
SECTION TWO (CONTINUED)

ENTERPRISE FUNDS

NONMAJOR ENTERPRISE FUNDS

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.

Combining Statement of Net Position: Nonmajor Enterprise Funds

August 31, 2024 (Amounts in Thousands)

	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	\$ 82,433	\$ 126,640	\$	\$
Receivables:				
Accounts	585	25,533	14,985	5,063
Federal			15,778	
Interest and Dividends	11,037	1,043	5,861	
Interfund	311			
From Other Funds		31,681	10,450	69,256
Other Receivables	1,840			
Loans and Contracts	2,526			
Inventories	11	224		17,424
Prepaid Items			2	
Other Current Assets	13,775			
Restricted:				
Cash and Cash Equivalents	448,210	453,638	800,710	
Short-Term Investments	19			
Loans and Contracts	63,645		75,275	
Total Current Assets	<u>624,392</u>	<u>638,759</u>	<u>923,061</u>	<u>91,743</u>
Noncurrent Assets:				
Investments		28,607	136	
Derivative Instruments:				
Hedging			106,180	
Assets Held in Trust				
Loans and Contracts	35,662			
Restricted:				
Receivables				
Investments	2,672,571	54,084		
Loans and Contracts	366,968		2,857,977	
Other Restricted Assets			71	
Capital Assets:				
Non-Depreciable or Non-Amortizable	217	707,310	39,815	283
Depreciable or Amortizable, Net	279	1,781,733	70,564	2,315
Other Noncurrent Assets	20			
Total Noncurrent Assets	<u>3,075,717</u>	<u>2,571,734</u>	<u>3,074,743</u>	<u>2,598</u>
Total Assets	<u>3,700,109</u>	<u>3,210,493</u>	<u>3,997,804</u>	<u>94,341</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Outflows of Resources	327	11,880	22,521	
Total Deferred Outflows of Resources	<u>327</u>	<u>11,880</u>	<u>22,521</u>	<u>0</u>

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STATE OF TEXAS

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

August 31, 2024 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 244,144	\$ 377,061	\$ 421,637	\$ 1,251,915
Receivables:				
Accounts		35,284	3,133	84,583
Federal				15,778
Interest and Dividends	1,048	356	740	20,085
Interfund			10	321
From Other Funds		8,531	3,670	123,588
Other Receivables	61		3,269	5,170
Loans and Contracts	6,839		190	9,555
Inventories		113	1,000	18,772
Prepaid Items			1,657	1,659
Other Current Assets				13,775
Restricted:				
Cash and Cash Equivalents		561,006	46,740	2,310,304
Short-Term Investments			617	636
Loans and Contracts				138,920
Total Current Assets	<u>252,092</u>	<u>982,351</u>	<u>482,663</u>	<u>3,995,061</u>
Noncurrent Assets:				
Investments		191,552		220,295
Derivative Instruments:				
Hedging				106,180
Assets Held in Trust			4,792	4,792
Loans and Contracts			64	35,726
Restricted:				
Receivables	26,697			26,697
Investments	1,269,167		22,019	4,017,841
Loans and Contracts				3,224,945
Other Restricted Assets				71
Capital Assets:				
Non-Depreciable or Non-Amortizable			76,329	823,954
Depreciable or Amortizable, Net			386,442	2,241,333
Other Noncurrent Assets				20
Total Noncurrent Assets	<u>1,295,864</u>	<u>191,552</u>	<u>489,646</u>	<u>10,701,854</u>
Total Assets	<u>1,547,956</u>	<u>1,173,903</u>	<u>972,309</u>	<u>14,696,915</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Outflows of Resources		154,453		189,181
Total Deferred Outflows of Resources	<u>0</u>	<u>154,453</u>	<u>0</u>	<u>189,181</u>

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STATE OF TEXAS

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

August 31, 2024 (Amounts in Thousands)

	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	\$ 1,257	\$ 35,681	\$ 30,751	\$ 7,630
Payroll	534			1,843
Interest	46,491	4,240	78	
To Other Funds		19,743	6,449	984
From Restricted Assets				
Bonds:				
General Obligation			271,785	
Revenue	51,198	76,806		
Short-Term Debt	52,298			
Obligations:				
Right to Use Leases				455
Right to Use Subscriptions		49,714		
Employees' Compensable Leave	1,445			1,802
Other Current Liabilities	1,253			
Unearned Revenue	7,924	16,569	93	
Total Current Liabilities	162,400	202,753	309,156	12,714
Noncurrent Liabilities:				
Payables:				
Notes and Loans	10,000			
From Restricted Assets				
Bonds:				
General Obligation			2,705,100	
Revenue	3,060,867	2,638,746		
Obligations:				
Right to Use Leases				1,642
Right to Use Subscriptions		31,092		
Derivative Instruments:				
Hedging	327		22,521	
Assets Held for Others				
Employees' Compensable Leave	968			8
Total Noncurrent Liabilities	3,072,162	2,669,838	2,727,621	1,650
Total Liabilities	3,234,562	2,872,591	3,036,777	14,364
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows of Resources		103,706	106,180	
Total Deferred Inflows of Resources	0	103,706	106,180	0
NET POSITION				
Net Investment in Capital Assets	31	396,594	110,300	2,625
Restricted for:				
Debt Service	292,372	163,512		
Veterans Land Board Housing Programs			443,554	
Funds Held as Permanent Investments:				
Nonexpendable				
Other Restricted Net Position		115,291		
Unrestricted	173,471	(429,321)	323,514	77,352
Total Net Position	\$ 465,874	\$ 246,076	\$ 877,368	\$ 79,977

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STATE OF TEXAS

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

August 31, 2024 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
LIABILITIES				
Current Liabilities:				
Payables:				
Accounts	\$ 754	\$ 8,191	\$ 16,411	\$ 100,675
Payroll			6,260	8,637
Interest		71,927	742	123,478
To Other Funds		17,053	6,836	51,065
From Restricted Assets	218,365			218,365
Bonds:				
General Obligation				271,785
Revenue		11,352	315	139,671
Short-Term Debt				52,298
Obligations:				
Right to Use Leases				455
Right to Use Subscriptions			4,021	53,735
Employees' Compensable Leave	112		1,167	4,526
Other Current Liabilities				1,253
Unearned Revenue	2,812	7,784	500	35,682
Total Current Liabilities	222,043	116,307	36,252	1,061,625
Noncurrent Liabilities:				
Payables:				
Notes and Loans		625,997		635,997
From Restricted Assets	828,735			828,735
Bonds:				
General Obligation				2,705,100
Revenue		4,229,280	286,524	10,215,417
Obligations:				
Right to Use Leases				1,642
Right to Use Subscriptions			73	31,165
Derivative Instruments:				
Hedging				22,848
Assets Held for Others			4,792	4,792
Employees' Compensable Leave	99		792	1,867
Total Noncurrent Liabilities	828,834	4,855,277	292,181	14,447,563
Total Liabilities	1,050,877	4,971,584	328,433	15,509,188
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows of Resources		15,473		225,359
Total Deferred Inflows of Resources	0	15,473	0	225,359
NET POSITION				
Net Investment in Capital Assets			267,796	777,346
Restricted for:				
Debt Service		84,800		540,684
Veterans Land Board Housing Programs			7,413	450,967
Funds Held as Permanent Investments:				
Nonexpendable			227	227
Other Restricted Net Position		131,637	23,010	269,938
Unrestricted	497,079	(3,875,138)	345,430	(2,887,613)
Total Net Position	\$ 497,079	\$ (3,658,701)	\$ 643,876	\$ (848,451)

STATE OF TEXAS

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

For the Fiscal Year Ended August 31, 2024 (Amounts in Thousands)

