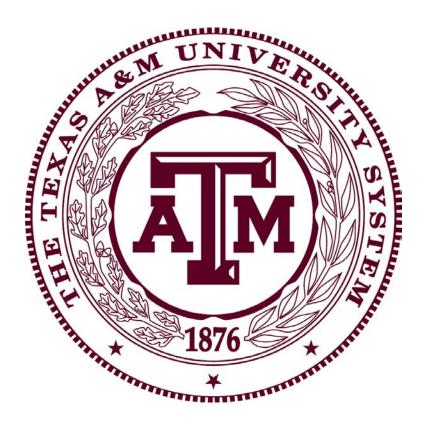
ANNUAL FINANCIAL Report

of

Texas A&M Research Foundation

For the Year Ended August 31, 2019 With Comparative Totals for the Year Ended August 31, 2018



Dr. Mark A. Barteau, President Dana R. Thomas, Chief Financial Officer

TEXAS A&M RESEARCH FOUNDATION

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EXHIBIT III TEXAS A&M RESEARCH FOUNDATION STATEMENT OF NET POSITION FOR THE YEAR ENDED AUGUST 31, 2019

	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL
Assets and Deferred Outflows	\$	\$
Current Assets	2.166.220	2 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
Cash & Cash Equivalents [Schedule Three]	2,166,328.2	24 2,029,028.43
Investments Restricted		
Cash & Cash Equivalents [Schedule Three]		
Investments		
Legislative Appropriations		
Receivables, Net [Note 24]		
Federal	805,769.	10 1,341,892.82
Other Intergovernmental	22.249	25.017.61
Interest and Dividends Gifts	32,348.0	25,017.61
Self-Insured Health and Dental		
Student		
Investment Trades		
Accounts	209,073.9	92 1,880,023.39
Other	305,106.2	32 162,649.96
Due From Other Agencies	(05)	
Due From Other Members	695.9	
Due From Other Funds Consumable Inventories	1,334,847.0	92,042.02
Merchandise Inventories		
Loans and Contracts		
Interfund Receivable [Note 12]		
Other Current Assets	50,676.9	67,904.87
Total Current Assets	\$ 4,904,845.5	53 \$ 5,598,559.10
	· ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	• • • • • • • • • • • • • • • • • • • •
Non-Current Assets		
Restricted Cash & Cash Equivalents [Schedule Three]	\$	\$
Assets Held By System Office	φ	φ
Investments [Note 3]	153,588.0	53 196,166.37
Loans, Contracts and Other	,	
Gifts Receivable		
Loans and Contracts		
Assets Held By System Office	8,029,579.1	8,273,535.06
Investments [Note 3]		
Interfund Receivable [Note 12] Capital Assets, Non-Depreciable [Note 2]		
Land and Land Improvements	82,656.2	72 82,656.72
Construction In Progress	,	,
Other Tangible Capital Assets		
Land Use Rights		
Other Intangible Capital Assets		
Capital Assets, Depreciable [Note 2]	1 070 000	1 070 002 00
Buildings and Building Improvements	1,879,982.	86 1,879,982.86
Infrastructure Facilities and Other Improvements	290,579.2	76
Furniture and Equipment	290,575.	
Vehicles, Boats, and Aircraft	74,250.	
Other Capital Assets	.,	,
Intangible Capital Assets, Amortized [Note 2] Land Use Rights		
Computer Software	5,000.0	5,000.00
Other Intangible Capital Assets	2,0001	2,000100
Accumulated Depreciation/Amortization	(18,649,258.)	72) (20,805,787.47)
Assets Held In Trust		
Other Non-Current Assets		
Total Non-Current Assets	\$ 12,451,714.8	85 \$ 13,790,704.78
Total Non-Current Assets	\$ 12,451,714.0	35 \$ 13,790,704.78
Deferred Outflows of Resources [Note 28]		
Unamortized Loss On Refunding Debt	\$	\$
Government Acquisition		
Pension		
Other Post Employment Benefits		
Asset Retirement Obligations		
Total Deferred Outflows of Resources	\$	\$
Total Assets and Deferred Outflows		
10tal Assets and Delened Outhows	\$ 17,356,560.3	38 \$ 19,389,263.88

