	(51)
Payments for Interfund Receivables				(10,652)	
Payments of Principal on Debt Issuance			(1,816,335)		
Payments of Interest on Debt Issuance			(91,992)		
Payments of Other Costs on Debt Issuance			(10,909)		
Net Cash (Used) by Capital and Related Financing Activities	<u>0</u>	<u>(62)</u>	<u>(27,955)</u>	<u>(13,458)</u>	<u>(51)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Proceeds from Sale of Investments	144,444	182,240	130,589	258,013	19,266
Proceeds from Interest and Investment Income	182,319	35,300	6,254	5,457	19
Proceeds from Principal Payments on Loans	527,244				
Payments to Acquire Investments	(703,739)	(63,076)	(130,507)	(198,273)	(19,230)
Payments for Nonprogram Loans Provided	(244,496)				
Net Cash Provided (Used) by Investing Activities	<u>(94,228)</u>	<u>154,464</u>	<u>6,336</u>	<u>65,197</u>	<u>55</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(7,669)</u>	<u>(17,736)</u>	<u>64,792</u>	<u>132,530</u>	<u>0</u>
Cash and Cash Equivalents, September 1, 2014	243,540	152,539	55,389	245,397	0
Restatements					
Cash and Cash Equivalents, September 1, 2014, as Restated	<u>243,540</u>	<u>152,539</u>	<u>55,389</u>	<u>245,397</u>	<u>0</u>
Cash and Cash Equivalents, August 31, 2015	<u>\$ 235,871</u>	<u>\$ 134,803</u>	<u>\$ 120,181</u>	<u>\$ 377,927</u>	<u>\$ 0</u>

Continued on the following page

## STATE OF TEXAS

## Combining Statement of Cash Flows – Nonmajor Enterprise Funds (continued)

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Proceeds from Customers	\$ 64,898	\$ 28,699	\$ 9,716	\$ 393,431
Proceeds from Gifts				38
Proceeds from Loan Programs				480,281
Proceeds from Other Operating Revenues	989		27,054	141,011
Payments to Suppliers for Goods and Services	(5,378)	(19)	(1,917)	(266,621)
Payments to Employees	(1,270)		(14,606)	(54,396)
Payments for Loans Provided				(492,183)
Payments for Other Operating Expenses	(203,761)		(10,853)	(217,909)
Net Cash Provided (Used) by Operating Activities	<u>(144,522)</u>	<u>28,680</u>	<u>9,394</u>	<u>(16,348)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Proceeds from Debt Issuance			5,000	537,865
Proceeds from Transfers from Other Funds	87,672		4,914	626,710
Proceeds from Grant Receipts				153,390
Proceeds from Interfund Payables				1,757
Proceeds from Other Noncapital Financing Activities			1,652	1,652
Payments of Principal on Debt Issuance				(413,713)
Payments of Interest		(110,976)	(46)	(361,959)
Payments of Other Costs on Debt Issuance		(150)		(1,016)
Payments for Transfers to Other Funds			(5,344)	(490,431)
Payments for Grant Disbursements				(8,795)
Payments for Interfund Receivables				(61,271)
Payments for Other Noncapital Financing Uses		(499,043)		(508,991)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>87,672</u>	<u>(610,169)</u>	<u>6,176</u>	<u>(524,802)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from Debt Issuance				1,891,231
Proceeds from Other Capital and Related Financing Activities				759
Proceeds from Capital Contributions				200
Payments for Additions to Capital Assets			(1,134)	(4,962)
Payments for Interfund Receivables				(10,652)
Payments of Principal on Debt Issuance				(1,816,335)
Payments of Interest on Debt Issuance				(91,992)
Payments of Other Costs on Debt Issuance				(10,909)
Net Cash (Used) by Capital and Related Financing Activities	<u>0</u>	<u>0</u>	<u>(1,134)</u>	<u>(42,660)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Proceeds from Sale of Investments	825,573	993,250		2,553,375
Proceeds from Interest and Investment Income	50,593	2,831	770	283,543
Proceeds from Principal Payments on Loans			5,382	532,626
Payments to Acquire Investments	(743,750)	(646,243)	(163)	(2,504,981)
Payments for Nonprogram Loans Provided			(5,024)	(249,520)
Net Cash Provided (Used) by Investing Activities	<u>132,416</u>	<u>349,838</u>	<u>965</u>	<u>615,043</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>75,566</u>	<u>(231,651)</u>	<u>15,401</u>	<u>31,233</u>
Cash and Cash Equivalents, September 1, 2014	222,117	452,891	85,152	1,457,025
Restatements			(3)	(3)
Cash and Cash Equivalents, September 1, 2014, as Restated	<u>222,117</u>	<u>452,891</u>	<u>85,149</u>	<u>1,457,022</u>
Cash and Cash Equivalents, August 31, 2015	<u>\$ 297,683</u>	<u>\$ 221,240</u>	<u>\$ 100,550</u>	<u>\$ 1,488,255</u>

Continued on the following page

## STATE OF TEXAS

## Combining Statement of Cash Flows – Nonmajor Enterprise Funds (continued)

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	Texas Water Development Board Funds	Texas Department of Housing and Community Affairs	Texas Transportation Commission	Veterans Land Board Loan Program Funds	Texas Department of Criminal Justice Institutional Division
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>					
Operating Income (Loss)	\$ 169,108	\$ 7,437	\$ 53,002	\$ 14,568	\$ 14,223
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation and Amortization		40	53,857	4,512	51
Bad Debt Expense		587			3
Operating Income (Loss) and Cash Flow Categories Classification Differences	(173,250)	28,680		77,057	
Changes in Assets and Liabilities:					
(Increase) Decrease in Receivables	(1,362)	42	(4,529)	18,093	32
(Increase) Decrease in Due From Other Funds					(858)
(Increase) Decrease in Inventories				(170,018)	
(Increase) Decrease in Loans and Contracts		25,350		(6,793)	
(Increase) Decrease in Other Assets		656			
(Increase) Decrease in Prepaid Expenses			314		
Increase (Decrease) in Payables	(45)	(1,984)		(500)	(236)
Increase (Decrease) in Due To Other Funds					
Increase (Decrease) in Unearned Revenue		143			
Increase (Decrease) in Employees' Compensable Leave					
Increase (Decrease) in Other Liabilities		(16,827)		(1,253)	
Total Adjustments	<u>(174,657)</u>	<u>36,687</u>	<u>49,642</u>	<u>(78,902)</u>	<u>(1,008)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (5,549)</u>	<u>\$ 44,124</u>	<u>\$ 102,644</u>	<u>\$ (64,334)</u>	<u>\$ 13,215</u>
<b>NONCASH TRANSACTIONS</b>					
Donation of Capital Assets	\$	\$	\$ 581	\$	\$
Net Change in Fair Value of Investments	\$ (28)	\$ (8,735)	\$ (87)	\$ 9,130	\$
Other	\$	\$	\$	\$ (73)	\$

