



TEXAS TECH UNIVERSITY SYSTEM™

*Review of the*

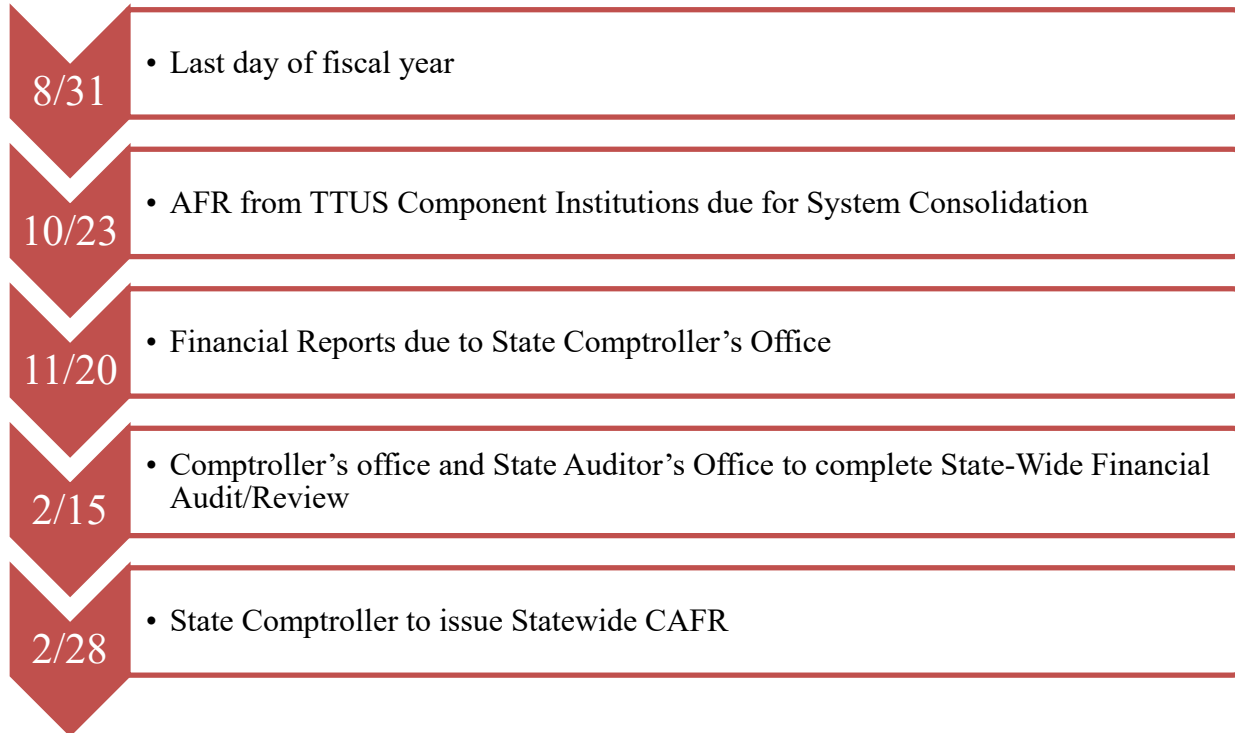
# FY 2019 Texas Tech University System Combined Annual Financial Report