EXHIBIT III TEXAS A&M RESEARCH FOUNDATION STATEMENT OF NET POSITION FOR THE YEAR ENDED AUGUST 31, 2019

		CURRENT YEAR TOTAL		PRIOR YEAR TOTAL
Liabilities and Deferred Inflows				
Current Liabilities				
Payables	¢	1 004 (40 51	¢	0.040.000 10
Accounts	\$	1,284,649.51	\$	2,349,936.12
Payroll Investment Trades				
Self-Insured Health and Dental				
Student				
Other				
Interfund Payable [Note 12]				
Due to Other Agencies Due to Other Funds		1,334,847.03		92,042.02
Due to Other Members		2,606,775.72		2,764,487.66
Funds Held for Investment		_,		_,,
Unearned Revenue		370,782.43		233,193.04
Employees' Compensable Leave				
Other Post Employment Benefits				
Claims and Judgments Notes and Loans Payable [Note 5]				
Notes From Direct Borrowings [Note 5]				
Bonds Payable [Note 6]				
Capital Lease Obligations [Note 8]				
Asset Retirement Obligations [Note 5]				
Liabilities Payable From Restricted Assets				
Funds Held for Others Other Current Liabilities		433,307.94		1,000,850.50
Other Current Elabilities		455,507.94		1,000,850.50
Total Current Liabilities	\$	6,030,362.63	\$	6,440,509.34
Non-Current Liabilities				
Interfund Payable [Note 12]	\$		\$	
Employees' Compensable Leave				
Other Post Employment Benefits [Note 11]				
Pension Liability [Note 9]				
Claims and Judgments Notes and Loans Payable [Note 5]				
Notes From Direct Borrowings [Note 5]				
Bonds Payable [Note 6]				
Assets Held In Trust				
Liabilities Payable From Restricted Assets				
Funds Held for Others				
Capital Lease Obligations [Note 8] Asset Retirement Obligations [Note 5]				
Other Non-Current Liabilities				
Total Non-Current Liabilities	\$		\$	
Defense Hefferne of Decensor (Dista 20)				
Deferred Inflows of Resources [Note 28] Pension	\$		\$	
Other Post Employment Benefits	ψ		Ψ	
Split-Interest Agreements				
Total Deferred Inflows of Resources	\$		\$	
Total Liabilities and Deferred Inflows	\$	6,030,362.63	\$	6,440,509.34
Net Position				
Net Investment In Capital Assets	\$	4,268,547.11	\$	5,321,003.35
Restricted for				
Debt Service Capital Projects				
Education		1,248,102.69		831,703.53
Endowment and Permanent Funds		, .,/		,
Nonexpendable		66,456.69		67,906.80
Expendable		3,986.97		4,035.57
Unrestricted	_	5,739,104.29	_	6,724,105.29
Total Net Position [Exhibit IV]	\$	11,326,197.75	\$	12,948,754.54
Total Liabilities, Deferred Inflows, and Net Position	\$	17,356,560.38	\$	19,389,263.88
			_	

EXHIBIT IV TEXAS A&M RESEARCH FOUNDATION STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION FOR THE YEAR ENDED AUGUST 31, 2019

