

State of Texas

Comprehensive Annual Financial Report

For the Fiscal Year Ended August 31, 2019

**The spreadsheets in this publication are available
in accessible data form (Excel) for the sections below.**

Management's Discussion and Analysis, pages 19-32

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Basic Financial Statements, pages 33-194

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Required Supplementary Information other than MD&A, pages 195-220

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Governmental Funds, pages 221-244

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Enterprise Funds, pages 245-274

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Fiduciary Funds, pages 275-292

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Statistical Section, pages 309-335

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Section Two (continued)

Enterprise Funds



Nonmajor Enterprise Funds

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** include the Texas Guaranteed Tuition Plan, which is closed to new enrollment, and the Texas Tuition Promise Fund. The Texas Tuition Promise Fund allows families to prepay tuition and school-wide required fees at Texas public colleges and universities.

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.

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Combining Statement of Net Position – Nonmajor Enterprise Funds

August 31, 2019 (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
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 617,805	\$ 40,986	\$ 335,010	\$	\$
Short-Term Investments	607,342		45,454		
Securities Lending Collateral				29,283	
Restricted:					
Cash and Cash Equivalents		103,365	53,221	242,601	
Short-Term Investments		250,407	108,221	107,899	
Loans and Contracts		140,490		80,926	
Receivables:					
Federal	2,551			12,619	
Accounts		221	32,813	2,331	1,658
Interest and Dividends	78,195	6,973	905	13,294	
Other		593	1		
Due From Other Funds	25		212	2,336	48,115
Interfund Receivable	170				
Inventories		5	1,507		9,853
Prepaid Items				154	
Loans and Contracts	296,104	2,940			
Other Current Assets		9,349			
Total Current Assets	<u>1,602,192</u>	<u>555,329</u>	<u>577,344</u>	<u>491,443</u>	<u>59,626</u>
Noncurrent Assets:					
Restricted:					
Investments		974,004	149,710	308,480	
Receivables					
Loans and Contracts		909,291		2,904,448	
Other				789	
Loans and Contracts	10,155,777	46,899			
Investments	392,387		39,785	(97)	
Interfund Receivable	1,645				
Non-Depreciable or Non-Amortizable			754,149	4,943	283
Depreciable or Amortizable, Net		100	1,845,723	98,727	500
Intangible Assets-Service Concession Arrangements					
Assets Held in Trust					
Other Noncurrent Assets		42			
Total Noncurrent Assets	<u>10,549,809</u>	<u>1,930,336</u>	<u>2,789,367</u>	<u>3,317,290</u>	<u>783</u>
Total Assets	<u>12,152,001</u>	<u>2,485,665</u>	<u>3,366,711</u>	<u>3,808,733</u>	<u>60,409</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Outflows of Resources		5,599	26,264	275,886	
Total Deferred Outflows of Resources	<u>0</u>	<u>5,599</u>	<u>26,264</u>	<u>275,886</u>	<u>0</u>

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

August 31, 2019 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 206,922	\$ 125,969	\$ 109,552	\$ 1,436,244
Short-Term Investments		133,983		786,779
Securities Lending Collateral				29,283
Restricted:				
Cash and Cash Equivalents	3,376	684,986	47,795	1,135,344
Short-Term Investments		784,054	84,394	1,334,975
Loans and Contracts				221,416
Receivables:				
Federal				15,170
Accounts		18,436	277	55,736
Interest and Dividends	7,268	5,196	333	112,164
Other	44		5,073	5,711
Due From Other Funds				50,688
Interfund Receivable			152	322
Inventories		370	1,259	12,994
Prepaid Items			890	1,044
Loans and Contracts	27,389		1,496	327,929
Other Current Assets				9,349
Total Current Assets	<u>244,999</u>	<u>1,752,994</u>	<u>251,221</u>	<u>5,535,148</u>
Noncurrent Assets:				
Restricted:				
Investments	1,163,978	299,051	30,754	2,925,977
Receivables	107,868			107,868
Loans and Contracts				3,813,739
Other				789
Loans and Contracts			4,033	10,206,709
Investments		29,921	4,978	466,974
Interfund Receivable				1,645
Non-Depreciable or Non-Amortizable			302,499	1,061,874
Depreciable or Amortizable, Net			3,428	1,948,478
Intangible Assets-Service Concession Arrangements		2,553,937		2,553,937
Assets Held in Trust			4,782	4,782
Other Noncurrent Assets				42
Total Noncurrent Assets	<u>1,271,846</u>	<u>2,882,909</u>	<u>350,474</u>	<u>23,092,814</u>
Total Assets	<u>1,516,845</u>	<u>4,635,903</u>	<u>601,695</u>	<u>28,627,963</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Outflows of Resources				307,749
Total Deferred Outflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>307,749</u>

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

August 31, 2019 (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
LIABILITIES					
Current Liabilities:					
Payables:					
Accounts Payable	\$ 73	\$ 1,493	\$ 19,640	\$ 15,444	\$ 6,363
Payroll		145			1,593
Investment Trades					
Interest	91,546	12,330	4,460	482	
Due To Other Funds	3,242		1,984	70	1,038
Interfund Payable		38			
Unearned Revenue		6,744		80	
Obligations/Securities Lending				29,283	
Short-Term Debt		134,330			
Employees' Compensable Leave		897			1,209
Notes and Loans Payable		224			
General Obligation Bonds Payable	59,928			207,031	
Revenue Bonds Payable	125,319	16,537	38,882		
Liabilities Payable from Restricted Assets					
Other Current Liabilities		706		38	
Total Current Liabilities	<u>280,108</u>	<u>173,444</u>	<u>64,966</u>	<u>252,428</u>	<u>10,203</u>
Noncurrent Liabilities:					
Employees' Compensable Leave		480			35
Notes and Loans Payable		108,242			
General Obligation Bonds Payable	1,083,503			2,746,469	
Revenue Bonds Payable	5,867,218	1,711,920	2,934,887		
Liabilities Payable from Restricted Assets					
Hedging Derivative Liability		5,599		275,886	
Assets Held for Othes					
Other Noncurrent Liabilities		136,881			
Total Noncurrent Liabilities	<u>6,950,721</u>	<u>1,963,122</u>	<u>2,934,887</u>	<u>3,022,355</u>	<u>35</u>
Total Liabilities	<u>7,230,829</u>	<u>2,136,566</u>	<u>2,999,853</u>	<u>3,274,783</u>	<u>10,238</u>
NET POSITION					
Net Investment in Capital Assets		99	579,689	103,671	783
Restricted for:					
Debt Service		222,461	128,820		
Capital Projects					
Veteran Land Board Housing Programs				706,050	
Funds Held as Permanent Investments:					
Nonexpendable					
Other	4,921,172		153,959		
Unrestricted		132,138	(469,346)	115	49,388
Total Net Position	<u>\$ 4,921,172</u>	<u>\$ 354,698</u>	<u>\$ 393,122</u>	<u>\$ 809,836</u>	<u>\$ 50,171</u>

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

August 31, 2019 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
LIABILITIES				
Current Liabilities:				
Payables:				
Accounts Payable	\$ 568	\$ 40,404	\$ 15,667	\$ 99,652
Payroll			3,444	5,182
Investment Trades	11			11
Interest		68,313	650	177,781
Due To Other Funds		2,184	9	8,527
Interfund Payable				38
Unearned Revenue	1,718		132	8,674
Obligations/Securities Lending				29,283
Short-Term Debt				134,330
Employees' Compensable Leave	84		941	3,131
Notes and Loans Payable		10,532		10,756
General Obligation Bonds Payable				266,959
Revenue Bonds Payable		4,223	315	185,276
Liabilities Payable from Restricted Assets	304,598			304,598
Other Current Liabilities		2,090		2,834
Total Current Liabilities	<u>306,979</u>	<u>127,746</u>	<u>21,158</u>	<u>1,237,032</u>
Noncurrent Liabilities:				
Employees' Compensable Leave	62		594	1,171
Notes and Loans Payable		1,564,374		1,672,616
General Obligation Bonds Payable				3,829,972
Revenue Bonds Payable		3,145,819	262,623	13,922,467
Liabilities Payable from Restricted Assets	1,480,370			1,480,370
Hedging Derivative Liability				281,485
Assets Held for Others			4,782	4,782
Other Noncurrent Liabilities				136,881
Total Noncurrent Liabilities	<u>1,480,432</u>	<u>4,710,193</u>	<u>267,999</u>	<u>21,329,744</u>
Total Liabilities	<u>1,787,411</u>	<u>4,837,939</u>	<u>289,157</u>	<u>22,566,776</u>
NET POSITION				
Net Investment in Capital Assets			192,464	876,706
Restricted for:				
Debt Service		22,984	5,485	379,750
Capital Projects			6,477	6,477
Veteran Land Board Housing Programs				706,050
Funds Held as Permanent Investments:				
Nonexpendable			227	227
Other		61,344	3,409	5,139,884
Unrestricted	(270,566)	(286,364)	104,476	(740,159)
Total Net Position	<u>\$ (270,566)</u>	<u>\$ (202,036)</u>	<u>\$ 312,538</u>	<u>\$ 6,368,935</u>

