

AFR Review

Hot Topics

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Balance Sheet

- Cash & Cash Equivalents
- Receivables & Allowances
- Due to/from
- Capital Assets
- Right-to-use Assets
- ACAP
- Net Position

Operating Statement

- Tuition
- Operating Expenses
- Federal/State Pass-throughs for SEFA and SPTR
- Investment Income
- Transfers

Metrics/Ratios

- Composite Financial Index (CFI)
 - Primary Reserve
 - Net Operating Revenues
 - Return on Net Assets
 - Viability
- Admin Cost Ratio
- Operating Reserves



Balance Sheet

aka

Statement of Net Position
Exhibit III
III-Fund

Exhibit III Statement of Net Position

Assets & Deferred Outflows

Texas A&M University Statement of Net Position For the Year Ended August 31, 2024		
	Current Year	Prior Year
Assets and Deferred Outflows		
Current Assets		
Cash and Cash Equivalents (Schedule Three)	\$ 228,607,104.48	\$ 258,645,618.58
Restricted		
Cash and Cash Equivalents (Schedule Three)	16,478,812.88	39,827,090.32
Legislative Appropriations	237,087,602.88	22,616,182.20
Receivables, Net (Note 24)		
Federal	23,377,435.30	19,545,066.84
Interest and Dividends	921,090.71	932,419.24
Gifts	22,159,284.00	22,427,271.00
Student	18,275,108.47	15,520,921.96
Accounts	55,853,338.47	59,204,774.69
Other	3,884,455.52	1,210,637.26
Lease Receivable (Note 8)	1,717,246.19	1,786,747.18
Due from Other Agencies	25,387,245.46	20,702,801.59
Due from Other Members	313,954,214.59	233,557,548.87
Due from Other Funds	14,100,318.70	24,776,942.27
Consumable Inventories	18,287,415.92	14,860,592.47
Merchandise Inventories	1,959,023.16	1,728,689.99
Loans and Contracts	11,474,755.08	10,820,903.23
Other Current Assets	111,471,472.07	117,214,753.09
Total Current Assets	\$ 1,104,995,923.88	\$ 865,378,960.78
Non-Current Assets		
Restricted		
Assets Held by System Office	\$ 645,446,722.56	\$ 633,843,154.30
Gifts Receivable	250,629,056.72	266,684,761.61
Accounts Receivable	24,653,048.35	24,653,048.35
Loans and Contracts	5,701,284.15	5,727,448.82
Assets Held by System Office	2,636,551,672.51	2,282,890,498.72
Lease Receivable (Note 8)	108,574,056.55	110,291,302.71
Capital Assets, Net (Note 2)	2,923,567,668.76	2,963,124,390.81
Assets Held in Trust	5,000.00	
Other Non-Current Assets	1,032,256.08	955,368.83
Total Non-Current Assets	\$ 6,596,160,765.68	\$ 6,288,169,974.15
Deferred Outflows of Resources (Note 28)		
Total Deferred Outflows of Resources		0.00
Total Assets and Deferred Outflows	\$ 7,701,156,689.56	\$ 7,153,548,934.93

Cash and Cash Equivalents

Exhibit III/III-Fund

Current Assets

Cash and Cash Equivalents (Schedule Three)	\$ 228,607,104.48
Restricted	
Cash and Cash Equivalents (Schedule Three)	16,478,812.88

Non-Current Assets

Restricted

Assets Held by System Office	\$ 645,446,722.56
Gifts Receivable	250,629,056.72
Accounts Receivable	24,653,048.35
Loans and Contracts	5,701,284.15
Assets Held by System Office	2,636,551,672.51

Schedule Three/Three-A

Proprietary Cash & Cash Equivalents

Unrestricted

Cash on Hand	\$ 430,950.00
Cash In State Treasury	429,995.64
Reimbursements Due From State Treasury	2,670,584.58
Assets Held by System Office	225,075,574.26

Total Unrestricted Cash & Cash Equivalents (Exhibit III) \$ 228,607,104.48

Restricted

Restricted Cash on Hand	\$ 250,000.00
Cash in Bank	1,791,237.62
Assets Held By System Office - Restricted	14,437,575.26

Total Restricted Cash & Cash Equivalents (Exhibit III) \$ 16,478,812.88

Asset Recon Workpaper (bottom of first tab)

<u>Assets held by System Office (Current)</u>	<i>GL Acct Controls</i>	<u>Schedule Three</u>
Schedule of Cash and Cash Equivalents		
Assets Held by System Office	1110	225,075,574.26
Restricted Assets Held by System Office	1111	14,437,575.26
Total Assets Held by System (Current)		239,513,149.52
Assets held by System Office (Noncurrent)		
Statement of Net Position	<i>CCP/SEF/Other</i>	<u>Exhibit III</u>
Assets Held by System Office	1206 1207	2,636,551,672.51
Restricted Assets Held by System Office	1204 1210 1205	645,446,722.56
Total Assets Held by System (Noncurrent)		3,281,998,395.07

Receivables and Allowances

Receivables

- Compare to prior year
- Are there large changes?
- Did all the entries get made?
- Did reversals from prior year post correctly?

Allowance for Doubtful Accounts

- Compare as a percentage to receivable balances
- Is this reasonable? This could be different for each entity
- Did the write off entry post correctly?
- System Regulation *21.01.04-Extension of Credit...* Must seek approval from OGC for write-offs

Student debt is not written off in the student system; however, per GAAP, write-offs do occur



Due To/Due From

Other Agencies - Other State Agencies (not including A&M members)

- Matches to FMQuery Interfund/Interagency Report
- For A&M entities...do not post these in USAS

Other Members – Other A&M members

- Matches Intra-system Due to/from Transfer worksheet between A&M members
- Largest balances relate to construction projects, debt funding and grants
- Use OneStream to determine if you balance with other members

Other Funds - Between Funds within the same member– Due To must match Due From

Due to/from Other Agencies

Exhibit III

Texas A&M University

Statement of Net Position

For the Year Ended August 31, 2024

Assets and Deferred Outflows

Current Assets

Due from Other Agencies 25,387,245.46

Due from Other Members 313,954,214.59

Liabilities and Deferred Inflows

Current Liabilities

Due to Other Agencies 170,426.21

Due to Other Members 59,405,198.17

Due To/Due From	GAAP Fund Type	GAAP FUND	Fund	Agy GL	GAAP Source Object	Compt Object	Amount
Due From	05	3072	7999	30051610			22,650,901.30
			7999	30062490			1,343.75
			7999	80209510			7,445.90
						Total GAAP Fund 3072	25,387,245.46
						Total GAAP Fund Type 05	25,387,245.46
						Total Due From	25,387,245.46
Due To	05	3072	7999	71479990			-47,337.98
			7999	72179990			-30,834.00
			7999	75479990			-4,101.47
						Total GAAP Fund 3072	-170,426.21
						Total GAAP Fund Type 05	-170,426.21
						Total Due To	-170,426.21
						Total Due To/Due From	25,216,819.25

Due to/from Other Members

Exhibit III	
Texas A&M University	
Statement of Net Position	
For the Year Ended August 31, 2024	
Assets and Deferred Outflows	
Current Assets	
Due from Other Agencies	25,387,245.46
Due from Other Members	313,954,214.59
Liabilities and Deferred Inflows	
Current Liabilities	
Due to Other Agencies	170,426.21
Due to Other Members	59,405,198.17

Intra-System Due From Summary							
Fiscal Year 2024							
Texas A&M University							
<i>Enter Positive numbers only, no entry in shaded cells</i>							
Due From (exclude Fiduciary)							
		<i>System Office Only</i>					
Agy	Member	RFS/PUF Debt Proceeds	Shared Cash & Other NonCap Fin	Contracts & Grants	Construction Projects	All Other	Total
710	SO	47,062,293.25	262,739,005.21			416.82	309,801,715.28
711	TAMU						0.00
575	TDEM						0.00
014	TAMRF			3,633,500.57			3,633,500.57
Total		47,062,293.25	262,739,005.21	3,825,244.50	0.00	327,671.63	313,954,214.59
(Schedule III-Fund)							

Intra-System Due To Summary							
Fiscal Year 2024							
Texas A&M University							
<i>Enter Positive numbers only, no entry in shaded cells</i>							
Due To (exclude Fiduciary)							
		<i>System Office Only</i>					
Agy	Member	RFS/PUF Debt Proceeds	Shared Cash & Other NonCap Fin	Contracts & Grants	Construction Projects	All Other	Total
710	SO				53,460,212.92		53,460,212.92
711	TAMU						0.00
575	TDEM			2,710.41			2,710.41
014	TAMRF						0.00
Total		0.00	0.00	2,449,485.15	53,460,212.92	3,495,500.10	59,405,198.17
(Schedule III-Fund)							

Capital Assets

Exhibit III

- Capital Assets, Net line on the balance sheet will match the Schedule N-2/Note 2

Schedule N-2/Note 2 checks and balances

- Adjustment column must be zero unless there is a restatement related to Capital Assets (state requirement)
- Completed CIP column must net to zero...move from CIP to Various Assets
- Depreciation/Amortization Expense in the Addition column should match the Schedule IV-1
- Transfers balance with other A&M members (Intra-system Transfer Workpaper) and state agencies



Capital Assets-CANSS

Must match the State Comptroller's Office CANSS Website

- Must have access to update this system
- Work with your security coordinator

USAS Entries must be posted for the ending balances

There are additional edits in CANSS...enter these balances as soon as the Note 2 is prepared

CANSS matches Schedule N-2/Note 2

Call the System Office if you run into any challenges



Capital Assets

	Balance (prior year)	Adjustments	Completed CIP	Inc-Int'agy Trans	Dec-Int'agy Trans	Additions	Deletions	Ending Balance
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Agency: 711 Texas A&M University