*Concluded on the following page*

## STATE OF TEXAS

## Combining Statement of Cash Flows – Nonmajor Enterprise Funds (concluded)

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>				
Operating Income (Loss)	\$ (120,525)	\$ 26,649	\$ 11,150	\$ 175,612
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation and Amortization			66	58,526
Bad Debt Expense				590
Operating Income (Loss) and Cash Flow Categories Classification Differences			(641)	(68,154)
Changes in Assets and Liabilities:				
(Increase) Decrease in Receivables	6,332	(1,824)	(187)	16,597
(Increase) Decrease in Due From Other Funds			(1,051)	(1,051)
(Increase) Decrease in Inventories			(254)	(1,112)
(Increase) Decrease in Loans and Contracts				(144,668)
(Increase) Decrease in Other Assets				(6,137)
(Increase) Decrease in Prepaid Expenses		(5)	(56)	253
Increase (Decrease) in Payables	(30,589)	3,860	(81)	(29,575)
Increase (Decrease) in Due To Other Funds			464	464
Increase (Decrease) in Unearned Revenue	345		(14)	474
Increase (Decrease) in Employees' Compensable Leave	13		(2)	11
Increase (Decrease) in Other Liabilities	(98)			(18,178)
Total Adjustments	<u>(23,997)</u>	<u>2,031</u>	<u>(1,756)</u>	<u>(191,960)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (144,522)</u>	<u>\$ 28,680</u>	<u>\$ 9,394</u>	<u>\$ (16,348)</u>
<b>NONCASH TRANSACTIONS</b>				
Donation of Capital Assets	\$	\$		\$ 581
Net Change in Fair Value of Investments	\$ (55,437)	\$ (705)	\$	\$ (55,862)
Other	\$	\$ 165	\$	\$ 92



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## Colleges and Universities – Major Enterprise Fund

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There are six university systems and five independent universities in Texas' primary government presented in a single-column as a major fund on the basic financial statements. Schedules were prepared to report the breakdown of the following universities:

**University of Texas System**  
**Texas A&M University System**  
**Texas Tech University System**  
**University of Houston System**  
**Texas State University System**  
**University of North Texas System**  
**Texas Woman's University**  
**Stephen F. Austin State University**  
**Texas Southern University**  
**Midwestern State University**  
**Texas State Technical College**

## STATE OF TEXAS

## Schedule of Net Position

### Colleges and Universities – Major Enterprise Fund

August 31, 2015 (Amounts in Thousands)

	University of Texas System	Texas A&M University System	Texas Tech University System	University of Houston System	Texas State University System	University of North Texas System
<b>ASSETS</b>						
Current Assets:						
Cash and Cash Equivalents	\$ 2,633,531	\$ 718,941	\$ 189,405	\$ 175,977	\$ 446,722	\$ 234,687
Short-Term Investments		1,462		81,108		
Securities Lending Collateral	687,047					
Restricted:						
Cash and Cash Equivalents	279,550	397,937	110,370	150,296	161,604	12,654
Short-Term Investments						
Loans and Contracts						
Receivables:						
Federal	485,517	229,277	26,920	40,123	12,380	31,768
Other Intergovernmental	100,662	5,760				1,491
Accounts	1,254,860	180,429	79,756	40,333	123,185	76,959
Interest and Dividends	56,478	7,278	983	677	76	1,599
Gifts	138,348	68,017	21,879	75,542	5,419	2,278
Investment Trades	171,876	48,513			1,648	
Other	363,856	2,891	2,951	24,188	1,204	12,495
Due From Other Funds	167,239	131,826	156,604	152,570	81,196	83,584
Interfund Receivable		37,770				
Inventories	108,301	25,110	4,006	1,707	3,554	2,673
Prepaid Items			51,282	44,182	41,144	
Loans and Contracts	60,116	24,795	1,674	18,811	14,085	2,056
Other Current Assets	243,400	98,339	450		15,856	36,666
Total Current Assets	<u>6,750,781</u>	<u>1,978,345</u>	<u>646,280</u>	<u>805,514</u>	<u>908,073</u>	<u>498,910</u>
Noncurrent Assets:						
Restricted:						
Cash and Cash Equivalents	7,480		41,540		31,899	
Short-Term Investments						
Investments	28,490,530	972,543	402,866		168,117	80,770
Receivables				30,866	318	
Loans and Contracts	77,119	3,540		7,863		
Other						
Loans and Contracts		18,987	4,617			5,450
Investments	6,013,621	2,606,710	1,355,376	762,477	166,416	135,367
Interfund Receivable		974,653				
Gifts Receivable	265,808	461,776	49,591		5,707	2,391
Capital Assets:						
Non-Depreciable or Non-Amortizable	2,987,274	1,066,784	117,214	246,504	202,876	226,584
Depreciable or Amortizable, Net	11,839,753	3,599,117	1,349,960	1,119,145	1,217,525	784,004
Assets Held in Trust		362				
Other Noncurrent Assets	63,556	5,832				
Total Noncurrent Assets	<u>49,745,141</u>	<u>9,710,304</u>	<u>3,321,164</u>	<u>2,166,855</u>	<u>1,792,858</u>	<u>1,234,566</u>
Total Assets	<u>56,495,922</u>	<u>11,688,649</u>	<u>3,967,444</u>	<u>2,972,369</u>	<u>2,700,931</u>	<u>1,733,476</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Deferred Outflows of Resources	725,169	100,715	27,390	27,007	22,905	22,239
Total Deferred Outflows of Resources	<u>725,169</u>	<u>100,715</u>	<u>27,390</u>	<u>27,007</u>	<u>22,905</u>	<u>22,239</u>

Continued on the following page

## STATE OF TEXAS

## Schedule of Net Position Colleges and Universities – Major Enterprise Fund (continued)

August 31, 2015 (Amounts in Thousands)