STATE OF TEXAS

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

For the Fiscal Year Ended August 31, 2019 (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
OPERATING REVENUES					
Auxiliary Enterprises – Pledged	\$	\$	\$	\$	\$ 122,166
Other Sales of Goods and Services			21	6,940	
Other Sales of Goods and Services – Pledged			228,172	24,436	
Discounts and Allowances			(7,482)		
Interest and Investment Income	276,237	104,105		103,796	
Interest and Investment Income – Pledged	(87,267)				
Federal Revenue				70,499	
Other Revenues	9,514	78,888	32,755	584	2,091
Other Revenues – Pledged			5		
Total Operating Revenues	<u>198,484</u>	<u>182,993</u>	<u>253,471</u>	<u>206,255</u>	<u>124,257</u>
OPERATING EXPENSES					
Cost of Goods Sold					85,986
Salaries and Wages	5,405	10,997	1,485		14,513
Payroll Related Costs	1,029	4,067			5,676
Professional Fees and Services	8,418	1,866	10,571	86,136	5
Travel	74	285	7	134	68
Materials and Supplies	5	183	1,611	5,688	1,785
Communication and Utilities	23	169	709	31	2
Repairs and Maintenance		480	7,818	3,594	322
Rentals and Leases	57	76	3		836
Printing and Reproduction	10	66		5	25
Depreciation and Amortization		37	54,485	6,537	82
Bad Debt Expense		1,663			8
Interest Expense	278,680	64,532		83,705	
Employee/Participant Benefit Payments					
Other	212	49,786	33,125	8,599	133
Total Operating Expenses	<u>293,913</u>	<u>134,207</u>	<u>109,814</u>	<u>194,429</u>	<u>109,441</u>
Operating Income (Loss)	<u>(95,429)</u>	<u>48,786</u>	<u>143,657</u>	<u>11,826</u>	<u>14,816</u>

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

For the Fiscal Year Ended August 31, 2019 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
OPERATING REVENUES				
Auxiliary Enterprises – Pledged	\$	\$	\$	\$ 122,166
Other Sales of Goods and Services	24,146		11,415	42,522
Other Sales of Goods and Services – Pledged		203,656		456,264
Discounts and Allowances		(2,448)		(9,930)
Interest and Investment Income			318	484,456
Interest and Investment Income – Pledged				(87,267)
Federal Revenue				70,499
Other Revenues	1,322		32,658	157,812
Other Revenues – Pledged		5		10
Total Operating Revenues	<u>25,468</u>	<u>201,213</u>	<u>44,391</u>	<u>1,236,532</u>
OPERATING EXPENSES				
Cost of Goods Sold			1,981	87,967
Salaries and Wages	1,109	1,778	14,827	50,114
Payroll Related Costs	306		3,853	14,931
Professional Fees and Services	5,327	2,169	9,818	124,310
Travel	12	7	224	811
Materials and Supplies	54	352	3,516	13,194
Communication and Utilities	20	196	1,863	3,013
Repairs and Maintenance	38	11,204	2,050	25,506
Rentals and Leases	22	2	1,159	2,155
Printing and Reproduction	1		97	204
Depreciation and Amortization		64,167	312	125,620
Bad Debt Expense				1,671
Interest Expense			107	427,024
Employee/Participant Benefit Payments	26,789			26,789
Other	29,803	28,001	5,583	155,242
Total Operating Expenses	<u>63,481</u>	<u>107,876</u>	<u>45,390</u>	<u>1,058,551</u>
Operating Income (Loss)	<u>(38,013)</u>	<u>93,337</u>	<u>(999)</u>	<u>177,981</u>

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

For the Fiscal Year Ended August 31, 2019 (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
NONOPERATING REVENUES (EXPENSES)					
Federal Revenue	\$ 154,487	\$	\$	\$ 10,789	\$
Gifts				31	
Land			14		
Interest and Investment Income			21,347	40,564	
Loan Premium and Fees on Securities Lending					
Investing Activities Expense					
Depreciation and Amortization			12,167		
Interest Expense			(141,403)		
Borrower Rebates and Agent Fees				(50)	
Gain/(Loss) on Sale of Capital Assets		(4)		(9)	3
Settlement of Claims					1
Claims and Judgments					
Other Expenses	(50,166)		(42)		
Total Nonoperating Revenues (Expenses)	<u>104,321</u>	<u>(4)</u>	<u>(107,917)</u>	<u>51,325</u>	<u>4</u>
Income (Loss) Before Capital Contributions, Endowments and Transfers	<u>8,892</u>	<u>48,782</u>	<u>35,740</u>	<u>63,151</u>	<u>14,820</u>
CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS					
Capital Contributions – Other			1,530		
Transfer In	215,815	2,539	2,614	3,995	5,384
Transfer Out	(10,901)			(30,238)	(16,248)
Total Capital Contributions, Endowments and Transfers	<u>204,914</u>	<u>2,539</u>	<u>4,144</u>	<u>(26,243)</u>	<u>(10,864)</u>
Change in Net Position	<u>213,806</u>	<u>51,321</u>	<u>39,884</u>	<u>36,908</u>	<u>3,956</u>
Net Position, September 1, 2018	4,707,366	303,377	353,238	772,597	46,215
Restatements				331	
Net Position, September 1, 2018, as Restated	<u>4,707,366</u>	<u>303,377</u>	<u>353,238</u>	<u>772,928</u>	<u>46,215</u>
Net Position, August 31, 2019	<u>\$ 4,921,172</u>	<u>\$ 354,698</u>	<u>\$ 393,122</u>	<u>\$ 809,836</u>	<u>\$ 50,171</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, 2019 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
NONOPERATING REVENUES (EXPENSES)				
Federal Revenue	\$	\$	\$ 21	\$ 165,297
Gifts			2,368	2,399
Land				14
Interest and Investment Income	45,863	52,639	4,443	164,856
Loan Premium and Fees on Securities Lending	2			2
Investing Activities Expense	(496)			(496)
Depreciation and Amortization		14,755	315	27,237
Interest Expense		(218,076)	(6,301)	(365,780)
Borrower Rebates and Agent Fees	(4)			(54)
Gain/(Loss) on Sale of Capital Assets				(10)
Settlement of Claims				1
Claims and Judgments			(6)	(6)
Other Expenses		(1,188)	(246)	(51,642)
Total Nonoperating Revenues (Expenses)	<u>45,365</u>	<u>(151,870)</u>	<u>594</u>	<u>(58,182)</u>
Income (Loss) Before Capital Contributions, Endowments and Transfers				
	<u>7,352</u>	<u>(58,533)</u>	<u>(405)</u>	<u>119,799</u>
CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS				
Capital Contributions – Other			202,911	204,441
Transfer In	210,981		2,122	443,450
Transfer Out			(1,162)	(58,549)
Total Capital Contributions, Endowments and Transfers	<u>210,981</u>	<u>0</u>	<u>203,871</u>	<u>589,342</u>
Change in Net Position	<u>218,333</u>	<u>(58,533)</u>	<u>203,466</u>	<u>709,141</u>
Net Position, September 1, 2018	(488,899)	(143,503)	109,049	5,659,440
Restatements			23	354
Net Position, September 1, 2018, as Restated	<u>(488,899)</u>	<u>(143,503)</u>	<u>109,072</u>	<u>5,659,794</u>
Net Position, August 31, 2019	<u>\$ (270,566)</u>	<u>\$ (202,036)</u>	<u>\$ 312,538</u>	<u>\$ 6,368,935</u>

STATE OF TEXAS

Combining Statement of Cash Flows – Nonmajor Enterprise Funds

For the Fiscal Year Ended August 31, 2019 (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
CASH FLOWS FROM OPERATING ACTIVITIES					
Proceeds from Customers	\$	\$	\$ 237,970	\$ 99,867	\$ 123,083
Proceeds from Gifts				26	
Proceeds from Loan Programs		1,479,756		601,470	
Proceeds from Other Operating Revenues		90,468		771	2,090
Payments to Suppliers for Goods and Services	(363)	(118,714)	(50,426)	(102,839)	(85,281)
Payments to Employees	(6,173)	(14,997)			(20,238)
Payments for Loans Provided		(1,466,073)		(852,943)	
Payments for Other Operating Expenses				(137)	(3,178)
Net Cash Provided (Used) by Operating Activities	(6,536)	(29,560)	187,544	(253,785)	16,476
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Proceeds from Debt Issuance	2,116,000	4,829,224		250,000	
Proceeds from Transfers from Other Funds	2,339,643	2,539			5,384
Proceeds from Interfund Payables	8,333				
Proceeds from Grant Receipts	154,349				
Proceeds from Other Noncapital Financing Activities	212,190			4,910	
Payments of Principal on Debt Issuance	(372,206)	(4,326,646)		(257,155)	
Payments of Interest	(277,035)	(63,975)		(87,132)	
Payments of Other Costs on Debt Issuance	(1,976)	(5,503)			
Payments for Transfers to Other Funds	(2,124,382)			(28,286)	(22,100)
Payments for Grant Disbursements	(60,005)				
Payments for Interfund Receivables	(8,168)				
Payments for Other Noncapital Financing Uses	(46)				
Net Cash Provided (Used) by Noncapital Financing Activities	1,986,697	435,639	0	(117,663)	(16,716)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from Sale of Capital Assets					
Proceeds from Debt Issuance					
Proceeds from Federal Grants and Contracts				19,300	
Proceeds from Gifts				5	
Proceeds from Other Capital and Related Financing Activities			13		
Payments for Additions to Capital Assets		(25)	(47,622)	(19,163)	(166)
Payments of Principal on Debt Issuance			(20,365)		
Payments of Interest on Debt Issuance			(107,051)		
Payments of Other Costs on Debt Issuance					
Payments for Interfund Receivables			(254)		
Net Cash Provided (Used) by Capital and Related Financing Activities	0	(25)	(175,279)	142	(166)