Discounts and AllowancesProfessional FeesAuxiliary EnterprisesDiscounts and AllowancesOther Sales of Goods and Services(4,162.74)Discounts and AllowancesInterest RevenueFederal Revenue - OperatingFederal Revenue - Operating RevenueState Grant RevenueState Grant RevenueOther Grants and Contracts - OperatingOther Operating RevenueState Pass Through RevenueOther Operating RevenueState Pass Through RevenueState Pass Through RevenueState Pass Through RevenueState Pass Through RevenueOther Operating RevenueState Operating RevenueState Operating RevenuesS 64,726,056.99Operating ExpensesInstructionS ResearchPublic ServiceAdademic SupportStudent ServicesStudent Services(2,276.81)Institutional SupportScholarships & FellowshipsAuxiliaryDepreciation/AmortizationTotal Operating Expenses [Schedule IV-1]S 66,886,805.10S (2,160,748.11)S 10,00S (2,160,748.11)S 10,00S 2,160,748.11)	\$ 602,080.54 67,514,145.54 82,658.01
Discounts and Allowances Professional Fees Auxiliary Enterprises Discounts and Allowances Other Sales of Goods and Services (4,162.74) Discounts and Allowances Interest Revenue Federal Revenue - Operating Federal Revenue - Operating Revenue State Grant Revenue State Grant Revenue Other Operating Revenue Other Operating Revenue Total Operating Revenues Instruction S Instruction S Research 63.967.295.43 Public Service Valuett Services (2.276.81) Institutional Support Operating Expenses Institutional Support Operating Revenues Scholarships & Fellowships Auxiliary Depreciation/Amortization 1,539,541.46 Total Operating Income [Loss] \$ C,2160,748.11) Scholarships & Fellowships Auxiliary Depreciation/Amortization 1,539,5	602,080.54 67,514,145.54
Professional Fees 4xiliary Enterprises Discounts and Allowances (4,162.74) Discounts and Allowances (4,162.74) Discounts and Allowances (4,162.74) Interest Revenue 64,397,419.07 Federal Revenue - Operating 64,397,419.07 Federal Revenue 854.15 State Grant Revenue 854.15 Other Operating Revenue 00ther Grants and Contracts - Operating Other Operating Revenue 318,317.91 Other Operating Revenue 13,628.60 Total Operating Revenues \$ Poperating Expenses 1 Instruction \$ Research 63,967,295.43 Public Service 442,054.78 Academic Support 2 Student Services (2,276.81) Institutional Support 940,190.24 Operating & Kaintenance of Plant 2 Scholarships & Fellowships 3 Auxiliary 2 Depreciation/Amortization 1,539,541.46 Total Operating Expenses [Schedule IV-1] \$ Colarships & Fellowships 3 Auxiliary<	67,514,145.54
Auxiliary Enterprises Jiscounts and Allowances Other Sales of Goods and Services (4,162,74) Discounts and Allowances Interest Revenue Interest Revenue 64,397,419.07 Federal Revenue - Operating 64,397,419.07 Federal Pass Through Revenue 854.15 State Grant Revenue 854.15 Other Grants and Contracts - Operating 318,317.91 Other Operating Revenue 13,628.60 Total Operating Revenues \$ 64,726,056.99 Operating Expenses Instruction Instruction \$ Research 63,967,295.43 Public Service Academic Support 310,217.91 Student Services (2,276.81) Instructional Support 940,190.24 Operation & Maintenance of Plant Scholarships & Fellowships Auxiliary Depreciation/Amortization 1,539,541.46 Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 1 Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 1 Total Operating Income [Loss] \$ (2,160,748.11) 1 Nonoperating Revenues [Expenses] \$ (2,160,748.11) 1 </td <td>67,514,145.54</td>	67,514,145.54
Discounts and Allowances Other Sales of Goods and Services (4,162.74) Discounts and Allowances Interest Revenue Federal Revenue - Operating 64,397,419.07 Federal Pass Through Revenue State Grant Revenue 854.15 State Pass Through Revenue Other Grants and Contracts - Operating 318,317.91 Other Operating Revenue 313,628.60 Total Operating Revenues \$ 64,726,056.99 Operating Expenses Instruction \$ Research 63,967,295.43 Public Service 442,054.78 Academic Support 5 Stude Tservices (2,276.81) Institutional Support 940,190.24 Operation & Maintenance of Plant Scholarships & Fellowships Auxiliary Depreciation/Amortization 1,539,541.46 Total Operating Expenses [Schedule IV-1] \$ 666,886,805.10 Total Operating Revenues [Expenses] Legislative Revenue \$ 2 Federal Revenue Non-Operating State Pass Through Non-Operating State Pass Through Non-Operating Gifts	67,514,145.54
Other Sales of Goods and Services(4,162.74)Discounts and AllowancesInterest RevenueInterest Revenue - Operating64,397,419.07Federal Revenue - Operating Revenue854.15State Grant Revenue854.15State Grant Revenue854.15Other Grants and Contracts - Operating318,317.91Other Operating Revenue13,628.60Total Operating Revenues\$64,726,056.999Operating Expenses1Instruction\$Research63,967,295.43Public Service442,054.78Academic Support940,190.24Operation & Suitentian Sellowships940,190.24Operating Expenses [Schedule IV-1]\$66,886,805.101Total Operating Expenses [Schedule IV-1]\$66,886,805.101Student Services(2,276,81)Institutional Support940,190.24Operating Expenses [Schedule IV-1]\$66,886,805.101Total Operating Expenses [Schedule IV-1]\$State Operating Revenues [Expenses]1Legislative Revenue [Loss]\$State Pass Through Non-Operating5State Pass Through Non-Operating5State Pass Through Non-Operating5Gifts5	67,514,145.54
Discounts and Allowances Interest Revenue Federal Revenue - Operating Federal Pass Through Revenue State Grant Revenue Other Grants and Contracts - Operating Other Operating Revenue Other Operating Revenue Total Operating Revenues S Marcel Allowances Instruction Research Coperatine Support Student Service Academic Support Student Services (2,276.81) Institutional Support Operating Expenses Coperating Kellowships Auxiliary Depreciation/Amortization Total Operating Income [Loss] Nonoperating Revenues [Expenses] Legislative Revenue State Pass Through Non-Operating State Pass Through Non-Operating Gifts	67,514,145.54
Interest Revenue 64,397,419.07 Federal Revenue - Operating 64,397,419.07 Federal Pass Through Revenue 854.15 State Grant Revenue 854.15 Other Grants and Contracts - Operating 318,317.91 Other Operating Revenue 13,628.60 Total Operating Revenues \$ Operating Expenses \$ Instruction \$ Research 63,967,295.43 Public Service 442,054.78 Academic Support \$ Student Services (2,276.81) Institutional Support 940,190.24 Operating Expenses [Schedule IV-1] \$ Federal Pass Through Non-Operating \$ Stade Prevenue \$ State Service (2,276.81) Institutional Support 940,190.24 Operation & Maintenance of Plant \$ Scholarships & Fellowships 4x2,054.78 Auxiliary \$ (2,160,748.11) Depreciation/Amortization 1,539,541.46 Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 Total Operating Income [Loss] \$	
Federal Revenue - Operating64,397,419.07Federal Pass Through Revenue854.15State Grant Revenue854.15State Pass Through Revenue318,317.91Other Operating Revenue13,628.60Total Operating Revenues\$ 64,726,056.99Operating Expenses13,628.60Instruction\$ 8Research63,967,295.43Public Service442,054.78Academic Support(2,276.81)Institutional Support940,190.24Operating Expenses(2,276.81)Institutional Support940,190.24Operation & Maintenance of Plant5Scholarships & Fellowships1,539,541.46Total Operating Expenses [Schedule IV-1]\$ 66,886,805.10Total Operating Revenues [Expenses]\$ (2,160,748.11)Legislative Revenue\$ (2,276.81)State Pass Through Non-OperatingState Pass Through Non-OperatingState Pass Through Non-OperatingState Pass Through Non-OperatingGifts5	
Federal Pass Through Revenue854.15State Grant Revenue854.15State Pass Through Revenue318,317.91Other Grants and Contracts - Operating318,317.91Other Operating Revenue13,628.60Total Operating Revenues\$ 64,726,056.99Operating Expenses\$Instruction\$Research63,967,295.43Public Service442,054.78Academic Support\$Student Services(2,276.81)Institutional Support940,190.24Operating Expenses [Schedule IV-1]\$ 66,886,805.10Total Operating Expenses [Schedule IV-1]\$ 66,886,805.10Total Operating Revenues [Expenses]\$ (2,160,748.11)Nonoperating Revenues [Expenses]\$ (2,160,748.11)Legislative Revenue\$ (2,260,748.11)State Pass Through Non-Operating\$ (2,160,748.11)GiftsState Pass Through Non-OperatingGiftsState Pass Through Non-OperatingState Pass Through Non-Operating\$ (2,160,748,11)	
State Grant Revenue854.15State Pass Through Revenue318,317.91Other Grants and Contracts - Operating318,317.91Other Operating Revenue13,628.60Total Operating Revenues\$ 64,726,056.99Operating Expenses1Instruction\$Research63,967,295.43Public Service442,054.78Academic Support(2,276.81)Institutional Support940,190.24Operating Expenses [Student Services(2,276.81)Institutional Support940,190.24Operation & Maintenance of Plant5Scholarships & Fellowships1,539,541.46Total Operating Expenses [Schedule IV-1]\$ 66,886,805.10Total Operating Revenues [Expenses]\$ (2,160,748.11)Nonoperating Revenues [Expenses]\$Legislative Revenue\$Federal Revenue Non-Operating\$Federal Revenue Non-Operating\$State Pass Through Non-Operating\$Gifts5	82,658.01
