

THE UNIVERSITY OF TEXAS AT TYLER  
EXHIBIT A - BALANCE SHEET  
As of August 31, 2009

UNAUDITED

|   | CURRENT YEAR<br>TOTALS       | PRIOR YEAR<br>TOTALS         |
|---|------------------------------|------------------------------|
| <b>ASSETS</b>   |                              |                              |
| Current Assets:   |                              |                              |
| Cash & Cash Equivalents   | \$ 10,099,418.49             | 7,206,050.93                 |
| Restricted Cash & Cash Equivalents  | 5,008,035.60                 | 7,964,334.80                 |
| Balance in State Appropriations   | 1,338,123.97                 | 831,870.66                   |
| Accounts Receivable, Net:   |                              |                              |
| Federal Receivables (net of allowances of \$0 in '09 & \$0 in '08)          | 1,404,812.66                 | 614,081.53                   |
| Student Receivables (allow of \$831,719.39 in '09 & \$591,628.79 in '08)    | 1,444,648.73                 | 193,763.97                   |
| Interest and Dividends  | 75,621.77                    | 93,211.66                    |
| Contributions Receivable (allow of \$274.83 in '09 & \$6,044.68 in '08)     | 5,221.72                     | 114,849.11                   |
| Other Receivables (net of allowances of \$0 in '09 & \$0 in '08)            | 555,550.98                   | 555,673.84                   |
| Due From System Administration  | 10,245,383.49                | 13,999,968.45                |
| Due From Other Agencies   | 280,577.27                   | 362,472.88                   |
| Loans and Contracts (allow of \$742,906.13 in '09 & \$584,634.33 in '08)    | 1,518,923.05                 | 148,521.96                   |
| Other Current Assets  | 382,318.17                   | 337,814.51                   |
| Total Current Assets  | <u>32,358,635.90</u>         | <u>32,422,614.30</u>         |
| Non-Current Assets:   |                              |                              |
| Restricted:   |                              |                              |
| Funds Held by System Administration   | 55,460,252.79                | 64,755,581.63                |
| Contributions Receivable (allow of \$18,125.17 in '09 & \$28,355.32 in '08) | 345,850.98                   | 538,754.27                   |
| Investments   | 27,686,200.27                | 30,888,125.26                |
| Capital Assets  | 226,714,763.38               | 202,106,228.09               |
| Less Accumulated Depreciation   | <u>(69,680,377.92)</u>       | <u>(61,091,359.62)</u>       |
| Total Non-Current Assets  | <u>240,526,689.50</u>        | <u>237,197,329.63</u>        |
| TOTAL ASSETS \$   | <u><u>272,885,325.40</u></u> | <u><u>269,619,943.93</u></u> |
| <b>LIABILITIES</b>  |                              |                              |
| Current Liabilities:  |                              |                              |
| Accounts Payable and Accrued Liabilities                                    | \$ 6,647,826.10              | 4,113,505.03                 |
| Salaries Payable  | 3,346,766.54                 | 2,979,921.80                 |
| Due to System Administration  | 486,198.71                   | 461,641.60                   |
| Deferred Revenue  | 14,289,924.96                | 14,568,666.94                |
| Employees' Compensable Leave-Current Portion                                | 705,537.20                   | 662,016.33                   |
| Payable From Restricted Assets-Current Portion                              | 140,109.02                   | 83,933.70                    |
| Assets Held for Others  | 11,274.33                    | 950,143.88                   |
| Other Current Liabilities   | 39,609.60                    | 27,497.11                    |
| Total Current Liabilities   | <u>25,667,246.46</u>         | <u>23,847,326.39</u>         |
| Non-Current Liabilities:  |                              |                              |
| Employees' Compensable Leave  | 407,383.89                   | 387,553.80                   |
| Other Non-Current Liabilities   | <u>366,939.47</u>            | <u>353,786.97</u>            |
| Total Non-Current Liabilities   | <u>774,323.36</u>            | <u>741,340.77</u>            |
| TOTAL LIABILITIES   | <u>26,441,569.82</u>         | <u>24,588,667.16</u>         |
| <b>NET ASSETS</b>   |                              |                              |
| Invested in Capital Assets, Net of Related Debt                             | 157,034,385.46               | 141,014,868.47               |
| Restricted for:   |                              |                              |
| Nonexpendable   |                              |                              |
| True and Other Endowments, and Annuities                                    | 32,030,621.70                | 29,839,829.07                |
| Expendable  |                              |                              |
| Capital Projects  | 5,206,105.72                 | 11,436,931.65                |
| Funds Functioning as Endowment - Restricted                                 | 541,796.13                   | 645,195.95                   |
| Other Expendable  | 27,096,139.49                | 37,572,749.61                |
| Unrestricted  | <u>24,534,707.08</u>         | <u>24,521,702.02</u>         |
| TOTAL NET ASSETS  | <u>246,443,755.58</u>        | <u>245,031,276.77</u>        |
| TOTAL LIABILITIES AND NET ASSETS \$   | <u><u>272,885,325.40</u></u> | <u><u>269,619,943.93</u></u> |

