
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.

STATE OF TEXAS

Combining Statement of Net Position – Nonmajor Enterprise Funds

August 31, 2020 (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	\$ 551,757	\$ 40,776	\$ 384,238	\$ 7,581	\$
Short-Term Investments	459,852				
Receivables:					
Accounts		359	9,731	2,377	1,984
Federal	2,978			17,799	
Interest and Dividends	77,285	6,552	304	29,925	
Interfund	180				
From Other Funds	23		23,421	1,146	50,072
Other Receivables		875	2		
Securities Lending Collateral				91,236	
Loans and Contracts	342,296	2,835			
Inventories		18	2,318		11,699
Prepaid Items				4	
Other Current Assets		21			
Restricted:					
Cash and Cash Equivalents		377,712	184,529	556,871	
Short-Term Investments		20,016		575,417	
Loans and Contracts		185,156		65,808	
Total Current Assets	1,434,371	634,320	604,543	1,348,164	63,755
Noncurrent Assets:					
Receivables:					
Interfund	1,465				
Investments	360,988			(97)	
Assets Held in Trust					
Loans and Contracts	11,796,661	45,163			
Restricted:					
Receivables					
Investments		1,203,607	121,005	291,797	
Loans and Contracts		982,261		2,138,558	
Other Restricted Assets				514	
Capital Assets:					
Non-Depreciable or Non-Amortizable			836,783	7,825	283
Depreciable or Amortizable, Net		105	1,796,311	91,375	474
Intangible Assets:					
Service Concession Arrangements					
Other Noncurrent Assets		43			
Total Noncurrent Assets	12,159,114	2,231,179	2,754,099	2,529,972	757
Total Assets	13,593,485	2,865,499	3,358,642	3,878,136	64,512
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Outflows of Resources		4,783	34,395	345,691	
Total Deferred Outflows of Resources	0	4,783	34,395	345,691	0

Continued on the following page

STATE OF TEXAS

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

August 31, 2020 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 27,981	\$ 208,755	\$ 112,610	\$ 1,333,698
Short-Term Investments		64,168		524,020
Receivables:				
Accounts		12,980	152	27,583
Federal				20,777
Interest and Dividends	4,795	2,735	127	121,723
Interfund				180
From Other Funds		4,469	1,890	81,021
Other Receivables	52		5,957	6,886
Securities Lending Collateral				91,236
Loans and Contracts	26,771		859	372,761
Inventories		568	1,304	15,907
Prepaid Items			960	964
Other Current Assets				21
Restricted:				
Cash and Cash Equivalents	185,700	890,831	38,934	2,234,577
Short-Term Investments		214,096	486	810,015
Loans and Contracts				250,964
Total Current Assets	<u>245,299</u>	<u>1,398,602</u>	<u>163,279</u>	<u>5,892,333</u>
Noncurrent Assets:				
Receivables:				
Interfund				1,465
Investments		40,655	4,075	405,621
Assets Held in Trust			4,365	4,365
Loans and Contracts			3,154	11,844,978
Restricted:				
Receivables	111,296			111,296
Investments	1,101,675	328,043	24,182	3,070,309
Loans and Contracts				3,120,819
Other Restricted Assets				514
Capital Assets:				
Non-Depreciable or Non-Amortizable			411,326	1,256,217
Depreciable or Amortizable, Net			5,625	1,893,890
Intangible Assets:				
Service Concession Arrangements		2,876,436		2,876,436
Other Noncurrent Assets				43
Total Noncurrent Assets	<u>1,212,971</u>	<u>3,245,134</u>	<u>452,727</u>	<u>24,585,953</u>
Total Assets	<u>1,458,270</u>	<u>4,643,736</u>	<u>616,006</u>	<u>30,478,286</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Outflows of Resources		175,757		560,626
Total Deferred Outflows of Resources	<u>0</u>	<u>175,757</u>	<u>0</u>	<u>560,626</u>

Continued on the following page

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

August 31, 2020 (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	\$	\$ 1,277	\$ 17,907	\$ 21,753	\$ 5,771
Payroll		147			1,704
Investment Trades					
Interest	104,173	14,658	3,899	2,625	
Notes and Loans		986			
Interfund		29			
To Other Funds	3,669	1	5,360	1,892	1,190
From Restricted Assets					
Bonds:					
General Obligation	63,023			216,690	
Revenue	166,962	48,898	47,902		
Short-Term Debt		140,801			
Obligations:					
Securities Lending				91,236	
Employees' Compensable Leave		1,082			1,465
Other Current Liabilities		434			
Unearned Revenue		5,913	17,739	4,505	
Total Current Liabilities	<u>337,827</u>	<u>214,226</u>	<u>92,807</u>	<u>338,701</u>	<u>10,130</u>
Noncurrent Liabilities:					
Payables:					
Notes and Loans		175,248			
From Restricted Assets					
Bonds:					
General Obligation	1,006,246			2,728,774	
Revenue	7,100,953	1,836,254	2,897,991		
Derivative Instruments:					
Hedging		4,783		345,691	
Assets Held for Others					
Employees' Compensable Leave		567			32
Other Noncurrent Liabilities		205,986			
Total Noncurrent Liabilities	<u>8,107,199</u>	<u>2,222,838</u>	<u>2,897,991</u>	<u>3,074,465</u>	<u>32</u>
Total Liabilities	<u>8,445,026</u>	<u>2,437,064</u>	<u>2,990,798</u>	<u>3,413,166</u>	<u>10,162</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred Inflows of Resources			27,852		
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>27,852</u>	<u>0</u>	<u>0</u>
NET POSITION					
Net Investment in Capital Assets		105	503,773	99,200	756
Restricted for:					
Debt Service		352,756	126,441		
Capital Projects					
Veterans Land Board Housing Programs				710,994	
Funds Held as Permanent Investments:					
Nonexpendable					
Other Restricted Net Position	5,148,459		170,449		
Unrestricted		80,357	(426,276)	467	53,594
Total Net Position	<u>\$5,148,459</u>	<u>\$ 433,218</u>	<u>\$ 374,387</u>	<u>\$ 810,661</u>	<u>\$ 54,350</u>

Concluded on the following page

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

August 31, 2020 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
LIABILITIES				
Current Liabilities:				
Payables:				
Accounts	\$ 722	\$ 101,325	\$ 3,520	\$ 152,275
Payroll			2,828	4,679
Investment Trades	4,177			4,177
Interest		80,638	650	206,643
Notes and Loans		10,532		11,518
Interfund			37	66
To Other Funds		4,081		16,193
From Restricted Assets	304,050			304,050
Bonds:				
General Obligation				279,713
Revenue		22,844	315	286,921
Short-Term Debt				
				140,801
Obligations:				
Securities Lending				91,236
Employees' Compensable Leave	99		1,446	4,092
Other Current Liabilities		1,836		2,270
Unearned Revenue	1,784	4,351	7,104	41,396
Total Current Liabilities	<u>310,832</u>	<u>225,607</u>	<u>15,900</u>	<u>1,546,030</u>
Noncurrent Liabilities:				
Payables:				
Notes and Loans		626,393		801,641
From Restricted Assets	1,430,451			1,430,451
Bonds:				
General Obligation				3,735,020
Revenue		4,277,968	266,928	16,380,094
Derivative Instruments:				
Hedging				350,474
Assets Held for Others			4,365	4,365
Employees' Compensable Leave	72		584	1,255
Other Noncurrent Liabilities				205,986
Total Noncurrent Liabilities	<u>1,430,523</u>	<u>4,904,361</u>	<u>271,877</u>	<u>22,909,286</u>
Total Liabilities	<u>1,741,355</u>	<u>5,129,968</u>	<u>287,777</u>	<u>24,455,316</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows of Resources				27,852
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>27,852</u>
NET POSITION				
Net Investment in Capital Assets			217,088	820,922
Restricted for:				
Debt Service		41,067		520,264
Capital Projects			6,741	6,741
Veterans Land Board Housing Programs			12	711,006
Funds Held as Permanent Investments:				
Nonexpendable			227	227
Other Restricted Net Position		61,178	1,203	5,381,289
Unrestricted	<u>(283,085)</u>	<u>(412,720)</u>	<u>102,958</u>	<u>(884,705)</u>
Total Net Position	<u>\$ (283,085)</u>	<u>\$ (310,475)</u>	<u>\$ 328,229</u>	<u>\$ 6,555,744</u>

