

CONTINUING DISCLOSURE ANNUAL REPORT

Filed by

BOARD OF REGENTS OF THE TEXAS TECH UNIVERSITY SYSTEM



FISCAL YEAR 2025

Pursuant to Undertaking Provided to
Permit Compliance with SEC Rule 15c2-12
Relating to
Each Issue of the Board's Outstanding Parity Obligations Issued since 1996

Texas Tech University System
Lubbock, Texas

Board of Regents

<u>Name</u>	<u>Term Expiration</u> ⁽¹⁾	<u>Residence</u>
Mrs. Arcilla Acosta.....	January 31, 2027	Dallas, TX
Mr. Cody Campbell	January 31, 2027	Fort Worth, TX
Mr. Pat Gordon	January 31, 2027	El Paso, TX
Mr. Clay Cash.....	January 31, 2029	Lubbock, TX
Mr. Tim Culp	January 31, 2029	Midland, TX
Dr. Shelley Sweatt.	January 31, 2029	Wichita Falls, TX
Mr. Doug McReaken	January 31, 2031	Pearland, TX
Mr. Don Sinclair	January 31, 2031	Houston, TX
Mr. Dustin R. Womble	January 31, 2031	Lubbock, TX

Student Regent⁽²⁾

Mr. Eli Heath

.....	May 31, 2026.....	Flower Mound, TX
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Officers of the Board

Mr. Cody Campbell	Chairman
Mr. Dustin R. Womble.....	Vice Chairman
Mr. Keino McWhinney	Secretary

Principal Administrators

<u>Name</u>	<u>Title</u>
Mr. Brandon Creighton.....	Chancellor
Mr. James Mauldin	Vice Chancellor and Chief Financial Officer
Lt. Gen. Ronnie D. Hawkins Jr.....	ASU President
Dr. Stacia Haynie	MSU President
Dr. Lawrence Schovanec	TTU President
Dr. Lori Rice-Spearman.....	TTUHSC President
Dr. Richard A. Lange.....	TTUHSC at El Paso President

⁽¹⁾ The actual expiration date of the term depends on the date the successor is appointed, qualified and takes the oath of office.

⁽²⁾ Student Regent. Current state law does not allow a Student Regent to vote on any matter before the Board.

This information is being provided by the Board of Regents (“Board”) of the Texas Tech University System (“University System” or “TTUS”) in compliance with the contractual undertaking (“Undertaking”) to provide annual reports of quantitative financial information and operating data (the “Annual Report”), as required by Rule 15c2-12 (“Rule”) of the Securities and Exchange Commission, regarding each issue of the Board’s outstanding Parity Obligations issued since 1996 (“Issues”).

This Annual Report contains financial information and operating data with respect to the University System. Information in this Annual Report has been compiled from the University System’s records and other sources, which are believed by the Board to be reliable. This Annual Report is provided in satisfaction of the Board’s Undertaking, and contains information prescribed by the Rule. The Board does not make any warranty concerning the usefulness of such information to a decision to invest in, hold, or sell bonds, notes, or other obligations payable, in whole or in part, from the sources pledged for the payment of the Issues. Information agreed to be provided by the Board may be reported in full text herein or may be incorporated by reference to certain other publicly available documents. The Board is required by the Undertaking to provide information annually by a date not more than 180 days following the close of its fiscal year, for as long as any of the Issues are outstanding.

General Overview

The Texas Tech University System (“System” or “TTU System”) is composed of a central administrative agency, the Texas Tech University System Administration, and five component institutions – Texas Tech University, Texas Tech University Health Sciences Center, Angelo State University, Midwestern State University, and Texas Tech University Health Sciences Center El Paso. The Board consists of nine members, each of whom is appointed by the Governor of the State of Texas to six-year staggered terms with three new appointments made to the Board every two years. The Board also has one student Regent who serves a one-year term. The Chancellor is the chief executive officer of the TTU System and is appointed by, and reports directly to, the Board. The Chancellor is supported by the Texas Tech University System Administration.

The TTU System is committed to providing the highest quality and most efficient resources and services to its components. Throughout all institutions and centers, the System strives to increase accessibility, enhance instruction and infrastructure formula funding, provide necessary financial aid, produce and commercialize new technologies, strengthen academic quality and reputation, advance research, improve productivity and efficiency, and further the quality and availability of health care for all Texans. The total enrollment across all components is more than 65,900 students.

Texas Tech University (“Texas Tech” or “the University”) is a comprehensive public university created by the State Legislature in 1923 and is now home to more than 42,000 students. From its beginning as a regional technological and liberal arts college, Texas Tech has grown into the colleges of: College of Arts & Sciences, College of Education, College of Health and Human Sciences, College of Media and Communication, Davis College of Agricultural Sciences & Natural Resources, Honors College, Huckabee College of Architecture, Rawls College of Business, Talkington College of Visual & Performing Arts, and Whitacre College of Engineering, as well as the Graduate School, School of Law, and School of Veterinary Medicine. The new Texas Tech University School of Veterinary Medicine, the first new school of veterinary medicine in the State in more than 100 years, is located in Amarillo, Texas.

Texas Tech’s 1,800-acre main campus in Lubbock showcases Spanish Renaissance architecture and is home to one of the country’s largest public art collections. The University’s 13 colleges and schools offer over 150 undergraduate, 100 graduate, and 50 doctoral degree programs. University students are involved in over 550 student organizations and clubs, participate in robust study abroad and international programs and are deeply engaged in service to our communities. Athletics also plays a central role at Texas Tech, with 17 varsity teams competing in the Big XII Conference.

The University is accredited by its regional accrediting body, the Southern Association of Colleges and Schools Commission on Colleges (“SACSCOC”), and colleges and departments of the University are accredited by their respective professional associations. Texas Tech University is one of only 21 schools in the country classified as a Carnegie “Very High Research Activity” institution and a Hispanic Serving Institution. The University is home to the Center for Advancing Sustainable and Distributed Fertilizer Production (“CASFER”), a \$51 million U.S. National Science Foundation Engineering Research Center award. CASFER aims to enable resilient and sustainable food production by developing next-generation, modular, distributed, and efficient technology for capturing, recycling and producing nitrogen-based fertilizers.