Non-depreciable/Non-amortizable

Land and Land Improvements	34,881,183.59	0.00	0.00	0.00	0.00	16,890,000.00	0.00	51,571,183.59
Infrastructure	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Construction in Progress	193,425,169.60	0.00	-123,387,147.96	101,901,699.58	-4,843,493.56	61,879,500.75	0.00	228,975,728.41
Other Tangible Capital Assets	66,283,248.49	0.00	11,540.96	0.00	0.00	836,205.24	-785,302.00	66,345,692.69
Land use Rights	73,575.00	0.00	0.00	0.00	0.00	0.00	0.00	73,575.00
Other Intangible Capital Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Non-depreciable/Non-amortizable	294,463,176.68	0.00	-123,375,607.00	101,901,699.58	-4,843,493.56	79,605,705.99	-785,302.00	346,966,179.69

Schedule N-2
Texas A&M University
Note 2 - Capital Assets
For the Year Ended August 31, 2024

	Beginning Balance	Adjustments	Completed CIP	Increase Interagency	Decrease Interagency	Additions	Deletions	Ending Balance
Non-Depreciable/Non-Amortizable Assets								
Land and Land Improvements	34,681,183.59	0.00	0.00	0.00	0.00	16,890,000.00	0.00	51,571,183.59
Construction in Progress	193,425,169.60	0.00	(123,387,147.96)	101,901,699.58	(4,843,493.56)	61,879,500.75	0.00	228,975,728.41
Other Tangible Capital Assets	66,283,248.49	0.00	11,540.96	0.00	0.00	836,205.24	(785,302.00)	66,345,692.69
Land Use Rights	73,575.00	0.00	0.00	0.00	0.00	0.00	0.00	73,575.00
Total Non-Depreciable/Non-Amortizable Assets	294,463,176.68	0.00	(123,375,607.00)	101,901,699.58	(4,843,493.56)	79,605,705.99	(785,302.00)	346,966,179.69

	Current Year	Prior Year
Liabilities and Deferred Inflows		
Current Liabilities		
Payables		
Accounts	\$ 40,057,652.95	\$ 53,033,299.14
Payroll	84,685,399.43	78,197,822.79
Student	2,548,180.12	2,545,444.97
Other		
Interfund Payable (Note 12)	\$ 3,174,500.12	\$ 3,218,592.38
Due to Other Agencies	1,178,919.44	1,423,436.41
Due to Other Funds	170,426.21	445,603.99
Due to Other Members	14,100,318.70	24,776,942.27
Unearned Revenue	59,405,198.17	119,304,794.14
Employees Compensable Leave	543,004,427.28	472,783,950.26
Notes From Direct Borrowings (Note 5)	6,688,046.30	6,513,527.57
Lease Liability (Note 8)	196,663.01	279,992.14
Right to Use Software Subscription Liability (Note 8)	8,403,935.56	7,576,453.23
Other Current Liabilities	5,697,333.69	4,312,765.24
Other Current Liabilities	13,831,659.93	11,147,652.74
Total Current Liabilities	\$ 783,142,660.91	\$ 785,560,277.27
Non-Current Liabilities		
Interfund Payable (Note 12)	\$ 2,103,599.27	\$ 3,410,278.91
Employees Compensable Leave	39,204,498.59	37,283,312.58
Notes From Direct Borrowings (Note 5)	49,925.44	246,588.46
Lease Liability (Note 8)	125,175,062.63	126,891,507.10
Right to Use Software Subscription Liability (Note 8)	4,507,724.97	7,220,578.05
Asset Retirement Obligations (Note 5)	3,601,750.77	2,701,750.77
Other Non-Current Liabilities	19,189,500.00	19,189,500.00
Total Non-Current Liabilities	\$ 193,832,061.67	\$ 196,943,515.87
Deferred Inflows of Resources (Note 28)		
Split-Interest Agreement	\$ 1,032,256.08	\$ 955,368.83
Leases and Book Value P3 Asset	128,095,367.99	132,921,510.11
Total Deferred Inflows of Resources	\$ 129,127,624.07	\$ 133,876,878.94
Total Liabilities and Deferred Inflows	\$ 1,106,102,346.65	\$ 1,116,380,672.08

Exhibit III Statement of Net Position

Liabilities & Deferred Inflows



Liabilities

Accumulated Compensated Absences Payable (ACAP)

- The System Office will run a payroll query to help us determine the Vacation leave each employee has by funding source
- This entry will need to be posted by the member
- Can be time consuming entry
- Be sure the Exhibit III and III-Fund tie back to the totals on the workpaper provided by System

OPEB/Pension – System Office only

- Data is gathered from TRS or our Actuary for our Benefit plans and the System will post for us on Part 01 only

FY 2024 ACAP Liability Totals

Mbr	Member ID	Salaries & Wages	FICA	Total ACAP Liability	Current	NonCurrent
TAMUG	10	1,124,026.45	85,988.21	1,210,014.66	143,262.59	1,066,752.07

Exhibit III		
Texas A&M University at Galveston		
Statement of Net Position		
For the Year Ended August 31, 2024		
	Current Year	Prior Year
Liabilities and Deferred Inflows		
Current Liabilities		
Payables		
Accounts	5,140,158.01	5,978,864.23
Payroll	2,434,542.48	2,335,696.64
Student	82,835.55	21,577.39
Other	324,824.52	357,288.58
Due to Other Agencies	70,234.45	66,503.04
Due to Other Funds	16,162,576.61	39,874,811.09
Due to Other Members	4,750,349.83	770,242.30
Unearned Revenue	19,083,546.03	17,084,767.60
Employees Compensable Leave	143,262.59	133,106.24
Notes From Direct Borrowings (Note 5)	0.00	4,285.29
Other Current Liabilities	1,972,666.96	2,078,388.82
Total Current Liabilities	50,164,997.03	68,705,531.22
Non-Current Liabilities		
Employees Compensable Leave	1,066,752.07	958,510.43
Total Non-Current Liabilities	1,066,752.07	958,510.43

Right-to-Use Assets/Liabilities – FinQuery (LeaseQuery)

FinQueryTM
Formerly LeaseQuery

Each month the System Office is pulling reports from this software and entries are posted into FAMIS

If there are new leases at year-end, make sure they are placed in FinQuery

The System Office will send out reports to analyze these balances at year end

If the FinQuery reports do not balance to FAMIS, let us know

Right-to-Use Assets/Liabilities

Exhibit III

	Current Year	Total Current & Noncurrent
Liabilities and Deferred Inflows		
Current Liabilities		
Lease Liability (Note 8)	8,403,935.56	
Right to Use Software Subscription Liability (Note 8)	5,697,333.69	
Non-Current Liabilities		
Lease Liability (Note 8)	125,175,062.63	133,578,998.19
Right to Use Software Subscription Liability (Note 8)	4,507,724.97	10,205,058.66
Deferred Inflows of Resources (Note 28)		
Lease Income and Public Private Partnership Asset	128,095,367.99	

Based on FinQuery Liabilities Rollforward Reports for GASB 87 and GASB 96

FY 2024 - Change in Liabilities				
Note 5 Details - GASB 87	Total Lease Liab - Beg Bal	Additions	Deductions	Total Lease Liab- End Bal
Change in RTU Lease Liability (2128/2129)				
CC02 - TAMU - Texas A&M University	134,467,960.33	7,768,380.46	(8,657,342.60)	133,578,998.19
Note 5 Details - GASB 96	Total Lease Liab - Beg Bal	Additions	Deductions	Total Lease Liab- End Bal
Change in SBITA Liability (2138/2139)				
CC02 - TAMU - Texas A&M University	11,533,343.29	4,314,394.29	(5,642,678.92)	10,205,058.66

Exhibit III Statement of Net Position

Net Position

Net Position		
Net Investment in Capital Assets	\$ 2,760,352,523.46	\$ 2,797,407,006.59
Restricted for		
Capital Projects	315,192,482.35	307,976,451.34
Education	234,648,175.67	282,831,059.43
Endowment and Permanent Funds		
Nonexpendable	200,728,589.25	198,695,084.62
Expendable	266,935,223.15	234,406,538.29
Unrestricted	2,817,197,349.03	2,215,852,122.58
Total Net Position	\$ 6,595,054,342.91	\$ 6,037,168,262.85

Net Position/Fund Balance

- Net Investment in Capital Assets – represents total capital assets net of any related debt (including Direct Borrowing, Lease Liabilities, and SBITA Liabilities)
 - A year end entry by fund group is needed to reclassify the fund balance related to total direct borrowing, leases and SBITA liabilities
 - debit 2756-Net Inv in Cap Asset; credit 4700-Fund Balance Reclassification
- Restricted for Endowments – matches the Endowment Net Position Category Summary provided by System Offices
- Restricted for Unrestricted – Schedule III-1 shows the details of where this money is reserved and allocated



Operating Statement

aka

Income Statement

Statement of Revenues, Expenses,
and Changes in Net Position

Exhibit IV

IV-Fund

Exhibit IV
Texas A&M University
Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended August 31, 2024

	Current Year	Prior Year
Operating Revenues		
Tuition and Fees	\$ 1,017,104,726.65	\$ 973,768,672.47
Discounts and Allowances	(246,115,557.59)	(227,042,961.59)
Professional Fees	290,134.28	21,985.00
Auxiliary Enterprises	285,970,814.82	264,576,885.24
Discounts and Allowances - Sales	(16,333,224.13)	(15,503,161.08)
Other Sales of Goods and Services	184,074,805.28	166,436,929.39
Interest Revenue - Loans	592,886.54	655,310.74
Federal Revenue - Operating	151,947,885.34	141,569,302.50
Federal Pass Through Revenue	7,130,113.68	5,967,294.11
State Grant Revenue	111,901.13	18,362.21
State Pass Through Revenue	52,058,626.72	52,556,024.03
Other Grants and Contracts	108,685,160.69	112,379,977.91
Other Operating Revenue	36,265,012.30	33,445,226.39
Total Operating Revenue	\$ 1,581,783,285.71	\$ 1,508,849,847.32
Operating Expenses		
Instruction	\$ 707,615,894.07	\$ 682,958,188.13
Research	314,081,796.22	278,099,856.57
Public Service	31,101,955.30	28,654,057.24
Academic Support	344,337,699.08	303,653,772.36
Student Service	97,815,135.99	89,572,266.02
Institutional Support	129,199,353.16	110,453,174.73
Operation & Maintenance of Plant	214,812,742.51	193,699,673.01
Scholarships & Fellowships	148,675,601.72	123,266,023.42
Auxiliary	318,443,527.02	267,574,106.07
Depreciation / Amortization	253,235,737.26	236,322,900.16
Total Operating Expenses	\$ 2,559,319,442.33	\$ 2,314,254,017.71
Total Operating Income (Loss)	(\$ 977,536,156.62)	(\$ 805,404,170.39)