STATE OF TEXAS

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

For the Fiscal Year Ended August 31, 2020 (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	\$	\$	\$	\$	\$ 116,124
Other Sales of Goods and Services				6,712	
Other Sales of Goods and Services – Pledged			180,997	19,624	
Discounts and Allowances			3,219		
Interest and Investment Income	308,021	103,005		97,544	
Interest and Investment Income – Pledged	1,910				
Federal Revenue				72,392	
Other Revenues	25,981	121,226	35,021	769	2,116
Total Operating Revenues	<u>335,912</u>	<u>224,231</u>	<u>219,237</u>	<u>197,041</u>	<u>118,240</u>
OPERATING EXPENSES					
Cost of Goods Sold					81,576
Salaries and Wages	5,957	11,443	1,439		16,334
Payroll Related Costs	1,051	3,716			5,974
Professional Fees and Services	6,041	1,533	12,056	90,393	10
Materials and Supplies	7	212	2,532	4,392	1,612
Travel	52	174	3	58	59
Communication and Utilities	25	313	720	25	3
Repairs and Maintenance		429	21,160	2,063	375
Rentals and Leases	58	125	719		680
Printing and Reproduction	3	14		1	11
Employee/Participant Benefit Payments					
Depreciation and Amortization		39	54,495	7,819	104
Bad Debt		4,195			5
Interest	302,555	63,069	26	73,618	
Other Operating Expenses	25	62,715	39,421	7,182	203
Total Operating Expenses	<u>315,774</u>	<u>147,977</u>	<u>132,571</u>	<u>185,551</u>	<u>106,946</u>
Operating Income (Loss)	<u>20,138</u>	<u>76,254</u>	<u>86,666</u>	<u>11,490</u>	<u>11,294</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, 2020 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
OPERATING REVENUES				
Auxiliary Enterprises – Pledged	\$	\$	\$	\$ 116,124
Other Sales of Goods and Services	15,316		6,655	28,683
Other Sales of Goods and Services – Pledged		184,948		385,569
Discounts and Allowances		(1,200)		2,019
Interest and Investment Income			170	508,740
Interest and Investment Income – Pledged				1,910
Federal Revenue				72,392
Other Revenues	1,454		28,944	215,511
Total Operating Revenues	<u>16,770</u>	<u>183,748</u>	<u>35,769</u>	<u>1,330,948</u>
OPERATING EXPENSES				
Cost of Goods Sold			1,426	83,002
Salaries and Wages	1,155	2,143	14,004	52,475
Payroll Related Costs	315		3,639	14,695
Professional Fees and Services	5,660	4,192	6,256	126,141
Materials and Supplies	16	724	3,659	13,154
Travel	7	3	91	447
Communication and Utilities	20	167	1,876	3,149
Repairs and Maintenance	41	14,184	1,718	39,970
Rentals and Leases	24	2	589	2,197
Printing and Reproduction	5		38	72
Employee/Participant Benefit Payments	104,389			104,389
Depreciation and Amortization		65,033	274	127,764
Bad Debt			24	4,224
Interest			1	439,269
Other Operating Expenses	30,023	25,450	3,424	168,443
Total Operating Expenses	<u>141,655</u>	<u>111,898</u>	<u>37,019</u>	<u>1,179,391</u>
Operating Income (Loss)	<u>(124,885)</u>	<u>71,850</u>	<u>(1,250)</u>	<u>151,557</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, 2020 (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	\$ 160,020	\$	\$	\$ 1,934	\$
Gifts				86	
Land Income			14		
Interest and Investment Income			15,233	21,422	
Settlement of Claims				148	4
Depreciation and Amortization			12,863		
Investing Activities					
Borrower Rebates and Agent Fees				771	
Claims and Judgments				(3)	
Interest			(134,773)		
Other Nonoperating Expenses	(33,946)		(4,593)		
Total Nonoperating Revenues (Expenses)	<u>126,074</u>	<u>0</u>	<u>(111,256)</u>	<u>24,358</u>	<u>4</u>
Income (Loss) Before Capital Contributions, Endowments and Transfers	<u>146,212</u>	<u>76,254</u>	<u>(24,590)</u>	<u>35,848</u>	<u>11,298</u>
CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS					
Capital Contributions – Other			3,816	1,800	
Transfer In	95,760	2,266	2,039	570	5,628
Transfer Out	(14,685)			(37,052)	(12,747)
Total Capital Contributions, Endowments and Transfers	<u>81,075</u>	<u>2,266</u>	<u>5,855</u>	<u>(34,682)</u>	<u>(7,119)</u>
Change in Net Position	<u>227,287</u>	<u>78,520</u>	<u>(18,735)</u>	<u>1,166</u>	<u>4,179</u>
Net Position, September 1, 2019	4,921,172	354,698	393,122	809,836	50,171
Restatements				(341)	
Net Position, September 1, 2019, as Restated	<u>4,921,172</u>	<u>354,698</u>	<u>393,122</u>	<u>809,495</u>	<u>50,171</u>
Net Position, August 31, 2020	<u>\$5,148,459</u>	<u>\$ 433,218</u>	<u>\$ 374,387</u>	<u>\$ 810,661</u>	<u>\$ 54,350</u>

Concluded on the following page

STATE OF TEXAS

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

For the Fiscal Year Ended August 31, 2020 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
NONOPERATING REVENUES (EXPENSES)				
Federal	\$	\$	\$ 19	\$ 161,973
Gifts			421	507
Land Income				14
Interest and Investment Income	112,902	29,645	2,956	182,158
Settlement of Claims				152
Depreciation and Amortization		13,463	315	26,641
Investing Activities	(533)			(533)
Borrower Rebates and Agent Fees	(3)			768
Claims and Judgments			(1)	(4)
Interest		(209,023)	(12,419)	(356,215)
Other Nonoperating Expenses		(14,374)		(52,913)
Total Nonoperating Revenues (Expenses)	<u>112,366</u>	<u>(180,289)</u>	<u>(8,709)</u>	<u>(37,452)</u>
Income (Loss) Before Capital Contributions, Endowments and Transfers	<u>(12,519)</u>	<u>(108,439)</u>	<u>(9,959)</u>	<u>114,105</u>
CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS				
Capital Contributions – Other			23,602	29,218
Transfer In			2,540	108,803
Transfer Out			(520)	(65,004)
Total Capital Contributions, Endowments and Transfers	<u>0</u>	<u>0</u>	<u>25,622</u>	<u>73,017</u>
Change in Net Position	<u>(12,519)</u>	<u>(108,439)</u>	<u>15,663</u>	<u>187,122</u>
Net Position, September 1, 2019	(270,566)	(202,036)	312,538	6,368,935
Restatements			28	(313)
Net Position, September 1, 2019, as Restated	<u>(270,566)</u>	<u>(202,036)</u>	<u>312,566</u>	<u>6,368,622</u>
Net Position, August 31, 2020	<u>\$ (283,085)</u>	<u>\$ (310,475)</u>	<u>\$ 328,229</u>	<u>\$ 6,555,744</u>

Combining Statement of Cash Flows – Nonmajor Enterprise Funds

For the Fiscal Year Ended August 31, 2020 (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	\$	\$	\$ 237,170	\$ 19,816	\$ 115,798
Proceeds from Gifts				88	
Proceeds from Loan Programs		2,101,541		1,368,145	
Proceeds from Other Operating Revenues		126,733		82,462	2,116
Payments to Suppliers for Goods and Services	(485)	(149,069)	(84,743)	(100,500)	(83,752)
Payments to Employees	(6,689)	(14,898)			(22,055)
Payments for Loans Provided		(2,066,597)		(508,906)	
Payments for Other Operating Expenses				(73)	(2,952)
Net Cash Provided (Used) by Operating Activities	(7,174)	(2,290)	152,427	861,032	9,155
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Proceeds from Debt Issuance	1,403,048	6,678,820		250,000	
Proceeds from Transfers from Other Funds	3,138,630	16,998		162,731	5,633
Proceeds from Interfund Payables	37,535				
Proceeds from Grant Receipts	159,594				
Proceeds from Other Noncapital Financing Activities	38,970			2,089	
Payments of Principal on Debt Issuance	(196,553)	(6,436,861)		(254,715)	
Payments of Interest	(323,203)	(62,197)		(74,573)	
Payments of Other Costs on Debt Issuance	(1,831)	(1,880)			
Payments for Transfers to Other Funds	(3,046,548)	(14,732)		(201,683)	(14,200)
Payments for Grant Disbursements	(44,877)				
Payments for Interfund Receivables	(37,365)				
Payments for Other Noncapital Financing Uses	(25)				
Net Cash Provided (Used) by Noncapital Financing Activities	1,127,375	180,148	0	(116,151)	(8,567)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from Federal Grants and Contracts				1,766	
Proceeds from Other Capital and Related Financing Activities			12		
Payments for Additions to Capital Assets		(45)	(74,680)	(2,145)	(77)
Payments of Principal on Debt Issuance			(26,715)		
Payments of Interest on Debt Issuance			(101,053)		
Payments of Other Costs on Debt Issuance			(7,417)		
Payments for Interfund Receivables			(36)		
Net Cash Used by Capital and Related Financing Activities	0	(45)	(209,889)	(379)	(77)

