

THE UNIVERSITY OF TEXAS AT DALLAS

ANNUAL FINANCIAL REPORT

(WITH DETAILED SUPPORTIVE SCHEDULES)

UNAUDITED

FISCAL YEAR ENDED AUGUST 31, 2023



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

THE UNIVERSITY OF TEXAS AT DALLAS
FINANCIAL STATEMENTS
(WITH DETAILED SUPPORTIVE SCHEDULES)

Presented herein are the financial statements with detailed supportive schedules for The University of Texas Dallas for the year ended August 31, 2023. These Statements and detailed supportive schedules have been prepared in compliance with applicable State statutes, Governmental Accounting Standards Board pronouncements, and the Texas Comptroller of Public Accounts' Annual Financial Reporting Requirements.

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

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

THE UNIVERSITY OF TEXAS SYSTEM
BOARD OF REGENTS
As of August 31, 2023

Officers

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

Members

*Terms scheduled to expire February 1, 2025**

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

*Terms scheduled to expire February 1, 2027**

Kevin P. Eltife	Tyler
Nolan Perez	Harlingen
Stuart W. Stedman	Houston

*Terms scheduled to expire February 1, 2029**

Janiece Longoria	Houston
James C. "Rad" Weaver	San Antonio
Robert P. Gauntt	Austin

*Term scheduled to expire May 31, 2023**

John Michael Austin	San Antonio
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*Each Regent's term expires when a successor has been appointed, qualified, and taken the oath of office. The Student Regent serves a one-year term.

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

As of August 31, 2023

James B. Milliken, Chancellor

Jonathan C. Pruitt, Executive Vice Chancellor for Business Affairs

Archie L. Holmes, Jr., Executive Vice Chancellor for Academic Affairs

John M. Zerwas, Executive Vice Chancellor for Health Affairs

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

Stacey Napier, Vice Chancellor for Governmental Relations

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

Daniel H. Sharphorn, Vice Chancellor and General Counsel

Thomas Britton "Britt" Harris IV, President and Chief Executive Officer—UTIMCO

Rich Hall, Chief Investment Officer—UTIMCO

**THE UNIVERSITY OF TEXAS AT DALLAS
PRINCIPAL ADMINISTRATIVE OFFICERS**

As of August 31, 2023

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

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The University of Texas at Dallas
Exhibit A Statement of Net Position
As of August 31, 2023