	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	\$	\$	\$	\$ 120,161
Other Sales of Goods and Services			6,194	
Other Sales of Goods and Services – Pledged		369,344	18,713	
Discounts and Allowances		(27,254)		
Interest and Investment Income	191,048		115,520	
Federal Revenue			128,626	
Other Revenues	64,449	29,980	3,875	(27,323)
Total Operating Revenues	<u>255,497</u>	<u>372,070</u>	<u>272,928</u>	<u>92,838</u>
OPERATING EXPENSES				
Cost of Goods Sold				83,561
Salaries and Wages	12,911	2,573		18,067
Payroll Related Costs	5,395			6,013
Professional Fees and Services	2,314	21,289	134,736	
Materials and Supplies	129	1,416	6,480	2,954
Travel	214	4	162	171
Communication and Utilities	186	1,559	31	19
Repairs and Maintenance	515	57,482	1,497	638
Rentals and Leases	52	2		592
Printing and Reproduction	5			35
Employee/Participant Benefit Payments				
Depreciation and Amortization	54	105,885	5,593	575
Bad Debt	2,550			3
Interest	109,301		125,652	
Other Operating Expenses	51,898	95,155	11,541	104
Total Operating Expenses	<u>185,524</u>	<u>285,365</u>	<u>285,692</u>	<u>112,732</u>
Operating Income (Loss)	<u>69,973</u>	<u>86,705</u>	<u>(12,764)</u>	<u>(19,894)</u>

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STATE OF TEXAS

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

For the Fiscal Year Ended August 31, 2024 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
OPERATING REVENUES				
Auxiliary Enterprises – Pledged	\$	\$	\$	\$ 120,161
Other Sales of Goods and Services	(6,089)		11,865	11,970
Other Sales of Goods and Services – Pledged		362,200	26,952	777,209
Discounts and Allowances		(14,490)	(1,217)	(42,961)
Interest and Investment Income			45	306,613
Federal Revenue				128,626
Other Revenues	1,414		33,028	105,423
Total Operating Revenues	(4,675)	347,710	70,673	1,407,041
OPERATING EXPENSES				
Cost of Goods Sold			2,154	85,715
Salaries and Wages	1,301	3,675	21,303	59,830
Payroll Related Costs	345		4,929	16,682
Professional Fees and Services	6,858	4,566	11,059	180,822
Materials and Supplies	38	691	1,544	13,252
Travel	15	4	172	742
Communication and Utilities	21	337	1,155	3,308
Repairs and Maintenance	43	21,817	5,941	87,933
Rentals and Leases	30	2	1,059	1,737
Printing and Reproduction	3		82	125
Employee/Participant Benefit Payments	(50,650)			(50,650)
Depreciation and Amortization			13,197	125,304
Bad Debt				2,553
Interest			3	234,956
Other Operating Expenses	25,865	67,462	8,166	260,191
Total Operating Expenses	(16,131)	98,554	70,764	1,022,500
Operating Income (Loss)	11,456	249,156	(91)	384,541

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STATE OF TEXAS

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

For the Fiscal Year Ended August 31, 2024 (Amounts in Thousands)

	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	\$	\$	\$ 3,276	\$
Gifts			42	
Land Income		1,837		
Interest and Investment Income		38,030	99,379	
Settlement of Claims		1	14	1
Depreciation and Amortization		25,121		
Other Nonoperating Revenues				
Investing Activities				
Interest		(126,654)		(90)
Other Nonoperating Expenses		(9,362)		
Total Nonoperating Revenues (Expenses)	<u>0</u>	<u>(71,027)</u>	<u>102,711</u>	<u>(89)</u>
Income (Loss) Before Capital Contributions, Endowments and Transfers	<u>69,973</u>	<u>15,678</u>	<u>89,947</u>	<u>(19,983)</u>
CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS				
Capital Contributions – Other				
Transfer In	2,049	13,022	2,371	5,564
Transfer Out			(38,142)	(5,884)
Total Capital Contributions, Endowments and Transfers	<u>2,049</u>	<u>13,022</u>	<u>(35,771)</u>	<u>(320)</u>
Change in Net Position	<u>72,022</u>	<u>28,700</u>	<u>54,176</u>	<u>(20,303)</u>
Net Position, September 1, 2023	393,852	217,376	823,000	100,280
Restatement - Error Correction (Note 14)			192	
Net Position, September 1, 2023, as Restated	<u>393,852</u>	<u>217,376</u>	<u>823,192</u>	<u>100,280</u>
Net Position, August 31, 2024	<u>\$ 465,874</u>	<u>\$ 246,076</u>	<u>\$ 877,368</u>	<u>\$ 79,977</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, 2024 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
NONOPERATING REVENUES (EXPENSES)				
Federal	\$	\$	\$	\$ 3,276
Gifts			303	345
Land Income				1,837
Interest and Investment Income	182,147	59,174	20,790	399,520
Settlement of Claims				16
Depreciation and Amortization		8,572	315	34,008
Other Nonoperating Revenues			10	10
Investing Activities	(679)			(679)
Interest		(188,747)	(13,528)	(329,019)
Other Nonoperating Expenses		(544)	(25)	(9,931)
Total Nonoperating Revenues (Expenses)	<u>181,468</u>	<u>(121,545)</u>	<u>7,865</u>	<u>99,383</u>
Income (Loss) Before Capital Contributions, Endowments and Transfers				
	<u>192,924</u>	<u>127,611</u>	<u>7,774</u>	<u>483,924</u>
CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS				
Capital Contributions – Other			15	15
Transfer In			114,809	137,815
Transfer Out		(43,553)	(230)	(87,809)
Total Capital Contributions, Endowments and Transfers	<u>0</u>	<u>(43,553)</u>	<u>114,594</u>	<u>50,021</u>
Change in Net Position	<u>192,924</u>	<u>84,058</u>	<u>122,368</u>	<u>533,945</u>
Net Position, September 1, 2023	304,155	(3,742,759)	521,538	(1,382,558)
Restatement – Error Correction (Note 14)			(30)	162
Net Position, September 1, 2023, as Restated	<u>304,155</u>	<u>(3,742,759)</u>	<u>521,508</u>	<u>(1,382,396)</u>
Net Position, August 31, 2024	<u>\$ 497,079</u>	<u>\$ (3,658,701)</u>	<u>\$ 643,876</u>	<u>\$ (848,451)</u>

STATE OF TEXAS

Combining Statement of Cash Flows: Nonmajor Enterprise Funds

For the Fiscal Year Ended August 31, 2024 (Amounts in Thousands)

	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	\$	\$ 366,050	\$ 153,817	\$ 117,367
Proceeds from Gifts			42	
Proceeds from Loan Programs	1,501,981		371,273	
Proceeds from Other Operating Revenues	64,593		711	1,693
Payments to Suppliers for Goods and Services	(50,607)	(161,378)	(152,507)	(79,597)
Payments to Employees	(18,355)			(23,932)
Payments for Loans Provided	(1,490,534)		(498,678)	
Payments for Other Operating Expenses			(2,433)	(4,513)
Net Cash Provided (Used) by Operating Activities	<u>7,078</u>	<u>204,672</u>	<u>(127,775)</u>	<u>11,018</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Proceeds from Debt Issuance	5,243,758		135,000	
Proceeds from Transfers from Other Funds	2,049			6,551
Proceeds from Other Noncapital Financing Activities			52,132	
Payments of Principal on Debt Issuance	(4,333,268)		(385,465)	
Payments of Interest	(97,556)		(125,538)	
Payments of Other Costs on Debt Issuance	(10,138)			
Payments for Transfers to Other Funds			(33,866)	(18,079)
Payments for Other Noncapital Financing Uses				
Net Cash Provided (Used) by Noncapital Financing Activities	<u>804,845</u>	<u>0</u>	<u>(357,737)</u>	<u>(11,528)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from Debt Issuance		2,671		
Proceeds from Federal Grants and Contracts			5,195	
Proceeds from Other Capital and Related Financing Activities		1,836		
Payments for Additions to Capital Assets	(520)		(12,908)	
Payments of Principal on Debt Issuance		(78,425)		
Payments for Right to Use Leases/Subscription-Based Information Technology Arrangements				(1,358)
Payments of Interest on Debt Issuance		(98,363)		
Payments of Other Costs on Debt Issuance		(12,471)		
Payments for Interfund Receivables		(42)		
Net Cash (Used) by Capital and Related Financing Activities	<u>(520)</u>	<u>(184,794)</u>	<u>(7,713)</u>	<u>(1,358)</u>

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

For the Fiscal Year Ended August 31, 2024 (Amounts in Thousands)