Gary Barnes, *TTUS Vice Chancellor and CFO*

February 27, 2020

# Texas Tech University System

## Timeline for Combined Annual Financial Reporting



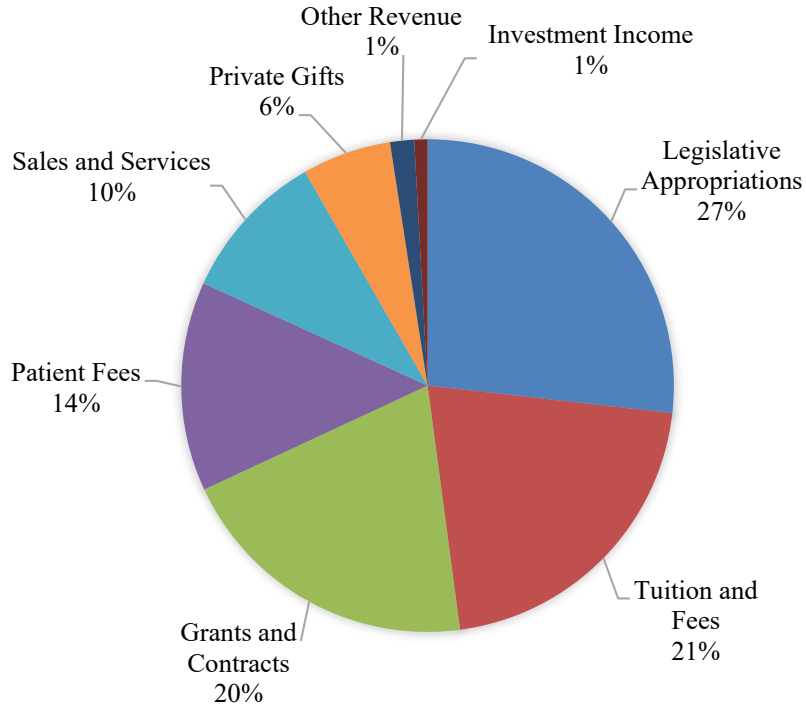
# Revenues, Expenses and Changes in Net Position

## FY 2015 – FY 2019 (In Thousands)



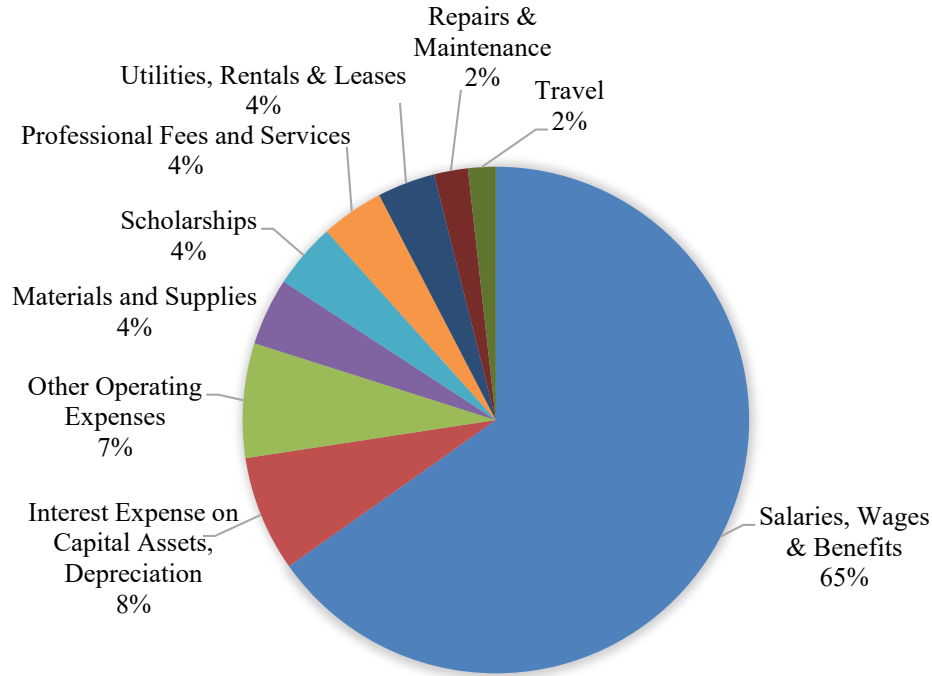
	<i>Restated</i>				
	2015	2016	2017	2018	2019
<b>Beginning Net Position</b>	\$ 2,685,809	\$ 2,732,250	\$ 2,924,055	\$ 2,833,287	\$ 3,019,406
<b>Revenues</b>					
Tuition and Fees	380,658	404,505	413,531	429,180	441,489
Patient Fees	254,662	262,154	260,173	273,361	287,391
Sales and Services <i>(Room Rent, Meals, Athletics)</i>	181,365	185,717	191,103	194,800	207,137
Grants and Contracts	346,389	400,650	397,159	400,522	422,063
Other Revenue	23,202	49,780	56,421	52,567	32,960
Legislative Appropriations <i>(General Revenue)</i>	468,174	515,430	541,934	554,682	560,340
Private Gifts	83,318	123,267	92,203	88,246	122,305
Investment Income	56,594	80,557	117,710	82,715	18,100
<b>TOTAL REVENUE</b>	<b>1,794,362</b>	<b>2,022,060</b>	<b>2,070,234</b>	<b>2,076,073</b>	<b>2,091,785</b>
<b>Expenses</b>					
Salaries, Wages & Benefits	1,049,394	1,105,158	1,184,505	1,219,859	1,401,198
Professional Fees and Services	64,588	76,200	80,018	79,680	86,413
Travel	31,396	33,651	33,796	35,146	37,982
Materials and Supplies	90,832	91,457	93,380	90,384	92,474
Utilities, Rentals & Leases	65,952	69,172	75,182	77,120	79,316
Repairs & Maintenance	38,556	38,473	39,357	43,274	46,296
Interest Expense on Capital Assets, Depreciation	154,915	142,400	145,044	153,369	158,719
Scholarships	69,515	77,794	83,208	83,698	89,467
Other Operating Expenses	129,511	170,150	141,139	151,467	157,008
<b>TOTAL EXPENSES</b>	<b>1,694,659</b>	<b>1,804,455</b>	<b>1,875,629</b>	<b>1,933,997</b>	<b>2,148,873</b>
<b>Other</b>					
Increase (Decrease) in Fair Mkt Value of Inv	(59,284)	(26,711)	65,927	40,631	24,130
Prior Period Adjustment(s)	(53)	911	(351,300)	8,815	5,403
<b>Ending Net Position</b>	<b>\$ 2,726,175</b>	<b>\$ 2,924,055</b>	<b>\$ 2,833,287</b>	<b>\$ 3,024,809</b>	<b>\$ 2,991,851</b>