Continued on the following page

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

For the Fiscal Year Ended August 31, 2020 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Proceeds from Customers	\$ 38,041	\$ 189,087	\$ 6,545	\$ 606,457
Proceeds from Gifts				88
Proceeds from Loan Programs				3,469,686
Proceeds from Other Operating Revenues	1,463		33,429	246,203
Payments to Suppliers for Goods and Services	(5,651)	(50,133)	(1,754)	(476,087)
Payments to Employees	(1,445)		(17,765)	(62,852)
Payments for Loans Provided				(2,575,503)
Payments for Other Operating Expenses	(210,334)		(17,898)	(231,257)
Net Cash Provided (Used) by Operating Activities	<u>(177,926)</u>	<u>138,954</u>	<u>2,557</u>	<u>976,735</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Proceeds from Debt Issuance				8,331,868
Proceeds from Transfers from Other Funds			5,283	3,329,275
Proceeds from Interfund Payables				37,535
Proceeds from Grant Receipts				159,594
Proceeds from Other Noncapital Financing Activities			650	41,709
Payments of Principal on Debt Issuance				(6,888,129)
Payments of Interest		(157,646)		(617,619)
Payments of Other Costs on Debt Issuance		(2,852)		(6,563)
Payments for Transfers to Other Funds			(3,465)	(3,280,628)
Payments for Grant Disbursements				(44,877)
Payments for Interfund Receivables				(37,365)
Payments for Other Noncapital Financing Uses		(321,978)		(322,003)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>0</u>	<u>(482,476)</u>	<u>2,468</u>	<u>702,797</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from Federal Grants and Contracts				1,766
Proceeds from Other Capital and Related Financing Activities				12
Payments for Additions to Capital Assets			(99,242)	(176,189)
Payments of Principal on Debt Issuance				(26,715)
Payments of Interest on Debt Issuance			(7,799)	(108,852)
Payments of Other Costs on Debt Issuance			(9)	(7,426)
Payments for Interfund Receivables				(36)
Net Cash Used by Capital and Related Financing Activities	<u>0</u>	<u>0</u>	<u>(107,050)</u>	<u>(317,440)</u>

Continued on the following page

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

For the Fiscal Year Ended August 31, 2020 (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	\$	\$ 360,641	\$ 393,890	\$ 490,314	\$ 24,520
Proceeds from Interest and Investment Income	1,700,435	50,417	14,296	29,470	585
Proceeds from Principal Payments on Loans	808,366				
Payments to Acquire Investments	(133,871)	(314,734)	(170,188)	(942,435)	(25,616)
Payments for Nonprogram Loans Provided	(3,561,179)				
Net Cash Provided (Used) by Investing Activities	<u>(1,186,249)</u>	<u>96,324</u>	<u>237,998</u>	<u>(422,651)</u>	<u>(511)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(66,048)</u>	<u>274,137</u>	<u>180,536</u>	<u>321,851</u>	<u>0</u>
Cash and Cash Equivalents, September 1, 2019	<u>617,805</u>	<u>144,351</u>	<u>388,231</u>	<u>242,601</u>	<u>0</u>
Cash and Cash Equivalents, August 31, 2020	<u>\$ 551,757</u>	<u>\$ 418,488</u>	<u>\$ 568,767</u>	<u>\$ 564,452</u>	<u>\$ 0</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	20,138	76,254	86,666	11,490	11,294
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation and Amortization		39	54,495	7,819	104
Bad Debt Expense		4,195			5
Operating Income (Loss) and Cash Flow Categories Classification Differences		(46,690)	2,039	63,389	
Changes in Assets and Liabilities:					
(Increase) Decrease in Receivables	42,671	1	17,612	(20,643)	(326)
(Increase) Decrease in Due From Other Funds	36,760		319		
Increase in Inventories			(810)		(1,846)
(Increase) Decrease in Loans and Contracts	(1,687,077)	(115,795)		784,621	
(Increase) Decrease in Other Assets	84,409	9,328		1,176	
(Increase) Decrease in Prepaid Expenses				149	
Increase (Decrease) in Payables	8,618	47	(10,951)	7,824	(481)
Increase in Deposits	379,119				
Increase in Due To Other Funds			3,057		152
Decrease in Unearned Revenue	(36,926)	(830)			
Increase (Decrease) in Employees' Compensable Leave					253
Increase in Other Liabilities	1,145,114	71,161		5,207	
Total Adjustments	<u>(27,312)</u>	<u>(78,544)</u>	<u>65,761</u>	<u>849,542</u>	<u>(2,139)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (7,174)</u>	<u>\$ (2,290)</u>	<u>\$ 152,427</u>	<u>\$ 861,032</u>	<u>\$ 9,155</u>
NONCASH TRANSACTIONS					
Donation of Capital Assets	\$	\$	\$ 3,816	\$	\$
Net Change in Fair Value of Investments	\$ 14,087	\$ 26,496	\$ 143	\$ 10,969	\$
Long-Term Debt Retirement from Bond Issuance					
Defeasance of Long-Term Debt			\$ (746,631)		
Proceeds of Bond Issuance			\$ 725,203		
Other	\$	\$	\$ 10,617	\$	\$

Concluded on the following page

STATE OF TEXAS

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

For the Fiscal Year Ended August 31, 2020 (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	\$ 422,166	\$ 1,479,035	\$ 124,500	\$ 3,295,066
Proceeds from Interest and Investment Income	32,427	26,769	2,712	1,857,111
Proceeds from Principal Payments on Loans			1,512	809,878
Payments to Acquire Investments	(273,284)	(873,651)	(32,502)	(2,766,281)
Payments for Nonprogram Loans Provided				(3,561,179)
Net Cash Provided (Used) by Investing Activities	<u>181,309</u>	<u>632,153</u>	<u>96,222</u>	<u>(365,405)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	3,383	288,631	(5,803)	996,687
Cash and Cash Equivalents, September 1, 2019	210,298	810,955	157,347	2,571,588
Cash and Cash Equivalents, August 31, 2020	<u>\$ 213,681</u>	<u>\$ 1,099,586</u>	<u>\$ 151,544</u>	<u>\$ 3,568,275</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	(124,885)	71,850	(1,250)	151,557
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation and Amortization		65,033	274	127,764
Bad Debt Expense			24	4,224
Operating Income (Loss) and Cash Flow Categories Classification Differences			(170)	18,568
Changes in Assets and Liabilities:				
(Increase) Decrease in Receivables	(2,817)	5,456	(757)	41,197
(Increase) Decrease in Due From Other Funds		(117)	52	37,014
Increase in Inventories		(199)	(45)	(2,900)
(Increase) Decrease in Loans and Contracts				(1,018,251)
(Increase) Decrease in Other Assets			(1,891)	93,022
(Increase) Decrease in Prepaid Expenses			(69)	80
Increase (Decrease) in Payables	(50,314)	(4,555)	(925)	(50,737)
Increase in Deposits				379,119
Increase in Due To Other Funds		1,486	138	4,833
Decrease in Unearned Revenue			(102)	(37,858)
Increase (Decrease) in Employees' Compensable Leave	25		(12)	266
Increase in Other Liabilities	65		7,290	1,228,837
Total Adjustments	<u>(53,041)</u>	<u>67,104</u>	<u>3,807</u>	<u>825,178</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (177,926)</u>	<u>\$ 138,954</u>	<u>\$ 2,557</u>	<u>\$ 976,735</u>
NONCASH TRANSACTIONS				
Donation of Capital Assets	\$	\$	\$ 23,602	\$ 27,418
Net Change in Fair Value of Investments	\$ 82,958	\$ 312	\$ 107	\$ 135,072
Long-Term Debt Retirement from Bond Issuance		\$ (944,105)		\$ (944,105)
Defeasance of Long-Term Debt		\$ (1,279,846)		\$ (2,026,477)
Proceeds of Bond Issuance		\$ 2,416,627		\$ 3,141,830
Other	\$	\$ 72,729	\$ (11,498)	\$ 71,848