The University's main library was completed in 1962 and contains over three million bibliographic items. It is one of the two Regional Depositories for U.S. Government Documents in the State. It includes the Southwest Collection/Special Collections Library and the Architecture Library. Other notable facilities include the Museum at Texas Tech University, including the planetarium, the National Ranching Heritage Center; the International Cultural Center, the Fiber and Biopolymer Research Institute; and the National Wind Institute and its Scaled Wind Farm Technology Institute. The wind research facilities include three active wind turbines provided by Sandia National Laboratories and Vestas, allowing investigation of turbine-to-turbine interactions and innovative rotor technologies, as well as aero-acoustics and structural health of turbines.

Texas Tech University Health Sciences Center ("TTUHSC"). In 1969, the 61st Texas Legislature authorized the creation of the Texas Tech University School of Medicine as a separate multi-campus educational institution. In 1979, the State Legislature expanded the charter to become the Texas Tech University Health Sciences Center. The institution has grown into a comprehensive multi-campus university with Lubbock as the administrative center and campuses in Abilene, Amarillo, Dallas, Midland and Odessa. TTUHSC is composed of a total of six schools: School of Health Professions, Jerry H. Hodge School of Pharmacy, Graduate School of Biomedical Sciences, School of Nursing, School of Medicine, and the Julia Jones Matthews School of Population and Public Health with total enrollment exceeding 5,100 students. These schools are committed to regionalized, multi-campus educational experiences, and to the related biomedical research, graduate studies, patient care and community service required of a health sciences center. A primary effort is made to recruit a balanced group of students, including those who are underserved, diverse in age and with heterogeneous backgrounds in educational and life experiences.

From its inception, TTUHSC has been charged with addressing the health care needs of West Texas, with a special emphasis on rural health care delivery. This geographic service area is predominantly rural, with urban population centers interspersed, and comprises just over half of the State's landmass and 35% of the population.

TTUHSC facilities in Lubbock and Amarillo include academic, clinical, and research facilities. Permian Basin facilities are academic and clinical in both Odessa and Midland; Abilene facilities include academic and research facilities; and the institution also has an academic facility in Dallas.

Angelo State University ("ASU" or "Angelo State") is a public, coeducational university located in San Angelo, Texas. Angelo State was created as Angelo State College in 1965 by an act of the 58th Session of the Texas Legislature in 1963. In May 1967, the first baccalaureate degrees were awarded. The name of the institution was changed to Angelo State University in May 1969. Angelo State was designated as a member of the Texas State University System in 1975, along with Sam Houston State University, Southwest Texas State University, and Sul Ross State University, when the 64th Legislature changed the name of the governing board to the Board of Regents, Texas State University System.

In March 2007, H.B. 3564 was introduced in the Legislature to align Angelo State with the University System. The bill was approved by the full House on April 24, 2007, and by the Senate in a unanimous vote on May 15, 2007. On May 23, 2007, Governor Rick Perry signed the bill. A technical correction to the Texas Constitution to provide for the continuation of Angelo State appropriations upon a change of governance went before voters on November 6, 2007. It was approved, and the Texas Constitution was amended. Effective September 1, 2007, the governance, control, management, and property of Angelo State were transferred from the Board of Regents of the Texas State University System to the Board of Regents of the TTU System.

Angelo State offers 50 bachelor's, 28 master's, and 4 doctoral degrees. The campus houses six academic colleges: College of Arts and Humanities, Norris-Vincent College of Business, College of Education, Archer College of Health and Human Services, College of Science and Engineering, and College of Graduate Studies and Research. Angelo State has been recognized by Princeton Review for the 17th consecutive year and is one of the top six public universities in the State and among the best 391 nationally for 2026. The 268-acre residential campus accommodates an enrollment of 12,003 and is one of the safest and most technologically sophisticated in Texas. The university offers nationally recognized programs in agriculture, educator preparation, nursing, computer science, field biology and physics. In addition to strong academic programs, Angelo State is known for its Academic Scholarship Program, which is funded by an approximate \$152 million Carr Foundation endowment, one of the largest such scholarship endowments at a regional university in the nation. Scholarships funded by the Carr Foundation benefit one of every two current Angelo State University students. Since the

Carr program was first initiated in 1981, Angelo State has awarded more than \$149 million in scholarships to students. For the eighth straight year, Angelo State has been named a national “College of Distinction” by the Colleges of Distinction print and online college guide that recognizes colleges and universities implementing best practices in higher education

Texas Tech University Health Sciences Center El Paso (“TTUHSC El Paso”) was established as the fourth member institution of the TTU System pursuant to legislation signed by Governor Rick Perry on May 18, 2013. From its establishment in 1973 until its designation as a separate member institution in 2013, TTUHSC El Paso operated as a regional campus under the Texas Tech University Health Sciences Center. Since 1973, the TTUHSC El Paso campus has grown significantly to serve the El Paso community through education, research, and patient care. Programs include the Paul L. Foster School of Medicine, Gayle Greve Hunt School of Nursing, and L. Frederick Francis Graduate School of Biomedical Sciences, where students receive a comprehensive, practical education preparing them for the health care field. In April 2018, the Texas Higher Education Coordinating Board acknowledged the addition of the Woody L. Hunt School of Dental Medicine to TTUHSC El Paso. El Paso, the sixth most populous city in the State and twenty-second in the U.S., is a medical hub of West Texas and Southern New Mexico. The region has been federally designated as a medically underserved area. TTUHSC El Paso is the only health-related educational institution on the U.S.-Mexico border.

Midwestern State University (“MSU Texas”) is a public co-educational institution. It was established in 1922 as Wichita Falls Junior College, the first municipal junior college in Texas. In 1937, in honor of a gift to the institution by Mr. and Mrs. John G. Hardin, Wichita Falls Junior College was renamed Hardin Junior College. When the senior college division was established in 1946, the institution's name became Hardin College. In January 1950, the name was changed to Midwestern University. On September 1, 1961, Midwestern University became a part of the Texas colleges and universities system, and the junior college division was dissolved. The institution became Midwestern State University in 1975.

