



Enterprise Funds

Nonmajor Enterprise Funds

The **Texas Workforce Commission Unemployment Trust Fund Accounts** are funds collected under the Old Age and Survivors Insurance Act on deposit with the treasurer of the United States of America to the credit of this state. It also serves as a clearance fund for the Unemployment Compensation fund held by the United States Treasury and as a holding account for paying benefits under the Unemployment Compensation Act.

The **Texas Department of Housing and Community Affairs** issues bonds to assist in financing the purchase of homes or the construction of rental housing for families with low to moderate incomes. Loan payments and rentals provide the revenue for debt service payments.

The **Texas Lottery Commission** accounts for the operation of lottery games for the state. This fund includes both the net proceeds from the lottery and accounts for future installment obligations to prize winners.

The **Veterans Land Board Loan Program Funds** receive proceeds from the sale of bonds that are used to administer, originate and service loans from land, housing and home improvement for those qualifying veterans.

The **Texas Department of Criminal Justice Institutional Division** accounts for the proceeds of the institutional division's commissary operations and other miscellaneous revenue.

The **Teacher Retirement System** includes the TRS-ActiveCare fund which provides health care coverage to employees (and their dependents) of participating public education entities.

The **Texas Prepaid Higher Education Tuition Board** offers a program that allows Texas families to lock in the cost of tomorrow's college tuition and required fees at today's prices.

Combining Statement of Net Assets Nonmajor Enterprise Funds

August 31, 2007 (Amounts in Thousands)

	Texas Workforce Commission Unemployment Trust Fund Accounts	Texas Department of Housing and Community Affairs	Texas Lottery Commission	Veterans Land Board Loan Program Funds
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 865	\$ 42,463	\$ 100,611	\$ 38,726
Securities Lending Collateral				38,726
Restricted:				
Cash and Cash Equivalents	2,324,104	122,252		95,838
Short-Term Investments		204,299	181,688	47,938
Loans and Contracts		9,872		73,427
Receivables:				
Federal	2,591			3,266
Accounts	183,725	1,449	72,805	43,118
Interest and Dividends	18,171	20,004		11,265
Investment Trades				
Other		75		
Due From Other Funds	2,927		27,813	
Inventories		15	6,855	
Prepaid Items			6,222	
Loans and Contracts		1,000		
Other Current Assets		213		
Total Current Assets	<u>2,532,383</u>	<u>401,642</u>	<u>395,994</u>	<u>313,578</u>
Noncurrent Assets:				
Restricted:				
Cash and Cash Equivalents				
Investments		1,261,379	1,095,087	251,832
Receivables				
Loans and Contracts		1,245,757		2,006,465
Other				2,112
Loans and Contracts		29,181		
Capital Assets:				
Nondepreciable				3,500
Depreciable		1,570	5,588	78,644
Accumulated Depreciation		(1,378)	(4,937)	(14,924)
Assets Held in Trust				
Other Noncurrent Assets	575	11,950		
Total Noncurrent Assets	<u>575</u>	<u>2,548,459</u>	<u>1,095,738</u>	<u>2,327,629</u>
Total Assets	<u>2,532,958</u>	<u>2,950,101</u>	<u>1,491,732</u>	<u>2,641,207</u>

Texas Department of Criminal Justice Institutional Division	Teacher Retirement System	Texas Prepaid Higher Education Tuition Board	Other Nonmajor Enterprise Funds	Totals
\$	\$ 497,369	\$ 7,212 304,334	\$ 16,703	\$ 665,223 343,060
		52,460		2,594,654 433,925 83,299
1,153	38,912 2,280	10,050 146,029	280 90	5,857 341,442 61,860 146,029
32,817 6,757			2,651 862 123	2,726 63,557 14,489 6,345
		53,423	11,823	66,246 213
<u>40,727</u>	<u>538,561</u>	<u>573,508</u>	<u>32,532</u>	<u>4,828,925</u>
			5,465	5,465
		1,810,472 164,537	47	4,418,817 164,537 3,252,222 2,112 29,181
283 4,260 (3,701)		2,269 (2,256)	409 5,143 (3,366) 1,253	4,192 97,474 (30,562) 1,253 12,525
<u>842</u>	<u>0</u>	<u>1,975,022</u>	<u>8,951</u>	<u>7,957,216</u>
<u>41,569</u>	<u>538,561</u>	<u>2,548,530</u>	<u>41,483</u>	<u>12,786,141</u>

Concluded on the following page

Combining Statement of Net Assets Nonmajor Enterprise Funds (concluded)

August 31, 2007 (Amounts in Thousands)

	Texas Workforce Commission Unemployment Trust Fund Accounts	Texas Department of Housing and Community Affairs	Texas Lottery Commission	Veterans Land Board Loan Program Funds
LIABILITIES				
Current Liabilities:				
Payables:				
Accounts Payable	\$ 55,628	\$ 834	\$ 26,619	\$ 9,852
Investment Trades			1,544	
Interest	2,631	40,093		10,974
Due To Other Funds			17,636	275
Interfund Payable		169		
Deferred Revenue	49,461	35,104		168
Claims and Judgments			42	
Obligations/Securities Lending				38,726
Capital Lease Obligations				
Employees' Compensable Leave		587	1,101	
Notes and Loans Payable				
General Obligation Bonds Payable				61,231
Revenue Bonds Payable	167,919	23,712		330
Liabilities Payable From Restricted Assets			309,028	
Other Current Liabilities		8,376	12,342	320
Total Current Liabilities	<u>275,639</u>	<u>108,875</u>	<u>368,312</u>	<u>121,876</u>
Noncurrent Liabilities:				
Capital Lease Obligations				
Employees' Compensable Leave		169	786	
Liabilities Payable From Restricted Assets			1,085,959	
Notes and Loans Payable		32,869		
General Obligation Bonds Payable				1,808,023
Revenue Bonds Payable	233,765	2,558,661		24,114
Assets Held for Others				
Other Noncurrent Liabilities		195,821		
Total Noncurrent Liabilities	<u>233,765</u>	<u>2,787,520</u>	<u>1,086,745</u>	<u>1,832,137</u>
Total Liabilities	<u>509,404</u>	<u>2,896,395</u>	<u>1,455,057</u>	<u>1,954,013</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt		191	651	43,545
Restricted for:				
Debt Retirement	184,151	11,350		
Veterans Land Board Housing Programs				643,649
Unemployment Trust Funds	2,240,512			
Other			16,845	
Unrestricted	<u>(401,109)</u>	<u>42,165</u>	<u>19,179</u>	
Total Net Assets	<u>\$ 2,023,554</u>	<u>\$ 53,706</u>	<u>\$ 36,675</u>	<u>\$ 687,194</u>