	Texas Prepaid Tuition Plans	Grand Parkway Transportation Corporation	Other Nonmajor Enterprise Funds	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Proceeds from Customers	\$ 40,756	\$ 344,268	\$ 36,984	\$ 1,059,242
Proceeds from Gifts				42
Proceeds from Loan Programs				1,873,254
Proceeds from Other Operating Revenues	1,743		35,087	103,827
Payments to Suppliers for Goods and Services	(7,054)	(95,970)	(10,036)	(557,149)
Payments to Employees	(1,647)		(24,952)	(68,886)
Payments for Loans Provided				(1,989,212)
Payments for Other Operating Expenses	(184,586)	(35,876)	(14,613)	(242,021)
Net Cash Provided (Used) by Operating Activities	<u>(150,788)</u>	<u>212,422</u>	<u>22,470</u>	<u>179,097</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Proceeds from Debt Issuance				5,378,758
Proceeds from Transfers from Other Funds			113,489	122,089
Proceeds from Other Noncapital Financing Activities			743	52,875
Payments of Principal on Debt Issuance		(19,085)		(4,737,818)
Payments of Interest		(153,964)		(377,058)
Payments of Other Costs on Debt Issuance		(1,140)		(11,278)
Payments for Transfers to Other Funds		(46,520)	(1,208)	(99,673)
Payments for Other Noncapital Financing Uses		(62)		(62)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>0</u>	<u>(220,771)</u>	<u>113,024</u>	<u>327,833</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from Debt Issuance				2,671
Proceeds from Federal Grants and Contracts				5,195
Proceeds from Other Capital and Related Financing Activities				1,836
Payments for Additions to Capital Assets			(4,168)	(17,596)
Payments of Principal on Debt Issuance				(78,425)
Payments for Right to Use Leases/Subscription-Based Information Technology Arrangements			(4,067)	(5,425)
Payments of Interest on Debt Issuance			(7,799)	(106,162)
Payments of Other Costs on Debt Issuance				(12,471)
Payments for Interfund Receivables			(24)	(66)
Net Cash (Used) by Capital and Related Financing Activities	<u>0</u>	<u>0</u>	<u>(16,058)</u>	<u>(210,443)</u>

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STATE OF TEXAS

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

For the Fiscal Year Ended August 31, 2024 (Amounts in Thousands)

	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	\$ 110,340	\$	\$ 2,598	\$ 31,954
Proceeds from Interest and Investment Income	133,764	30,997	48,293	1,514
Proceeds from Principal Payments on Loans				
Payments to Acquire Investments	(1,009,702)	(31,298)		(31,600)
Net Cash Provided (Used) by Investing Activities	(765,598)	(301)	50,891	1,868
Net Increase (Decrease) in Cash and Cash Equivalents	45,805	19,577	(442,334)	0
Cash and Cash Equivalents, September 1, 2023	484,838	560,701	1,243,044	
Cash and Cash Equivalents, September 1, 2023, as Restated	484,838	560,701	1,243,044	0
Cash and Cash Equivalents, August 31, 2024	\$ 530,643	\$ 580,278	\$ 800,710	\$ 0
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 69,973	\$ 86,705	\$ (12,764)	\$ (19,894)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation and Amortization	54	105,885	5,593	575
Bad Debt Expense	2,550			3
Operating Income (Loss) and Cash Flow Categories Classification Differences	(89,616)	(907)	125,546	
Changes in Assets and Liabilities:				
(Increase) Decrease in Receivables	(4,878)	523	(3,972)	(2,796)
(Increase) Decrease in Due From Other Funds		(7,547)		3
Decrease in Inventories		43		3,637
(Increase) Decrease in Loans and Contracts	13,346		(240,925)	
(Increase) in Other Assets	(4,133)		(579)	
(Increase) in Prepaid Expenses			(1)	
Increase (Decrease) in Payables	19,783	21,121	1,139	324
Increase (Decrease) in Due To Other Funds		(1,151)		2
Increase (Decrease) in Unearned Revenues	(254)			
Increase in Employees' Compensable Leave				148
Increase (Decrease) in Other Liabilities	253		(1,812)	29,016
Total Adjustments	(62,895)	117,967	(115,011)	30,912
Net Cash Provided (Used) by Operating Activities	\$ 7,078	\$ 204,672	\$ (127,775)	\$ 11,018
NONCASH TRANSACTIONS				
Net Change in Fair Value of Investments	\$ 52,725	\$ 2,473	\$ (144)	\$
Borrowing Under Lease Purchase	\$	\$	\$	\$ 455
Defeasance of Long-Term Debt	\$	\$(1,924,902)	\$	\$
Proceeds of Bond Issuance	\$	\$ 1,813,570	\$	\$
Other	\$	\$ 1,340	\$	\$

Concluded on the following page

STATE OF TEXAS

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

For the Fiscal Year Ended August 31, 2024 (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	\$ 205,519	\$ 104,800	\$ 13,002	\$ 468,213
Proceeds from Interest and Investment Income	49,395	47,932	19,405	331,300
Proceeds from Principal Payments on Loans			41	41
Payments to Acquire Investments	(199,684)	(87,711)	(12,865)	(1,372,860)
Net Cash Provided (Used) by Investing Activities	<u>55,230</u>	<u>65,021</u>	<u>19,583</u>	<u>(573,306)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(95,558)</u>	<u>56,672</u>	<u>139,019</u>	<u>(276,819)</u>
Cash and Cash Equivalents, September 1, 2023	<u>339,702</u>	<u>881,395</u>	<u>329,358</u>	<u>3,839,038</u>
Cash and Cash Equivalents, September 1, 2023, as Restated	<u>339,702</u>	<u>881,395</u>	<u>329,358</u>	<u>3,839,038</u>
Cash and Cash Equivalents, August 31, 2024	<u>\$ 244,144</u>	<u>\$ 938,067</u>	<u>\$ 468,377</u>	<u>\$ 3,562,219</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 11,456	\$ 249,156	\$ (91)	\$ 384,541
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation and Amortization			13,197	125,304
Bad Debt Expense				2,553
Operating Income (Loss) and Cash Flow Categories Classification Differences			(39)	34,984
Changes in Assets and Liabilities:				
(Increase) Decrease in Receivables	(4,587)	(3,244)	1,174	(17,780)
(Increase) Decrease in Due From Other Funds		(199)	(120)	(7,863)
Decrease in Inventories		25	111	3,816
(Increase) Decrease in Loans and Contracts				(227,579)
(Increase) in Other Assets				(4,712)
(Increase) in Prepaid Expenses			(319)	(320)
Increase (Decrease) in Payables	(157,988)	(842)	7,970	(108,493)
Increase (Decrease) in Due To Other Funds		3,401	42	2,294
Increase (Decrease) in Unearned Revenues			13	(241)
Increase in Employees' Compensable Leave			8	156
Increase (Decrease) in Other Liabilities	331	(35,875)	524	(7,563)
Total Adjustments	<u>(162,244)</u>	<u>(36,734)</u>	<u>22,561</u>	<u>(205,444)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (150,788)</u>	<u>\$ 212,422</u>	<u>\$ 22,470</u>	<u>\$ 179,097</u>
NONCASH TRANSACTIONS				
Net Change in Fair Value of Investments	\$ 133,124	\$ 9,356	\$ 901	\$ 198,435
Borrowing Under Lease Purchase	\$	\$	\$	\$ 455
Defeasance of Long-Term Debt	\$	\$	\$	\$ (1,924,902)
Proceeds of Bond Issuance	\$	\$	\$	\$ 1,813,570
Other	\$	\$ (9,837)	\$ (5,263)	\$ (13,760)

COLLEGES AND UNIVERSITIES – MAJOR ENTERPRISE FUND

There are seven university systems and two 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 System**
- Texas Southern University**
- Texas State Technical College**