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

For the Fiscal Year Ended August 31, 2019 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Proceeds from Customers	\$ 46,709	\$ 198,918	\$ 11,493	\$ 718,040
Proceeds from Gifts				26
Proceeds from Loan Programs				2,081,226
Proceeds from Other Operating Revenues	1,296		33,542	128,167
Payments to Suppliers for Goods and Services	(5,626)	(42,512)	(2,339)	(408,100)
Payments to Employees	(1,403)		(19,657)	(62,468)
Payments for Loans Provided				(2,319,016)
Payments for Other Operating Expenses	(219,805)		(22,688)	(245,808)
Net Cash Provided (Used) by Operating Activities	<u>(178,829)</u>	<u>156,406</u>	<u>351</u>	<u>(107,933)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Proceeds from Debt Issuance				7,195,224
Proceeds from Transfers from Other Funds	210,982		1,607	2,560,155
Proceeds from Interfund Payables				8,333
Proceeds from Grant Receipts				154,349
Proceeds from Other Noncapital Financing Activities			2,392	219,492
Payments of Principal on Debt Issuance			(5,000)	(4,961,007)
Payments of Interest		(151,792)	(100)	(580,034)
Payments of Other Costs on Debt Issuance		(1,119)		(8,598)
Payments for Transfers to Other Funds			(575)	(2,175,343)
Payments for Grant Disbursements				(60,005)
Payments for Interfund Receivables				(8,168)
Payments for Other Noncapital Financing Uses		(244,589)	(2)	(244,637)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>210,982</u>	<u>(397,500)</u>	<u>(1,678)</u>	<u>2,099,761</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from Sale of Capital Assets			284	284
Proceeds from Debt Issuance			260,960	260,960
Proceeds from Federal Grants and Contracts				19,300
Proceeds from Gifts				5
Proceeds from Other Capital and Related Financing Activities			11,879	11,892
Payments for Additions to Capital Assets			(98,937)	(165,913)
Payments of Principal on Debt Issuance				(20,365)
Payments of Interest on Debt Issuance			(3,358)	(110,409)
Payments of Other Costs on Debt Issuance			(1,568)	(1,568)
Payments for Interfund Receivables				(254)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>0</u>	<u>0</u>	<u>169,260</u>	<u>(6,068)</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, 2019 (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
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from Sale of Investments	\$	\$ 486,216	\$ 382,832	\$ 543,124	\$ 24,442
Proceeds from Interest and Investment Income	1,063,011	42,827	17,494	13,840	484
Proceeds from Principal Payments on Loans	813,882				
Payments to Acquire Investments		(983,850)	(345,885)	(551,236)	(24,520)
Payments for Nonprogram Loans Provided	(3,688,529)				
Net Cash Provided (Used) by Investing Activities	(1,811,636)	(454,807)	54,441	5,728	406
Net Increase (Decrease) in Cash and Cash Equivalents	168,525	(48,753)	66,706	(365,578)	
Cash and Cash Equivalents, September 1, 2018	449,280	193,104	321,525	608,179	
Restatements					
Cash and Cash Equivalents, September 1, 2018, as Restated	449,280	193,104	321,525	608,179	0
Cash and Cash Equivalents, August 31, 2019	\$ 617,805	\$ 144,351	\$ 388,231	\$ 242,601	\$ 0
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	\$ (95,429)	\$ 48,786	\$ 143,657	\$ 11,826	\$ 14,816
Adjustments to Reconcile Operating Income (Loss) to Net Cash (Used) by Operating Activities:					
Depreciation and Amortization		37	54,485	6,537	82
Bad Debt Expense		1,663			8
Operating Income (Loss) and Cash Flow Categories Classification Differences		(71,092)	2,614	83,824	
Changes in Assets and Liabilities:					
(Increase) Decrease in Receivables	130,292	1,747	(15,501)	(1,544)	885
Decrease in Due From Other Funds	64,595				31
(Increase) Decrease in Inventories			(175)		181
(Increase) in Loans and Contracts	(1,704,754)	(10,823)		(387,554)	
(Increase) Decrease in Other Assets	209,236	(8,921)		(1,564)	
Decrease in Prepaid Expenses				25,151	
Increase (Decrease) in Payables	(25,336)	(75)	3,991	758	223
(Decrease) in Deposits	(286,875)				
Increase (Decrease) in Due To Other Funds			(1,527)		300
Increase (Decrease) in Unearned Revenue	(64,853)	75			
Increase (Decrease) in Employees' Compensable Leave					(50)
Increase in Other Liabilities	1,766,588	9,043		8,781	
Total Adjustments	88,893	(78,346)	43,887	(265,611)	1,660
Net Cash Provided (Used) by Operating Activities	\$ (6,536)	\$ (29,560)	\$ 187,544	\$ (253,785)	\$ 16,476
NONCASH TRANSACTIONS					
Donation of Capital Assets	\$	\$	\$ 1,530	\$	\$
Net Change in Fair Value of Investments	\$ 23,727	\$ 26,828	\$ (87)	\$ 21,414	\$
Other	\$	\$	\$ 12,540	\$	\$

Concluded on the following page

STATE OF TEXAS

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

For the Fiscal Year Ended August 31, 2019 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from Sale of Investments	\$ 723,853	\$1,356,800	\$ 14,155	\$ 3,531,422
Proceeds from Interest and Investment Income	36,478	34,380	3,718	1,212,232
Proceeds from Principal Payments on Loans			2,897	816,779
Payments to Acquire Investments	(698,963)	(1,730,769)	(133,194)	(4,468,417)
Payments for Nonprogram Loans Provided				(3,688,529)
Net Cash Provided (Used) by Investing Activities	<u>61,368</u>	<u>(339,589)</u>	<u>(112,424)</u>	<u>(2,596,513)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>93,521</u>	<u>(580,683)</u>	<u>55,509</u>	<u>(610,753)</u>
Cash and Cash Equivalents, September 1, 2018	116,777	1,391,638	101,815	3,182,318
Restatements			23	23
Cash and Cash Equivalents, September 1, 2018, as Restated	<u>116,777</u>	<u>1,391,638</u>	<u>101,838</u>	<u>3,182,341</u>
Cash and Cash Equivalents, August 31, 2019	<u>\$ 210,298</u>	<u>\$ 810,955</u>	<u>\$ 157,347</u>	<u>\$ 2,571,588</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (38,013)	\$ 93,337	\$ (999)	\$ 177,981
Adjustments to Reconcile Operating Income (Loss) to Net Cash (Used) by Operating Activities:				
Depreciation and Amortization		64,167	312	125,620
Bad Debt Expense				1,671
Operating Income (Loss) and Cash Flow Categories Classification Differences			(215)	15,131
Changes in Assets and Liabilities:				
(Increase) Decrease in Receivables	1,064	(2,294)	713	115,362
Decrease in Due From Other Funds			203	64,829
(Increase) Decrease in Inventories		(140)	(52)	(186)
(Increase) in Loans and Contracts				(2,103,131)
(Increase) Decrease in Other Assets				198,751
Decrease in Prepaid Expenses			385	25,536
Increase (Decrease) in Payables	(141,949)	3,513	(1,118)	(159,993)
(Decrease) in Deposits				(286,875)
Increase (Decrease) in Due To Other Funds		(2,177)	(356)	(3,760)
Increase (Decrease) in Unearned Revenue			46	(64,732)
Increase (Decrease) in Employees' Compensable Leave	13		(4)	(41)
Increase in Other Liabilities	56		1,436	1,785,904
Total Adjustments	<u>(140,816)</u>	<u>63,069</u>	<u>1,350</u>	<u>(285,914)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (178,829)</u>	<u>\$ 156,406</u>	<u>\$ 351</u>	<u>\$ (107,933)</u>
NONCASH TRANSACTIONS				
Donation of Capital Assets	\$	\$	\$ 190,317	\$ 191,847
Net Change in Fair Value of Investments	\$ 3,116	\$ 3,758	\$ 314	\$ 79,070
Other	\$	\$ 45,781	\$ 14,448	\$ 72,769