Over its first century, MSU Texas has grown into a comprehensive regional university with 5,200 students at its main Wichita Falls, Texas campus and a distance-learning support center in Flower Mound, Texas. MSU Texas became the fifth member of the TTU System in September 2021, a testament to the growth and exceptional reputation of the university throughout the State. The campus houses six academic colleges and a graduate school: Dillard College of Business Administration, Lamar D. Fain College of Fine Arts, Robert D. & Carol Gunn College of Health Sciences & Human Services, McCoy College of Mathematics, Science & Engineering, Prothro-Yeager College of Humanities & Social Sciences, Gordon T. & Ellen West College of Education, and Dr. Billie Doris McAda Graduate School. Each of the six colleges offers programs independently accredited by both national and regional accrediting bodies.

MSU Texas offers 49 undergraduate and 27 graduate programs, including its first doctoral program in education in 2021. With a student-to-faculty ratio of 16:1, smaller class sizes allow faculty to provide students with individual attention and make meaningful connections, promoting high-quality education and student success. MSU Texas students represent 44 states and 55 foreign countries. The university provides extensive learning resources and a dedicated teaching faculty of active scholars and experienced professional teachers.

MSU Texas is the only university in Texas to become a member of the Council of Public Liberal Arts Colleges and, in 2009, was designated by the Texas Legislature in state statute as a public liberal arts university. The university boasts small class sizes and a thriving undergraduate research program and offers study abroad programs in Spain, England, France, Germany, and Grenada, West Indies.

In addition to the quality education students receive at MSU Texas, they also have opportunities to engage in the campus and local communities through more than 100 student organizations and 13 NCAA Division II sports offered to enrich the university experience. In 2025, MSU Texas men’s soccer won the NCAA Division II final, clinching the school’s first national championship. In 2022, Midwestern State commemorated 100 years since its inception. With the theme “Spirit Always Bold,” the centennial year honored the university’s rich history, celebrated its vibrant present, and envisioned an exciting future for Midwestern State.

Accreditation The institutions, agencies, and services comprising the TTU System are members of the following professional associations and accredited by those which apply accreditation standards: Commission on Colleges of the Southern Association of Colleges and Schools; National Commission on Accrediting; Association of Texas Colleges and Universities; American Council on Education; Association of American Colleges; American Association of State Colleges

and Universities, Council on Higher Education; Association of Urban Universities; National Association of State Universities and Land-Grant Colleges; and Liaison Committee on Medical Education.

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Pledged Revenues

As outlined in the Master Resolution, Parity Obligations are secured by Pledged Revenues of the University System’s Revenue Financing System. The Pledged Revenues consist of Revenue Funds and lawfully available (unappropriated) reserve and fund balances with certain exceptions. Revenue Funds are defined in Section 55.01 of the Texas Education Code as revenues, incomes, receipts, rentals, rates, charges, fees, grants, and tuition levied or collected from any public or private source by an institution of higher education, including interest or other income from those funds. All financial sums include MSU. At the publishing of this report, MSU’s prior encumbered parity obligations are *not* part of the University System Revenue Financing System (“RFS”) Parity Obligations and are reported separately within this disclosure.

Set forth below is the information relating to the University System’s Pledged Revenues for the last five fiscal years.

Pledged Revenues and Balances Available for Debt Service (\$000)

	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
Available Pledged Revenues Not Including Fund Balances ⁽¹⁾	834,127	795,951	932,849	1,052,915	1,086,673
Available Pledged Revenues Fund Balances ⁽²⁾	962,499	1,256,623	1,288,305	1,358,885	1,596,751
Total Pledged Revenues and Pledged Fund Balances⁽³⁾	\$ 1,796,626	\$ 2,052,574	\$ 2,221,154	\$ 2,411,800	\$2,683,424

⁽¹⁾ Excludes (i) amounts received from the Higher Education Fund pursuant to Article VII, Section 17 of the State Constitution, and (ii) State appropriations for the reimbursement of debt service on certain revenue bonds issued to fund hereinafter-defined CCAPs. See “Additional Sources of Payment: HEF and Additional Appropriations” below.

⁽²⁾ In addition to current year’s Pledged Revenues, any unappropriated or reserve fund balances remaining at Fiscal Year-end are available for payment of debt service on Parity Obligations coming due during the subsequent year. In addition, historically, the Board has set aside certain reserve fund balances for specified University System purposes.

⁽³⁾ All financial sums include revenues attributable to Midwestern State. Outstanding obligations previously issued by or on behalf of Midwestern State, prior to Midwestern State becoming a Participant in the Revenue Financing System on September 1, 2021, constitute Prior Encumbered Obligations under the Master Resolution. The pledge of Midwestern State’s revenues as Pledged Revenues under the Master Resolution is subject and subordinate to such outstanding Prior Encumbered Obligations. The Total Pledged Revenues and Pledged Fund Balances attributable to Midwestern State in Fiscal Years 2021, 2022, 2023 and 2024 were \$102,280,310, \$85,629,218, \$92,391,877, \$90,120,604, and \$90,206,655 respectively.

Additional Sources of Payment: Higher Education Fund “HEF” Appropriations (\$000)

	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
Available HEF Appropriations	<u>88,811</u>	<u>91,490</u>	<u>91,490</u>	<u>91,490</u>	<u>140,808</u>
Total	\$ 88,811	\$ 91,490	\$ 91,490	\$ 91,490	\$ 140,808

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Outstanding Obligations as of February 28, 2026

TTUS Outstanding Parity Obligations & Other Debt Obligations

	Total
TTUS RFS Taxable Bonds 2015B	\$ 49,905,000
TTUSRFS Tax-Exempt Bonds 2017A ⁽¹⁾	44,120,000
TTUS RFS Taxable Bonds 2017B ⁽¹⁾	107,215,000
TTUS RFS Taxable Bonds 2020	255,990,000
TTUS RFS Tax-Exempt Bonds 2023A ⁽¹⁾	188,340,000
TTUS RFS Taxable Bonds 2023B	24,075,000
TTUS RFS Taxable Bonds 2025A ⁽¹⁾	298,085,000
TTUS RFS Taxable Bonds 2025B	36,515,000
Total TTUS RFS Parity Obligations	\$ 1,004,245,000
TTUS RFS Commercial Paper Notes, Series A ⁽²⁾	\$ 79,232,000
Total Outstanding Debt Obligations	\$ 1,083,477,000

- ⁽¹⁾ All or a portion of these bonds constitute revenue bonds that qualify for reimbursement from State appropriations for debt service payments for Capital Construction Assistance Projects (“CCAP”). The amount budgeted by the State Legislature for reimbursement to the University System of CCAP debt service for Fiscal Year 2026 is \$56,865,857, of which a portion is reimbursement for debt service of Midwestern State’s Prior Encumbered Obligations – Midwestern State Outstanding Obligations”. Future reimbursement by the State for CCAP debt service payments is entirely subject to future appropriations by the State Legislature in each subsequent State biennium.
- ⁽²⁾ The maximum outstanding aggregate Commercial Paper amount is \$150,000,000

MSU Prior Encumbered Obligations

Prior Encumbered Obligations of Midwestern State and are secured solely by a prior lien on the pledged revenues of Midwestern State.