	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
<b>ASSETS</b>						
Current Assets:						
Cash and Cash Equivalents	\$ 14,222	\$ 66,815	\$ 14,083	\$ 9,866	\$ 34,322	\$ 4,538,571
Short-Term Investments	57,225	4,343		9,173	4,722	158,033
Securities Lending Collateral						687,047
Restricted:						
Cash and Cash Equivalents	1,748	19,530	10,632	(1,625)	3,400	1,146,096
Short-Term Investments	69,942	50	2,551		170	72,713
Loans and Contracts				10		10
Receivables:						
Federal	2,023	11,186	9,863	69	7,281	856,407
Other Intergovernmental		57	4,345	99		112,414
Accounts	14,280	15,540	25,856	8,545	11,261	1,831,004
Interest and Dividends	525	3		14	13	67,646
Gifts				628		312,111
Investment Trades						222,037
Other	5,215		466	1,314		414,580
Due From Other Funds	42,577	6,589	5,491	2,743	10,699	841,118
Interfund Receivable						37,770
Inventories	1,508	902	487	223	2,947	151,418
Prepaid Items	114	11,196		9,518		157,436
Loans and Contracts	5,606	1,962				129,105
Other Current Assets						394,711
Total Current Assets	<u>214,985</u>	<u>138,173</u>	<u>73,774</u>	<u>40,577</u>	<u>74,815</u>	<u>12,130,227</u>
Noncurrent Assets:						
Restricted:						
Cash and Cash Equivalents					110	81,029
Short-Term Investments				37,295	461	37,756
Investments	97,740	11,733	45,582	5,865		30,275,746
Receivables		2,053				33,237
Loans and Contracts		4,690	524	38		93,774
Other			9,184			9,184
Loans and Contracts						29,054
Investments		48,258		38,651		11,126,876
Interfund Receivable						974,653
Gifts Receivable				1,858		787,131
Capital Assets:						
Non-Depreciable or Non-Amortizable	7,111	16,861	53,930	14,275	25,235	4,964,648
Depreciable or Amortizable, Net	199,238	187,294	223,727	109,778	129,406	20,758,947
Assets Held in Trust						362
Other Noncurrent Assets				991		70,379
Total Noncurrent Assets	<u>304,089</u>	<u>270,889</u>	<u>332,947</u>	<u>208,751</u>	<u>155,212</u>	<u>69,242,776</u>
Total Assets	<u>519,074</u>	<u>409,062</u>	<u>406,721</u>	<u>249,328</u>	<u>230,027</u>	<u>81,373,003</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Deferred Outflows of Resources	3,549	4,819	3,150	2,675	2,066	941,684
Total Deferred Outflows of Resources	<u>3,549</u>	<u>4,819</u>	<u>3,150</u>	<u>2,675</u>	<u>2,066</u>	<u>941,684</u>

Continued on the following page

**Schedule of Net Position****Colleges and Universities – Major Enterprise Fund (continued)**

August 31, 2015 (Amounts in Thousands)

	University of Texas System	Texas A&M University System	Texas Tech University System	University of Houston System	Texas State University System	University of North Texas System
<b>LIABILITIES</b>						
Current Liabilities:						
Payables:						
Accounts	\$ 1,013,106	\$ 170,632	\$ 42,372	\$ 59,095	\$ 46,156	\$ 55,155
Payroll	503,460	127,208	73,335	55,249	31,618	45,333
Other Intergovernmental	3				97	4,062
Federal	75,025			72		
Investment Trades	223,527	56,227			1,464	
Interest					16,159	6,505
Due To Other Funds	18,926	2,341	1,928	1,149	1,431	88
Interfund Payable	38,994	3,295				
Unearned Revenue	1,467,400	532,323	202,411	229,487	367,973	210,750
Obligations/Securities Lending	687,047					
Short-Term Debt	1,505,717		22,483	68,236		1,807
Claims and Judgments	100,133	3,017	1,215	218		2,761
Capital Lease Obligations	2,926	3,242		398		1,180
Employees' Compensable Leave	370,765	12,149	5,319	12,338	12,839	4,200
Notes and Loans Payable	1,642	27,498		113		3,475
General Obligation Bonds Payable						
Revenue Bonds Payable	1,544,552	176,726	40,885	46,340	47,226	26,610
Liabilities Payable from Restricted Assets		54,138				
Pollution Remediation Obligation		120				
Funds Held for Others	12,804	41,372	32,208	27,945	5,313	15,058
Other Current Liabilities	398,109	27,223	4,592	2,209	739	
Total Current Liabilities	<u>7,964,136</u>	<u>1,237,511</u>	<u>426,748</u>	<u>502,849</u>	<u>531,015</u>	<u>376,984</u>
Noncurrent Liabilities:						
Interfund Payable	980,451	9,731				
Claims and Judgments	19,658	4,469	6,624			817
Capital Lease Obligations	2,076	37,849		5,461		3,721
Employees' Compensable Leave	186,058	101,433	39,122	12,653	11,714	21,942
Notes and Loans Payable	38,131	135,540		338		152,285
General Obligation Bonds Payable						
Revenue Bonds Payable	5,519,804	2,966,842	582,682	831,866	859,305	362,782
Liabilities Payable from Restricted Assets		18,629				
Assets Held for Others	739,735	86,801				
Net OPEB Obligation	3,984,976	983,874				
Net Pension Liability	2,302,988	352,411	162,030	151,068	118,927	103,406
Hedging Derivative Liability	261,613					
Other Noncurrent Liabilities	64,024	68,581	504		3,338	1
Total Noncurrent Liabilities	<u>14,099,514</u>	<u>4,766,160</u>	<u>790,962</u>	<u>1,001,386</u>	<u>993,284</u>	<u>644,954</u>
Total Liabilities	<u>22,063,650</u>	<u>6,003,671</u>	<u>1,217,710</u>	<u>1,504,235</u>	<u>1,524,299</u>	<u>1,021,938</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred Inflows of Resources	709,990	107,720	49,527	46,176	36,352	32,034
Total Deferred Inflows of Resources	<u>709,990</u>	<u>107,720</u>	<u>49,527</u>	<u>46,176</u>	<u>36,352</u>	<u>32,034</u>
<b>NET POSITION</b>						
Net Investment in Capital Assets	6,441,685	1,640,254	850,610	520,083	513,871	463,615
Restricted for:						
Education	2,104,022	350,107	316,265	220,525	53,213	31,357
Debt Service	3,306		30,730	54	1,719	
Capital Projects	161,021	531,843	28,832	48,958	146,643	
Funds Held as Permanent Investments:						
Nonexpendable	19,861,736	377,090	649,580	404,675	126,048	45,881
Expendable	1,030,664	326,310	82,171	45,671	49,392	23,133
Unrestricted	<u>4,845,017</u>	<u>2,452,369</u>	<u>769,409</u>	<u>208,999</u>	<u>272,299</u>	<u>137,757</u>
Total Net Position	<u>\$ 34,447,451</u>	<u>\$ 5,677,973</u>	<u>\$ 2,727,597</u>	<u>\$ 1,448,965</u>	<u>\$ 1,163,185</u>	<u>\$ 701,743</u>

Concluded on the following page

## STATE OF TEXAS

**Schedule of Net Position****Colleges and Universities – Major Enterprise Fund (concluded)**

August 31, 2015 (Amounts in Thousands)

