



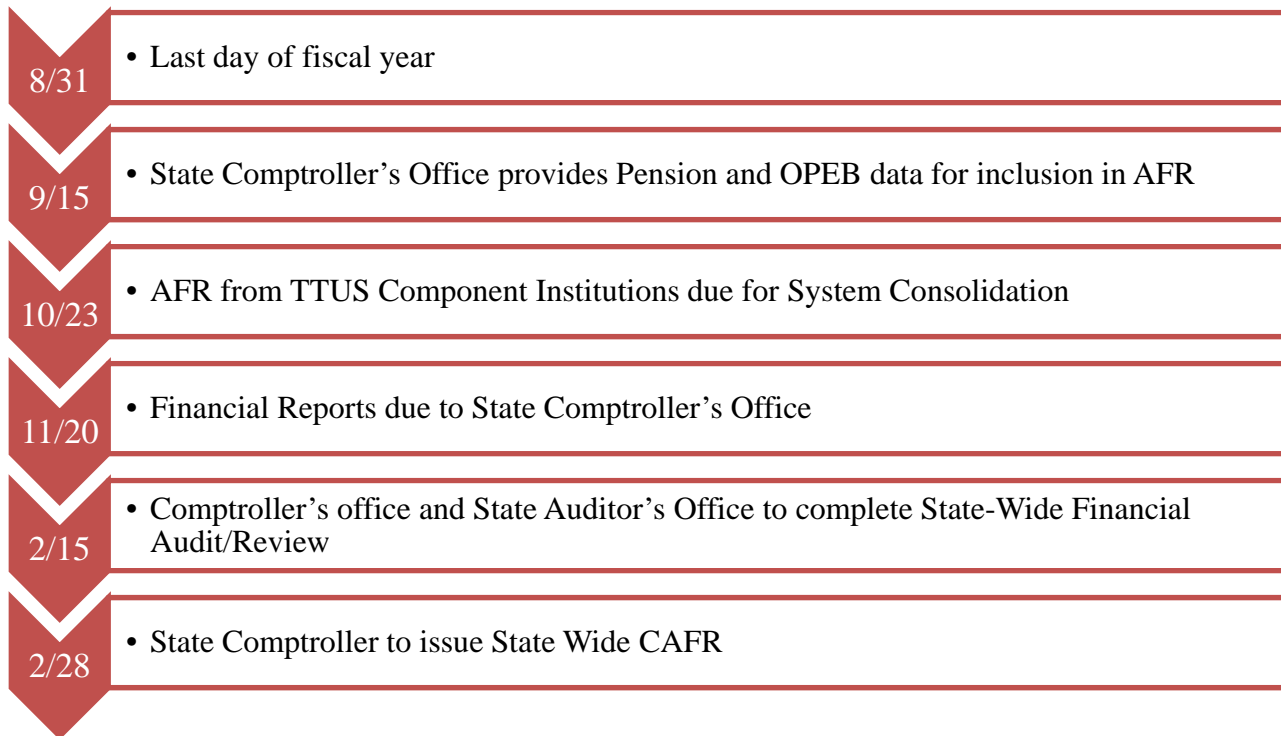
TEXAS TECH UNIVERSITY SYSTEM™

*Review of the*  
**FY 2017 Texas Tech University System  
Combined Annual Financial Report**