	Total ⁽²⁾
MSU RFS Series 2016A ⁽¹⁾	\$44,520,000
MSU RFS Series 2016B	6,885,000
Total	\$51,405,000

- ⁽¹⁾ All or a portion of these bonds constitute revenue bonds that qualify for reimbursement from State appropriations for debt service payments for Capital Construction Assistance Projects (“CCAP”). Future reimbursement by the State for debt service payments is entirely subject to future appropriations by the State Legislature in each subsequent State biennium. The amount budgeted by the State Legislature for reimbursement to the University System of CCAP debt service for Fiscal Year 2026 is \$8,383,225.
- ⁽²⁾ Midwestern State’s outstanding Prior Encumbered Obligations are recognized in the University System’s Fiscal Year 2025 Annual Combined Financial Report in accordance with GASB guidelines, but do not constitute Parity Obligations under the TTUS Master Resolution.

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Set forth below is a summary of the debt service requirements of the TTUS Parity as of February 28, 2026, excluding commercial paper:

TTUS Debt Service as of 02/28/2026

Date	Principal	Interest	Total
8/31/2026	\$ -	\$ 20,457,908	\$ 20,457,908
8/31/2027	61,970,000	39,731,199	101,701,199
8/31/2028	63,230,000	37,303,282	100,533,282
8/31/2029	67,145,000	34,693,645	101,838,645
8/31/2030	76,350,000	31,867,131	108,217,131
8/31/2031	62,305,000	29,091,082	91,396,082
8/31/2032	58,595,000	26,502,000	85,097,000
8/31/2033	48,510,000	24,148,980	72,658,980
8/31/2034	48,840,000	21,972,039	70,812,039
8/31/2035	54,740,000	19,718,859	74,458,859
8/31/2036	41,855,000	17,632,776	59,487,776
8/31/2037	24,730,000	16,155,578	40,885,578
8/31/2038	25,910,000	15,032,201	40,942,201
8/31/2039	25,195,000	13,894,503	39,089,503
8/31/2040	160,420,000	10,850,416	171,270,416
8/31/2041	17,865,000	7,968,496	25,833,496
8/31/2042	15,090,000	7,201,893	22,291,893
8/31/2043	15,830,000	6,517,807	22,347,807
8/31/2044	16,530,000	5,870,157	22,400,157
8/31/2045	17,345,000	5,116,800	22,461,800
8/31/2046	8,390,000	4,489,793	12,879,793
8/31/2047	8,805,000	4,070,528	12,875,528
8/31/2048	9,245,000	3,630,153	12,875,153
8/31/2049	9,705,000	3,167,597	12,872,597
8/31/2050	10,200,000	2,681,536	12,881,536
8/31/2051	10,135,000	2,179,050	12,314,050
8/31/2052	10,615,000	1,700,106	12,315,106
8/31/2053	11,075,000	1,239,194	12,314,194
8/31/2054	11,560,000	758,200	12,318,200
8/31/2055	12,060,000	256,275	12,316,275
Total	\$1,004,245,000	\$415,899,180	\$1,420,144,180

Note: This debt service does not include any prior encumbered parity obligations of MSU before 9/1/2021 when it became a member of the University System.

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Set forth below is a summary of the debt service requirements of the MSU Prior Encumbered Obligations as of February 28, 2026:

MSU Debt Service as of 02/28/2026				
Date	Principal	Interest	Total	
8/31/2026	\$ -	\$ 1,041,606	\$	1,041,606
8/31/2027	4,690,000	1,974,948		6,664,948
8/31/2028	4,905,000	1,752,607		6,657,607
8/31/2029	5,130,000	1,539,939		6,669,939
8/31/2030	5,175,000	1,341,102		6,516,102
8/31/2031	5,375,000	1,136,309		6,511,309
8/31/2032	5,590,000	922,401		6,512,401
8/31/2033	5,815,000	698,833		6,513,833
8/31/2034	6,050,000	465,344		6,515,344
8/31/2035	4,715,000	252,231		4,967,231
8/31/2036	3,960,000	79,200		4,039,200
Total	51,405,000	11,204,520		62,609,520

Note: The MSU debt service is solely for prior encumbered parity obligations as part of the MSU Revenue Finance System (RFS) prior to its membership into the University System on 9/1/2021.

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Enrollment

Set forth below is the fall semester headcount and full-time equivalent enrollment at the University System for each of the last five fall semesters:

<u>Headcount Enrollment Information</u>					
	Fall 2025	Fall 2024	Fall 2023	Fall 2022	Fall 2021
<u>Undergraduate:</u>					
Texas Tech University	33,938	32,580	32,635	32,729	33,256
Health Sciences Center	1,631	1,482	1,374	1,448	1,468
Health Sciences Center at El Paso	249	242	235	258	267
Angelo State University	10,103	9,779	9,623	9,144	9,213
Midwestern State University	4,379	4,303	4,508	4,818	5,041
Undergraduate Total	50,300	48,386	48,375	48,397	49,245
<u>Graduate & Professional:</u>					
Texas Tech University	8,271	8,177	8,138	7,799	7,410
Health Sciences Center	3,721	3,632	3,516	3,688	3,910
Health Sciences Center at El Paso	812	755	687	597	518
Angelo State University	1,900	1,763	1,627	1,456	1,613
Midwestern State University	908	1,021	1,065	966	756
Graduate Total	15,612	15,348	15,033	14,506	14,207
Total	65,912	63,734	63,408	62,903	63,452