State Pass Through Revenue318,317.91Other Grants and Contracts - Operating318,317.91Other Operating Revenue13,628.60Total Operating Revenues\$ 64,726,056.99Operating Expenses1Instruction\$Research63,967,295.43Public Service442,054.78Academic Support2Student Services(2,276.81)Institutional Support940,190.24Operating Expenses [Scholarships & Fellowships1,539,541.46Total Operating Expenses [Schedule IV-1]\$ 66,886,805.10Total Operating Revenues [Expenses]\$ (2,160,748.11)Nonoperating Revenues [Expenses]\$ (2,160,748.11)Legislative Revenue\$ (2,276.81)State Pass Through Non-OperatingState Pass Through Non-OperatingState Pass Through Non-OperatingState Pass Through Non-OperatingGiftsState Pass Through Non-Operating	82,658.01
Other Grants and Contracts - Operating318,317.91Other Operating Revenue13,628.60Total Operating Revenues\$ 64,726,056.99Operating Expenses1Instruction\$Research63,967,295.43Public Service442,054.78Academic Support(2,276.81)Student Services(2,276.81)Institutional Support940,190.24Operating Expenses [Schedule IV-1]\$ 66,886,805.10Total Operating Revenues [Schedule IV-1]\$ 66,886,805.10Total Operating Revenues [Expenses]\$ (2,160,748.11)Legislative Revenue\$ < < Second Revenue [Expenses]Legislative Revenue\$ < < Second Revenue State RevenueState Pass Through Non-Operating GiftsState Pass Through Non-Operating Gifts	
Other Operating Revenue13,628.60Total Operating Revenues\$ 64,726,056.99Operating ExpensesInstructionInstruction\$Research63,967,295.43Public Service442,054.78Academic Support(2,276.81)Student Services(2,276.81)Institutional Support940,190.24Operation & Maintenance of Plant940,190.24Scholarships & Fellowships1,539,541.46Total Operating Expenses [Schedule IV-1]\$ 66,886,805.10Total Operating Revenues [Expenses]\$ (2,160,748.11)Nonoperating Revenues [Expenses]\$Legislative Revenue\$Federal Revenue Non-Operating\$State Pass Through Non-Operating\$GiftsState Pass Through Non-Operating	
Total Operating Revenues\$64,726,056.99Operating Expenses\$Instruction\$Research63,967,295.43Public Service442,054.78Academic Support\$Student Services(2,276.81)Institutional Support940,190.24Operation & Maintenance of Plant\$Scholarships & Fellowships1,539,541.46Total Operating Expenses [Schedule IV-1]\$66,886,805.10\$Total Operating Income [Loss]\$Xonoperating Revenues [Expenses]\$Legislative Revenue\$Federal Revenue Non-Operating\$State Pass Through Non-Operating\$State Pass Through Non-Operating\$Gifts\$	2,338,388.08
Operating Expenses Instruction \$ Research 63,967,295.43 Public Service 442,054.78 Academic Support 3 Student Services (2,276.81) Institutional Support 940,190.24 Operation & Maintenance of Plant Scholarships & Fellowships Auxiliary Depreciation/Amortization 1,539,541.46 Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 Total Operating Income [Loss] \$ (2,160,748.11) Nonoperating Revenues [Expenses] \$ \$ Legislative Revenue \$ \$ Federal Revenue Non-Operating \$ \$ State Pass Through Non-Operating \$ \$ Gifts State Pass Through Non-Operating \$	57,379.00
Instruction\$Research63,967,295.43Public Service442,054.78Academic Support442,054.78Academic Support(2,276.81)Institutional Support940,190.24Operation & Maintenance of Plant940,190.24Scholarships & Fellowships1,539,541.46Total Operating Expenses [Schedule IV-1]\$Scholarship Revenues [Expenses]\$Legislative Revenue\$Federal Revenue Non-Operating\$State Pass Through Non-OperatingState Pass Through Non-OperatingGiftsState Pass Through Non-Operating	\$ 70,594,651.17
Instruction \$ Research 63,967,295.43 Public Service 442,054.78 Academic Support (2,276.81) Institutional Support 940,190.24 Operation & Maintenance of Plant Scholarships & Fellowships Auxiliary Depreciation/Amortization 1,539,541.46 Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 Total Operating Revenues [Expenses] Legislative Revenue [Loss] \$ (2,160,748.11) Nonoperating Revenues [Expenses] Federal Revenue Non-Operating Federal Pass Through Non-Operating State Pass Through Non-Operating Gifts	
Research 63,967,295.43 Public Service 442,054.78 Academic Support (2,276.81) Institutional Support 940,190.24 Operation & Maintenance of Plant 940,190.24 Scholarships & Fellowships 442,054.78 Auxiliary Depreciation/Amortization 1,539,541.46 Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 1 Total Operating Revenues [Expenses] \$ 1 Legislative Revenue \$ 1 Federal Revenue Non-Operating \$ 1 State Pass Through Non-Operating State Pass Through Non-Operating 5 Gifts 5 5 5	\$
Public Service 442,054.78 Academic Support (2,276.81) Institutional Support 940,190.24 Operation & Maintenance of Plant 940,190.24 Scholarships & Fellowships 4uxiliary Depreciation/Amortization 1,539,541.46 Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 Total Operating Revenues [Expenses] \$ (2,160,748.11) Nonoperating Revenues [Expenses] \$ Legislative Revenue \$ Federal Revenue Non-Operating \$ State Pass Through Non-Operating \$ Gifts \$	68,332,808.31
Academic Support (2,276.81) Student Services (2,276.81) Institutional Support 940,190.24 Operation & Maintenance of Plant 940,190.24 Scholarships & Fellowships 4 Auxiliary 1,539,541.46 Depreciation/Amortization 1,539,541.46 Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 Total Operating Income [Loss] \$ (2,160,748.11) Nonoperating Revenues [Expenses] \$ Legislative Revenue \$ Federal Revenue Non-Operating \$ State Pass Through Non-Operating \$ Gifts \$	502,576.40
Student Services (2,276.81) Institutional Support 940,190.24 Operation & Maintenance of Plant 940,190.24 Scholarships & Fellowships 4 Auxiliary 1,539,541.46 Depreciation/Amortization 1,539,541.46 Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 Total Operating Income [Loss] \$ (2,160,748.11) Nonoperating Revenues [Expenses] \$ Legislative Revenue Non-Operating \$ Federal Pass Through Non-Operating \$ State Pass Through Non-Operating \$ Gifts \$	502,570.40
Institutional Support 940,190.24 Operation & Maintenance of Plant 940,190.24 Scholarships & Fellowships 4 Auxiliary 1,539,541.46 Depreciation/Amortization 1,539,541.46 Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 Total Operating Income [Loss] \$ (2,160,748.11) Nonoperating Revenues [Expenses] \$ Legislative Revenue \$ Federal Revenue Non-Operating \$ State Pass Through Non-Operating \$ Gifts \$	168,584.03
Operation & Maintenance of Plant Scholarships & Fellowships Auxiliary Depreciation/Amortization Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 Total Operating Income [Loss] \$ (2,160,748.11) Nonoperating Revenues [Expenses] Legislative Revenue Federal Revenue Non-Operating Federal Pass Through Non-Operating State Pass Through Non-Operating Gifts	
Scholarships & Fellowships Auxiliary Depreciation/Amortization 1,539,541.46 Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 Total Operating Income [Loss] \$ (2,160,748.11) Nonoperating Revenues [Expenses]	280,511.72
Auxiliary 1,539,541.46 Depreciation/Amortization 1,539,541.46 Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 Total Operating Income [Loss] \$ (2,160,748.11) Nonoperating Revenues [Expenses] \$ Legislative Revenue \$ Federal Revenue Non-Operating \$ State Pass Through Non-Operating \$ Gifts \$	
Depreciation/Amortization 1,539,541.46 Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 Total Operating Income [Loss] \$ (2,160,748.11) Nonoperating Revenues [Expenses] \$ Legislative Revenue \$ Federal Revenue Non-Operating \$ State Pass Through Non-Operating \$ Gifts \$	
Total Operating Expenses [Schedule IV-1] \$ 66,886,805.10 Total Operating Income [Loss] \$ (2,160,748.11) Nonoperating Revenues [Expenses] \$ Legislative Revenue \$ Federal Revenue Non-Operating \$ Federal Pass Through Non-Operating \$ State Pass Through Non-Operating \$ Gifts \$	1 025 727 20
Total Operating Income [Loss] \$ (2,160,748.11) Nonoperating Revenues [Expenses] \$ Legislative Revenue \$ Federal Revenue Non-Operating \$ Federal Pass Through Non-Operating \$ State Pass Through Non-Operating \$ Gifts \$	1,835,737.30
Nonoperating Revenues [Expenses] Legislative Revenue Federal Revenue Non-Operating Federal Pass Through Non-Operating State Pass Through Non-Operating Gifts	\$ 71,120,217.76
Legislative Revenue \$ Federal Revenue Non-Operating Federal Pass Through Non-Operating State Pass Through Non-Operating Gifts	\$ (525,566.59)
Federal Revenue Non-Operating Federal Pass Through Non-Operating State Pass Through Non-Operating Gifts	
Federal Pass Through Non-Operating State Pass Through Non-Operating Gifts	\$
State Pass Through Non-Operating Gifts	
Gifts	
Investment Income 276,772.82	
	438,379.64
Investing Activities Expense (22,693.77)	(21,044.20)
Interest Expense (21,156.69)	(1,092.16)
Borrower Rebates and Agent Fees	
Gain [Loss] On Sale or Disposal of Capital Assets 6,196.43	768,330.81
Settlement of Claims (70,000.00)	(150,000.00)
Other Nonoperating Revenues 2,520.31	160,881.73
Other Nonoperating [Expenses] (120,322.90)	(626,736.86)
Total Nonoperating Revenues [Expenses] \$ 51,316.20	\$ 560 710 06
Income [Loss] Before Other Revenues and Transfers \$ (2,109,431.91)	\$ 568,718.96