UNAUDITED

THE UNIVERSITY OF TEXAS AT TYLER

EXHIBIT B - STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

For the Year Ended August 31, 2009

|  | CURRENT YEAR<br>TOTALS | PRIOR YEAR<br>TOTALS |
|--|------------------------|----------------------|
| <b>OPERATING REVENUES:</b>   |                        |                      |
| Student Tuition and Fees   | \$ 33,677,485.60       | 29,890,432.55        |
| Discounts and Allowances   | (6,723,339.93)         | (5,915,546.45)       |
| Federal Sponsored Programs   | 3,241,081.54           | 6,469,189.61         |
| Federal Sponsored Programs Pass-Through from Other St. Agencies    | 1,603,200.67           | 1,956,568.95         |
| State Sponsored Programs   | -                      | 1,112,005.53         |
| State Sponsored Programs Pass-Through from Other St. Agencies      | 2,999,226.97           | 922,986.78           |
| Local Sponsored Programs   | -                      | 1,620.31             |
| Private Sponsored Programs   | 796,498.34             | 960,222.03           |
| Sales and Services of Educational Activities                       | 2,725,085.63           | 1,310,949.36         |
| Auxiliary Enterprises  | 3,222,409.33           | 3,340,501.09         |
| Other Operating Revenues   | 257,252.83             | 182,126.50           |
| Total Operating Revenues   | 41,798,900.98          | 40,231,056.26        |
| <b>OPERATING EXPENSES:</b>   |                        |                      |
| Instruction  | 27,709,821.13          | 27,579,926.12        |
| Research   | 3,048,362.19           | 2,958,527.14         |
| Public Service   | 1,768,997.13           | 1,264,298.97         |
| Academic Support   | 6,778,598.09           | 6,304,051.60         |
| Student Services   | 6,187,387.39           | 5,494,189.41         |
| Institutional Support  | 8,802,750.18           | 9,281,717.34         |
| Operations and Maintenance of Plant                                | 6,547,386.46           | 6,381,720.51         |
| Scholarships and Fellowships                                       | 7,143,759.12           | 5,688,492.98         |
| Auxiliary Enterprises  | 5,478,570.78           | 5,445,159.51         |
| Depreciation and Amortization                                      | 9,016,524.58           | 7,744,720.33         |
| Total Operating Expenses   | 82,482,157.05          | 78,142,803.91        |
| Operating Income (Loss)  | (40,683,256.07)        | (37,911,747.65)      |
| <b>NONOPERATING REVENUES (EXPENSES):</b>                           |                        |                      |
| State Appropriations   | 36,371,005.53          | 36,316,392.66        |
| Nonexchange Sponsored Programs                                     | 5,136,617.79           | -                    |
| Gift Contributions for Operations                                  | 1,239,822.21           | 1,484,584.22         |
| Net Investment Income  | 1,663,587.32           | 4,314,686.32         |
| Net Increase (Decrease) in Fair Value of Investments               | (15,023,591.17)        | (6,083,912.24)       |
| Gain/(Loss) on Sale of Capital Assets                              | (6,553.90)             | 1,140.37             |
| Other Nonoperating Revenues  | -                      | 52,770.00            |
| Other Nonoperating (Expenses)                                      | (112,367.43)           | -                    |
| Net Nonoperating Revenues (Expenses)                               | 29,268,520.35          | 36,085,661.33        |
| Income/(Loss) Before Other Rev., Exp., Gains/(Losses) & Transfers: | (11,414,735.72)        | (1,826,086.32)       |
| Gifts and Sponsored Programs for Capital Acquisitions              | 49,291.66              | 1,666,649.74         |
| Additions to Permanent Endowments                                  | 1,845,490.00           | 5,077,160.00         |
| Reclass from / (to) Other Institutions                             | 14,837,573.59          | 27,243,290.64        |
| Transfers Between Institutions & System, Debt Service - Mandatory  | (8,816,701.21)         | (8,553,639.32)       |
| Transfers Between Institutions & System Admin. - Non mandatory     | 5,214,234.65           | 2,814,262.97         |
| Transfers to Other State Agencies*                                 | (302,674.16)           | (230,099.10)         |
| Change in Net Assets   | 1,412,478.81           | 26,191,538.61        |
| Beginning Net Assets - As Previously Reported                      | 245,031,276.77         | 218,839,738.16       |
| Ending Net Assets  | \$ 246,443,755.58      | 245,031,276.77       |