	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
<b>LIABILITIES</b>						
Current Liabilities:						
Payables:						
Accounts	\$ 3,742	\$ 6,560	\$ 12,889	\$ 6,786	\$ 4,477	\$ 1,420,970
Payroll	5,450	9,987	6,199	4,539	6,866	869,244
Other Intergovernmental	2,325		6,204			12,691
Federal	2,030				174	77,301
Investment Trades						281,218
Interest		1,949	1,739		211	26,563
Due To Other Funds	796	272	68			26,999
Interfund Payable		1,506		267	683	44,745
Unearned Revenue	40,976	69,141	54,224	27,188	14,803	3,216,676
Obligations/Securities Lending						687,047
Short-Term Debt						1,598,243
Claims and Judgments						107,344
Capital Lease Obligations	262	12		28	596	8,644
Employees' Compensable Leave	2,234	420	2,672	164	739	423,839
Notes and Loans Payable		603	3,257		120	36,708
General Obligation Bonds Payable		1,065				1,065
Revenue Bonds Payable	4,965	9,905	8,693	4,371	2,914	1,913,187
Liabilities Payable from Restricted Assets						54,138
Pollution Remediation Obligation						120
Funds Held for Others		11,513		129	3,701	150,043
Other Current Liabilities	1,092	3,292		66	2,041	439,363
Total Current Liabilities	<u>63,872</u>	<u>116,225</u>	<u>95,945</u>	<u>43,538</u>	<u>37,325</u>	<u>11,396,148</u>
Noncurrent Liabilities:						
Interfund Payable		7,262		1,257	5,634	1,004,335
Claims and Judgments						31,568
Capital Lease Obligations	421	8		34	2,559	52,129
Employees' Compensable Leave	1,389	3,991	3,062	1,554	4,598	387,516
Notes and Loans Payable		13,493	82,717		1,600	424,104
General Obligation Bonds Payable		3,450				3,450
Revenue Bonds Payable	63,845	122,783	68,448	106,494	54,105	11,538,956
Liabilities Payable from Restricted Assets						18,629
Assets Held for Others						826,536
Net OPEB Obligation						4,968,850
Net Pension Liability	20,295	18,417	18,086	7,687	12,676	3,267,991
Hedging Derivative Liability						261,613
Other Noncurrent Liabilities			2,723	193		139,364
Total Noncurrent Liabilities	<u>85,950</u>	<u>169,404</u>	<u>175,036</u>	<u>117,219</u>	<u>81,172</u>	<u>22,925,041</u>
Total Liabilities	<u>149,822</u>	<u>285,629</u>	<u>270,981</u>	<u>160,757</u>	<u>118,497</u>	<u>34,321,189</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred Inflows of Resources	6,203	5,630	5,528	2,350	3,875	1,005,385
Total Deferred Inflows of Resources	<u>6,203</u>	<u>5,630</u>	<u>5,528</u>	<u>2,350</u>	<u>3,875</u>	<u>1,005,385</u>
<b>NET POSITION</b>						
Net Investment in Capital Assets	137,666	53,014	119,797	49,444	88,154	10,878,193
Restricted for:						
Education	25,364	19,788	503		1,210	3,122,354
Debt Service	5,020		805			41,634
Capital Projects	65,020	105		748	89	983,259
Funds Held as Permanent Investments:						
Nonexpendable	13,715	5,348	46,235	4,463	571	21,535,342
Expendable		2,507		11,669		1,571,517
Unrestricted	<u>119,813</u>	<u>41,860</u>	<u>(33,978)</u>	<u>22,572</u>	<u>19,697</u>	<u>8,855,814</u>
Total Net Position	<u>\$ 366,598</u>	<u>\$ 122,622</u>	<u>\$ 133,362</u>	<u>\$ 88,896</u>	<u>\$ 109,721</u>	<u>\$ 46,988,113</u>

## STATE OF TEXAS

## Schedule of Revenues, Expenses and Changes in Net Position

### Colleges and Universities – Major Enterprise Fund

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	University of Texas System	Texas A&M University System	Texas Tech University System	University of Houston System	Texas State University System	University of North Texas System
<b>OPERATING REVENUES</b>						
Tuition Revenue	\$	\$ 57,701	\$ 15,583	\$	\$	\$ 62,097
Tuition Revenue – Pledged	2,123,720	1,213,685	468,870	622,296	669,553	337,194
Discounts and Allowances	(558,477)	(296,808)	(103,795)	(124,247)	(158,216)	(96,781)
Hospital Revenue – Pledged	11,910,300					
Discounts and Allowances	(6,649,945)					
Professional Fees	5,147,683	132	284,413			129,483
Professional Fees – Pledged	4,500	1,292	793			
Discounts and Allowances	(3,663,217)		(30,544)			(72,873)
Auxiliary Enterprises						
Auxiliary Enterprises – Pledged	554,750	314,165	159,940	92,533	146,219	59,620
Discounts and Allowances	(15,199)	(33,011)		(9,789)		
Other Sales of Goods and Services		15,048	9,006			
Other Sales of Goods and Services – Pledged	497,877	293,818	12,419	54,848	23,329	34,721
Discounts and Allowances	(397)	(5,381)				
Interest and Investment Income		3,302				
Interest and Investment Income – Pledged						
Federal Revenue	1,246,697	430,700	64,406	66,780	32,835	76,282
State Grant Revenue		4,054	3,407	6,458	4,173	3,955
Other Operating Grant Revenue	418,564	259,047	186,914	1	6,950	24,180
Other Operating Grant Revenue – Pledged	832,835	29,018	3,505	29,234		
Other Revenues	13,771	22,317	28,247			
Other Revenues – Pledged	377,451	38,243		1,206	10,292	554
Total Operating Revenues	<u>12,240,913</u>	<u>2,347,322</u>	<u>1,103,164</u>	<u>739,320</u>	<u>735,135</u>	<u>558,432</u>
<b>OPERATING EXPENSES</b>						
Cost of Goods Sold	129,882	7,262	15,151	2,938	5,291	5,994
Salaries and Wages	7,377,511	1,677,966	840,625	589,104	520,709	429,970
Payroll Related Costs	1,843,766	390,805	156,184	119,915	104,271	86,255
Professional Fees and Services	463,037	370,083	64,588	80,570	60,852	68,698
Travel	140,761	78,597	31,396	16,678	21,352	11,193
Materials and Supplies	1,645,371	237,600	75,681	38,966	99,062	39,037
Communication and Utilities	383,277	134,799	51,394	49,223	42,475	19,234
Repairs and Maintenance	295,993	131,419	38,556	16,899	20,435	27,564
Rentals and Leases	158,404	69,126	14,558	33,854	6,304	11,082
Printing and Reproduction	36,899	11,814	4,861	4,196	4,226	4,307
Depreciation and Amortization	1,178,906	299,511	128,752	97,867	88,729	56,188
Bad Debt Expense	1,101	(76)	1,705		467	
Interest Expense		62	12	101	7	
Scholarships	420,111	215,655	69,515	100,517	129,009	61,004
Claims and Judgments	25,886	859	1,383	982	23	3,346
Net Change in Pension/OPEB Obligations	625,628	124,108				
Other Expenses	1,232,374	229,740	120,302	42,500	30,326	21,784
Total Operating Expenses	<u>15,958,907</u>	<u>3,979,330</u>	<u>1,614,663</u>	<u>1,194,310</u>	<u>1,133,538</u>	<u>845,656</u>
Operating Loss	<u>(3,717,994)</u>	<u>(1,632,008)</u>	<u>(511,499)</u>	<u>(454,990)</u>	<u>(398,403)</u>	<u>(287,224)</u>