<u>Full-Time Equivalent Enrollment Information</u>					
	Fall 2025	Fall 2024	Fall 2023	Fall 2022	Fall 2021
<u>Undergraduate:</u>					
Texas Tech University	32,631	31,410	30,811	30,645	30,754
Health Sciences Center	1,478	1,415	1,319	1,330	1,393
Health Sciences Center at El Paso	246	234	223	243	243
Angelo State University	7,512	7,255	6,943	6,679	6,862
Midwestern State University	3,785	3,679	3,619	3,827	4,093
Undergraduate Total	45,652	43,993	42,915	42,724	43,345
<u>Graduate & Professional:</u>					
Texas Tech University	6,746	6,773	6,340	6,013	5,550
Health Sciences Center	3,220	3,173	3,029	3,161	3,330
Health Sciences Center at El Paso	808	750	682	595	516
Angelo State University	1,565	1,360	1,321	1,160	1,313
Midwestern State University	579	685	701	612	452
Graduate Total	12,918	12,741	12,073	11,541	11,161
Total	58,570	56,734	54,987	54,265	54,506

Note: Enrollment numbers for MSU are reflected after its membership into the TTUS on 9/1/2021.

Admissions and Matriculation

Set forth below is the information relating to admissions and matriculation for the University System for each of the last five fall semesters:

	2025	%	2024	%	2023	%	2022	%	2021	%
<u>Freshman:</u>										
Applications Submitted	53,072		48,515		44,483		44,833		41,138	
Applications Accepted	39,338	74%	37,534	75%	32,871	74%	31,966	71%	29,014	71%
Matriculation	9,962	25%	9,214	26%	9,544	29%	8,875	28%	8,676	30%
Matriculation from outside state	832	8%	872	9%	761	8%	872	10%	795	9%
<u>Transfers:</u>										
Applications Submitted	9,490		7,791		7,146		7,601	-	8,390	
Applications Accepted	6,468	68%	6,110	80%	5,480	77%	5,509	72%	6,216	74%
Matriculation	4,429	66%	3,932	61%	3,651	67%	3,723	68%	4,077	66%
Matriculation from outside state	440	10%	411	12%	375	10%	359	10%	391	10%
<u>Graduates:</u>										
Applications Submitted	24,669		26,068		26,938		24,976		25,059	
Applications Accepted	9,463	38%	9,087	35%	9,088	34%	8,372	34%	7,124	28%
Matriculation	4,539	48%	4,457	49%	4,316	47%	4,241	51%	3,923	55%
Matriculation from outside state	1,001	22%	1,045	23%	1,296	30%	1,177	28%	1,004	26%

Note: Admissions and matriculation numbers for MSU are reflected after its membership into the TTUS on 9/1/2021. Admission/matriculation data has been revised to reflect fall term admittance only data for all components.

Degrees Conferred

Set forth below is a listing of degrees conferred by the member institutions during each of the last five years:

Total Degrees Conferred					
<u>Institutions:</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Texas Tech University	8,980	9,140	9,881	9,973	10,258
Angelo State	1,878	2,002	1,848	1,765	1,853
The Health Sciences Center	2,280	2,458	2,383	2,355	2,340
Health Sciences Center at El Paso	323	284	286	290	341
Midwestern State University	1,349	1,395	1,379	1,415	1,364
Total	14,810	15,279	15,777	15,798	16,156

Note: Degree numbers for MSU are reflected after its membership into the TTUS on 9/1/2021. Prior enrollment numbers were reported independently.

Financial Management- Financial Statements

The University System is an agency of the State and its financial records reflect compliance with applicable State statutes and regulations. The fiscal year of the State and the University System begins on September 1 of each year. Annually, an unaudited financial report, dated as of August 31, is prepared for the University System no later than November 20 and then delivered to the Governor and the State Comptroller of Public Accounts. The State in turn issues an audited Annual Comprehensive Financial Report (“ACFR”), prepared in accordance with generally accepted accounting principles, encompassing all activities generally considered part of the State. The State Auditor’s Office annually audits the general-purpose activities of the State and contracts with an outside firm to audit certain portions in compliance with federal audit procedures. Both the State Auditor and contracted auditing firm each express an opinion of the ACFR. However, neither the State Auditor nor the contracted auditing firm express opinions on the financial reports of individual agencies and/or member units, including the University System. Therefore, no independent audit of the University System is required.

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Set forth below reflects the condensed statement of net position of the University System as of August 31, 2021 through 2025.

**Condensed Statement of Net Position (unaudited)
as of August 31, 2025
(In Thousands)**

Assets and Deferred Outflows:	Restated 2021⁽¹⁾	Restated 2022⁽¹⁾	Restated 2023⁽¹⁾	Restated 2024⁽²⁾	2025⁽²⁾
Current Assets	821,928	929,024	992,299	1,110,291	1,450,885
Capital Assets, Net	1,953,276	2,137,814	2,152,863	2,366,572	2,446,418
Other Assets	3,065,375	3,207,056	3,768,721	4,086,935	4,373,177
Total Assets	\$5,840,579	\$6,273,893	\$6,913,883	\$7,563,798	\$8,270,480
Total Deferred Outflows	\$534,081	\$406,266	\$292,510	\$202,953	\$150,868
Total Assets and Deferred Outflows	\$6,374,660	\$6,680,159	\$7,206,393	\$7,766,751	\$8,421,348
Liabilities and Deferred Inflows:					
Current Liabilities	619,824	690,551	722,345	967,184	761,005
Non-Current Liabilities	2,021,971	2,071,371	2,294,936	2,214,596	2,379,339
Total Liabilities	\$2,641,795	\$2,761,922	\$3,017,281	\$3,181,780	\$3,140,344
Total Deferred Inflows	\$334,248	\$391,309	\$403,633	\$359,586	\$317,677
Total Liabilities and Deferred Inflows	\$2,976,043	\$3,153,231	\$3,420,914	\$3,541,366	\$3,458,021
Net Position:					
Net Investment in Capital Assets	1,149,262	1,195,007	1,299,940	1,311,429	1,386,701
Restricted, Expendable	715,989	769,217	842,731	980,220	1,298,322
Restricted, Non-Expendable	828,326	895,202	927,485	1,002,712	1,101,692
Unrestricted	705,040	667,502	715,323	931,025	1,176,611
Total Net Position	\$3,398,617⁽¹⁾	\$3,526,928⁽¹⁾	\$3,785,479	\$4,225,386	\$4,963,326

Note: Totals may not add due to rounding

Net position for 2021 does not include Midwestern State.