Colleges and Universities – Major Enterprise Fund

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

Schedule of Net Position

Colleges and Universities – Major Enterprise Fund

August 31, 2019 (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
ASSETS						
Current Assets:						
Cash and Cash Equivalents	\$ 3,195,116	\$ 1,082,998	\$ 233,273	\$ 224,707	\$ 410,811	\$ 219,429
Short-Term Investments				199,485		
Securities Lending Collateral	453,059					
Restricted:						
Cash and Cash Equivalents	850,442	446,628	36,663	223,397	51,405	54,458
Short-Term Investments					12,323	
Receivables:						
Federal	544,123	162,796	18,698	20,395	16,108	10,319
Other Intergovernmental	131,404	4,048			1,999	858
Accounts	1,379,825	207,783	72,945	57,542	121,572	100,048
Interest and Dividends	85,645	13,262	1,820	1,420	51	2,037
Gifts	122,818	73,387	33,056	86,628	1,468	436
Investment Trades	720,788	64,139				
Other	487,051	2,232	9,769	1,950	9,035	9,238
Due From Other Funds	195,410	217,618	241,475	175,776	135,058	141,686
Interfund Receivable		69,302				
Inventories	161,425	25,297	4,387	889	1,779	3,134
Prepaid Items			66,641	57,267	56,475	54,187
Loans and Contracts	56,229	17,558	1,356	23,616	21,156	6,919
Other Current Assets	292,012	131,037	784		16,546	255
Total Current Assets	<u>8,675,347</u>	<u>2,518,085</u>	<u>720,867</u>	<u>1,073,072</u>	<u>855,786</u>	<u>603,004</u>
Noncurrent Assets:						
Restricted:						
Cash and Cash Equivalents	3,645		68,833		15,460	
Short-Term Investments						
Investments	43,228,099	1,156,727	1,190,347		256,938	80,800
Receivables				99,581	842	
Loans and Contracts	55,460	4,388	2,210	2,302		
Other						
Loans and Contracts		14,500			118	3,394
Investments	11,219,171	3,524,666	1,111,726	977,618	298,507	282,296
Interfund Receivable		1,224,283				
Gifts Receivable	266,538	340,467	75,253		3,483	3,771
Capital Assets:						
Non-Depreciable or Non-Amortizable	3,172,814	1,434,684	253,830	475,535	504,959	160,008
Depreciable or Amortizable, Net	14,374,026	5,256,654	1,525,463	1,479,423	1,606,342	1,233,131
Assets Held in Trust		362				
Other Noncurrent Assets	320,707	13,867				
Total Noncurrent Assets	<u>72,640,460</u>	<u>12,970,598</u>	<u>4,227,662</u>	<u>3,034,459</u>	<u>2,686,649</u>	<u>1,763,400</u>
Total Assets	<u>81,315,807</u>	<u>15,488,683</u>	<u>4,948,529</u>	<u>4,107,531</u>	<u>3,542,435</u>	<u>2,366,404</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Outflows of Resources	3,376,021	939,296	796,317	790,992	795,919	491,095
Total Deferred Outflows of Resources	<u>3,376,021</u>	<u>939,296</u>	<u>796,317</u>	<u>790,992</u>	<u>795,919</u>	<u>491,095</u>

Continued on the following page

STATE OF TEXAS

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

August 31, 2019 (Amounts in Thousands)

	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
ASSETS						
Current Assets:						
Cash and Cash Equivalents	\$ 8,664	\$ 59,968	\$ 77,481	\$ 4,723	\$ 30,762	\$ 5,547,932
Short-Term Investments	108,749			13,355	14,274	335,863
Securities Lending Collateral						453,059
Restricted:						
Cash and Cash Equivalents	9,201	50,346	21,413	4,250	3,203	1,751,406
Short-Term Investments	66,925	190	13,623		1,269	94,330
Receivables:						
Federal	11,162	3,016	3,553	235	19,075	809,480
Other Intergovernmental Accounts	24,478	17,430	20,425	10,603	11,667	2,024,318
Interest and Dividends	178			11	26	104,450
Gifts				401		318,194
Investment Trades						784,927
Other	4,133		664	2,117		526,189
Due From Other Funds	62,952	14,329	19,800	2,794	40,250	1,247,148
Interfund Receivable						69,302
Inventories	1,170	938	448	183	954	200,604
Prepaid Items	697	15,495		10,398		261,160
Loans and Contracts	2,343	2,721				131,898
Other Current Assets						440,634
Total Current Assets	<u>300,652</u>	<u>164,593</u>	<u>162,213</u>	<u>49,435</u>	<u>121,480</u>	<u>15,244,534</u>
Noncurrent Assets:						
Restricted:						
Cash and Cash Equivalents					282	88,220
Short-Term Investments					301	301
Investments	181,293	96,270	58,038	(17,126)		46,231,386
Receivables		1,817				102,240
Loans and Contracts		2,375	515			67,250
Other			15,011			15,011
Loans and Contracts						18,012
Investments	11	82,292		84,879		17,581,166
Interfund Receivable						1,224,283
Gifts Receivable				1,115		690,627
Capital Assets:						
Non-Depreciable or Non-Amortizable	78,215	17,782	20,185	23,382	21,988	6,163,382
Depreciable or Amortizable, Net	200,021	200,320	279,311	170,856	197,670	26,523,217
Assets Held in Trust						362
Other Noncurrent Assets						334,574
Total Noncurrent Assets	<u>459,540</u>	<u>400,856</u>	<u>373,060</u>	<u>263,106</u>	<u>220,241</u>	<u>99,040,031</u>
Total Assets	<u>760,192</u>	<u>565,449</u>	<u>535,273</u>	<u>312,541</u>	<u>341,721</u>	<u>114,284,565</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Outflows of Resources	130,585	141,824	95,823	54,028	37,789	7,649,689
Total Deferred Outflows of Resources	<u>130,585</u>	<u>141,824</u>	<u>95,823</u>	<u>54,028</u>	<u>37,789</u>	<u>7,649,689</u>

Continued on the following page

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

August 31, 2019 (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
LIABILITIES						
Current Liabilities:						
Payables:						
Accounts	\$ 1,400,491	\$ 301,375	\$ 61,022	\$ 58,643	\$ 71,567	\$ 66,751
Payroll	645,437	151,069	93,102	61,230	33,006	44,297
Other Intergovernmental	36					
Federal	49,295			120	16	
Investment Trades	1,219,092	82,177				
Interest					18,056	12,996
Due To Other Funds	25,318	1,981	636	576	1,036	50
Interfund Payable	70,718	2,315				
Unearned Revenue	1,832,416	757,209	239,027	296,664	415,615	261,063
Obligations/Securities Lending	453,059					
Short-Term Debt	1,490,522		50,795	94,972	124,980	49,180
Claims and Judgments	140,388	3,184	8,819	339		511
Capital Lease Obligations	6,578	8,992	263	550		1,879
Employees' Compensable Leave	428,377	20,482	7,223	13,611	13,601	4,854
Notes and Loans Payable		11,303				
General Obligation Bonds Payable						
Revenue Bonds Payable	1,789,491	250,189	66,019	78,518	69,538	51,000
Liabilities Payable from Restricted Assets		57,432				
Funds Held for Others	4,595	85,831	24,752	22,761	6,620	2,198
OPEB Liability	230,594	48,229	17,787	12,898	13,673	8,969
Other Current Liabilities	229,282	16,720	5,359	3,340	861	4,958
Total Current Liabilities	<u>10,015,689</u>	<u>1,798,488</u>	<u>574,804</u>	<u>644,222</u>	<u>768,569</u>	<u>508,706</u>
Noncurrent Liabilities:						
Interfund Payable	1,225,343	10,296				
Claims and Judgments	28,031	7,807	4,850			323
Capital Lease Obligations	151,301	74,578	291	5,121		4,831
Employees' Compensable Leave	244,174	89,601	47,412	13,470	13,051	21,420
Notes and Loans Payable	19,000	251,682				
General Obligation Bonds Payable						
Revenue Bonds Payable	7,710,948	4,219,154	646,174	1,299,149	1,013,889	819,475
Liabilities Payable from Restricted Assets		3,480				
Pollution Remediation Obligation			1,023			
Asset Retirement Obligation	26,309	12,677				2,428
OPEB Liability	10,125,192	1,804,298	783,202	567,909	602,046	394,915
Pension Liability	4,919,537	712,411	334,730	407,614	337,154	191,697
Hedging Derivative Liability	325,363					
Investment Derivative Instrument	103,797					
Assets Held for Others	991,784	114,890				
Other Noncurrent Liabilities	181,154	25,750	201		2,811	1,865
Total Noncurrent Liabilities	<u>26,051,933</u>	<u>7,326,624</u>	<u>1,817,883</u>	<u>2,293,263</u>	<u>1,968,951</u>	<u>1,436,954</u>
Total Liabilities	<u>36,067,622</u>	<u>9,125,112</u>	<u>2,392,687</u>	<u>2,937,485</u>	<u>2,737,520</u>	<u>1,945,660</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred Inflows of Resources	2,761,592	714,589	360,314	259,567	270,740	192,255
Total Deferred Inflows of Resources	<u>2,761,592</u>	<u>714,589</u>	<u>360,314</u>	<u>259,567</u>	<u>270,740</u>	<u>192,255</u>
NET POSITION						
Net Investment in Capital Assets	6,747,250	2,318,447	1,081,350	688,270	904,317	472,338
Restricted for:						
Education	2,391,225	384,246	379,343	317,650	71,529	53,265
Debt Service	803		66,814	421	1,661	
Capital Projects	221,354	312,903	22,603	14,795	43,223	
Funds Held as Permanent Investments:						
Nonexpendable	26,166,429	408,026	758,054	492,925	152,798	55,359
Expendable	11,864,324	372,098	106,030	48,489	64,734	32,475
Unrestricted	(1,528,771)	2,792,558	577,651	138,921	91,832	106,147
Total Net Position	<u>45,862,614</u>	<u>6,588,278</u>	<u>2,991,845</u>	<u>1,701,471</u>	<u>1,330,094</u>	<u>719,584</u>