Gary Barnes, *TTUS Vice Chancellor and CFO*

March 1, 2018

# Texas Tech University System Timeline for Combined Annual Financial Reporting

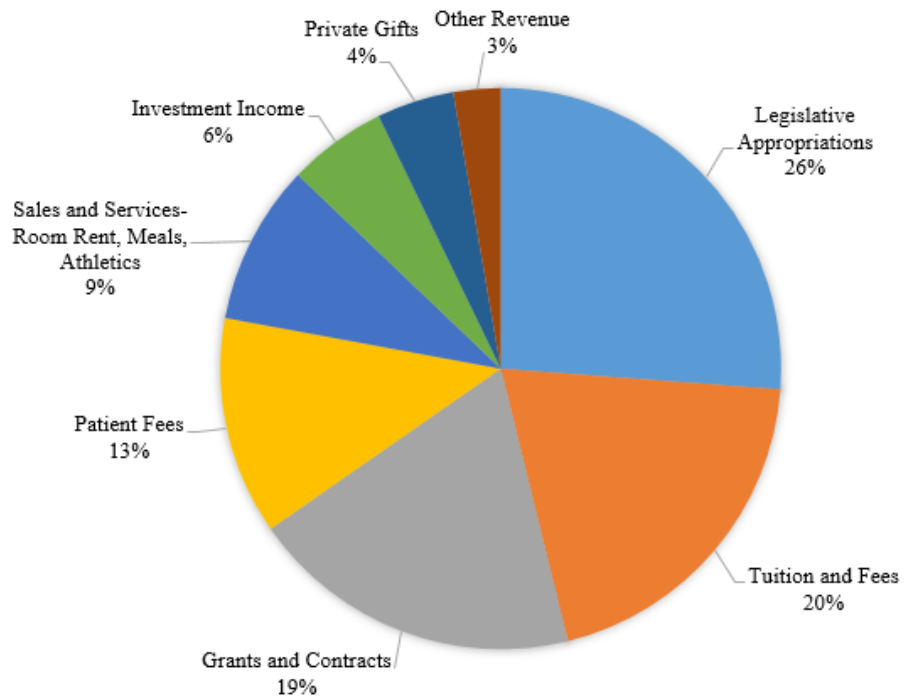




# Revenues, Expenses and Changes in Net Position

	as of August 31 (in thousands)				
	2013	2014	2015	2016	2017
<b>Beginning Net Position</b>	\$ 2,454,563	\$ 2,603,698	\$ 2,685,809	\$ 2,732,250	\$ 2,924,055
<b>Revenues</b>					
Tuition and Fees	347,940	348,344	380,658	404,505	413,532
Patient Fees	230,757	244,555	254,662	262,154	260,173
Sales and Services-Room Rent, Meals, Athletics	152,217	162,286	181,365	185,717	191,103
Grants and Contracts	316,686	347,152	346,389	400,650	397,159
Other Revenue	27,146	31,841	23,202	49,780	56,332
Legislative Appropriations (General Revenue)	399,903	466,857	468,174	515,430	541,934
Private Gifts	109,897	95,216	83,318	123,267	92,253
Investment Income	60,532	113,740	56,594	80,557	117,917
<b>TOTAL REVENUE</b>	<b>1,645,078</b>	<b>1,809,991</b>	<b>1,794,362</b>	<b>2,022,060</b>	<b>2,070,403</b>
<b>Expenses</b>					
Salaries, Wages & Benefits	928,786	996,509	1,049,394	1,105,158	1,184,505
Professional Fees and Services	63,000	64,091	64,588	76,200	80,018
Travel	27,902	31,104	31,396	33,651	33,796
Materials and Supplies	80,734	85,731	90,832	91,457	93,380
Utilities, Rentals & Leases	62,266	62,747	65,952	69,172	75,182
Repairs & Maintenance	37,639	37,706	38,556	38,473	39,357
Interest Expense on Capital Assets, Depreciation	148,285	148,142	154,915	142,400	145,044
Scholarships	65,019	65,817	69,515	77,794	83,208
Other Operating Expenses	111,808	116,649	129,511	170,150	141,139
<b>TOTAL EXPENSES</b>	<b>1,525,439</b>	<b>1,608,496</b>	<b>1,694,659</b>	<b>1,804,455</b>	<b>1,875,629</b>
<b>Other</b>					
Increase (Decrease) in Fair Mkt Value of Inv	29,496	47,998	(59,284)	(26,711)	66,085
Prior Period Adjustment(s)	-	(167,382)	(53)	911	-
<b>Ending Net Position</b>	<b>\$ 2,603,698</b>	<b>\$ 2,685,809</b>	<b>\$ 2,726,175</b>	<b>\$ 2,924,055</b>	<b>\$ 3,184,914</b>