	<u>Current Year Totals</u>	<u>Prior Year Totals</u>
ASSETS AND DEFERRED OUTFLOWS		
Current Assets:		
Cash & Cash Equivalents	\$ 180,515,351.19	\$ 205,250,473.09
Restricted Cash & Cash Equivalents	17,914,738.40	21,084,713.58
Balance in State Appropriations	1,441,182.76	1,891,795.40
Accounts Receivable, Net:		
Federal (allow. \$0.00 in 2023 & \$0.00 in 2022)	17,238,011.33	16,483,860.31
Other Intergov. (allow. \$0.00 in 2023 & \$0.00 in 2022)	396,993.54	433,510.86
Student (allow. \$6,279,339.52 in 2023 & \$5,772,305.17 in 2022)	52,028,686.61	63,517,649.02
Interest and dividends	1,271,148.69	1,179,393.01
Contributions (allow. \$2,156,999.29 in 2023 & \$719,657.07 in 2022)	31,947,143.76	13,673,484.24
Other (allow. \$1,852,367.55 in 2023 & \$2,735,732.42 in 2022)	17,643,129.65	15,753,402.18
Lease Receivable (Current)	55,124.94	52,708.09
Due From System Administration	7,566,348.51	3,467,148.03
Due From Other Institutions	411,908.99	261,814.79
Student (allow. \$6,279,339.52 in 2023 & \$5,772,305.17 in 2022)	756,235.36	819,355.80
Inventories	355,832.13	326,926.49
Loans & Contracts (allow. \$774,314.64 in 2023 & \$675,461.46 in 2022)	6,908,997.90	7,025,116.81
Other Current Assets	8,769,623.78	5,324,177.81
Total Current Assets	<u>345,220,457.54</u>	<u>356,545,529.51</u>
Noncurrent Assets:		
Restricted Investments	50,355,496.83	47,417,182.65
Loans & Contracts (allow. \$398,835.72 in 2023 & \$398,835.72 in 2022)	2,459,756.29	1,497,774.80
Funds Held by System Administration (Restricted)	686,306,617.01	659,489,429.65
Contributions Rec. (allow. \$844,789.94 in 2023 & \$957,642.04 in 2022)	16,006,657.32	18,195,198.66
Unrestricted Investments	327,392,274.58	335,840,969.76
Funds Held by System Administration (Unrestricted)	339,186,764.75	139,775,423.56
Lease Receivable (Noncurrent)	389,128.28	449,126.67
Other Noncurrent Assets	2.00	2.00
Gross Capital/Intangible Assets	2,133,872,773.21	2,012,569,140.12
Accumulated Depreciation/Amortization	(1,064,448,612.74)	(967,777,213.34)
Total Noncurrent Assets	<u>2,491,520,857.53</u>	<u>2,247,457,034.53</u>
Total Assets	<u>2,836,741,315.07</u>	<u>2,604,002,564.04</u>
Total Assets and Deferred Outflows	<u>2,836,741,315.07</u>	<u>2,604,002,564.04</u>
LIABILITIES AND DEFERRED INFLOWS		
Current Liabilities:		
Accounts Payable and Accrued Liabilities	25,707,194.06	30,915,638.94
Salaries Payable	34,445,283.07	30,410,135.90
Due To System Administration	4,775,897.21	4,316,773.57
Due To Other Institutions	4,992,209.92	289,186.19
Due To Other State Agencies	47,717.50	201,217.95
Unearned Revenue	223,600,607.50	221,662,381.06
Employees' Compensable Leave (Current)	7,371,476.21	6,080,804.39
Notes, Loans, and Leases Payable (Current)	5,978,461.49	4,894,080.22
Other Current Liabilities	475,958.30	512,788.53
Total Current Liabilities	<u>307,394,805.26</u>	<u>299,283,006.75</u>
Noncurrent Liabilities:		
Employees' Compensable Leave (Noncurrent)	8,201,252.29	8,499,782.40
Notes, Loans, and Leases Payable (Noncurrent)	38,172,895.82	40,625,889.41
Asset Retirement Obligation (Noncurrent)	41,092.50	41,092.50
Other Noncurrent Liabilities	138,559.71	129,649.63
Total Noncurrent Liabilities	<u>46,553,800.32</u>	<u>49,296,413.94</u>
Total Liabilities	<u>353,948,605.58</u>	<u>348,579,420.69</u>
Total Deferred Inflows of Resources	<u>1,914,947.36</u>	<u>499,722.53</u>
Total Liabilities and Deferred Inflows	<u>355,863,552.94</u>	<u>349,079,143.22</u>
NET POSITION		
Net Investment in Capital Assets	1,025,272,803.16	999,271,957.15
Restricted for:		
Nonexpendable		
Permanent Health and True Endowments	343,322,140.57	312,531,226.51
Expendable		
Capital Projects	24,197,471.54	22,139,117.75
Funds Functioning as Endowment (Restricted)	101,206,675.80	102,874,340.62
Other Expendable	388,424,941.67	368,958,506.74
Unrestricted	598,453,729.39	449,148,272.05
Total Net Position	<u>\$ 2,480,877,762.13</u>	<u>\$ 2,254,923,420.82</u>

The University of Texas at Dallas
Exhibit B Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended August 31, 2023