EXHIBIT IV TEXAS A&M RESEARCH FOUNDATION STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION FOR THE YEAR ENDED AUGUST 31, 2019

	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL
Other Revenues and Transfers		
Capital Contributions	\$	\$
Capital Appropriations [Higher Education Fund]		
Additions to Permanent and Term Endowments		
Special Items		
Extraordinary Items		
Transfers In		
Transfers From Other State Agencies		
Mandatory Transfers From Other Members		
Nonmandatory Transfers From Other Members		
Nonmandatory Transfers From Members/Agencies-Cap Assets		
Transfers Out		
Transfers to Other State Agencies		
Mandatory Transfers to Other Members		
Nonmandatory Transfers to Other Members		
Nonmandatory Transfers to Members/Agencies - Cap Assets		
Legislative Transfers - In		
Legislative Transfers - Out		
Legislative Appropriations Lapsed		
Total Other Revenues and Transfers	\$	\$
Change In Net Position	\$ (2,109,431	1.91) \$ 43,152.37
Net Position, Beginning of Year	\$ 12,948,754	4.54 \$ 12,175,968.75
Restatement	486,875	5.12 729,633.42
Net Position, Beginning of Year, Restated	\$ 13,435,629	9.66 \$ 12,905,602.17
Net Position, End of Year	<u>\$ 11,326,197</u>	7.75 \$ 12,948,754.54