Schedule of Net Position: Colleges and Universities – Major Enterprise Fund

August 31, 2024 (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	\$ 6,568,388	\$ 2,256,475	\$ 268,150	\$ 1,248,924	\$ 727,159	\$ 299,801
Short-Term Investments			21,259	143,254	100,000	
Receivables:						
Accounts	2,166,313	296,796	132,322	129,352	185,105	107,600
Federal	786,515	263,022	26,212	24,234	41,815	36,703
Leases	11,306	4,650	953	1,550	164	2,838
Public/Private Partnership Installment	5,881		329	4,237		299
Other Intergovernmental	332,062	10,898			4,455	2,012
Gifts and Pledges	165,168	31,817	47,913	116,781	1,586	1,066
Investment Trades	1,113,157	11,070				
Interest and Dividends	113,349	19,268	4,089	3,716	1,216	4,564
Interfund		65,849				
From Other Funds	814,067	968,334	411,514	181,482	209,637	157,706
Other Receivables	1,022,852	11,460	7,935	1,796	14,269	7,223
Securities Lending Collateral	953,630					
Loans and Contracts	40,183	19,292	812	31,506	26,660	5,114
Inventories	258,252	29,706	5,035	1,744	1,959	3,027
Prepaid Items			142,076	49,207	92,348	74,636
Other Current Assets	617,506	205,650	1,279		25,339	83
Restricted:						
Cash and Cash Equivalents	1,046,528	578,485	36,750	(114,332)	271,839	38,107
Short-Term Investments			3,664		13,453	
Total Current Assets	<u>16,015,157</u>	<u>4,772,772</u>	<u>1,110,292</u>	<u>1,823,451</u>	<u>1,717,004</u>	<u>740,779</u>
Noncurrent Assets:						
Receivables:						
Leases	214,426	199,529	10,877	6,144	2,442	11,249
Public/Private Partnership Asset	5,959	26,092	458		1,399	
Public/Private Partnership Installment	40,301		1,126	34,918		
Interfund		1,495,390				
Gifts and Pledges	427,843	251,998	103,993		9,924	4,113
Investments	18,485,043	5,394,591	1,954,266	1,675,626	382,172	586,970
Derivative Instruments:						
Hedging	58,870					
Assets Held in Trust		367				
Loans and Contracts		12,844			75	1,432
Prepaid Items						
Restricted:						
Cash and Cash Equivalents	35,902		307,301		15,460	
Short-Term Investments						
Receivables				58,057	461	
Investments	64,573,558	1,292,971	1,708,082		287,639	115,123
Loans and Contracts	27,504	5,420	712	350		
Capital Assets:						
Non-Depreciable or Non-Amortizable	4,786,909	1,985,331	330,516	378,300	533,191	296,589
Depreciable or Amortizable, Net	16,463,385	5,944,689	2,087,176	1,843,944	2,036,230	1,197,002
Other Noncurrent Assets	1,060,417	1,052	118			
Total Noncurrent Assets	<u>106,180,117</u>	<u>16,610,274</u>	<u>6,504,625</u>	<u>3,997,339</u>	<u>3,268,993</u>	<u>2,212,478</u>
Total Assets	<u>122,195,274</u>	<u>21,383,046</u>	<u>7,614,917</u>	<u>5,820,790</u>	<u>4,985,997</u>	<u>2,953,257</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Outflows of Resources	<u>6,220,638</u>	<u>1,293,206</u>	<u>202,953</u>	<u>149,768</u>	<u>149,600</u>	<u>161,395</u>
Total Deferred Outflows of Resources	<u>6,220,638</u>	<u>1,293,206</u>	<u>202,953</u>	<u>149,768</u>	<u>149,600</u>	<u>161,395</u>

Continued on the following page

Schedule of Net Position:

Colleges and Universities – Major Enterprise Fund (continued)

August 31, 2024 (Amounts in Thousands)

	Texas Woman's University System	Stephen F. Austin State University	Texas Southern University	Texas State Technical College	Totals
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 26,672	\$	\$ 182,624	\$ 11,385	\$11,589,578
Short-Term Investments	196,590			26,106	487,209
Receivables:					
Accounts	23,233		26,337	17,755	3,084,813
Federal	40,873		36,638	20,865	1,276,877
Leases				794	22,255
Public/Private Partnership Installment					10,746
Other Intergovernmental			994		350,421
Gifts and Pledges					364,331
Investment Trades					1,124,227
Interest and Dividends				20	146,222
Interfund					65,849
From Other Funds	31,354		55,749	16,136	2,845,979
Other Receivables	15,582		982		1,082,099
Securities Lending Collateral					953,630
Loans and Contracts	1,962				125,529
Inventories	1,437		3,272	2,079	306,511
Prepaid Items	2,232		6,044		366,543
Other Current Assets					849,857
Restricted:					
Cash and Cash Equivalents	8,401			2,729	1,868,507
Short-Term Investments	158,129			25,244	200,490
Total Current Assets	506,465	0	312,640	123,113	27,121,673
Noncurrent Assets:					
Receivables:					
Leases				7,909	452,576
Public/Private Partnership Asset	59,781				93,689
Public/Private Partnership Installment					76,345
Interfund					1,495,390
Gifts and Pledges					797,871
Investments			113,601		28,592,269
Derivative Instruments:					
Hedging					58,870
Assets Held in Trust					367
Loans and Contracts					14,351
Prepaid Items			1,706		1,706
Restricted:					
Cash and Cash Equivalents				305	358,968
Short-Term Investments				301	301
Receivables					58,518
Investments	239,968			237,887	68,455,228
Loans and Contracts			521		34,507
Capital Assets:					
Non-Depreciable or Non-Amortizable	82,630		30,515	116,596	8,540,577
Depreciable or Amortizable, Net	255,423		265,599	227,835	30,321,283
Other Noncurrent Assets					1,061,587
Total Noncurrent Assets	637,802	0	411,942	590,833	140,414,403
Total Assets	1,144,267	0	724,582	713,946	167,536,076
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Outflows of Resources	23,222		18,030	29,368	8,248,180
Total Deferred Outflows of Resources	23,222	0	18,030	29,368	8,248,180

Continued on the following page

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

August 31, 2024 (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	\$ 2,013,077	\$ 536,366	\$ 85,963	\$ 63,499	\$ 123,434	\$ 54,135
Payroll	999,665	219,051	119,367	82,153	50,095	61,360
Federal	58,026			87		
Other Intergovernmental	1,482					
Investment Trades	1,524,900	12,163				
Interest				305	18,965	12,076
Notes and Loans	1,802	13,399	150,816	570		
Interfund	67,126					
To Other Funds	143,980	278,880	4,464	3,498	1,866	2,412
From Restricted Assets		45,050				
Bonds:						
General Obligation						
Revenue	1,107,283	322,615	79,417	95,047	104,978	51,522
Short-Term Debt	2,131,500		104,814	54,916	14,248	83,968
Obligations:						
Securities Lending	953,630					
Pollution Remediation		17				
Right to Use Leases	108,453	18,700	6,936	1,744	2,190	1,785
Right to Use Subscriptions	74,274	18,414	7,521	4,920	3,796	6,892
Funds Held for Others			15,326	39,851	8,591	4,463
Claims and Judgments	189,052	3,395	1,040	1,260		391
Employees' Compensable Leave	591,396	16,894	9,069	17,707	17,165	4,734
OPEB	184,459	61,208	32,141	21,890	22,927	17,988
Other Current Liabilities	209,032	51,478	8,240	3,141	2,828	4,995
Unearned Revenue	2,243,210	1,005,163	341,854	322,682	511,523	314,843
Total Current Liabilities	12,602,347	2,602,793	966,968	713,270	882,606	621,564
Noncurrent Liabilities:						
Payables:						
Notes and Loans	473,585	318,281		2,289		
Interfund	1,495,612	12,104				
From Restricted Assets		10,137				
Bonds:						
General Obligation						
Revenue	9,217,173	4,724,219	918,125	1,684,193	1,437,906	689,397
Obligations:						
Pollution Remediation			1,530			
Asset Retirement	18,988	13,327				3,009
Right to Use Leases	643,285	170,640	37,587	20,870	4,936	3,534
Right to Use Subscriptions	110,297	9,320	8,832	4,702	6,002	8,562
Derivative Instruments:						
Investment	207,717					
Hedging	22,619					
Assets Held for Others	165,073	362				
Claims and Judgments	41,029	11,412	10,971			1,313
Employees' Compensable Leave	385,648	120,720	72,680	17,434	17,373	26,204
Pension	7,887,916	965,214	433,069	322,924	288,562	236,227
OPEB	8,601,249	1,821,247	730,680	497,655	521,215	408,940
Other Noncurrent Liabilities	277,482	23,118	190		266	1,771
Total Noncurrent Liabilities	29,547,673	8,200,101	2,213,664	2,550,067	2,276,260	1,378,957
Total Liabilities	42,150,020	10,802,894	3,180,632	3,263,337	3,158,866	2,000,521
DEFERRED INFLOWS OF RESOURCES						
Deferred Inflows of Resources	8,092,006	1,727,470	359,586	324,417	262,662	191,167
Total Deferred Inflows of Resources	8,092,006	1,727,470	359,586	324,417	262,662	191,167
NET POSITION						
Net Investment in Capital Assets	7,439,148	2,368,526	1,363,694	901,914	991,222	674,631
Restricted for:						
Education	2,815,885	528,034	589,485	386,364	87,138	92,125
Debt Service	52,157			294		
Capital Projects	159,319	841,838	111,304	11,673	265,108	
Funds Held as Permanent Investments:						
Nonexpendable	38,901,622	476,719	1,002,712	758,451	176,667	65,957
Expendable	20,243,860	465,239	279,432	104,749	127,835	56,759
Unrestricted	8,561,895	5,465,532	931,025	219,359	66,099	33,492
Total Net Position	\$78,173,886	\$10,145,888	\$ 4,277,652	\$ 2,382,804	\$ 1,714,069	\$ 922,964