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

STATE OF TEXAS

Schedule of Net Position

Colleges and Universities – Major Enterprise Fund

August 31, 2020 (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	\$ 3,089,637	\$ 1,310,788	\$ 267,084	\$ 209,218	\$ 531,250	\$ 219,625
Short-Term Investments				329,492		
Receivables:						
Accounts	1,229,565	248,366	79,158	54,927	128,856	110,607
Federal	616,714	160,001	18,275	22,636	21,399	9,581
Other Intergovernmental	112,429	3,664			1,649	1,053
Gifts and Pledges	172,460	36,551	23,395	99,190	2,064	701
Investment Trades	952,085	18,039				
Interest and Dividends	74,346	10,217	1,648	1,291	38	2,213
Interfund		55,893				
From Other Funds	228,528	259,504	240,543	215,119	145,029	138,435
Other Receivables	459,955	5,001	1,536	4,015	5,725	9,588
Securities Lending Collateral	418,832					
Loans and Contracts	56,094	21,766	1,040	27,582	22,920	7,626
Inventories	180,089	23,869	4,777	1,484	1,915	3,328
Prepaid Items			65,204	56,275	57,096	60,084
Other Current Assets	301,973	146,711	955		15,993	209
Restricted:						
Cash and Cash Equivalents	867,605	306,408	36,656	345,075	54,741	24,716
Short-Term Investments					12,775	
Total Current Assets	<u>8,760,312</u>	<u>2,606,778</u>	<u>740,271</u>	<u>1,366,304</u>	<u>1,001,450</u>	<u>587,766</u>
Noncurrent Assets:						
Receivables:						
Interfund		1,412,960				
Gifts and Pledges	375,250	315,445	68,531		2,486	4,405
Investments	13,302,466	3,916,193	1,216,245	1,059,540	324,161	298,392
Derivative Instruments:						
Hedging	414					
Assets Held in Trust		362				
Loans and Contracts		12,822			144	2,826
Restricted:						
Cash and Cash Equivalents	39,554		165,392		14,778	
Short-Term Investments						
Receivables				84,679	684	
Investments	45,228,990	1,101,486	1,156,619		200,943	89,463
Loans and Contracts	47,306	3,605	1,870	1,785		
Other Restricted Assets					26	
Capital Assets:						
Non-Depreciable or Non-Amortizable	3,255,829	1,229,683	295,804	496,627	472,281	195,019
Depreciable or Amortizable, Net	14,557,147	5,755,504	1,546,307	1,576,257	1,682,091	1,225,032
Other Noncurrent Assets	384,774	5,923				
Total Noncurrent Assets	<u>77,191,730</u>	<u>13,753,983</u>	<u>4,450,768</u>	<u>3,218,888</u>	<u>2,697,594</u>	<u>1,815,137</u>
Total Assets	<u>85,952,042</u>	<u>16,360,761</u>	<u>5,191,039</u>	<u>4,585,192</u>	<u>3,699,044</u>	<u>2,402,903</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Outflows of Resources	<u>3,543,414</u>	<u>936,123</u>	<u>710,619</u>	<u>668,292</u>	<u>677,208</u>	<u>433,180</u>
Total Deferred Outflows of Resources	<u>3,543,414</u>	<u>936,123</u>	<u>710,619</u>	<u>668,292</u>	<u>677,208</u>	<u>433,180</u>

Continued on the following page

STATE OF TEXAS

Schedule of Net Position

Colleges and Universities – Major Enterprise Fund (continued)

August 31, 2020 (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	\$ 8,409	\$ 42,228	\$ 53,032	\$ 4,349	\$ 31,684	\$ 5,767,304
Short-Term Investments	140,949			10,534	19,458	500,433
Receivables:						
Accounts	23,823	17,377	17,117	10,649	6,276	1,926,721
Federal	3,879	1,796	3,724	663	20,024	878,692
Other Intergovernmental		110	4,467	245		123,617
Gifts and Pledges				498		334,859
Investment Trades						970,124
Interest and Dividends	183			2	9	89,947
Interfund						55,893
From Other Funds	56,953	15,025	18,533	2,116	38,584	1,358,369
Other Receivables	5,713		6,908	3,418		501,859
Securities Lending Collateral						418,832
Loans and Contracts	2,199	1,968				141,195
Inventories	1,340	1,040	556	154	1,290	219,842
Prepaid Items	730	13,541	10,671	11,037		274,638
Other Current Assets						465,841
Restricted:						
Cash and Cash Equivalents	8,768	14,750	21,486	3,362	3,114	1,686,681
Short-Term Investments	12,503	108,266	4,063	2,559	25,284	165,450
Total Current Assets	<u>265,449</u>	<u>216,101</u>	<u>140,557</u>	<u>49,586</u>	<u>145,723</u>	<u>15,880,297</u>
Noncurrent Assets:						
Receivables:						
Interfund						1,412,960
Gifts and Pledges				706		766,823
Investments	3	97,556		54,047		20,268,603
Derivative Instruments:						
Hedging						414
Assets Held in Trust						362
Loans and Contracts						15,792
Restricted:						
Cash and Cash Equivalents					285	220,009
Short-Term Investments					301	301
Receivables		2,052				87,415
Investments	202,579	14,335	67,879	2,093		48,064,387
Loans and Contracts		3,048	515			58,129
Other Restricted Assets			2,875			2,901
Capital Assets:						
Non-Depreciable or Non-Amortizable	62,021	23,510	21,858	14,705	26,770	6,094,107
Depreciable or Amortizable, Net	261,075	190,595	269,871	174,732	195,729	27,434,340
Other Noncurrent Assets						390,697
Total Noncurrent Assets	<u>525,678</u>	<u>331,096</u>	<u>362,998</u>	<u>246,283</u>	<u>223,085</u>	<u>104,817,240</u>
Total Assets	<u>791,127</u>	<u>547,197</u>	<u>503,555</u>	<u>295,869</u>	<u>368,808</u>	<u>120,697,537</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Outflows of Resources	<u>111,994</u>	<u>123,585</u>	<u>88,058</u>	<u>49,179</u>	<u>43,509</u>	<u>7,385,161</u>
Total Deferred Outflows of Resources	<u>111,994</u>	<u>123,585</u>	<u>88,058</u>	<u>49,179</u>	<u>43,509</u>	<u>7,385,161</u>

Continued on the following page

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

August 31, 2020 (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	\$ 1,380,331	\$ 280,284	\$ 59,703	\$ 52,204	\$ 71,296	\$ 62,866
Payroll	721,026	160,194	93,487	68,011	39,600	48,497
Federal	10,000			7,476	56	
Other Intergovernmental	685					
Investment Trades	1,565,177	22,839				
Interest					17,046	11,474
Notes and Loans	19,000	7,893				
Interfund	56,635	2,315				
To Other Funds	236,801	58,499	924	2,738	1,924	56
From Restricted Assets		37,101				
Bonds:						
General Obligation						
Revenue	1,777,148	258,083	69,409	88,178	76,382	51,658
Short-Term Debt	1,413,698		28,978	43,681	94,840	45,065
Obligations:						
Securities Lending	418,832					
Capital Leases	6,790	8,857	277	559		1,836
Pollution Remediation		60				
Asset Retirement						
Funds Held for Others			10,434	14,027	4,305	881
Claims and Judgments	134,653	2,709	5,022	678		1,173
Employees' Compensable Leave	425,644	15,787	6,608	16,678	15,085	4,450
OPEB	204,857	43,200	29,178	21,170	21,978	14,316
Other Current Liabilities	96,743	33,737	5,410	2,629	2,077	7,910
Unearned Revenue	1,812,802	768,702	244,584	293,419	419,582	263,370
Total Current Liabilities	<u>10,280,822</u>	<u>1,700,260</u>	<u>554,014</u>	<u>611,448</u>	<u>764,171</u>	<u>513,552</u>
Noncurrent Liabilities:						
Payables:						
Notes and Loans		168,848				
Interfund	1,413,311	8,133				
From Restricted Assets		2,233				
Bonds:						
General Obligation						
Revenue	8,064,431	4,468,421	788,229	1,576,906	1,053,653	782,718
Obligations:						
Capital Leases	162,789	66,536	14	4,562	1	3,533
Pollution Remediation			1,023			
Asset Retirement	26,310	12,427				2,481
Derivative Instruments:						
Investment	182,210					
Hedging	413,075					
Assets Held for Others	704,671	362				
Claims and Judgments	27,904	12,084	5,430			404
Employees' Compensable Leave	334,594	100,637	58,225	16,636	14,965	25,371
Pension	4,517,470	685,834	317,934	327,907	276,585	180,478
OPEB	11,343,889	1,979,862	891,438	646,770	671,450	437,368
Other Noncurrent Liabilities	297,041	22,649	205		1,649	1,873
Total Noncurrent Liabilities	<u>27,487,695</u>	<u>7,528,026</u>	<u>2,062,498</u>	<u>2,572,781</u>	<u>2,018,303</u>	<u>1,434,226</u>
Total Liabilities	<u>37,768,517</u>	<u>9,228,286</u>	<u>2,616,512</u>	<u>3,184,229</u>	<u>2,782,474</u>	<u>1,947,778</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred Inflows of Resources	3,063,204	726,957	331,763	278,571	291,872	188,800
Total Deferred Inflows of Resources	<u>3,063,204</u>	<u>726,957</u>	<u>331,763</u>	<u>278,571</u>	<u>291,872</u>	<u>188,800</u>
NET POSITION						
Net Investment in Capital Assets	6,606,752	2,381,422	1,129,812	691,364	929,160	550,045
Restricted for:						
Education	2,548,146	450,238	400,734	326,525	66,744	61,689
Debt Service	2,412		4,997	9,123	10	
Capital Projects	235,653	254,045	18,199	30,622	41,313	
Funds Held as Permanent Investments:						
Nonexpendable	26,941,435	421,794	786,164	541,521	157,510	58,544
Expendable	12,856,972	384,162	78,483	53,368	72,548	38,331
Unrestricted	(527,635)	3,449,980	534,994	138,161	34,621	(9,104)
Total Net Position	<u>\$48,663,735</u>	<u>\$ 7,341,641</u>	<u>\$ 2,953,383</u>	<u>\$ 1,790,684</u>	<u>\$ 1,301,906</u>	<u>\$ 699,505</u>