Texas Department of Criminal Justice Institutional Division	Teacher Retirement System	Texas Prepaid Higher Education Tuition Board	Other Nonmajor Enterprise Funds	Totals
\$ 3,646	\$ 103,175	\$ 1,973	\$ 2,650	\$ 204,377
1,380			708	3,632
		146,216		146,216
				53,698
		73		17,984
				169
			149	84,882
				42
		304,334		343,060
			119	119
993	91	49	465	3,286
			8,232	8,232
				61,231
				191,961
		194,435		503,463
				21,038
<u>6,019</u>	<u>103,266</u>	<u>647,080</u>	<u>12,323</u>	<u>1,643,390</u>
			326	326
381		4	289	1,629
		2,066,042		3,152,001
				32,869
				1,808,023
				2,816,540
			1,255	1,255
				195,821
<u>381</u>	<u>0</u>	<u>2,066,046</u>	<u>1,870</u>	<u>8,008,464</u>
<u>6,400</u>	<u>103,266</u>	<u>2,713,126</u>	<u>14,193</u>	<u>9,651,854</u>
842		14	458	45,701
				195,501
				643,649
				2,240,512
			470	17,315
<u>34,327</u>	<u>435,295</u>	<u>(164,610)</u>	<u>26,362</u>	<u>(8,391)</u>
<u>\$ 35,169</u>	<u>\$ 435,295</u>	<u>\$ (164,596)</u>	<u>\$ 27,290</u>	<u>\$ 3,134,287</u>

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets Nonmajor Enterprise Funds

For the Fiscal Year Ended August 31, 2007 (Amounts in Thousands)

	Texas Workforce Commission Unemployment Trust Fund Accounts	Texas Department of Housing and Community Affairs	Texas Lottery Commission	Veterans Land Board Loan Program Funds
OPERATING REVENUES				
Lottery Collections	\$	\$	\$ 3,774,555	\$
Auxiliary Enterprises - Pledged				
Unemployment Taxes	1,665,242			
Other Sales of Goods and Services				6,434
Other Sales of Goods and Services - Pledged				28,805
Interest and Investment Income		134,052		107,903
Federal Revenue	67,862			16,687
Premium Revenue				
Other Revenues	83,606	13,969	260	21
Other Revenues - Pledged				
Total Operating Revenues	<u>1,816,710</u>	<u>148,021</u>	<u>3,774,815</u>	<u>159,850</u>
OPERATING EXPENSES				
Cost of Goods Sold				
Salaries and Wages		6,963	14,869	
Payroll Related Costs		1,531	3,591	
Professional Fees and Services		1,274	3,237	44,951
Travel		216	268	32
Materials and Supplies		248	1,587	2,256
Communication and Utilities		132	523	6
Repairs and Maintenance		349	240	108
Rentals and Leases		66	8,330	
Printing and Reproduction		13	14,920	4
Depreciation and Amortization		979	234	3,221
Unemployment Benefit Payments	1,181,349			
Bad Debt Expense		2,242	292	
Interest Expense		131,808	11	92,079
Lottery Fees and Other Costs			295,703	
Lottery Prize Payments			2,315,247	
Employee/Participant Benefit Payments				
Other Expenses		14,452	32,033	5,470
Total Operating Expenses	<u>1,181,349</u>	<u>160,273</u>	<u>2,691,085</u>	<u>148,127</u>
Operating Income (Loss)	<u>635,361</u>	<u>(12,252)</u>	<u>1,083,730</u>	<u>11,723</u>

Texas Department of Criminal Justice Institutional Division	Teacher Retirement System	Texas Prepaid Higher Education Tuition Board	Other Nonmajor Enterprise Funds	Totals
\$ 81,864	\$	\$	\$	\$ 3,774,555
				81,864
				1,665,242
		7,415	7,675	21,524
				28,805
			721	242,676
				84,549
	939,879			939,879
943		1,587	21,834	122,220
			43	43
<u>82,807</u>	<u>939,879</u>	<u>9,002</u>	<u>30,273</u>	<u>6,961,357</u>
56,925			1,764	58,689
12,776	775	777	7,470	43,630
3,861	198	175	1,714	11,070
	713	6,963	9,655	66,793
52	3	3	63	637
684	10	92	533	5,410
11	2	54	418	1,146
184		308	271	1,460
602	69	24	1,440	10,531
68	2	28	68	15,103
121		22	499	5,076
				1,181,349
			38	2,572
1				223,899
				295,703
				2,315,247
	908,069	256,502		1,164,571
20	4	7,457	1,863	61,299
<u>75,305</u>	<u>909,845</u>	<u>272,405</u>	<u>25,796</u>	<u>5,464,185</u>
7,502	30,034	(263,403)	4,477	1,497,172

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Combining Statement of Revenues, Expenses and Changes in Fund Net Assets Nonmajor Enterprise Funds (concluded)

For the Fiscal Year Ended August 31, 2007 (Amounts in Thousands)

	Texas Workforce Commission Unemployment Trust Fund Accounts	Texas Department of Housing and Community Affairs	Texas Lottery Commission	Veterans Land Board Loan Program Funds
NONOPERATING REVENUES (EXPENSES)				
Federal Revenue	\$	\$	\$	\$ 2,497
Gifts				9
Interest and Investment Income	104,685		13,844	25,617
Loan Premium and Fees on Securities Lending				
Investing Activities Expense				
Interest Expense	(21,674)			(1,498)
Borrower Rebates and Agent Fees				(3,453)
Gain on Sale of Capital Assets				
Settlement of Claims				
Claims and Judgments			(126)	
Other Revenues				
Other Expenses	(1,585)			
Total Nonoperating Revenues (Expenses)	<u>81,426</u>	<u>0</u>	<u>13,718</u>	<u>23,172</u>
Income (Loss) Before Transfers	<u>716,787</u>	<u>(12,252)</u>	<u>1,097,448</u>	<u>34,895</u>
CAPITAL CONTRIBUTIONS, SPECIAL ITEMS AND TRANSFERS				
Capital Contributions - Other				
Special Items	(318,813)			
Transfer In	2,156	3,008		236
Transfer Out			(1,093,020)	(20,963)
Total Capital Contributions, Special Items and Transfers	<u>(316,657)</u>	<u>3,008</u>	<u>(1,093,020)</u>	<u>(20,727)</u>
Change in Net Assets	<u>400,130</u>	<u>(9,244)</u>	<u>4,428</u>	<u>14,168</u>
Net Assets, September 1, 2006	1,623,424	62,950	32,247	673,026
Restatements				
Net Assets, September 1, 2006, as Restated	<u>1,623,424</u>	<u>62,950</u>	<u>32,247</u>	<u>673,026</u>
Net Assets, August 31, 2007	<u>\$ 2,023,554</u>	<u>\$ 53,706</u>	<u>\$ 36,675</u>	<u>\$ 687,194</u>

Texas Department of Criminal Justice Institutional Division	Teacher Retirement System	Texas Prepaid Higher Education Tuition Board	Other Nonmajor Enterprise Funds	Totals
\$	\$	\$	\$	\$ 2,497 9
	26,016	208,487	1,086	379,735
		17,210		17,210
		(18)		(18)
			(559)	(23,731)
		(16,519)		(19,972)
			2	2
2			6	8
				(126)
	47		12	59
				(1,585)
<u>2</u>	<u>26,063</u>	<u>209,160</u>	<u>547</u>	<u>354,088</u>
<u>7,504</u>	<u>56,097</u>	<u>(54,243)</u>	<u>5,024</u>	<u>1,851,260</u>
		(16)		(16)
				(318,813)
4,875			693	10,968
(14,373)			(805)	(1,129,161)
(9,498)	0	(16)	(112)	(1,437,022)
(1,994)	56,097	(54,259)	4,912	414,238
37,163	379,198	(110,337)	22,373	2,720,044
			5	5
<u>37,163</u>	<u>379,198</u>	<u>(110,337)</u>	<u>22,378</u>	<u>2,720,049</u>
<u>\$ 35,169</u>	<u>\$ 435,295</u>	<u>\$ (164,596)</u>	<u>\$ 27,290</u>	<u>\$ 3,134,287</u>