Concluded on the following page

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

August 31, 2019 (Amounts in Thousands)

	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
LIABILITIES						
Current Liabilities:						
Payables:						
Accounts	\$ 24,625	\$ 4,850	\$ 16,522	\$ 10,935	\$ 4,772	\$ 2,021,553
Payroll	6,437	10,470	8,026	4,580	7,271	1,064,925
Other Intergovernmental	3,213					3,249
Federal	2,043				62	51,536
Investment Trades						1,301,269
Interest		4,605	1,469		1,287	38,413
Due To Other Funds	380	520	34			30,531
Interfund Payable		1,506		289	801	75,629
Unearned Revenue	61,938	76,894	59,682	33,624	21,166	4,055,298
Obligations/Securities Lending						453,059
Short-Term Debt						1,810,449
Claims and Judgments						153,241
Capital Lease Obligations		60	126		1,330	19,778
Employees' Compensable Leave	2,437	462	2,992	223	854	495,116
Notes and Loans Payable		1,269	4,987		120	17,679
General Obligation Bonds Payable					2,582	2,582
Revenue Bonds Payable	11,111	14,167	9,918	6,691	5,262	2,351,904
Liabilities Payable from Restricted Assets						57,432
Funds Held for Others	2,640	9,763		410	1,009	160,579
Net OPEB Liability	2,462	2,836	1,447	1,048	642	340,585
Other Current Liabilities	2,137	3,196	14,171		1,360	281,384
Total Current Liabilities	<u>119,423</u>	<u>130,598</u>	<u>119,374</u>	<u>57,800</u>	<u>48,518</u>	<u>14,786,191</u>
Noncurrent Liabilities:						
Interfund Payable		1,655		135	2,747	1,240,176
Claims and Judgments						41,011
Capital Lease Obligations		89	118		6,238	242,567
Employees' Compensable Leave	1,501	4,503	3,124	1,834	4,830	444,920
Notes and Loans Payable		8,723	86,873		1,120	367,398
General Obligation Bonds Payable					17,571	17,571
Revenue Bonds Payable	149,533	234,141	88,042	141,773	77,938	16,400,216
Liabilities Payable from Restricted Assets						3,480
Pollution Remediation Obligation						1,023
Asset Retirement Obligation			296			41,710
OPEB Liability	108,401	124,863	63,696	46,166	28,248	14,648,936
Pension Liability	45,435	64,565	39,736	17,048	13,951	7,083,878
Hedging Derivative Liability						325,363
Investment Derivative Instrument						103,797
Assets Held for Others						1,106,674
Other Noncurrent Liabilities				102		211,883
Total Noncurrent Liabilities	<u>304,870</u>	<u>438,539</u>	<u>281,885</u>	<u>207,058</u>	<u>152,643</u>	<u>42,280,603</u>
Total Liabilities	<u>424,293</u>	<u>569,137</u>	<u>401,259</u>	<u>264,858</u>	<u>201,161</u>	<u>57,066,794</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred Inflows of Resources	46,667	58,852	29,009	19,557	17,337	4,730,479
Total Deferred Inflows of Resources	<u>46,667</u>	<u>58,852</u>	<u>29,009</u>	<u>19,557</u>	<u>17,337</u>	<u>4,730,479</u>
NET POSITION						
Net Investment in Capital Assets	117,928	73,356	129,320	54,360	107,112	12,694,048
Restricted for:						
Education	2,981	22,148	3,218		188	3,625,793
Debt Service	3		857			70,559
Capital Projects	129,766	845		1,111	1,391	747,991
Funds Held as Permanent Investments:						
Nonexpendable	16,081	6,038		4,998	583	28,061,291
Expendable		3,593	58,397	13,913		12,564,053
Unrestricted	153,058	(26,696)	9,036	7,772	51,738	2,373,246
Total Net Position	<u>419,817</u>	<u>79,284</u>	<u>200,828</u>	<u>82,154</u>	<u>161,012</u>	<u>60,136,981</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, 2019 (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
OPERATING REVENUES						
Tuition Revenue	\$	\$ 79,853	\$ 12,658	\$	\$	\$
Tuition Revenue – Pledged	2,572,448	1,484,517	574,853	730,267	780,435	500,762
Discounts and Allowances	(761,302)	(402,525)	(146,022)	(180,565)	(217,162)	(118,491)
Hospital Revenue – Pledged	16,469,453					
Discounts and Allowances	(9,452,270)					
Professional Fees	7,169,263	139	526,484			
Professional Fees – Pledged		5,106	764			25,431
Discounts and Allowances	(5,142,582)		(239,857)			(14,012)
Auxiliary Enterprises						
Auxiliary Enterprises – Pledged	701,578	362,958	185,615	115,286	161,546	80,315
Discounts and Allowances	(12,191)	(38,547)		(12,023)	(8,157)	
Other Sales of Goods and Services		9,357	6,894			2,065
Other Sales of Goods and Services – Pledged	560,505	312,737	14,628	96,546	20,360	72,186
Discounts and Allowances	(279)	(7,613)				
Interest and Investment Income		579				
Interest and Investment Income – Pledged						
Federal Revenue	1,492,760	465,270	64,197	69,964	48,060	61,066
State Grant Revenue		5,629	2,081	13,980	2,388	2,176
Other Operating Grant Revenue	472,302	249,984	241,026		12,296	8,859
Other Operating Grant Revenue – Pledged	1,119,540	30,660	4,330	40,262		1,252
Other Revenues	12,376	25,701	22,518			642
Other Revenues – Pledged	436,957	47,304		6,247	9,588	2,772
Total Operating Revenues	<u>15,638,558</u>	<u>2,631,109</u>	<u>1,270,169</u>	<u>879,964</u>	<u>809,354</u>	<u>625,023</u>
OPERATING EXPENSES						
Cost of Goods Sold	58,093	6,322	14,616	2,459	733	8,713
Salaries and Wages	9,234,959	1,986,283	999,377	685,268	604,971	477,639
Payroll Related Costs	2,901,218	55,954	391,058	309,068	314,609	204,777
Professional Fees and Services	632,611	424,233	86,413	129,672	73,355	71,917
Travel	168,111	91,755	37,982	18,149	24,764	14,061
Materials and Supplies	2,491,464	246,645	77,859	42,009	121,071	55,148
Communication and Utilities	365,930	142,209	55,101	47,155	41,485	23,554
Repairs and Maintenance	347,182	158,640	46,296	18,566	20,795	44,597
Rentals and Leases	175,312	87,707	24,215	28,390	6,653	14,297
Printing and Reproduction	38,668	13,364	5,291	4,203	4,188	6,201
Depreciation and Amortization	1,536,019	424,423	132,919	109,182	112,751	84,678
Bad Debt Expense	3,282	282	1,012		3,273	
Interest Expense		122	15	133	22	
Scholarships	472,850	271,739	89,467	113,056	131,853	101,366
Claims and Judgments	277,230	6,797	7,483	684	1,148	(611)
Net Change in Asset Retirement Obligation	2,395					103
Other Expenses	1,510,665	301,729	142,370	58,380	28,767	30,674
Total Operating Expenses	<u>20,215,989</u>	<u>4,218,204</u>	<u>2,111,474</u>	<u>1,566,374</u>	<u>1,490,438</u>	<u>1,137,114</u>
Operating Income (Loss)	<u>(4,577,431)</u>	<u>(1,587,095)</u>	<u>(841,305)</u>	<u>(686,410)</u>	<u>(681,084)</u>	<u>(512,091)</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, 2019 (Amounts in Thousands)