Concluded on the following page

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

August 31, 2020 (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	\$ 13,681	\$ 3,802	\$ 9,270	\$ 4,682	\$ 8,153	\$ 1,946,272
Payroll	6,553	11,419	11,625	4,982	7,584	1,172,978
Federal	1,978				538	20,048
Other Intergovernmental	3,012					3,697
Investment Trades						1,588,016
Interest		3,520	1,323		1,367	34,730
Notes and Loans		722	5,098		120	32,833
Interfund		1,506		133	766	61,355
To Other Funds	408	342	84			301,776
From Restricted Assets						37,101
Bonds:						
General Obligation					2,687	2,687
Revenue	11,306	15,365	10,284	6,856	5,312	2,369,981
Short-Term Debt						1,626,262
Obligations:						
Securities Lending						418,832
Capital Leases		62	117		2,280	20,778
Pollution Remediation						60
Asset Retirement			20			20
Funds Held for Others	3,261	9,060			708	42,676
Claims and Judgments						144,235
Employees' Compensable Leave	2,779	419	2,957	250	1,066	491,723
OPEB	3,681	4,845	2,613	1,802	1,407	349,047
Other Current Liabilities	1,651	2,880	12,999	370	981	167,387
Unearned Revenue	62,128	70,647	44,428	31,826	19,730	4,031,218
Total Current Liabilities	<u>110,438</u>	<u>124,589</u>	<u>100,818</u>	<u>50,901</u>	<u>52,699</u>	<u>14,863,712</u>
Noncurrent Liabilities:						
Payables:						
Notes and Loans		8,001	81,775		1,000	259,624
Interfund		182			1,973	1,423,599
From Restricted Assets						2,233
Bonds:						
General Obligation					14,884	14,884
Revenue	138,227	218,777	77,758	134,917	102,625	17,406,662
Obligations:						
Capital Leases		26	1		5,058	242,520
Pollution Remediation						1,023
Asset Retirement			113			41,331
Derivative Instruments:						
Investment						182,210
Hedging						413,075
Assets Held for Others						705,033
Claims and Judgments						45,822
Employees' Compensable Leave	1,933	4,147	3,342	1,961	5,790	567,601
Pension	41,098	47,647	37,133	16,264	12,559	6,460,909
OPEB	112,447	148,001	79,821	55,035	42,982	16,409,063
Other Noncurrent Liabilities				101		323,518
Total Noncurrent Liabilities	<u>293,705</u>	<u>426,781</u>	<u>279,943</u>	<u>208,278</u>	<u>186,871</u>	<u>44,499,107</u>
Total Liabilities	<u>404,143</u>	<u>551,370</u>	<u>380,761</u>	<u>259,179</u>	<u>239,570</u>	<u>59,362,819</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred Inflows of Resources	51,354	58,406	27,953	17,071	17,687	5,053,638
Total Deferred Inflows of Resources	<u>51,354</u>	<u>58,406</u>	<u>27,953</u>	<u>17,071</u>	<u>17,687</u>	<u>5,053,638</u>
NET POSITION						
Net Investment in Capital Assets	173,861	71,755	131,870	50,175	110,897	12,827,113
Restricted for:						
Education	43,206	23,414	5,849		437	3,926,982
Debt Service			881			17,423
Capital Projects	74,847	4,304		4,208	1,049	664,240
Funds Held as Permanent Investments:						
Nonexpendable	16,373	6,084	33,901	5,326	586	28,969,238
Expendable		3,837	33,946	13,512		13,535,159
Unrestricted	<u>139,337</u>	<u>(48,388)</u>	<u>(23,548)</u>	<u>(4,423)</u>	<u>42,091</u>	<u>3,726,086</u>
Total Net Position	<u>\$ 447,624</u>	<u>\$ 61,006</u>	<u>\$ 182,899</u>	<u>\$ 68,798</u>	<u>\$ 155,060</u>	<u>\$ 63,666,241</u>

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

For the Fiscal Year Ended August 31, 2020 (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						
Hospital Revenue – Pledged	\$ 16,709,551	\$	\$	\$	\$	\$
Discounts and Allowances	(9,720,349)					
Tuition Revenue		81,550	12,913			
Tuition Revenue – Pledged	2,740,373	1,530,021	589,758	774,278	801,427	537,087
Discounts and Allowances	(798,664)	(402,058)	(141,137)	(207,143)	(225,253)	(130,433)
Professional Fees	7,141,537	78	492,249			
Professional Fees – Pledged		2,258	515			19,719
Discounts and Allowances	(5,216,703)		(207,541)			(10,701)
Auxiliary Enterprises						
Auxiliary Enterprises – Pledged	556,812	323,859	153,636	111,123	153,401	73,605
Discounts and Allowances	(18,173)	(33,346)	(1,523)	(13,430)	(10,309)	(3,730)
Other Sales of Goods and Services			10,532			1,138
Other Sales of Goods and Services – Pledged	500,205	291,394	13,469	83,101	18,645	73,712
Discounts and Allowances	(220)	(6,152)				
Interest and Investment Income		1,563				
Interest and Investment Income – Pledged						
Federal Revenue	1,643,919	627,853	62,739	100,367	68,150	58,049
State Grant Revenue		5,898	2,213	7,523	943	2,357
Other Operating Grant Revenue	492,160	257,118	241,738	740	13,450	9,312
Other Operating Grant Revenue – Pledged	1,512,049	27,258	10,777	34,093		839
Other Revenues	11,081	25,358	38,776			1,105
Other Revenues – Pledged	563,818	38,552		1,739	8,166	2,186
Total Operating Revenues	<u>16,117,396</u>	<u>2,771,204</u>	<u>1,279,114</u>	<u>892,391</u>	<u>828,620</u>	<u>634,245</u>
OPERATING EXPENSES						
Cost of Goods Sold	58,703	4,863	11,916	1,214	636	6,653
Salaries and Wages	9,852,274	2,066,078	1,038,988	703,036	631,054	499,177
Payroll Related Costs	3,354,226	655,005	426,182	328,716	329,325	216,800
Professional Fees and Services	621,841	546,829	94,818	121,143	71,126	65,550
Materials and Supplies	2,615,864	1,171,547	74,696	37,419	113,954	47,270
Travel	103,873	53,835	22,891	11,139	14,445	7,457
Communication and Utilities	364,828	145,866	52,746	46,616	38,668	22,556
Repairs and Maintenance	394,569	189,501	47,163	16,828	22,722	25,172
Rentals and Leases	193,875	95,204	23,322	28,596	5,655	13,739
Printing and Reproduction	31,265	10,995	4,352	3,263	3,762	4,718
Scholarships	569,978	301,457	101,880	132,413	182,628	121,957
Claims and Judgments	165,944	3,900	1,908	956	699	846
Net Change in Asset Retirement Obligation	2,641					105
Depreciation and Amortization	1,571,810	468,880	139,206	119,213	123,670	98,169
Bad Debt		320	578		2,900	
Interest		127	15	794	20	
Other Operating Expenses	1,354,571	1,069,253	132,928	64,403	28,315	23,355
Total Operating Expenses	<u>21,256,262</u>	<u>6,783,660</u>	<u>2,173,589</u>	<u>1,615,749</u>	<u>1,569,579</u>	<u>1,153,524</u>
Operating Loss	<u>(5,138,866)</u>	<u>(4,012,456)</u>	<u>(894,475)</u>	<u>(723,358)</u>	<u>(740,959)</u>	<u>(519,279)</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, 2020 (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						
Hospital Revenue – Pledged	\$	\$	\$	\$	\$	\$16,709,551
Discounts and Allowances						(9,720,349)
Tuition Revenue		4,383			8,088	106,934
Tuition Revenue – Pledged	133,370	124,916	96,230	54,281	40,777	7,422,518
Discounts and Allowances	(46,232)	(41,219)	(34,040)	(17,126)	(20,314)	(2,063,619)
Professional Fees						7,633,864
Professional Fees – Pledged						22,492
Discounts and Allowances						(5,434,945)
Auxiliary Enterprises		1,827			1,975	3,802
Auxiliary Enterprises – Pledged	27,173	34,539	14,800	11,233	8,539	1,468,720
Discounts and Allowances	(7,248)	(10,895)			(3,990)	(102,644)
Other Sales of Goods and Services		523				12,193
Other Sales of Goods and Services – Pledged		3,142	411	422	4,714	989,215
Discounts and Allowances						(6,372)
Interest and Investment Income					8	1,571
Interest and Investment Income – Pledged					500	500
Federal Revenue	2,262	11,392	20,430	1,650	6,903	2,603,714
State Grant Revenue	416		760			20,110
Other Operating Grant Revenue	1,156	1,425		1,964	1,627	1,020,690
Other Operating Grant Revenue – Pledged			988			1,586,004
Other Revenues	2,276	47				78,643
Other Revenues – Pledged		701	5,414	1,283		621,859
Total Operating Revenues	<u>113,173</u>	<u>130,781</u>	<u>104,993</u>	<u>53,707</u>	<u>48,827</u>	<u>22,974,451</u>
OPERATING EXPENSES						
Cost of Goods Sold	5	9,195			1,939	95,124
Salaries and Wages	103,952	102,620	91,965	44,886	88,425	15,222,455
Payroll Related Costs	53,365	59,537	46,706	25,608	39,210	5,534,680
Professional Fees and Services	3,725	2,586	17,286	5,758	966	1,551,628
Materials and Supplies	13,594	10,464	11,928	8,764	12,167	4,117,667
Travel	1,724	1,822	2,321	1,063	849	221,419
Communication and Utilities	8,049	8,313	5,924	2,784	5,476	701,826
Repairs and Maintenance	6,532	4,543	7,491	3,395	3,975	721,891
Rentals and Leases	653	2,583	1,570	1,223	2,918	369,338
Printing and Reproduction	591	308	501	217	120	60,092
Scholarships	14,012	22,682	19,111	16,161	20,894	1,503,173
Claims and Judgments		38			7	174,298
Net Change in Asset Retirement Obligation						2,746
Depreciation and Amortization	18,244	19,213	22,732	17,518	15,605	2,614,260
Bad Debt	1,270		400	323		5,791
Interest						956
Other Operating Expenses	10,427	9,510	11,520		7,669	2,711,951
Total Operating Expenses	<u>236,143</u>	<u>253,414</u>	<u>239,455</u>	<u>127,700</u>	<u>200,220</u>	<u>35,609,295</u>
Operating Loss	<u>(122,970)</u>	<u>(122,633)</u>	<u>(134,462)</u>	<u>(73,993)</u>	<u>(151,393)</u>	<u>(12,634,844)</u>