SCHEDULE IV-1 TEXAS A&M RESEARCH FOUNDATION NACUBO FUNCTION TO NATURAL CLASSIFICATION MATRIX FOR THE YEAR ENDED AUGUST 31, 2019

	INSTRUCTION	 RESEARCH	PUBL	IC SERVICE	 ACADEMIC SUPPORT	 STUDENT SERVICES
Natural Classification						
Cost of Goods Sold	\$	\$	\$		\$	\$
Salaries & Wages		7,246,505.24		225,829.51		
Payroll Related Costs		1,756,632.44		51,334.59		
Payroll Related Costs-TRS Pension						
Payroll Related Costs-OPEB						
Professional Fees & Services		43,566,557.41		3,750.00		
Travel		743,023.11				
Materials & Supplies		4,329,949.38				
Communication & Utilities		645,162.45				
Repairs & Maintenance		540,996.93				
Rentals & Leases		99,951.33				
Printing & Reproduction		2,237.00				
Federal Pass-Through						
State Pass-Through						
Depreciation & Amortization						
Bad Debt Expense						
Interest						
Scholarships		10,474.90				
Claims & Losses						
Net Change In OPEB Obligation						
Other Operating Expenses		 5,025,805.24		161,140.68	 	 (2,276.81)
Total Operating Expenses	\$	\$ 63,967,295.43	\$	442,054.78	\$ 	\$ (2,276.81)

	TUTIONAL UPPORT	OPERATION & MAINTENANCE OF PLANT	SCHOLARSHIPS & FELLOWSHIPS	AUXILIARY	DEPRECIATION & AMORTIZATION	TOTAL	PRIOR YEAR
\$		\$	\$	\$	\$	\$	\$
φ	97,886.54	φ	φ	φ	φ	7,570,221.29	\$ 8,565,750.17
	30,098.88					1,838,065.91	2,118,810.57
	50,090.00					1,050,005.71	2,110,010.37
	258,236.46					43,828,543.87	43,698,760.85
	652.75					743,675.86	1,013,650.30
	16,943.30					4,346,892.68	4,358,410.35
	169,131.64					814,294.09	859,844.60
	87,030.63					628,027.56	577,061.41
	8,082.38					108,033.71	605,400.75
						2,237.00	10,494.00
					1,539,541.46	1,539,541.46	1,835,737.30
	1 220 00					11 714 70	22 220 07
	1,239.80					11,714.70	32,339.07
	270,887.86					5,455,556.97	7,443,958.39
	270,887.80					5,455,550.97	7,445,956.59
\$	940,190.24	\$	\$	\$	\$ 1,539,541.46	\$ 66,886,805.10	\$ 71,120,217.76
Ψ	, 10,170.24	Ψ	÷	÷	¢ 1,557,571.40	\$ 00,000,005.10	÷ /1,120,217.70
						[Exhibit IV]	