Exhibit IV Statement of Revenues, Expenses, and Changes in Net Position

Operating

Operating Expenses - Presented 2 Ways

NACUBO FUNCTION (EX IV AND IV-FUND)

FAMIS Code – Function

- 10 – Instruction
- 15 – Research
- 20 – Public Service
- 25 – Academic Support
- 30 – Student Service
- 35 – Institutional Support
- 40 – Operation & Maint. of Plant
- 60 – Scholarships & Fellowships
- 70 – Auxiliary
- 90 – Depreciation



NATURAL CLASSIFICATION SCH IV-1

- Salaries and Wages
- Payroll Related Costs
- Cost of Goods Sold
- Professional Fees and Services
- Travel
- Materials and Supplies
- Communications and Utilities
- Repairs and Maintenance
- Rentals and Leases
- Printing and Reproduction
- Federal Pass Through
- State Pass Through
- Depreciation and Amortization
- Bad Debt Expense
- Interest
- Scholarships
- Other Operating Expenses

Tuition & Fee Revenue

Includes all tuition & fees recognized for educational purposes

Tuition revenue should be recorded in E&G and Designated columns only

Should be reported net of discounts & allowances



Contract & Grant Revenues

Federal Revenue (Operating and NonOperating)

State and Federal Pass-Through Revenue (Operating and NonOperating)

- Received from Other State Agencies and System Members
- Pass-thru revenues (and expenses) **must** be confirmed, amounts are required to **match to the penny**
- Intra-system pass-thru's are eliminated by System Office
- Comptroller's office eliminates pass-thru activity on ACFR

SPTR and SEFA web applications – pass-thru certification required

Other Grants and Contracts – Local, Private, Foreign



State & Federal Pass-Through's

Pass-Through revenue and expense totals must match SPTR and SEFA and reconcile to the operating statement

FMQuery report (USAS), plus intra-system pass-throughs should match SPTR and SEFA (TDEM is an allowable exception)



SEFA Example – Federal Pass-throughs

SEFA

Certified

Federal Grantor/ Pass-through Grantor/ Program Title	ALN Number	NSE Name/ Identifying Number	Agy/ Univ No	Pass-through From			Direct Program Amount	Total PT From and Direct Prog. Amount	Agy/ Univ No.	Pass-through To		Expenditures Amount	Total PT To and Expenditures Amount
				Pass-Through From Agencies or Universities Amount	Pass-Through From Non-State Entities Amount	Pass-Through To Agencies or Universities Amount				Pass-Through To Non-State Entities Amount			
Total Expenditures of Federal Awards				7,126,897.28	16,996,747.66	394,274,732.66	418,398,377.60		7,529,921.68	12,516,906.32	398,351,549.60	418,398,377.60	

REVENUE

Exhibit IV
Texas A&M University
Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended August 31, 2024

	Current Year	Prior Year
Operating Revenues		
Federal Revenue - Operating	151,947,885.34	141,569,302.50
Federal Pass Through Revenue	7,130,113.68	5,967,294.11
Nonoperating Revenues (Expenses)		
Legislative Revenue	\$ 689,595,241.82	\$ 437,909,118.95
Federal Revenue Non-Operating	71,453,417.30	
Federal Pass Through Revenue Non-Operating	(3,216.40)	
		7130113.68 -
		3216.4 -
		7126897.28 *

EXPENSES

Schedule IV-1
Texas A&M University
NACUBO Function to Natural Classification Matrix
For the Year Ended August 31, 2024

	Auxiliary	Depreciation / Amortization	Current Year
Natural Classification			
Federal Pass Through			7,529,921.68
State Pass Through			6,079.96

SEFA Example – Federal Pass-throughs – con't

Federal Pass-Through From (Revenue)	
6,469,038.00	+Amount Per FMQuery Interagency/Interfund report
657,859.28	+Amount per Intersystem Pass-Through worksheet
7,126,897.28	=Total Federal Pass-Through From Agencies/Univ per SEFA
Federal Pass-Through To (Expenses)	
879,805.34	+Amount Per FMQuery Interagency/Interfund report
6,650,116.34	+Amount per Intersystem Pass-Through worksheet
7,529,921.68	=Total Federal Pass-ThroughTo Agencies/Univ per SEFA

Federal Pass-throughs	GAAP Fund Type	GAAP FUND	Fund	Agy GL	GAAP Source Object	Compt Object	Amount
Federal Pass-through Expenditures	05	3072	7999	71479990	0310	7978	120,076.46
			7999	75379990	0310	7978	39,244.94
			7999	75479990	0310	7978	56,305.25
						Total GAAP Fund 3072	879,805.34
						Total GAAP Fund Type 05	879,805.34
						Total Federal Pass-through Expenditures	879,805.34
Federal Pass-through Revenue	05	3072	0325	78103250	0026	3971	3,216.40
			7999	30062490	0026	3978	-1,343.75
			7999	80209310	0026	3978	-140,043.05
			7999	80209510	0026	3978	-7,445.90
						Total GAAP Fund 3072	-6,469,038.00
						Total GAAP Fund Type 05	-6,469,038.00
						Total Federal Pass-through Revenue	-6,469,038.00
						Total Federal Pass-throughs	-5,589,232.66

FY 24 Intrasystem Pass-Through Verification Worksheet				
Texas A&M University				
<i>Enter Revenues as Positive and Expenses as Negative, contra balances are allowed (enter with</i>				
Federal Pass-Throughs		State Pass-Throughs		
Revenue (PT From)	Expense (PT To)	Revenue (PT From)	Expense (PT To)	R
<i>Enter as Positive</i>	<i>Enter as Negative</i>	<i>Enter as Positive</i>	<i>Enter as Negative</i>	
Code 0262/0273 ²	Codes 6439/6440	Code 0264/0275 ²	Codes 6443/6444	
657,859.28	(6,650,116.34)	181,526.00	0.00	
(These 2 columns must match Schedule 1A SEFA by Member.)		(These 2 columns must match Schedule 1B SPTR by Member.)		

SPTR Example – State Pass-throughs

711 - Texas A&M University
 Schedule of State Grant Pass-Throughs From/To State Agencies (Schedule 1B) For the Year Ended August 31, 2024

Pass-through From	GRANT ID	AGENCY	AMOUNT
		TOTAL:	\$52,058,626.72
Pass-through To	GRANT ID	AGENCY	AMOUNT
		TOTAL:	\$6,079.96

Exhibit IV
 Texas A&M University
 Statement of Revenues, Expenses, and Changes in Net Position
 For the Year Ended August 31, 2024

	Current Year	Prior Year
Operating Revenues		
State Pass Through Revenue	52,058,626.72	52,556,024.03

Schedule IV-1
 Texas A&M University
 NACUBO Function to Natural Classification Matrix
 For the Year Ended August 31, 2024

	Auxiliary	Depreciation / Amortization	Current Year
Natural Classification			
State Pass Through			6,079.96

SPTR Example – State Pass-throughs – con't

State Pass-Through From (Revenue)	
51,877,100.72	+Amount Per FMQuery Interagency/Interfund report
181,526.00	+Amount per Intersystem Pass-Through worksheet
52,058,626.72	=Total State Pass-Through From Agencies/Univ per SPTR
State Pass-Through To (Expenses)	
6,079.96	+Amount Per FMQuery Interagency/Interfund report
-	+Amount per Intersystem Pass-Through worksheet
6,079.96	=Total State Pass-Through To Agencies/Univ per SPTR

State Pass-throughs	GAAP Fund Type	GAAP FUND	Fund	Agy GL	GAAP Source Object	Compt Object	Amount
State Pass-through Expenditures	05	3072	7999	75479990	0311	7615	6,079.96
						Total GAAP Fund 3072	6,079.96
						Total GAAP Fund Type 05	6,079.96
						Total State Pass-through Expenditures	6,079.96
State Pass-through Revenue	05	3072	2102	78100010	0027	3842	1,565.00
			2103	78100010	0027	3842	-485,432.34
			7999	78100010	0027	3842	-39,872,011.00
			7999	80200140	0027	3842	-33,458.91
						Total GAAP Fund 3072	-51,877,100.72
						Total GAAP Fund Type 05	-51,877,100.72
						Total State Pass-through Revenue	-51,877,100.72
						Total State Pass-throughs	-51,871,020.76

FY 24 Intrasystem Pass-Through Verification Worksheet				
Texas A&M University				
Enter Revenues as Positive and Expenses as Negative, contra balances are allowed (enter with				
Federal Pass-Throughs		State Pass-Throughs		
Revenue (PT From)	Expense (PT To)	Revenue (PT From)	Expense (PT To)	R
<i>Enter as Positive</i>	<i>Enter as Negative</i>	<i>Enter as Positive</i>	<i>Enter as Negative</i>	l
Code 0262/0273 ²	Codes 6439/6440	Code 0264/0275 ²	Codes 6443/6444	
657,859.28	(6,650,116.34)	181,526.00	0.00	
(These 2 columns must match Schedule 1A SEFA by Member.)		(These 2 columns must match Schedule 1B SPTR by Member.)		