Continued on the following page

## STATE OF TEXAS

## Schedule of Revenues, Expenses and Changes in Net Position

### Colleges and Universities – Major Enterprise Fund (continued)

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
<b>OPERATING REVENUES</b>						
Tuition Revenue	\$	\$ 3,892	\$	\$	\$ 8,947	\$ 148,220
Tuition Revenue – Pledged	100,308	102,008	87,089	44,384	33,835	5,802,942
Discounts and Allowances	(29,193)	(25,495)	(27,429)	(11,907)	(21,090)	(1,453,438)
Hospital Revenue – Pledged						11,910,300
Discounts and Allowances						(6,649,945)
Professional Fees						5,561,711
Professional Fees – Pledged						6,585
Discounts and Allowances						(3,766,634)
Auxiliary Enterprises		1,906			806	2,712
Auxiliary Enterprises – Pledged	28,092	38,179	11,379	9,988	12,546	1,427,411
Discounts and Allowances	(6,523)	(9,118)			(3,979)	(77,619)
Other Sales of Goods and Services		1,218				25,272
Other Sales of Goods and Services – Pledged		5,721	124	1,542	6,346	930,745
Discounts and Allowances						(5,778)
Interest and Investment Income					3	3,305
Interest and Investment Income – Pledged					47	47
Federal Revenue	2,143	4,216	18,216	614	2,361	1,945,250
State Grant Revenue			1,601			23,648
Other Operating Grant Revenue	3,323			550	1,823	901,352
Other Operating Grant Revenue – Pledged		902	2,106			897,600
Other Revenues	1,016	242				65,593
Other Revenues – Pledged	693	35	4,839	1,323		434,636
Total Operating Revenues	<u>99,859</u>	<u>123,706</u>	<u>97,925</u>	<u>46,494</u>	<u>41,645</u>	<u>18,133,915</u>
<b>OPERATING EXPENSES</b>						
Cost of Goods Sold	3	9,489			3,650	179,660
Salaries and Wages	95,929	92,442	88,924	39,782	72,442	11,825,404
Payroll Related Costs	17,556	18,690	13,815	7,764	14,935	2,773,956
Professional Fees and Services	2,278	2,131	6,396	5,136	1,489	1,125,258
Travel	2,412	3,231	3,037	1,752	1,097	311,506
Materials and Supplies	13,615	12,016	8,531	5,752	12,372	2,188,003
Communication and Utilities	6,900	9,061	6,412	2,660	5,726	711,161
Repairs and Maintenance	5,824	4,784	5,290	3,484	2,488	552,736
Rentals and Leases	2,163	3,662	1,500	1,471	2,547	304,671
Printing and Reproduction	493	508	466	197	42	68,009
Depreciation and Amortization	15,632	16,352	17,078	13,103	10,593	1,922,711
Bad Debt Expense	587	1	2,210	286		6,281
Interest Expense				1	2	185
Scholarships	15,685	20,000	18,928	10,330	11,135	1,071,889
Claims and Judgments		250				32,729
Net Change in Pension/OPEB Obligations						749,736
Other Expenses	7,737	6,679	10,510		6,942	1,708,894
Total Operating Expenses	<u>186,814</u>	<u>199,296</u>	<u>183,097</u>	<u>91,718</u>	<u>145,460</u>	<u>25,532,789</u>
Operating Loss	<u>(86,955)</u>	<u>(75,590)</u>	<u>(85,172)</u>	<u>(45,224)</u>	<u>(103,815)</u>	<u>(7,398,874)</u>

Continued on the following page

## STATE OF TEXAS

## Schedule of Revenues, Expenses and Changes in Net Position

### Colleges and Universities – Major Enterprise Fund (continued)

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	University of Texas System	Texas A&M University System	Texas Tech University System	University of Houston System	Texas State University System	University of North Texas System
<b>NONOPERATING REVENUES (EXPENSES)</b>						
Federal Revenue	\$ 331,223	\$ 214,278	\$ 45,859	\$ 101,253	\$ 114,577	\$ 50,975
Gifts	449,490	120,723	63,151		21,932	15,739
Gifts – Pledged	26,398	13,033	4,303	94,571	5,676	
Land Income		22,946				
Interest and Investment Income (Loss)	420,826	(124,867)	(21,201)		(403)	(13,587)
Interest and Investment Income (Loss) – Pledged	583,944	153,034	18,511	(20,641)	(3,148)	342
Investing Activities Expense	(100,061)	(10,450)			(31)	
Interest Expense	(249,859)	(112,779)	(24,773)	(33,814)	(54,061)	(16,092)
Borrower Rebates and Agent Fees	(1,520)	(3,862)				
Gain (Loss) on Sale of Capital Assets	(36,454)	40,435	(1,389)		(1,055)	(3,936)
Settlement of Claims						
Claims and Judgments		(650)			(43)	
Other Revenues		5,826	9,303		2,217	12,719
Other Revenues – Pledged	16,652	3,924	3,520	13,268	15	105
Other Expenses	(10,057)	(29,567)		(21,947)	(62)	(2,679)
Total Nonoperating Revenues (Expenses)	<u>1,430,582</u>	<u>292,024</u>	<u>97,284</u>	<u>132,690</u>	<u>85,614</u>	<u>43,586</u>
Income (Loss) Before Capital Contributions, Endowments and Transfers	<u>(2,287,412)</u>	<u>(1,339,984)</u>	<u>(414,215)</u>	<u>(322,300)</u>	<u>(312,789)</u>	<u>(243,638)</u>
<b>CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS</b>						
Capital Contributions – Federal	5,243				65	
Capital Contributions – Other	81,073	35,223	2,999			535
Contributions to Permanent and Term Endowments	141,857	6,594	14,167	13,522	5,848	75
Transfer In	2,610,882	1,617,148	468,041	355,912	369,562	272,440
Transfer Out	(575,320)	(22,601)	(29,205)	(10,909)	(10,142)	(6,797)
Total Capital Contributions, Endowments and Transfers	<u>2,263,735</u>	<u>1,636,364</u>	<u>456,002</u>	<u>358,525</u>	<u>365,333</u>	<u>266,253</u>
Change in Net Position	<u>(23,677)</u>	<u>296,380</u>	<u>41,787</u>	<u>36,225</u>	<u>52,544</u>	<u>22,615</u>
Net Position, September 1, 2014	37,073,026	5,782,832	2,846,066	1,584,074	1,245,236	796,263
Restatements	(2,601,898)	(401,239)	(160,256)	(171,334)	(134,595)	(117,135)
Net Position, September 1, 2014, as Restated	<u>34,471,128</u>	<u>5,381,593</u>	<u>2,685,810</u>	<u>1,412,740</u>	<u>1,110,641</u>	<u>679,128</u>
Net Position, August 31, 2015	<u>\$ 34,447,451</u>	<u>\$ 5,677,973</u>	<u>\$ 2,727,597</u>	<u>\$ 1,448,965</u>	<u>\$ 1,163,185</u>	<u>\$ 701,743</u>