(1) Fiscal Year 2021 and Fiscal Year 2022 included restatements related to implementation of GASB 87, which resulted in restatements to capital assets and right to use assets. Fiscal Year 2022 restatement also included adjustments to add Midwestern State University beginning balances related to pension and OPEB into the University System consolidated financial records. Fiscal Year 2023 restatements included restatements related to implementation of GASB 94 and GASB 96, which resulted in restatements to right to use lease assets. Fiscal Year 2024 beginning net position was restated to include Midwestern State University Foundation's beginning net position as a new component unit of the University System consolidated financials.

(2) The University System's financial statements for fiscal year 2024 and 2025 do not reflect Texas Tech University's share of the market value of the TUF as of August 31st as a true endowment for reporting purposes. Based on the TUF's market value as of August 31, 2025 of \$5,316,500,319, Texas Tech's University's share was \$1,139,250,068

Set forth below reflects the condensed statement of revenues, expenses, and changes in net position of the University System as of August 31, 2021 through 2025.

	Restated 2021	Restated 2022	Restated 2023	Restated 2024	2025
Operating Revenues	1,348,554	1,585,654	1,652,941	1,710,735	1,720,762
Operating Expenses	2,160,236	2,472,512	2,617,273	2,739,729	2,732,668
Operating Income (Loss)	\$(811,682)	\$(886,858)	\$(964,333)	\$(1,028,994)	\$(1,011,906)
Non-Operating Revenues (Expenses)	1,116,084	695,898	1,006,406	1,183,110	1,436,673
Income (Loss) before Other Revenues, Expenses, Gains, Losses and Transfers	304,402	(190,960)	42,073	154,116	424,767
Other Revenues, Expenses, Gains, Losses and Transfers	165,391	371,909	200,306	258,725	313,173
Changes in Net Position	\$469,793	\$180,949	\$242,379	\$412,841	\$737,940
Beginning Net Position (September 1)	2,953,383	3,398,617	3,526,928	3,785,479	4,225,386
Restatement	(24,559)	(52,638)	16,171	27,067	-
Restated Beginning Net Position (September 1)	2,928,824 ⁽¹⁾	3,345,979 ⁽¹⁾	3,543,100 ⁽¹⁾	3,812,545 ⁽¹⁾	4,225,386
Ending Net Position (August 31)	\$3,398,617	\$3,526,928	\$3,785,479	\$4,225,386	\$4,963,326

Note: Changes in net position for 2021 do not include Midwestern State.

⁽¹⁾ Fiscal Year 2021 and Fiscal Year 2022 included restatements related to implementation of GASB 87, which resulted in restatements to capital assets and right to use assets. Fiscal Year 2022 restatement also included adjustments to add Midwestern State University beginning balances related to Pension and OPEB into the University System consolidated financial records. Fiscal Year 2023 restatements included restatements related to implementation of GASB 94 and GASB 96, which resulted in restatements to right to use lease assets. Fiscal Year 2024 beginning net position was restated to include Midwestern State University Foundation's beginning net position as a new component unit of the University System consolidated financials.

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Set forth below reflects the condensed statement of cash flows of the University System as of August 31, 2021 through 2025.

	Restated 2021	Restated 2022	Restated 2023	Restated 2024	2025
Cash Flow From					
Operating Activities	517,477	(620,869)	(675,498)	(767,231)	(801,376)
Non-capital Financing Activities	689,719	892,495	830,777	890,581	987,589
Capital and Related Financing Activities	165,320	(118,611)	88,668	(187,343)	(263,488)
Investing Activities	(78,541)	(135,451)	(27,173)	40,973	55,837
Total Net Cash Flows	(71,619)	17,564	216,774	(23,020)	(21,438)
Beginning Cash & Cash Equivalents - September 1	469,135	397,517	415,081	631,855	612,200
Restatement to Beginning Cash & Cash Equivalents	-	-	-	3,365 ⁽¹⁾	-
Restated Cash & Cash Equivalents - Sept 1	469,135	397,517	415,081	635,220	612,200
Ending Cash & Cash Equivalents - August 31	397,517	415,081	631,855	612,200	590,762

⁽¹⁾ FY24 beginning cash & cash equivalents were restated to include Midwestern State University Foundation's beginning cash & cash equivalents, as a new component unit of the University System consolidated financials.

Selected Financial Information

State General Revenue Appropriations The operations of the member institutions are heavily dependent upon the continued support of the State pursuant to the biennial appropriations process initiated by the Texas Legislature. State appropriations for public higher education institutions are primarily allocated through funding formulas. TTUS member institutions are eligible to receive additional distributions such as the Higher Education Fund for certain capital expenditures and Capital Construction Assistance Projects for certain debt service. Further information on those are detailed below. The most recent legislative session (the 89th) ended on June 2nd, 2025 of which the State Legislature adopted a budget for the 2026-27 biennium beginning September 1, 2025. The University System can provide no assurances with respect to any future appropriations by the State Legislature. Future levels of State appropriations are dependent upon the ability and willingness of the State Legislature to make appropriations to the University System taking into consideration the availability of financial resources and other potential uses of such resources.

Numbers below indicate State Formula Funding (less Board Authorized Tuition) for each member institution in the following amounts for Fiscal Years 2022 through 2027

	State Formula Funding (\$000)					
	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
Texas Tech University System	\$351,696	\$351,696	\$418,566	\$418,566	\$455,322	\$455,322

Higher Education Fund Appropriations. The Participants each receive a portion of an annual appropriation of funds made by the State Legislature to the Higher Education Fund ("HEF") pursuant to the provisions of Article VII, Section 17 of the State Constitution. The annual allocation to the University System for fiscal years 2022 through 2026 is set forth below:

	Higher Education Fund Appropriations (\$000)				
	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
Texas Tech University System	\$88,811	\$91,490	\$91,490	\$91,490	\$140,808

Capital Construction Assistance Projects (“CCAP”) A portion of future Parity Obligations of the University System will constitute CCAP Bonds authorized by the Texas Legislature for specific capital improvement projects, to be repaid by the institution by revenues from tuition. Though legally secured through an institution’s tuition and fee revenue, historically the state has used general revenue to reimburse the universities for debt service for these bonds. These Parity Obligations are defined by Texas Senate Bill 52 amending Chapter 55 of the Texas Education Code.