	FY 2024	FY 2023	Variance \$	Variance %
Nonoperating Revenues (Expenses)				
Legislative Revenue	689,595,242	437,909,119	251,686,123	57%
Federal Revenue Non-Operating	71,453,417	61,059,596	10,393,821	17%
Federal Pass Through Rev. Non-Operating	(3,216)	162,391	(165,607)	-102%
Gifts	206,417,814	218,483,596	(12,065,782)	-6%
Investment Income	424,075,917	230,038,849	194,037,068	84%
Investing Activities Expense	(7,972,522)	(6,823,221)	(1,149,302)	-17%
Interest Expense	(3,357,113)	(2,427,853)	(929,260)	-38%
Gain (Loss) on Sale/Disposal Capital Assets	(10,513,542)	(593,693)	(9,919,849)	1,671%
Settlement of Claims	(4,220,000)	(76,393)	(4,143,607)	-5,424%
Other Nonoperating Revenues	5,742,406	9,937,427	(4,195,022)	-42%
Other Nonoperating Expenses	(9,214,000)	(16,140,265)	6,926,265	43%
Total Nonoperating Revenues (Expenses)	1,362,004,402	931,529,553	430,474,849	46%

Exhibit IV Statement of Revenues, Expenses, and Changes in Net Position

Non-Operating

Investment Income – What’s included?

Interest, dividends, royalty revenues, realized & unrealized gains/losses, interest on leases
IV-Fund provides Investment Income breakdown (single column Ex IV is more summarized)

Verify investments gain/loss to check figures per Asset Recon workpaper

Schedule IV-Fund	
Texas A&M University	
Statement of Revenues, Expenses, and Changes in Net Position by Fund Group	
For the Year Ended August 31, 2024	
	Current Year
Investment Income	
Interest/Dividends/Other Income	70,368,066.93
Realized Gain (Loss)	31,925,666.24
Net Increase (Decrease) in Fair Value	321,782,183.53
	424,075,916.70

Investment Income – con't

SECTION 1 Net Increase/Decrease in Fair Value (Unrealized Gain/Loss)	
Per System Office	
Current Year Market Value Adjustment per Asset Reconciliation	837,866,238.45
Less: Prior Year Market Value Adjustment	(516,084,054.92)
Net Change in Unrealized Gain (Loss) per System Office	321,782,183.53
Adjustments - Add/Change Lines as Needed	
Less: Agency Fund Unrealized Gain/Loss (GL 4008, 4009), <u>excluding</u> Fiduciary portion	
Less: Fiduciary Fund Unrealized Gain/Loss (GL 4008, 4009)	
Per Fiduciary Statement of Changes (Exhibit VII), Net Incr (Decr) in Fair Value	
Plus: Unrealized Gain/Loss - Investments Not Held by System	
Adjusted Total Net Incr/Decr in Fair Value per Schedule IV Fund (Non-Operating Section)	321,782,183.53 IV-Fund Check Figure

SECTION 2 Realized Gain/Loss on Sale of Investments	
Per System Office	
Realized CCP Gain (Loss)	31,925,666.24
Realized Gain (Loss) - Other	
Total Realized Gains (Loss) - Assets Held by System Office	31,925,666.24
Adjustments - Add/Change Lines as Needed	
Distributed Realized SEF Gain (Loss) - Endowment Withdrawal	0.00
Less: Agency Fund Realized Gain/Loss (G 4010, 4011 and S 0350, 0351)	
Less: Fiduciary Fund Realized Gain/Loss (G 4010, 4011 and S 0350, 0351)	
Per Fiduciary Statement of Changes (Ex VII), Realized Gain/Loss	
Plus: Gain / Loss on Sale of Other Investments Not Held by System Office	
Adjusted Total Realized Gain/Loss per Schedule IV Fund (Non-operating Section)	31,925,666.24 IV-Fund Check Figure

	Current Year	Prior Year
Capital Contributions, Endowments and Transfers		
Capital Contributions	\$ 20,334,020.03	\$ 3,688,553.00
Additions to Permanent and Term Endowments	771,247.25	5,036,426.01
Transfers In		
Transfers From Other State Agencies	8,516,747.11	8,312,205.61
Transfers from Other Funds	5,386,995,794.00	4,382,271,432.88
CIP Transfers In	123,387,147.96	82,099,583.03
Nonmandatory Transfers from Other Members	304,013,374.61	214,692,652.91
Nonmand Tsfr from Members/Agencies - Cap Assets	103,180,899.69	41,102,346.76
Transfers Out		
Transfers to Other State Agencies	(149,948.32)	(51,310.61)
Mandatory Transfers to Other Members	(191,667,444.07)	(143,064,404.67)
Transfers to Other Funds	(5,386,995,794.00)	(4,382,271,432.88)
CIP Transfers Out	(123,387,147.96)	(82,099,583.03)
Nonmandatory Transfer to Other Members	(68,244,546.28)	(84,724,513.73)
Nonmand Tsfr to Members/Agencies - Cap Assets	(5,456,869.75)	(1,277,385.53)
Legislative Transfers - In	15,281,723.00	1,970,523.00
Legislative Transfers - Out	(13,161,369.00)	(8,268,513.00)
Legislative Appropriations Lapsed	0.00	198,318.56
Total Capital Contributions, Endowments and Transfers	\$ 173,417,834.27	\$ 37,614,898.31

Exhibit IV/IV-Fund Statement of Revenues, Expenses, and Changes in Net Position

Transfers

Transfer Confirmations

Transfers reported on the operating statement are eliminated

- TAMUS Combined AFR: Intra-System Transfers
- State ACFR – Transfers with other State Agencies

Amounts must match USAS/FMQuery and Intra-System Transfer workpaper

Capital asset transfer amount must match by Asset Type, both asset and accumulated depreciation/amortization

Transfers from Other Funds must match Transfers to Other Funds

- [OneStream Confirmation Rule](#)

Status ▼	Rule Name ▼	
●	Due To/From Other Funds	Due From Other funds tie to Due To Other funds



Verify Transfers to/from other state agencies to FMQuery

Lines from the IV-Fund

Legislative Transfers - In	15,281,723.00
Legislative Transfers - Out	(13,161,369.00)

Legislative Transfers	GAAP Fund Type	GAAP FUND	Fund	Agy GL	GAAP Source Object	Compt Object	Amount
Legislative Transfers In	05	3072	0001	90200010	0578	9410	-15,281,723.00
						Total GAAP Fund 3072	-15,281,723.00
						Total GAAP Fund Type 05	-15,281,723.00
						Total Legislative Transfers In	-15,281,723.00
Legislative Transfers Out	05	3072	0001	71000010	0591	9515	13,161,369.00
						Total GAAP Fund 3072	13,161,369.00
						Total GAAP Fund Type 05	13,161,369.00
						Total Legislative Transfers Out	13,161,369.00
						Total Legislative Transfers	-2,120,354.00

Transfers From Other State Agencies	8,516,747.11
Transfers to Other State Agencies	(149,948.32)

Operating Transfers	GAAP Fund Type	GAAP FUND	Fund	Agy GL	GAAP Source Object	Compt Object	Amount
Operating Transfers In	05	0047	0047	71000470	0500	3973	-205,415,746.00
						Total GAAP Fund 0047	-205,415,746.00
		3072	0210	90202100	0500	3973	-1,447,982.10
			7999	32940570	0500	3980	-7,068,765.00
						Total GAAP Fund 3072	-8,516,747.10
						Total GAAP Fund Type 05	-213,932,493.10
						Total Operating Transfers In	-213,932,493.10
Operating Transfers Out	05	0047	0047	70900470	0510	7973	25,314,550.00
			0047	71000470	0510	7972	2,247,957.68
						Total GAAP Fund 0047	27,562,507.68
		3072	0802	60808020	0510	7973	149,948.32
						Total GAAP Fund 3072	149,948.32
						Total GAAP Fund Type 05	27,712,456.00
						Total Operating Transfers Out	27,712,456.00
						Total Operating Transfers	-186,220,037.10

Verify Transfers to/from other members matches Intra-System Transfer Worksheet

Lines from the IV-Fund

Mandatory Transfers From Other Members	0.00
Nonmandatory Transfers from Other Members	304,013,374.61
Nonmand Tsfr from Members/Agencies - Cap Assets	103,180,899.69

Intra-System Transfer In Summary

<u>Column Reference</u>	<u>Verify to IV-Fund</u>	
A	Mandatory Transfers From Other Members	0.00
B	NonMandatory Transfers From Other Members	304,013,374.61
C	NonMandatory Transfers From Members - Capital Asset*	103,180,899.69

Mandatory Transfers to Other Members	(191,667,444.07)
Nonmandatory Transfer to Other Members	(68,244,546.28)
Nonmand Tsfr to Members/Agencies - Cap Assets	(5,456,869.75)

Intra-System Transfer Out Summary

<u>Column Reference</u>	<u>Verify to IV-Fund</u>	
A	Mandatory Transfers To Other Members	191,667,444.07
B	NonMandatory Transfers To Other Members	68,244,546.28
C	NonMandatory Transfers To Members - Capital Asset*	5,456,869.75



Metrics and Ratios

COMPOSITE FINANCIAL INDEX (CFI)



**PRIMARY
RESERVE RATIO**

Expendable
Net Assets

Total Expenses



**NET OPERATING
REVENUES
RATIO**

(Operating Revenues
- Operating Expenses)

/Operating Revenues



**RETURN ON
NET ASSETS
RATIO**

Change in Net Assets

Total Net Assets



**VIABILITY
RATIO**

Expendable
Net Assets

Long-Term Debt

Primary Reserve Ratio

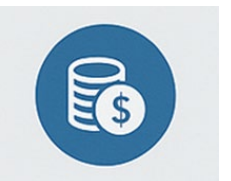
$$\text{Primary Reserve Ratio} = \frac{\text{Expendable Net Assets}}{\text{Total Expenses}}$$

Measures: The proportion of expendable net assets available to cover total expenses.

Purpose: To assess the institution's financial strength and flexibility by evaluating how long it can operate using only expendable reserves.