Concluded on the following page

## STATE OF TEXAS

## Schedule of Revenues, Expenses and Changes in Net Position Colleges and Universities – Major Enterprise Fund (concluded)

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
<b>NONOPERATING REVENUES (EXPENSES)</b>						
Federal Revenue	\$ 21,478	\$ 19,642	\$ 21,877	\$ 8,475	\$ 21,755	\$ 951,392
Gifts	1,810	4,411		5,092	656	683,004
Gifts – Pledged			257		1,071	145,309
Land Income						22,946
Interest and Investment Income (Loss)	(1,345)	403			9	259,835
Interest and Investment Income (Loss) – Pledged	2,440	(349)	1,709	(801)	145	735,186
Investing Activities Expense		(251)	(332)			(111,125)
Interest Expense	(2,905)	(6,803)	(5,392)	(3,572)	(2,843)	(512,893)
Borrower Rebates and Agent Fees						(5,382)
Gain (Loss) on Sale of Capital Assets	(146)	(72)		(2)	(52)	(2,671)
Settlement of Claims		41			263	304
Claims and Judgments						(693)
Other Revenues	37	191		22	15	30,330
Other Revenues – Pledged						37,484
Other Expenses	(79)		(2,105)		(1,969)	(68,465)
Total Nonoperating Revenues (Expenses)	<u>21,290</u>	<u>17,213</u>	<u>16,014</u>	<u>9,214</u>	<u>19,050</u>	<u>2,164,561</u>
Income (Loss) Before Capital Contributions, Endowments and Transfers	<u>(65,665)</u>	<u>(58,377)</u>	<u>(69,158)</u>	<u>(36,010)</u>	<u>(84,765)</u>	<u>(5,234,313)</u>
<b>CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS</b>						
Capital Contributions – Federal						5,308
Capital Contributions – Other		626		760	6,117	127,333
Contributions to Permanent and Term Endowments		151	74	466		182,754
Transfer In	72,142	63,190	70,778	25,743	78,614	6,004,452
Transfer Out	(2,609)	(1,565)	(644)	(841)	(1,206)	(661,839)
Total Capital Contributions, Endowments and Transfers	<u>69,533</u>	<u>62,402</u>	<u>70,208</u>	<u>26,128</u>	<u>83,525</u>	<u>5,658,008</u>
Change in Net Position	<u>3,868</u>	<u>4,025</u>	<u>1,050</u>	<u>(9,882)</u>	<u>(1,240)</u>	<u>423,695</u>
Net Position, September 1, 2014	385,679	146,206	152,799	107,504	125,317	50,245,002
Restatements	(22,949)	(27,609)	(20,487)	(8,726)	(14,356)	(3,680,584)
Net Position, September 1, 2014, as Restated	<u>362,730</u>	<u>118,597</u>	<u>132,312</u>	<u>98,778</u>	<u>110,961</u>	<u>46,564,418</u>
Net Position, August 31, 2015	<u>\$ 366,598</u>	<u>\$ 122,622</u>	<u>\$ 133,362</u>	<u>\$ 88,896</u>	<u>\$ 109,721</u>	<u>\$ 46,988,113</u>

## STATE OF TEXAS

**Schedule of Cash Flows****Colleges and Universities – Major Enterprise Fund**

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	University of Texas System	Texas A&M University System	Texas Tech University System	University of Houston System	Texas State University System	University of North Texas System
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>						
Proceeds from Customers	\$ 6,692,910	\$ 261,155	\$ 306,664	\$ 56,976	\$ 29,383	\$ 90,610
Proceeds from Tuition and Fees	1,588,912	933,337	389,236	516,078	516,727	317,733
Proceeds from Research Grants and Contracts	2,575,780	771,356	258,831	91,726	31,870	106,078
Proceeds from Loan Programs	109,317	6,864	4,436	126,277	20,309	
Proceeds from Auxiliaries	555,581	280,074	157,763	83,376	148,579	59,862
Proceeds from Other Operating Revenues	972,864	94,598		1,206	18,237	1,092
Payments to Suppliers for Goods and Services	(4,947,095)	(1,286,222)	(218,940)	(237,681)	(309,153)	(219,843)
Payments to Employees	(9,169,206)	(2,055,615)	(990,298)	(705,600)	(608,299)	(475,251)
Payments for Loans Provided	(120,048)	(4,973)	(4,740)	(125,996)	(21,806)	(814)
Payments for Other Operating Expenses		(247,151)	(290,031)	(141,048)	(127,265)	(68,049)
Net Cash (Used) by Operating Activities	<u>(1,740,985)</u>	<u>(1,246,577)</u>	<u>(387,079)</u>	<u>(334,686)</u>	<u>(301,418)</u>	<u>(188,582)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>						
Proceeds from Gifts	456,074	212,185	89,614	65,945	22,220	16,189
Proceeds from Endowments	270,552	6,594		13,522	5,475	75
Proceeds from Transfers from Other Funds	3,046,738	1,421,289	414,473	294,014	303,744	246,923
Proceeds from Interfund Payables		95,543				
Proceeds from Loan Programs						
Proceeds from Grant Receipts	368,167	196,022	45,836	101,253	115,170	63,694
Proceeds from Other Noncapital Financing Activities	6,154		292,636		3,222	
Payments of Interest		(30)				
Payments for Transfers to Other Funds	(1,614,299)	(22,506)	(6,795)	(26,948)	(867)	(18,175)
Payments for Grant Disbursements						(2,538)
Payments for Other Noncapital Financing Uses	(2,917)	(135,399)	(274,267)		(22,715)	
Net Cash Provided by Noncapital Financing Activities	<u>2,530,469</u>	<u>1,773,698</u>	<u>561,497</u>	<u>447,786</u>	<u>426,249</u>	<u>306,168</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>						
Proceeds from Sale of Capital Assets	3,071	46,768	132		171	113
Proceeds from Debt Issuance	1,469,429	1,081,919	350,472	47,915	109,467	104,765
Proceeds from State Grants and Contracts		20,914			48	
Proceeds from Gifts						
Proceeds from Other Capital and Related Financing Activities		29		81,378	101,581	
Proceeds from Capital Contributions	141,340	869	41,185	50,929	11,893	
Payments for Additions to Capital Assets	(1,955,744)	(757,197)	(138,682)	(131,384)	(119,988)	(121,727)
Payments of Principal on Debt Issuance	(1,109,359)	(742,454)	(326,598)	(92,295)	(78,653)	(61,280)
Payments for Capital Leases		(630)		(391)		(1,464)
Payments of Interest on Debt Issuance	(280,789)	(119,340)	(28,946)	(33,758)	(66,159)	(16,722)
Payments of Other Costs on Debt Issuance	(4,711)	(4,983)	(1,901)	(68,486)	(50)	(2,617)
Payments for Interfund Receivables		(669)				
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(1,736,763)</u>	<u>(474,774)</u>	<u>(104,338)</u>	<u>(146,092)</u>	<u>(41,690)</u>	<u>(98,932)</u>