	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
OPERATING REVENUES						
Tuition Revenue	\$	\$ 4,431	\$	\$	\$ 8,050	\$ 104,992
Tuition Revenue – Pledged	116,814	119,980	107,978	52,917	41,684	7,082,655
Discounts and Allowances	(39,273)	(36,469)	(38,870)	(17,409)	(20,981)	(1,979,069)
Hospital Revenue – Pledged						16,469,453
Discounts and Allowances						(9,452,270)
Professional Fees						7,695,886
Professional Fees – Pledged						31,301
Discounts and Allowances						(5,396,451)
Auxiliary Enterprises		2,034			931	2,965
Auxiliary Enterprises – Pledged	31,073	41,689	17,734	13,884	11,140	1,722,818
Discounts and Allowances	(8,091)	(12,963)			(3,557)	(95,529)
Other Sales of Goods and Services		839				19,155
Other Sales of Goods and Services – Pledged		5,695	100	1,628	6,542	1,090,927
Discounts and Allowances						(7,892)
Interest and Investment Income					9	588
Interest and Investment Income – Pledged					915	915
Federal Revenue	2,491	2,353	19,375	2,004	1,575	2,229,115
State Grant Revenue	624		982			27,860
Other Operating Grant Revenue	959	1,305		2,201	1,575	990,507
Other Operating Grant Revenue – Pledged			463			1,196,507
Other Revenues	1,363	157				62,757
Other Revenues – Pledged		146	6,870	5,026		514,910
Total Operating Revenues	<u>105,960</u>	<u>129,197</u>	<u>114,632</u>	<u>60,251</u>	<u>47,883</u>	<u>22,312,100</u>
OPERATING EXPENSES						
Cost of Goods Sold	12	11,427			3,135	105,510
Salaries and Wages	104,741	102,836	97,082	43,462	80,881	14,417,499
Payroll Related Costs	54,409	58,498	41,070	23,562	34,702	4,388,925
Professional Fees and Services	3,079	2,197	10,993	5,987	915	1,441,372
Travel	2,934	3,092	3,816	2,073	1,339	368,076
Materials and Supplies	15,301	13,140	9,354	8,797	12,823	3,093,611
Communication and Utilities	7,124	8,449	6,968	2,519	6,050	706,544
Repairs and Maintenance	5,755	5,167	7,826	3,815	3,081	661,720
Rentals and Leases	3,176	3,194	1,636	1,302	2,360	348,242
Printing and Reproduction	638	449	522	274	146	73,944
Depreciation and Amortization	16,326	18,712	19,810	14,740	15,243	2,484,803
Bad Debt Expense	2,023	56		113		10,041
Interest Expense				3		295
Scholarships	12,943	27,293	22,450	12,698	16,760	1,272,475
Claims and Judgments		250				292,981
Net Change in Asset Retirement Obligation			13			2,511
Other Expenses	8,568	305	8,518		7,366	2,097,342
Total Operating Expenses	<u>237,029</u>	<u>255,065</u>	<u>230,058</u>	<u>119,345</u>	<u>184,801</u>	<u>31,765,891</u>
Operating Income (Loss)	<u>(131,069)</u>	<u>(125,868)</u>	<u>(115,426)</u>	<u>(59,094)</u>	<u>(136,918)</u>	<u>(9,453,791)</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, 2019 (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
NONOPERATING REVENUES (EXPENSES)						
Federal Revenue	\$ 405,928	\$ 267,175	\$ 58,991	\$ 129,542	\$ 137,620	\$ 65,869
Gifts	411,265	159,566	35,202		30,094	18,948
Gifts – Pledged	25,239	49,009	1,216	136,719	494	
Interest and Investment Income	1,089,801	70,341	11,594		(5,611)	(1,382)
Interest and Investment Income – Pledged	805,917	217,247	30,638	50,318	20,515	19,283
Investing Activities Expense	(177,288)	(17,087)			(53)	
Interest Expense	(334,790)	(171,799)	(25,186)	(52,943)	(43,238)	(29,984)
Borrower Rebates and Agent Fees	(1,642)	(4,006)				
Gain (Loss) on Sale of Capital Assets	(36,718)	(11,355)	(614)		(561)	(2,189)
Settlement of Claims					195	
Claims and Judgments		(2,727)				
Other Revenues	29,446	39,624	2,893	28	2,180	20
Other Revenues – Pledged	79,920	21,666	7,891	33,332	926	793
Other Expenses	(18,288)	(74,295)	(9,075)	(32,478)	(4,991)	(3,141)
Total Nonoperating Revenues (Expenses)	<u>2,278,790</u>	<u>543,359</u>	<u>113,550</u>	<u>264,518</u>	<u>137,570</u>	<u>68,217</u>
Gain (Loss) Before Capital Contributions, Endowments and Transfers	<u>(2,298,641)</u>	<u>(1,043,736)</u>	<u>(727,755)</u>	<u>(421,892)</u>	<u>(543,514)</u>	<u>(443,874)</u>
CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS						
Capital Contributions – Federal	848					
Capital Contributions – Other	291,955	13,865	61,531			3,061
Contributions to Permanent and Term Endowments	224,282	5,187	24,326	11,529	8,086	2,226
Transfer In	2,792,466	1,861,110	609,795	456,070	475,732	356,191
Transfer Out	(539,085)	(6,440)	(861)	(2,578)	(1,986)	(689)
Other						
Total Capital Contributions, Endowments and Transfers	<u>2,770,466</u>	<u>1,873,722</u>	<u>694,791</u>	<u>465,021</u>	<u>481,832</u>	<u>360,789</u>
Change in Net Position	<u>471,825</u>	<u>829,986</u>	<u>(32,964)</u>	<u>43,129</u>	<u>(61,682)</u>	<u>(83,085)</u>
Net Position, September 1, 2018	45,410,564	5,770,482	3,019,406	1,658,514	1,391,845	803,145
Restatements	(19,775)	(12,190)	5,403	(172)	(69)	(476)
Net Position, September 1, 2018, as Restated	<u>45,390,789</u>	<u>5,758,292</u>	<u>3,024,809</u>	<u>1,658,342</u>	<u>1,391,776</u>	<u>802,669</u>
Net Position, August 31, 2019	<u>\$ 45,862,614</u>	<u>\$ 6,588,278</u>	<u>\$ 2,991,845</u>	<u>\$ 1,701,471</u>	<u>\$ 1,330,094</u>	<u>\$ 719,584</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, 2019 (Amounts in Thousands)

	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
NONOPERATING REVENUES (EXPENSES)						
Federal Revenue	\$ 23,205	\$ 23,012	\$ 31,448	\$ 10,413	\$ 29,940	\$ 1,183,143
Gifts	4,523	4,578		5,605	308	670,089
Gifts – Pledged			1,403		1,086	215,166
Interest and Investment Income	311	1,491			93	1,166,638
Interest and Investment Income – Pledged	10,721	5,257	3,745	2,609	315	1,166,565
Investing Activities Expense		(364)	(498)			(195,290)
Interest Expense	(5,046)	(7,413)	(6,705)	(5,304)	(4,000)	(686,408)
Borrower Rebates and Agent Fees		184				(5,464)
Gain (Loss) on Sale of Capital Assets	(23)	(103)		(11)	(2,786)	(54,360)
Settlement of Claims		616			1,254	2,065
Claims and Judgments	(352)					(3,079)
Other Revenues	39	355		2	1	74,588
Other Revenues – Pledged		270	(322)			144,476
Other Expenses	(1)	(22)	(1)		(2,495)	(144,787)
Total Nonoperating Revenues (Expenses)	<u>33,377</u>	<u>27,861</u>	<u>29,070</u>	<u>13,314</u>	<u>23,716</u>	<u>3,533,342</u>
Gain (Loss) Before Capital Contributions, Endowments and Transfers	<u>(97,692)</u>	<u>(98,007)</u>	<u>(86,356)</u>	<u>(45,780)</u>	<u>(113,202)</u>	<u>(5,920,449)</u>
CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS						
Capital Contributions – Federal						848
Capital Contributions – Other		11		6,507	3,414	380,344
Contributions to Permanent and Term Endowments		19	449	172		276,276
Transfer In	91,173	76,224	86,517	35,978	140,353	6,981,609
Transfer Out	(17)	(7)	(419)	(1,320)	(3,414)	(556,816)
Other						
Total Capital Contributions, Endowments and Transfers	<u>91,156</u>	<u>76,247</u>	<u>86,547</u>	<u>41,337</u>	<u>140,353</u>	<u>7,082,261</u>
Change in Net Position	<u>(6,536)</u>	<u>(21,760)</u>	<u>191</u>	<u>(4,443)</u>	<u>27,151</u>	<u>1,161,812</u>
Net Position, September 1, 2018	425,869	101,114	200,786	86,597	133,862	59,002,184
Restatements	484	(70)	(149)		(1)	(27,015)
Net Position, September 1, 2018, as Restated	<u>426,353</u>	<u>101,044</u>	<u>200,637</u>	<u>86,597</u>	<u>133,861</u>	<u>58,975,169</u>
Net Position, August 31, 2019	<u>\$ 419,817</u>	<u>\$ 79,284</u>	<u>\$ 200,828</u>	<u>\$ 82,154</u>	<u>\$ 161,012</u>	<u>\$ 60,136,981</u>