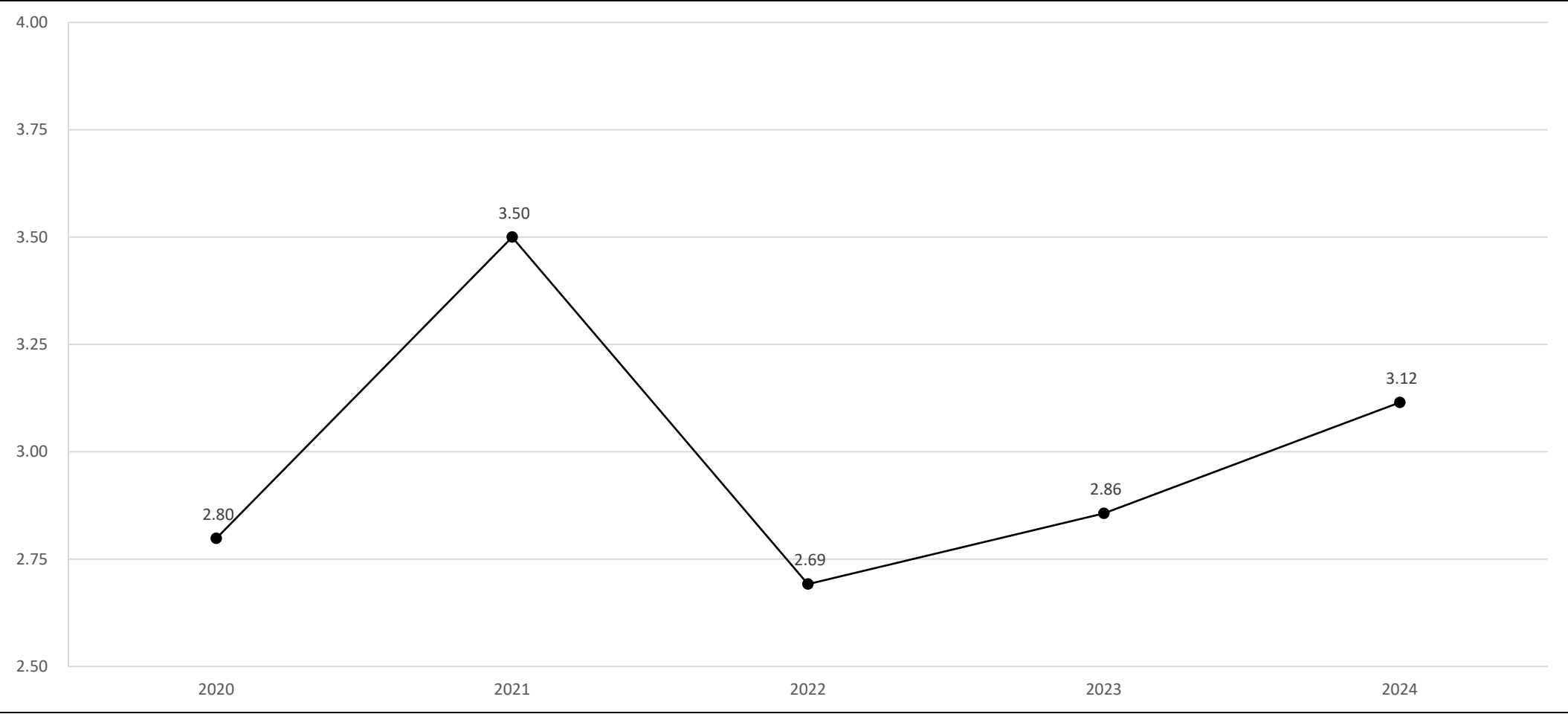
Target: 1.05+

	Current Year - Aug 2024	Prior Year - Aug 2023	Variance	Variance %
Unrestricted	\$2,817,197,349.03	\$2,215,852,122.58	\$601,345,226.45	27.14%
Expendable	266,935,223.15	234,406,538.29	32,528,684.86	13.88%
Education	234,648,175.67	282,831,059.43	(48,182,883.76)	-17.04%
Primary Reserve Foundation Numerator Adjustment				
Total Numerator	\$3,318,780,747.85	\$2,733,089,720.30	\$585,691,027.55	21.43%
Operating Expenses	\$2,559,319,442.33	\$2,314,254,017.71	\$245,065,424.62	10.59%
Investing Activities Expense	7,972,522.36	6,823,220.65	1,149,301.71	16.84%
Realized Gain (Loss)	0.00	20,482,196.77	(20,482,196.77)	100.00%
Interest Expense	3,357,113.08	2,427,853.46	929,259.62	38.27%
Borrower Rebates and Agent Fees				
Settlement of Claims	4,220,000.00	76,393.15	4,143,606.85	5,424.06%
Gain (Loss) on Sale or Disposal of Capital Assets	10,513,541.69	593,692.90	9,919,848.79	1,670.87%
Other Nonoperating Expenses	9,213,999.50	16,140,264.70	(6,926,265.20)	-42.91%
Actual Debt Service	209,001,529.63	156,773,934.13	52,227,595.50	33.31%
Primary Reserve Foundation Denominator Adjustment				
Total Denominator	\$2,803,598,148.59	\$2,517,571,573.47	\$286,026,575.12	11.36%
Primary Reserve Ratio	1.1838	1.0856	0.0982	9.04%
Primary Reserve Scoring Scale	0.1330	0.1330	0.0000	0.0000
Primary Reserve Strength Factor	8.9004	8.1625	0.7380	9.04%
Primary Reserve Weight Factor	0.3500	0.3500	0.0000	0.0000
Primary Reserve CFI Score	3.12	2.86	0.26	9.04



Primary Reserve Ratio

$$\text{Primary Reserve Ratio} = \frac{\text{Expendable Net Assets}}{\text{Total Expenses}}$$



Net Operating Revenues Ratio

$$\frac{\text{Operating Revenues} - \text{Operating Expenses}}{\text{Operating Revenues}}$$

Measures: The percentage of operating revenues remaining after covering operating expenses.

Purpose: To evaluate whether the institution is operating within its means and maintaining financial sustainability.