	Current Year Totals	Prior Year Totals
Operating Revenues:		
Student Tuition and Fees	\$ 567,539,164.25	\$ 521,143,491.63
Discounts and Allowances	(147,182,184.00)	(150,445,560.00)
Federal Sponsored Programs	66,931,092.94	60,361,706.35
Federal Sponsored Programs Pass-Through from State Agencies	1,599,242.50	1,780,892.77
State Sponsored Programs Pass-Through from State Agencies	18,141,246.23	16,724,962.69
Local Sponsored Programs	108,603.11	64,998.00
Private Sponsored Programs	15,368,763.94	13,201,681.33
Sales and Services of Educational Activities	40,902,432.27	39,173,194.39
Auxiliary Enterprises	52,120,136.46	50,934,943.83
Other Operating Revenues	10,945,394.85	9,159,326.75
Total Operating Revenues	<u>626,473,892.55</u>	<u>562,099,637.74</u>
Operating Expenses:		
Instruction	220,306,312.14	208,018,627.79
Research	114,572,375.22	106,144,984.28
Public Service	13,302,583.91	10,482,937.08
Academic Support	85,544,804.75	66,395,057.64
Student Services	23,109,819.15	19,846,216.88
Institutional Support	48,320,753.81	36,963,415.76
Operations and Maintenance of Plant	58,497,186.52	58,565,173.00
Scholarships and Fellowships	41,180,717.37	66,693,403.98
Auxiliary Enterprises	52,902,891.19	45,375,304.51
Depreciation and Amortization	98,596,648.35	93,630,295.20
Total Operating Expenses	<u>756,334,092.41</u>	<u>712,115,416.12</u>
Operating Income (Loss)	<u>(129,860,199.86)</u>	<u>(150,015,778.38)</u>
Nonoperating Revenues (Expenses):		
State Appropriations	138,282,303.56	137,355,030.21
Federal Nonexchange Sponsored Programs	39,396,913.08	75,293,737.60
Federal Nonexchange Pass-Through	772,891.42	60,532.17
State Nonexchange Pass-Through	11,324,825.34	1,090,929.00
Gift Contributions for Operations	16,406,714.81	22,128,589.65
Investment Income	49,701,229.79	45,559,888.24
Net Increase (Decrease) in Fair Value of Investments	(345,756.30)	(93,468,950.52)
Interest Expense on Capital Asset Financings	(556,646.93)	(533,319.19)
Gain (Loss) on Sale of Capital Assets	(119,454.97)	(756,912.25)
Other Nonoperating Revenues	4,263,112.09	220,814.35
Net Nonoperating Revenues (Expenses)	<u>259,126,131.89</u>	<u>186,950,339.26</u>
Income/(Loss) Before Other Revenue, Expenses, Gains/(Losses), and Transfers	129,265,932.03	36,934,560.88
Gifts and Sponsored Programs for Capital Acquisitions	22,081,354.17	26,580,609.80
Additions to Permanent Endowments	27,447,570.85	5,039,822.44
Reclass from/(to) Other Institutions	2,604,389.48	(25,705,209.76)
Capital Asset Purchases		
Transactions Between Funds		
Transfers Between Institutions & System, Debt Service - Mandatory	(52,133,748.01)	(39,823,286.54)
Transfers Between Institutions & System Admin. - Non mandatory	45,270,157.55	43,591,517.74
Transfers From Other State Agencies	54,261,665.06	6,328,801.80
Transfers to Other State Agencies	(2,842,979.82)	(2,553,275.03)
Legislative Appropriations Lapsed		
Transfers Between Funds		
Change in Net Position	<u>225,954,341.31</u>	<u>50,393,541.33</u>
Beginning Net Position	<u>2,254,923,420.82</u>	<u>2,204,529,879.49</u>
Ending Net Position	<u>\$ 2,480,877,762.13</u>	<u>\$ 2,254,923,420.82</u>

The University of Texas at Dallas
Exhibit C - Statement of Cash Flows
For the Year Ended August 31, 2023