*Continued on the following page*

## STATE OF TEXAS

**Schedule of Cash Flows****Colleges and Universities – Major Enterprise Fund (continued)**

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>						
Proceeds from Customers	\$	\$ 6,874	\$	\$	\$ 7,147	\$ 7,451,719
Proceeds from Tuition and Fees	70,980	79,882	58,078	33,261	19,046	4,523,270
Proceeds from Research Grants and Contracts	5,265	7,927	18,740	590	5,721	3,873,884
Proceeds from Loan Programs		696		16		267,915
Proceeds from Auxiliaries	21,569	29,111	11,379	10,363	9,157	1,366,814
Proceeds from Other Operating Revenues	1,709	277	13,298	2,865		1,106,146
Payments to Suppliers for Goods and Services	(39,695)	(54,856)		(17,353)	(33,945)	(7,364,783)
Payments to Employees	(112,141)	(103,510)	(105,389)	(47,245)	(86,288)	(14,458,842)
Payments for Loans Provided						(278,377)
Payments for Other Operating Expenses	(15,649)	(23,697)	(58,566)	(10,446)	(10,869)	(992,771)
Net Cash (Used) by Operating Activities	(67,962)	(57,296)	(62,460)	(27,949)	(90,031)	(4,505,025)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>						
Proceeds from Gifts	1,811	4,411	331	4,673		873,453
Proceeds from Endowments		578		466		297,262
Proceeds from Transfers from Other Funds	80,543	44,899	66,589	21,760	81,564	6,022,536
Proceeds from Interfund Payables						95,543
Proceeds from Loan Programs	20,068					20,068
Proceeds from Grant Receipts		19,641	21,877	8,582	21,755	961,997
Proceeds from Other Noncapital Financing Activities		101			15	302,128
Payments of Interest		(125)				(155)
Payments for Transfers to Other Funds	(1,908)	(1,244)	(177)	(841)		(1,693,760)
Payments for Grant Disbursements	(19,862)					(22,400)
Payments for Other Noncapital Financing Uses				(488)	(1,970)	(437,756)
Net Cash Provided by Noncapital Financing Activities	80,652	68,261	88,620	34,152	101,364	6,418,916
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>						
Proceeds from Sale of Capital Assets		10	22,477			72,742
Proceeds from Debt Issuance		48,410		42,585	1,800	3,256,762
Proceeds from State Grants and Contracts		8,426				29,388
Proceeds from Gifts					1,071	1,071
Proceeds from Other Capital and Related Financing Activities		14,227		3,559	264	201,038
Proceeds from Capital Contributions		627		741	2,033	249,617
Payments for Additions to Capital Assets	(4,665)	(10,929)	(30,417)	(8,329)	(9,282)	(3,288,344)
Payments of Principal on Debt Issuance	(4,595)	(57,160)	(12,890)	(5,135)	(5,286)	(2,495,705)
Payments for Capital Leases	(249)	(83)				(2,817)
Payments of Interest on Debt Issuance	(3,149)	(7,203)	(5,367)	(4,302)	(2,958)	(568,693)
Payments of Other Costs on Debt Issuance					(1,206)	(83,954)
Payments for Interfund Receivables		(1,507)			(666)	(2,842)
Net Cash Provided (Used) by Capital and Related Financing Activities	(12,658)	(5,182)	(26,197)	29,119	(14,230)	(2,631,737)