# Sources of Revenue, FY 2019



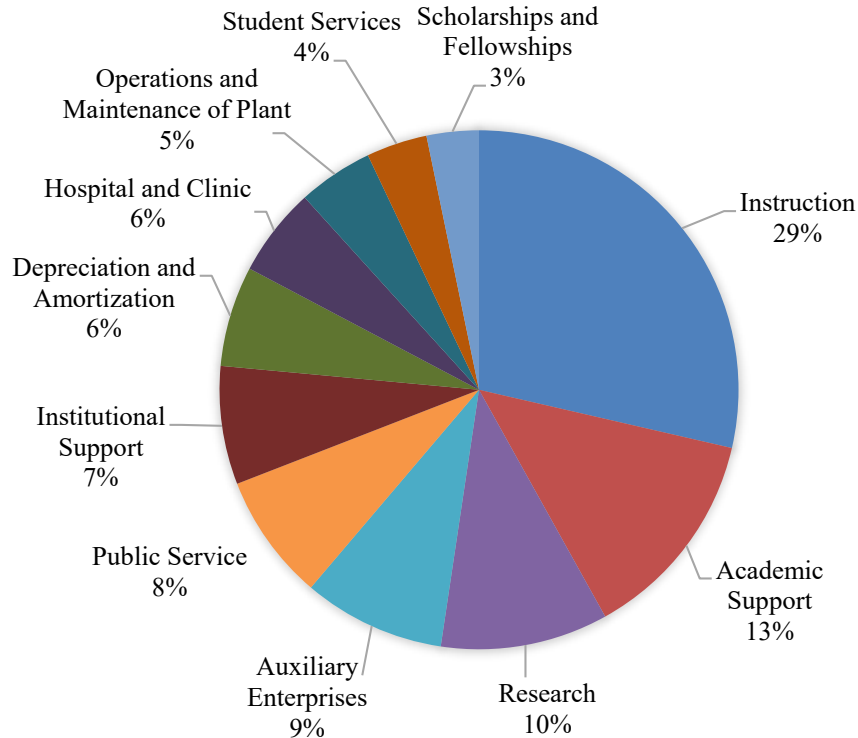
<b>Revenues (in thousands)</b>	<b>FY 2019</b>	
Legislative Appropriations ( <i>General Revenue, HEF, TRB</i> )	560,340	27%
Tuition and Fees	441,489	21%
Grants and Contracts	422,063	20%
Patient Fees	287,391	14%
Sales and Services ( <i>Room Rent, Meals, Athletics</i> )	207,137	10%
Private Gifts	122,305	6%
Other Revenue	32,960	1%
Investment Income	18,100	1%
<b>TOTAL REVENUE</b>	<b>2,091,785</b>	