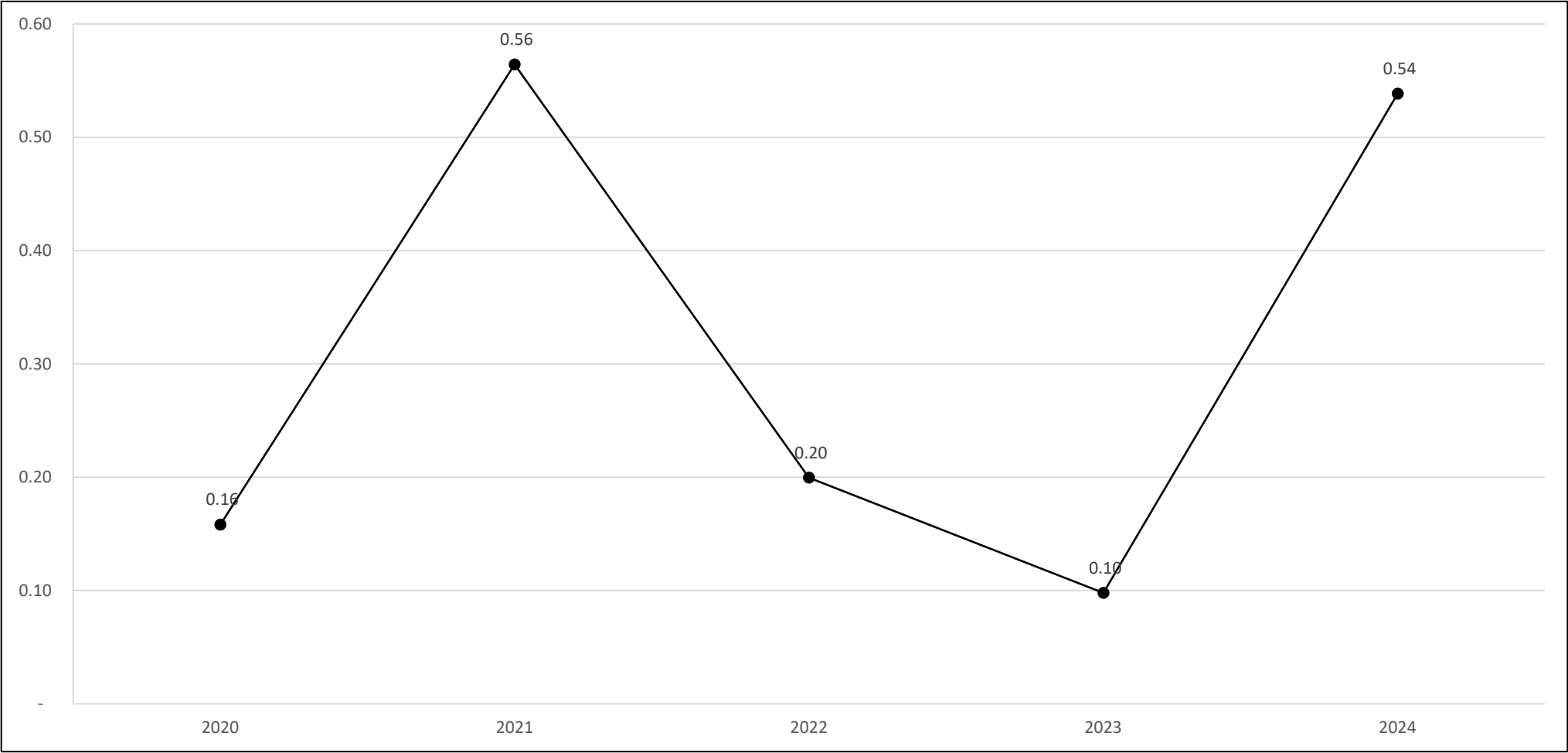
Target: 0.3+

	Current Year - Aug 2024	Prior Year - Aug 2023	Variance	Variance %
Total Operating Income (Loss)	(\$977,536,156.62)	(\$805,404,170.39)	(\$172,131,986.23)	-21.37%
Nonoperating Revenues (Expenses)	1,362,004,402.41	931,529,553.37	430,474,849.04	46.21%
Net Increase (Decrease) in Fair Value	(321,782,183.53)	(197,519,951.34)	(124,262,232.19)	-62.91%
Gifts				
Transfers From Other State Agencies	8,516,747.11	8,312,205.61	204,541.50	2.46%
Transfers to Other State Agencies	(149,948.32)	(51,310.61)	(98,637.71)	-192.24%
Capital Appropriation - Higher Education Fund				
Legislative Transfers - In	15,281,723.00	1,970,523.00	13,311,200.00	675.52%
CCAP	(13,161,369.00)	(13,724,222.00)	562,853.00	4.10%
AUF, PUF Equipment, PUF Excellence	180,101,196.01	152,894,993.00	27,206,203.01	17.79%
Actual Interest on Debt Service	(53,922,646.19)	(46,975,087.00)	(6,947,559.19)	-14.79%
Total Numerator	\$199,351,764.87	\$31,032,533.64	\$168,319,231.23	542.40%
Operating Revenues	\$1,581,783,285.71	\$1,508,849,847.32	\$72,933,438.39	4.83%
Legislative Revenue	689,595,241.82	437,909,118.95	251,686,122.87	57.47%
Federal Revenue Non-Operating	71,450,200.90	61,221,987.28	10,228,213.62	16.71%
State Pass Through Revenue Non-Operating				
Gifts	206,417,813.95	218,483,595.71	(12,065,781.76)	-5.52%
Gifts for Endowments (Addition to Perm and Temp Endow)				
Investment Income and Realized Gains/Losses	102,293,733.17	32,518,897.67	69,774,835.50	214.57%
Other Nonoperating Revenues	5,742,405.67	9,937,427.28	(4,195,021.61)	-42.21%
Transfers From Other State Agencies	8,516,747.11	8,312,205.61	204,541.50	2.46%
Capital Appropriation - Higher Education Fund				
Legislative Transfers - In	15,281,723.00	1,970,523.00	13,311,200.00	675.52%
CCAP	(13,161,369.00)	(13,724,222.00)	562,853.00	4.10%
AUF, PUF Equipment, PUF Excellence	180,101,196.01	152,894,993.00	27,206,203.01	17.79%
Total Denominator	\$2,848,020,978.34	\$2,418,374,373.82	\$429,646,604.52	17.77%
Net Operating Revenue Ratio	0.0700	0.0128	0.0572	4.45%
Net Operating Revenue Scoring Scale	0.0130	0.0130	0.0000	0.0000
Net Operating Revenue Strength Factor	5.3844	0.9871	4.3973	4.45%
Net Operating Revenue Weight Factor	0.1000	0.1000	0.0000	0.0000
Net Operating Revenue Score	0.54	0.10	0.44	4.45%



Net Operating Revenues Ratio

$$\frac{\text{Operating Revenues} - \text{Operating Expenses}}{\text{Operating Revenues}}$$



Return on Net Position

$$\frac{\text{Change in Net Assets}}{\text{Total Net Assets (Beginning of Year)}}$$

Measures: The change in net assets as a percentage of beginning net assets.

Purpose: To determine whether the institution is financially better off than in previous years by evaluating its economic return.

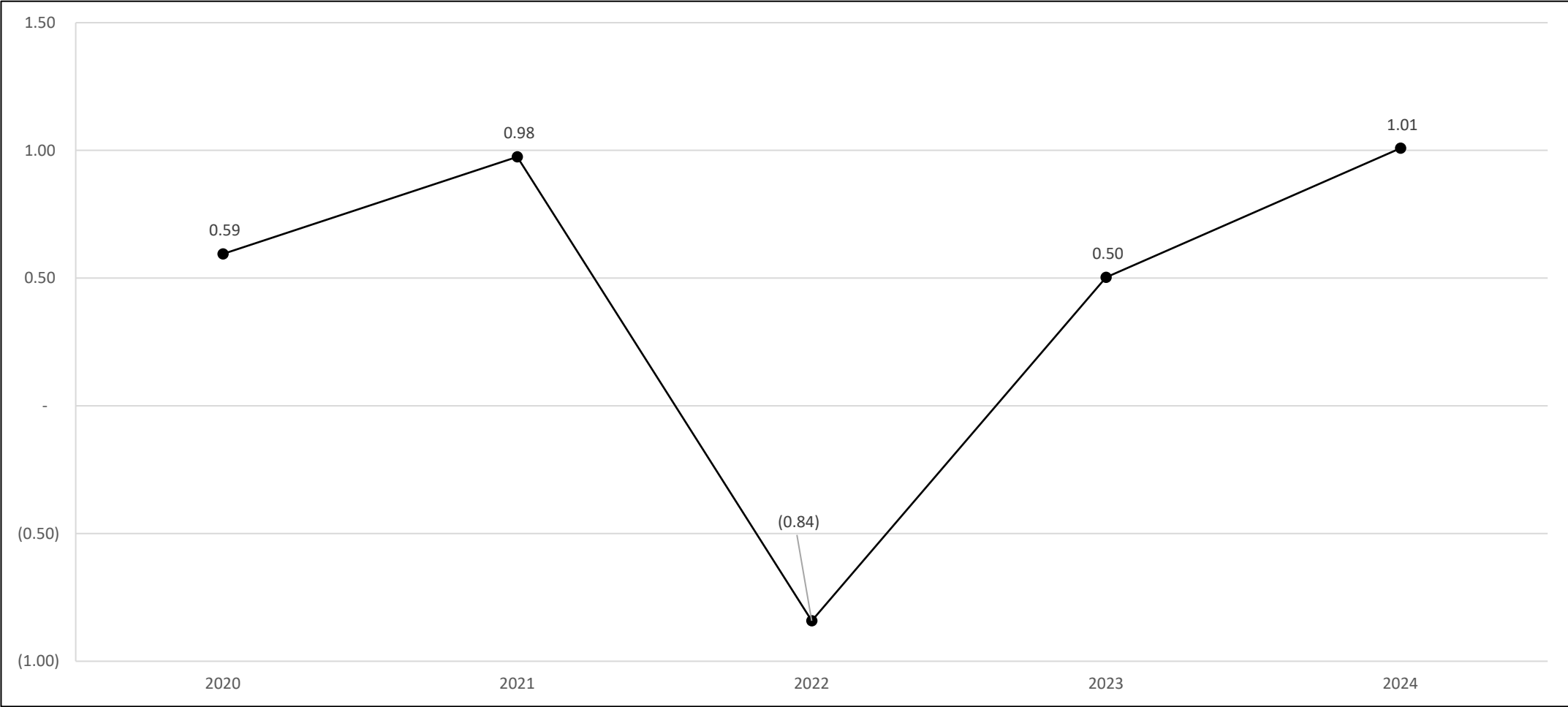
Target: 0.6+

	Current Year - Aug 2024	Prior Year - Aug 2023	Variance	Variance %
Operating Statement Proprietary	\$557,886,080.06	\$163,740,281.29	\$394,145,798.77	240.71%
CIP Net Change Adjustment	41,852,766.00	120,894,530.96	(79,041,764.96)	-65.38%
Return on Net Asset Foundation Numerator Adjustment				
Total Numerator	\$599,738,846.06	\$284,634,812.25	\$315,104,033.81	110.70%
Net Position	\$6,037,168,262.85	\$6,037,168,262.85	\$0.00	0.00%
CIP Beginning Net Adjustment	(89,834,997.00)	(210,729,528.42)	120,894,531.42	57.37%
Total Denominator	\$5,947,333,265.85	\$5,662,698,453.14	\$284,634,812.71	5.03%
Return on Net Asset Ratio	0.1008	0.0503	0.0506	100.62%
Return on Net Asset Scoring Scale	0.0200	0.0200	0.0000	0.0000
Return on Net Asset Strength Factor	5.0421	2.5133	2.5289	100.62%
Return on Net Asset Weight Factor	0.2000	0.2000	0.0000	0.0000
Return on Net Position Score	1.01	0.50	0.51	100.64%



Return on Net Position

$$\frac{\text{Change in Net Assets}}{\text{Total Net Assets (Beginning of Year)}}$$



Viability Ratio

$$\text{Viability Ratio} = \frac{\text{Expendable Net Assets}}{\text{Long-Term Debt}}$$

Measures: The proportion of expendable net assets available to cover long-term debt.

Purpose: To assess the institution's ability to meet long-term obligations using expendable resources.

