

THE UNIVERSITY OF TEXAS AT DALLAS

ANNUAL FINANCIAL REPORT

UNAUDITED

FISCAL YEAR ENDED AUGUST 31, 2020



The University of Texas at Arlington ♦ The University of Texas at Austin ♦ The University of Texas at Dallas
♦ The University of Texas at El Paso ♦ The University of Texas Permian Basin ♦ The University of Texas Rio
Grande Valley ♦ The University of Texas at San Antonio ♦ The University of Texas at Tyler ♦ The University
of Texas Southwestern Medical Center ♦ The University of Texas Medical Branch at Galveston ♦ The University
of Texas Health Science Center at Houston ♦ The University of Texas Health Science Center at San Antonio ♦
The University of Texas M. D. Anderson Cancer Center ♦ The University of Texas Health Science Center at
Tyler ♦ The University of Texas System Administration

THE UNIVERSITY OF TEXAS DALLAS

FINANCIAL STATEMENTS

Presented herein are the financial statements for The University of Texas Dallas for the year ended August 31, 2020. These Statements and detailed supportive schedules have been prepared in compliance with applicable State statutes, Governmental Accounting Standards Board pronouncements, and the Texas Comptroller of Public Accounts' Annual Financial Reporting Requirements.

This "detailed internal report" supplements the consolidated published Annual Financial Report of The University of Texas System and is intended to be for limited distribution primarily to financial and academic officers of the University who need access to the details included herein. It also provides an historical record of transactions relating to this particular institution.

The Annual Financial Report for public distribution for The University of Texas System includes primary statements on a consolidated System-wide basis, including footnotes and Managements' Discussion and Analysis.

THE UNIVERSITY OF TEXAS SYSTEM
BOARD OF REGENTS
As of August 31, 2020

Officers

Kevin P. Eltife, Chairman
Janiece Longoria, Vice Chairman
James C. "Rad" Weaver, Vice Chairman
Francie A. Frederick, General Counsel to the Board of Regents

Members

*Terms scheduled to expire February 1, 2021**

David J. Beck	Houston
R. Steven Hicks	Austin
Nolan Perez	Harlingen

*Terms scheduled to expire February 1, 2023**

Kevin P. Eltife	Tyler
Janiece Longoria	Houston
James C. "Rad" Weaver	San Antonio

*Terms scheduled to expire February 1, 2025**

Christina Melton Crain	Dallas
Jodie Lee Jiles	Houston
Kelcy L. Warren	Dallas

*Term scheduled to expire May 31, 2021**

Patrick O. Ojeaga, II (Student Regent)	McAllen
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*Each Regent's term expires when a successor has been appointed, qualified, and taken the oath of office. The Student Regent serves a one-year term.

**THE UNIVERSITY OF TEXAS SYSTEM
SENIOR ADMINISTRATIVE OFFICIALS**

As of August 31, 2020

James B. Milliken, Chancellor

Scott C. Kelley, Executive Vice Chancellor for Business Affairs

Steven W. Leslie, Executive Vice Chancellor for Academic Affairs

John M. Zerwas, Executive Vice Chancellor for Health Affairs

Amy Shaw Thomas, Senior Vice Chancellor for Health Affairs

David L. Lakey, Vice Chancellor for Health Affairs and Chief Medical Officer

Stacey Napier, Vice Chancellor for Governmental Relations

Randa S. Safady, Vice Chancellor for External Relations, Communications, and Advancement Services

Daniel H. Sharphorn, Vice Chancellor and General Counsel

Thomas Britton "Britt" Harris IV, President, CEO and Chief Investment Officer–UTIMCO

THE UNIVERSITY OF TEXAS AT DALLAS
PRINCIPAL ADMINISTRATIVE OFFICERS

As of August 31, 2020

Richard C. Benson	President
Rafael Martin	Vice President and Chief of Staff
Inga H. Musselman	Vice President for Academic Affairs and Provost
Frank Feagans	Vice President for Information Technology
Joseph J. Pancrazio	Vice President for Research
Calvin D. Jamison	Vice President for Facilities and Economic Development
Terry A. Pankratz	Vice President for Budget and Finance
Gene Fitch	Vice President for Student Affairs
Amanda O. Rockow	Vice President for Public Affairs
John Walls	Vice President for Communications
George Fair	Vice President for Diversity and Community Engagement
Kyle Edgington	Vice President for Development and Alumni Relations