Set forth below reflects the Capital Construction Assistance Project Appropriations in Fiscal Year 2023 through 2027

2023-2027 Capital Construction Assistance Projects and Appropriations
(\$000)

	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
Texas Tech University System	\$34,039	\$60,032	\$60,054	\$56,866	\$49,770

Note: The table above reflects State appropriations for the reimbursement of debt service on revenue bonds issued to fund CCAPs authorized under Chapter 55 of the Texas Education Code, including those revenue bonds historically known as “Tuition Revenue Bonds” or “TRBs.”

Texas University Fund In the 2023 88th Legislature, Regular Session, the State Legislature passed House Joint Resolution 3 (“HJR 3”), as enabled by H.B. 1595 (“HB 1595”), which proposed an amendment to the Texas Constitution to rename the National Research University Fund (“NRUF”) as the Texas University Fund (“TUF”) and modify its structure to add funding sources to the TUF and offer certain institutions performance-based funding driven by research expenditures. Enactment of this constitutional amendment was approved at an election held on November 7, 2023. Effective January 1, 2024, the TUF is funded with an initial appropriation of \$3 billion from the State’s general revenue fund, plus the current NRUF balance of over \$900 million, along with annual appropriations of up to \$100 million from the Economic Stabilization Fund (subject to increases in future years based on the consumer price index).

Eligible institutions will receive a base funding amount dependent on the institution’s research expenditures, as well as supplemental funding tied to the amount federal and private research expenditures made and number of research doctoral degrees awarded. Initially, the University, Texas State University, the University of Houston and the University of North Texas are eligible to receive distributions from the TUF. Of the distributions to be made from the TUF, (i) 75% will be allocated to the Permanent Endowment for Education, and (ii) 25% will be allocated on the basis of federal and private grant money and the number of research doctorates awarded.

The University’s share of the fiscal year 2024 and 2025 annual distribution of TUF funding was approximately \$44.4 million and \$60.1 million, respectively. The University System’s financial statements for fiscal year 2025 do not reflect the University’s share of the market value of the TUF as of August 31st as a true endowment for reporting purposes. Based on the TUF’s market value as of August 31, 2025 of \$5,316,500,319, the University’s share was \$1,139,250,068. Eligible institutions may use distributions from the TUF only for the support and maintenance of educational and general activities that promote increased research capacity at the institution, in a manner that aligns with the goals of the State’s master plan for higher education developed under Section 61.051, Texas Education Code, as amended. Distributions from the TUF do not constitute Pledged Revenues and are not available to pay debt service on the Bonds.

Tuition and Fees Each component institution that grants degrees charges tuition and fees as set by the State Legislature and the Board under Chapters 54 and 55 of the Texas Education Code. Tuition charges are comprised of “State Mandated Tuition” and “Board Designated Tuition.” Mandatory fees comprise charges of certain activities and services utilized by all students. Each component institution charges various types of fees and in various amounts.

Fixed Rate Tuition. Sections 54.016 and 54.017 of the Texas Education Code authorize the State’s general academic teaching institutions and junior colleges to provide an option for fixed price tuition. The University, Angelo State, and Midwestern State have chosen to offer fixed price tuition plans. This option “freezes” only the designated tuition portion of a student’s cost of attendance for a period of twelve continuous semesters equating to four academic years. Incoming undergraduates, either via transfer from another institution or no prior college attendance, are eligible to choose the fixed rate tuition plan. Dual high school credit is not considered prior college attendance. Students who have previously enrolled at the University, Angelo State, or Midwestern State and are returning from another institution and students classified either

as graduate or non-resident distance education are not eligible for the plan. The opt-in period starts at registration for classes and ends on the day before the first day of class. Students can opt-out one-time at any time but will be reverted to original designated tuition rate in the succeeding semester. Students who elected to not participate will not be able to opt-in at a later date. The fixed tuition rate will be set each academic year for the incoming undergraduate classes.

Any changes in tuition or fees will originate and be recommended by the President of the Participant, reviewed by the Chancellor and approved by the Board. Any changes in tuition will be implemented only after thorough consultation and review. On November 13, 2024, the Texas Governor’s office released a letter stating that the Governor would not support a tuition increase for Fiscal Years 2026 and 2027.

Set forth below is a table showing the State Mandated Tuition, Board Designated Tuition, Board Authorized Tuition, and mandatory fees for resident students by the University, Angelo State and Midwestern State (excludes the Health Sciences Center and the Health Sciences Center at El Paso), for the 2025-26 academic year.

Resident Tuition and Fees
Academic Year 2025-2026

	State Mandated Tuition	Board Designated Tuition	Board Authorized Tuition	Mandatory Fees	Total Tuition & Fees
Texas Tech University	\$750.00	\$3,195.00	\$750.00	\$1,458.50	\$6,153.50
Angelo State University	\$750.00	\$2,059.50	\$0.00	\$1,982.50	\$4,792.00
Midwestern State University	\$750.00	\$2,188.50	\$600.00	\$2,306.45	\$5,844.95

Note: Excludes the Health Sciences Center and the Health Sciences Center at El Paso. Total tuition and fees include amounts required to be set aside for financial assistance in accordance with applicable provisions of the Texas Education Code. The set-aside amounts are calculated as follows: from State Mandated Tuition not less than 15% nor more than 20% of each resident student’s tuition charge; from Board Designated Tuition no less than 20% charged to resident undergraduate students in excess of \$46 per semester hour (Section 56.011, Texas Education Code).