Continued on the following page

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

For the Fiscal Year Ended August 31, 2020 (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	\$ 505,679	\$ 916,941	\$ 90,384	\$ 158,861	\$ 169,704	\$ 90,492
Gifts	574,779	124,224	41,503		26,249	21,252
Gifts – Pledged	23,574	40,817	992	71,379	819	
Interest and Investment Income	3,821,021	372,376	(776)		25,417	26,104
Interest and Investment Income – Pledged	1,079,341	211,137	39,336	107,341	15,247	6,870
Loan Premium and Fees on Securities Lending						
Settlement of Claims					4,139	
Other Nonoperating Revenues	35,002	17,490	1,914	29	659	19
Other Nonoperating Revenues – Pledged	49,000	18,456	7,708	16,011	1,483	796
Investing Activities	(223,520)	(16,845)				
Borrower Rebates and Agent Fees	(1,747)	(3,669)				
Gain (Loss) on Sale of Capital Assets	(31,048)	(881)	(19)		(449)	140
Claims and Judgments		(1,105)				
Interest	(334,776)	(170,648)	(21,450)	(54,879)	(39,552)	(28,542)
Other Nonoperating Expenses	(15,934)	(44,720)	(3,656)	(24,456)	(3,924)	(1,403)
Total Nonoperating Revenues (Expenses)	<u>5,481,371</u>	<u>1,463,573</u>	<u>155,936</u>	<u>274,286</u>	<u>199,792</u>	<u>115,728</u>
Gain (Loss) Before Capital Contributions, Endowments and Transfers	<u>342,505</u>	<u>(2,548,883)</u>	<u>(738,539)</u>	<u>(449,072)</u>	<u>(541,167)</u>	<u>(403,551)</u>
CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS						
Capital Contributions (Distributions) – Federal	(4,727)			1,000		
Capital Contributions – Other	132,441	9,335	21,028	15		12,825
Contributions to Permanent and Term Endowments	153,853	7,193	25,448	14,733	3,741	2,462
Transfer In	2,985,337	3,396,121	655,909	525,112	508,852	369,055
Transfer Out	(803,939)	(110,777)	(3,006)	(2,805)	(1,595)	(870)
Other Capital Contributions, Endowments and Transfers		698				
Total Capital Contributions, Endowments and Transfers	<u>2,462,965</u>	<u>3,301,872</u>	<u>700,077</u>	<u>538,055</u>	<u>510,998</u>	<u>383,472</u>
Change in Net Position	<u>2,805,470</u>	<u>752,989</u>	<u>(38,462)</u>	<u>88,983</u>	<u>(30,169)</u>	<u>(20,079)</u>
Net Position, September 1, 2019	45,862,614	6,588,278	2,991,845	1,701,471	1,330,094	719,584
Restatements	(4,349)	374		230	1,981	
Net Position, September 1, 2019, as Restated	<u>45,858,265</u>	<u>6,588,652</u>	<u>2,991,845</u>	<u>1,701,701</u>	<u>1,332,075</u>	<u>719,584</u>
Net Position, August 31, 2020	<u>\$48,663,735</u>	<u>\$ 7,341,641</u>	<u>\$2,953,383</u>	<u>\$1,790,684</u>	<u>\$1,301,906</u>	<u>\$ 699,505</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, 2020 (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	\$ 28,792	\$ 22,023	\$ 30,356	\$ 14,913	\$ 26,324	\$ 2,054,469
Gifts	4,692	5,463		5,526	1,621	805,309
Gifts – Pledged			1,091		1,081	139,753
Interest and Investment Income	640	1,205			41	4,246,028
Interest and Investment Income – Pledged	24,554	10,396	11,420	6,393	157	1,512,192
Loan Premium and Fees on Securities Lending		31				31
Settlement of Claims		160			(333)	3,966
Other Nonoperating Revenues	5	230		2	88	55,438
Other Nonoperating Revenues – Pledged		103	639			94,196
Investing Activities		(376)	(381)			(241,122)
Borrower Rebates and Agent Fees						(5,416)
Gain (Loss) on Sale of Capital Assets	(3)	(1)		(2)	(71)	(32,334)
Claims and Judgments						(1,105)
Interest	(4,654)	(7,663)	(5,000)	(5,091)	(3,814)	(676,069)
Other Nonoperating Expenses	(35)				(5,497)	(99,625)
Total Nonoperating Revenues (Expenses)	<u>53,991</u>	<u>31,571</u>	<u>38,125</u>	<u>21,741</u>	<u>19,597</u>	<u>7,855,711</u>
Gain (Loss) Before Capital Contributions, Endowments and Transfers	<u>(68,979)</u>	<u>(91,062)</u>	<u>(96,337)</u>	<u>(52,252)</u>	<u>(131,796)</u>	<u>(4,779,133)</u>
CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS						
Capital Contributions (Distributions) – Federal						(3,727)
Capital Contributions – Other		254		4,010	675	180,583
Contributions to Permanent and Term Endowments		45	369	44		207,888
Transfer In	96,946	72,657	78,822	36,234	128,563	8,853,608
Transfer Out	(17)		(707)	(1,326)	(3,368)	(928,410)
Other Capital Contributions, Endowments and Transfers						698
Total Capital Contributions, Endowments and Transfers	<u>96,929</u>	<u>72,956</u>	<u>78,484</u>	<u>38,962</u>	<u>125,870</u>	<u>8,310,640</u>
Change in Net Position	<u>27,950</u>	<u>(18,106)</u>	<u>(17,853)</u>	<u>(13,290)</u>	<u>(5,926)</u>	<u>3,531,507</u>
Net Position, September 1, 2019	419,817	79,284	200,828	82,154	161,012	60,136,981
Restatements	(143)	(172)	(76)	(66)	(26)	(2,247)
Net Position, September 1, 2019, as Restated	419,674	79,112	200,752	82,088	160,986	60,134,734
Net Position, August 31, 2020	<u>\$ 447,624</u>	<u>\$ 61,006</u>	<u>\$ 182,899</u>	<u>\$ 68,798</u>	<u>\$ 155,060</u>	<u>\$63,666,241</u>