Schedule of Cash Flows

Colleges and Universities – Major Enterprise Fund

For the Fiscal Year Ended August 31, 2019 (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
CASH FLOWS FROM OPERATING ACTIVITIES						
Proceeds from Customers	\$ 8,985,690	\$ 338,578	\$ 333,619	\$ 90,182	\$ 16,137	\$ 88,625
Proceeds from Tuition and Fees	1,865,803	1,163,469	447,827	563,977	537,163	385,900
Proceeds from Research Grants and Contracts	3,129,338	798,668	311,839	145,699	59,747	82,213
Proceeds from Loan Programs	129,889	3,492	5,740	142,696	20,856	6
Proceeds from Auxiliaries	694,589	320,457	185,392	105,261	154,535	80,315
Proceeds from Other Operating Revenues	951,608	113,875		6,247	15,241	3,192
Payments to Suppliers for Goods and Services	(6,430,841)	(1,444,759)	(292,044)	(317,083)	(355,061)	(283,565)
Payments to Employees	(11,327,781)	(2,456,636)	(1,183,209)	(853,021)	(737,517)	(568,129)
Payments for Loans Provided	(109,586)	(1,852)	(5,677)	(149,417)	(21,189)	(475)
Payments for Other Operating Expenses		(341,479)	(353,338)	(178,185)	(114,807)	(136,151)
Net Cash (Used) by Operating Activities	<u>(2,111,291)</u>	<u>(1,506,187)</u>	<u>(549,851)</u>	<u>(443,644)</u>	<u>(424,895)</u>	<u>(348,069)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Proceeds from Gifts	420,611	238,760	62,022	81,936	33,444	20,552
Proceeds from Endowments	486,467	5,187		11,529	7,595	2,515
Proceeds from Transfers from Other Funds	3,251,673	1,761,492	598,743	494,813	459,158	352,901
Proceeds from Loan Programs						
Proceeds from Grant Receipts	458,282	263,701	58,977	129,542	144,269	65,869
Proceeds from Other Noncapital Financing Activities	145,276	100,831	384,527		2,884	811
Payments of Interest		(21)				
Payments of Other Costs on Debt Issuance		(1,532)				
Payments for Transfers to Other Funds	(1,286,662)	(3,567)	(36)	(36,366)	(1,664)	(682)
Payments for Grant Disbursements						
Payments for Other Noncapital Financing Uses	(28,877)	(87,318)	(378,397)		(4,549)	(135)
Net Cash Provided by Noncapital Financing Activities	<u>3,446,770</u>	<u>2,277,533</u>	<u>725,836</u>	<u>681,454</u>	<u>641,137</u>	<u>441,831</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Proceeds from Sale of Capital Assets	3,945	655	172		150	110
Proceeds from Debt Issuance	1,854,957	994,548	19,500		348,095	236,729
Proceeds from State Grants and Contracts		43,564				
Proceeds from Gifts			29,526			
Proceeds from Other Capital and Related Financing Activities		12,575		280,557	2	
Proceeds from Capital Contributions	228,728	58				1,978
Payments for Additions to Capital Assets	(2,052,235)	(940,981)	(189,967)	(346,246)	(272,685)	(212,814)
Payments of Principal on Debt Issuance	(1,465,418)	(870,204)	(83,609)	(66,180)	(335,157)	(123,910)
Payments for Capital Leases		(17,178)	(45)	(547)		(2,116)
Payments of Interest on Debt Issuance	(412,168)	(196,851)	(27,191)	(52,315)	(44,455)	(27,608)
Payments of Other Costs on Debt Issuance	(4,433)	(5,358)	(100)	(277,470)		(1,156)
Payments for Interfund Receivables		(2,834)				
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(1,846,624)</u>	<u>(982,006)</u>	<u>(251,714)</u>	<u>(462,201)</u>	<u>(304,050)</u>	<u>(128,787)</u>

Continued on the following page

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

For the Fiscal Year Ended August 31, 2019 (Amounts in Thousands)

	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
CASH FLOWS FROM OPERATING ACTIVITIES						
Proceeds from Customers	\$	\$ 6,530	\$	\$	\$ 4,846	\$ 9,864,207
Proceeds from Tuition and Fees	75,574	88,036	75,362	35,027	31,564	5,269,702
Proceeds from Research Grants and Contracts	2,569	3,547	21,445	4,082	476	4,559,623
Proceeds from Loan Programs	3,217	530		2		306,428
Proceeds from Auxiliaries	22,982	30,822	17,734	13,781	2,635	1,628,503
Proceeds from Other Operating Revenues	1,055	303	7,110	6,654		1,105,285
Payments to Suppliers for Goods and Services	(52,438)	(63,171)	(69,335)	(24,601)	(52,807)	(9,385,705)
Payments to Employees	(125,745)	(97,069)	(105,101)	(53,158)	(92,646)	(17,600,012)
Payments for Loans Provided						(288,196)
Payments for Other Operating Expenses		(18,856)	(9,306)	(13,340)	(18,611)	(1,184,073)
Net Cash (Used) by Operating Activities	(72,786)	(49,328)	(62,091)	(31,553)	(124,543)	(5,724,238)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Proceeds from Gifts	4,523	4,578	1,852	4,266		872,544
Proceeds from Endowments				172		513,465
Proceeds from Transfers from Other Funds	100,736	41,744	78,129	34,741	108,945	7,283,075
Proceeds from Loan Programs	23,205	281				23,486
Proceeds from Grant Receipts		23,012	32,333	10,419	29,940	1,216,344
Proceeds from Other Noncapital Financing Activities	33	2,222			1	636,585
Payments of Interest						(21)
Payments of Other Costs on Debt Issuance						(1,532)
Payments for Transfers to Other Funds		(22)	(341)	(1,320)	(3)	(1,330,663)
Payments for Grant Disbursements	(21,422)					(21,422)
Payments for Other Noncapital Financing Uses	(352)				(2,495)	(502,123)
Net Cash Provided by Noncapital Financing Activities	106,723	71,815	111,973	48,278	136,388	8,689,738
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Proceeds from Sale of Capital Assets		58				5,090
Proceeds from Debt Issuance	9,147	110,215	37			3,573,228
Proceeds from State Grants and Contracts						43,564
Proceeds from Gifts					1,086	30,612
Proceeds from Other Capital and Related Financing Activities		1,994		307	1,254	296,689
Proceeds from Capital Contributions		11		1,850		232,625
Payments for Additions to Capital Assets	(64,158)	(15,021)	(44,930)	(32,158)	(8,653)	(4,179,848)
Payments of Principal on Debt Issuance	(18,910)	(8,901)	(13,589)	(7,309)	(8,008)	(3,001,195)
Payments for Capital Leases		(58)			(3,383)	(23,327)
Payments of Interest on Debt Issuance	(6,428)	(4,602)	(7,737)	(5,159)	(4,886)	(789,400)
Payments of Other Costs on Debt Issuance	(143)					(288,660)
Payments for Interfund Receivables		(1,506)			(675)	(5,015)
Net Cash Provided (Used) by Capital and Related Financing Activities	(80,492)	82,190	(66,219)	(42,469)	(23,265)	(4,105,637)

