

UNAUDITED

THE UNIVERSITY OF TEXAS OF THE PERMIAN BASIN
EXHIBIT A - BALANCE SHEET
As of August 31, 2008

	Current Year Totals	Prior Year Totals
ASSETS		
Current Assets:		
Cash & Cash Equivalents	\$ 6,563,000.16	5,077,108.91
Restricted Cash & Cash Equivalents	2,089,033.19	5,250,265.61
Balance in State Appropriations	1,184,741.21	556,254.60
Accounts Receivable, Net:		
Federal (allowances of \$0 in '08 & \$0 in '07)	950,760.06	
Student (allowances of \$0 in '08 & \$0 in '07)	340,717.90	330,382.56
Contributions (allow. \$7,412.65 '08; \$21,119.08 '07)	66,713.88	177,328.73
Other (allowances of \$0 in '08 & \$0 in '07)	1,352,217.06	682,791.74
Due From Other Funds		21.25
Due From System Administration	12,965,563.84	3,656,229.78
Inventories	95,383.42	119,388.50
Loans & Contracts (allow. \$157,969.67 '08; \$161,784.00 '07)	342,376.76	161,784.14
Other Current Assets	7,300,525.27	1,746,570.60
Total Current Assets	<u>33,251,032.75</u>	<u>17,758,126.42</u>
Noncurrent Assets:		
Restricted:		
Investments	686,566.35	753,795.00
Funds Held by System Administration	17,848,239.10	18,814,382.37
Contributions Rec. (allow. \$7,507.73 '08; \$2,345.56 '07)	67,569.55	33,862.09
Investments	10,739,364.03	3,755,172.21
Capital Assets	116,380,275.19	104,621,079.98
Less Accumulated Depreciation	(46,414,360.82)	(42,969,110.97)
Total Noncurrent Assets	<u>99,307,653.40</u>	<u>85,009,180.68</u>
TOTAL ASSETS	<u>\$ 132,558,686.15</u>	<u>102,767,307.10</u>
LIABILITIES		
Current Liabilities:		
Accounts Payable and Accrued Liabilities	\$ 12,256,578.38	4,369,881.08
Due to Other Funds		21.25
Due to System Administration	235,872.68	215,231.48
Deferred Revenue	9,835,636.51	5,384,752.32
Employees' Compensable Leave-Current Portion	374,517.71	330,245.01
Payable From Restricted Assets	243,953.29	174,482.97
Funds Held for Others	(87,695.63)	230,326.05
Other Current Liabilities	364,229.71	941,279.47
Total Current Liabilities	<u>23,223,092.65</u>	<u>11,646,219.63</u>
Noncurrent Liabilities:		
Employees' Compensable Leave	177,753.58	195,138.22
Other Noncurrent Liabilities	26,620.74	12,599.74
Total Noncurrent Liabilities	<u>204,374.32</u>	<u>207,737.96</u>
TOTAL LIABILITIES	<u>23,427,466.97</u>	<u>11,853,957.59</u>
NET ASSETS		
Invested in Capital Assets, Net of Related Debt	69,965,914.37	61,651,969.01
Restricted for:		
Nonexpendable		
True Endowments and Annuities	11,221,710.27	10,717,527.28
Expendable		
Capital Projects	11,130,023.76	706,620.29
Other Expendable	13,413,162.81	15,646,145.47
Unrestricted	3,400,407.97	2,191,087.46
TOTAL NET ASSETS	<u>109,131,219.18</u>	<u>90,913,349.51</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 132,558,686.15</u>	<u>102,767,307.10</u>

UNAUDITED

THE UNIVERSITY OF TEXAS OF THE PERMIAN BASIN
 EXHIBIT B - STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
 For the Year Ended August 31, 2008

	Current Year Totals	Prior Year Totals
Operating Revenues:		
Student Tuition and Fees	\$ 14,740,464.20	11,866,847.39
Discounts and Allowances	(4,529,395.72)	(3,856,365.19)
Federal Sponsored Programs	5,374,139.50	5,164,023.79
Federal Sponsored Programs Pass-Through from Other St. Agencies	254,786.28	87,270.37
State Sponsored Programs	100,018.88	125,337.78
State Sponsored Programs Pass-Through from Other St. Agencies	451,722.00	408,815.00
Local Sponsored Programs	20,887.52	14,554.00
Private Sponsored Programs	369,971.09	(3,846.00)
Sales and Services of Educational Activities	556,838.65	483,653.57
Auxiliary Enterprises	2,655,419.52	1,824,169.41
Other Operating Revenues	694,679.76	377,203.08
Total Operating Revenues	20,689,531.68	16,491,663.20
Operating Expenses:		
Instruction	12,123,343.28	11,075,648.86
Research	2,880,174.53	1,610,556.79
Public Service	1,389,652.84	1,405,305.18
Academic Support	6,816,037.82	5,458,800.56
Student Services	1,953,753.95	1,535,902.24
Institutional Support	3,788,171.03	3,193,254.56
Operations and Maintenance of Plant	4,666,999.51	3,786,494.09
Scholarships and Fellowships	3,450,805.16	3,088,405.87
Auxiliary Enterprises	2,974,760.70	2,525,605.61
Depreciation and Amortization	3,651,009.56	3,257,668.91
Total Operating Expenses	43,694,708.38	36,937,642.67
Operating Loss	(23,005,176.70)	(20,445,979.47)
Nonoperating Revenues (Expenses):		
State Appropriations	31,872,953.07	16,943,816.45
Gift Contributions for Operations	1,063,859.58	1,275,722.00
Net Investment Income	1,363,895.10	3,091,532.70
Net Increase (Decrease) in Fair Value of Investments	(1,939,093.66)	577,754.89
Gain/(Loss) on Sale of Capital Assets	(30,859.57)	
Net Nonoperating Revenues (Expenses)	32,330,754.52	21,888,826.04
Income/(Loss) Before Other Rev., Exp., Gains/(Losses) & Transfers	9,325,577.82	1,442,846.57
Additions to Permanent Endowments	215,184.47	188,550.80
Reclass from / (to) Other Institutions	19,819,513.64	(49,892,162.29)
Transfers Between Institutions & System-Debt Service-Mandatory	(11,566,595.47)	(2,957,957.92)
Transfers Between Institutions & System Admin. - Nonmandatory	535,370.34	57,680,103.65
Transfers to Other State Agencies	(111,181.13)	(71,594.05)
Change in Net Assets	18,217,869.67	6,389,786.76
Beginning Net Assets	90,913,349.51	84,523,562.75
Ending Net Assets	\$ 109,131,219.18	90,913,349.51