Concluded on the following page

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

August 31, 2024 (Amounts in Thousands)

	Texas Woman's University System	Stephen F. Austin State University	Texas Southern University	Texas State Technical College	Totals
LIABILITIES					
Current Liabilities:					
Payables:					
Accounts	\$ 10,847	\$	\$ 34,227	\$ 15,233	\$ 2,936,781
Payroll	7,702		(3,883)	11,895	1,547,405
Federal	2,278			1,041	61,432
Other Intergovernmental	3,469		(1,030)		3,921
Investment Trades					1,537,063
Interest			946	2,225	34,517
Notes and Loans				1,009	167,596
Interfund					67,126
To Other Funds	1,731		262	4	437,097
From Restricted Assets					45,050
Bonds:					
General Obligation				3,187	3,187
Revenue	19,490		7,401	15,853	1,803,606
Short-Term Debt					2,389,446
Obligations:					
Securities Lending					953,630
Pollution Remediation					17
Right to Use Leases			68	200	140,076
Right to Use Subscriptions				2,006	117,823
Funds Held for Others	5,099				73,330
Claims and Judgments					195,138
Employees' Compensable Leave	3,156		2,079	1,118	663,318
OPEB	3,981		2,431	2,586	349,611
Other Current Liabilities	15,798		26,917	(3,610)	318,819
Unearned Revenue	69,280		63,361	38,482	4,910,398
Total Current Liabilities	142,831	0	132,779	91,229	18,756,387
Noncurrent Liabilities:					
Payables:					
Notes and Loans				20,131	814,286
Interfund					1,507,716
From Restricted Assets					10,137
Bonds:					
General Obligation				2,915	2,915
Revenue	233,737		130,799	357,657	19,393,206
Obligations:					
Pollution Remediation					1,530
Asset Retirement					35,324
Right to Use Leases			469	1,196	882,517
Right to Use Subscriptions				4,710	152,425
Derivative Instruments:					
Investment					207,717
Hedging					22,619
Assets Held for Others					165,435
Claims and Judgments					64,725
Employees' Compensable Leave	2,437		1,897	7,143	651,536
Pension	48,441		32,117	17,116	10,231,586
OPEB	90,494		55,259	58,786	12,785,525
Other Noncurrent Liabilities					302,827
Total Noncurrent Liabilities	375,109	0	220,541	469,654	47,232,026
Total Liabilities	517,940	0	353,320	560,883	65,988,413
DEFERRED INFLOWS OF RESOURCES					
Deferred Inflows of Resources	99,915		45,514	35,342	11,138,079
Total Deferred Inflows of Resources	99,915	0	45,514	35,342	11,138,079
NET POSITION					
Net Investment in Capital Assets	84,985		173,588	170,271	14,167,979
Restricted for:					
Education	50,825		138,836	1,067	4,689,759
Debt Service			130		52,581
Capital Projects	196,891		6,896	17,427	1,610,456
Funds Held as Permanent Investments:					
Nonexpendable	18,508		82,917		41,483,553
Expendable				606	21,278,480
Unrestricted	198,425		(58,589)	(42,282)	15,374,956
Total Net Position	\$ 549,634	\$ 0	\$ 343,778	\$ 147,089	\$98,657,764

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

For the Fiscal Year Ended August 31, 2024 (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	\$ 27,723,622	\$	\$	\$	\$	\$
Discounts and Allowances	(16,867,676)					
Tuition Revenue		97,935	14,065			
Tuition Revenue – Pledged	3,239,061	1,826,113	757,510	805,193	903,526	670,203
Discounts and Allowances	(1,074,786)	(542,180)	(212,652)	(235,942)	(288,056)	(158,338)
Professional Fees	10,289,440	71	607,696			
Professional Fees – Pledged		959	355			29,073
Discounts and Allowances	(7,530,589)		(271,193)			(14,740)
Auxiliary Enterprises						
Auxiliary Enterprises – Pledged	870,007	486,072	220,319	148,338	219,855	93,796
Discounts and Allowances	(24,510)	(66,230)	(11,447)	(20,687)	(14,420)	(125)
Other Sales of Goods and Services		10,738	14,911			2,106
Other Sales of Goods and Services – Pledged	726,198	403,619	17,661	43,546	25,483	65,014
Discounts and Allowances	(20)	(11,153)				
Interest and Investment Income		752				
Interest and Investment Income – Pledged						
Federal Revenue	2,468,332	784,881	105,346	101,562	79,879	143,401
State Grant Revenue	1,113	6,686	2,493	6,245	6,747	3,316
Other Operating Grant Revenue	693,636	281,509	299,632		15,591	9,668
Other Operating Grant Revenue – Pledged	1,966,477	21,589	3,677	44,597		1,462
Other Revenues	30,853	30,524	88,525			186
Other Revenues – Pledged	915,178	114,793		11,514	9,991	1,335
Total Operating Revenues	<u>23,426,336</u>	<u>3,446,678</u>	<u>1,636,898</u>	<u>904,366</u>	<u>958,596</u>	<u>846,357</u>
OPERATING EXPENSES						
Cost of Goods Sold	142,428	5,260	16,228	3,079	158	12,787
Salaries and Wages	13,554,160	2,575,406	1,301,508	809,735	723,712	613,571
Payroll Related Costs	4,216,864	797,581	404,535	258,678	263,644	209,039
Professional Fees and Services	846,529	781,216	141,591	102,574	103,950	145,770
Materials and Supplies	4,213,804	367,786	113,575	58,650	162,804	68,360
Travel	198,888	107,308	45,043	20,460	29,225	17,758
Communication and Utilities	398,853	176,609	72,463	49,020	49,266	25,361
Repairs and Maintenance	551,623	248,624	71,292	40,943	30,226	28,666
Rentals and Leases	126,871	300,526	24,727	29,033	7,079	11,572
Printing and Reproduction	35,891	12,658	5,416	3,815	3,936	4,054
Scholarships	634,264	338,668	103,631	119,566	173,623	146,371
Claims and Judgments	272,087	42	716	780	316	545
Net Change in Asset Retirement Obligation	(1,142)					128
Depreciation and Amortization	1,873,384	586,408	192,411	156,302	156,695	118,960
Bad Debt	(4,314)	537	1,142		7,979	
Interest		232	66	570	533	
Other Operating Expenses	2,102,151	974,058	219,972	70,474	45,343	33,162
Total Operating Expenses	<u>29,162,341</u>	<u>7,272,919</u>	<u>2,714,316</u>	<u>1,723,679</u>	<u>1,758,489</u>	<u>1,436,104</u>
Operating Income (Loss)	<u>(5,736,005)</u>	<u>(3,826,241)</u>	<u>(1,077,418)</u>	<u>(819,313)</u>	<u>(799,893)</u>	<u>(589,747)</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, 2024 (Amounts in Thousands)