# Sources of Revenue, FY 2017



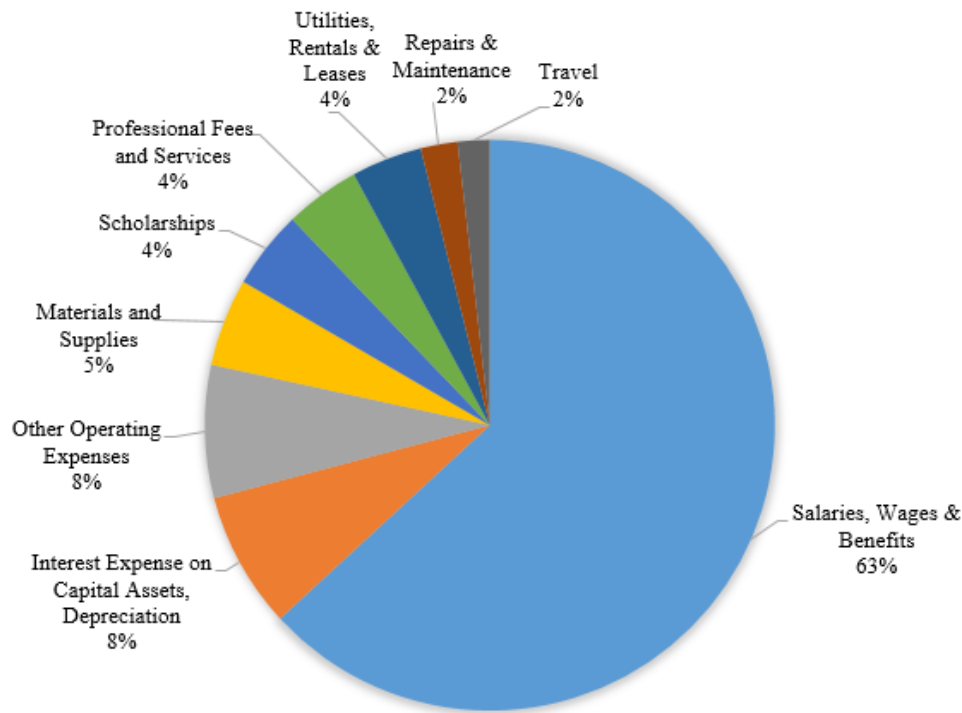
## Revenues (in thousands)

Legislative Appropriations ( <i>General Revenue</i> )	541,934	26%
Tuition and Fees	413,532	20%
Grants and Contracts	397,159	19%
Patient Fees	260,173	13%
Sales and Services-Room Rent, Meals, Athletics	191,103	9%
Investment Income	117,917	6%
Private Gifts	92,253	4%
Other Revenue	56,332	3%

**TOTAL REVENUE** 2,070,403



# Total Expenses, FY 2017

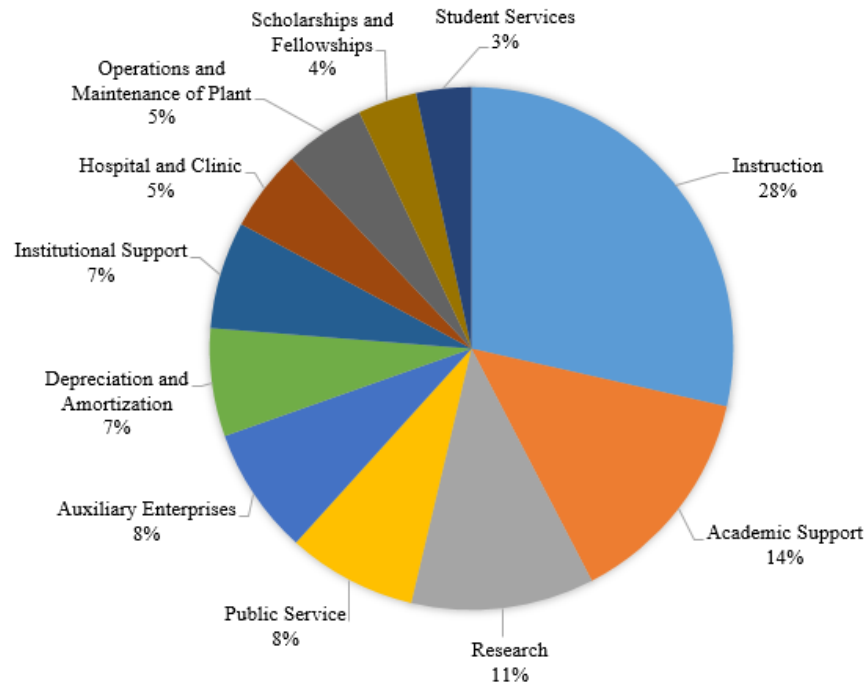


### Expenses (in thousands)

Salaries, Wages & Benefits	1,184,505	63%
Interest Expense on Capital Assets, Depreciation	145,044	8%
Other Operating Expenses	141,139	8%
Materials and Supplies	93,380	5%
Scholarships	83,208	4%
Professional Fees and Services	80,018	4%
Utilities, Rentals & Leases	75,182	4%
Repairs & Maintenance	39,357	2%
Travel	33,796	2%