# Total Expenses, FY 2019



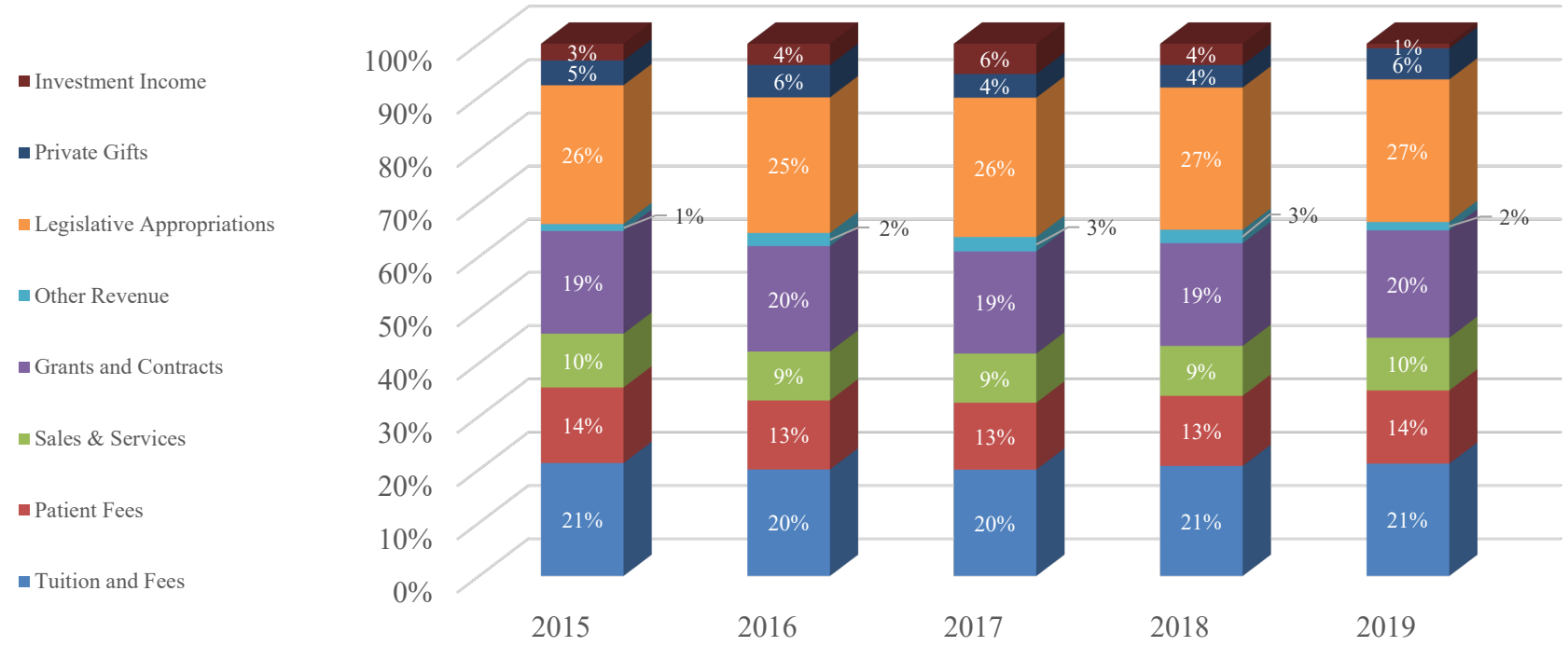
Expenses (in thousands)	FY 2019	
Salaries, Wages & Benefits	1,401,198	65%
Interest Expense on Capital Assets, Depreciation	158,719	7%
Other Operating Expenses	157,008	7%
Materials and Supplies	92,474	4%
Scholarships	89,467	4%
Professional Fees and Services	86,413	4%
Utilities, Rentals & Leases	79,316	4%
Repairs & Maintenance	46,296	2%
Travel	37,982	2%
<b>TOTAL EXPENSES</b>	<b>2,148,873</b>	