	<u>Current Year Totals</u>	<u>Prior Year Totals</u>
Cash Flows from Operating Activities:		
Proceeds from Tuition and Fees	\$ 430,080,998.86	\$ 390,695,000.20
Proceeds from Sponsored Programs	101,267,104.27	99,642,563.58
Proceeds from Auxiliaries	57,833,201.81	50,103,218.01
Proceeds from Other Revenues	51,947,383.18	48,258,813.75
Payments to Suppliers	(204,772,674.59)	(193,478,255.00)
Payments to Employees	(459,494,435.96)	(414,020,128.76)
Payments for Loans Provided	(18,612,805.02)	(16,625,336.21)
Proceeds from Loan Programs	17,292,206.93	14,379,967.39
Net Cash Provided (Used) by Operating Activities	<u>(24,459,020.52)</u>	<u>(21,044,157.04)</u>
Cash Flows from Noncapital Financing Activities:		
Proceeds from State Appropriations	138,732,916.20	136,600,619.77
Proceeds from Operating Gifts	3,091,747.98	16,390,859.70
Proceeds from Private Gifts for Endowment Purposes	27,447,570.85	5,039,822.44
Proceeds from Other Noncapital Financing Activities	70,460,505.43	74,282,237.23
Receipts for Transfers from System or Other Agencies	23,280,653.28	15,452,093.75
Payments for Transfers to System or Other Agencies	(2,847,534.47)	(1,286,560.28)
Payments for Other Uses	(69,091,396.10)	(72,841,243.90)
Proceeds from Nonexchange Sponsored Programs	51,134,027.54	91,824,583.90
Net Cash Provided by Noncapital Financing Activities	<u>242,208,490.71</u>	<u>265,462,412.61</u>
Cash Flows from Capital and Related Financing Activities:		
Nonmandatory Capital Related Transfers	33,040,674.37	10,962,330.95
Proceeds from Capital Appropriations, Grants, and Gifts	19,311,202.82	8,385,411.14
Proceeds from Sale of Capital Assets	15,512.50	-
Payments for Additions to Capital Assets	(66,809,172.71)	(34,680,136.00)
Payments of Principal on Capital Related Debt and Other L-T Obligations	(7,141,521.21)	(9,149,577.19)
Mandatory Transfers to System for Capital Related Debt	(52,133,748.01)	(39,823,286.54)
Payments of Interest on Capital Related Debt and Other L-T Obligations	(556,646.93)	(533,319.19)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(74,273,699.17)</u>	<u>(64,838,576.83)</u>
Cash Flows from Investing Activities		
Proceeds from Sales of Investments Invested by System	-	-
Proceeds from Interest and Investment Income	6,758,076.74	814,228.63
Proceeds from Interest and Investment Income Invested by System	42,924,959.01	46,383,932.38
Payments to Acquire Investments	-	(5.00)
Payments to Acquire Investments Invested by System	(221,063,903.85)	(167,842,374.99)
Net Cash Provided (Used) by Investing Activities	<u>(171,380,868.10)</u>	<u>(120,644,218.98)</u>
Net Increase (Decrease) in Cash	(27,905,097.08)	58,935,459.76
Cash and Cash Equivalents (Beginning of the Year)	226,335,186.67	167,399,726.91
Cash and Cash Equivalents (End of the Year)	<u>\$ 198,430,089.59</u>	<u>\$ 226,335,186.67</u>
Reconciliation of Net Operating Revenues (Expenses) to Net Cash Provided (Used) by Operating Activities		
Operating Income (Loss)	(129,860,199.86)	(150,015,778.38)
Adjustments to Reconcile Operating Results to Net Cash:		
Depreciation and Amortization Expense	98,596,648.35	93,630,295.20
Bad Debt Expense	474,735.51	204,155.62
Changes in Assets and Liabilities:		
Accounts Receivable	11,397,903.78	(3,602,662.38)
Lessor-Related Balances	1,537.89	(2,112.23)
P3 Related Balances	1,471,268.48	-
Inventories	(28,905.64)	(62,113.67)
Loans and Contracts	(1,320,598.09)	(2,245,368.82)
Other Current and Noncurrent Assets	(3,445,445.97)	817,144.18
Accounts Payable	(5,107,536.61)	10,030,225.82
Due to System	459,123.64	(47,480.94)
Unearned Revenue	1,938,226.44	30,195,696.98
Employees' Compensable Leave	992,141.71	83,503.55
Other Current and Noncurrent Liabilities	(27,920.15)	(29,661.97)
Total Adjustments	<u>105,401,179.34</u>	<u>128,971,621.34</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (24,459,020.52)</u>	<u>\$ (21,044,157.04)</u>
Non Cash Transactions:		
Net Increase (Decrease) in Fair Value of Investments	(345,756.30)	(93,468,950.52)
Capital Assets Acquired/Adjusted Under Lease Purchases or Direct Borrowings	5,772,908.89	5,454,170.70
Miscellaneous Noncash Transactions	47,257,324.91	(3,222,190.84)