Combining Statement of Cash Flows – Nonmajor Enterprise Funds

For the Fiscal Year Ended August 31, 2007 (Amounts in Thousands)

	Texas Workforce Commission Unemployment Trust Fund Accounts	Texas Department of Housing and Community Affairs	Texas Lottery Commission	Veterans Land Board Loan Program Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers	\$ 1,384,758	\$	\$ 3,694,151	\$ 52,020
Proceeds from Research Grants and Contracts	68,441			
Proceeds from Loan Programs		187,600		555,437
Proceeds from Other Revenues	89,612	18,642		1,307
Payments to Suppliers for Goods and Services		(16,071)	(356,408)	(47,420)
Payments to Employees		(8,350)	(18,230)	
Payments for Loans Provided		(200,575)		(610,460)
Payments for Other Expenses	(1,215,543)		(2,254,397)	(4,649)
Net Cash Provided by Operating Activities	<u>327,268</u>	<u>(18,754)</u>	<u>1,065,116</u>	<u>(53,765)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Proceeds from Debt Issuance		503,956		230,253
Proceeds from Transfers from Other Funds	4,275,287	10,707		95,114
Proceeds from Other Financing Activities			151,537	163,623
Payments of Principal on Debt Issuance	(321,292)	(215,762)		(235,644)
Payments of Interest	(22,884)	(124,027)		
Payments of Other Costs on Debt Issuance		(3,017)		
Payments for Transfers to Other Funds	(4,273,360)	(7,566)	(1,089,518)	(281,214)
Payments for Other Uses	(258)		(163,799)	
Net Cash Provided by Noncapital Financing Activities	<u>(342,507)</u>	<u>164,291</u>	<u>(1,101,780)</u>	<u>(27,868)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from Sale of Capital Assets				3,057
Proceeds from Other Financing Activities				820
Payments for Additions to Capital Assets		(12)	(135)	(4,041)
Payments of Principal on Debt Issuance				(1,809)
Net Cash Provided by Capital and Related Financing Activities	<u>0</u>	<u>(12)</u>	<u>(135)</u>	<u>(1,973)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from Sale of Investments		639,478	163,799	181,280
Proceeds from Interest and Investment Income	103,268	75,536	16	27,211
Payments to Acquire Investments		(857,364)	(152,713)	(129,293)
Payments for Nonprogram Loans Provided				
Net Cash Provided by Investing Activities	<u>103,268</u>	<u>(142,350)</u>	<u>11,102</u>	<u>79,198</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>88,029</u>	<u>3,175</u>	<u>(25,697)</u>	<u>(4,408)</u>
Cash and Cash Equivalents, September 1, 2006	2,236,940	161,540	126,308	100,415
Restatements				(169)
Cash and Cash Equivalents, September 1, 2006, as Restated	<u>2,236,940</u>	<u>161,540</u>	<u>126,308</u>	<u>100,246</u>
Cash and Cash Equivalents, August 31, 2007	<u>\$ 2,324,969</u>	<u>\$ 164,715</u>	<u>\$ 100,611</u>	<u>\$ 95,838</u>

Texas Department of Criminal Justice Institutional Division	Teacher Retirement System	Texas Prepaid Higher Education Tuition Board	Other Nonmajor Enterprise Funds	Totals
\$ 81,863	\$ 933,915	\$ 66,383	\$ 7,745	\$ 6,220,835
				68,441
			5,299	748,336
943		227	21,172	131,903
(58,891)	(898,251)	(15,536)	(1,502)	(1,394,079)
(16,637)			(9,047)	(52,264)
			(4,000)	(815,035)
(1,622)	(1,671)	(92,838)	(14,458)	(3,585,178)
<u>5,656</u>	<u>33,993</u>	<u>(41,764)</u>	<u>5,209</u>	<u>1,322,959</u>
				734,209
4,875			6,770	4,392,753
			17	315,177
			(4,768)	(777,466)
			(20)	(146,931)
			(19)	(3,036)
(10,533)			(6,883)	(5,669,074)
			(28)	(164,085)
<u>(5,658)</u>	<u>0</u>	<u>0</u>	<u>(4,931)</u>	<u>(1,318,453)</u>
				3,059
			2	820
			(352)	(4,540)
				(1,809)
<u>0</u>	<u>0</u>	<u>0</u>	<u>(350)</u>	<u>(2,470)</u>
				1,016,558
32,001				305,939
796	25,670	72,738	704	(1,203,023)
(32,795)		(30,724)	(134)	(38)
			(38)	(38)
<u>2</u>	<u>25,670</u>	<u>42,014</u>	<u>532</u>	<u>119,436</u>
				121,472
0	59,663	250	460	3,144,034
	437,706	59,422	21,703	(164)
			5	3,143,870
<u>0</u>	<u>437,706</u>	<u>59,422</u>	<u>21,708</u>	<u>3,265,342</u>
<u>\$ 0</u>	<u>\$ 497,369</u>	<u>\$ 59,672</u>	<u>\$ 22,168</u>	<u>\$ 3,265,342</u>

Combining Statement of Cash Flows – Nonmajor Enterprise Funds

For the Fiscal Year Ended August 31, 2007 (Amounts in Thousands)

	Texas Workforce Commission Unemployment Trust Fund Accounts	Texas Department of Housing and Community Affairs	Texas Lottery Commission	Veterans Land Board Loan Program Funds
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 635,361	\$ (12,252)	\$ 1,083,730	\$ 11,723
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation and Amortization		979	234	3,221
Bad Debt Expense		2,242	291	
Operating Income (Loss) and Cash Flow Categories Classification Differences		55,968		131,475
Changes in Assets and Liabilities:				
(Increase) Decrease in Receivables	14,021	(1,739)	(80,663)	(34,070)
(Increase) Decrease in Due From Other Funds				
(Increase) Decrease in Inventories			(836)	94
(Increase) Decrease in Loans and Contracts		(102,558)		(169,013)
(Increase) Decrease in Other Assets		(136)		(28,936)
(Increase) Decrease in Prepaid Expenses				
Increase (Decrease) in Payables	(331,862)	6,818	60,804	694
Increase (Decrease) in Due To Other Funds				
Increase (Decrease) in Deferred Revenue	9,748	7,120		
Increase (Decrease) in Compensated Absence Liability				
Increase (Decrease) in Benefits Payable				
Increase (Decrease) in Other Liabilities		24,804	1,556	31,047
Total Adjustments	<u>(308,093)</u>	<u>(6,502)</u>	<u>(18,614)</u>	<u>(65,488)</u>
Net Cash Provided by Operating Activities	<u>\$ 327,268</u>	<u>\$ (18,754)</u>	<u>\$ 1,065,116</u>	<u>\$ (53,765)</u>
NONCASH TRANSACTIONS				
Net Change in Fair Value of Investments	\$ 0	\$ 7,272	\$ (13,828)	\$ (8,897)