	Texas Woman's University System	Stephen F. Austin State University	Texas Southern University	Texas State Technical College	Totals
OPERATING REVENUES					
Hospital Revenue – Pledged	\$	\$	\$	\$	\$ 27,723,622
Discounts and Allowances					(16,867,676)
Tuition Revenue			23,524	12,142	147,666
Tuition Revenue – Pledged	142,669			57,518	8,401,793
Discounts and Allowances	(59,595)			(31,234)	(2,602,783)
Professional Fees					10,897,207
Professional Fees – Pledged					30,387
Discounts and Allowances					(7,816,522)
Auxiliary Enterprises				1,490	1,490
Auxiliary Enterprises – Pledged	32,572			9,892	2,080,851
Discounts and Allowances	(10,675)			(4,563)	(152,657)
Other Sales of Goods and Services					27,755
Other Sales of Goods and Services – Pledged				8,177	1,289,698
Discounts and Allowances					(11,173)
Interest and Investment Income				8	760
Interest and Investment Income – Pledged				1,813	1,813
Federal Revenue	5,859		54,694	5,611	3,749,565
State Grant Revenue	904				27,504
Other Operating Grant Revenue	2,619			4,049	1,306,704
Other Operating Grant Revenue – Pledged					2,037,802
Other Revenues	4,125		53,735	3	207,951
Other Revenues – Pledged					1,052,811
Total Operating Revenues	118,478	0	131,953	64,906	31,534,568
OPERATING EXPENSES					
Cost of Goods Sold	1			1,864	181,805
Salaries and Wages	121,025		46,521	122,867	19,868,505
Payroll Related Costs	43,175		25,253	46,004	6,264,773
Professional Fees and Services	13,325		1,721	4,417	2,141,093
Materials and Supplies	16,811		3,057	19,179	5,024,026
Travel	3,131			2,301	424,114
Communication and Utilities	10,494		853	6,578	789,497
Repairs and Maintenance	7,990		5,905	6,006	991,275
Rentals and Leases	1,308		(78)	2,298	503,336
Printing and Reproduction	704			292	66,766
Scholarships	13,214			29,490	1,558,827
Claims and Judgments				28	274,514
Net Change in Asset Retirement Obligation					(1,014)
Depreciation and Amortization	23,222		20,727	22,842	3,150,951
Bad Debt	967			57	6,368
Interest			2		1,403
Other Operating Expenses	14,419		9,330	11,526	3,480,435
Total Operating Expenses	269,786	0	113,291	275,749	44,726,674
Operating Income (Loss)	(151,308)	0	18,662	(210,843)	(13,192,106)

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, 2024 (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	\$ 592,845	\$ 872,571	\$ 92,653	\$ 167,714	\$ 177,283	\$ 101,005
Gifts	562,039	214,876	60,193		44,324	21,422
Gifts – Pledged	43,238	68,321	1,409	62,648	2,296	
Interest and Investment Income	7,537,982	754,913	355,999		79,373	93,483
Interest and Investment Income – Pledged	1,680,604	313,548	60,760	221,533	49,948	20,448
Settlement of Claims					2,510	
Other Nonoperating Revenues	54,872	45,452	5,731	30	1,175	154
Other Nonoperating Revenues – Pledged	104,063	1,586	18,785	21,511	885	1,536
Investing Activities	(294,637)	(26,454)			(45)	
Borrower Rebates and Agent Fees	(1,977)	(2,263)				
Gain (Loss) on Sale of Capital Assets	(44,168)	(11,263)	(3,674)		(761)	1,157
Claims and Judgments		(4,238)			(474)	
Interest	(438,603)	(197,250)	(40,857)	(62,537)	(41,276)	(29,121)
Other Nonoperating Expenses	(56,467)	(57,465)	(14,166)	(41,339)	(9,226)	(2,352)
Total Nonoperating Revenues (Expenses)	<u>9,739,791</u>	<u>1,972,334</u>	<u>536,833</u>	<u>369,560</u>	<u>306,012</u>	<u>207,732</u>
Income (Loss) Before Capital Contributions, Endowments and Transfers	<u>4,003,786</u>	<u>(1,853,907)</u>	<u>(540,585)</u>	<u>(449,753)</u>	<u>(493,881)</u>	<u>(382,015)</u>
CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS						
Capital Contributions – Federal	3,656					
Capital Contributions – Other	263,727	29,933	39,403			35,993
Contributions to Permanent and Term Endowments	318,848	6,190	24,185	21,421	3,513	2,153
Transfer In	3,726,062	3,072,380	900,261	603,621	681,353	492,143
Transfer Out	(823,405)	(48,314)	(2,381)	(3,173)	(3,296)	(6,403)
Total Capital Contributions, Endowments and Transfers	<u>3,488,888</u>	<u>3,060,189</u>	<u>961,468</u>	<u>621,869</u>	<u>681,570</u>	<u>523,886</u>
Change in Net Position	<u>7,492,674</u>	<u>1,206,282</u>	<u>420,883</u>	<u>172,116</u>	<u>187,689</u>	<u>141,871</u>
Net Position, September 1, 2023	70,663,740	8,939,606	3,765,329	2,210,477	1,525,679	794,036
Restatement - Change in Accounting Principle (Note 14)						
Restatement - Change To or Within Reporting Entity (Note 14)	17,472		71,289			
Restatement - Error Correction (Note 14)			20,151	211	701	(12,943)
Net Position, September 1, 2023, as Restated	<u>70,681,212</u>	<u>8,939,606</u>	<u>3,856,769</u>	<u>2,210,688</u>	<u>1,526,380</u>	<u>781,093</u>
Net Position, August 31, 2024	<u>\$78,173,886</u>	<u>\$10,145,888</u>	<u>\$4,277,652</u>	<u>\$2,382,804</u>	<u>\$1,714,069</u>	<u>\$ 922,964</u>

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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, 2024 (Amounts in Thousands)

	Texas Woman's University System	Stephen F. Austin State University	Texas Southern University	Texas State Technical College	Totals
NONOPERATING REVENUES (EXPENSES)					
Federal	\$ 31,917	\$	\$	\$ 36,423	\$ 2,072,411
Gifts	5,842			1,018	909,714
Gifts – Pledged				1,140	179,052
Interest and Investment Income	1,350		625	15,046	8,838,771
Interest and Investment Income – Pledged	50,886			216	2,397,943
Settlement of Claims				3	2,513
Other Nonoperating Revenues	820		139	(1,178)	107,195
Other Nonoperating Revenues – Pledged			(54,694)		93,672
Investing Activities					(321,136)
Borrower Rebates and Agent Fees					(4,240)
Gain (Loss) on Sale of Capital Assets				498	(58,211)
Claims and Judgments	(13)				(4,725)
Interest	(9,815)		(5,429)	(18,538)	(843,426)
Other Nonoperating Expenses				(7,181)	(188,196)
Total Nonoperating Revenues (Expenses)	80,987	0	(59,359)	27,447	13,181,337
Income (Loss) Before Capital Contributions, Endowments and Transfers	(70,321)	0	(40,697)	(183,396)	(10,769)
CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS					
Capital Contributions – Federal					3,656
Capital Contributions – Other				344	369,400
Contributions to Permanent and Term Endowments			1,397		377,707
Transfer In	125,174		82,819	190,033	9,873,846
Transfer Out	(35)		(776)		(887,783)
Total Capital Contributions, Endowments and Transfers	125,139	0	83,440	190,377	9,736,826
Change in Net Position	54,818	0	42,743	6,981	9,726,057
Net Position, September 1, 2023	494,388	16,392	375,792	138,586	88,924,025
Restatement - Change in Accounting Principle (Note 14)				1,522	1,522
Restatement - Change To or Within Reporting Entity (Note 14)	428	(16,392)			72,797
Restatement - Error Correction (Note 14)			(74,757)		(66,637)
Net Position, September 1, 2023, as Restated	494,816	0	301,035	140,108	88,931,707
Net Position, August 31, 2024	\$ 549,634	\$ 0	\$ 343,778	\$ 147,089	\$ 98,657,764