## UNAUDITED

THE UNIVERSITY OF TEXAS AT TYLER  
 EXHIBIT C - STATEMENT OF CASH FLOWS  
 For the Year Ended August 31, 2009

|   | Current Year Totals       | Prior Year Totals      |
|---|---------------------------|------------------------|
| <b>Cash Flows from Operating Activities:</b>  |                           |                        |
| Proceeds from Tuition and Fees  | \$ 25,984,076.93          | 25,179,500.27          |
| Proceeds from Sponsored Programs  | 7,424,358.09              | 12,743,155.90          |
| Proceeds from Auxiliaries   | 3,157,444.37              | 3,249,524.94           |
| Proceeds from Other Revenues  | 1,837,232.76              | 1,482,850.91           |
| Payments to Suppliers   | (26,057,137.90)           | (27,414,354.01)        |
| Payments to Employees   | (46,338,720.73)           | (42,576,896.85)        |
| Payments for Loans Provided   | (1,730,721.35)            | (263,597.28)           |
| Proceeds from Loan Programs   | 202,048.46                | 250,890.61             |
| Payments for Other Expenses   | (57,497.11)               | -                      |
| Net Cash Provided (Used) by Operating Activities  | <u>(35,578,916.48)</u>    | <u>(27,348,925.51)</u> |
| <b>Cash Flows from Noncapital Financing Activities:</b>   |                           |                        |
| Proceeds from Nonexchange Sponsored Programs  | 5,140,400.29              | -                      |
| Proceeds from State Appropriations  | 35,864,752.22             | 35,530,797.00          |
| Proceeds from Operating Gifts   | 1,286,644.55              | 1,474,586.20           |
| Proceeds from Private Gifts for Endowment and Annuity Life Purposes   | 1,845,490.00              | 5,077,160.00           |
| Proceeds from Other Nonoperating Revenues   | 13,263.00                 | -                      |
| Payments/Receipts for Transfers to/from System or Oth. Agencies   | 2,362,403.49              | (279,799.10)           |
| Payments for Other Uses   | (112,367.43)              | -                      |
| Net Cash Provided by Noncapital Financing Activities  | <u>46,400,586.12</u>      | <u>41,802,744.10</u>   |
| <b>Cash Flows from Capital and Related Financing Activities:</b>  |                           |                        |
| Proceeds from Capital Debt Transferred from System (nonmandatory)   | 21,153,032.78             | 25,187,414.50          |
| Proceeds from Capital Appropriations, Grants and Gifts  | 305,000.00                | 1,140,500.00           |
| Proceeds from Sale of Capital Assets  | 5,966.25                  | 17,898.75              |
| Payments for Additions to Capital Assets  | (22,675,021.74)           | (22,202,342.87)        |
| Mandatory Transfers to System for Capital Related Debt  | (8,816,701.21)            | (8,553,639.32)         |
| Net Cash Provided (Used) by Capital & Related Financing Activities  | <u>(10,027,723.92)</u>    | <u>(4,410,168.94)</u>  |
| <b>Cash Flows from Investing Activities:</b>  |                           |                        |
| Proceeds from Interest and Investment Income  | 1,007,184.08              | 1,347,273.96           |
| Proceeds from Interest and Investment Income Held by System   | 662,275.90                | 3,047,126.22           |
| Payments to Acquire Investments Held by System  | (2,526,337.34)            | (13,453,125.60)        |
| Net Cash Provided (Used) by Investing Activities  | <u>(856,877.36)</u>       | <u>(9,058,725.42)</u>  |
| <b>Net Increase (Decrease) in Cash</b>  | (62,931.64)               | 984,924.23             |
| Cash and Cash Equivalents - Beginning of the Year   | 15,170,385.73             | 14,185,461.50          |
| <b>Cash and Cash Equivalents - End of the Year</b>  | <u>\$ 15,107,454.09</u>   | <u>15,170,385.73</u>   |
| <b>Reconciliation of Net Operating Revenues (Expenses) to Net Cash Provided (used) by Operating Activities:</b> |                           |                        |
| Operating Loss  | \$ (40,683,256.07)        | (37,911,747.65)        |
| Adjustments to Reconcile Operating Loss to Net Cash:  |                           |                        |
| Depreciation and Amortization Expense   | 9,016,524.58              | 7,744,720.33           |
| Gross Loss on Impairment of Capital Assets  |                           |                        |
| Bad Debt Expense  | 397,038.17                | 129,021.57             |
| Op. Income & Cash Flow Categories Classification Differences  |                           |                        |
| Changes in Assets and Liabilities:  |                           |                        |
| Accounts Receivable   | (2,202,146.29)            | (522,594.53)           |
| Loans and Contracts   | (1,528,672.89)            | (12,706.67)            |
| Other Current and Noncurrent Assets   | (44,503.66)               | 58,017.05              |
| Accounts Payable  | 570,538.15                | 94,215.05              |
| Due to System   | 24,557.11                 | 49,015.17              |
| Deferred Revenue  | (278,741.98)              | 2,699,098.39           |
| Assets Held for Others  | (938,869.55)              | 261,000.04             |
| Employees' Compensable Leave  | 63,350.96                 | 134,580.93             |
| Other Current and Noncurrent Liabilities  | 25,264.99                 | (71,545.19)            |
| Total Adjustments   | <u>5,104,339.59</u>       | <u>10,562,822.14</u>   |
| Net Cash Provided (Used) by Operating Activities  | <u>\$ (35,578,916.48)</u> | <u>(27,348,925.51)</u> |
| <b>Non Cash Transactions</b>  |                           |                        |
| Net Increase (Decrease) in Fair Value of Investments  | (15,023,591.17)           | (6,083,912.24)         |
| Donated Capital Assets  | -                         | 21,950.00              |
| Miscellaneous Noncash Transactions  | (19,816.90)               | 53,910.37              |