Texas Department of Criminal Justice Institutional Division	Teacher Retirement System	Texas Prepaid Higher Education Tuition Board	Other Nonmajor Enterprise Funds	Totals
\$ 7,502	\$ 30,034	\$ (263,403)	\$ 4,477	\$1,497,172
121		22	499	5,076
				2,533
		241	65	187,749
(1)	(5,820)	57,618	(1,175)	(51,829)
			16	16
(676)			55	(1,363)
			548	(271,023)
				(29,072)
			57	57
(1,290)	9,733	129	596	(254,378)
		(34)	(50)	(84)
			127	16,995
		11	11	22
	46	163,652		163,698
			(17)	57,390
<u>(1,846)</u>	<u>3,959</u>	<u>221,639</u>	<u>732</u>	<u>(174,213)</u>
\$ 5,656	\$ 33,993	\$ (41,764)	\$ 5,209	\$1,322,959
\$ 0	\$ 0	\$ (152,711)	\$ 0	\$ (168,164)

Colleges and Universities – Major Enterprise Fund

There are six university system offices and five independent universities in Texas' primary government presented in a single-column as a major fund on the basic financial statements. Schedules have been prepared to report the breakdown of the following universities.

The University of Texas System
Texas A&M University System
Texas Tech University System
The University of Houston System
Texas State University System
The University of North Texas System
Texas Woman's University
Stephen F. Austin State University
Texas Southern University
Midwestern State University
Texas State Technical College

Schedule of Net Assets

Colleges and Universities – Major Enterprise Fund

August 31, 2007 (Amounts in Thousands)

	University of Texas System	Texas A & M University System	Texas Tech University System	University of Houston System	Texas State University System
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 1,539,821	\$ 263,921	\$ 255,359	\$ 145,969	\$ 444,955
Short-Term Investments		193,813		14,887	
Securities Lending Collateral	1,566,423	286,652			
Restricted:					
Cash and Cash Equivalents	341,052	(4,754)	125,744	23,443	26,713
Short-Term Investments		151,452			198
Loans and Contracts					
Receivables:					
Federal	195,235	84,052	8,203	30,228	14,316
Other Intergovernmental	31,507	11,727			
Accounts	194,126	14,006	1,346	14,272	58,208
Interest and Dividends	61,798	9,424	2,387	1,789	447
Gifts	45,891	11,888	21,808	17,379	2,558
Investment Trades	760,704	59,056			
Other	1,037,145	69,257	39,388	1,145	2,167
Due From Other Funds	71,023	96,707	59,153	57,443	64,032
Due From Component Units			9		
Interfund Receivable		23,340			
Inventories	66,890	25,436	3,573	3,032	4,337
Prepaid Items		848	19,074	23,850	23,760
Loans and Contracts	43,297	22,040	1,727	9,255	5,453
Other Current Assets	137,600	29,551	211		22,874
Total Current Assets	<u>6,092,512</u>	<u>1,348,416</u>	<u>537,982</u>	<u>342,692</u>	<u>670,018</u>
Noncurrent Assets:					
Restricted:					
Cash and Cash Equivalents	764		24,092	39,071	27,463
Short-Term Investments					
Investments	22,598,520	716,677	175,320		75,067
Receivables					4,969
Loans and Contracts	88,078	5,203		9,917	1,077
Other					5,953
Loans and Contracts		27,218	3,486		1,150
Investments	3,266,770	1,456,422	768,667	642,805	119,885
Interfund Receivable		382,630			
Gifts Receivable	105,465	53,594	40,036		
Capital Assets:					
Nondepreciable	1,590,879	494,735	190,612	85,746	140,994
Depreciable	11,979,152	3,596,283	1,439,776	1,178,223	1,587,198
Accumulated Depreciation	(5,227,367)	(2,125,393)	(704,527)	(703,169)	(809,226)
Assets Held in Trust		362			
Other Noncurrent Assets	32,560	1,104			
Total Noncurrent Assets	<u>34,434,821</u>	<u>4,608,835</u>	<u>1,937,462</u>	<u>1,252,593</u>	<u>1,154,530</u>
Total Assets	<u>40,527,333</u>	<u>5,957,251</u>	<u>2,475,444</u>	<u>1,595,285</u>	<u>1,824,548</u>

University of North Texas System	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
\$ 197,518	\$ 12,926	\$ 54,258	\$ 23,400	\$ 3,985	\$ 22,416	\$ 2,964,528
400	31,609	83		18,581	9,035	268,408
						1,853,075
13,468	4,352	13,071	270	(1,249)	3,612	545,722
4,724	29,923		17,886	1,682	8,174	214,039
				17		17
15,595	4,215	1,889	5,198	115	1,029	360,075
130		911	4,048			48,323
40,358	7,316	7,622	14,952	4,346	13,993	370,545
1,935	800	167		154	93	78,994
1,140		450		2,429		103,543
						819,760
	6,530	1,848	2,525	900	500	1,161,405
46,950	9,690	5,875	9,037	2,472	8,782	431,164
						9
						23,340
2,735	845	499	546	307	2,490	110,690
	1,084	13,540		4,443		86,599
7,457	5,793	2,842				97,864
13,610			11,644			215,490
<u>346,020</u>	<u>115,083</u>	<u>103,055</u>	<u>89,506</u>	<u>38,182</u>	<u>70,124</u>	<u>9,753,590</u>
		310			15	91,715
				23,384	320	23,704
66,214	73,239	9,753		269		23,715,059
			710			5,679
6,023		4,890	2,216	108		117,512
				642		6,595
		778				32,632
136,125		22,959	28,766	8,159		6,450,558
						382,630
1,152				954		201,201
91,510	4,682	56,376	31,177	8,459	17,342	2,712,512
795,266	290,407	284,320	342,175	145,852	149,734	21,788,386
(390,200)	(123,873)	(172,690)	(183,709)	(71,888)	(100,352)	(10,612,394)
						362
271						33,935
<u>706,361</u>	<u>244,455</u>	<u>206,696</u>	<u>221,335</u>	<u>115,939</u>	<u>67,059</u>	<u>44,950,086</u>
<u>1,052,381</u>	<u>359,538</u>	<u>309,751</u>	<u>310,841</u>	<u>154,121</u>	<u>137,183</u>	<u>54,703,676</u>

Concluded on the following page

Schedule of Net Assets

Colleges and Universities – Major Enterprise Fund (concluded)

August 31, 2007 (Amounts in Thousands)