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

For the Fiscal Year Ended August 31, 2024 (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	\$ 13,412,191	\$ 364,147	\$ 453,268	\$ 42,856	\$ 6,092	\$ 81,083
Proceeds from Tuition and Fees	2,145,513	1,454,079	559,352	571,797	565,872	513,070
Proceeds from Research Grants and Contracts	4,914,541	1,127,852	411,729	155,321	105,658	154,841
Proceeds from Loan Programs	78,133	637,070	243,950	162,512	4,225	526
Proceeds from Auxiliaries	841,092	426,374	210,056	127,651	205,835	93,672
Proceeds from Other Operating Revenues	1,286,098	146,053	229,870	11,514	21,003	869
Payments to Suppliers for Goods and Services	(9,524,632)	(2,772,418)	(415,309)	(315,138)	(447,332)	(349,708)
Payments to Employees	(17,067,680)	(3,221,864)	(1,550,791)	(1,008,622)	(864,339)	(721,837)
Payments for Loans Provided	(70,523)	(641,523)	(243,344)	(164,046)	(11,273)	(6)
Payments for Other Operating Expenses	(7,943)	(597,562)	(708,003)	(192,370)	(167,683)	(181,924)
Net Cash (Used) by Operating Activities	(3,993,210)	(3,077,792)	(809,222)	(608,525)	(581,942)	(409,414)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Proceeds from Gifts	559,519	305,256	94,401	75,529	46,821	21,922
Proceeds from Endowments	288,849	6,190		21,421	2,256	2,153
Proceeds from Transfers from Other Funds	4,557,848	2,464,784	819,555	571,530	681,851	486,978
Proceeds from Loan Programs						
Proceeds from Grant Receipts	634,841	1,205,947	106,687	167,637	178,679	101,005
Proceeds from Other Noncapital Financing Activities	1,038,352	48,830	16,984		4,112	1,665
Payments for Transfers to Other Funds	(1,999,748)		(2,382)	(44,512)	(4,316)	(6,395)
Payments for Grant Disbursements					(27)	
Payments for Other Noncapital Financing Uses	(1,084,464)	(47,962)	(11,528)		(8,525)	(218)
Net Cash Provided by Noncapital Financing Activities	3,995,197	3,983,045	1,023,717	791,605	900,851	607,110
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Proceeds from Sale of Capital Assets	7,454	1,598	598		178	147
Proceeds from Debt Issuance	3,716,489	956,820	173,917		1,559,211	49,886
Proceeds from State Grants and Contracts						
Proceeds from Gifts			33,139			
Proceeds from Other Capital and Related Financing Activities		28,282	735	45,041	10,152	
Proceeds from Capital Contributions	180,321	619				
Proceeds from Interfund Payables		10,008				
Payments for Additions to Capital Assets	(2,913,511)	(920,151)	(338,524)	(194,452)	(482,373)	(128,303)
Payments of Principal on Debt Issuance	(2,516,770)	(613,866)	(83,432)	(81,925)	(1,147,549)	(73,588)
Payments for Right to Use Leases/Subscription-Based Information Technology Arrangements	(607,588)	(8,781)	(20,862)	(2,104)	(1,843)	(11,568)
Payments of Interest on Debt Issuance	(494,478)	(168,472)	(43,878)	(62,537)	(40,834)	(35,074)
Payments of Other Costs on Debt Issuance	(7,848)	(3,593)	(181)	(11,603)		(13)
Payments for Interfund Receivables		(1,551)				
Net Cash (Used) by Capital and Related Financing Activities	(2,635,931)	(719,087)	(278,488)	(307,580)	(103,058)	(198,513)
CASH FLOWS FROM INVESTING ACTIVITIES						
Proceeds from Sale of Investments	61,738,777	2,769,438	281,093	2,126,603	190,884	1,472,410
Proceeds from Interest and Investment Income	3,053,246	270,811	179,190	131,783	74,901	24,846
Payments to Acquire Investments	(61,134,717)	(2,762,962)	(419,310)	(1,976,611)	(111,650)	(1,482,118)
Net Cash Provided by Investing Activities	3,657,306	277,287	40,973	281,775	154,135	15,138
Net Increase (Decrease) in Cash and Cash Equivalents	1,023,362	463,453	(23,020)	157,275	369,986	14,321
Cash and Cash Equivalents, September 1, 2023	6,524,614	2,371,507	631,856	977,131	644,472	328,208
Restatements	102,842		3,365	186		(4,621)
Cash and Cash Equivalents, September 1, 2023, as Restated	6,627,456	2,371,507	635,221	977,317	644,472	323,587
Cash and Cash Equivalents, August 31, 2024	\$ 7,650,818	\$ 2,834,960	\$ 612,201	\$ 1,134,592	\$ 1,014,458	\$ 337,908

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STATE OF TEXAS

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

For the Fiscal Year Ended August 31, 2024 (Amounts in Thousands)

	Texas Woman's University System	Stephen F. Austin State University	Texas Southern University	Texas State Technical College	Totals
CASH FLOWS FROM OPERATING ACTIVITIES					
Proceeds from Customers	\$	\$	\$	\$ 7,671	\$ 14,367,308
Proceeds from Tuition and Fees	84,222		60,209	36,843	5,990,957
Proceeds from Research Grants and Contracts	10,411		24,905	9,201	6,914,459
Proceeds from Loan Programs			8,575		1,134,991
Proceeds from Auxiliaries	21,897		19,643	5,613	1,951,833
Proceeds from Other Operating Revenues	9,902		26,170		1,731,479
Payments to Suppliers for Goods and Services	(86,354)		(102,502)	(61,800)	(14,075,193)
Payments to Employees	(144,000)		(92,260)	(138,358)	(24,809,751)
Payments for Loans Provided					(1,130,715)
Payments for Other Operating Expenses			(13,716)	(31,441)	(1,900,642)
Net Cash (Used) by Operating Activities	(103,922)	0	(68,976)	(172,271)	(9,825,274)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Proceeds from Gifts	5,842		1,637		1,110,927
Proceeds from Endowments					320,869
Proceeds from Transfers from Other Funds	125,174		70,055	189,016	9,966,791
Proceeds from Loan Programs	62,549				62,549
Proceeds from Grant Receipts			35,717	36,423	2,466,936
Proceeds from Other Noncapital Financing Activities	5,066				1,115,009
Payments for Transfers to Other Funds	(35)		(18,153)	(1,178)	(2,076,719)
Payments for Grant Disbursements	(30,657)				(30,684)
Payments for Other Noncapital Financing Uses				(7,200)	(1,159,897)
Net Cash Provided by Noncapital Financing Activities	167,939	0	89,256	217,061	11,775,781
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from Sale of Capital Assets					9,975
Proceeds from Debt Issuance			83,972	19	6,540,314
Proceeds from State Grants and Contracts				1,140	1,140
Proceeds from Gifts					33,139
Proceeds from Other Capital and Related Financing Activities				532	84,742
Proceeds from Capital Contributions					180,940
Proceeds from Interfund Payables					10,008
Payments for Additions to Capital Assets	(53,093)		(12,666)	(68,008)	(5,111,081)
Payments of Principal on Debt Issuance	(16,750)		(85,596)	(16,270)	(4,635,746)
Payments for Right to Use Leases/Subscription-Based Information Technology Arrangements				(2,088)	(654,834)
Payments of Interest on Debt Issuance	(12,384)		(5,426)	(19,609)	(882,692)
Payments of Other Costs on Debt Issuance	(4)				(23,242)
Payments for Interfund Receivables					(1,551)
Net Cash (Used) by Capital and Related Financing Activities	(82,231)	0	(19,716)	(104,284)	(4,448,888)
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from Sale of Investments			55,952	76,417	68,711,574
Proceeds from Interest and Investment Income	27,455		8,019	16,429	3,786,680
Payments to Acquire Investments	(298)		(62,786)	(33,165)	(67,983,617)
Net Cash Provided by Investing Activities	27,157	0	1,185	59,681	4,514,637
Net Increase (Decrease) in Cash and Cash Equivalents	8,943	0	1,749	187	2,016,256
Cash and Cash Equivalents, September 1, 2023	26,130	63,680	180,875	14,232	11,762,705
Restatements		(63,680)			38,092
Cash and Cash Equivalents, September 1, 2023, as Restated	26,130	0	180,875	14,232	11,800,797
Cash and Cash Equivalents, August 31, 2024	\$ 35,073	\$ 0	\$ 182,624	\$ 14,419	\$ 13,817,053