Schedule of Cash Flows

Colleges and Universities – Major Enterprise Fund

For the Fiscal Year Ended August 31, 2020 (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	\$ 9,079,294	\$ 320,378	\$ 361,702	\$ 78,161	\$ 14,465	\$ 83,944
Proceeds from Tuition and Fees	1,995,241	1,182,497	467,430	571,363	526,017	400,931
Proceeds from Research Grants and Contracts	3,542,486	1,033,238	308,069	140,985	56,882	74,137
Proceeds from Loan Programs	87,388	644,077	6,409	132,454	7,544	278
Proceeds from Auxiliaries	400,143	285,619	146,323	96,702	139,343	69,875
Proceeds from Other Operating Revenues	1,020,324	92,501	356,263	1,739	16,531	3,143
Payments to Suppliers for Goods and Services	(6,567,021)	(3,236,838)	(291,287)	(298,871)	(324,697)	(210,766)
Payments to Employees	(12,050,373)	(2,552,504)	(1,246,862)	(847,388)	(747,854)	(596,134)
Payments for Loans Provided	(77,709)	(645,564)	(5,670)	(135,902)	(7,281)	(416)
Payments for Other Operating Expenses		(541,502)	(686,531)	(209,766)	(152,420)	(156,497)
Net Cash Used by Operating Activities	<u>(2,570,227)</u>	<u>(3,418,098)</u>	<u>(584,154)</u>	<u>(470,523)</u>	<u>(471,470)</u>	<u>(331,505)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Proceeds from Gifts	451,207	195,859	59,684	73,734	28,533	20,353
Proceeds from Endowments	133,376	7,193		14,733	3,392	2,462
Proceeds from Transfers from Other Funds	3,728,558	2,368,219	656,264	517,002	494,785	371,972
Proceeds from Loan Programs						
Proceeds from Grant Receipts	695,582	1,747,865	94,198	161,897	195,042	90,379
Proceeds from Other Noncapital Financing Activities	499,437	86,796	12,105		14,321	797
Payments of Interest		(2)				
Payments for Transfers to Other Funds	(2,350,781)	(107,957)	(1,920)	(5,673)	(1,872)	(870)
Payments for Grant Disbursements						
Payments for Other Noncapital Financing Uses	(518,466)	(157,031)	(3,864)		(12,923)	(622)
Net Cash Provided by Noncapital Financing Activities	<u>2,638,913</u>	<u>4,140,942</u>	<u>816,467</u>	<u>761,693</u>	<u>721,278</u>	<u>484,471</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Proceeds from Sale of Capital Assets	6,579	581	1,765		59	11,029
Proceeds from Debt Issuance	1,722,759	546,012	359,269	483,260	908,415	26,050
Proceeds from Federal Grants and Contracts				1,000		
Proceeds from Gifts			40,262			
Proceeds from Other Capital and Related Financing Activities		793		220,818		
Proceeds from Capital Contributions	123,252	2,935	13	15		1,120
Payments for Additions to Capital Assets	(1,853,214)	(795,530)	(198,596)	(235,286)	(175,837)	(131,431)
Payments of Principal on Debt Issuance	(1,376,861)	(374,608)	(229,062)	(217,700)	(885,400)	(60,595)
Payments for Capital Leases		(8,554)	(49)	(550)		(1,494)
Payments of Interest on Debt Issuance	(421,500)	(165,792)	(30,096)	(55,919)	(40,254)	(35,230)
Payments of Other Costs on Debt Issuance	(5,185)	(5,723)	(2,173)	(282,129)	(1,913)	
Payments for Interfund Receivables		(2,467)				
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(1,804,170)</u>	<u>(802,353)</u>	<u>(58,667)</u>	<u>(86,491)</u>	<u>(194,930)</u>	<u>(190,551)</u>

The accompanying notes to the financial statements are an integral part of this statement.

*Continued on the following page*¹ Employees life, accident and health insurance benefits fund is the only internal service fund. Combining statements are not presented.

STATE OF TEXAS

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

For the Fiscal Year Ended August 31, 2020 (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	\$	\$ 3,565	\$	\$	\$ 4,411	\$ 9,945,920
Proceeds from Tuition and Fees	87,793	86,925	51,086	34,697	27,300	5,431,280
Proceeds from Research Grants and Contracts	11,118	13,519	23,621	2,487	8,400	5,214,942
Proceeds from Loan Programs	144	79		1		878,374
Proceeds from Auxiliaries	19,925	20,983	14,800	11,204	4,979	1,209,896
Proceeds from Other Operating Revenues	883	748	320	1,705		1,494,157
Payments to Suppliers for Goods and Services	(59,237)	(57,437)	(54,865)	(31,429)	(46,285)	(11,178,733)
Payments to Employees	(126,249)	(97,715)	(112,436)	(55,129)	(102,334)	(18,534,978)
Payments for Loans Provided						(872,542)
Payments for Other Operating Expenses		(21,534)	(29,787)	(16,841)	(22,057)	(1,836,935)
Net Cash Used by Operating Activities	(65,623)	(50,867)	(107,261)	(53,305)	(125,586)	(8,248,619)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Proceeds from Gifts	4,692	5,463	1,460	4,086		845,071
Proceeds from Endowments		1,072		44		162,272
Proceeds from Transfers from Other Funds	96,946	40,762	75,765	36,749	129,931	8,516,953
Proceeds from Loan Programs	28,792	31				28,823
Proceeds from Grant Receipts		22,023	30,766	14,916	26,324	3,078,992
Proceeds from Other Noncapital Financing Activities		353	438		87	614,334
Payments of Interest						(2)
Payments for Transfers to Other Funds	(17)			(1,326)		(2,470,416)
Payments for Grant Disbursements	(19,693)					(19,693)
Payments for Other Noncapital Financing Uses	(34)				(5,398)	(698,338)
Net Cash Provided by Noncapital Financing Activities	110,686	69,704	108,429	54,469	150,944	10,057,996
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Proceeds from Sale of Capital Assets		16			5,000	25,029
Proceeds from Debt Issuance					30,000	4,075,765
Proceeds from Federal Grants and Contracts						1,000
Proceeds from Gifts					1,081	41,343
Proceeds from Other Capital and Related Financing Activities		1,912		120	1,743	225,386
Proceeds from Capital Contributions		254		3,985		131,574
Payments for Additions to Capital Assets	(62,618)	(15,405)	(14,965)	(12,758)	(16,769)	(3,512,409)
Payments of Principal on Debt Issuance	(9,640)	(15,436)	(14,118)	(6,972)	(8,301)	(3,198,693)
Payments for Capital Leases		(61)			(3,368)	(14,076)
Payments of Interest on Debt Issuance	(5,903)	(8,715)	(6,293)	(4,958)	(4,563)	(779,223)
Payments of Other Costs on Debt Issuance	(3)				(66)	(297,192)
Payments for Interfund Receivables		(1,506)			(803)	(4,776)
Net Cash Provided (Used) by Capital and Related Financing Activities	(78,164)	(38,941)	(35,376)	(20,583)	3,954	(3,306,272)

The accompanying notes to the financial statements are an integral part of this statement.

*Continued on the following page*¹ Employees life, accident and health insurance benefits fund is the only internal service fund. Combining statements are not presented.