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THE UNIVERSITY OF TEXAS AT DALLAS

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The University of Texas at Dallas
Exhibit A Statement of Net Position
As of August 31, 2020

	Current YearTotals	Prior YearTotals
ASSETS AND DEFERRED OUTFLOWS		
Current Assets:		
Cash & Cash Equivalents	131,359,769.36	111,006,292.44
Restricted Cash & Cash Equivalents	14,989,627.18	16,341,819.33
Balance in State Appropriations	1,039,171.91	9,075,617.16
Accounts Receivable, Net:		
Federal (allow. \$0.00 in 2020 & \$0.00 in 2019)	14,680,421.26	11,255,098.18
Other Intergov. (allow. \$0.00 in 2020 & \$0.00 in 2019)	280,374.10	448,877.56
Student (allow. \$2,438,925.65 in 2020 & \$2,521,425.82 in 2019)	36,716,811.44	34,483,960.81
Interest and Dividend Receivables	615,103.64	655,365.37
Contributions (allow. \$448,554.48 in 2020 & \$502,374.05 in 2019)	8,522,534.99	9,545,107.03
Other (allow. \$1,926,692.15 in 2020 & \$1,536,530.43 in 2019)	13,546,975.82	7,040,152.19
Due From System Administration	3,866,406.99	14,037,495.59
Due From Other Institutions	497,202.76	409,656.02
Due From Other Agencies	6,790,389.06	9,410,401.73
Inventories	351,010.13	416,135.24
Loans & Contracts (allow. \$449,682.61 in 2020 & \$135,689.69 in 2019)	6,631,799.22	7,549,683.29
Other Current Assets	3,470,513.06	7,972,256.21
Total Current Assets	243,358,107.92	239,647,918.15
Noncurrent Assets:		
Restricted Investments	35,017,942.51	48,506,816.79
Loans & Contracts (allow. \$326,641.36 in 2020 & \$675,377.01 in 2019)	1,258,804.35	729,784.40
Funds Held by System Administration (Restricted)	542,640,130.22	505,100,198.34
Contributions Rec. (allow. \$21,888.10 in 2020 & \$16,941.44 in 2019)	415,874.00	321,887.32
Unrestricted Investments	217,465,587.94	200,340,096.56
Funds Held by System Administration (Unrestricted)	60,110,576.37	53,366,120.45
Other Noncurrent Assets	2.00	2.00
Gross Capital/Intangible Assets	1,902,734,083.98	1,855,638,688.79
Accumulated Depreciation/Amortization	(792,130,638.77)	(709,237,704.14)
Total Noncurrent Assets	1,967,512,362.60	1,954,765,890.51
Total Assets	2,210,870,470.52	2,194,413,808.66
Total Assets and Deferred Outflows	2,210,870,470.52	2,194,413,808.66
LIABILITIES AND DEFERRED INFLOWS		
Current Liabilities:		
Accounts Payable and Accrued Liabilities	14,145,180.79	16,187,640.74
Salaries Payable	30,917,398.93	29,587,594.66
Due To System Administration	4,456,063.46	3,749,278.85
Due To Other Institutions	233,000.97	155,909.14
Due To Other State Agencies	16,325.93	
Unearned Revenue	147,423,324.33	159,728,155.83
Employees' Compensable Leave - Current Portion	5,636,844.41	6,058,404.73
Notes, Loans, and Leases Payable		79,185.26
Assets Held for Others		
Other Current Liabilities	417,277.52	330,657.26
Total Current Liabilities	203,245,416.34	215,876,826.47
Noncurrent Liabilities:		
Employees' Compensable Leave	8,344,161.23	4,396,980.52
Notes, Loans, and Leases Payable		
Asset Retirement Obligation	41,092.50	41,092.50
Other Noncurrent Liabilities	230,121.44	483,914.40
Total Noncurrent Liabilities	8,615,375.17	4,921,987.42
Total Liabilities	211,860,791.51	220,798,813.89
Total Liabilities and Deferred Inflows	211,860,791.51	220,798,813.89
NET POSITION		
Net Investment in Capital Assets	1,110,603,445.21	1,146,321,799.39
Restricted for:		
Nonexpendable		
Permanent Health and True Endowments	295,480,235.59	283,644,782.71
Expendable		
Capital Projects	27,831,181.77	38,856,611.49
Funds Functioning as Endowment (Restricted)	70,511,561.82	45,918,962.48
Other Expendable	263,530,816.58	282,004,319.55
Unrestricted	231,052,438.04	176,868,519.15
Total Net Position	1,999,009,679.01	1,973,614,994.77