	University of Texas System	Texas A & M University System	Texas Tech University System	University of Houston System	Texas State University System
LIABILITIES					
Current Liabilities:					
Payables:					
Accounts Payroll	\$ 1,027,062	\$ 84,718	\$ 36,993	\$ 36,948	\$ 19,891
Other Intergovernmental Federal	11			413	10,780
Investment Trades Interest	48,732	64,960			
Due To Other Funds	1,790,172			6	
Interfund Payable	9,689				
Deferred Revenue	23,340	322,013	110,748	122,526	218,475
Obligations/Securities Lending	884,905	286,651			
Claims and Judgments	1,566,423	12,772	2,264	255	
Capital Lease Obligations	79,468	210			144
Employees' Compensable Leave	1,022	5,395	7,308	9,203	8,602
Notes and Loans Payable	243,535	9,780	36,599	27	
General Obligation Bonds Payable	824,864				
Revenue Bonds Payable	179,189	83,191	18,740	19,598	27,288
Funds Held for Others	16,261	22,707	12,830	5,982	13,293
Other Current Liabilities	348,995	31,038	30,337	2,587	4,901
Total Current Liabilities	<u>7,043,668</u>	<u>1,017,429</u>	<u>304,010</u>	<u>228,481</u>	<u>333,568</u>
Noncurrent Liabilities:					
Interfund Payable	388,925	8,492	937		
Claims and Judgments	38,879	9,534	20,377	16	
Capital Lease Obligations	1,632	1,302			421
Employees' Compensable Leave	141,543	82,495	26,350	10,666	9,620
Notes and Loans Payable	32,954	150,694			
General Obligation Bonds Payable					
Revenue Bonds Payable	3,745,737	1,081,002	389,045	292,935	490,802
Assets Held for Others	762,449	362			
Other Noncurrent Liabilities	22,058	94,026	517		2,450
Total Noncurrent Liabilities	<u>5,134,177</u>	<u>1,427,907</u>	<u>437,226</u>	<u>303,617</u>	<u>503,293</u>
Total Liabilities	<u>12,177,845</u>	<u>2,445,336</u>	<u>741,236</u>	<u>532,098</u>	<u>836,861</u>
NET ASSETS					
Invested in Capital Assets, Net of Related Debt	4,083,126	729,190	499,576	262,723	400,384
Restricted for:					
Education	1,571,903	317,086	153,552		48,927
Debt Retirement	8,394	1,099	13,120	29	3,438
Capital Projects	46,302	2,384	34,177	594	3,743
Funds Held as Permanent Investments:					
Nonexpendable	8,968,901	495,999	539,695	340,736	187,717
Expendable	9,577,269	82,169		86,731	13,551
Unrestricted	4,093,593	1,883,988	494,088	372,374	329,927
Total Net Assets	<u>\$28,349,488</u>	<u>\$ 3,511,915</u>	<u>\$ 1,734,208</u>	<u>\$ 1,063,187</u>	<u>\$ 987,687</u>

University of North Texas System	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
\$ 18,472	\$ 11,579	\$ 4,216	\$ 7,815	\$ 1,428	\$ 5,071	\$ 1,254,193
32,460		5,610	5,304		5,906	252,595
		1,389	32			12,212
					223	49,368
						1,855,132
		1,997			77	2,074
16	329					10,040
						23,340
111,564	31,149	46,914	34,544	17,726	11,675	1,912,239
						1,853,074
						94,759
180	171	74			634	2,435
1,115	1,942	324	1,725	111	477	279,737
			288			871,558
			4,135	1,180	1,390	6,705
10,610	3,495	4,525	5,785	1,395	445	354,261
15,420		10,156		156	5,177	101,982
4,126	4,793	2,472	9,463	3,186	585	442,483
<u>193,963</u>	<u>53,458</u>	<u>77,677</u>	<u>69,091</u>	<u>25,182</u>	<u>31,660</u>	<u>9,378,187</u>
					34	398,388
					233	69,039
441	2,173	38			4,692	10,699
13,713	1,226	2,605	1,528	1,123	4,662	295,531
20,783			891			205,322
			32,178	7,985	11,440	51,603
258,015	43,528	115,630	99,735	47,065	8,275	6,571,769
2,261	167					765,239
14		709	2,726	220	10	122,730
<u>295,227</u>	<u>47,094</u>	<u>118,982</u>	<u>137,058</u>	<u>56,393</u>	<u>29,346</u>	<u>8,490,320</u>
<u>489,190</u>	<u>100,552</u>	<u>196,659</u>	<u>206,149</u>	<u>81,575</u>	<u>61,006</u>	<u>17,868,507</u>
206,759	121,961	48,671	47,237	47,105	44,544	6,491,276
37,731	1,953	13,768	722		1,434	2,147,076
3,724			110			29,914
5,384		2,218	13,380	4,001	1,577	113,760
17,259	7,300	6,298	29,476	3,550	335	10,597,266
5,031	58,730	3,465		3,129		9,830,075
287,303	69,042	38,672	13,767	14,761	28,287	7,625,802
<u>\$ 563,191</u>	<u>\$ 258,986</u>	<u>\$ 113,092</u>	<u>\$ 104,692</u>	<u>\$ 72,546</u>	<u>\$ 76,177</u>	<u>\$ 36,835,169</u>

Schedule of Revenues, Expenses and Changes in Fund Net Assets Colleges and Universities – Major Enterprise Fund

For the Fiscal Year Ended August 31, 2007 (Amounts in Thousands)

	University of Texas System	Texas A & M University System	Texas Tech University System	University of Houston System	Texas State University System
OPERATING REVENUES					
Tuition Revenue	\$	\$	\$	\$	\$
Tuition Revenue - Pledged	1,210,079	626,918	197,849	335,798	347,454
Discounts and Allowances	(241,783)	(124,959)	(23,872)	(50,514)	(51,866)
Hospital Revenue - Pledged	5,737,392				
Discounts and Allowances	(2,973,832)				
Professional Fees	2,925,160		212,943		
Professional Fees - Pledged	4,500	11,978			
Discounts and Allowances	(1,917,248)				
Auxiliary Enterprises				42,996	100,048
Auxiliary Enterprises - Pledged	336,169	215,049	70,231		4,252
Discounts and Allowances	(8,747)				(7,076)
Other Sales of Goods and Services			3,552	20,894	12,283
Other Sales of Goods and Services - Pledged	308,817	130,938	10,119		
Discounts and Allowances	(344)	(16,080)			
Interest and Investment Income		1,044			71
Interest and Investment Income - Pledged					770
Federal Revenue	1,325,130	449,784	53,976	91,697	80,641
State Grant Revenue	36,736	50,653	7,299	9,341	6,687
Other Operating Grant Revenue	267,316	10,800	110,912	14,779	9,524
Other Operating Grant Revenue - Pledged	398,630	121,136	3,875		
Other Revenues	5,992	629		800	13,686
Other Revenues - Pledged	139,397	37,695			
Total Operating Revenues	<u>7,553,364</u>	<u>1,515,585</u>	<u>672,722</u>	<u>465,791</u>	<u>516,474</u>
OPERATING EXPENSES					
Cost of Goods Sold	100,530	18,948		2,891	6,808
Salaries and Wages	4,935,161	1,245,730	523,147	411,226	385,225
Payroll Related Costs	1,168,906	284,822	117,701	86,402	87,089
Professional Fees and Services	340,931	182,184	62,944	39,533	38,640
Travel	114,830	63,567	11,726	12,924	12,785
Materials and Supplies	1,002,146	184,739	83,461	33,916	76,034
Communication and Utilities	291,147	122,113	39,528	42,192	51,528
Repairs and Maintenance	152,646	62,061	23,139	9,457	16,731
Rentals and Leases	99,535	41,531	9,636	13,407	10,570
Printing and Reproduction	20,872	13,815	6,930	4,652	4,976
Depreciation and Amortization	626,913	128,998	51,134	40,973	48,400
Bad Debt Expense	2,315				189
Interest Expense		157		2,456	30
Scholarships	260,797	117,777	36,361	50,464	59,596
Claims and Judgments	10,104		14	914	39
Other Expenses	796,967	168,022	47,948	18,353	32,606
Total Operating Expenses	<u>9,923,800</u>	<u>2,634,464</u>	<u>1,013,669</u>	<u>769,760</u>	<u>831,246</u>
Operating (Loss)	<u>(2,370,436)</u>	<u>(1,118,879)</u>	<u>(340,947)</u>	<u>(303,969)</u>	<u>(314,772)</u>