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

For the Fiscal Year Ended August 31, 2020 (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	\$ 36,101,893	\$ 3,905,208	\$ 470,896	\$ 1,290,130	\$ 153,766	\$ 638,745
Proceeds from Interest and Investment Income	1,591,026	126,178	109,357	40,056	19,650	9,028
Payments to Acquire Investments	(36,008,053)	(3,805,503)	(620,573)	(1,428,676)	(103,084)	(639,734)
Net Cash Provided (Used) by Investing Activities	1,684,866	225,883	(40,320)	(98,490)	70,332	8,039
Net Increase (Decrease) in Cash and Cash Equivalents	(50,618)	146,374	133,326	106,189	125,210	(29,546)
Cash and Cash Equivalents, September 1, 2019	4,049,203	1,529,626	338,769	448,104	477,676	273,887
Restatements	(1,789)	(58,804)	(2,963)		(2,117)	
Cash and Cash Equivalents, September 1, 2019, as Restated	4,047,414	1,470,822	335,806	448,104	475,559	273,887
Cash and Cash Equivalents, August 31, 2020	\$ 3,996,796	\$ 1,617,196	\$ 469,132	\$ 554,293	\$ 600,769	\$ 244,341
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES						
Operating Loss	\$ (5,138,866)	\$ (4,012,456)	\$ (894,475)	\$ (723,358)	\$ (740,959)	\$ (519,279)
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:						
Depreciation and Amortization	1,571,810	468,880	139,206	119,213	123,670	98,169
Bad Debt Expense	396,443	7,160	459		2,900	
Pension Expense	806,338	122,711	57,040	61,227	53,290	30,310
OPEB Expense	686,449	120,672	133,911	116,163	120,003	77,438
Operating Loss and Cash Flow Categories Classification Differences				(3,448)		
Changes in Assets and Liabilities:						
(Increase) Decrease in Receivables	(277,960)	(80,484)	(1,073)	(425)	(9,995)	(10,026)
(Increase) Decrease in Due From Other Funds		(9,180)	(375)		255	
(Increase) Decrease in Inventories	(18,665)	1,428	(286)	(596)	(155)	(194)
(Increase) Decrease in Notes Receivables			655		(2,330)	
(Increase) Decrease in Loans and Contracts	9,681	(2,307)			699	(138)
(Increase) Decrease in Other Assets	(45,534)	1,032	(161)	(4,952)	527	46
Decrease in Deferred Outflows of Resources - Pensions	295,166	25,308	18,511	53,707	43,052	9,165
(Increase) Decrease in Deferred Outflows of Resources - OPEB	(393,894)	(29,604)	67,876	70,034	74,882	47,463
(Increase) Decrease in Prepaid Expenses		(18,728)	983	992	940	(5,897)
Increase (Decrease) in Payables	121,090	(3,682)	(2,720)	(1,419)	10,651	9,197
Increase (Decrease) in Deposits		241			(5)	
Increase (Decrease) in Due To Other Funds		56,469	306		894	
Increase (Decrease) in Unearned Revenue	(17,626)	24,127	4,805	(3,245)	3,968	2,307
Increase (Decrease) in Employees' Compensable Leave	87,689	6,341	10,198	6,231	2,807	3,546
Increase (Decrease) in Benefits Payable			2,630	(414)	4,340	
Decrease in Liabilities to Employees for Defined Benefit Pensions	(1,208,405)	(149,288)	(73,836)	(140,934)	(113,859)	(41,529)
Increase (Decrease) in Liabilities to Employees for Defined Benefit OPEB	506,511	49,863	(14,245)	(29,001)	(42,265)	(29,618)
Increase (Decrease) in Other Liabilities	(251,668)	(8,936)	(2,587)	(9,302)	(21,268)	940
Increase in Deferred Inflows of Resources - Pensions	544,854	69,940	30,142	62,543	52,284	17,913
Decrease in Deferred Inflows of Resources - OPEB	(246,281)	(57,605)	(61,118)	(43,539)	(35,796)	(21,423)
Increase in Asset Retirement Obligations	2,641					105
Total Adjustments	2,568,639	594,358	310,321	252,835	269,489	187,774
Net Cash Used by Operating Activities	\$ (2,570,227)	\$ (3,418,098)	\$ (584,154)	\$ (470,523)	\$ (471,470)	\$ (331,505)
NONCASH TRANSACTIONS						
Donation of Capital Assets	\$ 13,227	\$ 6,400	\$ 4,707	\$	\$ 227	\$ 11,705
Net Change in Fair Value of Investments	\$ 680,436	\$ 288,750	\$ (47,846)	\$ 67,415	\$ 21,164	\$ 23,771
Borrowing Under Capital Lease Purchase	\$ 19,347	\$ 1,468	\$	\$	\$	\$ 726
Proceeds of Bond Issuance						\$ 121,239
Other	\$ (6,896)	\$ 26,417	\$ 2,451	\$	\$ (478)	\$ 20,471

The accompanying notes to the financial statements are an integral part of this statement.

Concluded on the following page

¹ Employees life, accident and health insurance benefits fund is the only internal service fund. Combining statements are not presented.

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

For the Fiscal Year Ended August 31, 2020 (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	\$ 22,151	\$ 82,112	\$ 35,033	\$ 44,954	\$ 5,940	\$ 42,750,828
Proceeds from Interest and Investment Income	10,262	2,713	1,661	4,485	723	1,915,139
Payments to Acquire Investments		(81,226)	(26,862)	(31,282)	(35,139)	(42,780,132)
Net Cash Provided (Used) by Investing Activities	32,413	3,599	9,832	18,157	(28,476)	1,885,835
Net Increase (Decrease) in Cash and Cash Equivalents	(688)	(16,505)	(24,376)	(1,262)	836	388,940
Cash and Cash Equivalents, September 1, 2019	17,865	110,314	98,894	8,973	34,247	7,387,558
Restatements		(36,831)				(102,504)
Cash and Cash Equivalents, September 1, 2019, as Restated	17,865	73,483	98,894	8,973	34,247	7,285,054
Cash and Cash Equivalents, August 31, 2020	\$ 17,177	\$ 56,978	\$ 74,518	\$ 7,711	\$ 35,083	\$ 7,673,994
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES						
Operating Loss	\$ (122,970)	\$ (122,633)	\$ (134,462)	\$ (73,993)	\$ (151,393)	\$ (12,634,844)
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:						
Depreciation and Amortization	18,244	19,213	22,732	17,518	15,605	2,614,260
Bad Debt Expense	1,270		400	323		408,955
Pension Expense	7,479	9,235	6,850	3,029	1,082	1,158,591
OPEB Expense	20,261	22,019	17,492	9,568	8,692	1,332,668
Operating Loss and Cash Flow Categories Classification Differences				1,753	199	(1,496)
Changes in Assets and Liabilities:						
(Increase) Decrease in Receivables	6,353	1,091	3,067	(1,817)	(1,719)	(372,988)
(Increase) Decrease in Due From Other Funds	5	(55)			296	(9,054)
(Increase) Decrease in Inventories	(170)	(100)	(108)	28	(336)	(19,154)
(Increase) Decrease in Notes Receivables						(1,675)
(Increase) Decrease in Loans and Contracts	144	79				8,158
(Increase) Decrease in Other Assets			(6,493)			(55,535)
Decrease in Deferred Outflows of Resources - Pensions	3,895	11,389	2,918	932	885	464,928
(Increase) Decrease in Deferred Outflows of Resources - OPEB	14,661	6,850	4,847	3,722	(6,776)	(139,939)
(Increase) Decrease in Prepaid Expenses	(33)	1,954	1,465	(638)		(18,962)
Increase (Decrease) in Payables	6,388	(1,101)	936	(5,804)	4,136	137,672
Increase (Decrease) in Deposits		(65)			(374)	(203)
Increase (Decrease) in Due To Other Funds	(127)	(703)				56,839
Increase (Decrease) in Unearned Revenue	189	(6,248)	(15,254)	(1,799)	(1,435)	(10,211)
Increase (Decrease) in Employees' Compensable Leave	774	(398)	182	154	1,172	118,696
Increase (Decrease) in Benefits Payable		1,001				7,557
Decrease in Liabilities to Employees for Defined Benefit Pensions	(11,816)	(26,153)	(9,453)	(3,813)	(2,474)	(1,781,560)
Increase (Decrease) in Liabilities to Employees for Defined Benefit OPEB	(14,991)	3,135	(198)	57	6,809	436,057
Increase (Decrease) in Other Liabilities	134	31,069	(1,288)	(40)	(305)	(263,251)
Increase in Deferred Inflows of Resources - Pensions	4,883	10,849	3,593	1,610	458	799,069
Decrease in Deferred Inflows of Resources - OPEB	(196)	(11,295)	(4,649)	(4,095)	(108)	(486,105)
Increase in Asset Retirement Obligations			162			2,908
Total Adjustments	57,347	71,766	27,201	20,688	25,807	4,386,225
Net Cash Used by Operating Activities	\$ (65,623)	\$ (50,867)	\$ (107,261)	\$ (53,305)	\$ (125,586)	\$ (8,248,619)
NONCASH TRANSACTIONS						
Donation of Capital Assets	\$	\$	\$	\$ 25	\$ 675	\$ 36,966
Net Change in Fair Value of Investments	\$ 14,931	\$ 5,461	\$ 8,453	\$ 3,282	\$	\$ 1,065,817
Borrowing Under Capital Lease Purchase	\$	\$	\$	\$	\$ 1,101	\$ 22,642
Proceeds of Bond Issuance						\$ 121,239
Other	\$ (1,055)	\$	\$	\$ (2)	\$ 635	\$ 41,543

The accompanying notes to the financial statements are an integral part of this statement.

¹ Employees life, accident and health insurance benefits fund is the only internal service fund. Combining statements are not presented.