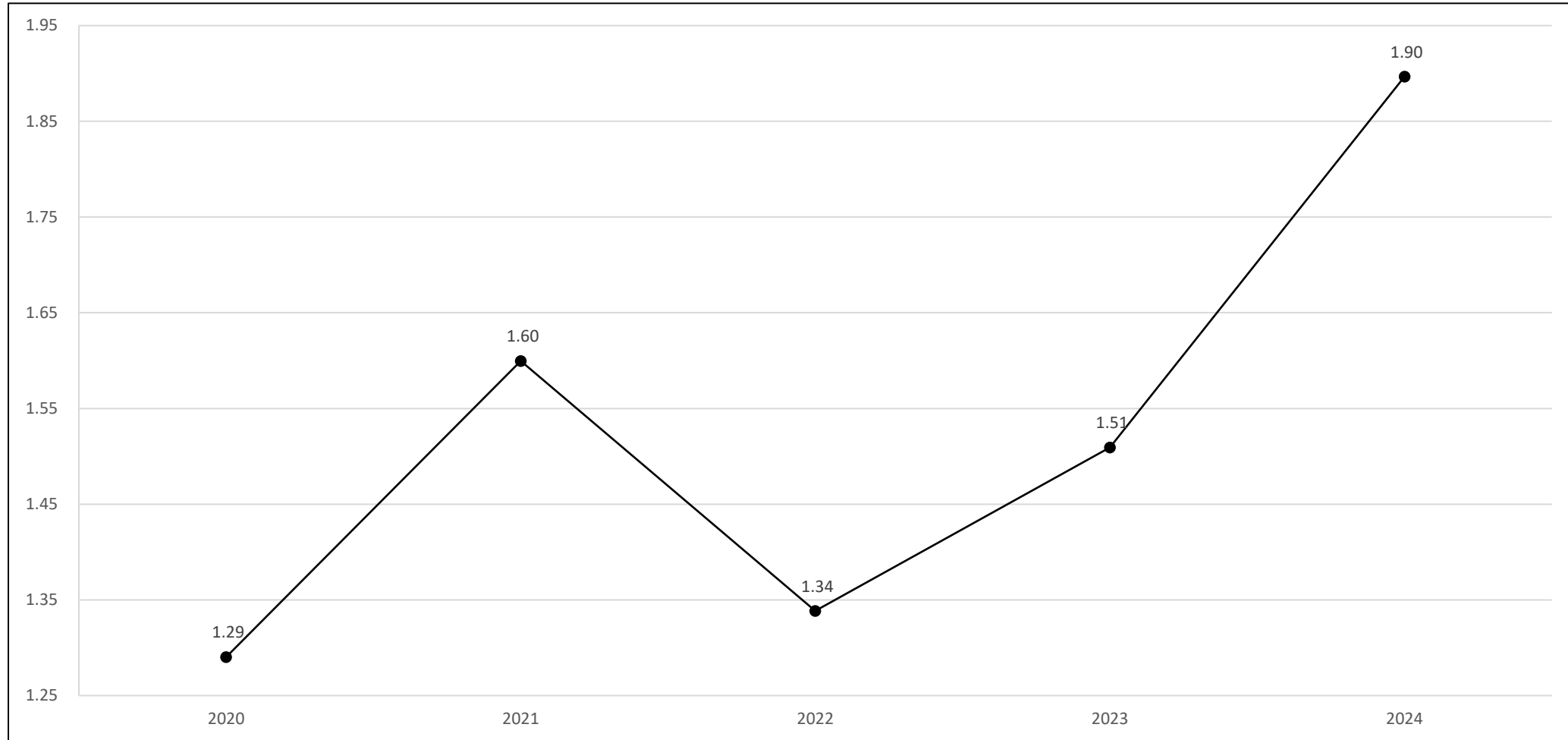
Target: 1.05+

	Current Year - Aug 2024	Prior Year - Aug 2023	Variance	Variance %
Unrestricted	\$2,817,197,349.03	\$2,215,852,122.58	\$601,345,226.45	27.14%
Expendable	266,935,223.15	234,406,538.29	32,528,684.86	13.88%
Education	234,648,175.67	282,831,059.43	(48,182,883.76)	-17.04%
Viability Foundation Numerator Adjustment				
Total Numerator	\$3,318,780,747.85	\$2,733,089,720.30	\$585,691,027.55	21.43%
Outstanding Debt (TRB Debt and Non-TRB Debt)	\$1,468,657,314.28	\$1,519,806,472.67	(\$51,149,158.39)	-3.37%
Total Denominator	\$1,468,657,314.28	\$1,519,806,472.67	(\$51,149,158.39)	-3.37%
Viability Ratio	2.260	1.798	0.461	25.66%
Viability Scoring Scale	0.417	0.417	0.000	0.0000
Viability Strength Factor	5.419	4.313	1.107	25.66%
Viability Weight Factor	0.350	0.350	0.000	0.0000
Viability CFI Score	1.90	1.51	0.387	25.66%



Viability Ratio

$$\text{Viability Ratio} = \frac{\text{Expendable Net Assets}}{\text{Long-Term Debt}}$$



Composite Financial Index (CFI)

Measures: A weighted score derived from multiple financial ratios to assess overall financial health.

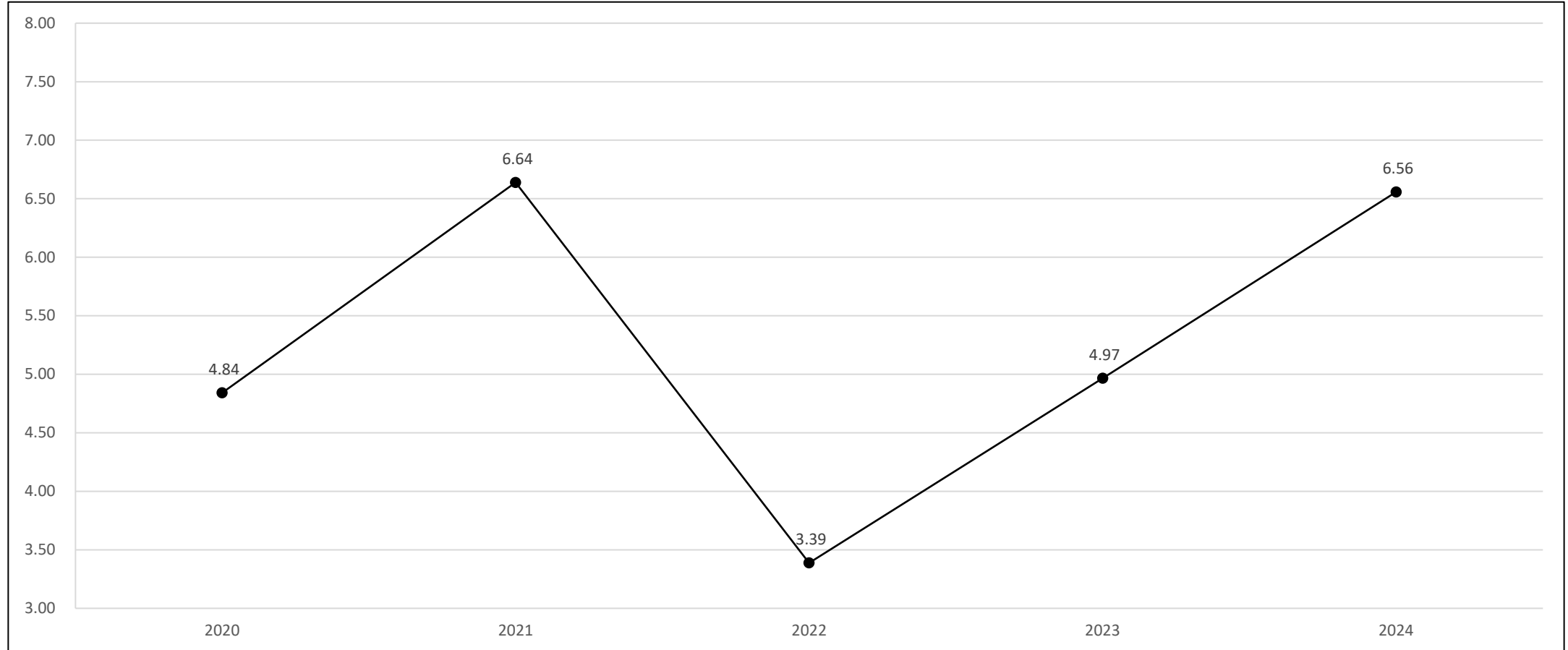
Purpose: To provide a comprehensive view of the institution's financial condition by integrating key financial metrics.

Target: 3.0+

Ratio	Formula	Weight
Primary Reserve Ratio	$\frac{\text{Expendable Net Assets}}{\text{Total Expenses}}$	35%
Viability Ratio	$\frac{\text{Expendable Net Assets}}{\text{Long-Term Debt}}$	35%
Return on Net Position	$\frac{\text{Change in Net Assets}}{\text{Total Net Assets}}$	20%
Net Operating Revenues	$\frac{\text{Operating Revenues} - \text{Operating Expenses}}{\text{Operating Revenues}}$	10%

	Current Year - Aug 2024	Prior Year - Aug 2023	Variance	Variance %
CFI Score Summary - Target 3.0 or >	6.56	4.97	1.59	32.03%
Primary Reserve CFI Score - Target 1.05 or >	3.12	2.86	0.26	9.04%
Viability CFI Score - Target 1.05 or >	1.90	1.51	0.39	25.66%
Return on Net Position Score - Target 0.6 or >	1.01	0.50	0.51	100.64%
Net Operating Revenue Score - Target 0.3 or >	0.54	0.10	0.44	445.49%

Composite Financial Index (CFI)



Administrative Cost Ratio

$$\frac{\text{Institutional Support Operating Expenses}}{\text{Total Operating Expenses} - \text{Auxiliary Operating Expenses}}$$

Measures: The proportion of total expenses that an institution allocates to administrative functions, such as executive management, finance, human resources, information technology, and general institutional support.