Continued on the following page

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

For the Fiscal Year Ended August 31, 2019 (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
CASH FLOWS FROM INVESTING ACTIVITIES						
Proceeds from Sale of Investments	\$ 31,989,572	\$ 3,790,511	\$ 286,726	\$ 1,164,223	\$ 248,672	\$ 874,668
Proceeds from Interest and Investment Income	2,010,674	157,121	107,222	46,438	38,727	22,851
Proceeds from Principal Payments on Loans						
Payments to Acquire Investments	(32,643,416)	(3,653,984)	(525,635)	(959,553)	(361,815)	(890,505)
Net Cash Provided (Used) by Investing Activities	<u>1,356,830</u>	<u>293,648</u>	<u>(131,687)</u>	<u>251,108</u>	<u>(74,416)</u>	<u>7,014</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>845,685</u>	<u>82,988</u>	<u>(207,416)</u>	<u>26,717</u>	<u>(162,224)</u>	<u>(28,011)</u>
Cash and Cash Equivalents, September 1, 2018	<u>3,203,518</u>	<u>1,446,638</u>	<u>546,185</u>	<u>421,387</u>	<u>639,900</u>	<u>301,898</u>
Cash and Cash Equivalents, August 31, 2019	<u>\$ 4,049,203</u>	<u>\$ 1,529,626</u>	<u>\$ 338,769</u>	<u>\$ 448,104</u>	<u>\$ 477,676</u>	<u>\$ 273,887</u>
RECONCILIATION OF OPERATING (LOSS) TO NET CASH (USED) BY OPERATING ACTIVITIES						
Operating (Loss)	\$ (4,577,431)	\$ (1,587,095)	\$ (841,305)	\$ (686,410)	\$ (681,084)	\$ (512,091)
Adjustments to Reconcile Operating (Loss) to Net Cash (Used) by Operating Activities:						
Depreciation and Amortization	1,536,019	424,423	132,919	109,182	112,751	84,678
Bad Debt Expense	364,423	9,674	746		3,273	
Pension Expense	584,838	81,401	38,888	56,411	47,742	20,381
OPEB Expense	664,785	(423,484)	132,382	115,205	122,120	79,463
Operating (Loss) and Cash Flow Categories Classification Differences				(6,721)		
Changes in Assets and Liabilities:						
(Increase) Decrease in Receivables	(444,492)	4,114	(1,960)	21,848	1,463	2,453
(Increase) Decrease in Due From Other Funds		(5,149)	(1,082)		(147)	
(Increase) Decrease in Inventories	(21,863)	138	(8)	623	2,148	(18)
(Increase) Decrease in Notes Receivable			598		(593)	
(Increase) Decrease in Loans and Contracts	20,308	2,199			(83)	(469)
(Increase) in Other Assets	(82,862)	(1,682)		(2,228)	(2,089)	(179)
(Increase) in Deferred Outflows of Resources - Pensions	(1,832,591)	(263,809)	(119,672)	(216,439)	(174,205)	(68,556)
(Increase) in Deferred Outflows of Resources - OPEB	(364,049)	(101,712)	(632,039)	(546,273)	(579,234)	(376,591)
(Increase) Decrease in Prepaid Expenses		(12,217)	(4,614)	(6,193)	(5,733)	(5,314)
Increase (Decrease) in Payables	189,412	29,868	4,165	3,275	(8,647)	(14,608)
Increase (Decrease) in Deposits	(22,958)	(800)			27	
Increase (Decrease) in Due To Other Funds		(392)	(64)		(123)	
Increase (Decrease) in Unearned Revenue	141,837	39,743	8,301	14,130	9,767	12,754
Increase in Employees' Compensable Leave	32,008	5,292	626	143	647	
Increase (Decrease) in Benefits Payable			183	(30,751)	184	(1,500)
Increase in Liabilities to Employees for Defined Benefit Pensions	1,684,655	238,829	111,473	194,535	153,477	64,171
Increase (Decrease) in Liabilities to Employees for Defined Benefit OPEB	(1,026,111)	(37,856)	381,675	346,380	367,206	238,029
Increase (Decrease) in Other Liabilities	35,237	2,657	5,520	(3,604)	(222)	(241)
Increase (Decrease) in Deferred Inflows of Resources - Pensions	(172,639)	(23,589)	(13,175)	(5,206)	(3,917)	(7,761)
Increase in Deferred Inflows of Resources - OPEB	1,178,400	100,583	246,592	198,449	210,377	137,227
Increase in Asset Retirement Obligation	1,783	12,677				103
Total Adjustments	<u>2,466,140</u>	<u>80,908</u>	<u>291,454</u>	<u>242,766</u>	<u>256,189</u>	<u>164,022</u>
Net Cash (Used) by Operating Activities	<u>\$ (2,111,291)</u>	<u>\$ (1,506,187)</u>	<u>\$ (549,851)</u>	<u>\$ (443,644)</u>	<u>\$ (424,895)</u>	<u>\$ (348,069)</u>
NONCASH TRANSACTIONS						
Donation of Capital Assets	\$ 84,142	\$ 13,807	\$ 7,419	\$	\$ 3,346	\$ 1,083
Net Change in Fair Value of Investments	\$ (2,392,905)	\$ (45,867)	\$ 24,131	\$ 3,631	\$ (16,758)	\$ (4,236)
Borrowing Under Capital Lease Purchase	\$ 155,296	\$ 4,696	\$ 147	\$	\$	\$ 5,365
Other	\$ (39,567)	\$ 245,084	\$ (293)	\$	\$ (585)	\$ 25,725

Concluded on the following page

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

For the Fiscal Year Ended August 31, 2019 (Amounts in Thousands)

	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
CASH FLOWS FROM INVESTING ACTIVITIES						
Proceeds from Sale of Investments	\$ 33,943	\$ 15,662	\$ 19,349	\$ 67,891	\$ 2,761	\$ 38,493,978
Proceeds from Interest and Investment Income	13,100	4,089	4,842	2,335	1,338	2,408,737
Proceeds from Principal Payments on Loans			6			6
Payments to Acquire Investments		(82,112)		(44,113)	(6,278)	(39,167,411)
Net Cash Provided (Used) by Investing Activities	47,043	(62,361)	24,197	26,113	(2,179)	1,735,310
Net Increase (Decrease) in Cash and Cash Equivalents	488	42,316	7,860	369	(13,599)	595,173
Cash and Cash Equivalents, September 1, 2018	17,377	67,998	91,034	8,604	47,846	6,792,385
Cash and Cash Equivalents, August 31, 2019	\$ 17,865	\$ 110,314	\$ 98,894	\$ 8,973	\$ 34,247	\$ 7,387,558
RECONCILIATION OF OPERATING (LOSS) TO NET CASH (USED) BY OPERATING ACTIVITIES						
Operating (Loss)	\$ (131,069)	\$ (125,868)	\$ (115,426)	\$ (59,094)	\$ (136,918)	\$ (9,453,791)
Adjustments to Reconcile Operating (Loss) to Net Cash (Used) by Operating Activities:						
Depreciation and Amortization	16,326	18,712	19,810	14,740	15,243	2,484,803
Bad Debt Expense	2,023	56		113		380,308
Pension Expense	5,615	9,725	4,873	2,083	527	852,484
OPEB Expense	22,524	20,461	15,796	8,934	6,249	764,435
Operating (Loss) and Cash Flow Categories Classification Differences				1,732	(115)	(5,104)
Changes in Assets and Liabilities:						
(Increase) Decrease in Receivables	(12,904)	(1,373)	10,097	(146)	(5,571)	(426,471)
(Increase) Decrease in Due From Other Funds	83	(14)	1,282		(325)	(5,352)
(Increase) Decrease in Inventories	201	(4)	10	7	644	(18,122)
(Increase) Decrease in Notes Receivable						5
(Increase) Decrease in Loans and Contracts	3,217	530				25,702
(Increase) in Other Assets			(322)			(89,362)
(Increase) in Deferred Outflows of Resources - Pensions	(15,643)	(30,206)	(17,136)	(6,104)	(4,185)	(2,748,546)
(Increase) in Deferred Outflows of Resources - OPEB	(106,714)	(97,770)	(74,454)	(42,467)	(29,686)	(2,950,989)
(Increase) Decrease in Prepaid Expenses	(316)	(117)	(1,300)	(769)	583	(35,990)
Increase (Decrease) in Payables	12,084	265	3,269	2,163	(2,011)	219,235
Increase (Decrease) in Deposits		238			(1,830)	(25,323)
Increase (Decrease) in Due To Other Funds	(135)	36	(8)			(686)
Increase (Decrease) in Unearned Revenue	9,117	1,292	(4,315)	(557)	293	232,362
Increase in Employees' Compensable Leave	121	281	36	246	23	39,423
Increase (Decrease) in Benefits Payable		429	5,723			(25,732)
Increase in Liabilities to Employees for Defined Benefit Pensions	14,674	38,044	15,977	5,644	1,239	2,522,718
Increase (Decrease) in Liabilities to Employees for Defined Benefit OPEB	68,026	78,942	49,256	26,604	19,221	511,372
Increase (Decrease) in Other Liabilities	3,356	445	484	223	(512)	43,343
Increase (Decrease) in Deferred Inflows of Resources - Pensions	(1,792)	(2,079)	(1,233)	(598)	2,162	(229,827)
Increase in Deferred Inflows of Resources - OPEB	38,420	38,647	25,194	15,693	10,426	2,200,008
Increase in Asset Retirement Obligation			296			14,859
Total Adjustments	58,283	76,540	53,335	27,541	12,375	3,729,553
Net Cash (Used) by Operating Activities	\$ (72,786)	\$ (49,328)	\$ (62,091)	\$ (31,553)	\$ (124,543)	\$ (5,724,238)
NONCASH TRANSACTIONS						
Donation of Capital Assets	\$	\$	\$	\$ 4,657	\$ 3,414	\$ 117,868
Net Change in Fair Value of Investments	\$ (2,068)	\$ (812)	\$ (1,595)	\$ (439)	\$	\$ (2,436,918)
Borrowing Under Capital Lease Purchase	\$	\$	\$ 37	\$	\$ 866	\$ 166,407
Other	\$ (1,715)	\$	\$	\$ (11)	\$ (7,405)	\$ 221,233