The University of Texas at Dallas
Exhibit B Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended August 31, 2020

	Current YearTotals	Prior YearTotals
Operating Revenues:		
Student Tuition and Fees	456,886,411.00	415,793,803.81
Discounts and Allowances	(140,957,241.00)	(122,517,998.00)
Federal Sponsored Programs	55,643,804.50	49,202,229.37
Federal Sponsored Programs Pass-Through from State Agencies	1,289,581.20	1,703,616.19
State Sponsored Programs Pass-Through from State Agencies	15,372,701.39	15,245,698.34
Local Sponsored Programs	25,000.00	2,357.24
Private Sponsored Programs	13,266,103.14	11,171,811.31
Sales and Services of Educational Activities	30,320,031.19	38,566,025.18
Auxiliary Enterprises	39,988,790.20	62,449,552.60
Other Operating Revenues	7,308,990.76	5,959,606.00
Total Operating Revenues	479,144,172.38	477,576,702.04
Operating Expenses:		
Instruction	204,346,862.76	198,889,758.09
Research	104,835,790.91	99,779,383.33
Public Service	11,561,554.12	13,652,617.82
Academic Support	67,917,676.37	63,485,370.56
Student Services	20,559,066.07	19,146,219.64
Institutional Support	45,966,040.67	48,073,537.41
Operations and Maintenance of Plant	47,106,539.26	45,690,129.82
Scholarships and Fellowships	52,063,825.51	42,531,644.06
Auxiliary Enterprises	46,625,973.18	60,918,531.69
Depreciation and Amortization	84,439,516.97	82,144,698.75
Total Operating Expenses	685,422,845.82	674,311,891.17
Operating Income (Loss)	(206,278,673.44)	(196,735,189.13)
Nonoperating Revenues (Expenses):		
State Appropriations	119,379,785.92	108,550,781.41
Federal Nonexchange Sponsored Programs	40,060,526.36	31,584,416.00
Federal Nonexchange Pass-Through		
State Nonexchange Pass-Through	2,184,181.00	
Gift Contributions for Operations	16,655,339.08	10,925,414.21
Investment Income	42,989,047.60	37,192,760.77
Net Increase (Decrease) in Fair Value of Investments	12,725,281.40	22,638,312.20
Interest Expense on Capital Asset Financings	(2,185.19)	(4,999.41)
Gain (Loss) on Sale of Capital Assets	(234,582.49)	(489,253.35)
Other Nonoperating Revenues	765,020.78	256,635.90
Net Nonoperating Revenues (Expenses)	234,522,414.46	210,654,067.73
Income/(Loss) Before Other Revenue, Expenses, Gains/(Losses), and Transfers	28,243,741.02	13,918,878.60
Gifts and Sponsored Programs for Capital Acquisitions	6,106,902.82	64,248,074.98
Additions to Permanent Endowments	4,801,791.97	6,204,569.52
Reclass from/(to) Other Institutions	22,174,618.38	54,350,938.64
Capital Asset Purchases		
Transactions Between Funds		
Transfers Between Institutions & System, Debt Service - Mandatory	(57,876,220.32)	(62,557,310.52)
Transfers Between Institutions & System Admin. - Non mandatory	13,274,684.18	10,968,628.67
Transfers From Other State Agencies	8,734,245.33	8,328,168.09
Transfers to Other State Agencies	(61,033.89)	(211,249.02)
Legislative Appropriations Lapsed	(4,045.25)	(609.15)
Transfers Between Funds		
Change in Net Position	25,394,684.24	95,250,089.81
Beginning Net Position	1,973,614,994.77	1,878,362,511.67
Restatements		2,393.29
Beginning Net Position (As Restated)	1,973,614,994.77	1,878,364,904.96
Ending Net Position	1,999,009,679.01	1,973,614,994.77

The University of Texas at Dallas
Exhibit C - Statement of Cash Flows
For the Year Ended August 31, 2020