# Operating Expenses by NACUBO Function, FY 2019

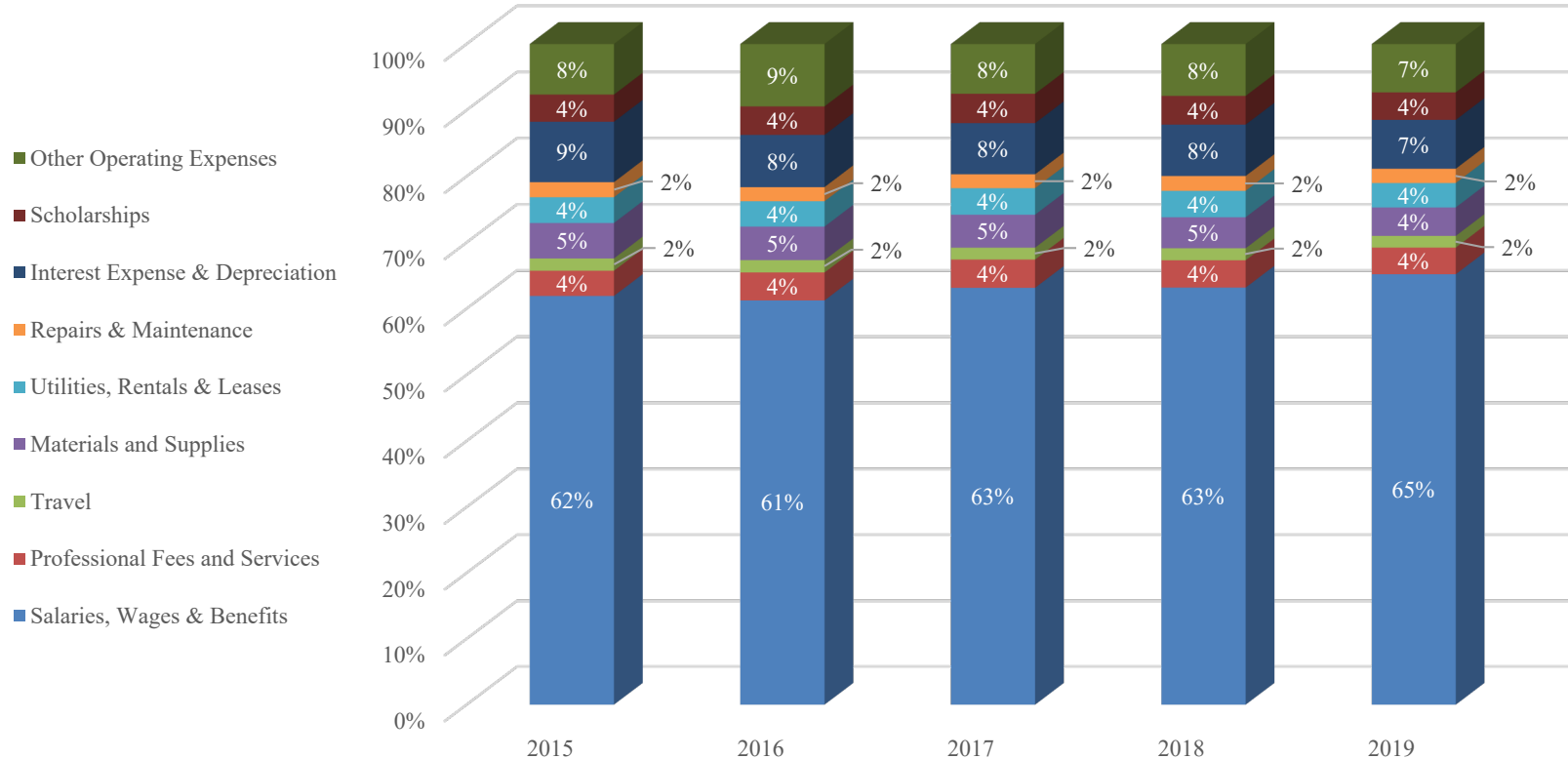


Operating Expenses by NACUBO Function (in thousands)	FY 2019	
Instruction (faculty salaries, academic admin depts, office supplies)	607,270	29%
Academic Support (libraries, academic computing, central academic admin)	282,663	13%
Research	221,683	10%
Auxiliary Enterprises (Athletics, Res Hall, Dining)	188,001	9%
Public Service (SBDC, public broadcasting, TDCJ)	167,478	8%
Institutional Support (General Admin, Exec. Mgt, legal/fiscal ops)	156,443	7%
Depreciation and Amortization	132,919	6%
Hospital and Clinic	117,773	6%
Operations and Maintenance of Plant	99,323	5%
Student Services (admissions, registrar, financial aid)	80,499	4%
Scholarships and Fellowships	69,021	3%
<b>TOTAL OPERATING EXPENSES</b>	<b>2,123,073</b>	