EXHIBIT V TEXAS A&M RESEARCH FOUNDATION STATEMENT OF CASH FLOWS FOR THE YEAR ENDED AUGUST 31, 2019

		CURRENT YEAR TOTAL		PRIOR YEAR TOTAL
Cash Flows From Operating Activities				
Proceeds Received From Tuition and Fees	\$		\$	
Proceeds Received From Customers		444,339.43		1,088,494.62
Proceeds From Grants and Contracts		66,060,120.63		69,321,976.57
Proceeds From Auxiliary Enterprises				
Proceeds From Loan Programs Proceeds From Other Operating Revenues		427.84		100,673.45
Payments to Suppliers for Goods and Services		(65,197,074.79)		(69,305,165.76)
Payments to Employees		(05,177,071.77)		(0),505,105.70)
Payments for Loans Provided				
Payments for Pension Benefits to Plan Members				
Payments for OPEB Benefits to Plan Members				
Payments for Other Operating Expenses		(537,255.48)		
Net Cash Provided [Used] By Operating Activities	\$	770,557.63	\$	1,205,978.88
Cash Flows From Noncapital Financing Activities				
Proceeds From State Appropriations	\$		\$	
Proceeds From Gifts				
Proceeds From Endowments				
Proceeds From Transfers From Other Funds				
Proceeds From Other Grant Receipts				
Proceeds From Other Noncapital Financing Activities Payments of Interest		(21,156.69)		(1,092.16)
Payments for Transfers to Other Funds		(21,150.07)		(1,0)2.10)
Payments for Grant Disbursements				
Payments for Other Noncapital Financing Uses		(546,692.06)		
Other Noncapital Transfers From/To System				
Transfers Between Fund Groups				
Net Cash Provided [Used] By Noncapital Financing Activities	\$	(567,848.75)	\$	(1,092.16)
Cash Flows From Capital and Related Financing Activities				
Proceeds From Sale of Capital Assets	\$	6,196.43	\$	990,977.43
Proceeds From Debt Issuance				
Proceeds From State Grants and Contracts Proceeds From Federal Grants and Contracts				
Proceeds From Gifts				
Proceeds From Interfund Payables				
Proceeds From Other Financing Activities				
Proceeds From Capital Contributions				
Payments for Additions to Capital Assets		(604,887.81)		(989,479.69)
Payments of Principal On Debt				
Payments for Capital Leases				
Payments of Interest On Debt Issuance				
Payments for Interfund Receivables Payments of Other Costs On Debt Issuance				
Transfer of Capital Debt Proceeds From System [Nonmandatory]				
Intrasystem Transfers for Capital Debt [Mandatory]				
Intrasystem Transfers for Construction Projects [Non-Mand]			_	
Net Cash Provided [Used] By Capital and Related Financing ACT.	\$	(598,691.38)	\$	1,497.74
Cash Flows From Investing Activities				
Proceeds From Sales of Investments	\$	42,577.74	\$	111,597.66
Sales and Purchases of Investments Held By System		335,865.79		(231,419.01)
Proceeds From Interest and Investment Income		154,838.78		168,158.43
Payments to Acquire Investments	_			
Net Cash Provided [Used] By Investing Activities	\$	533,282.31	\$	48,337.08
Net Increase [Decrease] In Cash and Cash Equivalents	\$	137,299.81	\$	1,254,721.54
Cash and Cash Equivalents, Beginning of Year Restatement	\$	2,029,028.43	\$	774,306.89
Cash and Cash Equivalents, Beginning of Year, As Restated	\$	2,029,028.43	\$	774,306.89
			_	
Cash and Cash Equivalents, End of Year [Sch Three]	\$	2,166,328.24	\$	2,029,028.43