University of North Texas System	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
\$ 77,370	\$ 59,354	\$ 3,294	\$	\$	\$ 2,533	\$ 504,187
131,787	278	57,443	60,107	21,421	23,811	2,677,147
(25,523)	(5,626)	(12,311)	(16,543)		(9,280)	(562,277)
						5,737,392
						(2,973,832)
74,249						3,212,352
						16,478
(67)						(1,917,315)
1,220	7,952	1,411			1,043	154,670
35,735	8,671	28,323	8,805	4,867	11,979	724,081
(104)		(5,074)	(2,149)		(2,600)	(25,750)
22,664		1,230				60,623
		3,755	45	1,335	4,438	459,447
						(16,424)
						1,115
					829	1,599
55,904	10,756	15,437	37,031	5,391	19,717	2,145,464
1,200	498	755	1,206		1,135	115,510
8,958		1,017	11	27		423,344
	765		3,028		248	527,682
100	985					22,192
		10	4,721	559	7	182,389
<u>383,493</u>	<u>83,633</u>	<u>95,290</u>	<u>96,262</u>	<u>33,600</u>	<u>53,860</u>	<u>11,470,074</u>
770	297	6,571			3,448	140,263
276,969	71,670	70,782	70,447	31,873	63,545	8,085,775
57,306	15,479	17,486	16,734	7,813	18,659	1,878,397
21,267	1,228	1,478	14,887	2,532	1,391	707,015
6,720	1,709	2,027	1,811	1,307	1,177	230,583
42,356	10,559	17,184	7,286	5,399	11,154	1,474,234
15,249	5,912	11,475	5,353	3,861	7,254	595,612
11,528	3,414	3,114	2,549	1,537	2,721	288,897
6,221	1,031	1,682	2,457	465	1,255	187,790
3,843	304	663	343	455	131	56,984
26,870	9,558	7,716	11,360	5,980	5,312	963,214
3,699	815	213	800	115		8,146
9		1		1	2	2,656
33,471	18,471	13,183	15,503	6,082	8,420	620,125
52					61	11,184
30,618	5,403	3,977	74	15	8,792	1,112,775
<u>536,948</u>	<u>145,850</u>	<u>157,552</u>	<u>149,604</u>	<u>67,435</u>	<u>133,322</u>	<u>16,363,650</u>
(153,455)	(62,217)	(62,262)	(53,342)	(33,835)	(79,462)	(4,893,576)

Concluded on the following page

Schedule of Revenues, Expenses and Changes in Fund Net Assets Colleges and Universities – Major Enterprise Fund (concluded)

For the Fiscal Year Ended August 31, 2007 (Amounts in Thousands)

	University of Texas System	Texas A & M University System	Texas Tech University System	University of Houston System	Texas State University System
NONOPERATING REVENUES (EXPENSES)					
Federal Revenue	\$	\$ 35,836	\$ 553	\$ 43,160	\$ 28,471
Gifts	265,115		114,917		
Gifts - Pledged	19,383	72,145	13,399		
Land Income		5,179			
Interest and Investment Income	3,211,311		98,903	81,326	28,611
Interest and Investment Income - Pledged	406,928	273,527	25,208		2,812
Investing Activities Expense	(155,778)	(11,818)			(395)
Interest Expense	(158,097)	(63,125)	(15,166)	(13,848)	(23,534)
Borrower Rebates and Agent Fees		(58)			
Gain on Sale of Capital Assets		149		6	13,206
Settlement of Claims					
Claims and Judgments		(947)			(224)
Other Revenues	180,955	95	2,448	(12,756)	5,118
Other Revenues - Pledged	9,435	28,723	16,737		
Other Expenses	(507)	(37,628)			(333)
Total Nonoperating Revenues (Expenses)	<u>3,778,745</u>	<u>302,078</u>	<u>256,999</u>	<u>97,888</u>	<u>53,732</u>
Income (Loss) Before Capital Contributions, Endowments and Transfers	<u>1,408,309</u>	<u>(816,801)</u>	<u>(83,948)</u>	<u>(206,081)</u>	<u>(261,040)</u>
CAPITAL CONTRIBUTIONS, ENDOWMENTS AND TRANSFERS					
Capital Contributions - Federal	73,823				399
Capital Contributions (Distributions) - Other	104,181	8,355	1,371	160	(750)
Contributions to Permanent and Term Endowments	163,901	5,567	947	9,279	584
Transfer In	1,981,182	1,130,262	328,718	303,246	330,696
Transfer Out	(158,854)	(32,528)	(7,411)	(5,183)	(3,312)
Total Capital Contributions, Endowments and Transfers	<u>2,164,233</u>	<u>1,111,656</u>	<u>323,625</u>	<u>307,502</u>	<u>327,617</u>
Change in Net Assets	<u>3,572,542</u>	<u>294,855</u>	<u>239,677</u>	<u>101,421</u>	<u>66,577</u>
Net Assets, September 1, 2006	24,776,946	3,221,468	1,494,531	961,766	921,126
Restatements		(4,408)			(16)
Net Assets, September 1, 2006, as Restated	<u>24,776,946</u>	<u>3,217,060</u>	<u>1,494,531</u>	<u>961,766</u>	<u>921,110</u>
Net Assets, August 31, 2007	<u>\$28,349,488</u>	<u>\$ 3,511,915</u>	<u>\$ 1,734,208</u>	<u>\$ 1,063,187</u>	<u>\$ 987,687</u>