The Board may set rates for graduate tuition at different levels for different institutions. State Mandated Tuition for a resident student enrolled in a program leading to an M.D. degree is \$6,550 per academic year. State Mandated Tuition for a nonresident student enrolled in a program leading to an M.D. degree is an amount per year equal to three times the rate that a resident student enrolled in a program leading to an M.D. degree would pay during the corresponding academic year. In addition, various other programs have specific annual rates for resident students and maximum rates that may be charged to nonresident students. For more detailed information regarding tuition and fees charged by the University System member institutions, reference is made to the respective member institutions’ websites.

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Investments Programs and Policies

The Board is responsible for investment of University System funds held outside the State Treasury. To facilitate the investment of the University System funds, the Board has created three separate investment pools designated as the Comprehensive Cash & Investment Pool (the “CCIP”), the Mission-Driven Investment Fund (the “MDIF”), and the Long-Term Investment Fund (the “LTIF”), which are governed overall by Regents’ Rules Chapter 09 “Investments and Endowments”, and individually by the Investment Policy Statement of each pool, codified as Board Policy Statements. The CCIP is collaboratively managed between the University System Office of Treasury and the University System Office of Investments under the direction of both the System Treasurer and the Chief Investment Officer with oversight from the Pool Advisory Committee, made up of each institution’s Chief Financial Officer and the University System’s Chief Financial Officer and Treasurer. The LTIF is centrally managed within the University System Office of Investments under the direction of the Chief Investment Officer with oversight from the Investment Resource Council, made up of the University System Chief Financial Officer and Chief Investment Officer, Finance and Investments Committee of the Board and each institution’s Chief Financial Officer.

Set forth below is the market value for each of the funds managed by the Board as of the end of the most recent five Fiscal Years.

Market Value of Investment Funds
(\$000)

August 31	Comprehensive Cash & Investment Pool (CCIP)	Long Term Investment Fund (LTIF)	Mission Driven Investment Fund (MDIF)⁽¹⁾	Unspent Debt Proceeds	Total Market Value
2021	\$1,522,849	\$1,540,826	N/A	\$81,419	\$3,145,094
2022	\$1,675,144	\$1,564,200	N/A	\$61,929	\$3,301,273
2023	\$1,978,056	\$1,605,347	N/A	\$319,073	\$3,902,476
2024	\$2,198,521	\$1,740,995	\$142	\$301,140	\$4,240,798
2025	\$2,471,758	\$1,907,974	\$138	\$236,001	\$4,615,871

Note: These values do not included assets held in the LTIF or funds held outside of the CCIP by Midwestern State University, ASU, and the Carr Foundation.

⁽¹⁾ In Fiscal Year 2024, the MDIF that was formerly part of the CCIP funds were removed and managed as a separate fund.

The Comprehensive Cash & Investment Pool (“CCIP”) The CCIP is a pooled fund for the collective investment of the operating funds, non-operating funds and other funds of the University System and component institutions. The CCIP is established to optimize system-wide liquidity and earnings, protect and preserve balances, and control costs of administering the pool and managing the University System’s assets.

The Long-Term Investment Fund (“LTIF”) The University System is benefited by certain eligible endowments and Board-approved institutional funds treated as endowments (“quasi-endowments”) collectively invested in the LTIF. The LTIF is a unitized pooled investment fund consisting of marketable securities and investments, land, and other real estate holdings and mineral rights managed by unaffiliated investment managers selected by the Chief Investment Officer. To qualify for investment in the LTIF, endowment funds must be under the sole control of the Board and must not have donor-imposed restrictions that prevent investment in equity securities or corporate debt or prevent the expenditure of net realized appreciation. Endowment funds not meeting these requirements are invested in the CCIP or, if instructed by the donor, managed and safeguarded in their original form. The LTIF in its entirety is not classified as pledged revenues or fund balance to the payment of debt obligations. However, quasi-endowments and earning distributions are able to be pledged.

The Mission Driven Investment Fund (“MDIF”) The MDIF is a pooled fund for the collective investment of any donor gifted and institutional funds. Quasi-endowments will be established by the respective component institution. The MDIF Advisory committee comprised of the Chancellor, TTUS Vice Chancellor and Chief Executive Officer, respective component CFO(s), TTUS Chief Investment Officer, and TTUS Director of Investment Operations must approve all proposed investments. The MDIF consists of investments that are focused on advancing the overall mission of the institution as the primary objective with returns being a secondary consideration.

Set forth below is the asset allocation policy target and related market value of the CCIP and LTIF as of August 31, 2025.

CCIP	Target Allocation	Target Range	Tactical Range	Allocation Percentage	Market Value as of 8/31/2025 (in millions)
Cash Segment	10%	5% - 15%		12.38%	\$305.9
Contingency Segment	30%	20% -40%		26.75%	\$661.2
Non-current Segment	60%	50%-70%		60.87%	<u>\$1,504.7</u>
Total				100.00%	<u>\$2,471.8</u>
LTIF					
Growth	65%	+/-20%	+/-10%	63.15%	\$1,204.9
Stable Value	35%	+/-20%	+/-10%	36.85%	<u>\$703.0</u>
Total				100.00%	<u>\$1,907.9</u>

**ASU Carr Foundation Assets held outside CCIP & LTIF
(\$000)**

	Market Value
Total Cash & Cash Equivalents	\$338

Note: The ASU Carr Foundation mineral rights, previously reported as separate assets, are included in the Board and Third-Party Managed Market Value of Endowments table.

Set forth below is the market value for the University System total endowment funds, which includes endowments managed by third parties as of the end of the most recent five Fiscal Years.

Board Managed and Third-Party Managed

	Market Value of Endowments (in Thousands)				
	FY 2021	FY 2022	FY 2023	FY2024⁽¹⁾⁽²⁾	FY2025⁽¹⁾⁽²⁾
Total TTUS Endowment	\$1,692,458	\$1,735,616	\$1,784,748	\$3,058,956	\$3,243,958

Note: Endowment reporting for Fiscal Years 2021 does not include Midwestern State.

⁽¹⁾ As of August 31, 2025 and 2024, respectively, the Texas Tech University's share of the Texas University Fund is approximately, \$1.14 billion and \$1.05 billion.

⁽²⁾ MSU Foundation (MSUF) endowment assets were included into the University System's endowment market value totals beginning in Fiscal Year 2024 following updates to MSUF organizational documents that established MSUF as a new component unit of the University System.

(End)