EXHIBIT V TEXAS A&M RESEARCH FOUNDATION STATEMENT OF CASH FLOWS FOR THE YEAR ENDED AUGUST 31, 2019

	 CURRENT YEAR TOTAL		PRIOR YEAR TOTAL
Reconciliation of Operating Income [Loss] to Net Cash Provided [Used] By Operating Activities	\$	\$	
Operating Income [Loss]	(2,160,748.11)		(525,566.59)
Adjustments to Reconcile Operating Income [Loss] to Net Cash Provided [Used] By Operating Activities			
Amortization and Depreciation Bad Debt Expense	1,539,541.46		1,835,737.30
Pension Expense			
OPEB Expense			
Operating Income [Loss] and Cash Flow Categories Classification Differences			
Changes In Assets and Liabilities [Increase] Decrease In Receivables	2,064,616.83		(568,087.24)
[Increase] Decrease In Due From Agencies/Funds	,,.		(,,
[Increase] Decrease In Due From System Members	(695.94)		
[Increase] Decrease In Inventories	17 007 00		(7 411 57)
[Increase] Decrease In Prepaid Expenses [Increase] Decrease In Loans and Contracts	17,227.93		(7,411.57)
[Increase] Decrease In Doals and Contracts			
[Increase] Decrease In Deferred Outflows - Pensions			
[Increase] Decrease In Deferred Outflows - OPEB			
Increase [Decrease] In Payables	(578,411.49)		971,189.99
Increase [Decrease] In Due to Other Agencies/Funds	(157.711.04)		(140.007.00)
Increase [Decrease] In Due to System Members Increase [Decrease] In Unearned Revenue	(157,711.94) 137,589.39		(440,227.03) (160,506.48)
Increase [Decrease] In Deposits	(90,850.50)		100,850.50
Increase [Decrease] In Employees' Compensable Leave	(, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
Increase [Decrease] In OPEB Liability			
Increase [Decrease] In Pension Liability			
Increase [Decrease] In Self Insured Accrued Liability Increase [Decrease] In Other Liabilities			
Increase [Decrease] In Deferred Inflows - Pensions			
Increase [Decrease] In Deferred Inflows - OPEB			
Increase [Decrease] In Asset Retirement Obligations		_	
Total Adjustments	\$ 2,931,305.74	\$	1,731,545.47
Net Cash Provided [Used] By Operating Activities	\$ 770,557.63	\$	1,205,978.88
Non-Cash Transactions			
Donation of Capital Assets	\$	\$	
Net Change In Fair Value of Investments	(222,369.82)		117,296.94
Refunding of Long Term Debt Amortization of Bond Premiums and Discounts			
Borrowing Under Capital Lease Purchase			
Other	6,196.43		768,330.81

SCHEDULE THREE TEXAS A&M RESEARCH FOUNDATION SCHEDULE OF CASH & CASH EQUIVALENTS FOR THE YEAR ENDED AUGUST 31, 2019

	 CURRENT YEAR TOTAL
Cash & Cash Equivalents	
Current Assets	
Cash On Hand	
Cash In Bank	\$ 1,695,093.57
Cash In State Treasury	
Assets Held By System Offices-Current	471,234.67
Total Current Cash and Cash Equivalents [Exhibit III]	\$ 2,166,328.24
Total Cash & Cash Equivalents [Exhibit V]	\$ 2,166,328.24

SCHEDULE N-2 TEXAS A&M RESEARCH FOUNDATION NOTE 2 - CAPITAL ASSETS FOR THE YEAR ENDED AUGUST 31, 2019

	_	BALANCE 9-1-18	ADJUSTMENTS	COMPLETED CIP
Non-Depreciable/Non-Amortizable Assets				
Land and Land Improvements	\$	82,656.72	\$	\$
Total Non-Depreciable/Non-Amortizable Assets	\$	82,656.72	\$	\$
Depreciable Assets				
Buildings	\$	1,879,982.86	\$	\$
Facilities and Other Improvements				
Furniture and Equipment		24,042,079.08		
Vehicles, Boats and Aircraft		117,072.16		
Total Depreciable Assets at Historical Cost	\$	26,039,134.10	\$	\$
Less Accumulated Depreciation for				
Buildings	\$	(1,585,758.22)	\$	\$
Furniture and Equipment		(19,187,642.95)		
Vehicles, Boats and Aircraft		(27,386.30)		
Total Accumulated Depreciation	\$	(20,800,787.47)	\$	\$
Depreciable Assets, Net	\$	5,238,346.63	\$	\$
Amortizable Assets - Intangible				
Computer Software	\$	5,000.00	\$	\$
Total Intangible Assets at Historical Cost	\$	5,000.00	\$	\$
Less Accumulated Amortization for				
Computer Software	\$	(5,000.00)	\$	\$
Total Accumulated Amortization	\$	(5,000.00)	\$	\$
Amortizable Assets,Net	\$		\$	\$
Capital Assets, Net	\$	5,321,003.35	\$	\$

INC-INTERAGENCY TRANSACTIONS	DEC-INTERAGENCY TRANSACTIONS	 ADDITIONS	 DELETIONS	 BALANCE 8-31-19
\$	<u>\$</u>	\$	\$ 	\$ 82,656.72
\$	\$	\$ 	\$ 	\$ 82,656.72
\$	\$	\$ 290,579.76 316,828.36	\$ (3,773,571.11) (42,822.00)	\$ 1,879,982.86 290,579.76 20,585,336.33 74,250.16
\$	\$	\$ 607,408.12	\$ (3,816,393.11)	\$ 22,830,149.11
\$	\$	\$ (30,988.85) (1,497,584.67) (10,967.94)	\$ 3,690,972.31 5,097.90	\$ (1,616,747.07) (16,994,255.31) (33,256.34)
\$	\$	\$ (1,539,541.46)	\$ 3,696,070.21	\$ (18,644,258.72)
\$	\$	\$ (932,133.34)	\$ (120,322.90)	\$ 4,185,890.39
\$	\$	\$	\$ 	\$ 5,000.00
\$	\$	\$ 	\$ 	\$ 5,000.00
\$	\$	\$	\$	\$ (5,000.00)
\$	\$	\$	\$ 	\$ (5,000.00)
\$	\$	\$	\$ 	\$
\$	\$	\$ (932,133.34)	\$ (120,322.90)	\$ 4,268,547.11