*Continued on the following page*

## STATE OF TEXAS

**Schedule of Cash Flows****Colleges and Universities – Major Enterprise Fund (continued)**

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	University of Texas System	Texas A&M University System	Texas Tech University System	University of Houston System	Texas State University System	University of North Texas System
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
Proceeds from Sale of Investments	\$ 14,375,224	\$ 3,016,375	\$ 208,787	\$ 587,800	\$ 149,097	\$ 3,460
Proceeds from Interest and Investment Income	1,489,202	61,622	68,065	56,543	10,525	7,585
Proceeds from Principal Payments on Loans						
Payments to Acquire Investments	(14,877,948)	(3,134,029)	(418,001)	(599,530)	(220,739)	(3,719)
Net Cash Provided (Used) by Investing Activities	<u>986,478</u>	<u>(56,032)</u>	<u>(141,149)</u>	<u>44,813</u>	<u>(61,117)</u>	<u>7,326</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>39,199</u>	<u>(3,685)</u>	<u>(71,069)</u>	<u>11,821</u>	<u>22,024</u>	<u>25,980</u>
Cash and Cash Equivalents, September 1, 2014	2,881,362	1,120,563	412,049	314,452	619,068	221,361
Restatements			335		(867)	
Cash and Cash Equivalents, September 1, 2014, as Restated	<u>2,881,362</u>	<u>1,120,563</u>	<u>412,384</u>	<u>314,452</u>	<u>618,201</u>	<u>221,361</u>
Cash and Cash Equivalents, August 31, 2015	<u>\$ 2,920,561</u>	<u>\$ 1,116,878</u>	<u>\$ 341,315</u>	<u>\$ 326,273</u>	<u>\$ 640,225</u>	<u>\$ 247,341</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>						
Operating (Loss)	\$ (3,717,994)	\$ (1,632,008)	\$ (511,499)	\$ (454,990)	\$ (398,403)	\$ (287,224)
Adjustments to Reconcile Operating (Loss) to Net Cash (Used) by Operating Activities:						
Depreciation and Amortization	1,178,906	299,511	128,752	97,867	88,729	56,188
Bad Debt Expense	324,688	5,107	511		467	
Pension Expense	212,895	32,578	14,978	13,965	10,994	9,559
Operating Income (Loss) and Cash Flow Categories Classification Differences		42		281	11	35,960
Changes in Assets and Liabilities:						
(Increase) Decrease in Receivables	(383,094)	(39,729)	(4,120)	(19,787)	(11,693)	80
(Increase) Decrease in Due From Other Funds		(7,504)	(961)		(392)	
(Increase) Decrease in Inventories	(10,222)	(513)	138	277	1,251	(234)
(Increase) Decrease in Notes Receivable			21		(896)	
(Increase) Decrease in Loans and Contracts	(10,720)	(209)			1,163	(814)
(Increase) Decrease in Other Assets	(18,117)	(2,570)		(1,242)	23,612	
(Increase) Decrease in Prepaid Expenses		(3,053)	(7,289)	(6,397)	(5,118)	(8,285)
Increase (Decrease) in Payables	31,986	23,096	2,744	20,667	(3,864)	3,182
Increase (Decrease) in Deposits	3,512	1,419			(61)	
Increase (Decrease) in Due To Other Funds		204	205		84	
Increase (Decrease) in Unearned Revenue	91,895	(22,193)	6,111	18,477	4,240	16,863
Increase (Decrease) in Employees' Compensable Leave	29,533	5,065	2,786	(302)	1,652	
Increase (Decrease) in Benefits Payable	395,714	88,107	(13,768)	(10,244)	(12,124)	(9,916)
Increase (Decrease) in Other Liabilities	130,033	6,073	(5,688)	6,742	(1,070)	(3,941)
Total Adjustments	<u>1,977,009</u>	<u>385,431</u>	<u>124,420</u>	<u>120,304</u>	<u>96,985</u>	<u>98,642</u>
Net Cash (Used) by Operating Activities	<u>\$ (1,740,985)</u>	<u>\$ (1,246,577)</u>	<u>\$ (387,079)</u>	<u>\$ (334,686)</u>	<u>\$ (301,418)</u>	<u>\$ (188,582)</u>
<b>NONCASH TRANSACTIONS</b>						
Donation of Capital Assets	\$ 19,322	\$ 34,447	\$ 3,065	\$	\$ 106	\$ 545
Net Change in Fair Value of Investments	\$ (2,395,713)	\$ (206,017)	\$ (59,284)	\$ (77,301)	\$ (14,157)	\$ (20,988)
Borrowing Under Capital Lease Purchase	\$ 3,429	\$	\$	\$	\$	\$ 6,186
Other	\$ 229,642	\$ 575,257	\$ (1,081)	\$	\$ (976)	\$ 19,318

Concluded on the following page

## STATE OF TEXAS

**Schedule of Cash Flows****Colleges and Universities – Major Enterprise Fund (concluded)**

For the Fiscal Year Ended August 31, 2015 (Amounts in Thousands)

	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
Proceeds from Sale of Investments	\$ 30,231	\$	\$ 1,472	\$ 81,597	\$ 1,539	\$ 18,455,582
Proceeds from Interest and Investment Income	2,577	2,317	2,273	663	203	1,701,575
Proceeds from Principal Payments on Loans			482			482
Payments to Acquire Investments	(30,679)	(6,171)		(116,548)	(19)	(19,407,383)
Net Cash Provided (Used) by Investing Activities	<u>2,129</u>	<u>(3,854)</u>	<u>4,227</u>	<u>(34,288)</u>	<u>1,723</u>	<u>750,256</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>2,161</u>	<u>1,929</u>	<u>4,190</u>	<u>1,034</u>	<u>(1,174)</u>	<u>32,410</u>
Cash and Cash Equivalents, September 1, 2014	13,809	84,416	20,525	7,207	39,006	5,733,818
Restatements						(532)
Cash and Cash Equivalents, September 1, 2014, as Restated	<u>13,809</u>	<u>84,416</u>	<u>20,525</u>	<u>7,207</u>	<u>39,006</u>	<u>5,733,286</u>
Cash and Cash Equivalents, August 31, 2015	<u>\$ 15,970</u>	<u>\$ 86,345</u>	<u>\$ 24,715</u>	<u>\$ 8,241</u>	<u>\$ 37,832</u>	<u>\$ 5,765,696</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>						
Operating (Loss)	\$ (86,955)	\$ (75,590)	\$ (85,172)	\$ (45,224)	\$ (103,815)	\$ (7,398,874)
Adjustments to Reconcile Operating (Loss) to Net Cash (Used) by Operating Activities:						
Depreciation and Amortization	15,632	16,352	17,078	13,103	10,593	1,922,711
Bad Debt Expense	587	1	2,210	286		333,857
Pension Expense	1,876	1,703	1,672	711	1,172	302,103
Operating Income (Loss) and Cash Flow Categories Classification Differences		10,034	(281)	920	936	47,903
Changes in Assets and Liabilities:						
(Increase) Decrease in Receivables	(875)	(2,349)	(3,763)	(585)	114	(465,801)
(Increase) Decrease in Due From Other Funds	(200)	2,235	(1,068)		(517)	(8,407)
(Increase) Decrease in Inventories	(206)	(65)	143	15	196	(9,220)
(Increase) Decrease in Notes Receivable						(875)
(Increase) Decrease in Loans and Contracts	35	(3,174)				(13,719)
(Increase) Decrease in Other Assets		(4,352)	(1,686)			(4,355)
(Increase) Decrease in Prepaid Expenses	1,018	568	(436)	(132)		(29,124)
Increase (Decrease) in Payables	374	(3,007)	4,245	2,478	905	82,806
Increase (Decrease) in Deposits		(209)			862	5,523
Increase (Decrease) in Due To Other Funds	413	(1,022)				(116)
Increase (Decrease) in Unearned Revenue	741	2,603	5,929	1,185	(984)	124,867
Increase (Decrease) in Employees' Compensable Leave	246	95	196	100	189	39,560
Increase (Decrease) in Benefits Payable	(777)	2,686	(5,812)	(806)	(1,046)	432,014
Increase (Decrease) in Other Liabilities	129	(3,805)	4,285		1,364	134,122
Total Adjustments	<u>18,993</u>	<u>18,294</u>	<u>22,712</u>	<u>17,275</u>	<u>13,784</u>	<u>2,893,849</u>
Net Cash (Used) by Operating Activities	<u>\$ (67,962)</u>	<u>\$ (57,296)</u>	<u>\$ (62,460)</u>	<u>\$ (27,949)</u>	<u>\$ (90,031)</u>	<u>\$ (4,505,025)</u>
<b>NONCASH TRANSACTIONS</b>						
Donation of Capital Assets	\$	\$	\$	\$ 18	\$ 4,084	\$ 61,587
Net Change in Fair Value of Investments	\$ (1,482)	\$ (4,021)	\$ (896)	\$ (2,423)	\$	\$ (2,782,282)
Borrowing Under Capital Lease Purchase	\$	\$	\$	\$	\$ 172	\$ 9,787
Other	\$	\$	\$	\$ 18,514	\$ 430	\$ 841,104