University of North Texas System	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
\$ 5,550	\$ 8,345	\$ 2,247	\$ 70	\$ 3,019	\$ 56	\$ 36,389
						462,535
						113,342
						5,179
24,477	6,728	942	1,685			3,453,983
	781	2,492	2,548	1,544	1,501	717,341
		(17)	(170)			(168,178)
(12,609)	(2,382)	(3,487)	(6,658)	(1,306)	(1,182)	(301,394)
						(58)
						13,361
		258				258
(568)						(1,739)
1,487			580	427	140	178,494
	5,697					60,592
(48)	50	(8)	(1,890)	(3)	(1,272)	(41,639)
<u>18,289</u>	<u>19,219</u>	<u>2,427</u>	<u>(3,835)</u>	<u>3,681</u>	<u>(757)</u>	<u>4,528,466</u>
<u>(135,166)</u>	<u>(42,998)</u>	<u>(59,835)</u>	<u>(57,177)</u>	<u>(30,154)</u>	<u>(80,219)</u>	<u>(365,110)</u>
						74,222
1,893		1,796		4,359	1,166	122,531
140		835	2,671	269		184,193
215,140	73,650	58,535	75,308	26,168	84,712	4,607,617
<u>(3,435)</u>	<u>(1,832)</u>	<u>(855)</u>	<u>(58)</u>	<u>(696)</u>	<u>(2,045)</u>	<u>(216,209)</u>
<u>213,738</u>	<u>71,818</u>	<u>60,311</u>	<u>77,921</u>	<u>30,100</u>	<u>83,833</u>	<u>4,772,354</u>
<u>78,572</u>	<u>28,820</u>	<u>476</u>	<u>20,744</u>	<u>(54)</u>	<u>3,614</u>	<u>4,407,244</u>
484,997	229,536	112,616	85,789	72,600	72,605	32,433,980
<u>(378)</u>	<u>630</u>		<u>(1,841)</u>		<u>(42)</u>	<u>(6,055)</u>
<u>484,619</u>	<u>230,166</u>	<u>112,616</u>	<u>83,948</u>	<u>72,600</u>	<u>72,563</u>	<u>32,427,925</u>
<u>\$ 563,191</u>	<u>\$ 258,986</u>	<u>\$ 113,092</u>	<u>\$ 104,692</u>	<u>\$ 72,546</u>	<u>\$ 76,177</u>	<u>\$36,835,169</u>

Schedule of Cash Flows

Colleges and Universities – Major Enterprise Fund

For the Fiscal Year Ended August 31, 2007 (Amounts in Thousands)

	University of Texas System	Texas A & M University System	Texas Tech University System	University of Houston System	Texas State University System
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from Customers	\$ 3,719,289	\$ 132,231	\$ 217,125	\$ 42,972	\$ 21,386
Proceeds from Tuition and Fees	979,653	545,846	209,346	290,527	308,623
Proceeds from Research Grants and Contracts	2,311,440	805,697	196,542	98,735	44,030
Proceeds from Gifts					3,941
Proceeds from Loan Programs	95,057	13,319	1,166	10,136	12,536
Proceeds from Auxiliaries	335,259	197,904	71,049	41,479	89,552
Proceeds from Other Revenues	415,143	36,907	11,970	22,474	102,619
Payments to Suppliers for Goods and Services	(2,991,673)	(939,445)	(257,111)	(156,697)	(243,951)
Payments to Employees	(6,143,580)	(1,541,511)	(515,655)	(502,159)	(477,785)
Payments for Loans Provided	(100,238)	(21,161)	(1,397)	(10,045)	(9,582)
Payments for Other Expenses	(75)	(155,043)	(187,780)	(91,583)	(82,213)
Net Cash Provided by Operating Activities	<u>(1,379,725)</u>	<u>(925,256)</u>	<u>(254,745)</u>	<u>(254,161)</u>	<u>(230,844)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Proceeds from State Appropriations	1,767,784	867,368	281,984	253,313	287,959
Proceeds from Gifts	299,805	78,501	128,410	29,538	29,994
Proceeds from Endowments	383,126	5,555		29,370	11,363
Proceeds from Transfers from Other Funds		154,297		21,392	156
Proceeds from Grant Receipts		34,896			501
Proceeds from Loan Programs			35,291		32
Proceeds from Other Financing Activities	21,104	21,868	17,407		5,199
Payments of Principal on Debt Issuance					(5,645)
Payments of Interest					(136)
Payments of Other Costs on Debt Issuance				(61)	
Payments for Transfers to Other Funds	(331,737)	(4,060)	(5,798)	(52,437)	(16,573)
Payments for Grant Disbursements			(35,135)		(29)
Payments for Advances to Other Funds					(731)
Payments for Other Uses	(2,728)	(30,881)		(21,771)	(12,297)
Net Cash Provided by Noncapital Financing Activities	<u>2,137,354</u>	<u>1,127,544</u>	<u>422,159</u>	<u>259,344</u>	<u>299,793</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from Sale of Capital Assets	5,250	1,680		1,192	13,278
Proceeds from Debt Issuance	2,166,694	77,659	25,281		40,712
Proceeds from State Grants and Contracts		18,051			
Proceeds from Federal Grants and Contracts					399
Proceeds from Gifts			1,364		1,851
Proceeds from Other Financing Activities				2,282	2,758
Proceeds from Capital Contributions	139,891		29,786	41,522	6,511
Proceeds of Advances from Other Funds					45,000
Payments for Additions to Capital Assets	(1,333,045)	(262,286)	(95,194)	(34,942)	(50,583)
Payments of Principal on Debt Issuance	(1,588,196)	(85,135)	(23,358)	(19,295)	(49,678)
Payments for Capital Leases		(21)			(23,078)
Payments of Interest on Debt Issuance	(164,396)	(63,189)	(21,216)	(13,831)	(24,840)
Payments of Other Costs on Debt Issuance	(59,781)	(472)	(45)	(1,874)	(1,445)
Net Cash Provided by Capital and Related Financing Activities	<u>(833,583)</u>	<u>(313,713)</u>	<u>(83,382)</u>	<u>(24,946)</u>	<u>(39,115)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from Sale of Investments	28,102,688	4,118,072	90,570		14,626
Proceeds from Interest and Investment Income	948,800	82,608	112,055	79,057	29,368
Payments to Acquire Investments	(28,866,860)	(4,069,411)	(237,997)	(35,990)	(10,486)
Net Cash Provided by Investing Activities	<u>184,628</u>	<u>131,269</u>	<u>(35,372)</u>	<u>43,067</u>	<u>33,508</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>108,674</u>	<u>19,844</u>	<u>48,660</u>	<u>23,304</u>	<u>63,342</u>
Cash and Cash Equivalents, September 1, 2006	1,772,963	239,323	356,535	185,179	435,789
Restatements					
Cash and Cash Equivalents, September 1, 2006, as Restated	<u>1,772,963</u>	<u>239,323</u>	<u>356,535</u>	<u>185,179</u>	<u>435,789</u>
Cash and Cash Equivalents, August 31, 2007	<u>\$ 1,881,637</u>	<u>\$ 259,167</u>	<u>\$ 405,195</u>	<u>\$ 208,483</u>	<u>\$ 499,131</u>