UNAUDITED

THE UNIVERSITY OF TEXAS OF THE PERMIAN BASIN
EXHIBIT C - STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2008

	Current Year Totals	Prior Year Totals
Cash Flows from Operating Activities:		
Proceeds from Tuition and Fees	\$ 8,911,777.69	8,163,193.42
Proceeds from Sponsored Programs	10,604,532.20	6,454,976.49
Proceeds from Auxiliaries	2,543,520.64	1,690,361.69
Proceeds from Other Revenues		1,269,928.52
Payments to Suppliers	(7,594,455.85)	(12,690,345.59)
Payments to Employees	(23,078,412.94)	(21,317,090.22)
Payments for Loans Provided	(638,737.51)	(689,724.90)
Proceeds from Loan Programs	458,144.89	1,008,797.98
Payments for Other Expenses	(5,214,859.27)	
Net Cash Provided (Used) by Operating Activities	<u>(14,008,490.15)</u>	<u>(16,109,902.61)</u>
Cash Flows from Noncapital Financing Activities:		
Proceeds from State Appropriations	31,244,466.46	16,471,204.06
Proceeds from Operating Gifts	1,140,766.97	1,805,358.17
Proceeds from Private Gifts for Endowment and Annuity Life Purposes	215,184.47	188,550.80
Payments/Receipts for Transfers to/from System or Oth. Agencies	(98,959.13)	(24,701.59)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>32,501,458.77</u>	<u>18,440,411.44</u>
Cash Flows from Capital and Related Financing Activities:		
Proceeds from Capital Debt Transferred from System (nonmandatory)	11,152,541.09	5,848,541.16
Payments for Additions to Capital Assets	(13,109,023.78)	(6,662,366.92)
Mandatory Transfers to System for Capital Related Debt	(11,566,595.47)	(2,957,957.92)
Net Cash Provided (Used) by Capital & Related Financing Activities	<u>(13,523,078.16)</u>	<u>(3,771,783.68)</u>
Cash Flows from Investing Activities:		
Proceeds from Interest and Investment Income	665,371.89	582,819.61
Proceeds from Interest and Investment Income Held by System	579,310.04	2,441,772.20
Payments to Acquire Investments Held by System	(7,889,913.56)	(1,511,748.12)
Net Cash Provided (Used) by Investing Activities	<u>(6,645,231.63)</u>	<u>1,512,843.69</u>
Net Increase (Decrease) in Cash	<u>(1,675,341.17)</u>	<u>71,568.84</u>
Cash & Cash Equivalents - Beginning of the Year	10,327,374.52	10,255,805.68
Cash & Cash Equivalents - End of the Year	<u>\$ 8,652,033.35</u>	<u>10,327,374.52</u>
Reconciliation of Net Operating Revenues (Expenses) to Net Cash Provided (Used) by Operating Activities:		
Operating Loss	\$ (23,005,176.70)	(20,445,979.47)
Adjustments to Reconcile Operating Loss to Net Cash:		
Depreciation and Amortization Expense	3,651,009.56	3,257,668.91
Bad Debt Expense	229,918.78	
Changes in Assets and Liabilities:		
Receivables	(1,860,439.50)	88,442.87
Inventories	24,005.08	15,969.90
Loans and Contracts	(180,592.62)	319,073.08
Other Assets	(5,553,954.67)	(66,020.46)
Payables	9,069,376.91	(416,027.05)
Due to System	20,641.20	14,220.61
Deferred Income	4,450,884.19	454,072.95
Deposits Held for Others	(318,021.68)	(165,098.95)
Compensated Absence Liability	26,888.06	58,374.49
Other Liabilities	(563,028.76)	775,400.51
Total Adjustments	<u>8,996,686.55</u>	<u>4,336,076.86</u>
Net Cash Provided (Used) by Operating Activities:	<u>\$ (14,008,490.15)</u>	<u>(16,109,902.61)</u>
Noncash Transactions		
Net Increase (Decrease) in Fair Value of Investments	(1,939,093.66)	577,754.89
Miscellaneous Noncash Transactions	(30,859.57)	