**TOTAL EXPENSES** 1,875,629

# Operating Expenses by NACUBO Function, FY 2017

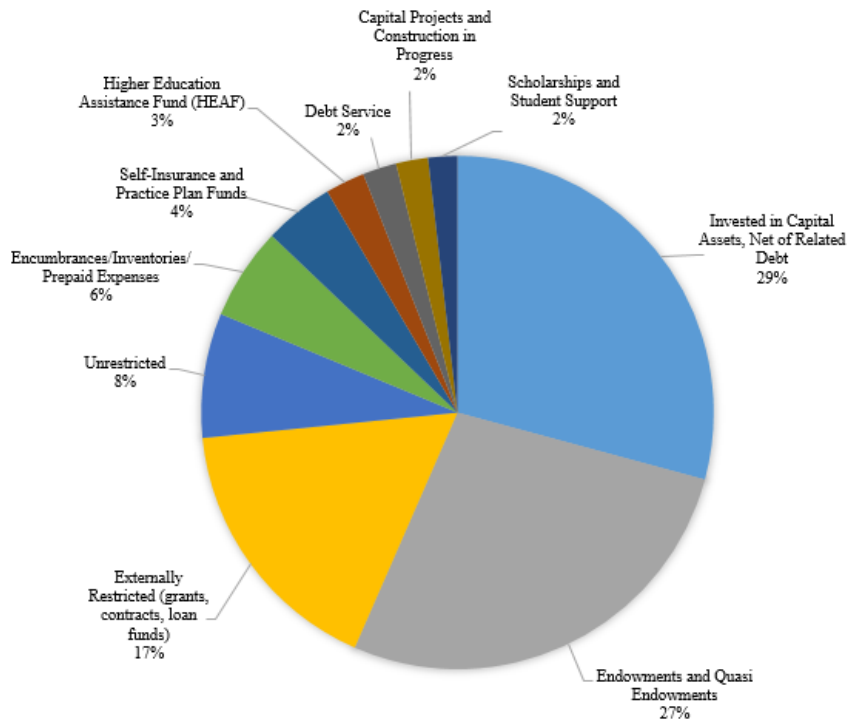


## Operating Expenses by NACUBO Function (in thousands)

Instruction <i>(faculty salaries, academic admin depts, office supplies)</i>	529,677	28%
Academic Support <i>(libraries, academic computing, central academic admin)</i>	256,580	14%
Research	209,642	11%
Public Service <i>(Non-Instructional Medical Services, public broadcasting)</i>	148,298	8%
Auxiliary Enterprises <i>(Athletics, Res Hall, Dining)</i>	145,967	8%
Depreciation and Amortization	123,981	7%
Institutional Support <i>(General Admin, Exec. Mgt, legal/fiscal ops)</i>	123,090	7%
Hospital and Clinic	93,845	5%
Operations and Maintenance of Plant	92,703	5%
Scholarships and Fellowships	67,673	4%
Student Services <i>(admissions, registrar, financial aid)</i>	63,111	3%

**TOTAL OPERATING EXPENSES** 1,854,567

# Net Position, FY 2017



### Net Position (in thousands)

Invested in Capital Assets, Net of Related Debt <i>(buildings, land, equipment)</i>	930,240	29%
Endowments and Quasi Endowments	871,380	27%
Externally Restricted <i>(grants, contracts, loan funds)</i>	536,654	17%
Unrestricted	250,289	8%
Encumbrances/Inventories/Prepaid Expenses	185,721	6%
Self-Insurance and Practice Plan Funds	140,597	4%
Higher Education Assistance Fund (HEAF)	79,100	2%
Debt Service	68,067	2%
Capital Projects and Construction in Progress	64,311	2%
Scholarships and Student Support	58,555	2%

**TOTAL NET POSITION** 3,184,914



TEXAS TECH UNIVERSITY SYSTEM™