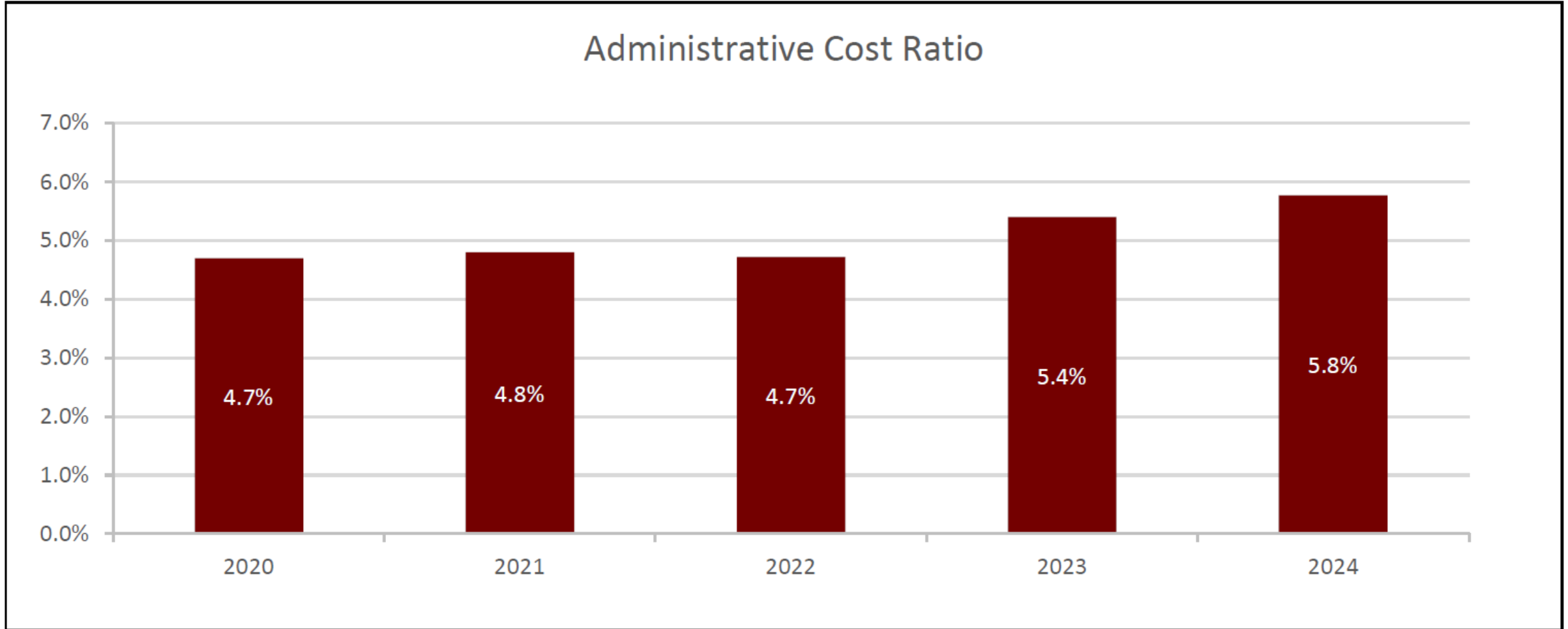
Purpose: To evaluate how efficiently an institution allocates its resources by measuring the proportion of total expenses spent on administrative functions, helping ensure that a reasonable share of funding supports core mission activities like instruction and research.

	Current Year - Aug 2024	Prior Year - Aug 2023	Variance	Variance %
Institutional Support Operating Expenses	\$129,199,353.16	\$110,453,174.73	\$18,746,178.43	16.97%
Total Numerator	\$129,199,353.16	\$110,453,174.73	\$18,746,178.43	16.97%
Total Operating Expenses	\$2,559,319,442.33	\$2,314,254,017.71	\$245,065,424.62	10.59%
Auxiliary Operating Expenses	(\$318,443,527.02)	(\$267,574,106.07)	(\$50,869,420.95)	-19.01%
Total Denominator	\$2,240,875,915.31	\$2,046,679,911.64	\$194,196,003.67	9.49%
Administrative Cost Ratio	5.77	5.40	0.37	6.84%



Administrative Cost Ratio

$$\frac{\text{Institutional Support Operating Expenses}}{\text{Total Operating Expenses} - \text{Auxiliary Operating Expenses}}$$



Operating Reserves

Measures: The available unrestricted resources that an institution can use to support ongoing operations, excluding funds tied up in capital assets, externally restricted funds, and internal designations.

Purpose: To assess the institution's financial flexibility and liquidity, ensuring it has sufficient unrestricted resources to sustain operations during periods of revenue shortfall or unexpected expenses.

Target: 3 Months+

Operating Reserves =

Total Net Position

- Plant Funds
- Restricted Net Assets
- Non-Cash Items (e.g., depreciation, unrealized gains/losses)
- Internal Commitments (e.g., encumbrances, designated funds)

Operating Reserves = Adjusted Unrestricted Net Position

Months of Operating Reserves =

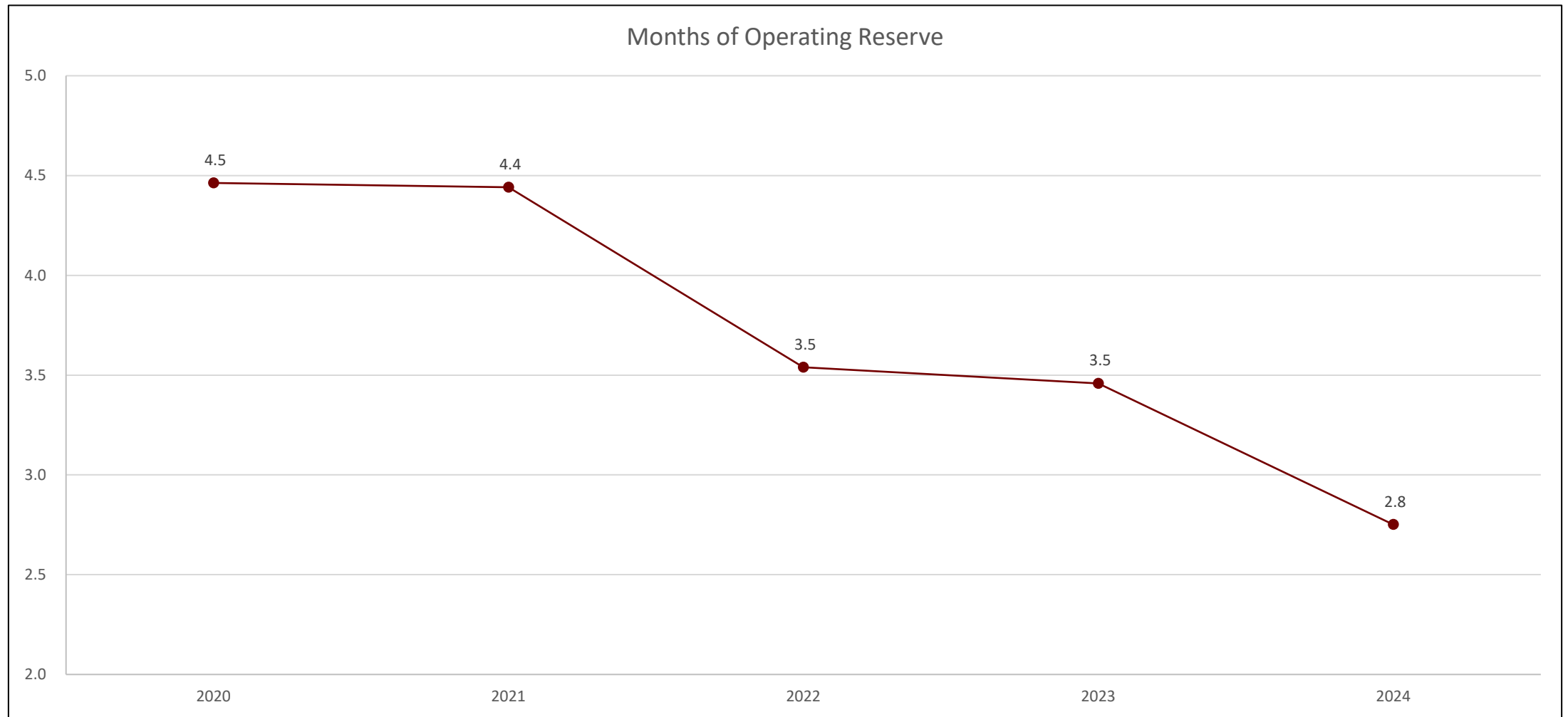
$$\frac{\text{Operating Reserves}}{\text{Average Monthly Operating Expenses}}$$




Operating Reserves

	Current Year - Aug 2024	Prior Year - Aug 2023	Variance \$	Variance %
Net Position	6,595,054,343	6,037,168,263	557,886,080	9.24%
Less Net Investment in Capital Assets	(2,760,352,523)	(2,797,407,007)	37,054,483	1.32%
Less Legal Obligations - Restricted Funds				
Sub Total Legal Obligations - Restricted Funds	(1,977,199,362)	(1,692,123,535)	(285,075,827)	-16.85%
Less Non-Cash Items				
Sub Total Non-Cash Items	(806,692,007)	(521,052,344)	(285,639,663)	-54.82%
Less Internal Commitments				
Sub Total Internal Commitments	(606,585,890)	(509,430,739)	(97,155,151)	-19.07%
Operating Reserve Calc	444,224,561	517,154,639	(72,930,078)	-14.10%
Method of Finance - Fund Group				
Educational & General	3,771,387	26,535,892	(22,764,506)	-85.79%
Designated	429,876,911	448,977,312	(19,100,401)	-4.25%
Plant	10,576,263	41,641,434	(31,065,171)	-74.60%
Total Method of Finance - Fund Group	444,224,561	517,154,639	(72,930,078)	-14.10%
<i>Operating Reserves = MOF if \$0</i>	0	0	0	0.00%
AFR IV-Fund Expense (E&G, Des, Aux only)	1,937,670,421	1,794,220,391	143,450,030	8.00%
Months of Reserve	2.8	3.5	(0.71)	-20.46%
<i>Offset to Lease Entries</i>	(11,490,250)	(42,028,914)	30,538,664	72.66%
AFR IV-Fund Expense (E&G, Des, Aux only) Less 4401	1,926,180,171	1,752,191,476	173,988,694	9.93%
Months of Reserve w/o 4401	2.8	3.5	(0.77)	-21.86%

Operating Reserves





Let's
wrap
it
up



Things to do during the year to save time at year end...

Completing reconciliations and clearing outstanding items

Review the OneStream confirmation rules monthly – are they all green and ready to go? If not, fix them now.

Review the IC Matching (Due to/from & Transfers) in OneStream – if you don't match with other members maybe there are entries missing or the wrong codes were used – these can be fixed now

Reviewing contra items in the AFR reports - III-Fund, IV-Fund, IV-1, IV-1-Fund

- This could help identify entries that need to be made or entries that should have reversed from the previous year but didn't

For large entries, update entry templates to align with FAMIS Transaction Portal format

Create/Update Year-End Task List: Task > Description > Entry Reference Numbers, Etc.

What do **YOU** do during the year that helps save time at year end? Who wants to share?

QUESTIONS

The word "QUESTIONS" is rendered in a bold, white, sans-serif font with a slight 3D effect. It is centered horizontally and surrounded by a cluster of overlapping squares in various shades of blue and green. The squares vary in size and opacity, creating a dynamic, abstract background for the text.