	Current Year Totals	Prior Year Totals
Cash Flows from Operating Activities:		
Proceeds from Tuition and Fees	316,046,270.51	296,094,242.65
Proceeds from Sponsored Programs	83,287,031.88	75,154,733.29
Proceeds from Auxiliaries	23,549,838.86	71,110,568.93
Proceeds from Other Revenues	37,703,428.91	43,951,873.70
Payments to Suppliers	(179,349,213.30)	(187,817,472.76)
Payments to Employees	(409,933,560.80)	(400,074,820.64)
Payments for Loans Provided	(14,740,196.60)	(18,691,973.05)
Proceeds from Loan Programs	15,124,063.72	20,246,629.31
Net Cash Provided (Used) by Operating Activities	(128,312,336.82)	(100,026,218.57)
Cash Flows from Noncapital Financing Activities:		
Proceeds from State Appropriations	127,412,185.92	106,803,695.33
Proceeds from Operating Gifts	17,583,924.44	12,585,215.86
Proceeds from Private Gifts for Endowment Purposes	4,801,791.97	6,204,569.52
Proceeds from Other Noncapital Financing Activities	101,012,147.61	-
Receipts for Transfers from System or Other Agencies	17,950,580.78	14,483,935.37
Payments for Transfers to System or Other Agencies	-	(401,684.10)
Payments for Other Uses	(102,739,324.00)	-
Proceeds from Nonexchange Sponsored Programs	41,401,892.36	38,763,906.00
Net Cash Provided by Noncapital Financing Activities	207,423,199.08	178,439,637.98
Cash Flows from Capital and Related Financing Activities:		
Nonmandatory Capital Related Transfers	34,001,823.13	71,140,988.47
Proceeds from Capital Appropriations, Grants, and Gifts	6,106,902.82	22,860,518.72
Proceeds from Sale of Capital Assets	40,455.51	35,488.86
Payments for Additions to Capital Assets	(52,531,373.49)	(82,498,258.33)
Payments of Principal on Capital Related Debt	(79,185.26)	(105,193.58)
Mandatory Transfers to System for Capital Related Debt	(57,876,220.32)	(62,557,310.52)
Payments of Interest on Capital Related Debt	(2,185.19)	(4,999.41)
Net Cash Provided (Used) by Capital and Related Financing Activities	(70,339,782.80)	(51,128,765.79)
Cash Flows from Investing Activities		
Proceeds from Sales of Investments	22,695,985.27	-
Proceeds from Sales of Investments Invested by System	-	22,409,621.02
Proceeds from Interest and Investment Income	2,187,905.60	3,143,625.27
Proceeds from Interest and Investment Income Invested by System	43,238,023.21	31,157,697.17
Payments to Acquire Investments	(342,176.29)	(23,909,600.19)
Payments to Acquire Investments Invested by System	(57,549,532.48)	-
Net Cash Provided (Used) by Investing Activities	10,230,205.31	32,801,343.27
Net Increase (Decrease) in Cash	19,001,284.77	60,085,996.89
Cash and Cash Equivalents (Beginning of the Year)	127,348,111.77	67,262,114.88
Cash and Cash Equivalents (End of the Year)	\$ 146,349,396.54	\$ 127,348,111.77
Reconciliation of Net Operating Revenues (Expenses) to Net Cash Provided (Used) by Operating Activities		
Operating Income (Loss)	(206,278,673.44)	(196,735,189.13)
Adjustments to Reconcile Operating Results to Net Cash:		
Depreciation and Amortization Expense	84,439,516.97	82,144,698.75
Bad Debt Expense	5,000.00	1,528,231.01
Changes in Assets and Liabilities:		
Accounts Receivable	(6,179,015.78)	(2,098,266.20)
Inventories	65,125.11	(183,415.58)
Loans and Contracts	383,867.12	1,554,656.26
Other Current and Noncurrent Assets	4,501,743.15	776,843.66
Accounts Payable	2,989,699.25	2,270,352.23
Due to System	706,784.61	(239,108.94)
Unearned Revenue	(12,304,831.50)	11,335,277.94
Employees' Compensable Leave	3,525,620.39	33,736.07
Asset Retirement Obligations	-	20,546.25
Other Current and Noncurrent Liabilities	(167,172.70)	(434,580.89)
Total Adjustments	77,966,336.62	96,708,970.56
Net Cash Provided (Used) by Operating Activities	\$ (128,312,336.82)	\$ (100,026,218.57)
Non Cash Transactions:		
Net Increase (Decrease) in Fair Value of Investments	12,725,281.40	22,638,312.20
Donated Capital Assets	-	41,387,556.26
Miscellaneous Noncash Transactions	(290,003.28)	(394,257.98)