University of North Texas System	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
\$ 97,358	\$ 54,006	\$ 4,987	\$	\$ 21,955	\$ 14,848	\$ 4,326,157
184,775		51,281	42,668	7,103	16,796	2,636,618
75,370	15,359	23,982	41,639		28,253	3,641,047
						3,941
7,115			67,874	13		207,216
36,039		26,258	2,389	4,976		804,905
623	17,609	642	5,184	1,894	1,130	616,195
(124,035)	(24,454)	(50,139)	(37,370)	(16,009)	(43,091)	(4,883,975)
(343,097)	(88,831)	(88,932)	(86,856)	(40,194)	(83,390)	(9,911,990)
(7,364)	(18,440)	(13,413)	(65,306)	(17)		(246,963)
(46,095)	(5,398)	(59)	(12,925)	(5,912)		(587,083)
<u>(119,311)</u>	<u>(50,149)</u>	<u>(45,393)</u>	<u>(42,703)</u>	<u>(26,191)</u>	<u>(65,454)</u>	<u>(3,393,932)</u>
189,754	72,042	54,628	53,108	22,375	78,213	3,928,528
7,309		2,247		3,019	56	578,879
140				222		429,776
			35			175,880
						35,397
						35,323
5,495	14,042	261			140	85,516
(208)						(5,853)
(311)						(447)
(11)						(72)
(2,720)		(540)		(698)		(414,563)
						(35,164)
		(375)				(1,106)
<u>(1,350)</u>	<u>(1,832)</u>	<u>(11)</u>		<u>(4)</u>	<u>(1,038)</u>	<u>(71,912)</u>
198,098	84,252	56,210	53,143	24,914	77,371	4,740,182
						21,400
73,872				22,648		2,406,866
					150	18,201
		39				438
				1,495		4,710
			7,438	31		12,509
19,376		121		2,290		239,497
		4,684				49,684
(81,855)	(13,442)	(27,900)	(15,443)	(2,446)	(13,577)	(1,930,713)
(32,551)	(3,355)	(4,735)		(2,406)	(2,449)	(1,811,158)
	(162)					(23,261)
(11,066)	(2,382)	(3,564)	(8,191)	(1,473)	(1,188)	(315,336)
(161)	(25)		(8,070)	(46)	(2,045)	(73,964)
<u>(32,385)</u>	<u>(19,366)</u>	<u>(31,355)</u>	<u>(24,266)</u>	<u>20,093</u>	<u>(19,109)</u>	<u>(1,401,127)</u>
79,528	15,775	912	11,622		11,395	32,445,188
17,666	7,508	3,884	7,382	36,977	2,321	1,327,626
(92,330)	(37,513)		(7,081)	(56,827)	(4,453)	(33,418,948)
4,864	(14,230)	4,796	11,923	(19,850)	9,263	353,866
51,266	507	(15,742)	(1,903)	(1,034)	2,071	298,989
160,099	16,771	83,381	24,524	3,770	23,972	3,302,306
(379)			1,049			670
<u>159,720</u>	<u>16,771</u>	<u>83,381</u>	<u>25,573</u>	<u>3,770</u>	<u>23,972</u>	<u>3,302,976</u>
\$ 210,986	\$ 17,278	\$ 67,639	\$ 23,670	\$ 2,736	\$ 26,043	\$ 3,601,965

Concluded on the following page

Schedule of Cash Flows

Colleges and Universities – Major Enterprise Fund (concluded)

For the Fiscal Year Ended August 31, 2007 (Amounts in Thousands)

	University of Texas System	Texas A & M University System	Texas Tech University System	University of Houston System	Texas State University System
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES					
Operating (Loss)	\$ (2,370,436)	\$ (1,118,879)	\$ (340,947)	\$ (303,969)	\$ (314,772)
Adjustments to Reconcile Operating (Loss) to Net Cash Provided by Operating Activities:					
Depreciation and Amortization	626,913	128,998	51,134	40,973	48,400
Bad Debt Expense	219,729	2,207		133	189
Operating Income (Loss) and Cash Flow Categories Classification Differences		942			(235)
Changes in Assets and Liabilities:					
(Increase) Decrease in Receivables	(293,949)	(3,964)	(3,056)	926	(10,140)
(Increase) Decrease in Due From Other Funds		(8,906)	(652)		(553)
(Increase) Decrease in Inventories	2,029	1,261	(122)	(682)	(922)
(Increase) Decrease in Notes Receivable			1,738		206
(Increase) Decrease in Loans and Contracts	(5,195)	(8,289)		92	137
(Increase) Decrease in Other Assets	(15,672)	(484)	699	(5,268)	492
(Increase) Decrease in Prepaid Expenses		(5,180)	(6,783)	(5,125)	(8,285)
(Increase) Decrease in State Appropriations					(5,108)
Increase (Decrease) in Payables	1,855	(26,764)	15,574	(4,817)	4,007
Increase (Decrease) in Deposits	(4,352)	558			9,872
Increase (Decrease) in Due To Other Funds		17,201			916
Increase (Decrease) in Deferred Revenue	56,781	24,609	10,541	10,439	14,704
Increase (Decrease) in Compensated Absence Liability	25,055	3,100	2,144	1,201	979
Increase (Decrease) in Benefits Payable		(1,392)		2,189	
Increase (Decrease) in Other Liabilities	377,517	69,726	14,985	9,747	29,269
Total Adjustments	<u>990,711</u>	<u>193,623</u>	<u>86,202</u>	<u>49,808</u>	<u>83,928</u>
Net Cash Provided by Operating Activities	<u>\$ (1,379,725)</u>	<u>\$ (925,256)</u>	<u>\$ (254,745)</u>	<u>\$ (254,161)</u>	<u>\$ (230,844)</u>
NONCASH TRANSACTIONS					
Net Change in Fair Value of Investments	\$ (1,628,788)	\$ (179,147)	\$ (49,183)	\$ (31,632)	\$ (5,128)
Donation of Capital Assets	\$ (38,805)	\$ (7,261)	\$	\$ 19,854	\$ (54)
Borrowing Under Capital Lease Purchase	\$ (756)	\$	\$	\$	\$ (491)
Other	\$ 16,285	\$ (1,122)	\$	\$ (50,079)	\$ 9

University of North Texas System	Texas Woman's University	Stephen F. Austin State University	Texas Southern University	Midwestern State University	Texas State Technical College	Totals
\$(153,455)	\$(62,217)	\$(62,262)	\$(53,342)	\$(33,835)	\$(79,462)	\$(4,893,576)
26,870	9,558	7,716	11,360	5,980	5,312	963,214
3,699	815	213	2,667	115		229,767
					(829)	(122)
(1,845)	(322)	611	5,741	(1,558)	(2,011)	(309,567)
	6	30	12		379	(9,684)
15	(234)	2	(49)		59	1,357
		1,303				3,247
(495)		1,693		(4)		(12,061)
(2,196)		638	(2,459)			(24,250)
(538)	(81)	(1,427)	(6,815)	114		(34,120)
	(1,059)	(4,758)				(10,925)
(2,179)	1,495	1,282	1,307	(528)	1,989	(6,779)
		(58)				6,020
	(95)					18,022
2,330	(1,186)	5,998	(5,209)	2,185	131	121,323
	187	237	145		220	33,268
			(635)			162
8,483	2,984	3,389	4,574	1,340	8,758	530,772
<u>34,144</u>	<u>12,068</u>	<u>16,869</u>	<u>10,639</u>	<u>7,644</u>	<u>14,008</u>	<u>1,499,644</u>
<u>\$(119,311)</u>	<u>\$(50,149)</u>	<u>\$(45,393)</u>	<u>\$(42,703)</u>	<u>\$(26,191)</u>	<u>\$(65,454)</u>	<u>\$(3,393,932)</u>
\$ (6,391)	\$ (781)	\$ (167)	\$ (2,548)	\$ (111)	\$	\$ (1,903,876)
\$	\$	\$	\$	\$	\$ (106)	\$ (26,372)
\$	\$	\$	\$	\$	\$ (2,049)	\$ (3,296)
\$ (186)	\$	\$	\$	\$ 15	\$ (311)	\$ (35,389)