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

For the Fiscal Year Ended August 31, 2024 (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
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH (USED) BY OPERATING ACTIVITIES						
Operating Income (Loss)	\$ (5,736,005)	\$ (3,826,241)	\$ (1,077,418)	\$ (819,313)	\$ (799,893)	\$ (589,747)
Adjustments to Reconcile Operating Income (Loss) to Net Cash (Used) by Operating Activities:						
Depreciation and Amortization	1,873,384	586,408	192,411	156,302	156,695	118,960
Bad Debt Expense	634,213	9,612	903		7,979	
Pension Expense	1,363,962	176,509	74,858	48,579	47,762	41,297
OPEB Expense	13,522	68,337	52,800	44,179	45,817	46,497
Operating Income (Loss) and Cash Flow Categories Classification Differences				(1,534)		307
Changes in Assets and Liabilities:						
(Increase) Decrease in Receivables	(1,179,742)	20,859	(28,443)	6,589	(42,811)	8,909
(Increase) Decrease in Due From Other Funds		(738)	5,784		120	
(Increase) Decrease in Inventories	(18,351)	(4,442)	598	(40)	(52)	(19)
Decrease in Notes Receivable			939		1,383	
(Increase) Decrease in Loans and Contracts	7,615	(3,000)			(1,662)	520
(Increase) Decrease in Other Assets	(274,919)	(2,735)	112	1,798	(3,746)	44
(Increase) Decrease in Deferred Outflows of Resources -						
Pensions	(363,567)	(68,469)	(17,780)	9,351	(5,527)	(12,535)
(Increase) Decrease in Deferred Outflows of Resources - OPEB	257,551	(97,070)	107,142	87,876	90,809	74,228
(Increase) Decrease in Prepaid Expenses		(4,579)	(11,028)	295	(8,292)	(3,056)
Increase (Decrease) in Payables	165,604	(6,708)	1,626	21,119	12,051	840
Increase (Decrease) in Deposits		519				
Increase (Decrease) in Due To Other Funds		(61,506)	813		284	
Increase (Decrease) in Unearned Revenues	(19,945)	105,044	9,386	2,545	22,291	(12,040)
Increase (Decrease) in Employees' Compensable Leave	55,791	10,415	6,398	1,411	2,646	1,777
Increase (Decrease) in Benefits Payable			618	(38,608)	2,572	
Increase (Decrease) in Liabilities to Employees for Defined Benefit Pensions	(76,520)	17,377	(5,343)	(15,201)	551	1,416
Increase (Decrease) in Liabilities to Employees for Defined Benefit OPEB	554,287	(509,543)	(89,622)	(75,744)	(71,650)	(64,368)
Increase (Decrease) in Other Liabilities	(64,568)	2,040	6,687	3,618	2,666	(932)
(Decrease) in Deferred Inflows of Resources - Pensions	(204,466)	(32,622)	(11,973)	(20,708)	(18,665)	(7,026)
Increase (Decrease) in Deferred Inflows of Resources - OPEB	(996,507)	550,229	(27,176)	(14,928)	(23,270)	(14,614)
Increase (Decrease) in Asset Retirement Obligations	(1,142)					128
(Decrease) in Deferred Inflows Leases	(2,253)	(7,488)		(1,209)		
Increase (Decrease) in Deferred Inflows - Public-Private/ Public-Public Partnerships	18,846		(1,514)	(4,902)		
Total Adjustments	1,742,795	748,449	268,196	210,788	217,951	180,333
Net Cash (Used) by Operating Activities	<u>\$ (3,993,210)</u>	<u>\$ (3,077,792)</u>	<u>\$ (809,222)</u>	<u>\$ (608,525)</u>	<u>\$ (581,942)</u>	<u>\$ (409,414)</u>
NONCASH TRANSACTIONS						
Donation of Capital Assets	\$ 106,759	\$ 29,314	\$ 15,851	\$	\$ 5,115	\$ 36,002
Net Change in Fair Value of Investments	\$ 2,571,530	\$ 649,631	\$ 282,714	\$ 86,255	\$ 71,048	\$ 88,123
Borrowing Under Lease Purchase	\$ 275,878	\$ 21,981	\$	\$	\$ 11,719	\$ 11,803
Other	\$ (8,333)	\$ 20,452	\$ (7,261)	\$	\$ 3,952	\$ 13,967

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

For the Fiscal Year Ended August 31, 2024 (Amounts in Thousands)

	Texas Woman's University System	Stephen F. Austin State University	Texas Southern University	Texas State Technical College	Totals
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	\$ (151,308)	\$ 0	\$ 18,662	\$ (210,843)	\$ (13,192,106)
Adjustments to Reconcile Operating Income (Loss) to Net Cash (Used) by Operating Activities:					
Depreciation and Amortization	23,222		20,727	22,842	3,150,951
Bad Debt Expense	967		802		654,476
Pension Expense	7,875		4,282	2,347	1,767,471
OPEB Expense	7,699		6,423	10,460	295,734
Operating Income (Loss) and Cash Flow Categories Classification Differences			292	(1,332)	(2,267)
Changes in Assets and Liabilities:					
(Increase) Decrease in Receivables	6,379		(3,919)	(6,722)	(1,218,901)
(Increase) Decrease in Due From Other Funds	(74)		(5,501)	(681)	(1,090)
(Increase) Decrease in Inventories	(140)		(70)	(586)	(23,102)
Decrease in Notes Receivable					2,322
(Increase) Decrease in Loans and Contracts	60				3,533
(Increase) Decrease in Other Assets			(761)		(280,207)
(Increase) Decrease in Deferred Outflows of Resources - Pensions	(1,499)		546	(2,006)	(461,486)
(Increase) Decrease in Deferred Outflows of Resources - OPEB	15,526		14,296	4,633	554,991
(Increase) Decrease in Prepaid Expenses	(890)		(1,978)		(29,528)
Increase (Decrease) in Payables	2,923		(20,359)	8,749	185,845
Increase (Decrease) in Deposits				(525)	(6)
Increase (Decrease) in Due To Other Funds	195		244		(59,970)
Increase (Decrease) in Unearned Revenues	1,352		(274)	4,173	112,532
Increase (Decrease) in Employees' Compensable Leave	557		(1,346)	904	78,553
Increase (Decrease) in Benefits Payable					(35,418)
Increase (Decrease) in Liabilities to Employees for Defined Benefit Pensions	(340)		(448)	1,862	(76,646)
Increase (Decrease) in Liabilities to Employees for Defined Benefit OPEB	(11,103)		(18,966)	(4,842)	(291,551)
Increase (Decrease) in Other Liabilities	1,787		(83,298)	387	(131,613)
(Decrease) in Deferred Inflows of Resources - Pensions	(2,024)		(3,000)	(1,217)	(301,701)
Increase (Decrease) in Deferred Inflows of Resources - OPEB	(5,086)		4,670	126	(526,556)
Increase (Decrease) in Asset Retirement Obligations					(1,014)
(Decrease) in Deferred Inflows Leases					(10,950)
Increase (Decrease) in Deferred Inflows - Public-Private/ Public-Public Partnerships					12,430
Total Adjustments	47,386	0	(87,638)	38,572	3,366,832
Net Cash (Used) by Operating Activities	<u>\$ (103,922)</u>	<u>\$ 0</u>	<u>\$ (68,976)</u>	<u>\$ (172,271)</u>	<u>\$ (9,825,274)</u>
NONCASH TRANSACTIONS					
Donation of Capital Assets	\$	\$	\$	\$	\$ 193,041
Net Change in Fair Value of Investments	\$ 25,499	\$	\$	\$	\$ 3,774,800
Borrowing Under Lease Purchase	\$	\$	\$	\$ 455	\$ 321,836
Other	\$ (2,568)	\$	\$	\$	\$ 20,209