# Analysis of Total Revenues by Category

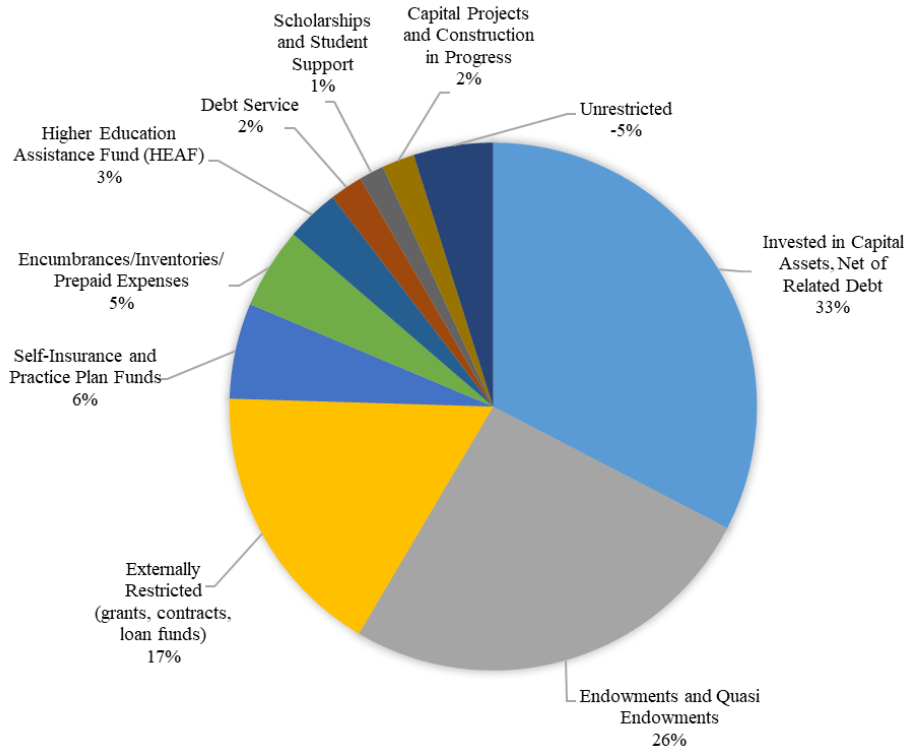


# Analysis of Total Expenses by Category





# Net Position, FY 2019



Net Position (in thousands)	FY 2019	
Invested in Capital Assets, Net of Related Debt <i>(buildings, land, equipment)</i>	1,081,350	36%
Endowments and Quasi Endowments	858,309	29%
Externally Restricted <i>(grants, contracts, loan funds)</i>	562,670	19%
Self-Insurance and Practice Plan Funds	194,213	6%
Encumbrances/Inventories/Prepaid Expenses	165,205	6%
Higher Education Assistance Fund (HEAF)	108,143	4%
Debt Service	66,814	2%
Scholarships and Student Support	50,761	2%
Capital Projects and Construction in Progress	66,136	2%
Unrestricted	(161,750)	-5%
<b>TOTAL NET POSITION</b>	<b><u>2,991,851</u></b>	



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